INDEPENDENT AUDITORS' REPORT AND FINANCIAL STATEMENTS OF

PIDILITE SPECIALITY CHEMICALS BANGLADESH PRIVATE LTD.
AS AT AND FOR THE YEAR ENDED 31 MARCH 2025



AHMED MASHUQUE & CO., Chartered Accountants

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INDEPENDENT AUDITORS' REPORT to the shareholders of Pidilite Speciality Chemicals Bangladesh Private Ltd.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Pidilite Speciality Chemicals Bangladesh Private Ltd., (the company), which comprise the statement of financial position as at 31 March 2025, 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 31 March 2025, 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 International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with ethical requirement that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our ethical responsibilities in accordance with these requirement. 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 International Financial Reporting Standards (IFRSs), the Companies Act 1994 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'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 to cease operations, or has no realistic alternative but to do so.

Those charge with governance are also 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.



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Chartered Accountants

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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. But not for the purpose of 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. 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 gives a true and fair view.

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:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books; and
- c) 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.

Dated: 30 April 2025

Dhaka

Ahmed Mashuque & Co. Chartered Accountants

FRC Enlistment No: CAF-001-115

HIMMSOUN
Jahangir Hussain FCA

Partner

Enrolment number: 1960 DVC:2505041960AS683023

Pidilite Speciality Chemicals Bangladesh Private Ltd. Statement of financial position As at 31 March 2025

		Amount	in Taka
Particulars	Notes -	31-Mar-25	31-Mar-24
Assets			
Property, plant and equipment	4.00	745,670,827	608,272,983
Intangible Assets	5.00	4,874,343	7,342,293
Capital work-in-progress	6.00	5,352,099	157,977,655
Right to use of assets	7.00	19,333,254	27,689,754
Investment in shares	8.00	44,000	44,000
Security deposit	9.00	4,024,000	4,024,000
Non current assets		779,298,523	805,350,684
Inventories	10.00	374,930,469	276,257,111
Goods in transit	11.00	27,020,971	31,438,845
Trade & other receivable	12.00	398,294,540	400,412,526
Advances, deposits and prepayments	13.00	247,688,079	104,441,290
Investments	15.00	170,761,180	568,150,650
Interest receivable		4,752,713	6,498,258
Cash and cash equivalent	14.00	24,706,010	125,735,249
Current assets		1,248,153,962	1,512,933,929
Total assets		2,027,452,485	2,318,284,613
Equity and liabilities Equity Share capital	16.00	352,694,500	352,694,500
Retained earnings		1,063,309,923	904,161,970
Total equity		1,416,004,423	1,256,856,470
Liabilities			
Deferred tax liabilities	17.00	905,723	22,285,518
Shareholders's loan	18.00	48,899,987	21,999,987
Lease Liability	19.00	17,970,169	28,050,909
Provision for leave encashment	20.00	18,794,102	14,986,067
Non current liabilities		86,569,981	87,322,481
Trade & other payables	26.00	302,372,771	368,212,964
Dividend Payable	21.00		299,790,325
Short term Borrowing	22.00	86,453,421	212,035,690
Other liabilities	23.00	37,244,378	20,254,396
Current portion of lease liability	24.00	9,797,237	8,594,613
Provision for expenses	25.00	44,135,565	31,654,060
Net current tax liability	27.00	38,172,993	27,739,765
Provision for leave encashment	20.00	6,701,717	5,823,849
Current liabilities		524,878,082	974,105,662
Total liabilities		611,448,062	1,061,428,143
		2,027,452,485	2,318,284,613

These financial statements should be read in conjunction with the annexed potential

Chief-Accounts & Finance

Director

Signed in terms of our separate report of even date annexed

Dated: 30 April 2025

Dhaka

Ahmed Mashuque & Co. Chartered Accountants

FRC Enlistment No: CAF-001-115

Museraux

Jahangir Hussain FCA

Partner

Enrolment number: 1960 DVC:2505041960AS683023



Pidilite Speciality Chemicals Bangladesh Private Ltd. Statement of profit or loss and other comprehensive income For the year ended 31 March 2025

		Amount	in Taka
Particulars	Notes	01 April 2024 to 31 March 2025	01 April 2023 to 31 March 2024
		BDT	BDT
Revenue	28	2,701,556,808	2,454,540,424
Cost of sales	29	1,755,149,440	1,663,071,614
Gross profit		946,407,368	791,468,809
Administrative expenses	30	126,327,581	112,019,075
Selling and distribution expenses	31	351,129,290	296,845,914
Foreign exchange (gain)/Loss	32	8,687,409	4,115,865
Total expenditure		486,144,281	412,980,853
Profit from operation		460,263,087	378,487,957
Non operating income/expenditure			
Finance expenses	33	37,887,165	24,244,362
Less: Other income	34	57,714,382	21,006,075
		(19,827,217)	3,238,287
Profit before contribution to WPPF		480,090,305	375,249,670
Contribution to WPPF		22,861,443	17,869,032
Profit before tax		457,228,861	357,380,638
Income tax expense:		111,107,181	97,018,708
Current tax		130,015,754	109,606,478
Deferred tax		(18,908,573)	(12,587,770)
Profit after tax for the year		346,121,680	260,361,931
Other Comprehensive Income:		(7,000,100)	0.000 450
Remeasurement of defined benefit plan		(7,209,403)	8,992,452
Tax on Other Comprehensive Income		2,472,924	(2,472,924)
Total other Comprehensive Income / (Loss), no	et of tax	(4,736,479)	6,519,528
Total comprehensive income for the year		341,385,201	266,881,458

These financial statements should be read in conjunction with the annexed notes

Chief-Accounts & Finance

Signed in terms of our separate report of even date annexed

Director

Dated: 30 April 2025

Dhaka

Ahmed Mashuque & Co. Chartered Accountants

FRC Enlistment No: CAF-001-115

Marsair

Jahangir Hussain FCA

Partner

Enrolment number: 1960 DVC:2505041960AS683023



Pidilite Speciality Chemicals Bangladesh Private Ltd. Statement of changes in equity For the year ended 31 March 2025

			-	Amount in Taka
Particulars	Share capital	Retained earnings	OCI	Total
Balance as at 1 April 2023	352,694,500	942,752,942	(5,682,106)	1,289,765,337
Dividend Paid		(299,790,325)		(299,790,325)
Addition during the year	•	260,361,931	6,519,528	266,881,458
Balance as at 31 March 2024	352,694,500	903,324,548	837,422	1,256,856,470
Balance as at 1 April 2024	352,694,500	903,324,548	837,422	1,256,856,470
Dividend Paid	-	(182,237,248)	-	(182,237,248)
Addition during the year	-	346,121,680	(4,736,479)	341,385,201
Balance as at 31 March 2025	352,694,500	1,067,208,980	(3,899,057)	1,416,004,423

These financial statements should be read in conjunction with the annexed notes.

Chief-Accounts & Finance

Dated: 30 April 2025

Dhaka



Pidilite Speciality Chemicals Bangladesh Private Ltd. Statement of cash flows For the year ended 31 March 2025

Amount in Taka

	Amount	in Taka
	BDT	BDT
Particulars	01 April 2024 to 31 March 2025	01 April 2023 to 31 March 2024
A. Cash flows from operating activities	31 Water 2023	31 Watch 2024
Collection from sales	2,709,305,057	2,409,176,731
Payment to suppliers	(1,704,999,202)	(1,317,143,252)
Payment for expenses	(780,977,045)	(551,302,606)
Interest paid	(30,261,030)	
Income tax paid	(119,582,526)	(17,950,121) (81,866,713)
Net cash generated from operating activities	73,485,255	440,914,040
B. Cash flows from investing activities:	73,403,233	440,914,040
Acquisition of fixed assets	(39,746,699)	(11,984,563)
Sales of fixed assets	177,621	
Encashment of/(Investment in) fixed deposits	397,389,470	(568,150,650)
Interest received	53,727,055	11,800,717
Capital work-in-progress	(5,352,099)	(153,169,881)
Net cash used in investing activities	406,195,348	(721,504,377)
C. Cash flows from financing activities:		
Short term loan received/(payment)	(125,582,269)	63,104,094
Dividend paid	(482,027,573)	
Shareholders's loan	26,900,000	21,999,987
Net cash used in financing activities	(580,709,842)	85,104,081
Net changes in cash and bank balances (A+B+C)	(101,029,239)	(195,486,257)
Add: Cash and bank balances at the beginning of the year	125,735,249	321,221,506
Cash and bank balances at the end of the year	24,706,010	125,735,249
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These financial statements should be read in conjunction with the annexed notes

Chief-Accounts & Finance

Dated: 30 April 2025

Dhaka



Pidilite Speciality Chemicals Bangladesh Private Ltd. Notes, comprising a summary of significant accounting policies and other explanatory information As at and for the year ended 31 March 2025

Company profile

1.01 Legal form

Pidilite Speciality Chemicals Bangladesh Private Ltd. incorporated in Bangladesh as a private limited company on 29th December 2005 having registered office at House # B101 (North), Road #7, New DOHS, Mohakhali, Dhaka vide registration no. C-60121 (2129)/05.

1.02 Nature of business

The objectives of the Company include manufacturing and marketing of all kinds of dyes and other colouring materials, chemicals and chemical compounds, adhesives, etc. and selling those in Bangladesh as well as exporting to other countries. The company commenced it's commercial production from October 2009. Besides, the company is also engaged in commercial import and trading of adhesives, colouring materials and allied products since December 2012.

2.00 Basis of preparation

2.01 Statement of compliance

The financial statements have been prepared in compliance with International Financial Reporting Standards (IFRS) and the requirements of the Companies Act, 1994 and other relevant local laws and regulations as applicable. IFRS comprise of

- -International Financial Reporting Standards (IFRS);
- -International Accounting Standards (IAS); and
- -Interpretations

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

2.02 Reporting period

The financial year of the company has been determined to be from 01 April to 31 March each year. These financial statements cover period from 01 April 2024 to 31 March 2025 consistently.

2.03 Basis of accounting

The financial statements have been prepared under the accrual basis of accounting.

2.04 Going concern

As per management assessment the company had adequate resources to continue in operation for foreseeable future and there is no material uncertainties related to event on conditions which may cast significant doubt upon the company's ability to continue as going concern, and hence, the financial statements have been prepared on going concern basis.

2.05 Basis of measurement

The financial statements have been prepared under the historical cost convention except inventories which is measured at lower of cost and net realizable value on even reporting date.

2.06 Date of authorisation for issue of financial statements

The Board of Directors has authorised these financial statements on 30 April 2025.

2.07 Directors' responsibility statement

The Board of Directors takes the responsibility for the preparation and fair presentation of these financial statements.

2.08 Use of estimates and judgments

The preparation of the financial statements in conformity with International Financial Reporting Standards (IFRS) requires management to make judgment, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual result may differ from these estimates.

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

Judgements

Information about judgments made in applying accounting policies that have most significant effect on the amount recognized in the financial statements is included in the following notes:

Note 3.01 Property, plant and equipment

Note 3.03 Inventories



Assumption and estimation uncertainties

Information about assumption and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year is included in the following notes:

Note - 23.02 Employee benefits expenses payable

Note - 25 Provision for expenses

2.09 Functional and presentation currency

These financial statements are presented in Bangladesh currencies(Taka), which is both functional currency and presentation currency of the company. All amount have been rounded off to the nearest Taka unless otherwise indicated.

3.00 Significant accounting policies

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

3.01 Property, plant and equipment

a) Recognition and measurement

Property, plant and equipment are stated at cost net of accumulated depreciation. Cost of an item of property, plant and equipment comprises its net purchase price after deducting trade discount and rebates, import duties, non refundable taxes and any cost that are directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the intended manner.

b) Subsequent cost

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

c) Depreciation

Depreciation on assets is charged from the month in which the asset is brought into use irrespective the date of acquisition under straight-line basis at the following rates:

Assets Category	Rate
Machinery and Equipment	10%
Factory buildings	5%
Vehicles	20%
Computers	30%
Furniture & Fixtures	10%
Mechanical Office Equipment	10%
Laboratory Equipment	10%
Software license	20%
VAT Software	30%

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

d) Disposal

On disposal of property, plant and equipment, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the statement of profit or loss and other comprehensive income, which is determined with reference to the net book value of the assets and net sales proceeds.

3.02 Right to use assets and lease liability

The Company has adopted IFRS 16 Leases from 1 April 2019.

IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard – i.e. lessors continue to classify leases as finance or operating leases.

IFRS 16 replaces existing leases guidance, including IAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases – Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease.



Recognition

A right-of-use asset and a lease liability is recognized by the company at the commencement date.

Measurement

Initial measurement of the right-of-use asset

At the commencement date, the right-of-use asset are measured at cost.

Initial measurement of the lease liability

At the commencement date, the lease liabilities are measured at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the *interest rate implicit in the lease/incremental borrowing rate* which is 11.50% for city office and 9% for warehouse.

Subsequent measurement of the right-of-use asset

After the commencement date, the right-of-use asset are measured applying a cost model.

Cost model

To apply a cost model, a lessee shall measure the right-of-use asset at cost:

- a) less any accumulated depreciation and any accumulated impairment losses; and
- b) adjusted for any remeasurement of the lease liability.

The straight-line depreciation is applying as per requirements in IAS 16 Property, Plant and Equipment is applied in depreciating the right-of-use asset.

If the lease transfers ownership of the underlying asset to the lessee by the end of the lease term or if the cost of the right-of-use asset reflects that the lessee will exercise a purchase option, the lessee shall depreciate the right-of-use asset from the commencement date to the end of the *useful life* of the underlying asset. Otherwise, the lessee shall depreciate the right-of-use asset from the commencement date to the earlier of the end of the *useful life* of the right-of-use asset or the end of the lease term.

IAS 36 Impairment of Assets is applied to determine whether the right-of-use asset is impaired and to account for any impairment loss identified.

Subsequent measurement of the lease liability

After the commencement date, the lease liabilities are measured by:

- (a) increasing the carrying amount to reflect interest on the lease liability.
- (b) reducing the carrying amount to reflect the lease payments made; and
- (c') remeasuring the carrying amount to reflect any reassessment or lease modifications, or to reflect revised in-substance fixed lease payments

Assets type	Agreement period (no of months)	Implicit interest rate/ incremental borrowing rate
Head office	120	11.5%
Warehouse	72	9.0%

3.03 Inventories

Inventories are valued in accordance with IAS-2: *Inventories* at lower of cost and net realizable value. Cost is determined at weighted average method. The cost of raw, packing and semi finished goods comprises of expenditure incurred in the normal course of business in bringing these items to their present location and condition. The cost of finished goods comprises of cost of raw materials, direct labor and production related overheads (based on normal capacity). Net realizable value is based on estimated selling price less any further costs expected to be incurred to make the sales.

3.04 Provisions

A provision is recognised in the statement of financial position when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the statement of financial position date.

3.05 Taxation

Income tax expenses comprises current and deferred tax. Current tax and deferred tax is recognised in profit or loss except to the extent that its relates to items recognised directly in equity in which case it is recognized in equity.

Current tax

During the year ended on 31 March 2025 applicable income tax rate on income of manufacturing operations was 25%. Further, income tax on other income, interest income and income from trading of imported goods has been recognized as per the Income Tax Act,2023.

Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purpose and the amounts used for taxation purposes. Deferred tax is not recognized for:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that effects neither accounting nor taxable profit or loss.

- temporary differences related to investment in subsidiaries and jointly controlled entities to the extent that it is probable that they will not reverse in the foreseeable future, and
- taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted at the reporting date.

Deferred tax assets and liabilities are offset if there is legally 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, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

A deferred tax asset is recognized for tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

3.06 Revenue recognition

(a) Sales of goods

The Company has applied IFRS 15 "Revenue from Contracts with Customers" for annual reporting periods beginning on or after 01 January 2018. IFRS 15 provides a single, principles-based approach to the recognition of revenue from all contracts with customers. It focuses on the identification of performance obligations in a contract and requires revenue to be recognized when or as those performance obligations are satisfied.

The new standard is based on the principle that revenue is recognized when control of goods or services transfers to a customer, so the concept of control replaces the existing concept of risks and rewards. This standard combines, enhances and replaces specific guidance on recognizing revenue with a single standard. A new five-step process must be applied before revenue from contract with customer can be recognized:

- i). Identify the contracts with customers;
- ii). Identify the separate performance obligation;
- iii). Determine the transaction price of the contract;
- iv). Allocate the transaction price to each of the separate performance obligations; and
- v). Recognize the revenue as each performance obligation is satisfied.

3.07 Statement of cash flows

Statement of cash flows is prepared in accordance with IAS-7: Cash Flow Statement under direct method.

3.08 Finance costs

Finance costs comprise interest expense on short term borrowings.

3.09 Employees' benefit schemes

The company maintains defined contribution plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the respective deeds.

(a) Defined contribution plan (provident fund)

The Company operates contributory provident fund for all its permanent employees, which is a defined contribution plan. The provident fund is administered by the Board of Trustee and is funded by contributions from employees and from the company @ 8.33% of the basic pay. These contributions are invested separately from the Company's business. This fund is recognized by National Board of Revenue.

(b) Employees' Retirement Gratuity

The company provides retirement benefit in the form of gratuity determined by reference to employees' earnings and years of service to each eligible employees at the time of retirement/separation. However, the provision has been made in respect of all eligible employees and reflected in these accompanying financial statements. At the time of separation, the liability to each employee is settled in cash. Actuary valuation of the gratuity plan is carried out by a professional actuary.

(c) Workers' profit participation fund (WPPF)

The Company provides 5% of its profit before charging such expense as WPPF in accordance with the Bangladesh Labour Law, 2006 (as amended in 2013).

(d) Insurance Scheme

The company has a group life and hospitalistion insurance scheme for its permanent employees, premium for which is being charged to Statement of profit or loss and other comprehensive income annually as per the insurance policy.

(e) Leave encashment

Permanent employees of the company are entitled to receive leave encashment on unavailed earned leave at the time of retirement/separation. Actuary valuation of the unavailed leave is carried out by a professional

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3.10 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

The company initially recognises receivables and deposits on the date that they are originated. All other financial assets are recognised initially on the date at which the company becomes a party to the contractual provisions of the transaction.

The company derecognises a financial asset when the contractual rights or probabilities of receiving the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

Financial assets and liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

The company classifies financial assets into the following categories: financial assets at fair value through profit or loss, held-to-maturity financial assets, loans and receivables and available-for-sale financial assets.

· Accounts receivable

Accounts receivable is stated net of provisions, if any.

· Cash and bank balances

Cash and bank balances consist cash in hand, bank deposits, which were held and available for use of the company without any restriction.

Advances, deposits and prepayments

Advances

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deduction, adjustment.

Deposits

Deposits measured at cost value.

Prepayments

Prepayments are initially measured at cost. After initial recognition, Prepayments are carried at cost less charges to Statement of profit or loss and other comprehensive income.

Financial liability

The company initially recognises all financial liabilities on the transaction date at which the company becomes a party to the contractual provisions of the liability.

The company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

• Trade and other payables

Trade and other payables and other financial liabilities are recognized when contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits.

3.11 Interest income and expenses

Interest income comprises interest income on investment in T-bills and FDR. Interest expenses comprise interest on bank borrowings and parental loan.

3.12 Offsetting

Financial assets and liabilities are offset and net amount is reported in the financial statements only when there is legally enforceable right to set-off the recognized amounts and the company intends to either to settle on the net basis, or to realize the assets and to settle the liabilities simultaneously.

3.13 Materiality and aggregation

Each material class of similar items present separately in the financial statements. Items of dissimilar nature or function are presented separately unless they are immaterial.

3.14 Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net off any tax effects.

Paid up capital represents 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.



3.15 Earning per share

The Company calculates its earnings per share in accordance with IAS 33: Earning per share.

Basic earnings

This represents earnings for the year attributable to ordinary shareholders. As there were no preference shares requiring returns or dividends, minority interest or extraordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

Basic earnings per share

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

Diluted earnings per share

No diluted EPS is required to be calculated for the year as there was no scope for dilution during the year under review.

3.16 Events after the reporting date

In accordance with IAS 10: Events after the reporting period, amount recognized in the financial statements are adjusted for event after the reporting period that provide additional evidence of conditions that existed at the end of the reporting period. No adjustment is given in the financial statements for event after the reporting period that are indicative of conditions that arose after the reporting period. Material non-adjusting events are disclosed in the financial statements.

3.17 Transactions in foreign currencies

Transactions denominated in foreign currencies are translated into Bangladesh taka at the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Bangladesh taka at the exchange rates ruling at the statement of financial position date. Non monetary assets and liabilities denominated in foreign currencies, which are stated at historical cost, are translated into Bangladesh taka at the exchange rate ruling at the date of the transaction. Foreign exchange differences arising on translation are recognized in the statement of profit or loss and other comprehensive income. This rates are as follows:

Currencies	Closing rat	e as at
	31-Mar-25	31-Mar-24
BDT/USD	122.00	110.00

3.18 Comparative information

Comparative figures have been regrouped /reclassified wherever found necessary to conform to the presentation adopted in these financial statements.

Previous year's figure has been re-arranged whenever considered necessary to ensure comparability with the current year's presentation as per IAS 8: Accounting policies, Changes in Accounting Estimates and Errors.

3.19 Significant information related to factory land

Pidilite Speciality Chemicals Bangladesh Private Ltd. (PSCBPL) had purchased and possessed total 1.5415 acres land in West Mukterpur, Munshiganj. The Roads & Highways department of Bangladesh Govt. wants to acquire 0.25 acres land and sent notices. Out of this 0.23 acres, the land acquisition department claimed 0.15 acres being "Khas Land" (Govt. land) and requested to remove all structures within shortest period of time. The company aggrieved and filed writ petition and high court allowed primarily 03 months and further extended to 15 months.

After that, Govt. sent eviction notice and again, the company aggrieved and filed 2nd Writ Petition before High Court Division to challenge this notice. During pendency of 2nd Writ Petition dated 11 January 2024 Government demolished PSCBPL factory infrastructure especially stablished in the Khas Land and other acquisition part

Finally, based on the Govt. petition, the Appellate Division directed dated on 19 March 2024 to dispose of the first Writ Petition within 3 months. The rule is discharged for non-prosecution dated 2nd June 2024.

However, the company is eligible to get compensation for 0.08 acres of land only. Govt. considered the value of compensation for this land is Tk. 1,34,93,832.00 and applied for compensation before DC office dated 28.01.2025 which is still under process. There would be challenged to get the infrastructure and land compensation of Khas land (0.15 acres). Based on that challenge Company has applied only for infrastructure compensation dated 04.02.2025 as guided by DC verbally.



4 Property, plant and equipment For 2025

For 2025									Amount in Taka	
		Cost	st			Depreciation	iation			
Asset Category	As at 1 April 2024	Addition during the year	Disposal/ Adjustment	Disposal/ As at Adjustment 31 March 2025	As at 1 April 2024		Disposal/ Adjustment	Charged Disposal/ As at during the year Adjustment 31 March 2025	Carrying value at 31 Mar 2025	Carrying value at 31 Mar 2024
Freehold land	184,959,523			184,959,523			-		184,959,523	184,959,523
Factory buildings	327,166,557	124,031,159	-	451,197,716	110,254,066	18,428,785	-	128,682,851	322,514,865	216,912,491
Machinery and equipment	440,072,937	62,781,340	156,000	502,698,276	305,244,506	26,233,612	3,547	331,474,571	171,223,705	134,828,430
Furniture and fixtures	26,270,948	3,047,856	-	29,318,804	13,451,240	2,241,108	-	15,692,348	13,626,455	12,819,708
Office equipment	112,347,424	6,434,610	-1	118,782,034	54,196,653	11,802,697	-	056,999,350	52,782,684	54,090,606
Computers	6,112,667	1,079,389	75,250	7,116,806	5,510,608	1,067,690	25,087	6,553,211	563,595	4,662,224
As at 31 March 2025	1,096,930,056	1,096,930,056 197,374,353	231,250	1,294,073,159	488,657,073	59,773,892	28,634	548,402,331	745,670,827	608,272,983

5 Intangible Assets For 2025

	alue Carrying value at at 31 Mar 2024	4,874,343 7,342,293	4,874,343 7,342,293
	Carrying value at 31 Mar 2025	4,874	4,874
	Addition during the yearDisposal/ AdjustmentAs at 31 March 2025As at 1 April 2024Charged during the yearDisposal/ 	9,807,467	9,807,467
zation	Disposal/ Adjustment	-	
Amortization	Charged during the year	2,817,950	2,817,950
	As at 1 April 2024	6,989,517	6,989,517
	As at 31 March 2025	14,681,810	14,681,810
st	Disposal/ Adjustment	-	
Cost	Addition during the year	350,000	350,000
	As at 1 April 2024	14,331,810	14,331,810
	Asset Category	Software & Software License	As at



			Amount	in Taka
			31-Mar-25	31-Mar-24
6.00	Capital work-in-progress			
	Opening balance		157,977,655	11,052,390
	Addition during the year		5,352,099	153,169,881
	Less: Transferred to Property, Plant & Equipment		157,977,655	6,244,617
	Closing balance		5,352,099	157,977,655
	Assets wise details as follows:		5 050 000	(57.077.055
	Building, Machinery and equipment		5,352,099 5,352,099	157,977,655 157,977,655
	These expenditures will be capitalized and recogniz process or construction, where applicable and physic			
7.00		ar possession thereor.		
7.00	Right to use of assets The company has already adopted IFRS 16 Lease	s wef 1st April 2019	and the below 'Right	t to use assets'
ų,	created against lease contracts. Detail requirements of			
	Opening balance		27,689,754	36,046,254
	Adjustment during the year Depreciation during the year		(8,356,500)	(8,356,500)
	Closing balance		19,333,254	27,689,754
8.00	Investment in shares			
	Nina Percept (Bangladesh) Pvt. Ltd.		44,000	44,000
			44,000	44,000
	PSCBL has invested as capital contribution of 1% of	total shares (i.e. 440)	ordinary shares @ 10	0/- taka each) of
	Nina Percept (Bangladesh) Pvt. Ltd., a newly setup L	imited company, regis	tered in RJSCB under	the Companies
	Act (Act XVIII) of 1994. Nina Percept (Bangladesh) company is Pidilite Industries Limited (PIL), registered	Pvt. Ltd is a subsidiar		
9.00	Security deposit			
	Security deposit to Titas Gas T&D Co. Ltd.		277,500	277,500
	Security deposit to Dhaka Electric Supply Authority(D	ESA)	240,000	240,000
	Security deposit to REB (Mymenshingh Palli Bidyut S		385,000	385,000
	Bank Guarantee of Titas Gas-Bhaluka		371,500	371,500
	Security deposit to Linde Bangladesh Limited.		20,000	20,000
	Security deposit to City Office and warehouse Rent.		2,730,000	2,730,000
			4,024,000	4,024,000
10.00	Inventories			
	Raw materials		229,804,813	167,062,111
	Packing materials		27,674,464	21,374,371
	Work in progress		4,713,345	4,272,362
	Manufactured finished goods		85,899,211	55,416,122
	Imported finished goods		67,199,807	55,720,844
	Stores and spares		2,053,709	2,135,879
	Provision for Raw materials and Packing materials		(14,346,328)	(14,836,856)
	Provision for Finished goods		(28,068,552)	(14,887,721)
			374,930,469	276,257,111
	Raw materials		22,854,052	26,590,644
	Finished goods		4,166,919	4,848,201
11.00	Goods in transit		27,020,971	31,438,845
	Raw material		22,854,052	26,590,644
	Imported finished goods		4,166,919	4,848,201
	portod illionod Boodo		27,020,971	31,438,845
12.00	Trade & other receivable			
12.00	Accounts Receivable	Note: 12.01	396,313,071	394,371,526
	Other receivable	Note: 12.01	1,981,469	6,041,000
	Sales Toolingbio		398,294,540	400,412,526



		Amount i	
		31-Mar-25	31-Mar-24
12.01	Accounts receivable		
	Sundry Receivables - Exports	34,536,846	18,847,671
	Sundry Receivables - Domestic	395,611,132	409,209,993
	Provision for bad debts Note: 12.03	(33,834,907)	(33,686,138
		396,313,071	394,371,526
12.02	Other receivable		
12	Receivable for reimbursable promotional expenses	1,981,469	6,041,000
		1,981,469	6,041,000
12.03	Provision for bad debts		
	Opening Balance	33,686,138	32,067,027
1.	Addition during the year	1,199,648	2,504,486
	Written off during the year	1,050,879	885,375
	Closing balance	33,834,907	33,686,138
42.00			
13.00	Advances, deposits and prepayments Advances		
	Advance to employees	18,050,366	12,173,354
	Advance to supplier	10,743,012	51,259,435
	VAT receivable	7,967,616	
	Deposits	,,,,,,,,,	
	Margin Money with Bank	202,009,626	29,806,451
	Prepayments	202,000,020	20,000,101
	Warehouse rent	375,000	1,875,000
	Insurance	8,542,459	9,327,050
	insurance	247,688,079	104,441,290
14.00	Cash & Cash equivalent		100
	Cash in hand	•	163
	Cash at bank	440.000	004 400
	Dutch Bangla Bank Ltd.	113,092	201,430
	Mutual Trust Bank Limited	156,580	2,829,700
	Standard Chartered Bank(SCB)	19,670,919	98,205,546
	Eastern Bank Ltd	137,433	2,636,794
	Brac Bank Ltd	863,077	-
	State Bank of India	8,965	9,655
	Premier Bank Limited	3,052,819	18,622,010
	Citibank N.A	703,125	3,229,951
		24,706,010	125,735,249
15.00	Investments		
. 5.50		470 704 400	042 450 650
	Treasury Bill for 182 days	170,761,180	243,150,650
	Fixed deposits	170,761,180	325,000,000 568,150,650
		= 170,701,100	300,130,030
16.00	Share capital		
16.00	Authorized		
16.00	Authorized 50,00,000 ordinary shares of Taka 100 each	500,000,000	500,000,000
16.00	Authorized 50,00,000 ordinary shares of Taka 100 each Issued, subscribed and paid-up		
16.00	Authorized 50,00,000 ordinary shares of Taka 100 each Issued, subscribed and paid-up 3,526,945 ordinary shares of Taka 100 each	500,000,000 352,694,500	
16.00	Authorized 50,00,000 ordinary shares of Taka 100 each Issued, subscribed and paid-up		352,694,500
16.00	Authorized 50,00,000 ordinary shares of Taka 100 each Issued, subscribed and paid-up 3,526,945 ordinary shares of Taka 100 each	352,694,500 349,150,500	352,694,500 349,150,500
16.00	Authorized 50,00,000 ordinary shares of Taka 100 each Issued, subscribed and paid-up 3,526,945 ordinary shares of Taka 100 each Shareholding position of the company is as follows:	352,694,500	352,694,500 349,150,500 3,544,000 352,694,500

The Company received share money deposits amounting 352,694,540.06 and share issued 352,694,500 and balance amount BDT 40.06. However, due to the unability to issue shares for the full value, an amount of 40.06 was adjusted and charged to the Profit and Loss account.



Amount in	Taka
31-Mar-25	31-Mar-24

17.00 Deferred tax liabilities

Deferred tax has been recognized and measured in accordance with the provision of IAS 12, Income taxes.

Deferred tax arrived at as follows:

Deletted tax attived at as follows.				
	As at 31 March	2025	Taxable/ (deductible)	
	Carrying amount	Tax base	Temporary difference	
Property, plant and equipment				
Factory buildings	322,514,865	232,286,965	90,227,900	
Machinery and equipment	171,223,705	162,968,554	8,255,152	
Furniture and fixtures	13,626,455	15,187,029	(1,560,574)	
Office equipment	52,782,684	64,782,983	(12,000,299)	
Computers	563,595	2,135,523	(1,571,928)	
Software & Software License	4,874,343	1,297,494	3,576,848	
	565,585,647	478,658,547	86,927,100	
Provision for doubtful debts	(33,834,907)	-	(33,834,907)	
Provison for inventory	(42,414,880)	-	(42,414,880)	
Unrealized forex loss	(4,628,230)		(4,628,230)	
Interest expenses	(34,288,217)	31,862,024	(2,426,193)	
Net temporary difference			3,622,890	
Tax rate			25.00%	
Deferred tax liability			905,723	
Change in deferred tax assets and liability				
Opening balance		22,287,220	32,402,066	
Provision recognized in Profit & Loss		(18,908,573)	(12,587,770)	
Provision Recognized in Other Comprehensive Inco	ome	(2,472,924)	2,472,924	
Balance as at 31 March - Deferred tax liability		905,723	22,287,220	
Shareholders's loan				
Parental loan in USD		48,899,987	21,999,987	
		48,899,987	21,999,987	

The Company has intended to take parental loan of USD 3,000,000/-@3.5% interest, from shareholder Pidilite International Pte. Ltd (Singapore) and obtained requisite aproval from BIDA and Bangladesh bank. Repayable period is 3 years with 1 year moratorium period from the date of first tranche of loan. The company already received 1st tranche of loan USD 200,000 in February 2024 and 2nd tranche of the loan USD 200,000 in May 2024.

19.00 Lease liability

18.00

The Company has leases assets including corporate office and warehouses. The incremental borrowing rate (IBR) which is 11.50% for corporate office and 9% for warehouse. Details as follows:

	Opening balance	36,645,510	44,200,970
	Addition during the year	- 1	-
	Less: Interest on lease liabilities	3,480,850	4,283,056
	Less: Rent paid during the year	(12,357,276)	(11,838,516)
	Closing balance	27,769,084	36,645,510
	Less: Current portion of lease liability	9,797,237	8,594,613
	Long term lease liability	17,970,169	28,050,896
20.00	Provision for leave encashment		
	Opening balance	20,809,916	21,120,016
	Addition during the year	11,523,148	4,886,937
	Less: Paid during the year	(6,837,245)	(5,197,037)
	Closing balance	25,495,819	20,809,916
	Less: Current portion of leave encashment	6,701,717	5,823,849
	Non-current portion of leave encashment	18,794,102	14,986,067
		The state of the s	



Amount in	Taka
31-Mar-25	31-Mar-24

21.00 Dividend Payable

The company has decleare final dividend of Taka 182,237,248 /-@Tk.51.67/- on their 19th Annual general meeting per share as recomeended by the existing shareholder for the year ended 31 March 2024. Shareholder details are as follows:

Opening Balance	299,790,325	•
Addition during the year: Pidilite International Pte. Ltd (Singapore)	180,406,063	296,777,925
Pidilite Middle East Ltd (United Arab Emirates)	1,831,185	3,012,400
	182,237,248	299,790,325
Payment durring the year	482,027,573	299,790,325
Closing Balance		299,790,325

Final dividend distribution to the Company's shareholders are recognised as a liability in the financial statements in the period in which the dividends are approved by the Company's shareholders at the Annual General Meeting.

22.00 Short term Borrowing

UPAS Facility

86,453,421	212,035,690
86,453,421	212,035,690

(4,949,311)

53,159,746

(3,229,484)

68,921,492

Standard chartered Bank is providing credit facility against LC of industrial raw materials. Bank extende the temporary credit facility against letter of credit in the form of foreign currency. The tenor of credit is maximim 360 days @SOFR+4%

23.00 Other liabilities

Security Deposit received	Note:23.01	2,550,000	900,000
Withholding income tax and VAT		13,332,936	1,485,366
Employee benefits expenses payable	Note:23.02	21,361,442	17,869,031
		37,244,378	20,254,396

23.01 In order to manage credit exposure effectively and minimize risks, the company requires a security deposit from credit customers. The security deposit serves as a safeguard and is determined in accordance with the company's established policies and procedures.

23.02 Employee benefits expenses payable

Benefits paid during the year

23.02	Employee benefits expenses payable		
	Employees' retirement gratuity Note:22.02.01		-
	Workers' Profit Participation and Welfare Fund	21,361,442	17,869,031
		21,361,442	17,869,031
22.02.01	Employees' Retirement Gratuity		
	Present value of defined benefit obligation	68,921,492	53,159,751
	Fair value of plan assets	(68,921,492)	(53,159,746)
		•	5
	Movement in the present value of the defined benefit obligation are as follows		
May a	Opening balance	53,159,751	54,733,367
	Current service cost	8,567,019	9,179,917
	Interest cost	6,079,934	4,448,451
	Actuarial (gains)/ losses arising from changes in financial assumption	2,702,472	(15,257,062)
	Actuarial (gains)/ losses arising from changes in experience adjustment	1,641,800	5,004,389
	Benefits paid during the year	(3,229,484)	(4,949,311)
	=	68,921,492	53,159,751
	Movement in the fair value of the plan assets are as follows		
	Opening balance	53,159,746	54,733,367
	Contributions from employer	15,445,291	-
	Expected Return on Plan Assets	6,411,065	4,635,916
	Actuarial (Gain) / loss	(2,865,127)	(1,260,226)



			Amount in	Taka
			31-Mar-25	31-Mar-24
	i) Net Benefit (Asset)/Liability			
	Defined benefit obligation		68,921,492	53,159,751
	Fair value of plan assets		68,921,492	53,159,746
	Net Benefit (Asset)/Liability			5
	ii) Total expenses recognized in the statement of profit	and loss		
	Current Service cost		8,567,019	9,179,917
	Interest cost on benefit obligation (net)		(331,131)	(187,465)
	Total expenses recognized in the statement of profit an	d loss	8,235,888	8,992,452
	iii) Re-measurement effects recognized in other compr	ehensive income for	the year	
	Actuarial (gains)/ losses arising from changes in demograp			-
	Actuarial (gains)/ losses arising from changes in financial	assumption	2,702,472	(15,257,062)
	Actuarial (gains)/ losses arising from changes in experience	e adjustment	1,641,800	5,004,389
	Return on plan asset		2,865,127	1,260,226
	Recognized in other comprehensive income		(7,209,399)	8,992,447
	Actual return on plan assets			
			%	%
	Assumptions employed for the valuations are as follows		8.00	8.00
	Expected rate of salary increase		10.99	12.06
	Discount rate		10.99	12.00
24.00	Current portion of lease liability			
			9,797,237	8,594,613
	Lease Liability		9,797,237	8,594,613
				0,000,000
25.00	Provision for expenses			
			3,342,667	1,193,978
	Professional fees			The state of the s
	Security service		339,000	301,626
	Utilities		856,228	761,244
	Advertising & Promotion expenses		16,700,120	8,800,000
	Travelling and conveyance		4,137,000	4,144,125
	Audit fees		430,000	430,000
	Freight		4,697,725	4,539,717
	Petrol and oil		475,000	460,000
	Telephone		247,452	230,700
	Interest payable		5,712,431	3,286,238
	Salary & allowances		6,548,043	5,838,500
	Sales agents payable		399,880	1,050,000
			250,019	617,932
	Other expenses		44,135,565	31,654,060
				0.1,00.1,000
26.00	Trade & ather payables			
	Trade payables		302,372,770	360,057,185
	VAT Payable		-	8,155,779
			302,372,771	368,212,964
27.00	Net current tax liability /(Net Advance Income Tax)			101 000 110
	Provision for income tax	Note: 27.01	151,186,464	181,666,149
	Advance income tax	Note: 27.02	(113,013,471)	(153,926,384)
			38,172,993	27,739,765
27.01	Provision for income tax			
	Opening balance		181,666,149	72,059,671
	Provision made during the year		130,015,754	109,606,478
	Adjustment during the year		(160,495,439)	-
	, , , , , , , , , , , , , , , , , , , ,		151,186,464	181,666,149
27.02	Advance income tax			
27.02			153,926,384	80,835,268
	Opening balance		119,582,526	73,091,115
	Addition during the year			, 0,001,110
	Adjustment during the year		(160,495,439)	153,926,384
			113,013,471	100,820,304



				Amount	in Taka
				01 April 2024	01 April 2023
				to 31 March 2025	to 31 March 2024
	NA COLOR				
28.00	Net Sales Local sales-Manufacturing			2,363,389,010	2,139,131,151
	Deemed export-Manufacturing			124,875,061	96,318,388
	Local Sales- Trading			213,292,737 2,701,556,808	219,090,88 2,454,540,42
29.00	Cost of sales				
23.00	Cost of goods sold (Manufacturing)		29.01	1,579,595,613	1,498,437,667
	Cost of sales (Trading)		29.03	175,553,827	164,633,947
				1,755,149,440	1,663,071,614
29.01	Cost of goods sold (Manufacturing)				
	Materials consumed			100 426 492	247,428,627
	Opening stock of raw material and packing material			188,436,482 1,451,687,559	1,181,821,384
	Addition during the year Less: Closing stock of raw material and packing material			(257,479,277)	(188,436,482
	Total			1,382,644,764	1,240,813,528
	Manufacturing overhead	Note	29.02	210,245,914	185,634,767
	Opening stock of work-in-progress			4,272,362	4,962,450
	Closing stock of work-in-progress			(4,713,345)	(4,272,362
	Total			(440,983)	690,088
	Cost of production			1,592,449,695	1,427,138,383
	Opening stock of own manufactured finished goods			55,416,122	104,832,96
	Closing stock of own manufactured finished goods			(85,899,211)	(55,416,12
	Damage and obsolete materials provision			17,62 <u>9</u> ,007 (12,854,082)	21,882,443 71,299,284
	Total Cost of goods sold(Manufacturing)			1,579,595,613	1,498,437,66
29.02	Manufacturing overhead				
	Salary & Allowance			78,333,103	68,411,44
	Wages			20,799,785	13,656,51
	Travelling and conveyance			2,783,472	2,073,513
	Rent others - Rented Vehicle			5,175,640	5,151,62
	Repairs and maintenance			4,766,718	4,566,52
	Consumable materials			7,367,339	7,185,94 211,10
	Seminars and company meetings expense			429,216 2,554,420	3,310,38
	Fuel and petrol			879,655	745,43
	Stationery and office supplies			3,184,926	3,012,38
	Security service charges Cleaning expenses			367,000	363,63
	Medical service cost			711,897	774,66
	Telephone and fax			526,800	506,61
	Internet expenses			297,947	335,60
	Electricity charges			7,272,610	6,175,18
	Gas charges			1,420,345	1,128,30
	Entertainment			2,444,338	2,553,12
	Insurance			10,423,587	9,676,28
	Group insurance			1,088,794	816,35
	Testing and certification expenses			639,780	702,96 1,100,99
	License, registration and membership			1,007,132 61,732	1,100,99
	Rates and Taxes			1,293,974	1,310,66
	Environment & Safety Depreciation and Amortization			56,415,704	51,865,51
	Total			210,245,914	185,634,76
29.03	Cost of sales (Trading)				
	Opening stock of imported finished goods			55,720,844	56,943,43
	Purchase of imported finished goods during the year,			187,032,790	163,411,36
				(07 400 007)	
	Closing stock of imported finished goods			(67,199,807)	(55,720,84 164,633,94



		Amount	in Taka
		01 April 2024	01 April 2023
		to	to
		31 March 2025	31 March 2024
30.00	Administrative expenses		
	Salary and allowances	49,042,669	43,370,675
	Travelling and conveyance	4,920,040	4,278,296
	Rent others - Rented Vehicle	855,600 574,102	817,711
	Repairs and maintenance Stationery and office supplies	486,637	721,819 550,901
	Cleaning expenses	389,284	360,415
	Telephone and fax	476,881	420,345
	Internet expenses	211,676	286,000
	Electricity charges	639,905	519,835
	Entertainment	5,401,011	4,275,589
	Insurance	654,159	615,380
	Group insurance	406,903	363,306
	License, registration and membership	732,772	413,218
	Recruitment expenses	299,000	279,696
	Audit fees	325,000	325,000
	Audit fees for PF, GF & WPPF	210,000	105,000
	Professional fees	5,195,174	6,834,055
	Postage	462,722	552,097
	Data processing services charges	6,732,296	1,880,442
	Royalty	34,968,099	30,740,008
	Board Meeting attendance fee	155,750	148,500
	Employee training Bank charges	77,784 2,045,416	11,754 1,439,610
	Office expenses and supplies	696,034	946,878
	Rates and Taxes	- 090,004	889,375
	Bad debts	1,199,648	2,504,486
	Depreciation and Amortization	5,937,131	5,136,795
	Depreciation against lease asset	3,231,888	3,231,888
		126,327,581	112,019,075
31.00	Selling and distribution expenses		
	Salary and allowances	161,999,643	135,374,095
	Travelling and conveyance	54,483,659	48,916,994
	Insurance	560,968	404,148
	Sample expense	428,942	320,116
	Convention and exhibit expense	23,699,834	19,075,164
	Advertising	43,335,643	31,618,303
	Sales promotion expenses	11,827,900	7,118,620
	Warehouse rent	440,981 31,218,310	484,211 32,955,324
	Delivery expenses Overseas travelling	1,589,431	859,614
	Group insurance	2,526,193	2,404,655
	Seminars and company meetings expense	3,511,281	2,218,156
	Telephone and fax	3,495,058	3,499,062
	Internet expenses	127,573	103,699
	Stationery and office supplies	584,117	524,339
	Sale agents expenses	5,066,577	4,863,226
	Electricity charges	251,216	190,630
	Security service charges	618,345	588,600
	Depreciation and Amortization	239,008	202,346
	Depreciation against lease asset	5,124,612	5,124,612
		351,129,290	296,845,914
32.00	Foreign exchange (gain)/Loss		
	Realized exchange (gain)/Loss	4,059,180	2,114,760
	Unrealized exchange (gain)/Loss	4,628,230	2,001,105
	Officialized Cyclindings (garry) 2000	8,687,409	4,115,865
00.00		5,507,400	
33.00	Finance cost Interest on short term borrowing(UPAS)	32,687,223	19,861,319
	Interest on Shareholders's loan	1,600,994	99,987
	Dealer Deposits & others	118,098	-
	Interest cost on Lease	3,480,850	4,283,056
		37,887,165	24,244,362



		Amount	in Taka
		01 April 2024 to	01 April 2023 to
		31 March 2025	31 March 2024
34.00	Other income		
	Gain/(Loss) on sale of assets	(24,994)	(2,245,123)
	Charge for overdue receivable	102,608	14,870
	Sale of scrap	5,655,259	4,937,354
	Interest on fixed deposits	51,981,510	18,298,974
	The last an income appears	57,714,382	21,006,075
35.00	Basic earnings per share (EPS)		
	Profit after tax	346,121,680	260,361,930
	Number of shares	3,526,945	3,526,945
	Basic EPS	98.14	73.82
36.00	Particulars of employee		
	Nationality:	245	242
	Bangladeshi	245	
	Non-Bangladeshi	210	3
		246	245
	Salary range:		0.15
	Monthly Taka 3,000 or above	246	245
	Monthly below Taka 3,000	-	
		246	245

37.00 Related party transaction

During the year the company carried out a number of transactions with related parties in the normal course of business. Names of those related parties, Nature of those transactions and their total value have been set out in accordance with the provisions of IAS 24: Related Party Disclosure.

			Amount	Transaction d		
Name of the related party transaction	Nature of transaction	Relationship	due/(receivabl e) as at 31 Mar 2024	Debit	Credit	Amount due/(receivable) at 31 Mar 2025
Pidilite Industries Ltd.	Purchase of finished goods	Parent company through	200	143,083,018	143,083,018	-
	Purchase of raw and packing materials		48,453,696	251,808,166	247,122,548	43,768,078
India	Royalties	wholly owned	81,800,598	81,800,598	34,968,099	34,968,099
	Expenses against	subsidiaries	8,663,875	8,663,875	10,153,984	10,153,984
	service		-	20,360,418	16,702,104	(3,658,314
Pidilite International	Shareholder Loan received	70-20	21,999,987	-	26,900,000	48,899,987
Pte. Ltd (Singapore)	Interest on loan	Parent	99,987		1,600,994	1,700,981
	Dividend	company	296,777,925	477,183,988	180,406,063	•
Pidilite Middle East	Dividend		3,012,400	4,843,585	1,831,185	•

38.00 Capital expenditure commitment

Capital expenditure commitment as of 31 March 2025 is BDT 10,024,829.

39.00 Contingent Liability

The company has filed appeals with the Commissioner of Taxes (Appeal) and the Appellate Tribunal against the order of the Deputy Commissioner of Taxes and Appeallate Tribunal concerning the income tax assessments for the assessment years 2015-2016, 2018-2019, 2019-2020, 2020-2021, and 2021-2022. The disputed amounts are BDT 15,187,784, BDT 11,025,831, BDT 46,518,828, BDT 54,527,158, and BDT 29,278,777 respectively. However, the outcome remains uncertain until the final assessment is made. Nevertheless, the management believes that the claim by the Tax Authority is unjustified, and the company has reasonable grounds to expect a favorable judgment.



Pidilite Speciality Chemicals Bangladesh Private Ltd. Statement of profit or loss and other comprehensive income Income Year: 2024-2025 (Income year ended 31 March 2025) Assessment Year: 2025-2026

Assess	ment Year: 2025-2026		The state of the state of	
		A	nt in Taka	Annexure 1
	Sales of manufa		Trading of	
	Local Sales	Export Sales	imported	Total
			finished goods	100%
Total sales ratio MFG sales to Local & Export ratio	87.48% 94.98%	4.62% 5.02%	7.90%	100%
Total Sales - net of VAT	2,363,389,010	124,875,061	213,292,737	2,701,556,808
Less: Cost of sales	(1,500,322,637)	(79,272,976)	(175,553,827)	(1,755,149,440)
Materials consumed Manufacturing overhead	1,313,255,887 187,066,750	69,388,877 9,884,099	175,553,827	1,558,198,591 196,950,849
	2,643,782	139,690		2,783,472
Travelling and conveyance Rent others - Rented Vehicle	4,915,897	259,743		5,175,640
Repairs and maintenance	4,527,497	239,221		4,766,718
Consumable materials	6,997,605 407,676	369,734 21,540		7,367,339 429,216
Seminars and company meetings expense Fuel and petrol	2,426,225	128,195		2,554,420
Stationery and office supplies	835,508	44,146		879,655
Security service charges	3,025,089 348,582	159,837 18,418		3,184,926 367,000
Cleaning expenses Medical service cost	676,170	35,727		711,897
Telephone and fax	500,362	26,438		526,800
Internet expenses	282,995	14,953		297,947
Electricity charges Gas charges	6,907,630 1,349,064	364,980 71,281		7,272,610 1,420,345
Entertainment	2,321,667	122,671		2,444,338
Insurance	9,900,473	523,114		10,423,587 78,333,103
Salary & Allowance Wages	74,401,908 19,755,935	3,931,195 1,043,850		20,799,785
Depreciation and Amortization	53,584,447	2,831,257		56,415,704
Group insurance	1,034,152	54,642		1,088,794
Testing and certification expenses License, registration and membership	607,672 956,588	32,108 50,544	7010	639,780 1,007,132
Environment & Safety	1,229,035	64,939		1,293,974
Rates and Taxes	58,634	3,098		61,732
Changes in inventory of finished goods and working progress	(12,627,844)	(667,221)		(13,295,065)
Gross profit Gross profit ratio	863,066,373 37%	45,602,085 37%	37,738,910 18%	946,407,368 35%
Administrative expenses Salary and allowances	43,082,722	2,087,940	3,872,006	49,042,669
Travelling and conveyance	4,322,129	209,466	388,446	4,920,040
Rent others - Rented Vehicle	751,623	36,426	67,551	855,600
Repairs and maintenance	504,334 427,498	24,442 20,718	45,326 38,421	574,102 486,637
Stationery and office supplies Cleaning expenses	341,976	16,573	30,735	389,284
Telephone and fax	418,928	20,303	37,651	476,881
Internet expenses	116,052	5,624	90,000 50,522	211,676 639,905
Electricity charges Entertainment	562,140 4,724,939	27,243 249,653	426,419	5,401,011
Insurance	574,662	27,850	51,647	654,159
Group insurance	357,454	17,323	32,126	406,903
License, registration and membership Recruitment expenses	643,721 262,664	31,197 12,730	57,854 23,607	732,772 299,000
Audit fees	285,504	13,837	25,659	325,000
Audit fees for PF, GF & WPPF Professional fees	184,480 4,563,826	8,941 221,179	16,580 410,168	210,000 5,195,174
Postage	406,490	19,700	36,533	462,722 6,732,296
Data processing services charges Royalty	5,914,149 33,351,756	286,620 1,616,343	531,527	34,968,099
Board Meeting attendance fee	136,822	6,631 3,312	12,297 6,141	155,750 77,784
Employee training Bank charges	68,331 1,796,845	87,081	161,489	2,045,416
Office expenses and supplies	611,448	29,633	54,953	696,034
Bad debts	1,144,196	55,452		1,199,648 5,937,131
Depreciation and Amortization Depreciation against lease asset	5,662,697 3,082,499	274,434 149,389		3,231,888
	114,299,884	5,560,040	6,467,657	126,327,581
Selling and distributing expenses				
Salary and allowances	154,511,473 51,965,241	7,488,169 2,518,418		161,999,643 54,483,659
Travelling and conveyance Insurance	535,038	2,518,418		560,968
Sample expense	428,942			428,942
Convention and exhibit expense	22,604,348 43,335,643	1,095,486		23,699,834 43,335,643
Advertising Sales promotion expenses	11,827,900			11,827,900
Warehouse rent	387,390	18,774	34,816	440,981
Delivery expenses	27,424,482 1,515,962	1,329,087 73,469	2,464,741	31,218,310 1,589,431
Overseas travelling Group insurance	2,209,977	116,769	199,447	2,526,193
Seminars and company meetings expense	3,348,977	162,303		3,511,281
Telephone and fax	3,333,504	161,553	10.073	3,495,058
Internet expenses Stationery and office supplies	112,069 513,132	5,431 24,868	10,072 46,117	127,573 584,117
Sale agents expenses	4,832,383	234,194		5,066,577
Electricity charges	220,687	10,695	19,834	251,216
Security service charges Depreciation and Amortization	543,200 209,963	26,325 10,176	48,819 18,870	618,345 239,008
Depreciation against lease asset	4,501,840	218,175	404,597	5,124,612
	334,362,150	13,519,825	3,247,315	351,129,290
Foreign exchange (gain)/Loss	6 8,285,848	401,561	-	8,687,409
Operating profit for the year	<u>406,118,491</u> 21,588,316	(1,486,280)	28,023,937 (274,819)	460,263,087 19,827,217
Less: Non-operating expenses/Income Interest on short term borrowing(UPAS)	(31,176,309)	(1,486,280)	- 1	(32,687,223)
Dealer Deposits & others	(112,639)	(5,459)		(118,098)
Interest on long term loan	(1,526,991)	(74,003)	/274 0101	(1,600,994)
Interest cost on Lease Gain/(Loss) on sale of assets	(3,045,134) (23,839)	(160,897) (1,155)	(274,819)	(3,480,850) (24,994)
Charge for overdue receivable	97,865	4,743		102,608
Sale of scrap	5,393,853	261,405		5,655,259
		The second secon		51,981,510
Interest on fixed deposits	51,981,510 427,706.807	24.634 379	27 749 118	
	51,981,510 427,706,807 20,366,991	24,634,379 1,173,066	27,749,118 1,321,387	480,090,305 22,861,443

