

## DIRECTORS' REPORT TO THE SHAREHOLDERS FOR THE YEAR ENDED ON 30th JUNE 2016.

Bismillahir Rahmanir Raheem  
Honorable Shareholders,  
Assalamu Alaikum Wa Rahmatuillahi Wa Barakatuh,

It is my immense pleasure to welcome you on behalf of the Directors of your Company in this 26th Annual General Meeting and presenting before you a brief on the operating and financial performance of the company along with this report together with Directors Report, Statement of Financial Position, Statement of Comprehensive Income, Statement of change in Equity, Statement of Cash Flow and Auditors Report thereon for the year ended on 30th June, 2016.

### PERFORMANCE:

There has been no improvement in the business operation of the company throughout this year. We are still facing shortage of working capital to run the Company. Due to ongoing shifting process the unending financial crisis that spreads across the globe and its impact, leather price is continuously falling.

However, we are incurring huge amount for shifting to Savar Industrial Park and till to the end of this financial year we have invested Tk.3,65,40,538.00. We have paid all the installments towards the value of the land as allotted by the Government in the leather village at Hemayetpur, Savar, Dhaka. Thus, we are facing difficulties in meeting the Company's internal expenditure. The shortage of working capital is still continuing.

Our summarized business performance during the year (FY 15-16) under review compared with the previous year has given below:

	2015-2016 (amount in Taka)	2014-2015 (amount in Taka)
Sales:	42,411,546	34,655,289
Purchase:		
Cow hides	14,850,353	13,567,302
Buffalo hides	-	-
Chemicals	1,545,783	1,315,468
Gross Profit/(loss)	4,258,119	3,559,098