Annual Report
2016-2017

Evince Textiles Limited

Evince Textiles Limited

Lotus Kamal Tower-ONE (Level-12), 57, Joar Shahara C/A, Nikunja-2, New Airport Road, Dhaka-1229, Bangladesh
Phone : +880-2-8900870-4, 8900781-3, Fax: 880-2-8900784
E-mail: info@evincetextiles.com, www.evincetextiles.com

MISSION

To be the most admired company in the textile industry of Bangladesh by producing and supplying quality products to customers at competitive prices while following ethical business processes so that the stakeholders and society at large are benefited.

VISION

- To gain market leadership in the yarn dyed woven fabric manufacturing industry.
- Use innovation and speed as the driving factor for progress.
- To produce various type of premium yarn dyed fabrics for global retailers and brands.
- To be a good corporate citizen.
- Ensure environment friendly and ethical process flow.

OBJECTIVES

- To grow continuously and ensure a fair return to the shareholders.
- To ensure that the return on investment is above the industry norm.
- To ensure development of skills and human resources.
- To contribute significantly to the national economy

STRENGTHS

- Sound Infrastructure
- State of Art Machinery
- Quality Product
- Increase in production capacity
- Experienced Management team
- Committed work force
- Design and Development base
- Consistent growth

OPPORTUNITIES

- Meet the increase in demand
- Increase the Production facilities.
- Explore new markets
- Create new designs

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LETTER OF TRANSMITTAL

All Shareholders

Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies and Firms
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited

SUB: ANNUAL REPORT FOR THE YEAR ENDED JUNE 30, 2017

Dear Sirs,

We are pleased to enclose a copy of the Annual Report together with the Audited Financial Statements comprising Consolidated and Separate Statement of Financial Position as at June 30, 2017 and State-ment of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year ended June 30, 2017 along with notes thereon of Evince Textiles Limited for your reference and record.

Yours truly,

Md. Mustafa Kamal

Company Secretary

AMARSTOCK

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 18th Annual General Meeting of Evince Textiles Limited will be held on Monday, 30 October 2017 at 11:15 a.m. at International Convention City Bashundhara (ICCB) Hall-1 (Gulnaksha), Kuril Bishwa Road (Beside 300 Ft. Road) Purbachal Express Highway, Dhaka-1229 to transact the following business:

AGENDA

1. **Reports and Financial Statements**
   To receive, consider and adopt the Financial Statements and the Reports of the Directors and Auditors of the Company for the year ended 30 June 2017
2. **Dividends**
   To declare dividends for the year ended 30 June 2017 as recommended by the Board of Directors
3. **Election of Directors**
   To elect / re-elect Directors
4. **Appointment of Independent Directors**
   To confirm the appointment of the Independent Directors
5. **Appointment of Auditors**
   To appoint Auditors and to fix their remuneration

By Order of the Board

Md. Mustafa Kamal
Company Secretary
Dhaka. 10 October, 2017

NOTES:

1. The record date is 12 October, 2017. Shareholders whose names will appear in the Register of Members or in the Depository Register on the Record Date will be eligible to attend the AGM and qualify for Dividend.
2. A member eligible to attend and vote at the Annual General Meeting may appoint a proxy to attend and vote on his/her behalf. The Proxy form duly stamped with a revenue stamp of Tk. 20/- must be deposited at the Corporate Office of the Company (Lotus Kamal Tower- ONE, Level-12, 57 Joar Sahara, C/A, Nikunja-2, New Airport Road, Dhaka-1229) not less than 48 hours before the time fixed for the AGM.
3. Admission to the meeting will be only on production of the attendance slip attached with the Annual Report.
4. The Annual report, Proxy Forms and Attendance Slip are also available in the website at www.evincetextiles.com
5. **No gift or benefit in cash or kind shall be paid to the holders of equity securities in terms of Clause (c) of the Notification No. SEC/SRMI/2000-953/1950 dated 24 October 2000 for attending the AGM of the Company.**

AMARSTOCK

NOTICE OF ANNUAL GENERAL MEETING

6. The Brokerage Houses/DPs concerned are requested to provide a statement with the details (shareholders name, BO ID number, E-TIN number, gross dividend receivable, applicable tax rate, and net dividend receivable) of their margin loan holders, who hold shares of the Company as on the Record Date, to the Corporate Address of the Company (Lotus Kamal Tower ONE (Level-12), 57 Joar Sahara C/A, Nikunja-02, New Airport Road, Dhaka-1229). The Brokerage Houses/DPs are also requested to provide their Bank Account Name, Account Number, Routing Number and the name of the contact person in this connection on or before 19 October 2017.

AMAR STOCK

CORPORATE DIRECTORY

Board of Directors

Chairman
Anwar-ul Alam Chowdhury

Vice Chairman
Mrs. Shabnam Shehnaz Chowdhury

Managing Director
Abu Kawser Majumder

Directors
A.K. Gouhor Rabbani
Md. Akhter Shahid
Shah Adeeb Chowdhury
Shah Rayeed Chowdhury
Faizul Hakim Khan (Independent Director)
M. Shahjahan Bhuiyan (Independent Director)

Company Secretary
Md. Mustafa Kamal

Audit Committee
Faizul Hakim Khan (Chairman)
Mrs. Shabnam Shehnaz Chowdhury (Member)
A.K. Gouhor Rabbani (Member)
Md. Akhter Shahid (Member)

Chief Financial Officer
Khairul Islam Khan, FCA

Head of Internal Audit
A.K. M. Selim Reza

Auditors
Pinaki & Company
Chartered Accountants

Legal Advisor
Dr. M. Zahir & Associates

Bankers
Pubali Bank Ltd.
Mudhumoti Bank Ltd.
Standard Chartered Bank
Prime Bank Ltd.

Insurer
Prime Insurance Company Ltd.
Bangladesh General Insurance Co. Ltd.

Registered Office
Plot-33, Section-7, Mirpur, Dhaka-1216

Corporate Office
Lotus Kamal Tower ONE (Level-12)
57, Joar Shahara C/A, Nikunja-2,
New Airport Road, Dhaka-1229

Factory
Vill.: Shirir Chala P.O.: Bhabanipur
U.P.: Mirzapur, P.S.: Gazipur Sadar
Dist. : Gazipur, Bangladesh.

AMARSTOCK

FINANCIAL HIGHLIGHTS AT A GLANCE

Export
Consolidated –2,326.85
Separate –1,745.28
Million

Gross Profit
Consolidated –513.72
Separate –455.66
Million

Profit Before Tax
Consolidated –233.45
Separate –204.07
Million

Profit After Tax
Consolidated –185.61
Separate –160.17
Million

Shareholders' Equity
Consolidated –2,120.41
Separate –2,000.40
Million

Total Assets
Consolidated – 4,178.44
Separate –3,932.57
Million

Total Current Assets
Consolidated – 1,769.28
Separate –1,504.40
Million

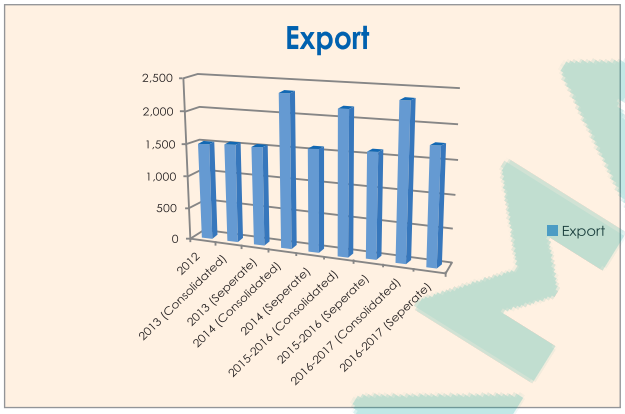
Total Current Liabilities
Consolidated – 1,263.84
Separate –1,148.69
Million

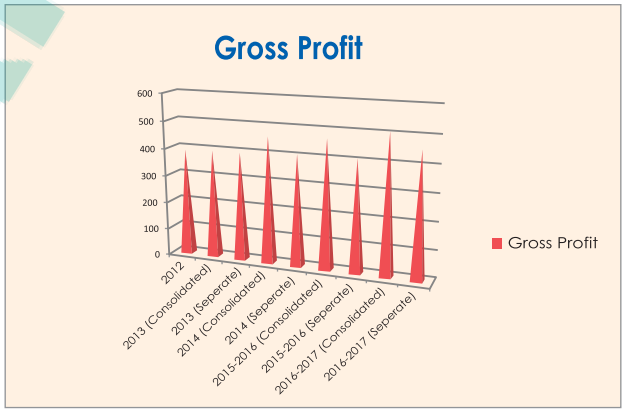
Current Ratio
Consolidated – 1.40
Separate –1.31
Million

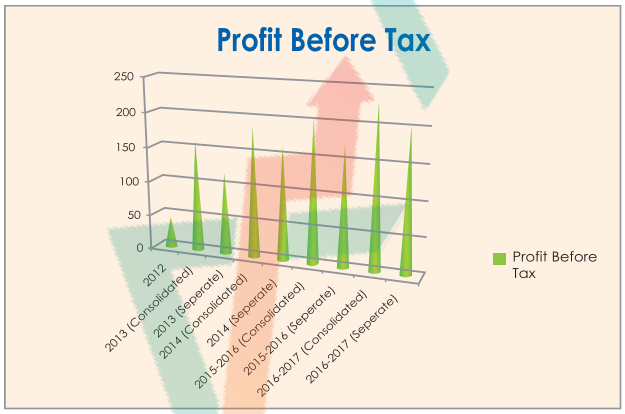
FINANCIAL HIGHLIGHTS

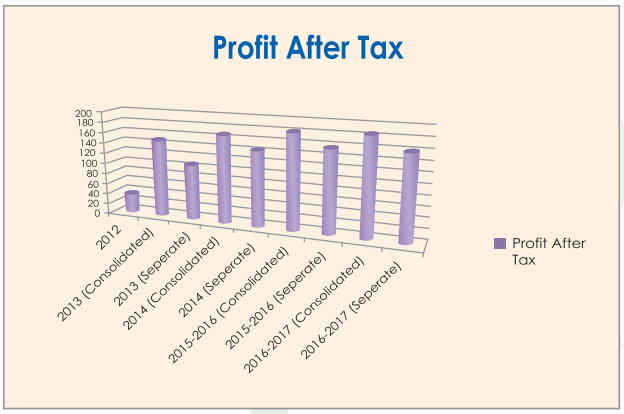
(in million)

Particulars	2012	2013		2014		2015 -2016		2016 -2017	
	Single	Consolidated	Separate	Consolidated	Separate	Consolidated	Separate	Consolidated	Separate
Export	1,501	1,518	1,518	2,337	1,564	2,175	1,580	2,327	1,745
Gross Profit	390	396	396	467	408	471	412	514	456
Profit Before Tax	45	162	120	190	164	208	174	233	204
Profit After Tax	38	149	106	166	143	181	157	186	160
Shareholders' Equity	650	896	854	1,637	1,573	2,056	1,960	2,120	2,000
Total Assets	2,755	2,898	2,686	3,282	3,076	3,977	3,774	4,178	3,933
Total Current Assets	1,121	1,293	1,018	1,284	1,020	1,856	1,599	1,769	1,504
Total Current Liabilities	1,294	1,594	1,430	1,321	1,188	1,001	905	1,264	1,149
Current Ratio	0.87	0.81	0.71	0.97	0.86	1.85	1.77	1.40	1.31

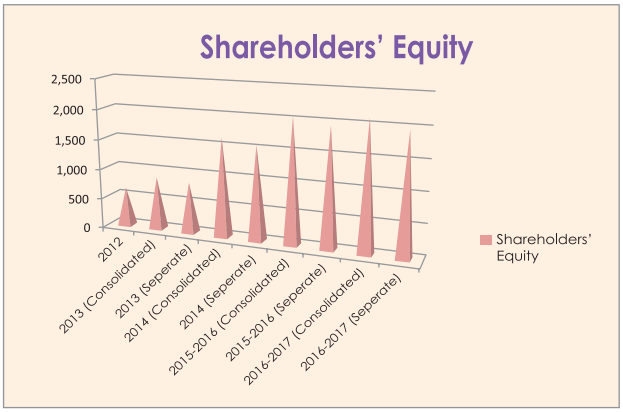


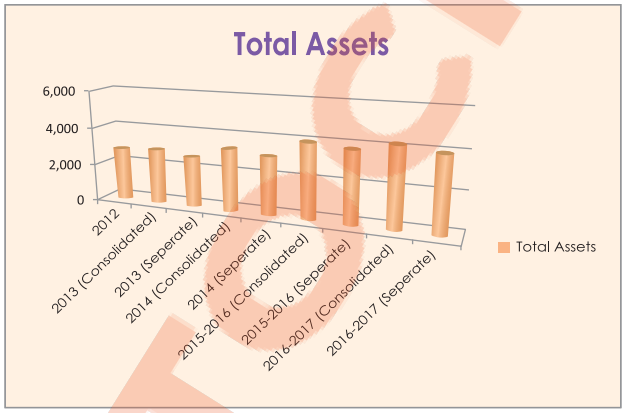


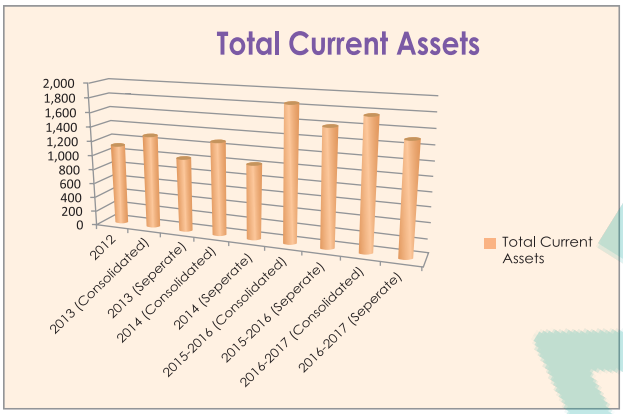


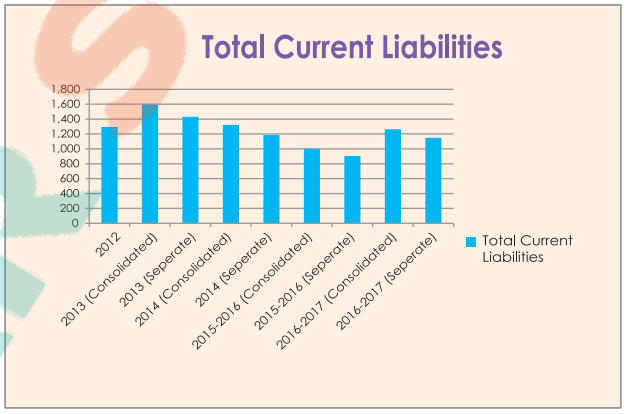


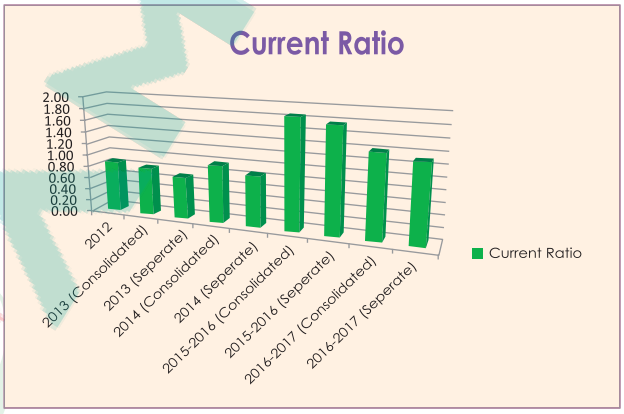
FINANCIAL HIGHLIGHTS











Company Profile

Evince Textiles Limited (ETL) was incorporated as a Private Limited Company on June 03, 1999 under the Companies act 1994. It was converted into a Public Limited Company on June 04, 2013. Registered office of the company is located at Plot No-33, Section-7, Mirpur, Dhaka-1216 and the Corporate Office is situated at Lotus Kamal Tower-One (Level-12), 57, Joar Sahara C/A, Nikunja-2, New Airport Road, Dhaka-1229.

The company was established with an Authorised Capital of Tk. 100,000,000/- and Paid-up Capital of Tk. 500,000/-. The Authorised Capital and Paid-up capital of the company was subsequently raised to Tk. 3,500,000,000/- and Tk. 1,440,000,000/- respectively. The shares of the company has been denominated from Tk. 100/- to Tk. 10/- per share as at June 04, 2013.

The commercial operations of the company started on May 02, 2003. The Factory is situated at Vill./Mouza: Shirir Chala, P.O.: Bhabanipur, U.P.: Mirzapur, P.S.: Gazipur Sadar, Dist: Gazipur. The Company is engaged in the business of manufacturing and selling of 100% deemed export oriented yarn dyed woven fabric.

Profile of Subsidiary- Evitex Fashions Limited (EFL):

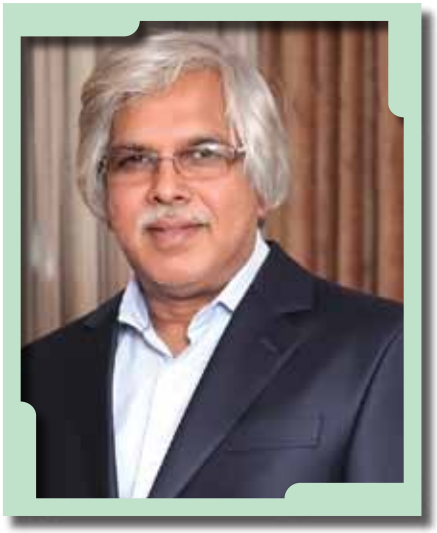
Evitex Fashions Limited (EFL) was incorporated as a private Limited company on April 11, 2004 under companies Act 1994. EFL has commenced its commercial operation on May 15, 2005. Registered office of the company is located at Plot No-33, Section-7, Mirpur, Dhaka-1216 and the Factory is situated at Vill./Mouza: Shirir Chala, P.O.: Bhabanipur, U.P.: Mirzapur, P.S.: Gazipur Sadar, Dist: Gazipur. The main activities of the Company are concentrated in 100% export Oriented Readymade Garments.

Shareholding Positioning of the Subsidiary:

Evitex Fashions Limited has an authorized capital of BDT 100,000,000 divided into 10,000,000 shares of Tk. 10 each. At present, the paid up capital of the company stands at BDT 88,000,000 divided into 8,800,000 shares of Tk. 10 each. The current shareholding structure of the company is presented in the table below:

S.L.	Name of the shareholders	Number of shares held	Percentage of Holdings
1	Evince Textiles Limited	8,360,000	95.00%
2	Anwar-ul Alam Chowdhury	88,000	1.00%
3	Shabnam Shehnaz Chowdhury	88,000	1.00%
4	Abu Kawser Majumder	99,000	1.125%
5	A. K. Gouhor Rabbani	99,000	1.125%
6	Md. Akhter Shahid	66,000	0.750%
Total		**8,800,000**	**100.00%**

THE BOARD OF DIRECTORS



Mr. Anwar-ul Alam Chowdhury

Chairman

Mr. Anwar-ul Alam Chowdhury, Chairman of Evince Textiles Limited, is a dynamic professional businessman with more than 32 years of experience. He established his first venture "Evince Garments Limited" in 1983, and since then he, by dint of his leadership, has achieved a massive expansion in his business ventures – both vertically and horizontally. A number of companies have been set up during the process and all of those are running successfully.

He obtained his MBA from USA in 1983. He has been associated with the activities of Bangladesh Garments Manufacturers and Exporters Association (BGMEA) for over eleven years. He was the President of BGMEA during 2007-2008 and brought about significant improvements in the garments sector during his tenure as the President. He was also a Director of FBCCI.

Currently, he is a member of Dutch Bangla Chamber, Malaysia Bangladesh Chamber and Diabetic Association. Mr. Chowdhury is also associated with a number of social and philanthropic organizations.

In recognition of his services he has received "Desher Kagoj 2006 Award" and prestigious "Atish Dipankar 2008 Award".



Mrs. Shabnam Shehnaz Chowdhury

Vice Chairman

Mrs. Shabnam Shehnaz Chowdhury, Vice Chairman of Evince Textiles Limited, obtained her Master's Degree from University of Dhaka. She has wide experience in Management, Procurement, HR and Internal Audit in the Garments and Textile sector. She holds shares of several organizations. She is associated with various cultural and philanthropic organizations.

THE BOARD OF DIRECTORS



Mr. Abu Kawser Majumder

Managing Director

Mr. Abu Kawser Majumder, an MBA from IBA, Dhaka University, is a dynamic and energetic personality. He started his career in Marketing Department in BEXIMCO Group and then joined Evince Textiles Limited at 2006 and continuing there at present. He joined as a Director in ETL at December 20, 2012 and started to play the role of Managing Director from June 03, 2013. He is also a Director of Argon Denims Limited, Argon Jeans Limited, Argon Spinning Limited and Evitex Fashion Limited of the Evince Group. He is an excellent business entrepreneur and a bona fide Businessman.



Mr. A.K. Gouhor Rabbani

Director

Mr. A.K. Gouhor Rabbani completed MBA from the Islamic University, Chittagong. He has gathered experience working with different internationally reputed Textile and Garments organization in the marketing and export arena. He is one of the experienced professional of Evince Textiles Ltd and possesses more than 27 years working knowledge in Apparel and Textile fields. He has brilliant and mentionable contribution to the Industry and the company. Being a bonafide businessman he possesses shareholding in several industrial undertakings.

THE BOARD OF DIRECTORS



Mr. Md. Akhter Shahid

Director

Mr. Akhter Shahid is a Director of the company. He completed his Bachelors of Arts Degree in 1983 under University of Dhaka. He has worked in marketing function all along and joined ETL on December 20, 2012. He is responsible for the Merchandising function of the company and therefore plays a vital role in the negotiations with the buyers. He possesses share-holdings in several industrial undertakings.



Mr. Shah Adeeb Chowdhury

Director

Mr. Shah Adeeb Chowdhury is also a Director of the company. He has graduated from EIILM, Business School, Delhi, India. He joined the company on a full time basis immediately after his graduation and did his internship in different departments of the company. He is currently engaged in different sectors, including "Information Technology", in his attempt to both contribute to the growth and development of the company as well as increase his own knowledge and understanding of the product and the industry as a whole. He possesses share-holdings in several industrial undertakings.



Mr. Shah Rayeed Chowdhury

Director

Mr. Shah Rayeed Chowdhury obtained BBA Cum laude Honors Degree in Business Management from Pace University, New York. Upon completion higher studies, he joined the company in 2013. In order to gain more practical experience in the field of finance, he has worked in a financial institution prior to joining the company. As youngest member of the board, Mr. Chowdhury's constant research and development of modern means of taking the company forward, acts as a driving force for the company."

THE BOARD OF DIRECTORS



Mr. Faizul Hakim Khan

Independent Director

Mr. Faizul Hakim Khan obtained his Bachelor's Degree from University of Dhaka in 1970. He has vast experience in Financial and Corporate Management. He has a total working experience of forty three years of which twenty seven years were in the public/private banking sector and sixteen years in the private sector in Textile Industry as the Finance Head. During his career he spent more than twenty years in very senior positions.



Mr. M. Shahjahan Bhuiyan

Independent Director

Mr. M Shahjahan Bhuiyan is one of the Independent Directors of Evince Textiles Limited. He is the former Managing Director of Prime Bank and United Commercial Bank (UCB), He is an M.Com in Accounting from the University of Rajshahi. Starting his career in 1970 under Bank officials Training Scheme of the then State Bank of Pakistan, Mr. Bhuiyan has to his credit more than four decades of eventful and illustrious banking career. He was honored as kriti Banker by the Bangladesh Bank for his outstanding contribution to the banking sector of the country. Presently he is working as Board Member of Bank Asia Ltd. as Independent Director Since early 2015.

KEY SENIOR PERSONNEL



Romeo N. Gomes
Executive Director

Romeo N. Gomes graduated from Dhaka City College, under University of Dhaka and started his professional carrier in a German based garment buying house called C&A in 1991 and served till 2009 with duel responsibility at the position of Office Manager and Area Merchandise Manager (Area comprised of Bangladesh, India, Sri Lanka and Pakistan). To extend and explore his apparel production, product management and to qualify his managerial capability, he worked with a reputed Apparel manufacturing and Exporting Group as a Director Marketing and Merchandising.

In 2012 he joined Evince Textiles Ltd as an Executive Director and rendering his services towards Administration, Accounts, Production, Compliance and customer functioned areas. In addition to that, he looks after and monitor all new developments in factory and guide Management team.



Md. Mustafa Kamal
Company Secretary

Mr. Md. Mustafa Kamal passed CA Intermediate from The Institute of Chartered Accountants of Bangladesh (ICAB) in the year 1990. He has attended many training and workshops including Basic Textile Technology ISO-9000 and Internal Audit. He has more than 29 years practical experience in the country's large manufacturing industries and NGO in the area of Internal Audit, Inventory Control, Finance & Accounts, Commercial, Procurement, Supply Chain, Taxation, VAT and Custom Bond.

KEY SENIOR PERSONNEL



Khairul Islam Khan FCA

Chief Financial Officer

Mr. Khairul Islam Khan FCA completed his graduation under Dhaka University in 1991 and obtained M.Com in both Management and Accounting subjects from National University in 1994 & 1997. He is also a Fellow Member of "The Institute of Chartered Accounts of Bangladesh" (ICAB). He has more than 20 years wide experience in the field of Accounts, Finance and Taxation in different types of organization. He joined at Evince Textiles Limited (ETL) as Chief Financial Officer in 2014.



Atiqul Aktar

General Manager (Marketing)

Mr. Atiqul Aktar joined Evince Textiles Ltd. Since 2005. He is leading the Evince Marketing team as General Manager. He completed his BBA from International Islamic University Malaysia (IIUM). Back in 2001, he started his career in Textiles Marketing with Beximco Textiles Ltd., where he was handling some key European customers like ZARA, H&M, C&A, Marks and Spencer / Mexx, Mango, Carrefour. As a team leader of Evince Marketing, Mr. Aktar maintains regular contacts with all key buyers, such as ZARA, H&M, C&A, Tesco, Next, M&S, Target, Springfield, Jack & Jones, and Esprit etc. While conducting the marketing & order execution, regularly visits the Dhaka offices of these key customers & also frequently visits abroad to maintain the great business flow. Mr. Aktar believes in a great team effort with prompt actions but at the same time he patronizes to a great friendly & lively work environment which happens to be appreciated by the business partners & his own team.



Kazi Bodrul Alam

DGM (Commercial)

Mr. Kazi Bodrul Alam obtained M.Sc Degree in 1994 from Rajshahi University. He joined GMG Textiles & Garments in 1994 in the commercial arena. He has more than 23 years practical experience in the country's large manufacturing industries. He joined Evince Textiles Limited in 2003. He is looking after import and export activities including banking and other related works of the company. He has an excellent track record in the commercial arena.



Evince Textiles Factory Building

FACTORY PICTURE















CHAIRMAN'S STATEMENT



Dear Shareholders

As SalamuAlaikum.

It is my pleasure and privilege to welcome you to the 18th Annual General Meeting (AGM) of the Company. The Annual Report is being placed before you along with the Financial Statements of the Company and the Auditors Report for the year ended 30 June 2017.

BUSINESS CONDITION

Despite various adverse business conditions such as high inflation rate, scarcity of power, fluctuations in the raw material price, high utility costs, etc. the company achieved an impressive growth in production, export and profit. The production capacity utilization has increased from 77.73% to 80.42%. We have already growth of production 0.39 million yards from previous year.

PERFORMANCE

- Turnover during the period from July-15 to Jnue-16 was Tk. 2,174.91 million and during July-2016 to June-2017 is Tk. 2,326.85 million. (i.e. increased by 6.99% as compared with the last year).
- Net profit increased from Tk. 180.68 million to Tk. 185.61 million (i.e. increased by 2.73% as compared with the last year.)
- Net Asset Value per share increased from Tk. 14.28 to Tk. 14.73. (i.e. increased by 3.15% as compared with the last period)

EQUITY AND SHARES

Shareholders' Equity is Tk. 2,120.41 million at the end of 30 June 2017 which was Tk. 2,056.07 million at the end of 30 June 2016. (i.e. increased by 3.13% as compared with the last year)

FUTURE PROSPECTS

Due to a high demand for woven fabrics both locally and in the International Market, we are optimistic about growth in export and increase in profitability in the future, In Shaa Allah.

CONCLUSION

I would like to thank all our employees for their dedication and commitment to the Company over the past few years. I also want to recognize the contribution and invaluable guidance of the Board of Directors. Finally, I would like to convey my appreciation to our Shareholders, Customers, all Suppliers, Bankers, Insurance Company, Legal Advisor, Auditors, Bangladesh Securities and Exchange Commission, Dhaka Stock Exchange, Chittagong Stock Exchange, Government and other Regulatory Authorities for their guidance, support and continued confidence in the Company.

Anwar Ul Alam Chowdhury

Chairman

Review of Operational Activities By Managing Director



Bangladesh Textile Industry can be divided into Primary Textile Sector and export oriented clothing sub-sector. The Primary Textile Sector is the backbone of the clothing industry because it provides the backward linkage for all garment sectors.

The total fabric requirement in the captive market is about 3 billon yards, of which roughly 85 to 90 percent is imported from foreign countries. Fabric requirement is increasing at an average rate of 20 percent per year.

Against the backdrop, Evince Textiles Ltd. was commissioned in 2003 with a goal to produce world-class premium yarn dyed fabrics in Bangladesh. Currently the mill is geared to produce over a million yards of yarn dyed fabrics per month. Our product range includes 100% cotton yarn dyed fabrics comprised of a variety counts: 30's, 40's, 50's, 60's, 70's, 80/2's and 100/2's with a wide range of dobby designs as well as different types of weavers. Evince Textiles is also fully equipped with modern yarn dyeing, warping, sizing, weaving and finishing facilities having two separate laboratories for color mating and ensuring quality of finished goods. Special emphasis is also given for product design and development. In order to attain positive result in-house design team attends fairs and regularly interacts with customer to be updated with the latest trend and fashion.

Established marketing platform and a proven track record of performance, large base of experienced professionals, diversified business sector exposures, state of art technology for production enhancement, backward and forward business linkage support, supply of fabrics for world class companies.

The management body of the Evince Textiles Ltd. has versatile experience in oven yarn dying sector for a considerable period of time and a group of highly professionals are also rendering their best possible services for continuous and sustainable growth of the industry. Evince Textiles Ltd. is a profitable entity over a long time and the profit is on the uptrend.

We are confident that, by the grace of the Almighty, the policies adopted by the company, high level skill of the professionals, safe and contingent working atmosphere and the unflinching support and faith on us of the esteemed shareholders will gradually carry forward the company at the pinnacle.

At the outset, I fervently request all the shareholders to bestow their support and confidence on us which will give us impetus to paint a brighter picture for Evince Textiles Ltd. in the years to come.

Abu KawserMajumder
Managing Director



DIRECTORS' REPORT

The Directors have the pleasure in presenting their report to the shareholders together with the Audited Financial Statements of the company for the year ended June 30, 2017. The Directors confirm that they are satisfied with all the compliance issues and there is no doubt about the Company's ability to continue as a going concern.

PRINCIPAL ACTIVITIES

During the period the principal activities of the company continued to be production of quality Yarn Dyed Woven Fabrics for 100% export.

CAPACITY / PRODUCTION

Stage	Unit	Installed for	July 2016 to June 2017		July 2015 to June 2016	
		12 months	Utilization	Percentage (%)	Utilization	Percentage (%)
ETL						
Dyeing	Kg	3,000,000	2,412,464	80.42%	2,332,049	77.73%
Weaving	Yds	15,072,000	12,318,964	81.73%	11,908,332	79.01%
Finishing	Yds	14,400,000	11,579,826	80.42%	11,193,832	77.73%
EFL						
Cutting	Pcs	2,400,000	1,471,082	61.30%	1,529,925	63.75%
Sewing	Pcs	2,400,000	1,481,146	61.71%	1,540,391	64.18%
Finishing	Pcs	2,400,000	1,481,937	61.75%	1,541,215	64.22%

INVESTMENT

During the period under review the company invested Tk. 172.81 million for expansion of the business. The amount was spent on:

Sl No	Particulars	Amount in Million (Taka)
1	Land & Land Development	56.20
2	Building & Civil Construction	69.37
3	Plant & Machinery	7.71
4	Others	39.53
	Total	**172.81**

The Management feels that this investment will be recovered within a short period of time due to higher production and sales.

MARKETING ACTIVITES

During the year the company continued to sell its products mainly in the European markets. It is now actively exploring new markets in USA, Canada, Australia and Japan. The sales were as follows:

Particulars		July 2016 to June 2017 (Consolidated)	July 2015 to June 2016 (Consolidated)
Export -Value	Taka	2,326,845,444	2,174,914,798
Export Qnty. – ETL	Yds	11,661,396	11,286,591
Export Qnty. - EFL	Pcs	1,652,040	1,691,160

DIRECTORS' REPORT

FINANCIAL RESULTS AND APPROPRIATIONS

The Directors are pleased to present the financial results for the year ended 30 June, 2017 and recommend the following appropriations:

Particulars	July 2016 to June 2017 (Consolidated)	July 2015 to June 2016 (Consolidated)
Net Profit Before Tax	233,452, 043	207,569,735
Less: Provision for Tax	47,838,009	26,886,528
Current Tax	37,650,487	19,486,425
Deferred Tax	10,187,523	7,400,103
Profit After Tax	**185,614,034**	**180,683,206**
Less: Appropriations	-	-
Tax Holiday Reserve	-	-
Dividend		-
Stock Dividend	-	-
Total Appropriations	-	-
Add. Other Comprehensive Income	-	-
Less: Non -Controlling Interest	1,272,223	1,182,063
BalanceCarried Forward	**184,341,811**	**179,501,143**

RELATED PARTY DISCLOSURE

The company has related party transaction during the period and shown in note no. 30.00 of consolidated financial statement of Evince Textiles Limited and its subsidiaries.

CONTRIBUTION TO NATIONAL EXCHEQUER

During the period the Company has contributed Tk. 18.83 million to the National Exchequer as Customs Duty, Income Tax and Value Added Tax.

RISKS AND CONCERNS

As the Company prefers working capital loan with variable interest rate, it is highly exposed to **interest rate risk.** To minimize this exposure, the Company is emphasizing on equity based financing to reduce dependency on borrowed fund.

Also, as the company imports raw gray yarn and exports woven fabrics, it is exposed to **exchange rate risks.** As far as raw material import is concerned, every player in the industry imports raw material so any exchange rate adverse fluctuation will equally affect all the players in the industry. Therefore, any exchange loss can be absorbed by an increase in product price.

The Company was setup with all brand new imported machineries. However, management is very much aware about such **technology related risks** and continuously keeping the company technologically updated. The machineries of the company are in very good working condition.

DIRECTORS' REPORT

DIRECTORS' RESPONSIBILITIES FOR FINANCIAL STATEMENTS

In accordance with the Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 Dated 7 August, 2012 the Directors are pleased to confirm the following:

The financial statements together with notes thereon have been drawn up in conformity with the Companies Act 1994 and Securities and Exchange Rules 1987. These statements present fairly the company's state of affairs, the results of its operations, cash flow and changes in equity.

i. Proper books and accounts of the company have been maintained.

ii. Appropriate accounting policies have been applied consistently in preparation of the financial statements and the accounting estimates are based on reasonable and prudent judgment.

iii. The International Financial Reporting Standards, as applicable in Bangladesh, have been followed in the preparation of the financial statements.

iv. The systems of internal control are sound and have been implemented and monitored effectively.

v. The key operating and financial data for the last five years are shown on Page No- 08.

vi. The pattern of shareholding is provided in Annexure II of the Annual Report.

REPORTING AND COMPLIANCE OF CORPORATE GOVERNANCE:

The company has also complied with the requirements of Corporate Governance Guidelines as required by the Bangladesh Securities and Exchange Commission.

CORPORATE GOVERNANCE AND FINANCIAL REPORTING FRAMEWORK

It may be mentioned that the followings steps have also been taken by the Management as part of good Corporate Governance to ensure that there are proper control mechanisms in place.

Board Size & Meetings

There are nine Directors including two Independent Director on the Board. The Board of Directors holds fairly regular meetings to ensure good communication and discuss matters of importance.

Independent Directors

Two Independent Directors have been appointed and are included in the list of Board members.

Chairman & CEO

The role of Chairman and CEO have been separated and two separate persons are performing these functions, as per the guidelines of BSEC.

Audit Committee

An Audit Committee has been constituted with 4 Directors. An Independent Director is the Chairman of the Committee. The Company Secretary is the Secretary to the Committee.

Company Secretary, Chief Financial Officer, Head of Internal Audit

In line with the guidelines of BSEC, the company has allocated the responsibilities as follows:

Company Secretary	:	Md. Mustafa Kamal
Chief Financial Officer	:	Khairul Islam Khan, FCA
Head of Internal Audit	:	A.K.M. Selim Reza

DIRECTORS' REPORT

EXTERNAL/STATUTORY AUDITORS:

The Company did not engage its external/statutory auditors to perform the following services of the Company:

a. Appraisal or valuation services or fairness opinions.
b. Financial information systems design and implementation.
c. Book-keeping or other services related to the accounting records or financial statements.
d. Broker-dealer services
e. Actuarial services.
f. Internal audit services.
g. Any other service that the Audit Committee determines.

No partner or employees of the external audit firm possess any share of the company.

DIRECTORS' APPOINTMENT & RE-APPOINTMENT:

With regard to the appointment, retirement and re-appointment of directors, the company is governed by its Articles of Association, the companies Act 1994 and other related legislations. Accordingly, the following Directors of the Board will retire at the Annual General Meeting.

1. Mr. AnwarUl Alam Chowdhury
2. Mr. A. K. Gouhor Rabbani

They are however eligible for re-appointment

CORPORATE SOCIAL RESPONSIBILITY

As part of CSR the Company made donations to various social and educational organizations.

EFFLUENT TREATMENT PLANT (ETP)

We conduct our operations in a manner which keeps nature least affected. We take full responsibility for keeping it clean for the future generation. It has therefore been set up a state of the art biological ETP at the factory to handle waste water. All the chemicals used in production are non-toxic, of stringently eco-friendly standards and are Oeko-Tex certified. Our fabrics are APEO free.

EMPLOYEE BENEFITS

Apart from the salaries and wages paid to the employees, the company offers other benefits as well. These include medical care, transport facilities, insurance coverage, mobile allowance, lunch subsidy etc. The Company also implemented Contributory Provident Fund from March 01, 2015 and Worker's Profit Participation Fund and Welfare Fund (WPPF & WF) from July 01, 2017 for its employees.

APPOINTMENT OF AUDITORS

The auditors of the Company, Messrs. Pinaki& Company, Chartered Accountants, will retire at the conclusion of the 17th Annual General Meeting and are eligible for reappointment. The Audit Committee recommended the appointment of Messrs. Pinaki& Company, Chartered Accountants as the Auditors of the company for the year 2017-2018 at a fee of Tk. 125,000 plus VAT.

INDEPENDENT DIRECTORS

Mr. Faizul Hakim Khan and Mr. M. ShahjahanBhuiyan were appointed as Independent Directors on March 10, 2014 for a period of three years. During the period under review Mr. Faizul Hakim Khan and Mr. M. ShahjahanBhuiyan were re-appointed as Independent Directors of the company for the next three years. Such re-appointment requires approval by the shareholders at the forthcoming AGM of the Company.

DIRECTORS' REPORT

UTILIZATION OF UNUSED IPO PROCEEDS

As per prospectus the IPO proceeds was supposed to be utilized against (1) Civil Construction Tk. 25,582788, (2) Machineries, Erection, Electrical Fittings, Piping and Installation Tk. 114,289,058, (3) Working Capital Tk. 15,427,654 and (4) IPO expenses Tk. 14,700,500. The utilization of IPO proceeds has been revised as Civil Construction Tk. 77,551,500 and Machineries, Erection, Electrical Fittings etc. Tk. 77,748,000 in 17th AGM held on November 24, 2016 and out of which the IPO proceeds have already been utilized against Civil Construction Tk. 64,868,421, Machineries, Erection, Electrical Fittings etc. Tk. 63,303,026 and IPO expenses 14,700,500 up to June 30, 2017. The un-utilization percentage is for Civil Construction 16.35% and Machineries, Erection, Electrical Fittings etc. 18.58%. The Board assured that the un-utilization portion will be fully utilized within due time i.e. December 19, 2017.

SHAREHOLDING OF DIRECTORS

The shareholding of Directors at the end of the year on June30, 2017 is shown as Annexure III of this report. Director's involvement in other companies- Annexure V.

BOARD MEETINGS AND ATTENDANCE

In the year ended on June30, 2017 a total of 05meetings were held. Annexure IV shows the number of meetings held and the attendance of the Directors.

DIRECTORS' REMUNERATION

Directors' remuneration is shown in the notes no 22 of consolidated Financial Statement of Evince Textiles Limited and its subsidiaries.

Dividend:

The management feels that a fair return should be given to the shareholders from the retained earnings while ensuring that the retained earnings are not depleted too much. Therefore for the year ended June 30, 2017 10% Stock Dividend on paid-up Capital has been recommended by the Board of Directors.

CONCLUSION:

We have achieved a lot by the grace of Almighty Allah and through the support from our employees and stakeholders. With everyone's support we expect even better results in the future.



Abu KawserMajumder
Managing Director

ANNEXURE-I

COMPLANCE CERTIFICATE

Morison KSI
Morison KSi Limited 6th Floor
2 kingdom Street Paddington,
W2 6py, United Kingdom
T: +44 (0)20 7638 4005
E: info@morisonksi.com
Web : www.morisonksi.com

AHMED ZAKER & CO.
Chartered Accountants
(A Member Firm of Morison KSi)
Green City Edge (Level-10)
89, Kakrail, Dhaka-1000, Bangladesh.

Since-1979
Corporate Head Office :
Telephone : 88-2-8300504-8
Fax : 88-2-8300509
E-mail : azcbangladesh@gmail.com
Web : www.ahmed-zaker.com

Certificate on Compliance of Conditions of Corporate Governance

To the Shareholders of Evince Textiles Limited

We have examined the compliance with corporate Governance of Evince Textiles Limited for the year ended June 30, 2017 as stipulated in notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 under section 2CC of the Securities & Exchange Ordinance 1969.

The compliance with the said conditions of Corporate Governance Guidelines of Bangladesh Securities & Exchange Commission (BSEC) and reporting the status thereof is the responsibility of the management of the Company. Our responsibility is to provide a certificate about whether the Company is in compliance with the said conditions of Corporate Governance based on our examination. Our examination for the purpose of issuing this certificate was limited to the procedures including implementation thereof as adopted by the Company for ensuring the compliance of the conditions of Corporate Governance and correct reporting of the status of the compliance on the attached statement on the basis of evidence gathered and representation received. It is neither an audit nor an expression of opinion on the financial statements of the Company.

To the best of our information and according to the explanations given to us we certify that Evince Textiles Limited has complied with the Conditions of Corporate Governance stipulated in the above mentioned BSEC's notification dated 07 August 2012.

AKM Mohitul Haq FCA
Senior Partner
Ahmed Zaker & Co.
Chartered Accountants

Dhaka,
September 25, 2017

UTTARA OFFICE : Plot No- 15(Ground Floor), Road No-17, Sector-4, Uttara, Dhaka-1230, Tel : 01755603600, Email:sultan.ahmed.fca@gmail.com
CHITTAGONG OFFICE : 74, Sk. Mujib Road, Agrabad C/A, Chittagong. Tel : +880-31-634103, Cell : 01819385193, Email : arupchy@yahoo.com

ANNEXURE-II

COMPLIANCE REPORT ON BSEC`S NOTIFICATION
EVINCE TEXTILES LIMITED

Status of Compliance with the conditions imposed by the Commission`s Notification No. SEC/CMRRCD/ 2006-158/134/Admin/44 dated 07 August 2012 as amended vide notification dated 21 July 2013 and 18 August 2013 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

Condition No.	Title	Compliance status (put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
1	**Board of Director**			
1.1	**Board's size**			
	The number of the Board members of the company shall not be less than 5 (five) or more than 20 (twenty)	√		
1.2	**Independent Directors**			
1.2 (i)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors;	√		
1.2 (ii) a)	Independent Directors do not hold any share in the company or holds less than one percent (1%) share of the total paid-up shares of the company;	√		
1.2(ii) b)	Independent Directors are not sponsor of the company and are not connected with the company's any sponsor or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. Their family members also should not hold above mentioned shares in the company.	√		
1.2 (ii) c)	Independent Directors do not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary /associated companies;	√		
1.2 (ii) d)	Independent Directors are not a member, director or officer of any stock exchange;	√		
1.2 (ii) e)	Independent Directors are not a shareholder, Director or officer of any member of stock exchange or an intermediary of the capital market;	√		
1.2 (ii) f)	Independent Directors are not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm;	√		
1.2 (ii) g)	Independent Director shall not be an independent director in more than 3 (three) listed companies;	√		
1.2 (ii) h)	Independent Director has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI);	√		
1.2 (ii) i)	Independent Directors has not been convicted for a criminal offence involving moral turpitude:	√		
1.2 (iii)	Independent Director(s) shall be nominated by the Board of Directors and approved by the shareholders in the Annual General Meeting (AGM).	√		

ANNEXURE-II

1.2 (iv)	The post of Independent Director(s) cannot remain vacant for more than 90 (ninety) days	√		
1.2(v)	The board shall lay down a code of conduct of all board members and annual compliance of the code to be recorded.	√		
1.2(vi)	The tenure of office of an independent directors shall be for a period of 3 (three) years, which may be extended for 1(one) term only.	√		
1.3	**Qualification of Independent Director (ID)**			
1.3 (i)	Independent Director shall be knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	√		
1.3 (ii)	The independent director must have at least 12 (Twelve) years of corporate management / professional experience	√		
1.3 (iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.			N/A
1.4	**Chairman of the Board and Chief Executive Officer**			
	The positions of Chairman of the Board and Chief Executive Officer of the Companies shall be filled by different individuals. The Chairman of the Company shall be elected from among of the Directors of the Company. The Board of the Director shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer (CEO).	√		
1.5	**The Directors' report of the Shareholders**			
	The Directors' of the company shall include the following additional statements in the Director`s report prepared under section 184 of the Companies Act, 1994 (Act No. XVIII of 1994)			
1.5(i)	Industry outlook and possible future developments in the industry	√		
1.5(ii)	Segment-wise or product-wise performance	√		
1.5(iii)	Risks and concerns	√		
1.5 (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin	√		
1.5(v)	Discussion on continuity of any Extra-Ordinary gain or loss			N/A
1.5(vi)	Basis for related party transaction-a statement of all related party transactions should be disclosed in the annual report.	√		
1.5(vii)	Utilization of proceeds from publicissues, rightissues and/or through any others instruments.	√		
1.5 (viii)	An explanation if the financial results deteriorate after the company goes for IPO, RPO, Rights Offer, Direct Listing etc.			N/A
1.5(ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.			N/A
1.5(x)	Remuneration to directors including independent director.	√		Independent Directors have hot paid any remuneration

ANNEXURE-II

1.5(xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the results of its operation, cash flows and changes in equity.	√		
1.5(xii)	Proper books of account of the issuer company have been maintained.	√		
1.5(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	√		
1.5(xiv)	International Accounting Standards (IAS)/ Bangladesh Accounting Standards (BAS). International Financial Reporting Standards (IFRS)/ Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed	√		
1.5 (xv)	The system of internal control is sound in design and has been effectively implemented and monitored	√		
1.5(xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed	√		
1.5(xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained			N/A
1.5(xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized	√		
1.5(xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given	√		
1.5(xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed	√		
1.5 (xxi)	**The pattern of Shareholding shall be reported to disclose the aggregate number of shares (along with name wise details where stated below) held by:-**			
1.5(xxi)a.	Parent/Subsidiary/Associated Companies and other related parties (name wise details)	√		
1.5(xxi)b.	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details)	√		
1.5(xxi)c.	Executives	√		
1.5(xxi)d.	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details)	√		
1.5(xxii)	**In case of appointment / re-appointment of a director the company shall disclose the following information to the share holders:**			
1.5(xxii)a)	A brief resume of the director	√		
1.5(xxii)b)	Nature of his/her expertise in specific functional areas	√		
1.5(xxii)c)	Name of the Companies in which the person also holds the directorship and the membership of committees of the board.	√		

ANNEXURE-II

2.0	**Chief Financial Officer, Head of Internal Audit and Company Secretary**			
2.1	**Appointment**			
	The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO, the Head of Internal Audit and the CS.	√		
2.2	**Requirement to attend the Board Meetings**			
	The CFO and the Company Secretary of the Companies shall attend the meetings of the Board of Directors, provided that the CFO and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.	√		
3.00	**Audit Committee**			
3 (i)	The Company shall have an Audit Committee as a sub-committee of the Board of Directors.	√		
3 (ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	√		
3 (iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	√		
3.1	**Constitution of the Audit committee**			
3.1 (i)	The Audit Committee shall be composed of at least 3 (three) members.	√		
3.1 (ii)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) Independent Director.	√		
3.1 (iii)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience.	√		
3.1 (iv)	When the term of service of the Committee members expires or there is any circumstance causing any Committee member to the unable to hold office until expiration of the term of service, thus making the number of the committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy(ies) immediately or not later than 1 (one) month from the date of vacancy(ies) in the Committee to ensure continuity of the performance of work of the Audit Committee.			N/A
3.1 (v)	The company secretary shall act as the secretary of the Committee.	√		
3.1 (vi)	The quorum of the Audit Committee meeting shall not constitute without at least 1(one) independent director.	√		

ANNEXURE-II

3.2	**Chairman of the Audit Committee**			
3.2(i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	√		
3.2(ii)	Chairman of the Audit Committee shall remain present in the Annual General Meeting (AGM).	√		
3.3	**Role of Audit Committee shall include the following:**			
3.3 (i)	Oversee the financial reporting process.	√		
3.3 (ii)	Monitor choice of accounting policies and principles.	√		
3.3 (iii)	Monitor Internal Control Risk management process.	√		
3.3 (iv)	Oversee hiring and performance of external auditors.	√		
3.3 (v)	Review along with the management, the annual financial statements before submission to the board for approval.	√		
3.3 (vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.	√		
3.3 (vii)	Review the adequacy of internal audit function.	√		
3.3 (viii)	Review statement of significant related party transactions submitted by the management.	√		
3.3(ix)	Review Management Letters/Letter of Internal Control weakness issued by statutory auditors.	√		
3.3(x)	When money is raised through IPO/RPO/Rights Issue the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc.) on a quarterly basis, as a p art of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus.	√		
3.4	**Reporting of the Audit Committee**			
3.4.1	**Reporting of the Board of Directors**			
3.4.1(i)	The Audit Committee shall report on its activities to the Board of Directors.	√		
3.4.1(ii)	**The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:-**			
3.4.1 (ii) a)	**Report on conflicts of interests;**			N/A
3.4.1(ii) b)	Suspected or presumed fraud or irregularity or material defect in the internal control system;			N/A
3.4.1(ii)c)	Suspected infringement of laws, including securities related laws, rules and regulations;			N/A
3.4.1.(ii)d)	Any other matter which shall be disclosed to the Board of Directors immediately			N/A

ANNEXURE-II

3.4.2	Reporting to the Authorities.			
	If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.			N/A
3.5	Reporting to the Shareholders and General Investors.			
	Report on activities carried out by the Audit Committee, including and report made to the Board of Directors under conditions 3.4.1 (ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer company.	√		
4.00	**External/Statutory Auditors**			
4 (i)	Appraisal or valuation services or fairness opinions.	√		
4 (ii)	Financial information systems design and implementation.	√		
4(iii)	Book-keeping or other services related to the accounting records or financial statements.	√		
4(iv)	Broker-dealer services	√		
4(v)	Actuarial services.	√		
4(vi)	Internal audit services.	√		
4(vii)	Any other service that the Audit Committee determines.	√		
4(viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.	√		
4 (ix)	Non-engagemnt in Audit/Certification Services on Conpliance of Corprate Governance as required under clause (i) of condition No. 7.	√		
5.00	**Subsidiary Company**			
5(i)	Provision relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.	√		
5(ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.	√		
5 (iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review Board meeting of the holding company.	√		
5 (iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.	√		

ANNEXURE-II

5 (v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	√		
6	**Duties of CEO and CFO**			
6(i)	The CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief.	√		
6 (i) a)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.	√		
6 (i) b)	These statements together present a true and fair view of the company`s affairs and are in compliance with existing accounting standards and applicable laws.	√		
6(ii)	There are, to the best of knowledge and belief, no transaction entered into by the company during the year which are fraudulent, illegal or violation of the company`s code of conduct.	√		
7.00	**Reporting and Compliance of Corporate Governance**			
7(i)	The company shall obtain a certificate from a Professional Accountant/Secretary (Chartered Accountant/Cost & Management Accountant/Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	√		
7(ii)	The directors of the company shall state, in accordance with the Annexure attached, in directors' report whether the company has complied with these conditions.	√		

ANNEXURE-III

PATTERN OF SHAREHOLDING
as at June 30, 2017

SL	Name of Shareholder	Description	Number of Shares	Amount (Taka)	%
Parent/Subsidiary/Associated Companies and other related parties (name wise details)			**Nil**	**Nil**	**Nil**
Directors and their spouses and minor children (name wise details)					
1	Anwar-ul Alam Chowdhury	Chairman	7,488,000	74,880,000	5.20%
2	Shabnam Shehnaz Chowdhury	Vice Chairman	7,488,000	74,880,000	5.20%
3	Abu Kawser Majumder	Managing Director	11,880,000	118,800,000	8.25%
4	A.K. Gouhor Rabbani	Director	11,880,000	118,800,000	8.25%
5	Md. Akhter Shahid	Director	7,920,000	79,200,000	5.50%
6	Shah Adeeb Chowdhury	Director	3,072,000	30,720,000	2.13%
7	Shah Rayeed Chowdhury	Director	3,072,000	30,720,000	2.13%
	Sub -Total		**52,800,000**	**528,000,000**	**36.67%**
Institution & General Public			91,200,000	912,000,000	63.33%
	Total		**144,000,000**	**1,440,000,000**	**100%**
Independent Directors, CFO, Company Secretary &Headof Internal Audit and their spouses and minor children (name wise details)					
8	Faizul hakim Khan	Independent Director	Nil	Nil	Nil
9	M. Shahjahan Bhuiyan	Independent Director	Nil	Nil	Nil
10	Md. Mustafa kamal	Company Secretary	1,000	10,000	0.001%
11	Khairul Islam Khan, FCA	Chief Financial Officer	Nil	Nil	Nil
12	A.K.M. Selim Reza	Head of Internal Audit	Nil	Nil	Nil
Executives (Top 5 salaried employees)					
13	Anwar-ul Alam Chowdhury	Chairman	7,488,000	74,880,000	5.20%
14	Shabnam Shehnaz Chowdhury	Vice Chairman	7,488,000	74,880,000	5.20%
15	Abu Kawser Majumder	Managing Director	11,880,000	118,800,000	8.25%
16	A.K. Gouhor Rabbani	Director -Merchandiser	11,880,000	118,800,000	8.25%
17	Md. Akhter Shahid	Director -Marketing	7,920,000	79,200,000	5.50%
Shareholders holding ten percent (10%) or more voting interest in the company			Nil	Nil	Nil

ANNEXURE-IV

BOARD MEETING ATTENDANCE

For the Year Ended June 30, 2017

Name of Direct	Position	Meeting Held	Attendance
Anwar-ul Alam Chowdhury	Chairman	6	6
Shabnam Shehnaz Chowdhury	Vice Chairman	6	5
Abu Kawser Majumder	Managing Director	6	6
A.K. Gouhor Rabbani	Director	6	6
Md. Akhter Shahid	Director	6	5
Shah Adeeb Chowdhury	Director	6	3
Shah Rayeed Chowdhury	Director	6	4
Faizul hakim Khan	Independent Director	6	5
M. Shahjahan Bhuiyan	Independent Director	6	5

AMAR STOCK

ANNEXURE-V

Directors' Involvement in Other Organizations

Name	Designation in ETL	Directorship/Ownership with other companies	Position
Anwar-ul Alam Chowdhury	Chairman	Evince Garments Limited	Managing Director
		Evince Paper Converting and Packaging Industries Limited	
		Evince Ltd.	
		Evince Design and Fashions Limited	
		Evince Accessories Limited	
		Evince Computerized Labels Ltd	
		Evince Suisse Limited	
		Evince Labels Limited	
		Evince Button Industries Limited	
		Evince Dress Shirts Limited	
		Evitex Fashions Limited	
		Evitex Apparels Ltd	
		Evitex Polycot Limited	
		Argon Denims Limited	
		Argon Spinning Limited	
		Argon Jeans Limited	
Shabnam Shehnaz Chowdhury	Vice Chairman	Argon Denims Limited	Chairperson
		Evince Paper Converting and Packaging Industries Limited	Director
		Evince Ltd.	
		Evince Accessories Limited	
		Evince Suisse Limited	
		Evince Labels Limited	
		Evince Button Industries Limited	
		Evince Dress Shirts Limited	
		Evitex Fashions Limited	
		Evitex Apparels Ltd	
		Evitex Polycot Limited	
		Argon Spinning Limited	
		Argon Jeans Limited	
Abu Kawser Majumder	Managing Director	Evince Design & Fashions Limited	Director
		Evitex Fashions Limited	
		Argon Denims Limited	
		Argon Spinning Limited	
		Argon Jeans Limited	
A.K. Gouhor Rabbani	Director	Evince Design & Fashions Limited	Director
		Evitex Fashions Limited	
		Argon Denims Limited	
		Argon Spinning Limited	
		Argon Jeans Limited	
Md. Akhter Shahid	Director	Evince Design & Fashions Limited	Director
		Evitex Fashions Limited	
		Argon Denims Limited	
		Argon Spinning Limited	
		Argon Jeans Limited	
Shah Adeeb Chowdhury	Director	Argon Denims Limited	Director
		Evitex Polycot Limited	
		Evince Apparels Limited	
Shah Rayeed Chowdhury	Director	Argon Denims Limited	Director
Faizul Hakim Khan	Independent Director	Argon Denims Limited	Independent Director
		Evitex Fashions Limited	
M. Shahjahan Bhuiyan	Independent Director	Bank Asia Ltd.	Independent Director

ANNEXURE-VI

CERTIFICATION BY CEO & CFO

EVINCE TEXTILES LIMITED

To
The Board of Directors
Evince Textiles Limited
Lotus Kamal Tower ONE (Level-12)
57 Joar Sahara C/A, Nikunja-2, Dhaka-1229

Certification by CEO & CFO regarding Financial Statements

Pursuant to Condition # 6 of the Corporate Governance Guidelines of BSEC,

We, the undersigned, do hereby certify that-

☐ (i) We have reviewed the financial statements of the company for the year ended 30 June 2017 and to the best of our knowledge and belief:

☐ (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

☐ (b) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.

☐ (ii) There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.

Khairul Islam Khan, FCA
Chief Financial Officer
Evince Textiles Limited

Abu Kawser Majumder
Chief Executive Officer
Evince Textiles Limited

Registered Office:
Plot #33, Section#7, Mirpur
Dhaka-1216, Bangladesh.
Tel : +88 02 9020491-2
Fax: +88 02 8900897

Corporate Office :
Lotus Kamal Tower-ONE (Level-12), 57, Joar Sahara C/A
Nikunja-2, New Airport Road, Dhaka-1229, Bangladesh.
Phone : +88 02 8900870-4, 8900781-3, Fax: +88 02 8900784
E-mail: info@evincetextiles.com, Web: www.evincetextiles.com

Factory :
Vill. : Shirir Chala, P.O. : Bhabanipur
P.S : Gazipur Sadar, Dist. : Gazipur
Bangladesh.

ANNEXURE-VII

BAPLC CERTIFICATE

BANGLADESH ASSOCIATION OF PUBLICLY LISTED COMPANIES

BAPLC

Ref. No: CM-2017/128

Date of issue : 12th March 2017

Renewed Certificate

This is to certify that

EVINCE TEXTILES LIMITED

is an Ordinary Member of Bangladesh Association of Publicly Listed Companies *and is entitled to all the rights and privileges appertaining thereto.*

This certificate remains current until 31st December 2017.

Secretary-General
(Acting)

AUDIT COMMITTEE REPORT

Composition of the Audit Committee

- The Board constituted an Audit Committee as a sub-committee of the Board on Monday March 10, 2014.
- Composition of theAudit Committee is as follows:

Name of the Members	Designation
Mr. Faizul Hakim Khan (Independent Director)	Chairman
Mrs. ShabnamShehnaz Chowdhury (Director)	Member
Mr. A. K. Gouhor Rabbani (Director)	Member
Mr.Md.AkhterShahid (Director)	Member

- The Company Secretary acts as the Secretary of the Audit Committee.

Terms of Reference (TOR) of the Audit Committee

- The Board defined Terms of Reference (TOR) for the Audit Committee. Activities of the Committee are performed as per the said TOR.
- The Committee submits its report directly to the Board of Directors.

Meetings of the Audit Committee

- The Committee had its five (05) meetings during the year. Attendance of the Members was as follows :

Name of the Member	No. of Meetings held	No. of Meetings Attended
Mr. Faizul Hakim Khan	5	4
Mrs. ShabnamShehnaz Chowdhury	5	4
Mr. A. K. Gouhor Rabbani	5	5
Mr.Md.AkhterShahid	5	5

- Minutes of the Committee are properly recorded.

Activities

In order to discharge the duties and responsibilities of the Audit Committee, the Committee-

- reviewed the financial statements of the first quarter, half year, third quarter and the year ended 30 June, 2017 and subsequently recommended to the Board for consideration and approval.
- reviewed the work of the Internal Audit Department and made suggestions for improvement.
- recognized the observations of the Internal Audit Department regarding internal control and suggestions made to improve operational systems and procedures and their implementation.
- reviewed the integrity of the financial statements of the Company to ensure that these reflect a true and fair view of the Company's state of affairs for the year ended 30 June, 2017.
- Ensured, while reviewing the financial statements, that proper disclosure required under International Accounting Standards as adopted in Bangladesh have been made and also complied with the Companies Act and various other rules and regulations applicable to textileindustries.
- discussed with the statutory auditors about the nature and scope of audit as well as had post-audit discussions to address areas of concern;

AUDIT COMMITTEE REPORT

- approved the internal audit plan and gave direction to the Internal Auditor where appropriate for carrying out in depth audit to ensure that the Company or its assets are not exposed to undue risk;
- reviewed the management report submitted by the statutory auditors and suggested corrective measures and fixed time frame for their implementation; and
- reviewed the performance of External Auditors during the last term and recommended them for re-appointment.
- reviewed the Internal Control System and Financial Statements
- reviewed the utilization status of IPO fund , the company already used (upto 30 June 2017) the IPO fund as under:

  i) Civil Construction Taka 64,868,421 i.e. 83.65%

  ii) Machineries, Erection, Electrical Fittings, Piping and Installation Taka 63,303,026 i.e. 81.42%

  iii) IPO Expenses Taka 14,700,500 i.e. 100%

  The management assured that the rest of amount will be utilized in full within prescribed time i.e. 19 December 2017.

Reporting

- Pursuant to Condition # 3.4.1 of the Corporate Governance Guidelines issued by BSEC, the Committee reports that it did not find any conflict of interest or any fraud, irregularity, material defect in the Internal Control System. There are no infringement of laws, rules and regulations also.
- The Committee is of the view that risk management associated with the business of the Company is adequately controlled.

On behalf of the Audit Committee

Faizul Hakim Khan
Chairman of the Audit Committee
September 19, 2017


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AUDITORS' REPORT TO THE SHAREHOLDERS OF EVINCE TEXTILES LIMITED AND ITS SUBSIDIARIES

We have audited the accompanying financial statements of Evince Textiles Limited and its Subsidiaries, which comprises the Statement of Consolidated Statement of Financial Position as at 30 June 2017, Consolidated Statement of Comprehensive Income, Consolidated Statement of Changes in Equity, Consolidated Statement of Cash Flows for the year then ended, a summary of significant accounting policies, other explanatory notes and all related consolidated financial statements of Evince Textiles Limited and its Subsidiaries.

Management's responsibility for the consolidated financial statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, the Bangladesh Securities and Exchange Rules 1987 and other applicable laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements including financial position of Evince Textiles Limited And Its Subsidiaries, prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the Company's/group's affairs as at 30 June 2017 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act 1994, the Bangladesh Securities and Exchange Rules 1987 and other applicable laws and regulations. However, documentation & reconciliation process need be strengthened further. Company has introduced Worker's Participation Fund w.e.f. 01 July 2017.

We also report that:

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;

b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books;

c) the Consolidated Statement of Financial Position and Consolidated Statement of Comprehensive Income dealt with by the report are in agreement with the books of account and returns; and

d) the expenditures incurred were for the purposes of the Company's business.

pinaki&co.

Dhaka
Dated: 08th October, 2017

Pinaki & Company
Chartered Accountants

Consolidated

EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Consolidated Statement of Financial Position
as at 30 June, 2017

PROPERTIES & ASSETS	Notes	Amount in Taka	
		30-June-2017	30-June-2016
Non Current Assets			
Property, Plant and Equipment	04.00	2,094,986,715	2,067,145,494
Capital work-in-progress	05.00	314,170,059	53,468,937
		2,409,156,774	**2,120,614,431**
Current Assets			
Fixed Deposit		-	48,692,001
Inventories	06.00	615,344,914	616,865,403
Accounts Receivable	07.00	784,025,882	814,266,424
Advances, Deposits and Pre-payments	08.00	334,067,828	178,638,528
Cash and Cash Equivalents	09.00	35,842,831	197,451,161
		1,769,281,454	**1,855,913,517**
Total Assets		**4,178,438,228**	**3,976,527,948**
SHAREHOLDERS' EQUITY & LIABILITIES			
Shareholders' Equity			
Paid-up Capital	10.00	1,440,000,000	1,200,000,000
Retained Earnings	11.00	329,608,484	495,566,108
Revaluation Surplus	12.00	350,798,494	360,499,059
		2,120,406,978	**2,056,065,167**
Non-controlling interests	13.00	**10,715,933**	**9,443,710**
Non Current Liabilities			
Long Term Loan	14.00	750,280,615	885,384,769
Obligation under Finance Lease	15.00	2,827,615	3,963,448
Deferred Tax Liabilities	25.02	30,371,935	20,184,413
		783,480,165	**909,532,630**
Current Liabilities			
Short Term Loan	16.00	900,351,659	709,278,142
Current Maturity of Long Term Loan	14 & 15	168,381,131	118,678,387
Accounts Payable	17.00	9,184,437	54,372,196
Liabilities for Expenses	18.00	95,942,519	54,740,973
Dividend Payable		181,575	-
Current Tax Liabilities	25.01.A	89,793,831	64,416,743
		1,263,835,153	**1,001,486,441**
Total Shareholders' Equity and Liabilities		**4,178,438,228**	**3,976,527,948**
Net Assets Value (NAV) Per Share	19.00	**14.73**	**14.28**

Managing Director **Director** **Company Secretary**

Pinaki & Company
Chartered Accountants

Consolidated

EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Consolidated Statement of Comprehensive Income

For the year ended 30 June, 2017

Particulars	Note	TAKA	
		July 16 to June 17	July 15 to June 16
Turnover	20.00	**2,326,845,444**	**2,174,914,798**
Less: Cost of Goods Sold	21.00	1,813,125,036	1,704,154,308
Gross Profit		**513,720,408**	**470,760,490**
Less: Administrative, Selling & Other Expenses	22.00	124,034,896	116,903,653
Operating Profit		**389,685,511**	**353,856,837**
Less: Financial Expenses	23.00	161,683,167	153,705,846
Profit Before Other Income		**228,002,344**	**200,150,991**
Add: Other Income	24.00	5,449,698	7,418,744
Net Profit before Tax		**233,452,043**	**207,569,735**
Less: Provision for Tax	25.00	47,838,009	26,886,528
Current Tax	25.01	37,650,487	19,486,425
Deferred Tax	25.02	10,187,522	7,400,103
Net Profit after Tax		**185,614,034**	**180,683,206**
Other Comprehensive Income :		-	-
Total Comprehensive Income		**185,614,034**	**180,683,206**
Profit attributable to:			
Equity holders of the company		184,341,811	179,501,143
Non-controling interests	13.00	1,272,223	1,182,063
		185,614,034	**180,683,206**
EPS - Basic	26.00	**1.28**	**1.40**
EPS - Considering Total Number of shares		**1.28**	**1.25**

Managing Director **Director** **Company Secretary**

Pinaki & Company
Chartered Accountants

Consolidated

EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Consolidated Statement of Changes in Equity
For the year ended 30 June, 2017

Amount in Taka

Particulars	Share Capital	Retained Earnings	Revaluation Surplus	Total
Balance as at July 01, 2016	**1,200,000,000**	**495,566,108**	**360,499,059**	**2,056,065,167**
Net Profit after Tax	-	184,341,811	-	184,341,811
Adjustment for Depreciation on Revaluation	-	9,700,565	(9,700,565)	-
Bonus Share Allotted on November 24, 2016 @ 20%	240,000,000	(240,000,000)		-
Dividend (10% Cash)	-	(120,000,000)		(120,000,000)
Balance as at June 30, 2017	**1,440,000,000**	**329,608,484**	**350,798,494**	**2,120,406,977**

Consolidated Statement of Changes in Equity
For the year ended June 30, 2016

Amount in Taka

Particulars	Share Capital	Retained Earnings	Revaluation Surplus	Total
Balance as at July 01, 2015	**1,030,000,000**	**295,453,844**	**370,710,180**	**1,696,164,024**
Share Issued through IPO	170,000,000	-	-	170,000,000
Net Profit after Tax	-	179,501,143	-	179,501,143
Adjustment for Depreciation on Revaluation		10,211,121	(10,211,121)	-
Adjustment of Directors' Remuneration		10,400,000	-	10,400,000
Balance as at June 30, 2016	**1,200,000,000**	**495,566,108**	**360,499,059**	**2,056,065,167**

Managing Director | Director | Company Secretary | Pinaki & Company
Chartered Accountants

Consolidated

EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Consolidated Statement of Cash Flows
For the year ended 30 June, 2017

Particulars	Notes	Taka	
		July 16 to June 17	July 15 to June 16
Cash flow from Operating Activities			
Cash received from customers	27.00	2,357,085,985	2,000,549,894
Cash paid to suppliers , Employees & others	28.00	(1,943,531,903)	(1,875,621,006)
Income Tax paid		(18,827,341)	(17,672,710)
Other Income		5,449,698	7,418,744
Net cash provided by Operating Activities		**400,176,440**	**114,674,923**
Cash flow from Investing Activities			
Addition to Fixed Assets		(172,810,331)	(224,001,023)
Capital work-in-progress		(260,701,122)	(92,058,137)
Fixed Deposit		48,692,001	(10,700,054)
Net Cash provided by Investing Activities		**(384,819,452)**	**(326,759,214)**
Cash flow from Financing Activities			
Share Issued		-	170,000,000
Financial Expenses		(161,683,167)	(153,705,846)
Dividend paid		(119,818,425)	
Long Term Loan-Increase/(Decrease)		(85,548,975)	407,133,392
Obligation under Finance Lease-Increase/(Decrease)		(988,269)	3,116,907
Short Term Loan-Increase/(Decrease)		191,073,518	(46,064,881)
Net cash provided by Financing Activities		**(176,965,318)**	**380,479,571**
Increase/(decrease) in Cash and Bank Balances		(161,608,329)	168,395,281
Cash and Cash Equivalents on Opening		197,451,161	29,055,880
Cash and Cash Equivalents on Closing		**35,842,831**	**197,451,161**
Net Operating Cash flow per shares (NOCFPS)	29.00	**2.78**	**0.80**

Managing Director **Director** **Company Secretary**

Pinaki & Company
Chartered Accountants

1.1 Legal form of the Company:

A) Evince Textiles Limited

Evince Textiles Limited was incorporated as a Private Limited Company on 3rd June 1999 under the Companies Act 1994 and the company commenced its commercial production on May 02, 2003.It was converted into Public Limited Company on June 04, 2013. Registered office of the company is at Plot No. 33, Sector-7, Mirpur, Dhaka-1216 while Factory is situated at Vill./Mouza: Shirir Chala, P.O.: Bhabanipur, P.S.: Gazipur Sadar, Dist: Gazipur. The principal activity of the company is to manufacture 100% cotton yarn dyed woven Fabrics.

The Company was established with an Authorised Capital of Tk. 100,000,000/- and Paid-up Capital of Tk. 500,000/-. The Authorised capital and Paid-up capital of the company was subsequently raised to Tk. 3,500,000,000/- and Tk. 1,440,000,000/- respectively. The Shares of the company has been denominated from Tk. 100/- to Tk. 10/- per share as at June 04, 2013.

B) Description of Subsidiaries:

Evitex Fashions Limited

Evitex Fashions Limited was incorporated as a Private Limited Company on April 11, 2004 under the Companies Act 1994 and the company commenced its commercial production on May 15, 2005. Registered office of the company is at Plot No. 33, Sector-7, Mirpur, Dhaka-1216 while Factory is situated at Vill./Mouza: Shirir Chala, P.O.: Bhabanipur, P.S.: Gazipur Sadar, Dist: Gazipur. The principal activity of the company is 100% export oriented Readymade Garments. Evince Textiles Limited is now holding 95% shares of the company.

The Company was established with an Authorised Capital of Tk. 100,000,000/- and Paid-up Capital of Tk. 200,000/-. The Paid-up capital of the company was subsequently raised to Tk. 88,000,000/-. The Shares of the company has been denominated from Tk. 100/- to Tk. 10/- per share as at April 21, 2013.

1.2 Nature of Business:

i. Parent Company:

The main activities of the company concentrated in Manufacturing, Dyeing & Finishing of 100% cotton woven Fabric and exporting the same.

ii. Subsidiary Company:

The main activities of the company concentrated in 100% export oriented Readymade Garments.

1.3 Share Capital:

Particulars	June 30, 2017	June 30, 2016
Authorized Capital: 35,00,00,000 ordinary shares of Tk. 10 each	3,500,000,000	1,500,000,000
Issued, Subscribed and fully paid up: 14,40,00,000 ordinary shares of Tk. 10 each	1,440,000,000	1,200,000,000

2.0 Basis of Preparation:

2.1 Statements Compliance:

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

2.2 Reporting Period:

Financial statements of the company cover from 01-07-2016 to 30-06-2017.

2.3 Date of Authorization:

The Board of Directors of Evince Textiles Limited approved this Financial Statements on 20th September 2017.

2.4 Reporting Currency and Level of Precision:

Currency of Reporting:

The figure in the financial statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

Foreign Currency Transactions

Foreign Currency Transactions in foreign currencies are converted into equivalent taka applying the ruling rate at the date of such transactions as per BAS-21 "The Effects of Changes in Foreign Exchange Rates".

2.5 Comparative Information:

Comparative information has been disclosed in respect of the previous year for all numerical information in the financial statements including narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Previous year's figure has been re-arranged whenever considered necessary to ensure comparability with the current year's presentation as per BAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

Comparative information has been provided in accordance with BAS-34 Statement of Financial Position, Statement of Comprehensive Income, statement of changes in equity and statement of cash flows.

3.0 Significant Accounting Policies:

3.1 Basis of Consolidation:

These consolidated financial statements comprise the consolidated financial position and consolidated results of operations of the company and its subsidiaries (Collectively referred to as "the Group") on a line by line basis together with the Group's share in the net assets of its equity-accounted investees.

BFRS 10 introduced a new control model that focuses on whether the group has power over an investee, exposure or rights to variable returns from its involvement with the investee and ability to use its power to affect those returns. An investor has power over an investee when the investor has existing rights that gives it the current ability to direct the relevant activities that significantly affect the investee's return. Power arises from rights. An investor is exposed, or has rights, to variable returns from its involvement with the investee when the investor's returns from its involvement have the potential to vary as a result of the investee's performance. An investor controls an investee if the investor not only has the power over the investee and exposure or rights to variable returns from its involvement with the investee, but also has the ability to use its power to affect the investor's return from its involvement with the investee.

Subsidiaries

Subsidiaries are enterprises controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that are presently exercisable are taken into account. The results of operations and total assets and liabilities of subsidiary companies are included in the consolidated financial statements on a line-by-line basis and the interest of minority shareholders, if any, in the results and net assets of subsidiaries is stated separately. The financial statements of subsidiaries are included in the consolidated financial statements of the Group from the date that control commences until the date that control ceases. Any gains or losses on increase/decrease in non-controlling interest in subsidiaries without a change in control, is recognized as a component of equity.

Loss of Control

Upon the loss of control, the Group derecognizes the assets and liabilities of the subsidiary, any non-controlling interest and other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognized in profit or loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently it is accounted for as an equity-accounted investee or as an available-for-sale financial asset depending on the level of influence retained.

Transactions eliminated on consolidation

Intra-group balances and transaction, and any unrealized income and expenses arising from intra-group transaction, are eliminated in preparing the consolidated financial statements. Unrealized gain arises from transaction with equity-accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment.

3.2.1 Non-derivative Financial Assets

The Entity initially recognizes loans and receivables on the date that they are originated. All other financial assets are recognized initially on the trade date, which is the date that the Entity becomes a party to the contractual provisions of the instrument.

The Entity derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in such transferred financial assets that is created or retained by Entity is recognized as a separate asset or liability.

The Entity classifies non-derivative financial assets into the following categories: Accounts Receivable and Cash and Cash Equivalents.

a. Accounts Receivable

Accounts Receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition Accounts receivables are measured at amortized cost using the effective interest method, less any bad debts provision and the entity has not provision for bad debts provision.

b. Cash and Cash Equivalents

Cash and Cash equivalents comprise cash in hand and cash at bank.

3.2.2 Non-derivative financial liabilities

Financial liabilities are recognised initially on the trade date at which the entity becomes a party to contractual provisions of the instrument.

The entity derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired.

Non-derivative financial liabilities comprise Bills Payable and borrowings.

a. Bills Payable

Bills payables are recognized initially at fair value less any directly attributable transaction costs. Subsequent to initial recognition, bills payables are measured at amortised cost using the effective interest method.

b. Borrowings

Interest-bearing borrowing include short term bank loan. Interest-bearing borrowings are recognised initially at fair value less any directly attributable transaction costs. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost using the effective interest method.

3.3 Share Capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction form equity, net of any tax effects. Paid-up share capital represents total amount contributed by the shareholders and bonus shares issued by the company to the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding up of the company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

3.4 Application of Bangladesh Accounting Standards (BASs):

The financial statements have been prepared in compliance with requirement of BAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following BASs are applicable for the financial statements for the period under review:

BAS – 01	Presentation of Financial Statement
BAS – 02	Inventories
BAS – 07	Statements of Cash Flows
BAS – 08	Accounting Policies, Changes in Accounting Estimates and Errors
BAS – 10	Events after the Reporting Period
BAS – 12	Income Taxes
BAS – 16	Property, Plant & Equipment
BAS – 17	Leases
BAS – 18	Revenue
BAS – 23	Borrowing Costs
BAS – 24	Related Party Disclosures
BAS – 33	Earnings per share
BAS – 36	Impairment of Assets
BAS – 37	Provision, Contingent Liabilities and Contingent Assets
BAS – 39	Financial Instruments: Recognition and Measurement
BFRS-10	Consolidated Financial Statement

3.5 Recognition of Property, Plant & Equipment and Depreciation:

Property, Plant & Equipment is stated at cost less depreciation in accordance with BAS-16 "Property, Plant and Equipment". Cost represents cost of acquisition or construction and include purchase price and other directly attributable cost of bringing the assets to working conditions for its intended use. During Financial year 2012 the Company Revalued again the Assets amounting Tk. 172,372,331 by M.M. Rahman & Co., Chartered Accountants after the Revaluation during financial year 2008 amounting Tk. 260,672,242 by G.K. Adjusters Ltd., Licensed Certified Surveyor Government of Bangladesh. No depreciation is charged on land and land development. Depreciation on all other fixed assets is computed using the reducing balance method in amount sufficient to write-off depreciable assets over their estimated useful life. Depreciation on addition is charged When it is available for use. Expenditure for maintenance and repairs are expenses, major replacements, renewals and betterment are capitalized. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed off are eliminated from the assets and accumulated depreciation and any gain or loss on such disposal is reflected in operations for period.

The depreciation rate in this period has been restructured as under:

Sl.	Category of Fixed Assets Rate	Rate
1.	Land and Land Development	-
2.	Building	5%
3.	Plant and Machinery	10%
4.	Fire Detection System & Equipment	15%
5.	Balancing, Modernization, Rehabilitation & Expansion	5%
6.	Furniture and Fixtures	10%
7.	Office Equipment	15%
8.	Electricity, Gas and Water Line Installation	10%
9.	Electric Sub-Station	10%
10.	Installation Cost of Machinery	10%
11.	False Ceiling & Cooling Ducting	15%
12.	Vehicles	20%

3.6 Impairment:

In accordance with the provision of BAS 36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in the statement of comprehensive income. No such indication of impairment has been observed till the end of the period.

3.7 Revaluation of Fixed Assets:

The company revalued its fixed assets for the 1st time in the year 2008 and the 2nd time in the year 2012. Reserve is created in accordance with Bangladesh Accounting Standard (BAS) and Bangladesh Financial Reporting Standards (BFRS) and other applicable laws, rules, regulations and guidelines. Depreciation is charged on the revalued assets except Land and Land Development. Proper accounting treatments, including provisions, tax and other liabilities, have been made in the financial statements to consider the valuation.

3.8 Inventories:

Inventories comprise of Raw Materials, Work-in Process and Finished Goods. They are stated at the lower of cost or net realizable value in accordance with the Para of 21 & 25 of BAS-2 "Inventories" after making due allowance for any obsolete or slow moving item. Quantity wise Schedule of inventory as per requirement of companies act 1994 is detailed in Annexure-B.

3.9 Advance, Deposit and Prepayment:

Evince Textiles Limited has been incurred some expenses as Advance, Deposit and Pre-payment that are shown in the notes to Financial Statement in details.

3.10 Accounts Receivable:

These are carried forward at their original invoiced value amount and represents net realizable value. Management considered the entire bills receivable as good and is collectable and therefore, no amount was provided for as bad debt in the current period's account.

3.11 Statement of Cash Flows:

Statement of Cash Flows is prepared principally in accordance with BAS-7 Statement Cash Flows and the cash flows from operating activities have been presented under direct method as required by the Securities and Exchange Rules 1987 and considering the provisions that Enterprises are encouraged to Report Cash Flow from Operating Activities Using the Direct Method". There has been made a certain change in Financial expenses treating the same under Financial activities rather than operating activities shown earlier.

3.12 Cash and Cash Equivalents:

According to BAS-7 'Statement of Cash Flows' cash comprises of cash-in-hand and demand deposits. BAS-1 'Presentation of Financial Statements' provides that cash and cash equivalents are not restricted in use. Considering the provisions of BAS-7 and BAS-1, Cash in hand and Bank Balances have been considered as cash and cash equivalents.

3.13 Long Term Liabilities:

Long Term liabilities comprises the amount borrowed from the bank and other concern for the long period of time and accounted and shown in the accounts at transaction cost as per BAS 39 "Financial Instrument: Recognition and Measurement."

3.14 Creditors and Accruals:

Liabilities are recognized for amounts to be paid in the future for goods and services received, whether or not billed by the supplier.

3.15 Income Tax:

Current Tax:

Evince Textiles Limited:

Provision for current income tax has been made at the rate of 15% as prescribed in the finance act on the accounting profit made by the company as per ITO 1984 in compliance with BAS-12 "Income Taxes".

Evitex Fashions Limited:

Provision for current tax for the year has been made at the rate of 12% as prescribed in the SRO 255-Ain/Incometax/2017 dated August 01, 2017 on the accounting profit made by the company as per ITO 1984 in compliance with BAS-12 "Income Taxes".

Deferred Tax:

Evince Textiles Limited:

Deferred tax is provided for all temporary timing differences arising between the tax base of assets and liabilities and their accounting base in the financial statements in accordance with the provisions of BAS-12. Tax rate prevailing at the balance sheet date is used to determine deferred tax.

Evitex Fashions Limited:

The provision for deferred tax is raised due to taxable temporary difference for this period in accordance with the provisions of BAS-12. The Tax Authority allowed the accounting depreciation as tax depreciation so there is no difference between tax depreciation and accounting depreciation as such deferred tax is nil.

3.16 Compliance with Local Laws:

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

3.17 Borrowing Cost:

The borrowing cost is capitalized unless active developments of related assets are interrupted or cease when the borrowing cost directly transferred to the profit and Loss account as per BAS-23 "Borrowing Cost".

3.18 Revenue Recognition:

Revenue from the sales is measured at the fair value of the consideration received or receivable. The company recognizes revenue when risk and rewards associated with ownership has been transferred to buyer, which satisfied all the condition for the revenue recognition as provided in BAS-18 'Revenue Recognition'.

Sales revenue is recognized when transactions related to sales are completed and the sales invoices are issued in favor of the buyers.

3.19 VAT:

The Company's traded income is 100% export oriented so its income is not subject to VAT.

3.20 Components of the Financial Statements:

According to the Bangladesh Accounting Standard BAS-1 'Presentation of Financial Statements' the complete set of Financial Statements includes the following components:

i. Consolidated Statement of Financial Position as at June 30, 2017.
ii. Consolidated Statement of Comprehensive Income for the year ended from July 2016 to June 2017.
iii. Consolidated Statement of Changes in Equity for the year ended from July 2016 to June 2017.
iv. Consolidated Statement of Cash flows for the year ended from July 2016 to June 2017.
v. Accounting Policies and Explanatory Notes for the year ended from July 2016 to June 2017.

3.21 Earnings per Share:

Earning per share (EPS) is calculated in accordance with the Bangladesh Accounting Standard BAS-33 and weighted average number of share has been used as the denominator and details are shown in the Notes to the Financial Statement.

Basic earnings per share:

This represents earning for the period attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the period has been considered as fully attributable to the ordinary shareholders.

Weighted Average Number of Ordinary Shares Outstanding During the Period:

This represents the number of ordinary shares outstanding at the beginning of the period plus the number of shares issued during the period multiplied by a time-weighted factor is the number of months the specific shares are outstanding as a proportion of the total number of months in the period.

3.22 Responsibility for Preparation and Presentation of Financial Statements:

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements' issued by the International Accounting Standards Board (IASB).

3.23 Going Concern:

The financial statements are normally prepared on the assumption that an enterprise is a going concern and will continue in operation for the foreseeable future. Hence it is assumed that the entity has neither the intention nor the need to liquidate or curtail materially the scale of its operation.

3.24 Employees Benefits:

Evince Textiles Limited are paying to its employees some benefits which include Salaries, Wages, Sick Leave, Mobile Allowance, Lunch Subsidy etc. as short term benefit and as the long term benefit the company implemented Contributory Provident Fund (CPF) from March 01, 2015 and Worker's Profit Participation Fund and Welfare Fund (WPPF & WF) from July 01, 2017. On monetary benefits like Medical Care, Transport Facilities.

3.25 Events after the Reporting Period:

As per BAS-10 "Event after the Reporting Period" are those event favorable and unfavorable that occur between the end of the reporting period and the date when the financial statement is authorized for issue. Two types of event can be indentified:

Those are providing evidence of conditions that existed at the end of the reporting period (adjusting events after the Reporting Period); and

Those are indicative of conditions that arose after the reporting period (Non-adjusting events after the Reporting Period).

3.26 Financial Instruments:

Derivative:

According to BFRS-7 "Financial Instruments Disclosers", the company was not a party to any derivative contract (financial instruments) at the financial statement date, such as forward exchange contract, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

Non-Derivative:

Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per BAS 39 "Financial Instruments Recognition and Measurement".

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EVINCE TEXTILES LIMITED
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Notes to the Consolidated Financial Statement
as at 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT 30-June-2017	Amount in BDT 30-June-2016
04.00	**Property, Plant and Equipment:**			
	Land and Land Development		373,189,487	316,991,442
	Building		756,943,353	723,757,317
	Plant & Machinery		815,438,105	898,066,050
	Fire Detection System & Equipment		20,144,657	7,229,009
	Balancing, Modernization, Rehabilitation & Expansion		30,502,812	5,717,565
	Furniture and Fixtures		4,386,135	4,873,484
	Office Equipment		4,603,006	4,873,542
	Electricity, Gas & Water Installation		4,287,638	4,764,042
	Electrical Equipment		1,867,949	2,197,587
	Electric Sub-Station		7,199,566	7,999,517
	False Ceiling & Cooling Ducting		64,625,592	76,030,108
	Vehicles		11,798,413	14,645,833
			2,094,986,715	**2,067,145,494**
04.01	**Movement of Consolidated PPE**			
	Opening Balance		**2,067,145,494**	**1,914,515,743**
	Add: Addition during the year		172,810,331	299,857,320
	Closing Balance		**2,239,955,825**	**2,214,373,063**
	Less: Depreciation charged during the year		144,969,112	147,227,568
	Written Down Value (WDV)		**2,094,986,715**	**2,067,145,494**
	For Details please refer to Annexure-'A' (PPE Schedule)			
05.00	**Capital work-in-progress**			
	Civil Construction		152,568,421	53,468,937
	Machineries		161,601,638	-
			314,170,059	**53,468,937**
06.00	**Inventories**			
	Raw Materials	06.01	323,214,682	322,008,549
	Work in Process	06.02	151,884,340	152,871,646
	Finished Goods	06.03	140,245,892	141,985,208
			615,344,914	**616,865,403**
06.01	**Raw Materials**			
	Yarn	Annex-B	190,492,274	180,296,557
	Sizing Chemical	Annex-B	3,827,723	4,709,549
	ETP Chemical	Annex-B	6,394,819	1,917,802
	Dyes Chemical	Annex-B	28,490,181	42,835,281
	Fabrics	Annex-B	75,207,747	73,799,488
	Accessories	Annex-B	18,801,937	18,449,872
			323,214,682	**322,008,549**
06.02	**Work in Process**			
	Warping	Annex-B	32,885,076	33,092,342
	Sizing	Annex-B	37,369,405	37,604,934
	Dyeing	Annex-B	44,843,286	45,125,921
	Weaving	Annex-B	34,379,853	34,596,539
	Evitex Fashions Ltd.	Annex-B	2,406,720	2,451,910
			151,884,340	**152,871,646**
06.03	**Finished Goods**			
	100% Cotton Fabrics	Annex-B	137,090,327	138,514,608
	Finished Shirts	Annex-B	3,155,565	3,470,600
			140,245,892	**141,985,208**

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EVINCE TEXTILES LIMITED
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Notes to the Consolidated Financial Statement
as at 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT 30-June-2017	Amount in BDT 30-June-2016
07.00	**Accounts Receivable**			
	Consolidated Export Bills Receivable		784,025,882	814,266,424
			784,025,882	**814,266,424**
07.03	**Disclosure as per Schedule-XI, Part-I of the Companies Act, 1994**			
	Maturity Less than 6 months		784,025,882	814,266,424
	Maturity more than 6 months		-	-
			784,025,882	**814,266,424**
	Debts considered Good and Secured		784,025,882	814,266,424
	Debts considered Good without security		-	-
	Debts considered doubtful and bad		-	-
	Debts due by directors or other officers & staffs		-	-
	Debts due from companies under same management		-	-
	Maximum debt due any directors or officers & staffs at any time		-	-
08.00	**Advance, Deposits and Pre-payments**			
	Security Deposit - Gas Connection		13,887,447	8,956,785
	TDS on Export sale		40,391,939	33,837,999
	FC held account		185,227,988	105,521,663
	Reserve for BTB LC payment		22,189,129	5,043,581
	Reserve Margin		1,881,324	1,022,000
	Advance against Land Purchase		36,475,000	24,200,000
	Advance against Salary		15,000	56,500
	Share Money Deposit to Argon Spinning Ltd.		34,000,000	-
			334,067,828	**178,638,528**
08.01	**Disclosure as per Schedule-XI, Part-I of the Companies Act, 1994**			
	Advance exceeding 6 months		54,279,387	8,956,785
	Advance not exceeding 6 months		279,788,441	169,681,743
	Advance, deposit & prepayments considered good with secured		334,067,828	178,638,528
	Advance, deposit & prepayments considered good without security		-	-
	Advance, deposit & prepayments considered doubtful & bad		-	-
	Advance, deposit & prepayments due by directors or other officers and staffs		-	-
	Advance, deposit & prepayments due from companies under same management		-	-
	Maximum Advance due by directors or officers & staffs at any time		-	-
09.00	**Cash and Cash Equivalent**			
	Cash in Hand	09.01	1,582,193	4,828,414
	Cash at Banks	09.02	34,260,638	192,622,747
			35,842,831	**197,451,161**
09.01	**Cash in Hand :**			
	At Head office		851,990	254,265
	At Factory office		730,203	4,574,149
			1,582,193	**4,828,414**

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EVINCE TEXTILES LIMITED
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Notes to the Consolidated Financial Statement
as at 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT 30-June-2017	Amount in BDT 30-June-2016
09.02	**Cash at Banks :**			
	Prime Bank IBB#3105		1,643,918	157,604
	Prime Bank STD#43193		-	-
	Prime Bank CD#8484		1	2,214
	Standard Chartered Bank CD A/C		163,688	4,690,858
	EXIM Bank CD A/C		31,049	32,924
	Modhumoti Bank - CD A/C		180,281	-
	Modhumoti Bank - FDRA A/C		92,421	480
	Dhaka Bank CD A/C		1,081,747	16,563,262
	Brac Bank # 5001		30,485,766	152,298,884
	Brac Bank # 5002		-	16,910,000
	Brac Bank # 5003		-	10,000
	Brac Bank # 5004		-	80,000
	Brac Bank # 5005		184,417	-
	Prime Bank CD A/C-744		175	131,392
	Prime Bank STD A/C-115		16,784	18,314
	Prime Bank ERQ A/C-017		-	1,603,812
	Shahjalal Bank CD A/C-385		-	145
	Southeast Bank CD A/C - 8028		229,108	9,832
	Brac Bank - 001		151,283	113,026
			34,260,637	**192,622,747**
10.00	**Share Capital**			
	Authorized Capital			
	350,000,000 Ordinary Shares of Tk 10/- each		**3,500,000,000**	**1,500,000,000**
	Issued subscribed and fully paid up capital			
	144,000,000 Ordinary shares of Tk. 10/- each		**1,440,000,000**	**1,200,000,000**
10.01	**Breakup of paid up capital:**			
	Opening balance		1,200,000,000	1,030,000,000
	Share Allotted on June 02, 2016		-	170,000,000
	Bonus Share Allotted on November 24, 2016		240,000,000	
			1,440,000,000	**1,200,000,000**

10.02 Share holdings Position

Particulars of Shareholders and their share holding position is as under:

Name of Share holders	Number of Shares 30-June-2017	Number of Shares 30-June-2016	%	Amount in BDT 30-June-2017	Amount in BDT 30-June-2016
Anwar-ul Alam Chowdhury	7,488,000	6,240,000	5.20%	74,880,000	62,400,000
Shabnam Shehnaz Chowdhury	7,488,000	6,240,000	5.20%	74,880,000	62,400,000
Abu Kawser Majumder	11,880,000	9,900,000	8.25%	118,800,000	99,000,000
A.K. Gouhor Rabbani	11,880,000	9,900,000	8.25%	118,800,000	99,000,000
Md. Akhter Shahid	7,920,000	6,600,000	5.50%	79,200,000	66,000,000
Shah Rayeed Chowdhury	3,072,000	2,560,000	2.13%	30,720,000	25,600,000
Shah Adeeb Chowdhry	3,072,000	2,560,000	2.13%	30,720,000	25,600,000
Other Shareholder	91,200,000	76,000,000	63.33%	912,000,000	760,000,000
Total	**144,000,000**	**120,000,000**	**100.00%**	**1,440,000,000**	**1,200,000,000**
Face Value Per share	Tk. 10/-	Tk. 10/-			

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Notes to the Consolidated Financial Statement
as at 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			30-June-2017	30-June-2016

10.03 Classification of shares by holding:

Slabs by number of shares	No. of Shareholders		No. of shares	
	30-June-2017	30-June-2016	30-June-2017	30-June-2016
Less than 500	1288	2	258,001	104
From 500 to 5,000	4590	17017	9,556,554	8,532,251
From 5,001 to 10,000	1065	19	8,462,970	118,483
From 10,001 to 20,000	686	17	10,326,256	197,768
From 20,001 to 30,000	253	17	6,343,948	406,867
From 30,001 to 40,000	115	8	4,132,114	271,078
From 40,001 to 50,000	90	2	4,221,742	100,000
From 50,001 to 100,000	135	37	10,015,956	2,889,266
From 100,001 to 1,000,000	83	43	22,450,998	18,434,183
Above 1,000,000	15	21	68,231,461	89,050,000
Total	**8320**	**17183**	**144,000,000**	**120,000,000**

11.00	**Retained Earnings**		
	Opening Balance	495,566,108	295,453,844
	Add: Current year Profit after Tax	184,341,811	179,501,143
	Add: Adjustment for Depreciation on revaluation	9,700,565	10,211,121
	Less: Adjustment of Directors' Remuneration	-	10,400,000
	Less: Dividend (20% Stock & 10% Cash)	(360,000,000)	-
	Closing Balance	**329,608,484**	**495,566,108**
12.00	**Revaluation Surplus**		
	Opening Balance	360,499,059	370,710,180
	Less : Depreciation on revalued assets	(9,700,565)	(10,211,121)
	Closing Balance	**350,798,494**	**360,499,059**
13.00	**Non-controling Interest**		
	Opening Balance	9,443,710	8,261,647
	Proportionate profit	1,272,223	1,182,063
		10,715,933	**9,443,710**
14.00	**Long Term Loan :**		
	This represents amount provided and related by the Modhumoti Bank Ltd., Pubali Bank Ltd., and Lanka Bangla Finance Ltd.		
	The breakup of the loans is given below:		
	Opening Balance	**1,003,120,520**	**599,554,781**
	Add: Loan Received During the Year	74,082,684	610,488,640
	Add: Interest Charged During the Year	88,804,557	94,285,494
		1,166,007,761	**1,304,328,915**
	Less - Paid during the year :	248,436,216	301,208,396
	Principal	160,173,958	248,907,422
	Interest	88,262,258	52,300,974
	Balance before current maturity 14.01	**917,571,545**	**1,003,120,520**
	Less : Current Maturity	167,290,930	117,735,750
	Balance after current maturity	**750,280,615**	**885,384,769**

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EVINCE TEXTILES LIMITED
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Notes to the Consolidated Financial Statement
as at 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT 30-June-2017	Amount in BDT 30-June-2016
14.01	**Term Loan:**			
	Pubali Bank Limited		237,624,569	319,039,018
	LankaBangla Finance Ltd.		87,258,374	56,578,623
	Modhumoti Bank Ltd.		592,688,602	627,502,878
			917,571,545	**1,003,120,519**
15.00	**Obligation under Finance Lease**			
	This represents amount provided and related by the Nitol Motors Ltd. and LankaBangla Finance Ltd. The breakup of the loans is given below :			
	Opening Balance		**4,906,085**	**1,789,178**
	Add: During the Year		-	4,280,000
	Add: Interest Charged During the Year		600,423	619,993
			5,506,508	**6,689,171**
	Less: Paid during the year :		1,588,692	1,783,086
	Principal		988,269	1,163,093
	Interest		600,423	619,993
	Balance before current maturity	15.01	**3,917,816**	**4,906,085**
	Less : Current Maturity		1,090,201	942,637
	Balance after current maturity		**2,827,615**	**3,963,448**
15.01	**Details of Obligation under Finance Lease**			
	Nitol Motors Ltd.		826,686	1,060,781
	LankaBangla Finance Ltd.		3,091,130	3,845,304
			3,917,816	**4,906,085**
16.00	**Short Term Loan**			
	Deferred Loan		93,634,000	112,748,824
	IDBP Loan		210,336,777	168,929,729
	LTR Loan		92,867,121	112,748,827
	EDF Loan		273,347,412	135,096,467
	Back to Back Loan		-	7,217,851
	Cash Credit Loan		60,406,900	57,548,831
	OD Loan		71,125,265	72,296,503
	ST Loan		15,060,575	10,304,325
	ST Loan - LB		6,525,819	14,000,000
	SOD A/C (Prime Bank) FD		-	14,410,956
	OD against non cash security-SEBL-290		7,623,945	-
	Packing Credit-Prime		-	3,975,829
	Packing Credit-SEBL		18,334,426	-
	FBP-SEBL		7,970,280	-
	Time Loan-SEBL-1825		10,030,833	-
	EDF Loan-SEBL		33,088,306	-
			900,351,659	**709,278,142**

Consolidated

EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Notes to the Consolidated Financial Statement
as at 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT 30-June-2017	Amount in BDT 30-June-2016
17.00	**Accounts Payable :**			
	Asia Plastic Container		524,125	-
	Bangla Trac Ltd.		-	72,898
	Prime Insurance Co. Ltd.		355,585	1,026,546
	Sarabor Trading co.		478,580	472,095
	RJM Corporation		800	-
	Corona Trade & Transport		89,310	107,176
	Colours Confidence		2,545	-
	Dammam Transport		1,700	-
	EFA Enterprise		333	-
	Falcate Paper Tube Co		20,990	272,975
	NK Trading		-	-
	Payable for Raw Material		5,293,237	35,986,200
	Payable for Accessories		1,832,778	12,458,920
	Payable for Packing Material		584,454	3,975,386
			9,184,437	**54,372,196**
18.00	**Liabilities for Expenses :**			
	Gas Bill		17,249,631	14,798,411
	Salary and Wages with PF Contribution		21,748,147	8,063,124
	PF Contribution (Employee & Employer)		777,014	-
	Telephone & Mobile Bill		122,000	85,211
	Audit fees & VAT		253,000	379,500
	Directors' Remuneration		49,300,000	25,300,000
	Office Rent		400,986	801,968
	AIT & VAT Payable		6,085,493	5,304,591
	Electricity Bill		6,249	8,169
			95,942,519	**54,740,973**
19.00	**Net Assets Value (NAV) Per Share**		**14.73**	**14.28**
	Shareholders' Equity		2,120,406,978	2,056,065,167
	Total Number of Shares	19.01	144,000,000	144,000,000
19.01	**Total Number of Shares**			
	Opening Balance		120,000,000	103,000,000
	Share Allotted on June 02, 2016		-	17,000,000
	Bonus Share Allotted on November 24, 2016		24,000,000	24,000,000
			144,000,000	**144,000,000**
	Face Value per Share		Tk. 10/-	Tk. 10/-

Consolidated

EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Notes to the Consolidated Financial Statement
For the year ended 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			July 16 to June 17	July 15 to June 16
20.00	**Turnover**			
	Export-ETL		1,735,653,058	1,563,248,616
	Export-EFL		578,211,901	591,909,598
	Export Incentive		1,159,200	-
	Foreign Exchange Gain/(Loss)		11,821,285	19,756,583
			2,326,845,444	**2,174,914,798**
20.01	**Sales Quantity**			
	Export-ETL	Yds	11,661,396	11,286,591
	Export-EFL	Pcs	1,652,040	1,691,160
21.00	**Cost of Goods Sold**			
	Raw material consumed	21.01	1,269,973,524	1,220,579,202
	Factory Overhead	21.02	540,424,890	537,176,652
			1,810,398,414	**1,757,755,855**
	Add: Opening Work-in-Process	Annex B	152,871,646	126,840,002
			1,963,270,060	**1,884,595,857**
	Less: Closing Work-in-Process	Annex B	151,884,340	152,871,646
	Cost of Production		**1,811,385,720**	**1,731,724,211**
	Add: Opening Stock of Finished Goods	Annex B	141,985,208	114,415,305
			1,953,370,928	**1,846,139,516**
	Less: Closing Stock of Finished Goods	Annex B	140,245,892	141,985,208
			1,813,125,036	**1,704,154,308**
21.01	**Raw Material Consumed**			
	Opening Stock of Raw Materials	Annex B	**322,008,549**	**252,058,173**
	Add. Purchase of Raw Materials	Annex B	1,271,179,657	1,290,529,578
			1,593,188,206	**1,542,587,751**
	Less: Closing Stock of Raw Materials	Annex B	323,214,682	322,008,549
			1,269,973,524	**1,220,579,202**
21.01.1	**Opening Stock of Raw Materials**			
	Yarn	Annex B	180,296,557	156,083,117
	Sizing Chemical	Annex B	4,709,549	3,944,937
	ETP Chemical	Annex B	1,917,802	1,575,740
	Dyes Chemical	Annex B	42,835,281	36,993,782
	Fabrics	Annex B	73,799,488	42,768,478
	Accessories	Annex B	18,449,872	10,692,119
			322,008,549	**252,058,173**
21.01.2	**Import of Raw Materials**			
	Yarn	Annex B	721,386,600	694,243,551
	Sizing Chemical	Annex B	14,495,225	13,950,027
	ETP Chemical	Annex B	24,216,714	23,305,733
	Dyes Chemical	Annex B	107,890,952	103,831,637
	Fabrics	Annex B	322,552,134	364,158,904
	Accessories	Annex B	80,638,033	91,039,726
			1,271,179,657	**1,290,529,578**
21.01.3	**Closing Stock of Raw Materials**			
	Yarn	Annex B	190,492,274	180,296,557
	Sizing Chemical	Annex B	3,827,723	4,709,549
	ETP Chemical	Annex B	6,394,819	1,917,802
	Dyes Chemical	Annex B	28,490,181	42,835,281
	Fabrics	Annex B	75,207,747	73,799,488
	Accessories	Annex B	18,801,937	18,449,872
			323,214,682	**322,008,549**

Consolidated

EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Notes to the Consolidated Financial Statement
For the year ended 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			July 16 to June 17	July 15 to June 16
21.02	**Factory Overhead**			
	Wages & Salary with PF Contribution		251,857,696	276,254,601
	Factory Staff Salary & Allowance		16,505,271	16,858,584
	Workers & Employee Welfare		309,030	489,403
	Packing Materials		3,235,312	792,313
	Gas Bill		97,599,770	83,983,335
	Repair & Maintenance		706,216	1,082,681
	Spare Parts (Imported)		7,211,538	2,319,498
	Carriage inward		3,627,769	494,769
	C & F expenses		3,985,805	2,297,150
	Insurance Premium		4,768,949	2,585,751
	Medical expenses		165,049	136,446
	Labour charge		1,069,403	410,630
	Staff Fooding Expenses		3,902,021	644,317
	Travelling & Conveyance		460,350	567,243
	Electrical Maintenance-Electric Equipment		24,499	196,706
	Spare Parts for Electric Equipment		250,000	202,005
	Power/Fuel/Electricity		93,374	111,647
	Factory Maintenance-Workshop Bill		133,521	77,150
	Spare parts for Factory Maintenance		650,000	1,195,845
	Air Freight Charges		-	351,476
	Depreciation		143,869,318	146,125,105
			540,424,890	**537,176,652**
22.00	**Administrative, Selling & Other Expenses**			
	Salary with PF Contribution		37,023,822	38,629,586
	Managing Director's Remuneration		6,000,000	6,000,000
	Directors' Remuneration		19,200,000	19,200,000
	Board meeting fees		250,000	-
	Telephone & Mobile Bill		1,352,966	1,251,666
	Printing & Stationery		961,679	746,533
	Travelling & Conveyance		2,106,021	1,393,235
	Entertainment		1,942,261	1,756,221
	Fuel for vehicles		1,852,368	1,108,241
	Vehicle Spareparts		1,392,114	1,105,622
	Vehicle Maintenance with VAT		1,272,711	230,354
	Newspapers and Periodicals		29,840	24,516
	Postage and Courier		189,788	201,371
	Website development		-	40,000
	Fees for IPO fund utilization audit with VAT		172,500	-
	Fees for PF fund audit with VAT		28,750	-
	Internet Bill with VAT		331,000	241,034
	Advertisement Expenses		1,197,760	-
	Fees & Forms		3,846,704	966,004
	Office Rent with VAT		1,603,936	1,603,935
	Selling Expenses		10,413,918	9,379,492
	Audit fees & VAT		189,750	189,750
	IPO Expenses		4,372,926	10,610,450
	AGM Expenses		1,446,941	-
	Listing Fees		1,675,863	-
	Bank Charges		15,441,082	13,662,531
	Repairs & Maintenance - Workshop Bill		70,466	55,722
	Courier Charges		1,719,681	373,975
	Insurance Premium		1,503,176	1,275,894
	Travelling Expenses		2,471,355	2,675,345
	C&F Expenses		1,800,631	1,882,000
	Sample Expenses		-	159,749
	Transportation		602,388	708,098
	Testing Expenses		472,705	329,870
	Depreciation		1,099,794	1,102,464
			124,034,896	**116,903,653**

Consolidated

EVINCE TEXTILES LIMITED
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Notes to the Consolidated Financial Statement
For the year ended 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			July 16 to June 17	July 15 to June 16
23.00	**Financial Expenses :**			
	Interest from long term borrowings		88,804,056	94,285,494
	Interest from finance lease		600,423	619,993
	Interest from short term borrowings		72,278,687	58,800,359
			161,683,167	**153,705,846**
24.00	**Other Income**			
	Interest Income from FDR		1,785,096	3,176,539
	LC Commission		-	3,849,000
	Interest Income on IPO Proceed		3,664,602	393,205
			5,449,698	**7,418,744**
25.00	**Provision for Tax**			
25.01	**Current Tax:**			
	This represents estimated Income Tax on Net Income for the period from July 01, 2016 to June 30, 2017 and any short provision for prior year.			
	Tax on core business / Operational Income		22,968,960	21,262,966
	Tax on Other Income		1,792,934	2,809,240
	Under/(over) Provision of previous year		12,888,592	(4,585,781)
	Tax Provision for the year		**37,650,487**	**19,486,425**
25.01.A	**Net Current Tax Liability**			
	Opening Balance for Current Tax		64,416,743	71,988,689
	Less: Adjustment during the year AY 2015-2016/AY 2014-2015		(7,036,979)	(21,058,371)
			57,379,766	**50,930,318**
	Add: Provision for the year	25.01	37,650,487	19,486,425
			95,030,253	**70,416,743**
	Less. Arrear Tax paid		(5,236,422)	(6,000,000)
			89,793,831	**64,416,743**
25.02	**Deferred Tax**			
	Deferred tax is provided for all temporary timing differences arising between the tax base of assets and liabilities and their accounting base in the financial statements in accordance with the provisions of BAS-12. Tax rate prevailing at the balance sheet date isused to determine deferred tax.The calculation of deferred tax of Evince Textiles Limited has stated bellow. The Tax Authority allowed the accounting depreciation of Evitex Fashions Limited as tax depreciation so there is no difference betweentax depreciation and accounting depreciation as such deferred tax is nil of Evitex Fashions Limited.			
	Opening Balance		20,184,413	12,784,310
	Provision made during the year		**10,187,522**	**7,400,103**
			30,371,935	**20,184,413**
26.00	**Earnings Per Share (EPS)**			
26.01	**Basic Earnings Per Share**		**1.28**	**1.40**
	Net Profit from Core Business		184,341,811	179,501,143
	Weighted Average number of Shares	26.01.A	144,000,000	128,369,444
26.01.A	**Weighted Average Number of Shares**			
	Opening Balance		120,000,000	103,000,000
	Share Allotted on June 02, 2016 ((17,000,000/360)*29 days))		-	1,369,444
	Bonus Share Allotted on November 24, 2016		24,000,000	24,000,000
			144,000,000	**128,369,444**
	Face Value of Share		Tk. 10/-	Tk. 10/-

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EVINCE TEXTILES LIMITED
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Notes to the Consolidated Financial Statement
For the year ended 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			July 16 to June 17	July 15 to June 16
27.00	**Cash Received from Customers**			
	Turnover (Export)		2,326,845,444	2,174,914,798
	Add. Opening Balance of Accounts Receivable		814,266,424	639,901,520
	Cash available for collection		**3,141,111,867**	**2,814,816,318**
	Less. Closing Balance of Accounts Receivable		784,025,882	814,266,424
			2,357,085,985	**2,000,549,894**
28.00	**Cash paid to suppliers , Employees & others**			
	Import of Raw Material		(1,271,179,657)	(1,290,529,578)
	Accounts Payable		(45,187,758)	6,635,886
	Liabilities for Expenses		41,201,546	12,340,194
	Factory Overhead		(540,424,890)	(537,176,652)
	Administrative, Selling & Other Expenses		(124,034,896)	(116,903,653)
	Add. Depreciation		144,969,112	145,290,658
	Advance Deposit and Prepayment		(148,875,359)	(95,277,860)
			(1,943,531,903)	**(1,875,621,006)**
29.00	**Net Operating Cash flow per shares**		**2.78**	**0.80**
	Net cash provided by operating activities		400,176,440	114,674,923
	Total Number of shares	19.01	144,000,000	144,000,000

30.00 Related party Disclosure

The Details of related party transactions during the year alongwith the ralationship is illustrated below in accordance of BAS 24:

Name of the Party	Relationship	Nature of Transaction	Transacted Amount	
			July 16 to June 17	July 15 to June 16
Mr. Anwar-ul Alam Chowdhury	Chairman	Remuneration	6,000,000	6,000,000
Mrs. Shabnam Shehnaz Chowdhury	Vice Chairman	Remuneration	3,600,000	3,600,000
Mr. Abu Kawser Majumder	Managing Director	Remuneration	4,800,000	4,800,000
Mr. A.K. Gouhor Rabbani	Director-Merchandiser	Remuneration	4,800,000	4,800,000
Mr. Md. Akhter Shahid	Director-Marketing	Remuneration	3,600,000	3,600,000
Mr. Shah Rayeed Chowdhury	Director-Production	Remuneration	1,200,000	1,200,000
Mr. Shah Adeeb Chowdhury	Director-Support Service	Remuneration	1,200,000	1,200,000
Evince Design and Fashions Ltd.	Under common directorship	Selling Expenses	10,413,918	9,379,492
Total			**35,613,918**	**34,579,492**

* Transaction between ETL & EFL i.e. Parent & subsidiary for Tk. 1,440,000 as Factory Rent is eleminated as per BAS-27.

31.00 Disclosure of Managerial Remuneration

31.01 The total amount of remuneratin paid to the top five salaried officers of the company in the accounting year is as follows:

Name	Designation	July 16 to June 17	July 15 to June 16
Mr. Anwar-ul Alam Chowdhury	Chairman	6,000,000	6,000,000
Mrs. Shabnam Shehnaz Chowdhury	Vice Chairman	3,600,000	3,600,000
Mr. Abu Kawser Majumder	Managing Director	4,800,000	4,800,000
Mr. A.K. Gouhor Rabbani	Director-Merchandiser	4,800,000	4,800,000
Mr. Md. Akhter Shahid	Director-Marketing	3,600,000	3,600,000
	Total	**22,800,000**	**22,800,000**

31.02 Aggregated amount of remuneration paid to all Directors and Officers during the accounting year is as follows:

Sl. No.	Particulars	Nature of Payment	July 16 to June 17	July 15 to June 16
1	Directors	Board Meeting Fees	250,000	Nil
2	Directors	Remuneration	25,200,000	25,200,000
3	Officers and Executives	Salary and Other Allowances	37,023,822	38,629,586
		Total	**62,473,822**	**63,829,586**

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EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Notes to the Consolidated Financial Statement
For the year ended 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			July 16 to June 17	July 15 to June 16

32.00 General

a) Audit Fee: Audit fee of Tk.189,750 Represents only the audit fees and VAT thereon of Evince Textiles Limited and Evitex Fashions Limited.

b) Number of Employees

i. Evince Textiles Limited:

Salary Range (Monthly)	Officers & Staffs		Worker	Total
	Head Office	Factory		
Not Less Than Tk. 3000	19	192	1037	1248
Less Than Tk. 3000	-	-	-	-
Total	**19**	**192**	**1037**	**1248**

ii.Evitex Fashions Limited:

Salary Range (Monthly)	Officers & Staffs		Worker	Total
	Head Office	Factory		
Not Less Than Tk. 5,300	27	73	671	771
Less Than Tk. 5,300	-	-	-	-
Total	**27**	**73**	**671**	**771**

c) Events after the Reporting Period:

No material events had occurred after the reporting period to the date of issue of these financial statements, which could effect the values stated in the financial statements.

d) Income Tax Assessment:

Income tax assessment of the company up to the Assessment Year 2015-2016 has been Completed.

e) Contingent Liabilities & Capital Commitments:

There is no claim against the company not acknowledged debt and no un-availed credit facilities, other than those in the normal course of business, available to the company on June 30, 2017.

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EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Notes to the Consolidated Financial Statement
For the year ended 30 June, 2017

Annexure-A
Schedule of Property, Plant and Equipment

A. COST Schedule :

ITEMS	COST			DEPRECIATION			WDV at 30.06.2017
	Balance at 01.07.16	Addition	Total as at 30.06.17	Balance at 01.07.16	Charged during the year	Total as at 30.06.17	
Land & Land Development	150,503,676	56,198,045	206,701,721	-	-	-	206,701,721
Building	623,145,121	69,373,902	692,519,023	93,399,097	26,487,301	119,886,398	572,632,625
Plant & Machinery	1,612,615,944	7,706,762	1,620,322,706	714,549,894	90,334,707	804,884,601	815,438,105
Fire Detection System & Equipment	8,058,471	14,000,000	22,058,471	829,462	1,084,351	1,913,814	20,144,657
Balancing, Modernization, Rehabilitation & Expansion	6,244,311	25,071,126	31,315,437	526,746	285,878	812,625	30,502,812
Furniture & Fixtures	7,918,520	-	7,918,520	3,045,036	487,348	3,532,385	4,386,135
Office Equipment	11,822,134	460,496	12,282,630	6,948,592	731,031	7,679,624	4,603,006
Electricity, Gas & Water Line Installation	10,951,662	-	10,951,662	6,187,620	476,404	6,664,024	4,287,638
Electrical Equipment	3,318,075	-	3,318,075	1,120,488	329,638	1,450,126	1,867,949
Electric Sub-Station	18,099,438	-	18,099,438	10,099,921	799,952	10,899,872	7,199,566
False ceiling & Cooling ducting	133,866,356	-	133,866,356	57,836,248	11,404,516	69,240,764	64,625,592
Software Installation	24,091	-	24,091	24,091	-	24,091	-
Vehicles	33,331,954	-	33,331,954	18,686,121	2,847,420	21,533,541	11,798,413
Sub - Total	**2,619,899,753**	**172,810,331**	**2,792,710,084**	**913,253,318**	**135,268,547**	**1,048,521,866**	**1,744,188,220**

B. REVALUATION Schedule :

ITEMS	COST			DEPRECIATION			WDV at 30.06.2017
	Balance at 01.07.16	Addition	Total as at 30.06.17	Balance at 01.07.16	Charged during the year	Total as at 30.06.17	
Land & Land Development	166,487,766	-	166,487,766	-	-	-	166,487,766
Building	266,556,807	-	266,556,807	72,545,514	9,700,565	82,246,078	184,310,729
Sub - Total	**433,044,573**	**-**	**433,044,573**	**72,545,514**	**9,700,565**	**82,246,078**	**350,798,495**
Grand Total	**3,052,944,326**	**172,810,331**	**3,225,754,657**	**985,798,832**	**144,969,112**	**1,130,767,944**	**2,094,986,714**

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EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Statement of Inventory
as at 30 June, 2017

Annexure-B

i) Opening Raw Materials

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Yarn	Kg	616,188	180,296,557
2	Sizing Chemical	Kg	63,055	4,709,549
3	ETP Chemical	Kg	17,417	1,917,802
4	Dyes Chemical	Kg	75,998	42,835,281
	Total		**772,657**	**229,759,189**

ii) Opening Work in Process:

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Warping	Kg	206,827	33,092,342
2	Sizing	Kg	225,179	37,604,934
3	Dyeing	Kg	254,949	45,125,921
4	Weaving	Kg	216,228	34,596,539
	Total		**903,183**	**150,419,736**

iii) Opening Finished Goods

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	100% Cotton Fabrics	Yds	1,360,990	**138,514,608**

iv) Import of Raw Materials

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Yarn	Kg	2,465,436	721,386,600
2	Sizing Chemical	Kg	194,072	14,495,225
3	ETP Chemical	Kg	219,932	24,216,714
4	Dyes Chemical	Kg	191,418	107,890,952
	Total		**3,070,858**	**867,989,489**

v) Closing Raw Materials

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Yarn	Kg	651,033	190,492,274
2	Sizing Chemical	Kg	51,248	3,827,723
3	ETP Chemical	Kg	58,077	6,394,819
4	Dyes Chemical	Kg	50,547	28,490,181
	Total		**810,905**	**229,204,998**

vi) Closing Work in Process:

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Warping	Kg	202,994	32,885,076
2	Sizing	Kg	221,121	37,369,405
3	Dyeing	Kg	250,521	44,843,286
4	Weaving	Kg	212,221	34,379,853
	Total		**886,858**	**149,477,620**

vii) Closing Finished Goods

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	100% Cotton Fabrics	Yds	1,230,392	**137,090,327**

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EVINCE TEXTILES LIMITED
AND ITS SUBSIDIARIES

Statement of Inventory
as at 30 June, 2017

Annexure-B

viii) Raw Materials Consumed

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Yarn	Kg	972,339	284,506,259
2	Sizing Chemical	Kg	139,203	10,397,059
3	ETP Chemical	Kg	112,639	12,402,633
4	Dyes Chemical	Kg	72,293	40,746,967
	Total		**1,296,472**	**348,052,918**

i) Opening Raw Materials of Evitex Fashions Limited

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Fabrices	Yrds	599,996	73,799,488
2	Accesssories	Variouse Item		18,449,872
	Total			**92,249,360**

ii) Opening Work in Process& Finished goods of Evitex Fashions Limited :

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Shirts (WIP)	Pcs	9,536	2,451,910
2	Shirts (Finished Goods)	Pcs	9,203	3,470,600
	Total			**5,922,510**

iii) Import of Evitex Fashions Limited :

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Fabrices	Yrds	1,326,706	322,552,134
2	Accessories	Variouse Item		80,638,033
	Total			**403,190,167**

i) Closing Raw Materials of Evitex Fashions Limited:

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Fabrices	Yrds	309,341	75,207,747
2	Accessories	Variouse Item		18,801,937
	Total			**94,009,684**

ii) Closing Work in Process & Finished goods of Evitex Fashions Limited :

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Shirts (WIP)	Pcs	7,592	2,406,720
2	Shirts (Finished Goods)	Pcs	9,016	3,155,565
	Total			**3,155,564**

iii) Raw Materials Consumed of Evitex Fashions Limited:

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Fabrices	Yrds	1,617,361	321,143,875
2	Accessories	Variouse Item		80,285,969
	Total			**401,429,843**

AUDITORS' REPORT TO THE SHAREHOLDERS OF EVINCE TEXTILES LIMITED

We have audited the accompanying financial statements of **Evince Textiles Limited,** which comprise the Statement of Financial Position as at 30 June 2017, Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended, a summary of significant accounting policies, other explanatory notes and all related financial statements of Evince Textiles Limited.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, the Bangladesh Securities and Exchange Rules 1987 and other applicable laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements including financial position of Evince Textiles Limited, prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the Company's affairs as at 30 June 2017 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act 1994, the Bangladesh Securities and Exchange Rules 1987 and other applicable laws and regulations. However, documentation & reconciliation process need be strengthened further. Company has introduced Worker's Participation Fund w.e.f. 01 July 2017.

We also report that:

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;

b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books;

c) the Statement of Financial Position and Statement of Comprehensive Income dealt with by the report are in agreement with the books of account and returns; and

d) the expenditures incurred were for the purposes of the Company's business.

pinaki&co.

Dhaka
Dated: 08th October, 2017

Pinaki & Company
Chartered Accountants

Separate

EVINCE TEXTILES LIMITED

Statement of Financial Position

as at 30 June, 2017

PROPERTIES & ASSETS	Notes	Amount in Taka	
		30 June, 2017	30 June, 2016
Non Current Assets			
Property, Plant and Equipment	04.00	2,030,408,973	2,038,479,697
Capital work-in-progress	05.00	314,170,059	53,468,937
Investment in Shares	06.00	83,600,000	83,600,000
		2,428,179,032	**2,175,548,634**
Current Assets			
Inventories	07.00	515,772,945	518,693,533
Accounts Receivable	08.00	697,296,320	728,744,071
Advances, Deposits and Pre-payments	09.00	256,448,548	156,508,923
Cash and Cash Equivalents	10.00	34,877,831	194,977,770
		1,504,395,643	**1,598,924,298**
Total Assets		**3,932,574,675**	**3,774,472,931**
SHAREHOLDERS' EQUITY & LIABILITIES			
Shareholders' Equity			
Paid-up Capital	11.00	1,440,000,000	1,200,000,000
Retained Earnings	12.00	209,605,761	399,735,621
Revaluation Surplus	13.00	350,798,494	360,499,059
		2,000,404,255	**1,960,234,680**
Non Current Liabilities			
Long Term Loan	14.00	750,280,614	885,384,770
Obligation under Finance Lease	15.00	2,827,615	3,963,448
Deferred Tax Liabilities	25.02	30,371,935	20,184,413
		783,480,164	**909,532,630**
Current Liabilities			
Short Term Loan	16.00	823,303,870	690,891,357
Current Maturity of Long Term Loan	14 & 15	168,381,131	118,678,387
Accounts Payable	17.00	1,473,968	1,951,690
Liabilities for Expenses	18.00	88,552,735	47,828,038
Dividend Payable		181,575	-
Current Tax Liabilities	25.01.A	66,796,977	45,356,149
		1,148,690,256	**904,705,621**
Total Shareholders' Equity and Liabilities		**3,932,574,675**	**3,774,472,931**
Net Assets Value (NAV) Per Share	19.00	**13.89**	**13.61**

Managing Director **Director** **Company Secretary**

Pinaki & Company
Chartered Accountants

Separate

EVINCE TEXTILES LIMITED

Statement of Changes in Equity
for the year ended 30 June, 2017

Amount in Taka

Particulars	Share Capital	Retained Earnings	Revaluation Surplus	Total
Balance as at July 01, 2016	**1,200,000,000**	**399,735,621**	**360,499,059**	**1,960,234,680**
Net Profit after Tax	-	160,169,575	-	160,169,575
Adjustment for Depreciation on Revaluation	-	9,700,565	(9,700,565)	-
Bonus Share Allotted on November 24, 2016 @ 20%	240,000,000	(240,000,000)	-	-
Dividend (10% Cash)		(120,000,000)	-	(120,000,000)
Balance as at June 30, 2017	**1,440,000,000**	**209,605,761**	**350,798,494**	**2,000,404,255**

Statement of Changes in Equity
For the year ended 30 June, 2016

Amount in Taka

Particulars	Share Capital	Retained Earnings	Revaluation Surplus	Total
Balance as at July 01, 2015	**1,030,000,000**	**222,082,558**	**370,710,180**	**1,622,792,738**
Share Issued through IPO	170,000,000			170,000,000
Net Profit after Tax	-	157,041,942	-	157,041,942
Adjustment for Depreciation on Revaluation	-	10,211,121	(10,211,121)	-
Adjustment of Directors' Remuneration		10,400,000		10,400,000
Balance as at June 30, 2016	**1,200,000,000**	**399,735,621**	**360,499,059**	**1,960,234,680**

Managing Director | **Director** | **Company Secretary**

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Chartered Accountants

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EVINCE TEXTILES LIMITED

Statement of Cash Flows

for the year ended 30 June, 2017

Particulars	Notes	Taka	
		July 16 to June 17	July 15 to June 16
Cash flow from Operating Activities			
Cash received from customers	27.00	1,776,727,336	1,411,921,395
Cash paid to suppliers, Employees & others	28.00	(1,300,715,020)	(1,326,393,837)
Income Tax paid		(15,342,538)	(14,343,028)
Other Income		5,104,602	1,833,205
Net cash provided by Operating Activities		**465,774,379**	**73,017,735**
Cash flow from Investing Activities			
Addition to Fixed Assets		(133,217,429)	(215,049,166)
Capital Work in Progress		(260,701,122)	(92,058,137)
Net Cash provided by Investing Activities		**(393,918,551)**	**(307,107,303)**
Cash flow from Financing Activities			
Share Issued		-	170,000,000
Financial Expenses		(158,012,611)	(148,789,198)
Dividend paid		(119,818,425)	-
Long Term Loan-Increase/(Decrease)		(85,548,975)	407,133,392
Obligation under Finance Lease-Increase/(Decrease)		(988,269)	3,116,907
Short Term Loan-Increase/(Decrease)		132,412,513	(25,193,348)
Net cash provided by Financing Activities		**(231,955,767)**	**406,267,752**
Increase/(decrease) in Cash and Bank Balances		(160,099,939)	172,178,184
Cash and Cash Equivalents on Opening		194,977,770	22,799,584
Cash and Cash Equivalents on Closing		**34,877,831**	**194,977,770**
Net Operating Cash Flow per share	29.00	**3.23**	**0.51**

Managing Director **Director** **Company Secretary**

Pinaki & Company
Chartered Accountants

Separate

EVINCE TEXTILES LIMITED

Notes to the Financial Statement
as at June 30, 2017

1.0 Reporting Entity:

Evince Textiles Limited was incorporated as a Private Limited Company on 3rd June 1999 under the Companies Act 1994 and the company commenced its commercial production on May 02, 2003. It was converted into Public Limited Company on June 04, 2013. Registered office of the company is at Plot No. 33, Sector-7, Mirpur, Dhaka-1216 while Factory is situated at Vill./Mouza: Shirir Chala, P.O.: Bhabanipur, P.S.: Gazipur Sadar, Dist: Gazipur. The principal activity of the company is to manufacture 100% cotton yarn dyed woven Fabrics.

The Company was established with an Authorised Capital of Tk. 100,000,000/- and Paid-up Capital of Tk. 500,000/-. The Authorised capital and Paid-up capital of the company was subsequently raised to Tk. 3,500,000,000/- and Tk. 1,440,000,000/-respectively. The Shares of the company has been denominated from Tk. 100/- to Tk. 10/- per share as at June 04, 2013.

1.1 Nature of Business:

The main activities of the company are concentrated in Manufacturing, Dyeing & Finishing of 100% cotton woven Fabric and exporting the same.

Share Capital:

Particulars	June 30, 2017	June 30, 2016
Authorized Capital: 35,00,00,000 ordinary shares of Tk. 10 each	3,500,000,000	1,500,000,000
Issued, Subscribed and fully paid up: 14,40,00,000 ordinary shares of Tk. 10 each	1,440,000,000	1,200,000,000

2.0 Basis of Preparation:

2.1 Statements Compliance:

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

2.2 Reporting Period:

Financial statements of the company cover from 01-07-2016 to 30-06-2017.

2.3 Date of Authorization:

The Board of Directors of Evince Textiles Limited approved this Financial Statements on 20th September 2017.

2.4 Reporting Currency and Level of Precision:

Currency of Reporting:

The figure in the financial statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

Separate

EVINCE TEXTILES LIMITED

Statement of Comprehensive Income

for the year ended 30 June, 2017

Particulars	Notes	TAKA	
		July 16 to June 17	July 15 to June 16
Turnover	20.00	**1,745,279,585**	**1,579,785,736**
Less: Cost of Goods Sold	21.00	1,289,622,650	1,167,336,407
Gross Profit		**455,656,935**	**412,449,329**
Less: Administrative, Selling & Other Expenses	22.00	98,677,600	91,605,163
Operating Profit		**356,979,335**	**320,844,166**
Less: Financial Expenses	23.00	158,012,611	148,789,198
Profit Before Other Income		**198,966,724**	**172,054,968**
Add: Other Income	24.00	5,104,602	1,833,205
Net Profit before Tax		**204,071,326**	**173,888,173**
Less: Provision for Tax		43,901,751	16,846,230
Current Tax	25.01	33,714,228	9,446,127
Deferred Tax	25.02	10,187,523	7,400,103
Net Profit after Tax		160,169,575	157,041,942
Other Comprehensive Income :		-	-
Total Comprehensive Income		**160,169,575**	**157,041,942**
EPS - Basic	26.01	1.11	1.22
EPS - Considering Total Number of shares		1.11	1.09

Managing Director **Director** **Company Secretary**

Pinaki & Company
Chartered Accountants

Separate

EVINCE TEXTILES LIMITED

Notes to the Financial Statement
as at June 30, 2017

Foreign Currency Transactions:

Foreign Currency Transactions in foreign currencies are converted into equivalent taka applying the ruling rate at the date of such transactions as per BAS-21 "The Effects of Changes in Foreign Exchange Rates".

2.5 Comparative Information:

Comparative information has been disclosed in respect of the previous year for all numerical information in the financial statements including narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Previous year's figure has been re-arranged whenever considered necessary to ensure comparability with the current year's presentation as per BAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

Comparative information has been provided in accordance with BAS-34 Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Shareholders Equity and Statement of Cash Flows.

3.0 Significant Accounting Polices:

3.1 Principal Accounting Policies:

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

3.2 Application of Bangladesh Accounting Standards (BASs):

The financial statements have been prepared in compliance with requirement of BAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following BASs are applicable for the financial statements for the period under review:

BAS – 01	Presentation of Financial Statement
BAS – 02	Inventories
BAS – 07	Statement of Cash Flows
BAS – 08	Accounting Policies, Changes in Accounting Estimates and Errors
BAS – 10	Events after the Reporting Period
BAS – 12	Income Taxes
BAS – 16	Property, Plant & Equipment
BAS – 17	Leases
BAS – 18	Revenue
BAS – 23	Borrowing Costs
BAS – 24	Related Party Disclosures
BAS – 27	Separate Financial Statement
BAS – 33	Earnings per share
BAS – 37	Provision, Contingent Liabilities and Contingent Assets
BAS – 39	Financial Instruments: Recognition and Measurement

Separate

EVINCE TEXTILES LIMITED

Notes to the Financial Statement

as at June 30, 2017

3.3 Recognition of Property, Plant & Equipment and Depreciation:

Property, Plant & Equipment is stated at cost less depreciation in accordance with BAS-16 "Property, Plant and Equipment". Cost represents cost of acquisition or construction and include purchase price and other directly attributable cost of bringing the assets to working conditions for its intended use. During Financial year 2012 the Company revalued again the Assets amounting Tk. 172,372,331 by M.M Rahman & Co., Chartered Accountants after the Revaluation during financial year 2008 amounting Tk. 260,672,242 by G.K. Adjusters Ltd., Licensed Certified Surveyor Government of Bangladesh. No depreciation is charged on land and land development. Depreciation on all other fixed assets is computed using the reducing balance method in amount sufficient to write-off depreciable assets over their estimated useful life. Depreciation on addition is charged When it is available for use. Expenditure for maintenance and repairs are expenses, major replacements, renewals and betterment are capitalized. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed off are eliminated from the assets and accumulated depreciation and any gain or loss on such disposal is reflected in operations for period.

The depreciation rate in this period is as under:

Sl.	Category of Fixed Assets Rate	Rate
1.	Land and Land Development	-
2.	Building	5%
3.	Plant and Machinery	10%
4.	Furniture and Fixtures	10%
5.	Office Equipment	15%
6.	Electricity, Gas and Water Line Installation	10%
7.	Electric Sub-Station	10%
8.	False Ceiling & Cooling Ducting	15%
9.	Vehicles	20%

3.4 Impairment:

In accordance with the provision of BAS 36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in the statement of comprehensive income. No such indication of impairment has been observed till the end of the period.

3.5 Revaluation of Fixed Assets:

The company revalued its fixed assets for the 1st time in the year 2008 and the 2nd time in the year 2012. Reserve is created in accordance with Bangladesh Accounting Standard (BAS) and Bangladesh Financial Reporting Standards (BFRS) and other applicable laws, rules, regulations and guidelines. Depreciation is charged on the revalued assets except Land and Land Development. Proper accounting treatments, including provisions, tax and other liabilities, have been made in the financial statements to consider the valuation.

3.6 Inventories:

Inventories comprise of Raw Materials, Work-in Process and Finished Goods. They are stated at the lower of cost or net realizable value in accordance with the Para of 21 & 25 of BAS-2 "Inventories" after making due allowance for any obsolete or slow moving item. Quantity wise Schedule of inventory as per requirement of companies act 1994 is detailed in Annexure-B.

3.7 Advance, Deposit and Prepayment:

Evince Textiles Limited has been incurred some expenses as Advance, Deposit and Prepayment that are shown in the notes to Financial Statements in details.

3.8 Accounts Receivable:

These are carried forward at their original invoiced value amount. Management considered the entire bills receivable as good and is collectable and therefore, no amount was provided for as bad debt in the current period's account.

3.09 Statement of Cash Flows:

Statement of Cash Flows is prepared principally in accordance with BAS-7 "Statement Cash Flows" and the cash flows from operating activities have been presented under direct method as required by the Securities and Exchange Rules 1987 and considering the provisions that Enterprises are encouraged to Report Cash Flow from Operating Activities Using the Direct Method. There has been made a certain change in Financial expenses treating the same under Financial activities rather than operating activities shown earlier.

3.10 Cash and Cash Equivalents:

According to BAS-7 'Statement of Cash Flows' cash comprises of cash-in-hand and demand deposits. BAS-1 'Presentation of Financial Statements' provides that cash and cash equivalents are not restricted in use. Considering the provisions of BAS-7 and BAS-1, Cash in hand and Bank Balances have been considered as cash and cash equivalents.

3.11 Long Term Liabilities:

Long Term liabilities comprises the amount borrowed from the bank and other concern for the long period of time and accounted and shown in the accounts at transaction cost as per BAS 39 "Financial Instrument: Recognition and Measurement."

3.12 Creditors and Accruals:

Liabilities are recognized for amounts to be paid in the future for goods and services received, whether or not billed by the supplier.

3.13 Income Tax:

Current Tax:

Provision for current income tax has been made at the rate of 15% as prescribed in the finance act on the accounting profit made by the company as per ITO 1984 in compliance with BAS-12 "Income Taxes".

Deferred Tax:

Deferred tax is provided for all temporary timing differences arising between the tax base of assets and liabilities and their accounting base in the financial statements in accordance with the provisions of BAS-12. Tax rate prevailing at the balance sheet date is used to determine deferred tax.

3.14 Compliance with Local Laws:

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

3.15 Borrowing Cost:

The borrowing cost is capitalized unless active developments of related assets are interrupted or cease when the borrowing cost directly transferred to the Statement of Comprehensive Income as per BAS-23 "Borrowing Cost".

3.16 Revenue Recognition:

Revenue from the sales is measured at the fair value of the consideration received or receivable. The company recognizes revenue when risks and rewards associated with ownership has been transferred to buyer, which satisfied all the condition for the revenue recognition as provided in BAS-18 'Revenue Recognition'.

Sales revenue is recognized when transactions related to sales are completed and the sales invoices are issued in favor of the buyers.

3.17 Value Added Tax (VAT):

The Company's traded income is 100% export oriented so its income is not subject to Value Added Tax (VAT).

3.18 Components of the Financial Statements:

According to the Bangladesh Accounting Standard BAS-1 'Presentation of Financial Statements' the complete set of Financial Statements includes the following components:

i. Statement of Financial Position as at June 30, 2017.
ii. Statement of Comprehensive Income for the year ended from July 2016 to June 2017.
iii. Statement of Cash Flows for the year ended from July 2016 to June 2017.
iv. Statement of changes in Equity for the year ended from July 2016 to June 2017.
v. Accounting Policies and Explanatory Notes for the year ended from July 2016 to June 2017.

3.19 Earnings Per Share:

Earnings per share (EPS) is calculated in accordance with the Bangladesh Accounting Standard BAS-33 and weighted average number of share has been used as the denominator and details are shown in the Notes to the Financial Statement.

Basic Earnings Per Share:

This represents earning for the period attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the period has been considered as fully attributable to the ordinary shareholders.

Weighted Average Number of Ordinary Shares Outstanding During the Period:

This represents the number of ordinary shares outstanding at the beginning of the period plus the number of shares issued during the period multiplied by a time-weighted factor is the number of months the specific shares are outstanding as a proportion of the total number of months in the period.

3.20 Responsibility for Preparation and Presentation of Financial Statements:

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements' issued by the International Accounting Standards Board (IASB).

3.21 Going Concern:

The financial statements are normally prepared on the assumption that an enterprise is a going concern and will continue in operation for the foreseeable future. Hence it is assumed that the entity has neither the intention nor the need to liquidate or curtail materially the scale of its operation.

3.22 Employees Benefits:

Evince Textiles Limited are paying to its employees some benefits which include Salaries, Wages, Sick Leave, Mobile Allowance, Lunch Subsidy etc. as short term benefit and as the long term benefit the company implemented Contributory Provident Fund (CPF) from March 01, 2015 and Worker's Profit Participation Fund and Welfare Fund (WPPF & WF) from July 01, 2017. On monetary benefits like Medical Care, Transport Facilities.

3.23 Events After the Reporting Period:

As per BAS-10 "Event after the Reporting Period" are those event favorable and unfavorable that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of event can be indentified:

Those are provided evidence of conditions that existed at the end of the reporting period (adjusting events after Reporting Period); and

Those are indicative of conditions that arose after the reporting period (Non-adjusting events after Reporting Period).

3.24 Financial Instruments:

Derivative:

According to BFRS-7 "Financial Instruments Disclosers", the company was not a party to any derivative contract (financial instruments) at the financial statement date, such as forward exchange contract, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

. Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per BAS 39 "Financial Instruments Recognition and Measurement".

Separate

EVINCE TEXTILES LIMITED

Notes to the Financial Statement

as at June 30, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			30 June, 2017	30 June, 2016
04.00	**Property, Plant and Equipment:**			
	Land and Land Development		373,189,487	316,991,442
	Building		756,943,352	723,757,316
	Plant & Machinery		805,938,600	887,504,016
	Furniture and Fixtures		3,537,361	3,930,401
	Office Equipment		4,278,655	4,491,952
	Electricity, Gas & Water Installation		4,287,638	4,764,042
	Electric Sub-Station		7,199,566	7,999,517
	False Ceiling & Cooling Ducting		64,625,592	76,030,108
	Vehicles		10,408,721	13,010,902
			2,030,408,973	**2,038,479,697**
04.01	**Movement of PPE (Annexure-A)**			
	Opening Balance		2,038,479,697	1,890,296,968
	Add: Addition during the year		133,217,429	291,929,463
	Closing Balance		2,171,697,126	2,182,226,431
	Less: Depreciation charged during the year		141,288,153	143,746,735
	Written Down Value (WDV)		**2,030,408,973**	**2,038,479,697**
05.00	**Capital work-in-progress**			
	Civil Construction		152,568,421	53,468,937
	Machineries		161,601,638	-
			314,170,059	**53,468,937**
06.00	**Investment in Shares**			
	Evitex Fashions Ltd.		**83,600,000**	**83,600,000**
	83,60,000 shares @ Tk. 10/- each.			
07.00	**Inventories (Annexure-B)**			
	Raw Materials	07.01	229,204,998	229,759,189
	Work in Process	07.02	149,477,620	150,419,736
	Finished Goods	07.03	137,090,327	138,514,608
			515,772,945	**518,693,533**
07.01	**Raw Materials**			
	Yarn	Annexure-B	190,492,274	180,296,557
	Sizing Chemical	Annexure-B	3,827,723	4,709,549
	ETP Chemical	Annexure-B	6,394,819	1,917,802
	Dyes Chemical	Annexure-B	28,490,181	42,835,281
			229,204,998	**229,759,189**
07.02	**Work in Process**			
	Warping	Annexure-B	32,885,076	33,092,342
	Sizing	Annexure-B	37,369,405	37,604,934
	Dyeing	Annexure-B	44,843,286	45,125,921
	Weaving	Annexure-B	34,379,853	34,596,539
			149,477,620	**150,419,736**
07.03	**Finished Goods**			
	100% Cotton Fabrics	Annexure-B	137,090,327	138,514,608
			137,090,327	**138,514,608**
08.00	**Accounts Receivable**			
	Export Bills Receivable	08.01	697,296,320	728,744,071
			697,296,320	**728,744,071**
08.01	**Export Bills Receivable :**			
	Opening Balance		728,744,071	560,879,730
	Add: Sales during the year		1,745,279,585	1,579,785,736
	Available for Received		2,474,023,656	2,140,665,466
	Less: Realized during the year		1,776,727,336	1,411,921,395
	Closing Balance		**697,296,320**	**728,744,071**

Separate

EVINCE TEXTILES LIMITED

Notes to the Financial Statement

as at June 30, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			30 June, 2017	30 June, 2016
08.03	**Disclosure as per Schedule-XI, Part-I of the Companies Act, 1994**			
	Maturity Less than 6 months		697,296,320	728,744,071
	Maturity more than 6 months		-	-
	Debts considered Good and Secured		697,296,320	728,744,071
	Debts considered Good without security		-	-
	Debts considered doubtful and bad		-	-
	Debts due by directors or other officers & staffs		-	-
	Debts due from companies under same management		-	-
	Maximum debt due any directors or officers & staffs at any time		-	-
09.00	**Advance, Deposit and Pre-payments**			
	Security Deposit - Gas Connection		13,887,447	8,956,785
	TDS on export sale	09.01	20,843,113	17,773,975
	FC held account	09.02	185,227,988	105,521,663
	Advance against Salary		15,000	56,500
	Advance against Land Purchase		36,475,000	24,200,000
			256,448,548	**156,508,923**
09.01	**TDS on Export Sales**			
	Opening Balance		17,773,975	19,812,186
	Add: Paid during the year	09.01.A	10,106,116	8,382,349
			27,880,091	28,194,536
	Less: Adjustment during the year AY 2015-2016/AY 2014-2015		(7,036,979)	(10,420,561)
	Closing Balance		**20,843,113**	**17,773,975**
09.01.A	**TDS Paid during the year**			
	TDS on Export		9,739,656	8,343,029
	TDS on Interest income on IPO fund		366,460	39,320
			10,106,116	**8,382,349**
09.02	**FC held account**			
	Modhumoti Bank Ltd.		185,151,603	105,324,108
	Pubali Bank Ltd.		76,385	197,555
			185,227,988	**105,521,663**
09.03	**Disclosure as per Schedule-XI, Part-I of the Companies Act, 1994**			
	Advance exceeding 6 months		50,362,447	33,156,785
	Advance not exceeding 6 months		206,086,101	123,352,138
	Advance, deposit & prepayments considered good with security		256,433,548	156,452,423
	Advance, deposit & prepayments considered good without security		15,000	56,500
	Advance, deposit & prepayments considered doubtful & bad		-	-
	Advance, deposit & prepayments due by directors or other officers and staffs		-	-
	Advance, deposit & prepayments due from companies under same management		-	-
	Maximum Advance due by directors or officers & staffs at any time		-	-

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as at June 30, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			30 June, 2017	30 June, 2016
10.00	**Cash and Cash Equivalents**			
	Cash in Hand	10.01	1,014,543	4,231,544
	Cash at Banks	10.02	33,863,288	190,746,226
			34,877,831	**194,977,770**
10.01	**Cash in Hand :**			
	At Head office		284,340	254,265
	At Factory office		730,203	3,977,279
			1,014,543	**4,231,544**
10.02	**Cash At Banks :**			
	Prime Bank IBB # 228		1,643,918	157,604
	Prime Bank CD#8484		1	2,214
	Standard Chartered Bank CD A/C		163,688	4,690,858
	EXIM Bank CD A/C		31,049	32,924
	Modhumoti Bank - CD A/C		180,281	-
	Modhumoti Bank - FDR A/C		92,421	480
	Dhaka Bank CD A/C		1,081,747	16,563,262
	Brac Bank # 5001		30,485,766	152,298,884
	Brac Bank # 5002		-	16,910,000
	Brac Bank # 5003		-	10,000
	Brac Bank # 5004		-	80,000
	Brac Bank # 5005		184,417	-
			33,863,288	**190,746,226**
11.00	**Share Capital**			
	Authorized Capital			
	350,000,000 Ordinary Shares of Tk 10/- each		3,500,000,000	1,500,000,000
	Issued subscribed and fully paid up capital			
	144,000,000 Ordinary shares of Tk. 10/- each		1,440,000,000	1,200,000,000
11.01	**Breakup of paid up capital:**			
	Opening balance		1,200,000,000	1,030,000,000
	Share Allotted on June 02, 2016		-	170,000,000
	Bonus Share Allotted on November 24, 2016		240,000,000	-
			1,440,000,000	**1,200,000,000**

11.02 Share holdings Position

Particulars of Shareholders and their share holding position is as under:

Name of Share holders	Number of Shares		%	Amount in BDT	
	30 June, 2017	30 June, 2016		30 June, 2017	30 June, 2016
Anwar-ul Alam Chowdhury	7,488,000	6,240,000	5.20%	74,880,000	62,400,000
Shabnam Shehnaz Chowdhury	7,488,000	6,240,000	5.20%	74,880,000	62,400,000
Abu Kawser Majumder	11,880,000	9,900,000	8.25%	118,800,000	99,000,000
A.K. Gouhor Rabbani	11,880,000	9,900,000	8.25%	118,800,000	99,000,000
Md. Akhter Shahid	7,920,000	6,600,000	5.50%	79,200,000	66,000,000
Shah Adeeb Chowdhry	3,072,000	2,560,000	2.13%	30,720,000	25,600,000
Shah Rayeed Chowdhury	3,072,000	2,560,000	2.13%	30,720,000	25,600,000
Other Shareholders	91,200,000	76,000,000	63.33%	912,000,000	760,000,000
Total	**144,000,000**	**120,000,000**	**100.00%**	**1,440,000,000**	**1,200,000,000**
Face Value Per share	Tk. 10/-	Tk. 10/-			

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as at June 30, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			30 June, 2017	30 June, 2016

11.03 Classification of shares by holding:

Slabs by number of shares	No. of Shareholders		No. of shares	
	30 June, 2017	30 June, 2016	30 June, 2017	30 June, 2016
Less than 500	1288	2	258,001	104
From 500 to 5,000	4590	17017	9,556,554	8,532,251
From 5,001 to 10,000	1065	19	8,462,970	118,483
From 10,001 to 20,000	686	17	10,326,256	197,768
From 20,001 to 30,000	253	17	6,343,948	406,867
From 30,001 to 40,000	115	8	4,132,114	271,078
From 40,001 to 50,000	90	2	4,221,742	100,000
From 50,001 to 100,000	135	37	10,015,956	2,889,266
From 100,001 to 1,000,000	83	43	22,450,998	18,434,183
Above 1,000,000	15	21	68,231,461	89,050,000
Total	**8320**	**17183**	**144,000,000**	**120,000,000**

12.00 Retained Earnings

Opening Balance		399,735,621	222,082,558
Add: Current year Profit after Tax		160,169,575	157,041,942
Add: Adjustment for Depreciation on revaluation		9,700,565	10,211,121
Less: Adjustment of Directors' Remuneration		-	10,400,000
Less: Dividend (20% Stock & 10% Cash)		(360,000,000)	-
Closing Balance		**209,605,761**	**399,735,621**

13.00 Revaluation Surplus

Opening Balance		360,499,059	370,710,180
Less : Depreciation on revalued assets		(9,700,565)	(10,211,121)
Closing Balance		**350,798,494**	**360,499,059**

14.00 Long Term Loan :

This represents amount provided and related by the Pubali Bank Ltd., Modhumoti Bank Ltd. and LankaBangla Finance Ltd.
The breakup of the loans is given below :

Opening Balance		1,003,120,520	599,554,781
Add: Loan Received During the year		74,082,684	610,488,640
Add: Interest Charged During the year		88,804,557	94,285,494
		1,166,007,761	1,304,328,915
Less - Paid during the year :		248,436,216	301,208,396
Principal		160,173,958	248,907,422
Interest		88,262,258	52,300,974
Balance before current maturity	14.01	917,571,544	1,003,120,520
Less : Current Maturity		167,290,930	117,735,750
Balance after current maturity		**750,280,614**	**885,384,770**

14.01 Term Loan :

Pubali Bank Limited	237,624,569	319,039,018
LankaBangla Finance Ltd.	87,258,374	56,578,623
Modhumoti Bank Ltd.	592,688,602	627,502,878
	917,571,544	**1,003,120,520**

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as at June 30, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			30 June, 2017	30 June, 2016
15.00	**Obligation Under Finance Lease**			
	This represents amount provided and related by the Nitol Motors Ltd. and LankaBangla Finance Ltd. The breakup of the loans is given below :			
	Opening Balance		4,906,085	1,789,178
	Add: During the year		-	4,280,000
	Add: Interest Charged During the year		600,423	619,993
			5,506,508	6,689,171
	Less: Paid during the year :		1,588,692	1,783,086
	Principal		988,269	1,163,093
	Interest		600,423	619,993
	Balance before current maturity	15.01	3,917,816	4,906,085
	Less : Current Maturity		1,090,201	942,637
	Balance after current maturity		2,827,615	3,963,448
15.01	**Details of Obligation Under Finance Lease**			
	Nitol Motors Ltd.		826,686	1,060,781
	LankaBangla Finance Ltd.		3,091,130	3,845,304
			3,917,816	4,906,085
16.00	**Short Term Loan :**			
	Deferred Loan		93,634,000	112,748,824
	IDBP Loan		210,336,777	168,929,729
	LTR Loan		92,867,121	112,748,827
	EDF Loan		273,347,412	135,096,467
	Back to Back Loan		-	7,217,851
	Cash Credit Loan		60,406,900	57,548,831
	OD Loan		71,125,265	72,296,503
	ST Loan		15,060,575	10,304,325
	ST Loan - LB		6,525,819	14,000,000
			823,303,870	**690,891,357**
17.00	**Accounts Payable :**			
	Asia Plastic Container		524,125	
	Bangla Trac Ltd.		-	72,898
	Prime Insurance Co. Ltd.		355,585	1,026,546
	Sarabor Trading co.		478,580	472,095
	RJM Corporation		800	-
	Corona Trade & Transport		89,310	107,176
	Colours Confidence		2,545	
	Dammam Transport		1,700	
	EFA Enterprise		333	-
	Falcate Paper Tube Co		20,990	272,975
	NK Trading		-	-
			1,473,968	**1,951,690**

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Notes to the Financial Statement

as at June 30, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			30 June, 2017	30 June, 2016
18.00	**Liabilities for Expenses :**			
	Gas Bill		17,249,631	14,798,411
	Salary and Wages		14,510,611	1,350,358
	PF Contribution (Employee & Employer)		777,014	-
	Telephone & Mobile Bill		122,000	85,211
	Audit fees & VAT		207,000	287,500
	Directors' Remuneration	18.01	49,200,000	25,200,000
	Office Rent		400,986	801,968
	AIT & VAT Payable		6,085,493	5,304,591
			88,552,734	**47,828,038**
18.01	**Direcotors' Remuneration**			
	Opening Balance		25,200,000	17,600,000
	Add: made during the year		24,000,000	24,000,000
	Less: Paid during the year		-	(6,000,000)
			49,200,000	**35,600,000**
	Less: Transfer to Retained earning		-	(10,400,000)
			49,200,000	**25,200,000**
19.00	**Net Assets Value (NAV) Per Share**		**13.89**	**13.61**
	Shareholders' Equity with Revaluation		2,000,404,255	1,960,234,680
	Number of Shares Outstanding	19.01	144,000,000	144,000,000
19.01	**Number of Shares outstanding:**		**144,000,000**	**144,000,000**
	Opening Balance		120,000,000	103,000,000
	Share Allotted on June 02, 2016		-	17,000,000
	Bonus Share Allotted on November 24, 2016		24,000,000	24,000,000
	Face Value per Share		Tk. 10/-	Tk. 10/-

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Notes to the Financial Statement

for the year ended 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			July 16 to June 17	July 15 to June 16
20.00	**Turnover**			
	Export		1,735,653,058	1,563,248,616
	Add: Exchange Gain		9,626,527	16,537,120
			1,745,279,585	**1,579,785,736**
20.01	**Sales Quantity:**		Yds	Yds
	Export		11,661,396	11,286,591
21.00	**Cost of Goods Sold**			
	Raw material consumed	21.01	868,543,681	804,169,335
	Factory Overhead	21.02	418,712,572	416,683,664
			1,287,256,253	1,220,852,999
	Add: Opening Work-in-Process	Annex B	150,419,736	124,105,094
			1,437,675,989	1,344,958,093
	Less: Closing Work-in-Process	Annex B	149,477,620	150,419,736
	Cost of Production		1,288,198,369	1,194,538,357
	Add: Opening Stock of Finished Goods	Annex B	138,514,608	111,312,658
			1,426,712,977	1,305,851,015
	Less: Closing Stock of Finished Goods	Annex B	137,090,327	138,514,608
			1,289,622,650	**1,167,336,407**
21.01	**Raw Material Consumed**			
	Opening Stock of Raw Materials	Annex B	229,759,189	198,597,576
	Add. Purchase of Raw Materials	Annex B	867,989,489	835,330,948
			1,097,748,678	1,033,928,524
	Less: Closing Stock of Raw Materials	Annex B	229,204,998	229,759,189
			868,543,681	**804,169,335**
21.01.1	**Opening Raw Material**			
	Yarn	Annex B	180,296,557	156,083,117
	Sizing Chemical	Annex B	4,709,549	3,944,937
	ETP Chemical	Annex B	1,917,802	1,575,740
	Dyes Chemical	Annex B	42,835,281	36,993,782
			229,759,189	**198,597,576**
21.01.2	**Import of Raw Materials**			
	Yarn	Annex B	721,386,600	694,243,551
	Sizing Chemical	Annex B	14,495,225	13,950,027
	ETP Chemical	Annex B	24,216,714	23,305,733
	Dyes Chemical	Annex B	107,890,952	103,831,637
			867,989,489	**835,330,948**
21.01.3	**Closing Raw Material**			
	Yarn	Annex B	190,492,274	180,296,557
	Sizing Chemical	Annex B	3,827,723	4,709,549
	ETP Chemical	Annex B	6,394,819	1,917,802
	Dyes Chemical	Annex B	28,490,181	42,835,281
			229,204,998	**229,759,189**
21.02	**Factory Overhead**			
	Wages & Salary with PF Contribution		154,884,493	180,314,800
	Packing Materials with VAT		3,235,312	792,313
	Gas Bill		97,599,770	83,983,335
	Repairs and Maintenance with VAT		340,300	308,235
	Spare Parts (Imported)		4,685,799	1,809,174
	Carriage inward with VAT		3,627,769	494,769
	C & F expenses		3,985,805	2,297,150
	Insurance Premium		4,768,949	2,585,751
	Medical expenses		122,115	49,929
	Labour charge		1,069,403	410,630
	Staff Fooding Expenses		3,902,021	644,317
	Depreciation	Annex-A	140,490,837	142,993,262
			418,712,572	**416,683,664**

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for the year ended 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			July 16 to June 17	July 15 to June 16
22.00	**Administrative, Selling & Other Expenses**			
	Salary with PF Contribution		30,541,682	29,942,825
	Managing Director's Remuneration		4,800,000	4,800,000
	Directors' Remuneration		19,200,000	19,200,000
	Board meeting fees		250,000	-
	Telephone & Mobile Bill		1,242,473	1,165,892
	Printing & Stationery		832,722	539,352
	Travelling & Conveyance		1,899,058	1,223,387
	Entertainment		1,692,520	1,627,161
	Fuel for vehicles		1,532,743	920,833
	Vehicle Spareparts		1,392,114	1,105,622
	Vehicle Maintenance		1,272,711	230,354
	Newspapers and Periodicals		24,740	19,396
	Postage and Courier		175,119	169,609
	Website development		-	40,000
	Fees for IPO fund utilization audit with VAT		172,500	-
	Fees for PF fund audit with VAT		28,750	-
	Internet Bill with VAT		331,000	241,034
	Advertisement Expenses		1,197,760	-
	Fees & Forms		3,276,542	788,194
	Office Rent with VAT		1,603,936	1,603,935
	Selling expenses with VAT		10,413,918	9,379,492
	Audit fees & VAT		143,750	143,750
	IPO Expenses		4,372,926	10,610,450
	AGM Expenses		1,446,941	-
	Listing Fees		1,675,863	-
	Bank Charges		8,360,515	7,100,407
	Depreciation	Annex-A	797,316	753,472
			98,677,600	**91,605,163**
23.00	**Financial Expenses :**			
	Interest from long term borrowings		88,804,056	94,285,494
	Interest from finance lease		600,423	619,993
	Interest from short term borrowings		68,608,131	53,883,711
			158,012,611	**148,789,198**
24.00	**Other Income**			
	Rental Income		1,440,000	1,440,000
	Interest Income on IPO proceed		3,664,602	393,205
			5,104,602	**1,833,205**

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for the year ended 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			July 16 to June 17	July 15 to June 16
25.00	**Provision for Tax**			
25.01	**Current Tax**			
	This represents estimated Income Tax on Net Income for the period from July 01, 2016 to June 30, 2017.			
	Tax on core business / Operational Income		19,657,486	13,681,606
	Tax on Other Income		1,168,151	350,301
	Under/(over) Provision of previous year		12,888,592	(4,585,781)
	Tax Provision for the year		**33,714,228**	**9,446,127**
25.01.A	**Current Tax Liability**			
	Opening Balance for Current Tax		45,356,149	52,330,583
	Less: Adjustment during the year for AY 2015-2016/2014-2015		(7,036,979)	(10,420,561)
			38,319,170	41,910,022
	Add: Provision for the year	25.01	33,714,228	9,446,127
			72,033,399	51,356,149
	Less. Arrear Tax paid during the year		(5,236,422)	(6,000,000)
			66,796,977	**45,356,149**
25.02	**Deferred Tax**			
	The provision for deferred tax is raised due to taxable temporarty difference for this period in accordance with the provisions BAS-12.			
	Opening Balance		20,184,413	12,784,310
	Provision made during the year		10,187,523	7,400,103
			30,371,935	**20,184,413**
26.00	**Earnings Per Share (EPS)**			
26.01	**Basic Earnings Per Share**		**1.11**	**1.22**
	Net Profit from Core Business		160,169,575	157,041,942
	Weighted Average number of Shares	26.01.A	144,000,000	128,369,444
26.01.A	**Weighted Average Number of Shares**			
	Opening Balance		120,000,000	103,000,000
	Share Allotted on June 02, 2016 ((17,000,000/360)*29 days))		-	1,369,444
	Bonus Share Allotted on November 24, 2016		24,000,000	24,000,000
			144,000,000	**128,369,444**
	Face Value of Share		Tk. 10/-	Tk. 10/-
27.00	**Cash Received from Customers**			
	Turnover (Export)		1,745,279,585	1,579,785,736
	Add. Opening Balance of Accounts Receivable		728,744,071	560,879,730
	Cash available for collection		2,474,023,656	2,140,665,466
	Less. Closing Balance of Accounts Receivable		697,296,320	728,744,071
			1,776,727,336	**1,411,921,395**

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for the year ended 30 June, 2017

Sl.No.	Particulars	Notes / Annex.	Amount in BDT	
			July 16 to June 17	July 15 to June 16
28.00	**Cash paid to suppliers , Employees & others**			
	Import of Raw Material		(867,989,489)	(835,330,948)
	Accounts Payable		(477,722)	(10,681,799)
	Liability for Expenses		40,724,697	9,462,392
	Factory Overhead		(418,712,572)	(416,683,664)
	Administrative, Selling & Other Expenses		(98,677,600)	(91,605,163)
	Add. Depreciation		141,288,153	143,746,735
	Advance, Deposit and Prepayment		(96,870,487)	(125,301,389)
			(1,300,715,020)	**(1,326,393,837)**
29.00	**Net Operating Cash Flow per share**		**3.23**	**0.51**
	Net cash provided by Operating Activities		465,774,379	73,017,735
	Number of Shares Outstanding	19.01	144,000,000	144,000,000

30.00 Related party Desclosure

The Details of related party transactions during the period alongwith the ralationship is illustrated below in accordanceof BAS 24:

Name of the Party	Relationship	Nature of Transaction	Transacted Amount	
			July 16 to June 17	July 15 to June 16
Mr. Anwar-ul Alam Chowdhury	Chairman	Remuneration	4,800,000	4,800,000
Mrs. Shabnam Shehnaz Chowdhury	Vice Chairman	Remuneration	3,600,000	3,600,000
Mr. Abu Kawser Majumder	Managing Director	Remuneration	4,800,000	4,800,000
Mr. A.K. Gouhor Rabbani	Director-Merchandiser	Remuneration	4,800,000	4,800,000
Mr. Md. Akhter Shahid	Director-Marketing	Remuneration	3,600,000	3,600,000
Mr. Shah Adeeb Chowdhury	Director-Production	Remuneration	1,200,000	1,200,000
Mr. Shah Rayeed Chowdhury	Director-Support Service	Remuneration	1,200,000	1,200,000
Evitex Fashions Limited	Subsidiary	Factory Rent	1,440,000	1,440,000
Evince Design and Fashions Ltd.	Under Common Directorship	Selling expenses	10,413,918	9,379,492
Total			**35,853,918**	**34,819,492**

31.00 Disclosure of Managerial Remuneration

31.01 The total amount of remuneratin paid to the top five salaried officers of the company in the accounting period is as follows:

Name	Designation	July 16 to June 17	July 15 to June 16
Mr. Anwar-ul Alam Chowdhury	Chairman	4,800,000	4,800,000
Mrs. Shabnam Shehnaz Chowdhury	Vice Chairman	3,600,000	3,600,000
Mr. Abu Kawser Majumder	Managing Director	4,800,000	4,800,000
Mr. A.K. Gouhor Rabbani	Director-Merchandiser	4,800,000	4,800,000
Mr. Md. Akhter Shahid	Director-Marketing	3,600,000	3,600,000
	Total	**21,600,000**	**21,600,000**

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for the year ended 30 June, 2017

Sl.No.	Particulars

31.02 **Aggregated amount of remuneration paid to all Directors and Officers during the accounting period is as follows:**

Sl. No.	Particulars	Nature of Payment	July 16 to June 17	July 15 to June 16
1	Directors	Board Meeting Fees	250,000	Nil
2	Directors	Remuneration	24,000,000	24,000,000
3	Officers and Executives	Salary and Other Allowances	30,541,682	29,942,825
		Total	54,791,682	53,942,825

32.00 **General**

a) Audit Fee: Audit fee of Tk. 143,750 Represents only the audit fees and VAT thereon.

b) Number of Employees

Salary Range (Monthly)	Officers & Staffs		Worker	Total
	Head Office	Factory		
Not Less Than Tk. 3000	19	192	1037	1248
Less Than Tk. 3000	-	-	-	-
Total	19	192	1037	1248

c) **Events after the Reporting Period:**
No material events had occurred after the reporting period to the date of issue of these financial statements, which could effect the values stated in the financial statements.

d) **Income Tax Assessment:**
Income tax assessment of the company up to the Assessment Year 2015-2016 has been Completed.

e) **Contingent Liabilities & Capital Commitments:**
There is no claim against the company not acknowledged debt and no un-availed credit facilities, other than those in the normal course of business, available to the company on June 30, 2017.

EVINCE TEXTILES LIMITED

Notes to the Financial Statement
as at 30 June, 2017

Annexure-A
Schedule of Property, Plant and Equipment

A. COST Schedule :

ITEMS	COST			Rate	DEPRECIATION			WDV at 30.06.2017
	Balance at 01.07.16	Addition during the period	Total as at 30.06.17		Balance at 01.07.16	Charged during the period	Total as at 30.06.17	
Land & Land Development	150,503,676	56,198,045	206,701,721	0%	-	-	-	206,701,721
Building	623,145,121	69,373,902	692,519,023	5%	93,399,098	26,487,301	119,886,399	572,632,624
Plant & Machinery	1,592,602,020	7,184,986	1,599,787,006	10%	705,098,004	88,750,402	793,848,406	805,938,600
Furniture & Fixtures	6,424,701	-	6,424,701	10%	2,494,300	393,040	2,887,340	3,537,361
Office Equipment	11,177,759	460,496	11,638,255	15%	6,685,807	673,793	7,359,600	4,278,655
Electricity,Gas & Water Line Installation	10,951,662	-	10,951,662	10%	6,187,620	476,404	6,664,024	4,287,638
Electric Sub-Station	18,099,438	-	18,099,438	10%	10,099,921	799,952	10,899,872	7,199,566
False ceiling & Cooling ducting	133,866,356	-	133,866,356	15%	57,836,248	11,404,516	69,240,764	64,625,592
Vehicles	30,419,815	-	30,419,815	20%	17,408,913	2,602,180	20,011,094	10,408,721
Sub - Total	**2,577,190,548**	**133,217,429**	**2,710,407,977**		**899,209,911**	**131,587,588**	**1,030,797,499**	**1,679,610,478**

B. REVALUATION Schedule :

ITEMS	COST			Rate	DEPRECIATION			WDV at 30.06.2017
	Balance at 01.07.16	Addition during the period	Total as at 30.06.17		Balance at 01.07.16	Charged during the period	Total as at 30.06.17	
Land & Land Development	166,487,766	-	166,487,766	0%	-	-	-	166,487,766
Building	266,556,807	-	266,556,807	5%	72,545,514	9,700,565	82,246,078	184,310,729
Sub - Total	**433,044,573**	**-**	**433,044,573**		**72,545,514**	**9,700,565**	**82,246,078**	**350,798,495**
Grand Total	**3,010,235,121**	**133,217,429**	**3,143,452,550**		**971,755,425**	**141,288,153**	**1,113,043,578**	**2,030,408,973**

a. Depreciation of Operating Expenses	140,490,837
b. Depreciation of Administrative Expenses	797,316
	141,288,153

Separate

EVINCE TEXTILES LIMITED

Statement of Inventory

as at 30 June, 2017

Annexure-B

i) Opening Raw Materials

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Yarn	Kg	616,188	180,296,557
2	Sizing Chemical	Kg	63,055	4,709,549
3	ETP Chemical	Kg	17,417	1,917,802
4	Dyes Chemical	Kg	75,998	42,835,281
Total			**772,657**	**229,759,189**

ii) Opening Work in Process:

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Warping	Kg	206,827	33,092,342
2	Sizing	Kg	225,179	37,604,934
3	Dyeing	Kg	254,949	45,125,921
4	Weaving	Kg	216,228	34,596,539
Total			**903,183**	**150,419,736**

iii) Opening Finished Goods

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	100% Cotton Fabrics	Yds	1,360,990	138,514,608

iv) Import of Raw Materials

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Yarn	Kg	2,540,094	721,386,600
2	Sizing Chemical	Kg	106,583	14,495,225
3	ETP Chemical	Kg	864,883	24,216,714
4	Dyes Chemical	Kg	771,256	107,890,952
Total			**4,282,814**	**867,989,489**

v) Closing Raw Materials

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Yarn	Kg	670,747	190,492,274
2	Sizing Chemical	Kg	28,145	3,827,723
3	ETP Chemical	Kg	228,386	6,394,819
4	Dyes Chemical	Kg	203,661	28,490,181
Total			**1,130,940**	**229,204,998**

vi) Closing Work in Process:

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Warping	Kg	302,253	32,885,076
2	Sizing	Kg	343,469	37,369,405
3	Dyeing	Kg	412,163	44,843,286
4	Weaving	Kg	315,991	34,379,853
Total			**1,373,875**	**149,477,620**

vii) Closing Finished Goods

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	100% Cotton Fabrics	Yds	1,232,827	137,090,327

viii) Raw Materials Consumed

Sl. No.	Name of Items	Unit	Quantity	Amount in Taka
1	Yarn	Kg	2,485,534	711,190,883
2	Sizing Chemical	Kg	141,492	15,377,050
3	ETP Chemical	Kg	653,913	19,739,697
4	Dyes Chemical	Kg	643,592	122,236,051
Total			**3,924,531**	**868,543,681**

AUDITORS' REPORT TO THE SHAREHOLDERS OF EVITEX FASHIONS LIMITED

We have audited the accompanying financial statements of Evitex Fashions Limited, which comprise the Statement of Financial Position as at 30 June 2017, Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended, a summary of significant accounting policies, other explanatory notes and all related financial statements of Evitex Fashions Limited.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, the Bangladesh Securities and Exchange Rules 1987 and other applicable laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements including financial position of Evitex Fashions Limited, prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the Company's affairs as at 30 June 2017 and of the results of its operations and its cash flows for the year then ended and comply with the Companies Act 1994, the Bangladesh Securities and Exchange Rules 1987 and other applicable laws and regulations. However, documentation & reconciliation process need be strengthened further. Company has not introduced any Worker's Participation Fund as yet.

We also report that:

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;

b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books;

c) the Statement of Financial Position and Statement of Comprehensive Income dealt with by the report are in agreement with the books of account and returns; and

d) the expenditures incurred were for the purposes of the Company's business.

pinaki&co.

Pinaki & Company
Chartered Accountants

Dhaka
Dated: 08th October, 2017

Subsidiary

EVINCE TEXTILES LIMITED

Statement of Financial Position
as at 30 June, 2017

Particulars	Note	TAKA	
		30-June-2017	30-June-2016
PROPERTY AND ASSETS			
NON-CURRENT ASSETS			
Property, Plant & Equipment	04.00	64,577,740	28,665,797
		64,577,740	**28,665,797**
CURRENT ASSETS			
Fixed Deposit	05.00	-	48,692,001
Inventory	06.00	99,571,969	98,171,870
Accounts Receivable	07.00	86,729,560	85,522,353
Advance Deposit & Prepayments	08.00	77,619,280	22,129,605
Cash and Cash Equivalents	09.00	965,000	2,473,391
		264,885,809	**256,989,220**
TOTAL ASSETS		**329,463,549**	**285,655,017**
SHAREHOLDERS' EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Paid up Capital	10.00	88,000,000	88,000,000
Retained Earnings	11.00	126,318,654	100,874,195
		214,318,654	**188,874,195**
CURRENT LIABILITIES			
Short Term Borrowing	12.00	77,047,790	18,386,785
Accounts Payable	13.00	7,710,468	52,420,507
Liabilities for expenses	14.00	7,389,784	6,912,935
Current Tax Liability	22.01.A	22,996,853	19,060,595
		115,144,895	**96,780,822**
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		**329,463,549**	**285,655,017**
Net Asset Value Per Share	15.00	**24.35**	**21.46**

Managing Director | **Director** | **Company Secretary**

Pinaki & Company
Chartered Accountants

Subsidiary

EVINCE TEXTILES LIMITED

Statement of Comprehensive Income

For the year ended 30 June, 2017

Particulars	Note	TAKA	
		July 16 to Jun 17	July 15 to Jun 16
Turnover	16.00	**581,565,859**	**595,129,062**
Less: Cost of Goods Sold	17.00	524,942,386	538,257,900
Gross Profit		**56,623,473**	**56,871,162**
Less: Office and Administrative Expenses	18.00	22,481,572	22,218,775
		34,141,901	34,652,387
Less: Selling & Distribution Expenses	19.00	2,875,724	3,079,716
Net Profit Before Financial Expenses		**31,266,177**	**31,572,671**
Less: Financial Expenses	20.00	3,670,556	4,916,648
Net Profit After Financial Expenses		**27,595,621**	**26,656,023**
Add : Other Income	21.00	1,785,096	7,025,539
Net Profit Before Tax Provision		**29,380,717**	**33,681,562**
Provision for Income Tax		**3,936,258**	**10,040,298**
Current Tax	22.00	3,936,258	10,040,298
Net Profit After Income Tax		**25,444,459**	**23,641,264**
Earning Per Share	23.00	**2.89**	**2.69**

Managing Director | **Director** | **Company Secretary**

Pinaki & Company
Chartered Accountants

Subsidiary

EVINCE TEXTILES LIMITED

Statement of Changes in Equity
For the year ended 30 June, 2017

Amount in Taka

Particulars	Share Capital	Retained Earnings	Total
Balance as at July 01, 2016	88,000,000	100,874,195	188,874,195
Net Profit for the year	-	25,444,459	25,444,459
Balance as at June 30, 2017	**88,000,000**	**126,318,654**	**214,318,654**

Statement of Changes in Equity
For the year ended 30 June, 2016

Amount in Taka

Particulars	Share Capital	Retained Earnings	Total
Balance as at July 01, 2015	88,000,000	77,232,931	165,232,931
Net Profit for the year	-	23,641,264	23,641,264
Balance as at June 30, 2016	**88,000,000**	**100,874,195**	**188,874,195**

Managing Director | **Director** | **Company Secretary**

Pinaki & Company
Chartered Accountants

Subsidiary

EVINCE TEXTILES LIMITED

Statement of Cash Flows

For the year ended 30 June, 2017

Particulars	Note	TAKA	
		July 16 to Jun 17	July 15 to Jun 16
Cash flow from Operating Activities			
Cash received from customers	24.00	580,358,652	588,628,499
Cash paid to suppliers and employees	25.00	(644,256,884)	(550,667,169)
Income Tax Paid		(3,484,803)	(3,329,682)
Other Income		1,785,096	7,025,539
Net cash provided by Operating Activities		**(65,597,939)**	**41,657,187**
Cash flow from Investing Activities			
Addition to fixed Assets		(39,592,902)	(8,951,857)
Fixed Deposit		48,692,001	(10,700,054)
Net Cash provided by Investing Activities		**9,099,099**	**(19,651,911)**
Cash flow from Financing Activities			
Short Term Loan		58,661,005	(20,871,533)
Financial Expenses		(3,670,556)	(4,916,648)
Net cash provided by Financing Activities		**54,990,449**	**(25,788,181)**
Increase/(decrease) in Cash and Bank Balances		**(1,508,390)**	**(3,782,905)**
Cash and Cash Equivalents at Opening		2,473,391	6,256,296
Cash and Cash Equivalents at Closing		**965,000**	**2,473,391**
Net Operation Cash Flow per share	26.00	**(7.45)**	**4.73**

Managing Director **Director** **Company Secretary**

Pinaki & Company
Chartered Accountants

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statement
as at 30 June, 2017

1.0 Reporting Entity:

Evitex Fashions Limited was incorporated as a Private Limited Company on 11th April 2004 under the Companies Act 1994 and the company commenced its commercial production on May 15, 2005. Registered office of the company is at Plot No. 33, Sector-7, Mirpur, Dhaka-1216 while Factory is situated at Vill./Mouza: Shirir Chala, P.O.: Bhabanipur, P.S.: Gazipur Sadar, Dist: Gazipur. The principal activity of the company is 100% export oriented Readymade Garments.

The Company was established with an Authorised Capital of Tk. 100,000,000/- and Paid-up Capital of Tk. 200,000/-. The Paid-up capital of the company was subsequently raised to Tk. 88,000,000/-. The Shares of the company has been denominated from Tk. 100/- to Tk. 10/- per share as at April 21, 2013.

1.1 Nature of Business:

The main activities of the company are concentrated in 100% export oriented Readymade Garments.

Share Capital:

Particulars	June 30, 2017	June 30, 2016
Authorized Capital: 1,00,00,000 ordinary shares of Tk. 10 each	100,000,000	100,000,000
Issued, Subscribed and fully paid up: 88,00,000 ordinary shares of Tk. 10 each	88,000,000	88,000,000

2.0 Basis of Preparation:

2.1 Statements Compliance:

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

2.2 Reporting Period:

Financial statements of the company cover from 01-07-2016 to 30-06-2017.

2.3 Date of Authorization:

The Board of Directors of Evitex Fashions Limited approved this Financial Statements on 20th September 2017.

2.4 Reporting Currency and Level of Precision:

Currency of Reporting:

The figure in the financial statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

Foreign Currency Transactions:

Foreign Currency Transactions in foreign currencies are converted into equivalent taka applying the ruling rate at the date of such transactions as per BAS-21 "The Effects of Changes in Foreign Exchange Rates".

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statement
as at 30 June, 2017

2.5 Comparative Information:

Comparative information has been disclosed in respect of the previous year for all numerical information in the financial statements including narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Previous period's figure has been re-arranged whenever considered necessary to ensure comparability with the current period's presentation as per BAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

Comparative information has been provided in accordance with BAS-34 Statement of Financial Position, Statement of profit and loss and other Comprehensive Income, statement of changes in equity and statement of cash flows.

3.0 Significant Accounts Polices:

3.1 Principal Accounting Policies:

Specific accounting policies were selected and applied by the company's management for significant transactions and events that have a material effect within the framework of BAS-1 "Preparation of

Financial Statement" in preparation and presentation financial statements. The previous period's figures were presented according to the same accounting principles.

3.2 Application of Bangladesh Accounting Standards (BASs):

The financial statements have been prepared in compliance with requirement of BAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following BASs are applicable for the financial statements for the period under review:

BAS – 01 Presentation of Financial Statement
BAS – 02 Inventories
BAS – 07 Statement of Cash Flows
BAS – 08 Accounting Policies, Changes in Accounting Estimates and Errors
BAS – 10 Events After the Reporting Period
BAS – 12 Income Taxes
BAS – 16 Property, Plant & Equipment
BAS – 17 Leases
BAS – 18 Revenue
BAS – 23 Borrowing Costs
BAS – 24 Related Party Disclosures
BAS – 33 Earnings Per Share
BAS – 37 Provision, Contingent Liabilities and Contingent Assets
BAS – 39 Financial Instruments Recognition and Measurement

3.3 Statement of Cash flows:

Statement of Cash Flow is prepared in Accordance with BAS-7 "Statement of Cash Flows" and the Securities and Exchange Rules, 1987 and the cash flow from the operation activities are shown under the direct method as prescribed.

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statement
as at 30 June, 2017

3.4 Recognition of Property, Plant & Equipment and Depreciation:

Property, Plant & Equipment is stated at cost less depreciation in accordance with BAS-16 "Property, Plant and Equipment". Cost represents cost of acquisition or construction and include purchase price and other directly attributable cost of bringing the assets to working conditions for its intended use. Depreciation on all other fixed assets is computed using the reducing balance method in amount sufficient to write-off depreciable assets over their estimated useful life. Depreciation on addition is charged when the asset is ready for use. Expenditure for maintenance and repairs are expenses, major replacements, renewals and betterment are capitalized. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed off are eliminated from the assets and accumulated depreciation and any gain or loss on such disposal is reflected in operations for period.

The depreciation rate in this period is as under:

Sl.	Category of Property, Plant & Equipment Rate	Rate
Factory/Manufacturing: -		-
1.	Machinery	15%
2.	Electrical Installation	15%
3.	Fire Detection System & Equipment	15%
4.	Balancing, Modernization, Rehabilitation & Expansion	5%
5.	Furnitures & Fixtures	10%
Administrative/Non-Manufacturing: -		
6.	Office Equipment	15%
7.	Motor Vehicles	15%

3.5 Impairment:

In accordance with the provision of BAS 36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in the statement of comprehensive income. No such indication of impairment has been observed till the end of the period.

3.6 Inventories:

Inventories comprise of Raw Materials, Work-in Process and Finished Goods. They are stated at the lower of cost or net realizable value in accordance with the Para of 21 & 25 of BAS-2 "Inventories" after making due allowance for any obsolete or slow moving item. Quantity wise Schedule of inventory as per requirement of companies act 1994 is detailed in Annexure-B.

3.7 Advance, Deposit and Prepayment:

Evitex Fashions Limited has been incurred some expenses as Advance, Deposit and Prepayment that are shown in the notes to Financial Statements in details.

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statement

as at 30 June, 2017

3.8 Accounts Receivable:

These are carried forward at their original invoiced value amount. Management considered the entire bills receivable as good and is collectable and therefore, no amount was provided for as bad debt in the current period's account.

3.9 Cash and Cash Equivalents:

According to BAS-7 'Statement of Cash Flows' cash comprises of cash-in-hand and demand deposits. BAS-1 'Presentation of Financial Statements' provides that cash and cash equivalents are not restricted in use. Considering the provisions of BAS-7 and BAS-1, Cash in hand and Bank Balances have been considered as cash and cash equivalents.

3.10 Creditors and Accruals:

Liabilities are recognized for amounts to be paid in the future for goods and services received, whether or not billed by the supplier.

3.11 Income Tax:

Current Tax

Provision for current tax for the year has been made at the rate of 12% as prescribed in the SRO 255-Ain/Incometax/2017 dated August 01, 2017 on the accounting profit made by the company as per ITO 1984 in compliance with BAS-12 "Income Taxes".

Deferred Tax

The provision for deferred tax is raised due to taxable temporary difference for this period in accordance with the provisions of BAS-12. The Tax Authority allowed the accounting depreciation as tax depreciation so there is no difference between tax depreciation and accounting depreciation as such deferred tax is nil.

3.12 Compliance with Local Laws:

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

3.13 Revenue Recognition:

Revenue from the sales is measured at the fair value of the consideration received or receivable. The company recognizes revenue when risk and rewards associated with ownership has been transferred to buyer, which satisfied all the condition for the revenue recognition as provided in BAS-18 'Revenue Recognition'.

Sales revenue is recognized when transactions related to sales are completed and the sales invoices are issued in favor of the buyers.

3.14 Value Added Tax (VAT):

The Company's traded income is 100% export oriented so its income is not subject to Value Added Tax (VAT).

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statement
as at 30 June, 2017

3.15 Components of the Financial Statements:

According to the Bangladesh Accounting Standard BAS-1 'Presentation of Financial Statements' the complete set of Financial Statements includes the following components:

i. Statement of Financial Position as at June 30, 2017.
ii. Statement of Profit or Loss and Other Comprehensive Income for the year ended from July, 2016 to June, 2017.
iii. Statement of Cash flows for the year ended from July, 2016 to June, 2017.
iv. Statement of Changes in Equity for the year ended from July, 2016 to June, 2017.
v. Accounting Policies and Explanatory Notes for the year ended from July, 2016 to June, 2017.

3.16 Earnings Per Share:

Earnings Per Share (EPS) is calculated in accordance with the Bangladesh Accounting Standard BAS-33 and weighted average number of share has been used as the denominator and details are shown in the Notes to the Financial Statement.

Basic Earnings Per Share:

This represents earning for the period attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the period has been considered as fully attributable to the ordinary shareholders.

Weighted Average Number of Ordinary Shares Outstanding During the Period:

This represents the number of ordinary shares outstanding at the beginning of the period plus the number of shares issued during the period multiplied by a time-weighted factor is the number of months the specific shares are outstanding as a proportion of the total number of months in the period.

3.17 Responsibility for Preparation and Presentation of Financial Statements:

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements' issued by the International Accounting Standards Board (IASB).

3.18 Going Concern:

The financial statements are normally prepared on the assumption that an enterprise is a going concern and will continue in operation for the foreseeable future. Hence it is assumed that the entity has neither the intention nor the need to liquidate or curtail materially the scale of its operation.

3.19 Employees Benefits:

Evitex Fashions Limited offers a number of benefits which include Short term employee benefits like Salaries, Wages, Sick Leave and Bonus. On monetary benefits like Medical Care, Transport Facilities.

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statement
as at 30 June, 2017

3.20 Events After the Reporting Period:

As per BAS-10 "Event After the Reporting Period" are those event favorable and unfavorable that occur between the end of the reporting period and the date when the financial statement is authorized for issue. Two types of event can be indentified:

Those are providing evidence of conditions that existed at the end of the reporting period (adjusting events after Reporting date); and

Those are indicative of conditions that arose after the reporting period (Non-adjusting events after reporting date).

3.21 Financial Instruments:

Derivative:

According to BFRS-7 "Financial Instruments Disclosers", the company was not a party to any derivative contract (financial instruments) at the financial statement date, such as forward exchange contract, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

Non-Derivative:

Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per BAS 39 "Financial Instruments Recognition and Measurement".

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statements
as at 30 June, 2017

No.	Particulars	Note/Annex	Taka	
			30-June-2017	30-June-2016
04.00	**Property, Plant & Equipment**			
	Factory/Manufacturing			
	Machinery		9,499,505	10,562,034
	Electrical Equipment		1,867,949	2,197,587
	Fire Detection System & Equipment		20,144,657	7,229,009
	Balancing, Modernization, Rehabilitation & Expansion		30,502,812	5,717,565
	Furnitures & Fixtures		848,774	943,082
	Administrative/Non Manufacturing			
	Office Equipment		324,351	381,590
	Motor vehicles		1,389,692	1,634,932
			64,577,740	**28,665,797**
04.01	**Movement of PPE**			
	Opening Balance		**28,665,797**	**24,218,775**
	Add: Addition during the year		39,592,902	7,927,857
	Closing Balance		**68,258,699**	**32,146,632**
	Less: Depreciation charged during the year		3,680,959	3,480,834
	Written Down Value (WDV)		**64,577,740**	**28,665,797**
05.00	**Fixed Deposit**			
	Opening Balance		**48,692,001**	**37,991,947**
	Add: Addition during the year		3,078,236	10,700,054
			51,770,237	**48,692,001**
	Less: Encashment during the year		51,770,237	-
	Closing Balance		-	**48,692,001**
06.00	**Inventory**			
	Fabrics	17.01.03	75,207,747	73,799,488
	Accessories	17.01.03	18,801,937	18,449,872
	WIP	17.00	2,406,720	2,451,910
	Finished Goods	17.00	3,155,565	3,470,600
			99,571,969	**98,171,870**
07.00	**Accounts Receivable**			
	Export Bills Receivable	07.01	86,729,560	85,522,353
			86,729,560	**85,522,353**
07.01	**Export Bills Receivable**			
	Opening Balance		**85,522,353**	**79,021,790**
	Add: Sales during the year		581,565,859	595,129,062
	Available for Received		**667,088,212**	**674,150,852**
	Less: Realized during the year		580,358,652	588,628,499
			86,729,560	**85,522,353**
07.02	**Disclosure as per Schedule-XI, Part-I of the Companies Act, 1994**			
	Matuarity Less than 6 months		**86,729,560**	**85,522,353**
	Matuarity more than 6 months		Nil	Nil
			86,729,560	**85,522,353**
	Debts considered Good and Secured		86,729,560	85,522,353
	Debts considered Good without security		-	-
	Debts considered doubtful and bad		-	-
	Debts due by directors or other officers & staffs		-	-
	Debts due from companies under same management		-	-
	Maximum debt due by directors or officers & staffs at any time		-	-

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statements

as at 30 June, 2017

No.	Particulars	Note/Annex	Taka	
			30-June-2017	30-June-2016
08.00	**Advance Deposit & Prepayments**			
	Advance Income Tax	08.01	19,548,827	16,064,024
	Reserve Margin		1,881,324	1,022,000
	Reserve for BTB LC payment		22,189,129	5,043,581
	Share Money Deposit to Argon Spinning Ltd.		34,000,000	-
			77,619,280	**22,129,605**
08.01	**Advance Income Tax**			
	Opening Balance		16,064,024	23,372,152
	Add: during the year	08.01.A	3,484,803	3,329,682
	Less: Adjustment for the assessment completion of previous years		-	(10,637,810)
			19,548,827	**16,064,024**
08.01.A	**AIT during the year**			
	TDS on Export		3,271,517	3,034,323
	TDS on FDR		178,510	295,359
	TDS on Incentive Income		34,776	-
			3,484,803	**3,329,682**
08.02	**Disclosure as per Schedule-XI, Part-I of the Companies Act, 1994**			
	Advance exceeding 6 months		53,548,827	16,064,024
	Advance not exceeding 6 months		24,070,453	6,065,581
			77,619,280	**22,129,605**
	Advance, deposit & prepayments considered good with secured		77,619,280	22,129,605
	Advance, deposit & prepayments considered good without security		-	-
	Advance, deposit & prepayments considered doubtful & bad		-	-
	Advance, deposit & prepayments due by directors or other officers and staffs		-	-
	Advance, deposit & prepayments due from companies under same management		-	-
	Maximum Advance due by directors or officers & staffs at any time		-	-
09.00	**Cash and Cash Equivalents**			
	Cash in hand		567,650	596,870
	Cash at bank	09.01	397,350	1,876,521
			965,000	**2,473,391**
09.01	**Cash at Bank**			
	Prime Bank CD A/C		175	131,392
	Southeast Bank CD A/C - 8028		229,108	-
	Prime Bank STD A/C		16,784	18,314
	Prime Bank ERQ A/C		-	1,603,812
	Shahjalal Bank CD A/C		-	145
	Southeast Bank (Mohammadpur Branch)		-	9,832
	Brac Bank		151,283	113,026
			397,350	**1,876,521**
10.00	**Share Capital**			
	Authorized Capital			
	10,000,000 Ordinary Shares of Tk 10/- each		**100,000,000**	**100,000,000**
	Paid up capital	10.01	**88,000,000**	**88,000,000**
	8,800,000 shares @ Tk. 10/- each			
10.01	**Breakup of above paid up capital:**			
	Opening balance		88,000,000	88,000,000
			88,000,000	**88,000,000**
	Face Value per share		Tk. 10/-	Tk. 10/-

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statements
as at 30 June, 2017

No.	Particulars	Note/Annex	Taka	
			30-June-2017	30-June-2016

10.02 Share holdings Position

Particulars of Shareholders and their share holding position is as under:

Name of Share holders	Number of Shares		%	Amount in BDT	
	30-June-2017	30-June-2016		30-June-2017	30-June-2016
Anwar-ul Alam Chowdhury	88,000	88,000	1.00%	880,000	880,000
Shabnam Shehnaz Chowdhury	88,000	88,000	1.00%	880,000	880,000
Abu Kawser Majumder	99,000	99,000	1.13%	990,000	990,000
A.K. Gouhor Rabbani	99,000	99,000	1.13%	990,000	990,000
Md. Akhter Shahid	66,000	66,000	0.75%	660,000	660,000
Evince Textiles Limited	8,360,000	8,360,000	95.00%	83,600,000	83,600,000
Total	**8,800,000**	**8,800,000**	**100%**	**88,000,000**	**88,000,000**
Face Value Per share	Tk. 10/-	Tk. 10/-			

10.03 Classification of shares by holding:

Slabs by number of shares	Number of Sharesholder		Amount in BDT	
	30-June-2017	30-June-2016	30-June-2017	30-June-2016
Less than 500				
From 500 to 5,000			-	-
From 5,001 to 10,000				
From 10,001 to 20,000				
From 20,001 to 30,000				
From 30,001 to 40,000				
From 40,001 to 50,000				
From 50,001 to 100,000	5	5	4,400,000	4,400,000
From 100,001 to 1,000,000				
Above 1,000,000	1	1	83,600,000	83,600,000
Total	**6**	**6**	**88,000,000**	**88,000,000**

11.00	**Retained Earnings**		
	Opening Balance	100,874,195	77,232,931
	Add: Current Year Profit after Tax	25,444,459	23,641,264
		126,318,654	**100,874,195**
12.00	**Short Term Borrowing**		
	SOD A/C (Prime Bank) FD	-	14,410,956
	OD against non cash security-SEBL-290	7,623,945	
	Packing Credit-Prime	-	3,975,829
	Packing Credit-SEBL	18,334,426	-
	FBP-SEBL	7,970,280	-
	Time Loan-SEBL-1825	10,030,833	
	EDF Loan-SEBL	33,088,306	-
		77,047,790	**18,386,785**
13.00	**Accounts Payable**		
	Payable for Raw Material	5,293,237	35,986,200
	Payable for Accessories	1,832,778	12,458,920
	Payable for Packing Material	584,454	3,975,386
		7,710,468	**52,420,507**
14.00	**Liabilities for Expenses**		
	Wages & Overtime	5,513,669	5,526,396
	Factory Salaries	1,220,644	820,650
	Salary & Allowances	503,223	365,720
	Director Remenuration	100,000	100,000
	Audit fees & VAT	46,000	92,000
	Electicity Bill	6,248	8,169
		7,389,784	**6,912,935**

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statements
as at 30 June, 2017

No.	Particulars	Note/Annex	Taka	
			30-June-2017	30-June-2016
15.00	**Net Asset Value Per Share**		**24.35**	**21.46**
	Shareholders' Equity		214,318,654	188,874,195
	Outstanding Number of Shares	15.01	8,800,000	8,800,000
15.01	**Outstanding Number of Shares:**			
	Opening Balance		8,800,000	8,800,000
			8,800,000	**8,800,000**
	Face Value per Share		Tk. 10/-	Tk. 10/-

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statements
for the year ended 30 June, 2017

No.	Particulars	Note/Annex	Taka	
			July 16 to Jun 17	July 15 to Jun 16
16.00	**Turnover**			
	Export		578,211,901	591,909,598
	Export Incentive		1,159,200	-
	Foreign Exchange Gain/(Loss)		2,194,758	3,219,463
			581,565,859	**595,129,062**
16.01	**Export Quantity:**		**Pcs**	**Pcs**
	Export		1,652,040	1,691,160
17.00	**Cost of Goods Sold**			
	Raw Material consumed	17.01	401,429,843	416,409,867
	Factory Overhead	17.02	123,152,318	121,932,988
			524,582,161	**538,342,855**
	Add: Opening Work-in -Process		2,451,910	2,734,908
			527,034,071	**541,077,763**
	Less: Closing Work-in -Process		2,406,720	2,451,910
	Cost of Production		**524,627,351**	**538,625,853**
	Add: Opening Stock of Finished Goods		3,470,600	3,102,647
			528,097,951	**541,728,500**
	Less: Closing Sotck of Finished Goods		3,155,565	3,470,600
			524,942,386	**538,257,900**
17.01	**Raw Material Consumed**			
	Opening Stock of Raw Materials	17.01.01	92,249,360	53,460,597
	Add: Purchase during the year	17.01.02	403,190,167	455,198,630
			495,439,527	**508,659,227**
	Less : Closing Stock of Raw Materials	17.01.03	94,009,684	92,249,360
			401,429,843	**416,409,867**
17.01.01	**Opening Stock of Raw Materials**			
	Fabrics		73,799,488	42,768,478
	Accessories		18,449,872	10,692,119
			92,249,360	**53,460,597**
17.01.02	**Import of Raw Materials**			
	Fabrics		322,552,134	364,158,904
	Accessories		80,638,033	91,039,726
			403,190,167	**455,198,630**
17.01.03	**Closing Stock Of Raw Materials**			
	Fabrics		75,207,747	73,799,488
	Accessories		18,801,937	18,449,872
			94,009,684	**92,249,360**
17.02	**Factory Overhead**			
	Wages, Overtime, Bonus & Allowance		96,973,203	95,939,800
	Factory Staff Salary & Allowance		16,505,271	16,858,584
	Workers & Employee Welfare		309,030	489,403
	Medical Expenses		42,934	86,517
	Travelling & Conveyance		460,350	567,243
	Machinery Repair & Maintenance		365,916	774,446
	Spare parts for Machinery		2,525,739	510,324
	Electrical Maintenance-Electric Equipment		24,499	196,706

AMAR STOCK

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statements
for the year ended 30 June, 2017

No.	Particulars	Note/Annex	Taka 30-Jun-16	Taka 30-Jun-15
	Spare parts for Electric Equipment		250,000	202,005
	Power/Fuel/Electricity		93,374	111,647
	Factory Maintenance-Workshop Bill		133,521	77,150
	Spare parts for Factory Maintenance		650,000	1,195,845
	Factory Rent		1,440,000	1,440,000
	Air Freight Charges		-	351,476
	Depreciation	Annex-A	3,378,481	3,131,842
			123,152,318	**121,932,988**
18.00	**Administrative Expenses:**			
	Salary & Allowances		6,482,139	8,686,760
	Managing Director's Remuneration		1,200,000	1,200,000
	Conveyance		206,963	169,848
	Entertainment		249,741	129,060
	Stationery		128,957	207,181
	Postage & Stamps		14,669	31,762
	Papers & Periodicals		5,100	5,120
	Fuel & Lubricants (Vehicles)		319,625	187,408
	Renewal & Registration		570,162	177,810
	Telephone ,Fax,Mobile & Internet		110,493	85,774
	Repairs & maintenance - workshop bill		70,466	55,722
	Courier Charges		1,719,681	373,975
	Insurance Premium		1,503,176	1,275,894
	Travelling Exp.		2,471,355	2,675,345
	Bank Charges		7,080,567	6,562,124
	Audit Fees & VAT		46,000	46,000
	Depreciation	Annex-A	302,478	348,992
			22,481,572	**22,218,775**
19.00	**Selling & Distribution Expenses**			
	C & F Expenses		1,800,631	1,882,000
	Sample Expenses		-	159,749
	Transportation		602,388	708,098
	Testing Expenses		472,705	329,870
			2,875,724	**3,079,716**
20.00	**Financial Expenses**			
	Interest Expenses		3,670,556	4,916,648
			3,670,556	**4,916,648**
21.00	**Other Income**			
	Interest Income from FDR		1,785,096	3,176,539
	LC Commission		-	3,849,000
			1,785,096	**7,025,539**

22.00 Provision for Tax

22.01 Current Tax

This represents estimated Income Tax on Net Income for the period from July 01, 2016 to June 30, 2017 and any short provision for prior year.

Tax on core business / Operational Income		3,311,474	7,581,359
Tax on Other Income		624,784	2,458,939
Tax provision for the year		**3,936,258**	**10,040,298**

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statements
for the year ended 30 June, 2017

No.	Particulars	Note/Annex	Taka	
			July 16 to Jun 17	July 15 to Jun 16
22.01.A	**Current Tax Liability**			
	Opening Net Balance for Current Tax		19,060,595	19,658,107
	Less: Adjustement of previous years		-	(10,637,810)
			19,060,595	**9,020,297**
	Add: Current Tax for the year		3,936,258	10,040,298
			22,996,853	**19,060,595**
22.02	**Deferred Tax**			
	The provision for deferred tax is raised due to taxable temporary difference for this period in accordance with the provisions of BAS-12. The Tax Authority allowed the accounting depreciation as tax depreciation so there is no difference between tax depreciation and accounting depreciation as such deferred tax is nil.			
23.00	**Earnings Per Share**		**2.89**	**2.69**
	Net Profit from Core Business		25,444,459	23,641,264
	Total Existing Number of Shares		8,800,000	8,800,000
	Share Value		Tk. 10/-	Tk. 10/-
23.01	**Total Existing Number of Shares**			
	Number of Shares		**8,800,000**	**8,800,000**
	Share Value		Tk. 10/-	Tk. 10/-
24.00	**Cash received from customer**			
	Export		581,565,859	595,129,062
	Add : Opening Balance of Accounts Receivable		85,522,353	79,021,790
	Cash available for collection		**667,088,212**	**674,150,852**
	Less : Closing Balance of Accounts Receivable		86,729,560	85,522,353
			580,358,652	**588,628,499**
25.00	**Cash paid to suppliers , Employees & others**			
	Import of Raw Materials		(403,190,167)	(455,198,630)
	Accounts payable		(44,710,039)	17,317,685
	Liability for Expenses		476,849	2,877,802
	Factory Expenses		(123,152,318)	(121,932,988)
	Administrative Expenses		(22,481,572)	(22,218,775)
	Add. Depreciation		3,680,959	1,543,923
	Selling and distribution Expenses		(2,875,724)	(3,079,716)
	Advance, Deposit and Prepayment		(52,004,872)	30,023,529
			(644,256,884)	**(550,667,169)**
26.00	**Net Operation Cash Flow per share**		**(7.45)**	**4.73**
	Net cash provided by Operating Activities		(65,597,939)	41,657,187
	Total Existing Number of Shares	23.01	8,800,000	8,800,000

27.00 **Related Party Disclosure**

Particulars			July 16 to Jun 17	July 15 to Jun 16
Name of the Party	Relationship with the company	Nature of Transaction	Transacted Amount	Transacted Amount
Mr. Anwar-ul Alam Chowdhury	Managing Director	Remuneration	1,200,000	1,200,000
Evince Textiles Limited	Parent Company	Factory Rent	1,440,000	1,440,000
Total			**2,640,000**	**2,640,000**

Subsidiary

EVINCE TEXTILES LIMITED

Notes to the Financial Statements
for the year ended 30 June, 2017

No.	Particulars	Note/Annex	Taka	
			July 16 to Jun 17	July 15 to Jun 16

28.00 Disclosure of Managerial Remuneration

28.01 The total amount of remuneratin paid to the top Five salaried officers of the company in the accounting year is as

Sl No	Name	Designation	July 16 to Jun 17	July 15 to Jun 16
1	Mr. Anwar-ul Alam Chowdhury	Managing Director	1,200,000	1,200,000
2	Mr. Badrul Alam Chowdhury	Executive Director	3,000,000	3,000,000
3	Mr. Protul Kumar Saha	P.C.O	686,400	624,000
4	Mr. Joynal Abedin	Prod. Manager	650,000	588,000
5	Mr. Forhad Ali	Manager- Accounts	600,000	546,000
	Total		**6,136,400**	**5,958,000**

28.02 Aggregated amount of remuneration paid to all Directors and Officers during the accounting year is as follows:

Sl no	Particulars	Nature of Payment	July 16 to Jun 17	July 15 to Jun 16
1	Directors	Board Meeting Fees	Nil	Nil
2	Directors	Remuneration	1,200,000	1,200,000
3	Officers and Executives	Salary and Other Allowances	6,482,139	8,686,760
Total			**7,682,139**	**9,886,760**

29.00 General:

a) Audit Fee: Audit fee of Tk. 46,000 Represents only the audit fees & VAT thereon.

b) No of Employees:

Salary Range (Monthly)	Officers & Staffs		Worker	Total
	Head Office	Factory		
Not Less Than Tk. 5300	27	73	671	771
Less Than Tk. 5300	-	-	-	-
Total	**27**	**73**	**671**	**771**

c) Events after the reporting period:

No material events had occurred after the reporting period to the date of issue of these financial statements, which could effect the values stated in the financial statements.

d) Income Tax Assessment:

Income tax assessment of the company up to the Assessment year 2013-2014 has been Completed.

e) Contingent Liabilities & Capital Commitments:

There is no claim against the company not acknowledged debt and no un-availed credit facilities, other than those in the normal course of business, available to the company on June 30, 2017.

Separate

EVINCE TEXTILES LIMITED

Notes to the Financial Statements
as at 30 June, 2017

Annexure-A

Particulars	COST			Rate	DEPRECIATION			W.D.V. as at 30-06-17
	Opening Balances as at 01-07-16	Addition during the period	Total as at 30-06-17		Opening Balances as at 01-07-16	Depreciation for the period	Total as at 30-06-17	
Factory/Manufacturing:-								
Machinery	20,013,924	521,776	20,535,700	15%	9,451,890	1,584,305	11,036,195	9,499,505
Electrical Equipment	3,318,075	-	3,318,075	15%	1,120,488	329,638	1,450,126	1,867,949
Fire Detection System & Equipment	8,058,471	14,000,000	22,058,471	15%	829,462	1,084,351	1,913,814	20,144,657
Balancing, Modernization, Rehabilitation & Expansion	6,244,311	25,071,126	31,315,437	5%	526,746	285,878	812,625	30,502,812
Furnitures & Fixtures	1,493,819	-	1,493,819	10%	550,737	94,308	645,045	848,774
Sub Total	**39,128,600**	**39,592,902**	**78,721,502**		**12,479,324**	**3,378,481**	**15,857,805**	**62,863,697**
Administrative/Non Manufacturing:-								
Software Installation	24,091	-	24,091	-	24,091	-	24,091	-
Office Equipment	644,375	-	644,375	15%	262,785	57,238	320,024	324,351
Motor vehicles	2,912,139	-	2,912,139	15%	1,277,207	245,240	1,522,447	1,389,692
Sub Total	**3,580,605**	**-**	**3,580,605**		**1,564,084**	**302,478**	**1,866,562**	**1,714,043**
Total	**42,709,205**	**39,592,902**	**82,302,107**		**14,043,408**	**3,680,959**	**17,724,367**	**64,577,740**

Separate

EVINCE TEXTILES LIMITED

Statement of Inventory

as at 30 June, 2017

Annexure-B

i) Opening Raw Materials

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Fabrics	Yds	599,996	73,799,488
2	Accesssories	Various Item		18,449,872
	Total			**92,249,360**

ii) Opening Work in Process& Finished goods :

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Shirts (WIP)	Pcs	9,536	2,451,910
2	Shirts (Finished Goods)	Pcs	9,203	3,470,600
	Total			**5,922,510**

iii) Import of Raw Materials :

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Fabrics	Yds	1,326,706	322,552,134
2	Accessories	Various Item		80,638,033
	Total			**403,190,167**

i) Closing Raw Materials

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Fabrics	Yds	309,341	75,207,747
2	Accessories	Various Item		18,801,937
	Total			**94,009,684**

ii) Closing Work in Process & Finished goods :

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Shirts (WIP)	Pcs	7,592	2,406,720
2	Shirts (Finished Goods)	Pcs	9,016	3,155,565
	Total			**3,155,564**

iii) Raw Materials Consumed

SL NO	Name of Items	Unit	Quantity	Amount in Taka
1	Fabrics	Yds	1,617,361	321,143,875
2	Accessories	Various Item		80,285,969
	Total			**401,429,843**


17th Annual General Meeting

SHAREHOLDERS NOTE

AMAR STOCK

SHAREHOLDERS NOTE

AMAR STOCK