

Matin Spinning Mills Limited

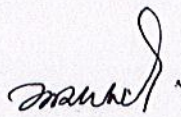
Unaudited Financial Statements

As at and for the 1st quarter ended 30 September 2022

Matin Spinning Mills Limited
Statement of Financial Position (Unaudited)
As at 30 September 2022

[Amounts in Taka]

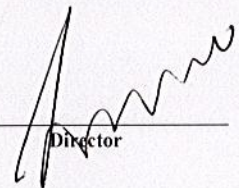
	Notes	30 September 2022	30 June 2022
ASSETS			
Non - current assets			
Property, plant and equipment	02	5,730,920,509	4,371,812,348
Right-of-use assets (ROU)		4,202,392	4,865,928
Investment	03	52,864,200	54,819,850
Capital work-in-process	04	77,364,714	1,471,058,264
Total non - current assets		5,865,351,815	5,902,556,389
Current assets			
Inventories	05	1,535,067,627	2,278,906,219
Accounts receivable	06	1,744,441,386	1,262,026,807
Advance, deposits and prepayments	07	476,751,772	431,042,406
Materials in transit	08	472,707,758	62,615,810
Cash and bank balances	09	351,453,287	453,941,471
Total current assets		4,580,421,830	4,488,532,714
Total assets		10,445,773,646	10,391,089,103
EQUITY AND LIABILITIES			
Equity			
Share capital		974,900,000	974,900,000
Share premium		920,700,000	920,700,000
Retained earnings	10	2,741,364,958	2,533,891,009
Revaluation reserve	11	1,476,552,606	1,481,093,650
Total equity		6,113,517,565	5,910,584,659
Non-current liabilities			
Long term bank loan	12	-	-
Lease liability		1,647,639	2,395,879
Deferred tax liability	13	259,866,554	255,202,443
Total non-current liabilities		261,514,194	257,598,321
Current liabilities			
Accounts payable	14	294,056,516	180,051,991
Short term bank loan	15	2,054,442,585	2,487,003,581
Current portion of long term loan		1,176,006,428	1,054,404,943
Current portion of Lease liability		3,501,376	3,501,376
Unclaimed dividend	16	2,024,876	2,035,937
Provision & accruals	17	540,710,107	495,908,294
Total current liabilities		4,070,741,888	4,222,906,123
Total equity and liabilities		10,445,773,646	10,391,089,103
NAV Per Share (With Revaluation reserves)	24	62.71	60.63



Managing Director



Director



Director



Chief Financial Officer

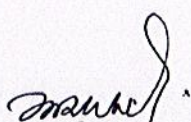


Company Secretary

Matin Spinning Mills Limited
Statement of Profit or Loss (Unaudited)
for the 1st quarter ended 30 September 2022

[Amounts in Taka]

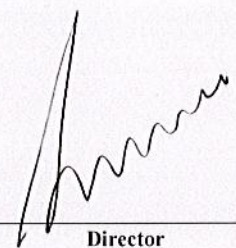
	Notes	30 September 2022	30 September 2021
Revenue	18	1,951,762,606	1,556,938,885
Cost of goods sold	19	<u>(1,546,772,804)</u>	<u>(1,189,445,803)</u>
Gross profit		404,989,802	367,493,082
		20.75%	23.60%
Other income	20	<u>(69,058,393)</u>	<u>20,894,924</u>
		335,931,409	388,388,006
Administrative expenses		(62,208,524)	(51,110,647)
Distribution expenses		<u>(1,557,703)</u>	<u>(1,753,560)</u>
Net profit before finance cost		272,165,182	335,523,799
Finance cost		<u>(19,766,352)</u>	<u>(9,362,434)</u>
Net profit before workers' profit participation funds & tax		252,398,830	326,161,365
Contribution to workers' profit participation funds		<u>(12,018,992)</u>	<u>(15,531,494)</u>
Net profit before taxation		240,379,838	310,629,871
Income tax	21	(32,782,820)	(48,788,381)
Deferred tax	22	<u>(5,345,268)</u>	<u>(82,343)</u>
Net profit after tax		202,251,749	261,759,147
Earnings Per Share (EPS)	23	2.07	2.68
		10.36%	16.81%



Managing Director



Director



Director



Chief Financial Officer

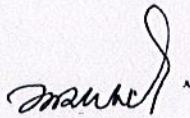


Company Secretary

Matin Spinning Mills Limited
Statement of Other Comprehensive Income (Unaudited)
For the period ended 30 September 2022

[Amounts in Taka]

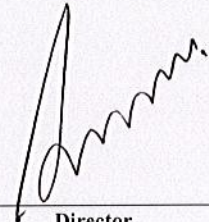
Notes	30 September 2022	30 September 2021
Net profit after tax for the period	202,251,749	261,759,147
Revaluation reserve of land and building	-	-
Deferred tax on other comprehensive income	13.01 681,157	723,596
Total comprehensive income for the period	202,932,906	262,482,743



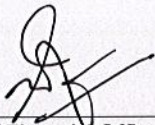
Managing Director



Director



Director



Chief Financial Officer



Company Secretary

Matin Spinning Mills Limited
Statement of Changes in Equity (Unaudited)
For the period ended 30 September 2022

[Amounts in Taka]

	Share Capital	Share Premium	Retained Earnings	Revaluation Reserves	Total
First Quarter ended 30 september 2022					
Balance at 01 July 2022	974,900,000	920,700,000	2,533,891,008	1,481,093,650	5,910,584,658
Net profit for the year	-	-	202,251,749	-	202,251,749
Dividend Paid	-	-	-	-	-
Depreciation on Revalued Assets	-	-	4,541,044	(4,541,044)	-
Deferred tax on other comprehensive income	-	-	681,157	-	681,157
Balance at 30 September 2022	974,900,000	920,700,000	2,741,364,958	1,476,552,606	6,113,517,564
First Quarter ended 30 september 2021					
Balance at 01 July 2021	974,900,000	920,700,000	1,852,763,633	1,500,232,234	5,248,595,867
Net profit for the year	-	-	261,759,147	-	261,759,147
Dividend Paid	-	-	-	-	-
Revaluation surplus during the year	-	-	-	-	-
Depreciation on Revalued Assets	-	-	4,823,972	(4,823,972)	-
Deferred tax on other comprehensive income	-	-	723,596	-	723,596
Balance at 30 September 2021	974,900,000	920,700,000	2,120,070,348	1,495,408,262	5,511,078,610

Matin Spinning Mills Limited
Statement of Cash Flows (Unaudited)
For the period ended 30 September 2022

[Amounts in Taka]

	Notes	30 September 2022	30 September 2021
A. Cash flows from operating activities			
Collection from customers		1,467,533,169	1,609,651,589
Other Income		99,749,580	19,113,749
Cash generated from operations		1,567,282,749	1,628,765,338
Cash paid to employees		(109,092,076)	(100,972,087)
Cash paid to suppliers		(845,380,646)	(760,115,258)
Interest paid on loans		(13,406,412)	(7,425,003)
Income tax paid		(18,969,399)	(18,649,997)
Payment made to workers' profit participation funds		-	-
Net cash flows from operating activities		580,434,217	741,602,993
B. Cash flow from investing activities			
Acquisition of property, plant and equipment		(223,831,666)	(45,656,942)
Capital work-in-process		(10,038,202)	(247,672,539)
Dividend Income		1,228,000	217,250
Proceeds from Asset held for sale		-	(32,527,076)
Purchase of marketable securities		-	32,567,737
Proceeds from Sale of Marketable Securities		-	-
Interest on FDR and Bank Accounts		-	-
Net cash used in investing activities		(232,641,868)	(293,071,570)
C. Cash flows from financing activities			
Long term loan received		45,387,821	204,875,407
Long term loan (repaid)		-	(44,896,702)
Short term loan received from bank		767,033,951	438,285,172
Short term loan repaid to bank		(1,306,151,969)	(941,803,491)
Dividend Paid		-	-
Net cash from/(used in) financing activities		(493,730,197)	(343,539,613)
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)		(145,937,848)	104,991,810
E. Opening cash and cash equivalents		453,941,471	331,267,118
F. Effects of currency translation on cash and cash equivalents		43,449,665	2,619,537
G. Closing cash and cash equivalents (D+E+F)		351,453,287	438,878,467
Net Operating Cash Flow Per Share	25	5.95	7.61

- 1 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 2022. 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 2022	30 June 2022
2	Property, plant and equipment		
A	NON REVALUED ASSETS:		
	Cost		
	Opening balance (at cost)	6,030,122,447	5,820,114,648
	<u>Add : Additions</u>	<u>1,453,769,576</u>	<u>210,772,799</u>
		7,483,892,023	6,030,887,447
	<u>Less: Disposal/Adjustment</u>	<u>-</u>	<u>(765,000)</u>
	Closing balance (a)	<u>7,483,892,023</u>	<u>6,030,122,447</u>
	Accumulated Depreciation		
	Opening balance	3,187,365,312	2,906,986,171
	<u>Add : Charges for the year</u>	<u>90,120,370</u>	<u>280,479,312</u>
		3,277,485,683	3,187,465,484
	<u>Less: Disposal/Adjustment</u>	<u>-</u>	<u>(100,171)</u>
	Closing balance (b)	<u>3,277,485,683</u>	<u>3,187,365,312</u>
	Written Down Value (a-b)	<u>4,206,406,340</u>	<u>2,842,757,135</u>
B	REVALUED ASSETS :		
	Revalued amount:		
	Opening balance (at revalued cost)	1,645,218,621	1,645,218,621
	<u>Add : Additions</u>	<u>-</u>	<u>-</u>
		1,645,218,621	1,645,218,621
	<u>Less: Disposal/Adjustment</u>	<u>-</u>	<u>-</u>
	Closing balance (a)	<u>1,645,218,621</u>	<u>1,645,218,621</u>
	Accumulated Depreciation		
	Opening balance	116,163,408	97,024,825
	<u>Add : Charges for the year</u>	<u>4,541,044</u>	<u>19,138,584</u>
		120,704,452	116,163,408
	<u>Less: Disposal/Adjustment</u>	<u>-</u>	<u>-</u>
	Closing balance (b)	<u>120,704,452</u>	<u>116,163,408</u>
	Written Down Value of Revaluation Assets (a-b)	<u>1,524,514,169</u>	<u>1,529,055,213</u>
	Total Written Down Value (A+B)	<u>5,730,920,509</u>	<u>4,371,812,348</u>
3	Investment		
	Investment in marketable securities	52,864,200	54,819,850
		<u>52,864,200</u>	<u>54,819,850</u>
	3.01 Investment in marketable securities		
	Opening balance	54,819,850	53,556,600
	<u>Add: Addition during the year</u>	<u>-</u>	<u>-</u>
		54,819,850	53,556,600
	Realized gain /(loss)	5,600	12,830,775
	Unrealized gain /(loss) for fair value adjustment :		(11,567,525)
	Closing balance	(13,528,775)	
	Opening balance	11,567,525	
		(1,961,250)	
	Closing balance	<u>52,864,200</u>	<u>54,819,850</u>
4	Capital work-in-process		
	Special Yarn Godown	-	6,268,793
	Special Yarn Building	4,098,503	164,511,100
	Baro Bigha Utility Building	38,279,118	37,644,316
	MSML Road Work	-	-
	DAYCARE & MEDICAL	2,290,948	-
	Special Yarn Unit Machineries	-	1,100,524,575
	Machineries in Transit	32,696,145	162,109,479
		<u>77,364,714</u>	<u>1,471,058,264</u>

		Amounts in Taka		
		Notes	30 September 2022	30 June 2022
5	Inventories			
	Manufacturing Inventory	5.01	1,506,095,422	2,259,067,295
	Non Manufacturing Inventory	5.02	28,972,205	19,838,924
			<u>1,535,067,627</u>	<u>2,278,906,219</u>
5.01	Manufacturing Inventory			
	Raw cotton		985,854,202	1,665,017,316
	Provision for Obsolete Raw Materials		(8,360,909)	(8,360,909)
			<u>977,493,293</u>	<u>1,656,656,406</u>
	Finished yarn		283,078,443	428,909,621
	Packing materials		2,176,200	3,444,979
	Work-in-process		97,680,960	67,172,889
	Spare parts		145,666,527	102,883,399
			<u>1,506,095,422</u>	<u>2,259,067,295</u>
5.02	Non Manufacturing Inventory			
	Stock of Bandhan		3,980,027	3,335,662
	Stock of Stamp		42,228	42,228
	Stock of Medicine		169,546	187,454
	Other Production Material		7,500	7,500
	Construction Material		10,156,971	5,572,800
	Store Materials under Inspection		14,615,933	10,693,280
			<u>28,972,205</u>	<u>19,838,924</u>
6	Accounts receivables			
	Receivable other than related party		465,959,687	446,601,347
	Receivable from related party		1,346,528,288	881,657,190
	Bank interest receivable on FDR		6,113,016	6,113,016
	Claim Receivable		2,535,940	4,350,799
	Provision for bad debts		(76,695,545)	(76,695,545)
			<u>1,744,441,386</u>	<u>1,262,026,807</u>
07	Advance, deposits and Prepayments			
	Advance			
	Salary & Allowances		1,541,500	1,648,900
	Prepaid Insurance		5,523,074	8,292,294
	VAT Current Account		3,095,505	1,724,653
	Construction		1,245,192	1,245,192
	Expenses		56,905,714	28,659,979
	Advance Income Tax		360,067,091	341,097,692
			<u>428,378,077</u>	<u>382,668,711</u>
	Deposits			
	Security deposit for Utilities		48,373,695	48,373,695
			<u>48,373,695</u>	<u>48,373,695</u>
			<u>476,751,772</u>	<u>431,042,406</u>
08	Materials in transit			
	Margin and deposit (Raw Cotton)	08.01	472,707,758	62,615,810
			<u>472,707,758</u>	<u>62,615,810</u>
08.01	Margin and deposit (Raw Cotton)			
	Margin against Cotton		3,674,223	4,129,271
	Margin Against Bank Guarantee		12,252,773	13,127,773
	Materials In Transit		456,780,762	45,358,766
			<u>472,707,758</u>	<u>62,615,810</u>

	Amounts in Taka		
	Notes	30 September 2022	30 June 2022
09 Cash and bank balances			
Cash in hand		2,244,495	2,334,032
Balance in BO Account		10,446	10,446
Term Deposit		11,515,800	11,515,800
Bank balances with:			
Islami Bank Bangladesh Ltd			
Current account		1,208,773	1,208,773
Marginal deposit Account (Special)		52,531	52,531
Marginal deposit Account (Normal)		350,558	350,558
Marginal deposit Under Reserve		144,466	144,466
Foreign currency account		9,259	9,259
Exim Bank Ltd, STD account		9,780,889	5,901,840
Mercantile Bank Ltd			
STD account		42,690	42,690
Foreign currency account		77,828	77,828
HSBC Bank Ltd			
STD account		(4,773,952)	7,230,283
Foreign currency account		171,176,454	353,149,084
The City Bank Ltd			
STD account		2,293,795	2,230,808
Foreign currency account		67,185	67,185
Prime Bank Ltd			
STD account		1,292,760	1,292,760
Foreign currency account		150,289	150,289
Standard Chartered Bank - STD account		3,394,110	947,180
Dutch-Bangla Bank Limited - STD account		2,540,971	1,793,937
BRAC Bank Ltd			
STD account		7,179,860	18,750,513
Foreign currency account		62,610,120	44,079,799
Jamuna Bank Limited			
STD account		4,773	136,151
Foreign currency account		78,216,991	592,001
Mutual Trust Bank Ltd			
STD account		1,862,196	1,873,257
		351,453,287	453,941,471

		Amounts in Taka		
		Notes	30 September 2022	30 June 2022
10	Retained earnings			
	Opening balance		2,533,891,009	1,850,457,160
	Add: Profit made during the year		202,251,749	1,051,760,851
	Less: Dividend Paid		-	(389,960,000)
	Depreciation on Revalued Assets		4,541,044	19,138,584
	Add/(less): Deferred tax on revaluation reserve	13.02 (ii)	681,157	2,494,414
	Balance at 30 June 2021		<u>2,741,364,958</u>	<u>2,533,891,009</u>
11	Revaluation reserves			
	This balance consists of as follows:			
	Balance at the beginning of the year		1,481,093,650	1,500,232,234
	Addition during the year		-	-
			<u>1,481,093,650</u>	<u>1,500,232,234</u>
	Depreciation on Revalued Assets		(4,541,044)	(19,138,584)
			<u>1,476,552,606</u>	<u>1,481,093,650</u>
12	Long Term bank loan			
	Off Shore Loan & UPAS		1,176,006,428	1,054,404,943
	Less: Current portion of long term loan		(1,176,006,428)	(1,054,404,943)
			<u>-</u>	<u>-</u>
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		4,030,781,860	2,666,987,734
	Tax base		2,899,566,683	1,571,492,383
	Taxable Temporary difference		<u>1,131,215,177</u>	<u>1,095,495,351</u>
	Applicable tax rate (As per SRO 193 dated 30 June 2015 for Textile Sector.)		15%	15%
	Deferred tax liability on historical cost		169,682,277	164,324,303
	B. Deferred tax liability against revaluation reserve:			
	i) Deferred tax liability against revaluation reserve other than land			
	Carrying amount other than land		325,980,835	330,521,879
	Tax base		-	-
			<u>325,980,835</u>	<u>330,521,879</u>
	Applicable tax rate (As per SRO 193 dated 30 June 2015 for Textile Sector.)		15%	15%
			<u>48,897,125</u>	<u>49,578,282</u>

		Amounts in Taka	
		<u>30 September 2022</u>	<u>30 June 2022</u>
ii) Deferred tax liability on capital gain against revaluation of			
	Carrying amount other than building & others.	1,371,505,300	1,371,505,300
	Tax base	-	-
		<u>1,371,505,300</u>	<u>1,371,505,300</u>
	Applicable tax rate (3% As per section 53 H of ITO 1984)	3%	3%
		<u>41,145,159</u>	<u>41,145,159</u>
	Deferred tax liability against revaluation reserve B (i + ii)	90,042,284	90,723,441
C. Deferred tax liability on Right-of-Used (ROU) Assets:			
	Carrying amount of PV of lease obligation	5,149,015	5,897,255
	Carrying amount Right to Use Assets	4,202,392	4,865,928
	Taxable Temporary difference	<u>946,623</u>	<u>1,031,327</u>
	Applicable tax rate (As per SRO 193 dated 30 June 2015 for Textile Sector.)	15%	15%
	Deferred tax liability on Lease	141,993	154,699
	Total Deferred tax liability (A + B+ C)	<u>259,866,554</u>	<u>255,202,443</u>
14	Accounts payable		
	Suppliers	198,383,199	99,637,304
	Expenses	92,952,858	79,892,132
	Others	2,720,458	522,555
		<u>294,056,516</u>	<u>180,051,991</u>
15	Short term bank loan		
	UPAS Loan (Raw Cotton)	2,041,263,972	2,473,826,671
	Working Capital Loan	13,178,613	13,176,911
		<u>2,054,442,585</u>	<u>2,487,003,581</u>
16	Unclaimed dividend		
	Opening Balance	2,035,937	4,371,032
	Add: Addition during the year	-	389,960,000
	Less: Paid during the year	(11,061)	(392,295,095)
	Closing Balance	<u>2,024,876</u>	<u>2,035,937</u>
17	Provision & accruals		
	Provision for Income Tax	17.01 467,041,461	434,258,641
	Provision for workers' profit participation and welfare funds	17.02 73,668,645	61,649,653
		<u>540,710,107</u>	<u>495,908,294</u>

	Amounts in Taka	
	30 September 2022	30 June 2022
17.01 Provision for Income Tax		
Opening Balance	434,258,641	241,426,481
Add: Provision for taxation for the year (Note - 30)	32,782,820	192,832,161
Less: Adjustment provision for previous years AIT	-	-
Less: Adjustment provision for previous years deposit	-	-
Excess/(Short) provision for taxations after final assessment order as below:		
Add: Adjustment of short provision for the year 2016-2017	-	-
Add: Adjustment of short provision for the year 2017-2018	-	-
Add: Adjustment of short provision for the year 2018-2019	-	-
	467,041,461	434,258,641
17.02 Provision for workers' profit participation and welfare funds		
Opening Balance	61,649,653	41,546,649
Add: Addition during the year	12,018,992	62,241,507
Less: Paid during the year	-	(42,138,503)
Closing Balance	73,668,645	61,649,653

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 2022	30 September 2021
18 Revenue		
Carded Yarn	123,648,659	68,005,800
Combed Yarn	940,326,753	558,585,978
Slub Yarn	69,936,530	99,182,414
Synthetic Yarn	286,979,355	347,254,446
Melange Yarn	239,261,290	239,805,291
Vortex	110,139,477	107,017,202
Open End	122,150,338	95,544,717
Twist	59,136,609	41,543,037
Twisting Services Charges	183,597	-
	1,951,762,606	1,556,938,885
19 Cost of goods sold		
Raw Material consumption (Note-19.01)	1,032,810,359	832,486,409
Packing materials consumption (Note-19.02)	12,143,588	8,850,321
Fiber Dyeing	10,336,743	5,965,320
Manufacturing overhead (Note-19.03)	376,159,007	276,024,957
Cost of goods manufacturing	1,431,449,696	1,123,327,007
Opening work-in-process	67,172,889	61,624,815
Closing work-in-process	(97,680,960)	(60,146,993)
Cost of production	1,400,941,626	1,124,804,828
Opening stock of finished yarn	428,909,621	166,706,650
Closing stock of finished yarn	(283,078,443)	(102,065,676)
	1,546,772,804	1,189,445,803

19.01 Raw Material consumption**Value (Taka)**

Opening balance	1,665,017,316	754,617,992
Purchase during the year	353,647,245	727,360,983
Raw Material available for consumption	2,018,664,560	1,481,978,976
Closing balance	(985,854,202)	(649,492,567)
	<u>1,032,810,359</u>	<u>832,486,409</u>

19.02 Packing materials consumption

Opening balance	3,444,979	3,094,460
Purchase during the year	10,874,809	10,049,369
Packing materials available for consumption	14,319,788	13,143,830
Closing balance	(2,176,200)	(4,293,509)
	<u>12,143,588</u>	<u>8,850,321</u>

19.03 Manufacturing overhead

Salary and allowances	74,409,727	68,986,080
Repair and maintenance	2,664,447	1,946,700
BTMA certificate charges	244,625	147,631
Store and spare parts	14,553,677	20,736,173
Travelling & Conveyance	127,718	107,585
Crockerries and Canteen Expenses	188,400	136,180
Fire Fighting Expenses-factory	8,125	378,584
Factory stationeries	524,204	365,453
Fuel and lubricants	201,520	114,400
Fuel and lubricants- Generator	116,869,155	16,594,131
Fuel and lubricants- Vehicles	173,979	162,629
Electricity bill	56,487,597	43,299,762
Gas bill	21,713,671	54,118,450
Insurance premium	1,849,055	1,171,823
Testing fee	8,550	15,750
Workshop expenses	939,285	1,112,061
Depreciation	85,195,273	66,631,567
	<u>376,159,007</u>	<u>276,024,957</u>

20 Other income

Foreign currency exchange gain/(loss)	(86,130,065)	4,066,409
Gain /(Loss) on Investment in marketable securities	(1,955,650)	4,029,220
Bank interest received	-	-
Gain /(Loss) on Fixed Assets adjustment	-	-
Sales of wastage	15,735,625	11,382,957
Cash Dividend (received on marketable securities)	1,228,000	217,250
Rental Income	2,199,894	
Less: Repair and maintenance	(659,968)	
Miscellaneous Income	523,771	451,908
	<u>(69,058,393)</u>	<u>20,894,924</u>

21 Computation of Taxable Income & Tax Liability thereon

	Amounts in Taka			
	30 September 2022		30 September 2021	
A. Tax Payable on Total Taxable Income	32,782,820		48,788,381	
Reconciliation of effective tax rate	30 September 2022		30 September 2021	
	Percentage	BDT Amount	Percentage	BDT Amount
Profit before tax		240,379,838		310,629,871
On Business Income	15.00%	28,976,796	15.00%	44,596,107
On Foreign currency exchange gain/(loss)	20.00%	-	22.50%	914,942
On Sales of wastage (balance after setting off business loss)	20.00%	3,147,125	22.50%	2,561,165
On Misc. Income	20.00%	104,754	22.50%	101,679
On Bank interest received	20.00%	-	22.50%	-
On Cash Dividend (received on marketable securities)	20.00%	245,600	20.00%	43,450
On Gain /(Loss) on Investment in marketable securities	10.00%	560	10.00%	402,922
On Rental Income	20.00%	307,985	22.50%	168,116
Income tax expenses	13.64%	32,782,820	15.71%	48,788,381
B. Minimum Tax Payable u/s 82C(4)(a)				
Gross receipts during this year [Schedule-B]		1,968,834,278		1,577,833,809
Tax Rate		0.60%		0.60%
Minimum Tax u/s 82C(4)(a) of ITO 1984		11,813,006		9,467,003
C. Minimum Tax Payable u/s 82C(4)(a)				
Tax deducted at Source under section 52 BBBB		15,094,428		7,749,075
		15,094,428		7,749,075
Gross Tax Liability (higher of A, B and C)		32,782,820		48,788,381
(Excess)/Short provision for taxations after final assessment order as below:				
Total Current Tax		32,782,820		48,788,381

		Amounts in Taka	
		30 September 2022	30 September 2021
22	Deferred tax for statement of Profit & loss and Statement of other comprehensive income		
22.01:	Deferred tax for statement of profit & loss		
	Fixed assets:		
	Carrying amount *	4,030,781,860	2,680,167,254
	Tax base	(2,899,566,683)	(1,585,765,240)
	Taxable Temporary difference	1,131,215,177	1,094,402,015
	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 June 2021	169,682,277	164,160,302
	Deferred tax liabilities 30 June 2020	(164,324,303)	(164,077,959)
		<u>5,357,974</u>	<u>82,343</u>
	B. Deferred tax on Right-of-Used (ROU) Assets:		
	Carrying amount of PV of lease obligation	5,149,016	-
	Carrying amount Right to Use Assets	4,202,392	-
	Taxable Temporary difference	<u>946,624</u>	<u>-</u>
	Tax rate	15%	15%
	Deferred tax liabilities as on 30 September 2022	141,994	-
	Deferred tax liabilities 30 June 2022	(154,699)	-
		<u>(12,706)</u>	<u>-</u>
	Total Deferred Tax Expenses (A+B)	<u>5,345,268</u>	<u>82,343</u>
22.02:	deferred tax for statement of other comprehensive income		
	(i) Deferred tax liability against revaluation reserve other than land		
	Carrying amount other than land	325,980,835	344,836,490
	Tax base	-	-
		<u>325,980,835</u>	<u>344,836,490</u>
	Applicable tax rate (As per SRO - 193 dated 30 June 2015 for Textile Sector)	15%	15%
		<u>48,897,125</u>	<u>51,725,474</u>
	(ii) Deferred tax liability on capital gain on revaluation of land		
	Carrying amount other than building & others	1,371,505,300	1,358,959,500
	Tax base	-	-
		<u>1,371,505,300</u>	<u>1,358,959,500</u>
	Applicable tax rate (3% As per section 53 H of ITO 1984)	3%	3%
		<u>41,145,159</u>	<u>40,768,785</u>
	Deferred tax liability against revaluation reserve (i + ii)	<u>90,042,284</u>	<u>92,494,259</u>
	Deferred tax liabilities 30 June 2020	(90,723,441)	(93,217,854)
	Deferred tax for Statement of Other Comprehensive Income	<u>(681,157)</u>	<u>(723,596)</u>
	Deferred tax has been provided on Taxable Temporary difference.		
	* This amount include adjustment for permanent difference related to sedan cars, not plying for hire, owned by company. As per the provisions of Income Tax Ordinance 1984, depreciation on such cars is allowed only up to certain limit of cost (currently Tk. 2.5 million per car) of such cars for tax purpose. Difference for vehicle represents the amount of depreciated cost exceeding such limits.		
23	Earnings Per Share (EPS)		
	The computation of EPS is given below:		
	Earnings attributable to ordinary shareholders	202,251,749	261,759,147
	Weighted average number of ordinary shares outstanding at the year end	97,490,000	97,490,000
	Earnings per share (EPS)	<u>2.07</u>	<u>2.68</u>
23.1	Diluted earnings per share		
	No diluted earnings per share is required to be calculated for the year as there was no scope for dilution during the year.		
24	Net Assets Value (Per Share)		
	Total assets	10,445,773,646	10,391,089,103
	Less: Total current liabilities	(4,070,741,888)	(4,222,906,123)
		<u>6,375,031,757</u>	<u>6,168,182,980</u>
	Deduct:		
	Long Term & deferred liabilities	(261,514,194)	(257,598,321)
		<u>6,113,517,564</u>	<u>5,910,584,658</u>
	Number of Ordinary Share at statement of financial position date	97,490,000	97,490,000
	NAV - Per Share at statement of financial position date	<u>62.71</u>	<u>60.63</u>
25	Net Operating Cash Flow Per Share		
	Cash flows from operating activities as per statement of cash flows	580,434,217	741,602,993
	Number of Ordinary Share at statement of financial position date	97,490,000	97,490,000
	Net Operating Cash Flow - Per Share	<u>5.95</u>	<u>7.61</u>

26 Related party disclosure

i) 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:

Name of the related party	Relationship	Nature of transaction	Value of transactions (Taka)	Closing balance as of September 30, 2022 (Taka)	Status as of September 30, 2022	Closing balance as of September 30, 2021(Taka)	Status as of September 30, 2021
Flamingo Fashions	Sister Concern	Sale of yarn	378,728,549	107,397,122	Debtor	207,312,298	Debtor
Jinnat Fashions Ltd	Sister Concern	Sale of yarn	23,306,383	27,639	Debtor	28,121,560	Debtor
Jinnat knitwears	Sister Concern	Sale of yarn	1,003,995,253	943,489,053	Debtor	313,931,502	Debtor
Jinnat Apparels Ltd	Sister Concern	Sale of yarn	97,965,491	124,822,814	Debtor	243,282,660	Debtor
Mawna Fashions	Sister Concern	Sale of yarn	35,341,957	-	Debtor	45,905,865	Debtor
Hamza Textiles	Sister Concern	Sale of yarn	100,081,212	57,330,960	Debtor	16,604,545	Debtor
Parkway Printing & Packaging Ltd.	Sister Concern	Sale of yarn	-	50,373,921	Debtor	13,076,615	Debtor
		Godown Rent &	-	1,531,172	Debtor	1,531,172	Debtor
DB Trims Ltd	Sister Concern	Sale of yarn	3,494,331	60,032	Debtor		Debtor
		Godown Rent &	6,018,920	9,559,229	Debtor		Debtor
DBL Distribution	Sister Concern	Fuel & Lubricant	93,460,456	107,207,669	Creditor	26,180,391	Creditor
Color City Ltd	Sister Concern	Fiber Dyeing	10,316,918	17,439,168	Creditors	4,153,002	Creditors
DBL Ceramics Ltd	Sister Concern	Tiles	5,572,367	5,987,051	Creditors	833,573	Creditors
Dulal Brothers Ltd	Sister Concern	Sale of yarn	43,990,679	49,750,417	Debtor		-
DBL Life Style Ltd	Sister Concern	Services	-	226,263	Creditors		
DBL Textile	Sister Concern	Rental Income	-	2,107,651	Debtor	-	-

ii) Key management personal compensation comprised the following:

The Company's key management personal includes the Company's Managing Directors.

a) Short-term employee benefit:

Short term employee benefit includes remuneration, festival bonus and meeting attendance fees.

In Taka

	30 September 2022	30 September 2021
Directors' remuneration	2,100,000	2,100,000
Board meeting fees	979,000	649,000
	<u>3,079,000</u>	<u>2,749,000</u>
b) Post employment benefit:	-	-
c) Other long-term benefit:	-	-
d) Termination benefit:	-	-
e) Share- based payment:	-	-
	<u>3,079,000</u>	<u>2,749,000</u>

27 Reconciliation of net operating cash flow

Cash Flow from Operations

Net income	202,251,749	261,759,147
Less: Dividend Income transfer to investing activities	(1,228,000)	(217,250)
Less: Interest on FDR and Bank Accounts transfer to investing activities	-	-
Less: Effects of foreign currency translation gain /(loss)	(43,449,665)	(2,619,537)
Depreciation and amortization	94,661,414	74,035,074
Depreciation on Right-of-Used (ROU) Assets	663,536	-
Decrease (increase) in current assets	(194,377,300)	362,474,999
Decrease (increase) in current liabilities	154,254,232	109,323,629
Deferred tax liability	4,664,112	(641,253)
Unrealized gain/(loss)	182,022,447	(59,165,530)
Capital expenditure	(1,229,937,909)	(24,296,108)
Decrease (increase) in Revaluation Reserve	5,222,201	5,547,568
Gain /(Loss) on Investment in marketable securities	1,955,650	(4,069,881)
Capital work-in-process	1,403,731,751	19,472,136
Cash flow from operating activities	580,434,217	741,602,993

- 28 Previous year's figures have been rearranged, wherever considered necessary, to conform to current year's presentation.
- 29 Figures are rounded off to the nearest Taka.
- 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:
- a) Short-term employee benefits
 - b) Post-employment benefits
 - c) Other long-term benefits
 - d) Termination benefits
 - e) 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 25% and volume increased by 11.35%. But Gross Profit and Net Profit has been decreased by 2.85% and 6.45% respectively due to increasing the raw material prices and Utility cost.