



Ref: SCML/04/157/2023

Dated: Dhaka

April 30, 2023

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 30, 2023 at 3.00 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, 2023.

Particulars	July,2022 To March,2023	July,2021 To March,2022	January,2023 To March, 2023	January,2022 To March, 2022
		Restated		Restated
Profit before Tax	5,95,03,586	23,68,32,369	(5,36,45,840)	9,77,70,505
Profit after Tax	1,50,44,927	18,95,21,050	(4,44,41,218)	7,93,13,483
Earnings Per Share (EPS)	0.10	1.27	(0.30)	0.53
NAV Per Share	35.74	36.66		
Net Operating Cash Flow Per Share (NOCFPS)	(5.02)	8.63		

Disclosure relating to EPS and NOCFPS decreased:

During the period net profit after tax has been decreased as compared to previous year same period due to decrease in selling price, for this reason EPS has been decreased. Besides this, Net Operating Cash Flow Per Share (NOCFPS) also decreased due to increase of payment for cost and expenses.

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.





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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, 2023 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
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.





SAIHAM COTTON MILLS LTD.


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Statement of Financial Position

As at March 31, 2023

Particulars	Notes	Amount in Taka	
		March 31, 2023	June 30, 2022
ASSETS:			
Non-Current Assets:			
Property, Plant and Equipment	3.00	5,227,057,518	5,422,505,387
Capital Work In Progress	4.00	14,304,382	6,403,843
Investment	5.00	534,953,223	535,726,239
Total Non-Current Assets		5,776,315,122	5,964,635,469
Current Assets:			
Inventories	6.00	3,782,643,627	1,867,976,830
Trade and Other Receivables	7.00	597,296,092	695,533,611
Sundry Receivables	8.00	-	-
Advance, Deposits and Pre-payments	9.00	146,466,367	666,413,361
Cash and Cash Equivalents	10.00	20,362,436	205,488,696
Total Current Assets		4,546,768,522	3,435,412,498
Total Assets		10,323,083,645	9,400,047,967
EQUITY AND LIABILITIES:			
Shareholder's Equity:			
Share Capital	11.00	1,487,750,000	1,487,750,000
Share Premium		751,750,000	751,750,000
Revaluation Surplus	12.00	2,158,214,894	2,217,851,072
Retained Earnings		913,732,791	991,468,888
FVOCI Reserve		6,503,818	7,215,085
Total Shareholders Equity		5,317,951,504	5,456,035,045
Non-Current Liabilities:			
Deferred tax liabilities	13.00	591,056,038	597,568,352
Long Term Loan	14.00	512,727,899	551,257,396
Total Non-Current Liabilities		1,103,783,937	1,148,825,748
Current Liabilities:			
Short Term Loan	15.00	3,497,820,380	2,348,519,187
Term Loan Current Maturity	14.00	212,184,189	190,696,620
Liability against Capital Machinery	16.00	26,245,951	120,732,050
Trade & Other Creditors	17.00	34,613,368	13,040,562
income tax provision	18.00	24,309,536	27,722,594
Payable and Accruals	19.00	100,429,760	89,849,572
Unclaimed Dividend	20.00	5,745,021	4,626,588
Total Current Liabilities		3,901,348,204	2,795,187,173
Total Liabilities		5,005,132,141	3,944,012,922
Total Equity and Liabilities		10,323,083,645	9,400,047,967
Net Assets Value per Share	27.00	35.74	36.67

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


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary



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.



SAIHAM COTTON MILLS LTD.

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Statement of Profit or Loss and Other Comprehensive Income For the period ended on March 31, 2023

Particulars	Notes	Amount in Taka			
		July 01, 2022 to March 31, 2023	July 01, 2021 to March 31, 2022	Jan 01, 2023 to March 31, 2023	Jan 01, 2022 to March 31, 2022
Turnover		3,610,684,275	3,336,672,739	1,232,948,722	1,275,335,547
Cost of goods sold	21.00	(3,239,758,038)	(2,952,779,074)	(1,211,050,537)	(1,126,067,039)
Gross Profit		370,926,237	383,893,665	21,898,185	149,268,508
Administrative and marketing expenses	22.00	(64,228,068)	(61,662,809)	(22,977,836)	(22,977,927)
Financial expenses	23.00	(107,875,028)	(86,853,115)	(46,603,236)	(32,661,826)
Operating Profit/(Loss)		198,823,141	235,377,741	(47,682,887)	93,628,754
Non-operating income	24.00	15,725,700	3,524,837	3,362,089	149,689
Other income	25.00	23,385,650	20,862,480	3,421,327	6,597,619
Unrealised Gain / (loss) on marketable securities		(711,267)	(200,606)	5,409	112,010
Unrealized gain/(loss) for change in exchange rate of foreign currency		(174,744,460)	(10,890,464)	(15,433,746)	2,170,958
Operating Profit Before WPPF & WWF		62,478,765	248,673,988	(56,327,807)	102,659,030
Expenses for WPPF & WWF		(2,975,179)	(11,841,619)	2,681,967	(4,888,525)
Profit before Tax		59,503,586	236,832,369	(53,645,840)	97,770,505
Tax Expenses		(44,458,659)	(47,311,319)	9,204,622	(18,457,022)
Current Tax	18.00	(40,367,911)	(36,229,627)	(5,876,056)	(15,184,422)
Deferred Tax	13.1.1	(4,090,747)	(11,081,692)	15,080,678	(3,272,600)
Net Profit after Tax		15,044,927	189,521,050	(44,441,218)	79,313,483
Other Comprehensive Income/(Loss)		-	-	-	-
Total Comprehensive Income for the period		15,044,927	189,521,050	(44,441,218)	79,313,483
Earnings Per Share (EPS)	26.00	0.10	1.27	(0.30)	0.53

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


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary



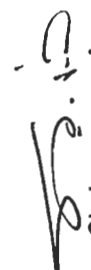
Dhaka Office : Saiham Tower, Plot # 34, Road # 136, Gulshan-1, Dhaka-1212. Bangladesh.
Phone : 02-222263323, 02-222262284, Fax : +88-02-222294607, E-mail : info@saihamcotton.com, Web: www.saihamcotton.com
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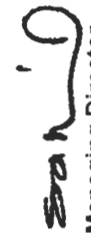
ISO 9001 : 2015



Statement of Changes in Equity For the period ended on March 31, 2023

Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
Balance as at July 01, 2022	1,487,750,000	751,750,000	2,217,851,072	7,215,085	991,468,888	5,456,035,045
Net Profit after Tax	-	-	-	-	15,044,927	15,044,927
Unrealized gain on marketable securities	-	-	-	(711,267)	711,267	-
Adjustment for depreciation on revalued assets	-	-	(70,160,210)	-	70,160,210	-
Adjustment for revaluation of P.P.E and deferred tax	-	-	10,524,031	-	-	10,524,031
Dividend paid for FY2021-2022	-	-	-	-	(163,652,500)	(163,652,500)
Balance as at March 31, 2023	1,487,750,000	751,750,000	2,158,214,894	6,503,818	913,732,791	5,317,951,504
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	2,304,009,109	7,933,266	849,941,731	5,401,384,106
Net Profit after Tax	-	-	-	-	191,633,795	191,633,795
Unrealized gain on marketable securities	-	-	-	(200,605)	200,605	-
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
Dividend paid for FY2020-2021	-	-	-	-	(148,775,000)	(148,775,000)
Balance as at March 31, 2022	1,487,750,000	751,750,000	2,240,395,757	7,732,661	967,840,369	5,455,468,787


Chairman


Managing Director


Director


Company Secretary


Chief Financial Officer



Statement of Cash Flows
For the period ended on March 31, 2023

Particulars	Notes	Amount in Taka	
		July 01, 2022 to March 31, 2023	July 01, 2021 to March 31, 2022
A. Cash Flows From Operating Activities			*Restated
Collection from customers & others	30.00	3,713,115,423	3,794,679,399
Collection from non-operating income		15,725,700	3,521,837
Collection from other income		23,385,650	20,862,480
Payment for cost and expenses	31.00	(4,455,049,792)	(2,506,328,956)
Income tax paid		(43,780,969)	(29,518,400)
Net cash used in operating activities		(746,603,988)	1,283,216,360
B. Cash Flows From Investing Activities			
Acquisition of property, plant and equipment		(17,912,001)	(17,913,698)
Sale of property, plant and equipment		-	435,000
Capital Work In Progress		(7,900,539)	-
Fire Claim Received from Green Delta Insurance Co.		-	420,264,114
Investment in shares of listed company		(644,661)	(303,022)
Investment in FDR		627,380	(18,958,449)
Net cash flows from investing activities		(25,829,821)	383,523,945
C. Cash Flows From Financing Activities			
Short-term loan		1,047,928,987	(1,348,400,779)
Liability against capital machinery		(96,048,721)	(379,474,537)
Long Term Loan		(93,045,189)	302,982,186
Interest paid on borrowings		(107,875,028)	(86,853,115)
Dividend paid		(163,652,500)	(148,775,000)
Net cash flows from financing activities		587,307,549	(1,660,521,245)
D. Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		(185,126,260)	6,219,060
Cash & Cash Equivalents at beginning of the period		205,488,696	89,102,562
Effects of exchange rate changes		-	-
Cash & Cash Equivalents at end of the period		20,362,436	95,321,622
Net Operating Cash Flow Per Share (NOCFPS)	32.00	(5.02)	8.63


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary





Notes to the Financial Statements As at and for the period ended March 31, 2023

1. Reporting Entity

1.1. Background of the Entity

Saiham Cotton Mills Limited (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.

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), the Companies Act 1994, Securities and Exchange Rules 2020 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 except interest on FDR 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 9 (Nine) months from July 01, 2022 to March 31, 2023.



**2.5 Comparative Figure:**

Comparative information has been disclosed in respect of the period ended June 30, 2022 for Statement of Financial Position and period ended March 31, 2022 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 2020, with the following International Accounting Standards (IASs) 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 08	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
05	IAS 10	Events after the Reporting Period	Complied
06	IAS 12	Income Taxes	Complied
07	IAS 16	Property, Plant & Equipment	Complied
08	IAS 19	Employee Benefits	Complied
09	IAS 21	The Effects of Changes in Foreign Exchange Rates	Complied
10	IAS 23	Borrowing Costs	Complied
11	IAS 24	Related Party Disclosures	Complied
12	IAS 33	Earnings per Share	Complied
13	IAS 36	Impairment of Assets	Complied
14	IAS 37	Provisions, Contingent Liabilities and Contingent Assets	Complied
15	IFRS 09	Financial Instruments	Complied
16	IFRS 13	Fair Value Measurement	Complied
17	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 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, 2023;
- ii) Statement of Profit or Loss and Other Comprehensive Income for the period ended March 31, 2023;
- iii) Statement of Changes in Equity for the period ended March 31, 2023;
- iv) Statement of Cash Flows for the period ended March 31, 2023; and
- v) Accounting Policies and explanatory notes to the financial statements for the period ended March 31, 2023.

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, 2020;
- iv) The VAT Act, 1991; and
- v) Labour Act, 2006;
- vi) Other applicable rules and regulations.

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 Profit or Loss and other comprehensive income.

I) Basic Earning per share

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

2.17 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 2020.





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 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 Labour Act 2006 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 decreased as compared to previous year same period due to decrease in selling price, for this reason EPS has been decreased. Besides this, Net Operating Cash Flow per Share (NOCFPS) also decreased due to increase of payment for cost and expenses.

2.30 Reclassification:

The Company invested in secondary share market for trading purpose. Hence as per the requirement of Para 5.75 of IFRS 9, related unrealized gain / (loss) charged in the Profit or Loss Statements instead of other comprehensive income.





2.31 Restatements:

On October 15, 2020 a fire incident happened in the factory godown. An insurance claim of Tk. 552,573,317 (90% of the value of burned raw cotton and factory building) have been raised in this regards. But on July 14, 2021 the insurance company acknowledged the claim and the claim is settled to Tk. 420,264,114. As an adjusting event, it should have adjusted during the year ended June 30, 2021 by charging loss on fire amounting Tk. 168,965,608.

Hence, previous period's comparative figure of abnormal loss on fire, Sundry Receivables and Revaluation surplus have been restated accordingly to rectify the error.

2.32 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.





		Amount in Taka	
		March 31, 2023	June 30, 2022
3.00	Property, Plant and Equipment		
	This is arrived as follows:		
	Balance as on July 01, 2022	7,724,060,137	7,627,041,083
	Addition during the period/year	17,912,001	97,451,054
	Adjustment during the period/year	-	(432,000)
	Total as on March 31, 2023	7,741,972,139	7,724,060,137
	Accumulated Depreciation	(2,301,554,751)	(1,997,291,188)
	Depreciation value	5,440,417,387	5,726,768,950
	Depreciation charge during the period/year	(213,359,870)	(304,263,563)
	Written down value as on March 31, 2023	5,227,057,518	5,422,505,387

(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	Capital Work In Progress		
	This is arrived as follows:		
	Balance as on July 01, 2022	6,403,843	6,403,843
	Addition during the period/year	7,900,539	-
	Total as on March 31, 2023	14,304,382	6,403,843

5.00	Investment		
	This is arrived as follows:		
	Investment in Unquoted company (FSML)	60,499,400	60,499,400
	Investment in shares of listed company	5.01 4,271,413	4,417,048
	Investment in FDR	5.02 470,182,411	470,809,791
		534,953,223	535,726,239

5.01 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, 2023		June 30, 2022
		Cost	Market Value	Market Value
BEXIMCO	2,500	320,676	289,000	-
BPPL	5,001	197,886	146,529	164,533
DELTALIFE	-	-	-	313,000
FEDERALINS	10,334	404,025	232,515	384,019
GOLDENSON	19,000	383,789	345,800	297,500
KPCL	2,000	81,869	53,200	54,400
LHBL	1,000	76,003	64,800	-
LRBDL	3,500	169,918	122,850	-
MLDYEING	5,000	166,664	124,000	116,000
MEGHNALIFE	300	27,189	22,200	-
NHFIL	-	-	-	449,045
PADMALIFE	2,000	114,707	82,400	-
PLFSL	10,000	292,722	30,000	30,000
PTL	3,000	312,197	231,000	238,500
NORTHRNINS	5,000	314,252	183,000	223,500
RUPALIINS	9,504	413,449	249,005	291,773
SAIFPOWER	13,651	477,596	405,435	346,158
SONALILIFE	2,000	140,659	126,600	164,400
SQUARETEXT	1,500	107,127	101,250	-
UNITEDAIR	410,000	3,385,431	779,000	779,000
Green Delta F. Services Ltd. BO-1203620023711436		301,740	301,740	124,142
BRAC EPL BALANCE TK.		381,089	381,089	441,079
Total		8,068,988	4,271,413	4,417,048



Amount in Taka	
March 31, 2023	June 30, 2022

5.02 Investment in FDR

Name of Banks	Purpose	Period		
Dhaka Bank, 0010720	Bank Guarantee	3 Months	1,153,698	1,124,215
Bank Asia(0048960/1858)	Bank Guarantee	1 period/year	4,740,381	4,619,239
UNICAP,0311	Term Loan	1 period/year	21,607,773	20,522,050
UNICAP,2015 08 211	Term Loan	1 period/year	68,089,988	64,668,680
UNICAP,2015 08 232	Term Loan	1 period/year	18,167,525	18,711,859
IDLC Finance, 38927		1 period/year	-	74,155,855
IDLC Finance, 38928		1 period/year	-	74,155,855
Bank Asia,02155011152/0363017	Bank Guarantee	6 Months	587,161	572,156
Bank Asia, 02155011224/19	Bank Guarantee	3 Months	925,325	901,678
DBHFCL		1 period/year	-	21,230,000
Bank Asia(02155015525/0363394))	Bank Guarantee	3 Months	1,001,642	979,197
Bank Asia Ltd #0358530		3 Months	26,636,417	25,955,712
Bank Asia Ltd #0358531	Term Loan	3 Months	26,636,417	25,955,712
Dhaka Bank Ltd #316422		3 Months	-	42,004,386
Dhaka Bank Ltd #316423		3 Months	-	42,004,386
IDLC FINANCE LTD.#1984*140321115328	Term Loan	3 Months	55,086,645	53,248,812
HSBC-001234608-101	Term Loan	1 period/year	81,880,890	-
HSBC-001234608-102	Term Loan	1 period/year	81,834,273	-
HSBC-001234608-103	Term Loan	1 period/year	81,834,273	-
			470,182,411	470,809,791

Out of total Tk. 470,182,411 Tk. 8,408,208 Fixed Deposit Receipts are under lien with various banks against bank guarantee and Taka 435,137,785/- Fixed Deposit Receipts are lien marked with HSBC Ltd. against term loan. Interest on FDR avail different rate.

6.00 Inventories

This represents as follows:

	Quantity			
	March 31, 2023	June 30, 2022		
Raw Materials	18,093,930 Lbs	7,230,777 Lbs	2,158,455,712	617,676,546
Work in Process	195,078 Lbs	187,109 Kgs	51,451,288	40,632,786
Finished Goods	2,681,544 Kgs	2,210,538 Kgs	885,354,207	595,209,438
Goods in Transit	N/A	N/A	619,258,486	539,682,670
Stores & Spare Parts	N/A	N/A	67,155,476	73,024,659
Packing Materials	N/A	N/A	968,458	1,750,732
			3,782,643,627	1,867,976,830

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.

7.00 Trade and other receivables

Aging of Trade Debtors

Trade debtors aged upto 90 days	100,431,240	190,648,429
Trade debtors aged upto 180 days	411,211,008	157,966,526
Other receivables	85,653,844	352,931,298
	597,296,092	701,546,253
Less: Provision for bad debts	-	(6,012,642)
	597,296,092	695,533,611

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/year.

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.	445,082,248	336,924,016
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.	152,213,844	358,609,595
VI. The maximum amount of receivable due by any director or other officer of the company.	-	-
Total	597,296,092	695,533,611

8.00 Sundry Receivables

Claim Receivable from Green Delta Insurance Co. Ltd. against Raw Cotton	-	409,819,041
Claim Receivable from Green Delta Insurance Co. Ltd. against Building Construction	-	10,445,073
Total claim receivable	-	420,264,114
Less: Claim Received from Green Delta Insurance Co. Ltd.	-	(420,264,114)
	-	-





		Amount in Taka	
		March 31, 2023	June 30, 2022
9.00	Advance, Deposits and Prepayments		
	Security Deposit with Jalalabad Gas	9.01	24,519,657
	Security Deposit with Hobigonj Palli Biddut		21,219,533
	Security deposit with CDBL		283,005
	Advance against salary & wages		500,000
	Advance against local suppliers		1,644,895
	Advance against L/C Margin and commission		259,019
	Advance Income Tax	9.02	28,045,909
			19,406,694
			91,472,901
			624,745,110
			<u>146,466,367</u>
			<u>666,413,361</u>
9.01	Security Deposit with Jalalabad Gas		
	Opening Balance as at July 01, 2022		21,219,533
	Add: Addition during the period/year		3,300,124
			24,519,657
	Less: Adjustment made during the period/year		-
	Closing Balance as on March 31, 2023		<u>24,519,657</u>
			<u>21,219,533</u>
9.02	Advance Income Tax		
	Opening Balance		-
	Advance tax paid during the period/year:		
	Tax at source on Export	33,759,677	24,606,756
	Tax at source on Cash Incentive	1,172,890	-
	Tax at source on FDR	3,367,146	2,125,651
	Tax at source on Transport	272,000	341,000
	Tax at source on Trade License & Certificate	173,587	3,000
	Tax at source on Import	3,020,122	2,847,348
	Tax at source on Bank Interest	208	388
	Tax at source on Dividend	15,338	-
	Advance Income Tax for the assessment period/year 2023-24	2,000,000	3,500,000
	AIT Paid during the period/year	<u>43,780,969</u>	<u>33,424,142</u>
	Total Advance tax paid	<u>43,780,969</u>	<u>33,424,142</u>
	Less: Adjustment with Current period/year Tax	(43,780,969)	(33,424,142)
	Closing Balance	<u>-</u>	<u>-</u>
	(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.		
10.00	Cash and Cash Equivalents		
	This consists of :		
	Cash in Hand	10.01	2,917,108
	Cash at Banks	10.02	471,784
			17,445,328
			<u>20,362,436</u>
			<u>205,488,696</u>
10.01	Cash in Hand		
	Head office		574,704
	Factory Office		255,803
			2,342,405
			<u>2,917,108</u>
			<u>471,784</u>
10.02	Cash at Banks		
	Name and Branch	A/c Type and No	Currency
	Janata Bank Ltd, Motijheel	CD # 23733012107	BDT
	Janata Bank Ltd, Noyapara	CD # 210005125	BDT
	Janata Bank Ltd, Noyapara	SND # 145	BDT
	Dhaka Bank Ltd, Islamic	CD # 2015	BDT
	SCB, Gulshan	CD # 01-1183017-01	BDT
	HSBC, Gulshan	Margin # 01-234608-095	BDT
			80,876
			7,737
			99,180
			107,574
			14,116
			10,567
			80,876
			419,693
			98,691
			105,449
			14,116
			10,567



				Amount in Taka	
				March 31, 2023	June 30, 2022
HSBC, Gulshan	DA # 001-234608-905	BDT		1,218,393	1,231,088
HSBC, Gulshan	DA # 001-234608-906	BDT		1,600,732	1,738,282
HSBC, Gulshan	DA # 001-234608-907	BDT		1,362,887	1,657,218
HSBC, Gulshan	DA # 001-234608-908	BDT		1,563,009	-
HSBC, Gulshan	CD # 001234608-013	BDT		412.41	412
HSBC, Gulshan	CD # 001234608-014	BDT		5,361	5,361
Bank Al Falah Ltd, Gulshan	STD # 702-3700151	BDT		36,279	36,279
Premier Bank Ltd., Gulshan	SND # 1021311869	BDT		5,378	378
Mutual Trust Bank Ltd, Gulshan	SND # 0046-0320000599	BDT		78,212	78,212
Prime Bank Ltd,	CD # 44026	BDT		197,507	297,763
Bkash,	DM # 417	BDT		213,755	328,387
Dutch Bangla Bank Ltd, Habiganj	CD # 19259	BDT		76,638	57,479
Dutch Bangla Bank Ltd, Gulshan	CD # 8072	BDT		199,991	69,959
Eastern Bank Ltd, Gulshan	CD # 72879	BDT		1,395,778	60,750
BRAC Bank Ltd, Gulshan	CD # 1501201985342000	BDT		35	35
Foreign Currency Accounts,					
HSBC, Gulshan	FC # 001-234608-047	USD		144,564	32,365,079
HSBC, Gulshan	Margin # 001234608-091	USD		296,519	121,204,005
HSBC, Gulshan	OBU # 001-234608-005	USD		2,685,260	19,413,082
Bank Asia Ltd, Dhanmondi	Margin # 21047000002	USD		2,719,723	7,548,872
Bank Asia Ltd, Dhanmondi	ERQ # 20142000005	USD		879,814	12,099,413
Bank Al Falah Ltd, Gulshan	Margin # 702-4502202	USD		946,848	145,366
Prime Bank Ltd, Gulshan	BTB # 19110	USD		1,498,182	5,950,098
				17,445,328	205,016,912

11.00 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	31.03.2023		30.06.2022	
	No. of shares	% of holding	No. of shares	% of holding
Sponsors	63,074,998	42.40	63,074,998	42.40
Institutions	15,989,000	10.75	20,966,662	14.09
General Public	69,711,002	46.86	64,733,340	43.51
	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, 2023 are given below:

Range of holding	No. of shareholding	No. of shareholders	No. of shareholders
Upto 500 shares	1,587,728	6,430	6,409
501 to 5,000 shares	8,050,141	3,943	3,416
5,001 to 10,000 shares	5,574,105	710	694
10,001 to 20,000 shares	7,240,721	489	481
20,001 to 30,000 shares	4,966,676	194	209
30,001 to 40,000 shares	3,176,593	89	87
40,001 to 50,000 shares	3,354,590	71	72
50,001 to 100,000 shares	8,418,292	120	118
100,001 to 1,000,000 shares	19,396,126	79	87
Over 1,000,000 shares	87,010,028	15	15
Total	148,775,000	12,140	11,588





Amount in Taka	
March 31, 2023	June 30, 2022

12.00 Revaluation Surplus

This calculation is arrived as follows:

Opening Balance	2,217,851,072	2,304,009,109
Less: Adjustment for provision of deferred tax	10,524,031	15,204,359
Adjustment for depreciation on revalued assets	(70,160,210)	(101,362,396)
Closing Balance	2,158,214,894	2,217,851,072

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 13.00 "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.

13.00 Deferred tax Liabilities

This is arrived as follows:

Opening Balance	597,568,352	564,708,369
Add: Deferred Tax expenses for the period/year	13.1.1 4,090,747	48,144,140
Add: Deferred tax on Revalued Asset	(10,524,031)	(15,204,359)
Add: Deferred Tax expenses on unrealized gain	(79,030)	(79,798)
	591,056,038	597,568,352
Adjustment for depreciation of revalued assets	-	-
Closing Balance	591,056,038	597,568,352

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

A. Property, plant and equipment

Carrying amount	2,578,679,500	2,712,777,158
Tax base amount	1,150,854,267	1,307,305,109
Taxable temporary difference	1,427,825,232	1,405,472,050
Tax rate	15%	15%
Deferred tax liability	214,173,785	210,820,807

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	1,517,209,538	1,587,369,748
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	227,581,431	238,105,462
	380,861,452	391,385,483

C. Deferred Tax on unrealized gain/ (loss)

Opening balance of deferred tax liability for unrealized gain	801,676	881,474
Addition during the period/year	(79,030)	(79,798)
	722,647	801,676

D. Deferred Tax on Gratuity Provision

Provision for Gratuity as at March 31, 2023	31,345,635	30,251,460
Company tax rate	15%	15%
Deferred tax asset	(4,701,845)	(4,537,719)

E. Deferred Tax on Bad Debt Provision

Provision for Bad Debt Provision	-	6,012,642
Company tax rate	15%	15%
Deferred tax asset	-	(901,896)

Total (A+B+C+D)

	591,056,038	597,568,352
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Amount in Taka	
March 31, 2023	June 30, 2022

Calculation of deferred tax:

Deferred tax liability as on March 31, 2023	591,056,038	597,568,352
Deferred tax liability as on June 30, 2022	597,568,352	564,708,369
Deferred tax increased/(decreased) during the period/year	13.1.1 (6,512,314)	32,859,982

13.1.1 Deferred tax liability other than revalued assets as at March 31, 2023	214,173,785	210,820,807
Deferred tax liability other than revalued assets as at June 30, 2022	210,820,807	158,543,224
Net increased in deferred tax expenses for other than revalued assets for the period/year	3,352,977	52,277,584

Net increase in deferred tax for Unrealized Gain	(79,030)	(79,798)
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Deferred tax asset on gratuity provision as at March 31, 2023	(4,701,845)	(4,537,719)
Deferred tax liability on gratuity provision as at June 30, 2022	(4,537,719)	(1,306,172)
Net increase/(decrease) in deferred tax expenses for gratuity provision	(164,126)	(3,231,548)

Deferred tax asset on bad debt provision as at March 31, 2023	-	(901,896)
Deferred tax liability on bad debt provision as at June 30, 2022	(901,896)	-
Net increase/(decrease) in deferred tax expenses for gratuity provision	901,896	(901,896)

Total deferred expenses for the period/year	4,090,747	48,144,140
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Adjustment of revaluation surplus for deferred tax

Deferred tax liability for revaluation as on March 31, 2023	380,861,452	391,385,483
Deferred tax liability for revaluation as on June 30, 2021	391,385,483	406,589,843
Adjustment of revaluation surplus for deferred tax	(10,524,031)	(15,204,359)
	(6,512,314)	32,859,983

14.00 Long Term Loan

This is arrived as follows:

Opening Balance as on July 01, 2022	741,954,016	416,318,726
Addition during the period/year	-	419,533,611
	741,954,016	835,852,336
Adjusted/Payment during the period/year	(152,672,563)	(157,077,117)
	589,281,453	678,775,220
Unrealized gain/loss for change in exchange rate of foreign currency	135,630,635	63,178,796
Closing Balance as on March 31, 2023	724,912,088	741,954,016
Less: Long Term Loan Current Maturity	212,184,189	190,696,620
	512,727,899	551,257,396

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 instalments and interest rate is LIBOR +3.25% per annum. Repayment of these loan started on 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 pair 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. 724,912,088/-, Taka 29,747,791/- has been taken and accounted for as long term loan against corporate office floor purchase and are repayable in 75 equal instalments. 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.





		Amount in Taka	
		March 31, 2023	June 30, 2022
15.00 Short Term Loan			
Bank Loan and Overdraft	15.01	3,497,820,380	2,348,519,187
		<u>3,497,820,380</u>	<u>2,348,519,187</u>
15.01 Bank Loan and Overdraft			
This consists of as follows:			
Cash Credit (Hypo) Bank Asia Ltd.		292,038,995	270,649,524
Cash Credit (Hypo) Bank Al Falah		149,755,844	145,745,404
Overdraft A/c-Prime Bank Ltd.		49,684,850	49,544,444
HSBC CD A/C # 001234608-011		45,729,014	41,118,209
Short Term Loan - HSBC		145,000,000	60,000,000
L/C liabilities under EDF		2,815,611,677	1,781,461,607
		<u>3,497,820,380</u>	<u>2,348,519,187</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.			
16.00 Liability against Capital Machinery :			
This consists of as follows:			
Hsbc-Import Loan-Machinery		17,083,445	90,904,715
Bank Asia-Import Loan-Machinery		9,162,506	1,968,770
Prime Bank -Import Loan-Machinery		-	27,858,564
		<u>26,245,951</u>	<u>120,732,050</u>
17.00 Trade & Other Creditors			
This is arrived as follows:			
Foreign Supplier		7,107,318	-
Local supplier		27,506,050	13,040,562
		<u>34,613,368</u>	<u>13,040,562</u>
18.00 Income Tax Provision			
Opening Balance		27,722,594	12,400,354
Add: Provision made during the period/year		40,367,911	49,678,816
		<u>68,090,505</u>	<u>62,079,170</u>
Less: Income Tax Paid for Last period/year		-	(932,434)
Less: Adjusted with advance income tax		(43,780,969)	(33,424,142)
Closing Balance		<u>24,309,536</u>	<u>27,722,594</u>
18.01 Current Tax		<u>40,367,911</u>	<u>49,678,816</u>
18.02 Tax on Business income		<u>33,759,677</u>	<u>45,416,971</u>
(Higher of i, ii, iii)			
i) Regular Tax			
Profit before Tax		59,503,586	286,044,536
Accounting Depreciation		213,359,870	304,263,563
Capital Allowance		(235,713,052)	(265,628,332)
Other income		(23,308,960)	(20,947,509)
Non operating income		(15,725,700)	(906,608)
Dividend income		(76,690)	(45,841)
Income/(loss) from business		<u>(1,960,947)</u>	<u>302,779,810</u>
Tax on Business income		<u>(294,142)</u>	<u>45,416,971</u>
ii) Minimum tax U/S-82C(2)			
Tax deducted at source		<u>33,759,677</u>	<u>24,606,756</u>
iii) Minimum tax U/S-82C(4)			
Turnover		<u>16,248,079</u>	<u>18,386,449</u>
		<u>16,248,079</u>	<u>18,386,449</u>





		Amount in Taka	
		March 31, 2023	June 30, 2022
18.03	Tax on Non operating & other income:		
	Tax on Non operating income:		
	Tax Int. of FDR against BG & term loan	716,790	61,800
	Tax on Interest of STD A/C	277	775
	Tax on Cash Incentive	1,172,890	
	Tax on Realised gain/(loss) on marketable securities	41,146	
	Tax on Gain on Sale of Capital Assets	-	600
	Tax on Other income:		
	Tax on dividend income	15,338	9,168
	Tax on Interest of FDR	4,661,792	4,189,502
	Total tax liability	6,608,234	4,261,845
19.00	Payable and Accruals		
	This is arrived as follows:		
	Salary and wages	13,806,740	13,681,263
	Directors Remuneration	175,000	157,500
	Gas Charges	28,908,403	18,502,264
	Audit Fees	393,875	471,500
	Utility Bill	23,144	23,571
	Telephone bill	1,356	1,606
	Financial Expenses	5,849,721	-
	Provident Fund(Head Office)	77,056	155,440
	Provident Fund(Factory Office)	209,338	429,900
	Unpaid share money deposit	35	35
	Tax Deducted at Source	157,581	516,146
	VAT expenses	900	6,550
	Provision For C & F Charge	5,280,338	1,494,524
	Provision For Credit Rating Fee	54,651	-
	Provision For It Expense	-	115,000
	WPPF	19.01	14,145,988
	Gratuity Provision	19.02	31,345,635
		100,429,760	89,849,572
19.01	Workers Profit Participation Fund (WPPF)		
	This is arrived as follows:		
	Opening Balance	24,042,814	19,524,968
	Provision made during the period/year	2,975,179	14,302,227
		27,017,993	33,827,195
	Payment made during the period/year	(12,872,005)	(9,784,381)
	Closing Balance	14,145,988	24,042,814
19.02	Provision for Gratuity Fund		
	This is arrived as follows:		
	Opening Balance	30,251,460	8,707,810
	Provision made during the period/year	2,383,471	23,114,071
		32,634,931	31,821,881
	Payment made during the period/year	(1,289,296)	(1,570,421)
	Closing Balance	31,345,635	30,251,460
20.00	Unclaimed Dividend		
	This is arrived as follows:		
	Name of Dividend Account	Account Type	Period/year of Dividend
	HSBC # 001 234608-905	Current Account	2017-2018
			1,218,393
	HSBC # 001 234608-906	Current Account	2018-2019
			1,600,732
	HSBC # 001 234608-907	Current Account	2020-2021
			1,362,887
	HSBC # 001 234608-908	Current Account	2021-2022
			1,563,009
	Total Unclaimed Dividend		5,745,021
			4,626,588



Amount in Taka					
	July 01, 2022 to March 31, 2023	July 01, 2021 to March 31, 2022	Jan 01, 2023 to March 31, 2023	Jan 01, 2021 to March 31, 2022	
21.00 Cost of Goods Sold					
This is made up as follows:					
Materials Consumption					
Raw Cotton	21.01	2,880,310,333	2,374,205,478	1,103,371,030	814,928,878
Packing Materials	21.02	48,913,955	27,628,405	20,412,765	10,014,957
Stores and Spares	21.03	89,233,062	32,954,697	14,002,426	1,164,453
Total materials consumption		3,018,457,350	2,434,788,580	1,137,786,221	826,108,288
Direct Wages and Salaries		107,575,217	100,396,331	35,974,693	34,489,541
Prime cost		3,126,032,567	2,535,184,911	1,173,760,914	860,597,829
Add. Factory Overhead	21.04	414,688,742	376,456,514	153,796,521	130,716,685
Total manufacturing cost		3,540,721,309	2,911,641,425	1,327,557,435	991,314,514
Add. Opening Work-in-process		40,632,786	35,266,695	56,818,550	29,663,765
Cost of goods available for use		3,581,354,095	2,946,908,120	1,384,375,985	1,020,978,279
Less. Closing Work-in-process		51,451,288	37,465,588	51,451,288	37,465,588
Cost of Production		3,529,902,807	2,909,442,532	1,332,924,697	983,512,691
Add. Opening Stock of Finished Goods		595,209,438	180,016,291	763,480,047	279,234,097
Cost of goods available for sales		4,125,112,245	3,089,458,823	2,096,404,744	1,262,746,788
Less. Closing Stock of Finished Goods		885,354,207	136,679,749	885,354,207	136,679,749
Cost of Goods Sold		3,239,758,038	2,952,779,074	1,211,050,537	1,126,067,039
21.01 Raw Cotton					
This is arrived as follows:					
Opening Stock of Raw Cotton		617,676,546	801,538,845	2,556,101,104	1,301,526,936
Add. Purchase during the period		4,423,451,898	2,302,957,945	683,706,241	250,065,237
Less: Short Weight Claim		(4,568,811)	(19,862,886)	-	(19,662,386)
Less. Insurance Claim		(1,605,535)	-	(1,605,535)	-
Add. (Gain)/Loss on dollar fluctuation		3,811,947	10,196,344	23,624,932	3,623,861
Raw Cotton available for use		5,038,766,044	3,094,830,248	3,261,826,742	1,535,553,648
Less. Closing Stock of Raw Cotton		2,158,455,712	720,624,770	2,158,455,712	720,624,770
Consumption during the period		2,880,310,333	2,374,205,478	1,103,371,030	814,928,878
21.02 Packing Materials					
This is arrived as follows:					
Opening Stock of Packing Materials		1,750,732	4,154,184	994,900	6,489,538
Add. Purchase during the period		48,131,682	33,413,237	20,386,323	13,464,435
Packing Materials available for use		49,882,414	37,567,421	21,381,223	19,953,973
Less. Closing Stock of Packing Materials		968,458	9,939,016	968,458	9,939,016
Consumption during the period		48,913,955	27,628,405	20,412,765	10,014,957
21.03 Stores and Spares					
This is arrived as follows :					
Opening Stock of Spare Parts		73,024,659	45,251,138	50,851,886	65,535,685
Add. Purchase during the period		83,363,879	66,644,174	30,306,016	14,569,383
Stores and Spares available for use		156,388,538	111,895,312	81,157,901	80,105,068
Less. Closing Stock of Spare Parts		67,155,476	78,940,615	67,155,476	78,940,615
Consumption during the period		89,233,062	32,954,697	14,002,426	1,164,453
21.04 Factory Overhead					
This consists of as follows:					
Gas Charges		176,498,974	148,728,733	75,615,885	55,163,424
Fuel and Lubricants		2,947,638	2,736,891	773,561.00	880,265
Insurance Premium		573,669	782,775	369,378.00	371,935
Covered Van and Lorry expenses		11,191,807	6,135,838	3,000,174	2,400,772
Factory Repair & Maintenances of Capital Assets		17,416,130	1,854,983	6,449,839.52	839,436
Staff Quarter expenses		1,049,599	1,101,908	376,870.00	401,109
Misc. Expenses		20,000	215,923	20,000.00	215,923
Depreciation (Annexure- A)		204,990,925	214,899,463	67,190,814	70,443,821
		414,688,742	376,456,514	153,796,521	130,716,685
22.00 Administrative and Marketing Expenses					
This consists of as follows:					
Directors Remuneration		1,575,000	1,575,000	525,000	525,000
Salary and Allowances		27,971,186	25,922,080	9,741,549	9,258,025



	Amount In Taka			
	July 01, 2022 to March 31, 2023	July 01, 2021 to March 31, 2022	Jan 01, 2023 to March 31, 2023	Jan 01, 2021 to March 31, 2022
Festival Bonus	1,044,171	882,275	-	-
Provident Fund Expenses	1,250,621	964,553	414,573	330,634
Rest house Exp.	2,400	-	-	-
Staff Quarter Exp	-	9,670	-	9,670
Gratuity	2,383,471	2,200,000	1,191,736	1,100,000
Entertainment	693,634	821,508	301,724	295,555
Rent a car	1,183,120	1,168,400	383,450	353,700
Fuel & Lubricants	2,775,124	3,562,343	342,184	1,157,722
Fees, Forms, and others	2,880,251	2,849,666	1,273,685	1,063,221
Annual Listing Fee	1,451,116	1,451,116	1,451,116	1,345,116
Board Meeting Fees	66,000	79,750	16,500	13,750
Maintenance of Vehicles	3,865,210	1,025,355	597,067	731,705
IT Expenses	2,765,440	1,410,209	1,254,446	633,506
Insurance Premium	21,563	21,563	21,563	21,563
Printing & Stationery	1,532,244	406,179	700,656	259,870
Donation and Subscription	68,240	143,660	23,240	3,830
Miscellaneous Expenses	594,600	510,420	194,000	185,400
Office Maintenance	588,968	240,332	221,077	32,469
Traveling and Conveyance	276,270	335,593	73,505	89,727
Telephone and Mobile Expenses	227,673	253,920	76,372	91,347
Utility expenses	210,376	204,761	68,487	71,863
Audit fees	359,375	368,000	123,625	149,500
Professional Fees	23,000	20,000	23,000	20,000
CSR Activities	230,000	75,000	-	5,000
Credit Rating Fee	54,651	-	14,338	-
Uniform and Upkeep	458,105	230,830	400,895	230,830
Medical and Welfare	4,100	119,000	-	-
Postage and Stamp	20,603	31,285	11,960	10,660
Selling & Distribution Exp.	500	18,600	-	-
Business Development Expenses	614,440	2,849,300	614,440	8,400
Export Expense	20,445	1,304,858	120	1,304,858
Advertisement	208,466	400,976	68,411	137,001
VAT Exp.	349,314	1,104,019	16,012	492,843
AGM Expenses	89,446	115,900	89,446	115,900
Depreciation (Annexure- A)	8,368,945	8,986,688	2,743,660	2,929,262
	64,228,068	61,662,809	22,977,836	22,977,927
23.00 Financial Expenses				
This consists of as follows:				
Interest on Cash Credit Hypo (BA)	11,860,199	4,997,675	-	1,657,456
Interest Exp. ON C.C (SP) -BA	6,288,674	855,639	6,288,674	-
Interest on Cash Credit Hypo (Bank Alfalah)	6,420,682	5,798,310	3,183,275	2,947,236
Interest on Loan (SP) - B. ALFALH LTD	-	290,477	-	-
Interest on OD (Prime Bank)	3,055,688	1,310,043	1,085,918	241,934
Interest on CC Hypo (HSBC Ltd.)	1,696,082	1,738,654	965,630	706,420
Interest on Term Loan (HSBC)	26,195,846	16,481,860	9,471,566	6,177,935
Interest on Term Loan (Prime Bank)	2,327,920	3,069,099	703,150	947,305
Interest on HSBC Ltd.	3,261,386	1,484,621	2,646,386	-
Interest on Prime Bank	-	34,540	-	-
Bank Charges, Commission & Discriptions	3,147,402	6,093,566	-1,341,626	2,202,402
Overdue Interest	1,302	5,075	-	616
Interest on Import Loan	43,619,848	44,693,556	20,917,011	17,780,521
	107,875,028	86,853,115	46,603,236	32,661,826
24.00 Non operating income				
Interest on FDR against bank guarantee and term loan	3,583,949	236,302	3,421,751	79,465
Interest on STD A/C	1,387	2,014	-	-
Overdue Interest	-	37,419	-	37,419
Cash Incentive	11,728,900	-	-	-
Realised gain/(loss) on marketable securities	411,464	3,246,102	(59,661)	32,805
Gain/(Loss) on Sale of Capital Assets	-	3,000	-	-
	15,725,700	3,524,837	3,362,089	149,689
25.00 Other income				
Dividend Income	76,690	33,839	44,152	30,035
Interest on FDR	23,308,960	20,828,641	3,377,175	6,567,584
	23,385,650	20,862,480	3,421,327	6,597,619
26.00 Earnings per share (EPS)				
The computation of EPS is given below:				
Net profit after tax	15,044,927	189,521,050	(44,441,218)	79,313,483
Number of total outstanding shares	148,775,000	148,775,000	148,775,000	148,775,000
Earnings per share (EPS)	0.10	1.27	(0.30)	0.53



	Amount in Taka	
	March 31, 2023	June 30, 2022
27.00 Net Assets value (NAV) per share		
Total assets	10,323,083,645	9,400,047,967
Total outside liabilities	5,005,132,141	3,944,012,921
Net assets	5,317,951,505	5,456,035,046
Divided by number of ordinary shares	148,775,000	148,775,000
Net assets value (NAV) per share	35.74	36.67

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	31.03.2023	30.06.2022
Faisal Spinning Mills Ltd	Trade and Other Receivables	Group Company	85,653,844	176,786,466
Saiham Knit Composite Ltd.	Trade and Other Receivables	Group Company	66,560,000	5,678,298
Saiham Textile Mills Ltd.	Trade Creditors	Group Company	-	176,144,831
Director's Remuneration	Remuneration	MD/Director	1,575,000	2,100,000
Board meeting fess	Meeting fee	MD/Director	66,000	68,750

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, 2022 to March 31, 2023	July 01, 2021 to March 31, 2022

29.00 Reconciliation of cash flows from operating activities under indirect method

Profit before Tax	59,503,586	236,832,369
Adjustment to Reconcile Profit before Tax provided by operating activities:		
Add: Depreciation	213,359,870	223,886,150
Add: Finance Expenses	107,875,028	86,853,115
Add/(Less): Unrealised Gain / (loss) on marketable securities	711,267	200,605
Add/(Less): Unrealized gain/(loss) for change in exchange rate of foreign currency	174,744,460	10,890,464
Less: Gain/(Loss) on Sale of Vehicle	-	(3,000)
Changes in current assets and liabilities:		
(Increase) / Decrease Inventories	(1,914,666,797)	84,705,283
(Increase) / Decrease Advance, deposits & prepayments	519,946,994	234,247,780
Income Tax Paid	(43,780,969)	(29,518,400)
(Increase) / Decrease Trade & Other Receivable	102,431,147	458,006,660
Increase/ (Decrease) In trade creditors	21,572,806	(8,909,503)
Increase / (Decrease) payables & Accruals	10,580,188	(6,653,297)
Increase / (Decrease) unpaid dividend	1,118,433	(7,321,868)
Net cash flow from operating activities	(746,603,988)	1,283,216,360





		Amount in Taka	
		July 01, 2022 to March 31, 2023	July 01, 2021 to March 31, 2022
30.00	Collection from customers & others		
	Add: Opening receivable	695,533,611	1,483,441,037
	Sales during the period/year	3,610,684,275	3,336,672,739
		<u>4,306,217,886</u>	<u>4,820,113,776</u>
	Less: Closing Receivable	(597,296,092)	(1,028,105,848)
	Add/(Less): Unrealized Gain/(Loss)	4,193,629	2,671,471
	Collection from sales	<u>3,713,115,423</u>	<u>3,794,679,399</u>
31.00	Payment for cost and expenses		
	Cost of goods sold	(3,239,758,038)	(2,952,779,074)
	Operating expenses	(64,228,068)	(61,662,809)
	Depreciation	213,359,870	223,886,150
	Inventories	(1,914,666,797)	84,705,283
	Advances, deposits and pre-payments	519,946,994	234,247,780
	WPPF	(2,975,179)	(11,841,619)
	Payables & Accruals	10,580,188	(6,653,297)
	Unclaimed Dividend	1,118,433	(7,321,868)
	Trade & Other Creditors	21,572,806	(8,909,503)
		<u>(4,455,049,792)</u>	<u>(2,506,328,956)</u>
32.00	Net Operating Cash Flow Per Share		
	The computation of NOCFPS is given below:		
	Net cash flow from operating activities	(746,603,988)	1,283,216,360
	Divided by number of ordinary shares	148,775,000	148,775,000
	Net Operating Cash Flow Per Share (NOCFPS)	<u>(5.02)</u>	<u>8.63</u>



Property, plant and equipment
 As at March 31, 2023

Annexure - A

Particulars	Cost		Rate %	Depreciation		W.D.V. as at 31.03.2023
	Balance as at 01.01.2023	Addition during the period		Balance as at 31.03.2023	Charge during the period	
Land and Land Development	106,691,673	2,610,000	-	-	-	109,301,673
Factory Building & Other Construction	636,486,969	800,800	5%	232,584,058	5,052,123.06	399,651,588
Office Building	126,361,395	-	5%	26,414,409	1,249,337	27,663,747
Plant and Machineres	3,401,399,323	170,948	7.50%	1,375,020,183	37,995,677	1,413,015,860
Furnitures & Fixtures	23,257,824	35,840	10%	10,849,965	310,495	11,160,460
Motor Vehicles	46,810,139	-	15%	25,560,231	796,872	26,357,103
Office Equipment's	27,669,807	464,800	10%	12,953,567	371,779	13,325,347
Sundry Assets	97,430,891	-	10%	51,912,582	1,137,958	53,050,540
Sub - Total	4,466,108,022	4,082,388		1,735,294,995	46,914,241	1,782,209,237
						2,687,981,173

Revaluation of property, plant and equipment

Particulars	Cost		Rate %	Depreciation		W.D.V. as at 31.03.2023
	Balance as at 01.01.2023	Addition during the year		Balance as at 31.03.2023	Charge during the year	
Land and Land Development	1,021,866,807	-	-	-	-	1,021,866,807
Building & Other Construction	1,199,507,520	-	5%	260,841,264	11,733,328	272,574,592
Plant and Machineres	1,047,257,309	-	7.50%	446,098,516	11,271,727	457,370,244
Motor Vehicles	3,150,093	-	15%	2,745,371	15,177	2,760,548
Sub - Total	3,271,781,729	-		709,685,151	23,020,233	732,705,384
						2,539,076,345
Grand Total	7,737,889,751	4,082,388		2,444,980,147	69,934,474	2,514,914,621
						5,227,057,518

Allocation of depreciation:
 Cost of Production
 Administrative and Marketing Expenses

67,190,814
2,743,660
69,934,474



