



Ref: SCML/04/212/2021

Dated: Dhaka
May 20, 2021

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 Cotton Mills Ltd. in its Board Meeting held on May 20, 2021 at 3.30 P.M. at its Dhaka Office has taken the following price sensitive decision regarding the Un-audited Third Quarterly Financial Statements for the period ended March 31, 2021.

SL No.	Particulars	July,2020 To March,2021	July,2019 To March,2020	January,2021 To March, 2021	January,2020 To March, 2020
01	Profit before Tax	14,71,06,419	12,03,47,724	7,28,68,237	3,21,25,390
02	Profit after Tax	10,72,55,999	8,36,83,914	5,29,35,161	1,66,65,416
03	Earnings Per Share (EPS)	0.72	0.56	0.36	0.11
04	NAV Per Share	36.65	37.14	-	-
05	Net Operating Cash Flow Per Share (NOCFPS)	6.50	0.03	-	-

Thanking you

Yours faithfully


(Md. Sahinur Kabir, ACS)
Company Secretary

- Copy to:** (i) **The Managing Director**
Dhaka Stock Exchange Ltd.
DSE Tower
Plot # 46, Road # 21
Nikunja-02, North Airport Road,
Dhaka-1229.
- (ii) **The Managing Director**
Chittagong Stock Exchange Ltd.
Eunoos Trade Centre (Level-15)
52-53, Dilkusha C/A, Dhaka – 1000.



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

Sub: Submission of un-audited Third Quarterly Financial Statements of Saiham Cotton Mills Ltd.

Dear Sir,

As per regulation in 17(3) of DSE Listing Regulations 2015 & BSEC's Directive vide # BSEC/CMRRCD/2009-193/17 dated May 03, 2021, we are pleased to enclose herewith the un-audited Third Quarterly Financial Statements for the period ended March 31, 2021 of Saiham Cotton Mills Ltd. The above un-audited Third Quarterly Financial Statements are also available in the website of the Company.

The website of Saiham Cotton Mills Ltd. is www.saihamcotton.com

Thanking you,

Yours faithfully,


(Md. Sahinur Kabir, ACS)
Company Secretary

CC to:

1)

The Managing Director
Dhaka Stock Exchange Ltd.
DSE Tower
Plot # 46, Road # 21
Nikunja-02, North Airport Road,
Dhaka-1229.

2)

The Managing Director
Chittagong Stock Exchange Ltd.
Eunoos Trade Centre (Level – 15)
52-53, Dilkusha C/A
Dhaka – 1000.

Statement of Financial Position
As at March 31, 2021

Particulars	Notes	Amount in Taka	
		March 31, 2021	June 30, 2020
ASSETS:			
Non-Current Assets:			
Property, Plant and Equipment	3.00	5,498,859,316	5,152,105,158
Investment	4.00	511,773,686	525,488,190
Total Non-Current Assets		6,010,633,002	5,677,593,348
Current Assets:			
Inventories	5.00	1,122,290,347	2,151,227,203
Trade and Other Receivables	6.00	920,820,279	1,196,234,014
Sundry Receivables	7.00	590,370,221	-
Advance, Deposits and Pre-payments	8.00	410,439,338	130,790,676
Cash and Cash Equivalents	9.00	124,372,807	56,535,390
Total Current Assets		3,168,292,992	3,534,787,282
Total Assets		9,178,925,995	9,212,380,629
EQUITY AND LIABILITIES:			
Shareholder's Equity:			
Share Capital	10.00	1,487,750,000	1,487,750,000
Share Premium		751,750,000	751,750,000
Revaluation Surplus	11.00	2,328,475,388	2,418,070,423
Retained Earnings		877,917,911	690,492,112
FVOCI Reserve		7,337,706	3,958,612
Total Shareholders Equity		5,453,231,005	5,352,021,148
Non-Current Liabilities:			
Deferred tax liabilities	12.00	571,379,207	576,254,554
Liability against Capital Machinery	13.00	545,002,031	137,517,861
Long Term Loan	14.00	206,470,527	211,620,466
Total Non-Current Liabilities		1,322,851,764	925,392,881
Current Liabilities:			
Short Term Loan	15.00	2,166,537,762	2,706,258,308
Long Term Loan Current Maturity	14.00	70,369,356	106,344,792
Trade & Other Creditors	16.00	93,052,117	69,416,912
Income Tax Provision	17.00	(840,994)	(9,063,871)
Payable and Accruals	18.00	73,724,985	62,010,461
Total Current Liabilities		2,402,843,225	2,934,966,602
Total Liabilities		3,725,694,989	3,860,359,482
Total Equity and Liabilities		9,178,925,995	9,212,380,629
Net Assets Value per Share	25.00	36.65	35.97


Managing Director


Director


Chairman


Chief Financial Officer


Company Secretary





Statement of Profit or Loss and Other Comprehensive Income
For the period ended March 31, 2021

Particulars	Notes	Amount in Taka		Amount in Taka	
		July 01,2020 to Mar 31,2021	July 01,2019 to Mar 31,2020	Jan 01,2021 to Mar 31,2021	Jan 01,2020 to Mar 31,2020
Turnover		2,593,029,898	2,326,582,549	740,540,414	994,638,593
Cost of goods sold	19.00	(2,267,307,928)	(2,061,088,025)	(643,856,668)	(896,721,715)
Gross Profit		325,721,970	265,494,525	96,683,746	97,916,878
Administrative and Marketing Expenses	20.00	(63,599,125)	(59,374,030)	(19,797,870)	(20,422,703)
Financial Expenses	21.00	(127,478,437)	(136,996,038)	(38,197,035)	(48,735,683)
Operating Profit		134,644,408	69,124,456	38,688,842	28,758,492
Non-Operating Income	22.00	(959,538)	20,250,131	590,550	2,131,380
Other income	23.00	30,882,621	42,529,132	18,354,073	23,096
Operating Profit Before WPPF & WWF		164,567,491	131,903,719	57,633,465	30,912,968
Expenses for WPPF & WWF		(7,836,547)	(6,017,386)	(2,744,451)	(1,606,270)
Unrealized gain/(loss) for change in exchange rate of foreign currency		(9,624,525)	(5,538,609)	17,979,222	2,818,692
Profit before Tax		147,106,419	120,347,724	72,868,237	32,125,389
Provision for Tax		(39,850,420)	(36,663,809)	(19,933,076)	(15,459,974)
Current Tax	17.00	(26,088,594)	(21,843,769)	(12,144,732)	(6,912,403)
Prior Year Tax		(3,201,740)	(5,858,968)	(3,201,740)	(5,858,968)
Deferred Tax	12.1.1	(10,560,087)	(8,961,073)	(4,586,603)	(2,688,603)
Net Profit after Tax		107,255,999	83,683,914	52,935,161	16,665,416
Other Comprehensive Income/(Loss)		19,189,983	(799,110)	3,926,998	208,610
Adjustment for unrealized gain/(loss) on marketable securities		3,754,549	(887,900)	(3,619)	231,789
Deferred tax adjustment on marketable securities		(375,455)	88,790	362	(23,179)
Deferred Tax Adjustment		15,810,889	-	3,930,255	-
Total Comprehensive Income for the period		126,445,981	82,884,804	56,862,159	16,874,026
Earnings Per Share (EPS)	24.00	0.72	0.56	0.36	0.11


Managing Director


Director


Chairman


Chief Financial Officer


Company Secretary



Statement of Cash Flows
For the period ended March 31, 2021

Particulars	Amount in Taka		
	July 01,2020 to Mar 31,2021	July 01,2019 to Mar 31,2020	
A. Cash Flows From Operating Activities			
Collection from customers & others	2,294,347,845	2,309,352,035	
Payment for cost and expenses	(1,336,337,646)	(2,333,881,101)	
Collection from non-operating income	(724,956)	19,777,487	
Collection from other income	30,882,621	42,529,132	
Income tax paid	(21,067,457)	(32,612,851)	
Net cash used in operating activities	967,100,406	5,164,701	
B. Cash Flows From Investing Activities			
Acquisition of property, plant and equipment	(606,592,765)	(20,315,199)	
Godown building destroyed by fire	16,399,868	-	
Insurance Claim for Godown building destroyed by fire	(16,399,868)	-	
Sale of property, plant and equipment	200,000	650,000	
Investment in shares of listed company	3,890,287	1,371,955	
Investment in FDR	13,578,766	6,356,067	
Net cash flows from investing activities	(588,923,712)	(11,937,178)	
C. Cash Flows From Financing Activities			
Short-term loan	(546,607,815)	492,668,910	
Liability against capital machinery	404,758,039	(106,500,834)	
Long Term Loan	(41,010,912)	(103,652,124)	
Interest paid on borrowings	(127,478,437)	(136,996,038)	
Dividend paid	-	(148,775,000)	
Net cash flows from financing activities	(310,339,124)	(3,255,086)	
D. Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	67,837,570	(10,027,563)	
Cash & Cash Equivalents at beginning of the period	56,535,390	37,076,890	
Effects of exchange rate changes	(153)	-	
Cash & Cash Equivalents at end of the period	124,372,807	27,049,327	
Net Operating Cash Flow Per Share (NOCFPS)	28.00	6.50	0.03


Managing Director


Director


Chairman


Chief Financial Officer


Company Secretary



Statement of Changes in Equity
For the period ended March 31, 2021


Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
Balance as at July 01, 2020	1,487,750,000	751,750,000	2,418,070,423	3,958,612	690,492,112	5,352,021,148
Net Profit after Tax during the period	-	-	-	3,379,094	107,255,999	107,255,999
Unrealized gain on marketable securities	-	-	-	-	-	3,379,094
Adjustment for building structure destroyed by fire	-	-	(25,236,124)	-	-	(25,236,124)
Adjustment for depreciation on revalued assets	-	-	(80,169,800)	-	80,169,800	-
Adjustment for revaluation of P.P.E. and deferred tax	-	-	15,810,889	-	-	15,810,889
Balance as at March 31, 2021	1,487,750,000	751,750,000	2,328,475,388	7,337,706	877,917,911	5,453,231,005

Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
Balance as at July 01, 2019	1,487,750,000	751,750,000	2,517,331,588	4,767,343	817,148,198	5,578,747,129
Net Profit after Tax	-	-	-	-	83,683,914	83,683,914
Unrealized loss on marketable securities	-	-	-	(799,110)	-	(799,110)
Adjustment for depreciation on revalued assets	-	-	(86,216,735)	-	86,216,735	-
Adjustment for revaluation of P.P.E. and deferred tax	-	-	12,932,510	-	-	12,932,510
Dividend Paid(2018-19)	-	-	-	-	(148,775,000)	(148,775,000)
Balance as at March 31, 2020	1,487,750,000	751,750,000	2,444,047,363	3,968,233	838,273,847	5,525,789,443


Chairman


Director


Company Secretary


Managing Director


Chief Financial Officer



Notes to the Financial Statements
As at and for the period ended March 31, 2021

1. Reporting Entity

1.1. Background of the Entity

Saiham Cotton Mills Ltd. (SCML) was incorporated on May 30, 2002 as a Private Limited Company under the Company Act, 1994 and subsequently it was converted as a Public Limited Company in April, 2010. The registered office of the company is situated at Noyapara, P.O: Saiham Nagar, U.Z: Madhabpur, Habiganj, while Dhaka office is situated at House # 34(11th floor), Road # 136, Gulshan – 1, Dhaka – 1212.

Saiham Cotton Mills Ltd. (SCML) had floated its 4,75,00,000 shares of Tk. 10/- each at Tk. 20/- each including premium of Tk. 10/- per share to general public through Initial Public Offering (IPO) after obtaining consent from Securities and Exchange Commission (SEC) vide their letter no. SEC/CI/IPO-159/2011/898 dated December 18, 2011.

1.2. Nature of Business

The company operates as industrial spinning plant having one of the largest and modern cotton mill for 100% export oriented industries in Bangladesh. The Company manufactures auto coned electronically cleared cotton carded and combed grey yarn.

2. Basis of preparation and Presentation of financial statements

2.1 Statement of Compliance

The financial statements have been prepared in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act 1994, Securities and Exchange Rules 1987 and other relevant local laws as applicable.

2.2 Basis of Preparation

The financial statements of the company have been prepared assuming Going Concern basis based on the accrual basis of accounting following under the historical cost convention except property, plant and equipment (PPE), investment in shares and investment in FDR.

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”.

2.4 Reporting period:

These financial statements covered 09 (Nine) months from July 01, 2020 to March 31, 2021.

2.5 Comparative Figure:

Comparative information has been disclosed in respect of the year ended June 30, 2020 for Statement of Financial Position sheet item and 31 March 2020 for Income Statement information in the financial statements and also narrative and descriptive where it is relevant for understanding of the current year’s financial statements.



2.6 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 21	The Effects of Changes in Foreign Exchange Rates	Complied
08	IAS 24	Related Party Disclosures	Complied
09	IAS 33	Earnings per Share	Complied
10	IFRS 09	Financial Instruments	Complied
11	IFRS 13	Fair Value Measurement	Complied
12	IFRS 15	Revenue from Contracts with Customers	Complied

2.7 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 concern basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any periods affected.

2.8 Going concern Review

As per IAS-1, a company is required to make assessment at the end of each year to make assessment of its capability to continue as going concern. Management of the company makes such assessment each year. The company has adequate resources to continue its operation for the foreseeable future and has wide coverage of its liabilities. For this reason, the directors continue to adopt going concern assumption while preparing the financial statements.

2.9 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) Statement of Financial Position as at March 31, 2021;
- ii) Statement of Profit or Loss and Other Comprehensive Income for the period ended March 31, 2021;
- iii) Statement of Changes in Equity for the period ended March 31, 2021;
- iv) Statement of Cash Flows for the period ended March 31, 2021; and
- v) Accounting Policies and explanatory notes to the financial statements for the period ended March 31, 2021.



2.10 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.

2.11 Property, Plant and Equipments (PPE):

Property, plant and equipment 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 equipment 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

No depreciation has been charged on Land and Land development considering the unlimited useful life. Depreciation has been charged from the date when the assets became available for use. The rates of depreciation at the following rates are applied from the use of commercial production. Depreciation has been charged on PPE under diminishing balance method.

Name of assets	Rates
Building and Others Construction	5.00%
Plant and Machineries	7.50%
Furniture and Fixtures	10.00%
Motor Vehicles	15.00%
Office Equipments	10.00%
Sundry Assets	10.00%

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.

Valuation of the subject Assets and properties was carried out on the basis of following applicable standards and guidelines:

- A) The valuation was undertaken in accordance with International Accounting Standard (IAS-16), International Financial Reporting Standards (IFRS-13) and International Valuation Standards (IVS).
- B) The valuation was undertaken in accordance with the Bangladesh Securities and Exchange Commission (BSEC) Guideline vide reference no. SEC/CMRRCD/2009-193/150/Admin/.... Dated August 18, 2013.
- C) The subject assets were revalued at fair value as per the standards for revaluation of those assets. The definition of 'fair value' is reproduced below:
"Fair value is the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction".
- D) The valuation exercise was undertaken after considering five Fundamental Principles of Ethical Conduct namely Integrity, Objectivity, Competence, Confidentiality and Professional Behavior.

Date of 1st Revaluation Report: December 20, 2010.
Date of 2nd Revaluation Report: April 28, 2019.

Date of incorporation of the 1st valuation in the financial statements December 31, 2010.
Date of incorporation of the 2nd valuation in the financial statements May 1, 2019.

1st Valuer : Vigilant Survey Associates
2nd Valuer : ATA Khan & Co. Chartered Accountants

2.12 Investment in Shares:

Investment in marketable ordinary shares has been shown at market price and classified as Fair value through other comprehensive income (FVOCI) financial instruments. Any adjustment for diminution in value of share as on closing of the year on an individual investment basis is made in the financial statement which is reflected in the other comprehensive income statement.

2.13 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 the sale. 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 as follows:

Raw Cotton	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.
Finished Goods (Yarn)	At lower of weighted average cost or net realizable value

2.14 Revenue Recognition:

In compliance with the requirements of IFRS - 15 “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;
- the enterprise retains neither continuing managerial involvement to the degree usually associated with ownership of the goods;
- the amounts of revenue can be measured reliably ;
- it is probable that the economic benefits associated with the transaction will flow to the entity; and
- The cost incurred or to be incurred in respect of the transaction can be measured reliably.

2.15 Functional and Presentation Currency and level of precision:

These financial statements are presented in Bangladeshi Taka (Taka/Tk./BDT) which is both functional currency and presentation currency of the Company.

2.16 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 of statement of comprehensive income.

I) Basic Earning 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 number of shares outstanding 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.

2.17 Cash & Cash Equivalent

According to IAS – 7 “Statement of Cash Flows” cash comprises of cash in hand and cash at bank. Considering the provisions of IAS – 7 cash in hand and bank balances have been considered as cash and cash equivalents.

2.18 Cash Flow Statement

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





2.19 Provision, Accruals and Other Payables

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.

2.20 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. Gain or losses resulting from foreign currency transactions are taken to the Comprehensive Income statement complying with IAS- 21: “The Effects of Changes in Foreign Exchange Rates”.

2.21 Borrowing costs:

In compliance with the requirement of IAS – 23 “Borrowing costs” 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.

2.22 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.

2.23 Taxation:

Current Tax:

Current tax provision has been made as per 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 “.

2.24 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.



2.25 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.

2.26 Responsibility for Preparation and Presentation of Financial Statement:

The Board of Directors 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).

2.27 Related Party Disclosures:

As per IAS- 24: “Related Party Disclosures” 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.

2.28 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 statement and events after the statement of financial position date that are not adjusting event are disclosed in the notes when material.

2.29 Significant Event:

During the period net profit after tax has been increased as compared to previous year same period due to increase in selling price, Other income & decrease in financial expenses. As a result EPS has been increased.

During the period Net Operating Cash Flow per Share increased due to increase in export collection & decrease in Inventory compared to previous year same period.

2.30 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	
		March 31, 2021	June 30 2020
3.00	Property Plant and Equipment		
	This is arrived as follows:		
	Balance as on July 01 2020	6,886,316,847	6,735,829,563
	Addition during the period	606,592,765	155,067,284
	Adjustment during the period	(48,312,500)	(4,580,000)
	Total as on March 31 2021	7,444,597,112	6,886,316,847
	Accumulated Depreciation	(1,734,211,689)	(1,463,891,574)
	Depreciation value	5,710,385,423	5,422,425,273
	Depreciation charge during the period	(217,768,032)	(274,722,759)
	Depreciation Adjustment during the period	6,241,926	4,402,644
	Written down value as on March 31 2021	5,498,859,316	5,152,105,158

(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.

4.00	Investment			
	Investment in Unquoted company (FSML)	4.01	60,499,400	60,499,400
	Investment in shares of listed company	4.02	4,061,968	4,197,706
	Investment in FDR	4.03	447,212,318	460,791,084
			511,773,686	525,488,190
4.01	Investment in Unquoted company (FSML)		60,499,400	60,499,400
			60,499,400	60,499,400

4.02 Investment in Shares of Listed Company

Investment in ordinary shares comprises of shares of various listed company's shares .

Name of the company	No. of Shares	March 31 2021		June 30 2020
		Cost	Market Value	Market Value
AIL	-	-	-	26,200
CITYGENINS	-	-	-	462,220
CNATEX	-	-	-	142,500
ESQUIRENIT	-	-	-	109,500
FARCHEM	46,700	611,018	457,660	470,390
FASFIN	-	-	-	36,000
FEDERALINS	-	-	-	61,200
FINEFOODS	4,500	332,972	223,200	-
FORTUNE	5,400	125,536	90,720	-
FUANGFOOD	-	-	-	150,800
GSPFINANCE	-	-	-	67,100
IBP	-	-	-	247,200
IFIC	13,000	196,053	148,200	-
ISLAMIINS	4,000	208,832	149,200	-
KTL	-	-	-	162,750
LAKABAFIN	3,500	107,932	96,950	-
LAKABAFIN	9,000	287,345	249,300	-
MONNOCERA	2,626	354,105	332,977	-
NFML	-	-	-	113,100
NORTHRNINS	10,890	485,218	345,213	-
ORIONPHARM	8,000	424,326	355,200	-



	Amount in Taka			
			March 31, 2021	June 30 2020
PLFSL	10,000	292,722	30,000	30,000
RAKCERAMIC	-	-	-	66,300
ROBI	1,000	46,184	44,300	-
SAIFPOWER	-	-	-	369,538
SHURWID	5,000	115,460	108,500	-
SINGERBD*	1,800	331,621	298,440	-
SONARBAINS	-	-	-	387,447
SPCERAMICS	1,000	32,864	20,900	-
UNITEDAIR	410,000	3,385,431	779,000	854,000
USMANIAGL	1,000	65,562	44,800	-
YPL	10,000	138,554	111,000	-
WMSHIPYARD	9,500	122,086	109,250	-
Green Delta F. Services Ltd. BO-1203620023711436	-	45,972	45,972	214,566
ICB	-	-	-	180,576
BRAC EPL BALANCE TK.	-	21,186	21,186	46,318
Total		7,730,980	4,061,968	4,197,706

4.03 Investment in FDR

	Purpose		
Dhaka Bank 0010720	Bank Guarantee	1,083,262	1,040,549
Bank Asia(0048960/1858)	Bank Guarantee	4,410,026	4,236,136
UNICAP0311	Term Loan	18,619,141	17,884,977
UFIL 1516	-	-	24,796,432
UFIL 2916	-	-	23,150,399
UNICAP2015 08 211	Term Loan	62,840,411	60,362,575
UNICAP2015 08 232	Term Loan	21,441,760	24,142,832
UFIL 19918	-	-	54,238,000
UFIL 19818	-	-	54,238,000
IDLC Finance 38927		67,522,452	64,860,000
IDLC Finance 38928		67,522,452	64,860,000
UFIL 6919		-	65,620,000
Bank Asia02155011152/0363017	Bank Guarantee	547,139	525,565
Bank Asia 02155011224/19	Bank Guarantee	869,921	835,619
Bank Asia 0363394	Bank Guarantee	954,608	-
Bank Asia ,0358530		25,120,000	-
Bank Asia ,0358531		25,120,000	-
DBH -71000190556		20,543,645	-
Dhaka Bank316422		40,240,000	-
Dhaka Bank316423		40,240,000	-
IDLC,11252217171206		50,137,500	-
		447,212,318	460,791,084

Out of total Tk. 447,212,318 Tk. 7,864,957 Fixed Deposit Receipts are under lien with various banks against bank guarantee and Taka 102,901,312 Fixed Deposit Receipts are lien marked with HSBC Ltd. against term loan.





		Amount in Taka	
		March 31, 2021	June 30 2020
5.00 Inventories			
	This represents as follows:		
		Quantity	Amount in Tk.
	Raw Materials	9,689,922 Lbs	668,604,605
	Work in Process	203,365 Kgs	32,681,767
	Finished Goods	1,319,318 Kgs	366,744,490
	Stores & Spare Parts	N/A	51,518,133
	Oil & Lubricants	N/A	411,506
	Packing Materials	N/A	2,329,846
			1,122,290,347
			2,151,227,203

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 .

6.00 Trade and other receivables

Aging of Trade Debtors

Trade debtors aged upto 90 days	488,481,553	283,124,477
Trade debtors aged upto 180 days	337,485,183	831,232,470
Other receivables	94,853,543	81,877,067
	920,820,279	1,196,234,014

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.	723,333,873	1,034,982,432
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.	197,486,406	161,251,582
VI. The maximum amount of receivable due by any director or other officer of the company.	-	-
Total	920,820,279	1,196,234,014

7.00 Sundry Receivables

Claim Receivable from Green Delta Insurance Co.against Raw Cotton	573,970,353	-
Claim Receivable from Green Delta Insurance Co.against Building Construction	16,399,868	-
	590,370,221	-

8.00 Advance Deposits and Prepayments

Security Deposit with Jalalabad Gas	8.01	21,203,783	17,221,252
Security Deposit with Hobigonj Palli Biddut		283,005	283,005
Security deposit with CDBL		500,000	500,000
Advance against salary & wages		224,519	231,619
Advance against local suppliers		6,624,725	3,686,601
Materials in transit		381,603,307	108,868,200
		410,439,338	130,790,676





		Amount in Taka	
		March 31, 2021	June 30 2020
8.01	Security Deposit with Jalalabad Gas		
	Opening Balance as at July 01 2020	17,221,252	15,072,839
	Add: Addition during the period	3,982,531	5,258,864
		21,203,783	20,331,703
	Less: Adjustment made during the period	-	(3,110,451)
	Closing Balance as on March 31 2021	21,203,783	17,221,252
	(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) Materials in transit against various import L/C 's margin and commission of Raw cotton, Spare Parts & Packing Materials.		
9.00	Cash and Cash Equivalents		
	This consists of :		
	Cash in Hand	9.01	1,959,731
	Cash at Banks	9.02	122,413,076
			124,372,807
			204,125
9.01	Cash in Hand		
	Head office		127,402
	Factory Office		79
			1,832,329
			1,959,731
			204,125
9.02	Cash at Banks		
	Janata Bank Motijheel Branch - CD A/C # 023733012107	81,911	85,256
	Janata Bank Noyapara Branch - CD A/C # 0210005125	3,977,149	831,668
	Janata Bank Ltd. SND A/C # 145	96,258	95,227
	Dhaka Bank Islami Branch- CD A/C # 2015	101,634	102,129
	Standard Chartered Bank A/C # 01-1183017-01	24,840	24,840
	HSBC BDT Margin Account # 001 234608-095	10,568	10,568
	HSBC Dividend Account # 001 234608-012	1,786,305	1,783,805
	HSBC Dividend Account # 001 234608-015	1,753,719	1,755,064
	HSBC Dividend Account # 001 234608-901	2,163,783	2,164,128
	HSBC Dividend Account # 001 234608-902	764,169	764,939
	HSBC Dividend Account # 001 234608-903	1,079,393	1,080,673
	HSBC Dividend Account # 001 234608-904	1,577,294	1,577,639
	HSBC Dividend Account # 001 234608-905	1,467,857	1,468,202
	HSBC Dividend Account # 001 234608-906	1,816,520	1,816,865
	HSBC CD A/C # 001234608-013	412	412
	HSBC CD A/C # 001234608-014	5,361	5,361
	Bank Al Falah STD A/C # 0702 03700151	36,854	37,199
	Premier Bank Ltd. A/C # 1021311869	1,821	23,846
	Mutual Trust Bank A/C # 599	78,608	78,249
	Prime Bank Ltd. CD A/C # 44026	212,218	-
	Bkash DM -417	202,111	899,708
	Dutch Bangla Bank A/C # 19259	1,761,297	763,710
	Eastern Bank Ltd. A/C # 72879	746,893	3,676,131
	BRAC Bank A/C # 1501201985342002	1,993,821	1,993,821



	Amount in Taka	
	March 31, 2021	June 30 2020
Foreign Currency Accounts		
HSBC Margin Account # 001234608-091	55,448,241	17,514,012
HSBC FC Account # 001234608-047	1,458,765	2,125
HSBC Offshore A/C # 005	13,806,682	6,395,914
Bank Asia \$ Margin A/C # 11047000002	27,176	27,176
Bank Asia \$ Margin A/C # 21047000002	17,605,843	907,581
Bank Asia ERQ A/C # 11042000002	1,730,428	1,730,428
Bank Asia ERQ A/C # 21047000005	9,240,343	6,368,798
Bank Al Falah Margin A/C # 0702 4502202	910,763	910,763
Prime Bank BTB A/C # 19110	444,041	1,435,030
	122,413,076	56,331,265

10.00 Share Capital

This represents:

Authorized capital

200000000 Ordinary shares of Tk.10 each

2,000,000,000	2,000,000,000
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Issued subscribed and paid up capital :

35000000 Ordinary Shares @ Tk. 10 each fully paid up	350,000,000	350,000,000
17500000 Ordinary Shares @ Tk 10 each fully paid up other than cash	175,000,000	175,000,000
15000000 Ordinary Shares @ Tk.10 each fully paid up	150,000,000	150,000,000
20250000 Ordinary Shares @ Tk.10 each fully paid up Other than cash	202,500,000	202,500,000
47500000 Ordinary Shares @ Tk.10 each fully paid up	475,000,000	475,000,000
13525000 Ordinary Shares @ Tk.10 each fully paid up Other than cash	135,250,000	135,250,000
148775000 Ordinary Shares	1,487,750,000	1,487,750,000

Percentage of shareholding position of different shareholders are as follows:

Name of the Shareholders	31.03.2021		30.06.2020	
	No. of shares	% of holding	No. of shares	% of holding
Sponsors	63,074,998	42.40	63,074,998	42.40
Institutions	18,301,250	12.30	21,274,102	14.30
General Public	67,398,752	45.30	64,425,900	43.30
	148,775,000	100.00	148,775,000	100.00

Classification of Shareholders by holding:

The number of shareholders and shareholding position as at March 31 2021 are given below:

Range of holding	No. of shareholding	No. of shareholders	No. of shareholders
Upto 500 shares	1,860,811	7,314	7,144
501 to 5000 shares	6,276,555	2,778	1,558
5001 to 10000 shares	6,003,102	759	369
10001 to 20000 shares	7,866,007	519	255
20001 to 30000 shares	5,120,823	201	123
30001 to 40000 shares	3,237,083	90	56
40001 to 50000 shares	4,251,637	92	33
50001 to 100000 shares	9,636,580	129	83
100001 to 1000000 shares	25,515,534	109	108
Over 1000000 shares	79,006,868	10	19
Total	148,775,000	12,001	9,748





Amount in Taka	
March 31, 2021	June 30 2020

11.00 Revaluation Surplus

This calculation is arrived as follows:

Opening Balance	2,418,070,423	2,517,331,588
Less: Adjustment for building structure destroyed by fire	(25,236,124)	-
Less: Adjustment for provision of deferred tax	15,810,889	17,516,676
Adjustment for depreciation on revalued assets	(80,169,800)	(116,777,841)
Closing Balance	2,328,475,388	2,418,070,423

12.00 Deferred tax Liabilities

This is arrived as follows:

Opening Balance		576,254,554	580,863,000
Add: Deferred Tax expenses for the period	12.1.1	10,560,087	12,998,089
Add: Deferred tax on Revalued Asset		(15,810,889)	(17,516,676)
Add: Deferred Tax expenses on unrealize gain		375,455	(89,859)
Closing Balance		571,379,207	576,254,554

12.01 Deferred tax liability for the period/period is arrived as follows:**A. Property plant and equipment**

Carrying amount		2,759,476,508	2,307,316,426
Tax base amount		1,686,297,074	1,310,157,930
Taxable temporary difference		1,073,179,434	997,158,496
Tax rate		15%	15%
Deferred tax liability		160,976,915	149,573,774

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

Revalued value of land		1,021,866,807	1,021,866,807
Revalued value of other than land		1,717,516,001	1,822,921,925
Tax Rate			
On land		15%	15%
On other than land		15%	15%

Deferred tax liabilities

For land		153,280,021	153,280,021
For other than land		257,627,400	273,438,289
		410,907,421	426,718,310

C. Deferred Tax on unrealize gain/ (loss)

Opening balance of deferred tax liability for unrealized gain		439,846	529,705
Addition during the period		375,455	(89,859)
		815,301	439,846





		Amount in Taka	
		March 31, 2021	June 30 2020
D. Deferred Tax on Gratuity Provision			
Provision for Gratuity as at March 31 2021		8,802,870	3,182,510
Company tax rate		15%	15%
Deferred tax asset		(1,320,431)	(477,377)
Total (A+B+C+D)		571,379,207	576,254,554
Calculation of deferred tax:			
Deferred tax liability as on March 31 2021		571,379,207	576,254,554
Deferred tax liability as on June 30 2020		576,254,554	580,863,000
Deferred tax increased/(Decrease) during the period		(4,875,347)	(4,608,447)
12.1.1	Deferred tax liability other than revalued assets as at March 31 2021	160,976,915	149,573,774
	Deferred tax liability other than revalued assets as at June 30 2020	149,573,774	136,248,309
	Net increased in deferred tax expenses for other than revalued assets for the period	11,403,141	13,325,465
	Net increase in deferred tax for Unrealized Gain	375,455	(89,859)
	Deferred tax asset on gratuity provision as at March 31 2021	(1,320,431)	(477,377)
	Deferred tax liability on gratuity provision as at June 30 2020	(477,377)	150,000
	Net increase/(decrease) in deferred tax expenses for gratuity provision	(843,054)	(327,377)
	Total deferred expenses for the period	10,560,087	12,998,089
Adjustment of revaluation surplus for deferred tax			
	Deferred tax liability for revaluation as on March 31 2021	410,907,421	426,718,310
	Deferred tax liability for revaluation as on June 30 2020	426,718,310	444,234,986
	Adjustment of revaluation surplus for deferred tax	(15,810,889)	(17,516,676)
		(4,875,347)	(4,608,446)
13.00	Liability against Capial Machinery :		
	This consists of as follows:		
	HSBC-Import Loan-Machinery	542,764,566	111,623,680
	Bank Asia-Import Loan-Machinery	2,237,465	25,894,181
		545,002,031	137,517,861
14.00	Long Term Loan		
	This consists of as follows:		
	HSBC Ltd.	165,898,735	151,946,985
	Prime Bank Ltd.	40,571,791	59,673,481
		206,470,527	211,620,466



		Amount in Taka	
		March 31, 2021	June 30 2020
14.01	HSBC-Long Term Loan		
	This is arrived as follows:		
	Opening Balance as on July 01 2020	248,230,110	151,573,480
	Addition during the period	70,255,487	174,456,548
		318,485,597	326,030,028
	Adjusted/Payment during the period	(92,954,977)	(76,797,935)
		225,530,620	249,232,093
	Unrealized gain/loss for change in exchange rate of foreign currency	(86,529)	(1,001,983)
	Closing Balance as on March 31 2021	225,444,091	248,230,110
	Less: Long Term Loan Current Maturity	59,545,356	96,283,125
		165,898,735	151,946,985
14.02	Prime Bank Ltd.-Long Term Loan		
	This is arrived as follows:		
	Opening Balance as on July 01 2020	69,735,148	83,549,672
	Addition during the period	-	3,609,230
		69,735,148	87,158,902
	Adjusted/Payment during the period	(18,339,357)	(17,423,754)
		51,395,791	69,735,148
	Unrealized gain/loss for change in exchange rate of foreign currency	-	-
	Closing Balance as on March 31 2021	51,395,791	69,735,148
	Less: Long Term Loan Current Maturity	10,824,000	10,061,667
		40,571,791	59,673,481
15.00	Short Term Loan		
	Bank Loan and Overdraft	13.01 2,166,537,762	2,706,258,308
		2,166,537,762	2,706,258,308
15.01	Bank Loan and Overdraft		
	This consists of as follows:		
	Cash Credit (Hypo) Bank Asia Ltd.	298,149,900	292,644,387
	Cash Credit (Hypo) Bank Al Falah	114,446,654	152,986,494
	Overdraft A/c-Prime Bank Ltd.	49,392,595	48,090,291
	HSBC CD A/C # 001234608-011	26,708,946	49,095,544
	SP-Bank Alfalah	35,000,000	-
	SP-Prime Bank	15,337,543	-
	Demand Loan-Bank Asia Ltd	91,012,887	-
	Short Term Loan - HSBC	97,175,000	100,000,000
	Short Term Loan - Bank Alfalah	-	95,000,000
	L/C liabilities under EDF	1,299,190,480	1,814,916,478
	IDBP Loan - Prime Bank Ltd.	53,748,316	19,969,058
	IDBP Loan - Bank Asia Ltd.	-	133,556,055
	IDBP Loan - HSBC Ltd.	86,375,440	-
		2,166,537,762	2,706,258,308

The cash credit facilities secured by the hypothecation of stock of raw cotton work in process finished goods trade debtors and Directors personal security.





		Amount in Taka	
		March 31, 2021	June 30 2020
16.00	Trade & Other Creditors		
	This is arrived as follows:		
	Local supplier	93,052,117	69,416,912
		<u>93,052,117</u>	<u>69,416,912</u>
17.00	Income Tax Provision		
	Opening Balance	(9,063,871)	4,910,114
	Add: Provision made during the period	26,088,594	13,506,665
		<u>17,024,723</u>	<u>18,416,779</u>
	Less: Income Tax paid	<u>17,865,717</u>	<u>27,480,650</u>
	Advance Income Tax (2020-21)	153,000	-
	Advance Income Tax (2019-2020)	-	5,261,124
	Tax Paid for 2018-2019	-	4,910,114
	Tax deducted at source on FDR interest	3,393,262	5,473,091
	Tax deducted at source u/s 82C	14,319,455	11,836,321
	Closing Balance	<u>(840,994)</u>	<u>(9,063,871)</u>
17.01	Current Tax	<u>26,088,594</u>	<u>13,506,665</u>
	(Higher of i ii iii)		
	i) Regular Tax		
	Profit before Tax	147,106,419	(62,295,205)
	Accounting Depreciation	217,768,032	274,722,759
	Capital Allowance	(212,487,731)	(246,781,354)
	Other income	(30,850,476)	(37,278,619)
	Non operating income	959,538	(16,725,550)
	Dividend income	(32,145)	(28,116)
	Income/(loss) from business	<u>122,463,637</u>	<u>(88,386,085)</u>
	Tax on business income @ 15%	18,369,546	-
	Tax on dividend income @ 20%	6,429	5,623
	Tax on Non operating income @ 25%	-	4,181,388
	Tax on Other income @ 25%	7,712,619	9,319,655
	Total tax liability	<u>26,088,594</u>	<u>13,506,665</u>
	ii) Minimum tax U/S-82C(2)		
	Tax deducted at source	<u>14,319,455</u>	<u>11,836,321</u>
	iii) Minimum tax U/S-82C(4)		
	Turnover	0.36% 2,593,029,898	9,334,908 10,827,491
	Non-operating income	0.60% (959,538)	(5,757) 60,212
	Other income	0.60% 30,882,621	185,296 223,840
		<u>9,514,446</u>	<u>11,111,544</u>



Amount in Taka	
March 31, 2021	June 30 2020

18.00 Payable and Accruals

This is arrived as follows:

Salary and wages		11,494,208	9,477,539
Gas Charges		15,100,359	15,934,362
Audit Fees		339,250	434,000
Utility Bill		23,669	34,415
Telephone bill		1,750	1,594
Gratuity Provision		8,802,870	3,182,510
Financial Expenses		3,948,521	4,440,902
Provident Fund(Head Office)		62,360	69,320
Provident Fund(Factory Office)		153,576	185,855
Unclaimed dividend		12,409,039	12,411,314
Unpaid share money deposit		1,993,821	1,993,821
Tax Deducted at Source		771,876	920
VAT expenses		8,469	8,750
Provision For C & F Charge		2,125,237	5,181,726
WPPF	18.01	16,489,980	8,653,433
		73,724,985	62,010,461

18.01 Workers Profit Participation Fund (WPPF)

This is arrived as follows:

Opening Balance		8,653,433	17,855,034
Provision made during the period		7,836,547	-
		16,489,980	17,855,034
Payment made during the period		-	(9,201,601)
Closing Balance		16,489,980	8,653,433





Amount in Taka		Amount in Taka	
July 01,2020 to Mar 31,2021	July 01,2019 to Mar 31,2020	Jan 01,2021 to Mar 31,2021	Jan 01,2020 to Mar 31,2020

19.00 Cost of Goods Sold
This is made up as follows:

Materials Consumption

Raw Cotton	19.01	1,734,019,488	1,830,742,022	532,830,136	762,421,755
Packing Materials	19.02	24,826,428	24,553,239	7,019,156	8,365,391
Stores and Spares	19.03	27,907,170	67,675,762	20,406,028	28,578,383
Total materials consumption		1,786,753,086	1,922,971,023	560,255,319	799,365,529
Direct Wages and Salaries		86,169,553	87,672,909	30,062,328	28,288,124
Prime cost		1,872,922,639	2,010,643,932	590,317,647	827,653,653
Add. Factory Overhead	19.04	363,079,461	345,646,585	122,715,113	118,522,862
Total manufacturing cost		2,236,002,100	2,356,290,518	713,032,759	946,176,515
Add. Opening Work-in-process		30,480,302	26,427,960	25,716,586	25,993,116
Cost of goods available for use		2,266,482,402	2,382,718,477	738,749,345	972,169,631
Less. Closing Work-in-process		32,681,767	26,048,017	32,681,767	26,048,017
Cost of Production		2,233,800,634	2,356,670,460	706,067,578	946,121,614
Add. Opening Stock of Finished Goods		400,251,784	437,170,961	304,533,580	683,353,496
Cost of goods available for sales		2,634,052,418	2,793,841,421	1,010,601,158	1,629,475,110
Less. Closing Stock of Finished Goods		366,744,490	732,753,396	366,744,490	732,753,396
Cost of Goods Sold		2,267,307,928	2,061,088,025	643,856,668	896,721,715

19.01 Raw Cotton

This is arrived as follows:

Opening Stock of Raw Cotton		1,674,319,509	1,598,984,728	592,680,629	1,564,229,272
Add. Purchase during the period		1,310,262,718	1,733,659,956	610,466,762	695,583,932
Less: Destroyed by Fire		(573,970,353)	-	-	-
Less: Short Weight Claim		(742,140)	(6,071,563)	-	(1,560,350)
Add: (Gain)/Loss on dollar fluctuation		(7,245,642)	-	(1,712,651)	-
Raw Cotton available for use		2,402,624,093	3,326,573,121	1,201,434,740	2,258,252,854
Less. Closing Stock of Raw Cotton		668,604,605	1,495,831,099	668,604,605	1,495,831,099
Consumption during the period		1,734,019,488	1,830,742,022	532,830,136	762,421,755

** On October 15,2020 a fire incident happened in two of our factory godown, the fire burned raw cotton, the godown structure, etc. Several unit of fire bigades took five days to control the fire . The fire completely came under control on 25 th october,2020. The godown is fully insured by Green Delta Insurance Company Limited. We are expecting to recover full loss of the fire burn from the insurance company.

19.02 Packing Materials

This is arrived as follows:

Opening Stock of Packing Materials		2,865,917	773,494	1,693,891	973,229
Add. Purchase during the period		24,290,357	24,551,797	7,655,111	8,164,214
Packing Materials available for use		27,156,274	25,325,291	9,349,002	9,137,443
Less. Closing Stock of Packing Materials		2,329,846	772,052	2,329,846	772,052
Consumption during the period		24,826,428	24,553,239	7,019,156	8,365,391



	Amount in Taka		Amount in Taka	
	July 01,2020 to Mar 31,2021	July 01,2019 to Mar 31,2020	Jan 01,2021 to Mar 31,2021	Jan 01,2020 to Mar 31,2020
19.03 Stores and Spares				
This is arrived as follows :				
Opening Stock of Spare Parts	43,127,572	69,280,074	60,080,147	68,052,804
Add. Purchase during the period	36,297,731	41,668,572	11,844,013	3,798,464
Stores and Spares available for use	79,425,303	110,948,647	71,924,160	71,851,268
Less. Closing Stock of Spare Parts	51,518,133	43,272,885	51,518,133	43,272,885
Consumption during the period	27,907,170	67,675,762	20,406,028	28,578,383
19.04 Factory Overhead				
Gas Charges	139,943,390	133,553,067	46,774,321	45,316,016
Fuel and Lubricants	3,298,605	3,557,071	986,015	2,226,314
Insurance Premium	2,241,940	2,920,140	1,061,690	2,920,140
Covered Van and Lorry expenses	5,957,597	4,863,525	1,340,990	1,920,370
Factory Repair & Maintenances of Capital Assets	2,318,547	7,642,795	1,286,859	2,809,592
Staff Quarter exp	828,955	267,880	301,430	97,104
Ladies Quarter exp	-	627,640	-	175,480
Misc. Expenses	62,435	1,150	11,500	1,150
Depreciation (Annexure- A)	208,427,992	192,213,317	70,952,308	63,056,695
	363,079,461	345,646,585	122,715,113	118,522,862
20.00 Administrative and Marketing Expenses				
This consists of as follows:				
Directors Remuneration	1,575,000	1,575,000	525,000	525,000
Salary and Allowances	19,383,188	23,108,087	6,947,499	7,238,226
Festival Bonus	1,102,489	890,138	-	-
Provident Fund Expenses	924,948	1,120,553	245,490	363,888
Rest House Expenses	6,200	5,400	6,200	-
Staff Quarter Exp	-	440	-	440
Gratuity	8,546,651	-	2,000,000	-
Entertainment	1,048,794	1,176,756	403,943	298,898
Rent a car	1,331,400	1,134,000	444,000	390,800
Fuel & Lubricants	5,217,164	4,396,865	1,143,766	1,918,435
Fees, Forms, and others	3,582,770	4,198,133	907,905	2,441,434
Annual Listing Fees	1,295,066	-	1,295,066	-
Board Meeting Fees	68,750	71,875	13,750	14,375
Maintenance of Vehicles	1,401,365	1,394,778	365,628	275,485
IT Expenses	3,503,175	2,350,651	854,099	984,479
Insurance Premium	410,723	756,543	21,563	223,093
Printing & Stationery	495,510	1,212,307	172,897	420,176
Donation and Subscription	155,458	229,100	41,058	17,500
Miscellaneous Expenses	611,195	1,358,960	183,720	132,880
Office Maintenance	592,058	399,811	177,739	116,547
Traveling and Conveyance	517,816	367,847	179,373	128,375
Transportation cost	660	7,130	-	3,930
Telephone and Mobile Expenses	184,957	239,523	60,481	82,217
Utility expenses	180,367	196,427	65,049	64,388
Audit fees	327,750	321,875	109,250	120,625
CSR Activities	-	100,000	-	-
Uniform and Upkeep	5,400	71,503	-	41,799
Medical and Welfare	115,500	669,005	7,000	-



	Amount in Taka		Amount in Taka	
	July 01,2020 to Mar 31,2021	July 01,2019 to Mar 31,2020	Jan 01,2021 to Mar 31,2021	Jan 01,2020 to Mar 31,2020
Postage and Stamp	11,158	21,450	300	7,280
Selling & Distribution Exp.	150,550	-	23,000	-
Business Development Expenses	20,000	468,150	20,000	20,368
Advertisement	248,286	341,525	105,986	154,650
VAT Exp.	1,079,661	231,464	264,588	157,402
AGM Expenses	165,075	1,052,615	165,075	1,052,615
Depreciation (Annexure- A)	9,340,040	9,906,119	3,048,444	3,227,400
	63,599,125	59,374,030	19,797,870	20,422,703

21.00 Financial Expenses

The above amount comprise of as follows:

Interest on Cash Credit Hypo (BA)	18,498,526	22,398,293	5,424,035	7,726,715
Interest on Deamnd Loan-SP (BA)	2,142,887	-	1,012,887	-
Interest on Cash Credit Hypo (Bank Alfalah)	9,194,588	11,982,197	2,579,718	3,969,723
Interest on OD (Prime Bank)	3,052,944	4,113,208	824,728	1,380,402
Interest on SP (Prime Bank)	165,034	-	165,034	-
Interest on SP (Bank Alfalah)	908,776	-	486,881	-
Interest on CC Hypo (HSBC Ltd.)	2,907,357	3,171,015	918,183	1,280,405
Interest on Term Loan (HSBC)	6,975,591	5,375,726	1,706,071	1,346,189
Interest on Term Loan (Prime Bank)	3,901,338	6,462,420	1,190,230	2,060,829
Interest on Bank Asia Ltd.	3,026,219	19,823,852	-	7,461,657
Interest on HSBC Ltd.	4,555,779	10,319,790	771,552	3,209,621
Interest on Bank Al Falah	8,218,534	4,740,433	3,946,937	2,302,933
Interest on Prime Bank	406,407	3,431,115	5,127	2,520,488
Interest on Force Loan HSBC	46,319	-	46,319	-
Interest on Force Loan Prime Bank	-	948,458	-	902,617
Bank Charges,Commission & Discripenses	9,411,411	6,662,952	3,583,595	2,241,428
Overdue Interest	12,069	424,292	1,051	160,463
Interest on Import Loan	54,054,657	37,142,287	15,534,687	12,172,213
	127,478,437	136,996,038	38,197,035	48,735,683

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

22.00 Non operating income

Interest on FDR against bank gurantee and term loan	3,082,137	13,906,441	1,046,453	-
Interest on STD A/C	12,259	8,582	-	-
Overdue Interest	141,036	701,247	-	77,213
Gain on dollar fluctuation	-	5,742,396	-	2,635,346
Realised gain/(loss) on marketable securities	(3,960,388)	(581,179)	(455,903)	(581,179)
Gain/(Loss) on Sale of Capital Assets	(234,582)	472,644	-	-
	(959,538)	20,250,131	590,550	2,131,380

23.00 Other income

Dividend Income	32,145	25,056	13,289	23,096
Interest on FDR	30,850,476	42,504,076	18,340,784	-
	30,882,621	42,529,132	18,354,073	23,096

24.00 Earnings per share (EPS)

The computation of EPS is given below:

Net profit after tax	107,255,999	83,683,914	52,935,161	16,665,416
Number of total outstanding shares	148,775,000	148,775,000	148,775,000	148,775,000
Earnings per share (EPS)	0.72	0.56	0.36	0.11





	March 31, 2021	June 30, 2020
25.00 Net Assets value (NAV) per share		
Total assets	9,178,925,995	9,212,380,629
Total outside liabilities	3,725,694,989	3,860,359,482
Net assets	5,453,231,005	5,352,021,147
Divided by number of ordinary shares	148,775,000	148,775,000
Net assets value (NAV) per share	36.65	35.97

26.00 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	31.03.2021	30.06.2020
Faisal Spinning Mills Ltd	Trade receivables	Group Company	94,853,543	81,877,067
Saiham Knit Composite Ltd.	Trade receivables	Group Company	102,632,863	79,374,515
Saiham Textile Mills Ltd.	Payable	Group Company	42,146,635	46,416,405
Director's Remuneration	Remuneration	MD/Director	1,575,000	2,100,000
Board meeting fess	Meeting fee	MD/Director	68,750	96,250

To comply with BSEC notification No. SEC/CMRRCD/2008-183/Admin/03-30 dated June 1, 2009 the company has taken approval in its 19th AGM dated 30th December 2020 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 Mar 31,2021	July 01,2019 to Mar 31,2020
27.00 Reconciliation of cash flows from operating activities under indirect method		
Profit before Tax	147,106,419	120,347,724
Adjustment to Reconcile Profit before Tax provided by operating activities:		
Add: Depreciation	217,768,032	202,119,436
Add: Finance Expenses	127,478,437	136,996,038
Less: Unrealized gain/(loss) for change in exchange rate of foreign currency	9,624,525	5,538,609
Gain/Loss on Sale of Vehicle	234,582	(472,644)
Changes in current assets and liabilities:		
(Increase) / Decrease Inventories	454,966,502	(165,493,058)
(Increase) / Decrease Advance, deposits & prepayments	(279,648,662)	(75,816,875)
Income Tax Paid	(21,067,457)	(32,612,851)
(Increase) / Decrease Trade Receivable	275,288,300	(17,230,515)
Increase/ (Decrease) In trade credits	23,635,205	(175,055,643)
Increase / (Decrease) payables & Accruals	11,714,524	6,844,481
Net cash flow from operating activities	967,100,406	5,164,701

28.00 Net Operating Cash Flow Per Share (NOCFPS)

The computation of NOCFPS is given below:

Net Cash Flows From Operating Activities	967,100,406	5,164,701
Number of total outstanding shares	148,775,000	148,775,000
Net Operating Cash Flow Per Share (NOCFPS)	6.50	0.03



Property, Plant and Equipment
As at March 31, 2021

Particulars	Cost				Depreciation			W.D.V. as at 31.03.2021
	Balance as at 01.01.2021	Addition during the period	Adjustment during the period	Balance as at 31.03.2021	Rate %	Charge during the period	Adjustment during the period	
Land and Land Development	98,566,673	1,100,000	-	99,666,673	-	-	-	99,666,673
Factory Building & Other Constructor	590,565,817	1,320,725	-	591,886,542	5%	4,989,999.62	-	596,876,542
Office Building	126,361,395	-	-	126,361,395	5%	1,384,307	-	127,745,702
Plant and Machineries	3,111,504,133	53,653,368	-	3,165,157,501	7.50%	38,421,544	-	3,203,578,945
Furnitures & Fixtures	22,781,944	-	-	22,781,944	10%	368,926	-	23,150,870
Motor Vehicles	41,778,078	-	-	41,778,078	15%	887,697	-	42,665,775
Office Equipments	24,642,122	1,739,965	-	26,382,087	10%	386,507	-	26,768,584
Sundry Assets	94,791,930	3,620,902	-	98,412,832	10%	1,360,069	-	99,772,901
Sub - Total	4,110,992,092	61,434,960	-	4,172,427,051		47,799,050	-	4,220,226,101

Revaluation of property, plant and equipment

Particulars	Cost				Depreciation			W.D.V. as at 31.03.2021
	Balance as at 01.01.2021	Addition during the period	Adjustment during the period	Balance as at 31.03.2021	Rate %	Charge during the period	Adjustment during the period	
Land and Land Development	1,021,866,807	-	-	1,021,866,807	-	-	-	1,021,866,807
Building & Other Construction	1,199,895,851	-	-	1,199,895,851	5%	13,007,017.85	-	1,212,902,868.85
Plant and Machineries	1,047,257,309	-	-	1,047,257,309	7.50%	13,173,676.97	-	1,060,430,985.97
Motor Vehicles	3,150,093	-	-	3,150,093	15%	21,006.31	-	3,171,099.31
Sub - Total	3,272,170,060	-	-	3,272,170,060		26,201,701	-	3,298,371,761
Grand Total	7,383,162,152	61,434,960	-	7,444,597,111		74,000,752	-	7,518,601,863

Allocation of depreciation:

Cost of Production	70,952,308
Administrative and Marketing Expenses	3,048,444
	<u>74,000,752</u>