

AUDITOR'S REPORT
AND
STATEMENT OF ACCOUNTS
OF

FAR Chemical Industries Limited
For the year ended 30th June , 2010.

Mahbub Mohsin & Co.
CHARTERED ACCOUNTANTS
78/A, Purana Palton Line
Dhaka-1000.
Phone:9357091

Auditors' Report

We have audited the accompanying Balance Sheet of the **FAR Chemical Industries Limited** as at June 30, 2010 and the related Profit and Loss Account, Statement of Changes of Equity and Statement of Cash Flow for the year then ended. The preparation of the financial statements is the responsibility of the Company's management. Our responsibility is to express an independent opinion on these financial statements based on our audit.

We conducted the audit in accordance with BSA. These standards require that we plan and perform the audit in obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidences supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating over all financial statement presentation. We believe that our audit provides a reasonable basis for our opinion

In our opinion, the financial statements, prepared in accordance with BAS, give a true and fair view of the state of the company's affairs as of June 30, 2010 and of the results of its operation and its cash flow for the year then ended and complies with the companies Act, 1994 and other applicable laws regulations.

We also report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b. In our opinion, proper books of account as required by law have been kept by the company so far as made as it appeared from our examination of those books;
- c. The company's Balance Sheet, Profit and Loss Account , Statement of Change of Equity and Statement of Cash Flows dealt with by the report are in agreement with the books of accounts.
- d. The Expenditure incurred was for the purpose of the company's business.

Dated: Dhaka,
The September 24, 2010

Mahub Mohsin
MAHBUB MOHSIN & CO.
Chartered Accountants



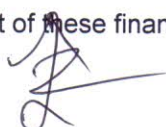
FAR CHEMICAL INDUSTRIES LIMITED
BALANCE SHEET
AS AT JUNE 30, 2010

Particulars	Notes	Amount in Taka	
		30-06-2010	30-06-2009
ASSETS			
Non Current Assets			
Property, Plant & Equipment	Annexure-A	518,760,062	535,523,950
Preliminary Expenses		-	815,730
Security Deposit	3	1,548,471	1,548,471
Total Non-Current Assets		520,308,533	537,888,151
Current Assets:			
Inventories	4	66,141,010	35,785,347
Trade and other receivables	5	55,019,988	44,596,663
Advance, Deposits and Prepayments	6	1,335,928	2,466,485
Cash and bank balances	7	756,401	1,130,151
Total Current Asset		123,253,327	83,978,646
Total Assets		643,561,860	621,866,797
EQUITY AND LIABILITIES			
Capital and Reserves			
Share Capital	8	10,000,000	10,000,000
Share money deposit	9	486,877,100	465,977,100
Retained Earnings	10	28,628,438	(4,319,641)
		525,505,538	471,657,459
Current Liabilities			
Trade and other payables	11	55,144,269	71,702,400
Short Term Borrowings	12	60,405,288	74,463,135
Provision for expenses	13	2,506,765	4,043,803
Total Current Liabilities		118,056,322	150,209,338
Total Equity and Liabilities		643,561,860	621,866,797
Net Asset Value (NAV) per share		386.28	56.80

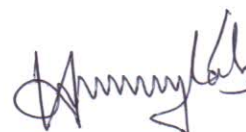
The annexed notes form an integral part of these financial statements.



Chairman



Managing Director



Director Finance & Company Secretary

Dated: Dhaka, September 24, 2010

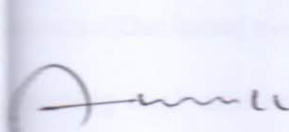
MAHBUB MOHSIN & CO.
CHARTERED ACCOUNTANTS



FAR CHEMICAL INDUSTRIES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2010

Particulars	Notes	Amount in Taka	
		30-06-2010	30-06-2009
Revenue		286,648,401	89,047,864
Less: Cost of goods sold	14	239,096,199	84,296,813
Operating Profit		47,552,202	4,751,051
Less: operating expenses	15	5,336,507	3,003,221
Operating Income		42,215,695	1,747,830
Less: Other operating Expenses		211,763	191,497
Finance Expenses		211,763	191,497
Operating Income		42,003,932	1,556,333
Financial expenses	16	9,101,131	5,955,498
Operating Profit		32,902,801	(4,399,165)
Less: Other non-operation income	17	45,278	79,524
Profit before tax		32,948,079	(4,319,641)
Provision for taxation		-	-
Profit after tax		32,948,079	(4,319,641)
Earnings Per Share(EPS)		329.48	(43.20)

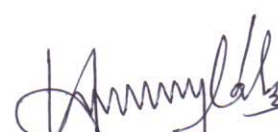
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Chairman




Managing Director



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Dhaka, September 24, 2010


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