Interim Financial Statements (Un-audited)

2nd Quarter Ended
1st July 2018 To 31 December 2018

Mozaffar Hossain Spinning Mills Limited

Head Office: House # 315, Road # 04, Baridhara DOHS, Dhaka-1206, Bangladesh

AMAR STOCK

Mozaffar Hossain Spinning Mills Limited
Statement of Financial Position (Un-Audited)
As at December 31, 2018

Particulars	Notes	Amount in Taka	
		31.12.2018	30.06.2018
ASSETS			
NON-CURRENT ASSETS		**1,115,375,877**	**1,027,995,960**
Property, Plant and Equipment's	**5.00**	572,773,329	598,991,247
Capital Work-In-Progress	**6.00**	542,602,548	429,004,713
INVESTMENT		**5,063,647**	**5,063,647**
Investment	**7.00**	5,063,647	5,063,647
CURRENT ASSETS		**1,051,927,010**	**1,059,205,792**
Inventories	**8.00**	289,860,569	292,102,132
Accounts Receivable	**9.00**	501,192,608	621,553,495
Advances, Deposits & Pre-Payments	**10.00**	232,785,603	134,255,558
Cash and Cash Equivalents	**11.00**	28,088,230	11,294,607
TOTAL ASSETS		**2,172,366,534**	**2,092,265,399**
SHAREHOLDERS' EQUITY & LIABILITIES			
SHAREHOLDERS' EQUITY		**1,611,188,782**	**1,638,208,275**
Share Capital	**12.00**	990,131,120	942,982,020
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**	420,503,898	494,672,491
LONG TERM LIABILITIES		**134,173,556**	**99,393,842**
Long Term Loan Net off Current Maturity	**16.00**	124,821,546	87,949,625
Deferred Tax Liability	**17.00**	9,352,010	11,444,217
CURRENT LIABILITIES		**427,004,196**	**354,663,282**
Accounts Payable	**18.00**	9,192,329	6,087,595
Cash Dividend Payable	**19.00**	472,723	472,738
Current Portion of Long Term Loan	**20.00**	22,951,611	13,635,157
Refundable Fund of IPO Subscribers	**21.00**	7,755,000	7,755,000
Short Term Bank Loan	**22.00**	238,726,961	179,942,376
Provision for Tax	**23.00**	98,766,997	98,761,522
Accrued Expenses	**24.00**	49,138,575	48,008,894
TOTAL EQUITY & LIABILITIES		**2,172,366,534**	**2,092,265,399**
Net Asset Value Per Share (NAVPS)		**16.27**	**16.55**

The accompanying notes 1 to 33 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
26 January, 2019

Mozaffar Hossain Spinning Mills Limited

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

For the six month period ended December 31, 2018

Particulars	Notes	Amount in Taka		Amount in Taka	
		01.07.2018 To 31.12.2018	01.07.2017 To 31.12.2017	01.10.2018 To 31.12.2018	01.10.2017 To 31.12.2017
Turnover	**25.00**	178,006,010	390,205,220	88,379,600	165,589,400
Less: Cost of goods sold	**26.00**	173,372,361	304,732,435	88,282,073	132,483,521
Gross Profit		**4,633,649**	**85,472,785**	**97,527**	**33,105,879**
Other Income	**27.00**	21,900	87,932	3,750	105,195
Operating Expenses:		**8,605,552**	**6,695,990**	**4,178,748**	**2,977,851**
Administrative Expenses	**28.00**	8,115,048	6,211,870	3,906,002	2,782,251
Marketing and Distribution Expenses	**29.00**	490,504	484,120	272,746	195,600
Profit from Operation		**(3,950,003)**	**78,864,727**	**(4,077,471)**	**30,233,223**
Less: Financial expenses	**30.00**	25,156,222	20,285,094	12,548,322	4,077,631
Profit Before Tax		**(29,106,225)**	**58,579,633**	**(16,625,793)**	**26,155,592**
Income tax expenses:		**(2,086,732)**	**8,795,738**	**(1,045,166)**	**3,932,132**
Current tax		5,475	11,578,580	937	5,889,744
Deferred Tax Expenses/(Income)		(2,092,207)	(2,782,842)	(1,046,103)	(1,957,612)
Net Profit after Tax Transferred to Equity		**(27,019,493)**	**49,783,895**	**(15,580,627)**	**22,223,460**
Earnings Per Share (EPS)/ Restated EPS	**Tk.**	**(0.27)**	**0.50**	**(0.16)**	**0.22**
Number of Shared used to compute EPS	**No's**	**99,013,112**	**99,013,112**	**99,013,112**	**99,013,112**

The accompanying notes 1 to 33 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
26 January, 2019

Mozaffar Hossain Spinning Mills Limited

Statement of Changes in Equity (Un-Audited)

For the six month period ended December 31, 2018

Amount in Taka

Particulars	Share Capital	Tax holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2018	942,982,020	72,845,417	127,708,347	494,672,491	1,638,208,275
Net Profit / (Loss) for the period	-	-	-	(27,019,493)	(27,019,493)
Bonus Share Issued 5% Stock	47,149,100	-	-	(47,149,100)	-
Balance as on 31.12.2018	**990,131,120**	**72,845,417**	**127,708,347**	**420,503,898**	**1,611,188,782**

Statement of Changes in Equity

For the six month period ended December 31, 2017

Amount in Taka

Particulars	Share Capital	Tax holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2017	898,078,125	72,845,417	127,708,347	491,097,398	1,589,729,287
Net Profit / (Loss) for the period	-	-	-	49,783,895	49,783,895
Bonus Share Issued 5% Stock	44,903,895	-	-	(44,903,895)	-
Balance as on 31.12.2017	**942,982,020**	**72,845,417**	**127,708,347**	**495,977,398**	**1,639,513,182**

Chief Financial Officer Company Secretary Director Managing Director Chairman

Signed as per annexed report of same date.

Place: Dhaka
26 January, 2019

Mozaffar Hossain Spinning Mills Limited
Statement of Cash Flows (Un-Audited)
For the six month period ended December 31, 2018

Particulars	Notes	Amount in Taka	
		Half-Year ended December-31, 2018	Half-Year ended December-31, 2017
A. Cash flows from operating activities :			
Collection from Turnover and other Income		298,388,797	372,342,592
Payment of tax		(48,099)	(2,254,088)
Payment to suppliers, employees & Others		(247,017,564)	(329,243,626)
Net cash flows from/(used) in operating activities		**51,323,134**	**40,844,878**
B. Cash flow from investing activities:			
Acquisition of Property, Plant & Equipment		-	-
Capital Work-In-Progress		(113,597,835)	(68,673,250)
Net cash flows from/ (used) in Investing Activities		**(113,597,835)**	**(68,673,250)**
C. Cash flow from financing activities:			
Received/(Repaid) short term loan		58,784,585	4,188,432
Financial Expenses		(25,904,621)	(22,715,273)
Cash Dividend Paid		(15)	(22,341)
Received/(Repaid) long term loan		46,188,375	37,602,034
Net cash flows from/(used) in financing activities		**79,068,324**	**19,052,852**
D. Net Cash Increase/ (Decrease) (A+B+C)		**16,793,623**	**(8,775,520)**
E. Opening cash and cash equivalents at the beginning of the period		11,294,607	26,668,707
F. Closing cash and cash equivalents at the end of the period (D+E)		**28,088,230**	**17,893,187**
G. Unrealised Gain/(Loss) for cash and Cash Equivalents		**-**	**-**
H. Cash and Cash Equivalents carried forward		**28,088,230**	**17,893,187**
Net Operating Cash Flow Per Share (Restated)		**0.52**	**0.41**
Number of Shares used to compute NOCFPS		**99,013,112**	**99,013,112**

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

Signed as per annexed report of same date.

Place: Dhaka
26 January, 2019

Mozaffar Hossain Spinning Mills Limited
Notes to the Financial Statements
For the 6 month period ended December 31, 2018

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. In January 2014, Mozaffar Hossain Spinning Mills Limited listed its shares with both Dhaka and Chittagong Stock Exchanges.

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. Products of the company are sold in domestic and International markets.

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.

Deviation from last period Result

Expansion project of 36,000 Spindle Ring Spinning Mills are under construction. Due to up-gradation of power supply work, machinery installation and short supply of Gas, 50% of Rotor machine were shut down for a long time. Hence, production and revenue has been decreased during the period.

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, 2018.

ii) Statement of Comprehensive Income for the 6 month period ended December 31, 2018.
iii) Statement of Changes in Equity for the 6 month period ended December 31, 2018.
iv) Statement of Cash Flows for the 6 month period ended December 31, 2018.
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, 2018.

4.7 Reporting Period

The Financial year of the company under audit cover for a period of 06 months effective from 01 July 2018 to December 31, 2018.

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 31.12.2018 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, 2018 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 period 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 26, 2019

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-33)

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: 21.00) 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.

Tax assessment for the year 2010-2011, 2011-2012, 2012-2013, 2013-2014 is under appeal Hon'ble High Court Division of the Supreme Court of Bangladesh 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.

4.27 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	
			31.12.2018	30.06.2018
5.00	**Property, Plant and Equipment's**			
	Cost:			
	Opening balance at cost		870,752,348	868,423,824
	Add : Addition during the period		-	2,328,524
			870,752,348	**870,752,348**
	Add : Disposed / Sold during the period		-	-
	Total	**Tk.**	**870,752,348**	**870,752,348**
	Depreciation:			
	Opening balance		402,075,741	349,639,904
	Charged during the period		26,217,918	52,435,837
			428,293,659	**402,075,741**
	Total (a)		**442,458,689**	**468,676,607**
	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)		**572,773,329**	**598,991,247**

Please refer to Annexure-'A' for further details

6.00 Capital Work-In-Progress

Break-up of this are as follows:

Opening Balance		429,004,713	87,358,406
Addition during the period		113,597,835	341,646,307
Total		**542,602,548**	**429,004,713**
Acquisition of the period		-	-
Closing Balance	**Tk.**	**542,602,548**	**429,004,713**

Expansion project (36,000 Spindle Ring Spinning mills) of Mozaffar Hossain Spinning Mills Limited are ongoing. Total Project Value USD 13.50 Million. 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		5,063,647	5,021,147
		5,063,647	5,021,147
Add: Profit from the Associates		-	42,500
Total	**Tk.**	**5,063,647**	**5,063,647**

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	415,550	68,565,750	55,316,250
Work-in-process	240,309	36,046,350	32,278,233
Raw Materials:		**168,818,528**	**185,982,447**
Virgin Cotton	852,793	111,928,864	126,366,335
Waste Cotton	858,919	56,889,664	59,616,112
Packing Materials		498,700	594,061
Store Materials		15,931,241	17,931,141
	Tk.	**289,860,569**	**292,102,132**

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 IAS-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)	501,192,608	621,553,495
VI)	The maximum amount of receivable due by any director or other officer of the company	-	-
		501,192,608	**621,553,495**
	Aging of accounts receivable:		
	Dues within three months	178,006,010	82,500,000
	Dues above three months but within six months	82,500,000	165,589,400
	Dues above six months	240,686,598	373,464,095
		501,192,608	**621,553,495**

10.00 Advances, Deposits & Pre-Payments

Advance against Purchase (Note-10.01)	134,422,549	99,621,778
Advance against Factory Expenses	6,224,113	5,208,553
Advance against L/c (Import)	87,977,208	25,922,396
Advanced for Ring Spinning Project	2,120,000	2,320,000
Bank Guarantee	1,009,739	1,009,739
Prepaid Insurance	983,895	173,092
Tax deducted at sources	48,099	-
Tk.	**232,785,603**	**134,255,558**

10.01 Advance against Purchase

Dues within three months	100,816,912	54,791,978
Dues above three months but within six months	26,884,510	29,886,533
Dues above six months	6,721,127	14,943,267
	134,422,549	**99,621,778**

11.00 Cash and Cash Equivalents

Cash and Cash Equivalents		**20,013,589**	**955,293**
Cash in hand		20,013,589	955,293
Cash at Banks:		**8,074,641**	**10,339,314**
IBBL	Mouchak #20501450100327918	12,928	9,832
IBBL	Mouchak #20501452500004916	716	1
IBBL	Mouchak #20501452600004917	1	1
DBBL	Bhulta # 1761200001733	36,359	1,013,294
DBBL	Bashundhara # 1471100005894	543,679	560,730
EBL	Principal	6,923,702	8,253,702
EBL	Bashundhara #1151060090420	496,869	496,869
MCB	Bashundhara #11471112302611	60,387	4,885
		28,088,230	**11,294,607**

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:

9,90,13,112 ordinary shares of taka 10/= each	990,131,120	942,982,020
	990,131,120	**942,982,020**

12.01 Share Holding Position:

Share holding position is as follows:

a) Sponsors	6,567,983	**6.63%**	65,679,830	62,552,240
b) SIM Fabrics Limited	32,647,781	**32.97%**	326,477,810	310,931,250
c) General Public & Others	59,797,348	**60.39%**	597,973,480	569,498,530
	99,013,112	**100.00%**	**990,131,120**	**942,982,020**

13.00 Revaluation Reserve

Opening Balance	130,314,640	130,314,640
Add: Related Deferred Tax on Revaluation 2%	(2,606,293)	(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 Year		**-**	**-**
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	494,672,491	491,097,398
Add: Net Profit / (Loss) for the period	(27,019,493)	48,478,988
Total	**467,652,998**	**539,576,386**
Bonus Paid (5% Stock Dividend for 2017-2018, 2016-2017)	(47,149,100)	(44,903,895)
Retained Earnings **Tk.**	**420,503,898**	**494,672,491**

16.00 Long Term Borrowings -Net of Current Maturity

Outstanding for HPSM	147,773,157	101,584,782
Total	**147,773,157**	**101,584,782**
Less: Current portion of Long term loan	(22,951,611)	(13,635,157)
	124,821,546	**87,949,625**

1. Purpose of Investment - To purchase/import of New Ring Spinning Machine, Utilities and Factory Shed building for the project.

2. Period of Investment - 07 (seven) years excluding 12 month gestration period.
3. Rate of return -12.30% 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 81.36 million.
   B. 397.00 decimal project land along with 1,89,4825 sft. Project building vide FSV 251.20 million.
   C. 505.04 decimal project land along with 2,49,904 sft. Factory building vide FSV 598.51 million by
   D. Personal Guarantee of all Directors of the Project Companies & Mortgages of their individual properties.

17.00 Deferred Tax

Particulars	Carrying amount	Tax base	Taxable/ deductible temporary difference
As at 31 December 2018			
Property, plant & equipment's except land at cost	155,837,378	110,865,932	44,971,446
Revaluation surplus-PPE	130,314,640	-	130,314,640
Total taxable temporary difference	**286,152,018**	**110,865,932**	**175,286,086**
Tax on business income			**15%**
Tax on capital gain			**2%**
Closing deferred tax liabilities/(assets)-at cost			6,745,717
Closing deferred tax liabilities/(assets)-at revaluation			2,606,293
Total closing deferred tax liabilities/(assets)			**9,352,010**
As at 30 June 2018			
Property, plant & equipment's except land at cost	182,055,296	123,135,806	58,919,490
Revaluation surplus-PPE	130,314,640	-	130,314,640
Total taxable temporary difference	**312,369,936**	**123,135,806**	**189,234,130**
Tax on business income			**15%**
Tax on capital gain			**2%**
Closing deferred tax liabilities/(assets)-at cost			8,837,924
Closing deferred tax liabilities/(assets)-at revaluation			2,606,293
Total closing deferred tax liabilities/(assets)			**11,444,217**

		Amount in Taka	
		31.12.2018	30.06.2018
	Addition/(charge) during the year		
	Deferred tax liabilities opening balance	11,444,217	14,710,210
	Deferred tax (expenses)/income	(2,092,207)	(3,265,993)
	Deferred tax (asset)/liabilities end of the year	**9,352,010**	**11,444,217**
18.00	**Accounts Payable**		
	Trade Creditors (Annexure-C)	2,370,203	1,019,564
	Bills Payable (Annexure-C)	6,822,126	5,068,031
		9,192,329	**6,087,595**
19.00	**Cash Dividend Payable**		
	Opening Balance	472,738	495,079
		472,738	**495,079**
	Less: Disbursed during the period	(15)	(22,341)
	Balance Payable	**472,723**	**472,738**
20.00	**Long Term Borrowings- Current Maturity**		
	A. Islami Bank Bangladesh Limited	22,951,611	13,635,157
		22,951,611	**13,635,157**

This consists of as follows and is payable within next twelve months from the Balance Sheet date.

21.00	**Refundable fund of IPO subscribers**		
	Refund warrant to IPO subscribers	7,755,000	7,755,000
		7,755,000	**7,755,000**

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.

22.00	**Short term bank loan**		
	Islami Bank Bangladesh Limited Mouchak Br.		
	Loan against purchase (MTR)	196,065,000	115,600,000
	L/C Liability for Import Merchandise (MURA)	41,290,075	58,775,040
	Loan Against Bill Purchases (MDB)	-	3,879,460
	Car Loan Hajj Finance Co. Ltd.	1,371,886	1,687,876
	Total short term loan of Islami bank Bangladesh Ltd.	**238,726,961**	**179,942,376**

This represents amount excluded by the following Banks as working capital which are fully secured by Stock hypothecation and Export bills receivable at the terms & condition given below.

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 -12.30% 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 81.36 million.

B. 397.00 decimal project land along with 1,89,4825 sft. Project building vide FSV 251.20 million.

C. 505.04 decimal project land along with 2,49,904 sft. Factory building vide FSV 598.51 million by SFL.

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

23.00 Provision for Income tax

23.01

Profit Before Tax	-	57,111,940
Less: Other Income	(21,900)	(661,594)
Add: Accounting Depreciation	-	52,435,837
Less: Tax Depreciation	-	(30,662,544)
Taxable Income for the period	**(21,900)**	**78,223,639**
Rate of Tax	**15%**	**15%**
Tax on business	-	11,733,546
Add: 25 % Tax on Other Income	5,475	165,399
Total Provision for the period	**5,475**	**11,898,945**

23.02 Provision for Tax

Opening Balance	98,761,522	111,140,411
Add: during the year	5,475	11,898,945
Total	**98,766,997**	**123,039,356**
AIT & Tresury deposits during the period	-	(4,448,937)
AIT Adjustment	-	(19,828,897)
Closing Balance	**98,766,997**	**98,761,522**

24.00 Accrued Expenses

This is unsecured, falling due within one year and consists of as follows:

Audit fees	62,500	125,000
Salaries & Allowances	3,667,928	3,780,000
Gas Bill	19,707,967	17,665,975
TDS, VAT & Others	3,930,936	3,920,276
WPPF Payble	19,669,992	19,669,992
Accrued Interest	2,099,252	2,847,651
Tk.	**49,138,575**	**48,008,894**

25.00 Turnover

	Qty. (kg.)	Rate	01 Jul 2018 to 30 Sept 2018	01 Jul 2017 to 31 Dec 2017
Yarn 20's	788,050	172.20	135,702,210	277,738,560
Yarn 16's	257,950	164.00	42,303,800	68,111,660
Yarn 10's	-	-	-	44,355,000
	1,046,000		**178,006,010**	**390,205,220**

Deviation from last period Result:

Expansion project of 36,000 Spindle Ring Spinning Mills are under construction. Due to up-gradation of power supply work, machinery installation and short supply of Gas, 50% of Rotor machine were shut down for a long time. Hence, production and revenue has been decreased during the period.

26.00	**Cost of Goods Sold**		
	Opening Work-in-Process	32,278,233	28,132,300
	Raw materials consumed (Note-26.01)	92,162,229	265,753,598
	Accessories & Stores Consumed (Note-26.02)	9,617,761	11,590,568
	Packing Materials Consumed (Note-26.03)	2,449,139	4,189,877
	Factory overhead (Note-26.04)	86,605,041	68,530,754
	Closing Work-in-Process	(36,046,350)	(29,551,320)
	Cost of Production	**187,066,053**	**348,645,777**
	Opening stock of Finished Goods	55,316,250	45,240,000
	Cost of Goods Available for Sale	**242,382,303**	**393,885,777**
	Closing stock of Finished Goods	(68,565,750)	(88,720,500)
	Wastage Sales	(444,192)	(432,842)
	Cost of Goods Sold	**173,372,361**	**304,732,435**
26.01	**Raw Materials Consumption**		
	Opening Raw Materials	185,982,447	213,315,627
	Purchase during the period	74,998,310	246,126,121
	Available for use	**260,980,757**	**459,441,748**
	Closing Raw Materials	(168,818,528)	(193,688,150)
		92,162,229	**265,753,598**
26.02	**Accessories & Stores Consumption**		
	Opening Accessories & Stores	17,931,141	13,262,074
	Purchase during the period	7,617,861	9,588,908
	Available for use	**25,549,002**	**22,850,982**
	Closing Accessories & Stores	(15,931,241)	(11,260,414)
		9,617,761	**11,590,568**
26.03	**Packing Materials Consumption**		
	Opening Packing Materials	594,061	737,973
	Purchase during the period	2,353,778	3,891,203
	Available for use	**2,947,839**	**4,629,176**
	Closing Packing Materials	(498,700)	(439,299)
		2,449,139	**4,189,877**
26.04	**Factory Overhead**		
	Gas Bill	35,449,693	25,582,001
	Salary & Wages	22,907,149	16,014,247
	Repair & Maintenance	363,300	158,300
	Factory Insurance	983,895	536,052
	Sundry Carrying Charges	242,839	237,669
	Sundry daily labor charges	349,816	236,730
	Medical & other Expenses	456,168	30,000
	Depreciation	25,852,181	25,735,755
	Tk.	**86,605,041**	**68,530,754**

(a) Repairs & maintenance includes maintenance of office, premises, vehicles, building, equipment and other infrastructures. Also included therein stores and spares that has been consumed during the period.

(b) Other expenses does not included any item exceeding 1% of total revenue.

27.00 Other Operating Income

Interest on Bank Account		11,859	-
Exchange Gain/(loss)		10,041	87,932
	Tk.	**21,900**	**87,932**

28.00 Administrative Expenses

Salary and Allowances		3,239,817	1,648,723
Bonus		490,000	381,722
Audit Fees		62,500	62,500
Managing Director Remuneration		300,000	300,000
Director's Remuneration		1,230,000	1,230,000
Board Meeting Fees		72,000	96,000
Entertainment		24,254	86,463
Traveling and Conveyance		111,605	25,077
House & Office rent		390,000	390,000
Telephone (mobile)		44,750	68,200
Compaany Secretarial, Regulatory Fees		703,400	668,000
Subscription & Donations		163,000	64,000
Fuel, newspaper & other Expenses		917,985	825,448
Depreciation		365,737	365,737
	Tk.	**8,115,048**	**6,211,870**

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	1,230,000
Board Meeting Fees	72,000	96,000

During the period 6 (six) Board meeting was held .

29.00 Marketing, Selling & Distribution Expenses

Salaries and Allowances		300,000	157,200
Advertisement		22,500	106,920
Business Development		168,004	220,000
	Tk.	**490,504**	**484,120**

30.00 Financial Expenses

Bank Charges and Commission		198,222	199,888
Interest on HPSM investment		8,581,053	2,237,034
Interest in BAI Murabah		8,720,087	8,567,321
Interest on MDB Loan		157,330	1,539,897
Interest on Murabaha TR		7,499,530	7,740,954
	Tk.	**25,156,222**	**20,285,094**

31.00 Basic Earning Per Share

Net Profit for the period	**(27,019,493)**	**49,783,895**
Number of Shared used to compute EPS	99,013,112	99,013,112
Earnings Per Share (EPS)/ Restated EPS	**(0.27)**	**0.50**

32.00 General:

32.01 Claims not Acknowledged

There is no claim against the Company not acknowledged as debt as on 31.12.2018

32.02 Credit Facilities not Availed

There is no credit facilities extended to the Company but nor availed of as on 31.12.2018, under any contract, other than trade credit available in the ordinary course of business.

32.03 Commission, Brokerage or Discount Against Sales

No commission, brokerage or discount was incurred or paid by the Company against sales during the period ended 31.12.2018.

32.04 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) .

32.05 Employees Details:

During the period there were 399 permanent employees employed for the full year all employees received salary Taka 8,425 per month and above.

32.06 Rounding Off

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

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

Value of Raw material, packing materials and Capital goods

Particular	Amount in Taka	Total Purchase	Consumption
Raw Material	74,998,310	74,998,310	92,162,229
Packing Materials	2,353,778	2,353,778	2,449,139
Spare Parts	7,617,861	7,617,861	9,617,761

Value of Export

Particular	In Foreign Currency USD	In BDT
Export	$ 2,225,075.13	178,006,010

32.08 Details of capacity has given below

Particular	License Capacity	Installed Capacity	Actual Production (Six Month)
Annual Production (kg)	6,600,000	6,600,000	1,126,300

Deviation from last period Result:

Expansion project of 36,000 Spindle Ring Spinning Mills are under construction. Due to up-gradation of power supply work, machinery installation and short supply of Gas, 50% of Rotor machine were shut down for a long time. Hence, production and revenue has been decreased during the period.

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33.00 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.	72,000
(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 01.07.2018**	**Addition during the Period**	**Realized during the Period**	**Balance as at 31.12.2018**
(a)	SIM Fabrics Limited yarn sale	Common Management	621,553,495	178,006,010	298,366,897	501,192,608
	Total		**621,553,495**	**178,006,010**	**298,366,897**	**501,192,608**

c) Transaction with Related Entity:

Sl.	Name of Customer	Relationship	**Balance as at 01.07.2018**	**Addition during the Period**	**Realized during the Period**	**Balance as at 31.12.2018**
(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, 2018

Annexure A
Amount in Taka

Cost:

Particulars	COST			Rate of Dep.	DEPRECIATION			Written down value as at 31.12.2018
	As at July 01, 2018	Addition During the Period	As at 31.12.2018		As at July 01, 2018	Addition During the Period	As at 31.12.2018	
Land & Land Dev.	286,621,311	-	286,621,311	-	-	-	-	286,621,311
Factory Building	119,545,355	-	119,545,355	5%	39,746,015	2,988,634	42,734,649	76,810,706
Plant & Machinery	457,270,941	-	457,270,941	10%	359,828,167	22,863,547	382,691,714	74,579,227
Vehicle	5,586,326	-	5,586,326	10%	1,412,299	279,316	1,691,615	3,894,711
Furniture & Fixture	1,728,415	-	1,728,415	10%	1,089,260	86,421	1,175,681	552,734
Balance as on 31.12.2018	**870,752,348**	**-**	**870,752,348**		**402,075,741**	**26,217,918**	**428,293,659**	**442,458,689**
Balance as on 30.06.2018	**868,423,824**	**-**	**870,752,348**		**349,639,904**		**349,639,904**	**518,783,920**

Revaluation:

Particulars	COST			Rate of Dep.	DEPRECIATION			Written down value as at 31.12.2018
	As at July 01, 2018	Addition During the Period	As at 31.12.2018		As at July 01, 2018	Addition During the Period	As at 31.12.2018	
Land & Land Dev.	130,314,640	-	130,314,640	-	-	-	-	130,314,640
Balance as on 31.12.2018	**130,314,640**	**-**	**130,314,640**	**-**	**-**	**-**	**-**	**130,314,640**
Balance as on 30.06.2018	**130,314,640**	**-**	**130,314,640**	**-**	**-**	**-**	**-**	**130,314,640**

Balance as on 31.12.2018	**1,001,066,988**	**-**	**1,001,066,988**		**402,075,741**	**26,217,918**	**428,293,659**	**572,773,329**
Balance as on 30.06.2018	**998,738,464**	**-**	**1,001,066,988**		**349,639,904**	**-**	**349,639,904**	**649,098,560**

Depreciation Charged To-

Administrative Cost	365,737
Manufacturing Cost	25,852,181
Total	**26,217,918**

Mozaffar Hossain Spinning Mills Limited
Annexure of Accounts Receivable **Annexure No. - B**
For the six month period ended December 31, 2018

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 :

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 01.07.2018	Addition during the period	Realized during the period	Balance as at 31.12.2018
	-		-	-
Total	**-**	**-**	**-**	**-**

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 01.07.2018	Addition during the period	Realized during the period	Balance as at 31.12.2018
SIM Fabrics Limited	621,553,495	178,006,010	298,366,897	501,192,608
Sub-total	621,553,495	178,006,010	298,366,897	501,192,608
Total	**621,553,495**	**178,006,010**	**298,366,897**	**501,192,608**

Mozaffar Hossain Spinning Mills Limited

Schedule of Trade Creditors

For the six month period ended December 31, 2018

Annexure No. - C

Trade Creditors: **Amount in Taka**

Name of Supplier	Balance as at 01.07.2018	Payment during the Period	Bill during the period	Balance as at 31.12.2018
AB Enterprise	1,019,564	73,647,671	74,998,310	2,370,203
Sub Total (A)	**1,019,564**	**73,647,671**	**74,998,310**	**2,370,203**

Bills Payable: **Amount in Taka**

Name of Supplier/Service Provider	Balance as at 01.07.2018	Payment during the Period	Bill during the period	Balance as at 31.12.2018
Amreen Refrigeration & Engineering	14,600	14,600	-	-
Bangladesh Association of Public Listed Co.	30,000	30,000	-	-
Bangla Trac Limited	624,204	135,500	135,200	623,904
Bestair Engineering	12,000	12,000	-	-
Best Tecknology	20,000	20,000	-	-
Beximco Online	3,450	27,600	24,150	-
Bismillah Paper Products	45,058	45,058	-	-
Building Design & Technology	276,000	276,000	-	-
Buy To Give	31,508	83,666	52,158	-
Central Depository Bangladesh	106,000	-	-	106,000
Chandmoni Construction	-	81,209	81,209	-
Chemtex B.D	200,700	277,500	162,300	85,500
Chittagong Stock Exchange Ltd	582,890	-	-	582,890
Coolteck Bangladesh	33,000	33,000	-	-
Dhaka Stock Exchange LTd	582,890	-	-	582,890
Enviro Enginiering	31,200	31,200	-	-
Galaxy Corporation	39,750	39,750	-	-
Islami Commercial Insurance	42,330	500,165	1,959,070	1,501,235
Mahin Enterprise & Packaging	520,412	1,050,000	875,196	345,608
Master Air Express	-	-	-	-
Mazumder Sikder & Associates	30,000	30,000	-	-
Meghna Metal	23,320	53,320	30,000	-
MH rubber & plastic Machineries Ltd	16,600	29,505	12,905	-
Minarva Engineering Works	287,956	175,000	204,580	317,536
Monir Steel House	888,295	27,354,021	28,042,224	1,576,498
Orient Plastic & Packing Ind. Ltd	105,000	200,000	345,000	250,000
Raju Engineering & Service Centre	47,000	47,000		-
Reyan Machinery	-	-	187,850	187,850
Rotation Engineering	-	187,480	187,480	-
Sabuj Timber & Traders	-	-	321,249	321,249
Simul Traders	117,987	117,987	-	-
S.R Shipping Agency	103,738	-	-	103,738
Step Transmission	138,157	30,000	64,860	173,017
Tecnological Machine & Spares Ltd.	22,000	22,000	-	-
Touch Paper Products	91,986	950,000	922,225	64,211
United Trade Centre	-	10,000	10,000	-
Sub Total (B)	**5,068,031**	**31,863,561**	**33,617,656**	**6,822,126**
Total (A+B)	**6,087,595**	**105,511,232**	**108,615,966**	**9,192,329**