

BALANCE SHEET

AS AT 31 DECEMBER 2003

Tk. in thousands

	Notes	31 Dec. 03	31 Dec. 02
Fixed Assets	2	126,774	121,832
Current Assets			
Inventories	3	589,757	532,389
Trade debtors	4	127,752	64,827
Advance, deposits and prepayments	5	51,323	76,569
Investment CDBL		1,000	0
Cash & Bank balances	6	13,805	5,554
		783,637	679,339
Less : Current Liabilities			
Working capital loan	7	617,805	515,608
Sundry creditors	8	34,552	21,588
Provision for income-tax	19	7,414	4,624
Proposed dividend		10,500	7,500
		670,271	549,320
Net Current Assets		113,366	130,019
Net Assets		240,140	251,851
Financed by:			
Shareholders' equity :			
Share Capital	9	75,000	75,000
Share Premium		68,805	68,805
Tax Holiday Reserve	10	12,206	12,206
Retained Earnings		8,055	5,485
Total Shareholders' Equity		164,066	161,496
Loan Funds:			
Term Loan (Secured)	11	76,074	90,355
		240,140	251,851

Sd/-

(Syed Nasim Manzur)

Managing Director

Sd/-

(Munize Manzur Khasru)

Director

Sd/-

(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.

Sd/-

(Haque Shahalam Mansur & Co.)

Chartered Accountants

March 14, 2004



PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2003

Tk. in thousands

	Notes	Year Ended 31 Dec. 03	Year Ended 31 Dec. 02
I	Sales	915,853	474,037
	Less: VAT and Duty	18,804	8,540
		897,049	465,497
II	Cost of Sales		
	Cost of Goods Sold	750,172	343,714
	Freight & Forwarding	20,521	23,494
		770,693	367,208
III	Gross Profit	126,356	98,289
IV	Fixed Expenses		
	Marketing & Administration	41,575	24,135
	Bank Interest & Charges	59,531	60,266
	Directors' Remuneration	960	960
	Commission	3,864	1,600
	Legal & Audit Fees	2,671	1,435
	Total	108,601	88,396
V	Profit before WP & WF	17,755	9,893
VI	Provision for Contribution to WP&WF	(845)	(471)
VII	Pre-tax Profit	16,910	9,422
VIII	Provision for Tax (Export Sales)	(2,283)	(1,202)
IX	Provision for Tax (Local Sales)	(507)	0
X	Net Profit after Tax	14,120	8,220
XI	Appropriations		
	Previous Year's Retained Earnings	5,485	5,189
	Dividend	(10,500)	(7,500)
	Dividend Distribution Tax	(1,050)	0
	Taxholiday Reserve	0	(424)
	Total	(6,065)	(2,735)
XII	Retained Earnings	8,055	5,485
XIII	Earning per Share (Par value Tk. 100/-)	18.83	10.96

Sd/-
(Syed Nasim Manzur)
Managing Director

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(Munize Manzur Khasru)
Director

Sd/-
(S.M. Shahjahan)
Company Secretary

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The annexed notes form part of these accounts.*

Sd/-
(Haque Shahalam Mansur & Co.)
Chartered Accountants
March 14, 2004



CASHFLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2003

	<i>Tk in thousands</i>	
	Year Ended 31 Dec. 03	Year Ended 31 Dec. 02
CASH FLOW FROM OPERATING ACTIVITIES		
Collections from turnover/bills receivable and other income	852,928	476,065
Payments for purchase of leather, accessories, components & payments of creditors and other expenses	(904,354)	(499,883)
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of fixed assets	(19,740)	(13,307)
CDBL Share	(1,000)	0
CASH FLOW FROM FINANCING ACTIVITIES		
Term loan received/(repaid)	(14,281)	(13,482)
Loan received/(repaid)	102,198	46,569
Dividend paid	(7,500)	(7,500)
Net cash inflow/(outflow) for the period	8,251	(11,538)
Opening cash and bank balances	5,554	17,092
Closing cash and bank balances	13,805	5,554

Sd/-
(Syed Nasim Manzur)
Managing Director

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(Munize Manzur Khasru)
Director

Sd/-
(S.M. Shahjahan)
Company Secretary

Sd/-
(Haque Shahalam Mansur & Co.)
Chartered Accountants
March 14, 2004



STATEMENT OF CHANGES IN EQUITY

As at 31 December 2003

Particulars	Share Capital Taka	Share Premium Taka	Reserve for Re-investment Taka	Retained Earnings Taka	Total Taka
As at January 01, 2003	75,000,000	68,804,919	12,206,339	5,485,140	161,496,398
Net Profit after tax this year	-	-	-	14,119,547	14,119,547
Reserve for Re-investment this year	-	-	-	-	-
Proposed Dividend	-	-	-	(10,500,000)	(10,500,000)
Dividend Distribution Tax	-	-	-	(1,050,000)	(1,050,000)
As at December 31, 2003	<u>75,000,000</u>	<u>68,804,919</u>	<u>12,206,339</u>	<u>8,054,687</u>	<u>164,065,945</u>

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