

**(5) Reconciliation between net profit to operating cashflows**

Profit/(loss) before tax	3,128,686	1,427,538
Finance cost	3,689	21,298
Operating profit	<u>3,132,375</u>	<u>1,448,836</u>
<b>Adjustment:</b>		
Depreciation	1,291,864	1,414,752
Non cash Interest income	-	-
<b>Changes in Working capital:</b>		
(Increase)/Decrease of Inventory	968,508	494,400
(Increase)/Decrease of Trade debt	(102,326)	(118,360)
(Increase)/Decrease of Advance, deposit & Prepayment except AIT	(492,500)	(184,000)
Increase/(Decrease) of Liability for expenses	(1,730,487)	(142,489)
Increase/(Decrease) of other Liabilities	<u>156,434</u>	<u>71,377</u>
Finance cost paid	3,223,869	2,984,517
Tax Paid	(3,689)	(21,298)
	<u><u>3,220,179</u></u>	<u><u>2,963,217</u></u>

**(6) Related Party disclosure**

The company, in normal course of business, carried out following of transaction with other entities that fall within the definition of related party contained in BAS 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates, on the same terms and conditions as applicable to the third parties. Details of transactions with related parties and balances with them as at 31 December 2022 were as follows:

Name	Nature of Relationship	Nature of Transaction	Transaction		Transaction	
			Debit	Credit	Debit	Credit
Mr. Mohammed Murad	Chairman	Rent	66,000	66,000		
			-	-		
			<u>66,000</u>	<u>66,000</u>		

(6.1) The board of directors of the company are considered key management employees. None of benefits is given to them by the company.

**(7) Deffered Tax**

Property, Plant & Equipment at Tax base	6,984,342	8,237,994
Property, Plant & Equipment at accounts base	30,027,141	32,733,758
Tax Rate	(23,042,799)	(24,495,764)
	22.50%	22.50%
<b>Deferred Tax</b>	<b>(5,184,630)</b>	<b>(5,511,547)</b>
Deferred tax income/expenses during the period	162,712	164,205

**(8) Cash Dividend :**

The Shareholders of the company has approved at the rate of 4% cash dividend (as recommended by the Board of Directors) general public holder for the income tear June 30,2022 in the company's 43rd AGM held on 28 December 2022 and record date was 21 November,2022.As such this approved dividend is considered as liability and contained in "unclaimed dividend" the Statement of Financial Position.The preparation of warrant and BEFTN payment is under process.

