

**AUDITOR'S REPORT
&
AUDITED FINANCIAL STATEMENTS
OF
PROGRESS APPARELS (BANGLADESH) LIMITED
AS AT AND FOR THE YEAR ENDED 31 March 2026**

A. QASEM & Co.
Chartered Accountants Since 1953

INDEPENDENT AUDITORS' REPORT**TO THE SHAREHOLDERS OF PROGRESS APPARELS (BANGLADESH) LIMITED****Report on the Audit of the Financial Statements****Opinion**

We have audited the financial statements of Progress Apparels (Bangladesh) Limited (the "Company"), which comprise the statement of financial position as at 31 March 2026, the statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows for the year then ended, and a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the company give a true and fair view, in all material respects, the financial position of the company as at 31 March 2026 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 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), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. 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 the financial statements that give a true and fair view in accordance with 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 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 judgement and maintain professional skepticism throughout the audit. We also:

- a) 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.

- b) 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.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) 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.
- e) Evaluate the overall presentation, structure and content of the Company' 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:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of these books; and
- c) the statements of financial position and statements of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts.

A. Qasem & Co.
Chartered Accountants
FRC Enlistment No: CAF-001-129



ATM Shamim Reza, FCA
Partner
Enrolment Number: 1766

DVC: **2604391766AS248007**

Place: Dhaka
Date: 30 April 2026

Progress Apparels (Bangladesh) Limited
Statement of Financial Position
As at 31 March 2026

	Notes	31 March 2026 BDT	31 March 2025 BDT
Assets			
Non-current assets			
Property, plant and equipment	4.00	640,627,365	665,964,039
Intangible asset	5.00	12,854,525	18,363,608
Right of use assets	6.00	100,517,369	110,662,928
Capital work in progress	7.00	-	4,042,129
Deferred tax assets	8.00	61,132,689	56,193,538
		815,131,948	855,226,242
Current assets			
Inventories	9.00	1,066,558,228	876,755,054
Advances, deposits and prepayments	10.00	195,365,497	200,310,097
Trade receivables	11.00	-	66,799,642
Inter-company receivables	12.00	1,368,522,495	1,227,879,233
Cash and cash equivalents	13.00	340,900,226	338,625,099
		2,971,346,446	2,710,369,126
Total assets		3,786,478,394	3,565,595,368
Shareholders' equity & liabilities			
Shareholders' equity			
Share capital	14.00	4,011,200	4,011,200
Redeemable Preference Share	15.00	2,455,324,700	2,455,324,700
Retained earnings	16.00	(1,038,885,640)	(1,256,437,027)
OCI Reserve for actuarial difference		(16,002,438)	668,844
		1,404,447,822	1,203,567,717
Liabilities			
Long term liabilities			
Post-retirement benefit obligation	17.00	61,331,717	56,372,061
Non-current portion of lease liability	18.01	54,656,786	55,225,793
		115,988,503	111,597,854
Current liabilities			
Current portion of lease liability	18.02	57,333,002	64,104,253
Secured short term bank borrowings	19.00	965,345,918	1,100,881,786
Trade payable and other payables	20.00	1,106,432,602	977,500,874
Inter-company payables	21.00	136,930,547	107,942,884
		2,266,042,069	2,250,429,797
Total liabilities		2,382,030,572	2,362,027,651
Total shareholders' equity & liabilities		3,786,478,394	3,565,595,368

FOOTNOTES:

1. Auditors' Report - Page 1-2.
2. The accompanying notes 1 - 34 form an integral part of these financial statements.
3. With reference to the Section 189(2) of the Companies Act 1994, only one director has signed the financial statements as the other directors were not present in Bangladesh at the time of signing of the financial statements.

A. Qasem & Co.

Chartered Accountants
FRC Enlistment No: CAF-001-129




ATM Shamim Reza, FCA
Partner
Enrolment Number: 1766

DVC: **2604301766AS248007**

Place: Dhaka
Date: 30 April 2026



Mohammad Abul Hasnat Khan
Director
Progress Apparels (Bangladesh) Limited



Kaustav Gupta
VP-Finance and Reporting
Progress Apparels (Bangladesh) Limited



Progress Apparels (Bangladesh) Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 March 2026

	Notes	For the year ended	
		31 March 2026	31 March 2025
		BDT	BDT
Revenue			
Export sales	22.00	6,108,660,932	6,081,183,960
Less: Cost of goods sold	23.00	(5,083,017,334)	(5,189,613,135)
Gross profit		1,025,643,598	891,570,825
Operating expenses			
Employee benefits expenses	24.00	(365,863,139)	(350,575,317)
General and administrative expenses	25.00	(155,942,849)	(61,030,282)
Commercial expenses - export	26.00	(186,911,838)	(77,157,190)
Operating Profit/(Loss)		316,925,772	402,808,036
Other income	27.00	26,438,540	27,005,958
Profit/(Loss) before interest and tax		343,364,312	429,813,994
Finance expenses	28.00	(80,031,431)	(83,788,234)
Profit before tax		263,332,881	346,025,760
Income tax expenses	29.00	(45,781,493)	(54,458,908)
Profit/(Loss) After tax		217,551,388	291,566,852
Other comprehensive income			
Actuary difference for the year (net of deferred tax)	30.00	(16,671,283)	(15,173,128)
Total comprehensive Profit /(Loss) for the year		200,880,106	276,393,724

FOOTNOTES:

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FRC Enlistment No: CAF-001-129

ATM Shamim Reza

ATM Shamim Reza, FCA

Partner

Enrolment Number: 1766

2604301766AS248007

DVC:

Place: Dhaka

Date: 30 April 2026

Mohammad Abul Hasnat Khan

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Director

Progress Apparels (Bangladesh) Limited

Kaustav Gupta

Kaustav Gupta

VP-Finance and Reporting

Progress Apparels (Bangladesh) Limited



Progress Apparels (Bangladesh) Limited
Statement of Changes in Equity
For the year ended 31 March 2026

Amounts in BDT


Particulars	Share capital	Retained earnings	Reserve for actuarial difference	Preference share capital	Total
Balance as at 31 March 2025	4,011,200	(1,256,437,027)	668,844	2,455,324,700	1,203,567,717
Preference share capital				-	-
Share money deposit					-
Total comprehensive income for the period		217,551,388	(16,671,283)		200,880,106
Balance as at 31 March 2026	4,011,200	(1,038,885,639)	(16,002,438)	2,455,324,700	1,404,447,823
Balance as at 31 March 2024	4,011,200	(1,548,003,879)	15,841,973	2,455,324,700	927,173,994
Preference share capital				-	-
Share money deposit					-
Total comprehensive income for the period		291,566,852	(15,173,128)		276,393,723
Balance as at 31 March 2025	4,011,200	(1,256,437,027)	668,844	2,455,324,700	1,203,567,717

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Director
Progress Apparels (Bangladesh) Limited


Kaustav Gupta
VP-Finance and Reporting
Progress Apparels (Bangladesh) Limited




Progress Apparels (Bangladesh) Limited
Statement of Cash Flows
For the year ended 31 March 2026

	For the year ended	
	31 March 2026	31 March 2025
	BDT	BDT
Cash flows from operating activities		
Profit / (Loss) before tax	263,332,881	346,025,760
Adjustment for non cash items		
Depreciation	147,415,290	158,794,258
Interest income	(12,321,200)	(12,316,488)
Interest expense	16,472,008	18,277,775
	414,898,979	510,781,305
Changes in working capital		
(Increase)/decrease in inventories	(189,803,174)	(121,240,978)
(Increase)/decrease in advances, deposits and prepayments	4,944,600	(14,715,566)
(Increase)/decrease in trade receivables	66,799,642	(60,085,934)
(Increase)/decrease in inter-company receivables	(140,643,262)	(633,769,941)
Increase/(decrease) in trade and other payable	128,931,728	163,129,815
Increase/(decrease) post-retirement benefit obligation	4,959,656	8,606,267
Increase/(decrease) in inter-company short term loan	-	-
Increase/(decrease) in inter-company payable	28,987,663	836,060
Cash generated from operating activities	319,075,833	(146,458,972)
Less: Direct tax	(48,676,062)	(52,037,880)
Net cash flows from operating activities	270,399,771	(198,496,852)
Cash flows from investing activities		
Payment for assets	(7,485,110)	10,922,608
Net cash used in investing activities	(7,485,110)	10,922,608
Cash flows from financing activities		
Secured short term bank borrowings	(135,535,868)	413,167,532
Payment for lease liability	(125,103,667)	(108,764,945)
Net cash generated by financing activities	(260,639,534)	304,402,587
Net change in cash and cash equivalents	2,275,127	116,828,343
Cash and cash equivalents at the beginning of the year	338,625,099	221,796,756
Cash and cash equivalents at the end of the year	340,900,226	338,625,099
Represented by:		
Cash in hand	108,561	206,650
Bkash account	20,425	20,425
Cash at bank	340,771,240	338,398,024
	340,900,226	338,625,099


FOOTNOTES:

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Progress Apparels (Bangladesh) Limited
Notes to the Financial Statements
As at and for the year ended 31 March 2026

1.00 Significant accounting policies and other material information

1.01 Company profile

Progress Apparels (Bangladesh) Limited (the "Company") was incorporated in Bangladesh on 12 July 2015 as a private company limited by shares under the Companies Act, 1994 with its registered office located at House NO. 490, Road 8 (East), Baridhara DOHS, Dhaka 1206, The factory is located at MS SFB # 01 & 02 , Adamjee EPZ, Siddhirgonj, Narayangonj 1431, Bangladesh.

1.02 Nature of business

The principal activity of the Company is to manufacture and trade in ready made garments for 100% export.

2.00 Basis of preparation and significant accounting policies

2.01 Statement of compliance

The financial statements of the company have been prepared under historical cost convention in a going concern concept and on accrual basis in accordance with generally accepted accounting principles and practice followed in Bangladesh in compliance with The Companies Act 1994.

2.02 Functional and presentational currency and level of precision

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

2.03 Use of estimates and judgment

The financial statements was prepared by the management on the basis of best judgments, estimations and assumptions complying the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates and underlying assumptions, which are reviewed on an ongoing basis. Revision to accounting estimates is recognized in the year in which the estimates are revised and in any future years affected.

2.04 Reporting period

The financial report covers the period from 01 April 2025 to 31 March 2026.

2.05 Authorization for issue

The financial statements were authorised for issue by the Board of Directors on 30 April 2026.

2.06 Consistency of presentation

The presentation and classification of all items in the financial statements have been retained from one period to another period unless where it is apparent that another presentation or classification would be more appropriate having regard to the criteria for the selection and application of accounting policies or changes as required by another IFRSs.



2.07 Comparative information

Comparative information has been disclosed in respect of the previous period for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current period financial statements. Certain figures for previous period have been rearranged wherever considered necessary, as to ensure better comparability with the current period financial and to comply with relevant IASs.

2.08 Preparation and presentation of financial statements of the company

The Management of the company is responsible for the preparation and presentation of the financial statements of the company.

2.09 Components of the financial statements

According to the International Accounting Standard IAS-1 "Presentation of Financial Statements" the complete set of Financial Statements includes the following components:

- i) Statement of financial position as at 31 March 2026.
- ii) Statement of profit or loss and other comprehensive income for the year ended 31 March 2026.
- iii) Statement of changes in equity for the year ended 31 March 2026.
- iv) Statement of cash flows for the year ended 31 March 2026.
- v) Notes to the financials statements including significant accounting policies.

3.00 Summary of significant policies

3.01 Principle of accounting policies

Specific accounting policies were selected and applied by the company's management for significant transactions and events that have a material effect within the framework of IAS-1 "Presentation of Financial Statements" in preparation and presentation of financial statements.

3.02 Accrual basis of accounting

The financial statements have been prepared, except statements of cash flows, under accrual basis of accounting in accordance with applicable International Accounting Standards which do not vary from the requirements of the Companies Act, 1994 and other laws and rules as applicable in Bangladesh.

3.03 Going concern

The financial statements are prepared on a going concern basis. As per management assessment, there is no material uncertainty relating to events or condition which may cast doubt upon the Company's ability to continue as a going concern.

3.04 Statement of cash flows

The Statement of cash flows has been prepared in accordance with the requirements of IAS 7: Statement of cash flows. The cash generating from operating activities has been reported using the direct method.



3.05 Accounting policies, changes in accounting estimates and errors

Accounting policies

Accounting policies are the specific principles, bases, conventions, requirements and practices used by an entity in preparing and presenting its financial statements.

An existing accounting policy should only be changed where a new accounting will result in reliable and more relevant information being presented.

Any changes in accounting policy required to be accounted for retrospectively except where it is not practicable to determine the effect in prior periods.

Accounting estimates

The preparation of financial statements requires many estimates to be made on the basis of latest available and reliable information.

The effect of a change in accounting estimates should therefore be recognized prospectively.

Prior period errors

A prior period error is where an error has occurred even though reliable information was available when those financial statements were authorized for issue.

3.06 Events after the reporting period

Events after the reporting period that provide additional information about the Company's position at the date of statement of financial position or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material. There are no material events after reporting date which required judgement or disclosure in the financial statement.

3.07 Taxation

Current tax

As an export oriented private limited company, applicable tax rate for the company is 0.60% on gross receipt or 10% on net profit or tax deducted at source- whichever is higher. As tax deducted at source is higher than others, it will be considered as final settlement.

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



3.08 Recognition of Property, plant and equipment

Recognition and measurement

According to IAS 16 "Property, Plant and Equipment" items of property, plant and equipment, excluding freehold land, freehold building and leasehold building, are measured at cost less accumulated depreciation and accumulated impairment losses, if any. The cost of an item of property, plant and equipment comprises its purchase price, import duties and non-refundable taxes (after deducting trade discount and rebates) and any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the intended manner.

Part of an item of property, plant and equipment having different useful lives, are accounted for as separate items (major components) of property, plant and equipment.

Subsequent costs

The cost of replacing or upgrading part 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 embodied within the part 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 comprehensive income as incurred.

Capital work in progress

Capital work in progress consists of acquisition costs, capital components and related installation cost, until the date when the asset is ready to use for its intended purpose. In case of import of components, Capital work in progress is recognized when risks and rewards associated with such assets are transferred to the Company.

Depreciation

No depreciation is charged on capital work in progress (CWIP) as CWIP is not yet available for use. Depreciation on other items of property plant and equipment is recognized on reducing balance or WDV basis over the estimated useful lives of each item of property, plant and equipment. For addition to property, plant and equipment, depreciation method, useful lives and residual balance are reviewed each reporting date and adjusted if appropriate.

The rate of depreciation varies according to the estimated useful lives of the items of property, plant and equipment. The depreciation rates for the current period are as follows:

Class of assets	Depreciation rate
Furniture and fixtures	10%
Leasehold improvements	10%
Plant and machineries	10%
Freehold factory building	10%
Motor vehicles	20%
Air conditioners	20%
Electrical installations	20%
Fire Protection & Prevention Equipment's	20%
Office Equipment's	20%
Other Equipment's	20%
Development projects	20%
IT equipment's	30%
Software/ERP	30%



3.09 Inventories

Inventories are valued at the lower of cost and net realizable value as per IAS 2, after making due allowance for obsolete, rejection and slow moving items. Cost is valued using weighted average method. Net realizable value is the price at which inventories can be sold in the ordinary course business less the estimated cost of completion and the estimated cost necessary to make the sale.

3.10 Revenue recognition

The Company recognizes as revenue the amount that reflects the consideration to which the Company expects to be entitled in exchange for goods or services when (or as) it transfers control to the customer. To achieve that core principle, IFRS 15 establishes a five-steps model as follows.

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognise revenue when (or as) the entity satisfies a performance obligation.

Considering the five steps model, Revenue arises from the sale of goods and the rendering of services. It is measured at the fair value of consideration received or receivable, excluding taxes, and reduced by any rebates and trade discounts allowed as per IFRS-15.

Revenues are recognized when the risks and rewards of the ownership is transferred to the buyer, recovery of the consideration is probable, the associated cost and possible return can be estimated reliably and there is no continuing management involvement with the sale of goods or service provided.

3.11 Interest income

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head 'other income' in the statement of profit or loss and other comprehensive income.

3.12 Transaction with related parties

The company carried out a number of transactions with related parties in the course of business and on arms length basis. Transaction with related parties has been appropriately recognized and disclosed in accordance with IAS 24 "Related Party Disclosures".

3.13 Foreign currency transactions

Foreign currency transactions are translated into Bangladesh Taka at the rate ruling on the transaction date. All monetary assets and liabilities at the statement of financial position date are retranslated using rates prevailing on the date. This treatment is in accordance with IAS -21: The effects of changes in foreign exchange rates, which requires all differences arising from foreign exchange transactions to be recognized in the comprehensive income statement. The closing exchange rate is considered as USD 1 = 122.8092.



3.14 Financial Instruments

Cash and cash equivalents

Cash and cash equivalents include cash in hand and cash at banks which are held and available for use by the company without any restriction. For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand, deposits held at financial institutions and short-term highly liquid investments with maturities of three months or less from the date of acquisition. Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

Trade receivables

Trade receivable represents the amounts due from export customers. Accounts receivable stated at original invoice amount without making any provision for doubtful debts, because of the fact that exports are being based on 100% confirmed letter credit basis with fixed maturity dates/signed sales contract or buyer's P.O.

Trade and other payables

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

3.15 Provisions and contingencies

A provision is recognised on the date of statement of financial position if, as a result of past events, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non occurrence of one or more future events beyond the control of the company. The company does not recognise a contingent liability but discloses its existence separately in the financial statements.

3.16 Capital management

For the purpose of the Company's capital management, capital includes issued capital, share money deposit and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximize the shareholder value. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

3.17 General comments and obligations

- a. All figures have been rounded off to the nearest BDT;
- b. Previous year's figures and head of accounts in the financial statements have been re-arranged to confirm to current year's presentation wherever necessary.



4.00 Property, plant and equipment

Particulars	Cost			Rate (%)	Depreciation			Written Down Value
	Opening balance	Addition during the year	Disposal for the year		Opening balance	Charged for the year	Disposal for the year	
Air conditioners	31,827,894	82,000	(250,611)	20%	21,340,591	2,111,241	(213,238)	8,420,688
Electrical installations	116,540,727	1,183,774	(204,456)	20%	84,907,915	6,402,099	(164,754)	26,374,786
Fire protection & prevention equipment	53,641,305	1,253,911	-	20%	38,098,669	3,149,751	-	13,646,796
Freehold factory building	123,321,181	-	-	10%	51,918,870	7,140,231	-	64,262,080
Furniture and fixtures	96,760,351	8,083,493	(107,205)	10%	45,019,156	5,735,839	(64,907)	54,046,551
IT equipment	47,116,884	5,043,643	(2,066,954)	30%	37,249,874	4,081,318	(1,834,018)	10,596,400
Leasehold improvements	216,410,849	7,320,844	-	10%	90,233,150	13,002,200	-	120,496,342
Motor vehicles	236,000	-	(168,000)	20%	156,123	15,181	(129,783)	26,479
Office equipment	6,737,514	229,235	(3,975,575)	20%	4,133,732	534,578	(2,866,807)	1,189,672
Other equipment	15,398,192	688,700	(1,581,515)	20%	9,414,210	1,306,414	(1,314,075)	5,078,828
Plant and machineries	621,396,633	30,639,686	(82,933)	10%	280,951,202	34,563,034	(49,593)	336,488,743
Development projects	17,214,397	-	-	20%	17,214,397	-	-	-
As at 31 March 2026	1,346,601,929	54,505,288	(8,437,250)		680,637,889	78,041,888	(6,637,175)	640,627,365
As at 31 March 2025	1,363,930,704	19,030,165	(36,358,940)		612,887,402	85,801,186	(18,050,699)	665,964,039

5.00 Intangible asset

Particulars	Cost			Rate (%)	Depreciation			Written Down Value
	Opening balance	Addition during the year	Disposal for the period		Opening balance	Charged for the year	Disposal for the year	
Software/ERP	41,489,229	-	-	30%	23,125,621	5,509,082	-	12,854,525
As at 31 March 2026	41,489,229	-	-		23,125,621	5,509,082	-	12,854,525
As at 31 March 2025	23,209,986	18,279,243	-		19,571,282	3,554,339	-	18,363,608

6.00 Right of use assets

Particulars	Cost			Rate (%)	Depreciation			Written Down Value
	Opening balance	Addition during the period	Adjustment for the period		Opening balance	Charged for the period	Disposal for the year	
Right of use assets	527,620,072	19,108,499	41,247,438	~	416,957,144	70,501,495	-	100,517,369
As at 31 March 2026	527,620,072	19,108,499	41,247,438		416,957,144	70,501,495	-	100,517,369
As at 31 March 2025	493,736,050	33,884,022	-		329,467,712	87,489,432	-	110,662,928

6.01 Allocation of Depreciation

Particulars	Notes	31-Mar-26	31-Mar-25
Allocation of Depreciation			
Factory overhead	23.04	76,808,652	83,015,939
General & administrative expense	25.00	6,742,318	6,339,586
Total		83,550,970	89,355,525

7.00 Capital work in progress

	31-Mar-26	31-Mar-25
Opening Balance	BDT	BDT
Addition during the period	4,042,129	24,603,008
Transfer during the period	4,766,177	8,151,218
	(8,798,306)	(28,712,097)
	-	4,042,129



	Notes	As at	
		31 March 2026	31 March 2025
		BDT	BDT
8.00 Deferred tax (assets)/ liabilities			
Deferred tax from property, plant & equipment (except land)	8.01	8,545,866	10,085,205
Deferred tax from lease	8.02	(1,147,242)	(866,712)
Deferred tax from retirement obligations (other than actuarial difference)	8.03	(4,261,585)	(3,186,886)
Deferred tax from business loss-depreciation	8.04	(62,398,141)	(62,398,141)
Deferred tax (assets)/ liabilities from operation		(59,261,103)	(56,366,534)
Deferred tax liabilities from accumulated actuarial differences		(1,871,586)	172,995
		(61,132,689)	(56,193,538)
8.01 Deferred tax from Property, Plant & Equipment (except Freehold land)			
Carrying amount		653,481,890	684,327,647
Tax base		(568,023,235)	(583,475,598)
Taxable/(deductible) temporary difference		85,458,655	100,852,049
Tax rate		10%	10%
		8,545,866	10,085,205
8.02 Deferred tax for lease			
Carrying amount (net off balance with ROU and lease liability)		(11,472,419)	(8,667,118)
Tax base		-	-
Taxable/(deductible) temporary difference		(11,472,419)	(8,667,118)
Tax rate		10%	10%
		(1,147,242)	(866,712)
8.03 Deferred tax from gratuity liability and leave encashment excluding actuarial gain/loss			
Carrying amount		42,615,853	31,868,861
Tax base		-	-
Taxable/(deductible) temporary difference		(42,615,853)	(31,868,861)
Tax rate		10%	10%
Total deferred tax (assets)/ liabilities from gratuity & leave Encashment		(4,261,585)	(3,186,886)
Less: Deferred tax assets/(liabilities) from actuarial Gain/(loss)		-	-
		(4,261,585)	(3,186,886)
8.04 Deferred tax from business loss-depreciation			
Carrying amount		-	-
Tax base		(623,981,406)	(623,981,406)
Taxable/(deductible) temporary difference		(623,981,406)	(623,981,406)
Tax rate		10%	10%
		(62,398,141)	(62,398,141)
Less: Deferred tax assets/(liabilities) from actuarial Gain/(loss)		-	-
		(62,398,141)	(62,398,141)
As Per Section 71(4) of Income Tax Act 2023, depreciation allowance is allowed to carry forward for unlimited period till it is fully adjusted.			
9.00 Inventories			
Inventories - Raw Materials	9.01	581,939,466	614,791,012
Inventories -Semi Finished Goods Manufacturing		208,702,774	157,339,708
Inventories - Finished Goods Manufacturing		262,429,143	95,951,356
Inventories - Spare Parts & Others	9.02	13,486,845	8,672,977
		1,066,558,228	876,755,054



	Notes	As at	
		31 March 2026	31 March 2025
		BDT	BDT
9.01 Inventories - Raw Materials			
Fabric - body		342,590,770	389,577,130
Fabric - others		59,548,927	58,631,944
Accessories & trims Mfg.		45,667,911	51,184,585
Needles		477,999	464,037
Threads		26,892,718	23,951,418
Cartons		6,974,322	6,428,931
Hangers		20,227,878	17,098,956
Zippers		21,102,986	25,543,600
Polybags		5,656,948	3,518,863
Packing materials		52,780,312	38,391,548
Goods in transit		18,693	-
		581,939,466	614,791,012
9.02 Inventories - Spare Parts & Others			
Production consumables		707,168	679,179
Fuel		3,038,516	881,299
IT consumables		286,021	421,169
Stationaries and general consumables		708,395	1,234,473
Production paper		837,884	734,693
Stores & spare parts		6,212,326	2,929,454
Mechanical, electrical & plumbing		885,970	614,356
Chemical		810,566	1,178,354
		13,486,845	8,672,977
10.00 Advances, deposits and prepayments			
Advances to employees		401,337	542,696
Advance Income Tax	10.01	37,568	-
Advance to suppliers		4,846,178	19,501,403
Prepaid insurance		3,216,644	3,862,405
Export Incentive receivables	10.02	83,512,444	77,990,404
Interest Receivable - FDR	10.03	1,672,799	-
Prepaid expenses		42,193,748	40,577,783
Security deposit- rent		35,543,421	35,187,792
Security deposit- utilities		11,170,070	11,087,820
Security deposit- others		12,771,288	11,559,794
		195,365,497	200,310,097
10.01 Advance Income Tax			
Opening balance		-	-
Paid during the year		48,713,630	52,037,880
Less: provision for the year		(48,676,062)	(52,037,880)
		37,568	-

The Company is required to pay minimum tax under section 163 of income tax act 2023, which will be considered as final settlement for the Company. As per provisions of sub-section (8) of the substituted section 163, the amount of excess tax paid due to the minimum tax being higher than the regular tax in any tax year may be adjusted against the regular tax in excess of the minimum tax payable for that tax year in the next tax year in which the regular tax amount of the taxable exceeds the minimum tax amount.



Notes	As at	
	31 March 2026	31 March 2025
	BDT	BDT
10.02 Export Incentive receivables		
Opening balance	77,990,404	91,888,634
Add during the year	14,117,340	14,689,470
Less: Payment Received during the year	(8,595,300)	(28,587,700)
	83,512,444	77,990,404
10.03 Interest Receivable - FDR		
Opening balance	-	-
Add during the period	4,606,963	-
Less: Payment Received during the period	(2,934,165)	-
	1,672,799	-
11.00 Trade receivables		
Arvind lifestyle brands limited	-	61,771,705
Hawes and Curtis	-	5,027,937
	-	66,799,642
12.00 Inter-company receivables		
Styleberry Limited	4,807,683	12,572,927
Poeticgem Limited	42,232,098	147,192,258
Poeticgem International Fzco	127,088,786	255,994,985
Progress Manufacturing Group Limited	53,120,037	302,316,292
Krayons Sourcing Limited	944,847,244	221,224,923
Simple Approach Limited	190,833,487	108,495,436
Origin Global Ltd.	5,593,160	179,451,338
Good Earth Apparels Limited	-	631,074
	1,368,522,495	1,227,879,233
13.00 Cash and cash equivalents		
Cash at bank	13.01 340,771,240	338,398,024
Cash in hand	108,561	206,650
Bkash account	20,425	20,425
	340,900,226	338,625,099
13.01 Cash at bank		
Woori Bank-Main Bank Account (BDT)	21,967	22,657
Dutch Bangla-Main Bank Account (BDT)	-	8,728,254
HSBC-Main Bank Account (BDT)	497,719	2,564,590
HSBC-Main Bank Account (USD)	42,431	42,677
Sonali Bank PLC-Main Bank Account (BDT)	28,076	70,077
Commercial Bank Of Ceylon- Main Bank A/C-(BDT)	10,999	13,184
Commercial Bank Of Ceylon- Main Bank A/C-(USD)	13,287	1,802
Commercial Bank Of Ceylon- Main Bank A/C-(OBU)	12,312	717
The CITY Bank PLC - BDT Current - Main Bank A/C	96,336	52,754
BRAC Bank-Main Bank Account (BDT)	273,146	44,494
BRAC Bank-ERQ Bank Account (USD)	3,820,326	41,134,036
City Bank PLC Main Bank Account (USD)	4,558,983	35,233,873
CITY - USD FBPAR - Main Bank A/C	139,076,450	33,773,216
Fund in transit	-	10,443,542
Fixed deposit with BRAC Bank PLC	151,669,362	206,272,151
Fixed deposit with City Bank PLC	40,649,845	-
	340,771,240	338,398,024

Fixed deposit above is given as security against working capital facility with Brac Bank PLC & City Bank PLC.



Notes	As at	
	31 March 2026	31 March 2025
	BDT	BDT
14.00 Share capital		
Authorized capital		
12,00,000 Ordinary Shares of Taka 100 each	120,000,000	120,000,000
78,00,000 Redeemable Preference Shares of Taka 100 each	780,000,000	780,000,000
1,70,00,000 Redeemable Preference Shares of Taka 100 each	1,700,000,000	1,700,000,000
Total	2,600,000,000	2,600,000,000

The company increased the authorized share capital from BDT 900,000,000 to BDT 2,600,000,000 divided into 26,000,000 shares of BDT 100 each in extra ordinary general meeting on 22 August 2022 and RJSC approved the authorized share capital as on 04 July 2023.

Issued and paid up capital

Shareholding position as on reporting period was as follows:

Paid up capital	Equity Shares held		
Progress Manufacturing Group Limited (Represented by Mr. Mohammad Abul Hasnat Khan)	40,091	4,009,100	4,009,100
Mr. Abhishekh Kanoi	11	1,100	1,100
Mr. Pallak Seth	10	1,000	1,000
	40,112	4,011,200	4,011,200

15.00 Redeemable Preference Share

Shareholding position as on reporting date :	Shares held		
Progress Manufacturing Group Limited (Represented by Mr. Mohammad Abul Hasnat Khan)	24,553,247	2,455,324,700	2,455,324,700
Add: During the period	-	-	-
	24,553,247	2,455,324,700	2,455,324,700

Redeemable preference shares are shown under the equity portion since they are not specified as to when they will be redeemed, converted to an ordinary share, or converted to a convertible bond, and redeemable preference shareholders will receive only dividends from the company until redeemed, converted to an ordinary share, or converted to a convertible bond.

16.00 Retained earnings

Losses for the financial year:

1) FY - 2015-16	(2,925,393)	(2,925,393)
2) FY - 2016-17	(51,809,634)	(51,809,634)
3) FY - 2017-18	(349,936,908)	(349,936,908)
4) FY - 2018-19	(219,434,462)	(219,434,462)
5) FY - 2019-20	(225,003,643)	(225,003,643)
6) FY - 2020-21	(735,334,031)	(735,334,031)
7) FY - 2021-22	(246,951,703)	(246,951,703)
7) FY - 2022-23	142,651,956	142,651,956
8) FY - 2023-24	140,739,938	140,739,938
9) FY - 2024-25	291,566,852	291,566,852
10) FY - 2025-26	217,551,388	-
	(1,038,885,640)	(1,256,437,027)

Financial year for the Company is set from 1st April to 31st March of the following year, as per NBR letter no. 2833 6162 5430/SA-223(Co.)/2016-2017/ dated: 14.05.2017.



	Notes	As at	
		31 March 2026	31 March 2025
		BDT	BDT
17.00 Post-retirement benefit obligation			
Plan liability for gratuity	17.01	28,906,580	30,138,908
Plan liability for leave encashment	17.02	32,425,137	26,233,153
		61,331,717	56,372,061
17.01 Plan liability for Service Benefit			
Opening plan liability		30,138,908	26,028,554
Add: Service cost		4,192,940	7,291,302
Add: Interest cost		3,806,544	3,271,789
Less: Benefits paid out		(6,955,439)	(4,722,784)
Add: Actuarial (gain)/loss		(2,276,373)	(1,729,953)
		28,906,580	30,138,908
17.02 Plan liability for leave encashment			
Opening plan liability		26,233,153	21,737,240
Add: Service cost		8,038,467	7,368,557
Add: Interest cost		3,313,247	2,732,371
Less: Benefits paid out		(26,151,967)	(22,335,101)
Add: Actuarial (gain)/loss		20,992,237	16,730,086
		32,425,137	26,233,153
18.00 Lease liability			
Non-current portion of lease liability	18.01	54,656,786	55,225,793
Current portion of lease liability	18.02	57,333,002	64,104,253
		111,989,788	119,330,046
18.01 Non-current portion of lease liability			
Opening balance		119,330,046	181,937,352
Addition during the period & Adjustment		108,411,192	33,884,022
Add: Interest accrued		9,352,217	12,273,618
Less: Paid during the period		(125,103,667)	(108,764,945)
Less: Adjustment for cancelled lease		-	-
Total lease liability at the year end		111,989,788	119,330,046
Less: Current portion of lease liability		57,333,002	64,104,253
		54,656,786	55,225,793
18.02 Current portion of lease liability			
Balance at the year end		111,989,788	119,330,046
Less: Balance payable after 12 month		54,656,786	55,225,793
		57,333,002	64,104,253



Notes	As at	
	31 March 2026	31 March 2025
	BDT	BDT
19.00 Secured short term bank borrowings		
Clean import loan from HSBC, Bangladesh	581,086,472	635,237,942
Short Term Loan- HSBC	19.01 122,809,200	111,798,768
Short Term Loan- CITY Bank PLC	19.02 36,842,760	-
Bank Overdraft OBU A/C- HSBC	71,205,889	42,412,361
LTAR Loan from - City Bank	-	154,249,243
Bank Overdraft City Bank OBU A/C	50,454,190	5,927,136
Upas Loan - Brac Bank	67,090,940	118,498,120
Bank Overdraft- BRAC Bank Ltd.	32,421,000	32,758,217
Dutch Bangla-Main Bank Account (BDT)	3,435,467	-
	965,345,918	1,100,881,786
19.01 Short Term Loan- HSBC		
Short term loan from HSBC	-	-
Add: Received during the year	122,809,200	111,798,768
	122,809,200	111,798,768
19.02 Short Term Loan- CITY Bank PLC		
Short term loan from CITY Bank PLC	-	-
Add: Received during the period	36,842,760	-
	36,842,760	-
20.00 Trade and other payables		
Trade payable	543,093,890	469,178,950
Other payables	20.01 563,338,712	508,321,924
	1,106,432,602	977,500,874
20.01 Other payables		
Liability to others	423,238,564	323,517,486
Retention money payable	2,846,465	6,550,555
Wages payable	44,792,624	39,876,741
Salary payable	13,570,127	12,413,826
GR/IR clearing account	9,394,908	79,500,360
Overtime payable	7,748,170	14,708,796
TDS & VDS payable	3,639,554	6,129,205
Expenses payable	677,860	159,817
Employee PF payable	4,637,586	4,309,146
Provision for expenses	48,069,509	21,155,992
Advance from customers	4,723,345	-
	563,338,712	508,321,924
21.00 Inter-company payables		
Progress Manufacturing Group Limited	136,085,619	107,106,824
Poeticgem International Limited	844,927	836,060
	136,930,547	107,942,884

Intercompany payable with Progress Manufacturing Group Limited is repayable on demand.



	Notes	For the year ended	
		31 March 2026	31 March 2025
		BDT	BDT
22.00 Revenue			
Export sales		6,108,660,932	6,081,183,960
		<u>6,108,660,932</u>	<u>6,081,183,960</u>
23.00 Cost of goods sold			
Fabrics trims and accessories consumption A/c	23.01	4,057,810,445	3,503,851,848
Add: Direct labour & wages	23.02	1,003,909,429	1,022,892,744
Add: Commercial expenses for imports	23.03	50,627,861	55,348,463
Add: Factory overhead	23.04	298,127,407	321,780,337
Add/(Less): Conversion cost allocated to FG & WIP		(109,616,955)	78,790,695
Total Factory cost		<u>5,300,858,187</u>	<u>4,982,664,087</u>
Add: Opening work in progress		157,339,708	275,727,952
Less: Closing work in progress		(208,702,774)	(157,339,708)
Cost of goods manufactured		<u>5,249,495,120</u>	<u>5,101,052,331</u>
Add: Opening stock of finished goods		95,951,356	184,512,161
Less: Closing stock of finished goods		(262,429,143)	(95,951,356)
Cost of goods sold		<u>5,083,017,334</u>	<u>5,189,613,135</u>
23.01 Fabrics trims and accessories consumption A/c			
Opening Stock as on 1st Apr 2024 (Raw materials)		614,791,012	277,977,453
Purchases during the period		4,024,940,205	3,840,665,407
Closing stock as on 31 Mar 2025 (Raw materials)		(581,920,773)	(614,791,012)
Total Consumption		<u>4,057,810,445</u>	<u>3,503,851,848</u>
23.02 Direct labour & wages			
AEPZ - subscription for medical centre		2,698,920	2,440,095
AEPZ - worker's welfare fund		1,134,000	1,026,000
Company's contribution to PF - workers		26,346,245	21,316,492
Festival bonus-workers		56,450,277	50,228,827
Insurance - Workers		3,295,308	1,265,154
Medical benefits & expenses		613,742	830,151
Workers welfare expenses		-	1,808,482
Wages		694,993,837	659,236,551
Overtime-worker		215,375,851	279,585,046
Wages leave encashment - workers		3,001,249	5,155,946
		<u>1,003,909,429</u>	<u>1,022,892,744</u>
23.03 Commercial expense - imports			
Bank charges - Import		13,710,307	14,883,196
C&F charges - import		29,433,912	32,989,961
Insurance - import		7,483,643	7,475,307
		<u>50,627,861</u>	<u>55,348,463</u>



Notes	For the year ended	
	31 March 2026	31 March 2025
	BDT	BDT
23.04 Factory overhead		
Compliance expenses	183,844	152,361
Consumption - plotter/thermo paper	8,106,573	7,365,119
Consumption - needle	1,051,247	1,048,561
Factory depreciation	76,808,652	83,015,939
Diesel for generator & boiler	12,419,866	23,165,351
Depreciation lease	70,501,495	87,489,432
Electricity expenses	42,631,833	41,013,617
Factory audit - compliance	4,484,797	2,666,542
Factory rent - AEPZ	9,443,304	3,728,354
Factory consumables	9,808,369	8,232,685
Fire extinguisher refilling expenses	99,055	156,628
Handling/transport charges	13,915,500	3,087,000
Housekeeping & cleaning	553,400	399,560
Inspection Fees	2,485,573	13,187,455
Insurance Expenses - IAR& Fire	5,416,713	5,380,866
Loading & unloading charges	4,521,219	2,891,914
License fee	353,580	514,390
MEP & other consumables	5,216,002	4,614,777
Plant and machinery hire charges	9,287,650	9,740,546
Repairs & maintenance - factory building	206,795	576,866
Repair & maintenance - machinery	636,362	444,659
Repairs and maintenance - others	524,949	306,401
Spare parts	8,966,387	16,152,237
Water charges	10,504,241	6,449,078
	298,127,407	321,780,337
24.00 Employee benefits expenses		
Salaries	336,220,921	320,716,929
Festival bonus-staff	20,412,061	20,347,600
Gratuity expenses	4,192,940	7,291,302
Leave encashment	5,037,218	2,212,611
Notice pay	-	6,875
	365,863,139	350,575,317
25.00 General and administrative expenses		
Annual maintenance contract	2,053,879	2,357,882
Admin exp recharges	6,120	637,036
Auditors' remuneration	2,236,750	2,550,700
Automation fees - BEPZA	251,747	219,896
Communication expenses	1,933,981	1,788,044
Conveyance Expenses	3,459,709	3,609,700
Courier charges	6,996,111	9,195,505
Depreciation	6,742,318	6,339,586
Donations	-	100,000
Electricity expenses	2,721,181	2,617,890
Buyer meeting & inspection expenses	3,345,835	3,267,901
Expatriate work permit and visa charges	804,826	423,146
Unrealized Foreign exchange (gain)/loss - MTM	88,667,614	(19,186,123)
Government fees	368,455	50,000
Hotel stay charges	40,625	673,430
Iftar expenses	-	38,060
Insurance expenses	184,539	135,976
Legal & professional charges	1,152,527	2,825,075



Notes	For the year ended	
	31 March 2026	31 March 2025
	BDT	BDT
Loss on sale of tangible assets	1,800,075	(3,711,342)
Office consumables	14,001,114	14,859,072
Postage and stamps expenses	90,160	97,577
Printing and stationery	439,250	287,004
Recruitment expenses	10,300	25,705
Repairs and maintenance	821,488	608,884
Repairs & maintenance - computer equipment's	60,750	153,882
Rent Pool Car	3,353,688	3,560,033
Rent - Office	1,131,839	471,600
Sample expenses	4,678,536	17,823,877
Service expenses	67,660	34,275
Software expenses	91,075	91,119
Staff training expenses	11,870	43,263
Travel expenses	6,326,112	6,968,150
Toll charges	94,720	105,935
Vehicle fuel	1,327,516	1,555,902
Water charges	670,483	411,643
	155,942,849	61,030,282
26.00 Commercial expenses - exports		
Air & sea freight charges	116,575,312	26,925,488
Bank charges- export	27,324,587	869,999
C&F charges - export	38,572,482	45,558,809
Certificate of origin fees	39,645	34,678
Insurance - export	4,399,813	3,768,217
	186,911,838	77,157,190
27.00 Other income		
Export Incentive	14,117,340	14,689,470
Interest on fixed deposit	12,321,200	12,316,488
	26,438,540	27,005,958
28.00 Finance expenses		
Bank charges	6,555,866	11,647,598
Interest- term loan	14,409,022	13,673,778
Interest- clean import loan	42,594,534	40,189,082
Interest Lease	9,352,217	12,273,615
Interest expense-gratuity	17.01 3,806,544	3,271,789
Interest expense-leave encashment	17.02 3,313,247	2,732,371
	80,031,431	83,788,234
29.00 Income tax expenses		
Current tax expenses	29.01 48,676,062	52,037,880
Deferred tax income	29.02 (2,894,569)	2,421,028
	45,781,493	54,458,908
29.01 Current tax expenses		
Provision for the year	48,676,062	52,037,880
Add: Prior year tax paid in access of provision	-	-
	48,676,062	52,037,880



Notes	For the year ended	
	31 March 2026	31 March 2025
	BDT	BDT
29.02 Deferred tax expenses income		
Closing balance of deferred tax assets from operation	(59,261,103)	(56,366,534)
Less: Opening balance of deferred tax assets from operation	<u>(56,366,534)</u>	<u>(58,787,561)</u>
	<u>(2,894,569)</u>	<u>2,421,028</u>
30.00 Actuary difference for the year (net of deferred tax)		
Closing balance of OCI for actuarial gain	30.01 (16,002,438)	668,844
Less: Opening balance of OCI for actuarial gain	<u>668,844</u>	<u>15,841,973</u>
	<u>(16,671,283)</u>	<u>(15,173,128)</u>
30.01 Closing balance of OCI for actuarial gain (Net of deferred tax)		
Accumulated Actuarial gain or loss at the opening	668,844	15,841,973
Actuarial gain or loss for the year	<u>(18,715,864)</u>	<u>(15,000,133)</u>
Accumulated Actuarial gain or loss at the year end	<u>(18,047,020)</u>	<u>841,840</u>
Less: deferred tax (assets)/liabilities on actuarial difference	<u>(2,044,581)</u>	<u>172,995</u>
	<u>(16,002,438)</u>	<u>668,844</u>



31.00 Related party disclosure

During the period under audit, the Company carried out a number of transactions with related parties in the normal course of business on an arm's length basis. 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.

Name of the parties	Type of relation	Nature of transaction	Opening Balance 01 Apr 2025	Transaction during the period	Paid or received during the period	Closing balance as at 31 March 2026
Progress Manufacturing Group Limited	Parent company	Receivable	302,316,292	3,130,834,392	3,380,030,647	53,120,037
Progress Manufacturing Group Limited	Parent company	(Payable)	(107,106,824)	(28,978,796)	-	(136,085,619)
Styleberry Limited	Associate company	Receivable	12,572,927	-	7,765,244	4,807,683
Petigem International Limited	Associate company	(Payable)	(836,060)	1,509,278	1,518,145	(844,927)
Poetigem International Fzco	Associate company	Receivable	255,994,985	716,524,782	845,430,981	127,088,786
Good Earth Apparels Limited	Associate company	Receivable	631,074	25,447,625	26,078,699	-
Poetigem Limited	Associate company	Receivable	147,192,258	275,069,581	380,029,741	42,232,098
Simple Approach Limited	Associate company	Receivable	108,495,436	596,885,954	514,547,903	190,833,487
Origin Global Ltd.	Associate company	Receivable	179,451,338	18,467,030	192,325,208	5,593,160
Krayons Sourcing Limited	Associate company	Receivable	221,224,923	1,302,337,658	578,715,338	944,847,244

32.00 Commitments and contingencies

Capital expenditure commitments

The company does not have significant capital commitments as at the financial statement date.

Contingent Liabilities

The Contingent liability of the company, as on close of the period was HSBC Bank BDT 173,237,935.30 BRAC Bank BDT 104,199,713.17 CITY Bank BDT 180,243,065.40 cumulatively total BDT 457,68,0713.87 on account of various LCs opened by the bank in favour of suppliers of raw material, where materials has not yet been received.

33.00 General

33.01 Directors' remuneration for attending board meeting

No Board meeting attendance fee paid by the company.



33.02 Directors' remuneration for special service rendered.

During the audit period no remuneration has been paid to Managing Director and Directors.

33.03 Receivable from Directors

Nothing is receivable from the Director.

33.04 Directors' loan

None of the directors or the managing director of the company has ever taken any loan from the company and thus no interest is recoverable from them.

33.05 Employee information

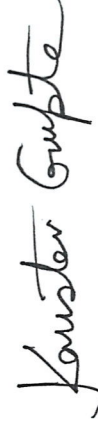
The company has 489 salaried employees including supervisors & 3379 salaried workers as on 31 March 2026. All of them receives total remuneration in excess of BDT 1,50,000 per

34.00 Events after the reporting period

No significant event has been occurred after the reporting period to the date of signing of the financial statements to be considered for inclusion.



Mohammad Abu/Hasnat Khan
Director
Progress Apparels (Bangladesh) Limited



Kaustav Gupta
VP-Finance and Reporting
Progress Apparels (Bangladesh) Limited

