

**FINANCIAL STATEMENTS (UNAUDITED)**  
**For the period from 1 July 2023 to 31 March 2024**



**The IBN SINA API Industry Ltd.**

Tanin Center, 3 Asad Gate, Mirpur Road, Mohammadpur,  
Dhaka-1207, Bangladesh.

**THE IBN SINA API INDUSTRY LTD.**  
**STATEMENT OF FINANCIAL POSITION (UNAUDITED)**

As at 31 March 2024

		Amount in Taka	
Notes	31 March 2024	30 June 2023	
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment	4	134,236,916	71,609,609
Capital Work-In-Progress	4.1	541,447,660	319,730,095
Investment in API Industrial Park	5	25,000,000	25,000,000
<b>Total Non- Current Assets</b>		<b>700,684,576</b>	<b>416,339,704</b>
<b>Current Assets</b>			
Advance, Deposit and Prepayments	6	5,364,366	2,634,441
Cash and Cash Equivalents	7	24,516,561	21,603,297
<b>Total Current Assets</b>		<b>29,880,926</b>	<b>24,237,738</b>
<b>TOTAL ASSETS</b>		<b>730,565,502</b>	<b>440,577,442</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>			
Share Capital	8	500,000,000	300,000,000
Retained Earnings/(Accumulated Losses)	9	(39,831,540)	(27,004,392)
		<b>460,168,460</b>	<b>272,995,608</b>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Long Term Finance	10	76,363,411	-
Deferred Tax Liabilities	11	1,114,409	347,389
		<b>77,477,820</b>	<b>347,389</b>
<b>Current Liabilities</b>			
Inter Company Payable	12	-	48,881,151
Trade and Other Payables	13	150,515	57,500
Current Tax Liabilities	14	750,300	690,932
Short Term Finance	15	192,018,407	117,604,861
<b>Total Current Liabilities</b>		<b>192,919,222</b>	<b>167,234,444</b>
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>		<b>730,565,502</b>	<b>440,577,442</b>

  
Chief Financial Officer

  
Company Secretary

  
Director

  
Managing Director

  
Chairman

Dated, Dhaka  
April 20, 2024

# THE IBN SINA API INDUSTRY LTD.

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

For the Period from 01 July 2023 to 31 March 2024

Amount in Taka

Notes	01 July 2023 to 31 March 2024	01 July 2022 to 31 March 2023	01 January 2024 to 31 March 2024	01 January 2023 to 31 March 2023
<b>REVENUE</b>	-	-	-	-
Cost of goods sold	-	-	-	-
<b>GROSS PROFIT</b>	-	-	-	-
<b>OPERATING EXPENSES</b>	(12,216,645)	(5,224,199)	(6,538,282)	(2,221,622)
Administrative expenses	(12,216,645)	(5,224,199)	(6,538,282)	(2,221,622)
Selling and Distribution expenses	-	-	-	-
<b>OPERATING PROFIT</b>	(12,216,645)	(5,224,199)	(6,538,282)	(2,221,622)
Finance Cost	-	-	-	-
Other Income	215,885	347,130	-	-
<b>Profit before WPPF &amp; Welfare fund</b>	(12,000,760)	(4,877,069)	(6,538,282)	(2,221,622)
Workers' P.P. Fund & Welfare Fund	-	-	-	-
<b>PROFIT BEFORE TAX</b>	(12,000,760)	(4,877,069)	(6,538,282)	(2,221,622)
Income Tax Expenses	(826,389)	(117,611)	(246,039)	(22,150)
<b>PROFIT FOR THE PERIOD</b>	<u>(12,827,148)</u>	<u>(4,994,680)</u>	<u>(6,784,320)</u>	<u>(2,243,772)</u>

  
Chief Financial Officer

  
Company Secretary

  
Director

  
Managing Director

  
Chairman

Dated, Dhaka  
April 20, 2024

# THE IBN SINA API INDUSTRY LTD.

## STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the Period from 01 July 2023 to 31 March 2024

Amount in Taka

Particulars	Share Capital	Share Premium	Retained Earnings/ (Accumulated Losses)	Total
Balance as at 01 July 2023	300,000,000	-	(27,004,392)	272,995,608
Issue during the period	200,000,000	-	-	200,000,000
Net Profit/(Loss) for the period	-	-	(12,827,148)	(12,827,148)
<b>Balance as at 31 March 2024</b>	<b>500,000,000</b>	<b>-</b>	<b>(39,831,540)</b>	<b>460,168,460</b>

## STATEMENT OF CHANGES IN EQUITY

For the Period from 01 July 2022 to 31 March 2023

Amount in Taka

Particulars	Share Capital	Share Premium	Retained Earnings/ (Accumulated Losses)	Total
Balance as at 01 July 2022	155,000,000	-	(18,166,959)	136,833,041
Issue during the period	95,000,000	-	-	95,000,000
Net Profit/(Loss) for the period	-	-	(4,994,680)	(4,994,680)
<b>Balance as at 31 March 2023</b>	<b>250,000,000</b>	<b>-</b>	<b>(23,161,639)</b>	<b>226,838,361</b>

  
Chief Financial Officer

  
Company Secretary

  
Director

  
Managing Director

  
Chairman

Dated, Dhaka  
April 20, 2024

# THE IBN SINA API INDUSTRY LTD.

## STATEMENT OF CASH FLOWS (UNAUDITED)

For the Period from 01 July 2023 to 31 March 2024

Amount in Taka

	01 July 2023 to 31 March 2024	01 July 2022 to 31 March 2023
<b>A. Cash flows from operating activities:</b>		
Payment for operation, expenses & others	(11,448,942)	(9,017,632)
Income Tax paid	(96,237)	(64,713)
<b>Net cash used in operating activities</b>	<b>(11,545,178)</b>	<b>(9,082,345)</b>
<b>B. Cash flows from investing activities:</b>		
Acquisition of Property, Plant and Equipment & CWIP	(287,653,249)	(164,663,857)
Bank Profit received	215,885	347,130
<b>Net cash used in investing activities</b>	<b>(287,437,364)</b>	<b>(164,316,727)</b>
<b>C. Cash flows from financing activities:</b>		
Share Capital	200,000,000	95,000,000
Long term finance received/(paid) from bank (Net)	76,363,411	-
Paid for Intercompany Payables	(48,881,151)	-
Short term finance received/(paid) from bank (Net)	74,413,546	63,773,220
<b>Net cash provided by financing activities</b>	<b>301,895,806</b>	<b>158,773,220</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>2,913,263</b>	<b>(14,625,852)</b>
<b>Opening cash and cash equivalents</b>	<b>21,603,297</b>	<b>15,955,736</b>
<b>Closing cash and cash equivalents</b>	<b><u>24,516,561</u></b>	<b><u>1,329,884</u></b>

  
Chief Financial Officer

  
Company Secretary

  
Director

  
Managing Director

  
Chairman

Dated, Dhaka  
April 20, 2024

# **The IBN SINA API Industry Ltd.**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **1. Corporate Information**

#### **1.1 Company Profile**

The IBN SINA API Industry Ltd. (The Company) was incorporated in Bangladesh on 16 September 2019 under the Companies Act, 1994. The Company is a 99.99% owned subsidiary of The IBN SINA Pharmaceutical Industry PLC.

#### **1.2 Nature of business**

The main objective of the Company is production, trading and other related activities of Active Pharmaceutical Ingredients (API) and other related products.

### **2 Basis of preparation and measurement**

#### **2.1 Statement of compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), the Companies Act 1994 and other applicable laws and regulations.

The title and format of financial statements follow the requirements of IFRS which are to some extent different from the requirement of the Companies Act, 1994; however, such differences are not material and in the view of management, IFRS format gives a better presentation to the shareholders.

#### **2.2 Cash flow statements**

Statement of cash flows has been prepared in accordance with the IAS 7: Statement of cash flows. Cash flows from operating activities are presented under direct method as encouraged by IAS 7.

#### **2.3 Reporting period**

The financial year of the Company is determined from 1 July to 30 June each year and is followed consistently. These financial statements cover nine month period from 1 July 2023 to 31 March 2024.

### **3.1 Property, plant and equipment**

#### **3.1.1 Recognition and measurement**

Property, plant and equipment are recognised as an asset if it is probable that future economic benefits associated with the asset will flow to the entity and the cost of the item can be measured reliably. Property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses if any. Cost includes expenditures that are directly attributable to the acquisition of

#### **3.1.2 Capital Work in Progress**

Capital work in progress represents the cost incurred for acquisition and/or construction of items of property, plant and equipment that are not ready for use which is measured at cost.

#### **3.2 Advances, deposits and prepayments**

Advances are initially measured at cost. After initial recognition advances are carried at cost less deductions and adjustments.

Refundable deposits are measured at initial transaction value.

Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges to profit and loss account to date.

## Amount in Taka

	31 March 2024	30 June 2023
<b>4 Property, Plant and Equipment</b>		
<b>Cost :</b>		
Opening balance	72,939,476	53,040,613
Addition during the period	65,935,683	19,898,863
<b>Closing balance</b>	<b>138,875,159</b>	<b>72,939,476</b>
<b>Accumulated Depreciation:</b>		
Opening balance	1,329,867	692,754
Charged during the period	3,308,376	637,113
<b>Closing balance</b>	<b>4,638,243</b>	<b>1,329,867</b>
<b>Closing balance of Written Down Value (WDV)</b>	<b>134,236,916</b>	<b>71,609,609</b>
Details of fixed assets have been shown in Annexure - A.		
<b>4.1 Capital Work-In-Progress</b>		
<b>A. Construction work-in-progress (Building)</b>		
Opening balance	67,577,840	35,996,978
Addition during the period	8,237,158	31,580,862
	75,814,998	67,577,840
<b>B. Machinery in Transit</b>		
Opening balance	252,152,255	7,323,027
Addition during the period	213,480,408	244,829,228
	465,632,662	252,152,255
<b>Closing balance</b>	<b>541,447,660</b>	<b>319,730,095</b>
<b>5 Investment in API Industrial Park</b>		
Opening balance	25,000,000	25,000,000
	<b>25,000,000</b>	<b>25,000,000</b>
<b>6 Advance, Deposit and Prepayments</b>		
<b>a. Advance against</b>		
Advance to Suppliers	3,927,270	1,293,582
	<b>3,927,270</b>	<b>1,293,582</b>
<b>b. Advance Income Tax</b>		
Opening balance	314,962	171,040
Addition	96,237	143,922
	<b>411,199</b>	<b>314,962</b>
<b>c. Deposit</b>		
Security Money	1,025,897	1,025,897
	<b>5,364,366</b>	<b>2,634,441</b>
<b>7 Cash and Cash Equivalents</b>		
Bank balances - Al-Arafah Islami Bank Ltd	24,516,561	21,603,297
	<b>24,516,561</b>	<b>21,603,297</b>
<b>8 Share Capital</b>		
Authorised capital :		
10,00,00,000 ordinary shares of Taka 10 each	1,000,000,000	400,000,000
Issued, subscribed and paid up capital:		
50,000,000 ordinary shares of Taka 10 each	500,000,000	300,000,000
The Company's shareholding position as follows:		
<b>Name of Shareholders</b>	<b>Number of Shares</b>	<b>% of holding</b>
1. The IBN SINA Pharmaceutical Industry PLC	49,999,980	99.999960
2. Prof. Dr. AKM Sadrul Islam	10	0.000020
3. Prof. Dr. Choudhury Mahmood Hasan	10	0.000020
	<b>50,000,000</b>	<b>100</b>

## Amount in Taka

	31 March 2024	30 June 2023
<b>9 Retained Earnings/(Accumulated Losses)</b>		
Opening balance	(27,004,392)	(18,166,959)
Add: Total comprehensive income/(loss) during the period	(12,827,148)	(8,837,433)
<b>Closing balance</b>	<b>(39,831,540)</b>	<b>(27,004,392)</b>
<b>10 Long Term Finance</b>		
From Al-Arafah Islami Bank Ltd.- Secured (Under Hire Purchase Shirkatul Melk-HPSM)	76,363,411	-
	<b>76,363,411</b>	-

**11 Deferred Tax Liabilities / Assets**

Particulars	Carrying amount	Tax base Value	Taxable/ (deductible) temporary difference
PPE excluding land and CWIP	134,236,916	130,184,519	4,052,397
Net Temporary difference			4,052,397
Applicable tax rate			27.50%
<b>As at 31 March 2024</b>			<b>1,114,409</b>
PPE excluding land and CWIP	71,609,609	70,346,377	1,263,232
Net Temporary difference			1,263,232
Applicable tax rate			27.50%
<b>As at 30 June 2023</b>			<b>347,389</b>

**12 Inter Company Payable**

Payable to The IBN SINA Pharmaceutical Industry PLC	-	48,881,151
	-	<b>48,881,151</b>

**13 Trade and Other Payables**

Audit Fees	-	57,500
Accrued Expenses	150,515	-
	<b>150,515</b>	<b>57,500</b>

**14 Current Tax Liabilities**

Opening balance	690,932	513,323
Current Tax Expenses	59,368	177,608
	<b>750,300</b>	<b>690,932</b>

**15 Short Term Finance**

From Al-Arafah Islami Bank Ltd.- Secured (Under Composite Facilities LC- UPAS)	192,018,407	117,604,861
	<b>192,018,407</b>	<b>117,604,861</b>

## Amount in Taka

	01 July 2023 to 31 March 2024	01 July 2022 to 31 March 2023
<b>16 Administrative Expenses</b>		
Salary, Wages & Allowances	5,574,817	2,833,950
Director Meeting Fees	309,848	-
Travelling & Conveyance	2,210	-
Repair & Maintenance	311,930	652,050
Vehicle Fuel	495,086	34,390
Insurance Premium	59,126	-
Printing & Stationery	97,734	-
Staff Welfare	180,824	-
Water, Electricity & Gas	107,973	-
Research & Development	450,781	345,732
Legal & Other Fees	1,247,853	800,655
Bank Charge	70,087	51,725
Depreciation	3,308,376	505,697
	<b>12,216,645</b>	<b>5,224,200</b>
<b>17 Income Tax Expenses</b>		
Current Tax	59,368	95,461
Deferred Tax Expense (Income)	767,020	22,150
	<b>826,389</b>	<b>117,611</b>



**THE IBN SINA API INDUSTRY LTD.**

Details of Property, Plant and Equipment for the period from 01 July 2023 to 31 March 2024

Annexure - A

Amount in Taka

Particulars	Cost				Rate (%)	Depreciation				Written down value as at 31 March 2024
	01 July 2023	Addition during the Period	Adjustment/ Disposal	31 March 2024		01 July 2023	Charge During the Period	Adjustment/ Disposal	31 March 2024	
Land & Land Development	63,123,548	634,375	-	63,757,923	-	-	-	-	-	63,757,923
Lab Equipment	4,429,387	-	-	4,429,387	10%	1,031,529	247,179	-	1,278,708	3,150,679
Equipment	191,350	4,571,438	-	4,762,788	10%	4,771	234,848	-	239,619	4,523,169
Equipment (Electric Substation)	-	59,259,163	-	59,259,163	10%	-	2,428,182	-	2,428,182	56,830,981
Computer	282,730	-	-	282,730	25%	29,751	35,847	-	65,598	217,132
Furniture & Fixture	1,049,955	1,470,707	-	2,520,662	10%	89,210	94,042	-	183,252	2,337,410
Motor Vehicles	3,862,506	-	-	3,862,506	10%	174,606	268,278	-	442,884	3,419,622
<b>Total 31 March 2024</b>	<b>72,939,476</b>	<b>65,935,683</b>	<b>-</b>	<b>138,875,159</b>		<b>1,329,867</b>	<b>3,308,376</b>	<b>-</b>	<b>4,638,243</b>	<b>134,236,916</b>
<b>Total 30 June 2023</b>	<b>53,040,616</b>	<b>19,898,863</b>	<b>-</b>	<b>72,939,476</b>		<b>692,754</b>	<b>637,113</b>	<b>-</b>	<b>1,329,867</b>	<b>71,609,609</b>