

GENERATION NEXT FASHIONS LIMITED
Statement of Financial Position (Un-Audited)
As at September 30, 2019

Particulars	Notes	Amount in Taka	
		30.09.2019	30.06.2019
A. NON-CURRENT ASSETS		4,532,630,650	4,558,636,500
Property, Plant & Equipment	Annexure-1 04	4,348,841,208	4,264,145,243
Capital Works-in-Progress		183,789,442	294,491,257
B. CURRENT ASSETS		4,586,880,112	4,287,726,217
Inventories	05	1,886,906,641	1,856,873,123
Accounts Receivable	06	1,926,252,460	1,757,541,912
Advances, Deposits and Pre-Payments	07	165,871,620	152,941,823
Cash & Cash Equivalents	08	607,849,391	520,369,358
C. CURRENT LIABILITIES & PROVISIONS		1,967,808,591	1,766,007,330
Accounts & Other Payables	09	108,502,874	94,689,622
Accrued Expenses	10	465,342,928	447,189,926
Bank Overdraft	11	46,439,954	46,360,125
Short Term Bank Credits	12	924,070,927	835,973,142
Accepted Liabilities/ Deferred L/C Liabilities	13	140,336,624	62,374,642
Share Money Refundable	14	2,641,876	2,641,876
Current Maturity of Long Term Loans	15	280,473,408	276,777,997
D. NET CURRENT ASSETS (B-C)		2,619,071,521	2,521,718,887
E. NET ASSETS (A+D)		7,151,702,171	7,080,355,387
F. SHAREHOLDERS' EQUITY		5,983,103,393	5,883,875,943
Share Capital	16	4,949,745,550	4,949,745,550
Share Premium		236,779,111	236,779,111
Revaluation Surplus	17	402,795,733	404,746,578
Retained Earnings	18	393,782,999	292,604,704
G. LONG TERM LOAN	19	1,168,598,778	1,196,479,444
H. LIABILITIES & SHAREHOLDERS' EQUITY (F+G)		7,151,702,171	7,080,355,387
Net Assets Value Per Share (NAVPS) (Previous period restated)		12.09	11.89

Chairman

Managing Director

Director

Chief Financial Officer

Company Secretary

GENERATION NEXT FASHIONS LIMITED
Statement of Profit or Loss and Other Comprehensive Income (Un-Audited)
For the period from 01 July 2019 to September 30, 2019

Particulars	Notes	Amount in Taka	
		01.07.2019 to 30.09.2019	01.07.2018 to 30.09.2018
Sales Revenue	20	1,051,785,626	1,322,740,648
Less: Cost of Goods Sold	21	790,251,364	1,037,893,829
Gross Profit		261,534,262	284,846,819
Less: Administrative & Selling Expenses	22	97,378,496	117,247,428
Operating Profit		164,155,766	167,599,391
Add: Other Income	23	30,091,400	28,174,055
		194,247,166	195,773,445
Less: Financial Expenses	24	66,040,617	42,977,050
Net Profit Before Tax and WPWFs		128,206,549	152,796,395
Less: Contribution to Central Fund (RMG Sector)	25	377,172	336,974
Net Profit Before Tax		127,829,377	152,459,421
		28,601,927	31,120,411
Less: Current Year Tax Expenditure	26	14,653,849	13,785,003
Deferred Tax Expenditure	27	13,948,078	17,335,408
Net Profit After Tax		99,227,450	121,339,011
Earning Per Share (EPS) (Previous period restated)	28	0.20	0.25


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

GENERATION NEXT FASHIONS LIMITED
Statement of Changes in Equity (Un-Audited)
For the period from 01 July 2019 to September 30, 2019

(Amount in Taka)

For (01 July 2019 to 30 September 2019):

Particulars	Share Capital	Share Premium	Retained Earnings	Revaluation Surplus	Total
Balance at July 01, 2019	4,949,745,550	236,779,111	292,604,704	404,746,578	5,883,875,943
Depreciation on Revaluation Surplus	-	-	1,950,845	(1,950,845)	-
Net Profit during the year	-	-	99,227,450	-	99,227,450
Balance at September 30, 2019	4,949,745,550	236,779,111	393,782,999	402,795,733	5,983,103,393

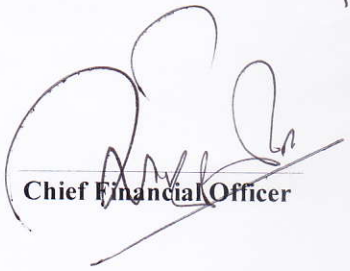
For (01 July 2018 to 30 September 2018):

Particulars	Share Capital	Share Premium	Retained Earnings	Revaluation Surplus	Total
Balance at July 01, 2018	4,499,768,690	236,779,111	521,047,345	412,840,428	5,670,435,574
Depreciation on Revaluation Surplus	-	-	2,023,463	(2,023,463)	-
Net Profit during the Period	-	-	121,339,011	-	121,339,011
Balance at September 30, 2018	4,499,768,690	236,779,111	644,409,818	410,816,965	5,791,774,585


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

GENERATION NEXT FASHIONS LIMITED
Statement of Cash Flows (Un-Audited)
For the period from 01 July 2019 to September 30, 2019

Particulars	Amount in Taka	
	01.07.2019 to 30.09.2019	01.07.2018 to 30.09.2018
A. CASH FLOWS FROM OPERATING ACTIVITIES:	28,173,856	72,710,108
Cash Received from Customers	882,969,966	1,217,235,004
Received from Other Income	30,091,400	28,174,055
Paid Suppliers	(728,616,946)	(1,051,373,394)
Paid for Operating Expenses	(141,552,247)	(113,754,493)
Income Tax Paid/(Deducted)	(14,718,318)	(7,571,064)
B. CASH FLOWS FROM INVESTING ACTIVITIES:	(3,677,060)	(44,216,050)
Acquisition of Fixed Assets	(114,378,875)	(31,833,477)
Expenditures for Capital Work-in-Progress	110,701,815	(12,382,573)
C. CASH FLOWS FROM FINANCING ACTIVITIES:	63,992,359	(20,034,788)
Bank Overdraft (Adjusted)/Received	79,829	2,566,431
Short Term Bank Credit (Adjusted)/Received	88,097,785	(26,519,478)
Long Term Loan (Adjusted)/Received	(24,185,255)	3,875,901
Share Money Deposit (Adjusted)/ Received		42,358
D. Net Increase/(Decrease) in cash & cash equivalents (A+B+C)	88,489,154	8,459,271
E. Cash & Cash equivalents at the beginning of the year	520,369,358	57,808,796
Effect of foreign exchange rate change on cash and cash equivalent	(1,009,121)	(1,134,623)
F. Cash & Cash equivalents at the end of the year (D+E)	607,849,391	65,133,444
Net Operating Cash Flow Per Share (Previous period restated)	0.06	0.15


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

Annexure:
Property, Plant & Equipment: Tk. 4,348,841,208

Particulars	Cost or Valuation			Rate of Dep. (%)	Depreciation			Written down value as on 30.09.2019
	Balance as on 01.07.2019	Addition or valuation during the period	Balance as on 30.09.19		Balance as on 01.07.2019	Charged during the period	Balance as on 30.09.2019	
Land & Land Development	249,687,532	-	249,687,532	-	-	-	-	249,687,532
Building	3,288,593,274	112,550,500	3,401,143,774	2%	286,669,865	15,384,785	302,054,650	3,099,089,124
Plant & Machinery	1,283,563,267	-	1,283,563,267	5%	401,392,101	11,027,140	412,419,241	871,144,026
Vehicles	80,203,266	-	80,203,266	10%	29,130,229	1,276,826	30,407,055	49,796,211
Other Assets	113,461,056	1,828,375	115,289,431	10%	34,170,957	1,994,158	36,165,116	79,124,315
Total	5,015,508,395	114,378,875	5,129,887,270	-	751,363,152	29,682,909	781,046,062	4,348,841,208

Particulars	Amount in Taka
	01.07.2019 to 30.09.2019

Charge during the period

29,682,909

Head of Accounts:

Factory Overhead (Note: 21.2)	28,198,764
Administrative & Selling Expenses (Note: 22)	1,484,145
Total	29,682,909

GENERATION NEXT FASHIONS LIMITED

Notes to the Financial Statements

For the Period Ended 30 September, 2019

1. INCORPORATION AND BUSINESS ACTIVITIES

1.1. Reporting Entity:

Generation Next Fashions Limited was incorporated in Bangladesh under the Companies Act 1994 vide Registration No-C-53966(661)/2004 as a Private Limited Company on August 19, 2004. Later the company converted from private company into public limited company on September 19, 2010. The principal place of business and registered office of the company is located at Building # 348, Road# 05, DOHS Baridhara, Dhaka-1206, Bangladesh.

1.2 Nature of business

The principal activities of the company are Spinning, weaving, manufacturing of textile, various types of ready-made garments of international standard and design.

2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

2.1. Statement of Compliance

The financial statements have been prepared in compliance with the requirements of the Companies Act 1994 and other relevant local laws as applicable and in accordance with International Financial Reporting Standards (IFRSs), Securities and Exchange Rules 1987 adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) based on International Accounting Standards (IASs) and International Financial Reporting standards (IFRSs).

2.2. Measurements of the elements of financial statements

These financial statements have been prepared based on going concern, consistency and accrual concepts and such other convention as required by IAS-1 for fair presentation of financial statements.

2.3. Components of Financial Statements:

The financial Statements of the company consist of the following components:

- a) Statement of Financial Position;
- b) Statement of Profit or Loss and Other Comprehensive Income;
- c) Statement of Changes in Equity;
- d) Statement of Cash flows and;
- e) Accounting Policies & Explanatory Notes to the Financial Statements.

2.4. Functional and presentation currency:

The financial statements are presented in Bangladesh Taka (BDT/Tk.) except where indicated otherwise, which is both functional currency and presentation currency of the company. The figures of

financial statements have been rounded off to the nearest BDT/Tk. Figures in brackets indicate deductions.

2.5. Reporting period:

These financial statements of the company cover a period from 1st July 2019 to 30st September, 2019.

2.6. Accrual Basis of Accounting:

An entity shall prepare its financial statements, except for cash flow information, using the accrual basis of accounting. When the accrual basis of accounting is used, an entity recognizes items as assets, liabilities, equity, income and expenses (the elements of financial statements) when they satisfy the definitions and recognition criteria for those elements in the framework.

2.7. Accrued Expense and Other Payables:

Liabilities are recognized for the goods and services received, whether paid or not for those goods and services. Payables are not interest bearing and are stated at their nominal value.

2.8. Responsibility for preparation and presentation of Financial Statements:

The Board of Directors is responsible for the preparation and presentation of Financial Statements under section 183 of the Companies Act 1994 and as per the provision of the Framework for the Preparation and Presentation of Financial Statements issued by the International Accounting Standards Board (IASB). Accordingly, the management has fulfilled the above provision.

2.9. Provisions and Accruals:

Provisions

Provisions are recognized when Generation Next Fashions Limited has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If a transfer of economic benefit is no longer probable the provision should be reversed. Where the effect of the time value of money is material, the amount of a provision is the present value of the expenditure required to settle the obligation.

Accruals

Accruals are liabilities to pay for goods or services that have been received or supplied but the financial impact of the event will only be confirmed by the outcome of some future event not wholly within the entity's control.

2.10. Effects of changes in Foreign Exchange Rates:

Foreign currencies are translated into BDT at the rates ruling on the transaction dates. Monetary assets and liabilities are reconverted at the rates prevailing at the balance sheet date. Non-monetary assets and liabilities are reported using the exchange rate at the date of respective transactions. Differences arising on conversion are charged to statement of profit and loss and other comprehensive income which is shown under note 22.

2.11. Taxation:

The expense comprises current and deferred tax. Current tax and deferred tax is recognized in profit and loss except to the extent that it relates to a business combination or items recognized directly in equity.

Current tax

Current tax is, as per IAS- 12: Income Taxes, the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date and any adjustment to the tax payable in respect of the previous period. Provision for current income tax has been made on 12% on business income as per Finance Act 2018 and SRO for Garments industries and also made 25% on other income for public limited company as prescribed on the Income Tax Ordinance 1984. The calculation has been shown in the note 26.

Deferred Tax:

The provision for deferred tax has also been made based on the temporary difference amount between Accounting depreciation and tax depreciation of property, plant and equipment calculated by the tax authority in the assessment year 2015-16. The rate of deferred tax has been applied as per Income Tax Ordinance, 1984.

The calculation has been shown in note 27.

2.12. Significant Event:

During the reporting period due to increase wages and salary as per Govt. notification and additional manpower recruited for new production unit Building C, which incurred loss and will be recover immediately by increase production volume of garments.

2.13 Related party Disclosure:

During the period the company do not have any related party transaction.

3. Earnings per share:

Basic Earnings Per Share (EPS) has been computed dividing the earning attributable to the number of the ordinary shares outstanding as at balance sheet date. This has been calculated in compliance with the requirements of IAS-33: Earnings Per Share by dividing the basic earning by the number of ordinary shares outstanding end of the period.

3.1. Basic Earning

This represents earning for the period attributable to ordinary items, the net profit after tax for the period has been considered as fully attributable to the ordinary shareholders.

3.2. Restated:

We have already credited 10% stock dividends for the previous period, so that, Earning Per Share EPS & Net Operating Cash Flow Per Share NOCFPS has calculated on the basis of restated for previous period.

04 Capital Works-in-Progress

Buildings

Total

Opening Works-in-Progress

Add: Addition during the year

Less: Adjustment during the period

Closing Balance during the period

Amount in Taka	
30 Sep 2019	30 June 2019
183,789,442	294,491,257
183,789,442	294,491,257
294,491,257	258,172,151
1,848,685	36,319,106
296,339,942	294,491,257
112,550,500	-
183,789,442	294,491,257

05 Inventories

Raw Materials

Work-in-Process

Finished Goods

Materials in Transit

Total

651,237,370	703,163,427
500,764,010	440,639,225
702,550,237	662,944,166
32,355,024	50,126,305
1,886,906,641	1,856,873,123

06 Accounts Receivables

Distra Warenhandeksges. MBH

Deltex Handelsgesellschaft

NKD Services GMBH

G. Enpfenning GMBH

NTD Apparel Inc.

Frontline Image

KIK TEXTILIEN UND NON-FOOD GMBH

SEOMOK TRADING Co. LTD

Miles Fashions GMBH

Veront Teddy Bear Company Inc.

VA-YOLA Garments Ltd.

W Fashion BV

ZAK CORP. LTD.

GARMA C. B

Other Receivables (Note: 06.1)

Primark Stores Limited

Total

34,735,791	36,529,658
1,296,543	-
-	9,276,017
7,933,588	13,781,388
-	8,639,617
5,112,409	-
112,342,624	22,603,327
19,916,342	-
114,517,053	10,573,055
60,268,294	47,226,100
1,160,838	-
8,518,522	-
13,037,723	-
3,628,801	-
2,268,325	2,229,861
1,541,515,606	1,606,682,889
1,926,252,459	1,757,541,912

06.1 Other Receivables

Fashions FX Limited

SA Sourcing Ltd.

Total

Amount in Taka	
30 Sep 2019	30 June 2019
225,276	186,812
2,043,049	2,043,049
2,268,325	2,229,861

07 Advances, Deposit and Prepayments

Advances (Note: 07.1)

Deposits

Total

164,620,820	151,691,023
1,250,800	1,250,800
165,871,620	152,941,823

07.1 Advances

Advance against Salary	1,111,205	911,205
Advance Income Tax Note: 07.1(a)	128,731,009	114,012,691
Advance against Purchase / Expenses Note: 07.1(b)	12,867,182	13,851,313
Advance against House Rent	2,375,122	2,375,122
Advance for Construction & Others Note: 07.1(c)	15,366,552	16,370,942
Gass Line and Other Instalation	4,169,750	4,169,750
Total	164,620,820	151,691,023

07.1(a) Advance Income Tax

Opening Balance	114,012,691	90,026,188
Add: Addition During the Year	14,718,318	23,986,503
	128,731,009	114,012,691

07.1(b) Advance against Purchase / Expenses

Mr. Ainal Haque	2,182,500	2,524,131
Mr. Basek Hossen	1,520,000	1,812,500
Hi Tech Coloor Chem	6,164,682	6,164,682
Word of Techonology	2,500,000	2,500,000
Khan Enterprise	500,000	850,000
Total	12,867,182	13,851,313

07.1(c) Advance for Construction & Others

Azim Engineering Workshop & Thai Aluminum	1,200,000	1,745,300
Hasib Thai	3,547,000	4,006,090
Prepaid Insurance	5,725,865	5,725,865
Boiler Soltions Point	1,665,020	1,665,020
360 Total Solution Ltd	1,361,917	1,361,917
Genesis Technologies Ltd.	1,866,750	1,866,750
Total	15,366,552	16,370,942

08 Cash & Cash Equivalents

Cash in Hand (Note-08.1)	387,868	206,317
Cash at Banks (Note-08.2)	607,461,523	520,163,041
Total	607,849,391	520,369,358

08.1 Cash in Hand

Balance in Central Cash	267,512	138,502
Balance in Factory Cash	120,356	67,815
Total	387,868	206,317

08.2 Cash at Banks

On Current/Short Notice Deposit Accounts Note: 08.2(a)	602,461,523	490,163,041
On Fixed Deposit Receipt (FDR) Accounts Note: 08.2(b)	5,000,000	30,000,000
Total	607,461,523	520,163,041

08.2(a) On Current/Short Notice Deposit Accounts

Bank Name	A/c Number	Branch Name	Amount in Taka	
			30 Sep 2019	30 June 2019
EXIM Bank Ltd.	711100038467	Gulshan Br.	74,878	74,878
National Bank Ltd.	00036000534/106700	Gulshan Br.	20,599	20,599
Prime Bank Ltd.	11831020024366/211	Gulshan Br.	6,374	6,374
Southeast Bank Ltd.	101110011987	Gulshan Br.	9,137	1,288,046
Southeast Bank Ltd.	1015200000041	Gulshan Br.	96,068	3,775,941
Southeast Bank Ltd.	1015400000003	Gulshan Br.	10,729,502	54,813,951
Southeast Bank Ltd.	1015400000041	Gulshan Br.	550,267	419,210
Southeast Bank Ltd.	1015400000043	Gulshan Br.	7,160,667	4,417,257
Southeast Bank Ltd.	1015400000044	Gulshan Br.	522,606	1,653,539
Southeast Bank Ltd.	1015400000045	Gulshan Br.	8,559,251	2,877,984
Southeast Bank Ltd.	1015400000046	Gulshan Br.	875,159	875,159
Southeast Bank Ltd.	1015400000049	Gulshan Br.	7,098,719	2,669,263
Southeast Bank Ltd.	1015400000051	Gulshan Br.	1,819,796	50,922,291
Southeast Bank Ltd.	1015400000056	Gulshan Br.	2,954,634	2,954,634
Southeast Bank Ltd.	1015400000058	Gulshan Br.	206,825	206,825
Southeast Bank Ltd.	1015400000063	Gulshan Br.	755,462	755,462
Southeast Bank Ltd.	1015400000075	Gulshan Br.	1,067,413	4,175,635
Southeast Bank Ltd.	1015400000080	Gulshan Br.	6,258,921	-
Southeast Bank Ltd.	1015400000082	Gulshan Br.	115,448	935,400
Southeast Bank Ltd.	1015400000086	Gulshan Br.	215,375	215,375
Southeast Bank Ltd.	1015400000095	Gulshan Br.	164,644	303,853
Southeast Bank Ltd.	1015400000097	Gulshan Br.	957,617	957,617
Southeast Bank Ltd.	1015400000119	Gulshan Br.	713	11,358,412
Southeast Bank Ltd.	1015400000120	Gulshan Br.	355,876	355,876
Southeast Bank Ltd.	1015400000122	Gulshan Br.	39,323,717	84,763,742
Southeast Bank Ltd.	1015400000132	Gulshan Br.	726,986	726,986
Southeast Bank Ltd.	1015400000134	Gulshan Br.	222,865	21,265
Southeast Bank Ltd.	1015400000139	Gulshan Br.	1,146	2,430,982
Southeast Bank Ltd.	1015400000143	Gulshan Br.	2,406,865	2,406,865
Southeast Bank Ltd.	1015400000152	Gulshan Br.	3,103,844	20,330,019
Southeast Bank Ltd.	1015400000154	Gulshan Br.	9,500	2,870,681
Southeast Bank Ltd.	1015400000187	Gulshan Br.	1,446,276	1,994,985
Southeast Bank Ltd.	1015400000188	Gulshan Br.	39	14,356,724
Southeast Bank Ltd.	1015400000201	Gulshan Br.	3,954,819	16,483,900
Southeast Bank Ltd.	1015400000202	Gulshan Br.	38,572.80	1,624,857
Southeast Bank Ltd.	1015400000203	Gulshan Br.	66	11,543,903
Southeast Bank Ltd.	1015400000204	Gulshan Br.	13	3,626,088
Southeast Bank Ltd.	1015400000205	Gulshan Br.	150,758,204	-
Southeast Bank Ltd.	1015400000212	Gulshan Br.	51,865	8,191,137
Southeast Bank Ltd.	1015400000215	Gulshan Br.	2,210,997	-
Southeast Bank Ltd.	1015400000216	Gulshan Br.	7	7,772,969
Southeast Bank Ltd.	1015400000217	Gulshan Br.	2,083,610	-
Southeast Bank Ltd.	1015400000218	Gulshan Br.	3	10,985,666
Southeast Bank Ltd.	1015400000248	Gulshan Br.	1,033,488	-
Southeast Bank Ltd.	1015400000249	Gulshan Br.	1,920,582	2,142,584
Southeast Bank Ltd.	1015400000250	Gulshan Br.	3,804	4,308,552
Southeast Bank Ltd.	1015400000251	Gulshan Br.	-	1,501,162
Southeast Bank Ltd.	1015400000269	Gulshan Br.	12,338,186	9,711,686
Southeast Bank Ltd.	1015400000288	Gulshan Br.	2,209,150	4,696,343
Southeast Bank Ltd.	1015400000289	Gulshan Br.	386,666	1,062,352
Southeast Bank Ltd.	1015400000290	Gulshan Br.	15,373,214	15,823,228
Southeast Bank Ltd.	1015400000291	Gulshan Br.	61,327,558	70,721,086

Southeast Bank Ltd.	1015400000292	Gulshan Br.	10,306,039	-
Southeast Bank Ltd.	1015400000293	Gulshan Br.	613,097	-
Southeast Bank Ltd.	1015400000326	Gulshan Br.	62,559,841	-
Southeast Bank Ltd.	1015400000327	Gulshan Br.	4,151,896	5,470,102
Southeast Bank Ltd.	1015400000328	Gulshan Br.	3,362,848	9,689,229
Southeast Bank Ltd.	1015400000370	Gulshan Br.	5,789,805	-
Southeast Bank Ltd.	1015400000371	Gulshan Br.	9,873,004	-
Southeast Bank Ltd.	1015400000372	Gulshan Br.	1,720,262	-
Southeast Bank Ltd.	1015400000374	Gulshan Br.	11,575,518	-
Southeast Bank Ltd.	1015400000375	Gulshan Br.	282,754	-
Southeast Bank Ltd.	1015400000445	Gulshan Br.	26,670	-
Southeast Bank Ltd.	1015400000457	Gulshan Br.	1,170,021	-
Southeast Bank Ltd.	1015400000465	Gulshan Br.	39,824,641	-
Southeast Bank Ltd.	1015400000467	Gulshan Br.	5,987,604	-
Southeast Bank Ltd.	1015400000499	Gulshan Br.	2,309,028	-
Southeast Bank Ltd.	1015400000500	Gulshan Br.	2,565,358	-
Southeast Bank Ltd.	1015400000501	Gulshan Br.	1,876,687	-
Southeast Bank Ltd.	1015400000511	Gulshan Br.	7,641,551	-
Southeast Bank Ltd.	1015400000512	Gulshan Br.	13,539,569	-
Southeast Bank Ltd.	1015400000513	Gulshan Br.	9,485,735	-
Southeast Bank Ltd.	1015400000515	Gulshan Br.	2,095,710	-
Southeast Bank Ltd.	1015400000532	Gulshan Br.	2,391,614	-
Southeast Bank Ltd.	1015400000541	Gulshan Br.	4,499,541	-
Southeast Bank Ltd.	1015400000637	Gulshan Br.	2,033,815	-
Southeast Bank Ltd.	1015500000256	Gulshan Br.	2,897,022	176,763
Southeast Bank Ltd.	1015600000040	Gulshan Br.	285,362	47,028
Southeast Bank Ltd.	1015600000100	Gulshan Br.	5,401,420	39,415
Social Islami Bank Ltd.	0181360001416	Foreign Ex. Br	154,333	154,333
IFIC Bank Ltd.	1002390905001	Gulshan Br.	74,069	33,755
Jamuna Bank Ltd.	00060210017279	Dilkusha Br.	93,478	93,478
Agrani Bank Limited	0200012747551	Banani Corporate Br.	20,027,213	2,853,953
Premier Bank Limited	018911100000067	Gulshan Br.	13,627,610	22,763,232
BRAC Bank Ltd.	1501201918541001	Gulshan Br.	2,343,691	2,343,691
BRAC Bank Ltd.	1501201918541002	Gulshan Br.	238,830	238,830
BRAC Bank Ltd.	1501201918541003	Gulshan Br.	4,200	4,200
BRAC Bank Ltd.	1501201918541004	Gulshan Br.	4,512	4,512
BRAC Bank Ltd.	1501201918541006	Gulshan Br.	68,537	68,537
BRAC Bank Ltd.	1501201918541007	Gulshan Br.	50,643	50,643
Total			602,461,523	490,163,041

The above balances are reconciled with Bank Statements and ledger balances.

08.2(b) On Fixed Deposit Receipt (FDR) Accounts

<u>Bank Name</u>	<u>A/c Number</u>	<u>Branch Name</u>		
Social Islami Bank Ltd.	0185310071694	Foreign Ex. Br	-	5,000,000
Social Islami Bank Ltd.	0185310071705	Foreign Ex. Br	-	5,000,000
Social Islami Bank Ltd.	0185310071716	Foreign Ex. Br	-	5,000,000
Social Islami Bank Ltd.	0185310071727	Foreign Ex. Br	-	5,000,000
Social Islami Bank Ltd.	0185310071738	Foreign Ex. Br	-	5,000,000
Social Islami Bank Ltd.	0185310071749	Foreign Ex. Br	-	5,000,000
Total			5,000,000	30,000,000

09 Accounts & Other Payables

Trade Payable	64,612,500	46,757,297
Other Payables (Note: 9.1)	43,890,374	47,932,325
Total	108,502,874	94,689,622

These are unsecured, payable within one year.

09.1 Other Payables

KM Serviceing Center	2,487,010	1,940,980
Shimanta Paribahan	22,844,332	24,296,597
Global Way	18,072,362	21,058,078
The Daily New Age	244,225	294,225
The Daily Somokal	242,445	342,445
Total	43,890,374	47,932,325

10 Accrued Expenses

Audit fee	500,000	500,000
Salaries and Wages Payable	64,967,911	74,325,132
Gas Bill	7,178,533	7,799,591
Electracity Bill	635,579	897,976
G4S Secure Solutions Bangladesh (Pvt.) Ltd.	615,660	813,447
Telephone Bill and Others Utilities	155,682	166,144
Annual Listing Fees & Other	3,056,452	3,056,452
Workers' Participation/Welfare Funds (Note: 10.1)	47,846,900	47,846,900
Provision for tax (Note: 10.2)	184,982,946	170,329,097
Provision for deferred tax	155,403,264	141,455,186
Total	465,342,928	447,189,926

10.1 Workers' Participation/Welfare Funds

Opening Balance	47,846,900	70,800,287
Add: During the year Workers' Participation/Welfare Funds	-	-
	47,846,900	70,800,287
Less: Adjustment during the year	-	22,953,387
	47,846,900	47,846,900

These are unsecured, falling due within one year.

No interest has been provided on, and payments made from, Workers' Participation/Welfare Funds.

10.2 Provision for tax

Accounting Year	Assessment Year	Amount	Status
July 2019 to Sep 2019	2020-2021	14,653,849	
July 2018 to June 2019	2019-2020	24,028,862	Return not yet due.
July 2017 to June 2018	2018-2019	36,070,992	Return not yet due.
July 2016 to June 2017	2017-2018	29,106,971	Return submitted.
Jan 2016 to June 2016	2016-2017	16,131,959	Under appeal
2015	2016-2017	26,033,710	Under appeal
Amount after Adjustment up to assessment year upto 2015-2016		46,463,103	Assessment Complited/ Agreed.
		192,489,446	
Less: Tax Paid		7,506,500	
		184,982,946	

11 **Bank Overdraft**

Bank Name	Br Name	Amount in Taka	
		30 Sep 2019	30 June 2019
Southeast Bank Ltd. CC A/c 01073300000167	Gulshan Br.	46,439,954	46,360,125
Total		46,439,954	46,360,125

Fully secured by 1 (one) undated cheque to cover the entire the limit along with a letter of authority to insert date on the cheque and personal guarantee of the Directors of the Company.

12 **Short Term Bank Credits :**

Southeast Bank Ltd.:			
Time Loan		586,112,086	536,898,668
Packing Credit		125,393,263	141,048,485
Bill Purchase		29,361,854	2,217,285
Other Loans		-	155,808,704
LTR		100,759,844	-
Loan against Cash Incentive		19,978,670	-
EDF		62,465,210	-
Total		924,070,927	835,973,142

These are secured, falling due within one year. The security and other term are specified as follows:

Time Loans are fully secured by first charge on the fixed assets of the Company.

Packing Credit, Bill Purchase and other Loans are against Lien on Master/Export L/C.

13 **Accepted Liabilities/ Deferred L/C Liabilities:**

140,336,624	62,374,642
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These are unsecured except by letters of credit, falling due within one year.

14 **Share Money Refundable**

These have been deposited against public issue of capital approved by SEC vide SEC letter no.SEC/CI/IPO-138/2010-1488 dated August 08, 2012 and BSEC/CI/RI-90/2013/93 dated February 04, 2014.

Bank Name	A/C No.	Branch	Amount in Taka	
			30 Sep 2019	30 June 2019
BRAC Bank Ltd	1501201918541001	Gulshan Br.	2,343,691	2,343,691
BRAC Bank Ltd	1501201918541002	Gulshan Br.	238,830	238,830
BRAC Bank Ltd	1501201918541003	Gulshan Br.	4,200	4,200
BRAC Bank Ltd	1501201918541004	Gulshan Br.	4,512	4,512
BRAC Bank Ltd	1501201918541007	Gulshan Br.	50,643	50,643
Total			2,641,876	2,641,876

15 **Current Maturity of Long Term Loans**

Current portion of Long Term Bank Loans Tk. 280,473,408 (2018-2019; Tk.376,777,997) has been shown under the head Current Liabilities which is payable within September -2020.

280,473,408	276,777,997
280,473,408	276,777,997

16 Share Capital

16.1 Authorised Capital

500,000,000 Ordinary shares of Tk.10/- each

5,000,000,000

5,000,000,000

16.2 Issued, Subscribed, Called-up & Paid-up Capital

224,363,400 Ordinary Shares of Tk. 10/- each issued for cash

2,243,634,000

2,243,634,000

270,611,155 Bonus Shares of Tk.10/- each

2,706,111,550

2,706,111,550

4,949,745,550

4,949,745,550

The Shareholding position of the Company are as under :

Name of Shareholders	No. of Shares	Percentages (%)	Amount (Tk.)
Tauhidul Islam Chaudhury	25,409,021	5.13	254,090,210
Alavee Azfar Chaudhury	10,481,438	2.12	104,814,380
Shaheen Akhter Chaudhury	190,932	0.04	1,909,320
AJ Corporation Limited	22,412,568	4.53	224,125,680
Rajiv Sethi	9,899,489	2.00	98,994,890
Others	426,581,107	86.18	4,265,811,070
Total	494,974,555	100	4,949,745,550

17 Revaluation Surplus

Land & Land Development

Building

Plant & Machinery

Less: Depreciation on Revaluation Surplus

Total

Amount in Taka	
30 Sep 2019	30 June 2019
136,740,234	136,740,234
186,564,545	190,371,985
81,441,798	85,728,209
404,746,578	412,840,428
1,950,845	8,093,850
402,795,733	404,746,578

S.F. Ahmed & Co, Chartered Accountants revalued the fixed assets of the Company as of 31 December 2008, following "depreciated current cost method", resulting in a revaluation surplus at Tk.506,889,888.

18 Retained Earnings

Opening Balance

Add: Current Period Profit

Add: Depreciation on Revaluation Surplus

Less: Bonus Share Issue

292,604,704	521,047,345
99,227,450	213,440,369
391,832,154	734,487,714
1,950,845	8,093,850
393,782,999	742,581,564
-	449,976,860
393,782,999	292,604,704

19 Long Term Loans

Term Loan

Office Space

Office Space

Car Loan

Total

Southeast Bank Ltd.

LankaBangla Finance Ltd.

IPDC Bangladesh Ltd.

IPDC Bangladesh Ltd.

887,549,300	897,964,344
136,010,134	144,675,395
131,220,766	138,536,122
13,818,578	15,303,583
1,168,598,778	1,196,479,444

20 Sales Revenue

Amount in Taka	
01.07.2019 to 30.09.2019	01.07.2018 to 30.09.2018
1,051,785,626	1,322,740,648
1,051,785,626	1,322,740,648

21 Cost of Goods Sold

Opening Stock of Raw Materials	703,163,427	400,650,846
Add: Purchases	612,107,088.12	832,158,303
Less: Closing Stock of Raw Materials (Note : 05.1)	651,237,370	378,972,510
Material Consumed	664,033,145	853,836,639
Add: Direct Labour	158,564,811	163,033,730
Prime Cost	822,597,956	1,016,870,369
Add: Factory Overhead (Note : 21.1)	67,384,264	60,495,040
Cost of Manufacturing	889,982,220	1,077,365,408
Add: Opening Work-In-Process (Note: 05.00)	440,639,225	329,180,543
Less: Closing Work-In-Process (Note: 05.00)	500,764,010	339,126,892
Cost of Goods Manufactured	829,857,435	1,067,419,059
Add: Opening Stock of Finished Goods (Note: 05.00)	662,944,166	458,617,306
Less: Closing Stock of Finished Goods (Note: 05.00)	702,550,237	488,142,536
Cost of Goods Sold	790,251,364	1,037,893,829

21.1 Factory Overhead

	Amount in Taka	
	01.07.2019 to 30.09.2019	01.07.2018 to 30.09.2018
Rent	210,000	676,000
Security Service	1,875,975	1,784,119
Depreciation	28,198,764	28,594,557
Utility Charges	22,544,230	15,868,809
Transport	2,459,900	2,089,867
Repair and Maintenance	1,083,957	1,845,624
Fuel & Lubricant	2,230,500	3,240,875
Carriage Inward	3,759,505	4,672,580
C & F Charge Import	1,171,368	-
Labour Bill	-	205,142
Entertainment	205,179	301,286
Lab Test & Inspection Charge	1,564,762	373,889
Insurance Premium	1,908,621	585,087
Other Expenses	171,503	257,205
Total	67,384,264	60,495,040

22 Administrative & Selling Expenses

Staff Salaries	57,467,802	48,472,124
Directors' Remuneration	2,400,000	2,400,000
Bonus	4,695,305	9,580,230
Freight Charge	10,762,016	15,512,250
Utility Charge	405,735	342,872
Entertainment	168,645	195,685
C & F Charges	4,166,477	7,502,312
Courier & Postage	455,215	799,106
Telephone and Other	662,889	682,243
Office Rent	612,000	547,200
Car Repair and Maintenance	72,502	75,207
Depreciation	1,484,145	1,504,977
Professional, Consultancy, Listing and Other Fee	999,810	2,234,843
Traveling & Conveyance	857,654	347,985
Stationeries	170,219	555,895
Fuel & Lubricant	305,427	875,925
Carriage Outward	5,993,391	14,054,171
Sample Expenses	1,051,786	7,275,074
Advertisement	352,222	314,550
License & Renewals	261,473	52,350
Commercial Expenses	1,882,636	2,057,210
AGM and EGM Expenses	-	50,000
Compliance Expenses	719,300	332,741
Exchange Loss/Gain	1,221,534	1,134,623
Other Expenses	210,314	347,856
	97,378,496	117,247,428

23 Other Income

	Amount in Taka	
	01.07.2019 to 30.09.2019	01.07.2018 to 30.09.2018
Income from Cash Incentive	28,245,600	24,182,800
Other Revenues	1,020,800	2,241,530
Interest on Bank Deposits	825,000	1,749,725
Total	30,091,400	28,174,055

24 Financial Expenses

Bank Charges & Commission	4,170,279	5,187,242
Interest on Time Loan	15,821,694	2,284,592
Interest on Packing Credit	4,476,003	2,051,209
Interest on Term Loan	26,510,109	11,087,494
Interest on Bill Purchase	1,048,093	10,125,211
Interest on Other Loans	14,014,440	12,241,302
Total	66,040,617	42,977,050

25 WPWFs/ Contribution to Central Fund (RMG Sector)

As per Bangladesh Bank Circulars order by Bangladesh Government Circular Pattrra No. FEPD (Raptani Nitee) 220/2016-18. The concern Bank deducte @ 0.03% from 100% export oriented Garments Business as Central Fund (RMG Sector) which will deposit to Sonali Bank Limited, Ramna Corporate Branch, A/c: 0442636001018

26 Current Year Tax Expenditure (Provision)

Particulars	Amount	Rate	Amount
Other Than Business Income:			
Other Revenues	1,020,800	25.00%	255,200
Income from Cash Incentive	28,245,600	10.00%	2,824,560
Interest on Investment and Deposits	825,000	25.00%	206,250
	30,091,400		3,286,010
Tax on Business Income:			
Business Income Tax			11,367,839
Total Provision for Income Tax			14,653,849

27 Provision for Deferred Tax:

			Amount
Deferred Tax for Property Plant & Equipment Note: 27.1			1,295,027,204
			1,295,027,204
Particulars	Rate	Amount	Tax Provision
Deferred Tax	12%	1,295,027,204	155,403,264
Less: Opening Balalce			141,455,186
			13,948,078

27.1 Deferred Tax for Property Plant & Equipment

Writtendown Value as per Accountion Policy
Less: Writtendown Value as per Third Schedule

4,264,145,243
3,085,352,022
1,178,793,221

28 Earning Per Share (EPS)

Profit attributable to Ordinary Shareholders
Number of Shares (Notes: 31)
Earnings per share - Basic

Amount in Taka	
01.07.2019 to 30.09.2019	01.07.2018 to 30.09.2018
99,227,450	121,339,011
494,974,555	494,974,555
0.20	0.25
	Restated

29 Net Assets Value per Share (NAVPS)

Net Asset Value (NAV)
Number of Shares (Notes: 31)

Net Asset Value per Share (NAVPS)

5,983,103,393	5,883,875,943
494,974,555	494,974,555
12.09	11.89

30 Net Operating Cash Flows per Share

Net Operating Cash Flows
Number of Shares (Notes: 31)

Net Operating Cash Flows per Share

28,173,856	72,710,108
494,974,555	494,974,555
0.06	0.15

31 Number of Shares

Total paiup Capital
Face value each share
Total number of shares

4,949,745,550	4,949,745,550
10.00	10.00
494,974,555	494,974,555

32 Significant Deviation in Gross Profit Margin, Net Profit Margin & Profit Before and Tax

	Amount in Taka	
	01.07.2019 to 30.09.2019	
Gross Profit Margin	(20.48)	%
Net Profit Margin	(8.18)	%
Profit Before Tax	(18.22)	%

Higher raw material price in international & local market in comparison with previous period, incremental salary & bonus, higher wages & interest rates impose a combined effect on the financial performance of the company.

33 Reconciliation of Net Income or Net Profit with Cash Flows from Operating Activities (Indirect Method) the requirement of Bangladesh Securities and Exchange Commission notification no. BSEC/CMRRCD/2006-158/308/Admin/81, Dated 08 August 2018.

Particulars	Amount in Taka	
	01.07.2019 to 30.09.2019	01.07.2018 to 30.09.2018
Net Profit Before Tax and WPWFs	128,206,549	152,796,395
Adjustments to reconcile net income to net cash provided by operating activities:		
Non-Cash Items:	703,810	(1,357,851)
Depreciation on Fixed Assets	29,682,909	30,099,534
Contribution to Central Fund (RMG Sector)	(377,172)	(336,974)
Income Tax Provision	(28,601,927)	(31,120,411)
Changes in Operating Activities:	(100,736,503)	(78,728,436)
Increase/ Decrease in Inventories	(30,033,518)	(30,024,500)
Increase/ Decrease in Trade and other Receivables	(168,710,548)	(105,505,644)
Increase/ Decrease in Advance, Deposits and Prepayments	(11,920,673)	(1,143,688)
Increase / Decrease in Accounts Payable & Others	13,813,252	8,385,680
Increase/Decrease in Deferred L/C Liabilities	77,961,982	8,159,255
Increase/ Decrease in Accrual Expenses	18,153,002	41,400,461
	<u>28,173,856</u>	<u>72,710,108</u>
Net Operating Cash from Operating Activities	28,173,856	72,710,108
	<u>494,974,555</u>	<u>494,974,555</u>
	<u>0.06</u>	<u>0.15</u>
		Restated