

# Safko Spinning Mills Limited

Statement of Financial Position

As at September 30, 2020

Un-audited

Particulars	Notes	Amount in Taka	
		September 30, 2020	June 30, 2020
<b>ASSETS</b>			
<b>Non-current Assets</b>		<b>1,405,322,956</b>	<b>1,406,516,545</b>
Property, Plant and Equipment	3.00	1,315,149,618	1,328,740,403
Intangible Assets	4.00	95,760	100,800
Capital Work-in-progress	5.00	87,781,018	75,132,721
Right of Use Asset	6.00	2,296,560	2,542,620
<b>Current Assets</b>		<b>511,585,403</b>	<b>565,352,360</b>
Inventories	7.00	348,030,431	384,083,861
Trade Debtors	8.00	76,502,083	76,502,083
Advances, Deposits and Prepayments	9.00	73,329,362	91,318,329
Investment in FDR	10.00	11,398,890	11,299,596
Cash and Cash Equivalents	11.00	2,324,638	2,148,491
<b>Total Assets</b>		<b>1,916,908,359</b>	<b>1,971,868,905</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>		<b>572,873,359</b>	<b>635,265,823</b>
Share Capital	12.00	299,817,160	299,817,160
General Reserve		3,029,184	3,029,184
Revaluation Reserve	13.00	559,939,966	561,878,204
Retained Earnings/(Deficit)		(289,912,951)	(229,458,725)
<b>Non-current Liabilities</b>		<b>1,099,800,400</b>	<b>1,054,434,952</b>
Term Loan	14.00	979,758,557	932,864,041
Deferred Tax Liabilities	15.00	117,512,188	118,946,842
Lease Liability	16.00	2,529,654	2,624,069
<b>Current Liabilities</b>		<b>244,234,601</b>	<b>282,168,130</b>
Current Portion of Term-loan	14.03	163,293,093	193,236,520
Short-term Loan from Directors	17.00	14,885,700	12,505,000
Liabilities for Expenses and Others	18.00	26,659,264	37,302,368
Provision for Tax	19.00	39,396,544	39,124,242
<b>Total Equity and Liabilities</b>		<b>1,916,908,359</b>	<b>1,971,868,905</b>
<b>Net Assets Value per Share (NAV)</b>	<b>26.00</b>	<b>19.11</b>	<b>21.19</b>

The annexed notes 1 to 30 and Annexure-A, B & C form an integral part of these financial statements.

  
Chief Financial Officer

  
Company secretary

  
Director

  
Managing Director

  
Chairman

**Dated: Dhaka**  
14-Nov-20

**Safko Spinning Mills Limited**  
Statement of Profit or Loss and Other Comprehensive Income  
For the Quarter ended September 30, 2020  
Un-audited

Particulars	Notes	Amount in Taka	
		July 01, 2020 to September 30, 2020	July 01, 2019 to September 30, 2019
Sales Revenue	20.00	74,854,177	135,146,901
Cost of Sales	21.00	(104,495,817)	(114,242,925)
<b>Gross Profit</b>		<b>(29,641,640)</b>	<b>20,903,976</b>
Others Income	22.00	785,338	103,526
Administrative and Marketing Expenses	23.00	(8,321,892)	(5,750,679)
<b>Operating Profit</b>		<b>(37,178,194)</b>	<b>15,256,823</b>
Financial Expenses	24.00	(26,376,622)	(31,279,414)
<b>Profit before Tax and Cotribution to WPPF</b>		<b>(63,554,816)</b>	<b>(16,022,591)</b>
Contribution to WPPF		-	-
<b>Profit before Tax</b>		<b>(63,554,816)</b>	<b>(16,022,591)</b>
Income Tax Current period	25.00	871,616	(32,661,311)
<b>Net Profit after Tax</b>		<b>(62,683,200)</b>	<b>(48,683,901)</b>
Other Comprehensive Income/(Loss)		-	-
<b>Total Comprehensive Income for the Year</b>		<b>(62,683,200)</b>	<b>(48,683,901)</b>
<b>Earnings per Share (EPS)</b>	27.00	<b>(2.09)</b>	<b>(1.62)</b>

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**Chief Financial Officer**  
  
**Director**

  
**Managing Director**

  
**Company secretary**  
  
**Chairman**

**Dated: Dhaka**  
14-Nov-20

## Safko Spinning Mills Limited

Statement of Changes in Equity  
For the Quarter ended September 30, 2020  
Un-audited

Amount in Tk.

Particulars	Share Capital	General Reserve	Revaluation Reserve	Retained Earnings	Total
<b>Balance as on July 01, 2020</b>	299,817,160	3,029,184	561,878,204	(229,458,725)	635,265,823
Profit for the year	-	-	-	(62,683,200)	(62,683,200)
Addition During the year	-	-	-	-	-
Adjustment for under transfer of depreciation in previous years	-	-	(290,736)	290,736	-
Adjustment for Realized Depreciation of Revalued Assets	-	-	(1,938,238)	-	(1,938,238)
Adjustment for Realized Depreciation of Revalued Assets and Deferred Tax	-	-	-	1,938,238	1,938,238
<b>Balance as on September 30, 2020</b>	<b>299,817,160</b>	<b>3,029,184</b>	<b>559,649,230</b>	<b>(289,912,951)</b>	<b>572,582,623</b>

Amount in Tk.

Particulars	Share Capital	General Reserve	Revaluation Reserve	Retained Earnings	Total
<b>Balance as on July 01, 2019</b>	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)
Addition During the year	-	-	-	-	-
Adjustment for Realized Depreciation of Revalued Assets	-	-	(1,599,238)	-	(1,599,238)
Adjustment for Realized Depreciation of Revalued Assets and Deferred Tax	-	-	-	1,599,238	1,599,238
<b>Balance as on September 30, 2019</b>	<b>299,817,160</b>	<b>3,029,184</b>	<b>278,977,831</b>	<b>(114,027,365)</b>	<b>467,796,809</b>

The annexed notes 1 to 30 and Annexure-A, B & C form an integral part of these financial statements.

  
Chief Financial Officer

  
Company secretary

  
Director

  
Managing Director

  
Chairman

Dated: Dhaka  
14-Nov-20

**Safko Spinning Mills Limited**  
Statement of Cash Flows  
For the Quarter ended September 30, 2020  
Un-audited

Particulars	Notes	Amount in Taka	
		July 01, 2020 to September 30, 2020	July 01, 2019 to September 30, 2019
<b>Cash Flows from Operating Activities</b>			
Collection from Customers and Other Income		75,639,515	135,250,427
Payment to Suppliers, Employees and Other Expenses		(55,670,946)	(131,752,793)
Income tax Paid		-	-
<b>Net Cash Used by Operating Activities</b>		<b>19,968,569</b>	<b>3,497,634</b>
<b>Cash Flows from Investing Activities</b>			
Purchase of Property, Plant and Equipment		-	-
Investment in FDR		(99,293)	(93,173)
Capital Work-in-progress		(12,648,297)	-
<b>Net Cash Used in Investing Activities</b>		<b>(12,747,590)</b>	<b>(93,173)</b>
<b>Cash Flows from Financing Activities</b>			
Financial Expenses		(26,376,622)	(31,279,413)
Loan from Sister Concern		-	31,125,379
Term Loan Receipt		16,951,090	16,822,050
Short-term Bank Loan Received		-	8,042,245
Loan From Directors		2,380,700	9,110,000
<b>Net Cash Flows from Financing Activities</b>		<b>(7,044,832)</b>	<b>33,820,261</b>
Net Increase/(Decrease) in Cash and Cash Equivalents		176,146	37,224,722
Cash and Cash Equivalents at the Beginning of the Year		2,148,491	9,080,320
<b>Cash and Cash Equivalents at the end of the year</b>		<b>2,324,638</b>	<b>46,305,042</b>
<b>Net Operating Cash Flows per Share</b>	<b>28</b>	<b>0.67</b>	<b>0.12</b>

The annexed notes 1 to 30 and Annexure-A, B & C form an integral part of these financial statements.

  
**Chief Financial Officer**

  
**Company secretary**

  
**Director**

  
**Managing Director**

  
**Chairman**

**Dated: Dhaka**  
14-Nov-20

# Safko Spinning Mills Limited

Notes to the Financial Statements  
For the 1st Quarter ended September 30, 2020

## 1. SPECIFIC ACCOUNTING POLICIES SELECTED AND OTHER MATERIAL INFORMATION

### Legal form of the Enterprise

Safko Spinning Mills Limited was incorporated vide registration no C-26103(1937)/94 in Bangladesh on June 20, 1994 as Public Limited Company under the Companies Act 1913 (subsequently repealed by the Companies Act, 1994). The Company issued public portion of shares and was listed with Dhaka Stock Exchange from April 12, 1999.

### Address of Registered Office and Principal Place of Business

The registered office of the Company and the factory is located at Noyapara, Saiham Nagar of Habigonj District.

### Principles Activities and Nature of Operations

The Company manufactures Cotton Yarn, Polyester, Cotton Blended Yarn, Synthetic Yarn or other yarn for sale and export purpose. The production of the mill was stopped from January 2009 due to abnormal losses sustained by the company for the last two consecutive years. However, the production of the mill has been started from May 25, 2010 which was informed to SEC & DSE.

The company produced 19.45 lac Kg as against installed capacity of 29.18 lac kg per year.

## 2. SIGNIFICANT ACCOUNTING POLICIES AND RELEVANT INFORMATION

### 2.1 Basis of Preparation and Presentation of the Financial Statements

The financial statements have been prepared and the disclosures of information made in accordance with the requirements of the Companies Act 1994, the Security Exchange Rules 1987 and IFRSs and IASs adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). The Statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income have been prepared according to IAS 1 (Presentation of Financial Statements) based on accrual basis following going concern assumption under generally accepted accounting principles and practices in Bangladesh and Statement of Cash Flows according to IAS 7 (Statement of Cash Flows).

### 2.2 Recognition of Property, Plant and Equipment and Depreciation

Property, Plant and Equipment except land and land development are stated at cost less accumulated depreciation in accordance with IAS 16 "Property, Plant and Equipment". Cost represent cost of acquisition of construction and include purchase price and other directly attributable cost of bringing the assets to working conditions for its intended use, but do not include any capitalized borrowing cost. No depreciation is charged on land and land development. Depreciation has been charged on addition of assets on monthly basis. Depreciation on all other fixed assets are computed using the reducing balance method in amount sufficient to write off depreciable assets over their estimated useful life. Expenditure for maintenance and repairs are expenses; major replacements, renewals and betterment are capitalized. The cost and accumulated depreciation of depreciable assets retired or otherwise disposed off are eliminated from the assets and accumulated depreciation and any gain or loss on such disposal is reflected in operations for the year.

The annual depreciation rates applicable to the principal categories are:

Land and Land Development	0%
Factory Building & other Construction	5%
Plant and Machinery	7.5%
Generator	15%
Gas line Installation	15%
Furniture and Fixture	10%
Transport Vehicles	20%
Office Equipment	15%
Sundry Assets	10%

Depreciation has been charged to cost of goods sold and administrative expenses consistently.

### **2.3 Leases:**

The company has applied IFRS 16 Leases for the first time during the year. As IFRS 16 supersedes IAS 17 Lease, the company has made recognition, measurement and disclosure in the financial statements for the quarter ended September 30, 2020 as per IFRS- 16.

#### **Right-of-use assets (ROU)**

The company recognizes the right-of-use assets (RoU) at the commencement date of the lease (i.e. the date the underlying asset is available for use). RoU assets are measured at cost less any accumulated depreciation and impairment of losses and adjusted cost incurred, and lease payment made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight line basis over the lease term, or remaining period of the lease term. The company assessed all lease contracts live in 2019 and recognized as RoU of assets of all leases as per IFRS 16. As leases under IFRS 16 has been first time adopted by the company.

#### **Lease Liability**

At the commencement of the lease, the company recognizes lease liabilities measured at the present value of lease payments (initial payment), and amount is expected to be paid under residual value of guarantees. The lease payments include fixed lease payment.

### **2.4 Measurement Bases Used in Preparing the Financial Statements**

All the elements of financial statements have been measured in "Historical Cost" basis which is one of the most commonly adopted bases as provided in "The Framework for the Preparation and Presentation of Financial Statements" issued by the International Accounting Standards (IAS).

### **2.5 Use of Estimates in Preparation of Financial Statements**

The preparation of financial statements in conformity with the International Accounting Standards requires management to make estimates and assumptions that effects the reported amounts of the assets and liabilities and disclosure of the contingent assets and liabilities at the date of the financial statements, and revenue and expenses during the year reported. Actual results could differ from those estimates. Estimates are used in accounting for certain items such as depreciation; liability for outstanding claims whether due or intimated, taxes etc.

### **2.6 Revaluation of property, plant and equipment**

#### **Basis of valuation:**

**Land and land development:** At the time of revaluation of land and land development it is observed by the valuer that there is no uniformity in price of land in the plot lying side by side and having equal facilities may fetch different price without any apparent and convincing reasons. Land and land development have been revalued based on plot being purchased and sold in the locality during the last few months. The valuer also discussed with the local people and inhabitants of that locality at random basis to arrive at an average consensus value as to the present price of the land in the locality. According to present market condition, value of the land is a relevant term as the seller and buyer looks at it from different point. Moreover, it differs from a willing seller and an unwilling seller and similarly a willing buyer will have a different value than that of an unwilling buyer. Land is revalued by Shafiq Basak & Co. Chartered Accountants as on September 30, 2019.

**Factory Building and Others Construction:** The construction of civil works was evaluated by Depreciation Replacement Cost (DRC) approach i.e. by estimating the cost of new construction of the subject structures (with same size, shape, height, visual appearance and internal design) and then adjusting the amount to reflect the depreciation already taken on the existing facility/structure, the wear and tear the existing structure has sustained, and the amount and type of maintenance the facility has received. We have also taken into the enhancement of the material cost and the phenomenal increase of construction material and labor cost over the years and the costing of PWD (Public Works Department) schedule of rates, which is considered to be more authentic. Factory building and others construction is also revalued by Shafiq Basak & Co. Chartered Accountants as on September 30, 2019.

## 2.7 Going concern

The company has adequate resources to continue in operation for the foreseeable future. For this reason, the directors continue to adopt going concern basis in preparing the financial statements. The current credit facilities and resources of the company provides enough fund to meet the present requirements of existing business.

## 2.8 Basis of Preparation

The financial statements have been prepared based on the accrual basis of accounting following going concern assumption and prepared under the historical cost convention.

## 2.9 Inventories

Inventories on hand are valued at lower of average cost and net realizable value in accordance with para 21 and 25 of IAS-2. Item-wise valuation are as follows :

Item	Method of Valuation
Raw Cotton	At average cost price
Polyester Staple Fibre	At average cost price
Spare Parts	At cost price
Packing Materials	At cost price
Work-in-process	100% Materials plus portion of labour charges, gas charges & Electric charges
Finished goods (Yarn)	Cost and Market price whichever is lower

## 2.10 Cash and Cash Equivalents

According to IAS 7 “ Statement of Cash Flows” cash comprises of cash in hand and bank deposits and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. IAS 1 “Presentation of Financial Statements” provides that Cash and Cash Equivalents are not restricted in use. Considering the provisions of IAS 7 and IAS 1, Cash in hand and bank balances have been considered as cash and cash equivalents.

## 2.11 Creditors and Accruals

Liabilities are recorded at the amount to be paid in the future for settlement in respect of goods and services received by the Company.

## 2.12 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with IAS 7 “Statement of Cash Flows” and the cash flows from the operating activities have been presented direct method as prescribed by the Securities & Exchange Rules, 1987 and considering the provision of paragraph 19 of IAS 7 which provides that “Enterprises are Encouraged to Report Cash Flows from Operating Activities Using the Direct Method.”

## 2.13 Revenue Recognition

The company recognizes revenue when control and ownership has been transferred to the buyer, which satisfied all the condition for the revenue recognition as provided in IFRS 15 “Revenue from Contracts with Customers.”

## 2.15 Trade Debtors

These are carried at original invoice amount. This is considered good and collectable but few amount was written off as bad debt and was considered doubtful to provide for.

## 2.16 Workers Profit Participation Fund

Workers profit participation fund has been created at the rate of 5% after charging WPPF on net profit during the year under audit .

## 2.16 Earnings per Share (EPS)

The company calculates Earnings per share (EPS) in accordance with IAS 33 “Earnings per Share” which has been shown on the Statement of Profit or Loss and Other Comprehensive Income .

## 2.17 Basic Earnings

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

## **2.18 Basic Earnings per Share**

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

## **2.19 Taxation**

The provision for income tax has been made @ 15% on net profit during the period.

## **2.20 Additional Information on Financial Statements**

### **Responsibility for Preparation and Presentation of Financial Statements**

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of "The Framework For The Preparation And Presentation of Financial Statements" issued by the International Accounting Standard (IAS).

### **Components of the Financial Statements**

According to the International Accounting Standard (IAS) 1 "Presentation of Financial Statements" the Complete set of Financial Statements includes the following components:

- i. Statement of Financial Position as at September 30, 2020;
- ii. Statement of Profit or Loss and Other Comprehensive Income (Profit and Loss Account) for the quarter ended September 30, 2020;
- iii. Statement of Changes in Equity for the quarter ended September 30, 2020;
- iv. Statement of Cash Flows for the quarter ended September 30, 2020;
- v. Accounting Policies and Explanatory notes.

## **2.21 Revaluation Reserve**

When an assets carrying amount is increased as a result of revaluation, the increase amount should be credited directly to equity under the heading of Revaluation surplus /reserve as per IAS -16: Property Plant and Equipment. The company revalued the assets of Land and Factory Buildings and other construction which has absolutely owned by the company and The increased amount transferred to Revaluation Reserve. The revaluation was made on 30th September 2012 which was conducted by a professional independent valuer Axis resources ltd. In order to reflect the fair picture of the company as the present condition on the basis of current market price for land and replace cost for Building.

## **2.22 Deferred Tax**

Deferred Tax is recognised on difference between the carrying amount of assets and a liability in the Financial Statements and the corresponding tax based used in the computation of taxable profit and is accounted for using balance sheet liability method . Deferred tax liabilities are generally recognised for all taxable temporary difference and deferred tax assets are recognised to the extent that is probable that the profit will be available against which deductible temporary difference, unused tax loses or unused tax credits can be utilised . Such assets and liabilities are not recognised if the temporary difference arises from goodwill or from initial recognition(other than in a Business combination) of other assets and liabilities in a transaction that affect neither the taxable profit nor accounting profit . Considering the practies generally followed in Bangladesh the company have been reserved Deferred Tax Assets or Deferred Tax Liabilities in accordance with IAS-12 "Income Taxes".

## **2.23 Risk and uncertainties for use of estimates in preparation of Financial Statements**

The preparation of Financial Statements in conformity with the International Accounting Standards requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the affect financial statements and revenues and expenses during the period reported. Estimates are used for accounting of certain items such as long term contracts, depreciation and employees benefit plants, Taxes, reserves and contingencies.

## **2.24 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



## **2.25 Compliance with International Accounting Standards (IASs)**

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

## **2.26 Reclassification/Re-arrangement/Restatement**

To facilitate comparison certain relevant balances pertaining to the last year have been reclassified/re-arranged/restated whenever considered necessary to conform to current year's presentation.

## **2.27 Reporting currency and level of precision**

The figures in the financial statements represent Bangladesh Taka currency, and rounded off to the nearest Taka except where indicates otherwise.

## **2.28 Related parties disclosures**

As per IAS -24 parties are considered to be related if one party has the ability to control the others party exercise significant influence over the other party in making financial and and operating decisions. The company has carried out transaction in the ordinary course of business on an arms length basis at commercial rates with related parties .Related paries are stated their nominal value which is reflected in note no.-31.

## **2.29 Number of Employees**

The number of employees at year end were 500 persons.

## **2.30 Functional and presentational (reporting) currencyFunctional and presentational (reporting) currency**

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

## **2.31 Reporting Period**

Financial Statement of the company covers from July 01, 2020 to September 30, 2020.

## **2.32 Comparative Information**

Comparative Information have been disclosed in respect of the year 2020 for all numerical information in the financial statement and also the narrative and descriptive information when it is relevant for understanding of the current periods of financial statements.

In compliance with the requirements of "IAS-10" Events after the reporting period, post Statement of Financial Position events that provide additional information about the company's position at the Statement of Financial Position date are reflected in the Financial statements and events after the Statement of Financial Position date that are not adjusting event are disclosed in the notes when material.

The comparative financial statements for the financial year 2020 has been produced from the 12 months financial statements (last audited financial statements).

## **2.33 Events after the Reporting Period:**

In compliance with the requirements of IAS-10: Events after the balance sheet date are those events that occur between the balance sheet and the date when the financial statements are authorized for issue. All material events occurring after the balance sheet date have been considered in these financial statements (Note-41)

## **2.34 General**

- i) Figures appearing in these Financial Statements have been rounded off to the nearest Bangladeshi taka;
- ii) These notes form an integral part of the annexed Financial Statements and accordingly are to be read in conjunction therewith;
- iii) The company has not incurred any expenditure in foreign currency against royalties and technical fees.

Note	Particulars	Amounts in Taka	
		September 30, 2020	June 30, 2020
<b>3.00</b>	<b>Property, Plant and Equipment</b>		
	<b>Cost of valuation:</b>		
	Balance at the beginning of the year	1,932,619,439	1,512,859,368
	Addition during the year		419,760,071
	Balance at year end	<u>1,932,619,439</u>	<u>1,932,619,439</u>
	<b>Accumulated depreciation:</b>		
	Balance at the beginning of the year	603,879,035	547,592,998
	Addition during the year	13,590,785	56,286,037
	Balance at year end	<u>617,469,821</u>	<u>603,879,035</u>
	<b>WDV at the year end</b>	<u>1,315,149,618</u>	<u>1,328,740,403</u>
	The details Property, Plant and Equipment has been shown in Annexure - A.		
	The land, building and plant & machinery at carrying of Tk. 665,020,965 has been placed as security for company's loan.		
<b>4.00</b>	<b>Intangible Assets</b>		
	<b>Cost or valuation:</b>		
	Balance at the beginning of the year	140,000	140,000
	Addition during the year	-	-
	Balance at year end	<u>140,000</u>	<u>140,000</u>
	<b>Accumulated depreciation:</b>		
	Balance at the beginning of the year	39,200	39,200
	Addition during the year	5,040	-
	Balance at year end	<u>44,240</u>	<u>39,200</u>
	<b>WDV at the year end</b>	<u>95,760</u>	<u>100,800</u>
<b>5.00</b>	<b>Capital Work-in-progress</b>		
	Building under construction	5.01 75,132,721	75,132,721
	Civil Construction	5.02 12,648,297	-
		<u>87,781,018</u>	<u>75,132,721</u>
<b>5.01</b>	<b>Building under Construction</b>		
	Opening balance	75,132,721	134,702,563
	Addition during the year	-	21,251,696
	Transfer during the year	-	(80,821,538)
	<b>Closing balance</b>	<u>75,132,721</u>	<u>75,132,721</u>
<b>5.02</b>	<b>Civil Construction</b>		
	Opening balance	-	-
	Addition during the year	12,648,297	-
	Transfer during the year	-	-
	<b>Closing balance</b>	<u>12,648,297</u>	<u>-</u>
<b>6.00</b>	<b>Right of use Asset</b>		
	<b>Cost:</b>		
	Cost as at July 01, 2020	2,952,720	2,952,720
	Add: Addition during the year	-	-
	<b>Total cost as at September 30, 2020</b>	<u>2,952,720</u>	<u>2,952,720</u>
	<b>Depreciation:</b>		
	Opening depreciation	410,100	410,100
	Add: Depreciation charged during the year	246,060	-
	Total Accumulated Depreciation as at December 31, 2019	<u>656,160</u>	<u>410,100</u>
	<b>Written down value (A-B)</b>	<u>2,296,560</u>	<u>2,542,620</u>

**7.00 Inventories**

Raw Cotton	262,586,236	295,086,236
Polyester Staple Fiber	36,059,114	36,059,114
Stores and Spares	14,283,728	8,283,728
Packing Materials	4,737,243	4,737,243
Work in Process	6,364,110	25,364,110
Finished goods	24,000,000	14,553,430
	<b>348,030,431</b>	<b>384,083,861</b>

**8.00 Trade Debtors**

M/S. Rupashi Colour Ltd.	43,987,668	43,987,668
Pach gaon Traders	8,852,916	8,852,916
A.J. Traders	5,843,237	5,843,237
Hazi Nazim uddin	6,948,302	6,948,302
Four Star yarn Traders	9,432,055	9,432,055
TT Textiles	5,464,330	5,464,330
	<b>80,528,508</b>	<b>80,528,508</b>
Less: Bad debt provision	4,026,425	4,026,425
	<b>76,502,083</b>	<b>76,502,083</b>

N.B. Management have been decided to charge 5% bad debt this year, as there is uncertainty about the collection from some debtors.

**Receivables aging analysis**

Within 30 days	8,052,851	-
Over 30 days but less than 60 days	12,079,276	-
Over 60 days but less than 90 days	16,105,702	-
Over 90 days	44,290,679	48,049,385
	<b>80,528,508</b>	<b>48,049,385</b>

**9.00 Advances, Deposits and Prepayments**

Habigonj Palli Bidyut Samity	1,107,700	1,107,700
Advance Income Tax	119,526	108,493
Shaiham Multifiber Ltd.	-	-
Advance to suppliers	49,591,991	49,591,991
Advance against Spare Parts and Raw Materiels	21,755,145	39,755,145
Advance against Fixed asset	-	-
Advance to employees	755,000	755,000
	<b>73,329,361</b>	<b>91,318,329</b>

**Maturity Analysis**

Adjustable/realisable more than 30 days to 90 days		13,531,594
Adjustable/realisable more than 90 days to 1 year		76,679,034
Adjustable after 12 months		1,107,700
	-	<b>91,318,329</b>

**10.00 Investment in FDR**

The following FDRs are at the Bank Asia Ltd., Corporate Branch.

FDR no.	Maturity date	Interest rate		
A/C#035323314976	31-Jan-20	7%	1,462,905	1,462,905
A/C#035305714799	3-Aug-19	5.50%	1,570,306	1,471,013
A/C#00255014760	22-Jun-20	5.50%	709,925	709,925
A/C #00255014885	14-Nov-19	6.00%	1,325,508	1,325,508
A/C #00255014758	22-Jun-20	5.50%	6,330,244	6,330,244
			<b>11,398,889</b>	<b>11,299,596</b>

**11.00 Cash and Cash Equivalents**

Cash in Hand (Note: 11.01)	1,488,128	1,502,216
Cash at Bank (Note: 11.02)	836,510	646,275
	<b>2,324,638</b>	<b>2,148,491</b>

<b>11.01 Cash in Hand</b>		
Head Office	1,424,105	1,424,105
Mill Office	64,023	78,111
	<b><u>1,488,128</u></b>	<b><u>1,502,216</u></b>
<b>11.02 Cash at Bank</b>		
JBL HO- A/C. No. 0100108538184	3,011	3,011
Dhaka Bank- A/C. No. 2011000004364	2,492	13,096
JBL CD (nowapara)- A/C. No. 03400320000092	42,142	559
JBL STD A/C. No.	33,050	33,050
Pubali bank- A/C. No. 0565901026331	330,485	185,625
NRB CD- A/C. No. 1012010037293	3,239	3,239
Premier Bank- A/C. No. 18911100000021	45	150,160
Bank Asia CD- A/C. No. 00233012023	211,921	212,041
DBBL- A/C. No. 11611022287	210,127	45,496
	<b><u>836,510</u></b>	<b><u>646,275</u></b>
<b>12.00 Share Capital</b>		
<b>12.01 Authorized Capital</b>		
100,000,000 Ordinary Shares of Tk. 10 each	<b><u>1,000,000,000</u></b>	<b><u>1,000,000,000</u></b>
<b>12.02 Issued, Subscribed and Paid up Capital</b>		
<b>Opening Balance</b>	299,817,160	299,817,160
Add. 3% bonus share (stock Dividend)	-	-
29,981,716 Ordinary Shares of Tk. 10 each	<b><u>299,817,160</u></b>	<b><u>299,817,160</u></b>

**12.03 Composition of Share Holdings**

Type of holders	No. of shareholders	% of holding	No. of shareholders
Sponsors	5	30.00	5
Financial Institution	79	5.91	51
General Public	3691	64.09	3171
<b>Total</b>	<b>3775</b>	<b>100.00</b>	<b>3227</b>

**12.04 Year wise break-up of share issue**

Date of Allotment	No. of share	Face Value	Amount taka	Basis of allotment
20th June, 1994 (during in Corporation)	1,750	100	1,75,000	Cash banking channel
1994 to 1999 (The Sponsor Director has subscribed)	798,250	100	7,99,25,000	Cash banking channel
18 April 1999 (IPO)	800,000	100	8,00,00,000	
26-May-11	256,000	100	2,56,00,000	16% Stock Dividend Approved
<b>Sub Total</b>	<b>1,856,000</b>	<b>100</b>	<b>18,56,00,000</b>	
	18,560,000	10	18,56,00,000	The share has been split into Tk 10/- each from Tk 100/- each
20-May-12	1,856,000	10	1,85,60,000	10% Stock Dividend Approved on 18 <sup>th</sup> AGM based on Financial statement 31 December 2011
22-Jun-13	2,041,600	10	2,04,16,000	10% Stock Dividend Approved on 19 <sup>th</sup> AGM based on Financial statement 31 December 2012
12-Apr-14	2,245,760	10	2,24,57,600	10% Stock Dividend Approved on 20 <sup>th</sup> AGM based on Financial statement 31 December 2013
13-Jun-15	2,470,336	10	2,47,03,360	10% Bonus share approved on 21 <sup>st</sup> AGM based on the Financial Statements 31 December, 2014.
26-Nov-16	815,210	10	81,52,100	3% Bonus share approved on 22 <sup>nd</sup> AGM based on the Financial Statements June 30, 2015-16.
2-Dec-17	1,119,556	10	1,11,95,560	4% Bonus share approved on 23 <sup>rd</sup> AGM based on the Financial Statements June 30, 2016-17.
2-Dec-18	873,254	10	8,732,540	3% Bonus share approved on 24 <sup>th</sup> AGM based on the Financial Statements 2017-2018
Total Paid-up Capital	29,981,716	10	299,817,160	

**13.00 Revaluation Reserve**

Opening Revaluation of Fixed Assets	561,878,204	280,577,069
Addition During the Year		338,938,533
Adjustment for Realized Depreciation of Revalued Assets	(1,938,238)	-
Deffered tax		(57,637,398)
	<b>559,939,966</b>	<b>561,878,204</b>

**14.00 Term Loan**

<b>Opening Balance</b>	1,126,100,561	914,669,040
Addition During the year	-	941,272,383
Interest charged during the year	26,129,889	104,968,773
Paid during the year	(9,178,800)	(834,809,635)
	<b>1,143,051,650</b>	<b>1,126,100,561</b>

**14.01 Term Loan Bank Asia**

<b>Opening Balance</b>	951,986,423	760,141,349
Addition During the year		919,367,000
Interest charged during the year	21,978,365	82,135,425
Paid during the year	(7,200,000)	(809,657,351)
<b>Balance at the end of the year</b>	<b>966,764,788</b>	<b>951,986,423</b>

**14.02 Term Loan Premier Bank**

<b>Opening Balance</b>	174,114,138	154,527,691
Addition During the year		21,905,383
Interest charged during the year	4,151,524	22,833,348
Paid during the year	(1,978,800)	(25,152,284)
<b>Balance at the end of the year</b>	<b>176,286,863</b>	<b>174,114,138</b>

**14.03 Maturity of Term-loan**

Payment fall due within one year	163,293,093	193,236,520
Payment fall due after one year	979,758,557	932,864,041
	<b>1,143,051,650</b>	<b>1,126,100,561</b>

<b>15.00</b>	<b>Deferred Tax Liabilities</b>		
	<b><u>A. Property Plant and Equipment</u></b>		
	Property,Plant and Equipment at Accounting base	656,054,674	667,707,223
	Property,Plant and Equipment at Tax base	376,561,758	395,465,475
	Temporary difference	<b>279,492,916</b>	<b>272,241,748</b>
	Tax rate	15%	15%
	Deferred Tax Liabilities	<b>41,923,937</b>	<b>40,836,262</b>
	<b><u>B. Calculation of deferred tax on Unused Tax Losses</u></b>		
	Unabsorbed depreciation for the year	(155,173,272)	(136,269,556)
	Bad debt provision	-	(4,026,425)
		<b>(155,173,272)</b>	<b>(140,295,981)</b>
	Tax rate	15%	15%
	Deferred tax assets	<b>(23,275,991)</b>	<b>(21,044,397)</b>
	<b><u>C. Calculation of deferred tax on revaluation on property plant and equipment</u></b>		
	Revalued value of land	505,974,140	505,974,140
	Revalued value of other than land	153,120,803	155,059,041
	<b><u>Tax rate</u></b>		
	On land	15%	15%
	On other than Land	15%	15%
	<b><u>Deferred tax liabilities</u></b>		
	For land	75,896,121	75,896,121
	For other than Land	22,968,120	23,258,856
		<b>98,864,241</b>	<b>99,154,977</b>
	<b>Total Deferred Tax Liabilities (A+B+C)</b>	<b>117,512,188</b>	<b>118,946,842</b>
<b>15.01</b>	<b>Deferred Tax Expenses/(Income) for the year</b>		
	Deferred tax liability other than revalued assets as at June 30, 2020 (A+B)	18,647,947	19,791,865
	Deferred tax liability other than revalued assets as at June 30, 2019 (A+B)	19,791,865	26,216,750
	<b>Net increased in deferred tax expenses for other than revalued assets for the year</b>	<b>(1,143,919)</b>	<b>(6,424,885)</b>
<b>16.00</b>	<b>Leases Liability</b>		
	<b>Opening Balance</b>	<b>2,624,069</b>	-
	Add: Addition during the year		2,952,720
	Add: Finance Cost	55,585	102,600
	Less:Payment during the period	(150,000)	- 431,250
	<b>Closing Liability</b>	<b>2,529,654</b>	<b>2,624,069</b>
<b>17.00</b>	<b>Short term loan from Directors</b>		
	<b>Opening Balance</b>	12,505,000	<b>2,825,000</b>
	Add:Addition During the period	2,380,700	28,357,000
	Less:Paid during the period		(18,677,000)
	<b>Closing Balance</b>	<b>14,885,700</b>	<b>12,505,000</b>
<b>18.00</b>	<b>Liabilities for Expenses and Others</b>		
	Electricity Charge	3,643,694	7,074,717
	Gas bill	-	3,059,191
	Audit fees	345,000	395,000
	WPPF	6,371,068	6,193,019
	Workes welfare fund	70,162	68,201
	VAT Liability	2,339,051	2,339,051
	Unclaimed dividend	15,460	15,460
	Rent Expense	24,300	24,300
	Service Charge	15,000	15,000
	Newspaper Bill	-	-
	Security Service	18,000	18,000
	Party liabilities	13,817,529	18,100,429
		<b>26,659,264</b>	<b>37,302,368</b>
<b>19.00</b>	<b>Provision for Tax</b>		
	Opening Balance	39,124,242	13,306,431
	Add :Previous years (After Assessment)		25,038,314
	During the year	272,302	1,855,315
		<b>39,396,544</b>	<b>40,200,060</b>
	Less: Adjustment during the year	-	(1,075,818)
	<b>Closing Balance</b>	<b>39,396,544</b>	<b>39,124,242</b>

Note	Particulars	Amounts in Taka	
		July 01, 2020 to September 30, 2020	July 01, 2019 to September 30, 2019
<b>20.00</b>	<b>Sales Revenue</b>		
	Sale of Finished Yarn (net of VAT)	74,854,177	135,146,901
		<b>74,854,177</b>	<b>135,146,901</b>
<b>21.00</b>	<b>Cost of Sales</b>		
	Opening Stock of Finished Goods	14,553,430	14,847,385
	Add: Cost of Production (Note: 21.01)	113,942,387	114,242,925
		<b>128,495,817</b>	<b>129,090,310</b>
	Less: Closing Stock of Finished Goods	(24,000,000)	(14,847,385)
		<b>104,495,817</b>	<b>114,242,925</b>
<b>21.01</b>	<b>Cost of Production</b>		
	Row cotton (Note: 21.1.1)	47,742,053	57,646,000
	Polyester Staple Fiber (Note: 21.1.2)	-	24,332,500
	Spare Parts (Note: 21.1.3)	2,257,000	209,500
	Packing Materials (Note: 21.1.4)	1,937,129	1,219,500
	Direct Wages and Salaries	17,960,595	8,893,334
	Factory Overhead (Note: 21.1.5)	25,045,610	21,942,091
		<b>94,942,387</b>	<b>114,242,925</b>
	Add: Opening Works-in-Process	25,364,110	27,070,155
		<b>120,306,497</b>	<b>141,313,080</b>
	Less: Closing works-in-Process	(6,364,110)	(27,070,155)
		<b>113,942,387</b>	<b>114,242,925</b>
<b>21.1.1</b>	<b>Consumption of Raw Cotton</b>		
	Opening Stock	295,086,236	244,651,115
	Add: Purchase during the year	15,242,053	154,090,505
	Available for use	<b>310,328,289</b>	<b>398,741,620</b>
	Less: Closing Stock	(262,586,236)	(341,095,620)
		<b>47,742,053</b>	<b>57,646,000</b>
<b>21.1.2</b>	<b>Consumption of polyester Staple Fiber</b>		
	Opening Stock	36,059,114	36,059,114
	Add: Local purchase during the year	-	24,332,500
	Available for use	<b>36,059,114</b>	<b>60,391,614</b>
	Less :Closing Stock	(36,059,114)	(36,059,114)
		<b>-</b>	<b>24,332,500</b>
<b>21.1.3</b>	<b>Consumption of Spare parts</b>		
	Opening Stock	8,283,728	7,368,478
	Add: Purchase during the year	8,257,000	1,124,750
	Available for use	<b>16,540,728</b>	<b>8,493,228</b>
	Less: Closing Stock	(14,283,728)	(8,283,728)
		<b>2,257,000</b>	<b>209,500</b>
<b>21.1.4</b>	<b>Consumption of Packing Materials</b>		
	Opening Stock	4,737,243	785,631
	Add: Purchase during the year	1,937,129	5,171,112
	Available for use	<b>6,674,372</b>	<b>5,956,743</b>
	Less :Closing Stock	(4,737,243)	(4,737,243)
		<b>1,937,129</b>	<b>1,219,500</b>

Note	Particulars	Amounts in Taka	
		July 01, 2020 to September30, 2020	July 01, 2019 to September 30, 2019
<b>21.1.5</b>	<b>Factory Overhead</b>		
	Carriage Inward	86,316	265,388
	Insurance Premium (Fire)	626,943	-
	Repairs and Maintenance	516,329	579,114
	Fuel & Lubricants	508,000	276,621
	Electric bill	9,845,305	644,448
	Gas Bill	-	6,873,749
	Depreciation	13,462,717	13,302,771
	Warehouse Rental		-
		<b>25,045,610</b>	<b>21,942,091</b>
<b>22.00</b>	<b>Others Income</b>		
	Interest Income	785,338	103,526
		<b>785,338</b>	<b>103,526</b>
<b>23.00</b>	<b>Administrative and Marketing Expenses</b>		
	Board of Director's remuneration	450,000	150,000
	Salary and Allowance	2,872,256	3,329,588
	AGM	-	-
	Postage and Courier	39,567	31,777
	Registration and Renwal	268,809	100,500
	Repair and Maintenance	219,500	60,427
	Advertisement	7,000	15,000
	Printing and Stationary	51,721	56,233
	Audit fee	-	-
	Rent expenses	-	420,000
	Travelling and Conveyance	30,384	51,646
	Paper and periodicals	-	2,800
	Donation and subscription	245,300	205,300
	Medical and Welfare	5,900	-
	Electric expenses	22,133	17,713
	Miscellaneous expenses	107,275	44,767
	Telephone & Mobile Bill	9,350	2,000
	Office maintenance	62,500	56,347
	Sales promotion	323,000	264,323
	Gas Bill	16,090	65,263
	Service Charge	53,000	39,000
	Security Service	32,322	28,000
	Internet Bill	10,850	12,000
	Entertainment	17,820	110,813
	Depreciation & amortization	133,108	152,355
	Depreciation of right of use asset	246,060	-
	VAT	1,432,947	-
	Business Development	1,449,500	375,000
	Professional & Legal expenses	155,000	100,000
	Bad debt expenses	-	-
	Head Office Electric Bill	60,500	59,827
		<b>8,321,892</b>	<b>5,750,679</b>
<b>24.00</b>	<b>Financial Expenses</b>	8321892.3	5750678.8
	Interest on term loan	26,129,889	18,193,265
	Interest on Overdraft Loan	-	1,776,216
	Interest on Revolving/Time Loan	-	2,184,819
	Interest on LTR, UPAS & Time loan PBL	-	6,262,899
	Bank Charges and Commission	11,138	17,205
	Interest on NRB Time Loan	-	2,845,010
	Interest on WPPF & WWF	180,010	-
	Interest on Lease Liability	55,585	-
		<b>26,376,622</b>	<b>31,279,413</b>



Note	Particulars	Amounts in Taka			
		July 01, 2020 to September 30, 2020	July 01, 2019 to September 30, 2019		
<b>25.00</b>	<b>Income Tax expenses</b>				
	Current Tax provision(25.01)	272,302	486,902		
	Add: Last year's tax adjustment	-	-		
	Add: Previous year's tax adjustment	-	25,038,314		
	Deferred tax expenses/(income) (Note:15.01)	(1,143,919)	7,136,095		
		<b>(871,616)</b>	<b>32,661,311</b>		
<b>25.01</b>	<b>Reconciliation of Taxable profit</b>				
	Profit before Tax	(63,554,816)	(16,022,591)		
	Add: Bad debt provision	-	-		
	Add: Accounting depreciation	13,595,825	13,455,126		
	Less: Tax depreciation	(18,903,716)	(18,990,620)		
		<b>(68,862,707)</b>	<b>(21,558,084)</b>		
	Tax rate	15%	15%		
	i. Current tax	-	-		
		<b>272,302</b>	<b>486,902</b>		
	ii. Minimum tax				
	<table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>Gross Receipt</td></tr><tr><td>75,639,515</td></tr></table>	Gross Receipt	75,639,515	0.36%	
Gross Receipt					
75,639,515					
	<b>Tax provision is higher one of above two calculation.</b>				
<b>26.00</b>	<b>Net Assets Value (NAV) per Share</b>				
	Total Assets	1,916,908,359	1,971,868,905		
	Less. Total outstanding Liabilities	1,344,035,001	1,336,603,082		
	Net assets value	<b>572,873,358</b>	<b>635,265,822</b>		
	Divided by number of ordinary share	29,981,716	29,981,716		
	<b>NAV</b>	<b>19.11</b>	<b>21.19</b>		
<b>27.00</b>	<b>Earnings Per Share (EPS)</b>				
	<b>EPS</b>	<table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>Earnings Attributable to the ordinary shareholder</td></tr><tr><td>(62,683,200)</td></tr></table>	Earnings Attributable to the ordinary shareholder	(62,683,200)	(48,683,901)
Earnings Attributable to the ordinary shareholder					
(62,683,200)					
		<table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>Weight average no. of ordinary shares</td></tr><tr><td>29,981,716</td></tr></table>	Weight average no. of ordinary shares	29,981,716	29,981,716
Weight average no. of ordinary shares					
29,981,716					
	<b>EPS</b>	<b>(2.09)</b>	<b>(1.62)</b>		
<b>28.00</b>	<b>Net Operating Cash Flows per Share (Restated)</b>				
	<b>NOCF per Share</b>	<table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>Net Operating Cash Flows</td></tr><tr><td>19,968,569</td></tr></table>	Net Operating Cash Flows	19,968,569	3,497,634
Net Operating Cash Flows					
19,968,569					
		<table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>No. of share outstanding at the end of the year</td></tr><tr><td>29,981,716</td></tr></table>	No. of share outstanding at the end of the year	29,981,716	29,981,716
No. of share outstanding at the end of the year					
29,981,716					
	<b>NOCF per Share</b>	<b>0.67</b>	<b>0.12</b>		

## 29.00 Related Party Disclosure

The company, in normal course of business, carried out a number of transactions with other entities that fall within the definition of related party contained in International Accounting Standard 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business related to directors are interest free. Details of transactions with related parties and balances with them as at September 30, 2020 were as follows:

Name of party	Nature of relations	Nature of transaction	Opening balance	Transaction during the year		Closing balance
				Dr.	Cr.	
	Directors	Loan &	12,505,000	-	2,380,700	14,885,700
			<b>12,505,000</b>	<b>-</b>	<b>2,380,700</b>	<b>14,885,700</b>

## 30.00 Reconciliation between Net Profit to Operating Cash Flows

Profit/(loss) before tax	(63,554,816)	(16,022,591)
Finance cost	26,376,622	31,279,413
Operating profit	<b>(37,178,194)</b>	<b>15,256,823</b>
<b>Adjustment:</b>		
Inter-set on lease liability	55,585	-
Depreciation of right of use asset	246,060	-
Depreciation	13,595,825	13,455,126
<b>Changes in Working capital:</b>		
Payment of lease liability	(150,000)	-
(Increase)/Decrease of inventory	36,053,430	(101,311,367)
(Increase)/Decrease of Trade debt	-	-
(Increase)/Decrease of Advance, deposit & Prepayment except Advance for	17,988,967	-
Increase/(Decrease) of Liability for expenses & other finance	(10,643,104)	76,097,053
	<b>19,968,569</b>	<b>3,497,634</b>
Tax paid	-	-
	<b>19,968,569</b>	<b>3,497,634</b>

## Safko Spinning Mills Limited

Schedule of Property, Plant and Equipment

As at September 30, 2020

Annexure - A

Particulars	Cost			Rate	Depreciation			WDV at September 30, 2020
	As at July 01, 2020	Addition During the Year	As at September 30, 2020		As at July 01, 2020	Charged during the Period	As at September 30, 2020	
Land and Land Development	4,025,860		4,025,860	0.0%	-	-	-	4,025,860
Factory Building and others Constructions	257,781,675		257,781,675	5.0%	67,802,555	2,374,739	70,177,294	187,604,381
Plant and Machinery	832,072,364	-	832,072,364	7.5%	381,453,736	8,449,099	389,902,835	442,169,529
Generator	93,595,775	-	93,595,775	15.0%	75,774,725	668,289	76,443,015	17,152,760
Gas Line Installation	2,237,758	-	2,237,758	15.0%	1,375,056	32,351	1,407,407	830,351
Furniture and Fixtures	5,500,327	-	5,500,327	10.0%	2,565,540	73,370	2,638,910	2,861,417
Transport and Vehicles	2,625,307	-	2,625,307	20.0%	2,520,927	5,219	2,526,146	99,161
Office Equipment	2,969,772	-	2,969,772	15.0%	1,732,789	46,387	1,779,176	1,190,596
Sundry Assets	630,565	-	630,565	10.0%	506,853	3,093	509,946	120,619
<b>Sub-total</b>	<b>1,201,439,403</b>	<b>-</b>	<b>1,201,439,403</b>		<b>533,732,181</b>	<b>11,652,547</b>	<b>545,384,728</b>	<b>656,054,674</b>

### Revaluation of Property, Plant & Equipments

Particulars	Revaluation			Rate	Depreciation			WDV at June 30, 2020
	As at July 01, 2019	Addition During the Year	As at June 30, 2020		As at July 01, 2019	Charged during the Year	As at June 30, 2020	
Land and Land Development	505,974,140		505,974,140	-	-	-	-	505,974,140
Factory Building	225,205,896		225,205,896	5%	70,146,855	1,938,238	72,085,093	153,120,803
<b>Sub-total</b>	<b>731,180,036</b>	<b>-</b>	<b>731,180,036</b>		<b>70,146,855</b>	<b>1,938,238</b>	<b>72,085,093</b>	<b>659,094,943</b>
<b>As at June 30, 2020</b>	<b>1,932,619,439</b>	<b>-</b>	<b>1,932,619,439</b>		<b>603,879,036</b>	<b>13,590,785</b>	<b>617,469,822</b>	<b>1,315,149,617</b>
<b>As at June 30, 2019</b>	<b>1,233,731,602</b>		<b>1,512,859,368</b>		<b>503,870,494</b>	<b>43,722,504</b>	<b>547,592,998</b>	<b>965,266,370</b>

Depreciation Charged:	Total
Cost of Production	13,462,717
Administrative	128,068
	<u>13,590,785</u>

**Safko Spinning Mills Limited**

**Intangible Assets**

As at September 30, 2020

Annexure - B

Particulars	Cost			Rate	Amortisation			WDV at September 30, 2020
	As at July 01, 2020	Addition During the period	As at September 30, 2020		As at July 01, 2020	As at September 30, 2020	As at June 30, 2020	
Software	140,000		140,000	20.0%	39,200	5,040	44,240	95,760
<b>As at June 30, 2020</b>	<b>140,000</b>	-	<b>140,000</b>		<b>39,200</b>	<b>5,040</b>	<b>44,240</b>	<b>95,760</b>
<b>As at June 30, 2019</b>	<b>140,000</b>	-	<b>140,000</b>		<b>14,000</b>		<b>14,000</b>	<b>126,000</b>

**Depreciation Charged:**

Administrative

**Total**

5,040

**5,040**

**Safko Spinning Mills Limited**

Schedule of Right of Use Assets

As at September 30, 2020

Annexure C

Particulars	Cost			Depreciation			WDV at September 30, 2020
	As at July 01, 2020	Addition During the period	As at September 30, 2020	As at July 01, 2020	Charged during the Period	As at September 30, 2020	
Right of use asset	2,952,720		2,952,720	410,100	246,060	656,160	2,296,560
<b>Total</b>	<b>2,952,720</b>	<b>-</b>	<b>2,952,720</b>	<b>410,100</b>	<b>246,060</b>	<b>656,160</b>	<b>2,296,560</b>