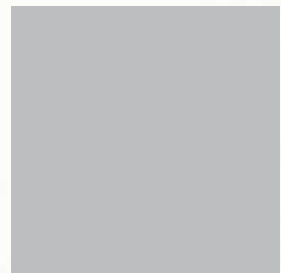


ANNUAL *Report*

2015



MOZAFFAR HOSSAIN SPINNING MILLS LTD.

CONTENTS



Letter of Transmittal	02
Notice of the 10th Annual General Meeting	03
Corporate Directory	04
Five Years' Financial Summery	06
The Company	07
Certificate of Membership	08
Factory Highlights	09
Photographs of 9th AGM, 2014	10
The Board of Directors	11
Chairman's Statement	14
Directors' Report	15
CEO & CFO's Declaration to the Board of Directors	20
Audit Committee Report	21
Corporate Governance Compliance Report	22
Auditors' Report to the Shareholders	29
Statement of Financial Position	30
Statement of Profit or Loss & Other Comprehensive Income	31
Statement of Changes in Equity	32
Statement of Cash Flows	33
Notes to the Financial Statements	34
Proxy Form & Attendance Slip	55

Transmittal Letter

To
All Share Holders,
Bangladesh Securities and Exchanges Commission,
Registrar of Joint Stock Companies & Firms,
Dhaka Stock Exchange Limited,
Chittagong Stock Exchange Limited.

Subject: Annual Report for the year ended June 30, 2015.

Dear Sir (s),

Enclosed please find a copy of Annual Report together with the Audited Financial Statements including Statement of Financial Position, Statement of Profit or Loss & Other Comprehensive Income, Statement of Cash Flow and Statement of Changes in Equity for the year ended June 30, 2015 along with notes to thereon of Mozaffar Hossain Spinning Mills Limited for your kind information and records.

Thank you

Sincerely yours,



(Md. Shahazul Islam ACA)
Company secretary





Mozaffar Hossain Spinning Mills Limited

House # 315, Road # 04, DOHS, Baridhara, Dhaka-1206

Notice of the 10th Annual General Meeting

Notice is hereby given that the 10th Annual General Meeting (AGM) of the shareholders of **Mozaffar Hossain Spinning Mills Limited** will be held on **Sunday, December 20, 2015** at 10.30 a.m. at the DOHS Baridhara Convention Center, Baridhara DOHS Parishad, DOHS Baridhara, Dhaka Cantonment, Dhaka-1206 to transact the following business.

Agenda

1. To receive, consider and adopt the Audited Financial Statements for the year ended June 30, 2015 along with report of the Auditors and Directors.
2. To approve the dividend for the year ended June 30, 2015 as recommended by the Board of Directors.
3. To re-appoint the Directors (Mrs. Rahima Hossain & Mr. Raisul Hasan) of the Company.
4. To appoint Auditors of the Company and fixation of their remuneration for the year ended June 30, 2016.

By order of the Board

Md. Shahazul Islam ACA

Company Secretary

Dated: October 29, 2015

Notes:

1. The Record Date is November 22, 2015.
2. The shareholders whose name will appear in the Share Register of the Company and in the Depository Register on the date will be eligible to attend the 10th Annual General Meeting (AGM) and qualify for the dividend to be declared at the AGM.
3. A Shareholder eligible to attend and vote at the Annual General Meeting (AGM) or may appointed a proxy to attend and vote in his/her place by filling proxy Form. The proxy form must be affixed with a revenue stamp of Tk. 20/= and submitted to the Head Office of the Company not later than 48 hours before the day of the Annual General Meeting (AGM).
4. Members are requested to notify change of address, if any, through their respective Depository Participants before the Record Date.
5. Shareholders attendance counter will open at 9.00 a.m. and to be continued till 10.30 a.m.

বিঃ দ্রঃ সম্মানিত শেয়ার হোল্ডারবৃন্দের অবগতির জন্য জানানো যাচ্ছে যে, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন এর সার্কুলার নংঃ এসইসি/সিএমআর আরসিডি/২০০৯-১৯৩/১৫৪ তারিখ- অক্টোবর ২৪, ২০১৩ অনুযায়ী আসন্ন ১০ম বার্ষিক সাধারণ সভায় (এজিএম) কোন প্রকার উপহার বা আপ্যায়নের ব্যবস্থা নেই।



Corporate Directory

Board of Directors

Mrs. Rahima Hossain	: Chairman
Md. Mozaffar Hossain	: Managing Director
Raisul Hasan	: Director
ASM Rakibul Hasan	: Nominee Director
Mr. Sanwar Hossain	: Nominee Director
Md. Alamgir Akando Mintu	: Independent Director
Md. Kamrul Hossain	: Independent Director

Audit Committee

Md. Alamgir Akando Mintu	: Chairman
Raisul Hasan	: Director
ASM Rakibul Hasan	: Nominee Director
Md. Shahazul Islam ACA	: Secretary

Company Secretary

Md. Shahazul Islam ACA

Mozaffar Hossain Spinning Mills Limited

Chief Financial Officer	: Shahin Ahmed
Head of Internal Audit	: Md. Atiqur Rahman Bhuiyan ACMA
Auditor	: AHMED ZAKER & CO. Chartered Accountants 45, Shaheed Syed Nazrul Islam Sarani Saiham Sky View Tower (2nd Floor), Bijoy Nagar Dhaka-1000
Banker	: Islami Bank Bangladesh Limited Mouchak Branch Hosaf Twin Tower (Ground floor) New Circular Road, Malibag, Dhaka-1217
Corporate Governance Auditor	: Mazumdar Sikder & Associates 45, Shaheed Syed Nazrul Islam Sarani Saiham Sky View Tower (9th Floor), Bijoy Nagar Dhaka-1000
Insurer	: Progressive Life Insurance Company Ltd. National Scout Bhaban (4th, 5th, 6th, 7th & 8th Floor) 70/1 Inner Circular Road, Kakrail Dhaka, Bangladesh-1000
Registered Office	: House # 315, Road # 04, DOHS, Baridhara, Dhaka-1206 Phone: +88-02-8415961-3, Fax: +88-02-8415964 E-mail: info@simgroup-bd.com, Web: www.simgroup-bd.com
Factory	: Thakurbari Teac, Masumabad Bhulta, Rupgonj, Narayanganj





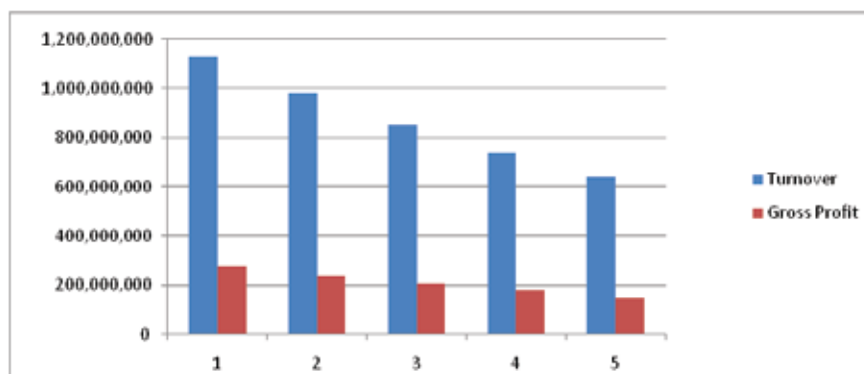
Years' Financial Summary

Amount in Taka

Operational Result	30-Jun-15	30-Jun-14	30-Jun-13	30-Jun-12	30-Jun-11
Turnover	1,134,470,479	982,322,640	850,511,230	738,494,616	638,921,387
Gross Profit	278,256,200	240,619,016	208,006,078	180,416,586	150,626,709
Profit from Operation	266,978,805	234,933,119	198,029,370	170,931,993	143,134,747
Net Profit before tax	206,954,101	156,860,163	79,452,511	74,434,089	66,187,819
Net Profit after Tax	175,948,274	132,898,391	72,464,245	67,617,913	62,878,428
Net Cash Flow From Operation	195,321,643	111,497,477	121,371,674	257,559,605	(14,945,463)

Financial Position	30-Jun-15	30-Jun-14	30-Jun-13	30-Jun-12	30-Jun-11
Fixed Assets	706,073,249	634,782,553	656,635,086	694,018,230	482,095,676
Current Assets	927,335,956	817,109,165	686,468,796	488,794,755	563,457,984
Shareholder's Equity	1,314,725,862	1,138,777,588	730,580,375	658,598,098	355,960,049
Long Term Liability	62,442,502	14,639,268	222,756,021	224,722,298	252,603,952

Key Financial Ratio	30-Jun-15	30-Jun-14	30-Jun-13	30-Jun-12	30-Jun-11
Current Ratio	3.54	2.74	1.76	1.66	1.29
Quick Ratio	2.30	1.71	1.05	0.95	0.88
Debt to Equity Ratio	0.05	0.01	0.31	0.34	1.74
Net Income Ratio (%)	15.51	13.53	8.46	9.16	9.84
Return on Equity (%)	13.38	11.67	9.86	10.27	6.90
Earning Per Share	2.25	1.70	2.07	2.78	6.30





Mozaffar Hossain Spinning Mills Limited (here in 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 Limited Company 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. 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 Teac, Masumabad, Bhulta, Rupgong, Narayangonj.

Mozaffar Hossain Spinning Mills Limited runs the business of 100% export oriented woven fabrics cotton yarn. The company’s production facility is equipped with machineries of Germany. The company aims to provide high quality woven fabrics cotton yarn.

Our Vision

1. We aspire to maintain our leadership position in the Textile Industry by producing the best quality various counts of yarns and becoming a reliable business partner of our buyer and suppliers.
2. Protect the interest of our shareholder through sustainable growth and value creation.
3. Preserve the Trust of all our Stakeholders by adopting ethical business practices.
4. Support the society through corporate social responsibility initiative.

Our Mission

1. MHSML will remain an acknowledged leader in providing high quality products & services, to its customers.
2. MHSML will continue to provide superior quality of fabrics.

Our Customers see us as

1. Provider of state of the art product.
2. Focus on their specific needs.
3. Valuable contributors to their Organizations.

Our Employees

1. The reason for us being in business.
2. Provide cutting edge, solutions to our customers.
3. Acquire skills in anticipation of future needs.

Our Company Leadership Believes

The Global Textile Market provides a continuous challenge for every stage of manufacturing. The MHSML diversified interests include product line catering different market segments.

Certificate of Membership



বাংলাদেশ প্রসেসিং অ্যান্ড পাবলিকলি লিস্টেড কোম্পানীজ
BANGLADESH ASSOCIATION OF PUBLICLY LISTED COMPANIES
Block # 8, Road # 1, House # 17 (8th Floor), Unit-A, Niketan Eastern Housing Complex, Gulshan-1, Dhaka-1212
Phone : 8824926 Fax : 9887245. E-mail : baplc@dhaka.net

Ref: CM-BAPLC/2015-234

5th November 2015

TO WHOM IT MAY CONCERN

Certificate of Membership

This is to certify that MOZAFFAR HOSSAIN SPINNING MILLS LIMITED is an Ordinary Member of Bangladesh Association of Publicly Listed Companies (BAPLC).

This Certificate remains current until 31st December 2015.

A handwritten signature in black ink, appearing to be 'K. M. Abdul Hai', is written over a light blue circular stamp.

K. M. Abdul Hai
Secretary-General



Factory Highlights



Photographs of 9th AGM, 2014



The Board of Directors



Mrs. Rahima Hossain
Chairman

Mrs. Rahima Hossain wife of Al-Haj Md. Mozaffar Hossain is the Chairman of Mozaffar Hossain Spinning Mills Limited. Her father name is Mr. Abdur Rahman and mother name is Mrs. Saleha Khatun. She was born in Jamalpur, Bangladesh on 01-Apr-1960. She is related with SIM Fabrics Limited, SIM Apparels Limited and Authentic Color Limited as Chairman. She has travelled Malaysia, Saudi Arabia etc. She is engaged in various social activities like school, college, madrasa and mosque. She is the president of Rahima Mozaffar Girls School & College.



Md. Mozaffar Hossain
Managing Director

Md. Mozaffar Hossain is the Founder of 'SIM GROUP' and Managing Director of Mozaffar Hossain Spinning Mills Limited. His father name is Late Saim Uddin and mother name is Mossammat Matabjan Begum. He was born in Jamalpur, Bangladesh on 01-Jan-1957. He has passed B.Sc. in Textile Technology. He has long around 31 year's business experience and started his own business in 1996 later on established woven fabrics weaving mill in 2001. During his successful career he implemented the following business enterprises: Authentic Color Limited, SIM Fabrics Limited, Mozaffar Hossain Spinning Mills Limited and SIM Apparels Limited. He has travelled UK, Switzerland, Germany, France, China, Korea, Pakistan, India, Malaysia, Saudi Arabia almost around the Globe. He is also engaged in various social activities like school, college, madrasa and mosque. He is the Ex- President of Textile Engineer Association, Ex- Director of BTMA, President of Bangubandhu Textile Engineering Association, Vice President of Jamalpur Zilla Somity, Ex- Vice President of International Lion Club (Red Sun 315 B-3), Member of IEB, Baridhara Society, Greater Mymansingh Somity and Assistant Secretary of Bangladesh Awamileagqe.

Mozaffar Hossain Spinning Mills Limited



Raisul Hasan

Director

Raisul Hasan is serving as Director of Mozaffar Hossain Spinning Mills Limited from the very beginning of his career. His father name is Al-Haj Md. Mozaaffar Hossain and mother name is Mrs. Rahima Hossain. He was born in Dhaka, Bangladesh on 06-May-1989. He is a Graduate from NSU; Bangladesh. He is a dynamic business personality. His acumen in business and flexible manner in terms of public relations made him a role model in developing the culture of the organization.



A.S.M. Rakibul Hasan

Nominee Director

A.S.M. Rakibul Hasan is the Nominee Director by SIM Fabrics Limited in Mozaffar Hossain Spinning Mills Limited. His father name is Al-Haj Md. Mozaaffar Hossain and mother name is Mrs. Rahima Hossain. He was born in Jamalpur, Bangladesh on 31-Jan-1979. He has passed MBA from NSU and taking care of Mozaffar Hossain Spinning Mills Limited from the very beginning of his career.



Mr. Md. Sanwar Hossain

Nominee Director

Mr. Md. Sanwar Hossain is the Nominee Director by SIM Fabrics Limited in Mozaffar Hossain Spinning Mills Limited born on December 31, 1975 in Bangladesh. He is a commerce graduate and taking care of Mozaffar Hossain Spinning Mills Limited from the very beginning of his career.



Mr. Md. Kamrul Hossain
Independent Director

Mr. Md. Kamrul Hossain is the Independent Director of Mozaffar Hossain Spinning Mills Limited. He has completed Bsc. in Textile Technology from College of Textile Technology, Dhaka University. He has participated in various seminars, conferences in Bangladesh as a business leader. He has long around 30 year's business experience in the field of business development. He was the

1. Production Officer (Responsible for Production and Maintenance) at Bangladesh Textile Mills Corporation for the period of 1985-1993.
2. Manager (Responsible for Production and Quality) at Mother Textiles Ltd for the period of 1993-1997.
3. Senior DGM (Responsible for Total Mill Management, its Production and Quality) at Fuad Spinning Mills Ltd for the period of 1997-2005.
4. General Manager (Planning, Procurement and Implementation of Project, Assessment of Existing Projects Production Capacity & Achievements, Innovation of New Products) at Jamuna Group for the period of 2005-present.



Md. Alamgir Akando Mintu
Independent Director

Mr. Md. Alamgir Akando Mintu is the Independent Director of Mozaffar Hossain Spinning Mills Limited. He has completed Masters in Management from Dhaka University. As a business leader he has participated in various seminars, conferences in Bangladesh. He has long around 16 year's business experience in the field of business development. He was the

1. Director of Akunda & Trading for the period of 1998-2007.
2. Director of MB Trading for the period of 2007-2013.

Chairman's Statement

Distinguished Shareholders

On behalf of the Board of Directors, I welcome you all and take immense pleasure and delight in addressing the 10th Annual General Meeting of the company. I also want to thank you the honourable shareholders for joining us to make the event successful.

With pleasure I present the Report of the Board of Directors, the Audited Statements of Financial Position, Statement of Profit or Loss & Other Comprehensive Income and other Financial Statements of the company for the year 2015. It gives me immense pleasure that we get the opportunity to meet with all of you, discuss on the performance of the concerned year of the company and sharing the views of each others, I assumed that to the changed situation more obligations has been created on us on behalf of the valued shareholder in respect of last AGM and to offer them assurance of our sincerity in maintaining operational results up to their expectations at present as well as in future.

As we discuss the financial year in review the western world mainly EU and USA is yet to overcome the financial recession, the world economy is also struggling hard to rehabilitate and revive financially. As a part of our revenue is generated from Exporting of yarn, it is due to these factors we faced difficulties in marketing our product on regular basis. Domestically the incessant weather, political instability created hindrance in our business. In spite of various limitations and hindrances as well as political unrest, the company had its successful year in 2015. This could not be possible without your continuous support conscious suggestion, Boards prudent strategic decision and management's successful execution for the same with passion and zeal. Kudos to all of you.

I on behalf of the Board would like to express my sincere thanks to the respected shareholders for the confidence respond on the Board of the company throughout the year. I am also grateful to the Bangladesh Securities and Exchange Commission, Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited, Registrar of Joint Stock Companies & Firms, Central Depository Bangladesh Limited, Banks and Financial Institutions for their support and patronage extended to the company from time to time.

I embrace your support and seek your co-operation by all means for a brighter future for all.

Thanking you,

Regards,



Mrs. Rahima Hossain
Chairman

Directors' Report

Dear Shareholders,

Assalamualaikum,

On behalf of the Board of Directors and on my own behalf I welcome you all to 10th Annual General Meeting. The Board of Directors is pleased to take the opportunity to present you the Audited Financial Statements of the Company for the FY 2014-2015, Auditors' Report and the Directors' Report thereon along with Company's performance and other matters in terms of Companies ACT 1994, the guideline issued by Bangladesh Securities and Exchanges Commission and Bangladesh Accounting Standards.

BACKGROUND

Mozaffar Hossain Spinning Mills Limited (here in 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 Limited Company 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. The Authorized capital of the company is Tk. 3,000,000,000 (Three Hundred Crore only) and paid up capital 780,937,500 (Seventy Eight Crore Ninety Three Lac Seven Thousand Five Hundred only). The company was listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited in the month of January 2014.

REVENUE

As you are aware that the company is a manufacturer of 100% export oriented woven fabrics cotton yarns, the sale proceeds from yarn stood at 113.44 crores. During the last financial years the textile sector went through the toughest time in recent era both domestically and internationally with the ongoing world recession still continuing and incessant political instability hindering our regular business affairs. Yet the efficient and prudent management of process control has enabled the company to avoid financial catastrophe and earn substantial profit instead.

FINANCIAL RESULT AND APPROPRIATION OF PROFIT

Particulars	2015	2014
Net Profit after Tax	175,948,274	132,898,391
Less: Adjustment of short tax provision	-	(298,822)
Less: Tax holiday reserves	-	4,508,053
Add: Previous year's surplus	-	182,178,371
Profit available for appreciation	154,680,031	310,867,531
Recommended for appropriations (stock dividend @ 15% last year 25%)	117,140,625	156,187,500
Recommended for appropriations (cash dividend @ 5% last year 00%)	23,581,719	-
Un- appropriated profit carried forward	189,905,961	154,680,031

Segment-wise or product wise performance

Company operates in single product segment

Industry outlook and possible future developments in the industry

The company works as a Primary Textile Sector (PTS) for the Export Oriented Garments Industries. Mozaffar Hossain Spinning Mills Limited produces the 100% export oriented woven fabrics cotton yarn and delivers to the Garments Industries. The company has been operated in the market for long with reputation and commitment. Having long experience in yarn marketing we are confident of this value added yarn and believe that we can hold our reputation as a quality yarn supplier.

Mozaffar Hossain Spinning Mills Limited

With the inception of the company has become one of the very few spinning mills in Bangladesh where the garments manufacturer can really rely for various types of yarns. We believe this will add great value to the company in the coming days.

Risk and concerns

Mozaffar Hossain Spinning Mills Limited being a yarn manufacturer and catering as the backward linkage industry its risk is always associated with the global supply and demand chain. Any economic downturn in the western world has a direct impact on the business. With the demand increasing from the emerging countries of Bangladesh has become a market which is very vibrant and growing every day.

Moreover, risks and concern of the industry solely depends on the upcoming Government policy as well. However, garments being the major foreign currency earner have always enjoyed special consideration from all the successive Governments and expectation is that it will continue in the future.

A discussion on cost of goods sold, gross margin and net profit margin

Profit from Operation	2015		2014	
Cost of Goods Sold	856,214,279	75.47%	741,703,624	(75.51%)
Gross margin	278,256,200	24.53%	240,619,016	(24.49%)
Net margin for the year	175,948,274	15.51%	132,898,391	(13.53%)

Discussion on continuity of extra-ordinary gain or loss

There is extra-ordinary gain during the financial year from IPO process.

Related party transactions

The company has transactions with its mother company which have been disclosed in related party transaction in page no.49 of the annual report.

Significant variance of financial statements

There is no significant variance in the financial statements during the year ended on 30th June 2015.

Compliance of Notification No BSEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012.

1.1 Board Size:

The number of members of the Board of Directors stands at 07 (including Two Independent Directors) which is within the limits given by BSEC.

1.2 Independent Directors

1.2.1 Md. Kamrul Hossain

In term of the provision under the sub clause the Boards of Directors has appointed Mr. Md. Kamrul Hossain as Independent Director of the company for the period of three years. He has completed Bsc. in Textile Technology, from College of Textile Technology, Dhaka University. He has participated in various seminars, conferences in Bangladesh as a business leader. He has long around 30 year's business experience in the field of business development. He was the

1. Production Officer (Responsible for Production and Maintenance) at Bangladesh Textile Mills Corporation for the period of 1985-1993.
2. Manager (Responsible for Production and Quality) at Mother Textiles Ltd for the period of 1993-1997.
3. Senior DGM (Responsible for Total Mill Management, its Production and Quality) at Fuad Spinning Mills Ltd for the period of 1997-2005.
4. General Manager (Planning, Procurement and Implementation of Project, Assessment of Existing Projects Production Capacity & Achievements, Innovation of New Products) at Jamuna Group for the period of 2005-present.

1.2.2 Md. Alamgir Akando Mintu

In term of the provision under the sub clause the Boards of Directors has appointed Mr. Md. Alamgir Akando Mintu as Independent Director of the company for the period of three years. He has completed Masters in Management from Dhaka University. As a business leader he has participated in various seminars, conferences in Bangladesh. He has long around 16 year's business experience in the field of business development. He was the

1. Director of Akunda & Trading for the period of 1998-2007.
2. Director of MB Trading for the period of 2007-2013.

2.0 Company Secretary, Chief Financial Officer, Head of Internal Audit

As per corporate governance of BSEC, the company has allocated the responsibilities as follows:

Company Secretary	: Md. Shahazul Islam ACA
Chief Financial Officer	: Shahin Ahmed
Head of Internal Audit	: Md. Atiqur Rahman Bhuiyan ACMA

3.0 Audit Committee

The Audit Committee, as a sub committee of the Board of Director has been constituted with the Independence Director as Chairman and two other Directors. The company Secretary acts as Secretary to the Audit Committee. This committee assists the Board in ensuring that the financial statements reflect true and fair view of the state of affairs of the company. Audit committee is responsible to the Board of Directors and its roles and responsibilities are clearly set forth. The role of the Audit Committee has been started in the annual audit committee report.

4.0 External Statutory Auditors

The BSEC guidelines are being strictly followed in engaging statutory Auditors.

5.0 Subsidiary Company

The company has no subsidiary company.

6.0 Duties of CEO & CFO

The provision of BSEC regulations has been complied.

7.0 Reporting and Compliance of Corporate Governance

Requirement of the above are being complied with and is shown as annexure-I

Directors' Appointment and Re-Appointment

With regard to the appointment, retirement and re appointment of directors, the company is governed by its Articles of Association, the Companies Act. 1994 and other related legislations. Accordingly, the following Directors of the Board will retire at the annual general meeting:

1. Raisul Hasan
2. Mrs. Rahima Hossain

They are however eligible for re-appointment.

Share holding of Directors

The share holding of directors at the end of 30th June 2015 is shown as Annexure-II of this report. Directors involved in other companies are shown as Annexure-III.

Board Meeting and Attendance

During the year 11 (Eleven) Board Meetings were held. The attendance record of the directors is as given below

Mozaffar Hossain Spinning Mills Limited

Name of Directors	Attendance
Mrs. Rahima Hossain	11
Md. Mozaffar Hossain	11
Raisul Hasan	11
ASM Rakibul Hasan	11
Md. Sanwar Hossain	11
Md. Kamrul Hossain	09
Md. Alamgir Akando Mintu	10

Director's remuneration

Director's remuneration is shown in the page no. 47 of the notes to the Financial Statements.

Directors Responsibilities for the Financial Statements

In accordance with the Bangladesh Securities and Exchange Commission Notification No. BSEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 the Directors are pleased to confirm the following:

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

- Proper books and accounts of the company have been maintained.
- Appropriate accounting policies have been applied consistently in preparation of the financial statements and the accounting estimates are based on reason able and prudent judgment.
- The International Financial Reporting standards, as applicable in Bangladesh, have been followed in the preparation of the financial statements.
- The systems of internal control are sound and have been implemented and monitored effectively.
- The key operating and financial data for the last five years are shown on page 6.
- The pattern of shareholding is provided in Annexure-II of the annual report.

Contribution to National Exchequer

During the year the company has contributed Tk. 0.90 crore to the National exchequer as Income tax.

Internal Control

The Board has ultimate responsibilities to establish the effective system of internal control. To ensure internal control regarding risk management, financial control and compliance legislation, the company already has a strong internal audit department to ensure internal control and compliance in place.

Going Concern

While approving the financial statements, the directors have made appropriate enquiries and analyzed the significant financial, operating as well as other indicators for enabling them to understand the ability of the company to continue its operation for a foreseeable period. Directors are convinced and have a reasonable expectation that the company has adequate resource to continue its operation consistently for the foreseeable future. Therefore the company adopted the going concern basis in preparing the financial statements.

External/Statutory Auditors

The company did not engage its external/statutory auditors to perform the following services of the company;

- Appraisal or valuation services or fairness opinions.
- Financial information systems design and implementation.
- Book keeping or other services related to the accounting records or financial statement.

- iv. Broker-dealer services.
- v. Actuarial services.
- vi. Internal audit services.

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

Dividend

The Board of Directors has recommended 5% cash dividend to the general public shareholders other than Sponsors/Directors shareholders & 15% stock dividend to the all shareholders for the year ended June 30, 2015 (subject to the approval in the forthcoming AGM) whose names will appear in the share register of the company and/or depository register of CDBL as on record date i.e. 22nd November, 2015.

Corporate Social Responsibilities

As per CSR of the company made cash donations to Mosques, Universities. It always distributes clothes for winter to the workers. The company distributed relief to the flood victims.

Acknowledgment

I take this opportunity, on behalf of the Board of Directors, to express my heartfelt gratitude to all of our valued clients, shareholders and well wishers home and abroad for their wholehearted co-operation and active support in discharging the responsibilities reposed on me and the Board during the year under review.

I also thank Registrar of Joint Stock Companies (RJSC), Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange (DSE), Chittagong Stock Exchange (CSE), Government and Private sector Organization and many others for their sincere support and whole hearted co-operation to our company.

I, on behalf of the Board, also put on record my deep appreciation for the services and loyalty of the executives, officers and employees of the company at all levels without which we could not have achieved this result.

Thanks are also due to all directors, all executives, officers, staff and workers of the company for their excellent, sincere, dedicated efforts in achieving company's target during the year under review.

To ensure financial security we always welcome your suggestions and opinion to improve present and future services of the company.

I now appeal to the magnanimity of valued shareholders to kindly accept and approve the Auditors' Report, Annual Audited Accounts 2014-2015 and Directors' Report placed before you.

Thanking you,

On behalf of the Board of Directors,



Mrs. Rahima Hossain
Chairman

CEO & CFO's Declaration to the Board of Directors

The Board of Directors
Mozaffar Hossain Spinning Mills Limited
House # 315, Road # 04, DOHS
Baridhara, Dhaka-1206

Subject: CEO & CFO's Declaration to the Board of Directors.

Dear Sir,

In compliance with the condition no.6 imposed by Bangladesh Securities and Exchange Commission's notification no. BSEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities & Exchange Ordinance 1969, we do hereby certify to the Board of Directors that:

- (i) We have reviewed the financial statements for the year ended on June 30, 2015 and that to the best of our knowledge and belief;
 - (a) These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;
 - (b) These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;
- (ii) There are, to the best of knowledge and belief, no transaction entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.

Sincerely yours,



(Md. Mozaffar Hossain)
Managing Director



(Shahin Ahmed)
Chief Financial Officer (CFO)

Audit Committee Report

Mozaffar Hossain Spinning Mills Limited established an audit committee as a sub-committee of the Board of Directors. The committee supports the Board in fulfilling its oversight responsibilities. The audit committee of Mozaffar Hossain Spinning Mills Limited of the following Board members:

Md. Alamgir Akando Mintu (Independent Director)	: Chairman
Raisul Hasan (Director)	: Member
ASM Rakibul Hasan (Nominee Director)	: Member
Md. Shahazul Islam ACA	: Member

Terms of Reference

The terms of reference of the committee has been agreed upon as follows:

1. To review all internal and external audit report.
2. To recommend the statutory annual audited financial statements to the Board of Directors for approval.
3. To review the finding of the internal and external auditors.
4. To review and approve the Annual "Audit Plant" of the Internal Audit Department.
5. To monitor the implementation of the recommendations of the Internal and External auditors.
6. To review the performance of the external auditors and make recommendations to the Board regarding their appointment and fees.
7. To review the quarterly, half yearly and annual financial statements before submission to the Board, focusing particularly on.
8. To review the company's statement on internal control systems prior to endorsement by the Board.
9. The company secretary shall be the secretary of the audit committee.

Activities

1. The financial statements of the first quarter, half year, third quarter and the full year were reviewed by the committee and subsequently recommended to the Board for consideration and approval.
2. The committee also reviewed the work of the internal audit department and made suggestions for improvement.
3. The committee recognized the observation of the internal audit department regarding internal control and suggestions made to improve operational systems and procedures and their implementation.

Recommendation

The audit committee recommended to the Board of Directors that:

1. The Financial Statements for the year ended 30 June, 2015 may be approved.
2. Ahmed Zaker & Company, Chartered Accountants be appointed as the auditor of the company for the year ended June 30, 2016 at existing fees including VAT and TAX subject to the approval of the members at the 10th Annual General Meeting of the company.

On behalf of the Audit Committee



(Md. Alamgir Akando Mintu)
Chairman of the Audit Committee



MAZUMDAR SIKDER AND ASSOCIATES

Cost & Management Accountants

CERTIFICATE ON CORPORATE GOVERNANCE COMPLIANCE OF Mozaffar Hossain Spinning Mills Limited

We have examined the compliance to the BSEC guidelines on Corporate Governance by Mozaffar Hossain Spinning Mills Limited for the year ended 30 June 2015. These guidelines relate to the Notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012 of Bangladesh Securities and Exchange Commission (BSEC) on Corporate Governance.

Such compliance to the codes of Corporate Governance is the responsibility of the company. Our examination was limited to the procedures and implementation thereof as adopted by the management in ensuring compliance to the conditions of Corporate Governance.

In our opinion and to the best of our information and according to the explanations provided to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned guidelines issued by BSEC.

Place-Dhaka.
Date- November 15, 2015

Mazumdar Sikder and Associates
Cost & Management Accountants

105/A (3rd Floor), Kakrail, Dhaka-1000, Phone : 02-8300376, Fax : 02-8300375

Annexure-I

Compliance Report to BSEC's Notification.

Status of compliance with the conditions imposed by the Commission's Notification No BSEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012:

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.	Board of Directors:			
1.1	Board's Size: The number of the board members shall not be less than 5(Five) and more than 20 (Twenty)	✓		
1.2	Independent Directors:			
1.2(i)	One fifth(1/5) of the total number of directors	✓		
1.2(ii) a)	Does not hold any share or holds less than 1% shares of the total paid-up shares.	✓		
1.2(ii) b)	Not connected with any Sponsor/ Director/ Shareholder who hold 1% or more shares of the total paid -up shares on the basis of family relationship	✓		
1.2.(ii) c)	Does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies.	✓		
1.2(ii) d)	Not a member, director or officer of any stock exchange.	✓		
1.2 (ii) e)	Not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market.	✓		
1.2(ii) f)	Not a partner or an executive or was not a partner or an executive during the preceding 3(three) years Of any statutory audit firm.	✓		
1.2(ii) g)	Not be an independent director in more than 3 (three) listed companies.	✓		
1.2(ii) h)	Not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a NBFI.	✓		
1.2(ii) i)	Not been convicted for a criminal offence involving moral turpitude.	✓		
1.2(iii)	Nominated by the board of directors and approved by the shareholders in the AGM.	✓		
1.2(iv)	Not remain vacant for more than 90 (ninety) days	✓		
1.2(v)	Board shall lay down a code of conduct of all Board members and annual compliance of the code to be Recorded.	✓		
1.2(vi)	Tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	✓		

Mozaffar Hossain Spinning Mills Limited

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.3	Qualification of Independent Director (ID):			
1.3(i)	Knowledge of Independent Directors.	✓		
1.3(ii)	Background of Independent Directors.	✓		
1.3(iii)	Special cases for qualifications.			N/A
1.4	Individual Chairman of the Board and CEO.	✓		
1.5	The Directors’ Report to Shareholders:			
1.5(i)	Industry outlook and possible future developments in the industry.	✓		
1.5(ii)	Segment-wise or product-wise performance.			Company operates in single product segmet.
1.5(iii)	Risks and concerns.	✓		
1.5(iv)	Discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	✓		
1.5(v)	Discussion on continuity of any Extra-ordinary gain or loss.			N/A
1.5(vi)	Basis for related party transactions.	✓		
1.5(vii)	Utilization of proceeds from public issues, rights issues and/or through any others.			N/A
1.5(viii)	Explanation of the financial results deteriorates after the company goes for IPO, RPO, Rights Offer, and Direct Listing.			N/A
1.5(ix)	Explanation about significant variance occurs between Quarterly Financial performance and Annual Financial Statements.			N/A
1.5(x)	Remuneration to directors including independent directors.	✓		
1.5(xi)	Fairness of Financial Statement.	✓		
1.5(xii)	Maintenance of proper books of accounts.	✓		
1.5(xiii)	Adoption of appropriate accounting policies and estimates.	✓		
1.5(xiv)	Followed IAS, BAS, IFRS and BFRS in preparation of financial statements.	✓		
1.5(xv)	Soundness of internal control system.	✓		
1.5(xvi)	Ability to continue as a going concern.	✓		
1.5(xvii)	Significant deviations from the last year’s.			N/A
1.5(xviii)	Key operating and financial data of at least preceding 5 (five) year.	✓		
1.5(xix)	Reasons for not declared dividend.			N/A

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.5(xx)	Number of board meetings held during the year and attendance.	✓		
1.5(xxi)	Pattern of shareholding:			
1.5(xxi)a)	Parent/Subsidiary/Associated Companies and other related parties.	✓		
1.5(xxi)b)	Directors, CEO, CS, CFO, HIA and their spouses and minor children.	✓		
1.5(xxi)c)	Executives.	✓		
1.5(xxi)d)	10% or more voting interest.	✓		
1.5(xxii)	Appointment/re-appointment of director:			
1.5(xxii)a)	Resume of the director	✓		
1.5(xxii)b)	Expertise in specific functional areas.	✓		
1.5(xxii)c)	Holding of directorship and membership of committees of the board other than this company.	✓		
2.	CFO, Head of Internal Audit (HIA) and CS:			
2.1	Appointment of CFO, HIA and CS and defining their responsibilities.	✓		
2.2	Attendance of CFO and CS at the meeting of the Board of Directors.	✓		
3.	Audit Committee:			
3(i)	Constitution of Audit Committee	✓		
3(ii)	Assistance of the Audit Committee to Board of Directors.	✓		
3(iii)	Responsibility of the Audit Committee.	✓		
3.1	Constitution of the Audit Committee:			
3.1(i)	At least 3 (three) members.	✓		
3.1(ii)	Appointment of members of the Audit Committee.	✓		
3.1(iii)	Qualification of Audit Committee members.	✓		
3.1(iv)	Term of service of Audit Committee members.	✓		
3.1(v)	Secretary of the Audit Committee.	✓		
3.1(vi)	Quorum of the Audit Committee.	✓		
3.2	Chairman of the audit committee:			
3.2(i)	Board of Director shall select the Chairman.	✓		
3.2(ii)	Chairman of the audit committee shall remain present in the AGM.	✓		

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
3.3	Role of Audit Committee:			
3.3(i)	Oversee the financial reporting process.	✓		
3.3(ii)	Monitor choice of accounting policies and principles.	✓		
3.3(iii)	Monitor Internal Control Risk management process.	✓		
3.3(iv)	Oversee hiring and performance of external auditors.	✓		
3.3(v)	Review the annual financial statements before submission to the board for approval.	✓		
3.3(vi)	Review the quarterly and half yearly financial statements before submission to the board for approval.	✓		
3.3(vii)	Review the adequacy of internal audit function.	✓		
3.3(viii)	Review statement of significant related party transactions.	✓		
3.3(ix)	Review Management Letters/Letter of Internal Control weakness issued by statutory auditors.	✓		
3.3(x)	Disclosure about the uses/applications of funds raised by IPO/RPO/Right issue.	✓		
3.4	Reporting of the Audit Committee:			
3.4.1	Reporting to the Board of Directors.	✓		
3.4.1(i)	Activities of Audit Committee.	✓		
3.4.1(ii)a	Conflicts of interests.			N/A
3.4.1(ii)b	Material defect in the internal control system.			N/A
3.4.1(ii)c	Infringement of laws, rules and regulations.			N/A
3.4.1(ii)d	Any other matter.			N/A
3.4.2	Reporting to the Authorities.			N/A
3.5	Reporting to the Shareholders and General Investors.	✓		
4	Engagement of External/Statutory Auditors:			
4(i)	Appraisal or valuation services or Fairness opinions.	✓		
4(ii)	Financial information systems design and Implementation.	✓		
4(iii)	Book-keeping.	✓		
4(iv)	Broker-dealer services.	✓		
4(v)	Actuarial services	✓		
4(vi)	Internal audit services.	✓		

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
4(vii)	Services that the Audit Committee determines	✓		
4(viii)	Audit firms shall not hold any share of the company they audit.	✓		
5	Subsidiary Company:			
5(i)	Composition of the Board of Directors.			N/A
5(ii)	At least 1 (one) independent director to the subsidiary company.			N/A
5(iii)	Submission of Minutes to the holding company.			N/A
5(iv)	Review of Minutes by the holding company.			N/A
5(v)	Review of Financial Statement by the holding company.			N/A
6	Duties of Chief Executive Officer and Chief Financial Officer:			
6(i)a)	Reviewed the materially untrue of the financial statement.	✓		
6(i)b)	Reviewed about compliance of the accounting standard.	✓		
6(ii)	Reviewed about fraudulent, illegal or violation of the company's code of conduct.	✓		
7	Reporting and Compliance of Corporate Governance:			
7(i)	Obtain certificate about compliance of conditions of Corporate Governance Guidelines.	✓		
7(ii)	Annexure attached in the directors' report.	✓		

Annexure-II

SL. NO.	Name of Shareholders	Description	Number of Share	%
1.	Parent Company SIM Fabrics Limited		25,750,000	32.97
2.	Directors and their spouse Md. Mozaffar Hossain Mrs. Rahima Hossain Raisul Hasan	MD Chairman Director	1,575,000 1,692,187 1,737,500	2.02 2.17 2.22
3.	Independent Director, Company Secretary, CFO, Head of Internal Audit Md. Alamgir Akando Mintu Md. Shahazul Islam ACA Shahin Ahmed Dipok Kumar Shaha	Independent Director Company Secretary CFO Head of Internal Audit	Nil 32,500 Nil Nil	0.04
4.	Executive (Top 5 salaried employees) Md. Aynul Haque Md. Taufiqul Islam Md. Atiqur Rahman ACAM Md. Atiqul Islam Md. Rafiqul Islam	Director Operation Deputy General Manager Asst. General Manager Deputy General Manager Deputy General Manager	Nil Nil Nil Nil Nil	
5.	Shareholders holding 10% or more voting interest		Nil	
6.	Individual shareholders holding 10% or more voting		Nil	

Annexure-III

Name	Designation	Directorship	Directorship
Md. Mozaffar Hossain	MD	SIM Fabrics Limited Authentic Color Limited SIM Apparels Ltd.	SIM Fabrics Limited Authentic Color Limited SIM Apparels Ltd.
Mrs. Rahima Hossain	Chairman	SIM Fabrics Limited Authentic Color Limited SIM Apparels Ltd.	SIM Fabrics Limited Authentic Color Limited SIM Apparels Ltd.
Raisul Hasan	Director	SIM Fabrics Limited Authentic Color Limited SIM Apparels Ltd.	SIM Fabrics Limited Authentic Color Limited SIM Apparels Ltd.
ASM Rakibul Hasan	Nominee Director	SIM Fabrics Limited Authentic Color Limited SIM Apparels Ltd.	SIM Fabrics Limited Authentic Color Limited SIM Apparels Ltd.
Md. Sanwar Hossain	Nominee Director	N/A	N/A
Md. Alamgir Akando Mintu	Independent Director	N/A	N/A
Md. Kamrul Hossain	Independent Director	N/A	N/A

Auditors Report to the Shareholders

Auditors' Report

To the Shareholders of Mozaffar Hossain Spinning Mills Limited

We have audited the accompanying financial statements of Mozaffar Hossain Spinning Mills Limited, which comprise the Statement of Financial position as at June 30, 2015 along with Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements of the company based on our audit. The assets and liabilities as at June 30, 2015 and Income and expenses for the period ended June 30, 2015 of the company's one associate namely Suntech Energy Limited has been accounted for in the financial statements. The financial statements of the associate company audited by other auditors whose reports have been furnished to us and our opinion is as so far as it relates to the amounts included in respect of the company's associate based on the reports. We conducted our audit in accordance with Bangladesh Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements of the company are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Mozaffar Hossain Spinning Mills Limited as of June 30, 2015 and of its financial performance for the year then ended in accordance with Bangladesh Financial Reporting Standards, Bangladesh Securities & Exchange Rules 1987 and comply with the Companies Act 1994 and other applicable laws and regulations.

Report on Other Legal and Regulatory Requirements

We also report that;

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the company's Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income and Statement of Cash flows dealt with by the report are in agreement with the books of accounts;
- d) the expenditure incurred and payments made were for the purpose of the company's business for the year.

Place: Dhaka
Date: October 29, 2015


Ahmed Zaker & Co.
Chartered Accountants

Mozaffar Hossain Spinning Mills Limited

Statement of Financial Position

As at June 30, 2015

Particulars	Notes	Amount in Taka	
		30.06.2015	30.06.2014
ASSETS			
NON-CURRENT ASSETS		706,073,249	634,782,553
Property, Plant and Equipments	5.00	641,696,103	617,905,407
Capital Work-In-Progress	6.00	64,377,146	16,877,146
INVESTMENT		5,510,547	-
Investment	7.00	5,510,547	-
CURRENT ASSETS		927,335,956	817,109,165
Inventories	8.00	326,136,767	305,591,342
Accounts Receivable	9.00	437,215,251	383,100,847
Advances, Deposits & Pre-Payments	10.00	148,505,818	115,270,812
Cash and Cash Equivalents	11.00	15,478,120	13,146,164
TOTAL ASSETS		1,638,919,752	1,451,891,718
SHAREHOLDERS' EQUITY & LIABILITIES			
SHAREHOLDERS' EQUITY		1,314,725,862	1,138,777,588
Share Capital	12.00	780,937,500	624,750,000
Revaluation Reserve		130,314,640	130,314,640
Tax Holiday Reserve	13.00	72,845,417	72,845,417
Retained Earnings	14.00	330,628,305	310,867,531
LONG TERM LIABILITIES		62,442,502	14,639,268
Long Term Loan Net Off Current Maturity	15.00	48,421,400	-
Deferred Tax Liability		14,021,102	14,639,268
CURRENT LIABILITIES		261,751,388	298,474,862
Accounts Payable	16.00	28,491,751	29,465,476
Workers profit participation fund		19,669,992	9,351,814
Current portion of long term loan	17.00	12,767,739	-
Refundable fund of IPO subscribers	18.00	8,164,500	10,639,250
Short Term Bank loan	19.00	115,890,001	193,863,557
Provision for Tax	20.00	60,073,748	32,149,755
Accrued Expenses	21.00	16,693,657	23,005,010
TOTAL EQUITY & LIABILITIES		1,638,919,752	1,451,891,718
Net Asset Value Per Share (NAVPS)		16.84	14.58

The accompanying notes 1 to 31 form an integral part of these Financial Statements.


Company Secretary

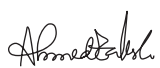

Chief Financial Officer


Director


Managing Director

Signed as per annexed report of same date.

Place: Dhaka
October 29, 2015


Ahmed Zaker & Co.
Chartered Accountants

Mozaffar Hossain Spinning Mills Limited
Statement of Profit or Loss & Other Comprehensive Income
For the year ended June 30, 2015

Particulars	Notes	Amount in Taka	
		30.06.2015	30.06.2014
Turnover	22.00	1,134,470,479	982,322,640
Less: Cost of goods sold	23.00	856,214,279	741,703,624
Gross Profit		278,256,200	240,619,016
Other Income	24.00	512,935	7,609,722
Operating Expenses:		11,790,330	13,295,619
Administrative Expenses	25.00	10,060,966	11,136,723
Marketing and Distribution Expenses	26.00	1,729,364	2,158,896
Profit from Operation		266,978,805	234,933,119
Less: Financial expenses	27.00	50,297,073	94,457,559
Profit before WPPF		216,681,732	140,475,560
Less: Workers profit participation fund 5%		10,318,178	6,689,312
Profit before Tax after WPPF		206,363,554	133,786,248
Add: Income from IPO fund net of Expenses	28.00	-	23,073,915
Profit from Associate		590,547	-
Profit Before Tax		206,954,101	156,860,163
Income tax expenses:		31,005,827	23,961,772
Current tax		31,623,993	25,321,534
Deferred Tax Expenses/(Income)		(618,166)	(1,359,762)
Net Profit after Tax Transferred to Equity		175,948,274	132,898,391
Other Comprehensive Income:		-	-
Total Comprehensive Income		175,948,274	132,898,391
Earning Per Share for the Year	29.00	2.25	2.62
Earning Per Share for the Year (Re-stated)	29.00	2.25	1.70

The accompanying notes 1 to 31 form an integral part of these Financial Statements.


Company Secretary


Chief Financial Officer


Director


Managing Director

Signed as per annexed report of same date.

Place: Dhaka
 October 29, 2015


Ahmed Zaker & Co.
 Chartered Accountants

Mozaffar Hossain Spinning Mills Limited**Statement of Changes in Equity
For the year ended June 30, 2015****Amount in Taka**

Particulars	Share Capital	Tax holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2014	624,750,000	72,845,417	130,314,640	310,867,531	1,138,777,588
Net Profit / (Loss) for the year	-	-	-	175,948,274	175,948,274
Bonus Paid 25%	156,187,500	-	-	(156,187,500)	-
Balance as on 30.06.2015	780,937,500	72,845,417	130,314,640	330,628,305	1,314,725,862

**Statement of Changes in Equity
For the year ended June 30, 2014**

Particulars	Share Capital	Tax holiday Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2013	349,750,000	68,337,364	130,314,640	182,178,371	730,580,375
Adjustment for excess provision	-	-	-	298,822	298,822
Fresh Issue of shares	275,000,000	-	-	-	275,000,000
Net Profit / (Loss) for the year	-	-	-	132,898,391	132,898,391
Tax Holiday Reserve	-	4,508,053	-	(4,508,053)	-
Balance as on 30.06.2014	624,750,000	72,845,417	130,314,640	310,867,531	1,138,777,588


Company Secretary

Chief Financial Officer

Director

Managing Director

Signed as per annexed report of same date.

Place: Dhaka
October 29, 2015

Ahmed Zaker & Co.
Chartered Accountants

Mozaffar Hossain Spinning Mills Limited

Statement of Cash Flows
For the year ended June 30, 2015

Particulars	Notes	Amount in Taka	
		30.06.2015	30.06.2014
A. Cash flows from operating activities :			
Collection from Turnover and other Income		1,080,869,010	950,067,485
Payment of tax		(7,944,416)	(12,127,489)
Payment to suppliers, employees & Others		(877,602,951)	(826,442,519)
Net cash flows from/(used) in operating activities		195,321,643	111,497,477
B. Cash flow from investing activities:			
Acquisition of Property, Plant & Equipment		(38,591,940)	(1,928,350)
Capital Work-In-Progress		(75,388,533)	(16,877,146)
Investment		(4,920,000)	-
Net cash flows from/ (used) in Investing Activities		(118,900,473)	(18,805,496)
C. Cash flow from financing activities:			
Received/(Repaid) short term loan		(77,973,556)	(13,098,020)
Proceeds from fresh issuance of share		-	275,000,000
Refundable fund of IPO subscriber (Re-Stated)		(2,474,750)	10,639,250
Financial Expenses		(54,830,047)	(94,457,559)
Received/(Repaid) long term loan		61,189,139	(258,759,838)
Net cash flows from/(used) in financing activities		(74,089,214)	(80,676,167)
D. Net Cash Increase/ (Decrease) (A+B+C)		2,331,956	12,015,814
E. Opening cash and cash equivalents at the beginning of the year		13,146,164	1,130,350
F. Closing cash and cash equivalents at the end of the year (D+E)		15,478,120	13,146,164
Operating Cash Flow Per Share		2.50	1.43


Company Secretary

Chief Financial Officer

Director

Managing Director

Signed as per annexed report of same date.

Place: Dhaka
October 29, 2015

Ahmed Zaker & Co.
Chartered Accountants

Mozaffar Hossain Spinning Mills Limited
Notes to the Financial Statements
For the year ended June 30, 2015

1.0 Legal Status of the Company

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

Registered Office of the Company

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

2.0 Nature of Business Activities

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

3.0 Risk Exposure

3.1 Interest Rate Risk

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

Management Perception:

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

3.2 Exchange Rate Risk

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

Management Perception:

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

3.3 Industry Risks

(a) Market Demand:

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

Management Perception:

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

(b) Competition:

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

Management Perception:

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

(c) Rising of Raw Materials Costs:

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

Management Perception:

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

3.4 Risks Steaming from Technological Changes:

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

Management Perception:

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

3.5 Other Risk Factors:**(a) Political Unrest:**

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

Management Perception:

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

(b) Possible Slowdown in Economic Growth in Bangladesh:

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

Management Perception:

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

(c) Natural Calamities:

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

Management Perception:

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

4.0 Basis of Preparation and Significant Accounting Policies

4.1 Basis of Measurement of Elements of Financial Position

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

4.2 Statement on Compliance with Local Laws

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

4.3 Statement on Compliance of Bangladesh Accounting Standards

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

4.4 Going Concern

As per BAS-1, a company is required to make assessment at the end of each year to assess its capability to continue as going concern. Management of the company makes such assessment each year. Alike every year, the Entity renewed sales contract during the year with SIM Fabrics Ltd. covering next 12 months. The company has adequate resources to continue in operation for the foreseeable future and has wide coverage of its liabilities. For this reason, the Directors continue to adopt the going concern assumption while preparing the financial statements.

4.5 Accrual Basis

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

4.6 Structure, Content and Presentation of Financial Position

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

- i) Statement of Financial Position as at June 30, 2015.
- ii) Statement of Profit & Loss and other comprehensive Income for the year ended June 30, 2015.
- iii) Statement of Changes in Equity for the year ended June 30, 2015
- iv) Statement of Cash Flows for the Year ended June 30, 2015.
- v) Notes comprising a summary of significant accounting policies and other explanatory information to the financial Statements for the year ended June 30, 2015.

4.7 Reporting Period

The Financial year of the company under audit cover for a period of 12 months effective from 01 July 2014 to June 30, 2015.

4.8 Inventories

Inventories comprises of Raw materials, Work-in-Process, Finished goods and Stores & Spares. Raw materials and Stores and Spares have been valued at average cost. Inventories are measured at the lower of cost and net realizable value as per Para 9 of BAS 2 "Inventories". Work-in-Process has been valued at prime cost basis as required by IAS-2 with proportionate addition of Factory Overheads. Finished goods have been valued at cost of material and other production overhead attributable to bringing the goods to the stage of sale under the convention of BAS-2.

4.9 Revenue

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

4.10 Property, Plant and Equipment

Initial Recognition and Measurement

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

Subsequent Costs

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

Depreciation on Fixed Assets

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

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

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

The fair value of the property, plant and equipment on 30.06.2015 is not materially differing with the carrying amount.

Capital Work-in-Process

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

4.11 Revaluation Reserve

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

4.12 Cash and Cash Equivalent and Statement of Cash Flows:

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

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

4.13 Earnings per Share

The company calculates Earnings Per Share (EPS) in accordance with the requirement of BAS – 33: "Earning Per Share", which has been shown on the face of the Statement of Profit or Loss and Other Comprehensive Income.

Basic Earnings:

This represents earnings for the year ended June 30, 2015 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 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 BAS – 33.

4.14 Foreign Currency Transactions

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

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

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

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

4.15 Impairment of Assets

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

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

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

4.16 Borrowing Cost

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

4.17 Authorization Date for Issuing Financial Statements

The financial statements were authorized for issue by Board of Directors on October 29, 2015.

4.18 Reporting Currency

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

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

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

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

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

4.20 Accruals & Deferrals

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

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

4.21 Advances, Deposits and Prepayments

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

4.22 Financial Instruments

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

Initial Recognition

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

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

4.23 Segment Reporting

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

4.24 Related Party Disclosures

The information as required by BAS 24: "Related party Disclosure" has been disclosed separately in notes to the financial statements. (Note-31)

4.25 Corporate Tax**(a) Current Tax:**

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

Current tax is recognized in Statement of Profit or Loss and other 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) Tax Holiday:

The company has been enjoying tax holiday for five years commencing November 1, 2008. Tax holiday reserve has been made 30% on exempted Income as provision and 10% on exempted income which is required to be invested in the purchase of Shares of a company listed with any stock exchange as per section 46 B in the income tax ordinance 1984.

(c) Deferred Tax:

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

4.26 Contingent Assets and Liabilities

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

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

The company has no contingent assets or liabilities which require disclosure under BAS: 37. Contingent assets and contingent liabilities are not recognized in the financial statements except the balance amount of IPO subscription money shown in (Note: 18.00) yet to be refundable.

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

The Company has received letter of credits accepted by SIM Fabrics Ltd. Against sales of yarn worth Tk. 159,903,374 as per L/C was opened with Islami Bank Bangladesh Limited, Mouchak Branch. A short term loan amount to Tk. 159,903,374 was sanctioned by Islamic Bank Bangladesh Ltd. Keeping above mentioned Bill Receivable as collateral. The entire amount of loan liabilities has been set off against that Bill Receivable which is subject to realization upon 120 days. The company might have a liability to the extent to which the said bill becomes unrealized. No provision against that liability has been created as it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a sufficiently reliable estimate of the amount of the obligation cannot be made.

Tax assessment of 2010-2011, 2011-2012, 2012-2013, 2013-2014 is under appeal before the Appellate Commissioner and Tax Tribunal of Taxes for Tax holiday facility.

4.27 Comparative Information

Comparative information has been disclosed as required by BAS 34: '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 year comparable with preceding financial year.
- Statement of Changes in Equity for the year comparable with the preceding financial year.
- Statement Cash Flows for the year comparable with the preceding financial year.

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

		Amount in Taka	
		30.06.2015	30.06.2014
5.00 Property, Plant and Equipments			
Land & Land Development		385,137,050	385,137,050
Factory Building		84,963,020	50,403,918
Plant & Machinery		169,444,536	180,018,950
Vehicle		1,312,800	1,476,900
Furniture & Fixture		838,697	868,589
	Tk.	641,696,103	617,905,407
Please refer to Annexure-'A' for further details			
6.00 Capital Work-In-Progress			
Break-up of this are as follows:			
Opening Balance		16,877,146	-
Addition during the year		75,388,533	16,877,146
Total		92,265,679	16,877,146
Acquisition of the Year		(27,888,533)	-
Closing Balance	Tk.	64,377,146	16,877,146

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

7.00 Investment

This represents the followings:

Suntech Energy Limited	4,920,000	-
	4,920,000	-
Add: Profit from Associate	590,547	-
Total	5,510,547	-

The Company has purchased 30% shares of Tk 4,920,000 from Suntech Energy Ltd. and accounted for complying with BAS 28 "Investment in Associates" accordingly during the year.

8.00 Inventories

Break-up of this item is as follows:

	Qty. (kg.)		
Finished Goods:			
Yarn	372,650	65,247,191	19,411,493
Working-in-process	299,281	42,431,441	26,875,763
Raw Materials:		208,924,347	250,689,641
Virgin Cotton	727,760	106,232,924	137,800,711
Waste Cotton	970,695	102,691,423	112,888,930
Packing Materials		271,464	261,886
Store Materials		9,262,324	8,352,559
	Tk.	326,136,767	305,591,342

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

			Amount in Taka	
			30.06.2015	30.06.2014
9.00	Accounts Receivable			
	Please refer to Annexure: B for details			
	This is unsecured, considered good and is falling due within one year . No debts are considered as bad during the 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)		-	9,098,488
II)	Accounts Receivable considered good in respect of which the company holds no security other than the debtor's personal security		-	-
III)	Accounts Receivable considered doubtful or bad		-	-
IV)	Accounts Receivable due by any director or other officer of the company		-	-
V)	Accounts Receivable due by Common management (Annexure B)		437,215,251	374,002,359
VI)	The maximum amount of receivable due by any director or other officer of the company		-	
			437,215,251	383,100,847
	Aging of accounts receivable:			
	Dues within three months		147,213,245	268,170,593
	Dues above three months but within six months		290,002,006	76,620,169
	Dues above six months		-	38,310,085
			437,215,251	383,100,847
10.00	Advances, Deposits & Pre-Payments			
	Advance against Purchase (Note-10.01)		47,270,861	96,801,830
	Advance against Factory Expenses		1,305,818	1,331,251
	Advance against L/c for Cotton & Spares Import		84,668,554	7,501,694
	Advanced for Consultancy		500,000	-
	Prepaid Insurance		880,132	-
	Tax deducted at sources		13,880,453	9,636,037
			148,505,818	115,270,812
10.01	Advance against Purchase			
	Dues within three months		35,453,146	67,761,281
	Dues above three months but within six months		9,454,172	19,360,366
	Dues above six months		2,363,543	9,680,183
			47,270,861	96,801,830
11.00	Cash and Cash Equivalents			
	Cash in hand		171,522	1,165,647
	Cash at Banks:		15,306,598	11,980,517
	IBBL	Mouchak CD-327918	4,006,361	11,166
	IBBL	Mouchak CD-438315	3,476	3,476
	IBBL	Mouchak Mudaraba Deposit Normal	43,568	550,904
	IBBL	Mouchak Mudaraba Deposit Special	2,496,013	278,614
	DBBL	Gausia # 176-120-1733	238,010	46,254
	Bank Asia	Scotia CD-3534	2,155	2,155
	Bank Asia	Scotia CD-36551	1,952	1,952
	Habib Bank	Gausia CD- 9240	1,000	1,000

			Amount in Taka	
			30.06.2015	30.06.2014
DBBL	Bashundhara	# 147-110-5894	41,236	237,144
EBL	Principal	(for ipo refundable fund)	8,463,727	10,639,250
NRB Bank	Gulshan	# 00174	5,000	5,000
IBBL	Gausia	CD-987	3,246	3,246
IBBL	Mouchak	MDA UR-49	854	200,356
Tk.			15,478,120	13,146,164
12.00 Share Capital:				
This represents the followings:				
Authorised Capital:				
300,000,000 ordinary Shares of tk 10/= each			3,000,000,000	3,000,000,000
Issued Subscribed and Paid up Capital:				
78,093,750 ordinary shares of taka 10/= each			780,937,500	624,750,000
Tk.			780,937,500	624,750,000
12.01 Share Holding Position:				
Share holding position is as follows:				
a) Sponsors	5,180,313	6.63%	51,803,125	41,442,500
b) SIM Fabrics Limited	25,750,000	32.97%	257,500,000	206,000,000
c) Other Shareholders	47,163,438	60.39%	471,634,375	377,307,500
	<u>78,093,750</u>	100.00%	780,937,500	624,750,000
13.00 Tax Holiday Reserve				
A. Opening Balance			72,845,417	68,337,364
Tax Holiday Reserve (30%)			54,634,063	51,253,023
Reserve for Investment (10%)			18,211,354	17,084,341
B. Add: During the Year			-	4,508,053
Tax Holiday Reserve (30%)			-	3,381,040
Reserve for Investment (10%)			-	1,127,013
Total (A+B)			72,845,417	72,845,417
14.00 Retained Earnings				
Details are as follows:				
Opening Balance			310,867,531	182,178,371
Net Profit / (Loss) for the year			175,948,274	132,898,391
Adjustment for excess provision			-	298,822
Total			486,815,805	315,375,584
Tax Holiday Reserve (transfer)			-	(4,508,053)
Bonus Paid (25% Stock)			(156,187,500)	-
Tk.			330,628,305	310,867,531

	Amount in Taka	
	30.06.2015	30.06.2014
15.00 Long Term Loan		
Outstanding for HPSM	61,189,139	-
Total	61,189,139	-
Less: Current portion of Long term loan	12,767,739	-
	48,421,400	-

1. Purpose of Investment - To purchase/import of Rotor Machine, Chiller for the project.
2. Period of Investment - 05 (five) year
3. Rate of return - 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 81.22 million.
 - B. 194.75 decimal project land alongwith 96,345 sft. Factory building vide FSV 47.49 million by SFL.
 - C. 183.16 decimal project land alongwith 65,411 sft. Factory building vide FSV 139.50 million by SFL.
 - D. Personal Guarantee of all Directors of the Project Companies & Mortgages of their individual properties.

16.00 Accounts Payable		
Trade Creditors (Annexure-C)	19,691,520	25,987,776
Bills Payable (Annexure-C)	8,800,231	3,477,700
	28,491,751	29,465,476
17.00 Current portion of long term loan		
Outstanding for HPSM	12,767,739	-
	12,767,739	-
18.00 Refundable fund of IPO subscribers		
Refund warrant to IPO subscribers	8,164,500	10,639,250
	8,164,500	10,639,250

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

19.00 Short term bank loan		
Islami Bank Bangladesh Limited Mouchak Br.		
Loan against Local purchase (MTR)	79,100,000	114,687,405
L/C Liability for Import Merchandise (MURA)	36,790,001	79,176,152
Total short term loan of Islami bank Bangladesh Ltd.	115,890,001	193,863,557

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 - 14.00% per annum or the rate to be determined by the bank from time to time.
4. Collateral:
 - A. 156.10 decimal project land along with 88,200 sft. Project building vide FSV 81.22 million.
 - B. 194.75 decimal project land alongwith 96,345 sft. Factory building vide FSV 47.49 million by SFL.
 - C. 183.16 decimal project land alongwith 65,411 sft. Factory building vide FSV 139.50 million by SFL.
 - D. Personal Guarantee of all Directors of the Project Companies & Mortgages of their individual properties.

			Amount in Taka	
			30.06.2015	30.06.2014
20.00 Provision for Income tax				
Opening Balance			32,149,755	12,587,670
Add: During the year			31,623,993	25,321,534
Total			63,773,748	37,909,204
Less: AIT Adjustment			-	2,969,175
Less: Adjustment of excess provision			-	298,822
Less: Tax Paid			3,700,000	2,491,452
Closing Balance		Tk.	60,073,748	32,149,755
21.00 Accrued Expenses				
Audit fees			115,000	115,000
Salaries & Allowances			6,530,665	5,675,571
Gas Bill			4,675,584	6,600,693
TDS, VAT & Others			277,962	1,248,616
Store materials			1,743,013	1,480,723
Accrued Interest			3,351,433	7,884,407
		Tk.	16,693,657	23,005,010
22.00 Turnover				
	Qty. (kg.)	Rate		
Yarn 20's	3,313,100	245.94	814,828,574	485,187,186
Yarn 16's	1,280,750	231.61	296,633,945	294,374,760
Yarn 12's	77,150	200.79	15,490,800	169,920,048
Yarn 10's	30,000	194.64	5,839,080	26,405,879
Yarn 7's	9,600	174.80	1,678,080	6,434,767
	4,710,600		1,134,470,479	982,322,640
23.00 Cost of Goods Sold				
Opening Work-in-Process			26,875,763	27,213,464
Raw materials consumed (Note-23.01)			801,946,853	634,672,949
Accessories & Stores Consumed (Note-23.02)			16,412,228	15,360,797
Packing Materials Consumed (Note-23.03)			8,985,918	5,754,615
Factory overhead (Note-23.04)			96,182,246	94,417,716
Closing Work-in-Process			(42,431,441)	(26,875,763)
Cost of Production			907,971,567	750,543,778
Opening stock of Finished Goods			19,411,493	12,295,352
Cost of Goods Available for Sale			927,383,060	762,839,130
Closing stock of Finished Goods			(65,247,191)	(19,411,493)
Wastage Sales			(5,921,590)	(1,724,013)
Cost of Goods Sold			856,214,279	741,703,624
23.01 Raw Materials Consumption				
Opening Raw Materials			250,689,641	228,813,793
Purchase during the year			760,181,559	656,548,797
Available for use			1,010,871,200	885,362,590
Closing Raw Materials			(208,924,347)	(250,689,641)
			801,946,853	634,672,949

Mozaffar Hossain Spinning Mills Limited

		Amount in Taka	
		30.06.2015	30.06.2014
23.02 Accessories & Stores Consumption			
Opening Accessories & Stores		8,352,559	7,404,183
Purchase during the year		17,321,993	16,309,173
Available for use		25,674,552	23,713,356
Closing Accessories & Stores		(9,262,324)	(8,352,559)
		16,412,228	15,360,797
23.03 Packing Materials Consumption			
Opening Packing Materials		261,886	16,564
Purchase during the year		8,995,496	5,999,937
Available for use		9,257,382	6,016,501
Closing Packing Materials		(271,464)	(261,886)
		8,985,918	5,754,615
23.04 Factory Overhead			
Gas Bill		21,396,699	22,708,758
Salary & Wages		28,589,349	26,613,367
Repair & Maintenance		1,632,591	2,147,915
Factory Insurance		1,106,679	1,120,000
Sundry Carrying Charges		737,961	873,020
Sundry Daily Labor Charges		278,631	166,551
Medical & Other Expenses		59,551	427,568
Depreciation		42,380,785	40,360,537
	Tk.	96,182,246	94,417,716
24.00 Other Operating Income			
Cash Incentive		-	7,609,000
Interest on Bank Account		512,935	722
	Tk.	512,935	7,609,722
25.00 Administrative Expenses			
Salary and Allowances		2,991,272	2,437,155
Bonus		521,500	171,625
Audit Fees		115,000	115,000
Managing Director Remuneration		600,000	600,000
Director's Remuneration		2,215,000	1,800,000
Board Meeting Fees		240,000	80,000
Entertainment		470,525	850,445
Group Insurance Exp.		-	133,600
Traveling and Conveyance		240,640	982,682
House & Office Rent		780,000	780,000
Telephone (mobile)		93,400	116,620
Fuel, newspaper & Other Expenses		1,484,637	2,772,104
Depreciation		308,992	297,492
	Tk.	10,060,966	11,136,723

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 Bangladesh Securities and Exchange Rules 1987 are disclosed below :

		Amount in Taka	
		30.06.2015	30.06.2014
Particulars			
Managing Director Remuneration		600,000	600,000
Director's Remuneration		2,215,000	1,800,000
Board Meeting Fees		240,000	80,000
During the year 11 (eleven) Board meetings were held.			
26.00 Marketing, Selling & Distribution Expenses			
Salaries and Allowances		314,400	296,400
Advertisement		925,837	1,479,708
Business Development		165,000	292,778
Export Expenses		58,722	17,410
Sample & Other Expenses		265,405	72,600
	Tk.	1,729,364	2,158,896
27.00 Financial Expenses			
Bank Charges and Commission		1,088,843	1,153,880
Interest on HPSM investment		977,063	22,361,313
Interest in BAI Murabah		11,961,763	13,061,015
Interest on MDB Loan		21,586,068	39,167,084
Interest on Murabaha TR		14,683,336	18,714,267
	Tk.	50,297,073	94,457,559
28.00 Other Income of IPO process			
Bank Interest Received		-	49,412,286
Less: IPO Expenses:		-	26,338,371
BSEC Fees & Renewal		-	412,500
BUET Fees & Renewal		-	394,981
CDBL Fees & Renewal		-	217,831
Banker to the Issue Commission		-	6,710,080
CSE Fees & Renewal		-	1,122,125
DSE Fees & Renewal		-	1,122,125
Hall Rent		-	347,478
Issue Management Fees		-	2,000,000
Post IPO Fees		-	13,323,751
Underwriter Commission		-	687,500
	Tk.	-	23,073,915
29.00 Basic Earning Per Share			
Net Profit for the year		175,948,274	132,898,391
No. of Shares		78,093,750	50,646,233
No. of Shares (Re-stated)		78,093,750	78,093,750
Earning Per Share for the Year		2.25	2.62
Earning Per Share for the Year (Re-stated)		2.25	1.70
29.01 Net Profit for the year (Excluding Other Income)		175,435,339	102,214,754
No. of Shares		78,093,750	78,093,750
Earning Per Share for the Year Excluding Other Income		2.25	1.31
29.02 Weighted average number of share:			
34,975,000 share for 365 days		-	34,975,000
27,500,000 share for 208 days		-	15,671,233
		78,093,750	50,646,233

30.00 General:

30.01 Claims not Acknowledged

There is no claim against the Company not acknowledged as debt as on 30.06.2015

30.02 Credit Facilities not Availed

There is no credit facilities extended to the Company but not availed of as on 30.06.2015, under any contract, other than trade credit available in the ordinary course of business.

30.03 Commission, Brokerage or Discount Against Sales

No commission, brokerage or discount was incurred or paid by the Company against sales during the year ended 30.06.2015.

30.04 Directors Responsibility Statements

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

30.05 Employees Details:

During the year there were 405 permanent employees employed for the full year all employees received salary Taka 5,000 per month and above.

30.06 Rounding Off

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

30.07 Rearrangement of Last Year's Figures

To facilitate comparison, certain relevant balances pertaining to the previous year have been rearranged or re-stated or reclassified whenever considered necessary to conform to current year presentation. During the year previous year figures for cash & cash equivalents and refundable fund of IPO subscribers have been Re-stated by Tk. 10,639,250.

30.08 Events after the Reporting Period

Subsequent to the Statement of Financial Position date, the Board of Directors in their meeting held on 29th October, 2015 recommend 5% cash dividend to the general public shareholders other than Sponsors/ Directors shareholders & 15% Stock dividend to the all shareholders for the year ended 30th June 2015. The dividend proposal is subject to shareholders' approval at the forthcoming Annual General Meeting.

30.09 Disclosed as per requirement of schedule XI, part II para 8

Value of Raw material, packing materials and Capital goods

Particular	Local Purchase	Import	Total Purchase	Consumption	
Raw Material	359,613,029	400,568,530	760,181,559	801,946,853	
Packing Materials	8,995,496	-	8,995,496	8,985,918	
Spare Parts	17,321,993	-	17,321,993	16,412,228	

Value of Export

Particular	In Foreign Currency USD	In BDT
Export	\$ 14,544,493.32	1,134,470,479

30.10 Details of capacity has given below

Particular	Licence Capacity	InstalledCapacity	Actual Production
Annual Production (kg)	5,475,000	5,475,000	4,959,050

31.00 Related Party Disclosure**a) Transaction with Key Management Personnel of the Entity:**

No.	Particulars	Value in Tk.
(a)	Managerial Remuneration paid or payable during the year to the directors, including Managing directors or manager	2,815,000
(b)	Any other perquisite or benefits in cash or in kind stating, approximate money value applicable.	240,000
(c)	Other allowances and commission including guarantee commission	Nil
(d)	Pensions etc.	Nil
	(i) Pensions	Nil
	(ii) Gratuities	Nil
	(iii) Payments from a provident funds, in excess of own subscription and interest	Nil
(e)	Share Based payments	Nil

b) Transaction with Related Entity:

Sl.	Name of Customer	Relationship	Balance as at 01.07.2014	Addition during the Year	Realized during the Year	Balance as at 30.06.2015
(a)	SIM Fabrics Limited yarn sale	Common Management	374,002,359	1,134,470,479	1,071,257,587	437,215,251
	Total		374,002,359	1,134,470,479	1,071,257,587	437,215,251

c) Transaction with Related Entity:

Sl.	Name of Customer	Relationship	Balance as at 01.07.2014	Addition during the year	Realized during the year	Balance as at 30.06.2015
(a)	SIM Fabrics Limited (land transferred against shares)	Common Management	250,000,000	-	-	250,000,000
	Total		250,000,000	-	-	250,000,000

Mozaffar Hossain Spinning Mills Limited
Annexure of Property, Plant & Equipment
As at June 30, 2015

Annexure A
Amount in Taka

Particulars	COST			Rate of Dep.	DEPRECIATION			Written down value as at 30.06.2015
	As at July 01, 2014	Addition During the year	As at 30.06.2015		As at July 01, 2014	Addition During the year	As at 30.06.2015	
Land & Land Dev.	385,137,050	-	385,137,050	-	-	-	-	385,137,050
Factory Building	68,597,225	38,476,940	107,074,165	5%	18,193,307	3,917,838	22,111,145	84,963,020
Plant & Machinery	369,306,764	27,888,533	397,195,297	10%	189,287,814	38,462,947	227,750,761	169,444,536
Vehicle	1,641,000	-	1,641,000	10%	164,100	164,100	328,200	1,312,800
Furniture & Fixture	1,333,919	115,000	1,448,919	10%	465,330	144,892	610,222	838,697
Balance as on 30.06.2015	826,015,958	66,480,473	892,496,431		208,110,551	42,689,777	250,800,328	641,696,103
Balance as on 30.06.2014	824,087,608	1,928,350	826,015,958		167,452,522	40,658,029	208,110,551	617,905,407

Depreciation Charged To-

Administrative Cost	308,992
Manufacturing Cost	42,380,785
Total	42,689,777

Mozaffar Hossain Spinning Mills LimitedAnnexure of Accounts Receivable
For the year ended June 30, 2015**Annexure No. - 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:-****Accounts Receivable considered good in respect of which the company holds no security other than the debtor personal security :**

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

				Amount in Taka
Name of Customer	Balance as at 01.07.2014	Addition during the year	Realized during the year	Balance as at 30.06.2015
All Tex Textile	2,091,590	-	2,091,590	-
Dhaka Denime	7,006,898	-	7,006,898	-
Total	9,098,488	-	9,098,488	-

Accounts Receivable due by Common management:

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

				Amount in Taka
Name of Customer	Balance as at 01.07.2014	Addition during the year	Realized during the year	Balance as at 30.06.2015
SIM Fabrics Limited	374,002,359	1,134,470,479	1,071,257,587	437,215,251
Sub-total	374,002,359	1,134,470,479	1,071,257,587	437,215,251
Total	383,100,847	1,134,470,479	1,080,356,075	437,215,251

Mozaffar Hossain Spinning Mills Limited

Schedule of Trade Creditors
For the year ended 30th June 2015

Annexure No. -C

Amount in Taka

Trade Creditors:

Name of Supplier	Balance as at 01.07.2014	Payment during the year	Bill during the year	Balance as at 30.06.2015
AB Enterprise	3,886,567	499,132,296	499,894,945	4,649,216
Cotton Bezz	-	35,437,193	35,459,737	22,544
Deferred LC against virgin cotton	18,651,732	186,354,026	181,723,676	14,021,382
Fariha Cotton	32,000	32,000	-	-
Nurul Islam Enterprise	86,490	86,490	-	-
Sinha Enterprise	3,330,987	2,332,609	-	998,378
Sub Total (A)	25,987,776	723,374,614	717,078,358	19,691,520

Bills Payable:

Amount in Taka

Name of Supplier/Service Provider	Balance as at 01.07.2014	Payment during the year	Bill during the year	Balance as at 30.06.2015
Bills Payable staff	-	247,955	447,412	199,457
3N Printers	64,190	205,000	299,353	158,543
Abdullah Techo Trade	-	-	24,000	24,000
AB Reingier Industries Pvt. Ltd.	-	105,975	105,975	-
Ahee Sohi Transport Agency	-	153,100	153,100	-
Al-Amin Net	-	42,200	42,200	-
Alpha Capital Management	1,010	-	-	1,010
Amreen Refrigeration	115,000	250,000	250,000	115,000
Arthoprobaho National Exonomic	-	10,000	10,000	-
Axis Engineering	63,220	100,000	52,490	15,710
Ayshi Engineering	23,000	23,000	-	-
Bangla Courier Services	-	6,175	6,175	-
Bangladesh Chartered Accountancy Chhatra Parishad	5,000	5,000	-	-
Bangla Hardware & Mills Store	-	311,615	311,615	-
Bangla Trac Limited	327,970	1,754,277	1,754,277	327,970
BBS Cables	61,850	150,000	148,999	60,849
Bengal Roots	-	614,324	659,489	45,165
Bestair Engineering	-	-	54,250	54,250
Beximco Online	-	69,000	82,800	13,800
Bismillah Paper Products	321,868	455,000	373,017	239,885
Cargo Control Group	79,866	80,000	185,652	185,518
Central Depository Bangladesh	-	61,225	61,225	-

Mozaffar Hossain Spinning Mills Limited

Chemtex BD	-	22,000	22,000	-
Chittagong Stock Exchange	-	339,281	429,281	90,000
City Express	30,284	33,284	9,000	6,000
Confidence Associates Ltd	128,311	460,000	496,500	164,811
Delzan Enterprise	132,415	80,000	-	52,415
Desh Somoy	20,000	30,000	10,000	-
Dhaka Stock Exchange	-	-	433,331	433,331
Dhaka Wood House		57,800	113,994	56,194
Dohar Engineering Works	-	80,000	88,720	8,720
Ekushey Express	-	23,700	26,700	3,000
Enviro Enginiering	-	190,000	312,950	122,950
Express Insurance Ltd.	-	23,422	23,422	-
Fahim Transport Agency	86,600	300,000	323,000	109,600
Faith Courier Service	-	1,200	4,200	3,000
Fast Tech Engineering Ltd	-	262,000	262,000	-
Financial Express	-	100,000	100,000	-
Galaxy Corporation	-	228,000	248,000	20,000
Gazi International	-	674,900	674,900	-
Gazi Tank	15,400	15,400	-	-
Haque Engeneering Workshop	-	-	90,192	90,192
Harun Metal Eng. Workshop	-	75,900	75,970	70
Insaf Trading	-	-	41,000	41,000
Islamia Commercial Insurance	-	364,673	364,673	-
Jamalpur Shipping Lines		966,400	1,351,168	384,768
Kabir Hossain			5,000	5,000
Mahi Trade International		334,400	419,235	84,835
Minarva Engineering Works	206,351	350,000	361,735	218,086
Mollah & Sons	-	-	21,786	21,786
MSK Inspection	-	10,000	10,000	-
New Asia Ltd	-	146,268	155,808	9,540
New Mokka Trading		1,471,000	1,856,604	385,604
Panasonis Electronics	-	88,000	88,000	-
Peoples Insurance Co. Ltd	-	26,789	32,590	5,801
Provati Insurance Company Limited	-	66,288	162,764	96,476
Rahman Enterprise	-	3,241,566	3,260,000	18,434
Rapid PR	-	-	11,500	11,500
Real Tech Engineering	-	100,000	116,372	16,372
Reyan Machineries	43,100	262,000	1,050,000	831,100
Riya Enterprise	-	554,650	666,650	112,000
R. K Enterprise	-	-	877,022	877,022
Rofiq & Brothers	-	-	60,000	60,000
RM Courier Services	4,575	7,575	14,569	11,569
Safety Source	10,950	-	-	10,950
S Brother Courier Service	-	1,800	1,800	-

Mozaffar Hossain Spinning Mills Limited

Shahazul Islam	77,341	77,341	-	-
Shah Jalal Courier	-	-	3,000	3,000
Shahin Ahmed	4,490	4,490	-	-
ShareBiz Kortcha	46,000	536,000	544,500	54,500
Shelter	5,600	-	-	5,600
Shewly Enterprise	-	70,000	183,700	113,700
Shemel Engineering Works	28,423	76,018	47,595	-
Simul Traders	819,237	2,300,000	2,285,250	804,487
Solution Technology	-	40,000	40,000	-
Slogan Communication	-	47,250	47,250	-
Step Transmissi on	-	37,900	54,045	16,145
Somoy Express	14,485	18,985	4,500	-
Tally Software		12,600	12,600	-
Sumaya Enterprise	-	35,000	228,200	193,200
Textile Associates	23,782	577,608	553,826	-
Touch Paper Products		900,000	1,972,943	1,072,943
Trust Logistic	500	500	-	-
United Trade Center	-	132,000	159,000	27,000
Uttaran Paper Products	716,882	2,420,000	2,409,491	706,373
Vision Express	-	6,174	6,174	-
Xerox Express	-	2,400	2,400	-
Sub Total (B)	3,477,700	22,926,408	28,248,939	8,800,231
Total (A+B)	29,465,476	746,301,022	745,327,297	28,491,751



Mozaffar Hossain Spinning Mills Limited

House # 315, Road # 04, DOHS, Baridhara, Dhaka-1206

PROXY FORM

I/we _____ being a member(s) of **Mozaffar Hossain Spinning Mills Limited** do hereby appoint Mr/Mrs _____ of _____ as my / our Proxy to attend and vote on behalf of me / us at the **10th Annual General Meeting** of the Company to be held on **Sunday, the 20th December, 2015 at 10.30 AM** at the DOHS Baridhara Convention Center, Baridhara DOHS Parishad, DOHS Baridhara, Dhaka Cantonment, Dhaka-1206 and any adjournment thereof.

As witness my/our hand this _____ day of _____ 2015.

Folio No.	BO A/C No.																		
-----------	------------	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Signature of the Proxy with Date

No. of Share(s)

Revenue Stamp
for Tk. 20.00
(Twenty) only

Signature of the Member with Date

N.B.: This Form of Proxy, duly signed (as recorded with the company), stamped and completed must be submitted to the Registered Office or Share Department (the Company's Registered Office: House # 315, Road # 04, DOHS, Baridhara, Dhaka-1206) of the Company at least 48 (Forty Eight) hours before the Meeting.



Mozaffar Hossain Spinning Mills Limited

House # 315, Road # 04, DOHS, Baridhara, Dhaka-1206

Attendance Slip

I do hereby submit the Attendance Slip in connection with the **10th Annual General Meeting** of **Mozaffar Hossain Spinning Mills Limited** held today **Sunday, the 20th December, 2015 at 10.30 AM** at the DOHS Baridhara Convention Center, Baridhara DOHS Parishad, DOHS Baridhara, Dhaka Cantonment, Dhaka-1206.

Full Name of the Member : _____

Folio No.	BO A/C No.																		
-----------	------------	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

No. of Share(s) _____

Dated : _____

Full Name of the Attorney/ Proxy _____

Signature of the Proxy

Signature of the Member

N.B.: Shareholders are requested to handover the Attendance Slip at the entrance of the Meeting Hall.



MOZAFFAR HOSSAIN SPINNING MILLS LTD.

Head Office : House # 315, Road # 04
Baridhara DOHS, Dhaka-1206, Bangladesh
Phone: 88-02-8415961-3, Fax: 88-02-8415964
E-mail: info@simgroup-bd.com

Factory: Thakurbari Teac, Masumabad,
Bhulta, Rupgonj, Narayangonj
Website: www.simgroup-bd.com