Matin Spinning Mills Limited

Statement of Financial Position (Unaudited)
as at 30 September 2017

	Amounts in Taka	
	At 30 September 2017	At 30 June 2017
Assets		
Non - current assets		
Property, plant and equipment	4,279,034,615	4,352,495,521
Investment	44,703,234	35,414,179
Capital work-in-process	28,706,801	13,739,692
	73,410,035	49,153,871
Total non - current assets	4,352,444,650	4,401,649,391
Current assets		
Cash and bank balances	152,442,637	346,387,853
Accounts receivable	766,307,012	749,144,849
Inventories	1,065,778,240	1,038,590,041
Materials in transit	280,646,928	376,447,551
Advance,deposits and prepayments	184,647,357	164,507,885
Total current assets	2,449,822,173	2,675,078,179
Total assets	**6,802,266,823**	**7,076,727,571**
Equity and liabilities		
Share capital	974,900,000	974,900,000
Share premium	920,700,000	920,700,000
Retained earnings	1,264,752,907	1,212,036,507
Revaluation reserve	985,938,470	985,715,950
Total equity	4,146,291,376	4,093,352,457
Non-current liabilities		
Long term bank loan	477,200,719	543,516,885
Deferred tax liability	183,213,283	177,470,888
Total non-current liabilities	660,414,002	720,987,774
Current liabilities		
Accounts payable	140,627,696	120,497,736
Share application money	4,582,760	4,582,760
Short term bank loan	1,476,795,755	1,775,310,925
Current portion of long term loan	235,432,382	231,867,632
Provision & accruals	138,122,851	130,128,287
Total current liabilities	1,995,561,445	2,262,387,340
Total equity and liabilities	**6,802,266,823**	**7,076,727,571**
NAV Per Share (With Revaluation reserves)	**42.53**	**41.99**

Chairman

Managing Director

Director

Chief Financial Officer

Company Secretary

Matin Spinning Mills Limited
Statement of Profit or Loss (Unaudited)
for the 1st quarter ended 30 September 2017

	Amounts in Taka	
	30 September 2017	30 September 2016
Revenue	911,624,288	570,793,014
Cost of goods sold	(800,446,494)	(487,406,889)
Gross profit	**111,177,793**	**83,386,125**
Other income	23,457,007	22,161,688
	134,634,801	**105,547,812**
Administrative expenses	(43,579,582)	(40,645,853)
Distribution expenses	(1,327,786)	(480,330)
Net profit before finance cost	**89,727,432**	**64,421,630**
Finance cost	(23,051,555)	(8,729,469)
Net profit before workers' profit participation funds & tax	**66,675,878**	**55,692,160**
Contribution to workers' profit participation funds	(3,175,042)	(2,652,008)
Net profit before taxation	**63,500,836**	**53,040,153**
Income tax	(4,819,523)	(5,718,303)
Deferred tax	(5,964,914)	(4,049,073)
Net profit after tax	**52,716,399**	**43,272,777**
Earnings Per Share (EPS)	**0.54**	**0.44**

Chairman | Managing Director | Director

Chief Financial Officer | Company Secretary

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Matin Spinning Mills Limited

Statement of Comprehensive Income (Unaudited)
for the 1st quarter ended 30 September 2017

	Amounts in Taka	
	30 September 2017	30 September 2016
Net profit after tax for the period	52,716,399	43,272,777
Deferred tax on other comprehensive income	222,520	234,701
Foreign currency translation gain/(Loss)	-	18,171
Total comprehensive income for the period	52,938,919	43,525,649

Chairman | Managing Director | Director

Chief Financial Officer | Company Secretary

AMARSTOCK

Matin Spinning Mills Limited

Statement of Changes in Equity (Unaudited)
for the 1st quarter ended 30 September 2017

Amounts in Taka

	Share capital	Share Premium	Tax holiday reserves	Retained earnings	Revaluation reserves	Total
First Quarter ended 30 september 2017						
Balance at 01 July 2016	974,900,000	920,700,000	-	1,212,036,507	985,715,950	4,093,352,457
Net profit for the year	-	-	-	52,716,399	-	52,716,399
Dividend Paid	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	222,520	222,520
Balance at 30 September 2017	**974,900,000**	**920,700,000**	**-**	**1,264,752,907**	**985,938,470**	**4,146,291,376**
First Quarter ended 30 september 2016						
Balance at 01 July 2015	974,900,000	920,700,000	-	1,174,930,279	989,296,816	4,059,827,094
Net profit for the year	-	-	-	43,272,777	-	43,272,777
Other comprehensive income	-	-	-	18,171	234,701	252,872
Balance at 30 September 2016	**974,900,000**	**920,700,000**	**-**	**1,218,221,226**	**989,531,517**	**4,103,352,743**

Chairman **Managing Director** **Director**

Chief Financial Officer **Company Secretary**

AMARSTOCK

Matin Spinning Mills Limited

Statement of Cash Flows (Unaudited)
for the 1st quarter ended 30 September 2017

	Amounts in Taka	
	30 September 2017	30 September 2016
A. Cash flows from operating activities		
Collection from customers	895,582,113	223,015,759
Other Income	12,162,274	7,876,655
Cash generated from operations	**907,744,387**	**230,892,414**
Cash paid to employees	(71,098,880)	(51,258,546)
Cash paid to suppliers	(918,156,336)	(380,247,420)
Interest paid on loans	(23,051,555)	(8,729,469)
Net cash flows from operating activities	**(104,562,384)**	**(209,343,022)**
B. Cash flow from investing activities		
Acquisition of property, plant and equipment	-	(3,186,133)
Capital work-in-process	(14,967,109)	(234,964,430)
Investment in marketable securities	(9,289,055)	-
Dividend Income	829,000	463,200
Interest on FDR and Bank Accounts	-	12,335,569
Net cash used in investing activities	**(23,427,164)**	**(225,351,792)**
C. Cash flows from financing activities		
Long term loan received	-	(79,808,961)
Long term loan (repaid)	(62,751,416)	
Short term loan received from bank	36,612,451	94,249,943
Short term loan repaid to bank	(39,816,703)	
Dividend Paid	-	(14,875)
Net cash from/(used in) financing activities	**(65,955,668)**	**14,426,106**
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)	(193,945,216)	(420,268,708)
E. Opening cash and cash equivalents	346,387,853	906,210,836
F. **Closing cash and cash equivalents (D+E)**	**152,442,637**	**485,942,128**
Net Operating Cash Flow Per Share	**(1.07)**	**(2.15)**

Chairman | Managing Director | Director

Chief Financial Officer | Company Secretary

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Matin Spinning Mills Limited
Selected explanatory notes on the Un-Audited Financial Statements
For the period from 1st July,2017 to 30th September,2017

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 statements for the period from 1st July,2017 to 30th September,2017 compared to the most recent annual Financial Statements for the year ended June 30, 2017.

2) **Seasonality/Cyclicality of Interim Operation:**
Normally there was no significant seasonality/cyclicality effect. However, turnover for the period from 1st July,2017 to 30th September,2017 increased by 59.71% compared to same period of last year. The variation in turnover is due to increase in sales quantity arising out of operation of Mélange unit and operation of Synthetic unit.

3) **Changes in Non-Current Assets:**
Total Non-Current Assets during the period from 1st July,2017 to 30th September,2017 decreased by Tk.49.20 Million mainly due to effect depreciation on fixed assets.

4) **Changes in Current Assets:**
Total current Assets during the period from 1st July,2017 to 30th September,2017 decreased by Tk. 225.26 Million covering the following:

Particulars	**BDT in Million**
Cash & Cash equivalent	(193.95)
Accounts Receivables	17.16
Inventories	27.19
Materials in transit	(95.80)
Advance Deposits and Prepayments	20.14
Total	(225.26)

5) **Changes in Shareholder's equity:**
Shareholders' equity changed due to addition of after tax profit for the period 1st July,2017 to 30th September,2017.

6) **Changes in Non-Current Liabilities:**
Total Non-Current Liabilities decreased by Tk.60.57 Million due to repayment of Long Term loan and increase in deferred tax liability.

7) **Changes in Current Liabilities:**

Total Current Liabilities decreased by Tk. 266.83 Million covering the following:

Particulars	BDT in Million
Accounts payable	20.13
Share Application Money	-
Short term bank loan	(298.52)
Current portion of long term loan	3.56
Provision & accruals	7.99
Total	(266.83)

8) **Changes in Operating Income :**

Sales Revenue increased by 59.71% compared to same period of last year. The variation in turnover is due to increase in sales quantity arising out of operation of Mélange unit and Synthetic unit.

9) **Increase of Cost of Goods Sold:**

Cost of goods sold increased by 2.41 % compared to same period of last year mainly due to the following reasons:

i) Increase in utility cost.
ii) Increase in depreciation.
iii) Increase in Salary & allowances

10) **Changes in Gross Profit:**

GP decreased by 2.41% due to increase in Salary & allowances, depreciation, Fuel and lubricants-Generator, Gas and electricity expenses.

11) **Changes in Net Profit:**

Net Profit increased mainly due to the following:

i) Increase in sales volume.
ii) Increase in production of Mélange unit and Synthetic unit.

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12) Significant deviation in EPS:

Earnings per Share increased mainly due to the following:

i) Increased in sales volume.
ii) Increase production in of Mélange unit and Synthetic unit.

13) Deviation in Net Operating Cash Flows:

Net operating cash flows decreased to (1.07) from (2.15) compared to the same period of last year mainly because of increase in collection from customers.

14) 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) Postemployment benefits
c) Other long-term benefits
d) Termination benefits
e) Share-based payment.

Chairman | Managing Director | Director | Chief Financial Officer | Company Secretary