



Ref: SCML/04/57/15

Dated:Dhaka
February 26,2015

The Chairman

Bangladesh Securities and Exchange Commission
Jiban Bima Tower (15th & 16th Floor)
10, Dilkusha C/A.
Dhaka-1000.

Sub: Third Quarterly Financial Statements.

Dear Sir,

As per SEC directive No. SEC/CFD/Misc/233/2004/615 dated 02.02.2010 we are pleased to enclose herewith the provisional and un-audited third quarterly Financial Statements for the period from May 01, 2014 to January 31, 2015 of Saiham Cotton Mills Ltd. The above 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)
Company Secretary

CC to:

- 1) **The Managing Director**
Dhaka Stock Exchange Ltd.
9/F, Motijheel C/A.
Dhaka-1000.

- 2) **The Managing Director**
Chittagong Stock Exchange Ltd.
1080, Sk Mujib Road, Agrabad C/A
Chittagong



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Statement of Financial Position (Provisional and Un-audited)

As at January 31, 2015

Figures in Taka

PARTICULARS	NOTES	Amount in Taka	
		January 31, 2015	April 30, 2014
ASSETS :			
Non current assets :			
Property, plant and equipment	1.00	2,210,698,156	2,268,218,417
Investment	2.00	1,066,433,110	1,058,103,375
Total non-current assets		3,277,131,266	3,326,321,792
Current Assets :			
Trade and other receivables		908,068,616	949,693,502
Inventories		594,657,505	577,408,147
Current account with associate company :		34,202,943	16,443,725
Advance, deposits and pre-payments		117,023,374	56,485,278
Cash and cash equivalents	3.00	146,503,811	123,950,508
Total current assets		1,800,456,249	1,723,981,160
Total Assets		5,077,587,515	5,050,302,952
EQUITY AND LIABILITIES:			
Shareholders equity :			
Share capital		1,352,500,000	1,352,500,000
Share premium		751,750,000	751,750,000
Tax holiday reserve		100,715,999	100,715,999
Revaluation surplus		462,169,231	483,846,073
General reserve		60,400,000	60,400,000
Retained earnings		524,108,548	519,690,708
Total shareholders equity		3,251,643,778	3,268,902,780
Non-current liabilities :			
Deferred tax liabilities		172,816,881	137,989,462
Term Loan	4.00	677,396,728	457,234,377
Total non-current liabilities		850,213,609	595,223,839
Current Liabilities :			
Bank loan and overdraft	5.00	289,380,778	207,097,331
Trade creditors		615,907,916	922,757,025
Income tax provision		39,171,592	30,438,594
Payable and accruals		31,269,842	25,883,383
Total current liabilities		975,730,128	1,186,176,333
Total liabilities		1,825,943,737	1,781,400,172
Total equity and liabilities		5,077,587,515	5,050,302,952
Net assets value per share (NAV)		24.04	24.17

(Md. Sahinur Kabir)
Company Secretary



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Statement of Comprehensive Income (Provisional and Un-audited)
For the third quarter ended January 31,2015

Figures in Taka

PARTICULARS	NOTES	May 01,2014	May 01,2013	November 01,2014	November 01,2013
		To January 31,2015	To January 31,14	To January 31,2015	To January 31,2014
Turnover		2,052,180,852	1,794,750,926	676,861,149	396,550,134
Cost of goods sold		(1,801,557,797)	(1,519,654,990)	(598,440,473)	(310,250,068)
Gross profit		250,623,055	275,095,936	78,420,676	86,300,066
Administrative and marketing expenses	6.00	(44,955,276)	(37,851,450)	(17,229,735)	(13,554,284)
Financial expenses	7.00	(62,941,654)	(81,880,246)	(16,815,435)	(30,498,135)
Operating profit		142,726,125	155,364,240	44,375,506	42,247,647
Non operating income	8.00	89,928,267	75,325,967	25,501,449	28,184,175
Operating profit before WPPF		232,654,392	230,690,207	69,876,955	70,431,822
Provision for WPPF		(11,078,780)	(9,497,497)	(3,327,474)	(2,011,793)
Profit before tax		221,575,612	221,192,710	66,549,481	68,420,029
Provision for tax		(77,089,261)	(43,692,942)	(35,401,083)	(14,522,247)
Current tax		(38,436,517)	(42,594,652)	(13,170,103)	(13,493,359)
Deferred tax		(38,652,744)	(1,098,290)	(22,230,980)	(1,028,888)
Net profit after tax		144,486,351	177,499,768	31,148,398	53,897,782
Other Comprehensive Income :		(30,320,678)	1,740,202	(12,460,576)	(724,849)
Unrealized loss on available for sale financial assets		(4,818,511)	1,740,202	(4,109,973)	(724,849)
Depreciation on Revaluatio of PPE		(25,502,167)	-	(8,350,603)	-
Total Comprehensive Income for the period		114,165,673	179,239,970	18,687,822	53,172,933
Earnings per share (EPS)		1.07	1.31	0.23	0.40
Earnings per share (EPS) Annualized		1.42	1.75	0.92	1.59

(Md. Sahinur Kabir)
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Statement of Cash Flows (Provisional and Unaudited)

For the third quarter ended January 31,2015

Figures in Taka

PARTICULARS	May 01,2014	May 01,2013
	To January 31,2015	To January 31,2014
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Collection from sales	2,093,805,738	1,922,142,240
Payment for cost and expenses	(1,607,204,129)	(1,318,940,054)
Interest paid on borrowings	(62,941,654)	(81,880,246)
Collection from non operating income	85,109,756	77,066,169
Income tax paid	(35,744,377)	(33,571,612)
Net cash provided by operating activities	473,025,334	564,816,497
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Fixed Asset	(53,561,883)	(1,620,150)
Liability payment against fixed assets	(538,016,993)	-
Investment in shares	(8,329,735)	(1,740,202)
Net cash used by investing activities	(599,908,611)	(3,360,352)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Short term loan	82,283,447	(207,636,799)
Long term loan	220,162,351	202,680,038
Current account with associate company	(17,759,218)	(267,833,612)
Capital working progress unit - 2	-	(191,610,965)
Dividend Paid	(135,250,000)	(135,250,000)
Net cash provided by financing activities	149,436,580	(599,651,338)
D. Increase in Cash & Cash Equivalents (A+B+C)	22,553,303	(38,195,193)
Cash & Cash Equivalents at beginning of the period	123,950,508	88,587,907
Cash & Cash Equivalents at ending of the period	146,503,811	50,392,714
Net Operating Cash Flow Per Share (NOCFPS)	3.50	4.18

(Md. Sahinur Kabir)
Company Secretary



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Statement of Changes in Shareholders' Equity (Provisional and Un-audited)
For the third quarter ended January 31, 2015

Figures in Taka

Particulars	Share capital	Share premium	Tax holiday reserve	General reserve	Revaluation surplus	Retained earnings	Total equity
Balance as at May 01, 2014	1,352,500,000	751,750,000	100,715,999	60,400,000	483,846,073	519,690,708	3,268,902,780
Net profit for the period	-	-	-	-	-	114,165,673	114,165,673
Adjustment for depreciation on revalued assets	-	-	-	-	(21,676,842)	21,676,842	-
Adjustment for revaluation of P.E and deferred tax	-	-	-	-	-	3,825,325	3,825,325
Dividend paid	-	-	-	-	-	(135,250,000)	(135,250,000)
Balance as at January 31, 2015	1,352,500,000	751,750,000	100,715,999	60,400,000	462,169,231	524,108,548	3,251,643,778
Balance as at May 01, 2013	1,352,500,000	751,750,000	100,715,999	60,400,000	515,490,327	414,056,518	3,194,912,844
Net profit for the period	-	-	-	-	-	177,499,768	177,499,768
Adjustment for depreciation on revalued assets	-	-	-	-	(23,733,190)	-	(23,733,190)
Adjustment for revaluation of P.E and deferred tax	-	-	-	-	-	27,921,400	27,921,400
Unrealized loss on available for sale financial assets	-	-	-	-	-	1,740,202	1,740,202
Dividend paid	-	-	-	-	-	(135,250,000)	(135,250,000)
Balance as at January 31, 2014	1,352,500,000	751,750,000	100,715,999	60,400,000	491,757,137	485,967,887	3,243,091,023

(Md. Sahinur Kabir)
Company Secretary

SAIHAM COTTON MILLS LTD.
Notes to the Financial Statements
As on January 31,2015

	Amount in Taka	
	January 31, 2015	April 30, 2014
1.00 Property, plant and equipment:		
This is arrived of as follows:		
Cost	2,926,597,576	2,873,035,693
Less: Accumulated depreciation	715,899,420	604,817,276
Written down value	<u>2,210,698,156</u>	<u>2,268,218,417</u>
2.00 Investment :		
This is arrived of as follows:		
Investment in Associate Company (FSML)	146,812,262	146,812,262
Investment in Shares of listed company	33,681,777	40,352,042
Investment in unquoted company (SKCL)	20,350,000	20,350,000
Investment in FDR	865,589,071	850,589,071
	<u>1,066,433,110</u>	<u>1,058,103,375</u>
3.00 Cash and cash equivalents :		
This consists of :		
Cash in hand	1,846,108	243,411
Cash at bank	144,657,703	123,707,097
	<u>146,503,811</u>	<u>123,950,508</u>
3.01 Cash in hand		
Head office	309,765	60,975
Factory Office	1,536,343	182,436
	<u>1,846,108</u>	<u>243,411</u>
3.02 Cash at bank		
Janata Bank, Motijheel Branch - CD A/C # 023733012107	199,399	602,936
Janata Bank, Noyapara Branch - CD A/C # 0210005125	88,418	7,018,167
Janata Bank, Noyapara Branch - CD A/C # 145	866,759	3,008,371
Janata Bank, Motijheel Branch - EDF A/C	-	-
Dhaka Bank, Local Office - CD A/C # 020110000010671	1	1
Dhaka Bank, Islami Branch- CD A/C # 2015	96,834	25,097,409
Standard Chartered	168,260	174,610
HSBC CD A/C # 001234608-011	1,338,196	300,681
HSBC Margin Account # 001234608-091	61,189,718	4,794,800
HSBC BDT Margin Account # 001 234608-095	10,568	10,163
HSBC FC Account # 001234608-047	27,976,402	5,828,890
HSBC CD A/C # 001 234608-012	1,794,305	2,567,611
HSBC CD A/C # 001234608-015	2,189,499	2,259,349
HSBC CD A/C # 001234608-901	3,192,310	-
HSBC CD A/C # 001234608-013	1,412	966,714
HSBC CD A/C # 001234608-014	292,853	79,693
HSBC offshore A/C # 005	9,706,492	39,513
Bank Asia \$ Margin A/C # 11047000002	28,858,713	64,681,596
Bank Asia \$ ERQ A/C	1,030,169	-
Premier Bank A/C # 1021311869	5,553,645	2,791,031
BRAC Bank Ltd. A/C # 1526101985342001	103,750	3,485,562
	<u>144,657,703</u>	<u>123,707,097</u>



4.00 Term Loan

Name of Bank

Bank Asia Ltd.	-	210,027,189
HSBC Ltd.	677,396,728	247,207,188
	<u>677,396,728</u>	<u>457,234,377</u>

5.00 Bank Loan and Overdraft :

This consists of as follows :

Cash Credit (Hypo) Bank Asia Ltd.	164,079,931	120,991,149
Bank Alfalah Ltd.	45,300,847	-
Short Term Loan (HSBC)	80,000,000	-
IDBP Loan - HSBC	-	86,106,182
IDBP Loan - BA	-	-
	<u>289,380,778</u>	<u>207,097,331</u>

6.00 Administrative and Marketing Expenses :

This consists of as follows :

	01.05.2014 to 31.01.15	01.05.13 to 31.01.14	01.11.14 to 31.01.15	01.11.13 to 31.01.14
Directors Remuneration	1,575,000	2,970,000	525,000	990,000
Salary and Allowances	14,165,297	8,398,141	4,749,650	2,745,978
Festival Bonus	1,242,880	1,062,658	-	-
Rest house exp.	-	185,964	-	185,964
Office Rent	- 500,000	900,000	100,000	300,000
Incentive Bonus	4,375,000	2,986,000	2,050,000	1,500,000
Entertainments	940,486	481,596	228,509	137,646
Electric Bill	110,088	84,437	31,921	15,830
Rent a Car Exp.	1,213,320	434,400	507,870	88,000
Fuel & Lubricants	343,231	246,593	87,114	63,722
Paper and Periodicals	29,471	25,035	29,471	16,027
Fees, Forms, and others	1,886,744	1,959,391	673,109	1,275,512
Board Meeting Fees	10,000	-	-	-
Information Technology Expenses	1,822,048	1,384,624	512,737	488,908
Insurance Premium	620,508	270,163	1,278	-
Printing	1,424,225	1,249,019	572,940	843,751
Stationery	79,256	-	56,736	-
Donation and Subscription	593,672	37,500	205,000	10,000
Miscellaneous Expenses	3,432,142	1,006,575	2,311,837	282,538
Office Maintenance	205,445	248,802	68,631	81,288
Business Development Exp.	3,885,532	5,628,469	2,037,323	2,499,892
Traveling Expenses	238,719	421,540	164,940	175,937
Telephone and Mobile Expenses	98,199	105,244	33,764	31,842
Audit fees	43,125	43,125	14,375	28,750
Uniform and Upkeep	209,480	73,095	201,700	2,370
Transportation cost	126,246	157,432	87,870	91,975
Medical and Welfare	546,614	261,956	208,130	64,050
Postage and Stamp	58,363	102,022	26,967	92,952
Business Promotion Exp	2,212,500	4,299,904	655,000	26,000
Business Development Exp.	-	-	-	-
Advertisement	208,225	284,620	100,396	217,760
AGM Expenses	379,293	487,796	300,615	472,960
IPO Expenses	-	157,500	-	-
VAT	746,967	485,680	172,757	485,680
Car Expenses	-	360,972	-	-
Depreciation	1,633,200	1,051,197	514,095	338,952
	<u>44,955,276</u>	<u>37,851,450</u>	<u>17,229,735</u>	<u>13,554,284</u>



7.00 Financial Expenses :

The above amount comprise of as follows -

	01.05.2014 to 31.01.15	01.05.13 to 31.01.14	01.11.14 to 31.01.15	01.11.13 to 31.01.14
Interest on Cash Credit (Hypo)	21,593,912	54,269,052	5,517,576	15,198,712
Interest on Term Loan	12,624,552	-	8,456,568	-
Bank Charges and Commission	3,034,912	8,417,081	1,222,479	4,960,259
Interest on Bank Asia	9,142,203	9,414,313	196,553	7,627,628
Interest on HSBC	16,254,625	6,955,508	1,584,444	2,284,611
Overdue Interest	266,850	2,732,992	(175,085)	413,425
Payment collection charge	24,600	91,300	12,900	13,500
	62,941,654	81,880,246	16,815,435	30,498,135

8.00 Non operating income

Interest on FDR	85,244,036	71,961,054	22,178,734	26,937,293
Interest on STD A/C BRAC	844,795	2,239,168	209,801	1,038,047
Gain on Investment in shares	-	148,085	-	148,085
Gain on dollar fluctuation	846,765	-	200,243	-
Quality claim	-	916,910	-	-
Insurance claim	1,776,265	-	1,776,265	-
Dividend Income	1,216,406	60,750	1,136,406	60,750
	89,928,267	75,325,967	25,501,449	28,184,175

