



Gemini Sea Food Limited

Registered Office
House no. 44, Road no. 16(new), 27(old),
Dhanmondi, Dhaka-1209

Price Sensitive Disclosure

October 28, 2021

This is to inform to our valued Shareholders and all concerned that the Meeting of the Board of Directors of Gemini Sea Food Limited held on October 28, 2021 at 4.00 pm and .has approved the Audited Financial Statements of the Company for the year ended June 30, 2021 and has taken the following decisions:

Recommended Dividend		Cash Dividend	5% Other than Directors & Sponsors
Directors & Sponsors	33.65%	Tk. 1,58,01,080.00	Tk. Nil
Other Shareholders	66.35%	Tk. 3,11,62,040.00	Tk. 15,58,102.00
Total Paid up Capital	100%	Tk. 4,69,63,120.00	

Figures In Taka

Financial Disclosure	2020-2021	2019-2020
Net Asset Value (NAV) per Share	0.93	0.21
Earning per Shares (EPS)	0.72	(9.83)
Net Operating Cash Flow per share (NOCFPS)	1.05	(10.24)

Date and Time of 39th AGM : December 13, 2021 at 11.30 am.

Venue : Virtual Platform

Record Date : November 22, 2021

As per Regulations 33 of the Dhaka Stock Exchange (Listing) Regulations, 2015 accomplices with DSE Letter vide its memo no. DSE/CGFRC/LC-161/2020/5023 vide its date October 08, 2020 in connection with disclosure of Qualified Opinion and Emphasis of Matters in the Auditors Report are set forth below:

Basis for Qualified Opinion

i) Inventories:

The volume of inventories is too high in comparison to purchase, production capacity, cost of goods sold and turnover as a whole and has been increasing years to year. Total inventories of the Company is Tk. 261,064,633, which is 50.61% of the total assets. So far, no technical status report as on 30 June, 2021 on the quantity, quality and value of inventories has been provided to us. We could not also be able to verify the inventories physically as on 30 June, 2021 due to pandemic of COVID-19. No provision for written off value of unsaleable and long outstanding portion of inventories has been accounted for during the year.

ii) Advances, Deposits & Pre-Payments:

The balance of Advances, Deposits & Pre-payments has been increasing year to year. The Advances, Deposits & Pre-payments of the Company is amounting to Tk. 125,831,039 out of which Tk. 118,312,147 represents the advance to suppliers that increase year to year. In our opinion, in spite of huge quantity of existing inventories, there is no justification of the

said advances to the suppliers to procure inventories. Therefore, unnecessary blockage of the working capital affect the earnings of the Company and at the same time, debt of the Company will increase significantly.

iii) Cash & Cash Equivalents:

Cash & cash equivalent includes cash in hand amounting to Tk. 36,850,644 which is quite excessive in comparison with sales and purchase. Cash in hand has been verified by the Management at the close of the year and a cash custody certificate was furnished to us. We could not verify the same due to pandemic situation of COVID-19.

iv) Utilization of Production Capacity and ability of the Company to pay Debt:

The production capacity position of the Company is very poor which decreased than the last year by 4.96%. Total utilization of attainable capacity of the Company is only 14.45%, which was 19.41% at the previous year. The management of the Company opined that the shortfall was made due to reduce demand emanated from general economic downturn at COVID-19 situation and shortage of working capital. In our opinion, production capacity must be utilized at the optimum level to strengthen the financial position of the Company. Further, it is mentioned that as of 30 June, 2021 the cumulative balance of retained earning stands on negative balance amounting to Tk. (42,576,942) and indebted to the extent of Tk. 483,092,418 consisting of bank loan and lease finance, which represents 93.65% of the Equity & Liabilities of the Company. All these facts indicate highly uncertainty to be a going concern.

By order of the Board,

Sd/-
(AFM. Nazrul Islam)
Company Secretary

The details of the published price sensitive information is available in the website of the issuer of securities. The address of the website is: www.geminiseafood.com