

**Matin Spinning Mills PLC**

**Unaudited Financial Statements**

**As at and for the 1st quarter ended 30 September 2023**

**Matin Spinning Mills PLC**  
**Statement of Financial Position (Unaudited)**  
**As at 30 September 2023**

[Amounts in Taka]

	Notes	30 September 2023	30 June 2023
<b>ASSETS</b>			
<b>Non - current assets</b>			
Property, plant and equipment	02	5,541,465,486	5,625,737,394
Right-of-use assets (ROU)		1,548,249	2,211,785
Investment	03	57,578,936	52,971,536
Capital work-in-process	04	392,051,146	297,732,685
<b>Total non - current assets</b>		<b>5,992,643,817</b>	<b>5,978,653,401</b>
<b>Current assets</b>			
Inventories	05	2,359,695,770	1,717,012,364
Accounts receivable	06	2,058,106,290	1,442,150,593
Advance, deposits and prepayments	07	673,445,400	634,087,524
Materials in transit	08	86,841,781	867,138,196
Cash and bank balances	09	204,201,070	342,021,491
		5,382,290,311	5,002,410,168
Asset held for sale		6,058,109	7,724,045
<b>Total current assets</b>		<b>5,388,348,421</b>	<b>5,010,134,213</b>
<b>Total assets</b>		<b>11,380,992,238</b>	<b>10,988,787,614</b>
<b>EQUITY AND LIABILITIES</b>			
Share capital		974,900,000	974,900,000
Share premium		920,700,000	920,700,000
Retained earnings	10	2,400,714,040	2,494,297,899
Revaluation reserve	11	1,458,835,979	1,463,077,552
<b>Total equity</b>		<b>5,755,150,019</b>	<b>5,852,975,451</b>
<b>Non-current liabilities</b>			
Long term bank loan	12	1,012,150,960	1,042,973,525
Lease liability		-	-
Deferred tax liability	13	273,493,867	272,118,305
<b>Total non-current liabilities</b>		<b>1,285,644,827</b>	<b>1,315,091,829</b>
<b>Current liabilities</b>			
Accounts payable	14	347,922,431	246,657,377
Short term bank loan	15	2,998,287,801	2,624,206,102
Current portion of long term loan		480,493,963	456,018,916
Current portion of Lease liability		1,982,548	2,800,978
Unclaimed dividend	16	2,822,911	2,937,576
Provision & accruals	17	508,687,740	488,099,386
<b>Total current liabilities</b>		<b>4,340,197,393</b>	<b>3,820,720,335</b>
<b>Total equity and liabilities</b>		<b>11,380,992,238</b>	<b>10,988,787,614</b>
<b>NAV Per Share (With Revaluation reserves)</b>	24	<b>59.03</b>	<b>60.04</b>

Managing Director

Director

Director

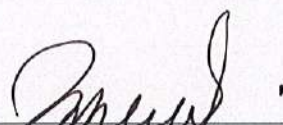
Chief Financial Officer

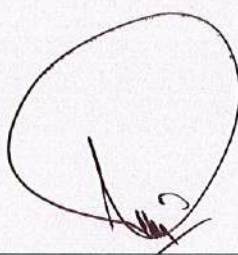
Company Secretary


**Matin Spinning Mills PLC**  
**Statement of Profit or Loss (Unaudited)**  
**for the 1st quarter ended 30 September 2023**

[Amounts in Taka]

	Notes	30 September 2023	30 September 2022
Revenue	18	1,876,688,438	1,951,762,606
Cost of goods sold	19	(1,818,972,228)	(1,546,772,804)
<b>Gross profit</b>		<b>57,716,209</b>	<b>404,989,802</b>
		<b>3.08%</b>	<b>20.75%</b>
Other income	20	(3,045,062)	(69,058,393)
		<b>54,671,148</b>	<b>335,931,409</b>
Administrative expenses		(58,857,478)	(62,208,524)
Distribution expenses		(3,266,113)	(1,557,703)
<b>Net profit before finance cost</b>		<b>(7,452,443)</b>	<b>272,165,182</b>
Finance cost		(68,409,073)	(19,766,352)
<b>Net profit before workers' profit participation funds &amp; tax</b>		<b>(75,861,516)</b>	<b>252,398,830</b>
Contribution to workers' profit participation funds		-	(12,018,992)
<b>Net profit before taxation</b>		<b>(75,861,516)</b>	<b>240,379,838</b>
Income tax	21	(20,340,310)	(32,782,820)
Deferred tax	22	(2,011,799)	(5,345,268)
<b>Net profit after tax</b>		<b>(98,213,624)</b>	<b>202,251,749</b>
<b>Earnings Per Share (EPS)</b>	23	<b>(1.01)</b>	<b>2.07</b>
		<b>-5.23%</b>	<b>10.36%</b>

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

  
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 Director

  
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 Director

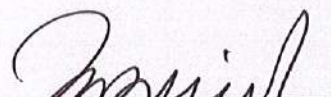
  
 \_\_\_\_\_  
 Chief Financial Officer


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

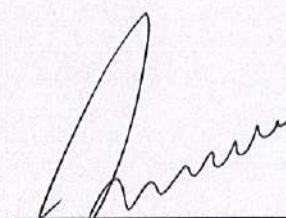
**Matin Spinning Mills PLC**  
**Statement of Other Comprehensive Income (Unaudited)**  
**For the period ended 30 September 2023**

[Amounts in Taka]

	Notes	30 September 2023	30 September 2022
Net profit after tax for the period		(98,213,624)	202,251,749
Revaluation reserve of land and building		-	-
Deferred tax on other comprehensive income	13.01	636,236	681,157
<b>Total comprehensive income for the period</b>		<b>(97,577,388)</b>	<b>202,932,906</b>

  
 Managing Director

  
 Director

  
 Director

  
 Chief Financial Officer

  
 Company Secretary

**Matin Spinning Mills PLC**  
**Statement of Changes in Equity (Unaudited)**  
**For the period ended 30 September 2023**

[Amounts in Taka]

	Share Capital	Share Premium	Retained Earnings	Revaluation Reserves	Total
<b>First Quarter ended 30 september 2023</b>					
Balance at 01 July 2022	974,900,000	920,700,000	2,494,297,899	1,463,077,552	5,852,975,451
Net profit for the year	-	-	(98,461,668)	-	(98,461,668)
Dividend Paid	-	-	-	-	-
Depreciation on Revalued Assets	-	-	4,241,573	(4,241,573)	-
Deferred tax on other comprehensive income	-	-	636,236	-	636,236
<b>Balance at 30 September 2023</b>	<b>974,900,000</b>	<b>920,700,000</b>	<b>2,400,714,040</b>	<b>1,458,835,979</b>	<b>5,755,150,018</b>
<b>First Quarter ended 30 september 2022</b>					
Balance at 01 July 2021	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
<b>Balance at 30 September 2022</b>	<b>974,900,000</b>	<b>920,700,000</b>	<b>2,741,364,958</b>	<b>1,476,552,606</b>	<b>6,113,517,564</b>

**Matin Spinning Mills PLC**  
**Statement of Cash Flows (Unaudited)**  
**For the period ended 30 September 2023**

[Amounts in Taka]

	Notes	30 September 2023	30 September 2022
<b>A. Cash flows from operating activities</b>			
Collection from customers		1,265,879,252	1,467,533,169
Other Income		56,408,214	99,749,580
<b>Cash generated from operations</b>		<b>1,322,287,466</b>	<b>1,567,282,749</b>
Cash paid to employees		(114,147,445)	(109,092,076)
Cash paid to suppliers		(1,538,269,800)	(845,380,646)
Interest paid on loans		(35,685,447)	(13,406,412)
Income tax paid		(13,699,319)	(18,969,399)
<b>Net cash flows from operating activities</b>		<b>(379,514,545)</b>	<b>580,434,217</b>
<b>B. Cash flow from investing activities</b>			
Acquisition of property, plant and equipment		(17,121,362)	(223,831,666)
Capital work-in-process		(94,318,460)	(10,038,202)
Dividend Income		493,500	1,228,000
Marketable securities		(4,607,400)	-
<b>Net cash used in investing activities</b>		<b>(115,553,723)</b>	<b>(232,641,869)</b>
<b>C. Cash flows from financing activities</b>			
Long term loan received		9,932,537	45,387,821
Long term loan (repaid)		(57,177,272)	-
Short term loan received from bank		1,260,251,453	767,033,951
Short term loan repaid to bank		(949,368,829)	(1,306,151,969)
Dividend Paid		(114,665)	-
<b>Net cash from/(used in) financing activities</b>		<b>263,523,224</b>	<b>(493,730,197)</b>
<b>D. Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>(231,545,043)</b>	<b>(145,937,849)</b>
<b>E. Opening cash and cash equivalents</b>		<b>342,021,492</b>	<b>331,267,118</b>
<b>F. Effects of currency translation on cash and cash equivalents</b>		<b>93,724,623</b>	<b>23,326,828</b>
<b>G. Closing cash and cash equivalents (D+E+F)</b>		<b>204,201,071</b>	<b>208,656,098</b>
<b>Net Operating Cash Flow Per Share</b>	25	<b>(3.89)</b>	<b>5.95</b>

- 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 2023. 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		
		Notes	30 September 2023	30 June 2023
<b>2</b>	<b>Property, plant and equipment</b>			
<b>A</b>	<b>NON REVALUED ASSETS:</b>			
	<b>Cost</b>			
	Opening balance (at cost)		7,641,926,228	6,030,122,447
	Add : Additions		17,121,362	1,684,686,724
			7,659,047,590	7,714,809,172
	Less: Disposal/Adjustment		-	(72,882,944)
	<b>Closing balance (a)</b>		<b>7,659,047,590</b>	<b>7,641,926,228</b>
	<b>Accumulated Depreciation</b>			
	Opening balance		3,527,227,948	3,187,365,312
	Add : Charges for the year		97,151,697	397,695,202
			3,624,379,645	3,585,060,515
	Less: Disposal/Adjustment		-	(57,832,567)
	<b>Closing balance (b)</b>		<b>3,624,379,645</b>	<b>3,527,227,948</b>
	<b>Written Down Value (a-b)</b>		<b>4,034,667,945</b>	<b>4,114,698,280</b>
<b>B</b>	<b>REVALUED ASSETS :</b>			
	<b>Revalued amount:</b>			
	Opening balance (at revalued cost)		1,645,218,621	1,645,218,621
	Add : Additions		-	-
			1,645,218,621	1,645,218,621
	Less: Disposal/Adjustment		-	-
	<b>Closing balance (a)</b>		<b>1,645,218,621</b>	<b>1,645,218,621</b>
	<b>Accumulated Depreciation</b>			
	Opening balance		134,179,507	116,163,408
	Add : Charges for the year		4,241,573	18,016,098
			138,421,080	134,179,507
	Less: Disposal/Adjustment		-	-
	<b>Closing balance (b)</b>		<b>138,421,080</b>	<b>134,179,507</b>
	<b>Written Down Value of Revaluation Assets (a-b)</b>		<b>1,506,797,541</b>	<b>1,511,039,114</b>
	<b>Total Written Down Value (A+B)</b>		<b>5,541,465,486</b>	<b>5,625,737,394</b>
<b>3</b>	<b>Investment</b>			
	Investment in marketable securities	3.1	57,578,936	52,971,536
			<b>57,578,936</b>	<b>52,971,536</b>
	<b>3.01 Investment in marketable securities</b>			
	<b>Opening balance</b>		52,971,536	54,819,850
	Add: Addition during the year		-	-
			52,971,536	54,819,850
	Realized gain /(loss)		1,452,472	447,976
	<b>Unrealized gain /(loss) for fair value adjustment :</b>			(11,567,525)
	Closing balance		(10,708,887)	(13,863,815)
	Opening balance		13,863,815	11,567,525
			3,154,928	(2,296,290)
	<b>Closing balance</b>		<b>57,578,936</b>	<b>52,971,536</b>
<b>4</b>	<b>Capital work-in-process</b>			
	REB Sub-Station		5,501,420	-
	Special Yarn Building		3,023,041	3,023,041
	Baro Bigha Cotton Godown-2		22,323,464	20,645,466
	Baro Bigha Utility Building		964,730	964,730
	Baro Bigha Road Construction		7,402,636	6,949,283
	MSML Internal Road Construction		5,670,137	5,670,137
	Daycare & Medical Center		24,929,710	21,539,657
	Gate House at Baro Bigha		3,654,928	2,717,345

		Amounts in Taka	
		30 September 2023	30 June 2023
	Notes		
	Machineries in Transit	318,581,079	236,223,026
		<b>392,051,146</b>	<b>297,732,685</b>
<b>5</b>	<b>Inventories</b>		
	Manufacturing Inventory	2,315,198,814	1,681,613,673
	Non Manufacturing Inventory	44,496,956	35,398,691
		<b>2,359,695,770</b>	<b>1,717,012,364</b>
<b>5.01</b>	<b>Manufacturing Inventory</b>		
	Raw cotton	1,903,948,026	1,221,975,884
	Finished yarn	181,007,476	243,445,597
	Packing materials	5,593,430	5,170,352
	Work-in-process	79,980,419	74,350,938
	Spare parts	144,669,463	136,670,902
		<b>2,315,198,814</b>	<b>1,681,613,673</b>
<b>5.02</b>	<b>Non Manufacturing Inventory</b>		
	Stock of Bandhan	1,597,169	2,863,921
	Stock of Stamp	17,646	17,646
	Stock of Medicine	65,699	88,017
	Other Production Material	7,500	7,500
	Construction Material	12,023,917	7,513,713
	Store Materials under Inspection	30,785,025	24,907,894
		<b>44,496,956</b>	<b>35,398,691</b>
<b>6</b>	<b>Accounts receivables</b>		
	Receivable other than related party	430,860,098	342,222,236
	Receivable from related party	1,640,784,868	1,118,613,544
	Bank interest receivable on FDR	7,475,881	7,162,959
	Provision for bad debts	(21,014,557)	(25,848,146)
		<b>2,058,106,290</b>	<b>1,442,150,593</b>
<b>07</b>	<b>Advance, deposits and Prepayments</b>		
	<b>Advance</b>		
	Salary & Allowances	1,394,530	1,603,530
	Prepaid Insurance	12,744,235	9,912,394
	VAT Current Account	8,278,282	7,502,542
	Construction	3,602,796	898,396
	Expenses	73,498,739	53,943,163
	Advance Income Tax	463,875,622	450,176,304
		<b>563,394,205</b>	<b>524,036,329</b>
	<b>Deposits</b>		
	Security deposit for Utilities	110,051,195	110,051,195
		<b>110,051,195</b>	<b>110,051,195</b>
		<b>673,445,400</b>	<b>634,087,524</b>
<b>08</b>	<b>Materials in transit</b>		
	Margin against Cotton	1,357,392	3,232,719
	Margin Against Bank Guarantee	13,940,798	13,940,798
	Materials In Transit	71,543,591	849,964,680
		<b>86,841,781</b>	<b>867,138,196</b>



	Amounts in Taka		
	Notes	30 September 2023	30 June 2023
<b>09 Cash and bank balances</b>			
Cash in hand		1,082,520	1,562,688
Balance in BO Account		18,433	7,268
Term Deposit		21,928,800	21,928,800
<b>Bank balances with:</b>			
Islami Bank Bangladesh Ltd			
Current account		1,234,500	1,234,500
Marginal deposit Account (Special)		52,531	52,531
Marginal deposit Account (Normal)		339,699	339,699
Marginal deposit Under Reserve		144,466	144,466
Foreign currency account		11,011	10,711
Exim Bank Ltd, STD account		11,355,789	1,235,020
Mercantile Bank Ltd			
STD account		40,978	40,978
Foreign currency account		92,552	90,028
HSBC Bank Ltd			
STD account		(68,859,331)	24,042,142
Foreign currency account		104,211,096	197,920,945
The City Bank Ltd			
STD account		314,645	427,376
Foreign currency account		4,868,959	5,609,847
Prime Bank Ltd			
STD account		1,289,070	1,289,070
Foreign currency account		178,723	173,848
Standard Chartered Bank - STD account		204,524	3,685,901
Dutch-Bangla Bank Limited - STD account		2,472,294	3,824,523
BRAC Bank Ltd			
STD account		14,649,793	5,777,621
Foreign currency account		104,255,812	56,796,042
Jamuna Bank Limited			
STD account		121,278	1,391
Foreign currency account		1,286,601	12,805,103
Mutual Trust Bank Ltd			
STD account		2,906,327	3,020,992
		<b>204,201,070</b>	<b>342,021,491</b>

		Amounts in Taka		
		Notes	30 September 2023	30 June 2023
<b>10</b>	<b>Retained earnings</b>			
	Opening balance		2,494,297,899	2,533,891,009
	Add: Profit made during the year		(98,461,668)	427,138,377
	Less: Dividend Paid		-	(487,450,000)
	Depreciation on Revalued Assets		4,241,573	18,016,098
	Add/(less): Deferred tax on revaluation reserve	13.02 (ii)	636,236	2,702,415
	<b>Balance at 30 September 2023</b>		<b><u>2,400,714,040</u></b>	<b><u>2,494,297,899</u></b>
<b>11</b>	<b>Revaluation reserves</b>			
	This balance consists of as follows:			
	Balance at the beginning of the year		1,463,077,552	1,481,093,650
	Addition during the year		-	-
			<u>1,463,077,552</u>	<u>1,481,093,650</u>
	Depreciation on Revalued Assets		(4,241,573)	(18,016,098)
			<b><u>1,458,835,979</u></b>	<b><u>1,463,077,552</u></b>
<b>12</b>	<b>Long Term bank loan</b>			
	Off Shore Loan & UPAS		1,492,644,922	1,498,992,440
	Less: Current portion of long term loan		(480,493,963)	(456,018,916)
			<b><u>1,012,150,960</u></b>	<b><u>1,042,973,525</u></b>
<b>13</b>	<b>Deferred Tax Liability</b>			
	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:			
	<b>A. Deferred tax liability on historical cost:</b>			
	Carrying amount other than revaluation reserve		3,859,576,536	3,939,492,041
	Tax base		<u>2,619,283,653</u>	<u>2,712,766,043</u>
	<b>Taxable Temporary difference</b>		<b><u>1,240,292,883</u></b>	<b><u>1,226,725,999</u></b>
	Applicable tax rate (As per SRO 159 dated 01 June 2022 for Textile Sector)		15%	15%
	<b>Deferred tax liability on historical cost</b>		<b>186,043,932</b>	<b>184,008,900</b>
	<b>B. Deferred tax liability against revaluation reserve:</b>			
	<b>i) Deferred tax liability against revaluation reserve other than land</b>			
	Carrying amount other than land		308,264,207	312,505,780
	Tax base		-	-
			<u>308,264,207</u>	<u>312,505,780</u>
	Applicable tax rate (As per SRO 159 dated 01 June 2022 for Textile Sector)		15%	15%
			<b><u>46,239,631</u></b>	<b><u>46,875,867</u></b>

		<b>Amounts in Taka</b>	
		<b>30 September 2023</b>	<b>30 June 2023</b>
<b>ii) Deferred tax liability on capital gain against revaluation of</b>			
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>
<b>Deferred tax liability against revaluation reserve B ( i + ii )</b>		<b>87,384,790</b>	<b>88,021,026</b>
<b>C. Deferred tax liability on Right-of-Used (ROU) Assets:</b>			
Carrying amount of PV of lease obligation		1,982,548	2,800,978
Carrying amount Right to Use Assets		1,548,249	2,211,785
<b>Taxable Temporary difference</b>		<u>434,299</u>	<u>589,193</u>
Applicable tax rate (As per SRO 159 dated 01 June 2022 for Textile Sector)		15%	15%
<b>Deferred tax liability on Lease</b>		<b>65,145</b>	<b>88,379</b>
<b>Total Deferred tax liability ( A + B+ C )</b>		<u><b>273,493,867</b></u>	<u><b>272,118,305</b></u>
<b>14</b>	<b>Accounts payable</b>		
	Suppliers	223,767,765	164,717,201
	Expenses	120,897,451	80,735,274
	Others	3,257,215	1,204,903
		<u>347,922,431</u>	<u>246,657,378</u>
<b>15</b>	<b>Short term bank loan</b>		
	UPAS/EDF Loan (Raw Cotton)	2,998,287,801	2,624,206,102
		<u>2,998,287,801</u>	<u>2,624,206,102</u>
<b>16</b>	<b>Unclaimed dividend</b>		
	Opening Balance	2,937,576	2,035,937
	Add: Addition during the year	-	487,450,000
	Less: Paid during the year	(114,665)	(486,548,362)
	Closing Balance	<u>2,822,911</u>	<u>2,937,576</u>
Year Wise Break Up Given Belows:			
	2019-2020	335,062	335,062
	2020-2021	1,114,397	1,114,397
	2021-2022	1,373,451	1,488,116
	Total	<u>2,822,911</u>	<u>2,937,576</u>

		Amounts in Taka	
		30 September 2023	30 June 2023
<b>17</b>	<b>Provision &amp; accruals</b>		
	Provision for Income Tax	17.01	483,646,062
	Provision for workers' profit participation and welfare funds	17.02	25,041,678
		<b>508,687,740</b>	<b>488,099,386</b>
<b>17.01</b>	<b>Provision for Income Tax</b>		
	Opening Balance		463,057,709
	Add: Provision for taxation for the year (Note - 30)		20,588,354
	Less: Adjustment provision for previous years AIT		-
			(37,114,903)
	<b>Short/(Excess) provision for taxations after final assessment order as below:</b>		
	Adjustment of excess provision for the year 2018-2019		-
	Adjustment of short provision for the year 2019-2020		557,551
		<b>483,646,062</b>	<b>463,057,709</b>
<b>17.02</b>	<b>Provision for workers' profit participation and welfare funds</b>		
	Opening Balance		25,041,678
	Add: Addition during the year		-
	Less: Paid during the year		-
	Closing Balance		61,649,653
			25,633,531
			(62,241,507)
		<b>25,041,678</b>	<b>25,041,678</b>

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 2023	30 September 2022
<b>18</b>	<b>Revenue</b>		
	Carded Yarn	148,963,557	123,648,659
	Combed Yarn	863,897,364	940,326,753
	Slub Yarn	70,580,262	69,936,530
	Synthetic Yarn	340,991,191	286,979,355
	Melange Yarn	186,650,443	239,261,290
	Vortex	148,088,174	110,139,477
	Open End	98,036,164	122,150,338
	Twist	16,202,362	59,136,609
	Twisting Services Charges	3,278,920	183,597
		<b>1,876,688,438</b>	<b>1,951,762,606</b>
<b>19</b>	<b>Cost of goods sold</b>		
	Raw Material consumption (Note-19.01)	1,409,730,102	1,032,810,359
	Packing materials consumption (Note-19.02)	16,210,538	12,143,588
	Fiber Dyeing	5,475,231	10,336,743
	Manufacturing overhead (Note-19.03)	330,747,717	376,159,007
	Cost of goods manufacturing	1,762,163,588	1,431,449,696
	Opening work-in-process	74,350,938	67,172,889
	Closing work-in-process	(79,980,419)	(97,680,960)
	Cost of production	1,756,534,107	1,400,941,626
	Opening stock of finished yarn	243,445,597	428,909,621
	Closing stock of finished yarn	(181,007,476)	(283,078,443)
		<b>1,818,972,228</b>	<b>1,546,772,804</b>

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

Opening balance	1,221,975,884	1,665,017,316
Purchase during the year	2,091,702,243	353,647,245
Raw Material available for consumption	3,313,678,127	2,018,664,560
Closing balance	(1,903,948,026)	(985,854,202)
	<b>1,409,730,102</b>	<b>1,032,810,359</b>

**19.02 Packing materials consumption**

Opening balance	5,170,352	3,444,979
Purchase during the year	16,633,617	10,874,809
Packing materials available for consumption	21,803,969	14,319,788
Closing balance	(5,593,430)	(2,176,200)
	<b>16,210,538</b>	<b>12,143,588</b>

**19.03 Manufacturing overhead**

Salary and allowances	75,746,256	74,409,727
Repair and maintenance	1,208,385	2,664,447
BTMA certificate charges	312,125	244,625
Store and spare parts	15,110,325	14,553,677
Travelling & Conveyance	158,161	127,718
Crockerries and Canteen Expenses	151,424	188,400
Fire Fighting Expenses-factory	79,963	8,125
Factory stationeries	892,336	524,204
Fuel and lubricants	430,186	201,520
Fuel and lubricants- Generator	37,540,741	116,869,155
Fuel and lubricants- Vehicles	182,787	173,979
Electricity bill	86,542,605	56,487,597
Gas bill	17,808,028	21,713,671
Insurance premium	1,311,634	1,849,055
Testing fee	10,900	8,550
Workshop expenses	2,007,918	939,285
Depreciation	91,253,943	85,195,273
	<b>330,747,717</b>	<b>376,159,007</b>

**20 Other income**

Foreign currency exchange gain/(loss)	(25,706,920)	(86,130,065)
Gain /( Loss) on Investment in marketable securities	4,607,400	(1,955,650)
Bank interest received	312,922	-
Sales of wastage	15,708,111	15,735,625
Cash Dividend (received on marketable securities)	493,500	1,228,000
Rental Income	2,199,894	
Less: Repair and maintenance	(659,968)	
Miscellaneous Income	-	523,771
	<b>(3,045,062)</b>	<b>(69,058,393)</b>

Amounts in Taka

30 September 2023	30 September 2022
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21 Computation of Taxable Income & Tax Liability thereon

A. Tax Payable on Total Taxable Income - 28,976,796

Reconciliation of effective tax rate	30 September 2023		30 September 2022	
	Percentage	BDT Amount	Percentage	BDT Amount

Taxable Business Income/(loss) for the current year - 193,178,643

Tax On Business Income	15.00%	-	15.00%	28,976,796
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B. Minimum Tax Payable u/s 82C(4)(a)

Gross receipts during this year [Schedule-B]	1,873,643,376	1,968,834,278
Tax Rate	0.60%	0.60%
<b>Minimum Tax u/s 82C(4)(a) of ITO 1984</b>	<u>11,241,860</u>	<u>11,813,006</u>

C. Minimum Tax Payable u/s 82C(4)(a)

Tax deducted at Source under section 53 BB	13,098,161	15,094,428
	<u>13,098,161</u>	<u>15,094,428</u>

Gross Tax Liability (higher of A, B and C)	<u>13,098,161</u>	<u>28,976,796</u>
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Tax On Other Income/(Loss)

Reconciliation of effective tax rate	30 September 2023		30 September 2022	
	Percentage	BDT Amount	Percentage	BDT Amount
On Foreign currency exchange gain/(loss)	20.00%	3,583,992	20.00%	-
On Sales of wastage (balance after setting off business loss)	20.00%	3,141,622	20.00%	3,147,125
On Misc. Income	20.00%	-	20.00%	104,754
On Bank interest received	20.00%	62,584	20.00%	-
On Cash Dividend (received on marketable securities)	20.00%	101,168	20.00%	245,600
On Gain /( Loss) on Investment in marketable securities	10.00%	44,798	10.00%	560
On Rental Income	20.00%	307,985	20.00%	307,985
<b>Tax on other income</b>		<u>7,242,148</u>		<u>3,806,024</u>

Gross Tax Liability:

Tax on Business Income (Higher on A, B & C)	13,098,161	28,976,796
Tax on other income	7,242,148	3,806,024
	<u>20,340,310</u>	<u>32,782,820</u>

Total Current Tax	<u>20,340,310</u>	<u>32,782,820</u>
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		Amounts in Taka	
		30 September 2023	30 September 2022
<b>22</b>	<b>Deferred tax for statement of Profit &amp; loss and Statement of other comprehensive income</b>		
<b>22.01:</b>	<b>Deferred tax for statement of profit &amp; loss</b>		
	<b>Fixed assets:</b>		
	Carrying amount *	3,859,576,536	4,030,781,860
	Tax base	(2,619,283,653)	(2,899,566,683)
	Taxable Temporary difference	1,240,292,883	1,131,215,177
	Tax rate	15%	15%
	(Tax rate is 15% on Textile sector as per SRO - 159 dated 01 June 2022)		
	Deferred tax liabilities as on 30 September 2023	186,043,932	169,682,277
	Deferred tax liabilities 30 June 2023	(184,008,900)	(164,324,303)
		<b>2,035,033</b>	<b>5,357,974</b>
	<b>B. Deferred tax on Right-of-Used (ROU) Assets:</b>		
	Carrying amount of PV of lease obligation	1,982,548	5,149,016
	Carrying amount Right to Use Assets	1,548,249	4,202,392
	<b>Taxable Temporary difference</b>	<b>434,299</b>	<b>946,624</b>
	Tax rate	15%	15%
	Deferred tax liabilities as on 30 September 2023	65,145	141,994
	Deferred tax liabilities 30 June 2023	(88,379)	(154,699)
		<b>(23,234)</b>	<b>(12,706)</b>
	Total Deferred Tax Expenses (A+B)	<b>2,011,799</b>	<b>5,345,268</b>
<b>22.02:</b>	<b>deferred tax for statement of other comprehensive income</b>		
(i)	<b>Deferred tax liability against revaluation reserve other than land</b>		
	Carrying amount other than land	308,264,207	325,980,835
	Tax base	-	-
		<b>308,264,207</b>	<b>325,980,835</b>
	Applicable tax rate (As per SRO 159 dated 01 June 2022 for Textile Sector)	15%	15%
		<b>46,239,631</b>	<b>48,897,125</b>
(ii)	<b>Deferred tax liability on capital gain on revaluation of land</b>		
	Carrying amount other than building & others	1,371,505,300	1,371,505,300
	Tax base	-	-
		<b>1,371,505,300</b>	<b>1,371,505,300</b>
	Applicable tax rate (3% As per section 53 H of ITO 1984)	3%	3%
		<b>41,145,159</b>	<b>41,145,159</b>
	<b>Deferred tax liability against revaluation reserve ( i + ii )</b>	<b>87,384,790</b>	<b>90,042,284</b>
	Deferred tax liabilities 30 June 2023	(88,021,026)	(90,723,441)
	<b>Deferred tax for Statement of Other Comprehensive Income</b>	<b>(636,236)</b>	<b>(681,157)</b>
	<b>Deferred tax has been provided on Taxable Temporary difference.</b>		
<b>23</b>	<b>Earnings Per Share (EPS)</b>		
	The computation of EPS is given below:		
	Earnings attributable to ordinary shareholders	(98,213,624)	202,251,749
	Weighted average number of ordinary shares outstanding at the year end	97,490,000	97,490,000
	Earnings per share (EPS)	<b>(1.01)</b>	<b>2.07</b>
<b>23.1</b>	<b>Diluted earnings per share</b>		
	No diluted earnings per share is required to be calculated for the year as there was no scope for dilution during the year.		
<b>24</b>	<b>Net Assets Value (Per Share)</b>		
	Total assets	11,380,992,238	10,988,787,614
	Less: Total current liabilities	(4,340,197,393)	(3,820,720,335)
		7,040,794,845	7,168,067,279
	Deduct:		
	Long Term & deferred liabilities	(1,285,644,827)	(1,315,091,829)
		<b>5,755,150,018</b>	<b>5,852,975,449</b>
	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	<b>59.03</b>	<b>60.04</b>
<b>25</b>	<b>Net Operating Cash Flow Per Share</b>		
	Cash flows from operating activities as per statement of cash flows	(379,514,545)	580,434,217
	Number of Ordinary Share at statement of financial position date	97,490,000	97,490,000
	Net Operating Cash Flow - Per Share	<b>(3.89)</b>	<b>5.95</b>

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, 2023(Taka)	Status as of September 30, 2023	Closing balance as of September 30, 2022 (Taka)	Status as of September 30, 2022
Flamingo Fashions	Sister Concern	Sale of yarn	579,098,569	225,428,821	Debtor	128,332,524	Debtor
Jinnat Fashions Ltd	Sister Concern	Sale of yarn	114,131,633	68,386,556	Debtor	14,277,181	Debtor
Jinnat knitwears	Sister Concern	Sale of yarn	629,959,067	969,862,575	Debtor	644,237,812	Debtor
Jinnat Apparels	Sister Concern	Sale of yarn	126,404,768	77,219,264	Debtor	44,894,742	Debtor
Mawna Fashions	Sister Concern	Sale of yarn	103,618,968	106,833,330	Debtor	101,801,418	Debtor
Hamza Textiles	Sister Concern	Sale of yarn	79,009,844	104,844,414	Debtor	109,269,338	Debtor
Parkway Printing & Packaging Ltd.	Sister Concern	Sale of yarn	-	-	Debtor	-	Debtor
		Godown Rent &	-	-	Debtor	-	Debtor
DB Trims Ltd	Sister Concern	Sale of yarn	52,429,012	52,960,979	Debtor	52,960,979	Debtor
		Godown Rent &	21,748,198	10,235,508	Debtor	2,135,080	Debtor
DBL Distribution	Sister Concern	Fuel & Lubricant	22,150,780	85,413,422	Creditor	46,398,236	Creditor
Color City Ltd	Sister Concern	Fiber Dyeing	15,629,385	29,833,036	Creditors	26,448,739	Creditors
DBL Ceramics Ltd	Sister Concern	Tiles	4,998,708	8,082,908	Creditors	7,587,608	Creditors
Dulal Brothers Ltd	Sister Concern	Sale of yarn	50,433,167	22,644,846	Debtor	18,400,495	Debtor
DBL Life Style Ltd	Sister Concern	Services	226,263.00	509,092	Creditors	452,526	Creditors
DBL Textile	Sister Concern	Rental Income	1,008,007.00	-	Debtor	-	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.

<i>In Taka</i>	30 September 2023	30 September 2022
Directors' remuneration	3,000,000	2,100,000
Board meeting fees	979,000	649,000
	3,979,000	2,749,000
b) Post employment benefit:	-	-
c) Other long-term benefit:	-	-
d) Termination benefit:	-	-
e) Share- based payment:	-	-
	3,979,000	2,749,000



27 **Reconciliation of net operating cash flow**

Net profit after tax	(89,736,292)	202,251,749
<b>Add: Items not involving movements of cash</b>		
Depreciation and amortization	101,393,270	94,661,414
Provision for finance Cost	30,783,739	30,783,739
Deferred tax expenses	2,011,799	5,345,268
Income Tax	11,862,978	32,782,820
Contribution to workers' profit participation funds	-	12,018,992
Dividend Income transfer to investing activities	(493,500)	(1,228,000)
Effects of foreign currency translation gain /(loss)	93,724,623	43,449,665
Gain /( Loss) on Investment in marketable securities	(4,607,400)	1,955,650
	<u>234,675,509</u>	<u>219,769,549</u>
<b>A. Cash generated from operations before changes in working capital</b>	<u>144,939,216</u>	<u>422,021,298</u>
Changes in working capital		
Decrease (increase) in inventories	137,613,009	333,746,644
Decrease (increase) in trade and other receivables	(615,955,697)	(482,414,578)
Decrease (increase) in advances, deposits and prepayments	(25,658,557)	(45,709,366)
Decrease (increase) in trade payables	101,265,053	114,004,525
Decrease (increase) in other payables	(933,095)	(759,301)
Decrease (increase) of Capital expenditure	(40,615,970)	271,920,805
<b>B. Total changes in working capital</b>	<u>(444,285,257)</u>	<u>190,788,730</u>
<b>C. Cash generated from operating activities (A+B)</b>	<u>(299,346,040)</u>	<u>612,810,028</u>
Less: Payments made during the year		
Tax paid	(13,699,319)	(18,969,399)
Interest paid	(66,469,186)	(13,406,412)
Workers' profit participation funds paid	-	-
<b>D. Total Payment</b>	<u>(80,168,504)</u>	<u>(32,375,811)</u>
<b>Net cash inflows from operating activities (C+D)</b>	<u>(379,514,545)</u>	<u>580,434,217</u>

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 decreased by 3.85% mainly due to average sales price has been decreased per KG from \$4.46 to \$3.46 and cost of sales increased from 79.25 % to 96.92% which affect to reduce our gross profit margin from 20.75% to 3.08% and net profit ratio from 10.36% to -5.25%.