Mozaffar Hossain Spinning Mills Limited

Statement of Financial Position (Un-Audited)

As at December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	30.06.2016
ASSETS			
NON-CURRENT ASSETS		**735,255,426**	**739,205,845**
Property, Plant and Equipment's	**5.00**	667,127,980	671,078,399
Capital Work-In-Progress	**6.00**	68,127,446	68,127,446
INVESTMENT		**4,981,778**	**4,981,778**
Investment	**7.00**	4,981,778	4,981,778
CURRENT ASSETS		**1,144,584,157**	**1,006,291,727**
Inventories	**8.00**	317,848,707	312,681,632
Accounts Receivable	**9.00**	584,041,883	525,093,162
Advances, Deposits & Pre-Payments	**10.00**	174,260,929	147,272,203
Cash and Cash Equivalents	**11.00**	68,432,638	21,244,730
TOTAL ASSETS		**1,884,821,361**	**1,750,479,350**
SHAREHOLDERS' EQUITY & LIABILITIES			
SHAREHOLDERS' EQUITY		**1,575,545,977**	**1,465,913,819**
Share Capital	**12.00**	898,078,125	898,078,125
Revaluation Reserve	**13.00**	127,708,347	127,708,347
Tax Holiday Reserve	**14.00**	72,845,417	72,845,417
Retained Earnings	**15.00**	476,914,088	367,281,930
LONG TERM LIABILITIES		**51,281,324**	**39,622,307**
Long Term Loan Net off Current Maturity	**16.00**	35,645,620	22,969,134
Deferred Tax Liability	**17.00**	15,635,704	16,653,173
CURRENT LIABILITIES		**257,994,060**	**244,943,224**
Accounts Payable	**18.00**	18,623,871	18,550,199
Current Portion of Long Term Loan	**19.00**	7,451,125	12,384,334
Refundable Fund of IPO Subscribers	**20.00**	7,775,000	7,800,000
Short Term Bank Loan	**21.00**	60,500,000	77,028,648
Provision for Tax	**22.00**	104,919,673	86,541,883
Accrued Expenses	**23.00**	58,724,391	42,638,160
TOTAL EQUITY & LIABILITIES		**1,884,821,361**	**1,750,479,350**
Net Asset Value Per Share (NAVPS)		**17.54**	**16.32**

The accompanying notes 1 to 32 form an integral part of these Financial Statements.

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

Signed as per annexed report of same date.

Place: Dhaka
25th January, 2017

Mozaffar Hossain Spinning Mills Limited

Statement of Profit or Loss & Other Comprehensive Income (Un-Audited)

For the six month period ended December 31, 2016

Particulars	Notes	Amount in Taka		Amount in Taka	
		01.07.2016 To 31.12.2016	01.07.2015 To 31.12.2015	01.10.2016 To 31.12.2016	01.10.2015 To 31.12.2015
Turnover	**24.00**	641,912,191	730,703,250	389,092,508	324,732,779
Less: Cost of goods sold	**25.00**	480,632,908	548,248,258	291,350,499	245,560,992
Gross Profit		**161,279,283**	**182,454,992**	**97,742,009**	**79,171,787**
Other Income	**26.00**	114,498	3,322,352	114,498	3,318,969
Operating Expenses:		**6,481,374**	**6,159,008**	**3,071,639**	**3,291,585**
Administrative Expenses	**27.00**	6,111,174	4,800,275	2,935,039	2,700,591
Marketing and Distribution Expenses	**28.00**	370,200	1,358,733	136,600	590,994
Profit from Operation		**154,912,407**	**179,618,336**	**94,784,868**	**79,199,171**
Less: Financial expenses	**29.00**	25,919,928	21,337,947	8,529,784	10,228,356
Profit Before WPPF		**128,992,479**	**158,280,389**	**86,255,084**	**68,970,815**
Less: Workers profit participation fund 5%		-	7,537,161	-	3,284,325
Profit before Tax after WPPF		**128,992,479**	**150,743,228**	**86,255,084**	**65,686,490**
Income tax expenses:		**19,360,321**	**22,449,538**	**12,949,712**	**9,690,689**
Current tax		20,377,790	23,165,470	13,321,337	9,902,169
Deferred Tax Expenses/(Income)		(1,017,468)	(715,932)	(371,624)	(211,480)
Net Profit after Tax Transferred to Equity		**109,632,158**	**128,293,690**	**73,305,372**	**55,995,801**
Total Comprehensive Income		**109,632,158**	**128,293,690**	**73,305,372**	**55,995,801**
Earning Per Share for the Period	**30.00**	**1.22**	**1.43**	**0.82**	**0.62**
Earning Per Share for the Period (Re-stated)	**30.00**	**1.22**	**1.43**	**0.82**	**0.62**

The accompanying notes 1 to 32 form an integral part of these Financial Statements.

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

Signed as per annexed report of same date.

Place: Dhaka
25th January, 2017

Mozaffar Hossain Spinning Mills Limited

Statement of Changes in Equity
For the six month period ended December 31, 2016

Amount in Taka

Particulars	Share Capital	Tax holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2016	898,078,125	72,845,417	127,708,347	367,281,930	1,465,913,819
Net Profit / (Loss) for the period	-	-	-	109,632,158	109,632,158
Balance as on 31.12.2016	**898,078,125**	**72,845,417**	**127,708,347**	**476,914,088**	**1,575,545,977**

Statement of Changes in Equity
For the six month period ended December 31, 2015

Particulars	Share Capital	Tax holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2015	780,937,500	72,845,417	130,314,640	330,628,305	1,314,725,862
Net Profit / (Loss) for the period	-	-	-	128,293,690	128,293,690
Bonus Paid 15% Stock	117,140,625	-	-	(117,140,625)	-
Balance as on 31.12.2015	**898,078,125**	**72,845,417**	**130,314,640**	**341,781,370**	**1,443,019,552**

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

Signed as per annexed report of same date.

Place: Dhaka
25th January, 2017

Mozaffar Hossain Spinning Mills Limited

Statement of Cash Flows (Un-Audited)

For the six month period ended December 31, 2016

Particulars	Notes	Amount in Taka	
		31.12.2016	31.12.2015
A. Cash flows from operating activities :			
Collection from Turnover and other Income		583,077,968	638,649,265
Payment of tax		(3,306,646)	(1,756,464)
Payment to suppliers, employees & Others		(474,950,498)	(554,405,538)
Net cash flows from/(used) in operating activities		**104,820,824**	**82,487,263**
B. Cash flow from investing activities:			
Acquisition of Property, Plant & Equipment		(20,931,418)	(22,985,690)
Net cash flows from/ (used) in Investing Activities		**(20,931,418)**	**(22,985,690)**
C. Cash flow from financing activities:			
Received/(Repaid) short term loan		(16,528,648)	(27,489,370)
Refundable fund of IPO subscriber		(25,000)	(344,500)
Financial Expenses		(27,891,127)	(22,418,205)
Received/(Repaid) long term loan		7,743,277	(8,782,247)
Net cash flows from/(used) in financing activities		**(36,701,498)**	**(59,034,322)**
D. Net Cash Increase/ (Decrease) (A+B+C)		**47,187,908**	**467,251**
E. Opening cash and cash equivalents at the beginning of the period		21,244,730	15,478,120
F. Closing cash and cash equivalents at the end of the period (D+E)		**68,432,638**	**15,945,371**
Operating Cash Flow Per Share		**1.17**	**0.92**

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

Signed as per annexed report of same date.

Place: Dhaka
25th January, 2017

AMAR STOCK

Mozaffar Hossain Spinning Mills Limited
Notes to the Financial Statements
For the 6 month period ended December 31, 2016

1.0 Legal Status of the Company

Mozaffar Hossain Spinning Mills Limited (herein after referred to as "MHSML" or "the Company") was incorporated with the Registrar of Joint Stock Companies and Firms (RJSCF) vide registration no. C-59784(1791)/05 dated November 29, 2005 as a private company Limited by shares namely Mozaffar Hossain Textile Mills Limited. Subsequently the company renamed as Mozaffar Hossain Spinning Mills Limited in December 14, 2011 and the company was emerged as a public limited company on the same date and year.

Registered office of the company

The registered office and principal place of business of the company is situated at House # 315, Road # 04, DOHS Baridhara, Dhaka-1206, Bangladesh, and the manufacturing establishment is located at Thakurbari Tec, Masumabad, Bhulta, Rupgonj, Narayangonj.

2.0 Nature of Business Activities

Mozaffar Hossain Spinning Mills Limited runs the business of 100% export oriented Woven fabrics cotton yarn.

3.0 Risk Exposure

3.1 Interest Rate Risk

MHSML is exposed to the volatility of interest rate as it has long-term Bank Loan. Any higher trend in interest rate in the future will definitely aggravate the adversity.

Management perception:

The management of MHSML has decided to pay off the outstanding Bank Loan gradually to make the Gearing Ratio at a satisfactory level which is expected to reduce the financial leverage and interest burden significantly.

3.2 Exchange Rate Risk

MHSML is engaged in global trade as it procures its raw materials from overseas markets. Therefore, fluctuations in the related foreign currency rates may affect adversely to the company's liquidity and profitability and expose a threat to the stability of the Company.

Management Perception:

MHSML settles its foreign transaction through US Dollars in case of both export and import. While the value of functional currency fluctuates, the loss or gain on currency fluctuation for export automatically sets off against the loss or gain on currency fluctuation for import. As the value of export is always greater than the value of import, some balance is created in the foreign currency transaction. Furthermore, the Company is contemplating about setting a system of hedging on foreign currency transactions in the future. Movement in the exchange rate adversely may expose the company to risks of foreign currency loss.

3.3 Industry Risks

(a) Market demand:

The products of MHSML are sold both in international markets. Any economic recession, changes in tastes and fashions of the consumers, national income and other related factors may cause to decline the market demand of the company products.

Management Perception:

MHSML always gives values to its customers' satisfaction and changes in tastes and fashion. Therefore its expert team promptly dedicates their creativity and research work to respond any changes in customers demand and product diversifications.

(b) Competition:

MHSML is operating in a free market economy regime. The company might have to face stiff competition from its competitors:

Management Perception:

Bangladesh is the prime source of cheapest garments in the world, earning comparative advantages for its industries over their global competitors. In addition, the management of MHSML employs their efficiencies; expertise and discretions to minimize the cost of its products.

(c) Rising of Raw Materials costs:

The cost of yarn and other chemicals are rising gradually and drastically round the year. It may hamper the profitability of the company to a greater extent.

Management Perception:

MHSML is aware of the continuing market situation of its raw materials. The management of MHSML believes that long term planning for raw material management, exploring number of global markets, job wise costing for its finished products and trustworthy relations with the suppliers and mitigate the risk of rising of materials cost.

3.4 Risks steaming from technological changes:

Changes in technologies may reduce the cost efficiency of the company.

Management perception:

MHSML applies the latest technology in the dyeing process in the production. The machineries and equipment of the company are also the latest invention in the sector which is imported from renowned manufacturers of the world.

3.5 Other risk factors:

(a) Political Unrest:

Bangladesh is prone to serious unrest in the political condition embraced by Hartal, Road-Block and many other politicized barriers to the business. Due to these factors it would stem the cost of the product upwards.

Management Perception:

During the last forty one years of post independence period, Bangladesh has gone through a variety of political situations. But presently, a sound political atmosphere is prevailing in the country. Both the ruling and opposition parties are committed to the betterment of the country. Last democratic national assembly election and local council polls are instances of peaceful political situation in Bangladesh.

(b) Possible slowdown in economic growth in Bangladesh:

Our performance and growth are dependent on the sound health of the Bangladesh economy. The economy could be adversely affected by various factors such as political or regulatory action, including adverse changes in liberalization policies, social disturbances, terrorist attacks and other acts of violence or war, natural calamities, commodity and energy prices and various other factors. Any significant change may adversely affect our business and economy significantly.

Management Perception:

Bangladesh economy is booming for last few years. Consistent industrial growth along with increased agricultural production has made the Per Capita Income higher than that of recent years. In addition, favorable government policies and industry friendly policies by other regulatory bodies have proved to be congenial to the economy of the country.

(c) Natural calamities:

Bangladesh is a country where recurrent natural calamities take place every year. It is a serious threat to the business.

Management perception:

This type of situation is totally beyond the control of human being. Though the management of MHSML has a very little to do with, we can and should have some precaution measures to minimize the damage of the business in such situations.

4.0 Basis of preparation and significant accounting policies

4.1 Basis of Measurement of Elements of Financial Position

The financial statements have been prepared on the Historical Cost convention basis and therefore, do not take into consideration the effect of inflation except that arising from revaluation of lands and land developments and buildings, as specified in Note 4.10. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with that of the previous year.

4.2 Statement on Compliance with Local Laws

The financial statements have been prepared in compliance with the requirements of the Companies Act, 1994, Bangladesh Securities and Exchange Rules, 1987 and other relevant local laws as applicable.

4.3 Statement on Compliance of Bangladesh Accounting Standards

The financial statements have been prepared in accordance with the applicable Bangladesh Accounting Standard (BASs) and Bangladesh Financial Reporting Standard (BFRSs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) based on International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs).

4.4 Going Concern

As per BAS-1, a company is required to make assessment at the end of each year to assess its capability to continue as going concern. Management of the company makes such assessment each year. The company has adequate resources to continue in operation for the foreseeable future and has wide coverage of its liabilities. For this reason, the Directors continue to adopt the going concern assumption while preparing the financial statements.

4.5 Accrual Basis

The financial statements have been prepared, except cash flow information, using the accrual basis of accounting.

4.6 Structure, Content and Presentation of Financial Position

Being the general purpose financial statements, the presentation of these financial statements is in accordance with the guidelines provided by BAS 1: “Presentation of Financial Statements”. A complete set of financial statements comprise:

i) Statement of Financial Position as at December 31, 2016.
ii) Statement of Comprehensive Income for the 6 month period ended December 31, 2016.
iii) Statement of Changes in Equity for the 6 month period ended December 31, 2016.
iv) Statement of Cash Flows for the 6 month period ended December 31, 2016.
v) Notes comprising a summary of significant accounting policies and other explanatory information to the financial Statements for the 6 month period ended December 31, 2016.

4.7 Reporting Period

The Financial year of the company under audit cover for a period of 06 months effective from 01 July 2016 to December 31, 2016.

4.8 Inventories

Inventories comprises of Raw materials, Work-in-Process, Finished goods and Stores & Spares. Raw materials and Stores and Spares have been measured lower of cost and net realizable value as per BAS-2. Work-in-Process has been valued at prime cost basis as required by BAS-2 with proportionate addition of Factory Overheads. Finished goods have been valued at cost of material and other production overhead attributable to bringing the goods to the stage of sale under the convention of BAS-2.

4.9 Revenue

Revenue represents the invoice value of goods supplied to customers during the year. Revenue from sale of goods is recognized in the statement of Comprehensive Income when the significant risks and rewards of ownership have been transferred to the buyer. Sales are recognized when delivery certificate is raised against confirmed orders.

4.10 Property, Plant and Equipment

Initial Recognition and measurement

Property, plant and equipment are capitalized at cost of acquisition and subsequently stated at cost or valuation less accumulated depreciation in compliance with the requirements of BAS 16: Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties, non-refundable taxes and un-allocated expenditures etc. The land and land developments with an effect as on June 30, 2011 have been revalued by an independent valuer to reflect fair value (prevailing market price) thereof following “Current Cost Method”.

Subsequent Costs

The cost of replacing part of an item of property, plant and equipments is recognized in the carrying amount of an item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognized in the statement of comprehensive income as “Repair & Maintenance” when it is incurred.

Depreciation on Fixed Assets

Depreciation is provided to amortize the cost or valuation of the assets after commissioning, over the period of their expected useful lives, in accordance with the provisions of BAS 16: Property, Plant and Equipment. Depreciation of an asset begins when it is available for use. Depreciation is charged on all fixed assets except land and land developments on **Straight Line method.** Rates of depreciation are noted below:

Particular of Assets	Rate of Depreciation
Land & Land Developments	0%
Factory Building	5%
Plant & Machinery	10%
Vehicle	10%
Furniture and Fixture	10%

The gain or loss on disposal or retirement of assets is included statement of comprehensive income when the item is disposed off/derecognized.

The fair value of the property, plant and equipment on 31.12.2016 is not materially differing with the carrying amount.

CAPITAL WORK-IN-PROCESS

As per decision of the Board, the company has undertaken an expression program to construct a ring project. The cost of supplies, development work of land and building construction and others has been incorporated in the Capital Work-In-Process.

4.11 Revaluation Reserve

In 2011, land under the ownership of MHSML was professionally revalued by ATA KHAN & Co, Chartered Accountants. Fair market value was estimated at Tk. 132,685,000 as against net book value of Tk. 2,370,360 resulting in a revaluation surplus of Taka 130,314,640 which was accounted for and transferred to revaluation reserve.

4.12 Cash and Cash Equivalent and Statement of Cash Flows:

Cash and cash equivalents comprise cash in-hand and in current account that are readily convertible to a known amount of cash, and that are not subject to significant risk of change in value.

The Statement of Cash Flows is prepared using the **Direct Method** as stipulated in Bangladesh Accounting Standards (BAS) No. 7 “Statement of Cash Flows”

4.13 Earnings per Share

The company calculates Earnings per Share (EPS) in accordance with the requirement of BAS – 33: “Earning per Share”, which has been shown on the face of the Statement of Comprehensive Income.

Basic earnings:

This represents earnings for the period ended December 31, 2016 attributable to the ordinary shareholders.

Basic earnings per share:

This has been calculated by dividing the basic earning by the number of ordinary shares outstanding for the period.

Diluted Earnings Per Share:

Diluted EPS is calculated if there is any commitment for issuance of equity shares in foreseeable future, i.e., potential shares, without inflow of resources to the Company against such issue. This is in compliance with the requirement of BAS – 33.

4.14 Foreign Currency Transactions

Foreign currency transactions are recorded, on initial recognition in the functional currency at the spot exchange rate ruling at the transaction date.

At the end of each reporting period, in compliance with the provision of BAS 21: The Effects of Changes in Foreign Exchange Rates are determined as under:

(a) Foreign currency monetary items are translated using the closing rate.
(b) Non-monetary items that are measured in terms of historical costs in a foreign currency are translated using the exchange rate at the date of the transaction.
(c) Non-monetary items that are measured at fair value in a foreign currency is translated using the exchange rate at the date when the fair value is determined.

Exchange differences arising on the settlement of monetary items or on translating monetary Items at rate different from those at which they were translated on initial recognition during the period or in previous financial statements is recognized in profit or loss in the period in which they arise.

4.15 Impairment of Assets

All assets, except inventory, arising from construction contracts and financial assets is assessed at the end of each reporting period to determine whether there is any indication that an assets may be impaired. If any such indication exists the company assesses the recoverable amount. If,

And only if, the recoverable amount of an asset is less than its carrying amount, the carrying amount of the assets is reduced to its recoverable amount. The reduction is an impairment loss.

An impairment loss is recognized immediately in statement of Comprehensive Income, unless the asset is carried at revalued amount in accordance with another standard. Any impairment loss of a revalued asset is treated as a revaluation decrease. No such assets have been impaired during the year under audit and for this reason no provision has been made for impairment of assets.

4.16 Borrowing Cost

Borrowing costs are interest and other costs that an entity incurs in connection with the borrowing of fund and are recognized as an expense in the year in which it incurs.

4.17 Authorization date for issuing Financial Statements

The financial statements were authorized for issue by Board of Directors on January 25, 2016

4.18 Reporting Currency

The financial statements are prepared and presented in Bangladesh Currency (Taka), which is the company's functional currency.

4.19 Risk and uncertainty for use of estimates (Provisions):

The Preparation of Financial Statements in conformity with Bangladesh Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of revenue and expenses, assets and liabilities and disclosure requirements for contingent assets and liabilities during and the date of the financial statements. Due to inherent uncertainty involved in making estimates, actual result reported could differ from those estimates.

In accordance with the guidelines in BAS – 37: "Provisions, Contingent Liabilities and Contingent Assets", provisions are recognized in the following situations: -

- When the company has an obligation as a result of past events;
- When it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- Reliable estimate can be made of the amount of the operation.

4.20 Accruals & Deferrals

Deferrals and accruals have been made as per the guidance in BAS- 1 Presentation of Financial Statements. In order to meet their objectives, Financial Statements, except for cash flow statement and related information, are prepared on accrual basis of accounting. Under the basis, the effects of transactions and other events are recognized when they occur (and not when cash or its equivalent is received or paid) and they are recorded in the accounting records and reported in the Financial Statements of the years to which they relate.

Other Payables are not interest bearing and are stated at their nominal value.

4.21 Advances, Deposits and Prepayments

Advances are initially measured at cost. After initial recognition advances are carried at cost less deductions or adjustments. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges to the statement of comprehensive income.

4.22 Financial Instruments

Non-derivative financial instruments comprise accounts and other receivables, cash and cash equivalents, borrowings and other payables and are shown at transaction cost.

Initial recognition

An entity recognizes a financial assets or liabilities in its statement of financial position when, and only when, the entity becomes a party to the contractual provision of the instrument and subsequently recognized at their Amortized Cost.

Bills receivable are recognized at cost or net realizable value from the ordinary course of sales in the market whichever is lower. Bills receivables from foreign currency transactions are recognized into Bangladeshi Taka using exchange rates prevailing on the closing date of the accounts in accordance with BAS-21: The Effects of Changes in Foreign Exchange Rates.

4.23 Segment Reporting

As the Company operates in a single industry segment, so no segment reporting is applicable for the Company as per BAS 14:"Segment reporting".

4.24 Related Party Disclosures

The information as required by BAS 24: "Related party Disclosure" has been disclosed separately in notes to the financial statements. (Note-32)

4.25 Corporate Tax

(a) Current Tax: Current Tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (tax loss) for the year.
Current tax is recognized in statement of comprehensive income except to the extent that it relates to business combination or item recognized directly in equity.

As the company has enjoying tax holiday @ 100% up-to October 2010, has been enjoying 50% up-to October 2012, and has been enjoying 25% up-to October 2013 for which provision for current tax has been made on taxable income to that extent as prescribed in Income Tax Ordinance, 1984.

(b) Deferred Tax

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the financial statement date.

4.26 Workers Profit Participation Fund

As per provision of Bangladesh Labor Law, Amendment 2013, Section 232(2), in case of a 100% export oriented industrial sector or for any industry investing 100% foreign exchange, the Government, through enactment of Rule, shall adopt required provisions with regard to formation of sector based central fund comprising of buyers and owners, form a Board to execute that fund, determine contributions and their realization procedure and provisions for utilizations of the money for the welfare of the beneficiaries in the sector. Therefore, Company has not made any provision on profit against WPPF.

4.27 Contingent Assets and Liabilities

A contingent asset is disclosed when it is a possible that asset arises from the past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

A contingent liability is disclosed when it is a possible obligation that arises from the past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

The company has no contingent assets or liabilities which require disclosure under BAS: 37. Contingent assets and contingent liabilities are not recognized in the financial statements except the balance amount of IPO subscription money shown in (Note: 20.00) yet to be refundable.

A contingent assets is disclosed as per BAS 37, where an inflow of or economic benefits is probable. A contingent liability is disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.

The company opened a L/C for Tk. 96,526,726 with the Islami Bank Bangladesh Bank in favor of SIM Fabrics Ltd. against sale of Yarn. The above mentioned L/C amount as bill receivable as kept as collateral. Entire amount of loan liabilities subject to set off against the Bill Receivable amount realize within 120 days. The company might have a liability to the extent to which the said bill becomes unrealized. No provision has been made against the liability created as it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a sufficiently reliable estimate of the amount of the obligation cannot be made.

Tax assessment for the year 2010-2011, 2011-2012, 2012-2013, 2013-2014 is under appeal to the Tribunal against Commissioner of Taxes for Tax holiday facility.

As per decision taken In the 10th AGM and Board of Director's meeting held on 20/12/2015 MHSML has declare 20% Stock Dividend to all the Shareholders but later Considered 15% Stock Dividend to all the Shareholders as per order dated 17.01.2016 passed by the Hon'ble High Court Division of the Supreme Court of Bangladesh in Writ Petition No. 447/2016. Decision regarding the remaining 5% dividend payment is awaiting Hon'ble High Court.

4.28 Comparative Information

Comparative information has been disclosed as required by BAS 01: Interim Financial Reporting' In respect of the previous year for all numerical information in the current financial statements as below:

- Statement of Financial Position as of the end of the preceding financial year.
- Statement of Comprehensive Income for the comparable period of preceding financial period.
- Statement of Changes in Equity for the comparable period of preceding financial period.
- Statement Cash Flows for the comparable period of preceding financial period.

Narrative and descriptive information for comparative information have also been disclosed whenever it is relevant for understanding of the current year's financial statement.

			Amount in Taka	
			31.12.2016	30.06.2016
5.00	**Property, Plant and Equipment's**			
	Cost:			
	Opening balance at cost		839,718,020	762,181,791
	Add : Addition during the period		20,931,418	77,536,229
			860,649,438	**839,718,020**
	Add : Disposed / Sold during the period		-	-
	Total	**Tk.**	**860,649,438**	**839,718,020**
	Depreciation:			
	Opening balance		298,954,261	250,800,328
	Charged during the period		24,881,837	48,153,933
			323,836,098	**298,954,261**
	Total (a)		**536,813,340**	**540,763,759**
	Revaluation:			
	Opening balance		130,314,640	130,314,640
	Add : Addition during the period		-	-
	Total (b)		**130,314,640**	**130,314,640**
	Written Down Value (WDV) (a+b)		**667,127,980**	**671,078,399**

Please refer to Annexure-'A' for further details

6.00 Capital Work-In-Progress

Break-up of this are as follows:

Opening Balance		68,127,446	64,377,146
Addition during the period		-	16,221,490
Total		**68,127,446**	**80,598,636**
Acquisition of the period		-	(12,471,190)
Closing Balance	**Tk.**	**68,127,446**	**68,127,446**

Capital work in progress represents the cost incurred for acquisition and/or for construction of items of property, plant and equipment that are not ready for use. CWIP is measured at cost.

7.00 Investment

This represents the followings:

Suntech Energy Limited		4,981,778	**4,931,545**
		4,981,778	4,931,545
Add: Profit from the Associates		-	50,233
Total	**Tk.**	**4,981,778**	**4,981,778**

The company has purchased 30% shares of Tk 4,920,000 from Suntech Energy Ltd. and accounted for complying with BAS 28 "Investment in Associates" accordingly during the period. We have assesses the project "Suntech Energy Limited" there are no too much changes on our Impairment investment.

8.00 Inventories

Break-up of this item is as follows:

	Qty. (kg.)		
Finished Goods:			
Yarn	163,550	23,551,200	52,463,028
Work-in-process	354,780	46,291,828	35,932,982
Raw Materials:		**230,653,187**	**212,737,963**
Virgin Cotton	930,956	119,157,059	113,056,102
Waste Cotton	1,260,379	111,496,128	99,681,861
Packing Materials		791,272	717,573
Store Materials		16,561,220	10,830,086
	Tk.	**317,848,707**	**312,681,632**

The above Inventories are as per physical counting made and valued by a Inventory team comprised of management nominated staff to carryout the Inventory verification. Inventories in hand have been valued at lower of cost and net realizable value as per BAS-2. Inventories were hypothecated against working capital facilities availed from the bank (Islami Bank BD Ltd.).

9.00 Accounts Receivable

Please refer to Annexure: B for details

This is unsecured, considered good and is falling due within one year . No debts are considered as bad during the period . Classification schedule as required by Schedule XI of Companies Act 1994 is as follows:

I)	Accounts Receivable considered good in respect of which the company is fully secured (Annexure B)	-	-
II)	Accounts Receivable considered good in respect of which the company holds no security other than the debtor's personal security	-	-
III)	Accounts Receivable considered doubtful or bad	-	-
IV)	Accounts Receivable due by any director or other officer of the company	-	-
V)	Accounts Receivable due by Common management (Annexure B)	584,041,883	525,093,162
VI)	The maximum amount of receivable due by any director or other officer of the company	-	-
		584,041,883	**525,093,162**
	Aging of accounts receivable:		
	Dues within three months	389,092,508	138,594,970
	Dues above three months but within six months	194,949,375	386,498,192
	Dues above six months	-	-
		584,041,883	**525,093,162**

10.00 Advances, Deposits & Pre-Payments

Advance against Purchase (Note-10.01)	101,864,803	66,364,317
Advance against Factory Expenses	5,605,346	3,236,638
Advance against L/c for Cotton & Spares Import	45,868,024	57,615,138
Advanced for Consultancy	1,500,000	1,460,000
Prepaid Insurance	400,000	880,000
Tax deducted at sources	19,022,756	17,716,110
Tk.	**174,260,929**	**147,272,203**

10.01 Advance against Purchase

Dues within three months	76,398,602	49,773,238
Dues above three months but within six months	20,372,961	13,272,863
Dues above six months	5,093,240	3,318,216
	101,864,803	**66,364,317**

11.00 Cash and Cash Equivalents

Cash and Cash Equivalents			**6,461,492**	**6,492,812**
Cash in hand			6,461,492	6,492,812
Cash at Banks:			**61,971,146**	**14,751,918**
IBBL	Mouchak	CD-327918	10,012,926	4,851,639
IBBL	Mouchak	CD-438315	3,476	3,476
IBBL	Mouchak	Mudaraba Deposit Normal	31,676,809	37,695
IBBL	Mouchak	Mudaraba Deposit Special	10,013,386	56,005
DBBL	Gausia	# 176-120-1733	1,235,610	287,759
DBBL	Bashundhara	# 147-110-5894	3,909	231,915
EBL	Principal	(for ipo refundable fund)	7,972,928	7,897,824
NRBC Bank	Gulshan	# 00174	5,000	5,000
IBBL	Gausia	CD-987	3,246	3,246
IBBL	Mouchak	MDA UR-49	1,043,856	1,377,359
		Tk.	**68,432,638**	**21,244,730**

12.00 Share Capital:

This represents the followings:

Authorised capital:		
300,000,000 ordinary Shares of Tk 10/= each	3,000,000,000	3,000,000,000
Issued subscribed and paid up capital:		
89,807,812.5 ordinary shares of taka 10/= each	898,078,125	898,078,125
Tk.	**898,078,125**	**898,078,125**

12.01 Share Holding Position:

Share holding position is as follows:

a) Sponsors	5,957,359.4	**6.63%**	59,573,593.75	59,573,593.75
b) SIM Fabrics Limited	29,612,500.0	**32.97%**	296,125,000.00	296,125,000.00
c) Other Shareholders	54,237,953.1	**60.39%**	542,379,531.25	542,379,531.25
	89,807,812.5	**100.00%**	**898,078,125.00**	**898,078,125.00**

13.00 Revaluation Reserve

Opening Balance	127,708,347	130,314,640
Add: Related Deferred Tax on Revaluation 2%	-	(2,606,293)
	127,708,347	**127,708,347**

In 2011, land under the ownership of MHSML was professionally revalued by ATA KHAN & Co, Chartered Accountants. Fair market value was estimated at Tk. 132,685,000 as against net book value of Tk. 2,370,360 resulting in a revaluation surplus of Taka 130,314,640 which was accounted for and transferred to revaluation reserve.

14.00 Tax Holiday Reserve

A. Opening balance		**72,845,417**	**72,845,417**
Tax Holiday Reserve (30%)		54,634,063	54,634,063
Reserve for Investment (10%)		18,211,354	18,211,354
B. Add: During the Period		**-**	**-**
Tax Holiday Reserve (30%)		-	-
Reserve for Investment (10%)		-	-
Total (A+B)	**Tk.**	**72,845,417**	**72,845,417**

15.00 Retained Earnings

Details are as follows:

Opening Balance		367,281,930	330,049,301
Add: Net Profit / (Loss) for the period		109,632,158	154,373,254
		-	-
Total		**476,914,088**	**484,422,555**
Bonus Paid (15% Stock)		-	(117,140,625)
Retained Earnings	**Tk.**	**476,914,088**	**367,281,930**

16.00 Long Term Loan

Outstanding for HPSM	43,096,745	35,353,468
Total	**43,096,745**	**35,353,468**
Less: Current portion of Long term loan	(7,451,125)	(12,384,334)
	35,645,620	**22,969,134**

1. Purpose of Investment - To purchase/import of Rotor Machine, Chiller for the project.
2. Period of Investment - 05 (five) year
3. Rate of return -13.80% per annum or the rate to be determined by the bank from time to time.
4. Collateral:

A. 156.10 decimal project land along with 88,200 sft. Project building vide FSV 81.22 million.

B. 194.75 decimal project land alongwith 96,345 sft. Factory building vide FSV 47.49 million by SFL.

C. 183.16 decimal project land alongwith 65,411 sft. Factory building vide FSV 139.50 million by SFL.

D. Personal Guarantee of all Directors of the Project Companies & Mortgages of their individual properties.

17.00 Deferred Tax

As at 31 December 2016	**Carrying amount**	**Tax base**	**Taxable/ deductible temporary difference**
Property, plant & equipment's except land at cost	250,192,029	163,329,285	86,862,745
Revaluation surplus-PPE	130,314,640	-	130,314,640
Total taxable temporary difference	**380,506,669**	**163,329,285**	**217,177,385**
Tax on business income			**15%**
Tax on capital gain			**2%**
Closing deferred tax liabilities/(assets)-at cost			13,029,412
Closing deferred tax liabilities/(assets)-at revaluation			2,606,293
Total closing deferred tax liabilities/(assets)			**15,635,704**
Opening deferred tax liabilities/(assets)-at cost			14,046,880
Opening deferred tax liabilities/(assets)-at revaluation			2,606,293
Total opening deferred tax liabilities/(assets)			**16,653,173**
Deferred tax expense/(income)-at cost			(1,017,468)
Deferred tax expense/(income)-at revaluation			-
Total deferred tax expense/(income)			**(1,017,468)**

As at 30 June 2016	Carrying amount	Tax base	Taxable/ deductible temporary difference
Property, plant & equipment's except land at cost	254,142,448	160,496,582	93,645,866
Revaluation surplus-PPE	130,314,640		130,314,640
Total taxable temporary difference	**384,457,088**	**160,496,582**	**223,960,506**
Tax on business income			**15%**
Tax on capital gain			**2%**
Closing deferred tax liabilities/(assets)-at cost			14,046,880
Closing deferred tax liabilities/(assets)-at revaluation			2,606,293
Total closing deferred tax liabilities/(assets)			**16,653,173**
Opening deferred tax liabilities/(assets)-at cost			14,021,102
Opening deferred tax liabilities/(assets)-at revaluation			2,606,293
Total opening deferred tax liabilities/(assets)			**16,627,395**
Deferred tax expense/(income)-at cost			25,778
Deferred tax expense/(income)-at revaluation			-
Total deferred tax expense/(income)			**25,778**

18.00 Accounts Payable

Trade Creditors (Annexure-C)	2,435,725	6,048,055
Bills Payable (Annexure-C)	16,188,146	12,502,144
	18,623,871	**18,550,199**

19.00 Current portion of long term loan

Outstanding for HPSM	7,451,125	12,384,334
	7,451,125	**12,384,334**

20.00 Refundable fund of IPO subscribers

Refund warrant to IPO subscribers	7,775,000	7,800,000
	7,775,000	**7,800,000**

This represents the amount payable to IPO subscribers against which refund warrant already been issued but not presented to the bank by the subscribers during the year.

21.00 Short term bank loan

Islami Bank Bangladesh Limited Mouchak Br.

Loan against Local purchase (MTR)	27,000,000	43,623,648
L/C Liability for Import Merchandise (MURA)	33,500,000	33,405,000
Total short term loan of Islami bank Bangladesh Ltd.	**60,500,000**	**77,028,648**

This represents amount excluded by the following Banks as working capital which are fully secured by

1. Purpose of Investment - To purchase/import raw materials for the project.
2. Period of Investment - 01 (one) year on revolving basis.
3. Rate of return - 13.80% per annum or the rate to be determined by the bank from time to time.
4. Collateral:

A. 156.10 decimal project land along with 88,200 sft. Project building vide FSV 81.22 million.

B. 194.75 decimal project land alongwith 96,345 sft. Factory building vide FSV 47.49 million by SFL.

C. 183.16 decimal project land alongwith 65,411 sft. Factory building vide FSV 139.50 million by SFL.

D. Personal Guarantee of all Directors of the Project Companies & Mortgages of their individual properties.

22.00 Provision for Income tax

22.01

Profit Before Tax	128,992,479	182,867,165
Less: Other Income	(114,498)	(4,521,716)
Add: Accounting Depreciation	24,881,837	48,153,933
Less: Tax Depreciation	(18,098,716)	(40,010,301)
Taxable Income for the period	**135,661,103**	**186,489,081**
Rate of Tax	**15%**	**15%**
Tax on business	20,349,165	27,973,362
Add: 10 % Tax on Capital Gain	-	415,400
Add: 25 % Tax on Other Income	28,625	79,371
Total Provision for the period	**20,377,790**	**28,468,133**

22.01 Provision for Tax

Opening Balance	86,541,883	60,073,750
Add: during the year	20,377,790	28,468,133
Total	**106,919,673**	**88,541,883**
Less: Tax Paid	2,000,000	2,000,000
Closing Balance	**104,919,673**	**86,541,883**

23.00 Accrued Expenses

Audit fees	62,500	125,000
Salaries & Allowances	5,119,593	3,330,173
Gas Bill	28,190,501	12,337,111
TDS, VAT & Others	371,426	238,365
Store materials	2,076,678	1,732,619
WPPF Payble	19,669,992	19,669,992
Accrued Interest	3,233,701	5,204,900
Tk.	**58,724,391**	**42,638,160**

AMAR STOCK

				Amount in Taka	
				31.12.2016	31.12.2015
24.00	**Turnover**				
		Qty. (kg.)	**Rate**		
	Yarn 20's	2,565,940	188.58	483,889,808	496,726,654
	Yarn 16's	578,355	186.57	107,906,453	195,406,365
	Yarn 12's	15,300	180.00	2,754,000	34,022,065
	Yarn 10's	292,900	161.70	47,361,930	4,548,166
		3,452,495		**641,912,191**	**730,703,250**
25.00	**Cost of Goods Sold**				
	Opening Work-in-Process			35,932,982	42,431,441
	Raw materials consumed (Note-25.01)			376,214,062	414,506,404
	Accessories & Stores Consumed (Note-25.02)			6,709,525	4,858,138
	Packing Materials Consumed (Note-25.03)			4,025,171	4,091,099
	Factory overhead (Note-25.04)			75,661,129	62,636,059
	Closing Work-in-Process			(46,291,828)	(26,065,626)
	Cost of Production			**452,251,041**	**502,457,515**
	Opening stock of Finished Goods			52,463,028	65,247,191
	Cost of Goods Available for Sale			**504,714,069**	**567,704,706**
	Closing stock of Finished Goods			(23,551,200)	(17,115,837)
	Wastage Sales			(529,961)	(2,340,611)
	Cost of Goods Sold			**480,632,908**	**548,248,258**
25.01	**Raw Materials Consumption**				
	Opening Raw Materials			212,737,963	208,924,347
	Purchase during the period			394,129,286	480,913,672
	Available for use			**606,867,249**	**689,838,019**
	Closing Raw Materials			(230,653,187)	(275,331,615)
				376,214,062	**414,506,404**
25.02	**Accessories & Stores Consumption**				
	Opening Accessories & Stores			10,830,086	9,262,324
	Purchase during the period			12,440,659	5,337,685
	Available for use			**23,270,745**	**14,600,009**
	Closing Accessories & Stores			(16,561,220)	(9,741,871)
				6,709,525	**4,858,138**
25.03	**Packing Materials Consumption**				
	Opening Packing Materials			717,573	271,464
	Purchase during the period			4,098,870	4,346,888
	Available for use			**4,816,443**	**4,618,352**
	Closing Packing Materials			(791,272)	(527,253)
				4,025,171	**4,091,099**
25.04	**Factory Overhead**				
	Gas Bill			29,055,853	17,221,087
	Salary & Wages			20,995,943	19,596,716
	Repair & Maintenance			211,450	1,282,595
	Factory Insurance			480,000	480,072
	Sundry Carrying Charges			139,450	279,480
	Sundry daily labor charges			38,726	222,925
	Medical & other Expenses			16,525	115
	Depreciation			24,723,182	23,553,069
			Tk.	**75,661,129**	**62,636,059**

26.00 Other Operating Income

Interest on Bank Account		114,498	183,836
Share Investment Income (Fareast Stock & Bonds Ltd.)		-	2,858,516
Share Investment Income (Emerald Oil Ind. Ltd.)		-	280,000
	Tk.	**114,498**	**3,322,352**

27.00 Administrative Expenses

Salary and Allowances		1,695,390	1,628,825
Bonus		321,314	240,244
Audit Fees		62,500	57,500
Managing Director Remuneration		300,000	300,000
Director's Remuneration		1,230,000	1,170,000
Board Meeting Fees		96,000	80,000
Entertainment		67,508	162,348
Traveling and Conveyance		36,599	45,432
House & Office rent		390,000	420,000
Telephone (mobile)		87,400	34,100
Fuel, newspaper & other Expenses		1,665,808	461,030
Depreciation		158,655	200,796
	Tk.	**6,111,174**	**4,800,275**

Payment/ Perquisites to Directors and officers

The aggregate amount paid/ provided during the period in respect of Directors and officers of the company as defined in the Bangladesh Securities and Exchange Rules 1987 are disclosed below :

Particulars		
Managing Director Remuneration	300,000	300,000
Director's Remuneration	1,230,000	1,170,000
Board Meeting Fees	96,000	80,000

During the period 4 (four) Board meeting was held .

28.00 Marketing, Selling & Distribution Expenses

Salaries and Allowances		157,200	157,200
Advertisement		173,000	522,167
Business Development		40,000	70,000
Sample & other Expenses		-	609,366
	Tk.	**370,200**	**1,358,733**

29.00 Financial Expenses

Bank Charges and Commission		456,110	934,689
Interest on HPSM investment		1,825,376	3,818,827
Interest in BAI Murabah		6,288,302	4,594,488
Interest on MDB Loan		7,798,919	5,583,309
Interest on Murabaha TR		9,551,221	6,406,634
	Tk.	**25,919,928**	**21,337,947**

30.00 Basic Earning Per Share

Net Profit for the period	**109,632,158**	**128,293,690**
No. of Shares	89,807,812.5	89,807,813
No. of Shares (Re-stated)	89,807,812.5	89,807,813
Earning Per Share for the Period	**1.22**	**1.43**
Earning Per Share for the Period (Re-stated)	**1.22**	**1.43**

30.01	**Net Profit for the period (Excluding Other Income)**	**109,517,660**	**124,971,338**
	No. of Shares (Re-Stated)	89,807,813	89,807,813
	Earning per share excluding other income	**1.22**	**1.39**

31.00 General:

31.01 Claims not Acknowledged

There is no claim against the Company not acknowledged as debt as on 31.12.2016

31.02 Credit Facilities not Availed

There is no credit facilities extended to the Company but nor availed of as on 31.12.2016, under any contract, other than trade credit available in the ordinary course of business.

31.03 Commission, Brokerage or Discount Against Sales

No commission, brokerage or discount was incurred or paid by the Company against sales during the period ended 31.12.2016.

31.04 Directors Responsibility Statements

The Board of Directors and management of the company takes the responsibility for the preparation and presentation of these financial statements as per section 183 of Companies Act 1994 and Corporate Governance Guidelines issued by Bangladesh Securities & Exchange Commission (BSEC) .

31.05 Employees Details:

During the period there were 390 permanent employees employed for the full year out of which 270 employees received salary Taka 5,000 per month and above.

31.06 Rounding Off

Amounts appearing in these financial statements have been rounded off to the nearest Taka wherever considered necessary.

AMARSTOCK

31.07 Disclosed as per requirement of schedule XI, part II Para 8

Value of Raw material, packing materials and Capital goods

Particular	Local Purchase	Import	Total Purchase	Consumption
Raw Material	250,046,722	144,082,564	394,129,286	376,214,062
Packing Materials	4,098,870	-	4,098,870	4,025,171
Spare Parts	12,440,659	-	12,440,659	6,709,525

Value of Export

Particular	In Foreign Currency USD	In BDT
Export	$ 8,336,521.96	641,912,191

31.08 Details of capacity has given below

Particular	License Capacity	Installed Capacity	Actual Production
Annual Production (kg)	6,600,000	6,600,000	3,287,655

32.00 Related Party Disclosure

a) Transaction with Key Management Personnel of the entity:

No.	Particulars	Value in Tk.
(a)	Managerial Remuneration paid or payable during the period to the directors, including Managing directors or manager	1,530,000
(b)	Any other perquisite or benefits in cash or in kind stating, approximate money value applicable.	96,000
(c)	Other allowances and commission including guarantee commission	Nil
(d)	Pensions etc.	Nil
	(i) Pensions	Nil
	(ii) Gratuities	Nil
	(iii)Payments from a provident funds, in excess of own subscription and interest	Nil
(e)	Share Based payments	Nil

b) Transaction with Related Entity:

Sl.	Name of Customer	Relationship	**Balance as at 01.07.2016**	**Addition during the Period**	**Realized during the Period**	**Balance as at 31.12.2016**
(a)	SIM Fabrics Limited yarn sale	Common Management	525,093,162	641,912,191	582,963,470	584,041,883
	Total		**525,093,162**	**641,912,191**	**582,963,470**	**584,041,883**

c) Transaction with Related Entity:

Sl.	Name of Customer	Relationship	**Balance as at 01.07.2016**	**Addition during the Period**	**Realized during the Period**	**Balance as at 31.12.2016**
(a)	SIM Fabrics Limited (land transferred against shares)	Common Management	250,000,000	-	-	250,000,000
	Total		**250,000,000**	**-**	**-**	**250,000,000**

Mozaffar Hossain Spinning Mills Limited
Annexure of Property, Plant & Equipment
As at December 31, 2016

Annexure A
Amount in Taka

Cost:

Particulars	COST			Rate of Dep.	DEPRECIATION			Written down value as at 31.12.2016
	As at July 01, 2016	Addition During the Period	As at 31.12.2016		As at July 01, 2016	Addition During the Period	As at 31.12.2016	
Land & Land Dev.	286,621,311	-	286,621,311	-	-	-	-	286,621,311
Factory Building	119,545,355	-	119,545,355	5%	27,791,479	2,988,634	30,780,113	88,765,242
Plant & Machinery	430,441,435	20,869,418	451,310,853	10%	269,914,868	21,734,548	291,649,416	159,661,437
Vehicle	1,641,000	-	1,641,000	10%	492,300	82,050	574,350	1,066,650
Furniture & Fixture	1,468,919	62,000	1,530,919	10%	755,614	76,605	832,219	698,700
Balance as on 31.12.2016	**839,718,020**	**20,931,418**	**860,649,438**		**298,954,261**	**24,881,837**	**323,836,098**	**536,813,340**
Balance as on 30.06.2016	**762,181,791**	**77,536,229**	**839,718,020**		**250,800,328**	**48,153,933**	**298,954,261**	**540,763,759**

Revaluation:

Particulars	COST			Rate of Dep.	DEPRECIATION			Written down value as at 31.12.2016
	As at July 01, 2016	Addition During the Period	As at 31.12.2016		As at July 01, 2016	Addition During the Period	As at 31.12.2016	
Land & Land Dev.	130,314,640	-	130,314,640	-	-	-	-	130,314,640
Balance as on 31.12.2016	**130,314,640**	**-**	**130,314,640**	**-**	**-**	**-**	**-**	**130,314,640**
Balance as on 30.06.2016	**130,314,640**	**-**	**130,314,640**	**-**	**-**	**-**	**-**	**130,314,640**

Balance as on 31.12.2016	**970,032,660**	**20,931,418**	**990,964,078**		**298,954,261**	**24,881,837**	**323,836,098**	**667,127,980**
Balance as on 30.06.2016	**892,496,431**	**77,536,229**	**970,032,660**		**250,800,328**	**48,153,933**	**298,954,261**	**671,078,399**

Depreciation Charged To-

Administrative Cost	158,655
Manufacturing Cost	24,723,182
Total	**24,881,837**

Mozaffar Hossain Spinning Mills Limited
Annexure of Accounts Receivable **Annexure No. - B**
For the six month period ended December 31, 2016

Disclosure as per requirement of Schedule XI, Part - I (A. Horizontal Form) of Companies Act. 1994

In regard to sundry debtors the following particulars' shall be given separately:-

Accounts Receivable considered good in respect of which the company holds no security other than the debtor personal security :

Accounts Receivable due by Common management:

The debtors occurred in the ordinary course of business are considered good. The details of Accounts Receivable are given below:

Amount in Taka

Name of Customer	Balance as at 01.07.2016	Addition during the period	Realized during the period	Balance as at 31.12.16
SIM Fabrics Limited	525,093,162	641,912,191	582,963,470	584,041,883
Sub-total	525,093,162	641,912,191	582,963,470	584,041,883
Total	**525,093,162**	**641,912,191**	**582,963,470**	**584,041,883**

Mozaffar Hossain Spinning Mills Limited

Schedule of Trade Creditors

For the six month period ended December 31, 2016

Annexure No. - C

Trade Creditors: **Amount in Taka**

Name of Supplier	Balance as at 01.07.2016	Payment during the Period	Bill during the period	Balance as at 31.12.2016
AB Enterprise	2,139,272	249,750,269	250,046,722	2,435,725
Deferred LC against virgin cotton	3,908,783	147,991,347	144,082,564	-
Sub Total (A)	**6,048,055**	**397,741,616**	**394,129,286**	**2,435,725**

Bills Payable: **Amount in Taka**

Name of Supplier/Service Provider	Balance as at 01.07.2016	Payment during the Period	Bill during the period	Balance as at 31.12.2016
Bills Payable Staff	86,095	1,254,782	1,340,035	171,348
3N Printers	213,682	475,719	384,419	122,382
Abdullah Techo Trade	24,000	-	-	24,000
Ali Refrigeration	30,800	30,800	-	-
Alpha Capital Management	1,010	-	-	1,010
Arthosuchak.com	7,000	7,000	-	-
ASP Trading	-	55,000	88,440	33,440
Axis Engnineering	31,360	31,360	-	-
Authentic Color Ltd	59,552	59,552	-	-
Automation Eng. Works	162,792	16,693	39,183	185,282
Associate Tecknology	-	150,000	315,000	165,000
Aziz Trade & Engineering Ltd.	-	1,240,000	1,306,000	66,000
Badal Enterprise	134,762	134,000	-	762
Bangla Trac Limited	259,224	-	-	259,224
Bangla Trac Limited Store	150,164	-	-	150,164
Bangla Trac Limited Service	16,000	-	-	16,000
BBS Cables	368,977	368,977	-	-
Bengal Roots	84,512	91,838	7,326	-
Bestair Engineering	54,250	-	-	54,250
Best Tecknology	-	-	20,000	20,000
Bhuiya Trading	201,403	172,000	-	29,403
Beximco Online	13,800	20,700	20,700	13,800
Bismillah Paper Products	195,058	-	-	195,058
Bushra Corporation	8,000	-	-	8,000
Building Design & Technology	-	-	440,000	440,000
Bangladesh Association of Public Listed Co.	30,000	-	-	30,000
Bangladesh Chartered Accountancy Hostel	7,500	7,500	-	-
Cargo Control Group	196,352	111,510	-	84,842
Chemtex B.D	149,800	100,000	168,900	218,700
Confidence Associates Ltd	32,811	32,000	-	811
Central Depository Bangladesh	226,861	-	-	226,861
Coolteck Bangladesh	33,000	-	-	33,000
Delzan Enterprise	12,415	12,000	-	415
Chittagong Stock Exchange	721,862	-	17,571	739,433
Dhaka Stock Exchange	721,862	-	58,570	780,432
Dhaka wood House	6,436	-	-	6,436
Enviro Enginiering	121,200	70,000	-	51,200
Express Insurance Ltd.	6,684	39,069	39,069	6,684
Fahim Transport Agency	21,100	21,100	-	-
Galaxy Corporation	21,750	-	-	21,750
Gazi International		27,000	227,000	200,000
Globex Agency		-	58,642	58,642
Haque Engeneering Workshop	-	-	1,291,479	1,291,479
Hazrat Shahjalal Shahparan Ent.	-	-	7,500	7,500

Insaf Trading	16,000	16,000	-	-
Islami Commercial Insurance	87,191	55,060	10,199	42,330
Industrial Electronics Solution	70,000	47,000	30,000	53,000
Junayet Metalic	8,750	-	-	8,750
J.S Courier Service	600	600	-	-
Kabir Hossain	5,000	-	-	5,000
Mahin Enterprise & Packaging	111,592	500,000	1,252,816	864,408
Meghna Metal	37,840	60,000	63,480	41,320
Mahi Trade	7,200	23,365	16,165	-
Mati Enterprise	80,620	-	-	80,620
Mazumdr Sikder & Associates	-	-	25,000	25,000
M.B Trade Corporation	-	-	9,000	9,000
Minarva Engineering Works	278,086	330,000	285,500	233,586
Mitali Agency	41,899	-	42,240	84,139
Mita Engineers Ltd.	320,223	130,000	-	190,223
Mostakim Enterprise	-	275,000	871,304	596,304
Mollah & Sons	58,290	58,290	-	-
Metal Building System	-	3,220,000	4,707,458	1,487,458
New Asia Ltd.	7,001	72,131	65,130	-
New Mokka Trading	87,494	550	-	86,944
Noor Jutex Industries	27,000	27,000	-	-
Olympic Express	1,200	1,200	-	-
Provati Insurance Company Limited	-	16,519	16,519	-
Rotation Engineering Ltd.	71,071	50,000	6,943	28,014
Rapid PR	11,500	-	-	11,500
Reyan Machineries	967,450	967,450	144,000	144,000
Riya Enterprise	129,000	272,800	306,800	163,000
R.K Enterprise	877,022	-	-	877,022
Rofiqul Enterprise	550,000	238,000	-	312,000
Raida Drinking Water	12,116	20,000	45,162	37,278
Raju Engineering & Service Centre	-	-	107,000	107,000
Sayeed Enterprise	911	380,000	381,386	2,297
Shahin Alam Enterprise	6,497	6,497	-	-
Shama Trading	8,500	8,500	-	-
Shandha Enterprise	79,638	-	-	79,638
ShareBazar news .com	20,000	10,000	78,000	88,000
ShareBiz Kortcha	-	-	25,000	25,000
Shewly Enterprise	505,100	-	-	505,100
Selim Enterprise	8,700	-	-	8,700
Showrob Enterprise	8,000	-	31,200	39,200
Simul Traders	879,987	1,250,000	1,270,000	899,987
Shibchar Trading	-	-	307,116	307,116
Slogan Communication	1	1	-	-
S.R Shipping Agency	103,738	-	-	103,738
Step Transmission	53,550	60,000	120,320	113,870
Suntech Energy	667,000	-	-	667,000
Suntech Energy Party	202,350	-	-	202,350
Tanbir Sabbir Enterprise	280,000	184,300	58,000	153,700
Tecnological Machine & Spares Ltd.	22,000	-	-	22,000
Textile Associate Ltd.	-	1,174,543	1,705,490	530,947
Touch Paper Product	540,847	665,000	878,437	754,284
United Corporate Advisory Service Ltd.	-	-	22,909	22,909
United Trade Centre	50,500	50,000	44,000	44,500
Uttaran Paper Product	766,606	350,000	-	416,606
3 Star Service Centre	22,000	22,000	-	-
Sub Total (B)	**12,502,144**	**15,070,406**	**18,756,408**	**16,188,146**
Total (A+B)	**18,550,199**	**412,812,022**	**412,885,694**	**18,623,871**