

Matin Spinning Mills Limited

Unaudited Financial Statements

As at and for the 1st quarter ended 30 September 2020

Matin Spinning Mills Limited
Statement of Financial Position (Unaudited)
As at 30 September 2020

[Amounts in Taka]

	Notes	30 September 2020	30 June 2020
Assets			
Non-Current Assets			
Property, plant and equipment	02	4,567,625,278	4,624,173,559
Investment	03	38,055,100	28,003,185
Capital work-in-process	04	108,282,168	110,153,455
Total non-current assets		4,713,962,546	4,762,330,200
Current Assets			
Inventories	05	802,905,357	732,820,587
Accounts receivable	06	650,195,183	994,789,485
Advance, deposits and prepayments	07	256,870,312	222,842,805
Materials in transit	08	132,975,501	140,656,793
Cash and bank balances	09	387,032,245	243,576,752
		2,229,978,599	2,334,686,422
Asset held for sale	10	1,600,000	1,600,000
Total current assets		2,231,578,599	2,336,286,422
Total assets		6,945,541,144	7,098,616,622
Equity and liabilities			
Equity			
Share capital		974,900,000	974,900,000
Share premium		920,700,000	920,700,000
Retained earnings	11	1,478,762,137	1,389,083,255
Revaluation reserve	12	1,515,695,083	1,520,826,225
Total equity		4,890,057,219	4,805,509,480
Non-current liabilities			
Long term bank loan	13	18,297,029	126,599,671
Deferred tax liability	14	255,569,791	255,290,759
Total non-current liabilities		273,866,820	381,890,430
Current liabilities			
Accounts payable	15	128,047,789	132,103,881
Short term bank loan	16	1,153,762,260	1,300,157,441
Current portion of long term loan		350,438,156	350,438,156
Share application money		4,553,160	4,553,160
Provision & accruals	17	144,815,738	123,964,072
Total current liabilities		1,781,617,105	1,911,216,711
Total liabilities		2,055,483,925	2,293,107,141
Total equity and liabilities		6,945,541,144	7,098,616,622
NAV Per Share (with revaluation reserves)	24	50.16	49.29



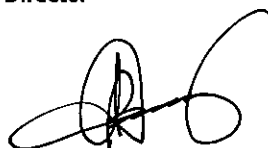
Managing Director



Director



Director



Chief Financial Officer



Company Secretary

Matin Spinning Mills Limited
Statement of Profit or Loss (Unaudited)
for the 1st quarter ended 30 September 2020

	Notes	30 September 2020	30 September 2019
Revenue	18	1,055,943,362	922,917,171
Cost of goods sold	19	<u>(911,528,597)</u>	<u>(839,930,243)</u>
Gross profit		144,414,765	82,986,929
Other income	20	<u>30,561,370</u>	<u>12,012,797</u>
		174,976,134	94,999,726
Administrative expenses		(47,675,372)	(43,825,832)
Distribution expenses		(1,840,785)	(1,365,660)
Net profit before finance cost		125,459,976	49,808,234
Finance cost		<u>(19,781,540)</u>	<u>(21,717,177)</u>
		105,678,437	28,091,057
Net profit before workers' profit participation funds & tax			
Contribution to workers' profit participation funds		(5,032,307)	(1,337,669)
Net profit before taxation		100,646,130	26,753,387
Income tax	21	(15,819,360)	(5,770,675)
Deferred tax	22	<u>(1,048,703)</u>	<u>(3,617,698)</u>
Net profit after tax		83,778,068	17,365,015
Earnings Per Share (EPS)	23	0.86	0.18



 Managing Director



 Director



 Director



 Chief Financial Officer



 Company Secretary


Matin Spinning Mills Limited
Statement of Other Comprehensive Income (Unaudited)
for the 1st quarter ended 30 September 2020

[Amounts in Taka]

	Notes	30 September 2020	30 September 2019
Net profit after tax for the period		83,778,068	17,365,015
Deferred tax on other comprehensive income	22	769,671	201,306
Total comprehensive income for the period		84,547,739	17,566,321



 Managing Director



 Director



 Director



 Chief Financial Officer




 Company Secretary

Matin Spinning Mills Limited
Statement of Changes in Equity (Unaudited)
for the 1st quarter ended 30 September 2020


[Amounts in Taka]

	Share Capital	Share Premium	Retained Earnings	Revaluation Reserves	Total
1st Quarter ended 30 September 2020					
Balance at 01 July 2020	974,900,000	920,700,000	1,389,083,255	1,520,826,225	4,805,509,481
Net profit for the period	-	-	83,778,068	-	83,778,068
Dividend Paid	-	-	-	-	-
Depreciation on Revalued Assets	-	-	5,131,142	(5,131,142)	-
Deferred tax on other comprehensive income	-	-	769,671	-	769,671
Balance at 30 September 2020	974,900,000	920,700,000	1,478,762,137	1,515,695,083	4,890,057,219
1st Quarter ended 30 September 2019					
Balance at 01 July 2019	974,900,000	920,700,000	1,364,587,906	922,470,313	4,182,658,219
Net profit for the period	-	-	17,365,015	-	17,365,015
Dividend Paid	-	-	-	-	-
Depreciation on Revalued Assets	-	-	1,342,039	-	-
Deferred tax on other comprehensive income	-	-	201,306	-	201,306
Balance at 30 September 2019	974,900,000	920,700,000	1,383,496,266	922,470,313	4,200,224,540


 Managing Director


 Director


 Director


 Chief Financial Officer


 Company Secretary

Matin Spinning Mills Limited
Statement of Cash Flows (Unaudited)
for the 1st quarter ended 30 September 2020

[Amounts in Taka]

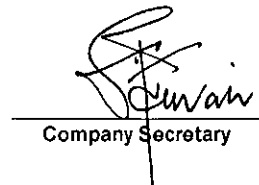
	30 September 2020	30 September 2019
A. Cash flows from operating activities		
Collection from customers	1,398,758,458	932,418,871
Other Income	17,941,154	17,520,768
Cash generated from operations	1,416,699,612	949,939,639
Cash paid to employees	(91,804,328)	(81,895,093)
Cash paid to suppliers	(861,142,564)	(819,561,820)
Interest paid on loans	(9,257,144)	(21,717,177)
Income tax paid	(11,865,670)	-
Payment made to workers' profit participation funds	-	-
Net cash flows from operating activities	442,629,905	26,765,549
B. Cash flow from investing activities		
Acquisition of property, plant and equipment	(5,638,895)	(84,764,792)
Capital work-in-process	(29,878,553)	(903,983)
Dividend Income	-	-
Purchase of marketable securities	(69,264,640)	(6,816,916)
Proceeds from Sale of Marketable Securities	69,280,641	-
Interest on FDR and Bank Accounts	18,381	-
Net cash used in investing activities	(35,483,066)	(92,485,691)
C. Cash flows from financing activities		
Long term loan received from bank	17,462,263	74,325,823
Long term loan repaid to bank	(119,521,085)	(88,045,323)
Short term loan received from bank	726,351,926	850,951,109
Short term loan repaid to bank	(889,045,960)	(788,919,142)
Net cash received from/(used in) financing activities	(264,752,856)	48,312,468
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)	142,393,983	(17,407,675)
E. Opening cash and cash equivalents	243,576,752	236,181,930
F. Effects of currency translation on cash and cash equivalents	1,061,511	2,833,824
G. Closing cash and cash equivalents (D+E+F)	387,032,245	221,608,080
Net Operating Cash Flow Per Share [Note-25]	4.54	0.27


 Managing Director


 Director


 Director


 Chief Financial Officer


 Company Secretary

- 01 These financial statements have been prepared in line with accounting policies as adopted in the preparation of most recent audited financial statements as at and for the period ended 30 June 2020. This interim financial report includes only those selected explanatory notes that were deemed appropriate for better understanding of the unaudited financial statements.

	Amounts in Taka	
	30 September 2020	30 June 2020
02 Property, plant and equipment		
Opening balance	7,314,830,820	6,388,013,129
Add : Additions	21,807,609	949,154,770
Less: Disposal/Adjustment		(22,337,079)
	<u>7,336,638,428</u>	<u>7,314,830,820</u>
Less: Disposal/Adjustment	-	(19,436,859)
Less: Accumulated Depreciation	(2,769,013,151)	(2,671,220,401)
Closing balance	<u>4,567,625,278</u>	<u>4,624,173,559</u>
03 Investment		
Opening balance	28,003,185	36,413,499
Add: Addition during the period	-	-
	<u>28,003,185</u>	<u>36,413,499</u>
Realized gain /(loss)	12,028,525	1,479,296
Unrealized gain /(loss) for fair value adjustment	(1,976,610)	(9,889,610)
Closing balance	<u>38,055,100</u>	<u>28,003,185</u>
04 Capital work-in-process		
Godown - 2	3,147,131	3,147,131
Staff Quarter	26,388,703	18,388,703
Shuttering Materials Storage	5,967,406	2,967,406
MSML-Yarn Godown	2,735,277	1,318,987
Machineries in Transit	70,043,651	84,331,228
	<u>108,282,168</u>	<u>110,153,455</u>
05 Inventories		
Manufacturing Inventory [Note - 5.01]	781,391,348	714,219,319
Non-Manufacturing Inventory [Note-5.02]	21,514,009	18,601,268
	<u>802,905,357</u>	<u>732,820,587</u>
5.01 Manufacturing Inventory		
Raw cotton	557,307,769	465,487,680
Finished yarn	69,224,306	89,041,018
Packing materials	3,486,330	2,208,327
Work-in-process	42,661,375	43,535,277
Spare parts	108,711,567	113,947,017
	<u>781,391,348</u>	<u>714,219,319</u>
5.02 Non Manufacturing Inventory		
Stock of Bandhan	2,523,434	1,683,139
Stock of Stamp	17,418	17,418
Other Production Material	7,500	25,450
Construction Material	6,614,813	7,444,156
Store Materials under Inspection	12,350,845	9,431,104
	<u>21,514,009</u>	<u>18,601,268</u>
06 Accounts receivables		
Receivable other than related party	433,748,543	426,846,630
Receivable from related party	215,355,279	565,072,289
Bank interest receivable on FDR	5,045,613	4,806,298
Claim Receivable	2,954,414	4,972,935
Provision for bad debts	(6,908,666)	(6,908,666)
	<u>650,195,183</u>	<u>994,789,485</u>

	Amounts in Taka	
	30 September 2020	30 June 2020
07 Advance, Deposits and Prepayments		
Advance		
Salary & Allowances	1,820,400	2,023,100
Insurance	4,928,570	
Construction	1,097,422	597,422
Expenses	59,418,976	42,483,008
Advance Income Tax	143,385,049	131,519,379
	<u>210,650,417</u>	<u>176,622,910</u>
Deposits		
Security deposit for Utilities	46,219,895	46,219,895
	<u>46,219,895</u>	<u>46,219,895</u>
	<u>256,870,312</u>	<u>222,842,805</u>
08 Materials in transit		
Margin against Cotton	9,339,618	9,426,724
Margin Against Bank Guarantee	10,962,108	11,062,108
Materials In Transit	112,673,774	120,167,962
	<u>132,975,501</u>	<u>140,656,793</u>
09 Cash and bank balances		
Cash in hand	2,229,735	1,028,689
Balance in BO Account	16,038	38
Fixed Deposit	11,515,800	11,515,800
Bank balances with:		
Islami Bank Bangladesh Ltd	730,844	714,301
Exim Bank Ltd, STD account	(8,781,141)	28,858,997
Mercantile Bank Ltd	116,567	116,567
HSBC Bank Ltd	341,784,255	160,433,738
City Bank Ltd	2,163,567	2,165,422
Prime Bank Ltd	1,436,538	1,436,538
Standard Chartered Bank	1,839,087	212,308
Jamuna Bank Limited	6,382,780	2,534,919
Dutch-Bangla Bank Limited	16,397,095	30,793,731
BRAC Bank Ltd	10,843,710	3,403,043
Mutual Trust Bank Limited	357,370	362,662
	<u>387,032,245</u>	<u>243,576,752</u>
10 Asset held for sale		
Cost:		
Forklift	1,872,720	1,872,720
Generator	20,464,359	20,464,359
	<u>22,337,079</u>	<u>22,337,079</u>
Accumulated depreciation:		
Forklift	1,624,705	1,624,705
Generator	17,812,154	17,812,154
	<u>19,436,859</u>	<u>19,436,859</u>
WDV	2,900,220	2,900,220
Fair value less cost to sale	1,600,000	1,600,000
Asset held for sale (Lower of WDV and Fair value less cost to sale)	<u>1,600,000</u>	<u>1,600,000</u>

	Amounts in Taka	
	30 September 2020	30 June 2020
11 Retained earnings		
Opening balance	1,389,083,255	1,364,587,906
Add: Profit made during the period	83,778,068	210,211,386
Less: Dividend Paid	-	(146,235,000)
Depreciation on Revalued Assets	5,131,142	13,185,197
Add: Deferred tax on revaluation reserve	769,671	(52,666,234)
Balance at 30 September 2020	<u>1,478,762,137</u>	<u>1,389,083,255</u>
12 Revaluation reserves		
Opening balance	1,520,826,225	922,470,313
Addition during the period	-	611,541,109
Depreciation on Revalued Assets	(5,131,142)	(13,185,197)
Balance at 30 September 2020	<u>1,515,695,083</u>	<u>1,520,826,225</u>
13 Long Term bank loan		
Off Shore Loan - HSBC	368,735,186	477,037,828
Less: Current portion of long term loan	(350,438,156)	(350,438,156)
	<u>18,297,029</u>	<u>126,599,671</u>
14 Deferred Tax Liability		
Deferred tax assets and liabilities have been recognized and measured in accordance with the provision of IAS-12: Income taxes. Deferred tax assets and liabilities are attributable to the following:		
A. Deferred tax liability on historical cost:		
Carrying amount other than revaluation	2,854,554,934	2,905,972,073
Tax base *	1,787,671,541	1,846,080,033
Taxable Temporary difference	<u>1,066,883,394</u>	<u>1,059,892,041</u>
Applicable tax rate	15%	15%
(Tax rate is 15% on Textile sector as per SRO - 193 dated 30 June		
Deferred tax liability on historical cost	160,032,509	158,983,806
B. Deferred tax liability against revaluation reserve:		
i) Deferred tax liability against revaluation reserve other than land		
Carrying amount other than land	365,123,311	370,254,454
Tax base	-	-
	<u>365,123,311</u>	<u>370,254,454</u>
Applicable tax rate	15%	15%
(Tax rate is 15% on Textile sector as per SRO - 193 dated 30 June 2015.)		
	<u>54,768,497</u>	<u>55,538,168</u>
ii) Deferred tax liability on capital gain against revaluation of land		
Carrying amount other than building & others.	1,358,959,500	1,358,959,500
Tax base	-	-
	<u>1,358,959,500</u>	<u>1,358,959,500</u>
Applicable tax rate (3% As per section 53 H of ITO 1984)	3%	3%
	<u>40,768,785</u>	<u>40,768,785</u>
Deferred tax liability against revaluation reserve B (i+ii)	95,537,282	96,306,953
Total Deferred tax liability (A+B)	<u>255,569,791</u>	<u>255,290,759</u>

		Amounts in Taka	
		30 September 2020	30 June 2020
15	Accounts payable		
	Suppliers	61,723,415	70,148,878
	Expenses	56,712,024	61,537,870
	Others	9,612,350	417,134
		<u>128,047,789</u>	<u>132,103,881</u>
16	Short term bank loan		
	UPAS Loan (Raw Cotton)	1,102,902,005	1,300,157,441
	Working Capital Loan (COVID-19)	50,860,255	-
		<u>1,153,762,260</u>	<u>1,300,157,441</u>
17	Provision & accruals		
	Provision for Income Tax [Note-17.01]	127,703,919	111,884,559
	Provision for workers' profit participation and welfare funds [Note-17.02]	17,111,820	12,079,513
		<u>144,815,738</u>	<u>123,964,072</u>
	17.01 Provision for Income Tax		
	Opening Balance	111,884,559	129,209,246
	Add: Provision for taxation for the period	15,819,360	34,904,271
	Less: Adjustment provision for previous years AIT		(60,749,933)
	Excess/(Short) provision for taxations after final assessment order as below:		
	Less: Adjustment of excess provision for the year 2011-2012		(9,402,553)
	Add: Adjustment of short provision for the year 2012-2013		(376,992)
	Less: Adjustment of excess provision for the year 2013-2014		(3,965,392)
	Add: Adjustment of short provision for the year 2015-2016		22,265,911
		<u>127,703,919</u>	<u>111,884,559</u>
	17.02 Provision for workers' profit participation and welfare funds		
	Opening Balance	12,079,513	5,503,037
	Add: Addition during the period	5,032,307	12,671,367
	Less: Paid during the period	-	(6,094,891)
	Closing Balance	<u>17,111,820</u>	<u>12,079,513</u>

This represents 5% on net income before charging income tax as per provision of the Labour Law-2006, and it shall be allocated among the eligible workers as defined in the said Act.

		Amounts in Taka	
		30 September 2020	30 September 2019
18	Revenue		
	Carded Yarn	19,390,943	19,969,921
	Combed Yarn	239,165,439	306,934,726
	Slub Yarn	85,795,337	111,965,914
	Synthetic Yarn	313,560,443	241,881,329
	Melange Yarn	259,934,222	148,243,142
	Vortex Yarn	70,507,021	36,426,639
	Open End Yarn	52,173,681	45,729,008
	Twist Yarn	15,107,812	11,488,001
	Twisting Services Charges	308,465	278,492
		<u>1,055,943,362</u>	<u>922,917,171</u>
19	Cost of goods sold		
	Raw Material consumption [Note-19.01]	646,993,181	623,023,839
	Packing materials consumption [Note-19.02]	8,068,927	6,551,434
	Fiber Dyeing	2,621,995	2,625,961
	Manufacturing overhead	<u>233,153,880</u>	<u>226,265,392</u>
	Cost of goods manufacturing	890,837,984	858,466,626
	Opening work-in-process	43,535,277	40,794,490
	Closing work-in-process	<u>(42,661,375)</u>	<u>(44,815,766)</u>
	Cost of production	891,711,885	854,445,351
	Opening stock of finished yarn	89,041,018	89,977,643
	Closing stock of finished yarn	<u>(69,224,306)</u>	<u>(104,492,751)</u>
		<u>911,528,597</u>	<u>839,930,243</u>
	19.01 Raw Material consumption		
	Value (Taka)		
	Opening balance	465,487,680	250,757,810
	Purchase during the period	<u>738,813,270</u>	<u>706,023,860</u>
	Raw Material available for consumption	1,204,300,950	956,781,670
	Closing balance	<u>(557,307,769)</u>	<u>(333,757,831)</u>
		<u>646,993,181</u>	<u>623,023,839</u>
	19.02 Packing materials consumption		
	Opening balance	2,208,327	3,226,100
	Purchase during the period	<u>9,346,930</u>	<u>5,591,572</u>
	Packing materials available for consumption	<u>11,555,258</u>	<u>8,817,672</u>
	Closing balance	<u>(3,486,330)</u>	<u>(2,266,238)</u>
		<u>8,068,927</u>	<u>6,551,434</u>
20	Other income		
	Foreign currency exchange gain/(loss)	9,821,532	5,060,259
	Gain /(Loss) on Investment in marketable securities	10,051,915	(6,816,916)
	Bank interest received	257,696	183,489
	Sales of wastage	9,580,565	12,766,965
	Rental Income	1,067,400	819,000
	Less: Repair and maintenance	<u>(320,220)</u>	-
	Misc. Income	102,482	-
		<u>30,561,370</u>	<u>12,012,797</u>

21. Computation of Taxable Income & Tax Liability thereon

	Amounts in Taka	
	30 September 2020	30 September 2019
A. Tax Payable on Total Taxable Income	15,819,360	4,714,281
B. Minimum Tax Payable u/s 82C(4)(a)		
Gross receipts during this year [Schedule-B]	1,086,504,731	961,779,171
Tax Rate	0.60%	0.60%
Minimum Tax u/s 82C(4)(a) of ITO 1984	6,519,028	5,770,675
C. Minimum Tax Payable u/s 82C(4)(a)		
Tax deducted at Source under section 52 BBBB	15,665,009	9,424,356
	15,665,009	9,424,356
Gross Tax Liability (higher of A, B and C)	15,819,360	5,770,675
Less: Previous year tax adjustment		
Total Current Tax	15,819,360	5,770,675

	Amounts in Taka	
	30 September 2020	30 September 2019
22 Deferred tax expenses for Income Statement		
Fixed assets:		
Carrying amount *	2,854,554,934	3,122,144,708
Tax base	<u>(1,787,671,541)</u>	<u>(2,026,739,435)</u>
Taxable Temporary difference	1,066,883,394	1,095,405,273
Tax rate	15%	15%
(Tax rate is 15% on Textile sector as per SRO - 193 dated 30 June 2015)		
Deferred tax liabilities as on 30 September 2020	160,032,509	164,310,791
Deferred tax liabilities 30 June 2020	<u>(158,983,806)</u>	<u>(160,693,093)</u>
	<u>1,048,703</u>	<u>3,617,698</u>
22.01 Deferred tax for Statement of Comprehensive Income		
(i) Deferred tax liability against revaluation reserve other than land		
Carrying amount other than land	365,123,311	103,697,840
Tax base	<u>365,123,311</u>	<u>103,697,840</u>
Applicable tax rate	15%	15%
(Tax rate is 15% on Textile sector as per SRO - 193 dated 30 June 2015)		
	<u>54,768,497</u>	<u>15,554,676</u>
(ii) Deferred tax liability on capital gain on revaluation of land		
Carrying amount other than building & others.	1,358,959,500	929,491,253
Tax base	<u>1,358,959,500</u>	<u>929,491,253</u>
Applicable tax rate (3% As per section 53 H of ITO 1984)	3%	3%
	<u>40,768,785</u>	<u>27,884,738</u>
Deferred tax liability against revaluation reserve (i + ii)	95,537,282	43,439,414
Deferred tax liabilities 30 June 2020	<u>(96,306,953)</u>	<u>(43,640,719)</u>
Deferred tax for Statement of Comprehensive Income	<u>(769,671)</u>	<u>(201,306)</u>
* Deferred tax has been provided on Taxable Temporary difference.		
23 Basic Earnings per share (EPS)		
The computation of EPS is given below:		
Earnings attributable to ordinary shareholders	83,778,068	17,365,015
Weighted average number of ordinary shares outstanding at the period end	<u>97,490,000</u>	<u>97,490,000</u>
Earnings per share (EPS)	<u>0.86</u>	<u>0.18</u>
24 Net Assets Value (NAV) Per Share		
Total assets	6,945,541,144	7,098,616,622
Less: Total current liabilities	<u>(1,781,617,105)</u>	<u>(1,911,216,711)</u>
	5,163,924,040	5,187,399,911
Less: Long Term & deferred liabilities	<u>(273,866,820)</u>	<u>(381,890,430)</u>
	<u>4,890,057,220</u>	<u>4,805,509,481</u>
Number of Ordinary Share at statement of financial position date	<u>97,490,000</u>	<u>97,490,000</u>
NAV - Per Share at statement of financial position date	<u>50.16</u>	<u>49.29</u>
25 Net Operating Cash Flow Per Share (NOCFPS)		
Cash flows from operating activities as per statement of cash flows	442,629,905	26,765,549
Number of Ordinary Share at statement of financial position date	<u>97,490,000</u>	<u>97,490,000</u>
Net Operating Cash Flow - Per Share	<u>4.54</u>	<u>0.27</u>

Realization from debtor and payment for raw material are the main two elements that cause NOCF to vary over the period. However, this is very usual for 100% export-oriented company operating in the spinning industry.

26 Related party disclosure

During the period, the Company carried out a numbers of transactions with related parties in the normal course of business. The names of the related parties and nature of these transactions have been set out in accordance with the provisions of IAS -24:

Name of the related party	Relationship	Nature of transaction	Value of transactions (Taka)	Closing balance as of 30 September 2020 (Taka)	Status as of 30 September 2020	Closing balance as of June 30, 2020 (Taka)	Status as of June 30, 2020
Flamingo Fashions Ltd	Sister Concern	Sale of yarn	344,648,049	29,843,492	Debtor	65,362,928	Debtor
Jinnat Fashions Ltd	Sister Concern	Sale of yarn	83,980,488	50,956,691	Debtor	18,331,181	Debtor
Jinnat knitwears Ltd	Sister Concern	Sale of yarn	172,188,100	95,062,275	Debtor	142,893,592	Debtor
Jinnat Apparels Ltd	Sister Concern	Sale of yarn	80,921,249	7,518,292	Debtor	60,585,629	Debtor
Mawna Fashions Ltd.	Sister Concern	Sale of yarn	139,307,523	1,140,671	Debtor	13,334,759	Debtor
Hamza Textiles Ltd	Sister Concern	Sale of yarn	22,215,976	21,883,443	Debtor	13,715,514	Debtor
Parkway Printing & Packaging Ltd.	Sister Concern	Sale of yarn	13,168,613	13,415,711	Debtor	3,971,023	Debtor
		Godown Rent & Others	3,991,033	3,991,033	Debtor	879,671	Debtor
DBL Distribution Ltd	Sister Concern	Fuel & Lubricant	10,876,978	11,742,683	Creditor	13,911,230	Creditor
Color City Ltd	Sister Concern	Fiber Dyeing	2,621,995	10,721,856	Creditor	3,090,021	Creditor
DBL Ceramics Ltd	Sister Concern	Tiles	358,551	358,551	Creditor	629,614	Creditor

27 Reconciliation of net operating cash flow

	30 September 2020	30 September 2019
Cash Flow from Operations		
Net income	83,778,068	17,365,015
Less: Dividend Income transfer to investing activities	-	-
Less: Interest on FDR and Bank Accounts transfer to investing activities	(257,696)	(183,489)
Less: Effects of foreign currency translation gain /(loss)	(1,061,511)	(2,833,824)
Depreciation and amortization	78,355,890	71,973,022
Decrease (increase) In current assets	248,163,317	(113,462,636)
Decrease (increase) in current liabilities	16,795,574	39,368,550
Decrease (increase) in Revaluation Reserve	279,032	201,306
Deferred tax liability	10,055,033	3,416,392
Unrealized gain/(loss)	(21,299,856)	(1,125,456)
Capital expenditure	5,900,814	5,229,753
Gain /(Loss) on Investment in marketable securities	(10,067,915)	6,816,916
Accrued Interest shown in investing activities	239,315	-
Capital work-in-process	31,749,841	-
Cash flow from operating activities	442,629,905	26,765,549

28 The figures have been rounded off to the nearest Taka

29 Prior period figures have been rearranged whenever necessary in order to conform with current period's presentation.

30 Disclosure of key management personnel compensation:

As per the paragraph 17 of IAS-24: Related Party Disclosure, there was no payment of benefits during this period on account of:

- Short-term employee benefits
- Post-employment benefits
- Other long-term benefits
- Termination benefits
- Share-based payment.

31 There was no seasonal/cyclical variation during the reporting period.

32 **Business performance and explanation on significant changes**

Compare to same period last year, sales revenue in current period increased by 14.4% mainly due to higher sales volume. Overall, lower cost of raw materials and utility expenses pushed up gross profit ratio from 9.0% to 13.7% and net profit ratio from 1.9% to 7.9%.