THE UN-AUDITED ACCOUNTS

OF

ENVOY TEXTILES LIMITED

FOR THE FIRST QUATER ENDED SEPTEMBER 30 2017

AMAR STOCK

ENVOY TEXTILES LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2017

Particulars	TAKA 30 Sept, 2017	TAKA 30 June, 2017
ASSETS		
Non Current Assets	**10,792,031,689**	**10,770,972,855**
Property, Plant & Equipments, net of depreciation	9,408,253,515	9,004,214,391
Capital work in Process	1,383,778,174	1,766,758,465
Current Assets	**5,354,219,040**	**5,289,365,791**
Inventories & Stores	1,888,020,004	2,155,076,681
Materials in Transit	484,615,690	225,497,732
Trade and Others Receivable	2,735,649,512	2,643,632,850
Advance , Deposits & Prepayments	170,606,096	137,246,819
Investment	57,107,522	45,707,026
Cash and Cash Equivalents	18,220,216	82,204,684
Total Assets	**16,146,250,729**	**16,060,338,647**
EQUITY & LIABILITIES		
Authorised Capital	**4,000,000,000**	**4,000,000,000**
275,000,000 Ordinary Shares of Tk.10/= each.	2,750,000,000	2,750,000,000
125,000,000 Redeemable Preference Shares of Tk.10/= each.	1,250,000,000	1,250,000,000
Shareholders Equity	**6,111,605,746**	**6,030,896,848**
Paid up Share Capital	1,566,150,960	1,566,150,960
Share Premium	1,120,000,000	1,120,000,000
Revaluation Surplus	1,721,365,996	1,724,109,853
Retained Earnings	1,376,166,600	1,292,713,844
Tax Holiday Reserve	327,922,190	327,922,190
Non-Current Liabilities	**3,863,455,959**	**3,802,929,300**
Secured Loan	3,817,587,817	3,755,175,717
Provision for Deferred Tax	45,868,142	47,753,583
Current Liabilities	**6,171,189,024**	**6,226,512,499**
Secured Loan (Current Portion)	522,853,002	689,750,204
Short Term Liabilities	5,009,474,508	4,850,981,612
Accounts Payable	448,993,183	555,651,234
Provision for Expenses	131,685,546	84,773,302
Provision for Current Tax	58,182,786	45,356,147
Total Liabilities & Shareholders' Equity	**16,146,250,729**	**16,060,338,647**
NAV Per Share	39.02	38.51
Diluted NAV Per Share	37.16	36.67

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Saiful Islam, FCMA CFO	M.Saiful Islam Chowdhury FCS Company Secretary	Tanvir Ahmed Director	Abdus Salam Murshedy Managing Director	Kutubuddin Ahmed Chairman

The annexed notes form an integral part of this financial statements.

Dated: November 11, 2017
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE FIRST QUATER ENDED SEPTEMBER 30 2017

Particulars	TAKA 30th Sept- 17	TAKA 30th Sept 16
Revenue	1,820,435,176	1,287,110,555
Less: Cost of Goods Sold	1,500,578,840	1,055,777,607
Gross Profit	**319,856,336**	**231,332,948**
Less: Operating Expenses	**75,541,170**	**71,917,195**
Administrative & General Expenses	58,671,779	55,610,299
Selling & Distribution Expenses	16,869,391	16,306,896
Profit/ (Loss) from Operation	**244,315,167**	**159,415,754**
Less: Financial Expenses	148,460,016	97,713,387
Profit/ (Loss) after Financial Expenses	**95,855,151**	**61,702,367**
Add: Other Income / (Expenses)	377,450	(5,150)
Net Profit/ (Loss) before WPPF	**96,232,601**	**61,697,217**
Less: Provision for Workers Profit Participation Fund	4,582,505	2,937,963
Net Profit before Tax	**91,650,096**	**58,759,254**
Less: Provision for Current Tax	12,826,639	9,946,142
Less: Provision for Deferred Tax	(1,885,441)	(1,946,685)
Profit after Tax	**80,708,898**	**50,759,797**
Earning Per Share (EPS)	0.52	0.33
Diluted Earning Per Share (EPS)	0.49	0.32

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Saiful Islam, FCMA	M.Saiful Islam Chowdhury FCS	Tanvir Ahmed	Abdus Salam Murshedy	Kutubuddin Ahme
CFO	Company Secretary	Director	Managing Director	Chairman

The annexed notes form an integral part of this financial statements.

Dated: November 11, 2017
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE FIRST QUATER ENDED SEPTEMBER 30 2017

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total (Tk.)
Balance as at 01.07.2017	**1,566,150,960**	**1,120,000,000**	**1,724,109,852**	**327,922,190**	**1,292,713,845**	**6,030,896,848**
Add: Net Profit During the Period					80,708,898	**80,708,898**
Depreciation on Revluation Surplus			(2,743,856)		2,743,856	-
Balance as at 30.09.2017	**1,566,150,960**	**1,120,000,000**	**1,721,365,996**	**327,922,190**	**1,376,166,600**	**6,111,605,746**

ENVOY TEXTILES LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE FIRST QUARTER ENDED SEPTEMBER 30 2016

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total (Tk.)
Balance as at 01.07.2016	**1,520,534,920**	**1,120,000,000**	**1,721,432,002**	**327,922,190**	**1,202,295,300**	**5,892,184,412**
Add: Net Profit During the Period					50,759,797	**50,759,797**
Depreciation on Revluation Surplus			(2,522,873)		2,522,873	-
Balance as at 30.09.2016	**1,520,534,920**	**1,120,000,000**	**1,718,909,129**	**327,922,190**	**1,255,577,969**	**5,942,944,209**

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Saiful Islam, FCMA	M.Saiful Islam Chowdhury FCS	Tanvir Ahmed	Abdus Salam Murshedy	Kutubuddin Ahmed
CFO	Company Secretary	Director	Managing Director	Chairman

The annexed notes form an integral part of this financial statements.

Dated: November 11, 2017
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF CASH FLOW

FOR THE FIRST QUATER ENDED SEPTEMBER 30 2017

Particulars	TAKA 30th Sept, 17	TAKA 30th Sept, 16
Cash Flow From Operating Activities: (A)		
Collection from Turnover and Others	1,728,795,964	1,381,968,325
Cash Payment to Creditors	(1,454,959,580)	(703,723,990)
Cash Payment for Operating Expenses	(77,984,786)	(111,554,278)
Income Tax Paid and Deducted at Source	(12,826,639)	(9,946,142)
Financial Expenses	(124,030,918)	(107,700,103)
Net Cash Used in / Provided by Operation activities	**58,994,041**	**449,043,812**
Net operating cash flow per share	**0.38**	**2.95**
Diluted Net operating cash flow per share	**0.36**	**2.81**
Cash Flows From Investing Activities: (B)		
Purchase of Fixed Assets	(548,034,047)	(17,339,187)
Investment	(11,400,496)	8,573
Capital work in Process	382,636,622	(153,463,336)
Net Cash Used in Investing Activities	**(176,797,922)**	**(170,793,950)**
Cash Flows From Financing Activities: (C)		
Long Term Liabilities	62,412,100	34,817,590
Long Term Liabilities (Current Portion)	(166,897,202)	(169,407,131)
Short Term Liabilities	158,492,896	(176,542,827)
Payment of Cash Dividend	(188,381)	(750,172)
Net Cash Provided by Financing Activities	**53,819,413**	**(311,882,540)**
Net Increase in Cash [A+B+C]	**(63,984,468)**	**(33,632,679)**
Add: Cash at the Opening	82,204,684	68,293,079
Cash at end of the Period	**18,220,216**	**34,660,400**

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Saiful Islam, FCMA	M.Saiful Islam Chowdhury FCS	Tanvir Ahmed	Abdus Salam Murshedy	Kutubuddin Ahmed
CFO	Company Secretary	Director	Managing Director	Chairman

The annexed notes form an integral part of this financial statements.

Dated: November 11, 2017
Dhaka

Envoy Textiles Limited

Notes to the Interim Financial Statements
For the period of first quarter ended September 30, 2017

1. Activities of the Company

Envoy Textiles Limited incorporated in Bangladesh under the Companies Act, 1994 is a 100% Export Oriented Denims Fabric Manufacturer. It is the first Rope Denims Plant in Bangladesh with highly sophisticated machineries of USA and Japan and went into commercial operation on 01 March 2008.

2. Basis of preparation of the Interim Financial Statement

These are Interim Financial Statements of Envoy Textiles Limited for the First Quarter ended September 30, 2017 prepared in accordance with International Accounting Standard (IAS 34). These financial statements should read in conjunction with the Annual Financial Statements as of June 30, 2017. The accounting policies and presentation used are in consistent with those of the annual financial statements

The financial statements are prepared in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, Securities and Exchange Commission Rules 1987 and other applicable laws and regulations.

Fixed assets are stated at their historical cost / revalued amount less accumulated depreciation. Depreciation on fixed assets is charged on reducing balance method.

Inventories and stores are comprised of raw materials, packing materials, work in progress and finished goods. Inventories are valued at the lower of cost and net realizable value.

Transactions in foreign currencies are translated into BDT at the rate of exchange ruling on date of transaction. Monetary assets and liabilities in foreign currencies are translated into BDT at the rate of exchange ruling at the balance sheet date. Gains or losses resulting from foreign currency transactions are taken to the income statement.

3. Significant Event:

During the reporting period there has been increase of both revenue and net profit due to improvement of production capacity utilization in both the denim and spinning unit.

4.1 Taxation

Income tax provision is made as per rate prevailing during that period specified by the Income Tax Ordinance 1984. Proper deferred tax assets / liabilities are calculated by the management in compliance with BAS-12.

4.2 Related Party Transactions

During the period the Company do not have any related party transaction with its sister concern other than sales of finished goods as a normal course of business.

4.3 Cash Flow Statement

Statement of Cash Flows is prepared in accordance with IAS-7. Cash Flow Statement and the cash flows from operating activities have been presented under direct method as required by the Securities and Exchange Commissions Rules 1987.

4.4 Earnings per Share

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

4.5 Basic Earnings

This represents earnings for the period attributable to ordinary shareholders. As there were no preference dividends, minority interest or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

4.6 Workers Profit Participation Fund

The company has charged @ 5.00% of net profit to workers profit participation fund for the first quarter ended September 30 2017.