

# **Interim Financial Statements (Un-Audited)**

**1st Quarter  
1st July 2024 To 30 September 2024**



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

## Mozaffar Hossain Spinning Mills Limited

Statement of Financial Position (Un-Audited)

As at September 30, 2024

Particulars	Notes	Amount in Taka	
		September 30, 2024	June 30, 2024
<b>ASSETS:</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment's	5.00	3,463,637,960	3,515,313,715
<b>Investment</b>		<b>6,125,637</b>	<b>6,125,637</b>
Investment	6.00	6,125,637	6,125,637
<b>Current Assets</b>			
Inventories	7.00	1,891,300,922	1,815,885,457
Accounts Receivable	8.00	596,174,801	727,168,158
Advances, Deposits & Pre-Payments	9.00	362,026,215	340,053,687
Cash and Cash Equivalents	10.00	31,137,309	23,378,032
<b>Total Assets</b>		<b>6,350,402,844</b>	<b>6,427,924,686</b>
<b>EQUITY AND LIABILITIES:</b>			
<b>Shareholders' Equity</b>			
Share Capital	11.00	1,009,933,740	1,009,933,740
Revaluation Reserve	12.00	500,545,475	500,545,475
Tax Holiday Reserve		72,845,417	72,845,417
Retained Earnings	13.00	452,429,184	435,415,188
<b>Non-Current Liabilities</b>			
Long Term Borrowings	14.00	2,277,831,205	2,265,232,063
Deferred Tax Liability	15.00	106,452,227	103,069,759
<b>Current Liabilities</b>			
Accounts Payable	16.00	12,968,871	14,762,744
Cash Dividend Payable	17.00	599,778	599,778
Long Term Borrowings- Current Maturity	18.00	219,868,183	226,895,076
Short Term Borrowings	19.00	1,465,457,920	1,580,941,032
Provision for Tax	20.00	88,621,195	83,260,239
Accrued Expenses	21.00	142,849,648	134,424,175
<b>Total Equity &amp; Liabilities</b>		<b>6,350,402,844</b>	<b>6,427,924,686</b>
<b>Net Asset Value Per Share (NAVPS)</b>	<b>30.00</b>	<b>20.16</b>	<b>19.99</b>

The accompanying notes 1 to 32 & annexure A to C form an integral part of these Financial Statements.

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Chief Financial Officer	Company Secretary	Director	Managing Director	Chairman

Signed in terms of our separate report of even date.

Date : 13 November 2024

Place : Dhaka

## Mozaffar Hossain Spinning Mills Limited

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

For the Period from 01 July 2024 to 30 September 2024

Particulars	Notes	Amount in Taka	
		July 01, 2024 to September 30, 2024	July 01, 2023 to September 30, 2023
Turnover	22.00	632,111,275	763,068,250
Less: Cost of Goods Sold	23.00	516,608,533	645,661,927
<b>Gross Profit</b>		<b>115,502,742</b>	<b>117,406,323</b>
Other Income	24.00	4,301,070	(805,597)
<b>Operating Expenses:</b>		<b>14,323,969</b>	<b>14,280,466</b>
Administrative Expenses	25.00	14,221,824	14,185,466
Marketing and Distribution Expenses	26.00	102,145	95,000
<b>Profit from Operation</b>		<b>105,479,843</b>	<b>102,320,260</b>
Less: Financial expenses	27.00	77,286,445	74,605,542
<b>Net Profit Before WPPF</b>		<b>28,193,398</b>	<b>27,714,718</b>
Workers Profit Participation Fund		1,342,543	1,319,748
<b>Net Profit before Tax</b>		<b>26,850,855</b>	<b>26,394,970</b>
<b>Income tax expenses:</b>		<b>9,836,859</b>	<b>11,355,550</b>
Current tax	20.01	6,454,391	7,275,465
Deferred Tax Expenses/(Income)	15.03	3,382,468	4,080,085
<b>Net Profit after Tax Transferred to Equity</b>		<b>17,013,996</b>	<b>15,039,420</b>
<b>Earnings Per Share (EPS)</b>	28.00	<b>0.17</b>	<b>0.15</b>
<b>Number of Shares used to compute</b>	No's	<b>100,993,374</b>	<b>100,993,374</b>

The accompanying notes 1 to 32 & annexure A to C form an integral part of these Financial Statements.

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Chief Financial Officer	Company Secretary	Director	Managing Director	Chairman

Signed in terms of our separate report of even date.

Date : 13 November 2024

Place : Dhaka

**Mozaffar Hossain Spinning Mills Limited**

**Statement of Changes in Equity (Un-Audited)**

For the Period from 01 July 2024 to 30 September 2024

**Amount in Taka**

Particulars	Share Capital	Tax holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2024	1,009,933,740	72,845,417	500,545,475	435,415,188	2,018,739,820
Net Profit / (Loss) for the period	-	-	-	17,013,996	17,013,996
<b>Balance as on 30.09.2024</b>	<b>1,009,933,740</b>	<b>72,845,417</b>	<b>500,545,475</b>	<b>452,429,184</b>	<b>2,035,753,816</b>

**Mozaffar Hossain Spinning Mills Limited**  
**Statement of Changes in Equity (Un-Audited)**

For the Period from 01 July 2023 to 30 September 2023

**Amount in Taka**

Particulars	Share Capital	Tax holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2023	1,009,933,740	72,845,417	500,545,475	364,989,223	1,948,313,855
Net Profit / (Loss) for the period	-	-	-	15,039,420	15,039,420
<b>Balance as on 30.09.2023</b>	<b>1,009,933,740</b>	<b>72,845,417</b>	<b>500,545,475</b>	<b>380,028,643</b>	<b>1,963,353,275</b>

Sd/-  
Chief Financial Officer

Sd/-  
Company Secretary

Sd/-  
Director

Sd/-  
Managing Director

Sd/-  
Chairman

## Mozaffar Hossain Spinning Mills Limited

Statement of Cash Flows (Un-Audited)

For the Period from 01 July 2024 to 30 September 2024

Particulars	Notes	Amount in Taka	
		July 01, 2024 to September 30, 2024	July 01, 2023 to September 30, 2023
<b>A. Cash flows from operating activities :</b>			
Cash Collection from Turnover and Others		734,877,045	652,421,547
Foreign Exchange Gain/(Loss)		32,528,657	39,382,229
Cash Paid to Suppliers, Employee and Others		(552,553,004)	(456,267,836)
<b>Cash Generated from Operation</b>		<b>214,852,697</b>	<b>235,535,940</b>
Income Tax Paid		(6,454,391)	(7,275,465)
<b>Net cash flows from/(used) in operating activities</b>		<b>208,398,306</b>	<b>228,260,475</b>
<b>B. Cash flow from investing activities:</b>			
Acquisition of Property, Plant & Equipment		-	(147,402,844)
Payment for Capital Work in Progress		-	-
Advance for Acquisition of Property, Plant & Equipment Investment		(14,398,751)	(2,703,295)
		-	-
<b>Net cash flows from/ (used) in Investing Activities</b>		<b>(14,398,751)</b>	<b>(150,106,139)</b>
<b>C. Cash flow from financing activities:</b>			
Received/(Repaid) short term loan		(115,483,112)	(34,869,826)
Financial Expenses		(77,286,445)	(74,605,542)
Cash Dividend Paid		-	-
Received/(Repaid) long term loan		5,572,249	32,293,017
<b>Net cash flows from/(used) in financing activities</b>		<b>(187,197,308)</b>	<b>(77,182,352)</b>
<b>D. Net Cash Increase/ (Decrease) (A+B+C)</b>		<b>6,802,247</b>	<b>971,984</b>
<b>E. Opening cash and cash equivalents at the beginning of the period</b>		<b>23,378,032</b>	<b>34,120,349</b>
<b>F. Closing cash and cash equivalents at the end of the period (D+E)</b>		<b>30,180,279</b>	<b>35,092,332</b>
<b>G. Unrealized Fc Gain/(Loss) for Cash and Cash Equivalents</b>		<b>957,029</b>	<b>426,361</b>
<b>H. Cash and Cash Equivalents carried forward (F+G)</b>		<b>31,137,309</b>	<b>35,518,693</b>
<b>Net Operating Cash Flow Per Share</b>	<b>29.00</b>	<b>2.06</b>	<b>2.26</b>
<b>Number of Shares used to compute NOCFPS</b>		<b>100,993,374</b>	<b>100,993,374</b>

Sd/-  
Chief Financial Officer

Sd/-  
Company Secretary

Sd/-  
Director

Sd/-  
Managing Director

Sd/-  
Chairman

**Mozaffar Hossain Spinning Mills Limited**  
Notes to the Financial Statements  
For the period from 01 July, 2024 to 30 September, 2024

**1.0 Legal Status of the Company:**

Mozaffar Hossain Spinning Mills Limited (herein after referred to as “MHSML” or “the Company”) was incorporated with the Registrar of Joint Stock Companies and Firms (RJSCF) vide registration no. C-59784(1791)/05 dated November 29, 2005 as a private company Limited by shares namely Mozaffar Hossain Textile Mills Limited. Subsequently the company renamed as Mozaffar Hossain Spinning Mills Limited in December 14, 2011 and the company was emerged as a public limited company on the same date and year. In January 2014, Mozaffar Hossain Spinning Mills Limited listed its shares with both Dhaka and Chittagong Stock Exchanges.

**Registered office of the company:**

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

**2.0 Nature of Business Activities:**

Mozaffar Hossain Spinning Mills Limited runs the business of 100% export oriented cotton yarn manufacturing & selling mostly to woven fabrics manufacturer. As a backward linkage industry to support 100% export oriented RMG industry of Bangladesh. Products of the company are sold at domestic market as deemed exporter delivered to the export oriented companies.

**3.0 Risk Exposure**

**3.1 Interest Rate Risk:**

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

**Management perception:**

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

**3.2 Exchange Rate Risk:**

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

**Management Perception:**

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

### 3.3 Industry Risks

#### (a) Market demand:

The products of MHSML are sold to the export oriented fabrics and garments manufacturer, The ultimate buyer are from abroad. Any economic recession, changes in tastes and fashions of the consumers, national income and other related factors may cause to decline the market demand of the company products.

#### Management Perception:

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

#### (b) Competition:

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

#### Management Perception:

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

#### (c) Rising of Raw Materials costs:

The cost of raw cotton and other material are highly volatile and can take movement in any direction. Increasing trend in the raw material cost may hamper the profitability of the company to a greater extent.

#### Management Perception:

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

### 3.4 Risks steaming from technological changes:

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

#### Management perception:

MHSML had gone for huge BMRE to support the technological changes. The machineries and equipment of the new unit are the latest invention in the sector which is imported from renowned manufacturers of the world.

### 3.5 Other risk factors

#### (a) Political Unrest:

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

**Management Perception:**

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

**(b) Possible slowdown in economic growth in Bangladesh:**

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

**Management Perception:**

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

**(c) Natural calamities:**

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

**Management perception:**

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

**4.0 Basis of preparation and significant accounting policies****4.1 Basis of Measurement of Elements of Financial Position:**

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

**4.2 Statement of Compliance with Laws:**

The financial statements have been prepared in accordance with the applicable International Accounting Standards (IAS) and International Financial Reporting Standard (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and the requirements of the Companies Act 1994 and other relevant laws and regulations as applicable in Bangladesh.



#### **4.3 Going Concern:**

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

#### **Deviation from last period Result:**

EPS has increased due to a decrease of the cost of goods sold and the price of raw materials. Net operating Cash Flow per Share (NOCFPS) has decreased due to increase of Supplier payment and less revenue compare with the same period of previous year.

#### **4.4 Accrual Basis:**

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

#### **4.5 Structure, Content and Presentation of Financial Position:**

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

- i) Statement of Financial Position as at September 30, 2024.
- ii) Statement of Profit or Loss and other Comprehensive Income for the period from 01 July 2024 to 30 September 2024.
- iii) Statement of Changes in Equity for the period from 01 July 2024 to 30 September 2024.
- iv) Statement of Cash Flows for the period from 01 July 2024 to 30 September 2024.
- v) Notes comprising a summary of significant accounting policies and other explanatory information to the Financial Statements for the period from 01 July 2024 to 30 September 2024.

#### **4.6 Reporting Period:**

The Financial year of the company under audit cover for a period of 03 months effective from 01 July 2024 to September 30, 2024.

#### **4.7 Inventories:**

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

#### **4.8 Revenue:**

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

## 4.9 Property, Plant and Equipment

### Initial Recognition and measurement:

Property, plant and equipment are capitalized at cost of acquisition and subsequently stated at cost or valuation less accumulated depreciation in compliance with the requirements of IAS-16: "Property, Plant and Equipment". The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties, non-refundable taxes and un-allocated expenditures etc. The land and land developments with an effect as on June 30, 2022 have been revalued by an independent valuer to reflect fair value (prevailing market price) thereof following "Current Cost Method".

### Subsequent Costs:

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

### Depreciation on Fixed Assets:

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

<u>Particular of Assets</u>	<u>Rate of Depreciation</u>
Land & Land Developments	0 %
Factory Building	5 %
Plant & Machinery	10 %
Vehicle	10 %
Furniture and Fixture	10 %
Air Condition	10 %
Computer Equipment	10 %

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

The fair value of the property, plant and equipment on 30.09.2024 is not materially differing with the carrying amount.

### Capital Work-In-Process:

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

## 4.10 Revaluation Reserve:

In 2021, land under the ownership of MHSML was professionally revalued by ATA KHAN & Co, Chartered Accountants. Fair market value was estimated at Tk. 797,382,000 as against net book value of Tk. 286,621,311 resulting in a revaluation surplus of Taka 510,760,689 which was accounted for and transferred to revaluation reserve.

#### **4.11 Cash and Cash Equivalent and Statement of Cash Flows:**

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

The Statement of Cash Flows is prepared using the **Direct Method** as stipulated in Bangladesh Accounting Standards (IAS)-7 “Statement of Cash Flows”

#### **4.12 Earnings per Share:**

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

##### **Basic earnings:**

This represents earnings for the period ended 30 September 2024 attributable to the ordinary shareholders.

##### **Basic earnings per share:**

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

##### **Weighted average number of ordinary shares outstanding during the year:**

The basis of computation of number of shares is in line with the provision of IAS-33: Earnings per Share. Therefore, the total number of shares outstanding at the end of the year multiplied by a time weighting factor which is the number of days the specific shares were outstanding as a proportion of total number of days in the year.

##### **Diluted Earnings Per Share:**

Diluted EPS is calculated if there is any commitment for issuance of equity shares in foreseeable future, i.e. potential shares, without inflow of resources to the Company against such issue. This is in compliance with the requirement of IAS-33. As the company has no dilutive potential ordinary shares, so diluted earnings per shares was not calculated.

#### **4.13 Foreign Currency Transactions:**

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

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

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

#### **4.14 Impairment of Assets:**

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

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

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

#### **4.15 Borrowing Cost:**

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

#### **4.16 Authorization date for issuing Financial Statements:**

Board of Directors authorized the financial statements for issue on November 13, 2024.

#### **4.17 Reporting Currency:**

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

#### **4.18 Risk and uncertainty for use of estimates (Provisions):**

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

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

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

#### **4.19 Accruals & Deferrals:**

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

#### **4.20 Advances, Deposits and Prepayments:**

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

#### **4.21 Financial Instruments:**

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

##### **Initial recognition:**

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

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

#### **4.22 Segment Reporting:**

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

#### **4.23 Related Party Disclosures:**

The information as required by IAS-24: “Related party Disclosure” has been disclosed separately in notes to the financial statements.

#### **4.24 Corporate Tax**

**(a) Current Tax:** Current Tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (tax loss) for the period.

Current tax is recognized in statement of comprehensive income except to the extent that it relates to business combination or item recognized directly in equity.

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

##### **(b) Deferred Tax:**

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

#### **4.25 Workers Profit Participation Fund:**

As per provision of Bangladesh Labor Law, Amendment 2013, Section 232(2), in case of a 100% export oriented industrial sector or for any industry investing 100% foreign exchange, the Government, through enactment of Rule, shall adopt required provisions with regard to formation of sector based central fund comprising of buyers and owners, form a Board to execute that fund, determine contributions and their realization procedure and provisions for utilizations of the money for the welfare of the beneficiaries in the sector. As per Financial Statement, Company Showing Net profit for the period for this reason company make provision against WPPF.

#### **4.26 Contingent Assets and Liabilities:**

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

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

The company has no contingent assets or liabilities, which require disclosure under IAS: 37. Contingent assets and contingent liabilities are not recognized in the financial statements.

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

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

As per the decision was taken in the 10<sup>th</sup> AGM and Board of Director's meeting held on 20/12/2015 MHSML has declare 20% Stock Dividend to all the Shareholders but later considered 15% Stock Dividend to all the Shareholders and 5% cash dividend to the general shareholder (Excluding Sponsors /Directors). As per order dated 17.01.2016 passed by the Hon'ble High Court Division of the Supreme Court of Bangladesh in Writ Petition No.447/2016.15% stock dividend credited to all shareholders through CDBL, the decision regarding the remaining 5% dividend payment is awaiting Hon'ble High Court.

#### **4.27 Comparative Information:**

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

- Statement of Financial Position as of the end of the preceding financial year.
- Statement of Profit or Loss and other Comprehensive Income for the comparable year of preceding financial year.
- Statement of Changes in Equity for the comparable year of preceding financial year.
- Statement Cash Flows for the comparable year of preceding financial year. Comparative figures have been re-arranged wherever considered necessary to conform current year figure without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.

Notes	Particulars	Amount in Taka	
		30.09.2024	30.06.2024
<b>5.00</b>	<b>Property, Plant and Equipment's</b>		
	<b>Cost:</b>		
	Opening balance at cost	4,381,526,675	4,212,281,781
	Add : Addition during the period	-	169,244,894
		<u>4,381,526,675</u>	<u>4,381,526,675</u>
	<b>Total</b>	<b>4,381,526,675</b>	<b>4,381,526,675</b>
	<b>Depreciation:</b>		
	Opening balance	1,376,973,648	1,160,020,259
	Depreciation during the period	51,675,755	216,953,389
		<u>1,428,649,403</u>	<u>1,376,973,648</u>
	<b>Total ( a)</b>	<b>2,952,877,272</b>	<b>3,004,553,027</b>
	<b>Revaluation:</b>		
	Opening balance	510,760,689	510,760,689
	Add : Addition during the period	-	-
		<u>510,760,689</u>	<u>510,760,689</u>
	<b>Total (b)</b>	<b>510,760,689</b>	<b>510,760,689</b>
	<b>Written Down Value (WDV) (a+b)</b>	<b>3,463,637,960</b>	<b>3,515,313,715</b>

Please refer to Annexure-'A' for further details

<b>6.00</b>	<b>Investment</b>	<b>6,125,637</b>	<b>6,125,637</b>
	This represents the followings:		
	Suntech Energy Limited	6,125,637	5,142,199
		-	-
		<u>6,125,637</u>	<u>5,142,199</u>
	Add: Profit from the Associates	-	983,438
	<b>Total</b>	<b>6,125,637</b>	<b>6,125,637</b>

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

#### 7.00 Inventories

Break-up of this item is as follows:

	Qty. (Kg)	Amounts	Amounts
<b>Finished Goods:</b>		<b>1,281,417,610</b>	<b>1,295,959,656</b>
Yarn	3,867,840	1,121,673,626	1,142,979,124
Primary estimation of damage stock of Finished Goods and Claim to Insurance Company	52,154	18,216,197	18,216,197
Work-in-process	566,111	141,527,787	134,764,335
<b>Raw Materials:</b>		<b>589,878,835</b>	<b>499,979,489</b>
Virgin Cotton	1,675,792	442,409,126	383,165,043
Waste Cotton	1,134,382	147,469,709	116,814,446
<b>Packing Materials</b>		<b>8,001,419</b>	<b>8,977,765</b>
<b>Store Materials</b>		<b>12,003,058</b>	<b>10,968,547</b>
		<u>1,891,300,922</u>	<u>1,815,885,457</u>

Notes	Particulars	Amount in Taka	
		30.09.2024	30.06.2024
	The above Inventories are as per physical counting made and valued by a Inventory team comprised of management nominated staff to carryout the Inventory verification except as stated below. Inventories in hand have been valued at lower of cost and net realizable value as per IAS-2. Inventories were hypothecated against working capital facilities availed from the bank (Islami Bank BD Ltd.).		
	Due to fire in the factory on 26.02.2021, factory premises, inventory was damaged and an estimation of the damaged material completed by management, Fire service & Civil defense authority, and independent surveyor appointed by Insurance Company which is finalized. Fire insurance claim of Due amounts Tk. 1.82 crore. however, so hopefully will get the claim due amounts against damaged Goods .		
<b>8.00</b>	<b>Accounts Receivable</b>		
	This is unsecured, considered good and is falling due within one year . No debts are considered as bad during the year. Classification schedule as required by Schedule XI of Companies Act 1994 is as follows:		
I)	Accounts Receivable considered good in respect of which the company is fully secured (Annexure B)	-	-
II)	Accounts Receivable considered good in respect of which the company holds no security other than the debtor's personal security (Annexure B)	164,761,431	233,770,867
III)	Accounts Receivable considered doubtful or bad	-	-
IV)	Accounts Receivable due by any director or other officer of the company	-	-
V)	Accounts Receivable due by Common management (Annexure B)	690,335,947	617,489,223
VI)	The maximum amount of receivable due by any director or other officer of the company	-	-
		<u>855,097,378</u>	<u>851,260,090</u>
	Add: Exchange gain	27,204,301	59,426,135
	Less: Adjustment of Bill Discounting (Net off Assets & Liabilities) Note-8.01	286,126,877	183,518,067
		<u><b>596,174,801</b></u>	<u><b>727,168,158</b></u>
	<b><u>Aging of Accounts Receivable:</u></b>		
	Dues within three months	250,544,962	38,190,839
	Dues above three months but within six months	399,900,037	337,776,383
	Dues above six months	204,652,379	475,292,868
	Please refer to Annexure-'B' for further details	<u><b>855,097,378</b></u>	<u><b>851,260,090</b></u>
<b>8.01</b>	<b>Adjustment of Bill Discounting (Net off Assets &amp; Liabilities)</b>		
	Woori Bank Limited	49,752,740	-
	Southeast Bank Limited	-	-
	IBBL -MDB	-	-
	IBBL -MDB-Foreign	-	-
	NCC-IBP	236,374,137	183,518,067
		<u><b>286,126,877</b></u>	<u><b>183,518,067</b></u>
<b>9.00</b>	<b>Advances, Deposits &amp; Pre-Payments</b>		
	Advance against Purchase Note-9.01	137,694,078	123,295,327
	Advance against Factory Expenses	21,796,083	9,440,099
	Advance against L/c, L/C Margin	158,659,627	169,896,225
	Bank Guarantee for CDBL	1,176,349	1,176,349
	Titas Gas Security Deposits	15,727,350	15,727,350
	Prepaid Insurance	198,971	198,971
	Tax deducted at sources Note-9.02	26,773,757	20,319,366
		<u><b>362,026,215</b></u>	<u><b>340,053,687</b></u>



Notes	Particulars	Amount in Taka	
		30.09.2024	30.06.2024
	Bank guarantee is provided for CDBL & Titas Gas security deposits purpose.		
<b>9.01</b>	<b>Advance against Purchase</b>		
	Dues within three months	27,426,469	25,393,208
	Dues above three months but within six months	48,336,668	46,336,668
	Dues above six months	61,930,940	51,565,451
		<b>137,694,078</b>	<b>123,295,327</b>
<b>9.02</b>	<b>Tax Deductions at Sources</b>		
	Opening Balance	20,319,366	41,315,018
	Addition during the period	6,454,391	20,205,839
		<b>26,773,757</b>	<b>61,520,856</b>
	Less : AIT adjusted during the Assessment 2022-2023	-	11,925,384
	Less : AIT adjusted during the Assessment 2023-2024	-	29,276,106
		<b>26,773,757</b>	<b>20,319,366</b>
	Break-up of opening balance as follows:		
	Fiancial year:		
	2018-2019	113,528	113,528
	2023-2024	20,205,839	20,205,839
	2023-2024	6,454,391	-
	<b>Total</b>	<b>26,773,757</b>	<b>20,319,366</b>
<b>10.00</b>	<b>Cash and Cash Equivalents</b>		
	Cash in Hand	8,626,819	553,885
	Cash at Banks: Note 10.01	22,510,490	22,824,147
	<b>Total</b>	<b>31,137,309</b>	<b>23,378,032</b>
<b>10.01</b>	<b>Cash at Banks:</b>		
	IBBL Mouchak #20501450100327918	3,570,630	1,608,240
	IBBL Mouchak #20501452500004916	859	370,825
	IBBL Mouchak #20501452600004917	-	-
	IBBL Bhulta #20502800100215106	232,789	2,105,765
	IBBL(FCAD ORQ) Mouchak #20501452800001714	5,994,606	808,896
	IBBL(FC Held BB LC) Mouchak #20501452300004914	1,582,639	22,262
	SEBL Dhanmodi #1211100015657	3,502	2,629,212
	SEBL FC Dhanmodi #15400002573	3,395,599	3,362,606
	SEBL Bhulta # 7713100000379	2,852	2,852
	DBBL Bhulta # 1761200001733	2,131,692	232,925
	DBBL Bashundhara # 1471100005894	1,158,473	1,358,473
	MBL Pragati Sarani # 1111000926026	71,034	71,034
	Woori Bank FC #1509640003099	119,376	-
	Woori Bank RQA	1,345,622	1,441,195
	Woori Bank #1509640002993	49,248	774
	Agrani Bank Foreign Ex # 0200017638659	12,585	53,330
	Agrani Bank ERQ # 0200018773999	361,378	414,355
	Agrani Bank Foreign Ex # 0200018756001	200,709	5,511,106
	NCC Bank Mohakhali Branch #1250325000048	349,655	1,220
	NCC Bank Dilkusha Branch #0028-0210022678	210,476	1,084,677
	NCC Bank Dilkusha Branch #0028-0325001170	983,478	983,478
	NCC Bank Dilkusha Branch #0028-0268000093	365,350	396,882
	NCC Bank Dilkusha Branch #0028-0259000252	233,834	229,937
	CBC Bank A/C# 1818007453	134,103	134,103
		<b>22,510,490</b>	<b>22,824,147</b>

Notes	Particulars	Amount in Taka	
		30.09.2024	30.06.2024

#### 11.00 Share Capital

This represents the followings:

##### Authorized Capital:

300,000,000 ordinary Shares of Tk 10/- each 3,000,000,000 3,000,000,000

##### Issued, Subscribed and Paid-up Capital:

100,993,374 ordinary shares of taka 10/- each Note-11.01 1,009,933,740 1,009,933,740

**1,009,933,740** **1,009,933,740**

#### 11.01 Share holding Position:

i) Sponsors	6,699,343	<b>6.63%</b>	66,993,425	66,993,425
ii) SIM Fabrics Limited	33,300,737	<b>32.97%</b>	333,007,365	333,007,365
iii) General Public & Others	60,993,295	<b>60.39%</b>	609,932,950	609,932,950
	<u>100,993,374</u>	<b>100.00%</b>	<u>1,009,933,740</u>	<u>1,009,933,740</u>

Date	Particulars	Amount (Taka)
2008-2009	Opening from 30.06.2009	1,000,000
2009-2010	9,875,000 Shares increase of Tk.10 each	98,750,000
2012-2013	25,000,000 Shares increase of Tk.10 each	250,000,000
2013-2014	27,500,000 Fresh Shares increase of Tk.10 each	275,000,000
2014-2015	15,618,750 Shares increase of Tk.10 each (25%)	156,187,500
2015-2016	11,714,063 Shares increase of Tk.10 each(15%)	117,140,625
2017-2018	4,490,389.5 Shares increase of Tk.10 each (5%)	44,903,895
2018-2019	4,714,910 Shares increase of Tk.10 each (5%)	47,149,100
2019-2020	1,980,262 Shares increase of Tk.10 each (5%)	19,802,620
	<b>Total</b>	<b>1,009,933,740</b>

#### 12.00 Revaluation Reserve

Opening Balance	510,760,689	510,760,689
Add: Addition during the Year	-	-
	510,760,689	510,760,689
Less: Related Deferred Tax on Revaluation 2%	(10,215,214)	(10,215,214)
	<b>500,545,475</b>	<b>500,545,475</b>

In 2021, land under the ownership of MHSML was professionally revalued by ATA KHAN & Co, Chartered Accountants. Fair market value was estimated at Tk. 797,382,000 as against net book value of Tk. 286,621,311 resulting in a revaluation surplus of Taka 510,760,689 which was accounted for and transferred to revaluation reserve.

#### 13.00 Retained Earnings

Details are as follows:

Opening Balance	435,415,188	364,989,223
Add: Net Profit / (Loss) for the period	17,013,996	82,624,625
<b>Total</b>	<b>452,429,184</b>	<b>447,613,848</b>
Cash Dividend 2%(For all Public Shareholder without Directores)	-	(12,198,660)
<b>Retained Earnings</b>	<b>452,429,184</b>	<b>435,415,188</b>

Notes	Particulars	Amount in Taka	
		30.09.2024	30.06.2024
<b>14.00</b>	<b>Long Term Borrowings</b>		
	Hajj Finance Com. Ltd - 1813	18,389,950	19,829,256
	Hajj Finance Com. Ltd - 1925	36,636,030	37,465,473
	Hajj Finance Com. Ltd - 1947	145,625,189	151,320,871
	Hajj Finance Com. Ltd - 2149	23,694,479	24,229,948
	IBBL HPSM-20501454300095301	105,079,513	104,106,133
	IBBL HPSM-20501454300097909	57,763,796	57,165,878
	IBBL HPSM-20501454300098405	81,656,953	80,709,077
	IBBL HPSM-20501454300111713	116,448,169	120,366,337
	IBBL HPSM-20501454300111814	66,825,164	67,519,861
	IBBL HPSM-20501454300115515	1,786,555,384	1,767,004,783
	IBBL HPSM-20501454300116112	56,484,084	54,554,755
	IDLC-84180 & 84181	2,540,677	7,854,767
	<b>Total</b>	<b>2,497,699,388</b>	<b>2,492,127,139</b>
	Less: Current portion of Long term loan	(219,868,183)	(226,895,076)
		<b>2,277,831,205</b>	<b>2,265,232,063</b>
	1. Purpose of Investment - To purchase/import of New Ring Spinning Machine, Utilities and Factory Shed building for the project.		
	2. Period of Investment - 07 (seven) years excluding 12 month gestration period.		
	3. Rate of return -14.50% per annum or the rate to be determined by the bank from time to time.		
	4. Collateral:		
	A. 156.10 decimal project land along with 88,200 sft. Project building vide FSV 81.36 million.		
	B. 397.00 decimal project land along with 1,89,4825 sft. Project building vide FSV 251.20 million.		
	C. 505.04 decimal project land along with 2,49,904 sft. Factory building vide FSV 598.51 million by SFL.		
	D. Personal Guarantee of all Directors of the Project Companies & Mortgages of their individual properties.		
<b>15.00</b>	<b>Deferred Tax</b>		
	Book value of Depreciable asset	<b>2,583,915,326</b>	<b>2,635,591,081</b>
	Tax base Written down value	1,668,935,983	1,736,646,271
	Unabsorbed Depreciation	270,874,258	277,389,510
	Less : Tax base value of depreciable assets	1,939,810,241	2,014,035,781
	Taxable temporary difference	<b>644,105,085</b>	<b>621,555,300</b>
	Effective Tax rate	15%	15%
	Deferred tax liabilities/(asset) on original cost of assets	96,615,763	93,233,295
	Deferred tax liabilities on revaluation surplus Note-15.01	10,215,214	10,215,214
	Deferred tax liabilities/(asset) on Gratuity Provision Note-15.02	(378,750)	(378,750)
	Total closing deferred tax liabilities/(assets)	<b>106,452,227</b>	<b>103,069,759</b>
<b>15.01</b>	<b>Deferred Tax on Revalation Reserve of Land</b>		
	Revaluation Reserve	510,760,689	510,760,689
	Effective Tax Rate	2%	2%
	Total taxable temporary difference	<b>10,215,214</b>	<b>10,215,214</b>
<b>15.02</b>	<b>Deferred Tax on Gratuity Provision</b>		
	Gratuity Provision	2,525,000	2,525,000
	Effective Tax Rate	15%	15%
	Total taxable temporary difference	<b>378,750</b>	<b>378,750</b>
<b>15.03</b>	<b>Deferred Tax (Income ) / Expenses</b>		
	Closing Deferred Tax Liabilities	106,452,227	103,069,759
	Opening Deferred Tax Liabilities	103,069,759	59,987,962
	<b>Deferred tax (Income )/ Expenses</b>	<b>3,382,468</b>	<b>43,081,797</b>
<b>16.00</b>	<b>Accounts Payable</b>		
	Bills Payable (Annexure-C)	12,968,871	14,762,744
		<b>12,968,871</b>	<b>14,762,744</b>

Notes	Particulars	Amount in Taka	
		30.09.2024	30.06.2024
<b>17.00</b>	<b>Cash Dividend Payable</b>		
	Opening Balance	599,778	1,324,274
	Add: Cash Dividend During the year	-	12,198,660
		<b>599,778</b>	<b>13,522,934</b>
	Less: Cash Dividend Disbursement to Public Shareholder	-	12,923,156
		<b>599,778</b>	<b>599,778</b>
	<b>Details of Dividend Payable</b>		
	<b>Year</b>	<b>Amounts</b>	
	2022-2023	142,566	
	2021-2022	238,572	
	2020-2021	218,641	
	<b>Total</b>	<b>599,778</b>	
<b>18.00</b>	<b>Long Term Borrowings- Current Maturity</b>		
	Islami Bank Bangladesh Ltd,Hajj Finance Ltd and IDLC	219,868,183	226,895,076
		<b>219,868,183</b>	<b>226,895,076</b>
	This consists of as follows and is payable within next twelve months from the Balance Sheet date.		
<b>19.00</b>	<b>Short Term Borrowings</b>		
	IBBL Murabaha TR	250,321,018	319,045,974
	IBBL Bai Salam	9,994,300	-
	IBBL Bai Murabaha	406,539,960	451,846,092
	IBBL MFCI	389,461,610	468,511,663
	IBBL PIF-MIB	71,178,357	68,899,641
	Agrani Bank -PAD	319,777,068	228,671,177
	Add: Exchange Loss	18,185,607	43,966,485
	<b>Total short term loan</b>	<b>1,465,457,920</b>	<b>1,580,941,032</b>
	This represents amount excluded by the following Banks as working capital which are fully secured by Stock hypothecation and Export bills receivable at the terms & condition given below.		
	1. Purpose of Investment - To purchase/import raw materials for the project.		
	2. Period of Investment - 01 (one) year on revolving basis.		
	3. Rate of return -14.50% per annum or the rate to be determined by the bank from time to time.		
	4. Collateral:		
	A. 156.10 decimal project land along with 88,200 sft. Project building vide FSV 81.36 million.		
	B. 397.00 decimal project land along with 1,89,4825 sft. Project building vide FSV 251.20 million.		
	C. 505.04 decimal project land along with 2,49,904 sft. Factory building vide FSV 598.51 million by SFL.		
	D. Personal Guarantee of all Directors of the Project Companies & Mortgages of their individual properties.		
<b>20.00</b>	<b>Provision for Income tax</b>		
	Opening Balance	83,260,239	107,521,912
	Provision for the period	Note-20.01 6,454,391	20,205,839
	<b>Total</b>	<b>89,714,630</b>	<b>127,727,750</b>
	Add:Tax Claim by DCT for the Assessment year 2022-2023	-	1,697,838
	Add:Tax Claim by DCT for the Assessment year 2023-2024	-	393,434
	Less:Tax Paid to DCT against Claim for Assessment 2020-2021	-	334,997
	Less:Tax Paid to DCT against Claim for Assessment 2015-2016	-	1,000,000
	Less:Tax Paid to DCT against Claim for Assessment 2017-2018	-	4,000,000
	Less: Liability adjusted after the DCT Assessment 2021-2022	-	84,796
	Less: Liability adjusted after the DCT Assessment 2022-2023	700,000	11,862,884
	Less: Liability adjusted after the DCT Assessment 2023-2024	393,435	29,276,106
	<b>Closing Balance</b>	<b>88,621,195</b>	<b>83,260,239</b>
<b>20.01</b>	<b>Current Tax</b>		
	<b>A. Regular tax</b>		
	Profit Before Tax	26,850,855	145,912,261
	Less: Other Income	4,301,070	(20,784,955)
	Add: Accounting Depreciation	51,675,755	216,953,389
	Less: Tax Depreciation	(67,710,288)	(287,915,948)

Notes	Particulars	Amount in Taka	
		30.09.2024	30.06.2024
	Taxable Income for the period	6,515,252	95,734,657
	Rate of Tax	15%	15%
	Tax on business	977,288	14,360,199
	Add: 22.5 % Tax on Other Income	967,741	9,688
	<b>Total Provision for the Period</b>	<b>1,945,029</b>	<b>14,369,887</b>
	<b>B. Minimum tax</b>		
	Turnover and other income	636,412,345	2,957,584,070
	Minimum tax rate	0.40%	0.40%
		<b>2,545,649</b>	<b>11,830,336</b>
	<b>C. Advance Income Tax</b>	<b>6,454,391</b>	<b>20,205,839</b>
	<b>Current tax expenses ( Higher of A,B &amp; C)</b>	<b>6,454,391</b>	<b>20,205,839</b>

**21.00 Accrued Expenses**

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

Audit fees	345,000	345,000
Salaries & Wages	16,635,865	16,911,035
Remuneration	300,000	300,000
Gas Bill	52,902,636	45,544,536
WPPF Payable	70,141,147	68,798,604
Provision for Gratuity	2,525,000	2,525,000
	<b>142,849,648</b>	<b>134,424,175</b>

Notes	Particulars	Amount in Taka	
		July 01, 2024 to September 30, 2024	July 01, 2023 to September 30, 2023
<b>22.00</b>	<b>Turnover</b>		
		<b>Qty. (kg.)</b>	<b>Avg. Rate</b>
	Yarn 07's	149,635	264
	Yarn 08's	106,400	299
	Yarn 09's	246,716	300
	Yarn 10's	123,540	272
	Yarn 14's	-	-
	Yarn 16's,18 S	237,600	351
	Yarn 20's	306,000	335
	Yarn 22's	-	-
	Yarn 24's,	56,000	372
	Yarn 26's,27s	68,550	371
	Yarn 28's	37,840	310
	Yarn 30's	518,282	378
	Yarn 40's	36,683	359
		<b>1,887,247</b>	
			<b>632,111,275</b>
			<b>763,068,250</b>
<b>23.00</b>	<b>Cost of Goods Sold</b>		
	Raw materials consumed	Note-23.01	344,655,129
	Accessories & Stores Consumed	Note-23.02	3,469,638
	Packing Materials Consumed	Note-23.03	5,936,772
	Factory overhead	Note-23.04	148,181,068
	Opening Work-in-Process		134,764,335
	Closing Work-in-Process		(141,527,787)
			<b>495,479,155</b>
			<b>631,891,469</b>
	Opening stock of Finished Goods		1,142,979,124
	Primary estimation of damage stock of Finished Goods and Claim to Insurance Company		18,216,197
			<b>1,656,674,476</b>
			<b>1,246,912,657</b>
	Cost of Goods Available for Sale		
	Closing stock of Finished Goods		(1,121,673,626)
	Primary estimation of damage stock of Finished Goods and Claim to Insurance Company		(18,216,197)
	Wastage Sales		(176,120)
			<b>516,608,533</b>
			<b>645,661,927</b>
<b>23.01</b>	<b>Raw Materials Consumption</b>		
	Opening Raw Materials		499,979,489
	Opening Damaged cotton of Fire under insurance claim		-
	Purchase during the period		434,554,475
	Available for use		<b>934,533,964</b>
	Closing Damaged cotton of Fire under insurance claim		-
	Closing Raw Materials		(589,878,835)
			<b>344,655,129</b>
			<b>463,375,898</b>

Notes	Particulars	Amount in Taka	
		July 01, 2024 to September 30, 2024	July 01, 2023 to September 30, 2023
<b>23.02</b>	<b>Accessories &amp; Stores Consumption</b>		
	Opening Accessories & Stores	10,968,547	15,678,183
	Purchase during the period	4,504,149	7,555,871
	Available for use	<b>15,472,696</b>	<b>23,234,054</b>
	Closing Accessories & Stores	(12,003,058)	(14,441,636)
		<b>3,469,638</b>	<b>8,792,418</b>
<b>23.03</b>	<b>Packing Materials Consumption</b>		
	Opening Packing Materials	8,977,765	6,988,520
	Purchase during the period	4,960,426	7,817,227
	Available for use	<b>13,938,191</b>	<b>14,805,747</b>
	Closing Packing Materials	(8,001,419)	(8,225,067)
		<b>5,936,772</b>	<b>6,580,680</b>
<b>23.04</b>	<b>Factory Overhead</b>		
	Gas Bill	54,209,567	81,534,877
	Wages	40,446,717	30,187,052
	Repair & Maintenance	400,865	388,387
	Factory Insurance	1,010,144	1,053,375
	Sundry Carrying Charges	224,382	163,482
	Sundry daily labor charges	284,687	140,630
	Medical & other Expenses	22,619	29,179
	Depreciation	51,582,087	55,710,988
		<b>148,181,068</b>	<b>169,207,970</b>
	(a) Repairs & maintenance includes maintenance of office, premises, vehicles, building, equipment and other infrastructures. Also included therein stores and spares that has been consumed during the period.		
	(b) Other expenses does not included any item exceeding 1% of total revenue.		
<b>24.00</b>	<b>Other Income</b>		
	Exchange Rate Fluctuation Gain/(Loss)	4,301,070	(805,597)
		<b>4,301,070</b>	<b>(805,597)</b>
<b>25.00</b>	<b>Administrative Expenses</b>		
	Salary and Allowances	11,779,119	11,964,505
	Managing Director Remuneration	300,000	300,000
	Director's Remuneration	600,000	600,000
	Board Meeting Fees	21,000	21,000
	Employee Fooding Bill	123,546	61,003
	Traveling and Conveyance	71,960	99,700
	House & Office rent	224,250	224,250
	Telephone & Mobile Bill	33,700	20,000
	Company Secretarial, Regulatory Fee and AGM Expense	-	50,000
	Subscription and Donations	20,000	3,000
	Fees, Renewals and other Expenses	382,490	256,322

Notes	Particulars	Amount in Taka	
		July 01, 2024 to September 30, 2024	July 01, 2023 to September 30, 2023
	Fuel expenses	536,241	471,261
	IT Solution	35,850	10,350
	Depreciation	93,668	104,075
		<b>14,221,824</b>	<b>14,185,466</b>
	<b>Payment/ Perquisites to Directors and officers</b>		
	The aggregate amount paid/ provided during the period in respect of Directors and officers of the company as		
	<b>Particulars</b>		
	Managing Director Remuneration	300,000	300,000
	Director's Remuneration	600,000	600,000
	Board Meeting Fees	21,000	21,000
		<b>921,000</b>	<b>921,000</b>
<b>26.00</b>	<b>Marketing and Distribution Expenses</b>		
	Salaries and Allowances	102,145	55,000
	Advertisement	-	40,000
		<b>102,145</b>	<b>95,000</b>
<b>27.00</b>	<b>Financial Expenses</b>		
	Bank Charges and Commission	1,240,607	1,162,066
	Interest on HPSM	24,494,239	23,678,145
	Interest on BAI Murabaha	17,060,040	12,700,893
	Interest on Murabaha TR	8,063,245	9,236,273
	Interest on Woori -IDBP	529,479	2,671,339
	Interest on Hajj Finance	7,399,900	5,923,327
	Interest on MFCI	4,735,745	10,345,700
	Interest on MPI	-	1,245,185
	Interest on IDLC	314,669	636,000
	Interest on IBP SEBL	-	1,510,767
	Interest on Agrani PAD	4,149,503	4,922,248
	Interest on PIF MIB	2,310,366	-
	Interest on NCC IBP	6,988,652	573,599
		<b>77,286,445</b>	<b>74,605,542</b>
<b>28.00</b>	<b>Basic Earning Per Share</b>		
	Net Profit after Taxes	<b>17,013,996</b>	<b>15,039,420</b>
	Number of Shares for respected period	100,993,374	100,993,374
	<b>Earning per share (Taka) (Basic)</b>	<b>0.17</b>	<b>0.15</b>
	Net Profit after Taxes	<b>17,013,996</b>	<b>15,039,420</b>
	Weighted Average Number of Share	100,993,374	100,993,374
	<b>Earning per share (Taka) (Adjusted)</b>	<b>0.17</b>	<b>0.15</b>
	<b>Weighted average/Total existing number of share:</b>		
	Opening number of share outstanding	100,993,374	100,993,374
	Add: Issued during the year (% Stock dividend)	-	-
		<b>100,993,374</b>	<b>100,993,374</b>



Notes	Particulars	Amount in Taka	
		July 01, 2024 to September 30, 2024	July 01, 2023 to September 30, 2023
<b>29.00</b>	<b>Net Operating Cash Flow Per Share(NOCFPS)</b>		
	Cash flow from operating activities	208,398,306	228,260,475
	Number of Share	100,993,374	100,993,374
	<b>Net Operating Cash Flows per Share (NOCFPS)</b>	<b><u>2.06</u></b>	<b><u>2.26</u></b>
<b>30.00</b>	<b>Net Asset Value Per Share (NAVPS)</b>		
	Net Asset Value	2,035,753,816	2,018,739,820
	Number of Shares	100,993,374	100,993,374
	<b>Net Asset Value Per Share (NAVPS)</b>	<b><u>20.16</u></b>	<b><u>19.99</u></b>
<b>31.00</b>	<b>General:</b>		
<b>31.01</b>	<b>Claims not Acknowledged</b>		
	There is no claim against the Company not acknowledged as debt as at 30.09.2024		
<b>31.02</b>	<b>Credit Facilities not Availed</b>		
	There is no credit facilities extended to the Company but nor availed of as at 30.09.2024, under any contract, other than trade credit available in the ordinary course of business.		
<b>31.03</b>	<b>Commission, Brokerage or Discount Against Sales</b>		
	No commission, brokerage or discount was incurred or paid by the Company against sales during the period ended 30.09.2024		
<b>31.04</b>	<b>Directors Responsibility Statements</b>		
	The Board of Directors and management of the company takes the responsibility for the preparation and presentation of these financial statements as per section 183 of Companies Act 1994 and Corporate Governance Guidelines issued by Bangladesh Securities & Exchange Commission (BSEC) .		
<b>31.05</b>	<b>Employees Details:</b>		
	During the period there were 1,180 employees employed for the full year out of which 380 employees received salary Taka 800 per month and above.		
<b>31.06</b>	<b>Rounding Off</b>		
	Amounts appearing in these financial statements have been rounded off to the nearest Taka wherever considered necessary.		

Notes	Particulars	Amount in Taka	
		July 01, 2024 to September 30, 2024	July 01, 2023 to September 30, 2023

**31.07 Reconciliation of Net Income with Cash Flows from Operating Activities**

Statement of Cash Flows have been prepared in accordance with IAS 7 "Statement of Cash Flows" under direct method and the Reconciliation of Net Income with Cash Flows from Operating Activities are shown under indirect method as activities.

<b>Profit before Income Tax</b>	26,850,855	26,394,970
Adjustment for items not involving movement of cash:		
Depreciation on Property, Plant and Equipment	51,675,755	55,815,063
Damage of Building and Civil Construction	-	-
Financial Expenses	77,286,445	74,605,542
Profit from associates	-	-
Foreign Exchange Gain/(Loss)	32,528,657	39,382,229
	<b>188,341,712</b>	<b>196,197,804</b>
(Increase)/Decrease in Accounts Receivable	98,464,700	(109,841,106)
(Increase)/Decrease in Inventory	(75,415,465)	168,353,802
(Increase)/Decrease in Advance, Deposits & Prepayments	(1,119,386)	10,591,037
Increase/(Decrease) in Accounts Payable	(2,750,902)	2,140,347
Increase/(Decrease) in Accrued expenses	8,425,473	27,856,478
Increase/(Decrease) in Goods in Transit	-	(58,342,628)
(increase)/Decrease Revaluation deferred Tax	-	-
	<b>27,604,420</b>	<b>40,757,929</b>
Tax Paid to DCT against Claim for Assessment 2017-2018	-	(1,000,000)
Tax Paid to DCT against Claim for Assessment 2014-2015	-	-
Less: Tax Paid to DCT against Claim for Assessment 2015-2016	-	-
Tax Paid to DCT against Claim for Assessment 2016-2017	-	-
Tax paid for the Assessment year 2020-2021	-	(84,796)
Liability adjusted after the DCT Assessment 2021-2022	-	-
Liability adjusted after the DCT Assessment 2020-2021	-	(334,997)
Tax Claim by DCT for the Assessment year 2023-2024	-	-
Tax Claim by DCT for the Assessment year 2022-2023	-	-
Liability adjusted after the DCT Assessment 2022-2023	(700,000)	-
Liability adjusted after the DCT Assessment 2023-2024	(393,435)	-
Income Tax paid during the year	(6,454,391)	(7,275,465)
<b>Net Cash Flows from operating activities</b>	<b>208,398,306</b>	<b>228,260,475</b>

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

**Value of Raw material, packing materials and Capital goods**

Particular	Quantity (kg)	Opening	Quantity (kg)	Purchases	Quantity (kg)	Consumption	Quantity (kg)	Closing
Raw Material	2,880,817	499,979,489	-	434,554,475	-	(344,655,129)	2,810,175	589,878,835
Packing Materials	-	8,977,765	-	4,960,426	-	(5,936,772)	-	8,001,419
Spare Parts	-	10,968,547	-	4,504,149	-	(3,469,638)	-	12,003,058
Work in progress	529,003	134,764,335	-	-	-	-	566,111	141,527,787
Finished goods	4,047,706	1,142,979,124	-	-	-	-	3,867,840	1,121,673,626

**Value of Export**

Particular	In Foreign Currency USD	In BDT
Export	\$ 5,301,323	632,111,275

**31.09 Details of capacity has given below**

Particular	License Capacity	Installed	Actual Production
Annual Production (kg) Rotor Unit	6,300,000	6,300,000	1,707,381
Annual Production (kg) Ring Unit	7,000,000	7,000,000	

**32.00 Related Party Disclosure :****a) Transaction with Key Management Personnel of the entity:**

<b>No.</b>	<b>Particulars</b>	<b>Amounts in Tk</b>
(a)	Managerial Remuneration paid or payable during the period to the directors, including Managing directors or manager	900,000
(b)	Any other perquisite or benefits in cash or in kind stating, approximate money value applicable.	21,000
(c)	Other allowances and commission including guarantee commission	Nil
(d)	Pensions etc.	Nil
	(i) Pensions	Nil
	(ii) Gratuities	Nil
	(iii) Payments from a provident funds, in excess of own subscription and interest	Nil
(e)	Share Based payments	Nil

**b) Transaction with Related Entity:**

<b>Sl.</b>	<b>Name of Customer</b>	<b>Relationship</b>	<b>Balance as at 01.07.2024</b>	<b>Addition during the Period</b>	<b>Realized during the Period</b>	<b>Closing Balance As on 30.09.2024</b>
(a)	SIM Fabrics Limited	Common Management	617,489,223	363,155,819	290,309,095	690,335,947
	<b>Total</b>		<b>617,489,223</b>	<b>363,155,819</b>	<b>290,309,095</b>	<b>690,335,947</b>

**Mozaffar Hossain Spinning Mills Limited**  
Annexure of Property, Plant & Equipment  
As at September 30, 2024

**Annexure-A**  
**Amounts in Taka**

**Cost:**

Particulars	COST				Rate of Dep.	DEPRECIATION				Written down value as at 30.09.2024
	As at July 01, 2024	Addition during the period	Adjustment	Closing Balance As on 30.09.2024		As at July 01, 2024	Charged during the Period	Adjustment	Closing Balance As on 30.09.2024	
Land & Land Dev.	368,961,945	-	-	368,961,945	-	-	-	-	-	368,961,945
Factory Building	1,453,291,970	-	-	1,453,291,970	5%	316,170,139	14,214,023	-	330,384,162	1,122,907,808
Plant & Machinery	2,549,605,919	-	-	2,549,605,919	10%	1,054,883,361	37,368,064	-	1,092,251,425	1,457,354,495
Vehicle	5,586,326	-	-	5,586,326	10%	3,580,785	50,139	-	3,630,924	1,955,402
Furniture & Fixture	1,728,415	-	-	1,728,415	10%	1,535,868	4,814	-	1,540,682	187,733
Air Condition	2,030,700	-	-	2,030,700	10%	711,475	32,981	-	744,456	1,286,244
Office Equipment	199,900	-	-	199,900	10%	54,173	3,643	-	57,816	142,084
Computer Equipment	121,500	-	-	121,500	10%	37,848	2,091	-	39,939	81,561
<b>Balance as on 30.06.2024</b>	<b>4,381,526,675</b>	<b>-</b>	<b>-</b>	<b>4,381,526,675</b>		<b>1,376,973,649</b>	<b>51,675,755</b>	<b>-</b>	<b>1,428,649,404</b>	<b>2,952,877,271</b>

**Revaluation:**

Particulars	COST				Rate of Dep.	DEPRECIATION				Written down value as at 30.09.2024
	As at July 01, 2024	Addition during the period	Adjustment	Closing Balance As on 30.09.2024		As at July 01, 2024	Charged during the Period	Adjustment	Closing Balance As on 30.09.2024	
Land & Land Dev.	510,760,689			510,760,689	-	-	-	-	-	510,760,689
<b>Balance as on 30.06.2024</b>	<b>510,760,689</b>	<b>-</b>	<b>-</b>	<b>510,760,689</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>510,760,689</b>
<b>Balance as on 30.06.2024</b>	<b>4,892,287,364</b>	<b>-</b>	<b>-</b>	<b>4,892,287,364</b>	<b>-</b>	<b>1,376,973,649</b>	<b>51,675,755</b>	<b>-</b>	<b>1,428,649,404</b>	<b>3,463,637,960</b>

**Depreciation Charged To:-**

Administrative Cost	93,668
Manufacturing Cost	51,582,087
<b>Total</b>	<b><u>51,675,755</u></b>

**Note: The company use an accounting software (Intangible asset ) which is fully amortized.**

**Mozaffar Hossain Spinning Mills Limited**

Annexure of Accounts Receivable

As at September 30, 2024

Annexure-B

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

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

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

**Amounts in Taka**

<b>Name of Customer</b>	<b>Balance as at 01.07.2024</b>	<b>Addition during the period</b>	<b>Realized during the period</b>	<b>Closing Balance As on 30.09.2024</b>
Acs Textile Ltd.	116,843,619	189,648,370	288,540,220	17,951,769
Acs Towel Ltd.	4,241,608		616,000	3,625,608
Rownok Textile Mills	-	-		-
Mohammadi Group Ltd	10,963,260	-	-	10,963,260
Meek Knit Limited.	-	-		-
Matrix Dresses Ltd.	-	-		-
Abc Knit Dyeing & Finishing Mills Ltd	-	-		-
Fm Yarn Dyeing Ltd.	-			
Base Fashions Ltd	7,735,332	-	7,735,332	-
Adri Knitwear Ltd.	2,271,500	-	2,271,500	-
Hossain Dyeing And Printing Mills Ltd	-			-
International Classic Composite Ltd	-			-
J.F.K Fashion Ltd.	5,610,248	13,661,590	-	19,271,838
Knit Reflex Ltd	-		-	-
Mithela Textile Industries Ltd.	9,350,000		9,350,000	-
Orion Knit Textiles Ltd.	-	11,730,306		11,730,306
Romo Fashion Today Ltd	-			-
Goldtex Limited.	-	7,028,750		7,028,750
Spring Trade Limited	39,399,756		21,476,754	17,923,002
Tex Apparels	2,447,587		2,447,587	-
Worthy Textile Mills Ltd	11,459,250		-	11,459,250
SBM CONCERNS LTD	3,300,000		-	3,300,000
Sanjana Fabrics Ltd.	2,065,000		-	2,065,000
P.L Purification Garments Limited	4,620,000		-	4,620,000
LITHE APPARELS LTD	1,232,392	18,000,000	-	19,232,392
APPAREL 21 LIMITED	6,703,816	22,700,000	-	29,403,816
ANANNA FABRICS.	5,527,500	6,186,440	5,527,500	6,186,440
<b>Sub-total</b>	<b>233,770,867</b>	<b>268,955,456</b>	<b>337,964,892</b>	<b>164,761,431</b>

**Accounts Receivable due by Common management:**

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

**Amount in Taka**

<b>Name of Customer</b>	<b>Balance as at 01.07.2024</b>	<b>Addition during the period</b>	<b>Realized during the period</b>	<b>Closing Balance As on 30.09.2024</b>
SIM Fabrics Limited	617,489,223	363,155,819	290,309,095	690,335,947
<b>Sub-total</b>	<b>617,489,223</b>	<b>363,155,819</b>	<b>290,309,095</b>	<b>690,335,947</b>
<b>Total</b>	<b>851,260,090</b>	<b>632,111,275</b>	<b>628,273,987</b>	<b>855,097,378</b>

**Mozaffar Hossain Spinning Mills Limited**

Schedule of Trade Creditors

As at September 30, 2024

**Annexure-C**

**Bills Payable:**

**Amounts in Taka**

<b>Name of Supplier/Service Provider</b>	<b>Balance as at 01.07.2024</b>	<b>Payment during the Period</b>	<b>Bill during the Period</b>	<b>Closing Balance As on 30.09.2024</b>
Always on Network Bangladesh	47,929	-	-	47,929
Amreen Refrigeration & Engineering	-	-	-	-
AMSLER Textile Effect Systems	99,200			99,200
Ashik & Brother	128,520			128,520
Automation Engineering & Controls Ltd	1,475,880	342,536	-	1,133,344
Bangladesh Association of Public Listed Co.	50,000			50,000
Bangla Trac Limited	253,365			253,365
Bengal Development Corporation	4,443		-	4,443
Beximco Online	6,900	10,350	10,350	6,900
Central Depository Bangladesh Service Ltd	212,000	-		212,000
Chittagong Stock Exchange Ltd	1,314,734	-	-	1,314,734
Dhaka Stock Exchange LTd	1,844,802	-	-	1,844,802
Forman Enterprise	19,000			19,000
Galaxy Corporation	65,000		30,000	95,000
Global Insurance Ltd.	190,305	190,305	-	-
Homeland Engineerings Construction	810,639	200,000	-	610,639
Jamuna Engineering	772,853	253,641	-	519,212
Mahin Enterprise & Packaging	66,118		-	66,118
Minarva Engineering Works	6,080	350,000	425,364	81,444
Modern Syntex Ltd.	(2,358)		2,358	-
Monir Steel House	150,809			150,809
MH Rubber & Plastic Machinerics Ltd.	96,052			96,052
MS Enterprise	209,474	791,000	814,470	232,944
Maa Enterprise& Packaging	3,257	1,424,940	1,451,032	29,349
Mostakim Enterprise	15,399	623,100	688,620	80,919
Ma Engineering Work	295,820			295,820
Orient Plastic & Packing Ind. Ltd	30,000	-	-	30,000
Peoples Insurance Company Ltd.	30,317	29,622	53,088	53,783
Power Breeze Engineering Ltd	3,750,000	454,320	-	3,295,680
Puspo Industrial Electronic Solution	50,000	30,000	70,000	50,000
Reyan Machinery	95,000	-	-	95,000
Sharp Electronics	5,000	-	-	5,000
Textile Associates Ltd	70,511			70,511
Social Paribahan	44,500	44,500		-
S.R Shipping Agency	1,642,688	1,100,000	216,674	759,362
Suntech HVAC	111,500		147,000	258,500
Raju. Engineering & Service Centre	(232,000)		232,000	-
Riya Enterprise	524,825		-	524,825
Fahim Transport Agency	143,500	-		143,500
Uttara Paper	5,706	-		5,706
One Inspection & Testing Services(BD) Ltd	281,426	295,727	114,721	100,419
Prime Insurance Company Limited	-	24,660	155,152	130,492
Shehab Trader	49,750			49,750
star Engineering	23,800		-	23,800
<b>Sub Total (B)</b>	<b>14,762,744</b>	<b>6,164,701</b>	<b>4,410,829</b>	<b>12,968,871</b>