THE UN-AUDITED ACCOUNTS

OF

ENVOY TEXTILES LIMITED

FOR THE FIRST QUARTER ENDED 30TH SEPTEMBER 2018

AMAR STOCK

ENVOY TEXTILES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018

Particulars	TAKA 30th Sept 2018	TAKA 30th June 2018
ASSETS:		
Non Current Assets	**11,070,855,530**	**11,165,178,556**
Property, Plant & Equipments, net of depreciation	11,070,855,530	9,607,848,564
Capital work in Process	-	1,557,329,992
Current Assets	**6,579,516,088**	**6,299,459,090**
Inventories & Stores	2,575,998,870	2,645,507,118
Materials in Transit	407,099,056	207,265,197
Trade and Others Receivable	3,408,668,705	3,147,123,680
Advance , Deposits & Prepayments	157,113,643	145,641,186
Investment	9,980,676	54,907,662
Cash and Cash Equivalents	20,655,138	99,014,247
Total Assets	**17,650,371,618**	**17,464,637,646**
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	**6,423,579,029**	**6,251,205,269**
Paid up Share Capital	1,644,458,500	1,644,458,500
Share Premium	1,120,000,000	1,120,000,000
Revaluation Surplus	1,710,476,264	1,713,134,427
Retained Earnings	1,620,722,076	1,445,690,152
Tax Holiday Reserve	327,922,190	327,922,190
Non-Current Liabilities	**3,961,283,091**	**3,915,968,095**
Secured Loan	3,939,889,884	3,893,868,051
Provision for Deferred Tax	21,393,206	22,100,044
Current Liabilities	**7,265,509,498**	**7,297,464,282**
Secured Loan (Current Portion)	565,600,258	787,576,054
Short Term Liabilities	5,788,634,094	5,712,381,266
Accounts Payable	697,917,731	650,082,956
Provision for Expenses	139,279,439	93,842,416
Provision for Current Tax	74,077,976	53,581,591
Total Liabilities & Shareholders' Equity	**17,650,371,618**	**17,464,637,646**
NAV Per Share	39.06	38.01
Diluted / Restated NAV Per Share	38.30	37.27

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 03, 2018
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE FIRST QUARTER ENDED SEPTEMBER 30 2018

Particulars	TAKA 30th Sept 2018	TAKA 30th Sept 2017
Revenue	2,364,975,146	1,820,435,176
Less: Cost of Goods Sold	1,889,483,066	1,500,578,840
Gross Profit	**475,492,080**	**319,856,336**
Less: Operating Expenses	**77,997,133**	**75,541,170**
Administrative & General Expenses	59,741,351	58,671,779
Selling & Distribution Expenses	18,255,782	16,869,391
Profit/ (Loss) from Operation	**397,494,947**	**244,315,167**
Less: Financial Expenses	196,525,601	148,460,016
Profit/ (Loss) after Financial Expenses	**200,969,346**	**95,855,151**
Add: Other Income / (Expenses)	802,127	377,450
Net Profit/ (Loss) before WPPF	**201,771,473**	**96,232,601**
Less: Provision for Workers Profit Participation Fund	9,608,165	4,582,505
Net Profit before Tax	**192,163,308**	**91,650,096**
Less: Provision for Current Tax	20,496,385	12,826,639
Less: Provision for Deferred Tax	(706,837)	(1,885,441)
Profit after Tax	**172,373,760**	**80,708,898**
Earning Per Share (EPS)	1.05	0.52
Diluted / Restated Earning Per Share	1.03	0.49

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 03, 2018
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE FIRST QUARTER ENDED SEPTEMBER 30 2018

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total Amount BDT
Balance as at 01.07.2018	**1,644,458,500**	**1,120,000,000**	**1,713,134,427**	**327,922,190**	**1,445,690,152**	**6,251,205,269**
Add: Net Profit During the Period					172,373,760	**172,373,760**
Depreciation on Revluation Surplus			(2,658,164)		2,658,164	-
Balance as at 30.09.2018	**1,644,458,500**	**1,120,000,000**	**1,710,476,264**	**327,922,190**	**1,620,722,076**	**6,423,579,029**

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**

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 03, 2018
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF CASH FLOW

FOR THE FIRST QUARTER ENDED SEPTEMBER 30 2018

Particulars	TAKA 30th Sept, 18	TAKA 30th Sept, 17
Cash Flow From Operating Activities: (A)		
Collection from Turnover and Others	2,104,232,247	1,728,795,964
Cash Payment to Creditors	(1,800,568,022)	(1,454,959,580)
Cash Payment for Operating Expenses	(63,666,506)	(77,984,786)
Income Tax Paid and Deducted at Source	(20,496,385)	(12,826,639)
Financial Expenses	(166,003,442)	(124,030,918)
Net Cash Used in / Provided by Operating activities	**53,497,892**	**58,994,041**
Net operating cash flow per share	**0.33**	**0.38**
Diluted / Restated (NOCFPS)	**0.32**	**0.37**
Cash Flows From Investing Activities: (B)		
Purchase of Fixed Assets	(1,633,716,916)	(548,034,047)
Investment	44,926,986	(11,400,496)
Capital work in Process	1,556,634,062	382,636,622
Net Cash Used in Investing Activities	**(32,155,868)**	**(176,797,922)**
Cash Flows From Financing Activities: (C)		
Long Term Liabilities	46,021,833	62,412,100
Long Term Liabilities (Current Portion)	(221,975,796)	(166,897,202)
Short Term Liabilities	76,252,829	158,492,896
Payment of Cash Dividend	-	(188,381)
Net Cash Used in / Provided by Financing Activities	**(99,701,134)**	**53,819,413**
Net Decrease in Cash [A+B+C]	**(78,359,109)**	**(63,984,468)**
Add: Cash at the Opening	99,014,247	82,204,684
Cash at end of the year	**20,655,138**	**18,220,216**

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 03, 2018
Dhaka

Envoy Textiles Limited

Notes to the Interim Financial Statements
For the period of first quarter ended September 30, 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 First Quarter ended September 30, 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, 2018. 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 our spinning plant has fully started its commercial operation. There has been increased in both revenue and net profit driven by increasing of volume of buyer's sales order and production capacity utilization in both the denim and spinning unit, result in a growth of 29.91% in revenue and 113.57% in net profit after Tax as compared to the same period of the previous year.

4.1 Taxation

Income tax provision is made as per rate prevailing during that period specified by the Income Tax Ordinance 1984 u/s 82C (2) (b). Proper deferred tax assets / liabilities are calculated by the management in compliance with IAS-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, 2018.

AMAR STOCK