

Matin Spinning Mills PLC

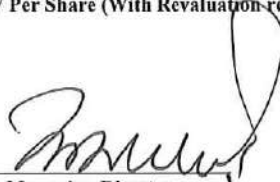
Unaudited Financial Statements

As at and for the 2nd quarter ended 31 December 2024

Matin Spinning Mills PLC
Statement of Financial Position (Unaudited)
As at 31 December 2024


[Amounts in Taka]

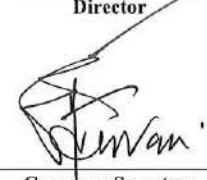
	Notes	31 December 2024	30 June 2024
ASSETS			
Non - current assets			
Property, plant and equipment	02	5,661,425,333	5,800,255,166
Right-of-use assets (ROU)		15,275,512	17,257,789
Investment	03	56,674,579	58,498,973
Capital work-in-process	04	88,038,035	49,346,980
Total non - current assets		5,821,413,458	5,925,358,908
Current assets			
Inventories	05	2,250,893,051	2,244,848,107
Accounts receivable	06	2,364,176,220	2,416,212,986
Advance, deposits and prepayments	07	668,828,773	619,067,343
Materials in transit	08	503,105,315	1,264,230,939
Cash and bank balances	09	904,868,264	188,793,283
Total current assets		6,691,871,622	6,733,152,657
Total assets		12,513,285,081	12,658,511,565
EQUITY AND LIABILITIES			
Share capital		974,900,000	974,900,000
Share premium		920,700,000	920,700,000
Retained earnings	10	2,057,817,676	2,281,634,934
Revaluation reserve	11	1,438,119,320	1,446,111,259
Total equity		5,391,536,996	5,623,346,192
Non-current liabilities			
Long term bank loan	12	668,805,109	802,013,116
Lease liability		11,576,184	11,792,769
Deferred tax liability	13	315,588,586	328,125,639
Total non-current liabilities		995,969,879	1,141,931,524
Current liabilities			
Accounts payable	14	423,028,214	361,368,036
Short term bank loan	15	4,433,597,860	4,670,394,567
Current portion of long term loan		407,771,816	407,771,816
Current portion of Lease liability		4,407,858	5,642,251
Unclaimed dividend	16	338,252,532	3,767,892
Provision & accruals	17	518,719,927	444,289,288
Total current liabilities		6,125,778,207	5,893,233,849
Total equity and liabilities		12,513,285,082	12,658,511,564
NAV Per Share (With Revaluation reserves)	24	55.30	57.68


 Managing Director


 Director


 Director


 Chief Financial Officer


 Company Secretary


Matin Spinning Mills PLC
Statement of Profit or Loss (Unaudited)
for the 2nd quarter ended 31 December 2024

[Amounts in Taka]

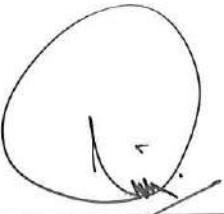
Notes	Half year ended 31 December 2024	Half year ended 31 December 2023	Period ended October 2024 to December 2024	Period ended October 2023 to December 2023
Revenue	18 4,458,987,184	3,811,885,482	2,206,465,428	1,935,197,045
Cost of goods sold	19 (3,766,336,307)	(3,543,168,335)	(1,869,036,387)	(1,724,196,106)
Gross profit	692,650,878	268,717,148	337,429,041	211,000,938
Administrative expenses	(150,328,811)	(120,675,117)	(74,921,819)	(61,817,640)
Distribution expenses	(6,000,635)	(5,143,847)	(3,226,140)	(1,877,734)
Operating Profit	536,321,432	142,898,183	259,281,081	147,305,564
Other income	20 (31,714,637)	82,883,574	36,331,108	85,928,636
Finance cost	(187,114,381)	(135,744,133)	(98,297,132)	(67,335,061)
Net profit before workers' profit participation funds & tax	317,492,414	90,037,624	197,315,057	165,899,139
Contribution to workers' profit participation funds	(15,118,686)	(4,287,506)	(9,395,955)	(4,287,506)
Net profit before taxation	302,373,727	85,750,118	187,919,102	161,611,633
Income tax	21 (59,311,952)	(39,450,375)	(39,159,171)	(19,110,065)
Deferred tax	22 11,380,238	10,223,950	5,615,058	12,235,749
Net profit after tax	254,442,013	56,523,693	154,374,989	154,737,317
Earnings Per Share (EPS)	2.61	0.58	1.58	1.59



 Managing Director



 Director



 Director



 Chief Financial Officer



 Company Secretary

Matin Spinning Mills PLC
Statement of Other Comprehensive Income (Unaudited)
for the 2nd quarter ended 31 December 2024

[Amounts in Taka]

Notes	31 December 2024	31 December 2023
Net profit after tax for the period	254,442,013	56,523,694
Revaluation reserve of land and building	-	-
Deferred tax on other comprehensive income	13.01 1,198,791	(39,872,687)
Total comprehensive income for the period	255,640,804	16,651,007



 Managing Director



 Director



 Director



 Chief Financial Officer



 Company Secretary


Matin Spinning Mills PLC
Statement of Changes in Equity (Unaudited)
for the 2nd quarter ended 31 December 2024

[Amounts in Taka]

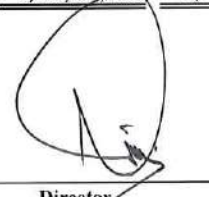
	Share Capital	Share Premium	Retained Earnings	Revaluation Reserves	Total
2nd Quarter ended 31 December 2024					
Balance at 01 July 2024	974,900,000	920,700,000	2,281,634,932	1,446,111,259	5,623,346,191
Net profit for the year	-	-	254,442,012	-	254,442,012
Dividend Paid	-	-	(487,450,000)	-	(487,450,000)
Depreciation on Revalued Assets	-	-	7,991,939	(7,991,939)	-
Deferred tax on other comprehensive income	-	-	1,198,791	-	1,198,791
Balance at 31 December 2024	974,900,000	920,700,000	2,057,817,675	1,438,119,320	5,391,536,995
2nd Quarter ended 31 December 2023					
Balance at 01 July 2023	974,900,000	920,700,000	2,494,297,899	1,463,077,552	5,852,975,451
Net profit for the year	-	-	56,523,693	-	56,523,693
Dividend Paid	-	-	(389,960,000)	-	(389,960,000)
Depreciation on Revalued Assets	-	-	8,483,147	(8,483,147)	-
Deferred tax on other comprehensive income	-	-	(39,872,687)	-	(39,872,687)
Balance at 31 December 2023	974,900,000	920,700,000	2,129,472,052	1,454,594,405	5,479,666,457



 Managing Director




 Director



 Director



 Chief Financial Officer



 Company Secretary

Matin Spinning Mills PLC
Statement of Cash Flows (Unaudited)
for the 2nd quarter ended 31 December 2024

[Amounts in Taka]

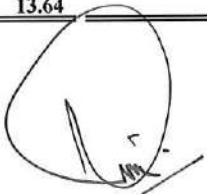
Notes	31 December 2024	31 December 2023
A. Cash flows from operating activities		
Collection from customers	4,511,721,935	3,350,119,034
Other Income	15,167,565	143,466,675
Cash generated from operations	4,526,889,500	3,493,585,709
Cash paid to employees	(303,714,939)	(234,656,814)
Cash paid to suppliers	(2,736,901,563)	(2,510,227,598)
Interest paid on loans	(106,148,521)	(98,395,399)
Income tax paid	(49,957,033)	(19,065,832)
Net cash flows from operating activities	1,330,167,443	631,240,064
B. Cash flow from investing activities		
Acquisition of property, plant and equipment	(54,359,553)	(36,188,918)
Capital work-in-process	(1,596,631)	(96,934,369)
Dividend Income	1,180,128	650,200
Investment in term deposit	(1,252,914)	-
Marketable securities	3,077,307	(2,715,015)
Interest on FDR and Bank Accounts	(26,463)	669,882
Net cash used in investing activities	(52,978,126)	(134,518,221)
C. Cash flows from financing activities		
Long term loan received	36,496,359	18,880,029
Long term loan (repaid)	(169,704,366)	(299,525,545)
Short term loan received from bank	2,773,791,929	2,048,760,425
Short term loan repaid to bank	(3,088,489,170)	(2,024,610,486)
Dividend Paid	(152,965,360)	(331,667,291)
Net cash from/(used in) financing activities	(600,870,608)	(588,162,867)
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)	676,318,709	(91,441,024)
E. Opening cash and cash equivalents	188,793,283	342,021,492
F. Effects of currency translation on cash and cash equivalents	39,756,273	19,861,568
G. Closing cash and cash equivalents (D+E+F)	904,868,264	270,442,036
Net Operating Cash Flow Per Share	25	13.64
		6.47



 Managing Director




 Director



 Director



 Chief Financial Officer



 Company Secretary

- 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 2024. 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	31 December 2024	30 June 2024
2	Property, plant and equipment			
A	NON REVALUED ASSETS:			
	Cost			
	Opening balance (at cost)		8,158,112,509	7,641,926,228
	Add : Additions		80,469,482	597,472,660
			<u>8,238,581,991</u>	<u>8,239,398,888</u>
	Less: Disposal/Adjustment		-	(81,286,379)
	Closing balance (a)		<u>8,238,581,991</u>	<u>8,158,112,509</u>
	Accumulated Depreciation			
	Opening balance		3,851,930,164	3,527,227,948
	Add : Charges for the year		211,307,376	390,763,011
			<u>4,063,237,540</u>	<u>3,917,990,959</u>
	Less: Disposal/Adjustment		-	(66,060,795)
	Closing balance (b)		<u>4,063,237,540</u>	<u>3,851,930,164</u>
	Written Down Value (a-b)		<u>4,175,344,451</u>	<u>4,306,182,345</u>
B	REVALUED ASSETS :			
	Revalued amount:			
	Opening balance (at revalued cost)		1,645,218,621	1,645,218,621
	Add : Additions		-	-
			<u>1,645,218,621</u>	<u>1,645,218,621</u>
	Less: Disposal/Adjustment		-	-
	Closing balance (a)		<u>1,645,218,621</u>	<u>1,645,218,621</u>
	Accumulated Depreciation			
	Opening balance		151,145,800	134,179,507
	Add : Charges for the year		7,991,939	16,966,293
			<u>159,137,739</u>	<u>151,145,800</u>
	Less: Disposal/Adjustment		-	-
	Closing balance (b)		<u>159,137,739</u>	<u>151,145,800</u>
	Written Down Value of Revaluation Assets (a-b)		<u>1,486,080,882</u>	<u>1,494,072,821</u>
	Total Written Down Value (A+B)		<u>5,661,425,333</u>	<u>5,800,255,166</u>
3	Investment			
	Investment in marketable securities	3.1	41,902,105	44,979,412
	Term Deposit		14,772,474	13,519,561
			<u>56,674,579</u>	<u>58,498,973</u>
	3.01 Investment in marketable securities			
	Opening balance		44,979,412	52,971,536
	Add: Addition during the year		-	-
			<u>44,979,412</u>	<u>52,971,536</u>
	Realized gain /(loss)		(71,360)	1,940,959
	Unrealized gain /(loss) for fair value adjustment :			
	Closing balance		(26,802,845)	(23,796,898)
	Opening balance		23,796,898	13,863,815
			<u>(3,005,946)</u>	<u>(9,933,083)</u>
	Closing balance		<u>41,902,105</u>	<u>44,979,412</u>
4	Capital work-in-process			
	Baro Bigha Road Construction		17,394,728	15,798,097
	MSML Internal Road Construction		7,438,955	7,438,955
	Machineries in Transit		63,204,352	26,109,928
			<u>88,038,035</u>	<u>49,346,980</u>

		Amounts in Taka		
		Notes	31 December 2024	30 June 2024
5	Inventories			
	Manufacturing Inventory	5.01	2,214,841,947	2,202,103,767
	Non Manufacturing Inventory	5.02	36,051,104	42,744,339
			<u>2,250,893,051</u>	<u>2,244,848,107</u>
5.01	Manufacturing Inventory			
	Raw cotton		1,568,718,110	1,533,005,504
	Finished yarn		304,187,954	346,454,699
	Packing materials		2,077,024	8,738,955
	Work-in-process		140,309,381	107,183,047
	Spare parts		199,549,478	206,721,562
			<u>2,214,841,947</u>	<u>2,202,103,767</u>
5.02	Non Manufacturing Inventory			
	Stock of Bandhan		706,901	2,026,514
	Stock of Stamp		49,368	49,368
	Stock of Medicine		15,744	22,485
	Construction Material		4,084,475	4,353,349
	Store Materials under Inspection		31,194,615	36,292,623
			<u>36,051,104</u>	<u>42,744,339</u>
6	Accounts receivables			
	Receivable other than related party		823,943,110	801,919,920
	Receivable from related party		1,552,838,612	1,627,596,551
	Bank interest receivable on FDR		8,409,056	7,711,071
	Provision for bad debts		(21,014,557)	(21,014,557)
			<u>2,364,176,220</u>	<u>2,416,212,986</u>
07	Advance, deposits and Prepayments			
	Advance			
	Salary & Allowances		1,534,530	1,647,530
	Prepaid Insurance		4,970,505	34,549,778
	VAT Current Account		31,074,815	17,380,340
	Construction		87,449	87,449
	Expenses		64,270,925	47,945,186
	Advance Income Tax		450,839,353	401,405,865
			<u>552,777,578</u>	<u>503,016,148</u>
	Deposits			
	Security deposit for Utilities		116,051,195	116,051,195
			<u>116,051,195</u>	<u>116,051,195</u>
			<u>668,828,773</u>	<u>619,067,343</u>
08	Materials in transit			
	Margin against Cotton		48,456,597	55,326,209
	Margin Against Bank Guarantee		14,391,356	15,193,978
	Materials In Transit		440,257,362	1,193,710,752
			<u>503,105,315</u>	<u>1,264,230,939</u>

09 Cash and bank balances	Amounts in Taka		
	Notes	31 December 2024	30 June 2024
Cash in hand		2,403,854	2,696,982
Balance in BO Account		5,358	10,005
Term Deposit		10,000,000	10,000,000
Bank balances with:			
Islami Bank Bangladesh Ltd			
Current account		1,272,782	1,260,158
Marginal deposit Account (Special)		52,531	52,531
Marginal deposit Account (Normal)		338,359	338,854
Marginal deposit Under Reserve		144,466	144,466
Foreign currency account		11,912	11,711
Exim Bank Ltd, STD account		103,005	121,737
HSBC Bank Ltd			
STD account		228,986	3,039,998
Foreign currency account		393,024,924	116,493,547
The City Bank Ltd			
STD account		10,388,482	1,782,569
Foreign currency account		77,154,829	10,727,377
Prime Bank Ltd			
STD account		1,285,380	1,285,380
Foreign currency account		193,345	190,096
Standard Chartered Bank - STD account		249,269	118,710
Dutch-Bangla Bank Limited - STD account		56,186,733	6,802,890
BRAC Bank Ltd			
STD account		-	-
Foreign currency account		12,061,805	29,209,311
Jamuna Bank Limited			
STD account		360	61,417
Foreign currency account		1,159,803	290,718
Mutual Trust Bank Ltd			
STD account		338,602,081	4,154,827
		904,868,264	188,793,283

		Amounts in Taka	
		31 December 2024	30 June 2024
10	Retained earnings	Notes	
	Opening balance		2,281,634,934
	Add: Profit made during the year		254,442,013
	Less: Dividend Paid		(487,450,000)
	Depreciation on Revalued Assets		7,991,939
	Add/(less): Deferred tax on revaluation reserve	13.02 (ii)	1,198,791
			<u>2,057,817,676</u>
			<u>2,281,634,934</u>
	11 Revaluation reserves		
	This balance consists of as follows:		
	Balance at the beginning of the year		1,446,111,259
	Addition during the year		-
			<u>1,446,111,259</u>
	Depreciation on Revalued Assets		(7,991,939)
			<u>1,438,119,320</u>
			<u>1,446,111,259</u>
	12 Long Term bank loan		
	Off Shore Loan & UPAS		1,076,576,925
	Less: Current portion of long term loan		(407,771,816)
			<u>668,805,109</u>
			<u>1,209,784,932</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		4,000,774,241
	Tax base		2,733,708,531
	Taxable Temporary difference		<u>1,267,065,710</u>
	Applicable tax rate (As per SRO 159 dated 01 June 2022 for Textile Sector)	15%	15%
	Deferred tax liability on historical cost		<u>190,059,857</u>
			<u>201,477,813</u>
	B. Deferred tax liability against revaluation reserve:		
	i) Deferred tax liability against revaluation reserve other than land		
	Carrying amount other than land		287,547,548
	Tax base		-
			<u>287,547,548</u>
	Applicable tax rate (As per SRO 159 dated 01 June 2022 for Textile Sector)	15%	15%
			<u>43,132,132</u>
			<u>44,330,923</u>

		Amounts in Taka	
		31 December 2024	30 June 2024
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	-	-
		1,371,505,300	1,371,505,300
	Applicable tax rate (6% As per section 125 of ITA)	6%	6%
		82,290,318	82,290,318
	Deferred tax liability against revaluation reserve B (i + ii)	125,422,450	126,621,241
C. Deferred tax liability on Right-of-Used (ROU) Assets:			
	Carrying amount of PV of lease obligation	15,984,042	17,435,020
	Carrying amount Right to Use Assets	15,275,512	17,257,789
	Taxable Temporary difference	708,530	177,231
	Applicable tax rate (As per SRO 159 dated 01 June 2022 for Textile Sector)	15%	15%
	Deferred tax liability on Lease	106,280	26,585
	Total Deferred tax liability (A + B+ C)	315,588,586	328,125,639
14	Accounts payable		
	Suppliers	271,001,084	271,649,879
	Expenses	146,634,553	89,177,398
	Others	5,392,576	540,760
		423,028,214	361,368,036
15	Short term bank loan		
	UPAS / EDF Loan (Raw Cotton)	4,121,127,300	4,467,649,816
	Working Capital Loan	229,983,817	201,066,952
	Liability against export bills	-	345,804
	Bank Overdraft	82,486,743	1,331,995
		4,433,597,860	4,670,394,567
16	Unclaimed dividend		
	Opening Balance	3,767,892	2,937,576
	Add: Addition during the year	487,450,000	389,960,000
	Less: Paid during the year	(152,965,360)	(389,129,683)
	Closing Balance	338,252,532	3,767,892
	Year Wise Break Up Given Belows:		
	2019-2020	1,102,837	1,102,837
	2020-2021	1,291,966	1,291,966
	2021-2022	1,335,739	1,373,089
	2023-2024	334,521,990	-
	Total	338,252,532	3,767,892

		Amounts in Taka	
		31 December 2024	30 June 2024
17	Provision & accruals		
	Provision for Income Tax	17.01	489,796,283
	Provision for workers' profit participation and welfare funds	17.02	28,923,644
			<u>518,719,927</u>
17.01	Provision for Income Tax		
	Opening Balance		430,484,331
	Add: Provision for taxation for the year (Note - 21)		59,311,952
	Less: Adjustment provision for previous years AIT		-
	Less: Adjustment provision for previous years deposit		-
	Short/(Excess) provision for taxations after final assessment order as below:		
	Adjustment of excess provision for the year 2018-2019		-
	Adjustment of short provision for the year 2019-2020		-
			<u>489,796,283</u>
			<u>430,484,331</u>
17.02	Provision for workers' profit participation and welfare funds		
	Opening Balance		13,804,957
	Add: Addition during the year		15,118,686
	Less: Paid during the year		-
	Closing Balance		<u>28,923,644</u>
			<u>25,041,678</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 December 2024	31 December 2023
18	Revenue		
	Carded Yarn	830,398,049	413,002,979
	Combed Yarn	1,176,937,917	1,644,635,062
	Slub Yarn	127,035,340	147,604,395
	Synthetic Yarn	1,071,911,297	732,966,133
	Melange Yarn	501,619,066	351,831,255
	Vortex	223,046,265	169,177,394
	Open End	501,249,433	311,824,058
	Twist	25,162,130	37,565,286
	Twisting Services Charges	1,627,688	3,278,920
		<u>4,458,987,184</u>	<u>3,811,885,482</u>
19	Cost of goods sold		
	Raw Material consumption (Note-19.01)	2,913,400,919	2,919,633,300
	Packing materials consumption (Note-19.02)	39,368,704	34,329,515
	Fiber Dyeing	20,771,413	6,680,000
	Manufacturing overhead (Note-19.03)	796,654,860	678,504,487
	Cost of goods manufacturing	<u>3,770,195,896</u>	<u>3,639,147,302</u>
	Opening work-in-process	99,183,047	74,350,938
	Closing work-in-process	(140,309,381)	(67,662,585)
	Cost of production	<u>3,729,069,561</u>	<u>3,645,835,655</u>
	Opening stock of finished yarn	341,454,699	243,445,597
	Closing stock of finished yarn	(304,187,954)	(346,112,917)
		<u>3,766,336,307</u>	<u>3,543,168,335</u>

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

Opening balance	1,533,005,504	1,221,975,884
Purchase during the year	2,949,113,524	2,728,810,824
Raw Material available for consumption	4,482,119,029	3,950,786,708
Closing balance	(1,568,718,110)	(1,031,153,408)
	<u>2,913,400,919</u>	<u>2,919,633,300</u>

19.02 Packing materials consumption

Opening balance	8,738,955	5,170,352
Purchase during the year	32,706,772	34,947,859
Packing materials available for consumption	41,445,728	40,118,211
Closing balance	(2,077,024)	(5,788,696)
	<u>39,368,704</u>	<u>34,329,515</u>

19.03 Manufacturing overhead

Salary and allowances	204,893,346	158,649,529
Repair and maintenance	6,216,839	3,991,516
BTMA certificate charges	215,000	517,875
Store and spare parts	28,699,633	31,180,000
Travelling & Conveyance	355,632	311,420
Crockeries and Canteen Expenses	596,590	152,270
Fire Fighting Expenses-factory	88,660	311,853
Factory stationeries	1,032,116	1,861,236
Fuel and lubricants	709,674	843,379
Fuel and lubricants- Generator	83,569,484	47,276,493
Fuel and lubricants- Vehicles	377,212	339,797
Electricity bill	245,333,262	219,316,364
Gas bill	24,525,516	25,678,172
Insurance premium	2,150,000	2,659,342
Testing fee	29,527	21,400
Workshop expenses	492,986	2,396,595
Depreciation	197,369,384	182,997,246
	<u>796,654,860</u>	<u>678,504,487</u>

20 Other income

Foreign currency exchange gain/(loss)	(73,032,073)	26,357,534
Gain /(Loss) on Investment in marketable securities	(3,077,307)	2,715,015
Bank interest received	671,521	1,295,726
Sales of wastage	46,686,471	49,169,488
Loss on sale of raw cotton	(6,196,753)	-
Cash Dividend (received on marketable securities)	1,180,128	650,200
Rental Income	2,933,394	
Less: Repair and maintenance	(880,018)	
Miscellaneous Income		385,511
	<u>(31,714,637)</u>	<u>82,883,574</u>

		Amounts in Taka			
		31 December 2024		31 December 2023	
21 Computation of Taxable Income & Tax Liability thereon					
A. Tax Payable on Total Taxable Income		<u>55,909,345</u>		<u>11,911,601</u>	
Reconciliation of effective tax rate		31 December 2024		31 December 2023	
		Percentage	BDT Amount	Percentage	BDT Amount
Taxable Business Income/(loss) for the current year			372,728,969		79,410,676
Tax On Business Income		15.00%	55,909,345	15.00%	11,911,601
B. Minimum Tax Payable u/s 163 of ITA					
Gross receipts during this year [Schedule-B]			4,440,517,081		3,894,769,057
Tax Rate			0.60%		0.60%
Minimum Tax u/s 82C(4)(a) of ITO 1984			<u>26,643,102</u>		<u>23,368,614</u>
C. Minimum Tax Payable u/s 163 of ITA					
Tax deducted at Source under section Section - 123 of ITA			45,206,319		17,170,982
			<u>45,206,319</u>		<u>17,170,982</u>
Gross Tax Liability (higher of A, B and C)			<u>55,909,345</u>		<u>23,368,614</u>
Tax On Other Income/(Loss)					
Reconciliation of effective tax rate		31 December 2024		31 December 2023	
		Percentage	BDT Amount	Percentage	BDT Amount
On Foreign currency exchange gain/(loss)		20.00%	(6,714,456)	20.00%	5,271,507
On Sales of wastage (balance after setting off business loss)		20.00%	9,337,294	20.00%	9,833,898
On Loss on sale of raw cotton		20.00%	-		
On Misc. Income		20.00%	-	20.00%	77,102
On Bank interest received		20.00%	134,304	20.00%	259,145
On Cash Dividend (received on marketable securities)		20.00%	241,926	20.00%	133,291
On Gain / (Loss) on Investment in marketable securities		10.00%	(7,136)	10.00%	44,798
On Rental Income		20.00%	410,675	20.00%	462,020
Tax on other income			<u>3,402,607</u>		<u>16,081,760</u>
Gross Tax Liability:					
Tax on Business Income (Higher on A, B & C)			55,909,345		23,368,614
Tax on other income			3,402,607		16,081,760
			<u>59,311,952</u>		<u>39,450,375</u>
Total Current Tax			<u>59,311,952</u>		<u>39,450,375</u>

		Amounts in Taka	
		31 December 2024	31 December 2023
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 *	4,000,774,241	3,790,879,777
	Tax base	(2,733,708,531)	(2,631,985,105)
	Taxable Temporary difference	1,267,065,710	1,158,894,671
	Tax rate	15%	15%
	(Tax rate is 15% on Textile sector as per SRO - 159 dated 01 June 2022)		
	Deferred tax liabilities as on 31 December 2024	190,059,857	173,834,201
	Deferred tax liabilities 30 June 2024	(201,477,813)	(184,008,900)
		<u>(11,417,957)</u>	<u>(10,174,699)</u>
	B. Deferred tax on Right-of-Used (ROU) Assets:		
	Carrying amount of PV of lease obligation	16,793,835	1,145,566
	Carrying amount Right to Use Assets	16,365,145	884,714
	Taxable Temporary difference	428,690	260,851
	Tax rate	15%	15%
	Deferred tax liabilities as on 31 December 2024	64,304	39,128
	Deferred tax liabilities 30 June 2024	(26,585)	(88,379)
		<u>37,719</u>	<u>(49,251)</u>
	Total Deferred Tax Expenses (A+B)	(11,380,238)	(10,223,950)
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	287,547,548	304,022,634
	Tax base	-	-
		<u>287,547,548</u>	<u>304,022,634</u>
	Applicable tax rate (As per SRO 159 dated 01 June 2022 for Textile Sector)	15%	15%
		<u>43,132,132</u>	<u>45,603,395</u>
(ii)	Deferred tax liability on capital gain on revaluation of land		
	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)	6%	3%
		<u>82,290,318</u>	<u>41,145,159</u>
	Deferred tax liability against revaluation reserve (i + ii)	125,422,450	127,893,713
	Deferred tax liabilities 30 June 2024	(126,621,241)	(88,021,026)
	Deferred tax for Statement of Other Comprehensive Income	(1,198,791)	39,872,687
	Deferred tax has been provided on Taxable Temporary difference.		
23	Earnings Per Share (EPS)		
	The computation of EPS is given below:		
	Earnings attributable to ordinary shareholders	254,442,013	56,523,694
	Weighted average number of ordinary shares outstanding at the year end	97,490,000	97,490,000
	Earnings per share (EPS)	<u>2.61</u>	<u>0.58</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	12,513,285,081	12,658,511,565
	Less: Total current liabilities	(6,125,778,207)	(5,893,233,851)
		6,387,506,874	6,765,277,714
	Deduct:		
	Long Term & deferred liabilities	(995,969,879)	(1,141,931,524)
		<u>5,391,536,995</u>	<u>5,623,346,189</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>55.30</u>	<u>57.68</u>
25	Net Operating Cash Flow Per Share		
	Cash flows from operating activities as per statement of cash flows	1,330,167,443	631,240,064
	Number of Ordinary Share at statement of financial position date	97,490,000	97,490,000
	Net Operating Cash Flow - Per Share	<u>13.64</u>	<u>6.47</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 December 31, 2024(Taka)	Status as of December 31, 2024	Closing balance as of December 31, 2023 (Taka)	Status as of December 31, 2023
Flamingo Fashions	Sister Concern	Sale of yarn	879,156,562	42,338,102	Debtor	3,507,921	Debtor
Jinnat Fashions Ltd	Sister Concern	Sale of yarn	54,376,192	9,892,997	Debtor	30,671,681	Debtor
Jinnat knitwears	Sister Concern	Sale of yarn	1,806,098,638	991,852,563	Debtor	876,863,537	Debtor
Jinnat Apparels Ltd	Sister Concern	Sale of yarn	-	43,139,613	Debtor	119,953,850	Debtor
Mawna Fashions	Sister Concern	Sale of yarn	565,758,150	42,971,675	Debtor	179,445,295	Debtor
Hamza Textiles	Sister Concern	Sale of yarn	271,251,618	353,955,867	Debtor	197,187,186	Debtor
DB Trims Ltd	Sister Concern	Sale of yarn	15,128,553	40,412,306	Debtor	61,946,881	Debtor
		Godown Rent &	14,353,145	14,353,145	Debtor	12,516,305	Debtor
DBL Distribution	Sister Concern	Fuel & Lubricant	79,667,532	162,787,040	Creditor	74,015,940	Creditor
Color City Ltd	Sister Concern	Fiber Dyeing	16,263,800	45,115,177	Creditors	29,833,036	Creditors
DBL Ceramics Ltd	Sister Concern	Tiles	485,753	2,622,414	Creditors	8,478,903	Creditors
Dulal Brothers Ltd	Sister Concern	Sale of yarn	28,483,234	6,336,879	Debtor	13,928,443	Debtor
DBL Life Style Ltd	Sister Concern	Services	141,414.50	791,921	Creditors	565,658	Creditors
DBL Textile Recycling Ltd.	Sister Concern	Rental Income	1,099,644	25,352,892	Creditors	11,937,751	Creditors
		Sale of Fiber	13,415,141				

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	31 December 2024	31 December 2023
Directors' remuneration	6,000,000	6,000,000
Board meeting fees	979,000	649,000
	6,979,000	6,649,000
b) Post employment benefit:	-	-
c) Other long-term benefit:	-	-
d) Termination benefit:	-	-
e) Share-based payment:	-	-
	6,979,000	6,649,000

27 Reconciliation of net operating cash flow

Net profit after tax	254,442,013	56,523,694
Add: Items not involving movements of cash		
Depreciation and amortization	219,299,315	203,330,273
Provision for finance Cost	77,900,534	50,494,176
Deferred tax expenses	(11,380,238)	(10,223,950)
Income Tax	59,311,952	39,450,375
Contribution to workers' profit participation funds	15,118,686	4,287,506
Dividend Income transfer to investing activities	(1,180,128)	(650,200)
Effects of foreign currency translation gain /(loss)	39,756,273	19,861,568
Investment	1,002,000	(2,715,015)
	<u>399,854,858</u>	<u>303,164,851</u>
A. Cash generated from operations before changes in working capital	654,296,871	359,688,544
Changes in working capital		
Decrease (increase) in inventories	755,080,680	693,304,492
Decrease (increase) in trade and other receivables	52,036,766	(467,225,882)
Decrease (increase) in advances, deposits and prepayments	(327,942)	(29,685,334)
Decrease (increase) in trade payables	61,660,178	107,419,857
Decrease (increase) in other payables	(1,450,978)	56,637,297
Decrease (increase) of Capital expenditure	42,877,954	79,056,497
B. Total changes in working capital	909,876,659	439,506,927
C. Cash generated from operating activities (A+B)	1,564,173,529	799,195,472
Less: Payments made during the year		
Tax paid	(49,957,033)	(19,065,832)
Interest paid	(184,049,055)	(148,889,575)
D. Total Payment	(234,006,088)	(80,168,504)
Net cash inflows from operating activities (C+D)	1,330,167,443	719,026,967

- 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 17 % mainly due to average sales price and sales Qty has been increased per KG from \$3.64 to \$3.68 and Qty from 9559 MT to 10100 MT and cost of sales decreased from 92.95 % to 84.47% which affect to increased our gross profit margin from 7.05% to 15.53% and net profit ratio from 1.48% to 5.70%.