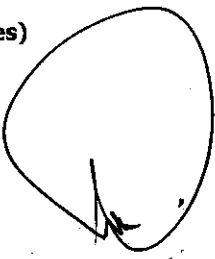
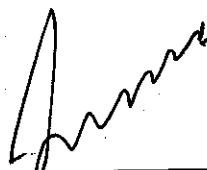


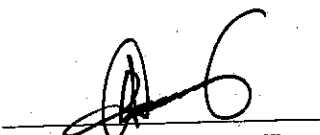
**Matin Spinning Mills Limited**  
**Statement of Financial Position (Unaudited)**  
**as at 31 December 2019**

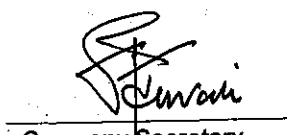
	Amounts in Taka	
	31 December 2019	30 June 2019
<b>Assets</b>		
<b>Non - current assets</b>		
Property, plant and equipment	4,094,476,282	3,996,190,404
Investment	31,500,895	36,413,499
Capital work-in-process	60,872,440	202,850,542
	92,373,335	239,264,041
<b>Total non - current assets</b>	4,186,849,617	4,235,454,445
<b>Current assets</b>		
Inventories	662,951,635	524,128,640
Accounts receivable	865,280,307	905,681,247
Advance, deposits and prepayments	298,958,988	253,812,258
Materials in transit	132,125,769	413,781,170
Cash and bank balances	325,478,775	236,181,930
	2,284,795,474	2,333,585,245
<b>Total current assets</b>	6,471,645,091	6,569,039,690
<b>Total assets</b>		
<b>Equity and liabilities</b>		
Share capital	974,900,000	974,900,000
Share premium	920,700,000	920,700,000
Retained earnings	1,300,284,739	1,364,587,906
Revaluation reserve	919,786,235	922,470,313
	4,115,670,974	4,182,658,219
<b>Total equity</b>	4,115,670,974	4,182,658,219
<b>Non-current liabilities</b>		
Long term bank loan	311,016,888	368,320,391
Deferred tax liability	210,201,233	204,333,813
	521,218,121	572,654,204
<b>Total non-current liabilities</b>	521,218,121	572,654,204
<b>Current liabilities</b>		
Accounts payable	262,657,474	104,070,268
Short term bank loan	1,219,936,804	1,376,471,384
Current portion of long term loan	195,068,306	193,920,170
Share application money	4,553,160	4,553,160
Provision & accruals	152,540,253	134,712,284
	1,834,755,997	1,813,727,267
<b>Total current liabilities</b>	1,834,755,997	1,813,727,267
<b>Total equity and liabilities</b>	6,471,645,091	6,569,039,690
<b>NAV Per Share (With Revaluation reserves)</b>	42.22	42.90

  
 \_\_\_\_\_  
 Managing Director

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Director

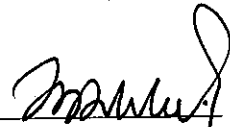
  
 \_\_\_\_\_  
 Chief Financial Officer


  
 \_\_\_\_\_  
 Company Secretary

**Matin Spinning Mills Limited**  
**Statement of Profit or Loss(Unaudited)**  
**for the period ended 31 December 2019**


**Amounts in Taka**

	Half Year ended 31 December 2019	Half Year ended 31 December 2018	Period ended October 2019 to December 2019	Period ended October 2018 to December 2018
Revenue	2,094,061,393	2,246,119,789	1,171,144,222	1,096,043,985
Cost of goods sold	<u>(1,881,958,394)</u>	<u>(1,991,467,328)</u>	<u>(1,042,028,151)</u>	<u>(977,731,629)</u>
<b>Gross profit</b>	<b>212,102,999</b>	<b>254,652,461</b>	<b>129,116,071</b>	<b>118,312,356</b>
Other income	26,024,977	31,109,934	14,012,180	13,782,397
	<b>238,127,977</b>	<b>285,762,396</b>	<b>143,128,251</b>	<b>132,094,753</b>
Administrative expenses	(90,357,704)	(87,169,780)	(46,531,873)	(39,174,089)
Distribution expenses	<u>(3,598,515)</u>	<u>(4,082,080)</u>	<u>(2,232,855)</u>	<u>(2,688,030)</u>
<b>Net profit before finance cost</b>	<b>144,171,757</b>	<b>194,510,536</b>	<b>94,363,523</b>	<b>90,232,634</b>
Finance cost	<u>(41,239,624)</u>	<u>(50,004,717)</u>	<u>(19,522,447)</u>	<u>(25,060,523)</u>
<b>Net profit before workers' profit participation funds &amp; tax</b>	<b>102,932,133</b>	<b>144,505,819</b>	<b>74,841,077</b>	<b>65,172,111</b>
Contribution to workers' profit	<u>(4,901,530)</u>	<u>(6,881,229)</u>	<u>(3,563,861)</u>	<u>(3,103,434)</u>
<b>Net profit before taxation</b>	<b>98,030,603</b>	<b>137,624,589</b>	<b>71,277,216</b>	<b>62,068,677</b>
Income tax	(12,915,429)	(3,012,024)	(7,144,754)	48,157
Deferred tax	<u>(6,270,031)</u>	<u>(23,118,449)</u>	<u>(2,652,334)</u>	<u>(8,398,244)</u>
<b>Net profit after tax</b>	<b>78,845,143</b>	<b>111,494,116</b>	<b>61,480,128</b>	<b>53,718,590</b>
<b>Earnings Per Share (EPS)</b>	<b>0.81</b>	<b>1.14</b>	<b>0.63</b>	<b>0.55</b>

  
 Managing Director

0.81  
  
 Director

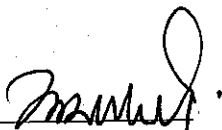
1.14  
  
 Director

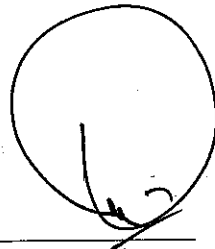
  
 Chief Financial Officer


  
 Company Secretary

**Matin Spinning Mills Limited**  
**Statement of Other Comprehensive Income (Unaudited)**  
**for the period ended 31 December 2019**

	<b>Amounts in Taka</b>	
	<b>31 December 2019</b>	<b>31 December 2018</b>
Net profit after tax for the year	78,845,143	111,494,116
Deferred tax on other comprehensive income	402,612	(2,467,828)
<b>Total comprehensive income for the year</b>	<b>79,247,754</b>	<b>109,026,287</b>

  
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 Managing Director

  
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 Director

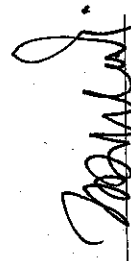
  
 \_\_\_\_\_  
 Director


  
 \_\_\_\_\_  
 Chief Financial Officer

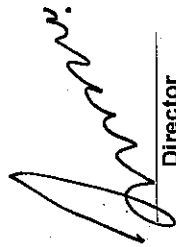
  
 \_\_\_\_\_  
 Company Secretary

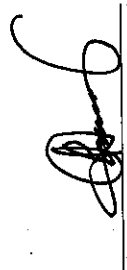
**Matin Spinning Mills Limited**  
**Statement of Changes in Equity (Unaudited)**  
**for the period ended 31 December 2019**

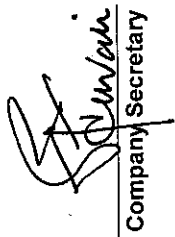
	Amounts in Taka				
	Share Capital	Share Premium	Retained Earnings	Revaluation Reserves	Total
<b>2nd Quarter ended 31 December 2019</b>					
Balance at 01 July 2019	974,900,000	920,700,000	1,364,587,906	922,470,313	4,182,658,219
Net profit for the year	-	-	78,845,143	-	78,845,143
Dividend Paid	-	-	(146,235,000)	-	(146,235,000)
Depreciation on Revalued Assets	-	-	2,684,078	(2,684,078)	-
Other comprehensive income	-	-	402,612	-	402,612
<b>Balance at 31 December 2019</b>	<b>974,900,000</b>	<b>920,700,000</b>	<b>1,300,284,739</b>	<b>919,786,235</b>	<b>4,115,670,974</b>
<b>2nd Quarter ended 31 December 2018</b>					
Balance at 01 July 2018	974,900,000	920,700,000	1,368,406,755	989,192,269	4,253,199,024
Net profit for the year	-	-	111,494,116	-	111,494,116
Dividend Paid	-	-	-	-	-
Depreciation on Revalued Assets	-	-	-	-	-
Other comprehensive income	-	-	(2,467,828)	-	(2,467,828)
<b>Balance at 31 December 2018</b>	<b>974,900,000</b>	<b>920,700,000</b>	<b>1,477,433,043</b>	<b>989,192,269</b>	<b>4,362,225,312</b>

  
 Managing Director

  
 Director

  
 Director

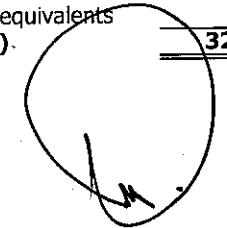
  
 Chief Financial Officer

  
 Company Secretary

**Matin Spinning Mills Limited**  
**Statement of Cash Flows (Unaudited)**  
**for the period ended 31 December 2019**

	<b>Amounts in Taka</b>	
	<b>31 December 2019</b>	<b>31 December 2018</b>
<b>A. Cash flows from operating activities</b>		
Collection from customers	2,134,829,312	2,048,049,296
Other Income	29,098,907	17,083,912
<b>Cash generated from operations</b>	<b>2,163,928,218</b>	<b>2,065,133,207</b>
Cash paid to employees	(160,601,932)	(143,342,041)
Cash paid to suppliers	(1,546,085,497)	(1,801,748,088)
Interest paid on loans	(41,239,624)	(57,467,654)
Income tax paid	(465,000)	-
<b>Net cash flows from operating activities</b>	<b>415,536,166</b>	<b>62,575,424</b>
<b>B. Cash flow from investing activities</b>		
Acquisition of property, plant and equipment	(110,319,755)	(47,359,992)
Capital work-in-process	(3,224,173)	(21,430,158)
Dividend Income	-	50,000
Investment in marketable securities	(4,912,604)	(3,579,882)
Interest on FDR and Bank Accounts	100,131	-
<b>Net cash used in investing activities</b>	<b>(118,356,400)</b>	<b>(72,320,033)</b>
<b>C. Cash flows from financing activities</b>		
Long term loan received	113,279,776	47,885,150
Long term loan (repaid)	(164,957,934)	(104,465,099)
Short term loan received from bank	1,479,143,667	1,888,328,248
Short term loan repaid to bank	(1,640,142,688)	(1,829,452,592)
<b>Net cash from/(used in) financing activities</b>	<b>(212,677,180)</b>	<b>2,295,707</b>
<b>D. Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	84,502,587	(7,448,902)
<b>E. Opening cash and cash equivalents</b>	236,181,930	106,272,934
<b>F. Effects of currency translation on cash and cash equivalents</b>	4,794,259	4,147,613
<b>G. Closing cash and cash equivalents (D+E+F)</b>	<b>325,478,775</b>	<b>102,971,644</b>
<b>Net Operating Cash Flow Per Share</b>	<b>4.26</b>	<b>0.64</b>

  
 \_\_\_\_\_  
 Managing Director

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Chief Financial Officer

  
 \_\_\_\_\_  
 Company Secretary

**Matin Spinning Mills Limited**  
**Selected explanatory notes on the Un-Audited Financial Statements**  
For the period from July 01, 2019 to December 31, 2019

**1) Accounting Policies & Methods used for preparation & presentation of Financial Statements:**

We have followed the similar accounting policies and methods for preparation and presentation of financial statements for the period from July 01, 2019 to December 31, 2019 compared to the most recent annual financial statements for the period ended June 30, 2019.

**2) Seasonality/Cyclicity of Interim Operation:**

There was no significant seasonality/cyclicity effect. However, turnover for the period from July 01, 2019 to December 31, 2019 decreased by 7% compared to same period of last year. Turnover falls due to lower sales price in current period.

**3) Changes in Non-Current Assets:**

Total non-current assets during the period from July 01, 2019 to December 31, 2019 decreased by Tk.48.60 million mainly due to net impact of addition of fixed assets and depreciation charged during the period.

**4) Changes in Current Assets:**

Total current assets during the period from July 01, 2019 to December 31, 2019 decreased by Tk. 48.79 million covering the following:

Particulars	BDT in Million
Inventories	138.82
Accounts receivable	(40.40)
Advance, deposits and prepayments	45.15
Materials in transit	(281.66)
Cash and bank balances	89.30
<b>Total</b>	<b>(48.79)</b>

**5) Changes in Shareholders' equity:**

Shareholders' equity changed due to the addition of after tax profit for the period July 01, 2019 to December 31, 2019 and dividend paid for the year 2018-2019.

**6) Changes in Non-Current Liabilities:**

Total non-current liabilities decreased by Tk. 51.44 million mainly due to repayment of long term loan.

**7) Changes in Current Liabilities:**

Total current liabilities increased by Tk. 21.03 million covering the following:

Particulars	BDT in Million
Accounts payable	158.59
Short term bank loan	(156.53)
Current portion of long term loan	1.15
Share application money	-
Provision & accruals	17.83
<b>Total</b>	<b>21.03</b>

**8) Changes in Operating Income:**

Sales Revenue decreased by 7% compared to same period of last year. Revenue falls due to lower sales price in the current period.

**9) Decrease of Cost of Goods Sold:**

Cost of goods sold decreased by 5% compared to same period of last year is mainly due to the lower cost of materials and utility cost.

**10) Changes in Gross Profit/(loss):**

GP % decreased mainly due to lower sales price.

**11) Changes in Net Profit/(loss):**

Net Profit decreased mainly due to lower sales price.

**12) Significant deviation in EPS:**

Earnings per Share decreased mainly due to lower sales price.

**13) Deviation in Net Operating Cash Flows:**

Net operating cash flows per share increased to Tk. 4.26 compared to the same period of last year Tk. 0.64 is mainly because of increase in collection from customers.

**14) 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:

- a) Short-term employee benefits
- b) Post-employment benefits
- c) Other long-term benefits
- d) Termination benefits
- e) Share-based payment.


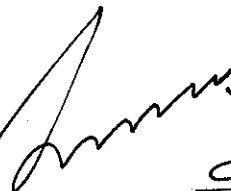
**15) Net cash flows from operating activities**

	<b>Amounts in Taka</b>
<b>Cash Flow from Operations</b>	<b>December 31, 2019</b>
Net income	78,845,143
Less: Interest on FDR and Bank Accounts transfer to investing activities	(467,109)
Less: Effects of foreign currency translation gain /(loss)	(4,794,259)
Depreciation and amortization	157,236,152
Decrease (increase) in current assets	45,720,473
Decrease (increase) in current liabilities	125,633,007
Decrease (increase) in Revaluation Reserve	(2,684,078)
Deferred tax liability	5,867,420
Unrealized gain/(loss)	(12,768)
Gain /( Loss) on Investment in marketable securities	9,825,208
Accrued Interest shown in investing activities	366,978
<b>Cash flow from operating activities</b>	<b>415,536,166</b>

**16) Related party disclosure:**

During the year, 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 transaction have been set out in accordance with the provisions of IAS -24 (Figures in Taka):

Name of the related party	Relation ship	Nature of transaction	Value of transactions (Taka)	Closing balance as of December 31, 2019 (Taka)	Status as of December 31, 2019	Closing balance as of June 30, 2019 (Taka)	Status as of June 30, 2019
Flamingo Fashions Ltd	Sister Concern	Sale of yarn	589,907,111	4,510,113	Debtor	65,362,928	Debtor
Jinnat Fashions Ltd	Sister Concern	Sale of yarn	232,345,732	60,574	Debtor	18,331,181	Debtor
Jinnat knitwears Ltd	Sister Concern	Sale of yarn	373,926,971	218,758,259	Debtor	142,893,592	Debtor
Jinnat Apparels Ltd	Sister Concern	Sale of yarn	303,442,228	61,522,805	Debtor	60,585,629	Debtor
Mawna Fashions Ltd.	Sister Concern	Sale of yarn	43,147,815	12,597,413	Debtor	13,334,759	Debtor
Hamza Textiles Ltd	Sister Concern	Sale of yarn	44,357,560	30,137,145	Debtor	13,715,514	Debtor
Parkway Printing & Packging Ltd.	Sister Concern	Sale of yarn	8,380,302	6,315,627	Debtor	3,971,023	Debtor
		Godown Rent & Others	5,929,794	5,929,794	Debtor	879,671	Debtor
DBL Distribution Ltd	Sister Concern	Fuel & Lubricant	661,663	13,771,656	Creditor	13,911,230	Creditor
Color City Ltd	Sister Concern	Fiber Dyeing	5,456,207	4,586,233	Creditors	3,090,021	Creditors

  
Managing Director  
Director  
Director  
Chief Financial Officer  
Company Secretary