

Simtex Industries Limited

Un-Audited Financial Statements (First Quarter)

For the Period from 01 July 2023 to 30 September 2023

Simtex Industries Limited
Statement of Financial Position (Un-Audited)
As at 30 September 2023 (1st Quarter)

Particulars	Notes	Amount In Taka	
		30.09.2023	30.06.2023
ASSETS			
A : NON-CURRENT ASSETS		1,170,095,972	1,189,763,715
Property, Plant & Equipment	3.00	1,169,656,560	1,189,461,647
Capital Work in Progress	4.00	439,412	302,068
B: CURRENT ASSETS		1,407,840,925	1,405,727,948
Accounts Receivable	5.00	809,840,641	758,331,300
Advance, Deposit & Prepayments		98,007,296	93,241,344
Inventory	6.00	362,021,494	402,621,723
Goods in Transit		48,991,456	55,342,820
Investment In FDR		72,502,322	68,273,125
Cash & Cash Equivalent	7.00	16,477,717	27,917,636
TOTAL ASSETS (A+B)		2,577,936,897	2,595,491,663
SHAREHOLDERS EQUITY & LIABILITIES			
C : SHAREHOLDERS EQUITY		1,800,208,886	1,783,796,444
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		600,586,177	584,173,735
D : NON-CURRENT LIABILITIES		171,752,508	169,020,684
Long term Loan Net off Current Portion	9.00	116,001,646	113,012,241
Deferred Tax	10.00	55,750,863	56,008,443
E : CURRENT LIABILITIES		605,975,502	642,674,535
Accounts Payable		1,950,750	1,319,750
Short term Loan		459,867,470	494,058,012
Current portion of Long Term Loan		66,785,643	80,388,959
Liabilities For Expenses		31,076,155	24,214,350
Dividend Payable	11.00	2,077,638	2,307,194
Unclaimed Dividend Account	12.00	2,121,192	2,121,192
Provision For Income Tax		42,096,654	38,265,078
TOTAL EQUITY & LIABILITIES (C+D+E)		2,577,936,897	2,595,491,663
Net Assets Value per Share (NAVPS)	21.00	22.62	22.41

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


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

Dated: November 13, 2023
Dhaka

Simtex Industries Limited

Statement of Profit or Loss and other Comprehensive Income (Un-Audited) For the period from 01 July 2023 to 30 September 2023 (1st Quarter)

Particulars	Notes	Amount In Taka	
		01.07.2023 to 30.09.2023	01.07.2022 to 30.09.2022
Turnover	13.00	395,308,931	391,966,814
Cost of Goods Sold	14.00	329,707,834	328,926,717
Gross Profit		65,601,097	63,040,097
Operating Expenses		28,220,972	23,332,670
Administrative Expenses	15.00	21,751,893	21,158,963
Selling & Distribution Expenses	16.00	6,469,079	2,173,707
Profit from Operation		37,380,126	39,707,427
Financial Expenses		17,069,788	15,522,772
Foreign Exchange Gain/(Loss)		157,379	176,306
Other Income/(Loss)		518,043	324,067
Net Profit Before WPPF		20,985,760	24,685,028
Workers Profit Participation Fund		999,322	1,175,478
Net Profit Before Tax		19,986,438	23,509,550
Less: Income Tax Expense		3,573,996	4,442,360
Current Tax	17.00	3,831,576	4,526,544
Deferred Tax	18.00	(257,580)	(84,185)
Net Profit After Tax		16,412,442	19,067,191
Other Comprehensive Income		-	-
Total Comprehensive Income		16,412,442	19,067,191
Earnings per Share (EPS)	19.00	0.21	0.24

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


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

Dated: November 13, 2023
Dhaka

Simtex Industries Limited
Statement of Changes in Equity (Un-Audited)
For the period from 01 July 2023 to 30 September 2023 (1st Quarter)

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2023	795,953,810	300,000,000	103,668,899	584,173,735	1,783,796,444
Total Comprehensive Income	-	-	-	16,412,442	16,412,442
Balance as on 30.09.2023	795,953,810	300,000,000	103,668,899	600,586,177	1,800,208,886

Simtex Industries Limited
Statement of Changes in Equity (Un-Audited)
For the period from 01 July 2022 to 30 September 2022 (1st 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
Total Comprehensive Income	-	-	-	19,067,191	19,067,191
Balance as on 30.09.2022	795,953,810	300,000,000	103,668,899	601,654,190	1,801,276,899

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


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

Dated: November 13, 2023
Dhaka

Simtex Industries Limited
Statement of Cash Flows (Un-Audited)
For the period from 01 July 2023 to 30 September 2023 (1st Quarter)

Particulars	Notes	Amount In Taka	
		01.07.2023 to 30.09.2023	01.07.2022 to 30.09.2022
Cash Flow from Operating Activities:			
Cash Collection From Turnover & Others		343,799,590	327,592,050
Cash Paid to Suppliers, Employees & Others		(280,479,021)	(241,999,147)
Cash Generated from Operation		63,320,568	85,592,903
Payment of Income Tax		(4,022,184)	(4,826,544)
Net Cash flow from Operating Activities: (A)		59,298,384	80,766,359
Cash Flows from Investing Activities:			
Investment in FDR		(4,229,197)	(4,505,760)
Receive from Interest Income		518,043	324,067
Payment for Capital Work in Progress		(137,344)	(1,078,761)
Advance for Acquisition of Property, Plant & Equipment		(3,204,798)	2,538,103
Payment for Acquisition of Property, Plant & Equipment		(1,738,590)	(2,299,471)
Net Cash used in Investing Activities: (B)		(8,791,886)	(5,021,822)
Cash flow from Financing Activities			
Net Increase/(Decrease) in Short Term Bank Loan		(34,190,542)	(64,388,823)
Net Increase/(Decrease) in Long Term Bank Loan		(10,613,911)	(8,495,693)
Payment of Dividend		(229,556)	(2,295)
Payment of Interest		(17,069,788)	(15,522,772)
Net Cash flow from Financing Activities: (C)		(62,103,797)	(88,409,582)
Net increase/decrease in cash & Cash equivalents: (A+B+C)		(11,597,299)	(12,665,045)
Cash & Cash equivalents at the beginning of the period		27,917,636	58,397,128
Foreign Exchange gain/loss		157,379	176,307
Closing Cash & Cash equivalents at the end of the period		16,477,717	45,908,390
Net Operating Cash Flows per Share (NOCFPS)	20.00	0.74	1.01

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


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

Dated: November 13, 2023
Dhaka

SIMTEX INDUSTRIES LIMITED

Notes to the Interim Financial Statements (Un-Audited)

For the period from 1 July 2023 to 30 September 2023 (1st Quarter)

1.00 INCORPORATION AND BUSINESS ACTIVITIES:

1.01 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 in 2012. The Company was listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) in 2015.

1.02 Address of Registered office and factory of the company:

Registered Office of the Company is located at Khagan, Birulia, Savar, Dhaka-1341, Bangladesh.

1.03 Principal activities and nature of the business:

The principal activities and nature of the business of the company is to carry on a Dyeing and conning/Winding of sewing thread. Simtex Industries Limited is a 100% export oriented Company.

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 The following IASs and IFRSs are applicable for the financial statements for the year under review:

S/N	Name of IAS	IAS No.	Status
1	Presentation of Financial Statements	IAS-1	Applied
2	Inventories	IAS-2	Applied
3	Statement of Cash Flows	IAS-7	Applied
4	Accounting Policies, Changes in Accounting Estimates and Errors	IAS-8	Applied
5	Events after the Reporting Period	IAS-10	Applied
6	Income Taxes	IAS-12	Applied
7	Property, Plant and Equipment	IAS-16	Applied
8	Employee Benefits	IAS-19	Applied
9	The Effects of Changes in Foreign Exchange Rates	IAS-21	Applied
10	Borrowing Costs	IAS-23	Applied
11	Related Party Disclosures	IAS-24	Applied
12	Accounting and Reporting by Retirement Benefit	IAS-26	Not Applicable
13	Investment in Associates and Joint Ventures	IAS-28	Not Applicable
14	Financial Reporting in Hyperinflationary Economies	IAS-29	Not Applicable
15	Financial Instruments: Presentation	IAS-32	Applied
16	Earnings Per Share	IAS-33	Applied
17	Interim Financial Reporting	IAS-34	Applied
18	Impairment of Assets	IAS-36	Applied
19	Provisions, Contingent Liabilities and Contingent Assets	IAS-37	Applied
20	Intangible Assets	IAS-38	Not Applicable
21	Financial Instruments: Recognition and Measurement	IAS-39	Applied
22	Investment Property	IAS-40	Not Applicable
23	Agriculture	IAS-41	Not Applicable

S/N	Name of IFRSs	IFRSs No.	Status
1	First time adoption of International Financial Reporting Standards	IFRS 1	Not Applicable
2	Shares based Payment	IFRS 2	Not Applicable
3	Business Combinations	IFRS 3	Not Applicable
4	Insurance Contract	IFRS 4	Not Applicable
5	Non-current Assets Held for Sale and Discontinued	IFRS 5	Not Applicable
6	Exploration for and Evaluation of Mineral Resources	IFRS 6	Not Applicable
7	Financial Instruments: Disclosure	IFRS 7	Applied
8	Operating Segments	IFRS 8	Not Applicable
9	Financial Instruments	IFRS 9	Applied
10	Consolidated Financial Statements	IFRS 10	Not Applicable
11	Joint Arrangement	IFRS 11	Not Applicable
12	Disclosure of Interest in other entities	IFRS 12	Not Applicable
13	Fair Value Measurement	IFRS 13	Applied
14	Regulatory deferral accounts	IFRS 14	Not Applicable
15	Revenue from Contracts with Customers	IFRS 15	Applied
16	Leases	IFRS 16	Not Applicable

Amount in Taka	
30.09.2023	30.06.2023

3.00 PROPERTY, PLANT AND EQUIPMENT: Tk. 1,169,656,560

Cost

Land & Development	333,369,206	333,369,206
Building & Fabricated Shade	473,900,310	473,900,310
Plant and Machinery	952,732,696	952,625,196
Trolley	205,908	154,158
Gas and Electrical Line	9,859,080	9,259,080
Electrical Equipment	89,878,064	89,517,064
Spare Parts & Tools	47,232,848	46,959,848
Fire Hydrant System	36,778,360	36,778,360
Furniture and Fixture (Factory)	9,298,290	9,298,290
Transport & Vehicles	60,694,524	60,694,524
Office Equipment	26,631,423	26,601,723
Furniture and Fixture (Admin)	18,052,054	18,052,054
Shade Book	177,000	177,000
Int. Pantan Book	277,750	202,750
Air Condition & Humidification	22,524,207	22,289,207
Crockeries	276,442	270,802
Software	1,022,144	1,022,144
Closing Balance	2,082,910,307	2,081,171,717
Less : Accumulated Depreciation	913,253,747	891,710,069
Written Down Value	1,169,656,560	1,189,461,647

4.00 CAPITAL WORK IN PROGRESS: Tk. 439,412

This is made up as follows:

Particulars

Opening Balance	302,068	3,984,840
Addition during the period	137,344	1,446,709
Transfer to Fixed Asset	-	(5,129,481)
Total:	439,412	302,068

The amount Tk. 439,412 represents Import Duty and Others amount paid against LC of Plant & Machinery. It will be transferred to fixed asset when it is available for use.

5.00 ACCOUNTS RECEIVABLE: Tk. 809,840,641

This is made up as follows:

Particulars

Accounts Receivable	809,840,641	758,331,300
---------------------	--------------------	--------------------

6.00 INVENTORY: Tk. 362,021,494

This is made up as follows:

Raw material of Yarn	256,525,717	299,714,531
Raw material of Dyes & Chemical	57,434,127	54,595,415
Packing Materials	6,287,192	9,249,542
Work-in-process	21,825,725	18,387,248
Finished goods	19,948,733	20,674,987
Total:	362,021,494	402,621,723

7.00 CASH & CASH EQUIVALENT: Tk. 16,477,717

This is made up as follows:

Cash in Hand	9,255,807	6,970,714
Cash at Bank	7,221,910	20,946,922
Total:	16,477,717	27,917,636

Amount in Taka	
30.09.2023	30.06.2023

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 Capital⁴

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**

Bonus Fraction share of 0.25 and its value of Tk. 2.50 are excluded from above share capital.

9.00 LONG TERM LOAN FROM BANK NET OFF CURRENT PORTION: Tk. 116,001,646

Particulars

Trust Bank Ltd

182,787,289 193,401,200

Total Term Loan Outstanding

182,787,289 **193,401,200**

Less: Current Portion

66,785,643 80,388,959

Total: 116,001,646 113,012,241

10.00 DEFERRED TAX : Tk. 55,750,863

Carrying Value

1,169,656,560 1,189,461,647

Tax Base

797,984,143 816,072,029

Temporary/(Deductible) Difference

371,672,417 **373,389,619**

Effective Tax Rate

15% 15%

Deferred Tax Liability/(Asset)

Total: 55,750,863 56,008,443

This represents tax liability payable in future due to accumulated taxable temporary differences (Above deferred tax balance create only from difference between accounting basis depreciation and tax basis depreciation on fixed assets). We don't have any other assets or liabilities except fixed assets for provision of Deferred Tax liabilities.

11.00 DIVIDEND PAYABLE: Tk. 2,077,638

This is made up as follows:

Particulars

Opening Balance

2,307,194 431,713

Addition during the period

- 63,676,305

Payment during the period

(229,556) (61,800,823)

Closing Balance

2,077,638 **2,307,194**

Year	No. of Shareholders	Amount in Taka
2020-21	582	351,318
2021-22	542	1,726,320
Total	1124	2,077,638

12.00 UNCLAIMED DIVIDEND ACCOUNT: Tk. 2,121,192

This is made up as follows:

Particulars

Opening Balance

2,121,192 8,464,471

Addition during the period

- -

Payment during the period

- (6,343,279)

Closing Balance

2,121,192 **2,121,192**

Year	No. of Shareholders	Amount in Taka
2019-20	3408	2,121,192
Total	3408	2,121,192

13.00 TURNOVER: Tk. 395,308,931

This is made up as follows:

Export Sales

Amount in Taka	
01.07.2023 to 30.09.2023	01.07.2022 to 30.09.2022
395,308,931	391,966,814
Total: 395,308,931	391,966,814

14.00 COST OF GOODS SOLD: Tk. 329,707,834

Raw materials Consumption
Dyes & Chemical Consumption
Packing Materials Consumption
Factory Overhead

Cost of Production

Opening work-in process

Closing work-in process

Opening finished goods

Closing finished goods

Goods available for sale

Sample expense

Note: 14.01

218,577,476	213,236,950
25,814,296	29,853,688
23,516,543	26,113,287
64,806,902	61,179,804
332,715,217	330,383,729
(3,438,477)	(5,128,921)
18,387,248	22,900,457
21,825,725	28,029,378
726,254	3,957,069
20,674,987	18,171,283
19,948,733	14,214,214
330,002,994	329,211,877
(295,160)	(285,160)
Total: 329,707,834	328,926,717

14.01 FACTORY OVERHEAD: Tk. 64,806,902

This is made up as follows:

Particulars

Wages and Allowances

Utility Bills

Repair & Maintenance

Fuel & Lubricant

ETP Operating Expense

Depreciation

Other Expenses

23,869,278	27,875,853
19,572,320	10,773,737
476,226	437,654
239,400	338,200
219,900	195,674
19,833,532	21,030,076
596,246	528,610
Total: 64,806,902	61,179,804

15.00 ADMINISTRATIVE EXPENSES: Tk. 21,751,893

This is made up as follows:

Particulars

Salary & allowance

Managing Director Remuneration

Tours & Travelling Expenses

Board Meeting Attendance Fee

Mobile and Telephone Bill

Internet Bill

Audit and Professional Fees

Fees Forms and Renewal

Insurance

Conveyance

Depreciation

Other Expenses

10,917,174	12,952,401
240,000	240,000
231,644	51,000
60,000	55,000
364,117	421,026
217,000	133,580
186,250	193,000
353,003	199,810
474,150	474,149
57,322	53,710
1,710,146	1,686,189
6,941,087	4,699,099
Total: 21,751,893	21,158,963

16.00 SELLING & DISTRIBUTION EXPENSES: Tk. 6,469,079

This is made up as follows:

Particulars

Promotional Expenses
Collection and C & F Charges
Product development
Sample Expenses
Fuel & Lubricant for Vehicle
Other Expenses

Amount in Taka	
01.07.2023 to 30.09.2023	01.07.2022 to 30.09.2022

710,000	302,345
35,900	179,100
263,920	163,920
295,160	285,160
749,155	358,917
4,414,944	884,265
Total: 6,469,079	2,173,707

17.00 CURRENT TAX : TK. 3,831,576**REGULAR TAX: Tk. 3,318,006**

This is made up as follows:

Particulars

Net Profit Before Tax
Add: Accounting Depreciation
Less: Tax Depreciation
Less: Profit Other Than Business Income
Profit/(loss) from Business
Income Tax on Business Income
Income Tax on Foreign Exchange Gain/(Loss)
Income Tax on Other Income

19,986,438	23,509,550
21,543,677	22,716,265
(19,826,476)	(22,155,033)
(518,043)	(324,067)
21,185,596	23,746,715
3,177,839	3,562,007
23,607	-
116,560	(72,915)
3,318,006	3,489,092
-	-
3,318,006	3,489,092

Over provision/ Under provision

MINIMUM TAX: Tk. 2,375,906

This is made up as follows:

Particulars

Gross Receipt From Turnover & Others
Foreign Exchange Gain/(Loss)
Other Income
Total Gross Receipt
Minimum tax on Gross Receipt From Turnover & Others @0.60%

395,308,931	391,966,814
157,379	176,306
518,043	324,067
395,984,353	392,467,187
2,375,906	1,567,867
2,375,906	1,567,867

ADVANCE TAX: Tk. 4,022,184

This is made up as follows:

Particulars

AIT from export proceeds
AIT from others

3,831,576	4,526,544
190,608	-
4,022,184	4,526,544

18.00 CURRENT YEAR DEFERRED TAX : Tk. -257,580

This is made up as follows:

Particulars

Total Deferred Tax
Less: Opening Balance

55,750,863	55,363,976
56,008,443	55,448,161
(257,580)	(84,185)

19.00 EARNINGS PER SHARE (EPS)

Net Profit after Taxes
Number of Shares for Respected Year
Earnings per Share

16,412,442	19,067,191
79,595,381	79,595,381
0.21	0.24

	Amount in Taka	
	30.09.2023	30.06.2023
20.00 NET OPERATING CASH FLOWS PER SHARE		
Cash Flows from Operating Activities	59,298,384	80,766,359
Number of Shares	79,595,381	79,595,381
Net Operating Cash Flows per Share (NOCFPS)	0.74	1.01
21.00 NET ASSET VALUE PER SHARE (NAVPS)		
Net Asset Value	1,800,208,886	1,783,796,444
Number of Shares	79,595,381	79,595,381
Net Asset Value per Share	22.62	22.41

	Amount in Taka	
	01.07.2023 to 30.09.2023	01.07.2022 to 30.09.2022

22.00 RECONCILIATION OF NET INCOME WITH CASH FLOWS FROM OPERATING ACTIVITIES

Profit Before Tax	19,986,438	23,509,550
Adjustment for:		
Depreciation on Property, Plant and Equipment	21,543,677	22,716,265
Other Income	(518,043)	(324,067)
Workers Profit Participation Fund	999,322	1,175,478
Foreign Exchange Gain/Loss	(157,379)	(176,306)
Financial Expenses	17,069,788	15,522,772
	58,923,803	62,423,691
(Increase)/Decrease in Accounts Receivable	(51,509,341)	(64,374,764)
(Increase)/Decrease in Inventory	46,951,594	85,289,808
Increase/(Decrease) in Trade and Other Payables	631,000	82,500
(Increase)/Decrease in Advance, Deposit & Prepayments	2,461,030	650,816
Increase/(Decrease) in Liabilities for Expenses	5,862,483	1,520,851
	63,320,568	85,592,902
Less: Payment of Income Tax	(4,022,184)	(4,826,544)
Net cash generated from operating activities	59,298,384	80,766,358

23.00 RELATED PARTY DISCLOSURE

Name	Types of Transaction	Amount in Taka
Major General (retd) Dr. Md Sarwar Hossain	Board Meeting Fees	10,000
Mr. Neaz Rahman Shaqib	Remuneration and Board Meeting Fees	250,000
Mr. Md. Nazmus Sakeve Jugbhery	Board Meeting Fees	10,000
Mr. Sharif Shahidul Islam	Board Meeting Fees	10,000
Mr. Md. Hafizur Rahman	Board Meeting Fees	10,000
Mr. Shah Md. Asad Ullah	Board Meeting Fees	10,000

24.00 REASON FOR SIGNIFICANT VARIANCE

During the period from 01 July 2023 to 30 September 2023, our Operational Expenses and Financial Expenses have increased which has resulted in decreased "Net Profit After Tax and Earning Per Share (EPS)" as compared to the previous year's same period from 01 July 2022 to 30 September 2022.

Payment to suppliers has also increased compared to the same period of the previous year. As a result, Net Operating Cash Flows per Share (NOCFPS) has also been decreased.