

MAQ Enterprises Limited
Notes to the Financial Statements
For the Year Ended June 30, 2024

01.00 Significant Accounting Policies & Other Material Information

01.01 Legal Form of the Entity :

MAQ Enterprises Limited was originally incorporated as a Private Company Limited by Shares on June 14, 1974 under the Companies Act 1913 and it was converted into a Public Limited Company on March 23, 1995 and offered its share to the public with the approval of the Securities and Exchange Commission (SEC) in the month of July 1996. The shares of the company are listed in Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. The registered office of the Company is located at 42/1, Segun Bagicha, Dhaka-1000 and the Industrial Units are located at Kadamtoly, Faridabad, Dhaka - 1204.

01.02 Nature of Business Activities:

The Principal activities of the Company was concentrated on manufacturing and exporting various kinds of Corrugated Carton Box, Back Board, Neck Board, Paper Board etc. At present the Company is involved in selling and purchasing of wastage.

02.00 Basis of preparation

02.01 Accounting Convention:

For preparing and presenting the financial statements of the Company the following assumptions, measurement base, laws, rules, regulations and accounting pronouncements have been considered: going concern, accrual, historical cost convention, Generally Accepted Accounting Principles (GAAP) and practices in Bangladesh, the Companies Act 1994, the Securities and Exchange Rules 1987, the Listing Regulations of Dhaka and Chittagong Stock Exchanges, the Accounting Standards issued by The Institute of Chartered Accountants of Bangladesh (ICAB) and International Accounting Standards (IAS).

02.02 Fixed Assets:

The cost of acquisition comprises purchase price, including duties and non-refundable taxes, and any directly attributable cost of bringing the asset to working condition for its intended use. The Company has a freehold land of 2.4050 acre located at Kadamtali, Demra (Plot No. 591,592,593) as fixed asset. The land is capitalized at cost of acquisition.

02.03 Depreciation:

Land is held on a freehold basis and is not depreciated considering the unlimited life.

02.04 Other Corporate Debt, Accounts Payable, Trade and Other Liabilities:

These liabilities are carried at the anticipated settlement amount in respect of goods and services received, whether or not billed by the supplier.

02.05 Provisions:

Provisions are liabilities of uncertain timings or amount. Provisions are recognized when the company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

02.06 Cash & Cash Equivalent:

This represents only cash in hand and at bank.

02.07 Other Current Assets:

Other current assets have a value on realization in the ordinary course of the company's business, which is at least equal to the amount at which they are stated in the Statement of Financial Position.

02.08 Employment Benefits:

The company has not operated any contributory Provident Fund and Gratuity Plan for their employees.

02.09 Earnings Per Share:

This has been calculated by dividing the basic earnings/(loss) by the weighted average number of ordinary shares outstanding during the year.

Basic earning

This represents earnings/(loss) for the year attributable to ordinary share holders. As there was no preference dividend, minority interest or extra ordinary items, the Net Profit for the year has been considered as fully attributable to the ordinary shareholders.

No diluted earnings/(loss) are required to be calculated for the year as there was no scope for dilution during the year under review.

02.10 Reporting Currency:

02.11 Information by Industry Segments and Geographical areas:

No mention is made because the company does not have any segment other than the manufacturing and sale of paper and does not have any business unit abroad.

02.12 General:

Figures have been rounded off to the nearest Taka.

02.13 Payment to Directors

The Board of Directors consists by 5 Directors and 1 Independent director. During the year total 8 board meetings were held, No remuneration paid to the directors.

Notes	Particulars	Amount in Taka	
		30-Jun-24	30-Jun-23
03.00	Property, Plant & Equipment: Tk 20,266,717		
	Land	2,02,66,717	2,02,66,717
	Closing Balance	2,02,66,717	2,02,66,717
	In the year 1977 we purchased M.M.Oil Mills with 2.405 Acres of Land Standing in between River Buriganga and Dhaka-Narayanganj Road from the Government of Bangladesh. Being the land situated on the River Bank, BIWTA claiming 150 feet from the Bank as per Gazette published by the Government and R&H claiming the land as they have acquired the same in the year 1933-1934 leaving only 22 decimals useable. The matter has been taken up with the concern authorities as well as legal steps has been taken to resolve the issue.		
04.00	Intangible Assets: Tk 2,523,264		
	This is as per last year accounts	25,23,264	25,23,264
		25,23,264	25,23,264
	Intangible assets have not been written off as per the decision by the management.		
05.00	Deferred Revenue Expense: Tk 0		
	Opening Interest Expense	-	1,11,17,073
	Less: Adjustment waiver Interest	-	1,11,17,073
		-	-
06.00	Advance, Deposit & Prepayment: Tk 20,475,046		
	Advance & Prepayment (Note:06.01)	1,96,35,742	1,96,35,742
	Security Deposit (Note:06.02)	8,39,304	8,39,304
		2,04,75,046	2,04,75,046
06.01	Advance & Prepayment: Tk 19,635,742		
	Advance Against Purchase	63,83,133	63,83,133
	Advance Income Tax	1,27,13,288	1,27,13,288
	Tax Deduction at Source	4,65,536	4,65,536
	Value Added Tax (VAT)	73,785	73,785
		1,96,35,742	1,96,35,742
06.02	Security Deposit: Tk 839,304		
	Security Deposit - Titas Gas	4,97,752	4,97,752
	Margin Deposit	21,835	21,835
	Bank Guarantee - Sonali Bank Ltd.	62,894	62,894
	Bank Guarantee - Pubali Bank Ltd.	1,87,448	1,87,448
	Security Deposit at PDB	69,375	69,375
		8,39,304	8,39,304
	Security Deposits are made to Govt. & Statutory Authorities & hence considered good.		
07.00	Loan to Associate Company: Tk 82,380,999		
	Opening Balance	8,27,01,635	7,92,20,530
	Add: During the year	-	34,81,105
	Less: Adjustment during the Year	3,20,636	-
		8,23,80,999	8,27,01,635
08.00	Accounts Receivable: Tk 102,709		
	Accounts Receivable	1,02,709	1,02,709
		1,02,709	1,02,709

Notes	Particulars	Amount in Taka	
		30-Jun-24	30-Jun-23
13.00	Share Application Money: Tk 1,654,153		
	Share Application Money	16,54,153	16,54,153
		16,54,153	16,54,153
14.00	Dividend Payable: Tk 2,218,964		
	This is as per last year accounts	22,18,964	22,18,964
		22,18,964	22,18,964
15.00	Short Term Loan: Tk 0		
	Sonali Bank CC Hypo (A/c No.37000424)	-	43,31,778
	Less : Loan paid during the year	-	43,31,778
		-	-
16.00	Liability for Expenses: Tk 2,240,954		
	Salary & Allowances	11,000	11,000
	VAT on Sales	2,79,954	2,79,954
	Audit Fee	1,65,000	1,65,000
	DSE Renewal Fee	17,85,000	16,60,000
		22,40,954	21,15,954
	*BDT 125,000 DSE Renewal Fee (Annual Listing fees) charge during the year.		
17.00	Provision for Tax: Tk 3,562,618		
	Opening Balance	35,91,207	46,03,066
	Add: During the Year	5,082	6,426
		35,96,289	46,09,491
	Less: Paid During the Year	33,671	10,18,284
		35,62,618	35,91,207
18.00	Revenue: Tk 846,950		
	Sale of Wastage	8,46,950	10,70,920
		8,46,950	10,70,920
19.00	Cost of Goods Sold: Tk 771,164		
	Purchase of Wastage	7,71,164	9,75,054
		7,71,164	9,75,054
20.00	Administrative Expenses: Tk 494,531		
	Salary & Allowances	1,32,000	1,32,000
	Bonus	-	11,000
	Stationery	1,501	2,390
	Electric Goods	1,850	2,740
	Traveling & Conveyance	690	18,287
	Entertainment	1,950	2,655
	Audit Fee	1,65,000	1,65,000
	Business Promotion	-	190
	Misc. Expenses	560	320
	DSE Renewal Fee	1,25,000	1,25,000
	AGM Expenses	62,500	55,800
	Factory Maintenance	3,480	5,150
		4,94,531	5,20,532
21.00	Financial Expenses: Tk 4,380		
	Bank Charges	4,380	6,857
		4,380	6,857

Notes	Particulars	Amount in Taka	
		30-Jun-24	30-Jun-23
22.00	Other Income: Tk 0		
	Bank Interest	-	16
		<u>-</u>	<u>16</u>

23.00 Net Asset Value (NAV) Per Share with Revaluation

Net Asset Value	48,50,614	52,78,821
Number of Shares	25,00,000	25,00,000
Net Asset Value Per Share	<u>1.94</u>	<u>2.11</u>

*The company has incurred loss during the year which is decreased NAV.

24.00 Earnings Per Share (EPS)

Surplus for the year	(4,28,207)	(4,37,933)
Number of Shares	25,00,000	25,00,000
Earnings Per Share	<u>(0.17)</u>	<u>(0.18)</u>

EPS has also been decreased compare to the Financial Year 2022-2023, due to decreased of sales and increase of cost of products.

25.00 Net Operating Cash Flows Per Share (NOCFPS)

Operating Cash Inflow during the Period	(3,27,416)	(13,36,120)
Number of Shares	25,00,000	25,00,000
	<u>(0.13)</u>	<u>(0.53)</u>

During the year the company had to pay tax less then last year and the company had less paid to customers and others comparing to the last year, That's why the NOCFPS has been incresed.

26.00 Reconciliation of Profit/(Loss) after Tax with Cash Flows from Operating Activities

Net Profit/(Loss) after Tax	Profit/Loss A/C	(4,28,207)	(4,37,933)
Add: Depreciation	Annexure-"A"	-	-
Add: Finance Cost	Note-21	4,380	6,857
(Increase)/Decrease in Advance, Deposits and Prepayment	Note-06	(0)	-
Increase/(Decrease) in Trade and Other Payables	Note-16	1,25,000	21,15,954
Increase/(Decrease) in Provision for Income Tax	Note-17	(28,589)	35,91,207
		<u>(3,27,416)</u>	<u>52,76,086</u>

27.00 Tax Assessment Status

Income tax return submitted by the company under income tax Act 2023.

Income year	Assessment Year	Provision	Tax Liabilities
2017-2018	2018-2019	7,46,947	6,54,536
2018-2019	2019-2020	4,95,304	4,77,100
2019-2020	2020-2021	1,91,247	91,171
2020-2021	2021-2022	67,524	67,512
2021-2022	2022-2023	6,424	28,852
2022-2023	2023-2024	5,082	-

Notes	Particulars	Amount in Taka	
		30-Jun-24	30-Jun-23

28.00 Event After the Reporting Period

- a) The Board of Directors of the Company in its meeting held on **28 October 2024** approved the financial statements of the Company for the year ended 30 June 2024 and authorized the same for issue.
- b) There is no other significant event that has occurred between the Financial Position date and the date when the Financial Statements were authorized for issue by the Board of Directors.

sd/-
Company Secretary

sd/-
Director

sd/-
Managing Director

Place: Dhaka, Bangladesh
Dated : 28-OCT-2024