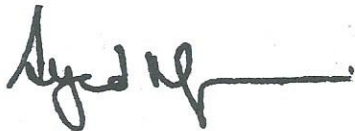


BALANCE SHEET

AS AT 31 DECEMBER 2000

Tk in thousands

	Notes	31 Dec 00	31 Dec 99
Fixed Assets	2	132,432	146,550
Current Assets			
Inventories	3	396,621	372,371
Trade debtors	4	77,276	69,853
Advance, deposits and prepayments	5	81,507	17,647
Cash & Bank balances	6	6,442	2,376
		561,846	462,247
Less : Current Liabilities			
Working capital loan	7	343,275	238,870
Trade creditors	8	34,418	53,188
Sundry creditors	9	22,734	18,479
Provision for income-tax		7,919	7,236
Proposed dividend		9,000	7,500
		417,346	325,273
Net Current Assets		144,500	136,974
Net Assets		276,932	283,524
Financed by:			
Shareholders' equity :			
Share Capital	10	75,000	75,000
Share premium		68,805	68,805
Tax Holiday Reserve	11	10,264	8,142
Retained earnings		6,251	7,080
Total Shareholders' equity		160,320	159,027
Loan Funds:			
Term Loan (Secured)	12	116,612	124,497
		276,932	283,524



Syed Nasim Manzur
Managing Director



Munize Manzur Khasru
Director



S.M. Shahjahan
Company Secretary

This is the Balance Sheet referred to in our report of same date.
The annexed notes form part of these accounts.



M. A. Malek Siddiqui Wali & Co.
Chartered Accountants
March 27, 2001



PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2000

Tk in thousands

	Notes	Year Ended 31 December 2000			Year Ended	
		Unit I	Unit II	Total	31 Dec 99	
I	Sales	13	243,600	298,265	541,865	517,477
	Less: VAT and Duty		0	4,460	4,460	0
			243,600	293,805	537,405	517,477
II	Cost of Sales					
	Cost of Goods Sold	14	192,230	218,257	410,487	397,828
	Freight & Forwarding	15	10,593	17,757	28,350	36,536
			202,823	236,014	438,837	434,364
III	Gross Profit		40,777	57,791	98,568	83,113
IV	Fixed Expenses					
	Marketing & Administration	16	12,758	11,113	23,871	16,628
	Bank Interest & charges	17	22,974	33,648	56,622	44,593
	Directors' Remuneration		421	345	766	1,255
	Royalty	18	0	4,909	4,909	9,654
	Legal & Audit fees	19	525	350	875	770
	Total		36,678	50,365	87,043	72,900
V	Profit before WP&WF		4,099	7,426	11,525	10,213
VI	Provision for contribution to WP&WF		(195)	(354)	(549)	(486)
VII	Pre-tax Profit		3,904	7,072	10,976	9,727
VIII	Provision for tax	20	(683)	0	(683)	(715)
IX	Net Profit after tax		3,221	7,072	10,293	9,012
X	Appropriations					
	Previous year's retained earnings		0	0	7,080	7,261
	Dividend		0	0	(9,000)	(7,500)
	Taxholiday reserve		0	(2,122)	(2,122)	(1,693)
	Total				(4,042)	(1,932)
XI	Retained earnings				6,251	7,080



Syed Nasim Manzur
Managing Director

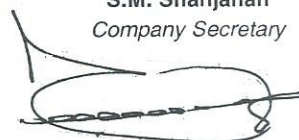


Munize Manzur Khasru
Director



S.M. Shahjahan
Company Secretary

This is the Profit & Loss Account referred to in our report of same date.
The annexed notes form part of these accounts.



M.A. Malek Siddiqui Wali & Co.
Chartered Accountants
March 27, 2001

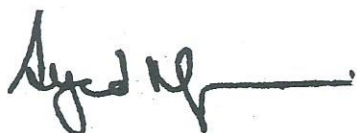


CASHFLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2000

Tk in thousands

	Year Ended 31 Dec 00	Year Ended 31 Dec 99
CASH FLOW FROM OPERATING ACTIVITIES		
Collections from turnover/bills receivable and other income	534,442	513,047
Payments for purchase of leather, accessories, payments of creditors and other expenses	(511,199)	(481,828)
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of fixed assets	(3,792)	(538)
CASH FLOW FROM FINANCING ACTIVITIES		
Term Loan re-paid	(7,885)	(34,000)
Dividend paid	(7,500)	0
Net cash inflow/(outflow) for the period	4,066	(3,319)
Opening cash and bank balances	2,376	5,695
Closing cash and bank balances	6,442	2,376



Syed Nasim Manzur
Managing Director



Munize Manzur Khasru
Director



S.M. Shahjahan
Company Secretary



M. A. Malek Siddiqui Wali & Co.
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March 27, 2001