

Matin Spinning Mills Limited

**Financial statements (Un-audited)
as at and for the period ended 31 March 2020**

Matin Spinning Mills Limited
Statement of Financial Position (Unaudited)
as at 31 March 2020

[Amounts in Taka]

	Notes	31 March 2020	30 June 2019
Assets			
Non-Current Assets			
Property, plant and equipment	02	4,022,066,707	3,996,190,404
Investment	03	28,366,560	36,413,499
Capital work-in-process	04	115,767,996	202,850,542
Total non-current assets		4,166,201,263	4,235,454,445
Current Assets			
Inventories	05	564,414,930	524,128,640
Accounts receivable	06	996,030,550	905,681,247
Advance, deposits and prepayments	07	282,533,027	253,812,258
Materials in transit	08	296,195,276	413,781,170
Cash and bank balances	09	82,664,852	236,181,930
Total current assets		2,221,838,635	2,333,585,245
Total assets		6,388,039,898	6,569,039,690
Equity and liabilities			
Equity			
Share capital		974,900,000	974,900,000
Share premium		920,700,000	920,700,000
Retained earnings	10	1,387,880,623	1,364,587,906
Revaluation reserve	11	918,458,783	922,470,313
Total equity		4,201,939,406	4,182,658,219
Non-current liabilities			
Long term bank loan	12	266,867,882	368,320,391
Deferred tax liability	13	212,682,176	204,333,813
Total non-current liabilities		479,550,057	572,654,204
Current liabilities			
Accounts payable	14	131,163,648	104,070,268
Short term bank loan	15	1,209,337,375	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	16	166,427,945	134,712,284
Total current liabilities		1,706,550,435	1,813,727,267
Total liabilities		2,186,100,492	2,386,381,470
Total equity and liabilities		6,388,039,898	6,569,039,689

NAV Per Share (with revaluation reserves)

24

43.10

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 March 2020

[Amounts in Taka]

Notes	For the period up to 3rd quarter		For the 3rd quarter		
	31 March 2020	31 March 2019	January to March 2020	January to March 2019	
Revenue	17	3,103,164,305	3,223,430,846	1,009,102,912	977,311,057
Cost of goods sold	18	(2,727,436,122)	(2,965,326,709)	(845,477,728)	(973,859,382)
Gross profit		375,728,183	258,104,137	163,625,184	3,451,675
Other income	19	39,187,959	61,491,318	13,162,982	30,381,384
		414,916,142	319,595,455	176,788,166	33,833,059
Administrative expenses		(138,748,808)	(130,532,831)	(48,391,104)	(43,363,051)
Distribution expenses		(5,433,505)	(5,565,393)	(1,834,990)	(1,483,313)
Net profit before finance cost		270,733,829	183,497,230	126,562,072	(11,013,305)
Finance cost		(58,593,727)	(73,534,710)	(17,354,103)	(23,529,993)
Net profit before workers' profit participation funds & tax		212,140,102	109,962,520	109,207,969	(34,543,298)
Contribution to workers' profit participation funds		(10,101,910)	(5,236,310)	(5,200,379)	1,644,919
Net profit before taxation		202,038,193	104,726,210	104,007,589	(32,898,379)
Income tax	20	(28,173,643)	9,103,579	(15,258,214)	12,115,602
Deferred tax	21	(8,950,092)	(34,467,713)	(2,680,061)	(11,349,264)
Net profit after tax		164,914,458	79,362,075	86,069,315	(32,132,041)
Earnings Per Share (EPS)	২৯	1.69	0.81	0.88	(0.33)


 Managing Director


 Director


 Director


 Chief Financial Officer


 Company Secretary


Matin Spinning Mills Limited
Statement of Other Comprehensive Income (Unaudited)
for the period ended 31 March 2020

[Amounts in Taka]

	Notes	For the period up to 3rd quarter	
		31 March 2020	31 March 2019
Net profit after tax for the period		164,914,458	79,362,075
Deferred tax on other comprehensive income	22	601,729	(2,255,837)
Total comprehensive income for the period		<u>165,516,187</u>	<u>77,106,238</u>



 Managing Director



 Director



 Director



 Chief Financial Officer




 Company Secretary

Matin Spinning Mills Limited
Statement of Changes in Equity (Unaudited)
for the period ended 31 March 2020

[Amounts in Taka]


	Share Capital	Share Premium	Retained Earnings	Revaluation Reserves	Total
3rd Quarter ended 31 March 2020					
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	-	-	164,914,458	-	164,914,458
Dividend Paid	-	-	(146,235,000)	-	(146,235,000)
Depreciation on Revalued Assets	-	-	4,011,530	(4,011,530)	-
Other comprehensive income	-	-	601,729	-	601,729
Balance at 31 March 2020	974,900,000	920,700,000	1,387,880,623	918,458,783	4,201,939,406
3rd Quarter ended 31 March 2019					
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 period	-	-	79,362,075	-	79,362,075
Dividend Paid	-	-	(165,733,000)	-	(165,733,000)
Depreciation on Revalued Assets	-	-	-	-	-
Other comprehensive income	-	-	-	(2,255,837)	(2,255,837)
Balance at 31 March 2019	974,900,000	920,700,000	1,282,035,830	986,936,433	4,164,572,263


 Managing Director


 Director


 Director


 Chief Financial Officer

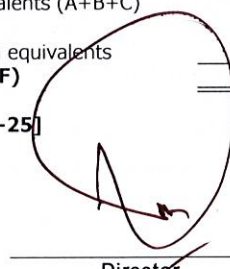

 Company Secretary

Matin Spinning Mills Limited
Statement of Cash Flows (Unaudited)
for the period ended 31 March 2020

[Amounts in Taka]


	31 March 2020	31 March 2019
A. Cash flows from operating activities		
Collection from customers	3,013,365,470	3,577,965,517
Other Income	46,584,299	56,546,266
Cash generated from operations	3,059,949,769	3,634,511,783
Cash paid to employees	(249,688,223)	(226,977,552)
Cash paid to suppliers	(2,352,329,495)	(2,619,419,188)
Interest paid on loans	(54,793,569)	(80,997,647)
Income tax paid	(465,000)	-
Payment made to workers' profit participation funds	(6,094,891)	(17,787,408)
Net cash flows from operating activities	396,578,590	689,329,988
B. Cash flow from investing activities		
Acquisition of property, plant and equipment	(116,917,614)	(79,862,347)
Capital work-in-process	(15,660,892)	(7,410,932)
Dividend Income	-	50,619
Investment in marketable securities	(8,046,939)	(2,861,310)
Interest on FDR and Bank Accounts	100,131	-
Net cash used in investing activities	(140,525,313)	(90,083,970)
C. Cash flows from financing activities		
Long term loan received	135,257,333	67,896,552
Long term loan (repaid)	(232,423,131)	(160,039,421)
Short term loan received from bank	2,143,068,733	2,756,432,386
Short term loan repaid to bank	(2,310,202,743)	(3,123,943,589)
Dividend Paid	(145,870,809)	(165,583,751)
Share application money refunded	-	-
Net cash from/(used in) financing activities	(410,170,616)	(625,237,823)
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)	(154,117,339)	(25,991,806)
E. Opening cash and cash equivalents	236,181,930	106,272,934
F. Effects of currency translation on cash and cash equivalents	600,261	1,393,044
G. Closing cash and cash equivalents (D+E+F)	82,664,852	81,674,173
Net Operating Cash Flow Per Share [Note-25]	4.07	7.07


 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 2019. This interim financial report includes only those selected explanatory notes that were deemed appropriate for better understanding of unaudited financial statements.

	Notes	Amounts in Taka	
		31 March 2020	30 June 2019
02 Property, plant and equipment			
Opening balance		6,388,013,129	6,258,138,312
Add : Additions		256,466,523	129,874,816
		6,644,479,652	6,388,013,129
Less: Disposal/Adjustment		-	-
Less: Accumulated Depreciation		(2,622,412,945)	(2,391,822,725)
Closing balance		4,022,066,707	3,996,190,404
03 Investment			
Opening balance		36,413,499	34,336,067
Add: Addition during the period		-	-
		36,413,499	34,336,067
Realized gain /(loss)		1,479,296	11,253,083
Unrealized gain /(loss) for fair value adjustment		(9,526,235)	(9,175,651)
Closing balance		28,366,560	36,413,499
04 Capital work-in-process			
Godown - 2		6,371,304	3,147,131
Staff Quarter		12,436,719	
Machineries in Transit		96,959,973	199,703,411
		115,767,996	202,850,542
05 Inventories			
Manufacturing Inventory	5.01	538,775,396	506,997,455
Non-Manufacturing Inventory	5.02	25,639,534	17,131,184
		564,414,930	524,128,640
5.01 Manufacturing Inventory			
Raw cotton		280,549,875	250,757,810
Finished yarn		113,832,418	89,977,643
Packing materials		2,145,289	3,226,100
Work-in-process		41,729,753	40,794,490
Spare parts		100,518,062	122,241,412
		538,775,396	506,997,455
5.02 Non Manufacturing Inventory			
Stock of Bandhan		1,550,586	6,393,695
Stock of Stamp		21,600	51,400
Construction Material		7,648,911	3,340,050
Store Materials under Inspection		16,418,437	7,346,039
		25,639,534	17,131,184
06 Accounts receivables			
Receivable other than related party		574,298,576	588,686,323
Receivable from related party		426,040,245	319,074,297
Bank interest receivable on FDR		4,399,507	3,849,040
Claim Receivable		(1,799,113)	980,253
Provision for bad debts		(6,908,666)	(6,908,666)
		996,030,550	905,681,247

		Amounts in Taka	
		31 March 2020	30 June 2019
07 Advance, deposits and Prepayments			
Advance			
Salary & Allowances		2,174,000	1,889,057
Construction		319,322	2,103,712
Expenses		34,905,780	42,452,877
Advance Income Tax		198,914,029	167,618,517
		236,313,132	214,064,163
Deposits			
Security deposit for Utilities		46,219,895	39,748,095
		46,219,895	39,748,095
		282,533,027	253,812,258
08 Materials in transit			
Margin and deposit	8.01	296,195,276	413,781,170
		296,195,276	413,781,170
8.01 Margin and deposit			
Margin against Cotton		3,321,735	3,773,098
Margin Against Bank Guarantee		10,962,108	10,316,718
Materials In Transit		261,969,789	399,691,354
Assets Clearing Account		19,941,644	-
		296,195,276	413,781,170
09 Cash and bank balances			
Cash in hand		1,540,175	2,778,038
Balance in BO Account		1,943	1,943
Fixed Deposit		11,515,800	11,515,800
Bank balances with:			
Islami Bank Bangladesh Ltd		713,193	6,177,710
Exim Bank Ltd, STD account		(24,926,002)	8,004,537
Mercantile Bank Ltd		117,257	117,568
HSBC Bank Ltd		84,914,779	150,885,831
City Bank Ltd		2,165,767	2,168,630
Prime Bank Ltd		2,586,883	684,184
Standard Chartered Bank		22,009	799,153
Jamuna Bank Limited		409,473	-
Dutch-Bangla Bank Limited		1,603,603	1,270,831
BRAC Bank Ltd		1,635,782	51,777,705
Mutual Trust Bank Limited		364,191	-
		82,664,852	236,181,930

	Amounts in Taka		
	Notes	31 March 2020	30 June 2019
10 Retained earnings			
Opening balance		1,364,587,906	1,429,498,557
Effect of para 41 of IAS 16		-	-
As at 01 July (adjusted)		1,364,587,906	1,429,498,557
Add: Profit made during the period		164,914,458	94,347,672
Less: Dividend Paid		(146,235,000)	(165,733,000)
Depreciation on Revalued Assets		4,011,530	5,630,154
Add: Deferred tax on revaluation reserve		601,729	844,523
Balance at 30 June (restated)		1,387,880,623	1,364,587,906
11 Revaluation reserves			
This balance consists of as follows:			
Balance at the beginning of the period		922,470,313	928,100,467
Effect of para 41 of IAS 16		-	-
As at 01 July (adjusted)		922,470,313	928,100,467
Depreciation on Revalued Assets		(4,011,530)	(5,630,154)
Balance at 30 June (restated)		918,458,783	922,470,313
12 Long Term bank loan			
Off Shore Loan - HSBC		266,867,882	368,320,391
		266,867,882	368,320,391
13 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 reserve*		3,004,796,128	2,968,671,593
Tax base *		1,873,841,557	1,897,384,304
Taxable Temporary difference		1,130,954,571	1,071,287,289
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		169,643,186	160,693,093
B. Deferred tax liability against revaluation reserve:			
i) Deferred tax liability against revaluation reserve other than land			
Carrying amount other than land		101,028,350	105,039,879
Tax base		-	-
		101,028,350	105,039,879
Applicable tax rate		15%	15%
(Tax rate is 15% on Textile sector as per SRO - 193 dated 30 June 2015.)			
		15,154,252	15,755,982
ii) Deferred tax liability on capital gain against revaluation of land			
Carrying amount other than building & others.		929,491,253	929,491,253
Tax base		-	-
		929,491,253	929,491,253
Applicable tax rate (3% As per section 53 H of ITO 1984)		3%	3%
		27,884,738	27,884,738
Deferred tax liability against revaluation reserve B (i+ii)		43,038,990	43,640,719
Total Deferred tax liability (A+B)		212,682,176	204,333,813

		Amounts in Taka	
		31 March 2020	30 June 2019
14	Accounts payable		
	Suppliers	69,447,165	42,988,340
	Expenses	52,556,370	60,351,501
	Others	9,160,113	730,428
		<u>131,163,648</u>	<u>104,070,268</u>
15	Short term bank loan		
	UPAS Loan (Raw Cotton)	677,324,767	1,310,481,273
	Export Development Fund (EDF)	532,012,609	
	Liability against export bills		65,990,111
		<u>1,209,337,375</u>	<u>1,376,471,384</u>
16	Provision & accruals		
	Provision for Income Tax	156,917,889	129,209,246
	Provision for workers' profit participation and welfare funds	9,510,056	5,503,037
		<u>166,427,945</u>	<u>134,712,284</u>
	16.01 Provision for Income Tax		
	Opening Balance	129,209,246	111,421,257
	Add: Provision for taxation for the period	28,173,643	26,355,748
	Excess/(Short) provision for taxations after final assessment order as below:		
	Less: Final adjustment for the year 2017-2018	(465,000)	-
	Less: Adjustment of excess provision for the year 2011-2012		(938,862)
	Less: Adjustment of excess provision for the year 2013-2014		(7,628,897)
		<u>156,917,889</u>	<u>129,209,246</u>
	16.02 Provision for workers' profit participation and welfare funds		
	Opening Balance	5,503,037	17,195,553
	Add: Addition during the period	10,101,910	6,094,891
	Less: Paid during the period	(6,094,891)	(17,787,407)
	Closing Balance	<u>9,510,056</u>	<u>5,503,037</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	
		31 March 2020	31 March 2019
17	Revenue		
	Carded Yarn	62,741,949	391,736,749
	Combed Yarn	970,508,801	816,619,127
	Slub Yarn	407,397,551	427,124,369
	Synthetic Yarn	675,743,887	557,215,526
	Melange Yarn	546,027,342	488,190,740
	Vortex	180,286,535	215,370,263
	Open End	198,060,293	297,365,430
	Twist	61,977,399	28,227,989
	Twisting Services Charges	420,549	1,580,652
		<u>3,103,164,305</u>	<u>3,223,430,846</u>
18	Cost of goods sold		
	Raw Material consumption (Note-18.01)	2,018,794,824	2,241,442,424
	Packing materials consumption (Note-18.02)	23,688,878	23,371,371
	Manufacturing overhead	709,742,458	714,885,730
	Cost of goods manufacturing	<u>2,752,226,159</u>	<u>2,979,699,526</u>
	Opening work-in-process	40,794,490	61,276,684
	Closing work-in-process	(41,729,753)	(62,412,248)
	Cost of production	<u>2,751,290,896</u>	<u>2,978,563,961</u>
	Opening stock of finished yarn	89,977,643	133,961,259
	Closing stock of finished yarn	(113,832,418)	(147,198,511)
		<u>2,727,436,122</u>	<u>2,965,326,709</u>
	18.01 Raw Material consumption		
	Value (Taka)		
	Opening balance	250,757,810	620,865,486
	Purchase during the period	<u>2,048,586,888</u>	<u>2,077,382,536</u>
	Raw Material available for consumption	2,299,344,698	2,698,248,022
	Closing balance	(280,549,875)	(456,805,598)
		<u>2,018,794,824</u>	<u>2,241,442,424</u>
	18.02 Packing materials consumption		
	Opening balance	3,226,100	1,950,203
	Purchase during the period	<u>22,608,067</u>	<u>23,879,040</u>
	Packing materials available for consumption	<u>25,834,167</u>	<u>25,829,243</u>
	Closing balance	(2,145,289)	(2,457,872)
		<u>23,688,878</u>	<u>23,371,371</u>
19	Other income		
	Foreign currency exchange gain/(loss)	6,654,869	30,871,270
	Gain /(Loss) on Investment in marketable securities	(8,046,939)	2,861,310
	Bank interest received	650,599	1,018,376
	Sales of wastage	36,816,699	23,929,244
	Cash Dividend (received on marketable securities)		50,619
	Rental Income	2,953,800	2,457,000
	Misc. Income	158,931	303,500
		<u>39,187,959</u>	<u>61,491,318</u>

20. Computation of Taxable Income & Tax Liability thereon

	Amounts in Taka	
	31 March 2020	31 March 2019
A. Tax Payable on Total Taxable Income	28,173,643	(9,103,579)
B. Minimum Tax Payable u/s 82C(4)(a)		
Gross receipts during this year [Schedule-B]	3,142,352,264	
Tax Rate	0.60%	
Minimum Tax u/s 82C(4)(a) of ITO 1984	18,854,114	-
C. Minimum Tax Payable u/s 82C(4)(a)		
Tax deducted at Source under section 52 BBBB	15,665,009	
	15,665,009	-
Gross Tax Liability(higher of A, B and C)	28,173,643	(9,103,579)
Less: Previous year tax adjustment		
Total Current Tax	28,173,643	(9,103,579)

	Amounts in Taka	
	31 March 2020	31 March 2019
21 Deferred tax expenses for Income Statement		
Fixed assets:		
Carrying amount *	3,004,796,128	3,055,368,547
Tax base	<u>(1,873,841,557)</u>	<u>(1,819,377,589)</u>
Taxable Temporary difference	1,130,954,571	1,235,990,957
Tax rate	15%	15%
(Tax rate is 15% on Textile sector as per SRO - 193 dated 30 June 2015)		
Deferred tax liabilities as on 31 March 2020	169,643,186	185,398,644
Deferred tax liabilities 30 June 2019	<u>(160,693,093)</u>	<u>(150,930,930)</u>
	<u>8,950,092</u>	<u>34,467,713</u>
22 Deferred tax for Statement of Comprehensive Income		
(i) Deferred tax liability against revaluation reserve other than land		
Carrying amount other than land	101,028,350	106,443,562
Tax base	<u>-</u>	<u>-</u>
	101,028,350	106,443,562
Applicable tax rate	15%	15%
(Tax rate is 15% on Textile sector as per SRO - 193 dated 30 June 2015)		
	<u>15,154,252</u>	<u>15,966,534</u>
(ii) Deferred tax liability on capital gain on revaluation of land		
Carrying amount other than building & others.	929,491,253	1,025,818,162
Tax base	<u>-</u>	<u>-</u>
	929,491,253	1,025,818,162
Applicable tax rate (3% As per section 53 H of ITO 1984)	3%	3%
	<u>27,884,738</u>	<u>30,774,545</u>
Deferred tax liability against revaluation reserve (i + ii)	43,038,990	46,741,079
Deferred tax liabilities 30 June 2019	<u>(43,640,719)</u>	<u>(44,485,243)</u>
Deferred tax for Statement of Comprehensive Income	<u>(601,729)</u>	<u>2,255,837</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	164,914,458	79,362,075
Weighted average number of ordinary shares outstanding at the period end	97,490,000	97,490,000
Earnings per share (EPS)	<u>1.69</u>	<u>0.81</u>
24 Net Assets Value (Per Share)		
Total assets	6,388,039,898	6,569,039,690
Less: Total current liabilities	<u>(1,706,550,435)</u>	<u>(1,813,727,267)</u>
	4,681,489,463	4,755,312,423
Less: Long Term & deferred liabilities	<u>(479,550,057)</u>	<u>(572,654,204)</u>
	<u>4,201,939,406</u>	<u>4,182,658,220</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>43.10</u>	<u>42.90</u>
25 Net Operating Cash Flow Per Share (NOCFPS)		
Cash flows from operating activities as per statement of cash flows	<u>396,578,590</u>	<u>689,329,988</u>
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>4.07</u>	<u>7.07</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 transaction 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 March 31, 2020 (Taka)	Status as of March 31, 2020	Closing balance as of June 30, 2019 (Taka)	Status as of June 30, 2019
Flamingo Fashions Ltd	Sister Concern	Sale of yarn	810,489,993	20,150,358	Debtor	65,362,928	Debtor
Jinnat Fashions Ltd	Sister Concern	Sale of yarn	270,765,507	6,966,640	Debtor	18,331,181	Debtor
Jinnat knitwears Ltd	Sister Concern	Sale of yarn	648,144,070	312,267,988	Debtor	142,893,592	Debtor
Jinnat Apparels Ltd	Sister Concern	Sale of yarn	409,644,386	23,557,368	Debtor	60,585,629	Debtor
Mawna Fashions Ltd.	Sister Concern	Sale of yarn	98,125,026	27,129,704	Debtor	13,334,759	Debtor
Hamza Textiles Ltd	Sister Concern	Sale of yarn	63,196,145	19,436,566	Debtor	13,715,514	Debtor
Parkway Printing & Packaging Ltd.	Sister Concern	Sale of yarn	10,822,442	7,611,218	Debtor	3,971,023	Debtor
		Godown Rent & Others	8,871,168	6,905,693	Debtor	879,671	Debtor
DBL Distribution Ltd	Sister Concern	Fuel & Lubricant	7,394,539	10,959,823	Creditor	13,911,230	Creditor
Color City Ltd	Sister Concern	Fyber Dyeing	8,556,207	4,586,233	Creditors	3,090,021	Creditors

27 Reconciliation of net operating cash flow

	31 March 2020	31 March 2019
Cash Flow from Operations		
Net income	164,914,458	79,362,075
Less: Dividend Income transfer to investing activities	-	(50,619)
Less: Interest on FDR and Bank Accounts transfer to investing activities	(650,599)	
Less: Effects of foreign currency translation gain /(loss)	(600,261)	(1,393,044)
Depreciation and amortization	230,590,220	226,623,138
Decrease (increase) in current assets	(41,770,469)	318,511,001
Decrease (increase) in current liabilities	63,058,109	32,824,472
Decrease (increase) in Revaluation Reserve	(4,011,530)	(2,255,837)
Deferred tax liability	8,348,363	36,723,550
Unrealized gain/(loss)	(3,138,575)	(1,014,748)
Capital expenditure	(139,548,909)	-
Gain /(Loss) on Investment in marketable securities	16,093,877	-
Accrued Interest shown in investing activities	550,468	-
Capital work-in-process	102,743,438	-
Cash flow from operating activities	396,578,590	689,329,988

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

Up to Q3 [9 months] - Compare to same period last year, sales revenue in current period decreased by 4% mainly due to fall of sales prices. On the other hand, cost of goods sold decreased by 8% due to the decline of raw material and utility cost. Net impact of both factors have made the gross profit ratio to raise from 8% to 12% and net profit ratio from 2% to 5%.

In Q3 [3 months] - Compare to same quarter last year, sales revenue in current quarter increased by 4% due to increase of sales volume. On the other hand, cost of goods sold decreased by 13% mainly due to the decline of raw material cost. Results, current quarter has made Tk 86m net profit against Tk 3.2m net loss in the same quarter last year.

33 Impact of COVID-19

The Company had to shut down its production facility nearly full month of April 2020 in line with Government declared general holiday. Disruption in April has wiped roughly 8% of annual sales revenue and posted loss for the month. While operation was resumed, it has been running at normal capacity. It is noted that the Company operates as a backward linkage industry to the RMG exporting companies largely within DBL Group and usually fulfills 50% demand of the Group. Therefore, management believes that the Company will not have any significant issues on production capacity utilization in the foreseeable future. However, management anticipates a temporary disruption in cash inflows due to slower collection from customers, which is expected to be eased up while Government stimulus package becomes available for use. Apart from aforementioned factors and unless COVID-19 behaves differently than now both globally and locally, management does not expect any other significant changes at this point.