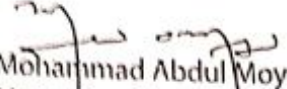


Dear Shareholders
Assalamu Alaikum Wa Rahmatullah!

We forward herewith of the First Quarter (Q1) Financial Statements (Audited) performances of the company for the 3 (Three) months period (July to September 2022) ended 30th September 2022 of H.R. Textile Mills Limited as per Regulation of the Stock Exchange (Listing) Regulations, 2015 under LR 17(1).


Mohamud Abdul Moyeed
Managing Director



First Quarter (Q1) Financial Statements (Audited)
for the 3 (three) months period ended 30th September 2022

H.R. Textile Mills Limited
Pride Hamza (5th Floor), House # 54
Road # 1, Sector # 6, Uttara
Dhaka-1230, Bangladesh
Cell: 01990409190 (Share Department)
Fax: (8802) 222299147
E-mail: hrtex_cs@pride-grp.com
www.pride-grp.com/hrt

Auditors' Report
of
H.R. Textile Mills Limited
For the year period from July 01, 2022 to September 30,2022



Solution... Begins

**Independent Auditors' Report
To the Shareholders of
H.R. Textile Mills Limited
Report on the Audit of the Financial Statements**

Opinion

We have audited the Financial Statements of H.R. Textile Mills Limited (the "Company"), which comprise Statement of Financial Position as at September 30, 2022, and the Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the period then ended, and notes to the Financial Statements, including summary of significant accounting policies and other explanatory information disclosed in notes 1 to 44 and Annexure-A & B.

In our opinion, the accompanying Financial Statements presents fairly in all material respects, the Financial Position of the Company as at September 30, 2022, and its financial performance and its Cash Flows for the period then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange rules 2020 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Risk	Our response to the risk
<p>Revenue</p> <p>As at September 30, 2022, the company has made total revenue amounting Tk. 638,596,875 reported in the financial statements which are 100% exported of Knit Fabrics and Garments product amounting Tk. 565,722,935 and 72,873,940 respectively.</p> <p>This matter is considered a key matter due to the level of judgment required to determine the timing of revenue recognition and measurement.</p>	<p>Our procedure includes:</p> <ol style="list-style-type: none"> 1. Reviewing the director's assessment of selecting the major customer, ensuring the veracity of the data presented and assessing management's consideration of this process; 2. Assessing completeness and accuracy of the data used for recognition of revenue; 3. Considering the adequacy of the financial statement disclosures contained in relation with revenue during the year; 4. Evaluating the appropriateness of the notes related to the company's revenue; and 5. Examining the long term contracts with major customers, long-term contracts make it more difficult for customers to switch vendors suddenly.
<p>Refer note no. 28.00 to the Statement of Profit or Loss and other Comprehensive Income.</p>	

Acquisition of Property, Plant & Equipment

At the end of the year the company recorded total Property, Plant & Equipment Tk. 2,339,328,599 (Carrying Amount). The company made a number of significant acquisitions for Tk. 17,556,344 the year.

There is a risk that the assets being overvalued, either by inflating cost or valuation

Our procedure includes:

1. Testing relevant controls within the purchase and measurement process of the non-current assets;
2. Recalculating the depreciation and amortization of the non-current assets;
3. Evaluating the basis for the rate of charging amortization and depreciation and determination of useful life;
4. Identifying if there is any impairment indicator; and
5. Assessing the justification of the valuation.

Refer note no. 4.00 to the Statement of Financial Position.

Stock and Stores

The company had inventory of Tk. 727,983,038 at September 30, 2022 held in the factory, store house and across multiple product lines. Inventories are carried at the lower of cost and net realizable value. As a result, the management applies judgment in determining the appropriate values for slow-moving or obsolete items.

Our procedure includes:

1. Evaluating the design and implementation of key inventory controls operating across the company, including stock in the factory and in the store house;
2. Checking the management's inventory count sheet and reconciling the count result to the inventory listing to test the completeness of data;
3. Comparing the net realizable value, obtained through a detailed review of sales subsequent to the year-end, tot the cost price of a sample of inventories;

Refer note no. 6.00 to the Statement of Financial Position.





Long Term Loan

Long term loans were taken from Mutual Trust Bank Ltd, IPDC Finance Limited and United Commercial Bank Ltd under various terms and conditions, applicable interest rate, repayment time and fund utilization make it complex audit issue.

Our procedure includes:

1. Testing the effectiveness of the company's control around the recording of loan, interest, and repayments;
2. Obtaining supporting documents of loan taken, utilization of loan, bank statements, and transaction recorded either side of the year and credit notes issued after the year-end to determine whether the amount recorded in the correct period;
3. Test interest rates application, calculation, and repayments for carrying amount and current and non-current distinguish;
4. Considering the adequacy of the company's disclosure regarding the Loan; and the result of our testing is satisfactory and we considered the carrying amount of the loan recognized to be acceptable and recorded correctly.

Refer note no. 16.00 to the Statement of Financial Position.

Measurement and Recognition Deferred Tax Liability

The Company reported net deferred tax liability total Tk. 89,403,616 as at September 30, 2022. Because of reduction in the rate of tax during the year there has been Expenses in deferred tax for Tk. 858,568.

Significant judgment is required in relation to deferred tax liability as their adjustability is dependent on forecasts of future.

Our procedure includes:

1. Evaluating the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of Deferred Tax Assets and Liabilities and the assumptions used in estimating the future taxable expense of the company;
2. Assessing the completeness and accuracy of the data used for the estimations of future taxable expense/income;
3. Evaluating the reasonableness of key assumptions, timing of reversal of temporary differences and expiration of tax loss carry forwards, recognition and measurement of Deferred Tax Liability;
4. Testing the tax implications, the reasonableness of estimates and calculations determined by management; and
5. Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Tax.

Refer note no. 19.00 to the Statement of Financial Position.

PMA



Provision for Current Income Tax	
Provision for the income tax requires the consideration of income from Export Sales and other income also consider the previous year's shortfall provision.	<p>Our procedure includes:</p> <ol style="list-style-type: none">1. Reviewing the tax calculation work flows and related details. To be specific, our substantive testing procedures included the following;2. Current tax has been calculated on the basis of add and back some inadmissible and admissible expenses respectively as per ITO 1984;3. Tax on income from export was derived properly; and3. Exclusions as allowable by the 6th Schedule-(Part A, Para 28) of ITO 1984 were applied duly.
Refer note no. 24.00 to the Statement of Financial Position.	

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual report other than the Financial Statements and our auditors' report thereon. The directors are responsible for the other information.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the Financial Statements in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 other applicable laws and regulation and the Securities and Exchange Rules 2020 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's Financial reporting process.

MA

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.


RAA



Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 2020 and relevant notifications issues by Bangladesh Securities and Exchange Commission, we also report that:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts, as records and other statutory books as required by law have been kept by the H.R. Textile Mills Limited so far as it appeared from our examination of these books;
- c) The statements of Financial Position and Statement of Profit or Loss and other Comprehensive Income dealt with by the report are in agreement with the books of accounts and returns; and
- d) The expenditure incurred was for the purposes of the Company's business.

Firms' Name : Rahman Mostafa Alam & Co., Chartered Accountants
Signature : 
Auditor's Name : Mohammad Mofizul Haque Rinku FCA, Partner/Enr No: 1204
Date : 09 NOV 2022
Place : Dhaka
DVC : 2211091204A0446409










H.R Textile Mills Limited
Statement of Financial Position
As at September 30, 2022

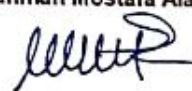
Particulars	Notes	Amount in Taka	
		September 30, 2022	June 30, 2022
ASSETS			
Non-Current Assets		2,418,944,916	2,431,739,472
Property, Plant and Equipment	4.00	2,339,328,599	2,352,342,968
Investment in FDR	5.00	79,616,317	79,396,504
Current Assets		1,595,503,190	1,547,796,055
Stocks and Stores	6.00	727,983,038	707,745,180
Trade and Other Debtors	7.00	684,928,992	682,049,353
Advances, Deposits and Prepayments	8.00	110,918,835	102,534,585
Cash and Bank Balances	9.00	71,672,325	55,466,937
TOTAL ASSETS		4,014,448,106	3,979,535,527
SHAREHOLDERS' EQUITY & LIABILITIES			
Shareholders' Equity		1,230,752,963	1,204,810,774
Share Capital	10.00	265,650,000	265,650,000
General Reserve	11.00	6,956,752	6,956,752
Tax Holiday Reserve	12.00	22,378,988	22,378,988
Dividend Equalisation Reserve	13.00	10,000,000	10,000,000
Revaluation Surplus	14.00	650,747,529	650,971,582
Retained earnings	15.00	275,019,694	248,853,452
Non-Current Liabilities		1,710,938,845	1,750,216,851
Long-term Loans-Secured, Future Maturity	16.00	1,575,702,698	1,615,926,934
Non-Convertible Callable Zero-coupon Bond	17.00	21,768,274	21,309,644
Provision for Gratuity	18.00	24,064,257	24,395,687
Deferred Tax Liability	19.00	89,403,616	88,584,586
Current Liabilities		1,072,756,298	1,024,507,902
Short-term Loans	20.00	451,585,650	368,516,487
Trade and Other Creditors	21.00	504,544,885	543,564,553
Unclaimed Dividend Account	22.00	5,662,824	5,698,781
Accrued Expenses	23.00	31,696,975	35,474,895
Provision for Current Taxation	24.00	51,669,321	42,980,558
Bills Receivable Discounted	25.00	15,919,407	16,898,858
Workers' Participation/Welfare Funds	26.00	11,677,236	11,373,770
Total Liabilities		2,783,695,143	2,774,724,753
TOTAL Shareholders' Equity & Liabilities		4,014,448,106	3,979,535,527
Net Assets Value (NAV) per share	27.00	46.33	45.35

The annexed notes from 1 to 44 and Annexure A to B form an integral part of these financial statements.

 Managing Director
 Director
 Director
 CFO, HF&A
 Company Secretary

Signed in terms of our separate report of even date.

Firms' Name : Rahman Mostafa Alam & Co. Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, Partner/Enr No: 1204

Date : 09 NOV 2022

Place : Dhaka




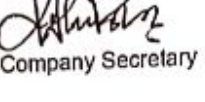
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H.R. Textile Mills Limited
Statement of Profit or Loss and other Comprehensive Income
For the period from July 01, 2022 to September 30, 2022


Particulars	Notes	Amount in Taka	
		July 1, 2022 to September 30, 2022	July 1, 2021 to September 30, 2021
Sales Revenue	28.00	638,596,875	821,063,966
Export Incentive Turnover	29.00	47,004,060	11,256,002
Cost of Goods Sold	30.00	685,600,935	832,319,968
Gross Profit		(563,885,487)	(702,632,562)
Administrative, Selling and General Expenses	31.00	121,715,448	129,687,406
Financial Expenses	32.00	(28,178,901)	(29,534,663)
Operating Profit		(57,460,422)	(75,838,406)
Other income	33.00	36,076,125	24,314,337
Profit Before contribution to WPPF		1,146,355	1,016,365
Contribution to WPPF	26.00	37,222,480	25,330,702
Net Profit before Tax		(1,772,499)	(1,206,224)
Income Tax Expenses		35,449,981	24,124,478
Current Tax	35.00	(9,547,331)	(8,658,193)
Deferred Tax	19.00	(8,688,763)	(5,337,086)
Prior Tax		(858,568)	(3,321,107)
Net Profit after tax		-	-
		25,902,650	15,466,285
Earnings per share (EPS)	37.00	0.98	0.61
Earnings per share (EPS)(Restated)	37.00	0.98	0.58

The annexed notes from 1 to 45 and Annexure A to B form an integral part of these financial statements.

 Managing Director
 Director
 Director
 CFO/HF & A
 Company Secretary

Signed in terms of our separate report of even date.

Firms' Name : Rahman Mostafa Alam & Co. Chartered Accountants

Signature : 

Auditor's Name : Mohammad Mofizul Haque Rinku FCA, Partner/Enr No: 1204

Date : 09 NOV 2022

Place : Dhaka

DVC : 2211091204A0446409





H.R Textile Mills Limited
Statement of Changes in Shareholders' Equity
For the period from July 01, 2022 to September 30,2022

Particulars	Share Capital	General Reserve	Tax Holiday Reserve	Revaluation Surplus	Dividend Equalization Reserve	Retained Earnings	Total Taka
Balance as at June 30,2022	265,650,000	6,956,752	22,378,988	650,971,582	10,000,000	248,853,452	1,204,810,774
Revaluation reserve realised				(224,053)		263,592	39,539
Net profit after Tax	-	-	-	-	-	25,902,650	25,902,650
Balance as on September 30,2022	265,650,000	6,956,752	22,378,988	650,747,529	10,000,000	275,019,694	1,230,752,963
Balance as at June 30,2021	253,000,000	6,956,752	22,378,988	651,867,794	10,000,000	198,914,119	1,143,117,653
Revaluation reserve realised	-	-	-	(224,053)	-	263,592	39,539
Net profit after Tax	-	-	-	-	-	15,466,285	15,466,285
Balance as on September 30,2021	253,000,000	6,956,752	22,378,988	651,643,741	10,000,000	214,643,996	1,158,623,477


Managing Director


Director


Director


CFO/H&A


Company Secretary


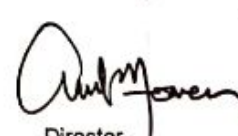







H.R. Textile Mills Limited
Statement of Cash Flows
For the period from July 01, 2022 to September 30, 2022

Particulars	Notes	Amount in Taka	
		July 1, 2022 to September 30, 2022	July 1, 2021 to September 30, 2021
Cash Flows from Operating Activities:			
Cash received from Sales and Export incentives		682,721,296	824,093,809
Exchange Fluctuation Gain/(Loss)		926,542	639,885
Receipts from Other Income		219,813	376,500
Cash paid for goods and services		(631,626,383)	(756,750,330)
Cash from operation		52,241,268	68,359,844
Interest paid		(51,859,109)	(67,505,934)
Income tax paid/deducted at sources		(8,688,763)	(5,337,086)
Net Cash Inflows from operating activities		(8,308,604)	(4,483,178)
Cash Flows from Investing Activities:			
Acquisition of property, plant and equipment	4.00	(17,556,344)	(21,447,746)
Investment in FDR	5.00	(219,813)	(376,500)
Net Cash outflows from investing activities		(17,776,157)	(21,824,246)
Cash Flows from Financing Activities:			
Long Term Loans Received/(Repaid)	16.00	(40,224,236)	(1,143,457)
Non-Convertible Callable Zero-coupon Bond	17.00	458,630	-
Short-term Loans	20.00	83,069,163	8,715,500
Cash Dividend Paid	22.00	(35,957)	(4,755,024)
Bills Receivable Discounted Received/(Repaid)	25.00	(979,451)	2,859,787
Net Cash inflow from financing activities		42,288,149	5,678,808
Net increase/(decrease) in cash and bank balances		16,205,388	(20,630,616)
Cash and bank balances on opening		55,466,937	91,594,129
Cash and bank balances at closing - Note 10		71,672,325	70,963,513
Net operating cash flows per share (NOCFPS)	38.00	(0.31)	(0.18)

Rubayyatu

 Managing Director
  Director
  Director
  CFO/IF & A
  Company Secretary



H.R. Textile Mills Limited
Notes to the Financial Statements
For the period from July 01, 2022 to September 30, 2022

Forming an Integral Part of the Financial Statements

1:00 General

a) Status and Activities:

This is a public limited company incorporated in Bangladesh under the Companies Act, 1913 on 3 December 1984 under the entrepreneurship of the Pride Group. The other shareholders are the general public and local financial institutions. The shares of the Company are listed with both the Dhaka and Chittagong Stock Exchanges in Bangladesh. The address of the registered office is B-87, Mailbag Chowdhury Para, Dhaka and the mills are located at Kamapara, Savar, Dhaka. The Company owns textile mills and its principal activities are knitting, processing and finishing of textile products and making garments.

2:00 Basis of preparation

2:01 Statement of compliance

The financial statements have been prepared in accordance with International Accounting Standards (IAS), International Financial Reporting Standards (IFRS) and the Companies Act, 1994, Income Tax Ordinance, 1984, Income Tax Rules, 1984, Value Added Tax Act, 1991 and the Value Added Tax Rules 1991, Bangladesh Securities and Exchange Rules, 2020 and other related regulations. Any abrupt changes of the policies made by the regulatory authorities may adversely affect the business of the company.

2.02 Basis of measurement

The financial statements have been prepared on historical cost basis except financial assets and liabilities which are stated at "fair value".

2.03 Functional and presentational currency

These financial statements are prepared in Bangladeshi Taka, which is the Company's functional currency.

2.04 Use of estimates and judgments

The preparation of financial statements in conformity with IAS/IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.

2.05 Reporting period

The financial reporting period of the company covers three months from July 01, 2022 to September 30, 2022.

2.06 Comparative Information and Rearrangement Thereof

In accordance with the provisions of IAS-1: Presentation of Financial Statements, Comparative Information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

2.07 Corporate Accounting Standards Practiced

IAS 1	Presentation of Financial Statements	Complied
IAS 2	Inventories	Complied
IAS 7	Cash Flows Statement	Complied
IAS 8	Accounting policies, Changes in Accounting Estimates and Errors	Complied
IAS 10	Events after the Reporting Period	Complied
IAS 12	Income Taxes	Complied
IAS 16	Property, Plant and Equipment	Complied
IAS 19	Employee Benefits	Complied
IAS 20	Accounting for Government Grants and Disclosure of Government Assistance	Complied
IAS 21	The Effects of Changes in Foreign Exchange Rates	Complied
IAS 23	Borrowing Costs	Complied





IAS 24	Related Party Disclosures	Complied
IAS 26	Accounting and Reporting by Retirement Benefit Plans	Not Applicable
IAS 27	Separate Financial Statements	Complied
IAS 28	Investments in Associates and Joint Ventures	Not Applicable
IAS 29	Financial Reporting in Hyperinflationary Economies	Not Applicable
IAS 32	Financial Instruments: Presentation	Complied
IAS 33	Earnings Per Share	Complied
IAS 34	Interim Financial Reporting	Complied
IAS 36	Impairment of Assets	Complied
IAS 37	Provision, Contingent Liabilities and Contingent Assets	Complied
IAS 38	Intangible Assets	Complied
IAS 40	Investment Property	Not Applicable

Applicable International Financial Reporting Standards (IFRSs) are as follows:

IFRS 1	First-time Adoption of Bangladesh Financial Reporting Standards	Not Applicable
IFRS 2	Share-based Payment	Not Applicable
IFRS 3	Business Combinations	Not Applicable
IFRS 4	Insurance Contracts	Not Applicable
IFRS 5	Non-current Assets Held for Sale and Discontinued Operations	Not Applicable
IFRS 6	Exploration for and Evaluation of Mineral Resources	Not Applicable
IFRS 7	Financial Instruments: Disclosures	Complied
IFRS 8	Operating Segments	Not Applicable
IFRS 9	Financial Instruments	Complied
IFRS 10	Consolidated Financial Statements	Not Applicable
IFRS 11	Joint Arrangements	Not Applicable
IFRS 12	Disclosure of Interests in Other Entities	Not Applicable
IFRS 13	Fair Value Measurement	Complied
IFRS 14	Regulatory Deferral Accounts	Not Applicable
IFRS 15	Revenue from contracts with customers	Complied
IFRS 16	Leases	Not Applicable

2.06 Component of Financial Statements

- (i) Statement of Financial Position as at September 30, 2022;
- (ii) Statement of Profit or Loss and other Comprehensive Income For the period from July 01, 2022 to September 30, 2022;
- (iii) Statements of Changes in Shareholders' Equity For the period from July 01, 2022 to September 30, 2022;
- (iv) Statement of Cash Flows For the period from July 01, 2022 to September 30, 2022; and
- (v) Notes to the Financial Statements for the period ended on September 30, 2022.

3.00 Significant accounting policies

The accounting policies set out below have been applied consistently to all period presented in these financial statements.

3.01 Property, plant and equipment

3.01.1 Recognition and measurement

3.01.2 Property, plant and equipment are measured at cost and valuation (only land) less accumulated depreciation and impairment losses, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset. It is carried at the lower of its carrying amount and fair value less cost. Any write-down is shown as an impairment loss. Cost includes expenditures that are directly attributable to the acquisition of the asset. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

3.01.2 Subsequent costs

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the statement of comprehensive Income as incurred.





3.01.3 Depreciation on property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation thereon. Depreciation is charged applying Straight Line method on all fixed assets other than land and land development. Depreciation has been charged on addition when the related asset is available for use and no depreciation has been charged when the related assets are de-recognized/disposed off. After considering the useful life of the assets as per IAS-16: Property Plant and Equipment, the depreciation rates have been applied as under which is considered reasonable by the management:

SL No.	Particular	Rate of Depreciation
1	Factory Building	2.50%
2	Plant & Machinery	7.00%
3	Factory Shed	7.50%
4	Electric, Gas, Water, Steam and Telephone Installation, Furniture & Fixture, Office Equipment, Factory Equipment and Tools & Apparatus.	10%
5	Motor Vehicle	15%

3.01.4 Impairment of assets

a) Financial Assets

Accounts receivable and others receivables are assessed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective indicates that a loss event has occurred after the initial recognition of the asset and that the loss event had a negative effect on the estimated future cash flow of that asset that can be estimated reliably. Objective evidence that financial assets are impaired can include default of delinquency by a debtor, indicates that a debtor of issuer will enter bankruptcy etc.

b) Non-Financial assets

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less cost to sell and its value in use. Carrying amount of the assets is reduced to its recoverable amount by recognizing an impaired loss is recognized immediately in statement of comprehensive income unless the asset is carried at revalued amount. Any impaired loss of a revalued asset treated as a revaluation decrease. During the year no impaired loss occurred to recognize in the Financial Statements.

3.02 Inventories

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is valued at weighted average cost method and includes costs for acquiring the inventories and bringing them to their existing locations and conditions.

3.03 Provisions

A provision is recognized on the balance sheet date if, as a result of past events, the Company has a present legal or constructive obligation that can be estimated reliably, and it is provable that an outflow of economic benefits will be required to settle the obligation.

In accordance with the guidelines as prescribed by IAS-37: Provisions, Contingent Liabilities and Contingent Assets, provisions are recognized in the following situations;

- when the company has an obligation (legal or constructive) as a result of past events;
- when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- Reliable estimates can be made of the amount of the obligation.

3.04 Earnings per share (EPS)

This has been calculated in compliance with the requirement of IAS-33: Earnings per share. Earnings per share by dividing the net earnings after Tax by the number of ordinary shares outstanding during the period.

Basic Earnings per share (Numerator /Denominator)

Earnings (Numerator)

*This represents earning for the year attributable to ordinary shareholders

No. of ordinary shares (Denominator)

This represents number of ordinary share outstanding during the period.

Diluted Earnings per share

As per the existing conditions of the loans taken by the company from various financial institutions or other contracts with various parties including employees, there is no condition related to conversion or stipulation related to share based payments for material and services supplied by them to the company. Hence, no Diluted EPS of the company has been calculated.



3.05 Revenue

In compliance with the requirements of IFRS 15 "Revenue from Contracts with Customers" revenue represents the sales proceeds which are recognized when the parties to the contract have approved the contract and are committed to perform their respective obligations; delivery are made from factory godown to carriers that is, when the significant risk and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, and there is no continuing management involvement with the goods.

3.06 Trade receivables

Trade receivables at the balance sheet date are stated at amounts which are considered realizable.

3.07 Finance Income and expenses

Finance income comprises interest income on funds invested. Interest income is recognized as it accrues. Finance expenses comprise interest expense on borrowings, bank charges and guarantee costs. All borrowing costs are recognized in the Statement of Profit or Loss and Other Comprehensive Income using the effective interest rate.

3.08 Cash and cash equivalents

It includes cash in hand and other deposits with banks which were held and available for use by the company without any restriction.

3.09 Taxation

Current tax

Provision for current income tax has been made during the year under review in respect of net profit at the rate of 15%.

Deferred tax

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the financial statement date.

3.10 Foreign Currency Transaction

Foreign currency transactions are recorded, on initial recognition in the functional currency at the spot exchange rate ruling at the transaction date.

At the end of each reporting period, in compliance with the provision of IAS 21: The Effects of Changes in Foreign Exchange Rates are determined as under:

- a) Foreign currency monetary items are translated using the closing rate.
- b) Non-monetary items that are measured in terms of historical costs in a foreign currency are translated using the exchange rate at the date of the transaction.
- c) Non-monetary items that are measured at fair value in a foreign currency is translated using the exchange rate at the date when the fair value is determined.
- d) Exchange differences arising on the settlement of monetary items or on translating monetary items at rate different from those at which they were translated on initial recognition during the year or in previous financial statements is recognized in profit or loss in the year in which they arise.

3.11 Employee Benefits:

The Company is operating Workers Profit Participation Fund (WPPF) and Welfare Fund according to Bangladesh Labour Law 2006 and Bangladesh labour (Amendments) Act 2019 are accounted for securing benefits to the employees in accordance with the provision of International Accounting Standard (IAS)-19, "Employee Benefit".

Retrial Benefits (Gratuity):

The retrial benefits (gratuity) liability for the permanent employees of the Company is accrued at one months' basic pay for each completed year of service of each employee who has completed service for six months or more.

3.12 Related party disclosure

As per IAS 24: Related Party Disclosure, parties are considered to be related if one has the ability to control or exercise significant influence over other in making financial and operating decisions.



3.13 Statement of Cash Flows

The statement of cash flows has been prepared in accordance with the requirements of IAS 7 "Statement of Cash Flows". The cash generating from operating activities has been reported using the direct method as prescribed by the Securities and Exchange Rules, 2020 and as the benchmark treatment of IAS 7 whereby major classes of gross cash receipts and gross cash payments from operating activities are disclosed.

3.14 Events after the Reporting Period

In compliance with the requirements of IAS 10 "Events after the Reporting Period" events after the reporting period that provided additional information about the company's position at the statement of financial position date are reflected in the financial statements and events after the statement of financial position date that are not adjusting events are disclosed in the notes when material.

3.15 Risk Exposure

Interest Rate Risk

Interest rate risk is the risk that company faces due to unfavorable movements in the interest rates. Changes in the government's monetary policy, along with increased demand for loans/ investments tend to increase the interest rates. Such rises in interest rates mostly affect companies having floating rate loans or companies investing in debt securities.

Management Perception

The company has mostly fixed rate loans; and accordingly, adverse, impact of interest rate fluctuation is insignificant.

Exchange Rate Risk

Exchange rate risk occurs due to changes in exchange rates. As the company imports materials and equipment from abroad and also earns revenue in foreign currency, unfavorable volatility or currency fluctuation may affect the profitability of the company. If exchange rate increases against local currency, opportunity arises for generating more profit.

Management Perception

The company's exports exceed imports; therefore, volatility of exchange rates has limited impact on profitability of the company.

Industry Risks

Industry risk refers to the risk of increased competition from foreign and domestic sources leading to lower prices, revenues, profit margin, and market share which could have an adverse impact on the business, financial condition and results of operation.

Management Perception

Management is optimistic about growth opportunity in garments and textiles sector in Bangladesh. Furthermore there is untapped international market.

Market risks

Market risks refer to the risks of adverse market conditions affecting the sales and profitability of the company. Mostly, the risk arises from falling demand for the product or service which would harm the performance of the company. On the other hand, strong marketing and brand management would help the company increase their customer base.

Management Perception

Management is fully aware of the market risk and act accordingly. Moreover the company has a strong marketing and brand management to increase the customer base and customer loyalty.

Operational Risks

Non-availabilities of materials/ equipment's/ services may affect the smooth operational activities of the company. On the other hand, the equipment may face operational and mechanical failures due to natural disasters, terrorist attacks, unforeseen events, lack of supervision and negligence, leading to severe accidents and losses.

Management Perception

The company perceives that allocation of its resources properly can reduce this risk factor to great extent. The company hedges such risks in costs and prices and also takes preventive measures therefor.





Liquidity Risk

Liquidity Risk is defined as the risk that the company will not be able to settle its obligations on time or reasonable price.

Management Perception

The company's approach to managing liquidity is to ensure, as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation. Typically, management ensures that it has sufficient cash and cash equivalent to meet expected operational expenses, including the servicing of financial obligation through preparation of the cash forecast prepared based on time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/ fund to make the expected payment within due date.

Financial risk management (IFRS 7)

Introduction

The Company's activities expose it to a variety of financial risks: credit risk, market risk (including interest rate risk and foreign currency risk), and liquidity risk. The Company's risk management focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance. The Company uses derivative financial instruments to economically hedge certain risk exposures.

Financial risk management is carried out by a central treasury department (Company Treasury) under policies approved by the Board of Directors (Treasury Policy). Company Treasury identifies, evaluates, and hedges financial risks in close co-operation with the Company's operating units. The 'Treasury Policy' provides principles for specific areas, such as credit risk, interest rate risk, foreign currency risk, use of derivative financial instruments, and investment of excess liquidity.

This note presents information about the Company's exposure to each of the risks arising from financial instruments and the Company's objectives, policies, and processes for measuring and managing risk. Further quantitative disclosures are included throughout these consolidated financial statements.

Carrying amounts of financial instruments by category.

The following table shows the carrying amounts of financial instruments by category at the end of September 30, 2022.
Maturity analysis

Particulars	Current	>30 days	> 90 days	> 1 year	Total
Cash and Cash Equivalents	71,672,325				71,672,325
Accounts Receivable			684,928,992		684,928,992
Balance at September 30,2022	71,672,325		684,928,992		756,601,317
Financial liabilities measured at amortized Cost:					
Bank Loan	451,585,650			1,575,702,698	2,027,288,348
Trade and Other Creditors			504,544,885		504,544,885
Balance at September 20,2022	451,585,650		504,544,885	1,575,702,698	2,531,833,233

Credit risks:

Credit risk is the risk of financial loss to the Company if a customer or counterparty to financial instruments fails to meet its contractual obligations, and arises principally from cash and cash equivalents, time deposits, and trade accounts receivable.

The credit risk with Accounts Receivable (see note 07) is limited, as the Company has numerous clients located in various geographical regions. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. For risk control, the customers are companied as follows (risk companies): governmental organizations, listed public limited companies, and other customers. Credit limits are established for each customer, whereby the credit limit represents the maximum open amount without requiring payments in advance or letters of credit; these limits are reviewed regularly (credit check).

The maximum exposure to credit risk is represented by the carrying amount of each financial asset, including derivative financial instruments, in the Statement of Financial Position. There are no commitments that could increase this exposure to more than the carrying amounts.



Market risks

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates, and other prices will affect the Company's result or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing the return on risk.

Interest rate risk

At the reporting date, the Company had the following interest-bearing financial instruments: cash and cash equivalents, time deposits, term deposits, and bank liabilities. All cash and cash equivalents mature or reprise in the short term, no longer than three months.

Borrowings mainly bear interest at fixed rates. Cash and cash equivalents and borrowings issued at variable rates expose the Company to cash flow interest rate risk.

The Company does not account for any fixed-rate borrowings at fair value through profit or loss. Therefore a change in interest rates at the reporting date would not affect profit or loss.

The Company Treasury manages the interest rate risk to reduce the volatility of the financial result as a consequence of interest rate movements. For the decision whether new borrowings shall be arranged at a variable or fixed interest rate, the Company Treasury focuses on an internal long-term benchmark interest rate and considers the amount of cash and cash equivalents held at a variable interest rate. Currently, the interest rate exposure is not hedged.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. Company Treasury manages the Company's liquidity to ensure sufficient liquidity to meet all liabilities when due, under both normal and stressed conditions, without facing unacceptable losses or risking damage to the Company's reputation. Excess liquidity can be invested in instruments such as time deposits, government, and corporate bonds, shares of publicly listed companies, and capital protected instruments.

The following are the contractual maturities of financial liabilities, including interest payments:

BDT	Carrying amount	Between 1 and 90 Days	Between 91 and 360 days	Between 1 and 2 years	Total
Non-derivative financial liabilities					
Bank Loan	-	-	451,585,650	1,575,702,698	2,027,288,348
Trade and Other Creditors	-	-	504,544,885	-	504,544,885
Balance at September 30, 2022	-	-	504,544,885	-	2,531,833,233

3.16 COVID-19 disclosure in the financial statements

On 30 January 2020, the World Health Organization declared the outbreak of Novel Corona Virus (COVID-19) as a pandemic, which continues to spread worldwide. In response to the outbreak, the Government of Bangladesh and stock Exchange of Bangladesh declared general holiday from 26 March 2020. Since then the Company temporarily closed its office and branches stopping all of its operations due to health concerns associated with COVID-19. While the disruption is currently expected to be temporary, there is uncertainty around the duration as well as the recovery timeline. Therefore, while the Company expects this matter to negatively impact its business. The Company has considered key accounting considerations related to conditions that may result from the COVID-19.





Notes	Particulars	Amount in Taka	
		September 30,2022	June 30,2022
4.00	Property, Plant and Equipment:		
	a) Cost		
	Opening Balance	3,657,995,867	3,401,814,481
	Add: Addition during the period	17,558,344	256,181,388
		<u>3,675,552,211</u>	<u>3,657,995,867</u>
	Less: Adjustment during the period	-	-
	SubTotal (a)	<u>3,675,552,211</u>	<u>3,657,995,867</u>
	b) Accumulated Depreciation		
	Opening Balance	1,305,652,899	1,199,853,873
	Add: Charged during the period	30,570,714	105,799,026
		<u>1,336,223,613</u>	<u>1,305,652,899</u>
	Less: Adjustment during the period	-	-
	Sub Total (b)	<u>1,336,223,613</u>	<u>1,305,652,899</u>
	Written down value (a-b)	<u>2,339,328,598</u>	<u>2,352,342,968</u>

(Details Schedule of PPE are shown In Annexure-A)

5.00	Investment in FDR		
	Opening Balance	79,396,504	15,897,500
	Add: Addition this Period	-	62,500,000
	Add: Interest charges during the period	219,813	999,004
	Closing Balance	<u>79,616,317</u>	<u>79,396,504</u>

These above mentioned amount of the FDR,s are liened against Five years IPDC Finance Ltd Guarantees amounting of Tk.78,397,500 which have been issued by IPDC Finance Ltd in favor of IPDC Finance Ltd. Hence , the same have been shown as non-current asset.

6.00 **Stocks and stores**

6.01 The make-up is as below:

		September 30,2022		June 30,2022	
		In Kg	Taka	In Kg	Taka
6.02	Stock of Yam	697,638	274,869,535	664,167	263,525,152
6.03	Stock of Dyes and Chemicals	347,749	83,485,295	255,459	84,828,140
6.04	Stock of Work-in-Process		182,585,520		184,171,796
6.05	Stock of Finished Goods		147,524,313		129,658,287
	Stock of Accessories		14,598,658		17,865,357
	Goods in Transit		11,569,865		13,659,858
			<u>714,613,186</u>		<u>693,508,590</u>
	Stock of Spares		13,369,852		14,236,590
			<u>727,983,038</u>		<u>707,745,180</u>
6.02	Stock of Yam				
	Stock of Yam	697,638	274,869,535	664,167	263,525,152
		<u>697,638</u>	<u>274,869,535</u>	<u>664,167</u>	<u>263,525,152</u>
6.03	Stock of Dyes and Chemicals				
	Dyes	46,343	41,569,865	56,957	42,105,783
	Chemicals	301,406	41,895,430	198,502	42,522,357
		<u>347,749</u>	<u>83,465,295</u>	<u>255,459</u>	<u>84,628,140</u>
6.04	Stock in Work In Process				
	Cost of Materials		113,598,658		105,936,538
	Costs of Conversion		68,986,862		78,235,258
			<u>182,585,520</u>		<u>184,171,796</u>
6.05	Stock of Finished Products				
	Finished Garments		129,854,765		43,354,766
	Knitted Fabrics	33,027	17,669,548	126,733	86,303,521
		<u>33,027</u>	<u>147,524,313</u>	<u>126,733</u>	<u>129,658,287</u>





Notes	Particulars	Amount in Taka	
		September 30,2022	June 30,2022

7.00 Trade and Others Debtors

	September 30,2022		June 30,2022	
	US\$	Taka	US\$	Taka
Export Sales Receivable (Below 180 Days)	6,327,515	628,423,992	7,129,448	648,499,353
Other Debtors	590,960	58,505,000	400,119	33,550,000
	6,918,475	684,928,992	7,529,567	682,049,353

These include a sum of Tk.58,505,000 (2022;Tk.33,550,000) due from Associates Companies, expected to be realized /adjusted within a year from the financial statement end date.

These are unsecured but considered good.

8.00 Advances, Deposits and Prepayments

Advances :		
Salary Advance	1,347,650	1,252,050
Advance Tax	1,243,500	923,000
Factory Insurance Advance	251,610	1,168,188
IPDC Finance Ltd.	8,709,484	8,709,484
Operational Advance	8,751,053	8,554,510
Elitech Engineering Co. Ltd	8,000,000	8,000,000
Tax deducted at source	48,836,087	40,147,304
	75,739,364	67,355,114
Deposits :		
Security Deposits	17,381,571	17,381,571
Bank Guarantee Margin	17,797,900	17,797,900
	35,179,471	35,179,471
	110,918,835	102,534,585

The advances are unsecured but considered good.

9.00 Cash and Bank Balances

Cash at Banks with Banks/Financial Institutions on Current Account:

Brac Bank Ltd, Dhanmondi Branch, CD A/c	14,418	14,763
Mutual Trust Bank Ltd., Gulshan Branch, CD A/c	91,805	217,707
Mutual Trust Bank Ltd., Gulshan Branch, Fund builup A/c	3,779,511	2,432,089
Mutual Trust Bank Ltd., Gulshan Branch, Dollar A/c	1,130,932	122,488
Mutual Trust Bank Ltd., Gulshan Branch, ERQ A/c	47,437	88,501
Mutual Trust Bank Ltd., Gulshan Branch, SND A/c	5,663	5,838
HSBC, Anchor Tower Branch, MDA Margin A/c	2,195,343	-
HSBC, Anchor Tower Branch, FCY A/c	212,504	97,718
HSBC, Anchor Tower Branch, CD A/c	3,938,988	422,572
Trust Bank Ltd, SKB Branch, Dollar A/c	1,087,936	6,858,938
Trust Bank Ltd, SKB Branch, FCAD A/c	25,103	318,086
Trust Bank Ltd, SKB Branch, CD A/c	50,273	1,308,972
United Commercial Bank Ltd, CD A/c	965	965
AL-Arafah Islami Bank Ltd, CD A/c	219,243	227,956
Dutch Bangla Bank Ltd., Gulsgan Branch, CD A/c	12,309,929	109,344
AB Bank Ltd, Molijheel Branch, CD A/c	82,132	144,290
AB Bank Ltd, Molijheel Branch, Notice A/c	473,155	509,112
	25,665,337	12,875,313

With Bank on Short Term Deposit Account:

Trust Bank Ltd., SKB Branch, SND A/c	42,378,392	39,078,137
Southeast Bank Ltd, Principal Branch, STD A/c	58,751	58,867
	42,437,143	39,137,004
Cash at Banks	68,102,480	52,012,317
Cash in Hand	3,569,845	3,454,620
	71,672,325	55,466,937



Notes	Particulars	Amount in Taka	
		September 30, 2022	June 30, 2022
10.00	Share Capital		
10.01	Authorized:		
	100,000,000 Ordinary Shares of Tk. 10 each	1,000,000,000	1,000,000,000
10.02	Issued, Subscribed and Paid-up:		
	26,565,000 Ordinary Shares of Tk. 10 each fully paid-up	265,650,000	265,650,000
	14,000,000 Ordinary Shares of Tk. 10 each fully paid-up in cash	140,000,000	140,000,000
	11,300,000 Ordinary Shares of Tk. 10 each fully paid-up in cash	113,000,000	113,000,000
	1,265,000 Ordinary Shares of Tk. 10 each issued as fully paid-up bonus shares	12,650,000	12,650,000
		265,650,000	265,650,000

10.03 Composition of Shareholdings:

Classes of Holdings	September 30, 2022		June 30, 2022	
	No. of Shares	%	No. of Shares	%
Sponsors	13,449,047	50.63	13,449,047	50.63
Financial Institutions	1,649,515	6.21	1,610,080	6.08
General Public	11,466,438	43.16	11,505,873	43.31
	26,565,000	100.00	26,565,000	100.00

Distribution schedule-Disclosures Under the Listing Regulations of Stock Exchanges:

The distribution schedule showing the number of shareholders and their share holdings in percentage has been disclosed below as a requirement of the Stock Exchanges (Listing) Regulations, 2015.

Shareholdings range in number of shares	2022			2021		
	No. of Shareholder	No. of Shares	Holdings %	No. of Shareholders	No. of Shares	Holdings %
1-499	6,929	1,916,330	7.21	6,278	1,760,957	6.95
500-500	3,746	1,873,000	7.05	3,264	1,632,000	6.45
501-2000	917	2,017,400	7.59	710	1,574,543	6.22
2001-5000	523	1,478,521	5.57	565	1,808,000	7.15
5001-10000	121	877,492	3.30	195	1,375,140	5.44
10001-50000	47	1,598,000	6.02	49	1,617,000	6.39
50001-100000	5	445,000	1.67	5	440,000	1.73
100001-250000	9	1,899,000	7.15	6	1,272,000	5.03
250001-500000	2	1,011,210	3.81	2	1,011,741	4.00
500001 and above	6	13,449,047	50.63	6	12,808,619	50.63
Total	12,305	26,565,000	100.00	11,080	25,300,000	100.00

10.04 Year wise break-up of the issue:

Date	Particulars	Shares	2022 (Taka)	2021 (Taka)
3/12/1984	Subscribed Capital as per Memorandum and Articles of Association at the time on Incorporation (4,000 of Tk. 100 each)	4,000	400,000	400,000
25/06/1987	28,100 Bonus Shares of Tk.100 each issued	28,100	2,810,000	2,810,000
10/2/1995	1,500 Bonus Shares of Tk.100 each issued	1,500	150,000	150,000
27/03/1995	366,400 Bonus Shares of Tk.100 each issued	366,400	36,640,000	36,640,000
6/4/1995	400,000 Bonus Shares of Tk.100 each issued	400,000	40,000,000	40,000,000
14/12/1995	200,000 Bonus Shares of Tk.100 each issued	200,000	20,000,000	20,000,000
19/12/1996	1,000,000 shares issued through Public offering (1,000,000 Shares of Tk.100 each)	1,000,000	100,000,000	100,000,000
28/03/2011	10% Shares issued as Bonus (200,000 Shares of Tk. 100 each)	200,000	20,000,000	20,000,000
29/03/2012	15% Shares issued as Bonus (330,000 Shares of Tk. 100 each)	330,000	33,000,000	33,000,000
24/01/2022	5% Shares issued as Bonus (1,265,000 Shares of Tk. 100 each)	126,500	12,650,000	-
	Total	2,656,500	265,650,000	253,000,000

10.5 Option on unissued shares:

There is no option regarding authorized capital not yet issued but can be used to increase the issued, subscribed and paid up capital through the issuance of new shares.





Notes	Particulars	Amount in Taka	
		September 30,2022	June 30,2022
11.00	General Reserve		
	Opening and Closing Balance	6,956,752	6,956,752
		<u>6,956,752</u>	<u>6,956,752</u>
12.00	Tax Holiday Reserve		
	Opening and Closing Balance	22,378,988	22,378,988
		<u>22,378,988</u>	<u>22,378,988</u>
13.00	Dividend Equalisation Reserve		
	Opening and Closing Balance	10,000,000	10,000,000
		<u>10,000,000</u>	<u>10,000,000</u>
14.00	Revaluation Surplus		
	Revaluation Surplus	650,971,582	651,807,704
	Transferred to retained earnings	(224,053)	(898,212)
	Closing Balance	<u>650,747,529</u>	<u>650,971,582</u>
	M/S. Ahmad and Akhtar & Co. Chartered Accountants , Dhaka, Bangladesh (the valuer) revalued the Factory Lands & Building as of December 31,2018 at "Current Cost Accounting Method (CCA)". Due to the revaluation , a net revaluation surplus amounting to Tk.686,195,360.00 arose and accounted for.		
15.00	Retained earnings		
	Balance as on June 30,2022	248,853,452	198,914,110
	Total Comprehensive income for the period:		
	Profit for the period	25,902,650	74,184,005
	Revaluation reserve realised	283,592	1,054,388
		<u>275,019,694</u>	<u>274,153,452</u>
	Dividend during the period:		
	Final dividend for previous year (Bonus Share)	-	(12,650,000)
	Final dividend for previous year (cash)	-	(12,650,000)
	Balance as on September 30,2022	<u>275,019,694</u>	<u>248,853,452</u>
16.00	Long-term Loan -Secured Future Maturity		
	Mutual Trust Bank Limited, Gulshan Branch, Dhaka	16.01	937,022,439
	IPDC Finance Ltd,Hosna Centre (4th Floor),106 Gulshan Avenue, Dhal	16.02	336,479,748
	United Commercial Bank Ltd. Gulshan Corporate Branch	16.03	302,200,511
			<u>1,575,702,698</u>
			<u>1,615,926,934</u>
16.01	The movement of loan is as follows:		
	Opening Balance	956,293,060	987,768,518
	Received this period	-	55,073,745
	Add. Interest during the period	26,234,654	97,502,431
		<u>982,527,714</u>	<u>1,140,344,694</u>
	Current Maturity during the period	(45,505,275)	(184,051,634)
	Closing Balance	<u>937,022,439</u>	<u>956,293,060</u>
	The loan has been taken from Mutual Trust Bank Ltd,Gulshan Branch for import of Plant and machinery.The loan carries interest at 9% and is repayable in 16 Quarterly installments,starting from 11 July, 2021.The loan is secured by hypothecation of stock, machinery, equipment and book debts.		
16.02	The movement of loan is as follows:		
	Opening Balance	343,541,632	143,787,678
	Received this year	-	250,000,000
	Add: accrued Interest	11,219,060	23,297,040
		<u>354,760,692</u>	<u>417,084,718</u>
	Current Maturity	(18,280,944)	(73,543,088)
	Closing Balance	<u>336,479,748</u>	<u>343,541,632</u>
	The term loan facility has been taken from IPDC Finance Limited, Head office : Hosna Centre (4th Floor),106 Gulshan Avenue, Dhaka-1212, Bangladesh, for construction of effluent treatment plant.. The loan carries interest at 15% and is repayable in 72 equal monthly installments, starting from 25 November 2019.		





Notes	Particulars	Amount in Taka	
		September 30, 2022	June 30, 2022
16.03	The movement of loan is as follows:		
	Opening Balance	316,002,242	350,397,730
	Paid during this year	-	(10,031,011)
	Accrued Interest	0,120,117	45,308,200
		<u>325,212,359</u>	<u>384,674,037</u>
	Current Maturity	(23,011,848)	(78,881,795)
	Closing Balance	<u>302,200,511</u>	<u>316,002,242</u>
	The loan has been taken from United Commercial Bank Ltd, Corporate Branch, Plot CWS (A)1, Road 34, Gulshan Avenue, Dhaka-1212 for Working Capital requirement. The loan carries interest at 0% and is repayable in 12 months. The loan is secured by hypothecation of stock, machinery, equipment and book debts.		
17.00	Non-Convertible Callable Zero-coupon Bond		
	Opening Balance	21,300,044	-
	Received this period	-	20,000,000
	Accrued Interest	458,830	1,300,044
	Closing Balance	<u>21,768,274</u>	<u>21,300,044</u>
	The Bond amount was received pursuant to BSEC Sanction No. BSEC/CI/DS-148/2021/454 Date 15 July 2021.		
18.00	Provision for Gratuity		
	Opening Balance	24,305,687	20,000,182
	Contribution during this period	1,084,265	3,055,180
		<u>25,469,952</u>	<u>30,051,362</u>
	Paid during this period	(1,305,005)	(5,855,075)
	Closing Balance	<u>24,064,257</u>	<u>24,306,687</u>
19.00	Deferred Tax Liability		
	Opening Balance	88,584,588	85,348,514
	Charged to profit or loss account during the period	858,588	3,304,227
	Adjustment for depreciation of revalued assets	(30,530)	(158,156)
	Closing balance	<u>89,403,616</u>	<u>88,584,588</u>
	A. Property, Plant and Equipment (PPE)		
	WDV of Accounting Base	1,857,087,110	1,660,837,807
	WDV of Tax Base	1,248,058,453	1,285,101,585
	Taxable temporary difference	410,128,686	404,736,312
	Tax rate	15%	15%
	Deferred tax liability/(asset)	<u>61,519,300</u>	<u>60,710,447</u>
	B. Deferred Tax on Gratuity Position		
	Opening balance of deferred tax liability for gratuity provision	(3,850,353)	(3,014,427)
	Addition during the period	40,715	255,074
	Deferred tax liability (asset)	<u>(3,609,638)</u>	<u>(3,059,353)</u>
	C. Deferred Tax on Revaluation		
	Revalued value of land	644,020,825	644,020,825
	Revalued value of other than land	30,220,855	30,484,447
	Tax Rate		
	On land	4%	4%
	On other than land	15%	15%
	Deferred tax liabilities		
	For land	25,760,825	25,760,825
	For other than land	5,733,120	5,772,887
	Deferred tax liability (asset)	<u>31,493,953</u>	<u>31,533,402</u>
	Total (A+B+C)	<u>89,403,616</u>	<u>88,584,588</u>
	Calculation of deferred tax charged on Profit and Loss Account:		
	Deferred tax liability other than revalued asset as on June 30, 2022	57,051,094	53,050,887
	Deferred tax liability other than revalued asset as on September 30, 2022	57,800,882	57,051,094
		<u>858,588</u>	<u>3,304,227</u>
20.00	Short-term Loans		
	Bank Overdrafts	21.01 51,128,078	51,180,882
	Time Loan	21.02 20,175,175	25,500,881
	Loan against Trust Receipts	21.03 31,234,453	27,840,520
	Current Maturity of long-term loans	21.04 343,047,044	283,020,588
		<u>451,585,650</u>	<u>388,516,487</u>





Notes	Particulars	Amount in Taka	
		September 30,2022	June 30,2022
20.01	Bank Overdrafts		
	Trust Bank Ltd, SKB Branch	51,128,078	51,160,682
		<u>51,128,078</u>	<u>51,160,682</u>
	These are secured.		
20.02	Time Loan		
	9% Loan	21.02.1 26,175,175	25,586,681
		<u>26,175,175</u>	<u>25,586,681</u>
21.02.1	The movement of loan is as follows:		
	Opening Balance	25,586,681	29,148,690
	Paid during this period	-	(4,298,690)
	Accrued Interest	588,494	736,681
	Closing Balance	<u>26,175,175</u>	<u>25,586,681</u>
	The loan has been taken from Trust Bank Ltd, Sena Kalyan Bhaban Branch, 195 Motijheel C/A, Dhaka-1000 for Working Capital requirement. The loan carries interest at 9% and is repayable in 12 months.		
20.03	Loan against Trust Receipts		
	Opening Balance	27,848,520	9,357,890
	Loan received this period	3,385,927	27,848,520
	Less: Paid during this period	-	(9,357,890)
	Closing Balance	<u>31,234,453</u>	<u>27,848,520</u>
20.04	Current Maturity of long-term loans		
	Mutual Trust Bank Limited, Gulshan Branch, Dhaka	21.04.1 171,685,299	133,380,745
	IPDC Finance Ltd, Hosna Centre (4th Floor), 106 Gulshan Avenue, Dhal	21.04.3 69,769,002	51,958,058
	United Commercial Bank Ltd, Gulshan Corporate Branch	21.04.4 101,593,643	78,581,795
	Closing Balance	<u>343,047,944</u>	<u>263,920,598</u>
21.04.1	The movement of loan is as follows:		
	Opening Balance	133,380,745	158,205,896
	Current Maturity this period	45,505,275	184,051,634
		<u>178,886,020</u>	<u>342,257,630</u>
	Paid during this period	(7,200,721)	(208,876,885)
	Closing Balance	<u>171,685,299</u>	<u>133,380,745</u>
	The loan has been taken from Mutual Trust Bank Ltd, Gulshan Branch for import of Plant and machinery. The loan carries interest at 9% and is repayable in 16 Quarterly installments, starting from 11 July, 2021. The loan is secured by hypothecation of stock, machinery, equipment and book debts.		
21.04.2	The movement of loan is as follows:		
	Opening Balance	51,958,058	24,802,620
	Current Maturity this period	18,280,944	73,543,086
		<u>70,239,002</u>	<u>98,345,706</u>
	Paid during this period	(470,000)	(46,387,648)
	Closing Balance	<u>69,769,002</u>	<u>51,958,058</u>
	The term loan facility has been taken from IPDC Finance Limited, Head office : Hosna Centre (4th Floor), 106 Gulshan Avenue, Dhaka-1212, Bangladesh, for construction of effluent treatment plant.. The loan carries interest at 15% and is repayable in 72 equal monthly installments, starting from 25 November 2019.		
21.04.3	The movement of loan is as follows:		
	Opening Balance	78,581,795	-
	Current Maturity this period	23,011,848	78,581,795
		<u>101,593,643</u>	<u>78,581,795</u>
	Paid during this period	-	-
	Closing Balance	<u>101,593,643</u>	<u>78,581,795</u>
	The loan has been taken from United Commercial Bank Ltd, Corporate Branch, Plot CWS (A)1, Road 34, Gulshan Avenue, Dhaka-1212 for Working Capital requirement. The loan carries interest at 9% and is repayable in 60 installments. The loan is secured by hypothecation of stock, machinery, equipment and book debts.		





Notes	Particulars	Amount in Taka	
		September 30, 2022	June 30, 2022
21.00 Trade and Other Creditors		September 30, 2022	
		US\$	Taka
	For Import Purchases	4,990,112	495,763,160
	For Local Purchases		8,142,980
	For Staff Income Tax		638,745
			<u>504,544,885</u>
		June 30, 2022	
		US\$	Taka
		<u>5,744,216</u>	533,445,314
			9,150,190
			699,049
			<u>543,564,553</u>
	These are unsecured but creditors for import purchases are against back to back LCs.		
22.00 Unclaimed Dividend Account			
	Opening Balance	5,698,781	9,507,557
	Refund Warrant		371,459
	Addition during this period		12,550,000
	Sale of Fractional Bonus share		276,258
		<u>5,698,781</u>	<u>22,805,269</u>
	Less: Transfer to Capital Market Stabilization Fund (CMSF)		(5,177,157)
		<u>5,698,781</u>	<u>17,327,938</u>
	Payment during this period	(35,957)	(11,829,157)
		<u>5,662,824</u>	<u>5,698,781</u>
	As per direction of BSEC the Company subsequently deposit the mentioned amount on September 28, 2021 for the purpose of transferring the amounts held against unclaimed or undistributed or unsettled dividend in cash to the Capital Market Stabilization Fund (CMSF).		
23.00 Accrued Expenses			
	Gas Expenses (Factory)	15,718,615	15,125,133
	Electricity Bill	223,570	188,269
	Telephone	80,820	145,240
	Salaries, Wages and Allowances	15,565,845	19,533,733
	Legal Fee	15,000	60,000
	Auditors' Fee (including Vat)	43,125	172,500
	AGM Expenses	50,000	250,000
		<u>31,696,975</u>	<u>35,474,895</u>
24.00 Provision for Current Taxation			
	Opening balance	42,980,558	49,803,043
	Addition during the period	8,688,763	18,910,163
		<u>51,669,321</u>	<u>68,713,206</u>
	Paid during the period		(25,732,648)
	Closing Balance	<u>51,669,321</u>	<u>42,980,558</u>





Notes	Particulars	Amount in Taka	
		September 30, 2022	June 30, 2022
25.00	Bills Receivable Discounted		
	Opening Balance	10,000,000	10,043,340
	Discounted during the period	50,000,002	150,000,430
		<u>73,787,700</u>	<u>173,930,770</u>
	Collected during the period	(57,030,353)	(187,031,021)
	Closing Balance	<u>16,910,407</u>	<u>16,899,850</u>
26.00	Workers' Participation/Welfare Funds		
	Opening Balance	11,373,770	13,303,070
	Payment during this period	(1,051,320)	(7,200,042)
		<u>9,722,441</u>	<u>6,037,234</u>
	Contributions for the period	1,772,400	4,003,743
	Interest during the period	102,200	432,793
	Closing Balance	<u>11,677,230</u>	<u>11,373,770</u>

Interest has been provided on the funds balance in terms of the Bangladesh Labour Law

27.00	Net Assets Value (NAV) per Share		
	Total Assets	4,014,440,100	3,070,000,000
	Total Liabilities	(2,783,000,143)	(2,774,724,703)
	A. Net Assets	<u>1,230,782,000</u>	<u>1,204,810,774</u>
	B. Number of ordinary of shares	<u>20,000,000</u>	<u>20,000,000</u>
	Net Assets Value (NAV) per Share (A/B)	<u>46.33</u>	<u>46.30</u>

The NAV per share increased mainly due to revaluation surplus detailed in note 14.





Notes	Particulars	Amount in Taka			
		July 1, 2022 to September 30, 2022		July 1, 2021 to September 30, 2021	
28.00	Sales	July 1, 2022 to September 30, 2022		July 1, 2021 to September 30, 2021	
		Quantity	USD	Quantity	USD
	Export sales:		Taka		Taka
	Knit Fabrics (Kgs)	767,810	5,766,260	164,210	1,010,801
	Garments (pcs)	226,010	753,660	3,462,624	8,601,187
	Total	6,510,930	638,596,876	9,710,008	821,063,066

29.00 Export Incentives

Cash Incentive

47,004,060 11,250,002

47,004,060 11,250,002

30.00 Cost of Goods Sold

30.01 The break-up is as follows:-

Materials Consumed	30.02	489,890,052	603,470,722
Salary, Wages and Allowances	30.03	67,266,004	60,736,627
Tiffin & Entertainment Expenses		240,000	264,042
Depreciation	Annexure A	24,458,671	21,704,843
Stores and Spares Consumed		306,886	416,246
Factory Conveyance		226,047	236,046
Power and Gas		22,898,668	26,433,231
Gratuity		736,886	740,960
Vehicle expenses		408,388	385,843
Repairs and Maintenance		365,007	376,090
Packing & Loading Expenses		376,900	390,604
Import Landing, Clearing and Insurance		360,066	306,947
Factory Stationery Expenses		319,004	312,648
Carriage Inward and Outward		878,863	860,468
Knitting, Sewing & Processing Charge		871,553	860,496
Factory Insurance		910,656	884,470
Sewing Machine Rental		-	226,006
Miscellaneous		26,000	67,600
Total Manufacturing Costs for the year		600,106,237	710,713,661
Add Opening Work in Process		104,171,700	170,047,726
Total Manufacturing Costs		704,277,937	880,761,387
Less Closing Work in Process		102,686,620	170,863,103
Cost of Goods Manufactured		601,591,317	709,898,284
Add Opening Finished Goods		120,868,287	106,040,861
Cost of Goods available for use		722,459,604	815,939,145
Less Closing Finished Goods		147,524,313	110,110,782
Cost of Goods Sold		574,935,291	705,828,363

30.02 Materials Consumed

	July 1, 2022 to September 30, 2022		July 1, 2021 to September 30, 2021	
	Quantity (Kg.)	Taka	Quantity (Kg.)	Taka
Yarn	857,200	330,876,120	1,027,887	380,774,682
Dyes	77,601	67,600,744	103,423	88,076,042
Chemicals	262,110	64,330,600	476,413	85,360,846
Accessories		18,886,603		81,308,463
Total Materials Consumption		480,693,067		605,470,033

30.03 Salaries, Wages and Allowances

	No. of Employees	Taka	No. of Employees	Taka
Employees drawing Tk.8,000 or more per month	1,895	67,266,004	1,021	60,736,627
Employees drawing less than Tk.8,000 per month	-	-	-	-
Total	1,895	67,266,004	1,021	60,736,627





Notes	Particulars	Amount in Taka	
		July 1, 2022 to September 30, 2022	July 1, 2021 to September 30, 2021

31.00 Administrative, Selling and General Expenses

31.01 The break-up is as below:

Directors' Remuneration	31.02	700,000	700,000
Salaries and Allowances	31.03	10,080,548	10,165,074
Security Service charges		-	221,113
Depreciation	Annexure-A	0,114,143	5,440,081
Electricity Expenses		705,517	660,601
Postage, Courier, Telephone and Fax		330,007	425,400
Form & Stamp		300,053	402,540
Gratuity		320,500	205,335
Travelling and Conveyance		350,500	355,840
Legal and Professional Expenses		15,000	16,000
Auditors' Fee-Note 32.2		43,125	43,125
A.G.M Expenses		72,150	82,150
Registration and Fees		215,050	314,042
Staff welfare		225,450	347,700
Stationery Expenses		232,720	330,104
Office Repairs and Maintenance		210,500	400,007
Vehicle Expenses		441,810	438,031
Entertainment Expenses		225,007	323,000
Central fund for RMG		215,350	100,503
Buying House Commission		350,050	425,400
Freight Charges & Freight out		300,045	075,040
Garments Testing & Inspection Charges		450,501	557,003
Miscellaneous		85,040	105,484
		<u>20,170,901</u>	<u>20,534,663</u>

31.02 No remuneration or fee, other than that specified in note 30 was paid to directors and auditors.

31.03 Salaries and Allowances:

	No of Employees	Taka	No of Employees	Taka
Employees drawing Tk.8,000 or more per	160	10,080,548	171	10,165,074
Employees drawing less than Tk.8,000 per	-	-	-	-
	<u>166</u>	<u>10,080,548</u>	<u>171</u>	<u>10,165,074</u>

32.00 Financial Expenses

Interest Expenses	32.01	52,500,003	67,505,034
Bank Charges		4,050,519	8,332,472
		<u>57,460,422</u>	<u>75,838,406</u>

32.01 Interest expense is as follows:

Interest on Workers' Participation/Welfare Funds	183,104	210,050
Interest on Long Term Loans	35,354,772	30,833,422
Interest on Non-Convertible Callable Zero-coupon Bond	458,030	2,205,874
Interest on Bills Discounted	2,830,787	1,401,027
Interest on Bank Overdraft	1,160,051	10,724,073
Interest on Time Loan	580,494	153,334
Interest on Trust Receipts	601,045	4,847,448
Interest on Lease Finance	11,219,080	-
	<u>52,500,903</u>	<u>67,505,934</u>

33.00 Other Income

Interest in FDR	219,813	376,500
Exchange Fluctuation Gain/(Loss)	928,542	639,885
	<u>1,148,355</u>	<u>1,016,385</u>

34.00 Event after Balance Sheet Date:

The Board of Directors of the Company in its meeting held on October 27, 2022 (2021: 27 October 2021) recommended 5% cash dividend i.e., Tk. 0.50 per share of Tk. 10.00 each and 10% stock dividend (2021 : 5% cash dividend and 5% stock dividend) for all Shareholders of the company subject to their approval in the AGM.





Notes	Particulars	Amount in Taka	
		July 1,2022 to September 30,2022	July 1,2021 to September 30,2021
35.00	Current Tax		
	A. Regular Tax		
	Profit before tax	35,449,981	24,124,478
	Depreciation as per Accounting base	30,570,714	27,243,304
		<u>66,020,695</u>	<u>51,367,782</u>
	Depreciation as per Tax base	(31,848,350)	(48,780,861)
		<u>34,172,344</u>	<u>2,586,921</u>
	Provision for Gratuity for the period	1,064,265	1,036,285
		<u>35,236,609</u>	<u>3,623,206</u>
	Other income (Separate calculation)	1,146,355	-
		<u>36,382,964</u>	<u>3,623,206</u>
	Payment for Grauity	(1,395,695)	(1,375,850)
		<u>34,987,269</u>	<u>2,247,356</u>
	Tax Rate @ 15%	5,248,090	337,103
	B. Minimum Tax on gross receipt @.30%	2,060,242	2,500,009
	C. Tax Deducted at Source U/S-52	8,688,763	5,337,086
	Current tax expenses (Higher of A,B,C)	<u>8,688,763</u>	<u>5,337,086</u>

36.00 Remuneration/Payments to Directors/Officers:

36.01 The aggregate amount paid/provided during the period in respect of directors and officers of the Company as defined in the Securities and Exchange Rules,2020 are disclosed below :

Particulars	Directors		Officers	
	700,000	-	700,000	-
Remuneration	700,000	-	700,000	-
Basic salary	-	9,687,542	-	9,457,895
House Rent Allowance	-	4,465,984	-	4,599,740
Other benefits and perquisites	-	1,933,022	-	2,109,239
	<u>700,000</u>	<u>16,086,548</u>	<u>700,000</u>	<u>16,165,874</u>

36.02 No compensation was allowed by the Company to its Managing Director.

36.03 No amount of money was spent by the Company for compensating any member of the Board for services rendered except as stated above.

37.00 Earnings per share

37.01 Basic earnings per share

Earnings Per Share (EPS) is calculated in accordance with International Accounting Standard (IAS) 33 : Earnings Per Share
The composition of EPS is given below:

A. Earnings attributable to the Ordinary Shareholders (net Profit after tax)	25,902,650	15,466,285
B. Number of ordinary of shares outstanding during the year	26,565,000	25,300,000
Earning Per Share (EPS) (A/B)	<u>0.98</u>	<u>0.61</u>

37.02 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.

38.00 Net Operating Cash Flows per Share (NOCFPS):

Cash flows from Operating Activities:

Cash received from Sales , Export incentives and Others	682,721,296	824,093,809
Receipts from Other Income	1,146,355	1,016,365
Cash paid for goods and services	(631,626,383)	(756,750,330)
Cash from operation	<u>52,241,268</u>	<u>68,359,844</u>
Interest paid	(51,859,109)	(67,505,934)
Income tax paid/deducted at sources	(8,688,763)	(5,337,086)
Net Cash inflows from operating activities	<u>(8,306,604)</u>	<u>(4,483,176)</u>
Divided by number of ordinary of shares	26,565,000	25,300,000
Net operating cash flows per share (NOCFPS)	<u>(0.31)</u>	<u>(0.18)</u>

NOCFPS became significantly positive mainly due to increased collections from Sales and Export Incentive.





Notes	Particulars	Amount in Taka	
		July 1, 2022 to September 30, 2022	July 1, 2021 to September 30, 2021

39.00 The capacity and actual production of the Company are as below :

Item	Capacity	Actual Production	Percentage (%) of achievement
Finished Garments (Lao Pcs.)	27	2.27(2021:24.62)	8.41(2021:91.18%)
Knit Fabrics (MTs.)	1,500	1194.52(2021:1343)	79.63(2021:89.53%)

40.00 The Company has obtained bank credit facilities from the following banks:

Bank & Branch Name	Type of facility	Limit	Utilised	Unutilised	
				September 30, 2022	June 30, 2022
		Taka	Taka	Taka	Taka
Trust Bank Ltd	B to B L/C ,EDF & Slight	050,000,000	184,584,520	465,415,480	483,451,480
SKB Branch, Dhaka	IBP (Inner Limit B to B L/C ,EDF & Slight)	70,000,000	-	70,000,000	70,000,000
	Trust receipt(B to B L/C ,EDF & Slight)	40,500,000	31,234,453	9,265,547	12,851,474
	Overdraft	50,000,000	51,160,682	(1,160,682)	(1,160,682)
	Bank Gurantee	1,000,000	-	1,000,000	19,603,400
	Time Loan	-	-	-	4,413,319
		701,000,000	266,979,655	544,520,345	598,958,991
Mutual Trust Bank Ltd	B to B L/C ,EDF & Slight	1,000,000,000	189,588,422	810,431,578	807,451,350
Gulshan Branch, Dhaka	Secured Overdraft	150,000,000	-	150,000,000	150,000,000
	FDBP/IDBP	100,000,000	-	100,000,000	90,812,828
	Term Loan	1,080,000,000	1,108,707,738	(48,707,738)	(29,673,805)
		2,310,000,000	1,298,276,160	1,011,723,840	1,018,390,371
HSBC	Export Cash Limit	147,000,000	15,919,407	131,080,593	130,101,142
Anchor Tower, 108 Bir Uttam C R Dutta Road, Dhaka- 1205	Import Line	718,000,000	159,751,530	558,248,470	531,631,858
	Overdraft	50,000,000	-	50,000,000	50,000,000
	Bank guarantee	18,000,000	15,466,200	2,533,800	202,100
	Loan Line	54,540,000	-	54,540,000	54,540,000
		985,540,000	191,137,137	794,402,863	766,475,098

41.00 The analysis of consumption of materials and spares as to origin is as below:

	September 30, 2022		June 30, 2022	
	Taka	%	Taka	%
Imported	123,814,957	26.30	168,985,424	27.98
Local	346,386,780	73.70	434,908,543	72.02
	470,001,737	100.00	603,893,967	100.00

42.00 Reconciliation of net operating cash flow

Profit after tax		25,902,850	15,466,285
Depreciation		30,570,714	27,243,304
Changes in:			
Stock and Stores		(20,237,858)	(26,556,286)
Trade and other Debtors		(2,879,839)	(8,226,159)
Advance Deposit and Prepayments		(8,384,250)	(4,441,650)
Trade Creditors		(39,019,669)	(19,017,829)
Accrued Expenses		(3,777,920)	2,930,761
Decrease Revaluation Surplus		39,539	39,539
Provision for Current Taxation		8,688,763	5,337,086
Provision for Gratuity		(331,430)	(339,565)
Workers' Participation /Welfare Funds		303,466	(200,230)
Provision for Deferred Taxation		819,030	3,281,588
Net cash provided (used) by operating activities		(8,306,604)	(4,483,176)



43.00 Related Parties Disclosures

A. The Company in normal course of business carried out a number of transactions with other entities that fall within the definition of "related Party" contained in Bangladesh Accounting Standard-24:"Related party Disclosures". Total exposure with the related parties during the year ended as at, September 30,2022 is as under:

Name of the related party	Relationship	Nature of Transaction	Amount in Taka	
			September 30,2022	June 30,2022
Fashion Knit Garments Ltd	Common Director	Sale of Finished Fabrics	565,722,935	648,499,353
		Receivable	58,505,000	33,650,000
Pride Limited	Common Director	No. Transaction		
Dacca Textiles Limited	Common Director	No. Transaction		
Pride Spinning Limited	Common Director	No. Transaction		

Approval for receivable in Fashion Knit Garments Limited will be taken in next Annual General Meeting Interns of BSEC Notification No. BSEC/CMRRCD/2009-193/2/Adm/n/103 dated 5 February 2020.

B.Disclosure as per requirement of Schedule XI, Part II, Para 4:

Name of Directors	Designation	Monthly Remuneration	Bonus during the year	September 30,2022	June 30,2022
Dr.Mohammad Abdul Moyeen	Chairman	-	-	-	-
Mr.Mohammad Abdul Moyeed	Managing Director	200,000	100,000	700,000	700,000
Mr.Mohammad Abdul Momen	Director	-	-	-	-
Ms. Ruhey Rawa	Director	-	-	-	-
Ms. Sumbal Azwad Momen	Director	-	-	-	-
Ms. Sana Kainat Moyeen	Director	-	-	-	-
Dr. A.H.M Habibur Rahman	Independent Director	-	-	-	-
Dr. Md. Zakir Hossain Bhuiyan	Independent Director	-	-	-	-
Total		200,000	100,000	700,000	700,000

44.00 General

- 44.01 There was no sum for which the Company was contingently liable as at September 30, 2022 and June 30,2022.
- 44.02 There was no claim,except an agreegate amount of Tk 28,979,884 (2021: 28,868,145) claimed by the Tax Authority but appealed against by the Company, not acknowledged as debt as at September 30, 2022 and June 30,2022. Such claim,being contingent liability,needs not be provided for.
- 44.03 There was no credit facilities available to the Company,except trade credits and back to back L/c facilities, during the year ended as at September 30, 2022 and June 30,2022.
- 44.04 There was no foreign shareholder of the Company as as at September 30, 2022 and June 30,2022. and no dividend was remitted to any foreign shareholders as at September 30, 2022 and June 30,2022.
- 44.05 There was no capital expenditure contracted but not incurred or provided as at September 30, 2022 and June 30,2022.
- 44.06 There was no capital expenditure authorised by the Board but not contracted as at September 30, 2022 and June 30,2022.

Ruhey Rawa

[Signature]
Managing Director

[Signature]
Director

Director

CFO/CF&A

[Signature]
Company Secretary





Annexure-A

H.R Textile Mills Limited
Schedule of Property, Plant and Equipment
As at September 30, 2022

Particulars	Cost or valuation				Depreciation			Written Down Value
	As on July 01, 2022	Additional (Deletion)	As on September 30, 2022	Rate	As on July 01, 2022	During the year	As on September 30, 2022	As on September 30, 2022
Factory Land and Development	8,479,375	-	8,479,375	0.00%	-	-	-	8,479,375
Factory Building	984,450,532	17,154,594	1,001,605,126	2.50%	117,200,576	6,260,132	123,460,708	878,144,518
Factory Shed	6,823,475	-	6,823,475	7.50%	6,823,470	-	6,823,470	5
Plant and Machinery	1,801,757,486	-	1,801,757,486	7.00%	1,022,940,112	20,513,296	1,043,453,408	758,304,078
Electric Installation	36,482,818	-	36,482,818	10.00%	30,649,845	912,070	31,561,915	4,920,903
Gas Installation	7,826,035	-	7,826,035	10.00%	6,881,025	195,851	7,076,876	749,159
Water Installation	9,753,520	-	9,753,520	10.00%	8,530,184	223,326	8,753,510	10
Steam Installation	2,563,352	-	2,563,352	10.00%	2,563,342	-	2,563,342	10
Furniture and Fixtures	11,132,957	-	11,132,957	10.00%	11,051,954	100,988	11,152,942	5
Telephone Installation	1,027,851	-	1,027,851	10.00%	1,027,851	-	1,027,851	10
Motor Vehicles	46,192,122	-	46,192,122	15.00%	40,357,549	822,810	41,180,359	4,931,763
Office Equipment	40,309,547	401,750	40,711,597	10.00%	39,406,379	913,812	40,320,191	391,406
Loose Tools	183,875	-	183,875	10.00%	183,865	-	183,865	10
Factory Equipment	14,817,242	-	14,817,242	10.00%	12,766,718	365,157	13,131,875	1,685,367
A. Total	2,971,300,517	17,556,344	2,988,856,861		1,304,962,811	30,307,122	1,335,269,932	1,653,586,929
Revaluation								
Factory Land and Development	644,020,625	-	644,020,625		-	-	-	644,020,625
Factory Building	42,174,735	-	42,174,735	2.50%	1,591,288	263,592	1,854,880	38,320,855
B. Total	686,195,360	-	686,195,360		1,591,288	263,592	1,854,880	684,340,480
Total (A+B) as on September 30, 2022	3,657,495,877	17,556,344	3,675,052,221		1,306,554,099	30,570,714	1,337,124,812	2,331,921,409

Allocation of Depreciation

Particulars	Notes	September 30, 2022	September 30, 2021
Cost of Goods Sold & Services	30.11	24,458,571	21,754,540
Administration	30.11	9,114,743	5,440,887
Total Depreciation		30,573,314	27,195,427



M.R. Textile Mills Limited
Schedule of Property, Plant and Equipment
As at September 30, 2021

Annexure A

Particulars	Cost or valuation				Depreciation			(Amount in Taka)
	As on July 01, 2021	Additional (Deletion)	As on September 30, 2021	Rate	As on July 01, 2021	During the year	As on September 30, 2021	Written Down Value As on September 30, 2021
Factory Land and Development	8,479,375	-	8,479,375	0.0%	-	-	-	8,479,375
Factory Building	903,026,172	21,447,746	924,473,918	2.5%	94,597,037	5,777,962	100,374,999	824,098,919
Factory Shed	6,823,475	-	6,823,475	7.5%	6,823,475	-	6,823,475	5
Plant and Machinery	1,631,218,464	-	1,631,218,464	7%	950,098,116	18,509,652	968,607,768	662,610,796
Electric Installation	34,642,204	-	34,642,204	10%	27,060,059	866,055	27,926,114	6,716,090
Gas Installation	7,826,036	-	7,826,036	10%	6,748,025	39,750	6,787,775	1,038,261
Water Installation	9,380,520	-	9,380,520	10%	8,588,147	234,513	8,822,660	557,860
Steam Installation	2,563,352	-	2,563,352	10%	2,563,352	-	2,563,352	TD
Furniture and Fixtures	11,036,777	-	11,036,777	10%	11,036,777	10,813	11,047,590	5
Telephone Installation	1,027,861	-	1,027,861	10%	1,027,861	-	1,027,861	TD
Motor Vehicles	46,192,122	-	46,192,122	15%	37,647,109	322,810	37,969,919	7,222,203
Office Equipment	39,795,147	-	39,795,147	10%	39,406,079	389,068	39,795,147	5
Loose Tools	183,875	-	183,875	10%	183,865	-	183,865	TD
Factory Equipment	13,423,742	-	13,423,742	10%	11,360,694	395,594	11,756,288	1,667,454
A. Total	2,715,619,121	21,447,746	2,737,066,867		1,197,217,953	26,979,712	1,224,197,665	1,512,869,202
Revaluation								
Factory Land and Development	644,020,625	-	644,020,625		-	-	-	644,020,625
Factory Building	42,174,735	-	42,174,735	2.5%	2,635,920	263,592	2,899,512	39,275,223
B. Total	686,195,360	-	686,195,360		2,635,920	263,592	2,899,512	683,295,848
Total (A+B) as on June 30, 2021	3,401,814,481	21,447,746	3,423,262,227		1,199,853,873	27,243,304	1,227,097,177	2,196,165,050

Allocation of Depreciation

Particulars	Notes	September 30, 2021	September 30, 2020
Cost of Goods Sold & Services	30.01	21,794,643	18,329,261
Administration	31.01	5,448,661	4,582,315
Total Depreciation		27,243,304	22,911,576





H.R. Textile Mills Limited
Schedule of Quantitywise Movement of Inventories
For the year ended on September 30, 2022

Annexure-B

Particulars	Opening Stock				Purchase/Production				Material Consumed/Sales				Closing Stock			
	Quantity	Unit	Rate	Taka	Quantity	Unit	Rate	Taka	Quantity	Unit	Rate	Taka	Quantity	Unit	Rate	Taka
Yarn	864,157	Kg	396.78	263,525,152	822,585	Kg	425.75	350,219,512	857,298	Kg	395.28	338,875,129	829,454	Kg	438.88	274,888,535
Dyes	56,957	Kg	739.26	42,105,783	75,759	Kg	753.22	57,062,826	77,501	Kg	743.20	57,598,744	55,215	Kg	752.87	41,589,865
Chemicals	198,502	Kg	214.22	42,522,357	251,202	Kg	213.81	53,709,659	252,119	Kg	215.52	54,338,588	197,585	Kg	212.04	41,895,430
Work-in-Process	-	-	-	184,171,796	-	-	-	-	-	-	-	-	-	-	-	182,585,520
Finished Fabrics	126,733	Kg	680.99	86,303,521	-	-	-	-	-	-	-	-	184,976	Kg	702.01	129,354,785
Finished Goods	156,425	Pcs	277.16	43,354,766	-	-	-	-	-	-	-	-	48,899	Pcs	361.35	17,669,548
Accessories	-	-	-	17,865,357	-	-	-	15,618,694	-	-	-	18,885,593	-	-	-	14,598,658
Goods In Transit	-	-	-	13,659,858	-	-	-	-	-	-	-	-	-	-	-	11,569,865
Spare Parts	-	-	-	14,236,590	-	-	-	-	-	-	-	-	-	-	-	13,369,852
Total	1,855,889		-	707,745,180	1,149,546	-	-	476,610,891	1,186,918	-	-	489,696,052	1,116,129	-	-	727,983,038

