Matin Spinning Mills Limited

Statement of Financial Position (Unaudited)

as at 31 March 2018

	Amounts in Taka	
	At 31 March 2018	At 30 June 2017
Assets		
Non - current assets		
Property, plant and equipment	4,124,717,323	4,352,495,521
Investment	36,932,581	35,414,179
Capital work-in-process	41,502,119	13,739,692
	78,434,700	49,153,871
Total non - current assets	4,203,152,023	4,401,649,391
Current assets		
Cash and bank balances	159,163,290	346,387,853
Accounts receivable	923,268,955	749,144,849
Inventories	691,649,873	1,038,590,041
Materials in transit	454,303,019	376,447,551
Advance,deposits and prepayments	206,796,962	164,507,885
Total current assets	2,435,182,099	2,675,078,179
Total assets	**6,638,334,122**	**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	1,299,459,681	1,212,036,507
Revaluation reserve	986,328,039	985,715,950
Total equity	4,181,387,720	4,093,352,457
Non-current liabilities		
Long term bank loan	404,941,995	543,516,885
Deferred tax liability	195,144,423	177,470,888
Total non-current liabilities	600,086,419	720,987,774
Current liabilities		
Accounts payable	188,059,624	120,497,736
Share application money	4,553,160	4,582,760
Short term bank loan	1,316,326,363	1,775,310,925
Current portion of long term loan	188,294,304	231,867,632
Provision & accruals	159,626,532	130,128,287
Total current liabilities	1,856,859,983	2,262,387,340
Total equity and liabilities	**6,638,334,122**	**7,076,727,571**
NAV Per Share (With Revaluation reserves)	**42.89**	**41.99**

Chairman | Managing Director | Director

Chief Financial Officer | Company Secretary

Matin Spinning Mills Limited
Statement of Profit or Loss (Unaudited)
for the 3rd quarter ended 31 March 2018

Amounts in Taka

	July 2017 to March 2018	July 2016 to March 2017	January 2018 to March 2018	January 2017 to March 2017
Revenue	3,039,628,533	2,114,581,676	1,077,338,459	854,626,665
Cost of goods sold	(2,610,123,995)	(1,838,231,238)	(906,070,153)	(755,733,840)
Gross profit	**429,504,537**	**276,350,438**	**171,268,307**	**98,892,826**
Other income	59,777,114	76,849,907	8,815,640	33,509,294
	489,281,652	**353,200,344**	**180,083,947**	**132,402,120**
Administrative expenses	(129,653,753)	(122,141,233)	(42,479,634)	(37,867,598)
Distribution expenses	(4,411,486)	(1,529,015)	(1,133,435)	(576,385)
Net profit before finance cost	**355,216,412**	**229,530,096**	**136,470,878**	**93,958,137**
Finance cost	(57,729,404)	(33,965,278)	(18,210,375)	(14,620,010)
Net profit before workers' profit participation funds & tax	**297,487,008**	**195,564,818**	**118,260,503**	**79,338,127**
Contribution to workers' profit	(14,166,048)	(9,312,610)	(5,631,453)	(3,778,006)
Net profit before taxation	**283,320,961**	**186,252,208**	**112,629,051**	**75,560,121**
Income tax	(31,377,163)	(21,123,553)	(13,194,442)	(15,709,203)
Deferred tax	(18,285,624)	(12,619,221)	(6,333,015)	2,946,358
Net profit after tax	**233,658,174**	**152,509,435**	**93,101,594**	**62,797,278**
Earnings Per Share (EPS)	**2.40**	**1.56**	**0.95**	**0.64**

Chairman | Managing Director | Director

Chief Financial Officer | Company Secretary

Matin Spinning Mills Limited

Statement of Other Comprehensive Income (Unaudited)

for the 3rd quarter ended 31 March 2018

	Amounts in Taka	
	31 March 2018	31 March 2017
Net profit after tax for the period	233,658,174	152,509,435
Deferred tax on other comprehensive income	612,089	704,103
Foreign currency translation gain/(Loss)	-	(1,364,410)
Total comprehensive income for the period	**234,270,263**	**151,849,128**

Chairman | Managing Director | Director

Chief Financial Officer | Company Secretary

Matin Spinning Mills Limited

Statement of Changes in Equity (Unaudited)
for the 3rd quarter ended 31 March 2018

Amounts in Taka

	Share capital	Share Premium	Tax holiday reserves	Retained earnings	Revaluation reserves	Total
Period ended 31 March 2018						
Balance at 01 July 2017	974,900,000	920,700,000	-	1,212,036,507	985,715,950	4,093,352,457
Net profit for the year	-	-	-	233,658,174	-	233,658,174
Dividend Paid	-	-	-	(146,235,000)	-	(146,235,000)
Other comprehensive income	-	-	-	-	612,089	612,089
Balance at 31 March 2018	**974,900,000**	**920,700,000**	**-**	**1,299,459,681**	**986,328,039**	**4,181,387,720**
Period ended 31 March 2017						
Balance at 01 July 2016	974,900,000	920,700,000	-	1,174,930,279	989,296,816	4,059,827,094
Net profit for the year	-	-	-	152,509,435	-	152,509,435
Dividend Paid	-	-	-	(224,227,000)	-	(224,227,000)
Other comprehensive income	-	-	-	(1,364,410)	704,103	(660,306)
Balance at 31 March 2017	**974,900,000**	**920,700,000**	**-**	**1,101,848,304**	**990,000,919**	**3,987,449,224**

Chairman | Managing Director | Director

Chief Financial Officer | Company Secretary

Matin Spinning Mills Limited

Statement of Cash Flows (Unaudited)

for the 3rd quarter ended 31 March 2018

	Amounts in Taka	
	31 March 2018	**31 March 2017**
A. Cash flows from operating activities		
Collection from customers	2,866,808,202	1,557,106,824
Other Income	57,329,562	44,903,876
Cash generated from operations	**2,924,137,764**	**1,602,010,700**
Cash paid to employees	(206,254,063)	(157,265,678)
Cash paid to suppliers	(1,996,910,693)	(1,297,528,391)
Interest paid on loans	(72,179,830)	(33,965,278)
Income tax paid	-	(11,500,000)
Payment made to workers' profit participation funds	(16,044,966)	(18,720,901)
Net cash flows from operating activities	**632,748,211**	**83,030,452**
B. Cash flow from investing activities		
Acquisition of property, plant and equipment	(7,223,962)	(317,434,371)
Capital work-in-process	(27,762,427)	(133,114,812)
Dividend Income	1,579,000	463,200
Interest on FDR and Bank Accounts	552,616	31,337,246
Net cash used in investing activities	**(32,854,773)**	**(418,748,737)**
C. Cash flows from financing activities		
Long term loan received	-	(45,944,584)
Long term loan (repaid)	(182,148,218)	-
Short term loan received from bank	2,105,844,005	(29,811,794)
Short term loan repaid to bank	(2,564,828,566)	-
Dividend Paid	(145,955,621)	(223,644,953)
Share application money refunded	(29,600)	-
Net cash from/(used in) financing activities	**(787,118,001)**	**(299,401,331)**
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)	(187,224,563)	(635,119,616)
E. Opening cash and cash equivalents	346,387,853	906,210,836
F. Closing cash and cash equivalents (D+E)	**159,163,290**	**271,091,220**
Net Operating Cash Flow Per Share	**6.49**	**0.85**

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

Chief Financial Officer **Company Secretary**

Matin Spinning Mills Limited
Selected explanatory notes on the Un-Audited Financial Statements
For the period from July 01, 2017 to March 31, 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 statements for the period from July 01, 2017 to March 31, 2018 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 July 01, 2017 to March 31, 2018 increased by 43.75% compared to same period of last year. The variation in turnover is due to increase in sales quantity and price arising out of full operation of Mélange unit and Synthetic unit.

3) **Changes in Non-Current Assets:**
Total non-current assets during the period from July 01, 2017 to March 31, 2018 decreased by Tk.198.50 million mainly due to the effect of depreciation on fixed assets.

4) **Changes in Current Assets:**
Total current assets during the period from July 01, 2017 to March 31, 2018 decreased by Tk. 239.90 million covering the following:

Particulars	BDT in Million
Cash & Cash Equivalent	(187.22)
Accounts Receivables	174.12
Inventories	(346.94)
Materials in transit	77.86
Advance Deposits and Prepayments	42.29
Total	**(239.90)**

5) **Changes in Shareholders' equity:**
Shareholders' equity changed due to addition of after tax profit for the period July 01, 2017 to March 31, 2018.

6) **Changes in Non-Current Liabilities:**
Total non-current liabilities decreased by Tk.120.90 million mainly due to repayment of Long Term loan.

7) **Changes in Current Liabilities:**
Total current liabilities decreased by Tk. 405.53 million covering the following:

Particulars	BDT in Million
Accounts payable	67.56
Share Application Money	(0.03)
Short term bank loan	(458.98)
Current portion of long term loan	(43.57)
Provision & accruals	29.50
Total	**(405.53)**

8) **Changes in Operating Income:**
Sales Revenue increased by 43.75% 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 41.99% compared to same period of last year is mainly due to the impact of incremental sales revenue.

10) **Changes in Gross Profit ratio:**
GP % increased mainly due to increase in Sales Price.

11) **Changes in Net Profit:**
Net Profit increased mainly due to the following:
a) Increase in sales volume,
b) Increase in average sales price per unit,
c) Full-fledge operation of Mélange and Synthetic unit.

12) **Significant deviation in EPS:**
Earnings per Share increased mainly due to the following:
a) Increased in sales volume,
b) Increase in average sales price per unit,
c) Full-fledge operation of Mélange and Synthetic unit.

13) **Deviation in Net Operating Cash Flows:**
Net operating cash flows per share increased to 6.49 compared to the same period of last year Tk. -0.85 is 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) Post-employment benefits
c) Other long-term benefits
d) Termination benefits
e) Share-based payment.

Chairman	Managing Director	Director	Chief Financial Officer	Company Secretary