Auditor's Report and Financial Statements
Of
Mozaffar Hossain Spinning Mills Limited
For the year ended June 30, 2026

HB Tower, 1st & 4th Floor, 23/G/1 Free School Street, Panthapath, Dhaka 1205, Bangladesh
Mobile: 01707043797, Email: mdkawsar1974@gmail.com

INDEPENDENT AUDITOR'S REPORT
of
Mozaffar Hossain Spinning Mills Limited

Opinion

We have audited the financial statements of **Mozaffar Hossain Spinning Mills Limited** which comprises of the Statement of Financial Position as at June 30, 2026, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects (or give a true and fair view of) the financial position of the Company as at June 30, 2026 and (of) its financial performance for the year then ended in accordance with the International Financial Reporting Standards (IFRSs).

Basis for opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and Bangladesh Financial Reporting Council (FRC). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the following:

We draw attention to Note 3.15 of the financial statements, which describes that the Company has not implemented a provident fund scheme for its eligible employees as required under the provisions of the Bangladesh Labor Act, 2006 and relevant rules. Non-compliance with these statutory requirements may expose the Company to regulatory penalties and employee claims. Our opinion is not modified in respect of this matter.

Other Matters

The financial statements of the Company for the year ended 30 June 2025 were audited by another auditor M Z Islam & Co. Chartered Accountants who expressed an unmodified opinion on those statements on 27 October 2025.

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Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

1. Revenue recognition:	
Description of Key Audit Matters	**Our Responses to the Key Audit Matters**
Revenue amounting to BDT 2,906,185,088 was considered a key audit matter due to its significance to the Company's financial statements and the assessed high risk of material misstatement relating to revenue recognition, accuracy and cut-off.	Our audit procedures in respect of revenue recognition included the following:
	We reviewed the Company's revenue recognition policy and assessed its application in accordance with IFRS 15, particularly the transfer of control of goods to customers.
Mozaffar Hossain Spinning Mills Limited is a 100% deemed-export-oriented company in Bangladesh. Revenue is recognised when goods are delivered to customers through the issuance of delivery challans and control of the goods is transferred to the buyers. Accordingly, particular audit attention was given to assessing the application of IFRS 15, Revenue from Contracts with Customers, and verifying whether revenue was recognised in the appropriate accounting period.	Considering the assessed high risk of material misstatement, we performed substantive audit procedures using monetary unit sampling (MUS), with reference to performance materiality and trivial materiality, as appropriate.
	We examined selected sales transactions by checking sales invoices, delivery challans and other relevant supporting documents to assess the occurrence, accuracy and appropriate recognition of revenue. The revenue sample testing covered approximately 42% of the total revenue population, as documented in the audit working papers.
	We reconciled revenue recorded in the books of account with the turnover reported in the VAT return, Mushak 9.1, and investigated differences identified, where applicable.
	We performed cut-off tests on a sample basis using haphazard sample selection. We examined sales invoices, delivery challans and related supporting documents immediately before and after 30 June 2026 to assess whether revenue was recognised in the correct financial year.
	We evaluated the results of the substantive audit procedures and assessed identified misstatements against the applicable materiality levels.
These procedures were designed to obtain sufficient appropriate audit evidence regarding revenue recognition, accuracy and cut-off, and the appropriate presentation of turnover in the Company's financial statements for the year ended 30 June 2026.	
See note no. 3.14 & 23 for details	

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2. Valuation of Inventories:	
The Key Audit Matter	**Our Responses to the Key Audit Matters**
Inventories amounting to BDT 2,137,974,700 as at 30 June 2026 were considered a key audit matter due to their significance to the Company's financial statements and the judgement involved in determining their cost and net realisable value (NRV). The existence, completeness, valuation and proper cut-off of inventories required particular audit attention.	Our audit procedures in respect of inventories included the following:
	We attended the physical inventory verification jointly with the Company's management audit team from 1 July 2026 to 4 July 2026, subsequent to the financial year-end.
	We considered the reconciliation of physical inventory quantities verified after the reporting date to the inventory records as at 30 June 2026, taking account of relevant movements between the reporting date and the dates of physical verification.
	We performed inventory cut-off tests by examining selected purchase, goods receipt, production, dispatch and sales documents immediately before and after the reporting date to assess whether inventory transactions were recorded in the appropriate accounting period.
	We reviewed the finished goods per-unit cost calculation, including the relevant cost components used in determining inventory costs.
	We reviewed the Net Realisable Value (NRV) test to assess whether inventories were stated at the lower of cost and NRV in accordance with IAS 2, Inventories.
	We reviewed the overall inventory valuation and assessed the appropriateness of the valuation methods and the application of the Company's inventory costing policies.
	• We compared the net realizable value on test basis through a review of subsequent period sales and the cost price of a sample of inventories and comparison to the associated provision to assess whether inventory provisions are complete.
Based on the audit procedures performed and the evidence obtained, we evaluated whether the inventory balances were appropriately supported and valued in accordance with the applicable financial reporting framework.	
See note no. 3.08 & 6.00 for details	

3.Measurement of deferred tax liability:	
The Key Audit Matter	**How the matter was addressed in our audit**

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Deferred tax liability amounting to BDT 111,122,524 was considered a key audit matter due to the significance of the balance to the Company's financial statements and the judgements involved in determining the tax base of assets and liabilities, taxable temporary differences and the applicable tax rates.	Our audit procedures in respect of deferred tax included the following:
	We independently recalculated the tax bases of relevant assets and liabilities, taxable temporary differences and the resulting deferred tax liability.
The calculation of deferred tax requires consideration of differences between the carrying amounts of assets and liabilities in the financial statements and their respective tax bases under the applicable tax laws. Particular attention was given to depreciation rates under the Income Tax Act, 2023, unabsorbed depreciation, revaluation reserves and gratuity provisions.	We reviewed the depreciation rates applied by the Company and assessed their consistency with the applicable provisions of the Income Tax Act, 2023.
	We examined the treatment of unabsorbed depreciation and considered its appropriate impact on the calculation of tax bases and deferred tax, where applicable.
	We reviewed the deferred tax calculation relating to the revaluation reserve and verified that the related deferred tax was separately calculated, recognised and disclosed in equity in accordance with the relevant requirements of IAS 12, Income Taxes, and IAS 16, Property, Plant and Equipment, as applicable.
	We reviewed the deferred tax calculation relating to the gratuity provision, including the underlying temporary differences, applicable tax treatment and recognition in the appropriate component of the financial statements.
	We assessed the applicable tax rates and recalculated the deferred tax liability to verify the mathematical accuracy and consistency of the calculation with the relevant financial reporting requirements.
	We reviewed the presentation and disclosure of deferred tax balances in the financial statements in accordance with IAS 12, Income Taxes.
These procedures were designed to obtain sufficient appropriate audit evidence regarding the measurement, recognition and presentation of the deferred tax liability of BDT 111,122,524 as at 30 June 2026.	
See note no. 16.00 for details	

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Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the Company.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISA, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

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- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the Management' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

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From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 2020 and Financial Reporting Act 2015, we also report the following

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books;
- the statement of financial position and the statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns; and
- The expenditures incurred ware for the purpose of the Company' Business.

The engagement partner on the audit resulting in this independent auditor's report is Mohammad Abu Kawsar, FCA

Sd/-
Mohammad Abu Kawsar FCA,
ICAB Enrolment No. 1497
Partner
T. Hussain & Co.
Chartered Accountants
DVC 2610261497AS741978

Date: Dhaka
26-Oct-2026

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T. Hussain & Co.
Chartered Accountants

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Mozaffar Hossain Spinning Mills Limited
Statement of Financial Position
As at 30 June 2026

Particulars	Note	Amount in Taka	
		30 June, 2026	30 June, 2025
ASSETS			
Non Current Assets:		**3,127,313,907**	**3,315,586,697**
Property, Plant and Equipment's	4.00	3,119,735,178	3,308,610,697
Investment	5.00	7,578,730	6,976,001
Current Assets:		**3,726,015,889**	**3,419,908,526**
Inventories	6.00	2,137,974,700	1,807,093,153
Accounts Receivable	7.00	1,178,829,121	1,220,585,241
Investment in FDR	8.00	123,797,500	115,000,000
Advances, Deposits & Pre-Payments	9.00	232,906,470	258,740,401
Cash and Cash Equivalents	10.00	52,508,097	18,489,730
Total Assets:		**6,853,329,796**	**6,735,495,223**
EQUITY & LIABILITIES			
Shareholders Equity:		**2,099,125,035**	**2,061,284,812**
Share Capital	11.00	1,009,933,740	1,009,933,740
Revaluation Reserve	12.00	495,744,325	500,545,475
Tax Holiday Reserve	13.00	72,845,417	72,845,417
Retained Earnings	14.00	520,601,554	477,960,180
Non Current Liabilities:		**2,512,553,625**	**2,251,363,158**
Long Term Loan	15.00	2,401,431,101	2,131,402,799
Deferred Tax Liability	16.00	111,122,524	119,960,359
Current Liabilities:		**2,241,651,136**	**2,422,847,253**
Long Term Borrowings- Current Maturity	17.00	138,656,294	179,656,388
Accounts Payable	18.00	9,217,325	10,401,377
Cash Dividend Payable	19.00	952,854	747,855
Short Term Borrowings	20.00	1,833,900,924	2,001,543,373
Provision for Tax	21.00	72,608,647	81,749,400
Accrued Expenses	22.00	186,315,091	148,748,861
Total Liabilities		**4,754,204,761**	**4,674,210,411**
Total Equity & Liabilities:		**6,853,329,796**	**6,735,495,223**
Net Asset Value Per Share (NAVPS)	34.00	**20.78**	**20.41**

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

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

Signed in terms of our report of even date.

Sd/-
Mohammad Abu Kawsar FCA,
ICAB Enrolment No. 1497
Partner
T. Hussain & Co.
Chartered Accountants
DVC 2610261497AS741978

Date: Dhaka
26-Oct-2026

T. Hussain & Co.
Chartered Accountants

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Mozaffar Hossain Spinning Mills Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2026

Particulars	Note	Amount in Taka	
		30 June, 2026	30 June, 2025
Turnover	23.00	2,906,185,088	2,784,553,330
Less : Cost of Goods Sold	24.00	2,320,404,755	2,194,800,692
Gross Profit		**585,780,333**	**589,752,638**
Operating Expenses:		**(73,658,296)**	**(66,751,311)**
Administrative Expenses	25.00	(72,878,883)	(65,776,827)
Selling & Distribution Expenses	26.00	(779,413)	(974,484)
Operating Profit		**512,122,037**	**523,001,327**
Other Income	27.00	12,747,718	(1,081,960)
Financial Expenses	28.00	(444,074,268)	(404,821,226)
Profit before WPPF & Income Tax		**80,795,487**	**117,098,141**
Contribution to WPPF		(3,847,404)	(5,576,102)
Profit before Income Tax		**76,948,083**	**111,522,038**
Income Tax Expenses	29.00	**(2,008,697)**	**(38,679,034)**
Current Tax Expenses	21.01	(15,647,682)	(21,788,435)
Deferred Tax Income/(Expenses)	16.01 & 16.03	13,638,985	(16,890,600)
Profit/(Loss) after Tax		**74,939,386**	**72,843,004**
Earnings per share (Basic)	30.00	**0.74**	**0.72**

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

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

Signed in terms of our report of even date.

Sd/-
Mohammad Abu Kawsar FCA,
ICAB Enrolment No. 1497
Partner
T. Hussain & Co.
Chartered Accountants
DVC 2610261497AS741978

Date: Dhaka
26-Oct-2026

Mozaffar Hossain Spinning Mills Limited
Statement of Changes in Equity
For the year ended 30 June 2026

Particulars	Share Capital	Revaluation Reserve	Tax Holiday Reserve	Retained Earnings	Total as on 30.06.2026 Taka
Balance as on 1st July 2025	**1,009,933,740**	**500,545,475**	**72,845,417**	**477,960,179**	**2,061,284,811**
Less: Related Deferred Tax on Revaluation 3%		(4,801,150)			(4,801,150)
Cash Devidend 3%(For all Shareholder)				(30,298,012)	(30,298,012)
Tax Claim by DCT for the Claim of Assessment 2014-2015				(2,000,000)	(2,000,000)
Net Profit/(Loss) after tax				74,939,386	74,939,386
Balance as on 30 June 2026	**1,009,933,740**	**495,744,325**	**72,845,417**	**520,601,554**	**2,099,125,035**

Statement of Changes in Equity
For the year ended 30 June 2025

Particulars	Share Capital	Revaluation Reserve	Tax Holiday Reserve	Retained Earnings	Total as on 30.06.2025 Taka
Balance as on 1st July 2024	**1,009,933,740**	**510,760,689**	**72,845,417**	**435,415,188**	**2,028,955,034**
Less: Related Deferred Tax on Revaluation 2%		(10,215,214)			(10,215,214)
Cash Devidend 3%(For all Shareholder)				(30,298,012)	(30,298,012)
Net Profit/(Loss) after tax				72,843,004	72,843,004
Balance as on 30 June 2025	**1,009,933,740**	**500,545,475**	**72,845,417**	**477,960,179**	**2,061,284,812**

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

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

Signed in terms of our report of even date.

Sd/-
Mohammad Abu Kawsar FCA,
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Partner
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Date: Dhaka
26-Oct-2026

Mozaffar Hossain Spinning Mills Limited
Statement of Cash Flows
For the year ended 30 June 2026

Particulars	Note	Amount in Taka	
		30 June, 2026	30 June, 2025
A.Cash Flows from Operating Activities :			
Cash Collection from Turnover and Others		2,948,349,297	2,238,230,361
Foreign Exchange Gain/(Loss)		12,339,629	51,823,926
Cash Paid to Suppliers, Employee and Others		(2,508,528,286)	(1,953,509,625)
Cash generation from operations		**452,160,639**	**336,544,662**
Income tax paid		(27,997,065)	(21,788,435)
Net Cash provided/(used) by Operating Activities		**424,163,574**	**314,756,227**
B.Cash flows from Investment Activities :			
Acquisition of Fixed Assets		-	-
Advance for Acquisition of Property, Plant & Equipment		32,008,718	(8,424,521)
Investment in FDR		(8,797,500)	(115,000,000)
Investment		(602,729)	(850,364)
Net cash used by Investing activities		**22,608,489**	**(124,274,885)**
C.Cash flows from Financing Activities :			
Received/(Repaid) short term loan		(167,642,448)	420,602,341
Financial Expenses		(444,074,268)	(404,821,226)
Cash Dividend Paid		(30,093,013)	(30,149,935)
Received/(Repaid) long term loan		229,028,208	(181,067,952)
Net Cash provided/(used) by Financing Activities		**(412,781,522)**	**(195,436,772)**
Increase/(Decrease) in Cash Flows (A+B+C)		**33,990,541**	**(4,955,430)**
Opening Cash & Bank Balances		18,489,730	23,378,032
Unrealized Fc Gain/(Loss) for Cash and Cash Equivalents		27,826	67,130
Cash and Cash Equivalents		**52,508,097**	**18,489,730**
Net Operating Cash Flow per share (NOCFPS)	31.00	**4.20**	**3.12**

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

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

Signed in terms of our report of even date.

Sd/-
Mohammad Abu Kawsar FCA,
ICAB Enrolment No. 1497
Partner
T. Hussain & Co.
Chartered Accountants
DVC 2610261497AS741978

Date: Dhaka
26-Oct-2026

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

1.00 The background and activities of the Company :

1.01 Legal form of the Company :

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

1.02 Address of the Registered & Corporate Office :

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

1.02.01 Other Corporate Information :

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

1.03 Nature of Business Activities :

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

2.00 Summary of Significant Accounting Principle and Valuation Policies :

2.01 Basis of Preparation and Presentation of Financial Statements :

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

2.01.1 Statement of Compliance with Applicable Laws and Standards :

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

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

2.02 Measurement basis :

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

2.03 Risk and uncertainty for use of estimates and judgments :

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

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

2.04 Going Concern :

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

2.05 Accrual basis :

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

2.06 Components of the Financial Statements :

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

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

2.07 Reporting Period :

The financial period of the Company covers from 01 July to 30 June. The Company follows its reporting period from 01 July to 30 June in order to comply with the provision of section 9 of the Finance Act, 2015 and interpretations and implementation of Bangladesh Securities and Exchange Commission Directive No. SEC/SRMIC/2011/1240/445 dated April 27, 2016 concerning uniform income year. However, the company was followed its reporting period from 01 January to 31 December up to 30 June 2016. The financial statements cover twelve months from 01 July, 2025 to 30 June, 2026.

2.08 Authorization for Issue :

The Board of Directors supposed to be approved these financial statements in its meeting held on 26 October, 2026.

2.09 Application of Standards :

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

Accounting Standards	Particulars	Compliance Status
IAS-1	Presentation of Financial Statements	Complied
IAS-2	Inventories	Complied
IAS-7	Statement of Cash Flows	Complied
IAS-8	Accounting Policies, Changes in Accounting Estimates & Errors	Complied
IAS-10	Events After the Reporting Period	Complied
IAS-12	Income Taxes	Complied
IAS-16	Property, Plant & Equipment's	Complied
IAS-19	Employee Benefits	Complied
IAS-20	Accounting for Government Grants and Disclosure of Government Assistance	Not Applicable
IAS-21	The Effects of Changes in Foreign Exchange Rates	Complied
IAS-23	Borrowing Costs	Complied
IAS-24	Related Party Disclosures	Complied
IAS-26	Accounting & Reporting by Retirement Benefit Plans	Complied
IAS-27	Consolidated & Separate Financial Statements	Not Applicable
IAS-28	Investments in Associates	Complied
IAS-29	Financial Reporting in Hyperinflationary Economies	Not Applicable
IAS-31	Interest in Joint Ventures	Not Applicable
IAS-32	Financial Instruments: Presentation	Complied
IAS-33	Earning Per Share	Complied

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

2.10 Functional and Presentation Currency :

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

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

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

3.00 Significant Accounting Policies :

3.01 Classification of Current versus Non-current :

Current versus Non-Current Classification

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

An asset is current when it is :

- expected to be realized or intended to be sold or consumed in normal operating cycle,
- or - expected to be realized within twelve months after the reporting period,
- or - held primarily for the purpose of trading,

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

All other assets are classified as non-current.

A liability is current when it is :

- expected to be settled within twelve months after the reporting period,
- or - held primarily for the purpose of trading,

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

All other liabilities as non-current.

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

3.02 Property, Plant & Equipment :

a) Recognition and Measurement :

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

b) Capitalization of Borrowing Cost :

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

c) Subsequent Costs :

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of the day to day maintaining cost on PPE are recognized in the Statement of Profit or Loss and Other Comprehensive Income as incurred.

d) Depreciation :

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

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

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

e) Retirements and Disposals :

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

3.03 Software :

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

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

3.04 Intangible assets :

a) Recognition and Measurement :

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

b) Subsequent costs :

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

c) Amortization :

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

d) Derecognition :

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

3.05 Impairment of Assets :

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

3.06 Capital Work-in-Progress :

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

3.07 Financial Instruments :

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

3.07.01 Financial Assets :

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

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

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

3.07.02 Financial Liabilities :

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

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

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

3.08 Inventories :

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

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

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

3.09 Cash & Cash Equivalents :

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

3.10 Accounts Receivable :

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

3.11 Creditors & Other Payables :

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

3.12 Provisions & Contingencies :

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

3.13 Leases :

Right-of-Use Assets :

In Financial Year 2025-2026, the Company not recognized right of use assets at the inception date which was measured at cost, less any accumulated depreciation. Right of use assets were depreciated on a straight-line basis over the lease term. The right of use assets were presented under Non-current Asset in Statement of Financial Position which has be derecognized during the current year due to cancellation of lease agreement with associate. No Right-of-Use Assets was found under this audit period.

Lease Liability :

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

3.14 Revenue & Other Income:

Revenue from Contracts with Customers :

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

The five steps model consists of :

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

(a) Sales of Goods :

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

(b) Interest Income :

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

3.15 Employees' Benefit :

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

a) Short-term Benefits :

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

b)Provident Fund :

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

c)Gratuity :

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

d) Workers' Profit Participation Fund :

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

3.16 Borrowing Costs :

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

3.17 Net Profit before Tax :

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

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

3.18 Taxation :

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

a) Current Tax :

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

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

b) Deferred Tax :

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

3.19 Earnings per Share :

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

(a) Basic Earnings :

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

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

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

(c) Basic Earnings per Share :

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

(d) Diluted Earnings per Share :

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

3.20 Foreign Currency Transactions :

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

3.21 Statements of Cash Flows :

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

3.22 Related Parties Disclosure :

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

3.23 Segment Reporting :

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

3.24 Offsetting :

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

3.25 Concentration of Counterparty Risk :

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

3.26 Comparative Information :

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

3.27 General :

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

			Amount in Taka	
			30 June, 2026	30 June, 2025
4.00	**Property, Plant & Equipment :**			
	a) Cost			
	Opening Balance		4,381,526,675	4,381,526,675
	Add: Addition during the year		-	-
	Closing Balance		**4,381,526,675**	**4,381,526,675**
	Depreciation :			
	Opening balance		**1,583,676,667**	**1,376,973,649**
	Depreciation charged during the period		188,875,519	206,703,018
	Accumulated Depreciation		**1,772,552,186**	**1,583,676,667**
	Written Down Value at cost		**2,608,974,489**	**2,797,850,008**
	b) Revaluation:			
	Opening Balance		510,760,689	510,760,689
	Add: Addition during the year		-	-
	Written Down Value at Revaluation		**510,760,689**	**510,760,689**
	Total Written Down Value(WDV) (a+b)		**3,119,735,178**	**3,308,610,697**
	Details have been shown in Annexure-"A"			
5.00	**Investment :**			
	Investment to Suntech Energy Limited			
	Opening Balance		6,976,001	6,125,637
	Add: Addition made during the year		-	-
	Closing Balance		**6,976,001**	**6,125,637**
	Add: Profit from the Associates		602,729	850,364
	Written Down Value		**7,578,730**	**6,976,001**

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

6.00	**Inventories :**			
	Raw Material	6.01	389,192,646	211,553,220
	Work-in-Process	6.02	169,324,330	141,077,989
	Finished Goods	6.03	1,546,977,046	1,426,730,809
	Packing Materials		15,905,756	12,616,286
	Store Materials		16,574,922	15,114,849
			2,137,974,700	**1,807,093,153**

	Amount in Taka	
	30 June, 2026	30 June, 2025

6.01 Raw Material :

Particulars	Qty. (Kg)	Amounts	Amounts
Virgin Cotton	1,549,556	380,628,981	175,264,556
Recycling Cotton	95,414	8,563,664	36,288,664
Total	**1,644,971**	**389,192,646**	**211,553,220**

6.02 Work-in-Process :

Particulars	Qty. (Kg)	Amounts	Amounts
Work-in-process	689,718	169,324,330	141,077,989
Total	**689,718**	**169,324,330**	**141,077,989**

6.03 Finished Goods :

Particulars	Qty. (Kg)	Amounts	Amounts
Yarn	4,841,444	1,545,815,351	1,425,569,113
Primary estimation of damage stock of Finished Goods and Claim to Insurance Company	3,326	1,161,696	1,161,696
Total	**4,844,770**	**1,546,977,046**	**1,426,730,809**

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

- Due to fire in the factory on 26.02.2021, factory premises, inventory was damaged and an estimation of the damaged material completed by management, Fire service & Civil defense authority, and independent surveyor appointed by Insurance Company which is finalized. Fire insurance claim of Due amounts Tk. 11.61 Lac. however, so hopefully will get the claim due amounts against damaged Goods .

7.00 Accounts Receivable :

Accounts Receivable	7.01	1,711,266,105	1,432,975,596
Add: Exchange gain		8,467,290	17,689,256
Less: Adjustment of Bill Discounting (Net off Assets & Liabilities)	7.02	(540,904,273)	(230,079,611)
Closing Receivable		**1,178,829,121**	**1,220,585,241**

7.01 This is unsecured, considered good and is falling due within one year . No debts are considered as bad during the year. Classification schedule as required by Schedule XI of Companies Act 1994 is as follows:

A	Accounts Receivable considered good in respect of which the company holds no security other than the debtor's personal security (Annexure B)	316,954,904	388,463,225
B	Accounts Receivable due by Common management (Annexure B)	1,394,311,201	1,044,512,371
		1,711,266,105	**1,432,975,596**

			Amount in Taka	
			30 June, 2026	30 June, 2025
7.02	**Adjustment of Bill Discounting (Net off Assets & Liabilities) :**			
	Woori Bank Limited		459,346,451	199,292,416
	IBBL -MDB		81,557,822	3,956,753
	NCC-IBP		-	26,830,442
			540,904,273	**230,079,611**
7.03	**Aging of Accounts Receivable :**			
	Dues within three months		968,806,976	684,709,005
	Dues above three months but within six months		454,355,507	413,657,432
	Dues above six months		288,103,622	334,609,159
	Please refer to Annexure-**'B'** for further details		**1,711,266,105**	**1,432,975,596**
8.00	**Investment in FDR :**			
	Agrani Bank PLC A/C-332		123,797,500	115,000,000
			123,797,500	**115,000,000**

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

9.00	**Advances, Deposits & Pre-Payments**			
	Advance against Purchase	9.01	99,711,131	131,719,848
	Advance against Factory Expenses		15,081,428	16,173,205
	Advance against L/c, L/C Margin		59,029,209	70,729,003
	Bank Guarantee for CDBL		1,176,349	1,176,349
	Goods in Transit		13,704,592	-
	Titas Gas Security Deposits		15,918,952	15,918,952
	Prepaid Insurance		174,216	1,121,081
	Tax deducted at sources	9.02	28,110,593	21,901,962
			232,906,470	**258,740,401**

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

9.01	**Advance against Purchase :**		
	Dues within three months	25,886,269	41,029,742
	Dues above three months but within six months	24,254,437	18,974,048
	Dues above six months	49,570,425	71,716,058
		99,711,131	**131,719,848**
9.02	**Tax Deductions at Sources :**		
	Opening Balance	**21,901,962**	**20,319,366**
	Add : Addition during the period	27,997,065	21,788,435
		49,899,028	**42,107,801**
	Less : AIT adjusted during the Assessment Year 2025-2026	21,788,435	20,205,839
		28,110,593	**21,901,962**
9.02.1	**Break-up of opening balance as follows:**		
	Fiancial Year :		
	2018-2019	113,528	113,528
	2024-2025	-	21,788,435
	2025-2026	27,997,065	-
		28,110,593	**21,901,962**

			Amount in Taka	
			30 June, 2026	30 June, 2025
10.00	**Cash and Cash Equivalents :**			
	Cash in Hand		1,959,254	3,988,328
	Cash at Banks	10.01	50,548,843	14,501,402
	Total		**52,508,097**	**18,489,730**
10.01	**Cash at Banks:**			
	IBBL Mouchak #20501450100327918		1,125,611	297,809
	IBBL Mouchak #20501452500004916		4,342,811	838,908
	IBBL Mouchak #20501452600004917		3,334	380,702
	IBBL Bhulta #20502800100215106		262,977	27,724
	IBBL(FCAD ORQ) Mouchak #20501452800001714		2,342,636	3,140,094
	IBBL(FC Held BB LC) Mouchak #20501452300004914		104,902	104,859
	SEBL Dhanmodi #1211100015657		30,485	531,790
	SEBL FC Dhanmodi #15400002573		125,445	125,394
	SEBL Bhulta # 7713100000379		772	1,511
	DBBL Bhulta # 1761200001733		1,025,290	199,635
	DBBL Bashundhara # 1471100005894		3,331,942	1,901,778
	MBL Pragati Sarani # 1111000926026		67,814	69,424
	Woori Bank FC #1509640003099		6,605,604	401,781
	Woori Bank RQA		348,320	694,914
	Woori Bank #1509640002993		139,436	1,840,391
	Agrani Bank Foreign Ex # 0200017638659		983,095	317,799
	Agrani Bank Foreign Ex # 0200024097969		26,679,632	-
	Agrani Bank Foreign Ex # 0200024636789		1,944,503	-
	Agrani Bank FC Foreign Ex # 0200018773999		177,716	-
	Agrani Bank Foreign Ex # 0200018756001		-	2,896,998
	NCC Bank Dilkusha Branch #0028-0210022678		37,605	62,347
	NCC Bank Dilkusha Branch #0028-0325001170		9,220	10,552
	NCC Bank FC Dilkusha Branch #0028-0268000093		59,376	59,352
	NCC Bank FC Dilkusha Branch #0028-0259000252		3,038	3,036
	NCC Bank Dilkusha Branch #0028-0325001438		684,557	481,194
	CBC Bank A/C# 1818007453		112,723	113,413
	Total		**50,548,843**	**14,501,402**
11.00	**Share Capital :**			
	This represents the followings:			
	Authorized Capital:			
	300,000,000 ordinary Shares of Tk 10/- each		3,000,000,000	3,000,000,000

	Amount in Taka	
	30 June, 2026	30 June, 2025

11.01 Issued, Subscribed and Paid-up Capital:

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

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

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

12.00 Revaluation Reserve :

Opening Balance	500,545,475	510,760,689
Add:Addition during the Year	-	-
	500,545,475	**510,760,689**
Less: Related Deferred Tax on Revaluation 3%	(4,801,150)	(10,215,214)
Closing Balance	**495,744,325**	**500,545,475**

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

13.00 Tax Holiday Reserve :

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

14.00 Retained Earnings :

Opening Balance	477,960,180	435,415,188
Add: Net Profit / (Loss) for the period	74,939,386	72,843,004
Total	**552,899,566**	**508,258,192**
Tax Claim by DCT for the Claim of Assessment 2014-2015	(2,000,000)	-
Cash Devidend 3%(For all Shareholder)	(30,298,012)	(30,298,012)
Closing Balance	**520,601,554**	**477,960,180**

		Amount in Taka	
		30 June, 2026	30 June, 2025
15.00 Long Term Borrowings :			
This is made-up as follows			
Hajj Finance Com. Ltd - 1813		15,915,726	13,830,612
Hajj Finance Com. Ltd - 1925		32,989,424	33,914,679
Hajj Finance Com. Ltd - 1947		127,853,011	139,601,872
Hajj Finance Com. Ltd - 2149		18,042,617	21,505,552
IBBL HPSM-20501454300095301		105,415,920	96,158,727
IBBL HPSM-20501454300097909		58,396,542	53,020,217
IBBL HPSM-20501454300098405		83,293,993	75,173,539
IBBL HPSM-20501454300111713		122,108,980	108,857,212
IBBL HPSM-20501454300111814		69,829,702	62,148,634
IBBL HPSM-20501454300115515		1,774,027,424	1,586,577,519
IBBL HPSM-20501454300116112		58,364,023	52,892,498
IBBL HPSM-20501454300116901		73,850,032	67,378,126
		2,540,087,395	**2,311,059,187**
Less:Transferred to Current portion of Long term loan	17.00	(138,656,294)	(179,656,388)
Closing Balance		**2,401,431,101**	**2,131,402,799**

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

2. Period of Investment - 07 (seven) years excluding 12 month gestration period.

3. Rate of return -15% per annum or the rate to be determined by the bank from time to time.

4. Collateral:

A. 156.10 decimal project land along with 88,200 sft. Project building vide FSV 81.36 million.

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

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

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

16.00 Deferred Tax (Assets)/Liability :

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

Opening Balance		119,960,359	103,069,759
Add: Addition/(adjustment) during the year	16.01	(14,320,735)	7,054,136
Add: Addition/(adjustment) during the year for revaluation	16.02	4,801,150	10,215,214
Add: Addition/(adjustment) during the year for gratuty	16.03	681,750	(378,750)
Closing balance		**111,122,524**	**119,960,359**

		Amount in Taka	
		30 June, 2026	30 June, 2025
16.01	**Details of deferred tax liabilities/(Assets) :**		
	Carrying amount on 30 June 2026 :		
	Property, plant & equipment except land	2,240,012,544	2,428,888,063
		2,240,012,544	**2,428,888,063**
	Tax base Carrying amount on 30 June 2026 :		
	Property, plant & equipment except land	(1,319,224,608)	(1,465,805,120)
		(1,319,224,608)	**(1,465,805,120)**
	Unabsorbed Depreciation	122,428,271	228,923,643
	Taxable/(deductible)Temporary Difference	**798,359,665**	**734,159,299**
	Applicable Tax Rate	12.00%	15.00%
	Closing balance of deferred tax(Assets)/Liability on cost	**95,803,160**	**110,123,895**
	Opening Deferred Tax Liabilities on assets	(110,123,895)	(103,069,759)
	Deferred tax (Income)/ Expenses	**(14,320,735)**	**7,054,136**
16.02	**Deferred Tax on Revalation Reserve of Land :**		
	Revaluation Reserve	**500,545,475**	**510,760,689**
	Effective Tax Rate	3.00%	2.00%
	Closing balance of deferred tax(Assets)/Liability	**15,016,364**	**10,215,214**
	Opening Deferred Tax Liabilities	10,215,214	-
	Deferred tax (Income)/ Expenses	**4,801,150**	**10,215,214**
16.03	**Deferred Tax on Gratuity Provision :**		
	Gratuity Provision	**2,525,000**	**2,525,000**
	Effective Tax Rate	12.00%	15.00%
	Closing balance of deferred tax(Assets)/Liability	**303,000**	**(378,750)**
	Opening Deferred Tax Liabilities	(378,750)	-
	Deferred tax (Income)/ Expenses	**681,750**	**(378,750)**
17.00	**Long Term Borrowings- Current Maturity :**		
	Islami Bank Bangladesh Ltd,Hajj Finance Ltd	138,656,294	179,656,388
		138,656,294	**179,656,388**

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

18.00 Trade Payable :

This is made up as follows:

Particulars		
Bills Payable (Annexure-C)	9,217,325	10,401,377
Total	**9,217,325**	**10,401,377**

	Amount in Taka	
	30 June, 2026	30 June, 2025

19.00 Dividend Payable :

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

Opening Balance	747,855	599,778
Add: Cash Dividend During the year	30,298,012	30,298,012
	31,045,867	**30,897,790**
Less: Cash Dividend Disbursement to Public Shareholder	30,093,013	30,149,935
Closing Balance	**952,854**	**747,855**

19.01 Details of Dividend Payable :

Financial Year	Amount	Amount
2024-2025	205,000	-
2023-2024	148,076	148,076
2022-2023	142,566	142,566
2021-2022	238,572	238,572
2020-2021	218,641	218,641
Total	**952,854**	**747,855**

20.00 Short Term Bank Borrowings :

This is made up as follows

Particulars :

IBBL Murabaha TR	420,040,952	533,892,789
IBBL Bai Salam	-	8,724,300
IBBL Bai Murabaha	364,548,030	523,875,000
IBBL MFCI	554,944,295	475,619,198
Agrani Bank -EDF/PAD	489,669,873	443,085,241
Add: Exchange Loss	4,697,774	16,346,845
Closing Balance	**1,833,900,924**	**2,001,543,373**

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

1. Purpose of Investment - To purchase/import raw materials for the project.
2. Period of Investment - 01 (one) year on revolving basis.
3. Rate of return -14.50% per annum or the rate to be determined by the bank from time to time.

4. Collateral:

A. 156.10 decimal project land along with 88,200 sft. Project building vide FSV 81.36 million.
B. 397.00 decimal project land along with 1,89,4825 sft. Project building vide FSV 251.20 million.
C. 505.04 decimal project land along with 2,49,904 sft. Factory building vide FSV 598.51 million by SFL.
D. Personal Guarantee of all Directors of the Project Companies & Mortgages of their individual properties.

- Most of the outstanding liabilities have subsequently been paid; No liabilities in the Statement of Financial Position

are at a value less than the amount at which it is repayable at the date of the Statement of Financial Position.

		Amount in Taka	
		30 June, 2026	30 June, 2025
21.00	**Provision for Income Tax :**		
	Opening Balance	**81,749,400**	83,260,239
	Add: Tax Claim by DCT for the Claim of Assessment 2014-2015	2,000,000	-
	Add : Income Tax Provision for the period 21.01	15,647,682	21,788,435
	Closing balance	**99,397,082**	**105,048,674**
	Less:Tax Paid to DCT for the Claim of Assessment 2014-2015	2,000,000	2,000,000
	Less: Liability adjusted after the DCT Assessment 2022-2023	-	700,000
	Less: Liability adjusted after the DCT Assessment 2023-2024	-	393,435
	Less: Tax Paid to DCT for the Claim of Assessment 2016-2017	3,000,000	-
	Less: Liability adjusted after the DCT Assessment 2025-2026	21,788,435	-
	Less: Liability adjusted after the DCT Assessment 2024-2025	-	20,205,839
		26,788,435	**23,299,274**
	Closing Balance	**72,608,647**	**81,749,400**
21.01	**Current Tax :**		
	A. Regular tax		
	Profit Before Tax	76,948,083	111,522,039
	Less: Other Income	12,747,718	(1,081,960)
	Add: Accounting Depreciation	188,875,519	206,703,018
	Less: Tax Depreciation	(146,580,512)	(270,841,151)
	Taxable Income for the period	**106,495,372**	**48,465,867**
	Rate of Tax	**12.00%**	**15%**
	Tax on business income	12,779,445	7,269,880
	Add: 22.5% Tax on Other Income	2,868,237	(10,820)
	Total Provision for the Period	**15,647,682**	**7,259,060**
	B. Minimum tax		
	Turnover and other income	**2,918,932,806**	**2,783,471,369**
	Minimum tax rate (1%/22.5%)*12	0.53%	0.67%
		15,567,642	**18,649,258**
	C. Advance Income Tax	**-**	**21,788,435**
	Current tax expenses (Higher of A,B & C)	**15,647,682**	**21,788,435**
22.00	**Accrued Expenses :**		
	This is unsecured, falling due within one year and consists of as follows:		
	Audit fees	345,000	345,000
	Salaries & Wages	16,740,317	16,171,321
	Remuneration	300,000	300,000
	Gas Bill	87,533,169	55,032,834
	WPPF Payable	78,871,605	74,374,706
	Provision for Gratuity	2,525,000	2,525,000
		186,315,091	**148,748,861**

- Gratuity amount is calculated on lum sum basis
- Most of the outstanding liabilities have subsequently been paid; No liabilities in the Statement of Financial Position

are at a value less than the amount at which it is repayable at the date of the Statement of Financial Position.

		Amount in Taka	
		30 June, 2026	30 June, 2025

23.00 Revenue :

This is made-up as follows:

Particulars		
Export Sales	2,906,185,088	2,784,553,330
Net Sales	**2,906,185,088**	**2,784,553,330**

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

24.00 Cost of Goods Sold :

Raw materials consumed	24.01	1,795,746,658	1,892,391,671
Accessories & Stores Consumed	24.02	7,637,373	23,629,171
Packing Materials Consumed	24.03	7,137,856	10,039,296
Manufacturing Overhead	24.04	660,519,693	558,308,516
Opening Work-in-Process		141,077,989	134,764,335
Closing Work-in-Process		(169,324,330)	(141,077,989)
Cost of Production		**2,442,795,238**	**2,478,055,000**
Opening stock of Finished Goods		1,425,569,113	1,142,979,124
Primary estimation of damage stock of Finished Goods and Claim to Insurance Company		1,161,696	18,216,197
Cost of Goods Available for Sale		**3,869,526,047**	**3,639,250,321**
Closing stock of Finished Goods		(1,546,977,046)	(1,425,569,113)
Primary estimation of damage stock of Finished Goods and Claim to Insurance Company		(1,161,696)	(1,161,696)
Damaged Finished Goods adjusted		-	(17,054,501)
Wastage Sales		(982,550)	(664,320)
Cost of Goods Sold		**2,320,404,755**	**2,194,800,692**

24.01 Raw Material Consumption :

This is made up as follows:

Particulars		
Opening Inventory	211,553,220	499,979,489
Add: Purchased during the year	1,973,386,084	1,603,965,402
	2,184,939,304	**2,103,944,891**
Less: Closing Inventory	(389,192,646)	(211,553,220)
Total	**1,795,746,658**	**1,892,391,671**

24.02 Accessories & Stores Consumption :

This is made up as follows:

Particulars		
Opening Inventory	15,114,849	10,968,547
Add: Purchased during the year	9,097,446	27,775,473
	24,212,295	**38,744,020**
Less: Closing Inventory	(16,574,922)	(15,114,849)
Total	**7,637,373**	**23,629,171**

	Amount in Taka	
	30 June, 2026	30 June, 2025

24.03 Packing Materials Consumption :

This is made up as follows:

Particulars		
Opening Inventory	12,616,286	8,977,765
Add: Purchased during the year	10,427,326	13,677,817
	23,043,612	**22,655,582**
Less: Closing Inventory	(15,905,756)	(12,616,286)
Total	**7,137,856**	**10,039,296**

24.04 Manufacturing Overhead :

This is made-up as follows:

Particulars		
Gas Bill	288,189,808	199,992,496
Salary and Wages	164,687,828	134,254,790
Festival Bonuse	11,085,969	10,134,191
Repair & Maintenance	1,315,461	1,574,993
Factory Insurance	4,866,733	4,488,465
Sundry Carrying Charges	749,463	830,236
Sundry daily labor charges	941,704	576,591
Medical & other Expenses	144,409	128,406
Depreciation	188,538,317	206,328,348
Total	**660,519,693**	**558,308,516**

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

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

25.00 Administrative Expenses:

This is made-up as follows:

Particulars		
Salary and Allowances	57,846,115	50,799,919
Managing Director Remuneration	1,200,000	1,200,000
Director's Remuneration	2,400,000	2,400,000
Festival Bonus	4,803,255	4,909,583
Audit Fee	345,000	345,000
Board Meeting Fees	140,000	126,000
Credit Rating Fees	43,000	43,000
Employee Fooding Bill	598,861	617,730
Traveling and Conveyance	424,716	323,940
House & Office rent	897,000	897,000
Telephone & Mobile Bill	111,150	98,000
Regulatory Fee, AGM and Company Secretarial Expense	1,082,541	970,483
Subscription and Donations	100,000	20,000
Fees, Renewals and other Expenses	1,039,461	1,070,972
Fuel expenses	1,411,147	1,501,475
IT Solution	99,435	79,055
Depreciation	337,202	374,670
Total	**72,878,883**	**65,776,827**

		Amount in Taka	
		30 June, 2026	30 June, 2025
26.00	**Selling & Distribution Expenses:**		
	This is made-up as follows:		
	Particulars		
	Salaries and Allowances	727,059	854,484
	Advertisement	52,354	120,000
	Total	**779,413**	**974,484**
27.00	**Other Income :**		
	Interest on FDR and Bank Account	10,438,416	82,344
	Exchange Rate Fluctuation Gain/(Loss)	1,706,573	(2,014,668)
	Profit from Associate	602,729	850,364
	Total	**12,747,718**	**(1,081,960)**
28.00	**Financial Expenses :**		
	This is made-up as follows:		
	Particulars		
	Bank Charges and Commission	3,853,652	3,236,603
	Interest on HPSM	278,230,339	275,610,698
	Interest on BAI Murabaha	32,363,030	26,962,500
	Interest on Murabaha TR	42,060,952	37,743,407
	Interest on Woori -IDBP	28,270,752	7,908,767
	Interest on Hajj Finance	18,777,957	21,881,300
	Interest on MFCI	14,098,811	12,346,967
	Interest on IDLC	-	510,338
	Interest on Agrani PAD	25,158,631	13,229,932
	Interest on NCC IBP	-	5,385,714
	Interest on Bai Salam	956,794	5,000
	Interest on MDB	303,350	-
	Total	**444,074,268**	**404,821,226**

29.00 Income Tax Expenses :

In completion with the requirements of para 79 of IAS-12:Income Tax, the major components of tax expenses are given below

Current Tax	21.01	15,647,682	21,788,435
Deferred tax	16.01	(13,638,985)	16,890,600
Total		**2,008,697**	**38,679,034**

	Amount in Taka	
	30 June, 2026	30 June, 2025

30.00 Earnings per Share:

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

Weighted average number of ordinary shares outstanding during the year

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

Diluted earnings per share

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

This is made-up as follows:

Particulars		
Net Profit After Taxes	74,939,386	72,843,004
Weighted Average Number of Ordinary share	100,993,374	100,993,374
Earnings per share(EPS):	**0.74**	**0.72**

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

31.00 Net Operating Cash Flows per Share (NOCFPS) :

The Computation of NOCFPS is given below:

Net Cash Generated from Operating Activities	424,163,574	314,756,227
Weighted Average Number of Ordinary Shares	100,993,374	100,993,374
Net Operating Cash Flows per Share (NOCFPS)	**4.20**	**3.12**

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

Reasons for deviations:

During the financial year ended 30 June 2026, the company's turnover increased significantly to BDT 2,906 million (from BDT 2,785 million in the prior year). This sharp contraction in revenue is a primary driver of the increase in net operating cash flow for the period.

32.00 Statement of Cash Flows :

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

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

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

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

	Amount in Taka	
	30 June, 2026	30 June, 2025
32.01 Reconciliation of Net Income with Cash Flows from Operating Activities :		
Profit before Income Tax	76,948,083	111,522,038
Adjustment for items not involving movement of cash:		
Depreciation on Property, Plant and Equipment	188,875,519	206,703,018
Financial Expenses	444,074,268	404,821,226
Foreign Exchange Gain/(Loss)	12,339,629	51,823,926
	722,237,499	**774,870,208**
(Increase)/Decrease in Accounts Receivable	29,416,491	(545,241,009)
(Increase)/Decrease in Inventory	(330,881,547)	8,792,304
(Increase)/Decrease in Advance, Deposits & Prepayments	13,738,436	91,320,403
Increase/(Decrease) in Accounts Payable	(1,211,877)	(4,428,497)
Increase/(Decrease) in Accrued expenses	37,566,230	14,324,686
Increase/(Decrease) in Revaluation Reserve	-	-
Increase/(Decrease) in Goods in Transit	(13,704,592)	-
	(265,076,860)	**(435,232,112)**
Tax Paid to DCT against Claim for Assessment 2014-2015	(2,000,000)	(2,000,000)
Tax Paid to DCT against Claim for Assessment 2016-2017	(3,000,000)	-
Liability adjusted after the DCT Assessment 2022-2023	-	(700,000)
Liability adjusted after the DCT Assessment 2023-2024	-	(393,435)
Income Tax paid during the year	(27,997,065)	(21,788,435)
	424,163,574	**314,756,227**

33.00 Income Tax Paid :

During the year the Company paid Tk. 2,79,97,065 as advance income tax.

34.00 Net Asset Value Per Share (NAVPS) :		
Net Asset Value	2,099,125,035	2,061,284,812
Number of Shares	100,993,374	100,993,374
Net Asset Value Per Share (NAVPS)	**20.78**	**20.41**

35.00 Contribution of Workers' Profit Participation Fund:

This represents 5% of the net profit after charging such contribution but before tax contribution by the Company as per provisions of Bangladesh Labor Law 2006 (Amendments 2023) and is payable to the workers as define in the said Law. During the current year, company provision WPPF BDT 3,847,404 and shown in statement of profit or loss and other comprehensive income.

36.00 Commission, Brokerage or Discount :

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

37.00 Payment made in Foreign Currency :

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

38.00 Finance Lease Commitment :

As at 30-06-2026, there was no lease commitment under finance lease.

39.00 Claim not Acknowledged as debt :

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

40.00 Related Party Transactions :

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

40.01 Trading Transactions with Related Parties :

Name of related party	Relationship	Nature of transaction	30.06.2026	30.06.2025
SIM Fabrics Limited	Common Director	Sales	1,394,311,201	1,044,512,371
Total			**1,394,311,201**	**1,044,512,371**

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

41.00 Payment /Perquisites to Directors and Officers :

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

Particulars	30-06-2026	30-06-2025
Managing Director Remuneration	1,200,000	1,200,000
Directors Remuneration	2,400,000	2,400,000
Managerial Remuneration	-	-
Managerial Benefits:	-	-
Bonus	-	-
House Rent	-	-
Conveyance	-	-

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

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

42.00 Key Management Personnel Compensation :

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

Particulars	30-06-2026	30-06.2025
Salary & Allowances	2,356,080	2,356,080
Directors Remuneration	3,600,000	3,600,000
Festival Bonus	196,340	196,340
Meeting Attendence Fees	140,000	126,000
Provision for Post Employment Benefits (PF & WPPF)	-	-

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

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

43.00 Attendance Status of Board Meeting of Directors :

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

Name of the Directors	Designation	Meeting held	Attendance
Mrs. Rahima Hossain	Chairman	7	6
Mr.Md. Mozaffar Hossain	Managing Director	7	5
Mr.A.S.M. Raisul Hasan (Shoaib)	Director	7	6
Mr. A.S.M. Rakibul Hasan	Director	7	5
Mr. Sorwar Hossain	Nominee Director	7	5
Mrs.Dr. Nazmina Chowdhury	Independent Director	7	3
Mr.Mijanur Rahman	Independent Director	7	5

44.00 Audit Fees :

Auditors' remuneration comprises annual audit fees only. As per schedule XI, part II, para 6 of Companies Act, 1994, auditors are only paid audit fees (including VAT) of Tk. 345,000. No other service has been taken from auditor hence other than this no other fees given to auditor.

45.00 Un-availed Credit Facilities :

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

46.00 Contingent Liabilities :

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

47.00 Board Meeting Fees :

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

Name of the Directors	Designation	Board Meeting Fees
Mrs. Rahima Hossain	Chairman	24,000
Mr.Md. Mozaffar Hossain	Managing Director	20,000
Mr.A.S.M. Raisul Hasan (Shoaib)	Director	24,000
Mr. A.S.M. Rakibul Hasan	Director	20,000
Mr. Sorwar Hossain	Nominee Director	20,000
Mr.Mijanur Rahman	Independent Director	12,000
Mr.Mijanur Rahman	Independent Director	20,000
Total		**140,000**

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

i Financial Statements authorised for Issue:

The financial statements will be authorized for issue on 26th October 2026 by the Board of Directors who had the power to amend the financial statements after issue. There is no other significant event that has occurred between the Financial Position date and the date when the financial statements were authorized for issue by the Board of Directors of the company.

iii Going-concern consideration

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

iv Declaration of dividend and date of Annual General Meeting (AGM)

Meeting of the Board of Directors of Mozaffar Hossain Spinning Mills Limited will be held on October 26, 2026 from 3.30 PM. Following decision was unanimously taken in the said meeting:

Particulars	Decision of the Board
Recommendation of Dividend for the Financial Year 2025-2026	2.50%
Date of 21th AGM	29 December, 2026
Record Date	24 November, 2026
Venue of AGM	Through hybrid system at days Hotel baridhara,69 Suhrawady Avenue, Baridhara, diplomatic Zone,Dhak-1212.

49.00 Internal Control :

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

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

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

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

50.00 Segment Reporting :

The Company is domiciled in Bangladesh. The gross revenue from export of cotton yarn is BDT 2,906 million (2026): BDT 2,785 million(2025). The Company does not have any non current assets that are located outside Bangladesh

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

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

51.00 Dividend Paid to the Shareholder :

During the year under review total cash dividend amounting to Tk. 3,00,93,013/- has been paid to the Shareholders. Dividend were paid in local currency to the local custodian bank of the shareholders as such no dividend was remitted in foreign currency.

52.00 Dividend paid to the Capital Market Stabilization (CMS) Fund:

The unclaimed/unsettled cash dividend for the year from 2020-2021 to 2022-2023 has been deposited to the Capital Market Stabilization (CMS) Fund as instructed by the Bangladesh Securities and Exchange Commission. Summary of unclaimed/unsettled cash dividend deposited to CMS Fund is as under:

	Amount in Tk.	Amount in Tk.
	30.06.2026	30.06.2025
Year		
2020-2021	-	-
2021-2022	-	-
2022-2023	-	-
Total	**-**	**-**

53.00 Financial Risk Management :

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

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

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

53.01 Credit Risk :

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

(a) Exposure of Credit Risk

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

Particulars	30-06-2026	30-06-2025
Accounts Receivable	1,178,829,121	1,220,585,241
Advances, Deposits and Prepayments	232,906,470	258,740,401
Investment in FDR	123,797,500	115,000,000
Cash and Bank Balances	52,508,097	18,489,730
Total	**1,588,041,189**	**1,612,815,373**

(b) Ageing of Receivables

Particulars	30-06-2026	30-06-2025
Dues within three months	968,806,976	684,709,005
Dues above three months but within six months	454,355,507	413,657,432
Dues above six months	288,103,622	334,609,159
Total	**1,711,266,105**	**1,432,975,596**

(c) Cash and Bank balances :

Cash in hand	1,959,254	3,988,328
Cash at bank	50,548,843	14,501,402
Total	**52,508,097**	**18,489,730**

53.02 Liquidity Risk :

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

Category of Liabilities	Year	Carrying Amount Taka	Contractual Cash Flow Taka	Cash Flow Within 0-12 Months Taka
Long Term Borrowings- Current Maturity	30.06.26	138,656,294	138,656,294	-
Accounts Payable	30.06.26	9,217,325	9,217,325	-
Cash Dividend Payable	30.06.26	952,854	952,854	-
Short Term Borrowings	30.06.26	1,833,900,924	1,833,900,924	-
Provision for Tax	30.06.26	72,608,647	72,608,647	-
Accrued Expenses	30.06.26	186,315,091	186,315,091	-
Total		**2,241,651,136**	**2,241,651,136**	**-**

53.03 Market Risk :

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

(a) Currency Risk

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

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

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

(b)Rising of Raw Materials costs :

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

c)Management Perception:

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

(d) Interest Rate Risk

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

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

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

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

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

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

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

Name of Directors	Designation	Salary	Festival Bonus	Total Payment
Mr.Md. Mozaffar Hossain	Managing Director	1,200,000	-	1,200,000
Mr. A.S.M. Raisul Hasan (Shoaib)	Director	1,200,000	-	1,200,000
Mr. A.S. M. Rakibul Hasan	Director	1,200,000	-	1,200,000
Total		**3,600,000**	**-**	**3,600,000**

Period of payment to Directors is from 01 July, 2025 to 30 June, 2026.
The above Directors of the company did not take any benefit from the company and the follows:
a. Expenses reimbursed to the managing agent - Nil
b. Commission or other remuneration payable separately to a managing agent or his associate -Nil
c. Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into such concerns with the company-Nil
d. The money value of the contracts for the sale or purchase of goods and materials or supply of services,

enter into by the company with the managing agent or his associate during the financial year-Nil
e. Any other perquisites or benefits in cash or in kind stating-Nil
f. Other allowances and commission including guarantee commission-Nil
Pensions, etc.-
1) Pensions-Nil
2) Gratuities -Nil
3) Payment from Provident Fund -Nil
4) Compensation for loss of office-Nil
5) Consideration in connection with retirement from office-Nil

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

Details of production capacity utilization:

Particulars	License Capacity (In MT)	Installed Capacity (In MT)	Actual Production (In MT)	Capacity Utilization	Name of Product
Annual production capacity in KG	Not mentioned in License	13,300	9,581	72.04%	Yarn

Details of revenue from finished goods:

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

Particulars	Opening Balance (In KG)	Production (In KG)	Sales (In KG)	Closing Balance (In KG)
Finished Goods	4,588,518	9,580,710	9,327,783	4,841,444
Total	**4,588,518**	**9,580,710**	**9,327,783**	**4,841,444**

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

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

Items	Opening Balance	Total Purchase	Consumption	Closing Balance	% of Consumption of Total Purchase
Raw Material	211,553,220	1,973,386,084	1,795,746,658	389,192,646	91.00%
Packing Materials	12,616,286	10,427,326	7,137,856	15,905,756	68.45%
Spare Parts	15,114,849	9,097,446	7,637,373	16,574,922	83.95%
Work in progress	141,077,989		(28,246,341)	169,324,330	
Total Raw materials (In Tk.)	**380,362,344**	**1,992,910,856**	**1,782,275,546**	**590,997,654**	

Value of export and Domestic Sales :

Particulars	In foreign currencies (US$)	In BDT
Export	23,721,263	2,906,185,088
Total	**23,721,263**	**2,906,185,088**

i) The company has not incurred any expenditure in foreign currencies for the period from 01 July, 2025 to 30 June, 2026 on account of royalty, know-how, professional fees, consultancy fees and interest;

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

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

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

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

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

Particulars	30-06-2026	30-06-2025
Advances, Deposits and Pre-payments exceeding 6 months	219,201,878	258,740,401
Advances, Deposits and Pre-payments not exceeding 6 months	13,704,592	-
Other Advances, Deposits & Pre-payments less provision	Nil	Nil
Advances, Deposits and Pre-payments considered good and secured	Nil	Nil
Advances, Deposits and Pre-payments considered goods without security	232,906,470	258,740,401
Advances, Deposits and Pre-payments considered doubtful or bad	Nil	Nil
Advances, Deposits and Pre-payments due by Directors	Nil	Nil
Advances, Deposits and Pre-payments due by other officers (against salary)	30,485	531,790
Advances, Deposits and Pre-payments due from companies under same management	-	-
Maximum Advances, Deposits & Pre-payments due by Directors	Nil	Nil
Maximum Advances, Deposits & Pre-payments due by Officers at any time	Nil	Nil

These financial statements should be read in conjunction with the annexed notes and supposed to be approved by the Board of Directors on 26 October, 2026 and were signed.

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

T. Hussain & Co.
Chartered Accountants

HB Tower, 1st & 4th Floor,
Free School Street,
Panthapath, Dhaka 1205

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

i) Tangible Assets **Annexure- A**

Sl. No	PARTICULARS	Cost				Rate of Dep(%)	Depreciation				Written down Value As on 30.06.2026
		Balance as on on 01.07.2025	Addition during the year	Adjustment / Disposal	Total cost as on 30.06.2026		Balance as on 01.07.2025	Charged during the year	Adjustment / Disposal	Accumulated Dep. on 30.06.2026	
		1	2	3	4(1+2-3)	5	6	7	8	9(6+7-8)	10(4-9)
01.	Land & Land Dev.	368,961,945	-	-	368,961,945	0%	-	-	-	-	368,961,945
02	Factory Building	1,453,291,970	-	-	1,453,291,970	5%	373,026,232	54,013,287	-	427,039,519	1,026,252,451
03	Plant & Machinery	2,549,605,919	-	-	2,549,605,919	10%	1,204,355,617	134,525,030	-	1,338,880,647	1,210,725,273
04	Vehicle	5,586,326	-	-	5,586,326	10%	3,781,339	180,499	-	3,961,838	1,624,488
05	Furniture & Fixture	1,728,415	-	-	1,728,415	10%	1,555,123	17,329	-	1,572,452	155,963
06	Air Condition	2,030,700	-	-	2,030,700	10%	843,398	118,730	-	962,128	1,068,572
07	Office Equipment	199,900	-	-	199,900	10%	68,746	13,115	-	81,861	118,039
08	Computer Equipment	121,500	-		121,500	10%	46,213	7,529	-	53,742	67,758
	Sub Total Taka:	**4,381,526,675**	**-**	**-**	**4,381,526,675**		**1,583,676,667**	**188,875,519**	**-**	**1,772,552,186**	**2,608,974,489**

ii) Revaluation:

Sl. No	PARTICULARS	Cost				Rate of Dep(%)	Depreciation				Written down Value As on 30.06.2026
		Balance as on on 01.07.2025	Addition during the year	Adjustment / Disposal	Total cost as on 30.06.2026		Balance as on 01.07.2025	Charged during the year	Adjustment / Disposal	Accumulated Dep. on 30.06.2026	
		1	2	3	4(1+2-3)	5	6	7	8	9(6+7-8)	10(4-9)
01.	Land & Land Dev.	510,760,689	-	-	510,760,689	-	-	-	-	-	510,760,689
	Sub Total Taka:	**510,760,689**	**-**	**-**	**510,760,689**		**-**	**-**	**-**	**-**	**510,760,689**
Balance As On 30 June 2026		**4,892,287,364**	**-**	**-**	**4,892,287,364**		**1,583,676,667**	**188,875,519**	**-**	**1,772,552,186**	**3,119,735,178**
Balance As On 30 June 2025		**4,892,287,364**	**-**	**-**	**4,892,287,364**		**1,376,973,649**	**206,703,018**	**-**	**1,583,676,667**	**3,308,610,697**

Allocation of Depreciation:	**30/06/2026**
Manufacturing Overhead	188,538,317
Administrative Overhead	337,202
	188,875,519

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

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

Annexure-B

Accounts Receivable: **Amounts in Taka**

Name of Customer	Balance as at 01.07.2025	Addition during the period	Realized during the period	Closing Balance As on 30.06.2026
Acs Textile Ltd.	331,067,786	662,746,238	757,389,626	236,424,399
Acs Towel Ltd.	-	45,777,212	45,777,212	-
Mohammadi Group Ltd	10,963,260	-	-	10,963,260
Moontaha Apparels Ltd.	2,263,100	-	2,263,100	-
Texnel Fashions Ltd.	4,422,500	-	4,422,500	-
BIP Warm Fashion Ltd	1,079,815	-	1,079,815	-
Orion Knit Textiles Ltd.	19,306,980	-	19,306,980	-
Goldtex Limited.	6,100,000	-	6,100,000	-
Adury apparels Ltd.		68,752,063		68,752,063
Amtranet Limited		2,988,901	2,173,719	815,182
Spring Trade Limited	13,259,784	-	13,259,784	-
Sub-total	**388,463,225**	**780,264,414**	**851,772,735**	**316,954,904**

Accounts Receivable due by Common management:

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

Name of Customer	Balance as at 01.07.2025	Addition during the period	Realized during the period	Closing Balance As on 30.06.2026
SIM Fabrics Limited	1,044,512,371	2,125,920,673	1,776,121,843	1,394,311,201
Sub-total	**1,044,512,371**	**2,125,920,673**	**1,776,121,843**	**1,394,311,201**
Total as on 30.06.2026	**1,432,975,596**	**2,906,185,088**	**2,627,894,579**	**1,711,266,105**

HB Tower, 1st & 4th Floor,
Free School Street,
Panthapath, Dhaka 1205

Mozaffar Hossain Spinning Mills Limited

Schedule of Trade Creditors

As at June 30, 2026

Annexure-C

Bills Payable: **Amounts in Taka**

Name of Supplier/Service Provider	Balance as at 01.07.2025	Payment during the Period	Bill during the Period	Closing Balance As on 30.06.2026
Always On Network Bangladesh	3,068	56,491	100,785	47,362
Amsler Textile Effect Systems	99,200	-	-	99,200
Ashik & Brother	128,520	-	5,380	133,900
Automation Engineering & Controls Ltd	645,880	645,880	-	-
Bangladesh Association Of Public Listed Co	50,000	50,000	-	-
Bangla Trac Limited	207,176	36,951	-	170,225
Bengal Development Corporation	4,443	-	-	4,443
Beximco Online	6,900	-	-	6,900
Central Depository Bangladesh Service Ltd	212,000	-	106,000	318,000
Chittagong Stock Exchange Ltd	1,500,000	1,500,000	501,987	501,987
Dhaka Stock Exchange Ltd	1,844,802	501,987	1,621,418	2,964,233
Forman Enterprise	19,000	-	-	19,000
Galaxy Corporation	15,000		-	15,000
Global Insurance Ltd.	265,867	570,563	304,696	-
Homeland Engineerings Construction	270,639	-	-	270,639
Jamuna Engineering	106,853	106,853	-	-
Mahin Enterprise & Packaging	66,118	-	-	66,118
Minarva Engineering Works	60,298	725,777	774,457	108,978
Monir Steel House	150,809	150,809	-	-
Mh Rubber & Plastic Machineries Ltd.	96,052	-	23,200	119,252
Ms Enterprise	32,924	1,015,600	996,725	14,049
Maa Enterprise& Packaging	11,165	833,200	1,242,766	420,731
Mostakim Enterprise	23,216	3,517,500	3,509,824	15,540
Ma Engineering Work	-	150,000	215,490	65,490
Orient Plastic & Packing Ind. Ltd	30,000	-	-	30,000
Peoples Insurance Company Ltd.	207,490	39,467	156,795	324,818
Power Breeze Engineering Ltd	2,302,892	842,892	-	1,460,000
Puspo Industrial Electronic Solution	47,500	190,000	200,000	57,500
Sharp Electronics	5,000	-	-	5,000
Textile Associates Ltd	76,500	200,000	200,000	76,500
S.R Shipping Agency	527,669	2,800,000	3,389,024	1,116,693
Suntech Hvac	61,500	218,000	218,000	61,500
Sonar Bangla Insurance	126,017	-	-	126,017
Raju. Engineering & Service Centre	-	40,000	40,000	-
Riya Enterprise	152,825		-	152,825
Fahim Transport Agency	143,500	-	-	143,500
Uttara Paper	5,706	-	-	5,706
One Inspection & Testing Services(Bd) Ltd	211,298	350,000	290,443	151,741
Union Insurance Co. Ltd.	610,000	1,213,834	674,763	70,929
Shehab Trader	49,750	-	-	49,750
Star Engineering	23,800	-	-	23,800
Total	**10,401,377**	**15,755,804**	**14,571,753**	**9,217,325**