

Monno Jute Stafflers Ltd.

BOARD OF DIRECTORS :

MR. HARUNAR RASHID KHAN

Chairman (Died on 01.08.2017)

MRS. AFROZA KHAN

Chairman (Appointment on 13.09.2017)

MR. MOYNUL ISLAM

Vice Chairman

MRS. HURON NAHAR RASHID

Managing Director

MR. RASHEED MYMUNUL ISLAM

Director

MR. RASHEED RAFTUL ISLAM

Director (Appointment on 13.09.2017)

DR. MD. ANWAR HOSSAIN

Independent Director

MRS. MINARA HAI

Independent Director

MR. BENOY PAUL

Acting Company Secretary

(Appointment on 11.07.2017)

AUDITORS :

Messrs. Shiraz Khan Basak & Co.,
Chartered Accountants,
86, Bir Uttam C. R. Datta Road,
(312, Sonargaon Road), Level-10
Hatirpool, Dhaka-1205.

BANKER :

Sonali Bank Limited,
Local Office, Motijheel Commercial Area,
Dhaka-1000.

FACTORY :

Islampur, Dhamrai, Dhaka.

REGISTERED OFFICE :

Islampur, Dhamrai, Dhaka-1350.

LIAISON OFFICE :

9, Wyre Street, Wari,
Dhaka-1203.

Monno Jute Staflers Ltd.

NOTICE OF THE THIRTY-NINTH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the thirty-ninth Annual General Meeting of the shareholders of Monno Jute Staflers Limited will be held on Thursday the 28th December 2017 at 10-00 a.m. at Registered Office of the Company at Islampur, Dhamrai, Dhaka-1350, to transact the following businesses:

1. To confirm the proceedings of the thirty-eighth Annual General Meeting held on Sunday the 11th December 2016.
2. To receive, consider and adopt the Audited Financial Statement for the year ended on June 30, 2017 together with Report of the Directors' and Auditors' thereon.
3. To declare 15% stock dividend to the shareholders for the year ended on June 30, 2017.
4. To elect Directors.
5. To appoint Auditors for the year ending the 30th June 2018 and to fix their remuneration.

By order of the Board,

Sd/-
Afroza Khan
Chairman

Dated : Dhaka, the 26th October 2017.

Notes:

1. November 16, 2017 is scheduled as Record Date. Shareholders whose names would appear in the Register of Members/CDS Record on the Record Date would be entitled to stock dividend.
2. Any member of the Company entitled to attend and vote at the above meeting may appoint a proxy to attend and vote on his/her behalf. The proxy form, with duly affixed revenue stamps of Tk.20.00, should be submitted at the Liaison office of the Company at 9, Wyre Street, Wari, Dhaka-1203 not less than 48 hours before the time fixed for the meeting.
3. Members are requested to notify change of address, if any, to the Company.
4. Admission to the meeting will be strictly on production of the attendance slip attached with the proxy form.

Members may please note that no gift or benefit in cash or kind shall be given at the Annual General Meeting as per BSEC Notification No. BSEC/SRMI/2000-953/1950 dated October 24, 2000.

Monno Jute Staflers Ltd.

Vision We see business as a means to the well-being of the shareholders and all other stakeholders, society as well as the national interest as a whole.

Mission Our Mission is to provide world class quality products to our valued customers, strictly maintain ethical standard in business operation.

Objectives Our objectives are to conduct transparent business operation within the legal & social frame work with aims to attain the mission with a quantitative/qualitative target in business operation.

Corporate Focus Our vision, our mission and our objectives are to emphasise on the continuous development in making value addition to our products for producing the higher quality products, to keep well prepared for competitive world market.

Financial Management Policy

All financial policies like investments policy, dividend policy and financing policy is to maximise the value of the organisation.

Corporate Governance:

Top Management : Board of Directors

As per provisions of the Article of Association, Board of Directors hold periodic meetings to resolve issue of policies and strategies, recording minutes/decisions for implementation by the Executive Management.

Executive Management:

The Executive Management is headed by the Managing Director, the Chief Executive Officer (CEO) who has been delegated necessary and adequate authority by the Board of Directors. The Executive Management operates through further delegations of authority at every echelon of the line management. The Executive Management is responsible for preparation of segment plans/sub-segment plans for every profit centres with budgetary targets for every items of goods & services and are held accountable for deficiencies with appreciation for exceptional performance.

WE STRIVE FOR

- ◇ Protection of shareholders' capital as well as to ensure maximise the value of the organisation.
- ◇ Best compensation to all the employees who constitute the back-bone of the management and operational strength of the Company through a pay-package composing salary/wages, allowances, bonuses, profit participation and leave salary as per Company rules.

Monno Jute Staflers Ltd.

- ◇ The best co-operation of the suppliers by timely payment of their bills, the banks & financial Institutions by repayment of loan before due date and the authority relating to utilities-power, gas etc. by regular payment of their bills.
- ◇ Fulfillment of our responsibility to the Government through regular payment of taxes, VAT and duties etc.
- ◇ As responsible citizen, for a social order devoid of malpractices, anti-environmental behaviours, unethical and immoral activities and corruptive dealings.
- ◇ Practicing good-governance in every sphere of activities covering full disclosure & reporting to shareholders, holding AGM and distribution of dividends and other benefits to shareholders in time, reporting/dissemination of price sensitive information, recruitment & promotion of staff, procurement & supplies, sale of assets etc. all that directly and indirectly affect the interest of concerned groups - the shareholders, the creditors, suppliers, employees and the government.
- ◇ Regular repayment of loan and lease installments to the financial institutions is the ideology of Monno.

Monno Jute Staflers Ltd.

FIVE YEARS FINANCIAL STATISTICS

(Figures in '000 taka)

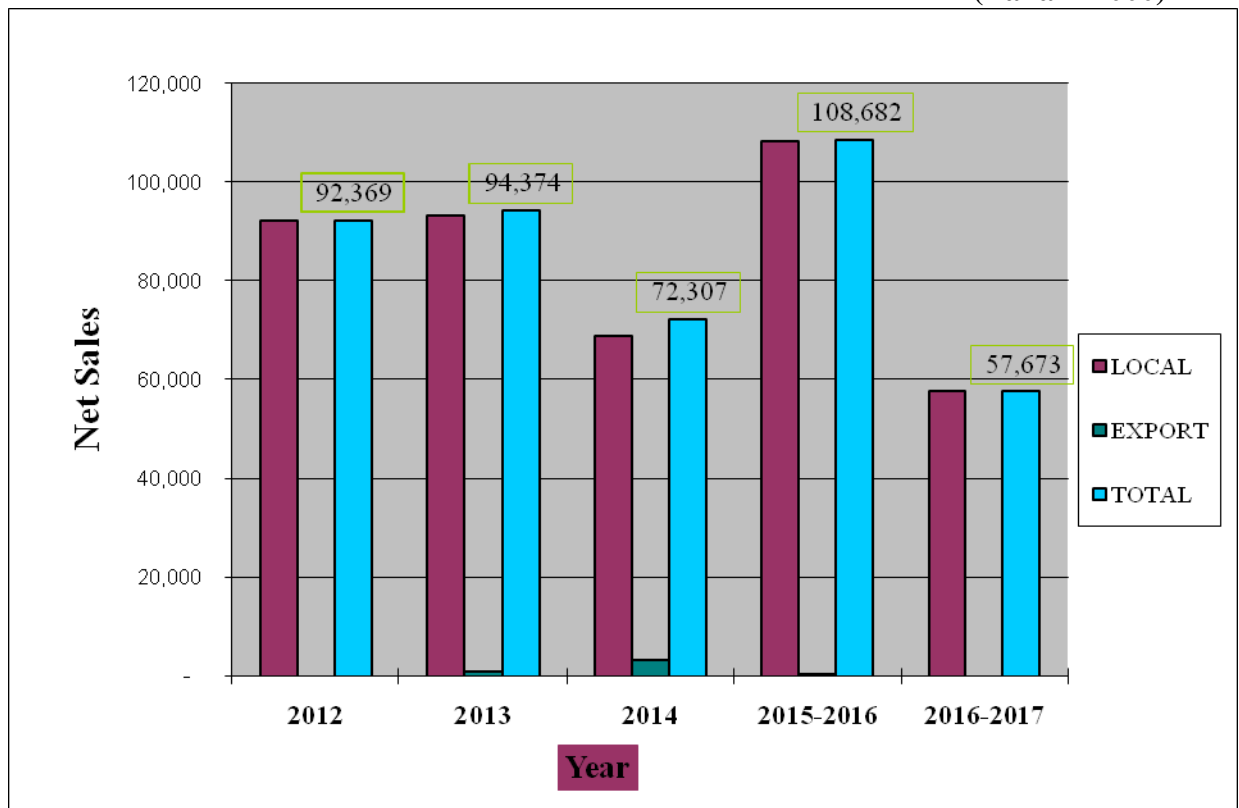
PARTICULARS	2016-2017	30.06.16	2015	2014	2013	2012
Authorised capital	10,000	10,000	10,000	10,000	10,000	10,000
Paid-up capital	4,000	4,000	4,000	4,000	4,000	4,000
Revenue reserves & surplus	16,500	16,670	16,448	15,785	15,173	13,913
Shareholders equity	20,900	20,670	20,448	19,785	19,173	17,913
Fixed assets (gross)	29,110	29,045	29,017	28,844	25,446	25,446
Fixed assets (net)	3,889	4,533	4,892	5,643	2,944	3,369
Revenue (net)	57,673	31,798	76,884	72,307	94,374	92,369
Gross margin	9,718	5,096	12,312	11,592	15,128	15,682
Net profit before income tax	305	295	1,416	1,373	2,283	2,928
Net profit after income tax	229	223	1,062	1,012	1,660	2,123
Surplus available for appropriation	9,755	9,926	9,703	9,041	8,429	7,169
Amount of cash dividend	-	-	400	400	400	400

Number of shares	400,000	400,000	400,000	400,000	400,000	400,000
Shareholders equity per share	52	52	51	49	48	45
Return on paid-up capital	6%	6%	27%	25%	42%	53%
Rate of dividend	15% stock	-	10%	10%	10%	10%
Earning per share	0.57	0.56	2.66	2.53	4.15	5.31
Net asset value per share	52.25	51.68	51.12	49.46	47.93	44.78
Payout ratio	-	-	31.06%	39.53%	24.10%	18.83%
Net operating cash flow per share	(96.16)	2.03	7.82	0.67	13.09	(0.97)
Number of shareholders	429	404	428	482	517	366

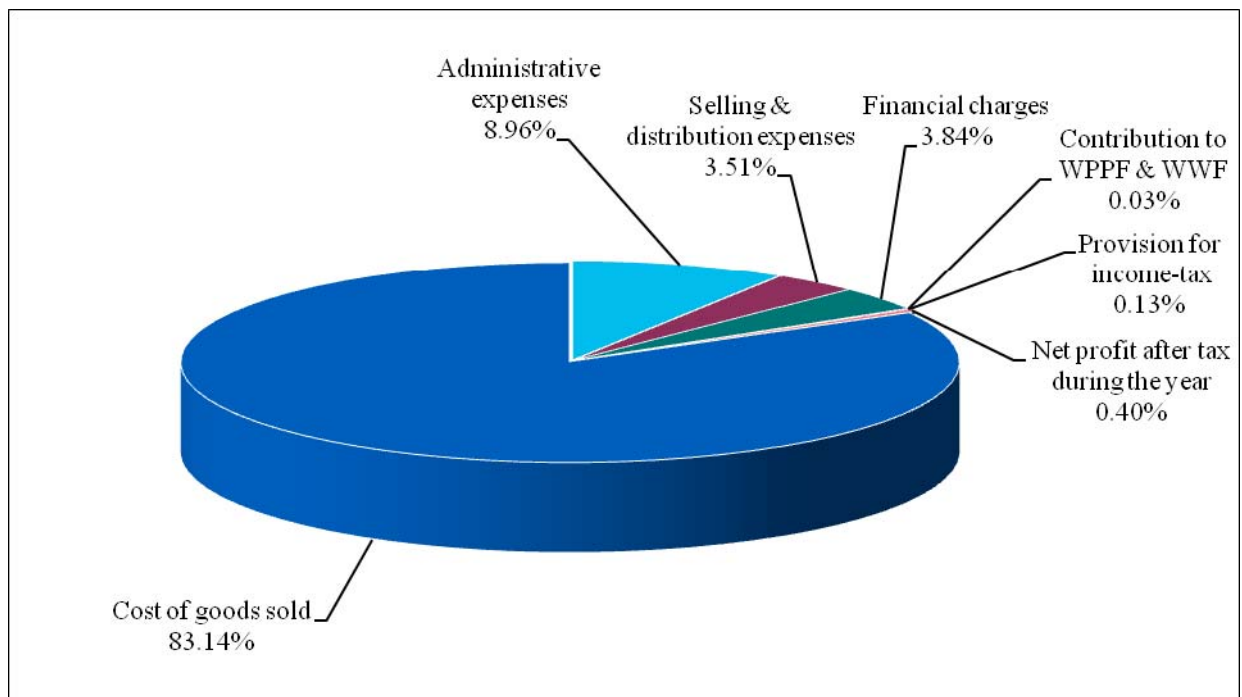
Monno Jute Staflers Ltd.

STATISTICS OF FIVE YEARS NET SALES

(Taka in '000)



Cost & Profit for the year ended on June 30, 2017



CHAIRMAN'S REPORT

Dear shareholders,

We welcome you all. It gives me immense pleasure to share the moments we all had been waiting for. At the same time, on behalf of the Board of Directors of your Company I would like to avail of the opportunity to welcome you all at the thirty-ninth Annual General Meeting of Monno Jute Stafflers Limited and to present to you the Auditor's Report which includes the Audited Financial Statements and the Directors Report for the year ended the 30th June 2017.

TURNOVER

Dear shareholders,

You are aware that due to worldwide economic recession, free and competitive market environment there is no improvement in the business arena around the world. As a consequence, we could not earn more profit during the year under review.

However, we earned a net revenue of Tk.57.67 million during the year against Tk.31.80 million for the period from 1st January 2016 to 30th June 2016 and Tk.76.89 million for the year ended 31st December 2015. We earned net profit before tax of the Company is Tk.0.31 million during the year against Tk.0.29 million for the period from 1st January 2016 to 30th June 2016 and Tk.1.42 million for the year ended 31st December 2015. We earned a net profit after tax of the Company is Tk.0.23 million during the year against Tk.0.22 million from 1st January 2016 to 30th June 2016 and Tk.1.06 million for the year ended 31st December 2015.

সভাপতির প্রতিবেদন

প্রিয় শেয়ারহোল্ডারবৃন্দ,

আপনাদের সকলকে স্বাগত জানাচ্ছি। দীর্ঘ প্রতীক্ষার পর এই মুহুর্তে আপনাদের সঙ্গে একত্রিত হতে পেরে আনন্দবোধ করছি। সেই সাথে আপনাদের কোম্পানীর পরিচালকমন্ডলীর পক্ষ থেকে মুন্স জুট ষ্ট্যাফলার্স লিমিটেডের ৩৯তম বার্ষিক সাধারণ সভায় স্বাগতম এবং ৩০শে জুন ২০১৭ তারিখে সমাপ্ত বছরের নিরীক্ষিত আর্থিক প্রতিবেদন সম্বলিত নিরীক্ষকদের প্রতিবেদন ও পরিচালকবৃন্দের প্রতিবেদন আপনাদের নিকট উপস্থাপন করতে পেরে গর্ববোধ করছি।

বিক্রয়

প্রিয় শেয়ারহোল্ডারবৃন্দ,

আপনারা অবগত আছেন যে বিশ্বব্যাপী অর্থনৈতিক মন্দা, মুক্ত ও প্রতিযোগিতামূলক বাজার পরিবেশে ব্যবসার ক্ষেত্রে বিশ্বব্যাপী কোন অগ্রগতি সাধিত হয়নি। ফলশ্রুতিতে আলোচ্য সময়ে আমরা অধিক মুনাফা অর্জন করতে পারিনি।

যাহোক ২০১৭ সালের ৩০শে জুন পর্যন্ত মোট বিক্রয়ের পরিমাণ দাঁড়িয়েছে ৫৭.৬৭ মিলিয়ন টাকা যা পূর্ববর্তী ১লা জানুয়ারী ২০১৬ থেকে ৩০শে জুন ২০১৬ পর্যন্ত ছিল ৩১.৮০ মিলিয়ন টাকা এবং ৩১শে ডিসেম্বর ২০১৫ পর্যন্ত ছিল ৭৬.৮৯ মিলিয়ন টাকা। ২০১৭ সালের ৩০শে জুন পর্যন্ত করপূর্ব মুনাফা অর্জন হয়েছে ০.৩১ মিলিয়ন টাকা যা পূর্ববর্তী ১লা জানুয়ারী ২০১৬ থেকে ৩০শে জুন ২০১৬ পর্যন্ত ছিল ০.২৯ মিলিয়ন টাকা এবং ৩১শে ডিসেম্বর ২০১৫ পর্যন্ত ছিল ১.৪২ মিলিয়ন টাকা। ২০১৭ সালের ৩০শে জুন পর্যন্ত কর বাদ নীট মুনাফা দাঁড়ায় ০.২৩ মিলিয়ন টাকা যা পূর্ববর্তী ১লা জানুয়ারী ২০১৬ থেকে ৩০শে জুন ২০১৬ পর্যন্ত ছিল ০.২২ মিলিয়ন টাকা এবং ৩১শে ডিসেম্বর ২০১৫ পর্যন্ত ছিল ১.০৬ মিলিয়ন টাকা।

Monno Jute Stafflers Ltd.

DIVIDEND

Maintaining sound liquidity—to finance the proper working capital requirements for smooth and uninterrupted production, to pay timely installments of term loan, to reallocate internal funds for modernization of the factory according to the need of time, to consistently maintain the rate of dividend and to meet any unforeseen circumstances—is the dividend policy of Monno.

Please note that the shares of the Company listed with Dhaka Stock Exchange Limited and the Company's shares of a nominal value of Tk.10.00 was quoted at Tk.520.00 per share on the Dhaka Stock Exchange Limited as on 30th June 2017.

The Board of Directors is always candid about its concern for your interest and it is evident from its activities over the years. After due consideration of liquidity, available surplus, fund needed to meet unforeseen circumstances and to maintain a consistency in the rate of dividend payable to shareholders, the Board of Directors has recommended 15% stock dividend for the year ended on June 30, 2017, which requires your approval. We are confident that you will stand by this decision in the interest of long term prospects of the Company.

Conclusion

Dear shareholders,

Due to global economic recession and its harmful impact on the economy of Bangladesh, new challenges in this free and competitive market environment we could not earn more profit of the Company. With all possible efforts, the efficient and result driven team of Monno Jute Stafflers Limited

লভ্যাংশ

আর্থিক তহবিল তারল্য বজায় রেখে প্রয়োজনীয় চলতি মূলধনের মাধ্যমে স্বচ্ছন্দ ও নিরবচ্ছিন্ন উৎপাদন, যথা সময়ে মেয়াদী ঋণের কিস্তি পরিশোধ, সময়ের চাহিদা অনুযায়ী কারখানা আধুনিকীকরণে অভ্যন্তরীণ তহবিলকে পুনর্বিন্যস্ত করা, লভ্যাংশ প্রদানের হারে সামঞ্জস্যতা বজায় রাখা এবং যে কোন অনাকাঙ্ক্ষিত পরিস্থিতি মোকাবেলা করা মুনু'র লভ্যাংশ প্রদানের নীতি।

এখানে উল্লেখ্য যে কোম্পানীর শেয়ার ঢাকা ষ্টক এক্সচেঞ্জ লিমিটেড-এ তালিকাভুক্ত রয়েছে এবং আপনাদের কোম্পানীর ১০.০০ টাকা মূল্যের প্রতিটি শেয়ার ঢাকা ষ্টক এক্সচেঞ্জ লিমিটেডে ২০১৭ সালের ৩০শে জুন তারিখে ৫২০.০০ টাকায় ক্রয় বিক্রয় হয়েছে।

কোম্পানীর পরিচালনা পর্ষদ আপনাদের স্বার্থ রক্ষায় সর্বদাই আন্তরিক এবং পূর্ববর্তী বছর সমূহের কার্যক্রম তার স্বাক্ষর বহন করে। তহবিল তারল্য, পর্যাপ্ত উদ্ধৃত, অপ্রত্যাশিত পরিস্থিতি মোকাবেলার জন্য প্রয়োজনীয় তহবিলের প্রাপ্যতা এবং শেয়ারহোল্ডারবৃন্দকে লভ্যাংশ প্রদানের ধারাবাহিকতা বজায় রেখে পরিচালনা পর্ষদ ৩০শে জুন ২০১৭ তারিখে সমাপ্ত বছরের জন্য ১৫% স্টক লভ্যাংশ প্রদানের সুপারিশ করেছেন যা আপনাদের অনুমোদনের অপেক্ষায় রয়েছে। কোম্পানীর ভবিষ্যৎ উন্নয়নের কথা বিবেচনা করে আপনারাও এ বিষয়ে একমত হবেন বলে আমাদের বিশ্বাস।

উপসংহার

প্রিয় শেয়ারহোল্ডারবৃন্দ,

বিশ্বব্যাপী অর্থনৈতিক মন্দা এবং বাংলাদেশের অর্থনীতির উপর এর নেতিবাচক প্রভাব এবং মুক্ত ও প্রতিযোগিতামূলক বাজার পরিবেশের কারণে আমরা অধিক মুনাফা অর্জন করতে পারিনি। মুনু জুট ষ্ট্র্যাফলার্স লিমিটেডের দক্ষ ও সাফল্যকামী কর্মীবৃন্দ এই কোম্পানীকে শুধুমাত্র টিকিয়ে রাখার

Monno Jute Stafflers Ltd.

is trying to make this Company not only merely viable but to lead high profitability.

I take this opportunity to express my sincere thanks and gratitude to our business associates, financial Institutions and everyone the Company interacted with, in conducting its business and our regulators as well including Bangladesh Securities and Exchange Commission. Our main strength is our dedicated and sincere human resources. I thankfully acknowledge their contribution to the Company.

Finally, we are very grateful to our shareholders for extending their valuable support and co-operation at all times. Let us pray to Almighty Allah that He may guide us in all our endeavours.

Thanking you everybody.

Sd/- Afroza Khan

Chairman

Dated : 26th October 2017

জন্য নয় বরং উচ্চ মুনাফা অর্জনকারী প্রতিষ্ঠান হিসাবে দাঁড় করানোর জন্য তাঁদের সকল প্রকার আন্তরিক প্রচেষ্টা চালাচ্ছে।

আমাদের ব্যবসায়িক সহযোগী, আর্থিক প্রতিষ্ঠানসমূহ এবং আমাদের ব্যবসায়িক কর্মকাণ্ডের সাথে সংশ্লিষ্ট প্রত্যেককে সহ বাংলাদেশ সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন এবং অন্যান্য নিয়ন্ত্রণকারী কর্তৃপক্ষকে আমার আন্তরিক ধন্যবাদ ও কৃতজ্ঞতা জানাচ্ছি। আমাদের অন্যতম শক্তি হচ্ছে উৎসর্গীকৃত সচেতন ও দায়িত্বসম্পন্ন কর্মীবাহিনী। আমি কৃতজ্ঞতার সাথে তাঁদের অবদানের প্রশংসা করছি।

পরিশেষে, আমরা আমাদের সম্মানিত শেয়ারহোল্ডারবৃন্দের নিকট গভীর কৃতজ্ঞতা জ্ঞাপন করছি তাঁদের সার্বক্ষণিক সক্রিয় সমর্থন এবং সহযোগিতার জন্য। আসুন আমরা সর্বশক্তিমান আল্লাহ তায়লার নিকট প্রার্থনা করি তিনি যেন আমাদের সকল প্রচেষ্টায় সঠিক দিক নির্দেশনা প্রদান করেন।

আপনাদের সকলকে ধন্যবাদ।

স্বাক্ষর/- আফরোজা খান,

সভাপতি

২৬শে অক্টোবর ২০১৭

Monno Jute Stafflers Ltd.

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors have the pleasure in submitting their report and the audited accounts of the Company for the year ended on June 30, 2017 along with the Auditors' Report thereon.

FINANCIAL RESULTS

Particulars	2016-2017	30.06.2016	31.12.2015
Net turnover including other income	57,679,173	31,803,402	76,912,194
Cost and expenses	(57,373,734)	(31508631)	(75,495,839)
Net profit before tax	305,439	294,772	1,416,355
Provision for income-tax	(76,359)	(71,927)	(354,089)
Net profit after tax	229,080	222,845	1,062,266
Add : surplus and adjustment brought forward from previous year	9,526,121	9,703,276	8,641,010
Surplus available for appropriation	9,755,201	9,926,121	9,703,276

APPROPRIATION OF AVAILABLE SURPLUS

To maintain sound liquidity, to finance the proper working capital requirements for smooth and uninterrupted production, to re-allocate internal funds for modernisation of the factory according to the needs of time, to consistently maintain the rate of dividend, and to meet any unforeseen circumstances, to the dividend policy of Monno and as such a conservative dividend policy is extremely necessary. After due consideration of the above factors, the Board recommends 15% stock dividend for the year ended on June 30, 2017 for your approval.

DIRECTORS

A legendary Business Icon & Philanthropist, the Founder Chairman and Director of the Company, Mr. Harunar Rashid Khan died on August 01, 2017 (Inna Lillahi Wa Inna Elaihi Rajiun). We are extremely shocked by his untimely demise which also made us speechless. We pray to Almighty Allah for his departed soul. May the Almighty Allah grant the highest place in Jannatul Ferdous.

Monno Jute Stafflers Ltd.

Mrs. Afroza Khan retires from the Board of Directors by rotation in accordance with the provisions of articles 142 and 143 of the Articles of Association of the Company and, being eligible, offer herself for re-election as per article 144.

APPOINTMENT OF DIRECTORS

As per provisions of the Article 129 The Board of Directors of the Company in its meeting held on the 13th September 2017 appointed Mr. Rasheed Rafiul Islam as Nominee Director nominated by the Monno Welfare Foundation of the Company until the next Annual General Meeting. Accordingly, Mr. Rasheed rafiul Islam is to retire in this meeting and as per provisions of the Articles 142 and 143 of the Articles of Association of the Company and being eligible, offer himself for re-election as per article 144.

AUDITORS

The present Auditors of the Company, Messrs. Shiraz Khan Basak & Co., Chartered Accountants, completed the Audit of the Financial Statement of the Company for the year ended on June 30, 2017 and retire in this meeting and did not apply for re-appointment as Auditors of the Company for the next term.

A shareholder of the Company proposed the name of Messrs. A. Wahab & Co., Chartered Accountants, to be Auditors of the Company and the latter also offered themselves for being appointed as Auditors of the Company for the year ending the 30th June 2018. Accordingly, the matter be placed in this Annual General Meeting for consideration of the shareholders.

Monno Jute Stafflers Ltd.

Brief Resume of the Directors

Directors who seek re-appointed

Mrs. Afroza Khan

Mrs. Afroza Khan, wife of Mr. Moynul Islam & Daughter of Mr. Harunar Rashid Khan & Mrs. Huron Nahar Rashid of House No. 9 (new), Road No. 16 (new), Dhanmondi R/A, Dhaka. She is the Chairman of Monno Jute Stafflers Limited and Managing Director of other concern of Monno Group of Industries. Mrs. Afroza Khan is an Honours Graduate and Masters Degree holder of the University of Dhaka has gathered commendable experience in the field of Industrial and Business management.

Mrs. Afroza Khan travelled most of the countries of the world in connection with international trade and business of the group.

Mr. Rasheed Rafiul Islam

Mr. Rasheed Rafiul Islam, is a Director of the Company, Son of Mr. Moynul Islam & Mrs. Afroza Khan of House No. 9 (new), Road No. 16 (new), Dhanmondi R/A, Dhaka. He is an energetic young man having a Bachelor's degree in International Politics & a Master's degree in Healthcare Management from City University, London, UK. Mr. Rasheed Rafiul Islam is also the Director of Monno Jute Stafflers Limited. Due to his dynamic effort and sincere services in administration and human resource management, the group has received much success and is becoming a five star employer.

Mr. Rasheed Rafiul Islam has travelled throughout Europe & America to meet with international customers and participate in foreign exhibitions.

Monno Jute Stafflers Ltd.

BOARD MEETINGS AND ATTENDANCE :

The number of Board Meetings and the attendance of Directors for the year ended on June 30, 2017 were as follows:-

Name of the Directors	Number of Board Meetings held	Number of Board Meetings attended
Mr. Harunar Rashid Khan Chairman (Died on 01.08.2017)	7	7
Mr. Moynul Islam Vice Chairman	7	7
Mrs. Huron Nahar Rashid Managing Director	7	7
Mrs. Afroza Khan Director	7	7
Mr. Rasheed Mymunul Islam Director	7	7
Dr. Md. Anwar Hossain Independent Director	7	7
Mrs. Minara Hai Independent Director	7	7
Mr. Harunar Rashid Khan Nominee of Monno Welfare Foundation	7	7

AUDIT COMMITTEE

Mrs. Minara Hai	Chairman
Mr. Moynul Islam	Member
Mr. Rasheed Mymunul Islam	Member
Mr. Benoy Paul (Appointment on 11.07.2017)	Member Secretary

Monno Jute Staflers Ltd.

SHAREHOLDING STRUCTURE

Number of shares held by the Directors of the Company, Chief Financial Officer, Company Secretary and Head of Internal Audit and their spouse and children as on June 30, 2017 are as follows :

Name of the Directors	Designation	Number of shares	% of shareholding
Mr. Harunar Rashid Khan (Died on 01.08.2017)	Chairman	8,350	2.09
Mr. Moynul Islam	Vice Chairman	8,150	2.04
Mrs. Huron Nahar Rashid	Managing Director	8,300	2.08
Mrs. Afroza Khan	Director	58,270	14.57
Mr. Rasheed Mymunul Islam	Director	8,100	2.03
Dr. Md. Anwar Hossain	Independent Director	-	-
Mrs. Minara Hai	Independent Director	-	-
Mr. Harunar Rashid Khan Nominee of Monno Welfare Foundation	Nominee Director	136,080	34.02
Chief Financial Officer, Company Secretary and Head of Internal Audit and their spouse and children.	-	-	-

Shareholders holdings ten percent (10%) or more in the Company as on June 30, 2016 is as follows:

Name of shareholder	Number of shares	% of shareholding
Mrs. Afroza Khan	58,270	14.57
Monno Welfare Foundation	136,080	34.02

The Director's also report that

- The Financial Statements of the Company present a true and fair view of Company's state of affairs, result of its operations, cash flows and changes in equity.
- Proper books of accounts as required by law have been maintained.
- Appropriate accounting policies have been followed in formulating the Financial Statements and Accounting estimates were reasonable and prudent.
- The Financial Statements was prepared in accordance with International Accounting Standard (IAS)/BAS/IFRS/BFRS as applicable in Bangladesh.
- The Internal Control System is sound in design and effectively implemented and monitored.
- There are no significant doubts upon the company's ability to continue as a going concern.
- There is no significant deviation from the operating result of last year.
- Bangladesh Securities and Exchange Commission's Corporate Governance Compliance Report is enclosed herewith.

Monno Jute Staflers Ltd.

KEY OPERATING AND FINANCIAL DATA

(Figures in ‘000 taka)

Particulars	2016-2017	30.06.2016	2015	2014	2013	2012
Turnover	57,673	31,798	76,884	72,307	94,374	92,369
Cost of goods sold	47,955	26,703	64,572	60,715	79,246	76,687
Gross profit	9,718	5,096	12,312	11,592	15,128	15,682
Operating expenses	7,189	4,441	10,065	9,484	11,979	11,655
Operating profit	2,529	655	2,247	2,108	3,149	4,027
Finance cost	2,215	351	789	753	756	967
Profit before tax	305	295	1,416	1,373	2,283	2,928
Profit after tax	229	223	1,062	1,012	1,660	2,123
Shareholders equity	20,900	20,670	20,448	19,785	19,173	17,913
Total asset	78,019	41,259	39,958	38,585	42,809	38,904
Total bank borrowings	41,690	4,018	6,577	4,680	2,487	4,873
Total current assets	74,130	36,726	35,066	32,942	39,865	35,534
Total current liabilities	57,119	20,589	19,510	18,800	23,636	20,991

Current ratio (Time)	1.30	2.00	2.05	1.75	1.69	1.69
Shareholders equity per share	52	52	51	49	48	45
Return on paid-up capital	6%	6%	27%	25%	42%	53%
Rate of dividend	15% stock	-	10%	10%	10%	10%
Earning per share	0.57	0.56	2.66	2.53	4.15	5.31
Net asset value per share	52.25	51.68	51.12	49.46	47.93	44.78
Pay out ratio	-		31.06%	39.53%	24.10%	18.83%
Net operating cash flow per share	(96.16)	2.03	7.82	0.67	13.09	(0.97)
Number of shareholders	429	404	428	482	517	366

Monno Jute Staflers Ltd.

Industry outlook and possible future developments in the industry

Monno Jute Staflers Limited is to produce spare parts and accessories of Jute and Textile Mills, which the Company sells in the local and foreign markets. This sector in the country witnessed a moderate growth during the year. The Company could not attained optimum growth during the period. It is expected that the growth trend will be increased under the prevailing market conditions. The growth is expected to the better level in the next year

Segment-wise or product-wise performance

As Monno Jute Staflers Limited produces only spare parts and accessories of Jute and Textile Mills. It is very difficult to separation of Product wise performance reporting. However, details are given in notes 34 of the Annual Report 2016-2017.

Risks and concerns

Company's management perceives investment risks within the national and international economic situation in relation to legal requirements involving intellectual property rights, scientific invention, WTO regulations and monetary & fiscal investment policies and has prepared its production & marketing strategy to meet the challenges from these risks. Besides, the power/gas problem has slightly eased off but more uninterrupted power supply needs to be ensured throughout the year to run the industries efficiently.

Analysis of Cost of Goods sold, Gross Profit Margin and Net Profit Margin

	Amount in Taka		
<u>Particulars</u>	<u>2016-2017</u>	<u>30.06.2016</u>	<u>31.12.2015</u>
Cost of Goods Sold	47,955,331	26,702,777	64,572,384
Gross Profit	9,717,948	5,095,563	12,311,595
Net Profit after Tax for the year	229,080	222,845	1,062,266

The Jute Sector of the country has not made any market progress both at home and in global context As a result, we could not reach the sales target during the year.

Extra-Ordinary gain or loss

During the year there was no realized extra-ordinary gain or loss made by the company.

Related party transactions

During the year there is no related parties transactions in the normal course of business

Utilization of proceeds from public issues and/ or rights issues:

There was no public issues and/or right issue offered during the year.

Financial results after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc.:

Initial Public Offering was made on June 12, 1982. Since then the company is performing well.

Remuneration to directors including independent directors:

The remunerations of Directors have been shown in the note 32.00 of the Annual Report 2016-2017 and Independent Directors have not taken any remunerations/perquisites from the Company during the year.

Monno Jute Staflers Ltd.

Other Information

The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.

Proper books of account of the issuer company have been maintained.

Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.

International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.

The system of internal control is sound in design and has been effectively implemented and monitored.

There are no significant doubts upon the issuer company's ability to continue as a going concern.

Dividend

The Board of Directors has recommended 15% stock dividend for the year ended on June 30, 2017 which is subject to approval by the shareholders in the next annual general meeting. Upon your approval in this General Meeting, the stock dividend will be paid to the Shareholders whose names would appear in the Register of Members/CDS Record on November 16, 2017 at the close of office.

FAIRNESS OF THE ACCOUNTS

As per Companies Act 1994, it is the responsibility of the Directors to prepare financial statements for each year to be presented before the shareholders in the general meeting. The financial statements and other financial information included in this report fairly present in all material respects, the financial conditions, results of operations, cash flow and changes in equity of company as of and for the year ended June 30, 2017.

REPORTING ON THE CORPORATE GOVERNANCE COMPLIANCE

Pursuant to the condition no. 7.00 of the Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 and SEC/CMRRCD/2006-158/147/Admin/48 dated 21 July 2013, we attach the Corporate Governance Compliance Report on compliance with the conditions in prescribed format.

On behalf of the Board of Directors,

Sd/-Afroza Khan,
Chairman

Dated : 26th October 2017.

Monno Jute Staflers Ltd.

AUDIT COMMITTEE REPORT
For the Year 2016-2017

The Audit Committee as a sub-committee of the Board of Directors of the Company and the Audit Committee assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of the affairs of the Company and in assuring a good monitoring system within the business.

Composition of the Audit Committee

In accordance with the requirements of Corporate Governance of BSEC, the Audit Committee of Monno Ceramic Industries Limited consists of the following members :

Sl. No.	N a m e	Status of the Company	Status of the Committee
1.	Mrs. Minara Hai	Independent Director	Chairman
2.	Mr. Moynul Islam	Vice Chairman	Member
3.	Mr. Rasheed Mymunul Islam	Director	Member
4.	Mr. Benoy Paul	Acting Company Secretary	Member Secretary

The scope of Audit Committee was defined as under:

- (a) Review and recommend to the Board to approve the quarterly, half-yearly and annual financial statements prepared for statutory purpose;
- (b) Monitor and oversee choice of accounting policies and principles, internal control risk management process, auditing matter, hiring and performance of external auditors;
- (c) Review statement of significant related party transactions submitted by the management.
- (d) Carry on a supervision role to safeguard the systems of governance and independence of statutory auditors; and
- (e) Review and consider the report of internal auditors and statutory auditors' observations on internal control.

Activities carried out during the year

The Committee reviewed the integrity of the quarterly and annual financial statement and recommended to the Board for consideration. The Committee had overseen, reviewed and approved the procedure and task of the internal audit, financial report preparation and the external audit reports. The Committee found adequate arrangement to present a true and fair view of the activities and the financial status of the company and didn't find any material deviation, discrepancies or any adverse finding/observation in the areas of reporting.

Acknowledgements

The Audit Committee would like to express their thanks to the members of the Board, Managements and the Auditors for their support in carrying out its duties and responsibilities effectively.

Sd/-
Chairman
Audit Committee

Date: October 26, 2017

Monno Jute Stafflers Ltd.

চৌধুরী ভট্টাচার্য এন্ড কোং

CHOWDHURY BHATTACHARJEE & CO.
CHARTERED ACCOUNTANTS

DHAKA OFFICE : 47/8, Indira Road, (Gr. Floor), Dhaka-1215
Ph : 8123236, Fax: 8802-8120178

CTG. OFFICE : 922, Jubilee Road, Ctg.-4000
Ph : 031-614907 (O) 624228 (R)

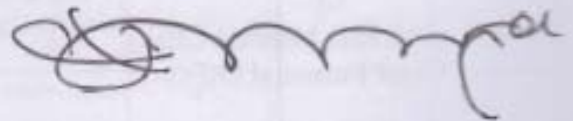
Certificate on Compliance of Conditions of Corporate Governance Guidelines of Bangladesh Securities & Exchange Commission (BSEC) to the Shareholders of Monno Jute Stafflers Ltd.

We have examined the Statement of Compliance to the BSEC guidelines on Corporate Governance by Monno Jute Stafflers Limited for the year ended on June 30, 2017. These guidelines relate to the Notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated 7th August 2012 and SEC/CMRRCD/2006-158/147/Admin/48 dated 21 July, 2013 of Bangladesh Securities and Exchange Commission (BSEC) on Corporate Governance.

Such compliance to the codes of Corporate Governance is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of Corporate Governance. This is a scrutiny and verification only and not an audit or expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations provided to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned guidelines issued by BSEC.

We also state that such compliance is neither an assurance as to the future viability of the Company nor a certification on the efficiency or effectiveness with which the Management has conducted the affairs of the Company.



Dhaka: October 26, 2017



B. K. Bhattacharjee, FCA
Partner
Chowdhury Bhattacharjee & Co.
(CHARTERED ACCOUNTANTS)

Monno Jute Staflers Ltd.

Dated : October 26, 2017

The Board of Directors,
Monno Jute Staflers Limited,
Islampur, Dhamrai,
Dhaka-1350.

Dear Sirs,

Certificate on Compliance with the Condition no. 6 of the Corporate
Governance Guidelines of BSEC for Financial Statements 2016-2017.

This is to certify that :-

- i) We have reviewed the financial statements for the year ended on June 30, 2017 and that to the best of our knowledge and belief :
 - a) These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;
 - b) These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.
- ii) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the period which are fraudulent, illegal or violation of the Company's code of conduct.

Sd/-
(Md. Faiz Mahfuiz Ullah)
Chief Financial Officer

Sd/-
(Huron Nahar Rashid)
Chief Executive Officer

Monno Jute Staflers Ltd.

Corporate Governance Compliance Report

Status of compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 and SEC/CMRRCD/2006-158/147/Admin/48 dated 21 July 2013 issued under section 2CC of the Securities and Exchange Ordinance, 1969 is presented below:

(Report under Condition No. 7.00)

Condition no.	Title	Compliance status (“√” has been put in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1	BOARD OF DIRECTORS			
1.1	Board’s Size : The number of the board members of the company shall not be less than 5 (five) and more than 20 (twenty)	√		
1.2	Independent Directors			
1.2(i)	At least one fifth (1/5) of the total number of directors in the company’s board shall be independent directors.	√		
1.2(ii)	Independent director” means a director :			
1.2(ii)(a)	who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	√		
1.2(ii)(b)	who is not a sponsor of the company and is not connected with the company’s any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company;	√		
1.2(ii)(c)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies;	√		
1.2(ii)(d)	who is not a member, director or officer of any stock exchange;	√		
1.2(ii)(e)	who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market;	√		
1.2(ii)(f)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the company’s statutory audit firm	√		
1.2(ii)(g)	who shall not be an independent director in more than 3 (three) listed companies;	√		
1.2(ii)(h)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI);	√		
1.2(ii)(i)	who has not been convicted for a criminal offence involving moral turpitude.	√		

Monno Jute Staflers Ltd.

Condition no.	Title	Compliance status ("√" has been put in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.2(iii)	the independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	√		
1.2(iv)	the post of independent director(s) can not remain vacant for more than 90 (ninety) days.	None		No vacancy occurred
1.2(v)	the Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	√		
1.2(vi)	the tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	√		
1.3	Qualification of Independent Director (ID)			
1.3(i)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	√		
1.3(ii)	The Independent Director should be a Business Leader/Corporate Leader/ Bureaucrat/ University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management/professional experiences.	√		
1.3(iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.	None		N/A
1.4	Chairman of the Board and Chief Executive Officer			
	The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals. The Chairman of the company shall be elected from among the directors of the company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer.	√		
1.5	The Directors' Report to Shareholders			
	The Directors Report shall include the following additional statements:			
1.5(i)	Industry outlook and possible future developments in the industry.	√		
1.5(ii)	Segment-wise or product-wise performance.	√		
1.5(iii)	Risks and concerns.	√		
1.5(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	√		
1.5(v)	Discussion on continuity of any Extra-Ordinary gain or loss.	√		

Monno Jute Staflers Ltd.

Condition no.	Title	Compliance status ("√" has been put in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.5(vi)	Basis for related party transactions- a statement of all related party transactions should be disclosed in the Annual Report.	√		
1.5(vii)	Basis Utilization of proceeds from public issues, rights issues and/or through any others instruments.	None		N/A
1.5(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc.	None		N/A
1.5(ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.	None		N/A
1.5(x)	Remuneration to directors including independent directors.	√		
1.5(xi)	The financial statements present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	√		
1.5(xii)	Proper books of account have been maintained.	√		
1.5(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	√		
1.5(xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.	√		
1.5(xv)	The system of internal control is sound in design and has been effectively implemented and monitored.	√		
1.5(xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.	√		
1.5(xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.	√		
1.5(xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized.	√		
1.5(xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.			N/A
1.5(xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	√		

Monno Jute Staflers Ltd.

Condition no.	Title	Compliance status (“√” has been put in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.5(xxi)	Pattern of shareholding and name wise details (disclosing aggregate number of shares)			
1.5(xxi)(a)	Parent/Subsidiary/Associated Companies and other related parties	√		
1.5(xxi)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children	√		
1.5(xxi)(c)	Executives	√		
1.5(xxi)(d)	Shareholders holding ten percent (10%) or more voting interest in the company	√		
1.5(xxii)	In case of the appointment/re-appointment of a director of the company, disclose:			
1.5(xxii)(a)	a brief resume of the director;	√		
1.5(xxii)(b)	Nature of his/her expertise in specific functional areas;	√		
1.5(xxii)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the board.	√		
2	Chief Financial Officer (CFO), Head of Internal Audit and Company Secretary (CS):			
2.1	Appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS) and define their respective roles, responsibilities and duties.	√		
2.2	The CFO and the Company Secretary shall attend the meetings of the Board of Directors	√		
3	AUDIT COMMITTEE:			
3(i)	The company shall have an Audit Committee as a sub-committee of the Board of Directors.	√		
3(ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	√		
3(iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing	√		
3.1	Constitution of the Audit Committee			
3.1(i)	The Audit Committee shall be composed of at least 3 (three) members.	√		
3.1(ii)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director.	√		
3.1(iii)	All members of the audit committee should be “financially literate” and at least 1 (one) member shall have accounting or related financial management experience.	√		

Monno Jute Staflers Ltd.

Condition no.	Title	Compliance status ("√" has been put in the appropriate column)		Remarks (if any)
		Complied	Not complied	
3.1(iv)	Expiration of the term of service of Audit Committee members making the number lower than 3 (three) and fill up the vacancy(ies) by the Board not later than 1 (one) month from the date of vacancy(ies)	None		No Vacancy occurred
3.1(v)	The Company Secretary shall act as the Secretary of Audit the Committee.	√		
3.1(vi)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	√		
3.2	Chairman of the Audit Committee			
3.2(i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	√		
3.2(ii)	Chairman of the Audit Committee shall remain present in the Annual General Meeting (AGM).	√		
3.3	Role of Audit Committee			
3.3(i)	Oversee the financial reporting process	√		
3.3(ii)	Monitor choice of accounting policies and principles	√		
3.3(iii)	Monitor Internal Control Risk management process	√		
3.3(iv)	Oversee hiring and performance of external auditors	None		
3.3(v)	Review the annual financial statements before submission to the board for approval	√		
3.3(vi)	Review the quarterly and half yearly financial statements before submission to the board for approval	√		
3.3(vii)	Review the adequacy of internal audit function	√		
3.3(viii)	Review statement of significant related party transactions submitted by the management	√		
3.3(ix)	Review Management Letters/Letter of Internal Control weakness issued by statutory auditors	√		
3.3(x)	When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/ Rights Issue the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/ prospectus.	None		
3.4	Reporting of the Audit Committee			
3.4.1	Reporting to the Board of Directors			
3.4.1(i)	The Audit Committee shall report on its activities to the Board of Directors.	√		
3.4.1(ii)(a)	Report on conflicts of interests	None		
3.4.1(ii)(b)	Suspected or presumed fraud or irregularity or material defect in the internal control system;	None		

Monno Jute Staflers Ltd.

Condition no.	Title	Compliance status ("√" has been put in the appropriate column)		Remarks (if any)
		Complied	Not complied	
3.4.1(ii)(c)	Suspected infringement of laws, including securities related laws, rules and regulations;	None		
3.4.1(ii)(d)	Any other matter which shall be disclosed to the Board of Directors immediately	None		
3.4.2	Reporting to BSEC (If any material impact on the financial condition and results of operation, unreasonably ignored by the management)	None		
3.5	Report to the Shareholders of Audit Committee activities shall be signed by the Chairman of the Audit Committee and disclosed in the Annual Report	√		
4	EXTERNAL/STATUTORY AUDITORS:			
4(i)	Non-engagement in appraisal or valuation services or fairness opinions	√		
4(ii)	Non-engagement in designed and implementation of Financial information systems.	√		
4(iii)	Non-engagement in Book-keeping or other services related to the accounting records or financial statements	√		
4(iv)	Non-engagement in Broker-dealer services	√		
4(v)	Non-engagement in Actuarial services	√		
4(vi)	Non-engagement in Internal audit services	√		
4(vii)	Non-engagement in any other service that the Audit Committee determines	√		
4(viii)	No partner or employees of the external audit firms shall possess any share of the company during the tenure of their assignment	√		
4(ix)	Audit/certification services on compliance of corporate governance.	√		
5	SUBSIDIARY COMPANY:			
5(i)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.	None		
5(ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.	None		
5(iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.	None		
5(iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also	None		
5(v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	None		

Monno Jute Staflers Ltd.

Condition no.	Title	Compliance status (“√” has been put in the appropriate column)		Remarks (if any)
		Complied	Not complied	
6	DUTIES OF CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO):			
	The CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief:	√		
6(i)(a)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	√		
6(i)(b)	these statements together present a true and fair view of the company’s affairs and are in compliance with existing accounting standards and applicable laws.	√		
6(ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company’s code of conduct.	√		
7	REPORTING AND COMPLIANCE OF CORPORATE GOVERNANCE:			
7(i)	The company shall obtain a certificate from a practicing Professional Accountant/Secretary regarding compliance of conditions of Corporate Governance Guidelines of the BSEC and include in the Annual Report.	√		
7(ii)	The directors of the company shall state in the directors' report whether the company has complied with these conditions.	√		

Monno Jute Staflers Ltd.

AUDITOR'S REPORT TO THE SHAREHOLDERS

We have audited the accompanying Statement of Financial Position of **MONNO JUTE STAFLLERS LIMITED** as at June 30, 2017 and the related Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Notes on the Financial Statement for the year then ended.

Management's responsibility for the financial statements:

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994 and other applicable laws and regulations. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expression an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion:

In our opinion, the financial statements prepared in accordance with Bangladesh Accounting Standards (BAS), give a true and fair view of the state of the Company's affairs as of June 30, 2017 and of the results of its operations and its cash flows for the year then ended and comply with the applicable section of the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations.

We report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) In our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) The company's Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash flows dealt with by the report are in agreement with the books of accounts; and
- d) The expenditure incurred was for the purposes of the company's business.

Emphasis of Matter:

In forming our opinion on the financial statements, which is not modified, we considered the matter and the fact that the company has not paid the declared dividend for the year ended on 30 June 2016 of Tk. 400,000 to its shareholders and which has been kept as Dividend Payable as on 30 June 2017. This is a non-compliance of the Section 28(1) of Dhaka Stock Exchange (Listing) Regulations, 2015.

Dated: Dhaka, October 26, 2017

SD/-
(SHIRAZ KHAN BASAK & CO.)
CHARTERED ACCOUNTANTS

Monno Jute Staflers Ltd.

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2017

<u>Particulars</u>	<u>Notes</u>	<u>30.06.2017</u>	<u>30.06.2016</u>
ASSETS			
Non-Current Assets		3,888,996	4,533,128
Property, Plant & Equipment etc.-At cost less depreciation	11.00	3,888,996	4,533,128
Current Assets		74,129,505	36,726,280
Inventories	12.00	31,974,689	6,496,004
Trade & Other Receivables	13.00	23,320,296	11,314,665
Advance, Deposits & Prepayments	14.00	13,218,516	12,444,155
Group Current Account	15.00	1,637,263	1,637,263
Cash & Cash Equivalents	16.00	3,978,741	4,834,193
TOTAL ASSETS	Taka	78,018,501	41,259,408
EQUITY AND LIABILITIES			
Shareholder's Equity		20,899,569	20,670,489
Issued, Subscribed and Paid up Share Capital	17.00	4,000,000	4,000,000
Dividend Equalisation Reserve		2,950,000	2,950,000
General Reserve		3,794,368	3,794,368
Retained Earnings		9,755,201	9,926,121
Dividend Payable		400,000	-
Current Liabilities and Provisions		57,118,932	20,588,919
Short Term Borrowings	18.00	41,690,241	4,018,039
Liabilities for Other Finance	19.00	469,390	3,296,441
Provisions and Others	20.00	8,864,023	7,309,037
Provisions for Income Tax	21.00	5,727,785	5,651,426
Unclaimed Dividend	22.00	367,493	313,976
TOTAL EQUITY AND LIABILITIES	Taka	78,018,501	41,259,408
Net Asset Value Per Share		52.25	51.68

The annexed Notes from 1.00 to 40.00 form an integral part of these financial statements. These financial statements were approved by the Board of Directors on 26-10-2017 and were signed on its behalf by:

SD/-
(BENOY PAUL)
ACTING COMPANY SECRETARY

SD/-
(HURON NAHAR RASHID)
MANAGING DIRECTOR

SD/-
(AFROZA KHAN)
CHAIRMAN

Subject to our separate report
of even date.

Dated: Dhaka, October 26, 2017

SD/-
(SHIRAZ KHAN BASAK & CO.)
CHARTERED ACCOUNTANTS

Monno Jute Staflers Ltd.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2017

Particulars	Notes	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Net Revenue	23.00	57,673,279	31,798,340	76,883,979
Cost of Goods Sold	24.00	(47,955,331)	(26,702,777)	(64,572,384)
Gross Profit		9,717,948	5,095,563	12,311,595
Operating Expenses:		(7,188,785)	(4,440,779)	(10,064,605)
Administrative	25.00	(5,165,906)	(3,004,301)	(6,493,362)
Selling & Distribution	26.00	(2,022,879)	(1,436,478)	(3,571,243)
Profit from Operations		2,529,163	654,784	2,246,990
Financial Charges	27.00	(2,214,641)	(350,589)	(789,443)
Other Income	28.00	5,894	5,062	28,215
Profit before Contribution to WPPF & WWF		320,416	309,258	1,485,762
Contribution to Workers Profit Participation Fund and Workers Welfare Fund	29.00	(14,977)	(14,486)	(69,407)
Net Profit before Tax		305,439	294,772	1,416,355
Provision for Income Tax	30.00	(76,359)	(71,927)	(354,089)
Net Profit after Tax for the period		229,080	222,845	1,062,266
Basic earnings per share		0.57	0.56	2.66
Number of shares used to compute EPS		400,000	400,000	400,000

The annexed Notes from 1.00 to 40.00 form an integral part of these financial statements. These financial statements were approved by the Board of Directors on 26-10-2017 and were signed on its behalf by:

SD/-
(BENOY PAUL)
ACTING COMPANY SECRETARY

SD/-
(HURON NAHAR RASHID)
MANAGING DIRECTOR

SD/-
(AFROZA KHAN)
CHAIRMAN

Subject to our separate report
of even date.

SD/-
(SHIRAZ KHAN BASAK & CO.)
CHARTERED ACCOUNTANTS

Dated: Dhaka, October 26, 2017

Monno Jute Staflers Ltd.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED JUNE 30, 2017

Particulars	Share Capital	Dividend Equalisation Reserve	General Reserve	Retained Earning	Total
Opening Balance July 01, 2016	4,000,000	2,950,000	3,794,368	9,926,121	20,670,489
Dividend Payable	-	-	-	(400,000)	-
Net profit after tax for the year 2016-2017	-	-	-	229,080	229,080
Balance as on 30.06.2017 Taka	4,000,000	2,950,000	3,794,368	9,755,201	20,899,569

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM JANUARY 01, 2016 TO JUNE 30, 2016

Particulars	Share Capital	Dividend Equalisation Reserve	General Reserve	Retained Earning	Total
Opening Balance January 01, 2016	4,000,000	2,950,000	3,794,368	9,703,276	20,447,644
Net profit after tax for the period 2016	-	-	-	222,845	222,845
Balance as on 30.06.2016 Taka	4,000,000	2,950,000	3,794,368	9,926,121	20,670,489

The annexed Notes from 1.00 to 40.00 form an integral part of these financial statements. These financial statements were approved by the Board of Directors on 26-10-2017 and were signed on its behalf by:

SD/-
(BENOY PAUL)
ACTING COMPANY SECRETARY

SD/-
(HURON NAHAR RASHID)
MANAGING DIRECTOR

SD/-
(AFROZA KHAN)
CHAIRMAN

Subject to our separate report
of even date.

Dated: Dhaka, October 26, 2017

SD/-
(SHIRAZ KHAN BASAK & CO.)
CHARTERED ACCOUNTANTS

Monno Jute Stafflers Ltd.

STATEMENT OF CASH FLOW

FOR THE YEAR ENDED JUNE 30, 2017

Particulars	Notes	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Cash Flows from Operating Activities:		(38,462,754	811,018	3,127,207
)		
Cash receipts from Customers & others		45,667,648	34,159,876	75,706,983
Cash paid to suppliers, Employees & others		(81,100,948	(32,218,777	(70,401,020
)))
Interest paid on Short Term Borrowings & Bank Charge		(2,214,641)	(350,589)	(789,443)
Income tax paid/deducted at sources		(814,813)	(779,492)	(1,389,313)
Cash Flows from Investing Activities:		(64,900)	(28,000)	(172,390)
Acquisitions of Property, Plant & Equipment		(64,900)	(28,000)	172,390)
Cash Flows From Financing Activities:		37,672,202	467,096	(686,737)
Short Term Loan (Payment)/Received		37,672,202	467,096	419,366)
Dividend paid		-	-	(267,371)
Increase/(Decrease) in Cash & Cash Equivalents		(855,452)	1,250,114	2,268,080
Cash and Cash Equivalents at Beginning of the year		4,834,193	3,584,078	1,315,998
Cash and Cash Equivalents at closing of the year		3,978,741	4,834,193	3,584,078
Net Operating cash flow per share (NOCFPS)		(96.16)	2.03	7.82
Number of Shares		400,000	400,000	400,000

The annexed Notes from 1.00 to 40.00 form an integral part of these financial statements. These financial statements were approved by the Board of Directors on 26-10-2017 and were signed on its behalf by:

SD/-
(BENOY PAUL)
ACTING COMPANY SECRETARY

SD/-
(HURON NAHAR RASHID)
MANAGING DIRECTOR

SD/-
(AFROZA KHAN)
CHAIRMAN

Subject to our separate report
of even date.

SD/-
(SHIRAZ KHAN BASAK & CO.)
CHARTERED ACCOUNTANTS

Dated: Dhaka, October 26, 2017

Monno Jute Staflers Ltd.

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2017

1.00. Corporate History of the Reporting Entity

Monno Jute Staflers Limited (the “Company”) was incorporated in Bangladesh on 16th June, 1978 as a Public Limited Company under the Companies Act, 1913. The shares of the Company are traded at Dhaka Stock Exchange Limited.

The registered office of the company is situated at Islampur, Dhamrai, Dhaka-1350.

2.00. Corporate Business

The principal objective of the Company is to produce spare parts and accessories of Jute and Textile Mills, which the Company sells in the local and foreign markets.

3.00. Corporate Financial Statements

Financial Statements comprise of the followings:

- a) Statement of Financial Position
- b) Statement of Profit or Loss and Other Comprehensive Income
- c) Statement of Changes in Equity
- d) Statement of Cash Flow
- e) Notes & explanatory materials covering accounting policies.

This is prepared under the historical cost convention and in accordance with the requirements of the Companies Act 1994, the Securities and Exchange Rules 1987, the Listing Regulations of Dhaka Stock Exchange Ltd. and the Bangladesh Accounting Standards (BASs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as well as those standards, disclosures recommended by BASs and as applicable to the company.

The Management is responsible for preparing and presenting the Financial statements including adequate disclosures, who approved and authorised for issue of these financial statements.

4.00. Fundamental Accounting Concepts/Assumption

The Financial statements have been prepared based on Going concern, Consistency, Accrual and such other concepts and conventions as required by BAS-1 for fair presentation of financial statements.

Monno Jute Staflers Ltd.

5.00. Net Profit Before Tax

Net profit before tax for the period were not materially affected by:

- (a) transactions of a nature not usually undertaken by the company;
- (b) circumstances of an exceptional or non-recurring nature;
- (c) charges of credits relating to prior years; and
- (d) changes in accounting policies.

6.00. Reporting Currency and Level of Precision

The Financial statements are presented in Bangladesh currency (Taka), which have been rounded off to the nearest Taka except where indicated otherwise.

7.00. Reporting Period

Financial statements cover one year from 1st July 2016 to 30 June, 2017.

8.00. Comparative Information

Comparative information has been provided as the previous two audited accounts. Which were for the period of 6 months as at June 30, 2016 and 12 months as at December 31, 2015 to where necessary to confirm the presentation in current year.

9.00. Historical Cost Profit and Loss

There was no extraordinary item, hence there was no difference in profit on ordinary activities before taxation and the net profit before tax. In addition, there was no revaluation of fixed assets in previous years and during the year under review. Therefore, there was no factor like the differences between historical cost depreciation and depreciation on revalued amount, realization of revenue surplus on retirement or disposal of assets, etc. Accordingly, no separate note of historical cost profit and loss has been presented.

10.00. Principal Accounting Policies

The specific accounting policies selected and applied by the Company's directors for significant transactions and events that have material effect within the framework of BAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For a proper understanding of the financial statements, these accounting policies are set out below in one place. The recommendation of BAS-1 relating to the format of financial statements were also taken into full consideration for fair presentation.

Monno Jute Staflers Ltd.

10.01. Recognition of Property, Plant & Equipment

These are capitalised at cost of acquisition and subsequently stated at cost less accumulated depreciation. The cost of acquisition comprises purchase price, including import duties and non-refundable Taxes and any directly attributable cost of bringing the assets to its working condition for its intended use. Interest during construction period have been capitalized as required by BAS-23. Expenditure incurred after the assets have been put into operation, Repairs & maintenance is normally charged as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets. During the year there was no such addition of fixed assets.

On retirement or otherwise disposal of fixed assets, the cost and accumulated depreciation are eliminated and any gain or loss on such disposal is reflected in the Statement of Comprehensive Income which is determined with reference to the net book value of assets and the net sales proceeds.

10.02. Depreciation on Property, Plant & Equipment

Fixed assets are valued at cost less accumulated depreciation. Depreciation has been charged on additions from the date when the related assets are put into use. No depreciation has been charged on land and land development during the year. Depreciation on all fixed assets is computed using the Reducing Balance Method.

After considering the useful life of assets as per BAS-16, the annual depreciation rates have been applied as under which is considered reasonable by the management.

Building and other constructions	20%
Plant, machinery and equipment	12% to 25%
Furniture and fixtures	10%
Vehicles	20%
Other assets	10% to 25%

10.03. Impairment of Assets

All fixed assets have been reviewed and it was confirmed that no such fixed assets have been impaired during the period. For this reason no provision has been made for impairment of assets.

10.04. Revenue Recognition

Revenue are recognized when goods are delivered from the Factory Godown and Delivery Challan is issued.

Monno Jute Staflers Ltd.

10.05. Inventories

Inventories comprises of Raw Materials, Work-in-process, Finished goods, Stores & Spares and Materials-in-transit. Raw materials and Stores & Spares have been valued at average cost. Materials-in-transit have been valued at the cost incurred up to the date of Balance Sheet. Work-in-process have been valued at prime cost basis as required by BAS-2 with proportionate addition of Factory Overheads. Finished goods have been valued at the lower of cost and net realizable value.

10.06. Taxation

The Company qualifies as a “Publicly Traded Company” as per Income Tax Ordinance, 1984. The income tax assessment of the company have been completed up to the Accounting year 31.12. 2010 (Assessment year 2011-2012). The details of tax provision for the year is shown in note no.30.

10.07. Cash and Cash Equivalents

Cash in hand and Cash at banks have been considered as cash and cash equivalents for the preparation of these financial statements, which were held and available for use by the Company without any restriction and there was no significant risk of changes in value of these current assets.

10.08. Cash Flow Statement

Cash flow statement is prepared principally in accordance with BAS-7 “Cash Flow Statements” and the cash flows from the operating activities have been presented under direct method as required by the Securities and Exchange rules 1987 and considering the provisions of paragraph-19 of BAS-7 which provides that "Enterprises are Encouraged to Report Cash Flow from Operating Activities using the Direct Method".

10.09. Transactions in Foreign Currencies

Transactions in foreign currencies are converted into Bangladesh Taka at the exchange rate ruling on the dates of transactions and credited to Statement of Comprehensive Income for the year.

10.10. Finance Costs

Finance Cost (Borrowing Costs) incurred during the year was recognised as revenue expenses in accordance with the requirements of BAS 23 “Borrowings Costs”.

10.11. Earning Per Share (EPS)

The company calculates Basic Earnings per share (EPS) in accordance with Bangladesh Accounting Standards (BAS-33). Diluted earning per share is not applicable for the company as it has no such convertible securities.

Monno Jute Staflers Ltd.

FOR THE YEAR ENDED JUNE 30, 2017

11.00. PROPERTY, PLANT & EQUIPMENT: TK. 3,888,996

The movement in property, plant & equipment is as under:

Particulars	Cost				Rate	Depreciation				Written	Written
	Balance as on 01.07.2016	Addition during the period	Adjustment during the period	Balance as on 30.06.2017		Balance as on 01.07.2016	Charged for the period	Adjustment during the period	Balance as on 30.06.2017	down value as on 30.06.2017	down value as on 30.06.2016
Land & Land Development	602,323	-	-	602,323	-	-	-	-	-	602,323	602,323
Building & other Constructions	3,390,743	-	-	3,390,743	20%	3,346,795	8,789	-	3,355,584	35,159	43,948
Plant & Machinery and Equipments	20,706,434	43,500	-	20,749,934	12% - 25%	19,167,859	236,302	-	19,404,161	1,345,773	1,538,575
Furniture & Fixtures	178,377	-	-	178,377	10%	116,900	6,147	-	123,047	55,330	61,477
Vehicles	3,979,000	-	-	3,979,000	20%	1,740,169	447,765	-	2,187,934	1,791,066	2,238,831
Hiace Care	3,384,000	-	-	3,384,000	20%	1,191,168	438,566	-	1,629,734	1,754,266	2,192,832
Other Assets	187,775	21,400	-	209,175	10% - 25%	139,801	10,029	-	149,830	59,345	47,974
Total:	29,044,652	64,900	-	29,109,552	-	24,511,524	709,032	-	25,220,556	3,888,996	4,533,128

Allocation of Depreciation:

		<u>30.06.2017</u>	<u>30.06.2016</u>
Conversion cost	(Note-24.02)	688,987	379,410
Administrative expenses	(Note-25.00)	20,045	7,879
		-----	-----
	Taka	709,032	387,289
		=====	=====

12.00. INVENTORIES: TK. 31,974,689

This is made up as follows:		<u>30.06.2017</u>	<u>30.06.2016</u>
a) Raw materials	(Note-24.01)	7,810,340	2,595,838
b) Finished goods	(Note-24.00)	19,059,817	1,759,476
c) Work-in-process	(Note-24.00)	1,602,188	1,403,404
d) Stores & spares		2,812,711	459,530
e) Materials-in-Transit		689,633	277,756
		-----	-----
	Taka	31,974,689	6,496,004
		=====	=====

Inventories have been valued and certified by the management.

13.00. TRADE & OTHER RECEIVABLES: TK. 23,320,296

The balance is made up as follows:		<u>30.06.2017</u>	<u>30.06.2016</u>
Trade debtors		23,320,296	11,314,665
		-----	-----
	Taka	23,320,296	11,314,665
		=====	=====

Monno Jute Staflers Ltd.

14.00. ADVANCES, DEPOSITS & PREPAYMENTS: TK. 13,218,516

This is made up as follows:		<u>30.06.2017</u>	<u>30.06.2016</u>
-----------------------------	--	--------------------------	--------------------------

i) Advances:	12,852,484	12,019,024
Advance payment of income tax (Note-14.i.a)	12,480,337	11,665,524
Other advance	372,147	353,500
ii) Deposits:	366,032	366,032
Earnest money deposits	2,118	2,118
Security deposits	186,500	186,500
Value added tax	177,414	177,414
iii) Prepaid Insurance	-	59,099
Taka	13,218,516	12,444,155

14.i.a. The advance income tax represents the income tax paid and deducted at source relating to the Accounting Year 2016-2017

15.00. GROUP CURRENT ACCOUNT: TK. 1,637,263

This is made up as follows:	<u>30.06.2017</u>	<u>30.06.2016</u>
a) Monno Bone China Ltd.	2,600,000	2,600,000
b) Monno Ceramic Industries Limited	(962,737)	(962,737)
Taka	1,637,263	1,637,263

16.00. CASH AND CASH EQUIVALENTS: TK. 3,978,741

This is made up as follows:	<u>30.06.2017</u>	<u>30.06.2016</u>
a) Cash in Hand (Note-16.01)	731,888	141,771
b) Cash at Bank (Note-16.02)	3,246,853	4,692,422
Taka	3,978,741	4,834,193

16.01 Cash in Hand: Tk. 731,888

Cash in hand has been certified by the management.

16.02. Cash at Bank: Tk. 3,246,853

This is made up as follows:	<u>30.06.2017</u>	<u>30.06.2016</u>
In Current accounts	2,773,980	4,017,304
In SND account	105,380	100,369
In Dividend account	367,493	574,749
Taka	3,246,853	4,692,422

The above bank balances are in agreement with the bank statements.

Monno Jute Staflers Ltd.

17.00. ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL: TK.4,000,000.

This represents:	<u>30.06.2017</u>	<u>30.06.2016</u>
Authorised Share Capital		
1,000,000 Ordinary shares of Taka 10.00 each	Taka 10,000,000	10,000,000

Issued, Subscribed and Paid up Share Capital:

400,000 Ordinary shares of Taka 10.00 each

paid up in full in cash

Taka

4,000,000

4,000,000

i) Changes in Share Capital:

There is no change in authorised and paid up capital during the year.

ii) The break-up of the share holdings as on 30.06.2017 is given below:

	30.06.2017		30.06.2016	
	No. of shares	%	No. of shares	%
Sponsors & Directors	227,250	56.81	227,250	56.81
Institutions	27,640	6.91	37,480	9.37
Non-resident investors (NRB)	1,800	0.45	-	-
General public	143,310	35.83	135,270	33.82
Total	400,000	100.00	400,000	100.00

ii) The distribution schedule showing the number of shareholders and their shareholdings in percentage as on 30.06.2017 are shown below:

Range of holdings in number of shares	No. of shareholders		No. of shares		Holding %	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016	30.06.2017	30.06.2016
Less than 500	365	345	26,582	35,090	6.64	8.77
500 to 5,000	52	48	60,325	56,976	15.08	14.24
5,001 to 10,000	7	6	64,545	59,386	16.14	14.85
10,001 to 20,000	2	2	33,973	33,973	8.49	8.49
20,001 to 30,000	1	1	20,225	20,225	5.06	5.06
30,001 to 40,000	-	-	-	-	-	-
40,001 to 50,000	-	-	-	-	-	-
50,001 to 100,000	1	1	58,270	58,270	14.57	14.57
100,001 to 1,000,000	1	1	136,080	136,080	34.02	34.02
	429	404	400,000	400,000	100.00	100.00

Market Price:

The shares of the company are listed in the Dhaka Stock Exchange Ltd. and was quoted at Tk. 520 per share as on June 30, 2017.

Monno Jute Staflers Ltd.

18.00. SHORT TERM BORROWINGS: TK. 41,690,241

This is made up as follows:

Islami Bank Bangladesh Ltd.

30.06.2017

41,690,241

30.06.2016

4,018,039

Taka	41,690,241	5,286,916
	=====	=====

The short term borrowings balance represents working capital loans taken from Islami Bank Bangladesh Limited, Manikganj Branch. The loans are secured by the first charge on stock-in-trade and collateral security on the fixed assets of the Company. The rate of interest applicable on the loan is governed by the interest policy of the bank which is subject to change from time to time.

19.00. LIABILITIES FOR OTHER FINANCE: TK. 469,390

This is arrived at as follows:	<u>30.06.2017</u>	<u>30.06.2016</u>
i) Tax Deducted at Source	464,890	3,500
ii) Security Money Deposit	4,500	4,500
iii) Advance against Sales	-	3,288,441
	-----	-----
Taka	469,390	3,296,441
	=====	=====

20.00. PROVISION AND OTHERS: TK. 8,864,023

The balance consists of the following:	<u>30.06.2017</u>	<u>30.06.2016</u>
Provision for Expenses	3,285,656	2,013,523
Creditors for Expenses	3,362,250	4,616,631
Creditors for goods supply	1,057,583	530,481
Provision for Leave Pay & Gratuity	995,156	-
Workers Profit Participation Fund & Workers Welfare Fund	163,378	148,402
	-----	-----
Taka	8,864,023	7,309,037
	=====	=====

21.00. PROVISION FOR INCOME TAX: TK. 5,727,785

This is arrived at as follows:	<u>30.06.2017</u>	<u>30.06.2016</u>
Balance as on 01.07.2016	Taka 5,651,426	5,579,499
Add: Provision for the year 2016-2017	76,359	71,927
	-----	-----
(Assessment year 2017-2018)	Taka 5,727,785	5,651,426
	=====	=====

21.01. The Company has no Tax Liability other than the above including Current year Tax Provision of Tk.76,359 & up to Previous years tax Provision Tk.5,651,426 till date against which there is an advance of Tk.12,480,337 as shown under Advance, Deposit & Prepayments.

Monno Jute Staflers Ltd.

22.00. UNCLAIMED DIVIDEND: TK. 367,493

This is made up as follows:	<u>30.06.2017</u>	<u>30.06.2016</u>
Unclaimed Dividend	367,493	313,976
	-----	-----
Taka	367,493	313,976

23.00. NET REVENUE: TK. 57,673,279

This is made up as follows:

Particulars	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Net Local Revenue	57,673,279	31,406,020	76,883,979
Net export Revenue	-	392,320	-
Total Net Revenue	57,673,279	31,798,340	76,883,979

24.00. COST OF GOODS SOLD: TK. 47,955,331

This is made up as follows:

30.06.2016 **30.06.2015**

Particulars	Notes	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Opening work-in-process	24.01	1,403,404	1,310,560	1,412,166
Raw materials consumed		41,481,270	16,356,190	41,616,129
Other direct materials		1,077,562	658,232	1,012,843
		43,962,236	18,324,982	44,041,138
Add: Conversion cost	24.02	22,895,624	10,454,335	21,345,391
		66,857,860	28,779,317	65,386,529
Closing work-in-process	12.00	(1,602,188)	1,403,404)	(1,310,560)
Cost of production		65,255,672	27,375,913	64,075,969
Opening stock of finished goods		1,759,476	1,086,340	1,582,755
		67,015,148	28,462,253	65,658,724
Closing stock of finished goods	12.00	(19,059,817)	(1,759,476)	(1,086,340)
		47,955,331	26,702,777	64,572,384
Cost of goods sold	Taka			

Monno Jute Staflers Ltd.

24.01. Raw Materials Consumed: Tk. 41,481,270

This is made up as follows:

Particulars	Notes	30.06.2017	01.01.2016 to	31.12.2015
--------------------	--------------	-------------------	--------------------------	-------------------

			30.06.2016	
Opening stock of Raw Materials		2,595,838	1,374,840	1,658,037
Purchase during the year		46,695,772	17,577,188	41,332,932
Closing stock of Raw Materials	12.00	(7,810,340)	(2,595,838)	(1,374,840)
))
Raw materials consumed		41,481,270	16,356,190	41,616,129

24.02. Conversion Cost: Tk. 22,895,624

This consist of as under:

Particulars	Notes	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Salaries and wages		16,937,506	6,906,506	13,938,577
Consumable stores and spares		3,089,236	2,058,261	4,585,491
Insurance		228,063	84,571	366,003
Other direct expenses		359,941	172,664	218,267
Power & Fuel		1,465,290	765,869	1,234,667
Rent, Rates and Taxes		58,800	40,205	33,264
Travelling & conveyance		11,036	10,012	16,431
Entertainment Expenses		44,975	29,037	43,448
Postage, telegram and telephone		11,790	7,800	4,200
Depreciation	11.00	688,987	379,410	905,043
Taka		22,895,624	10,454,335	21,345,391

25.00. ADMINISTRATIVE EXPENSES: TK. 5,165,906

This consist of as follows:

Particulars	Notes	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Salaries and allowances		1,410,399	1,394,575	3,038,792
Repairs & Maintenance		4,302	162,118	459,146
Office & Printing Stationery		77,037	12,514	24,949
Power & Fuel (CNG)		41,949	11,619	23,536
Travelling & conveyance		87,614	12,880	31,540
Postage, telegram and telephone		12,695	8,000	12,800
Entertainment expenses		14,505	4,809	10,155
A.G.M. expenses		19,469	-	4,120
Audit fee		34,500	46,000	46,000

Monno Jute Staflers Ltd.

Particulars	Notes	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Registration, renewal & other fees		338,877	106,148	115,893
Membership fees		5,000	5,000	52,500

Advertisement & publicity		164,522	-	174,433
Directors remuneration	32.00	2,885,000	1,205,000	2,410,000
Depreciation	11.00	20,045	7,879	17,451
Insurance Premium(Motor Car)		49,992	27,759	72,047
Taka		5,165,906	3,004,301	6,493,362

26.00. SELLING & DISTRIBUTION EXPENSES: TK. 2,022,879

This is made up as follows:

Particulars	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Salaries and allowances	1,628,600	857,921	2,151,763
Office stationery	10,521	16,715	100,210
Travelling & conveyance	175,622	90,511	226,384
Postage, telegram and telephone	28,785	15,600	117,800
Entertainment expenses	16,488	9,220	28,865
Delivery Charge	127,783	60,668	100,541
Sample Expenses	35,080	385,843	845,680
Taka	2,022,879	1,436,478	3,571,243

27.00. FINANCIAL CHARGES: TK. 2,214,641

This balance comprises of:

Particulars	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Interest on cash credit account	-	92,330	-
Interest on Secured Loans	2,195,253	243,255	768,875
Bank Charges	19,388	15,004	20,568
	2,214,641	350,589	789,443

28.00. OTHER INCOME: TK. 5,894

This consist of as follows:

Particulars	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Interest on S.T.D. account	5,894	5,062	22,697
Received from CDBL	-	-	5,518
	5,894	5,062	28,215

Monno Jute Staflers Ltd.

29.00. CONTRIBUTION TO WORKERS PROFIT PARTICIPATION FUND & WELFARE FUND: TK. 14,977

This represents 5% of Net profit after charging such contribution and provided as per Labour Act, 2006 and is payable to workers as defined in the said Act.

30.00. PROVISION FOR INCOME TAX: TK. 76,359

As the company is a Publicly Traded Company, the applicable @ 25% on the net profit. The calculation for provision of current tax liability is as follows:

Particulars	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Net Profit for the period	305,439	294,772	1,416,355
Tax Rebate on profit attributable to export	-	(7,062)	-
Net profit after export rebate for the year	305,439	287,710	1,416,355
Tax @25.00%	76,359	71,927	354,089
Income Tax Provision for the period	76,359	71,927	354,089

31.00. EARNINGS PER SHARE (EPS)- BASIC: TK. 0.57

The computation of EPS is given below:

Particulars	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Current year's Earning attributable to the ordinary share	229,080	222,845	1,062,266
Weighted average number of ordinary shares outstanding during the year	400,000	400,000	400,000
Basic Earning Per Share	0.57	0.56	2.66

32.00. PAYMENTS OF REMUNERATION/ PERQUISITIES TO DIRECTORS: TK. 2,885,000

The aggregate amount paid/provided for remuneration/benefit during the year to Directors of the Company as defined in Securities and Exchange Rules 1987 are disclosed below:

Particulars	30.06.2017	01.01.2016 to 30.06.2016	31.12.2015
Director's emolument	2,560,000	750,000	1,500,000
Bonus	325,000	125,000	250,000
Perquisites			
Housing	-	240,000	480,000
Entertainment allowance	-	90,000	180,000
	2,885,000	1,205,000	2,410,000

Monno Jute Staflers Ltd.

Other payments during the year:

No attendance fee for Board Meeting was paid to Directors.

No compensation was allowed by the Company to the Chief Executive Officer of the Company.

No amount of money was spent by the Company for compensating any member of the Board for special service rendered.

33.00. FOREIGN INVESTORS

As on the date of Balance Sheet, there were no foreign investors and therefore no dividend was paid in foreign currency.

34.00. PRODUCTION CAPACITY

A comparative information relates to the actual present Production Capacity in a 2/1 shift basis and actual production is shown as follows:

Particulars	Production Capacity	Production Actual
Staves	35,000 Pcs.	25,320 Pcs.
Card, Gill & Meta Pin	200,000,000 Pcs.	157,895,000 Pcs.
Shuttle Cover	20,000 Pcs.	13,633 Pcs.
Hackle Pin	10,000 Pcs.	2,150 Pcs.
Stricking Needle	600 Pcs.	500 Pcs.
Matallic Stand (Big Size)	1,250 Pcs.	532 Pcs.
Matallic Stand (Small Size)	1,250 Pcs.	200 Pcs.
Faller Bar	1,000 Pcs.	500 Pcs.
Felt Blobs	1,000,000 Pcs.	58,900 Pcs.
Krishna Beater Bar	2,500 Pcs.	1,235 Pcs.
Ushaped pin	3,000 Pcs.	1,450 Pcs.
Spike Latise Bar	1,000 Pcs.	376 Pcs.

The Production Capacity has been achieved during the Year 2016- 2017 as above to meet the demand of the market as well as availability of Raw Materials from the market.

35.00. CAPITAL EXPENDITURE COMMITMENT/CREDIT FACILITY NOT AVAILED

There was no capital expenditure commitment and no credit facilities availed by the company under any contract, other than trade credit available in the ordinary course of business as of 30 June, 2017.

36.00. CONTINGENT ASSETS/LIABILITIES

There was no contingent Assets of the Company as on 30.06.2017. There was no sum for which the company was contingently liable as on 30.06.2017. There was no claim against the company not being acknowledged as debt as on 30.06.2017.

Monno Jute Staflers Ltd.

37.00. MAN POWER

As on 30 June, 2017 the total number of employees working in factory as well as in Head Office of the company was 114 (2016:127) Persons.

38.00. Related Party Transactions:

Parties are considered to be related if one party has the ability to control the other party or exercises significant influence over the other party in making financial and operational

decision and include associated companies with or without common Directors and key management positions. The company has entered into transaction with other related entities in normal course of business that fall within the definition of related party as per Bangladesh Accounting Standard (BAS) 24: " Related Party Disclosures". Transactions with related parties are executed on the same terms, including interest rate and collateral, as those prevailing at the time for comparable transactions with other customers of similar credentials do not involve more than a normal risk.

Details of transactions with related parties and balances with them as at 30 June 2017 as follows:

Name of the related party	Relation ship	Nature of Transaction	Balance as at January 01, 2016	Addition	Adjustment	Balance at Period end receivable/ (payable)
				Taka	Taka	Taka
Monno Bone China Ltd.	Associate Co.	Inter Company Current Account	2,600,000	-	-	2,600,000
Monno Ceramic Inds. Ltd.	Associate Co	Inter Company Current Account	(962,737)	-	-	(962,737)
Monno Power Generation & Distribution Co. Ltd.	Associate Co	Inter Company Current Account	(3,851,449)	(1,465,290)	2,107,040	(3,209,699)

39.00. EVENTS AFTER THE BALANCE SHEET DATE; (BAS # 10)

There is no major event that has occurred subsequent to the Balance Sheet date and affecting the operating results significantly except that the Board in its meeting held on 26.10.2017 recommended 15% stock dividend for the year ended June 30, 2017 which is subject to approval by the shareholders in the next annual general meeting.

40.00. APPROVAL OF THE FINANCIAL STATEMENTS

Approved and authorized for issue by the Board of Directors on 26.10.2017 and signed for an on behalf of the Board.

SD/-
(BENOY PAUL)
ACTING COMPANY SECRETARY

SD/-
(HURON NAHAR RASHID)
MANAGING DIRECTOR

SD/-
(AFROZA KHAN)
CHAIRMAN

Dated: Dhaka, October 26, 2017

Monno Jute Staflers Ltd.

9 Wyre Street, Wari, Dhaka-1203

PROXY FORM

I/We,.....

of

being shareholder(s) of MONNO JUTE STAFLLERS LIMITED, hereby appoint

Mr./Mrs./Miss.....

of.....

as my/our proxy in my/our absence to attend and vote for me/us and on my/our behalf at the thirty-ninth Annual General Meeting of the Company to be held on Thursday the 28th December 2017 at 10.00 a.m. at Registered Office of the Company at Islampur, Dhamrai, Dhaka-1350, and at any adjournment thereof.

Shareholder's Folio/BO No. :

Number of shares held :

Signature of proxy

Signature of witness

Affix
Tk.20.00
revenue
stamps

Signature of shareholder(s)
Date :

FOR OFFICIAL USE

Received in the office on

Signature verified

Authorised Signatory

Note:

The proxy form duly filled in/signed and affixed with revenue stamps of Tk.20.00 must be submitted at the Liaison office of the Company at 9, Wyre Street, Wari, Dhaka-1203 not less than 48 hours before the time fixed for the meeting.

.....
MONNO JUTE STAFLLERS LIMITED

Shareholder's Attendance Slip

I/We,

Folio/BOID holding ordinary shares of Monno Jute Stafllers Limited, am/are recording my/our attendance at the thirty-ninth Annual General Meeting of the Company for the year 2017 on Thursday the 28th December 2017 at 10.00 a. m. at Registered Office of the Company at Islampur, Dhamrai, Dhaka-1350.

Signature of shareholder(s)

Notes: (1) Please present this slip at the Reception Desk.

(2) Shareholders/proxies only are entitled to attend at the Annual General Meeting.