

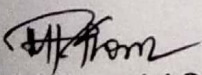
Safko Spinning Mills Limited

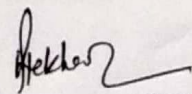
Statement of Financial Position

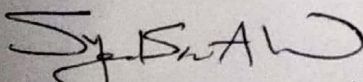
As at September 30, 2019

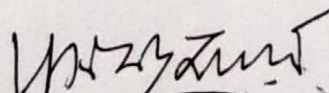
Un-audited

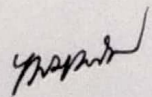
Particulars	Amounts in Taka	
	September 30, 2019	June 30, 2019
ASSETS		
Non-current Assets	1,086,639,807	1,100,094,933
Property, Plant and Equipment	951,817,544	965,266,370
Intangible Assets	119,700	126,000
Capital Work-in-progress	134,702,563	134,702,563
Current Assets	663,316,051	555,812,168
Inventories	432,093,246	330,781,878
Trade Debtors	38,439,508	38,439,508
Advances, Deposits and Prepayments	135,756,311	166,881,690
Investment in FDR	10,721,945	10,628,772
Cash and Cash Equivalents	46,305,041	9,080,320
Total Assets	1,749,955,858	1,655,907,101
EQUITY AND LIABILITIES		
Shareholders' Equity	467,796,809	516,480,711
Share Capital	299,817,160	299,817,160
General Reserve	3,029,184	3,029,184
Revaluation Reserve	278,977,831	280,577,069
Retained Earnings/(Deficit)	(114,027,365)	(66,942,702)
Non-current Liabilities	838,812,984	753,610,117
Term Loan	755,946,539	677,879,767
Deferred Tax Liabilities	82,866,445	75,730,350
Current Liabilities	443,346,065	385,816,273
Short-term Bank Loan	282,352,343	274,310,098
Current Portion of Term-loan	21,016,860	82,261,581
Liabilities for Expenses and Others	101,145,215	15,938,162
Provision for Tax	38,831,647	13,306,431
Total Equity and Liabilities	1,749,955,858	1,655,907,101
Net Assets Value per Share (NAV)	15.60	17.23


Chief Financial Officer


Company secretary


Director


Managing Director

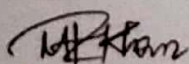

Chairmar

Dated: Dhaka
December 22, 2019

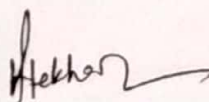
Safko Spinning Mills Limited

Statement of Profit or Loss and Other Comprehensive Income
For the 1st quarter ended 01 July, 2019 to September 30, 2019
Un-audited

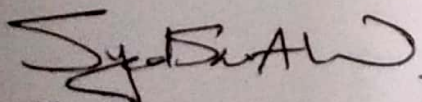
Particulars	Amounts in Taka	
	July 01, 2019 to September 30, 2019	July 01, 2018 to September 30, 2018
Sales Revenue	135,146,901	173,050,300
Cost of Sales	(114,242,925)	(143,178,549)
Gross Profit	20,903,976	29,871,751
Others Income	103,526	1,884,300
Administrative and Marketing Expenses	(5,750,679)	(3,288,380)
Operating Profit	15,256,823	28,467,671
Financial Expenses	(31,279,413)	(24,436,945)
Profit before Tax and Contribution to WPPF	(16,022,591)	4,030,725
Contribution to WPPF	-	(191,939)
Profit before Tax	(16,022,591)	3,838,786
Income Tax Current period	(486,902)	(1,038,302)
Deferred Tax	(7,136,095)	(37,784)
Income Tax of Previous Years	(25,038,314)	-
Net Profit after Tax	(48,683,901)	2,762,700
Other Comprehensive Income/(Loss)	-	-
Total Comprehensive Income for the Year	(48,683,901)	2,762,700
Earnings per Share (EPS)	(1.62)	0.09



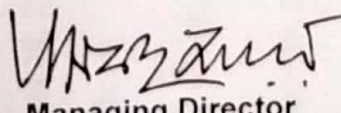
Chief Financial Officer



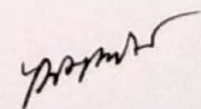
Company secretary



Director



Managing Director

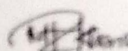


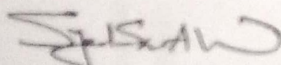
Chairman

Dated: Dhaka
December 22, 2019

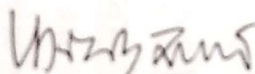
Safko Spinning Mills Limited
Statement of Changes in Equity
For the 1st quarter ended 01 July, 2019 to September 30, 2019
Un-audited
Amounts in Taka

Particulars	Share Capital	General Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on July 01, 2018	299,817,160	3,029,184	280,577,069	(66,942,702)	516,480,711
Profit for the year	-	-	-	(48,683,901)	(48,683,901)
Adjustment for Realized Depreciation of Revalued Assets	-	-	(1,599,238)	1,599,238	-
Balance as on September 30, 2019	299,817,160	3,029,184	278,977,831	(114,027,365)	467,796,809
Balance as on July 01, 2018	291,084,620	3,029,184	285,889,205	(50,162,623)	529,840,386
Profit for the year	-	-	-	2,762,700	2,762,700
Adjustment for Depreciation of Revalued Assets	-	-	(1,683,409)	1,683,409	-
Balance as on September 30, 2018	291,084,620	3,029,184	284,205,796	(45,716,515)	532,603,086


Chief Financial Officer


Director


Company secretary


Managing Director


Chairman

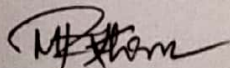
Dated: Dhaka
December 22, 2019

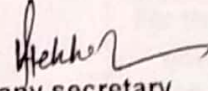
Safko Spinning Mills Limited

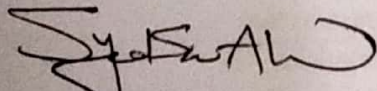
Statement of Cash Flows

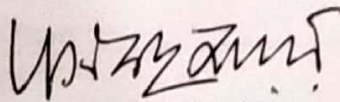
For the 1st quarter ended 01 July, 2019 to September 30, 2019

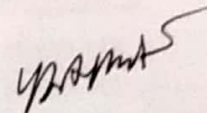
Particulars	Amounts in Taka	
	July 01, 2019 to September 30, 2019	July 01, 2018 to September 30, 2018
Cash Flows from Operating Activities		
Collection from Customers and Other Income	135,250,427	175,488,220
Payment to Suppliers, Employees and Other Expenses	(131,752,793)	(139,139,077)
Income tax Paid	-	(500,000)
Net Cash Flows from Operating Activities	3,497,634	35,849,143
Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment	-	(3,210,000)
Investment in FDR	(93,173)	-
Capital Work-in-progress	-	(5,689,000)
Net Cash Used in Investing Activities	(93,173)	(8,899,000)
Cash Flows from Financing Activities		
Financial Expenses Paid	(31,279,413)	(24,436,945)
Loan Refund from Sister Concern	31,125,379	-
Term Loan Receipt/Paid (Net)	16,822,050	(4,559,303)
Short-term Bank Loan Received/Paid (Net)	8,042,245	11,503,226
Loan Received from Directors	9,110,000	-
Net Cash Flows from Financing Activities	33,820,261	(17,493,023)
Net Increase/(Decrease) in Cash and Cash Equivalents	37,224,722	9,457,119
Cash and Cash Equivalents at the Beginning of the Year	9,080,320	10,267,255
Cash and Cash Equivalents at the end of the Year	46,305,041	19,724,374
Net Operating Cash Flows per Share	0.12	1.23


Chief Financial Officer


Company secretary


Director


Managing Director


Chairman

Dated: Dhaka
December 22, 2019

Safko Spinning Mills Limited

Condensed notes

For the period from July 01, 2019 to September 30, 2019

1.00 Statement of compliance

1.01 Compliance with Local Laws

The financial statements have been prepared in compliance with requirements of the Companies Act 1994, the Securities and Exchange Rules 1987 and other relevant rules and regulations.

1.02 Compliance with International Accounting Standards (IAS)

The financial statement have been prepared in compliance with requirements of IFRS/IASs adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh.

2.00 Calculation of NAV per share

	Amount in BDT	
	As at 30.09.2019	As at 30.06.2019
Total assets - total liabilities	467,796,809	516,480,711
No. of share at the year end	29,981,716	29,981,716
	15.60	17.23

3.00 Calculation of EPS

	Amount in BDT	
	For the Q1 ended 30.09.2019	For the Q1 ended 30.09.2018
Earning attributable to ordinary shareholders	(48,683,901)	2,762,700
Weighted average no. of share at the year end	29,981,716	29,108,462
	(1.62)	0.09

EPS has been reduced significantly due to decreased sales price, increased Financial expenses and inclusion of previous years income Tax which has been finalized after assessment from the Tax Authorities.

4.00 Calculation of NOCF per share

	Amount in BDT	
	For the Q1 ended 30.09.2019	For the Q1 ended 30.09.2018
Net operating cash flows	3,497,634	35,849,143
No. of share at the year end	29,981,716	29,108,462
	0.12	1.23

5.00 Reconciliation between Net profit to Net operating cash flow

	For the Q1 ended 30.09.2019	For the Q1 ended 30.09.2018
Profit/(loss) before WPPF & tax	(16,022,591)	3,838,786
Finance cost	31,279,413	24,436,945
Operating profit	15,256,823	28,275,731
Adjustment:		
Depreciation	13,455,126	9,542,291
Changes in Working capital:		
(Increase)/Decrease of inventory	(101,311,367)	(2,214,439)
(Increase)/Decrease of Trade debt	-	553,620
Increase/(Decrease) of Liability for expenses & other finance	76,097,053	191,939
	3,497,635	36,349,142
Tax paid	-	(500,000)
	3,497,635	35,849,143

6.00 Year wise break-up of issued, subscribed and paid up capital

Date of Allotment	No. of share	Face Value	Amount taka	Basis of allotment
20th June, 1994 (during in Corporation)	1,750	100	175,000	Cash banking channel
1994 to 1999 (The Sponsor Director has subscribed)	798,250	100	79,825,000	Cash banking channel
18 April 1999 (IPO)	800,000	100	80,000,000	Cash banking channel
26-May-11	256,000	100	25,600,000	16% bonus
Sub Total	1,856,000	100	185,600,000	
	18,560,000	10	185,600,000	The share has been split into Tk 10/- each from Tk 100/- each
20-May-12	1,856,000	10	18,560,000	10% Bonus
22-Jun-13	2,041,600	10	20,416,000	10% Bonus
12-Apr-14	2,245,760	10	22,457,600	10% Bonus
13-Jun-15	2,470,336	10	24,703,360	10% Bonus share approved on 21st AGM based on the Financial Statements 31 December, 2014.
26-Nov-16	815,210	10	8,152,100	3% Bonus share approved on 22nd AGM based on the Financial Statements June 30, 2015-16.
2-Dec-17	1,119,556	10	11,195,560	4% Bonus share approved on 22nd AGM based on the Financial Statements June 30, 2016-17.
2-Dec-18	873,254	10	8,732,540	3% Bonus
Total Paid-up Capital	29,981,716	10	299,817,160	