

**Safko Spinning Mills Limited**  
**Statement of Financial Position**  
**As on 30th Sep 2014**

| <b>ASSETS</b>                                     | <b>Amount in Taka</b> |                    |
|---|-----------------------|--------------------|
|   | September 30 2014     | December 31, 2013  |
| <b>Non-Current Assets :</b>                       |                       |                    |
| Property, Plant & Equipment (net of depreciation) | 542,296,961           | 560,455,512        |
| <b>CURRENT ASSETS:</b>                            |                       |                    |
| Inventories                                       | 226,046,888           | 216,302,717        |
| Trade Debtors                                     | 41,940,803            | 21,238,743         |
| Advance, Deposit & Prepayments                    | 7,092,782             | 9,097,479          |
| Cash & Bank Balances                              | 7,702,622             | 783,348            |
| <b>Total current assets</b>                       | <b>282,783,095</b>    | <b>247,422,287</b> |
| <b>Total Assets</b>                               | <b>825,080,056</b>    | <b>807,877,799</b> |
| <b>Equity &amp; Liabilities</b>                   |                       |                    |
| <b>Shareholders Equity</b>                        |                       |                    |
| Share Capital                                     | 247,033,600           | 224,576,000        |
| General Reserve                                   | 3,029,184             | 3,029,184          |
| Revaluation Reserve                               | 371,601,139           | 379,082,710        |
| Retained : Earnings/(Deficit)                     | (84,842,841)          | (92,759,754)       |
| <b>Total Shareholders' Equity</b>                 | <b>536,821,082</b>    | <b>513,928,140</b> |
| <b>Non Current Liability :</b>                    |                       |                    |
| Lease Liability                                   | 12,085,546            | 18,327,609         |
| Deferred Tax Liability                            | 19,904,152            | 20,893,323         |
| <b>Current Liabilities :</b>                      |                       |                    |
| Bank Loan & Overdraft                             | 187,063,730           | 207,864,110        |
| Current Portion of Lease Liability                | 9,928,673             | 4,706,703          |
| Directors Loan                                    | 8,000,000             | 8,000,000          |
| Liabilities for Expenses & other Finance          | 35,889,354            | 23,799,497         |
| Provision for Tax                                 | 15,387,519            | 10,358,417         |
| <b>Total Current Liabilities</b>                  | <b>256,269,276</b>    | <b>254,728,727</b> |
| <b>Total Liabilities</b>                          | <b>288,258,974</b>    | <b>293,949,659</b> |
| <b>Total Equity &amp; Liabilities</b>             | <b>825,080,056</b>    | <b>807,877,799</b> |
| <b>Net Assets Value (NAV) Per Share of Tk. 10</b> | <b>21.73</b>          | <b>22.88</b>       |

*A. Z. M. Faruque*  
(A.Z.M. Faruque)  
Company Secretary



**SAFKO SPINNING MILLS LTD.**  
**DHAKA**  
**Statement of Comprehensive Income (Un-audited)**  
**For the 3rd quarter from January to September 2014**

| Particulars                           | Amount in Taka                |                               |                                |                                |
|---------------------------------------|-------------------------------|-------------------------------|--------------------------------|--------------------------------|
|                                       | January 14 to<br>September 14 | January 13 to<br>September 13 | July 2014 to<br>September 2014 | July 2013 to<br>September 2013 |
| Turnover and other Income             | 261,122,413                   | 248,760,840                   | 94,945,031                     | 82,786,250                     |
| <b>Cost and expenses:</b>             |                               |                               |                                |                                |
| Cost of goods sold                    | 209,294,220                   | 201,097,120                   | 78,602,636                     | 66,248,187                     |
| Administrative & Selling expenses     | 5,384,630                     | 5,275,649                     | 1,657,514                      | 1,926,903                      |
| Financial expenses                    | 18,164,046                    | 19,070,635                    | 2,618,723                      | 5,247,486                      |
| Total cost and expenses               | <b>232,842,896</b>            | <b>225,443,404</b>            | <b>82,878,873</b>              | <b>73,422,576</b>              |
| Net profit /(loss) before WPPF        | <b>28,279,517</b>             | <b>23,317,436</b>             | <b>12,066,158</b>              | <b>9,363,674</b>               |
| Provision for WPPF                    | <b>1,346,644</b>              | <b>1,110,354</b>              | 574,579                        | <b>445,889</b>                 |
| <b>Net Profit / (Loss) before tax</b> | <b>26,932,873</b>             | <b>22,207,082</b>             | <b>11,491,579</b>              | <b>8,917,785</b>               |
| Provision for Tax                     | 4,039,931                     | 3,331,062                     | 1,723,737                      | 1,337,668                      |
| Current Tax                           | 5,029,102                     | 7,251,902                     | 1,889,318                      | 2,755,546                      |
| Deferred Tax                          | (989,171)                     | (3,920,840)                   | (165,581)                      | (1,417,878)                    |
| Net Profit after Tax                  | <b>22,892,942</b>             | <b>18,876,020</b>             | <b>9,767,842</b>               | <b>7,580,117</b>               |
| EPS of Tk. 10 in September 2014       | <b>0.93</b>                   | <b>0.84</b>                   | <b>0.40</b>                    | <b>0.34</b>                    |

*Annualized*

1.24

1.12

1.60

*1.35*

*A.Z.M. Faruque*  
(A.Z.M. Faruque)  
Company Secretary



**Safko Spinning Mills Limited**  
**Statement of Cash Flow**  
**For the 3rd quarter from January to september 2014**

| Particulars   | Amount in Taka                |                               |
|---|-------------------------------|-------------------------------|
|   | January 14 to<br>September 14 | January 13 to<br>September 13 |
| <b>Cash flows from operating activities :</b>                     |                               |                               |
| Collection from customers and other income                        | 240,420,353                   | 240,405,940                   |
| Payment to Suppliers and employees and other expenses             | (211,680,606)                 | (232,940,263)                 |
| Income tax paid   | -                             | (500,000)                     |
| <b>Net cash flows / (used) from operating activities</b>          | <b>28,739,747</b>             | <b>6,965,677</b>              |
| <b>Cash flow from investing activities :</b>                      |                               |                               |
| Purchase of property, plant and equipment                         | -                             | -                             |
| <b>Net Cash used in investing activities</b>                      | <b>-</b>                      | <b>-</b>                      |
| <b>Deferred tax adjustment</b>                                    |                               | <b>(22,129,081)</b>           |
| <b>Cash flows from financing activities :</b>                     |                               |                               |
| Lease Liability Received/(Re-paid)-Net                            | (1,020,093)                   | 210,860                       |
| Bank Loan & Overdraft Received/(Re-paid)-Net                      | (20,800,380)                  | 15,505,507                    |
| Directors Loan Received/(Re-paid)-Net                             | -                             | (1,000,000)                   |
| <b>Net Cash Flows from Financing Activities</b>                   | <b>(21,820,473)</b>           | <b>14,716,367</b>             |
| <b>Net increase/ (Decrease) in cash and cash equivalents</b>      | <b>6,919,275</b>              | <b>(447,037)</b>              |
| Cash and cash equivalents at the begaining of the financial year  | 783,348                       | 730,362                       |
| <b>Cash and cash equivalents at the end of the financial year</b> | <b>7,702,623</b>              | <b>283,325</b>                |
| <b>Net operating Cash flow per Share of Tk.10 in September 14</b> | <b>1.16</b>                   | <b>0.31</b>                   |

*A.Z.M. Faruque*  
(A.Z.M. Faruque)  
Company Secretary



**SAFKO SPINNING MILLS LTD.  
DHAKA**

**Statement of Changes in Shareholders equity (un-audited)  
For the 3rd quarter ended 30th September 2014**

| Particulars  | Share Capital      | General Reserve  | Revaluation Reserve | Retained Earning    | Total in Tk        |
|--|--------------------|------------------|---------------------|---------------------|--------------------|
| As at Jan.01.01.2014                                     | 224,576,000        | 3,029,184        | 379,082,710         | (92,759,754)        | 513,928,140        |
| Net profit   |                    |                  |                     | 22,892,942          | 22,892,942         |
| Transfer to Stock dividend                               |                    |                  |                     | (22,457,600)        | (22,457,600)       |
| 10% Bonus Share  | 22,457,600         |                  |                     |                     | 22,457,600         |
| Payment of Previous year income tax                      |                    |                  |                     |                     | -                  |
| Revaluation of fixed Assets                              |                    |                  | (7,481,571)         | 7,481,571           | -                  |
| Retrospective Adjustment the recognition of deferred Tax |                    |                  |                     |                     | -                  |
| <b>As at September 30,2014</b>                           | <b>247,033,600</b> | <b>3,029,184</b> | <b>371,601,139</b>  | <b>(84,842,841)</b> | <b>536,821,082</b> |

**SAFKO SPINNING MILLS LTD.  
DHAKA**

**Statement of Changes in Shareholders equity (un-audited)  
For the 3rd quarter ended 30th September 2013**

| Particulars  | Share Capital      | General Reserve  | Revaluation Reserve | Retained Earning     | Total in Tk        |
|--|--------------------|------------------|---------------------|----------------------|--------------------|
| As at Jan.01.01.2013                                     | 204,160,000        | 3,029,184        | 389,583,161         | (107,609,594)        | 489,162,751        |
| Net profit   |                    |                  |                     | 18,876,020           | 18,876,020         |
| Transfer to Stock dividend                               |                    |                  |                     | (20,416,000)         | (20,416,000)       |
| 10% Bonus Share  | 20,416,000         |                  |                     |                      | 20,416,000         |
| Payment of Previous year income tax                      |                    |                  |                     |                      | -                  |
| Revaluation of fixed Assets                              |                    |                  | (7,777,307)         | 7,777,307            | -                  |
| Retrospective Adjustment the recognition of deferred Tax |                    |                  | (22,636,543)        |                      | (22,636,543)       |
| <b>As at September 30,2013</b>                           | <b>224,576,000</b> | <b>3,029,184</b> | <b>359,169,311</b>  | <b>(101,372,267)</b> | <b>485,402,228</b> |

*A.Z.M. Faruque*  
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Company Secretary

