



Ref: SCML/04/487/2022

Dated: Dhaka  
November 14, 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 November 14, 2022 at 4.00 P.M. at its Dhaka Office has taken the following Price Sensitive decision regarding the Un-Audited First Quarterly Financial Statements for the period from July 01, 2022 to September 30, 2022.

Sl. No.	Particulars	July 01, 2022 to September 30, 2022	July 01, 2021 to September 30, 2021 Restated
01	Profit before Tax	85,692,188	67,795,402
02	Profit after Tax	53,632,697	58,457,630
03	Earnings Per Share (EPS)	0.36	0.39
04	NAV Per Share	37.06	36.72
05	Net Operating Cash Flow Per Share (NOCFPS)	(4.02)	0.99

Disclosure relating to NOCFPS decreased:

NOCFPS has been significantly decreased in the current period ended on September 30, 2022 in comparison to the same period of the previous year due to payment for cost and expenses has increased.

Thanking you

Yours faithfully

**(Md. Sahinur Kabir, ACS)**

Company Secretary

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

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



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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 First Quarterly Financial Statements of Saiham Cotton Mills Ltd.**

Dear Sir,

As per regulation in 17(1) of DSE Listing Regulations 2015, we are pleased to enclose herewith the un-audited First Quarterly Financial Statements for the period from July 01, 2022 to September 30, 2022 of Saiham Cotton Mills Ltd. The above un-audited First Quarterly Financial Statements are also available in the website of the Company.

The website of Saiham Cotton Mills Ltd. is [www.saihamcotton.com](http://www.saihamcotton.com)

Thanking you,

Yours faithfully,

**(Md. Sahinur Kabir, ACS)**  
Company Secretary

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





Statement of Financial Position  
As at September 30, 2022

Particulars	Notes	Amount in Taka	
		September 30, 2022	June 30, 2022
<b>ASSETS:</b>			
<b>Non-Current Assets:</b>			
Property, Plant and Equipment	3.00	5,359,252,172	5,422,505,387
Capital Work In Progress	4.00	6,608,773	6,403,843
Investment	5.00	364,317,148	535,726,239
<b>Total Non-Current Assets</b>		<b>5,730,178,093</b>	<b>5,964,635,469</b>
<b>Current Assets:</b>			
Inventories	6.00	3,088,504,492	1,867,976,830
Trade and Other Receivables	7.00	650,739,127	695,533,611
Sundry Receivables	8.00	-	-
Advance, Deposits and Pre-payments	9.00	443,310,179	666,413,361
Cash and Cash Equivalents	10.00	307,372,747	205,488,696
<b>Total Current Assets</b>		<b>4,489,926,544</b>	<b>3,435,412,498</b>
<b>Total Assets</b>		<b>10,220,104,638</b>	<b>9,400,047,967</b>
<b>EQUITY AND LIABILITIES:</b>			
<b>Shareholder's Equity:</b>			
Share Capital	11.00	1,487,750,000	1,487,750,000
Share Premium		751,750,000	751,750,000
Revaluation Surplus	12.00	2,197,659,112	2,217,851,072
Retained Earnings		1,069,515,024	991,468,888
FVOCI Reserve		6,556,893	7,215,085
<b>Total Shareholders Equity</b>		<b>5,513,231,029</b>	<b>5,456,035,045</b>
<b>Non-Current Liabilities:</b>			
Deferred tax liabilities	13.00	612,124,944	597,568,352
Long Term Loan	14.00	577,247,309	551,257,396
<b>Total Non-Current Liabilities</b>		<b>1,189,372,253</b>	<b>1,148,825,748</b>
<b>Current Liabilities:</b>			
Short Term Loan	15.00	3,098,186,352	2,348,519,187
Term Loan Current Maturity	14.00	161,989,085	190,696,620
Liability against Capital Machinery	16.00	78,974,392	120,732,050
Trade & Other Creditors	17.00	43,888,846	13,040,562
Income tax provision	18.00	27,986,026	27,722,594
Payable and Accruals	19.00	101,947,732	89,849,572
Unclaimed Dividend	20.00	4,528,923	4,626,588
<b>Total Current Liabilities</b>		<b>3,517,501,356</b>	<b>2,795,187,174</b>
<b>Total Liabilities</b>		<b>4,706,873,609</b>	<b>3,944,012,922</b>
<b>Total Equity and Liabilities</b>		<b>10,220,104,638</b>	<b>9,400,047,967</b>
<b>Net Assets Value per Share</b>	<b>27.00</b>	<b>37.06</b>	<b>36.67</b>

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



Statement of Profit or Loss and Other Comprehensive Income  
For the period ended on September 30, 2022

Particulars	Notes	Amount in Taka	
		July 01, 2022 to Sept. 30, 2022	July 01, 2021 to Sept. 30, 2021
			*Restated
Turnover		1,153,811,534	728,319,418
Cost of goods sold	21.00	(942,596,679)	(611,508,255)
<b>Gross Profit</b>		<b>211,214,856</b>	<b>116,811,162</b>
Administrative and marketing expenses	22.00	(18,545,045)	(19,449,751)
Financial expenses	23.00	(24,289,598)	(25,162,832)
<b>Operating Profit/(Loss)</b>		<b>168,380,212</b>	<b>72,198,580</b>
Non-operating income	24.00	12,410,042	625,440
Other income	25.00	13,429,332	7,789,096
Unrealised Gain / (loss) on marketable securities		(658,192)	44,399
Unrealized gain/(loss) for change in exchange rate of foreign currency		(103,584,597)	(12,862,113)
<b>Operating Profit Before WPPF &amp; WWF</b>		<b>89,976,797</b>	<b>67,795,402</b>
Expenses for WPPF & WWF		(4,284,609)	-
<b>Profit before Tax</b>		<b>85,692,188</b>	<b>67,795,402</b>
<b>Tax Expenses</b>		<b>(32,059,491)</b>	<b>(9,337,772)</b>
Current Tax	18.00	(13,866,479)	(5,352,303)
Deferred Tax	13.1.1	(18,193,012)	(3,985,469)
<b>Net Profit after Tax</b>		<b>53,632,697</b>	<b>58,457,630</b>
<b>Other Comprehensive Income/(Loss)</b>		-	-
<b>Total Comprehensive Income for the period</b>		<b>53,632,697</b>	<b>58,457,630</b>
<b>Earnings Per Share (EPS)</b>	<b>26.00</b>	<b>0.36</b>	<b>0.39</b>

Comparative previous period figures have been restated. Details of restatements disclosed in note no. 2.31.

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

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer

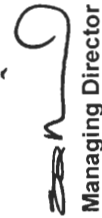
  
Company Secretary



Statement of Changes in Equity  
For the period ended on September 30, 2022

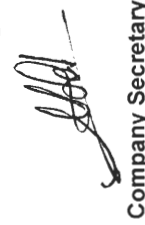
Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
<b>Balance as at July 01, 2022</b>	1,487,750,000	751,750,000	2,217,851,072	7,215,085	991,468,888	5,456,035,045
<b>Net Profit after Tax</b>	-	-	-	-	53,632,697	53,632,697
Unrealized gain on marketable securities	-	-	-	(658,192)	658,192	-
Adjustment for depreciation on revalued assets	-	-	(23,755,247)	-	23,755,247	-
Adjustment for revaluation of P.P.E and deferred tax	-	-	3,563,287	-	-	3,563,287
<b>Balance as at September 30, 2022</b>	1,487,750,000	751,750,000	2,197,659,112	6,556,893	1,069,515,024	5,513,231,029
Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
<b>Balance as at July 01, 2021</b>	1,487,750,000	751,750,000	2,304,009,109	7,933,266	849,941,731	5,401,384,106
<b>Net Profit after Tax</b>	-	-	-	-	58,457,630	58,457,630
Unrealized gain on marketable securities	-	-	-	44,399	(44,399.23)	-
Adjustment for depreciation on revalued assets	-	-	(25,340,599)	-	25,340,599	-
Adjustment for revaluation of P.P.E and deferred tax	-	-	3,801,090	-	-	3,801,090
<b>Balance as at September 30, 2021</b>	1,487,750,000	751,750,000	2,282,469,600	7,977,665	933,695,561	5,463,642,827

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer

  
Company Secretary





Statement of Cash Flows  
For the period ended on September 30, 2022

Particulars	Notes	Amount in Taka	
		July 01, 2022 to Sept. 30, 2022	July 01, 2021 to Sept. 30, 2021
<b>A. Cash Flows From Operating Activities</b>			<b>*Restated</b>
Collection from customers & others	30.00	1,236,898,897	1,126,136,961
Collection from non-operating income		12,410,042	625,440
Collection from other income		13,429,332	7,789,096
Payment for cost and expenses	31.00	(1,847,695,691)	(981,841,693)
Income tax paid		(13,603,047)	(5,462,305)
<b>Net cash used in operating activities</b>		<b>(598,560,468)</b>	<b>147,247,499</b>
<b>B. Cash Flows From Investing Activities</b>			
Acquisition of property, plant and equipment		(9,053,129)	-
Capital Work In Progress		(204,930)	-
Fire Claim Received from Green Delta Insurance Co.		-	420,264,114
Investment in shares of listed company		(833,598)	(547,346)
Investment in FDR		171,511,364	(7,077,028)
<b>Net cash flows from investing activities</b>		<b>161,419,707</b>	<b>412,639,741</b>
<b>C. Cash Flows From Financing Activities</b>			
Short-term loan		646,761,827	(303,201,841)
Liability against capital machinery		(40,277,870)	(334,144,140)
Long Term Loan		(49,008,074)	116,527,140
Interest paid on borrowings		(24,289,598)	(25,162,832)
<b>Net cash flows from financing activities</b>		<b>533,186,285</b>	<b>(545,981,674)</b>
<b>D. Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>		<b>96,045,524</b>	<b>13,905,566</b>
Cash & Cash Equivalents at beginning of the period		205,488,696	89,102,562
Effects of exchange rate changes		5,838,526	(12,862,113)
<b>Cash &amp; Cash Equivalents at end of the period</b>		<b>307,372,747</b>	<b>90,146,015</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>32.00</b>	<b>(4.02)</b>	<b>0.99</b>

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer

  
Company Secretary



**Notes to the Financial Statements**  
As at and for the period ended September 30, 2022

**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(11<sup>th</sup> 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 3 (three) months from July 01, 2022 to September 30, 2022.



## 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 September 30, 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 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 September 30, 2022;
- ii) Statement of Profit or Loss and Other Comprehensive Income for the period ended September 30, 2022;
- iii) Statement of Changes in Equity for the period ended September 30, 2022;
- iv) Statement of Cash Flows for the period ended September 30, 2022; and
- v) Accounting Policies and explanatory notes to the financial statements for the period ended September 30, 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, 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:**

NOCPS has been significantly decreased in the current period on September 30, 2022 in comparison to the same period of the previous year due to payment for cost and expenses has increased.

**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	
September 30, 2022	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	9,053,129	97,451,054
Adjustment during the period/year	-	(432,000)
<b>Total as on September 30, 2022</b>	<b>7,733,113,267</b>	<b>7,724,060,137</b>
Accumulated Depreciation	(2,301,554,751)	(1,997,291,188)
<b>Depreciation value</b>	<b>5,431,558,515</b>	<b>5,726,768,950</b>
Depreciation charge during the period/year	(72,306,343)	(304,263,563)
<b>Written down value as on September 30, 2022</b>	<b>5,359,252,172</b>	<b>5,422,505,387</b>

(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**

Balance as on July 01, 2022	6,403,843	6,403,843
Addition during the period/year	204,930	-
<b>Total as on September 30, 2022</b>	<b>6,608,773</b>	<b>6,403,843</b>

**5.00 Investment**

Investment in Unquoted company (FSML)	5.01	60,499,400	60,499,400
Investment in shares of listed company	5.02	4,519,321	4,417,048
Investment in FDR	5.03	299,298,427	470,809,791
		<b>364,317,148</b>	<b>535,726,239</b>

**5.01 Investment in Unquoted company (FSML)**

	60,499,400	60,499,400
	<b>60,499,400</b>	<b>60,499,400</b>

**5.02 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	September 30, 2022		June 30, 2022
		Cost	Market Value	Market Value
BPPL	5,001	197,886	147,530	164,533
DELTALIFE	2,500	489,030	383,500	313,000
FEDERALINS	13,334	521,315	341,350	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	75,300	-
MLDYEING	5,000	166,664	124,000	116,000
NHFIL	-	-	-	449,045
PLFSL	10,000	292,722	30,000	30,000
PTL	3,000	312,197	231,000	238,500
NORTHRNINS	5,000	314,252	206,000	223,500
RUPALIINS	9,504	413,449	261,360	291,773
SAIFPOWER	12,651	452,959	428,869	346,158
SAPORTL	5,000	177,181	170,500	-
SONALILIFE	3,000	210,989	165,000	164,400
SQUARETEXT	1,500	107,127	101,850	-
UNITEDAIR	410,000	3,385,431	779,000	779,000
Green Delta F. Services Ltd BO-1203620023711436	-	233,983	233,983	124,142
BRAC EPL BALANCE TK.	-	441,079	441,079	441,079
<b>Total</b>		<b>8,257,925</b>	<b>4,519,321</b>	<b>4,417,048</b>

**5.03 Investment in FDR**

Name of Banks	Purpose	Period		
Dhaka Bank, 0010720	Bank Guarantee	3 Months	1,134,333	1,124,215
Bank Asia(0048960/1858)	Bank Guarantee	1 period/year	4,660,812	4,619,239
UNICAP.0311	Term Loan	1 period/year	20,891,447	20,522,050
UNICAP.2015 08 211	Term Loan	1 period/year	65,832,716	64,668,680
UNICAP.2015 08 232	Term Loan	1 period/year	18,048,672	18,711,859
IDLC Finance, 38927		1 period/year	-	74,155,855
IDLC Finance, 38928		1 period/year	-	74,155,855





			Amount in Taka	
			September 30, 2022	June 30, 2022
Bank Asia,02155011152/0363	Bank Guarantee	6 Months	577,305	572,156
Bank Asia, 02155011224/19	Bank Guarantee	3 Months	909,793	901,678
DBHFCL		1 period/year	-	21,230,000
Bank Asia(02155015525/0363:	Bank Guarantee	3 Months	986,908	979,197
Bank Asia Ltd #0358530		3 Months	26,189,314	25,955,712
Bank Asia Ltd #0358531	Term Loan	3 Months	26,189,314	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*14	Term Loan	3 Months	53,877,814	53,248,812
HSBC-001234608-101		1 period/year	80,000,000	-
			<b>299,298,427</b>	<b>470,809,791</b>

Out of total Tk. 29,92,98,427 Tk. 82,69,151 Fixed Deposit Receipts are under lien with various banks against bank guarantee and Taka 18,48,39,963 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			
	Sept 30, 2022	June 30, 2022		
Raw Materials	16,786,296 Lbs	7,230,777 Lbs	1,990,972,847	617,676,546
Work in Process	172,103 Lbs	187,109 Kgs	53,133,142	40,632,786
Finished Goods	1,768,542 Kgs	2,210,538 Kgs	565,732,300	595,209,438
Goods in Transit		N/A	399,436,633	539,682,670
Stores & Spare Parts	N/A	N/A	77,094,491	73,024,659
Packing Materials	N/A	N/A	2,135,078	1,750,732
			<b>3,088,504,492</b>	<b>1,867,976,830</b>

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	424,623,741	190,648,429
Trade debtors aged upto 180 days	171,721,870	157,966,526
Other receivables	54,393,516	352,931,298
	<b>650,739,127</b>	<b>701,546,253</b>
Less: Provision for bad debts	-	(6,012,642)
	<b>650,739,127</b>	<b>695,533,611</b>

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.	575,656,591	336,924,016
II. Receivable considered good in respect of which the company holds no 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.	75,082,536	358,609,595
VI. The maximum amount of receivable due by any director or other officer of the	-	-
<b>Total</b>	<b>650,739,127</b>	<b>695,533,611</b>

#### 8.00 Sundry Receivables

Claim Receivable from Green Delta Insurance Co. against Raw Cotton	-	409,819,041.23
Claim Receivable from Green Delta Insurance Co. against Building Construction	-	10,445,072.77
<b>Total claim receivable</b>	-	<b>420,264,114</b>
Less: Claim Received from Green Delta Insurance Co	-	(420,264,114)
	-	-

#### 9.00 Advance, Deposits and Prepayments

Security Deposit with Jalalabad Gas	9.01	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		2,149,395	259,019
Advance against local suppliers		15,450,572	19,406,694
Advance against L/C Margin and commission		403,707,674	624,745,110
Advance Income Tax	9.02	-	-
		<b>443,310,179</b>	<b>666,413,361</b>



Amount in Taka	
September 30, 2022	June 30, 2022

**9.01 Security Deposit with Jalalabad Gas**

Opening Balance as at July 01, 2022	21,219,533	21,219,533
Add: Addition during the period/year	-	-
	21,219,533	21,219,533
Less: Adjustment made during the period/year	-	-
Closing Balance as on September 30, 2022	<b>21,219,533</b>	<b>21,219,533</b>

**9.02 Advance Income Tax**

Opening Balance	-	-
<b>Advance tax paid during the period/year:</b>		
Tax at source on Export	9,328,498	24,606,756
Tax at source on Cash Incentive	1,172,890	-
Tax at source on FDR	2,007,361	2,125,651
Tax at source on Transport	114,000	341,000
Tax at source on Trade License	-	3,000
Tax at source on Import	980,298	2,847,348
Tax at source on Bank Interest	-	388
Advance Income Tax for the assessment period/year 2022-23	-	3,500,000
<b>AIT Paid during the period/year</b>	<b>13,603,047</b>	<b>33,424,142</b>
<b>Total Advance tax paid</b>	<b>13,603,047</b>	<b>33,424,142</b>
Less: Adjustment with Current period/year Tax	(13,603,047)	(33,424,142)
<b>Closing Balance</b>	<b>-</b>	<b>-</b>

- (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	713,962	471,784
Cash at Banks	10.02	306,658,785	205,016,912
		<b>307,372,747</b>	<b>205,488,696</b>

**10.01 Cash in Hand**

Head office	343,954	255,803
Factory Office	370,009	215,981
	<b>713,962</b>	<b>471,784</b>

**10.02 Cash at Banks**

Name of Banks	Branches	Account Type	Currency		
Janata Bank	Motijheel	CD A/C # 023733012107	BDT	80,876	80,876
Janata Bank	Noyapara	CD A/C # 0210005125	BDT	231,184	419,693
Janata Bank Ltd.	Noyapara	SND A/C # 145	BDT	98,691	98,691
Dhaka Bank	Islamic	CD A/C # 2015	BDT	107,574	105,449
Standard Chartered Bank	Gulshan	CA-A/C # 01-1183017-01		14,116	14,116
HSBC	Gulshan	MDA # 001 234608-095	BDT	10,567	10,567
HSBC	Dhaka HO	DA # 001 234608-905	BDT	1,231,088	1,231,088
HSBC	Dhaka HO	DA # 001 234608-906	BDT	1,729,437	1,738,282
HSBC	Dhaka HO	DA # 001 234608-907	BDT	1,568,398	1,657,218
HSBC	Dhaka HO	CD A/C # 001234608-013	BDT	412.41	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	36,279
Premier Bank Ltd.	Gulshan	A/C #1021311869	BDT	378	378
Mutual Trust Bank	Gulshan	SND A/C # 599		78,212	78,212







						Amount in Taka	
						September 30, 2022	June 30, 2022
Prime Bank	Gulshan	CD A/C # 44026	BDT	264,615		297,763	
Bkash DM -417			BDT	152,085		328,387	
Dutch Bangla Bank	Habiganj	A/C # 19259	BDT	64,818		57,479	
Dutch Bangla Bank	Gulshan	A/C # 8072	BDT	64,248		69,959	
Eastern Bank	Gulshan	A/C # 72879	BDT	1,181,932		60,750	
BRAC Bank	Gulshan	A/C # 1501201985342002	BDT	35		35	
<b>Foreign Currency Accounts</b>							
HSBC	Gulshan	FC Account # 001234608-047	USD	30,651,632		32,365,079	
HSBC	Gulshan	Margin Account # 001234608-091	USD	181,759,642		121,204,005	
HSBC	Gulshan	Offshore A/C # 005	USD	21,061,141		19,413,082	
Bank Asia	Dhanmondi	\$ Margin A/C # 21047000002	USD	21,052,220		7,548,872	
Bank Asia	Dhanmondi	ERQ A/C # 20142000005	USD	3,945,010		12,099,413	
Bank Al Falah	Gulshan	Margin A/C # 0702 4502202	USD	113,042		145,366	
Prime Bank	Gulshan	BTB A/C # 19110	USD	41,155,790		5,950,098	
						<b>306,658,785</b>	<b>205,016,912</b>

## 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
<b>148,775,000 Ordinary Shares</b>	<b>1,487,750,000</b>	<b>1,487,750,000</b>

Percentage of shareholding position of different shareholders are as follows:

Name of the Shareholders	30.09.2022		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	16,393,926	11.02	20,966,662	14.09
General Public	69,306,076	46.58	64,733,340	43.51
	<b>148,775,000</b>	<b>100.00</b>	<b>148,775,000</b>	<b>100.00</b>

### Classification of Shareholders by holding:

The number of shareholders and shareholding position as at September 30, 2022 are given below:

Range of holding	No. of shareholding	No. of shareholders	No. of shareholders
Upto 500 shares	1,569,905	6,335	6,409
501 to 5,000 shares	7,569,799	3,736	3,416
5,001 to 10,000 shares	5,659,474	726	694
10,001 to 20,000 shares	7,127,323	482	481
20,001 to 30,000 shares	4,842,445	191	209
30,001 to 40,000 shares	3,810,511	107	87
40,001 to 50,000 shares	3,099,226	65	72
50,001 to 100,000 shares	7,767,718	110	118
100,001 to 1,000,000 shares	19,249,069	82	87
Over 1,000,000 shares	88,079,530	16	15
<b>Total</b>	<b>148,775,000</b>	<b>11,850</b>	<b>11,588</b>







Amount in Taka	
September 30, 2022	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	3,563,287	15,204,359
Adjustment for depreciation on revalued assets	(23,755,247)	(101,362,396)
<b>Closing Balance</b>	<b>2,197,659,112</b>	<b>2,217,851,072</b>

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	18,193,012	48,144,140
Add: Deferred tax on Revalued Asset		(3,563,287)	(15,204,359)
Add: Deferred Tax expenses on unrealized gain		(73,132)	(79,798)
		<b>612,124,944</b>	<b>597,568,352</b>
Adjustment for depreciation of revalued assets		-	-
<b>Closing Balance</b>		<b>612,124,944</b>	<b>597,568,352</b>

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

**A. Property, plant and equipment**

Carrying amount	2,773,770,865	2,712,777,158
Tax base amount	1,252,428,844	1,307,305,109
Taxable temporary difference	<b>1,521,342,021</b>	<b>1,405,472,050</b>
Tax rate	15%	15%
<b>Deferred tax liability</b>	<b>228,201,303</b>	<b>210,820,807</b>

**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	1,563,614,501	1,587,369,748
<b>Tax Rate</b>		
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	234,542,175	238,105,462
	<b>387,822,196</b>	<b>391,385,483</b>

**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	(73,132)	(79,798)
	<b>728,544</b>	<b>801,676</b>

**D. Deferred Tax on Gratuity Provision**

Provision for Gratuity as at September 30, 2022	30,847,328	30,251,460
Company tax rate	15%	15%
<b>Deferred tax asset</b>	<b>(4,627,099)</b>	<b>(4,537,719)</b>

**E. Deferred Tax on Bad Debt Provision**

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

**Total (A+B+C+D)**

	<b>612,124,944</b>	<b>597,568,352</b>
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		Amount in Taka	
		September 30, 2022	June 30, 2022
<b>Calculation of deferred tax:</b>			
	Deferred tax liability as on September 30, 2022	612,124,944	597,568,352
	Deferred tax liability as on June 30, 2022	597,568,352	564,708,369
13.1.1	Deferred tax increased/(decreased) during the period/year	<u>14,556,592</u>	<u>32,859,982</u>
13.1.1	Deferred tax liability other than revalued assets as at September 30, 2022	228,201,303	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	<u>17,380,496</u>	<u>52,277,584</u>
	Net increase in deferred tax for Unrealized Gain	(73,132)	(79,798)
	Deferred tax asset on gratuity provision as at September 30, 2022	(4,627,099)	(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	<u>(89,380)</u>	<u>(3,231,548)</u>
	Deferred tax asset on bad debt provision as at September 30, 2022	-	(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	<u>901,896</u>	<u>(901,896)</u>
	<b>Total deferred expenses for the period/year</b>	<u><b>18,193,012</b></u>	<u><b>48,144,140</b></u>
<b>Adjustment of revaluation surplus for deferred tax</b>			
	Deferred tax liability for revaluation as on September 30, 2022	387,822,196	391,385,483
	Deferred tax liability for revaluation as on June 30, 2021	391,385,483	406,589,843
	<b>Adjustment of revaluation surplus for deferred tax</b>	<u><b>(3,563,287)</b></u>	<u><b>(15,204,359)</b></u>
		<u><b>14,556,592</b></u>	<u><b>32,859,983</b></u>
14.00	<b>Long Term Loan</b>		
	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
		<u>741,954,016</u>	<u>835,852,336</u>
	Adjusted/Payment during the period/year	(49,008,074)	(157,077,117)
		<u>692,945,942</u>	<u>678,775,220</u>
	Unrealized gain/loss for change in exchange rate of foreign currency	46,290,452	63,178,796
	Closing Balance as on September 30, 2022	<u>739,236,394</u>	<u>741,954,016</u>
	Less: Long Term Loan Current Maturity	161,989,085	190,696,620
		<u><b>577,247,309</b></u>	<u><b>551,257,396</b></u>

**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. 739,236,394 Taka 35,159,791 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	
		September 30, 2022	June 30, 2022
<b>15.00</b>	<b>Short Term Loan</b>		
	Bank Loan and Overdraft	15.01 3,098,186,352	2,348,519,187
		<b>3,098,186,352</b>	<b>2,348,519,187</b>
<b>15.01</b>	<b>Bank Loan and Overdraft</b>		
	This consists of as follows:		
	Cash Credit ( Hypo ) Bank Asia Ltd.	124,041,892	270,649,524
	Cash Credit ( Hypo ) Bank Al Falah	145,977,771	145,745,404
	Overdraft A/c-Prime Bank Ltd.	49,596,645	49,544,444
	HSBC CD A/C # 001234608-011	41,453,382	41,118,209
	Short Term Loan - HSBC	-	60,000,000
	L/C liabilities under EDF	2,737,116,662	1,781,461,607
		<b>3,098,186,352</b>	<b>2,348,519,187</b>
	The cash credit facilities secured by the hypothecation of stock of raw cotton, work in process, finished goods, trade debtors and Directors personal security.		
<b>16.00</b>	<b>Liability against Capital Machinery :</b>		
	This consists of as follows:		
	Hsbc-Import Loan-Machinery	64,906,223	90,904,715
	Bank Asia-Import Loan-Machinery	2,065,437	1,968,770
	Prime Bank -Import Loan-Machinery	12,002,732	27,858,564
		<b>78,974,392</b>	<b>120,732,050</b>
<b>17.00</b>	<b>Trade &amp; Other Creditors</b>		
	This is arrived as follows:		
	Foreign Supplier	33,390,042	-
	Local supplier	10,498,804	13,040,562
		<b>43,888,846</b>	<b>13,040,562</b>
<b>18.00</b>	<b>Income Tax Provision</b>		
	Opening Balance	27,722,594	12,400,354
	Add: Provision made during the period/year	13,866,479	49,678,816
		<b>41,589,073</b>	<b>62,079,170</b>
	Less: Income Tax Paid for Last period/year	-	(932,434)
	Less: Adjusted with advance income tax	(13,603,047)	(33,424,142)
	<b>Closing Balance</b>	<b>27,986,026</b>	<b>27,722,594</b>
<b>18.01</b>	<b>Current Tax</b>	<b>13,866,479</b>	<b>49,678,816</b>
<b>18.02</b>	<b>Tax on Business income</b>	<b>11,164,464</b>	<b>45,416,972</b>
	(Higher of i, ii, iii)		
	<b>i) Regular Tax</b>		
	<b>Profit before Tax</b>	<b>85,692,188</b>	<b>286,044,536</b>
	Accounting Depreciation	72,306,343	304,263,563
	Capital Allowance	(57,729,394)	(265,628,332)
	Other income	(13,407,861)	(20,947,509)
	Non operating income	(12,410,042)	(906,608)
	Dividend income	(21,470)	(45,841)
	<b>Income/(loss) from business</b>	<b>74,429,763</b>	<b>302,779,810</b>
	<b>Tax on Business income</b>	15% 74,429,763	<b>11,164,464.39</b>
	<b>ii) Minimum tax U/S-82C(2)</b>		<b>24,606,756</b>
	<b>Tax deducted at source</b>		<b>10,501,388</b>
	<b>iii) Minimum tax U/S-82C(4)</b>		
	Turnover	0.45% 1,153,811,534	5,192,152
			<b>18,386,449</b>
			<b>5,192,152</b>





		Amount in Taka	
		September 30, 2022	June 30, 2022
<b>18.03</b>	<b>Tax on Non operating &amp; other income:</b>		
	<b>Tax on Non operating income:</b>		
	Tax Int. of FDR against BG & t	20%	80,741
	Tax on Interest of STD A/C	20%	-
	Tax on Gain on Sale of Capital	20%	-
	<b>Tax on Other income:</b>		
	Tax on dividend income	20%	21,470
	Tax on Interest of FDR	20%	13,407,861
	<b>Total tax liability</b>		<b>2,702,015</b>
<b>19.00</b>	<b>Payable and Accruals</b>		
	This is arrived as follows:		
	Salary and wages		14,633,570
	Directors Remuneration		175,000
	Gas Charges		18,802,767
	Audit Fees		589,375
	Utility Bill		20,154
	Telephone bill		1,388
	Financial Expenses		6,956,078
	Provident Fund(Head Office)		79,536
	Provident Fund(Factory Office)		152,107
	Unpaid share money deposit		35
	Tax Deducted at Source		207,266
	VAT expenses		1,500
	Provision For C & F Charge		1,154,206
	Provision For It Expense		-
	WPPF	19.01	28,327,424
	Gratuity Provision	19.02	30,847,328
			<b>101,947,732</b>
			<b>89,849,572</b>
<b>19.01</b>	<b>Workers Profit Participation Fund (WPPF)</b>		
	This is arrived as follows:		
	Opening Balance		24,042,814
	Provision made during the period/year		4,284,609
			<b>28,327,424</b>
	Payment made during the period/year		(9,784,381)
	<b>Closing Balance</b>		<b>24,042,814</b>
<b>19.02</b>	<b>Provision for Gratuity Fund</b>		
	This is arrived as follows:		
	Opening Balance		30,251,460
	Provision made during the period/year		595,868
			<b>30,847,328</b>
	Payment made during the period/year		(1,570,421)
	<b>Closing Balance</b>		<b>30,251,460</b>
<b>20.00</b>	<b>Unclaimed Dividend</b>		
	This is arrived as follows:		
	<b>Name of Dividend Account</b>	<b>Account Type</b>	<b>period/year of Dividend</b>
	HSBC # 001 234608-905	Current Account	2017-2018
	HSBC # 001 234608-906	Current Account	2018-2019
	HSBC # 001 234608-907	Current Account	2020-2021
	<b>Total Unclaimed Dividend</b>		<b>4,528,923</b>
			<b>4,626,588</b>



Amount in Taka	
July 01, 2022 to Sept 30, 2022	July 01, 2021 to Sept 30, 2021

## 21.00 Cost of Goods Sold

This is made up as follows:

### Materials Consumption

Raw Cotton	21.01	737,057,334	600,252,904
Packing Materials	21.02	9,891,136	4,255,873
Stores and Spares	21.03	12,361,187	14,752,772
<b>Total materials consumption</b>		<b>759,309,657</b>	<b>619,261,549</b>
Direct Wages and Salaries		35,737,843	34,264,919
<b>Prime cost</b>		<b>795,047,500</b>	<b>653,526,468</b>
Add. Factory Overhead	21.04	130,572,397	118,655,566
<b>Total manufacturing cost</b>		<b>925,619,897</b>	<b>772,182,034</b>
Add. Opening Work-in-process		40,632,786	35,266,695
<b>Cost of goods available for use</b>		<b>966,252,683</b>	<b>807,448,729</b>
Less. Closing Work-in-process		53,133,142	36,422,668
<b>Cost of Production</b>		<b>913,119,541</b>	<b>771,026,061</b>
Add. Opening Stock of Finished Goods		595,209,438	180,016,291
<b>Cost of goods available for sales</b>		<b>1,508,328,979</b>	<b>951,042,352</b>
Less. Closing Stock of Finished Goods		565,732,300	339,534,097
<b>Cost of Goods Sold</b>		<b>942,596,679</b>	<b>611,508,255</b>

## 21.01 Raw Cotton

This is arrived as follows:

Opening Stock of Raw Cotton		617,676,546	801,538,845
Add. Purchase during the period		2,130,196,647	1,035,015,864
Less: Short Weight Claim		-	(200,500)
Add: (Gain)/Loss on dollar fluctuation		(19,843,011)	(1,160,570)
<b>Raw Cotton available for use</b>		<b>2,728,030,181</b>	<b>1,835,193,639</b>
Less. Closing Stock of Raw Cotton		1,990,972,847	1,234,940,735
<b>Consumption during the period</b>		<b>737,057,334</b>	<b>600,252,904</b>

## 21.02 Packing Materials

This is arrived as follows:

Opening Stock of Packing Materials		1,750,732	4,154,184
Add. Purchase during the period		10,275,483	4,157,455
<b>Packing Materials available for use</b>		<b>12,026,215</b>	<b>8,311,639</b>
Less. Closing Stock of Packing Materials		2,135,078	4,055,766
<b>Consumption during the period</b>		<b>9,891,136</b>	<b>4,255,873</b>

## 21.03 Stores and Spares

This is arrived as follows

Opening Stock of Spare Parts		73,024,659	45,251,138
Add. Purchase during the period		16,431,019	11,692,239
<b>Stores and Spares available for use</b>		<b>89,455,678</b>	<b>56,943,377</b>
Less. Closing Stock of Spare Parts		77,094,491	42,190,605
<b>Consumption during the period</b>		<b>12,361,187</b>	<b>14,752,772</b>

## 21.04 Factory Overhead

This consists of as follows:

Gas Charges		51,496,765	42,591,358
Fuel and Lubricants		1,103,173.00	1,103,959
Insurance Premium		135,323.00	109,032
Covered Van and Lorry expenses		4,026,453	1,238,081
Factory Repair & Maintenances of Capital Assets		4,004,786.53	398,240
Staff Quarter expenses		322,317.00	355,628
Depreciation (Annexure- A)		69,483,580	72,859,268
		<b>130,572,397</b>	<b>118,655,566</b>







July 01, 2022  
to  
Sept 30, 2022

July 01, 2021  
to  
Sept 30, 2021

## 22.00 Administrative and Marketing Expenses

This consists of as follows:

Directors Remuneration	525,000	525,000
Salary and Allowances	8,564,792	8,309,894
Festival Bonus	1,044,171	861,625
Provident Fund Expenses	407,009	279,864
Rest house Exp.	2,400	-
Gratuity	595,868	550,000
Entertainments	171,719	236,144
Rent a car	394,200	402,000
Fuel & Lubricants	1,253,214	1,279,309
Fees, Forms, and others	429,630	973,206
Board Meeting Fees	16,500	33,000
Maintenance of Vehicles	410,883	234,232
IT Expenses	615,188	320,968
Printing & Stationery	265,591	10,050
Donation and Subscription	14,000	117,060
Miscellaneous Expenses	176,700	113,100
Office Maintenance	186,387	108,639
Traveling and Conveyance	64,320	125,606
Telephone and Mobile Expenses	79,105	91,211
Utility expenses	60,942	39,132
Audit fees	117,875	109,250
Credit Rating Fee	40,313	-
Uniform and Upkeep	23,740	-
Medical and Welfare	4,100	119,000
Postage and Stamp	5,591	19,230
Business Development Expenses	-	1,275,000
Export Expense	100	-
Advertisement	6,195	107,000
VAT Exp.	246,750	39,642
Annual Listing Fee	-	106,000
Depreciation (Annexure- A)	2,822,763	3,064,588
	<b>18,545,045</b>	<b>19,449,751</b>

## 23.00 Financial Expenses

This consists of as follows:

Interest on Cash Credit Hypo (BA)	5,421,070	1,758,176
Interest Exp. ON C.C.(SP) -BA	-	855,640
Interest on Cash Credit Hypo (Bank Alfalah)	-	1,596,599
Interest on Loan (SP) - B. ALFALH LTD	-	402,500
Interest on OD (Prime Bank )	1,012,742	597,419
Interest on CC Hypo (HSBC Ltd.)	-	522,335
Interest on Term Loan (HSBC)	6,956,078	4,116,842
Interest on Term Loan (Prime Bank)	844,056	1,092,129
Interest on HSBC Ltd.	615,000	566,749
Interest on Prime Bank	-	34,540
Bank Charges, Commission & Discipenses	823,495	1,902,362
Overdue Interest	1,059	4,459
Interest on Import Loan	8,616,097	11,713,083
	<b>24,289,598</b>	<b>25,162,832</b>

## 24.00 Non operating income

Interest on FDR against bank guarantee and term loan  
Interest on STD A/C  
Cash Incentive  
Realised gain/(loss) on marketable securities

Interest on FDR against bank guarantee and term loan	80,741	78,072
Interest on STD A/C	-	22
Cash Incentive	11,728,900	-
Realised gain/(loss) on marketable securities	600,401	547,346
	<b>12,410,042</b>	<b>625,440</b>

## 25.00 Other income

Dividend Income  
Interest on FDR

Dividend Income	21,470	3,804
Interest on FDR	13,407,861	7,785,292
	<b>13,429,332</b>	<b>7,789,096</b>

## 26.00 Earnings per share (EPS)

The computation of EPS is given below

Net profit after tax	53,632,697	58,457,630
Number of total outstanding shares	148,775,000	148,775,000
Earnings per share (EPS)	<b>0.36</b>	<b>0.39</b>





July 01, 2022 to Sept 30, 2022	July 01, 2021 to Sept 30, 2021
--------------------------------------	--------------------------------------

**27.00 Net Assets value (NAV) per share**

Total assets	10,220,104,638	9,400,047,967
Total outside liabilities	4,706,873,609	3,944,012,922
<b>Net assets</b>	<b>5,513,231,030</b>	<b>5,456,035,045</b>
Divided by number of ordinary shares	148,775,000	148,775,000
<b>Net assets value (NAV) per share</b>	<b>37.06</b>	<b>36.67</b>

**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	30.09.2022	30.06.2022
Faisal Spinning Mills Ltd	Trade and Other Receivables	Group Company	54,393,516	176,786,466
Saiham Knit Composite Ltd.	Trade and Other Receivables	Group Company	20,689,020	5,678,298
Saiham Textile Mills Ltd.	Trade and Other Receivables	Group Company	-	176,144,831
Director's Remuneration	Remuneration	MD/Director	525,000	2,100,000
Board meeting fess	Meeting fee	MD/Director	16,500	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.

**29.00 Reconciliation of cash flows from operating activities under indirect method**

Profit before Tax	85,692,188	67,795,402
<b>Adjustment to Reconcile Profit before Tax provided by operating activities:</b>		
Add: Depreciation	72,306,343	75,923,856
Add: Finance Expenses	24,289,598	25,162,832
Add/(Less): Unrealised Gain / (loss) on marketable securities	658,192	(44,399)
Add/(Less): Unrealized gain/(loss) for change in exchange rate of foreign currency	103,584,597	12,862,113
<b>Changes in current assets and liabilities:</b>		
(Increase) / Decrease Inventories	(1,220,527,662)	(589,960,466)
(Increase) / Decrease Advance, deposits & prepayments	223,103,182	194,139,464
Income Tax Paid	(13,603,047)	(5,462,305)
(Increase) / Decrease Trade & Other Receivable	83,087,363	397,817,543
Increase/ (Decrease) In trade creditors	30,848,283	(13,200,398)
Increase / (Decrease) payables & Accruals	12,098,160	(8,682,817)
Increase / (Decrease) unpaid dividend	(97,665)	(9,103,327)
<b>Net cash flow from operating activities</b>	<b>(598,560,468)</b>	<b>147,247,499</b>

**30.00 Collection from customers & others**

Add: Opening receivable	695,533,611	1,483,441,037
Sales during the period/year	1,153,811,534	728,319,418
	1,849,345,145	2,211,760,455
Less: Closing Receivable	(650,739,127)	(1,085,623,494)
Add/(Less): Unrealized Gain/(Loss)	38,292,879	-
<b>Collection from sales</b>	<b>1,236,898,897</b>	<b>1,126,136,961</b>

**31.00 Payment for cost and expenses**

Cost of goods sold	(942,596,679)	(611,508,255)
Operating expenses	(18,545,045)	(19,449,751)
Depreciation	72,306,343	75,923,856
Inventories	(1,220,527,662)	(589,960,466)
Advances, deposits and pre-payments	223,103,182	194,139,465
WPPF	(4,284,609)	-
Payables & Accruals	12,098,160	(8,682,817)
Unclaimed Dividend	(97,665)	(9,103,327)
Trade & Other Creditors	30,848,283	(13,200,398)
	<b>(1,847,695,691)</b>	<b>(981,841,693)</b>

**32.00 Net Operating Cash Flow Per Share**

The computation of NOCFPS is given below:

Net cash flow from operating activities	(598,560,468)	147,247,499
Divided by number of ordinary shares	148,775,000	148,775,000
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>(4.02)</b>	<b>0.99</b>





Property, plant and equipment  
As at September 30, 2022

Annexure - A

Particulars	Cost			Rate %	Depreciation			W.D.V. as at 30.09.2022
	Balance as at 01.07.2022	Addition during the period	Balance as at 30.09.2022		Balance as at 01.07.2022	Charge during the period	Balance as at 30.09.2022	
Land and Land Development	100,491,673	6,200,000	106,691,673	-	-	-	106,691,673	
Factory Building & Other Construction	634,055,052	739,111	634,794,163	5%	222,336,081	5,149,567	407,308,515	
Office Building	126,361,395	-	126,361,395	5%	23,868,091	1,281,166	101,212,137	
Plant and Machineries	3,398,362,777	210,353	3,398,573,130	7.50%	1,296,932,431	39,403,134	2,062,237,566	
Furnitures & Fixtures	23,092,344	83,600	23,175,944	10%	10,210,471	322,743	12,642,730	
Motor Vehicles	45,225,139	1,585,000	46,810,139	15%	23,913,306	819,006	22,077,827	
Office Equipment's	27,474,612	171,395	27,646,007	10%	12,193,170	383,464	15,069,372	
Sundry Assets	97,215,416	63,670	97,279,086	10%	49,556,026	1,192,015	46,531,045	
<b>Sub - Total</b>	<b>4,452,278,408</b>	<b>9,053,129</b>	<b>4,461,331,538</b>		<b>1,639,009,577</b>	<b>48,551,096</b>	<b>2,773,770,865</b>	

Revaluation of property, plant and equipment

Particulars	Cost			Rate %	Depreciation			W.D.V. as at 30.09.2022
	Balance as at 01.07.2022	Addition during the year	Balance as at 30.09.2022		Balance as at 01.07.2022	Charge during the year	Balance as at 30.09.2022	
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	5%	236,927,158	12,032,255	950,548,108	
Plant and Machineries	1,047,257,309	-	1,047,257,309	7.50%	422,904,796	11,706,610	612,645,903	
Motor Vehicles	3,150,093	-	3,150,093	15%	2,713,220	16,383	420,490	
<b>Sub - Total</b>	<b>3,271,781,729</b>	<b>-</b>	<b>3,271,781,729</b>		<b>662,545,174</b>	<b>23,755,247</b>	<b>2,585,481,308</b>	
<b>Grand Total</b>	<b>7,724,060,137</b>	<b>9,053,129</b>	<b>7,733,113,267</b>		<b>2,301,554,751</b>	<b>72,306,343</b>	<b>5,359,252,173</b>	

Allocation of depreciation:

Cost of Production

Administrative and Marketing Expenses

69,483,580

2,822,763

72,306,343