

Auditor's Report and Audited Financial Statements
of
Pearl Knitting & Dyeing Industries Limited
As at and for the year ended 31 March 2026

**Independent Auditor's Report
to the Shareholders of
Pearl Knitting & Dyeing Industries Limited**

Opinion

We have audited the accompanying financial statement of Pearl Knitting & Dyeing Industries Limited hereinafter referred to as '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 and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

In our Opinion, the financial statements present fairly, in all material respects, the financial position of the company as at 31 March 2026, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standard 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 ICAB bye laws.

Responsibilities of Management and Those Charged with Governance for the financial statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs) 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 cease operations of the Company, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the financial statements

Our objective is to obtain reasonable assurance about whether the financial statements of the Company as a whole are free from material misstatement, whether due to fraud and 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 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 a part of audit in accordance with ISAs, we exercise professional judgment 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.
- 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. 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 statement of account 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.
- 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 achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Company's operations to express an opinion on the financial statements of the Company. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable , related safeguards.

Report on other Legal and Regulatory Requirements

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 purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by laws have been kept by the Company so far as it appeared from our examination of those books; and
- c) the company's financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account.

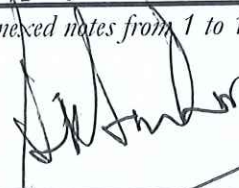
DVC: 260421530 AS 771121

Dated, 21 APR 2026
Dhaka

Pearl Knitting & Dyeing Industries Limited
Statement of Financial Position
As at 31 March 2026

In taka	Notes	31-Mar-26
Assets		
Current assets		
Fixed deposit receipt	4	8,500,000
Cash and cash equivalents	5	65,567
Trade and other receivables	6	299,566
Total current assets		8,865,133
Total assets		8,865,133
Equity		
Share capital	7	10,361,300
Retained earnings		(1,913,089)
Total equity		8,448,211
Current liabilities		
Trade and other payables	8	416,922
Total current liabilities		416,922
Total equity and liabilities		8,865,133

The annexed notes from 1 to 11 are integral part of these financial statements.



Director




Chief Financial Officer

Note: As per section 189 of the Companies Act 1994 only one director has signed, due to other director not being present in Bangladesh at the time of signing these financial statements.

As per our report of the same date

DVC: 2604211550 AS 771121

Dated, 21 APR 2026
 Dhaka

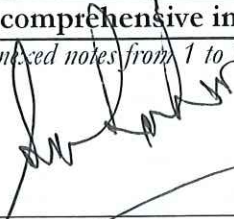


Sukanta Bhattacharjee FCA
 Enroll No. 1550
 Partner
Snehasish Mahmud & Co.
 Chartered Accountants

Pearl Knitting & Dyeing Industries Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 March 2026

In taka	Notes	31-Mar-26
Revenue		-
Cost of sales		-
Gross profit		-
Other income/(expense)		-
Administrative expenses	9	(2,212,655)
Operating loss		(2,212,655)
Finance income		299,566
Finance costs		-
Profit before tax		(1,913,089)
Tax expense:		
Current year		-
Profit for the year		(1,913,089)
Other comprehensive income/(expenses)		-
Total comprehensive income for the year		(1,913,089)

The annexed notes from 1 to 11 are integral part of these financial statements.



 Director




 Chief Financial Officer

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As per our report of the same date

DVC: 2604211550AS77(12)


Dated, 21 APR 2026
 Dhaka



 Sukanta Bhattacharjee FCA
 Enroll No. 1550
 Partner
 Snehasish Mahmud & Co.
 Chartered Accountants

Pearl Knitting & Dyeing Industries Limited
Statement of Changes in Equity
For the year ended 31 March 2026

Particulars	Share Capital	Retained Earnings	Total Equity
Opening balance	-	-	-
Issued Equity Shares	10,361,300	-	10,361,300
Dividends	-	-	-
Loss for the year	-	(1,913,089)	(1,913,089)
Closing balance as at 31 March 2026	10,361,300	(1,913,089)	8,448,211



Director



Chief Financial Officer

Note: As per section 189 of the Companies Act 1994 only one director has signed, due to other director not being present in Bangladesh at the time of signing these financial statements.

Dated, 21 APR 2026
Dhaka



Pearl Knitting & Dyeing Industries Limited
Statement of Cash Flows
For the year ended 31 March 2026

In Taka	Notes	31-Mar-26
A. Cash flows from operating activities		
Loss for the year		(1,913,089)
Change in working capital :		
Trade and other receivables		(299,566)
Investment in FDR		(8,500,000)
Trade and other payables		416,922
Net cash generated from operating activities		(10,295,733)
B. Cash flows from investing activities		
Net cash used in investing activities		-
C. Cash flows from financing activities		
Proceeds from equity shares		10,361,300
Net cash used in financing activities		10,361,300
Net increase in cash and cash equivalents (A+B+C)		65,567
Opening balances		-
Closing balances		65,567



Director



Chief Financial Officer

Note: As per section 189 of the Companies Act 1994 only one director has signed, due to other director not being present in Bangladesh at the time of signing these financial statements.

Dated, 21 APR 2026
Dhaka



Pearl Knitting & Dyeing Industries Limited
Notes to the Financial Statements
As at and for the year ended 31 March 2026

1 Reporting Entity

1.01 Legal status of the Company

Pearl Knitting and Dyeing Industries Ltd. is a Private Company Limited by Shares incorporated with Registrar of Joint Stock Companies and Firms (RJSC&F) vide Registration No. C-201330/2025 dated on 23 March 2025 under the Companies Act, 1994. Pearl Global Industries Ltd, India is the parent company which holds 99.90% of the shares of the company. This entity is the ultimate controlling party of the company. Mr. Deepak Kumar Seth holds 0.10% of the shares of the company.

The address of the company's registered office is at BGMEA Complex (East Tower, 7th Floor), Plot-7/7A, Block-H1, Sector-17, Uttara, Dhaka-1230, Dhaka.

1.02 Principal activities of the Company

The Company's operates for producing knit fabrics, dyeing and printing and for the purpose of exporting the same.

The Company is yet to commence its commercial operation as on 31st March 2026.

2 Basis of Preparation of Financial Statements

2.01 Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs), the Companies Act, 1994 and other applicable laws and regulations.

2.02 Other regulatory compliances

The Company is required to comply with following major laws and regulations along with the Companies Act 1994:

The Income Tax Act, 2023

The Income Tax Rules, 2023

The Value Added Tax and Supplementary Duty Act, 2012

The Value Added Tax and Supplementary Duty Rule, 2016

The Customs Act, 1969

2.03 Basis of measurement

The financial statements have been prepared on historical cost following the accrual basis on accounting.

2.04 Date of Authorization

The financial statements for the year ended 31 March 2026 have been authorized for issue by the Board of Directors of the Company on

21 APR 2026

2.05 Functional and presentational currency

These financial statements are prepared in Bangladesh Taka (Taka/Tk/BDT), which is the Company's functional currency. All financial information presented in Taka has been rounded off to the nearest integer unless otherwise indicated.



2.06 Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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

2.07 Going concern

In adopting the going concern basis for preparing financial statements, the directors have considered the business activities as well as business principal risks and uncertainties. The Board is satisfied that the business will be able to operate within the level of its facilities for the foreseeable future. Furthermore, the company has entered into new revenue contracts for the upcoming years. For this reason the business continues to adopt the going concern basis in preparing its financial

2.08 Cash flow statement

Cash flows from operating activities have been prepared and presented under the indirect method.

2.09 Reporting period

These financial statements have been prepared for the year ended 31 March 2026. As there was no operation earlier and this is the company's first year of operations, comparative information is not available.

3 Significant Accounting Policies

3.01 Financial Instruments

Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, cash at bank which are held and available for use by the Company without any restriction. There is an insignificant risk of change in value of the

3.02 Share capital

Ordinary shares are classified as equity. Incremental cost directly attributable to the issue of ordinary shares are recognized as deduction from equity, net of any tax effect.

3.03 General

- i) Figures in bracket denote negative.
- ii) Amounts appearing in these financial statements have been rounded off to the nearest Taka.



4.00	Fixed deposit receipt		
	In taka	Account No	31-Mar-26
	City Bank PLC - FDR*	4654324584001	8,500,000
	Total		8,500,000
5.00	Cash and cash equivalents		
	In taka	Notes	31-Mar-26
	Cash at bank	5.01	65,567
	Cash in hand		-
	Total		65,567
5.01	Cash at bank		
	In taka	Account No	31-Mar-26
	The City Bank PLC	1104324584001	65,567
	Total		65,567
6.00	Trade and other receivables		
	In taka	Notes	31-Mar-26
	Interest receivable from FDR		299,566
	Total		299,566
7.00	Share capital		
	In taka		31-Mar-26
	Authorized Share Capital		
	15,00,000 ordinary shares of Tk.100 each		150,000,000
	Issued, subscribed and paid up:		
	103,613 ordinary shares of Tk. 100 each		10,361,300
	Share holding position		
	The composition of share holders at balance sheet date were as follows:		
	Name of shareholders	Number of share	% of share
			Value of share
	Pearl Global Industries Ltd.	103,601	99.99%
	Mr. Deepak Kumar Seth	12	0.01%
		103,613	100%
			10,361,300
8.00	Trade and other payables		
	In taka	Notes	31-Mar-26
	TDS payables		127,873
	Withholding tax payable		231,513
	Audit fees payable		57,500
	Others		36
	Total		416,922



9.00	Administrative expenses	Notes	31-Mar-26
	In taka		
	Audit fees		57,500
	Pre-operative expenses		2,155,155
	Total		2,212,655

10.00	Finance income	Notes	31-Mar-26
	In taka		
	Interest receivable from FDR		299,566
	Total		299,566

11.00 Even after period

There are no other significant events after the reporting period that requires either disclosure of or adjustment to these financial statements.

