

Usmania Glass Sheet Factory Limited

Kalurghat I/A, Chattogram.

Notes to the financial position

For the 1st Quarter ended September 30, 2020 (Un-Audited)

1 Selected explanatory notes:

These financial statements have been prepared in line with Accounting Policies applicable Accounting standard as adopted by ICAB in the preparation of financial statements for the period ended at september 30, 2020 (July20 to september 2020). This interim financial report includes only those selected explanatory notes as were deemed appropriate for better understanding of un-audited financial statements.

2 Specific Accounting policies -Disclosure under IAS-1 "presentation of Financial Statements"

2.01 Basis of Preparation & Presentation of the Financial statements:

The financial statements have been prepared & the disclosures of informaton made in accordance with the requirements of the companies Act 1994,BSEC Rules 1987,Income Tax ordinance 1984 & other applicable Local Law & regulations, International Accounting Standards (IASs) & International Financial Reporting standards(IFRS) adopted by the institute of Chartered Accountants of Bangladesh (ICAB), The statements of Financial Position & statements of Profit or loss and Other Comprehensive Income have been prepared according to IAS-1 "Presentation of Financial statements" based on accrual basis of accounting following going concern assumption under statement of Cash Flows according to IAS-7"Statements ofCash Flows".In addition to say ,we have been CompliedBSEC Notification No.BSEC/CMRRCD/2006/158/208/Admin/81, dated June 20,2018.

2.02 Accounting Convention & Assumption:

The financial statements are prepared under " Historical Cost" convention subject to the revaluation of Property,Plant and Equipment at 30 June ,2017effective from 1st July 2017.

2.03 Principal Accounting Policies :

The specific Accounting policies have been selected & applied by the company management for significant transaction and events have a material effect within the framework for presentation and presentation of financial statements. There were no significant changes in the the accounting & valuation of policies effecting the financial position and performance of the company

2.04 Going Concern :

Float glass technology as used in the company is oldest & outdated compared to the present day technology of much more improved glass products all over the world not to speak of our country alone. Float glass is substantially losing year after year in terms ofproduction efficiency and marketability simultaneously forcing the increase in production cost added with gradual decrease in selling price thus justifying the company shifing of its of its product line.As such the company is going to implement a new project for production of Container glass within next two years. Which will take over the existing facilities as much as possible.The process is getting delayed due to Coronavirus (COVID-19) pandemic.

2.05 Impairment

In accordance with the provision of IAS-36,the carrying amount of nin-financial assets other than Inventories of the company involved in the manufacturing of products. No such indication of impairment has been observed till the end of the period. Besides,the company revalued it assests & liabilities as on 01.07.2017. The book value of assets are lower than Market price.So assets impairment is not Considered necessary.

2.06 Functional & presentation currency

The financial statements are preparedin BangladeshiTaka (BDT) ,which is the company's functional currency.

2.07 Reporting period

The financial statements cover accounting year 1st July, 2020 to 30 September,2020.

3 Valuation of Stock & Stores:

Particulars

Raw Materials, Chemical & Packing Materials
Stores, Accessories & Spares
Finished Goods
Work-In-Process

Mode of Valuation

At periodical Weighted Average Cost.
At Weighted Average Cost.
At Cost or Net realizable value whichever is lower.
Cost of Raw Materials, Fuel & Power and Labour Charges.

4 Property, Plant & equipments:

Fixed Assets (as revalued during 2017-2018)
Addition interim period

Less:Accumulated depreciation

Written down value

Note: Fixed Asset revalued as on 01.07.2017 which effect to the Accounts in the Financial year 2017-2018 as well as current year.

Figure in Lac Tk.

	31.03.2020	30.06.2020
	28,235.48	28,235.48
	-	6.72
	28235.48	28242.20
	5,812.52	5,722.52
	22,422.96	22,519.68

5 Goodwill

Opening Balance

Less: Amortization during the Quarter

	27.35	36.47
	2.28	9.12
	25.07	27.35

6 Inventories:

Raw Materials
Packing Materials
Spares, Accessories & Tools
Store-In-Transit
Work-In-Process
Finished Goods

	199.42	199.42
	1.85	2.93
	308.86	311.24
	1.70	1.70
	54.56	56.08
	155.57	294.90
	721.96	866.27

Note: Finished goods inventory is higher due to lower sales trend of this quarter with compare to previous year.for Covid-19

7 Advances, Deposit & Prepayments:

Advances
Deposits
Prepayments

	228.97	254.99
	4.95	4.95
	63.74	71.10
	297.66	331.04

8 Cash & Cash equivalent

Cash at Bank
Cash in hand
Dividend Account
Fixed DepositAccounts(FDR) with interest receivable

	57.07	181.11
	1.07	1.36
	14.58	14.57
	150.50	202.38
	223.22	399.42

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