



Ref: SCML/04/239/2022

Dated: Dhaka
April 27, 2022

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 April 27, 2022 at 2.30 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, 2022.

SL No.	Particulars	July,2021 To March,2022	July,2020 To March,2021	January,2022 To March, 2022	January,2021 To March, 2021
01	Profit before Tax	11,33,65,894	14,71,06,419	9,77,67,207	7,28,68,237
02	Profit after Tax	8,23,79,707	10,72,55,999	8,50,43,675	5,29,35,161
03	Earnings Per Share (EPS)	0.55	0.72	0.57	0.36
04	NAV Per Share	36.79	36.65		
05	Net Operating Cash Flow Per Share (NOCFPS)	11.45	6.50		

Disclosure relating to EPS and NOCFPS increased:

During the period net profit after tax has been increased as compared to previous year same period due to increase in turnover and decrease of Financial Expenses, EPS has been increased. Besides this, increase of collection against trade & sundry receivables, NOCFPS has been increased.

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 PLC
Eunoos Trade Centre (Level-15)
52-53, Dilkusha C/A, Dhaka – 1000.



ISO 9001 : 2015





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Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
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, we are pleased to enclose herewith the un-audited Third Quarterly Financial Statements for the period ended March 31, 2022 of Saiham Cotton Mills Ltd. The 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

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



ISO 9001 : 2015





Statement of Financial Position
As at March 31, 2022

Particulars	Notes	Amount in Taka	
		March 31, 2022	June 30, 2021
ASSETS:			
Non-Current Assets:			
Property, Plant and Equipment	3.00	5,423,345,444	5,629,749,896
Investments	4.00	540,141,125	521,102,549
Total Non-Current Assets		5,963,486,569	6,150,852,445
Current Assets:			
Inventories	5.00	983,649,738	1,068,355,020
Trade and Other Receivables	6.00	1,028,105,848	1,483,441,037
Sundry Receivables	7.00	-	552,573,317
Advance, Deposits and Pre-payments	8.00	276,458,997	510,706,777
Cash and Cash Equivalents	9.00	95,321,622	89,102,562
Total Current Assets		2,383,536,205	3,704,178,714
Total Assets		8,347,022,774	9,855,031,159
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	2,257,330,776	2,326,275,677
Retained Earnings		968,428,311	959,984,366
FVOCI Reserve		7,732,661	7,933,266
Total Shareholders Equity		5,472,991,748	5,533,693,310
Non-Current Liabilities:			
Deferred tax liabilities	12.00	564,541,887	564,708,369
Long Term Loan	13.00	537,114,730	319,385,367
Total Non-Current Liabilities		1,101,656,616	884,093,736
Current Liabilities:			
Short Term Loan	14.00	1,338,379,896	2,679,783,372
Term Loan Current Maturity	13.00	190,472,897	96,933,359
Liability against Capital Machinery	15.00	160,114,665	541,311,285
Trade & Other Creditors	16.00	17,099,413	26,008,915
Income tax provision	17.00	2,786,449	12,400,354
Payable and Accruals	18.00	58,510,939	68,474,809
Unclaimed Dividend	19.00	5,010,151	12,332,019
Total Current Liabilities		1,772,374,409	3,437,244,113
Total Liabilities		2,874,031,026	4,321,337,849
Total Equity and Liabilities		8,347,022,774	9,855,031,159
Net Assets Value per Share	27.00	36.79	37.20

The annexed notes 1 to 32 and annexure A form an integral part of these financial statements.


Managing Director


Director


Chairman


Chief Financial Officer


Company Secretary

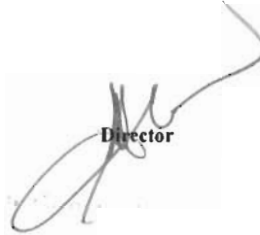


Statement of Profit or Loss and Other Comprehensive Income
For the period ended March 31, 2022

Particulars	Notes	Amount in Taka			
		July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021	January 01, 2022 to March 31, 2022	January 01, 2021 to March 31, 2021
Turnover		3,336,672,739	2,593,029,898	1,275,335,547	740,540,414
Cost of goods sold	20.00	(2,952,779,074)	(2,267,307,928)	(1,126,067,039)	(643,856,668)
Gross Profit		383,893,664	325,721,970	149,268,508	96,683,747
Administrative and marketing expenses	21.00	(61,662,809)	(63,599,125)	(22,977,927)	(19,797,870)
Financial expenses	22.00	(86,853,115)	(127,478,437)	(32,661,826)	(38,197,035)
Operating Profit/(Loss) Before Abnormal Loss by Fire		235,377,740	134,644,408	93,628,754	38,688,842
Abnormal Loss By Fire	23.00	(126,977,654)	-	-	-
Operating Profit/(Loss) After Abnormal Loss by Fire		108,400,086	134,644,408	93,628,754	38,688,842
Non-operating income	24.00	3,524,837	(959,538)	149,689	590,550
Other income	25.00	20,862,480	30,882,621	6,597,619	18,354,073
Profit Before WPPF & WWF		132,787,403	164,567,491	100,376,062	57,633,465
Expenses for WPPF & WWF		(8,531,045)	(7,836,547)	(4,779,812)	(2,744,451)
Unrealized gain/(loss) for change in exchange rate of foreign currency		(10,890,464)	(9,624,525)	2,170,958	17,979,222
Profit before Tax		113,365,894	147,106,419	97,767,207	72,868,237
Provision for Tax		(30,986,187)	(39,850,420)	(12,723,532)	(19,933,076)
Current Tax	17.00	(19,904,495)	(26,088,594)	(9,450,932)	(12,144,732)
Prior Year Tax		-	(3,201,740)	-	(3,201,740)
Deferred Tax	12.1.1	(11,081,692)	(10,560,087)	(3,272,600)	(4,586,603)
Net Profit after Tax		82,379,707	107,255,999	85,043,675	52,935,161
Other Comprehensive Income/(Loss)		11,025,281	19,189,983	3,795,168	3,926,998
Adjustment for unrealized gain/(loss) on marketable securities		(222,895)	3,754,549	124,456	(3,619)
Deferred tax adjustment on marketable securities		22,289	(375,455)	(12,446)	362
Deferred Tax Adjustment		11,225,886	15,810,889	3,683,157	3,930,255
Total Comprehensive Income for the period		93,404,987	126,445,981	88,838,843	56,862,159
Earnings Per Share (EPS)	26.00	0.55	0.72	0.57	0.36

The annexed notes 1 to 32 and annexure A form an integral part of these financial statements.


Managing Director


Director


Chairman

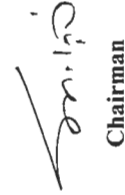

Chief Financial Officer


Company Secretary

Statement of Changes in Equity
For the period ended March 31, 2022

Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
Balance as at July 01, 2021	1,487,750,000	751,750,000	2,326,275,677	7,933,266	959,984,366	5,533,693,310
Net Profit after Tax	-	-	-	-	82,379,707	82,379,707
Unrealized gain on marketable securities	-	-	-	(222,895)	-	(222,895)
Deferred tax Adjustment	-	-	-	22,289	-	22,289
Adjustment for depreciation on revalued assets	-	-	(74,839,238)	-	74,839,238	-
Adjustment for revaluation of P.P.E and deferred tax	-	-	11,225,886	-	-	11,225,886
Adjustment for destroyed by Fire on revalued assets	-	-	(5,331,549)	-	-	(5,331,549)
Dividend paid for FY 2020-2021	-	-	-	-	(148,775,000)	(148,775,000)
Balance as at March 31, 2022	1,487,750,000	751,750,000	2,257,330,776	7,732,661	968,428,311	5,472,991,748
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	-	-	-	-	107,255,998	107,255,998
Unrealized gain on marketable securities	-	-	-	3,754,549	-	3,754,549
Deferred tax Adjustment	-	-	-	(375,455)	-	(375,455)
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	877,917,910	5,453,231,005


Managing Director

Director

Chairman

Chief Financial Officer

Company Secretary



Statement of Cash Flows
For the period ended March 31, 2022

Particulars	Notes	Amount in Taka	
		July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021
A. Cash Flows From Operating Activities			
Collection from customers & others	30.00	3,794,679,398	2,294,347,845
Collection from non-operating income		3,521,837	(724,956)
Collection from other income		20,862,480	30,882,621
Claim Received from Green Delta Insurance Co.		420,264,114	-
Payment for cost and expenses	31.00	(2,506,328,955)	(1,336,337,646)
Income tax paid		(29,518,400)	(21,067,457)
Net cash used in operating activities		1,703,480,475	967,100,406
B. Cash Flows From Investing Activities			
Acquisition of property, plant and equipment		(17,913,698)	(606,592,765)
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		435,000	200,000
Investment in shares of listed company		(303,022)	3,890,287
Investment in FDR		(18,958,449)	13,578,766
Net cash flows from investing activities		(36,740,169)	(588,923,712)
C. Cash Flows From Financing Activities			
Short-term loan		(1,348,400,779)	(546,607,815)
Liability against capital machinery		(379,474,537)	404,758,039
Long Term Loan		302,982,186	(41,010,912)
Interest paid on borrowings		(86,853,115)	(127,478,437)
Dividend paid		(148,775,000)	-
Net cash flows from financing activities		(1,660,521,245)	(310,339,124)
D. Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		6,219,061	67,837,570
Cash & Cash Equivalents at beginning of the period		89,102,562	56,535,390
Effects of exchange rate changes		-	(153)
Cash & Cash Equivalents at end of the period		95,321,622	124,372,807
Net Operating Cash Flow Per Share (NOCFPS)	32.00	11.45	6.50


Managing Director


Director


Chairman


Chief Financial Officer


Company Secretary



Notes to the Financial Statements
As at and for the period ended March 31, 2022

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 (IASSs) 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) and investment in shares.

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 9 (Nine) months from July 01, 2021 to March 31, 2022.





2.5 Comparative Figure:

Comparative information has been disclosed in respect of the year ended June 30, 2021 for Statement of Financial Position and period ended March 31, 2021 for Statement of profit or Loss and Other Comprehensive Income information in the financial statements and also the narrative and descriptive where it is relevant for understanding of the current period'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 (IASSs) 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 ongoing 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 period to make assessment of its capability to continue as going concern. Management of the company makes such assessment each period. 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, 2022;
- ii) Statement of Profit or Loss and Other Comprehensive Income for the period ended March 31, 2022;
- iii) Statement of Changes in Equity for the period ended March 31, 2022;
- iv) Statement of Cash Flows for the period ended March 31, 2022; and
- v) Accounting Policies and explanatory notes to the financial statements for the period ended March 31, 2022.

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
- v) 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%





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 period 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:

- 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.



2.15 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 Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to the ordinary shareholders by the number of shares outstanding during the period.

ii) Diluted earnings per share

No diluted earnings per share are required to be calculated for the period as there was no scope for dilution during the period 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 of 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 period 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 losses 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 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 turnover and decrease of Financial Expenses, EPS has been increased. Besides this, increase of collection against trade & sundry receivables, NOCFPS has been increased.

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.
- iv) Previous period’s figures have been rearranged if necessary to conform to current period’s presentation.





SAIHAM COTTON MILLS LTD.

quality . commitment . great Value

3.00 Property, Plant and Equipment

This is arrived as follows:

Balance as on July 01, 2021

Addition during the period

Adjustment during the period

Total as on March 31, 2022

Accumulated Depreciation

Depreciation value

Depreciation charge during the period

Depreciation Adjustment during the period

Written down value as on March 31, 2022

Amount in Taka	
March 31, 2022	June 30, 2021
7,627,041,084	6,886,316,847
17,913,698	789,036,737
(432,000)	(48,312,500)
7,644,522,782	7,627,041,084
(2,147,804,255)	(1,734,211,689)
5,496,718,527	5,892,829,395
(73,373,083)	(270,957,416)
-	7,877,918
5,423,345,444	5,629,749,896

(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 Investments

Investment in Unquoted company (FSML)

Investment in shares of listed company

Investment in FDR

4.01	60,499,400	60,499,400
4.02	4,741,841	4,661,713
4.03	474,899,884	455,941,435
	540,141,125	521,102,549

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, 2022		June 30, 2021
		Cost	Market Value	Market Value
ADNTEL	-	-	-	322,400
BEXIMCO	-	-	-	134,250
BPPL	5,001	197,886	162,533	-
CNATEX	-	-	-	528,000
DELTALIFE	2,500	489,030	380,750	-
DSSL	-	-	-	243,100
EGEN	-	-	-	49,100
FARCHEM	-	-	-	297,500
FEDERALINS	12,334	488,384	398,388	379,130
IFIC	-	-	-	173,355
GOLDENSON	17,000	346,687	307,700	-
JHRML	51	1,020	1,122	-
KPCL	2,000	81,869	65,600	-
MLDYEING	5,000	166,664	115,500	232,800
NHFIL	10,000	563,618	453,000	-
NORTERNINS	5,000	314,252	259,000	-
PLFSL	10,000	292,722	30,000	30,000
PREMIERBAN	-	-	-	189,000
PTL	3,000	312,197	272,400	-
RENATA	-	-	-	197,955
RUPALIINS	9,503	424,089	346,860	-
SAIFPOWER	7,650	296,911	288,405	-
SINGERBD	-	-	-	323,460
SONALILIFE	3,000	210,989	183,300	374
SPCERAMICS	-	-	-	25,800
UNITEDAIR	410,000	3,385,431	779,000	779,000
WMSHIPYARD	-	-	-	179,800
Green Delta F. Services Ltd. BO-1203620023711436	-	256,755	256,755	243,898
BRAC EPL BALANCE TK.	-	441,529	441,529	332,791
Total		8,270,033	4,741,841	4,661,713



ISO 9001 : 2015



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

Phone : 02-222263323, 02-222262284, Fax : +88-02-222294607, E-mail : info@saihamcotton.com, Web: www.saihamcotton.com

Registered Office & Factory : Noyapara, Saiham Nagar, Madhabpur, Habiganj-3333.



		Amount in Taka	
		March 31,2022	June 30, 2021
4.03 Investment in FDR			
Name of Banks	Purpose		
Dhaka Bank, 0010720	Bank Guarantee	1,117,187	1,087,558
Bank Asia(0048960/1858)	Bank Guarantee	4,583,279	4,461,725
UNICAP,0311	Term Loan	1 Year	19,157,696
UNICAP,2015 08 211	Term Loan	1 Year	64,668,680
UNICAP,2015 08 232	Term Loan	1 Year	21,731,232
IDLC Finance, 38927		1 Year	70,244,596
IDLC Finance, 38928		1 Year	70,244,596
Bank Asia,02155011152/0363017	Bank Guarantee	568,903	553,815
Bank Asia, 02155011224/19	Bank Guarantee	897,137	873,344
DBHFCL		21,260,000	20,000,000
Bank Asia(02155015525/0363394)	Bank Guarantee	972,050	949,443
Bank Asia Ltd #0358530		25,912,223	25,225,000
Bank Asia Ltd #0358531		25,912,223	25,225,000
Dhaka Bank Ltd #316422		41,691,151	40,450,000
Dhaka Bank Ltd #316423		41,691,151	40,450,000
IDLC FINANCE LTD.#1984*140321115328		52,433,824	50,618,750
		474,899,884	455,941,435

Out of total Tk. 474,899,884 Tk. 8,138,557 Fixed Deposit Receipts are under lien with various banks against bank guarantee and Taka 111,360,936 Fixed Deposit Receipts are lien marked with HSBC Ltd. against term loan. Interest on FDR avail different rate.

5.00 Inventories

This represents as follows:

	Quantity	Amount in Tk.	Amount in Tk.
Raw Materials	8,409,645 Lbs	720,624,770	801,538,845
Work in Process	178,420 Kgs	37,465,588	35,266,695
Finished Goods	446,767 Kgs	136,679,749	180,016,291
Stores & Spare Parts	N/A	78,940,615	45,251,138
Oil & Lubricants	N/A	-	2,127,867
Packing Materials	N/A	9,939,016	4,154,184
		983,649,738	1,068,355,020

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

Trade debtors aged upto 180 days

Other receivables

	719,572,934	821,886,854
	181,162,626	483,500,454
	127,370,288	178,053,730
	1,028,105,848	1,483,441,037

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.	873,233,910	1,248,511,183
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.	154,871,938	234,929,855
VI. The maximum amount of receivable due by any director or other officer of the company.	-	-
Total	1,028,105,848	1,483,441,037





		Amount in Taka	
		March 31,2022	June 30, 2021
7.00 Sundry Receivables			
Claim Receivable from Green Delta Insurance Co. against Raw Cotton		516,573,317	516,573,317
Claim Receivable from Green Delta Insurance Co. against Building Construction		36,000,000	36,000,000
Total @ 90% of claim demand as per IDRA rules.		552,573,317	552,573,317
Less: Claim Received from Green Delta Insurance Co		(420,264,114)	-
Less: Adjusted with Abnormal Loss by Fire		(126,977,654)	-
Less: Adjusted with Revaluation Surplus for revalued assets		(5,331,549)	-
		-	552,573,317
8.00 Advance, Deposits and Prepayments			
Security Deposit with Jalalabad Gas	8.01	21,219,533	21,219,533
Security Deposit with Hobigonj Palli Biddut		283,005	283,005
Security deposit with CDBL		500,000	500,000
Advance against salary & wages		283,019	207,019
Advance against local suppliers		160,058,089	11,134,443
Advance against L/C Margin and commission		94,115,351	477,362,777
Advance Income Tax	8.02	-	-
		276,458,997	510,706,777
8.01 Security Deposit with Jalalabad Gas			
Opening Balance as at July 01, 2021		21,219,533	17,221,252
Add: Addition during the period		-	3,998,281
		21,219,533	21,219,533
Less: Adjustment made during the period		-	-
Closing Balance as on March 31,2022		21,219,533	21,219,533
8.02 Advance Income Tax			
Opening Balance		-	9,063,871
Advance tax paid during the period:			
Tax at source on Export		17,797,799.66	18,128,300
Tax at source on FDR		2,106,493.89	4,195,192
Tax at source on Transport		345,000	175,000
Tax at source on Trade License		3,000	3,000
Tax at source on Import		4,833,471	3,189,876
Tax at source on Bank Interest		201	2,056
Advance Income Tax for the assessment Year 2022-23		3,500,000	1,000,000
AIT Paid during the period		28,585,966	26,693,424
Total Advance tax paid		28,585,966	35,757,295
Less: Adjustment for Prior period Tax		-	(9,063,871)
Less: Adjustment with Current period Tax		(28,585,966)	(26,693,424)
Closing Balance		-	-
(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	889,535	155,702
Cash at Banks	9.02	94,432,087	88,946,860
		95,321,622	89,102,562
9.01 Cash in Hand			
Head office		292,132	73,460
Factory Office		597,403	82,242
		889,535	155,702



Amount in Taka	
March 31,2022	June 30, 2021

9.02 Cash at Banks

Name of Banks	Branches	Account Type	Currency		
Janata Bank	Motijheel	CD A/C # 023733012107	BDT	81,221	81,566
Janata Bank	Noyapara	CD A/C # 0210005125	BDT	21,056	302,575
Janata Bank Ltd.	Noyapara	SND A/C # 145	BDT	98,053	97,277
Dhaka Bank	Islami	CD A/C # 2015	BDT	105,794	101,289
Standard Chartered Bank	Gulshan	CA-A/C # 01-1183017-01	BDT	23,805	24,150
HSBC	Gulshan	MDA # 001 234608-095	BDT	10,568	10,568
HSBC	Dhaka HO	DA # 001 234608-012	BDT	-	1,780,805
HSBC	Dhaka HO	DA # 001 234608-015	BDT	-	1,748,074
HSBC	Dhaka HO	DA # 001 234608-901	BDT	-	2,160,438
HSBC	Dhaka HO	DA # 001 234608-902	BDT	-	763,324
HSBC	Dhaka HO	DA # 001 234608-903	BDT	-	1,076,048
HSBC	Dhaka HO	DA # 001 234608-904	BDT	-	1,573,949
HSBC	Dhaka HO	DA # 001 234608-905	BDT	1,460,588	1,464,278
HSBC	Dhaka HO	DA # 001 234608-906	BDT	1,740,075	1,765,104
HSBC	Dhaka HO	DA # 001 234608-907	BDT	1,809,488	-
HSBC	Dhaka HO	CD A/C # 001234608-013	BDT	412	412
HSBC	Dhaka HO	CD A/C # 001234608-014	BDT	5,361	5,361
Bank Al Falah	Gulshan	STD A/C # 0702 03700151	BDT	36,279	36,509
Premier Bank Ltd.	Gulshan	A/C #1021311869	BDT	1,506	1,486
Mutual Trust Bank	Gulshan	SND A/C # 599	BDT	78,347	78,480
Prime Bank	Gulshan	CD A/C # 44026	BDT	111,123	487,603
Bkash DM	-417		BDT	171,995	274,202
Dutch Bangla Bank	Habiganj	A/C # 19259	BDT	54,315	1,962,994
Dutch Bangla Bank	Gulshan	A/C # 8072	BDT	35,611	100,348
Eastern Bank	Gulshan	A/C # 72879	BDT	1,331,014	124,510
BRAC Bank	Gulshan	A/C # 1501201985342002	BDT	35	2,041,635
Foreign Currency Accounts				-	-
HSBC	Gulshan	FC Account # 001234608-047	USD	25,470,025	4,778,698
HSBC	Gulshan	Margin Account # 001234608-091	USD	11,447,552	24,298,275
HSBC	Gulshan	Offshore A/C # 005	USD	6,230,159	16,889,387
Bank Asia	Dhanmondi	S Margin A/C # 11047000002	USD		27,176
Bank Asia	Dhanmondi	S Margin A/C # 21047000002	USD	21,830,119	14,326,390
Bank Asia	Dhanmondi	ERQ A/C # 11042000002	USD		1,730,428
Bank Asia	Dhanmondi	ERQ A/C # 20142000005	USD	116,514	7,238,407
Bank Al Falah	Gulshan	Margin A/C # 0702 4502202	USD	115,927	547,637
Prime Bank	Gulshan	BTB A/C # 19110	USD	22,045,146	1,047,479
				94,432,087	88,946,860

10.00 Share Capital

This represents:

Authorized capital

200,000,000 Ordinary shares of Tk.10 each

2,000,000,000 **2,000,000,000**

Issued, subscribed and paid up capital :

35,000,000 Ordinary Shares @ Tk. 10 each fully paid up	350,000,000	350,000,000
17,500,000 Ordinary Shares @ Tk 10 each fully paid up other than cash	175,000,000	175,000,000
15,000,000 Ordinary Shares @ Tk.10 each fully paid up	150,000,000	150,000,000
20,250,000 Ordinary Shares @ Tk.10 each fully paid up Other than cash	202,500,000	202,500,000
47,500,000 Ordinary Shares @ Tk.10 each fully paid up	475,000,000	475,000,000
13,525,000 Ordinary Shares @ Tk.10 each fully paid up Other than cash	135,250,000	135,250,000
148,775,000 Ordinary Shares	1,487,750,000	1,487,750,000

Percentage of shareholding position of different shareholders are as follows:

Name of the Shareholders	31.03.2022		30.06.2021	
	No. of shares	% of holding	No. of shares	% of holding
Sponsors	63,074,998	42.40	63,074,998	42.40
Institutions	18,054,400	12.14	24,279,051	16.32
General Public	67,645,602	45.47	61,420,951	41.28
	148,775,000	100.00	148,775,000	100.00





Amount in Taka	
March 31,2022	June 30, 2021

Classification of Shareholders by holding:

The number of shareholders and shareholding position as at March 31,2022 are given below:

Range of holding	No. of shareholding	No. of shareholders	No. of shareholders
Upto 500 shares	1,635,589	6,496	7,115
501 to 5,000 shares	7,120,118	3,416	2,737
5,001 to 10,000 shares	5,605,039	711	684
10,001 to 20,000 shares	7,253,105	487	423
20,001 to 30,000 shares	4,877,924	192	191
30,001 to 40,000 shares	3,113,223	87	87
40,001 to 50,000 shares	3,240,915	69	78
50,001 to 100,000 shares	8,211,734	115	118
100,001 to 1,000,000 shares	20,916,025	93	110
Over 1,000,000 shares	86,801,328	15	11
Total	148,775,000	11,681	11,554

11.00 Revaluation Surplus

This calculation is arrived as follows:

Opening Balance	2,326,275,677	2,418,070,423
Less: Adjustment for provision of deferred tax	11,225,886	20,128,467
Adjustment for depreciation on revalued assets	(74,839,238)	(109,449,149)
Adjustment for destroyed by Fire on revalued assets	(5,331,549)	(2,474,063)
Closing Balance	2,257,330,776	2,326,275,677

The revaluation of assets of Saiham Cotton Mills Limited was made on 28 April, 2019 by Ata Khan & Co., Chartered Accountants, an Independent Qualified Valuer, on Land and Land Development, Factory Building and Other Construction, Building Office Space and Plant and Machineries. The revaluation surplus for which comes at Tk. 2,562,422,452. The result of such revaluation was incorporated in these financial statements from its effective date which is 01 May, 2019. The surplus arising from the revaluation was transferred to revaluation reserve. Effect of deferred tax on the revaluation has been shown under Note 12.00 "Deferred Tax Liabilities".

Present valuation of the Land and land Development, Building Office Space has been arrived at by taking into consideration the location and the market price of recent transfer of the assets. Present valuation of Factory building and other construction, Plant and machineries has been arrived at by taking into consideration the current replacement cost.

Impact of loss on revaluation surplus on Godown structures under buildings & constructions destroyed by fire is disclosed in note no. 07.00 "Sundry Receivables"

12.00 Deferred tax Liabilities

This is arrived as follows:

Opening Balance	564,708,369	576,254,554
Add: Deferred Tax expenses for the period	12.1.1 11,081,692	8,140,654
Add: Deferred tax on Revalued Asset	(11,225,886)	(20,128,467)
Add: Deferred Tax expenses on unrealized gain	(22,289)	441,628
Closing Balance	564,541,887	564,708,369

12 Deferred tax liability for the period is arrived as follows:

A. Property, plant and equipment

Carrying amount	2,787,585,731	2,919,150,945
Tax base amount	1,654,552,957	1,862,196,120
Taxable temporary difference	1,133,032,774	1,056,954,824
Tax rate	15%	15%
Deferred tax liability	169,954,916	158,543,224





	Amount in Taka	
	March 31,2022	June 30, 2021
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	1,613,892,906	1,688,732,144
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	242,083,936	253,309,822
	395,363,957	406,589,843
C. Deferred Tax on unrealized gain/ (loss)		
Opening balance of deferred tax liability for unrealized gain	881,474	439,846
Addition during the period	(22,289)	441,628
	859,185	881,474
D. Deferred Tax on Gratuity Provision		
Provision for Gratuity as at March 31,2022	10,907,810	8,707,810
Company tax rate	15%	15%
Deferred tax asset	(1,636,172)	(1,306,172)
Total (A+B+C+D)	564,541,887	564,708,369
Calculation of deferred tax:		
Deferred tax liability as on March 31,2022	564,541,887	564,708,369
Deferred tax liability as on June 30, 2021	564,708,369	576,254,554
Deferred tax increased during the period	(166,483)	(11,546,185)
12.1.1		
12.1.1 Deferred tax liability other than revalued assets as at March 31,2022	169,954,916	158,543,224
Deferred tax liability other than revalued assets as at June 30, 2021	158,543,224	149,573,774
Net increased in deferred tax expenses for other than revalued assets for the period	11,411,692	8,969,449
Net increase in deferred tax for Unrealized Gain	(22,289)	441,628
Deferred tax asset on gratuity provision as at March 31,2022	(1,636,172)	(1,306,172)
Deferred tax liability on gratuity provision as at June 30, 2021	(1,306,172)	(477,377)
Net increase/(decrease) in deferred tax expenses for gratuity provision	(330,000)	(828,795)
Total deferred expenses for the period	11,081,692	8,140,654
Adjustment of revaluation surplus for deferred tax		
Deferred tax liability for revaluation as on March 31,2022	395,363,957	406,589,843
Deferred tax liability for revaluation as on June 30, 2021	406,589,843	426,718,310
Adjustment of revaluation surplus for deferred tax	(11,225,886)	(20,128,467)
	(166,483)	(11,546,185)
13.00 Long Term Loan		
This is arrived as follows:		
Opening Balance as on July 01, 2021	416,318,726	317,965,258
Addition during the period	440,182,847	229,825,911
	856,501,572	547,791,168
Adjusted/Payment during the period	(132,077,197)	(131,353,432)
	724,424,376	416,437,736
Unrealized gain/loss for change in exchange rate of foreign currency	3,163,251	(119,010)
Closing Balance as on March 31,2022	727,587,627	416,318,726
Less: Long Term Loan Current Maturity	190,472,897	96,933,359
	537,114,730	319,385,367



Amount in Taka	
March 31,2022	June 30, 2021

Repayment terms:

HSBC Ltd.

The above loan created in form of foreign currency term loan which was explained are as follows:

These long term loan are repayable in 16-20 equal installments and interest rate is LIBOR +3.25% per annum. Repayment of these loan started in between July 2020 and will be completed by 08.02.2027.

Security details:

HSBC Ltd.

The loan from HSBC Ltd. is secured by the hypothecation of stock of raw cotton, work in process, finished goods, book debts, term deposit, personal guarantee of all the directors, corporate guarantee of Faisal Spinning Mills Ltd, Saiham Textile Mills Ltd. and pari passu charge on all the fixed assets, floating assets and book debts of the company with RJSC and HSBC.

Prime Bank Ltd.

Out of total Tk. 724,424,376 Taka 40,571,791 has been taken and accounted for as long term loan against corporate office floor purchase and are repayable in 75 equal installments. Repayment of these loan started from January, 2018 and will be completed in December, 2025.

The loan from Prime Bank Ltd. is secured by the Registered Mortgage of corporate office floor space, personal guarantee of all the directors, Insurance coverage and others related charge documents.

14.00 Short Term Loan

Bank Loan and Overdraft

14.01	1,338,379,896	2,679,783,372
	<u>1,338,379,896</u>	<u>2,679,783,372</u>

14.01 Bank Loan and Overdraft

This consists of as follows:

HSBC CD A/C # 001234608-011	15,349,452	43,148,725
Cash Credit (Hypo) Bank Asia Ltd.	243,836,025	96,330,753
Cash Credit (Hypo) Bank Al Falah	149,190,612	109,577,816
Overdraft A/c-Prime Bank Ltd.	7,390,891	48,291,947
Short Term Loan - HSBC	-	135,200,000
Deamand Loan-Bank Asia	-	91,023,749
SP Loan -Prime Bank	-	15,341,334
SP Loan -Bank Alfalah	-	35,398,125
L/C liabilities under EDF	922,613,216	2,102,133,280
IDBP Loan - Prime Bank Ltd.	-	3,337,642
	<u>1,338,379,896</u>	<u>2,679,783,372</u>

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

15.00 Liability against Capital Machinery :

This consists of as follows:

HSBC-IMPORT LOAN-MACHINERY	134,171,762	496,149,307
BANK ASIA-IMPORT LOAN-MACHINERY	1,960,750	32,229,905
PRIME BANK -IMPORT LOAN-MACHINERY	23,982,152	12,932,073
	<u>160,114,665</u>	<u>541,311,285</u>

16.00 Trade & Other Creditors

This is arrived as follows:

Local supplier	17,099,413	26,008,915
	<u>17,099,413</u>	<u>26,008,915</u>





		Amount in Taka	
		March 31,2022	June 30, 2021
17.00	Income Tax Provision		
	Opening Balance	12,400,354	-
	Add: Provision made during the period	19,904,495	39,093,778
		<u>32,304,849</u>	<u>39,093,778</u>
	Less : Tax paid for Assesment year 2021-22	(932,434)	-
	Less: Adjusted with advance income tax	(28,585,966)	(26,693,424)
	Closing Balance	<u>2,786,449</u>	<u>12,400,354</u>
		<u>19,904,495</u>	<u>39,093,778</u>
17.01	Current Tax		
	(Higher of i, ii, iii)		
	i) Regular Tax		
	Profit before Tax	113,365,894	219,543,148
	Accounting Depreciation	223,886,150	270,957,416
	Capital Allowance	(227,316,779)	(219,112,678)
	Other income	(20,828,641)	(36,717,884)
	Non operating income	(3,524,837)	(2,062,152)
	Dividend income	(33,839)	(80,722)
	Income/(loss) from business	<u>85,547,948</u>	<u>232,527,128</u>
	Tax on Business income	15%	85,547,947.84
	Tax on Non operating income:		
	Tax on Int. of FDR against BG & term loan	22.5%	236,302
	Tax on Interest of STD A/C	22.5%	2,014
	Tax on Overdue Interest	22.5%	37,419
	Tax on Realized gain/(loss) on marketable securities	22.5%	3,246,102
	Tax on Gain/(Loss) on Sale of Capital Assets	22.5%	3,000
	Tax on Other income:		
	Tax on dividend income	20%	33,839
	Tax on Interest of FDR	22.5%	20,828,641
	Total tax liability		<u>18,318,493</u>
			<u>12,832,192</u>
			<u>34,879,069</u>
	ii) Minimum tax U/S-82C(2)		
	Tax deducted at source		<u>19,904,495</u>
			<u>22,323,492</u>
	iii) Minimum tax U/S-82C(4)		
	Turnover	0.40%	3,336,672,739
	Non-operating income	0.40%	3,484,418
	Other income	0.60%	20,862,480
			<u>13,485,691</u>
			<u>14,593,530</u>
			<u>13,938</u>
			<u>20,996</u>
			<u>125,175</u>
			<u>220,792</u>
			<u>13,485,804</u>
			<u>14,835,318</u>
18.00	Payable and Accrnals		
	This is arrived as follows:		
	Salary and wages		14,179,699
	Gas Charges		16,746,857
	Audit Fees		356,500
	Utility Bill		24,890
	Telephone bill		3,158
	Financial Expenses		-
	Provident Fund(Head Office)		50,240
	Provident Fund(Factory Office)		71,680
	Unpaid share money deposit		35
	Tax Deducted at Source		154,390
	VAT expenses		757
	Provision For C & F Charge		1,494,524
	WPPF	18.01	14,520,399
	Gratuity Provision	18.02	10,907,810
			<u>58,510,939</u>
			<u>12,312,118</u>
			<u>16,323,960</u>
			<u>437,000</u>
			<u>42,169</u>
			<u>3,364</u>
			<u>3,948,521</u>
			<u>63,800</u>
			<u>173,888</u>
			<u>2,041,635</u>
			<u>13,502</u>
			<u>15,920</u>
			<u>4,866,154</u>
			<u>19,524,968</u>
			<u>8,707,810</u>
			<u>68,474,809</u>





Amount in Taka	
March 31,2022	June 30, 2021

18.01 Workers Profit Participation Fund (WPPF)

This is arrived as follows:

Opening Balance	19,524,968	8,653,433
Provision made during the period	4,779,812	10,871,535
	24,304,780	19,524,968
Payment made during the period	(9,784,381)	-
Closing Balance	14,520,399	19,524,968

18.02 Provision for Gratuity Fund

This is arrived as follows:

Opening Balance	8,707,810	3,182,510
Provision made during the period	2,200,000	8,451,591
	10,907,810	11,634,101
Payment made during the period	-	(2,926,291)
Closing Balance	10,907,810	8,707,810

19.00 Unclaimed Dividend

This is arrived as follows:

Name of Dividend Account	Account Type	Year of Dividend		
HSBC # 001 234608-012	Current Account	2011-2012	-	1,780,805
HSBC # 001 234608-015	Current Account	2012-2013	-	1,748,074
HSBC # 001 234608-901	Current Account	2013-2014	-	2,160,438
HSBC # 001 234608-902	Current Account	2014-2015	-	763,324
HSBC # 001 234608-903	Current Account	2015-2016	-	1,076,048
HSBC # 001 234608-904	Current Account	2016-2017	-	1,573,949
HSBC # 001 234608-905	Current Account	2017-2018	1,460,588	1,464,278
HSBC # 001 234608-906	Current Account	2018-2019	1,740,075	1,765,104
HSBC # 001 234608-907	Current Account	2020-2021	1,809,488	-
Total Unclaimed Dividend			5,010,151	12,332,019





Amount in Taka		Amount in Taka	
July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021	January 01, 2022 to March 31, 2022	January 01, 2021 to March 31, 2021

20.00 Cost of Goods Sold

This is made up as follows:

Materials Consumption

Raw Cotton	20.01	2,374,205,478	1,734,019,488	814,928,879	532,830,136
Packing Materials	20.02	27,628,405	24,826,428	10,014,957	7,019,156
Stores and Spares	20.03	32,954,697	27,907,170	1,164,452	20,406,028
Total materials consumption		2,434,788,580	1,786,753,086	826,108,288	560,255,319
Direct Wages and Salaries		100,396,331	86,169,553	34,489,541	30,062,328
Prime cost		2,535,184,911	1,872,922,639	860,597,829	590,317,647
Add. Factory Overhead	20.04	376,456,514	363,079,461	130,716,685	122,715,113
Total manufacturing cost		2,911,641,425	2,236,002,100	991,314,514	713,032,759
Add. Opening Work-in-process		35,266,695	30,480,302	29,663,765	25,716,586
Cost of goods available for use		2,946,908,120	2,266,482,402	1,020,978,279	738,749,345
Less. Closing Work-in-process		37,465,588	32,681,767	37,465,588	32,681,767
Cost of Production		2,909,442,532	2,233,800,634	983,512,691	706,067,578
Add. Opening Stock of Finished Goods		180,016,291	400,251,784	279,234,097	304,533,580
Cost of goods available for sales		3,089,458,823	2,634,052,418	1,262,746,788	1,010,601,158
Less. Closing Stock of Finished Goods		136,679,749	366,744,490	136,679,749	366,744,490
Cost of Goods Sold		2,952,779,074	2,267,307,928	1,126,067,039	643,856,668

20.01 Raw Cotton

This is arrived as follows:

Opening Stock of Raw Cotton	801,538,845	1,674,319,509	1,301,526,936	592,680,629
Add. Purchase during the period	2,302,957,945	1,310,262,718	250,065,237	610,466,762
Less: Destroyed by Fire	-	(573,970,353)	-	-
Less: Short Weight Claim	(19,862,886)	(742,140)	(19,662,386)	-
Add: (Gain)/Loss on dollar fluctuation	10,196,344	(7,245,642)	3,623,861	(1,712,651)
Raw Cotton available for use	3,094,830,248	2,402,624,093	1,535,553,648	1,201,434,740
Less. Closing Stock of Raw Cotton	720,624,770	668,604,605	720,624,770	668,604,605
Consumption during the period	2,374,205,478	1,734,019,488	814,928,879	532,830,136

20.02 Packing Materials

This is arrived as follows:

Opening Stock of Packing Materials	4,154,184	2,865,917	6,489,538	1,693,891
Add. Purchase during the period	33,413,237	24,290,357	13,464,435	7,655,111
Packing Materials available for use	37,567,421	27,156,274	19,953,973	9,349,002
Less. Closing Stock of Packing Materials	9,939,016	2,329,846	9,939,016	2,329,846
Consumption during the period	27,628,405	24,826,428	10,014,957	7,019,156

20.03 Stores and Spares

This is arrived as follows:

Opening Stock of Spare Parts	45,251,138	43,127,572	65,535,685	60,080,147
Add. Purchase during the period	66,644,174	36,297,731	14,569,383	11,844,013
Stores and Spares available for use	111,895,312	79,425,303	80,105,067	71,924,160
Less. Closing Stock of Spare Parts	78,940,615	51,518,133	78,940,615	51,518,133
Consumption during the period	32,954,697	27,907,170	1,164,452	20,406,028



**20.04 Factory Overhead**

This consists of as follows:

	July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021	January 01, 2022 to March 31, 2022	January 01, 2021 to March 31, 2021
Gas Charges	148,728,733	139,943,390	55,163,424	46,774,321
Fuel and Lubricants	2,736,891	3,298,605	880,265	986,015
Insurance Premium	782,775	2,241,940	371,935	1,061,690
Covered Van and Lorry expenses	6,135,838	5,957,597	2,400,772	1,340,990
Factory Repair & Maintenances of Capital Assets	1,854,983	2,318,547	839,436	1,286,859
Staff Quarter expenses	1,101,908	828,955	401,109	301,430
Misc. Expenses	215,923	62,435	215,923	11,500
Depreciation (Annexure- A)	214,899,463	208,427,992	70,443,821	70,952,308
	376,456,514	363,079,461	130,716,685	122,715,113

21.00 Administrative and Marketing Expenses

This consists of as follows:

Directors Remuneration	1,575,000	1,575,000	525,000	525,000
Salary and Allowances	25,922,080	19,383,188	9,258,025	6,947,499
Festival Bonus	882,275	1,102,489	-	-
Provident Fund Expenses	964,553	924,948	330,634	245,490
Rest House Expenses	-	6,200	-	6,200
Staff Quarter Exp	9,670	-	9,670	-
Gratuity	2,200,000	8,546,651	1,100,000	2,000,000
Entertainments	821,508	1,048,794	295,555	403,943
Rent a car	1,168,400	1,331,400	353,700	444,000
Fuel & Lubricants	3,562,343	5,217,164	1,157,722	1,143,766
Fees, Forms, and others	2,849,666	3,582,770	1,063,221	907,905
Annual Listing Fee	1,451,116	1,295,066	1,345,116	1,295,066
Board Meeting Fees	79,750	68,750	13,750	13,750
Maintenance of Vehicles	1,025,355	1,401,365	731,705	365,628
IT Expenses	1,410,209	3,503,175	633,506	854,099
Insurance Premium	21,563	410,723	21,563	21,563
Printing & Stationery	406,179	495,510	259,870	172,897
Donation and Subscription	143,660	155,458	3,830	41,058
Miscellaneous Expenses	510,420	611,195	185,400	183,720
Office Maintenance	240,332	592,058	32,469	177,739
Traveling and Conveyance	335,593	517,816	89,727	179,373
Transportation cost	-	660	-	-
Telephone and Mobile Expenses	253,920	184,957	91,347	60,481
Utility expenses	204,761	180,367	71,863	65,049
Audit fees	368,000	327,750	149,500	109,250
Professionals Fee	20,000	-	20,000	-
CSR Activities	75,000	-	5,000	-
Uniform and Upkeep	230,830	5,400	230,830	-
Medical and Welfare	119,000	115,500	-	7,000
Postage and Stamp	31,285	11,158	10,660	300
Selling & Distribution Exp.	18,600	150,550	-	23,000
Business Development Expenses	2,849,300	20,000	8,400	20,000
Export Expenses	1,304,858	-	1,304,858	-
Advertisement	400,976	248,286	137,001	105,986
VAT Exp.	1,104,019	1,079,661	492,843	264,588
AGM Expenses	115,900	165,075	115,900	165,075
Depreciation (Annexure- A)	8,986,687	9,340,040	2,929,262	3,048,444
	61,662,809	63,599,125	22,977,927	19,797,870

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

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Registered Office & Factory : Noyapara, Saiham Nagar, Madhabpur, Habiganj-3333.



July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021	January 01, 2022 to March 31, 2022	January 01, 2021 to March 31, 2021
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22.00 Financial Expenses

This consists of as follows:

Interest on Cash Credit Hypo (BA)	4,997,675.14	18,498,526	1,657,456.31	5,424,035
Interest Exp. ON Demand Loan(SP) -BA	855,639.83	2,142,887		1,012,887
Interest on Cash Credit Hypo (Bank Alfalah)	5,798,310.58	9,194,588	2,947,236.28	2,579,718
Interest on Loan (SP) - B. ALFALH LTD	290,477	908,776		486,881
Interest on OD (Prime Bank)	1,310,043	3,052,944	241,934	824,728
Interest on SP (Prime Bank)	-	165,034	-	165,034
Interest on CC Hypo (HSBC Ltd.)	1,738,654	2,907,357	706,420	918,183
Interest on Term Loan (HSBC)	16,481,860	6,975,591	6,177,935	1,706,071
Interest on Term Loan (Prime Bank)	3,069,099	3,901,338	947,305	1,190,230
Interest on Bank Asia Ltd.	-	3,026,219	-	-
Interest on HSBC Ltd.	1,484,621	4,555,779	-	771,552
Interest on Bank Al Falah	-	8,218,534	-	3,946,937
Interest on Prime Bank	34,540	406,407	-	5,127
Interest on Force Loan HSBC	-	46,319	-	46,319
Bank Charges, Commission & Discrepancies	6,093,566	9,411,411	2,202,402	3,583,595
Overdue Interest	5,075	12,069	616	1,051
Interest on Import Loan	44,693,556	54,054,657	17,780,521	15,534,687
	86,853,115	127,478,437	32,661,826	38,197,035

23.00 Abnormal Loss By Fire

Raw Cotton Destroyed by Fire	123,689,295	-	-	-
Building Structure Destroyed by Fire	3,288,359	-	-	-
	126,977,654	-	-	-

On October 15, 2020 a fire incident happened in one of the factory godown, the fire burned 7,529,900 LBS of raw cotton, the godown structure etc. Several units of fire brigades took three days to control the fire. The godown is fully insured by Green Delta Insurance Company Limited. Claim for total burned raw cotton stands at Tk. 573,970,353 and for Building Tk. 40,000,000. Abnormal Loss by fire @10% of total burned raw cotton and building for total Tk 58,922,972 which was reflected on June 30, 2021 and rest @90% of total burned raw cotton and building for total Tk. 552,573,317 shown as sundry receivable in June 30, 2021 and subsequently Claim Received from Green Delta Insurance Co. for total taka 420,264,114 disclosed in note no. 7.00 "Sundry Receivable".

24.00 Non operating income

Interest on FDR against bank guarantee and term loan	236,302	3,082,137	79,465	1,046,453
Interest on STD A/C	2,014	12,259		-
Overdue Interest	37,419	141,036	37,419	-
Realized gain/(loss) on marketable securities	3,246,102	(3,960,388)	32,805	(455,903)
Gain/(Loss) on Sale of Capital Assets	3,000	(234,582)		-
	3,524,837	(959,538)	149,689	590,550

25.00 Other income

Dividend Income	33,839	32,145	30,035	13,289
Interest on FDR	20,828,641	30,850,476	6,567,584	18,340,784
	20,862,480	30,882,621	6,597,619	18,354,073

26.00 Earnings per share (EPS)

The computation of EPS is given below:

Net profit after tax	82,379,707	107,255,998	85,043,675	52,935,161
Number of total outstanding shares	148,775,000	148,775,000	148,775,000	148,775,000
Earnings per share (EPS)	0.55	0.72	0.57	0.36





Amount in Taka	
March 31, 2022	June 30, 2021
27.00 Net Assets value (NAV) per share	
Total assets	8,347,022,774
Total outside liabilities	9,855,031,159
Net assets	2,874,031,026
Divided by number of ordinary shares	4,321,337,849
Net assets value (NAV) per share	5,472,991,748
	5,533,693,311
	148,775,000
	148,775,000
	36.79
	37.20

28.00 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	31.03.2022	30.06.2021
Faisal Spinning Mills Ltd	Trade and Other Receivables	Group Company	127,370,288	111,411,488
Saiham Knit Composite Ltd.	Trade and Other Receivables	Group Company	27,501,650	56,876,125
Saiham Textile Mills Ltd.	Trade and Other Receivables	Group Company	-	66,642,242
Director's Remuneration	Remuneration	MD/Director	1,575,000	2,100,000
Board meeting fees	Meeting fee	MD/Director	79,750	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 20th AGM dated 12th December 2021 for supply of goods and materials amounting 1% or above of the revenue for the immediate preceding financial period with its related parties.

Amount in Taka	
July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021

29.00 Reconciliation of cash flows from operating activities under indirect method

Profit before Tax	113,365,894	147,106,419
Adjustment to Reconcile Profit before Tax provided by operating activities:		
Add : Non Cash Item (Abnormal Loss)	126,977,654	-
Add: Depreciation	223,886,150	217,768,032
Less: Finance Expenses	86,853,115	127,478,437
Less: Unrealized gain/(loss) for change in exchange rate of foreign currency	10,890,464	9,624,525
Gain/(Loss) on Sale of Vehicle	(3,000)	234,582
Changes in current assets and liabilities:		
(Increase) / Decrease Inventories	84,705,283	454,966,502
(Increase) / Decrease Advance, deposits & prepayments	234,247,780	(279,648,662)
Income Tax Paid	(29,518,400)	(21,067,457)
(Increase) / Decrease Trade & Other Receivable	458,006,660	275,288,300
Claim Received from Green Delta Insurance Co.	420,264,114	-
Increase/ (Decrease) In trade creditors	(8,909,503)	23,635,205
Increase / (Decrease) payables & Accruals	(9,963,870)	11,716,799
Increase / (Decrease) unpaid dividend & Share Money	(7,321,868)	(2,275)
Net cash flow from operating activities	1,703,480,475	967,100,406





Amount in Taka	
July 01, 2021 to March 31, 2022	July 01, 2020 to March 31, 2021

30.00 Collection from customers & others

Add: Opening receivable	1,483,441,037	1,196,234,014
Sales during the period	3,336,672,739	2,593,029,898
	4,820,113,776	3,789,263,912
Less: Closing Receivable	(1,028,105,848)	(1,494,790,632)
Add/(Less); Unrealized Gain/(Loss)	2,671,471	(125,435)
Collection from sales	3,794,679,398	2,294,347,845

31.00 Payment for cost and expenses

Cost of goods sold	(2,952,779,074)	(2,267,307,928)
Operating expenses	(61,662,809)	(63,599,125)
Depreciation	223,886,150	217,768,032
Inventories	84,705,283	454,966,502
Advances, deposits and pre-payments	234,247,780	(279,648,662)
WPPF	(8,531,045)	(7,836,547)
Payables & Accruals	(9,963,870)	11,716,799
Unclaimed Dividend	(7,321,868)	(2,275)
Trade & Other Creditors	(8,909,503)	23,635,205
Destroyed by Fire	-	573,970,353
	(2,506,328,955)	(1,336,337,646)

32.00 Net Operating Cash Flow Per Share

The computation of NOCFPS is given below:

Net cash flow from operating activities	1,703,480,475	967,100,406
Divided by number of ordinary shares	148,775,000	148,775,000
Net Operating Cash Flow Per Share (NOCFPS)	11.45	6.50





Property, plant and equipment As at March 31, 2022

Particulars	Cost			Rate %	Depreciation			W.D.V. as at 31.03.2022
	Balance as at 01.01.2022	Addition during the year	Adjustment during the year		Balance as at 31.03.2022	Charge during the year	Adjustment during the year	
Land and Land Development	100,458,348	-	-	100,458,348	-	-	-	100,458,348
Factory Building & Other Construction	614,402,649	9,467,522	-	623,870,171	5,031,160	-	216,941,017	406,929,154
Office Building	126,361,395	-	-	126,361,395	1,315,092	-	22,469,134	103,892,261
Plant and Machineries	3,326,627,882	2,979,736	-	3,329,607,618	39,621,660	-	1,253,094,341	2,076,513,278
Furnitures & Fixtures	22,781,944	200,000	-	22,981,944	332,034	-	9,832,627	13,149,317
Motor Vehicles	45,225,139	-	-	45,225,139	871,033	-	22,868,625	22,356,514
Office Equipments	27,093,262	-	-	27,093,262	393,248	-	11,756,591	15,336,671
Sundry Assets	97,117,636	25,520	-	97,143,156	1,254,478	-	48,192,986	48,950,170
Sub - Total	4,360,068,255	12,672,798	-	4,372,741,053	48,818,705	-	1,585,155,321	2,787,585,731

Revaluation of property, plant and equipment

Particulars	Cost			Rate %	Depreciation			W.D.V. as at 31.03.2022
	Balance as at 01.01.2022	Addition during the year	Adjustment during the year		Balance as at 31.03.2022	Charge during the year	Adjustment during the year	
Land and Land Development	1,021,866,807	-	-	1,021,866,807	-	-	-	1,021,866,807
Building & Other Construction	1,199,507,520	-	-	1,199,507,520	12,350,872	-	223,788,648	975,718,872
Plant and Machineries	1,047,257,309	-	-	1,047,257,309	12,185,651	-	409,541,563	637,715,746
Motor Vehicles	3,150,093	-	-	3,150,093	17,855,37	-	2,691,805	458,288
Sub - Total	3,271,781,729	-	-	3,271,781,729	24,554,378	-	636,022,016	2,635,759,713
Grand Total	7,631,849,984	12,672,798	-	7,644,522,782	73,373,083	-	2,221,177,338	5,423,345,444

Allocation of depreciation:
Cost of Production
Administrative and Marketing Expenses

70,443,821
2,929,262
73,373,083