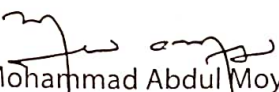


Dear Shareholders
Assalamu Alaikum Wa Rahmatullah!

We forward herewith of the First Quarter (Q1) Financial Statements (Audited) performances of the company for the 3 (Three) months period (July to September 2023) ended 30th September 2023 of H.R. Textile Mills Limited as per Regulation of the Stock Exchange (Listing) Regulations, 2015 under LR 17(1).


Mohammad Abdul Moyeed
Managing Director



First Quarter (Q1) Financial Statements (Audited)
for the 3 (three) months period ended 30th September 2023

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

H.R Textile Mills Limited

Statement of Financial Position

As at September 30, 2023

ASSETS	Notes	Amount in Taka	
		As at Sept 30, 2023	As at June 30, 2023
Non-Current Assets			
Property, Plant and Equipment	4	2,425,549,780	2,458,698,974
Capital Work In Progress	5	184,646,812	184,646,812
Investment in Fixed Deposits	6	89,779,193	87,831,237
Total Non-Current Assets		2,699,975,785	2,731,177,023
Current Assets			
Stocks and Stores	7	743,105,601	763,853,167
Trade and Other Debtors	8	632,300,037	702,905,122
Export Incentive Receivable	9	31,322,904	-
Advances, Deposits and Prepayments	10	382,092,954	378,589,239
Cash and Bank Balances	11	223,394,642	101,460,581
Total Current Assets		2,012,216,138	1,946,808,109
TOTAL ASSETS		4,712,191,923	4,677,985,132
SHAREHOLDERS' EQUITY & LIABILITIES			
Shareholders' Equity			
Share Capital	12	292,215,000	292,215,000
General Reserve	13	6,956,752	6,956,752
Tax Holiday Reserve	14	22,378,988	22,378,988
Dividend Equalisation Reserve	15	10,000,000	10,000,000
Revaluation Surplus	16	649,851,317	650,075,370
Retained earnings	17	253,618,659	225,970,540
Total Shareholders' Equity		1,235,020,716	1,207,596,650
Long-term Liabilities			
Long-term Loans-Secured, Future Maturity	18	2,519,276,437	2,510,819,755
Non-Convertible Callable Zero-coupon Bond	19	24,990,537	24,254,358
Provision for Gratuity	20	21,580,670	22,008,828
Provision for Deferred Taxation	21	90,942,787	90,721,566
Total long-term Liabilities		2,656,790,431	2,647,804,507
Current Liabilities			
Short -terms Loans	22	397,521,163	364,041,452
Trade Creditors	23	305,733,255	337,744,483
Unclaimed Dividend Account	24	6,258,131	6,785,277
Accrued Expenses	25	18,639,371	26,136,042
Provision for Current Taxation	26	72,707,786	67,079,066
Bills Receivable Discounted	27	14,348,758	15,328,209
Workers' Participation /Welfare Funds	28	5,172,312	5,469,446
Total Current Liabilities		820,380,776	822,583,975
Total Liabilities		3,477,171,207	3,470,388,482
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES		4,712,191,923	4,677,985,132
Net Assets Value (NAV) per share	29	42.26	41.33

The annexed notes from 1 to 42 and Annexure A to B form an integral part of these financial statements.

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
CFO/HF&A

Sd/-
Company Secretary

H.R Textile Mills Limited
Statement of Profit or Loss and other Comprehensive Income
For the Q1 period from July 1, 2023 to September 30, 2023

Particulars	Notes	Amount in Taka	
		July 1, 2023 to Sept 30, 2023	July 1, 2022 to Sept 30, 2022
Sales Revenue	30	403,824,799	638,596,875
Export Incentive	31	34,574,500	47,004,060
Turnover		438,399,299	685,600,935
Cost of Goods Sold	32	(314,225,188)	(563,885,487)
Gross Profit		124,174,111	121,715,448
Administrative, Selling and General Expenses	33	(23,146,971)	(28,178,901)
Financial Expenses	34	(69,457,497)	(57,460,422)
Operating Profit		31,569,643	36,076,125
Other income	35	3,368,064	1,146,355
Profit Before contribution to WPPF		34,937,707	37,222,480
Contribution to WPPF	28	(1,663,700)	(1,772,499)
Net Profit before Tax		33,274,007	35,449,981
Income Tax Expenses		(5,889,480)	(9,547,331)
Current Tax	37	(5,628,720)	(8,688,763)
Deferred Tax	21	(260,760)	(858,568)
Net Profit after tax		27,384,527	25,902,650
Earnings per share (EPS)	39	0.94	0.98
Earnings per share (EPS)	39	0.94	0.89

The annexed notes from 1 to 42 and Annexure A to B form an integral part of these financial statements.

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
CFO/HF&A

Sd/-
Company Secretary

H.R Textile Mills Limited
Statement of Cash Flows
For the First Quarter period ended September 30,2023

Particulars	Notes	Amount in Taka	
		First Quarter Ended	
		July 2023 to Sept 2023	July 2022 to Sept 2022
Cash Flows from Operating Activities:			
Cash received from Sales and Export incentives		477,681,480	682,721,296
Receipts from Other Income		3,241,644	1,146,355
Cash paid for goods and services		(326,140,169)	(631,626,383)
Cash from operation		154,782,955	52,241,268
Interest paid		(67,301,700)	(51,859,109)
Income tax paid/deducted at sources		(4,891,633)	(8,688,763)
Net Cash inflows from operating activities		82,589,622	(8,306,604)
Cash Flows from Investing Activities:			
Acquisition of property, plant and equipment	4 & 5	-	(17,556,344)
Investment in FDR	6	(1,947,956)	(219,813)
Net Cash outflows from investing activities		(1,947,956)	(17,776,157)
Cash Flows from Financing Activities:			
Long Term Loans Received/(Repaid)		8,456,682	(40,224,236)
Non-Convertible Callable Zero-coupon Bond		736,179	458,630
Short-term Loans Received/(Repaid)		33,479,711	83,069,163
Bills Receivable Discounted Received/(Repaid)		(979,451)	(979,451)
Cash dividend Paid		(527,146)	(35,957)
Net Cash inflow from financing activities		41,165,975	42,288,149
Net increase/(decrease) in cash and bank balances		121,807,641	16,205,388
Cash and bank balances on opening		101,460,581	55,466,937
Effects of Exchange rate changes on cash and cash equivalents		126,420	-
Cash and bank balances at closing - Note 7		223,394,642	71,672,325
Net operating cash flows per share (NOCFPS)	40	2.83	(0.31)

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
CFO/IF&A

Sd/-
Company Secretary

H.R Textile Mills Limited
Statement of Changes in Shareholders' Equity
For the Frist Quarter period ended September 30, 2023

Particulars	Share Capital	General Reserve	Tax Holiday Reserve	Revaluation Surplus	Dividend Equalization Reserve	Retained Earnings	Total Taka
Balance as at June 30,2023	292,215,000	6,956,752	22,378,988	650,075,370	10,000,000	225,970,540	1,207,596,650
Revaluation reserve realised				(224,053)		263,592	39,539
Net profit after Tax	-	-	-	-	-	27,384,527	27,384,527
Balance as on September 30,2023	292,215,000	6,956,752	22,378,988	649,851,317	10,000,000	253,618,659	1,235,020,716

	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

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
CFO/HF&A

Sd/-
Company Secretary

4. Property, Plant and Equipment	Sept. 30,2023	June 30,2023
a) Cost:	Taka	Taka
Opening Balance	3,884,439,086	3,657,995,867
Add: Addition during the year	-	226,443,219
Sub total (a)	3,884,439,086	3,884,439,086
b) Accumulated depreciation		
Opening Balance	1,425,740,112	1,305,652,899
Add: charged during the period	33,149,194	120,087,213
	1,458,889,306	1,425,740,112
Written down value (a-b)	2,425,549,780	2,458,698,974

(Details Schedule of Property, Plant and Equipment are shown in Annexure -A)

5. Capital Work In progress		
Opening Balance	184,646,812	-
Add: Addition during the period	-	184,646,812
Closing Balance	184,646,812	184,646,812
6. Investment in Fixed deposits		
Opening Balance	87,831,237	79,396,504
Addition this Period	-	4,500,000
Add Interest this Period	1,947,956	3,934,733
Closing Balance	89,779,193	87,831,237

7. Stocks and stores

7.1 The make-up is as below:

	September 30,2023		June 30,2023	
	In Kg	Taka	In Kg	Taka
Stock of Yarn	7.2	712,685	737,802	283,611,964
Stock of Dyes and Chemicals	7.3	235,341	231,808	68,945,328
Stock of Work-in-Process	7.4	191,904,294		193,481,154
Stock of Finished Goods	7.5	151,823,534		155,150,760
Stock of Accessories		19,858,487		22,509,057
Goods in Transit		22,584,651		24,856,452
		730,520,902		748,554,715
Stock of Spares		12,584,699		15,298,452
		743,105,601		763,853,167

7.2 Stock of Yarn

Stock of Yarn	712,685	274,216,815	737,802	283,611,964
	712,685	274,216,815	737,802	283,611,964

7.3 Stock of Dyes and Chemicals

Dyes	42,854	37,584,525	46,478	38,308,866
Chemicals	192,487	32,548,596	185,330	30,636,462
	235,341	70,133,121	231,808	68,945,328

7.4 Stock in Work in Process

Cost of Materials	98,245,842	105,245,896
Costs of Conversion	93,658,452	88,235,258
	191,904,294	193,481,154

7.5 Stock of Finished Products

Finished Garments	150,201	52,558,420	143,236	48,847,239
Knitted Fabrics	165,847	99,265,114	176,312	106,303,521
	316,048	151,823,534	319,548	155,150,760

8. Trade and Others Debtors

	September 30,2023		June 30,2023	
	US\$	Taka	US\$	Taka
Export Sales Receivable (Below 180 Days)	5,252,545	577,780,037	6,058,422	648,385,122
Other Debtors	509,533	54,520,000	509,533	54,520,000
	5,762,078	632,300,037	6,567,955	702,905,122

These include a sum of Tk.54,520,000 (2022;Tk.54,520,000) due from Associates Companies, expected to be realized /adjusted within a year from the financial statement end date.
These are unsecured but considered good.

9. Export Incentive Receivable

Opening Balance
Add: for the period

Less: Received for the period
Closing Balance

Sept. 30,2023 Taka	June 30,2023 Taka
-	-
34,574,500	-
34,574,500	-
3,251,596	-
31,322,904	-

10. Advances, Deposits and Prepayments**Advances :**

Salary Advance
Advance Tax
Factory Insurance Advance
Advance against Land
IPDC Finance Ltd.
Operational Advance
Eltech Engineering Co. Ltd
Tax deducted at source

2,485,420	2,592,000
1,343,500	1,343,500
2,089,092	2,933,520
248,000,000	248,000,000
8,709,484	8,709,484
8,548,542	8,985,452
6,600,000	6,600,000
69,137,445	64,245,812
346,913,483	343,409,768

Deposits :

Security Deposits
Bank Guarantee Margin

17,381,571	17,381,571
17,797,900	17,797,900
35,179,471	35,179,471
382,092,954	378,589,239

The advances are unsecured but considered good.

11. Cash and Bank Balances**Cash at Banks with Banks/Financial Institutions on Current Account:**

Brac Bank Ltd, Dhanmondi Branch,CD A/c
Mutual Trust Bank Ltd.,Gulshan Branch, CD A/c
Mutual Trust Bank Ltd.,Gulshan Branch, Fund buildup A/c
Mutual Trust Bank Ltd.,Gulshan Branch, Dollar A/c
Mutual Trust Bank Ltd.,Gulshan Branch, Dollar A/c
Mutual Trust Bank Ltd.,Gulshan Branch, ERQ A/c
HSBC,Anchor Tower Branch, MDA Margin A/c
HSBC,Anchor Tower Branch, FCY A/c
HSBC,Anchor Tower Branch, CD A/c
Trust Bank Ltd,SKB Branch, Dollar A/c
Trust Bank Ltd,SKB Branch,FCAD A/c
Trust Bank Ltd,SKB Branch, CD A/c
AL-Arafah Islami Bank Ltd. , Head Office Corporate Branch,CD A/c
AL-Arafah Islami Bank Ltd. , Head Office Corporate Branch,ERQ A/c
AL-Arafah Islami Bank Ltd. , Head Office Corporate Branch,Fc Held A/c
Dutch Bangla Bank Ltd.,Gulsgan Branch ,CD A/c
AB Bank Ltd,Motijheel Branch, CD A/c
AB Bank Ltd,Motijheel Branch, Notice A/c

12,447	13,923
41,854	127,280
30,909,827	4,049,943
1,589,073	13,359,991
1,832,571	2,113,095
51,483	50,537
16,185,552	5,366,192
3,644,547	1,487,978
1,489,956	782,244
5,876,610	422,995
420	411
54,631	72,929
17,928	250,375
14,923,137	287,794
139,553,201	10,465,997
332,170	129,938
82,132	7,891
323,068	362,200
216,920,607	39,351,713

With Bank on Short Term Deposit Account:

Trust Bank Ltd.,SKB Branch, SND A/c
Southeast Bank Ltd, Principal Branch, STD A/c

1,835,660	55,701,037
53,850	54,671
1,889,510	55,755,708
218,810,117	95,107,421
4,584,525	6,353,160
223,394,642	101,460,581

Cash at Banks
Cash in Hand

12. Share Capital

12.1 Authorized:

100,000,000 Ordinary Shares of Tk. 10 each

1,000,000,000 1,000,000,000

12.2 Issued, Subscribed and Paid-up:

29,221,500 Ordinary Shares of Tk. 10 each fully paid-up
14,000,000 Ordinary Shares of Tk. 10 each fully paid-up in cash
11,300,000 Ordinary Shares of Tk. 10 each issued as fully paid-up bonus shares
1,265,000 Ordinary Shares of Tk. 10 each issued as fully paid-up bonus shares
2,656,500 Ordinary Shares of Tk. 10 each issued as fully paid-up bonus shares

29,221,500 29,221,500
140,000,000 140,000,000
113,000,000 113,000,000
12,650,000 12,650,000
26,565,000 26,565,000
292,215,000 292,215,000

12.3 Composition of Shareholdings:

Classes of Holdings

Sponsors
Financial Institutions
General Public

September 30, 2023		June 30, 2023	
No. of Shares	%	No. of Shares	%
14,093,947	48.23	14,093,947	48.23
2,649,935	9.07	2,981,177	10.20
12,477,618	42.70	12,146,376	41.57
29,221,500	100	29,221,500	100

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.

September 30, 2023				June 30, 2023		
Shareholdings range in number of share:	No. of Shareholders	No. of Shares	Holdings %	No. of Shareholders	No. of Shares	Holdings %
00000000001-00000000499	6,852	1,918,111	6.57	6,858	1,918,611	6.57
00000000500-00000000500	3,675	1,837,500	6.30	3,682	1,841,000	6.30
00000000501-00000002000	759	1,682,600	5.74	763	1,678,600	5.74
00000002001-00000005000	324	915,948	3.14	324	915,948	3.14
00000005001-00000010000	112	823,424	2.82	112	823,424	2.82
00000010001-00000050000	35	1,260,000	4.31	35	1,260,000	4.31
00000050001-00000100000	21	1,455,163	4.98	21	1,455,163	4.98
00000100001-00000250000	14	2,250,548	7.70	14	2,250,548	7.70
00000250001-00000500000	5	1,905,857	6.52	5	1,905,857	6.52
0000020500001 and above	8	15,172,349	51.92	8	15,172,349	51.92
Total	11,805	29,221,500	100.00	11,822	29,221,500	100.00

12.4 Year wise break-up of the issue:

Date	Particulars	2023 (Taka)	2023 (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
25/06/1987	28,100 Bonus Shares of Tk.100 each issued	28,100	2,810,000
10/2/1995	1,500 Bonus Shares of Tk.100 each issued	1,500	150,000
27/03/1995	366,400 Bonus Shares of Tk.100 each issued	366,400	36,640,000
6/4/1995	400,000 Bonus Shares of Tk.100 each issued	400,000	40,000,000
14/12/1995	200,000 Bonus Shares of Tk.100 each issued	200,000	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
28/03/2011	10% Shares issued as Bonus (200,000 Shares of Tk. 100 each)	200,000	20,000,000
29/03/2012	15% Shares issued as Bonus (330,000 Shares of Tk. 100 each)	330,000	33,000,000
24/01/2022	5% Shares issued as Bonus (1,265,000 Shares of Tk. 100 each)	126,500	12,650,000
18/01/2023	10% Shares issued as Bonus (1,265,000 Shares of Tk. 100 each)	265,650	26,565,000
	Total	2,922,150	292,215,000

12.5 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.

13. General Reserve

Opening and Closing Balance

6,956,752 6,956,752
6,956,752 6,956,752

14. Tax Holiday Reserve	22,378,988	22,378,988
Opening and Closing Balance	<u>22,378,988</u>	<u>22,378,988</u>
15. Dividend Equalisation Reserve	Sept. 30,2023 Taka	June 30,2023 Taka
Opening and Closing Balance	<u>10,000,000</u>	<u>10,000,000</u>
	<u>10,000,000</u>	<u>10,000,000</u>

16. Revaluation Surplus	650,075,370	650,971,582
Revaluation Surplus	(224,053)	(896,212)
Revaluation reserve realised	<u>649,851,317</u>	<u>650,075,370</u>
Closing Balance		

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.

17. Retained earnings	225,970,540	248,853,452
Balance as on June 30,2022		
Total Comprehensive income for the year:	27,384,527	15,910,220
Profit for the year	263,592	1,054,368
Revaluation reserve realised	<u>253,618,659</u>	<u>265,818,040</u>
		(26,565,000)
Final dividend for previous year0Bonus share	-	(13,282,500)
Final dividend for previous year	<u>253,618,659</u>	<u>225,970,540</u>
Balance as on September 30,2023		

18. Long-term Loan -Secured Future Maturity

Mutual Trust Bank Ltd.,Gulshan Branch	18.1	624,101,358	602,567,269
IPDC Finance Ltd., Hosna Centre (4th Floor),106 Gulshan Avenue, Dhaka	18.2	343,156,226	343,210,208
United Commercial Bank Ltd., Gulshan Corporate Branch, Dhaka	18.3	304,525,414	328,722,028
AL-Arafah Islami Bank Ltd. , Head Office Corporate Branch	18.4	1,247,493,439	1,236,320,250
		<u>2,519,276,437</u>	<u>2,510,819,755</u>

18.1 The movement of loan is as follows:

Opening Balance	602,567,269	956,293,060
Received this year	-	559,888,693
Add. Interest this Period	23,652,647	77,503,079
	626,219,916	1,593,684,832
Paid during the period	(2,118,558)	(991,117,563)
Closing Balance	<u>624,101,358</u>	<u>602,567,269</u>

The loan has been taken from Mutual Trust Bank Ltd,Gulshan Branch for import of Plant and machinery.The loan carries interest at 10.10% and is repayable in 16 Quartly installments,starting from 11 July, 2021.The loan is secured by hypothecation of stock, machinery, equipment and book debts.

18.2 The movement of loan is as follows:

Opening Balance	343,210,208	343,541,632
Received this year		50,789,635
Add: Interest	8,562,711	20,006,024
	351,772,919	414,337,291
Current Maturity	(8,616,693)	(71,127,083)
Closing Balance	<u>343,156,226</u>	<u>343,210,208</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 12.10% and is repayable in 72 equal monthly installments, starting from 25 November 2019.

18.3 The movement of loan is as follows:

Opening Balance	328,722,028	316,092,242
Paid this year	-	-
Accrued Interest	11,320,857	38,095,386
	340,042,885	354,187,628
Current Maturity	(35,517,471)	(25,465,600)
Closing Balance	<u>304,525,414</u>	<u>328,722,028</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 10.10% and is repayable in 44 months .The loan is secured by hypothecation of stock, machinery, equipment and book debts.

18.4 The movement of loan is as follows:

Opening Balance
 Loan received this period
 Add Interest

Less: Current Maturity this period
Closing Balance

Sept. 30,2023 Taka	June 30,2023 Taka
1,236,320,250	-
-	1,169,000,000
11,173,189	67,320,250
1,247,493,439	1,236,320,250
1,247,493,439	1,236,320,250

The loan has been taken from Al-Arafah Islami Bank Ltd, Head office corporate branch, 63 Purana Palton, Dhaka to pay-off the term loan of Mutual Trust bank Limited. The loan carries interest at 10.10% and is repayable for a period of 7 years (without 1 years gracee period). The loan is secured by hypothecation of stock, machinery, land & factory Building, equipment and book debts.

19. Non-Convertible Callable Zero-coupon Bond

Received this year
 Add Interest
Closing Balance

24,254,358	21,309,644
736,179	2,944,714
24,990,537	24,254,358

The Bond amount was received pursuant to BSEC Sanction No.BSEC/CI/DS-146/2021/454 Date 15 July 2021.

20. Provision for Gratuity

Opening Balance
 Contribution during this year

Paid during this year
Closing Balance

22,008,828	24,395,687
974,327	2,267,461
22,983,155	26,663,148
(1,402,485)	(4,654,320)
21,580,670	22,008,828

21. Provision for Deferred Taxation

Opening Balance
 Charged to profit or loss account during the year
 Adjustment for depreciation of revalued assets
Closing balance

90,721,566	88,584,586
260,760	2,295,136
(39,539)	(158,156)
90,942,787	90,721,566

A. Property, Plant and Equipment (PPE)

WDV of Accounting Base
 WDV of Tax Base
 Taxable temporary difference
 Tax rate
 Deferred tax liability (asset)

1,744,362,668	1,777,248,270
1,325,402,068	1,359,597,911
418,960,600	417,650,359
15%	15%
62,844,090	62,647,554

B. Deferred Tax on Gratuity Position

Opening balance of deferred tax liability for gratuity provision
 Addition during the year
 Deferred tax liability (asset)

(3,301,324)	(3,659,353)
64,224	358,029
(3,237,100)	(3,301,324)

C. Calculation of deferred Tax

Revalued value of land
 Revalued value of other than land

Tax Rate

On land
 On other than land

Deferred tax liabilities

For land
 For other than land
 Deferred tax liability (asset)
Total (A+B+C)

644,020,625	644,020,625
37,166,487	37,430,079
4%	4%
15%	15%
25,760,825	25,760,825
5,574,973	5,614,512
31,335,798	31,375,337
90,942,788	90,721,567

Calculation of deferred tax charged on Profit and Loss Account:

Deferred tax liability other than revalued asset as on June 30,2023
 Deferred tax liability other than revalued asset as on September 30,2023

59,346,230	57,051,094
59,606,990	59,346,230
260,760	2,295,136

22. Short-term loans

Bank Overdrafts
Time Loan
Loan against Trust receipts
Current Maturity of Long-term loans

	September 30,2023 Taka	June 30,2023 Taka
22.01	107,452,796	105,727,629
22.02	25,818,802	25,169,353
22.03	-	-
22.04	264,249,565	233,144,470
	<u>397,521,163</u>	<u>364,041,452</u>

22.01 Bank Overdrafts

Trust Bank Ltd, SKB Branch
AL-Arafah Islami Bank Ltd. , Head Office Corporate Branch

	52,472,935	51,152,629
	54,979,861	54,575,000
	<u>107,452,796</u>	<u>105,727,629</u>

These are secured.

22.02 Time Loan : The movement of loan is as follows

Opening Balance
Add: Interest during the period
Total
Less: Paid during the period
Closing Balance

	25,169,353	25,586,681
	649,449	2,382,672
	<u>25,818,802</u>	<u>27,969,353</u>
	-	(2,800,000)
	<u>25,818,802</u>	<u>25,169,353</u>

22.03 Loan against Trust Receipts

Opening Balance
Loan received this year
Add Interest
Total
Less:Paid during the period
Closing balance

	-	27,848,526
	-	1,089,193
	-	2,694,882
	<u>-</u>	<u>31,632,601</u>
		(31,632,601)
	<u>-</u>	<u>-</u>

22.04 Current Maturity of long-term loans

Mutual Trust Bank Ltd. Gulshan Branch, Dhaka
IPDC Finance Limited, Hosna Centre (4th Floor), 106, Gulshan Avenue, Dhaka
United Commercial Bank Ltd, Corporate Branch, , Dhaka-1212

21.04.01	15,659,882	27,845,637
21.04.02	109,024,817	101,251,438
21.04.03	139,564,866	104,047,395
	<u>264,249,565</u>	<u>233,144,470</u>

22.04.01 The movement of loan is as follows:

Opening Balance	27,845,637	133,380,745
Current Maturity this period	-	15,658,008
	<u>27,845,637</u>	<u>149,038,753</u>
Paid during this period	(12,185,755)	(121,193,116)
Closing Balance	<u><u>15,659,882</u></u>	<u><u>27,845,637</u></u>

The loan has been taken from Mutual Trust Bank Ltd, Gulshan Branch for import of Plant and machinery. The loan carries interest at 10.10% and is repayable in 16 Quarterly installments, starting from 11 June, 2021. The loan is secured by hypothecation of stock, machinery, equipment and book

22.04.02 The movement of loan is as follows:

Opening Balance	101,251,438	51,958,058
Current Maturity this year	8,616,693	71,127,083
	<u>109,868,131</u>	<u>123,085,141</u>
	(843,314)	(21,833,703)
Paid during this year	<u><u>109,024,817</u></u>	<u><u>101,251,438</u></u>
Closing Balance		

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 12% and is repayable in 72 equal monthly installments, starting

22.04.03 The movement of loan is as follows:

Opening Balance	104,047,395	78,581,795
Current Maturity	35,517,471	25,465,600
Closing Balance	<u><u>139,564,866</u></u>	<u><u>104,047,395</u></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 10.10% and is repayable in 44 months. The loan is secured by hypothecation of stock, machinery, equipment and book debts.

23. Trade and Other Creditors

	As at September 30, 2023		As at June 30, 2023	
	US\$	Taka	US\$	Taka
For Import Purchases	2,651,353	296,951,490	3,078,263	329,374,174
For Local Purchases		8,143,020		8,049,323
For Staff Income Tax		638,745		320,986
		<u>305,733,255</u>		<u>337,744,483</u>

These are unsecured but creditors for import purchases are against back to back L/Cs.

24. Unclaimed Dividend Account

Opening Balance	6,785,277	5,698,781
Addition during the year	-	13,282,500
	<u>6,785,277</u>	<u>18,981,281</u>
Less: Transfer to Capital Market Stabilization Fund (CMSF)	(500,000)	-
Paid this Period	(27,146)	(12,196,004)
	<u>6,258,131</u>	<u>6,785,277</u>

25. Accrued Expenses

Gas Expenses (Factory)	2,630,813	8,934,378
Electricity Bill	402,688	191,737
Salaries, Wages and Allowances	15,497,745	16,557,427
Legal Fee	15,000	60,000
Auditors' Fee (including Vat)	43,125	172,500
AGM Expenses	50,000	220,000
	<u>18,639,371</u>	<u>26,136,042</u>

26. Provision for Current Taxation

Opening balance	67,079,066	42,980,558
Addition during the year	5,628,720	24,098,508
	<u>72,707,786</u>	<u>67,079,066</u>
Paid during the year	-	-
Closing Balance	<u>72,707,786</u>	<u>67,079,066</u>

27. Bills Receivable Discounted

Opening Balance	15,328,209	16,898,858
Discounted during the year	26,858,902	90,461,272
	<u>42,187,111</u>	<u>107,360,130</u>
Collected during the year	(27,838,353)	(92,031,921)
Closing Balance	<u>14,348,758</u>	<u>15,328,209</u>

28. Workers' Participation/Welfare Funds

Opening Balance	5,469,446	11,373,770
Payment during this year	(2,025,410)	(8,253,535)
	<u>3,444,036</u>	<u>3,120,235</u>
Contributions for the year	1,663,700	2,115,193
Interest during the year	64,576	234,018
Closing Balance	<u>5,172,312</u>	<u>5,469,446</u>

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

29. Net Assets Value (NAV) per Share

Total Assets	4,712,191,923	4,677,985,132
Total Liabilities	(3,477,171,207)	(3,470,388,482)
A. Net Assets	<u>1,235,020,716</u>	<u>1,207,596,650</u>
B. Number of ordinary of shares	<u>29,221,500</u>	<u>29,221,500</u>
Net Assets Value (NAV) per Share (A/B)	<u>42.26</u>	<u>41.33</u>

30. Sales

Export sales:

Knit Fabrics (Kgs)

Garments (pcs)

Total

July 1, 2023 to September 30, 2023			July 1, 2022 to September 30, 2022		
Quantity	USD	Taka	Quantity	USD	Taka
56,597	412,030	44,911,234	767,810	5,766,250	565,722,935
1,026,910	3,292,785	358,913,565	226,910	753,689	72,873,940
	3,704,815	403,824,799		6,519,939	638,596,875

31. Export Incentives

Cash Incentive

July 1, 2023 to September 30, 2023	July 1, 2022 to September 30, 2022
Taka	Taka
34,574,500	47,004,060
34,574,500	47,004,060

32. Cost of Goods Sold

32.1 The break-up is as follows:-

Materials Consumed - Note 32.2	226,829,603	469,696,052
Salary, Wages and Allowances - Note 32.3	41,256,421	57,265,984
Tiffin & Entertainment Expenses	249,066	249,066
Depreciation - Note 4.1	26,519,355	24,456,571
Stores and Spares Consumed	202,421	305,685
Factory Conveyance	175,452	225,647
Power and Gas	10,742,626	22,898,568
Gratuity	658,452	735,685
Vehicle expenses	423,542	408,388
Repairs and Maintenance	185,421	365,987
Packing & Loading Expenses	248,742	375,986
Import Landing, Clearing and Insurance	254,854	369,865
Factory Stationery Expenses	204,546	319,094
Carriage Inward and Outward	254,845	678,853
Knitting, Sewing & Processing Charge	248,478	871,553
Factory Insurance	844,428	916,555
Miscellaneous	22,850	25,698
Total Manufacturing Costs for the year	309,321,102	580,165,237
Add Opening Work in Process	193,481,154	184,171,796
Total Manufacturing Costs	502,802,256	764,337,033
Less Closing Work in Process	191,904,294	182,585,520
Cost of Goods Manufactured	310,897,962	581,751,513
Add Opening Finished Goods	155,150,760	129,658,287
Cost of Goods available for use	466,048,722	711,409,800
Less Closing Finished Goods	151,823,534	147,524,313
Cost of Goods Sold	314,225,188	563,885,487

32.2 Materials Consumed

Yarn

Dyes

Chemicals

Accessories

Total Materials Consumption

July 2022 to September 30, 2022		July 2022 to September 30, 2022	
Quantity (Kg.)	Taka	Quantity (Kg)	Taka
342,186	134,571,679	857,298	338,875,129
40,028	28,546,528	77,501	57,598,744
129,912	27,864,854	252,119	54,336,586
	35,846,542		18,885,593
	226,829,603		469,696,052

32.3 Salaries, Wages and Allowances

Employees drawing Tk.8,000 or more per month

Employees drawing less than Tk.8,000 per month

Total

No. of Employees	Taka	No. of Employees	Taka
1,644	41,256,421	1,895	57,265,984
-	-	-	-
1,644	41,256,421	1,895	57,265,984

33. Administrative, Selling and General Expenses

33.1 The break-up is as below:

	July 1,2023 to September 30,2023	July 1,2022 to September 30,2022
	Taka	Taka
Directors' Remuneration-Note 33.2	700,000	700,000
Salaries and Allowances Note 33.3	12,448,452	16,086,548
Depreciation - Annexure -A	6,629,839	6,114,143
Electricity Expenses	583,364	785,517
Postage, Courier, Telephone and Fax	289,587	336,987
Form & Stamp	202,545	306,953
Gratuity	315,875	328,580
Travelling and Conveyance	205,853	356,596
Legal and Professional Expenses	15,000	15,000
Auditors' Fee-Note 34.2	43,125	43,125
A.G.M Expenses	72,150	72,150
Registration and Fees	225,850	215,856
Staff welfare	115,200	225,458
Stationery Expenses	225,495	232,720
Office Repairs and Maintenance	105,840	210,569
Vehicle Expenses	225,842	441,816
Entertainment Expenses	115,420	225,697
Central fund for RMG	116,594	215,350
Buying House Commission	220,000	359,850
Freight Charges & Freight out	-	369,845
Garments Testing & Inspection Charges	215,420	450,501
Miscellaneous	75,520	85,640
	23,146,971	28,178,901

33.2 No remuneration or fee, other than that specified in note 34.1, was paid to directors and auditors.

33.3 Salaries and Allowances:

	No of Employees	Taka	No of Employees	Taka
Employees drawing Tk.8,000 or more per month	153	12,448,452	166	16,086,548
Employees drawing less than Tk.8,000 per month	-	-	-	-
	153	12,448,452	166	16,086,548

34. Financial Expenses

Interest Expenses	67,301,700	52,500,903
Bank Charges	2,155,797	4,959,519
	69,457,497	57,460,422

34.1 Interest expense is as follows:

Interest on Workers' Participation/Welfare Funds	64,576	183,164
Interest on Long Term Loans	54,709,404	35,354,772
Interest on Bills Discounted	854,214	2,836,787
Interest on Bank Overdraft	1,725,167	1,168,951
Interest on Time Loan	649,449	588,494
Interest on Trust Receipts	-	691,045
Interest on Lease Finance	8,562,711	11,219,060
Interest on ZCB	736,179	458,630
	67,301,700	52,500,903

35. Other Income

Interest in FDR	1,947,956	219,813
Exchange Fluctuation Gain/(Loss)	1,420,108	926,542
	3,368,064	1,146,355

35.01 Exchange Fluctuation Gain/(Loss)

Unrealised gain/(loss) on receivables	1,548,420	986,837
Unrealised gain/(loss) on payables	(254,732)	(214,510)
Unrealised gain/(loss) FC accounts balances	126,420	154,215
	1,420,108	926,542

36. Event after Balance Sheet Date:

The Board of Directors of the Company in its meeting held on November 11, 2023 (2022: October 27, 2022) recommended 5% cash dividend i.e., Tk 0.50 per share of Tk. 10.00 each (2022 : 5% cash dividend and 10% stock dividend) other than Sponsor /Director Shareholders of the company subject to their approval in the AGM.

37. Current Tax**A. Regular Tax**

Profit before tax

Depreciation as per Accounting base

Depreciation as per Tax base

Provision for Gratuity for the Year

Other Income

Payment for Grauity

Tax Rate @ 15%

B. Minimum tax on Gross receipt %.30%**C. Tax Deducted at Sources U/S -52****Current Tax Expenses (Higer of A,B C)**

July 1,2023 to September 30,2023	July 1,2022 to September 30,2022
Taka	Taka
33,274,007	35,449,981
33,149,194	30,570,714
66,423,201	66,020,695
(31,838,306)	(31,848,350)
34,584,895	34,172,345
974,327	1,064,265
35,559,222	35,236,610
3,368,064	1,146,355
38,927,286	36,382,965
(1,402,485)	(1,395,695)
37,524,801	34,987,270
5,628,720	5,248,091
1,325,302	2,060,242
4,891,633	8,688,763
5,628,720	8,688,763

38. Remuneration/Payments to Directors/Officers:

38.1 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, 1987 are disclosed below :

Particulars	Directors	Officers	Directors	Officers
Remuneration	700,000	-	700,000	-
Basic salary		7,226,548		9,687,542
House Rent Allowance		3,587,421		4,465,984
Other benefits and perquisites		1,634,483		1,933,022
	700,000	12,448,452	700,000	16,086,548

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

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

39. Earnings per share**39.1. Basic earnings per share**

Earnings Per Share (EPS) is calculated in accordance with Bangladesh Accounting Standard (BAS) 33 : Earnings Per Share.

The composition of EPS is given below:

A. Earnings attributable to the Ordinary Shareholders (net Profit after tax)

B. Number of ordinary of shares outstanding during the year

Earning Per Share (EPS) (A/B)

27,384,527	25,902,650
29,221,500	26,565,000
0.94	0.98

39.2. 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.

40. Net Operating Cash Flows per Share (NOCFPS):**Cash flows from Operating Activities:**

Cash received from Sales , Export incentives and Others

Receipts from Other Income

Cash paid for goods and services

Cash from operation

Interest paid

Income tax paid/deducted at sources

Net Cash inflows from operating activities

Divided by number of ordinary of shares

Net operating cash flows per share (NOCFPS)

July 1,2023 to September 30,2023	July 1,2022 to September 30,2022
Taka	Taka
477,681,480	682,721,296
3,241,644	1,146,355
(326,140,169)	(631,626,383)
154,782,955	52,241,268
(67,301,700)	(51,859,109)
(4,891,633)	(8,688,763)
82,589,622	(8,306,604)
29,221,500	26,565,000
2.83	(0.31)

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

41. Reconciliation of net operating cash flow

Profit after tax	27,384,527	25,902,650
Depreciation	33,149,194	30,570,714
Changes in:		
Stock and Stores	20,747,566	(20,237,858)
Trade and other Debtors	70,605,085	(2,879,639)
Cash Incentive Receivable	(31,322,904)	
Advance Deposit and Prepayments	(3,503,715)	(8,384,250)
Trade Creditors	(31,874,056)	(39,019,669)
Accrued Expenses	(7,496,671)	(3,777,920)
Provision for Current Taxation	5,628,720	8,688,763
Provision for Gratitude	(428,158)	(331,430)
Workers' Participation /Welfare Funds	(297,134)	303,466
Provision for Deferred Taxation	221,221	819,030
Decrease, Revaluation Surplus	(224,053)	39,539
Net cash provided (used) by operating activities	82,589,622	(8,306,604)

42.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, June 30,2021 is as under:

Name of the related party	Relationship	Nature of Transaction	Amount in Taka	
			September 30,2023	September 30,2022
Fashion Knit Garments Ltd	Common Director	Sale of Finished Fabrics	44,911,234	86,224,136
		Receivable	54,520,000	38,500,000
Pride Limited	Common Director			
Dacca Textiles Limited	Common Director			
Pride Spinning Limited	Common Director			

Approval for receivable in Fashion Knit Garments Limited will be taken in next Annual General Meeting interns of BSEC Notification No.

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

Name of Directors	Designation	Monthly Remuneration	Bonus during	September 30,2023	September 30,2022
Dr.Mohammad Abdul Moyeen	Chairman	-	-	-	-
Mr.Mohammad Abdul Moyeed	Managing	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	-	-	-	-
Total		200,000	100,000	700,000	700,000

Sd/-
Managing Director

Sd/-
Director

Sd/-
Director

Sd/-
CFO/HF&A

Sd/-
Company Secretary

H.R Textile Mills Limited
Schedule of Property ,Plant and Equipment
As at September 30, 2023

Annexure-A

Particulars	Cost or valuation			Depreciation			(Amount in Taka)
	As on July 01, 2023	Addition/ (Deletion)	As on September 30, 2023	As on July 01, 2023	During the Year	As on September 30, 2023	Written Down Value As on September 30, 2023
Factory Land and Development	8,479,375	-	8,479,375	-	-	-	8,479,375
Factory Building	1,008,563,010	-	1,008,563,010	142,113,245	6,303,519	148,416,764	860,146,246
Factory Shed	6,823,475	-	6,823,475	6,823,470	-	6,823,470	5
Plant and Machinery	1,931,488,527	-	1,931,488,527	1,107,203,399	24,173,690	1,131,377,089	800,111,438
Electric Installation	36,482,818	-	36,482,818	34,298,126	912,070	35,210,196	1,272,622
Gas Installation	7,826,035	-	7,826,035	7,093,892	53,216	7,147,108	678,927
Water Installation	9,753,520	-	9,753,520	9,753,510	-	9,753,510	10
Steam Installation	2,563,352	-	2,563,352	2,563,342	-	2,563,342	10
Furniture and Fixtures	11,174,967	-	11,174,967	11,045,078	3,270	11,048,348	126,619
Telephone Installation	1,027,861	-	1,027,861	1,027,851	-	1,027,851	10
Motor Vehicles	46,192,122	-	46,192,122	44,227,989	822,610	45,050,599	1,141,523
Office Equipment	41,317,547	-	41,317,547	40,393,247	246,796	40,640,043	677,504
Loose Tools	183,875	-	183,875	183,865	-	183,865	10
Factory Equipment	14,817,242	-	14,817,242	14,268,442	370,431	14,638,873	178,369
A. Total	3,126,693,726	-	3,126,693,726	1,420,995,456	32,885,602	1,453,881,058	1,672,812,668
Intangible Assets							
Software Installation	71,550,000	-	71,550,000	-	-	-	71,550,000
B. Total	71,550,000	-	71,550,000	-	-	-	71,550,000
Revaluation							
Factory Land and Development	644,020,625	-	644,020,625	-	-	-	644,020,625
Factory Building	42,174,735	-	42,174,735	4,744,656	263,592	5,008,248	37,166,487
C. Total	686,195,360	-	686,195,360	4,744,656	263,592	5,008,248	681,187,112
Total (A+B+C) as on September 30,2023	3,884,439,086	-	3,884,439,086	1,425,740,112	33,149,194	1,458,889,306	2,425,549,780

Allocation of depreciation

Particulars	Notes	July 2023 to September 2023	July 2022 to September 2022
Cost of Goods Sold		26,519,355	24,456,571
Administrative, Selling and General Expenses		6,629,839	6,114,143
Total		33,149,194	30,570,714

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

(Amount in Taka)

Particulars	Cost or valuation			Depreciation			Written Down Value
	As on July 01, 2021	Addition/ (Deletion)	As on September 30,2022	As on July 1, 2022	During the Year	As on September 30, 2022	As on September 30,2022
Factory Land and Development	8,479,375	-	8,479,375	-	-	-	8,479,375
Factory Building	984,450,532	17,154,594	1,001,605,126	117,200,576	6,260,032	123,460,608	878,144,518
Factory Shed	6,823,475	-	6,823,475	6,823,470	-	6,823,470	5
Plant and Machinery	1,801,757,486	-	1,801,757,486	1,022,940,112	20,513,296	1,043,453,408	758,304,078
Electric Installation	36,482,818	-	36,482,818	30,649,845	912,070	31,561,915	4,920,903
Gas Installation	7,826,035	-	7,826,035	6,881,025	195,651	7,076,676	749,359
Water Installation	9,753,520	-	9,753,520	9,530,184	223,326	9,753,510	10
Steam Installation	2,563,352	-	2,563,352	2,563,342	-	2,563,342	10
Furniture and Fixtures	11,132,967	-	11,132,967	11,031,994	100,968	11,132,962	5
Telephone Installation	1,027,861	-	1,027,861	1,027,851	-	1,027,851	10
Motor Vehicles	46,192,122	-	46,192,122	40,937,549	822,610	41,760,159	4,431,963
Office Equipment	40,309,847	401,750	40,711,597	39,406,079	913,812	40,319,891	391,706
Loose Tools	183,875	-	183,875	183,865	-	183,865	10
Factory Equipment	14,817,242	-	14,817,242	12,786,718	365,357	13,152,075	1,665,167
A. Total	2,971,800,507	17,556,344	2,989,356,851	1,301,962,610	30,307,122	1,332,269,732	1,657,087,119

Revaluation

Factory Land and Development	644,020,625	-	644,020,625	-	-	-	644,020,625
Factory Building	42,174,735	-	42,174,735	3,690,288	263,592	3,953,880	38,220,855
B. Total	686,195,360	-	686,195,360	3,690,288	263,592	3,953,880	682,241,480
Total (A+B) as on September 30,2022	3,657,995,867	17,556,344	3,675,552,211	1,305,652,898	30,570,714	1,336,223,612	2,339,328,599

Allocation of depreciation

Particulars	Notes	July 2021 to September 2022	July 2020 to September 2021
Cost of Goods Sold		24,456,571	21,794,643
Administrative, Selling and General Expenses		6,114,143	5,448,661
Total		30,570,714	27,243,304