



Ref: SCML/04/451 /2021

Dated: Dhaka
November 14, 2021

The Chairman

Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
Plot # E-6/C, Agargaon
Sher-e-Bangla Nagar
Dhaka- 1207.

Subject: **Price Sensitive Information**

Dear Sir,

This is for kind information of all concerned that the Board of Directors of Saiham Cotton Mills Ltd. in its Board Meeting held on November 14, 2021 at 4.00 P.M. at its Dhaka Office has taken the following Price Sensitive decision regarding the Un-audited First Quarterly Financial Statements for the period from July 01, 2021 to September 30, 2021.

Sl. No.	Particulars	July 01, 2021 to September 30, 2021	July 01, 2020 to September 30, 2020
01	Profit before Tax	(59,226,651)	3,22,52,807
02	Profit after Tax	(68,564,423)	2,20,94,570
03	Earnings Per Share (EPS)	(0.46)	0.15
04	NAV Per Share	36.72	36.17
05	Net Operating Cash Flow Per Share (NOCFPS)	3.81	2.00

Disclosure relating to incurring loss:

Due to destructive fire accident in the raw cotton stock godown of Saiham Cotton Mills Limited on October 15,2020 an amount of Tk. 12,69,77,654 has been sustained loss during this period, result of which EPS has been decreased under review.

Thanking you

Yours faithfully

(Md. Sahinur Kabir, ACS)

Company Secretary

Copy to: (i) The Managing Director
Dhaka Stock Exchange Ltd.
DSE Tower, Plot # 46, Road # 21
Nikunja-02, North Airport Road
Dhaka-1229.

(ii) The Managing Director
Chittagong Stock Exchange Ltd.
Eunoos Trade Centre (Level-15)
52-53, Dilkusha C/A ,
Dhaka-1000.





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The Chairman

Bangladesh Securities and Exchange Commission
Securities Commission Bhaban
Plot # E-6/C, Agargaon
Sher-e-Bangla Nagar
Dhaka- 1207.

Sub: Submission of un-audited First Quarterly Financial Statements of Saiham Cotton Mills Ltd.

Dear Sir,

As per regulation in 17(1) of DSE Listing Regulations 2015, we are pleased to enclose herewith the un-audited First Quarterly Financial Statements for the period from July 01, 2021 to September 30, 2021 of Saiham Cotton Mills Ltd. The above un-audited First Quarterly Financial Statements are also available in the website of the Company.

The website of Saiham Cotton Mills Ltd. is www.saihamcotton.com

Thanking you,

Yours faithfully,

(Md. Sahinur Kabir, ACS)
Company Secretary

- Copy to:** (i) **The Managing Director**
Dhaka Stock Exchange Ltd.
DSE Tower, Plot # 46, Road # 21
Nikunja-02, North Airport Road
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- (ii) **The Managing Director**
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Eunoos Trade Centre (Level-15)
52-53, Dilkusha C/A , Dhaka-1000.





SAIHAM COTTON MILLS LTD.

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Statement of Financial Position As at September 30, 2021

Particulars	Notes	Amount in Taka	
		September 30, 2021	June 30, 2021
ASSETS:			
Non-Current Assets:			
Property, Plant and Equipment	3.00	5,553,826,040	5,629,749,896
Investment	4.00	528,776,254	521,102,549
Total Non-Current Assets		6,082,602,294	6,150,852,445
Current Assets:			
Inventories	5.00	1,658,315,486	1,068,355,020
Trade and Other Receivables	6.00	1,085,623,494	1,483,441,037
Sundry Receivables	7.00	-	552,573,317
Advance, Deposits and Pre-payments	8.00	316,567,312	510,706,777
Cash and Cash Equivalents	9.00	90,146,015	89,102,562
Total Current Assets		3,150,652,308	3,704,178,714
Total Assets		9,233,254,602	9,855,031,159
EQUITY AND LIABILITIES:			
Shareholder's Equity:			
Share Capital	10.00	1,487,750,000	1,487,750,000
Share Premium		751,750,000	751,750,000
Revaluation Surplus	11.00	2,299,404,619	2,326,275,677
Retained Earnings		916,760,542	959,984,366
FVOCI Reserve		7,977,665	7,933,266
Total Shareholders Equity		5,463,642,826	5,533,693,310
Non-Current Liabilities:			
Deferred tax liabilities	12.00	564,897,682	564,708,369
Long Term Loan	13.00	435,912,506	319,385,367
Total Non-Current Liabilities		1,000,810,188	884,093,736
Current Liabilities:			
Short Term Loan	14.00	2,376,581,531	2,679,783,372
Term Loan Current Maturity	13.00	96,933,359	96,933,359
Liability against Capital Machinery	15.00	207,167,145	541,311,285
Trade & Other Creditors	16.00	12,808,517	26,008,915
Income tax provision	17.00	12,290,352	12,400,354
Payable and Accruals	18.00	59,791,991	68,474,809
Unclaimed Dividend	19.00	3,228,692	12,332,019
Total Current Liabilities		2,768,801,587	3,437,244,113
Total Liabilities		3,769,611,775	4,321,337,849
Total Equity and Liabilities		9,233,254,602	9,855,031,159
Net Assets Value per Share	27.00	36.72	37.20

The annexed notes 1 to 31 and annexure A form an integral part of these financial statements.


Managing Director


Director


Chairman


Chief Financial Officer


Company Secretary



ISO 9001 : 2015



Dhaka Office : Saiham Tower, Plot # 34, Road # 136, Gulshan-1, Dhaka-1212. Bangladesh.

Phone : 02-222263323, 02-222262284, Fax : +88-02-222294607, E-mail : info@saihamcotton.com, Web: www.saihamcotton.com

Registered Office & Factory : Noyapara, Saiham Nagar, Madhabpur, Habiganj-3333.



Statement of Profit or Loss and Other Comprehensive Income
For the period ended September 30, 2021

Particulars	Notes	Amount in Taka	
		July 01, 2021 to Sept 30, 2021	July 01, 2020 to Sept 30, 2020
Turnover		728,319,418	978,062,565
Cost of goods sold	20.00	(611,508,255)	(876,848,152)
Gross Profit		116,811,162	101,214,413
Administrative and marketing expenses	21.00	(19,449,751)	(19,107,996)
Financial expenses	22.00	(25,162,832)	(45,129,365)
Operating Profit/(Loss) Before Abnormal Loss By Fire		72,198,580	36,977,053
Abnormal Loss By Fire	23.00	(126,977,654)	-
Operating Profit/(Loss) After Abnormal Loss By Fire		(54,779,075)	36,977,053
Non-operating income	24.00	625,440	(2,515,485)
Other income	25.00	7,789,096	8,386,504
Profit Before WPPF & WWF		(46,364,538)	42,848,072
Expenses for WPPF & WWF		-	(2,040,384)
Unrealized gain/(loss) for change in exchange rate of foreign		(12,862,113)	(8,554,881)
Profit before Tax		(59,226,651)	32,252,807
Provision for Tax		(9,337,772)	(10,158,237)
Current Tax	17.00	(5,352,303)	(6,737,428)
Deferred Tax	12.1.1	(3,985,469)	(3,420,809)
Net Profit after Tax		(68,564,423)	22,094,570
Other Comprehensive Income/(Loss)		3,845,489	7,515,088
Adjustment for unrealized gain/(loss) on marketable securities		49,332	3,789,717
Deferred tax adjustment		(4,933)	(378,972)
Deferred Tax Adjustment		3,801,090	4,104,343
Total Comprehensive Income for the period		(64,718,934)	29,609,658
Earnings Per Share (EPS)	26.00	(0.46)	0.15

The annexed notes 1 to 31 and annexure A form an integral part of these financial statements.


Managing Director


Director


Chairman



Chief Financial Officer

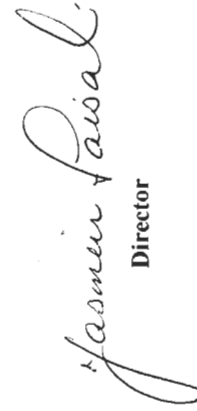

Company Secretary



Statement of Changes in Equity
For the period ended September 30, 2021

Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
Balance as at July 01, 2021	1,487,750,000	751,750,000	2,326,275,677	7,933,266	959,984,366	5,533,693,310
Net Profit after Tax	-	-	-	-	(68,564,423)	(68,564,423)
Unrealized gain on marketable securities	-	-	-	49,332	-	49,332
Deferred tax Adjustment	-	-	-	(4,933)	-	(4,933)
Adjustment for depreciation on revalued assets	-	-	(25,340,599)	-	25,340,599	-
Adjustment for revaluation of P.P.E. and deferred tax	-	-	3,801,090	-	-	3,801,090
Adjustment for destroyed by Fire on revalued assets	-	-	(5,331,549)	-	-	(5,331,549)
Balance as at September 30, 2021	1,487,750,000	751,750,000	2,299,404,619	7,977,665	916,760,542	5,463,642,827
Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
Balance as at July 01, 2020	1,487,750,000	751,750,000	2,418,070,423	3,958,612	690,492,112	5,352,021,147
Net Profit after Tax	-	-	-	-	22,094,570	22,094,570
Unrealized gain on marketable securities	-	-	-	3,789,717	-	3,789,717
Deferred tax Adjustment	-	-	-	(378,972)	-	(378,972)
Adjustment for depreciation on revalued assets	-	-	(27,362,287)	-	27,362,287.00	-
Adjustment for revaluation of P.P.E. and deferred tax	-	-	4,104,343	-	-	4,104,343
Balance as at September 30, 2020	1,487,750,000	751,750,000	2,394,812,479	7,369,357	739,948,969	5,381,630,806


Managing Director


Director


Chairman


Chief Financial Officer


Company Secretary





Statement of Cash Flows
For the period ended September 30, 2021

Particulars	Notes	Amount in Taka	
		July 01, 2021 to Sept 30, 2021	July 01, 2020 to Sept 30, 2020
A. Cash Flows From Operating Activities			
Collection from customers & others	30.00	1,126,136,961	823,050,386
Collection from non-operating income		625,440	(2,280,903)
Collection from other income		7,789,096	8,386,504
Claim Received from Green Delta Insurance Co.		420,264,114	-
Payment for cost and expenses	31.00	(981,841,693)	(526,441,827)
Income tax paid		(5,462,305)	(4,852,848)
Net cash used in operating activities		567,511,613	297,861,313
B. Cash Flows From Investing Activities			
Acquisition of property, plant and equipment		-	(492,009,996)
Sale of property, plant and equipment		-	200,000
Investment in shares of listed company		(547,346)	3,295,601
Investment in FDR		(7,077,028)	(1,089,496)
Net cash flows from investing activities		(7,624,373)	(489,603,891)
C. Cash Flows From Financing Activities			
Short-term loan		(303,201,841)	(138,625,802)
Liability against capital machinery		(334,144,140)	404,963,675
Long Term Loan		116,527,140	(1,139,332)
Interest paid on borrowings		(25,162,832)	(45,129,365)
Net cash flows from financing activities		(545,981,674)	220,069,177
D. Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		13,905,566	28,326,599
Cash & Cash Equivalents at beginning of the period		89,102,562	56,535,390
Effects of exchange rate changes		(12,862,113)	(8,554,881)
Cash & Cash Equivalents at end of the period		90,146,015	76,307,108
Net Operating Cash Flow Per Share (NOCFPS)		3.81	2.00


Managing Director


Director


Chairman


Chief Financial Officer


Company Secretary



Notes to the Financial Statements
As at and for the period ended September 30, 2021

1. Reporting Entity

1.1. Background of the Entity

Saiham Cotton Mills Ltd. (SCML) was incorporated on May 30, 2002 as a Private Limited Company under the Company Act, 1994 and subsequently it was converted as a Public Limited Company in April, 2010. The registered office of the company is situated at Noyapara, P.O: Saiham Nagar, U.Z: Madhabpur, Habiganj, while Dhaka office is situated at House # 34(11th floor), Road # 136, Gulshan – 1, Dhaka – 1212.

Saiham Cotton Mills Ltd. (SCML) had floated its 4,75,00,000 shares of Tk. 10/- each at Tk. 20/- each including premium of Tk. 10/- per share to general public through Initial Public Offering (IPO) after obtaining consent from Securities and Exchange Commission (SEC) vide their letter no. SEC/C1/IPO-159/2011/898 dated December 18, 2011.

1.2. Nature of Business

The company operates as industrial spinning plant having one of the largest and modern cotton mill for 100% export oriented industries in Bangladesh. The Company manufactures auto coned electronically cleared cotton carded and combed grey yarn.

2. Basis of preparation and Presentation of financial statements

2.1 Statement of Compliance

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

2.2 Basis of Preparation

The financial statements of the company have been prepared assuming Going Concern basis based on the accrual basis except interest on FDR of accounting following under the historical cost convention except property, plant and equipment (PPE), investment in shares and investment in FDR.

2.3 Basis of Reporting

Financial statements are prepared and presented for external users by the enterprise in accordance with identified reporting framework. Presentation has been made in compliance with the standards adopted by the ICAB for reporting, IAS – 1: “Presentation of Financial Statements”.

2.4 Reporting period:

These financial statements covered 3 (three) months from July 01, 2021 to September 30, 2021.



2.5 Comparative Figure:

Comparative information has been disclosed in respect of the year ended June 30, 2021 for Statement of Financial Position and period ended September 30, 2020 for Statement of profit or Loss and Other Comprehensive Income information in the financial statements and also the narrative and descriptive where it is relevant for understanding of the current period's financial statements.

2.6 Compliance with Financial Reporting Standards as applicable in Bangladesh

The Companies complied, as per Para 12 of Securities & Exchange Rule 1987, with the following International Accounting Standards (IASs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) in preparing the financial statements of the Company subject to departure where we have followed:

Sl. No.	Standard Number	Title of Standards	Compliance Status
01	IAS 01	Presentation of Financial Statements	Complied
02	IAS 02	Inventories	Complied
03	IAS 07	Statement of Cash Flows	Complied
04	IAS 10	Events after the Reporting Period	Complied
05	IAS 12	Income Taxes	Complied
06	IAS 16	Property, Plant & Equipment	Complied
07	IAS 21	The Effects of Changes in Foreign Exchange Rates	Complied
08	IAS 24	Related Party Disclosures	Complied
09	IAS 33	Earnings per Share	Complied
10	IFRS 09	Financial Instruments	Complied
11	IFRS 13	Fair Value Measurement	Complied
12	IFRS 15	Revenue from Contracts with Customers	Complied

2.7 Use of estimates and judgments:

In the preparation of the financial statements management required to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual result may differ from these estimates. Estimates and underlying assumptions are reviewed on an on going concern basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any periods affected.

2.8 Going concern Review

As per IAS-1, a company is required to make assessment at the end of each period to make assessment of its capability to continue as going concern. Management of the company makes such assessment each period. The company has adequate resources to continue its operation for the foreseeable future and has wide coverage of its liabilities. For this reason, the directors continue to adopt going concern assumption while preparing the financial statements.

2.9 Components of the Financial Statements:

According to the IAS – I “Presentation of Financial Statements” the complete set of the financial statements includes the following components:

- i) Statement of Financial Position as at September 30, 2021;





- ii) Statement of Profit or Loss and Other Comprehensive Income for the period ended September 30, 2021;
- iii) Statement of Changes in Equity for the period ended September 30, 2021;
- iv) Statement of Cash Flows for the period ended September 30, 2021; and
- v) Accounting Policies and explanatory notes to the financial statements for the period ended September 30, 2021.

2.10 Regulatory and Legal Compliance:

The Company complied with the requirements of the following regulatory and legal authorities:

- i) The Companies Act ,1994;
- ii) The Income Tax Ordinance,1984;
- iii) Securities and Exchange Rules, 1987;
- iv) The VAT Act,1991; and
- v) Other applicable rules and regulation.

2.11 Property, Plant and Equipments (PPE):

Property, plant and equipment are stated at their cost / revalued value less accumulated depreciation in accordance with IAS- 16: “Property, plant and equipment”. Cost represents cost of acquisition or construction and includes purchase price and other directly attributable cost of bringing the asset to working conditions for its intended use.

Expenditure on repairs and maintenance of property, plant and equipment is treated as expenses when incurred, subsequent expenditure on property, plant and equipment is only recognized when the expenditure improves the condition of the asset beyond its originally assessed standard of performance.

Depreciation of Property, Plant and Equipments

No depreciation has been charged on Land and Land development considering the unlimited useful life. Depreciation has been charged from the date when the assets became available for use. The rates of depreciation at the following rates are applied from the use of commercial production. Depreciation has been charged on PPE under diminishing balance method.

Name of assets	Rates
Building and Others Construction	5.00%
Plant and Machineries	7.50%
Furniture and Fixtures	10.00%
Motor Vehicles	15.00%
Office Equipments	10.00%
Sundry Assets	10.00%





2.12 Investment in Shares:

Investment in marketable ordinary shares has been shown at market price and classified as Fair value through other comprehensive income (FVOCI) financial instruments. Any adjustment for diminution in value of share as on closing of the period on an individual investment basis is made in the financial statement which is reflected in the other comprehensive income statement.

2.13 Inventories:

Inventories are assets held for sale in the ordinary course of business, in the process of production for such sale or in the form of materials or supplies to be consumed in the production process. Inventories are stated at the lower of cost or net realizable value. Costs including an appropriate portion of fixed and variable overhead expenses are assigned to inventories by the method most appropriate to the particular class of inventory. Net realizable value represents the estimated selling price for the inventories less all estimated cost of completion and cost necessary to make the sale. In compliance with the requirements with IAS - 2 "Inventories" consist of Raw materials, WIP & Finished Goods are valued at the lower of average cost or the net realizable value. Item wise valuation as follows:

Raw Cotton	At lower of weighted average cost or net realizable value
Stores & Spares	At lower of weighted average cost or net realizable value
Packing Materials	At lower of weighted average cost or net realizable value
Work-in-Process	100% Materials plus portion of labour charges, Gas charges.
Finished Goods (Yarn)	At lower of weighted average cost or net realizable value

2.14 Revenue Recognition:

In compliance with the requirements of IFRS - 15 "Revenue", revenue is recognized to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable excluding discounts, rebates, and sale taxes.

Revenue from the sale of goods is recognized when the following conditions are satisfied:

- i) the enterprise has transferred to the buyer the significant risk and rewards of ownership of the goods;
- ii) the enterprise retains neither continuing managerial involvement to the degree usually associated with ownership of the goods;
- iii) the amounts of revenue can be measured reliably ;
- iv) it is probable that the economic benefits associated with the transaction will flow to the entity; and
- v) The cost incurred or to be incurred in respect of the transaction can be measured reliably.





2.15 Functional and Presentation Currency and level of precision:

These financial statements are presented in Bangladeshi Taka (Taka/Tk./BDT) which is both functional currency and presentation currency of the Company.

2.16 Earnings per Share (EPS):

Earnings per share (EPS) are calculated in accordance with the IAS – 33 “Earnings per share” which has been shown on the face of statement of comprehensive income.

I) Basic Earning per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to the ordinary shareholders by the number of shares outstanding during the period.

ii) Diluted earnings per share

No diluted earnings per share are required to be calculated for the period as there was no scope for dilution during the period under review.

2.17 Cash & Cash Equivalent

According to IAS – 7 “Statement of Cash Flows” cash comprises of cash in hand and cash at bank. Considering the provisions of IAS – 7 cash in hand and bank balances have been considered as cash and cash equivalents.

2.18 Cash Flow Statement

Cash Flow Statement is prepared principally in accordance with IAS – 7 “Statement of cash flows” and in the cash flows the operating activities have been presented in direct method as prescribed by Bangladesh Securities and Exchange Rule 1987.

2.19 Provision, Accruals and Other Payables

While the provision for certain standing charges and known liabilities is made at the financial position date based on estimate, the difference arising there from on receipts of bills or actual payments is adjusted in the subsequent period when such liabilities are settled.

2.20 Foreign Currency Translation

Transactions in foreign currencies are translated in to BDT at the rate of exchange ruling on date of transaction. Monetary assets and liabilities expressed in foreign currencies are translated in to BDT at the rate of exchange ruling at the financial position date. Gain or losses resulting from foreign currency transactions are taken to the Comprehensive Income statement complying with IAS- 21: “The Effects of Changes in Foreign Exchange Rates”.

2.21 Borrowing costs:

In compliance with the requirement of IAS – 23 “Borrowing costs” borrowing cost relating to operational period on long term loans, short term loans and overdraft facilities was charged to revenue account as an expense as incurred.

2.22 Revaluation Reserve:

When an assets carrying amount is increased as a result of a revaluation, the increase amount should be credited directly to equity under the heading of revaluation surplus /reserve as per





IAS-16: Property, Plant and Equipment. The company revalued the assets of land and land development, Factory Building and Other Construction, Building Office Space, Plant and Machineries and Motor vehicle which has absolutely owned by the company and the increase amount transferred to revaluation reserve. The tax effects on revaluation gain are measured and recognized in the Financial Statements as per IAS-12: Income Taxes.

2.23 Taxation:

Current Tax:

Current tax provision has been made as per Income Tax Ordinance, 1984.

Deferred Tax:

Deferred tax is recognized on difference between the carrying amount of assets and a liability in the financial statements and the corresponding tax based used in the computation of taxable profit and is accounted for using balance sheet liability method. Deferred tax liability are generally recognized for all taxable temporary difference and deferred tax assets are recognized to the extent that it is probable that the profit will be available against which deductible temporary difference, unused tax loses or unused tax credits can be utilities. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor accounting profit. Considering the practices generally followed in Bangladesh the company have been reserved deferred tax assets or deferred tax liability in accordance with IAS- 12 “ Income Taxes “.

2.24 Trade Debtors:

Trade debtors for export of yarn are stated at their real value and trade receivable has mostly arisen from export sales which are usually received within the tenure under LC terms. As such, no expected credit loss has arisen during the period.

2.25 Provision for Worker's Profit Participation Fund:

The company has not provided contribution to WPPF as per provision of the Workers Profit Participation Act, 1968 due to company has shown Profit/ (Loss) after tax (68,564,423) during the period.

2.26 Responsibility for Preparation and Presentation of Financial Statement:

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 provision of “The Framework for the Preparation and Presentation of Financial Statements” issued by the International Accounting Standard Committee (IASC).

2.27 Related Party Disclosures:

As per IAS- 24: “Related Party Disclosures” parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company has carried out transactions in the ordinary course of business on an arm’s length basis at commercial rates with related parties.

2.28 Event after the reporting period:

In compliance with the requirements of “IAS – 10: “Events after the reporting period”, post statement of financial position events that provide additional information about the company’s position at the statement of financial position date are reflected in the financial





statement and events after the statement of financial position date that are not adjusting event are disclosed in the notes when material.

2.29 General:

- i) Figures appearing in these Financial Statements have been rounded off to the nearest Bangladesh Taka.
- ii) These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.
- iii) The company has not incurred any expenditure in foreign currency against royalties and technical fees.
- iv) Previous period's figures have been rearranged if necessary to conform to current period's presentation.





		Amount in Taka	
		Sept 30, 2021	June 30, 2021
3.00	Property, Plant and Equipment		
	This is arrived as follows:		
	Balance as on July 01, 2021	7,627,041,083	6,886,316,846
	Addition during the period	-	789,036,737
	Adjustment during the period	-	(48,312,500)
	Total as on September 30, 2021	7,627,041,083	7,627,041,083
	Accumulated Depreciation	(1,997,291,188)	(1,734,211,689)
	Depreciation value	5,629,749,896	5,892,829,394
	Depreciation charge during the period	(75,923,856)	(270,957,416)
	Depreciation Adjustment during the period	-	7,877,918
	Written down value as on September 30, 2021	5,553,826,040	5,629,749,896

(a) The details of the Property, Plant and equipment have been shown in **Annexure - A.**

(b) The assets have been revalued on 28 April, 2019.

4.00	Investment		
	Investment in Unquoted company (FSML)	4.01	60,499,400
	Investment in shares of listed company	4.02	5,258,391
	Investment in FDR	4.03	463,018,463
			455,941,435
			528,776,254
			521,102,549

4.01	Investment in Unquoted company (FSML)	60,499,400	60,499,400
		60,499,400	60,499,400

Name of the company	No. of Shares	September 30, 2021		June 30, 2020
		Cost	Market Value	Market Value
ADNTEL	-	-	-	322,400
BEXIMCO	-	-	-	134,250
CNATEX	-	-	-	528,000
DSSL	-	-	-	243,100
EGEN	-	-	-	49,100
FARCHEM	-	-	-	297,500
FEDERALINS	9,834	414,428	380,576	379,130
GSPFINANCE	550	14,184	15,070	-
IFIC	-	-	-	173,355
MLDYEING	5,000	166,664	148,500	232,800
NAHEEACP	5,500	292,666	279,950	-
NORTERNINS	5,000	314,252	280,500	-
PLFSL	10,000	292,722	30,000	30,000
PREMIERBAN	-	-	-	189,000
POWERGRID	1,950	114,241	123,045	-
RENATA	-	-	-	197,955
SINGERBD	-	-	-	323,460
SONALILIFE	-	-	-	374
SPCERAMICS	-	-	-	25,800
UNITEDAIR	410,000	3,385,431	779,000	779,000
WMSHIPYARD	-	-	-	179,800
Green Delta F. Services Ltd.	-	3,090,720	3,090,720	243,898
BO-1203620023711436	-	131,030	131,030	332,791
BRAC EPL BALANCE TK.	-	-	-	-
Total		8,216,338	5,258,391	4,661,713

Name of Banks	Purpose	Period	Investment in FDR	
			Sept 30, 2021	June 30, 2021
Dhaka Bank, 0010720	Bank Guarantee		1,097,346	1,087,558
Bank Asia(0048960/1858)	Bank Guarantee		4,501,881	4,461,725
UNICAP,0311	Term Loan	1 Year	19,502,535	19,157,696
UNICAP,2015 08 211	Term Loan	1 Year	65,832,716	64,668,680
UNICAP,2015 08 232	Term Loan	1 Year	22,122,394	21,731,232
IDLC Finance, 38927		1 Year	71,232,411	70,244,596
IDLC Finance, 38928		1 Year	71,232,411	70,244,596
Bank Asia,02155011152/0363017	Bank Guarantee		558,800	553,815
Bank Asia, 02155011224/19	Bank Guarantee		881,204	873,344
DBHFCL			21,260,000	20,000,000
Bank Asia(02155015525/0363394	Bank Guarantee		956,920	949,443
Bank Asia Ltd #0358530			25,452,025	25,225,000
Bank Asia Ltd #0358531			25,452,025	25,225,000
Dhaka Bank Ltd #316422			40,859,556	40,450,000





Dhaka Bank Ltd #316423
IDLFC FINANCE LTD.#1984*140321115328

Amount in Taka	
Sept 30, 2021	June 30, 2021
40,859,556	40,450,000
51,216,684	50,618,750
463,018,463	455,941,435

Out of total Tk. 463,018,463, Tk. 7,996,151 Fixed Deposit Receipts are under lien with various banks against bank guarantee and Taka 107,457,645 Fixed Deposit Receipts are lien marked with HSBC Ltd. against term loan. Interest on FDR avail different rate.

5.00 Inventories

This represents as follows:

	Quantity	Amount in Tk.	Amount in Tk.
Raw Materials	16,046,927 Lbs	1,234,940,735	801,538,845
Work in Process	194,521 Kgs	36,422,668	35,266,695
Finished Goods	1,518,643 Kgs	339,534,097	180,016,291
Stores & Spare Parts	N/A	42,190,605	45,251,138
Oil & Lubricants	N/A	1,171,615	2,127,867
Packing Materials	N/A	4,055,766	4,154,184
		1,658,315,486	1,068,355,020

Inventories are valued at lower of cost or net realizable value. Net realizable value is based on estimated selling price less any other cost anticipated to be incurred to make the sale.

6.00 Trade and other receivables

Aging of Trade Debtors

Trade debtors aged upto 90 days	682,993,514	821,886,854
Trade debtors aged upto 180 days	289,962,837	483,500,454
Other receivables	112,667,143	178,053,730
	1,085,623,494	1,483,441,037

a) Trade receivable has mostly arisen from export sales which are usually received within the tenure under LC terms. As such, no expected credit loss has arisen during the period.

b) There is no such debt due by or to directors or other officers of the Company.

I. Receivable considered good in respect of which the company is fully secured.	861,556,729	1,248,511,183
II. Receivable considered good in respect of which the company holds no security other than	-	-
III. Receivable considered doubtful or bad.	-	-
IV. Receivable due by any director or other officer of the company.	-	-
V. Receivable due by common management.	224,066,765	234,929,855
VI. The maximum amount of receivable due by any director or other officer of the company.	-	-
Total	1,085,623,494	1,483,441,037

7.00 Sundry Receivables

Claim Receivable from Green Delta Insurance Co. against Raw Cotton	516,573,317	516,573,317
Claim Receivable from Green Delta Insurance Co. against Building Construction	36,000,000	36,000,000
Total @ 90% of claim demand as per IDRA rules.	552,573,317	552,573,317
Less: Claim Received from Green Delta Insurance Co	(420,264,114)	-
Less: Adjusted with Abnormal Loss by Fire	(126,977,654)	-
Less: Adjusted with Revaluation Surplus for revalued assets	(5,331,549)	-
	-	552,573,317

8.00 Advance, Deposits and Prepayments

Security Deposit with Jalalabad Gas	8.01	21,219,533	21,219,533
Security Deposit with Hobigonj Palli Biddut		283,005	283,005
Security deposit with CDBL		500,000	500,000
Advance against salary & wages		186,019	207,019
Advance against local suppliers		12,221,695	11,134,443
Advance against L/C Margin and commission		282,157,060	477,362,777
Advance Income Tax	8.02	-	-
		316,567,312	510,706,777



		Amount in Taka	
		Sept 30, 2021	June 30, 2021
8.01	Security Deposit with Jalalabad Gas		
	Opening Balance as at July 01, 2021	21,219,533	17,221,252
	Add: Addition during the period	-	3,998,281
		<u>21,219,533</u>	<u>21,219,533</u>
	Less: Adjustment made during the period	-	-
	Closing Balance as on September 30, 2021	<u>21,219,533</u>	<u>21,219,533</u>
8.02	Advance Income Tax		
	Opening Balance	-	9,063,871
	Advance tax paid during the period:		
	Tax at source on Export	4,565,967	18,128,300
	Tax at source on FDR	786,336	4,195,192
	Tax at source on Transport	107,000	175,000
	Tax at source on Trade License	3,000	3,000
	Tax at source on Import	-	3,189,876
	Tax at source on Bank Interest	2	2,056
	Advance Income Tax for the assessment Year 2021-22	-	1,000,000
	AIT Paid during the period	<u>5,462,305</u>	<u>26,693,424</u>
	Total Advance tax paid	<u>5,462,305</u>	<u>35,757,295</u>
	Less : Adjustment for Prior period Tax	-	(9,063,871)
	Less: Adjustment with Current period Tax	(5,462,305)	(26,693,424)
	Closing Balance	<u>-</u>	<u>-</u>

- (a) All the advances and deposits amount are considered good and recoverable;
 (b) Advance due from staffs and workers are regularly being realized through their salaries;
 (c) There is no amount due from Directors or Officers of the Company under any agreement;
 (d) Advance against suppliers due mainly to advances given to suppliers for packing materials, spare parts etc.
 (e) L/C Margin deposit against various import L/C represent margin and commission of Raw cotton, Spare Parts, Packing Materials.

9.00 Cash and Cash Equivalents			
This consists of :			
Cash in Hand	9.01	1,992,292	155,702
Cash at Banks	9.02	<u>88,153,724</u>	<u>88,946,860</u>
		<u>90,146,015</u>	<u>89,102,562</u>

9.01 Cash in Hand			
Head office		169,228	73,460
Factory Office		<u>1,823,064</u>	<u>82,242</u>
		<u>1,992,292</u>	<u>155,702</u>

9.02 Cash at Banks					
Name of Banks	Branches	Account Type	Currency		
Janata Bank	Motijheel	CD A/C # 023733012107	BDT	82,256	81,566
Janata Bank	Noyapara	CD A/C # 0210005125	BDT	1,180,942	302,575
Janata Bank Ltd.	Noyapara	SND A/C # 145	BDT	97,277	97,277
Dhaka Bank	Islami	CD A/C # 2015	BDT	101,289	101,289
Standard Chartered Bank	Gulshan	CA-A/C # 01-1183017-01	BDT	24,150	24,150
HSBC	Gulshan	MDA # 001 234608-095	BDT	10,568	10,568
HSBC	Dhaka HO	DA # 001 234608-012	BDT	-	1,780,805
HSBC	Dhaka HO	DA # 001 234608-015	BDT	-	1,748,074
HSBC	Dhaka HO	DA # 001 234608-901	BDT	-	2,160,438
HSBC	Dhaka HO	DA # 001 234608-902	BDT	-	763,324
HSBC	Dhaka HO	DA # 001 234608-903	BDT	-	1,076,048
HSBC	Dhaka HO	DA # 001 234608-904	BDT	-	1,573,949





SAIHAM COTTON MILLS LTD.

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						Amount in Taka	
						Sept 30, 2021	June 30, 2021
HSBC	Dhaka HO	DA # 001	234608-905	BDT		1,463,933	1,464,278
HSBC	Dhaka HO	DA # 001	234608-906	BDT		1,764,759	1,765,104
HSBC	Dhaka HO	(SFCAM) A/C #	016	BDT		-	
HSBC	Dhaka HO	CD A/C #	001234608-013	BDT		412	412
HSBC	Dhaka HO	CD A/C #	001234608-014	BDT		5,361	5,361
Bank Al Falah	Gulshan	STD A/C #	0702 03700151	BDT		36,509	36,509
Premier Bank Ltd.	Gulshan	A/C #	1021311869	BDT		1,506	1,486
Mutual Trust Bank	Gulshan	SND A/C #	599			78,480	78,480
Prime Bank	Gulshan	CD A/C #	44026	BDT		110,727	487,603
Bkash DM -417				BDT		125,670	274,202
Dutch Bangla Bank	Habiganj	A/C #	19259	BDT		77,846	1,962,994
Dutch Bangla Bank	Gulshan	A/C #	8072	BDT		1,270	100,348
Eastern Bank	Gulshan	A/C #	72879	BDT		265,762	124,510
BRAC Bank	Gulshan	A/C #	1501201985342002	BDT		35	2,041,635
Foreign Currency Accounts							
HSBC	Gulshan	FC Account #	001234608-047	USD		8,051,052	4,778,698
HSBC	Gulshan	Margin Account #	001234608-091	USD		15,666,239	24,298,275
HSBC	Gulshan	Offshore A/C #	005	USD		3,259,278	16,889,387
Bank Asia	Dhanmondi	\$ Margin A/C #	11047000002	USD		27,371	27,176
Bank Asia	Dhanmondi	\$ Margin A/C #	21047000002	USD		33,485,277	14,326,390
Bank Asia	Dhanmondi	ERQ A/C #	11042000002	USD		1,742,795	1,730,428
Bank Asia	Dhanmondi	ERQ A/C #	20142000005	USD		5,159,238	7,238,407
Bank Al Falah	Gulshan	Margin A/C #	0702 4502202	USD		553,931	547,637
Prime Bank	Gulshan	BTB A/C #	19110	USD		14,779,791	1,047,479
						88,153,724	88,946,860

10.00 Share Capital

This represents:

Authorized capital

200,000,000 Ordinary shares of Tk.10 each

2,000,000,000 **2,000,000,000**

Issued, subscribed and paid up capital :

35,000,000 Ordinary Shares @ Tk. 10 each fully paid up

350,000,000 350,000,000

17,500,000 Ordinary Shares @ Tk. 10 each fully paid up other than cash

175,000,000 175,000,000

15,000,000 Ordinary Shares @ Tk. 10 each fully paid up

150,000,000 150,000,000

20,250,000 Ordinary Shares @ Tk. 10 each fully paid up Other than cash

202,500,000 202,500,000

47,500,000 Ordinary Shares @ Tk. 10 each fully paid up

475,000,000 475,000,000

13,525,000 Ordinary Shares @ Tk. 10 each fully paid up Other than cash

135,250,000 135,250,000

148,775,000 Ordinary Shares

1,487,750,000 **1,487,750,000**

Percentage of shareholding position of different shareholders are as follows:

Name of the Shareholders	30.09.2021		30.06.2021	
	No. of shares	% of holding	No. of shares	% of holding
Sponsors	63,074,998	42.40	63,074,998	42.40
Institutions	20,149,009	13.54	24,279,051	16.32
General Public	65,550,993	44.06	61,420,951	41.28
	148,775,000	100.00	148,775,000	100.00

Classification of Shareholders by holding:

The number of shareholders and shareholding position as at September 30, 2021 are given below:

Range of holding	No. of shareholding	No. of shareholders	No. of shareholders
Upto 500 shares	1,747,477	6,871	7,115
501 to 5,000 shares	7,526,669	3,540	2,737
5,001 to 10,000 shares	6,070,255	762	684
10,001 to 20,000 shares	7,535,708	506	423
20,001 to 30,000 shares	4,386,892	172	191
30,001 to 40,000 shares	3,542,379	99	87
40,001 to 50,000 shares	3,359,825	71	78
50,001 to 100,000 shares	9,850,884	133	118
100,001 to 1,000,000 shares	21,515,418	86	110
Over 1,000,000 shares	83,239,493	15	11
Total	148,775,000	12,255	11,554



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Registered Office & Factory : Noyapara, Saiham Nagar, Madhabpur, Habiganj-3333.



Amount in Taka	
Sept 30, 2021	June 30, 2021

11.00 Revaluation Surplus

This calculation is arrived as follows:

Opening Balance	2,326,275,677	2,418,070,423
Less: Adjustment for provision of deferred tax	3,801,090	20,128,467
Adjustment for depreciation on revalued assets	(25,340,599)	(109,449,149)
Adjustment for destroyed by Fire on revalued assets	(5,331,549)	(2,474,063)
Closing Balance	2,299,404,619	2,326,275,677

The revaluation of assets of Saiham Cotton Mills Limited was made on 28 April, 2019 by Ata Khan & Co., Chartered Accountants, an Independent Qualified Valuer, on Land and Land Development, Factory Building and Other Construction, Building Office Space and Plant and Machineries. The revaluation surplus for which comes at Tk. 2,562,422,452. The result of such revaluation was incorporated in these financial statements from its effective date which is 01 May, 2019. The surplus arising from the revaluation was transferred to revaluation reserve. Effect of deferred tax on the revaluation has been shown under Note 12.00 "Deferred Tax Liabilities".

Present valuation of the Land and land Development, Building Office Space has been arrived at by taking into consideration the location and the market price of recent transfer of the assets. Present valuation of Factory building and other construction, Plant and machineries has been arrived at by taking into consideration the current replacement cost.

Impact of loss on revaluation surplus on Godown structures under buildings & constructions destroyed by fire is disclosed in note no.

07.00 "Sundry Receivables"**12.00 Deferred tax Liabilities**

This is arrived as follows:

Opening Balance	564,708,369	576,254,554
Add: Deferred Tax expenses for the period	12.1.1 3,985,469	8,140,654
Add: Deferred tax on Revalued Asset	(3,801,090)	(20,128,467)
Add: Deferred Tax expenses on unrealized gain	4,933	441,628
Closing Balance	564,897,682	564,708,369

12.01 Deferred tax liability for the period/period is arrived as follows:**A. Property, plant and equipment**

Carrying amount	2,868,567,688	2,919,150,945
Tax base amount	1,785,024,797	1,862,196,120
Taxable temporary difference	1,083,542,891	1,056,954,824
Tax rate	15%	15%
Deferred tax liability	162,531,434	158,543,224

B. Calculation of deferred tax on revaluation of property, plant and equipment:

Revalued value of land	1,021,866,807	1,021,866,807
Revalued value of other than land	1,663,391,545	1,688,732,144
Tax Rate		
On land	15%	15%
On other than land	15%	15%

Deferred tax liabilities

For land	153,280,021	153,280,021
For other than land	249,508,732	253,309,822
	402,788,753	406,589,843

C. Deferred Tax on unrealized gain/ (loss)

Opening balance of deferred tax liability for unrealized gain	881,474	439,846
Addition during the period	4,933	441,628
	886,408	881,474

D. Deferred Tax on Gratuity Provision

Provision for Gratuity as at September 30, 2021	8,726,080	8,707,810
Company tax rate	15%	15%
Deferred tax asset	(1,308,912)	(1,306,172)
Total (A+B+C+D)	564,897,682	564,708,369





		Amount in Taka	
		Sept 30, 2021	June 30, 2021
Calculation of deferred tax:			
Deferred tax liability as on September 30, 2021		564,897,682	564,708,369
Deferred tax liability as on June 30, 2021		564,708,369	576,254,554
Deferred tax increased during the period		189,312	(11,546,185)
12.1.1	Deferred tax liability other than revalued assets as at September 30, 2021	162,531,434	158,543,224
	Deferred tax liability other than revalued assets as at June 30, 2021	158,543,224	149,573,775
	Net increase in deferred tax expenses for other than revalued assets for the period	3,988,210	8,969,449
	Net increase in deferred tax for Unrealized Gain	4,933	441,628
	Deferred tax asset on gratuity provision as at September 30, 2021	(1,308,912)	(1,306,172)
	Deferred tax liability on gratuity provision as at June 30, 2021	(1,306,172)	(477,377)
	Net increase/(decrease) in deferred tax expenses for gratuity provision	(2,741)	(828,795)
	Total deferred expenses for the period	3,985,469	8,140,654
Adjustment of revaluation surplus for deferred tax			
	Deferred tax liability for revaluation as on September 30, 2021	402,788,753	406,589,843
	Deferred tax liability for revaluation as on June 30, 2021	406,589,843	426,718,310
	Adjustment of revaluation surplus for deferred tax	(3,801,090)	(20,128,467)
		189,313	(11,546,185)
13.00	Long Term Loan		
	This is arrived as follows:		
	Opening Balance as on July 01, 2021	416,318,726	317,965,258
	Addition during the period	229,825,911	229,825,911
		646,144,636	547,791,168
	Adjusted/Payment during the period	(131,353,432)	(131,353,432)
		514,791,205	416,437,736
	Unrealized gain/loss for change in exchange rate of foreign currency	18,054,661	(119,010)
	Closing Balance as on September 30, 2021	532,845,865	416,318,726
	Less: Long Term Loan Current Maturity	96,933,359	96,933,359
		435,912,506	319,385,367
	Repayment terms:		
	HSBC Ltd.		
	The above loan created in form of foreign currency term loan which was explained are as follows:		
	These long term loan are repayable in 16-20 equal installments and interest rate is LIBOR +4.10% per annum. Repayment of these loan started in between May 2014 to July 2016 and will be completed by 21.03.2022 & for addition during the period interest rate is LIBOR+3.25 % per annum and repayment of these loan to be started on July 2020 and will be completed by 20.07.2027.		
	Security details:		
	HSBC Ltd.		
	The loan from HSBC Ltd. is secured by the hypothecation of stock of raw cotton, work in process, finished goods, book debts, term deposit, personal guarantee of all the directors, corporate guarantee of Faisal Spinning Mills Ltd, Saiham Textile Mills Ltd. and pari passu charge on all the fixed assets, floating assets and book debts of the company with RJSC and HSBC.		
	Prime Bank Ltd.		
	Out of total Tk. 532,845,865 Taka 45,934,249 has been taken and accounted for as long term loan against corporate office floor purchase and are repayable in 75 equal installments. Repayment of these loan started from January, 2018 and will be completed in December, 2025.		
	The loan from Prime Bank Ltd. is secured by the Registered Mortgage of corporate office floor space, personal guarantee of all the directors, Insurance coverage and others related charge documents.		
14.00	Short Term Loan		
	Bank Loan and Overdraft	14.01	2,376,581,531
			2,679,783,372
			2,376,581,531
			2,679,783,372
14.01	Bank Loan and Overdraft		
	This consists of as follows:		
	Cash Credit (Hypo) Bank Asia Ltd.	148,737,751	96,330,753
	Cash Credit (Hypo) Bank Al Falah	62,039,006	109,577,816
	Overdraft A/c-Prime Bank Ltd.	9,361,272	48,291,947



	Amount in Taka	
	Sept 30, 2021	June 30, 2021
HSBC CD A/C # 001234608-011	1,306,769	43,148,725
Short Term Loan - HSBC	84,500,000	135,200,000
Deamand Loan-Bank Asia	-	91,023,749
SP Loan -Prime Bank	-	15,341,334
SP Loan -Bank Alfalah	35,402,500	35,398,125
L/C liabilities under EDF	2,035,234,233	2,102,133,280
IDBP Loan - Prime Bank Ltd.	-	3,337,642
	2,376,581,531	2,679,783,372

The cash credit facilities secured by the hypothecation of stock of raw cotton, work in process, finished goods, trade debtors and Directors personal security.

15.00 Liability against Capital Machinery :

This consists of as follows:

HSBC-IMPORT LOAN-MACHINERY	174,592,189	496,149,307
BANK ASIA-IMPORT LOAN-MACHINERY	8,072,302	32,229,905
PRIME BANK -IMPORT LOAN-MACHINERY	24,502,654	12,932,073
	207,167,145	541,311,285

16.00 Trade & Other Creditors

This is arrived as follows:

Local supplier	12,808,517	26,008,915
	12,808,517	26,008,915

Details of Trade & Other Creditors has been shown in Annexure- C.

17.00 Income Tax Provision

Opening Balance	12,400,354	-
Add: Provision made during the period	5,352,303	39,093,778
	17,752,657	39,093,778
Less: Income Tax Paid for Last period	-	-
Less: Adjusted with advance income tax	(5,462,305)	(26,693,424)
Closing Balance	12,290,352	12,400,354

**17.01 Current Tax
(Higher of i, ii, iii)**

i) Regular Tax				
Profit before Tax		(59,226,651)	219,543,148	
Accounting Depreciation		75,923,856	270,957,416	
Capital Allowance		(79,363,241)	(219,112,678)	
Other income		(7,785,292)	(36,717,884)	
Non operating income		(625,440)	(2,062,152)	
Dividend income		(3,804)	(80,722)	
Income/(loss) from business		(71,080,572)	232,527,128	
Tax on Business income	15%	(71,080,572)	(10,662,086)	34,879,069
Tax on Non operating income:				
Tax Int. of FDR against BG & term loan		78,072	7,807	523,403
Tax on Interest of STD A/C	22.5%	22	5	3,372
Tax on Other income:				
Tax on dividend income	20%	3,804	760.89	16,144
Tax on Interest of FDR		7,785,292	778,529	3,671,790
Total tax liability			(9,874,984)	39,093,778
ii) Minimum tax U/S-82C(2)				
Tax deducted at source			5,352,303	22,323,492





			Amount in Taka	
			Sept 30, 2021	June 30, 2021
iii) Minimum tax U/S-82C(4)				
Turnover	0.40%	728,319,418	2,913,278	14,593,530
Non-operating income	0.40%	78,094	312	20,996
Other income	0.60%	7,789,096	46,735	220,792
			2,960,325	14,835,318

18.00 Payable and Accruals

This is arrived as follows:

Salary and wages			10,795,845	12,312,118
Gas Charges			16,513,843	16,323,960
Audit Fees			546,250	437,000
Utility Bill			21,628	42,169
Telephone bill			3,364	3,364
Financial Expenses			-	3,948,521
Provident Fund(Head Office)			185,752	63,800
Provident Fund(Factory Office)			132,640	173,888
Unpaid share money deposit			35	2,041,635
Tax Deducted at Source			27,201	13,502
VAT expenses			-	15,920
Provision For C & F Charge			3,314,386	4,866,154
WPPF	18.01		19,524,968	19,524,968
Gratuity Provision	18.02		8,726,080	8,707,810
			59,791,991	68,474,809

18.01 Workers Profit Participation Fund (WPPF)

This is arrived as follows:

Opening Balance		19,524,968	8,653,433
Provision made during the period		-	10,871,535
		19,524,968	19,524,968
Payment made during the period		-	-
Closing Balance		19,524,968	19,524,968

18.02 Provision for Gratuity Fund

This is arrived as follows:

Opening Balance		8,707,810	3,182,510
Provision made during the period		550,000	8,451,591
		9,257,810	11,634,101
Payment made during the period		(531,730)	(2,926,291)
Closing Balance		8,726,080	8,707,810

19.00 Unclaimed Dividend

This is arrived as follows:

Name of Dividend Account	Account Type	Year of Dividend		
HSBC # 001 234608-012	Current Account	2011-2012	-	1,780,805
HSBC # 001 234608-015	Current Account	2012-2013	-	1,748,074
HSBC # 001 234608-901	Current Account	2013-2014	-	2,160,438
HSBC # 001 234608-902	Current Account	2014-2015	-	763,324
HSBC # 001 234608-903	Current Account	2015-2016	-	1,076,048
HSBC # 001 234608-904	Current Account	2016-2017	-	1,573,949
HSBC # 001 234608-905	Current Account	2017-2018	1,463,933	1,464,278
HSBC # 001 234608-906	Current Account	2018-2019	1,764,759	1,765,104
Total Unclaimed Dividend			3,228,692	12,332,019





		Amount in Taka	
		July 01, 2021 to Sept 30, 2021	July 01, 2020 to Sept 30, 2020
20.00	Cost of Goods Sold		
	This is made up as follows:		
	Materials Consumption		
	Raw Cotton	20.01	600,252,904
	Packing Materials	20.02	4,255,873
	Stores and Spares	20.03	14,752,773
	Total materials consumption		619,261,550
	Direct Wages and Salaries		34,264,919
	Prime cost		653,526,469
	Add. Factory Overhead	20.04	118,655,566
	Total manufacturing cost		772,182,034
	Add. Opening Work-in-process		35,266,695
	Cost of goods available for use		807,448,729
	Less. Closing Work-in-process		36,422,668
	Cost of Production		771,026,061
	Add. Opening Stock of Finished Goods		180,016,291
	Cost of goods available for sales		951,042,352
	Less. Closing Stock of Finished Goods		339,534,097
	Cost of Goods Sold		611,508,255
20.01	Raw Cotton		
	This is arrived as follows:		
	Opening Stock of Raw Cotton	801,538,845	1,674,319,509
	Add. Purchase during the period	1,035,015,864	373,544,600
	Less: Destroyed by Fire		-
	Less: Short Weight Claim	(200,500)	(470,630)
	Add: (Gain)/Loss on dollar fluctuation	(1,160,570)	(3,091,976)
	Raw Cotton available for use	1,835,193,639	2,044,301,503
	Less. Closing Stock of Raw Cotton	1,234,940,735	1,532,189,540
	Consumption during the period	600,252,904	512,111,963
20.02	Packing Materials		
	This is arrived as follows:		
	Opening Stock of Packing Materials	4,154,184	2,865,917
	Add. Purchase during the period	4,157,455	8,109,445
	Packing Materials available for use	8,311,639	10,975,362
	Less. Closing Stock of Packing Materials	4,055,766	2,153,017
	Consumption during the period	4,255,873	8,822,345
20.03	Stores and Spares		
	This is arrived as follows :		
	Opening Stock of Spare Parts	45,251,138	43,127,572
	Add. Purchase during the period	11,692,239	8,565,880
	Stores and Spares available for use	56,943,377	51,693,452
	Less. Closing Stock of Spare Parts	42,190,605	51,098,103
	Consumption during the period	14,752,773	595,349
20.04	Factory Overhead		
	This consists of as follows:		
	Gas Charges	42,591,358	45,825,448
	Fuel and Lubricants	1,103,959	962,538
	Insurance Premium	109,032	410,726
	Covered Van and Lorry expenses	1,238,081	2,118,322
	Factory Repair & Maintenances of Capital Assets	398,240	460,528
	Staff Quarter expenses	355,628	150,920
	Misc. Expenses	-	39,435
	Depreciation (Annexure- A)	72,859,268	66,378,204
		118,655,566	116,346,121



July 01, 2021 to Sept 30, 2021	July 01, 2020 to Sept 30, 2020
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21.00 Administrative and Marketing Expenses

This consists of as follows:

Directors Remuneration	525,000	525,000
Salary and Allowances	8,309,894	6,409,463
Festival Bonus	861,625	1,008,844
Provident Fund Expenses	279,864	351,284
Gratuity	550,000	-
Entertainments	236,144	196,904
Rent a car	402,000	377,600
Fuel & Lubricants	1,279,309	2,051,115
Fees, Forms, and others	973,206	1,840,952
Board Meeting Fees	33,000	27,500
Maintenance of Vehicles	234,232	479,313
IT Expenses	320,968	748,460
Printing & Stationery	10,050	156,964
Donation and Subscription	117,060	84,400
Miscellaneous Expenses	113,100	96,100
Office Maintenance	108,639	219,775
Traveling and Conveyance	125,606	135,398
Telephone and Mobile Expenses	91,211	67,427
Utility expenses	39,132	48,795
Audit fees	109,250	109,250
Medical and Welfare	119,000	108,500
Postage and Stamp	19,230	10,400
Selling & Distribution Exp.	-	35,350
Business Development Expenses	1,275,000	-
Advertisement	107,000	48,000
VAT Exp.	39,642	781,084
Annual Listing Fee	106,000	-
Depreciation (Annexure- A)	3,064,588	3,190,117
	19,449,751	19,107,996

22.00 Financial Expenses

This consists of as follows:

Interest on Cash Credit Hypo (BA)	1,758,176.05	6,460,388
Interest Exp. ON C.C.(SP) -BA	855,639.83	-
Interest on Cash Credit Hypo (Bank Alfalah)	1,596,599.48	3,435,765
Interest on Loan (SP) - B. ALFALH LTD	402,500	-
Interest on OD (Prime Bank)	597,419	1,143,590
Interest on CC Hypo (HSBC Ltd.)	522,335	1,073,920
Interest on Term Loan (HSBC)	4,116,842	2,647,731
Interest on Term Loan (Prime Bank)	1,092,129	1,432,491
Interest on Bank Asia Ltd.	-	3,026,219
Interest on HSBC Ltd.	566,749	2,760,695
Interest on Bank Al Falah	-	4,271,597
Interest on Prime Bank	34,540	354,067
Bank Charges, Commission & Discripenses	1,902,362	1,870,588
Overdue Interest	4,459	5,542
Interest on Import Loan	11,713,083	16,646,771
	25,162,832	45,129,365

23.00 Abnormal Loss By Fire

Raw Cotton Destroyed by Fire

Building Structure Destroyed by Fire

Raw Cotton Destroyed by Fire	123,689,295	-
Building Structure Destroyed by Fire	3,288,359	-
	126,977,654	-

On October 15, 2020 a fire incident happened in one of the factory godown, the fire burned 7,529,900 LBS of raw cotton, the godown structure etc. Several units of fire brigades took three days to control the fire. The godwon is fully insured by Green Delta Insurance Company Limited. Claim for total burned raw cotton stands at Tk. 573,970,353 and for Building Tk. 40,000,000. Abnormal Loss by fire @10% of total burned raw cotton and building for total Tk 58,922,972 which was reflected on June 30, 2021 and rest @90% of total burned raw cotton and building for total Tk. 552,573,317 shown as sundry receivable in June 30, 2021 and subsequently Claim Received from Green Delta Insurance Co. for total taka 420,264,114 disclosed in note no. 7.00 "Sundry Receivable".



	July 01, 2021 to Sept 30, 2021	July 01, 2020 to Sept 30, 2020
24.00 Non operating income		
Interest on FDR against bank guarantee and term loan	78,072	1,005,007
Interest on STD A/C	22	9,692
Realized gain/(loss) on marketable securities	547,346	(3,295,601)
Gain/(Loss) on Sale of Capital Assets	-	(234,582)
	625,440	(2,515,485)
25.00 Other income		
Dividend Income	3,804	-
Interest on FDR	7,785,292	8,386,504
	7,789,096	8,386,504
26.00 Earnings per share (EPS)		
The computation of EPS is given below:		
Net profit after tax	(68,564,423)	22,094,570
Number of total outstanding shares	148,775,000	148,775,000
Earnings per share (EPS)	(0.46)	0.15
27.00 Net Assets value (NAV) per share		
Total assets	9,233,254,602	9,855,031,159
Total outside liabilities	3,769,611,775	4,321,337,849
Net assets	5,463,642,827	5,533,693,310
Divided by number of ordinary shares	148,775,000	148,775,000
Net assets value (NAV) per share	36.72	37.20
28.00 Related Party Transactions		

During the period under review, the company carried out a number of transactions with related party in the normal course of business. The name of the related parties, nature of business and their value have been set out below in accordance with the provisions of IAS 24 "Related Party Disclosures".

Name of Party	Nature of Transaction	Relationship	30.09.2021	30.06.2021
Faisal Spinning Mills Ltd	Trade and Other Receivables	Group Company	112,493,379	111,411,488
Saiham Knit Composite Ltd.	Trade and Other Receivables	Group Company	111,399,622	56,876,125
Saiham Textile Mills Ltd.	Trade and Other Receivables	Group Company	173,765	66,642,242
Director's Remuneration	Remuneration	MD/Director	525,000	2,100,000
Board meeting fess	Meeting fee	MD/Director	33,000	96,250

To comply with BSEC notification No. SEC/CMRRCD/2008-183/Admin/03-30 dated June 1, 2009 the company has taken approval in its 19th AGM dated 30th December 2020 for supply of goods and materials amounting 1% or above of the revenue for the immediate preceding financial period with its related parties.

29.00 Reconciliation of cash flows from operating activities under indirect method		
Profit before Tax	(59,226,651)	32,252,807
Adjustment to Reconcile Profit before Tax provided by operating activities:		
Add : Non Cash Item (Abnormal Loss)	126,977,654	
Add: Depreciation	75,923,856	69,568,321
Less: Finance Expenses	25,162,832	45,129,365
Less: Unrealized gain/(loss) for change in exchange rate of foreign currency	12,862,113	8,554,881
Gain/(Loss) on Sale of Vehicle	-	234,582
Changes in current assets and liabilities:		
(Increase) / Decrease Inventories	(589,960,466)	346,133,008
(Increase) / Decrease Advance, deposits & prepayments	194,139,464	(4,016,860)
Income Tax Paid	(5,462,305)	(4,852,848)
(Increase) / Decrease Trade & Other Receivable	397,817,543	(155,079,630)
Claim Received from Green Delta Insurance Co.	420,264,114	
Increase/ (Decrease) In trade creditors	(13,200,398)	(39,239,840)
Increase / (Decrease) payables & Accruals	(8,682,817)	(890,010)
Increase / (Decrease) unpaid dividend	(9,103,327)	85
Net cash flow from operating activities	567,511,612	297,793,861





	July 01, 2021 to Sept 30, 2021	July 01, 2020 to Sept 30, 2020
30.00 Collection from customers & others		
Add: Opening receivable	1,483,441,037	1,196,234,014
Sales during the period	728,319,418	978,062,565
	<u>2,211,760,455</u>	<u>2,174,296,579</u>
Less: Closing Receivable	(1,085,623,494)	(1,351,246,193)
Collection from sales	<u>1,126,136,961</u>	<u>823,050,386</u>
31.00 Payment for cost and expenses		
Cost of goods sold	(611,508,255)	(876,848,152)
Operating expenses	(19,449,751)	(19,107,996)
Depreciation	75,923,856	69,568,322
Inventories	(589,960,466)	346,133,008
Advances, deposits and pre-payments	194,139,465	(4,016,860)
WPPF	-	(2,040,384)
Payables & Accruals	(8,682,817)	(890,010)
Unclaimed Dividend	(9,103,327)	85
Trade & Other Creditors	(13,200,398)	(39,239,840)
	<u>(981,841,693)</u>	<u>(526,441,827)</u>





Property, plant and equipment
As at September 30, 2021

Annexure - A

Particulars	Cost			Rate %	Depreciation			W.D.V. as at 30.09.2021
	Balance as at 01.07.2021	Addition during the year	Balance as at 30.09.2021		Balance as at 01.07.2021	Charge during the year	Balance as at 30.09.2021	
Land and Land Development	100,766,673	-	100,766,673	-	-	-	100,766,673	
Factory Building & Other Construction	612,607,625	-	612,607,625	5%	201,701,406	5,136,328	405,769,891	
Office Building	126,361,395	-	126,361,395	5%	18,473,707	1,348,596	106,539,092	
Plant and Machineries	3,324,788,206	-	3,324,788,206	7.50%	1,132,014,567	41,114,506	2,151,659,134	
Furnitures & Fixtures	22,781,944	-	22,781,944	10%	8,810,766	349,279	13,621,898	
Motor Vehicles	45,225,139	-	45,225,139	15%	20,152,395	940,228	24,132,517	
Office Equipments	26,847,536	-	26,847,536	10%	10,559,101	407,211	15,881,224	
Sundry Assets	95,880,836	-	95,880,836	10%	44,396,467	1,287,109	50,197,260	
Sub - Total	4,355,259,354	-	4,355,259,354		1,436,108,410	50,583,257	2,868,567,688	

Revaluation of property, plant and equipment

Particulars	Cost			Rate %	Depreciation			W.D.V. as at 30.09.2021
	Balance as at 01.07.2021	Addition during the year	Balance as at 30.09.2021		Balance as at 01.07.2021	Charge during the year	Balance as at 30.09.2021	
Land and Land Development	1,021,866,807	-	1,021,866,807	-	-	-	1,021,866,807	
Building & Other Construction	1,199,507,520	-	1,199,507,520	5%	186,265,033	12,665,531	1,000,576,955	
Plant and Machineries	1,047,257,309	-	1,047,257,309	7.50%	372,281,619	12,655,794	662,319,895	
Motor Vehicles	3,150,093	-	3,150,093	15%	2,636,125	19,273,80	494,694	
Sub - Total	3,271,781,729	-	3,271,781,729		561,182,778	25,340,599	2,685,258,352	
Grand Total	7,627,041,083	-	7,627,041,083		1,997,291,188	75,923,856	5,553,826,040	

Allocation of depreciation:

Cost of Production	72,859,268
Administrative and Marketing Expenses	3,064,588
	<u>75,923,856</u>

