MALEK SPINNING MILLS LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30TH SEPTEMBER 2018

Un-Audited

Particulars	SEPT'18 Taka	JUNE'18 Taka
ASSETS :		
Non-Current Assets :		
Property, Plant and Equipment	8,727,569,893	8,738,466,373
Capital Work-in-Progress	305,671,720	254,521,114
	9,033,241,613	**8,992,987,487**
Current Assets :		
Inventories	3,538,992,208	3,360,677,186
Accounts Receivable	2,406,573,967	2,679,811,299
Advances,Deposits and Pre-payments	799,123,474	776,656,533
Cash and Cash Equivalents	240,627,706	259,091,357
	6,985,317,355	**7,076,236,375**
TOTAL ASSETS :	**16,018,558,968**	**16,069,223,862**
SHAREHOLDER'S EQUITY AND LIABILITIES:		
Equity attributable to owners of the company		
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	3,645,609,655	3,665,792,491
Retained Earnings	1,542,037,498	1,469,605,341
	8,834,531,024	**8,782,281,703**
Non Controlling Interest	**58,677,684**	**58,334,503**
Total Equity :	**8,893,208,708**	**8,840,616,206**
Non Current Liabilities:		
Long Term Loan	1,729,465,687	1,615,784,558
Deferred Tax Liabilities	432,313,440	437,867,786
	2,161,779,127	**2,053,652,344**
Current Liabilities :		
Short Term Loan	1,748,895,072	1,669,646,017
Current Portion of Long Term Loan	570,949,079	634,663,634
Loan from Director	34,000,000	34,000,000
Bank Acceptance Liabilities	1,566,062,762	1,480,226,583
Creditors and Accruals	1,043,664,220	1,356,419,078
	4,963,571,133	**5,174,955,312**
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :	**16,018,558,968**	**16,069,223,862**
Net Assets Value Per Share (NAV)	**45.63**	**45.36**
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

MALEK SPINNING MILLS LIMITED

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD FROM 1ST JULY 2018 TO 30TH SEPTEMBER 2018

Un-Audited

Particulars	JUL'18-SEPT'18 Taka	JUL'17-SEPT'17 Taka
Sales	2,795,729,367	2,539,235,652
Cost of Goods Sold	(2,537,986,191)	(2,336,932,819)
Gross Profit :	**257,743,176**	**202,302,833**
Operating Expenses	(80,154,656)	(69,513,126)
Financial Expenses	(127,457,696)	(112,465,297)
Operating Profit/(Loss) :	**50,130,823**	**20,324,410**
Other Income/(Loss)	13,438,796	9,256,367
Net Operating Profit/(Loss) :	**63,569,619**	**29,580,777**
Contribution to WPPF	(1,718,790)	(1,842,928)
Profit/(Loss) before Tax :	**61,850,830**	**27,737,849**
Provision for Income Tax :	**(9,258,328)**	**(7,113,757)**
Current Tax	(14,812,674)	(10,177,498)
Deferred Tax	5,554,346	3,063,741
Net Profit/(Loss) after tax	**52,592,502**	**20,624,092**
Other Comprehensive Income	-	-
Total Comprehensive Income	**52,592,502**	**20,624,092**
Profit attributable to:		
Owners of the company	52,249,321	20,504,191
Non-controlling interest	343,181	119,901
	52,592,502	**20,624,092**
Total comprehensive income attributable to:		
Owners of the company	52,249,321	20,504,191
Non-controlling interest	343,181	119,901
	52,592,502	**20,624,092**
Earnings Per Share (EPS)	**0.27**	**0.11**
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

MALEK SPINNING MILLS LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Un-Audited

FOR THE PERIOD FROM 1ST JULY 2018 TO 30TH SEPTEMBER 2018

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Tax holiday Reserve	Retained Earnings	Non Controlling Interest	Total
Balance as at 1st July 2018	1,936,000,000	1,500,000,000	3,665,792,491	210,883,871	1,469,605,341	58,334,503	8,840,616,206
Total Comprehensive Income					52,249,321	343,181	52,592,502
Transfer of excess depreciation of Revalued Assets			(20,182,836)		20,182,836		-
Declared Cash Dividend for 2016-2017 financial year					-		-
As at 30th September 2018	**1,936,000,000**	**1,500,000,000**	**3,645,609,655**	**210,883,871**	**1,542,037,498**	**58,677,684**	**8,893,208,708**

FOR THE PERIOD FROM 1ST JULY 2017 TO 30TH SEPTEMBER 2017

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Tax holiday Reserve	Retained Earnings	Non Controlling Interest	Total
Balance as at 1st July 2017	1,936,000,000	1,500,000,000	3,753,746,128	210,883,871	1,349,164,984	56,805,843	8,806,600,826
Total Comprehensive Income					20,504,191	119,901	20,624,092
Transfer of excess depreciation of Revalued Assets			(22,061,033)		22,061,033		-
As at 30th September 2017	**1,936,000,000**	**1,500,000,000**	**3,731,685,095**	**210,883,871**	**1,391,730,208**	**56,925,744**	**8,827,224,918**

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

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE PERIOD FROM 1ST JULY 2018 TO 30TH SEPTEMBER 2018

Un-Audited

PARTICULARS	SEPT'18 Taka	SEPT'17 Taka
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover & Bills Receivable	3,068,966,698	2,601,136,549
Other Income	13,272,281	9,729,879
Payment for Raw Materials, Indirect Materials and other expenses	(2,851,055,830)	(2,179,148,988)
Foreign currency exchange Gain/(Loss)	30,645	(473,512)
Payment to Employee against contribution to WPPF	(8,304,741)	-
Payment for Operating Expenses	(77,343,495)	(66,005,572)
Payment for Financial Expenses	(127,457,696)	(112,465,297)
Payment for Income Tax	(24,459,192)	(21,380,070)
Net Cash provided/(used) by Operating Activities	**(6,351,331)**	**231,392,989**
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(90,234,448)	(121,335,368)
Acquisition of Capital work in progress	(51,150,606)	(127,903,223)
Disposal of Fixed Assets	-	47,457
Net cash provided/(used) in Investing Activities	**(141,385,054)**	**(249,191,134)**
CASH FLOW FROM FINANCING ACTIVITIES :		
Bank Loan Increase/(Decrease)	129,215,630	341,700
Refundable IPO Share Money paid	(20,700)	-
Dividend Paid	(58,066)	(54,987)
Net cash provided/(used) in Financing Activities	**129,136,864**	**286,713**
Increase/(Decrease) in Cash and Cash Equivalents	**(18,599,521)**	**(17,511,431)**
Opening Cash & Cash Equivalents	259,091,357	461,094,357
Foreign Currency translation Gain	135,870	-
Closing Cash and Cash Equivalents	**240,627,706**	**443,582,925**
Net Operating Cash Flow Per Share (NOCFPS)	**(0.03)**	**1.20**
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 2018 to 30th September 2018

(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 period ended from 1st July, 2018 to 30th September 2018 compared to the most recent annual Financial Statements for the year ended June 30, 2018.

Specific accounting policies were selected and applied by the company's management for significant transactions and events that have a material effect within the framework of BAS-1 "Preparation of Financial Statement" in preparation and presentation financial statements. The previous year's figures were presented according to the same accounting principles.

(2) Seasonability/ Cyclicality of Interim Operation:
Normally there was no significant seasonality/ cyclicality affect although the turnover for the period 1st July 2018 to 30th September 2018. Turnover was increased by 10.10% compared to previous same period. The variation in turnover was due to increase in Sales quantity.

(3) Changes in Non-Current Assets:
During the period from 1st July 2018 to 30th September 2018 a net sum of Tk. 40.25 Million was added to Non-current Assets mainly for addition of 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 2018 to 30th September 2018 was decreased by Tk.90.92 Million mainly for increase in Inventory, Advance, Deposits & prepayment and decreased in Accounts Receivable and Cash & Cash equivalent.

(5) Changes in Shareholder's equity:
Shareholder's 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 increased by Tk.108.13 Million due to repayment of Long Term loan, addition new loan and decreased in deferred tax liability.

(7) Changes in Current Liabilities:
Total Current Liabilities decreased by Tk. 211.38 Million due to increase in Short Term Loan, Bank Acceptance Liabilities, decreased in Creditors & Accruals and Current Portion of Long Term Loan.

(8) Changes in Operating Income and expenses:
a) Sales Revenue increased by 10.10% during this period ended compared to the previous same period but Cost of Goods Sold increased by 8.60% resulting increased of GP percentage on Sales by 1.25%.

b) Net Profit percentage on Sales increased by 1.07% due to mainly decrease in Cost of Goods Sold although operating expenses and financial expenses is increased and other income is increased.

(9) EPS Deviation Clarification:
Net Profit is increased which was resulted increase in EPS.

(10) Changing in Net Operating Cash Flow per Share:
Due to following reasons NOCPS is decreased:
a) Though Collection against Accounts Receivable is increased but Payment against Raw Materials and Other Expenses is increased more than collection.

b) Payment of WPPF, Operating expenses and Financial expenses in increased although Other Income in increased.

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MALEK SPINNING MILLS LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 30TH SEPTEMBER 2018

Un-Audited

Particulars	SEPT'18 Taka	JUNE'18 Taka
ASSETS :		
Non-Current Assets:		
Property, Plant and Equipment	2,171,599,545	2,195,113,460
Capital Work-in-Progress	19,940,818	18,827,350
Investment in Subsidiary Company	1,666,365,000	1,666,365,000
	3,857,905,363	**3,880,305,810**
Current Assets :		
Inventories	1,284,277,121	985,777,919
Accounts Receivable	1,079,279,618	1,177,499,313
Advances, Deposits and Pre-payments	344,484,130	322,403,215
Cash and Cash Equivalents	62,235,633	98,626,062
	2,770,276,502	**2,584,306,509**
TOTAL ASSETS :	**6,628,181,865**	**6,464,612,319**
SHAREHOLDER'S EQUITY AND LIABILITIES :		
Shareholder's Equity :		
Share Capital	1,936,000,000.00	1,936,000,000
Share Premium	1,500,000,000.00	1,500,000,000
Re-valuation Surplus	1,378,152,773	1,390,212,220
Retained Earnings	388,441,520	350,842,389
	5,202,594,293	**5,177,054,609**
Non-Current Liabilities:		
Long Term Loan	140,653,108	130,555,973
Deferred Tax Liabilities	272,145,129	273,550,703
	412,798,237	**404,106,676**
Current Liabilities :		
Short Term Loan	96,584,497	121,597,415
Current Portion of Long Term Loan	10,257,563	15,948,501
Bank Acceptance Liabilities	512,612,400	330,190,711
Creditors and Accruals	393,334,876	415,714,407
	1,012,789,335	**883,451,034**
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :	**6,628,181,865**	**6,464,612,319**
Net Assets Value Per Share (NAV)	**26.87**	**26.74**

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 2018 TO 30TH SEPTEMBER 2018

Un-Audited

Particulars	JUL'18-SEPT'18 Taka	JUL'17-SEPT'17 Taka
Sales	685,402,821	717,882,129
Cost of Goods Sold	(612,848,333)	(642,435,130)
Gross Profit/(Loss) :	**72,554,488**	**75,446,999**
Operating Expenses	(27,609,188)	(27,096,887)
Financial Expenses	(13,551,433)	(23,197,218)
Operating Profit/(Loss) :	**31,393,866**	**25,152,894**
Other Income/(Loss)	130,900	(100,953)
Net Operating Profit/(Loss) :	**31,524,766**	**25,051,941**
Contribution to WPPF	(1,501,179)	(1,192,950)
Profit/(Loss) before tax :	**30,023,587**	**23,858,991**
Provision for Income tax :	**(4,483,903)**	**(3,593,992)**
Current Tax	(5,889,477)	(5,368,505)
Deferred Tax	1,405,574	1,774,514
Net Profit/(Loss) after tax	**25,539,684**	**20,265,000**
Other Comprehensive Income	-	-
Total Comprehensive Income	**25,539,684**	**20,265,000**
Earnings Per Share (EPS)	**0.13**	**0.10**
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
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MALEK SPINNING MILLS LIMITED

STATEMENT OF CHANGES IN EQUITY

Un-Audited

FOR THE PERIOD FROM 1ST JULY 2018 TO 30TH SEPTEMBER 2018

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1st July 2018	1,936,000,000	1,500,000,000	1,390,212,220	350,842,389	5,177,054,609
Net Profit/(Loss) during the year				25,539,684	25,539,684
Transfer of excess depreciation of Revalued Assets			(12,059,448)	12,059,448	-
Declared Cash Dividend for 2016-2017 financial year				-	-
As at 30th September 2018	**1,936,000,000**	**1,500,000,000**	**1,378,152,772**	**388,441,520**	**5,202,594,293**

FOR THE PERIOD FROM 1ST JULY 2017 TO 30TH SEPTEMBER 2017

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1st July 2017	1,936,000,000	1,500,000,000	1,442,332,804	373,193,246	5,251,526,050
Net Profit/(Loss) during the year				20,265,000	20,265,000
Transfer of excess depreciation of Revalued Assets			(13,030,146)	13,030,146	-
As at 30th September 2017	**1,936,000,000**	**1,500,000,000**	**1,429,302,659**	**406,488,391**	**5,271,791,050**

A.F.M. Zubair	A. Matin Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
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MALEK SPINNING MILLS LIMITED

STATEMENT OF CASH FLOWS

FOR THE PERIOD FROM 1ST JULY 2018 TO 30TH SEPTEMBER 2018

Un-Audited

PARTICULARS	SEPT'18 Taka	SEPT'17 Taka
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover & Accounts Receivable	783,622,516	672,319,714
Payment for Raw Materials, Indirect Materials and other expenses	(746,472,506)	(595,478,901)
Foreign currency exchange Gain/(Loss)	10,600	(100,953)
Payment to Employee against contribution to WPPF	(5,656,431)	-
Payment for Operating Expenses	(27,072,823)	(26,511,633)
Payment for Financial Expenses	(13,551,433)	(23,197,218)
Payment for Income Tax	(5,489,240)	(5,839,964)
Net Cash provided/(used) by Operating Activities	**(14,609,318)**	**21,191,045**
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(102,457)	(222,180)
Acquisition of Capital work in progress	(1,113,468)	(63,323,936)
Net cash used in Investing Activities	**(1,215,925)**	**(63,546,116)**
CASH FLOW FROM FINANCING ACTIVITIES :		
Bank Loan Increase/(Decrease)	(20,606,721)	28,012,209
Refundable IPO Share Money paid	(20,700)	-
Dividend Paid	(58,066)	(54,987)
Net Cash provided/(used) by Financing Activities	**(20,685,487)**	**27,957,222**
Increase/(Decrease) in Cash and Cash Equivalents	**(36,510,729)**	**(14,397,849)**
Opening Cash & Cash Equivalents	98,626,062	85,655,023
Foreign Currency translation Gain	120,300	-
Closing Cash and Cash Equivalents	**62,235,633**	**71,257,174**
Net Operating Cash Flow Per Share (NOCFPS)	**(0.08)**	**0.11**
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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