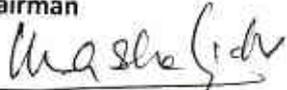


**Simtex Industries Limited**  
**Statement of Financial Position (Un-Audited)**  
**As at 30 September 2020 (1st Quarter)**

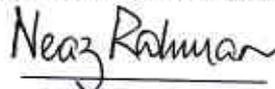
PARTICULARS	Notes	Amount In Taka	
		30.09.2020	30.06.2020
<b>ASSETS</b>			
<b>A : NON-CURRENT ASSETS</b>			
Property, Plant & Equipment	3.00	1,323,178,935	1,346,853,549
Capital Work in Progress	4.00	1,308,209,693	1,331,884,307
		14,969,242	14,969,242
<b>B: CURRENT ASSETS</b>			
Accounts Receivable	5.00	1,312,391,616	1,297,847,163
Advance, Deposit & Prepayments		656,908,584	648,397,397
Right-of-Use Assets		114,540,986	143,399,804
Inventory		411,572	506,550
Goods in Transit	6.00	424,740,354	402,863,335
Investment In FDR		49,345,560	56,578,074
Cash & Cash Equivalent	7.00	29,911,927	29,127,097
		36,532,633	16,974,906
<b>TOTAL ASSETS (A+B)</b>		<b>2,635,570,551</b>	<b>2,644,700,712</b>
<b>SHAREHOLDERS EQUITY &amp; LIABILITIES</b>			
<b>C : SHAREHOLDERS EQUITY</b>			
Share Capital	8.00	1,697,108,317	1,671,789,042
Share Premium		795,953,810	795,953,810
Revaluation Reserve		300,000,000	300,000,000
Retained Earnings		103,668,899	103,668,899
		497,485,608	472,166,333
<b>D : NON-CURRENT LIABILITIES</b>			
Long term Loan Net off Current Portion		220,681,083	235,501,745
Lease Liabilities Net off Current Portion		168,489,303	184,377,874
Deferred Tax	9.00	41,332	64,028
		52,150,447	51,059,843
<b>E : CURRENT LIABILITIES</b>			
Accounts Payable		717,781,151	737,409,924
Short term Loan from Bank & Others		1,091,100	1,097,500
Unclaimed IPO Fund		527,161,582	526,144,322
Current portion of Long Term Loan		317,782	317,782
Liabilities For Expenses		96,835,104	96,901,720
Current portion of Lease Liabilities		17,575,317	17,134,092
Dividend Payable		715,661	675,605
Provision For Income Tax		13,661,468	14,497,908
		60,423,138	80,640,995
<b>TOTAL EQUITY &amp; LIABILITIES (C+D+E)</b>		<b>2,635,570,551</b>	<b>2,644,700,712</b>
<b>Net Assets Value per Share (NAVPS)</b>		<b>21.32</b>	<b>21.00</b>

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

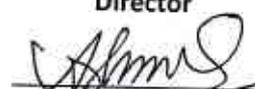
  
Chairman

  
Chief Financial Officer

Dated: November 14, 2020  
Dhaka

  
Managing Director

  
Director

  
Company Secretary

**Simtex Industries Limited**  
**Statement of Profit or Loss and other Comprehensive Income (Un-Audited)**  
**For the period from 01 July 2020 to 30 September 2020 (1st Quarter)**

PARTICULARS	Notes	Amount In Taka	
		01.07.2020 to 30.09.2020	01.07.2019 to 30.09.2019
Turnover		309,151,890	358,512,190
Cost of Goods Sold	10.00	246,708,256	285,616,753
<b>Gross Profit</b>		<b>62,443,633</b>	<b>72,895,437</b>
<b>Operating Expenses</b>		<b>18,045,509</b>	<b>17,154,322</b>
Administrative Expenses	11.00	15,866,748	15,385,147
Selling & Distribution Expenses	12.00	2,178,761	1,769,175
<b>Profit from Operation</b>		<b>44,398,124</b>	<b>55,741,115</b>
Financial Expenses		(13,447,668)	(10,621,606)
Foreign Exchange Gain/(Loss)		(42,613)	213,892
Other Income/(Loss)		414,900	234,467
<b>Net Profit Before WPPF</b>		<b>31,322,742</b>	<b>45,567,868</b>
Workers Profit Participation Fund		1,491,559	2,169,898
<b>Net Profit Before Tax</b>		<b>29,831,183</b>	<b>43,397,970</b>
<b>Less: Income Tax Expense</b>		<b>4,511,908</b>	<b>6,554,531</b>
Current Tax		3,421,304	5,652,721
Deferred Tax		1,090,604	901,810
<b>Net Profit After Tax</b>		<b>25,319,275</b>	<b>36,843,439</b>
Other Comprehensive Income		-	-
<b>Total Comprehensive Income</b>		<b>25,319,275</b>	<b>36,843,439</b>
<b>Earnings per Share</b>	13.00	<b>0.32</b>	<b>0.46</b>

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

  
 Chairman

  
 Managing Director

  
 Director

  
 Chief Financial Officer

  
 Company Secretary

Dated: November 14, 2020  
 Dhaka

**Simtex Industries Limited**  
**Statement of Changes in Equity (Un-Audited)**  
For the period from 01 July 2020 to 30 September 2020 (1st Quarter)

PARTICULARS	Amount in Taka					
	Share Capital	Share Premium	Revaluation Reserve	Other Comprehensive Income	Retained Earnings	Total
Balance as on 01.07.2020	795,953,810	300,000,000	103,668,899	-	472,166,333	1,671,789,042
Total Comprehensive Income	-	-	-	-	25,319,275	25,319,275
Closing Balance as on 30.09.2020	795,953,810	300,000,000	103,668,899	-	497,485,608	1,697,108,317

**Simtex Industries Limited**  
**Statement of Changes in Equity (Un-Audited)**  
For the period from 01 July 2019 to 30 September 2019 (1st Quarter)

PARTICULARS	Amount in Taka					
	Share Capital	Share Premium	Revaluation Reserve	Other Comprehensive Income	Retained Earnings	Total
Balance as on 01.07.2019	758,051,250	300,000,000	103,668,899	-	513,000,903	1,674,721,052
Total Comprehensive Income	-	-	-	-	36,843,439	36,843,439
Closing Balance as on 30.09.2019	758,051,250	300,000,000	103,668,899	-	549,844,342	1,711,564,491

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



Chairman



Managing Director



Director



Chief Financial Officer



Company Secretary

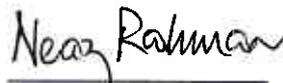
Dated: November 14, 2020  
Dhaka

**Simtex Industries Limited**  
**Statement of Cash Flows (Un-Audited)**  
**For the period from 01 July 2020 to 30 September 2020 (1st Quarter)**

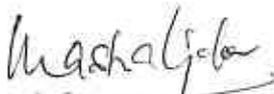
PARTICULARS	Amount In Taka	
	01.07.2020 to 30.09.2020	01.07.2019 to 30.09.2019
<b>Cash Flow from Operating Activities:</b>		
Cash Collection From Turnover & Others	300,640,703	362,082,939
Cash Paid to Suppliers, Employees & Others	(248,903,891)	(262,311,984)
<b>Cash Generated from Operation</b>	<b>51,736,811</b>	<b>99,770,955</b>
Income Tax Paid	(1,177,752)	(3,520,671)
<b>Net Cash flow from Operating Activities:(A)</b>	<b>50,559,059</b>	<b>96,250,284</b>
<b>Cash Flows from Investing Activities:</b>		
Investment in FDR	(784,830)	-
Receive from Interest Income	414,900	234,467
Capital Work in Progress	-	(11,161,195)
Advance for Machinery Purchase	-	9,800,000
Paid for Acquisition of Property, Plant & Equipment	(1,366,752)	(7,550,001)
<b>Net Cash used in Investing Activities:(B)</b>	<b>(1,736,682)</b>	<b>(8,676,729)</b>
<b>Cash flow from Financing Activities</b>		
Net Increase/(Decrease) in short Term Bank Loan	1,042,014	(36,464,482)
Net Increase/(Decrease) in Long Term Bank Loan	(15,938,101)	(11,949,355)
Dividend paid	(836,441)	(16,194)
Interest paid	(13,447,668)	(10,621,606)
<b>Net Cash flow from Financing Activities:(C)</b>	<b>(29,180,197)</b>	<b>(59,051,637)</b>
<b>Net increase/decrease in cash &amp; Cash equivalents:(A+B+C)</b>	<b>19,642,179</b>	<b>28,521,917</b>
Cash & Cash equivalents at the beginning of the period	16,974,906	22,237,511
Foreign Exchange gain/loss	(84,452)	350,565
<b>Closing Cash &amp; Cash equivalents at the end of the period</b>	<b>36,532,633</b>	<b>51,109,993</b>
<b>Net Operating Cash Flows per Share (NOCFPS)</b>	<b>0.64</b>	<b>1.21</b>

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

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer

  
Company Secretary

Dated: November 14, 2020  
Dhaka

**SIMTEX INDUSTRIES LIMITED**  
**Notes to the Financial Statements (Un-Audited)**  
**For the period from 1 July 2020 to 30 September 2020 (1st 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 compliance with other relevant local laws including Securities and Exchange Rules 1987. The presentation of the interim financial statements and the accounting policies used in preparing them are consistent with those of the Annual Financial Statements. Where necessary, the comparatives have been reclassified or extended to take into account any presentational changes made in the Annual Financial Statements. The preparation of the interim Financial Statements requires management to make estimates and assumption that affect the reported amounts of revenues, expenses, assets and liabilities at the date of the Interim Financial Statements. If in the future such estimates and assumptions which are based on management's best judgement at the date of the Interim Financial Statements, deviate from the actual, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change. Among others following IFRS and IAS have been applied:

- 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-37: Provisions, Contingent Liabilities and Contingent Assets
- IAS-39: Financial Instruments: Recognition & Measurement

Amount in Taka	
30.09.2020	30.06.2020

**3.00 PROPERTY, PLANT AND EQUIPMENT: Tk. 1,308,209,693**

**Cost**

Land & Development	330,950,519	330,950,519
Building & Fabricated Shade	439,357,300	438,932,270
Plant and Machinery	868,263,765	868,179,503
Trolley	154,158	154,158
Gas and Electrical Line	9,154,080	9,154,080
Electrical Equipment	83,227,947	83,227,947
Spare Parts & Tools	42,128,564	42,128,564
Fire Hydrant System	30,347,242	30,277,242
Furniture and Fixture (Factory)	9,286,890	9,286,890
Transport & Vehicles	54,924,244	54,924,244
Office Equipment	23,452,675	22,687,915
Furniture and Fixture (Admin)	17,803,254	17,781,954
Shade Book	177,000	177,000
Int. Pantone Book	84,500	84,500
Air Condition & Humidification	22,216,397	22,216,397
Crockeries	234,652	233,252
Software	872,144	872,144
<b>Closing Balance</b>	<b>1,932,635,331</b>	<b>1,931,268,579</b>
Less : Accumulated Depreciation	624,425,639	599,384,272
<b>Written Down Value</b>	<b>1,308,209,693</b>	<b>1,331,884,307</b>

**4.00 CAPITAL WORK IN PROCESS: Tk. 14,969,242**

This is made up as follows:

**Particulars**

<b>Opening Balance</b>	14,969,242	139,577,743
Addition during the period	-	14,969,242
Transfer to Fixed Asset	-	(139,577,743)
<b>Total:</b>	<b>14,969,242</b>	<b>14,969,242</b>

The above building and machinery amount will be transferred to Fixed Asset when it is available for use.

**5.00 ACCOUNTS RECEIVABLE: Tk. 656,908,584**

This is made up as follows:

**Particulars**

Accounts Receivable	656,908,584	648,397,397
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**6.00 INVENTORY: Tk. 424,740,354**

The above balance is made up as follows:

Raw material of Yarn	323,967,811	308,185,395
Raw material of Dyes & Chemical	49,724,318	46,678,002
Packing Materials	19,972,385	18,754,732
Work-in-process	19,933,445	18,533,389
Finished goods	11,142,395	10,711,817
<b>Total:</b>	<b>424,740,354</b>	<b>402,863,335</b>

**7.00 CASH & CASH EQUIVALENT: Tk. 36,532,633**

This is made up as follows:

Cash in Hand	4,252,750	4,257,680
Cash at Bank	32,279,883	12,717,226
<b>Total:</b>	<b>36,532,633</b>	<b>16,974,906</b>

Amount in Taka	
30.09.2020	30.06.2020

**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 Ordinary shares of Tk. 10 each fully paid-up in bonus share

208,453,810 208,453,810

**79,595,381 Ordinary Shares of Tk.10 each**

**795,953,810 795,953,810**

**9.00 DEFERRED TAX : Tk. 52,150,447**

Carrying Value

1,308,209,693 1,331,884,307

Tax Base

960,540,043 991,485,340

**Temporary/(Deductible) Difference**

**347,669,650 340,398,967**

Effective Tax Rate

15% 15%

**Deferred Tax Liability/(Asset)**

**Total: 52,150,447 51,059,844**

Amount in Taka	
01.07.2020 to 30.09.2020	01.07.2019 to 30.09.2019

**10.00 COST OF GOODS SOLD: Tk. 246,708,256**

Raw materials Consumption

155,764,578 186,722,217

Dyes & Chemical Consumption

19,189,134 24,020,235

Packing Materials Consumption

16,909,120 22,640,648

Factory Overhead (Note 10.01)

56,967,327 51,574,159

**Cost of Production**

**248,830,159 284,957,260**

**(1,400,056) 2,474,285**

Opening work-in process

18,533,389 21,013,489

Closing work-in process

19,933,445 18,539,204

**(430,578) (1,532,602)**

Opening finished goods

10,711,817 9,894,888

Closing finished goods

11,142,395 11,427,491

**Goods available for sale**

**246,999,524 285,898,943**

Sample expense

(291,268) (282,190)

**Total: 246,708,256 285,616,753**

**10.01 FACTORY OVERHEAD: Tk. 56,967,327**

This is made up as follows:

**Particulars**

Wages and Allownces

21,107,730 21,446,282

Utility Bills

8,921,373 8,025,930

Repair & Maintenance

535,795 517,439

Fuel & Lubricant

565,280 705,600

ETP Operating Expense

230,045 211,070

Depreciation

23,083,382 17,908,531

Other Expenses

2,523,722 2,759,307

**Total: 56,967,327 51,574,159**

Amount in Taka	
01.07.2020 to 30.09.2020	01.07.2019 to 30.09.2019

**11.00 ADMINISTRATIVE EXPENSES: Tk. 15,866,748**

This is made up as follows:

**Particulars**

Salary & allowance	8,425,801	7,471,038
Managing Director Remuneration	150,000	150,000
Director's Remuneration	195,000	382,500
Tours & Travelling Expenses	245,374	329,177
Board Meeting Attendance Fee	25,000	50,000
Mobile and Telephone Bill	379,523	435,222
Internet Bill	125,131	122,809
Audit and Professional Fees	93,000	57,500
Fees Forms and Renewal	266,839	422,580
Office Rent	-	113,850
House Rent	-	450,000
Insurance	435,618	435,618
Conveyance	232,460	292,465
Depreciation	1,957,985	1,752,621
Other Expenses	3,335,017	2,919,767
<b>Total:</b>	<b>15,866,748</b>	<b>15,385,147</b>

**12.00 SELLING & DISTRIBUTION EXPENSES: Tk. 2,178,761**

This is made up as follows:

**Particulars**

Promotional Expenses	290,345	211,334
Collection and C & F Charges	237,208	234,617
Product development	287,465	215,274
Sample Expenses	291,268	282,190
Fuel & Lubricant for Vehicle	312,350	275,721
Other Expenses	760,125	550,039
<b>Total:</b>	<b>2,178,761</b>	<b>1,769,175</b>

**13.00 EARNINGS PER SHARE**

Net Profit after Taxes	25,319,275	36,843,439
Weighted Average Number of Share	79,595,381	79,595,381
<b>Earnings per Share (Taka) (Adjusted)</b>	<b>0.32</b>	<b>0.46</b>

**14.00 NET OPERATING CASH FLOWS PER SHARE**

Cash Flows from Operating Activites	50,559,059	96,250,284
Number of Shares	79,595,381	79,595,381
<b>Net Operating Cash Flows per Share (NOCFPS)</b>	<b>0.64</b>	<b>1.21</b>

**15.00 RELATED PARTY DISCLOSURE**

Name	Types of Transaction	Amount in Taka
Neaz Rahman Shaqib	Remuneration and Board Meeting Fees	155,000
Mrs. Hafiza Khanam	Remuneration and Board Meeting Fees	200,000
Md. Ensan Ali Sheikh	Remuneration and Board Meeting Fees	5,000
Md. Yunus Ali	Board Meeting Fees	5,000
Md. Akram Hossain	Board Meeting Fees	5,000

Amount in Taka	
01.07.2020 to 30.09.2020	01.07.2019 to 30.09.2019

#### 16.00 RECONCILIATION OF NET INCOME WITH CASH FLOWS FROM OPERATING ACTIVITIES

<b>Profit Before Tax</b>	<b>29,831,183</b>	<b>43,397,970</b>
Adjustment for:		
Depreciation on Property, Plant and Equipment	25,041,367	19,661,152
Depreciation charged for the Right-of-use Assets	94,978	-
Other Income	(414,900)	(234,467)
Workers Profit Participation Fund	1,491,559	2,169,898
Foreign Exchange Gain/Loss	42,613	(213,892)
Interest charged for the Right-of-use Assets	17,360	-
Financial Expenses	13,447,668	10,621,606
	<b>69,551,829</b>	<b>75,402,267</b>
Add: Decrease in Accounts Receivable	(8,511,187)	3,570,749
Add: Decrease in Inventory	(14,644,505)	22,385,179
Less: Decrease in Trade and Other Payables	(6,400)	(391,440)
Add: Decrease in Advance, Deposit & Prepayments	6,397,409	328,508
Less: Decrease in Liabilities for Expenses	(1,050,334)	(1,524,308)
	<b>51,736,810</b>	<b>99,770,955</b>
Less: Income Tax Paid	(1,177,752)	(3,520,671)
<b>Net cash generated from operating activities</b>	<b>50,559,059</b>	<b>96,250,284</b>

#### 17.00 Reason for Significant variance

During the period 1<sup>st</sup> July 2020 to 30<sup>th</sup> September 2020 our sales has been reduced due to worldwide effect of COVID-19. As a result, Net profit after tax, Earnings per share (EPS), Net Assets Value (NAV) per share has been reduced as compared to previous years. Net Operating Cash Flows per Share (NOCFPS) has also been reduced from the comparative period due to higher proportion of payments to the suppliers, employees and others as against cash collection from turnover and others.