Interim Financial Statements (Un-Audited)

1st Quarter

1st July 2026 To 30 September-2026

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

Mozaffar Hossain Spinning Mills Limited
Statement of Financial Position (Un-Audited)
As at 30 September 2026

Particulars	Note	Amount in Taka	
		30 September, 2026	30 June, 2026
ASSETS			
Non Current Assets:		**3,084,141,750**	**3,127,313,908**
Property, Plant and Equipment's	4.00	3,076,563,020	3,119,735,178
Investment	5.00	7,578,730	7,578,730
Current Assets:		**3,792,564,169**	**3,726,015,889**
Inventories	6.00	2,258,483,748	2,137,974,700
Accounts Receivable	7.00	1,064,812,987	1,178,829,121
Investment in FDR	8.00	126,033,592	123,797,500
Advances, Deposits & Pre-Payments	9.00	288,359,760	232,906,470
Cash and Cash Equivalents	10.00	54,874,081	52,508,097
Total Assets:		**6,876,705,919**	**6,853,329,796**
EQUITY & LIABILITIES			
Shareholders Equity:		**2,104,135,360**	**2,099,125,036**
Share Capital	11.00	1,009,933,740	1,009,933,740
Revaluation Reserve	12.00	495,744,325	495,744,325
Tax Holiday Reserve	13.00	72,845,417	72,845,417
Retained Earnings	14.00	525,611,878	520,601,554
Non Current Liabilities:		**2,579,181,469**	**2,512,553,625**
Long Term Loan	15.00	2,467,539,569	2,401,431,101
Deferred Tax Liability	16.00	111,641,900	111,122,524
Current Liabilities:		**2,193,389,090**	**2,241,651,136**
Long Term Borrowings- Current Maturity	17.00	131,127,390	138,656,294
Accounts Payable	18.00	8,140,127	9,217,325
Cash Dividend Payable	19.00	952,854	952,854
Short Term Borrowings	20.00	1,807,868,404	1,833,900,924
Provision for Tax	21.00	75,893,092	72,608,647
Accrued Expenses	22.00	169,407,222	186,315,091
Total Liabilities		**4,772,570,559**	**4,754,204,761**
Total Equity & Liabilities:		**6,876,705,919**	**6,853,329,796**
Net Asset Value Per Share (NAVPS)	33.00	**20.83**	**20.78**

The accounting policies, other notes from 1 to 52 and Annexure-A,B & C form an integral part of the financial statements.

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

Signed in terms of our report of even date.

Place : Dhaka
Date : November 11, 2026

Mozaffar Hossain Spinning Mills Limited
Statement of Profit or Loss and Other Comprehensive Income (Un-Audited)
For the Period from 01 July 2026 to 30 September 2026

Particulars	Note	Amount in Taka	
		July 01, 2026 to September 30, 2026	July 01, 2025 to September 30, 2025
Turnover	23.00	611,347,398	702,352,486
Less : Cost of Goods Sold	24.00	485,660,144	554,636,801
Gross Profit		**125,687,254**	**147,715,685**
Operating Expenses:		**(14,896,882)**	**(15,257,620)**
Administrative Expenses	25.00	(14,617,469)	(15,098,422)
Selling & Distribution Expenses	26.00	(279,413)	(159,198)
Operating Profit		**110,790,372**	**132,458,066**
Other Income	27.00	4,486,015	2,124,496
Financial Expenses	28.00	(106,021,535)	(101,428,673)
Profit before WPPF & Income Tax		**9,254,852**	**33,153,888**
Contribution to WPPF		(440,707)	(1,578,757)
Profit before Income Tax		**8,814,145**	**31,575,131**
Income Tax Expenses	29.00	**(3,803,820)**	**11,462,365**
Current Tax Expenses	21.01	(3,284,445)	7,044,770
Deferred Tax Income/(Expenses)	16.01	(519,376)	4,417,595
Profit/(Loss) after Tax		**5,010,324**	**20,112,766**
Earnings per share (Basic)	30.00	**0.05**	**0.20**

The accounting policies, other notes from 1 to 52 and Annexure-A,B & C form an integral part of the financial statements.

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

Signed in terms of our report of even date.

Place : Dhaka
Date : November 11, 2026

Mozaffar Hossain Spinning Mills Limited
Statement of Changes in Equity (Un-Audited)
For the year ended 30 September 2026

Particulars	Share Capital	Revaluation Reserve	Tax Holiday Reserve	Retained Earnings	Total as on 30.09.2026 Taka
Balance as on 1st July 2026	**1,009,933,740**	**495,744,325**	**72,845,417**	**520,601,554**	**2,099,125,035**
Net Profit/(Loss) after tax				5,010,324	5,010,324
Balance as on 30 September 2026	**1,009,933,740**	**495,744,325**	**72,845,417**	**525,611,878**	**2,104,135,360**

Statement of Changes in Equity (Un-Audited)
For the year ended 30 September 2025

Particulars	Share Capital	Revaluation Reserve	Tax Holiday Reserve	Retained Earnings	Total as on 30.09.2025 Taka
Balance as on 1st July 2025	**1,009,933,740**	**500,545,475**	**72,845,417**	**477,960,180**	**2,061,284,812**
Net Profit/(Loss) after tax				20,112,766	20,112,766
Balance as on 30 September 2025	**1,009,933,740**	**500,545,475**	**72,845,417**	**498,072,946**	**2,081,397,578**

The accounting policies, other notes from 1 to 52 and Annexure-A,B & C form an integral part of the financial statements.

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

Signed in terms of our report of even date.

Place : Dhaka
Date : November 11, 2026

Mozaffar Hossain Spinning Mills Limited
Statement of Cash Flows (Un-Audited)
For the Period from 01 July 2026 to 30 September 2026

Particulars	Note	Amount in Taka	
		July 01, 2026 to September 30, 2026	July 01, 2025 to September 30, 2025
A.Cash Flows from Operating Activities :			
Cash Collection from Turnover and Others		715,039,573	579,402,130
Foreign Exchange Gain/(Loss)		14,809,974	51,823,926
Cash Paid to Suppliers, Employee and Others		(597,190,467)	(552,534,408)
Cash generation from operations		**132,659,080**	**78,691,647**
Income tax paid		(6,236,297)	(5,069,411)
Net Cash provided/(used) by Operating Activities		**126,422,783**	**73,622,237**
B.Cash flows from Investment Activities :			
Acquisition of Fixed Assets		-	-
Advance for Acquisition of Property, Plant & Equipment		(48,385,967)	(1,483,856)
Investment in FDR		(2,236,092)	-
Investment		-	-
Net cash used by Investing activities		**(50,622,059)**	**(1,483,856)**
C.Cash flows from Financing Activities :			
Received/(Repaid) short term loan		(26,032,521)	38,613,257
Financial Expenses		(106,021,535)	(101,428,673)
Cash Dividend Paid		-	-
Received/(Repaid) long term loan		58,579,564	22,370,048
Net Cash provided/(used) by Financing Activities		**(73,474,491)**	**(40,445,368)**
Increase/(Decrease) in Cash Flows (A+B+C)		**2,326,233**	**31,693,013**
Opening Cash & Bank Balances		52,508,097	18,489,730
Unrealized Fc Gain/(Loss) for Cash and Cash Equivalents		39,751	76,980
Cash and Cash Equivalents		**54,874,080**	**50,259,723**
Net Operating Cash Flow per share (NOCFPS)	31.00	**1.25**	**0.73**

The accounting policies, other notes from 1 to 52 and Annexure-A,B & C form an integral part of the financial statements.

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

Signed in terms of our report of even date.

Place : Dhaka
Date : November 11, 2026

Mozaffar Hossain Spinning Mills Limited
Notes to the Financial Statements
For the year ended September 30, 2026

1.00 The background and activities of the Company :

1.01 Legal form 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.

1.02 Address of the Registered & Corporate Office :

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.

1.02.01 Other Corporate Information :

(i) Trade License: 157/2026-2027 date: 08/07/2026
(ii) e-TIN No.: 451603467446, date: December 22, 2013
(iii) BIN No.: 000292549-1405, date: 01/07/2019

1.03 Nature of Business Activities :

Mozaffar Hossain Spinning Mills Limited runs the business of 100% export oriented cotton yarn manufacturing & selling mostly to 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.

2.00 Summary of Significant Accounting Principle and Valuation Policies :

2.01 Basis of Preparation and Presentation of Financial Statements :

The financial statements have been prepared and the disclosures of information were made in accordance with International Accounting Standards (IASs), International Financial Reporting Standards (IFRSs), The Companies Act 1994, the Bangladesh Securities and Exchange Rules 2020, guidelines issued by FRC & all other applicable rules & regulations of the country. The Statement of Financial Position and Statement of Comprehensive Income have been prepared according to IAS-1 "Presentation of Financial Statements" under generally accepted accounting principles which are stated as under:

2.01.1 Statement of Compliance with Applicable Laws and Standards :

The Company is also required to comply with the following major legal provisions in addition to Companies Act, 1994 and other applicable laws and regulations :

- The Income Tax Act, 2023;
- The Income Tax Ordinance, 2025;
- The Finance Act. 2026;
- Financial Reporting Act, 2015
- The Bangladesh Securities and Exchange Rules 2020
- The Value Added Tax and Supplementary Duty Act, 2012;
- The Value Added Tax Rules, 2016;
- The Customs Act, 2023
- Bangladesh Labor Act, 2006 (as amended to 2023)
- International Accounting Standards (IAS)
- International Financial Reporting Standard (IFRS)
- International Valuation Standards (IVS)
- The Listing Regulations of Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd.

2.02 Measurement basis :

These financial statements have been prepared on a historical cost basis with the except for certain assets which are stated either at revalued amount or fair market value as explained in the accompanying note and, therefore, do not take into consideration the effect of inflation. The accounting policies, unless otherwise stated, have been consistently applied by the Company and are consistent with those of the previous period/year.

2.03 Risk and uncertainty for use of estimates and judgments :

The preparation of financial statements in conformity with International Accounting Standards and International Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and for contingent assets and liabilities that require disclosure, during and at the date of the financial statements.

Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period/year in which the estimate is revised and in any future period/years affected as required by IAS 8: “Accounting Policies, Changes in Accounting Estimates and Errors”.

2.04 Going Concern :

The financial statements of the Company are prepared on a going concern basis. As per management assessment there are no material uncertainties related to events or conditions which may cast significant doubt upon Company's ability to continue as a going concern.

2.05 Accrual basis :

The company has prepared the financial statements, except cash flow information, using the accrual basis of accounting in accordance with IAS-1 Para-27.

2.06 Components of the Financial Statements :

According to the International Accounting Standards (IAS)-1 "Presentation of Financial Statements" the complete set of Financial Statements includes the following components":

i Statement of Financial Position as at 30 September, 2026
ii Statement of Profit or Loss and Other Comprehensive Income for the period from 01 July 2026 to 30 September, 2026;
iii Statement of Changes in Equity for the year ended 30 September, 2026
iv Statement of Cash Flows for the period from 01 July 2026 to 30 September, 2026;
iv Notes to the Financial Statements.

2.07 Reporting Period :

The financial period of the Company covers from 01 July to 30 June. The Company follows its reporting period from 01 July to 30 June in order to comply with the provision of section 9 of the Finance Act, 2015 and interpretations and implementation of Bangladesh Securities and Exchange Commission Directive No. SEC/SRMIC/2011/1240/445 dated April 27, 2016 concerning uniform income year. The financial statements cover Three months from 01 July, 2026 to 30 September, 2026.

2.08 Authorization for Issue :

The Board of Directors supposed to be approved these financial statements in its meeting held on 11 November , 2026.

2.09 Application of Standards :

Accounting standards set out below have been applied consistently to all periods presented in these financial statements. The company's compliance with accounting standards is stated below:

Accounting Standards	Particulars	Compliance Status
IAS-1	Presentation of Financial Statements	Complied
IAS-2	Inventories	Complied
IAS-7	Statement of Cash Flows	Complied
IAS-8	Accounting Policies, Changes in Accounting Estimates & Errors	Complied
IAS-10	Events After the Reporting Period	Complied
IAS-12	Income Taxes	Complied
IAS-16	Property, Plant & Equipment's	Complied
IAS-19	Employee Benefits	Complied
IAS-20	Accounting for Government Grants and Disclosure of Government Assistance	Not Applicable
IAS-21	The Effects of Changes in Foreign Exchange Rates	Complied
IAS-23	Borrowing Costs	Complied
IAS-24	Related Party Disclosures	Complied
IAS-26	Accounting & Reporting by Retirement Benefit Plans	Complied
IAS-27	Consolidated & Separate Financial Statements	Not Applicable
IAS-28	Investments in Associates	Complied
IAS-29	Financial Reporting in Hyperinflationary Economies	Not Applicable
IAS-31	Interest in Joint Ventures	Not Applicable
IAS-32	Financial Instruments: Presentation	Complied

Accounting Standards	Particulars	Compliance Status
IAS-33	Earning Per Share	Complied
IAS-34	Interim Financial Reporting	Complied
IAS-36	Impairment of Assets	Complied
IAS-37	Provisions, Contingent Liabilities & Contingent Assets	Complied
IAS-38	Intangible Assets	Complied
IAS-40	Investment Property	Complied
IAS-41	Agriculture	Not Applicable
IFRS-1	First Time Adoption of International Financial Reporting Standards	Complied
IFRS-2	Share Based Payment	Not Applicable
IFRS-3	Business Combinations	Not Applicable
IFRS-4	Insurance Contracts	Not Applicable
IFRS-5	Non-Current Assets Held for Sale and Discontinued Operations	Not Applicable
IFRS-6	Exploration for and Evaluation of Mineral Resources	Not Applicable
IFRS-7	Financial Instruments: Disclosure	Complied
IFRS-8	Operating Segments	Complied
IFRS-9	Financial Instruments	Complied
IFRS-10	Consolidated Financial Statements	Not Applicable
IFRS-11	Joint Arrangements	Not Applicable
IFRS-12	Disclosure of Interest in Other Entities	Not Applicable
IFRS-13	Fair Value Measurements	Complied
IFRS-14	Regulatory Deferral Accounts	Not Applicable
IFRS-15	Revenue from Contracts with Customers	Complied
IFRS-16	Leases	Complied

2.10 Functional and Presentation Currency :

Functional and presentation currency items included in these financial statements are measured using the currency of the primary economic environment in which the company operates ('the functional currency'). These financial statements are presented in Bangladesh Taka ("BDT") which is also the functional currency of the company. The amounts in these financial statements have been rounded off to the nearest BDT except otherwise indicated.

2.11 Compliance with the Requirements of Notification of the Securities and Exchange Commission dated: 04.06.2008 under Ref. # SEC/CMMRPC/2008-81/53/Adm/03/28

Notes to the financial statements marked from 3.00 to 3.27 setting out the policies are unambiguous with respect to the reporting framework on which the accounting policies are based. The accounting policies on all material areas have been stated clearly in the notes marked from 3.00 to 3.27

3.00 Significant Accounting Policies :

3.01 Classification of Current versus Non-current :

Current versus Non-Current Classification

The company presents assets and liabilities in statement of financial position based on current/non-current classification.

An asset is current when it is :

- expected to be realized or intended to be sold or consumed in normal operating cycle,

or - expected to be realized within twelve months after the reporting period,

or - held primarily for the purpose of trading,

or - cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when it is :

- expected to be settled within twelve months after the reporting period,

or - held primarily for the purpose of trading,

or - there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period The company classifies

All other liabilities as non-current.

Deferred tax assets and liabilities are always classified as non-current assets and liabilities

3.02 Property, Plant & Equipment :

a) Recognition and Measurement :

All property, plant and equipment are initially accounted for at cost and depreciated over their expected useful life in accordance with IAS-16. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes. In respect of major projects involving construction, related pre-operational expenses form part of the value of asset capitalized.

b) Capitalization of Borrowing Cost :

Finance costs that are directly attributable to the construction of plants are included in the cost of those plants in compliance with IAS-23: Borrowing Cost, allowed alternative treatment.

c) Subsequent Costs :

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the 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 maintaining cost on PPE are recognized in the Statement of Profit or Loss and Other Comprehensive Income as incurred.

d) Depreciation :

No depreciation is charged on land, land development and Capital Work-in-Progress. Consistently, depreciation is provided on diminishing balance method based on written down value at which the asset is carried in the books of account. Depreciation continues to be provided until such time as the written down value is reduced to Taka one.

Each item of PPE is depreciated when it is available for use i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale (or included in a disposal group that is classified as held for sale) in accordance with IFRS 5 and the date that the asset is derecognized. The depreciation/amortization rate(s) are as follows:

Fixed Assets	Dep. Rates
Land & Land Dev.	0%
Factory Building	5%
Plant & Machinery	10%
Vehicle	10%
Furniture & Fixture	10%
Air Condition	10%
Office Equipment	10%
Computer Equipment	10%
Software	0%

e) Retirements and Disposals :

An asset is derecognized on disposal or when no future economic benefits are expected from its use and subsequent disposal. Gains or losses arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognized as gain and loss from disposal of asset under other income in the Statement of Profit or Loss and Other Comprehensive Income.

3.03 Software :

Software is generally charged off as revenue expenditure. Customized software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

Acquired computer software's capitalized on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortized over their estimated useful lives.

3.04 Intangible assets :

a) Recognition and Measurement :

Intangible assets have finite useful lives and are stated at cost less accumulated amortization and any impairment losses. Intangible assets are recognized in accordance with IAS 38-Intangible assets. Intangible assets include cost of acquisition of computer software, intellectual property, copyright and other costs incidental to such capital expenditure.

b) Subsequent costs :

Subsequent costs are capitalized only when they increase the future economic benefits embodied in the specific asset to which they relate. All other costs are recognized in profit or loss as incurred.

c) Amortization :

Amortization is recognized in profit or loss on straight line basis over the estimated useful lives of intangible assets from the date they are available for use. Intangible asset (Computer Software) is amortized at the rate of 0%.

d) Derecognition :

An intangible asset is derecognized on disposal or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of intangible assets, measured as the difference between the net disposal proceeds and the carrying amount of the assets, are recognized in profit or loss.

3.05 Impairment of Assets :

All assets have been reviewed according to IAS-36 and it was confirmed that no such assets have been impaired during the year and for this reason no provision has been made for impairment of assets.

3.06 Capital Work-in-Progress :

Property, plant and equipment under construction or not available for use are accounted for as capital works in progress and are measured at cost until completion of construction or installation or available for use. In conformity with IAS 16: property, plant & equipment; no depreciation is charged on Capital work in progress as it is not available for use. No Capital Work-in-Progress was found under this audit period.

3.07 Financial Instruments :

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity

3.07.01 Financial Assets :

The Company initially recognizes receivables and deposits on the date that they are originated. All other financial assets are recognized initially on the date at which the Company becomes a party to the contractual provisions of the transaction.

The Company derecognizes a financial asset when the contractual rights or probabilities of receiving the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

Financial assets include cash and cash equivalents, accounts receivable, and long term receivables and deposits.

3.07.02 Financial Liabilities :

The Company initially recognizes debt securities issued and subordinated liabilities on the date that they are originated. All other financial liabilities are recognized initially on the transaction date at which the company becomes a party to the contractual provisions of the liability.

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

Financial liabilities include loans and borrowings, accounts payable and other payables.

3.08 Inventories :

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is based on weighted average cost method and includes expenditure incurred in acquiring the inventories, production or conversion costs, and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. Stores and spares and material in transit are measured at cost.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and selling expenses. Inventories consist of raw materials, work in process, and finished goods.

Category of Inventory		**Basis of Valuation**
Raw Materials	:	At weighted average cost
Work-in-Process	:	At weighted average cost
Packing Materials	:	At weighted average cost
Store Materials	:	At weighted average cost
Finished Goods	:	Net Realizable Value

3.09 Cash & Cash Equivalents :

Cash & cash equivalents include cash in hand, cash at banks, term deposits which are available for use by the Company without any restrictions. There is an insignificant risk of change in value of the same.

3.10 Accounts Receivable :

Accounts receivables are created at original invoice amount less any provision for doubtful debts. Provision are made where there is evidence of a risk of non-payment, taking into account ageing, provision experience and general economic conditions. When an accounts receivable is determined to be uncollectible it is written off, firstly against any provision available and then to the statement of comprehensive income.

3.11 Creditors & Other Payables :

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the Company.

3.12 Provisions & Contingencies :

Provisions were made considering risk and un-certainties at best estimate of the probable expenditure that would require to meet the current obligation at the date of statement of financial position. Contingent liabilities and assets are current or possible obligations on liabilities or assets, arising from past events and existence of which depends upon the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the company.

3.13 Leases :

Right-of-Use Assets :

In Financial Year 2026-2027, the Company not recognized right of use assets at the inception date which was measured at cost, less any accumulated depreciation. Right of use assets were depreciated on a straight-line basis over the lease term. The right of use assets were presented under Non-current Asset in Statement of Financial Position which has be derecognized during the current year due to cancellation of lease agreement with associate. No Right-of-Use Assets was found under this audit period.

Lease Liability :

Lease liabilities was measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payment. During the current year company no lease liability was found under this audit period.

3.14 Revenue & Other Income:

Revenue from Contracts with Customers :

Revenue is recognized when invoice for products and service are made and the significant risk and reward of ownership are transferred to the dealers, recovery of the consideration is probable, associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. The five steps model as suggested by IFRS-15 has been complied in case of revenue recognition.

The five steps model consists of :

1. Identification of contract(s) with a customer
2. Identification of performance obligation
3. Determination of transaction price
4. Allocation of transaction price to separate performance obligations
5. Recognition of revenue when entity satisfies performance obligations

(a) Sales of Goods :

In compliance with the requirements of IFRS-15 Revenue on sell of yarn and conductors is recognized when products are dispatched to customer that is when the significant risk and rewards of ownership have been transferred to the buyers, recovery of consideration is probable, the associated cost and possible return of goods can be estimated reliably.

(b) Interest Income :

Interest income comprises interest on financial deposits with banks. The amount of interest income is recognized on an accrual basis using the effective interest rate method.

3.15 Employees' Benefit :

Employees of the Company are entitled to get the following benefits from the Company :

a) Short-term Benefits :

Short-term benefits consist of wages, salaries, allowances and bonuses. These obligations are recognized and expenses in the respective periods when the related services are obtained. Any amount not paid are recognized as a liability (undiscounted) at the end of the year.

b)Provident Fund :

Company has not implemented a provident fund scheme for its eligible employees as required under the provisions of section 237 to 327 of the Bangladesh Labor Act, 2006

c)Gratuity :

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The employee gratuity plan is considered as defined benefit plan as it meets the recognition criteria. The company's obligation is to provide the agreed benefits to current and former employees. This fund need to be get approval from National Board of Revenue (NBR).

d) Workers' Profit Participation Fund :

This represents 5% of the net profit after charging such contribution but before tax contribution by the Company as per provisions of Bangladesh Labor Law 2006 (Amendments 2018) and is payable to the workers as define in the said Law. During the current year, company unable to provision WPPF for incurring net loss.

3.16 Borrowing Costs :

In compliance with the requirements of IAS-23 "Borrowing Costs", borrowing costs of operational period on short-term loan facilities from commercial banks was charged off as revenue expenditure as they incurred.

3.17 Net Profit before Tax :

Net Profit before Tax for the year was not materially affected by:

- transaction of a nature not usually undertaken by the Company;
- circumstances of an exceptional or non-recurring nature;
- charges or credits relating to prior years; and
- changes in accounting policies.

3.18 Taxation :

Provision is made at the ruling rate, considering tax, applied on 'estimated' taxable profit as a "Public Limited Company Listed with Stock Exchanges".

a) Current Tax :

Provision for income tax has been made as per requirements of the Income Tax Act, 2023 and Income Tax Ordinance 2025. Income tax expense is recognized in the income statement except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

Current tax expense has been recognized on the basis of the Finance Act, 2026 and Income Tax Act, 2023 and Income Tax Rules 2025 and the tax rate of the company is @ 22.5% or subject to minimum tax on the gross receipts whichever is higher is treated as taxable income.

b) Deferred Tax :

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using the Statement of Financial Position as liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. MHSML recognized deferred tax liabilities for all taxable temporary differences.

3.19 Earnings per Share :

The Company calculates Earnings per Share (EPS) in accordance with IAS-33: "Earning per Share", which has been shown on the face of Statement of Profit or Loss and Other Comprehensive Income, and the computation of EPS is stated in the note.

(a) Basic Earnings :

This represents earnings for the year attributable to the 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 ordinary shareholders.

(b) Weighted Average Number of Ordinary Shares Outstanding during the period :

Computation of weighted average number of ordinary shares is not required, as number of shares outstanding has been not changed during the reporting year.

(c) Basic Earnings per Share :

This has been calculated by dividing the basic earnings by weighted average number of ordinary shares outstanding during the year.

(d) Diluted Earnings per Share :

No diluted EPS is required to be calculated for the year, as there was no scope for dilution during the year under review.

3.20 Foreign Currency Transactions :

Foreign currencies are translated into taka at the exchange rates ruling on the date of transactions in accordance with IAS-21 "The Effects of Changes in Foreign Exchange Rates". Bank deposit in foreign currency has been translated into taka at the year end at the rate of exchange ruling on that date and gain/ (loss) if any have been accounted for as other income/(loss) in the Income Statement.

3.21 Statements of Cash Flows :

Statement of Cash Flows is prepared principally in accordance with IAS-7: Cash Flow Statements and the cash flows from operating activities have been presented under direct method.

3.22 Related Parties Disclosure :

As per IAS-24 'Related Party Disclosures', parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party transactions have been disclosed under Note-38 of the notes to the financial statements.

3.23 Segment Reporting :

No segmental reporting is applicable for the company as required by IFRS-8: "Operating Segment" as the company operates in a single industry segment and within a single geographical territory.

3.24 Offsetting :

No assets and liabilities or income and expenses were offset that may contradict requirements of any IFRSs/IASs.

3.25 Concentration of Counterparty Risk :

As of September 30, 2026, the company does not have any significant concentration of business transacted with a particular customer, supplier or lender that could, if suddenly eliminated, have severely impacted the company's operations. The company also does not have any concentration of available source of labor, service or licenses or other rights that could, if suddenly eliminated, have severe impact on the operations of the company.

3.26 Comparative Information :

Comparative information has been disclosed in respect of the period ended September 2026 for all numerical information in the financial statements where it is relevant for understanding of the current year's financial statements. Figures for the period ended September 2025 have been re-arranged wherever considered necessary to ensure better comparability with the current year.

3.27 General :

Previous year's figures have been regrouped/reclassified wherever considered necessary to conform to current year's presentation. Figures have been rounded off to the nearest Taka, as the currency represented in this Financial Statements.

			Amount in Taka	
			30 June, 2026	30 June, 2025
4.00	**Property, Plant & Equipment :**			
	a) Cost			
	Opening Balance		4,381,526,675	4,381,526,675
	Add: Addition during the year		-	-
	Closing Balance		**4,381,526,675**	**4,381,526,675**
	Depreciation :			
	Opening balance		**1,772,552,186**	**1,583,676,667**
	Depreciation charged during the period		43,172,158	188,875,519
	Accumulated Depreciation		**1,815,724,344**	**1,772,552,186**
	Written Down Value at cost		**2,565,802,331**	**2,608,974,489**
	b) Revaluation:			
	Opening Balance		510,760,689	510,760,689
	Add: Addition during the year		-	-
	Written Down Value at Revaluation		**510,760,689**	**510,760,689**
	Total Written Down Value(WDV) (a+b)		**3,076,563,020**	**3,119,735,178**
	Details have been shown in Annexure-"A"			
5.00	**Investment :**			
	Investment to Suntech Energy Limited			
	Opening Balance		7,578,730	6,976,001
	Add: Addition made during the year		-	-
	Closing Balance		**7,578,730**	**6,976,001**
	Add: Profit from the Associates		-	602,729
	Written Down Value		**7,578,730**	**7,578,730**

N.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 assesses the project "Suntech Energy Limited" there are no too much changes on our Impairment investment.

6.00	**Inventories :**			
	Raw Material	6.01	789,812,351	389,192,646
	Work-in-Process	6.02	160,558,897	169,324,330
	Finished Goods	6.03	1,277,800,956	1,546,977,046
	Packing Materials		14,571,189	15,905,756
	Store Materials		15,740,355	16,574,922
			2,258,483,748	**2,137,974,700**

	Amount in Taka	
	30 June, 2026	30 June, 2025

6.01 Raw Material :

Particulars	Qty. (Kg)	Amounts	Amounts
Virgin Cotton	3,626,611	710,831,116	380,628,981
Recycling Cotton	1,102,823	78,981,235	8,563,664
Total	**4,729,433**	**789,812,351**	**389,192,646**

6.02 Work-in-Process :

Particulars	Qty. (Kg)	Amounts	Amounts
Work-in-process	613,280	160,558,897	169,324,330
Total	**613,280**	**160,558,897**	**169,324,330**

6.03 Finished Goods :

Particulars	Qty. (Kg)	Amounts	Amounts
Yarn	3,403,320	1,276,639,260	1,545,815,351
Primary estimation of damage stock of Finished Goods and Claim to Insurance Company	3,326	1,161,696	1,161,696
Total	**3,406,646**	**1,277,800,956**	**1,546,977,046**

- 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. 11.61 Lac. however, so hopefully will get the claim due amounts against damaged Goods .

7.00	**Accounts Receivable :**			
	Accounts Receivable	7.01	1,756,456,886	1,711,266,105
	Add: Exchange gain		10,567,086	8,467,290
	Less: Adjustment of Bill Discounting (Net off Assets & Liabilities)	7.02	(702,210,985)	(540,904,273)
	Closing Receivable		**1,064,812,987**	**1,178,829,121**

7.01 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:

A	Accounts Receivable considered good in respect of which the company holds no security other than the debtor's personal security (Annexure B)	286,107,277	316,954,904
B	Accounts Receivable due by Common management (Annexure B)	1,470,349,609	1,394,311,201
		1,756,456,886	**1,711,266,105**

			Amount in Taka	
			30 June, 2026	30 June, 2025
7.02	**Adjustment of Bill Discounting (Net off Assets & Liabilities) :**			
	Woori Bank Limited		498,244,416	459,346,451
	IBBL -MDB		203,966,569	81,557,822
			702,210,985	**540,904,273**
7.03	**Aging of Accounts Receivable :**			
	Dues within three months		970,041,541	968,806,976
	Dues above three months but within six months		510,657,401	454,355,507
	Dues above six months		275,757,944	288,103,622
	Please refer to Annexure-**'B'** for further details		**1,756,456,886**	**1,711,266,105**
8.00	**Investment in FDR :**			
	Agrani Bank PLC A/C-332		126,033,592	123,797,500
			126,033,592	**123,797,500**

- This FDR has been kept under lien to support the purchase of raw materials needed for daily production.

9.00	**Advances, Deposits & Pre-Payments**			
	Advance against Purchase	9.01	148,097,098	99,711,131
	Advance against Factory Expenses		29,616,051	15,081,428
	Advance against L/c, L/C Margin		56,792,611	59,029,209
	Bank Guarantee for CDBL		1,176,349	1,176,349
	Goods in Transit		-	13,704,592
	Titas Gas Security Deposits		15,918,952	15,918,952
	Prepaid Insurance		2,411,810	174,216
	Tax deducted at sources	9.02	34,346,890	28,110,593
			288,359,760	**232,906,470**

- Bank guarantee is provided for CDBL & Titas Gas security deposits purpose.
- No amount was due by the Directors (including Managing Director) and managing agents of the Company and any of them severally or jointly with any other person.

9.01	**Advance against Purchase :**		
	Dues within three months	49,541,240	25,886,269
	Dues above three months but within six months	36,619,935	24,254,437
	Dues above six months	61,935,923	49,570,425
		148,097,098	**99,711,131**
9.02	**Tax Deductions at Sources :**		
	Opening Balance	**28,110,593**	**21,901,962**
	Add : Addition during the period	6,236,297	27,997,065
		34,346,890	**49,899,028**
	Less : AIT adjusted during the Assessment Year 2025-2026	-	21,788,435
		34,346,890	**28,110,593**
9.02.1	**Break-up of opening balance as follows:**		
	Fiancial Year :		
	2018-2019	113,528	113,528
	2024-2025	6,236,297	-
	2025-2026	27,997,065	27,997,065
		34,346,890	**28,110,593**
10.00	**Cash and Cash Equivalents :**		
	Cash in Hand	4,325,238	1,959,254
	Cash at Banks 10.01	50,548,843	50,548,843
	Total	**54,874,081**	**52,508,097**

10.01	**Cash at Banks:**				
	IBBL	Mouchak	#20501450100327918	268,303	1,125,611
	IBBL	Mouchak	#20501452500004916	115,837	4,342,811
	IBBL	Mouchak	#20501452600004917	3,334	3,334
	IBBL	Bhulta	#20502800100215106	1,541,144	262,977

		Amount in Taka	
		30 June, 2026	30 June, 2025
IBBL(FCAD ORQ)	Mouchak #20501452800001714	4,074,116	2,342,636
IBBL(FC Held BB LC)	Mouchak #20501452300004914	92,537	104,902
SEBL	Dhanmodi #1211100015657	31,674	30,485
SEBL FC	Dhanmodi #15400002573	29,975	125,445
SEBL	Bhulta # 7713100000379	23,310	772
DBBL	Bhulta # 1761200001733	1,597,434	1,025,290
DBBL	Bashundhara # 1471100005894	3,751,748	3,331,942
MBL	Pragati Sarani # 1111000926026	67,814	67,814
Woori Bank	FC #1509640003099	2,418,442	6,605,604
Woori Bank	RQA	1,168,394	348,320
Woori Bank	#1509640002993	2,001,074	139,436
Agrani Bank	Foreign Ex # 0200017638659	3,091,890	983,095
Agrani Bank	Foreign Ex # 0200024097969	33,060,519	26,679,632
Agrani Bank	Foreign Ex # 0200024636789	2,675,417	1,944,503
Agrani Bank	FC Foreign Ex # 0200018773999	163,555	177,716
NCC Bank	Dilkusha Branch #0028-0210022678	34,005	37,605
NCC Bank	Dilkusha Branch #0028-0325001170	9,888	9,220
NCC Bank	FC Dilkusha Branch #0028-0268000093	58,820	59,376
NCC Bank	FC Dilkusha Branch #0028-0259000252	3,010	3,038
NCC Bank	Dilkusha Branch #0028-0325001438	679,294	684,557
CBC Bank	A/C# 1818007453	112,723	112,723
Total		**57,074,257**	**50,548,843**

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

11.01 Issued, Subscribed and Paid-up Capital:

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

Share holding Position:	No of Share	Percentage	Taka	Taka
i) Sponsors	6,699,343	6.63%	66,993,425	66,993,425
ii) SIM Fabrics Limited	33,300,737	32.97%	333,007,365	333,007,365
iii) General Public & Others	60,993,295	60.39%	609,932,950	609,932,950
	100,993,374	**100.00%**	**1,009,933,740**	**1,009,933,740**

	Amount in Taka	
	30 June, 2026	30 June, 2025

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

12.00 Revaluation Reserve :

Opening Balance		495,744,325	500,545,475
Add:Addition during the Year		-	-
		495,744,325	**500,545,475**
Less: Related Deferred Tax on Revaluation 3%		-	(4,801,150)
Closing Balance		**495,744,325**	**495,744,325**

- 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 Tax Holiday Reserve :

Opening Balance		72,845,417	72,845,417
Add: Addition during the year		-	-
Closing Balance		**72,845,417**	**72,845,417**

14.00 Retained Earnings :

Opening Balance		520,601,554	477,960,180
Add: Net Profit / (Loss) for the period		5,010,324	74,939,386
Total		**525,611,878**	**552,899,566**
Tax Claim by DCT for the Claim of Assessment 2014-2015		-	(2,000,000)
Cash Devidend 3%(For all Shareholder)		-	(30,298,012)
Closing Balance		**525,611,878**	**520,601,554**

15.00 Long Term Borrowings :

This is made-up as follows

Hajj Finance Com. Ltd - 1813		13,904,615	15,915,726
Hajj Finance Com. Ltd - 1925		29,774,663	32,989,424
Hajj Finance Com. Ltd - 1947		121,654,177	127,853,011
Hajj Finance Com. Ltd - 2149		21,149,587	18,042,617
IBBL HPSM-20501454300095301		107,633,555	105,415,920
IBBL HPSM-20501454300097909		59,508,871	58,396,542
IBBL HPSM-20501454300098405		85,162,487	83,293,993
IBBL HPSM-20501454300111713		125,506,360	122,108,980
IBBL HPSM-20501454300111814		71,624,008	69,829,702
IBBL HPSM-20501454300115515		1,827,024,494	1,774,027,424
IBBL HPSM-20501454300116112		59,903,534	58,364,023
IBBL HPSM-20501454300116901		75,820,608	73,850,032
		2,598,666,959	**2,540,087,395**
Less:Transferred to Current portion of Long term loan	17.00	(131,127,390)	(138,656,294)
Closing Balance		**2,467,539,569**	**2,401,431,101**

	Amount in Taka	
	30 June, 2026	30 June, 2025

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 -15% 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.

16.00 Deferred Tax (Assets)/Liability :

Deferred tax assets and liabilities have been recognized and measured in accordance with the provisions of IAS 12 : Income Taxes. The following is the analysis of deferred tax (assets)/ liabilities presented in the statement of financial position.

Opening Balance		111,122,524	119,960,359
Add: Addition/(adjustment) during the year	16.01	519,376	(14,320,735)
Add: Addition/(adjustment) during the year for revaluation	16.02	-	4,801,150
Add: Addition/(adjustment) during the year for gratuty	16.03	-	681,750
Closing balance		**111,641,900**	**111,122,524**

16.01 Details of deferred tax liabilities/(Assets) :

Carrying amount on 30 June 2026 :		
Property, plant & equipment except land	2,196,840,386	2,240,012,544
	2,196,840,386	**2,240,012,544**
Tax base Carrying amount on 30 June 2026 :		
Property, plant & equipment except land	(1,286,243,993)	(1,319,224,608)
	(1,286,243,993)	**(1,319,224,608)**
Unabsorbed Depreciation	107,908,599	122,428,271
Taxable/(deductible)Temporary Difference	**802,687,794**	**798,359,665**
Applicable Tax Rate	12.00%	12.00%
Closing balance of deferred tax(Assets)/Liability on cost	**96,322,535**	**95,803,160**
Opening Deferred Tax Liabilities on assets	(95,803,160)	(110,123,895)
Deferred tax (Income)/ Expenses	**519,376**	**(14,320,735)**
Deferred tax (Income)/ Expenses as on 30-09-2025	**-**	**4,417,595**

		Amount in Taka	
		30 June, 2026	30 June, 2025
16.02	**Deferred Tax on Revalation Reserve of Land :**		
	Revaluation Reserve	-	**500,545,475**
	Effective Tax Rate	-	3.00%
	Closing balance of deferred tax(Assets)/Liability	-	**15,016,364**
	Opening Deferred Tax Liabilities	-	10,215,214
	Deferred tax (Income)/ Expenses	-	**4,801,150**
16.03	**Deferred Tax on Gratuity Provision :**		
	Gratuity Provision	-	**2,525,000**
	Effective Tax Rate	-	12.00%
	Closing balance of deferred tax(Assets)/Liability	-	**303,000**
	Opening Deferred Tax Liabilities	-	(378,750)
	Deferred tax (Income)/ Expenses	-	**681,750**
17.00	**Long Term Borrowings- Current Maturity :**		
	Islami Bank Bangladesh Ltd,Hajj Finance Ltd	131,127,390	138,656,294
		131,127,390	**138,656,294**

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

18.00 Trade Payable :

This is made up as follows:

Particulars		
Bills Payable (Annexure-C)	8,140,127	9,217,325
Total	**8,140,127**	**9,217,325**

19.00 Dividend Payable :

This represents dividend issued in different times against provision for dividend for earlier years, which were not cashed within 30 December, 2025. The detailed are as under:

Opening Balance	952,854	747,855
Add: Cash Dividend During the year	-	30,298,012
	952,854	**31,045,867**
Less: Cash Dividend Disbursement to Public Shareholder	-	30,093,013
Closing Balance	**952,854**	**952,854**

19.01 Details of Dividend Payable :

Financial Year	Amount	Amount
2024-2025	205,000	205,000
2023-2024	148,076	148,076
2022-2023	142,566	142,566
2021-2022	238,572	238,572
2020-2021	218,641	218,641
Total	**952,854**	**952,854**

		Amount in Taka	
		30 June, 2026	30 June, 2025

20.00 Short Term Bank Borrowings :

This is made up as follows

Particulars :

IBBL Murabaha TR	410,272,342	420,040,952
IBBL Bai Murabaha	293,297,390	364,548,030
IBBL MFCI	591,177,389	554,944,295
Agrani Bank -EDF/PAD	507,142,297	489,669,873
Add: Exchange Loss	5,978,985	4,697,774
Closing Balance	**1,807,868,404**	**1,833,900,924**

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.

- Most of the outstanding liabilities have subsequently been paid; No liabilities in the Statement of Financial Position are at a value less than the amount at which it is repayable at the date of the Statement of Financial Position.

21.00 Provision for Income Tax :

Opening Balance		**72,608,647**	**81,749,400**
Add: Tax Claim by DCT for the Claim of Assessment 2014-2015		-	2,000,000
Add : Income Tax Provision for the period	21.01	3,284,445	15,647,682
Closing balance		**75,893,092**	**99,397,082**
Less:Tax Paid to DCT for the Claim of Assessment 2014-2015		-	2,000,000
Less: Liability adjusted after the DCT Assessment 2022-2023		-	-
Less: Liability adjusted after the DCT Assessment 2023-2024		-	-
Less: Tax Paid to DCT for the Claim of Assessment 2016-2017		-	3,000,000
Less: Liability adjusted after the DCT Assessment 2025-2026		-	21,788,435
Less: Liability adjusted after the DCT Assessment 2024-2025		-	-
		-	**26,788,435**
Closing Balance		**75,893,092**	**72,608,647**

21.01 Current Tax :

	9/30/2026	**9/30/2025**
A. Regular tax		
Profit Before Tax	8,814,145	31,575,131
Less: Other Income	4,486,015	2,124,496
Add: Accounting Depreciation	43,172,158	47,218,881
Less: Tax Depreciation	(32,980,615)	(56,080,259)
Taxable Income for the period	**14,519,672**	**20,589,257**
Rate of Tax	**12.00%**	**15%**
Tax on business income	1,742,361	3,088,389
Add: 22.5% Tax on Other Income	1,009,353	478,012
Total Provision for the Period	**2,751,714**	**3,566,401**
B. Minimum tax		
Turnover and other income	**615,833,413**	**704,476,982**
Minimum tax rate (1%/22.5%)*12	0.53%	1.00%
	3,284,445	**7,044,770**
C. Advance Income Tax	**-**	**5,069,411**
Current tax expenses (Higher of A,B & C)	**3,284,445**	**7,044,770**

	Amount in Taka	
	30 June, 2026	30 June, 2025

22.00 Accrued Expenses :

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

Audit fees	-	345,000
Salaries & Wages	16,863,971	16,740,317
Remuneration	200,000	300,000
Gas Bill	70,505,939	87,533,169
WPPF Payable	79,312,312	78,871,605
Provision for Gratuity	2,525,000	2,525,000
	169,407,222	**186,315,091**

- Gratuity amount is calculated on lum sum basis
- Most of the outstanding liabilities have subsequently been paid; No liabilities in the Statement of Financial Position are at a value less than the amount at which it is repayable at the date of the Statement of Financial Position.

		Amount in Taka	
		July 01, 2026 to September 30, 2026	July 01, 2025 to September 30, 2025

23.00 Revenue :

This is made-up as follows:

Particulars			
Export Sales		611,347,398	702,352,486
Net Sales		**611,347,398**	**702,352,486**

- The Company is a 100% export (deemed export) oriented industry manufacturing different types of Yarn. During the period.

24.00 Cost of Goods Sold :

Raw materials consumed	24.01	73,251,522	456,578,892
Accessories & Stores Consumed	24.02	3,055,469	3,375,473
Packing Materials Consumed	24.03	5,761,893	4,138,020
Manufacturing Overhead	24.04	124,872,357	163,337,685
Opening Work-in-Process		169,324,330	141,077,989
Closing Work-in-Process		(160,558,897)	(139,841,440)
Cost of Production		**215,706,674**	**628,666,619**
Opening stock of Finished Goods		1,546,977,046	1,425,569,113
Primary estimation of damage stock of Finished Goods and Claim to Insurance Company		1,161,696	1,161,696
Cost of Goods Available for Sale		**1,763,845,416**	**2,055,397,428**
Closing stock of Finished Goods		(1,276,639,260)	(1,498,934,611)
Primary estimation of damage stock of Finished Goods and Claim to Insurance Company		(1,161,696)	(1,161,696)
Wastage Sales		(384,316)	(664,320)
Cost of Goods Sold		**485,660,144**	**554,636,801**

24.01 Raw Material Consumption :

This is made up as follows:

Particulars		
Opening Inventory	389,192,646	211,553,220
Add: Purchased during the year	473,871,227	415,105,794
	863,063,873	**626,659,014**
Less: Closing Inventory	(789,812,351)	(170,080,122)
Total	**73,251,522**	**456,578,892**

24.02 Accessories & Stores Consumption :

This is made up as follows:

Particulars		
Opening Inventory	16,574,922	15,114,849
Add: Purchased during the year	2,220,902	3,251,819
	18,795,824	**18,366,668**
Less: Closing Inventory	(15,740,355)	(14,991,195)
Total	**3,055,469**	**3,375,473**

	Amount in Taka	
	July 01, 2026 to September 30, 2026	July 01, 2025 to September 30, 2025

24.03 Packing Materials Consumption :

This is made up as follows:

Particulars		
Opening Inventory	15,905,756	12,616,286
Add: Purchased during the year	4,427,326	3,401,471
	20,333,082	**16,017,757**
Less: Closing Inventory	(14,571,189)	(11,879,737)
Total	**5,761,893**	**4,138,020**

24.04 Manufacturing Overhead :

This is made-up as follows:

Particulars		
Gas Bill	49,587,673	73,025,889
Salary and Wages	30,001,135	40,797,679
Repair & Maintenance	315,461	246,070
Factory Insurance	1,036,225	1,282,467
Sundry Carrying Charges	349,463	379,560
Sundry daily labor charges	441,704	381,509
Medical & other Expenses	44,409	89,931
Depreciation	43,096,287	47,134,580
Total	**124,872,357**	**163,337,685**

(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.

25.00 Administrative Expenses:

This is made-up as follows:

Particulars		
Salary and Allowances	12,110,579	12,664,902
Managing Director Remuneration	300,000	300,000
Director's Remuneration	300,000	600,000
Board Meeting Fees	46,000	28,000
Employee Fooding Bill	298,861	154,780
Traveling and Conveyance	224,716	108,810
House & Office rent	224,250	224,250
Telephone & Mobile Bill	51,150	27,300
Regulatory Fee, AGM and Company Secretarial Expense	106,000	8,000
Subscription and Donations	-	100,000
Fees, Renewals and other Expenses	439,461	367,341
Fuel expenses	411,147	395,293
IT Solution	29,435	35,445
Depreciation	75,870	84,301
Total	**14,617,469**	**15,098,422**

26.00 Selling & Distribution Expenses:

This is made-up as follows:

Particulars		
Salaries and Allowances	227,059	153,218
Advertisement	52,354	5,980
Total	**279,413**	**159,198**

		Amount in Taka	
		July 01, 2026 to September 30, 2026	July 01, 2025 to September 30, 2025
27.00	**Other Income :**		
	Interest on FDR and Bank Account	2,630,696	-
	Exchange Rate Fluctuation Gain/(Loss)	1,855,319	2,124,496
	Total	**4,486,015**	**2,124,496**
28.00	**Financial Expenses :**		
	This is made-up as follows:		
	Particulars		
	Bank Charges and Commission	1,114,589	1,452,765
	Interest on HPSM	55,097,301	44,224,175
	Interest on BAI Murabaha	15,320,719	16,186,152
	Interest on Murabaha TR	7,141,986	10,498,775
	Interest on Woori -IDBP	7,022,170	5,509,825
	Interest on Hajj Finance	5,572,670	5,470,325
	Interest on MFCI	6,641,503	7,529,158
	Interest on Agrani PAD	7,007,247	9,056,587
	Interest on NCC IBP	-	1,130,567
	Interest on Bai Salam	-	370,344
	Interest on MDB	1,103,350	-
	Total	**106,021,535**	**101,428,673**
29.00	**Income Tax Expenses :**		
	In completion with the requirements of para 79 of IAS-12:Income Tax, the major components of tax expenses are given below		
	Current Tax	21.01	3,284,445	7,044,770
	Deferred tax	16.01	519,376	4,417,595
	Total		**3,803,820**	**11,462,365**

30.00 Earnings per Share:

Earning Per Share (EPS) has been computed by dividing the basic earning by the weighted average number of ordinary shares outstanding at the end of the year as per IAS 33 Earnings Per Share.

Weighted average number of ordinary shares outstanding during the year

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the year multiplied by the weighted factor. For a bonus issue weighted average number of shares is to assume that the shares have always been in issue.

Diluted earnings per share

The objective of diluted earnings per share is consistent with that of basic earning per share; that is, to provide a measure of the interest of each ordinary shares in the performance of an entity taking into account dilutive potential ordinary shares outstanding during the year. Diluted earnings per share and Basic Earning per Share is same for the entity.

This is made-up as follows:

Particulars		
Net Profit After Taxes	5,010,324	20,112,766
Weighted Average Number of Ordinary share	100,993,374	100,993,374
Earnings per share(EPS):	**0.05**	**0.20**

Earnings per share (EPS) has been calculated in accordance with IAS - 33 : "Earnings per share (EPS)".

	Amount in Taka	
	July 01, 2026 to September 30, 2026	July 01, 2025 to September 30, 2025
31.00 Net Operating Cash Flows per Share (NOCFPS) :		
The Computation of NOCFPS is given below:		
Net Cash Generated from Operating Activities	126,422,783	73,622,237
Weighted Average Number of Ordinary Shares	100,993,374	100,993,374
Net Operating Cash Flows per Share (NOCFPS)	**1.25**	**0.73**

Net operating cash flow per share (NOCFPS) has been computed by dividing the net cash provided by operating activities by the number of ordinary shares outstanding as on 30 September 2026 as per Notification of Bangladesh Securities & Exchange Commission (BSEC).

Reasons for deviations:

during the period the turnover and EPS decreased compared to the same period of the previous year, primarily due to interruptions in gas supply, which disrupted regular production activities and affected in production. Consequently, lower production and sales value contributed to the decline in revenue and profitability. The NOCFPS increased compared to the same period of the previous year, mainly due to higher cash collections from turnover and other sources.

32.00 Statement of Cash Flows :

The cash flow statement shows the company's cash and cash equivalents changed during the year through inflows and outflows. Cash flows statement has been prepared as per IAS -7 using the Direct Method.

Net cash inflow from operating activities arrived after adjusting operating expenses and taxes paid during the year.

Net cash used in investing activities includes cash outflow for purchase of property, plant and equipment after adjusting sale proceeds.

Net cash inflow financing activities mainly resulted from repayment of long term loan as well as received from short term loan.

32.01 Reconciliation of Net Income with Cash Flows from Operating Activities :

Profit before Income Tax	8,814,145	31,575,131
Adjustment for items not involving movement of cash:		
Depreciation on Property, Plant and Equipment	43,172,158	47,218,881
Financial Expenses	106,021,535	101,428,673
Foreign Exchange Gain/(Loss)	14,809,974	51,823,926
	172,817,812	**232,046,611**
(Increase)/Decrease in Accounts Receivable	99,206,160	(125,074,852)
(Increase)/Decrease in Inventory	(120,509,048)	(29,795,648)
(Increase)/Decrease in Advance, Deposits & Prepayments	(14,535,619)	(15,347,646)
Increase/(Decrease) in Accounts Payable	(1,116,949)	(1,576,980)
Increase/(Decrease) in Accrued expenses	(16,907,868)	20,440,162
Increase/(Decrease) in Revaluation Reserve	-	-
Increase/(Decrease) in Goods in Transit	13,704,592	-
	(40,158,732)	**(151,354,964)**
Tax Paid to DCT against Claim for Assessment 2014-2015	-	(2,000,000)
Tax Paid to DCT against Claim for Assessment 2016-2017	-	-
Liability adjusted after the DCT Assessment 2022-2023	-	-
Liability adjusted after the DCT Assessment 2023-2024	-	-
Income Tax paid during the year	(6,236,297)	(5,069,411)
	126,422,783	**73,622,236**

		Amount in Taka	
		July 01, 2026 to September 30, 2026	July 01, 2025 to September 30, 2025
33.00	**Net Asset Value Per Share (NAVPS) :**		
	Net Asset Value	2,104,135,360	2,099,125,036
	Number of Shares	100,993,374	100,993,374
	Net Asset Value Per Share (NAVPS)	**20.83**	**20.78**

34.00 Commission, Brokerage or Discount :

No brokerage and discount against sales was paid during the year.

35.00 Payment made in Foreign Currency :

No expenses including Royalty, Technical Experts & Professional Advisory Fees and Interest etc. were incurred or paid in foreign currencies during the financial year.

36.00 Finance Lease Commitment :

As at 30-06-2027, there was no lease commitment under finance lease.

37.00 Claim not Acknowledged as debt :

There was no claim against the company acknowledged as debt as on 30 September, 2026.

38.00 Related Party Transactions :

During the year ended September 30, 2026 the Company entered into transactions with related party in the normal course of business. All these transactions took place in an arm length basis. Name of the related parties, nature of these transactions and amount thereof been set out below in accordance with the provisions of IAS 24: Related party disclosure.

38.01 Trading Transactions with Related Parties :

Name of related party	Relationship	Nature of transaction	30.09.2026	30.06.2026
SIM Fabrics Limited	Common Director	Sales	1,470,349,609	1,394,311,201
Total			**1,470,349,609**	**1,394,311,201**

- Mozaffar Hossain Spinning Mills Limited Take approval for sales of Raw Materials to SIM Fabrics Limited. At meeting of the Board of Directors held on 29 October, 2022. Ref. No-31 date 14 March 2023
- The company carried out all related party transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties.

39.00 Payment /Perquisites to Directors and Officers :

The aggregate amount paid/provided during the year in respect of "Directors" and "Officers" of the company as defined in the Securities and Exchange rules 2020 are disclosed below:

Particulars	30-09-2026	30-09-2025
Managing Director Remuneration	300,000	300,000
Directors Remuneration	300,000	600,000
Managerial Remuneration	-	-
Managerial Benefits:	-	-
Bonus	-	-
House Rent	-	-
Conveyance	-	-

(a) compensation was made to the Managing Director of the company.

(b) no amount was spent by the company for compensating any member of the Board of Directors except as stated in (35) above.

40.00 Key Management Personnel Compensation :

The Board of Directors' is directly and indirectly responsible for directing and controlling the business of the company. There is no compensation paid to the Chairman except Managing Directors and Directors. Managers and above designated personnel of the company are considered as key management personnel and compensation of that personnel is disclosed below as required by paragraph 17 of IAS 24.

Particulars	30-09-2026	30-09.2025
Salary & Allowances	638,100	638,100
Directors Remuneration	600,000	900,000
Festival Bonus	-	-
Meeting Attendence Fees	46,000	28,000
Provision for Post Employment Benefits (PF & WPPF)	-	-

Compensation includes salary, non-cash benefits and contributions to a post employment defined benefits plan.

Name of Employee	Short Term Employee Benefits	Post Employment Benefits	Other Long Term Benefits	Termination Benefits	Share-Based Payment
(CFO)	Salary Tk.1,512,420	No	No	No	No
(Company Secretary-Acting)	Salary Tk.1,040,000	No	No	No	No

41.00 Attendance Status of Board Meeting of Directors :

During the year ended 30 September, 2026 total Two Board Meetings were held. The attendance status of all the meetings is as follows:

Name of the Directors	Designation	Meeting held	Attendance
Mrs. Rahima Hossain	Chairman	2	2
Mr.Md. Mozaffar Hossain	Managing Director	2	2
Mr.A.S.M. Raisul Hasan (Shoaib)	Director	2	2
Mr. A.S.M. Rakibul Hasan	Director	2	2
Mr. Sorwar Hossain	Nominee Director	2	2
Mrs.Dr. Nazmina Chowdhury	Independent Director	2	2
Mr.Mijanur Rahman	Independent Director	2	0

42.00 Un-availed Credit Facilities :

There are no credit facilities available to the Company under any contract (other than credit available in ordinary course of business) at the Statement of Financial Position date.

43.00 Contingent Liabilities :

There is no contingent liabilities of the Company during the year.

44.00 Board Meeting Fees :

Board meeting attendance fees has been given to the Board of Directors.

Name of the Directors	Designation	Board Meeting Fees
Mrs. Rahima Hossain	Chairman	8,000
Mr.Md. Mozaffar Hossain	Managing Director	8,000
Mr.A.S.M. Raisul Hasan (Shoaib)	Director	8,000
Mr. A.S.M. Rakibul Hasan	Director	8,000
Mr. Sorwar Hossain	Nominee Director	8,000
Mr.Mijanur Rahman	Independent Director	8,000
Mr.Mijanur Rahman	Independent Director	-
Total		**48,000**

45.00 Subsequent Disclosure of Events after the Balance Sheet Date- Under IAS 10 :

i Financial Statements authorised for Issue:

The financial statements will be authorized for issue on 11th November 2026 by the Board of Directors who had the power to amend the financial statements after issue. There is no other significant event that has occurred between the Financial Position date and the date when the financial statements were authorized for issue by the Board of Directors of the company.

iii Going-concern consideration

The Company's ability to continue as a going concern depends, inter alia, on the success of its plans to regularize classified loans, to secure the additional working-capital facilities applied for, and to achieve the projected levels of sales and turnover under the business plan. The events described above, and management's assessment of them, have been considered in forming the going concern conclusion. As at the date of authorization of these financial statements, management has concluded that the use of the going concern basis is appropriate

46.00 Internal Control :

The following steps have been taken for implementation of an effective internal control procedure of the company:

a. A strong internal control and compliance division has been formed with a view to establish a well designated system of internal control;

b. Regular review of internal audit reports with a view to implement the suggestion of internal auditors in respect of internal control technique;

c. To establish an effective management system that includes planning, organizing and supervising culture in the factory as well as at head office.

47.00 Segment Reporting :

The Company is domiciled in Bangladesh. The gross revenue from export of cotton yarn is BDT 611 million (2026): BDT 702 million(2025). The Company does not have any non current assets that are located outside Bangladesh

The Company is a primarily engaged in the 100% export oriented cotton yarn manufacturing & selling mostly to fabrics manufacturer and this forms the focus of the Company's internal reporting system. While the Company has clearly differentiated brands, segmentation within a wide portfolio of brands is not part of the regular internally reported financial information to the chief operating decision maker. Therefore, it is not possible to segment the Company's results by brand without a high degree of estimation.

As there is single business and geographic segment within the company operates as such no segment reporting is felt necessary.

48.00 Financial Risk Management :

International Financial Reporting Standard (IFRS) 7- Financial instruments: Disclosures - requires disclosure of information relating to: both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information- the Company's policies for controlling risks and exposures.

The management has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies are established to identify and analyze the risks faced by the company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. This note presents information about the company's exposure to each of the following risks, the company's objectives, policies and processes for measuring and managing risk, and its management of capital. The company has exposure to the following risks from its use of financial instruments.

a) Credit Risk
b) Liquidity Risk
c) Market Risk

48.01 Credit Risk :

Credit risk is the risk of a financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from institutional and export customers etc. Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. In monitoring credit risk, debtors are grouped according to their risk profile, i.e. their legal status, financial condition, ageing profile etc. Accounts receivable are related to sale of generic pharmaceuticals products, basic chemical products, animal health products and pesticide products. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

(a) Exposure of Credit Risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

Particulars	30-09-2026	30-09-2025
Accounts Receivable	1,064,812,987	1,178,829,121
Advances, Deposits and Prepayments	288,359,760	232,906,470
Investment in FDR	126,033,592	123,797,500
Cash and Bank Balances	54,874,081	52,508,097
Total	**1,534,080,421**	**1,588,041,189**

(b) Ageing of Receivables

Particulars	30-09-2026	30-09-2025
Dues within three months	970,041,541	968,806,976
Dues above three months but within six months	510,657,401	454,355,507
Dues above six months	275,757,944	288,103,622
Total	**1,756,456,886**	**1,711,266,105**

(c) Cash and Bank balances :

Cash in hand	4,325,238	1,959,254
Cash at bank	50,548,843	50,548,843
Total	**54,874,081**	**52,508,097**

48.02 Liquidity Risk :

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity (Cash and cash equivalents) is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or jeopardizing to the company's reputation. Typically, the company ensures that it has sufficient cash and cash equivalent to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, based on time line of payment of financial obligations and accordingly arrange for sufficient liquidity/fund to make the expected payments within due dates. Moreover, the company seeks to maintain short term lines of credit with scheduled commercial banks to ensure payment of obligation in the event that there is insufficient cash to make the required payment. The requirement is determined in advance through cash flow projections and credit lines with banks are negotiated accordingly. The following are the contractual maturities of financial liabilities:

Category of Liabilities	Year	Carrying Amount Taka	Contractual Cash Flow Taka	Cash Flow Within 0-12 Months Taka
Long Term Borrowings- Current Maturity	30.06.26	131,127,390	131,127,390	-
Accounts Payable	30.06.26	8,140,127	8,140,127	-
Cash Dividend Payable	30.06.26	952,854	952,854	-
Short Term Borrowings	30.06.26	1,807,868,404	1,807,868,404	-
Provision for Tax	30.06.26	75,893,092	75,893,092	-
Accrued Expenses	30.06.26	169,407,222	169,407,222	-
Total		**2,193,389,090**	**2,193,389,090**	**-**

48.03 Market Risk :

Market risk is the risk that changes in market prices, such as foreign exchanges rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(a) Currency Risk

The company is exposed to currency risk on sales, purchase that are denominated in a currency other than the respective functional currencies of the entities, primarily the BDT Tk. but also USD. The risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to Company's operating activities with the foreign suppliers.

(i) Foreign exchange rate sensitivity analysis for foreign currency expenditures:

A strengthening or weakening of the Taka, as indicated below, against the USD at 30 September 2026 would have increased/(decreased) equity and profit or loss. This analysis is based on foreign currency exchange rate variances that the Company considered to be reasonably possible at the reporting date. The analysis assumes that all other variables, in particular interest rates, remain constant.

(b)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.

c)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.

(d) Interest Rate Risk

Interest rate risk is the risk that arises due to changes in interest rates on fixed deposit receipt (FDR) and short notice deposit (SND). The Company is not significantly exposed to fluctuation in interest rates as it has neither floating interest rate bearing financial liabilities nor has any type of derivative instrument in order to hedge interest rate risk as at the reporting date.

49.00 Disclosure as per requirement of Schedule XI, Part II of the Companies Act, 1994:

A. Disclosure as per requirement of Schedule XI, Part II, Note 5 of Para 3:

Employee position of the company as at 30 September, 2026:

Salary (Monthly)	Officer & Staff	Worker	Total Employees
	Factory & Head Office		
Below Tk. 3,000/-	-	-	-
Above Tk. 3,000/-	195	980	1,175
Total	**195**	**980**	**1,175**

The company has complied with the Minimum Wages Gazette Notification: SRO No. 39/Law/2017 dated 23 February, 2017 and there are no employees to receive below minimum wages during the reporting year.

B. Disclosure as per requirement of Schedule XI, Part II, Para 4:

Name of Directors	Designation	Salary	Festival Bonus	Total Payment
Mr.Md. Mozaffar Hossain	Managing Director	300,000	-	300,000
Mr. A.S.M. Raisul Hasan (Shoaib)	Director	300,000	-	300,000
Total		**600,000**	**-**	**600,000**

Period of payment to Directors is from 01 July, 2026 to 30 September, 2026.

The above Directors of the company did not take any benefit from the company and the follows:

a. Expenses reimbursed to the managing agent - Nil

b. Commission or other remuneration payable separately to a managing agent or his associate -Nil

c. Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into such concerns with the company-Nil

d. The money value of the contracts for the sale or purchase of goods and materials or supply of services,

enter into by the company with the managing agent or his associate during the financial year-Nil

e. Any other perquisites or benefits in cash or in kind stating-Nil

f. Other allowances and commission including guarantee commission-Nil

Pensions, etc.-

1) Pensions-Nil

2) Gratuities -Nil

3) Payment from Provident Fund -Nil

4) Compensation for loss of office-Nil

5) Consideration in connection with retirement from office-Nil

C. Disclosure as per requirement of Schedule XI, Part II, Para 7:

Details of production capacity utilization:

Particulars	License Capacity (In MT)	Installed Capacity (In MT)	Actual Production (In MT)	Capacity Utilization	Name of Product
Annual production capacity in KG	Not mentioned in License	13,300	1,954	14.69%	Yarn

Details of revenue from finished goods:

Revenue consists of Cement. The summarized quantities are as under:

Particulars	Opening Balance (In KG)	Production (In KG)	Sales (In KG)	Closing Balance (In KG)
Finished Goods	4,841,444	515,998	1,954,123	3,403,320
Total	**4,841,444**	**515,998**	**1,954,123**	**3,403,320**

D. Disclosure as per requirement of Schedule XI, Part II, Para 8:

Raw materials, spare parts, packing materials and capital machinery:

Items	Opening Balance	Total Purchase	Consumption	Closing Balance	% of Consumption of Total Purchase
Raw Material	389,192,646	473,871,227	73,251,522	789,812,351	15.46%
Packing Materials	15,905,756	4,427,326	5,761,893	14,571,189	130.14%
Spare Parts	16,574,922	2,220,902	3,055,469	15,740,355	137.58%
Work in progress	169,324,330		8,765,433	160,558,897	
Total Raw materials (In Tk.)	**590,997,654**	**480,519,455**	**90,834,317**	**980,682,792**	

Value of export and Domestic Sales :

Particulars	In foreign currencies (US$)	In BDT
Export	4,970,304	611,347,398
Total	**4,970,304**	**611,347,398**

i) The company has not incurred any expenditure in foreign currencies for the period from 01 July, 2026 to 30 September, 2026 on account of royalty, know-how, professional fees, consultancy fees and interest;

ii) The company has not earned any foreign exchanges for royalty, know-how, professional fees, consultancy fees and interest;

E. Disclosure as per requirement of Schedule XI, Part II, Para 3:

Requirements under Condition No.	Compliance status of disclosure of Schedule XI, Part II, Para 3
3(i)(a) The turnover	Complied
3 (i)(b) Commission paid to the selling agent	Not Applicable
3(i)(c) Brokerage and discount on sales, other than the usual trade discount	Not Applicable
3(i)(d)(i) The value of the raw materials consumed, giving item wise as possible	Complied
3(i)(d)(ii) The opening and closing stocks of goods produced	Complied
3(i)(e) In the case of trading companies, the purchase made and the opening and closing stocks	Complied
3(i)(f) In the case of companies rendering or supplying services, the gross income derived from services rendered or supplied	Complied
3(i)(g) Opening and closing stocks, purchases and sales and consumption of raw materials with value and quantity break-up for the company, which falls under one or more categories i.e. manufacturing and/or trading	Complied
3(i)(h) In the case of other companies, the gross income derived under different heads	Not Applicable
3(i)(i) Work-in-progress, which have been completed at the commencement and at the end of the accounting period	Complied
3(i)(j) Provision for depreciation, renewals or diminution in value of fixed assets	Complied
3(i)(k) Interest on the debenture paid or payable to the Managing Director, Managing Agent and Manager	Not Applicable
3(i)(l) Charge of income tax and other taxation on profits	Complied
3(i)(m) Revised for repayment of share capital and repayment of loans	Complied
3(i)(n)(i) Amount set aside or proposed to be set aside, to reserve, but not including provisions made to meet any specific liability, contingency or commitment, know to exist at the date as at which the balance sheet is made up	Not Applicable
3(i)(n)(ii) Amount withdrawn from above mentioned reserve	Not Applicable
3(i)(o)(i) Amount set aside to provisions made for meeting specific liabilities, contingencies of commitments	Not Applicable
3(i)(o)(ii) Amount withdrawn from above mentioned provisions, as no longer required	Not Applicable
3(i)(p) Expenditure incurred on each of the following items, separately for each item: (i) Consumption of stores and spare parts (ii) Power and Fuel (iii) Rent (iv) Repairs of Buildings (v) Repairs of Machinery (vi) (1) Salaries, wages and bonus (2) Contribution to provident and other funds (3) Workmen and staff welfare expenses to the extent not adjusted from any previous provision or reserve.	Complied

F. Disclosure of Advances, Deposits and Pre-payments of Schedule XI of the Companies Act, 1994:

The details break-up of Advances, Deposits and Pre-payments as per requirement of Schedule XI of the Companies Act, 1994 as stated below:

Particulars	30-09-2026	30-06-2026
Advances, Deposits and Pre-payments exceeding 6 months	288,359,760	219,201,878
Advances, Deposits and Pre-payments not exceeding 6 months	-	13,704,592
Other Advances, Deposits & Pre-payments less provision	Nil	Nil
Advances, Deposits and Pre-payments considered good and secured	Nil	Nil
Advances, Deposits and Pre-payments considered goods without security	288,359,760	232,906,470
Advances, Deposits and Pre-payments considered doubtful or bad	Nil	Nil
Advances, Deposits and Pre-payments due by Directors	Nil	Nil
Advances, Deposits and Pre-payments due by other officers (against salary)	-	-
Advances, Deposits and Pre-payments due from companies under same management	-	-
Maximum Advances, Deposits & Pre-payments due by Directors	Nil	Nil
Maximum Advances, Deposits & Pre-payments due by Officers at any time	Nil	Nil

These financial statements should be read in conjunction with the annexed notes and supposed to be approved by the Board of Directors on 11 November, 2026 and were signed.

Mozaffar Hossain Spinning Mills Limited
Schedule of Property, Plant & Equipment
as on 30 September, 2026

i) Tangible Assets **Annexure- A**

Sl. No	PARTICULARS	Cost				Rate of Dep(%)	Depreciation				Written down Value As on 30.09.2026
		Balance as on on 01.07.2026	Addition during the year	Adjustment/ Disposal	Total cost as on 30.09.2026		Balance as on 01.07.2026	Charged during the year	Adjustment/ Disposal	Accumulated Dep. on 30.09.2026	
		1	2	3	4(1+2-3)	5	6	7	8	9(6+7-8)	10(4-9)
01.	Land & Land Dev.	368,961,945	-	-	368,961,945	0%	-	-	-	-	368,961,945
02	Factory Building	1,453,291,970	-	-	1,453,291,970	5%	427,039,519	12,828,156	-	439,867,674	1,013,424,296
03	Plant & Machinery	2,549,605,919	-	-	2,549,605,919	10%	1,338,880,647	30,268,132	-	1,369,148,779	1,180,457,141
04	Vehicle	5,586,326	-	-	5,586,326	10%	3,961,838	40,612	-	4,002,450	1,583,876
05	Furniture & Fixture	1,728,415	-	-	1,728,415	10%	1,572,452	3,899	-	1,576,351	152,064
06	Air Condition	2,030,700	-	-	2,030,700	10%	962,128	26,714	-	988,842	1,041,858
07	Office Equipment	199,900	-	-	199,900	10%	81,861	2,951	-	84,812	115,088
08	Computer Equipment	121,500	-		121,500	10%	53,742	1,694	-	55,436	66,064
	Sub Total Taka:	**4,381,526,675**	**-**	**-**	**4,381,526,675**		**1,772,552,186**	**43,172,158**	**-**	**1,815,724,344**	**2,565,802,331**

ii) Revaluation:

Sl. No	PARTICULARS	Cost				Rate of Dep(%)	Depreciation				Written down Value As on 30.09.2026
		Balance as on on 01.07.2026	Addition during the year	Adjustment/ Disposal	Total cost as on 30.09.2026		Balance as on 01.07.2026	Charged during the year	Adjustment/ Disposal	Accumulated Dep. on 30.09.2026	
		1	2	3	4(1+2-3)	5	6	7	8	9(6+7-8)	10(4-9)
01.	Land & Land Dev.	510,760,689	-	-	510,760,689	-	-	-	-	-	510,760,689
	Sub Total Taka:	**510,760,689**	**-**	**-**	**510,760,689**		**-**	**-**	**-**	**-**	**510,760,689**
Balance As On 30 -09-2026		**4,892,287,364**	**-**	**-**	**4,892,287,364**		**1,772,552,186**	**43,172,158**	**-**	**1,815,724,344**	**3,076,563,020**

Allocation of Depreciation:	**30/09/2026**
Manufacturing Overhead	43,096,287
Administrative Overhead	75,870
	43,172,158

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

Mozaffar Hossain Spinning Mills Limited
Schedule of Accounts Receivable
As at 30 September 2026

Annexure-B

Accounts Receivable: **Amounts in Taka**

Name of Customer	Balance as at 01.07.2026	Addition during the period	Realized during the period	Closing Balance As on 30.09.2026
Acs Textile Ltd.	236,424,399	96,590,639	103,413,362	229,601,676
Mohammadi Group Ltd	10,963,260	-	-	10,963,260
S AND P BANGLA LIMITED	-	2,196,473	-	2,196,473
AL- RAYAN FASHION LTD	-	1,124,835		1,124,835
M/S HEAVEN TEXTILE MILLS	-	1,783,562		1,783,562
M/S: MARS CLASSIC WEAR LTD	-	4,673,754		4,673,754
SAFIA APPARELS LTD.	-	4,999,950	-	4,999,950
Adury apparels Ltd.	68,752,063	-	51,532,200	17,219,863
Amtranet Limited	815,182	-	815,182	-
SHUVO FASHION KNITWEAR LTD.	-	13,543,905		13,543,905
Sub-total	**316,954,904**	**124,913,117**	**155,760,744**	**286,107,277**

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:

Name of Customer	Balance as at 01.07.2026	Addition during the period	Realized during the period	Closing Balance As on 30.09.2026
SIM Fabrics Limited	1,394,311,201	478,434,280	402,395,872	1,470,349,609
Sub-total	**1,394,311,201**	**478,434,280**	**402,395,872**	**1,470,349,609**
Total as on 30.06.2026	**1,711,266,105**	**603,347,398**	**558,156,616**	**1,756,456,886**

Mozaffar Hossain Spinning Mills Limited
Schedule of Trade Creditors
As at 30 September 2026

Annexure-C

Bills Payable: **Amounts in Taka**

Name of Supplier/Service Provider	Balance as at 01.07.2026	Payment during the Period	Bill during the Period	Closing Balance As on 30.09.2026
Always On Network Bangladesh	47,362	25,500	25,500	47,362
Amsler Textile Effect Systems	99,200	-	-	99,200
Ashik & Brother	133,900	-	-	133,900
Automation Engineering & Controls Ltd	-	-	-	-
Bangladesh Association Of Public Listed Co	-	-	-	-
Bangla Trac Limited	170,225	19,467	-	150,758
Bengal Development Corporation	4,443	-	-	4,443
Beximco Online	6,900	-	6,900	13,800
Central Depository Bangladesh Service Ltd	318,000	-	-	318,000
Chittagong Stock Exchange Ltd	501,987	-	-	501,987
Dhaka Stock Exchange Ltd	2,964,233	-	-	2,964,233
Forman Enterprise	19,000	-	121,465	140,465
Galaxy Corporation	15,000	10,250	-	4,750
Global Insurance Ltd.	-	-	-	-
Homeland Engineerings Construction	270,639	123,658	-	146,981
Jamuna Engineering	-	-	-	-
Mahin Enterprise & Packaging	66,118	-	-	66,118
Minarva Engineering Works	108,978	200,000	266,806	175,784
Monir Steel House	-	-	-	-
Mh Rubber & Plastic Machineries Ltd.	119,252	-	-	119,252
Ms Enterprise	14,049	221,462	265,489	58,076
Maa Enterprise& Packaging	420,731	1,054,654	636,548	2,625
Mustakim Enterprise	15,540	1,205,135	1,286,170	96,575
Ma Engineering Work	65,490	-	123,658	189,148
Orient Plastic & Packing Ind. Ltd	30,000	-	-	30,000
Peoples Insurance Company Ltd.	324,818	79,204	-	245,614
Power Breeze Engineering Ltd	1,460,000		-	1,460,000
Puspo Industrial Electronic Solution	57,500	-	-	57,500
Sharp Electronics	5,000	-	-	5,000
Textile Associates Ltd	76,500	-	-	76,500
S.R Shipping Agency	1,116,693	770,806	36,548	382,435
Suntech Hvac	61,500	-	-	61,500
Sonar Bangla Insurance	126,017	-	-	126,017
Raju. Engineering & Service Centre	-	-	-	-
Riya Enterprise	152,825		-	152,825
Fahim Transport Agency	143,500	-	-	143,500
Uttara Paper	5,706	-	-	5,706
One Inspection & Testing Services(Bd) Ltd	151,741	326,589	190,443	15,595
Union Insurance Co. Ltd.	70,929	-	-	70,929
Shehab Trader	49,750	-	-	49,750
Star Engineering	23,800	-	-	23,800
Total	**9,217,325**	**4,036,725**	**2,959,527**	**8,140,127**