

Simtex Industries Limited

Un-Audited Financial Statements (Second Quarter)

For the Period 01 July 2019 to 31 December 2019

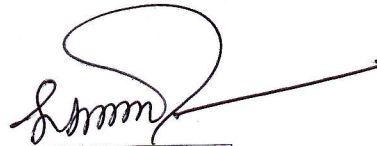
Simtex Industries Limited
Statement of Financial Position (Un-Audited)
As at 31 December 2019 (2nd Quarter)


PARTICULARS	Notes	Amount In Taka	
		31.12.2019	30.06.2019
Assets			
Non-Current Assets		1,243,018,587	1,252,610,395
Property, Plant and Equipment	3.00	1,092,279,649	1,113,032,652
Capital Work in Progress	4.00	150,738,938	139,577,743
Current Assets		1,243,123,565	999,517,585
Accounts Receivable	5.00	498,677,160	496,143,085
Advance, Deposit & Prepayments		377,969,556	137,925,740
Inventory	7.00	283,625,872	285,665,190
Goods in Transit		53,266,992	57,546,059
Cash & Cash Equivalent	8.00	29,583,985	22,237,511
Total Assets		2,486,142,153	2,252,127,980
Shareholders Equity & Liabilities			
Shareholders Equity		1,703,048,060	1,674,721,052
Share Capital	8.00	795,953,810	758,051,250
Share Premium		300,000,000	300,000,000
Revaluation Reserve		103,668,899	103,668,899
Retained Earnings		503,425,351	513,000,903
Non-Current Liabilities		282,588,486	305,775,572
Long term Loan Net off Current Portion		240,847,117	265,961,073
Deferred Tax	9.00	41,741,368	39,814,499
Current Liabilities		500,505,607	271,631,356
Accounts Payable		1,621,201	1,526,600
Short term Loan		264,852,862	75,605,897
Share Money (Refundable)		323,782	323,782
Current portion of Long Term Loan		78,287,250	91,572,984
Liabilities For Expenses		18,185,972	23,040,140
Dividend Payable		53,002,488	6,853,967
Provision For Income Tax		84,232,052	72,707,986
Total Equity & Liabilities		2,486,142,153	2,252,127,980
Net Assets Value per Share		21.40	22.09


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


 Chairman


 Director & CEO (CC)


 Director


 Chief Financial Officer


 Company Secretary (CC)

Dated: January 29, 2020
 Dhaka

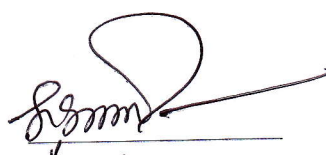
Simtex Industries Limited
Statement of Profit or Loss and other Comprehensive Income (Un-Audited)
For the period ended 1 July 2019 to 31 December 2019 (2nd Quarter)


Particulars	Notes	Amount in Taka			
		01 Jul 2019 to 31 Dec 2019	01 Jul 2018 to 31 Dec 2018	01 Oct 2019 to 31 Dec 2019	01 Oct 2018 to 31 Dec 2018
Turnover	10.00	680,923,514	678,642,865	322,411,324	321,235,144
Cost of Goods Sold	11.00	532,861,640	535,396,647	247,244,887	249,264,720
Gross Profit		148,061,874	143,246,218	75,166,437	71,970,424
Operating Expenses		35,125,454	37,154,951	17,971,132	18,586,417
Administrative Expenses	12.00	30,908,468	32,431,122	15,523,321	16,128,232
Selling & Distribution Expenses	13.00	4,216,986	4,723,829	2,447,811	2,458,185
Profit from Operation		112,936,419	106,091,268	57,195,304	53,384,008
Financial Expenses		20,331,509	19,273,415	9,709,903	8,964,058
Foreign Exchange Gain/Loss		337,243	690,450	123,351	488,919
Other Income/Loss		575,483	1,981,339	341,016	620,202
Net Profit Before WPPF		93,517,637	89,489,642	47,949,769	45,529,071
Workers Profit Participation Fund		4,453,221	4,261,412	2,283,323	2,168,052
Net Profit before Tax		89,064,416	85,228,230	45,666,446	43,361,019
Current Tax Expenses	14.00	13,450,936	7,317,021	6,896,405	820,214
Net Profit After Tax		75,613,480	77,911,209	38,770,041	42,540,805
Other Comprehensive Income		-	54,167	-	50,418
Total Comprehensive Income		75,613,480	77,965,376	38,770,041	42,591,223
Earnings Per Share (EPS)(Adjusted)		0.95	0.98	0.49	0.53
Weighted average number of Shares		79,595,381	79,595,381	79,595,381	79,595,381


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


 Chairman


 Director & CEO (CC)


 Director


 Chief Financial Officer


 Company Secretary (CC)

Dated: January 29, 2020
 Dhaka

Simtex Industries Limited
Statement of Changes in Equity (Un-Audited)
For the period ended 1 July 2019 to 31 December 2019 (2nd 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
Stock dividend (5%) Issued	37,902,560	-	-	-	(37,902,560)	-
Cash dividend (9%) Issued	-	-	-	-	(47,286,472)	(47,286,472)
Total Comprehensive Income	-	-	-	-	75,613,480	75,613,480
Closing Balance as on 31.12.2019	795,953,810	300,000,000	103,668,899	-	503,425,351	1,703,048,060

Simtex Industries Limited
Statement of Changes in Equity (Un-Audited)
For the period ended 1 July 2018 to 31 December 2018 (2nd Quarter)

Particulars	Amount in Taka					
	Share Capital	Share Premium	Revaluation Reserve	Other Comprehensive Income	Retained Earnings	Total
Balance as on 01.07.2018	659,175,000	300,000,000	103,668,899	(54,167)	492,772,434	1,555,562,166
Stock dividend (15%) Issued	98,876,250	-	-	-	(98,876,250)	-
Cash dividend (5%) Issued	-	-	-	-	(32,958,750)	(32,958,750)
Total Comprehensive Income	-	-	-	54,167	77,911,209	77,965,376
Closing Balance as on 31.12.2018	758,051,250	300,000,000	103,668,899	-	438,848,643	1,600,568,792

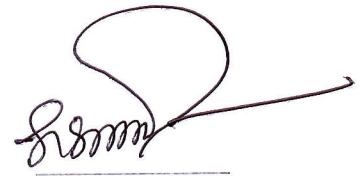
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Chairman



Director & CEO (CC)



Director



Chief Financial Officer



Company Secretary (CC)

Dated: January 29, 2020
Dhaka

Simtex Industries Limited
Statement of Cash Flows (Un-Audited)
For the period ended 1 July 2019 to 31 December 2019 (2nd Quarter)

PARTICULARS	Amount in Taka	
	01 Jul 2019 to 31 Dec 2019	01 Jul 2018 to 31 Dec 2018
Cash Flows from Operating Activities:		
Collection From Turnover & Others	679,858,565	652,373,840
Payment to Suppliers, Employee & Others	(530,464,814)	(562,314,760)
Cash Generated from Operation	149,393,751	90,059,080
Payment of Income Tax	(5,718,705)	(6,853,510)
Net Cash flows from Operating Activities:(A)	143,675,046	83,205,570
Cash Flows from Investing Activities:		
Received from Investment in Share	-	95,614
Received from Interest Income	575,483	2,043,323
Payment for Capital Work in Progress	(11,161,195)	(125,679,569)
Payment for Acquisition of Property, Plant & Equipment	(18,788,791)	(23,240,515)
Payment for Advance for Fixed Asset	(235,200,000)	(4,800,000)
Received from disposal of Property Plant & Equipment	-	2,120,000
Net Cash used in Investing Activities:(B)	(264,574,503)	(149,461,147)
Cash flow from Financing Activities		
Received/(Payment) in short Term Bank Loan	188,927,261	(7,775,762)
Received/(Payment) in Long Term Bank Loan	(39,235,945)	61,252,792
Payment of Dividend	(1,137,951)	(2,727)
Payment of Interest	(20,331,509)	(19,273,415)
Net Cash flows from Financing Activities:(C)	128,221,856	34,200,888
Net increase/decrease in cash & Cash equivalents:(A+B+C)	7,322,399	(32,054,689)
Cash & Cash equivalents at the beginning of the period	22,237,511	82,848,439
Foreign Exchange gain/loss	24,075	18,717
Closing Cash & Cash equivalents at the end of the period	29,583,985	50,812,468
Net Operating Cash Flows per Share (NOCFPS)	1.81	1.10



Chairman



Director & CEO (CC)



Director



Chief Financial Officer



Company Secretary (CC)

Dated: January 29, 2020
Dhaka

SIMTEX INDUSTRIES LIMITED
Notes to the Financial Statements (Un-Audited)
For the period ended 1st July 2019 to 31 December 2019

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 IFRSs and IASs have been applied:

IFRS-7: Financial Instruments: Disclosure
IFRS-9: Financial Instruments
IFRS-13: Fair Value Measurement
IFRS-15: Revenue from Contracts with Customers
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

3.00 PROPERTY, PLANT AND EQUIPMENT: Tk. 1,092,279,649

Cost

	Amount in Taka	
	31.12.2019	30.06.2019
Land & Development	329,432,419	329,432,419
Building & Fabricated Shade	387,593,601	375,031,674
Plant and Machinery	718,454,029	715,534,950
Trolley	154,158	67,058
Gas and Electrical Line	5,141,080	5,141,080
Electrical Equipment	59,140,867	58,917,587
Spare Parts & Tools	34,313,323	34,313,323
Furniture and Fixture (Factory)	5,137,265	4,795,515
Transport & Vehicles	54,924,244	54,924,244
Office Equipment	19,197,399	16,792,829
Furniture and Fixture (Admin)	17,665,794	17,415,909
Shade Book	177,000	177,000
Int. Pantone Book	84,500	84,500
Air Condition	12,764,397	12,764,397
Crockeries	229,552	228,352
Software	872,144	872,144
Closing Balance	1,645,281,772	1,626,492,981
Less : Accumulated Depreciation	553,002,123	513,460,329
Written Down Value	1,092,279,649	1,113,032,652

		Amount in Taka	
		31.12.2019	30.06.2019
4.00 CAPITAL WORK IN PROCESS: Tk.			
Opening Balance		139,577,743	198,462,593
Addition during the period		11,161,195	139,577,743
Transfer to Fixed Asset		-	(198,462,593)
		<u>150,738,938</u>	<u>139,577,743</u>
The amount represents construction of factory building and Machinery. It will be transferred to Fixed Asset when			
5.00 ACCOUNTS RECEIVABLE: Tk. 498,677,160			
This is made up as follows:			
Particulars			
Accounts Receivable		<u>498,677,160</u>	<u>496,143,085</u>
6.00 INVENTORY: Tk. 283,625,872			
The above balance is made up as follows:			
Raw material of Yarn		188,910,122	188,149,122
Dyes & Chemical		43,100,294	53,028,824
Packing Materials		17,751,752	13,578,866
Work-in-process		16,429,041	21,013,489
Finished goods		17,434,662	9,894,888
Total:		<u>283,625,872</u>	<u>285,665,190</u>
7.00 CASH & CASH EQUIVALENT: Tk. 29,583,985			
This is made up as follows:			
Cash in Hand		2,825,220	3,272,337
Cash at Bank		26,758,765	18,965,174
Total:		<u>29,583,985</u>	<u>22,237,511</u>
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		<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued, Subscribed & Paid up Capital			
58,750,000 Ordinary Shares of Tk.10 each fully paid-up in cash		587,500,000	587,500,000
<u>20,845,381</u> Ordinary shares of Tk. 10 each fully paid-up in bonus share		208,453,810	170,551,250
<u>79,595,381</u> Ordinary Shares of Tk.10 each		<u>795,953,810</u>	<u>758,051,250</u>
Bonus Fraction share of 0.25 and its value of Tk. 2.50 are excluded from above share capital.			
9.00 DEFERRED TAX : Tk. 41,741,368			
Carrying Value		1,092,279,649	1,113,032,652
Tax Base		814,003,859	847,602,654
Temporary/(Deductible) Difference		278,275,790	265,429,998
Effective Tax Rate		15%	15%
Deferred Tax Liability/(Asset)		<u>41,741,368</u>	<u>39,814,499</u>
10.00 TURNOVER: Tk. 680,923,514			
This is made up as follows:			
Export Sales		<u>680,923,514</u>	<u>678,642,865</u>
11.00 COST OF GOODS SOLD: Tk. 532,861,640			
Raw materials Consumption		330,946,084	343,719,244
Dyes & Chemical Consumption		50,760,251	49,439,185
Packing Materials Consumption		44,022,468	47,325,625
Factory Overhead (Note 11.01)		110,516,895	97,444,877
Cost of Production		<u>536,245,699</u>	<u>537,928,931</u>
		<u>4,584,448</u>	<u>1,212,578</u>
Opening work in process		21,013,489	18,642,313
Closing work in process		16,429,041	17,429,735
		<u>(7,539,774)</u>	<u>(3,217,522)</u>
Opening finished goods		9,894,888	11,075,755
Closing finished goods		17,434,662	14,293,277
Goods available for sale		<u>533,290,372</u>	<u>535,923,987</u>
Sample expense		(428,732)	(527,340)
Total Cost of Goods Sold	Total:	<u>532,861,640</u>	<u>535,396,647</u>

Amount in Taka	
1 July 2019 to	1 July 2018 to 31

Amount in Taka	
July 2019 to December 2019	July 2018 to December 2018

11.01 FACTORY OVERHEAD: Tk. 110,516,895

This is made up as follows:

Particulars

Wages	49,598,244	47,172,892
Electricity Bill	17,043,556	15,266,633
Repair & Maintenance	904,878	1,164,282
Fuel & Lubricant	1,586,124	1,936,529
ETP. Operating Expense	443,228	446,825
Depreciation	36,005,662	27,762,409
Other Expenses	4,935,203	3,695,307
Total:	110,516,895	97,444,877

12.00 ADMINISTRATIVE EXPENSES: Tk. 30,908,468

This is made up as follows:

Particulars

Salary & allowance	15,491,628	12,722,190
Director's Remuneration	765,000	1,065,000
Tours & Travelling Expenses	514,227	845,237
Board Meeting Attendance Fee	125,000	75,000
Mobile and Telephone Bill	870,000	888,203
Internet Bill	245,715	418,372
Audit and Professional Fees	115,000	115,000
Fees Forms and Renewal	645,390	1,014,688
Managing Director Remuneration	300,000	300,000
Office Rent	227,700	227,700
Insurance	871,236	821,874
Conveyance	438,192	746,295
Depreciation	3,536,131	3,119,290
Other Expenses	6,763,249	10,072,273
Total:	30,908,468	32,431,122

13.00 SELLING & DISTRIBUTION EXPENSES: Tk. 4,216,986

This is made up as follows:

Particulars

Promotional Expenses	636,188	624,183
Collection and C & F Charges	481,872	472,452
Expenses for Product development	599,443	574,196
Sample Expenses	428,732	527,340
Fuel & Lubricant for Vehicle	547,248	688,420
Other Expenses	819,447	1,036,841
Total:	4,216,986	4,723,829

14.00 CURRENT TAX: Tk. 13,450,936

This is made up as follows

Particulars

Current period Tax	11,524,066	11,085,858
Deferred Tax	1,926,869	1,928,976
Over Provision for the Assessment year 2016-17	-	(5,697,813)
	13,450,936	7,317,021

15.00 DEFERRED TAX Tk. 1,926,869

This is made up as follows

Particulars

Total Deferred Tax	41,741,368	33,146,655
Less: Opening Balance	39,814,499	31,217,679
	1,926,869	1,928,976

16.00 EARNINGS PER SHARE

Net Profit after Taxes	75,613,480	77,911,209
Number of Shares for respected year	79,595,381	75,805,125
Earning per share (Taka) (Basic)	0.95	1.03

	Amount in Taka		
	1 July 2019 to	1 July 2018 to 31	
	Amount in Taka		
	July 2019 to December 2019	July 2018 to December 2018	
Net Profit after Taxes	75,613,480	77,911,209	
Weighted Average Number of Share	79,595,381	79,595,381	
Earning per share (Taka) (Adjusted)	0.95	0.98	
Weighted average/Total existing number of share:			
Opening number of share outstanding		75,805,125	
Add: Issued during the period (Stock dividend)		3,790,256	
		79,595,381	
17.00 NET OPERATING CASH FLOW PER SHARE (NOCFPS)			
Cash Flows from Operating Activities	143,675,046	83,205,570	
Number of Shares	79,595,381	75,805,125	
Net Operating Cash Flows per Share (NOCFPS)	1.81	1.10	
18.00 NET ASSET VALUE PER SHARE (NAVPS)			
Net Asset Value	1,703,048,060	1,674,721,052	
Number of Shares	79,595,381	75,805,125	
Net Asset Value per Share	21.40	22.09	
19.00 RELATED PARTY DISCLOSURE			
	Name	Types of Transaction	Amount in Taka
	Neaz Rahaman Shaqib	Remuneration and Board Meeting Fees	325,000
	Mrs. Hafiza Khanam	Remuneration and Board Meeting Fees	415,000
	Md. Ensan Ali Sheikh	Remuneration and Board Meeting Fees	400,000
	Md. Yunus Ali	Board Meeting Fees	25,000
	Md. Akram Hossain	Board Meeting Fees	25,000
20.00 RECONCILIATION OF NET INCOME WITH CASH FLOWS FROM OPERATING ACTIVITIES			
Profit Before Tax	89,064,416	85,228,230	
Adjustment for:			
Depreciation on Property, Plant and Equipment	39,541,794	30,881,699	
Other Income	(575,483)	(1,981,339)	
Workers Profit Participation Fund	4,453,221	4,261,412	
Foreign Exchange Gain/Loss	(337,243)	(690,450)	
Financial Expenses	20,331,509	19,273,415	
	152,478,213	136,972,967	
Increase in Accounts Receivable	(1,064,949)	(26,269,025)	
Decrease in Inventory	6,318,385	(19,093,900)	
Increase in Trade and Other Payables	94,601	(320,710)	
Decrease in Advance, Deposit & Prepayments	874,889	(1,181,003)	
Decrease in Liabilities for Expenses	(9,307,388)	(49,249)	
	149,393,751	90,059,080	
Less: Income Tax Paid	(5,718,705)	(6,853,510)	
Net cash generated from operating activities	143,675,046	83,205,570	