



Saiham Textile Mills Ltd.

Dhaka Office: Saiham Tower, Plot # 34, Road #136, Gulshan-1, Dhaka-1212, Bangladesh.

Ref: STML/19/305/18

Dated: October 30, 2018

The Chairman
Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
Plot # E-6/C, Agargaon
Sher-e-Bangla Nagar
Dhaka-1207.

Subject: **Price Sensitive Information**

Dear Sir,

This is for kind information of all concerned that the Board of Directors of Saiham Textile Mills Ltd. in its Board Meeting held on October 30, 2018 at 3:00 P.M. at its Dhaka Office has taken the following price sensitive decision regarding the Un-audited First Quarterly Financial Statements for the period ended September 30, 2018.

Sl. No.	Particulars	July 01, 2018 to September 30, 2018	July 01, 2017 to September 30, 2017
01	Profit before Tax	29,718,280	40,596,104
02	Profit after Tax	46,269,753	23,585,773
03	Earnings Per Share (EPS)	0.51	0.26
04	NAV Per Share	27.50	27.21
05	Net Operating Cash Flow Per Share (NOCFPS)	(1.94)	1.10

Thanking you

Yours faithfully

(Md. Neyamat Ullah)
Company Secretary

- Copy to: (i) **The Chief Regulatory Officer**
Dhaka Stock Exchange Ltd.
9/F, Motijheel C/A
Dhaka-1000.
- (ii) **The Chief Regulatory Officer**
Chittagong Stock Exchange Ltd.
Eunoos Trade Centre (Level-15)
52-53, Dilkusha C/A
Dhaka-1000.



Saiham Textile Mills Ltd.

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Ref: STML/19/306/18

Dated: October 30, 2018

The Chairman

Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
Plot: E-6/C, Agargaon
Sher-e-Bangla Nagar
Dhaka-1217.

Subject: Submission of Un-audited First Quarterly Financial Statements of Saiham Textile Mills Ltd.

Dear Sir,

As per regulation 17(1) of DSE Listing Regulations 2015, we are pleased to enclose herewith the Un-audited First Quarterly Financial Statements for the period from July 01, 2018 to September 30, 2018 of Saiham Textile Mills Ltd. The above Un-audited First Quarterly Financial Statements are also available in the website of the company.

The website of Saiham Textile Mills Ltd. is www.saihamtextile.com

Thanking you

Yours faithfully

(Md. Neyamat Ullah)
Company Secretary

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Saiham Textile Mills Ltd.

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Statement of Financial Position As at September 30, 2018

Particulars	Notes	Amount in Taka	
		September 30, 2018	June 30, 2018
ASSETS			
Non-current Assets:		1,902,445,916	1,932,223,618
Property, Plant & Equipment- Spinning	3.00	792,054,900	802,888,090
Property, Plant & Equipment- Melange	4.00	1,110,391,016	1,129,335,528
Current Assets:		2,601,624,428	3,032,528,541
Inventories	5.00	1,726,635,015	1,962,550,900
Trade Debtors	6.00	788,454,944	813,737,911
Sundry Receivable	7.00	177,284	10,699,872
Advance, Deposits & Prepayments	8.00	56,465,169	75,277,023
Fixed Deposit Receipt	9.00	5,586,609	145,586,609
Cash & Cash Equivalents	10.00	24,305,407	24,676,226
Total Assets		4,504,070,344	4,964,752,159
EQUITY & LIABILITIES			
Shareholders' Equity:		2,490,522,626	2,443,444,747
Share Capital	11.00	905,625,000	905,625,000
Share Premium		727,500,000	727,500,000
Revaluation Reserve	12.00	375,869,700	380,449,077
Retained Earnings		481,527,925	429,870,670
Non-current Liabilities:		227,178,747	253,136,828
Term Loan- Prime Bank	13.00	78,124,994	81,249,995
Deferred Tax Liability	14.00	149,053,753	171,886,833
Current Liabilities:		1,786,368,969	2,268,170,583
Short Term Loan	15.00	779,648,043	712,429,226
Current Portion of Long Term Loan	16.00	12,500,004	12,500,004
Rights Share money Refundable		15,000	15,000
Liabilities for Goods	17.00	959,290,097	1,508,703,175
Liabilities for Expenses & Others	18.00	34,915,825	34,523,178
Provision for Tax	19.00	-	-
Total Liabilities		2,013,547,717	2,521,307,411
Total Equity & Liabilities		4,504,070,344	4,964,752,159
Net Assets Value Per Share (NAV)	25.00	27.50	26.98

Chairman

Managing Director

Director

Chief Financial Officer

Company Secretary



Saiham Textile Mills Ltd.

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Statement of Profit or Loss and Other Comprehensive Income For the period ended September 30, 2018

Particulars	Notes	Amount in Taka	
		July 01,2018 to Sept 30,2018	July 01,2017 to Sept 30,2017
Turnover		710,966,366	468,110,965
Less: Cost of goods sold	20.00	637,252,144	404,926,835
Gross Profit		73,714,222	63,184,130
Less: Operating Expenses		44,956,480	25,629,064
Administrative & Marketing Expenses	21.00	15,808,945	16,623,043
Unrealized loss for change in exchange rate of foreign currency		545,522	-
Financial Expenses	22.00	28,602,013	9,006,021
Operating Profit		28,757,742	37,555,066
Non-Operating Income	23.00	1,886,607	5,070,843
Others Income	24.00	559,845	-
Profit before WPPF & WWF		31,204,194	42,625,909
Less: Expenses for WPPF & WWF	18.01	1,485,914	2,029,805
Profit before tax		29,718,280	40,596,104
Less: Income tax expenses		(16,551,473)	17,010,331
Current Tax Expenses	19.01	5,473,481	6,596,500
Deferred Tax Income/Expenses	14.01	(22,024,954)	10,413,831
Net Profit after tax for the period and total comprehensive Income for the period		46,269,753	23,585,773
Earnings Per Share (EPS)	26.00	0.51	0.26

Chairman

Managing Director

Director

Chief Financial Officer

Company Secretary



Saiham Textile Mills Ltd.

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Statement of Cash Flows
For the period ended September 30, 2018

Particulars	Amount in Taka	
	July 01,2018 to Sept 30,2018	July 01,2017 to Sept 30,2017
A. Cash Flows from Operating Activities		
Collection from customers & other income	749,218,373	349,229,992
Payment to suppliers, employees and other expenses	(919,298,992)	(240,587,805)
Financial expenses paid	-	(9,006,021)
Income tax paid	(5,473,481)	-
Net Cash Provided / (used) by Operating Activities	(175,554,101)	99,636,166
B. Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(308,520)	(13,231,862)
Investment of FDR	140,000,000	250,000,000
Net Cash Provided / (used) by Investing Activities	139,691,480	236,768,138
C. Cash Flows from Financing Activities		
Loan received during the period	67,218,817	-
Loan repaid during the period	(3,125,001)	(313,746,192)
Financial expenses paid	(28,602,013)	-
Net Cash Provided / (used) by Financing Activities	35,491,803	(313,746,192)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(370,819)	22,658,112
Cash and Cash Equivalents at beginning of the period	24,676,226	25,440,706
Effects of exchange rate changes on Cash & Cash Equivalent	-	-
Cash and Cash Equivalents at end of the period	24,305,407	48,098,818
Net Operating Cash Flows Per Share (NOCFPS)	(1.94)	1.10

Chairman

Managing Director

Director

Chief Financial Officer

Company Secretary



Saiham Textile Mills Ltd.

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Statement of Changes in Equity
For the period ended September 30, 2018

Particulars	Share Capital	Share premium of Rights Share	General Reserve	Revaluation Surplus	Retained Earnings	Total
Balance as on July 01, 2017	905,625,000	727,500,000	2,764,589	400,089,371	403,498,967	2,439,477,927
Net profit during the year	-	-	-	-	23,585,773	23,585,773
Adjustment of Revaluation of PPE	-	-	-	-	5,776,557	-
Adjustment for revaluation of PPE and Deferred Tax	-	-	-	(5,776,557)	-	-
Cash Dividend for 2015-2016	-	-	-	866,484	-	866,484
Stock Dividend for 2015-2016	-	-	-	-	-	-
Balance as on September 30, 2017	905,625,000	727,500,000	2,764,589	395,179,298	432,861,297	2,463,930,184
Balance as on July 01, 2018	905,625,000	727,500,000	-	380,449,077	429,870,670	2,443,444,747
Net profit during the year	-	-	-	-	46,269,753	46,269,753
Adjustment of Revaluation of PPE	-	-	-	-	5,387,502	-
Adjustment with Retained Earnings	-	-	-	(5,387,502)	-	-
Adjustment for revaluation of PPE and Deferred Tax	-	-	-	808,125	-	808,125
Balance as on September 30, 2018	905,625,000	727,500,000	-	375,869,700	481,527,925	2,490,522,626

Chairman

Managing Director

Director

Chief Financial Officer

Company Secretary

Saiham Textile Mills Limited
Notes to the Financial Statements
As at and for the period ended September 30, 2018

1 Status and Activities:

1.1 Legal form of the Enterprise:

Saiham Textile Mills Limited was incorporated in Bangladesh on March 27, 1981 as a Public Limited Company under the Companies Act, 1913 (Subsequently repealed by the Companies Act, 1994) and listed with Dhaka Stock Exchange in the month of August, 1988. Head Office of the company is situated at Noyapara, Saiham Nagar, Habigonj. and Dhaka office is situated at house # 34, Road # 136, Gulshan-01, Dhaka-1212.

1.2 Issue of Rights Share:

Saiham Textile Mills Limited had issued 5,00,00,000 Rights Share of Tk. 10/= each at Tk. 25/= each including Premium of Tk. 15/= per share to general public in the ratio of 2:1 Rights Share (two Rights Share for each existing one share) against present 2,50,00,000 Ordinary Shares after obtaining consent from Bangladesh Securities & Exchange Commission (BSEC) vide their letter no SEC/CI/RI-65/2011/905 dated: December 20, 2011.

The purpose of issuance of Rights Share was to expand the companies business by establishing a new and modernized Melange Spinning Unit having 30,960 spindles. Accordingly the Melange Spinning unit of Saiham Textile Mills Ltd went on commercial production on 16th July 2013 and it is now running smoothly.

1.3 Nature of Business Activities:

The company produces various counts of quality yarn of both Spinning & Melange unit.

2. Significant Accounting Policies and basis of preparation of the Financial Statements:

2.1 Statement of Compliance:

The Financial Statements have been prepared and disclosures of information made in accordance with the requirements of the Company Act 1994, the Bangladesh Securities and Exchange Rules 1987, and Bangladesh Financial Reporting Standards (BFRSs.)

2.2 Basis of Preparation:

The Financial Statements of the company have been prepared Going Concern basis based on the accrual basis of accounting following under the historical cost convention except Property, Plant and Equipment (PPE).

2.3 Basis of Reporting:

Financial Statements are prepared and presented for external users by the enterprise in accordance with identified reporting framework. Presentation has been made in compliance with the standards adopted by the ICAB for reporting, BAS - 1 Presentation of Financial Statements.



2.4 Use of Estimates and Judgments:

In the preparation of the Financial Statements management required to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual result may differ from these estimates. Estimates and underlying assumptions are reviewed on an on going basis. Revisions to accounting estimates are recognized in the year in which the estimate is revised and in any year affected.

2.5 Going Concern:

The company has adequate resources to continue in operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the Financial Statements. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of existing business.

2.6 Components of the Financial Statements:

According to the BAS – 1 “Presentation of Financial Statements” the complete set of the Financial Statements includes the following components:

- i) The Statement of Financial Position as at September 30, 2018;
- ii) The Statement of Profit or Loss and Other Comprehensive Income for the period ended September 30, 2018;
- iii) The Statement of Cash Flows for the period ended September 30, 2018;
- iv) Statement of Changes in Equity for the period ended September 30, 2018; and
- v) Accounting Policies and explanatory notes to the Financial Statements as at and for the period ended September 30, 2018.

2.7 Regulatory and Legal Compliance:

The Company complied with the requirements of the following regulatory and legal authorities:

- i) The Companies Act ,1994;
- ii) The Income Tax Ordinance,1984;
- iii) Securities and Exchange Rules, 1987.
- iv) The VAT Act,1991 and
- iv) Other applicable Rules and Regulation.

2.8 Property, Plant and Equipments (PPE):

Property, Plant and Equipments are stated at their cost / revalued value less accumulated depreciation in accordance with BAS 16 “Property, Plant and Equipment”. Cost represents cost of acquisition or construction and includes purchase price and other directly attributable cost of bringing the asset to working conditions for its intended use.

Expenditure on repairs and maintenance of Property, Plant and Equipments is treated as expenses when incurred, subsequent expenditure on Property, Plant and Equipment is only recognized when the expenditure improves the condition of the asset beyond its originally assessed standard of performance.



Depreciation of Property, Plant and Equipments

Depreciation has been charged on time basis on the date of acquisition and no depreciation is provided on retirement/disposal of Assets.

No depreciation has been charged on Land and Land development considering the unlimited useful life. The rates of depreciation at the following rates are applied from the use of commercial production. Depreciation has been charged on PPE under reducing balance method.

Name of assets	Rates
Factory Building and Others Construction	5%
Building office space	5%
Plant and Machineries	7.5%
Furniture and Fixtures	10%
Motor Vehicles	15%
Sundry Assets	10%
Office Equipments	10%

Depreciation has been charged to factory overhead & administrative expenses consistently.

2.9 Inventories:

Inventories are assets held for sale in the ordinary course of business, in the process of production for such sale or in the form of materials or supplies to be consumed in the production process. Inventories are stated at the lower of cost or Net Realizable Value. Costs including an appropriate portion of fixed and variable overhead expenses are assigned to inventories by the method most appropriate to the particular class of inventory. Net realizable value represents the estimated selling price for the inventories less all estimated cost of completion and cost necessary to make it salable. In compliance with the requirements with BAS - 2 "Inventories" consist of Raw materials; WIP & Finished Goods are valued at the lower of average cost or the Net Realizable Value. Item wise valuation methods are as follows:

Raw Cotton	At cost
Polyester Staple Fiber PSF	At cost
Stores & Spares	At cost
Packing Materials	At cost
Work-in-Process	100% Materials plus portion of labour charges, Gas charges, Electric charges.
Finished Goods (Yarn)	Cost or Market price which ever is lower

2.10 Revenue Recognition:

In compliance with the requirements of BAS - 18 "Revenue", revenue is recognized to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable excluding discounts, rebates, and sale taxes.

Revenue from the sale of goods is recognized when the following conditions are satisfied:

- the enterprise has transferred to the buyer the significant risk and rewards of ownership of the goods;



- ii) the enterprise retains neither continuing managerial involvement to the degree usually associated with ownership of the goods;
- iii) the amounts of revenue can be measured reliably ;
- iv) it is probable that the economic benefits associated with the transaction will flow to the entity; and
- v) the cost incurred or to be incurred in respect of the transaction can be measured reliably.

2.11 Functional and Presentation Currency and level of precision:

These Financial Statements are presented in Bangladeshi Taka which is both functional currency and presentation currency of the Company.

2.12 Earnings Per Share (EPS):

Earnings Per Share (EPS) are calculated in accordance with the BAS – 33 “Earnings Per Share” which has been shown on the face Statement of Comprehensive Income.

Basic Earnings Per Share

Basic Earnings Per Share are calculated by dividing the net profit or loss for the period attributable to the Ordinary Shareholders by the number of shares outstanding during the period.

2.13 Cash & Cash Equivalents:

According to BAS – 7 “Cash Flow Statements” cash comprises of Cash in hand and Cash at Bank. Considering the provisions of BAS – 7 Cash in hand and Bank balances have been considered as Cash and Cash Equivalents.

2.14 Statement of Cash Flows:

Statement of Cash Flows is prepared principally in accordance with BAS – 7 “Statement of Cash Flows” and in the Cash Flows the operating activities have been presented in direct method as prescribed by the Bangladesh Securities and Exchange Rule 1987.

2.15 Liabilities for Expenses and Other Finance:

While the provision for certain standing charges and known liabilities is made at the Financial Position date based on estimate, the difference arising there from on receipts of bills or actual payments is adjusted in the subsequent year when such liabilities are settled.

2.16 Foreign Currency Translation:

Transactions in foreign currencies are translated in to BDT at the rate of exchange ruling on date of transaction. Monetary assets and liabilities expressed in foreign currencies are translated in to BDT at the rate of exchange ruling at the Financial Position date.



2.17 Borrowing cost:

In compliance with the requirement of BAS – 23 “Borrowing cost” borrowing cost relating to operational period on long term loans, short term loans and overdraft facilities was charged to revenue account as an expense as incurred.

2.18 Revaluation Reserve:

When an assets carrying amount is increased as a result of a revaluation, the increase amount should be credited directly to equity under the heading of revaluation surplus /reserve as per BAS-16: Property, Plant and Equipment. The company revalued the assets of land and land development, Factory Building and Other Construction, Building Office Space, Plant and Machineries and Motor vehicle which has absolutely owned by the company and the increase amount transferred to revaluation reserve. The tax effects on revaluation gain are measured and recognized in the Financial Statements as per BAS-12: Income Taxes.

2.19 Taxation:

Current Tax:

Provision for current tax has been made in the Financial Statements on taxable profit at the rate of 15% as per SRO No. 193/Law/income tax/2015 dated 30.06.15 of Income Tax Ordinance 1984.

Deferred Tax:

Deferred tax is recognized on difference between the carrying amount of assets and a liability in the financial statements and the corresponding tax based used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liability are generally recognized for all taxable temporary difference and deferred tax assets are recognized to the extent that it is probable that the profit will be available against which deductible temporary difference, unused tax loses or unused tax credits can be utilities. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor accounting profit. Considering the practices generally followed in Bangladesh the company have been reserved deferred tax assets or deferred tax liability in accordance with BAS- 12 “ Income Taxes “.

2.20 Trade Debtors:

Trade debtors for export of yarn are stated at their real value and consider good. No provision has been made for doubtful debts and no amount was written off as bad.

2.21 Provision for Worker's Profit Participation Fund:

The company has provided @ 5% of net profit before tax after charging the contribution to WPPF as per provision of the Workers Profit Participation Act 1968 and is payable to workers as delivered in the said Act.

2.22 Lease:

Lease rental against acquisition of assets has been expensed on their due date.

2.23 Responsibility for Preparation and Presentation of Financial Statements:

The Management is responsible for the preparation and presentation of Financial Statements under section 183 of the Companies Act 1994 and as per provision of “The Framework for the Preparation and Presentation of Financial Statements” issued by the International Accounting Standard Committee (IASC).



2.24 Related Party Disclosures:

As per BAS-24 parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company has carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with related parties. Related parties are stated their nominal value which is reflected in note no 27.

2.25 Reporting period:

These Financial Statements cover the period from July 01, 2018 to September 30, 2018.

2.26 Comparative Figure:

Comparative information has been disclosed in respect of the year/period 2018 for all numerical information in the Financial Statements and also the narrative and descriptive where it is relevant for understanding of the current year's Financial Statements.

2.27 Event after the reporting period:

In compliance with the requirements of "BAS – 10 "Events after the reporting period, post Statement of Financial Position events that provide additional information about the company's position at the Statement of Financial Position date are reflected in the Financial Statements and events after the Statement of Financial Position date that are not adjusting event are disclosed in the notes when material.

2.28 General:

- i) Figures appearing in these Financial Statements have been rounded off to the nearest Bangladesh Taka.
- ii) These notes form an integral part of the annexed Financial Statements and accordingly are to be read in conjunction therewith.
- iii) The company has not incurred any expenditure in foreign currency against royalties and technical fees.



		Amount in Taka	
		Sept 30, 2018	June 30, 2018
3.00	Property, Plant & Equipment (net of depreciation): Spinning		
	Balance as on July 01, 2018	1,518,429,088	1,387,348,606
	Addition during the period	228,520	131,080,482
	Total as on Sept 30, 2018	1,518,657,608	1,518,429,088
	Accumulated depreciation	(715,540,999)	(671,508,218)
	Depreciable value	803,116,609	846,920,870
	Depreciation charged during the period	(11,061,709)	(44,032,780)
	Written down value as on Sept 30, 2018	792,054,900	802,888,090
4.00	Property, Plant & Equipment (net of depreciation): Melange		
	Balance as on July 01, 2018	1,566,658,930	1,520,267,834
	Addition during the period	80,000	46,391,096
	Total as on Sept 30, 2018	1,566,738,930	1,566,658,930
	Accumulated depreciation	(437,323,402)	(356,656,105)
	Depreciable value	1,129,415,528	1,210,002,825
	Depreciation charged during the period	(19,024,512)	(80,667,297)
	Written down value as on Sept 30, 2018	1,110,391,016	1,129,335,528
5.00	Inventories		
		30.09.2018	30.06.2018
	Particulars	Quantity	Quantity
		Taka	Taka
	Raw Materials	21485277 LBS 1,587,370,791	24217682 lbs 1,815,193,338
	Stores & Spares	28,060,760	-
	Packing Materials	1,441,901	-
	Work-in-Process	248533 LBS 18,406,300	234897 lbs 18,605,506
	Finished Goods (Yarn)	891733 LBS 91,355,263	1023235 lbs 104,429,688
	Total	1,726,635,015	1,962,550,900
6.00	Trade Debtors & Others Receivables		
	Aging of Trade Debtors		
	Book debts aged upto 90 days	667,018,524	705,959,920
	Book debts aged upto 120 days	121,436,420	109,575,921
		788,454,944	813,737,911
7.00	Sundry Receivable		
	Accrued Interest on F.D.R.	-	10,522,588
	Accrued Office Rent (Skyview)	177,284	177,284
		177,284	10,699,872
8.00	Advance, Deposits & Prepayments		
	Advance	8.01 3,413,220	3,502,720
	Deposits	8.02 52,219,441	70,664,293
	Pre-payments	8.03 832,508	1,110,010
		56,465,169	75,277,023



		Amount in Taka	
		Sept 30, 2018	June 30, 2018
8.01	Advance		
	Opning Balance	2,813,285	17,445,139
	Advance Income Tax	-	2,500,000
	Tax at source on FDR	-	3,674,750
	Tax at source on Export	-	13,719,663
	Tax at source on Office Rent	-	111,972
	AIT against Transport	-	50,000
	Tax at source on Bank Interest	-	7,178
	TDS & AIT Paid during the year	-	20,063,563
	Total TDS & AIT Paid	2,813,285	37,508,702
	Less: Adjustment with Previous Year Tax	-	(17,131,854)
	Less: Adjustment with Current Year Tax	-	(17,563,563)
	Closing Balance	2,813,285	2,813,285
	Advance against Salary	599,935	689,435
		3,413,220	3,502,720
8:02	Deposits		
	Security Deposit	19,068,936	19,052,136
	L/C Margin deposit for Raw Cotton, PSF& Spare parts	32,757,196	51,218,848
	Deposit against VAT	393,309	393,309
		52,219,441	70,664,293
8.02.01	Security Deposit		
	Habigonj Palli Bidyut Samity	75,600	75,600
	Habigonj Palli Bidyut Samity	968,505	951,705
	Jalalabad Gas T&D Systems Ltd	3,426,815	3,426,815
	Jalalabad Gas T&D Systems Ltd	14,538,016	14,538,016
	Deposit to Saiham Sky View Tower	60,000	60,000
		19,068,936	19,052,136
8.03	Prepayments		
	Insurance Prepaid	832,508	1,110,010
		832,508	1,110,010
9.00	Fixed Deposit Receipts		
	IDLC Finance Ltd.(A/C No. 520) Gulshan	-	5,000,000
	Lanka Bangla Finance FDR no-1220	-	135,000,000
	FDR with Bank Asia	2,586,609	2,586,609
	FDR with Dhaka Bank	3,000,000	3,000,000
		5,586,609	145,586,609
10.00	Cash & Cash Equivalent		
	Cash in Hand	1,864,730	981,398
	Cash at Bank	22,440,677	23,694,828
		24,305,407	24,676,226
10.01	Cash in Hand		
	Head Office	1,602,320	889,601
	Factory Office	262,410	91,797
		1,864,730	981,398
10.02	Cash at Bank		
	Janata Bank Ltd. (A/C No. 023733002322)	69,868	70,168
	Janata Bank Ltd.(A/C No. 0340-0210001941)	1,134,886	1,712,201
	Dutch Bangla Bank Ltd.(A/C No. 0116110000006828)	3,886,879	382,055
	Dhaka Bank Ltd.(A/C No. 215150000001464)	138,078	157,164



	Amount in Taka	
	Sept 30, 2018	June 30, 2018
Dhaka Bank Dividend Account -21515000001554	3,772,909	3,719,968
HSBC Bank Dividend Account -001-145-457-012	635,881	635,881
HSBC Bank Dividend Account -001-145-457-013	3,057,911	3,057,911
Mid land Bank Ltd. (A/c No. 00021190000151	332,042	332,042
Premier Bank Ltd (A/C no-014913100000040)	732,812	879,439
Eastern Bank Ltd A/C no-101106032929	234	234
Eastern Bank Ltd A/C no-1041060265553	75,999	124,061.59
Eastern Bank Ltd ERQ A/C-1013100350441	66,531	66,531
Prime Bank LTD A/C-2118119019656	7,169	227,086
Standard Chartered Bank ERQ A/C-84135	965,658	2,150,365

F.C Account

Standard Chartered Bank A/C -46118413501	12	3,963,104
Dhaka Bank Ltd .F.C A/C-21413000000056	2,590	2,863
HSBC F.C Margin A/C no-001-145457-091	1,975,973	635,331
F.C Account with EBL A/C-1013100350441	5,585,247	5,578,426
Sub-total	22,440,677	23,694,828

11.00 Share Capital

Authorized Capital:

15,00,00,000 Ordinary Shares @ of Tk. 10/- each	1,500,000,000	1,500,000,000
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Issued, Subscribed & Paid up Capital:

12,500,000 Ordinary Shares @ Tk. 10 each fully paid up in	125,000,000	125,000,000
12,500,000 Ordinary Shares @ Tk. 10 each fully paid up	125,000,000	125,000,000
50,000,000 Right Ordinary Shares @ Tk. 10 each fully paid	500,000,000	500,000,000
11,250,000 Stock Dividend Issued@10 each	112,500,000	112,500,000
<u>43,12,500 Stock Dividend Issued@10 each</u>	<u>43,125,000</u>	<u>43,125,000</u>
9,05,62,500 Ordinary Shares	905,625,000	905,625,000

Percentage of share holding position of different share holders are as follows:

Particulars	30.09.2018		30.06.2018	
	Number of Shares	% of holding	Number of Shares	% of holding
Sponsors	30,519,745	33.70	30,519,745	33.70
Local Financial Institution	37,108,961	40.98	28,496,389	31.47
Public	22,933,794	25.32	31,546,366	34.83
Total	90,562,500	100	90,562,500	100

12.00 Revaluation Reserve

Opening Balance	380,449,077	400,089,371
Less: Adjustment for depreciation of revalued assets	(5,387,502)	(23,106,228)
	375,061,575	376,983,143
Add: Deferred Tax during the year	808,125	3,465,934
Balance as on Sept 30, 2018	375,869,700	380,449,077



		Amount in Taka	
		Sept 30, 2018	June 30, 2018
13.00	Term Loan-Prime Bank		
	Opening balance as on July 01, 2018	93,749,999	-
	Addition during the period	-	100,000,000
	Less: Payment made during the period	3,125,001	6,250,001
		90,624,998	93,749,999
	Less: current portion of Term Loan	12,500,004	12,500,004
	Closing Balance as on Sept 30, 2018	78,124,994	81,249,995
14.00	Deferred Tax Liabilities		
	Opening Balance	171,886,833	165,982,619
	Add : Adjustment of deferred tax- Loss/(Incr	(22,024,954)	9,370,148
	Add : Deferred tax on Revaluation	(808,125)	(3,465,934)
	Closing Balance	149,053,753	171,886,833
14.01	Deferred tax liability for 2018 is arrived as follows		
	<u>A. Property, plant and equipment</u>		
	Carrying amount	1,460,246,270	1,484,636,468
	Tax base amount	909,954,227	787,511,398
	Taxable temporary difference	550,292,043	697,125,069
	Tax rate	15%	15%
	Deferred tax liability	82,543,806	104,568,760
	<u>B. Calculation of deferred tax on revaluation of property, plant and equipment :</u>		
	Revalued value of land	114,647,735	114,647,735
	Revalued value of other than land	327,551,912	332,939,414
	<u>Tax Rate</u>		
	On land	15%	15%
	On other than land	15%	15%
	<u>Deferred tax liabilities</u>		
	For land	17,197,160	17,197,160
	For other than land	49,132,787	49,940,912
		66,329,947	67,138,072
	<u>C. Calculation of deferred tax on gratuity provision</u>		
	Provision for Gratuity as at Sept 30, 2018	1,200,000	1,200,000
	Company tax rate	15%	15%
	Deferred tax liability	180,000	180,000
	Total deferred tax liability (A+B+C)	149,053,753	171,886,833



	Amount in Taka	
	Sept 30, 2018	June 30, 2018
Calculation of deferred tax:		
Deferred tax liability as on Sept 30, 2018	149,053,753	171,886,833
Deferred tax liability as on June 30, 2018	(171,886,833)	(165,982,619)
Net Deferred tax increased during the period/Year	(22,833,079)	5,904,214
Deferred tax liability other than revalued assets as on Sept 30, 2018	82,543,806	104,568,760
Deferred tax liability other than revalued assets as on June 30, 2018	(104,568,760)	(95,378,612)
Net increased in deferred tax expenses for the	(22,024,954)	9,190,148
Deferred tax liabilities for gratuity as on Sept 30, 2018	-	180,000
Deferred tax liabilities for gratuity as on June 30, 2018	-	-
Net increased in deferred tax expenses for the period/year	-	180,000
Total increased in deferred tax expenses for the	(22,024,954)	9,370,148
Adjustment of revaluation surplus for deferred tax		
Deferred tax liability for revaluation as on Sept 30, 2018	66,329,947	67,138,072
Deferred tax liability for revaluation as on June 30, 2018	(67,138,072)	(70,604,007)
Adjustment of revaluation surplus for deferred tax	(808,125)	(3,465,934)
	(22,833,079)	5,724,214
15.00 Short Term Loan		
Bank Loan, Overdraft & Others	779,648,043	712,429,226
	779,648,043	712,429,226
15.01 Bank Loan & Overdraft		
Standard Chartered	127,843,251	178,344,240
Short Term Loan-HSBC	348,874,387	346,512,505
Short Term Loan-EBL	210,908,349	159,675,890
Short Term Loan-DBL	65,000,000	-
Lanka Bangla Finance	9,522,056	10,396,592
Mrs. Momena Begum	17,500,000	17,500,000
	779,648,043	712,429,226
16.00 Current Portion of Long Term Loan	12,500,004	12,500,004
Prime Bank Ltd	12,500,004	12,500,004
→According to Bangladesh Accounting Standard(BAS) 1 Presentation of Financial Statements" Current Portion of Long Term Loan that due to the settlement with in Twelve months after the financial Position date are current liabilities. Therefore the above amount has been shown in current liabilities.		
17.00 Liabilities for Goods		
Imported Raw Cotton, P.S.F & Spare- parts	959,290,097	1,508,703,175
18.00 Liabilities for Expenses & Others		
Electricity charges	139,342	239,427
Gas charges	7,477,903	7,112,283
Unclaimed Dividend Dhaka Bank	3,772,909	3,719,967
Unclaimed Dividend HSBC Bank	3,693,792	3,693,792
Security Deposit with Saiham Skyview	1,119,690	1,119,690
W.P.P.F.	8,923,231	7,437,317
Auditor Fees	143,750	115,000
Provision for Salary & wages officer staff F/O	9,442,964	9,572,208
Provision for Gratuity	-	1,200,000
Provision for providend fund F/O	122,244	233,494
Provision for remuneration	80,000	80,000
Total	34,915,825	34,523,178
18.01 Workers Profit Participation Fund (WPPF)		
Opening Balance as on 01 July, 2018	7,437,317	6,318,375



		Amount in Taka	
		Sept 30, 2018	June 30, 2018
	Provision made during the period	1,485,914	6,805,480
		8,923,231	13,123,855
	Payment made during the period	-	(5,686,538)
	Closing Balance as on Sept 30, 2018	8,923,231	7,437,317
19.00	Provision for Tax		
	Opening Balance	-	17,131,854
	Add: Provision made during the period	19.01 5,473,481	17,563,563
		5,473,481	34,695,417
	Less: Income tax paid last year	-	(17,131,854)
	Less: income tax paid current year	5,473,481	(17,563,563)
	Closing Balance	-	-
19.01	Provision for Income Tax		
	Higher of I, II & III	5,473,481	17,563,563
	I. Regular Tax		
	Profit before Tax	29,718,280	136,109,597
	Accounting Depreciation	30,086,221	124,700,077
	Capital Allowance	(40,728,193)	(162,862,502)
	Other income	(559,845)	(2,239,380)
	Income/(loss) from business	18,516,463	95,707,792
	Tax on business income @ 15%	2,777,469	14,356,169
	Tax on Other income @ 25%	97,973	391,892
	Total tax liability	2,875,442	14,748,061
	ii) Minimum tax U/S-82C(2)		
	Tax deducted at source	5,473,481	17,563,563
	iii) Minimum tax U/S-82C(4)		
	Turnover	0.36% 710,966,366	2,559,479 7,841,231
	Non-operating income	0.36% 1,886,607	6,792 74,262
	Other income	0.60% 391,892	2,351 9,405
	Total	2,568,622	7,924,898
20.00	Cost of Goods Sold		
	Opening Stock of Finished Goods	104,429,688	64,155,402
	Add: Cost of Production	20.01 624,177,719	376,746,006
		728,607,407	440,901,408
	Less: Closing Stock of Finished Goods	91,355,263	35,974,573
	Cost of goods sold	637,252,144	404,926,835



		Amount in Taka	
		Sept 30, 2018	June 30, 2018
20.01	Cost of Production		
	Spare Parts	20.01.01 11,518,769	4,828,656
	Packing Materials	20.01.02 6,121,490	4,541,390
	Raw Materials	20.01.03 520,545,549	289,321,579
	Raw Material Consumed	538,185,808	298,691,625
	Direct Wages & Salaries	27,325,936	22,029,244
	Prime Cost	565,511,744	320,720,869
	Factory Overhead	20.02 58,466,769	54,587,136
	Factory Cost	623,978,513	375,308,005
	Add: Opening Work-in-Process	18,605,506	23,248,097
		642,584,019	398,556,102
	Less: Closing Work-in-Process	18,406,300	21,810,096
		624,177,719	376,746,006
20.01.01	Consumption of Spare Parts		
	This is arrived as follows:		
	Opening Stock	23,413,433	39,320,244
	Add: Purchase during the year	16,166,096	3,429,285
	Spare parts available for use	39,579,529	42,749,529
	Less: Closing Stock	28,060,760	37,920,873
	Consumption	11,518,769	4,828,656
20.01.02	Consumption of Packing Materials		
	This is arrived as follows:		
	Opening Stock	908,935	3,122,548
	Add: Purchase during the year	6,654,456	4,139,911
	Packing Mat. available for use	7,563,391	7,262,459
	Less: Closing Stock	1,441,901	2,721,069
	Consumption	6,121,490	4,541,390
20.01.03	Consumption of Raw Materials		
	This is arrived as follows:		
	Opening Stock	1,815,193,338	1,162,334,405
	Add: Purchase during the year	292,723,002	98,299,984
	Available for use	2,107,916,340	1,260,634,389
	Less: Closing Stock	1,587,370,791	971,312,810
	Consumption	520,545,549	289,321,579
20.02	Factory Overhead:		
	Electric Charges	977,302	639,814
	Gas Charges	22,610,140	21,104,899
	Carriage Inward	1,989,249	1,264,421
	Insurance Premium	2,953,316	946,455
	Factory Maintenance	700,501	206,379
	Fuel & Lubricants	2,134,400	1,822,764
	Depreciation	27,101,861	28,602,404
	Total	58,466,769	54,587,136
21.00	Administrative and Marketing Expenses		
	Directors' Remuneration	240,000	240,000
	Salary & Allowances	7,878,481	9,633,647
	Providend fund	488,484	227,223
	Gratuity	-	-
	Office Rent	-	1,050,000
	Postage & Stamp	5,905	39,490
	Printing & Stationery	35,908	70,144
	Maintenance	50,533	26,800
	Maintenance of Vehicle	1,089,906	342,842
	Traveling	10,320	26,529
	Conveyance	474,302	415,445
	Entertainment	378,880	521,840
	AGM Expenses	-	-



	Amount in Taka	
	Sept 30, 2018	June 30, 2018
Paper & Periodicals	-	45,388
Advertisement	70,000	25,600
Subscription	100,000	210,883
Insurance Premium	150,502	158,295
Form, Fees & Others	925,753	350,917
Board Meeting Fees	105,000	52,500
Medical Expenses	930	25,120
Welfare Expenses	139,135	235,000
Electric Expenses	-	150,000
Utilities expenses	61,925	-
Miscellaneous Expenses	118,121	65,200
Selling & Distribution	22,771	579,605
Fuel & Gas	-	-
Office Maintenance	-	192,868
Telephone, Telex & Fax	71,879	37,084
Water & Sewerage Charges	-	75,500
IT Expenses	377,100	226,039
Auditors' Fees	28,750	25,000
Consultancy fees	-	-
Depreciation	2,984,360	1,574,084
Total	15,808,945	16,623,043
22.00 Financial Expenses		
Bank Interest	27,408,832	7,641,311
Bank Charges & Commission	1,193,181	1,364,710
Total	28,602,013	9,006,021
23.00 Non-Operating Income		
Interest on FDR	-	4,510,998
Office Rent		559,845
Gain/(Loss) on Dollar Fluction	1,883,046	-
Interest on saving A/C	3,561	-
	1,886,607	5,070,843
24.00 Other Income		
Office Rent	559,845	-
	559,845	-
25.00 Net Assets Value (NAV) Per Share		
Total Assets	4,504,070,344	4,964,752,159
Less: Total outside liabilities	2,013,547,717	2,521,307,411
Net Assets Value	2,490,522,627	2,443,444,747
*Divided by number of Ordinary Shares	90,562,500	90,562,500
Net Assets Value (NAV) Per Share	27.50	26.98
26.00 Earnings Per Share (EPS)		
Net profit after tax	46,269,753	23,585,773
Number of total outstanding shares	90,562,500	90,562,500
Earnings Per Share (EPS)	0.51	0.26



27.00 Related party Transaction:

The company in normal course of business carried out a number of transactions with other entities that fall within the definition of related party contained in Bangladesh Accounting Standard -24: "Related Party Disclosures". Total Statement of Financial position with the related parties as on September 30, 2018 is as follows:

Name of the related party	Relationship	Nature of transaction	Sept 30, 2018	June 30, 2018
Faisal Spinning Mills Ltd.	Common Director	Trade & other Receivable/Payable	-	153,998,592
Saiham Knit Composite Ltd.	Common Director	Trade & Other Receivable	55,029,310	33,611,542
Mrs. Momena Begum	Share holder	Short term loan	17,500,000	17,500,000
Director Remuneration	Managing Director	Remuneration	240,000	960,000
Board Meeting Fee	Directors	Meeting Fee	105,000	367,500

28.00 Disclosure as per requirement of Schedule XI, Part II of the Companies Act 1994.

Attendance Status of Board meeting of the Directors. During the year ended September 30, 2018 Two Board meetings were held.

The attendance status of all meeting is as follows:

Name of the Directors	Position	Meeting held	Attendance
S.M. Faisal	Managing Director	2	2
S.F.A.M. Shahjahan	Chairman	2	2
Syed Ishtiaq Ahmed	Director	2	2
Syed Shafiqat Ahmed	Director	2	2
Mrs. Yasmin Faisal	Director	2	2
Rio Aziza Salim	Director	2	2
Mostafa Moin	Independent Director	2	2
Syed Nasir Uddin haider	Independent Director	2	2

29.00 Disclosure as per requirement of Schedule XI, Part II of the Companies act 1994.

A. Disclosure as per requirement of Schedule XI, Part II, note 5 of Para 3 Employees Position as on September 30, 2018

Spinning unit:

Salary Range (Monthly)	Officers & Staffs			Total Employees
	Head Office	Factory Office	Workers	
Below 3,000	-	-	-	-
Above 3,000	25	94	512	631
	25	94	512	631

Melange Unit:

Salary Range (Monthly)	Officers & Staffs			Total Employees
	Head Office	Factory Office	Workers	
Below 3,000	-	-	-	-
Above 3,000	3	95	475	573
Total	3	95	475	573

Disclosure as per requirement of Schedule XI, Part II, Para 4

Directors' Remuneration:

Name of Director	Designation	Remuneration	Festival Bonus	Total
Mr. S.M. Faisal	Managing Director	240,000	Nil	240,000
Total		240,000		240,000