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ANNUAL REPORT

2021



MIR AKHTER HOSSAIN LTD.

Engineers & Builders



MIR AKHTER HOSSAIN LIMITED

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LETTER OF TRANSMITTAL

The Shareholders
Bangladesh Securities and Exchange Commission (BSEC)
Registrar of Joint Stock Companies & Firms (RJSC)
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited

Subject: Annual Report for the year ended 30th June 2021.

Dear Sir/ Madam,

We are pleased to enclose herewith a copy of the Annual Report together with the Audited Financial Statements including Statement of Financial Position as at 30 June 2021, Statement of Profit or Loss and Other Comprehensive Income, Statement of Cash Flows, Statement of Changes in Equity for the year ended on 30 June 2021, and along with notes thereon of Mir Akhter Hossain Limited for your kind information and record.

Thanking you

Sincerely Yours,



Md. Masbaus Sunnah
Company Secretary

Mir Akhter Hossain Limited

Red Crescent Borak Tower,
Level 7-10, 71-72 Old Elephant Road,
Eskaton Garden, Dhaka 1000

Notice of the 41st Annual General Meeting (AGM)

Notice is hereby given to all the Shareholders of Mir Akhter Hossain Limited that the 41st Annual General Meeting (AGM) of the Company will be held on **Thursday, 23 December 2021 at 11:00 A.M. (Dhaka Time)**. The AGM will be held virtually by using digital platform through the link: <https://mirakhter.bdvirtualagm.com> to transact the following businesses:

AGENDA

01. To consider and adopt the Directors' report and the Audited Financial Statements of the Company for the year ended 30 June 2021 together with the auditors' report thereon.
02. To approve dividend for the year ended 30 June, 2021.
03. To elect/re-elect Directors of the Company.
04. To approve appointment and re-appointment of Independent Directors.
05. To appoint the Statutory Auditors of the Company for the year 2021-2022 and to fix their remuneration.
06. To appoint corporate governance compliance auditor for the year 2021-2022 and to fix their remuneration.

By order of the Board

Dhaka
December 02, 2021



Md. Masbaus Sunnah
Company Secretary

Note:

1. The Shareholders whose names appeared in the Member/Depository Register of CDBL as on the "Record Date" i.e. November 17, 2021 will be eligible to attend and vote in the 41st AGM through digital platform and to receive dividend.
2. Pursuant to the BSEC Notification No. BSEC/CMRRC/2006/158/208/Admin/81 dated 20 June 2018; the Company will send the Annual Report 2021 in soft formats to the respective e-mail address of the shareholders available in their BO account maintained with Depository Participants (DP). The soft copy of the Annual Report 2021 will also be available in the Company's website at: www.mirakhter.net

3. A shareholder entitled to attend and vote at the Annual General Meeting may appoint a proxy on his/her behalf. Copy of proxy form duly filled, signed and stamped with a revenue stamp of Tk.20, must be deposited at the registered office of the Company or through e-mail at masbaussunnah@mirakhter.net not later than 48 hours before the meeting.
4. The shareholders can log into the link <https://mirakhter.bdvirtualagm.com> by using their 16-digit Beneficial Owner (BO) A/C number and will be able to submit their questions/ comments and vote electronically 24 hours before commencement of the AGM.
5. **The concerned** Merchant Bank and all depository participants (DPs) are requested to provide the copies of the list of margin clients along with the bank details for entitlements of dividend on or before 23 December 2021 as per the following:
 - i) Hard copy: Registered mail or courier to Share Office:-Red Crescent Borak Tower, Level 7-10, 71-72 Old Elephant Road, Eskaton Garden, Dhaka 1000.
 - ii) Soft copy: - Email to masbaussunnah@mirakhter.net
6. We encourage the Shareholders to login to the system prior to the meeting start time of 11.00 a.m. Bangladesh Standard Time (BST) on December 23, 2021. The Shareholders are requested to take adequate time to login and establish their connectivity. The webcast will start at 11.00 a.m. Bangladesh Standard Time (BST). The Shareholders are requested to contact at +8801678006132 if any technical difficulties in accessing the virtual meeting.

CORPORATE INFORMATION

Name of the Company	: Mir Akhter Hossain Limited
Legal Status	: Mir Akhter Hossain Limited is a Public Limited Company by shares. Initially, Mir Akhter Hossain Limited was established and commenced its operation as partnership firm in 1968. Later on, it was incorporated as a Private Limited Company on July 18, 1980 vide registration no. C – 8196/35 of 1980-81. Subsequently the company was converted into a Public Limited Company on January 10, 2017. On 26 th January 2021 the company was listed with both Dhaka and Chittagong Stock Exchange Limited.
Company registration	: C-8196/35 dated: 18 July, 1980
Corporate Office	: Red Crescent Borak Tower, Level 7-10, 71-72 Old Elephant Road, Eskaton Garden, Dhaka 1000
Nature of Business	: Construction Business
Authorized Capital	: BDT 2,000.00 million
Paid Up Capital	: BDT 1,207.72 million
Date of Approval for IPO	: November 23, 2021
Date of Listing with DSE	: January 26, 2021
Date of Listing with CSE	: January 26, 2021
Principal Bankers	: BRAC Bank Limited, United Commercial Bank Ltd., Dhaka Bank Limited, Shahjalal Islami Bank Limited, Mutual Trust Bank Ltd., Social Islami Bank Ltd. Uttara Bank Limited, Bank Asia Ltd., NRB Commercial Bank Ltd., Midland Bank Ltd. and Modhumati Bank Ltd.
Statutory Auditors	: G. Kibria & Co., Chartered Accountants
Corporate governance compliance auditor	: Shafiq Basak & Co. Chartered Accountants
Tax Consultants	: Kazi Halim and Associates.
Credit Rating Agency	: Credit Rating Information and Services Ltd. (CRISL)
Company's Website	: www.mirakhter.net
E-mail	: info@mirakhter.net , masbaussunnah@mirakhter.net

Brief History of the Company

Mir Akhter Hossain Limited is one of the leading construction companies in Bangladesh. It was established as a partnership firm in 1968 and was incorporated as a private limited company in 1980. Subsequently, the company was converted into a public limited company in 2017 and is the only company of this sector in Bangladesh listed with the Dhaka and the Chittagong Stock Exchanges. It is also certified ISO 14001:2015 and OHSAS 18001:2007



Currently, Mir Akhter Hossain Limited's management is headed by Mir Nasir Hossain, a former president of FBCCI and a leading entrepreneur with an industry experience spanning more than 40 years.

Mir Akhter Hossain Limited continues to hold a unique position in the country's engineering and constructions sector as a well-diversified company with experience and expertise in projects for the constructions of roads, bridges, highways, railway tracks, airports, 5-star luxury hotels, discharge channels, civil structure of power plants, functional buildings, factory buildings and other complex infrastructural projects etc. It is the only company in Bangladesh that has experiences of working in all sectors of the construction industry.

Currently, Mir Akhter Hossain Limited is working on 29 projects and the aggregate value of these on-going projects is around BDT 6,096 crore.

As a leading brand name in the industry, Mir Akhter Hossain Limited has a broad spectrum of capabilities including:

- a highly experienced and professional engineering team,
- tested and strong project management and execution skill set,
- culture of project innovation and adoption of cutting edge technology,
- state-of-the-art equipment portfolio,
- a great track record of contract wins,
- Deep partnerships with international engineering companies.



Mir Akhter Hossain Limited has around 4,500 employees including 500 highly skilled engineers, a culture of key employee retention and low attrition rates, an extensive network in the industry and a strong customer base for contract wins.

Mir Akhter attaches profound importance to its partnerships with multinational enterprises and continues to execute projects of international standard by forming Joint Ventures with internationally reputed construction companies.

The company uses its own sophisticated machineries and automotive technologies in order to complete the construction work more efficiently and effectively. The company continuously adopts new technologies, keeping pace with the changes in market forces. In this regard, the company has invested a large amount of capital to introduce complete sets of advanced technological equipment.

Mir Akhter Hossain Limited continues to innovate, evolve and grow to cater to new customers, sectors and markets, where opportunities for growth exist and challenges abound.

VISION STATEMENT

To become a market leader of the construction industry through participating in infrastructure development of Bangladesh with a view to providing high quality construction to its customers, and at the same time optimizing opportunities for all stakeholders including maximizing value for the shareholders.

MISSION STATEMENT

Mir Akhter Hossain limited is committed to provide quality and superior services through the integration of excellent design solutions, dedication to sustainable and economical capacity, responsible of hiring competent subcontractors and value for safety and customer satisfaction.

PRINCIPLES

Integrity

Expertise

Safety

Professional behavior and competence

BOARD OF DIRECTORS AND MANAGEMENT OF THE COMPANY

Board of Directors

Mrs. Sohela Hossain	Chairman
Mr. Mir Nasir Hossain	Managing Director
Mrs. Mahbuba Nasir	Director
Mr. Shama-e Zaheer	Director and COO
Mr. Md. Farid Uddin	Independent Director
Mr. A.K.M. Faizur Rahman	Independent Director
Prof. Dr. Muhammad Shariat Ullah	Independent Director
Prof. Nausheen Rahman	Independent Director

Audit Committee

Mr. Md. Farid Uddin	Chairman
Independent Director	
Mrs. Mahbuba Nasir	Member
Director	
Mr. A.K.M. Faizur Rahman	Member
Independent Director	
Mr. Md. Masbaus Sunnah	Member Secretary
Company Secretary	

Chief Financial Officer

Mr. Parymal Kumer Sarker

Company Secretary

Mr. Md. Masbaus Sunnah

In remembrance of Mir Zahir Hossain, the late Managing Director of Mir Akhter Hossain Limited



Mir Zahir Hossain (1947-2009)

Mr. Mir Zahir Hossain was born in May, 1947 in Kolkata, India. He spent his childhood in Faridpur, studying in Faridpur Zilla School and subsequently Rajendrapur College. He graduated from the Civil Engineering Department of BUET in 1969.

Mir Zahir Hossain became the Managing Director of Mir Akhter Hossain Limited right after graduation, following the untimely demise of his father, Mr Akeb Hossain, the founder of Mir Akhter. His through knowledge of engineering and sharp business acumen guided Mir Akhter Hossain Limited through challenging projects and saw them to timely completion. He was highly effective in managing projects, resources and personnel-skills that he imbued in the engineers that worked with him. Over the years, Mir Zahir Hossain with his brother , the current Managing Director , Mir Nasir Hossain, grew the company to one of the leading construction companies in Bangladesh.

Mir Zahir Hossain was an active member of BACI (Bangladesh Association of Construction Company) and was the founder president from 1995. He was the secretary General of IFAWPCA (International Federation of Asian and Western Pacific Constructors Association) during his tenure. He was also sponsor director of National Credit and Commerce Bank limited (NCCBL), serving as Chairman of the Board from 1998-2000. Mir Zahir Hosain was a sports enthusiast and enjoyed not only spectating through his life, but also playing cricket, hockey, football and tennis in his early days.

Mir Zahir Hossain untimely passed away in November 2009. He was a family man who was respected by industry and society and had a likeable personality, endeared to all that knew him, including his family, friends, associates and employees. His glorious legacy lives through the continuing achievements of Mir Akhter Hossain Limited led by his capable successors and team.

PROFILE OF THE BOARD OF DIRECTORS



Sohela Hossain Chairperson

Sohela Hossain is the Chairperson of the Board of Directors of Mir Akhter Hossain Limited. She has completed Bachelor of Arts (Hon's) and Master of Arts in Philosophy from University of Dhaka. She is a renowned social worker and an educationist. She is actively involved in cement, telecom, banking, real estate, concrete products, and power generation sector of our country.

She is on the Board of Directors of National Credit and Commerce (NCC) Bank Limited and is the President of, Mir Cement Limited, Mir Real Estate Limited, Mir Concrete Products Limited among other responsibilities.



Mir Nasir Hossain

Managing Director

Mir Nasir Hossain, the Managing Director of Mir Akhter Hossain Limited, is a prominent entrepreneur who has had significant impact in the construction, real estate, ceramic, banking, telecom and information technology sector of our country. He completed Bachelor of Commerce (Hon's) and Master of Commerce in Accounting from the University of Dhaka. He is leading Mir Akhter with an industry experience spanning more than 40 years.

He has led the apex trade organization of the country, Federation of Bangladesh Chambers of Commerce and Industry (FBCCI), as its President. He also held the positions of Senior Vice President of South Asian Association of Regional Co-operation (SAARC) Chamber of Commerce and Industry (SCCI). He is also a Director of Eastern Bank Limited (EBL) and engaged in the management of Mir Ceramic Limited, Mir Telecom Limited, Mir Holdings Limited among others.

He is actively engaged in various social activities, most notable of which is his Life Membership of Bangladesh Red Crescent Society, Bangladesh Diabetic Association. He is working as the President of Faridpur Diabetic Association and the Chairman of the Governing Body of President of Faridpur Diabetic Association Medical College.



Mrs. Mahbuba Nasir

Director

Mahbuba Nasir, wife of Mir Nasir Hossain, is a Director of Mir Akhter Hossain Limited. She has completed Bachelor of Arts (Hon's). She is a leading female entrepreneurs in our country.

She has been recognized as a Commercially Important Person (CIP) by the Ministry of Industries, Bangladesh in 2015 for her contribution towards the economic growth of Bangladesh.

She is also engaged in businesses in ceramic, telecom, real estate and power generation sector of the country.



Shama-e Zaheer

Director & COO

Shama-e Zaheer, Director of Mir Akhter Hossain Limited, is a prominent businessman with diverse range of business interests. He has completed MBA in Finance, from Goizueta Business School, Emory University, Atlanta, Georgia, USA under the prestigious Junior Fulbright Program as well as the Institute of Business Administration (IBA), University of Dhaka.

He is a former Assistant Professor of Institute of Business Administration (IBA), University of Dhaka.

He sits on the Board of a number of companies, whose businesses span from cement, construction, real estate to information technology.



Mr. Md. Farid Uddin

Independent Director

Mr. Md. Farid Uddin was appointed as Independent Director of Mir Akhter Hossain Limited in 2018. He is the chairman of the audit committee of the board.

He has completed Bachelor of Arts (Hon's) in History and Master of Arts in Modern History. Later on, he also completed LLB. He secured first position in Customs and Excise cadre of Bangladesh Civil Service (BCS) exam in 1982.

Before retirement, he served as Member (Grade-I) of National Board of Revenue (NBR). During his illustrious career as a government official, he acted as a Director of Padma Oil Company Limited and Sadharan Bima Corporation.



Mr. A.K.M. Faizur Rahman

Independent Director

A.K.M. Faizur Rahman was appointed as Independent Director of Mir Akhter Hossain Limited in 2018. He attained his Bachelor of Science (B.Sc.) in Civil Engineering from Bangladesh University of Engineering and Technology (BUET). In 1982, he completed Masters in Bridge Engineering from Japan. He is a fellow of Institute of Engineers Bangladesh (IEB). He retired as the Chief Engineer of Roads and Highways Division of Bangladesh.



Prof. Dr. Muhammad Shariat Ullah

Independent Director

A renowned teacher, Prof. Dr. Muhammad Shariat Ullah, did his Ph.D in Economics from Ritsumeikan University, Japan and obtained his BBA degree in Management and MBA in Strategic and International management from University of Dhaka. Currently he is serving as a Professor of Department of Organization Strategy & Leadership in University of Dhaka.

He has 16 years of teaching Experience including 13 years in University of Dhaka.

Mr. Shariat Ullah is a life Member of Bangladesh Society for Total Quality Management.



Prof. Nausheen Rahman

Independent Director

A renowned teacher, Prof. Nausheen Rahman completed her Honors and Masters in Finance from University of Dhaka. After that, she obtained her MBA (Major in Finance) degree from the renowned University of Canberra, Australia. Currently she is serving as a Professor of Finance Department in University of Dhaka.

Pictures of some completed projects:



Project Name:
Mirpur to Airport Flyover Project

Project Name:
THE CONSTRUCTION OF KANCHPUR,
MEGHNA AND GUMTI 2ND BRIDGES AND
REHABILITATION OF EXISTING BRIDGES
(PW-01)



Project Name:
Tongi Flyover with Nehemiah Anchored Earth
Wall

Project Name:
Construction of 810m Long PC Box Girder
Bridge on Saltia Bazar-Hazigonj Bazar-
Dewangonj Bazar Road over the old
Brahmaputra River



Pictures of some completed projects:



Project Name:
Shaheed Buddhijibi (3rd Buriganga) Shetu
under Kuwait Fund

Project Name:
Construction of SASEC 4-LANE ROAD
PROJECT, CONTRACT NO-3, DULLAMARI
ROAD TO TANGAIL (22.4 KM) (ONGOING)



Project Name:
Construction of a New Railway Line from
Majhgram to Dhalarchar via Pabna

Project Name:
Construction, Replacement of Reconstruction
of Bridge at Seventeen (17) Location in
Dhaka Zone through Contract Package No.
EBBIP/Dhaka/CP-01 under Eastern Bangla-
desh Bridge Improvement Project



Pictures of some completed projects:



Project Name:
RRMP-III, Contract # 1 & 4



Project Name:
New Block of Dhaka Sheraton Hotel



Project Name:
Independent University, Bangladesh (IUB)

Pictures of some completed projects:



Project Name:
Residential Tower Building of Police on Turn-
key Basis



Project Name:
Liberation War Museum



MESSAGE FROM THE CHAIRMAN

Bismillahir Rahmanir Rahim

Dear Shareholders,
Assalamu alaikum.

It gives me immense in welcoming you at the 41st Annual General Meeting of Mir Akhter Hossain Limited. I am happy to present before you the annual report of Mir Akhter Hossain Limited along with the audited financial statements and auditor's report thereon for the year ended 30 June, 2021.

I hope all of you are well with your loved ones by the Grace of Almighty Allah. Over the course of the Covid-19 pandemic, we lost many of our loved ones. We extend our heartfelt condolences to the bereaved families and pray for the forgiveness of their souls.

The fiscal year 2020-21 began with a number of challenges brought on about the pandemic and the adverse economic and social impacts of it. During these trying times, Mir Akhter Hossain Limited was able to run the business with a certain level of efficiency and we worked to retain the company's profitability. We undertook a number of precautionary measures to deal with the restrictions in movement and work that was necessitated by the pandemic situation. We built-up inventories of raw materials to cope with the uncertainty in the markets. We also reoriented our project management approach to better deal with the altered circumstances. Our Annual Report presents the outcome of our efforts.

The Management of Mir Akhter Hossain Limited believes that its people are its most valuable asset. Accordingly, the Company continued its programs for development of its human resources, which was the key contributor to Company's success. We value the contributions of our employees to the organization and adopted policies to reward them accordingly.

At Mir Akhter we are working for a better future for our shareholders, stakeholders, employers, employees and society. At this occasion, I would like to thank our employees, without their efforts and commitment, we would not have been able to reach such a strong position in engineering and construction industry in Bangladesh.

I would like to extend my gratitude to the Bangladesh Securities & Exchange Commission, Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited, Registrar of Joint Stock Companies and Firms, National Board of Revenue, Central Depository Bangladesh Limited and our numerous shareholders for their valuable guidance, support and cooperation at the time of our needs.

Our commitment is to attain our cherished mission through execution of prudent business strategies while ensuring our positive communication towards the furtherance of our national economy.

Yours sincerely

Ms. Sohela Hossain
Chairman



MESSAGE FROM THE MANAGING DIRECTOR

Respected Shareholders

It's my privilege and pleasure to welcome all of you to the 41st annual general meeting of Mir Akhter Hossain Limited and I hope you and themembers of your family are healthy and well in this epidemic covid-19. We have lost many of our beloved ones. I convey my heartfelt condolences and pray to the almighty for the salvation of their soul.

Mir Akhter Hossain Limited started its business in 1968 as a partnership firm and subsequently it was converted in private limited company in 1980 and public limited company in 2017. By this time it has become a trusted and leading brand name in the construction industry in Bangladesh and it is the only company of this sector in Bangladesh listed with both the Dhaka and the Chittagong Stock Exchanges in 2021.

Since its inception, the company successfully executed diverse and complex construction projects of international standard including highways and bridges, factory buildings, hotel buildings, auditoriums, academies, food and fertilizer warehouse, flyover, railway tracks, airport etc. to the satisfaction of its clients.

Mir Akhter Hossain Limited is the only construction company in the country that has completed and is actively engaged in all categories projects.

Bangladesh has experienced accelerated development in the past ten years and has reached at new height of an economy. Infrastructural development has been the core ingredient in all of this achievement. But the COVID-19 pandemic severely affected the economy.

Similar to all other organizations, MAHL was also not immune to the impact of Covid-19. There were stoppages of project work and significant delays in the completion of several on-going projects during the current and prior fiscal year. As a result, there was a significant reduction in revenue recognized the company in the prior year. With the partial improvement of the pandemic in the country and vaccination roll-outs, the overall economy has started to recover. This impact can also be seen in the financial performance of the Company with 20% increase in revenue for the company compared to the prior fiscal year. The Company has managed to earn a positive Operating Cash Flow which shows that the overall liquidity position of the Company is sound. The Company is always monitoring the market, industry partners and the overall economy for any potential future impact of the ongoing pandemic.

We are now currently working in 29 projects and value of which amounting to BDT approximately 6,095 crore. In 2020-21 financial years we have won the 8 (eight) new contracts and value of which amounting to BDT approximately 848 crores.

We believe that, as a developing country, Bangladesh is in constant need of implementing infrastructural development projects in all parts of the country. As a leading construction company, we are one of the major players of this sector. Bangladesh Government is relentlessly working to improve the economic growth and we are optimistic that the economy will bounce back to its growth momentum within a short time.

In order to diversify the business and to protect the interest of our valued shareholder, Mir Akhter Hossain Limited invested in Mir Securities Limited to apply for obtaining Trading Right Entitlement Certificate (TREC) from the Bangladesh Securities and Exchange Commission (BSEC) and was awarded. Mir Akhter Hossain Limited holds 99.75% shares in Mir Securities Limited.

We always grateful to the Board of Directors and shareholders for their cooperation and guidelines, especially during this pandemic. We would also like to thank our employers, banks, Joint Venture partners, BSEC, DSE, CSE and other regulatory bodies for their continued support and trust on us.

Finally, my sincere thanks to my colleagues for their dedication and commitment towards the development of the company.

Best wishes

Mir Nasir Hossain
Managing Director

Management's discussion and analysis of the company's position and operations

Honorable Shareholders

It's my privilege and honour to welcome all of you to the 41st annual general meeting of Mir Akhter Hossain Limited and I hope you and your family are staying healthy and doing well.

Background

Mir Akhter Hossain Limited is a leading construction company in Bangladesh whose journey started in 1968 with the aspiration to execute quality construction projects in the country. Subsequently it was converted in private limited company in 1980 and public limited company in 2017. On January 26, 2021 it was listed with both the Dhaka and Chittagong stock exchanges. The organization has grown in tune with the economy of Bangladesh over the years. As a developing economy, the country is in constant need of implementing infrastructural development projects such as roads, bridges and highways in all parts of the country. Mir Akhter has always been present to tap those opportunities and has successfully completed its all projects.

Mir Akhter continues to leverage its broad capacities and strengths derived from its skilled engineers and employees, a culture of key employee retention and low attrition rates, an extensive network in the industry and a strong customer base for contract wins.

Mir Akhter has executed a considerable number of construction projects which has contributed to the infrastructural development of Bangladesh and currently working on 29 projects.

The Company attaches profound importance to the partnerships with multinational Companies and executed several projects of international standard by forming Joint Ventures with Internationally reputed Construction Companies namely Samwhan Corporation of Korea, Seokwang Development Company Limited of Korea, Halla Corporation of Korea, Ranken Railways Construction Group Company Limited of China, Sadeem Al Kuwait for General Trading and Contracting Company of Kuwait, Wuhan Municipal Construction Group of China, Komaihaltec Inc. of Japan, Obayashi corporation, Shimizu corporation, JFE steel corporation, IHI corporation, Taisei corporation and TOA corporation.

Global economy

The global economy was adversely affected by the Covid-19 pandemic. These were brought about by the health, social and disruptions in economic activities. Gradually, the economic recovery is continuing, even as the pandemic resurges. The impacts of COVID-19 are looking more persistent, the near-term adverse impacts are expected to leave lasting impression on medium-term performance. Vaccine access and early policy support are the principal reducers of the gaps as exhibited in economies that have reacted fast, being on the path to earlier recovery or adjustment.

The global economy is projected to grow 5.9 percent in 2021 and 4.9 percent in 2022. The dampened growths for 2021 are part due to supply disruptions, which is additional burden developing countries, largely due to worsening pandemic dynamics. Rapid spread of Delta and the threat of new variants have increased uncertainty about how quickly the pandemic can be overcome. Policy choices have become more difficult, with limited room to maneuver.

Bangladesh economy

Bangladesh has achieved GDP growth at more than 6 percent on an average during the last decade. According to Bangladesh Bureau of Statistics (BBS), the GDP growth in FY 2016-17, FY 2017-18 and FY 2018-19 stood at 7.28 percent, 7.86 percent and 8.15 percent. In FY 2019-20 the GDP growth stood at 3.51 percent. As per provisional estimate of BBS, the GDP growth is 5.47 percent in FY 2020-21 which is

the lowest since FY 2008-09, this situation has been created mainly because of the outbreak of COVID-19 pandemic.

Moreover, it is expected that the investment in the country and GDP growth will be addressed through comprehensive plans and programme under Annual Development Programme (ADP) and Public Private Partnership (PPP). Notably measures in structural development, rapid electrification, energy diversification, and developed communication system and communication technology continue to be undertaken. Bangladesh Government is relentlessly working with new initiatives to attain overall economic growth through encouraging local and foreign investment in private sector, providing facilities and assistance to establish industries and providing administrative coordination and better service to utilize government industries and commercial institutions and unutilized land and establishments into more suitable economic activities.

Business Performance

Similar to all other organizations, MAHL was also not immune to the impact of Covid-19. There were significant delays in the completion of several on-going projects during the current year and prior year. As a result, there was a reduction in revenue recognized for the Company compared to the prior year. With the partial improvement of the pandemic in the country and vaccination roll-outs, the overall economy has started to recover. The Company has managed to earn a positive Operating Cash Flow which shows that the overall liquidity position of the Company is still sound. The Company is always monitoring the market, industry partners and the overall economy for any potential future impact of this pandemic.

Risk and Concern

Detailed of risk and concern has been described in the director's Report in the page no 29.

Accounting Policies and Financial Statements

The Company has prepared financial statements, in conformity with IFRS, which are reflected in the recognition of revenues and expenses, valuation of asset and liabilities and the accompanying disclosures. Meticulous record-keeping, along with tax filing information have been carefully compiled and presented to reflect the true financial condition of the company. Third party data from banks, government entities and insurance agencies have been cross-referred for accuracy of statements. Finally, the accounts have been independently audited by reputed audit firms, prior to presentation to the shareholders.

Changes in accounting policies and estimation

The changes in accounting policies and estimation, if any, have been described in the notes 2.6 of the financial statements

Compilation of financial performance with peer industry

Mir Akhter Hossain Limited is the only Company in the construction sector with Dhaka and Chittagong Stock Exchange Ltd. Therefore, it is not possible to get financial data of other company.

Business strategies and future plans

Mir Akhter's business strategy is to continually upgrade its systems and business processes, and to continuously develop the human capital and governance structures in order to remain a contractor of choice. The company aims to deliver high-end complex projects at an effective cost to the customers with significant added value brought about by process innovation and technology. The company also has strategy to explore new lines of high margin businesses within the construction and engineering sector. Overall the company remains focused on shareholder value creation.

In order to achieve long-term organizational goals, the company focuses on the following attributes –

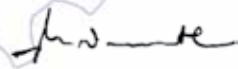
Planning, Bidding / Winning, Mobilization, Sourcing, Execution / Operations, Financing, Co-ordination,

Growth / New venture opportunity.

Mir Akhter believes that, as a developing country, Bangladesh is in constant need of implementing engineering construction and infrastructural development projects such as roads, bridges and highways in all parts of the country. Mir Akhter remains a highly active participant in delivering these projects.

Conclusion

I would like to express my sincere thanks to the members of the Board for their continued support and wise guidance during the year. My sincere thanks to my colleagues for their dedication. I remember and would like to thanks to our joint venture partners, employer including RHD, BBA, LGED, BIWTA, CAAB, CDA, and private sector Organization for their support. My special shanks to our shareholders for your continued trust in Mir Akhter Hossain Ltd.



Mir Nasir Hossain
Managing Director



DIRECTORS' REPORT

Dear Shareholders,

On behalf of the Board of Directors of Mir Akhter Hossain Limited (MAHL), I welcome you all to the 41st Annual General Meeting. It is a pleasure of the directors to present before you the Audited Financial Statements of the Company for the year ended June 30, 2021, Auditors' Report and the Directors' Report thereon along with Company's performance and other matters in terms of Companies Act 1994 and Bangladesh Securities and Exchange Commission Notification No. SEC/ CMRRCD/2006-158/207/Admin/80 dated 3 June 2018, Listing Regulations of DSE and CSE, International Financial Reporting Standards, International Accounting Standards, and other applicable rules and regulations.

Background

Mir Akhter Hossain Limited is a public limited company by shares. Initially, Mir Akhter established its business and commenced its operation as partnership firm in 1968. Later on, it was incorporated as a private limited company on July 18, 1980 vide registration no. C-8196/35 of 1980-81. Subsequently the company was converted into a public Limited Company on January 10, 2017. On 26th January, 2021 the company was listed with both the Dhaka and Chittagong stock exchange limited.

Principal Activities

MIR AKHTER HOSSAIN LIMITED continues to hold a unique place in the country's engineering and constructions sector as a well-diversified and leading company with operations in projects including constructions of roads, bridges, highways, railway tracks, airports, 5-star luxury hotels, discharge channels, civil construction of power plants, functional buildings, factory buildings and complex infrastructural projects. The company is also actively engaged in river dredging, gas pad drilling using high-tech utility rigs, manufacturing of railway sleepers and poles, and soil stabilization.

(i) Industry outlook and possible future developments in the industry

The sector, in which Mir Akhter Hossain Limited operates, continues to be the key focus of government in delivering strategies and outcomes relevant to the development of Bangladesh. This is a sector that is benefiting from an increasing capital allocation from annual development budget of government. The implementation of Annual Development Program (ADP) has grown at an annual rate of 27.20% from BDT 1,55,380 crore in 2019-20 to BDT 1,97,643 crore in 2020-21. The approved budget allocated for Annual Development Program for the FY 2021-22 is BDT 2,25,324 crore. Mir Akhter is a leading company in this sector being amongst the top 3 organizations in terms of capacity.

The high growth in ADP is directly attributable to planned construction of industrial complexes, roads & bridges, power stations and civil infrastructures; which is a prerequisite for achieving the goal of overall national and economic development. Bangladesh's economy has been growing rapidly in real terms during the last decade and in this journey, the construction industry has consistently played a pivotal role. In FY 19-20, the industry stood amongst the top contributors to the GDP of Bangladesh.

In maintaining the country's healthy economic growth, infrastructural development remains a key driver. The impressive trend of both the economy and the construction engineering sector is set to continue because of the government's development focus and future plans. Being one of the pioneers and leading engineering construction companies in Bangladesh, Mir Akhter remains a highly active participant in this sector, fully equipped and ready to capitalize this wide horizon of future opportunities.

Review of Business

MIR AKHTER is currently working on 29 projects. Some of the mentionable projects are –

- Development of Osmani International Airport, Sylhet
- Development of Shah Amanat International Airport, Chattogram
- Site Preparation and Earthworks” for Hazrat Shahjalal International Airport Expansion Project (Sub-contract)
- Construction of 595m PC Box Girder Bridge Over Bakkhali River at Kusturi Ghat under Sadar Upazila of Cox’s Bazar District
- Rehabilitation of Road from Badarkhali Naval Police Station to Yunuskhali including new 680m Kohelia Bridge under Matarbari Ultra Super Critical Coal Fired Power Project
- Improvement of Road from Bangabandhu Bridge (West Side) to Hatikamrul (19.80 km) to a 4-Lane Highway
- Construction of 6 (six) 14-storied residential buildings in block A of Dhaka Elevated Expressway Project
- Improvement of road from Dulla Mari Road to Tangail (22.4 km) from 2-lane to 4-lane including structures
- Construction of 7.35 km Road from Rajghat to Mohoriguna, in Moheshkali Upazila of Cox’s Bazar under Matarbari Ultra Super Critical Coal Fired Power Project (RHD Part)
- Patenga Container Terminal (PCT) Project of Chittagong Port Authority.
- Construction of 595m long PC Box Girder Bridge over Bakkhali River at Kusturi Ghat under Sadar Upazila of Cox’s Bazar District.

(ii) Segment- wise or product wise performance

Segment information is presented in note 31 to the financial statements of this report.

(iii) Risk and concerns

MAHL is exposed to some risks by virtue of its business nature and the industry dynamics. The company reviews the risk aspects regularly which are given below:

a) Project Completion Risk

The successful implementation of the project depends on the ability of the company’s construction of the facilities, weather condition, labor and supply of raw materials within due time. As a leading construction company, Mir Akhter Hossain Limited has a good past track record to complete the project in time.

Mir Akhter is an effective ‘One-stop Construction Management Service Provider’ in the country. Majority of Mir Akhter’s clients are government bodies and renowned corporate entities. Hence, the risk of not getting available funds and infrastructural facilities are very slim for Mir Akhter Hossain Limited. The company also receives fund from bank through work-order financing, by which loans are taken to finance specific construction projects. Besides, the company procures the raw material from various sources and maintains a strong liaison with the suppliers. Weather conditions sometimes affect the business of construction industry. During the rainy season, work is somewhat affected in the overall construction sector but through careful planning Mir Akhter performs a greater portion of work during the dry season to minimize seasonal impact.

b) Market and Technology Related Risk

If there is any reduction of demand for construction services industry, businesses in the construction sector will get affected. The market for construction services is growing rapidly. As the economy is developing, there is an increased demand for major construction projects. Existing construction services businesses will also be affected for any major swing in technology that these businesses use. Although investment in new technology might be costly, new technology may increase efficiency of the work.

c) Credit Risk

All projects of Mir Akhter are backed by contracts and majority of the projects are government projects. The company recognizes revenue based on these contracts. Thus, Mir Akhter does not foresee any significant credit risk.

d) Liquidity Risk

Liquidity risk refers to any company's inability to meet its short term financial demand. If the company fails to generate cash from its short term assets to pay short term liabilities as the payment becomes due, liquidity risk arises. The current ratio of the company is very high which provides evidence of strong liquidity position that should act as a safeguard against any potential liquidity issues.

e) Exchange rate risks

From time to time, Mir Akhter imports various construction materials and capital machineries from foreign countries and makes payments in foreign currency. The company also receives part of its revenue in foreign currency. Hence, there is a natural hedge between this receipt and payment. For last few years the exchange rate between USD and BDT are in a stable condition and Bangladesh's Foreign Exchange Reserve is increasing significantly which is pivotal for this exchange rate stability. However, if the BDT appreciates or depreciates significantly, this will be a nationwide phenomenon experienced by the whole industry.

f) Industry risks

Companies operating in the construction services industry will be affected if there is any adverse change in the industry. As Bangladesh is progressing through phases of economic development, there is an increasing need for construction services. Hence, the management does not foresee any significant industry related risk over the short term period.

g) Potential or existing changes in global or national policies

Any changes in the global and national policy will affect the industry as a whole. Due to significant financial and operational strength of the company, Mir Akhter is in a better position to withstand any adverse changes in global or national policies.

(iv) Discussion on Cost of Goods Sold, Gross Profit Margin and Net Profit Margin

Profit from Operation	2020-2021		2019-2020	
	Amount	Percentage	Amount	Percentage
Turnover	3,242,277,000	100%	2,694,959,701	100%
Cost of execution of contract	2,306,555,858	71.14%	1,928,782,658	71.57%
Gross Profit	935,721,142	28.86%	766,177,043	28.43%
Net Profit for the year	459,446,537	14.17%	375,006,997	13.91%

Cost of execution of contract was Tk. 230.66 crore in the current year compared to Tk. 192.88 crore in previous year. Gross Profit margin was 28.86% in the current year as compared to 28.43% of previous year.

(v) Discussion on continuity of extraordinary gain or loss

Extraordinary gains or losses refer to infrequent and unusual gain or loss and which is not part of the Company's ordinary/day to day operations. No events of extra ordinary gain or loss occurred during the reporting period requiring adjustment or disclosure in the financial statements.

(vi) Related party transactions

Mir Akhter Hossain Limited had to enter into transactions with the related parties as defined in the “Bangladesh Accounting Standards 24: Related Party Disclosures”. Related Party Transactions are disclosed in the note 32 of the notes to the financial statements.

(vii) Utilization of proceeds from Public Issue

Mir Akhter Hossain Limited raised Tk. 1,250 million from the market to expand its business by increasing capacity of construction business through investing in heavy equipment for different projects. The company has planned to procure a dredger, cranes, asphalt plant, concrete batching plant, aggregate processing plant, and build a large-scale warehouse and workshop for equipment maintenance and refurbishment. In the coming days, the company wishes to undertake even larger infrastructure development projects with the expanded capacity. The Company is also planning to repay a portion of its bank loan from the IPO proceeds.

Statement of utilization of IPO proceeds (Up to 30th June 2021)

Purpose Mentioned in the Prospectus	Amount as per prospectus	Total Utilized Amount	Utilized %	Total Un-utilized Amount	Total Un-utilized %
Heavy Equipment	503,000,000	-	0%	503,000,000	100%
Aggregate Processing Plant	127,000,000	-	0%	127,000,000	100%
Asphalt Plant	46,750,000	-	0%	46,750,000	100%
Concrete Batching Plant	37,400,000	-	0%	37,400,000	100%
Warehouse and Workshop	100,850,000	62,500,000	62%	38,350,000	38%
Repayment of Bank Loan	400,000,000	400,000,000	100%	-	0%
Estimated IPO Expenses	35,000,000	35,000,000	100%	-	0%
Total IPO Proceeds	1,250,000,000	497,500,000		752,500,000	

(viii) Explanation if the financial results deteriorate after the Company goes for IPO

Similar to all other organizations, MAHL was also not immune to the impact of Covid-19. There were some delays in the completion of several on-going projects during the current year and prior year. As a result, there was a reduction in revenue recognized by the Company compared to the prior year. With the partial improvement of the pandemic in the country and vaccination roll-outs, the overall economy has started to recover. The Company has managed to earn a positive Operating Cash Flow which shows that the overall liquidity position of the Company is still sound. The Company is always monitoring the market, industry partners and the overall economy for any potential future impact of this pandemic.

(ix) Explanation of significant variance occurs between Quarterly Financial Performance and Annual Financial Statements

There was no event of significant variance between quarterly financial performances and annual financial statements during the year under reporting.

(x) Remuneration paid to Directors including Independent Directors

The information related to Directors remuneration is presented in the note 32 to the financial statements for the year ended June 30, 2021. Independent directors draw only board meeting attendance fees.

(xi) Fairness of Financial Statement

The financial statements together with the notes thereon have been drawn up in conformity with the International Accounting Standards/ Financial Reporting Standards, Companies Act 1994 and Securities and Exchange Rules 1987. These statements present fairly the Company's state of affairs, the results of its operations, cash flow and changes in equity.

Description of subsidiaries and associates

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases

Mir Securities Limited

Mir Securities Limited ('MSL') was incorporated in Bangladesh on 2 March 2021 vide registration # C-169341 /2021 as a private company limited by shares under the Companies Act, 1994. The registered office of the Company is situated at Red Crescent Borak Tower, Level # 7 & 10, 37/3/A, Eskaton Garden, Dhaka. It is a subsidiary Company of Mir Akhter Hossain Ltd that holds 99.75% ownership of the Company.



The main objective of Mir Securities Limited is to act as a member of stock exchanges, the central depository system (CDS) companies and to carry on the business of broker, jobbers or dealers in stocks, shares,

securities, bonds, debentures. The Company is currently in the process of obtaining their stock dealer and stock broker license from Bangladesh Securities and Exchange Commission (BSEC)

(xii) Maintenance of proper books of account

Proper books of account have been maintained by the Company.

(xiii) Adoption of appropriate accounting policies and estimates

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

(xiv) Compliance with Accounting and Financial Reporting Standards

International Accounting Standard (IAS), International Financial Reporting Standard (IFRS) as applicable in Bangladesh have been followed in preparation of the Financial Statements and any departure therefore has been adequately disclosed.

Basis of consolidation

(i) Subsidiaries

The financial statements of subsidiary, Mir Securities Limited ('MSL') has been fully consolidated as Mir Akhter Hossain Limited ('MAHL') directly controls more than 50% of the voting rights of MSL. The accounting policies of MSL have been aligned with the policies adopted by Mir Akhter Hossain Limited.

(ii) Non-controlling interests

Non-controlling interest (NCI) is the equity interest in MSL not attributable to MAHL. NCI is calculated at MSL's proportionate share of identifiable net assets at the date of acquisition as para 19 of IFRS 3: Business combinations.

(iii) Loss of control

When MAHL loses control over its subsidiary, it derecognizes the assets and liabilities of the subsidiary and any related NCI and other components of the equity. Any resulting gain or loss is recognized in the profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

(iv) Intra-group transactions

Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

(v) Soundness of Internal Control System

The company maintains a sound internal control system which gives reasonable assurance against any material misstatement. The internal control system is regularly monitored by the Audit Committee in each meeting and by the company Executive committee on quarterly basis.

(vi) Protection of interest of minority shareholders

The Board of Directors is keenly cognizant of and committed to the protection of interest of minority shareholders. Management has been instructed to take sincere and timely measures to address any valid

grievances raised by the shareholders. Contact numbers with email address of the concerned person have been published on the website of the Company for communication.

(vii) Ability to continue as going concern

The company has adequate resources to continue its operation for the foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the financial statements. The current resources and credit facilities of the company are sufficient to meet the present requirements of its existing business.

(viii) Significant deviations in Operating Results compared to last year

Impact of COVID-19 pandemic has been explained in the Financial Statements under note no. 2.7

(ix) Key operating and financial data of preceding 5 (five) years

Financial Highlights

Particulars	Amount in Taka				
	30 June 2021	30 June 2020	30 June 2019	30 June 2018	30 June 2017
Turnover	3,242,277,000	2,694,959,701	4,267,036,996	3,133,017,235	2,619,127,354
Gross Profit	935,721,142	766,177,043	1,132,227,751	822,095,341	656,438,535
Profit from Operation	737,259,673	621,526,707	886,975,950	588,436,704	459,087,557
Net Profit before tax	311,619,523	243,582,182	522,064,312	418,864,005	312,463,261
Net Profit after Tax	459,446,537	375,006,997	632,493,857	618,773,965	529,125,555
EPS	4.30	3.43	5.79	5.66	4.84
Net assets value per share	50.95	35.21	31.78	25.99	19.34
Net Operating Cash Flow per Share	2.23	0.58	12.88	4.43	2.80

(x) Reasons for not declaring dividend

The board of directors has recommended cash dividend @12.5% i.e. Tk. 1.25 per share of Tk. 10 each for the year ended 30 June, 2021 to the shareholders whose name shall appear on the member's register on the record date.

(xi) No bonus share or stock dividend has been declared or shall be declared as interim dividend

No bonus share or stock dividend has been declared or shall be declared as interim dividend.

(xii) The total Number of Board Meetings held during the year and attendance

4 (Four) nos. of Board of Directors Meeting were held during the year. The attendance record of the directors is as given below:

Name of Directors	Meeting Held During His /Her Duration	Attendance
Mrs. Sohela Hossain	4	4
Mr. Mir Nasir Hossain	4	4
Mrs. Mahbuba Nasir	4	4
Mr. Shama E Zaheer	4	4
Mr. Md. Faid Uddin	4	4
Mr. A.K.M. Faizur Rahamn	4	4
Prof. Dr. Muhammad Shariat Ullah	2	2
Prof. Nausheen Rahman	2	2

(xiii) Shareholding pattern as on June 30, 2021 is shown as below:

	Name of Shareholders	Position	Shares Held	%
a.	Parent/Subsidiary/Associated companies and other related parties			
b.	Directors, Managing Director, Company Secretary, Chief Financial Officer, Head of Internal Audit and Compliance and their Spouse and Minor Children:			
	Mrs. Sohela Hossain	Chairman	15,000,000	12.42%
	Mr. Mir Nasir Hossain	Managing Director	18,000,000	14.90%
	Mrs. Mahbuba Nasir	Director	14,000,000	11.60%
	Mr. Shama E Zaheer	Director	11,667,000	9.66%
	Mr. Md. Faid Uddin	Independent Director	Nil	Nil
	Mr. A.K.M. Faizur Rahamn	Independent Director	Nil	Nil
	Prof. Dr. Muhammad Shariat Ullah	Independent Director	Nil	Nil
	Prof. Nausheen Rahman	Independent Director	Nil	Nil
	Mr. Parymal Kumer Sarker, FCA	Chief Financial Officer	Nil	Nil
	Mr. Md. Masbaus Sunnah	Company Secretary	Nil	Nil
	Mr. Md. Ashraful Islam	Head of Internal Audit	Nil	Nil
c.	Executives	-	Nil	Nil
d.	Shareholders holding 10% or more voting interest in the Company	Mrs. Sohela Hossain	15,000,000	12.42%
e.	Shareholders holding 10% or more voting interest in the Company	Mr. Mir Nasir Hossain	18,000,000	14.90%
f.	Shareholders holding 10% or more voting interest in the Company	Mrs. Mahbuba Nasir	14,000,000	11.60%

xiv) Appointment/ re-appointment of Directors

As per Para 95 of the articles of association of the company the following Directors will retire and being eligible they have offered themselves for re-election. The board recommends their reappointment.

SL. No.	Name of the Directors of the Company
1	Mrs. Mahbuba Nasir
2	Mr. Shama-E Zaheer

The following Independent Directors will be appointed at the annual general meeting:

SL. No.	Name of the Directors of the Company
1	Prof. Dr. Muhammad Shariat Ullah
2	Prof. Nausheen Rahman

The following Independent Directors also will be re-appointed for tenure:

SL. No.	Name of the Directors of the Company
1	Mr. Md. Farid Uddin
2	Mr.A.K.M. Faizur Rahman

The brief profile of Directors and Independent Directors has been given on page 10-17 of the annual report.

xv) Management's discussion and analysis of the company's position and operations

Management's discussion and analysis of the company's position and operations along with a brief discussion of changes in the financial statements signed by the Managing Director has been given in the page number 21-23

xvi) Declaration or certification by the CEO and the CFO to the Board

Declaration or certification by the CEO and the CFO to the Board as required under condition no. 3(3) has been given on page 44.

xvii) Corporate governance compliance report

Mir Akhter Hossain Limited strictly follows the corporate governance guideline and complied with all the requirements of corporate governance notification as issued by the Bangladesh Securities and Exchange Commission dated 3rd June 2018. Corporate governance report has been annexed in this report in page number 43-56.

The Board of Directors has recommended M/S. Shafiq Basak & Co. Chartered Accountants as Corporate governance compliance auditors for the year 2021-22.

External Statutory Auditors

The Board of Directors recommended the M/S.G. Kibria & Co Chartered Accountants as the auditors for the Company for the year 2021-22 subject to approval of the shareholders in the next Annual General Meeting.

Integrity policy

The company has the integrity policy for ensuring principles of fairness & integrity with the clients, consultants, sub-contractors, vendors and suppliers, resisting any/all forms of corruption, strictly adhering to all the prevailing laws of the country and assuring impartial opportunity to its employees, customers, suppliers & community at large.

Quality, environment, health & safety

Presently Mir Akhter Hossain Limited is at the forefront of construction industry of Bangladesh and they aspire to maintain this coveted position by strictly observing the latest construction technology and honestly adhering to their commitment to quality as well as health, safety and environment factors.

The company is committed to continuous improvement of its organizational establishing and following quality objectives and implementing those regularly and effectively at all levels by upgrading all available resources, facilities, technical know-how & training of manpower with the able assistance of its highly skilled technical and professional manpower maintaining quality requirement for specific job.

The company is also committed to comply with the applicable statutory and regulatory requirements. The company is currently complying with all the requirements of ISO 9001:2015, ISO 14001:2015 & OHSMS 45001: 2018. So that, we can assure better quality, environment as well as occupational health and safety to all interested parties nationally and globally.

Acknowledgment

The company and its Board of Directors would like to thank all employees of the company for their contributions, commitment, sincerity and hardworking during this COVID-19 pandemic. During this difficult period they showed their incredible spirit in managing the business.

The Board of Directors would like to extend its foremost regard and appreciation to the valued shareholder and other stakeholder for their continued support, active cooperation, assistance and valuable advice.

We are thankful to the Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE), Registrar of Joint Stock Companies & Firms (RJSC), Central Depository Bangladesh Limited (CDBL), RHD, BBA, LGED, BIWTA, CAAB, CDA, Government and private sector Organization for their co-operation and support.

For and on behalf of the Board of Directors



Mrs. Sohela Hossain

Chairman



5 years financial summary

Comparative analysis of financial performance (stand-alone)

Particulars (Figures in BDT)	For the year ended 30-June-21	For the year ended 30-June-20	For the year ended 30-June-19	For the year ended 30-June-18	For the year ended 30-June-17
Revenue	3,242,277,000	2,694,959,701	4,267,036,996	3,133,017,235	2,619,127,354
Cost of execution of the contract	(2,306,555,858)	(1,928,782,658)	(3,134,809,245)	(2,310,921,894)	(1,962,688,819)
Gross profit	935,721,142	766,177,043	1,132,227,751	822,095,341	656,438,535
General and administration expense	(188,054,895)	(144,650,336)	(245,251,801)	(233,658,637)	(197,350,978)
Profit from operation	747,666,247	621,526,707	886,975,950	588,436,704	459,087,557
Non-operating income	16,382,166	13,328,379	22,599,281	19,392,448	7,935,773
Interest expenses	(425,921,011)	(379,093,795)	(361,407,703)	(168,021,947)	(138,936,906)
Profit before tax and WPPF	338,127,402	255,761,291	548,167,528	439,807,205	328,086,424
Contribution to WPPF	16,101,305	(12,179,109)	(26,103,216)	(20,943,200)	(15,623,163)
Profit before tax from own construction business	322,026,097	243,582,182	522,064,312	418,864,005	312,463,261
Tax expenses					
Current tax	220,057,635	(168,613,886)	(321,559,939)	(236,478,583)	(153,597,453)
Deferred tax	-	-	-	-	-
Profit after tax from own construction business	101,968,462	74,968,296	200,504,373	182,385,422	158,865,808
Profit after tax from Joint Ventures	367,884,649	300,038,702	431,989,484	436,388,543	370,259,747
Total Net Profit after tax for the year	469,853,111	375,006,997	632,493,857	618,773,965	529,125,555

A) The statement of assets and liabilities of the company was as under:

Particulars	30-Jun-21	30-Jun-20	30-Jun-19	30-Jun-18	30-Jun-17
NON-CURRENT ASSETS					
Property, Plant & Equipment	4,075,655,901	3,840,446,370	3,970,622,784	3,480,939,518	2,889,204,001
Investment in Joint Venture	10,403,929,520	10,315,894,731	6,781,866,183	3,724,749,773	2,219,967,020
Investment in Mir Securities Limited	79,800,000				
Investment in Projects	567,826,105	527,926,105	576,288,797	608,748,995	645,184,814
Total Non-Current Assets	15,127,211,526	14,684,267,206	11,328,777,764	7,814,438,286	5,754,355,834

Particulars	30-Jun-21	30-Jun-20	30-Jun-19	30-Jun-18	30-Jun-17
CURRENT ASSETS					
Security Deposit (Retention Money)	806,068,568	732,929,403	784,415,102	702,390,565	630,521,443
Advances and Prepayments	940,641,976	951,889,504	1,088,889,958	729,332,684	275,065,970
Accounts Receivable		-	-	481,917,988	485,917,988
Other Receivable		-	-	39,345,694	-
FDR		-	754,972,500	285,986,539	268,848,784
Advance Income tax net of Tax Provision	49,772,694	48,134,478	48,806,217	51,012,416	52,692,485
Inventories	4,252,811,374	3,525,944,685	2,484,794,553	2,118,474,065	1,743,656,601
Cash and Cash Equivalents	1,554,680,805	476,915,521	497,505,358	411,099,881	627,976,729
Total Current assets	7,603,975,417	5,735,813,591	5,659,383,688	4,819,559,832	4,084,680,001
TOTAL ASSETS	22,731,186,942	20,420,080,797	16,988,161,452	12,633,998,118	9,839,035,835
EQUITY & LIABILITIES					
Shareholders' Equity					
Share Capital	1,207,715,470	1,000,000,000	1,000,000,000	1,000,000,000	20,000,000
Share Premium	1,042,284,530				
Revaluation Reserve	107,539,881	107,539,881	107,539,881	107,539,881	-
Retained earnings	3,208,318,829	2,738,465,717	2,363,458,720	1,730,964,863	2,092,190,898
Total Shareholders' equity	5,565,858,710	3,846,005,599	3,470,998,601	2,838,504,744	2,112,190,898
NON-CURRENT LIABILITIES					
Deferred Tax Liability	3,325,976	3,325,976	3,325,976	3,325,976	-
Long Term Loan	12,131,364,077	13,470,491,349	9,998,318,827	6,602,222,362	4,983,320,765
Total non-current liabilities	12,134,690,053	13,473,817,325	10,001,644,802	6,605,548,338	4,983,320,765
CURRENT LIABILITIES					
Short Term Loan	4,873,468,063	2,612,089,755	2,712,213,393	2,511,704,786	2,276,321,596
Deferred LC	101,927,962	349,455,672	696,166,257	601,231,158	353,158,057
Material Advance		-	-	-	352,377
Mobilization Advance		-	-	-	65,902,216
Liabilities for Expenses	55,242,154	138,712,446	107,138,398	77,009,092	47,789,927
Total Current Liabilities	5,030,638,179	3,100,257,873	3,515,518,048	3,189,945,036	2,743,524,172
Total Liabilities	17,165,328,232	16,574,075,198	13,517,162,850	9,795,493,374	7,726,844,937
TOTAL EQUITY & LIABILITIES	22,731,186,942	20,420,080,797	16,988,161,452	12,633,998,118	9,839,035,835

Comparative analysis of financial performance (consolidated)

Particulars	As at				
	30-Jun-21	30-Jun-20	30-Jun-19	30-Jun-18	30-Jun-17
NON-CURRENT ASSETS					
Property, Plant & Equipment	4,075,655,901	3,840,446,370	3,970,622,784	3,480,939,518	2,889,204,001
Investment in Joint Venture	10,403,929,520	10,315,894,731	6,781,866,183	3,724,749,773	2,219,967,020
Investment in Projects	567,826,105	527,926,105	576,288,797	608,748,995	645,184,814
Total Non-Current Assets	15,047,411,526	14,684,267,206	11,328,777,764	7,814,438,286	5,754,355,834
CURRENT ASSETS					
Security Deposit (Retention Money)	806,068,568	732,929,403	784,415,102	702,390,565	630,521,443
Advances and Prepayments	970,370,307	951,889,504	1,088,889,958	729,332,684	275,065,970
Accounts Receivable	-	-	-	481,917,988	485,917,988
Other Receivable	-	-	-	39,345,694	-
FDR	-	-	754,972,500	285,986,539	268,848,784
Advance Income tax net of Tax Provision	49,772,694	48,134,478	48,806,217	51,012,416	52,692,485
Inventories	4,252,811,374	3,525,944,685	2,484,794,553	2,118,474,065	1,743,656,601
Cash and Cash Equivalents	1,594,580,400	476,915,521	497,505,358	411,099,881	627,976,729
Total Current assets	7,673,603,342	5,735,813,591	5,659,383,688	4,819,559,832	4,084,680,001
TOTAL ASSETS	22,721,014,868	20,420,080,797	16,988,161,452	12,633,998,118	9,839,035,835
EQUITY & LIABILITIES					
Shareholders' Equity					
Share Capital	1,207,715,470	1,000,000,000	1,000,000,000	1,000,000,000	20,000,000
Share premium	1,042,284,530	-	-	-	-
Revaluation Reserve	107,539,881	107,539,881	107,539,881	107,539,881	-
Non Controlling Interest	173,984	-	-	-	-
Retained earnings	3,197,938,271	2,738,465,717	2,363,458,720	1,730,964,863	2,092,190,898
Total Shareholders' equity	5,555,652,136	3,846,005,599	3,470,998,601	2,838,504,744	2,112,190,898
NON-CURRENT LIABILITIES					
Deferred Tax Liability	3,325,976	3,325,976	3,325,976	3,325,976	-
Long Term Loan	12,131,364,077	13,470,491,349	9,998,318,827	6,602,222,362	4,983,320,765
Total non-current liabilities	12,134,690,053	13,473,817,325	10,001,644,802	6,605,548,338	4,983,320,765
CURRENT LIABILITIES					
Short Term Loan	4,873,468,063	2,612,089,755	2,712,213,393	2,511,704,786	2,276,321,596
Deferred LC	101,927,962	349,455,672	696,166,257	601,231,158	353,158,057
Material Advance	-	-	-	-	352,377
Mobilization Advance	-	-	-	-	65,902,216
Liabilities for Expenses	55,276,654	138,712,446	107,138,398	77,009,092	47,789,927
Total Current Liabilities	5,030,672,679	3,100,257,873	3,515,518,048	3,189,945,036	2,743,524,172
Total Liabilities	17,165,362,732	16,574,075,198	13,517,162,850	9,795,493,374	7,726,844,937
TOTAL EQUITY & LIABILITIES	22,721,014,868	20,420,080,797	16,988,161,452	12,633,998,118	9,839,035,835

The statement of operating results of the company is as follow:

Particulars	For the year ended				
	30-Jun-21	30-Jun-20	30-Jun-19	30-Jun-18	30-Jun-17
Revenue	3,242,277,000	2,694,959,701	4,267,036,996	3,133,017,235	2,619,127,354
Cost of Execution of the Contract	(2,306,555,858)	(1,928,782,658)	(3,134,809,245)	(2,310,921,894)	(1,962,688,819)
Gross Profit	935,721,142	766,177,043	1,132,227,751	822,095,341	656,438,535
General and Administration Expense	(198,461,469)	(144,650,336)	(245,251,801)	(233,658,637)	(197,350,978)
Profit from Operation	737,259,673	621,526,707	886,975,950	588,436,704	459,087,557
Non-Operating Income	16,382,166	13,328,379	22,599,281	19,392,448	7,935,773
Financial Expenses	(425,921,011)	(379,093,795)	(361,407,703)	(168,021,947)	(138,936,906)
Profit Before Tax and WPPF	327,720,828	255,761,291	548,167,528	439,807,205	328,086,424
Contribution to WPPF	(16,101,305)	(12,179,109)	(26,103,216)	(20,943,200)	(15,623,163)
Profit Before Tax from own construction business	311,619,523	243,582,182	522,064,312	418,864,005	312,463,261
Tax Expenses					
Current	(220,057,635)	(168,613,886)	(321,559,939)	(236,478,583)	(153,597,453)
Deferred	-	-	-	-	-
Profit after Tax from own construction Business	91,561,888	74,968,296	200,504,373	182,385,422	158,865,808
Profit after Tax from Joint Venture	367,884,649	300,038,702	431,989,484	436,388,543	370,259,747
Total Net Profit after tax for the year	459,446,537	375,006,998	632,493,857	618,773,965	529,125,555
Other Comprehensive Income :	-	-	-	107,539,881	-
Revaluation Reserve	-	-	-	110,865,857	
Less Deferred Tax Liabilities on Revaluation Reserve	-	-	-	(3,325,976)	
Total Comprehensive Income for the Year	459,446,537	375,006,998	632,493,857	726,313,846	529,125,555
Earnings Per Share (Restated for Bonus Issue)	4.21	3.75	6.32	6.19	5.29

Plant, machinery, technology, process, etc.

Mir Akhter Hossain Limited uses sophisticated machineries and automotive technologies in order to complete the construction work more efficiently and effectively.

The following is the category-wise list of major construction machineries and equipment used by Mir Akhter Hossain Limited:

- Excavation and Compaction Equipment
- Crane and other Lifting Equipment
- Concrete Batching Plant and Related Equipment
- Concrete Mixer Machines
- Asphalt Plant and Equipment
- Generators
- Crushing Plants
- Pumps
- Dredger

Our business strategy

Mir Akhter's business strategy is to continually upgrade its systems and business processes, and to continuously develop the human capital and governance structures in order to remain a contractor of choice. The company aims to deliver high-end complex projects at an effective cost to the customers with significant added value brought about by process innovation and technology. The company also has strategy to explore new lines of high margin businesses within the construction and engineering sector. Overall the company remains focused on shareholder value creation.

In order to achieve long-term organizational goals, the company focuses on the following attributes –

Planning

- Mir Akhter undertakes projects based on its capacity, machineries, manpower, project location or geography and volume.
- The company incorporates latest advanced technology into its processes. At present, Mir Akhter is implementing further automation of business processes.

Bidding / Winning

- With meticulous costing, available locally sourced raw materials and structured work-plan, the company bids for or undertakes engineering projects at an effective cost lower than peer group.

Mobilization

- Mir Akhter mobilizes its personnel and equipment according to established work-plans at a faster pace than competitors.
- Through better financial inflow management, the company completes projects with minimum financial cost and overhead expenses.

Sourcing

- Mir Akhter specializes in sourcing quality local materials through effective negotiation and a long-standing reputation of timely payments to suppliers.

Execution / Operations

Mir Akhter's effective execution ability relies on –

- Experienced project managers
- Own state-of-the-art plant and equipment
- Long-term relationship with quality vendors
- Regular project monitoring against S-curves
- Stringent health and safety policy, lowering the possibility and cost of accidental damages.

All these traits of Mir Akhter's execution ability are highly preferred by the local and international employers.

Financing

- Mir Akhter finances the projects at some of the lowest cost of capital in the industry by capitalizing its established relationships with the banks and financial institutions of the country.

Co-ordination

Mir Akhter manages or co-ordinates the projects through the following stages:

- Assign Project Directors (PD) to maintain co-ordination amongst the Head Office, Project Managers and Employers.
- Through this co-ordination, an optimum resource allocation is achieved among all the on-going projects.

Growth / New venture opportunity

Mir Akhter's planned and sustainable growth will be further advanced by its diversification strategy which includes

- Dredging
- Manufacturing of Railway Sleepers
- Manufacturing of Concrete Poles
- Focus on providing a one-stop construction management service beginning from architectural designs to the full construction of the intended structure

Mir Akhter believes that, as a developing country, Bangladesh is in constant need of implementing engineering construction and infrastructural development projects such as roads, bridges and highways in all parts of the country. Mir Akhter remains a highly active participant in delivering these projects.

SWOT Analysis

Strengths:

1. Strategic and proficient management team
2. Highly experienced professional engineering personnel
3. Tested and strong project management and execution skill sets
4. Culture of project innovation and adoption of cutting- edge technology with state-of-the-art equipment portfolio
5. Great track record of contract wins with deep partnership strengths with international engineering companies

Weakness:

1. Requirement to scale up to bid for large construction projects solely

Opportunities:

1. Increasing government preference for local contractors for large scale infrastructural development projects
2. Increasing government focus on Public Private Partnership projects
3. Scope for backward linkages to span the value chain.
4. Advent of new technology to increase efficiency and to lower cost

Threats:

1. Unforeseen increase rise labor and material costs
2. Substantial rise in finance cost

DECLARATION BY MD AND CFO

Date: 28.10.2021

Board of Directors
Mir Akhter Hossain Limited.
Red Crescent Borak Tower,
Level 7-10, 71-72 Old Elephant Road,
Eskaton Garden, Dhaka 1000

Annexure-A [Certificate as per condition No. 1(5)(xxvi)]

Subject: Declaration on Financial Statement for the year ended on 30 June 2021.

Dear Sir

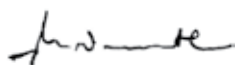
Pursuant to the condition No. 1(5)(xxvi) imposed vide the Commission's Notification No. BSEC/CMRRCD/2006-158/2017/ Admin/80 Dated 03 June 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:

- (1) The Financial Statements of Mir Akhter Hossain Limited for the year ended on 30 June 2021 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;
- (2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- (3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;
- (4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;
- (5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and
- (6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that: --

- (i) We have reviewed the financial statements for the year ended on 30 June 2021 and that to the best of our knowledge and belief:
 - (a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (b) These statements collectively present 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 knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Sincerely Yours,



Mir Nasir Hossain
Managing Director



Parymal Kumer Sarker, FCA
Chief Financial Officer

Annexure-B

[Certificate as per condition No. 1(5)(xxvii)]


শফিক বসাক এন্ড কোং
SHAFIQ BASAK & CO.

CHARTERED ACCOUNTANTS

Partners:

Md. Shafiqul Islam, FCA
 Sampad Kumar Basak, FCA
 Sarwar Mahmood, FCA
 Sheikh Zahidul Islam, MBA, FCA

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 Pho/Fax : 88-02-7192098
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 E-mail : shafiq_basak@yahoo.com
 shafiq@shafiqbasak.com

CERTIFICATE OF COMPLIANCE ON CONDITIONS OF THE CORPORATE GOVERNANCE GUIDELINES TO
THE SHAREHOLDERS OF
MIR AKHTER HOSSAIN LIMITED

[As required under the Bangladesh Securities and Exchange Commission (BSEC)]

We have examined the compliance status to the Corporate Governance Code by **Mir Akhter Hossain Limited** for the year ended on 30 June 2021. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80, dated 3 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code 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 the Corporate Governance Code.

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

- The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above-mentioned Corporate Governance Code issued by the Commission;
- The company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;
- Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and
- The governance of the company is satisfactory.

Place: Dhaka
 November 15, 2021

Md. Shafiqul Islam, FCA
 Enrolment # 595
 Partner
 Shafiq Basak & Co.
 Chartered Accountants



INDEPENDENT MEMBER OF
ABACUS
 WORLDWIDE

DHAKA OFFICE -(2): House - 42 (1st Floor), Road - 01, Block - A, Niketan, Gulshan - 01, Dhaka.
 Phone : 88-02-9859602-3, 01819-285196, E-mail:mahmoods.bd@gmail.com

Annexure-C

[Certificate as per condition No. 1(5)(xxvii)]

Status of Compliance

Status of compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification No. BSEC/CMRRCD/ 2006-158/207/Admin/80, dated 03 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969

(Report under Condition No. 9.00)

Condition No.	Title	Compliance status (Put √ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
	Board of Directors			
1(1)	Board Size: The number of the board member shall not be less than 05 (Five) and more than 20 (Twenty)	√		Board size 8(eight) including 4 independent Directors.
1(2) (a)	At least one fifth (1/5) of the total number of directors in the company's Board shall be independent directors.	√		The company has four independent Director.
	Independent Directors			
1(2)(b)(i)	Independent Director does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up.	√		The Independent Directors have declared their compliances.
1(2)(b)(ii)	Independent Director 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)(b)(iii)	Who has not been an executive of the company in immediately preceding 2 (two) financial years	√		
1(2)(b)(iv)	Does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/ associated companies	√		
1(2)(b)(v)	Who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange?	√		
1(2)(b)(vi)	who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market;	√		
1(2)(b)(vii)	Independent Director is not a partner or an executive or was not a Partner or and executive during the preceding 3(three) years of the concerned company's statutory audit firm	√		
1(2)(b)(viii)	Independent Director shall not be an independent director in more than 5 (Five) listed companies	√		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
1(2)(b)(ix)	Independent Director 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)(b)(x)	Independent Director has not been convicted for a criminal offence involving moral turpitude	✓		
1(2)(c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM);	✓		
1(2)(d)	The post of independent director(s) cannot remain vacant for more than 90(ninety) days	✓		
1(2)(e)	The tenure of office of an independent director shall be for a period of 3(three) years, which may be extended for 1(one) tenure only.	✓		
	Qualification of Independent Director			
1(3)(a)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory and corporate laws and can make meaningful contribution to business.	✓		
1(3)(b)(i)	Business leader who is or was a promoter or director of an unlisted company having minimum paid-up capital of tk 100.00 million or any listed company or a member of any national or international chamber of commerce or business association ; or			Not Applicable
1(3)(b)(ii)	Corporate leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid-up capital of tk. 100.00 million or of a listed company; or			Not Applicable
1(3)(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5 th grade of the national pay scale , who has at list educational background of bachelor degree in economics or commerce or business or law; or	✓		
1(3)(b)(iv)	University Teacher who has educational background in economics or commerce or business studies or law; or	✓		
1(3)(b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost & Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification;	Not Applicable		No such cases.
1(3)(c)	The Independent director shall have a at least 10 (Ten) years of experience in any field mentioned in clause (b);	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
1(3)(d)	In special cases, the above qualification or experiences may be relaxed subject to prior approval of the commission.	Not Applicable		No such situation occurred.
1(4)(a)	The position of the Chairperson of the board and the Managing Director (MD) and/or Chief Executive Officer (CEO) of the company shall be filled by different individuals;	✓		
1(4)(b)	The Managing Director (MD) and /or Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company;	✓		
1(4)(c)	The Chairperson of the board shall be elected from among the non – executive directors of the company;	✓		
1(4)(d)	The board shall clearly define respective roles & responsibilities of the Chairperson and the Managing Director and/ or Chief Executive Officer ;	✓		
1(4)(e)	In the absence of the Chairperson of the board, the remaining members may elect one of themselves from executive directors as Chairperson for that particulars. Boards Meeting; the Reason of absence of the regular Chairperson shall be duly recorded in the minutes.	Not Applicable		No such cases.
	The Directors' Report to Shareholders			
1(5)(i)	An Industry outlook and possible future developments in the industry;	✓		
1(5)(ii)	The segment-wise or product-wise performance ;	✓		
1(5)(iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	✓		
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	✓		
1(5)(vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions;	✓		Related party transactions are disclosed in note no.32 to the financial statements.
1(5)(vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments.	✓		
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.			No financial results have been deteriorated after goes to IPO.
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.	Not Applicable		No significant variance occurred.
1(5)(x)	Remuneration to directors including independent directors	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
1(5)(xi)	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	✓		
1(5)(xii)	Proper books of account of the issuer company 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)	A statement that International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), 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)	A statement that minority shareholders have been protected from abusive actions by , or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress;	✓		
1(5)(xvii)	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)(xviii)	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)(xix)	Key operating and financial data of at least preceding 5(five) years shall be summarized	✓		
1(5)(xx)	If the issuer company has not declared dividend (cash or stock) for the year			The company has declared 12.5 % Cash Dividend.
1(5)(xxi)	Board's statement of the effect that no bonus share or stock dividend has been or shall be or declared as interim dividend;			No interim dividend declared.
1(5)(xxii)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	✓		04 (four) board meeting held during the year and attendance 100% (average).
1(5)(xxiii)(a)	Parent/Subsidiary/Associated Companies and other related parties(name wise details)	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Com- plied	Not com- plied	
1(5)(xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details)	✓		
1(5)(xxiii)(c)	Executives; and	✓		
1(5)(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details)	✓		
1(5)(xxiv)(a)	A brief resume of the director	✓		
1(5)(xxiv)(b)	Nature of his/her expertise in specific functional areas	✓		
1(5)(xxiv)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the board.	✓		
1(5)(xxv)(a)	Accounting Policies and estimation for preparation of financial statements;	✓		
1(5)(xxv)(b)	changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes;			No changes occurred.
1(5)(xxv)(c)	Comparative analysis (Including effects of inflation) of financial performance or results and financial position as well as Cash flows for current financial years with immediate preceding Five years explaining reasons thereof;	✓		
1(5)(xxv)(d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	✓		
1(5)(xxv)(e)	Briefly explain the financial and economic scenario of the country and the globe;	✓		
1(5)(xxv)(f)	Risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company; and	✓		
1(5)(xxv)(g)	Future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e. , actual position shall be explained to the shareholders in the next AGM ;	✓		
1(5)(xxvi)	Declaration or certification by the CEO and the CFO to the board as required under condition no.3(3) shall be disclosed as per annexure –A; and	✓		
1(5)(xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per annexure-B and Annexure – C	✓		
1 (6)	The company shall conduct its board meeting and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this code.	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
1 (7)(a)	The board shall lay down a code of conduct, based on the recommendation of the Nomination & Remuneration committee (NRC) at Condition No-6, For the Chairperson of the board , other board members and chief executive officer of the company;	✓		
1 (7)(b)	The code of conduct as determined by the NRC shall be posted on the website of the company including, among others, prudent conduct and behavior; confidentiality; conflict of interest ; compliance with laws, rules and regulations ; prohibition of insider trading; relationship with environment , employee, customers and suppliers ; and independency.	✓		
	Governance of Board of Directors of Subsidiary Company			
2 (a)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the compositions of the Board of Directors of the subsidiary company	✓		The company has only one subsidiary company.
2 (b)	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	✓		do
2 (c)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company	✓		do
2 (d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also	✓		do
2 (e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company	✓		do
	Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary (CS).			
3(1)(a)	The board shall appoint a Managing Director (MD) or Chief Executive officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and Head of internal Audit and Compliance (HIAC)	✓		
3(1)(b)	The Position of the Managing Director (MD) or Chief Executive officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals'	✓		
3(1)(c)	The MD and CEO , CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time;	✓		
3(1)(d)	The board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS;	✓		
3(1)(e)	The MD or CEO , CS,CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the commission and stocks Exchange(s)	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Com- plied	Not com- plied	
3(2)	The MD or CEO, CS, CFO and HIAC of the company shall attend the meeting of the board. Provided that the CS, CFO and/ or the HIAC shall not attend such part of a meeting of the board which involves consideration of an agenda item relating to their personal matters.	✓		
3(3)(a)(i)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and	✓		
3(3)(a)(ii)	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;	✓		
3(3)(b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transaction entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's board or its members.	✓		
3(3)(c)	The certification of the MD or CEO and CFO shall be disclosed in the annual report.	✓		
	Board of Directors' Committee			
4(i)	Audit Committee ; and	✓		
4(ii)	Nomination and Remuneration committee.	✓		
	Audit Committee			
5(1)(a)	The company shall have an Audit Committee as a sub-committee of the Board	✓		
5(1)(b)	The Audit Committee shall assist the Board 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	✓		
5(1)(c)	The Audit Committee shall be responsible to the Board, the duties of the Audit Committee shall be clearly set forth in writing	✓		
5(2)(a)	The Audit Committee shall be composed of at least 3 (three) members	✓		
5(2)(b)	The Board shall appoint members of the Audit Committee who shall be non-executive directors of the company excepting Chairperson of the Board and shall include at least 1 (one) independent director;	✓		
5(2)(c)	All members of the audit committee should be "financially literate" and at least 1(one) member shall have accounting or related financial management background and 10 (ten) years of such experience.	✓		
5(2)(d)	When the term of service of any committee member expires or there any circumstance causing any committee member to be unable to hold office before expiration of the term of service, thus making the number of the committee members to be lower than the prescribed number of 3 (Three) persons, the board shall appoint the new committee member to fill up the vacancy immediately or not later than 1 (One) month from the date of vacancy in the committee to ensure continuity of the performance of work of the audit committee ;			No such situation occurred.

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
5(2)(e)	The company secretary shall act as the secretary of the Committee	✓		
5(2)(f)	The quorum of the Audit Committee meeting shall not constituted without at least 1(one) independent director	✓		
5(3)(a)	The Board of Directors shall select 1(one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director.	✓		
5(3)(b)	In the absence of the chairpersons of the audit committee, the remaining members may elect on of themselves as chairpersons for that particulars meeting, in that case there shall be no problem of constituting a quorum as required under condition No-5(4)(b) and the reason of absence the regular chairperson shall be duly recorded in the minutes.	Not applicable		No such situation occurred.
5(3)(c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting (AGM)	✓		
5(4)(a)	The Audit committee shall conduct at least its four meetings in a financial year	✓		
5(4)(b)	The quorum of the meeting of the audit committee shall be constituted in presence of either two members or two-third of the members of the audit committee, whichever is higher, where presence of an independent director is a must.	✓		
5(5)(a)	Oversee the Financial reporting process	✓		
5(5)(b)	Monitor choice of accounting policies and principles	✓		
5(5)(c)	Monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the internal audit and compliance plan and review of the internal audit and compliance report;	✓		
5(5)(d)	Oversee hiring and performance of external auditors	✓		
5(5)(e)	Hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the board for approval or adoption.	✓		
5(5)(f)	Review along with the management, the annual financial statements before submission to the board for approval	✓		
5(5)(g)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval	✓		
5(5)(h)	Review the adequacy of internal audit function	✓		
5(5)(i)	Review the Management's Discussion and Analysis before disclosing in the Annual Report;	✓		
5(5)(j)	Review statement of all related party transactions submitted by the management	✓		
5(5)(k)	Review Management Letters/Letter of Internal Control weakness issued by statutory auditors.	✓		
5(5)(l)	Oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors; and	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
5(5)(m)	Oversee whether the proceeds raised through Initial Public Offering (IPO) or Repeat Public Offering (RPO) or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission;	✓		
5(6)(a)(i)	The Audit Committee shall report on its activities to the Board.	✓		
5(6)(a)(ii)(a)	Report on conflicts of interests;	✓		
5(6)(a)(ii)(b)	Suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements;	Not Applicable		No such situation occurred.
5(6)(a)(ii)(c)	Suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations; and	Not Applicable		No such situation occurred.
5(6)(a)(ii)(d)	Any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately;	✓		
5(6)(b)	Reporting to the Authorities :If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of 6 (six) months from the date of first reporting to the Board, whichever is earlier.	Not Applicable		No such situation occurred.
5(7)	Reporting to the Shareholders and General Investors: Report on activities carried out by the Audit Committee, including any report made to the Board under condition No. 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer company.	Not Applicable		No such situation occurred.
Nomination and Remuneration Committee (NRC)				
6(1)(a)	The company shall have a Nomination and Remuneration Committee (NRC) as a sub-committee of the Board;	✓		
6(1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	✓		
6(1)(c)	The Terms of Reference (TOR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5) (b).	✓		
6(2)(a)	The Committee shall comprise of at least three members including an independent director;	✓		
6(2)(b)	All members of the Committee shall be non-executive directors;	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board;	✓		
6(2)(d)	The Board shall have authority to remove and appoint any member of the Committee;	✓		
6(2)(e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee;	N/A		No such occurrence happened.
6(2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee;	✓		
6(2)(g)	The company secretary shall act as the secretary of the Committee;	✓		
6(2)(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;	✓		
6(2)(i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company.	✓		
6(3)(a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director;	✓		
6(3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;	Not applicable		No such situation occurred.
6(3)(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders: Provided that in absence of Chairperson of the NRC, any other member from the NRC shall be selected to be present in the annual general meeting (AGM) for answering the shareholder's queries and reason for absence of the Chairperson of the NRC shall be recorded in the minutes of the AGM.	✓		
6(4)(a)	The NRC shall conduct at least one meeting in a financial year;	✓		
6(4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;	✓		
6(4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h);	✓		
6(4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders;	✓		
6(5)(b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;	✓		
6(5)(b)(i)(b)	The relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and	✓		
6(5)(b)(i)(c)	Remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;	✓		
6(5)(b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality;	✓		
6(5)(b)(iii)	Identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;	✓		
6(5)(b)(iv)	Formulating the criteria for evaluation of performance of independent directors and the Board;	✓		
6(5)(b)(v)	Identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria; and	✓		
6(5)(b)(vi)	Developing, recommending and reviewing annually the company's human resources and training policies;	✓		
6(5)(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.	✓		
	External or Statutory Auditors			
7.1	The issuer company shall not engage its external or statutory auditors to perform the following service of the company, namely	✓		
7(1)(i)	Appraisal or valuation services or fairness opinions;	✓		
7(1)(ii)	Financial information systems design and implementation;	✓		
7(1)(iii)	Book-keeping or other services related to the accounting records or financial statements;	✓		
7(1)(iv)	Broker-dealer services;	✓		
7(1)(v)	Actuarial services;	✓		
7(1)(vi)	Internal audit services or special audit services;	✓		
7(1)(vii)	Any service that the Audit Committee determines;	✓		
7(1)(viii)	Audit or certification services on compliance of corporate governance as required under condition No. 9(1); and	✓		
7(1)(ix)	Any other service that creates conflict of interest.	✓		

Condition No.	Title	Compliance status (Put ✓ in the appropriate column)		Remarks (in any)
		Complied	Not complied	
7(2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company:	✓		
7(3)	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (Annual General Meeting or Extraordinary General Meeting) to answer the queries of the shareholders.	✓		
	Maintaining a website by the Company			
8(1)	The company shall have an official website linked with the website of the stock exchange.	✓		
8(2)	The company shall keep the website functional from the date of listing.	✓		
8(3)	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	✓		
	Reporting and Compliance of Corporate Governance			
9(1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report.	✓		
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.	✓		
9(3)	The directors of the company shall state, in accordance with the Annexure-C attached, in the directors' report whether the company has complied with these conditions or not.	✓		Compliance will continue.

CODE OF ETHICS AND BUSINESS CONDUCT FOR MEMBERS OF THE BOARD OF DIRECTORS

The Board of Directors (the “Board”) of **MIR AKHTER HOSSAIN LIMITED**. (the “company”) has adopted this Code of Ethics and Business Conduct for Members of the Board of Directors (this Code). This Code is intended to focus the Board and each Director on areas of ethical risk, provide guidance to Directors to help them recognize and deal with ethical issues, provide mechanisms to report unethical conduct and help foster a culture of honesty and accountability. Each Director should carefully review, be familiar with and follow this Code.

This Code is intended to serve as a source of guiding principles for Directors. Directors should bring questions about particular circumstances involving any director that may implicate one or more of the provisions of this Code. The Company Secretary who will discuss such questions, as appropriate, with the Chairman of the Board, the Chair of the Corporate Governance Committee and /or other inside or outside legal counsel. The Board will not permit any waiver of this Code for any director.

Directors who also serve as officers of the Company should read this Code in conjunction with the Company’s Code of Ethics and Business conduct applicable to the Company’s employees.

(A) Conflict of Interest:

Directors should avoid any conflict of interest as described below between the director and the company. Any situation that involves or may reasonably be expected to involve a conflict of interest with the Company should be disclosed promptly to the Company Secretary. The Company Secretary will discuss such matters with the chairman of the Board for evaluation and appropriate resolution, which may include the requested resignation of the director.

If a director has a personal interest in a matter before the Board of Directors, the director will disclose the interest to the full Board of Directors prior to discussion as to such matter or deliberation, excuse him or herself from participation in the discussion, and will not vote on the matter. Personal interest may include commercial, industrial, banking, consulting, legal, accounting, charitable, and financial relationship, among other.

A “conflict of interest” can occur when a director’s personal interest interferes in any way with or may appear to interfere in any way with- the interest of the company as a whole. Conflicts of interest may also arise when a director or a member of his or her immediate family receives personal benefit outside of the compensation or reimbursement program approved by the board as a result of his or her position as a director of the company. This Code does not attempt to describe all possible conflict of interest that could develop. Some of the more common conflicts, which director must avoid, however, are out below.

(i) Relationship of the Company with third parties:

Directors should not engage in any conduct or activities that are inconsistent with the company’s best interests or that disrupt or impair the Company’s relationship with any person or entity with which the Company has entered into, or propose to enter into, a business or contractual relationship. This prohibition includes any such third parties related to potential corporate opportunities as discussed further in section (B).

(ii) Compensation from non-Company sources:

Director should not accept compensation in any form for service performed for the Company from any source other than Company.

(iii) Gifts:

Director and Member of their families should not accept gifts from person or entities who deal with rather Company where any such gifts are being made in order to influence the directors’ action as a member of the Board, or where acceptance of the gift could create the appearance of a conflict of interest.

(iv) Personal use of Company assets:

Directors should not use company assets, labour or information for personal use unless approved as a part of a compensation or expense reimbursement program available to all Directors.

(v) Loan or guarantees:

Director should not accept loans, or any other guaranty of an obligation, from the Company.

(B) Corporate Opportunities:

Directors owe a duty to the Company to advance its legitimate interest when the opportunity to do so arises. Directors are therefore prohibited from: (a) taking for themselves opportunity that are discovered through the

use of Company property, information, their position as a director; (b) using the Company property, information or their position for personal or professional gain for themselves or an employer; and (c) competing or helping an employer compete with the Company, including compensating for the business opportunities, provided, however, if the Company's disinterested director determine that the Company will not peruse an opportunity that relates to the Company's business, a director may do so if the disclosure and abstention procedures set forth in section 1 have been followed.

(C) Confidentiality:

As a member of the board, director often learn of confidential or proprietary information about the Company, its customers, prospective customers or other third parties. Directors should maintain the confidentiality of such information entrusted to them by the Company and any other confidential information about the Company that comes to them from whatever source in their capacity as a director except when disclosure is authorized or legally mandated.

(D) Active Participation:

Boards of Directors are expected to exercise the duties and responsibilities of the positions with integrity, collegiality and care. This includes:

- Making attendance at all meetings of the Board, as far as possible, on a high priority.
- Being prepared to discuss the issues and business of the agenda, and having read all background materials relevant to the topics at hand.
- Cooperating with and respecting the opinions of fellow Board members, and leaving personal prejudices out of all Board discussions, as well as supporting actions of the Board even the Board member personally did not support the action taken.
- Putting the interests of the organization above personal interests.
- Representing the organization in a positive and supportive manner at all times and in all places.
- Showing respect and courteous conduct in all Board and Committee meetings.
- Refraining from intruding on administrative issues that are the responsibilities of the management, except to monitor results and ensure that procedures and practices are consistently followed in line with Board policy.

(E) Fair Dealing:

In any dealing with the company's customers, suppliers, competitors, and employees, directors should endeavor to deal fairly. Director must not take unfair advantage of any one through manipulation, concealment, abuse of privileged or confidential information, misrepresentation of material facts, or any other unfair dealing practice.

(F) Protection and Proper use of Assets:

Directors should protect the Company's assets and ensure their efficient use. Theft, carelessness and waste have a direct impact on the Company's profitability. A Director's use of Company assets should be for legitimate business purpose related to the Company.

(G) Compliance with Laws, Rules and Regulations; Insider Trading

It is the Board's policy to comply with all applicable laws, rules and regulations. It is the personal responsibility of all Directors to adhere to the standards and restrictions imposed by those laws, rules and regulations.

In addition to being illegal and unethical, it is a violation of Board policy for a director to buy or sell stock or other securities while in possession of "material nonpublic information." This is true for MIR AKHTER HOSSAIN LIMITED. Stock or other securities, as well as stock or other securities of suppliers, customers, competitors, venture partners, acquisition candidates or other companies about which a director may possess nonpublic material information. To help assure compliance with applicable laws relating to the trading of MIR AKHTER HOSSAIN LIMITED. Securities, all transaction in company securities by directors must be approved in advance by the Company Secretary. Any director who is uncertain about the requirement regarding the purchase or sale of any MIR AKHTER HOSSAIN LIMITED. Securities or any securities of issue that he or she is familiar with by virtue of his or her position on the board should consult with appropriate insider counsel before making any such purchase or sale.

(H) Encouraging the Reporting of Illegal or Unethical Behavior

Director must practice and promote ethical behavior. Moreover, through the adoption of this Code, the Board hereby (a) affirms its expectation that employees talk to supervisors, managers and other appropriate personnel when in doubt about the best course of action in a particular situation; (b) affirms its expectation that employees report to appropriate personnel violation of laws, rules, regulations or the Company's ethical and Business Conduct Policy application to the Company's employees; and (c) confirms that it will not condone retaliation for reports made in good faith.

(I) **Public Disclosure of Information**

All information in reports and documents that the Company files with or submits to the Securities or exchange Commission is required to be full, fair, accurate, timely, and understandable. This standard also applies to other public communication made by the company. All directors shall take this requirement into proper account in carrying out his or her Board duties.

(J) **Amendment, Modification and Waiver**

This Code may be amended, modified or waived by the MIR AKHTER HOSSAIN LIMITED. Board of Directors, subject to the disclosure and other provisions of the Securities and Exchange Ordinance, 1969 and the rules there under and the applicable rules of Dhaka Stock Exchange (DSE) or Chittagong Stock Exchange (CSE) where company's securities are traded. As a general policy, the Board of Directors will not grant waivers to the Code, unless it is considered being necessary to waive any condition of these Codes, for the interest of the company, its operation and practical reason.

(K) **Compliance Procedures**

Directors should communicate any suspect violations of this Code promptly to the Company Secretary. The Company Secretary will review the matter with (i) the chairman of the Board; (ii) the Chairman of the Nominating and Corporate Governance Committee, if the suspected violation involves the Chairman of the Committee, and (iii) the Chairman of the Audit Committee if the suspect violation involves the Chair of the Nomination and Corporate Governance Committee, the Company Secretary may review the suspected violation with any and all other directors as appropriate. Potential violations of this Code reported to the Board will be investigated by the Board or by a persons designated by the Board and appropriate action will be taken in the event it is determined that violation of this Code has occurred.

AUDIT COMMITTEE REPORT

Background

Mir Akhter Hossain Limited formed an audit committee as a sub-committee of the board as per Notification of Bangladesh Securities and Exchange Commission (BSEC) No. No. BSEC/CMRRCD/2006-158/207/Admin/80), dated 3rd June 2018, issued under section 2CC of the Securities and Exchange Ordinance, 1969.

Composition of the Audit Committee

The Audit Committee is now composed of the following member

Mr. Farid Uddin Ahmed	Chairman
Mrs. Mahbuba Hossain	Member
Mr. Shama-E-Zaheer	Member

The Chief Financial Officer attends the meeting by invitation only as and when necessary. Company secretary act as the secretary of the committee.

Meeting

During the year ended 30th June 2021, the Audit Committee held two meetings. Proceedings of the Audit Committee Meetings were reported regularly to the Board of Directors. The details of attendance of the Audit Committee Members have been shown as below:

Audit committee meeting and attendance during the year ended 30th June 2021

Name of Members	No. of Meeting held	No. of Meeting attended
Mr. Farid Uddin Ahmed	4	4
Mrs. Mahbuba Hossain	4	4
Mr. Shama-E-Zaheer	4	4

Role of the Audit Committee

The Audit Committee assisted the Board of Directors in fulfilling its responsibilities regarding the Company's accounting and financial reporting process by monitoring the following:

- ❖ The integrity of the Company's financial statements
- ❖ The independence, qualifications and performance quality of its external auditors
- ❖ The Company's system of internal controls
- ❖ The performance of the Company's internal audit process
- ❖ The Company's compliance with laws, regulations and codes of conduct with a view to safeguard the interest of all stakeholders of the Company

Summary of Activities

The Audit Committee carried out the following activities during the financial year ended June 30, 2021

Regularity Compliance

The Committee examined whether the Company's procedures are in place to ensure compliance with

- ❖ The laws and regulations framed by the regulatory Authorities
- ❖ Internal regulations approved by the Board of Directors.

The Company is duly following the rules and regulations of the Regulatory bodies and also strictly follows areas with conflict of interest. The Committee was satisfied that the Company substantially complied with these regulatory requirements.

Approval of Financial policy & Procedures

Financial policy & procedures have been approved by the Board of Directors.

Financial Reporting

The Committee assisted the Board of Directors and the management to carryout their responsibilities of preparing true and fair financial statements in accordance with the books of accounts and Bangladesh Accounting Standards (BAS) by:

- ❖ Reviewing the adequacy and effectiveness of the internal control system and procedures in order to provide

responsible assurance that all transactions are accurately and completely recorded in the books of accounts.

- ❖ Reviewing the integrity of the process by which financial statements are prepared from the books of account.
- ❖ Reviewing the process by which compliance of provision of Bangladesh Accounting Standards.

The Committee also reviewed

- ❖ The quarterly, half yearly and financial statements of the Company prior to recommending them for the approval by the board.
- ❖ The annual audited financial statements of the company with external auditors' prior to submission to the Board for approval. The review focused particularly on changes of accounting policy and compliance with applicable accounting standards as adopted in Bangladesh and other legal & regulatory requirements.

External Audit

The Committee met with the external auditors at the conclusion of the annual audit and exchanged views on their Audit report. The Committee reviewed the findings and recommendations made by the external auditors in order to remove the weaknesses as detected in the external auditing process.

The Committee reviewed the performance of the auditors and recommended to the Board on their appointment and fees.

Approval of Financial Statements

The Audit committee reviewed and examined the Annual Financial Statements 2021 prepared by the Management and audited by the External Auditors **G. Kibria & Co. Chartered Accountants** and recommended to place the same before the Board for consideration. The Board approved the Annual Financial Statements at its Board meeting.

Acknowledgement

The Board of Audit Committee expressed its sincere thanks to the Chairman and members of the board, management and the auditors for their support in carrying out its duties and responsibilities effectively.

On behalf of the Audit committee,



(Mr. Farid Uddin Ahmed)
Chairman of Audit committee

Report of the Nomination and Remuneration Committee (NRC)

The Company has formed a Nomination and Remuneration Committee (NRC) as per notification no. BSEC/CMRRCD/2006-158/207/Admin/80 Dated 03 June 2018.

Members of NRC:

The committee consists of three members which is as follows:

- | | |
|-----------------------------|------------------|
| 1. Mr. Md. Farid Uddin | Chairperson |
| 2. Mrs. Mahbuba Nasir | Member |
| 3. Mr. A.K.M. Faizur Rahman | Member |
| 4. Mr. Md. Masbaus Sunnah | Secretary Member |

The main role of the Committee is to assist and advise the Board on the Company's Remuneration Policy (for the Board and key management personnel).

During this year, the Committee held 1 (One) meeting, complying with the requirement of at least one meeting to be held during the year.

NRC Meeting Attendance record of the Members

Name	Position	Meeting Held	Meeting Attended
Mr. Md. Farid Uddin	Chairman	1	1
Mrs. Mahbuba Nasir	Member		1
Mr. A.K.M. Faizur Rahman	Member		1

Terms of Reference:

The terms of reference of the Committee as set out by the Nomination & Remuneration Committee which was adopted by the Board during the year under review, the Committee shall oversee, among others, the following matters and shall recommend the following for review and/or approval of the Board, as the case may be:

- i. the criteria for determining qualifications, positive attributes and independence of a director
- ii. a policy relating to the remuneration of the directors, top level executive, considering the following:
 - the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;
 - the relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
 - remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;
- iii. a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality;
- iv. the plan in relation to identification of persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;
- v. the criteria for evaluation of performance of independent directors and the Board;
- vi. the plan or proposal on company's needs for employees at different levels and the selection, transfer or replacement and promotion criteria/ principles and
- vii. the annual exercise on the developments, recommendations and review of the company's human resources and training policies;

Major Activities during the year:

During the year under review, the Committee carried out the following activities:

- a. Reviewed and ratified the uniform Code of Conduct for the Company which is also applicable to members of the Board and Key Management Personnel and top-level executives as adopted by the Board
- b. Reviewed the core human resources principles and philosophies of the Company including recruitment, performance evaluation.
- c. Reviewed Employee Benefit policies to attract the job seekers and retain internal talents.

The NR Committee expressed its sincere thanks to the members of the Board and Management of the Company for their support in carrying out its duties and responsibilities effectively. The Committee will proceed to function through constant monitoring of the progress of such activities throughout the calendar year.

On behalf of the Committee,



Md. Farid Uddin

Chairperson of
Nomination and Remuneration Committee

Dividend Distribution Policy

The company intends to adopt a steady dividend payout policy. Making dividend payments based on the financial performance of the company and its long-term objectives. The company plans to utilize profit generated from the business and the joint venture projects to make dividend payments to shareholder after re-investing the profits in the business, namely investments in working capital in the form of purchase of raw materials, mechanical spare parts and other consumables to support its pipelines of the projects and work order in hand subject to the following conditions:

1. The profit of the company, subject to any special right relating thereto created or authorized to be created by the Memorandum of Association and subject to the provision of the Articles of Association, shall be divisible among the members in proportion to the capital paid up on the shares held by them respectively.
2. The Company in General Meeting may declare dividend to be paid to the members according to their rights and interests in the profits and may fix the time of payment. But no larger dividend shall be declared than is recommended by the Directors, but the Company at its General Meeting may declare a smaller dividend. The declaration of Directors as to the amount of net profit of the company shall be conclusive.
3. No dividend shall be payable except out of profits of the company or any other undistributed profits. Dividend shall not carry interest as against the Company.
4. The Directors may, from time to time, pay the members, such interim dividend, as in their judgment, the financial position of the Company may justify.
5. A transfer of shares shall not pass the right to any dividend declared thereon before the registration of transfer.
6. There is no limitation on payment of dividends to common stockholders.

Information relating to share capital

(i) Category wise shareholding structure with percentage

Category of Shareholders	No. of Shares	% of Shareholding
Sponsors/Directors	58,667,000	48.58%
General public	57,393,893	47.52%
Institutions	4,710,654	3.90%
Post-IPO	120,771,547	100%

The Range of Shareholding as on 30 June, 2021:

Particulars of Investors	Number of Shareholders	Number of Shares	Percentage of Shareholders %
1 to 500 Shares	20,797	2,384,774	1.978
501 to 5,000 shares	1,506	2,835,675	2.347
5,001 to 10,000 shares	233	1,770,023	1.465
10,001 to 20,000 shares	140	2,093,242	1.733
20,001 to 30,000 shares	52	1,299,540	1.076
30,001 to 40,000 shares	23	833,551	0.690
40,001 to 50,000 shares	22	1,036,233	0.858
50,001 to 100,000 shares	64	3,148,133	2.606
100,001 to 1,000,000 shares	20	4,252,586	3.5211
Over 1,000,000	9	101,117,790	83.726
Total	22866	120,771,547	100

ISO Certificates:

REGISTRATION CERTIFICATE

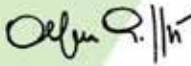
this is to certify that the management system of




Mir Akhter Hossain Ltd

have been assessed by AJA EUROPE and registered against the requirements of

ISO 9001:2015

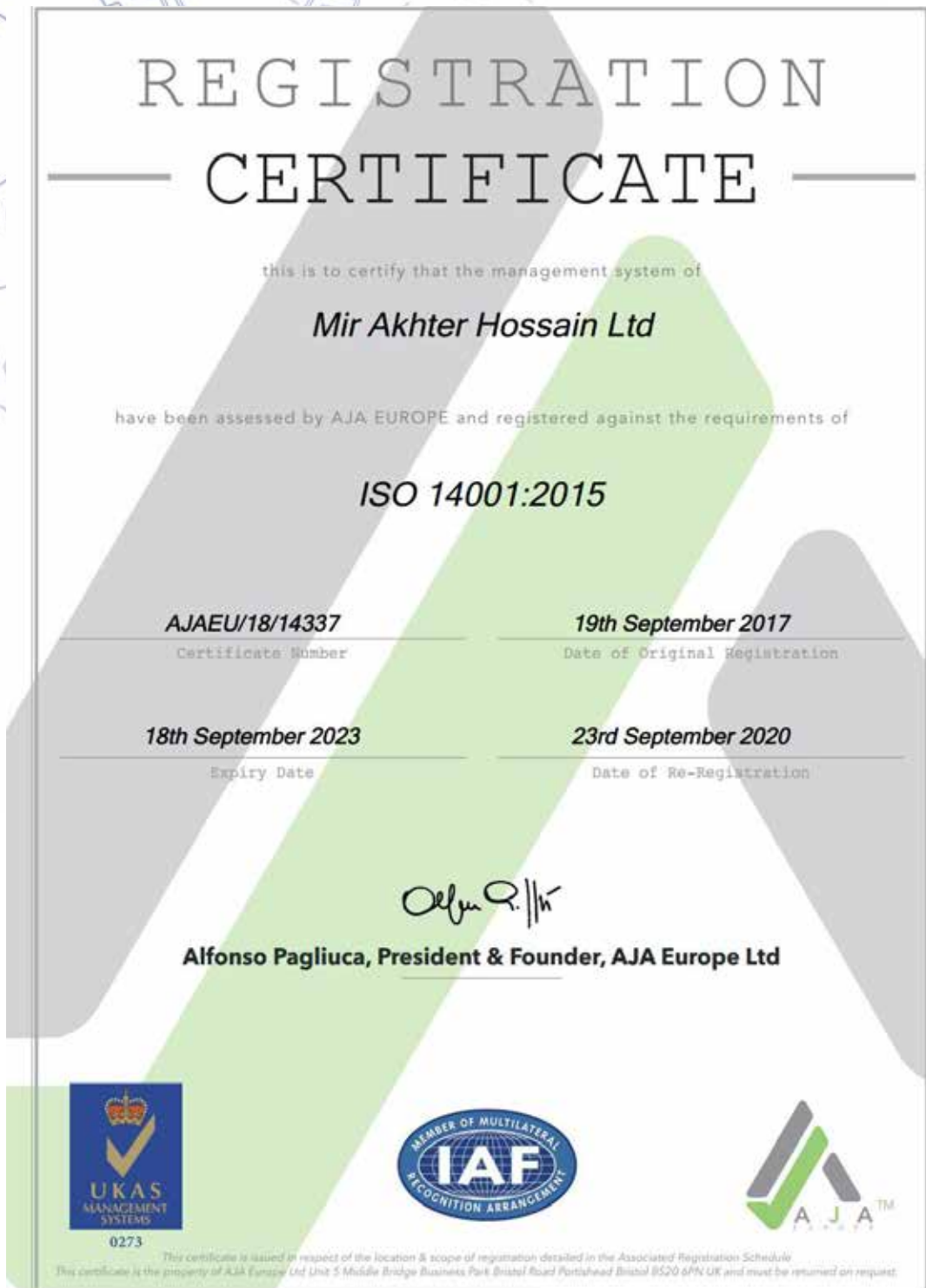
AJAEU/19/15626 <small>Certificate Number</small>	15th October 2019 <small>Date of Original Registration</small>
14th October 2022 <small>Expiry Date</small>	N/A <small>Date of Re-Registration</small>


Alfonso Pagliuca, President & Founder, AJA Europe Ltd

This certificate is issued in respect of the location & scope of registration detailed in the Associated Registration Schedule.
 This certificate is the property of AJA Europe Ltd Unit 5 Middle Bridge Business Park Bristol Road Portishead Bristol BS20 6PN UK and must be returned on request.

ISO Certificates:



ISO Certificates:





Auditors' Report and Audited Financial Statements

Independent Auditor's Report

To the Shareholders of MIR AKHTER HOSSAIN LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the consolidated financial statements of MIR AKHTER HOSSAIN LIMITED and its subsidiaries (the 'Group') as well as the separate financial statements of MIR AKHTER HOSSAIN LIMITED (the 'Company'), which comprise the consolidated and separate statement of financial position as at 30 June 2021, and the consolidated and separate statement of profit or loss and other comprehensive income, consolidated and separate statement of changes in equity and consolidated and separate statement of cash flows for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company and Group as at June 30, 2021, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group and the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

KEY AUDIT MATTER	How our audit addresses the Key Audit Matter
Investment in Subsidiary – Consolidation and Stand-Alone	<p>Our audit procedures to mitigate the risk include:</p> <ul style="list-style-type: none"> ▶ We performed discussions with management to understand their procedures and processes to prepare consolidated financial statements as well as performing restatement of prior year financial information. ▶ We reviewed supporting documentation to ensure the subsidiary met the criteria for consolidation and management has applied the appropriate accounting standards. ▶ We reviewed the consolidation procedures performed by Management. We reviewed management's elimination of intercompany balances to ensure accuracy and appropriateness. We also reviewed the stand-alone financial numbers used to prepare the consolidated statements to ensure clerical accuracy of consolidated financial statements. ▶ We reviewed Management's calculation of Non-Controlling Interest for all financial years presented on the statement of financial position and ensured there were no clerical errors and IFRS 10 was applied appropriately. ▶ We reviewed management disclosures and notes to the financial statements to ensure they were accurate and adequate in regards to the requirements of IFRS 10 and IAS 8.
The Company has recognized a new asset worth BDT 79,800,000 in subsidiary Mir Securities Limited as at 30 June 2021. This investment represents 99.75% ownership in the subsidiary as at 30 June 2021. This is the first year of consolidated financial statements and there are intercompany transactions taking place between the two entities. Considering these factors, the overall risk profile of this item was considered high and was considered as a key audit matter.	
Management has presented separate consolidated financial statements as well audited financial statements.	

Property, Plant & Equipment

The Company's consolidated PPE balance as at 30 June 2021 was BDT 4.076 (BDT 3.840 Billion as at 30 June 2020). This represents 18% of Total Assets of the Company (19% of the Company as at 30 June 2020). There is estimation performed by management in regards to Asset useful life. Based on the requirement of estimates and the fact that this is a major asset category, this was determine to be a key audit matter.

Our audit procedures included:

- ▶ Obtain an understanding of Company's internal controls, systems and processes around PPE.
- ▶ Performed discussions with management to understand their process of determining asset useful life.
- ▶ We performed PPE additions procedures by obtaining supporting documentation, invoices, and delivery information as well payments support.
- ▶ We performed reasonability of depreciation expenses charged by management to ensure accuracy and occurrence.
- ▶ We performed discussions with management and performed other corroborating procedures to ensure management's assumptions around impairment were reasonable.
- ▶ For disposals of assets, we obtained supporting documentation to determine the cost and fair market value of the asset and then reviewed management's calculations to ensure no clerical errors took place to calculate any related gains or losses.

Detailed notes regarding Property, Plant & Equipment has been included in Note 5.00 and Note 5.00A in the Financial Statements

Revenue Recognition

Revenue of BDT 3.242 billion (2.694 billion for the year 30 June 2020) is recognized in the income statement of Mir Akhter Hossain Limited for the current year.

This material item is subject to high inherent risk due to the complexity of the systems and the presence of individual customer contracts which are necessary for proper recording and identification of revenue.

Against this background, the proper application of the accounting standards is considered to be complex and to a certain extent based on estimates and assumptions made by management

Our audit procedures included:

- ▶ Obtain an understanding of Company's internal controls specifically geared towards adoption and implementation of IFRS 15.
- ▶ Examine customer contracts to determine key arrangements between the Customer and Company to understand when control of the goods manufactured transfer from Company to Customer.
- ▶ Reviewing Invoices, Shipping Documents and other supporting documentation to ensure revenue recognition is occurring appropriately
- ▶ Examine Payment documentation to ensure completion of revenue cycle is documented appropriately

Details of Revenue Recognition are included in Note 27.00 and Accounts Receivable are included in Note 10.00 to the Financial Statements

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for information other than financial statements and auditor's report. The other information comprises of the Director's Report, Corporate Governance Compliance Report and Management Discussion and Analysis. We expect to receive this other information after the date of our auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of the auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management

is responsible for assessing the Company and Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ▶ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987 and relevant notifications issues by Bangladesh Securities and Exchange Commission, we also report that:

- ▶ We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- ▶ In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Group and Company so far as it appeared from our examinations of those books;
- ▶ Financial statements for the year ended 30 June 2020 of subsidiary namely, Mir Securities Limited have been audited by us and have been properly reflected in the consolidated financial statements. We have expressed an unqualified opinion for the company;
- ▶ The consolidated and the separate statements of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns; and
- ▶ The expenditures incurred were for the purpose of the Group's and the Company's business.

Date: 26 October, 2021
Dhaka, Bangladesh
DVC: 2110280392AS948568



A.K. Gulam Kibria, FCA (#392)
Engagement Partner
G. KIBRIA & CO.
Chartered Accountants

MIR AKHTER HOSSAIN LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION


As at 30 June 2021

	Notes	30 JUNE 2021 Taka	30 JUNE 2020 Taka
Assets			
Non-current assets			
Property, plant and equipment	4	4,075,655,901	3,840,446,370
Investment in Joint Venture	5	10,403,929,520	10,315,894,731
Investment in Projects	6	567,826,105	527,926,105
		15,047,411,526	14,684,267,206
Current assets			
Security Deposits (Retention Money)	7	806,068,568	732,929,403
Advance and Prepayments	8A	970,370,307	951,889,504
Advance income tax net of tax provision	9	49,772,694	48,134,478
Inventories	10	4,252,811,374	3,525,944,685
Cash and cash equivalents	11A	1,594,580,400	476,915,521
		7,673,603,342	5,735,813,591
Total assets		22,721,014,868	20,420,080,797
Equity and liabilities			
Shareholders' equity			
Share capital	12	1,207,715,470	1,000,000,000
Share premium		1,042,284,530	-
Revaluation Reserve	13	107,539,881	107,539,881
Non Controlling Interest	14B	173,984	-
Retained earnings	14A	3,197,938,271	2,738,465,717
		5,555,652,136	3,846,005,599
Non-current liabilities			
Deffered tax liability	15	3,325,976	3,325,976
Long term loan	16	12,131,364,077	13,470,491,349
		12,134,690,053	13,473,817,325
Current liabilities and provisions			
Short term loan (Current portion of long-term loan)	16	4,873,468,063	2,612,089,755
Deferred LC	17	101,927,962	349,455,672
Liabilities for expenses	18A	55,276,654	138,712,446
		5,030,672,679	3,100,257,873
Total liability		17,165,362,732	16,574,075,198
Total equity and liabilities		22,721,014,868	20,420,080,797
Net Assets Value per Share	26.2A	50.86	35.21

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


Chief Financial Officer


Company Secretary



Director


Managing Director


Chairperson

Signed in terms of our report of even date annexed.

Dhaka, 26th October 2021
DVC: 2110280392AS948568


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

MIR AKHTER HOSSAIN LIMITED

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME


For the year ended 30 June 2021

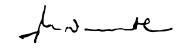
	Notes	30 JUNE 2021 Taka	30 JUNE 2020 Taka
Revenue	19	3,242,277,000	2,694,959,701
Cost of execution of the contract	20	(2,306,555,858)	(1,928,782,658)
Gross profit		935,721,142	766,177,043
General and administration expenses	21A	(198,461,469)	(144,650,336)
Profit from operations		737,259,673	621,526,707
Non-operating income	22	16,382,166	13,328,379
Financial expenses	23	(425,921,011)	(379,093,795)
Profit before tax and WPPF		327,720,828	255,761,291
Contribution to WPPF		(16,101,305)	(12,179,109)
Profit before tax from own construction business		311,619,523	243,582,182
Tax expense			
Current	24.1	(220,057,635)	(168,613,886)
Deferred	24.2	-	-
Total Tax expense		(220,057,635)	(168,613,886)
Profit after tax from own construction business		91,561,888	74,968,296
Profit after tax from Joint Venture	25	367,884,649	300,038,702
Total net profit after tax for the year		459,446,537	375,006,997
Other comprehensive income		-	-
Total comprehensive income for the year		459,446,537	375,006,997
Total comprehensive income attributable to:		462,914,886	375,006,997
Mir Akhtar Hossain Limited		462,940,902	375,006,997
Non-Controlling Interest		(26,016)	-
Basic and Dilutive Earnings per Share	26.1A	4.21	3.43

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


Chief Financial Officer


Company Secretary

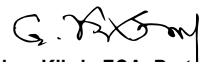

Mahabubul Nasir
Director


Managing Director


Chairperson

Signed in terms of our report of even date annexed.

Dhaka, 26th October 2021
DVC: 2110280392AS948568


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

MIR AKHTER HOSSAIN LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2021

Particulars	Share capital	Share Premium	Retained Earnings	Revaluation Reserve	Non-Controlling Interest	Total Reserve and Surplus	Total
	Taka		Taka			Taka	Taka
Balance as at 01 July 2019	1,000,000,000	-	2,363,458,720	107,539,881	-	2,470,998,601	3,470,998,601
Profit after tax for the year 30 June 2020	-	-	74,968,295	-	-	74,968,295	74,968,295
Profit after tax from Joint Venture	-	-	300,038,702	-	-	300,038,702	300,038,702
Balance as at 30 June 2020	1,000,000,000	-	2,738,465,717	107,539,881	-	2,846,005,598	3,846,005,598
Balance as at 01 July 2020	1,000,000,000	-	2,738,465,717	107,539,881	-	2,846,005,598	3,846,005,598
Issue of new shares	207,715,470	1,042,284,530	-	-	-	-	1,250,000,000
Profit after tax for the year 30 June 2021	-	-	91,561,888	-	-	91,561,888	91,561,888
Profit after tax from Joint Venture	-	-	367,884,649	-	-	367,884,649	367,884,649
NCI Portion of Loss in Subsidiary	-	-	26,016	-	(26,016)	-	-
NCI Portion of Equity in Subsidiary	-	-	-	-	200,000	200,000	200,000
Balance as at 30 June 2021	1,207,715,470	1,042,284,530	3,197,938,270	107,539,881	173,984	3,305,652,136	5,555,652,136

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


Chief Financial Officer


Company Secretary


Mahabubul Nasir
Director


Managing Director


Chairperson

Signed in terms of our report of even date annexed.

Dhaka, 26th October 2021
DVC: 2110280392AS948568


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

Mir Akhter Hossain Limited

Consolidated Statement of cash flows

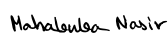
For the year ended 30 June 2021

	Notes	30 JUNE 2021 Taka	30 JUNE 2020 Taka
A. Cash flows from operating activities			
Cash receipts from customers		3,610,161,649	2,994,998,403
Cash paid to suppliers and employees		(3,184,895,427)	(2,764,246,834)
Cash generated from operation		425,266,222	230,751,569
Income tax deducted at source and paid		(221,695,851)	(167,942,147)
Net cash generated from operating activities		203,570,371	62,809,422
B. Cash flows from investing activities			
Purchase of property, plant and equipment	4	(704,500,728)	(345,660,992)
Investment in Joint Venture	5	(88,034,789)	(3,534,028,548)
Investment in FDR		-	754,972,500
Investment in Projects	6	(39,900,000)	48,362,692
Net cash used in investing activities		(832,435,517)	(3,076,354,348)
C. Cash flows from financing activities			
Total Loan net of repayment		922,251,036	3,372,048,884
Cash inflow for MSL Shares (NCI Portion)		200,000	-
Issuance of new shares through IPO		207,715,470	-
Share Premium		1,042,284,530	-
Interest Paid	23	(425,926,163)	(379,093,795)
Net cash (used in)/from financing activities		1,746,524,873	2,992,955,089
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)		1,117,659,728	(20,589,836)
Unrealized FX Gain/(loss) related to Foreign Currency held		5,152	-
E. Opening cash and cash equivalents		476,915,521	497,505,358
F. Closing cash and cash equivalents (D+E)		1,594,580,400	476,915,521
Net Operating Cashflow per share (Note 26.3A)		1.86	0.58

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


Chief Financial Officer


Company Secretary

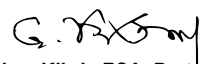

Director


Managing Director


Chairperson

Signed in terms of our report of even date annexed.

Dhaka, 26th October 2021
DVC: 2110280392AS948568


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

MIR AKHTER HOSSAIN LIMITED

STATEMENT OF FINANCIAL POSITION

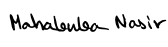
As at 30 June 2021

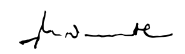
	Notes	30 JUNE 2021 Taka	30 JUNE 2020 Taka
Assets			
Non-current assets			
Property, plant and equipment	4	4,075,655,901	3,840,446,370
Investment in Joint Venture	5	10,403,929,520	10,315,894,731
Investments in Mir Securities Limited		79,800,000	-
Investment in Projects	6	567,826,105	527,926,105
		15,127,211,526	14,684,267,206
Current assets			
Security Deposits (Retention Money)	7	806,068,568	732,929,403
Advance and Prepayments	8	940,641,976	951,889,504
Advance income tax net of tax provision	9	49,772,694	48,134,478
Inventories	10	4,252,811,374	3,525,944,685
Cash and cash equivalents	11	1,554,680,805	476,915,521
		7,603,975,416	5,735,813,591
Total assets		22,731,186,942	20,420,080,797
Equity and liabilities			
Shareholders' equity			
Share capital	12	1,207,715,470	1,000,000,000
Share premium		1,042,284,530	-
Revaluation Reserve	13	107,539,881	107,539,881
Retained earnings	14	3,208,318,829	2,738,465,717
		5,565,858,710	3,846,005,599
Non-current liabilities			
Deffered tax liability	15	3,325,976	3,325,976
Long term loan	16	12,131,364,077	13,470,491,349
		12,134,690,053	13,473,817,325
Current liabilities and provisions			
Short term loan (Current portion of long-term loan)	16	4,873,468,063	2,612,089,755
Deferred LC	17	101,927,962	349,455,672
Liabilities for expenses	18	55,242,154	138,712,446
		5,030,638,179	3,100,257,873
Total liability		17,165,328,232	16,574,075,198
Total equity and liabilities		22,731,186,942	20,420,080,797
Net Assets Value per Share	26.2	50.95	35.21

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


Chief Financial Officer


Company Secretary

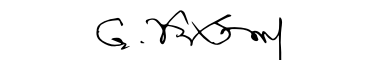

Director


Managing Director


Chairperson

Signed in terms of our report of even date annexed.

Dhaka, 26th October 2021
DVC: 2110280392AS948568


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

MIR AKHTER HOSSAIN LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

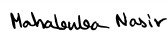
For the year ended 30 June 2021

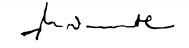
	Notes	30 JUNE 2021 Taka	30 JUNE 2020 Taka
Revenue	19	3,242,277,000	2,694,959,701
Cost of execution of the contract	20	(2,306,555,858)	(1,928,782,658)
Gross profit		935,721,142	766,177,043
General and administration expenses	21	(188,054,895)	(144,650,336)
Profit from operations		747,666,247	621,526,707
Non-operating income	22	16,382,166	13,328,379
Financial expenses	23	(425,921,011)	(379,093,795)
Profit before tax and WPPF		338,127,402	255,761,291
Contribution to WPPF		(16,101,305)	(12,179,109)
Profit before tax from own construction business		322,026,097	243,582,182
Tax expense			
Current	24.1	(220,057,635)	(168,613,886)
Deferred	24.2	-	-
Total Tax expense		(220,057,635)	(168,613,886)
Profit after tax from own construction business		101,968,462	74,968,296
Profit after tax from Joint Venture	25	367,884,649	300,038,702
Total net profit after tax for the year		469,853,111	375,006,997
Other comprehensive income		-	-
Total comprehensive income for the year		469,853,111	375,006,997
Basic and Dilutive Earnings per Share	26.1	4.30	3.43

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


Chief Financial Officer


Company Secretary

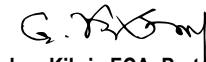

Director


Managing Director


Chairperson

Signed in terms of our report of even date annexed.

Dhaka, 26th October 2021
DVC: 2110280392AS948568


A.K. Gulam Kibria FCA, Partner (#392)
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Chartered Accountants

MIR AKHTER HOSSAIN LIMITED

STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2021

Particulars	Share capital	Share Premium	Retained Earnings	Revaluation Reserve	Total Reserve and Surplus	Total
	Taka		Taka		Taka	Taka
Balance as at 01 July 2019	1,000,000,000	-	2,363,458,720	107,539,881	2,470,998,601	3,470,998,601
Profit after tax for the year 30 June 2020	-	-	74,968,295	-	74,968,295	74,968,295
Profit after tax from Joint Venture	-	-	300,038,702	-	300,038,702	300,038,702
Balance as at 30 June 2020	1,000,000,000	-	2,738,465,717	107,539,881	2,846,005,598	3,846,005,598
Balance as at 01 July 2020	1,000,000,000	-	2,738,465,717	107,539,881	2,846,005,598	3,846,005,598
Issue of new shares	207,715,470	1,042,284,530	-	-	-	1,250,000,000
Profit after tax for the year 30 June 2021	-	-	101,968,462	-	101,968,462	101,968,462
Profit after tax from Joint Venture	-	-	367,884,649	-	367,884,649	367,884,649
Balance as at 30 June 2021	1,207,715,470	1,042,284,530	3,208,318,828	107,539,881	3,315,858,710	5,565,858,710

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


Chief Financial Officer


Company Secretary


Director


Managing Director


Chairperson

Signed in terms of our report of even date annexed.


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

Dhaka, 26th October 2021
DVC: 2110280392AS948568

Mir Akhter Hossain Limited

Statement of cash flows

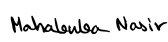
For the year ended 30 June 2021

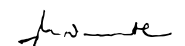
	30 JUNE 2021 Taka	30 JUNE 2020 Taka
A. Cash flows from operating activities		
Cash receipts from customers	3,610,161,649	2,994,998,403
Cash paid to suppliers and employees	(3,144,795,022)	(2,764,246,834)
Cash generated from operation	465,366,627	230,751,569
Income tax deducted at source and paid	(221,695,851)	(167,942,147)
Net cash generated from operating activities	243,670,776	62,809,422
B. Cash flows from investing activities		
Purchase of property, plant and equipment	(704,500,728)	(345,660,992)
Investment in Joint Venture	(88,034,789)	(3,534,028,548)
Investment in Mir Securities Limited	(79,800,000)	-
Investment in FDR	-	754,972,500
Investment in Projects	(39,900,000)	48,362,692
Net cash used in investing activities	(912,235,517)	(3,076,354,348)
C. Cash flows from financing activities		
Total Loan net of repayment	922,251,036	3,372,048,884
Issuance of new shares through IPO	207,715,470	-
Share Premium	1,042,284,530	-
Interest Paid	(425,926,163)	(379,093,795)
Net cash (used in)/from financing activities	1,746,324,873	2,992,955,089
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)	1,077,760,133	(20,589,836)
Unrealized FX Gain/(loss) related to Foreign Currency held	5,152	-
E. Opening cash and cash equivalents	476,915,521	497,505,358
F. Closing cash and cash equivalents (D+E)	1,554,680,805	476,915,521
Net Operating Cashflow per share (Note 26.3)	2.23	0.58

The accompanying notes form an integral part of these financial statements and are to be read in conjunction therewith.


Chief Financial Officer


Company Secretary


Director


Managing Director


Chairperson

Signed in terms of our report of even date annexed.

Dhaka, 26th October 2021
DVC: 2110280392AS948568


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

MIR AKHTER HOSSAIN LIMITED

NOTES TO THE FINANCIAL STATEMENTS

As at and for the period ended 30 June 2021

1. Legal Status and Nature of the Company

1.1

Mir Akhter Hossain Limited ["MAHL"] was incorporated as Private Company Limited by shares on July 18, 1980 vide registration # C-8196/35 with Registrar of Joint Stock Companies & Firm under the Companies act, 1913.

The company in its extra ordinary general meeting held on 3rd and 10th January, 2017 made some amendments to the Memorandum and Articles of Association of the company with a view to converting it into a Public Limited company, increasing its authorized capital, decreasing the denomination of face value of shares, complying with the Companies Act 1994, which were approved by the Registrar of Joint Stock Companies and Firms, Dhaka. On January 26, 2021, the Company was listed on the Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) through Initial Public Offering (IPO).

1.2

The address of the corporate office of the company is at Red Crescent Borak Tower, Level 7 & 10, 71-72 Old Elephant road, Eskaton Garden, Dhaka-1000.

1.3

The company owns and operates a construction business. In addition to working under its own name, MAHL also executes several construction work under Joint Venture agreements. The company was also involved in trading of cigarettes. However from July 01, 2017 the company has discontinued its cigarettes business as per decision of its Board Meeting dated September 20, 2017 with retrospective effect from 01 July 2017. All inventory held for the cigarette business were disposed in the year at book market value resulting in no gain or loss on disposal.

1.4 Description of subsidiaries and associates

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases

Mir Securities Limited

Mir Securities Limited ("MSL") was incorporated in Bangladesh on 2 March 2021 vide registration # C-169341/2021 as a private company limited by shares under the Companies Act, 1994. The registered office of the Company is situated at Red Crescent Borak Tower, Level # 7 & 10, 37/3/A, Easkaton Garden, Dhaka. It is a subsidiary Company of Mir Akhter Hossain Ltd that holds 99.75% ownership of the Company.

The main objective of Mir Securities Limited is to act as a member of stock exchanges, the central depository system (CDS) companies and to carry on the business of broker, jobbers or dealers in stocks, shares, securities, bonds, debentures. The Company is currently in the process of obtaining their Trading Right Entitlement Certificate (TREC) from Bangladesh Securities and Exchange Commission (BSEC)

2. Basis of preparation

2.1 Statement of compliance

These financial statements are individual financial statements of MAHL, and have been prepared in accordance with International Financial Reporting Standards (IFRS), the Companies Act, 1994, the Securities and Exchange Rules, 1987, relevant guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC), Income Tax Ordinance 1984, VAT and Supplementary duty Act 2012, Regulations of Dhaka and Chittagong Stock Exchange, Bangladesh Labour Act 2006 (Amendment in 2013) and Bangladesh Labour Rules 2015, Financial Reporting Act 2015 and other applicable laws in Bangladesh. These individual financial statements present the financial position and performance of MAHL and its investment in Joint Ventures with multiple entities.

These financial statements have been prepared on going concern basis. Unless otherwise specifically mentioned, historical cost principle has been followed for the purpose of the financial statements.

2.2 Structure, content and presentation of financial statements

Being the general purpose financial statements, the presentation of these financial statements is in accordance with the guidelines provided by IAS 1: "Presentation of Financial Statements". A complete set of financial statements comprises:

- i) Consolidated and Separate Statement of Financial Position;
- ii) Consolidated and Separate Statement of Profit or Loss and Other Comprehensive Income;
- iii) Consolidated and Separate Statement of Changes in Equity;
- iv) Consolidated and Separate Statement of Cash Flows;
- v) Notes to the Consolidated and Separate Financial Statements, comprising a summary of significant accounting policies and other explanatory information to the financial statements.

2.3 Basis of consolidation

(i) Subsidiaries

The financial statements of subsidiary, Mir Securities Limited ('MSL') has been fully consolidated as Mir Akhter Hossain Limited ('MAHL') directly controls more than 50% of the voting rights of MSL. The accounting policies of MSL have been aligned with the policies adopted by Mir Akhter Hossain Limited.

(ii) Non-controlling interests

Non-controlling interest (NCI) is the equity interest in MSL not attributable to MAHL. NCI is calculated at MSL's proportionate share of identifiable net assets at the date of acquisition as per para 19 of IFRS 3: *Business Combinations*. NCI is presented in the consolidated statement of financial position, separately from the equity of the shareholders of MAHL as per paragraph 22 of IFRS 10: *Consolidated Financial Statements*.

In accordance with paragraph B94 of IFRS 10: Consolidated Financial Statements, the Group attributes the profit or loss and each component of the other comprehensive income to the owners of the parent and to the non-controlling interests even if the results in the non-controlling interest having a deficit balance.

(iii) Loss of control

When MAHL loses control over its subsidiary, it derecognises the assets and liabilities of the subsidiary and any related NCI and other components of the equity. Any resulting gain or loss is recognised in the profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

(iv) Intragroup transactions

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of MAHL's interest in the investee. Unrealised losses, if any, are eliminated in the same way as unrealised gains but only to the extent that there is no evidence of impairment.

2.3 Investment in Joint Ventures

In addition to the Company's own construction business, the Company will form joint ventures with other organizations to execute customer contracts. The investment in these joint ventures are accounted for using the equity method. Under the equity method, the investment in the joint ventures are initially recognised at cost. The carrying amount of the investments are adjusted to recognise changes in the company's share of net assets of the joint venture since the acquisition date.

2.4 Basis of measurement

Under the historical cost, assets are recorded at the amount of cash or cash equivalents paid or the fair value of the consideration given to acquire them at the time of acquisition. Liabilities are recorded at the amount of proceeds received in exchange for the obligation, or in some circumstances (for example, income taxes), at the amounts of cash or cash equivalents expected to be paid to satisfy the liability in the normal course of business.

2.5 Functional and presentational currency

These financial statements are prepared in Bangladeshi Taka (Taka/BDT.), which is both the company's functional and presentational currency. All financial information has been rounded off to the nearest integer.

2.6 Use of estimates and judgments

The preparation of financial statements, in conformity with IFRS, requires management to make judgment, estimates and assumptions that affect the reported amount of revenue, expense, asset and liabilities and the accompanying disclosures including disclosures on contingent liabilities. Uncertainties about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amounts of assets and liabilities in future periods.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

In particular, information about significant areas of assumptions, estimations and judgments in applying accounting policies that have the most significant effect on the amount recognised in the consolidated financial statements are described in the following notes

Note - 2.2	Basis of consolidation
Note - 2.3 and 5	Basis for using Equity Method
Note - 2.7	Going Concern
Note - 3.2	IFRS 16: Leases
Note - 3.4.3	Depreciation and useful life duration of assets
Note - 3.5	Impairment of Assets
Note - 3.9.2 and 15	Deferred tax asset/liability
Note - 3.9.1 and 24	Provision for corporate tax
Note - 3.13 and 35	Contingent Liabilities

Measurement of Fair Value

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1:	quoted prices (unadjusted) in an active market for identical assets or liabilities
Level 2:	inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3:	inputs for the asset or liability that are not based on observable market data.

2.7 Going concern

As per IAS-1 para 25, a company is required to make assessment at the end of each year to assess its capability to continue as a going concern. These financial statements have been prepared on going concern basis. The company has adequate resources to continue its operation for the foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the financial statements. The current resources and credit facilities of the company are sufficient to meet the present requirements of its existing business.

Impact of Covid-19 Pandemic

Similar to all other organizations, MAHL was also not immune to the impact of Covid-19. There were significant delays in the completion of several on-going projects during the current year and prior year. As a result, there was a significant reduction in revenue recognized the Company for the year ended 30 June 2020 (which was the first year of the pandemic). With the partial improvement of the pandemic in the country and vaccination roll-outs, the overall economy has started to recover. This impact can also be seen in the financial performance of the Company with 20% increase in revenue for the Company compared to the prior year. The Company has managed to earn a positive Operating Cash Flow which shows that the overall liquidity position of the Company is still sound. The Company is always monitoring the market, industry partners and the overall economy for any potential future impact of this pandemic.

2.8 Statement of cash flows

Statement of cash flows has been prepared in accordance with as per IAS 7: "Statement of cash flows" under direct method as prescribed by the Bangladesh Securities and Exchange (BSEC) rule 1987. A reconciliation of Net operating cashflow from operating activities under the indirect method has also been prepared in accordance with Clause No. 5(2)(e) of Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 Dated 20th June, 2018 (Gazette publication date: August 8, 2018).

2.9 Materiality, aggregation and off setting

Each material item as considered by management significant, has been presented separately in the financial statements. The Company reports separately both assets and liabilities, and income and expenses unless required by an applicable accounting standard or offsetting reflects substance of the transaction and such offsetting is permitted by applicable accounting standard. No amount has been set off unless the Company has legal right to set off the amounts and intends to settle on net basis

2.10 Reporting period

This financial period of the company covers one (1) year from 01 July 2020 to 30 June 2021.

2.11 Compliance with Financial Reporting standards as applicable in Bangladesh for the Company

The following IAS/IFRS are applicable for the preparations of financial statements for the period under review

IAS 1	Presentation of financial statements
IAS 2	Inventories
IAS 7	Statement of cash flows
IAS 8	Accounting policies, changes in accounting estimates and errors
IAS 10	Events after the reporting period
IAS 12	Income taxes
IAS 16	Property, plant & Equipment
IAS 17	Leases
IAS 19	Employee benefits
IAS 21	The effects of changes in foreign exchange rates
IAS 23	Borrowing costs
IAS 24	Related party disclosures
IAS 28	Investment in associates and Joint Ventures
IAS 33	Earnings per share
IAS 37	Provisions, contingent liabilities and contingent assets
IFRS 9	Financial Instruments
IFRS 7	Financial Instruments, disclosures
IFRS 8	Operating Segments
IFRS 15	Revenue from contracts with customers
IFRS 16	Leases

2.12 Accrual Basis

Mir AKhter Hossain Limited prepares its financial statements, except for cash flow information, using the accrual basis of accounting. Since the accrual basis of accounting is used, the Company recognizes items as assets, liabilities, equity, income and expenses (the elements of financial statements) when they satisfy the definitions and recognition criteria for those elements in the IFRS conceptual Framework.

2.13 Comparative Information

Comparative information has been disclosed in respect of 01 July 2019 to 30 June 2020 in accordance with IAS 1: Presentation of Financial Statements for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current periods of financial statements.

2.14 **Current versus non-current classification**

The Company presents assets and liabilities in the statement of financial position based on current/non-current classification. Assets and liabilities are classified as current when they are expected to be realized, settled, sold or consumed in a normal accounting cycle or within twelve months after the reporting period. Assets and liabilities that are held primarily for trading are also considered current.

2.15 **Standards Issued but not yet effective in Bangladesh**

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's financial statements are disclosed below.

IFRS 17 Insurance Contracts

In May 2017, the IASB issued IFRS 17 Insurance Contracts (IFRS 17), a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. Once effective, IFRS 17 will replace IFRS 4 Insurance Contracts (IFRS 4) that was issued in 2005. IFRS 17 is effective for reporting periods beginning on or after 1 January 2023, with comparative figures required. This standard is not applicable to the Company and will not be adopted.

IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of liabilities

As part of its 2018-2020 annual improvements to IFRS standards process the IAASB issued amendment to IFRS 9. The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf. An entity applies the amendment to financial liabilities that are modified or exchanged on or after the beginning of the annual reporting period in which the entity first applies the amendment.

The amendment is effective for annual reporting periods beginning on or after 1 January 2022 with earlier adoption permitted. The Company will apply the amendments to financial liabilities that are modified or exchanged on or after the beginning of the annual reporting period in which the entity first applies the amendment. The amendments are not expected to have a material impact on the Company.

Definition of Accounting Estimates - Amendments to IAS 8

In February 2021, the IASB issued amendments to IAS 8, in which it introduces a definition of 'accounting estimates'. The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. Also, they clarify how entities use measurement techniques and inputs to develop accounting estimates.

The amendments are effective for annual reporting periods beginning on or after 1 January 2023 and apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted as long as this fact is disclosed. The amendments are not expected to have a material impact on the Company.

3. **Significant accounting policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.1 **Shareholders' capital - paid-up capital**

Paid-up capital represents the total amount of shareholders capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time.

3.2 **Lease transactions (IFRS 16)**

Starting 1st July 2019, IFRS 16 has been adopted and all leasing arrangements except those having less than 12 months of useful life and underlying asset values considered low value when new, have been capitalized as "right to use" assets with a corresponding financial liability on the balance sheet

Leased assets are capitalized from the start date of the lease agreement at the present value of the future leased payments, based on the rate of interest entered in the asset master data. Low value and short term leases (<12months) have been excluded from the recognition requirements and expensed in operating profit as rental costs. Lease reassessment and lease modification to increase/decrease the value of an asset depending on a change in scope of lease agreement can be made if necessary.

The asset is written off on a straight-line basis over the tenure of the lease agreements. Hence, the useful life of any lease assets depends on the number of periods the assets can be used. The useful life of such assets are dependent on individual agreement and can vary from one agreement to another

For the Current Year, the Company entered into (or had already existing) two (2) lease agreements. These lease agreements were renta leases for the Company's two office premises. For both of these leases, both the lessee and lessor have the right to terminate the lease without permission from the other party and also without any penalty being imposed by the other party. Therefore in line with Paragraph B34 of IFRS 16, both of these leases are not considered to be enforceable.

Since these agreements are not considered enforceable, they do not meet the definition of a contract under IFRS 16 and thus does not create a right-of-use Asset. Hence, MAHL has recognized the rent paid for their premises in line with their previous practice under IAS 17 which is recognizing a rental expense in the statement of profit or loss.

Since MAHL's rental agreements did not meet the definition of IFRS 16 right-of-use asset, there was no impact on the financial statements due to the adoption of this accounting standard.

3.3 Employee benefits: Provident Fund

Provident Fund

MAHL maintains a defined contribution plan (Employee Provident Fund) for its eligible permanent employees. The eligibility is determined by according to the terms and conditions set forth in the trust deed and rules. The company subscribes to a contributory provident fund for its permanent employees which is administered by a Board of Trustees. As per IAS 19, in a defined contribution plan, the entity pays fixed contributions into a fund but has no legal or constructive obligation to make further payments. Obligations for contribution to defined contribution plans are recognised as an employee benefit expense in profit or loss in the period during which related services are rendered by employees

Workers' Profit Participation Fund (WPPF)

In accordance with IAS 19, an entity shall recognize the expected cost of profit-sharing and bonus payments if the entity has a present legal or constructive obligation to make such payments and reliable measurement of the obligation can be made. The company makes the provision of WPPF @ 5% of its net profit before tax after charging such expense as WPPF in accordance with Bangladesh Labour Act 2006 as amended in 2013.

The Company does not have any policy to provide Defined Benefit Employment Benefits and therefore the Company does not maintain a Gratuity Fund. Consequently there is no provision or gratuity expenses recognized by the Company.

3.4 Property, plant and equipment

3.4.1 **Recognition and measurement**

Property, plant and equipment (PPE) is recognised as an asset if it is probable that future economic benefits associated with the asset will flow to the entity and the cost of the item can be measured reliably.

Property, plant and equipment are stated at cost or valuation less accumulated depreciation and impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the assets, bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by management.

3.4.2 **Subsequent costs**

The costs of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its costs can be measured reliably. The costs of the day to day servicing of property, plant and equipment are recognised in the statement of profit or loss and other comprehensive income as incurred.

3.4.3 **Depreciation**

Depreciation is recognised in the statement of profit or loss and other comprehensive income on a reducing balance method over the estimated useful lives of each item of property, plant and equipment. Depreciation of an asset begins when it is available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that is classified as held for sale) in accordance with IFRS 5 and the date that the asset is derecognised or sold. No depreciation is charged on leasehold land and capital work-in-progress. Depreciation is calculated and charged on all other property, plant and equipment at the following rates on cost or valuation, considering the estimated useful lives of the assets:

	30-Jun-21	30-Jun-20
Land	0%	0%
Plant and machinery	15.00%	15.00%
Spare parts Office equipment	10.00%	10.00%
Furniture fixtures and fittings	10.00%	10.00%
Shuttering Material	20.00%	20.00%
Motor Vehicle	20.00%	20.00%

Gain or loss on sale of property, plant and equipment is recognised in the statement of profit or loss and other comprehensive income as per provision of IAS 16: "Property, plant and equipment".

Depreciation has been allocated to the different projects on the basis of uses of the assets .

MAHL recognizes two kinds of spare parts: parts which are considered long-term assets and parts which are considered inventory. In addition, there are some spare parts which are used over multiple years and they are used on the field to service other capital equipment. These parts are used over multiple years, are of very high value and are held for use in the production of goods or service. Since these items are large, high value and used over multiple years, they meet the definition of property, plant and equipment, as per paragraph 6 of IAS 16 and thus are presented as fixed assets and not inventory

3.4.4 **Revaluation of Property Plant and Equipment**

When using the revaluation model, as per IAS 16: Property, Plant and Equipment paragraph 31, after recognition as an asset, an item of property, plant and equipment whose fair value shall be measured reliably can be carried at a revalued amount. If PPE and revaluations shall be made with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting period.

The company revalued its land by an independent professional firm namely Nurul Faruk Hasan & Co., Chartered Accountants, creating a revaluation surplus of Taka 11,08,65,857 . The valuation report has been prepared and treated in accordance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) and other applicable laws, rules, regulations and guidelines. The revaluation report was prepared based on the financial position of June 30, 2017.

The increase in the carrying amount of revalued assets is recognized in the separate component of equity under the head of revaluation surplus. However, the increase is recognized in profit or loss account to the extent that it reverses a revaluation decrease of the same assets previously recognized in profit or loss account. There were no income recognized for the current for any such reversals. Since the asset which was revalued (Land & Land Developments) is not depreciated, there is no transfer of revaluation surplus to equity done by the Company.

3.5 Impairment

3.5.1 Recognition

The carrying value of the company's assets, other than inventories, are reviewed at each statement of financial position date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of the asset or its cash-generating unit exceeds its recoverable amount. Impairment losses, if any, are recognised in the statement of profit or loss and other comprehensive income. For the assets that have indefinite useful life, the recoverable amount is estimated at each statement of financial position date.

No indication of impairment was observed in the period ended 30 June 2021.

3.5.2 Calculation of recoverable amount

The recoverable amount of an asset is the greater of net selling price and value in use. The estimated future cash flows are discounted to their present value using discount rate that reflects the current market assessment of the time value of money and the risk specific to the asset. For an asset that does not generate significantly independent cash inflows, the recoverable amount is determined for the cash generating unit to which the asset belongs.

3.5.3 Reversal of impairment

An impairment loss recognised in prior periods for an asset shall be reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, had no impairment loss been recognised for the asset in prior years.

There was no reversal of impairment in the period ended 30 June 2021.

3.6 Capital work-in-progress

Capital work-in-progress represents the cost incurred for acquisition and/or construction of items of property, plant and equipment that were not ready for use at the year end and these are stated at cost.

3.7 Financial Instruments

As per IFRS-7 "Financial Instruments: Disclosure" all financial instruments are presented in a way so that users are enabled to evaluate the significance of financial instruments for the Company and nature and extent of risks arising from financial instruments to which the entity is exposed during the period and how the entity manages those risks.

Investments in fixed deposits

Investments in fixed deposits are shown in the financial statements at its cost and interest income is recognised as they become due.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, balances and deposits with licensed financial institutions that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Advances

Advances with no stated interest are measured at the original amount if the effect of discounting is immaterial.

MAHL has adopted IFRS 9 for the current period as this standard has become effective. In previous periods, the entity used IAS/BAS 39 to account for their financial instruments. The adoption of IFRS 9 did not have any impact on the Company's financial statements as there were no changes in the Company's classification of the existing financial instruments (all remained measured at cost). As per IFRS 9, a financial instrument is measured at cost if they are held with a business model whose objective is hold assets and collect contractual cashflows and the contractual terms give rise to cash flows on specific dates which are only payments of principle and interest on the outstanding principle. These two criterias are met by all three instruments above.

3.8 **Borrowing costs**

As per requirement of IAS 23 Borrowing Costs, directly attributable borrowing costs are capitalised during construction period for all qualifying assets. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. The borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are those borrowing costs that would have been avoided if the expenditure on the qualifying asset had not been made. All other borrowing costs are recognised in profit and loss in the period in which they are incurred.

3.9 **Taxation**

Tax on the statement of comprehensive income for the year comprises current and deferred tax. Income tax is recognised in the statement of comprehensive income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

3.9.1 **Current tax**

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the statement of financial position date, and any adjustment to tax payable in respect of previous years.

3.9.2 **Deferred tax**

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: the initial recognition of goodwill; the initial recognition of assets or liabilities that affect neither accounting nor taxable profit other than in a business combination, and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date. Deferred tax assets and liabilities are offset if there is a legal enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that is no longer probable that the related tax benefit will be realised.

3.10 **Inventories**

3.10.1 **Stocks**

Inventories represents construction material and supplies i.e., rod, cement, sand, stone, tiles, bricks, pipes, electrical goods etc. awaiting use in the production process. Therefore, the company complies with the principles of IAS-2 "Inventories" and recognise inventories at cost using weighted average cost formula and measure the same at reporting date at lower of cost and net realisable value.

3.10.2 **Stores**

Spare parts and miscellaneous items are valued at the lower of cost and net realizable value.

3.10.3 Contract Asset - Work in Progress & Contract Liabilities

Contract Asset: Work-in-process represents performance obligation completed by MAHL but for which consideration is not yet due (since the customer has not been billed). In accordance with paragraph 107 of IFRS 15, this is recorded as an asset. IFRS 15 allows a Company to use alternative description to represent Contract Asset in the statement of financial position (paragraph 109). Therefore contract asset is presented as "Work in Progress" in the statement of financial position.

MAHL does not operate or use sales agents who receive compensation in the form of commission from the Company. Rather than agents, the Company has human resources engaged in business development. The compensation of these employees are not directly related to acquisition of any single contracts but rather incurred periodically in the form salary and wages. Therefore the Company does not record any contract assets in related to customer contracts regarding costs incurred to obtain contracts which is in line with IFRS 15 Paragraph 91.

Contract liabilities represent payments received for consideration not yet completed. The Company only bills their clients for work completed after a survey is completed by the Customer to confirm the stage of work completion. The Company only recognizes revenue after this process is completed and only then will the Company bill their customers. Consequently, no payment is ever received before an obligation is completed and hence there is no Contract Liabilities on the financial statements

3.11 Trade and other receivables

Contracts receivable represent the amounts billed on completed construction contracts. In accordance with IFRS 15, the receivable amount represents MAHL's right to consideration that is unconditional. The consideration is unconditional due to the fact that the service has been completed and the customer has been billed for the services provided. Contract receivable asset should be distinguished from Work in Process which represents contracts assets where MAHL has completed their performance obligation but payment is not yet due (since the customer has not been billed yet). There are further details in Contract Asset: Work in progress is Note 3.10.3

3.12 Foreign currency transactions

The financial statements are presented in BDT which is company's functional currency. Transactions in foreign currencies are recorded in the books at the exchange rate prevailing on the date of the transaction. Monetary assets and liabilities in foreign currencies at the date of statements of financial position are translated into taka at the exchange rate prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the initial transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rate at the date when the fair value was determined. Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognised in profit or loss as per IAS-21 the Effects of Changes in Foreign Exchange Rates.

3.13 Provisions, contingent liabilities and contingent assets

Provisions

A provision is recognised in the statement of financial position when the company has a legal or constructive obligation as a result of past events, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities

Contingent liabilities is a possible obligation that arises from the past events and whose existence will be confirmed only by the occurrence or non-occurrence of more uncertain future events not wholly within the control of the entity; or a present obligation that arises from past events but is not recognised because:

- a) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation;
or
- b) the amount of the obligation cannot be measured reliably.

Contingent Assets

A Contingent asset is a possible asset that arises from the past events and whose existence will be confirmed only by the occurrence or non-occurrence of more uncertain future events not wholly within the control of the entity.

Contingent liabilities and assets are not recognised in the statement of financial position of the Company. They are disclosed in the notes to the financial statements.

3.14 Revenue recognition

Under IFRS 15, revenue is measured under a 5 step process. The 5 step process includes:

1. Identification of contract
2. Identification of performance obligation
3. Determination of transaction price
4. Allocation of transaction price to performance obligation
5. Satisfaction of performance obligation

Through a 5 step process, the Company identifies a contract with a customer and the contract details the consideration amount that is to be received from the customer in return for distinct performance obligations that is to be performed by the Company. The performance of these obligations are fulfilled through the transfer of goods and services to the customer.

As MAHL operates in the construction business, fulfilment of their contracts involve providing goods and services of varied nature in a given contract. However the nature of these services is such that they are not distinct individually but rather cumulatively makes up one single distinct deliverable (since the customer cannot enjoy the benefits from those goods or services on their own). Therefore the consideration to has been agreed in the contract is attributed to the that one deliverable rather than allocating them to individual goods or services since they are not distinct from one another.

The performance obligation related to MAHL's construction contracts are satisfied over-time. MAHL uses the output method to determine the entity's progress towards complete satisfaction of a performance obligation over time. MAHL uses the output method because it provides a true and fair presentation of the value to the customer of the goods and services transferred to date relative to the remaining goods and services promised under the contract.

As described above, the Company adopted IFRS 15 using the full retrospective method. Adoption of IFRS 15 did not lead to any changes in the revenue recorded in previous periods. Revenue was recognized in line with the Company's progress of completion in prior years and the consideration to be received did not involve variable elements or multiple performance obligations.

3.15 Contract Cost

Contract costs are costs that are incremental to obtaining a contract with a customer or costs that are directly related to fulfilling a specified customer (Fulfilmen cost). Contract cost is capitalised as an asset and amortised in a way that is consistent with the transfer of the related goods and service.

3.16 Interest expenses

Interest expense comprises interest expense on overdraft, import loan, demand loan, finance lease and term loan. All interest expenses are recognised in the statement of profit or loss and other comprehensive income when it accrues. Interest expenses is allocated to the different projects and joint ventures on the basis of loan used.



3.17 Earnings per share

Basic earnings per share

The company presents basic earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to the ordinary shareholders of the company by the weighted average number of ordinary shares outstanding at the year end as per IAS-33 "earnings per share".

Diluted earnings per share

No diluted earnings per share are required to be calculated for the year as there was no scope for dilution during the year under review.

3.18 Related party transaction

Parties are considered to be related if one of the party has the ability to control the other party or exercise significant influence over the party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arms length basis at commercial rates with its related parties.

3.19 Events after the reporting date

Events after the reporting date that provide additional information about the company's position at the reporting date are reflected in the financial statements. Events after the reporting date that are not adjusting events are disclosed in the notes when material.

3.20 General

Previous year's numerical information, narratives and descriptive information in the financial statements and accompanying notes have been disclosed and rearranged/reclassified wherever considered necessary to conform to current year's presentation.

4. Property, plant and equipment

Particulars	Land	Plant and machinery	Spare parts & Office equipment	Furniture fixtures and fittings	Shuttering Material	Motor vehicles	Warehouse & Workshop (CWIP)	Total
	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
AS AT 30 June 2021								
Cost or valuation								
As at 01 July 2020	344,864,500	1,120,090,920	3,347,737,510	74,683,805	717,430,074	613,911,309	-	6,218,718,118
Addition during the year	112,464,933	113,983,276	27,078,560	5,103,365	265,275,484	44,013,352	136,581,758	704,500,728
Revaluation surplus	-	-	-	-	-	-	-	-
Adjustment/disposal	-	-	-	-	-	-	-	-
As at 30 June 2021	457,329,433	1,234,074,196	3,374,816,070	79,787,170	982,705,558	657,924,661	136,581,758	6,923,218,846
Accumulated depreciation								
As at 01 July 2020	-	528,684,845	1,079,710,871	22,621,767	413,146,054	334,108,212	-	2,378,271,748
Charge during the year	-	91,902,201	228,601,309	5,534,730	84,101,048	59,151,909	-	469,291,198
Adjustment/disposal	-	-	-	-	-	-	-	-
As at 30 June 2021	-	620,587,046	1,308,312,180	28,156,496	497,247,102	393,260,121	-	2,847,562,946
Net book value								
As at 30 June 2021	457,329,433	613,487,150	2,066,503,890	51,630,674	485,458,456	264,664,540	136,581,758	4,075,655,901
AS AT 30 June 2020								
Cost or valuation								
As at 01 July 2019	344,864,500	954,595,729	3,277,030,647	67,404,037	687,755,498	541,406,715	-	5,873,057,126
Addition during the year	-	165,495,191	70,706,863	7,279,768	29,674,576	72,504,594	-	345,660,992
Revaluation surplus	-	-	-	-	-	-	-	-
Adjustment/disposal	-	-	-	-	-	-	-	-
As at 30 June 2020	344,864,500	1,120,090,920	3,347,737,510	74,683,805	717,430,074	613,911,309	-	6,218,718,118
Accumulated depreciation								
As at 01 July 2019	-	443,974,579	830,389,973	17,115,460	339,608,867	271,345,464	-	1,902,434,342
Charge during the year	-	84,710,266	249,320,898	5,506,307	73,537,187	62,762,748	-	475,837,406
Adjustment/disposal	-	-	-	-	-	-	-	-
As at 30 June 2020	-	528,684,845	1,079,710,871	22,621,767	413,146,054	334,108,212	-	2,378,271,748
Net book value								
As at 30 June 2020	344,864,500	591,406,076	2,268,026,639	52,062,038	304,284,020	279,803,097	-	3,840,446,370

Allocation of Depreciation:	2021	2020
Mir Akhter Hossain Ltd.	166,829,408	171,832,611
Halla-MAH-Seokwang Joint Venture	4,458,455	-
Samwhan-Mir Akhter Joint Venture	74,428,734	125,032,952
Mir Akhter-Komalhaltec Joint Venture	5,504,220	26,568,441
Mir Akhter-WMCG Joint Venture	33,111,118	15,827,765
Halla-Mir Akhter Joint Venture	114,073,951	126,402,408
Hego-Mir Akhter Joint Venture	27,930,569	10,173,229
Mir Akhter-CAMCE Joint Venture	16,312,653	-
CRCC-MAHL Joint Venture	22,502,584	-
	469,291,198	475,837,406

Depreciation has been allocated to the different projects on the basis of uses of the assets .

5. Investment in Joint Venture

This amount represents the company's Investment in the project with foreign collaboration

As at 30 JUNE 2021	As at 30 JUNE 2020
10,403,929,520	10,315,894,731
10,403,929,520	10,315,894,731

<u>Name of the Joint Venture</u>	<u>Nature of Business</u>		
HALLA-MAH-SEOKWANG JV	Construction	796,016,542	859,971,559
Samwhan-Mir Akhter JV	Construction	3,004,590,686	3,235,381,400
Mir Akhter-Komaihaltec JV	Construction	429,336,740	1,484,985,595
Mir Akhter-WMCG JV	Construction	871,928,159	924,137,347
Hego-Mir Akhter JV	Construction	1,047,597,383	1,055,626,581
Halla-Mir Akhter JV	Construction	2,993,132,828	2,755,792,249
Mir Akhter-CAMCE JV	Construction	715,862,328	-
CRCC-MAHL JV	Construction	545,464,854	-
		10,403,929,520	10,315,894,731

HALLA-MAH-SEOKWANG:

Three entities viz; Halla Corporation, Korea, Mir Akhter Hossain Ltd., Bangladesh and Seokwang Development Co. Ltd. formed a Joint Venture Undertaking (Partnership at will) based on a contract to perform the construction work of Cox's Bazar Airport under the Civil Aviation Authority of Bangladesh.

Samwhan-Mir Akhter JV:

Two entities viz; Samwhan Corporation and Mir Akhter Hossain Ltd., Bangladesh formed a Joint Venture Undertaking (Partnership at will) based on a contract for improvement of road from Dulla Mari road to Tangail (22.4 Km.) from 2-Lane to 4-lane including structures and performance based maintenance works on improved 4-lane road from Dulla Mari Road to Tangail (22.4 Km.) and Construction of 6 (Six) Nos (G-14) Storied Residential Building (100 Sft. Each unit) including civil, Internal & external sanitary & water supply and electrical works, supply & Installation of lift, Generator, electric substation and fire fighting system etc in Block-A of Dhaka Elevated Express way (DEE) project.

Mir Akhter-Komaihaltec JV:

Two entities viz; Komaihaltec Ltd. and Mir Akhter Hossain Ltd. formed a Joint Venture Undertaking (Partnership at will) based on a contract No. PW-02 for Construction of 16(Sixteen) Nos. Bridge at Rajshahi Zone of Western Bangladesh Bridge improvement project.

Mir Akhter-WMCG JV

Two entities viz; Mir Akhter Hossain Ltd. And Wuhan Municipal Construction Group (WMCG) formed a Joint Venture undertaking (Partnership at will) based on a contract for the construction of 7.35 km road from Rajghat to Mohoriguna in Moheshkhali upazilla of Coxsbazar.

Hego-Mir Akhter JV

Two entities viz; Henan Highway Engineering Group Co. Ltd., Republic of China and Mir Akhter Hossain Ltd. formed a Joint Venture Undertaking (Partnership at will) based on a contract for part-1: Improvement of road from west side of Bangabandhu Bridge to Hatikumrul intersection (19.80 km) to a 4-Lane highway alongwith slow moving vehicular traffic (SMVT) lane on both sides & structures and part-2: performance based maintenance works on improved 4-lane highway from west side of Bangabandhu Bridge to Hatikumrul intersection (19.80 km) to a 4-Lane highway alongwith slow moving vehicular traffic (SMVT) lane on both sides & structures under the SASEC road connectivity project-II: Improvement of Elenga-Hatikumrul-Rangpur road to a 4-lane highway, ICB No.: SASEC-II/ICB/MP-1/WP 06 (LOT 2).

Halla-Mir Akhter JV

Two entities viz; HALLA Corporation, Republic of Korea and Mir Akhter Hossain Ltd., Bangladesh formed a Joint Venture Undertaking (Partnership at will) based on a contract for rehabilitation of road from Badarkhali naval police station to Yunuskhali (Ch. 30+ 339 to Ch. 36+123) including new 680 m kohelia bridge, strengthening of existing runway and taxiway at OSMANI INTERNATIONAL AIRPORT, SYLHET and construction of 595m long PC box girder bridge box over Bakkhali river at Kusturi Ghat under sadar upazila of Cox'sbazar District.

CRCC-MAHL JV

Two entities viz; Mir Akhter Hossain Ltd. And China Railway Construction Bridge Engineering Bureau Group Co. Ltd. formed a Joint Venture undertaking (Partnership at will) based on a contract for the construction of Construction of Broad Gauge Rail Line from Madhukhali to Magura Via Kamarkhali.

MIR AKHTER-CAMCE JV

Two entities viz; Mir Akhter Hossain Ltd. And China CAMC Engineering Co. Ltd. formed a Joint Venture undertaking (Partnership at will) based on a contract for the Strengthening of Existing Runway and Taxiway at Shah Amanat International Airport, Chittagang.

Legal Status of all Joint Ventures:

The legal status of the joint venture is a Partnership at will because it was created only to carry out a particular construction projects as per contract, but in accordance with the provision of Section - 2 (20) BB of Income Tax Ordinance 1984 its status is a Company though it does not have any consequential effect under this Ordinance.

6. Investment in Projects

Balance as at 01 July
Add: Addition during the year

Less: Refund during the year
Balance as at 30 June

527,926,105	576,288,797
39,900,000	-
567,826,105	576,288,797
-	(48,362,692)
567,826,105	527,926,105

7. Security Deposits (Retention Money)

Security Deposits

Balance as at 01 July
 Add: Security deposits retained by the employer
 Less: Refund during the period
 Balance as at 30 June

As at 30 JUNE 2021	As at 30 JUNE 2020
713,959,073	743,670,554
149,673,865	115,923,418
(76,534,700)	(145,634,899)
787,098,238	713,959,073

Prepayments

VAT refund:

Opening
 Add: Additions during the year
 Less: Refund during the year:

18,970,330	40,744,548
-	-
-	(21,774,218)
18,970,330	18,970,330
806,068,568	732,929,403

8. Advance & Prepayments

Advances to employees against salary
 Advances to suppliers

2,226,787	2,855,630
938,415,189	949,033,874
940,641,976	951,889,504

8A. Consolidated Advance & Prepayments

Advance & Prepayments - MAHL
 Advance & Prepayments - MSL
 Less: Intercompany Elimination

940,641,976	951,889,504
30,000,000	-
(271,669)	-
970,370,307	951,889,504

9. Advance income tax

Balance as at 01 July
 AIT on Import
 AIT on Contract revenue
 AIT on IPO & STD accounts
 AIT on the registration of Car and Vehicle

48,134,478	48,806,217
26,696,435	41,930,415
186,201,958	122,020,389
1,638,216	1,204,843
7,159,242	2,786,500
269,830,329	216,748,364
(220,057,635)	(168,613,886)
49,772,694	48,134,478

Less: Provision for tax
 Balance as at 30 June

10. Inventories

Stocks

Work-in-process
 Raw materials (Note-13.1)
 Goods-in-transit

1,740,101,845	1,557,132,876
1,995,339,200	1,832,486,556
517,370,329	136,325,253
4,252,811,374	3,525,944,685

10.1 Details break-down of Raw materials:

Cement
M.S.Rod
Stone Chips/Boulder
Sand
Bricks
Sanitary Material
Wood & Plastic Door
Tiles
PVC pipe,RCC pipe & S.S.Pipe
Bitumen
Chemical
Hardware Material
Electrical Material
GP Sheet
Holo Block
Thai Aluminium
Others

Total

As at 30 JUNE 2021	As at 30 JUNE 2020
221,541,230	210,007,899
239,233,520	212,696,819
451,247,800	403,463,499
482,714,570	433,374,149
5,833,690	61,245,780
3,821,200	4,123,580
566,910	678,900
328,180	212,340
3,823,690	3,640,800
45,521,450	54,125,730
6,322,590	8,823,690
1,477,820	16,823,470
8,962,540	9,817,460
5,922,360	8,715,400
477,850	1,645,210
655,240	879,250
516,888,560	402,212,580
1,995,339,200	1,832,486,556

Due to large volume number of items of stocks, it is difficult to quantify each items in a separate and distinct category. Therefore, it is grouped under the suitable head.

11. Cash and cash equivalents

Cash in hand (Note- 11.3)

14,430,642

33,513,150

Cash at banks

Cash at bank (Note-11.1)

1,170,208,269

105,405,975

Cheque in hand (Note-11.2)

370,041,894

337,996,396

1,540,250,163**443,402,371****1,554,680,805****476,915,521****11.1 Cash at bank**

Cash at bank MAHL

401,869,703

105,405,975

Cash at bank IPO account (BDT account)

767,713,712

-

Cash at bank IPO account (USD converted to BDT)

624,854

-

1,170,208,269**105,405,975****11.2 Cheque in hand****Project Name**

Rajshahi New Road(RNR)

159,341,312

41,196,320

Reliance Insurance Limited

37,779,354

-

Nator Baghatipara Bridge, NBB

-

5,920,373

Patenga Container Terminal-Ground Improvement-(PCT)

-

41,887,991

Residential Model Town (3rd Phase) Rajuk Dhaka

-

13,050,100

RHD Sylhet Road Project, SRP

32,774,867

25,534,151

Dhaka Airport (DAP)

-

11,819,723

Chitagang Development Authority,BAKALIA

-

59,965,275

Kanchpur Meghna Gumti Bridge, (OSJI JV)

-

138,622,463

Jamuna River Dredging Works, JRDW

61,749,164

-

Munshiganj Bridge, MSBP

78,397,197

-

370,041,894**337,996,396**

11.3 Cash in hand

Project

Head Office
RAJUK, Uttara Dev. Project, DHAKA
Uttara Residential Apartment Project
OSJI JOINT VENTURE
Reliance Insurance Limited
Chittagang Development Authority, BAKALIA
Matarbari Power Plant
RHD, Shylhet Road Project(SRP)
Dredging Work Madaripur, DWM
Nator Baghatipara Bridge, NBB
Jamuna River Dredging Works, JRDW
Munshiganj Bridge, MSBP
Kushtia Shilpakala Academy (KSA)
Dhaka Airport (DAP)
Bangabandhu Bridge,RHD (BBTL)
Dawlatdia Basantapur Road, RHD (DBR)

As at 30 JUNE 2021	As at 30 JUNE 2020
1,468,103	-
-	1,356,200
623,540	1,535,420
578,410	1,012,500
859,632	1,478,600
-	185,680
-	184,000
2,655,820	3,955,400
-	1,457,900
-	2,783,290
3,655,120	-
825,630	-
531,470	2,520,100
2,920,417	8,644,200
312,500	3,720,360
-	4,679,500
14,430,642	33,513,150

11A Consolidated Cash and cash equivalents

Cash at bank MAHL (Note-11.1)
Cheque in hand (Note-11.2)
Cash in hand (Note- 11.3)
Cash at bank - MSL

1,170,208,269	105,405,975
370,041,894	337,996,396
14,430,642	33,513,150
39,899,595	-
1,594,580,400	476,915,521

12. Share capital**Authorised**

200,000,000 Ordinary shares of Tk 10 each

Issued, subscribed and paid-up

120,771,547 Ordinary shares of Tk 10 each

Shareholding position of the company

	Nominal value (Taka)		Percentage of holding (%)	
	30-06-2021	30-06-2020	30-06-2021	30-06-2020
Sponsors/Directors	586,670,000	586,670,000	48.58%	58.67%
Institutions	47,106,540	-	3.90%	0.00%
General Public	573,938,930	413,330,000	47.52%	41.33%
	1,207,715,470	1,000,000,000	100.00%	100.00%

On 26 January 2021, the Company raised total proceeds of BDT 1,250,000,000 through Initial Public Offering (IPO). Overall the Company issued 20,771,547 shares with nominal value of BDT 10.00 per share. The Company recognized an increase in Share Capital of BDT 207,715,470 and share premium of BDT 1,042,284,530.

13. Revaluation Reserve

Revaluation reserve	110,865,857	110,865,857
Less: Deferred tax liabilities on revaluation reserve	(3,325,976)	(3,325,976)
	107,539,881	107,539,881

14. Retained earnings

Balance as at 01 July	2,738,465,717	2,363,458,720
Profit transferred from statement of comprehensive income	101,968,462	74,968,295
Transferred from joint venture business	367,884,649	300,038,702
Balance as at 30 June	3,208,318,829	2,738,465,717

14.A Consolidated Retained earnings

Balance as at 01 July	2,738,465,717	2,363,458,720
Profit transferred from MAHL Business (MAHL)	101,968,462	74,968,295
Less: Loss in MSL attributed to MAHL	(10,380,558)	-
	91,587,905	-
Transferred from joint venture business	367,884,649	300,038,702
Balance as at 30 June	3,197,938,271	2,738,465,717

14.B Non-Controlling Interest in MSL

Balance as at 01 July	-	-
NCI Portion of MSL Common Share Equity	200,000	-
NCI Portion of MSL loss for the year	(26,016)	-
	173,984	-

As at
30 JUNE 2021

As at
30 JUNE 2020

15 Deferred tax liabilities

The company has recognised deferred tax liabilities on revaluation surplus complying with the International Accounting Standard (IAS-12).

There are no other sources of deductible/taxable temporary differences for MAHL. Historically, the Company's depreciation expense for accounting purposes have been in line with depreciation expense recorded for tax purposes leading to no temporary differences. MAHL's joint ventures which are recorded using the equity method also does not lead to any taxable/deductible temporary difference since the Joint Ventures are taxed as a separate entity. All distribution of profits paid to MAHL are done on an after-tax basis and therefore there is no instance where a temporary difference can arise

Revaluation surplus
Tax rate, as per Section 53H of the Income Tax Ordinance 1984 read with Rule 17II
Defferd tax liabilities

110,865,857	110,865,857
3%	3%
3,325,976	3,325,976

16. Loan from Financial Institutions

Social Islami Bank Ltd.
Shahjalal Islami Bank Ltd.
Dhaka Bank Ltd.
United Commercial Bank Limited
Jamuna Bank Limited
Uttara Bank Limited
BRAC Bank Limited
Pubali Bank Limited
Standard Bank Limited
Al-Arafah Islami Bank Ltd.
Midland Bank Ltd.
Modhumoti Bank Ltd.
Mutual Trust Bank Ltd.
NRB Commercial Bank Ltd.
Dutch Bangla Bank Limited

1,510,777,691	1,501,630,959
1,581,546,494	2,024,448,656
1,926,868,864	1,783,006,413
2,276,685,362	2,125,424,679
665,740,893	1,476,498,356
627,218,368	503,751,240
805,606,087	631,055,279
-	7,453,159
931,984,568	1,277,437,585
1,204,325,190	740,395,869
368,700,492	338,135,494
719,819,347	869,157,899
1,581,827,928	1,303,714,975
941,630,556	589,490,649
1,862,100,300	910,979,893
17,004,832,140	16,082,581,104
(4,873,468,063)	(2,612,089,755)
12,131,364,077	13,470,491,349

Less: Short term Loan
Long term loan

16.1 Social Islami Bank Ltd.

This represents the amount outstanding against term loans taken from The Social Islami Bank Limited on various dates for executing the projects and improving the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.2 Shahjalal Islami Bank Ltd.

This represents the amount outstanding against term loans taken from The Shahjalal Islami Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

As at
30 JUNE 2021As at
30 JUNE 2020**16.3 Dhaka Bank Ltd.**

This represents the amount outstanding against term loans taken from The Dhaka Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.4 United Commercial Bank Limited

This represents the amount outstanding against term loans taken from The United Commercial Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.5 Jamuna Bank Limited

This represents the amount outstanding against term loans taken from Jamuna Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00%p.a.

16.6 Uttara Bank Limited

This represents the amount outstanding against term loans taken from Uttara Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at 7.00%-9.00% p.a.

16.7 BRAC Bank Limited

This represents the amount outstanding against term loans taken from BRAC Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.8 Pubali Bank Limited

This represents the amount outstanding against term loans taken from Pubali Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.9 Standard Bank Limited

This represents the amount outstanding against term loans taken from Standard Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.10 Al-Arafah Islami Bank Limited

This represents the amount outstanding against term loans taken from Al-Arafah Islami Bank Limited on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

As at
30 JUNE 2021

As at
30 JUNE 2020

16.11 Midland Bank Ltd.

This represents the amount outstanding against term loans taken from Midland Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.12 Shimanto Bank Ltd.

This represents the amount outstanding against term loans taken from Shimanto Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.13 Modhumoti Bank Ltd.

This represents the amount outstanding against term loans taken from Modhumoti Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.14 Mutual Trust Bank Ltd.

This represents the amount outstanding against term loans taken from Mutual Trust Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.15 NRB Commercial Bank Ltd.

This represents the amount outstanding against term loans taken from NRB Commercial Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.16 Dutch Bangla Bank Ltd.

This represents the amount outstanding against term loans taken from Dutch Bangla Bank Ltd. on various dates for executing the projects and importing the equipments and others. These loans are repayable with interest at the range of 7.00%-9.00% p.a.

16.17 Security

- (a) Personal guarantee of all the Directors including Managing Director of the company.
- (b) Existing charge on immoveable property, moveable property, book debts and floating assets (present and future) of the company duly registered with RJSC&F.
- (c) Mode wise post dated MICR cheques for each limit separately in favor of the bank to be obtained through an undertaking to the effect that these have been provided by you for repayment purpose.
- (d) Fresh usual charge documents (mode wise) duly stamped and filled in.

As at
30 JUNE 2021As at
30 JUNE 2020

17. Deferred LC

SL	Item Name	BDT Value	
1	Stone	36,443,550	
2	Motor Grader	6,796,000	
3	Stone	3,277,711	
4	Stone	2,823,160	
5	Stone	1,771,208	
6	Stone	3,298,693	
7	Lab Equipment	1,468,600	
8	Stone	2,360,153	
9	Motor Grader Parts	2,913,700	
10	Stone	887,235	
11	Stone	2,815,787	
12	Stone	3,313,050	
13	Woven Geotextile	8,634,573	
14	Geogrid	3,287,565	
15	Stone	3,311,504	
16	Bentonite powder	2,534,483	
17	Stone	3,313,050	
18	Stone	3,297,258	
19	Stone	2,775,529	
20	Stone	3,299,503	
21	Stone	3,305,651	
Total		101,927,962	

18. Liabilities for expenses

Salary & Allowances	13,345,900	28,184,180
Audit fees	350,000	350,000
Legal Fees	140,000	100,000
Director's Remuneration	560,000	160,000
Telephone & Fax Bill	12,380	42,690
Electrical Bill	101,600	63,057
Repair & Maintenance (Machinery)	65,700	103,000
Repair & Maintenance (CAR)	63,000	90,100
Repair & Maintenance (Equipment)	16,320	17,530
Office Rent	1,835,177	1,835,178
GAS & WASA Bill	37,200	39,220
Payable to Suppliers	10,065,713	15,000,000
Stationery	15,200	14,860
Newspaper & Postage	1,040	4,050
Office Maintenance Charges	27,190	26,790
Fuel & Lubricant	15,120	130,500
PF Contribution	310,200	252,033
Contribution to WPPF	28,280,414	92,299,258
	55,242,154	138,712,446

18A. Consolidated Liabilities for expenses

Liabilities for expenses - MAHL	55,242,154	138,712,446
Liabilities for expenses - MSL	306,169	-
Less: Intercompany Elimination	(271,669)	-
	55,276,654	138,712,446

For the year ended
30 JUNE 2021

For the year ended
30 JUNE 2020

19. Revenue

Project Name (Details of Revenue is shown in Annexure - 1)

1	RHD Sylhet Road Project(SRP)	1,057,260,712	333,788,187
2	Chevron Bangladesh (BD)Block Twelve Ltd.	75,109,472	20,818,400
3	Kushtia Shilpakala Academy (KSA)	52,608,262	35,301,493
4	Maizkandi-Boalmari Gopalganj Road(MBG)	-	3,784,254
5	Matarbari Power Plant(MPP)	-	68,126,465
6	Kanchpur Bridge.Narayongong (KMG)/OSJI	165,267,024	1,047,095,692
7	Patengha Container Terminal Ground Improvement (PCT)	311,907,918	188,299,985
8	Rajshahi New Road(RNR)	241,277,132	242,060,753
9	Uttara Construction Building Project(UTTARA)	163,615	4,887,025
10	Residential Model Town (3rd Phase) Rajuk Dhaka	-	15,819,090
11	Nator Baghatipara Bridge, NBB	-	20,092,949
12	Chitagang Development Authority,BAKALIA	65,564,000	78,181,000
13	Relaince Insurance Ltd.	135,821,135	63,533,136
14	Dawlatdia Basantapur Road,RHD (DBR)	-	237,882,095
15	Dredging Work Madaripur, DWM	1,245,526	14,891,467
16	Bangabandhu Bridge,RHD (BBTL)	141,628,399	132,160,002
17	Dhaka Airport (DAP)	359,525,326	188,237,708
18	LGED, Gopalganj, BAPARD (Kotalipara)	64,046,421	-
19	Multapur Bridge, AMBP	89,821,505	-
20	Jamuna River Dredging Works, JRDW	337,821,160	-
21	Jamuna Rail Bridge Project, JRBP	48,182,487	-
22	Munshiganj Bridge, MSBP	95,026,905	-
Total Revenue		3,242,277,000	2,694,959,701

20. Cost of execution of the contract

Opening stock of construction material	1,832,486,556	1,635,458,010
Development and material expense (Note 23.1)	1,711,977,572	1,951,084,708
Cost of construction material available during the period	3,544,464,128	3,586,542,718
Closing stock of construction material	1,995,339,200	1,832,486,556
Cost of construction material consumed during the period	1,549,124,928	1,754,056,162
Direct expenses (Note 23.2)	940,399,898	890,605,172
Total cost of construction in process	2,489,524,827	2,644,661,334
Opening Work in Process	1,557,132,876	841,254,200
Closing Work in Process	1,740,101,845	1,557,132,876
Total Cost of execution of the contract	2,306,555,858	1,928,782,658

20.1 Development and material expense

Earth filling and development work	3,852,400	64,821,560
Material cost	1,708,125,172	1,886,263,148
Less: Vat Refundable	-	-
Total Development and material expenses	1,711,977,572	1,951,084,708

20.2 Direct expenses

Project Expenses
Carriage Inward
Fuel and Lubricant
Bank charge/Others charge by the Employer
Salary & Wages
VAT (Note-23.2.1)
Depreciation (Note-04)

Total Direct Expenses**20.2.1. VAT**

VAT Deducted from Construction Business
VAT Deducted from Import Stage

Total VAT**21. General and administration expenses**

Staff Salary & Allowance
Board Meeting Fee
Directors Remuneraton
Advertisement
Printing & Stationery
Tender, Prequalification/Enlistment
Office Rent
Fees & Chgarges
Traveling & Tour
Telephone & Fax Charge
Postage & Telegram
Fuel & Lubricant
Repair & Maintenance (Machinery)
Repair & Maintenance (CAR)
Newspaper & Periodicals
Electrical Charge
Conveyance
Entertainment
Uniform & Liveries
Security Services
Insurance & Premium
Donation & Subscription/Zakat
Business Promotion
Head Office mainteance
Medical expenses
Repair & Maintenance (Equipment)
GAS & WASA Bill
Site Office Maintenance
Audit fee
Legal Fee

Total General and administration expensesFor the year ended
30 JUNE 2021For the year ended
30 JUNE 2020

1,744,820	1,812,560
826,320	1,236,980
93,675,719	88,766,520
5,138,739	9,951,936
420,428,480	404,127,820
251,756,412	212,876,745
166,829,408	171,832,611
940,399,898	890,605,172

178,196,533	99,426,960
73,559,879	113,449,785
251,756,412	212,876,745

142,485,915	103,252,763
92,000	-
9,240,000	1,680,000
88,720	145,200
182,400	178,320
369,230	482,100
21,848,579	21,772,358
478,350	465,200
148,570	320,550
389,230	512,300
28,110	32,150
1,672,600	1,565,480
789,254	1,236,930
756,220	1,080,710
12,480	48,570
1,219,466	756,685
218,150	268,500
255,680	488,790
55,470	78,950
212,590	155,400
3,614,118	6,235,000
141,200	126,500
71,420	65,230
228,570	302,380
433,690	492,500
220,100	210,420
446,463	475,880
326,320	321,470
350,000	700,000
1,680,000	1,200,000
188,054,895	144,650,336

21A. Consolidated General and administration expenses

General & administration expense - MAHL

General & administration expense - MSL

Total Consolidated General and administration expenses

For the year ended
30 JUNE 2021

For the year ended
30 JUNE 2020

188,054,895	144,650,336
10,406,574	-
198,461,469	144,650,336

22. Non-operating income

Interest Income (STD Bank Interest)

Interest Income (IPO Bank Interest)

FDR Interest Income

153,953	74,012
16,228,213	-
-	13,254,367
16,382,166	13,328,379

23. Financial expenses

Interest Expense

Foreign Exchange (gain)/loss - Realized

Foreign Exchange (gain)/loss - Unrealized

Bank Charges

1,476,762,418	1,316,659,987
431,904	7,832,838
102,970	(344,434)
756,488	855,361
1,478,053,781	1,325,003,752

Less: Interest charged to Joint Venture Partners:

- a) HALLA - MAH - SEOKWANG JOINT VENTURE
- b) SAMWHAN-MIR AKHTER JOINT VENTURE
- c) MIR AKHTER-KOMAIHALTEC JV
- d) Mir Akhter-WMCG JV
- e) Hego-Mir Akhter JV
- f) Halla-Mir Akhter JV
- g) CRCC-MAHL JV
- h) MIR AKHTER-CAMCE JV

16,325,189	-
271,269,195	396,136,744
10,428,677	75,676,036
115,109,101	45,082,906
98,663,782	28,976,846
392,120,371	400,037,425
81,432,994	-
66,783,461	-
1,052,132,770	945,909,957

Financial expenses charged

425,921,011	379,093,795
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24. Income tax expense

Current tax (note-25.1)

Deferred tax (note 25.2)

220,057,635	168,613,886
-	-
220,057,635	168,613,886

24.1 Current tax

1) Construction business income (as per 82C income)

2) Interest income on FDR

3) Interest income on STD account

4) Interest income on IPO account

5) Excess taxes related to vehicle registration

Total current tax expense

212,898,393	163,950,804
-	4,639,028
34,639	24,054
3,651,348	-
3,473,255	-
220,057,635	168,613,886

The current tax expense is calculated as per Section 82C of the Income Tax Ordinance 1984 which described the minimum tax to be paid by the Company. Therefore no further effective tax rate reconciliation is necessary.

As per Paragraph 81(C) of IAS 12 Income Taxes an explanation of the relationship between tax expense (income) and accounting profit is provided below:

Net Profit before tax	322,026,097	243,582,182
Income Tax Rate - 22.5% [A]	72,455,872	79,164,209
Income Tax deducted at Source [B]	212,898,393	163,950,804
Minimum tax U/S 82C of IT Ordinance 1984 - 0.6% of Revenue [C]	19,453,662	16,249,728
Income Tax Provision for the year: Higher of [A, B & C]	212,898,393	163,950,804

For the year ended
30 JUNE 2021For the year ended
30 JUNE 2020**24.2 Deferred tax**

There were no temporary differences between carrying amount of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Therefore the company did not record any deferred tax liabilities or assets apart from the revaluation reserve that is described in Note no-17.

Details of the carrying value of fixed assets (both tax and accounting value) are provided below:

Depreciation for tax (as per 3rd Schedule)	166,829,408	171,832,611
Depreciation as per Accounting	166,829,408	171,832,611
Temporary difference:	-	-

Since there is no temporary difference between the depreciation charged for tax and accounting purposes, there is no taxable temporary difference in the carrying value of the fixed assets for tax and accounting purposes. There is one source of temporary difference which is caused by the revaluation of land which has already been recognized by the Company (BDT 3,325,976). Since there is no change in the value of land (both tax and accounting), there is deferred tax expense recognized for land in the current year.

25. Profit after tax from Joint Venture**Name of the Joint Venture**

<u>Revenue</u>	Share of MAHL in JV's profit 30 June 2021	Share of MAHL in JV's profit 30 June 2020
HALLA-MAH-SEOKWANG JV	107,354,215	3,486,473
Samwhan-Mir Akhter JV	1,823,000,488	113,882,829
Mir Akhter-Komaihaltec JV	763,715,026	5,635,225
Mir Akhter-WMCG JV	808,634,829	46,568,319
Hego-Mir Akhter JV	671,786,863	35,281,127
Halla-Mir Akhter JV	2,766,381,517	134,008,865
Mir Akhter-CAMCE JV	397,544,014	8,503,616
CRCC-MAHL JV	540,332,000	20,518,195
7,878,748,952	367,884,649	300,038,702

26. Price Sensitive Information:**26.1 Earnings Per Share:**

Net profit for the year	469,853,111	375,006,997
Number of shares	109,231,799	109,231,799
Basic earnings per share (EPS)	4.30	3.43

Weighted Average Number of shares outstanding

Particulars	No. of shares	Days	Weighted average number of shares
Opening Balance	100,000,000	360	100,000,000
Issuance of new shares	20,771,547	160	9,231,798.67
	120,771,547		109,231,799

*The EPS of the previous corresponding period has been recalculated with the current total number of shares after considering issuance of new shares.

Diluted earnings per share :

No diluted EPS is calculated for the period as there was no scope for dilution during this period.

26.1A Consolidated Earnings Per Share:

Consolidated Net profit for the year

Number of shares

Consolidated Basic earnings per share (EPS)

For the year ended
30 JUNE 2021

For the year ended
30 JUNE 2020

459,446,537	375,006,997
109,231,799	109,231,799
4.21	3.43

26.2 Net Assets Value per Share

Net Assets (with revaluation)

Number of shares

Net Asset value per share (NAVPS)

Net Assets (without revaluation)

Number of shares

Net Asset value per share (NAVPS)

5,565,858,710	3,846,005,599
109,231,799	109,231,799
50.95	35.21
5,458,318,829	3,738,465,717
109,231,799	109,231,799
49.97	34.23

26.2A Consolidated Net Assets Value per Share

Net Assets (with revaluation)

Number of shares

Consolidated Net Asset value per share (NAVPS)

Net Assets (without revaluation)

Number of shares

Consolidated Net Asset value per share (NAVPS)

5,555,652,136	3,846,005,599
109,231,799	109,231,799
50.86	35.21
5,448,112,255	3,846,005,599
109,231,799	109,231,799
49.88	35.21

26.3 Net Operating Cashflow per share

Net Operating Cashflow

Number of shares

Net Operating Cashflow per share (NOCFPS)

243,670,776	62,809,422
109,231,799	109,231,799
2.23	0.58

26.3A Consolidated Net Operating Cashflow per share

Net Operating Cashflow

Number of shares

Consolidated Net Operating Cashflow per share (NOCFPS)

203,570,371	62,809,422
109,231,799	109,231,799
1.86	0.58

26.4 Reconciliation of net operating cash flow:

Net profit before tax

Adjustment for:

Profit after tax from Joint venture

Interest expenses

Income tax paid

Depreciation

Changes in:

Inventories

Security Deposits

Advances and prepayments

Deferred LC

Liabilities for expenses

322,026,097	243,582,182
367,884,649	300,038,702
425,921,011	379,093,795
(221,695,851)	(167,942,147)
469,291,198	475,837,406
(726,866,688)	(1,041,150,132)
(73,139,165)	51,485,699
11,247,528	137,000,454
(247,527,710)	(346,710,585)
(83,470,292)	31,574,048
243,670,776	62,809,422

For the year ended
30 JUNE 2021For the year ended
30 JUNE 2020**26.4A Reconciliation of net operating consolidated cash flow:****Net profit before tax****Adjustment for:**

Profit after tax from Joint venture

Interest expenses

Income tax paid

Depreciation

Changes in:

Inventories

Security Deposits

Advances and prepayments

Deferred LC

Liabilities for expenses

311,619,523	243,582,182
367,884,649	300,038,702
425,921,011	379,093,795
(221,695,851)	(167,942,147)
469,291,198	475,837,406
(726,866,688)	(1,041,150,132)
(73,139,165)	51,485,699
(18,480,803)	137,000,454
(247,527,710)	(346,710,585)
(83,435,793)	31,574,048
203,570,370	62,809,422

27. Capital Expenditure Commitment

There was no credit facility available to the company under any contract, other than trade credit available in the ordinary course of business and not availed of as on 30.06.2021 .

28. Payment of Foreign Currency

The company incurs foreign currency expenses through Import of Machinery & spare parts of the machinery and import of Raw Materials.

No other expense included consultancy fee, royalty, technical expert and professional advisory fee, interest, etc. was incurred or paid in foreign currencies except as stated above.

29. Foreign Exchange Earned

Company has no foreign currency income during the year except turnover of Joint Venture Partnership which has been disclosed in their respective separate accounts.

No other income including consultancy fee, royalty, technical expert and professional advisory fee, interest, etc. was incurred or paid in foreign currencies except as stated above.

30. Commission, Brokerage or Discount against sales

No commission was incurred or paid to distributors, agents nor any brokerage or discounts were incurred or paid against sales.

31. Segment Reporting

The Company operates under one single business and geographic segment. As a result, separate segment reporting is not necessary.

32. Related party transactions (as per IAS-24)

Name of parties	Relationship	Purpose	Balance	Balance
Directors Remuneraton	Director	Salary and Festival Bonus	560,000	160,000
Mir Telecom Ltd.	Common	Rental Expenses	560,059	-

Details of Transactions:

Name of parties	Opening Balance	Addition	Adjustments	Closing Balance
Directors Remuneraton	560,000	7,840,000	(7,840,000)	560,000
Mir Telecom Ltd.	560,059	6,720,710	(6,720,710)	560,059

Disclosure as per requirements of schedule XI, part-II, para-4 of the companies act.-1994

Name of the Directors	Position	Remuneration	Bonus	Total
Mir Nasir Hossain	Managing Director	4,800,000	800,000	5,600,000
Mr. Shama-e-zaheer	Director & COO	1,920,000	320,000	2,240,000
Total				7,840,000

For the year ended
30 JUNE 2021

For the year ended
30 JUNE 2020

In addition, as per requirements of Paragraph 17 of IAS 24, the Company provided compensation to key management personnel which includes Chief Financial Officer

Key Management Compensation (excluding Directors)

31-June 2021

14,739,710

31-June 2020

16,536,528

Period of payments to Directors from 01 July 2020 to 30 June 2021. The above directors of the company were not paid other than the above remuneration.

- Expenses reimbursed to the managing agent- Nil
- Commission or other remuneration payable separately to a managing agent or his associates- Nil
- Commission received or receivable by the managing agent or his associates of buying agent of other concerns in respect of contracts entered into such with the company - Nil
- The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associates during the financial year- Nil.
- Any other perquisites or benefits in cash or in kind stating -Nil
- Other allowances and commission including commission-Nil

33 Attendance status of Board Meeting of Directors

During the period from 01.07.20 to 30.06.2021 there were 4 (four) Board meeting were held. The attendance status of all the meeting is as follows:

Sl No.	Name of Directors	Position	Meeting Held	Attended
1	Mir Nasir hossain	Managing Director	4	4
2	Mrs. Sohela hossain	Director	4	4
3	Mrs. Mahbuba Hossain	Director	4	4
4	Mr. Shama-e-zaheer	Director and COO	4	4
5	Md Farid Uddin	Independent Director	4	4
6	AKM Faizur Rahman	Independent Director	4	4
7	Prof. Dr. Muhammad Shariat Ullah	Independent Director	4	2
8	Prof. Nausheen Rahman	Independent Director	4	2

34 Status of income tax assessment

Income year	Assessment year	Present status
2019-20	2020-21	Assessment is under process.
2018-19	2019-20	Assessment completed and settled.
2017-18	2018-19	Assessment completed and settled.
2016-17	2017-18	Assessment completed and settled.
2015-16	2016-17	Assessment completed and settled.

35. Contingent liabilities and contingent assets

There is a contingent liability of Tk. 77,90,736 in respect of tax claim in the assessment year 2012-13. This matter has been appealed to the honourable High Court and is still pending.

36. Number of employees engaged

Total number of employees having annual salary of BDT 36,000 or above each was 1967 as at 30 June 2021 and 1690 as at 30 June 2020.

37. Events after reporting date

There is no adjusting and non-adjusting post balance sheet event of such importance, non disclosure or recognition of which would affect the ability to the users of the financial statements to make proper evaluation and decisions.

For the year ended
30 JUNE 2021

For the year ended
30 JUNE 2020

38. Details of Lease Agreement:

The company does not have any assets or liabilities under finance lease agreements. The company's operations rent their facilities under a non-controlling operating lease. The total lease expense for the year ended June 30, 2021 was TK. 21,848,579 (also included in Note 21).

39. Operating Debt

(I) Debt considered good in respect of which the company is fully secured :

The debtors occurred in the ordinary course of business are considered good and secured.

(II) Debt considered good for which the company hold no security other than the debtors personal security

There is no such debt in this respect as on 30 June' 2021.

(III) Debt considered doubtful or bad

The company does not make any provision for doubtful debts as on 30 June'2021, because of the fact that sales/export are being made on regular basis with fixed maturity dates.

(IV) Debt due by directors or other officers of the company

There is no such debt in this respect as on 30 June 2021.

(V) Debt due by/from Common Management

The company has no receivable from sister companies under common management. For more details related to this receivable, refer to Note 32 "Related Party Transactions".

40. Financial Risk Management

The Company is exposed to risks of varying degrees of significance that could affect its ability to achieve its strategic objectives. The main objectives of the Company's risk management process are to ensure that risks are properly identified and the capital base is adequate in relation to these risks.

The Company is exposed through its operations to the following financial risks:

- A. Interest rate Risk
- B. Currency Risk

A. Interest Rate Risk

The Company's exposure to the risk of changes in interest rates relates primarily to the Company's loans payable. An increase of 1% in the average interest rate for the Company would result in approximately additional expenses of BDT 10,874,664 in the current year.

B. Currency Risk

The Company's cash flows are impacted by currency movements as a significant portion of the Company's raw materials are purchased in US dollars. An increase of BDT 1 and BDT 2 in the US dollar to BDT exchange rate would have resulted in an estimated decrease to net income of approximately BDT 6,752,162 and BDT 13,504,324 respectively in the current year.

41. Date of Authorization:

The Board of Directors have authorized these financial statements on 26.10.2021.

Anexure-1

Details of Revenue for the year ended June 30, 2021

Sl. No.	Name of Works & Authorities	Security Refund	Gross bill	I.Tax deducted Tk.	VAT Deducted	SD Retained	Others/Bank Charge	Net Cheque Amount
1	RHD Sylhet Road Project(SRP)		1,057,260,712	68,664,235	57,473,631	20,056,332	-	911,066,513
2	Chevron Bangladesh (BD)Block Twelve Ltd.		75,109,472	3,755,474	-	-	-	71,353,998
3	Kushia Shilpakala Academy (KSA)		52,608,262	3,290,782	4,936,178	3,290,783	-	41,090,519
4	Maizkandi-Boalmari Gopalganj Road(MBG)		-	-	-	-	-	-
5	Matarbari Power Plant(MPP)		-	-	-	-	-	-
6	Kanchpur Bridge Narayongong (KMG)/OSJI	18,894,539	165,267,024	12,250,575	-	14,433,416	-	157,477,572
7	RHD, Madaripur Road Project (DSR)		-	-	-	-	-	-
8	Patengha Container Terminal Ground Improvement (PCT)		311,907,918	15,862,026	19,715,517	13,816,522	-	262,513,853
9	Raishahi New Road (RNR)	8,581,931	241,277,132	11,784,349	18,014,369	11,784,349	2,252,300	206,023,696
10	CBM		-	-	-	-	-	-
11	Ashugonj Power plant. Ashugonj		-	-	-	-	-	-
12	Uttara Construction Building Project(UTTARA)		163,616	8,185	12,271	8,185	-	134,974
13	Residencial Model Town (3rd Phase) Rajuk Dhaka		-	-	-	-	-	-
14	Nator Baghatipara Bridge, NBB		-	-	-	-	-	-
15	Chitragang Development Authority,BAKALIA		65,564,000	3,278,200	4,917,300	7,181,400	-	50,187,100
16	Reliance Insurance Ltd.		135,821,135	8,012,441	12,018,662	12,890,285	-	102,899,747
17	Dawlatdia Basantapur Road,RHD (DBR)		-	-	-	-	-	-
18	Bangladesh IWT Authority (DWM)		1,245,525	62,276	93,414	62,276	-	1,027,559
19	Bangabandhu Bridge,RHD (BBTL)		141,628,399	7,081,420	10,622,130	7,081,420	10	116,843,419
20	Dhaka Airport (DAP)		359,525,325	10,718,931	-	29,155,480	2,238,129	317,412,785
21	LGED, Gopalganj, BAPARD (Kotalipara)	49,058,230	64,046,421	12,983,676	7,776,872	1,501,688	648,300	90,194,115
22	Muktarpur Bridge (AMBP)		89,821,505	4,491,077	6,736,614	4,491,077	-	74,102,737
23	Jamuna River Dredging Works, JRDW		337,821,161	16,797,840	25,138,870	16,760,181	-	279,124,270
24	Jamuna Rail Bridge Project, JRBP		48,182,487	2,409,124	3,613,687	2,409,124	-	39,750,552
25	Munshiganj Bridge (MSBP)		95,026,905	4,751,345	7,127,018	4,751,345	-	78,397,197
	Total	76,534,700	3,242,277,000	186,201,958	178,196,533	149,673,865	5,138,739	2,799,600,606

Independent Auditor's Report

To the Shareholders of MIR SECURITIES LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of MIR SECURITIES LIMITED ("the Company"), which comprise the statement of financial position as at 30 June 2021, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 30 June 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirement that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company's or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit

evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for expressing an opinion on the effectiveness of the Company's internal control.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ▶ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, we also report the following:

- ▶ we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- ▶ 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; and
- ▶ the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

Date: 26 October 2021
Dhaka, Bangladesh
DVC:2110280392AS292702

A.K. Gulam Kibria, FCA, Partner # 392
G. KIBRIA & CO.
Chartered Accountants

MIR SECURITIES LIMITED**Statement of Financial Position****As at 30 June 2021**

	Notes	30 June 2021 Taka
ASSETS		
Non Current Assets		
Current Assets		
Cash and cash equivalents	3	39,899,595
Security Money	4	30,000,000
Total Assets		69,899,595
EQUITY AND LIABILITIES		
Equity		69,593,426
Share capital	5	80,000,000
Retained Earnings		(10,406,574)
Current Liabilities		306,169
Payable to Mir Akhter Hossain Limited	6	271,669
Provision for audit fee	7	34,500
Total Equity and Liabilities		69,899,595

The annexed notes from 1 to 8 form an integral part of these Financial Statements and are to be read in conjunction therewith


Director


Director


Managing Director

Signed in terms of our report of even date

Dhaka, Bangladesh, 26th October 2021
DVC: 2110280392AS292702


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

MIR SECURITIES LIMITED

Statement of Profit or Loss and other Comprehensive Income

As at 30 June 2021

	Notes	30 June 2021 Taka
Revenue		
Revenue from operations		-
Other Income		-
Total Revenue		-
 General and Administration expense	8	10,406,574
Profit from operation		(10,406,574)
 Other expense		-
Profit/(Loss) before Tax		(10,406,574)
 Tax expense		-
Current tax expense		-
Net profit/(loss) after tax for the period		(10,406,574)
 Basic earnings per share		(1.30)

The annexed notes from 1 to 8 form an integral part of these Financial Statements and are to be read in conjunction therewith


Director


Director


Managing Director

Signed in terms of our report of even date

Dhaka, Bangladesh, 26th October 2021
DVC: 2110280392AS292702


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

MIR SECURITIES LIMITED**Statement of Changes in Equity**

For the year ended 30 June 2021

(Amount in Taka)

Particulars	Share Capital	Retained Earnings	Total equity
Balance as at 02 March 2021	-	-	-
Issuance of share capital	80,000,000		80,000,000
Net loss during this period	-	(10,406,574)	(10,406,574)
Balance as at 30 June 2021	80,000,000	(10,406,574)	69,593,426

The annexed notes from 1 to 8 form an integral part of these Financial Statements and are to be read in conjunction therewith


Director


Director


Managing Director

Signed in terms of our report of even date

Dhaka, Bangladesh, 26th October 2021
DVC: 2110280392AS292702


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

MIR SECURITIES LIMITED

Statement of Cash flows

For the year ended 30 June 2021

	30 June 2021 Taka
a. Cash Flows from Operating Activities	
Cash receipts from customers	-
Cash paid to suppliers and employees	(40,372,074)
Cash generated from operation	(40,372,074)
b. Cash Flows from Investing Activities	
Net cash used in investing activities	-
c. Cash Flows from Financing Activities	
Proceeds from shares	80,000,000
Loan from Mir Akhter Hossain Limited	271,669
Net cash flow from financing activities	80,271,669
Net surplus in cash & bank balances for the period (a+b+c)	39,899,595
Cash & bank balances at beginning of the period	-
Cash & bank balances at end of the period	39,899,595

The annexed notes from 1 to 8 form an integral part of these Financial Statements and are to be read in conjunction therewith


Director


Director


Managing Director

Signed in terms of our report of even date

Dhaka, Bangladesh, 26th October 2021
DVC: 2110280392AS292702


A.K. Gulam Kibria FCA, Partner (#392)
G. KIBRIA & CO.
Chartered Accountants

MIR SECURITIES LIMITED

Notes to the financial statement

For the year ended 30 June 2021

1.1 Legal status of the company

Mir Securities Limited was incorporated in Bangladesh on 2 March 2021 vide registration # C-169341/2021 as a private company limited by shares under the Companies Act, 1994. The registered office of the Company is situated at Red Crescent Borak Tower, Level # 7 & 10, 37/3/A, Easkaton Garden, Dhaka. It is a subsidiary Company of Mir Akhter Hossain Ltd that holds 99.75% ownership of the Company.

1.2 Nature of business activities

The main objective of Mir Securities Limited is to act as a member of stock exchanges, the central depository system (CDS) companies and to carry on the business of broker, jobbers or dealers in stocks, shares, securities, bonds, debentures but it is subject to obtaining the Trading Right Entitlement Certificate (TREC) from Bangladesh Securities and Exchange Commission (BSEC).

2. Significant accounting policies

2.1 Accounting convention and basis

These financial statements have been prepared following accrual basis of accounting in accordance with the Companies Act, 1994 and International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh.

2.2 Basis of measurement

These financial statements have been prepared based on Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs) and no adjustment has been made for inflationary factors affecting the financial statements. The accounting policies, unless otherwise stated, have been consistently applied by the Company.

2.3 Date of authorisation

The Board of director has authorised these financial statements for issue on 15 March 2021

2.4 Statement of profit or loss and other comprehensive income

The company has not yet started its operation. So, the Statement of profit or loss and other comprehensive income is not prepared.

2.5 Accounting year

The company follows accounting year as 1st July to 30th June.

2.6 Presentation and functional currency and level of precision

The financial statements are presented in Bangladesh Taka (BDT) which is the Company's functional currency. All financial information presented in BDT has been rounded off to the nearest Integer.

30 June 2021
Taka

3. Cash and cash equivalents

Cash in Hand
Cash at Bank

-
39,899,595
39,899,595

4. Security Money

Security Money Deposit to DSE

30,000,000
30,000,000

5. Share capital

Authorised share capital

20,000,000 ordinary shares of Tk. 10 each

200,000,000

Issued and subscribed share capital

8,000,000 ordinary shares of Tk. 10 each

80,000,000

8,000,000 ordinary shares of Tk. 10 each . The shareholding position is as under:

Sl #	Name of the shareholders	% of shareholding	No. of shares	
1	Mir Akhter Hossain Limited	99.75000%	7,980,000	79,800,000
2	Mir Nasir Hossain	0.03125%	2,500	25,000
3	Sohela Hossain	0.03125%	2,500	25,000
4	Mahbuba Nasir	0.03125%	2,500	25,000
5	Shama-e Zaheer	0.03125%	2,500	25,000
6	Fida-e Zaheer	0.03125%	2,500	25,000
7	Mahreen Nasir	0.03125%	2,500	25,000
8	Naba-e Zaheer	0.03125%	2,500	25,000
9	Ruslan Nasir	0.03125%	2,500	25,000
		100.00%	8,000,000	80,000,000

6. Payable to Mir Akhter Hossain Limited

Opening balance
Addition during the period

-
271,669
271,669

This amount is payable to Mir Akhter Hossain Limited for the payment made for pre-operating and preliminary expenses of the company

7. Provision for audit fee

Opening balance
Add: Addition during the period
Less: Payments made

-
69,000
(34,500)
34,500

8. General and Administration expense

Registration fee	160,420
VAT	24,063
Stamp duty	21,150
Others	4,600
Trade license fees	14,536
Office stationery & printing	6,600
Miscellaneous	5,800
Audit fee	69,000
Bank charge	405
TREC application fees	100,000
License application fees	10,000,000
	10,406,574

MIR AKHTER HOSSAIN LIMITED

Registered Office: Red Crescent Borak Tower, Level 7-10, 71-72 Old Elephant Road,
Eskaton Garden, Dhaka 1000

PROXY FORM

I/We.....
ofbeing a shareholder of Mir Akhter Hossain Limited and entitle to vote, hereby appoint Mr./Mrs./
Miss.....
.....as my/our proxy
to attend and vote for me/us and on my/our behalf at the 41th Annual General Meeting (AGM) of the Company
to be held through Virtual platform on Thursday, 23 December, 2021 at 11.00 a.m. under digital mode in view
of the Corona Pandemic.

Signature Shareholder

Dated _____ 2021

Signature of Proxy

BO ID NO.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

No. of Shares:

Note:

- 1) The Form of Proxy filled, signed and stamped with a revenue stamp of Tk.20, must be deposited at the registered office of the Company through email at masbaussunnah@mirakhter.net 48 hours before the time fixed for the meeting.
- 2) Signature of the Shareholder must be in accordance with Specimen Signature recorded with the Company.

MIR AKHTER HOSSAIN LIMITED

Registered Office: Red Crescent Borak Tower, Level 7-10, 71-72 Old Elephant Road,
Eskaton Garden, Dhaka 1000

ATTENDANCE SLIP

I do hereby record my/our attendance at the 41st Annual General Meeting (AGM) of Mir Akhter Hossain Limited
to be held virtually under digital participation on Thursday, December 23, 2021, at 11 a.m. Name of the Member/
Shareholder/Proxy.....

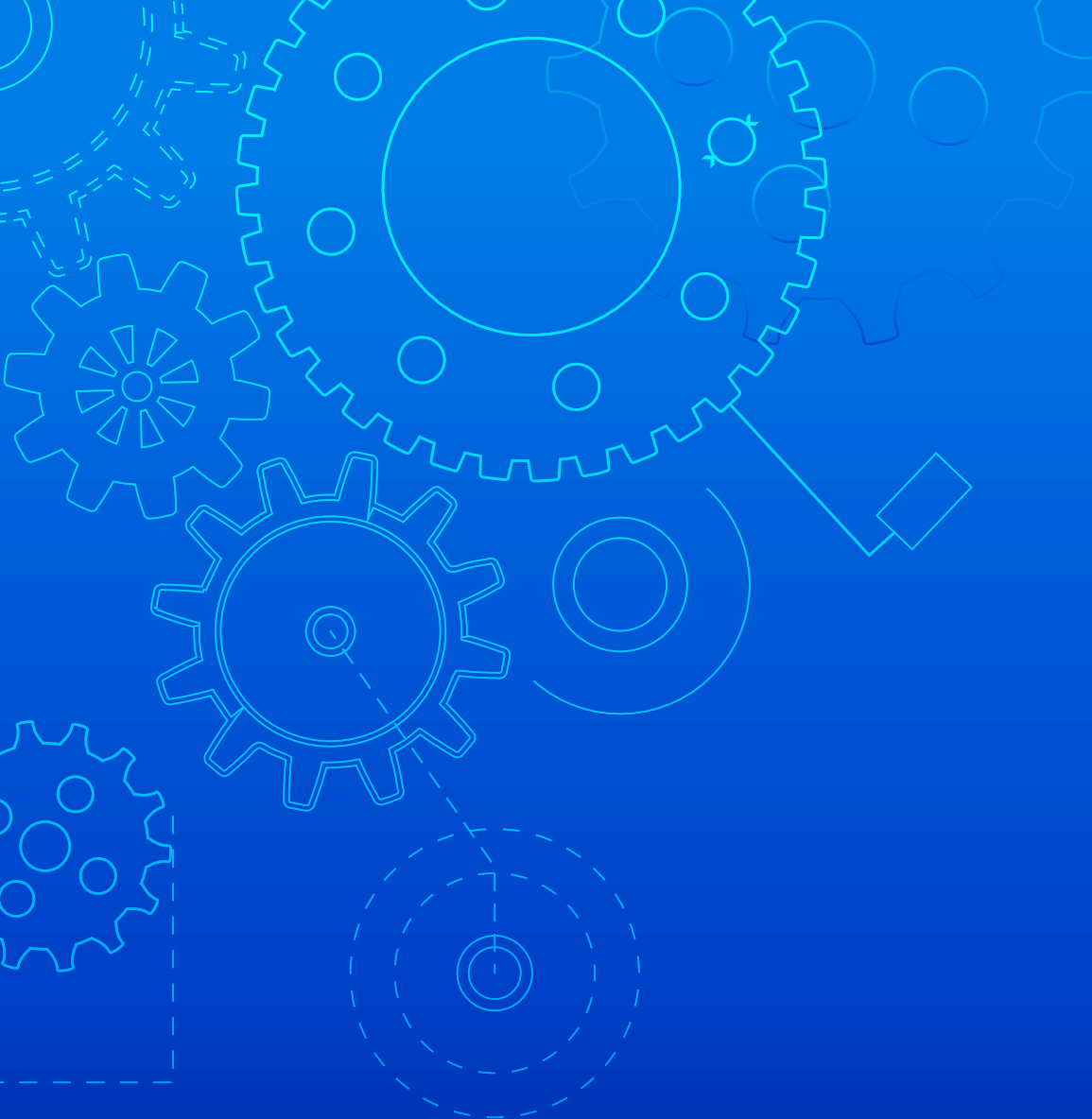
BO ID NO.

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Signature _____

Dated _____ 2021

N.B. Shareholders attending the meeting in person or by Proxy under virtual platform are requested to completed the Attendance Slip and deposit the same at the Registered Office of the Company before the meeting.



Head Office

Red Crescent Borak Tower,
Level- 7 & 10, 37/3/A, Eskaton Garden, Dhaka-1000.

Contact Number: +8802-55138529, 55138533-35

Fax Number: +88 02-55138530-31

Email: info@mirakhter.net, Website: www.mirakhter.net