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সায়হাম কটন মিলস্ লিমিটেড

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SAIHAM COTTON MILLS LTD.

Annual Report 2020-2021

LETTER OF TRANSMITTAL

To
All Shareholders
Registrar of Joint Stock Companies & Firms
Bangladesh Securities and Exchange Commission
Dhaka Stock Exchange Ltd.
Chittagong Stock Exchange Ltd.

Sub: Annual Report for the year ended June 30, 2021.

Dear Sir(s),

We are pleased to enclose a copy of the Annual Report containing Directors' Report and Auditors' Report along with the Audited Financial Statements Comprising Financial Position as at June 30, 2021 and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash flows for the year ended June 30, 2021 along with notes thereon of Saiham Cotton Mills Ltd. for your kind information and record.

Yours Sincerely

(Md. Sahinur Kabir, ACS)
Company Secretary

O1 Annual Report 2020-2021

JAIHAM COTTON MILLS ID.

EVENT HIGHLIGHTS













30 December, 2020, Wednesday at 11.00 AM (Digital Platform)

Achievement

Mr. S.M. Faisal, Chairman of Saiham Cotton Mills Ltd. receiving the longest period tax payer award from Finance Minister A.H.M. Mustafa Kamal M.P.



SAIHAM COTTON MILLS LTD.

IS ACREDIATED BY THE FOLLOWING **CERTIFICATING AGENCIES**



CERTIFICATE OF REGISTRATION

No.: Y - 39/2021 We herewith register

SAIHAM COTTON MILLS LTD.

House # 34, Road # 136, Gulshan-1, Dhaka-1212 Factory: Siahm Nagor, Noyapara, Madhabpur Habigonj/ Bangladesh

as official supplier of "Cotton made in Africa" yarns, fabrics or the final product, produced in compliance with the chain of custody guidelines issued by the Aid by Trade Foundation.

This registration is valid until: 31.12.2021*

Tina Stridde Managing Director Aid by Trade Foundation

Christian Barthel Managing Director ATAKORA Fördergesellschaft GmbH

*Final validity of each CmiA-certificate available online:

 $\underline{\text{https://cottonmadeinafrica.org/wp-content/uploads/Spinning-Mills-Fabric-Producers-CmiA.xlsx}}$



CERTIFICATE

The company

Saiham Cotton Mills Ltd. House # 34, Road # 136, Gulshan Dhaka - 1212, BANGLADESH

is granted authorisation according to STANDARD 100 by OEKO TEX® to use the STANDARD 100 by OEKO TEX® mark, based on our test report 21.0.48920



for the following articles:

Raw yarms made of 100 % cotton (provenances: CIS, Uganda, Benin, Mali, India, Australia, Brazil and USA) and its blends with polyester, carded and combed, in raw white and white; produced by using materials certified according to STANDARD 100 by OEKO-TEX®.

The results of the inspection made according to STANDARD 100 by OEKO-TEX®, Annex 6, product class I have shown that the above mentioned goods meet the human-ecological requirements of the STANDARD 100 by OEKO-TEX® presently established in Annex 6 for baby articles.

The certified articles fulfil requirements of Annex XVII of REACH (incl. the use of azo colourants, nickel release, etc.), the American requirement regarding total content of lead in children's articles (CPSIA; with the exception of accessories made from glass) and of the Chinese standard GB 18401:2010 (labelling requirements were not verified).

The holder of the certificate, who has issued a conformity declaration according to ISO 17050-1, is under an obligation to use the STANDARD 100 by OEKO-TEX® mark only in conjunction with products that conform with the sample initially tested. The conformity is verified by audits.

The certificate 13.HBD.32811 is valid until 31.01.2022

Boennigheim, 11.03.2021

Dpl.-Ing. (FH) Ivonne Schramm Head of Certification Body OEKO-TEX®





CU Inspections & Certifications India Pvt. Ltd. 22nd Floor,Arihant Aura, TTC Industrial Area, Turbhe MIDC, Opposite Turbhe Station,,400705,Navi Mumbai, Maharashtra,India +91 22 61294200 www.petersoncontrolunion.com

SCOPE CERTIFICATE

Scope Certificate Number: CU833007GRS-2021-00111914

Control Union Certifications declares that

Saiham Cotton Mills Ltd.

License Number: 833007 House: 34, Road: 136, Gulshan-01, 1212 Dhaka Bangladesh

has been inspected and assessed in accordance with the Global Recycled Standard (GRS) - Version 4.0-

and that products of the categories as mentioned below (and further specified in the product appendix) conform with this standard. Product categories:Greige yarns, Dyed yarns

Processing steps / activities carried out under responsibility of the above mentioned company for the certified products: Packing, Spinning, Warehousing, distribution, Trading

2022-10-30

This Scope Certificate provides no proof that any goods delivered by its holder are GRS certified. Proof of GRS certification of goods delivered is provided by a valid Transaction Certificate (TC) covering them.

The issuing body may withdraw this certificate before it expires if the declared conformity is no longer guaranteed.

Accredited by: International Organic Accreditation Services (IOAS); Contract No 81



This electronically issued document is the valid original version.

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Scope Certificate CU833007GRS-2021-00111914 and License Number 833007 Page 1 / 6



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SCOPE CERTIFICATE

Scope Certificate Number: CU833007RCS-2021-00095206

Control Union Certifications declares that

Saiham Cotton Mills Ltd.

License Number: 833007 House: 34, Road: 136, Gulshan-01, 1212 Dhaka Bangladesh

has been inspected and assessed in accordance with the Recycled Claim Standard (RCS) - Version 2.0-

and that products of the categories as mentioned below (and further specified in the product appendix) conform with this standard. Product categories:Greige yarns, Dyed yarns

Processing steps / activities carried out under responsibility of the above mentioned company for the certified products: Trading, Packing, Spinning, Warehousing, distribution

2022-09-18

Place and date of issue:



2021-09-20, Navi Mumbai

Name of authorised person:

On behalf of the Managing Director Afroza Shimu|Certifier

Stamp of the issuing body





Standard's Logo



This Scope Certificate provides no proof that any goods delivered by its holder are RCS certified. Proof of RCS certification of goods delivered is provided by a valid Transaction Certificate (TC) covering them.

The issuing body may withdraw this certificate before it expires if the declared conformity is no longer guaranteed.

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Scope Certificate CU833007RCS-2021-00095206 and License Number 833007 Page 1 / 3



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SCOPE CERTIFICATE

Scope Certificate Number: CU833007GOTS-2021-00000948

Control Union Certifications declares that

Saiham Cotton Mills Ltd.

License Number: 833007 House: 34, Road: 136, Gulshan-01, 1212 Dhaka Bangladesh

has been inspected and assessed in accordance with the Global Organic Textile Standard (GOTS) - Version 5.0 -

and that products of the categories as mentioned below (and further specified in the annex) comply with this standard: Product categories: Dyed yarns, Greige yarns

Processing steps / activities carried out under responsibility of the above-mentioned company (by the operations as detailed in the annex) for certified products Trading, Packing, Spinning, Warehousing, distribution

> 2020-11-29 This certificate is valid until 2021-11-28

Place and date of issue



2021-01-05, Navi Mumbai

Name of authorised person:

On behalf of the Managing Director Afroza Shimu | Certifier

Stamp of the issuing body



Logo of the accreditation body



This Scope Certificate provides no proof that any goods delivered by its holder are GOTS certified. Proof of GOTS certification of goods delivered is provided by a valid Transaction Certificate (TC) covering them.

Accredited by: International Organic Accreditation Services (IOAS); Contract No 81



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Standard's Logo





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Maharashtra,India
+91 22 61294200
www.petersoncontrolunion.com

SCOPE CERTIFICATE

Scope Certificate Number: CU833007OCS-2021-00101097

Control Union Certifications declares that

Saiham Cotton Mills Ltd.

License Number: 833007 House: 34, Road : 136, Gulshan-01, 1212 Dhaka Bangladesh

has been inspected and assessed in accordance with the Organic Content Standard (OCS)

- Version 3.0-

and that products of the categories as mentioned below (and further specified in the product appendix) conform with this standard.

Product categories: Greige yarns, Dyed yarns

Processing steps / activities carried out under responsibility of the above mentioned company for the certified products:

Packing, Spinning, Warehousing, distribution, Trading

This certificate is valid until 2022-09-07

Place and date of issue:



2021-10-04, Navi Mumbai

Name of authorised person:

On behalf of the Managing Director Afroza Shimu|Certifier

Stamp of the issuing body



Logo of the accreditation body



Standard's Logo



This Scope Certificate provides no proof that any goods delivered by its holder are OCS certified. Proof of OCS certification of goods delivered is provided by a valid Transaction Certificate (TC) covering them.

The issuing body may withdraw this certificate before it expires if the declared conformity is no longer guaranteed.



Accredited by: International Organic Accreditation Services (IOAS); Contract No 81

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Scope Certificate CU833007OCS-2021-00101097 and License Number 833007 Page 1 / 5

Government of the People's Republic of Bangladesh

Bangladesh Energy Regulatory Commission

DHAKA, BANGLADESH



Bangladesh Energy Regulatory Commission is pleased to issue this Provisional License for generation of 8.0 (Eight) MW electricity by Captive Power Plant (CPP) at Saiham Nagar, Nayapara, Madhabpur, Habigonj as per sections 27 & 28 of the Bangladesh Energy Regulatory Commission Act, 2003 and regulations 15(9) & 15(10)

Saiham Cotton Mills Limited

of the Bangladesh Energy Regulatory Commission License Regulations, 2006 (Amended on 2016) in favour of

House No. 34, Road No. 136, Gulshan, Dhaka-1212.

Under the terms and conditions incorporated in the reference number:

28.01.0000.015.02.020.20/CPP-0815; Dated 16 August 2021.

This Provisional Licence will remain valid from 16 August 2021 to 15 August 2022



Sector: Power License No.: CPP-815 Issue Date: 16 August 2021 Scan the QR code to verify the license

Secretary
[This is system generated. No signature is required.]

Rubina Ferdoushy







SAIHAM COTTON MILLS LTD.

Saiham Tower, House # 34 (11th Floor), Road # 136,Gulshan-1, Dhaka-1212

Notice of The 20th Annual General Meeting

Notice is hereby given that, the 20th Annual General Meeting of Saiham Cotton Mills Ltd. will be held on December 12, 2021 at 11:00 A.M. through Digital Platform in accordance with the Bangladesh Securities and Exchange Commission (BSEC) Order No. SEC/SRMIC/94-231/91 dated 31 March, 2021 to transact the following business.

- 1. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended June 30, 2021 together with the Reports of the Directors' and the Auditors' thereon.
- 2. To declare Dividend for the year ended June 30, 2021.
- 3. To elect/ re-elect Directors.
- 4. To approve re-appointment of the Managing Director.
- 5. To approve the appointment of Independent Director.
- 6. To appoint Statutory Auditors of the company for the year 2021-2022 and fix their remuneration.
- 7. To appoint Corporate Governance Compliance Auditors for the year 2021-2022 and fix their remuneration.
- 8. To authorize the Management/Board of Directors to allow transaction with sister companies.

By order of the Board

Dated: Dhaka October 27, 2021 (Md. Sahinur Kabir, ACS)
Company Secretary

Notes

- 1. The Shareholder's whose name will appear in the Depository Register of CDBL as on record date, November 17, 2021 will be entitled to attend and vote at the AGM through Digital Platform.
- 2. A member entitled to attend/participate and vote in the Annual General Meeting, may appoint a proxy in his stead. Scanned copy of the proxy form, duly stamped must be mailed to the email at info@saihamcotton.com at least 48 hours before the meeting.
- 3. Pursuant to the BSEC Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated June 20, 2018, soft copy of Annual Report (2020-2021) will be sent to the Member's respective email addresses which is available with us. The Annual Report (2020-2021) will be available in the Company's website www.saihamcotton.com.
- 4. AGM Notice, link for joining in the Digital Platform (audio-visual meeting) and detail login process will be mailed to the respective Member's email address available with us.
- 5. Member's whose email address updated/changed subsequently, are requested to email us at info@saihamcotton.com referring their full name, BO ID and email address to get the digital platform meeting invitation.
- 6. Full login/participation process to the digital platform meeting will also be available in the Company's website www.saihamcotton.com.

CORPORATE DIRECTORY

Board of Directors

Board of Directors	
Chairman	Statutory Auditor
Mr. S.M. Faisal	Khan Wahab Shafique Rahman & Co.
	Chartered Accountants
Managing Director	Corporate Governance Auditor
Engr. Syed Ishtiaq Ahmed	Kazi Zahir Khan & Co.
	Chartered Accountants
Directors	Legal Adviser
Mrs. Yasmin Faisal	Md. Shamsul Haque
Mr. Syed Shafqat Ahmed, MBA	
Independent Director	Dhaka Office
Mr. Mohammad Nazmul Hossain, FCA	Saiham Tower, House # 34, (11th Floor)
With World Mazmar 1033am, 10A	Road # 136, Gulshan-1, Dhaka-1212
	Telephone: 02-2222-62284, 02-2222-63323 Fax: 02-2222-94607
	1 dx. 02-2222-04001
Company Secretary	Factory
Md. Sahinur Kabir, ACS	Noyapara, P.O: Saiham Nagar, U.Z: Madhabpur
·	Dist: Habiganj-3333
Audit Committee	Bankers
Mr. Mohammad Nazmul Hossain, FCA, Chairman	HSBC Limited
Mrs. Yasmin Faisal, Member	Bank Asia Limited
Mr. Syed Shafqat Ahmed MBA, Member	Bank Alfalah Limited
Md. Sahinur Kabir, ACS, Secretary	Standard Chartered Bank
	Prime Bank Limited
Namination 9 Demonstration Committee	Inaurana Campanila
Nomination & Remuneration Committee	Insurance Company's
Mr. Mohammad Nazmul Hossain, FCA, Chairman	Green Delta Insurance Company Limited
Mrs. Yasmin Faisal, Member	Prime Insurance Company Limited
Mr. Syed Shafqat Ahmed MBA, Member	Karnaphuli Insurance Company Limited
Md. Sahinur Kabir, ACS, Secretary	Islami Insurance Bangladesh Limited
Chief Financial Officer	Registered Office
Syed Rakibul Hasan	Noyapara, P.O: Saiham Nagar, U.Z: Madhabpur
	Dist: Habiganj-3 333
Head of Internal Audit & Compliance	
Md. Alamgir Hossain	

THE BOARD OF DIRECTORS



Mr. S.M. Faisal Chairman

Mr. S.M. Faisal, son of Late Syed Sayeed Uddin Ahmed, is the Chairman of Saiham Cotton Mills Limited. He is an MA as well as an LLB from The University of Dhaka. As a visionary entrepreneur, he set up one of the most sophisticated textile mills - Saiham Textile Mills Ltd, in the early 1980s in one of the remotest and most non- developed areas in Bangladesh i.e. Noyapara, Habiganj. Mr. Faisal is the Managing Director of Saiham Textile Mills Ltd and the Chairman of Saiham Knit Composite Limited, and Faisal Spinning Mills Ltd. He is ex-Director of Bangladesh Textile Mills Association (BTMA), the apex body

of textile sector in Bangladesh and also an ex-Director of National Tea Company Limited. He was the Chairman of Saiham Cement Industries Limited, a cement manufacturing plant in Mongla. He is well renowned for his philanthropic work in the locality.



Engr. Syed Ishtiaq Ahmed Managing Director

Engineer Syed Ishtiaq Ahmed, son of Mr. S.M. Faisal, is the Managing Director of Saiham Cotton Mills Ltd. He has graduated in Engineering from Michigan, USA and is also an MBA with a major in Finance from Institution of Business Administration (IBA), University of Dhaka. He has participated in a training on "Industry and Management" in Prato, Italy sponsored by Ministry of Foreign Trade, Italy. He is one of the member of the Board of Directors of BTMA. He has represented BTMA on a high level mission on Garment Technology and Textile Processing to IMB Cologne in Germany and also visited the

London College of Fashion under University of the Arts London sponsored by United Nations Industrial Development Organizations (UNIDO). He has vast experience in technical, marketing and financial aspects of business. Mr. Ahmed is the Chairman of Saiham Textile Mills Ltd. He is also the Director of Faisal Spinning Mills Ltd and Saiham Knit Composite Limited.

THE BOARD OF DIRECTORS

Mrs. Yasmin Faisal

Director

Mrs. Yasmin Faisal M.A wife of Mr. S.M. Faisal, is the Director of Saiham Cotton Mills Ltd. She has long experience in marketing, financial and product development & Administration. She traveled more than 30 countries including USA, Europe, Australia and Far East Asia for business purpose. She is also associated with a member of social and cultural organization. She is also the Managing Director of Faisal Spinning Mills Ltd and the Director of Saiham Knit Composite Ltd. and Saiham Textile Mills Ltd.



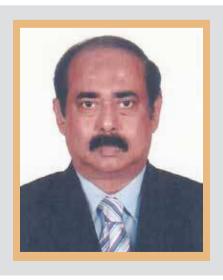
Mr. Syed Shafqat Ahmed, MBA Director

Mr. Syed Shafqat Ahmed, son of Mr. S.M. Faisal, is the Director of Saiham Cotton Mills Ltd. Mr. Syed Shafqat Ahmed graduated in Economics from Michigan State University and completed MBA from University of Texas at Arlington. He specializes in financial management and structuring / restructuring of organizations. He worked as a financial analyst at Salomon Smith Barney, an investment bank, and as a pricing analyst in Bowne of Dallas. His expertise in workflow designing was the key behind Saiham Cotton Mills Limited's winning the "Best IT Use Award" in 2005 awarded by BASIS Bangladesh. He is also the Managing Director of Saiham Knit Composite Ltd and Saiham Suits Ltd and Director of Saiham Textile Mills Ltd and Faisal Spinning Mills Ltd.



Mr. Mohammad Nazmul Hossain, FCA Independent Director

Mr. Mohammad Nazmul Hossain, FCA is the Independent Director of Saiham Cotton Mills Limited. Mr. Mohammad Nazmul Hossain, FCA is a Chartered Accountant and more than 38 years professional experience. He is a Chief Financial Officer of BGMEA University of Fashion & Technology. He is also a fellow member of the Institute of Chartered Accountants of Bangladesh (ICAB). He has long experience financial accounting, management & cost accounting, statutory audit, special audit, internal audit, internal control, income tax, VAT, company law banking insurance and other business services. Previously, he was the Head of Finance of BOC Bangladesh Limited.



FACTORY HIGHLIGHTS











MESSAGE FROM THE CHAIRMAN

Dear Shareholders

AssalamuAlaikum,

I, on behalf of the Members of the Board of Directors have the pleasure to welcome all our esteemed shareholders on this occasion of the 20th Annual General Meeting of Saiham Cotton Mills Ltd (SCML). We are delighted, encouraged and impressed at your joyful participation in this Annual General Meeting under unprecedented circumstances. Your spontaneous participation in this virtual platform manifests itself of your confidence on the Company. I would like to once again thank you all for your support.

It is my pleasure to place the Annual Report of Saiham Cotton Mills Limited along with the Audited Financial Statements and Auditor' Report thereon for the year ended June 30, 2021. I believe you will get a comprehensive view from the Directors' Report and to assess the financial position of the Company. The annual report does not reflect the effort put on by the SCML team in a time not seen in history. Keeping the operational activities of the company rolling and emerging back to profitability after the catastrophic "pandemic account" from last, I would like to thank the entire SCML team for their never ending endeavor during the time. We assure you that we shall always be with you and your investment will always be secured. Even though the financial report does not reflect the true objective that we thrive for, however, considering the pandemic COVID 19 and its effect on the world trade, we would for once like to thank all related concerns for their tireless support in avoiding further financial catastrophe.

Financial Year 2020-21 was a mixed year for global economies which started with the usual recessionary outlook and then taking a nosedive in the second half with the COVID 19 taking its pandemic shape. The historic pandemic and its unprecedented effect has left the world economy in complete turmoil with complete lockdown of the economy having a ripple effect throughout the world. The whole world is busy trying to contain the pandemic and all resources and thoughts are centered on the basis of the COVID 19 with economic activities taking a second stage. As such insite of our business activity being export based it took a great hit with virtually no demand, inventory piling up and loosing value with the lapse of time. Even though the world is yet to overcome the situation and still a lot of theories exist as to how we all overcome this situation, for us the business has come to almost standstill with order cancellation, price reduction and nonpayment issues, creating a situation where the core basis of business, that being trust and integrity took a big hit and credibility took a pause to a certain extent. The constant challenge of trying to bring the global trade to normal and the continuous emergence of new wave of COVID 19 in different part of the world has put us in a place of optimism with caution. In this challenging time I would like to assure you all, that all concerned in Saiham Cotton Mills Itd, starting from workers, staff, officers and higher level management are trying hard and keeping no stone unturned as they try to face this pandemic situation and guide the company forward. I would like to thank them all on behalf of my board once again for their effort. The valuable opinions given by the shareholders during our last AGM really inspired us and helped us to work with great enthusiasm.

I would like to express my profound gratitude to the management and staff, valued shareholders, regulatory bodies, Bangladesh Securities and Exchange Commission, Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited, Jalalabad Gas Transmission and Distribution System Ltd, Banks and Insurance, Customers, Suppliers, Registrar of Joint Stock Companies and Firms who extended their cooperation in this challenging time through their suggestions & guidance in running the business successfully. I once again would like to thank you all for your support and attendance today, as we hope to meet you all physically in the coming days with a much improved situation from every respect.

Thank you, take care and stay safe.

(S.M. Faisal) Chairman

DIRECTORS' REPORT TO THE SHAREHOLDERS

Bismillahir Rahmanir Rahim

Dear Shareholders

AssalamuAlaikum,

It is my great pleasure to welcome you at the 20th Annual General Meeting of Saiham Cotton Mills Ltd. I, on behalf of the Board of Directors, have the pleasure to present before you the report for the year ended June 30, 2021 along with the audited financial statements and auditors' report thereon.

Background

Saiham Spinning Mills Limited was incorporated on May 30, 2002 as a Private Limited Company vide incorporation No.C-459289(2401)/2002 and with effect from April 16, 2003. The name of the company has been changed to Saiham Cotton Mills Ltd. It has been converted into a Public Limited Company on March 25, 2010. The Authorized capital of the company is Tk. 2,000 million and paid up capital is Tk. 1,487 million. The company was listed with the Dhaka Stock Exchange Ltd and Chittagong Stock Exchange Ltd and share trading started in both the houses on June 24, 2012.

Industry outlook and possible future developments in the industry

Unlike any other time, the world apparel trade is going through an extremely challenging and uncertain time not seen before in the recent past due to the pandemic COVID 19. The world economic irrespective of bigger and smaller economy, all suffered largely at the second half of the year. This pandemic type situation was in addition to the big economic superpower USA and China trade war that was affecting the global scenario earlier.

It is extremely difficult to predict any possible future outcome during a pandemic situation. The whole world is in literal stand still with lockdown resulting out from the COVID 19, as such the economic activities are totally disrupted. The company went through a very challenging time due to the pandemic COVID 19. The operation of the mill was halted for an extended period of time. Business activity was paralyzed due to the lockdown imposed throughout the country.

Turnover

The financial year 2020-2021 was a year associated with deep recession and uncertain business situation. The COVID 19 pandemic showing its severe shape, the whole world economy coming into a standstill, new norms in the name of lockdown, social distancing were slowing down the overall global economy to a great extent. The financial year started with a complete lockdown of the world economy into combat and control the pandemic. Bangladesh was no exception. The lockdown to control the spread and its after math, the business confidence both locally and globally, the financial system operating on a different module in the name of social distancing, new orders virtually evaporating in the name of complete demand destruction was the culmination of grave situation that emerged. However, at the later part even though business confidence tried to return to normal with a great amount of uncertainties, the reality was that the whole world was only trying to survive the pandemic shape of the COVID 19. With complete demand destruction and virtual zero economic activities, the prices were in a free fall. Trust factors, the integral basis of business was at its historical low as such proceeds realization was hampered. Inspite of all these adversaries the companies succeeded to realize an annual turnover of BDT 3,648 million versus BDT 3,007 million which is BDT 641 million increases than last year. The increase in turnover does not suffice the effort put behind by the all corners of the SCML team, but only proves the core strength of the team "Saiham Cotton."

Segment-wise or product-wise performance

The company produces 100% export oriented cotton yarn. There is no segment wise product produces, hence product wise performance not disclose in the report.

Risks and concerns

Foreign Exchange Risk: As our business is export based the exchange rate plays a dominant role in mitigating our currency related risks. The value of Bangladeshi Taka and corresponding value of competitor currency determines the extra advantage a country might enjoy on a short time basis and on a long time to certain extend. The importing countries must be able to import yarn at a proper price as per their currencies and any major volatility in this aspect also affects business competitiveness. During last 3 years exchange rates have been quite volatile.

During the year 2020-21 dollar exchange rate was stable and to a certain degree the local currency showed signs of strength which will help in reducing the import cost. As for revenue generation this might have a negative impact but the bigger picture is that Bangladeshi Taka has proved to be a stable currency over the period.

Opportunities, Threats and Concern: Being an export unit concern, our market is being determined by the situation prevailing in our destination market i.e. USA, EU, Far East. Also, the future of Textile industry is highly depending on availability of raw material at a competitive price. With the introduction of Hybrids and BT Cotton, the cotton production is increasing and it is expected that the supply of quality cotton will be comfortable in the coming seasons. With the prevailing trade war, one strongly believes that Bangladesh might be able to reap the benefit and enrich its export basket. Moreover, with the COVID 19 situation, the demand for niche ended apparels specially home wares are in demand, and Bangladesh being one of the sustainable and cheap sources of this apparel might enjoy comparatively better days ahead. Spinning units are highly capital intensive and has to maintain large Raw Material inventory levels due to its seasonality. The company makes all efforts to have efficient inventory management and constant efforts are being made to monitor the inventory levels keeping in view of interest costs. Company has also a system of assessing the risks on an ongoing basis. This includes an effective internal control and management reporting system. Further, the framework also captures the existing practices to manage commodity price risk, interest risk, and foreign exchange risk etc. An important aspect of this framework is to promote a balanced approach that considers risk and return.

Lastly, risks and concern of the industry solely depends on the upcoming Government policy. However, Garments being the major foreign currency earner has always enjoyed special consideration from all the successive Governments and expectation is that it will continue in the future thus enabling to negate a lot of unforeseen risks.

Discussion on Cost of Goods Sold, Gross Profit Margin and Net Profit Margin.

Particulars Particulars	June 30, 2021	June 30, 2020
Cost of goods sold	3,164,194,063	2,858,608,425
Gross profit for the year	484,188,416	149,027,996
Net profit for the year	160,043,105	-94,658,927

Discussion on continuity of any Extra-Ordinary activities (gain or loss)

Abnormal loss has incurred due to fire incident during the financial year which is disclosed in the note # 23 of Notes to the Financial Statements.

Related party transactions

The Company enters into transactions with related parties as defined in the "International Accounting Standards 24: Related Party Disclosures". The name of the related parties, nature of business and their value have been set out in note 28 of the notes to the financial statements.

Utilization of Proceeds from public issues:

With the IPO fund the company has set up a brand new 100% export oriented spinning unit. In the year 2014 that has been reported accordingly to the regulators. No further issue of any instrument was made during the year.

Variance within the Quarterly Financial Statement and Annual Financial Statements

Particulars	Q1	Q2	Q3	Annual Total
Turnover in BDT	978,062,565	874,426,919	740,540,414	3,648,382,478
Net profit after tax in BDT	22,094,570	32,226,267	52,935,161	160,043,105

Remuneration to Directors

This information is incorporated in the Notes 21 of the notes to the financial statements on page 78 with reference to the "Directors Remuneration" mentioning figures concerning the remuneration of the Managing Director.

Fairness of Financial Statements

The financial statements together with the notes thereon have been drawn up in conformity with International Accounting Standard/ International Financial Reporting Standard, Companies Act 1994 and Securities and Exchange Rules 1987. These statements present fairly the Company's state of affairs, the results of its operations, cash flow and changes in equity.

In compliance with the requirement of the Bangladesh Securities and Exchange Commission's Corporate Governance Code 2018, the Chief Executive Officer/Managing Director and the Chief Financial Officer have given their declarations about the fairness of the financial statements which is shown on page 36 of the report.

Proper Books of Accounts

Proper books of accounts of the Company have been maintained.

Accounting Policies

Appropriate accounting policies have been consistently applied in preparation of the financial statements and the accounting estimates are based on reasonable and prudent judgment.

Application of IAS/IFRS

International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as applicable in Bangladesh have been followed in preparation of the financial statements and any departure there from has been adequately disclosed.

Internal Control

The Board of Directors assures its Shareholders that the Company has a risk management process to ensure that the systems of internal control is sound in design and has been effectively implemented and monitored. Although it is possible that all risks to the business are not known at present. The company takes reasonable steps to identify material risks that may hamper business results and systematically reviews these risks in light of the changing internal and external environment in order to assess that controls that are in place are adequate to address these risks.

Minority Shareholders

Minority Shareholders interest have been protected by the Board of Directors.

Going Concern

The company has adequate resources to continue in operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the financial statements. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of existing business. There are no significant doubts about the Company's ability to continue as a going concern.

Significant deviations from last year's operating results.

Explain of Significant deviations from last year's operating results are mentioned below:

Particulars	June 30, 2021	June 30, 2020
Net Profit after tax for the year	160,043,105	(94,658,927)
Add: Adjustment for revaluation of P.P.E and deferred tax	-	-
Add: Adjustment for depreciation on revalued assets	109,449,149	116,777,842
Add: Previous year's surplus	690,492,112	817,148,198
Recommended for appropriations:		
Dividend paid	-	(148,775,000)
Balance as at June 30, 2021	959,984,366	690,492,112

Key operating and financial data

The key operating and financial data of the last 5 (five) years is set out in page 35 of the annual report.

Dividend

The Board of Directors at their board meeting held on October 27, 2021 recommended to the shareholders 10% cash dividend for the year ended June 30, 2021 whose name appears on the register of members on record date.

Interim Dividend

No stock dividend has been declared as interim dividend for the year June 30, 2021.

Unclaimed Dividend

Company maintained details information of unclaimed dividend as per BO account number-wise of the shareholders and summary of aforesaid information disclosed in the annual report page # 77 of note #19 under the head "Unclaimed Dividend Account".

Contribution to the National Exchequer

Saiham Cotton Mills Limited is one of the largest corporate tax payers of the country. The Company contributed Tk. 35.99 million during 2020-2021 to the National Exchequer. Last five years comparative data are as follows:

(Taka in Million)

Particulars	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017
Tax,VAT,Duty &	35.99	26.58	21.49	30.29	25.20
Others					

Board Meetings and Attendance

During the year total 07 (seven) board meeting were held. Details of the board meetings are shown in the note # 29 of the notes to the Financial Statements. The managing Director who is an Ex Officio, CFO and Company Secretary were present in all board meetings.

Pattern of Shareholding and name wise details

Name wise details	No. of Shares held
(a) Parent/Subsidiary/Associated Companies and other related parties	Nil
(b) Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, He of Internal Audit and compliance and their spouse and minor children:	ad
Mr. S.M.Faisal-Chairman Engr. Syed Ishtiaq Ahmed - Managing Director Mr. Shafqat Ahmed - Director Mrs. Yasmin Faisal - Director Mr. Mohammad Nazmul Hossain, FCA-Independent Director Mr.S.F.A.M.Shahjahan - Sponsor Mrs. Tasmina Ahmed- Sponsor Mrs. Natasha Ahmed - Sponsor Company Secretary, Chief Financial Officer, Head of Internal Audit and complian	
and their spouse and minor children (c) Executives; and (d) Shareholders holding ten percent (10%) or more voting interest in the Company	Nil Nil : Nil

Re- Appointment of Managing Director

Engr. Syed Ishtiag Ahmed as the Managing Director of the company and tenure of 05 (five) year expired on April 16, 2021. He has been re-appointed as Managing Director of the company for further period of 05 (five) years by the Board of Directors in its meeting held on April 15, 2021.

The appointment of Managing Director to be placed before 20th the Annual General Meeting (AGM) for shareholders approval.

Disclosure of information of the Managing Director who are Re- Appointment of Managing Director

Engr. Syed Ishtiag Ahmed, son of Mr. S.M. Faisal is the Managing Director of Saiham Cotton Mills Ltd. He has graduated in Engineering from Michigan, USA and is also an MBA with a major in Finance from Institution of Business Administration (IBA), University of Dhaka. He has participated in a training on "Industry and Management" in Prato, Italy sponsored by Ministry of Foreign Trade, Italy. He is one of the members of the Board of Directors of BTMA. He has represented BTMA on a high level mission on Garment Technology and Textile Processing to IMB Cologne in Germany and also visited the London College of Fashion under University of the Arts London sponsored by United Nations Industrial Development Organizations (UNIDO). He has vast experience in technical, marketing and financial aspects of business. Mr. Ahmed is the Chairman of Saiham Textile Mills Ltd. He is also the Director of Faisal Spinning Mills Ltd and Saiham Knit Composite Limited.

Names of companies in which Engr. Syed Ishtiaq Ahmed holds the directorship:

Interest in other Company	Designation
Saiham Textile Mills Ltd.	<u>Chairman</u>
Faisal Spinning Mills Ltd	Directo <mark>r</mark>
Saiham Knit Composite Ltd	Directo <mark>r</mark>

Directors appointment or re-appointment

In terms of Article 108 of the Articles of Association of the Company, Mr. Syed Shafqat Ahmed, MBA, Director retire by rotation from the Board in the 20th Annual General Meeting. Being eligible under Article 110 of the Articles of Association of the Company, the retiring Director have offered themselves for re-appointment. The brief profile of the Director is given below:

Disclosure of information of the director who are willing to be re-elected.

Mr. Syed Shafqat Ahmed, MBA - Director

Mr. Syed Shafqat Ahmed, son of Mr. S.M. Faisal, is the Director of Saiham Cotton Mills Ltd. Mr. Syed Shafqat Ahmed graduated in Economics from Michigan State University and completed MBA from University of Texas at Arlington. He specializes in financial management and structuring / restructuring of organizations. He worked as a financial analyst at Salomon Smith Barney, an investment bank and as a pricing analyst in Bowne of Dallas. His expertise in workflow designing was the key behind Saiham Cotton Mills Limited's winning the "Best IT Use Award" in 2005 awarded by BASIS Bangladesh. He is also the Managing Director of Saiham Knit Composite Ltd. and Saiham Suits Ltd., Director of Saiham Textile Mills Ltd. and Faisal Spinning Mills Ltd.

Names of companies in which Mr. Syed Shafqat Ahmed, MBA holds the directorship:

Interest in other Company	Designation
Saiham Textile Mills Ltd.	Director
Faisal Spinning Mills Ltd	Director
Saiham Knit Composite Ltd	Managing Director

Appointment of Independent Director

As per BSEC notification for Corporate Governance Code, Ref. BSEC/CMRRCD/2006-158/207/Admin/80 dated June 03, 2018, the Board of Directors appointed Mr. Mohammad Nazmul Hossain, FCA as Independent Director for the three years term and will be expired on January 2024.

The appointment of Independent Director to be placed before the 20th Annual General Meeting (AGM) for shareholders approval.

Disclosure of information of the Independent Director

Mr. Mohammad Nazmul Hossain, FCA is a Chartered Accountant and more than 38 years professional experience. He is a Chief Financial Officer of BGMEA University of Fashion & Technology. He is also a fellow member of the Institute of Chartered Accountants of Bangladesh (ICAB). He has long experience financial accounting, management & cost accounting, statutory audit, special audit, internal audit, internal control, income tax, VAT, company law, banking, insurance and other business services. Previously, he was the Head of Finance of BOC Bangladesh Limited.

Management Discussion and Analysis

Management discussion and analysis has been highlighted in the Directors' report.

Declaration or certification by the MD and CFO

Declaration or certification by the MD and CFO has been given on page # 36 of annual report.

Report on Compliance of the corporate Governance Code

The company maintained a good Corporate Governance practices as described to page # 27 to 33 of the annual report.

Appointment of Auditors

M/S. Khan Wahab Shafique Rahman & Co, Chartered Accountants has carried out the audit of accounts of the company for the year June 30, 2021 and competed consecutive three years of audit. They are not eligible for re-appointment, in accordance with the provision of BSEC Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June, 2018 and Regulation Number 15(3) of Stock Exchange (Listing) Regulations 2015. Among the proposals received from Chartered Accountants firms, The Audit Committee reviewed the proposal for appointment an recommended to the Board for appointment of M/S. Rahman Mostafa Alam & Co., Chartered Accountants at a remuneration of Tk. 350,000 (three lac fifty thousand) only including tax but excluding VAT as the auditors of the company for the year 2021-2022 to hold office for the period until conclusion of the next (21st) Annual General Meeting of the company for auditing the accounts for the year to be ended June 30, 2022.

The appointment of auditor to be placed before 20th Annual General Meeting for shareholders approval.

Appointment of Professional (Chartered Accountants/Cost and Managent Accountant/Chartered Secretaries) firm for the Certificate on Compliance with the Corporate Governance Code of BSEC

As per notification number BSEC/CMRRCD/2006-158/207/Admin/80 dated June 03, 2018 the company shall obtain certificate from Professional Accountant/Chartered Secretary (Chartered Accountants/Cost <mark>and</mark> Management Accountant/Chartered Secretary) regarding compliance with the condition of Corporate Governance Code of the commission and such certificate shall be disclosed in the Annual Report.

In this regard, Kazi Zahir Khan & Co., Chartered Accountants offered themselves for appointment to issue "Corporate Governance Compliance Certificate". The Board recommended the proposal for appointment of Kazi Zahir Khan & Co., Chartered Accountants at a remuneration of Tk. 30,000 (Thirty Thousand only) to issue "Corporate" Governance Compliance Certificate" of Saiham Cotton Mills Limited for the year June 30, 2022 subject to approval of the shareholders of the company in the 20th Annual General Meeting.

Corporate Social Responsibility (CSR)

Saiham Cotton Mills Limited (SCML) has been operating not only as a business entity but also trying to perform of the Corporate Social responsibility that is bestowed upon it. The said set up of the industry in a remote village almost 20 years back and the economic development achieved by the locality and it's resident eventually culminating into a small township only summarized the success story of SCML. Having over 200 years of relationship with the ancestors of the locality and the entrepreneurs it was always social responsibility first rather than the business perspective that was prevalent. Following are some of the major Corporate Social Responsibilities of SCML to mention a few activities:

Women Empowerment:

The development of women work force in SCML and in return creating the empowerment of women in locality can be a case study for any Business School. Women in this locality were confined within the boundaries of their house and were concentrated to only household work. The dark reality was that they were never financially and socially independent. The teenage girls forced to be married in their early teens due to social taboo were in most cases divorced few years later, probably with the responsibility of the new born children on their shoulder. For security and social pressure, they would marry again only to face the same destiny in most of the cases. They were deprived of their fundamental rights of education and eventually was a burden to the society. It is through the effort of SCML, that a pilot project was taken up to introduce this women as work force in the factory, much to the raised eye brows of the then social leaders. Presently the women comprises of almost 65% of the work force of SCML. These steps gave dividends as these women were no longer bounded by the social force of getting married in early ages and having children, rather the women started determining their own fate of marrying or remarrying as they are financially independent now. With the introduction of the women as a work force, a new revolution has taken over the locality, where the younger girls are more concentrating towards their completion of education in order to get themselves admitted in the non-production related administrative officer post. A small dream with a little effort and courage has transformed the entire socio-economic situation of the area for which SCML really can claim to be the initiator.

Development of the locality:

Setting up industry in a remote village far away from the Capital city was an initiative not supported by business ethics at that time. With no or limited infrastructure, every corner including few financial institutions requested of reevaluation of the decision to set up the industry in such remote village. Almost 2 decades on, and with the success story of SCML and its other sister concern of the group, the area has turned out to be the most sought after industrial area in the country. Not only has the real estate industry developed with the appreciation of the land price, the housing industry, the market and overall economic activities of the locality has made it to be one of the most profitable and emerging area not only in the district but maybe in the entire division.

Free Eye Camp:

Eyes are the most crucial zones of our body. It is not possible to depict an existence without visualization. In order to address this issue SCML along with Moulavi Bazaar B.N.S.B Eye Hospital took its initiatives for free eye camp providing free eye operation and post-operative care. The company has been organising this free eye camp for almost 20 years now. Free eye surgeries with intra ocular lens implantation are organized for the rural people. Every year thousands of people of nearby rural locality wait eagerly for this free eye care and come to see the doctors, get medicine or even get surgery, completely free of cost. SCML even arranges for the boarding and lodging free of cost, for the patient during their stay for the treatment.

COVID 19:

The company is well aware of the social obligation it has towards the society and tends to fullfill the responsibility as such. During the pandemic COVID 19, realising the severity of the situation the company not only ensured that all its workers are retained and taken care of properly with timely payment of their salary and bonuses, the company took up one of the largest Food Distribution Program in the district in distributing free essential food items among the thousands of distressed locals. With the help of the local administration free PPE and face masks were distributed and an strong campaign was launched within the factory premises to educate the workers of the social distancing, hygiene, hand wash and ways to avoid the transmission of COVID 19. The result was eminent as there was no COVID 19 detected patients within our factory premise.

Patrons:

Education is the back bone of a nation. Without proper education and dynamic and knowledge enriched students, the future of a nation will be at jeopardy. SCML realises this fact very much and believes education as a primal tool for social change. The contribution of SCML towards the educational sectors to enhance the leadership skill to prepare the new upcoming generations for the real world can be seen in their whole hearted participation of almost all educational institution of the locality. Not only that, the entity is maintaining a complete chain of educational institutes starting from primary school, high school, Colleges, and Universities. S.M. Faisal Primary School, Syed Sayeeduddin Ahmed School and College, Syed Sayeeduddin Ahmed University and College are some of the institutions to name which are being looked after by SCML. SCML has also expanded their philanthropic hand in the local Madrasha, namely Itakhola Aliya Madrasha. Not only with financial help, they have gone limit in constructing buildings with their own fund. There are instances when the salaries of the teachers were also paid from these institutions, as it awaited Government recognition. All the educational institutions are well reputed and have high respect among nearby locality for their quality of education.

Financial Independence:

SCML has transformed the whole of the locality into a model financially independent economy. Every other person in the locality is directly or indirectly related to economic activities. In the earlier days most of the people residing here barely had no any work to do throughout the year. Main profession of the area was farming and going to forest to cut trees and sell them to local market for their daily earning. With the inception of SCML most of the workers are from local villages now. SCML took all the trouble of training these farmers and house wife and transforming them into work force. Now not only the men but also the women of the family are working in shifts and generating a decent earning. Working 8 hours on a shift they all now have another 8 hours to devote their time for agriculture or to their tiny shops, which gives them extra financial return. The women of the family also coming into the work force has really given most of the families extra financial benefit, as such one can come into a conclusion that the area "Saihamnagar" is free of hunger and poverty and boasts to be one of the most proactive society contributing to the economy and a financially secured villages in the country.

Contribution to Religious Institutions

The word Saiham and donation to religious institution goes hand in hand. There are hardly any religious institutions in locality that has not been benefited financially by SCML. Few years back, a promotion was launched were all mosques were given free mikes, fans, carpets/floor mat out of these institutions. Moreover, any new construction to these religious institutions, the first thing in the list of the organisers are to approach SCML for their philanthropic help. Not only mosque this grants exceeds past into the temples of the locality. It is because of the presence of SCML and their controlling factor, the area is enjoying a brotherly atmosphere among religions.

Warm Clothes Distribution

The area Noyapara, Saihamnagar is situated in the North East of Dhaka among the lush green tea garden area. As such the weather here is extremely intriguing. The temperature during the winter times comes down very much. The poor people are not prepared for this extreme cold weather. Even though it lasts for several weeks yet extreme cold along with severe fog makes life unbearable. May it be adults, children or elderly persons living in the village home, sleeping at night becomes impossible due to wet like cold floor and chilling air blowing through. SCML comes up for the help of this distressed people. Every year on a routing wise schedule they distribute blankets familywise and sweaters and warm clothes to individual for free. The biggest satisfaction observed during this distribution is that after 2/3 years of distribution it was observed that major people are covered with this hot clothing and can survive the initial spell of cold weather the subsequent year.

Law and Order Situation

The village of Saihamnagar has transformed into an industrialized area and along with it has transformed the citizens staying there. As already mentioned, everyone values time and realized his or her contribution towards economy as such is a great unified work force. They understand the value of work and the essence of financial independence. As such less idle times are spent which results in less non-productive discussion and less law and order disorder. Understanding the value of time and specially the time value of money with the SCML operating at the back ground, the villagers have barely have any time to think beyond their own requirements. Such peace, calm, quiet and secure is the area that people are migrating outside of the locality in numbers, may it be Muslim, Hindu or other religion or profession. Any petty occurrences are instantly solved through local interference as they all realize the value of wasted time and the loss it will incur for them.

Sewerage and Drainage problem Solution

SCML has gone forward in mitigating the water logging and sanitation problem of the locality. With the beginning of each unit construction special priorities were given in solving the water logging and drainage problem of the area. May it be the mile-long drain from the central Noyapara Bazaar to wash away all the wastages, the excavation of the canal beside the SCML for proper flowing of water, creating drainage in the locality to overcome the water logging and save the houses from submersion, SCML is always present beside the local people.

Environmental Aspect

SCML is an environment conscious entity. In fact, today's textile industry is one of the biggest sources of greenhouse gasses on Earth, due to the huge size and scope of the industry as well as the many processes and products that go into the making of textiles and finished textile products. Co-generation or Combined Heat and Power (CHP) is the simultaneous generation of both electricity and heat from the same fuel, for useful purposes and one of the bigger solution for reducing the carbon emission. The average global efficiency of fossil-fuelled power generation has remained stagnant for decades at 35% to 37%. Technologies already exist today to bring the generation fleet closer to 45% efficiency. Even though not essential for SCML yet SCML has ventured into the co-generation arena, out of their responsibility towards the environment and Mother Nature. As such not only production wise, SCML has set up the largest co-generation system in Bangladesh in spinning sector where the polluted exhaust gas of the Generators are recycled into a close system to produce chilled water, instead of releasing them in the open air thus utilizing almost 70% of utilized energy. The recycled exhaust is then used as a chilled water to reduce the internal temperature of the manufacturing floor. The whole process is a complete closed chamber and saves the environment of the polluted discharge of the generator sets and thus contributing to the Carbon Footprint.

SCML has set up an own grid of 50 KwH solar electricity plant. The electricity is generated and is used for the day-to-day non-production related work, thus contributing to the reduction of Carbon Footprint. A master plan is underway where SCML plans to harvest the rainwater in recycling the water for its various internal use mainly gardening and toilet flushing by the end of year 2019.

Acknowledgement

The Company and its Board of Directors would like to extend its foremost regard and appreciation to the valued shareholders and others stakeholders of the company for their persistent support and guidance to the company that lead to the achievement. The Board also express their gratitude to National Board Of Revenue (NBR), Registrar of Joint Stock Companies and Firms (RJSC), Bangladesh Securities and Exchange Commission's (BSEC), Central Depository Bangladesh Limited (CDBL), Dhaka Stock Exchange (DSE), Chattogram Stock Exchange (CSE), Bank/NBFI and others agencies for their support and guidance.

For and on behalf of the Board of Directors.

(S. M. Faisal)

Chairman

Corporate Governance Statement

The Board of Directors of Saiham Cotton Mills Limited is responsible for proper governance which includes setting out Company's strategic aims, provide the necessary leadership to implement such aims, supervising the management of the business and reporting to the shareholders on their stewardship.

Saiham Cotton Mills Limited is committed to continually reviewing all corporate governance policies and practices to ensure the ongoing transparency of the Company's practices and the delivery of high standards and quality information to stakeholders.

The maintenance of effective corporate governance remains a key priority of the Board of Saiham Cotton Mills Limited. To exercise clarity about director's responsibility towards the shareholders, corporate governance must be dynamic and remain focused on the business objectives of the Company and create a culture of openness and accountability. Keeping this in mind, clear structure and accountabilities supported by well understood policies and procedures to guide the activities of the company's management have been instituted.

Statement of Compliance

Bangladesh Securities and Exchange Commission's notification on Corporate Governance Code

As Saiham Cotton Mills Limited is listed with Stock Exchanges in Bangladesh, we comply the BSEC's notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018. For the year ended June 30, 2021, we have complied with the relevant provisions set out in Annexure-C of this report. In addition, to established standards of Corporate Governance, the company also considered best governance practices in its activities.

Board Composition

The Board of Saiham Cotton Mills Limited is comprised of 05 (Five) Directors, including 01 (one) Independent Director, who possess a wide range of skills and experience over the business. The Board of Directors ensure that the activities of the company are always conducted the business in the best interest of the stakeholders.

Retirement and Re-election of Directors

As per the Article of Association of the company, one-third of the directors to retire in every year shall be those who have been longest in office since their last election, but as between persons who became directors on the same day, those to retire shall (unless they otherwise agree themselves) be determined by lot, but remains eligible for re-election.

Independent Director

The Company has complied with the notification of the Bangladesh Securities and Exchange Commission with regard to appointment of Independent Director to the Board. Saiham Cotton has 01 (one) Independent Director namely Mr. Mohammad Nazmul Hossain, FCA.

Chairman of the Board of Directors and Managing Director or Chief Executive Officer of the Company is different person

The chairman of the Board is not the Managing Director or Chief Executive Officer (CEO) of the company. The role of Chairman and Managing Director are separate.

Roles and Responsibilities of the Board

The Board of Directors is responsible for protecting the rights and interests of all shareholders and also accountable for the overall management of the entity. Besides its usual legal and statutory responsibilities, the Board is responsible for the following:

- Reviewing and adopting a strategic plan for the company;
- Overseeing the conduct of the company's business to evaluate whether the business is being properly managed;
- Identifying principal risks and ensuring the implementation of appropriate systems to manage these risks;
- Succession planning, including appointing, training, fixing the compensation and where appropriate, replacing senior management;
- Developing and implementing and investor relations program or shareholder communications policy for the company;

- Reviewing the adequacy and the integrity of the company's internal control systems and management information systems, including systems for compliance with applicable laws, and regulations, rules, directives and guidelines;
- Approving the financial statements and accounting policies of the company;
- Approving changes in the policy:
- Recommending dividend for declaration in AGM:
- Establishing committees including the Audit Committee & Nomination and Remuneration Committee (NRC);
- Receiving and reviewing reports from committees of the Board;
- Establishing and monitoring compliance with the company's standards of business conduct and other policies of the company;
- Establishing appropriate systems of corporate governance in the company;
- Considering and approving other matters specially reserved for the attention of the Board; and
- Constantly guide and assist the company in external stakeholder management.

Chairman of the Board

The chairman of the Board is elected to the office of Chairman by the Directors. The Board consider that the chairman in independent.

Role of the Chairman

The Chairman leads the Board in determination of its strategy and achievement of its objectives. The Chairman is responsible for organizing the business of the Board, ensuring its effectiveness and setting its agenda. The Chairman is also responsible for ensuring that the Directors receive accurate, timely and clear information. The Chairman facilitates the effective contribution of Independent Directors and ensures that constructive relations exist amongst the Directors. Minutes of the Board meetings are signed by the Chairman.

Role of the Managing Director

The Managing Director is responsible for running the business and for formulating and implementing Board strategy and policy. He also has direct charge and overall control of the Company on a day-to-day basis and is accountable to the Board for the financial and operational performance of the Company.

He is to certify to the board regarding financial statements and financial transactions of the company according to the Corporate Governance Code as issued by Bangladesh Securities and Exchange Commission (BSEC).

Board Meetings

The Company shall conducts its Board meeting and record the minutes of the meeting as well as keep required books and records in line with the provision of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB).

The meetings of the Board of Directors of Saiham Cotton Mills Limited are generally held at the Corporate Office of the Company. The meetings are held frequently at least once in a quarter, to discharge its responsibility and functions as mentioned above. Meeting is schedule well in advance and the notice of each Board meeting is given, in writing to each director by the Company Secretary.

Number of Board Meeting held in for the year June 30, 2021

The number of meetings of the board held during the year June 30, 2021 and the attendances of Directors are disclosed in the note 29 of the Audited Financial Statements.

Role of Company Secretary

The Corporate Governance Guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) also require a listed company to appoint a Company Secretary, as distinct from other managers of the Company. In pursuance of the same, the Board of Directors has appointed a qualified Associate Chartered Secretary (ACS) as Company Secretary and defined his roles & responsibilities. In Saiham Cotton Mills Limited, among other functions, the Company Secretary;

- Advises and assists the members of the Board with respect to their duties and responsibilities as Directors and compliance with their obligations under the Companies Act, Stock Exchange requirements and issues on corporate governance.
- Acts as a channel of communication and information

- Ensures that the Board's decisions are properly implemented and communicated by assisting in the implementation of corporate strategies and policies.
- Ensures proper compliance with all relevant statutory and regulatory requirements.
- Communicates with the stakeholders of the company

Role of Chief Financial Officer (CFO)

The Chief Financial Officer (CFO) is a versatile individual with the talent to meet a continually changing set of circumstances. He is responsible for accounts and treasury functions of the company. In addition, he attends all board meetings and presents quarterly and periodical results.

He is to certify to the board regarding financial statements and financial transactions of the company according to the Corporate Governance Code as issued by Bangladesh Securities and Exchange Commission (BSEC).

Role of the Head of Internal Audit and Compliance

The Head of Internal Control and Compliance is responsible for reporting to the Board/ Audit Committee regarding any deviation from accounting and internal control systems of the Company. He is also responsible for ensuring regulatory compliance of the Company.

Secretarial Standards

The Company has complied with the Bangladesh Secretarial Standards (BSS) as adopted by The Institute of Chartered Secretaries of Bangladesh (ICSB).

Board Committees

The Board has established 02 (two) Board Committees to which it has delegated some of its responsibilities. They are the Audit Committee and Nomination and Remuneration Committee (NRC).

Audit Committee

The Audit Committee of Saiham Cotton Mills Limited is a sub-committee of the Board of Directors and is appointed and authorized by the Board in compliance with BSEC Corporate Governance Code BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June 2018.

Composition of Audit Committee

An audit committee consisting of the Independent Director as chairman and 02 (two) other Director as member has been constituted in terms of the BSEC Corporate Governance Code for ensuring good governance practices. The Company Secretary acts as the secretary of the Audit Committee. The Audit committee consists of the following members:

Mr. Mohammad Nazmul Hossain, FCA, Chairman, Audit Committee

Mrs. Yasmin Faisal, Member, Audit Committee

Mr. Syed Shafqat Ahmed, Member, Audit Committee

Mr. Md. Sahinur Kabir, ACS, Secretary, Audit Committee

Chairman of the Audit Committee

The committee headed by Mr. Mohammad Nazmul Hossain, FCA with 38 years of knowledge and experience in the field of financial accounting, management & cost accounting, statutory audit, special audit, internal audit, internal control, income tax, VAT, company law, banking, insurance and other business services.

Meeting of the Audit Committee

The Audit Committee of the Board meet 04 (four) time during the year and examined the coverage of Internal and External Audit.

Role of Audit Committee

The audit committee is governed by a terms of reference (TOR) which is reviewed by the Board. The major roles of audit committee are given bellow:

- Oversee the Financial Reporting Process;
- Monitor choice of Accounting Policies and Principles;
- Monitor Internal Audit and Compliance Process;
- Oversee hiring and performance of External Auditors;

- ♦ Hold meeting with the external or Statutory Auditors for review of the Annual Financial Statements before submission to the Board for approval;
- Review along with management, the quarterly and half yearly Financial Statements before submission to the Board for approval:
- Review the internal audit function:
- Any other matters as per terms of reference of the audit committee as per notification of the BSEC.

Reporting of Audit Committee

The audit committee directly reports to the Board of Directors.

Nomination and Remuneration Committee (NRC)

Nomination and Remuneration Committee (NRC) is a sub-committee of the Board formed as per notification no. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018.

Composition of Nomination and Remuneration Committee (NRC)

The Nomination and Remuneration Committee consists of three Directors including one Independent Director. The Committee acts as per the terms and conditions of the Corporate Governance Code of BSEC. The Company Secretary acts as the Secretary of the Nomination and Remuneration Committee (NRC). The Nomination and Remuneration committee consists of the following members:

Mr. Mohammad Nazmul Hossain, FCA, Chairman

Mrs. Yasmin Faisal, Member

Mr. Syed Shafqat Ahmed, Member

Mr. Md. Sahinur Kabir, ACS, Secretary

Chairman of Nomination and Remuneration Committee (NRC)

Mr. Mohammad Nazmul Hossain, FCA, Independent Director is the Chairman of the Nomination and Remuneration Committee.

Meeting of Nomination and Remuneration Committee (NRC)

The Nomination and Remuneration Committee (NRC) of the Board met 01 (one) time during the year 30 June, 2021.

Role of the Nomination and Remuneration Committee (NRC)

The Role of the Nomination and Remuneration Committee (NRC) acts as per the terms and conditions of the Corporate Governance Code of BSEC.

Price Sensitive Information (PSI)

The Board of Saiham Cotton Mills Limited through the Company Secretary always ensures to inform all Price Sensitive Information (PSI) within 30 minutes of the decision or immediately upon getting such information to the BSEC and the Stock Exchanges and also ensure immediate publication of such information/decision in two widely circulated daily newspapers, one in Bangla and the other in English and one in online news site. The communication is done through Fax, E-mail, by special messenger and through courier service in special cases.

Dividend Distribution Policy

Introduction

This Policy has been formulated by Saiham Cotton Mills Limited pursuant to Bangladesh Securities and Exchange Commission (BSEC) Directive No. BSEC/CMRRCD/2021-386/03 dated January 14, 2021.

Statutory and Regulatory Compliance

The Company shall declare dividend only after ensuring compliance with the regulatory guidelines on dividend declaration.

Financial Parameters

Availability of profits;

Company's liquidity position and future cash flow requirements for operation; Profits earned during the financial year.

Internal Factors

Growth rate of past earnings; Earnings stability; Accumulated reserves; History of dividends distributed by the company; and Working capital requirements.

External Factors

Shareholders' expectations; Industry outlook for the future years; Changes in the government policies or changes in regulatory provisions; and Other relevant factors that the Board may deem fit.

Entitlement of Dividend

The company shall determine the record date of members. Members whose names shall appear in the Members'/Depository Register on the Record date will be eligible to receive dividend.

Approval Procedure

The dividend proposal placed before the Board for its recommendation shall be in term of this policy;

The recommendation of the Board should be placed before the Annual General Meeting for final approval of the Shareholders.

Dividend Distribution

- 1. Company shall pay off the dividend the entitled shareholders within 30 days of approval.
- 2. Equivalent amount of cash dividend shall be kept in a dedicated separate Bank Account.
- 3. Company shall pay off cash dividend to the bank account of the entitled shareholder are available in the BO account maintained with the Depository Participant(DP) or the Bank Account as provided by the shareholder in paper form, through Bangladesh Electronic Funds Transfer Network (BEFTN) or through bank transfer or any electronic payment system as recognized by the Bangladesh Bank, if not possible to pay off through BEFTN;
- 4. In case of non-availability of bank account information or not possible to distribute cash dividend through BEFTN or any electronic payment system, company shall issue cash dividend warrant and shall send it by post to the shareholder;
- 5. Company shall credit stock dividend directly to the BO account of the entitled shareholder, subject to clearance of the exchange(s) and the Central Depository Bangladesh Limited (CDBL); and
- 6. If any cash dividend remains unpaid or unclaimed or unsettled including accrued interest (after adjustment of bank charge, if any) thereon for a period of 3 (three) years from the date of declaration or approval or record date, as the case may be, shall be transferred by the company to the fund as directed or prescribed by the Commission.

Information and disclosure of unpaid or unclaimed dividend

Company shall maintain detailed information of unpaid or unclaimed dividend as per BO account number-wise or name-wise or folio number-wise of the shareholder and shall also disclose the summary of aforesaid information in the statements of financial position (Quarterly/Annually) as a separate line item "Unclaimed Dividend Account".

Compliance report to the Commission and Stock Exchanges

The company shall submit a compliance report to the Commission and the Exchanges in a specified format in respect of the provisions of clause (2), (3), (4) and (5) of the Directive No. BSEC/CMRRCD/2021-386/03; dated: <mark>J</mark>anuary 14, 2021 within 7 (Seven) working days of the completion of dividend distribution an<mark>d publish the</mark> compliance report in its website.

Statement of Internal Control

The internal control system of Saiham Cotton Mills Limited is designed to manage risks that may impede the achievement of the company's business objectives rather than eliminates these risks. The ultimate facilitator of the internal control system is the Board of Directors in order to ensure that the importance of internal controls is understood across the company and that adequate resource allocations are available. Internal control is the process by which the company's directors, management and staff obtain reasonable assurance as to the achievement of specified objectives including: -

- Efficiency and effectiveness of operations,
- Maintenance of assets.
- Reliability of financial and other management information.
- the prevention of fraud,
- Compliance with relevant national laws and Companies Act. BSEC Rules, Stock Exchanges Rules and Regulations.

Saiham Cotton Mills Limited continues to ensure the presence of the following components that would create an effective internal control system.

Control Environment

The Board of Directors sets the tone for an effective control environment through regular exchange views and reviews of the processes for identifying, evaluating and managing the significant risks. An effective control environment is set by top management that cascades across all business functions.

Control Activities

Control activities are the policies and the procedure to help ensure that management directives are carried out, and the necessary actions are taken to minimize the risks of failing to meet objectives. Policies and procedures are effectively established within the company and continuously reviewed for compliance, adequacy and improvement.

Information and Communication

The company ensures the effective flow of information on internal activities and external factors across the management levels. All individuals receive a clear message from senior management that control responsibilities must be taken seriously.

Monitoring

The system of internal control is monitored regularly through both ongoing activities and separate evaluations. Ongoing monitoring activities are conducted through regular management activities. An Internal Audit Team has been setup with three members during the year under review. The internal audit function is responsible for providing an objective and independent view of the effectiveness of operational and financial controls and procedures, as well as management action in dealing with issues of control. The internal audit function monitors the presence of the components of internal control system and reports to the audit committee.

Statement of Risk Management

The management structure of the Company has been restructured over the year with the combination of Senior Management and young recruits to tackle any unforeseen risks and finding ways to mitigate them. The Company's well experienced Management team has been applying robust and integrated Risk Management Policies to ensure that the risks and uncertainties assumed by it e.g. Industry Risks, Regulatory Risks, Market Risks, Operational Risks, Legal Risks, Interest Rate Risks, Exchange Rate Risks and potential changes in Global policies etc. are within the defined risk appetites and are properly addressed. Periodic Monitoring is carried out on regular basis to address any risk related issued upcoming and that it might affect the profitability. The company believes that increased competition enhances team responsiveness and the risk can be mitigating by ensuring impeccable quality, timely delivery and superior services.

Statements of Directors Responsibilities on Financial Statements

The Directors are responsible for preparing the annual report and financial statements in accordance with the Companies Act 1994, Securities and Exchange Commission Rules 1987, Bangladesh Financial Reporting Standards (BFRS) and other applicable laws and regulations.

The Companies Act 1994 requires Directors to ensure that the company keeps proper books of accounts of all transactions and prepares financial statements that give a true and fair view of the state of the company's affairs and of the profit for the year.

The Directors are also required to ensure that the financial statements have been prepared and presented in accordance with the International Financial Reporting Standards (IFRS) and BFRS as applicable in Bangladesh and provided as required by the Companies Act 1994, Securities and Exchange Ordinance 1969, Securities and Exchange Commission Rules 1987 and the regulations of the Dhaka/Chittagong Stock Exchanges Ltd. They are also responsible for taking reasonable measures to safeguard the assets of the company, and in that context to have proper regard to the establishment of appropriate systems of internal control with a view to preventing and detecting fraudulent activities and other irregularities.

The Directors are of the view that these financial statements have been prepared under the generally accepted accounting principles and in accordance with the International Accounting Standards.

The Directors endeavor to ensure that the company maintains sufficient records to be able to disclose, with reasonable accuracy, the financial position of the company and to be able to ensure that the financial statements of the company meet the requirements of the Companies Act, International Accounting Standards, and the regulations of the Dhaka/Chittagong Stock Exchanges Ltd.

The Directors have a reasonable expectation, after making enquiries and following a review of the company's plan for the ensuring year including cash inflows and borrowings facilities, that the Company has adequate resources to continues its operational existence in the foreseeable future, and therefore to continue to adopt the going concern basis in preparing the accounts.

Khan Wahab Shafique Rahman & Co., Auditors of the company, have examined the financial statements made available by the Board of Directors together with all relevant financial records, related data, minutes of shareholders and Directors meetings and expressed their opinion in the Annual Report.

Communications and Relationship with Shareholders

Saiham Cotton Mills Limited is continuously striving to improve relations with its shareholders. The Company encourages communications with shareholders throughout the year and welcomes their participation at the shareholders' meeting. The quarterly financial result and all other information are published in widely circulated dailies in both Bengali and English newspaper and one in On-line newspaper. The information is also made available in the company website.

Annual Reports are sent to the shareholders through email in soft form. The soft copy of the Annual Report is also available in the company' website.

Website

The Company has an official website linked with the website of the stock exchanges. All corporate information's are posted on the Investor Relations section of the company's website: www.saihamcotton.com.

Shareholders Queries

Saiham Cotton Mills Limited has set up a separate share division in 11th floor of the Dhaka office. In addition, we have special queries telephone lines and an email address.

Shareholders can contact No.: 02-222262284 or mail: info@saihamcotton.com to Saiham Cotton Mills Limited Share Dept. for any queries and/or grievances.

Audit Committee Report for the year ended June 30, 2021

The terms of reference of the Audit Committee has been determined by the Board of Directors of the Company in accordance with the conditions of Corporate Governance Code of Bangladesh Securities and Exchange Commission (BSEC).

The Committee is appointed by and responsible to the Board of Directors. The Audit Committee was constituted by the Board consisting of the following members:

Sl. No.	Name	Status in the Board	Status in the committee
01.	Mr. Mohammad Nazmul Hossain, FCA	Independent Director	Chairman
02.	Mrs. Yasmin Faisal	Director	Member
03.	Mr. Syed Shafqat Ahmed, MBA	Director	Member
04.	Mr. Md. Sahinur Kabir, ACS	Company Secretary	Secretary

During the financial year ended on June 30, 2021, the Audit Committee held 04 (four) meetings in which, the following issues, among others were reviewed and discussed:

- Reviewed the Quarterly, Half Yearly and Annual Financial Statements of the Company before submission to the board for their approval.
- Reviewed the effectiveness of internal control and also review audit objection of head of internal audit and compliance also reviewed points or suggestions and amendments by the internal auditor.
- Met with the external auditors and had discussion on the audit of Financial Statements of the company.
- The Committee reviewed the Audit Plan for the year 2021-2022.
- The Committee reviewed the performance and appointment of external auditors
- The Committee found adequate arrangement to present a true and fair view of the activities and the financial status of the Company and didn't find any material deviation, discrepancies or any adverse finding/observation in the area of reporting.

The Committee is opinion that, adequate controls and procedures are there to provide reasonable assurance that the companies assets are safeguarded, the liabilities are properly accounted for and Financial activities of the company is well managed.

On behalf of the Audit Committee

Sd/-(Mohammad Nazmul Hossain, FCA) Chairman, Audit Committee

Annexure: I

The Key Operating and Financial Data:

(Taka in Million)

Financial Highlights

Particulars Particulars	2021	2020	2019	2018	2017
Turnover	3,648	3,007	3,165	2,929	2,989
Gross profit	484	149	347	304	284
Net profit after tax	160	(95)	169	158	158
Net cash operating activities	487	35	131	8	(100)

Table: Summary of Balance Sheet

Particulars Particulars	2021	2020	2019	2018	2017
Authorized capital	2,000	2,000	2,000	2,000	2,000
Paid-up capital	1,488	1,488	1,488	1,488	1,488
Reserve and surplus	1720	1,442	1,569	1,506	1,155
Shareholders' equity	5,534	5,352	5,579	3,368	3,395
Deferred tax liabilities	565	576	581	189	177
Non-current liabilities	884	788	704	469	557
Current liabilities	3,437	3,072	2,895	2,483	1,830
Fixed Assets	5,630	5,152	5,272	2,597	2,605
Other Non-current Assets	521	525	536	528	809
Total Non-current Assets	6,151	5,678	5,808	3,126	3,414
Current Assets	3,704	3,535	3,370	3,195	2,368
Book value per share	10	10	10	10	10
Earning per share	1.08	(0.64)	1.14	1.07	1.06
Dividend per share :					
Cash	10%	-	10%	10%	12%
Stock			-	<u>-</u>	
Number of shareholders	11,554	9,748	9,699	12,140	13,826

Table : Ratios

Particulars Particulars	2021	2020	2019	2018	201 <mark>7</mark>
Debt to Equity Ratio	0.78	0.06	0.65	0.89	0.70
Current Ratio	1.08	1.74	1.16	1.28	<mark>1.29</mark>
Gross profit/Sales (%)	13.27%	4.95%	10.98%	10.39%	9 <mark>.51%</mark>
Operating profit/Sales (%)	5.19%	-4.145	4.76%	4.62%	3.87%
Profit after tax/Sales (%)	4.39%	-3.15%	5.36%	5.41%	5.29%
Return on Asset (%)	2.30%	-0.68%	2.25%	3.16%	3.35%
Return on Equity (%)	4.03%	-1.16%	5.22%	5.29%	5.27%

Saiham Cotton Mills Limited Declaration or Certification by MD and CFO

The Board of Directors

Saiham Cotton Mills Limited Saiham Tower, House# 34, Road# 136 Gulshan-1, Dhaka-1212.

Subject: Declaration or Certification on Financial Statements for the year ended June 30, 2021.

Dear Sir(s)

Pursuant to the condition No. 1(5)(xxvi) imposed vide the Commission's Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:

- 1. The Financial Statements of Saiham Cotton Mills Limited for the year ended on June 30, 2021 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;
- (2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
- The form and substance of transactions and the Company's state of affairs have been reasonably and (3) fairly presented in its financial statements;
- (4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;
- (5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and
- (6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that: -

- We have reviewed the financial statements for the year ended on June 30, 2021 and that to the best of (i) our knowledge and belief:
 - (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (b) these statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- (ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Sincerely yours,

(Engr. Syed Ishtiaq Ahmed)

Managing Director

Date: October 18, 2021 Date: October 18, 2021

(Syed Rakibul Hasan) **Chief Financial Officer**





Annexure-B [Certificate as per condition No. I(5) (xxvii)]

Report to the Shareholders of Saiham Cotton Mills Limited on Compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by Saiham Cotton Mills Limited for the year ended on 30 June 2021. This Code relates to the Notification No. **BSEC/CMRRCD/2006-158/207/Admin/80** dated 03 June 2018 issued under section 2CC of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is a scruting and verification and an independent audit on compliance of the conditions of the Corporate Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

- (a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;
- (b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code:
- (c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and

Head Office: Shamsunnahar & Wazi Complex, 8th Floor, Suite-9B, 31/C/1, Topkhana Road, Segun Bhagicha, Dhaka-1000.

(d) The Governance of the company is satisfactory.

Dated: November 11, 2021

Place: Dhaka

Md. Nural Hossain Khan, FCA

Kazi Zahir Khan & Co.

Chartered Accountants

Tel; 57160824, Fax; +880-2-57160821, e-mail; kzkc48@mail.com, kzkc_bd/d/yahoo.com
Branch Office: 281/3, Jafrabad (Sankor), Ground Floor, West Dhanmondt, Dhaka-1207, Tel; 9124642, e-mail; mahmudkzkebd/@gmail.com

Dhaka-100

Annexure -C Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD/2006-158/207/Admin/80, dated 3 June 2018 158/207/Admin/80, dated 3 June 2018.

Condition	Title	Complian (Put √ appropriat	in the	Remarks (if any)
No.		Complied	Not- complied	(II ally)
1	Board of Directors			
1.1	Size of the Board of Directors			
	The total number of the board members of the company shall not be less than 5 (five) and more than 20 (twenty)	V		
1.2	Independent Directors			
1.2(a)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors, any fraction shall be considered to the next integer or hole number for calculating number of independent director(s);	V		
1.2 (b)	For the purpose of this clause 'independent director' means a director-	$\sqrt{}$		
1.2 (b) (i)	Who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	V		
1.2 (b)(ii)	who is not a sponsor of the company or is not connected with the company's any sponsor or director or nominated director or shareholder of the company or any of its associates, sister concerns, subsidiaries and parents or holding entities who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members shall not hold above mentioned shares in the company;	√		
1.2 (b)(iii)	who has not been an executive of the company inimmediately preceding 2 (two) financial years;	V		
1.2 (b) (iv)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated companies;	V		
1.2 (b)(v)	who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange;	√		
1.2 (b)(vi)	who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market;	V		
1.2 (b)(vii)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code;	V		
1.2 (b)(viii)	who is not independent director in more than 5 (five) listed companies;	V		
1.2 (b)(ix)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan or any advance to a bank or a Non-Bank Financial Institution (NBFI);	√		
1.2 (b)(x)	who has not been convicted for a criminal offence involving moral turpitude;	$\sqrt{}$		

Condition	Title	(Put √	ce Status in the te column)	Remarks
No.		Complied	Not- complied	(if any)
1.2 (c)	Independent director shall be appointed by the Board of Directors and approved by the shareholders in the Annual General Meeting (AGM);	V		
1.2 (d)	The post of independent director cannot remain vacant for more than 90 (ninety) days;	V		
1.2 (e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) tenure only;	√		
1.3	Qualification of Independent Director(ID)			
1.3 (a)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to business;	√		
1.3 (b)	Independent Director shall have following qualifications			
1.3 (b)(i)	Business leader who is or was a promoter or director of an unlisted company having minimum paid up capital of Tk. 100.00 million or any listed company or a member of any national or international chamber of commerce or business association; or	-		
1.3(b)(ii)	Corporate leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid up capital of Tk. 100.00 million or of a listed company;	√		
1.3(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or law;	-		
1.3 (b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law;	-		
1.3 (b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification;	-		
1.3 (c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b);	V		
1.3 (d)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission;			N/A

Condition	Title	Complian (Put √ appropriat		Remarks
No.		Complied	Not- complied	(if any)
1.4	Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer			
1.4 (a)	The positions of the Chairperson of the Board and the Managing Director and/ or Chief Executive Officer (CEO) of the company shall be filled by different individuals;	V		
1.4 (b)	The Managing Director (MD) and/ or Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company;	√		
1.4 (c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company;	√		
1.4 (d)	The Board shall clearly define respective roles and responsibilities of the chairperson and the Managing Director and/ or Chief Executive Officer;	√		
1.4 (e)	In the absence of the chairperson of the Board, the remaining members may elect one of themselves from non-executive directors as Chairperson for that particular Board's meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	V		
1.5	The Directors' Report to Shareholders			
	The Board of the company shall include the following additional statements or disclosures in the Directors' Report prepared under section 184 of the companies Act, 1994 (Act No. XVIII of 1994):-	√		
1.5 (i)	An industry outlook and possible future developments in the industry;	√		
1.5 (ii)	The Segment-wise or product-wise performance;	√		
1.5 (iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	√		
1.5 (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin;	√		
1.5 (v)	A discussion on continuity of any Extra-Ordinary gain or loss;	√		
1.5 (vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions;	V		
1.5 (vii)	A statement of utilization of proceeds raised through public issues, rights issues and/or any other instruments;			N/A
1.5 (viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc.;			N/A
1.5 (ix)	An explanation on any significant variance that occurs between Quarterly Financial performance and Annual Financial statements;	√		

Condition	Title	Complian (Put √ appropriat		Remarks
No.		Complied	Not- complied	(if any)
1.5 (x)	A statement of remuneration paid to the directors including independent directors	√		
1.5 (xi)	A Statement that the financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity;	√		
1.5 (xii)	A Statement that proper books of account of the issuer company have been maintained;	√		
1.5 (xiii)	A Statement that Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment;	V		
1.5 (xiv)	A Statement that International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure therefrom has been adequately disclosed;	V		
1.5 (xv)	A Statement that the system of internal control is sound in design and has been effectively implemented and monitored;	V		
1.5 (xvi)	A Statement that Minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress;	V		
1.5 (xvii)	A Statement that there are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed;	V		
1.5 (xviii)	An explanation that significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof shall be explained;	V		
1.5 (xix)	A Statement that the where key operating and financial data of at least preceding 5 (five) years shall be summarized;	√		
1.5 (xx)	An explanation on the reasons if the issuer company has not declared dividend (cash or stock) for the year;	√		
1.5 (xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend;	√		
1.5 (xxii)	The total number of Board meetings held during the year and attendance by each director shall be disclosed;	√		
1.5 (xxiii)	A report on the pattern of shareholding disclosing the aggregate number of shares (along with name-wise details where stated below) held by:-			
1.5 (xxiii)(a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details);	√		

Condition	Title	Complian (Put √ appropriat		Remarks (if any)
No.		Complied	Not- complied	(ii dily)
1.5 (xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details);	V		
1.5 (xxiii)(c)	Executives;	$\sqrt{}$		
1.5 (xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details);	V		
1.5 (xxiv)	In case of the appointment/re-appointment of a director the company shall disclose the following information to the shareholders:	V		
1.5 (xxiv)(a)	A brief resume of the director;	$\sqrt{}$		
1.5 (xxiv)(b)	Nature of his/her expertise in specific functional areas;	√	<u>\</u>	
1.5 (xxiv)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the board;	V		
1.5 (xxv)	A Management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the company's position and operations along with a brief discussion of changes in the financial statements, among others, focusing on:			
1.5 (xxv)(a)	Accounting policies and estimation for preparation of financial statements;	V		
1.5 (xxv)(b)	Changes in accounting policies and estimation, if any, clearly describing the effect on financial performance and financial position as well as cash flows in absolute figure for such changes;	V		
1.5 (xxv)(c)	Comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof;	V		
1.5 (xxv)(d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	V		
1.5 (xxv)(e)	The financial and economic scenario of the country and the globe;	V		
1.5 (xxv)(f)	Risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company;	V		
1.5 (xxv)(g)	Future plan or projection or forecast for company's operation, performance and financial position, with justificationthereof, i.e., actual position shall be explained to the shareholders in the next AGM;	V		
1.5 (xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure-A;	V		
1.5 (xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-B and Annexure-C.	√		

Condition	Title	Complian (Put √ appropriat		Remarks
No.		Complied	Not- complied	(if any)
1.6	Meetings of the Board of Directors			
1.6	The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB).	V		
1.7	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer			
1.7 (a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) at condition No. 6, for the Chairperson of the Board, other board members and Chief Executive Officer of the company;	√		
1.7 (b)	The code of conduct as determined by the NRC shall be posted on the website of the company including, among others, prudent conduct and behavior; confidentiality; conflict of interest; compliance with laws, rules and regulations; prohibition of insider trading; relationship with environment, employees, customers and suppliers; and independency.	V		
2	Governance of Board of Directors of Subsidiary Company			
2 (a)	Provisions relating to the composition of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company;			N/A
2 (b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company;			N/A
2 (c)	The minutes of the Board meeting of the subsidiary company shall be placed forreview at the following Board meeting of the holding company;			N/A
2 (d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also;			N/A
2 (e)	The Audit Committee of the holding company shall also review the financial Statements, in particular the investments made by the subsidiary company.			N/A
3	Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary (CS)			
3.1	Appointment			
3.1 (a)	The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC);	V		

Condition	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
140.		Complied	complied	
3.1 (b)	The positions of the Managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals;	1		
3.1 (c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time;	√		
3.1 (d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS;	√		
3.1 (e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s).	V		
3.2	Requirement to attend the Board Meetings			
3.2	The MD or CEO, CS, CFO and HIAC of the companies shall attend the meetings of the Board of Directors provided that the CS, CFO and /or the HIAC shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating of their personal matters.	V		
3.3	Duties of Managing Director (MD) or Chief Executive Officer (CEO) and Chief Financial Officer (CFO)			
3.3 (a)	The MD or CEO and CFO have reviewed financial statements for the year to the best of their knowledge and belief;	V		
3.3 (a)(i)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	√		
3.3 (a)(ii)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;	√		
3.3 (b)	This is also certified that no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board or its members;	V		
3.3 (c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	V		
4	Board of Directors' Committee			
4	For ensuring good governance in the company, the Board shall have at least following subcommittees:	V		
4 (i)	Audit Committee;	√		
4 (ii)	Nomination and Remuneration Committee;	√		
5	Audit Committee			
5.1 (a)	Responsibility to the Board of Directors The company shall have an Audit Committee as a sub-committee of the Board of Directors;	√		

Condition	Title	Compliance Status (Put √ in the appropriate column)		Remarks
No.		Complied	Not- complied	(if any)
5.1 (b)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business;	√		
5.1 (c)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	V		
5.2	Constitution of Audit Committee			
5.2 (a)	The Audit Committee shall be composed of at least 3 (three) members;	V		
5.2 (b)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director;	V		
5.2 (c)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management background and 10 (ten) years of such experience;	V		
5.2 (d)	When the term of service of the Committee members expires or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy(ies) immediately or not later than 1 (one) month from the date of vacancy(ies) in the Committee to ensure continuity of the performance of work of the Audit Committee;	V		
5.2 (e)	The company secretary shall act as the secretary of the Committee;	V		
5.2 (f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	√		
5.3	Chairman of the Audit Committee			
5.3 (a)	The Board shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director;	V		
5.3 (b)	In the absence of the chairperson the audit committee, the remaining members may elect one of themselves as chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition 5(4)(b) and the reason of absence or the regular chairperson shall be duly recorded in the minutes.			No such issue
5.3 (c)	Chairperson of the audit committee shall remain present in the Annual General Meeting (AGM).	V		
5.4	Meeting of the Audit Committee			
5.4 (a)	The Audit Committee shall conduct at least its four meetings in a financial year;	V		

Condition	Title		in the te column)	Remarks (if any)
		Complied	Not- complied	
5.4 (b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	V		
5.5	Role of Audit Committee shall include the following:	,		
5.5 (a)	Oversee the financial reporting process;	√		
5.5 (b)	Monitor choice of accounting policies and principles;	√		
5.5 (c)	Monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report;	√		
5.5 (d)	Oversee hiring and performance of external auditors;	√		
5.5 (e)	Hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;	V		
5.5 (f)	Review along with the management, the annual financial statements before submission to the board for approval;	√		
5.5 (g)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval;	V		
5.5 (h)	Review the adequacy of internal audit function;	√		
5.5 (i)	Review the Management's Discussion and Analysis before disclosing in theAnnual Report;	V		
5.5 (j)	Review statement of significant related party transactions submitted by the management;	V		
5.5 (k)	Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors;	V		
5.5 (I)	Oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors;	V		
5.5 (m)	Oversee whether the proceeds raised through Initial Public Offering (IPO) or Repeat Public Offering (RPO) or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission:			No such issue
5.6	Reporting of the Audit Committee			
5.6 (a)	Reporting to the Board of Directors			
5.6 (a)(i)	The Audit Committee shall report on its activities to the Board of Directors.	V		
5.6 (a)(ii)	The Audit committee shall immediately report to the Board of Directors on the following findings, if any;			
5.6 (a)(ii)(a)	Report on conflicts of interests;			No such issue

Condition	Title	Complian (Put √ appropriat		Remarks
No.		Complied	Not- complied	(if any)
5.6 (a) (ii)(b)	Suspected or presumed fraud or irregularity or material defect in the internal control system;			No such issue
5.6 (a) (ii)(c)	Suspected infringement of laws, including securities related laws, rules and regulations; and			No such issue
5.6 (a) (ii)(d)	Any other matter which shall be disclosed to the Board of Directors immediately			No such issue
5.6 (b)	Reporting to the Authorities			
	If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.			No such issue
5.7	Reporting to the Shareholders and General Investors			
	Report on activities carried out by Audit Committee, including any report made to the Board of Directors under condition 5(6)(a)(ii) above during the year shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer company.	√		1
6	Nomination and Remuneration Committee (NRC)			
6.1	Responsibility to the Board of Directors			
6.1 (a)	The company shall have a Nomination and Remuneration Committee (NRC) as a subcommittee of the Board;	√		
6.1(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top-level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	7		
6.1(c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5)(b).	V		
6.2	Constitution of the NRC	V		
6.2 (a)	The Committee shall comprise of at least three members including an independent director;	V		
6.2 (b)	All members of the Committee shall be non-executive directors;	V		
6.2 (c)	Members of the Committee shall be nominated and appointed by the Board;	V		

Condition	Title	Complian (Put √ appropriat		Remarks
No.		Complied	Not- complied	(if any)
6.2 (c)	Members of the Committee shall be nominated and appointed by the Board;	V		
6.2 (d)	The Board shall have authority to remove and appoint any member of the Committee;	V		
6.2 (e)	In case of death, resignation, disqualification, or removal of any member of the Committee, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee;			No such issue
6.2 (f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee;			No such issue
6.2 (g)	The company secretary shall act as the secretary of the Committee;	V		
6.2 (h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;	V		
6.2 (i)	No member of the NRC shall receive any remuneration for any advisory role or otherwise, other than Director's fees or honorarium from the company;	V		
6.3	Chairperson of the NRC			
6.3 (a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director;	V		
6.3 (b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;			No such issue
6.3 (c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders.	V		
6.4	Meeting of the NRC			
6.4 (a)	The NRC shall conduct at least one meeting in a financial year;	√		
6.4 (b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;	V		
6.4 (c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h);	٧		
6.4 (d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.	$\sqrt{}$		

Condition	Title	Complian (Put √ appropriat		Remarks (if any)
No.		Complied	Not- complied	(II ally)
6.5	Role of the NRC			
6.5 (a)	NRC shall be independent and accountable to the Board and shareholders;	V		
6.5 (b)	NRC shall oversee, among others, the following matters:	√		
6.5 (b)(i)	Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, considering the following:	V		
6.5 (b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;	V		
6.5 (b)(i)(b)	The relationship of remuneration to performance is clear and meets appropriate performance benchmarks;	V		
6.5 (b)(i)(c)	Remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;	V		
6.5 (b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality;	V		
6.5 (b)(iii)	Identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;	V		
6.5 (b)(iv)	Formulating the criteria for evaluation of performance of independent directors and the Board;	V		
6.5 (b)(v)	Identifying the company's needs for employees at different levels;	V		
6.5 (b)(vi)	Developing, recommending and reviewing annually the company's human resources and training policies;	$\sqrt{}$		
6.5 (c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.	V		
7	External/Statutory Auditors			
7.1	The issuer company shall not engage its external or statutory auditors to perform the following services of the company, namely:-	V		
7.1 (i)	Appraisal or valuation services or fairness opinions;	√		
7.1 (ii)	Financial information systems design and implementation	√		
7.1 (iii)	Book-keeping or other services related to the accounting records or financial statements;	V		
7.1 (iv)	Broker-dealer services;	√		
7.1 (v)	Actuarial services;	√		

Condition	Compliance Status (Put √ in the appropriate column)		(Put √ in the	
No.		Complied	Not- complied	(II any)
7.1 (vi)	Internal audit services or special audit services;	√		
7.1 (vii)	any service that the Audit Committee determines;	√		
7.1 (viii)	Audit/certification services on compliance of corporate governance as required under clause (i) of condition No. 9 (1);	V		
7.1 (ix)	Any other service that creates conflict of interest;	√		
7.2	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company	V		
7.3	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (Annual General Meeting or Extraordinary General Meeting) to answer the queries of the shareholders.	V		
8	Maintaining a website by the Company			A
8.1	The company shall have an official website linked with the website of the stock exchange;	V		
8.2	The company shall keep the website functional from the date of listing;	V		
8.3	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	V		
9	Reporting and Compliance of Corporate Governance			
9.1	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report.	V		
9.2	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting;	V		
9.3	The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions.	V		

INDEPENDENT AUDITOR'S REPORT TO THE SHARE HOLDERS OF SAIHAM COTTON MILLS LIMITED

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of Saiham Cotton Mills Ltd. which comprise the statement of financial position as at 30 June 2021, and statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects of the statement of financial position of Saiham Cotton Mills Ltd. as at 30 June 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Opinion

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

Emphasis of Matter

We draw attention to note 5.00 "Inventories" & 23:00 "Abnormal Loss By Fire" of the notes to the financial statement which describes the effects of a fire in the in the company's godown. Our opinion is not modified in respect of this matter.

Key Audit Matters

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

Our audit procedures relating to these matters were designed in the context of our audit of the financial statements as a whole. Our opinion on the financial statements is not modified with respect to any of the key audit matters described below, and we do not express an opinion on these individual matters.

We have determined the following key audit matters to communicate in our report.

Property, plant and equipment

The key Audit Matter

The company has Tk. 5,629,749,896 as Written down Value (WDV) at Property, Plant and Equipment which stands at 57.13% of its total assets with new acquisitions of Tk. 789,036,737. The management reviews the estimated depreciable lives and the residual value of property, plant and equipment annually. It usually the company policy to charge depreciation when property, plant and equipment become available for use as described in the notes to the financial statements. The management is used judgment to ascertain the timing of depreciation of the property, plant and equipment in few cases.

Property, plant and equipment have been identified as a key audit matter because it requires the management to exercise significant judgment in relation to the estimate the carrying amount of the assets whether to be valued at cost less accumulated depreciation or revalued amount and depreciable lives of the assets considering the nature, timing and likelihood of changes to the technical factors which may affect the useful life expectancy of the assets and therefore it could have a material impact on the depreciation expense for the year.

Please refer to Note 3.00 "Property Plant and Equipment" of the notes to the financial statements for relevant details.

How the scope of our audit responded to the key audit matter:

Our procedures in relation to the depreciable lives of the property, plant and equipment included:

- a) Testing the key controls over the management's judgment in relation to the accounting estimates of the depreciable lives of property, plant and equipment;
- b) Verifying whether additions, adjustments, deprecation and other disposals (if any) was made and accounted for in the financial statements in accordance with the relevant standards:
- c) Calculating the results and performing analytical reviews to assess whether proper effects of additions, adjustments, deprecation and other disposals (if any) has been given;
- d) Checking the adequacy of the disclosure of the assets;
- e) Verification and calculation of deferred tax and whether proper treatment has been given for the deferred tax thereon;

f) Assessing the management's estimates on the useful lives of property, plant and equipment with reference to: (1) the consistency with the company's expected consumption pattern of economic benefits embodied in the respective assets and future operating plans including acquisitions and retirements of property, plant and equipment; (2) the comparison to the policies adopted by other comparable entities operating in this area; and (3) consideration of the company's historical experience.

Inventory

The key Audit Matter

The Company had inventory of Tk. 1,068,355,020 at 30 June 2021 held in its factory, godown and across multiple product lines. Inventories are carried at the lower of cost and net realizable value. As a result, the management applies judgment in determining the appropriate values for slow-moving or obsolete items. During the year loss of stock on fire has occurred worth Tk. 573,970,353. As such, inventory has been considered as key audit matter during the year under audit.

Please refer to Note 5.00 "Inventories" to the financial statements for relevant disclosures.

How the scope of our audit responded to the key audit matter:

We reviewed the appropriateness of management's assumptions applied in calculating the value of the inventory provisions by:

- a) Evaluating the design and implementation of key inventory controls operating across the company, including stocks in the factory and in the godowns;
- b) Checking the management's inventory count sheet and reconciling the count results to the inventory listings to test the completeness of data;
- c) Comparing the net realizable value, obtained through a detailed review of sales subsequent to the year-end, to the cost price of a sample of inventories;

How the scope of our audit responded to the key audit matter:

We reviewed the appropriateness of the calculation and the treatment of the loss made in the inventories and in the PPE. We have reviewed the claim filed by the company to the insurer and re-performed the calculation of the loss.

Taxation

The key Audit Matter

The Statement of Profit & Loss and Other Comprehensive Income shows total profit before tax stands at Tk. 219,543,148 during the year. The company has charged total income tax of Tk. 59,500,043. Furthermore, deferred tax liability of the company has increased to Tk. 564,708,369 after giving effect of deferred tax on revaluation of asset.

Given the company's exposure to complex tax issues, the high level of management judgment in estimating the amounts of reserve and provision for tax and involvement with regulatory authorities, taxation was considered to be a key audit matter.

Please refer to Note 12.00 "Deferred Tax Liabilities" and Note 17.00 "Income Tax Provision" to the financial statements for relevant disclosures regarding calculation and disclosure of taxation.

How the scope of our audit responded to the key audit matter:

We particularly focused on the impact of whether the tax provision was appropriately recognized; we conducted interviews with the company's tax personnel in order to assess the taxable income of the company. We re-performed the calculations made by the management regarding tax liabilities to ensure compliance with the provisions of Income Tax Ordinance, 1984 and checked the arithmetical accuracy of the calculations.

We also obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of deferred tax liabilities and the assumptions used thereon. We assessed key assumptions, controls, recognition and measurement of deferred tax assets. We also assessed the appropriateness of presentation of disclosures against "Income Tax".

Sales

The Key Audit matter

The company has made net sales of Tk. 3,648,382,478 during the year. Even in the midst of this epidemic, their sales have been increased compared to last year. Recognition of the revenue of Saiham Cotton Mills Ltd. has been considered complex due to several types of contracts based mainly on export sales, as well as high sales volume comparing to last few years' performances.

Please refer to "Turnover" of the financial statements.

How the scope of our audit responded to the key audit matter:

We have reviewed the company's revenue recognition policies, accounting guidelines and disclosures to assess conformity with IFRS 15 "Revenue from Contracts with Customers". We have tested relevant internal control used to ensure the completeness, accuracy and timing of revenue recognized including sales during the year end to ensure cut off has been properly maintained. We have applied analytical and substantive procedures to establish, whether any revenue had been recognized where no corresponding accounts receivable or proceeds has been recorded in the general ledger.

Abnormal loss by fire

The key Audit Matter

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. 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 for burned raw cotton and building stood at Tk 58,922,972.

Please refer to Note 23.00 "Abnormal loss by fire" to the financial statements for relevant disclosures.

How the scope of our audit responded to the key audit matter:

We reviewed the appropriateness of the calculation and the treatment of the loss made in the inventories and in the PPE. We have reviewed the claim filed by the company to the insurer and re-performed the calculation of the loss.

Other Information

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof:
- b) in our opinion, proper books of accounts as required by law have been kept by company so far as it appeared from our examination of these books;
- c) the statements of financial position and statements of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns.
- d) the expenditure incurred and payments made were for the purpose of the company's business.

Dated, Dhaka October 27, 2021 wan Walab Shob que Coluan No.

Khan Wahab Shafique Rahman & Co.

Chartered Accountants

Signed By: S M Tanjilur Rahman ACA

Partner

Enrolment No: 1885

Firm Registration: 11970 E.P. DVC: 2111021885AS812352

Statement of Financial Position

Αç	at	June	30	2021
AS	aı	June	JU,	2021

	As at June 30, 2021		700 I
Particulars	Notes	Amount i	
		June 30, 2021	June 30, 2020
ASSETS:			
Non-Current Assets:	,		
Property, Plant and Equipment	3.00	5,629,749,896	5,152,105,158
Investment	4.00	521,102,549	525,488,190
Total Non-Current Assets		6,150,852,445	5,677,593,348
Current Assets:			
Inventories	5.00	1,068,355,020	2,151,227,203
Trade and Other Receivables	6.00	1,483,441,037	1,196,234,014
Sundry Recivables	7.00	552,573,317	-
Advance, Deposits and Pre-payments	8.00	510,706,777	139,854,547
Cash and Cash Equivalents	9.00	89,102,562	56,535,390
Total Current Assets		3,704,178,714	3,543,851,153
Total Assets		9,855,031,159	9,221,444,500
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	2,326,275,677	2,418,070,423
Retained Earnings		959,984,366	690,492,112
FVOCI Reserve	Į	7,933,266	3,958,612
Total Shareholders Equity		5,533,693,310	5,352,021,147
Non-Current Liabilities:			
Deferred tax liabilities	12.00	564,708,369	576,254,554
Long Term Loan	13.00	319,385,367	211,620,466
Total Non-Current Liabilities		884,093,736	787,875,020
Current Liabilities:		2 (50 502 252	2.504.250.200
Short Term Loan	14.00	2,679,783,372	2,706,258,308
Term Loan Current Maturity Lightity against Capiel Machinery	13.00	96,933,359	106,344,792
Liability against Capial Machinery Trade & Other Creditors	15.00 16.00	541,311,285 26,008,915	137,517,861 69,416,912
Income tax provision	17.00	12,400,354	09,410,912
Payable and Accruals	18.00	68,474,809	49,599,147
Unclaimed Dividend	19.00	12,332,019	12,411,314
Total Current Liabilities	13.00	3,437,244,113	3,081,548,333
Total Liabilities		4,321,337,849	3,869,423,353
Total Equity and Liabilities		9,855,031,159	9,221,444,500
Net Assets Value per Share	27.00	37.20	35.97
*			

The annexed notes 1 to 38 and annexure A to D form an integral part of these financial statements.

22n_ Managing Director Director '

Company Secretary

Signed in terms of our separate report of even date.

Dated, Dhaka October 27, 2021 Kan Wahab Shafique Rahman & Co.

Chartered Accountants

Signed By: S M Tanjilur Rahman ACA

Partner

Enrolment No: 1885

Firm Registration: 11970 E.P. DVC: 2111021885AS812352

Statement of Profit or Loss and Other Comprehensive Income For the year ended June 30, 2021

		Amount	in Taka
Particulars	Notes	July 01, 2020 to June 30, 2021	July 01, 2019 to June 30, 2020
Turnover Cost of goods sold	20.00	3,648,382,478 (3,164,194,063)	3,007,63 <mark>6,421</mark> (2,858,608,425)
Gross Profit		484,188,416	149,027,99 <mark>6</mark>
Administrative and marketing expenses Financial expenses	21.00 22.00	(83,957,761) (151,866,199)	(80,236,252) (193,175,962)
Operating Profit/(Loss) Before Abnormal Loss By Fire		248,364,457	(124,384,219)
Abnormal Loss By Fire	23.00	(58,922,972)	-
Operating Profit/(Loss) After Abnormal Loss By Fire		189,441,484	(124,384,219)
Non-operating income Other income	24.00 25.00	2,062,152 36,798,606	16,725,550 37,306,735
Operating Profit Before WPPF & WWF		228,302,242	(70,351,934)
Expenses for WPPF & WWF Unrealized gain/(loss) for change in exchange rate of foreign currence	у	(10,871,535) 2,112,441	- 8,056,729
Profit before Tax		219,543,148	(62,295,206)
Provision for Tax		(59,500,043)	(32,363,722)
Current Tax Prior Year Tax Deferred Tax	17.00 12.1.1	(39,093,778) (12,265,611) (8,140,654)	(13,506,665) (5,858,968) (12,998,089)
Net Profit after Tax		160,043,105	(94,658,927)
Other Comprehensive Income/(Loss)		24,103,121	16,707,946
Adjustment for unrealized gain/(loss) on marketable securities Deferred tax adjustment Deferred Tax Adjustment		4,416,282 (441,628) 20,128,467	(898,589) 89,859 17,516,676
Total Comprehensive Income for the year		184,146,226	(77,950,981)
Earnings Per Share (EPS)	26.00	1.08	(0.64)

The annexed notes 1 to 38 and annexure A to D form an integral part of these financial statements.

Managing Director

Company Secretary
Signed in terms of our separate report of even date.

Dated, Dhaka **October 27, 2021** Man Wahab Shafique Rahman & Co.

Chartered Accountants

Signed By: S M Tanjilur Rahman ACA

Partner

Enrolment No: 1885

Firm Registration: 11970 E.P. DVC: 2111021885AS812352

For the year ended June 30, 2021 Statement of Changes in Equity

Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
Balance as at June 30, 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	-	ı	-		160,043,105	160,043,105
Unrealized gain on marketable securities	-	1		4,416,282	•	4,416,282
Deferred tax Adjustment	-	1		(441,628)	•	(441,628)
Adjustment for depreciation on revalued assets	-	-	(109,449,149)	-	109,449,149	-
Adjustment for revaluation of P.P.E and deferred tax	-	1	20,128,467			20,128,467
Adjustment for destroyed by Fire on revalued assets	-	1	(2,474,063)		•	(2,474,063)
Balance as at June 30, 2021	1,487,750,000	751,750,000	2,326,275,677	7,933,266	959,984,366	5,533,693,310

Particulars	Share capital	Share premium	Revaluation surplus	FVOCI Reserve	Retained earnings	Total equity
Balance as at June 30, 2019	1,487,750,000	751,750,000	2,517,331,588	4,767,343	817,148,198	5,578,747,129
Net Profit after Tax	•	ı	•		(94,658,927)	(94,658,927)
Unrealized gain on marketable securities	•	ı	•	(882,888)	•	(898,589)
Deferred tax Adjustment	•	ı	•	658,68	•	89,859
Adjustment for depreciation on revalued assets	•	ı	(116,777,841)		116,777,841	
Adjustment for revaluation of P.P.E and deferred tax	•	ı	17,516,676	•	•	17,516,676
Cash Dividend paid for the year (2018-2019)	-	-	-	-	(148,775,000)	(148,775,000)
Balance as at June 30, 2020	1,487,750,000	751,750,000	2,418,070,423	3,958,612	690,492,112	5,352,021,147

Director

Company Secretary

year Jalab Shibiquafaluan As.

Signed By: S M Tanjilur Rahman ACA Khan Wahab Shafique Rahman & Co. Chartered Accountants

Partner

Firm Registration: 11970 E.P. Enrolment No: 1885

DVC: 2111021885AS812352

SAIHAM COTTON MILLS LTD.

October 27, 2021 Dated, Dhaka

Managing Director

Statement of Cash Flows For the year ended June 30, 2021

		Amount	in Taka
Particulars	Notes	July 01, 2020	July 01, 2019
	11000	to	to
		June 30, 2021	June 30, 20 <mark>20</mark>
A. Cash Flows From Operating Activities			
Collection from customers & others	37.00	3,361,175,454	2,932,924,900
Collection from non-operating income		2,296,734	16,252,907
Collection from other income		36,798,606	37,306,735
Payment for cost and expenses	38.00	(2,874,627,974)	(2,918,404,011)
Income tax paid		(38,959,035)	(33,339,618)
Net cash used in operating activities		486,683,786	34,740,913
B. Cash Flows From Investing Activities			
Acqusition of property, plant and equipment		(789,036,737)	(155,067,284)
Sale of property, plant and equipment		200,000	650,000
Investment in shares of listed company		3,952,275	1,372,588
Investment in FDR		4,849,649	8,058,713
Liability against capital machinery		403,793,424	(93,033,763)
Net cash flows from investing activities		(376,241,389)	(238,019,746)
C. Cash Flows From Financing Activities			
Short-term loan		(26,474,935)	477,482,162
Long Term Loan		98,353,468	79,149,407
Interest paid on borrowings		(151,866,199)	(193,175,962)
Dividend paid		-	(148,775,000)
Net cash flows from financing activities		(79,987,666)	214,680,607
D. Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		30,454,731	11,401,773
Cash & Cash Equivalents at beginning of the year		56,535,390	37,076,889
Effects of exchange rate changes		2,112,441	8,056,729
Cash & Cash Equivalents at end of the year		89,102,562	56,535,390
Net Operating Cash Flow Per Share (NOCFPS)		3.27	0.23

Managing Director

Director

Company Secretary

Saiham Cotton Mills Ltd. **Notes to the Financial Statements**

As at and for the year ended June 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, Habigani, 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/CI/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 12 (twelve) months from July 01, 2020 to June 30, 2021.

2.5 Comparative Figure:

Comparative information has been disclosed in respect of the year ended 30 June 2020 for all numerical information in the financial statements and also the narrative and descriptive where it is relevant for understanding of the current year'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 year to make assessment of its capability to continue as going concern. Management of the company makes such assessment each year. 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 -1 "Presentation of Financial Statements" the complete set of the financial statements includes the following components:

- i) Statement of Financial Position as at June 30, 2021;
- ii) Statement of Profit or Loss and Other Comprehensive Income for the year ended June 30, 2021;

- iii) Statement of Changes in Equity for the year ended June 30, 2021;
- iv) Statement of Cash Flows for the year ended June 30, 2021; and
- v) Accounting Policies and explanatory notes to the financial statements for the year ended June 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 year 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

At lower of weighted average cost or net Packing Materials

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:

- the enterprise has transferred to the buyer the significant risk and rewards of i) 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
- The cost incurred or to be incurred in respect of the transaction can be measured v) 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 year attributable to the ordinary shareholders by the number of shares outstanding during the year.

ii) Diluted earnings per share

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

2.25 **Provision** for Worker's Profit Participation Fund:

The company has provided @ 5% of net profit before tax after charging the contribution to WPPF as per provision of the Workers Profit Participation Act, 1968 and is payable to workers as delivered in the said Act.

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 **Approval of the financial statement:**

These financial statements have been approved by the Board of Directors on October 27, 2021.

2.30 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.
- The company has not incurred any expenditure in foreign currency against royalties iii) and technical fees.
- iv) Previous year's figures have been rearranged if necessary to conform to current year's presentation.

			Amount in Taka	
			June 30, 2021	June 30, 2020
3.00	Property, Plant and Equipment		-	
	This is arrived as follows:			
	Balance as on July 01, 2020		6,886,316,847	6,735,829,563
	Addition during the year		789,036,737	155,067,284
	Adjustment during the year		(48,312,500)	(4,580,000)
	Total as on June 30, 2021		7,627,041,084	6,886,316,847
	Accumulated Depreciation		(1,734,211,689)	(1,463,891,574)
	Depreciation value		5,892,829,395	5,422,42 <mark>5,273</mark>
	Depreciation charge during the year		(270,957,416)	(274,722,759)
	Depreciation Adjustment during the year	ear	7,877,918	44,02,644
	Written down value as on June 30, 2	2021	5,629,749,896	5,152,105,158
	(a) The details of the Property, Plant and (b) The assets have been revalued on 2	d equipment have been shown in Annexure - A1 & A2 28th April, 2019.		
4.00	Investment			
	Investment in Unquoted company (FS)	ML) 4.01	60,499,400	60,499,400
	Investment in shares of listed company	y 4.02	4,661,713	4,197,706
	Investment in FDR	4.03	455,941,435	460,791,084
			521,102,549	525,488,190
4.01	Investment in Unquoted company (FS)	ML)	60,499,400	60,499,400
			60,499,400	60,499,400
4.00	T 4 41 CI CI CI I C			

4.02 Investment in Shares of Listed Company

Investment in ordinary shares comprises of shares of various listed company's shares .

Name of the common of	No. of Shares	June 30, 2021		June 30, 2020
Name of the company	No. of Shares	Cost	Market Value	Market Value
ADNTEL	6,500	345,434	322,400	-
AIL	-	-	-	26,200
BEXIMCO	1,500	137,874	134,250	_
CITYGENINS	· <u>-</u>	- -	-	462,220
CNATEX	120,000	504,013	528,000	142,500
DSSL	13,000	242,768	243,100	-
EGEN	1,000	58,132	49,100	-
ESQUIRENIT	-	_	-	109,500
FARCHEM	25,000	318,404	297,500	470,390
FASFIN	-	=	-	36,000
FEDERALINS	9,502	408,340	379,130	61,200
FUANGFOOD	-	=	=	150,800
GSPFINANCE	-	=	=	67,100
IBP	-	-	-	247,200
IFIC	13,650	196,053	173,355	-
KTL	-	-	-	162,750
MLDYEING	8,000	253,121	232,800	-
NFML	-	-	-	113,100
PLFSL	10,000	292,722	30,000	30,000
PREMIERBAN	15,000	203,310	189,000	-
RAKCERAMIC	-	-	-	66,30 <mark>0</mark>
RENATA	150	198,039	197,955	/-
SAIFPOWER	-	-	-	36 <mark>9,538</mark>
SINGERBD	1,800	331,621	323,460	_
SONALILIFE	34	340	374	-
SONARBAINS	-	-	-	387,447
SPCERAMICS	1,000	32,864	25,800	-
UNITEDAIR	410,000	3,385,431	779,000	854,000
WMSHIPYARD	14,500	183,836	179,800	-
Green Delta F. Services Ltd. BO-	_	243,898	243,898	214,566
1203620023711436		2.13,070	213,370	
ICB	-	=	-	180,576
BRAC EPL BALANCE TK.	-	332,791	332,791	46,318
Total		7,668,992	4,661,71 <mark>3</mark>	4,197,706

			Amount in Taka	
			June 30, 2021	June 30, 2020
Investment in FDR				
Name of Banks	Purpose	<u>Period</u>		
Dhaka Bank, 0010720	Bank Guarantee		1,087,558	1,040,549
Bank Asia(0048960/1858)	Bank Guarantee		4,461,725	4,236,136
UNICAP,0311	Term Loan	1 Year	19,157,696	17,884,977
UFIL, 1516			-	23,150,399
UFIL, 2916			-	24,796,432
UNICAP,2015 08 211	Term Loan	1 Year	64,668,680	60,362,575
UNICAP,2015 08 232	Term Loan	1 Year	21,731,232	24,142,832
UFIL, 19918			-	54,238,000
UFIL, 19818			-	54,238,000
IDLC Finance, 38927		1 Year	70,244,596	64,860,000
IDLC Finance, 38928		1 Year	70,244,596	64,860,000
UFIL, 6919			-	65,620,000
Bank Asia,02155011152/0363017	Bank Guarantee		553,815	525,565
Bank Asia, 02155011224/19	Bank Guarantee		873,344	835,619
DBHFCL			20,000,000	-
Bank Asia(02155015525/0363394	Bank Guarantee		949,443	-
Bank Asia Ltd #0358530			25,225,000	-
Bank Asia Ltd #0358531			25,225,000	-
Dhaka Bank Ltd #316422			40,450,000	-
Dhaka Bank Ltd #316423			40,450,000	-
IDLC FINANCE LTD.#1984*1403211	15328		50,618,750	-
			455,941,435	460,791,084

Out of total Tk. 455,941,435, Tk. 7,925,885 Fixed Deposit Receipts are under lien with various banks against bank guarantee and Taka 105,557,608 Fixed Deposit Receipts are lien marked with HSBC Ltd. against term loan. Interest on FDR avail different rate.

5.00 Inventories

4.03

This represents as follows:	Quantity	Amount in Tk.	Amount in Tk.
Raw Materials	10,963,926 Lbs	801,538,845	1,674, <mark>319,50</mark> 9
Work in Process	204,381 Kgs	35,266,695	30,4 <mark>80,302</mark>
Finished Goods	834,205 Kgs	180,016,291	400,251,784
Stores & Spare Parts	N/A	45,251,138	43,127 <mark>,572</mark>
Oil & Lubricants	N/A	2,127,867	182,119
Packing Materials	N/A	4,154,184	2,865,917
		1,068,355,020	2,151,227,203

- (i) 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.
- (ii) On october 15, 2020 a fire incident happened in one of the factory godown, the fire burned 7,529,900 LBS of raw cotton. Loss on total raw cotton burned stands at TK. 573,970,353 (Note 23.00 "Abnormal Loss by fire @10% of total burned raw cotton amounting of Tk 57,397,035 as per IDRA rules).

6.00 Trade and other receivables

Aging of Trade Debtors Trade debtors aged upto 90 days 821,886,854 Trade debtors aged upto 180 days Other receiveables

483,500,454	831,232, <mark>470</mark>
178,053,730	81,877, <mark>067</mark>
1,483,441,037	1,196,234,014

283,124,477

Details of Trade Debtors and Other Receivables shown in Annexure - B1 & B2

- 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 year.
- 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.		1,034,982,432
II. Receivable considered good in respect of which the company holds no security other than the debtor's personal security	-	-
III. Receivable considered doubtful or bad.		-
IV. Receivable due by any director or other officer of the company.		-
V. Receivable due by common management.		161,251,582
VI. The maximum amount of receivable due by any director or other officer of the company.		-
Total	1,483,441,037	1,196,234,014

	June 30, 2020
7.00 Constant Descionables	
7.00 Sundry Receivables	
Claim Receivable from Green Delta Insurance Co. against Raw Cotton 516,573,317	-
Claim Receivable from Green Delta Insurance Co. against Building Construction 36,000,000 Total © 00% of slaim degrand as not IDBA wiles	-
Total @ 90% of claim demand as per IDRA rules. 552,573,317	-
8.00 Advance, Deposits and Prepayments Security Deposit with Jalalabad Gas 8.01 21,219,533	17 221 252
Security Deposit with Jalalabad Gas 8.01 21,219,533 Security Deposit with Hobigonj Palli Biddut 283,005	17,221,252 283,005
Security deposit with CDBL 500,000	500,000
Advance against salary & wages 207,019	231,619
Advance against local suppliers 11,134,443	3,686,601
Advance against L/C Margin and commission 477,362,777	108,868,200
Advance Income Tax 8.02 -	9,063,871
510,706,777	139,854,547
8.01 Security Deposit with Jalalabad Gas	
Opening Balance as at July 01, 2020 17,221,252	15,072,839
Add: Addition during the year 3,998,281	5,258,864
21,219,533	20,331,703
Less: Adjustment made duirng the year	(3,110,451)
Closing Balance as on June 30, 2021 21,219,533	17,221,252
8.02 Advance Income Tax	
Opening Balance 9,063,871	-
Advance tax paid during the year:	
Tax at source on Export 18,128,300	11,836,321
Tax at source on FDR 4,195,192	5,473,091
Tax at source on Transport 175,000	255,500
Tax at source on Trade License 3,000	3,000
Tax at source on Import 3,189,876	-
Tax at source on Bank Interest 2,056	2,624
Advance Income Tax for the assessment year 2020-21	5,000,000
Advance Income Tax for the assessment year 2021-22 1,000,000	-
AIT Paid during the year 26,693,424	22,570,536
Total Advance tax paid 35,757,295	22,570,536
Less : Adjustment for Prior year Tax (9,063,871)	-
Less: Adjustment with Current Year Tax (26,693,424)	(13,506,665)
Closing Balance	9,063,871

- (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:

		89,102,562	56,535,390
Cash at Banks	9.02	88,946,8 <mark>60</mark>	56,331,265
Cash in Hand	9.01	155,702	204,125

				Amount i	n Taka
				June 30, 2021	June 30, 2020
9.01	Cash in Hand				
	Head office			73,460	79
	Factory Office			82,242 155,702	204,046 204,125
9.02	Cash at Banks		\	133,702	204,123
>. 02	Name of Banks Branches Acco	unt Type Cu	ırrency		
		A/C # 023733012107	BDT	81,566	85,256
	Janata Bank Noyapara CD	A/C # 0210005125	BDT	302,575	831,668
	Janata Bank Ltd. Noyapara SND	A/C # 145	BDT	97,277	95,227
		A/C # 2015	BDT	101,289	102,129
	Standard Chartered Bank Gulshan CA-A/G		BDT	24,150	24,840
	HSBC Gulshan MDA		BDT	10,568	10,568
	HSBC Dhaka HO DA HSBC Dhaka HO DA	# 001 234608-012 # 001 234608-015	BDT BDT	1,780,805 1,748,074	1,783,805 1,755,064
	HSBC Dhaka HO DA		BDT	2,160,438	2,164,128
	HSBC Dhaka HO DA		BDT	763,324	764,939
	HSBC Dhaka HO DA	# 001 234608-903	BDT	1,076,048	1,080,673
	HSBC Dhaka HO DA	# 001 234608-904	BDT	1,573,949	1,577,639
	HSBC Dhaka HO DA		BDT	1,464,278	1,468,202
	HSBC Dhaka HO DA		BDT	1,765,104	1,816,865
	*	AM) A/C # 016	BDT	-	-
		A/C # 001234608-013 A/C # 001234608-014	BDT BDT	412	412
		A/C # 0702 03700151	BDT	5,361 36,509	5,361 37,199
	Premier Bank Ltd. Gulshan A/C	#1021311869	BDT	1,486	23,846
		A/C # 599	BDT	78,480	78,249
	Prime Bank Gulshan CD	A/C # 44026	BDT	487,603	
	Bkash DM -417		BDT	274,202	899,708
	Dutch Bangla Bank Habiganj A/C	# 19259	BDT	1,962,994	763,710
	Dutch Bangla Bank Gulshan A/C		BDT	100,348	-
	Eastern Bank Gulshan A/O		BDT	124,510	3,676,131
	BRAC Bank Gulshan A/O	C # 1501201985342002	BDT	2,041,635	1,993,821
	Foreign Currency Accounts				
	HSBC Gulshan FC A	account # 001234608-047	USD	4,778,698	2,125
	HSBC Gulshan Margin	n Account # 001234608-091	USD	24,298,275	17,514,012
		ore A/C # 005	USD	16,889,387	6,395,914
		[argin A/C # 11047000002	USD	27,176	27,176
		rgin A/C # 21047000002	USD	14,326,390	907,581
	Bank Asia Dhanmondi ERQ Bank Asia Dhanmondi ERQ	A/C # 11042000002 A/C # 20142000005	USD USD	1,730,428 7,238,407	1,730,428 6,368,798
	Bank Al Falah Gulshan Margin		USD	547,637	910,763
	Prime Bank Gulshan BTB	A/C # 19110	USD	1,047,479	1,435,030
				88,946,860	56,331,265
10.00	Share Capital		Ī		
10.00	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 pa	id un		350,000,000	350,000,000
	17,500,000 Ordinary Shares @ Tk. 10 each fully pa	*		175,000,000	175,000,000
	15,000,000 Ordinary Shares @ Tk 10 each fully pa	*		150,000,000	150,000,000
	20,250,000 Ordinary Shares @ Tk.10 each fully pa	*		202,500,000	202,500,000
	47,500,000 Ordinary Shares @ Tk.10 each fully pa	*		475,000,000	475,000,000
	13,525,000 Ordinary Shares @ Tk.10 each fully pa	•		135,250,000	135,250,000
	148,775,000 Ordinary Shares 148,775,000 Ordinary Shares	a up Outer mail cash		1,487,750,000	1,487,750,000
	110,775,000 Orumary Shares			1,707,750,000	1,707,730,000

Percentage of shareholding position of different shareholders are as follows:

Name of the Shareholders		30.06.2021		30.06.2020	
		No. of shares	% of holding	No. of shares	% of holding
Sponsors		63,074,998	42.40	63,074,998	42.40
Institutions		24,279,051	16.32	21,274,102	14.30
General Public		61,420,951	41.28	64,425,900	43.30
		148,775,000	100.00	148,775,000	100.00

Classification of Shareholders by holding:

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

Range of holding	No. of shareholding	No. of shareholders	No. of shareholders
Upto 500 shares	1,800,103	7,115	7,144
501 to 5,000 shares	5,800,918	2,737	1,558
5,001 to 10,000 shares	5,573,908	684	369
10,001 to 20,000 shares	6,419,057	423	255
20,001 to 30,000 shares	4,891,803	191	123
30,001 to 40,000 shares	3,172,059	87	56
40,001 to 50,000 shares	3,681,340	78	33
50,001 to 100,000 shares	8,859,587	118	83
100,001 to 1,000,000 shares	28,550,567	110	108
Over 1,000,000 shares	80,025,658	11	19
Total	148,775,000	11,554	9,748

11.00 Revaluation Surplus

This calculation is arrived as follows:

Closing Balance	2,326,275,677	2,418,070,423
Adjustment for destroyed by Fire on revalued assets	(2,474,063)	
Adjustment for depreciation on revalued assets	(109,449,149)	(116,777,841)
Less: Adjustment for provision of deffered tax	20,128,467	17,516,676
Opening Balance	2,418,070,423	2,517,331,588
This calculation is arrived as follows.		

The revaluation of assets of Saiham Cotton Mills Limited was made on 28th 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 revluation 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 building & constructions destroyed by fire is disclosed in note no. 23.00 "Abnormal loss by fire."

12.00 Deferred tax Liabilities

This is arrived as follows:

Opening Balance		576,254,554	580,863,000
Add: Deferred Tax expenses for the year	12.1.1	8,140,654	12,998,089
Add: Defered tax on Revalued Asset		(20,128,467)	(17,516, <mark>676)</mark>
Add: Deferred Tax expenses on unrealize gain		441,628	(89 <mark>,859)</mark>
		564,708,369	576,2 <mark>54,554</mark>
Adjustment for depreciation of revalued assets		<u>-</u>	-
Closing Balance		564,708,369	576,254,554

12.01 Deferred tax liability for the period/year is arrived as follows:

A. Property.	plant	and	equipment
--------------	-------	-----	-----------

Carrying amount	2,919,150,945	2,307,316,426
Tax base amount	1,862,196,120	1,310,157,930
Taxable temporary difference	1,056,954,824	997,158,496
Tax rate	15%	15%
Deferred tax liability	158,543,224	149,573,774

		Amount in Taka	
		June 30, 2021	June 30, 2020
	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	1,688,732,144	1,822,921,925
	Tax Rate	150/	150/
	On other than land	15% 15%	15% 15%
	On other than land	1370	1570
	Deferred tax liabilities		
	For land	153,280,021	153,280,021
	For other than land	253,309,822	273,438,289
		406,589,843	426,718,310
	C. Deferred Tax on unrealize gain/ (loss)		
	Opening balance of deferred tax liability for unrealized gain	439,846	529,705
	Addition during the year	441,628	(89,859)
	D. D. C. and The conference of the Day 1st and	881,474	439,846
	D. Deferred Tax on Gratuity Provision	0.707.010	2 192 510
	Provision for Gratuity as at June 30, 2021 Companty tax rate	8,707,810 15%	3,182,510 15%
	Deferred tax asset	(1,306,172)	(477,377)
	Deterred tax asset	(1,300,172)	(477,377)
	Total (A+B+C+D)	564,708,369	576,254,554
	Calculation of deferred tax:		
	Deferred tax liability as on June 30, 2021	564,708,369	576,254,554
	Deferred tax liability as on June 30, 2020	576,254,554	580,863,000
	Deferred tax increased during the year 12.1.1	(11,546,185)	(4,608,447)
12.1.1	Deferred tax liability other than revalued assets as at June 30, 2021	158,543,224	149,573,774
12.1.1	Deferred tax liability other than revalued assets as at June 30, 2021 Deferred tax liability other than revalued assets as at June 30, 2020	149,573,774	136,248,309
	Net increased in deferred tax expenses for other than revalued assets for the year	8,969,449	13,325,465
	Net increase in deferred tax for Unrealized Gain	441,628	(89,859)
		·	
	Deferret tax asset on gratuity provision as at June 30, 2021	(1,306,172)	(477,377)
	Deferret tax liability on gratuity provision as at June 30, 2020	(477,377)	(150,000)
	Net increase/(decrease) in deferred tax expenses for gratuity provision	(828,795)	(327,377)
	Total deferred expenses for the year	8,140,654	12,998,089
	Adjustment of revaluation surplus for deferred tax		
	Deferred tax liability for revaluation as on June 30, 2021	406,589,843	426,718,310
	Deferred tax liability for revaluation as on June 30, 2020	426,718,310	444,234,986
	Adjustment of revaluation surplus for deferred tax	(20,128,467)	(17,516,676)
		(11,546,185)	(4,608,447)
13.00	Long Term Loan	, , , ,	(, , , ,
	This is arrived as follows:		
	Opening Balance as on July 01, 2020	317,965,258	238,815,851
	Addition during the year	229,825,911	178,075,061
		547,791,168	416,890,911
	Adjusted/Payment during the year	(131,353,432)	(97,923,671)
		416,437,736	318,967,241
	Unrealized gain/loss for change in exchange rate of foreign currency	(119,010)	(1,001,983)
	Closing Balance as on June 30,2021	416,318,726	317,965,258
	Less: Long Term Loan Current Maturity	96,933,359	106,344,792
	Renayment terms	319,385,367	211,620,466

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 year 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.

Amount in Taka		
June 30, 2021	June 30, 2020	

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.

Out of total Tk. 319,385,367 Taka 48,689,791 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,

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	2,679,783,372	2,706,258,308
		2,679,783,372	2,706,258,308
14.01	Bank Loan and Overdraft		
	This consists of as follows:		
	Cash Credit (Hypo) Bank Asia Ltd.	96,330,753	292,644,387
	Cash Credit (Hypo) Bank Al Falah	109,577,816	152,986,494
	Overdraft A/c-Prime Bank Ltd.	48,291,947	48,090,291
	HSBC CD A/C # 001234608-011	43,148,725	49,095,544
	Short Term Loan - HSBC	135,200,000	100,000,000
	Short Term Loan - Bank Alfalah	-	95,000,000
	Deamand Loan-Bank Asia	91,023,749	-
	SP Loan -Prime Bank	15,341,334	-
	SP Loan -Bank Alfalah	35,398,125	-
	L/C liabilities under EDF	2,102,133,280	1,814,916,478
	IDBP Loan - Prime Bank Ltd.	3,337,642	19,969,058
	IDBP Loan - Bank Asia Ltd.	-	133,556,055
		2,679,783,372	2,706,258,308

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:

15.00	Liability against Capital Machinery:		
	This consists of as follows:		
	HSBC-IMPORT LOAN-MACHINERY	496,149,307	111,623,680
	BANK ASIA-IMPORT LOAN-MACHINERY	32,229,905	25,894,181
	PRIME BANK -IMPORT LOAN-MACHINERY	12,932,073	-
		541,311,285	137,517,861
16.00	Trade & Other Creditors		
	This is arrived as follows:		
	Local supplier	26,008,915	69,416,912
		26,008,915	69,416,912
	Details of Trade & Other Creditors has been shown in Annexure- C.		
17.00	Income Tax Provision		
	Opening Balance	_	4,910,114
	Add: Provision made during the year	39,093,778	13,506,665
	ŭ ,	39,093,778	18,416,779
	Less: Income Tax Paid for Last Year	, , , , , , , , , , , , , , , , , , ,	(4,910,114)
	Less: Adjusted with advance income tax	(26,693,424)	(13,506,665)
		10.100.001	
	Closing Balance	12,400,354	-

1.0.0 Current Tax				Amount	ш така
Higher of i, ii, iii) Negrotar Tax Profit before Tax Accounting Depreciation 270,957,416 274,722,759 275,710				June 30, 2021	June 30, 2020
Higher of i, ii, iii) Negrotar Tax Profit before Tax Accounting Depreciation 270,957,416 274,722,759 275,710					
Profit fefor Tax	17.01	Current Tax		39,093,778	13,506,665
Pontity before Tax 219.454, 18 62.295.271.28 Accounting Depreciation 279.057.416 274.722.759 Capital Allowance 3(19.11.2678) (236.781.2816) (236.7816) (236.781		(Higher of i, ii, iii)			
Accounting Depreciation		i) Regular Tax			
Accounting Depreciation		, 8		219,543,148	(62,295,205)
Capital Allowance Capital Allowance Capital Allowance Capital					
Other inome (36,717,884) (3272,855) Non operating income (2,062,152) (16,725,559) Dividend income (38,722) (28,16) Tax on Business income 34,879,009		• •			
Non operating income		-			
Divident income					
Income/(loss) from business 323,257,128 (88,386,085) Tax on Business income 34,879,060 - Tax on On operating income:					
Tax on Business income					
Tax on Non operating income: Tax Int. of FDR against BG & term loan		Income/(loss) from business		232,527,128	(88,386,085)
Tax on Non operating income: Tax on in FDR against BG & term loan		Tax on Business income		34,879,069	_
Tax Int. of FDR against BG & term loan		Tax on Non operating income:			
Tax on Interest of STD AC				523,403	4.019.927
Tax on Insurance claim 40,000 18,100 18,		_			
Tax on Gain on Sale of Capital Assets				- , -	
Tax on Other income: Tax on dividend income Tax on dividend income Tax on dividend income Total tax liability 3,671,790 3,310,66565				_	
Tax on divident dincome 16,144 5,03 Tax on Interest of FDR 3,671,790 9,319,655 Total tax liability 39,093,778 13,506,666 ii) Minimum tax U/S-82C(2) 22,323,492 11,836,321 iii) Minimum tax U/S-82C(4) 22,323,492 11,836,321 Turnover 14,593,330 10,827,491 Non-operating income 20,996 60,212 Other income 22,0792 22,334 18.00 Payble and Accrusls 14,855,181 11,115,44 18.00 Payble and Accrusls 12,312,118 9,477,539 Salary and wages 12,312,118 9,477,539 Gis Charges 16,333,960 15,943,462 Audit Fees 437,000 434,000 Utility Bill 42,169 3,441 Telephon bill 3,364 1,594 Financial Expenses 3,948,521 4,40,002 Provident Fund(Head Office) 63,800 69,202 Provident Fund(Factory Office) 13,502 90 VAT expenses 15,902		1		_	
Tax on Interest of FDR 3,071,790 9,319,655 10,101 tax liability 3,093,778 13,506,665 13,006,655 14,503,530 10,827,491 10,827,491 10,827,491 10,827,491 10,827,491 10,827,491 10,827,491 10,827,292 223,840 12,009,66 60,212 14,835,318 11,115,441 13,006,655 13,00				16 144	5 623
Total tax liability 3,903,778 13,506,665 ii) Minimum tax U/S-82C(2) 2,23,23,492 11,836,321 iii) Minimum tax U/S-82C(4) 2,23,23,492 11,836,321 Turnover				· ·	· · · · · · · · · · · · · · · · · · ·
Bi Minimum tax U/S-82C(2)					
Tax deducted at source 22,323,492 11,836,321 iii) Minimum tax U/S-82C(4) Turnover 14,593,530 10,827,491 Non-operating income 20,996 60,212 Other income 220,792 223,840 18.00 Payable and Accruals This is arrived as follows: Salary and wages 12,312,118 9,477,539 Gas Charges 15,323,960 15,934,362 Audit Fees 437,000 434,000 Utility Bill 42,169 34415 Telephone bill 3,364 1,594 Financial Expenses 3,948,521 4,440,902 Provident Fund(Feat Office) 63,800 69,320 Provident Fund(Factory Office) 13,502 920 VAT expenses 15,990 8,750 Provision For C& F Charge 18,01 19,524,968 8,653,433 VPPF 18,01 19,524,968 8,653,433 Gratuity Provision 18,02 8,077,810 3,182,510 Provision made during the year </th <td></td> <td>I your can navincy</td> <td></td> <td>37,073,778</td> <td>15,500,005</td>		I your can navincy		37,073,778	15,500,005
Tax deducted at source 22,323,492 11,836,321 iii) Minimum tax U/S-82C(4) Turnover 14,593,530 10,827,491 Non-operating income 20,996 60,212 Other income 220,792 223,840 18.00 Payable and Accruals This is arrived as follows: Salary and wages 12,312,118 9,477,539 Gas Charges 15,323,960 15,934,362 Audit Fees 437,000 434,000 Utility Bill 42,169 34415 Telephone bill 3,364 1,594 Financial Expenses 3,948,521 4,440,902 Provident Fund(Feat Office) 63,800 69,320 Provident Fund(Factory Office) 13,502 920 VAT expenses 15,990 8,750 Provision For C& F Charge 18,01 19,524,968 8,653,433 VPPF 18,01 19,524,968 8,653,433 Gratuity Provision 18,02 8,077,810 3,182,510 Provision made during the year </th <td></td> <td>ii) Minimum tax U/S-82C(2)</td> <td></td> <td></td> <td></td>		ii) Minimum tax U/S-82C(2)			
Bij Minimum tax U/S-82C(4) Turnover 14,593,530 10,827,491 Non-operating income 20,096 60,212 223,840 14,835,318 11,111,544 18.00 Payable and Accruals 14,835,318 11,111,544 18.00 Payable and Accruals This is arrived as follows: Salary and wages 12,312,118 9,477,539 Gas Charges 16,323,960 15,934,362 Audit Fees 437,000 434,000 434,000 Utility Bill 42,169 34,415 Telephone bill 42,169 34,415 Telephone bill 42,169 34,415 Telephone bill 42,169 34,415 Telephone frond (Head Office) 63,800 69,320 Provident Fund(Head Office) 173,888 185,855 Unpaid share money deposit 2,041,635 1,993,821 Tax Deducted at Source 31,502 920 VAT expenses 15,920 8,750 Provision For C & F Charge 4,866,154 5,181,726 WPPF 18,01 19,524,968 8,653,433 Gratuity Provision 18,02 8,707,810 3,182,510 68,474,809 49,599,147 18,01 Workers Profit Participation Fund (WPPF) This is arrived as follows: 19,524,968 8,653,433 17,855,034 Provision made during the year 19,524,968 8,653,433 17,855,034 Provision made during the year 19,524,968 8,653,433 18,02 Provision Gratuity Fund This is arrived as follows: 19,524,968 8,653,433 18,02 Provision Gratuity Fund This is arrived as follows: 19,524,968 8,653,433 18,02 Provision made during the year 2,020,601 2,000,600				22,323,492	11,836,321
Turnover					, ,
Non-operating income		iii) Minimum tax U/S-82C(4)			
Other income 220,792 223,840 18.00 Payable and Accruals 11,835,318 11,111,544 This is arrived as follows: This is arrived as follows: \$\$\text{23,12,118}\$ 9,477,539 Gas Charges 16,323,960 15,934,362 Audit Fees 437,000 434,000 Utility Bill 42,169 34,415 Telpone bill 3,348,521 440,902 Provident Fund(Head Office) 63,800 69,320 Provident Fund(Head Office) 173,888 185,855 Unpaid share money deposit 2,041,635 1,993,821 Tax Deducted at Source 15,502 920 VAT expenses 15,902 8,750 Provision For C & F Charge 4,866,154 5,181,726 WPF 18.01 19,524,968 8,653,433 Gratuity Provision 18.02 8,705,810 3,182,510 This is arrived as follows: 8,653,433 17,855,034 Provision made during the year 9,524,968 8,653,433 Provision for Gratuity Fund 19,524,968		Turnover		14,593,530	10,827,491
18.00 Payable and Accruals This is arrived as follows: Salary and wages 12,312,118 9,477,539 63c Charges 16,323,960 15,934,362 437,000 434,000		Non-operating income		20,996	60,212
18.00 Payable and Accruals This is arrived as follows: Salary and wages 12,312,118 9,477,539 Gas Charges 16,323,960 15,934,362 Audit Fees 437,000 434,000 Utility Bill 42,169 34,415 Telephone bill 3,364 1,594 Financial Expenses 3,948,521 4,440,902 Provident Fund(Head Office) 63,800 69,320 Provident Fund(Factory Office) 173,888 18,855 Unpaid share money deposit 2,041,635 1,993,821 Tax Deducted at Source 13,502 920 VAT expenses 15,920 8,750 Provision For C & F Charge 4,866,154 5,181,726 WPPF 18,01 19,524,968 8,653,433 Gratuity Provision 18,02 8,707,810 3,182,510 68,474,809 49,599,147 18,01 Workers Profit Participation Fund (WPPF) This is arrived as follows: Opening Balance 8,653,433 17,855,034 Payment made during the year 19,524,968 3,182,510 1,000,000 Provision made during the year 3,182,510 1,000,000 2,251,950 2,25		Other income		220,792	223,840
This is arrived as follows: Salary and wages Gas Charges Gas Charges Addit Fees Addit Fe				14,835,318	11,111,544
Salary and wages	18.00	Payable and Accruals			
Gas Charges		This is arrived as follows:			
Audit Fees		Salary and wages		12,312,118	9,477,539
Utility Bill		Gas Charges		16,323,960	15,934,362
Utility Bill		Audit Fees		437,000	434,000
Telephone bill 3,364 1,594 Financial Expenses 3,948,521 4,440,902 Provident Fund(Head Office) 63,800 69,320 Provident Fund(Factory Office) 173,888 185,855 Unpaid share money deposit 2,041,635 1,993,821 Tax Deducted at Source 13,502 920 VAT expenses 15,920 8,750 Provision For C & F Charge 4,866,154 5,181,726 WPPF 18.01 19,524,968 8,653,433 Gratuity Provision 18.02 8,707,810 3,182,510 GR474,809 49,599,147 18.01 Workers Profit Participation Fund (WPPF) This is arrived as follows: Opening Balance 8,653,433 17,855,034 Provision made during the year - (9,201,601) Closing Balance 19,524,968 8,653,433 18.02 Provision for Gratuity Fund This is arrived as follows: Opening Balance 3,182,510 Closing Balance 3,182,510 1,000,000 Provision made during the year 8,451,591 2,251,950 Payment made during the year 8,451,591 3,251,950 Payment made during the year 8,451,591 2,251,950 Payment made during the year 6,9440		Utility Bill		42,169	
Financial Expenses 3,948,521 4,440,902 Provident Fund(Head Office) 63,800 69,320 Provident Fund(Factory Office) 173,888 185,855 Unpaid share money deposit 2,041,635 1,993,821 Tax Deducted at Source 115,002 920 VAT expenses 15,920 8,750 Provision For C & F Charge 4,866,154 5,181,726 WPPF 18.01 19,524,968 8,653,433 Gratuity Provision 18.02 8,707,810 3,182,510 Gratuity Provision Fund (WPPF) 18.01 10,871,535 This is arrived as follows: 10,871,535 -1,970,810 Payment made during the year 19,524,968 17,855,034 Payment made during the year 19,524,968 17,855,034 Payment made during the year 19,524,968 3,182,510 Closing Balance 19,524,968 3,653,433 18.02 Provision for Gratuity Fund 1,534,006 This is arrived as follows: 2,201,601 Closing Balance 3,182,510 1,000,000 Provision made during the year 8,451,591 2,251,950 Payment made during the year 8,451,591 2,251,950 Payment made during the year 1,634,101 3,251,950 Payment made during the year (2,926,291) (69,440)		Telephone bill		3,364	1,594
Provident Fund(Head Office) 63,800 69,320 Provident Fund(Factory Office) 173,888 185,855 Unpaid share money deposit 2,041,635 1,993,821 Tax Deducted at Source 13,502 920 VAT expenses 15,920 8,750 Provision For C & F Charge 4,866,154 5,181,726 WPPF 18.01 19,524,968 8,653,433 Gratuity Provision 18.02 8,707,810 3,182,510 Expense 18.01 19,524,968 8,653,433 Gratuity Provision 18.02 8,707,810 3,182,510 Expense 10,871,535		=		3,948,521	4,440,902
Provident Fund (Factory Office)		Provident Fund(Head Office)			69,320
Unpaid share money deposit Tax Deducted at Source VAT expenses VAT expenses Provision For C & F Charge WPPF 18.01 Workers Profit Participation Fund (WPPF) This is arrived as follows: Opening Balance Provision made during the year Closing Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year Closing Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year 18.02 Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year 2.021,601 Closing Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year 3,182,510 1,000,000 Provision made during the year 48,451,591 2,251,950 Payment made during the year (2,926,291) (69,440)					
Tax Deducted at Source VAT expenses VAT expenses Provision For C & F Charge WPPF \$18.01 19,524,968 8,653,433 Gratuity Provision 18.02 8,707,810 3,182,510 68,474,809 49,599,147 18.01 Workers Profit Participation Fund (WPPF) This is arrived as follows: Opening Balance Provision made during the year Payment made during the year Closing Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year September 19,524,968 17,855,034 Payment made during the year Closing Balance Provision made during the year Provision made during the year Provision made during the year Provision made during the year Provision made during the year Provision made during the year Provision made during the year Provision made during the year Provision made during the year Provision made during the year Provision made during the year Ryd51,591 2,251,950 Payment made during the year (69,440)		• /			
VAT expenses					
Provision For C & F Charge WPPF WPPF Reference					
WPPF					
Ratuity Provision 18.02 8,707,810 3,182,510 68,474,809 49,599,147 18.01 Workers Profit Participation Fund (WPPF) This is arrived as follows: Opening Balance 8,653,433 17,855,034 Provision made during the year 10,871,535 - 19,524,968 17,855,034 Payment made during the year - (9,201,601) Closing Balance 19,524,968 8,653,433 18.02 Provision for Gratuity Fund This is arrived as follows: Opening Balance 3,182,510 1,000,000 Provision made during the year 8,451,591 2,251,950 11,634,101 3,251,950 Payment made during the year (2,926,291) (69,440)		e e e e e e e e e e e e e e e e e e e	18.01		
18.01 Workers Profit Participation Fund (WPPF)					
18.01 Workers Profit Participation Fund (WPPF) This is arrived as follows: 8,653,433 17,855,034 Opening Balance 10,871,535 - Payment made during the year 19,524,968 17,855,034 Possing Balance 19,524,968 8,653,433 18.02 Provision for Gratuity Fund 19,524,968 8,653,433 This is arrived as follows: 3,182,510 1,000,000 Provision made during the year 8,451,591 2,251,950 Payment made during the year 11,634,101 3,251,950 Payment made during the year (2,926,291) (69,440)			10.02		
This is arrived as follows: Opening Balance Provision made during the year Payment made during the year Closing Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year This is arrived as follows: Opening Balance Provision made during the year This is arrived as follows: Opening Balance Provision made during the year This is arrived as follows: Opening Balance Provision made during the year This is arrived as follows: Opening Balance Provision made during the year This is arrived as follows: Opening Balance Provision made during the year This is arrived as follows: Opening Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance This is arri				00,474,007	17,577,177
Opening Balance 8,653,433 17,855,034 Provision made during the year 10,871,535 - 19,524,968 17,855,034 Payment made during the year - (9,201,601) Closing Balance 19,524,968 8,653,433 18.02 Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year 3,182,510 1,000,000 Provision made during the year 8,451,591 2,251,950 Payment made during the year	18.01				
Provision made during the year Payment made during the year Payment made during the year Payment made during the year Closing Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year Provision made during the year Provision made during the year 10,871,535 - (9,201,601) 19,524,968 8,653,433 18.02 Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year 11,600,000 11,634,101 3,251,950 Payment made during the year (2,926,291) (69,440)					
Payment made during the year Payment made during the year Closing Balance Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year 3,182,510 Payment made during the year 11,634,101 3,251,950 Payment made during the year (2,926,291) (69,440)					17,855,034
Payment made during the year Closing Balance 19,524,968 19,524,968 8,653,433 18.02 Provision for Gratuity Fund This is arrived as follows: Opening Balance Provision made during the year 3,182,510 1,000,000 2,251,950 Payment made during the year 11,634,101 3,251,950 Payment made during the year (2,926,291) (69,440)		Provision made during the year			-
Closing Balance 19,524,968 8,653,433 18.02 Provision for Gratuity Fund This is arrived as follows:				19,524,968	
18.02 Provision for Gratuity Fund		Payment made during the year		-	(9,201,601)
This is arrived as follows: Opening Balance Provision made during the year 3,182,510 3,182,510 1,000,000 8,451,591 2,251,950 11,634,101 3,251,950 Payment made during the year (2,926,291) (69,440)		Closing Balance		19,524,968	8,653,433
This is arrived as follows: Opening Balance Provision made during the year 3,182,510 3,182,510 1,000,000 8,451,591 2,251,950 11,634,101 3,251,950 Payment made during the year (2,926,291) (69,440)	10.03	Duovision for Custnity Fund			
Opening Balance 3,182,510 1,000,000 Provision made during the year 8,451,591 2,251,950 11,634,101 3,251,950 Payment made during the year (2,926,291) (69,440)	18.02	· · · · · · · · · · · · · · · · · · ·			
Provision made during the year 8,451,591 2,251,950 Payment made during the year 11,634,101 3,251,950 (69,440) (69,440)				2 192 510	1,000,000
Payment made during the year 11,634,101 3,251,950 (2,926,291) (69,440)					
Payment made during the year (2,926,291) (69,440)		Tovision made during the year			
		Payment made during the year			
5,182,510 Sing Datance 5,707,810					
		Closing Dalance		8,707,810	3,182,510

Amount in Taka

				Amount i	n Taka
				June 30, 2021	June 30, 2020
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	1,783,805
	HSBC # 001 234608-015	Current Account	2012-2013	1,748,074	1,755,064
	HSBC # 001 234608-901	Current Account	2013-2014	2,160,438	2,164,128
	HSBC # 001 234608-902	Current Account	2014-2015	763,324	764,939
	HSBC # 001 234608-903	Current Account	2015-2016	1,076,048	1,080,673
	HSBC # 001 234608-904	Current Account	2016-2017	1,573,949	1,577,639
	HSBC # 001 234608-905 HSBC # 001 234608-906	Current Account Current Account	2017-2018 2018-2019	1,464,278 1,765,104	1,468,202 1,816,865
	Total Unclaimed Dividend	Current Account	2016-2019	12,332,019	12,411,314
	Total Chemmed Bividend			12,552,015	12,111,511
20.00	Cost of Goods Sold				
	This is made up as follows:				
	Materials Consumption				
	Raw Cotton		20.01	2,285,485,835	2,175,800,532
	Packing Materials		20.02	32,997,653	31,656,770
	Stores and Spares		20.03	38,308,882	34,718,796
	Total materials consumption			2,356,792,370	2,242,176,098
	Direct Wages and Salaries			120,819,139	117,008,404
	Prime cost			2,477,611,509	2,359,184,502
	Add. Factory Overhead		20.04	471,133,454	466,557,087
	Total manufacturing cost			2,948,744,963	2,825,741,590
	Add. Opening Work-in-process			30,480,302	26,427,960
	Cost of goods available for use			2,979,225,265	2,852,169,550
	Less. Closing Work-in-process			35,266,695	30,480,302
	Cost of Production			2,943,958,570	2,821,689,248
	Add. Opening Stock of Finished Goo	ds		400,251,784	437,170,961
	Cost of goods available for sales			3,344,210,354	3,258,860,209
	Less. Closing Stock of Finished Good	S		180,016,291	400,251,784
	Cost of Goods Sold			3,164,194,063	2,858,608,425
20.01	Raw Cotton				
20.01	This is arrived as follows:				
	Opening Stock of Raw Cotton			1,674,319,509	1,598,984,728
	Add. Purchase during the year			1,995,267,237	2,251,445,094
	Less: Destroyed by Fire			(573,970,353)	2,231,443,094
	Less: Short Weight Claim			(1,977,548)	(7,081,432)
	Add: (Gain)/Loss on dollar fluctuation			(6,614,165)	6,771,651
	Raw Cotton available for use	1		3,087,024,680	3,850,120,041
	Less. Closing Stock of Raw Cotton			801,538,845	1,674,319,509
	Consumption during the year			2,285,485,835	2,175,800,532
				2,203,403,033	2,173,000,332
20.02	Packing Materials				
	This is arrived as follows:				
	Opening Stock of Packing Materials			2,865,917	773,494
	Add. Purchase during the year			34,285,920	33,749,194
	Packing Materials available for use			37,151,837	34,522,687
	Less. Closing Stock of Packing Mater	riais		4,154,184	2,865,917
	Consumption during the year			32,997,653	31,656,770
20.03	Stores and Spares				
	This is arrived as follows:			12 125 552	60.000.054
	Opening Stock of Spare Parts			43,127,572	69,280,074
	Add. Purchase during the year			40,432,448	8,566,294
	Stores and Spares available for use Less. Closing Stock of Spare Parts			83,560,020 45,251,138	77,846,368 43,127,572
	Consumption during the year			38,308,882	34,718,796
	2 mount of dailing the year			20,200,002	31,713,770

		Amount	in Taka
20.04	Factory Overhead	June 30, 2021	June 30, 2020
	This consists of as follows:		
	Gas Charges	186,299,780	172,212,074
	Fuel and Lubricants	3,988,751	2,870,874
	Insurance Premium	10,000,300	8,946,895
	Covered Van and Lorry expenses	8,229,695	6,493,095
	Factory Repair & Maintenances of Capital Assets Staff Quarter exp	2,839,678 985,998	12,997,123 1,365,573
	Misc. Expenses	655,910	501,150
	Depreciation (Annexure- A)	258,133,342	261,170,303
	•	471,133,454	466,557,087
21.00			
21.00	Administrative and Marketing Expenses This consists of as follows:		
		2 100 000	2 100 000
	Directors Remuneration Salary and Allowances	2,100,000 27,474,639	2,100,000 31,608,562
	Festival Bonus	2,632,051	1,873,549
	Provident Fund Expenses	1,200,553	1,508,473
	Rest house Exp.	6,200	5,400
	Staff Quarter Exp	-	840
	Gratuity	8,451,591	2,251,950
	Entertainments Rent a car	1,490,005 1,673,970	1,516,294 1,486,900
	Fuel & Lubricants	6,011,051	5,531,920
	Fees, Forms, and others	5,078,055	4,749,967
	Board Meeting Fees	96,250	96,250
	Maintenance of Vehicles	1,404,265	1,932,873
	IT Expenses	4,347,051	2,758,330
	Insurance Premium Printing & Stationery	410,723 625,545	823,094 1,457,120
	Donation and Subscription	321,683	420,100
	Miscellaneous Expenses	197,120	1,041,210
	Office Maintenance	642,433	519,911
	Traveling and Conveyance	750,768	436,907
	Transportation cost	660	7,130
	Telephone and Mobile Expenses Utility expenses	243,549 236,902	281,194 239,756
	Audit fees	437,000	465,500
	Credit Rating Fee	161,250	161,250
	CSR Activities	-	180,000
	Uniform and Upkeep	5,400	83,103
	Medical and Welfare	115,500	669,005
	Postage and Stamp Selling & Distribution Exp.	21,298 163,950	28,160 71,968
	Business Development Exp	1,595,000	407,582
	Advertisement	319,097	344,025
	VAT Exp.	1,253,936	572,859
	AGM Expenses	165,075	1,052,615
	Annual Listing Fee Depreciation (Annexure- A)	1,501,116 12,824,074	13,552,456
	Depreciation (Amexico-A)	83,957,761	80,236,252
22.00	Financial Expenses	30,21,,32	,,
	This consists of as follows:		
	Interest on Cash Credit Hypo (BA)	24,762,087	28,598,583
	Interest Exp. ON C.C.(SP) -BA	3,166,636	-
	Interest on Cash Credit Hypo (Bank Alfalah)	11,766,588	15,425,529
	Interest on Loan (SP) - B. ALFALH LTD	896,875	4.246.100
	Interest on OD (Prime Bank) Interest on CC Hypo (HSBC Ltd.)	4,130,363 3,798,684	4,346,198 5,211,706
	Interest on Term Loan (HSBC)	10,130,865	7,662,139
	Interest on Term Loan (Prime Bank)	5,043,082	8,114,150
	Interest Exp. ON C.C.(SP) -Prime Bank	759,491	-
	Interest on Bank Asia Ltd.	1,773,905	26,687,054

	Amount in Taka	
	June 30, 2021	June 30, 2020
Interest on HSBC Ltd.	5,625,305	13,846,250
Interest on Bank Al Falah	8,636,088	4,740,433
Interest on Prime Bank	546,123	5,559,561
Bank Charges, Commission & Discripenses	10,854,418	8,151,905
Overdue Interest	12,896	427,478
Interest on Import Loan	59,962,793	64,404,976
	151,866,199	193,175,962
Abnormal Loss By Fire		
Raw Cotton Destroyed by Fire	57,397,035	-
Building Structure Destroyed by Fire	4,000,000	-
Adjustment for destroyed by Fire on revalued assets	(2,474,063)	-
Total @ 10% of claim deduction by Insurance Co. as per IDRA rules.	58,922,972	-

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 and rest @90% of total burned raw cotton and building for total Tk. 552,573,317 disclosed in note no. 7.00 "Sundry Receivable".

24.00	Non operating income		
	Interest on FDR against bank gurantee and term loan	5,234,024	17,452,295
	Interest on STD A/C	14,985	13,199
	Insurance claim	-	160,000
	Realised gain/(loss) on marketable securities	(2,952,275)	(1,372,588)
	Loss on Sale of Capital Assets	(234,582)	472,644
		2,062,152	16,725,550
25.00	Other income		
	Dividend Income	80,722	28,116
	Interest on FDR	36,717,884	37,278,619
		36,798,606	37,306,735
26.00	Earnings per share (EPS)		
	The computation of EPS is given below:		
	Net profit after tax	160,043,105	(94,658,927)
	Number of total outstanding shares	148,775,000	148,775,000
	Earnings per share (EPS)	1.08	(0.64)
27.00	Net Assets value (NAV) per share		
	Total assets	9,855,031,159	9,221,444,500
	Total outside liabilities	4,321,337,849	3,869,423,352
	Net assets	5,533,693,311	5,352,021,148
	Divided by number of ordinary shares	148,775,000	148,775,000
	Net assets value (NAV) per share	37.20	35.97

28.00 Related Party Transactions

During the year 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	30.06.2021	30.06.2020
Faisal Spinning Mills Ltd	Trade and Other Receivables	Group Company	111,411,488	81 <mark>,877,067</mark>
Saiham Knit Composite Ltd.	Trade and Other Receivables	Group Company	56,876,125	79,374,515
Saiham Textile Mills Ltd.	Trade and Other Receivables	Group Company	66,642,242	46,416,405
Director's Remuneration	Remuneration	MD/Director	2,100,000	2,100,000
Board Meeting fees	Meeting fee	MD/Director	96,250	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 year with its related parties.

23.00

Disclosures as per requirement of Schedule XI, part II of the Companies Act 1994:

Attendance Status of Board Meeting of Director

During the period/year the following Board Meeting were held.

The attendance status of all meeting is as follows:

Name of Director	Position Meeting 1	202 <mark>0-2021</mark>		2019-2020
Name of Director		Meeting Held	Attended	Attended
Mr. S. M. Faisal	Chairman	7	7	7
Mr. Syed Ishtiaq Ahmed	Managing Director	7	7	7
Mrs. Yasmin Faisal	Shareholder/Director	7	7	3
Mr. Syed Shafqat Ahmed	Director	7	7	7
Mr. Syed Nasir Uddin Haider	Independent Director	7	5	7
Mr.Mohammed Nazmul Hossain FCA	Independent Director	7	2	-

Disclosures as per requirement of Schedule XI, part II of the Companies Act 1994: A. Disclosure as per requirement of schedule XI, part II, Note 5 of Para 3

Number of Employees for the period ended June 30,2021

Calamy Dange (Monthly)	Officer & S	taff	Worker	Worker Total Emloyee	
Salary Range (Monthly)	Head Office	Factory		Total Ellioyees	
Below 4,100	-	-	-	-	
Above 4,100	21	217	1,165	1,403	
Total	21	217	1,165	1,403	

Disclosure as per requirement of schedule XI, part II, para 4

		Amount	in Taka
Name	Designation	June 30, 20 <mark>21</mark>	June 30, 2020
		Remuneration	Remuneration
Mr. S. M. Faisal	Chairman	-	-
Mr. Syed Ishtiaq Ahmed	Managing Director	2,100,000	2,100,000
Mrs. Yasmin Faisal	Director	<u>-</u>	-
Mr. Syed Shafqat Ahmed	Director	-	-
Total		2,100,000	2,100,000

B. Disclosure as per requirement of schedule XI, Part II, Para 7

Details of production capacity & utilization

Year	Installed capacity p.a in kgs	Actual Production p.a in kgs	% of Capacity Utilization	%of Shortage
June 30, 2021	16,685,000	13,912,407	83	17
June 30, 2020	13,492,000	11,699,363	87	13

C. Disclosure as per requirement of schedule XI, Part II, para 8

Value of Raw Cotton, Packing Materials and Stores and Spares for the period ended June 30,2021.

Particulars	Local Purchase	Import	Total purchase	Consump <mark>tion</mark>
Raw Cotton	29,967,802	1,965,299,435	1,995,267,237	2,285,48 <mark>5,835</mark>
Packing Material	34,285,920	-	34,285,920	32,997,653
Spares parts	40,432,448	-	40,432,448	38,308,882

Schedule XI, Part II, Para 8(b) & para 8(d) Foreign currencies remitted during the period:

During this period, the company did not remit any amount as dividend, technical know-how, royalty, professional consultation fees, interest and other matters either its shareholder or others.

31.00 **Contingent Liability**

Nature of contingent liability

Nature of Contingent naturity		
Bank Guarantee - Jalalabad Gas T & D System Ltd. 899	9,745 899,7 <mark>45</mark>	5
Bank Guarantee - Jalalabad Gas T & D System Ltd. 1,831	1,701 1,831,70 <mark>1</mark>	1
Bank Guarantee - Jalalabad Gas T & D System Ltd. 1,354	1,412 1,354,41 <mark>2</mark>	2
Bank Guarantee - Jalalabad Gas T & D System Ltd. 3,729	9,071 3,729,071	1
Bank Guarantee - Jalalabad Gas T & D System Ltd.	7,303 27,303	3
Bank Guarantee - Jalalabad Gas T & D System Ltd. 2,564	1,947 2,564,947	7
Bank Guarantee - Jalalabad Gas T & D System Ltd.	4,105 4,105	5
Bank Guarantee - Jalalabad Gas T & D System Ltd. 10,379	9,877 10,379,877	7

	Amount	in Taka
	June 30, 2021	June 30, 2020
Bank Guarantee - Jalalabad Gas T & D System Ltd.	4,753	4,753
Bank Guarantee - Jalalabad Gas T & D System Ltd.	3,128,862	3,128,862
Bank Guarantee - Jalalabad Gas T & D System Ltd.	10,504,034	10,504,034
Bank Guarantee - Jalalabad Gas T & D System Ltd.	13,692	13,692
Bank Guarantee - Commissioner of Custom, Chattogram	5,697,981	-
	40,140,483	34,442,502
Contingent Assets		

32.00 Contingent Assets

There was no Contingent Assets as on June 30, 2021.

33.00 Claim against the Company

There was no claim against the company which is to be acknowledged as debt as on June 30, 2021.

34.00 Event after reporting period

The Board of Directors at their board meeting held on October 27, 2021 recommended to the shareholders 10% cash dividend for the year ended June 30, 2021. This will be considered for approval by the shareholders at the next Annual General Meeting (AGM).

Except the facts stated above, no circumstances have arisen since the balance sheet date, which would require adjustment to or disclosure in the financial statement or notes thereto.

35.00 General Comments & Observations

- (a) There was no preference share issued by the company.
- (b) The company has not incurred any expenditure in foreign currency against royalties and technical fees.
- (c) Auditors are paid only statutory audit fees.
- (d) No foreign exchange remitted to the any shareholders during the period.
- (e) No amount of money was expended by the company for compensating any members of the Board for special service rendered.

36.00	Reconcilation of cash flows from operating activities under indirect method		
	Profit before Tax	219,543,148	(62,295,205)
	Adjustment to Reconcile Profit before Tax provided by operating activities:		
	Less: Raw cotton Destroyed by Fire	(573,970,353)	-
	Add: Non Cash Item (Abnormal Loss)	58,922,972	=
	Add: Depreciation	270,957,416	274,722,759
	Less: Finance Expenses	151,866,199	193,175,962
	Less: Unrealized gain/(loss) for change in exchange rate of foreign currency	(2,112,441)	(8,056,729)
	Loss on Sale of Vehicle	234,582	(472,644)
	Changes in current assets and liabilities:		
	(Increase) / Decrease Inventories	1,082,872,182	(74,711,522)
	(Increase) / Decrease Advance, deposits & prepayments	(370,852,231)	(53,393,025)
	Income Tax Paid	(38,959,035)	(33,339,618)
	(Increase) / Decrease Trade & Other Receivable	(287,207,024)	(17,990,813)
	Increase/ (Decrease) In trade creditos	(43,407,997)	(190,514,976)
	Increase / (Decrease) payables & Accurals	18,875,662	6,185,208
	Increase / (Decrease) unpaid dividend	(79,295)	1,431,514
	Net cash flow from operating activities	486,683,786	34,740,913
37.00	Collection from customers & others		
	Opening receivable	1,196,234,014	1,121,522,492
	Add: Sales during the year	3,648,382,478	3,007,636,421
		4,844,616,491	4,129,158,914
	Less: Closing Receivable	(1,483,441,037)	(1,196,234,014)
	Collection from sales	3,361,175,454	2,932,924,900
38.00	Payment for cost and expenses		
	Cost of goods sold	(3,164,194,063)	(2,858,608,425)
	Raw Cotton Destroyed by Fire	(573,970,353)	
	Operating expenses	(83,957,761)	(80,236,252)
	Depreciation	270,957,416	274,722,759
	Inventories	1,082,872,182	(17,990,813)
	Advances, deposits and pre-payments	(370,852,230)	(53,393,026)
	WPPF	(10,871,535)	-
	Payables & Accruals	18,875,662	6,185,208
	Unclaimed Dividend	(79,295)	1,431,514
	Trade & Other Creditors	(43,407,997)	(190,514,975)
		(2,874,627,9 <mark>74)</mark>	(2,918,404,011)

Saiham Cotton Mills Ltd.

Property, plant and equipment As at June 30, 2021

		ű	Sost				Depreciation	ation		
Particulars	Balance as at 01.07.2020	Addition during the year	Adjustment during the year	Balance as at 30.06.2021	Rate	Balance as at 01.07.2020	Charged during the year	Adjustment during the year	Balance as at 30.06.2021	W.D.V. as at 30.06.2021
Land and Land Development	97,400,668	3,366,005	1	100,766,673	,		1	1	1	100,766,673
Factory Building & Other Construction	599,461,438	32,174,406	(19,028,219)	612,607,625	%5	184,592,763	20,877,494	(3,768,851)	201,701,406	410,906,219
Office Building	126,361,395	i	ı	126,361,395	%5	12,795,408	5,678,299	1	18,473,707	107,887,688
Plant and Machineries	2,579,077,262	745,710,945	ı	3,324,788,206 7.50%	7.50%	1,009,646,572	122,367,995	ı	1,132,014,567	2,192,773,639
Furnitures & Fixtures	22,781,944	ı	ı	22,781,944	10%	7,258,413	1,552,353	1	8,810,766	13,971,178
Motor Vehicles	44,404,578	3,447,061	(2,626,500)	45,225,139	15%	18,400,632	3,943,680	(2,191,918)	20,152,395	25,072,745
Office Equipments	24,385,286	2,462,250	ī	26,847,536	10%	090,000,6	1,559,041	ı	10,559,101	16,288,435
Sundry Assets	94,004,766	1,876,070	ī	95,880,836	10%	38,867,063	5,529,404	1	44,396,467	51,484,369
Sub - Total	3,587,877,336	789,036,737	(21,654,719)	4,355,259,354		1,280,560,911	161,508,267	(5,960,768)	1,436,108,410	2,919,150,945

Revaluation of property, plant and equipment

		Ö	ost sort				Depreciation	ation		11 11 11
Doutforloss	Balance	Addition	Adjustment	Balance	Rate	Balance	Chargod	Adjustment	Balance	W.D.V.
r ai ticulai s	as at	during the	during the	as at	%	as at	during the more	during the	as at	as at
	01.07.2020	year	year	30.06.2021		01.07.2020	uuriiig uie year	year	30.06.2021	30.00.2021
Land and Land Development	1,021,866,807	ı	-	1,021,866,807	ı	-	-	ī	-	1,021,866,807
Building & Other Construction	1,226,165,301	1	(26,657,781)	1,199,507,520	2%	133,551,493	54,630,690	(1,917,150)	186,265,033	1,013,242,487
Plant and Machineries	1,047,257,309	ı	-	1,047,257,309	7.50%	317,553,861	54,727,759	Î	372,281,619	674,975,690
Motor Vehicles	3,150,093	ı	-	3,150,093	15%	2,545,425	90,700	ı	2,636,125	513,968
Sub - Total	3,298,439,510	•	(26,657,781)	3,271,781,729		453,650,778	109,449,149	(1,917,150)	561,182,778	2,710,598,951

Allocation of depreciation:

Cost of Production
Administrative and Marketing Expenses

258,133,342 12,824,074 270,957,416

5,629,749,896

1,997,291,188

270,957,416 (7,877,918)

1,734,211,689

7,627,041,083

(48,312,500)

789,036,737

6,886,316,846

Grand Total

Saiham Cotton Mills Ltd. Property, plant and equipment As at June 30, 2020

		Cost	st				Depreciation	ation		
Particulars	Balance as at 01.07.2019	Addition during the year	Adjustment during the year	Balance as at 30.06.2020	Rate %	Balance as at 01.07.2019	Charged Adjustment during the year	Adjustment during the year	Balance as at 30.06.2020	W.D.V. as at 30.06.2020
Land and Land Development	96,700,668	700,000		97,400,668	1	1	ı		1	97,400,668
Factory Building & Other Construction	581,050,735	18,410,703		599,461,438	%5	163,645,805	20,946,958		184,592,763	414,868,675
Office Building	126,361,395			126,361,395	2%	6,818,250	5,977,157		12,795,408	113,565,987
Plant and Machineries	2,448,282,471	130,794,791		2,579,077,262 7.50%	7.50%	892,116,669	117,529,903		1,009,646,572	1,569,430,690
Furnitures & Fixtures	22,781,944			22,781,944	10%	5,533,577	1,724,837		7,258,413	15,523,531
Motor Vehicles	46,242,113	2,742,465	(4,580,000)	44,404,578	15%	18,626,680	4,176,596	(4,402,644)	18,400,632	26,003,946
Office Equipments	22,988,065	1,397,221		24,385,286	10%	7,432,900	1,567,160		9,000,060	15,385,226
Sundry Assets	92,982,662	1,022,104		94,004,766	10%	32,844,755	6,022,308		38,867,063	55,137,703
Sub - Total	3,437,390,053	155,067,284	(4,580,000)	3,587,877,336		1,127,018,636	157,944,918	(4,402,644)	1,280,560,911	2,307,316,426

Revaluation of property, plant and equipment

		Cos	st				Depreciation	iation		117 10 17
Particulars	Balance as at 01.07.2019	Addition during the year	Adjustment during the year	Balance as at 30.06.2020	Rate	Balance as at 01.07.2019	Charged during the year	Charged Adjustment during the year	Balance as at 30.06.2020	w.D.v. as at 30.06.2020
Land and Land Development	1,021,866,807	1		1,021,866,807		ı	, 		1	1,021,866,807
Building & Other Construction	1,226,165,301			1,226,165,301	%5	76,045,503	57,505,989.91		133,551,493	1,092,613,808
Plant and Machineries	1,047,257,309			1,047,257,309	7.50%	258,388,716	59,165,144.45		317,553,861	729,703,448
Motor Vehicles	3,150,093	-		3,150,093	15%	2,438,719	106,706.15		2,545,425	604,668
Sub - Total	3,298,439,510	•		3,298,439,510		336,872,938	116,777,841		453,650,778	2,844,788,732

Administrative and Marketing Expenses Allocation of depreciation: Cost of Production

13,552,456 274,722,759 261,170,303

5,152,105,158

1,734,211,689

(4,402,644)

274,722,759

1,463,891,574

6,886,316,846

(4,580,000)

155,067,284

6,735,829,563

Grand Total

Saiham Cotton Mills Ltd. **Statement of Trade and Other Receivables** As at June 30, 2021

Jinnat Knitwear Ltd. 110,685,204 Kaizer Knitwears Ltd 3,641,331 Karooni Knit Composite Ltd. 97,063 Kds Textile Mills Ltd. 22,901,560 Knit Export (Bd) Ltd. 1,245,398 Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Name of Party	Amount in Taka
Akij Textiles Mills Ltd		4,344,413
Alema Textile Ltd Amex Knitting & Dyeing Inds, Ltd. Apparel Village Ltd Apparel Village Ltd Apparel Village Ltd Asonex Ltd. Asonex Bangladesh Limited Dowas Land Apparels Ltd. Bagaladesh Limited Asonex Bangladesh Limited Asonex Bangladesh Limited Dowas Land Apparels Ltd. Bagaladesh Limited Asonex Ltd. Bagaladesh Limited Asonex Dyeing Ltd. Bagaladesh Ltd	Advanced Composite Textile Ltd.	117,995,083
Alema Textile Ltd Amex Knitting & Dyeing Inds, Ltd. Apparel Village Ltd Apparel Village Ltd Apparel Village Ltd Asonex Ltd. Asonex Bangladesh Limited Dowas Land Apparels Ltd. Bagaladesh Limited Asonex Bangladesh Limited Asonex Bangladesh Limited Dowas Land Apparels Ltd. Bagaladesh Limited Asonex Ltd. Bagaladesh Limited Asonex Dyeing Ltd. Bagaladesh Ltd		
Amex Knitting & Dyeing Inds. Ltd. Apparel Village Ltd Apparel Village Ltd Aswad Composite Mills Ltd. Topol, 1430 Aswad Composite Mills Ltd. Aswad Composite Mills Ltd. Aswad Composite Mills Ltd. Tompton Sie Mills Ltd. Aswad Composite Mills Ltd. Tompton Sie Mills Ltd. Tompton Sie Mills Ltd. Dowas Land Apparels Ltd. Comptex Bangladesh Limited Dowas Land Apparels Ltd. Tompton Sie Ltd. Everway Yarn Dyeing Ltd. Everway Yarn Dyeing Ltd. Everway Yarn Dyeing Ltd. Takir Composite Ltd. Takir Composite Ltd. Tompton Sie Ltd	•	
Apparel Village Ltd	Amex Knitting & Dyeing Inds. Ltd.	
Asrotex Ltd. 7,001,430 Aswad Composite Mills Ltd. 17,814,393 Base Fashions Limited. 3,588,863 Comfit Composite Knit Ltd 19,320,043 Comptex Bangladesh Limited 20,592,935 Dowas Land Apparels Ltd. 8,403,395 Dress Up Ltd 12,381,995 Esquire Knit Composite Ltd. 29,743,485 Esquire Knit Composite Ltd. 19,003,323 Fakir Apparels Ltd. 19,003,323 Fakir Apparels Ltd. 19,003,323 Fakir Apparels Ltd. 106,569,815 Farira Rnit Composite Ltd. 106,569,815 Farira Rnit Tex Ltd 19,003,323 Fakir Rnitwear'S Ltd 19,003,003 Fakir Knitwear'S Ltd 19,003,003 Farira Knit Tex Ltd 19,003,003 Farira Knit St. Limited 11,291,991 Hamingo Fashions Ltd. 19,1991 Hamingo Fashions Ltd. 19,1991 Habitus Fashion Ltd. 18,340,011 Intimate Attire Ltd. 18,340,011 Intimate Attire Ltd. 19,3987,625 Iris Fabrics Ltd. 110,685,204 Kaizer Knitwears Ltd. 110,685,204 Kaizer Knitwears Ltd. 19,003,003 Kds Textile Mills Ltd. 10,21,91,901 Kaizer Knitwears Ltd. 10,245,398 Kartoni Knit Composite Ltd. 11,008,204 Kaizer Knitwears Ltd. 10,245,398 Knit Valley Fashions Limited 19,203,481,802 Life Textile (Pvt) Ltd. 11,291,91 Mark Knitwear Ltd. 11,003,303 Habitus Fashion Limited 19,203,803,803 Habitus Fashion Limited 19,203,803 Habitus Fashion Limited 19,203,803 Habitus Fashion Limited 19,203,803 Ha		
Aswad Composite Mills Ltd. 3,588,863 Base Fashions Limited. 3,588,863 Comfit Composite Knit Ltd 19,320,043 Comptx Bangladesh Limited 20,592,935 Dowas Land Apparels Ltd. 8,403,395 Dress Up Ltd 12,381,995 Esquire Knit Composite Ltd. 29,743,485 Everway Yarn Dycing Ltd. 8,8953,268 Fabrica Knit Composite Ltd. 119,003,323 Fakir Fashion Ltd 119,003,323 Fakir Fashion Ltd 12,21,219 Fakir Fashion Ltd 12,21,219 Farina Knit Tex Ltd 12,21,218 Farina Knit Tex Ltd 12,21,219 Farina Knit Tex Ltd 15,21,219 Farmoor Garments Ltd. 12,21,991 Flamingo Fashions Ltd. 17,22,479 H.R Textile Mills Ltd 11,606,507 Habitus Fashion Ltd. 18,340,011 Intimate Attire Ltd. 18,340,011 Intimate Attire Ltd. 13,987,625 Iris Fabrics Ltd. 10,606,507 Habitus Fashion Ltd. 10,606,507 Kaizer Knitwears Ltd. 10,606,507 Knit Export (Bd) Ltd. 10,608,204 Kof Textile Mills Ltd. 11,790,134 Karooni Knit Composite Ltd. 11,790,134 Kurbairar Composite Knit Ind. Ltd. 11,790,134 Liberty Knitwear Ltd. 11,790,134 Liberty Knitwear Ltd. 19,446,744 Meghna Knit Composite Ltd. 19,446,742 Methon Knitting & Dyeing Ind. Ltd. 19,45,308 Northan Composite Ltd. 15,851,743 Mextouch Apparel Ltd. 15,851,743 Northan Composite Ltd. 15,851,743 Northan Composite Ltd. 15,851,743 Northan Composite Ltd. 15,851,743 Northan Composite Ltd. 15,807,444 Northan Composite		
Comfit Composite Knit Ltd 19,320,043 Comptex Bangladesh Limited 20,592,935 Dowas Land Apparels Ltd. 8,403,395 Dress Up Ltd 12,381,995 Esquire Knit Composite Ltd. 29,743,485 Everway Yarn Dyeing Ltd. 8,953,268 Fabrica Knit Composite Ltd. 119,003,323 Fakir Apparels Ltd. 106,569,815 Fakir Fashion Ltd 4,701,200 Fakir Knit Wear'S Ltd 2,291,835 Farina Knit Tex Ltd 6,520,397 Farnoor Garments Ltd. 1,291,991 Flamingo Fashions Ltd. 70,152,272 Green Smart Shirts Limited 1,729,499 H.R Textile Mills Ltd 11,606,507 Habitus Fashion Ltd. 18,340,011 Inimate Attire Ltd. 3,987,625 Iris Fabrics Ltd. 4,466,140 Jimat Knitwear Ltd. 110,685,204 Jimat Knitwear Ltd. 110,685,204 Kaizer Knitwears Ltd 3,341,336 Karry Endown Scholl, Ltd. 97,063 Kds Textile Mills Ltd. 22,901,560 Knit Export (Bd) Ltd. 11,790	Aswad Composite Mills Ltd.	17,814,393
Comptex Bangladesh Limited 20,592,935 Dows Land Apparels Ltd. 8,403,395 Dress Up Ltd 12,381,995 Esquire Knit Composite Ltd. 29,743,485 Everway Yarn Dyeing Ltd. 119,003,323 Fabira Knit Composite Ltd. 119,003,232 Fakir Apparels Ltd. 106,569,815 Fakir Fashion Ltd 4,701,200 Fakir Knitwear'S Ltd 2,291,835 Fariha Knit Tex Ltd 6,520,397 Farnoor Garments Ltd. 1,291,991 Flamingo Fashions Ltd. 70,152,272 Green Smart Shirts Limited 1,729,499 H.R Textile Mills Ltd 11,606,520,397 H.B. Textile Mills Ltd 18,340,011 Inimate Attire Ltd. 3,987,625 Iris Fabrics Ltd. 4,466,140 Jim And Jessi Composite Ltd. 23,699,186 Jinnat Knitwears Ltd. 110,685,204 Kaizer Knitwears Ltd 3,641,331 Karooni Knit Composite Ltd. 22,991,560 Kost Textile Mills Ltd. 22,991,560 Kushirar Composite Knit Ind. Ltd. 33,451,976 Life Textile (Pv	Base Fashions Limited.	3,588,863
Comptex Bangladesh Limited 20,592,935 Dowss Land Apparels Ltd. 8,403,395 Dress Up Ltd 12,381,995 Esquire Knit Composite Ltd. 29,743,485 Everway Yarn Dyeing Ltd. 119,003,323 Fabrica Knit Composite Ltd. 119,003,323 Fakir Apparels Ltd. 106,569,815 Fakir Fashion Ltd 4,701,200 Fakir Fashion Ltd 6,520,397 Fariha Knit Tex Ltd 6,520,397 Farmoor Garments Ltd. 1,291,991 Flamingo Fashions Ltd. 70,152,272 Green Smart Shirts Limited 1,729,499 H.R Textile Mills Ltd 11,606,504 H.R Textile Mills Ltd 18,340,011 Inimate Attire Ltd. 3,987,625 Iris Fabrics Ltd. 3,987,625 Iris Fabrics Ltd. 4,466,140 Jim And Jessi Composite Ltd. 23,690,186 Jinnat Knitwears Ltd 3,641,331 Karooni Knit Composite Ltd. 97,063 Karizer Knitwears Ltd 3,641,331 Karooni Knit Composite Ltd. 22,991,560 Knit Valley Fashions Limited	Comfit Composite Knit Ltd	19,320,043
Dowas Land Apparels Ltd. 8,403,395 Dress Up Ltd 12,381,995 Esquire Knit Composite Ltd. 8,953,268 Everway Yarn Dyeing Ltd. 8,953,268 Fabrica Knit Composite Ltd. 119,003,323 Fakir Apparels Ltd. 4,701,200 Fakir Fashion Ltd 4,701,200 Fakir Knitwear'S Ltd 6,520,397 Farinor Garments Ltd. 1,291,991 Flamingo Fashions Ltd. 70,152,272 Green Smart Shirts Limited 1,729,499 H.R Textile Mills Ltd 11,606,507 Habitus Fashion Ltd. 18,340,011 Intimate Attire Ltd. 3,987,625 Iris Fabrics Ltd. 4,466,140 Jim And Jessi Composite Ltd. 23,690,186 Jim And Jessi Composite Ltd. 23,690,186 Kaizer Knitwears Ltd 3,641,331 Karoni Knit Composite Ltd. 22,901,560 Kais Textile Mills Ltd. 29,048,862 Life Textile (Pvt) Ltd. <td><u> </u></td> <td></td>	<u> </u>	
Dress Up Ltd	Dowas Land Apparels Ltd.	
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Intimate Attire Ltd. 3,987,625 Iris Fabrics Ltd. 4,466,140 Jim And Jessi Composite Ltd. 23,690,186 Jinnat Knitwear Ltd. 110,685,204 Kaizer Knitwears Ltd 3,641,331 Karooni Knit Composite Ltd. 97,063 Kds Textile Mills Ltd. 22,901,560 Knit Export (Bd) Ltd. 1,245,398 Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Northern Fashion Ltd. 9,469,560	H.R Textile Mills Ltd	11,606,507
Iris Fabrics Ltd. 4,466,140 Jim And Jessi Composite Ltd. 23,690,186 Jinnat Knitwear Ltd. 110,685,204 Kaizer Knitwears Ltd 3,641,331 Karooni Knit Composite Ltd. 97,063 Kds Textile Mills Ltd. 22,901,560 Knit Export (Bd) Ltd. 1,245,398 Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Habitus Fashion Ltd.	18,340,011
Jim And Jessi Composite Ltd. 23,690,186 Jinnat Knitwear Ltd. 110,685,204 Kaizer Knitwears Ltd 3,641,331 Karooni Knit Composite Ltd. 97,063 Kds Textile Mills Ltd. 22,901,560 Knit Export (Bd) Ltd. 1,245,398 Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Intimate Attire Ltd.	3,987,625
Jinnat Knitwear Ltd. 110,685,204 Kaizer Knitwears Ltd 3,641,331 Karooni Knit Composite Ltd. 97,063 Kds Textile Mills Ltd. 22,901,560 Knit Export (Bd) Ltd. 1,245,398 Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Northern Fashion Ltd. 9,469,560	Iris Fabrics Ltd.	4,466,140
Jinnat Knitwear Ltd. 110,685,204 Kaizer Knitwears Ltd 3,641,331 Karooni Knit Composite Ltd. 97,063 Kds Textile Mills Ltd. 22,901,560 Knit Export (Bd) Ltd. 1,245,398 Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Northern Fashion Ltd. 9,469,560	Jim And Jessi Composite Ltd.	23,690,186
Karooni Knit Composite Ltd. 97,063 Kds Textile Mills Ltd. 22,901,560 Knit Export (Bd) Ltd. 1,245,398 Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560		110,685,204
Kds Textile Mills Ltd. 22,901,560 Knit Export (Bd) Ltd. 1,245,398 Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Kaizer Knitwears Ltd	3,641,331
Knit Export (Bd) Ltd. 1,245,398 Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Karooni Knit Composite Ltd.	97,063
Knit Valley Fashions Limited 32,323,814 Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Kds Textile Mills Ltd.	22,901,560
Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N,A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Knit Export (Bd) Ltd.	1,245,398
Kushiara Composite Knit Ind. Ltd. 33,451,976 Libas Textiles Ltd. 11,790,134 Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N,A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Knit Valley Fashions Limited	32,323,814
Liberty Knitwear Ltd. 92,048,862 Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Kushiara Composite Knit Ind. Ltd.	33,451,976
Life Textile (Pvt) Ltd. 4,881,273 Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Libas Textiles Ltd.	11,790,1 <mark>34</mark>
Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Liberty Knitwear Ltd.	92,048,8 <mark>62</mark>
Link Tex Sportswear Ltd 9,446,474 Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Life Textile (Pvt) Ltd.	
Maa Knitting & Dyeing Ind. Ltd. 2,772,449 Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Link Tex Sportswear Ltd	9,446,4 <mark>74</mark>
Meghna Knit Composite Ltd 10,395,042 Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Maa Knitting & Dyeing Ind. Ltd.	2,772,449
Metro Knitting & Dyeing Mills Ltd. 15,844,723 Muazuddin Textile Ltd. 21,112,586 N.A.Z Bangladesh Ltd. 21,553,743 Network Apparel Ltd 1,807,444 Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560	Meghna Knit Composite Ltd	
Muazuddin Textile Ltd.21,112,586N.A.Z Bangladesh Ltd.21,553,743Network Apparel Ltd1,807,444Norban Comtex Limited295,924Northern Fashion Ltd.9,469,560	Metro Knitting & Dyeing Mills Ltd.	
N.A.Z Bangladesh Ltd.21,553,743Network Apparel Ltd1,807,444Norban Comtex Limited295,924Northern Fashion Ltd.9,469,560		
Network Apparel Ltd1,807,444Norban Comtex Limited295,924Northern Fashion Ltd.9,469,560	N.A.Z Bangladesh Ltd.	
Norban Comtex Limited 295,924 Northern Fashion Ltd. 9,469,560		
Northern Fashion Ltd. 9,469,560		
	Northern Fashion Ltd.	9,469,560
	Pakiza Knit Composite Ltd.	5,650,255

Name of Party	Amount in Taka
Plummy Fashions Ltd	4,952,211
Polo Composite Knit Industry Limited	1,120,942
Purbani Fabrics Ltd.	5,194,826
Ripon Knitwear Ltd.	43,074,325
Riviera Composite Industries Ltd.	260,245
Rose Garden Apparels Ltd.	1,828,011
Rose Intimates Limited	10,440,862
S.B. Knitting Ltd.	1,692,642
Safia Apparels Ltd	19,418,684
Saiham Knit Composite Ltd.	56,876,125
Shepherd Textile (Bd) Ltd.	28,039,300
Showan Knit Composite Ltd.	7,807,350
Silver Apparels Ltd.	2,550,40
Skylark Knit Composite Ltd	4,929,964
Square Apparels Ltd.	5,012,239
Square Denims Ltd.	33,193,830
Texeurop (Bd) Ltd.	604,440
Unifill Composite Dyeing Mills Ltd.	7,524,229
Unity Fabric Industries Ltd.	7,640,793
Utah Knitting & Dyeing Ltd.	1,015,375
Faisal Spinning Mills Ltd.	111,411,488
Saiham Textile Mills Ltd.	66,642,242
	Total 1,483,441,03

Saiham Cotton Mills Ltd. **Statement of Trade and Other Receivables**

As at June 30, 2020

Name of Party	Amount in Taka
Abc Bangla Apparels Ltd.	6,293,773
Adnan Textiles Ltd.	868,883
Advanced Composite Textile Ltd.	33,644,851
Alema Textiles Limited	6,925,875
A-One Polar Ltd.	20,597,162
Apparel Industry Ltd.	1,529,569
Base Fashions Limited.	2,625,117
Chaity Composite Ltd	28,596,140
Chorka Textile Ltd	7,061,244
Comptex Bangladesh Limited	24,295,130
Crossline Knit Fabrics Ltd.	2,527,944
Dal Knitwear Ltd.	3,486,393
Dird Composite Textiles Ltd.	234,027
Dress Up Ltd	6,390,904
Everway Yarn Dyeing Ltd.	5,981,438
Flaxen Dress Maker Ltd.	1,043,918
Frm Fashion House Ltd	4,878,104
Gramtech Knit Dyeing Finishing & Garments Ind. Ltd	3,597,845
Green Life Knittex Ltd	6,745,005
Green Smart Shirts Limited	15,503,886
Gumti Textiles Ltd	5,250,233
Habitus Fashion Ltd.	5,086,111
Ifs Texwear (Pvt) Ltd.	17,823,466
Impress - Newtex Composite Textiles Ltd	2,818,369
Jim And Jessi Composite Ltd.	85,075,560
Jk Knit Composite Ltd.	15,330,571
Kaizer Knitwears Ltd	35,428,999
Karooni Knit Composite Ltd.	20,662,194
Kds Textile Mills Ltd.	6,705,087
Knit Valley Fashions Limited	2,321,847
Kushiara Composite Knit Ind. Ltd.	25,075,026
Lakhsma Innerwear Limited	4,859,8 <mark>66</mark>
Lantabur Apparels Ltd.	13,053,3 <mark>86</mark>
Libas Textiles Ltd.	68,008,944
Liberty Knitwear Ltd.	41,500,683
Life Textile (Pvt) Ltd.	10,228,048
Link Tex Sportswear Ltd	4,136,762
Mascotex Limited	218,270
Metro Knitting And Dyeing Mills Ltd	8,604,875
Midland Knitwear Ltd	33,286,175
Muazuddin Knit Fashion Ltd	98,875,471
Muazuddin Textile Ltd.	24,779,857
Newtex Dyeing & Printing Ltd	2,411,044
Northern Fashion Ltd.	12,676,450

Name of Party	Aı	mount in Taka
Pacific Cotton Ltd.		71,633,486
Panagea Fashion Wear Ltd		11,603,989
Polo Composite Knit Industry Limited		17,513,603
Radial International Ltd. Unit-02		8,19 <mark>2,681</mark>
Reactive Dress Maker Ltd.		1,758, <mark>140</mark>
Ripon Knitwear Ltd.		15,186,5 <mark>55</mark>
Rizvi Fashions Ltd		4,533,300
S.B.Style Composite Ltd.		7,402,291
Safia Apparels Ltd		14,849,076
Saiham Knit Composite Ltd.		79,374,515
Shantex (Pvt) Ltd		1,813,320
Silver Apparels Ltd.		60,528,999
Tanima Knit Composite Ltd.		1,056,427
Taqwa Fabrics Ltd.		83,327,721
Unique Designers Ltd.		942,968
Winter Dress Ltd.		7,595,376
Faisal Spinning Mills Ltd.		81,877,067
	Total	1,196,234,014

Saiham Cotton Mills Ltd.

Statement of Trade & Other Creditors As at June 30, 2021

Name of Party		Amount in Taka
A. K. Enterprise	Local sup <mark>plier</mark>	12,200
AA SS Enterprise	Local supplier	8,520
ABBASIA ENTERPRISE	Local supplier	900,000
Advance to Mr.Bishowjit Debnath	Local supplier	18,881
AEG Engineering	Local supplier	118,650
Anwar Ispat Ltd.	Local supplier	2,902,800
Asgar Trading	Local supplier	34,450
ASSL Textile	Local supplier	4,826
Avail Trade	Local supplier	750,000
B D.VENTURE	Local supplier	86,730
Bearing Sales Corporation	Local supplier	53,180
Bengal Roots Textile Ltd.	Local supplier	77,450
Bismillah Textile Engineering	Local supplier	23,200
Chowdhury Electric House.	Local supplier	58,931
Color Woven Bag Industries Ltd.	Local supplier	1,083,000
COSMIC Trading International	Local supplier	121,615
Delcot Limited	Local supplier	517,939
Electric Power	Local supplier	86,120
ENCON	Local supplier	210,000
Energy Pack Ltd	Local supplier	137,950
Faithness Limited.	Local supplier	15,500
Farabi enterprise	Local supplier	8,402
FIROZA Hardware & Packaging	Local supplier	41,000
FLASH POINT	Local supplier	28,800
Forklift Solution Ltd.	Local supplier	123,400
HA-MEEM Corporation	Local supplier	45,386
Hera Electric Store	Local supplier	414,480
Imtinan Trading	Local supplier	73,000
ISLAM ENTERPRISE	Local supplier	9,500
JANATA MACHINERIES	Local supplier	142,855
Kamary Trade Centre	Local supplier	1,666,198
Kansai Nerolac Paints (Bangladesh) Limited	Local supplier	422,537
KHANDAKER ENTERPRISE	Local supplier	12,000
Khorshed Electric Company.	Local supplier	15,320
LIPIKA	Local supplier	286,950
Louhojong Hardware Store	Local supplier	24,600
Lube Asia	Local supplier	1,204,300
Lucky Textile Engineering.	Local supplier	441,689
M/S Salem Enterprise.	Local supplier	29,000
M/S TAMIM TRADERS	Local supplier	125,582
Maa Bearing And Machineries	Local supplier	148,250
MAKS Line Engineering.	Local supplier	202,560
Maliha Poly Tex Fiber Industry Limited	Local supplier	4,334,720
Mamun enterprise, Gulshan-2	Local supplier	72,420
Marium International	Local supplier	122,420
Maysa Enterprise	Local supplier	61,000
Monir Enterprise	Local supplier	66,000
Mr. Burma(Saurer Schlafhorst)	Local supplier	65,000

Name of Party		Amount in Taka
NASHAT ENTERPRISE	Local supplier	20,000
New Diamond Plastic & Engineering Works	Local supplier	210,955
Nitol Motors Ltd	Local supplier	7,956
Nurab Limited	Local supplier	182,500
PATHAN MACHINERY STORE	Local supplier	84,7 <mark>40</mark>
People's Mill Store	Local supplier	73,960
RAFAT ENTERPRISE	Local supplier	30,500
Rotation Engineering Ltd.	Local supplier	989,230
Royal Machinery Corp Ltd	Local supplier	400,000
S. S CORPORATION	Local supplier	30,000
Saurer Components GMBH	Foreign supplier	704,903
Shawon Enterprise	Local supplier	18,014
Siam Lubrication Engineering	Local supplier	347,400
SMH Corporation	Local supplier	67,020
Sohan Engineering Works	Local supplier	118,000
Sparse Parts Trade	Local supplier	10,600
SPINTECH ASSOCIATES	Local supplier	66,300
SQ Wire & Cable Co. Ltd.,	Local supplier	16,560
Standard Electric Store	Local supplier	111,525
Star Trade Connection	Local supplier	254,800
SUN ELECTRONICS	Local supplier	109,180
SUTEX INTERNATIONAL	Local supplier	395,000
T M Trade Corporation.	Local supplier	206,881
TAMIM TRADERS	Local supplier	64,500
Tanha Electronics	Local supplier	25,730
Technaf Engineering Pvt. Ltd.	Local supplier	140,070
Tex Solutions BD	Local supplier	1,728,000
Texmark Associates Ltd.	Local supplier	31,500
Texus International	Local supplier	437,375
The Marium International	Local supplier	474,492
TNS Engineering Ltd.	Local supplier	24,304
Trutzschler	Foreign supplier	512,800
United Trade Center	Local supplier	167,200
USTER TECHNOLOGIES, INC.	Foreign supplier	115,372
Wuxi D and T Import and Export Co. Ltd.	Foreign supplier	395,760
Zahi computer	Local supplier	26,478
Total		26,008,915

Saiham Cotton Mills Ltd.

Statement of Trade & Other Creditors As at June 30, 2020

Name of Party		Amount in Taka
Saurer Components Gmbh	LC Liabilit <mark>ies</mark>	5,448,993
AEG Engineering	Local supplier	284,875
Aman Cement Mills Unit	Local supplier	148,000
Amina Traders	Local supplier	27,500
Anwar Ispat Ltd.	Local supplier	2,875,000
Assl Textile	Local supplier	4,826
Bearing Sales Corporation	Local supplier	118,240
Bismillah Textile Engineering	Local supplier	25,550
Chowdhury Electric House	Local supplier	51,434
Citizen Cables Ltd.	Local supplier	24,304
Color Woven Bag Industries Ltd.	Local supplier	835,000
COSMIC Trading International	Local supplier	160,665
Delcot Limited	Local supplier	220,285
Electric Power	Local supplier	42,820
Energypac	Local supplier	213,741
FIROZA Hardware & Packaging	Local supplier	53,000
FLASH POINT	Local supplier	77,400
Fork Lift Solution Ltd	Local supplier	80,500
Global Spintex Ltd	Local supplier	8,148
HA-MEEM Corporation	Local supplier	45,386
Hera Electric Store	Local supplier	351,850
Hossain Trading	Local supplier	265,000
JANATA MACHINERIES	Local supplier	29,480
Kamary Trade Centre	Local supplier	2,287,755
LIPIKA	Local supplier	280,200
Louhajong Hardware Store	Local supplier	24,600
Lube Asia	Local supplier	796,857
Lucky Textile Engineering	Local supplier	12,000
M/S TAMIM TRADERS	Local supplier	239,620
Maa Bearing And Machineries	Local supplier	169,460
Marium International	Local supplier	239,950
Maysa Enterprise	Local supplier	61,000
Monir Enterprise	Local supplier	66,000
Mr. Burma(Saurer Schlafhorst)	Local supplier	65,000
Nazrul Islam Mizan	Local supplier	291,500
New Diamond Plastic & Engineering Woarks	Local supplier	670, <mark>780</mark>
Noor Label Printers.	Local supplier	132,000
RAFAT ENTERPRISE	Local supplier	665,330
Rony Enterprise	Local supplier	450,000
Rotation Engineering Ltd.	Local supplier	989,230
Royal Machinery Corp Ltd	Local supplier	50,000
S .S CORPORATION	Local supplier	13,675
Sail International Ltd.	Local supplier	194,500
Shabbir Automation Technologies	Local supplier	349,860
Sohan Engineering Works	Local supplier	172,095
Standard Electric Store	Local supplier	130,150
Star Trade Connection	Local supplier	40,500
SUN ELECTRONICS	Local supplier	186,430
T M Trade Corporation.	Local supplier	222,487
TAMIM TRADERS	Local supplier	10,300
TAIVIIIVI TRADERS	Local supplier	10,300

Name of Party		Amount in Taka
Tanha Electronics	Local supplier	25,730
Texmark Associates Ltd.	Local supplier	31,500
Texus International	Local supplier	437,375
Unique Cement Industries Ltd.	Local supplier	813,630
United Trade Center	Local supplier	327,500
USTER TECHNOLOGIES, INC.	Local supplier	1,161,498
Saiham Textile Mills Ltd.	Group Company	46,416, <mark>405</mark>
Total		69,416,912

Saiham Cotton Mills Ltd.

Property, plant and equipment As at June 30,2021 Tax Base Fixed Asset - at cost less depreciation

Annexure - D-1

		Cost	1				Depreciation	ıtion		
	Balance	Addition	Adinomput	Balance		Balance	Choracod	Adjustment	Balance	W.D.V. as at
Particulars	as on	during the	Aujustinent	as on	Rate	as on	Chairgethe moon	during the	as on	30.06.2021
	01.07.2020	year	auring ine year	30.06.2021	%	01.07.2020	during the year	year	30.06.2021	
and and Land Development	97,400,668	3,366,005	1	100,766,673	,	-	1	ı	1	100,766,673
Factory Building & Other Construction	599,461,438	32,174,406	(19,028,219)	612,607,625	10%	440,140,002	16,200,263	(3,768,851)	452,571,415	160,036,210
Office Building	126,361,395	ı	1	126,361,395	2%	24,861,604	5,074,989	1	29,936,594	96,424,801
Plant and Machineries	2,579,077,262	745,710,945	1	3,324,788,206	70%	1,721,247,527	183,994,462	1	1,905,241,990	1,419,546,216
Furnitures & Fixtures	22,781,944	ı	1	22,781,944	10%	7,258,413	1,552,353	ı	8,810,766	13,971,178
Motor Vehicles	44,404,578	3,447,061	(2,626,500)	45,225,139	70%	22,011,874	4,535,991	1	26,547,866	18,677,273
Office Equipments	24,385,286	2,462,250	1	26,847,536	10%	10,028,042	1,456,243	1	11,484,285	15,363,251
Sundry Assets	94,004,766	1,876,070	-	95,880,836	15%	52,171,944	6,298,374	-	58,470,318	37,410,518
Sub - Total	3,587,877,336	789,036,737	(21,654,719)	4,355,259,354		2,277,719,407	219,112,678	(3,768,851)	2,493,063,234	1,862,196,120

219,112,678 Depreciation charge as per Financial account Depreciation charge as per tax base Temporary Difference

57,604,411 161,508,267

Revaluation of fixed assets during the year

Particulars Balance as on during the during the during the year as on during the during the year as on during the year as on 1.07.2020 Adjustment as on as on during the year as on 30.06.2021 Land and Land Development Building & Other Construction Plant and Machineries I,047,257,309 1,226,165,301 - (26,657,781) 1,199,507,52 Motor Vehicles 3,150,093 - (26,657,781) 1,047,257,36				Depreciation	tion		
as on during the during the year 01.07.2020 year during the year 1.021,866,807 - (26,657,781) 1 truction 1,226,165,301 - (26,657,781) 1 3,150,093 - 1 3,208,430,510	Balance	Rate	Balance	Charged	Adjustment	Balance	W.D.V. as at
truction 1,226,165,301 - (26,657,781) 1 truction 1,226,165,309 - (26,657,781) 1 3,150,093 - 1	•	%	as on 01.07.2020	during the year	during the	as on 30.06.2021	30.06.2021
truction 1,226,165,301 - (26,657,781) 1 1,047,257,309 - 1 3,150,093 - 2,308,430,510	- 1,021,866,807		1			-	1,021,866,807
1,047,257,309 - 1 3,150,093 1	(1) 1,199,507,520	2%	133,551,493	54,630,690	(1,917,150)	186,265,033	1,013,242,487
Total 3,150,093	- 1,047,257,309 7.50%	7.50%	317,553,861	54,727,759	-	372,281,619	674,975,690
3 208 430 510	3,150,093	15%	2,545,425	90,700	-	2,636,125	513,968
016,664,064,6	(26,657,781) 3,271,781,729		453,650,778	109,449,149	(1,917,150)	561,182,778	2,710,598,951

Saiham Cotton Mills Ltd.

Property, plant and equipment As at June 30,2020 Tax Base

Fixed Asset - at cost less depreciation

Annexure - D-2

		Cost	st				Depreciation	ion		
	Balance	Addition	Adjustment	Balance		Balance	off paint opacify		Balance	W.D.V. as at
Particulars	as on	during the	during the	as on	Rate	as on	Ciiai ge uui iiig uiie	during the	as on	30.06.2020
	01.07.2019	year	year	30.06.2020	%	01.07.2019	year	year	30.06.2020	
Land and Land Development	96,700,668	700,000	ı	97,400,668	- 1	ı	-	-	-	97,400,668
Factory Building & Other Construction	581,050,735	18,410,703	1	599,461,438	20%	404,528,762	35,611,239.58	-	440,140,002	159,321,436
Office Building	126,361,395	=	1	126,361,395	10%	13,583,850	11,277,754.50	-	24,861,604	101,499,791
Plant and Machineries	2,448,282,471	130,794,791	1	2,579,077,262 20%	20%	1,536,763,900	184,483,627.34	-	1,721,247,527	857,829,734
Furnitures & Fixtures	22,781,944	=	1	22,781,944	10%	5,533,577	1,724,836.74	-	7,258,413	15,523,531
Motor Vehicles	46,242,113	2,742,465	(4,580,000)	44,404,578	20%	21,400,485	5,014,033.44	(4,402,644)	22,011,874	22,392,704
Office Equipments	22,988,065	1,397,221	1	24,385,286	10%	8,575,102	1,452,939.84	-	10,028,042	14,357,244
Sundry Assets	92,982,662	1,022,104	1	94,004,766 15%	15%	44,955,021	7,216,922.39	-	52,171,944	41,832,822
Sub - Total	3,437,390,053	155,067,284	(4,580,000)	3,587,877,336		2,035,340,696	246,781,354	(4,402,644)	(4,402,644) 2,277,719,407	1,310,157,930

246,781,354 Depreciation charge as per Financial account Depreciation charge as per tax base Temporary Difference

Revaluation of fixed assets during the year

157,944,918 **88,836,436**

		Cost	st				Depreciation	ion		
Doutionlone	Balance	Addition	Adjustment	Balance	Rate	Balance	Charge during the	Adjustment	Balance	W.D.V. as at
rainculais	as on	during the	during the	as on	%	as on	Chaige dui mg une	during the	as on	30.06.2020
	01.07.2019	year	year	30.06.2020		01.07.2019	year	year	30.06.2020	
Land and Land Development	1,021,866,807	1	1	1,021,866,807		ı	ı	1	1	1,021,866,807
Building & Other Construction	1,226,165,301	-	_	1,226,165,301	2%	76,045,503	57,505,990	-	133,551,493	1,092,613,808
Plant and Machineries	1,047,257,309	1	1	1,047,257,309 7.50%	7.50%	258,388,716	59,165,144	1	317,553,861	729,703,448
Motor Vehicles	3,150,093	_	-	3,150,093 15%	15%	2,438,719	106,706	-	2,545,425	604,668
Sub - Total	3,298,439,510	-	-	3,298,439,510		336,872,938	116,777,841	•	453,650,778	2,844,788,732

4,154,946,662	1,402,644) 2,731,370,185	(4,402,644)	363,559,194 (4	2,372,213,634	6,886,316,846	(4,580,000)	155,067,284	6,735,829,563	rand Total	9



Saiham Tower, House # 34 (11th Floor), Road # 136, Gulshan-1, Dhaka-1212

PROXY FORM

Revenue Stamp Tk. 20.00

I/We																
of					<u>.</u>										,	
being a Sh	areholo	der of S	Saiham	n Cotto	n Mi ll s	Ltd. he	ereby a	ppoint								
Mr./Ms																,
of				· · · · · · · · · · · · · · · · · · ·												
as my prox	ky in m	y/our a	bsence	e to att	end ar	ıd vote	for me	/us on	my/ou	r beha	If at the	e 20 th .	Annual	I Gene	ral Mee	ting of
the Compa	ny to b	e held	on Dec	ember	12, 20	21 at 1	1:00 A.	M. thro	ugh Di	gital Pl	atform	and/or	at any	adjour	nment t	he <mark>reof</mark>
As witness	my/ou	r hand	this		day c	of Dece	ember 2	2021.								
Signature o	of Prox	y														
Signature o	of Shar	eholde	؛r													
			i	1	1	ı										
BO ID No.																



Dhaka Office : Saiham Tower, House # 34 (11th Floor), Road # 136 Gulshan-1, Dhaka-1212, Phone : 02-2222-62284, 02-2222-63323 Fax : 02-2222-94607, E-mail : info@saihamcotton.com website : www.saihamcotton.com