Simtex Industries PLC.

Largest Bangladeshi Sewing Thread Manufacturer



ANNUAL REPORT 2026

www.simtexgroup.com

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LETTER OF TRANSMITTAL

The Shareholders
Bangladesh Securities and Exchange Commission (BSEC)
Registrar of Joint Stock Companies & Firms (RJSC)
Dhaka Stock Exchange PLC.
Chittagong Stock Exchange PLC.

Subject: Annual Report for the year ended 30th June 2026.

Dear Sir(s),

We are pleased to enclose herewith a copy of the Annual Report together with the Audited Financial Statements including Statement of Financial Position as at 30 June 2026, Statement of Profit or Loss and Other Comprehensive Income, Statement of Cash Flows, Statement of Changes in Equity for the year ended on 30 June 2026 along with notes thereon of Simtex Industries PLC. for your kind information and record.

Thanking you

Sincerely Yours'

Saikh Bin Abedin, ACA
Company Secretary



Simtex Industries PLC.

Khagan, Birulia, Savar, Dhaka-1341

NOTICE OF THE 19TH ANNUAL GENERAL MEETING

Notice is hereby given to all the Shareholders of Simtex Industries PLC., that the 19th Annual General Meeting (AGM) of the Company will be held on Thursday, 17th December 2026 at 11:00 a.m. The AGM will be held using the Hybrid Platform through the link: https://simtex.hybridagmbd.net, and at Khagan, Birulia, Savar, Dhaka-1341 to transact the following business:

AGENDA:

01. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 30 June 2026, together with the report of the Directors' and Auditors' thereon.

02. To declare Dividend for the year ended June 30, 2026 as recommended by the Board of Directors.

03. To elect Directors as per Articles of Association of the Company.

04. To appoint Statutory Auditors of the Company and Professionals for compliance of Corporate Governance Code and to fix their remuneration.

05. To transact any other business with the permission of the chair.

By order of the Board

Saikh Bin Abedin, ACA
Company Secretary

Dated, Dhaka
November 25, 2026

Note:

01. The Shareholders whose names will appear in the Depository Register of CDBL as on the Record Date i.e. November 05, 2026 will be eligible to attend the 19th Annual General Meeting (AGM) and qualify for dividend.

02. A member entitled to attend and vote at the Annual General Meeting may appoint a Proxy to attend and vote on his/her behalf. The Proxy Form duly filled, signed and stamped with a revenue stamp of Tk. 20, must be deposited at the registered office of the Company or through e-mail at companysecretary@simtexgroup.com 48 hours before the time fixed for the meeting.

03. The 19th AGM of the Company shall be conducted through a hybrid system in combination with the physical presence of shareholders at the venue of the general meeting and the presence or connection of shareholders by using a digital platform or online platform, pursuant to the Bangladesh Securities and Exchange Commission's (BSEC) Order No. BSEC/ICAD/SRIC/2024/318/09 dated January 16, 2024.

04. The members will be able to submit their questions/comments, and vote electronically 24 hours before commencement of the AGM and also during the AGM. For logging into the system, the members need to enter their 16-digit Beneficial Owner (BO) ID number/ Folio Number and other credentials as proof of their identity by visiting the link: https://simtex.hybridagmbd.net

05. Pursuant to the Bangladesh Securities and Exchange Commission Notification No. BSEC/CMRRCD/2006/158/208/Admin/81 dated 20 June 2018, the Company will send the Annual Report-2026 in soft formats to the respective e-mail address of the shareholders available in their BO account maintained with Depository Participants (DP). The soft copy of the Annual Report-2026 will be also available on the Company's website at: www.simtexgroup.com

06. We encourage the Members to login to the system prior to the meeting starting time i.e. 11:00 a.m. Bangladesh Standard Time (BST) on December 17, 2026. The Shareholders are requested to take ample time to login and establish their connectivity. The webcast will start at 11.00 a.m. Bangladesh Standard Time (BST). The Shareholders are requested to contact +880 1404451250 in case any technical difficulties arise during accessing the virtual meeting.

07. Members are requested to update their respective BO Accounts with 12 Digit e-TIN, Bank Account, Mailing Address and Contact Number through their respective Depository Participant (DP). Advance Income Tax (AIT) will be deducted from eligible cash dividend at the rates applicable to each category of shareholder as prescribed by the National Board of Revenue (NBR).

08. The concerned Brokerage Houses/DPs are requested to provide us the statement (both hard copy & soft copy) on or before December 07, 2026 with details of their margin loan holders entitled to Dividend for the year ended 30 June 2026. The statement should include Shareholders Name, BO ID Number, Client-wise shareholding position, contact person etc.

09. No gift/benefit in cash or kind shall be paid/offered to the shareholders as per BSEC circular no. SEC/CMRRCD/ 2009-193/ 154, Dated, 24 October 2013 for attending the AGM.

FINANCIAL CALENDAR

Quarter One (Q-1)
November 12, 2025
Wednesday

Adoption of unaudited first quarter financial statements ended September 30, 2025

Quarter Two (Q-2)
January 28, 2026
Wednesday

Adoption of unaudited second quarter financial statements ended December 31, 2025

Quarter Three (Q-3)
April 29, 2026
Wednesday

Adoption of unaudited third quarter financial statements ended March 31, 2026

Annual
October 10, 2026
Saturday

Adoption of audited financial statements for the year ended June 30, 2026

Record Date
November 05, 2026
Thursday

Record Date in lieu of Book Clouser

AGM Notice
November 25, 2026
Wednesday

Notice of 19th Annual General Meeting

Annual Report
November 25, 2026
Wednesday

Issuance of Annual Report

AGM Day
December 17, 2026
Thursday

19th Annual General Meeting

KEY FINANCIALS

HIGHLIGHTS ON INCOME STATEMENTS

REVENUE

2025-2026: BDT. 2,148.65 million
2024-2025: BDT. 1,997.88 million

GROSS PROFIT

2025-2026: BDT. 346.99 million
2024-2025: BDT. 353.56 million

OPERATING PROFIT

2025-2026: BDT. 161.25 million
2024-2025: BDT. 183.55 million

PROFIT BEFORE TAX

2025-2026: BDT. 109.27 million
2024-2025: BDT. 110.86 million

NET PROFIT

2025-2026: BDT. 99.43 million
2024-2025: BDT. 82.29 million

EARNINGS PER SHARE

2025-2026: BDT. 1.25
2024-2025: BDT. 1.03

PROFIT AND LOSS STATEMENTS-DERIVATIVES

GROSS PROFIT MARGIN

2025-2026: 16.15%
2024-2025: 17.70%

OPERATING PROFIT/SALES

2025-2026: 7.50%
2024-2025: 9.19%

NET PROFIT MARGIN

2025-2026: 4.63%
2024-2025: 4.12%

SHAREHOLDER VALUE CREATION

DIVIDEND PER SHARE

2025-2026: BDT. 1.10
2024-2025: BDT. 1.00

DIVIDEND PAYOUT

2025-2026: 11.00% (General) & 7 % (Sponsors)
2024-2025: 10.00%

NAV

2025-2026: 22.72
2024-2025: 22.43

CORPORATE INFORMATION

Name of the Company	:	**Simtex Industries PLC.**
Legal Status	:	A Public Company limited by shares registered under Companies Act, 1994 and listed with Dhaka Stock Exchange PLC and Chittagong Stock Exchange PLC
Date of Incorporation	:	C-67047(4539)/2007 dated: 29 May, 2007
Commencement of Commercial Operation	:	July 01, 2009
Production Capacity	:	43.20 Million Cones per year
Registered Office	:	Khagan, Birulia, Savar, Dhaka-1341, Bangladesh
Factory	:	Khagan, Birulia, Savar, Dhaka-1341, Bangladesh
Nature of Business	:	Manufacturer of Sewing Thread
Authorized Capital	:	BDT 1,000.00 million
Paid Up Capital	:	BDT 795.95 million
Date of Approval for IPO	:	July 23, 2015
Date of Listing with DSE	:	November 03, 2015
Date of Listing with CSE	:	October 29, 2015
Principal Bankers	:	Trust Bank PLC., Millennium Corporate Branch, Dhaka-1206
Auditors	:	Habib Sarwar Bhuiyan & Co., Chartered Accountants Domino Domicillo, House-121, Flat-B1, Road-10, Block- C, Niketon, Gulshan-1, Dhaka-1212.
Professionals for Compliance Report on Corporate Governance Code	:	Podder and Associates, Cost and Management Accountants 6/A/1, Segunbagicha (Ground Floor), Dhaka-1000
Tax Consultants	:	Pinaki & Associates Ahsandell, 2/A Mymensingh Road (2nd Floor), Shahbag, Dhaka-1000
Credit Rating Agency	:	Credit Rating Information and Services Ltd. (CRISL) Nakshi Homes (1st, 4th & 5th Floor), 6/1/A Segunbagicha Dhaka-1000
Company's Website	:	www.simtexgroup.com
E-mail	:	info@simtexgroup.com



BRIEF HISTORY OF THE COMPANY

Simtex Industries PLC., started its long and prosperous journey in a small infrastructural facility at Mirpur, Dhaka, with a vision to revolutionize the Sewing Thread industry.

Since its inception, Simtex has grown to become Bangladesh's largest national Sewing Thread manufacturer with huge production capacity in order to capture market and become a market leader.

The Company was registered as a Private Limited Company with the Registrar of Joint Stock Companies and Firms Bangladesh, Dhaka under Companies Act, 1994, and subsequently it was converted into a Public Limited Company, raised Capital through IPO and listed with Dhaka Stock Exchange PLC., and Chittagong Stock Exchange PLC. The Company started its commercial operation in 2009.

VISION STATEMENT

To become a market leader in the sewing thread industry through increased productivity and advanced technological applications, to attain quality and absolute customer satisfaction by leveraging on the strengths of our highly skilled and experienced professionals, and infrastructural advantages within this decade.



MISSION STATEMENT.



To meet the market needs through closer working relationship with business stakeholders, innovative manufacturing processes, in order to maintain the highest quality customer service.

BOARD OF DIRECTORS AND MANAGEMENT OF THE COMPANY

Board of Directors

Mr. Md. Hafizur Rahman	Chairman and Nominated Director, representing M/S Excel FARMGANIC Limited.
Mr. Neaz Rahman Shaqib	Managing Director
Mr. Md. Ayub Ali	Nominated Director, representing M/S Excel FARMGANIC Limited.
Mr. Md. Hafizur Rahman	Nominated Director, representing M/S Arcturus Limited.
Mr. Md. Abdul Haque Sarder FCS, FCA	Independent Director
Mr. A. T. M. Sarrowar Kamal Chowdhury	Independent Director
Mr. Professor Mohammed Enamul Hye FCS	Independent Director
Ms. Naima Sultana FCA	Independent Director



Audit Committee

Mr. Md. Abdul Haque Sarder FCS, FCA Independent Director	Chairman
Mr. A. T. M. Sarrowar Kamal Chowdhury Independent Director	Member
Ms. Naima Sultana FCA Independent Director	Member
Mr. Saikh Bin Abedin ACA Company Secretary	Member Secretary



Nomination and Remuneration Committee

Mr. A. T. M. Sarrowar Kamal Chowdhury Independent Director	Chairman
Mr. Md. Abdul Haque Sarder FCS, FCA Independent Director	Member
Mr. Md. Ayub Ali Nominated Director	Member
Mr. Saikh Bin Abedin ACA Company Secretary	Member Secretary



Chief Financial Officer (CC)
Mr. Safiqur Rahman Sibli

Company Secretary
Mr. Saikh Bin Abedin ACA

CORPORATE OVERVIEW
ABOUT SIMTEX INDUSTRIES PLC.

Simtex is the largest national Industrial Sewing Thread manufacturer in Bangladesh and a major player in the textiles crafts market. Simtex supplies to over 400 companies nationwide and to four continents around the world.

In 2000, Simtex started its long and prosperous journey in a small infrastructural mill in Mirpur, Dhaka with the dream of becoming the leading pioneer of sewing thread solution makers in Bangladesh.

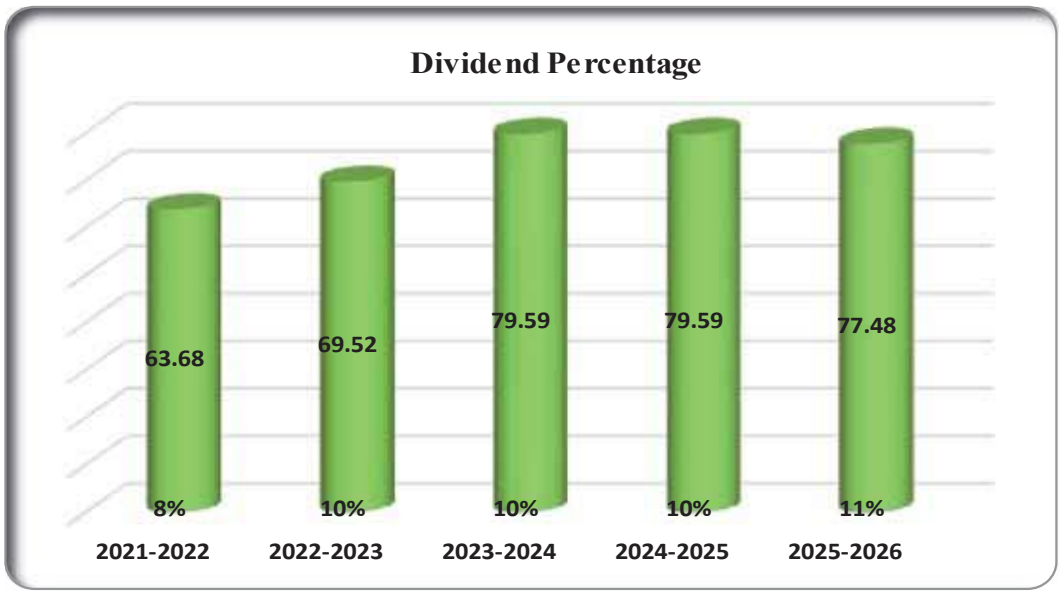
Going through immense growth in the past 25 years, Simtex caters an excellent and rewarding service in the apparel industry with its superior products & reliability in service.

Dividend history from Financial Year 2021-2022 to 2025-2026

Taka in million

Financial Year	Dividend Type	Dividend Percentage	Amount of Dividend
2025-2026	Cash	11%*	77.48
2024-2025	Cash	10%	79.59
2023-2024	Cash	10%	79.59
2022-2023	Cash	10% *	69.52
2021-2022	Cash	8%	63.68

*Note: For the financial year 2025-2026, the Company declared an 11% cash dividend for General Shareholders and a 7% cash dividend for Sponsors and Directors, while for the financial year 2022-2023, it had declared a 10% cash dividend for General Shareholders and a 6% cash dividend for Sponsors and Directors.



Simtex Industries PLC., always had an unwavering intent to deliver consistent value to stakeholders, aligned with our commitments.

PROFILE OF THE BOARD OF DIRECTORS



Mr. Md. Hafizur Rahman
Chairman

Mr. Md. Hafizur Rahman joined Simtex Industries PLC., as a Director on the Board of Directors on February 17, 2022, as a nominee of M/s Excel FARMGANIC Limited, one of the shareholders of Simtex Industries PLC.

Mr. Rahman has an illustrious academic record, marked by excellence and consistent achievement. He earned numerous scholarships throughout his educational journey and holds both Bachelor's and Master's degrees in English. To further broaden his global perspective and enhance his professional competence, he pursued several advanced training programs and earned certifications from internationally recognized institutions, including the University of New South Wales (UNSW), Australia, and Cambridge International Assessment Education (CIAE), UK, through professional development initiatives conducted in Jakarta, Indonesia.

A passionate educationist by profession, Mr. Rahman has dedicated his career to shaping young minds and promoting academic excellence. Over the years, he has served in multiple reputed English-medium institutions across Dhaka as a Lecturer and Head of the Department of English, where he was instrumental in designing innovative teaching methodologies and fostering a culture of learning and critical thinking among students and faculty.

At present, Mr. Rahman is the Founder and Principal of Radius International School, a progressive educational institution located in Uttara, Dhaka, that reflects his vision of providing quality education through modern pedagogical approaches. Under his leadership, the school has earned a reputation for academic rigor, ethical values, and community engagement.

Beyond his educational endeavors, Mr. Rahman brings to the Board of Simtex Industries PLC. a strong sense of integrity, analytical acumen, and leadership rooted in intellectual discipline. His diverse experience in academic management and organizational development contributes valuable insights into human resource development, strategic planning, and governance practices. He continues to play an active role in guiding the Company's vision toward sustainable growth, innovation, and good corporate governance.



Mr. Neaz Rahman Shaqib
Managing Director

Mr. Neaz Rahman Shaqib is the Managing Director of Simtex Industries PLC., succeeding his father Mr. Md. Siddiqur Rahman, the founder of Simtex Industries PLC.

He has had a brilliant academic career at home and abroad. Mr. Shaqib completed his IGCSE's from Scholastica, where he also won the Daily Star Academic Award amongst the candidates who took exam from Bangladesh attaining grades with distinction. Later Mr. Shaqib completed the remainder of his high school studies at the United World College of the Atlantic in Wales, United Kingdom, where he attained the International Baccalaureate (IB) Diploma. In order to further his international exposure and knowledge, he later pursued his Undergraduate/Bachelor's (BA/BBA) from Boston University in the United States of America, with a major in Economics, and a double minor in Business Administration and Communications. Finally, he completed his studies obtaining a Master's (MSc) in International Finance from Nova School of Business and Economics.

Mr. Shaqib is a young, energetic, and innovative businessman. He has been acquainted with the history and the management of Simtex from a young age, gathering knowledge alongside his father, the former Managing Director, and the Founder of the Company, providing him the necessary skills to lead the Company as and when needed. The stakeholders of the company entrusted upon him to lead Simtex Industries PLC. to newer heights while keeping true to the company's mission statement.

Mr. Shaqib is a Member Director of the Bangladesh Apparels Youth Leadership Association (BAYLA), an association that aims to bring together all the youth leaders and owners of businesses in the apparels industry, in order to foster a sustainable growth in the RMG sector of the country. He is also a General Body Member of the Federation of Bangladesh Chambers of Commerce & Industries (FBCCI). During his spare time, he contributes to society through his time at the Rotary Club Altruist Dhaka. He is also a permanent member of Uttara Club Limited. Furthermore, he is also associated with some international social and humanitarian organizations, namely Amnesty International, and is also one of the Founding Members of the Boston based Greek organization, Phi Kappa Tau.



Mr. Md. Ayub Ali
Nominated Director

Mr. Md. Ayub Ali joined Simtex Industries PLC., as a Director on the Board of Directors on December 14, 2023, following his nomination by Excel Farmganic Limited, one of the esteemed shareholder companies of Simtex Industries PLC.

Mr. Ali possesses a distinguished educational background, having completed both his Bachelor of Arts (Honours) and Master of Arts degrees from the University of Rajshahi, one of Bangladesh's leading public universities, in 1983 and 1984, respectively. His academic foundation laid the groundwork for a long and successful professional career marked by dedication, leadership, and integrity.

Mr. Ali built an impressive career in the insurance sector, serving with distinction at Reliance Insurance PLC., one of the country's reputed insurance companies, where he held various responsible positions and ultimately served as Vice President from 1989 to 2021. Over his more than three decades of service, he gained vast experience in client relationship management, strategic planning, customer service excellence, and effective decision-making, earning respect from peers and colleagues alike for his professionalism and commitment to organizational success.

With his extensive managerial experience, deep industry insights, and strong interpersonal skills, Mr. Ayub Ali brings valuable expertise to the Board of Simtex Industries PLC. His guidance and leadership contribute to strengthening the Company's governance structure, enhancing operational efficiency, and promoting a culture of accountability and sustainable growth.

Mr. Md. Hafizur Rahman
Nominated Director



Mr. Md. Hafizur Rahman joined the Board of Directors of Simtex Industries PLC., on January 29, 2024, after being nominated by M/S Arcturus Limited, a shareholder of the company. Mr. Rahman holds a B.A. (Honors) and M.A. in Bengali Literature from the University of Dhaka, which he completed in 1979.

With over 37 years of experience in the banking sector, Mr. Rahman has had a distinguished career, starting with Janata Bank PLC, a state-owned institution. He later served as Senior Executive Vice President at SBAC Bank PLC from 2018 to 2020. During his banking career, he gained extensive managerial experience in various roles, including General Manager overseeing corporate branches, Area Head, and Head of the Divisional Office (Dhaka North).

In addition to his extensive banking experience, Mr. Rahman is a qualified professional, having earned the Diplomaed Associate of the Institute of Bankers, Bangladesh (DAIBB) in 1998. He has also participated in various training programs, including a specialized course on the "Legal Process in Recovering Defaulted Non-Performing Loans (NPL)" in Malaysia in 2015.

Beyond his professional achievements, Mr. Rahman is an accomplished poet and lyricist. He has received several prestigious awards for his literary contributions, including the *Shilpacharjja* Award for Poetry in 2003, the *Shadhinata Award* for Poetry in 2009, and the *Joynul Abedin Award* for Lyric in 2011. Additionally, Mr. Rahman has a deep passion for photography, with nearly 49 years of experience. As a renowned photographer, he has been recognized by the Agriculture University of Mymensingh, the Camera Recreation Club in Dhaka, and the Bangladesh Photographic Society.

Mr. Rahman is also an active member of several social and cultural organizations. He is a life member of Bangla Academy Dhaka, a permanent member of the Officers' Club Dhaka and Uttara Officers' Club, a life member of the Dhaka University Alumni Association, and a registered graduate of the University of Dhaka. His diverse talents and contributions to both the banking industry and the cultural community reflect his commitment to excellence and service in multiple spheres of life.



Mr. Md. Abdul Haque Sarder FCS, FCA
Independent Director

Mr. Md. Abdul Haque Sarder FCS, FCA joined Simtex Industries PLC., as an Independent Director in the Board of Simtex Industries PLC., as per the Bangladesh Securities and Exchange Commission, which has accorded approval on October 28, 2024. Mr. Sarder is a Fellow Member of the Institute of Chartered Secretaries of Bangladesh (ICSB). He became a qualified Chartered Secretary and a Member of the Institute in 2003. Mr. Sarder is also a Fellow Member of the Institute of Chartered Accountants of Bangladesh (ICAB). He qualified as a Chartered Accountant and became a member of the Institute in 2004. Mr. Md. Abdul Haque Sarder FCS, FCA, is a practicing Chartered Accountant at Sarder Murshed & Co. Chartered Accountants since 14 December 2021 as Managing Partner.

Mr. Sarder obtained his Bachelors of Commerce degree from Dhaka City College in 1983. He obtained his Master of Commerce degree in Management from the University of Dhaka in 1989. He was working as Sr. General Manager in X Index companies from November 2020 to December 2021. Previously, he was working as a CFO of Julphar Bangladesh Limited (a sister concern of Julphar UAE). He was in practice as a public accountant as a senior partner under MASH Haque, Chartered Accountant. He was working at Syngenta Bangladesh Limited, a Switzerland-based Agri-Company, from 1989 to 2007 in various positions, ending there as Finance Director and Company Secretary.

He is a financial management professional who has a keen interest in leading finance functions with pride and dignity, and can provide value to employers. He is very good in Accounting to Reporting as an SAP expert (trained by Accenture, Singapore) with practical experience and training on IFRS (trained by ICAEW, UK). Mr. Sarder is good at working with the taxation and Treasury functions. He also has a keen interest in working for an IPO with a good network with regulatory authorities.

Mr. A. T. M. Sarrowar Kamal Chowdhury
Independent Director



Mr. A. T. M. Sarrowar Kamal Chowdhury has recently joined Simtex Industries PLC., as an Independent Director on the Board, following the approval from the Bangladesh Securities and Exchange Commission on October 28, 2024. With a robust academic background, Mr. Chowdhury earned his Masters of Commerce in Accounting from the University of Chittagong in 1993, showcasing his commitment to excellence in the field. Before pursuing his higher education, he completed his articleship at Aziz Halim Afzal & Co. Chartered Accountants in 1987, laying a solid foundation for his future endeavors. Currently, he serves as the Finance Director at M/s BizzCrop International, a role he has held since 2019, where he leverages his extensive experience to guide financial strategies. Prior to this, Mr. Chowdhury held the position of Finance Controller at Sea Pearl Beach Resort & Spa Limited from 2018 to 2019, where he played a pivotal role in managing the resort's financial operations. Additionally, he served as the Finance Controller of Sena Hotel Development Limited, the owner of the prestigious Radisson Hotel in Dhaka and Chittagong, from 2007 to 2017. His professional journey began at Berger Paints Bangladesh Limited, where he gained invaluable insights and experience that have shaped his successful career in finance and management. Mr. Chowdhury's diverse background and leadership roles in various organizations highlight his expertise and dedication to the industry.



Professor Mohammed Enamul Hye FCS
Independent Director

Upon getting consent from The Bangladesh Securities and Exchange Commission Professor Mohammed Enamul Hye FCS has been appointed as Independent Director of Simtex Industries PLC. His appointment has been approved in the AGM held on December 26, 2024.

Professor Mohammed Enamul Hye FCS completed his graduation with honours and masters in Accounting from the University of Dhaka and served as a Senior Officer in the Janata Bank from 1984 to 1989. During his tenure with Janata Bank, he served in Regional Office, branch, Credit Division of the Head Office, Local Office and Research and Statistics Division of the Bank. During his stay with Janata Bank, he completed Post Graduate Diploma in Bank Management (PGDBM from Bangladesh Institute of Bank Management (BIBM), Dhaka).

Then he joined education service through 1986 BCS and served long 31 years as Lecturer, Assistant Professor, Associate Professor and Professor in different Government colleges. Of these 31 years, he served 16.5 in education administration as Project Director, Research Officer, Assistant Director and Deputy Director of the Directorate of Secondary and Higher Education, Bangladesh, Dhaka and worked in the Planning Wing, Training Wing, Special Education Wing, Government College Wing, General Administration Wing of the Directorate.

He has qualified as a Chartered Secretary from the Institute of Chartered Secretaries of Bangladesh (ICSB and is a FELLOW of the institute). He was an Adjunct Faculty of the Institute of Chartered Secretaries of Bangladesh (ICSB), a part-time teacher of the Uttara University and Queens University, Master Trainer for Creative Question Setting and Curriculum Dissemination Programmes, and teacher trainer in different Government training colleges and institutes, i.e. Nationals.

He is an Executive Member of the America Bangladesh University Foundation. He is an author of different text and reference books. He is a life member of Bangla Academy, Accounting Alumni and a SILVA graduate.



Ms. Naima Sultana FCA
Independent Director

Ms. Naima Sultana FCA joined the Board of Simtex Industries PLC. as an Independent Director following the approval of the Bangladesh Securities and Exchange Commission (BSEC). Ms. Sultana is a Fellow Member of the Institute of Chartered Accountants of Bangladesh (ICAB). She qualified as a Chartered Accountant in November–December 2014 and has over 12 years of extensive professional experience in audit, assurance, financial management, corporate advisory, and regulatory compliance.

Ms. Sultana is currently serving as the Proprietor and Chief Executive Officer of Naima Sultana & Co., Chartered Accountants, a practicing-chartered accountancy firm, where she provides professional services in audit and assurance, taxation, accounting, financial reporting, business advisory, and corporate compliance. Prior to establishing her own firm, she served as Senior Finance and Operations Manager and Finance Manager of the USAID Feed the Future Bangladesh Trade Activity, implemented by International Development Group (IDG), where she was responsible for financial management, budgeting, donor compliance, risk management, procurement oversight, and operational leadership. She also served with ACNABIN Chartered Accountants, a member firm of Baker Tilly International, for more than eight years, ultimately holding the position of Deputy Director (Audit & Consultancy).

Ms. Sultana obtained her Bachelor of Business Studies (BBS) and Master of Business Studies (MBS) degrees in Accounting from Eden Mohila College under the National University, securing First Class with outstanding academic achievements. She was awarded the Ministry Award for her excellent performance in the MBS programme and secured 5th and 7th positions in the BBS and MBS examinations, respectively.

Throughout her professional career, Ms. Sultana has acquired extensive experience in statutory, internal, operational, compliance, and special audits across diverse sectors, including manufacturing, FMCG, financial services, NGOs, and international development organizations. She possesses strong expertise in financial planning and analysis, budgeting, financial reporting, taxation, internal controls, enterprise risk management, donor-funded project compliance, and corporate governance. Her broad professional experience, analytical capability, and commitment to transparency, accountability, and ethical business practices enable her to contribute effectively to strategic decision-making and sound corporate governance at Simtex Industries PLC.



MESSAGE FROM THE CHAIRMAN

Bismillahir Rahmanir Rahim

Respected Members, Shareholders and Other Stakeholders,

Assalamualaikum.

It is my distinct honor to welcome you all to the 19th Annual General Meeting of Simtex Industries PLC. On behalf of the Board of Directors and myself, I extend our heartfelt gratitude for your continued confidence, trust, and unwavering support in Simtex. It gives me great pleasure to present before you the Annual Report for the fiscal year ended June 30, 2026, along with an overview of our performance and progress during the year.

As our core product — industrial sewing thread — is primarily supplied to the export-oriented Ready-Made Garment (RMG) industry, our business performance remains closely tied to the global RMG sector. Over the past year, this industry continued to face multifaceted challenges stemming from global economic instability. Reciprocal tariff turbulence in key export markets, coupled with cautious buying patterns among Western retailers grappling with unsold inventories, led to reduced and delayed order placements. Escalating geopolitical tensions in the Middle East further disrupted global freight movements and raised import costs for raw materials, adding to the pressure on the sector's margins.

On the domestic front, an intensifying energy crisis marked by frequent gas and electricity shortages along with elevated lending rates and broader macroeconomic constraints, further impacted industrial output and logistics. Despite these challenges, Simtex has continued to demonstrate resilience and operational adaptability through efficiency improvements, cost optimization, and proactive market engagement.

I am pleased to report that our sales volume and revenue for FY 2025–2026 have shown notable improvement compared to the previous year, reflecting steady progress in both domestic and export segments. The Board of Directors, acknowledging this positive outcome and the Company's sustainable performance, has recommended an 11% cash dividend for General Shareholders and a 7% cash dividend for Sponsors and Directors for the fiscal year 2025-2026.

As we look ahead, our strategic priorities remain focused on innovation, product diversification, capacity enhancement, and exploring new market opportunities to mitigate cyclical pressures in the RMG sector and strengthen long-term growth.

On this occasion, I wish to express my sincere appreciation to all our dedicated employees for their commitment, hard work, and professionalism. I also extend heartfelt thanks to the Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange PLC, Chittagong Stock Exchange PLC, Registrar of Joint Stock Companies and Firms (RJSC), National Board of Revenue (NBR), Central Depository Bangladesh Limited (CDBL), and our valued shareholders and stakeholders for their continued support, trust, and cooperation.

May the Almighty Allah bless us with wisdom, strength, and success in the years to come.

Yours sincerely



Mr. Md. Hafizur Rahman
Chairman
Simtex Industries PLC.



MESSAGE FROM THE MANAGING DIRECTOR

Bismillahir Rahmanir Rahim,

Assalamualaikum.

It is my great pleasure and privilege to welcome all our respected shareholders to the 19th Annual General Meeting of Simtex Industries PLC. On behalf of the management team, I extend my heartfelt gratitude for your continued confidence, trust, and support in our Company.

Over the past year, the global textile and apparel industry has continued to navigate a difficult operating environment. Reciprocal tariff turbulence in key export destinations, combined with cautious buying patterns among Western retailers grappling with unsold inventories, led to reduced and delayed order placements across the sector. These pressures, compounded by escalating geopolitical tensions in the Middle East that disrupted global freight movements and raised raw material import costs, have collectively affected the Ready-Made Garment (RMG) industry — the primary export sector that drives our demand.

On the domestic front, we have also contended with an intensifying energy crisis marked by frequent gas and electricity shortages alongside elevated lending rates and broader macroeconomic constraints, which have posed additional obstacles to production and logistics. Beyond operational disruptions, these challenges have had broader implications on the overall economy, business confidence, industrial productivity, and export order flows, leading to tighter liquidity and increased pressure on input costs. Despite these internal and external headwinds, Simtex Industries PLC., has continued to demonstrate resilience and strategic discipline through efficiency improvements, prudent financial management, and an unwavering commitment to quality and service excellence.

I am pleased to report that our sales volume for FY 2025-2026 improved significantly, with turnover rising by 7.55% on the back of recovering demand and effective market positioning. Although operating expenses increased by 9.26%, financial expenses declined by 26.84% following the repayment of long-term loans. Tax expenses also decreased, owing to the change in tax rate and deferred tax income. As a result, Net Profit After Tax (NPAT) and Earnings Per Share (EPS) both grew by approximately 20.82%, underscoring the Company's operational strength and financial prudence. In view of this performance, the Board of Directors has recommended an 11% cash dividend for General Shareholders and a 7% cash dividend for Sponsors and Directors for FY 2025-2026.

As the largest national manufacturer and exporter of sewing thread in Bangladesh, Simtex remains committed to maintaining international quality standards, competitive pricing, timely delivery, and superior customer service. Our Research and Development department continues to explore new technologies, materials, and process improvements to ensure that we remain ahead of industry trends. We are also proud to have achieved compliance with nearly all international standards, enabling us to compete successfully with leading multinational players.

Looking ahead, our focus will remain on sustainable growth, product diversification, and technological advancement. With our strong installed capacity, motivated workforce, and strategic direction, we are confident in our journey toward achieving market leadership and global recognition.

On this occasion, I wish to convey my sincere appreciation to all members of the Simtex family our dedicated employees, officers, and team members at every level — for their loyalty, hard work, and unwavering commitment that continue to be the cornerstone of our success. Furthermore, my heartfelt thanks go to the Board of Directors for their guidance and trust in the management team, as well as to our valued stakeholders, shareholders, and partners for their continued confidence and cooperation in the progress of Simtex Industries PLC.

Additionally, I express my deep gratitude to the Bangladesh Securities & Exchange Commission (BSEC), the Dhaka Stock Exchange PLC (DSE), the Chittagong Stock Exchange PLC (CSE), the Registrar of Joint Stock Companies and Firms (RJSC), the National Board of Revenue (NBR), and the Central Depository Bangladesh Limited (CDBL), along with our valued shareholders, for their invaluable guidance, support, and cooperation during critical times.

Together, we look forward to a future of renewed growth, innovation, and shared prosperity.

Thank You.



Neaz Rahman Shaqib
Managing Director
Simtex Industries PLC.

DIRECTORS' REPORT

Bismillahir Rahmanir Rahim

Dear Shareholders

Assalamualaikum

On behalf of the Board of Directors of Simtex Industries PLC., I am honored to welcome you all to the 19th Annual General Meeting (AGM) of the Company. It is my privilege to present before you the Audited Financial Statements for the year ended June 30, 2026, together with the Auditors' Report and the Directors' Report thereon, in accordance with the provisions of the Companies Act, 1994, the Listing Regulations of Dhaka and Chittagong Stock Exchanges, the guidelines and directives issued by the Bangladesh Securities and Exchange Commission (BSEC), International Financial Reporting Standards, International Accounting Standards, and other applicable rules and regulations.

Background

Simtex Industries PLC., was incorporated with the Registrar of Joint Stock Companies and Firms (RJSC) on May 29, 2007 and was converted to a Public Limited Company on November 15, 2012 under the Companies Act, 1994. The Company floated for Initial Public Offering of shares in July 2015 which was fully subscribed and issued. The Company was listed with Dhaka Stock Exchange Limited (DSE) on November 03, 2015 and Chittagong Stock Exchanges Limited (CSE) on 29 October 2015.

The authorized capital of the Company stands at Tk. 1,000 million, and the paid-up capital at Tk. 795.95 million. Simtex Industries PLC., specializes in the manufacturing of high-quality sewing thread for export-oriented readymade garments, operating as a 100% deemed exporter.

Revenue

Simtex Industries PLC is a 100% deemed exporter, engaged solely in the business of manufacturing of Sewing Thread used in the export-oriented garments industry. The Company recorded a turnover of Tk. 2,148.65 million during FY 2025–2026, reflecting a 07.55% increase compared to the previous year's turnover of Tk. 1,997.88 million. The Net Profit After Tax (NPAT) stood at Tk. 99.43 million for the year ended June 30, 2026.

The operating financial results of the Company for the year 2025-2026 as compared to previous year are summarized hereunder:

Particulars	2025-2026	2024-2025
Turnover	2,148,649,091	1,997,875,808
Gross Profit	346,993,075	353,563,327
Financial Expenses	55,799,153	76,269,372
Other Income	8,039,015	7,960,981
Net Profit Before Tax (NPBT)	109,270,372	110,857,696
Provision for Taxation	9,838,895	28,562,976
Net Profit After Tax (NPAT)	99,431,477	82,294,720
Gross Margin (Turnover)	16.15%	17.70%
Net Margin Before Tax	5.09%	5.55%
Net Margin After Tax	4.63%	4.12%
Earnings Per Share (EPS) BDT.	1.25	1.03
Number of Shares used to compute EPS	79,595,381	79,595,381

The company has been operating in the market for a long time with reputation and commitment. With long experience in sewing thread manufacturing, we are confident in our belief that we can retain our reputation as a quality manufacturer and one of the market leaders in this field.

Segment Reporting

The Company operates in only a single segment, which is the manufacturing of Sewing Thread through the process of Dyeing & Conning/Winding, for export-oriented garment industries.

Risk and concerns

Changes in global or domestic economic policies can have both positive and negative impacts on the Company. Any scarcity or price fluctuation of raw materials due to shifts in international trade strategies, global politics, or foreign exchange rates may increase production costs and reduce profitability. The Company's performance also depends on macroeconomic stability, inflation, and the overall political and economic environment—both in Bangladesh and abroad.

As garments remain Bangladesh's largest foreign currency earner, the sector has historically enjoyed government support and policy incentives. The sewing thread industry, being an essential backward linkage of the RMG sector, is expected to continue receiving similar priority and facilitation from policymakers in the future. Nevertheless, geopolitical tensions and recessionary trends in major export markets, especially in the Western economies, continue to create uncertainty for the RMG sector.

In this context, Simtex has adopted prudent operational strategies focusing on enhancing efficiency, maintaining strict cost control, and exploring new customer bases and export destinations to diversify its revenue streams. These challenges are expected to persist in the near term, exerting pressure on export demand and production costs.

In response to these challenges, Simtex has adopted a focused operational strategy to strengthen its resilience and sustain growth. The Company prioritizes operational efficiency, enhances productivity, and enforces strict cost control to remain competitive in a challenging market. Additionally, Simtex is actively expanding its customer base by exploring new opportunities and emerging export destinations, thereby diversifying revenue streams and reducing reliance on specific markets.

By reinforcing operational discipline and broadening its market reach, Simtex Industries PLC., remains confident in its ability to navigate global uncertainties and ensure long-term stability and growth.

A comparative position on cost of goods sold, gross margin and net profit margin

Profit from Operation	2025-2026		2024-2025	
	Amount	Percentage	Amount	Percentage
Turnover	2,148,649,091	100%	1,997,875,808	100%
Cost of Goods Sold	1,801,656,016	83.85%	1,644,312,481	82.30%
Gross Profit	346,993,075	16.15%	353,563,327	17.70%
Net Profit for the year	99,431,477	4.63%	82,294,720	4.12%

During FY 2025–2026, the Company achieved steady growth in both sales and profitability. While the cost of goods sold increased proportionally with turnover, Simtex Industries PLC., maintained a consistent gross profit margin through operational efficiency, cost control, and process optimization. Despite market volatility and higher input costs, profitability remained stable, demonstrating the Company's dedication and strong market positioning.

Discussion on scope of extraordinary gain or loss

Extraordinary gains or losses refer to infrequent and unusual gain or loss and which is not part of the Company's ordinary/day to day operations. As for the Company, there was no such gain or loss during the year under reporting.

Related party transactions

All related party transactions have been disclosed in Note No. 37 of the audited financial statements for the year ended June 30, 2026.

Significant variance of financial statements

Revenue increased driven by higher sales volume, partly offset by a decline in average selling price. Gross margin narrowed due to cost pressures, while finance costs reduced significantly following full repayment of the term loan during the year (FY2025-2026).

Income tax expense decreased primarily due to changes in applicable tax rates. The preferential tax rate for textile industries expired during the year, and export income is now taxed at a revised rate. Current tax reflects the application of minimum tax provisions, which exceeded the regular tax liability, while the prior year included additional provisions for earlier periods. Deferred tax was remeasured at the new applicable rate, resulting in a deferred tax gain, including the impact of the rate change. Overall, profit after tax improved, supported by lower finance costs and tax adjustments. Earnings per share increased accordingly.

NOCFPS declined compared with the previous period. Stronger cash collection and lower income tax payments were more than offset by higher payments to suppliers, employees and others, reflecting increased volume and cost pressures.

Investment Planning

The Company continues to pursue a prudent investment plan focused on expanding capacity, enhancing productivity, and ensuring sustainable operations. All capital investments are made carefully in alignment with long-term business growth and shareholder value.

Compliance of Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018:

Board Size

The Board of Directors of Simtex Industries PLC., comprises eight (8) members, including four (4) Independent Directors, in accordance with the guidelines of the Bangladesh Securities and Exchange Commission (BSEC).

Independent Directors

Pursuant to receiving the consent of the Bangladesh Securities and Exchange Commission and in compliance with the Commission's regulations in this regard, the Board of Directors have appointed four (04) Independent Directors.

Qualification of Independent Directors

Mr. Md. Abdul Haque Sarder FCS, FCA

Mr. Md. Abdul Haque Sarder FCS, FCA is a Fellow Member of the Institute of Chartered Secretaries of Bangladesh (ICSB), became a qualified Chartered Secretary in 2003. Additionally, Mr. Sarder also qualified as a Chartered Accountant, became a Fellow Member of the Institute of Chartered Accountants of Bangladesh (ICAB) in 2004. He holds a Bachelor's of Commerce from Dhaka City College in 1983, and later obtained his Master's Degree in Commerce (Management) from the University of Dhaka in 1989.

With over three decades of professional experience, Mr. Sarder is currently a Managing Partner at Sarder Murshed & Co., Chartered Accountants. Prior to this, he worked as a Sr. General Manager in X Index companies from November 2020 to December 2021. Prior to that, he was working as a CFO of Julphar Bangladesh Limited (a sister concern of Julphar UAE). He was in practice as a Public Accountant as a Senior Partner under MASH Haque, Chartered Accountants. He also worked at Syngenta Bangladesh Limited, a Switzerland based agriculture company, from May 1989 to June 2007 in various positions, finally serving as the company's Finance Director and Company Secretary.

Mr. A. T. M. Sarrowar Kamal Chowdhury

Mr. Chowdhury holds a Master's degree in Commerce (Accounting) from the University of Chittagong in 1993, after completing his Articleship from Aziz Halim Afzal & Co. Chartered Accountants in 1987. He has served in key financial management roles across multiple organizations, including Berger Paints Bangladesh Ltd., Sea Pearl Beach Resort & Spa Ltd., and at the Sena Hotel Development Limited, owner of the Radisson Hotels in Dhaka and Chittagong. Currently, he is serving as the Finance Director at M/s Bizz Crop International since 2019. His deep expertise in Finance, Accounting, and Management Control adds strategic value to the Company's governance and financial oversight. Mr. Chowdhury's diverse experiences and leadership roles reflect his dedication to the industry.

Professor Mohammed Enamul Hye FCS

Professor Mohammed Enamul Hye FCS completed his Bachelor's (Honors) and Master's degrees in Accounting from the University of Dhaka, and has over three decades of experience in Academia, Public Administration, and Finance. He is a Fellow Member of the Institute of Chartered Secretaries of Bangladesh (ICSB) and has served as an educator, policy researcher, and senior government officer. Professor Hye began his professional career with Janata Bank, serving in various capacities at the Regional Office, Branches, Credit Division of the Head Office, Local Office, and the Research and Statistics Division. During his tenure, he also completed a Post Graduate Diploma in Bank Management (PGDBM) from the Bangladesh Institute of Bank Management (BIBM), Dhaka.

He later joined the education service through the 1986 BCS and served over 31 years as Lecturer, Assistant Professor, Associate Professor, and Professor in different government colleges. Of this tenure, 16.5 years were dedicated to education administration as Project Director, Research Officer, Assistant Director, and Deputy Director at the Directorate of Secondary and Higher Education (DSHE), Bangladesh. He also contributed to the Planning, Training, Special Education, Government College, and General Administration Wings of the Directorate. A Fellow of the Institute of Chartered Secretaries of Bangladesh, Professor Hye has also been an Adjunct Faculty at ICSB, and a part-time lecturer at Uttara University and Queens University. He is a Master Trainer for Creative Question Setting and Curriculum Dissemination Programmes, and has conducted extensive teacher training across government institutions. In addition, he is an Executive Member of the America Bangladesh University Foundation, an author of several academic and reference books, and a Life Member of Bangla Academy, Accounting Alumni, and a SILVA graduate.

Ms. Naima Sultana FCA

Ms. Naima Sultana FCA is a Fellow Member of the Institute of Chartered Accountants of Bangladesh (ICAB) and qualified as a Chartered Accountant in 2014. She holds BBS and MBS degrees in Accounting from Eden Mohila College under the National University, securing First Class and outstanding academic achievements.

With over 12 years of professional experience in audit, assurance, financial management, taxation, corporate advisory, and compliance, Ms. Sultana is currently the Proprietor and Chief Executive Officer of Naima Sultana & Co., Chartered Accountants. Previously, she served as Senior Finance and Operations Manager and Finance Manager at the USAID Feed the Future Bangladesh Trade Activity and worked with ACNABIN Chartered Accountants, a member firm of Baker Tilly International, for over eight years, ultimately serving as Deputy Director (Audit & Consultancy).

Her diverse experience in audit, financial reporting, internal controls, risk management, and corporate governance enables her to contribute effectively to the Company's financial oversight and sound corporate governance.

Chief Financial Officer, Company Secretary, Head of Internal Audit

As per Corporate Governance Code of BSEC, the company has allocated the responsibilities to the officials as follows:

Chief Financial Officer (CC)	: Mr. Safiqur Rahman Sibli
Company Secretary	: Mr. Saikh Bin Abedin ACA
Head of Internal Audit	: Mr. Ashis Kumar Saha

Audit Committee

The Audit Committee, as a sub-committee of the Board, has been constituted with three Independent Directors. The Chairman of Audit Committee is Mr. Md. Abdul Haque Sarder FCS, FCA who is an Independent Director. The Company Secretary acts as Secretary to the Audit Committee. This Committee assists the Board of the Company in ensuring that the financial statements reflect accurate and fair view of the affairs of the Company. The Audit Committee is responsible to the Board of Directors with its roles and responsibilities clearly set forth. The roles and functions of the Audit Committee have been stated in the Annual Audit Committee Report which is annexed herewith.

Nomination and Remuneration Committee

The Nomination and Remuneration Committee (NRC), a sub-committee of the Board of Directors, has been constituted with one non-executive director and two independent directors, among them an independent director serving the role of chairman of the committee.

The Company Secretary acts as Secretary to the Committee. The Nomination and Remuneration Committee assists the Board in the formulation of the nomination criteria and policies for determining qualifications, positive attributes, experiences, and independence of Directors and top-level executives, as well as policies relating to the formalities in considering the remuneration of the Directors and top-level Executives of the Company. The NRC is responsible to the Board of Directors with its roles and responsibilities are clearly set forth. Since the Corporate Governance Code has been adopted on June 03, 2018, the Company has been taking the necessary steps to be under compliance of it.

External Statutory Auditors

The Bangladesh Securities and Exchange Commission guidelines are being strictly followed in engaging statutory Auditors for the Company.

Maintaining a website

The company has been maintaining an official website (www.simtexgroup.com) that is linked with the websites of the stock exchanges.

Subsidiary Company

The company has no subsidiary company whatsoever.

Duties of CEO and CFO

The provisions of Bangladesh Securities and Exchange Commission regulations have been complied as reflected in the Annual Report.

Directors' Appointment and Re-Appointment

With regard to the appointment, retirement and re-appointment of directors, the company is governed by its Articles of Association, the Companies Act, 1994 and other related regulation.

Accordingly, the following Director(s) of the Board will retire at the next Annual General Meeting, and they will be eligible for re-appointment through election in the AGM:

1. Mr. Md. Hafizur Rahman
   Director
2. Mr. Md. Hafizur Rahman
   Director

Shareholding Pattern

The shareholding of directors at the end of 30 June, 2026 is shown as below:

	Name of the shareholders	Position	Shares held	%
a.	Parent/Subsidiary/Associated companies and other related parties	Nil	Nil	Nil
b.	Directors, Managing Director, Company Secretary, Chief Financial Officer (CC), Head of Internal Audit and Compliance and their Spouse and Minor Children:			
	Mr. Neaz Rahman Shaqib	Managing Director	5,420,955	6.81%
	Excel Farmganic Limited (Represented by: Mr. Md. Ayub Ali and Mr. Md. Hafizur Rahman)	Nominated Director	3,184,000	4.00%
	Arcturus Limited (Represented by: Mr. Md. Hafizur Rahman)	Nominated Director	1,601,000	2.01%
	Mr. Md. Abdul Haque Sarder FCS, FCA	Independent Director	Nil	Nil
	Mr. A. T. M. Sarrowar Kamal Chowdhury	Independent Director	Nil	Nil
	Professor Mohammed Enamul Hye FCS	Independent Director	Nil	Nil
	Ms. Naima Sultana FCA	Independent Director	Nil	Nil
	Mr. Safiqur Rahman Sibli	Chief Financial Officer (Current Charge)	Nil	Nil
	Mr. Saikh Bin Abedin ACA	Company Secretary	Nil	Nil
	Mr. Ashis Kumar Saha	Head of Internal Audit	Nil	Nil
c.	Executives	-	Nil	Nil
d.	Shareholders holding 10% or more voting interest in the Company	Mr. Md. Siddiqur Rahman	14,778,996	18.57%

Directors involved in other Companies:

Sl.	Name	Position in Simtex	Involved in Other Company	Position
1	Mr. Neaz Rahman Shaqib	Managing Director	-	-
2	Mr. Md. Hafizur Rahman	Nominated Director	-	-
3	Mr. Md. Hafizur Rahman	Nominated Director	-	-
4	Mr. Md. Ayub Ali	Nominated Director	-	-
5	Mr. Md. Abdul Haque Sarder FCS, FCA	Independent Director	-	-
6	Mr. A. T. M. Sarrowar Kamal Chowdhury	Independent Director	-	-
7	Professor Mohammed Enamul Hye FCS	Independent Director	-	-
8	Ms. Naima Sultana FCA	Independent Director	-	-

Board Meeting and Attendance

05 (Five) nos. of Board of Directors Meeting were held during the year. The attendance record of the directors is as given below:

Name of Directors	Meeting Held During His/Her Duration	Attendance
Mr. Md. Hafizur Rahman	05	05
Mr. Neaz Rahman Shaqib	05	05
Mr. Md. Ayub Ali	05	05
Mr. Md. Hafizur Rahman	05	05
Mr. Md. Abdul Haque Sarder FCS, FCA	05	05
Mr. A. T. M. Sarrowar Kamal Chowdhury	05	05
Professor Mohammed Enamul Hye FCS	05	05
Ms. Naima Sultana FCA	03	03

Note:

i. The Bangladesh Securities and Exchange Commission (BSEC) accorded its consent to the appointment of Ms. Naima Sultana FCA as Independent Directors by issuing letter under reference no. BSEC/ICA/CG/2023/137/766 dated December 22, 2025. Her appointment has been approved in the AGM held on December 24, 2025.

Directors' remuneration

Directors' remuneration is shown in the note no. 23 and 37 of the notes to the Financial Statements.

Statement of Directors on Financial Reports

In accordance with the Bangladesh Securities and Exchange Commission Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June, 2018; the Directors are pleased to confirm the following:

a) The financial statements together with notes thereon have been drawn up in conformity with the Companies Act, 1994 and The Securities and Exchange Rules, 1987. These statements present fairly the Company's state of affairs, the result of its operations, cash flows and changes in equity.

b) Proper books of accounts of the company have been maintained.

c) Appropriate accounting policies have been applied consistently in preparation of the financial statements and the accounting estimates are based on reasonable and prudent judgment.

d) International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as applicable in Bangladesh, have been followed in the preparation of the financial statements.

e) Minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress.

f) The system of internal control is sound and being implemented and monitored effectively.

g) No bonus shares or stock dividend has been or shall be declared as interim dividend.

h) Management discussion and analysis signed by Managing Director presenting detailed analysis of the Company's position and operations along with a brief discussion on changes in the financial statements given at Page No. 36

i) The key operating and financial data for the last five years given at Page No. 37

Going Concern

While approving the financial statements, the directors have made appropriate inquiries and analysis of the significant financial result, as well as other indicators for enabling them to understand the ability of the Company to continue its operation for a foreseeable period. Directors are convinced and have a reasonable expectation that the Company has adequate resources to continue its operation consistently for the foreseeable future. Therefore, the Company adopted the going concern basis in preparing the financial statements.

Significant deviation of Operating Result

Revenue increased driven by higher sales volume, partly offset by a decline in average selling price. Gross margin narrowed due to cost pressures, while finance costs reduced significantly following full repayment of the term loan during the year (FY2025-2026).

Income tax expense decreased primarily due to changes in applicable tax rates. The preferential tax rate for textile industries expired during the year, and export income is now taxed at a revised rate. Current tax reflects the application of minimum tax provisions, which exceeded the regular tax liability, while the prior year included additional provisions for earlier periods. Deferred tax was remeasured at the new applicable rate, resulting in a deferred tax gain, including the impact of the rate change. Overall, profit after tax improved, supported by lower finance costs and tax adjustments. Earnings per share increased accordingly.

NOCFPS declined compared with the previous period. Stronger cash collection and lower income tax payments were more than offset by higher payments to suppliers, employees and others, reflecting increased volume and cost pressures.

Dividend Policy

The Board of Directors has established a dividend policy, which forms the basis for the proposals on dividend payments that it makes to the Shareholders taking into consideration the business performance of the Company and its strategic initiatives. The Board believes that it is in the best interest of Simtex Industries PLC., to draw up a long-term and predictable dividend policy. The Board has approved the following dividend policy:

Important highlights of the Dividend Distribution Policy are as follows:

Procedure for payment of dividends

Dividend would be recommended by the Board of Directors based on the Audited Financial Statements of the Company. All requisite approvals and clearances, where necessary shall be obtained before the declaration of dividend. Dividend shall be approved by the Shareholders at the Annual General Meeting (AGM) on the basis of recommendation of the Board of Directors, but no dividend shall exceed the amount recommended by the Directors. No dividend shall be paid from any source outside of the Company's Retained Earnings for the year, or any other unrealized profits. No dividend shall be declared out of the capital reserve account, or the revaluation reserve account, or any unrealized gain, or out of profit earned prior to the incorporation of the company, if any, or through reducing paid-up capital or through doing anything so that the post-dividend retained earnings become negative or a debit balance.

Final dividend

The Board of Directors of the company shall recommend final dividend for the shareholders on the basis of annual audited financial statements and declare to the shareholders who shall be entitled to such dividend. The decision about recommending or not recommending final dividend and entitlement for such dividend, if recommended, shall be taken after considering the interim dividend already distributed and cannot be changed prior to holding of the AGM. In case of declaration of stock dividend for the year, the company shall explain the reason for declaring stock dividend and utilization of such retained amount as capital (stock dividend) shall be disclosed in the annual report.

Entitlement to dividend

The Shareholders whose names would appear in the Register of the company and/or in the Depository participant (DP) on the 'Record Date' would be entitled to receive the dividend and would be eligible to join the AGM and entitled to receive the annual/final dividend.

Payment of dividend

Simtex Industries PLC., shall pay off the final dividend to the entitled shareholders, within 30 (thirty) days from the date of approval by shareholders in AGM.

Cash dividend

Cash dividend shall be distributed in the following manner and procedures:

- Within one (1) day after the record date or one (1) day before the Annual General Meeting (AGM), Simtex Industries PLC., shall deposit an amount equivalent to the declared cash dividend payable for the concerned year into a separate bank account maintained by the Company.
- Simtex Industries PLC., shall pay off cash dividend directly to the bank account of the entitled shareholders as available in the BO account maintained with the depository participant (DP), or the bank account as provided by the shareholders in paper form, through Bangladesh Electronic Funds Transfer Network (BEFTN).
- Simtex Industries PLC., may pay off such cash dividend through bank transfer or any electronic payment system as recognized by the Bangladesh Bank, if not possible to pay off through BEFTN.
- Upon receiving the claim on cash dividend from a stock broker or a merchant banker or a portfolio manager for the margin client or customer who has debit balance or margin loan, or as per intention of the client of stock broker or merchant banker or portfolio manager, Simtex Industries PLC., shall pay off such cash dividend to the Consolidated Customers' Bank Account (CCBA) of the stock broker or to the separate bank account of the merchant banker or portfolio manager through BEFTN.
- In case of non-availability of bank account information or if not possible to distribute cash dividend through BEFTN or electronic payment system, SIMTEX shall issue cash dividend warrant and shall send it by post to the shareholders.

Simtex Industries PLC., shall maintain detailed information of unpaid or unclaimed cash dividend, as per BO account (number-wise or name-wise or folio number-wise) of the shareholders, and shall also disclose the summary of aforesaid information in the annual report and shall also report in the statements of financial position (Quarterly/annually) as a separate line item 'Unclaimed Dividend Account'. SIMTEX shall publish the year-wise summary of its unpaid or unclaimed cash dividend in the website.

Stock dividend

Simtex Industries PLC., shall credit stock dividend directly to the BO account or issue the bonus share certificate of the entitled shareholders, as applicable, within 30 (thirty) days of declaration or approval or record date, as the case may be, subject to clearance of the exchange(s) and the Central Depository Bangladesh Limited (CDBL). SIMTEX shall follow the provisions of Regulation 46 of the Depository Regulation, 2003 for issuance of bonus shares. SIMTEX shall maintain a Suspense BO Account for undistributed or unclaimed stock dividend or bonus shares and shall also follow the under mentioned procedures for ensuring the rightful ownership:

- Simtex Industries PLC., shall send at least 3 (three) reminders to the entitled shareholders.
- The Suspense BO Account shall be held under Block Module and such undistributed or unclaimed stock dividend or bonus shares shall not be transferred in any manner except for the purpose of allotting the bonus shares as and when the allottee approaches to the issuer.
- Any corporate benefit in terms of shares accrued on such undistributed or unclaimed stock dividend or bonus shares shall be credited to the Suspense BO Account.
- SIMTEX shall, upon receiving application from the allottee and after proper verification of identity and his entitlement, credit the bonus shares lying with the Suspense BO Account to the BO account of the allottee, or issue bonus shares to the allottee, as applicable, within 15 (fifteen) days of receiving application with an intimation to the Bangladesh Securities and Exchange Commission (BSEC) and Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE).
- Any voting rights on such undistributed or unclaimed stock dividend or bonus shares shall remain suspended till the rightful ownership claim of the shareholders is established.

Payment of unclaimed or unpaid cash dividend and stock dividend

Simtex Industries PLC., shall not forfeit any unclaimed cash dividend or stock dividend till the claim becomes barred by the law of land in force. SIMTEX shall follow the rules & regulations of the regulators issued from time to time regarding payment of unclaimed or unpaid cash dividend and stock dividend to the entitled shareholders. As per BSEC's requirements we have already transferred the unclaimed or unpaid dividend amount to the CMSF recently. A list of the shareholders by name has been uploaded to our company official website.

Submission of dividend distribution compliance report

Simtex Industries PLC., shall submit a dividend distribution compliance report to BSEC, DSE & CSE in a specified format issued by the regulator(s) within stipulated time of completion of dividend distribution to the entitled shareholders.

Dividend

The Board of Directors, at its meeting held on 10 October 2026, recommended a cash dividend of 11% (Tk 1.10 per share) for general shareholders and 7% (Tk 0.70 per share) for sponsors and directors, for the year ended 30 June 2026. The total amount of cash dividend payable to the general shareholders is Tk 59,842,514.60 for 54,402,286 shares, and Tk 17,635,166.50 for 25,193,095 shares held by the sponsors and directors.

Particulars	2025-2026	2024-2025
Profit available for appropriation:	Amount in Taka	Amount in Taka
Profit/loss after Tax	99,431,477	82,294,720
Un-appropriated profit brought forward from previous year	505,857,949	503,158,610
Prior Adjustment	-	-
Total Amount available for appropriation	605,289,426	585,453,330
Appropriation	-	-
Closing Retained Earning at year end (Before proposed final dividend)	605,289,426	585,453,330
Proposed Dividend for the year 2026 (11% for general shareholders and 7% for sponsors and directors and in 2025 (10% cash dividend for All Ordinary Shareholders.)	77,477,681	79,595,381
Retained Earnings after proposed dividend	527,811,745	505,857,949

Statutory Auditors

The Auditors of the Company, Habib Sarwar Bhuiyan & Co., Chartered Accountants Domino Domicillo, House-121, Flat-B1, Road-10, Block-C, Niketon, Gulshan-1, Dhaka-1212 has carried out the audit of the company for the year ended June 30, 2026. They were appointed as Statutory Auditor in 18th AGM. As per regulation 15 (2) & (3) of DSE and CSE (listing) regulations, 2015 existing auditor is not eligible for re-appointment. Accordingly, the Board of Directors has recommended to appoint M/S Pinaki & Company, Chartered Accountants as Auditor for the year 2026-2027. Accordingly, a proposal is being placed for Shareholders' approval and fixation of their fees, in the upcoming 19th AGM to be held on December 17, 2026.

Professionals for Compliance of Corporate Governance Code

The Board of Directors has recommended for appointment M/S Quazi Sabnam & Associates, Chartered Secretaries & Management Consultants, House # 151/5, Block # 13, Monipuripara, Farmgate, Tejgaon, Dhaka-1215 as professional for Reporting on Compliance of Governance Code for the year 2026-2027 on their willingness to certify the compliance of Corporate Governance Code as issued by the Bangladesh Securities and Exchange Commission, subject to the approval by the shareholders in the 19th AGM.

Acknowledgment

The Company expresses its sincere thanks and gratitude to the respected shareholders, valued clients, banks, and well-wishers' home and aboard for their wholehearted co-operation and active support.

We are thankful to the Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange PLC. (DSE), Chittagong Stock Exchange PLC. (CSE), Registrar of Joint Stock Companies & Firms (RJSC), Central Depository Bangladesh Limited (CDBL), Government and private sector organizations and many others for extending co-operation and support to our Company.

I, on behalf of the Board, also put on record my deep appreciation for the services and loyalty of the executives, officers, and employees of the Company at all levels without whom the Company could not have achieved this performance and financial gains.

Thanks, are also due to all the Directors of the Company for their excellent, sincere, and dedicated efforts in achieving the Company's result.

I, on behalf of the Board of Directors, take the opportunity to inform you that we welcome any suggestions and opinion to improve our Company's performance and financial stability.

Thanking you.

On behalf of the Board of Directors



Mr. Md. Hafizur Rahman
Chairman

Annexure -A

	Dividend Distribution Compliance Report	
	Under Clause (6) of the Directive No.BSEC/CMRRCD/2021-386/03, dated:14/01/2021	
01	Name of the Issuer/Securities/ Mutual Fund	**Simtex Industries PLC.**
02	Particulars of Issuer DP	464
03	Type of Dividend (Annual/interim) (Put tick mark (a) on the recommended option)	a) Annual (√) b) Interim
04	Whether audited or not for Interim Dividend (Put tick mark (a) on the recommended option)	a) Annual (√) b) Interim
05	Date of recommendation of Dividend by the Board of Directors /Trustee: (Enclose copy of PSI)	October 27, 2025
06	Whether Dividend recommended other than directors or sponsors or any other classes (Put tick mark (a) on the recommended option)	a) Yes (√) b) No
07	Record date for entitlement	November 27, 2025
08	Rate of Dividend recommended by the Board of Directors/Trustee	10% cash dividend for all shareholders.
09	Dividend recommended-Type (Put tick mark (a) on the recommended option)	a) Cash (√) b) Stock
10	Securities/mutual fund traded under which categories (Put tick mark (a) on the recommended option)	a) A(√) b) B c) G d) N
11	Date of transfer to a separate bank account (Pls. mention bank details) or provisional credit of shares/units by CDBL	December 24, 2025, A/C No. 7022-0322000615, Trust Bank PLC, Millennium Corporate Branch, Jahangir Gate, Dhaka.
12	Date of approval of Dividend at AGM	December 24, 2025, Wednesday
13	Rate of Dividend approved at AGM- details at Annexure, (if any change)	Approved at AGM same as recommended by the Board of Directors.
14	Date of commencement of disbursement of Cash and Stock Dividend	January 11, 2026
15	Mode of disbursement of Cash Dividend (Put tick mark (a) on the recommended option)	a) BEFTN (√) b) Bank Transfer (√) C) MFS d) Dividend Warrant (√) e) Any other mode
16	Date of completion of disbursement of Cash Dividend and Stock Dividend [Enclose Bank statements and Corporate Action Processing Report (DP 70)]	January 15, 2026. Enclosed Bank Statement
17	Paid-up-capital of the issuer- before corporate action/entitlement	TK 795,953,810 .00

18	Numbers of securities /shares outstanding before corporate action /entitlement:	79,595,381		
19	Total cash in taka or stock (nos, shares) dividend as per corporate declaration	Tk. 79,595,381.00		
20	Distribution/Disbursement details of Cash & Stock Dividend:	Cash (TK)	Stock (nos)	Annexures
	A. Mode of Dividend payment/credit for the concerned year:	79,595,381.00		
	a) through BEFTN or directly credited to respective BO	77,202,455.00		
	b) through Bank Transfer other than entitled BO-Margin loan	788,165.00		
	c) through Bank Transfer	9,800.00		
	d) through Mobile Financial Service (MFS)	-		
	e) through any other mode as approved by Bangladesh Bank	-		
	f) through transfer to Suspense Account for dematerialized Shares (BO wise detailed with reason should be maintained and submitted)	-		
	g) Through issuance of Dividend Warrant or issue of shares to Suspense Account for non-dematerialized securities	1,594,961.00		
21	Total Dividend paid/credited for the concerned year	67,741,275.20		
22	Total unpaid/undistributed Dividend /accrued during the period	11,854,105.80 (Including TDS TK. 10,221,575.55)		
23	Total unpaid/undistributed Dividend /accrued as on 1st day of Accounting year (as per Audited Accounts)	5,670,753.00		
24	Transfer to Suspense Account for Demate Shares or any other reasons during the Concerned year			
	A. Mode of Dividend Receipts/payment/credit for the previous years:			
	a) through BEFTN or directly credited to respective BO			
	b) through Bank Transfer			
	c) through Mobile Financial Service (MFS)			
	d) through any other mode as approved by Bangladesh Bank			
	e) through transfer to/from Suspense Account for Demate Shares or any other reasons			
	f) through issuance of Dividend Warrant or issue of shares to Suspense Account for non-dematerialized securities/shares units			
	g) transfer of cash or stocks to the Fund as prescribed or directed by Commission after 3 years or forfeit of share to Suspense Account for non-dematerialized securities	342,492.00		
25	Total Dividend paid/credited for previous years:	342,492.00		
26	Total unpaid/undistributed Dividend for previous years (23+24-25) Taka/Nos.	5,670,753.00		
27	Grand Total of unpaid /undistributed Dividend (22+26)	17,524,858.80		

Reporting Date: January 17, 2026

Saikh Bin Abedin, ACA
Company Secretary

Summary of Unclaimed/Un-Paid Dividend

The summary of the Unclaimed/unsettled Cash Dividend (3 years or more) as on June 30, 2026.

Year of Dividend	Unclaimed/ Unsettled Cash dividend as on	Amount in Taka	Record Date	Last Dividend Compliance Report Date
2022-2023	June 30, 2023	1,952,960	Nov 23, 2023	Jan 31, 2024
2023-2024	June 30, 2024	2,014,834	Nov 24, 2024	Jan 21, 2025
2024-2025	June 30, 2025	1,601,072	Nov 27, 2025	Jan 17, 2026

The Summary of the Unclaimed Dividend transferred to CMSF:

BSEC's Directive No. BSEC/CMRRCD/2021-386/03, dated January 14, 2021, and the Bangladesh Securities and Exchange Commission (Capital Market Stabilization Fund) Rules, 2021, and Commission's letter No. SEC/SRMIC/165-2020/part-1/166, dated July 06, 2021, & Commission's letter No. SEC/SRMIC/165-2020/232, dated June 05, 2021, upon BAPLC'S letter regarding the Extension of time up to August 31, 2021, for transferring funds via the letter with reference no. SEC/SRMIC/165-2020/part-1/182 dated July 19, 2021, and reference no. SEC/SRMIC/165-2020/131 dated March 31, 2022, the company already transferred the unclaimed/unsettled Cash Dividend (3 years or more) by issuing Pay Order in favor of the Capital Market Stabilization Fund (CMSF) and deposited the same to SNF A/C No. 0010311521301, Communality Bank Bangladesh Ltd., Gulshan Corporate Branch as per BSEC instruction. The summary of the transfer is as follows:

Sl. No.	Particulars	Pay order No.	Deposit Date	Amount Deposited to CMSF in Tk
1	Unclaimed Cash dividend for the year 2021-2022	1990997	March 10, 2026	552,713.16

The List of Unclaimed Cash Dividend for the year ended on June 30, 2026 is shown in note 19 in the financial statements.

***It may be noted here that the Company had declared 11% Cash Dividend for General shareholders and 7% cash dividend for Sponsors and Directors for the Financial Year 2025-2026.**

MANAGEMENT DISCUSSION AND ANALYSIS ON FINANCIAL POSITION AND PERFORMANCE

The global and domestic operating environment for the textile and ready-made garment (RMG) value chain remained challenging through FY 2025–2026. Globally, continuing geopolitical tensions — including the Russia–Ukraine war and the conflict in the Middle East — have kept freight, energy, and raw material costs elevated and disrupted global supply chains. Shifting US tariff policy created uncertainty for apparel sourcing decisions, while the redirection of Chinese exports toward the European Union, together with India's and Vietnam's continued advantage under their respective free-trade agreements, intensified price competition in key export markets for Bangladeshi RMG and textile products.

Domestically, Bangladesh's business climate remained strained through FY 2025–2026 amid episodes of political instability, civil unrest, and frequent protests, weakening investor confidence at a time when the industry was already contending with an acute energy and gas supply crisis that forced many factories to operate below capacity. Rising financing costs, with bank interest rates hovering between 14% and 15%, along with successive increases in wages, yarn, dyes, chemicals, and electricity tariffs, further squeezed margins across the sector, leading some manufacturers to scale back or shut down operations. As we navigate this complex landscape, resilience, adaptability, and strategic foresight remain critical to sustaining growth and ensuring long-term stability.

Against this backdrop, Bangladesh's total export revenue in fiscal year 2024–2025 amounted to USD 48,283.93 million. The export target for fiscal year 2025–2026 was set at USD 55,000.00 million. During the July–June period of FY 2025–2026, total export earnings stood at USD 48,001.91 million — a marginal decline of about 0.58% from the previous fiscal year — representing roughly 87.28% of the set target, or nearly 13% short of the government's goal. A strong late-year rebound, with exports up nearly 26% year-on-year in June 2026 alone, helped offset what had been eight consecutive months of year-on-year decline earlier in the fiscal year.

The RMG sector, the principal end-market for Simtex's sewing thread and textile products, generated USD 38,701.15 million in export earnings during FY 2025–2026, a 1.64% decline compared with the previous fiscal year. Within the segment, knitwear exports fell 2.53% to USD 20,620 million, while woven garment exports proved comparatively more resilient, declining a more modest 0.61% to USD 18,070 million. The sector's annual softness reflected weak global demand, subdued buyer pricing despite rising input costs, and the domestic cost and energy pressures noted above, though the sharp recovery in the final month of the fiscal year — aided in part by a favorable base effect — points to a firmer footing heading into FY 2026–2027.

Over the past five fiscal years, Simtex Industries PLC. has experienced moderate yet steady sales growth. Our focus on recovery and operational efficiency has allowed us to maintain positive sales and net profit performance despite the headwinds facing our core RMG customer base. Moving forward, we remain committed to continuing this upward trajectory. We have seen improvements in our collections from receivables, and management is focused on further enhancing net operating cash flows. Our financial performance has demonstrated consistent improvement, with key financial indicators showing positive trends year-on-year. As we continue to build on these gains, we remain optimistic about the future and committed to sustaining our growth.

Simtex Industries PLC. is exposed to both inflationary pressures and foreign exchange risks, given our position as an importer and exporter. To mitigate the impact of foreign exchange volatility, we have implemented effective risk management strategies. Regarding inflation, we actively manage this risk through price adjustments and other tactical measures, ensuring that we remain competitive and resilient in a challenging economic environment.



Neaz Rahman Shaqib
Managing Director

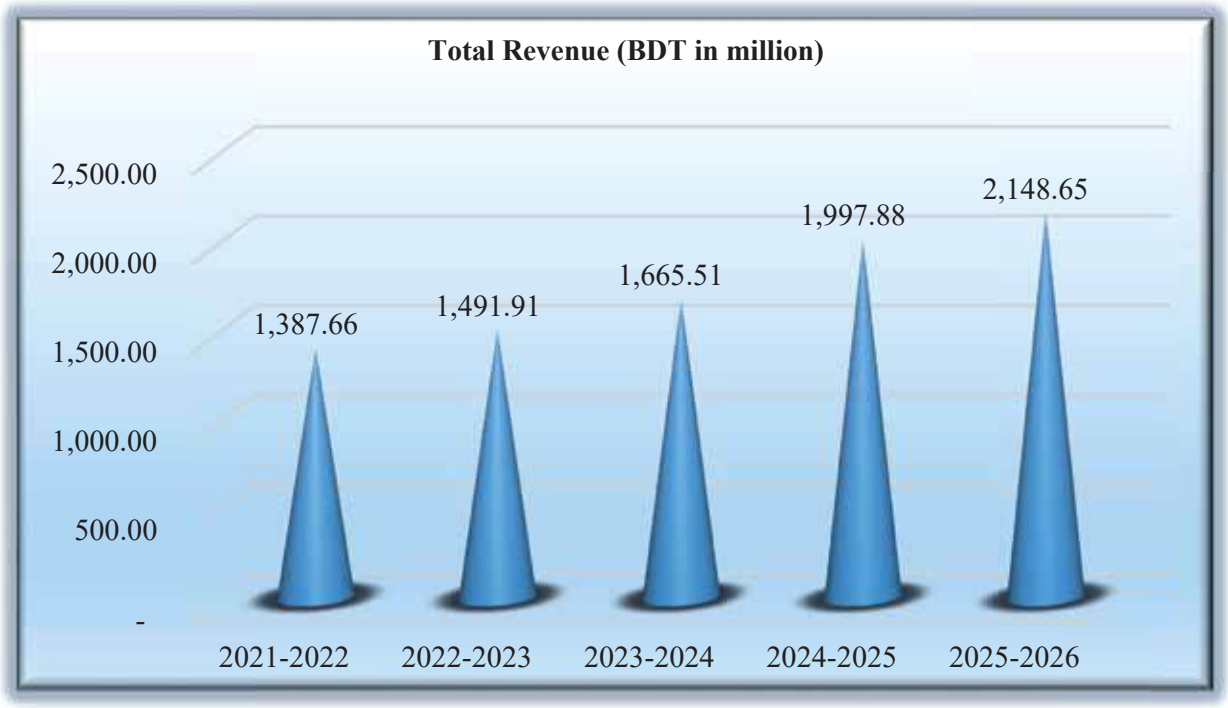
Source: NBR and Export Promotion Bureau (EPB)

FINANCIAL HIGHLIGHTS

Operational Result	Amount in Taka				
	30 June 2026	30 June 2025	30 June 2024	30 June 2023	30 June 2022
Turnover	2,148,649,091	1,997,875,808	1,665,507,318	1,491,911,950	1,387,655,587
Gross Profit	346,993,075	353,563,327	290,049,271	255,395,401	248,933,094
Profit from Operation	161,247,274	183,552,820	153,000,211	161,239,577	165,614,133
Net Profit before tax	109,270,372	110,857,696	84,809,333	82,509,443	92,038,554
Net Profit after Tax	99,431,477	82,294,720	68,098,400	65,263,041	77,246,469
Net Operating Cash Flow per Share	2.90	3.31	4.27	4.94	(0.27)
Financial Position	**30 June 2026**	**30 June 2025**	**30 June 2024**	**30 June 2023**	**30 June 2022**
Non-Current Assets	1,130,644,745	1,193,747,369	1,223,730,006	1,189,763,715	1,239,925,141
Current Assets	1,429,646,274	1,421,380,644	1,341,394,884	1,405,727,948	1,565,818,044
Shareholder's Equity	1,808,022,202	1,785,076,039	1,782,376,700	1,783,796,444	1,782,209,708
Current Liability	707,621,920	717,163,986	619,047,365	642,674,535	797,416,538
Long Term Liability	44,646,897	112,887,988	163,700,825	169,020,684	226,116,939
Key Financial Ratio	**30 June 2026**	**30 June 2025**	**30 June 2024**	**30 June 2023**	**30 June 2022**
Current Ratio	2.02	1.98	2.17	2.19	1.96
Quick Ratio	1.69	1.58	1.66	1.47	1.27
Debt to Equity Ratio	0.42	0.46	0.44	0.46	0.57
Net Income Ratio (%)	4.63%	4.12%	4.09%	4.37%	5.57%
Return on Equity (%)	5.50%	4.61%	3.82%	3.66%	4.33%
Earnings Per Share	1.25	1.03	0.86	0.82	0.97

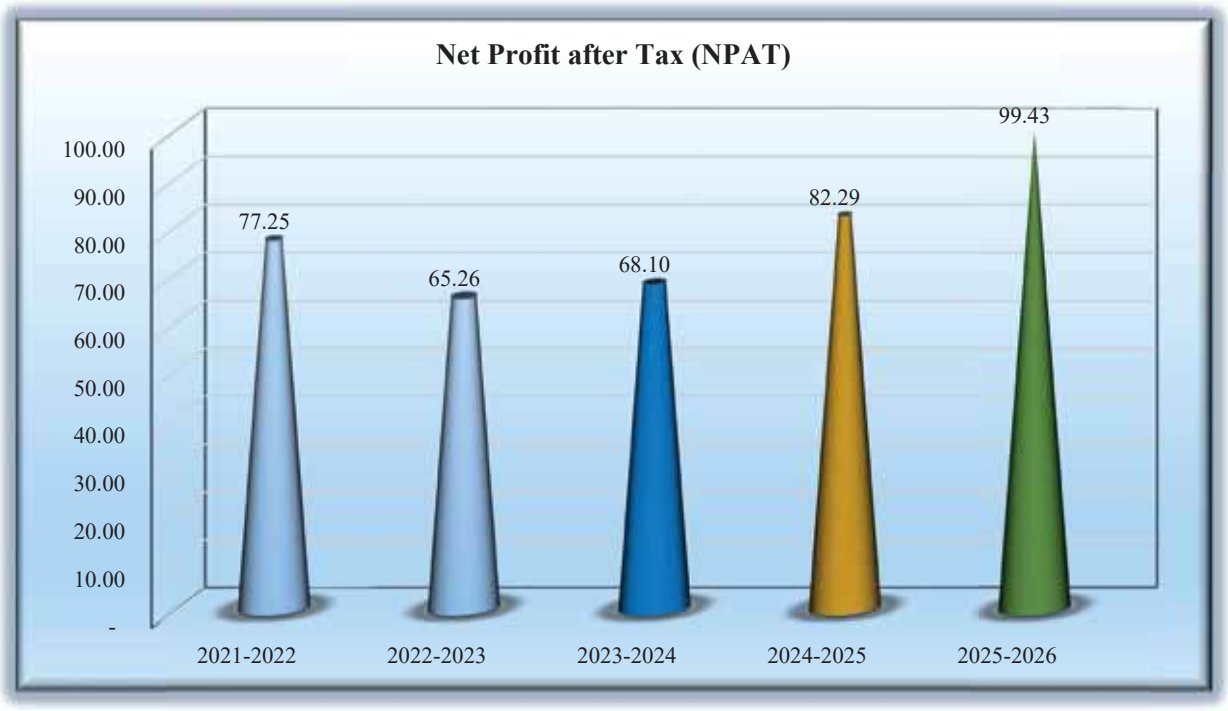
Financial Highlights in the form of Graphical Representation

Amount in million

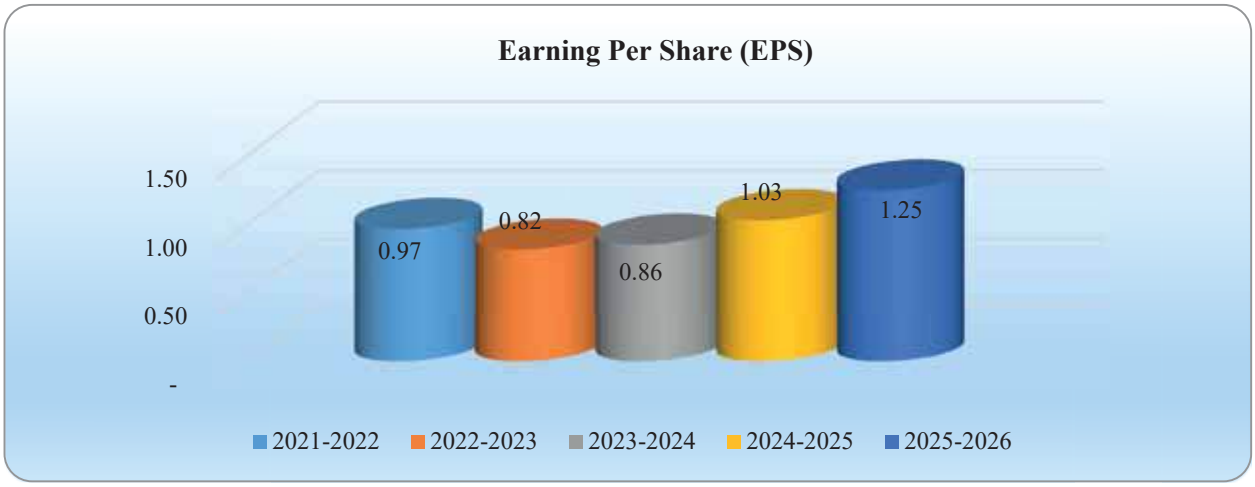


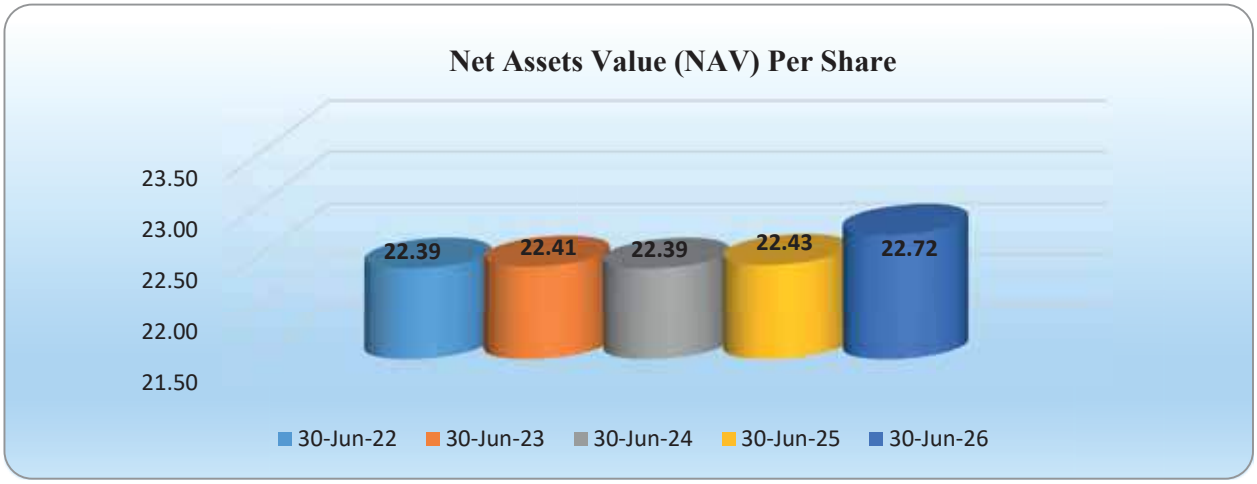


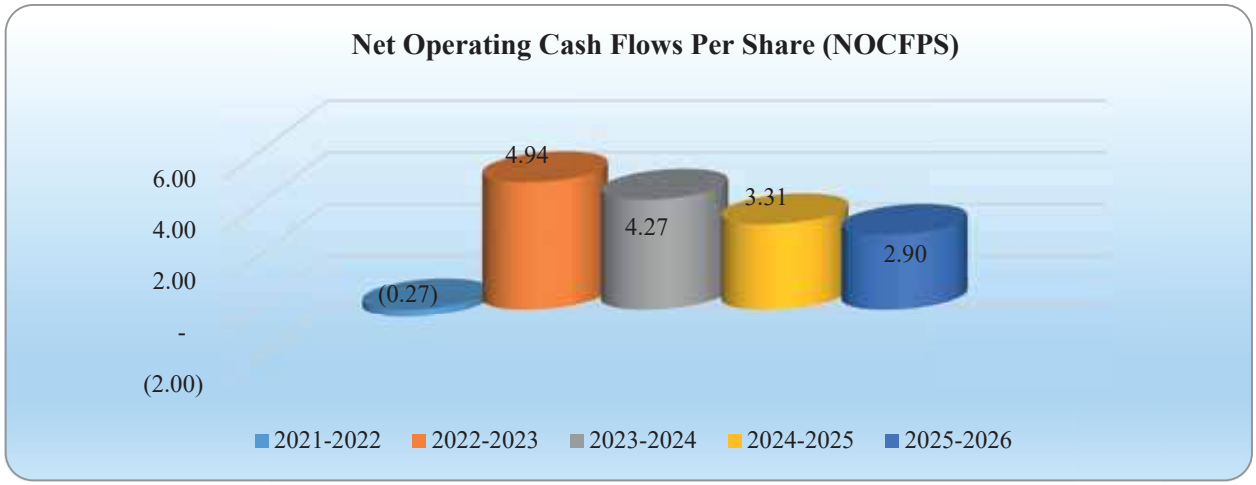
Amount in million



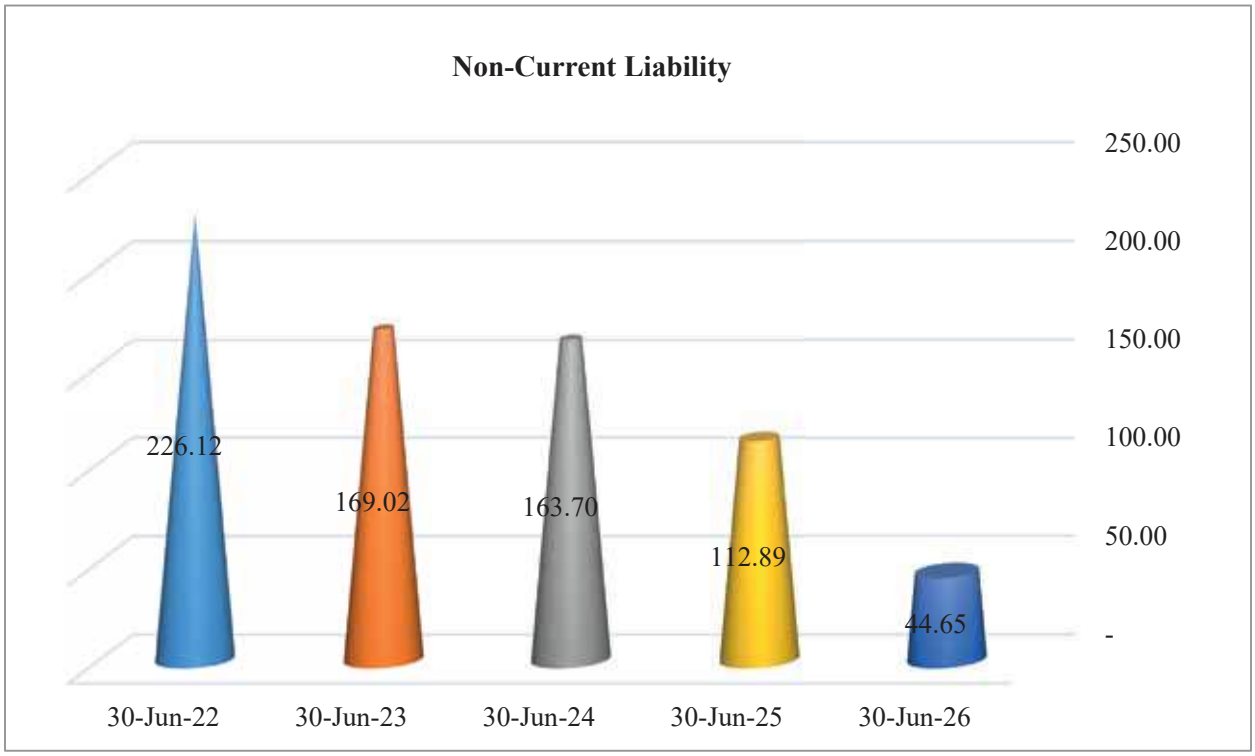


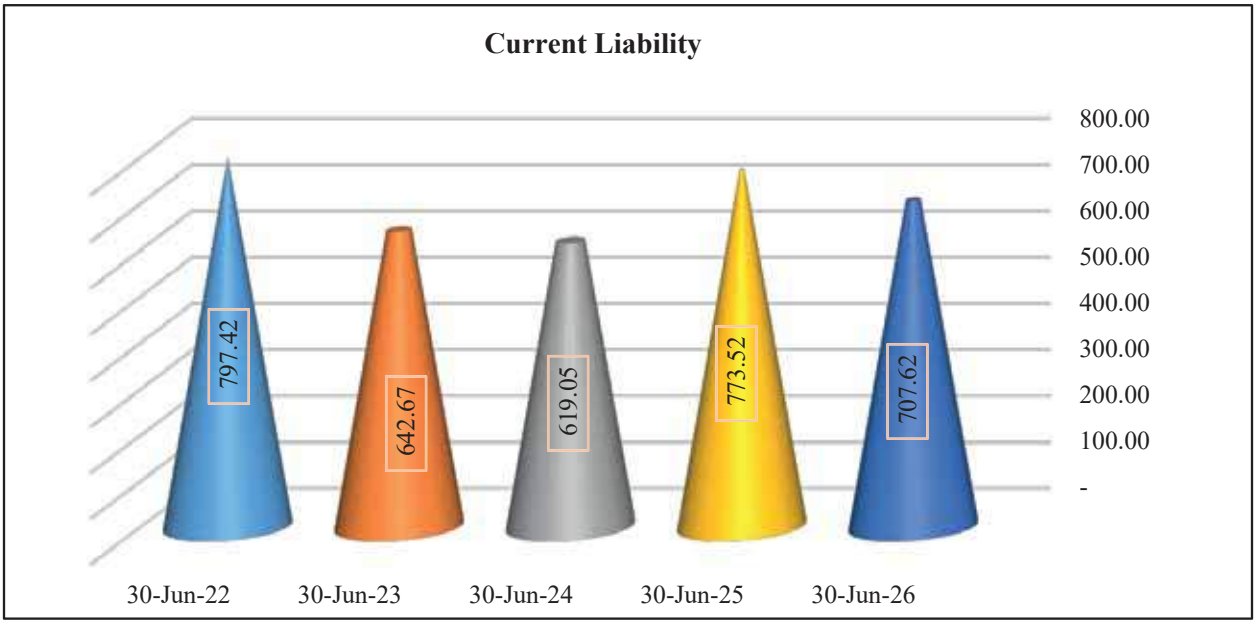

Earning Per Share (EPS)
1.50
1.00
0.50
-
0.97
0.82
0.86
1.03
1.25
2021-2022
2022-2023
2023-2024
2024-2025
2025-2026

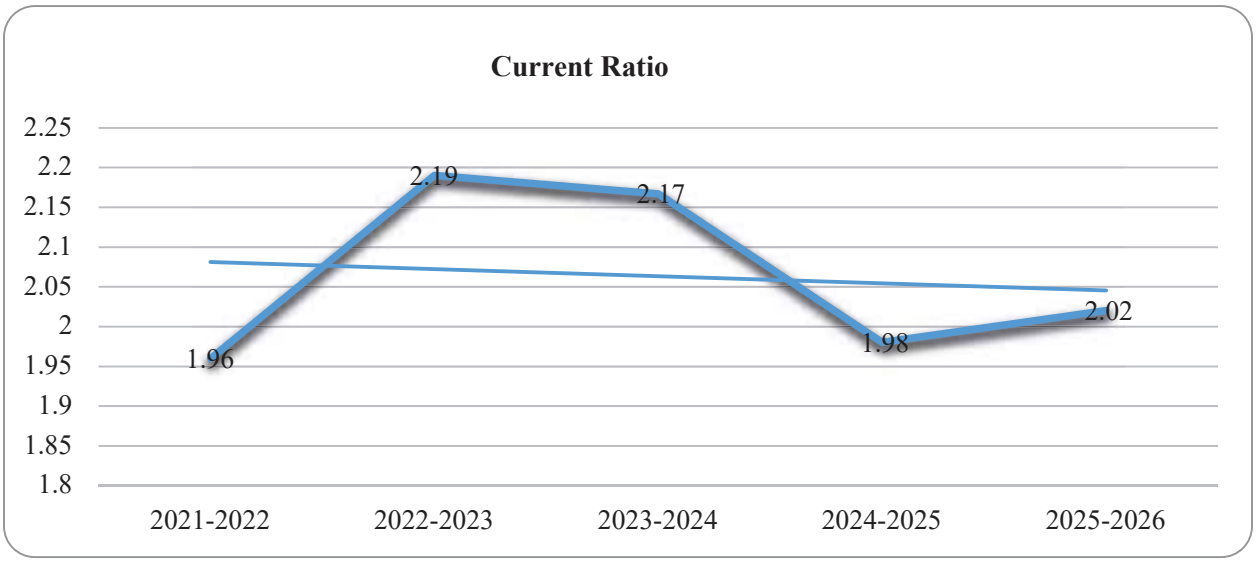

Net Assets Value (NAV) Per Share
23.50
23.00
22.50
22.00
21.50
22.39
22.41
22.39
22.43
22.72
30-Jun-22
30-Jun-23
30-Jun-24
30-Jun-25
30-Jun-26

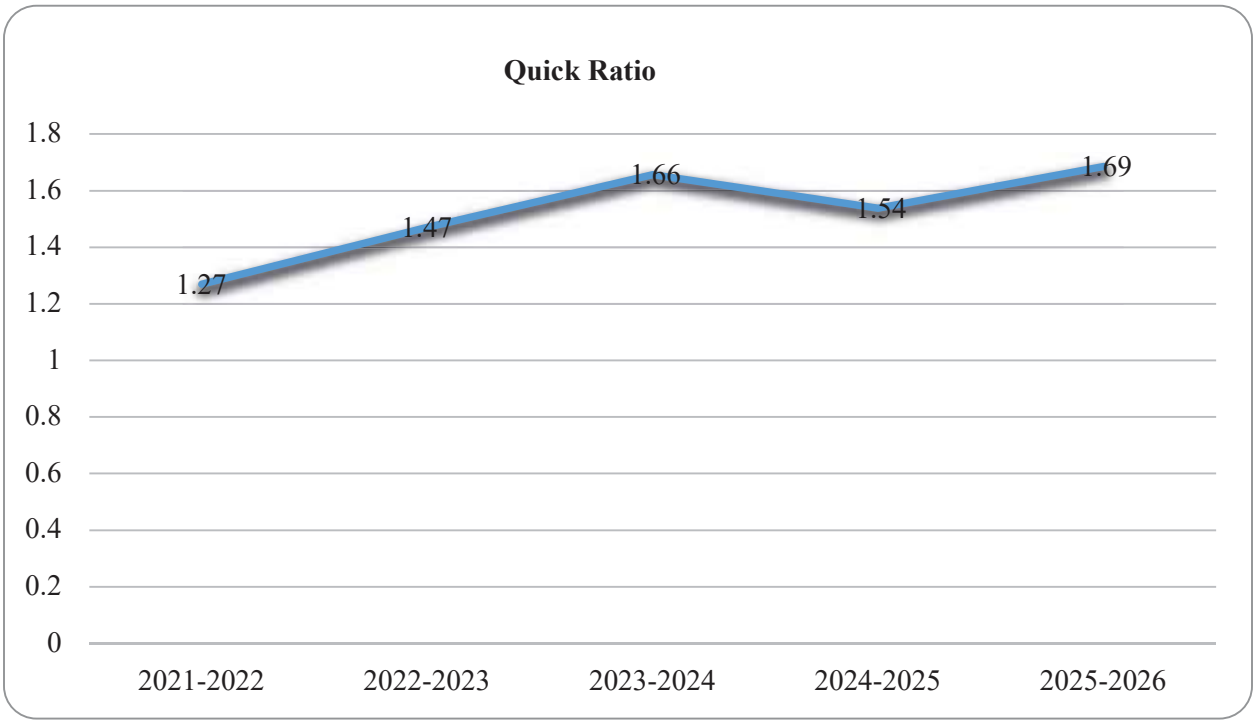

Net Operating Cash Flows Per Share (NOCFPS)
6.00
4.00
2.00
-
(2.00)
(0.27)
4.94
4.27
3.31
2.90
2021-2022
2022-2023
2023-2024
2024-2025
2025-2026

Amount in million






Current Ratio
2.25
2.2
2.15
2.1
2.05
2
1.95
1.9
1.85
1.8
1.96
2.19
2.17
1.98
2.02
2021-2022
2022-2023
2023-2024
2024-2025
2025-2026


Quick Ratio
1.8
1.6
1.4
1.2
1
0.8
0.6
0.4
0.2
0
1.27
1.47
1.66
1.54
1.69
2021-2022
2022-2023
2023-2024
2024-2025
2025-2026

MEMBERSHIP AFFILIATION

Simtex Industries PLC., is Affiliated with the Following Chambers and Association

Bangladesh Association of Publicly Listed Companies (BAPLC)

Bangladesh Garments Accessories & Packaging Manufacturers & Exporters Association (BGAPEA)

Bangladesh Textile Mills Association (BTMA)

India-Bangladesh Chamber of Commerce & Industry (IBCCI)

Bangladesh Sewing Thread Manufacturers & Exporters Associaton (BSTMEA)

GLIMPSE OF 18th AGM









GLIMPSE OF ACHIEVEMENTS



BGAPMEA EXPORT TROPHY- 2021



BGAPMEA EXPORT TROPHY- 2019



BGAPMEA EXPORT TROPHY- 2018

IFTAR PROGRAM 2026

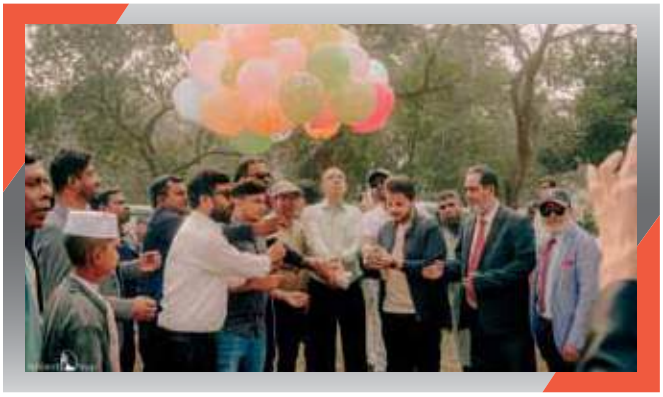








ALBUM OF ANNUAL PICNIC 2026









Annexure-A
[Certificate as per condition No. 1(5) (xxvi)]

DECLARATION BY CEO AND CFO

Date: 10.10.2026

Board of Directors
Simtex Industries PLC.
Khagan, Birulia, Savar, Dhaka-1341

Subject: Declaration on Financial Statements for the year ended on 30 June 2026.

Dear Sir,
Pursuant to the condition No. 1(5)(xxvi) imposed vide the Commission's Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 Dated 03 June 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:

(1) The Financial Statements of Simtex Industries PLC., for the year ended on 30 June 2026 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;

(2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;

(3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;

(4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;

(5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and

(6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that: -

(i) We have reviewed the financial statements for the year ended on 30 June 2026 and that to the best of our knowledge and belief:

  (a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

  (b) these statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.

(ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Sincerely yours,

Neaz Rahman Shaqib
Managing Director

Safiqur Rahman Sibli
Chief Financial Officer (CC)

RISK MANAGEMENT & SUSTAINABILITY ANALYSIS

Every business and organization faces certain risks, which may lead to unexpected and adverse events resulting in financial losses or, in extreme cases, operational shutdown. Effective risk management strengthens the Company's ability to achieve its business targets, maintain market share, optimize procurement, manage finances, and fulfill social objectives, while ensuring compliance with legal and regulatory requirements. In doing so, it helps protect and enhance shareholder value.

Simtex Industries PLC., is exposed to a variety of risks inherent in carrying out its business activities. The Company's risk management process enables management to identify, assess, and address these risks in an informed, controlled, and transparent manner. Simtex is committed to managing business risks to an acceptable level, thereby maximizing opportunities while minimizing potential adverse impacts.

The Board of Directors of Simtex Industries PLC has overall responsibility for risk management. While the Board approves and reviews the Company's risk management policies and strategies, the management is responsible for implementing procedures to execute these policies and strategies. The risks to which the Company is exposed, and the methods adopted to manage them, are discussed below:



(A) Industry Risk and Concentration of Industry Risk

1) Market Demand

Market risk arises when there is a decline in market demand. The Company's sales and revenues are dependent on the overall demand for its products. Any economic downturn, changes in customer requirements, or international factors may adversely affect the demand for the Company's products, potentially impacting its financial performance.

Management Perception

The strong brand loyalty of the Company's products has enabled Simtex Industries PLC. to capture a significant market share in its sector. Additionally, the Company continues to expand its market presence and enhance product quality, thereby mitigating potential market risks.

2) Competition and Globalization Effects

Simtex Industries PLC., operates in a free-market economy and is exposed to intense competition from both local and international players. The easy availability of global products in the local market further heightens competition, posing challenges to the Company's profitability.

Management Perception

Bangladesh is the prime source of cheapest labor in the world, gaining comparative advantages for its industries over their global competitors. Other overhead costs are also low in Bangladesh. As a result, the Company has been able to maintain its cost of products as most competitive. Moreover, over the last few years the Company has built a trustworthy relationship with its customers which helps the Company avoid competition with others.

3) Raw Materials and Energy Costs

Instability in raw material and energy costs can significantly impact the Company's profitability. For instance, last year's government decision to increase gas prices has placed considerable pressure on production costs for local businesses.

Management Perception

The management believes that effective inventory management, proper sourcing and timing, adherence to economic order quantities, and efficient utilization of credit facilities can help reduce procurement costs. For gas and power, Simtex Industries PLC., operates independently, ensuring low-cost energy and an uninterrupted production process.

(B) Market and Technology-Related Risks

1) Market risks

Market risks refer to the potential impact of adverse market conditions on the Company's sales and profitability. Examples include shortages in raw material supplies, inefficiencies in labor availability, and declines in product demand, all of which reflect challenging external and internal business environments. Such risks may hinder the Company's ability to achieve its business objectives.

Management perception

The Company operates in the backward linkage segment of the Garments Sector in Bangladesh. Its primary product, sewing thread, is ultimately consumed by garment manufacturers, who export their finished goods to international markets. Simtex Industries PLC. serves several world-renowned brands as its end consumers.

2) Technology risks

Technology risks arise from rapid advancements that may render existing technology obsolete or reduce its cost efficiency compared to competitors. New entrants adopting more advanced or sophisticated technologies can pose a threat to the Company's operational efficiency and competitive position.

Management perception

The plant and machinery installed in the Company's manufacturing facility, imported from world-renowned brands, are efficient and cost-effective. The management remains vigilant of emerging technological changes to ensure that the Company stays competitive and up-to-date.

(C) Interest Rate Risks

The Company is exposed to fluctuations in market-wide interest rates on bank loans. Interest rates on short-term and long-term loans may vary over time due to several macroeconomic and market-driven factors, including inflationary pressures, increased demand for bank loans, volatility in the money market, restrictive monetary policies, and higher government borrowing from the banking sector. Any increase in interest rates beyond the Company's expectations could adversely affect its cash flow, profitability, and, ultimately, the value of its shares.

Management Perception

The management of Simtex Industries PLC., places strong emphasis on financial management to maintain an optimal

capital structure, ensuring that the cost of capital remains minimal. Long-term funding is procured at the lowest possible fixed interest rates, while short-term funding is arranged at reasonable and competitive rates.

(D) Exchange Rate Risks

A business engaged in overseas transactions may face potential losses due to fluctuations in foreign currency rates. These losses may increase as the Bangladesh Taka consistently trends downward against other foreign currencies, and vice versa.

Management Perception

Simtex Industries PLC., conducts its foreign transactions in US Dollars for both exports and imports. When the value of the functional currency fluctuates, exchange rate gains or losses on exports are naturally offset by the corresponding gains or losses on imports. Because the value of exports consistently exceeds the value of imports, these transactions create a net foreign currency balance.

(E) Operational Risks

Possible failures in human resources, breakdowns in production systems, inefficient internal control procedures, and, most importantly, the risks associated with being a first mover in the industry may cause the Company's venture to be unsuccessful.

Management perception

Simtex Industries PLC., has several key experts in the field who possess both academic and practical knowledge and are highly trained. We also provide on-the-job training so employees can continuously improve and refine their skills. Most importantly, Simtex Industries PLC., has procured the latest technology and world-renowned machinery for its plant to ensure smooth production operations. Finally, our research team is dedicated to continuously improving our products to meet customer demand effectively.

(F) Other Risk Factors

The Company may be exposed to other risk factors such as:

a) potential or existing government regulations,

b) possible changes in global or national policies,

c) political unrest,

d) natural climatic conditions, and

e) a possible slowdown in Bangladesh's economic growth.

The significant risks related to the Company's business are regularly reviewed, monitored, and reported, and appropriate mitigating measures are evaluated by the Board and Management.

SUSTAINABILITY REPORTING

Sustainability is a balancing act that focuses on avoiding harm to the environment and preventing the depletion of natural resources, thereby supporting long-term ecological balance. Sustainable development is a dynamic process that enables people to realize their potential and improve their quality of life while simultaneously protecting and enhancing the Earth's life-support systems.

Simtex Industries PLC., views sustainability as a continuous improvement process that positively influences public perception and enhances financial performance. The Company is committed to keeping stakeholders and the general public informed about the development of its sustainability initiatives and progress, ensuring they remain updated on these important activities.

We recognize the importance of our role in creating truly sustainable products. We embrace our responsibility—as a Company, as a leader, and as an innovator—to contribute to a brighter future for all. Drawing on our legacy of stewardship, we continue to forge new paths toward a future where people are healthy and well-nourished, and where ecosystems are responsibly utilized to support global needs for energy, chemicals, and other resources. Although there is still much to accomplish, we believe we are already contributing meaningfully to that future.



Simtex Industries PLC., based on our sustainability management system, is committed to transparent reporting of our activities and goals to create value for both the Company and its stakeholders.

Environment

As Simtex Industries PLC., always operates with high ethical standards, the Company is committed to environmental excellence. It adopts innovative concepts and eco-friendly technologies that reduce environmental impact and help preserve biodiversity.

Employees

Simtex provides equal employment opportunities to employees at all levels and recruits individuals who are well-qualified and committed to the Company. It fosters a congenial working environment where every individual can be fully integrated and utilize their potential to achieve organizational targets. Simtex Industries PLC.'s Code of Conduct provides the framework to support this approach.

Associates

To protect human rights, Simtex Industries PLC., is committed to upholding internationally accredited employment and social standards for all its associates, while complying with local and national environmental laws to actively contribute to environmental protection. We believe it is in our collective best interest to support their capacity development so they can contribute to a sustainable future.

Products

To meet the highest expectations of consumers, Simtex Industries PLC., manufactures and delivers world-class, top-quality, safe products, thereby upholding sustainability.

Society

By embracing social responsibility as a commitment to the community and contributing to social development, Simtex provides comprehensive support to the society's most vulnerable areas.

As the Company is highly committed to sustainability, it has developed the following sustainability strategies:

- Risk Management
- Personnel Development
- Environmental Protection
- Occupational Safety
- Social Causes Programs
- Health Protection and Stakeholder Interests

Simtex Industries PLC., consistently strives to implement these strategies through the following sustainability management initiatives:

- Corporate Social Responsibility (CSR)
- Environment-Related Initiatives
- Environmental and Social Obligations
- Integrated Reporting

ENVIRONMENTAL AND SOCIAL OBLIGATIONS

Today, our planet is running out of resources, as it no longer has the natural capacity to compensate for humanity's ecological footprint.

Every business impacts the environment. To minimize negative effects, certain legal obligations must be followed. These requirements are relatively straightforward for any business, including workplaces.

It helps minimize the likelihood of environmental problems and reduces the costs of unnecessary waste and damage, while strengthening the Company's image and helping us gain a competitive advantage.

Environmental protection legislation is continually being reviewed both locally and internationally. To comply with the updated regulations, we consistently adhere to the following environmental obligations:

- Reduction of Natural Resource Consumption: We minimize energy and water usage within our premises and processes to conserve resources and reduce overall consumption.

- Water Treatment Plant Usage: To prevent environmental hazards, the factory uses a water treatment plant to purify wastewater and mitigate any potential pollution.

- Responsible Goods Procurement: We prioritize purchasing products and services that minimize environmental impact for our daily operational needs.

- Pollution Prevention Practices: We adopt practices that prevent pollution and conserve natural resources.

- Equipment Life Extension: To extend the lifespan of equipment, we implement preventive maintenance schedules, refurbish used equipment, and make strategic purchases.

- Sensitive Equipment Monitoring: We regularly monitor sensitive equipment, prevent and repair leaks, and maintain records to ensure optimal operation and environmental safety.

In addition, we regulate work includes disposing, maintaining, servicing and dismantling the disposal, maintenance, servicing and dismantling of refrigerators, freezers, air-conditioning equipment's and heat pumps as well as decommissioning of fire protection equipment and extinguishers.



Environmental compliance has become a fundamental requirement for businesses, and risk management training is an effective way to understand all aspects of environmental compliance. Accordingly, Simtex Industries PLC., organizes several training and certification programs on risk management.

Exceeding environmental obligations not only helps avoid penalties for non-compliance but also creates opportunities for substantial cost savings. Simtex Industries PLC., recognizes such savings by reusing, recycling, and reprocessing materials that would otherwise be discarded as waste.

To strengthen our reputation as a responsible corporate entity, we ensure that our headquarters, factory, and subsidiary companies operate in full alignment with all environmental guidelines.

Moving forward, we remain committed to upholding the highest environmental and social standards to establish Simtex Industries PLC., as a green leader in the industry.



SIMTEX INDUSTRIES PLC.

UPHOLDING THE HIGHEST ENVIRONMENTAL AND SOCIAL STANDARDS

ENVIRONMENT RELATED INITIATIVES

The modern world is changing rapidly. Over time, we have become increasingly dependent on technology, which has both positive and negative impacts on our lives. While new ideas and technologies contribute to human wellbeing, sometimes humans engage in activities that harm ecological systems, the atmosphere, and even our health. Recognizing the importance of a sustainable planet, Simtex Industries PLC., continuously strives to promote environmental preservation and pollution control through the following green initiatives:



Environmental Priority

Simtex Industries PLC., integrates environmental Concerns and their impact into decision-making and Ensures they are considered during the execution of activities.



Environment-Friendly Office

We provide environment-friendly office equipment, information, and solutions that are appreciated by our clients and supported by our employees, contributing to the preservation of the ecosystem.



Minimizing Energy and Water Usage

We are committed to fulfilling our social responsibilities by minimizing the use of energy and water within our premises and factories. This helps conserve resources , reduce waste, and lower costs. and reduce the wastage & cost as well.



Educating Staff on Environmental Principles

We place high priority on educating our staff thoroughly on a routine basis about us environmental principles to ensure that they conform to these principles in performing them duties and responsibilities.



Eco-Friendly Office Equipment

We select computers, monitors, printers, fax machines, copiers, and other office equipment with a focus on functionality, cost-effectiveness, and eco-friendliness.



Switching Off Electronics Devices after Finishing Tasks

The Company's employees are highly conscientious, strictly following the practice of turning off computers, monitors, printers, copiers, lights, and the main switch at the end of each workday, which also helps prevent potential hazards.



Email Correspondence

We usually prefer using email instead of sending memos and faxing documents for reducing time and papers.



Paperless Office

We are trying to set up a paperless office.



CNG Converted Vehicles

Most of the company's vehicles, including the pool cars used for transportation, have been converted to CNG to reduce both air pollution and costs.



Energy Savings Bulbs

We have already installed energy-saving bulbs throughout the office premises and factory to minimize power and electricity consumption.

REPORT ON GOING CONCERN

Day by day, businesses are becoming more competitive and challenging. Every company must assess its ability to continue as a going concern.

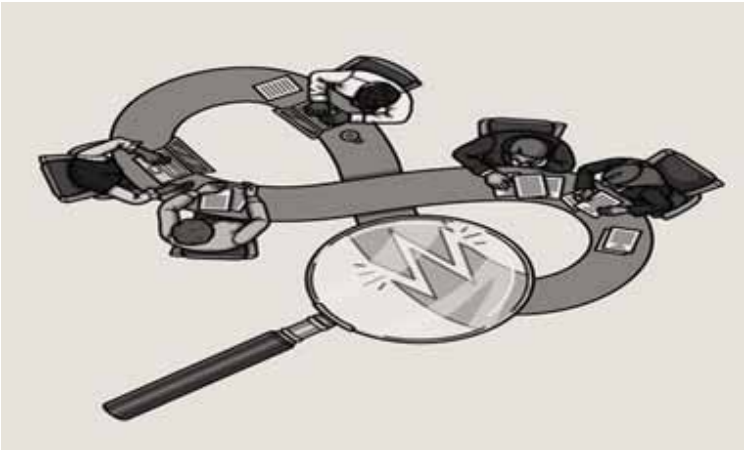
Going concern is a fundamental accounting concept used in preparing a company's financial statements. It assumes that a company will continue its operations and has no intention or need to liquidate or cease trading. This assumption indicates that the business intends to operate for at least the next year, which forms the basis for preparing its financial statements.

The purpose of this going concern statement is to combine the requirements of company law, accounting standards, and listing rules related to going concern.

The Board of Directors of Simtex Industries PLC., has evaluated whether any material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern.

The Directors assessed the Company's status as a going concern by making appropriate inquiries, including reviewing the budget and the expected outcomes of inherent business risks.

Considering the following major indicators, the Board of Simtex has concluded that the financial statements for the year ended June 2026 have been prepared based on the going concern assumption.



FINANCIAL INDICATIONS

Positive Net Current Assets

SIMTEX has positive net current assets of Tk. 722.02 million as of June 30, 2026. This indicates the Company's ability to meet its short-term obligations using its short-term assets.

Fixed Term Debt with Realistic Renewal or Repayment

Based on our past experience, it can be said that there is a strong possibility that a major portion of the short-term debt (used for working capital) will be renewed or can be repaid from cash flows.

Less Reliance on Short Term Borrowing/Current Liabilities

At the end of the financial year 2025–2026, the company's total short-term borrowings and current liabilities were Tk. 707.62 million, representing only 27.64% of total equity and liabilities. This indicates that the company has a low reliance on short-term borrowings.

Continuous Financial Support by Lenders/Valued Investors

The Company has a strong track record and reputation for settling its obligations with lenders, investors, and clients. As a result, we enjoy easy and fair access to funding sources to meet our growing needs.

Positive Key Financial Ratios

The Company's financial ratios indicate strong financial health and good prospects, as evidenced by the financial synopsis presented in the Annual Report.

Consistent Payment of Dividends

The Company has been paying dividends consistently to its shareholders for many years. The financial highlights included in this Annual Report demonstrate the Company's stability and long-term commitment to dividend payments.

Since its listing, the Company has paid cash dividends every year, reflecting its long-term operational viability. The Company began paying cash dividends from the time it was listed on the stock exchanges.

Credibility in Payment of Obligations

Simtex has strong credibility in meeting its obligations to lenders and investors. The Company strictly complies with all loan agreement terms and has never defaulted.

Performance Growth

Simtex Industries PLC., maintained sustainable operational performance. The Company's gross profit, operating profit, and net profit were all positive during the reporting period. Gross profit, operating profit, and net profit were BDT 346.99 million, BDT 161.25 million, and BDT 99.43 million respectively. These indicators support the Company's ability to continue in the foreseeable future.

OPERATING INDICATIONS

Key Management Turnover

During the year 2025–2026, the Company experienced only a nominal employee turnover. There were no significant changes in key management positions. Employees maintain strong communication and long-term loyalty toward the Company.

World Class Product

Over the years, SIMTEX has become a trusted partner for its reputed buyers, continuously developing products and keeping up with current trends through its premium, world-class offerings. Its unique features and specifications make SIMTEX stand out to international buyers.

Good Market Reputation and Clients' Satisfaction

Gradually, the Company has built a strong market reputation and high client satisfaction by offering products with varied specifications, compositions, colors, and superior quality, and delivering them to clients in a professional and expert manner. As a result, it has established itself as the largest national industrial sewing thread manufacturer in Bangladesh and a major player in the textiles market.

Corporate Environment and Employee Satisfaction

SIMTEX fosters a very positive corporate environment. It is an excellent workplace with a friendly atmosphere that encourages easy and comfortable communication among employees, keeping them motivated and happy. The Company is committed to honesty and fair treatment for all employees, which helps maintain a strong corporate culture. SIMTEX offers a competitive compensation package, including numerous employee benefits such as festival bonuses, provident fund, worker profit participation fund, incentive and production bonuses, transportation facilities, group insurance, and more.

OTHER INDICATIONS

Maintenance of Sufficient Capital

As of 30 June 2026, the Company's total equity stands at BDT 1,808 million, compared to BDT 1,785 million as of 30 June 2025. The paid-up capital of the Company as of the reporting date is BDT 795.95 million. The Board has recommended a 11% (Tk 1.10 per share) for general shareholders and 7% (Tk 0.70 per share) for sponsors and directors, for the year ended 30 June 2026. This position reflects the Company's ability and intention to continue operations in the foreseeable future and demonstrates its long-term vision.

Satisfactory Credit Rating

Simtex Industries PLC., has been assigned a long-term credit rating of 'A' and a short-term credit rating of 'ST-3' by Credit Rating Information & Services Limited (CRISL), based on audited financial statements, bank liability position, and other available information up to the date of the rating declaration.

Principles on Disclosure of Material Information and Price Sensitive Information

1. PRINCIPLES:

This policy is being adopted in compliance with the Bangladesh Securities and Exchange Commission's Notification No. BSEC/CMRRCD/2021-396/52/ADMIN/140 dated December 28, 2022, published on January 05, 2024. According to Clause No. 3 (2) of the aforesaid Notification, the Company (SIMTEX) is required to prepare Principles on Disclosure of Material Information and Price Sensitive Information following the guidelines provided in Schedule A of the said notification and publish the principles in its website. Accordingly, the Board of Directors of the Company ('the Board') has approved these Principles on Disclosure of Material Information and Price Sensitive Information for the Company at its meeting held on December 14, 2023.

2. OBJECTIVES:

The main objective of these Principles is to ensure that all investors have equal access to important information that may affect their investment decisions and that such information is adequately disseminated in a fair and timely manner in pursuance with the Listing Regulations and to provide an overall governance framework for determination of materiality.

In addition to that objectives are also aimed the following:

a) To ensure that the Company complies with the disclosure obligations to which it is subject as a publicly traded company as laid down by the Listing Regulations, various securities laws, and any other legislations.

b) To ensure that the information disclosed by the Company is timely and transparent.

c) To ensure that corporate documents and public statements are accurate and do not contain any misrepresentation.

d) To protect the confidentiality of material/price-sensitive information within the context of the Company's disclosure obligations.

e) To provide a framework that supports and fosters confidence in the quality and integrity of information released by the Company.

f) To ensure uniformity in the Company's approach to disclosures, raise awareness, and reduce the risk of selective disclosures.

3. DEFINITION:

i. "Board of Directors" or "Board" means the Board of Directors of Simtex Industries PLC. (SIMTEX), as constituted from time to time.

ii. "Policy" means this Policy titled The Principles on Disclosure of Material Information and Price Sensitive Information (PSI).

iii. "Key Managerial Personnel" means Key Managerial Personnel (KMP) including the Managing Director & CEO, Chief Financial Officer (CFO), Company Secretary, and such other officer/s as may be prescribed by the Board of Directors.

iv. Stock Exchange(s) means Dhaka Stock Exchange and Chittagong Stock Exchange.

v. Listing Regulations mean Dhaka Stock Exchange (Listing) Regulation 2015 and the Chittagong Stock Exchange (Listing) Regulation 2015.

vi. "BSEC" means Bangladesh Securities and Exchange Commission.

vii. "DSE" means Dhaka Stock Exchange PLC.

viii. "CSE" means Chittagong Stock Exchange PLC.

ix. "Chairman" means the chairman of the Board of Directors of SIMTEX.

x. "Director" means the Board of Directors of SIMTEX, so appointed time to time.

xi. "MD and CEO" means the Managing Director and Chief Executive Officer of SIMTEX.

xii. "Company Secretary" means the Company Secretary of the SIMTEX.

xiii. "CFO" means Chief Financial Officer of SIMTEX.

Words or Expressions not defined in this policy shall have the same meaning as given under the Securities and Exchange Ordinance, 1969, Bangladesh Securities and Exchange Commission Act,1993, the Companies Act,1994, Deposited Act,1999, Exchanges Demutualization Act,2013 and provisions made under the said laws. Further, in case of inconsistency between any provisions of this policy with any existing policy (ies) of the Company, provisions of policy for determination and disclosure of Materiality of Events or Information and Price Sensitivity will prevail.

4. PRICE SENSITIVE INFORMATION (PSI):

The company will consider the following information as the price sensitive information in (PSI) of The Company:

- Information related to the financial report financial results and other basic information related to the financial performance;
- Information related to dividend and corporate declarations;
- Information related to the change of corporate structure (i.e. amalgamation, merger, de-merger, re-structuring, acquisition, winding up, transfer, and transformation, etc.);
- Information related to the change of capital structure;
- Information related to the business extension, change, etc.;
- Any other information as defined by the BSEC as PSI through various rules, regulations, circulars, and directives; and
- Any information published by the BSEC in the official gazette defining as PSI.

5. MATERIAL INFORMATION (MI)

A. Factors related to changes in financial conditions, such as: -

(a) Changes in financial statements, such as significant decrease or increase in income, expenses, cash flows, receivables, liabilities or assets, etc., and revaluation of most or significant assets or any information or statement or comment regarding revaluation of significant assets or significant decrease-increase;

(b) The following comparative information in the financial statements:

- Earnings per share (EPS);
- Net operating cash flow per share (NOCFPS);
- Net asset value per share (NAV);

(c) Material changes in the value or composition of assets of the company;

(d) Any special instructions or any modification of any special instructions previously given by the regulatory authority of the company regarding the reservation of provisions, and

(e) Any change in the accounting policies of the company, etc.

B. Information regarding corporate announcements, such as: -

(a) Any decision relating to dividend;

(b) The decision to declare or issue rights, bonus issues, or similar benefits to security holders;

(c) Corporate declarations or other information relating to the receivables of the investors; and

(d) Any change in dividend distribution policy, etc.

C. Information regarding changes in corporate structure, such as: -

(a) Acquisition or disposal of any existing assets of the company at least 05% (five percent) or more;

(b) Merger of the Company with another company;

(c) Any acquisition or substantial acquisition of shares of any company, etc.

(d) Demerger of any unit of the company;

(e) Conversion or winding up of any unit of the Company;

(f) Changes in corporate operations by way of capital reorganization or merger or demerger;

(g) Takeover proposal or internal service acquisition proposal of any company;

(h) Change of ownership that may affect controlling of the Company; and

(i) Change of name or address, etc.

D. Information regarding changes in capital structure, such as: -

(a) Any decision regarding private or public or rights offer of securities or changes in its capital structure;

(b) Systematic repurchase or redemption of securities of the Company;

(c) Any decision regarding consolidation of shares, exchange of shares, conversion of any security into equity security, or conversion of debentures into shares; and

(d) Significant changes in rights of security holders, etc.

E. Information regarding expansion, change, etc. of business activities, such as: -

(a) Any significant development or change in the Company's technology, production or facilities;

(b) Significant capital investment or significant change in the purpose of the organization;

(c) Significant new contracts, product, patent, service, or business changes;

(d) Significant realization of long-term Bad Debts;

(e) Any change of the Board of Directors or any resignation or termination of the CEO, CFO and Company Secretary;

(f) Change of statutory auditor or corporate governance compliance auditor and Credit Rating Company or agency;

(g) Initiation of legal proceedings or development of regulatory matters or any significant judgment or order by the court;

(h) Change of category of listed security in the stock exchange(s) or company's de-listing from the exchange(s);

(i) Any significant management contract, investor relations agreement, service agreement, or related party transaction that could materially affect the financial statements of the Company;

(j) Information relating to the decision of sale or purchase of any fixed asset or renovation or development or expansion of plant or machinery (BMRE) or setting up of new units; and

(k) Grant or acceptance of significant advances or loans between the inter-company, subsidiary, or associate companies;

(l) Any kind of loan or related benefits received and provided or exchanged with any directors of the Company.

F. Information related to loan and debt management, such as: -

(a) Borrowing and repayment of 25% or more of the paid-up capital or net asset value, whichever is higher;

(b) Mortgage or unmortgaged of any significant assets;

(c) Failure to repayment of debt to any bank or creditor or letter of credit for more than 06 (six) months;

(d) Significant new loan agreements; and

(e) Foreign loan and agreement or investment agreement, etc.

G. Others, such as:-

(a) Signing of any material agreement or cancellation or substantial amendment of previously declared/signed agreement;

(b) Loss of any substantial assets of the company or any event affecting its reputation;

(c) Cancellation or substantial modification of any scheme previously declared; and

(d) Submission of qualified reports of the company by the auditor, etc.

H. The commission may, by order published in the official gazette, determine any other information to be Material Information.

6. DISCLOSURES ON THE WEBSITE

The Policy will be available on the Company's website: https://simtexgroup.com. The Company shall upload on its website all Material Information and Price Sensitive Information and host for a minimum period of 03 (three) years according to requirements by Rule No. 3(4) of the BSEC Prohibition of Insider Trading Rules 2022.

7. TRADING PERIOD RESTRICTION

As per Rule-5(2) of the BSEC Prohibition of Insider Trading Rules 2022, individuals including Sponsors, Directors, Employees, Auditors, persons engaged in audit work, advisors, legal counsel, or beneficial owners of securities are prohibited from buying, selling, receiving, or disposing of any securities of the Company between May 1st of each fiscal year and the approval of annual financials by the Board of Directors.

8. MONITORING AND REPORTING

The 'Key Managerial Personnel' (KMP) are jointly responsible to the Board for monitoring and reporting the implementation of this principle.

9. PRINCIPLES REVIEW

These Principles may be modified as may, in the opinion of the Board, be deemed necessary from time to time based on changing requirements as prescribed by the BSEC with the assistance of KMP and subsequently to be updated to the website.

9.1. REVIEW OF THE POLICY

The Policy may be modified as may, in the opinion of the Board, be deemed necessary.

Neaz Rahman Shaqib
Managing Director

PODDER & ASSOCIATES

Cost and Management Accountant

6/A/1 (Ground Floor), Segun Bagicha, Dhaka-1000.
Phone: 02-57160360, 02-57160425, E-mail: info@thepodders.com
podderassociates@yahoo.com, Web: www.thepodders.com

Annexure-B

[Certificate as per condition No. 1(5)(xxvii)]

Report to the Shareholders of Simtex Industries PLC. on compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by Simtex Industries PLC. for the year ended on June 30, 2026. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80, Dated: 3 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

(a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;

(b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code:

(c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and

(d) The governance of the company is satisfactory.

For Podder & Associates

Place: Dhaka
Dated: 12th November 2026

Jayanta Kumer Podder
Cost & Management Accountants

Corporate Govemance	Income Tax Consultancy	Financing Consultancy	Feasibility & Project Profile	Legal Regulatory Service	Cost Audit
IPO Consultancy	VAT Consultancy	Accountancy Service	Foreign Investment Functions	Business Advisory & Outsourcing	Management & Performance Audit
Secretarial Service	Custom & Excises	Business Automation, MiS & AIS	Liasion Office Support Service	Brand Survey & Product Promotion	HR Consultancy & HR Outsourcing

Annexure- C
[As per condition No. 1(5)(xxvii)]

Simtex Industries PLC.

Status of Compliance with the Corporate Governance Code (CGC)

For the year ended 30 June 2026

Status of compliance with the conditions imposed by the Commission's Notification No.BSEC/CMRRCD/2006-158/207/Admin/80, dated 03 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report under Condition No. 9.00)

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
1	**Board of Directors**			
1(1)	**Size of the Board of Directors**			
	The total number of members of a company's Board of Directors (hereinafter referred to as "Board") shall not to be less than 5 (five) and more than 20 (twenty).	√	-	The Boards of Directors are comprised of Eight (8) Directors Including Managing Director.
1(2)	**Independent Directors**			
1(2)(a)	At least 2 (two) directors or One-fifth (1/5) of the total number of directors in the company's board, whichever is higher, shall be independent directors; any fraction shall be considered to the next integer or whole number for calculating number of independent director(s):	√	-	There are Four (04) Independent Directors on the SIMTEX Board.
1(2)(a)(i)	``Provided that the Board shall appoint at least 1(one) female independent director in the Board of Directors of the company;	-	-	A female independent director, Ms. Naima Sultana, FCA, has been appointed.
1(2)(b)	**Without contravention of any provision of an other laws, for the purpose of this clause,an "independent director" means a director-"**			
1(2)(b)(i)	Who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	√	-	None of the Independent Directors hold any shares of Simtex.
1(2)(b)(ii)	Who is not a sponsor of the company and is not connected with the company's any sponsor or director or nominated director or shareholder of the company or any of its associates, sister concerns, subsidiaries and parents or holding entities who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members also shall not hold above mentioned shares in the company:	√	-	
1(2)(b)(iii)	who has not been an executive of the company in immediately preceding 2 (two) financial years;	√	-	-
1(2)(b)(iv)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated companies;	√	-	-
1(2)(b)(v)	who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange;	√	-	-
1(2)(b)(vi)	who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market;	√	-	-
1(2)(b)(vii)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code;	√	-	-
1(2)(b)(viii)	who is not independent director in more than 5 (five) listed companies;	√	-	-
1(2)(b)(ix)	Who has not been reported as a defaulter in the latest Credit Information Bureau (CIB) report of Bangladesh bank for non-payment of any loan or advance or obligation to abank or a financial institution;and"	√	-	-

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
1(2)(b)(x)	who has not been convicted for a criminal offence involving moral turpitude;	√	-	-
1(2)(c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM);	√	-	-
1(2)(c) (1)	"Provided that the Board shall appoint the independent director, subject to prior consent of the Commission, after due consideration of recommendation of the Nomination and Remuneration Committee(NRC) of the company;"	√	-	
1(2)(d)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days;	√	-	
1(2)(e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) tenure only.	√	-	-
1(3)	**Qualification of Independent Director:**			
1(3)(a)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to business;	√	-	-
1(3)(b)(i)	Business leader who is or was a promoter or director of an unlisted company having minimum paid up capital of Tk. 100.00 million or any listed company or a member of any national or international chamber of commerce or business association; or	-	-	N/A
1(3)(b)(ii)	Corporate leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid up capital of Tk. 100.00 million or of a listed company;	√	-	-
1(3)(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or law; Provided that in case of appointment of existing official as independent director, it requires clearance from the organization where he or she is in service;or"	√	-	N/A
1(3)(b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law;	-	-	N/A
1(3)(b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification;	√	-	
1(3)(c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b);	√	-	-
1(3)(d)	In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission;	-	-	N/A
1(4)	**Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer:**			

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
1(4)(a)	The positions of the Chairperson of the Board and the Managing Director (MD) and/or Chief Executive Officer (CEO) of the company shall be filled by different individuals;	√	-	-
1(4)(b)	The Managing Director (MD) and/ or Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company;	√	-	-
1(4)(c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company;	√	-	-
1(4)(d)	The Board shall clearly define respective roles and responsibilities of the chairperson and the Managing Director and/ or Chief Executive Officer;	√	-	-
1(4)(e)	In the absence of the chairperson of the Board, the remaining members may elect one of themselves from non-executive directors as Chairperson for that particular Board's meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	√	-	N/A
1(5)	**The Directors' Report to Shareholders:**			
1(5)(i)	An industry outlook and possible future developments in the industry;	√	-	-
1(5)(ii)	The Segment-wise or product-wise performance;	√	-	N/A
1(5)(iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	√	-	-
1(5)(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin, where applicable;	√	-	-
1(5)(v)	A discussion on continuity of any Extra-Ordinary activities and their implications (gain or loss);	√	-	No such event arose
1(5)(vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions;	√	-	-
1(5)(vii)	A statement of utilization of proceeds raised through public issues, rights issues and/or any other instruments;	√	-	No such case during the year
1(5)(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc;	√	-	No such case during the year
1(5)(ix)	An explanation on any significant variance that occurs between Quarterly Financial performance and Annual Financial statements;	√	-	
1(5)(x)	A statement of remuneration paid to the directors including independent directors	√	-	
1(5)(xi)	A statement that the financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity;	√	-	-
1(5)(xii)	A statement that proper books of account of the issuer company have been maintained;	√	-	-

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
1(5)(xiii)	A statement that appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment;	√	-	-
1(5)(xiv)	A statement that International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed;	√	-	-
1(5)(xv)	A statement that the system of internal control is sound in design and has been effectively implemented and monitored;	√	-	-
1(5)(xvi)	A statement that minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress;	√	-	-
1(5)(xvii)	A statement that there is no significant doubt upon the issuer company's ability to continue as going concern, if the issuer company is not considered to be a going concern, the fact along with reasons there of shall be disclosed;	√	-	-
1(5)(xviii)	An explanation that significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof shall be explained;	√	-	
1(5)(xix)	A statement where key operating and financial data of at least preceding 5 (five) years shall be summarized;	√	-	-
1(5)(xx)	An explanation on the reasons if the issuer company has not declared dividend (cash or stock) for the year;	-	-	The Board of Directors has recommended cash dividend of 11% for general shareholders and 7% per for sponsors and directors, for the yearended 30 June 2026.
1(5)(xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend;	-	-	N/A
1(5)(xxii)	The total number of Board meetings held during the year and attendance by each director;	√	-	
1(5)(xxiii)	**A report on the pattern of shareholding disclosing the aggregate number of shares (along with name-wise details where stated below) held by:-**			
1(5)(xxiii)(a)	Parent or Subsidiary or Associated Companies and other related parties (name-wise details);	-	-	'There is no subsidiary Company
1(5)(xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and Compliance and their spouses and minor children (name-wise details);	√	-	-
1(5)(xxiii)(c)	Executives;	√	-	-
1(5)(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name-wise details);	√	-	
1(5)(xxiv)	In case of the appointment or reappointment of a director, a disclosure on the following information to the shareholders:-	√	-	
1(5)(xxiv)(a)	a brief resume of the director;	√	-	-
1(5)(xxiv)(b)	nature of his or her expertise in specific functional areas;	√	-	-
1(5)(xxiv)(c)	names of companies in which the person also holds the directorship and the membership of committees of the Board;	√	-	-

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
1(5)(xxv)	**A Management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the company's position and operations along with a brief discussion of changes in the financial statements, among others, focusing on:**			
1(5)(xxv)(a)	accounting policies and estimation for preparation of financial statements;	√	-	-
1(5)(xxv)(b)	changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes;	√	-	-
1(5)(xxv)(c)	comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof;	√	-	-
1(5)(xxv)(d)	compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	√	-	-
1(5)(xxv)(e)	briefly explain the financial and economic scenario of the country and the globe;	√	-	-
1(5)(xxv)(f)	risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company; and	√	-	-
1(5)(xxv)(g)	future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explained to the shareholders in the next AGM;	√	-	-
1(5)(xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per **Annexure-A;**	√	-	-
1(5)(xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per **Annexure-B** and **Annexure-C.**	√	-	-
1(5)(xxviii)	The Directors' report to the Shareholders does not require to include the business strategy or technical specification related to products or services, which have business confidentiality."	√	-	-
1(6)	**Meetings of the Board of Directors:**			
	The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	√	-	-
1(7)	**Code of Conduct for the Chairperson, other Board members and Chief Executive Officer**			
1(7)(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) at condition No. 6, for the Chairperson of the Board, other board members and Chief Executive Officer of the company;	√	-	
1(7)(b)	The code of conduct as determined by the NRC shall be posted on the website of the company	√	-	

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
2	**Governance of Board of Directors of Subsidiary Company**		**There is no subsidiary company**	
2(a)	Provisions relating to the composition of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company;		N/A	
2(b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company;			
2(c)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company;			
2(d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also;			
2(e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.			
3	**Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary (CS):**			
3(1)(a)	The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC);	√	-	-
3(1)(b)	The positions of the Managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals;	√	-	-
3(1)(c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time;	√	-	-
3(1)(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS;	√	-	-
3(1)(e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s).	√	-	-
3(2)	**Requirement to attend Board of Directors' Meetings:**			
	The MD or CEO, CS, CFO and HIAC of the company shall attend the meetings of the Board:	√	-	-
3(3)	**Duties of Managing Director (MD) or Chief Executive Officer (CEO) and Chief Financial Officer (CFO)**			
3(3)(a)	The MD or CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief:	√	-	-
3(3)(a)(i)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	√	-	-

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
3(3)(a)(ii)	these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;	√	-	-
3(3)(b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board or its members	√	-	-
3(3) (c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	√	-	-
3(3) (c)(i)	'Provided that CFO or CS of any listed company may be appointed for the same position in any other listed or non-listed company under the same group reduction of cost or for technical expertise, with prior approval of the commission: Provided further that the remunartion and perquisites of the said CFO or CS shall be shares by appointing companies proportionately;"	√	-	N/A
4	**Board of Directors' Committee:- For ensuring good governance in the company, the Board shall have at least following sub-committees:**			
4(i)	Audit Committee	√	-	In Practice
4(ii)	Nomination and Remuneration Committee	√	-	In Practice
5	**Audit Committee**			
5(1)	**Responsibility to the Board of Directors**			
5(1)(a)	The company shall have an Audit Committee as a sub-committee of the Board;	√	-	In Practice
5(1)(b)	The Audit Committee shall assist the Board in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business;	√	-	In Practice
5(1)(c)	The Audit Committee shall be responsible to the Board; the duties of the Audit Committee shall be clearly set forth in writing.	√	-	-
5(2)(a)	The Audit Committee shall be composed of at least 3 (three) members;	√	-	The Audit Committee (AC) is comprises three (3) members, all of whom are Independent Directors.
5(2)(b)	The Board shall appoint members of the Audit Committee who shall be non-executive directors of the company excepting Chairperson of the Board and shall include at least 1 (one) independent director;	√	-	-
5(2)(c)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management background and 10 (ten) years of such experience;	√	-	-
5(2)(d)	When the term of service of any Committee member expires or there is any circumstance causing any Committee member to be unable to hold office before expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board shall appoint the new Committee member to fill up the vacancy immediately or not later than 1 (one) month from the date of vacancy in the Committee to ensure continuity of the performance of work of the Audit Committee;	√	-	-
5(2)(e)	The company secretary shall act as the secretary of the Committee;	√	-	-

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
5(2)(f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	√	-	-
5(3)(a)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an Independent director;	√	-	-
5(3)(b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	√	-	-
5(3)(c)	Chairperson of the Audit Committee shall remind present in the Annual General Meeting (AGM):	√	-	-
5(4)(a)	The Audit Committee shall conduct at least its four meetings in a financial year: Provided that any emergency meeting in addition to regular meeting may be convened at the request of any one of the members of the Committee;	√	-	-
5(4)(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	√	-	-
5(5)	**The Audit Committee shall:-**			
5(5)(a)	Oversee the financial reporting process;	√	-	-
5(5)(b)	Monitor choice of accounting policies and principles;	√	-	-
5(5)(c)	Monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report;	√	-	-
5(5)(d)	oversee hiring and performance of external auditors;	√	-	-
5(5)(e)	Hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;	√	-	-
5(5)(f)	Review along with the management, the annual financial statements before submission to the Board for approval;	√	-	-
5(5)(g)	Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval;	√	-	-
5(5)(h)	Review the adequacy of internal audit function;	√	-	-
5(5)(i)	Review the Management's Discussion and Analysis before disclosing in the Annual Report;	√	-	-
5(5)(j)	Review statement of all related party transactions submitted by the management;	√	-	-
5(5)(k)	Review Management Letters or Letter of Internal Control weakness issued by statutory auditors;	√	-	-

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
5(5)(l)	oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors;	√	-	-
5(5)(m)	oversee whether the proceeds raised through Initial Public Offering (IPO) or Repeat Public Offering (RPO) or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission:	√	-	N/A
5(6)	**Reporting of the Audit Committee**			
5(6)(a)	**Reporting to the Board of Directors**			
5(6)(a)(i)	The Audit Committee shall report on its activities to the Board.	√	-	
5(6)(a)(ii)	The Audit Committee shall immediately report to the Board on the following findings, if any:-		-	
5(6)(a)(ii)(a)	Report on conflicts of interests;	-	-	No such Incident arose
5(6)(a)(ii)(b)	Suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements;	-	-	No such Incident arose
5(6)(a)(ii)(c)	Suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations;	-	-	No such Incident arose
5(6)(a)(ii)(d)	Any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately;	-	-	No such Incident arose
5(6)(b)	**Reporting to the Authorities:**			
	If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of 6 (six) months from the date of first reporting to the Board, whichever is earlier.	-	-	No such reportable incidence arose
5(7)	**Reporting to the Shareholders and General Investors:**			
	Report on activities carried out by the Audit Committee, including any report made to the Board under condition No. 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer company.	√	-	-
6	**Nomination and Remuneration Committee (NRC). -**			
6(1)	**Responsibility to the Board of Directors**			
6(1)(a)	The company shall have a Nomination and Remuneration Committee (NRC) as a subcommittee of the Board;	√	-	
6(1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	√	-	

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
6(1)(c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No. 6(5)(b).	√	-	
6(2)	**Constitution of the NRC**			
6(2)(a)	The Committee shall comprise of at least three members including an independent director;	√	-	
6(2)(b)	At least 02(two) members of the committee shall be non -executive directors;"	√	-	
6(2) (c)	Members of the Committee shall be nominated and appointed by the Board;	√	-	
6(2)(d)	The Board shall have authority to remove and appoint any member of the Committee;	√	-	
6(2)(e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee;	√	-	
6(2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee;	-	-	No such occurrence during the year
6(2)(g)	The company secretary shall act as the secretary of the Committee;	√	-	
6(2)(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;	√	-	
6(2)(i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company.	√	-	
6(3)	**Chairperson of the NRC**			
6(3)(a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director;	√	-	
6(3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;	√	-	
6(3)(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders.	√	-	
6(4)	**Meeting of the NRC**			
6(4)(a)	The NRC shall conduct at least one meeting in a financial year;	√	-	During this year, the Committee held 02 (Two) meeting, complying with the requirement of at least one meeting to be held during the year.
6(4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;	-	-	No such case arose after formation of NRC

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
6(4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h);	√	-	
6(4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.	√	-	
6(5)	**Role of the NRC**			
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders;	√	-	
6(5)(b)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board;	√	-	
6(5)(b)(i)	Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to the remuneration of the directors, top level executive, considering the following:	√	-	
6(5)(b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;	√	-	
6(5)(b)(i)(b)	The relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and	√	-	
6(5)(b)(i)(c)	Remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;	√	-	
6(5)(b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality;	√	-	
6(5)(b)(iii)	Identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;	√	-	
6(5)(b)(iv)	Formulating the criteria for evaluation of performance of independent directors and the Board;	√	-	
6(5)(b)(v)	Identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria;	√	-	
6(5)(b)(vi)	Developing, recommending and reviewing annually the company's human resources and training policies;	√	-	
6(5) (c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual Report.	√	-	
7	**External or Statutory Auditors**			
7(1)	**The issuer shall not engage its external or statutory auditors to perform the following services of the company, namely:-**			

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
7(1)(i)	Appraisal or valuation services or fairness opinions;	√	-	-
7(1)(ii)	Financial information systems design and implementation;	√	-	-
7(1)(iii)	Book-keeping or other services related to the accounting records or financial statements;	√	-	-
7(1)(iv)	Broker-dealer services;	√	-	-
7(1)(v)	Actuarial services;	√	-	-
7(1)(vi)	Internal audit services or special audit services;	√	-	-
7(1)(vii)	Any service that the Audit Committee determines;	√	-	-
7(1)(viii)	Audit or certification services on compliance of corporate governance as required under condition No. 9(1);	√	-	-
7(1)(ix)	Any other service that creates conflict of interest.	√	-	-
7(2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company	√	-	-
7(3)	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (AGM or EGM) to answer the queries of the shareholders.	√	-	-
8	**Maintaining a website by the Company:**			
8(1)	The company shall have an official website linked with the website of the stock exchange.	√	-	-
8(2)	The company shall keep the website functional from the date of listing.	√	-	-
8(3)	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	√	-	-
9	**Reporting and Compliance of Corporate Governance:**			
9(1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and shall such certificate shall be disclosed in the Annual Report.	√	-	
9(2)	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting.	√	-	
9(3)	The directors of the company shall state, in accordance with the **Annexure-C** attached, in the directors' report whether the company has complied with these conditions or not.	√	-	-

APPLICATION OF INTERNATIONAL FINANCIAL REPORING STANDARDS (IFRS) AND INTERNATIONAL ACCOUNTING STANDARDS (IAS)

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 Plans	IAS-26	Not Applicable
13	Investment in Associates and Joint Ventures	IAS-28	Not Applicable
14	Financial Reporting in Hyperinflationary Economics	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	Applied
21	Investment Property	IAS-40	Not Applicable
22	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	Non-current Assets Held for Sale and Discontinued Operations	IFRS 5	Not Applicable
5	Exploration for and Evaluation of Mineral Resources	IFRS 6	Not Applicable
6	Financial Instruments: Disclosure	IFRS 7	Applied
7	Operating Segments	IFRS 8	Not Applicable
8	Financial Instruments	IFRS 9	Applied
9	Consolidated Financial Statements	IFRS 10	Not Applicable
10	Joint Arrangement	IFRS 11	Not Applicable
11	Disclosure of Interest in other entities	IFRS 12	Not Applicable
12	Fair Value Measurement	IFRS 13	Applied
13	Regulatory deferral accounts	IFRS 14	Not Applicable
14	Revenue from Contracts with Customers	IFRS 15	Applied
15	Leases	IFRS 16	Not Applicable
16	Insurance Contract	IFRS 17	Not Applicable

REPORT OF THE AUDIT COMMITTEE

(For the year ended on 30 June 2026)

Dear Shareholders,

Simtex Industries PLC., established an audit committee as a sub-committee of the Board of Directors and they assist the Board of Directors in fulfilling its oversight responsibilities and ensuring that the financial statements reflect true and fair view.

Composition of Audit Committee

As per requirements of BSEC circular, The Board of Directors of Simtex Industries PLC. formed an Audit Committee headed by Company's Independent Director Mr. Md. Abdul Haque Sarder FCS, FCA. The Committee is composed of 3 (three) members of the Board. The members of the Audit Committee are as follows:

Mr. Md. Abdul Haque Sarder FCS, FCA Independent Director	Chairman
Mr. A. T. M. Sarrowar Kamal Chowdhury Independent Director	Member
Ms. Naima Sultana FCA Independent Director	Member
Mr. Saikh Bin Abedin ACA Company Secretary	Member Secretary

Audit Committee Meeting Attendance record of the Members

Name of Directors	Position	Meeting Held During His/Her Duration	Attended
Mr. Md. Abdul Haque Sarder FCS, FCA	Chairman	04	04
Mr. A. T. M. Sarrowar Kamal Chowdhury	Member	04	04
Ms. Naima Sultana FCA	Member	01	01
Mr. Md. Ayub Ali	Ex-Member	03	03

Mr. Md. Ayub Ali was excluded from the Audit Committee, and Ms. Naima Sultana, FCA, was included as a member of the Audit Committee, effective January 28, 2026.

The Role and Responsibilities of the Audit Committee

The Role and Responsibilities of the Audit committee are clearly mentioned in the Compliance of Corporate Governance Code of Bangladesh Securities and Exchange Commission (BSEC) Notification No. SEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018 condition no 5.5. The key responsibilities of the Audit Committee are as follows.

- Oversee the financial reporting process.
- Monitor choice of accounting policies and principles.
- Monitor Internal Control Risk Management process.
- Oversee hiring and performance of external auditors.
- Review along with the Management, the quarterly, half yearly and Annual Financial statements before submission to the Board of Directors for approval.
- Hold meeting with the external or statutory Auditors for review of the Financial Statements before submission to the Board of Directors for approval.
- Review the adequacy of internal Audit function.
- Review statement of significant related party transactions submitted by the management.
- Review Management letter/Letter of Internal Control weakness issued by statuary auditors.
- Review the Management's Discussion and Analysis before disclosing in the Annual Report.

During the period under report the committee met Four times and its activities include:

- The financial statements of the quarterly, half yearly and the full year were reviewed by the committee and subsequently recommended to the Board of Directors for adoption, consideration and circulation as per the requirement of Bangladesh Securities & Exchange Commission.
- The committee also reviewed the audited financial statements of the Company for the year ended June 30, 2026. This review incorporated the accounting policies and key judgments and estimates under pinning financial statements as disclosed in Notes to the Accounts.
- The committee also reviewed the work of the internal audit department and made suggestions for improvement.
- The committee reviewed the compliance with existing laws and regulation.
- Approved the internal audit plan.
- Reviewed the effectiveness and independence of the Statuary Auditors and recommended appointment of external auditors.

Audit Committee expressed their sincere thanks to all members of Board, team of Internal Audit, team of Accounts & Finance and Management of the Company for their support.

On behalf of the Committee



Mr. Md. Abdul Haque Sarder FCS, FCA
Chairman, Audit Committee

REPORT OF THE NOMINATION AND REMUNERATION COMMITTEE (NRC)

The Company has formed a Nomination and Remuneration Committee (NRC) as per notification no. BSEC/CMRRCD/2006-158/207/Admin/80 Dated 03 June 2018.

Members of NRC:

The committee consists of 3 members; which is as follows:

Mr. A. T. M. Sarrowar Kamal Chowdhury	Chairman
Mr. Md. Abdul Haque Sarder FCS, FCA	Member
Mr. Md. Ayub Ali	Member
Mr. Saikh Bin Abedin ACA	Secretary Member

The primary role of the Committee is to support and advise the Board on the Company's Remuneration Policy, both for the Board and Key Management Personnel. The Committee is also responsible for driving diversity and inclusion within the organization, establishing and upholding standards of behavior and the company's cultural code. Additionally, the Committee ensures the implementation of appropriate processes for performance-based compensation, aimed at motivating and retaining executives. Furthermore, the Committee works to ensure that the Company can attract and retain top talent, thereby maximizing value for its stakeholders.

During this year, the Committee held 02 (Two) meeting, complying with the requirement of at least one meeting to be held during the year.

NRC Meeting Attendance record of the Members

Name	Position	Meeting Held During His/ Her Duration	Meeting Attended
Mr. A. T. M. Sarrowar Kamal Chowdhury	Chairman	2	2
Mr. Md. Abdul Haque Sarder FCS, FCA	Member	2	2
Mr. Md. Ayub Ali	Member	2	2

Terms of Reference:

The terms of reference of the Committee as set out by the Nomination & Remuneration Committee which was adopted by the Board during the year under review, the Committee shall oversee, among others, the following matters and shall recommend the following for review and/or approval of the Board, as the case may be:

i. The criteria for determining qualifications, positive attributes and independence of a director.

ii. A policy relating to the remuneration of the directors, top-level executive, considering the following:

   a. The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;

   b. The relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and

   c. Remuneration to directors, top-level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;

iii. A policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality;

iv. The plan in relation to identification of persons who are qualified to become directors and who may be appointed in top-level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;

v. The criteria for evaluation of performance of independent directors and the Board;

vi. The plan or proposal on company's needs for employees at different levels and the selection, transfer or replacement and promotion criteria/ principles and

vii. The annual exercise on the developments, recommendations and review of the company's human resources and training policies;

Major Activities during the year:

During the year under review, the Committee carried out the following activities:

a. Reviewed and ratified the uniform Code of Conduct for the Company which is also applicable to members of the Board and Key Management Personnel and Top-Level Executives as adopted by the Board

b. Reviewed the available documents of the Company which underly all aspects of individual and collective performance and functioning of the Company

c. Reviewed the core human resources principles and philosophies of the Company including recruitment, performance evaluation across all levels of members and talent value proposition of the Company

d. Reviewed Employee Benefit policies to attract the job seekers and retain internal talents. In addition, they also addressed succession planning of the Company to have our future leaders ready according to the requirements, while ensuring extensive training and development plans for the individual and/or group of people.

The NR Committee expressed its sincere thanks to the members of the Board and the Management of the Company for their support in carrying out its duties and responsibilities effectively. The Committee will proceed to function through constant monitoring of the progress of such activities throughout the calendar year.

On behalf of the Committee,

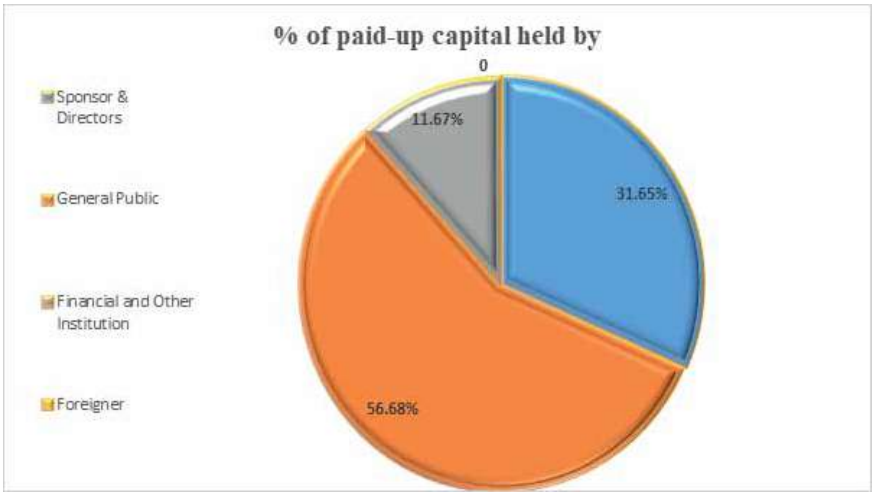


Mr. A. T. M. Sarrowar Kamal Chowdhury
Chairman of
Nomination and Remuneration Committee
& Independent Director

INFORMATION RELATING TO COMPANY CAPITAL

Simtex Industries PLC. is the second largest sewing thread manufacturer in Bangladesh. The Company started its business with paid-up Capital TK. 6.00 million and now it's existing paid-up capital stands at 795.954 million. Authorized Capital of the Company is TK. 1,000 million. In 2015 the Company raised its paid-up capital by TK. 300 million through IPO. The Company is listed with DSE and CSE. The Capital Structure of the Company is the nominated as under:

Particulars	Number of Shares	Percentage
Sponsor & Directors:	25,193,095	31.65%
General Public:	45,112,866	56.68%
Financial and Other Institution:	9,289,420	11.67%
Foreigner:	-	-
	79,595,381	100%



The Distribution Schedule showing the number of Shareholders and corresponding holding percentage under DSE & CSE Listing Regulation 37 on June 30, 2026 and June 20, 2025:

Particulars of Investors	2025-2026			2024-2025		
	Number of Shareholders	Number of Shares	Percentage of Shareholding	Number of Shareholders	Number of Shares	Percentage of Shareholding (%)
1 to 100 Shares	1,192	34,687	0.04%	791	22,081	0.03%
101 to 500 Shares	1,673	594,999	0.75%	1,594	562,080	0.71%
501 to 1,000 shares	646	575,058	0.72%	485	412,502	0.52%
1,001 to 10,000 shares	1,925	7,906,623	9.93%	1,630	6,829,589	8.58%
10,001 to 20,000 shares	350	5,381,599	6.76%	262	3,787,954	4.76%
20,001 to 50,000 shares	235	7,555,003	9.49%	225	7,148,797	8.98%
50,001 to 100,000 shares	85	6,374,367	8.01%	76	5,653,129	7.10%
100,001 to 1,000,000 shares	74	20,918,478	26.28%	75	20,681,328	25.98%
1,000,001 to 5,000,000 shares	5	10,054,616	12.63%	8	14,297,970	17.96%
5,000,001 to 10,000,000 shares	1	5,420,955	6.81%	1	5,420,955	6.81%
Over 10,000,000 shares	1	14,778,996	18.57%	1	14,778,996	18.57%
Total	**6,187**	**79,595,381**	**100.00%**	**5,148**	**79,595,381**	**100.00%**

CREDIT RATING

Simtex Industries PLC. has been rated as A (Pronounced as single A) for long-term credit rating and ST-3 for Short-term credit rating by Credit Rating Information and Services Ltd. (CRISL) based on audited financial statements up to 30 June, 2025, Bank liability position as on 03 March, 2026 and other available information up to the date of rating declaration. The date of rating was on 11 March, 2026. The outlook on the rating is Stable.

CREDIT RATING REPORT - RATIONALE

CRISL

First ISO 9001 : 2015 Certified Credit Rating Company in Bangladesh Operating Since 1995

Setting global standard at national level

CRISL/CER/ 1316 /26

SIMTEX INDUSTRIES PLC

RATING SPECIFICS

Date of Rating: March 11, 2026		Valid up to: March 10, 2027
	Long Term	Short Term
Entity Rating	A	ST-3
Outlook	Stable	
Bank Facilities Rating		
Bank/FI	Mode of Exposures (Figures in million)	Bank Loan Rating
Trust Bank PLC	*TLO-Tk.84.36 **WCLL-Tk.1,415.00	bir A

**TLO- Term Loan Outstanding, **WCLL- Working Capital Loan Limit*

CRISL has reaffirmed the Long Term rating 'A' (pronounced as single A) and the Short Term rating 'ST-3' of Simtex Industries PLC ('SIMTEX') based on its financials and both relevant qualitative and quantitative information available at the time of the rating. The above ratings have been reassigned due to consistent maintenance of some fundamentals such as equity-based capital structure, good financial performance, regular loan repayment status, good infrastructure facilities and experienced management team etc. However, these strengths are somewhat offset by moderate capacity utilization, moderate operating efficiency, exposure to price fluctuation risk, energy price hike risk etc.

The Long Term rating implies that entities rated in this category are adjudged to offer adequate safety for timely repayment of financial obligations. This level of rating indicates a corporate entity with an adequate credit profile. Risk factors are more variable and greater in periods of economic stress than those rated in the higher categories. The Short Term rating indicates good certainty of timely payment. Liquidity factors and company fundamentals are sound. Although ongoing funding needs may enlarge total financing requirements, access to financial markets is good with small risk factors.

CRISL also views the company with "Stable Outlook" for its steady business growth and consistent fundamentals and believes that the company will able to maintain its fundamentals with the same trend in foreseeable future.

Md. Asaduzzaman Khan
Chief Executive Officer

Nakshi Homes (1st, 4th & 5th Floor)
6/1/A, Segunbagicha, Dhaka-1000, Bangladesh
Tel: 88-02-953 0991-3, Fax: 88-02-953 0995
E-mail: info@crisled.com

BANGLADESH ASSOCIATION OF PUBLICLY LISTED COMPANIES

Renewed Certificate

This is to certify that

SIMTEX INDUSTRIES PLC

is an Ordinary Member of Bangladesh Association of Publicly Listed Companies and is entitled to all the rights and privileges appertaining thereto.

This certificate remains current until 31st December, 2026

Ref. No: CM-2026/001

Date of issue : January 4, 2026

BAPLC

Secretary General

SIMTEX INDUSTRIES PLC
Khagan, Birulia, Savar
Dhaka - 1341
Bangladesh

Hohenstein Laboratories GmbH & Co. KG
Schlosssteige 1
74357 Bönnigheim
Germany

Certificate

OEKO-TEX® STANDARD 100

SIMTEX INDUSTRIES PLC

is granted the OEKO-TEX® STANDARD 100 certification
and the right to use the trademark.

SCOPE
Sewing, embroidery and filament thread made of 100 % polyester and 100 % polyamide, white, disperse and acid dyed (including neon green); produced using components partly pre-certified according to OEKO-TEX® STANDARD 100.

PRODUCT CLASS
I (baby articles) - Annex 6

STANDARD 100
07.KA.53099
Hohenstein

This certificate 07.KA.53099 is valid until 31/10/2027.

SUPPORTING DOCUMENTS
Test report: 26.1320900
Declaration of conformity in accordance with EN ISO 17050-1 as required by OEKO-TEX®.
OEKO-TEX® Terms of Use (ToU)

Dipl.-Ing. (FH) Ivonne Schramm
Global Head of OEKO-TEX®
Certification

Further compliance information (REACH, SVHC, POP, GB18401 etc.) can be found on oeko-tex.com/en/faq.

The certificate is based on the test methods and requirements of the OEKO-TEX® STANDARD 100 that were in force at the time of evaluation.

Bönnigheim, 22/09/2026

OEKO-TEX AG Gutenbergstrasse 1, CH-8002 Zurich

SIMTEX INDUSTRIES PLC
Khagan, Birulia, Savar
Dhaka - 1341
Bangladesh

Hohenstein Laboratories GmbH & Co. KG
Schlosssteige 1
74357 Bönnigheim
Germany

Certificate

OEKO-TEX® STANDARD 100

SIMTEX INDUSTRIES PLC

is granted the OEKO-TEX® STANDARD 100 certification
and the right to use the trademark.

SCOPE
Recycled products: Sewing, embroidery and filament thread made of 100 % polyester (recycled), white, disperse dyed, silicone finished, recycled content 100 %: from post-consumer PET bottles; produced using components partly pre-certified according to OEKO-TEX® STANDARD 100.

PRODUCT CLASS
I (baby articles) - Annex 6

STANDARD 100
21.HBD.75506
Hohenstein

This certificate 21.HBD.75506 is valid until 30/11/2027.

SUPPORTING DOCUMENTS
- Test report: 26.1320927
- Declaration of conformity in accordance with EN ISO 17050-1 as required by OEKO-TEX®.
- OEKO-TEX® Terms of Use (ToU)

Dipl.-Ing. (FH) Ivonne Schramm
Global Head of OEKO-TEX®
Certification

Further compliance information (REACH, SVHC, POP, GB18401 etc.) can be found on oeko-tex.com/en/faq.

The certificate is based on the test methods and requirements of the OEKO-TEX® STANDARD 100 that were in force at the time of evaluation.

Bönnigheim, 23/09/2026

OEKO-TEX AG Gutenbergstrasse 1, CH-8002 Zurich

BANGLADESH GARMENTS ACCESSORIES & PACKAGING MANUFACTURERS & EXPORTERS ASSOCIATION [BGAPMEA]

BGAPMEA

বাংলাদেশ গার্মেন্টস এক্সেসরিজ এন্ড প্যাকেজিং ম্যানুফ্যাকচারার্স এন্ড এক্সপোর্টার্স এসোসিয়েশন (বিজিএপিএমইএ)

273/3, West Manikdi (3rd FL), ECB Chattar - Mirpur DOHS Link Road, Dhaka Cantonment, Dhaka-1206, Bangladesh. Regd. No.:C.I.O. 290(02)/91
Mobile : 01712 988 982, 01817 564 993, Email : bgapmea@gmail.com, info@bgapmea.org. Web : www.bgapmea.org
Regional Office:Yahya Tower (4th FL), 335 CDA Avenue, MM Ali Road, Lalkhan Bazar, Chattogram. Email:bgapmeactgregion@gmail.com

Certificate no. 215/2026

Membership no. 1253

Membership Certificate

This is to certify that

Simtex Industries PLC

of

Khagan, Birulia (Ashulia),

Savar, Dhaka

is a member of this association. Their membership is valid up to the 30th June 2027.

21-01-2026
Date of Issue

Acting President

BTMA Form 0001

BANGLADESH TEXTILE MILLS ASSOCIATION (BTMA)

বাংলাদেশ টেক্সটাইল মিল্‌স এসোসিয়েশন (বিটিএমএ)

Unique Trade Centre (Level 8), 8, Panthapath, Karwan Bazar, Dhaka-1215, Bangladesh, Phone : 48116358, 222248778, 58156619, E-mail : btmasg@gmail.com, btma2@yahoo.com, Website: www.btmadhaka.com

MEMBERSHIP CERTIFICATE

Membership No : 003-0137-1029 Date : 15-1-2026

We are pleased to admit M/S Simtex Industries PLC.

of Khagan, Birulia, Savar, Dhaka.

as a General/an Associate member of this registered Trade Association in the category of Textile Product Processor

The member-mill possesses 0 spindles & 0 Rotors for yarn productions, 0 number of Shuttleless Loom, 0 No of Shuttle loom & 0 Knitting machines for fabric production. The annual capacity of the mill in

(i) Cotton/ Polyester/Texterised Yarn/Wool/Acrylic wool manufacturing is 0 kgs.

(ii) Woven/ Knit / Towel / Garments/Fabic / Socks/Sweater manufacturing is 0 metres 0 kgs, 0 Pcs.

(iii) Dyeing printing finishing is 0 meters 312000 kgs.

This certificate shall remain valid up to January2026-December2026

Brig. Gen. Md. Zahid Hossain, ndc,psc (retd)
Secretary General
Bangladesh Textile Mills Association

Additional Secretary General

BANGLADESH SEWING THREAD MANUFACTURERS & EXPORTERS ASSOCIATION

BSTMEA

YOUTH TOWER, (9th Floor) 822/2, ROKEYA SARANI, DHAKA-1216.

Certificate No. 015/2026-2028

MEMBERSHIP CERTIFICATE

This is to certify that M/s. SIMTEX INDUSTRIES PLC

of Khagan, Birulia, Savar, Dhaka, Bangladesh

is a member of this Association. Their Membership is valid upto the 31st day of December, 2028

Date : 28.12.2025

President

Abul Quasem Haider
President
Bangladesh Sewing Thread Manufacturers & Exporters Association

GSCS International Ltd.
Rokeya Palace, House 75, Road 19, Sector 11, Uttara, Dhaka -1230, Bangladesh
Tel: +88 02 5508 6965; info@gscsbd.com, Web: www.gscsintl.org

Scope Certificate

Scope Certificate Number GSS-GRS-20217625

GSCS International Ltd.
certifies that

Simtex Industries PLC

Textile Exchange-ID (TE-ID) : TE-00051383

Client Number TE-20200056

Khagan, Birulia, Savar, 1341, Dhaka, BD-C, Bangladesh, BD
has been audited and found to be in conformity with the

Global Recycled Standard (GRS) (Version 4.0)

Product categories mentioned below (and further specified in the product appendix) conform with the standard(s):

Functional accessories (PC0017)

Process categories carried out under responsibility of the above mentioned organization for the certified products cover:

Preparatory(PR0022), Dyeing(PR0008), Finishing(PR0012), Packing(PR0020)
*The processes marked with an asterisk may be carried out by subcontractors.

This Certificate is valid until: 2027-09-16
Audit criteria: Global Recycled Standard (GRS) 4.0; Content Claim Standard V3.1 ; Textile Exchange Standards Claims Policy V1.3

Place and Date of Issue
Dhaka, 2026-09-17
Last Updated: 2026-09-17
Extended Until: N/A
Status: Active

Certification Body

Standard

Name of the Authorized Person
Abdul Mottaleb

Certification Body Licensed by: Textile Exchange; Licensing Code: CB-GSS
Certification Body Accredited by: ANAB ; Accreditation Number: 9126
Inspection Body: GSCS International Ltd.
Auditor(s): N/A

This scope certificate provides no proof that any goods delivered by its holder are Global Recycled Standard (GRS) 4.0 certified. Proof of Global Recycled Standard (GRS) 4.0 certification of goods delivered is provided by a valid transaction certificate (TC) or equivalent covering them.
The issuing body may withdraw this certificate before it expires if the declared conformity is no longer guaranteed.
To authenticate this certificate, please visit www.TextileExchange.org.

C-665

Membership No:111

IBCCI

Date of Issue : 29/06/2025

India-Bangladesh Chamber of Commerce & Industry

Certificate of Membership

This is to certify that ....Simtex Industries PLC.....

..... is a Corporate Member of this Chamber

This certificate shall remain valid upto June, 2026.....

Validity Extended
up to June, 2027

S M Abul Kalam Azad
Secretary General
India-Bangladesh Chamber
of Commerce & Industry
05.07.2026

Secretary General

Validity extension overleaf

SL NO : 00490

DHAKA CHAMBER OF COMMERCE & INDUSTRY

65-66, MOTIJHEEL COMMERCIAL AREA, DHAKA-1000

MEMBERSHIP CERTIFICATE

This is to Certify that M/s. Simtex Industries PLC. of Khagan, Birulia, Savar, Dhaka-1341 is a General Member of this Chamber. The firm is engaged in Manufacturing: Garments Accessories Swing, Cotton, Yean Dying Koning, Import, Export & Supply. This membership shall remain valid upto 31st December, 2026

Given under the Seal of this chamber, this 19th day of February 2026

Dr. A K M Asaduzzaman Patwary
Secretary General (Acting)

Taskeen Ahmed
President

This certificate will remain valid subject to yearly renewal of Membership in the Pass Book. (This is system generated certificate)

Independent Auditors' Report

To the Shareholders of Simtex Industries PLC.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Simtex Industries PLC. (the "Company"), which comprise the statement of financial position as at 30 June 2026, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 30 June 2026, and of its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) and adopted by the Financial Reporting Council (FRC) of Bangladesh, the Companies Act, 1994, the Securities and Exchange Rules 2020 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), as adopted by the Financial Reporting Council (FRC) as applicable to audits of financial statements of public interest entities, together with the ethical requirements of the Institute of Chartered Accountants of Bangladesh (ICAB) Bye-Laws that are relevant to audits of the financial statements of public interest entities in Bangladesh. We have also fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

1. Revenue recognition

See Notes 2.11 and 21 to the financial statements

The key audit matter	How the matter was addressed in our audit
The Company recognised revenue of Tk 2,148,649,091 for the financial year 2025-2026 (2024-2025: Tk 1,997,875,808), an increase of 7.5%. Sales volume increased by 11.2%, while the average selling price per kilogram decreased by 3.3%. Revenue arises from deemed-export sales of sewing thread to export-oriented garment manufacturers under back-to-back letters of credit. It is recognised when control passes on delivery, evidenced by the customer-acknowledged delivery challan. Revenue is a key performance indicator of a listed company and the base for minimum tax and source tax. There is an inherent risk that revenue is recognised in the	Our procedures included: • Evaluating the revenue recognition policy against IFRS 15, including the point at which control transfers under deemed-export L/C terms. • Testing the design and implementation of key controls over order acceptance, delivery, invoicing and L/C acceptance. • Agreeing a sample of sales to back-to-back L/Cs, proforma invoices, signed delivery challans and bank acceptance advices. • Testing cut-off of deliveries around 30 June 2026 and reviewing credit notes and returns after the year-end. • Performing price-volume analysis by product line and comparing sales quantities with production records.

The key audit matter	How the matter was addressed in our audit
wrong period or overstated. We therefore considered revenue recognition a key audit matter.	• Reconciling revenue with VAT returns (Mushak 9.1) and with export proceeds on which advance income tax was deducted. • Testing journal entries posted to revenue accounts based on risk criteria.

2. Valuation of accounts receivable and presentation of Inland Bill Purchase

See Notes 2.13, 5, 15.02 and 36 to the financial statements

The key audit matter	How the matter was addressed in our audit
At 30 June 2026, accounts receivable amounted to Tk 1,001,653,604, representing 39.1% of total assets. The receivables arise mainly from sales and export transactions made against 100% confirmed letters of credit (L/C) with fixed maturity dates. A portion of the balance is outstanding beyond the L/C maturity dates. Management has assessed recoverability under IFRS 9. It concluded that credit risk is low and the receivables are fully recoverable because they are secured by the credit standing of the issuing banks under confirmed L/Cs. Accordingly, no material allowance for expected credit losses has been recognised. Given the size of the balance and the overdue amounts, we focused on whether this conclusion is supported. The Company discounts accepted bills with recourse under Inland Bill Purchase (IBP) with Trust Bank PLC. In prior years the IBP liability (Tk 56,354,280 at 30 June 2025; Tk 164,174,124 at 1 July 2024) was deducted from receivables. In the current year, management corrected this presentation. The receivables are no longer derecognised, the IBP proceeds are presented as a short-term loan (Note 15.02), and the two are not offset. The comparative statements of financial position and cash flows have been restated (Note 36). As a result, net operating cash flow per share for 2024-2025 changed from Tk 1.96 to Tk 3.31.	Our procedures included: • Obtaining the receivables ageing by L/C maturity, reconciling it to the general ledger and testing the ageing on a sample basis. • Inspecting L/C documents and bank acceptances for selected balances to confirm that they are backed by 100% confirmed L/Cs with fixed maturity dates. • Obtaining confirmations for selected balances and inspecting correspondence with the banks for items outstanding beyond L/C maturity, to understand the reasons for delay. • Testing receipts after the reporting date, with particular focus on overdue balances. • Evaluating management's assessment that the receivables carry low credit risk and that no material allowance for expected credit losses is required. This included considering the credit standing of the issuing and confirming banks and the Company's history of settlement under L/Cs. • Inspecting the IBP sanction terms and confirming with Trust Bank PLC. that bills are discounted with recourse. On that basis, we evaluated management's conclusion that the receivables do not qualify for derecognition under IFRS 9 and that the offsetting criteria in IAS 32.42 are not met. • Recomputing the restated comparative amounts, including the balances as at 1 July 2024 disclosed in Note 36, the restated statement of cash flows and NOCFPS, and assessing the IAS 8 disclosures.

3. Existence and valuation of inventories

See Notes 2.14, 7 and 8 to the financial statements

The key audit matter	How the matter was addressed in our audit
At 30 June 2026 inventories amounted to Tk 205,987,892 and goods in transit to Tk 31,243,185, together 9.3% of total assets. Inventories are measured at the lower of cost and net realisable value. Allocating conversion costs and estimating net realisable value involve judgement, particularly as the gross margin decreased from 17.7% to 16.1%. Packing materials increased from Tk 5,150,624 to Tk 14,337,667.	Our procedures included: • Attending the year-end physical count, performing test counts and reconciling the results to the inventory valuation. • Testing costs against purchase invoices and L/C documents, and the allocation of production overheads based on normal capacity. • Comparing costs with selling prices after the year-end to assess net realisable value, and reviewing slow-

The key audit matter	How the matter was addressed in our audit
	moving dyes, chemicals and packing materials. • Agreeing goods in transit to L/C documents, shipping documents and subsequent receipt into the bonded warehouse.

4. Measurement and presentation of current and deferred tax

See Notes 2.23, 13, 20, 27 and 28 to the financial statements

The key audit matter	How the matter was addressed in our audit
The reduced 15% tax rate for textile industries under SRO No. 159-Law/Income Tax/2022 expired on 30 June 2025. For 2025-2026 the Company applied 12% on export income under SRO No. 44-AIN/Income Tax-25/2024. Current tax of Tk 21,579,349 is based on minimum tax under section 163 of the Income Tax Act 2023, which exceeded regular tax. Deferred tax was remeasured from 15% to 12%. This resulted in deferred tax income of Tk 11,740,454 in profit or loss and Tk 3,110,067 in other comprehensive income; the deferred tax liability is Tk 44,646,897. Deferred tax on the land revaluation surplus, previously charged to profit or loss, is now recognized in other comprehensive income and presented within the revaluation reserve, and comparatives have been restated (Note 13.06). These matters involve significant judgement about the rate expected to apply when temporary differences reverse and about the allocation between profit or loss and other comprehensive income.	Our procedures included, with the involvement of our tax specialists: • Evaluating the applicable tax rates, including the scope and validity of SRO No. 44-AIN/Income Tax-25/2024, and the rate expected on reversal of temporary differences. • Recomputing regular tax, minimum tax and tax deducted at source, and agreeing advance tax to challans and certificates. • Recomputing temporary differences on property, plant and equipment and on the land revaluation surplus, and the allocation of the deferred tax movement between profit or loss and other comprehensive income. • Assessing the restatement in Note 13.06 and the disclosures required by IAS 12, including the effect of the change in tax rate.

5. Short-term borrowings

See Notes 2.13, 2.22, 2.24, 12, 15, 16 and 25 to the financial statements

The key audit matter	How the matter was addressed in our audit
At 30 June 2026 short-term loans amounted to Tk 602,664,320, of which Tk 600,428,000 was deferred L/C liability for imported yarn. During the year the Company fully repaid its term loan of Tk 124,518,902. Finance cost was Tk 55,799,153. Borrowings carry terms, covenants and security under sanction letters, and foreign-currency liabilities must be translated at the closing rate. Non-compliance could affect the Company's liquidity.	Our procedures included: • Obtaining direct confirmations from lending banks and reconciling balances, rates and securities with the books. • Testing the translation of foreign-currency borrowings at the closing exchange rate and the related exchange differences. • Recalculating interest expense and testing accruals against bank statements. • Verifying the settlement of the term loan and the release of security, including satisfaction of charge with RJSC. • Reviewing sanction letters for covenants and assessing the classification of borrowings and the disclosures under IAS 7 and IFRS 7.

Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information, and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards as issued by the IASB and adopted by FRC, the Companies Act 1994, the Securities and Exchange Rules 2020 and other applicable laws and regulations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Companies Act 1994 and the Securities and Exchange Rules 2020 require management to ensure effective internal audit, internal control and risk management functions of the Company.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty

exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and, where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Financial Reporting Act 2015, the Securities and Exchange Rules, 2020 and relevant notifications issued by the Bangladesh Securities and Exchange Commission, we also report the following:

(a) we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit and made due verification thereof;

(b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;

(c) the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows of the Company dealt with by the report are in agreement with the books of account and returns;

(d) the financial statements have been prepared in accordance with standards, framework, compliance and guidelines adopted and promulgated by the Financial Reporting Council; and

(e) the expenditure incurred was for the purposes of the Company's business for the year.

Md. Habibullah FCA
Managing Partner, Enrolment No. : 0411
Habib Sarwar Bhuiyan & Co.
Chartered Accountants
FRC Registration No: CAF-001-010
DVC: 2610110411AS987229

Dated: October 11, 2026
Dhaka

Simtex Industries PLC.

Statement of Financial Position

As at 30 June 2026

Particulars	Notes	Amount in Taka	
		30.06.2026	30.06.2025 (Restated)
ASSETS			
A: NON-CURRENT ASSETS		**1,130,644,745**	**1,193,747,369**
Property, plant & equipment	3.00	1,128,442,896	1,167,077,409
Capital work in progress	4.00	2,201,849	26,669,960
B: CURRENT ASSETS		**1,429,646,274**	**1,477,734,924**
Accounts receivable	5.00	1,001,653,604	955,796,640
Advances, deposits & prepayments	6.00	93,011,833	106,810,217
Inventories	7.00	205,987,892	209,897,778
Goods in transit	8.00	31,243,185	78,212,114
Investment in FDR	9.00	59,938,197	114,115,614
Cash & cash equivalent	10.00	37,811,563	12,902,562
TOTAL ASSETS (A+B)		**2,560,291,019**	**2,671,482,293**
SHAREHOLDERS EQUITY & LIABILITIES			
C: SHAREHOLDERS EQUITY		**1,808,022,202**	**1,785,076,039**
Share capital	11.00	795,953,810	795,953,810
Share premium		300,000,000	300,000,000
Revaluation reserve		91,228,631	88,118,564
Retained earnings		620,839,761	601,003,665
D: NON-CURRENT LIABILITIES		**44,646,897**	**112,887,988**
Long term loan net off current portion	12.00	-	53,390,570
Deferred tax	13.00	44,646,897	59,497,418
E: CURRENT LIABILITIES		**707,621,920**	**773,518,266**
Accounts payable	14.00	8,514,883	7,604,217
Short term loan	15.00	602,664,320	601,213,948
Current portion of long term loan	16.00	-	71,128,331
Liabilities for expenses	17.00	30,676,667	26,034,526
Dividend payable	18.00	5,568,866	5,670,753
Unclaimed dividend account	19.00	1,148,372	-
Provision for income tax	20.00	59,048,813	61,866,491
TOTAL EQUITY & LIABILITIES (C+D+E)		**2,560,291,019**	**2,671,482,293**
Net Assets Value (NAV) Per Share	34.00	**22.72**	**22.43**

The annexed notes (1-39) form an integral part of these financial statements.

Chairman **Managing Director** **Director** **Chief Financial Officer (CC)**

Company Secretary

Signed as per our annexed report of even date.

Md. Habibullah FCA
Managing Partner, Enrolment No. : 0411
Habib Sarwar Bhuiyan & Co.
Chartered Accountants
FRC Registration No: CAF-001-010
DVC: 2610110411AS987229

Dated: October 11, 2026
Dhaka

Simtex Industries PLC.

Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2026

Particulars	Notes	Amount in Taka	
		2025-2026	2024-2025
(A) Turnover	21.00	2,148,649,091	1,997,875,808
(B) Cost of goods sold	22.00	1,801,656,016	1,644,312,481
(C) Gross Profit (A - B)		**346,993,075**	**353,563,327**
(D) Operating Expenses		**185,745,802**	**170,010,507**
Administrative expenses	23.00	126,099,867	116,879,737
Selling & distribution expenses	24.00	59,645,935	53,130,770
(E) Profit from Operation (C-D)		**161,247,274**	**183,552,820**
(F) Financial expenses	25.00	55,799,153	76,269,372
(G) Foreign exchange gain/(loss)		1,246,754	1,156,152
(H) Other income/(loss)	26.00	8,039,015	7,960,981
(I) Net Profit Before WPPF (E-F+G+H)		**114,733,890**	**116,400,580**
(J) Workers profit participation fund		5,463,519	5,542,885
(K) Net Profit Before Tax(I-J)		**109,270,372**	**110,857,696**
Less: Provision for Tax		**9,838,895**	**28,562,976**
Current tax	27.00	21,579,349	25,975,906
Deferred tax	28.00	(11,740,454)	2,587,070
Net Profit After Tax		**99,431,477**	**82,294,720**
Other comprehensive income	13.04	3,110,067	-
Total Comprehensive Income		**102,541,544**	**82,294,720**
Earnings Per Share (EPS)	32.00	**1.25**	**1.03**

The annexed notes (1-39) form an integral part of these financial statements.

Chairman **Managing Director** **Director** **Chief Financial Officer (CC)**

Company Secretary

Signed as per our annexed report of even date.

Md. Habibullah FCA
Managing Partner, Enrolment No. : 0411
Habib Sarwar Bhuiyan & Co.
Chartered Accountants
FRC Registration No: CAF-001-010
DVC: 2610110411AS987229

Dated: October 11, 2026
Dhaka

Simtex Industries PLC.

Statement of Changes in Equity

For the year ended 30 June 2026

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2025 — as previously reported	**795,953,810**	**300,000,000**	**103,668,899**	**585,453,330**	**1,785,076,039**
Restatement — deferred tax on revaluation surplus (Note 13.06)	-	-	(15,550,335)	15,550,335	-
Balance as on 01.07.2025 — restated	**795,953,810**	**300,000,000**	**88,118,564**	**601,003,665**	**1,785,076,039**
Cash dividend	-	-	-	(79,595,381)	(79,595,381)
Net profit after tax for the year	-	-	-	99,431,477	99,431,477
Other comprehensive income, net of tax (Note 13.04)	-	-	3,110,067	-	3,110,067
Balance as on 30.06.2026	**795,953,810**	**300,000,000**	**91,228,631**	**620,839,761**	**1,808,022,202**

For the year ended 30 June 2025

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2024 — as previously reported	**795,953,810**	**300,000,000**	**103,668,899**	**582,753,991**	**1,782,376,700**
Restatement — deferred tax on revaluation surplus (Note 13.06)	-	-	(15,550,335)	15,550,335	-
Balance as on 01.07.2024 — restated	**795,953,810**	**300,000,000**	**88,118,564**	**598,304,326**	**1,782,376,700**
Cash dividend	-	-	-	(79,595,381)	(79,595,381)
Net profit after tax for the year	-	-	-	82,294,720	82,294,720
Other comprehensive income, net of tax	-	-	-	-	-
Balance as on 30.06.2025	**795,953,810**	**300,000,000**	**88,118,564**	**601,003,665**	**1,785,076,039**

The annexed notes (1-39) form an integral part of these financial statements.

Chairman **Managing Director** **Director** **Chief Financial Officer (CC)**

Company Secretary

Signed as per our annexed report of even date.

Md. Habibullah FCA
Managing Partner, Enrolment No. : 0411
Habib Sarwar Bhuiyan & Co.
Chartered Accountants
FRC Registration No: CAF-001-010
DVC: 2610110411AS987229

Dated: October 11, 2026
Dhaka

Simtex Industries PLC.

Statement of Cash Flows

For the year ended 30 June 2026

Particulars	Notes	Amount in Taka	
		2025-2026	2024 -2025 (Restated)
Cash Flows from Operating Activities:			
Cash collection from turnover & others	29.00	2,102,792,127	2,025,740,522
Cash paid to suppliers, employees & others	30.00	(1,848,966,247)	(1,737,285,149)
Cash generated from operation		**253,825,880**	**288,455,373**
Income tax paid	31.00	(22,650,867)	(24,920,092)
Net Cash Flows from Operating Activities: (A)		**231,175,012**	**263,535,281**
Cash Flows from Investing Activities:			
Investment in FDR		54,177,417	(27,612,346)
Received from interest and dividend income		8,793,108	7,905,061
Received from disposal of property, plant & equipment		496,072	350,000
Payment for acquisition of property, plant & equipment		(11,868,238)	(26,283,262)
Advance against purchase		6,332,262	5,111,979
Payment for capital work in progress		(8,026,807)	(30,191,285)
Net Cash Used in Investing Activities: (B)		**49,903,814**	**(70,719,853)**
Cash Flows from Financing Activities:			
Payment of cash dividend		(78,548,897)	(78,064,174)
Payment of interest		(55,799,153)	(76,269,372)
Net long-term loan received/(repaid)		(124,518,902)	(41,896,635)
Net deferred L/C and cash credit received/(repaid)	15.00	55,568,332	102,696,884
Net Inland Bill Purchase received/(repaid)	15.02	(54,117,960)	(107,819,844)
Net Cash Flows from Financing Activities: (C)		**(257,416,580)**	**(201,353,141)**
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)		**23,662,247**	**(8,537,714)**
Cash & cash equivalents at the beginning of the year		12,902,562	20,284,124
Effect of foreign exchange rate changes		1,246,754	1,156,152
Cash & Cash Equivalents at the End of the Year	10.00	**37,811,563**	**12,902,562**
Net Operating Cash Flows Per Share (NOCFPS)	33.00	**2.90**	**3.31**

The annexed notes (1-39) form an integral part of these financial statements.

Chairman **Managing Director** **Director** **Chief Financial Officer (CC)**

Company Secretary

Signed as per our annexed report of even date.

Md. Habibullah FCA
Managing Partner, Enrolment No. : 0411
Habib Sarwar Bhuiyan & Co.
Chartered Accountants
FRC Registration No: CAF-001-010
DVC: 2610110411AS987229

Dated: October 11, 2026
Dhaka

Simtex Industries PLC.

Notes to the financial statements, including material accounting policy information
For the year ended 30 June 2026

1. INCORPORATION AND BUSINESS ACTIVITIES

1.01 Reporting Entity:

The company namely Simtex Industries PLC., 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 PLC. (DSE) and Chittagong Stock Exchange PLC. (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 PLC., is a 100% export oriented Company.

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

2.01 Statement of Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the Financial Reporting Council (FRC) of Bangladesh, the Companies Act 1994, the Securities and Exchange Rules 2020, the Corporate Governance Code 2018 of the Bangladesh Securities and Exchange Commission and other applicable laws and regulations.

2.01.1 Other regulatory compliance

In addition to the above, Simtex Industries PLC., is also required to comply and has complied with the following laws and regulations:

- Financial Reporting Act, 2015;
- The Income Tax Act, 2023;
- The Value Added Tax and Supplementary Duty Act, 2012 and Rules, 2016;
- The Bangladesh Labour Act, 2006 (as amended) and Bangladesh Labour Rules, 2015;
- The Customs Act, 2023;
- Sale of Goods Act, 1930;
- Negotiable Instruments Act, 1881;
- The Securities and Exchange Ordinance, 1969 and Bangladesh Securities and Exchange Commission Act, 1993;
- The Securities and Exchange Rules, 2020;
- BSEC Corporate Governance Code, 2018 and DSE/CSE Listing Regulations, 2015;
- Foreign Exchange Regulation Act, 1947; and
- Other applicable rules and regulations.

2.02 Basis of Preparation of Financial Statements

The financial statements are prepared on a going concern basis under the historical cost convention, except for freehold land, which is carried at revalued amount (Note 2.09). The material accounting policies are set out below.

2.03 Statement on Compliance of International Accounting Standards and International Financial Reporting Standards

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

Sl. No.	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

Sl. No.	Name of IAS	IAS No.	Status
12	Accounting and Reporting by Retirement Benefit Plans	IAS-26	Not Applicable
13	Investment in Associates and Joint Ventures	IAS-28	Not Applicable
14	Financial Reporting in Hyperinflationary Economics	IAS-29	Not Applicable
15	Financial Instruments: Presentation	IAS-32	Applied
16	Earnings Per Share	IAS-33	Applied
17	Interim Financial Reporting	IAS-34	Not Applicable
18	Impairment of Assets	IAS-36	Applied
19	Provisions, Contingent Liabilities and Contingent Assets	IAS-37	Applied
20	Intangible Assets	IAS-38	Applied
21	Investment Property	IAS-40	Not Applicable
22	Agriculture	IAS-41	Not Applicable

Sl. No.	Name of IFRS	IFRS No.	Status
1	First time adoption of International Financial Reporting	IFRS 1	Not Applicable
2	Shares based Payment	IFRS 2	Not Applicable
3	Business Combinations	IFRS 3	Not Applicable
4	Non-current Assets Held for Sale and Discontinued Operations	IFRS 5	Not Applicable
5	Exploration for and Evaluation of Mineral Resources	IFRS 6	Not Applicable
6	Financial Instruments: Disclosure	IFRS 7	Applied
7	Operating Segments	IFRS 8	Not Applicable
8	Financial Instruments	IFRS 9	Applied
9	Consolidated Financial Statements	IFRS 10	Not Applicable
10	Joint Arrangement	IFRS 11	Not Applicable
11	Disclosure of Interest in other entities	IFRS 12	Not Applicable
12	Fair Value Measurement	IFRS 13	Applied
13	Regulatory deferral accounts	IFRS 14	Not Applicable
14	Revenue from Contracts with Customers	IFRS 15	Applied
15	Leases	IFRS 16	Not Applicable
16	Insurance Contract	IFRS 17	Not Applicable

2.04 Going Concern

These financial statements have been prepared on the assumption that the entity is a going concern and will continue its business for the foreseeable future. Hence, it is assumed that the entity has neither the intention nor the need to liquidate or curtail materially the scale of its operation.

The company has adequate resources to continue its operation for the foreseeable future. As such, the directors intended to adopt the going concern basis in preparing the financial statements. The current credit facilities and resources of the company provide sufficient fund to meet the present requirements of its existing business.

2.05 Accrual Basis

The financial statements have been prepared, except cash flow information using the accrual basis of accounting.

2.06 Changes in Accounting Policies & Estimates

The preparation of these financial statements is in conformity with IAS/IFRS which requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Estimates and underlying assumptions are reviewed a going basis.

The estimates and underlying assumptions are based on past experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

In particular, significant areas of estimation uncertainty and critical judgement are: income tax provision and the tax rates used to measure deferred tax (Note 2.23), depreciation and useful lives of property, plant and equipment, and other provisions. Standards issued but not yet effective — IFRS 18 Presentation and Disclosure in Financial Statements and IFRS 19 (1 January 2027) and the amendments to IFRS 9 and IFRS 7 (1 January 2026) — have not been early adopted; the Company is assessing their impact. The amendments to IAS 21 (Lack of Exchangeability), effective from 1 January 2025, had no material effect.

2.07 Cash Flow Statement

The statement of cash flows is prepared in accordance with IAS 7, Statement of Cash Flows. Cash flows from operating activities are presented using the direct method (IAS 7.18(a)), and a reconciliation of profit before tax to net cash from operating activities is presented in Note 35, as required by BSEC Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018. Collections from customers are determined from movements in gross accounts receivable. Amounts received and repaid under Inland Bill Purchase, deferred L/C and other short-term facilities are presented within financing activities. Interest paid and dividends paid are classified as financing activities, and interest received as investing activities. Deferred tax and other non-cash items are excluded. The comparative statement of cash flows has been restated.

2.08 Property, Plant, Equipment and Depreciation

As per IAS 16, property, plant and equipment other than freehold land are stated at historical cost less accumulated depreciation and impairment. Freehold land is carried at revalued amount (Note 2.09). No depreciation is charged on land and capital work in progress. The cost of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use, including inward freight, duties and non-refundable taxes. Useful lives, residual values and the depreciation method are reviewed at each reporting date.

Depreciation has been charged on Property, Plant and Equipment under reducing balance method and depreciation has been charged on addition of assets during the year when it is put in to available for use.

Depreciation of an asset ceases at the earlier if the date that the asset is classified as held for sale (or included in a disposal company that is classified as held for sale) on accordance with IFRS-5 and the date that the assets are derecognized.

The annual rates of depreciation applicable to the principal categories of fixed assets are:

Kind of assets	Rate of Depreciation
a) Land & Development	0%
b) Building & Fabricated Shade	10%
c) Plant & Machinery	10%
d) Trolley	10%
e) Gas and Electrical Line	10%
f) Electrical Equipment	10%
g) Spare Parts and Tools	10%
h) Fire Hydrant System	10%
i) Furniture & Fixture	10%
j) Transport & Vehicle	10%
k) Office Equipment	10%
l) Shade Book	15%
m) Int. Panton Book	15%
n) Air Condition & Humidification	10%
o) Crockeries	10%
p) Software	20%

Subsequent Cost

The cost of replacing or upgrading part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant, and equipment are recognized in profit or loss.

Disposal of PPE

On disposal of fixed assets, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the statement of profit or loss, which is determined with reference to the net book value of the assets and net sales proceeds.

2.09 Revaluation of Property, Plant and Equipment (Land)

Freehold land was revalued by M/S Ata Khan & Co., Chartered Accountants, as at 31 December 2012, and the valuation was approved by the Board of Directors. The revaluation surplus is credited to the revaluation reserve net of the related deferred tax. Deferred tax on the surplus, including the effect of changes in tax rates, is recognised in other comprehensive income (IAS 12.61A). The revaluation reserve is not available for distribution and is transferred to retained earnings on disposal of the land.

2.10 Investment in Securities

Investment in quoted shares initially recognized at cost plus transaction costs that are directly attributable to the acquisition of the shares. After initial recognition, investment in quoted shares revalue at market value at reporting date. The Company has no investment in shares as at the reporting date.

2.11 Revenue Recognition

Revenue from contracts with customers is recognised in accordance with IFRS 15 when control of the goods passes to the customer. This occurs at a point in time, on delivery of sewing thread to the customer's premises evidenced by a delivery challan, under back-to-back letters of credit or sales contracts (deemed export). Revenue is measured at the transaction price stated in the proforma invoice/L/C. Each delivery is a single performance obligation. The L/C usance period does not constitute a significant financing component. A receivable is recognised on delivery, as the right to consideration is then unconditional except for the passage of time.

2.11.1 Other Income

It is recognized on accrual basis.

2.12 Impairment

In accordance with the provision of IAS-36 "Impairment of Assets" the carrying values of all non-current assets are reviewed for impairment, either on a stand-alone basis or as part of a larger cash generating unit, when there is an indication that the assets might be impaired. Any provision for impairment is charged to the profit or loss statement in the year concerned. No such indication of impairment has arisen till the date of audit.

2.13 Financial Instrument

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Accounts Receivable

Accounts receivable comprise trade receivables arising in the ordinary course of business, principally from sales and export transactions made against 100% confirmed letters of credit (L/C) with fixed maturity dates. Accounts receivable are initially recognised at the transaction price and subsequently measured at amortised cost.

The Company assesses the recoverability of trade receivables in accordance with the requirements of IFRS 9. As the receivables arise against confirmed L/Cs and are secured by the credit standing of the respective issuing banks, management considers the credit risk associated with these balances to be low and the receivables to be fully recoverable. Accordingly, based on management's assessment, no material allowance for expected credit losses is considered necessary at the reporting date. The ageing of trade receivables is disclosed in Note 5.

Receivables discounted with Trust Bank PLC., under Inland Bill Purchase (IBP) remain with recourse to the Company. They are therefore not derecognised, and the IBP proceeds are recognised as a short-term loan (Note 15.02). Receivables and IBP are not offset, as the criteria in IAS 32.42 are not met."

Accounts payable and other payable
These liabilities are recorded at the amount payable for settlement in respect of goods and services received by the company.

Cash and cash equivalents
Cash and bank balances comprise cash in hand and cash at bank which are held and available for use by the company without any restriction.

Borrowings:
Borrowings — deferred L/C, Inland Bill Purchase, cash credit/Bai-Muajjal and term loans — are initially recognised at the proceeds received net of directly attributable costs and subsequently measured at amortised cost. Finance charges are recognised on an accrual basis using the effective interest method.

Derivative
The Company was not a party to any derivative financial instrument (forward exchange contract, currency swap or similar) at the reporting date.

Non-Derivative
Non-derivative financial assets (accounts receivable, investment in FDR, deposits and cash) and financial liabilities (borrowings, accounts payable and other payables) are measured at amortised cost in accordance with IFRS 9 Financial Instruments.

Financial Risk Management
The Company has exposures to the following risks its use of financial statements:
• Credit risk
• Liquidity risk
• Market risk

The Board of Directors has overall responsibility for the establishment and oversight of the company risk management framework. The Board oversees how management monitors compliance with risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to risks faced by the company. The Board is assisted in its oversight role by Audit Committee. Internal audit, under the purview of Audit Committee, undertakes both regular and adhoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

Credit Risk: Credit risk is the risk of financial loss to the company if a buyer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company receivable from customers and investment securities. The company sales are made to renowned RMG Exporting Company. Sales made to the entity are fully secured by Letters of Credit issued by local scheduled banks.

Liquidity Risk: Liquidity risk is the risk that the company will unable to meet its financial obligations as they fall due. The company approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company reputation. In general, management ensures that it has sufficient cash and cash equivalent to meet expected operational expenses, including the servicing of financial obligation through preparation of the cash forecast, prepared based on time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date. The Board also monitors dividend trend to ordinary shareholders.

Market Risk: Market Risk is the risk that changes in market prices such as foreign exchange rates and interest rates will affect the company income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

Money Laundering: The Company considers prevention of money laundering risk not only as a compliance requirement imposed by the law of the country but also as one of its ethical business values.

2.13.1 Leases

At inception of a contract, the Company assesses whether the contract is, or contains, a lease in accordance with IFRS 16 Leases. The Company has no lease arrangements.

2.14 Valuation of Current Assets

Inventories

As per IAS 2, Inventories comprises of Raw Materials, Dyes, Chemical, Packing Materials, Work in Process, Finished Goods. In compliance with the requirements of IAS 2 "Inventories" & with Schedule XI Part-II of the Companies Act 1994, the Inventories have been valued at Cost or Net Realizable value whichever is lower, which is consistent with the previous year practice. Net realizable value is based on estimated selling price in the ordinary course of business less any further cost expected to be incurred to make the sale.

Advances, deposits and prepayments

Advances are initially measured at cost. After initial recognition advances are carried at cost less deductions or adjustments. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges to Statement of Profit or Loss and Other Comprehensive Income.

2.15 Creditors and Accrued Expenses

Liabilities are recognized for amounts to be paid in the future for goods and services received whether or not billed by the supplier.

2.16 Employee Benefit Plan

Provident Fund

The Company has Contributory Provident Fund plan which contribute both employer & employee an equal amount. It is approved by NBR. A board of trustees wholly administers the fund. No part of the fund is included in the asset of the company.

Company Insurance

The Company has a Company Insurance scheme for its permanent employees, premium for which is being charged to statement of Comprehensive Income.

Worker's Profit & Participation Fund

The company makes a regular allocation of Workers Profit Participation and Welfare Fund (WPPF) for the employees and made provision @ 5% on net profit before Tax as per provision of Labor Law 2006 Chapter-15.

2.17 Number of Employees

During the year under review, the number of permanent employees stood at 576, each receiving remuneration of not less than Tk 12,500 per month. There was no part-time employee during the year.

2.18 Capacity Utilization

Particulars	2025-2026	2024-2025
Total Production Capacity in Cones	43,200,000	43,200,000
Capacity Utilization in Cones	33,044,676	30,345,366
Capacity Utilization for the year	76.49%	70.24%

2.19 Capital Work in Progress

Capital work in progress consists of cost incurred for acquisition of new plant and machinery, which were not ready for use till reporting date.

2.20 Related party disclosure

A party is related to the Company if it controls, jointly controls or has significant influence over the Company, or is a member of its key management personnel, including close members of the family of such persons and entities controlled, jointly controlled or significantly influenced by them, as per IAS 24.

2.21 Events after the after reporting period

Events after the reporting period are those events, favourable and unfavourable, that occur between the end of the reporting period and the date when the financial statements are authorised for issue (IAS 10). The Board of Directors, at its meeting held on 10 October 2026, recommended an 11% cash dividend (Tk 1.10 per share) for general shareholders and a 7% cash dividend (Tk 0.70 per share) for sponsors and directors, held at the record date, for the year ended 30 June 2026. The total amount of cash dividend payable is Tk 59,842,514.60 for 54,402,286 shares held by the general shareholders and Tk 17,635,166.50 for 25,193,095 shares held by the sponsors and directors. The dividend is subject to shareholders' approval at the forthcoming Annual General Meeting. This is a non-adjusting event and has not been recognised as a liability.

2.22 Foreign Currency Transaction:

Transactions in foreign currencies are translated into Bangladesh Taka at the exchange rates prevailing on the transaction dates. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated at the closing rate, and exchange differences are recognised in profit or loss (IAS 21). The financial statements are presented in Bangladesh Taka, the Company's functional currency.

2.23 Taxation:

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current Tax:

Current tax is the higher of (i) regular tax and (ii) minimum tax as per section 163 of the Income Tax Act 2023. The reduced rate of 15% for textile industries under SRO No. 159-Law/Income Tax/2022 dated 01 June 2022 expired on 30 June 2025. For FY 2025-26, business income from export is taxed at 12% under SRO No. 44-AIN/Income Tax-25/2024, and other income at the rates prescribed in the Income Tax Act 2023. For the year, minimum tax exceeded regular tax and has been recognised as current tax. Adjustments relating to prior assessment years are recognised in current tax expense when determined.

Deferred Tax:

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and their tax bases (IAS 12). It is measured at the tax rates expected to apply when the differences reverse, based on rates enacted or substantively enacted at the reporting date. Deferred tax has therefore been remeasured at 12% (2025: 15%) at 30 June 2026.

Deferred tax arising on property, plant and equipment is recognised in profit or loss. Deferred tax on the revaluation surplus of land is recognised in other comprehensive income and presented within the revaluation reserve, including the effect of changes in tax rates (IAS 12.61A). Comparative figures have been restated. A deferred tax asset is recognised only to the extent that future taxable profits are probable. Deferred tax assets and liabilities are offset only where there is a legally enforceable right and they relate to the same taxation authority.

During the year, deferred tax income of Tk 11,740,454 was recognised in profit or loss and Tk 3,110,067 in other comprehensive income (Note 13).

2.24 Borrowing Cost

Borrowing costs that are not directly attributable to the acquisition, construction or production of qualifying assets are recognized in profit or loss using effective interest method. Borrowing cost incurred against loan for expansion of project has been capitalized under effective interest rate method as per IAS-23 "Borrowing Cost".

2.25 Earnings per share

The company calculates Earnings per Share (EPS) in accordance with IAS-33 "Earnings per Share". The Earnings per share has been calculated using weighted average method.

Basic Earnings per Share

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, monetary interest or any extra other ordinary items. The net profit after tax for the year has considered as fully attributable to the ordinary shareholders.

Weighted average number of ordinary shares outstanding during the year

The basis of computation of number of shares is in line with the provision of IAS-33: Earnings per Share. Therefore, the total number of shares outstanding at the end of the year multiplied by a time weighting factor which is the number of days the specific shares were outstanding as a proportion of total number of days in the year.

Diluted Earnings per Share

Diluted EPS is calculated if there is any commitment for issuance of equity shares in foreseeable future, i.e., potential shares, without inflow of resources to the Company against such issue. This is in compliance with the requirement of IAS-33. As the company has no dilutive potential ordinary shares, so diluted earnings per share was not calculated.

2.26 Responsibility for preparation and presentation of financial statements

The company's management and the Board of Directors are responsible for the preparation and presentation of Financial Statements as per section 183 of the Companies Act 1994 and the Corporate Governance guideline provided by Bangladesh Securities and Exchange Commission (BSEC).

2.27 Authorization date for issuing Financial Statements

The financial statements were authorised for issue by the Board of Directors on 10 October 2026.

2.28 Components of the Financial Statements

According to IAS 1 "Presentation of the Financial Statements" the complete set of financial statements include the following components:

a) Statement of Financial Position;

b) Statement of Profit or Loss and other Comprehensive Income;

c) Statement of Changes in Equity;

d) Statement of Cash Flows and

e) Notes to the financial statements, including material accounting policy information

2.29 Comparative Information and Restatement

Comparative information is disclosed for the year ended 30 June 2025 for all numerical information, and for narrative information where relevant (IAS 1.38). Comparative figures have been restated for: (i) presentation of Inland Bill Purchase liabilities gross of accounts receivable, including the statement of cash flows and NOCFPS ; and (ii) recognition of deferred tax on the revaluation surplus of land within equity instead of profit or loss. Neither restatement affects previously reported profit or EPS.

2.30 Renumbering of notes

Some note numbers differ from those used in the previous year. Additional notes have been included this year, and the notes have been renumbered so they run in sequence. This has no effect on any reported amount.

2.31 Reporting Period

These financial statements cover a period of twelve months from 01 July 2025 to 30 June 2026.

2.32 General

i. The figure has been rounded off to the nearest Taka.

ii. To facilitate comparison, comparative figures have been restated or rearranged where necessary to conform to current year presentation.

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025
3.00	**PROPERTY, PLANT AND EQUIPMENT: Tk. 1,128,442,896**		
	Cost		
	Balance as on 01.07.2025	**2,232,639,770**	**2,199,217,460**
	Add: Addition made during the year	44,363,156	34,506,560
	Less: Disposal during the year	4,694,420	1,084,250
	Balance as on 30.06.2026	**2,272,308,506**	**2,232,639,770**
	Depreciation		
	Balance as on 01.07.2025	**1,065,562,361**	**980,189,427**
	Add: Depreciation charge during the year	81,747,505	86,163,104
	Less: Disposal during the year	3,444,255	790,170
	Balance as on 30.06.2026	**1,143,865,610**	**1,065,562,361**
	Written Down Value as on 30.06.2026	**1,128,442,896**	**1,167,077,409**

Details of Property Plant & Equipment and Depreciation are shown in the annexed ***Schedule A/1.***

4.00	**CAPITAL WORK IN PROGRESS: Tk. 2,201,849**		
	This is made up as follows:		
	Balance as on 01.07.2025	**26,669,960**	**4,701,973**
	Add: Addition during the year	8,026,807	30,191,285
	Less: Transfer to Fixed Asset	32,494,918	8,223,298
	Balance as on 30.06.2026	**2,201,849**	**26,669,960**

The amount Tk. 2,201,849 represents CWIP. It will be transferred to fixed asset when it is available for use. Details of Capital Work in Progress are shown in the annexed ***Schedule B/1.***

5.00	**ACCOUNTS RECEIVABLE: Tk. 1,001,653,604**		
	This is made up as follows:		
	Accounts Receivable	1,001,653,604	955,796,640
	Total	**1,001,653,604**	**955,796,640**

Disclosure as per Schedule XI, Part I, Para (F) of the Companies Act 1994:

I. Debt considered good in respect of which the company is fully secured.

The debtors occurred in the ordinary course of business are considered good and secured against confirmed L/C.

II. Debt considered good for which the company hold no security other than the debtors' personal security.

There is no such debt in this respect as on 30 June 2026.

III. Debt considered doubtful or bad.

The company does not make any provision for doubtful debts as on 30 June 2026, because of the fact that sales/export are being made on 100% confirmed L/C basis with fixed maturity dates.

IV. Debt due by directors or other officers of the company

There is no such debt in this respect as on 30 June 2026.

V. Debt due by Common Management

There are no amount due from sister company under common management as on 30 June 2026.

VI. The maximum amount due by directors or other officers of the company

There is no such debt in this respect as on 30 June 2026.

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025
	Aging of Accounts Receivable		
	The aging of gross trade receivables as at the statement of financial position date was:		
	Dues within 0-90 days	558,208,676	512,514,542
	Dues within 91-180	377,544,400	307,349,811
	Dues within 181-365 days	28,456,236	58,484,414
	Dues more than 365	37,444,292	77,447,873
	Total	**1,001,653,604**	**955,796,640**

Bills discounted with Trust Bank PLC under the Inland Bill Purchase facility are with recourse to the Company. Accounts receivable are therefore shown gross, and the IBP proceeds are shown separately as a short-term loan. The previous year's figures have been restated so that receivables and IBP are not offset. There is no effect on profit, equity, EPS or NAV.

6.00 ADVANCE, DEPOSITS & PREPAYMENTS: Tk. 93,011,833

This is made up as follows:

Advance Income Tax	Note: 6.01	62,662,299	64,408,458
Advances against expenses		2,701,011	9,490,431
Advances against purchases		-	6,332,262
Advances against calibration		1,338,019	-
Prepaid insurance premium		1,264,396	1,264,395
Others Prepaid Expense		1,263,463	1,468,898
Advance to Mr. Lt. Col. Md. Anisur Rahman		6,091,255	6,091,255
Advanced against salary		1,808,142	1,871,269
Deposit			
Security Deposit	Note: 6.02	15,883,249	15,883,249
Total		**93,011,833**	**106,810,217**

6.01 Advanced Income Tax: Tk. 62,662,299

This is made up as follows:

Balance as on 01.07.2025	**64,408,458**	**57,671,887**
AIT from Export Proceeds (Addition during the year)	20,842,228	20,097,389
AIT from Others (Addition during the year)	2,079,092	2,472,203
AIT through payment order for assessment year 2021-2022	123,084	1,100,000
AIT through payment order for assessment year 2022-2023	311,228	1,100,000
AIT through payment order for assessment year 2023-2024	-	150,500
Less: Adjustment during the year for assessment year 2021-2022	11,100,818	-
Less: Adjustment during the year for assessment year 2022-2023	14,000,973	-
Less: Adjustment during the year for assessment year 2023-2024	-	18,183,521
Balance as on 30.06.2026	**62,662,299**	**64,408,458**

6.02 SECURITY DEPOSIT: Tk. 15,883,249

This represents the amount deposit with utility provider in respect of:

Electricity Demand note (REB)	1,713,800	1,713,800
Bangladesh Telegraph and Telephone Board (BTTB)	16,000	16,000
Custom Bond Commissionerate, Dhaka	956,049	956,049
Titas Gas Transmission & Distribution Ltd.	13,197,400	13,197,400
Total	**15,883,249**	**15,883,249**

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025

7.00 INVENTORIES: Tk. 205,987,892

The above balance is made up as follows:

Particulars	30.06.2026		30.06.2025	
	Qty (Kgs/Pcs)	Taka	Qty (Kgs/Pcs)	Taka
Raw material of Yarn	442,492 Kgs	143,855,948	482,411 Kgs	155,320,695
Raw material of Dyes & Chemical	61,567 Kgs	29,592,806	59,025 Kgs	31,217,539
Packing Materials	56,843 Kgs & 3,559,136 Pcs	14,337,667	17,786 Kgs & 4,551,662 Pcs	5,150,624
Work-in-process	37,423 Kgs	10,018,456	32,742 Kgs	9,544,419
Finished goods	264,573 Cones	8,183,015	270,424 Cones	8,664,501
Total		**205,987,892**		**209,897,778**

The inventory listed above was physically checked, counted, and valued by the inventory team, which consists of management staff and internal auditors.

The inventory on hand is valued at the lower of cost and net realizable value.

8.00 GOODS IN TRANSIT: Tk. 31,243,185

The above balance is made up as follows:

Raw materials in transit	31,243,185	78,212,114
Total	**31,243,185**	**78,212,114**

The above balance represents goods in transit under various L/C.

9.00 INVESTMENT IN FDR: Tk. 59,938,197

The above balance is made up as follows:

Investment in FDR	59,938,197	114,115,614
Total	**59,938,197**	**114,115,614**

Details of Investment in FDR are shown in the annexed ***Schedule C/1.***

10.00 CASH & CASH EQUIVALENT: Tk. 37,811,563

This is made up as follows:

Cash in hand		2,605,255	2,619,744
Cash at bank	Note: 10.01	35,206,308	10,282,818
Total		**37,811,563**	**12,902,562**

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025

10.01 CASH AT BANK: Tk. 35,206,308

The above has been made up as follows:

Name of Bank	A/C NO.		
Dutch-Bangla Bank PLC	SND-5982	46,664	2,143
Jamuna Bank PLC	CD-8310	383,307	10,433
Jamuna Bank PLC	FCBPAR-2049	1,891,140	-
Trust Bank PLC.	CD-118	638,393	565,477
Trust Bank PLC.	SND-53	-	31,990
Trust Bank PLC.	SND 437	1,198,452	1,742,842
Trust Bank PLC.	SND-0615	1,576,477	-
Trust Bank PLC.	SND-0553	2,008,556	2,015,748
Trust Bank PLC.	DAD-0031	24,686,346	3,420,612
Trust Bank PLC.	DAD-0059	287,627	22,352
Trust Bank PLC.	SND-151	152,508	151,726
Trust Bank PLC.	ERQ-0029	12,330	4,040
Trust Bank PLC.	SND-0491	2,009,843	1,997,991
Nagad (MFS)	MW-51300	0	-
Mercantile Bank PLC	CD-9631	277,530	279,140
Southeast Bank PLC.	CD-8059	37,134	38,324
Mercantile Bank PLC	CD-7632	1	-
Total		**35,206,308**	**10,282,818**

The management physically counted the cash on hand at year-end. All bank balances were reconciled and confirmed with bank statements.

11.00 SHARE CAPITAL: Tk. 795,953,810

This is made up as follows:

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 fully paid-up in cash	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**

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

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025

The Distribution Schedule showing the number of Shareholders and corresponding holding percentage under DSE & CSE Listing Regulation 37 on June 30, 2026:

Particulars of Investors	2025-2026			2024-2025		
	Number of Shareholders	Number of Shares	Percentage of Shareholding	Number of Shareholders	Number of Shares	Percentage of Shareholding (%)
1 to 100 Shares	1,192	34,687	0.04%	791	22,081	0.03%
101 to 500 Shares	1,673	594,999	0.75%	1,594	562,080	0.71%
501 to 1,000 shares	646	575,058	0.72%	485	412,502	0.52%
1,001 to 10,000 shares	1,925	7,906,623	9.93%	1,630	6,829,589	8.58%
10,001 to 20,000 shares	350	5,381,599	6.76%	262	3,787,954	4.76%
20,001 to 50,000 shares	235	7,555,003	9.49%	225	7,148,797	8.98%
50,001 to 100,000 shares	85	6,374,367	8.01%	76	5,653,129	7.10%
100,001 to 1,000,000 shares	74	20,918,478	26.28%	75	20,681,328	25.98%
1,000,001 to 5,000,000 shares	5	10,054,616	12.63%	8	14,297,970	17.96%
5,000,001 to 10,000,000 shares	1	5,420,955	6.81%	1	5,420,955	6.81%
Over 10,000,000 shares	1	14,778,996	18.57%	1	14,778,996	18.57%
Total	**6,187**	**79,595,381**	**100.00%**	**5,148**	**79,595,381**	**100.00%**

Composition of Shareholding

Particulars	2025-2026		2024-2025	
	No of Shares	Percentage (%)	No of Shares	Percentage (%)
Sponsors & Directors	25,193,095	31.65%	25,193,095	31.65%
General Public	45,112,866	56.68%	45,543,370	57.22%
Financial and Other Institutions	9,289,420	11.67%	8,858,916	11.13%
Total	**79,595,381**	**100.00%**	**79,595,381**	**100.00%**

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025
12.00	**LONG TERM LOAN FROM BANK Tk. 0**		
	Trust Bank Ltd.	-	124,518,902
	Total Term Loan Outstanding	**-**	**124,518,902**
	Less: Current Portion	-	71,128,331
	Total	**-**	**53,390,570**

The term loan previously obtained from Trust Bank PLC., including BDT HPSM facilities bearing interest at 11.89% to 13.55% and an offshore loan bearing interest at 8%, has been fully repaid during the year. The total repayment amount of Tk 133,688,981 (including interest) was made partly through adjustment of fixed deposit receipts (FDR) amounting to Tk 78,902,609 and partly from the Company's own sources of funds amounting to Tk 54,786,372.

Accordingly, no balance remains outstanding as at the reporting date. The facilities were previously secured by registered mortgage of 783.19 decimals of land and a flat measuring 1,637.58 sft., located at Khagan, Gouripur, Bashaid, Aukpara, Ashulia, and Uttara, Dhaka, along with capital machineries and personal guarantees of all Directors of the Company, and were repayable in monthly and quarterly installments as per the respective sanction letters.

			2025-2026	2024-2025 Restated
13.00	**DEFERRED TAX: Tk. 44,646,897**			
	This is made up as follows:			
	Deferred tax on property, plant & equipment (recognised in profit or loss)	Note 13.01	32,206,629	43,947,083
	Deferred tax on revaluation surplus of land (recognised in OCI)	Note 13.02	12,440,268	15,550,335
	Total		**44,646,897**	**59,497,418**

Details of Tax Base are shown in the annexed ***Schedule D/1.***

The 2025 comparative has been restated: the total is unchanged, but the tax on the land revaluation surplus is now recognised outside profit or loss. Details of Deferred tax workings — split between profit or loss and OCI (Taka) shown in the annexed ***Schedule D/2.***

13.01	**Deferred tax on property, plant & equipment**		
	Carrying amount (excluding land revaluation surplus)	1,024,773,997	1,063,408,510
	Tax base	756,385,421	770,427,956
	Temporary/(Deductible) Difference	**268,388,575**	**292,980,554**
	Effective Tax Rate	12%	15%
	Deferred Tax Liability/(Asset)	**32,206,629**	**43,947,083**

The property, plant & equipment surplus is expected to be recovered through usage, not sale.

13.02	**Deferred tax on revaluation surplus of land**		
	Revaluation surplus (tax base nil)	103,668,899	103,668,899
	Applicable tax rate	12%	15%
	Deferred tax liability	**12,440,268**	**15,550,335**

Land surplus is expected to be recovered through usage, not sale.

Notes	PARTICULARS		Amount in Taka	
			2025-2026	2024-2025
13.03	**Movement of deferred tax liability**			
	Balance as on 01.07.2025		**59,497,418**	**56,910,348**
	Recognised in profit or loss	Note 28.00	(11,740,454)	2,587,070
	Recognised in other comprehensive income	Note 13.04	(3,110,067)	-
	Balance as on 30.06.2026		**44,646,897**	**59,497,418**
13.04	**Income tax relating to components of other comprehensive income**			
	Revaluation surplus on land — effect of change in tax rate (before tax: nil)		3,110,067	-
	Total tax credit/(charge) recognised in OCI		**3,110,067**	-

13.05 Basis of measurement and change in tax rate

Deferred tax is measured at the tax rates expected to apply when the temporary differences reverse (IAS 12.47). The reduced rate of 15% for textile industries under SRO No. 159-Law/Income Tax/2022 dated 01 June 2022 expired on 30 June 2025. From income year 2025-26, export business income is taxed at 12% under SRO No. 44-AIN/Income Tax-25/2024. Deferred tax has therefore been remeasured at 12%. The effect on property, plant and equipment is recognised in profit or loss. The effect on the revaluation surplus of land is recognised in other comprehensive income and the revaluation reserve, because the related surplus was recognised outside profit or loss (IAS 12.61A). In prior years deferred tax on the revaluation surplus was charged to profit or loss; comparative figures have been restated (Note 13.06). No deferred tax asset has been recognised, as there are no deductible temporary differences.

13.06 Restatement — deferred tax on revaluation surplus of land

In prior years, deferred tax on the revaluation surplus of land was included in the deferred tax charge recognised in profit or loss. Under IAS 12.61A, tax relating to items recognised outside profit or loss is itself recognised outside profit or loss. The Company has corrected this retrospectively in accordance with IAS 8. The correction reclassifies amounts within equity. It has no effect on total equity, the deferred tax liability, profit for FY 2024-25, EPS or NAV per share.

	30.06.2025	01.07.2024
Revaluation reserve — as previously reported	103,668,899	103,668,899
Adjustment — deferred tax on revaluation surplus	(15,550,335)	(15,550,335)
Revaluation reserve — restated	**88,118,564**	**88,118,564**
Retained earnings — as previously reported	585,453,330	582,753,991
Adjustment — deferred tax on revaluation surplus	15,550,335	15,550,335
Retained earnings — restated	**601,003,665**	**598,304,326**
Net effect on total equity	-	-

14.00 ACCOUNTS PAYABLE: Tk. 8,514,883

This is made up as follows:

Nitol Insurance Co.Ltd.	495,610	658,778
Federal Insurance Company Ltd.	220,550	106,636
Crystal Insurance Company Ltd.	431,901	358,336
Excel Trade Link	2,006,000	468,500
Hawa Enterprise	611,100	494,700
Others Payable	4,601,035	5,082,397
The Jaman Transport Agency	98,000	200,000
Tina Trading	41,687	20,300
Shinepukur Ceramics Limited	-	109,070
NITS Service (Pvt.) Ltd.	9,000	10,500
N.A Motors	-	14,000
Tangail Tyre & Battery	-	81,000
Total	**8,514,883**	**7,604,217**

This represents amount payable to regular suppliers and other services rendered to the Company. All suppliers were paid on a regular basis.

Notes	PARTICULARS		Amount in Taka	
			2025-2026	2024-2025
14.01	**Disclosure for Accounts Payable**			
	Maturity less than 6 months		8,514,883	7,604,217
	Maturity more than 6 months		-	-
	Total		**8,514,883**	**7,604,217**
15.00	**SHORT TERM LOAN: Tk. 602,664,320**			
	This is made up as follows:			
	Cash Credit Loan (CC)	Note 15.01	-	702,559
	Deferred L/C		600,428,000	544,157,109
	Inland Bill Purchase	Note 15.02	2,236,320	56,354,280
	Total		**602,664,320**	**601,213,948**
15.01	**Cash credit loan (CC): Tk. 0**			
	Name of Bank			
	Trust Bank Ltd. (Bai Muajjal WC)		-	702,559
	Trust Bank Bai Muajjal		-	-
	Total		**-**	**702,559**
15.02	**Inland bill purchase: Tk. 2,236,320**			
	This is made up as follows:			
	Trust Bank PLC. Millennium Corporate Branch, Dhaka		2,236,320	56,354,280
	Total		**2,236,320**	**56,354,280**

Details of Inland Bill Purchase are shown in the annexed ***Schedule E/1.***

In the previous year, Inland Bill Purchase (IBP) was adjusted against Accounts Receivable; however, in the current year, it has been presented separately. Details of Workings for the restated Statement of Cash Flows — IBP restatement and deferred tax (Taka) are shown in the annexed ***Schedule F/1.***

16.00	**CURRENT PORTION OF LONG TERM LOAN: Tk. 0**			
	This is made up as follows:			
	Trust Bank PLC.		-	71,128,331
	Total		**-**	**71,128,331**
17.00	**LIABILITY FOR EXPENSES: Tk. 30,676,667**			
	This is made up as follows:			
	Audit and professional fees		467,077	474,375
	Electricity bill		296,999	406,325
	Gas bill		6,895,420	5,158,142
	Internet bill		26,300	26,300
	Accrued for Listing Fees		198,987	198,987
	Managing Director remuneration		250,000	250,000
	Other payable		144,000	144,000
	Provident fund		410,892	321,701
	Provision for WPPF		5,463,519	5,542,885
	Salary & wages		16,384,473	13,396,450
	Telephone and mobile bill		139,000	115,361
	Total		**30,676,667**	**26,034,526**

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025

18.00 DIVIDEND PAYABLE: Tk. 5,568,866

This is made up as follows:

Balance as on 01.07.2025	**5,670,753**	**4,139,546**
Addition during the year	79,595,381	79,595,381
Less: Payment during the year	77,996,184	77,721,682
Less: Transferred to Unclaimed dividend account	1,701,085	342,492
Balance as on 30.06.2026	**5,568,866**	**5,670,753**

Year	No. of Shareholders	Amount
2022-23	473	1,952,960
2023-24	484	2,014,834
2024-25	377	1,601,072
Total	**1334**	**5,568,866**

19.00 UNCLAIMED DIVIDEND ACCOUNT: Tk. 1,148,372

This is made up as follows:

Balance as on 01.07.2025	-	-
Addition during the year (Transferred from FY 2021-2022)	1,701,085	342,492
Less: Adjustment of fraction share	-	-
Less: Payment to CMSF during the year (FY 2021-2022)	552,713	342,492
Balance as on 30.06.2026	**1,148,372**	**-**

In accordance with BSEC Directive dated 14 January 2021, paragraph 3(vii), and the Capital Market Stabilization Fund Rules, 2021, which require transfer of unclaimed dividends other than those of the last three years, the Company transferred Tk 1,701,085 of unclaimed dividend for FY 2021-22 to the unclaimed dividend account. Of this, Tk 552,713.16 was deposited with the Capital Market Stabilization Fund (CMSF) on 10 March 2026 by Payment Order No. 1990997 drawn on Trust Bank PLC.

The remaining Tk 1,148,372 relates to cash dividend for FY 2021–22 (after tax) on 1,594,961 shares held in the name of Lt. Col. (Retd.) Md. Anisur Rahman. Ownership of these shares is currently under dispute and the matter is sub judice. Accordingly, no dividend or benefits have been paid on these shares. Therefore, this amount has not been transferred to the CMSF and will not be settled until the matter is resolved.

20.00 PROVISION FOR INCOME TAX: Tk. 59,048,813

This is made up as follows:

Particulars			
Balance as on 01.07.2025		61,866,491	54,074,106
Add: Provision for Current year tax	**Note: 27.00**	21,579,349	21,660,436
Add: Under provision during the year for assessment year 2021-2022		747,523	4,315,470
Less: Over provision during the year for assessment year 2022-2023		(42,758)	
Less: Adjustment during the year for assessment year 2021-2022		(11,100,818)	-
Less: Adjustment during the year for assessment year 2022-2023		(14,000,973)	-
Less: Adjustment during the year for assessment year 2023-2024		-	(18,183,521)
Balance as on 30.06.2026		**59,048,813**	**61,866,491**

Notes	PARTICULARS		Amount in Taka	
			2025-2026	2024-2025
21.00	**TURNOVER: Tk. 2,148,649,091**	Note: 21.01	2,148,649,091	1,997,875,808
	Total		**2,148,649,091**	**1,997,875,808**

21.01 Quantitative details of turnover:

Particulars	2025-2026		2024-2025	
	Qty (Kgs)	Taka	Qty (Kgs)	Taka
Sewing Thread	3,728,407	1,891,558,200	3,394,744	1,794,234,397
Poly Poly Core Spun	171,306	127,674,971	105,000	81,089,410
Filament Thread	201,237	129,415,920	187,297	122,552,001
Total	**4,100,950**	**2,148,649,091**	**3,687,041**	**1,997,875,808**

22.00	**COST OF GOODS SOLD: Tk. 1,801,656,016**			
	Raw materials consumption	Note 22.01	1,204,331,316	1,020,176,024
	Dyes & chemical consumption	Note 22.02	161,254,746	170,550,083
	Packing materials consumption	Note 22.03	117,126,406	119,817,821
	Factory overhead	Note 22.04	320,655,499	311,051,211
	Cost of Production		**1,803,367,967**	**1,621,595,138**
	(Increase)/decrease in work-in-process		**(474,037)**	**11,233,206**
	Opening work-in process		9,544,419	20,777,625
	Closing work-in process		10,018,456	9,544,419
	(Increase)/decrease in finished goods		**481,486**	**13,133,937**
	Opening finished goods		8,664,501	21,798,438
	Closing finished goods		8,183,015	8,664,501
	Goods Available for Sale		**1,803,375,416**	**1,645,962,281**
	Sample expense		(1,719,400)	(1,649,800)
	Total Cost of Goods Sold		**1,801,656,016**	**1,644,312,481**
22.01	**Raw materials consumption: Tk. 1,204,331,316**			
	Opening inventory		**155,320,695**	**165,654,822**
	Add: Purchased during the year		1,192,866,570	1,009,841,897
	Less: Closing inventory		143,855,948	155,320,695
	Total Consumption		**1,204,331,316**	**1,020,176,024**
22.02	**Dyes & chemical consumption: Tk. 161,254,746**			
	Opening inventory		**31,217,539**	**37,801,311**
	Add: Purchased during the year		159,630,013	163,966,311
	Less: Closing inventory		29,592,806	31,217,539
	Total Consumption		**161,254,746**	**170,550,083**
22.03	**Packing materials consumption: Tk. 117,126,406**			
	Opening inventory		**5,150,624**	**11,414,607**
	Add: Purchased during the year		126,313,449	113,553,838
	Less: Closing inventory		14,337,667	5,150,624
	Total Consumption		**117,126,406**	**119,817,821**

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025
22.04	**Factory overhead: Tk. 320,655,499**		
	This is made up as follows:		
	Boiler operating expenses	879,784	709,960
	Calibration expenses	267,604	-
	Compliance expenses	680,103	187,233
	Depreciation	74,389,537	78,297,638
	Earned leave	3,252,631	2,832,521
	Electricity bill	5,665,375	4,969,404
	ETP. operating expense	2,559,770	2,160,760
	Factory consumable expense	903,458	-
	Factory gardening expenses	532,625	391,395
	Factory labor loading & unloading	1,093,057	726,952
	Factory printing & stationary	327,036	219,580
	Festival bonus	6,107,363	5,414,881
	Fire extinguishing expenses	372,515	587,035
	Fuel & lubricant	2,000,206	2,129,110
	Gas bill	81,749,947	84,153,806
	Laboratory test charge	2,116,809	1,310,347
	Motivation and other allowance	160,030	311,500
	Moulding machine operating expenses	194,853	-
	Overtime	8,854,797	7,744,312
	Production incentives	340,912	125,030
	Repair & maintenance	5,083,482	3,634,957
	Staff welfare	15,200	67,000
	Technical studies	342,380	53,238
	Tiffin allowance	1,113,965	1,783,629
	Wages and allowances	121,239,560	113,158,735
	WTP operating expenses	412,500	82,188
	Total	**320,655,499**	**311,051,211**
23.00	**ADMINISTRATIVE EXPENSES: Tk. 126,099,867**		
	This is made up as follows:		
	AGM expenses	689,737	546,900
	Audit and professional Fees	1,099,654	1,071,658
	Bank charges, commission & brokerage fees	3,488,362	3,668,684
	Board meeting attendance fee	575,000	575,000
	Canteen subsidy	1,755,431	1,476,705
	Car maintenance	2,119,262	1,868,842
	Computer accessories expenses	819,336	1,130,437
	Conveyance	1,737,700	1,667,729
	Credit rating fee	115,000	107,500
	Depreciation	7,357,968	7,865,466
	Electrical expenses	480,528	660,350
	Entertainment	2,260,691	1,751,410
	Environmental expenses	269,993	823,680
	ERP software expenses	173,746	31,500

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025
	Fees forms and renewal	1,346,570	1,372,150
	Festival bonus	7,330,330	6,366,165
	Food allowances	196,480	420,440
	Fuel & lubricant	4,526,644	3,615,355
	Group insurance for employees	69,495	64,975
	Iftar expenses	1,459,896	966,556
	Insurance	1,896,595	1,896,612
	Internet bill	758,916	675,349
	Legal and consultancy fees	6,448,750	5,750,042
	Listing fees (DSE & CSE)	795,954	795,954
	Managing Director remuneration	3,250,000	3,125,000
	Medical expenses	1,295,038	1,178,210
	Miscellaneous expenses	533,662	534,102
	News papers & periodical	12,629	23,032
	Office maintenance	711,762	673,598
	Pick & drop facility	1,735,016	1,284,000
	Picnic	1,885,370	1,785,000
	Postage & courier	168,685	318,475
	Provident fund	4,490,115	3,759,788
	Recruitment expense	81,900	-
	Salary & allowance	57,295,586	52,757,410
	Security service	13,700	-
	Staff uniform	123,410	130,622
	Staff welfare	-	160,164
	Stationery expenses	3,604,504	3,207,567
	Subscription and donation	503,410	395,100
	Telephone and mobile bill	1,522,434	1,426,099
	Tours & travelling expenses	1,078,600	931,241
	Web design & maintenance	22,008	20,870
	Total	**126,099,867**	**116,879,737**

a. Auditors' remuneration

TK 345,000 auditors' remuneration for audit during the year 2025-2026 is included in "Audit and Professional Fees".

b. Payment/Perquisites to Directors and officers

The aggregate amount paid/ provided during the year in respect of Directors and Officers of the Company as defined in the Securities and Exchange Rules 1987 are disclosed below:

Particulars

Managing Director Remuneration	3,250,000	3,125,000
Board Meeting fee	575,000	575,000

i) The Board of Directors have drawn Tk. 10,000/- Per Board meeting attendance fees during the year under review.

ii) No money was given to any directors for rendering special services to the Company.

iii) Five (05) meeting of the Board of Directors and Four (04) meeting of the Audit Committee were held during the period.

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025
24.00	**SELLING & DISTRIBUTION EXPENSES: Tk. 59,645,935**		
	This is made up as follows:		
	Advertisement	3,527,846	3,214,620
	Collection and C & F charges	776,203	1,178,944
	Conveyance	3,444,515	2,675,415
	Expenses for product development	924,180	867,525
	Export realization charge	32,795,306	29,481,250
	Fair and exhibition	729,205	669,144
	Food allowance	739,810	581,020
	Foreign travelling expenses	-	1,102,972
	Fuel & lubricant for vehicle	4,548,688	3,743,441
	Promotional expenses	4,668,094	3,978,468
	Sample expenses	1,719,400	1,649,800
	Sales incentive	278,089	97,459
	UP expenses	1,404,606	908,600
	Vehicle running expenses	3,970,493	2,868,112
	Vehicle tracking service	119,500	114,000
	Total	**59,645,935**	**53,130,770**
25.00	**FINANCIAL EXPENSES: Tk. 55,799,153**		
	This is made up as follows:		
	Interest expenses	55,799,153	76,269,372
	Total	**55,799,153**	**76,269,372**

Interest expenses are derived from term loans, working capital and trade finance facilities (including Bai-Muajjal, Bai-Murabaha and Bai-Salam), and an offshore loan, and are recognized on an accrual basis. The finance cost includes no interest on any sort of borrowing from directors, including the managing director and managers.

26.00	**OTHER INCOME: Tk. 8,039,015**		
	This is made up as follows:		
	Interest income	8,530,820	7,809,061
	Gain/(Loss) on disposal of vehicle	(754,093)	55,920
	Other income	180,360	96,000
	Forfeited provident fund	81,928	-
	Total	**8,039,015**	**7,960,981**
27.00	**CURRENT YEAR TAX: TK. 21,579,349**		
i.	**REGULAR TAX: Tk. 17,119,914**		
	This is made up as follows:		
	Net profit before tax	109,270,372	110,857,696
	Add: Accounting depreciation	81,747,505	86,163,104
	Less: Tax depreciation	53,711,270	55,271,552
	Less: Profit other than business income	9,285,769	9,117,133
	Profit/(loss) from business	**128,020,837**	**132,632,114**

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025
	Income tax on business income (12%)	15,362,500	19,894,817
	Income Tax on foreign exchange gain/(Loss) (12%)	149,611	173,423
	Income Tax on other income (20%)	1,607,803	1,592,196
		17,119,914	**21,660,436**
	Under/(Over) provision		
	Assessment Year 2021-2022	747,523	1,402,536
	Assessment Year 2022-2023	(42,758)	1,415,534
	Assessment Year 2023-2024	-	1,497,400
		704,765	**4,315,470**
	Total Regular Tax	**17,824,679**	**25,975,906**
ii.	**MINIMUM TAX: Tk. 21,579,349**		
	This is made up as follows:		
	Gross receipt from turnover & others	2,148,649,091	1,997,875,808
	Foreign exchange gain/(loss)	1,246,754	1,156,152
	Other income	8,039,015	7,960,981
	Total gross receipts	**2,157,934,860**	**2,006,992,941**
	Minimum tax on gross receipts @ 1%	**21,579,349**	**20,069,929**

Current Tax is higher of (i) Regular Tax & (ii) Minimum Tax, as per section 163 of Income Tax Act 2023. Provision for current income tax has been made at the rate of 12% on business income as per SRO no. 44-AIN/Income Tax-25/2024 and tax provision on other income as prescribed in the Income Tax Act, 2023.

Net Profit Before Tax	109,270,372	110,857,696
Less: Provision for tax (current + deferred)	9,838,895	28,562,976
Effective tax rate	**9.00%**	**25.77%**

Effective Tax Rate = Tax expenses/ profit before tax

The effective tax rate decreased from 25.77% in 2024-2025 to 9.00% in 2025-2026, mainly because:

(i) Change in tax rate: the 15% rate for textile industries under SRO No. 159-Law/Income Tax/2022 expired on 30 June 2025. Deferred tax has been remeasured at 12% under SRO No. 44-AIN/Income Tax-25/2024, giving deferred tax income of Tk 8,789,417 in profit or loss, which reduced the effective tax rate by 8.04 percentage points.

(ii) Deferred tax on revaluation surplus: the remeasurement credit of Tk 3,110,067 on the land revaluation surplus is recognised in other comprehensive income, not profit or loss (IAS 12.61A). Comparative figures have been restated.

(iii) Prior-year adjustment in the comparative: 2024-2025 tax included an under-provision of Tk 4,315,470 for earlier assessment years; excluding it, the 2024-2025 effective tax rate was 21.87%. Current tax of Tk 21,579,349 is based on minimum tax under section 163 of the Income Tax Act 2023, which exceeded regular tax.

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025

27.01 Reconciliation of effective tax rate (2025-2026)

	Taka	% of PBT
Profit before tax	**109,270,372**	
Tax at applicable rate (12%)	13,112,445	12.00%
Other income taxed at 20% (Tk 8,039,015 × 8%)	643,121	0.59%
Excess of minimum tax over regular tax (21,579,349 − 17,119,914)	4,459,435	4.08%
Effect of change in tax rate on opening deferred tax (292,980,554 × −3%)	(8,789,417)	(8.04%)
Tax base of disposals deducted at cost / rounding	413,311	0.38%
Income tax expense	**9,838,895**	**9.00%**

OCI: *deferred tax on revaluation surplus (103,668,899 ×3%)* **3,110,067**

27.02 Year wise break up of provision for current tax and balance of advance income tax for the six years

Accounting year ended	Assessment year	Provision for income tax (Amount in Taka)	Advance income tax (Amount in Taka)	Status
June 30, 2026	2026-2027	21,579,349	22,921,320	-
June 30, 2025	2025-2026	21,660,436	22,569,592	Return submitted
June 30, 2024	2024-2025	15,809,028	17,171,387	Return submitted
June 30, 2023	2023-2024	18,183,521	18,183,521	Assessment completed
June 30, 2022	2022-2023	14,000,973	14,000,973	Assessment completed
June 30, 2021	2021-2022	11,100,818	11,100,818	Assessment completed

27.03 Reconciliation of effective tax rate

	2025-2026
Profit before tax	**109,270,372**
Tax at the applicable rate of 12%	13,112,445
Other income taxed at 20%	643,121
Excess of minimum tax (s.163 ITA 2023) over regular tax	4,459,435
Disposals deducted from tax base at cost	413,311
Effect of change in tax rate on opening deferred tax (PPE)	(8,789,417)
Prior-year adjustments	-
Total income tax expense recognised in profit or loss	**9,838,894**

28.00 CURENT YEAR DEFERRED TAX : Tk. -11,740,454

This is made up as follows:	2025-2026	2024-2025 Restated
Closing deferred tax liability on PPE (Note 13.01)	32,206,629	43,947,083
Less: Opening deferred tax liability on PPE	43,947,083	41,360,013
Deferred tax expense/(income)	**(11,740,454)**	**2,587,070**

29.00 CASH COLLECTION FROM TURNOVER & OTHERS: Tk. 2,102,792,127

Revenue	2,148,649,091	1,997,875,808
Opening Accounts Receivable	955,796,640	983,661,353
Less: Closing Accounts Receivable	1,001,653,604	955,796,640
Total	**2,102,792,127**	**2,025,740,522**

Comparative restated: opening and closing receivables are now gross of Inland Bill Purchase.

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025
30.00	**CASH PAID TO SUPPLIERS, EMPLOYEE & OTHERS: Tk. -1,848,966,247**		
	Cost of goods sold	(1,801,656,016)	(1,644,312,481)
	Administrative expenses	(126,099,867)	(116,879,737)
	Selling & distribution expenses	(59,645,935)	(53,130,770)
	Depreciation	81,747,505	86,163,104
	Advance deposit & prepayments	5,719,962	(5,737,039)
	Inventory	3,909,886	47,549,025
	Goods in transit	46,968,929	(19,987,239)
	Accounts payable	910,666	5,352,991
	Liabilities for expenses	4,642,141	(32,062,535)
	WPPF	(5,463,519)	(4,240,467)
	Total	**(1,848,966,247)**	**(1,737,285,149)**
31.00	**INCOME TAX PAID: Tk. -22,650,867**		
	AIT paid during the year	(22,921,320)	(22,569,592)
	AIT paid through payment order	(434,312)	(2,350,500)
	Adjustment	704,765	-
	Total	**(22,650,867)**	**(24,920,092)**
32.00	**EARNINGS PER SHARE**		
	Net Profit after Taxes	99,431,477	82,294,720
	Number of Shares for respected year	79,595,381	79,595,381
	Earnings per share (Taka) (Basic)	**1.25**	**1.03**
	Net Profit after Taxes	99,431,477	82,294,720
	Weighted Average Number of Share	79,595,381	79,595,381
	Earnings per share (Taka) (Adjusted)	**1.25**	**1.03**
	Weighted average/Total existing number of share:		
	Opening number of share outstanding	79,595,381	79,595,381
	Add: Issued during the period	-	-
	Total	**79,595,381**	**79,595,381**
33.00	**NET OPERATING CASH FLOWS PER SHARE (NOCFPS)**		
	Cash flows from operating activities	231,175,012	263,535,281
	Number of shares	79,595,381	79,595,381
	Net Operating Cash Flows per Share (NOCFPS)	**2.90**	**3.31**

2024-2025 NOCFPS restated from Tk 1.96 to Tk 3.31

The statement of cash flows for 2024-2025 has been restated to present Inland Bill Purchase (IBP) liabilities gross. Collections from customers now reflect the movement in gross accounts receivable, and IBP repayments are presented within financing activities. Net operating cash flow for 2024-2025 increases by Tk 107,819,844 and NOCFPS from Tk 1.96 to Tk 3.31. Net change in cash and cash equivalents is unchanged. Deferred tax is a non-cash item and has no effect on the statement of cash flows.

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025
34.00	**NET ASSET VALUE PER SHARE (NAVPS)**		
	Net Asset Value	1,808,022,202	1,785,076,039
	Number of Shares	79,595,381	79,595,381
	Net Asset Value per Share	**22.72**	**22.43**

35.00 RECONCILIATION OF NET INCOME WITH CASH FLOWS FROM OPERATING ACTIVITIES

Clause No. 5(2)(e) of Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018:

		2025-2026	2024-2025 Restated
Profit Before Tax		**109,270,372**	**110,857,696**
Adjustment for:			
Depreciation on Property, Plant and Equipment		81,747,505	86,163,104
Other Income		(8,039,015)	(7,960,981)
Workers Profit Participation Fund		5,463,519	5,542,885
Foreign Exchange (Gain)/Loss		(1,246,754)	(1,156,152)
Financial Expenses		55,799,153	76,269,372
		242,994,779	**269,715,923**
(Increase)/decrease in accounts receivable (gross)		(45,856,964)	**27,864,714**
(Increase)/decrease in inventory and goods in transit		50,878,814	27,561,786
Increase/(decrease) in trade and other payables		910,666	5,352,991
Less: (Increase)/ Decrease in Advance, Deposit & Prepayments		5,719,962	(5,737,039)
Less: Increase/ (Decrease) in Liabilities for Expenses		(821,378)	(36,303,002)
		253,825,880	**288,455,373**
Less: Income Tax Paid	Note: 31.00	(22,650,867)	(24,920,092)
Net Cash Generated from Operating Activities		**231,175,012**	**263,535,281**

Deferred tax (Note 13 and 28) is a non-cash item and is excluded because the reconciliation starts from profit before tax.

36.00 RESTATEMENT — INLAND BILL PURCHASE (IBP)

In previous years, amounts received from Trust Bank PLC., under Inland Bill Purchase were deducted from accounts receivable. Bills discounted under IBP are with recourse to the Company. The receivables therefore do not qualify for derecognition under IFRS 9, and the offsetting criteria in IAS 32.42 are not met. The Company has corrected this retrospectively under IAS 8: IBP is now presented within short-term loans (Note 15.02) and receivables are presented gross. There is no effect on profit, other comprehensive income, equity, EPS or NAV per share.

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025

	01-July-2024 to 30-June-2025		
	As previously reported (A)	Adjustment (B)	Restated C=(A+B)
Statement of financial position — 30 June 2025			
Accounts receivable	899,442,360	56,354,280	955,796,640
Total current assets	1,421,380,644	56,354,280	1,477,734,924
Total assets	2,615,128,013	56,354,280	2,671,482,293
Short-term loan	544,859,668	56,354,280	601,213,948
Total current liabilities	717,163,986	56,354,280	773,518,266
Statement of financial position — 1 July 2024			
Accounts receivable	819,487,229	164,174,124	983,661,353
Total current assets	1,341,394,884	164,174,124	1,505,569,008
Total assets	2,565,124,890	164,174,124	2,729,299,014
Short-term loan	442,162,784	164,174,124	606,336,908
Total current liabilities	619,047,365	164,174,124	783,221,489
Statement of cash flows — 2024-2025			
Cash collection from turnover & others	1,917,920,678	107,819,844	2,025,740,522
Net cash from operating activities	155,715,436	107,819,844	263,535,281
Net Inland Bill Purchase received/(repaid) — financing	-	(107,819,844)	(107,819,844)
Net cash used in financing activities	(93,533,297)	(107,819,844)	(201,353,141)
Net change in cash and cash equivalents	(8,537,714)	-	(8,537,714)
NOCFPS (Tk)	**1.96**	**1.35**	**3.31**

Current ratio changes from 1.98 to 1.91 at 30 June 2025, and from 2.17 to 1.92 at 1 July 2024.

37.00 RELATED PARTY TRANSACTIONS

During the year, the Company carried out a several number of transactions with key management personnel in the normal course of business. The names of the related parties and nature of these transactions have been disclosed in accordance with the provision of IAS-24.

The following related party transactions have appeared during the year.

NAME	TYPE OF TRANSACTION	AMOUNT (TK.)
Mr. Md. Hafizur Rahman	Board Meeting Attendance Fees	57,500
Mr. Neaz Rahman Shaqib	Remuneration and Board Meeting Attendance	3,307,500
Mr. Md. Ayub Ali	Board Meeting & Audit Committee	92,000
Mr. Md. Hafizur Rahman	Board Meeting Attendance Fees	57,500
Mr. Md. Abdul Haque Sarder FCS,	Board Meeting & Audit Committee	103,500
Mr. A. T. M. Sarrowar Kamal	Board Meeting & Audit Committee	103,500
Professor Mohammed Enamul Hye,	Board Meeting Attendance Fees	57,500
Mrs. Naima Sultana FCA	Board Meeting & Audit Committee	46,000

Notes	PARTICULARS	Amount in Taka	
		2025-2026	2024-2025

38.00 REASON FOR SIGNIFICANT VARIANCE

"Revenue increased driven by higher sales volume, partly offset by a decline in average selling price. Gross margin narrowed due to cost pressures, while finance costs reduced significantly following full repayment of the term loan during the year (FY2025-2026).Income tax expense decreased primarily due to changes in applicable tax rates. The preferential tax rate for textile industries expired during the year, and export income is now taxed at a revised rate. Current tax reflects the application of minimum tax provisions, which exceeded the regular tax liability, while the prior year included additional provisions for earlier periods. Deferred tax was remeasured at the new applicable rate, resulting in a deferred tax gain, including the impact of the rate change. Overall, profit after tax improved, supported by lower finance costs and tax adjustments. Earnings per share increased accordingly. NOCFPS declined compared with the previous period. Stronger cash collection and lower income tax payments were more than offset by higher payments to suppliers, employees and others, reflecting increased volume and cost pressures."

39.00 EVENTS AFTER THE REPORTING PERIOD AND DATE OF AUTHORISATION

39.01 Proposed dividend

The Board of Directors, at its meeting held on 10 October 2026, recommended a cash dividend of 11% (Tk 1.10 per share) for general shareholders and 7% (Tk 0.70 per share) for sponsors and directors, for the year ended 30 June 2026. The total amount of cash dividend payable to the general shareholders is Tk 59,842,514.60 for 54,402,286 shares, and Tk 17,635,166.50 for 25,193,095 shares held by the sponsors and directors. The dividend is payable to shareholders whose names appear in the share register or depository register on the record date of November 05, 2026, Thursday, subject to approval at the Annual General Meeting to be held on December 17, 2026, Thursday at 11:00 am. Under IAS 10, this is a non-adjusting event and has not been recognised as a liability at 30 June 2026.

39.02 Date of authorisation

These financial statements were authorised for issue by the Board of Directors on 10 October 2026.

Simtex Industries PLC.
Schedule of Property, Plant & Equipment
As at 30 June 2026

Schedule A/1
Amount in Taka

Particulars	Cost Value				Rate	Depreciation				W. D. V as on 30.06.2026
	Balance As on 01.07.2025	Addition during the Year	Disposal	Balance as on 30.06.2026		Balance As on 01.07.2025	Charged during the Year	Disposal	Balance as on 30.06.2026	
Factory:										
Land & Development	272,983,987	-	-	272,983,987	0%	-	-	-	-	272,983,987
Building & Fabricated Shade	479,614,640	2,834,368	-	482,449,008	10%	295,887,332	18,512,298	-	314,399,630	168,049,378
Plant and Machinery	1,009,714,484	23,593,998	3,280,120	1,030,028,362	10%	581,137,312	44,324,771	2,567,253	622,894,830	407,133,533
Trolley	205,908	793,950	-	999,858	10%	105,637	49,364	-	155,001	844,857
Gas and Electrical Line	10,959,780	-	-	10,959,780	10%	5,825,083	513,470	-	6,338,552	4,621,228
Electrical Equipment	92,903,268	1,558,230	-	94,461,498	10%	54,236,641	3,914,155	-	58,150,796	36,310,702
Spare Parts & Tools	68,671,205	12,454,358	-	81,125,563	10%	31,882,625	4,455,458	-	36,338,083	44,787,480
Fire Hydrant System	36,778,360	559,026	-	37,337,386	10%	15,217,686	2,202,483	-	17,420,168	19,917,218
Furniture and Fixture	9,380,690	63,100	-	9,443,790	10%	5,263,371	417,539	-	5,680,910	3,762,880
Sub Total	**1,981,212,323**	**41,857,030**	**3,280,120**	**2,019,789,233**		**989,555,687**	**74,389,537**	**2,567,253**	**1,061,377,971**	**958,411,262**
Office:										
Transport & Vehicles	74,342,274	-	-	74,342,274	10%	35,925,871	3,841,640	-	39,767,511	34,574,763
Office Equipment	29,730,401	2,158,317	1,414,300	30,474,418	10%	15,423,029	1,559,779	877,002	16,105,806	14,368,612
Furniture and Fixture	18,052,054	1,800	-	18,053,854	10%	11,715,174	633,820	-	12,348,994	5,704,860
Shade Book	439,300	-	-	439,300	15%	179,946	38,903	-	218,849	220,451
Int. Panton Book	473,575	-	-	473,575	15%	157,147	47,464	-	204,612	268,963
Air Condition & Humidification	23,392,528	341,900	-	23,734,428	10%	11,556,080	1,193,773	-	12,749,853	10,984,575
Crockeries	306,272	4,109	-	310,381	10%	172,490	13,547	-	186,036	124,345
Software	1,022,144	-	-	1,022,144	20%	876,936	29,042	-	905,978	116,166
Sub Total	**147,758,548**	**2,506,126**	**1,414,300**	**148,850,374**		**76,006,674**	**7,357,968**	**877,002**	**82,487,639**	**66,362,735**
Revaluation Surplus:										
Particulars	**Cost Value**				**Rate**	**Depreciation**				**W. D. V as on 30.06.2026**
	Balance As on 01.07.2025	**Addition during the Year**	**Disposal**	**Balance as on 30.06.2026**		**Balance As on 01.07.2025**	**Charged during the Year**	**Disposal**	**Balance as on 30.06.2026**	
Land & Development	103,668,899	-	-	103,668,899	0%	-	-	-	-	103,668,899
Sub Total	**103,668,899**	**-**	**-**	**103,668,899**		**-**	**-**	**-**	**-**	**103,668,899**
Grand Total (as on 30.06.2026)	**2,232,639,770**	**44,363,156**	**4,694,420**	**2,272,308,506**		**1,065,562,361**	**81,747,505**	**3,444,255**	**1,143,865,610**	**1,128,442,896**
Grand Total (as on 30.06.2025)	**2,199,217,460**	**34,506,560**	**1,084,250**	**2,232,639,770**		**980,189,427**	**86,163,104**	**790,170**	**1,065,562,361**	**1,167,077,409**

Factory	74,389,537
Administrative	7,357,968
Total	**81,747,505**

Simtex Industries PLC.
Capital work in progress
As at June 30, 2026

Schedule B/1
Amount in Taka

SL No.	Particulars	Value (BDT)	Insurance	LC Acceptance Commission	Swift & Other Charges	L/C Commission	C & F Expenses (Import)	Stamp (Judicial & Non Judicial)	LC Authorization charge	LC Confirmation charge	Misc. Foreign Exchange Expense	Truck Fare Unloading	Other cost	Total Value (BDT)
1	LC(sight)-236125010143	-	-	-	2,000	36,366	-	500	-	-	300	-	-	39,166
2	L/C# 236125020046	1,006,960	4,118	4,028	3,550	2,014	456,724	-	-	-	-	18,500	75,925	1,571,818
3	L/C#304526010035	-	75,300	42,544	4,025	84,928	-	500	173	42,384	-	-	-	249,854
4	Ongoing Construction	-	-	-	-	-	-	-	-	-	-	-	341,010	341,010
Total		**1,006,960**	**79,418**	**46,572**	**9,575**	**123,308**	**456,724**	**1,000**	**173**	**42,384**	**300**	**18,500**	**416,935**	**2,201,849**

Simtex Industries PLC.

Schedule of FDR as on 30 June 2026

Schedule C/1

Amount in Taka

Serial No.	Particulars	Issue Date	Balance as on 01.07.2025	TRF From TBL-151	Interest Received	Interest Accrued	AIT	Bank Charge	TRF To TBL-151	Previous year accrued interest	Balance as on 30.06.2026
1	7022-0331028589	15-Jul-18	66,622	-	5,067	1,082	1,014	-	-	-	71,757
2	7022-0331031011	24-Sep-18	67,176	-	5,065	86	1,014	-	-	-	71,313
3	7022-0331040645	30-Sep-19	253,339	-	19,101	-	3,820	-	-	-	268,620
4	7022-0331051240	26-Jul-20	558,681	-	42,479	7,752	8,495	500	-	-	599,917
5	7022-0331052856	10-Sep-20	458,253	-	34,548	1,956	6,909	150	-	-	487,698
6	7022-0331052865	10-Sep-20	552,498	-	41,648	2,358	8,329	500	-	-	587,675
7	7022-0331052874	13-Sep-20	552,176	-	41,624	2,003	8,325	500	-	-	586,978
8	7022-0331052883	13-Sep-20	449,576	-	33,895	1,631	6,779	150	-	-	478,173
9	7022-0331052936	14-Sep-20	458,038	-	34,532	1,564	6,907	150	-	-	487,077
10	7022-0331052945	14-Sep-20	458,038	-	34,532	1,564	6,907	150	-	-	487,077
11	7022-0331053784	5-Oct-20	243,901	-	18,549	4,481	3,710	-	-	-	263,221
12	7022-0331053882	11-Oct-20	127,393	-	9,688	2,177	1,938	-	-	-	137,320
13	7022-0331053926	12-Oct-20	523,531	-	39,805	8,828	7,962	500	-	-	563,702
14	7022-0331054050	15-Oct-20	156,880	-	11,931	2,547	2,386	-	-	-	168,972
15	7022-0331054130	19-Oct-20	431,300	-	32,798	6,632	6,559	150	-	-	464,021
16	7022-0331054149	19-Oct-20	532,204	-	40,466	8,179	8,094	500	-	-	572,255
17	7022-0331054612	3-Nov-20	191,748	-	14,582	2,376	2,917	-	-	-	205,789
18	7022-0331055282	24-Nov-20	59,695	-	4,539	472	908	-	-	-	63,798
19	7022-0331055639	7-Dec-20	152,744	-	11,517	750	2,303	-	-	-	162,708
20	7022-0331055791	14-Dec-20	278,877	-	21,026	953	4,205	-	-	-	296,651
21	7022-0331056058	29-Dec-20	151,684	-	11,436	32	2,287	-	-	-	160,865
22	7022-0331056398	10-Jan-21	52,458	-	3,989	908	799	-	-	-	56,556
23	7022-0331056594	13-Jan-21	64,136	-	4,879	1,069	976	-	-	-	69,108
24	7022-0331056601	13-Jan-21	536,402	-	40,785	8,931	8,157	500	-	-	577,461
25	7022-0331056745	19-Jan-21	482,295	-	36,670	7,411	7,334	500	-	-	518,542
26	7022-0331056754	19-Jan-21	576,065	-	43,801	8,854	8,761	500	-	-	619,459
27	7022-0331056978	27-Jan-21	486,250	-	36,971	6,642	7,394	500	-	-	521,969
28	7022-0331058083	7-Mar-21	679,222	-	51,202	3,334	10,241	500	-	-	723,017
29	7022-0331058323	16-Mar-21	285,466	-	21,524	853	4,306	150	-	-	303,387
30	7022-0331058332	16-Mar-21	1,053,877	-	79,406	3,142	15,881	3,000	-	-	1,117,544
31	7022-0331058350	18-Mar-21	449,430	-	33,883	1,151	6,776	150	-	-	477,538
32	7022-0031059046	11-Apr-21	699,779	-	53,210	11,952	10,642	500	-	-	753,799
33	7022-0331059153	13-Apr-21	499,609	-	37,987	8,318	7,598	500	-	-	537,816
34	7022-0331061837	1-Sep-21	491,732	-	28,616		5,723	500	514,125	-	-
35	7022-0331062541	15-Sep-21	497,737	-	28,100		5,621	500	519,716	-	-

Serial No.	Particulars	Issue Date	Balance as on 01.07.2025	TRF From TBL-151	Interest Received	Interest Accrued	AIT	Bank Charge	TRF To TBL-151	Previous year accrued interest	Balance as on 30.06.2026
36	7022-0331062658	16-Sep-21	310,648	-	23,420	928	4,683	150	-	-	330,163
37	7022-0331063059	26-Sep-21	745,695	-	56,215	637	11,242	500	-	-	790,805
38	7022-0331063068	26-Sep-21	503,945	-	28,450		5,690	850	525,855	-	-
39	7022-0331063693	5-Oct-21	1,230,291	-	93,510	22,552	18,703	3,000	-	-	1,324,650
40	7022-0331063737	6-Oct-21	3,285,743	-	249,830	59,615	49,966	3,000	-	-	3,542,222
41	7022-0331063782	7-Oct-21	476,329	-	28,857		5,771	300	499,115	-	-
42	7022-0331063933	11-Oct-21	2,219,652	-	168,751	37,888	33,751	3,000	-	-	2,389,540
43	7022-0331064030	12-Oct-21	1,498,346	-	113,896	25,240	22,780	3,000	-	-	1,611,702
44	7022-0331064227	17-Oct-21	1,115,474	-	84,778	17,590	16,955	3,000	-	-	1,197,887
45	7022-0331064334	21-Oct-21	482,802	-	29,248		5,850	650	505,550	-	-
46	7022-0331064450	24-Oct-21	1,251,258	-	95,105	17,869	19,021	3,000	-	-	1,342,211
47	7022-0331064512	25-Oct-21	1,917,180	-	145,749	26,992	29,149	3,000	-	-	2,057,772
48	7022-0331064898	4-Nov-21	493,131	-	29,016		5,803	1,000	515,344	-	-
49	7022-0331065744	24-Nov-21	501,252	-	29,493		5,900	1,000	523,845	-	-
50	7022-0331066181	2-Dec-21	506,521	-	28,595		5,719	1,000	528,397	-	-
51	7022-0331066494	13-Dec-21	1,759,759	-	132,627	6,378	26,525	3,000	-	-	1,869,239
52	7022-0331066841	21-Dec-21	845,025	-	63,704	1,623	12,741	500	-	-	897,111
53	7022-0331066985	23-Dec-21	466,375	-	26,330		5,266	300	487,139	-	-
54	7022-0331067055	27-Dec-21	1,318,795	-	99,379	843	19,876	3,000	-	-	1,396,141
55	7022-0331067626	9-Jan-22	462,316	-	28,007		5,602	150	484,571	-	-
56	7022-0331069740	9-Feb-22	481,051	-	28,305		5,661	500	503,195	-	-
57	7022-0331069759	9-Feb-22	475,316	-	27,968		5,593	150	497,541	-	-
58	7022-0331070318	16-Feb-22	486,239	-	28,611		5,722	500	508,628	-	-
59	7022-0331070596	24-Feb-22	492,562	-	28,983		5,797	500	515,248	-	-
60	7022-0331071282	13-Mar-22	633,792	-	47,778	2,299	9,555	500	-	-	673,814
61	7022-0331071291	13-Mar-22	497,813	-	28,104		5,621	500	519,796	-	(0)
62	7022-0331071568	21-Mar-22	503,529	-	28,426		5,685	500	525,770	-	-
63	7022-0331071880	28-Mar-22	509,672	-	28,773		5,754	500	532,191	-	-
64	7022-0331071899	28-Mar-22	34,431	-	2,596	15	519	-	-	-	36,523
65	7022-0331072478	10-Apr-22	504,525	-	30,565		6,112	500	528,478	-	-
66	7022-0331073011	20-Apr-22	448,924	-	27,197		5,439	150	470,532	-	-
67	7022-0331073502	9-May-22	461,167	-	27,135		5,427	150	482,725	-	-
68	7022-0331073753	16-May-22	466,344	-	27,439		5,488	150	488,145	-	-
69	7022-0331074083	22-May-22	472,591	-	27,807		5,562	150	494,686	-	-
70	7022-0331074412	29-May-22	479,068	-	28,188		5,638	500	501,118	-	-
71	7022-0331075519	14-Jun-22	483,689	-	27,306		5,461	500	505,034	-	-
72	7022-0331075617	15-Jun-22	489,443	-	27,631		5,526	500	511,048	-	-
73	7022-0331076054	23-Jun-22	495,225	-	27,957		5,591	500	517,091	-	-
74	7022-0331076509	30-Jun-22	501,965	-	28,338		5,668	500	524,135	-	-
75	7022-0331076992	7-Jul-22	495,792	-	30,035		6,006	500	519,321	-	-

Serial No.	Particulars	Issue Date	Balance as on 01.07.2025	TRF From TBL-151	Interest Received	Interest Accrued	AIT	Bank Charge	TRF To TBL-151	Previous year accrued interest	Balance as on 30.06.2026
76	7022-0331077535	24-Jul-22	502,377	-	30,434		6,087	500	526,224	-	-
77	7022-0331077866	31-Jul-22	446,802	-	27,069		5,414	150	468,307	-	-
78	7022-0331078187	4-Aug-22	456,289	-	26,848		5,370	150	477,617	-	-
79	7022-0331079104	23-Aug-22	464,778	-	27,348		5,470	150	486,506	-	-
80	7022-0331079239	24-Aug-22	470,384	-	27,678		5,535	150	492,377	-	-
81	7022-0331079757	4-Sep-22	475,617	-	26,851		5,370	150	496,948	-	-
82	7022-0331079935	7-Sep-22	481,395	-	27,177		5,435	500	502,637	-	-
83	7022-0331081306	22-Sep-22	486,982	-	27,492		5,499	500	508,475	-	-
84	7022-0331081548	27-Sep-22	493,185	-	27,842		5,568	500	514,959	-	-
85	7022-0331081780	2-Oct-22	487,447	-	37,063		7,412	650	516,448	-	(0)
86	7022-0331082172	11-Oct-22	493,550	-	29,900		5,981	1,000	516,469	-	-
87	7022-0331082921	23-Oct-22	499,805	-	30,278		6,055	650	523,378	-	0
88	7022-0331083653	1-Nov-22	448,236	-	27,154		5,431	300	469,659	-	-
89	7022-0331084063	8-Nov-22	456,081	-	26,837		5,367	300	477,251	-	-
90	7022-0331084492	15-Nov-22	462,172	-	27,195		5,439	300	483,628	-	-
91	7022-0331084830	24-Nov-22	468,041	-	27,539		5,507	300	489,773	-	-
92	7022-0331085688	11-Dec-22	473,194	-	26,713		5,342	300	494,265	-	-
93	7022-0331086374	21-Dec-22	478,503	-	27,014		5,402	650	499,465	-	-
94	7022-0331087060	3-Jan-23	473,603	-	28,691		5,739	150	496,405	-	-
95	7022-0331087471	9-Jan-23	479,456	-	29,047		5,809	500	502,194	-	-
96	7022-0331088498	22-Jan-23	485,714	-	29,424		5,884	500	508,754	-	-
97	7022-0331089068	29-Jan-23	491,645	-	29,784		5,956	500	514,973	-	-
98	7022-0331090234	9-Feb-23	503,855	-	29,646		5,929	500	527,072	-	-
99	7022-0331090770	20-Feb-23	448,220	-	26,373		5,275	150	469,168	-	-
100	7022-0331091368	2-Mar-23	453,245	-	26,376		5,276	150	474,195	-	-
101	7022-0331091699	7-Mar-23	459,020	-	25,914		5,182	150	479,602	-	-
102	7022-0331092018	14-Mar-23	464,513	-	26,224		5,245	150	485,342	-	-
103	7022-0331092303	27-Mar-23	470,654	-	26,570		5,314	150	491,760	-	-
104	7022-0331092732	3-Apr-23	465,297	-	28,188		5,638	150	487,697	-	-
105	7022-0331093268	12-Apr-23	471,276	-	28,551		5,710	150	493,967	-	-
106	7022-0331093811	25-Apr-23	477,493	-	28,928		5,786	150	500,485	-	-
107	7022-0331094338	3-May-23	487,361	-	28,676		5,736	500	509,801	-	-
108	7022-0331094436	8-May-23	500,777	-	38,075	5,665	7,615	500	-	-	536,402
109	7022-0331094632	11-May-23	495,418	-	29,150		5,831	500	518,237	-	(0)
110	7022-0331095060	18-May-23	501,104	-	29,485		5,896	500	524,193	-	-
111	7022-0331095471	30-May-23	446,230	-	26,256		5,250	150	467,086	-	-
112	7022-0331095748	6-Jun-23	450,677	-	25,442		5,088	150	470,881	-	-
113	7022-0331096238	14-Jun-23	456,174	-	25,753		5,151	150	476,626	-	-
114	7022-0331096729	22-Jun-23	461,772	-	26,069		5,215	150	482,476	-	-
115	7022-0331097273	5-Jul-23	457,180	-	27,697		5,539	150	479,188	-	-

Serial No.	Particulars	Issue Date	Balance as on 01.07.2025	TRF From TBL-151	Interest Received	Interest Accrued	AIT	Bank Charge	TRF To TBL-151	Previous year accrued interest	Balance as on 30.06.2026
116	7022-0331097960	18-Jul-23	463,338	-	28,071		5,615	150	485,644	-	-
117	7022-0331098307	26-Jul-23	469,236	-	28,427		5,686	150	491,827	-	-
118	7022-0331098754	7-Aug-23	481,113	-	28,309		5,662	500	503,260	-	-
119	7022-0331098969	14-Aug-23	464,964	-	27,359		5,472	150	486,701	-	-
120	7022-0331099413	22-Aug-23	55,443	-	4,217	462	843	-	-	-	59,279
121	7022-0331099566	23-Aug-23	487,509	-	28,685		5,737	500	509,957	-	-
122	7022-0331100179	7-Sep-23	442,485	-	24,980		4,996	150	462,319	-	-
123	7022-0331100624	13-Sep-23	447,861	-	25,283		5,057	150	467,937	-	-
124	7022-0331100937	20-Sep-23	453,283	-	25,590		5,118	150	473,605	-	-
125	7022-0331101954	5-Oct-23	449,196	-	27,213		5,443	300	470,666	-	-
126	7022-0331102211	12-Oct-23	454,988	-	27,564		5,513	300	476,739	-	-
127	7022-0331102542	22-Oct-23	460,951	-	27,925		5,585	300	482,991	-	-
128	7022-0331103149	2-Nov-23	468,373	-	27,559		5,511	300	490,121	-	-
129	7022-0331103612	14-Nov-23	443,623	-	26,103		5,222	300	464,204	-	-
130	7022-0331103925	22-Nov-23	449,608	-	26,455		5,291	300	470,472	-	-
131	7022-0331104344	4-Dec-23	454,159	-	25,638		5,128	300	474,369	-	-
132	7022-0331105012	14-Dec-23	459,627	-	25,948		5,190	300	480,085	-	-
133	7022-0331105807	26-Dec-23	465,663	-	26,288		5,257	300	486,394	-	-
134	7022-0331105870	27-Dec-23	109,345	-	8,244	70	1,648	-	-	-	116,011
135	7022-0331106628	9-Jan-24	462,887	-	28,042		5,609	150	485,170	-	-
136	7022-0331107350	16-Jan-24	430,925	-	26,107		5,221	150	451,661	-	-
137	7022-0331108288	25-Jan-24	436,779	-	26,461		5,291	150	457,799	-	-
138	7022-03310108699	6-Feb-24	444,321	-	26,144		5,229	150	465,086	-	-
139	7022-0331109867	19-Feb-24	450,245	-	26,492		5,298	150	471,289	-	-
140	7022-0331110337	28-Feb-24	455,948	-	26,827		5,365	150	477,260	-	-
141	7022-0331110891	6-Mar-24	460,502	-	25,997		5,200	150	481,149	-	-
142	7022-0331111354	12-Mar-24	455,199	-	25,698		5,140	150	475,607	-	-
143	7022-0331111836	21-Mar-24	460,385	-	25,991		5,197	150	481,029	-	-
144	7022-0331112184	1-Apr-24	431,257	-	32,794		6,558	150	457,343	-	-
145	7022-0331113209	17-Apr-24	437,164	-	26,485		5,297	150	458,202	-	-
146	7022-0331113530	23-Apr-24	442,725	-	26,822		5,364	150	464,033	-	-
147	7022-0331113932	29-Apr-24	448,293	-	27,159		5,431	150	469,871	-	-
148	7022-0331114833	12-May-24	455,360	-	26,793		5,359	150	476,644	-	-
149	7022-0331115305	19-May-24	434,179	-	25,547		5,109	150	454,467	-	-
150	7022-0331115725	27-May-24	439,749	-	25,875		5,175	150	460,299	-	-
151	7022-0331116555	6-Jun-24	444,326	-	25,084		5,016	150	464,244	-	-
152	7022-0331117287	13-Jun-24	449,454	-	25,374		5,075	150	469,603	-	-
153	7022-0331117821	25-Jun-24	455,160	-	25,695		5,139	150	475,566	-	-
154	7022-0331118526	2-Jul-24	424,899	-	32,311		6,462	150	450,598	-	-
155	7022-0331119034	9-Jul-24	430,407	-	26,075		5,215	150	451,117	-	-

Serial No.	Particulars	Issue Date	Balance as on 01.07.2025	TRF From TBL-151	Interest Received	Interest Accrued	AIT	Bank Charge	TRF To TBL-151	Previous year accrued interest	Balance as on 30.06.2026
156	7022-0331119767	18-Jul-24	435,995	-	26,414		5,283	150	456,976	-	-
157	7022-0331120933	7-Aug-24	441,416	-	25,974		5,194	150	462,046	-	-
158	7022-0331121218	12-Aug-24	425,823	-	25,055		5,011	150	445,717	-	-
159	7022-0331121370	14-Aug-24	431,159	-	25,369		5,074	150	451,304	-	-
160	7022-0331121950	22-Aug-24	436,722	-	25,697		5,139	150	457,130	-	-
161	7022-0331122682	2-Sep-24	442,346	-	25,742		5,149	150	462,789	-	-
162	7022-0331123074	5-Sep-24	447,616	-	25,270		5,055	150	467,681	-	-
163	7022-0331123645	11-Sep-24	419,612	-	23,689		4,738	150	438,413	-	-
164	7022-0331124920	23-Sep-24	425,121	-	24,000		4,800	150	444,171	-	-
165	7022-0331125858	3-Oct-24	422,837	-	25,616		5,124	300	443,029	-	-
166	7022-0331126419	7-Oct-24	428,069	-	25,934		5,186	300	448,517	-	-
167	7022-0331127123	16-Oct-24	433,395	-	26,256		5,251	300	454,100	-	-
168	7022-0331128051	27-Oct-24	438,762	-	26,581		5,316	300	459,727	-	-
169	7022-0331128686	4-Nov-24	413,081	-	24,305		4,861	300	432,225	-	-
170	7022-0331129372	12-Nov-24	418,390	-	24,618		4,923	300	437,785	-	-
171	7022-0331130226	21-Nov-24	423,722	-	24,932		4,987	300	443,367	-	-
172	7022-0331131083	3-Dec-24	429,076	-	24,970		4,993	300	448,753	-	-
173	7022-0331131761	11-Dec-24	434,248	-	24,515		4,903	300	453,560	-	-
174	7022-0331133027	23-Dec-24	439,250	-	24,797		4,959	300	458,788	-	-
175	7022-0331134106	2-Jan-25	405,850	-	30,863		6,173	150	430,390	-	-
176	7022-0331134811	8-Jan-25	410,925	-	24,895		4,979	150	430,691	-	-
177	7022-0331135696	14-Jan-25	416,000	-	25,203		5,040	150	436,013	-	-
178	7022-0331136417	22-Jan-25	421,075	-	25,510		5,102	150	441,333	-	-
179	7022-0331137023	28-Jan-25	426,150	-	25,817		5,163	150	446,654	-	-
180	7022-0331138139	6-Feb-25	431,225	-	25,373		5,074	150	451,374	-	-
181	7022-0331139325	17-Feb-25	405,850	-	23,881		4,776	150	424,805	-	-
182	7022-0331140162	24-Feb-25	410,925	-	24,179		4,836	150	430,118	-	-
183	7022-0331140706	2-Mar-25	416,000	-	24,209		4,842	150	435,217	-	-
184	7022-0331141518	9-Mar-25	421,075	-	23,772		4,755	150	439,942	-	-
185	7022-0331142179	13-Mar-25	426,150	-	24,057		4,811	150	445,246	-	-
186	7022-0331142697	19-Mar-25	432,500	-	24,416		4,883	150	451,883	-	-
187	7022-0331143258	24-Mar-25	405,850	-	22,912		4,583	150	424,029	-	-
188	7022-0331133152	26-Dec-24	583,630	-	43,995	498	8,799	500	-	-	618,824
189	7022-0331133161	26-Dec-24	263,585	-	19,873	225	3,974	-	-	-	279,709
190	7022-0331133170	26-Dec-24	583,630	-	43,995	498	8,799	500	-	-	618,824
191	7022-0331133189	26-Dec-24	627,930	-	47,335	536	9,467	500	-	-	665,834
192	7022-0331133198	26-Dec-24	291,401	-	21,968	249	4,393	150	-	-	309,075
193	7022-0331133205	26-Dec-24	583,630	-	43,995	498	8,799	500	-	-	618,824
194	7022-0331134759	8-Jan-25	577,035	-	43,874	10,224	8,775	500	-	-	621,858
195	7022-0331134768	8-Jan-25	236,345	-	17,973	4,191	3,595	-	-	-	254,914

Serial No.	Particulars	Issue Date	Balance as on 01.07.2025	TRF From TBL-151	Interest Received	Interest Accrued	AIT	Bank Charge	TRF To TBL-151	Previous year accrued interest	Balance as on 30.06.2026
196	7022-0331134777	8-Jan-25	575,005	-	43,720	10,188	8,744	500	-	-	619,669
197	7022-0331134786	8-Jan-25	575,005	-	43,720	10,188	8,744	500	-	-	619,669
198	7022-0331134795	8-Jan-25	575,005	-	43,720	10,188	8,744	500	-	-	619,669
199	7022-0331135249	12-Jan-25	202,850	-	15,426	3,424	3,086	-	-	-	218,614
200	7022-0331136819	27-Jan-25	121,650	-	9,252	1,663	1,850	-	-	-	130,715
201	7022-0331137158	30-Jan-25	578,050	-	43,952	7,527	8,790	500	-	-	620,239
202	7022-0331137176	30-Jan-25	578,050	-	43,952	7,527	8,790	500	-	-	620,239
203	7022-0331137194	30-Jan-25	583,125	-	44,339	7,593	8,869	500	-	-	625,688
204	7022-0331137201	30-Jan-25	578,050	-	43,952	7,527	8,790	500	-	-	620,239
205	7022-0331130100	19-Nov-24	1,485,555	-	112,923	13,304	22,584	3,000	-	-	1,586,198
206	7022-0331144695	7-Apr-25	412,088	-	24,529		4,906	300	424,323	7,088	-
207	7022-0331145336	10-Apr-25	416,919	-	24,833		4,967	300	429,566	6,919	-
208	7022-0331146095	17-Apr-25	421,398	-	25,136		5,027	300	434,809	6,398	-
209	7022-0331146540	21-Apr-25	426,125	-	25,438		5,088	300	440,050	6,125	-
210	7022-0331147638	29-Apr-25	430,490	-	25,741		5,148	300	445,293	5,490	-
211	7022-0331148548	7-May-25	404,500	-	23,531		4,706	300	418,525	4,500	-
212	7022-0331149289	14-May-25	408,966	-	23,824		4,765	300	423,759	3,966	-
213	7022-0331149789	18-May-25	413,673	-	24,119		4,824	300	428,995	3,673	-
214	7022-0331150302	24-May-25	418,199	-	24,413		4,883	300	434,230	3,199	-
215	7022-0331151230	29-May-25	422,800	-	24,706		4,941	300	439,465	2,800	-
216	7022-0331152168	3-Jun-25	427,391	-	24,727		4,946	300	444,481	2,391	-
217	7022-0331152739	16-Jun-25	401,167	-	22,576		4,515	300	417,761	1,167	-
218	7022-0331153649	22-Jun-25	405,675	-	22,859		4,572	300	422,987	675	-
219	7022-0331154086	25-Jun-25	410,427	-	23,141		4,629	300	428,212	427	-
220	7022-0331154540	30-Jun-25	415,000	-	23,422		4,684	300	433,438	-	-
221	7022-0331155978	10-Jul-25	-	400,000	16,483		3,297	300	412,886	-	-
222	7022-0331156762	16-Jul-25	-	400,000	16,483		3,297	300	412,886	-	-
223	7022-0331157636	22-Jul-25	-	410,000	16,895		3,379	300	423,216	-	-
224	7022-0331158608	30-Jul-25	-	405,000	16,689		3,338	300	418,051	-	-
225	7022-0331160079	11-Aug-25	-	420,000	16,586		3,317	300	432,969	-	-
226	7022-0331160702	18-Aug-25	-	420,000	16,586		3,317	300	432,969	-	-
227	7022-0331161729	25-Aug-25	-	425,000	16,783		3,357	300	438,126	-	-
228	7022-0331162246	31-Aug-25	-	530,000	20,587		4,118	1,000	545,469	-	-
229	7022-0331163594	9-Sep-25	-	400,000	14,856		2,971	300	411,585	-	-
230	7022-0331164468	18-Sep-25	-	480,000	17,828		3,566	300	493,962	-	-
231	7022-0331165369	25-Sep-25	-	420,000	15,599		3,120	300	432,179	-	-
232	7022-0331166626	6-Oct-25	-	560,000	11,447		2,289	1,000	568,158	-	-
233	7022-0331167769	13-Oct-25	-	415,000	9,185		1,837	300	422,048	-	-
234	7022-0331168437	21-Oct-25	-	400,000	8,853		1,771	300	406,782	-	-
235	7022-0331169490	29-Oct-25	-	400,000	8,853		1,771	300	406,782	-	-

Serial No.	Particulars	Issue Date	Balance as on 01.07.2025	TRF From TBL-151	Interest Received	Interest Accrued	AIT	Bank Charge	TRF To TBL-151	Previous year accrued interest	Balance as on 30.06.2026
236	7022-0331170326	10-Nov-25	-	400,000	14,856	4,229	2,971	150	-	-	415,964
237	7022-0331171058	17-Nov-25	-	400,000	14,856	3,648	2,971	150	-	-	415,383
238	7022-0331171601	24-Nov-25	-	400,000	14,856	3,068	2,971	150	-	-	414,803
239	7022-0331172048	1-Dec-25	-	400,000	14,602	2,403	2,920	150	-	-	413,935
240	7022-0331172815	8-Dec-25	-	400,000	14,602	1,823	2,920	150	-	-	413,355
241	7022-0331173412	15-Dec-25	-	400,000	14,602	1,243	2,920	150	-	-	412,775
242	7022-0331174019	23-Dec-25	-	400,000	14,602	580	2,920	150	-	-	412,112
243	7022-0331174993	1-Jan-26	-	400,000	7,250	7,352	1,450	150	-	-	413,002
244	7022-0331175910	7-Jan-26	-	400,000	7,250	6,862	1,450	150	-	-	412,512
245	7022-0331176633	14-Jan-26	-	400,000	7,250	6,290	1,450	150	-	-	411,940
246	7022-0331176786	14-Jan-26	-	235,000	4,259	3,697	852	-	-	-	242,104
247	7022-0331177687	27-Jan-26	-	400,000	7,250	5,228	1,450	150	-	-	410,878
248	7022-0331178328	28-Jan-26	-	400,000	7,250	5,147	1,450	150	-	-	410,797
249	7022-0331179256	8-Feb-26	-	400,000	7,250	4,269	1,450	150	5,650	-	404,269
250	7022-0331179961	17-Feb-26	-	400,000	7,250	3,595	1,450	150	-	-	409,245
251	7022-0331180495	22-Feb-26	-	400,000	7,250	3,186	1,450	150	-	-	408,836
252	7022-0331180913	26-Feb-26	-	400,000	7,250	2,859	1,450	150	-	-	408,509
253	7022-0331181574	5-Mar-26	-	400,000	7,250	2,042	1,450	150	-	-	407,692
254	7022-0331182322	11-Mar-26	-	400,000	7,250	1,552	1,450	150	-	-	407,202
255	7022-0331183143	15-Mar-26	-	400,000	7,250	1,225	1,450	150	-	-	406,875
256	7022-0331183429	25-Mar-26	-	400,000	7,250	408	1,450	150	-	-	406,058
257	7022-0331184268	1-Apr-26	-	400,000	-	7,250	-	-	-	-	407,250
258	7022-0331185016	9-Apr-26	-	400,000	-	6,606	-	-	-	-	406,606
259	7022-0331186140	23-Apr-26	-	400,000	-	5,478	-	-	-	-	405,478
260	7022-0331186999	6-May-26	-	400,000	-	4,431	-	-	-	-	404,431
261	7022-0331187407	14-May-26	-	400,000	-	3,786	-	-	-	-	403,786
262	7022-0331188120	23-May-26	-	400,000	-	3,061	-	-	-	-	403,061
263	7022-0331189610	8-Jun-26	-	400,000	-	1,772	-	-	-	-	401,772
264	7022-0331191536	28-Jun-26	-	400,000	-	161	-	-	-	-	400,161
265	0614338/230100257 3491	25-Jun-25	4,006,111	-	427,900	6,027	85,580	3,000	-	6,111	4,345,347
Total			**114,115,614**	**17,920,000**	**8,035,213**	**551,980**	**1,607,043**	**105,100**	**78,911,540**	**60,927**	**59,938,197**

Simtex Industries PLC.
Schedule of Property, Plant & Equipment (Tax Base)
For the Year ended June 30, 2026

Schedule D/1
Amount in Taka

Tax Base

Particulars	Written Down Value as on 01.07.2025	Addition during the year	Revaluation Surplus	Disposal	Balance as on 30.06.2026	Rate	Depreciation during the year	Written Down Value as on 30.06.2026
Factory:								
Land & Development	272,983,987	-	-	-	272,983,987	0%	-	272,983,987
Building & Fabricated Shade	113,748,683	2,834,368	-	-	116,583,051	10%	11,658,305	104,924,746
Plant and Machinery	260,164,035	23,593,998	-	3,280,120	280,477,913	10%	28,047,791	252,430,122
Trolley	78,041	793,950	-	-	871,991	10%	87,199	784,792
Gas and Electrical Line	3,381,841	-	-	-	3,381,841	10%	338,184	3,043,657
Electrical Equipment	31,579,463	1,558,230	-	-	33,137,693	10%	3,313,769	29,823,924
Spare Parts & Tools	28,209,740	12,454,358	-	-	40,664,098	10%	4,066,410	36,597,688
Fire Hydrant System	3,270,397	559,026	-	-	3,829,423	10%	382,942	3,446,481
Furniture and Fixture	9,689,305	63,100	-	-	9,752,405	10%	975,241	8,777,165
Sub Total	**723,105,493**	**41,857,030**	**-**	**3,280,120**	**761,682,403**		**48,869,842**	**712,812,561**
Office								
Transport & Vehicles	25,728,946	-	-	-	25,728,946	10%	2,572,895	23,156,051
Office Equipment	13,624,271	2,158,317	-	1,414,300	14,368,288	10%	1,436,829	12,931,459
Furniture and Fixture	-	1,800	-	-	1,800	10%	180	1,620
Shade Book	274,873	-	-	-	274,873	10%	27,487	247,386
Int Panton Book	335,266	-	-	-	335,266	10%	33,527	301,739
Air Condition & Humidification	7,205,098	341,900	-	-	7,546,998	10%	754,700	6,792,298
Crockeries	92,380	4,109	-	-	96,489	10%	9,649	86,840
Software	61,629	-	-	-	61,629	10%	6,163	55,466
Sub Total	**47,322,463**	**2,506,126**	**-**	**1,414,300**	**48,414,289**		**4,841,429**	**43,572,860**
GRAND TOTAL	**770,427,956**	**44,363,156**	**-**	**4,694,420**	**810,096,692**		**53,711,270**	**756,385,421**

Deferred tax computation	**30.06.2026**	**30.06.2025**	***Recognised in***
Carrying amount of PPE (Schedule A/11)	1,128,442,896	1,167,077,409	
Less: Land revaluation surplus	(103,668,899)	(103,668,899)	
Carrying amount — assets recovered through use	**1,024,773,997**	**1,063,408,510**	
Less: Tax base (as above)	(756,385,421)	(770,427,956)	
Taxable temporary difference — A	**268,388,575**	**292,980,554**	
Tax rate	12%	15%	
Deferred tax liability — A	**32,206,629**	**43,947,083**	Profit or loss
Land revaluation surplus — taxable temporary difference — B	103,668,899	103,668,899	
Deferred tax liability — B	**12,440,268**	**15,550,335**	OCI / revaluation reserve
Total deferred tax liability (Note 13)	**44,646,897**	**59,497,418**	

Movement	**Profit or loss**	**OCI**	**Total**
Opening balance 01.07.2025	43,947,083	15,550,335	59,497,418
Effect of change in rate 15% → 12%	(8,789,417)	(3,110,067)	(11,899,484)
Origination / (reversal) of temporary differences	(2,951,037)	-	(2,951,037)
Closing balance 30.06.2026	**32,206,629**	**12,440,268**	**44,646,897**
Deferred tax (income) — profit or loss (Note 28)	**(11,740,454)**		
Deferred tax (income) — OCI (revaluation reserve)		**(3,110,067)**	

Simtex Industries PLC.
Deferred tax workings — split between profit or loss and OCI (Taka)

Schedule D/2
Amount in Taka

	30.06.2026	30.06.2025	01.07.2024
A. PPE other than land revaluation surplus recovered through use			
Carrying amount	1,024,773,997	1,063,408,510	
Tax base	756,385,421	770,427,956	
Taxable temporary difference	268,388,575	292,980,554	275,733,423
Tax rate	12%	15%	15%
Deferred tax liability (A)	**32,206,629**	**43,947,083**	**41,360,013**
B. Land revaluation surplus - recognised in equity			
Revaluation surplus (tax base nil)	103,668,899	103,668,899	103,668,899
Tax rate	12%	15%	15%
Deferred tax liability (B)	**12,440,268**	**15,550,335**	**15,550,335**
Total deferred tax liability (A + B)	**44,646,897**	**59,497,418**	**56,910,348**

Movement FY 2025-26	**Profit or loss**	**OCI**	**Total**
Opening balance 01.07.2025 (restated presentation)	**43,947,083**	**15,550,335**	**59,497,418**
Effect of change in tax rate 15% → 12% on opening differences (C)	(8,789,417)	(3,110,067)	(11,899,484)
Origination / (reversal) of temporary differences (balance-derived) (D)	(2,951,037)	-	(2,951,037)
Closing balance 30.06.2026	**32,206,629**	**12,440,268**	**44,646,897**

Recognised in FY 2025-26	
Deferred tax (income) in profit or loss (C + D)	**(11,740,454)**
Deferred tax (income) in OCI - revaluation surplus (C)	(3,110,067)
Total deferred tax movement	**(14,850,521)**

Simtex Industries PLC.

Schedule of Inland Bill Purchase

As at June 30, 2026

Schedule E/1

SL	Date of IBP Purchase	Ref. No.	Amount in Taka
1	16-Mar-26	8017-1019019611	2,236,320
Total			**2,236,320**

Simtex Industries PLC.

Workings for the restated Statement of Cash Flows — IBP restatement and deferred tax (Taka)

Schedule F/1

W1. Balances of receivables and short-term borrowings	**30.06.2026**	**30.06.2025**	**30.06.2024**
Accounts receivable — gross (Note 5)	1,001,653,604	955,796,640	983,661,353
Inland Bill Purchase (IBP) liability (Note 15.02)	2,236,320	56,354,280	164,174,124
Accounts receivable — net of IBP (as previously reported)	**999,417,284**	**899,442,360**	**819,487,229**
Deferred L/C (Note 15)	600,428,000	544,157,109	425,684,533
Cash credit / Bai-Muajjal (Note 15.01)	-	702,559	16,478,251
Short-term loan excluding IBP	600,428,000	544,859,668	442,162,784
Short-term loan including IBP (restated SOFP)	**602,664,320**	**601,213,948**	**606,336,908**
Long-term loan incl. current portion (Notes 12, 16)	-	124,518,902	166,415,537

W2. Cash collection from turnover & others (Note 29)	**2025-2026**	**2024-2025 Restated**	**2024-2025 Reported**	**Adjustment**
Revenue	2,148,649,091	1,997,875,808	1,997,875,808	-
Add: Opening accounts receivable	955,796,640	983,661,353	819,487,229	164,174,124
Less: Closing accounts receivable	(1,001,653,604)	(955,796,640)	(899,442,360)	(56,354,280)
Cash collection from turnover & others	**2,102,792,127**	**2,025,740,522**	**1,917,920,678**	**107,819,844**

W3. Net short-term borrowings — split between IBP and other facilities	**2025-2026**	**2024-2025 Restated**	**2024-2025 Reported**	**Adjustment**
Deferred L/C and cash credit — net received/(repaid)	55,568,332	102,696,884	102,696,884	-
Inland Bill Purchase — net received/(repaid)	(54,117,960)	(107,819,844)	-	(107,819,844)
Net short-term loan received/(paid)	**1,450,372**	**(5,122,960)**	**102,696,884**	**(107,819,844)**

W4. Deferred tax — non-cash item (IAS 7.43): no effect on the statement of cash flows	**2025-2026**	**2024-2025**
Deferred tax (income)/expense recognised in profit or loss (Note 28)	(11,740,454)	2,587,070
Deferred tax (income) recognised in OCI (Note 13.04)	(3,110,067)	-
Total movement in deferred tax liability	(14,850,521)	2,587,070
Movement in DTL per SOFP (closing − opening)	(14,850,521)	2,587,070

Treatment: the operating cash flow is presented under the direct method and the Note 35 reconciliation starts from profit before tax, so deferred tax does not appear in either. Only income tax actually paid (Note 31) is a cash flow. The OCI deferred tax credit has no cash effect and is not presented. The proof below starts from profit after tax and adds back total tax expense.

Profit after tax (SOPL)	99,431,477	82,294,720
Add: Current tax (Note 27)	21,579,349	25,975,906
Add: Deferred tax expense/(income) (Note 28) — non-cash	(11,740,454)	2,587,070
Profit before tax — starting point of Note 35	**109,270,372**	**110,857,696**

W5. Note 35 — change in accounts receivable (indirect reconciliation)	**2025-2026**	**2024-2025 Restated**	**2024-2025 Reported**	**Adjustment**
(Increase)/decrease in accounts receivable	(45,856,964)	27,864,714	(79,955,130)	107,819,844
Net cash generated from operating activities	231,175,012	263,535,281	155,715,436	107,819,844

W6. Reconciliation of liabilities arising from financing activities (IAS 7.44A–44E) — FY 2025-26	**Balance as on 01.07.2025 (restated)**	**Financing cash flows**	**Non-cash changes**	**Balance as on 30.06.2026**
Deferred L/C and cash credit	544,859,668	55,568,332	-	600,428,000
Inland Bill Purchase	56,354,280	(54,117,960)	-	2,236,320
Long-term loan (incl. current portion)	124,518,902	(124,518,902)	-	-
Dividend payable and unclaimed dividend	5,670,753	(78,548,897)	79,595,381	6,717,238
Total	**731,403,603**	**(201,617,427)**	**79,595,381**	**609,381,557**

W7. Net operating cash flow per share (Note 33)	**2025-2026**	**2024-2025 Restated**	**2024-2025 Reported**
Net cash from operating activities	231,175,012	263,535,281	155,715,436
Number of ordinary shares	79,595,381	79,595,381	79,595,381
NOCFPS (Tk)	**2.90**	**3.31**	**1.96**

SIMTEX INDUSTRIES PLC.

Registered Office: Khagan, Birulia, Savar, Dhaka

PROXY FORM

I/We ……

Of…….being a shareholders of Simtex Industries PLC. and entitle to vote,

hereby appoint Mr./Mrs./Miss…….

of …… as my/ our our proxy in my/ our absence to attend and vote for me/ us and on my/ our behalf at the 19th Annual General Meeting of the Company to be held on Thursday, December 17, 2026 at 11:00 a.m. and at any adjournment thereof.

Signature of Shareholder

Signature of proxy

Revenue Stamp 20.00

Dated.....2026

BO A/C No. | | | | | | | | | | | | | | | | |

No. of Shares:

Note:

1) The proxy form duly filled, signed and stamped with a revenue stamp of Tk.20, must be deposited at the registered office of the Company or through e-mail at companysecretary@simtexgroup.com 48 hours before the time fixed for the meeting.

2) Signature of the Shareholder must be in accordance with Specimen Signature recorded with the Company.

SIMTEX INDUSTRIES PLC.

Registered Office: Khagan, Birulia, Savar, Dhaka

ATTENDANCE SLIP

I do hereby record my/our attendance at 19th Annual General Meeting (AGM) of Simtex Industries PLC. to be held on Thursday, December 17, 2026 at 11:00 a.m.

Shareholder/ Proxy…….

BO ID: | | | | | | | | | | | | | | | | |

Signature……..……..……..

Date……..……..……..

Note:

- Shareholders attending the meeting in person or by Proxy under virtual platform are requested to completed he Attendance slip and deposit same at the registered office of the Company before the meeting.
- As per directive of Bangladesh Securities and Exchange Commission (BSEC), no food or gift will be arranged at the AGM.



simtex

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