THE UN-AUDITED ACCOUNTS

OF

ENVOY TEXTILES LIMITED

FOR THE THIRD QUARTER ENDED 31ST MARCH, 2018

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ENVOY TEXTILES LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2018

Particulars		TAKA 31st Mar, 2018	TAKA 30th June 2017
ASSETS			
Non Current Assets		**10,922,100,126**	**10,770,972,855**
Property, Plant & Equipments, net of depreciation		9,491,810,798	9,004,214,391
Capital work in Process		1,430,289,328	1,766,758,465
Current Assets		**5,564,161,737**	**5,289,365,791**
Inventories & Stores		2,177,809,098	2,155,076,681
Materials in Transit		444,756,391	225,497,732
Trade and Others Receivable		2,674,169,879	2,643,632,850
Advance , Deposits & Prepayments		162,128,032	137,246,819
Investment		57,774,022	45,707,026
Cash and Cash Equivalents		47,524,316	82,204,684
Total Assets		**16,486,261,863**	**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		**6,157,364,781**	**6,030,896,848**
Paid up Share Capital		1,644,458,500	1,566,150,960
Share Premium		1,120,000,000	1,120,000,000
Revaluation Surplus		1,715,878,284	1,724,109,853
Retained Earnings		1,349,105,808	1,292,713,844
Tax Holiday Reserve		327,922,190	327,922,190
Non-Current Liabilities		**3,829,994,706**	**3,802,929,300**
Secured Loan		3,803,190,600	3,755,175,717
Provision for Deferred Tax		26,804,107	47,753,583
Current Liabilities		**6,498,902,375**	**6,226,512,499**
Secured Loan (Current Portion)		163,830,953	689,750,204
Short Term Liabilities		5,694,731,895	4,850,981,612
Accounts Payable		404,482,623	555,651,234
Provision for Expenses		149,660,572	84,773,302
Provision for Current Tax		86,196,332	45,356,147
Total Liabilities & Shareholders' Equity		**16,486,261,863**	**16,060,338,647**
NAV Per Share		37.44	38.51
Restated NAV Per Share		-	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: April 28, 2018
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THIRD QUARTER ENDED MARCH 31 2018

Particulars		Nine Months Ended		Three Months Ended	
		TAKA 31st Mar, 18	TAKA 31st Mar, 17	TAKA 31st Mar, 18	TAKA 31st Mar, 17
Revenue		5,493,341,476	4,481,679,635	1,827,032,691	1,695,180,555
Less: Cost of Goods Sold		4,547,445,006	3,686,816,776	1,511,836,875	1,398,818,791
Gross Profit		**945,896,470**	**794,862,859**	**315,195,815**	**296,361,764**
Less: Operating Expenses		**219,467,505**	**222,277,075**	**76,867,599**	**83,367,635**
Administrative & General Expenses		173,328,775	172,692,842	62,534,387	65,546,501
Selling & Distribution Expenses		46,138,730	49,584,233	14,333,213	17,821,134
Profit/ (Loss) from Operation		**726,428,966**	**572,585,784**	**238,328,216**	**212,994,129**
Less: Financial Expenses		458,362,536	319,049,522	148,236,952	116,345,906
Profit/ (Loss) after Financial Expenses		**268,066,430**	**253,536,263**	**90,091,264**	**96,648,223**
Add: Other Income / (Expenses)		722,241	679,661	20,121	5,779
Net Profit/ (Loss) before WPPF		**268,788,670**	**254,215,923**	**90,111,385**	**96,654,002**
Less: Provision for Workers Profit Participation Fund		12,799,460	12,105,520	4,291,018	4,602,572
Net Profit before Tax		**255,989,210**	**242,110,403**	**85,820,366**	**92,051,430**
Less: Provision for Current Tax		40,840,185	32,564,174	13,053,668	12,042,063
Less: Provision for Deferred Tax		(20,949,476)	(11,304,895)	(6,211,680)	(2,675,117)
Profit after Tax		**236,098,501**	**220,851,124**	**78,978,378**	**82,684,485**
Earning Per Share (EPS)		1.44	1.41	0.48	0.53
Restated Earning Per Share (REPS)		-	1.34	-	0.50

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: April 28, 2018
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE THIRD QUARTER ENDED MARCH 31 2018

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total Amount BDT
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: Issuance of Bonus Share	78,307,540					**78,307,540**
Add: Net Profit During the Period					236,098,501	**236,098,501**
Less: Decleration of Dividend- 2017					(187,938,107)	**(187,938,107)**
Depreciation on Revluation Surplus			(8,231,569)		8,231,569	-
Balance as at 31.03.2018	**1,644,458,500**	**1,120,000,000**	**1,715,878,284**	**327,922,190**	**1,349,105,808**	**6,157,364,782**

ENVOY TEXTILES LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE THIRD QUARTER ENDED MARCH 31 2017

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total Amount BDT
Balance as at 01.07.2016	**1,520,534,920**	**1,120,000,000**	**1,721,432,002**	**327,922,190**	**1,202,295,295**	**5,892,184,412**
Add: Issuence of Bonus Share	45,616,040					**45,616,040**
Add: Net Profit During the Period					220,851,124	**220,851,124**
Less: Decleration of Dividend- 2016					(228,080,230)	**(228,080,230)**
Depreciation on Revluation Surplus			(7,447,828)		7,447,828	-
Balance as at 31.03.2017	**1,566,150,960**	**1,120,000,000**	**1,713,984,174**	**327,922,190**	**1,202,514,017**	**5,930,571,345**

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: April 28, 2018
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF CASH FLOW

FOR THE THIRD QUARTER ENDED MARCH 31 2018

Particulars		TAKA 31st Mar, 18	TAKA 31st Mar, 17
Cash Flow From Operating Activities: (A)			
Collection from Turnover and Others		5,463,526,688	4,134,312,085
Cash Payment to Creditors		(4,495,214,392)	(3,476,510,538)
Cash Payment for Operating Expenses		(205,089,244)	(226,742,445)
Income Tax Paid and Deducted at Source		(40,840,186)	(32,564,174)
Financial Expenses		(405,272,387)	(322,628,443)
Net Cash Used in / Provided by Operation activities		**317,110,479**	**75,866,484**
Net operating cash flow per share		**1.93**	**0.48**
Restated (NOCFPS)		**-**	**0.46**
Cash Flows From Investing Activities: (B)			
Purchase of Fixed Assets		(932,409,163)	(2,166,399,680)
Investment		(12,066,996)	(1,064,007)
Capital work in Process		335,891,592	1,332,447,046
Net Cash Used in Investing Activities		**(608,584,566)**	**(835,016,641)**
Cash Flows From Financing Activities: (C)			
Long Term Liabilities		48,014,882	798,854,817
Long Term Liabilities (Current Portion)		(525,919,251)	(506,643,073)
Short Term Liabilities		843,750,284	630,249,718
Payment of Cash Dividend		(109,052,196)	(181,867,656)
Net Cash Provided by Financing Activities		**256,793,719**	**740,593,806**
Net Increase in Cash [A+B+C]		**(34,680,368)**	**(18,556,351)**
Add: Cash at the Opening		82,204,684	68,293,079
Cash at end of the year		**47,524,316**	**49,736,727**

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: April 28, 2018
Dhaka

Envoy Textiles Limited

Notes to the Interim Financial Statements
For the period of Third Quarter ended March 31, 2018

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 Third Quarter ended March 31, 2018 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 does 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 Third Quarter ended March 31, 2018.