

Matin Spinning Mills Limited
Statement of Financial Position (Unaudited)
as at March 31, 2019

	Amounts in Taka	
	31 March 2019	30 June 2018
Assets		
Non - current assets		
Property, plant and equipment	4,022,107,306	4,168,868,097
Investment	37,197,376	34,336,067
Capital work-in-process	38,014,683	30,603,751
	75,212,060	64,939,818
Total non - current assets	4,097,319,366	4,233,807,915
Current assets		
Cash and bank balances	81,674,173	106,272,934
Accounts receivable	724,956,649	1,079,124,341
Inventories	796,568,344	947,835,529
Materials in transit	289,930,367	147,238,548
Advance, deposits and prepayments	252,200,054	207,967,996
Total current assets	2,145,329,586	2,488,439,348
Total assets	6,242,648,952	6,722,247,263
Equity and liabilities		
Share capital	974,900,000	974,900,000
Share premium	920,700,000	920,700,000
Retained earnings	1,282,035,830	1,368,406,755
Revaluation reserve	986,936,433	989,192,269
Total equity	4,164,572,263	4,253,199,024
Non-current liabilities		
Long term bank loan	276,349,995	367,459,542
Deferred tax liability	232,139,723	195,416,173
Total non-current liabilities	508,489,718	562,875,715
Current liabilities		
Accounts payable	198,690,376	144,211,228
Share application money	4,553,160	4,553,160
Short term bank loan	1,068,101,842	1,436,478,545
Current portion of long term loan	191,279,458	192,312,780
Provision & accruals	106,962,135	128,616,810
Total current liabilities	1,569,586,971	1,906,172,524
Total equity and liabilities	6,242,648,952	6,722,247,263

NAV Per Share (with revaluation reserves)

42.72


43.63



Managing Director



Director



Director



Chief Financial Officer



Company Secretary

Matin Spinning Mills Limited
Statement of Profit or Loss (Unaudited)
for the 3rd quarter ended 31 March 2019

	Amounts in Taka			
	July 2018 to March 2019	July 2017 to March 2018	January 2019 to March 2019	January 2018 to March 2018
Revenue	3,223,430,846	3,039,628,533	977,311,057	1,077,338,459
Cost of goods sold	(2,965,326,709)	(2,610,123,995)	(973,859,382)	(906,070,153)
Gross profit	258,104,137	429,504,537	3,451,675	171,268,307
Other income	61,491,318	59,777,114	30,381,384	8,815,640
	319,595,455	489,281,652	33,833,059	180,083,947
Administrative expenses	(130,532,831)	(129,653,753)	(43,363,051)	(42,479,634)
Distribution expenses	(5,565,393)	(4,411,486)	(1,483,313)	(1,133,435)
Net profit before finance cost	183,497,230	355,216,412	(11,013,305)	136,470,878
Finance cost	(73,534,710)	(57,729,404)	(23,529,993)	(18,210,375)
Net profit before workers' profit participation funds & tax	109,962,520	297,487,008	(34,543,298)	118,260,503
Contribution to workers' profit participation funds	(5,236,310)	(14,166,048)	1,644,919	(5,631,453)
Net profit before taxation	104,726,210	283,320,960	(32,898,379)	112,629,051
Income tax	9,103,579	(31,377,163)	12,115,602	(13,194,442)
Deferred tax	(34,467,713)	(18,285,624)	(11,349,264)	(6,333,015)
Net profit after tax	79,362,075	233,658,174	(32,132,041)	93,101,594

Earnings Per Share (EPS)	0.81	2.40	(0.33)	0.95
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Managing Director



Director



Director



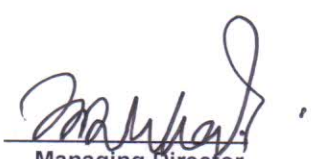


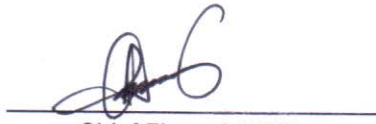

Chief Financial Officer



Company Secretary

Matin Spinning Mills Limited
Statement of Other Comprehensive Income (Unaudited)
for the 3rd quarter ended March 31, 2019


	Amounts in Taka	
	31 March 2019	31 March 2018
Net profit after tax for the period	79,362,075	233,658,174
Deferred tax on other comprehensive income	(2,255,837)	612,089
Total comprehensive income for the period	77,106,239	234,270,262


 <hr style="width: 100%;"/> <p>Managing Director</p>	 <hr style="width: 100%;"/> <p>Director</p>	 <hr style="width: 100%;"/> <p>Director</p>
 <hr style="width: 100%;"/> <p>Chief Financial Officer</p>	 <hr style="width: 100%;"/> <p>Company Secretary</p>	

Matin Spinning Mills Limited
Statement of Changes in Equity (Unaudited)
for the 3rd quarter ended March 31, 2019

	Amounts in Taka				
	Share capital	Share Premium	Retained earnings	Revaluation reserves	Total
Period 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)
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
Period ended 31 March 2018					
Balance at 01 July 2017	974,900,000	920,700,000	1,212,036,507	985,715,950	4,093,352,457
Net profit for the period	-	-	233,658,174	-	233,658,174
Dividend Paid	-	-	(146,235,000)	-	(146,235,000)
Other comprehensive income	-	-	-	612,089	612,089
Balance at 31 March 2018	974,900,000	920,700,000	1,299,459,681	986,328,039	4,181,387,720


 Managing Director


 Director


 Director


 Chief Financial Officer


 Company Secretary

Matin Spinning Mills Limited
Statement of Cash Flows (Unaudited)
for the 3rd quarter ended March 31, 2019

	Amounts in Taka	
	31 March 2019	31 March 2018
A. Cash flows from operating activities		
Collection from customers	3,577,965,517	2,866,808,202
Other Income	56,546,266	57,329,562
Cash generated from operations	3,634,511,783	2,924,137,764
Cash paid to employees	(226,977,552)	(206,254,063)
Cash paid to suppliers	(2,619,419,188)	(2,012,965,354)
Interest paid on loans	(80,997,647)	(72,179,830)
Payment made to workers' profit participation funds	(17,787,408)	(16,044,966)
Net cash flows from operating activities	689,329,988	616,693,550
B. Cash flow from investing activities		
Acquisition of property, plant and equipment	(79,862,347)	(7,223,962)
Capital work-in-process	(7,410,932)	(27,762,427)
Dividend Income	50,619	1,579,000
Investment in marketable securities	(2,861,310)	552,616
Net cash used in investing activities	(90,083,970)	(32,854,773)
C. Cash flows from financing activities		
Long term loan received	67,896,552	-
Long term loan (repaid)	(160,039,421)	(182,148,218)
Short term loan received from bank	2,756,432,386	2,105,844,005
Short term loan repaid to bank	(3,123,943,589)	(2,564,828,566)
Dividend Paid	(165,583,751)	(145,955,621)
Share application money refunded	-	(29,600)
Net cash from/(used in) financing activities	(625,237,823)	(787,118,001)
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)	(25,991,805)	(203,279,224)
E. Opening cash and cash equivalents	106,272,934	346,387,853
F. Effects of currency translation on cash and cash equivalents	1,393,044	16,054,661
G. Closing cash and cash equivalents (D+E+F)	81,674,173	159,163,290

Net Operating Cash Flow Per Share

7.07

6.33


 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, 2018 to March 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, 2018 to March 31, 2019 compared to the most recent annual financial statements for the year ended June 30, 2018.
- 2) **Seasonality/Cyclicity of Interim Operation:**
There was no significant seasonality/cyclicity effect. However, turnover for the period from July 01, 2018 to March 31, 2019 increased by 6.05 % compared to same period of last year. The variation in turnover is due to increase in sales quantity derived from the full operation of Mélange and Synthetic unit.
- 3) **Changes in Non-Current Assets:**
Total non-current assets during the period from July 01, 2018 to March 31, 2019 decreased by Tk.136.49 million mainly due to the effect of depreciation on fixed assets.
- 4) **Changes in Current Assets:**
Total current assets during the period from July 01, 2018 to March 31, 2019 decreased by Tk. 343.11 million covering the following:

Particulars	BDT in Million
Cash & Cash Equivalent	(24.60)
Accounts Receivables	(354.17)
Inventories	(151.27)
Materials in transit	142.69
Advance Deposits and Prepayments	44.23
Total	(343.11)

- 5) **Changes in Shareholders' equity:**
Shareholders' equity changed due to the payment of 2017-2018 dividend and addition of after tax profit for the period July 01, 2018 to March 31, 2019.
- 6) **Changes in Non-Current Liabilities:**
Total non-current liabilities decreased by Tk. 54.39 million mainly due to repayment of long term loan.
- 7) **Changes in Current Liabilities:**
Total current liabilities decreased by Tk. 336.59 million covering the following:

Particulars	BDT in Million
Accounts payable	54.48
Share Application Money	-
Short term bank loan	(368.38)
Current portion of long term loan	(1.03)
Provision & accruals	(21.65)
Total	(336.59)

8) Changes in Operating Income:

Sales Revenue increased by 6.05 % compared to same period of last year. The variation in turnover is due to increase in sales quantity derived from the full operation of Mélange and Synthetic unit.

9) Increase of Cost of Goods Sold:

Cost of goods sold increased by 13.61% compared to same period of last year is mainly due to the impact of incremental sales volume and higher raw material cost.

10) Changes in Gross Profit/(loss):

GP % decreased mainly due to high raw materials price and low sales price.

11) Changes in Net Profit/(loss):

Net Profit decreased mainly due to the following:

- a) High raw materials cost,
- b) Low sales price,

12) Significant deviation in EPS:

Earnings per Share decreased mainly due to the following:

- a) High raw materials cost,
- b) Low sales price,

13) Deviation in Net Operating Cash Flows:

Net operating cash flows per share increased to Tk. 7.07 compared to the same period of last year Tk. 6.32 is mainly because of increase in collection from customers.

14) Disclosure of key management personnel compensation:

As per the paragraph 17 of BAS-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

	Amounts in Taka
Cash Flow from Operations	March 31, 2019
Net income	79,362,075
Less: Dividend Income transfer to investing activities	(50,619)
Less: Effects of foreign currency translation gain /(loss)	(1,393,044)
Depreciation and amortization	226,623,138
Decrease (increase) in current assets	318,511,001
Decrease (increase) in current liabilities	32,824,472
Decrease (increase) in Revaluation Reserve	(2,255,837)
Deferred tax liability	36,723,550
Unrealized gain/(loss)	(1,014,748)
Cash flow from operating activities	689,329,988

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 BAS -24:

[Figures in Taka]

Name of the related party	Relationship	Nature of transaction	Value of transactions	Closing balance at March 31,2019	Status as at March 31,2019	Closing balance as at June 30,2018	Status as at June 30,2018
Flamingo Fashions Ltd	Sister Concern	Sale of yarn	579,520,224	588,384	Debtor	214,776,320	Debtor
Jinnat Fashions Ltd	Sister Concern	Sale of yarn	478,507,381	37,975,947	Debtor	25,831,211	Debtor
Jinnat knitwears Ltd	Sister Concern	Sale of yarn	719,560,745	37,136	Debtor	25,226,869	Debtor
Jinnat Apparels Ltd	Sister Concern	Sale of yarn	307,572,102	79,609	Debtor	59,417,925	Debtor
		Office Rent	(180,000)	20,000	Creditors	20,000	Creditors
Mawna Fashions Ltd.	Sister Concern	Sale of yarn	73,909,431	727,943	Debtor	6,500,953	Debtor
Hamza Textiles Ltd	Sister Concern	Sale of yarn	109,129,747	24,933,951	Debtor	48,798,426	Debtor
Parkway Printing & Packging Ltd.	Sister Concern	Sale of yarn	12,578,601	8,653,405	Debtor	12,034,874	Debtor
		Godown Rent	7,784,841	4,956,547	Debtor	2,805,745	Debtor
DBL Distribution Ltd	Sister Concern	Fuel & Lubricant	39,528,078	11,558,783	Creditor	34,082,171	Creditor


Managing Director


Director


Director


Chief Financial Officer


Company Secretary