MALEK SPINNING MILLS LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30TH SEPTEMBER 2016

Un-Audited

	SEPT'16 Taka	JUNE'16 Taka
ASSETS :		
Non-Current Assets :	**8,219,659,844**	**8,299,682,304**
Property, Plant and Equipment	8,160,502,844	8,240,525,304
Capital Work-in-Progress	59,157,000	59,157,000
Current Assets :	**7,365,798,659**	**7,572,897,695**
Inventories	3,747,615,877	3,674,958,784
Accounts Receivable	2,711,745,046	2,990,668,997
Advances,Deposits and Pre-payments	499,211,678	525,525,897
Cash and Cash Equivalents	407,226,058	381,744,017
TOTAL ASSETS :	**15,585,458,503**	**15,872,579,999**
SHAREHOLDER'S EQUITY AND LIABILITIES:		
Total Equity :	**8,835,433,750**	**8,796,174,969**
Equity attributable to owners of the company	**8,780,157,344**	**8,740,979,397**
Share Capital	1,936,000,000	1,936,000,000
Share Premium	1,500,000,000	1,500,000,000
Tax Holiday Reserve	210,883,871	210,883,871
Re-valuation Surplus of Fixed Assets	3,825,957,806	3,850,028,366
Retained Earnings	1,307,315,667	1,244,067,160
Non Controlling Interest	**55,276,406**	**55,195,572**
Non Current Liabilities:	**1,772,589,071**	**2,046,634,443**
Long Term Loan	1,329,044,957	1,599,990,186
Deferred Tax Liabilities	443,544,114	446,644,257
Current Liabilities :	**4,977,435,682**	**5,029,770,587**
Short Term Loan	1,027,918,358	1,110,516,989
Current Portion of Long Term Loan	727,553,682	700,317,294
Loan from Director	50,000,000	50,000,000
Bank Acceptance Liabilities	2,233,628,625	2,321,471,534
Creditors and Accruals	938,335,017	847,464,770
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :	**15,585,458,503**	**15,872,579,999**
Net Assets Value Per Share (NAV)	**45.35**	**45.15**

Par Value Tk.10

A.F.M. Zubair	A. Matin Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

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MALEK SPINNING MILLS LIMITED

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD FROM 1ST JULY 2016 TO 30TH SEPTEMBER 2016

Un-Audited

	JUL'16-SEPT'16 Taka	JUL'15-SEPT'15 Taka
Sales	2,112,189,813	2,156,790,108
Cost of Goods Sold	(1,871,681,673)	(1,930,862,057)
Gross Profit :	**240,508,140**	**225,928,051**
Operating Expenses	(78,045,226)	(53,195,390)
Financial Expenses	(110,503,341)	(118,544,477)
Operating Profit/(Loss) :	**51,959,572**	**54,188,184**
Other Income/(Loss)	5,252,561	30,857,709
Net Operating Profit/(Loss) :	**57,212,133**	**85,045,893**
Provision for Contribution to WPPF	(1,675,568)	(4,112,306)
Profit/(Loss) before Tax :	**55,536,565**	**80,933,587**
Provision for Income Tax :	**(16,277,783)**	**(18,710,834)**
Current Tax	(19,377,927)	(22,147,852)
Deferred Tax	3,100,143	3,437,018
Profit/(Loss) after tax for this period	**39,258,782**	**62,222,753**
Other Comprehensive Income	-	-
Total Comprehensive Income for this period	**39,258,782**	**62,222,753**
(Transferred to the Statement of Changes in Equity)		
Profit attributable to:		
Owners of the company	39,177,947	61,857,954
Non-controlling interest	80,835	364,799
	39,258,782	**62,222,753**
Total comprehensive income attributable to:		
Owners of the company	39,177,947	61,857,954
Non-controlling interest	80,835	364,799
	39,258,782	**62,222,753**
Earnings Per Share (EPS)	**0.20**	**0.32**
Par Value Tk.10		
Number of Shares used to compute EPS	**193,600,000**	**193,600,000**

A.F.M. Zubair	**A. Matin Chowdhury**	**Azizur Rahim Chowdhury**	**B.K. Chaki**	**Syed Saiful Haque**
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

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MALEK SPINNING MILLS LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Un-Audited

FOR THE PERIOD FROM 1ST JULY 2016 TO 30TH SEPTEMBER 2016

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Tax holiday Reserve	Retained Earnings	Non Controlling Interest	Total
Balance as at 1st July 2016	1,936,000,000	1,500,000,000	3,850,028,366	210,883,871	1,244,067,160	55,195,572	8,796,174,969
Total Comprehensive Income					39,177,947	80,835	39,258,782
Transfer of excess depreciation of Revalued Assets			(24,070,559)		24,070,559		-
As at 30th September 2016	**1,936,000,000**	**1,500,000,000**	**3,825,957,806**	**210,883,871**	**1,307,315,667**	**55,276,406**	**8,835,433,750**

FOR THE PERIOD FROM 1ST JULY 2015 TO 30TH SEPTEMBER 2015

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Tax holiday Reserve	Retained Earnings	Non Controlling Interest	Total
Balance as at 1st July 2015	1,936,000,000	1,500,000,000	3,955,129,899	210,883,871	1,077,039,474	53,402,347	8,732,455,591
Net Profit/(Loss) during the year					61,857,954	364,799	62,222,753
Transfer of excess depreciation of Revalued Assets			(26,275,383)		26,275,383		-
Advance Income Tax adjustment (J.M. Fabrics Ltd.)					(19,185,713)		(19,185,713)
As at 30th September 2015	**1,936,000,000**	**1,500,000,000**	**3,928,854,516**	**210,883,871**	**1,145,987,098**	**53,767,146**	**8,775,492,631**

A.F.M. Zubair	A. Matin Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

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MALEK SPINNING MILLS LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE PERIOD FROM 1ST JULY 2016 TO 30TH SEPTEMBER 2016

Un-Audited

	SEPT'16 Taka	SEPT'15 Taka
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover & Bills Receivable	2,391,113,764	2,734,050,552
Other Income/(Loss)	34,800,277	30,857,709
Payment for Raw Materials, Indirect Materials and other expenses	(1,822,166,426)	(2,407,156,355)
Payment for Operating Expenses	(74,908,063)	(50,141,578)
Payment for Financial Expenses	(110,503,341)	(118,544,477)
Payment for Income Tax	(19,569,419)	(14,627,325)
Net Cash provided/(used) by Operating Activities	**398,766,791**	**174,438,526**
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(46,925,176)	(39,174,071)
Acquisition of Capital work in progress	-	(32,518,725)
Net cash provided/(used) in Investing Activities	**(46,925,176)**	**(71,692,796)**
CASH FLOW FROM FINANCING ACTIVITIES :		
Bank Loan Increase/(Decrease)	(326,307,472)	(53,360,144)
Refundable IPO Share Money paid	(12,500)	(37,500)
Dividend Paid	(39,601)	(128,283)
Net cash provided/(used) in Financing Activities	**(326,359,574)**	**(53,525,927)**
Increase/(Decrease) in Cash and Cash Equivalents	**25,482,041**	**49,219,802**
Cash & Cash Equivalents at 1st July 2016	381,744,017	531,613,116
Cash and Cash Equivalents at 30th September 2016	**407,226,058**	**580,832,918**
Net Operating Cash Flow Per Share (NOCFPS)	**2.06**	**0.90**

Par Value Tk.10

A.F.M. Zubair	A. Matin Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

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MALEK SPINNING MILLS LIMITED

Selected explanatory notes on the Un-Audited Consolidated Financial Statements

For the period from 1st July 2016 to 30th September 2016

(1) Accounting Policies & Methods used for preparation & presentation of Financial Statements:

We have followed the similar accounting policies and methods for preparation and presentation of financial statement for the 1st Quarter from 1st July, 2016 to 30th September 2016 compared to the most recent annual Financial Statements for the year ended June 30, 2016.

(2) Seasonability/ Cyclicality of Interim Operation:

Normally there was no significant seasonality/ cyclicality affect although the turnover for the period 1st July 2016 to 30th September 2016 was decreased by 2.07% compared to previous period. The variation in turnover was due to decreased in Sales quantity.

(3) Changes in Non-Current Assets:

During the period from 1st July 2016 to 30th September 2016 a net sum of Tk. 44.99 Million was added to Non-current Assets mainly for addition of Plant & Machinery and other Fixed Assets of subsidiary companies. The WDV has reduced for charging depreciation.

(4) Changes in Current Assets:

Total Current Assets during the period from 1st July 2016 to 30th September 2016 was decreased by Tk.207.10 Million mainly for decrease in Advance, Deposits and prepayment, Accounts Receivable and increase in Inventories amount of Tk. 72.66 million, Cash & Cash equivalent amount in Tk.25.48 Million.

(5) Changes in Shareholder's equity:

Shareholders equity was changed due to change in Retained Earnings due to addition of Net Profit.

(6) Changes in Non-Current Liabilities:

Total Non-current liabilities decreased by Tk.274.05 Million due to repayment of Long Term loan and decreased in deferred tax liability.

(7) Changes in Current Liabilities:

Total Current Liabilities decreased by Tk. 52.33 Million due to decrease of Short Term Loan, Bank Acceptance Liabilities except Loan from Director.

(8) Changes in Operating Income and expenses:

a) Sales Revenue decreased by 2.07% during this Quarter but Cost of Goods Sold decreased by 3.06% resulting increase of GP percentage by 0.91%.

b) Net Profit decreased by 36.66% due to increase in cost of operating expenses and decrease in Other Income.

(9) Disclosure of key management personnel compensation:

As per the paragraph 17 of BAS-24: **Related Party Disclosure**, there was no payment of benefits during this period on Account of:

a) Short-term employee benefits
b) Post-employment benefits
c) Other long-term benefits
d) Termination benefits
e) Share-based payment.

A.F.M. Zubair	A. Matin Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

MALEK SPINNING MILLS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30TH SEPTEMBER 2016
Un-Audited

	SEPT'16 Taka	JUNE'16 Taka
ASSETS :		
Non-Current Assets:	**3,873,362,530**	**3,897,265,320**
Property, Plant and Equipment	2,206,997,530	2,230,900,320
Investment in Subsidiary Company	1,666,365,000	1,666,365,000
Current Assets :	**3,148,096,625**	**2,928,055,935**
Inventories	1,375,228,911	1,354,780,813
Accounts Receivable	1,342,477,232	1,150,551,231
Advances, Deposits and Pre-payments	353,275,139	314,615,968
Cash and Cash Equivalents	77,115,343	108,107,923
TOTAL ASSETS :	**7,021,459,155**	**6,825,321,255**
SHAREHOLDER'S EQUITY AND LIABILITIES :		
Shareholder's Equity :	**5,347,788,113**	**5,327,440,209**
Share Capital	1,936,000,000	1,936,000,000
Share Premium	1,500,000,000	1,500,000,000
Re-valuation Surplus of Fixed Assets	1,484,577,897	1,498,659,595
Retained Earnings	427,210,216	392,780,614
Non-Current Liabilities:	**289,304,070**	**289,587,183**
Long Term Loan	8,169,500	6,779,384
Deferred Tax Liabilities	281,134,570	282,807,800
Current Liabilities :	**1,384,366,972**	**1,208,293,863**
Short Term Loan	42,260,206	89,680,907
Current Portion of Long Term Loan	10,728,000	15,037,848
Bank Acceptance Liabilities	987,683,703	797,360,006
Creditors and Accruals	343,695,063	306,215,102
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :	**7,021,459,155**	**6,825,321,255**
Net Assets Value Per Share (NAV)	**27.62**	**27.52**
Par Value Tk.10		

A.F.M. Zubair	A. Matin Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

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MALEK SPINNING MILLS LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD FROM 1ST JULY 2016 TO 30TH SEPTEMBER 2016

Un-Audited

	JUL'16-SEPT'16 Taka	JUL'15-SEPT'15 Taka
Sales	590,150,858	587,087,301
Cost of Goods Sold	(532,258,507)	(513,824,609)
Gross Profit/(Loss) :	**57,892,351**	**73,262,692**
Operating Expenses	(19,428,332)	(20,257,973)
Financial Expenses	(13,208,014)	(9,143,690)
Operating Profit/(Loss) :	**25,256,005**	**43,861,029**
Other Income/(Loss)	(137,322)	3,474,319
Net Operating Profit/(Loss) :	**25,118,683**	**47,335,348**
Provision for Contribution to WPPF	(1,196,128)	(2,254,064)
Profit/(Loss) before tax :	**23,922,555**	**45,081,284**
Provision for Income tax :	**(3,574,651)**	**(6,347,632)**
Current Tax	(5,247,880)	(8,204,527)
Deferred Tax	1,673,229	1,856,896
Profit/(Loss) after tax for this period	**20,347,904**	**38,733,652**
Other Comprehensive Income	-	-
Total Comprehensive Income for this period (Transferred to the Statement of Changes in Equity)	**20,347,904**	**38,733,652**
Earnings Per Share (EPS)	**0.11**	**0.20**
Par Value Tk.10		
Number of Shares used to compute EPS	**193,600,000**	**193,600,000**

A.F.M. Zubair	A. Malek Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

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MALEK SPINNING MILLS LIMITED

STATEMENT OF CHANGES IN EQUITY

Un-Audited

FOR THE PERIOD FROM 1ST JULY 2016 TO 30TH SEPTEMBER 2016

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1st July 2016	1,936,000,000	1,500,000,000	1,498,659,595	392,780,614	5,327,440,209
Net Profit/(Loss) during this period				20,347,904	20,347,904
Transfer of excess depreciation of Revalued Assets			(14,081,698)	14,081,698	-
As at 30th September 2016	**1,936,000,000**	**1,500,000,000**	**1,484,577,897**	**427,210,216**	**5,347,788,113**

FOR THE PERIOD FROM 1ST JULY 2015 TO 30TH SEPTEMBER 2015

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1st July 2015	1,936,000,000	1,500,000,000	1,559,543,803	392,247,252	5,387,791,055
Net Profit/(Loss) during this period				38,733,652	38,733,652
Transfer of excess depreciation of Revalued Assets			(15,221,052)	15,221,052	-
As at 30th September 2015	**1,936,000,000**	**1,500,000,000**	**1,544,322,751**	**446,201,957**	**5,426,524,708**

A.F.M. Zubair	A. Matin Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

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MALEK SPINNING MILLS LIMITED

STATEMENT OF CASH FLOWS

FOR THE PERIOD FROM 1ST JULY 2016 TO 30TH SEPTEMBER 2016

Un-Audited

	SEPT'16 Taka	SEPT'15 Taka
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover & Accounts Receivable	398,224,857	950,569,372
Payment for Raw Materials, Indirect Materials and other expenses	(300,481,095)	(858,899,799)
Other Income/(Loss)	(137,322)	3,474,319
Payment for Operating Expenses	(18,805,688)	(19,728,703)
Payment for Financial Expenses	(13,208,014)	(9,143,690)
Payment for Income Tax	(3,767,097)	(3,888,007)
Net Cash provided/(used) by Operating Activities	**61,825,641**	**62,383,493**
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(165,480)	(18,885,219)
Net cash used in Investing Activities	**(165,480)**	**(18,885,219)**
CASH FLOW FROM FINANCING ACTIVITIES :		
Bank Loan Increase/(Decrease)	(92,600,639)	(27,168,560)
Refundable IPO Share Money paid	(12,500)	(37,500)
Dividend Paid	(39,601)	(128,283)
Net Cash provided/(used) by Financing Activities	**(92,652,741)**	**(27,334,343)**
Increase/(Decrease) in Cash and Cash Equivalents	**(30,992,580)**	**16,163,930**
Cash & Cash Equivalents at 1st July 2016	108,107,923	205,085,054
Cash and Cash Equivalents at 30th September 2016	**77,115,343**	**221,248,984**
Net Operating Cash Flow Per Share (NOCFPS)	**0.32**	**0.32**
Par Value Tk.10		

A.F.M. Zubair	A. Matin Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary

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