



Saiham Textile Mills Ltd.

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

o/c

Ref: STML/19/29/21

Dated: Dhaka
January 30, 2021

The Chairman

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

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 January 30, 2021 at 4:30 P.M. at its Dhaka Office has taken the following price sensitive decision regarding the Un-audited Second Quarter Financial Statements for the period ended December 31, 2020.

| Sl. No | Particulars | July, 2020 to December, 2020 | July, 2019 to December, 2019 | October, 2020 to December, 2020 | October, 2019 to December, 2019 |
|--------|--|------------------------------|------------------------------|---------------------------------|---------------------------------|
| 01 | Profit before Tax | 42,550,130 | 68,424,574 | 25,647,018 | 39,147,650 |
| 02 | Profit after Tax | 29,175,332 | 51,407,930 | 18,203,439 | 23,658,825 |
| 03 | Earnings Per Share (EPS) | 0.32 | 0.57 | 0.20 | 0.26 |
| 04 | NAV Per Share | 42.05 | 44.01 | - | - |
| 05 | Net Operating Cash Flow Per Share (NOCFPS) | 1.33 | 6.17 | - | - |

Thanking you

Yours faithfully

(Md. Neyamat Ullah)
Company Secretary

Copy to: (i) **The Chief Regulatory Officer**
Dhaka Stock Exchange Ltd.
DSE Tower
Plot # 46, Road # 21
Nikunja-02, North Airport Road
Dhaka-1229.

(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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Statement of Financial Position As at December 31, 2020

| Particulars | Notes | Amount in Taka | |
|--------------------------------------|-------|----------------------|----------------------|
| | | December 31, 2020 | June 30, 2020 |
| ASSETS: | | | |
| Non-Current Assets: | | | |
| Property, Plant and Equipment | 3.00 | 3,553,474,386 | 3,637,570,744 |
| Investment | 4.00 | 7,572,812 | 7,572,812 |
| Total Non-Current Assets | | 3,561,047,198 | 3,645,143,556 |
| Current Assets: | | | |
| Inventories | 5.00 | 894,067,108 | 1,159,780,461 |
| Trade and Other Receivables | 6.00 | 712,251,457 | 871,875,161 |
| Sundry Receivable | 7.00 | - | 287,386 |
| Advance, Deposits and Pre-payments | 8.00 | 93,991,792 | 97,683,168 |
| Cash and Cash Equivalents | 9.00 | 24,723,919 | 155,152,529 |
| Total Current Assets | | 1,725,034,276 | 2,284,778,705 |
| Total Assets | | 5,286,081,475 | 5,929,922,261 |
| EQUITY AND LIABILITIES: | | | |
| Shareholder's Equity: | | | |
| Share Capital | 10.00 | 905,625,000 | 905,625,000 |
| Share Premium | | 727,500,000 | 727,500,000 |
| Revaluation Surplus | 11.00 | 1,942,592,139 | 1,978,047,558 |
| Retained Earnings | | 232,263,555 | 161,375,965 |
| Total Shareholders Equity | | 3,807,980,693 | 3,772,548,523 |
| Non-Current Liabilities: | | | |
| Deferred tax liabilities | 12.00 | 453,222,395 | 460,214,575 |
| Liability against Capital Machinery | 13.00 | - | 4,030,507 |
| Long Term Loan | 14.00 | 49,999,985 | 56,249,987 |
| Total Non-Current Liabilities | | 503,222,380 | 520,495,069 |
| Current Liabilities: | | | |
| Short Term Loan | 15.00 | 593,598,552 | 864,396,199 |
| Long Term Loan Current Maturity | 16.00 | 12,500,004 | 12,500,004 |
| Trade & Other Creditors | 17.00 | 323,083,203 | 724,830,879 |
| Income tax provision | 18.00 | 4,087,515 | - |
| Payable and Accruals | 19.00 | 41,609,127 | 35,151,586 |
| Total Current Liabilities | | 974,878,402 | 1,636,878,669 |
| Total Liabilities | | 1,478,100,781 | 2,157,373,738 |
| Total Equity and Liabilities | | 5,286,081,475 | 5,929,922,261 |
| Net Assets Value per Share | 26.00 | 42.05 | 41.66 |

Managing Director

Director

Chairman

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 December 31, 2020

| Particulars | Notes | Amount in Taka | | Amount in Taka | |
|---|--------|-----------------------------------|-----------------------------------|----------------------------------|----------------------------------|
| | | July 01,2020 to Dec 31,2020 | July 01,2019 to Dec 31,2019 | Oct 01,2020 to Dec 31,2020 | Oct 01,2019 to Dec 31,2019 |
| | | Turnover | | 1,155,631,524 | 901,417,929 |
| Cost of goods sold | 20.00 | (1,031,548,130) | (760,457,057) | (464,839,554) | (336,711,837) |
| Gross Profit | | 124,083,394 | 140,960,872 | 71,629,323 | 64,313,505 |
| Administrative and marketing expenses | 21.00 | (36,393,064) | (36,325,715) | (21,746,284) | (17,246,794) |
| Financial expenses | 22.00 | (45,992,726) | (41,458,892) | (25,330,950) | (15,774,102) |
| Operating Profit | | 41,697,604 | 63,176,264 | 24,552,089 | 31,292,608 |
| Non-operating income | 23.00 | 335,044 | 1,367,035 | 221,451 | 1,206,737 |
| Other income | 24.00 | 1,068,062 | 1,231,450 | 452,237 | 615,625 |
| Operating Profit Before WPPF & WWF | | 43,100,710 | 65,774,749 | 25,225,776 | 33,114,970 |
| Expenses for WPPF & WWF | | (2,046,383) | (3,421,229) | (1,201,227) | (1,957,383) |
| Unrealized gain/(loss) for change in exchange rate of foreign | | 1,495,803 | 6,071,054 | 1,622,469 | 7,990,062 |
| Profit before Tax | | 42,550,130 | 68,424,574 | 25,647,018 | 39,147,649 |
| Provision for Tax | | (13,374,798) | (17,016,644) | (7,443,579) | (15,488,825) |
| Current Tax | 18.00 | (12,639,457) | (15,707,123) | (6,996,872) | (11,626,930) |
| Deferred Tax | 12.1.1 | (735,342) | (1,309,521) | (446,707) | (3,861,895) |
| Net Profit after Tax | | 29,175,332 | 51,407,930 | 18,203,439 | 23,658,824 |
| Other Comprehensive Income/(Loss) | | 6,256,839 | - | 3,103,427 | - |
| Deferred Tax Adjustment | | 6,256,839 | - | 3,103,427 | - |
| Total Comprehensive Income for the period | | 35,432,170 | 51,407,930 | 21,306,866 | 23,658,824 |
| Earnings Per Share (EPS) | 25.00 | 0.32 | 0.57 | 0.20 | 0.26 |


Managing Director


Director


Chairman


Chief Financial Officer


Company Secretary



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Statement of Cash Flows For the period ended December 31, 2020

| Particulars | Amount in Taka | |
|--|-------------------------------------|-------------------------------------|
| | July 01, 2020 to Dec 31, 2020 | July 01, 2019 to Dec 31, 2019 |
| A. Cash Flows From Operating Activities | | |
| Collection from customers | 1,315,255,228 | 1,760,611,984 |
| Payment for cost and expenses | (1,114,944,343) | (1,196,678,608) |
| Collection from non-operating income | 335,044 | - |
| Collection from other income | 1,355,448 | - |
| Income tax paid | (4,829,562) | (4,969,904) |
| Net cash used in operating activities | 197,171,815 | 558,963,472 |
| B. Cash Flows From Investing Activities | | |
| Acquisition of property, plant and equipment | (529,543) | (7,860,723) |
| Investment in FDR | - | (340,000) |
| Net cash flows from investing activities | (529,543) | (8,200,723) |
| C. Cash Flows From Financing Activities | | |
| Short-term loan | (270,797,647) | (445,782,400) |
| Liability against capital machinery | (4,030,507) | - |
| Long Term Loan | (6,250,002) | - |
| Interest paid on borrowings | (45,992,726) | (41,458,892) |
| Net cash flows from financing activities | (327,070,882) | (487,241,292) |
| D. Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C) | (130,428,610) | 63,521,457 |
| Cash & Cash Equivalents at beginning of the period | 155,152,529 | 33,558,082 |
| Effects of exchange rate changes | - | - |
| Cash & Cash Equivalents at end of the period | 24,723,919 | 97,079,538 |
| Net Operating Cash Flow Per Share (NOCFPS) | 1.33 | 6.17 |

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Statement of Changes in Equity
For the period ended December 31, 2020

| Particulars | Share capital | Share premium | Revaluation surplus | Retained earnings | Total equity |
|--|---------------|---------------|---------------------|-------------------|---------------|
| Balance as at July 01, 2020 | 905,625,000 | 727,500,000 | 1,978,047,558 | 161,375,965 | 3,772,548,523 |
| Net Profit after Tax | - | - | - | 29,175,332 | 29,175,332 |
| Unrealized gain on marketable securities | - | - | (41,712,258) | 41,712,258 | - |
| Adjustment for depreciation on revalued assets | - | - | 6,256,839 | - | 6,256,839 |
| Adjustment for revaluation of P.E and deferred tax | - | - | 1,942,592,139 | 232,263,555 | 3,807,980,693 |
| Balance as at December 31, 2020 | 905,625,000 | 727,500,000 | 1,942,592,139 | 232,263,555 | 3,807,980,693 |


| Particulars | Share capital | Share premium | Revaluation surplus | Retained earnings | Total equity |
|--|---------------|---------------|---------------------|-------------------|---------------|
| Balance as at July 01, 2019 | 905,625,000 | 727,500,000 | 2,054,377,395 | 240,437,335 | 3,927,939,730 |
| Net Profit after Tax | - | - | (44,543,102) | 51,407,930 | 51,407,930 |
| Adjustment for depreciation on revalued assets | - | - | 6,681,465 | 44,543,102 | - |
| Adjustment for revaluation of P.E and deferred tax | - | - | 2,016,515,758 | 336,388,367 | 6,681,465 |
| Balance as at December 31, 2019 | 905,625,000 | 727,500,000 | 2,016,515,758 | 336,388,367 | 3,986,029,125 |


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Chairman


Chief Financial Officer


Company Secretary



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Notes to the Financial Statements

As at and for the period ended December 31, 2020

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.

1.3 Nature of Business Activities:

The company produces various counts of quality yarn in 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 International Financial Reporting Standards (IFRS).

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.

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, IAS- 1 Presentation of Financial Statements.



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2.4 Compliance with Financial Reporting Standards as applicable in Bangladesh

The Companies complied, as per Para 12 of Securities & Exchange Rule 1987, with the following International Accounting Standards (IASs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) in preparing the financial statements of the Company subject to departure where we have followed:

| Sl. No. | Standard Number | Title of Standards | Compliance Status |
|---------|-----------------|---------------------------------------|-------------------|
| 01 | IAS 01 | Presentation of Financial Statements | Complied |
| 02 | IAS 02 | Inventories | Complied |
| 03 | IAS 07 | Statement of Cash Flows | Complied |
| 04 | IAS 10 | Events after the Reporting Period | Complied |
| 05 | IAS 12 | Income Taxes | Complied |
| 06 | IAS 16 | Property, Plant & Equipment | Complied |
| 07 | IAS 23 | Borrowing Costs | Complied |
| 08 | IAS 24 | Related Party Disclosures | Complied |
| 09 | IAS 33 | Earnings per Share | Complied |
| 10 | IFRS 09 | Financial Instruments | Complied |
| 11 | IFRS 15 | Revenue from Contracts with Customers | Complied |

2.5 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.

2.6 Going Concern:

The company has adequate resources to continue in operation for the foreseeable future. For this reason 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.

2.7 Components of the Financial Statements:

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

- i) The Statement of Financial Position for the Period ended December 31, 2020;
- ii) The Statement of Profit or Loss & Other Comprehensive Income for the for the Period ended December 31, 2020;
- iii) The Statement of Cash Flows for the Period ended December 31, 2020;
- iv) Statement of Changes in Equity for the Period ended December 31, 2020; and
- v) Accounting Policies and explanatory notes the Financial Statements for the Period ended December 31, 2020.



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2.8 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) Bangladesh Securities and Exchange Rules, 1987.
- iv) The VAT Act,1991 and
- v) Other applicable Rules and Regulation.

2.9 Property, Plant and Equipments (PPE):

Property, Plant and Equipments are stated at their cost / revalued value less accumulated depreciation in accordance with IAS 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 when the asset is available for use and depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that is classified as held for sale) in accordance with IFRS 5 and the date that the asset is derecognized.

No depreciation has been charged on Land and Land development considering the unlimited useful life. The rates of depreciation at the following rates are 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 in proportionate basis.



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2.10 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 IAS - 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 lower of weighted average cost or net realizable value |
| Polyester Staple Fiber PSF | At lower of weighted average cost or net realizable value |
| Stores & Spares | At lower of weighted average cost or net realizable value |
| Packing Materials | At lower of weighted average cost or net realizable value |
| Work-in-Process | 100% Materials plus portion of labour charges, Gas charges, Electric charges. |
| Finished Goods (Yarn) | At lower of weighted average cost or net realizable value |

Revaluation of property, plant and equipment

Basis of valuation:

Land and land development: Present valuation of the Land and land Development has been arrived by consideration of the location and the market price of recent Transfer Price of the assets. Information and explanation from local people and Mouza Value has been considered to assess an average current transfer/market rate of land.

Building and civil engineering: Factory building, Generator and other buildings / structure has been valued taking into consideration of present cost of construction materials technical and non technical labor cost workman shop and cost of transportation etc. as the valuer have taken into consideration the materials used for the construction of the buildings / structure and financial work and arrive at a fair and reasonable value of the same.

Plant and machinery: Plant and machineries has been arrived at by taking into consideration the current replacement cost. Beside, Information from C&F and other reliable source has been considered.

2.11 Revenue Recognition:

In compliance with the requirements of IFRS - 15 "Revenue from contracts with customers", 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.



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

- i) 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.

2.12 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.

2.13 Earnings Per Share (EPS):

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

i) Basic Earnings Per Share

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

ii) Diluted Earnings Per Share

No diluted Earnings Per Share are required to be calculated for the year as there was no scope for dilution during the year under review.

2.14 Cash & Cash Equivalents:

According to IAS – 7 “Cash Flow Statements” cash comprises of Cash in hand and Cash at Bank and demand deposits (FDR). Considering the provisions of IAS – 7 Cash in hand and Bank balances and FDRs have been considered as Cash and Cash Equivalents.

2.15 Statement of Cash Flows:

Statement of Cash Flows is prepared principally in accordance with IAS – 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.

2.16 Payable and Accruals:

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.

2.17 Foreign Currency Translation:



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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.

2.18 Borrowing cost:

In compliance with the requirement of IAS – 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.

2.19 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 IAS-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 IAS-12: Income Taxes.

2.20 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 IAS- 12 “Income Taxes “.

2.21 Trade Debtors:

Trade debtors for export of yarn are stated at their real value and trade receivable has mostly arisen from export sales which are usually received within the tenure under LC terms. As such, no expected credit loss has arisen during the period.

2.22 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.

2.23 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).



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2.24 Related Party Disclosures:

As per IAS-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.

2.25 Reporting period:

These Financial Statements cover the period from July 01, 2020 to December 31, 2020.

2.26 Event after the reporting period:

In compliance with the requirements of "IAS – 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.

2.27 Reclassification

Maturity period of fixed deposit is one year hence fixed deposits are not shown under cash and cash equivalent.

2.28 Significant Event:

During the period net profit after tax has been decreased as compared to previous year same period due to decrease in selling price , EPS has been decreased.

During the period Net Operating Cash Flow per Share decreased due to decrease in export collection and increase of import payment in compared to previous year same period.

2.29 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.



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| | | Amount in Taka | |
|-------------|---|-------------------|----------------------|
| | | December 31, 2020 | June 30, 2020 |
| 3.00 | Property, Plant and Equipment | | |
| | This is arrived as follows: | | |
| | Spinning Unit | 3.01 | 1,267,923,862 |
| | Melange Unit | 3.02 | 2,285,550,525 |
| | | | <u>3,553,474,386</u> |
| 3.01 | Spinning Unit: | | |
| | Balance as on July 01, 2020 | | 2,108,431,839 |
| | Addition during the period | | 492,005 |
| | Total as on December 31, 2020 | | 2,108,923,844 |
| | Accumulated Depreciation | | (815,698,653) |
| | Depreciation value | | 1,293,225,191 |
| | Depreciation charge during the period | | (25,301,329) |
| | Written down value as on December 31, 2020 | | 1,267,923,862 |

(a) The details of the Property, Plant and equipment have been shown in Annexure - A.
(b) The assets have been revalued on 28 April, 2019.

| | | | |
|-------------|---|--|----------------------|
| 3.02 | Melange Unit: | | |
| | This is arrived as follows: | | |
| | Balance as on July 01, 2020 | | 2,995,513,356 |
| | Addition during the period | | 37,538 |
| | Total as on December 31, 2020 | | 2,995,550,894 |
| | Accumulated Depreciation | | (650,675,801) |
| | Depreciation value | | 2,344,875,093 |
| | Depreciation charge during the period | | (59,324,568) |
| | Written down value as on December 31, 2020 | | 2,285,550,525 |

(a) The details of the Property, Plant and equipment have been shown in Annexure - B
(b) The assets have been revalued on 28 April, 2019.

| 4.00 | Investment | Purpose | | |
|------|-------------------------|----------------|------------------|------------------|
| | FDR with Bank Asia Ltd | Bank Gaurantee | 3,666,443 | 3,666,443 |
| | FDR with Dhaka Bank Ltd | Bank Gaurantee | 3,906,369 | 3,906,369 |
| | | | <u>7,572,812</u> | <u>7,572,812</u> |

Fixed deposit receipts are under lien with Bank Asia Ltd. & Dhaka Bank Ltd. against Bank guarantee.

| 5.00 | Inventories | | Quantity | Amount in Tk. | Amount in Tk. |
|------|-----------------------------|--|----------------|--------------------|----------------------|
| | This represents as follows: | | | | |
| | Raw Materials | | 13,629,120 Lbs | 781,859,833 | 974,038,180 |
| | Work in Process | | 126,851 Kgs | 20,431,401 | 16,246,716 |
| | Finished Goods | | 231,495 Kgs | 51,442,727 | 124,797,782 |
| | Stores & Spare Parts | | N/A | 36,864,136 | 42,855,705 |
| | Oil & Lubricants | | N/A | 1,342,704 | - |
| | Packing Materials | | N/A | 2,126,307 | 1,842,078 |
| | | | | <u>894,067,108</u> | <u>1,159,780,461</u> |

Inventories are valued at lower of cost or net realizable value. Net realizable value is based on estimated selling price less any other cost anticipated to be incurred to make the sale.



Saiham Textile Mills Ltd.

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

| | Amount in Taka | |
|---|--------------------|--------------------|
| | December 31, 2020 | June 30, 2020 |
| 6.00 Trade and other receivables | | |
| Aging of Trade Debtors | | |
| Trade debtors aged upto 90 days | 202,002,370 | 648,654,878 |
| Trade debtors aged upto 180 days | 414,445,104 | 176,803,878 |
| Other receivables | 95,803,983 | 46,416,405 |
| | 712,251,457 | 871,875,161 |

a) Trade receivable has mostly arisen from export sales which are usually received within the tenure under LC terms. As such, no expected credit loss has arisen during the period.

b) There is no such debt due by or to directors or other officers of the Company.

| | | |
|--|--------------------|--------------------|
| I. Receivable considered good in respect of which the company is fully secured. | 628,317,979 | 756,952,054 |
| II. Receivable considered good in respect of which the company holds no security other than the debtors personal security. | - | - |
| III. Receivable considered doubtful or bad. | - | - |
| IV. Receivable due by any director or other officer of the company. | - | - |
| V. Receivable due by common management. | 83,933,478 | 114,923,107 |
| VI. The maximum amount of receivable due by any director or other officer of the company. | - | - |
| Total | 712,251,457 | 871,875,161 |

| | | |
|-------------------------------|---|----------------|
| 7.00 Sundry Receivable | | |
| Office Rent (Sky view) | - | 287,386 |
| | - | 287,386 |

| | | | |
|---|------|-------------------|-------------------|
| 8.00 Advance, Deposits and Prepayments | | | |
| Advance Income Tax | 8.01 | - | 3,722,379 |
| Advance against salary & wages | | 474,685 | 1,363,685 |
| Advance against local suppliers | | 1,328,838 | 186,500 |
| Deposits | 8.02 | 92,188,269 | 92,410,604 |
| | | 93,991,792 | 97,683,168 |

| | | | |
|--|--|------------------|------------------|
| 8.01 Advance Income Tax | | | |
| Opening Balance | | 3,722,379 | 3,654,569 |
| Advance tax paid during the period: | | | |
| Tax at source on FDR | | - | 41,509 |
| Tax at source on Export | | 4,627,299 | 5,787,954 |
| Tax at source on Office Rent | | 67,766 | 99,552 |
| Tax at source on Transport | | 132,500 | 187,500 |
| Tax at source on Bank Interest | | 1,997 | 9,802 |
| AIT Paid during the period | | 4,829,562 | 6,126,317 |
| Total Advance tax paid | | 8,551,941 | 9,780,887 |
| Less : Tax paid for last year | | - | - |
| Less: Adjustment with Income Tax provision | | (8,551,941) | (6,126,317) |
| Closing Balance | | - | 3,722,379 |

| | | | |
|---|---------|-------------------|-------------------|
| 8:02 Deposits | | | |
| Security Deposit | 8.02.01 | 23,732,096 | 22,179,929 |
| L/C Margin deposit for Raw Cotton, PSF& Spare parts | | 68,062,864 | 69,837,366 |
| Deposit against VAT | | 393,309 | 393,309 |
| | | 92,188,269 | 92,410,604 |
| 8.02.01 Security Deposit | | | |
| Habigonj Palli Bidyut Samity | | 1,063,555 | 1,053,355 |
| Jalalabad Gas T&D Systems Ltd | | 22,608,541 | 21,063,574 |
| Deposit to Saiham Sky View Tower | | 60,000 | 60,000 |
| | | 23,732,096 | 22,176,929 |



Saiham Textile Mills Ltd.

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

| Amount in Taka | |
|-------------------|---------------|
| December 31, 2020 | June 30, 2020 |

- (a) All the advances and deposits amount are considered good and recoverable;
 (b) Advance due from staffs and workers are regularly being realized through their salaries;
 (c) There is no amount due from Directors or Officers of the Company under any agreement;
 (d) Advance against suppliers due mainly to advances given to suppliers for packing materials, spare parts etc.
 (e) L/C Margin deposit against various import L/C represent margin and commission of Raw cotton, Spare Parts, Packing Materials.

9.00 Cash and Cash Equivalents

This consists of:

| | | | |
|---------------|------|-------------------|--------------------|
| Cash in Hand | 9.01 | 1,673,926 | 811,259 |
| Cash at Banks | 9.02 | 23,049,993 | 154,341,270 |
| | | 24,723,919 | 155,152,529 |

9.01 Cash in Hand

| | | |
|----------------|------------------|----------------|
| Head office | 1,457,448 | 630,988 |
| Factory Office | 216,478 | 180,271 |
| | 1,673,926 | 811,259 |

9.02 Cash at Banks

| Name of Bank & A/C No. | Branch | Account Type | CCY | | |
|---|---------------------|--------------|-----|-------------------|--------------------|
| Janata Bank Ltd. (A/C No. 023733002322) | Motijheel Corporate | CD | BDT | 49,419 | 49,764 |
| Janata Bank Ltd.(A/C No. 0340-0210001941) | Noyapara | CD | BDT | 1,541,889 | 537,540 |
| Dutch Bangla Bank Ltd.(A/C No. 011611000006828) | Gulshan | CD | BDT | 154,119 | 196,614 |
| Dutch Bangla Bank Ltd. SND (A/C No. 291.120.48) | Noyapara | SND | BDT | 2,110,186 | 133,460 |
| Dhaka Bank Ltd.(A/C No. 215150000001464) | Gulshan | CD | BDT | 60,763 | 126,811 |
| Dhaka Bank Ltd. Dividend Account -215150000001554 | Gulshan | CD | BDT | 4,015,344 | 3,918,933 |
| HSBC Ltd. Dividend Account -001-145-457-012 | Dhaka Main Office | CD | BDT | 634,881 | 634,881 |
| HSBC Ltd. Dividend Account -001-145-457-013 | Dhaka Main Office | CD | BDT | 3,010,873 | 3,011,218 |
| HSBC Ltd. Dividend Account -001-145-457-014 | Dhaka Main Office | CD | BDT | 847,485 | 847,830 |
| HSBC Ltd. Dividend Account -001-145-457-015 | Dhaka Main Office | CD | BDT | 376,342 | 706,987 |
| HSBC Ltd. CD A/C# 001-145-457-011 | Dhaka Main Office | CC | BDT | 267,856 | 20,395,988 |
| Eastern Bank Ltd CC A/C #001-145-457-001 | | | | - | 102,882,277 |
| Standard Chartered Bank CC A/C# 01118413501 | | | | - | 7,512,319 |
| Bkash Account A/C 806446003 | | | | 114,762 | 302,584 |
| Premier Bank Ltd (A/C no-014913100000040) | | | | 39,306 | 39,469 |
| Eastern Bank Ltd A/C no-101106032929 | | | | 234 | 234 |
| Eastern Bank Ltd A/C no-1041060265553 | | | | 115,538 | 115,538 |
| Prime Bank LTD A/C-2118119019656 | | | | 170,681 | 101,889 |
| Foreign Currency Accounts | | | | - | - |
| Eastern Bank Ltd ERQ A/C-1013100350441 | | | | 16,120 | 226,167 |
| Standard Chartered Bank ERQ A/C-84135 | | | | 1,823,632 | 1,890,887 |
| Standard Chartered Bank A/C -46118413501 | | | | 23,395 | - |
| Dhaka Bank Ltd .F.C A/C-21413000000056 | | | | 68,937 | 1,646 |
| HSBC Ltd. F.C Margin A/C no-001-145457-091 | | | | 5,679,220 | 8,148,259 |
| Eastern Bank Ltd F.C. A/C-1013100350441 | | | | 1,929,012 | 2,559,978 |
| | | | | 23,049,993 | 154,341,270 |

10.00 Share Capital

This represents:

Authorized capital

| | | |
|---|----------------------|----------------------|
| 15,00,00,000 Ordinary Shares @ of Tk. 10/- each | 1,500,000,000 | 1,500,000,000 |
|---|----------------------|----------------------|

Issued, subscribed and paid up capital :

| | | |
|--|--------------------|--------------------|
| 12,500,000 Ordinary Shares @ Tk. 10 each fully paid up in cash | 125,000,000 | 125,000,000 |
| 12,500,000 Ordinary Shares @ Tk. 10 each fully paid up other than cash | 125,000,000 | 125,000,000 |
| 50,000,000 Right Ordinary Shares @ Tk. 10 each fully paid up in cash | 500,000,000 | 500,000,000 |
| 11,250,000 Stock Dividend Issued@10 each | 112,500,000 | 112,500,000 |
| 43,12,500 Stock Dividend Issued@10 each | 43,125,000 | 43,125,000 |
| 9,05,62,500 Ordinary Shares | 905,625,000 | 905,625,000 |



Saiham Textile Mills Ltd.

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

| Amount in Taka | |
|-------------------|---------------|
| December 31, 2020 | June 30, 2020 |

Percentage of shareholding position of different shareholders are as follows:

| Name of the Shareholders | 31.12.2020 | |
|--------------------------|-------------------|----------------|
| | No. of shares | % of holding |
| Sponsors | 30,519,745 | 33.70% |
| Institutions | 30,613,191 | 33.80% |
| General Public | 29,429,564 | 32.50% |
| | 90,562,500 | 100.00% |

| 30.06.2020 | |
|-------------------|---------------|
| No. of shares | % of holding |
| 30,519,745 | 33.70 |
| 41,296,541 | 45.60 |
| 18,746,214 | 20.70 |
| 90,562,500 | 100.00 |

Classification of Shareholders by holding:

The number of shareholders and shareholding position as at December 31, 2020 are given below:

| Range of holding | No. of shareholding | % of shareholding |
|--------------------------|---------------------|-------------------|
| Upto 500 shares | 5,715 | 6.89 |
| 501 to 5,000 shares | 1,074 | 18.42 |
| 5,001 to 10,000 shares | 52 | 4.03 |
| 10,001 to 20,000 shares | 19 | 2.83 |
| 20,001 to 30,000 shares | 7 | 1.73 |
| 30,001 to 40,000 shares | 1 | 0.41 |
| 40,001 to 50,000 shares | 1 | 0.46 |
| 50,001 to 100,000 shares | 16 | 65.23 |
| Total | 6,885 | 100.00 |

| No. of shareholders | % of shareholding |
|---------------------|-------------------|
| 4432 | 3.63 |
| 362 | 5.37 |
| 20 | 1.73 |
| 11 | 1.88 |
| 6 | 2.15 |
| 3 | 1.54 |
| 1 | 1.07 |
| 18 | 88.18 |
| 4,853 | 100.00 |

11.00 Revaluation Surplus

This calculation is arrived as follows:

| | | |
|--|----------------------|----------------------|
| Opening Balance | 1,978,047,558 | 2,054,377,395 |
| Add: Adjustment for provision of deferred tax | 6,256,839 | 13,469,971 |
| Less: Adjustment for depreciation on revalued assets | (41,712,258) | (89,799,808) |
| Closing Balance | 1,942,592,139 | 1,978,047,558 |

12.00 Deferred tax Liabilities

This is arrived as follows:

| | | |
|--|--------------------|--------------------|
| Opening Balance | 460,214,575 | 471,516,439 |
| Add: Deferred Tax expenses for the period | (735,342) | 2,168,107 |
| Add: Deferred tax on Revalued Asset | (6,256,839) | (13,469,971) |
| | 453,222,395 | 460,214,575 |
| Adjustment for depreciation of revalued assets | - | - |
| Closing Balance | 453,222,395 | 460,214,575 |

12.01 Deferred tax liability for the period/period is arrived as follows:

A. Property, plant and equipment

| | | |
|-------------------------------|--------------------|--------------------|
| Carrying amount | 1,268,071,871 | 1,310,455,969 |
| Tax base amount | 522,385,956 | 565,704,799 |
| Taxable temporary difference | 745,685,916 | 744,751,169 |
| Tax rate | 15% | 15% |
| Deferred tax liability | 111,852,887 | 111,712,675 |

B. Calculation of deferred tax on revaluation of property, plant and equipment:

| | | |
|-----------------------------------|---------------|---------------|
| Revalued value of land | 945,344,449 | 945,344,449 |
| Revalued value of other than land | 1,340,058,066 | 1,381,770,325 |
| Tax Rate | | |
| On land | 15% | 15% |
| On other than land | 15% | 15% |



Saiham Textile Mills Ltd.

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

| | | Amount in Taka | |
|--|---|--------------------|---------------------|
| | | December 31, 2020 | June 30, 2020 |
| <u>Deferred tax liabilities</u> | | | |
| For land | | 141,801,667 | 141,801,667 |
| For other than land | | 201,008,710 | 207,265,549 |
| | | 342,810,377 | 349,067,216 |
| D. Deferred Tax on Gratuity Provision | | | |
| Provision for Gratuity as at December 31, 2020 | | 9,605,802 | 3,768,778 |
| Company tax rate | | 15% | 15% |
| Opening Balance | | | |
| Add: Addition during the year | | (1,440,870) | |
| Deferred tax asset | | (1,440,870) | (565,317) |
| Total (A+B+C+D) | | 453,222,394 | 460,214,575 |
| <u>Calculation of deferred tax:</u> | | | |
| Deferred tax liability as on December 31, 2020 | | 453,222,394 | 460,214,575 |
| Deferred tax liability as on June 30, 2020 | | 460,214,575 | 471,516,439 |
| Deferred tax increased/(Decrease) during the period | | (6,992,181) | (11,301,864) |
| 12.1.1 | Deferred tax liability other than revalued assets as at December 31, 2020 | 111,852,887 | 111,712,675 |
| | Deferred tax liability other than revalued assets as at June 30, 2020 | 111,712,675 | 109,252,655 |
| | Net increased in deferred tax expenses for other than revalued assets for the period | 140,212 | 2,460,020 |
| | Deferred tax asset on gratuity provision as at December 31, 2020 | (1,440,870) | (565,317) |
| | Deferred tax liability on gratuity provision as at June 30, 2020 | (565,317) | (273,403) |
| | Net increase/(decrease) in deferred tax expenses for gratuity provision | (875,554) | (291,914) |
| | Total deferred expenses for the period | (735,342) | 2,168,107 |
| <u>Adjustment of revaluation surplus for deferred tax</u> | | | |
| Deferred tax liability for revaluation as on December 31, 2020 | | 342,810,377 | 349,067,216 |
| Deferred tax liability for revaluation as on June 30, 2020 | | 349,067,216 | 362,537,187 |
| Adjustment of revaluation surplus for deferred tax | | (6,256,839) | (13,469,971) |
| | | (6,992,180) | (11,301,864) |
| 13.00 | Liability against Capital Machinery : | | |
| | This consists of as follows: | | |
| | Eastern Bank Ltd | - | 4,030,507 |
| | | - | 4,030,507 |
| 14.00 | Long Term Loan | | |
| | This consists of as follows: | | |
| | Prime Bank Ltd. | 49,999,985 | 56,249,987 |
| | | 49,999,985 | 56,249,987 |
| 14.01 | Prime Bank Ltd.-Long Term Loan | | |
| | This is arrived as follows: | | |
| | Opening Balance as on July 01, 2020 | 68,749,991 | 81,249,995 |
| | Addition during the period | - | |
| | | 68,749,991 | 81,249,995 |
| | Adjusted/Payment during the period | (6,250,002) | (12,500,004) |
| | | 62,499,989 | 68,749,991 |
| | Unrealized gain/loss for change in exchange rate of foreign currency | - | - |
| | Closing Balance as on December 31, 2020 | 62,499,989 | 68,749,991 |
| | Less: Long Term Loan Current Maturity | (12,500,004) | (12,500,004) |
| | | 49,999,985 | 56,249,987 |



Saiham Textile Mills Ltd.

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

| Amount in Taka | |
|-------------------|---------------|
| December 31, 2020 | June 30, 2020 |

Terms and conditions of the loan:

The company has availed the loan facility from Prime Bank Limited on December 04, 2017 with approved amount of Tk. 100,000,000. The repayment term loan is in equal monthly installments. Repayment has started from December 2017 and will be completed by 2025.

Collateral:

Registered mortgage of 5,104.17 sft on the 11th floor (west side) and 02 nos. of car parking space of a 14 storied building under name and style of Saiham Tower along with undivided and undemarcated share of land measuring 1.188 decimal out of total land measuring 33.10 decimal, situated at House # 34, Road# 136, Gulshan-1, Dhaka.

| | | | |
|---|-------|--------------------|--------------------|
| 15.00 Short Term Loan | | | |
| Bank Loan and Overdraft | 13.01 | 576,098,552 | 846,896,199 |
| Mrs. Momena Begum | | 17,500,000 | 17,500,000 |
| | | 593,598,552 | 864,396,199 |
| 15.01 Bank Loan and Overdraft | | | |
| This consists of as follows: | | | |
| Short Term Loan-HSBC | | - | 20,000,000 |
| Short Term Loan (USD) -HSBC | | 57,715,625 | 92,895,000 |
| Short Term Loan-EBL | | - | 98,000,000 |
| Lanka Bangla Finance | | - | 3,400,304 |
| IDBP- HSBC Ltd | | 112,507,775 | 21,000,470 |
| IDBP-Eastern Bank Ltd. | | 14,445,025 | 49,022,770 |
| EDF loan against Import of Raw Cotton | | 306,837,086 | 562,577,655 |
| CC A/C with Eastern Bank Ltd | | (11,380,991) | - |
| SP A/C with Eastern Bank Ltd | | 96,565,899 | - |
| CC A/C with Standard Chartered Bank | | (591,867) | - |
| | | 576,098,552 | 846,896,199 |
| The cash credit facilities secured by the hypothecation of stock of raw cotton, work in process, finished goods, trade debtors and Directors personal security and guarantee. | | | |
| 16.00 Term Loan Current Maturity | | | |
| Prime Bank Ltd | | 12,500,004 | 12,500,004 |
| | | 12,500,004 | 12,500,004 |
| 17.00 Trade & Other Creditors | | | |
| This is arrived as follows: | | | |
| Against Local materials | | 18,257,551 | 6,039,057 |
| Against Raw Materials | | 304,825,652 | 718,791,822 |
| | | 323,083,203 | 724,830,879 |
| 18.00 Income Tax Provision | | | |
| Opening Balance | | - | - |
| Add: Provision made during the period | | 12,639,457 | 6,126,317 |
| | | 12,639,457 | 6,126,317 |
| Less: Income Tax paid | | | |
| Tax deducted at source u/s 82C | | (8,551,941) | (6,126,317) |
| Closing Balance | | 4,087,515 | - |
| 18.01 Current Tax | | 12,639,457 | 6,126,317 |
| (Higher of i, ii, iii) | | | |
| i) Regular Tax | | | |
| Profit before-Tax | | 42,550,130 | (70,004,255) |
| Accounting Depreciation | | 84,625,898 | 182,216,887 |
| Capital Allowance | | (43,848,386) | (108,817,215) |
| Other income & Non operating Income | | (1,403,106) | (2,789,182) |
| Income/(loss) from business | | 81,924,536 | 606,235 |
| Tax on business income @ 15% | | 12,288,680 | 90,935 |
| Tax on Non operating income @ 25% | | 350,776 | 697,296 |
| Total tax liability | | 12,639,457 | 788,231 |



Saiham Textile Mills Ltd.

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

| | | Amount in Taka | |
|---|---------------------|-------------------|-------------------|
| | | December 31, 2020 | June 30, 2020 |
| ii) Minimum tax U/S-82C(2) | | | |
| Tax deducted at source | | 4,829,562 | 6,126,317 |
| iii) Minimum tax U/S-82C(4) | | | |
| Turnover | 0.36% 1,155,631,524 | 4,160,273 | 5,912,580 |
| Non-operating income | 0.36% 335,044 | 1,206 | 1,838 |
| Other income | 0.60% 1,068,062 | 6,408 | 13,671 |
| | | 4,167,888 | 5,928,090 |
| 19.00 Payable and Accruals | | | |
| This is arrived as follows: | | | |
| Gas charges | | 8,513,499 | 8,830,600 |
| Rights Share money Refundable | | 15,000 | 15,000 |
| Unclaimed Dividend Dhaka Bank Ltd | | 4,015,344 | 3,918,933 |
| Unclaimed Dividend HSBC Ltd. | | 4,869,580 | 5,200,916 |
| Security Deposit with Saiham Sky view | | 740,883 | 1,119,690 |
| Auditor Fees | | 253,000 | 437,000 |
| Provision for Salary & wages officer staff F/O | | 9,082,707 | 9,049,273 |
| Provision for Gratuity | | 9,605,802 | 3,768,778 |
| Provision for C& F Charges | | 377,178 | 1,170,493 |
| Provision for Board Meeting Fee | | - | 23,000 |
| Provision for provident fund | | 403,060 | 233,518 |
| Provision for remuneration | | 80,000 | 72,000 |
| Tax Deducted at Source | | 22,738 | - |
| Financial Expenses | | 250,750 | - |
| Utility Bill | | 20,818 | - |
| WPPF | 19.01 | 3,358,768 | 1,312,385 |
| | | 41,609,127 | 35,151,586 |
| 19.01 Workers Profit Participation Fund (WPPF) | | | |
| This is arrived as follows: | | | |
| Opening Balance | | 1,312,385 | 1,312,385 |
| Provision made during the period | | 2,046,383 | - |
| | | 3,358,768 | 1,312,385 |
| Payment made during the period | | - | - |
| Closing Balance | | 3,358,768 | 1,312,385 |



Saiham Textile Mills Ltd.

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

| | Amount in Taka | | Amount in Taka | | |
|--|-----------------------------------|-----------------------------------|----------------------------------|----------------------------------|----------------------|
| | July 01,2020 to Dec 31,2020 | July 01,2019 to Dec 31,2019 | Oct 01,2020 to Dec 31,2020 | Oct 01,2019 to Dec 31,2019 | |
| 20.00 Cost of Goods Sold | | | | | |
| This is made up as follows: | | | | | |
| Materials Consumption | | | | | |
| Raw Cotton | 18.01 | 738,240,600 | 945,812,079 | 325,007,028 | 555,450,652 |
| Packing Materials | 18.02 | 10,211,953 | 13,065,135 | 4,651,019 | 5,623,861 |
| Stores and Spares | 18.03 | 22,031,499 | 22,804,666 | 749,180 | 7,721,356 |
| Total materials consumption | | 770,484,052 | 981,681,880 | 330,407,227 | 568,795,869 |
| Direct Wages and Salaries | | 50,162,738 | 60,726,545 | 24,240,120 | 27,375,715 |
| Prime cost | | 820,646,790 | 1,042,408,425 | 354,647,347 | 596,171,584 |
| Add. Factory Overhead | 18.04 | 141,730,970 | 149,375,164 | 67,801,586 | 70,929,012 |
| Total manufacturing cost | | 962,377,760 | 1,191,783,589 | 422,448,933 | 667,100,596 |
| Add. Opening Work-in-process | | 16,246,716 | 17,279,833 | 18,808,633 | 20,019,761 |
| Cost of goods available for use | | 978,624,476 | 1,209,063,422 | 441,257,566 | 687,120,357 |
| Less. Closing Work-in-process | | 20,431,401 | 15,528,347 | 20,431,401 | 15,528,347 |
| Cost of Production | | 958,193,076 | 1,193,535,075 | 420,826,165 | 671,592,010 |
| Add. Opening Stock of Finished Goods | | 124,797,782 | 77,582,070 | 95,456,116 | 175,779,915 |
| Cost of goods available for sales | | 1,082,990,858 | 1,271,117,145 | 516,282,281 | 847,371,925 |
| Less. Closing Stock of Finished Goods | | 51,442,727 | 510,660,088 | 51,442,727 | 510,660,088 |
| Cost of Goods Sold | | 1,031,548,130 | 760,457,057 | 464,839,554 | 336,711,837 |
| 20.01 Raw Cotton | | | | | |
| This is arrived as follows: | | | | | |
| Opening Stock of Raw Cotton | | 974,038,180 | 508,089,908 | 847,573,999 | 683,074,715 |
| Add. Purchase during the period | | 546,189,491 | 1,220,376,622 | 259,316,830 | 655,030,388 |
| Less: Short Weight Claim | | - | - | - | - |
| Add: (Gain)/Loss on dollar fluctuation | | (127,238) | - | (23,968) | - |
| Raw Cotton available for use | | 1,520,100,433 | 1,728,466,530 | 1,106,866,861 | 1,338,105,103 |
| Less. Closing Stock of Raw Cotton | | 781,859,833 | 782,654,451 | 781,859,833 | 782,654,451 |
| Consumption during the period | | 738,240,600 | 945,812,079 | 325,007,028 | 555,450,652 |
| 20.02 Packing Materials | | | | | |
| This is arrived as follows: | | | | | |
| Opening Stock of Packing Materials | | 1,842,078 | 2,446,220 | 782,289 | 1,079,696 |
| Add. Purchase during the period | | 10,496,182 | 11,488,940 | 5,995,037 | 5,414,190 |
| Packing Materials available for use | | 12,338,260 | 13,935,160 | 6,777,326 | 6,493,886 |
| Less. Closing Stock of Packing Materials | | 2,126,307 | 870,025 | 2,126,307 | 870,025 |
| Consumption during the period | | 10,211,953 | 13,065,135 | 4,651,019 | 5,623,861 |
| 20.03 Stores and Spares | | | | | |
| This is arrived as follows : | | | | | |
| Opening Stock of Spare Parts | | 42,855,705 | 24,601,424 | 33,179,450 | 21,026,878 |
| Add. Purchase during the period | | 16,039,930 | 18,695,306 | 4,433,866 | 7,186,542 |
| Stores and Spares available for use | | 58,895,635 | 43,296,730 | 37,613,316 | 28,213,420 |
| Less. Closing Stock of Spare Parts | | 36,864,136 | 20,492,064 | 36,864,136 | 20,492,064 |
| Consumption during the period | | 22,031,499 | 22,804,666 | 749,180 | 7,721,356 |



Saiham Textile Mills Ltd.

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

| | Amount in Taka | | Amount in Taka | |
|--|-----------------------------------|-----------------------------------|----------------------------------|----------------------------------|
| | July 01,2020 to Dec 31,2020 | July 01,2019 to Dec 31,2019 | Oct 01,2020 to Dec 31,2020 | Oct 01,2019 to Dec 31,2019 |
| 20.04 Factory Overhead | | | | |
| Electric Charges | - | 388,897 | - | 207,475 |
| Gas Charges | 52,107,363 | 57,018,841 | 26,276,449 | 27,940,860 |
| Covered Van and Lorry expenses | 1,213,118 | 2,306,723 | 1,203,268 | 1,045,284 |
| Insurance Premium | 6,531,536 | 3,402,135 | 134,446 | - |
| Factory Maintenance | 1,364,296 | 144,090 | 556,016 | 52,510 |
| Fuel & Lubricants | 2,095,486 | 2,280,971 | 730,037 | - |
| Miscellaneous Expenses | 168,960 | - | 168,960 | - |
| VAT and Excise Duty | 248,997 | 242,959 | 63,093 | 242,959 |
| Depreciation (Annexure- A) | 78,001,214 | 83,590,548 | 38,669,317 | 41,439,924 |
| | 141,730,970 | 149,375,164 | 67,801,586 | 70,929,012 |
| 21.00 Administrative and Marketing Expenses | | | | |
| This consists of as follows: | | | | |
| Directors' Remuneration | 480,000 | 480,000 | 240,000 | 240,000 |
| Salary & Allowances | 14,857,495 | 17,220,753 | 7,259,044 | 7,394,967 |
| Provident fund | 564,006 | 1,234,290 | 143,931 | 743,166 |
| Gratuity | 6,966,354 | 800,000 | 6,966,354 | 300,000 |
| Postage & Stamp | 7,525 | 22,970 | 4,740 | 18,430 |
| Printing | 207,754 | 52,879 | 19,730 | 34,067 |
| Stationery | 94,295 | - | 75,795 | - |
| Maintenance of Vehicle | 268,000 | 1,572,387 | 267,500 | 772,937 |
| Traveling | 233,757 | 16,049 | 129,217 | 4,229 |
| Conveyance | 122,620 | 646,231 | - | 566,379 |
| Entertainment | 237,232 | 531,124 | 72,052 | 240,305 |
| Paper & Periodicals | 3,200 | 17,780 | - | 13,760 |
| Advertisement | 124,250 | 19,400 | 76,250 | - |
| Subscription | 140,000 | 182,800 | 36,600 | 85,785 |
| Insurance Premium | 391,564 | 726,591 | 389,844 | 154,939 |
| Form, Fees & Others | 972,659 | 1,638,079 | 456,784 | 702,452 |
| Board Meeting Fees | 148,500 | 237,667 | 66,000 | 147,667 |
| Welfare Expenses | 30,000 | 143,050 | 15,000 | 43,050 |
| Electric Expenses | 493,797 | 160,036 | 240,535 | 110,036 |
| Rent-a-Car | 235,685 | - | 235,685 | - |
| Utilities expenses | 25,949 | 81,657 | 15,885 | 21,657 |
| Miscellaneous Expenses | 299,937 | 865,474 | 98,000 | 627,835 |
| Selling & Distribution | 165,770 | 1,228,712 | 1,250 | 1,209,849 |
| Business Development Expenses | 40,000 | - | 40,000 | - |
| Fuel & Gas | 715,725 | 390,750 | 279,042 | - |
| Office Maintenance | 124,307 | 140,000 | 26,984 | - |
| Rest House Expenses | 5,600 | - | 5,600 | - |
| Telephone, Telex & Fax | 48,900 | 111,391 | 36,900 | 47,500 |
| Water & Sewerage Charges | - | 115,625 | - | 100,625 |
| IT Expenses | 1,470,000 | 595,500 | 1,155,000 | 219,000 |
| Auditors' Fees | 218,500 | 207,000 | 109,250 | 103,500 |
| Credit Rating fee | 75,000 | - | - | - |
| Consultancy fee | - | 150,000 | - | - |
| Depreciation (Annexure- A) | 6,624,683 | 6,737,520 | 3,283,312 | 3,344,659 |
| | 36,393,064 | 36,325,715 | 21,746,284 | 17,246,794 |



Saiham Textile Mills Ltd.

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

| Amount in Taka | | Amount in Taka | |
|-----------------------------------|-----------------------------------|----------------------------------|----------------------------------|
| July 01,2020 to Dec 31,2020 | July 01,2019 to Dec 31,2019 | Oct 01,2020 to Dec 31,2020 | Oct 01,2019 to Dec 31,2019 |

22.00 Financial Expenses

The above amount comprise of as follows:

| | | | | |
|---------------------------------------|-------------------|-------------------|-------------------|-------------------|
| Interest on Short Term Loan - SCB | 250,750 | 4,852,212 | 250,750 | 2,015,462 |
| Interest on Cash Credit- SCB | 672,298 | 1,159,434 | (430,964) | 648,245 |
| Interest on Short Term Loan-HSBC | 648,088 | 7,286,698 | 182,804 | 2,905,616 |
| Interest on Cash Credit-HSBC | 809,747 | 431,791 | 186,259 | 341,979 |
| Interest on on Cash Credit- EBL | 2,544,462 | 904,450 | 1,426,029 | 303,024 |
| Interest on SP-EBL | 113,531 | - | 113,531 | - |
| Interest on Short Term Loan-DBL | - | 3,966,667 | - | - |
| Interest on Long Term Loan-Prime Bank | 3,026,301 | 4,401,591 | 1,477,083 | 2,156,713 |
| Interest on Short Term Loan-EBL | 3,081,131 | 2,070,939 | 841,626 | 506,876 |
| Interest on Lanka Bangla Finance Ltd. | 265,208 | - | 265,208 | - |
| Overdue Interest | 690,941 | - | (230,779) | - |
| Bank Charges & Commission | 2,372,066 | 2,649,359 | 2,142,208 | 1,043,917 |
| Finance Charge-EDF & UPAS | 31,518,203 | 13,735,752 | 19,107,195 | 5,852,269 |
| | 45,992,726 | 41,458,892 | 25,330,950 | 15,774,102 |

The financial expenses have been increased during the period due to increase of EDF loan facility for import of raw materials.

23.00 Non operating income

| | | | | |
|--------------------------------|----------------|------------------|----------------|------------------|
| Gain/(Loss) on Dollar Fluction | 206,250 | 1,192,093 | 206,250 | 1,192,093 |
| Interest on FDR | 113,593 | 160,298 | - | - |
| Interest on saving A/C | 15,201 | 14,644 | 15,201 | 14,644 |
| | 335,044 | 1,367,035 | 221,451 | 1,206,737 |

24.00 Other income

| | | | | |
|-------------|------------------|------------------|----------------|----------------|
| Office Rent | 1,068,062 | 1,231,450 | 452,237 | 615,625 |
| | 1,068,062 | 1,231,450 | 452,237 | 615,625 |

25.00 Earnings per share (EPS)

The computation of EPS is given below:

| | | | | |
|------------------------------------|-------------|-------------|-------------|-------------|
| Net profit after tax | 29,175,332 | 51,407,930 | 18,203,439 | 23,658,824 |
| Number of total outstanding shares | 90,562,500 | 90,562,500 | 90,562,500 | 90,562,500 |
| Earnings per share (EPS) | 0.32 | 0.57 | 0.20 | 0.26 |



Saiham Textile Mills Ltd.

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

| | December 31, 2020 | June 30, 2020 |
|---|----------------------|----------------------|
| 26.00 Net Assets value (NAV) per share | | |
| Total assets | 5,286,081,475 | 5,929,922,261 |
| Total outside liabilities | 1,478,100,781 | 2,157,373,738 |
| Net assets | 3,807,980,694 | 3,772,548,524 |
| Divided by number of ordinary shares | 90,562,500 | 90,562,500 |
| Net assets value (NAV) per share | 42.05 | 41.66 |

27.00 Related Party Transactions

During the period under review, the company carried out a number of transactions with related party in the normal course of business. The name of the related parties, nature of business and their value have been set out below in accordance with the provisions of IAS 24 "Related Party Disclosures".

| Name of Party | Nature of Transaction | Relationship | 31.12.2020 | 30.06.2020 |
|----------------------------|----------------------------------|----------------------|------------|------------|
| Faisal Spinning Mills Ltd. | Trade & other Receivable/Payable | Common Director | 53,420,300 | - |
| Saiham Cotton Mills Ltd. | Trade & Other Receivable | Common Director | 30,513,178 | 46,416,405 |
| Saiham Knit Composite Ltd. | Trade & Other Receivable | Common Director | - | 68,506,702 |
| Mrs. Momena Begum | Short term loan | Sponsor Share holder | 17,500,000 | 17,500,000 |
| Director Remuneration | Remuneration | Managing Director | 480,000 | 960,000 |
| Board Meeting Fee | Meeting Fee | Directors | 148,500 | 253,000 |

To comply with BSEC notification No. SEC/CMRRCD/2008-183/Admin/03-30 dated June 1, 2009 and BSEC notification No. SEC/CMRRCD/2006-159/Admin/02-10 dated September 01, 2006 the company has taken approval in its AGM dated 12th December 2019 for supply of goods and materials amounting 1% or above of the revenue for the immediate preceding financial period with its related parties.

| July 01,2020 to Dec 31,2020 | July 01,2019 to Dec 31,2019 |
|-----------------------------------|-----------------------------------|
|-----------------------------------|-----------------------------------|

28.00 Reconciliation of cash flows from operating activities under indirect method

| | | |
|---|--------------------|--------------------|
| Profit before Tax | 42,550,130 | 68,424,574 |
| Adjustment to Reconcile Profit before Tax provided by operating activities: | | |
| Add: Depreciation | 84,625,898 | 90,328,069 |
| Less: Unrealized gain/(loss) for change in exchange rate of foreign currency | (1,495,803) | (6,071,054) |
| Add: loss on asset disposal | - | - |
| Add: Finance expenses | 45,992,726 | 41,458,892 |
| Less: Income Tax Paid | (4,829,562) | (4,969,904) |
| Changes in current assets and liabilities: | | |
| (Increase) / Decrease in Inventories | 265,713,353 | (700,205,520) |
| (Increase) / Decrease in Trade and Sundry Receivable-net off unrealized gain/(loss) | 159,911,090 | 856,595,570 |
| (Increase) / Decrease in Advance, deposits & prepayments | (31,003) | (12,822,655) |
| Increase/ (Decrease) In trade creditors-net off unrealized gain/(loss) | (401,722,554) | 221,498,671 |
| Increase / (Decrease) payables & Accruals | 6,457,541 | 4,726,828 |
| Net cash flow from operating activities | 197,171,815 | 558,963,472 |



Saiham Textile Mills Ltd.

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

Saiham Textile Mills Limited
Property, Plant and Equipment (Spinning unit)
As at December 31, 2020

Annexure - A

| Particulars | Cost | | | Rate of dep. (%) | Depreciation | | | W.D.V. as at 31.12.2020 |
|------------------------------------|--------------------------|----------------------------|------------------------------|------------------|--------------------------|---------------------------|------------------------------|-------------------------|
| | Balance as on 01.10.2020 | Addition During the period | Adjustment during the period | | Balance as on 01.10.2020 | Charged during the period | Adjustment during the period | |
| Land & Land Development | 10,139,142 | - | - | - | - | - | - | 10,139,142 |
| Factory Building & Other Construct | 56,738,872 | - | - | 5 | 36,061,881 | 258,462 | - | 36,320,343 |
| Building Office Space | 144,715,490 | - | - | 5 | 24,306,757 | 1,505,109 | - | 25,811,866 |
| Plant & Machineries | 628,990,793 | - | - | 7.5 | 482,361,101 | 2,749,307 | - | 485,110,408 |
| Furniture & Fixtures | 3,940,116 | - | - | 10 | 3,371,247 | 14,222 | - | 3,385,469 |
| Motor Vehicles | 25,984,684 | - | - | 15 | 13,925,875 | 452,205 | - | 14,378,080 |
| Sundry Assets | 9,585,905 | - | - | 10 | 8,379,801 | 30,153 | - | 8,409,953 |
| Office Equipments | 9,646,672 | 78,000 | - | 10 | 4,543,918 | 128,219 | - | 4,672,137 |
| Sub-Total (a) | 889,741,674 | 78,000 | - | | 572,950,580 | 5,137,677 | - | 578,088,257 |

(b) Revaluation:

| Particulars | Cost | | | Rate of dep. (%) | Depreciation | | | W.D.V. as at 31.12.2020 |
|------------------------------------|--------------------------|----------------------------|------------------------------|------------------|--------------------------|---------------------------|------------------------------|-------------------------|
| | Balance as on 01.10.2020 | Addition during the period | Adjustment during the period | | Balance as on 01.10.2020 | Charged during the period | Adjustment during the period | |
| Land & Land Development | 456,315,538 | - | - | - | - | - | - | 456,315,538 |
| Factory Building & Other Construct | 348,798,084 | - | - | 5 | 72,460,322 | 3,454,222 | - | 75,914,544 |
| Building Office Space | 76,081,074 | - | - | 5 | 15,562,583 | 756,481 | - | 16,319,064 |
| Plant & Machineries | 336,855,612 | - | - | 7.5 | 166,669,367 | 3,190,992 | - | 169,860,360 |
| Motor Vehicles | 1,053,862 | - | - | 15 | 808,558 | 9,199 | - | 817,757 |
| Sub-Total (b) | 1,219,104,170 | - | - | | 255,500,831 | 7,410,894 | - | 262,911,725 |
| Grand Total (a+b) | 2,108,845,844 | 78,000 | - | - | 828,451,411 | 12,548,571 | - | 840,999,982 |

Depreciation Charge to :

Cost of Production
Administrative Expenses
Total

9,652,983
2,895,588
12,548,571



Saiham Textile Mills Ltd.

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

Saiham Textile Mills Limited
Property, Plant and Equipment (Melange unit)
Property, Plant and Equipment
As at December 31, 2020

Annexure - B

| Particulars | Cost | | | Rate of dep. (%) | Depreciation | | | W.D.V. as at 31.12.2020 |
|-----------------------------------|--------------------------|----------------------------|------------------------------|------------------|--------------------------|---------------------------|------------------------------|-------------------------|
| | Balance as on 01.10.2020 | Addition during the period | Adjustment during the period | | Balance as on 01.10.2020 | Charged during the period | Adjustment during the period | |
| Land & Land Development | 53,959,490 | - | - | - | - | - | - | 53,959,490 |
| Factory Building & Other Construc | 280,359,043 | - | - | 5 | 77,242,742 | 2,538,954 | - | 200,577,347 |
| Plant & Machineries | 1,214,564,845 | - | - | 7.5 | 510,631,012 | 13,198,759 | - | 690,735,074 |
| Furniture & Fixtures | 415,575 | - | - | 10 | 189,291 | 5,657 | - | 220,627 |
| Motor Vehicles | 17,837,434 | - | - | 15 | 9,732,011 | 303,953 | - | 7,801,470 |
| Sundry Assets | 2,195,487 | - | - | 10 | 698,371 | 37,428 | - | 1,459,688 |
| Office Equipments | 2,766,100 | - | - | 10 | 1,138,655 | 40,686 | - | 1,586,759 |
| Sub-Total (a) | 1,572,097,974 | - | - | | 599,632,082 | 16,125,438 | - | 956,340,454 |

(b) Revaluation:

| Particulars | Cost | | | Rate of dep. (%) | Depreciation | | | W.D.V. as at 31.12.2020 |
|-----------------------------------|----------------------|-----------------|-----------------------|------------------|--------------------------|---------------------------|-----------------------|-------------------------|
| | Balance as on | Addition during | Adjustment during the | | Balance as on 01.10.2020 | Charged during the period | Adjustment during the | |
| Land & Land Development | 489,028,911 | - | - | - | - | - | - | 489,028,911 |
| Factory Building & Other Construc | 468,447,353 | - | - | 5 | 32,647,365 | 5,447,500 | - | 430,352,489 |
| Plant & Machineries | 465,976,656 | - | - | 7.5 | 48,316,864 | 7,831,121 | - | 409,828,671 |
| Sub-Total (b) | 1,423,452,920 | - | - | | 80,964,229 | 13,278,621 | - | 1,329,210,070 |
| Grand Total (a+b) | 2,995,550,894 | - | - | | 680,596,311 | 29,404,059 | - | 2,285,550,525 |

Depreciation Charge to :

| | |
|-------------------------|-------------------|
| Cost of Production | 29,016,334 |
| Administrative Expenses | 387,724 |
| Total | 29,404,059 |