

**Simtex Industries Limited**  
**Statement of Financial Position (Un-Audited)**  
**As at 31 March 2020 (3rd Quarter)**

PARTICULARS	Notes	Amount in Taka	
		31.03.2020	30.06.2019
<b>Assets</b>			
<b>Non-Current Assets</b>			
		<b>1,224,605,061</b>	<b>1,252,610,395</b>
Property, Plant & Equipment	3.00	1,213,443,866	1,113,032,652
Capital Work in Progress	4.00	11,161,195	139,577,743
<b>Current Assets</b>			
		<b>1,202,665,162</b>	<b>999,517,585</b>
Accounts Receivable	5.00	503,911,212	496,143,085
Advance, Deposit & Prepayments		330,886,135	137,925,740
Inventory	6.00	290,012,390	285,665,190
Goods in Transit		38,645,800	57,546,059
Cash & Cash Equivalent	7.00	39,209,625	22,237,511
<b>Total Assets</b>		<b>2,427,270,223</b>	<b>2,252,127,980</b>
<b>Shareholders Equity &amp; Liabilities</b>			
<b>Shareholders Equity</b>			
		<b>1,721,985,679</b>	<b>1,674,721,052</b>
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
Other Comprehensive Income		-	-
Retained Earnings		522,362,970	513,000,903
<b>Non-Current Liabilities</b>			
		<b>272,020,017</b>	<b>305,775,572</b>
Long term Loan Net off Current Portion		226,344,390	265,961,073
Deferred Tax	9.00	45,675,627	39,814,499
<b>Current Liabilities</b>			
		<b>433,264,528</b>	<b>271,631,356</b>
Accounts Payable		875,260	1,526,600
Short term Loan from Bank & Others		236,417,169	75,605,897
Unclaimed IPO Fund		323,782	323,782
Current portion of Long Term Loan		78,265,050	91,572,984
Liabilities For Expenses		19,275,184	23,040,140
Dividend Payable		14,389,967	6,853,967
Provision For Income Tax		83,718,115	72,707,986
<b>Total Equity &amp; Liabilities</b>		<b>2,427,270,223</b>	<b>2,252,127,980</b>
<b>Net Assets Value per Share</b>		<b>21.63</b>	<b>22.09</b>

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

  
 \_\_\_\_\_  
 Chairman

  
 \_\_\_\_\_  
 Managing Director

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Chief Financial Officer

  
 \_\_\_\_\_  
 Company Secretary

Dated: June 28, 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 March 2020 (3rd Quarter)**

Particulars	Notes	Amount in Taka			
		01 Jul 2019 to 31 March 2020	01 Jul 2018 to 31 March 2019	01 Jan 2020 to 31 March 2020	01 Jan 2019 to 31 March 2019
Turnover	10.00	967,374,629	1,029,920,685	286,451,115	351,277,820
Cost of Goods Sold	11.00	765,824,715	808,163,583	232,963,075	272,766,936
<b>Gross Profit</b>		<b>201,549,914</b>	<b>221,757,102</b>	<b>53,488,040</b>	<b>78,510,884</b>
<b>Operating Expenses</b>		<b>49,894,524</b>	<b>56,273,478</b>	<b>14,769,070</b>	<b>19,118,527</b>
Administrative Expenses	12.00	43,457,842	48,283,821	12,549,374	15,852,699
Selling & Distribution Expenses	13.00	6,436,682	7,989,657	2,219,696	3,265,828
<b>Profit from Operation</b>		<b>151,655,390</b>	<b>165,483,624</b>	<b>38,718,970</b>	<b>59,392,357</b>
Financial Expenses		36,240,945	40,020,105	15,909,436	20,746,690
Foreign Exchange Gain/(Loss)		638,410	402,851	301,167	(287,599)
Other Income/Loss		940,619	2,149,842	365,136	168,503
<b>Net Profit Before WPPF</b>		<b>116,993,474</b>	<b>128,016,212</b>	<b>23,475,837</b>	<b>38,526,571</b>
Workers Profit Participation Fund		5,571,118	6,096,010	1,117,897	1,834,598
<b>Net Profit before Tax</b>		<b>111,422,356</b>	<b>121,920,202</b>	<b>22,357,940</b>	<b>36,691,973</b>
Current year Tax Expenses:	14.00	16,871,257	12,705,340	3,420,321	5,388,319
<b>Net Profit After Tax</b>		<b>94,551,099</b>	<b>109,214,862</b>	<b>18,937,619</b>	<b>31,303,654</b>
Other Comprehensive Income		-	54,167	-	-
<b>Total Comprehensive Income</b>		<b>94,551,099</b>	<b>109,269,029</b>	<b>18,937,619</b>	<b>31,303,654</b>
<b>Earnings Per Share</b>		<b>1.19</b>	<b>1.37</b>	<b>0.24</b>	<b>0.39</b>
<b>Weighted average number of Shares</b>		<b>79,595,381</b>	<b>79,595,381</b>	<b>79,595,381</b>	<b>79,595,381</b>

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

  
 Chairman  
  
 Chief Financial Officer

  
 Managing Director

  
 Director  
  
 Company Secretary

Dated: June 28, 2020  
 Dhaka

**Simtex Industries Limited**  
**Statement of Changes in Equity (Un-Audited)**  
For the period ended 1 July 2019 to 31 March 2020 (3rd 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	-	-	-	-	94,551,099	94,551,099
Closing Balance as on 31.03.2020	795,953,810	300,000,000	103,668,899	-	522,362,970	1,721,985,679

**Simtex Industries Limited**  
**Statement of Changes in Equity (Un-Audited)**  
For the period ended 1 July 2018 to 31 March 2019 (3rd 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	109,214,862	109,269,029
Closing Balance as on 31.03.2019	758,051,250	300,000,000	103,668,899	-	470,152,296	1,631,872,445

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

  
Chairman

  
Managing Director

  
Director

  
Company Secretary

  
Chief Financial Officer

Dated: June 28, 2020  
Dhaka

**Simtex Industries Limited**  
**Statement of Cash Flows (Un-Audited)**  
**For the period ended 1 July 2019 to 31 March 2020 (3rd Quarter)**

PARTICULARS	Amount in Taka	
	01 Jul 2019 to 31 March 2020	01 Jul 2018 to 31 March 2019
<b>Cash Flow from Operating Activities:</b>		
Collection From Turnover & Others	961,404,876	1,005,310,455
Payment to Suppliers, Employee & Others	(741,948,853)	(852,638,591)
<b>Cash Generated from Operation</b>	<b>219,456,022</b>	<b>152,671,864</b>
Payment of Income Tax	(16,168,561)	(20,637,970)
<b>Net Cash flow from Operating Activities:(A)</b>	<b>203,287,461</b>	<b>132,033,894</b>
<b>Cash Flows from Investing Activities:</b>		
Received from Investment in Share	-	95,615
Received from Interest Income	940,619	2,211,825
Payment for Capital Work in Progress	(11,161,195)	(126,990,168)
Payment for Acquisition of Property, Plant & Equipment	(21,630,045)	(42,636,487)
Payment for Advance for Machinery Purchase	(185,200,000)	(4,800,000)
Received from disposal of Property Plant & Equipment	-	2,120,000
<b>Net Cash used in Investing Activities:(B)</b>	<b>(217,050,621)</b>	<b>(169,999,215)</b>
<b>Cash flow from Financing Activities</b>		
Received/(Payment) in short Term Bank Loan	160,517,835	909,558
Received/(Payment) in Long Term Bank Loan	(53,808,692)	51,989,488
Payment of Dividend	(39,750,472)	(31,535,575)
Payment of Interest	(36,240,945)	(40,020,105)
<b>Net Cash flow from Financing Activities:(C)</b>	<b>30,717,726</b>	<b>(18,656,634)</b>
<b>Net increase/decrease in cash &amp; Cash equivalents:(A+B+C)</b>	<b>16,954,565</b>	<b>(56,621,955)</b>
Cash & Cash equivalents at the beginning of the period	22,237,511	82,848,439
Foreign Exchange Gain/Loss	17,548	(1,462,183)
<b>Closing Cash &amp; Cash equivalents at the end of the period</b>	<b>39,209,625</b>	<b>24,764,302</b>
<b>Net operating cashflow per share (NOCFPS)</b>	<b>2.55</b>	<b>1.74</b>



Chairman



Chief Financial Officer



Managing Director



Director



Company Secretary

Dated: June 28, 2020  
Dhaka

**SIMTEX INDUSTRIES LIMITED**  
**Notes to the Financial Statements (Un-Audited)**  
**For the period ended 1 July 2019 to 31 March 2020**

**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

Amount in Taka	
31.03.2020	30.06.2019

**3.00 PROPERTY, PLANT AND EQUIPMENT: Tk. 1,213,443,866**

**Cost**

Land & Development	329,432,419	329,432,419
Building & Fabricated Shade	389,443,255	375,031,674
Plant and Machinery	858,031,772	715,534,950
Trolley	154,158	67,058
Gas and Electrical Line	5,141,080	5,141,080
Electrical Equipment	59,152,867	58,917,587
Spare Parts & Tools	34,313,323	34,313,323
Furniture and Fixture (Factory)	5,139,665	4,795,515
Transport & Vehicles	54,924,244	54,924,244
Office Equipment	20,171,999	16,792,829
Furniture and Fixture (Admin)	17,665,794	17,415,909
Shade Book	177,000	177,000
Int. Panton Book	84,500	84,500
Air Condition	12,764,397	12,764,397
Crockeries	232,152	228,352
Software	872,144	872,144
<b>Closing Balance</b>	<b>1,787,700,769</b>	<b>1,626,492,981</b>
Less : Accumulated Depreciation	574,256,903	513,460,329
<b>Written Down Value</b>	<b>1,213,443,866</b>	<b>1,113,032,652</b>

		Amount in Taka	
		31.03.2020	30.06.2019
<b>4.00 CAPITAL WORK IN PROCESS: Tk. 11,161,195</b>			
This is made up as follows:			
<b>Particulars</b>			
Opening Balance		139,577,743	198,462,593
Addition during the period		11,161,195	139,577,743
Transfer to Fixed Asset		(139,577,743)	(198,462,593)
<b>Total:</b>		<b>11,161,195</b>	<b>139,577,743</b>
The amount represents construction of factory and Machinery. It will be transferred to Fixed asset when it is available for sale.			
<b>5.00 ACCOUNTS RECEIVABLE: Tk. 503,911,212</b>			
This is made up as follows:			
Accounts Receivable		<b>503,911,212</b>	<b>496,143,085</b>
<b>6.00 INVENTORY: Tk. 290,012,390</b>			
The above balance is made up as follows:			
Raw material of Yarn		214,614,557	188,149,122
Dyes & Chemical		52,995,076	53,028,824
Packing Materials		9,403,582	13,578,866
Work-in-process		3,526,482	21,013,489
Finished goods		9,472,693	9,894,888
<b>Total:</b>		<b>290,012,390</b>	<b>285,665,190</b>
<b>7.00 CASH &amp; CASH EQUIVALENT: Tk. 39,209,625</b>			
This is made up as follows:			
Cash in Hand		2,911,448	3,272,337
Cash at Bank		36,298,177	18,965,174
<b>Total:</b>		<b>39,209,625</b>	<b>22,237,511</b>
<b>8.00 SHARE CAPITAL: Tk. 795,953,810</b>			
This is made up as follows:			
<b>Particulars</b>			
<b>Authorized Capital</b>			
100,000,000 ordinary Shares of Tk.10 each		<b>1,000,000,000</b>	<b>1,000,000,000</b>
<b>Issued, Subscribed &amp; Paid up Capital</b>			
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
<b><u>79,595,381</u> Ordinary Shares of Tk.10 each</b>		<b>795,953,810</b>	<b>758,051,250</b>
Bonus Fraction share of 0.25 and its value of Tk. 2.50 are excluded from above share capital.			
<b>9.00 DEFERRED TAX : Tk. 45,675,627</b>			
Carrying Value		1,213,443,866	1,113,032,652
Tax Base		908,939,684	847,602,654
<b>Temporary/(Deductible) Difference</b>		304,504,182	265,429,998
Effective Tax Rate		15%	15%
<b>Deferred Tax Liability/(Asset)</b>		<b>45,675,627</b>	<b>39,814,499</b>
		Amount in Taka	
		01 Jul 2019 to 31 March 2020	01 Jul 2018 to 31 March 2019
<b>10.00 TURNOVER: Tk. 967,374,629</b>			
This is made up as follows:			
Export Sales		<b>967,374,629</b>	<b>1,029,920,685</b>
<b>11.00 COST OF GOODS SOLD: Tk. 765,824,715</b>			
Raw materials Consumption		471,994,761	548,139,325
Dyes & Chemical Consumption		52,822,970	58,435,587
Packing Materials Consumption		57,974,388	61,257,054
Factory Overhead (Note 11.01)		165,795,969	144,956,820
<b>Cost of Production</b>		<b>748,588,089</b>	<b>812,788,786</b>
		<b>17,487,007</b>	<b>457,762</b>
Opening work-in process		21,013,489	18,642,313
Closing work-in process		3,526,482	18,184,551
		<b>422,195</b>	<b>(4,350,555)</b>
Opening finished goods		9,894,888	11,075,755
Closing finished goods		9,472,693	15,426,310
<b>Goods available for sale</b>		<b>766,497,291</b>	<b>808,895,993</b>
Sample expense		(672,576)	(732,410)
<b>Total:</b>		<b>765,824,715</b>	<b>808,163,583</b>

**11.01 FACTORY OVERHEAD: Tk. 165,795,969**

This is made up as follows:

**Particulars**

Wages and Salary  
Utility Bills  
Repair & Maintenance  
Fuel & Lubricant  
ETP. Operating Expense  
Depreciation  
Other Expense

Amount in Taka	
01 Jul 2019 to 31 March 2020	01 Jul 2018 to 31 March 2019

73,775,834	72,912,333
26,164,116	21,936,820
1,363,842	1,723,193
2,463,519	2,954,271
670,271	654,832
55,442,046	39,028,812
5,916,341	5,746,559
<b>Total:</b>	<b>Total:</b>
<b>165,795,969</b>	<b>144,956,820</b>

**12.00 ADMINISTRATIVE EXPENSES: Tk. 43,457,842**

This is made up as follows:

**Particulars**

Salary & allowance  
Managing Director Remuneration  
Director's Remuneration  
Tours & Travelling Expenses  
Board Meeting Attendance Fee  
Mobile and Telephone Bill  
Internet Bill  
Audit fees  
Fees Forms and Renewal  
Office Rent  
House Rent  
Insurance  
Conveyance  
Depreciation  
Other Expenses

20,257,188	18,263,511
350,000	450,000
892,500	1,597,500
1,031,341	1,231,830
170,000	105,000
1,290,660	1,271,199
410,290	584,967
172,500	172,500
1,773,154	2,239,308
341,550	341,550
450,000	1,125,000
1,323,416	1,261,286
630,426	904,386
5,354,528	4,773,583
9,010,290	13,962,202
<b>Total:</b>	<b>Total:</b>
<b>43,457,842</b>	<b>48,283,821</b>

**13.00 SELLING & DISTRIBUTION EXPENSES: Tk. 6,436,682**

This is made up as follows:

**Particulars**

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

947,320	1,065,254
714,449	829,196
936,182	1,025,275
672,576	732,410
811,849	1,017,342
2,354,306	3,320,180
<b>Total:</b>	<b>Total:</b>
<b>6,436,682</b>	<b>7,989,657</b>

**14.00 CURRENT TAX: Tk. 16,871,257**

This is made up as follows

**Particulars**

Net Profit Before Tax  
Accounting Depreciation  
Tax Depreciation  
  
Profit other than Business Income  
Profit from Business  
Income Tax (@ 15%) (A)  
Other Income (Other than Business Income)  
Income Tax (@25%) (B)  
Over Provision ( C)  
Current Tax Expense (A+B+C)  
Deferred Tax Expense Note (14.01)  
Current Period Expense

111,422,356	121,920,202
60,796,574	43,802,394
(99,870,758)	(89,932,377)
<b>72,348,172</b>	<b>75,790,219</b>
1,579,029	2,552,693
70,769,143	73,237,526
10,615,371	10,985,629
1,579,029	2,614,676
394,757	653,669
-	(5,697,813)
<b>11,010,129</b>	<b>5,941,485</b>
5,861,128	6,763,855
<b>16,871,257</b>	<b>12,705,340</b>

**14.01 CURRENT PERIOD DEFERRED TAX: Tk. 5,863,822**

This is made up as follows

**Particulars**

Total Deferred Tax  
Less: Opening Balance

45,678,321	37,981,534
39,814,499	31,217,679
<b>5,863,822</b>	<b>6,763,855</b>

Amount in Taka	
01 Jul 2019 to 31 March 2020	01 Jul 2018 to 31 March 2019

#### 15.00 EARNINGS PER SHARE Tk. 1.19

Net Profit after Taxes	94,551,099	109,214,862
Number of Shares for respected year	79,595,381	75,805,125
<b>Earning per share (Taka) (Basic)</b>	<b>1.19</b>	<b>1.44</b>

Net Profit after Taxes	94,551,099	109,214,862
Weighted Average Number of Share	79,595,381	79,595,381
<b>Earning per share (Taka) (Adjusted)</b>	<b>1.19</b>	<b>1.37</b>

#### 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
	<b>79,595,381</b>

#### 16.00 NET OPERATING CASH FLOW PER SHARE (NOCFPS): Tk. 2.55

Cash Flows from Operating Activities	203,287,461	132,033,894
Number of Shares	79,595,381	75,805,125
<b>Net Operating Cash Flows per Share (NOCFPS)</b>	<b>2.55</b>	<b>1.74</b>

#### 17.00 NET ASSET VALUE PER SHARE (NAVPS): Tk. 21.63

Net Asset Value	1,721,985,679	1,674,721,052
Number of Shares	79,595,381	75,805,125
<b>Net Asset Value per Share</b>	<b>21.63</b>	<b>22.09</b>

#### 18.00 RELATED PARTY DISCLOSURE

Name	Types of Transaction	Amount in Taka
Neaz Rahman Shaqib	Remuneration and Board Meeting Fees	380,000
Mrs. Hafiza Khanam	Remuneration and Board Meeting Fees	490,000
Md. Ensan Ali Sheikh	Remuneration and Board Meeting Fees	472,500
Md. Yunus Ali	Board Meeting Fees	35,000
Md. Akram Hossain	Board Meeting Fees	35,000

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

<b>Profit Before Tax</b>	<b>111,422,356</b>	<b>121,920,202</b>
Adjustment for:		
Depreciation on Property, Plant and Equipment	60,796,574	43,802,394
Other Income	(940,619)	(2,149,842)
Workers Profit Participation Fund	5,571,118	6,096,010
Foreign Exchange Gain/Loss	(638,410)	(402,851)
Financial Expenses	36,240,945	40,020,105
	<b>212,451,964</b>	<b>209,286,019</b>
Less: Increase in Accounts Receivable	(5,969,753)	(24,610,230)
Less: Increase in Inventory	14,553,059	(18,114,967)
Less: Decrease in Trade and Other Payables	(651,340)	(524,440)
Less: Increase in Advance, Deposit & Prepayments	8,408,166	(2,116,282)
Less: Decrease in Liabilities for Expenses	(9,336,073)	(11,248,236)
	<b>219,456,022</b>	<b>152,671,864</b>
Less: Income Tax Paid	(16,168,561)	(20,637,970)
<b>Net Cash Generated from Operating Activities</b>	<b>203,287,461</b>	<b>132,033,894</b>

#### 20.00 SIGNIFICANT DEVIATION

Worldwide coronavirus pandemic has seriously affected all types of businesses in the world. As a deemed export-oriented Company, we are also the relentless victim of this. It affects adversely to turnover and causes drastically fall in the profit as well as EPS comparing to same period of previous year of the company.