

H.R. Textile Mills Limited

An Enterprise of  Group

Business Office & Factory:

4, Karnapara, Savar, Dhaka
Bangladesh

Phone : (88 02) 774 7952-5
(88 02) 774 8694-7
Fax : (88 02) 774 5819
E-mail : pride@pride-grp.com

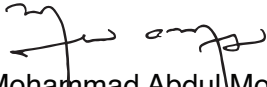
Dhaka Office:

Mirandel (2nd Floor), House # 3, Road # 5
Block # J, Baridhara, Dhaka-1212
www.pride-grp.com

Phone : (88 02) 989 9147
(88 02) 989 9149
(88 02) 989 9159

Dear Shareholders

We forward herewith of the Third Quarter (Q3) Financial Statements (Un-audited) performances of the company, for the 9 (nine) months period (July 2017 to March 2018) ended 31st March 2018 of H.R. Textile Mills Limited as per Regulation of the Stock Exchange (Listing) Regulations, 2015 under LR 17(3).



Mohammad Abdul Moyeed
Managing Director



Third Quarter (Q3) Financial Statements (Un-Audited)
for the 9 (nine) months period ended 31st March 2018

H.R. Textile Mills Limited
Mirandel (2nd Floor), House # 3
Road # 5, Block # J, Baridhara
Dhaka-1212, Bangladesh
Phone: (8802) 9899147
Fax: (8802) 9899147
E-mail: hrtex_cs@pride-grp.com
www.pride-grp.com/hrt

Annexure

H.R. TEXTILE MILLS LIMITED
Statement of Financial Position (Un-audited)
As at March 31, 2018

	Third quarter (Q3) ended March 31, 2018 Taka	Year ended June 30, 17 (Audited) Taka
CAPITAL EMPLOYED IN		
NON-CURRENT ASSETS:		
Property, Plant and Equipment	626,337,462	654,955,516
Total Non-Current Assets	626,337,462	654,955,516
CURRENT ASSETS:		
Stocks and Stores	324,589,563	318,011,364
Trade and Other Debtors	441,309,296	308,746,156
Export Incentive Receivables	71,951,147	95,177,576
Advance, Deposits and Prepayments	47,137,289	49,288,275
Cash and Cash Equivalents	140,084,840	82,080,927
Total Current Assets	1,025,072,135	853,304,298
Total Assets	1,651,409,597	1,508,259,814
SHAREHOLDERS' EQUITY:		
Share Capital	253,000,000	253,000,000
General Reserve	6,956,752	6,956,752
Tax Holiday Reserve	22,378,988	22,378,988
Dividend Equalisation Reserve	10,000,000	10,000,000
Unappropriated Profit	87,281,318	78,579,347
TOTAL SHAREHOLDERS' EQUITY	379,617,058	370,915,087
LONG-TERM LIABILITIES:		
Long-Term Loans-Secured Future Maturity	118,756,226	181,745,275
Provision for Gratuity	28,234,874	29,166,174
Deferred Tax Liabilities	34,188,597	35,773,545
	181,179,697	246,684,994
CURRENT LIABILITIES:		
Bank Overdrafts-Secured	63,418,330	89,658,237
Time Loan	52,436,846	14,483,306
Trade Creditors	731,397,007	588,826,909
Accrued Expenses	31,042,168	27,324,749
Provision for Taxation	26,439,434	27,755,655
Bills Receivable Discounted	81,904,917	33,424,991
Workers' Participation /Welfare Funds	25,610,776	27,678,894
Current Maturity of Long-term Loans	78,363,364	81,506,992
Total Current Liabilities	1,090,612,842	890,659,733
Total Liabilities	1,271,792,539	1,137,344,727
Total Equity and Liabilities	1,651,409,597	1,508,259,814
Net Assets value per share of Tk.10	15.00	14.66

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
CFO/HF&A

Sd/-
Company Secretary

H.R. TEXTILE MILLS LIMITED
Statement of Profit or Loss and other Comprehensive Income (Un-Audited)
Nine months and Third Quarter (Q3) period ended March 31, 2018

Particulars	9 months ended 1 July'17 to 31 March'18 Taka	9 months ended 1 July'16 to 31 March'17 Taka	Third Quarter (Q3) Jan to 31 March'18 Taka	Third Quarter (Q3) 1 Jan to 31 March'17 Taka
Sales	1,469,108,606	1,061,634,514	570,162,767	352,403,041
Export Incentives	15,146,771	14,563,114	5,441,743	6,030,807
Turnover	1,484,255,377	1,076,197,628	575,604,510	358,433,848
Less: Cost of Goods Sold	1,289,203,452	909,298,456	518,760,889	300,272,824
Gross Profit	195,051,925	166,899,172	56,843,621	58,161,024
Less: Administrative and General Expenses	153,323,541	132,356,943	41,262,021	48,092,991
Operating Profit	41,728,384	34,542,229	15,581,600	10,068,033
Add: Other Income	274,050	274,050	91,350	91,350
Profit before Workers' Participation/	42,002,434	34,816,279	15,672,950	10,159,383
Less: Contribution to Workers' Participation	2,000,116	1,657,918	746,331	483,780
Net Profit/(Loss) before Tax	40,002,318	33,158,361	14,926,619	9,675,603
Income Tax Charge	6,000,347	4,973,754	1,532,606	1,451,341
Current Tax	7,585,295	4,130,334	1,875,113	1,186,628
Deferred Tax	(1,584,948)	843,420	(342,507)	264,713
Net Profit/(Loss) after Tax	34,001,971	28,184,607	13,394,013	8,224,262
(Transferred to the statement of Changes in Equity)				
Earning Per Share (EPS) of Tk.10	1.34	1.11	0.53	0.33

Cash Flow Statement (Un-Audited)
Third Quarter (Q3) for the 9 (nine) months period ended March 31, 2018

Particulars	Third quarter (Q3) ended 31st March 2018 Taka	Third quarter (Q3) ended 31st March 2017 Taka
Cash flows from Operating Activities:		
Cash received from customers and export incentives	1,375,192,716	1,193,564,555
Cash paid for goods and services	(1,114,215,818)	(1,058,318,343)
Cash from operation	260,976,898	135,246,212
Interest paid	(48,481,609)	(35,118,108)
Income tax paid/deducted at sources	(11,026,895)	(10,283,970)
Cash inflows from operating activities	201,468,394	89,844,134
Cash flows from Investing Activities:		
Acquisition of fixed assets	(41,256,571)	(85,165,182)
Cash flows from Financing Activities:		
Bank Overdraft received/(Paid)	(26,239,907)	4,898,103
Long Term loan received/(Paid)	(66,132,677)	22,594,847
Bills Receivable Discounted Received/(Paid)	48,479,926	-
Dividend paid	(58,315,252)	(8,325,061)
Cash inflow (outflow) from financing activities	(102,207,910)	19,167,889
Net increase/(decrease) in cash and bank balances	58,003,913	23,846,841
Cash and bank balances on opening	82,080,927	40,634,434
Net increase/(decrease) in cash and bank balances	58,003,913	23,846,841
Cash and bank balances at closing	140,084,840	64,481,275
Net operating cash flow per share (NOCFPS)	7.96	3.55

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
CFO/HF&A

Sd/-
Company Secretary

H.R. TEXTILE MILLS LIMITED
Statement of Changes in Shareholders' Equity (Un-Audited)
Third Quarter (Q3) for the 9 (nine) months period ended March 31, 2018

Particulars	Share Capital	General Reserve	Tax Holiday Reserve	Dividend Equalisation Reserve	Retained Earnings	Total Taka
Balance as at 30th June 2017	253,000,000	6,956,752	22,378,988	10,000,000	78,579,347	370,915,087
Net profit after tax					34,001,971	34,001,971
Cash Dividend declared					(25,300,000)	(25,300,000)
Balance as at 31st March 2018	253,000,000	6,956,752	22,378,988	10,000,000	87,281,318	379,617,058

Statement of Changes in Shareholders' Equity (Un-Audited)
Third Quarter (Q3) for the 9 (nine) months period ended March 31, 2017

Particulars	Share Capital	General Reserve	Tax Holiday Reserve	Dividend Equalisation Reserve	Retained Earnings	Total Taka
Balance as at 30th June 2016	253,000,000	6,956,752	22,378,988	10,000,000	67,592,899	359,928,639
Net profit after tax					28,184,607	28,184,607
Cash Dividend declared					(25,300,000)	(25,300,000)
Balance as at 31st March 2017	253,000,000	6,956,752	22,378,988	10,000,000	70,477,506	362,813,246

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Director

Sd/-
CFO/HF&A

Sd/-
Company Secretary

H.R. Textile Mills Limited
Notes to the Interim Financial Statements (Un-audited)
For the 9 (nine) months and Third Quarter (Q3) period ended 31st March 2018

1. Accounting policies and methods used for preparation and presentation of Financial Statements:
 - i. These Financial Statements are the un-audited Interim Financial Statements of H.R. Textile Mills Limited, for the 9 (nine) months and Third Quarter (Q3) ended 31st March 2018 (here after 'the Interim Period'). They are prepared in accordance with the Bangladesh Accounting Standard (BAS 34) 'Interim Financial Reporting'. H.R. Textile Mills Limited has been consistently following the same accounting policies and methods for the preparation and presentation of 9 (nine) months and third quarter Financial Statements of the company as it was followed in the previous period.
 - ii. The Earning Per Share (EPS) and Net Operating Cash Flow Per Share (NOCFPS) as on March 31, 2018 stood at Tk. 1.34 and Tk. 7.96 respectively, compared to previous period EPS Tk. 1.11 & NOCFPS Tk. 3.55.

The rise in EPS was mainly due to increase in sales which has the same impact on NOCFPS along with collection from customers

The NAV per share in current period stood at Tk. 15.00 against Tk. 14.66 of the corresponding previous period.
 - iii. There was no exceptional item to be disclosed under the head related party transaction.
2. Seasonability/Cyclical of Interim Operation:

HRTM is a fabric and Readymade Garments (RMG) exporter and there was no significant seasonality /Cyclical affect in operation during the period
3. Changes in Non-Currents Assets:

During the period Non-Current Assets has decreased by Tk. 28.62 million due to depreciation charge of Non-Current Assets.
4. Changes in Current Assets:

The total Current Assets have increased by Tk. 171.77 million during the period due to increase in Trade and Other Debtors and Cash and Bank Balances with June 30, 2017 and changes in Stock and Stores, Advance, Deposits and Prepayments.
5. Changes in Shareholder's Equity:

Shareholder's Equity has increased by Tk. 8.70 million due to addition retained earning.
6. Changes in Current Liabilities:

The total Current liabilities have increased by Tk. 199.95 million mainly due to increase in back to back L/c liabilities and bills discounted.
7. Changes in Long Term Liabilities:

The total amount of long-term liabilities has decreased by Tk. 65.51 million due to repayment of bank loan.
8. Change in Export Incentive :

Export Incentive has increased by Tk. 0.58 million during the period from July 01, 2017 to March 31, 2018 compared with the previous period. Export Incentive mainly related to use of raw materials (local or foreign) hence not directly related to sales.
9. Change in Bill Discounting:

Bill Discounting was increased by Tk. 48.48 million as on 31 March 2018 compared with June 30, 2017 this was mainly due to more bill discounting during the period to meet cash requirement .
10. Changes in Operating Income and Expenses:
 - i. The turnover for the period has increased by Tk. 408.06 million compared to same period in the previous years. The overall cost of goods sold has increased by Tk. 379.90 million from previous period. Turnover has increased by 37.92% and the gross profit has increased by 16.87%. As a result gross profit amount has increased.
 - ii. The operating expense has increased by 15.84% to the previous period. As a result operating profit stood at Tk. 41.73 million during the current period against Tk. 34.54 million compared with the previous period.
 - iii. During this period Net Profit after tax stood at Tk. 34.00 million compared to Tk. 28.18 million against the previous period of July 01, 2016 to March 31, 2017.