Simtex Industries PLC.

Un-Audited Financial Statements (First Quarter)

For the Period from 01 July 2026 to 30 September 2026

Simtex Industries PLC.

Statement of Financial Position (Un-Audited)

As at 30 September 2026 (1st Quarter)

Particulars	Notes	Amount In Taka	
		30.09.2026	30.06.2026
ASSETS			
A : NON-CURRENT ASSETS		**1,133,062,840**	**1,130,644,745**
Property, Plant & Equipment	**3.00**	1,111,560,239	1,128,442,896
Capital Work in Progress	**4.00**	21,502,601	2,201,849
B: CURRENT ASSETS		**1,396,274,095**	**1,429,646,274**
Accounts Receivable	**5.00**	961,477,697	1,001,653,604
Advance, Deposit & Prepayments		100,102,174	93,011,833
Inventories	**6.00**	210,913,794	205,987,892
Goods in Transit		41,216,323	31,243,185
Investment in FDR		60,543,882	59,938,197
Cash & Cash Equivalents	**7.00**	22,020,224	37,811,563
TOTAL ASSETS (A+B)		**2,529,336,935**	**2,560,291,019**
SHAREHOLDERS EQUITY & LIABILITIES			
C : SHAREHOLDERS EQUITY		**1,833,266,331**	**1,808,022,202**
Share Capital	**8.00**	795,953,810	795,953,810
Share Premium		300,000,000	300,000,000
Revaluation Reserve		91,228,631	91,228,631
Retained Earnings		646,083,890	620,839,761
D : NON-CURRENT LIABILITIES		**48,214,310**	**44,646,897**
Deferred Tax	**9.00**	48,214,310	44,646,897
E : CURRENT LIABILITIES		**647,856,294**	**707,621,920**
Accounts Payable		11,013,180	8,514,883
Short term Loan		531,893,112	602,664,320
Liabilities For Expenses		32,840,910	30,676,667
Dividend Payable	**10.00**	5,568,866	5,568,866
Unclaimed Dividend Account	**11.00**	1,148,372	1,148,372
Provision For Income Tax		65,391,854	59,048,813
TOTAL EQUITY & LIABILITIES (C+D+E)		**2,529,336,935**	**2,560,291,019**
Net Assets Value per Share (NAVPS)	**20.00**	**23.03**	**22.72**

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

Chairman | **Managing Director** | **Director**

Chief Financial Officer (CC) | **Company Secretary**

Dated: November 14, 2026
Dhaka

Simtex Industries PLC.

Statement of Profit or Loss and other Comprehensive Income (Un-Audited)

For the period from 01 July 2026 to 30 September 2026 (1st Quarter)

Particulars	Notes	Amount In Taka	
		01.07.2026 to 30.09.2026	01.07.2025 to 30.09.2025
Revenue	12.00	633,659,383	553,639,389
Cost of Goods Sold	13.00	539,145,102	471,958,304
Gross Profit		**94,514,281**	**81,681,085**
Administrative Expenses	14.00	31,549,668	30,496,891
Selling & Distribution Expenses	15.00	15,543,044	13,693,285
Other operating income/(expenses)		(10,631)	-
Foreign exchange gain/(loss) – trade receivables		354,063	178,878
Workers' Profit Participation Fund		1,757,729	1,269,692
Operating Profit		**46,007,272**	**36,400,095**
Interest and rental income		488,977	2,063,523
Foreign exchange gain/(loss) – cash and cash equivalents		1,681	-
Profit before Financing and Income Taxes		**46,497,930**	**38,463,618**
Finance Costs		11,153,985	13,069,780
Foreign exchange gain/(loss) – borrowings		(189,362)	-
Net Profit Before Tax		**35,154,583**	**25,393,838**
Less: Income Tax Expense		**9,910,454**	**4,463,788**
Current Tax	16.00	6,343,041	5,558,818
Deferred Tax	17.00	3,567,413	(1,095,030)
Net Profit After Tax		**25,244,129**	**20,930,050**
Other Comprehensive Income		-	-
Total Comprehensive Income		**25,244,129**	**20,930,050**
Earnings per Share (EPS)	18.00	**0.32**	**0.26**

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

Chairman | Managing Director | Director

Chief Financial Officer (CC) | Company Secretary

Dated: November 14, 2026
Dhaka

Simtex Industries PLC.
Statement of Changes in Equity (Un-Audited)
For the period from 01 July 2026 to 30 September 2026 (1st Quarter)

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2026	795,953,810	300,000,000	91,228,631	620,839,761	1,808,022,202
Total Comprehensive Income	-	-	-	25,244,129	25,244,129
Balance as on 30.09.2026	**795,953,810**	**300,000,000**	**91,228,631**	**646,083,890**	**1,833,266,331**

Simtex Industries PLC.
Statement of Changes in Equity (Un-Audited)
For the period from 01 July 2025 to 30 September 2025 (1st Quarter)

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as on 01.07.2025	795,953,810	300,000,000	103,668,899	585,453,330	1,785,076,039
Total Comprehensive Income	-	-	-	20,930,050	20,930,050
Balance as on 30.09.2025	**795,953,810**	**300,000,000**	**103,668,899**	**606,383,380**	**1,806,006,089**

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

Chairman | Managing Director | Director

Chief Financial Officer (CC) | Company Secretary

Dated: November 14, 2026
Dhaka

Simtex Industries PLC.

Statement of Cash Flows (Un-Audited)

For the period from 01 July 2026 to 30 September 2026 (1st Quarter)

Particulars	Notes	Amount In Taka	
		01.07.2026 to 30.09.2026	01.07.2025 to 30.09.2025
Cash Flow from Operating Activities:			
Cash Collection From Turnover & Others		673,835,290	475,781,348
Cash Paid to Suppliers, Employees & Others		(580,463,976)	(446,582,373)
Cash Generated from Operation		**93,371,313**	**29,198,975**
Payment of Income Tax		(6,036,222)	(6,046,451)
Net Cash flow from Operating Activities: (A)		**87,335,091**	**23,152,524**
Cash Flows from Investing Activities:			
Investment in FDR		(605,686)	(6,391,137)
Receive from Interest Income		488,977	2,063,523
Payment for Capital Work in Progress		(20,872,571)	(5,140,381)
Receive from Disposal of Property Plant & Equipment		3,500	-
Advance for Acquisition of Property, Plant & Equipment		-	452,445
Payment for Acquisition of Property, Plant & Equipment		(381,841)	(2,030,013)
Net Cash used in Investing Activities: (B)		**(21,367,621)**	**(11,045,563)**
Cash flow from Financing Activities			
Net Increase/(Decrease) in Short Term Bank Loan		(70,771,207)	32,544,392
Net Increase/(Decrease) in Long Term Bank Loan		-	(19,845,854)
Payment of Interest		(11,153,985)	(13,069,780)
Net Cash flow from Financing Activities: (C)		**(81,925,192)**	**(371,243)**
Net increase/decrease in cash & Cash equivalents: (A+B+C)		**(15,957,721)**	**11,735,718**
Cash & Cash equivalents at the beginning of the period		37,811,563	12,902,562
Foreign Exchange gain/loss		166,382	178,878
Closing Cash & Cash equivalents at the end of the period		**22,020,224**	**24,817,158**
Net Operating Cash Flows per Share (NOCFPS)	**19.00**	**1.10**	**0.29**

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

Chairman | Managing Director | Director

Chief Financial Officer (CC) | Company Secretary

Dated: November 14, 2026
Dhaka

SIMTEX INDUSTRIES PLC.
Notes to the Financial Statements (Un-Audited)
For the period from 1 July 2026 to 30 September 2026 (1st Quarter)

1.00 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.

2.00 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

These condensed interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and other IFRS Accounting Standards as adopted by the Financial Reporting Council (FRC) of Bangladesh, and in compliance with other relevant local laws including the Securities and Exchange Rules, 2020. The accounting policies used in preparing them are consistent with those of the annual financial statements for the year ended 30 June 2026, except that the Company has applied IFRS 18 Presentation and Disclosure in Financial Statements from 1 July 2026, ahead of its mandatory effective date, as explained in Note 25. The preparation of the interim financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities at the date of the interim financial statements. If in future such estimates and assumptions, which are based on management's best judgement at the date of the interim financial statements, deviate from the actual, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change. The following IFRS Accounting Standards are applicable for the financial statements for the period under review:

S/N	Name of IAS	IAS No.	Status
1	Presentation of Financial Statements (superseded by IFRS 18 from 01 July 2026)	IAS-1	Not Applicable
2	Inventories	IAS-2	Applied
3	Statement of Cash Flows (as amended by IFRS 18)	IAS-7	Applied
4	Basis of Preparation of Financial Statements (formerly 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	Not Applicable
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	Insurance Contract	IFRS 4	Not Applicable
5	Non-current Assets Held for Sale and Discontinued Operations	IFRS 5	Not Applicable
6	Exploration for and Evaluation of Mineral Resources	IFRS 6	Not Applicable
7	Financial Instruments: Disclosure	IFRS 7	Applied

8	Operating Segments	IFRS 8	Not Applicable
9	Financial Instruments	IFRS 9	Applied
10	Consolidated Financial Statements	IFRS 10	Not Applicable
11	Joint Arrangement	IFRS 11	Not Applicable
12	Disclosure of Interest in other entities	IFRS 12	Not Applicable
13	Fair Value Measurement	IFRS 13	Applied
14	Regulatory deferral accounts	IFRS 14	Not Applicable
15	Revenue from Contracts with Customers	IFRS 15	Applied
16	Leases	IFRS 16	Not Applicable
17	Insurance Contract	IFRS 17	Not Applicable
18	Presentation and Disclosure in Financial Statements	IFRS 18	Applied (early application – Note 25)

	Amount in Taka	
	30.09.2026	30.06.2026

3.00 PROPERTY, PLANT AND EQUIPMENT: Tk. 1,111,560,239

Cost		
Land & Development	376,652,886	376,652,886
Building & Fabricated Shade	482,449,008	482,449,008
Plant and Machinery	1,031,600,181	1,030,028,362
Trolley	999,858	999,858
Gas and Electrical Line	10,959,780	10,959,780
Electrical Equipment	94,461,498	94,461,498
Spare Parts & Tools	81,125,563	81,125,563
Fire Hydrant System	37,337,386	37,337,386
Furniture and Fixture (Factory)	9,443,790	9,443,790
Transport & Vehicles	74,342,274	74,342,274
Office Equipment	30,458,917	30,474,418
Furniture and Fixture (Admin)	18,153,854	18,053,854
Shade Book	439,300	439,300
Int. Panton Book	642,425	473,575
Air Condition & Humidification	23,830,420	23,734,428
Crockeries	310,381	310,381
Software	1,022,144	1,022,144
Closing Balance	**2,274,229,665**	**2,272,308,506**
Less : Accumulated Depreciation	(1,162,669,426)	(1,143,865,610)
Written Down Value	**1,111,560,239**	**1,128,442,896**

4.00 CAPITAL WORK IN PROGRESS: Tk. 21,502,601

This is made up as follows:

Particulars		
Opening balance	2,201,849	26,669,960
Addition during the period	20,872,571	8,026,807
Transfer to fixed asset	(1,571,818)	(32,494,918)
Total:	**21,502,601**	**2,201,849**

The amount Tk. 2,15,02,601/- represents amount paid against Capital Work In Progress. It will be transferred to fixed asset when it is available for use.

5.00 ACCOUNTS RECEIVABLE: Tk. 961,477,697

This is made up as follows:

Particulars		
Accounts receivable	961,477,697	1,001,653,604
	961,477,697	**1,001,653,604**

		Amount in Taka	
		30.09.2026	30.06.2026
6.00 INVENTORIES: Tk. 210,913,794			
This is made up as follows:			
Raw material of yarn		138,477,427	143,855,948
Raw material of Dyes & Chemical		26,268,614	29,592,806
Packing materials		16,709,886	14,337,667
Work-in-process		24,366,127	10,018,456
Finished goods		5,091,740	8,183,015
	Total:	**210,913,794**	**205,987,892**
7.00 CASH & CASH EQUIVALENTS: Tk. 22,020,224			
This is made up as follows:			
Cash in hand		4,820,094	2,605,255
Cash at bank		17,200,130	35,206,308
	Total:	**22,020,224**	**37,811,563**
8.00 SHARE CAPITAL: Tk. 795,953,810			
This is made up as follows:			
Particulars			
Authorized Capital			
100,000,000 ordinary Shares of Tk.10 each		**1,000,000,000**	**1,000,000,000**
Issued, Subscribed & Paid up Capital			
58,750,000 Ordinary Shares of Tk.10 each		587,500,000	587,500,000
20,845,381 Bonus Shares of Tk. 10 each		208,453,810	208,453,810
79,595,381 Ordinary Shares of Tk.10 each		**795,953,810**	**795,953,810**
Bonus Fraction share of 0.25 and its value of Tk. 2.50 are excluded from above share capital.			
9.00 DEFERRED TAX : Tk. 48,214,310			
This is made up as follows:	**Note: 09.01**	35,774,042	32,206,629
Deferred tax on property, plant & equipment (recognised in profit or loss)	**Note: 09.02**	12,440,268	12,440,268
Deferred tax on revaluation surplus of land (recognised in OCI)		**48,214,310**	**44,646,897**
Total			

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

9.01 Deferred tax on property, plant & equipment			
Carrying value		1,007,891,340	1,024,773,997
Tax base		709,774,321	756,385,421
Temporary/(Deductible) difference		**298,117,019**	**268,388,575**
Effective tax rate		12%	12%
Deferred Tax Liability/(Asset)	**Total:**	**35,774,042**	**32,206,629**
9.02 Deferred tax on revaluation surplus of land			
Revaluation surplus (tax base nil)		103,668,899	103,668,899
Applicable tax rate		12%	12%
Deferred tax liability		**12,440,268**	**12,440,268**
10.00 DIVIDEND PAYABLE: Tk. 5,568,866			
This is made up as follows:			
Particulars			
Opening balance		5,568,866	5,670,753
Addition during the year		-	79,595,381
Payment during the year		-	(77,996,184)
Transferred to Unclaimed dividend account		-	(1,701,085)
Closing balance		**5,568,866**	**5,568,866**

Year	No. of Shareholders	Amount in Taka
2022-2023	473	1,952,960
2023-2024	484	2,014,834
2024-2025	377	1,601,072
Total	**1334**	**5,568,866**

		Amount in Taka	
		30.09.2026	30.06.2026
11.00 UNCLAIMED DIVIDEND ACCOUNT: Tk. 1,148,372			
This is made up as follows:			
Particulars			
Opening Balance		1,148,372	-
Addition during the year (Transferred from FY 2021-2022)		-	1,701,085
Less: Payment to CMSF during the year (FY 2021-2022)		-	(552,713)
Closing Balance		**1,148,372**	**1,148,372**

		Amount in Taka	
		01.07.2026 to 30.09.2026	01.07.2025 to 30.09.2025
12.00 REVENUE: Tk. 633,659,383			
This is made up as follows:			
Export Sales		633,659,383	553,639,389
		633,659,383	**553,639,389**
13.00 COST OF GOODS SOLD: Tk. 539,145,102			
Raw materials consumption		375,160,757	329,089,256
Dyes & chemical consumption		52,056,599	47,998,879
Packing materials consumption		40,299,063	25,873,484
Factory overhead	**Note: 13.01**	83,500,428	78,332,108
Cost of production		**551,016,847**	**481,293,728**
		(14,347,671)	**(8,504,975)**
Opening work-in process		10,018,456	9,544,419
Closing work-in process		24,366,127	18,049,394
		3,091,275	**(307,849)**
Opening finished goods		8,183,015	8,664,501
Closing finished goods		5,091,740	8,972,350
Goods available for sale		**539,760,452**	**472,480,904**
Sample expense		(615,350)	(522,600)
	Total:	**539,145,102**	**471,958,304**
13.01 FACTORY OVERHEAD: Tk. 83,500,428			
This is made up as follows:			
Particulars			
Depreciation		17,148,779	17,972,836
ETP operating expense		1,256,290	574,180
Fuel & lubricant		1,230,800	814,800
Other expenses		4,247,010	3,043,994
Repair & maintenance		1,518,691	992,790
Utility bills		23,986,751	23,569,527
Wages and allowances		34,112,107	31,363,981
	Total:	**83,500,428**	**78,332,108**
14.00 ADMINISTRATIVE EXPENSES: Tk. 31,549,668			
This is made up as follows:			
Particulars			
Audit and professional fees		447,104	233,590
Conveyance		174,151	130,332
Depreciation		1,673,406	1,814,213
Fees forms and renewal		326,831	388,923
Insurance		474,150	474,150
Internet bill		198,645	171,063
Managing Director remuneration		750,000	750,000
Mobile and telephone bill		396,041	356,100
Other Expenses		7,414,387	9,355,530
Provident Fund		1,250,369	1,036,031
Salary & allowance		18,444,584	15,786,959
	Total:	**31,549,668**	**30,496,891**

		Amount in Taka	
		01.07.2026 to 30.09.2026	01.07.2025 to 30.09.2025

15.00 SELLING & DISTRIBUTION EXPENSES: Tk. 15,543,044

This is made up as follows:

Particulars			
Advertisement		776,093	530,610
Collection and C & F charges		170,647	182,026
Vehicle running expenses		1,424,086	742,045
Fuel & lubricant expense		1,507,688	1,130,264
Other expenses		9,309,924	9,458,107
Expenses for product development		255,000	298,700
Promotional expenses		1,484,256	828,933
Sample expenses		615,350	522,600
	Total:	**15,543,044**	**13,693,285**

16.00 CURRENT TAX : TK. 6,343,041

(i) REGULAR TAX: Tk. 691,609

This is made up as follows:

Particulars		
Net Profit Before Tax	35,154,583	25,393,838
Add: Accounting Depreciation	18,822,185	19,787,049
Less: Tax Depreciation	48,532,259	(12,486,850)
Less: Profit Other Than Business Income	644,728	(2,063,523)
Profit/(loss) from Business	**4,799,781**	**30,630,515**
Income Tax on Business Income	575,974	4,594,577
Income Tax on Foreign Exchange Gain/(Loss)	19,966	26,832
Income Tax on Other Income	95,669	412,705
	691,609	5,034,114
Over provision/ Under provision	-	-
	691,609	**5,034,114**

(ii) MINIMUM TAX: Tk. 6,343,041

This is made up as follows:

Particulars		
Gross Receipt From Turnover & Others	633,659,383	553,639,389
Foreign Exchange Gain/(Loss)	166,382	178,878
Other Income	478,346	2,063,523
Total Gross Receipt	**634,304,111**	**555,881,790**
Income Tax on Gross Receipt From Turnover & Others (1%)	6,343,041	5,558,818
	6,343,041	**5,558,818**

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.

(iii) ADVANCE TAX: Tk. 6,036,222

This is made up as follows:

Particulars		
AIT on Export Proceeds and others	5,780,236	5,219,864
AIT from others (Addition during the year)	255,985	598,434
	6,036,222	**5,818,298**

17.00 DEFERRED TAX EXPENSES: Tk. 3,567,413

This is made up as follows:

Particulars		
Total Deferred Tax	48,214,310	58,402,388
Less: Opening Balance	44,646,897	59,497,418
	3,567,413	**(1,095,030)**

	Amount in Taka	
	01.07.2026 to 30.09.2026	01.07.2025 to 30.09.2025
18.00 EARNINGS PER SHARE (EPS)		
Net Profit after Taxes	25,244,129	20,930,050
Number of Shares	79,595,381	79,595,381
Earnings per Share	**0.32**	**0.26**
19.00 NET OPERATING CASH FLOWS PER SHARE		
Cash Flows from Operating Activities	87,335,091	23,152,524
Number of Shares	79,595,381	79,595,381
Net Operating Cash Flows per Share (NOCFPS)	**1.10**	**0.29**

	Amount in Taka	
	30.09.2026	30.06.2026
20.00 NET ASSET VALUE PER SHARE (NAVPS)		
Net Asset Value	1,833,266,331	1,808,022,202
Number of Shares	79,595,381	79,595,381
Net Asset Value per Share	**23.03**	**22.72**

	Amount in Taka	
	01.07.2026 to 30.09.2026	01.07.2025 to 30.09.2025
21.00 RECONCILIATION OF NET INCOME WITH CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Tax	**35,154,583**	**25,393,838**
Adjustment for:		
Depreciation on Property, Plant and Equipment	18,822,185	19,787,049
Other Income	(478,346)	(2,063,523)
Workers Profit Participation Fund	1,757,729	1,269,692
Foreign Exchange Gain/Loss	(166,382)	(178,878)
Financial Expenses	11,153,985	13,069,780
	66,243,755	**57,277,959**
(Increase)/Decrease in Accounts Receivable	40,175,906	(77,858,041)
(Increase)/Decrease in Inventory	(14,899,040)	40,580,953
Increase/(Decrease) in Trade and Other Payables	2,498,297	1,806,682
(Increase)/Decrease in Advance, Deposit & Prepayments	(1,054,119)	2,541,449
Increase/(Decrease) in Liabilities for Expenses	406,514	4,849,973
	93,371,313	**29,198,975**
Less: Payment of Income Tax	(6,036,222)	(6,046,451)
Net cash generated from operating activities	**87,335,091**	**23,152,524**

22.00 RELATED PARTY DISCLOSURE

SL	Name	Nature of Transaction	Amount
i	Mr. Neaz Rahman Shaqib	Remuneration and Board Meeting Attendance Fees	750,000
ii	Mr. Md. Hafizur Rahman	Board Meeting Attendance Fees	-
iii	Mr. Md. Ayub Ali	Board Meeting & Audit Committee Attendance Fees	-
iv	Mr. Md. Hafizur Rahman	Board Meeting Attendance Fees	-
v	Mr. Md. Abdul Haque Sarder FCS, FCA	Board Meeting & Audit Committee Attendance Fees	-
vi	Mr. A. T. M. Sarrowar Kamal Chowdhury	Board Meeting & Audit Committee Attendance Fees	-
vii	Professor Mohammed Enamul Hye, FCS	Board Meeting Attendance Fees	-
viii	Mrs. Naima Sultana FCA	Board Meeting & Audit Committee Attendance Fees	-

23.00 REASON FOR SIGNIFICANT VARIANCE

EPS increased compared to the same period of the previous year, mainly due to higher revenue and gross profit. Operating expenses grew at a slower pace than revenue, and finance costs declined as short-term borrowings were reduced. A higher income tax expense, mainly from deferred tax, partly offset these gains.

NOCFPS increased significantly compared to the same period of the previous year, as collections from customers grew faster than payments to suppliers and others, reflecting stronger receivable recovery.

24.00 CHANGE IN PRESENTATION – EARLY APPLICATION OF IFRS 18

24.01 Basis of application

IFRS 18 Presentation and Disclosure in Financial Statements replaces IAS 1 and is mandatory for annual periods beginning on or after 1 January 2027 (for the Company, the year ending 30 June 2028). The Company has elected to apply IFRS 18 early, from 1 July 2026, for the year ending 30 June 2027 and these interim financial statements. In accordance with the transition requirements, IFRS 18 has been applied retrospectively and the comparative information has been restated. The change affects presentation only: it has no effect on the recognition or measurement of any item, or on profit, total comprehensive income, earnings per share, equity or cash flows.

24.02 Classification of income and expenses

The Company's main business activity is the dyeing and winding of sewing thread for export; it does not invest in assets or provide financing to customers as a main business activity. Income and expenses are therefore classified as follows: Operating – revenue, cost of goods sold, administrative and selling & distribution expenses, Workers' Profit Participation Fund, gains/losses on disposal of property, plant and equipment, and exchange differences on trade receivables. Investing – interest income on FDRs and bank deposits, rental income, and exchange differences on cash and cash equivalents. Financing – interest on bank borrowings (UPAS, EDF, IBP and Bai-Muajjal) and exchange differences on those borrowings. Income taxes – current and deferred tax. The Workers' Profit Participation Fund continues to be calculated at 5% of profit before charging the contribution, as required by the Bangladesh Labour Act, 2006.

24.03 Management-defined performance measures

The Company does not use any management-defined performance measures. Earnings per share, net asset value per share and net operating cash flow per share are disclosed as required by IAS 33 and the Bangladesh Securities and Exchange Commission and are not management-defined performance measures.

24.04 Reconciliation of the comparative statement of profit or loss (01 July 2025 to 30 September 2025)

Amount in Taka

Particulars	IFRS 18 category	As previously reported (IAS 1)	Reclassification	As restated (IFRS 18)
Revenue	Operating	553,639,389	-	553,639,389
Cost of goods sold	Operating	(471,958,304)	-	(471,958,304)
Gross profit		**81,681,085**	**-**	**81,681,085**
Administrative expenses	Operating	(30,496,891)	-	(30,496,891)
Selling & distribution expenses	Operating	(13,693,285)	-	(13,693,285)
Foreign exchange gain/(loss) – trade receivables	Operating	-	178,878	178,878
Workers' Profit Participation Fund	Operating	-	(1,269,692)	(1,269,692)
Profit from operation (IAS 1) / Operating profit (IFRS 18)	**Subtotal**	**37,490,909**	**(1,090,814)**	**36,400,095**
Other income – interest income	Investing	2,063,523	-	2,063,523
Profit before financing and income taxes	**New subtotal**	**-**	**38,463,618**	**38,463,618**
Financial expenses / Finance costs	Financing	(13,069,780)	-	(13,069,780)
Foreign exchange gain/(loss) – previously after profit from operation	Reclassified	178,878	(178,878)	-
Net profit before WPPF – subtotal no longer presented	**Removed**	**26,663,530**	**(26,663,530)**	**-**
Workers' Profit Participation Fund – previously after net profit before WPPF	Reclassified	(1,269,692)	1,269,692	-
Profit before tax		**25,393,838**	**-**	**25,393,838**
Income tax expense	Income taxes	(4,463,788)	-	(4,463,788)
Profit for the period		**20,930,050**	**-**	**20,930,050**
Earnings per share (Tk.)		**0.26**	**-**	**0.26**

The reclassifications change the order of line items and the subtotals presented only. Profit before tax, profit for the period, total comprehensive income and earnings per share are unchanged.