

Simtex Industries Limited


Un-Audited Financial Statements (Third Quarter)

For the Period from 01 July 2022 to 31 March 2023


Simtex Industries Limited
Statement of Financial Position (Un-Audited)
As at 31 March 2023 (3rd Quarter)

Particulars	Notes	Amount In Taka	
		31.03.2023	30.06.2022
ASSETS			
A : NON-CURRENT ASSETS			
		1,204,407,160	1,239,925,141
Property, Plant & Equipment	3.00	1,203,262,519	1,235,940,301
Capital Work in Progress	4.00	1,144,641	3,984,840
B: CURRENT ASSETS			
		1,405,777,885	1,565,818,044
Accounts Receivable	5.00	772,511,194	820,256,669
Advance, Deposit & Prepayments		97,530,742	78,119,489
Inventory	6.00	396,116,692	423,705,508
Goods in Transit		52,819,392	132,826,576
Investment In FDR		65,744,712	52,512,674
Cash & Cash Equivalent	7.00	21,055,153	58,397,128
TOTAL ASSETS (A+B)		2,610,185,046	2,805,743,185
SHAREHOLDERS EQUITY & LIABILITIES			
C : SHAREHOLDERS EQUITY			
		1,768,557,072	1,782,209,708
Share Capital	8.00	795,953,810	795,953,810
Share Premium		300,000,000	300,000,000
Revaluation Reserve		103,668,899	103,668,899
Retained Earnings		568,934,363	582,586,999
D : NON-CURRENT LIABILITIES			
		188,486,750	226,116,939
Long term Loan Net off Current Portion	9.00	132,755,893	170,668,778
Deferred Tax	10.00	55,730,857	55,448,161
E : CURRENT LIABILITIES			
		653,141,224	797,416,538
Accounts Payable		5,955,480	1,162,200
Short term Loan		501,415,105	666,830,000
Current portion of Long Term Loan		78,388,000	78,448,000
Liabilities For Expenses		21,997,478	20,501,197
Dividend Payable	11.00	2,334,394	431,713
Unclaimed Dividend Account	12.00	8,449,993	8,464,471
Provision For Income Tax		34,600,773	21,578,957
TOTAL EQUITY & LIABILITIES (C+D+E)		2,610,185,046	2,805,743,185
Net Assets Value per Share (NAVPS)	21.00	22.22	22.39

The annexed notes form an integral part of these financial statements.


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

Dated: April 18, 2023
Dhaka

Simtex Industries Limited
Statement of Profit or Loss and other Comprehensive Income (Un-Audited)
For the period from 01 July 2022 to 31 March 2023 (3rd Quarter)

Particulars	Notes	Amount in Taka			
		01.07.2022 to 31.03.2023	01.07.2021 to 31.03.2022	01.01.2023 to 31.03.2023	01.01.2022 to 31.03.2022
Turnover	13.00	1,158,923,681	1,055,696,627	371,532,426	391,881,783
Cost of Goods Sold	14.00	958,568,051	875,987,391	297,914,834	328,428,315
Gross Profit		200,355,630	179,709,236	73,617,592	63,453,468
Operating Expenses		77,742,865	63,068,322	31,890,050	22,083,673
Administrative Expenses	15.00	62,685,725	57,086,915	22,916,022	20,603,882
Selling & Distribution Expenses	16.00	15,057,140	5,981,407	8,974,028	1,479,791
Profit from Operation		122,612,765	116,640,914	41,727,542	41,369,795
Financial Expenses		57,956,139	48,106,129	22,200,986	15,483,260
Foreign Exchange Gain/(Loss)		605,371	229,591	5,584	8,549
Other Income/(Loss)		1,232,592	621,007	463,631	311,494
Net Profit Before WPPF		66,494,589	69,385,383	19,995,771	26,206,578
Workers Profit Participation Fund		3,166,409	3,304,066	952,180	1,247,932
Net Profit Before Tax		63,328,180	66,081,317	19,043,591	24,958,646
Less: Income Tax Expense		13,304,512	10,778,482	4,958,896	3,767,159
Current Tax	17.00	13,021,816	10,154,682	4,538,242	3,427,391
Deferred Tax	18.00	282,696	623,800	420,654	339,768
Net Profit After Tax		50,023,668	55,302,835	14,084,695	21,191,487
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income		50,023,668	55,302,835	14,084,695	21,191,487
Earnings per Share (EPS)	19.00	0.63	0.69	0.18	0.27

The annexed notes form an integral part of these financial statements.


 Chairman


 Managing Director


 Director


 Chief Financial Officer


 Company Secretary

Dated: April 18, 2023
 Dhaka


Simtex Industries Limited
Statement of Changes in Equity (Un-Audited)
For the period from 01 July 2022 to 31 March 2023 (3rd Quarter)

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2022	795,953,810	300,000,000	103,668,899	582,586,999	1,782,209,708
Cash dividend (8%) Issued	-	-	-	(63,676,305)	(63,676,305)
Total Comprehensive Income	-	-	-	50,023,668	50,023,668
Balance as on 31.03.2023	795,953,810	300,000,000	103,668,899	568,934,363	1,768,557,072


Simtex Industries Limited
Statement of Changes in Equity (Un-Audited)
For the period from 01 July 2021 to 31 March 2022 (3rd Quarter)

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2021	795,953,810	300,000,000	103,668,899	537,150,890	1,736,773,599
Cash dividend (4%) Issued	-	-	-	(31,838,152)	(31,838,152)
Adjustment of use of Lease Assets	-	-	-	27,793	27,793
Total Comprehensive Income	-	-	-	55,302,834	55,302,834
Balance as on 31.03.2022	795,953,810	300,000,000	103,668,899	560,643,365	1,760,266,074

The annexed notes form an integral part of these financial statements.


 Chairman


 Managing Director


 Director


 Chief Financial Officer


 Company Secretary

Dated: April 18, 2023
 Dhaka

Simtex Industries Limited
Statement of Cash Flows (Un-Audited)
For the period from 01 July 2022 to 31 March 2023 (3rd Quarter)

Particulars	Notes	Amount In Taka	
		01.07.2022 to 31.03.2023	01.07.2021 to 31.03.2022
Cash Flow from Operating Activities:			
Cash Collection From Turnover & Others		1,206,669,156	960,059,902
Cash Paid to Suppliers, Employees & Others		(864,354,502)	(904,902,077)
Cash Generated from Operation		342,314,654	55,157,825
Payment of Income Tax		(16,215,120)	(6,428,098)
Net Cash flow from Operating Activities: (A)		326,099,535	48,729,727
Cash Flows from Investing Activities:			
Investment in FDR		(13,232,038)	13,308,527
Receive from Interest Income		1,232,592	1,340,208
Payment for Capital Work in Progress		(1,144,641)	(3,978,643)
Receive from Disposal of Property Plant & Equipment		-	3,485,000
Advance for Acquisition of Property, Plant & Equipment		4,583,372	7,007,801
Payment for Acquisition of Property, Plant & Equipment		(32,354,148)	(14,301,736)
Net Cash used in Investing Activities: (B)		(40,914,862)	6,861,157
Cash flow from Financing Activities			
Net Increase/(Decrease) in Short Term Bank Loan		(165,414,895)	58,008,783
Net Increase/(Decrease) in Long Term Bank Loan		(37,972,885)	(53,957,740)
Payment of Dividend		(61,788,101)	(38,583,087)
Lease Payment		-	(292,215)
Payment of Interest		(57,956,139)	(48,106,129)
Net Cash flow from Financing Activities: (C)		(323,132,020)	(82,930,388)
Net increase/decrease in cash & Cash equivalents: (A+B+C)		(37,947,347)	(27,339,504)
Cash & Cash equivalents at the beginning of the period		58,397,128	72,393,480
Foreign Exchange gain/loss		605,371	229,591
Closing Cash & Cash equivalents at the end of the period		21,055,153	45,283,567
Net Operating Cash Flows per Share (NOCFPS)	20.00	4.10	0.61

The annexed notes form an integral part of these financial statements.


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

Dated: April 18, 2023
Dhaka

SIMTEX INDUSTRIES LIMITED
Notes to the Financial Statements (Un-Audited)
For the period from 1 July 2022 to 31 March 2023 (3rd Quarter)

1.00 REPORTING ENTITY

The company namely Simtex Industries Limited was incorporated as private limited company with the issuance of certificate of incorporation bearing no.C-67047(4539)/2007 dated May 29, 2007 by the Registrar of Joint Stock Companies & Firms. Subsequently the company has been converted into Public Limited Company dated November 15, 2012. Registered Office of the Company is located at Khagan, Birulia, Savar, Dhaka, Bangladesh.

The principal activities and nature of the business of the company is to carry on a Dyeing & Conning/winding of sewing thread.

2.00 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and in

IFRS-7: Financial Instruments: Disclosure

IFRS-9: Financial Instruments

IFRS-13: Fair Value Measurement

IFRS-15: Revenue from Contracts with Customers

IFRS-16: Leases

IAS-1: Presentation of Financial Statements

IAS-2: Inventories

IAS-7: Statement of Cash Flows

IAS-8: Accounting Policies, Changes in Accounting Estimates and Errors

IAS-12: Income Taxes

IAS-16: Property, Plant and Equipment

IAS-19: Employee Benefits

IAS-21: The effects of Changes in Foreign Exchange Rates

IAS-23: Borrowing Costs

IAS-24: Related Party Disclosures

IAS-32: Financial Instruments: Presentation

IAS-33: Earnings Per Share

IAS-34: Interim Financial Reporting

IAS-36: Impairment of Assets

IAS-37: Provisions, Contingent Liabilities and Contingent Assets

3.00 PROPERTY, PLANT AND EQUIPMENT: Tk. 1,203,262,519

Cost

Land & Development

Building & Fabricated Shade

Plant and Machinery

Trolley

Gas and Electrical Line

Electrical Equipment

Spare Parts & Tools

Fire Hydrant System

Furniture and Fixture (Factory)

Transport & Vehicles

Office Equipment

Furniture and Fixture (Admin)

Shade Book

Int. Pantan Book

Air Condition & Humidification

Crockeries

Software

Closing Balance

Less : Accumulated Depreciation

Written Down Value

Amount in Taka	
31.03.2023	30.06.2022

332,996,860	332,996,860
472,971,050	468,823,785
937,581,245	926,967,505
154,158	154,158
9,259,080	9,154,080
88,967,089	88,275,089
54,570,673	42,128,564
36,748,860	36,229,860
9,298,290	9,286,890
60,694,524	54,444,524
26,412,324	24,998,421
17,837,454	17,837,454
177,000	177,000
202,750	84,500
22,289,207	22,289,207
270,802	244,482
1,022,144	1,022,144
2,071,453,511	2,035,114,523
868,190,991	799,174,222
1,203,262,519	1,235,940,301

Amount in Taka	
31.03.2023	30.06.2022

4.00 CAPITAL WORK IN PROGRESS: Tk. 1,144,641

This is made up as follows:

Particulars

Opening balance	3,984,840	4,038,063
Addition during the period	1,144,641	3,984,840
Transfer to fixed asset	(3,984,840)	(4,038,063)
Total:	1,144,641	3,984,840

The amount represents construction of building, civil construction and plant and machinery. It will be transferred to Fixed Asset when it is available for use.

5.00 ACCOUNTS RECEIVABLE: Tk. 772,511,194

This is made up as follows:

Particulars

Accounts receivable	772,511,194	820,256,669
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6.00 INVENTORY: Tk. 396,116,692

This is made up as follows:

Raw material of yarn	301,338,599	310,824,514
Raw material of Dyes & Chemical	58,299,621	64,401,879
Packing materials	7,155,211	7,407,375
Work-in-process	19,119,629	22,900,457
Finished goods	10,203,633	18,171,283
Total:	396,116,692	423,705,508

7.00 CASH & CASH EQUIVALENT: Tk. 21,055,153

This is made up as follows:

Cash in hand	4,877,745	6,816,979
Cash at bank	16,177,408	51,580,149
Total:	21,055,153	58,397,128

8.00 SHARE CAPITAL: Tk. 795,953,810

This is made up as follows:

Particulars

Authorized Capital

100,000,000 ordinary Shares of Tk.10 each	1,000,000,000	1,000,000,000
Issued, Subscribed & Paid up Capital		
58,750,000 Ordinary Shares of Tk.10 each	587,500,000	587,500,000
20,845,381 Bonus Shares of Tk. 10 each	208,453,810	208,453,810
79,595,381 Ordinary Shares of Tk.10 each	795,953,810	795,953,810

9.00 LONG TERM LOAN FROM BANK NET OFF CURRENT PORTION: Tk. 132,755,893

Particulars

Trust Bank Ltd	211,143,893	249,116,778
Total term loan outstanding	211,143,893	249,116,778
Less: Current portion	78,388,000	78,448,000
Total:	132,755,893	170,668,778

10.00 DEFERRED TAX : Tk. 55,730,857

Carrying value

Tax base

Temporary/(Deductible) difference

Effective tax rate

Deferred Tax Liability/(Asset)

	1,203,262,519	1,235,940,301
	831,723,471	866,285,893
	371,539,048	369,654,408
	15%	15%
Total:	55,730,857	55,448,161

11.00 DIVIDEND PAYABLE: Tk. 2,334,394

This is made up as follows:

Particulars

Opening balance	431,713	-
Addition during the year	63,676,305	31,838,152
Payment during the year	(61,773,623)	(31,406,440)
Closing balance	2,334,394	431,713

Year	No. of Shareholders	Amount in Taka
2020-21	583	426,250
2021-22	547	1,908,144
Total		2,334,394

			Amount in Taka	
			31.03.2023	30.06.2022
12.00 UNCLAIMED DIVIDEND ACCOUNT: Tk. 8,449,993	This is made up as follows:			
Particulars				
Opening balance		8,464,471	15,660,244	
Payment during the year		(14,478)	(7,195,772)	
Closing balance		8,449,993	8,464,471	

Year	No. of Shareholders	Amount in Taka
2018-19	3787	6,328,801
2019-20	3408	2,121,192
Total		8,449,993

			Amount in Taka	
			01.07.2022 to 31.03.2023	01.07.2021 to 31.03.2022
13.00 TURNOVER: Tk. 1,158,923,681	This is made up as follows:			
Export Sales		1,158,923,681	1,055,696,627	
14.00 COST OF GOODS SOLD: Tk. 958,568,051	This is made up as follows:			
Raw materials consumption		593,450,088	545,185,717	
Dyes & chemical consumption		91,717,273	99,660,747	
Packing materials consumption		67,187,665	54,842,648	
Factory overhead	Note: 14.01	195,239,944	183,037,037	
Cost of production		947,594,970	882,726,149	
		3,780,828	(5,362,477)	
Opening work-in process		22,900,457	20,308,086	
Closing work-in process		19,119,629	25,670,563	
		7,967,650	(627,996)	
Opening finished goods		18,171,283	11,809,546	
Closing finished goods		10,203,633	12,437,542	
Goods available for sale		959,343,449	876,735,676	
Sample expense		(775,398)	(748,285)	
Total:		958,568,051	875,987,391	

14.01 FACTORY OVERHEAD: Tk. 195,239,944	This is made up as follows:			
Particulars				
Wages and allowances		81,403,094	71,779,785	
Utility bills		35,481,781	30,429,290	
Repair & maintenance		1,144,072	1,294,013	
Fuel & lubricant		2,097,613	2,497,536	
ETP operating expense		523,000	577,530	
Depreciation		63,755,297	67,960,153	
Other expenses		10,835,087	8,498,730	
Total:		195,239,944	183,037,037	

15.00 ADMINISTRATIVE EXPENSES: Tk. 62,685,725	This is made up as follows:			
Particulars				
Salary & allowance		32,600,085	31,637,884	
Managing Director remuneration		720,000	720,000	
Tours & travelling expenses		804,594	1,133,539	
Board meeting attendance fee		260,000	245,000	
Mobile and telephone bill		976,663	1,168,021	
Internet bill		483,948	365,292	
Audit and professional fees		1,072,223	1,026,060	
Fees forms and renewal		1,129,733	2,088,365	
Insurance		1,422,446	1,443,833	
Conveyance		153,710	154,870	
Depreciation		5,261,473	4,967,476	
Other Expenses		17,800,851	12,136,575	
Total:		62,685,725	57,086,915	

		Amount in Taka	
		01.07.2022 to 31.03.2023	01.07.2021 to 31.03.2022
16.00	SELLING & DISTRIBUTION EXPENSES: Tk. 15,057,140		
	This is made up as follows:		
	Particulars		
	Promotional expenses	1,952,845	515,315
	Collection and C & F charges	775,388	562,430
	Product development	773,575	860,965
	Sample expenses	775,398	748,285
	Fuel & lubricant for vehicle	1,638,075	1,205,296
	Other expenses	9,141,859	2,089,116
	Total:	15,057,140	5,981,407
17.00	CURRENT TAX : TK. 13,021,816		
	REGULAR TAX: Tk. 9,308,975		
	This is made up as follows:		
	Particulars		
	Net Profit Before Tax	63,328,180	66,081,317
	Add: Accounting Depreciation	69,016,770	72,927,629
	Less: Tax Depreciation	70,901,410	77,360,484
	Less: Profit Other Than Business Income	1,232,592	621,007
	Profit/(loss) from Business	60,210,948	61,027,455
	Income Tax on Business Income	9,031,642	9,154,118
	Income Tax on Other Income	277,333	139,727
		9,308,975	9,293,845
	Under provision for assessment year 2020-21	-	860,838
		9,308,975	10,154,682
	MINIMUM TAX: Tk. 5,003,834		
	This is made up as follows:		
	Particulars		
	Gross Receipt From Turnover & Others	1,158,923,681	1,055,696,627
	Foreign Exchange Gain/(Loss)	605,371	229,591
	Other Income	1,232,592	621,007
	Income Tax on Gross Receipt From Turnover & Others (0.60%/22.5*15)	4,635,695	4,222,787
	Income Tax on Foreign Exchange Gain/(Loss) (15%)	90,806	34,439
	Income Tax on Other Income (22.5%)	277,333	139,727
		5,003,834	4,396,952
	ADVANCE TAX: Tk. 13,021,816		
	This is made up as follows:		
	Particulars		
	Tax Deductions at source from Export, Bank Interest, Import and Car Tax	13,021,816	5,567,260
		13,021,816	5,567,260
18.00	DEFERRED TAX : Tk. 282,696		
	This is made up as follows:		
	Particulars		
	Total Deferred Tax	55,730,857	54,768,911
	Less: Opening Balance	55,448,161	54,145,111
		282,696	623,800
19.00	EARNINGS PER SHARE (EPS)		
	Net Profit after Taxes	50,023,668	55,302,835
	Number of Shares for Respected Year	79,595,381	79,595,381
	Earnings per Share	0.63	0.69
20.00	NET OPERATING CASH FLOWS PER SHARE		
	Cash Flows from Operating Activities	326,099,535	48,729,727
	Number of Shares	79,595,381	79,595,381
	Net Operating Cash Flows per Share (NOCFPS)	4.10	0.61

		Amount in Taka	
		31.03.2023	30.06.2022
21.00 NET ASSET VALUE PER SHARE (NAVPS)			
Net Asset Value		1,768,557,072	1,782,209,708
Number of Shares		79,595,381	79,595,381
Net Asset Value per Share		22.22	22.39

		Amount in Taka	
		01.07.2022 to 31.03.2023	01.07.2021 to 31.03.2022

22.00 RECONCILIATION OF NET INCOME WITH CASH FLOWS FROM OPERATING ACTIVITIES

Profit Before Tax	63,328,180	66,081,316
Adjustment for:		
Depreciation on Property, Plant and Equipment	69,016,770	72,927,629
Depreciation charged for the Right-of-use Assets	-	31,660
Other Income	(1,232,592)	(621,007)
Workers Profit Participation Fund	3,166,409	3,304,066
Foreign Exchange Gain/Loss	(605,371)	(229,591)
Interest charged for the Right-of-use Assets	-	1,629
Financial Expenses	57,956,139	48,106,129
	191,629,535	189,601,831
(Increase)/Decrease in Accounts Receivable	47,745,475	(95,636,725)
(Increase)/Decrease in Inventory	107,596,001	(38,785,316)
Increase/(Decrease) in Trade and Other Payables	4,793,280	198,600
(Increase)/Decrease in Advance, Deposit & Prepayments	(7,779,508)	2,835,386
Increase/(Decrease) in Liabilities for Expenses	(1,670,128)	(3,055,951)
	342,314,654	55,157,825
Less: Payment of Income Tax	(16,215,120)	(6,428,098)
Net cash generated from operating activities	326,099,535	48,729,727

23.00 RELATED PARTY DISCLOSURE

Name	Types of Transaction	Amount in Taka
Neaz Rahman Shaqib	Remuneration and Board Meeting Fees	760,000
Major General (ret'd) Md Sarwar Hossain	Board Meeting Fees	35,000
Md. Nazmus Sakeve Jugbhery	Board Meeting Fees	15,000
Md. Hafizur Rahman	Board Meeting & Audit Committee Fees	55,000
Md. Akram Hossain	Board Meeting Fees	5,000
Sharif Shahidul Islam	Board Meeting & Audit Committee Fees	55,000
Shah Md. Asad Ullah	Board Meeting & Audit Committee Fees	55,000

24.00 REASON FOR SIGNIFICANT VARIANCE

During the period from 01 July 2022 to 31 March 2023 there has been growth in revenue while operational and other expenses have increased in high proportion, that has resulted decreased "Net Profit After Tax and Earnings Per Share (EPS)" as compared to the same period of previous year.

It may be mentioned that during the quarter January 2023 to March 2023 resulted reduction in revenue while there has been rise of selling expenses, financial expenses and tax expenses that has resulted fall in Net Profit and EPS.

Whereas the period from 01 July 2022 to 31 March 2023 under report growth of sales has increased considerably while the pace of cash collection has been comparatively better than the same period of the previous year during this period. During this period rationalization of payments could be imparted. All these have resulted "Net operating cash flows per share (NOCPS)" towards positive direction significantly.