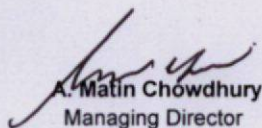


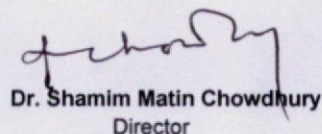
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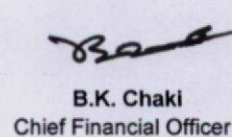
MALEK SPINNING MILLS LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER 2017

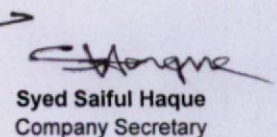
Un-Audited

<u>Particulars</u>	<u>DEC'17</u> <u>Taka</u>	<u>JUNE'17</u> <u>Taka</u>
ASSETS :		
Non-Current Assets :		
Property, Plant and Equipment	8,501,051,929	8,204,449,779
Capital Work-in-Progress	267,268,349	283,752,635
	8,768,320,278	8,488,202,414
Current Assets :		
Inventories	3,397,868,483	3,202,773,360
Accounts Receivable	2,449,864,858	2,582,346,695
Advances, Deposits and Pre-payments	703,261,118	724,090,932
Cash and Cash Equivalents	249,660,101	461,094,357
	6,800,654,560	6,970,305,344
TOTAL ASSETS :	15,568,974,838	15,458,507,758
SHAREHOLDER'S EQUITY AND LIABILITIES:		
Equity attributable to owners of the company		
Share Capital	1,936,000,000	1,936,000,000
Share Premium	1,500,000,000	1,500,000,000
Tax Holiday Reserve	210,883,871	210,883,871
Re-valuation Surplus	3,709,717,521	3,753,746,128
Retained Earnings	1,489,061,293	1,349,164,984
	8,845,662,685	8,749,794,983
Non Controlling Interest	57,440,591	56,805,843
Total Equity :	8,903,103,276	8,806,600,826
Non Current Liabilities:		
Long Term Loan	1,134,711,921	1,317,569,116
Deferred Tax Liabilities	428,118,678	434,245,743
	1,562,830,599	1,751,814,859
Current Liabilities :		
Short Term Loan	1,800,769,037	1,518,318,407
Current Portion of Long Term Loan	718,738,784	622,882,024
Loan from Director	34,000,000	34,000,000
Bank Acceptance Liabilities	1,359,633,827	1,804,968,465
Creditors and Accruals	1,189,899,315	919,923,177
	5,103,040,963	4,900,092,073
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :	15,568,974,838	15,458,507,758
Net Assets Value Per Share (NAV)	45.69	45.20
Par Value Tk.10		


A. Matin Chowdhury
Managing Director


Dr. Shamim Matin Chowdhury
Director


B.K. Chaki
Chief Financial Officer


Syed Saiful Haque
Company Secretary

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MALEK SPINNING MILLS LIMITED

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD FROM 1ST JULY 2017 TO 31ST DECEMBER 2017

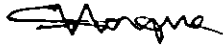
Un-Audited

Particulars	JUL'17-DEC'17 Taka	JUL'16-DEC'16 Taka	OCT'17-DEC'17 Taka	OCT'16-DEC'16 Taka
Sales	5,386,506,454	4,559,200,612	2,847,270,802	2,447,010,799
Cost of Goods Sold	(4,939,301,930)	(4,122,852,601)	(2,602,369,111)	(2,251,170,928)
Gross Profit :	447,204,524	436,348,011	244,901,691	195,839,871
Operating Expenses	(140,717,353)	(106,672,797)	(71,204,227)	(28,627,571)
Financial Expenses	(217,576,195)	(223,640,445)	(105,110,898)	(113,137,103)
Operating Profit/(Loss) :	88,910,976	106,034,769	68,586,566	54,075,196
Other Income/(Loss)	45,158,524	31,754,377	35,902,157	26,501,816
Net Operating Profit/(Loss) :	134,069,499	137,789,146	104,488,723	80,577,013
Provision for Contribution to WPPF	(5,698,330)	(5,395,837)	(3,855,402)	(3,720,269)
Profit/(Loss) before Tax :	128,371,169	132,393,309	100,633,320	76,856,744
Provision for Income Tax :	(31,868,720)	(27,792,887)	(24,754,963)	(11,515,104)
Current Tax	(37,995,784)	(33,992,862)	(27,818,287)	(14,614,936)
Deferred Tax	6,127,065	6,199,975	3,063,324	3,099,832
Net Profit/(Loss) after tax	96,502,450	104,600,422	75,878,358	65,341,640
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	96,502,450	104,600,422	75,878,358	65,341,640
Profit attributable to:				
Owners of the company	95,867,701	103,997,942	75,363,511	64,819,995
Non-controlling interest	634,748	602,480	514,847	521,645
	96,502,450	104,600,422	75,878,358	65,341,640
Total comprehensive Income attributable to:				
Owners of the company	95,867,701	103,997,942	75,363,511	64,819,995
Non-controlling interest	634,748	602,480	514,847	521,645
	96,502,450	104,600,422	75,878,358	65,341,640
Earnings Per Share (EPS)	0.50	0.54	0.39	0.33
Par Value Tk. 10				
Number of Shares used to compute EPS	193,600,000	193,600,000	193,600,000	193,600,000


A. Matin Chowdhury
Managing Director


Dr. Shamim Matin Chowdhury
Director


B.K. Chaki
Chief Financial Officer


Syed Salful Haque
Company Secretary

MALEK SPINNING MILLS LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
Un-Audited

FOR THE PERIOD FROM 1ST JULY 2017 TO 31ST DECEMBER 2017

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Tax holiday Reserve	Retained Earnings	Non Controlling Interest	Total
Balance as at 1 st July 2017	1,936,000,000	1,500,000,000	3,753,746,128	210,883,871	1,349,164,984	56,805,843	8,806,600,826
Total Comprehensive Income					95,867,701	634,748	96,502,450
Transfer of excess depreciation of Revalued Assets			(44,028,607)		44,028,607		-
As at 31st December 2017	1,936,000,000	1,500,000,000	3,709,717,521	210,883,871	1,489,061,293	57,440,591	8,903,103,276

FOR THE PERIOD FROM 1ST JULY 2016 TO 31ST DECEMBER 2016

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Tax holiday Reserve	Retained Earnings	Non Controlling Interest	Total
Balance as at 1 st July 2016	1,936,000,000	1,500,000,000	3,850,028,366	210,883,871	1,244,067,160	55,195,572	8,796,174,969
Total Comprehensive Income					103,997,942	602,480	104,600,422
Transfer of excess depreciation of Revalued Assets			(48,141,119)		48,141,119		-
As at 31st December 2016	1,936,000,000	1,500,000,000	3,801,887,247	210,883,871	1,396,206,221	55,798,052	8,900,775,390


A. Matin Chowdhury
Managing Director


Dr. Shamim Matin Chowdhury
Director


B.K. Chaki
Chief Financial Officer


Syed Saiful Haque
Company Secretary


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MALEK SPINNING MILLS LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 1ST JULY 2017 TO 31ST DECEMBER 2017
Un-Audited

<u>PARTICULARS</u>	<u>DEC'17</u>	<u>DEC'16</u>
	<u>Taka</u>	<u>Taka</u>
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover & Bills Receivable	5,517,986,224	4,598,636,961
Other Income received	46,904,039	61,302,093
Payment for Raw Materials, Indirect Materials and other expenses	(5,043,044,932)	(3,929,923,373)
Payment for Operating Expenses	(130,994,537)	(100,351,733)
Payment for Financial Expenses	(217,576,195)	(223,640,445)
Payment for Income Tax	(39,793,241)	(37,400,031)
Net Cash provided/(used) by Operating Activities	133,481,357	368,623,473
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(292,307,592)	(231,607,817)
Acquisition of Capital work in progress	(248,022,910)	-
Disposal of Fixed Assets	47,457	-
Net cash provided/(used) in Investing Activities	(540,283,044)	(231,607,817)
CASH FLOW FROM FINANCING ACTIVITIES :		
Bank Loan Increase/(Decrease)	195,450,195	(92,129,624)
Loan from Directors	-	(16,000,000)
Refundable IPO Share Money paid	-	(25,001)
Dividend Paid	(82,763)	(52,395)
Net cash provided/(used) in Financing Activities	195,367,432	(108,207,020)
Increase/(Decrease) in Cash and Cash Equivalents	(211,434,256)	28,808,636
Opening Cash & Cash Equivalents	461,094,357	381,744,017
Closing Cash and Cash Equivalents	249,660,101	410,552,653
Net Operating Cash Flow Per Share (NOCFPS)	0.69	1.90
Par Value Tk.10		


A. Matin Chowdhury
 Managing Director


Dr. Shamim Matin Chowdhury
 Director


B.K. Chaki
 Chief Financial Officer


Syed Saiful Haque
 Company Secretary

4

MALEK SPINNING MILLS LIMITED

Selected explanatory notes on the Un-Audited Consolidated Financial Statements

For the period from 1st July 2017 to 31st December 2017

(1) Accounting Policies & Methods used for preparation & presentation of Financial Statements:

We have followed the similar accounting policies and methods for preparation and presentation of financial statement for the half yearly ended from 1st July, 2017 to 31st December 2017 compared to the most recent annual Financial Statements for the year ended June 30, 2017.

(2) Seasonability/ Cyclicity of Interim Operation:

Normally there was no significant seasonality/ cyclicity affect although the turnover for the period 1st July 2017 to 31st December 2017. Turnover was increased by 18.15% compared to previous same period. The variation in turnover was due to increase in Sales quantity.

(3) Changes in Non-Current Assets:

During the period from 1st July 2017 to 31st December 2017 a net sum of Tk. 280.12 Million was added to Non-current Assets mainly for addition of Fixed Assets of subsidiary companies. The WDV has reduced for charging depreciation.

(4) Changes in Current Assets:

Total Current Assets during the period from 1st July 2017 to 31st December 2017 was decreased by Tk.169.65 Million mainly for increase in Inventory and decreased in Accounts Receivable, Advance, Deposits & prepayment and Cash & Cash equivalent.

(5) Changes in Shareholder's equity:

Shareholder's equity was changed due to change in Retained Earnings due to addition of Net Profit.

(6) Changes in Non-Current Liabilities:

Total Non-current liabilities decreased by Tk.188.98 Million due to repayment of Long Term loan, addition new loan and decreased in deferred tax liability.

(7) Changes in Current Liabilities:

Total Current Liabilities increased by Tk. 202.95 Million due to increase in Working Capital Loan, Creditors & Accruals, decreased in Bank Acceptance Liabilities and Current Portion of Long Term Loan.

(8) Changes in Operating Income and expenses:

a) Sales Revenue increased by 18.15% during this half yearly ended compared to the previous same period but Cost of Goods Sold increased by 19.80% resulting decreased of GP percentage on Sales by 1.27%.

b) Net Profit percentage on Sales decreased by 0.50% due to mainly increase in Cost of Goods Sold, operating expenses although financial expenses is decreased and other income is increased.

(9) EPS Deviation Clarification:

Net Profit is decreased due to causes and effect of changes in operating income and expenses, which was resulted in decrease in EPS.

(10) Changing in Net Operating Cash Flow per Share:

Due to following points NOCPS is decreased:

- Collection against Accounts Receivable is increased.
- Other Income is decreased.
- Payment against Raw Materials and Other expenses is increased.


A. Matin Chowdhury
Managing Director


Dr. Shamim Matin Chowdhury
Director


B.K. Chaki
Chief Financial Officer


Syed Saiful Haque
Company Secretary

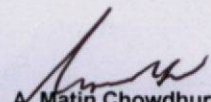
MALEK SPINNING MILLS LIMITED

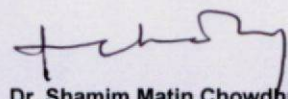
STATEMENT OF FINANCIAL POSITION

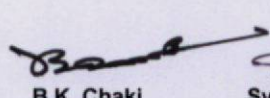
AS AT 31ST DECEMBER 2017

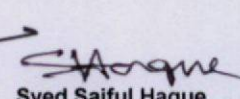
Un-Audited

Particulars	DEC'17 Taka	JUNE'17 Taka
ASSETS :		
Non-Current Assets:		
Property, Plant and Equipment	2,092,204,852	2,136,081,968
Capital Work-in-Progress	153,847,763	80,523,827
Investment in Subsidiary Company	1,666,365,000	1,666,365,000
	3,912,417,615	3,882,970,795
Current Assets :		
Inventories	1,027,308,826	1,053,500,320
Accounts Receivable	1,128,155,549	1,108,519,253
Advances, Deposits and Pre-payments	309,230,360	272,736,173
Cash and Cash Equivalents	117,601,802	85,655,023
	2,582,296,537	2,520,410,769
TOTAL ASSETS :	6,494,714,152	6,403,381,564
SHAREHOLDER'S EQUITY AND LIABILITIES :		
Shareholder's Equity :		
Share Capital	1,936,000,000	1,936,000,000
Share Premium	1,500,000,000	1,500,000,000
Re-valuation Surplus	1,416,272,513	1,442,332,804
Retained Earnings	466,589,420	373,193,246
	5,318,861,933	5,251,526,050
Non-Current Liabilities:		
Long Term Loan	100,378,185	14,420,248
Deferred Tax Liabilities	272,568,329	276,116,940
	372,946,514	290,537,188
Current Liabilities :		
Short Term Loan	65,639,921	11,751,887
Current Portion of Long Term Loan	8,451,431	7,183,880
Bank Acceptance Liabilities	318,933,078	484,187,913
Creditors and Accruals	409,881,275	358,194,646
	802,905,705	861,318,326
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :	6,494,714,152	6,403,381,564
Net Assets Value Per Share (NAV)	27.47	27.13
Par Value Tk.10		


A. Matin Chowdhury
Managing Director


Dr. Shamim Matin Chowdhury
Director



B.K. Chaki
Chief Financial Officer


Syed Saiful Haque
Company Secretary

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MALEK SPINNING MILLS LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD FROM 1ST JULY 2017 TO 31ST DECEMBER 2017
Un-Audited

<u>Particulars</u>	<u>JUL'17-DEC'17</u>	<u>JUL'16-DEC'16</u>	<u>OCT'17-DEC'17</u>	<u>OCT'16-DEC'16</u>
	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
Sales	1,673,708,966	1,352,418,173	955,826,837	762,267,315
Cost of Goods Sold	(1,516,729,122)	(1,210,147,354)	(874,293,991)	(677,888,847)
Gross Profit/(Loss) :	156,979,844	142,270,819	81,532,846	84,378,468
Operating Expenses	(49,727,608)	(44,287,875)	(22,630,721)	(24,859,543)
Financial Expenses	(23,526,911)	(17,850,478)	(329,692)	(4,642,464)
Operating Profit/(Loss) :	83,725,326	80,132,466	58,572,432	54,876,461
Other Income/(Loss)	(460,397)	(437,957)	(359,444)	(300,635)
Net Operating Profit/(Loss) :	83,264,929	79,694,510	58,212,988	54,575,827
Provision for Contribution to WPPF	(3,964,997)	(3,794,977)	(2,772,047)	(2,598,849)
Profit/(Loss) before tax :	79,299,932	75,899,533	55,440,941	51,976,978
Provision for Income tax :	(11,964,049)	(11,341,134)	(8,370,058)	(7,766,483)
Current Tax	(15,512,660)	(14,687,282)	(10,144,155)	(9,439,402)
Deferred Tax	3,548,611	3,346,148	1,774,097	1,672,919
Net Profit/(Loss) after tax	67,335,883	64,558,399	47,070,883	44,210,495
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	67,335,883	64,558,399	47,070,883	44,210,495
Earnings Per Share (EPS)	0.35	0.33	0.24	0.23
Par Value Tk. 10				
Number of Shares used to compute EPS	193,600,000	193,600,000	193,600,000	193,600,000


A. Matin Chowdhury
Managing Director


Dr. Shamim Matin Chowdhury
Director


B.K. Chaki
Chief Financial Officer


Syod Saiful Haque
Company Secretary

MALEK SPINNING MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
Un-Audited

FOR THE PERIOD FROM 1ST JULY 2017 TO 31ST DECEMBER 2017


Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1 st July 2017	1,936,000,000	1,500,000,000	1,442,332,804	373,193,246	5,251,526,050
Net Profit/(Loss) during the period				67,335,883	67,335,883
Transfer of excess depreciation of Revalued Assets			(26,060,292)	26,060,292	-
As at 31st December 2017	1,936,000,000	1,500,000,000	1,416,272,513	466,589,420	5,318,861,933

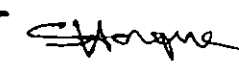
FOR THE PERIOD FROM 1ST JULY 2016 TO 31ST DECEMBER 2016

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1st July 2016	1,936,000,000	1,500,000,000	1,498,659,595	392,780,614	5,327,440,209
Net Profit/(Loss) during the period				64,558,399	64,558,399
Transfer of excess depreciation of Revalued Assets			(28,163,395)	28,163,395	-
As at 31st December 2016	1,936,000,000	1,500,000,000	1,470,496,200	485,502,408	5,391,998,607


A. Matin Chowdhury
 Managing Director


Dr. Shamim Matin Chowdhury
 Director


B.K. Chaki
 Chief Financial Officer


Syed Salful Haque
 Company Secretary


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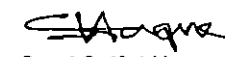
MALEK SPINNING MILLS LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 1ST JULY 2017 TO 31ST DECEMBER 2017
Un-Audited

<u>PARTICULARS</u>	<u>DEC'17</u> Taka	<u>DEC'16</u> Taka
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover & Accounts Receivable	1,653,753,623	1,153,201,451
Payment for Raw Materials, Indirect Materials and other expenses	(1,545,510,295)	(1,036,444,053)
Other Income received	441,943	(437,957)
Payment for Operating Expenses	(48,548,768)	(43,036,381)
Payment for Financial Expenses	(23,526,911)	(17,850,478)
Payment for Income Tax	(10,459,448)	(7,382,799)
Net Cash provided/(used) by Operating Activities	26,150,145	48,049,782
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(631,800)	(7,639,091)
Acquisition of Capital work in progress	(134,602,324)	-
Net cash used in Investing Activities	(135,234,124)	(7,639,091)
CASH FLOW FROM FINANCING ACTIVITIES :		
Bank Loan Increase/(Decrease)	141,113,522	(79,910,485)
Refundable IPO Share Money paid	-	(25,001)
Dividend Paid	(82,763)	(52,395)
Net Cash provided/(used) by Financing Activities	141,030,759	(79,987,881)
Increase/(Decrease) in Cash and Cash Equivalents	31,946,779	(39,577,190)
Opening Cash & Cash Equivalents	85,655,023	108,107,923
Closing Cash and Cash Equivalents	117,601,802	68,530,733
Net Operating Cash Flow Per Share (NOCFPS)	0.14	0.25
Par Value Tk. 10		


A. Matin Chowdhury
Managing Director


Dr. Shamim Matin Chowdhury
Director


B.K. Chaki
Chief Financial Officer


Syed Saiful Haque
Company Secretary

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