Emerald Oil Industries Limited

Interim Half Yearly Un-Audited Financial Statements

For the period ended 31 December 2023



EMERALD OIL INDUSTRIES LIMITED

STATEMENT OF FINANCIAL POSITION (Unaudited)

As at December 31, 2023

Particulars	Notes	Amount In Taka 31.12.2023	Amount In Taka 30.06.2023
A. NON-CURRENT ASSET		**462,103,141**	**472,444,726**
Property, Plant & Equipment	3.00	462,103,141	472,444,726
B. CURRENT ASSET		**393,892,964**	**344,493,047**
Inventories	4.00	8,121,770	53,238,669
Trade & Other Receivable	5.00	360,463,231	217,674,951
Advances, Deposits & Pre-Payments	6.00	10,275,745	9,636,046
Cash & Cash Equivalents	7.00	15,032,218	63,943,381
TOTAL ASSETS & PROPERTIES (A+B)		**855,996,105**	**816,937,773**
C. SHAREHOLDERS EQUITY		**(793,873,067)**	**(946,257,661)**
Share Capital	8.00	912,720,040	597,135,000
Share Money Deposit	9.00	4	315,585,044
Retained Earnings	10.00	(1,706,593,111)	(1,858,977,705)
D. NON-CURRENT LIABILITIES		**1,364,267,559**	**1,369,033,598**
Deferred Tax Liabilities	11.00	59,803,025	64,569,064
Long term Loan (Secured)	12.00	1,304,464,534	1,304,464,534
E. CURRENT LIABILITIES		**285,601,613**	**394,161,836**
Short Term Loan	13.00	5,190,000	6,569,334
Trade & Other Payables	14.00	156,733,051	245,589,019
Unclaimed Public Subscription Money against IPO	15.00	6,286,250	6,286,250
Unclaimed Dividend Account	16.00	1,613,384	30,266,022
Accruals & Provisions	17.00	115,778,928	105,451,211
TOTAL EQUITY & LIABILITIES (C+D+E)		**855,996,105**	**816,937,773**
Net Asset Value (NAVs) Per Share		**(8.70)**	**(10.37)**

CFO | Company Secretary | Director | Managing Director

Emerald Oil Industries Limited * Dhaka Office

EMERALD OIL INDUSTRIES LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Unaudited)

For the 2nd Quarter Ended 31 December 2023

Particulars	Notes	Amount In Taka Jul'23 - Dec'23	Amount In Taka Jul'22 - Dec'22	Amount In Taka Oct'23 - Dec'23	Amount In Taka Oct'22 - Dec'22
Revenue	18.00	865,725,750	513,369,652	168,245,750	244,179,946
Less: Cost Of Goods Sold	19.00	695,408,785	453,635,496	143,864,627	220,862,975
Gross Profit/ (Loss)		**170,316,965**	**59,734,156**	**24,381,123**	**23,316,971**
Operating Expenses		**(18,410,977)**	**(18,484,405)**	**(8,688,046)**	**(5,970,295)**
General and Administrative Expenses	20.00	(16,912,474)	(14,871,000)	(8,029,223)	(4,489,360)
Selling and Distribution Expenses	21.00	(1,498,503)	(3,613,405)	(658,823)	(1,480,935)
Profit/ (Loss) from Operations		**151,905,988**	**41,249,751**	**15,693,077**	**17,346,676**
Other Income	22.00	11,733,845	1,740,490	60,595	728,990
Financing Expenses	23.00	(5,070)	(65,411)	-	(52,785)
Profit/ (Loss) before WPPF & Tax		**163,634,763**	**42,924,830**	**15,753,672**	**18,022,881**
Contribution to WPPF		(8,181,738)	(2,146,242)	(787,684)	(901,144)
Profit/(Loss) before Tax		**155,453,025**	**40,778,589**	**14,965,988**	**17,121,737**
Income Tax Expenses		**(3,068,431)**	**(4,216,680)**	**3,428,964**	**(48,815)**
Current Tax		(7,834,470)	(3,471,828)	(1,023,109)	(1,629,102)
Deferred Tax (Expense)/Income		4,766,039	(744,852)	4,452,073	1,580,288
Net profit / (loss) after tax		**152,384,594**	**36,561,909**	**18,394,953**	**17,072,922**
Other Comprehensive Income					
Total Comprehensive Income for the Year		**152,384,594**	**36,561,909**	**18,394,953**	**17,072,922**
Earnings Per Share Par Value of Tk. 10/- each	24.00	**1.67**	**0.41**	**0.20**	**0.19**

CFO | Company Secretary | Director | Managing Director

Emerald Oil Industries Limited ★ Dhaka Office

EMERALD OIL INDUSTRIES LIMITED

STATEMENT OF CHANGES IN EQUITY (Unaudited)

For the 2nd Quarter Ended 31 December 2023

Particulars	Amount in Taka			
	Share Capital	Share Money Deposit	Retained Earnings	Total Amount
Balance as at 30 June 2023	597,135,000	315,585,044	(1,858,977,705)	(946,257,661)
Share Money Deposit During the Period	315,585,040	(315,585,040)	-	-
Net profit after tax for the Period	-	-	152,384,594	152,384,594
Balance as at 31 December 2023	**912,720,040**	**4**	**(1,706,593,111)**	**(793,873,067)**

STATEMENT OF CHANGES IN EQUITY (Unaudited)

For the 2nd Quarter Ended 31 December 2022

Particulars	Amount in Taka			
	Share Capital	Share Money Deposit	Retained Earnings	Total Amount
Balance as at 30 June 2022	597,135,000	232,735,044	(1,895,924,155)	(1,066,054,111)
Share Money Deposit During the Period	-	82,850,000	-	82,850,000
Net profit after tax for the Period	-	-	36,561,909	36,561,909
Balance as at 31 December 2022	**597,135,000**	**315,585,044**	**(1,859,362,246)**	**(946,642,202)**

CFO Company Secretary Director Managing Director

Emerald Oil Industries Limited Dhaka Office

EMERALD OIL INDUSTRIES LIMITED

STATEMENT OF CASH FLOWS (Unaudited)

For the 2nd Quarter Ended 31 December 2023

Particulars	Notes	Amount In Taka Jul'23 - Dec''23	Amount In Taka Jul'22 - Dec''22
A. Cash flows from operating activities:			
Cash received from customer & other income		723,671,315	403,169,274
Payment to Creditors, Suppliers & Others		(736,842,131)	(472,822,328)
Income Tax Paid during the period		(13,649)	(11,049)
Net Cash provided by operating activities		**(13,184,465)**	**(69,664,103)**
B. Cash flows from investing activities:			
Acquisition of property, plant and Equipment		(5,689,656)	(4,759,377)
Disposal of property, plant and Equipment		-	-
Net Cash used in investing activities		**(5,689,656)**	**(4,759,377)**
C. Cash flows from financing activities:			
Financial Expenses		(5,070)	(65,411)
Share Money Deposit		-	82,850,000
Dividend Paid		(28,652,638)	-
Short Term Loan (paid)/Received-Net		(1,379,334)	(1,446,997)
Net Cash from financing Activities		**(30,037,042)**	**81,337,592**
Net Decrease in cash & cash equivalents (A+B+C)		**(48,911,163)**	**6,914,112**
Cash & cash equivalents at the beginning of the period		63,943,381	10,227,296
Cash & cash equivalents at the end of the period		**15,032,218**	**17,141,408**
Net Operating Cash Flow Per Share	**25.00**	**(0.14)**	**(0.78)**

CFO | Company Secretary | Director | Managing Director

Emerald Oil Industries Limited ★ Dhaka Office

EMERALD OIL INDUSTRIES LIMITED

Notes to the Financial Statements (Unaudited)

For the 2nd Quarter Ended 31 December 2023

1.00 REPORTING ENTITY

Emerald Oil Industries Ltd, (hereinafter referred to as EOIL), a Public Limited Company was incorporated under the Companies Act 1994 vide Registration No. C-72229(271/2008) dated July 17, 2008. Initially the company named as 'Emerald Oil & Poultry Industries Limited' having its registered office in Dhaka. The Corporate Office of the company is situated at Halimunnesa's Court (9th floor), 23 Kakrail Road, Dhaka 1000. The company started its commercial operation from July 02, 2011. The board in its meeting held on December 21, 2011 decided to convert the company into public limited and converted into public limited accordingly. The company was renamed as "Emerald Oil Industries Ltd' with effect from December 01, 2011. The company was listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. on March 11, 2014 and March 13, 2014 respectively.

2.00 BASIS OF PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements should be read in conjunction with the Annual Financial Statements for the Year ended 30 June 2023, as they provide an update of previously reported information.

These financial statements have been prepared in accordance with Framework, applicable International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs), Companies Act 1994, Bangladesh Securities and Exchange Rules 1987 and other relevant laws and regulations applicable in Bangladesh. The presentation of the Interim Financial Statements is consistent with the Annual Financial Statements. Previous period's figures have been regrouped/reclassified wherever considered necessary to confirm to current Period's presentation. Figures have been rounded off to the nearest taka, as the currency represented in these financial statements.

	Amount In Taka 31.12.2023	Amount In Taka 30.06.2023
3.00 PROPERTY, PLANT & EQUIPEMENTS		
This is made up as follows:		
Particulars		
Opening Balance	1,018,245,292	999,025,374
Addition during the period	5,689,656	19,219,918
	1,023,934,948	**1,018,245,292**
Less: Disposal during the period	-	-
Closing Balance	**1,023,934,948**	**1,018,245,292**
Less: Accumulated Depreciation	561,831,807	545,800,566
Written Down Value:	**462,103,141**	**472,444,726**
4.00 INVENTORIES		
This is made up as follows:		
Particulars		
Finished Goods	4,821,057	46,035,033
Raw Materials	-	81,256
Processing Materials	2,496,629	3,573,418
Packing Materials	626,448	2,223,328
Stores & Spares	177,636	1,325,634
TOTAL	**8,121,770**	**53,238,669**
5.00 TRADE & OTHER RECEIVABLES		
This is made up as follows:		
Particulars		
Dues within three months	65,648,946	138,976,150
Dues over three months but within six months	289,492,677	73,377,193
Dues over six months	1,561,975,283	1,561,975,283
TOTAL	**1,917,116,906**	**1,774,328,626**
Less: Provision for Bad & Doubtful Debts	1,556,653,675	1,556,653,675
Net Amount	**360,463,231**	**217,674,951**

Since the Buyers name, address, and other details were not available and there was an uncertainty of recovery, the full amount of Accounts Receivables as of 30.06.2016 was transferred to Ex-Managing Director Mr. Syed Hasibul Gani Galib and all credit sales which was made during the year (2016-17) also transferred in his name. During the year 2019-2020, Bank Asia management realized an amount of Tk.1,05,00,000 against their loan to the company through a sale of Ex-Managing Director, Mr. Syed Hasibul Gani Galib's personal assets by auction.

Emerald Oil Industries Limited Dhaka Office

		Amount In Taka 31.12.2023	Amount In Taka 30.06.2023
6.00 ADVANCES, DEPOSITS & PRE-PAYMENTS			
This is made up as follows:			
Particulars			
Tax Deducted at source		1,119,520	1,105,871
Deposits	**Note: 6.01**	5,881,400	5,881,400
Advance to Employee		560,300	314,030
Other Advance		2,714,525	2,334,745
TOTAL		**10,275,745**	**9,636,046**
6.01 DEPOSITS			
This is made up as follows:			
Particulars			
Security Deposits-REB		8,250	8,250
Security Deposits-Titas Gas		3,093,300	3,093,300
Security Deposits-T & T		10,000	10,000
Security Deposits-Office Space		640,000	640,000
Bank Guarantee Margin		358,600	358,600
Lease Deposits-PFIL		1,371,250	1,371,250
Security Deposits-CDBL		400,000	400,000
TOTAL		**5,881,400**	**5,881,400**
7.00 CASH & CASH EQUIVALENTS			
This is made up as follows:			
Particulars			
Cash in Hand		176,551	152,930
Cash at Bank		14,855,667	63,790,451
TOTAL		**15,032,218**	**63,943,381**
8.00 SHARE CAPITAL			
This is made up as follows:			
Authorised Capital :			
100,000,000 ordinary shares of tk. 10/- each		**1,000,000,000**	**1,000,000,000**
Issued and Paid-up Capital			
91,272,004 ordinary shares of tk. 10/- each		912,720,040	597,135,000
TOTAL		**912,720,040**	**597,135,000**
9.00 SHARE MONEY DEPOSIT			
This is deposited by Minori Bangladesh Ltd and is made up as follows:			
Particulars			
Opening Balance		315,585,044	232,735,044
Deposit During the period		-	82,850,000
Share Allotment		(315,585,040)	-
CLOSING BALANCE		**4**	**315,585,044**
10.00 RETAINED EARNINGS			
This is made up as follows:			
Particulars			
Opening Balance		(1,858,977,705)	(1,895,924,155)
Add: Prior period adjustment		-	-
Add: Net Profit/(Loss) after tax for the period		152,384,594	66,018,763
Less: Dividend for the year 2021-2022		-	(8,306,375)
Less: Dividend for the year 2022-2023		-	(20,765,938)
TOTAL		**(1,706,593,111)**	**(1,858,977,705)**

Emerald Oil Industries Limited Dhaka Office

Amount In Taka	Amount In Taka
31.12.2023	30.06.2023

11.00 DEFERRED TAX LIABILITY

The break-up of the amount is given below:

Particulars	Carrying Amount	Tax Base	Temporary Difference	Tax Rate	Deferred Tax (Assets)/Liab.	Deferred Tax (Assets)/Liab.
Property, Plant & Equipmer	462,103,141	196,311,920	265,791,221	22.50%	59,803,025	64,569,064
Deferred Tax Liability	**462,103,141**	**196,311,920**	**265,791,221**		**59,803,025**	**64,569,064**

12.00 LONG TERM LOAN (SECURED)

This is made up as follows:

Bank Name	Types of A/C	Branch	Account No.	31.12.2023	30.06.2023
Basic Bank Ltd	Term Loan	Dilkusha	1502-04-0000016	197,338,045	197,338,045
Basic Bank Ltd	Term Loan	Dilkusha	1502-01-0000901	89,014,251	89,014,251
Basic Bank Ltd	Term Loan	Dilkusha	1502-01-0000917	102,280,237	102,280,237
Basic Bank Ltd	Term Loan	Dilkusha	1502-01-0000959	200,650,071	200,650,071
Basic Bank Ltd	Term Loan	Dilkusha	1502-04-000042	76,689,913	76,689,913
Basic Bank Ltd	CC	Dilkusha	1560-01-0000579	58,611,910	58,611,910
Bank Asia Ltd	Term Loan	Bashundhara	2335000430	62,846,059	62,846,059
Bank Asia Ltd	Term Loan	Bashundhara	2335000491	200,065,000	200,065,000
Prime Finance & Investmen	Lease Finance	Dilkusha	LAD # 2013/015	73,314,160	73,314,160
Midas Financing Ltd.	Lease Finance	Dhanmondi	S00098 & L00937	243,654,888	243,654,888
TOTAL				**1,304,464,534**	**1,304,464,534**

Since the Company has pending litigation with it's Lender Bank & NBFI which is disclosed in Note-28, therefore no interest is charged during the period.

13.00 SHORT TERM LOAN

This is made up as follows:

Particulars		
Minori Bangladesh Ltd.	5,190,000	6,569,334
TOTAL	**5,190,000**	**6,569,334**

14.00 TRADE & OTHER PAYABLES

This is made up as follows:

Particulars		
Trade Creditors	63,130,746	130,486,714
Advance against Sales	27,690,633	38,690,633
Payable to Ex-Managing Director Mr. Syed Hasibul Gani Galib**	-	10,500,000
Bills & Others Payable	65,911,672	65,911,672
TOTAL	**156,733,051**	**245,589,019**

**The above amount of Tk. 10,500,000 was realized by Bank Asia through auction sale of personal assets of Ex-Managing Director Mr. Syed Hasibul Gani Galib against the bank loan to the company and subsequently it has transferred to Other Income during the

15.00 UNCLAIMED PUBLIC SUBSCRIPTION MONEY AGINST IPO

This represent the amount payable against uncollected IPO subscription for Initial Public Offering liability as follows:

Bank Name	Account Types	Currency	Account No.	31.12.2023	30.06.2023
Mutual Trust Bank Limited	SND	BDT	0003-0320001642	5,965,250	5,965,250
Mutual Trust Bank Limited	FC	USD	0003-0260000721	321,000	321,000
TOTAL				**6,286,250**	**6,286,250**

16.00 UNCLAIMED DIVIDEND ACCOUNT

This is made up as follows:

Particulars	No of Shareholders		
For the period 2013-14	385 no's	598,450	598,450
For the period 2014-15	215 no's	595,259	595,259
For the period 2021-22		120,648	8,306,375
For the period 2022-23		299,027	20,765,938
TOTAL		**1,613,384**	**30,266,022**

Emerald Oil Industries Limited * Dhaka Office

		Amount In Taka 31.12.2023	Amount In Taka 30.06.2023

17.00 ACCURALS & PROVISIONS

This is made up as follows:

Particulars			
Salary & Wages		1,872,986	1,866,563
Directors Remuneration		240,000	140,000
Audit & Professional Fees		250,000	881,957
Office Rent Payable		600,000	-
Gas Bill		54,879	5,817,836
Workers' Profit Participation Fund	**Note - 17.01**	46,425,940	38,244,202
Provision for Income Tax	**Note - 17.02**	66,335,123	58,500,653
TOTAL		**115,778,928**	**105,451,211**

17.01 WORKERS PROFIT PARTICPATION FUND PAYABLE

This is made up as follows:

Particulars		
Opening Balance	38,244,202	34,400,033
Add: Accrued During the period	8,181,738	3,844,169
	46,425,940	**38,244,202**
Less: Paid/Adjusted During the period	-	-
Outstanding Balance	**46,425,940**	**38,244,202**

17.02 PROVISION FOR INCOME TAX

This is made up as follows:

Particulars		
Opening Balance	58,500,653	50,913,355
Add: Addition during the period	7,834,470	7,587,298
	66,335,123	**58,500,653**
Less: Paid/ Adjustment during the period	-	-
	-	-
TOTAL	**66,335,123**	**58,500,653**

Emerald Oil Industries Limited * Dhaka Office

	Amount in Taka Jul'23 - Dec'23	Amount in Taka Jul'22 - Dec'22

18.00 REVENUE

This is made up as follows:

Particulars		
Rice Bran Oil (Bulk)	446,764,130	293,652,972
Refined Oil	-	10,964,490
De-Oiled Rice Bran	418,961,620	208,752,190
TOTAL:	**865,725,750**	**513,369,652**

19.00 COST OF GOODS SOLD

This is made up as follows:

Particulars		
Raw Material Consumed	596,290,726	365,169,553
Processing Material Consumed	2,597,789	3,083,604
Packing Material Consumed	2,000,080	1,458,426
Stores & Spares Consumed	1,243,449	542,561
Factory Overhead	52,062,765	43,122,680
Cost of Production	**654,194,809**	**413,376,824**
Add: Opening Stock of Finished Goods	46,035,033	59,055,383
Cost of Goods available for Sale	**700,229,842**	**472,432,207**
Less: Sales of by-product	-	3,715,735
Less: Closing Stock of Finished Goods	4,821,057	15,080,976
Cost of Goods Sold:	**695,408,785**	**453,635,496**

20.00 GENERAL ADMINISTRATIVE EXPENSES

This is made up as follows:

Particulars		
Salary, Allowances and Directors Remuneration	4,503,088	4,508,009
Depreciation and Other Expenses	12,409,386	10,362,991
TOTAL:	**16,912,474**	**14,871,000**

21.00 SELLING & DISTRIBUTION EXPENSES

This is made up as follows:

Particulars		
Salary & Allowances	600,000	1,260,000
Other Expenses	898,503	2,353,405
TOTAL:	**1,498,503**	**3,613,405**

22.00 OTHER INCOME

This is made up as follows:

Particulars		
Bank Interest Received	60,595	110,490
Other Income	10,500,000	-
Wastage Sales	1,173,250	1,630,000
TOTAL:	**11,733,845**	**1,740,490**

23.00 FINANCING EXPENSES

This is made up as follows:

Particulars		
Bank Charges & Commission	5,070	65,411
Interest on Long Term Loan	-	-
TOTAL:	**5,070**	**65,411**

Since the Company has pending litigation with it's Lender Bank & NBFI which is disclosed in Note-28, therefore no interest is charged during the period.

Emerald Oil Industries Limited * Dhaka Office

	Amount in Taka Jul'23 - Dec'23	Amount in Taka Jul'22 - Dec'22

24.00 CALCULATION OF BASIC EARNINGS PER SHARE

This is made up as follows:

Particulars		
Net Profit / (Loss) for the period	152,384,594	36,561,909
Earnings attributable to the ordinary share holders	**152,384,594**	**36,561,909**
Weighted average no. of Shares (Note - 24.01)	91,272,004	89,868,534
Basic Earning Per Share:	**1.67**	**0.41**

24.01 WEIGHTED AVERAGE NUMBER OF SHARES

This is made up as follows:

Particulars		
82,987,004 shares for 183 days	-	82,987,004
8,285,000 shares for 152 days	-	6,881,530
91,272,004 shares for 92 days	-	-
91,272,004 shares for 183 days	91,272,004	-
TOTAL:	**91,272,004**	**89,868,534**

Share money deposit has been considered as potential share capital in calculating Weighted average number of shares as per Financial Reporting Council Circular Vide ref. no 146/FRC/Admin/circular/2020/01, dated 11 February 2020.

25.00 NET OPERATING CASHFLOW PER SHARE

Net Operating Cashflows (From statement of cash flows)	(13,184,465)	(69,664,103)
Total number of shares	91,272,004	89,868,534
Net Operating Cashflow per share	**(0.14)**	**(0.78)**

26.00 RECONCILIATION OF NET OPERATING CASH FLOW

Cash flow from operating activities (indirect method)		
Profit/(Loss) for After tax	152,384,594	36,561,909
Adjustment for:		
Income Tax expense recognized in profit and loss	3,068,431	4,216,680
Depreciation of non-current assets	16,031,239	16,580,930
Cash Generated from Operating activities before changes in working capital	**171,484,264**	**57,359,519**
Adjustment for separate consideration		
Finance cost recognized in profit and loss	5,070	65,411
Movement in Working Capital:		
(Increase)/decrease in inventories	45,116,899	50,703,195
(Increase)/decrease in Trade & Other Receivable	(142,788,280)	(111,940,868)
(Increase)/decrease in advance, deposit and prepayment	(639,699)	1,176,726
Increase/(decrease) in trade & other payables	(88,855,968)	(59,063,223)
Increase/(decrease) in provision for expense	2,506,896	(7,953,813)
Cash generated from operations	**(184,660,150)**	**(127,077,984)**
Income Tax Paid	**(13,649)**	**(11,049)**
Net cash (used in)/ generated by operating activities	**(13,184,465)**	**(69,664,103)**

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Amount in Taka	Amount in Taka
Jul'23 - Dec'23	Jul'22 - Dec'22

27.00 RELATED PARTY DISCLOSURE

The aggregate amount paid/provided during the period in respect of directors & key management personnel of the company as required by IAS-24 are disclosed below:

	Tk.	Tk.
a) Key Management Benefits	4,119,000	4,545,100
b) Post Employment Benefit	Nil	Nil
c) Other Long Term Benefits	Nil	Nil
d) Termination Benefit	Nil	Nil
e) Share Based payment	Nil	Nil
f) Trade Receivable (Mr. Syed Hasibul Gani Galib)	1,561,975,283	1,561,975,283
g) Short Term Loan (Minori Bangladesh Ltd.)	5,190,000	6,569,334

28.00 CONTINGENT LIABILITY

Since the Company has pending litigation with it's Lender Bank & NBFI , no interest is charged during the period. The details of Pending litigation is given below:

Sl. No.	Particulars	Filed by
1	Artha Rin Suit No. 259/2017 & Artha Jari Suit No. 15/2020	BASIC Bank Ltd
2	Artha Rin Suit No. 2406/2016 & Artha Jari Suit No. 437/ 2018	Bank Asia Ltd
3	Artha Rin Suit No. 371/2018	MIDAS Financing Ltd.
4	Artha Rin Suit No. 705/2017 & Artha Jari Suit No. 64/ 2019	Prime Finance & Investment Ltd.

CFO Company Secretary Director Managing Director

Emerald Oil Industries Limited * Dhaka Office