MALEK SPINNING MILLS PLC
INDEPENDENT AUDITORS' REPORT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF
MALEK SPINNING MILLS PLC
REPORT ON THE AUDIT OF
THE FINANCIAL STATEMENTS

Opinion

We have audited the consolidated financial statements of Malek Spinning Mills PLC (the Company), which comprise the consolidated statement of financial position as at June 30, 2025 and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at June 30, 2025 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the company Act 1994, the Securities and Exchange Rules 1987 and other applicable law and regulations.

Emphasis of Matters

1. Land and Land Development, Factory Building, Plant and Machinery & Generator were revalued on 04th July 2012, no further revaluation has been conducted till this date. However, as per the requirement of IAS 16.31, under the revaluation model, revaluations should be carried out regularly, so that the carrying amount of an asset does not differ materially from its fair value at the balance sheet date. Therefore, it is viable to conclude that the market value of the assets being carried under the revaluation model has changed significantly over the last 15 years.

2. IFRS 16 Leases has not been implemented, as such the rentals arising on the leased office space is charged to the Statement of Profit or Loss instead of applying lessee accounting. This therefore contravenes the aforesaid standard which states a single lessee accounting model should be applied to all leases having lease term more than 12 months with a corresponding recognition of a Right of Use Asset and Lease Liability.

3. As per the Independent Auditors Report and Audited Financial Statements of Salek Textile Limited, one of the components of Malek Spinning Mills PLC, for the year ended 30 June 2025, with reference to the note no 19.2 (a), the company's sales, as per VAT return, of Tk. 422 crore and the sum of LCs sales value is Tk. 490 crore that effectively create difference of Tk. 68 crore. The above difference arisen due to non-issuance of VAT challan for part of inter unit's sales of the company. Our report is not qualified in this respect.

Other information

Management is responsible for the other information. The other information comprises the information included in the annual report, separate 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 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. If, based on the work we have performed on the other information obtained prior to the date of the auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming the auditor's opinion thereon, and we do not provide a separate opinion on these matters. For each matter below our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters.

Risk	Our response to the risk
Recoverability assessment of account receivables As at 30th June 2025 the balance of account receivables was BDT. 1,027,456,408 and 3,336,626,184 respectively for the Company and the Group. Bill receivables of the company comprise mainly receivables in relation to the trading business regarding the export of fabrics, which is secured and guaranteed by bank against Letter of Credit (L/C) The recoverable amount was estimated by management based on their specific recoverability assessment on debtor with reference to the aging profile, historical payment pattern and the past record of default of the customer	• Tested the accuracy of aging of trade receivables at year end on a sample basis: • Obtained a list of outstanding receivables and identified any debtors with financial difficulty through discussion with management as well as conducting market research on the Textile sector, Assessed the recoverability of the unsettled receivables on a sample basis through our evaluation of management's assessment with reference to the credit profile of the customers, historical payment pattern of customers, publicly available information and latest correspondence with customers and to consider if any additional provision should be made: and tested subsequent settlement of trade receivables after the balance sheet date on a sample basis, if any.
Note no. 5.1 & 7 to the financial statements	
Valuation of Inventory As at 30th June 2025 inventory value of BDT 3,126,439,996 and the Group, as a whole, reported total inventory of BDT. 7,700,259,150 is held on the financial position. Inventory is carried in the statement of financial position at the lower of cost and net realizable value. Sales in the manufacturing industry can be extremely volatile based on significant changes in consumer demand. As a result, there is a risk that the carrying value of inventory exceeds its net realizable value. Moreover, the process of estimating provision for inventories is judgmental and complex. Due to high	We have tested the maintaining effectiveness of the inventories held by the Company. Additionally, we performed the following: • Evaluating the design and operating effectiveness of controls over procurement, production, and inventory management • Physical inventory counts, verification and performing test counts to verify existence and condition of inventories • Assessing the reasonableness of net realizable value estimates by comparing actual selling prices and costs incurred after year-end to

Risk	Our response to the risk
level of judgment involved and use of some manual process in estimating the provision and net realizable value of inventories, we considered this to be a key audit matter.	management's estimates • Evaluating the adequacy of related disclosures in the financial statements in accordance with IAS 2 Inventories • Using the data obtained from the underlying records, including the closing inventory ledger and stock reports, we verified the inventory balances based on the ledgers and supporting documents provided by management.
Note no. 6 & 4.1 to the consolidated financial statements	
Property, Plant and Equipment The company has represented total Property Plant and Equipment (WDV) BDT 2,811,255,689 & 11,762,508,297 during the financial year 30 June 2025 which recovers 30.69% & 43.08% of total assets. The company represents addition for property, plant and equipment BDT 70,412,078 & 1,077,219,293 and charges depreciation during the financial year BDT 110,166,378 & 538,974,240.	We tested the design and operating effectiveness of key control focusing on the following: • We verified the existence and legal ownership of Property, Plant and Equipment. • Calculate and verify the depreciation of property, plant and equipment. • Evaluating the adequacy of disclosure to financial statements. Finally assessed the appropriateness and presentation of disclosures against property, plant and equipment.
Note no. 1.1 & 4 to the consolidated financial statements	
Re-valuation Surplus As at 30th June 2025 the balance of revaluation surplus was BDT. 987,910,656 and 3,233,498,086 respectively for the Company and the Group.	• Evaluating the adequacy of disclosure to financial statements. • Verified Revaluation Surplus in line with ledger, bank statement, Revaluation Report & appropriate supporting documents. • Reviewing audit working paper from component auditor.
Note no. 11.1 & 14 to the consolidated financial statements	
Long Term Loan As at 30th June 2025 the balance of Long Term Loan was BDT. 1,101,171,482 and 3,592,155,359 respectively for the Company and the Group. **Current Portion of Long-Term Loan** As at 30th June 2025 the balance of Long-term Loan was BDT. 298,068,457 and 1,220,804,700 respectively for the Company and the Group.	• Evaluating the adequacy of disclosure to financial statements. • Verified Long Term Loan & Current Portion of Long of Long-Term Loan in line with ledger, loan statement, sanction Letter, loan confirmation, bank certificate & appropriate supporting documents. • Reviewing audit working paper from component auditor.
Note no. 13.1 & 17, 16.1 & 20 to the financial statements	

<table>
<tr><th>Risk</th><th>Our response to the risk</th></tr>
<tr><td>Short Term Loan
As at 30th June 2025 the balance of Short-term Loan was BDT. 917,017,165 and 4,788,898,096 respectively for the Company and the Group.</td><td>Evaluating the adequacy of disclosure to financial statements.
Verified Short Term Loan in line with ledger, loan statement, sanction Letter, loan confirmation & appropriate supporting documents.
Reviewing audit working paper from component auditor.</td></tr>
<tr><td colspan="2">Note no. 15.1 & 19 to the consolidated financial statements</td></tr>
<tr><td>Revenue Recognition
At year end the Malek Spinning Mills PLC reported total sales revenue (net sales) of BDT 4,638,216,523 and the Group, as whole, reported total revenue of Tk. 22,866,614,702 in the company's financial statement.

Revenue is recognized when the performance obligation is satisfied by transferring goods or services to a customer, either at a point in time or over time. Goods or services are "transferred" when the customer obtains control of it. It is a matter of consideration whether revenue may be misstated due to recognition of sales transaction before performance obligation being satisfied.

This was an area of focus for our audit and significant audit effort to rectify the export income.</td><td>We tested the design and operating effectiveness of key control focusing on the following:
We have taken into consideration the complexity of the situation and gained an understanding of the company's disclosures of the volume of sales incurred during the period by obtaining sufficient audit work, audit evidence and resource is required.
Verified sales transactions for compliance with the Company accounting principles.
Evaluated the Company's work to implement IFRS 15 and assessed whether accounting principles comply with the new accounting standard.
In addition, we performed substantive analytical to understand how the revenue has trended over the year among other parameters, we performed a detailed testing on transactions around the year-end, ensuring revenues were recognized in the correct accounting period.
Tested the internal controls over financial reporting, we also assessed the existence and accuracy of the sales recorded, based among other things on inspection of sales contracts, final acceptances, and the allocation of variable consideration to the various elements in the contracts.
Obtain and confirm pro-forma invoice and other related documents and calculate sales balances.
Issuance of VAT Challan.</td></tr>
<tr><td colspan="2">Note no.21.1 & 25 to the consolidated financial statements</td></tr>
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Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of consolidated financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 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.

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 judgment and maintain professional skepticisms 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.
- 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 to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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 and the Securities and Exchange Rules 1987, we also report the following:

i. 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;
ii. 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 these books;
iii. The statement of financial position and statement of profit or loss and other comprehensive income are aligned with the company's accounting books and records.; and
iv. The expenditure incurred was for the purposes of the company's business.

Md. Iqbal Hossain FCA
Senior Partner, Enrolment No.0596
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants
DVC:2510260596AS379429

Place: Dhaka
Date: 26 October 2025

MALEK SPINNING MILLS PLC.
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2025

Amount in Taka

Particulars	Notes	JUNE'25	JUNE'24
ASSETS :			
Non-Current Assets :			
Property, Plant and Equipment	4	11,762,508,297	11,277,615,015
Capital Work-in-Progress	5	2,673,512,629	1,177,716,396
		14,436,020,926	**12,455,331,411**
Current Assets :			
Inventories	6	7,700,259,150	6,626,265,782
Accounts Receivable	7	3,336,626,184	4,549,350,365
Fire Insurance Claimed Receivable	8	22,524,905	40,033,208
Advances, Deposits and Pre-payments	9	682,832,145	694,614,866
Other Receivable	10	-	459,482,147
Cash and Cash Equivalents	11	1,122,739,209	1,853,650,712
		12,864,981,593	**14,223,397,080**
TOTAL ASSETS :		**27,301,002,519**	**26,678,728,491**
SHAREHOLDER'S EQUITY AND LIABILITIES:			
Equity attributable to owners of the company			
Share Capital	12	1,936,000,000	1,936,000,000
Share Premium	13	1,500,000,000	1,500,000,000
Re-valuation Surplus	14	3,233,498,086	3,264,817,970
Retained Earnings	15	5,068,333,642	3,703,552,613
		11,737,831,728	**10,404,370,583**
Non Controlling Interest	16	**54,016,166**	**50,656,221**
Total Equity :		**11,791,847,894**	**10,455,026,804**
Non Current Liabilities:			
Long Term Loan	17	3,592,155,359	4,405,409,237
Deferred Tax Liabilities	18	544,311,333	543,386,431
		4,136,466,692	**4,948,795,668**
Current Liabilities :			
Short Term Loan	19	4,788,898,096	4,421,090,799
Current Portion of Long Term Loan	20	1,220,804,700	1,060,895,260
Loan from Director	21	140,000,000	40,000,000
Acceptance Liabilities	22	3,955,004,410	4,424,939,916
Unclaimed Dividend	23	3,775,560	3,984,585
Creditors, Accruals & Provisions	24	1,264,205,167	1,323,995,459
		11,372,687,933	**11,274,906,019**
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :		**27,301,002,519**	**26,678,728,491**
Net Assets Value Per Share (NAV)	38	**60.63**	**53.74**

Par Value Tk.10

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury	Azizur Rahim Chowdhury	B.K. Chaki	Syed Saiful Haque
Managing Director	Director	Chief Financial Officer	Company Secretary

Md. Iqbal Hossain FCA
Senior Partner, Enrolment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants
DVC:2510260596AS379429

Place: Dhaka
Date: 26 October 2025

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

Particulars	Notes	JUNE'25	JUNE'24
Sales	25	22,866,614,702	22,211,799,555
Cost of Goods Sold	26	(20,197,738,089)	(19,544,205,124)
Gross Profit :		**2,668,876,613**	**2,667,594,432**
Operating Expenses	27	(279,729,821)	(261,370,391)
Financial Expenses	28	(803,901,906)	(774,060,500)
Operating Profit/(Loss) :		**1,585,244,886**	**1,632,163,540**
Loss on Fire	29	-	(62,324,160)
Other Income/(Loss)	30	159,548,871	187,995,645
Net Operating Profit/(Loss) :		**1,744,793,757**	**1,757,835,025**
Contribution to WPPF	31	(26,610,578)	(25,733,754)
Profit/(Loss) before Tax :		**1,718,183,179**	**1,732,101,271**
Income Tax :		**(279,403,889)**	**(299,696,720)**
Current Tax	32	(277,489,900)	(225,091,433)
Prior year tax adjustment	32	(989,086)	(62,369,779)
Deferred Tax	33	(924,903)	(12,235,508)
Net Profit/(Loss) after tax		**1,438,779,289**	**1,432,404,551**
Other Comprehensive Income		-	-
Total Comprehensive Income		**1,438,779,289**	**1,432,404,551**
Profit attributable to:			
Owners of the company		1,435,419,344	1,429,469,446
Non-controlling interest	34	3,359,945	2,935,105
		1,438,779,289	**1,432,404,551**
Total comprehensive income attributable to:			
Owners of the company		1,435,419,344	1,429,469,446
Non-controlling interest	34	3,359,945	2,935,105
		1,438,779,289	**1,432,404,551**
Earnings Per Share (EPS)	35	**7.41**	**7.38**
Par Value Tk.10			
Number of Shares used to compute EPS		**193,600,000**	**193,600,000**

The annexed notes are integral part of these financial statement.
These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury Managing Director	Azizur Rahim Chowdhury Director	B.K. Chaki Chief Financial Officer	Syed Saiful Haque Company Secretary

Md. Iqbal Hossain FCA
Senior Partner, Enrolment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Place: Dhaka
Date: 26 October 2025

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30TH JUNE 2025

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Non Controlling Interest	Total
Balance as at 1st July 2024	1,936,000,000	1,500,000,000	3,264,817,970	3,703,552,613	50,656,221	10,455,026,804
Total Comprehensive Income				1,435,419,344	3,359,945	1,438,779,289
Transfer of excess depreciation of Revalued Assets			(31,319,884)	31,319,884		-
Dividend Income adjustment of Subsidiary Co.			-	(3,000)		(3,000)
Declared Cash Dividend for 2023-2024 financial year				(101,955,200)		(101,955,200)
As at 30th June 2025	**1,936,000,000**	**1,500,000,000**	**3,233,498,086**	**5,068,333,642**	**54,016,166**	**11,791,847,894**

FOR THE YEAR ENDED 30TH JUNE 2024

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Non Controlling Interest	Total
Balance as at 1st July 2023	1,936,000,000	1,500,000,000	3,379,069,326	2,240,297,428	47,721,116	9,103,087,870
Total Comprehensive Income				1,429,469,446	2,935,105	1,432,404,551
Transfer of excess depreciation of Revalued Assets			(33,788,739)	33,788,739		-
Adjustment of Revaluation Surplus of Fixed Assets			(80,462,617)			(80,462,617)
Dividend Income adjustment of Subsidiary Co.				(3,000)		(3,000)
As at 30th June 2024	**1,936,000,000**	**1,500,000,000**	**3,264,817,970**	**3,703,552,613**	**50,656,221**	**10,455,026,804**

The annexed notes are integral part of these financial statement.
These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury
Managing Director

Azizur Rahim Chowdhury
Director

B.K. Chaki
Chief Financial Officer

Syed Saiful Haque
Company Secretary

Md. Iqbal Hossain FCA
Senior Partner, Enrolment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Place: Dhaka
Date: 26 October 2025

ZOHA ZAMAN KABIR RASHID & CO.
Chartered Accountants

MALEK SPINNING MILLS PLC.
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

PARTICULARS	JUNE'25	JUNE'24
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover & Bills Receivable	24,079,338,883	21,614,736,022
Other Income	168,761,308	190,537,883
Payment for Raw Materials, Indirect Materials and other expenses	(21,247,946,972)	(19,152,153,516)
Payment for other customer		(34,434,512)
Foreign currency exchange Gain/(Loss) realized	1,276,152	467,527
Payment to Employee against contribution to WPPF	(20,587,004)	(14,419,441)
Fire Insurance Claimed received on Raw Materials & Goods	14,098,408	180,101,147
Payment for Operating Expenses	(268,114,230)	(253,182,328)
Payment for Financial Expenses	(802,423,357)	(743,579,870)
Payment for Income Tax	(301,234,300)	(257,348,442)
Net Cash provided/(used) by Operating Activities	**1,623,168,887**	**1,530,724,470**
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(734,895,891)	(656,631,804)
Acquisition of Capital work in progress	(1,794,272,000)	(1,854,621,894)
Disposal of Fixed Assets	459,482,147	49,617,800
Fire Insurance Claimed received on Assets	3,409,895	-
Advance against Building & other construction	0	(19,926,189)
Net cash provided/(used) in Investing Activities	**(2,066,275,849)**	**(2,481,562,087)**
CASH FLOW FROM FINANCING ACTIVITIES :		
Bank Loan Increase/(Decrease)	(285,537,141)	2,082,657,137
Loan from Directors	100,000,000	40,000,000
Dividend paid to Sponsor Directors from Subsidiary Co.	(3,000)	(3,000)
Dividend Paid to Shareholders	(99,700,540)	(7,569)
Unclaimed Dividend transferred to Capital Market Stabilization Fund	(1,637,658)	-
Dividend Accounts Interest transferred to CMS Fund	(846,051)	-
Interest Increased/(Decreased) in Dividend Account	20,024	(24,017)
Net cash provided/(used) in Financing Activities	**(287,704,366)**	**2,122,622,550**
Increase/(Decrease) in Cash and Cash Equivalents	**(730,811,327)**	**1,171,784,934**
Opening Cash & Cash Equivalents	1,853,650,712	682,309,689
Foreign Currency Bank deposit translation Gain/(Loss)	(100,176)	(443,911)
Closing Cash and Cash Equivalents	**1,122,739,209**	**1,853,650,712**
Net Operating Cash Flow Per Share (NOCFPS)	**8.38**	**7.91**
Par Value Tk.10		

The annexed notes are integral part of these financial statement.
These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury	**Azizur Rahim Chowdhury**	**B.K. Chaki**	**Syed Saiful Haque**
Managing Director	Director	Chief Financial Officer	Company Secretary

Md. Iqbal Hossain FCA
Senior Partner, Enrolment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Place: Dhaka
Date: 26 October 2025

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

1. COMPANY AND ITS ACTIVITIES:
Malek Spinning Mills PLC. was incorporated with RJSC vide registration no. C-19018 as a Private Limited Company on 2nd November, 1989 under Companies Act 1913. It was converted into Public Ltd. Company in the year 2008. The share of the company is denominated from Tk.100/- to Tk.10/- per share as on 14th September, 2008. Its subsidiary companies are Salek Textile Limited, Newasia Synthetics Limited and J.M. Fabrics Limited. Titas Spinning & Denim Company Ltd. one of the subsidiary company has been Merged and Amalgamated with another subsidiary company Salek Textile Ltd. as per order of the Hon'ble High Court Division of the Supreme Court of Bangladesh dated 05.03.2014 in the Company Matter No. 248 of 2013. All of the companies are incorporated with registrar of joint stock companies and firms, Dhaka, except J.M. Fabrics Limited which is registered with RJSC Chittagong, Bangladesh under Companies Act 1994. Registered office of the Companies are at 117/A, Tejgaon I/A, Dhaka-1208, while factories are situated at Shafipur, Kaliakoir, Bhawal Mirzapur, Gazipur & Mahna Bhabanipur, Gazipur respectively.

1.01. NATURE OF BUSINESS:
The Company has got the capacity of 59,964 spindles to spin high quality Cotton hosiery yarns by using modern machinery including state-of-the-art yarn testing laboratory. Annual production capacity of the company is 12,425,000 Kgs.

2. BASIS OF THE PREPARATION OF THESE FINANCIAL STATEMENTS:
2.01 Statement of compliance:
The financial statements of the company under reporting have been prepared under historical cost convention, except land, Building and Machinery which is stated at revalued amount, in a going concern concept and on accrual basis other than Cash Incentive Income which is recognized on cash basis in accordance with generally accepted accounting principles and practice in Bangladesh in compliance with the Companies Act 1994, The Securities and Exchange Rules 1987, Listing Regulations of Dhaka Stock Exchange Ltd (DSE) & Chittagong Stock Exchange Ltd. (CSE) and in compliance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

2.02 Compliance with International Accounting Standards:
The financial statements have been prepared in compliance with requirement of IAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh.

2.03 Risk and Uncertainties for use of Estimates in Preparation of Financial Statements:
The preparation of financial statements in conformity with the international accounting standards requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of affecting financial statements and revenues and expenses during the reported year. Actual results could differ from those estimates. Estimates are used for accounting of certain items such as long-term contracts; depreciation and employees benefit plans, taxes, reserves and contingencies.

2.04 Accrual basis accounting
The financial statements, except cash flows statements, have been prepared using the accural basis of accounting. Under this concept, the company recognises items as assets, liabilities, equity, income and expenses when they satisfy the definitions and recognition criteria for those elements as per related accounting standard and framework.

2.05 Going concern
The financial statements have been prepared in assuming that the company is going concern and it has ability to continue as going concern for forseeable future.

2.06 Principal Accounting Policies:
Specific accounting policies were selected and applied by the company's management for significant transactions and events that have a material effect within the framework of IAS-1 "Preparation of Financial Statement" and IAS-27 preparation separate financial statements and presentation of financial statements. The previous year's figures were presented according to the same accounting principles.

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2.07 Basis of Consolidation:
The consolidated financial statements incorporate the financial statements of the company and entity controlled by the company. Control is achieved where the company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by other member of the group.

All intra group transaction, balances, income and expenses are eliminated in full on consolidation. Minority interests in the net assets of consolidated subsidiaries are identified separately from the group equity therein. The consolidated financial statements are prepared as per guidance of IFRS-10: Consolidated Financial Statements.

These consolidate financial statements have been prepared in consolidation with the audited accounts of the company and the audited accounts of Salek Textile Limited, Newasia Synthetics Limited and J.M. Fabrics Limited for the year ended 30th June, 2025 according to the relevant IFRS or IAS.

2.08 Percentage of Holding on Subsidiary Company:

Name of Company	Total No. Shares	Total Holding	Percentage of Holding
Salek Textile Ltd.	48,260,870	47,259,700	97.925%
Newasia Synthetics Ltd.	6,600,000	6,553,338	99.293%
J.M. Fabrics Ltd.	4,000,000	3,999,900	99.998%

2.09 Application of International Accounting Standards (IAS):
The following IAS are applicable for the financial statements for the year under review

IAS – 1 Presentation of Financial Statement.
IAS – 2 Inventories.
IAS – 7 Statement of Cash Flows.
IAS – 8 Accounting Policies, Changes in Accounting Estimates and Errors.
IAS – 10 Events after the Balance Sheet Date.
IAS – 12 Income Tax.
IAS – 16 Property, Plant & Equipment.
IAS – 19 Employee Benefits.
IAS – 20 Accounting for Government Grants and Disclosure of Government Assistance.
IAS – 21 The effect of changes in Foreign Exchange rate.
IAS – 23 Borrowing Cost.
IAS – 24 Related Party Disclosure.
IAS – 27 Separate Financial Statements.
IAS – 33 Earnings per share.
IAS – 36 Impairment of Assets.
IAS – 37 Provisions, Contingent Liabilities and Contingent Assets.
IAS – 38 Intangible Assets.
IFRS –3 Business Combination.
IFRS –8 Operating Segments
IFRS –10 Consolidated Financial Statements.
IFRS –15 Revenue from Contracts with Customers
IFRS –16 Leases.

3. Significant accounting policies:

3.01 Recognition of Property, Plant & Equipment and Depreciation:
Property, Plant & Equipment are stated at cost less accumulated depreciation in accordance with IAS-16 "Property, Plant & Equipment". Cost represents cost of acquisition or construction and include purchase price and other directly attributable cost of bringing the assets to working conditions for its intended use. Revaluation of Land, Building, Plant & Machineries were made by registered renowned Company Asian Surveyors Ltd. as on 30.06.2012. Depreciation on all fixed assets except J.M. Fabrics Limited is computed using the reducing balance method in amount sufficient to write-off depreciable assets over their estimated useful life. Depreciation on fixed assets of J.M. Fabrics Limited is computed using straight line method. Depreciation on Current year addition is charged as and when the assets are ready for operation.

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The annual depreciation rates applicable to the principal categories are:

Building	3.37% - 5%
Plant & Machinery	5% - 10.85%
Generator	10% - 15%
Furniture & Fixture	10% - 20%
Motor Vehicles	10% - 20%
Office Equipment	15% - 20%
Electrical Installation	10% - 19.75%
Gas Line Installation	15%
Fire Installation	15%
Loose Tools	10% - 15%

3.02 Inventories:
Inventories comprise of Raw Materials, Raw Materials in Transit, Work-In-Process, Finished Goods and Stores and Spare Parts. They are stated in accordance with the Para of 21 & 25 of IAS-2 "Inventories". Basis of valuation is as under:
a) Raw Material in hand (imported) lower of cost and net realizable value (NRV).
b) Raw Material in hand (local) lower cost (weighted average) and NRV.
c) Raw Material in transit Cost incurred to date accumulated to balance sheet date of course cost incurred to date is less than or equal to fair value.
d) Work-in-process lower of cost (weighted average) and NRV (market value less cost to finish).
e) Finished Goods lower of cost and NRV.
f) Waste NRV.
Cost in relation to work-in-process and finished goods represents annual average manufacturing cost which consists of prime cost and apportionate manufacturing overheads.
Net realizable value signifies the estimated selling price in the ordinary course of business less estimated cost of completion and estimated cost necessary to be incurred to affect such sale.

3.03 Accounts Receivable:
Accounts Receivable represents the amounts due from export sales both to local and foreign buyers. All transaction related to export sales is performed through letter of credit, they are secured and collectible. The credit party, under confirmed LC of sold goods is between 90 days to 120 days. Receivable are recognised, when goods are sold to customers and subsequently measured at amortise cost.

3.04 Cash and Cash Equivalents:
According to IAS-7 'Statement of Cash flows' cash comprises of cash-in-hand and demand deposits. IAS-1 'Presentation of Financial Statements' provides that cash and cash equivalents are not restricted in use. Considering the provisions of IAS-7 and IAS-1, Cash in hand and Bank balances have been considered as cash and cash equivalents.

3.05 Creditors and Accruals:
Liabilities are recognized under accrual basis accounting, amounts to be paid in the future for goods and services received. After final recognition the creditors and accruals are accounted for under amortised cost.

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3.06 Income Tax:
a) Current Tax: The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported is the statement of Profit or Loss and other Comprehensive income because it excludes items of income or expenses that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted on date of Statement of Financial Position.

b) Deferred Tax: The Company has recognized deferred tax using balance sheet method in compliance with the provisions of IAS-12 "Income Taxes". The company's policy of recognition of deferred tax assets/liabilities is based on temporary difference (Taxable or deductible) between the carrying amount (Book Value) of assets and liabilities for Financial Reporting purpose and its tax base, and accordingly, deferred tax income/expenses has been considered to determine net profit after tax and earnings per share (EPS).

3.07 Statement of Cash Flows:
Statement of Cash Flows is prepared in accordance with IAS-7 under direct method as outlined in the "Securities and Exchange Rules 1987".

3.08 Contingent Liabilities and Assets:
Current or possible obligations or assets arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain events which are not within the control of the group.

3.09 Reporting Period:
Financial statements of the company cover from 1st July 2024 to 30th June 2025.

3.10 Reporting Currency and Level of Precision:
The figures in the financial statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

3.11 Comparative Information:
Comparative information have been disclosed in respect of previous year 2023-2024 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year 2024-2025 financial statements. Figures of the previous year have been rearranged whenever considered necessary to ensure comparability with the current year.

3.12 Foreign Currency Transaction:
Transactions in foreign currencies are translated into Bangladeshi taka in accordance with IAS-21 "The Effects of Changes in Foreign Exchange Rate." Foreign Currencies are converted into taka at the rates ruling on the transaction dates. Monetary assets and liabilities are converted at the rates prevailing at the balance sheet date, non-monitory assets and liabilities are reported using the exchange rate at the date of transaction. Exchange currency difference if any in the comprehensive income.

3.13 Revenue Recognition:
The Company recognizes revenue when risk and rewards associated with ownership has been transferred to buyer, which satisfied all the condition for the revenue recognition as provided in IFRS-15 'Revenue from Contracts with Customers.'

3.14 Accounting for Government Grants and Disclosure of Government Assistance:
Cash Incentive recognize as per IAS-20 as other income.

3.15 Responsibility for Preparation and Presentation of Financial Statements:
The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements' issued by the International Accounting Standards Board (IASB).

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3.16 Components of the Financial Statements:

According to the International Accounting Standard IAS-1 'Presentation of Financial Statements' the complete set of Financial Statements includes the following components:

(i) Statement of Financial Position as at 30th June 2025.

(ii) Statement of Profit or Loss and other Comprehensive Income for the period from 1st July 2024 to 30th June 2025.

(iii) Statement of Cash flows for the period from 1st July 2024 to 30th June 2025.

(iv) Statement of changes in Equity for the period from 1st July 2024 to 30th June 2025.

(v) Accounting Policies and Explanatory Notes.

3.17 Earnings per Share:

Earnings per share (EPS) is calculated in accordance with the International Accounting Standard IAS-33 "Earnings per share".

3.18 Basic Earnings per Share:

Basic Earnings per share is calculated by dividing the net profit or loss for the year attributable to ordinary shareholders by the number of ordinary shares outstanding during the year.

3.19 Share Premium:

The balance in share premium account shall be utilized in accordance with provisions of the Companies Act 1994 and as directed by the Bangladesh Securities and Exchange Commission in this respect.

3.20 Impairment of Assets:

The company reviews the recoverable amount of its assets at each reporting date. If there exist any indication that the carrying amount of assets exceeds the recoverable amount, the company recognizes such impairment loss in accordance with IAS-36 "Impairment of Assets".

3.21 Credit Facility Not Availed:

There was no credit facility available to the company under any contract, other than trade credit available in the ordinary course of business.

3.22 Segment Reporting:

As there is a single business and geographic segment within the company operates as such no segment reporting is felt necessary for Malek Spinning Mills PLC. But its subsidiaries Salek Textile Ltd. has geographic and product segment by Spinning and Fabrics unit and the financial statement has reported showing result and Financial Position each segment according to IFRS-8. The disclosure of segment reporting is also disclosed in financial of Salek Textile Ltd.

3.23 General Comments & Observations:

a) Previous year's figures is regrouped/reclassified wherever considered necessary to confirm to current year's presentation. There has no such effect during year. Figures have been rounded off to the nearest taka, as the currency represented in this financial statement.

b) All shares have been fully called and paid up.

c) There was no preference share issued by the company.

d) The company has not incurred any expenditure in foreign currency against royalties and technical fees.

e) Auditors are paid only statutory audit fees.

f) No foreign exchange remitted to the relevant shareholders during the year.

g) No amount of money was expended by the company for compensating any members of the Board for special service rendered.

h) No brokerage was paid against sales during the year.

i) There was no bank guarantee issued by the company on behalf of directors.

3.24 Contribution to Worker's Profit Participation Fund:

The contribution for Worker's Profit Participation Fund is provided in the Accounts but approved while approving the Accounts in the Annual General Meeting and payable accordingly. The company is making provision of WPPF at the rate of 5% of company's operating profit as per the Labour Law Act-2006 (amendment 2013).

3.25 Effect of exchange rate changes on cash and cash equivalent:

We have shown the effect of currency Exchange Rate Changes separately in the Cash Flows Statement.

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	Amount in Taka	
	JUNE'25	JUNE'24
4. CONSOLIDATED PROPERTY, PLANT AND EQUIPMENT:		
COST:		
Opening Balance	12,902,154,106	11,793,794,976
Addition during this year	1,077,219,293	1,428,447,220
	13,979,373,399	13,222,242,196
Sales/Adjustment during this year	67,525,303	320,088,090
Closing Balance	**13,911,848,096**	**12,902,154,106**
Accumulated Depreciation:		
Opening Balance	5,052,403,679	4,879,744,197
Depreciation during this year	538,974,240	440,563,918
Adjustments during this year	57,136,889	267,904,435
Closing Balance	**5,534,241,030**	**5,052,403,679**
Less: Non-current Asset held under disposal group	-	-
Written Down Value at cost:	**8,377,607,066**	**7,849,750,427**
REVALUATION:		
Opening Balance	4,576,665,144	4,800,928,324
Addition of Revaluated Assets	-	-
Adjustment during this year	-	224,263,180
Total Revaluated Assets:	**4,576,665,144**	**4,576,665,144**
Accumulated Depreciation:		
Opening Balance	1,148,800,556	1,246,053,834
Depreciation during this year	42,963,357	46,547,285
Adjustments during this year	-	143,800,563
Closing Balance	**1,191,763,912**	**1,148,800,556**
Written Down Value of Revaluated Assets:	**3,384,901,232**	**3,427,864,588**
Total Written Down Value:	**11,762,508,297**	**11,277,615,015**

Allocation of depreciation charges for this year has been made in the accounts as follows:

Factory Overhead	571,311,244	476,475,425
Administrative Overhead	10,626,353	10,635,778
	581,937,597	**487,111,203**

Details of Fixed Assets and Depreciation are shown in the **Annexure-1**

5. CONSOLIDATED CAPITAL WORK-IN-PROGRESS:	**2,673,512,629**	**1,177,716,396**
Opening Balance	1,177,716,396	287,958,040
Addition for this year	1,836,272,000	1,771,821,894
Less: Transferred to Assets Schedule	340,475,767	882,063,538
Closing Balance	**2,673,512,629**	**1,177,716,396**

6. CONSOLIDATED INVENTORIES :		
Raw Materials	3,088,970,533	2,844,202,434
Stock-in-Transit	1,145,609,943	910,672,781
Work-in-Process	759,937,586	660,444,674
Finished Goods	2,285,913,222	1,824,702,886
Stores & Accessories:	419,827,865	386,243,006
Total:	**7,700,259,150**	**6,626,265,782**

(i) The inventory counting was taken place at this year end in the presence of company management.

(ii) Inventories are valued at lower of cost and net realizable value. Net realizable value is based on estimated selling price less any other cost anticipated to be incurred to make the sale. Any obsolete stock or abnormal losses, if any, are recognized as expenses.

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7. CONSOLIDATED ACCOUNTS RECEIVABLE :

	Amount in Taka JUNE'25	JUNE'24
i) Malek Spinning Mills PLC.	1,027,456,408	1,084,188,548
ii) Salek Textile Limited	1,551,529,692	1,859,621,973
iii) J.M. Fabrics Limited	985,879,144	1,918,035,080
	3,564,865,244	4,861,845,600
Less: Inter Company Receivable	228,239,061	312,495,236
Total:	3,336,626,184	4,549,350,365

(i) A/C Receivable occurred in the ordinary course of business by selling of company's product. As per assessment of directors, the above receivable is considered as good & realizable within due course of business.

(ii) The A/C Receivable are secured against confirmed Export L/C (Deferred period is 120 days).

(iii) Aging of the Receivables:

	JUNE'25	JUNE'24
Invoiced at 90 days L.C tenor:	352,714,754	480,911,827
Invoiced at 120 days L.C tenor:	2,983,911,430	4,068,438,538
Invoiced at 121 - 180 days L.C tenor:	-	-
Invoiced at 181 - 360 days L.C tenor:	-	-
Invoiced at above 360 days L.C tenor:	-	-
Total:	3,336,626,184	4,549,350,365

8. CONSOLIDATED FIRE INSURANCE CLAIMED RECEIVABLE:

	JUNE'25	JUNE'24
Fire Insurance claimed receivable (Raw Materials & Finish Goods)	22,524,905	36,623,313
Fire Insurance claimed receivable (Fixed Assets)	-	3,409,895
	22,524,905	40,033,208

9. CONSOLIDATED ADVANCE, DEPOSIT & PRE-PAYMENTS:

	JUNE'25	JUNE'24
Advance against materials suppliers & Others	191,807,941	185,461,699
Advance against Building & other construction	47,413,735	92,169,972
Security Deposit to REB	178,875	178,875
Security Deposit to Titas Gas T&D Co.	49,093,910	44,409,610
Advance against Income Tax (Note: 9-A)	387,196,895	365,267,953
Security Deposit to CDBL	500,000	500,000
Security deposit to Palli Bidyut Samity	3,000,000	3,000,000
Advance to M/S Maznu Traders(For Land purchase)	73,073	73,073
Advance to Techno Soil International	170,500	170,500
Advance to WASO Engineers & Consultants (BD) Ltd.	1,100,000	1,100,000
Security Deposit against LC margin/ Bank Guarantee	1,283,185	1,283,185
Advance to Mr. Saiful Haque(Co. Secretary)	14,030	-
Advance to M/S MR Traders (Land purchase-Ashugonj)	1,000,000	1,000,000
Total:	682,832,145	694,614,866

9-A. CONSOLIDATED ADVANCE INCOME TAX:

	JUNE'25	JUNE'24
Opening Balance	365,267,953	339,835,403
Advance Income Tax paid (Against Export Proceeds)	256,090,811	203,070,282
Advance Income Tax paid (Against Import)	3,295,938	2,001,846
Advance Income Tax paid (Against Interest Income)	37,361	173,275
Advance Income Tax paid (Against Cash Incentive)	16,741,290	18,936,030
Advance Income Tax paid (Against Dividend Income)	23,999,400	23,999,400
Advance Income Tax paid (Against prior year Income)	-	8,332,610
Advance Income Tax paid (Against Vehicle)	1,069,500	835,000
Total AIT paid for this year:	301,234,300	257,348,442
Payment/Adjustment for prior year Income	279,305,358	231,915,892
Total:	387,196,895	365,267,953

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a) All the advances & deposits amount is considered good and recoverable within the ordinary course of business.

b) In the opinion of Directors, all current assets, investments, loans and advance have on realization in the ordinary course of business, a value at least equal to the amount at which they are stated in the Financial Position.

	Amount in Taka JUNE'25	JUNE'24
MATURITY ANALYSIS OF ADVANCES, DEPOSITS & PREPAYMENTS:		
(i) Realizable/Adjustable within 1 year:	681,160,816	631,974,249
(ii) Realizable/Adjustable after 1 year:	1,671,329	62,640,618
Total:	682,832,145	694,614,866
10. OTHER RECEIVABLE:	-	459,482,147
Disposal proceeds of RMG Unit	-	425,047,635
Receivable for Other Material transfer	-	34,434,512
	-	459,482,147
11. CONSOLIDATED CASH AND CASH EQUIVALENTS:		
Cash in Hand:	2,966,767	2,611,363
Cash at Banks :		
Brac Bank PLC.	4,299,515	41,334,413
The City Bank PLC.	200,712,494	293,774,491
Dhaka Bank PLC.	8,721,660	28,941,134
Dutch Bangla Bank PLC.	821,722	1,501,656
Eastern Bank PLC.	17,622,857	52,993,046
HSBC Ltd.	474,574	32,629,142
Meghna Bank PLC.	5,735,335	41,109,929
One Bank PLC.	34,680,297	38,969,982
Pubali Bank PLC.	24,098,621	4,414,040
Trust Bank PLC.	7,308,629	98,883,494
Prime Bank PLC.	126,504,890	186,770,675
United Commercial Bank PLC.	688,791,850	1,029,717,347
Cash at Bank Total:	1,119,772,443	1,851,039,349
Total:	1,122,739,209	1,853,650,712

Cash balance was physically counted at this year ended and Bank balances were reconciled and found in order.

12. CONSOLIDATED SHARE CAPITAL:	1,936,000,000	1,936,000,000

It represents 19,36,00,000 ordinary shares of Tk.10 each.

13. CONSOLIDATED SHARE PREMIUM:	1,500,000,000	1,500,000,000

It represents premium of 100,000,000 ordinary shares of Tk.15 each.

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		Amount in Taka	
		JUNE'25	JUNE'24
14. CONSOLIDATED RE-VALUATION SURPLUS:			
Opening Balance		3,264,817,970	3,379,069,326
Less: Adjustment of Revaluated Assets		-	80,462,617
Less: Transfer to Retained Earnings of excess depreciation		31,319,884	33,788,739
Net Written Down Value:		3,233,498,086	3,264,817,970

Calculation of deferred tax adjusted balance which has been transferred from revaluation surplus to retained earnings and changes in equity:

Depreciation of revalued asset	100%	36,782,982
Deferred tax adjustment	12% & 15%	5,463,098
Deferred tax adjusted balance of excess depreciation:	85.15%	31,319,884

Company Tax Rate for Textile sector 15% and RMG sector 12%.

	JUNE'25	JUNE'24
15. CONSOLIDATED RETAINED EARNINGS:		
Opening Balance	3,703,552,613	2,240,297,428
Add: Net Profit/(Loss) during this year	1,435,419,344	1,429,469,446
	5,138,971,957	3,669,766,874
Add: Transfer of excess depreciation of revaluated assets	31,319,884	33,788,739
Less: Declared Cash Dividend	101,955,200	-
Less: Dividend Income adjustment	3,000	3,000
Total:	5,068,333,642	3,703,552,613

16. NON CONTROLLING INTEREST:

Non Controlling Interest details as follows:

		JUNE'25	JUNE'24
Paid-up Capital-			
(i) Salek Textile Ltd.	2.0745%	10,011,700	10,011,700
(ii) Newasia Synthetics Ltd.	0.7070%	4,666,200	4,666,200
(iii) J.M Fabrics Ltd.	0.0025%	10,000	10,000
Total:		**14,687,900**	**14,687,900**
Retained Earnings-			
(i) Salek Textile Ltd.	2.0745%	23,229,373	19,709,994
(ii) Newasia Synthetics Ltd.	0.7070%	(215,862)	(219,939)
(iii) J.M Fabrics Ltd.	0.0025%	99,647	74,101
Total:		**23,113,157**	**19,564,156**
Revaluation Surplus-			
(i) Salek Textile Ltd.	2.0745%	6,726,317	6,915,333
(ii) Newasia Synthetics Ltd.	0.7070%	9,485,468	9,485,468
(iii) J.M Fabrics Ltd.	0.0025%	3,324	3,364
Total:		**16,215,109**	**16,404,164**
Total Non Controlling Interest:		54,016,166	50,656,221

This represents non controlling interest of Salek Textile Limited, Newasia Synthetics Limited, J.M. Fabrics Limited

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	Amount in Taka	
	JUNE'25	JUNE'24
17. CONSOLIDATED LONG TERM LOAN:		
Eastern Bank PLC.	59,575,977	23,467,583
Dhaka Bank PLC.	789,304,640	900,351,733
Trust Bank PLC.	1,385,259,790	1,821,452,948
Meghna Bank PLC.	180,608,783	298,198,661
HSBC Limited	18,759,762	82,646,586
Brac Bank PLC.	347,500,728	464,077,087
One Bank PLC.	25,657,678	122,899,572
The City Bank PLC.	252,082,149	379,639,247
IDLC Finance PLC.	192,637,253	237,838,547
Prime Bank PLC.	1,277,550,107	920,846,625
United Commercial Bank PLC.	284,023,192	214,885,909
	4,812,960,059	5,466,304,497
Less: Current Portion of Long Term Loan Note: 20	1,220,804,700	1,060,895,260
Total Long Term Loan:	**3,592,155,359**	**4,405,409,237**

	JUNE'25	JUNE'24
18. DEFERRED TAX LIABILITIES:		
Opening Balance	543,386,431	531,150,923
Addition during this year for prior year adjustment	-	-
Add: Provision for this year	924,903	12,235,508
Total:	**544,311,333**	**543,386,431**

Deferred Tax Calculation:

Particulars	Accounts Base (WDV)	Tax Base (WDV)	Temporary difference	Temporary difference
Written Down Value of Fixed Assets at cost	8,377,607,066	6,625,985,006	1,751,622,060	1,720,220,458
WDV of Revaluation Surplus of Fixed Assets	3,384,901,232	1,341,650,365	2,043,250,867	2,086,214,223
Total	**11,762,508,297**	**7,967,635,371**	**3,794,872,927**	**3,806,434,681**
Deferred tax rate			12% - 15%	12% - 15%
Closing Deferred Tax Liability			**544,311,333**	**543,386,431**

	JUNE'25	JUNE'24
19. CONSOLIDATED SHORT TERM LOAN:		
Import Loan & Working Capital:		
Dhaka Bank PLC.	393,401,373	366,789,884
Eastern Bank PLC.	213,275,366	39,295,637
Prime Bank PLC.	547,992,951	384,695,030
The City Bank PLC.	1,334,651,152	819,752,066
United Commercial Bank PLC.	745,327,504	1,255,846,070
Sub-total:	**3,234,648,346**	**2,866,378,688**
Bank Overdraft:		
Eastern Bank PLC.	77,040,830	62,670,979
Dhaka Bank PLC.	28,546,946	32,783,173
Brac Bank PLC.	51,090,129	51,303,994
The City Bank PLC.	725,777	-
Trust Bank PLC.	41,361,920	39,162,333
Meghna Bank PLC.	51,901,423	51,883,780
One Bank PLC.	20,570,037	20,297,742
Trust Bank PLC.	30,931,615	31,326,755
HSBC Ltd.	44,353,810	48,454,200
Sub-total:	**346,522,488**	**337,882,956**

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	Amount in Taka	
	JUNE'25	JUNE'24
Liability for Bill discount:		
Dhaka Bank PLC.	36,473,912	52,857,739
Eastern Bank PLC.	872,089,375	866,362,081
HSBC Ltd.	8,365,288	20,639,738
Brac Bank PLC.	57,781,941	104,595,197
Trust Bank PLC.	233,016,747	172,374,400
Sub-total:	1,207,727,263	1,216,829,155
Total:	4,788,898,096	4,421,090,799

20. CONSOLIDATED CURRENT PORTION OF LONG TERM LOAN :

	JUNE'25	JUNE'24
Eastern Bank PLC.	4,844,154	1,719,865
Dhaka Bank PLC.	175,262,154	152,240,338
Brac Bank PLC.	38,168,950	-
HSBC Ltd.	18,759,762	65,386,822
Meghna Bank PLC.	63,453,325	102,102,894
One Bank PLC.	26,840,000	91,277,916
Trust Bank PLC.	476,549,707	340,411,792
The City Bank PLC.	94,399,039	99,367,004
IDLC Finance PLC.	56,614,919	49,679,221
Prime Bank PLC.	229,841,615	135,877,606
United Commercial Bank PLC.	36,071,075	22,831,803
Total:	1,220,804,700	1,060,895,260

According to International Accounting Standard (IAS) 1 "Preparation of Financial Statements", Current portion of Long Term Loan that are due for settlement within twelve month after the balance sheet date are current liabilities, therefore, the above amount has been shown in current liabilities.

	JUNE'25	JUNE'24
21. CONSOLIDATED LOAN FROM DIRECTOR:	140,000,000	40,000,000

Loan received from Directors for short term period without interest.

22. CONSOLIDATED ACCEPTANCE LIABILITIES:

	JUNE'25	JUNE'24
Raw Materials:		
Eastern Bank PLC.	651,673,021	701,458,820
The City Bank PLC.	325,298,679	343,448,120
One Bank PLC.	211,427,610	448,457,958
Brac Bank PLC.	323,619,058	680,430,654
Meghna Bank PLC.	110,516,337	111,569,995
Trust Bank PLC.	926,583,992	421,192,241
Prime Bank PLC.	240,186,495	293,940,985
United Commercial Bank PLC.	630,422,460	1,209,790,293
Dhaka Bank PLC.	535,276,759	214,650,850
Total:	3,955,004,410	4,424,939,916

	JUNE'25	JUNE'24
23. UNCLAIMED DIVIDEND:	3,775,560	3,984,585
Bankwise Details as follows:		
Brac Bank PLC. (Principal):	1,433,143	3,118,150
Brac Bank PLC. (Interest):	1,242	278,227
Dhaka Bank PLC. (Principal):	2,302,009	-
Dhaka Bank PLC. (Interest):	39,167	588,209
Total-	3,775,560	3,984,585

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24. CONSOLIDATED CREDITORS, ACCRUALS & PROVISIONS:

	Amount in Taka JUNE'25	JUNE'24
Gas Bill Payable	124,027,085	73,543,348
Electricity Bill Payable	4,524,626	90,401
Audit Fee Payable	771,750	647,450
Tax Deduction at Source	6,286,649	11,369,505
Vat Deduction at Source	3,343,996	4,159,297
Income Tax Payable (Note: 24-A)	340,881,531	341,707,903
Salary, Wages & Other Allowance Payable	277,873,031	213,433,009
Salary & Allowance Payable	7,361,950	6,514,060
P.F Contribution Payable- Fact.	2,628,746	2,409,706
P.F Contribution Payable- HO	391,820	374,772
Contribution to WPPF Payable	65,382,220	59,358,646
Payable for Goods Suppliers & Others	488,179,418	436,838,586
Payable for Waste Cotton Purchase	148,668,976	445,293,185
Interest accrued (Note: 24-B)	20,903,654	39,532,051
Refundable IPO Share money (NRB Accounts)	1,218,777	1,218,777
	1,492,444,228	**1,636,490,694**
Less: Inter Company Payable	228,239,061	312,495,236
Total:	**1,264,205,167**	**1,323,995,459**

a) Payable for Goods Supplies and others represents regular suppliers of packing materials, Bearing, belts, fuel & lubricants, stationery items and others.

b) Factory Salary and Wages payable for the month of 30th June 2025.

24-A. CONSOLIDATED TAX PAYABLE:

	JUNE'25	JUNE'24
Opening Balance	341,707,903	286,162,583
Provision for this year (Current Tax): (Note: 31)	277,489,900	225,091,433
Prior year tax adjustment: (Note: 31)	989,086	62,369,779
	620,186,889	**573,623,795**
Payment/Adjustment for prior year balance:	279,305,359	231,915,892
Total Payment/Adjustment for last year Income:	**279,305,359**	**231,915,892**
Total Payable-	**340,881,531**	**341,707,903**

24-B. INTEREST ACCRUED:

	JUNE'25	JUNE'24
Dhaka Bank PLC.	425,494	14,889,117
Eastern Bank PLC.	6,729,583	501,680
Brac Bank PLC.	11,880,156	12,840,081
One Bank PLC.	1,868,421	9,051,420
HSBC Ltd.	-	2,249,752
Total:	**20,903,654**	**39,532,051**

25. CONSOLIDATED SALES:

	JUNE'25	JUNE'24
Export Sales	24,277,089,314	23,534,209,831
Less: Inter Co. Sales	1,410,474,612	1,322,410,276
Total:	**22,866,614,702**	**22,211,799,555**

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	Amount in Taka	
	JUNE'25	JUNE'24
26. CONSOLIDATED COST OF GOODS SOLD:		
Raw Material Consumed (Note: 26-A)	16,497,586,214	15,818,434,685
Direct Expenses (Note: 26-B)	3,245,811,414	3,049,908,052
Factory Overhead (Note: 26-C)	2,425,518,321	2,225,998,153
Total Manufacturing Cost	**22,168,915,949**	**21,094,340,890**
Add: Work-in-Process- Opening	660,444,674	879,995,439
Cost of Goods available for use	**22,829,360,623**	**21,974,336,330**
Less: Work-in-Process- Closing	759,937,586	660,444,674
Cost of Production	**22,069,423,037**	**21,313,891,655**
Add: Finished Goods- Opening	1,824,702,886	1,377,426,630
Cost of Goods Available for Sales	**23,894,125,923**	**22,691,318,286**
Less: Finished Goods- Closing	2,285,913,222	1,824,702,886
Less: Finished Goods Closing- Inter Company	1,410,474,612	1,322,410,276
Cost of Goods Sold:	**20,197,738,089**	**19,544,205,124**
26-A. CONSOLIDATED RAW MATERIALS CONSUMED:		
Opening Inventory of Raw Materials	2,844,202,434	2,378,098,379
Add: Purchase of Raw Materials	16,742,354,314	16,284,538,740
Less: Closing Stock of Raw Materials	3,088,970,533	2,844,202,434
Total Raw Materials Consumption:	**16,497,586,214**	**15,818,434,685**
26-B. CONSOLIDATED DIRECT LABOUR:	**3,245,811,414**	**3,049,908,052**
26-C. CONSOLIDATED FACTORY OVERHEAD:		
Factory Salary and Allowances	368,258,828	342,784,687
Festival Bonus	14,256,353	11,906,532
Electricity Charges	118,490,908	77,548,468
Gas Charges	770,060,350	819,182,758
CNG Gas Expense	21,420,789	-
Gardening Expenses	42,303	17,095
Repairs & Maintenance	54,697,262	53,719,654
Software Maintenance expense	218,840	-
Compliance Expenses	5,480,003	6,044,667
Air Freight, Courier charges	33,718	52,525
Packing Materials	64,018,754	60,610,350
Fuel, Oil & Lubricant	142,334,826	116,926,227
Fire Insurance Premium	18,502,944	18,687,794
Group Insurance Premium	280,600	272,550
Stores & Accessories consumption	184,746,280	153,800,063
Entertainment	20,350,860	20,915,809
Telephone, Mobile & Fax	4,210,072	3,861,903
Stationery expenses	11,599,685	8,545,408
Other Carrying Charges	1,398,442	1,442,886
Loading & Unloading expense	782,087	1,434,864
Factory Office Expenses others	3,709,077	2,472,874
C&F and others expenses	6,252,613	4,764,967
Lab test & Inspection charges	12,273,377	16,976,811
Security Service charges	1,511,387	789,075
Vehicles Maintenance	11,582,791	11,152,327
Medical Expenses	4,489,215	2,712,397
Uniform & Leverage	380,325	275,130
Central Fund expenses for RMG sector	4,627,248	4,400,581
Miscellaneous	1,065,305	1,425,326
Conveyances	6,027,090	5,485,830
Accommodation Facility for worker	1,104,745	1,313,171
Depreciation	571,311,244	476,475,425
Total:	**2,425,518,321**	**2,225,998,153**

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	Amount in Taka JUNE'25	JUNE'24
27. CONSOLIDATED OPERATING EXPENSES:		
Salaries & Allowances	123,009,223	107,019,484
Festival Bonus	8,210,587	8,192,294
Fees, Forms & Others	22,007,894	19,865,647
Audit Fees	771,750	624,450
Stationery expenses	2,628,537	2,280,543
Professional Training expense	-	683,702
Telephone, Mobile & Internet Expenses	3,159,843	2,487,814
Postage, Stamp & Curier expenses	326,281	126,202
Vehicle Maintenance	14,729,052	17,324,373
Miscellaneous Expenses	4,652,265	11,459,501
Office Rent	34,799,640	34,799,640
Rates & Taxes	585,000	-
Carriage Outward, Selling & Distribution, C&F, Sample expense	17,015,519	13,542,600
Travelling & Conveyance	5,955,605	2,938,321
Entertainments	2,830,477	2,116,529
Office Expenses	-	945,363
Advertisement & Publicity Expenses	416,799	436,993
AGM Expenses	874,110	793,150
Marketing Expenses	9,121,187	10,760,632
Security Service Charges	-	16,000
Uniform & Leverage Security	102,011	34,900
Repairs & Maintenance	16,384,479	12,660,694
Medical Expenses	2,190	-
Subscription Expenses	370,224	450,824
Software Maintenance Expenditure	1,043,295	1,067,457
Credit Rating Charges	107,500	107,500
Depreciation	10,626,353	10,635,778
Total:	**279,729,821**	**261,370,391**

	JUNE'25	JUNE'24
28. CONSOLIDATED FINANCIAL EXPENSES :		
EASTERN BANK PLC.:		
Interest on Long Term Loan	9,774,700	2,457,634
Interest on Short Term Loan	8,026,739	1,386,201
Interest on Overdraft	8,270,504	6,478,051
Bank Charges & Commission	3,870,462	1,726,693
Export L/C Negotiation Commission	2,076,310	4,043,365
Interest on Bill Discount	33,600,156	41,012,531
Total:	**65,618,871**	**57,104,476**
HSBC LTD.:		
Interest on Long Term Loan	6,993,480	13,806,179
Interest on Short Term Loan	-	15,361,098
Interest on Overdraft	3,975,439	2,959,756
Bank Charges & Commission	149,682	1,117,399
Export L/C Negotiation Commission	-	508,678
Interest on Bill Discount	-	2,287,094
Total:	**11,118,601**	**36,040,204**

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	Amount in Taka	
	JUNE'25	JUNE'24
DHAKA BANK PLC. :		
Interest on Long Term Loan	99,523,786	98,972,525
Interest on Short Term Loan	62,109,982	42,234,751
Interest on Overdraft	2,946,023	1,846,725
Bank Charges & Commission	5,336,656	1,424,661
Export L/C Negotiation Commissic	3,027,066	1,578,889
Interest on Bill Discount	11,338,447	5,106,522
Total:	**184,281,960**	**151,164,072**
MEGHNA BANK PLC.:		
Interest on Short Term Loan	1,356,972	-
Interest on Long Term Loan	33,857,779	30,014,995
Bank Charges and Commission	530,043	264,197
Export L/C Negotiation Commissic	1,250	694,823
Interest on Overdraft	7,644,669	6,565,667
Interest on Bill Discount	-	974,930
Total-	**43,390,713**	**38,514,612**
ONE BANK PLC. :		
Interest on Long Term Loan	-	1,734,903
Interest on Short Term Loan	-	-
Interest on Overdraft	2,712,544	2,316,700
Bank Charges & Commission	486,525	2,783,570
Export L/C Negotiation Commission	391,222	487,986
Interest on Bill Discount	127,984	-
Total:	**3,718,275**	**7,323,159**
TRUST BANK PLC. :		
Interest on Long Term Loan	213,174,210	207,133,838
Bank Charges & Commission	1,120,863	1,525,995
Export L/C Negotiation Commission	8,167,193	6,213,051
Interest on Overdraft	9,134,109	7,557,788
Interest on Bill Discount	15,584,976	12,678,125
Total:	**247,181,351**	**235,108,797**
SHAHJALAL ISLAMI BANK PLC. :		
Bank Charges & Commission	-	8,868
Total:	**-**	**8,868**
DUTCH BANGLA BANK PLC. :		
Bank Charges & Commission	69,049	71,360
Total:	**69,049**	**71,360**
AB BANK PLC :		
Bank Charges & Commission	-	257,642
Total:	**-**	**257,642**
BRAC BANK PLC. :		
Interest on Long Term Loan	52,220,966	36,950,033
Interest on Overdraft	6,586,832	4,020,971
Interest on Bill Discount	14,249,589	8,103,568
Export Bill Negotiation Commission	1,122,002	4,388,208
Bank Charges and Commission	301,259	1,651,702
Total:	**74,480,647**	**55,114,482**

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	Amount in Taka JUNE'25	JUNE'24
THE CITY BANK PLC. :		
Bank Charges and Commission	818,172	6,944,079
Interest on Long Term Loan	13,688,209	22,904,428
Interest on Short Term Loan	7,895,386	9,521,865
Total:	22,401,767	39,370,372
PUBALI BANK PLC. :		
Bank Charges & Commission	58,739	57,228
Total:	58,739	57,228
IDLC FINANCE PLC. :		
Bank Charges and Commission	-	991,381
Interest on Long Term Loan	30,848,977	52,770,014
Total:	30,848,977	53,761,395
PRIME BANK PLC.		
Interest on Long Term Loan	89,103,148	48,522,106
Interest on Short Term Loan	7,123,045	8,133,460
Bank Charges and Commission	912,778	1,919,651
Total:	97,138,971	58,575,217
UNITED COMMERCIAL BANK PLC. :		
Interest on Short Term Loan	7,654,689	16,529,808
Interest on Term Loan	15,102,550	23,594,695
Bank Charges & Commission	836,747	1,464,113
Total:	23,593,986	41,588,616
Financial expenses:	803,901,906	774,060,500

29. LOSS ON FIRE:

Loss on Fire of Fixed Assets (Note-29.A)	-	(1,702,499)
Loss on Fire of Goods (Note-29.B)	-	(60,621,661)
	-	(62,324,160)

29(A). LOSS ON FIRE OF FIXED ASSETS:

Fire Insurance claimed ensured by Insurance Co.	-	3,409,895
Written down value	-	5,112,394
Loss on fire of Fixed Assets	-	(1,702,499)

29(B). LOSS ON FIRE OF GOODS:

Fire Insurance claimed ensured by Insurance Co.	-	96,673,129
Salvage Recovery Value	-	120,051,330
	-	216,724,459
Goods destroyed by fire	-	277,346,120
Loss on fire of Goods	-	(60,621,661)

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	Amount in Taka	
	JUNE'25	**JUNE'24**
30. OTHER INCOME/(LOSS) AND UN-REALISED GAIN/(LOSS):		
CASH INCENTIVE:	**167,412,900**	**189,360,300**
OTHER INCOME/(LOSS) AND UN-REALISED GAIN/(LOSS):		
Interest Received from Dividend A/C with BRAC Bank	4,139	-
Interest Income from STD A/C with BRAC Bank	100	103
Interest Income from STD A/C with Eastern Bank	1	1
Interest Received from SND A/C, Trust Bank	71,601	340,285
Interest Received from SND A/C, UCB	72,568	237,195
	148,408	**577,583**
Income from Agriculture	1,200,000	600,000
Dividend Income from J.M. Fabrics Ltd.	119,997,000	119,997,000
Less: Inter Group Dividend Income	(119,997,000)	(119,997,000)
	1,200,000	**600,000**
Foreign currency exchange Gain/(Loss) against Import LC payment	(879,126)	-
Foreign currency exchange Gain/(Loss) against export realization	2,155,278	467,527
Foreign Currency Bank deposit translation Gain/(Loss)	(100,176)	(443,911)
Gain/(Loss) on Sale or Discontinuation of Assets	(10,388,414)	(2,565,855)
	(9,212,438)	**(2,542,238)**
Other Income/(Loss):	**(7,864,029)**	**(1,364,655)**
Total Other Income/(Loss) and Un-realised Gain/(Loss):	**159,548,871**	**187,995,645**
31. CONSOLIDATED WORKER'S PROFIT PARTICIPATION FUND:		
Provision for Contribution to WPPF(MSM PLC.)	15,590,606	13,688,551
Provision for Contribution to WPPF(STL)	11,019,972	12,045,202
Total:	**26,610,578**	**25,733,754**
32. CONSOLIDATED CURRENT & PRIOR YEAR TAX EXPENSES:		
On Operating Income:		
Malek Spinning Mills PLC.	47,577,239	26,800,247
Salek Textile Ltd.	52,599,373	29,730,809
J.M Fabrics Ltd.	160,201,398	147,187,070
Sub-total:	**260,378,010**	**203,718,126**
On Cash Incentive:		
Salek Textile Ltd.	1,487,010	5,879,360
J.M Fabrics Ltd.	15,254,280	13,056,670
Sub-total:	**16,741,290**	**18,936,030**
On Other Income:		
Malek Spinning Mills PLC.	954	-
Salek Textile Ltd.	19,690	74,273
Newasia Synthetics Ltd.	330,000	150,000
J.M Fabrics Ltd.	19,956	2,213,004
Sub-total:	**370,600**	**2,437,277**
Total Current Tax: (Details Calculation in Note: 32-A)	**277,489,900**	**225,091,433**
Prior year tax adjustment	989,086	62,369,779
Grand Total:	**278,478,987**	**287,461,212**

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32-A: CONSOLIDATED CURRENT TAX CALCULATION:

(1) Malek Spinning Mills PLC.

		Income	JUNE'25 Tax	JUNE'24 Tax
i) Taxable Operating Income/(Loss):		149,215,766	47,577,239	26,800,247
Operating Profit/(Loss)	*207,768,955*			
Less: Contribution to WPPF	*15,590,606*			
Net Operating Profit/(Loss) before Tax	***192,178,348***			
Add: Accounting Depreciation	*134,418,398*			
Less: Tax Depreciation	*177,380,981*			
Taxable Operating Income:	***149,215,766***			
ii) Cash Incentive		-	-	-
iii) Dividend Income from subsidiary co.		119,997,000	-	-
iv) Other Income/(Loss)		4,239	954	-
Total:			**47,578,193**	**26,800,247**

Current Tax provision for this financial year were equivalent of AIT deducted amount on Export Proceed Realisation and other source. Which were more than corporate tax rate @15%.

(2) Salek Textile Ltd.

		Income	JUNE'25 Tax	JUNE'24 Tax
i) Taxable Operating Income/(Loss):		170,237,491	52,599,373	29,730,809
Operating Profit/(Loss)	*215,371,980*			
Less: Contribution to WPPF	*11,019,972*			
Net Operating Profit/(Loss) before Tax	***204,352,008***			
Add: Accounting Depreciation	*185,887,493*			
Less: Tax Depreciation	*220,002,010*			
Taxable Operating Income:	***170,237,491***			
ii) Cash Incentive		14,870,100	1,487,010	5,879,360
iii) Other Income/(Loss)		71,601	19,690	74,273
Total:			**54,106,073**	**35,684,442**

Current Tax provision for this financial year were equivalent of AIT deducted amount on Export Proceed Realisation and other source. Which were more than corporate tax rate @15%.

(3) Newasia Synthetics Ltd.

	Income	JUNE'25 Tax	JUNE'24 Tax
i) Taxable Operating Income/(Loss)	(293,393)	-	-
ii) Cash Incentive	-	-	-
iii) Other Income	1,200,000	330,000	150,000
Total:		**330,000**	**150,000**

(4) J.M. Fabrics Ltd.

		Income	JUNE'25 Tax	JUNE'24 Tax
i) Taxable Operating Income/(Loss):		1,162,835,054	160,201,398	147,187,070
Operating Profit/(Loss)	*1,162,397,344*			13,056,670
Add: FC exchange gain against on export realization	*437,710*			2,213,004
Taxable Operating Income:	***1,162,835,054***			
ii) Cash Incentive		152,542,800	15,254,280	-
iii) Other Income/(Loss)		72,568	19,956	-
Total:			**175,475,634**	**162,456,744**

Current Tax provision for this financial year were equivalent of AIT deducted amount on Export Proceed Realisation and other source. Which were more than corporate tax rate @12%.

	JUNE'25	JUNE'24
Total Consolidated Current Tax:	**277,489,900**	**225,091,433**

33. CONSOLIDATED DEFERRED TAX:

	JUNE'25	JUNE'24
Malek Spinning Mills PLC.	6,444,387	1,685,627
Salek Textile Limited	5,117,178	10,140,085
J.M Fabrics Limited	(10,636,662)	409,796
Total:	**924,903**	**12,235,508**

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

34. NON CONTROLLING INTEREST:

On Net Profit/(Loss) after tax:		JUNE'25	JUNE'24
Salek Textile Limited	2.0745%	3,330,363	2,925,919
Newasia Synthetics Limited	0.7070%	4,077	(17,235)
J.M. Fabrics Limited	0.0025%	25,506	26,421
Total:		**3,359,945**	**2,935,105**

35. CONSOLIDATED BASIC EARNINGS PER SHARE (EPS):

	JUNE'25	JUNE'24
(a) Consolidated Net Profit/(Loss) after tax	1,438,779,289	1,432,404,551
(b) Less: Non Controlling Interest	3,359,945	2,935,105
Consolidated Net Profit/(Loss): (a-b)	**1,435,419,344**	**1,429,469,446**
(c) Number of total share	193,600,000	193,600,000
Basic Earnings per Share (EPS): [(a-b)/c]	**7.41**	**7.38**

36. CASH FLOW FROM OPERATING ACTIVITIES ON INDIRECT METHOD:

PARTICULARS	JUNE'25	JUNE'24
Operating Profit/(Loss)	1,585,244,886	1,632,163,540
Depreciation	581,937,597	487,111,203
Other Income/(Loss)	168,761,308	190,537,883
Foreign currency exchange Gain/(Loss)	1,276,152	467,527
Accounts Receivable (Increase)/Decrease	1,212,724,181	(597,063,533)
Other Receivable (Increase)/Decrease	-	(34,434,512)
Inventories (Increase)/Decrease	(1,073,993,368)	(703,782,420)
Advance, Deposit & Prepaid expenses (Increase)/Decrease	(10,135,971)	87,996,661
Accounts Payable Increase/(Decrease)	(534,923,000)	559,394,859
Payment to Employee against contribution to WPPF	(20,587,004)	(14,419,441)
Fire Insurance Claimed received on Raw Material & Finish Goods	14,098,408	180,101,147
Payment for Income Tax	(301,234,300)	(257,348,442)
Net Cash provided/(used) by Operating Activities	**1,623,168,887**	**1,530,724,470**

37. NET OPERATING CASH FLOW PER SHARE (NOCFPS):

Calculation of Net Operating Cash Flow per Share (NOCFPS):		JUNE'25	JUNE'24
NOCFPS	a) Net Cash provided/(used) by Operating Activities	1,623,168,887	1,530,724,470
	b) Number of total Shares	193,600,000	193,600,000
Net Operating Cash Flow Per Share (NOCFPS) { a/b }		**8.38**	**7.91**

ZOHA ZAMAN KABIR RASHID & CO. ★ Chartered Accountants

MALEK SPINNING MILLS PLC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka	
	JUNE'25	JUNE'24

Net Operating Cash Flow per Share significantly increased due to as follows:

a) Collection against turnover are increased Tk. 2,464.60 million for the financial year 2024-2025 compared to the last financial year 2023-2024 and other income is decreased Tk. 21.77 million for the financial year 2024-2025 compared to the last financial year 2023-2024.

b) Payment to Material suppliers and other supplier is increased Tk. 2,095.79 million, payment for operating expenses is increased Tk. 14.93 million, payment for financial expenses is increased Tk. 58.84 million, payment for income tax is increased Tk. 43.88 million for the financial year 2024-2025 compared to the last financial year 2023-2024.

CASH FLOW FROM OPERATING ACTIVITIES :	JUNE'25	JUNE'24	DEFERENCE
Collection from Turnover & Bills Receivable	24,079,338,883	21,614,736,022	2,464,602,861
Other Income	168,761,308	190,537,883	(21,776,575)
Payment for Raw Materials, Indirect Materials and other expenses	(21,247,946,972)	(19,152,153,516)	(2,095,793,457)
Other Receivable (Increase)/Decrease	-	(34,434,512)	34,434,512
Foreign currency exchange Gain/(Loss) realized	1,276,152	467,527	808,625
Payment to Employee against contribution to WPPF	(20,587,004)	(14,419,441)	(6,167,563)
Fire Insurance Claimed received on Raw Material & Finish	14,098,408	180,101,147	(166,002,739)
Payment for Operating Expenses	(268,114,230)	(253,182,328)	(14,931,902)
Payment for Financial Expenses	(802,423,357)	(743,579,870)	(58,843,487)
Payment for Income Tax	(301,234,300)	(257,348,442)	(43,885,858)
Net Cash provided by Operating Activities	**1,623,168,887**	**1,530,724,470**	**92,444,417**

38. NET ASSET VALUE (NAV) PER SHARE:

		JUN'25	JUN'24
NAV calculation	a) Equity attributable to owners of the company	11,737,831,728	10,404,370,583
	b) Number of total Shares	193,600,000	193,600,000
Net Assets Value Per Share (NAV) (a/b)		**60.63**	**53.74**

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

39. RELATED PARTY DISCLOSURE:
The company, in normal course of business, carried out a number of transactions with other entities that fall within the definition of related party contained in International Accounting Standard 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates, on the same terms and conditions as applicable to the third parties. Details of transactions with related parties and balances with them as at 30th June 2025 were as follows:

Related Party	Nature of Relationship	Nature of Transaction	Transaction during this period		Balance as at 30.06.2025	Balance as at 30.06.2024
			Dr. (Sales or Advance)	Cr. (Realised)		
Knit Asia Limited	Common Director	Sales	771,339,171	709,134,043	65,643,826	3,438,698
Salek Textile Limited	Subsidiary	Sales	340,652,868	298,827,769	148,668,976	106,843,877
J.M. Fabrics Limited	Subsidiary	Sales	1,069,821,744	1,195,903,018	79,570,084	205,651,358
New Asia Limited	Common Director	Service charge	-	-	(295,292)	(295,292)
Hejaz Publication Ltd.	Common Director	Office Rent	10,606,260	10,606,260	-	-

40. KEY MANAGEMENT PERSONNEL COMPENSATION:
Company has established following personnel compensation to the employee:

a) **Short-term employee benefits:** Company provide the following short-term benefit.

Particulars	2024-2025		2023-2024	
	Directors	Executives	Directors	Executives
Remuneration/ Salary	-	12,466,432	-	12,466,432
i) Basic	-	6,503,901	-	6,503,901
ii) House Rent	-	3,251,951	-	3,251,951
iii) Conveyance	-	976,154	-	976,154
iv) Medical Allowance	-	650,390	-	650,390
v) Incentive Bonus	-	-	-	-
vi) Festival Bonus	-	1,084,036	-	1,084,036
Number of Person:	1	4	1	4

b) **Post-employment benefits:** Company provide contributory Provident fund and Worker's Profit Participation Fund to the employee.

c) **Other long-term benefits:** Company provide Gratuity Benefit to the employee under which an employee is entitle to the benefit depending on length of service. The cost for Gratuity is accounted on cash basis.

d) **Share-based payment:** Company does not provide any share-based payment facilities to the employee.

41. DISCUSSION ON SIGNIFICANT DEVIATION OF COST OF GOODS SOLD, EXPORT, GROSS PROFIT MARGIN, NET PROFIT MARGIN AND EARNINGS PER SHARE (EPS):
(a) **Cost of Goods Sold:** The cost of goods sold was 88.33% on sales during the financial year 2024-2025 compared to 87.99% on sales for the financial year 2023-2024, a significant increased of COGS 0.34% this financial year due to increased of Raw Materials cost comparatively increase of Sales price for this financial year compared to the financial year 2023-2024.

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

(b) Export or Turnover: The company had achieved an export turnover of Tk.22,866.61 million during the financial year 2024-2025. Last financial year 2023-2024 turnover was Tk.22,211.79 million. The turnover had increased by 2.95% this financial year compared to last year financial year 2023-2024 due to increase of Sales quantity in this financial year.

(c) Gross Profit: Gross Profit earned during the financial year 2024-2025 by 11.67% on sales as compared to 12.01% on sales during the financial year 2023-2024. It was decreased by 0.34% on sales due to cost of goods sold percentage on sales was increased this financial year 2024-2025 compared to the last year financial year 2023-2024.

(d) Net Profit/(Loss): The company had earned a Net Profit of Tk. 1,438.77 million during the financial year 2024-2025 compared to the last financial year 2023-2024 Net Profit of Tk. 1,432.40 million. The Net Profit was increased this financial year compared to the last financial year due to mainly increase of Sales as well Gross Profit.

(e) Earnings Per Share (EPS): EPS is slightly increased from Tk. 7.38 to Tk. 7.41 during the financial year 2024-2025 compared to the financial year 2023-2024 due to achievement of net profit Tk. 1,438.77 million against net Profit of Tk. 1432.40 million of previous financial year.

(f) Net Assets Value per Share (NAV): Net Assets Value (NAV) per Share has increased this financial year compare to the previous year due to increase of Retained Earnings.

42. INVESTMENT IN SUBSIDIARY COMPANY:

	JUN'25	JUN'24
Salek Textile Limited (3,900,100 Shares @Tk,100 and 825,870 Share of Tk.460 each including Premium Tk.360)	769,910,000	769,910,000
Newasia Synthetics Limited (6,553,338 Shares of Tk.100/- each)	655,333,800	655,333,800
J.M. Fabrics Limited (3,999,900 Shares of Tk.100/- each)	399,990,000	399,990,000
Total:	**1,825,233,800**	**1,825,233,800**

Share holding position in Subsidiary Company 97.926% of Salek Textile Ltd., 99.293% of Newasia Synthetics Ltd. & 99.998% of J.M Fabrics Ltd.

43. CONTINGENT ASSET DISCLOSURE:
The end of the financial year 2024-2025 as at 30.06.2025, a contingent asset of Salek Textile Limited, such as a potential cash incentive amount of Tk. 43,930,000 has claimed to Bangladesh Bank with proper documents. Bangladesh Bank has completed audit all documents. Inflow of economic benefits is probable.

ZOHA ZAMAN KABIR RASHID & CO. ★ Chartered Accountants

MALEK SPINNING MILLS PLC.

CONSOLIDATED FIXED ASSETS SCHEDULE AS AT 30TH JUNE 2025

ANNEXURE : 1

SL.	PARTICULARS	COST				RATE	DEPRECIATION				WRITTEN DOWN VALUE AS AT 30.06.2025
		As at 01.07.2024	Addition	Adjustment	As at 30.06.2025		As at 01.07.2024	This year	Adjustment	As at 30.06.2025	
A.	Malek Spinning Mills PLC., Salek Textile, Newasia Synthetics Ltd. & JM Fabrics Ltd.										
1	Land and Land Development	1,986,671,975	120,800,871	-	2,107,472,846	0%	-	-	-	-	2,107,472,846
2	Factory Building	1,907,804,185	15,715,309	-	1,923,519,494	3.37%-5%	711,850,237	53,891,512	-	765,741,749	1,157,777,745
3	Plant and Machinery	7,820,391,978	799,543,159	10,960,259	8,608,974,878	5%-10.85%	3,692,098,055	402,964,428	10,932,301	4,084,130,182	4,524,844,695
4	Equipment & Electrical Installation	426,908,206	32,416,047	21,010,836	438,313,417	10%-19.75%	315,670,384	25,664,853	19,450,974	321,884,263	116,429,154
5	Tubewell and Water Pump	13,023,308	3,358,964	-	16,382,272	15%	9,952,188	586,629	-	10,538,818	5,843,454
6	Furniture and Fixtures	104,421,563	86,927,064	35,554,208	155,794,419	10%-20%	50,989,931	10,322,935	26,753,614	34,559,253	121,235,166
7	Office Equipments	56,503,655	6,376,720	-	62,880,375	15%-20%	31,297,208	3,994,475	-	35,291,682	27,588,692
8	Gas Line Installation	64,522,282	-	-	64,522,282	15%	45,907,977	2,792,146	-	48,700,123	15,822,159
9	Loose Tools and Equipment	26,836,363	-	-	26,836,363	10%-15%	17,318,945	1,427,613	-	18,746,558	8,089,805
10	Motor Vehicle	118,644,016	7,633,500	-	126,277,516	10%-20%	71,135,433	8,030,050	-	79,165,483	47,112,033
11	Telephone (PABX) Installation	813,475	-	-	813,475	15%	730,072	12,510	-	742,582	70,892
12	Crockeries and Cutlaries	50,777	-	-	50,777	15%	48,840	291	-	49,131	1,646
13	Generator	339,963,989	-	-	339,963,989	10%-15%	103,837,015	24,074,863	-	127,911,878	212,052,111
14	Fire Control Equipment Installation	35,598,335	4,447,659	-	40,045,994	15%	1,567,393	5,211,935	-	6,779,328	33,266,666
	Total (A) as at 30.06.2025	**12,902,154,106**	**1,077,219,293**	**67,525,303**	**13,911,848,096**		**5,052,403,679**	**538,974,240**	**57,136,889**	**5,534,241,030**	**8,377,607,066**
	Total (A1) as at 30.06.2024	**11,793,794,976**	**1,428,447,220**	**320,088,090**	**12,902,154,106**		**4,879,744,197**	**440,563,918**	**267,904,435**	**5,052,403,679**	**7,849,750,427**

CONSOLIDATED REVALUATED ASSETS SCHEDULE AS AT 30TH JUNE 2025

SL	PARTICULARS	RE-VALUED COST				RATE	DEPRECIATION				WRITTEN DOWN VALUE AS AT 30.06.2025
		As at 01.07.2024	Addition	Adjustment	As at 30.06.2025		As at 01.07.2024	This year	Adjustment	As at 30.06.2025	
B.	Malek Spinning Mills PLC., Salek Textile, Newasia Synthetics Ltd. & JM Fabrics Ltd.										
1	Land and Land Development	2,859,354,760	-	-	2,859,354,760	0%	-	-	-	-	2,859,354,760
2	Factory Building	348,907,426	-	-	348,907,426	3.37%-5%	174,731,026	8,746,282	-	183,477,308	165,430,118
3	Machinery	1,313,546,401	-	-	1,313,546,401	7.5%-10%	931,119,574	32,844,462	-	963,964,035	349,582,365
4	Generator	54,856,557	-	-	54,856,557	10%-15%	42,949,955	1,372,613	-	44,322,569	10,533,988
	Total (B) as at 30.06.2025	**4,576,665,144**	-	-	**4,576,665,144**	-	**1,148,800,556**	**42,963,357**	-	**1,191,763,912**	**3,384,901,232**
	Total (B1) as at 30.06.2024	**4,800,928,324**	-	**224,263,180**	**4,576,665,144**	-	**1,246,053,834**	**46,547,285**	**143,800,563**	**1,148,800,556**	**3,427,864,588**
	Total (A+B) as at 30.06.2025	**17,478,819,250**	**1,077,219,293**	**67,525,303**	**18,488,513,240**		**6,201,204,235**	**581,937,597**	**57,136,889**	**6,726,004,943**	**11,762,508,297**
	Total (A1+B1) as at 30.06.2024	**16,594,723,300**	**1,428,447,220**	**544,351,270**	**17,478,819,250**		**6,125,798,031**	**487,111,203**	**411,704,999**	**6,201,204,235**	**11,277,615,015**

Depreciation Charges to:

Factory Overhead:	**571,311,244**
Operating Expenses:	**10,626,353**
Tk.	**581,937,597**

ZOHA ZAMAN KABIR RASHID & CO. ★ Chartered Accountants

MALEK SPINNING MILLS PLC.
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2025

Amount in Taka

Particulars	Notes	JUNE'25	JUNE'24
ASSETS :			
Non-Current Assets:			
Property, Plant and Equipment	1.1	2,811,255,689	2,875,262,009
Capital Work-in-Progress	2.1	42,000,000	-
Investment in Subsidiary Company	3.1	1,825,233,800	1,825,233,800
		4,678,489,489	**4,700,495,809**
Current Assets :			
Inventories	4.1	3,126,439,996	3,447,143,454
Accounts Receivable	5.1	1,027,456,408	1,084,188,548
Fire Insurance Claimed Receivable	6.1	22,524,905	40,033,208
Advances, Deposits and Pre-payments	7.1	239,708,457	249,177,470
Cash and Cash Equivalents	8.1	64,345,726	151,605,384
		4,480,475,492	**4,972,148,064**
TOTAL ASSETS :		**9,158,964,981**	**9,672,643,873**
SHAREHOLDER'S EQUITY AND LIABILITIES :			
Shareholder's Equity :			
Share Capital	9.1	1,936,000,000	1,936,000,000
Share Premium	10.1	1,500,000,000	1,500,000,000
Re-valuation Surplus	11.1	987,910,656	1,008,524,873
Retained Earnings	12.1	295,470,770	143,372,898
		4,719,381,426	**4,587,897,771**
Non-Current Liabilities:			
Long Term Loan	13.1	1,101,171,482	1,437,292,548
Deferred Tax Liabilities	14.1	264,008,488	257,564,100
		1,365,179,970	**1,694,856,648**
Current Liabilities :			
Short Term Loan	15.1	917,017,165	943,248,293
Current Portion of Long Term Loan	16.1	298,068,457	293,788,691
Loan from Director	17.1	100,000,000	-
Acceptance Liabilities	18.1	1,264,513,240	1,704,340,135
Unclaimed Dividend	19.1	3,775,560	3,984,585
Creditors, Accruals & Provisions	20.1	491,029,163	444,527,750
		3,074,403,585	**3,389,889,454**
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :		**9,158,964,981**	**9,672,643,873**
Net Assets Value Per Share (NAV)	31.1	**24.38**	**23.70**
Par Value Tk.10			

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury	**Azizur Rahim Chowdhury**	**B.K. Chaki**	**Syed Saiful Haque**
Managing Director	Director	Chief Financial Officer	Company Secretary

Md. Iqbal Hossain FCA
Senior Partner, Enrolment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants
DVC:2510260596AS379429

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

Particulars	Notes	JUNE'25	JUNE'24
Sales	21.1	4,638,216,523	3,733,429,250
Cost of Goods Sold	22.1	(4,044,199,491)	(3,122,584,835)
Gross Profit/(Loss) :		**594,017,032**	**610,844,415**
Operating Expenses	23.1	(118,558,381)	(124,894,954)
Financial Expenses	24.1	(267,689,696)	(253,071,709)
Operating Profit/(Loss) :		**207,768,955**	**232,877,752**
Loss on Fire	25.1	-	(62,324,160)
Other Income/(Loss)	26.1	119,633,781	116,905,985
Net Operating Profit/(Loss) :		**327,402,736**	**287,459,577**
Contribution to WPPF	27.1	(15,590,606)	(13,688,551)
Profit/(Loss) before Tax :		**311,812,130**	**273,771,025**
Income Tax :		**(78,373,275)**	**(60,817,884)**
Current Tax	28.1	(71,577,593)	(50,799,647)
Prior year tax adjustment	28.1	(351,294)	(8,332,610)
Deferred Tax	29.1	(6,444,387)	(1,685,627)
Net Profit/(Loss) after Tax		**233,438,855**	**212,953,141**
Other Comprehensive Income		-	-
Total Comprehensive Income		**233,438,855**	**212,953,141**
Earnings Per Share (EPS)	30.1	**1.21**	**1.10**
Par Value Tk.10			
Number of Shares used to compute EPS		**193,600,000**	**193,600,000**

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury	**Azizur Rahim Chowdhury**	**B.K. Chaki**	**Syed Saiful Haque**
Managing Director	Director	Chief Financial Officer	Company Secretary

Md. Iqbal Hossain FCA
Senior Partner, Enrolment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30TH JUNE 2025

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1st July 2024	1,936,000,000	1,500,000,000	1,008,524,873	143,372,898	4,587,897,771
Net Profit/(Loss) during this year				233,438,855	233,438,855
Transfer of excess depreciation of Revalued Assets			(20,614,218)	20,614,218	-
Declared Cash Dividend for 2023-2024 financial year				(101,955,200)	(101,955,200)
As at 30th June 2025	**1,936,000,000**	**1,500,000,000**	**987,910,656**	**295,470,770**	**4,719,381,426**

FOR THE YEAR ENDED 30TH JUNE 2024

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1st July 2023	1,936,000,000	1,500,000,000	1,111,168,717	(91,761,471)	4,455,407,246
Net Profit/(Loss) during this year				212,953,141	212,953,141
Adjustment of Revaluation Surplus of Fixed Assets			(80,462,617)		(80,462,617)
Transfer of excess depreciation of Revalued Assets			(22,181,228)	22,181,228	-
As at 30th June 2024	**1,936,000,000**	**1,500,000,000**	**1,008,524,873**	**143,372,898**	**4,587,897,771**

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury
Managing Director

Azizur Rahim Chowdhury
Director

B.K. Chaki
Chief Financial Officer

Syed Saiful Haque
Company Secretary

Md. Iqbal Hossain FCA
Senior Partner, Enrolment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

PARTICULARS	JUNE'25	JUNE'24
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover & Accounts Receivable	4,694,948,662	3,809,798,492
Payment for Raw Materials, Indirect Materials and other expenses	(4,025,915,927)	(3,697,413,977)
Other Income	4,239	103
Payment to Employee against contribution to WPPF	(10,950,841)	(8,463,544)
Fire Insurance Claimed received on Raw Material & Finish Goods	14,098,408	180,101,147
Payment for Operating Expenses	(115,545,599)	(121,075,188)
Payment for Financial Expenses	(266,559,350)	(240,231,627)
Payment for Income Tax	(71,577,593)	(59,132,257)
Net Cash provided/(used) by Operating Activities	**218,501,999**	**(136,416,852)**
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(68,564,443)	(878,583,196)
Disposal of Fixed Assets	-	48,417,800
Fire Insurance Claimed received on Assets	3,409,895	-
Advance against Building & other construction	-	(19,926,189)
Net cash used in Investing Activities	**(65,154,548)**	**(850,091,585)**
CASH FLOW FROM FINANCING ACTIVITIES :		
Bank Loan Increase/(Decrease)	(358,072,427)	982,713,988
Loan from Directors	100,000,000	-
Dividend Income	119,997,000	119,997,000
Dividend paid to Shareholders	(99,700,540)	(7,569)
Unclaimed Dividend transferred to CMS Fund	(1,637,658)	-
Dividend Accounts Interest transferred to CMS Fund	(846,051)	-
Interest Increased/(Decreased) in Dividend Account	20,024	(24,017)
Net Cash provided/(used) by Financing Activities	**(240,239,652)**	**1,102,679,402**
Increase/(Decrease) in Cash and Cash Equivalents	**(86,892,201)**	**116,170,965**
Opening Cash & Cash Equivalents	151,605,384	36,029,886
Foreign Currency Bank deposit translation Gain/(Loss)	(367,458)	(595,466)
Closing Cash and Cash Equivalents	**64,345,726**	**151,605,384**
Net Operating Cash Flow Per Share (NOCFPS)	**1.13**	**(0.70)**
Par Value Tk.10		

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury
Managing Director

Azizur Rahim Chowdhury
Director

B.K. Chaki
Chief Financial Officer

Syed Saiful Haque
Company Secretary

Md. Iqbal Hossain FCA
Senior Partner, Enrolment No. 596 (ICAB)
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

ZOHA ZAMAN KABIR RASHID & CO. ★ Chartered Accountants

MALEK SPINNING MILLS PLC.

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka	
	JUN'25	**JUN'24**
1.1 PROPERTY, PLANT AND EQUIPMENT:		
COST:		
Opening Balance	2,992,372,920	2,394,353,785
Addition during the year	70,412,078	914,667,225
	3,062,784,998	**3,309,021,010**
Sales/Adjustment during the year	-	316,648,090
Closing Balance	**3,062,784,998**	**2,992,372,920**
Accumulated Depreciation:		
Opening Balance	1,318,337,325	1,543,334,968
Depreciation during the year	110,166,378	40,736,994
Adjustment during the year	-	265,734,637
Closing Balance	**1,428,503,703**	**1,318,337,325**
Written Down Value at cost:	**1,634,281,295**	**1,674,035,595**
REVALUATION:		
Opening Balance	1,911,377,066	2,135,640,246
Addition of Revaluated Assets	-	-
Adjustment during the year	-	224,263,180
Total Revaluated Assets	**1,911,377,066**	**1,911,377,066**
Accumulated Depreciation:		
Opening Balance	710,150,651	827,855,653
Depreciation during the year	24,252,021	26,095,562
Adjustment during the year	-	143,800,563
Closing Balance	**734,402,672**	**710,150,651**
Written Down Value of Revaluated Assets:	**1,176,974,394**	**1,201,226,415**
Total Written Down Value:	**2,811,255,689**	**2,875,262,009**

Allocation of depreciation charges for the year has been made in the accounts as follows:

i) Factory Overhead	131,175,203	63,232,793
ii) Administrative Overhead	3,243,195	3,599,763
Total	**134,418,398**	**66,832,556**

Land, Building, Plant & Machinery are registered Mortgage (Pari Passu charges among the existing lender Bank, Eastern Bank Ltd., Dhaka Bank Ltd., One Bank Ltd., HSBC, Trust Bank, IDLC & Brac Bank Ltd.)
Details of Fixed Assets and Depreciation are shown in the **Annexure- 1.1**

2.1 CAPITAL WORK-IN-PROGRESS:		
Opening Balance	-	118,884,029
Addition during the year	42,000,000	749,159,634
Less: Transferred to Assets Schedule	-	868,043,663
Closing Balance	**42,000,000**	**-**

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MALEK SPINNING MILLS PLC.
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

		Amount in Taka JUN'25	JUN'24
3.1 INVESTMENT IN SHARE OF SUBSIDIARY COMPANY:			
Salek Textile Limited (3,900,100 Shares @Tk,100 and 825,870 Share of Tk.460 each including Premium Tk.360)	42%	769,910,000	769,910,000
Newasia Synthetics Limited (6,553,338 Shares of Tk.100/- each)	36%	655,333,800	655,333,800
J.M. Fabrics Limited (3,999,900 Shares of Tk.100/- each)	22%	399,990,000	399,990,000
Total:		1,825,233,800	1,825,233,800

Share holding position in Subsidiary Company 97.926% of Salek Textile Ltd., 99.293% of Newasia Synthetics Ltd. & 99.998% of J.M Fabrics Ltd.

	JUN'25	JUN'24
4.1 INVENTORIES:		
Raw Materials	1,090,190,962	1,335,021,840
Stock-in-Transit	614,141,571	545,753,355
Work-in-Process	33,210,066	41,691,760
Finished Goods	1,168,812,103	1,320,873,202
Stores & Accessories: (Note: 4.1-A)	220,085,294	203,803,297
Total:	3,126,439,996	3,447,143,454

(i) The inventory counting was taken place at the year end in the presence of company management.

(ii) Inventories were hyphothecated to Dhaka Bank Ltd., HSBC Ltd., Eastern Bank Ltd., Trust Bank Ltd., One Bank Ltd. & Brac Bank Ltd. as security of workings capital loan.

(iii) LC value in transit Tk.613,288,688 and LC opening and other charges in transit: Tk.852,883.

(iv) Inventories are valued at lower of cost and net realizable value. Net realizable value is based on estimated selling price less any other cost anticipated to be incurred to make the sale. Any obsolete stock or abnormal losses, if any, are recognized as expenses.

	JUN'25	JUN'24
4.1-A STORES & ACCESSORIES:		
Stores & Spares {Note: 4.1-A(i)}	190,476,722	177,170,799
Repairs and Maintenance Materials {Note: 4.1-A(ii)}	14,268,994	12,199,599
Packing Materials {Note: 4.1-A(iii)}	13,471,940	11,937,663
Fuel, Oil and Lubricant {Note: 4.1-A(iv)}	1,867,637	2,495,235
Total:	220,085,294	203,803,297

	JUN'25	JUN'24
4.1-A(i) STORES & SPARES:		
Opening Balance	177,170,799	155,259,158
Add: Purchase during the year	39,530,950	42,912,158
Less: Consumption & Adjustment	26,225,027	21,000,517
Closing Balance	**190,476,722**	**177,170,799**

	JUN'25	JUN'24
4.1-A(ii) REPAIRS AND MAINTENANCE MATERIALS:		
Opening Balance	12,199,599	6,308,536
Add: Purchase during the year	21,949,136	22,202,733
Less: Consumption & Adjustment	19,879,740	16,311,670
Closing Balance	**14,268,994**	**12,199,599**

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MALEK SPINNING MILLS PLC.
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka JUN'25	JUN'24
4.1-A(iii) PACKING MATERIALS:		
Opening Balance	11,937,663	10,385,686
Add: Purchase during the year	30,531,604	26,934,042
Less: Consumption & Adjustment	28,997,328	25,382,065
Closing Balance	**13,471,940**	**11,937,663**
4.1-A(iv) FUEL, OIL AND LUBRICANT:		
Opening Balance	2,495,235	1,080,526
Add: Purchase during the year	6,423,851	11,210,678
Less: Consumption & Adjustment	7,051,449	9,795,969
Closing Balance	**1,867,637**	**2,495,235**

5.1 ACCOUNTS RECEIVABLE: 1,027,456,408 | 1,084,188,548

(i) A/C Receivable occurred in the ordinary course of business by selling of company's product. As per assessment of directors, the above receivable is considered as good & realizable within due course of business.

(ii) The A/C Receivable are secured against confirmed Export L/C (Deferred period is 120 days at the date of acceptance).

(iii) Aging of the Receivables:

	JUN'25	JUN'24
Invoiced at 90 days L.C tenor:	106,074,600	111,931,626
Invoiced at 120 days L.C tenor:	921,381,809	972,256,922
Invoiced at 121 - 180 days L.C tenor:	-	-
Invoiced at 181 - 360 days L.C tenor:	-	-
Total:	1,027,456,408	1,084,188,548

Diclosure as per Company Act-1994, Para (cho 4.5), Schedule-11

	JUN'25	JUN'24
(iv) Receivable from other company:	723,148,675	768,254,614
Receivable from related party:-		
Knit Asia Ltd.	65,643,826	3,438,698
Salek Textile Ltd.	148,668,976	106,843,877
Aurum Sweaters Ltd.	10,424,847	-
J.M. Fabrics Ltd.	79,570,084	205,651,358
Total:	1,027,456,408	1,084,188,548

6.1 FIRE INSURANCE CLAIMED RECEIVABLE:

	JUN'25	JUN'24
Fire Insurance claimed receivable (Raw Materials & Finish Goods)	22,524,905	36,623,313
Fire Insurance claimed receivable (Fixed Assets)	-	3,409,895
	22,524,905	40,033,208

7.1 ADVANCES, DEPOSITS & PRE-PAYMENTS:

	JUN'25	JUN'24
Advance against materials suppliers and others	45,041,361	39,575,572
Advance against Building & other construction	47,413,735	92,169,972
Security Deposit to REB	178,875	178,875
Security Deposit to Titas Gas T&D Co.	24,197,245	24,197,245
Advance Income Tax (Note-7.1-A)	122,377,241	92,555,807
Security Deposit to CDBL	500,000	500,000
Total:	239,708,457	249,177,470

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MALEK SPINNING MILLS PLC.
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka JUN'25	JUN'24
7.1-A. ADVANCE INCOME TAX:		
Opening Balance	92,555,807	41,756,160
Advance Income Tax paid (Against Export Proceeds)	47,292,422	26,375,216
Advance Income Tax paid (Against Dividend Income)	23,999,400	23,999,400
Advance Income Tax paid (Against Vehicle)	284,500	425,000
Advance Income Tax paid (Against prior year Income)	-	8,332,610
Advance Income Tax paid (Against Interest Income)	1,271	31
Total AIT paid for the year:	**71,577,593**	**59,132,257**
Payment/Adjustment for prior year Income	41,756,159	8,332,610
Closing Balance	**122,377,241**	**92,555,807**

a) All the advances & deposits amount is considered good and recoverable within the ordinary course of business.

b) In the opinion of Directors, all current assets, investments and advance have on realization in the ordinary course of business, a value at least equal to the amount at which they are stated in the Financial Position.

c) There is no amount due from Directors or officers of the Company.

MATURITY ANALYSIS OF ADVANCES, DEPOSITS & PREPAYMENTS:		
(i) Realizable/Adjustable within 1 year:	167,418,602	132,131,379
(ii) Realizable/Adjustable after 1 year:	72,289,855	117,046,092
Total:	**239,708,457**	**249,177,470**

8.1 CASH AND CASH EQUIVALENTS:		
Cash in Hand:	**69,706**	**79,077**
Cash at Banks:		
BRAC Bank PLC.- A/C: 1505101762043001	39,098	40,178
BRAC Bank PLC.- A/C: 1501201762043001	30,537	1,969,729
BRAC Bank PLC.- A/C: 101762043002	1,399,652	1,426,703
BRAC Bank PLC.- A/C: 2017620430004	2,830,228	37,897,802
Dhaka Bank PLC.- A/C: 207-100000008504	5,066,486	-
Dhaka Bank PLC.- A/C: 207-150000000806	2,341,175	588,209
Dhaka Bank PLC.- A/C: 207-130000000013	701,512	26,673,709
Dutch-Banla Bank PLC.- A/C: 227.110.0012931	186,405	189,739
Eastern Bank PLC.- A/C: 101-0100611	15,589,409	12,672,034
Eastern Bank PLC.- A/C: 4755, 0251,0140	1,202,518	1,204,331
Eastern Bank PLC.- A/C: 101-1230000068	63	62
HSBC Ltd.- A/C: 001-007475-091	-	3,832,900
HSBC Ltd.- A/C: 001-007475-012	167,967	23,205,767
One Bank PLC.- A/C: 0016426-091	34,680,297	38,969,982
Trust Bank PLC.- A/C: 0003-0210006613	2,561	10,460
Trust Bank PLC.- A/C: 003-5025000082	38,113	2,844,702
Sub-total:	**64,276,020**	**151,526,308**
Total:	**64,345,726**	**151,605,384**

a) Cash balance was physically counted at the year ended and Bank balances were reconciled and found in order.
b) Export proceeds are realised in the Margin A/C and is utilized for Payment of Deferred L/C.

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MALEK SPINNING MILLS PLC.

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka JUN'25	JUN'24
9.1 SHARE CAPITAL:		
9.1(A) AUTHORISED CAPITAL:	3,000,000,000	3,000,000,000
300,000,000 Shares @ Tk. 10/- each		
9.1(B) ISSUED, SUBSCRIBED AND PAID-UP CAPITAL:	1,936,000,000	1,936,000,000
193,600,000 Ordinary Shares @ Tk.10/- each issued and paid-up.		

9.1(B).(i) Yearwise break-up of Paid-up Capital:

Year	Status	% of Bonus Share	Addition of Share	Paid-up Share	Paid-up Capital (Tk)
2009- 2010	After IPO			160,000,000	1,600,000,000
2010- 2011	Bonus	10%	16,000,000	176,000,000	1,760,000,000
2011- 2012	Bonus	10%	17,600,000	193,600,000	1,936,000,000

9.1(B).(ii) Share Holding Composition of Malek Spinning Mills PLC. as at 30.06.2025 are as follows:

Shareholder's Group	No. of Shares held	% of Shares	No. of Shareholders
Sponsors & Directors	91,644,800	47.337%	6
Government	-	0.000%	0
Institutions	21,586,015	11.150%	241
Foreign Shareholders	-	0.000%	0
General Shareholders	80,369,185	41.513%	16499
Total	**193,600,000**	**100%**	**16,746**

9.1(B).(iii) Classification of shareholders by holding:

Distribution schedule of each class of equity security setting out the number of holders and percentage as at 30.06.2025

Range of Holdings	No. of Holders	Holdings	Percentage
Less than 500 shares	4,542	823,436	0.43%
500 to 5,000 shares	9,355	14,510,937	7.50%
5,001 to 10,000 shares	1,233	9,464,591	4.89%
10,001 to 20,000 shares	813	12,108,698	6.25%
20,001 to 30,000 shars	287	7,205,892	3.72%
30,001 to 40,000 shares	129	4,627,003	2.39%
40,001 to 50,000 shares	105	4,828,129	2.49%
50,001 to 100,000 shares	167	12,011,237	6.20%
100,001 to 1,000,000 shares	103	23,651,581	12.22%
Over 1,000,000 shares	12	104,368,496	53.91%
Total	**16,746**	193,600,000	100%

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MALEK SPINNING MILLS PLC.
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka	
	JUN'25	**JUN'24**
10.1 SHARE PREMIUM:	**1,500,000,000**	**1,500,000,000**

This represents issuance of 10,000,000 ordinary shares in September 2008 for Tk.25 each including premium of Tk. 15/- each in compliance with The Securities and Exchange Commission (SEC) consent No.SEC/CI/CPLC (PVT.)-95/06/337 dated on 30.06.2008 and further Placement issuance of 50,000,000 ordinary shares in October 2009 for Tk.25/- each including premium of Tk.15 each in compliance with The Securities and Exchange Commission (SEC) consent No. SEC/CI/CPLC(PVT.)-95/ dated on June 03, 2009 and further issuance of IPO of 40,000,000 ordinary shares on July 2010 for Tk. 25/- each including Premium of Tk. 15/- each in compliance with the Securities and Exchange Commission (SEC) consent No. SEC/CI/IPO-118/2010/462 dated April 15, 2010.

11.1 RE-VALUATION SURPLUS:

	JUN'25	JUN'24
Opening Balance	1,008,524,873	1,111,168,717
Less: Adjustment of Revaluated Assets	-	80,462,617
Less: Transfer to Retained Earnings 85% of excess depreciation	20,614,218	22,181,228
Written Down Value:	**987,910,656**	**1,008,524,873**

Calculation of deferred tax adjusted balance whice has been transferred from revaluation surplus to retained earnings and changes in equity:

Depreciation of revalued asset	100%	24,252,021
Deferred tax adjustment	15%	3,637,803
Deferred tax adjusted balance of excess depreciation:	**85%**	**20,614,218**

a) **Name of Revaluer:** ASIAN SURVEYORS LTD.
b) **Last date of Revaluation:** 30.06.2012

c) **Methodology use for revalution:**

(i) **Valuation of Land:** Surveyors Physically examined the land and sorroundings. The present value of the land have been taken into consideration according to the location, importance and convenience of the locality in terms of industrial, commercial and other related factors.

(ii) **Valuation of building:** Surveyors taken into consideration the nature and quality of construction of the buildings, examined the present condition of the buidings as well as nature of maintenance. Relevant papers, documents and records were scrutinized and verified. Considering all allied factors they determined the correct present value.

(iii) **Valuation of Machineries:** The value of the machineries of the project were assessed as a running concern. They have taken into account the practical utility of a machine in terms of present performance of the particular machine in working out the present value. They also taken into consideration erection or installation cost and other related details to determine the present value of the machineries. Copies of invoice and other related documents were scrutinised and verified accurately.

d) **Total revaluation amount:** Revaluation amount as on 30.06.2012 is Tk. 2,148,818,646
e) **Independency of valuation:** The surveyor and valuer was independent from the company and its management and employees.

12.1 RETAINED EARNINGS:

	JUN'25	JUN'24
Opening Balance	143,372,898	(91,761,471)
Add: Net Profit/(Loss) during the year	233,438,855	212,953,141
Add: Transfer 85% of excess depreciation of revaluated assets	20,614,218	22,181,228
Less: Declared Cash Dividend	101,955,200	-
Total:	**295,470,770**	**143,372,898**

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MALEK SPINNING MILLS PLC.
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka JUN'25	JUN'24
13.1 LONG TERM LOAN:		
Eastern Bank PLC.	44,139,641	5,914,300
Dhaka Bank PLC.	789,304,640	900,351,733
Brac Bank PLC.	347,500,728	464,077,087
IDLC Finance PLC.	192,637,253	237,838,547
One Bank PLC.	25,657,678	122,899,572
Total	**1,399,239,939**	**1,731,081,239**
Less: Current Portion of Long Term Loan (Note-16.1)	298,068,457	293,788,691
Total Long Term Loan:	**1,101,171,482**	**1,437,292,548**

13.1(i) Other information:

Particulars	JUN' 2025		JUN' 2024	
	IDLC	OBL	IDLC	OBL
Opening Loan facility	237,838,547	122,899,572	-	201,686,914
Addition Loan	-	-	400,000,000	-
Interest Charged	30,848,977	-	50,528,828	1,734,903
Loan Repayment:	45,201,295	97,241,894	162,161,453	78,787,342
Loan Balance:	192,637,253	25,657,678	237,838,547	122,899,572
Repayment Terms	Monthly Installment	Quarterly Installment	Monthly Installment	Quarterly Installment
Installment Size	4,717,910	6,710,000	4,139,935	22,819,479
Tenor	5 years	5 years	5 years	5 years
Interest Rate	13% - 14.75%	10% - 14.50%	13% - 15.75%	10% - 14%
Security	Pari-passue security of Land, Building, Stock & Book Debts sharing agreement.		Pari-passue security of Land, Building, Stock & Book Debts sharing agreement.	

Particulars	JUN' 2025		JUN' 2024	
	DBL	BRAC	DBL	BRAC
Opening Loan facility	900,351,733	464,077,087	405,078,640	29,869,195
Addition Loan	108,978,827	19,113,294	542,511,249	448,747,892
Interest Charged	99,523,786	52,220,966	98,972,525	36,950,033
Loan Repayment:	220,025,920	135,689,653	47,238,156	14,540,000
Loan Balance:	789,304,640	347,500,728	900,351,733	464,077,087
Repayment Terms	Monthly Installment	Quarterly Installment	Monthly Installment	Quarterly Installment
Installment Size	14,605,180	9,542,238	12,686,695	727,000
Tenor	7 years	5 years	7 years	5 years
Interest Rate	10% - 12.55%	10% - 13.30%	10% - 12.55%	10% - 13.30%
Security	Pari-passue security of Land, Building, Stock & Book Debts sharing agreement.		Pari-passue security of Land, Building, Stock & Book Debts sharing agreement.	

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MALEK SPINNING MILLS PLC.

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka	
	JUN'25	JUN'24

Particulars	JUN' 2025	JUN'2024
	EBL	EBL
Opening Loan facility	5,914,300	-
Addition Loan	38,939,472	5,914,300
Interest Charged	3,818,890	-
Loan Repayment:	714,131	-
Loan Balance:	44,139,641	5,914,300
Repayment Terms	Quarterly Installment	Quarterly Installment
Installment Size	295,609	147,804
Tenor	5 years	5 years
Interest Rate	14%	13%
Security	Pari-passue security of Land, Building, Stock & Book Debts sharing agreement.	

14.1 DEFERRED TAX LIABILITIES:

	JUN'25	JUN'24
Opening Balance	257,564,100	255,878,473
Add: Provision for the year	6,444,387	1,685,627
Total Liabilities:	**264,008,488**	**257,564,100**

Deferred Tax Calculation:

Particulars	Accounts Base (WDV)	Tax Base (WDV)	Temporary difference	Temporary difference
Written Down Value of Fixed Assets at cost	1,634,281,295	1,051,199,105	583,082,190	515,867,587
WDV of Revaluation Surplus of Fixed Assets	1,176,974,394	-	1,176,974,394	1,201,226,415
Total	2,811,255,689	1,051,199,105	1,760,056,584	1,717,094,002
Deferred tax rate			15%	15%
Deferred Tax Liability			**264,008,488**	**257,564,100**

15.1 SHORT TERM LOAN:

	JUN'25	JUN'24
Working Capital Loan:		
Eastern Bank PLC.	23,548,517	23,732,261
Sub-total:	**23,548,517**	**23,732,261**
Bank Overdraft:		
Eastern Bank PLC. A/C:180	46,455,337	46,441,311
Dhaka Bank PLC. A/C: 207.175.23	21,256,181	29,712,899
Brac Bank PLC. A/C: 1501201762043002	51,090,129	51,303,994
One Bank PLC. A/C: 0010016426008	20,570,037	20,297,742
HSBC Ltd. A/C: 001-007475-011	14,832,934	18,943,100
Trust Bank PLC. A/C: 003- 0136000153	30,931,615	31,326,755
Sub-total:	**185,136,233**	**198,025,800**
Liability for Bill discount:		
Dhaka Bank PLC.	36,473,912	52,857,739
Eastern Bank PLC.	614,076,561	564,037,296
Brac Bank PLC.	57,781,941	104,595,197
Sub-total:	**708,332,415**	**721,490,232**
Total:	**917,017,165**	**943,248,293**

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	Amount in Taka	
	JUN'25	JUN'24

The above Short Term loans are secured against hypothecation of Stocks and Book Debts.

Particulars	EBL	OBL	DBL	HSBC
Saction facility (W.C.)				
Saction facility (Overdraft)	45,000,000	20,000,000	30,000,000	20,000,000
Interest paid this year (OD)	5,763,909	2,712,544	2,946,023	496,555
Repayment Terms (W.C.)				
Repayment Terms (OD)	N/A	N/A	N/A	N/A
Installment Size (W.C.)				
Installment Size (OD)	N/A	N/A	N/A	N/A
Tenor	One year renewable	One year renewable	One year renewable	One year renewable
Interest Rate	14%	14.50%	12.55%	10%
Security	Pari-passue security of Stock & Book Debts sharing agreement.			

Particulars	TBL	BRAC
Saction facility (W.C.)		
Saction facility (Overdraft)	30,000,000	50,000,000
Interest paid this year (OD)	3,938,461	6,586,832
Repayment Terms (W.C.)		
Repayment Terms (OD)	N/A	N/A
Installment Size (W.C.)		
Installment Size (OD)	N/A	N/A
Tenor	One year renewable	One year renewable
Interest Rate	14%	13.30%
Security	Pari-passue security of Stock & Book Debts sharing agreement.	

16.1 CURRENT PORTION OF LONG TERM LOAN:

	JUN'25	JUN'24
Eastern Bank PLC.	1,182,434	591,217
Dhaka Bank PLC.	175,262,154	152,240,338
Brac Bank PLC.	38,168,950	-
IDLC Finance PLC.	56,614,919	49,679,221
One Bank PLC.	26,840,000	91,277,916
Total:	**298,068,457**	**293,788,691**

17.1 LOAN FROM DIRECTORS: 100,000,000 | -

Loan received from Director for short term period without interest.

18.1 ACCEPTANCE LIABILITIES:

Raw Cotton:

	JUN'25	JUN'24
Eastern Bank PLC.	443,080,830	505,982,920
Dhaka Bank PLC.	286,385,742	69,468,603
Brac Bank PLC.	323,619,058	680,430,654
One Bank PLC.	211,427,610	448,457,958
Total:	**1,264,513,240**	**1,704,340,135**

Acceptance liability represents the deferred payment of L/C for Imported Raw Materials for the period of 180 Days.

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	Amount in Taka JUN'25	JUN'24
19.1 UNCLAIMED DIVIDEND:	**3,775,560**	**3,984,585**
Bankwise Details as follows:		
Brac Bank PLC. (Principal):	1,433,143	3,118,150
Brac Bank PLC. (Interest):	1,242	278,227
Dhaka Bank PLC. (Principal):	2,302,009	-
Dhaka Bank PLC. (Interest):	39,167	588,209
Total-	**3,775,560**	**3,984,585**

20.1 CREDITORS, ACCRUALS & PROVISIONS:

	JUN'25	JUN'24
Gas Bill Payable	56,370,151	41,180,331
Electricity Bill Payable	415,829	90,401
Audit Fees Payable	316,250	287,500
Salary, Wages & Other Allowance Payable	19,158,877	12,563,158
Salary & Allowance Payable	4,104,228	4,368,815
P.F Contribution Payable- Fact.	1,286,946	1,225,792
P.F Contribution Payable- H.O	258,400	252,976
Tax Deduction at Source Payable	2,633,849	3,618,169
Vat Deduction at Source Payable	2,560,288	2,741,364
Income Tax Payable (Note:20.1-A)	122,496,390	92,323,662
Contribution to WPPF Payable	37,656,810	33,017,045
Payable for Goods Supplies & Others	227,673,444	229,748,258
Accrued Interest (Note:20.1-B)	14,878,923	21,891,502
Refundable IPO Share money (NRB Accounts) (Note-20.1-C)	1,218,777	1,218,777
Total:	**491,029,163**	**444,527,750**

a) Payable for Goods Supplies and others represents regular suppliers of packing materials, Bearing, belts, fuel & lubricants, stationery items and others.

b) Factory Salary, Wages and Other Allowance, Head Office Salary & Allowance payable for the month of 30th June 2025.

c) Due to not having assesment of Income Tax is settled by NBR 2023-2024 financial year the above Income Tax payable is not adjusted with the advance income tax.

20.1-A. INCOME TAX PAYABLE:

	JUN'25	JUN'24
Opening Balance	92,323,662	41,524,014
Provision for the year (Current Tax): (Note-28.1)	71,577,593	50,799,647
Prior year tax provision: (Note- 28.1)	351,294	8,332,610
	164,252,549	**100,656,272**
Tax Payment/Adjustment for the year:	41,756,159	8,332,610
Total Payment/Adjustment for prior year income:	**41,756,159**	**8,332,610**
Total Payable-	**122,496,390**	**92,323,662**

20.1-B. ACCRUED INTEREST:

	JUN'25	JUN'24
Eastern Bank PLC.	1,130,346	-
Brac Bank PLC.	11,880,156	12,840,081
One Bank PLC.	1,868,421	9,051,420
Total:	**14,878,923**	**21,891,502**

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	Amount in Taka JUN'25	JUN'24
20.1-C. REFUNDABLE IPO SHARE MONEY:		
Eastern Bank PLC. NRB A/C (US$, Pound, EURO):	1,218,777	1,218,777
Total-	**1,218,777**	**1,218,777**
21.1 SALES:		
Sales to other Customer	2,443,999,093	1,837,059,188
Sales to Related Party	2,194,217,430	1,896,370,062
Total Sales	**4,638,216,523**	**3,733,429,250**
22.1 COST OF GOODS SOLD:		
Raw Material Consumed (Note:22.1-A)	3,100,852,890	2,840,974,368
Direct Labour (Note:22.1-B)	188,345,469	161,630,225
Factory Overhead (Note:22.1-C)	594,458,338	559,805,291
Total Manufacturing Cost	**3,883,656,697**	**3,562,409,883**
Add: Work-in-Process- Opening	41,691,760	33,179,846
Cost of Goods available for use	**3,925,348,457**	**3,595,589,729**
Less: Work-in-Process- Closing	33,210,066	41,691,760
Cost of Production	**3,892,138,391**	**3,553,897,969**
Add: Finished Goods- Opening	1,320,873,202	889,560,068
Cost of Goods Available for Sales	**5,213,011,593**	**4,443,458,038**
Less: Finished Goods- Closing	1,168,812,103	1,320,873,202
Cost of Goods Sold:	**4,044,199,491**	**3,122,584,835**
22.1-(A) RAW MATERIALS CONSUMED:		
Opening Inventory Raw Materials	1,335,021,840	918,284,049
Add: Purchase during the year	2,856,022,012	3,257,712,159
Less: Closing Inventory of Raw Materials	1,090,190,962	1,335,021,840
Raw Materials Consumed	**3,100,852,890**	**2,840,974,368**
22.1-(B) DIRECT LABOUR:	**188,345,469**	**161,630,225**
22.1-(C) FACTORY OVERHEAD:		
Factory Salary and Allowances	88,273,238	89,692,854
Festival Bonus Factory	5,779,985	5,250,713
Electricity Charges	7,411,272	1,734,191
Gas Charges	262,593,733	301,074,243
Repairs & Maintenance	25,753,523	26,150,795
Software Maintenance expense	218,840	-
Compliance Expenses	50,637	2,208,432
Gardening Expenses	15,415	240
Packing Materials	28,997,328	25,382,065
Fuel,Oil & Lubricant	7,138,043	9,999,359
Fire Insurance Premium	4,260,108	5,706,242
Group Insurance Premium	135,240	135,240
Stores & Accessories consumption	26,225,031	20,744,456
Entertainment Factory	612,259	1,669,236
Telephone, Mobile, Internet & Fax exp.	515,390	455,368
Stationery Charges	843,611	967,870
Loading & Unloading expense	-	727,000
Other Carrying Charges	733,910	645,956
Factory Office Expenses other	30,693	14,400

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	Amount in Taka	
	JUN'25	**JUN'24**
Vehicles Maintenance	2,951,644	2,659,140
Conveyances Factory Employee	48,600	28,665
Accommodation Facility for worker	-	199,740
Medical Expenses	151,829	121,272
Uniform & Leverage	143,481	88,140
Miscellaneous Exp.	399,325	916,881
Depreciation	131,175,203	63,232,793
Total Factory Overhead-	**594,458,338**	**559,805,291**

23.1 OPERATING EXPENSES:

	JUN'25	JUN'24
Salaries & Allowances	55,947,248	57,060,304
Festival Bonus	4,828,993	4,852,965
Fees, Forms & Others	8,102,884	11,346,304
Audit Fees	316,250	287,500
Stationery expenses	1,090,868	867,605
Professional Training expense	-	265,000
Telephone,Mobile & Internet Expenses	1,119,917	961,121
Postage, Stamp & Curier expenses	14,735	6,806
Vehicle Maintenance	9,908,044	12,372,426
Miscellaneous Expenses	1,578,909	6,267,031
Office Rent	10,606,260	10,606,260
Rate & Taxes	360,000	-
Carriage Outwards, Selling & Distribution exp.	5,966,470	4,883,590
Entertainment	1,496,782	880,664
Advertisement & Publicity Expenses	413,806	430,797
AGM Expenses	874,110	793,150
Security Service Charges	-	16,000
Travelling & Conveyance	2,295,516	914,029
Uniform & Leveries Security	61,621	18,225
Repairs & Maintenance	9,480,194	7,762,085
Subscription Expenses	298,624	379,624
Medical Expenses	2,190	-
Credit Rating Charges	53,750	53,750
Software Maintenance Expenditure	498,015	269,955
Depreciation	3,243,195	3,599,763
Total Operating expenses:	**118,558,381**	**124,894,954**

24.1 FINANCIAL EXPENSES:

EASTERN BANK PLC.:

	JUN'25	JUN'24
Interest on Long Term Loan	3,818,890	705,159
Interest on Short Term Loan	671,210	331,180
Interest on Overdraft	5,763,909	4,413,237
Bank Charges & Commission	1,331,609	774,149
Export L/C Negotiation Commission	1,604,431	2,720,757
Interest on Bill Discount	23,913,251	21,103,483
Total:	**37,103,300**	**30,047,964**

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	Amount in Taka	
	JUN'25	JUN'24
HSBC LTD.:		
Bank Charges & Commission	42,936	469,029
Export L/C Negotiation Commission	-	271,550
Interest on Overdraft	496,555	1,339,838
Interest on Bill Discount	-	211,585
Total:	**539,491**	**2,292,002**
DHAKA BANK PLC.:		
Interest on Long Term Loan	99,523,786	98,972,525
Interest on Short Term Loan	6,500,000	-
Interest on Overdraft	2,946,023	1,846,725
Bank Charges and Commission	3,806,901	604,654
Export L/C Negotiation Commission	1,863,581	1,076,164
Interest on Bill Discount	2,380,974	593,742
Total:	**117,021,266**	**103,093,808**
ONE BANK PLC.:		
Interest on Long Term Loan	-	1,734,903
Interest on Overdraft	2,712,544	2,316,700
Bank Charges & Commission	486,525	2,783,570
Export L/C Negotiation Commission	391,222	487,986
Interest on Bill Discount	127,984	-
Total:	**3,718,275.26**	**7,323,159**
TRUST BANK PLC.:		
Bank Charges and Commission	27,899	121,347
Interest on Overdraft	3,938,461	3,323,907
Total:	**3,966,360**	**3,445,254**
DUTCH-BANGLA BANK PLC.		
Bank Charges and Commission	11,380	16,380
Total:	**11,380**	**16,380**
SHAHJALAL ISLAMI BANK PLC.:		
Bank Charge and Commission	-	8,868
Total:	**-**	**8,868**
AB BANK PLC.		
Bank Charges and Commission	-	257,642
Total:	**-**	**257,642**
IDLC FINANCE PLC. :		
Bank Charges and Commission	-	943,321
Interest on Long Term Loan	30,848,977	50,528,828
Total:	**30,848,977**	**51,472,149**

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	Amount in Taka	
	JUN'25	JUN'24
BRAC BANK PLC.		
Interest on Long Term Loan	52,220,966	36,950,033
Interest on Overdraft	6,586,832	4,020,971
Interest on Bill Discount	14,249,589	8,103,568
Export L/C Negotiation Commission	1,122,002	4,388,208
Bank Charges and Commission	301,259	1,651,702
Total:	**74,480,647**	**55,114,482**
Total Financial Expenses-	**267,689,696**	**253,071,709**

25.1 LOSS ON FIRE:

Loss on Fire of Assets (Note-25.1A)	-	(1,702,499)
Loss on Fire of Goods (Note-25.1B)	-	(60,621,661)
	-	**(62,324,160)**

25.1(A). LOSS ON FIRE OF ASSETS:

Fire Insurance claimed ensured by Insurance Co.	-	3,409,895
Written down value	-	5,112,394
Loss on fire of Assets	**-**	**(1,702,499)**

25.1(B). LOSS ON FIRE OF GOODS:

Fire Insurance claimed ensured by Insurance Co.	-	96,673,129
Salvage Recovery Value	-	120,051,330
	-	**216,724,459**
Goods destroyed by fire	-	277,346,120
Loss on fire of Goods	**-**	**(60,621,661)**

26.1 OTHER INCOME/(LOSS):

CASH INCENTIVE:	-	-
OTHER INCOME/(LOSS):		
Interest Received from BRAC Bank PLC., STD A/C (1501201 762043001)	4,139	-
Interest Received from BRAC Bank PLC., STD A/C (1505101 762043001)	100	103
Interest Received from Eastern Bank PLC., STD A/C (101-1230000068)	1	1
	4,239	**103**
Dividend Income from J.M. Fabrics Ltd.	119,997,000	119,997,000
	119,997,000	**119,997,000**
Foreign Currency Bank deposit translation Gain/(Loss)	(367,458)	(595,466)
Gain/(Loss) on Sale of Assets {Note: 26.1(A)}	-	(2,495,653)
	(367,458)	**(3,091,118)**
Other Income/(Loss):	**119,633,781**	**116,905,985**
Total Non-operating Income/(Loss):	**119,633,781**	**116,905,985**

26.1(A). GAIN/(LOSS) ON SALE OF ASSETS:

Sales Price	-	48,417,800
Less: Written down value of Old Machine & Generator	-	50,913,453
Gain/(Loss) on Sale of Machine & Generator	**-**	**(2,495,653)**
Total Gain/(Loss) on Sale of Assets:	**-**	**(2,495,653)**

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	Amount in Taka JUN'25	JUN'24
27.1 WORKER'S PROFIT PARTICIPATION FUND:		
Contribution to WPPF for the year	15,590,606	13,688,551
	15,590,606	**13,688,551**

This represents 5% of net profit before tax of the company and is payable to workers as per provision defined in the Labour Law Act-2006 (amendment 2013).

28.1 CURRENT TAX & PRIOR YEAR TAX EXPENSES:

	Income	Tax (JUN'25)	Tax (JUN'24)
i) On Operating Income	149,215,766	47,577,239	26,800,247
ii) On Other Income	120,001,239	24,000,354	23,999,400
Sub-Total	**269,217,006**	**71,577,593**	**50,799,647**
Prior year tax adjustment		351,294	8,332,610
Total	**269,217,006**	**71,928,888**	**59,132,257**

Taxable Operating Income Calculation:	
Operating Profit/(Loss)	207,768,955
Less: Contribution to WPPF	15,590,606
Net Operating Profit/(Loss) before Tax	**192,178,348**
Add: Accounting Depreciation	134,418,398
Less: Tax Depreciation	177,380,981
Taxable Operating Income:	**149,215,766**

(i) Tax provision for this financial year is AIT deducted amount on Export Proceed Realisation and other source.

	JUN'25	JUN'24
29.1 DEFERRED TAX:	**6,444,387**	**1,685,627**

Details calculation of deferred tax is shown in the note no. 14.1

30.1 BASIC EARNINGS PER SHARE (EPS):

		JUN'25	JUN'24
EPS calculation	(a) Earning attributable to ordinary shareholders	233,438,855	212,953,141
	(b) Weighted average number of Shares	193,600,000	193,600,000
Basic Earnings per Share (a / b):		**1.21**	**1.10**

EPS is slightly increased from Tk. 1.10 to Tk. 1.21 during the financial year 2024-2025 compared to the financial year 2023-2024 due to achievement of net profit Tk. 233.43 million against net net profit of Tk. 212.95 million of previous financial year.

31.1 NET ASSET VALUE (NAV) PER SHARE:

		JUN'25	JUN'24
NAV calculation	a) Equity attributable to owners of the company	4,719,381,426	4,587,897,771
	b) Number of Shares outstanding the year end	193,600,000	193,600,000
Net Assets Value Per Share (NAV) { a / b }:		**24.38**	**23.70**

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Amount in Taka

	JUN'25	JUN'24

32.1 CASH FLOW FROM OPERATING ACTIVITIES (INDIRECT METHOD):

	JUNE'25	JUNE'24
Operating Profit/(Loss)	207,768,955	232,877,752
Depreciation	134,418,398	66,832,556
Other Income/(Loss)	4,239	103
Accounts'Receivable (Increase)/Decrease	56,732,139	76,369,242
Inventories (Increase)/Decrease	320,703,458	(1,277,367,019)
Advance, Deposit & Prepaid expenses (Increase)/Decrease	(4,557,187)	(15,278,868)
Accounts Payable Increase/(Decrease)	(428,137,976)	667,644,036
Fire Insurance Claimed received on Raw Material & Finish Goods	(10,950,841)	(8,463,544)
Payment to Employee against contribution to WPPF	14,098,408	180,101,147
Payment for Income Tax	(71,577,593)	(59,132,257)
Net Cash provided/(used) by Operating Activities	**218,501,999**	**(136,416,852)**

33.1 CALCULATION OF NET OPERATING CASH FLOW PER SHARE (NOCFPS):

NOCFPS calculation	a) Net Cash provided/(used) by Operating Activities	218,501,999	(136,416,852)
	b) Number of Shares outstanding the year end	193,600,000	193,600,000
Net Operating Cash Flow Per Share (NOCFPS) { a/b }:		**1.13**	**(0.70)**

Net Operating Cash Flow Per Shares (NOCFPS) is increased this financial year due to increased of collection against turnover and receivable this financial year compared to the financial year 2023-2024.

34.1 RELATED PARTY DISCLOSURE:

The company, in normal course of business, carried out a number of transactions with other entities that fall within the definition of related party contained in International Accounting Standard 24: Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates, on the same terms and conditions as applicable to the third parties. Details of transactions with related parties and balances with them as at 30th June 2025 were as follows:

Related Party	Nature of Relationship	Nature of Transaction	Transaction during the year		Balance as at 30.06.2025	Balance as at 30.06.2024
			Dr. (Sales or Advance)	Cr. (Realised)		
Knit Asia Limited	Common Director	Sales	771,339,171	709,134,043	65,643,826	3,438,698
Salek Textile Limited	Subsidiary	Sales	340,652,868	298,827,769	148,668,976	106,843,877
Aurum Sweaters Limited	Common Director	Sales	12,403,647	1,978,800	10,424,847	-
J.M. Fabrics Limited	Subsidiary	Sales	1,069,821,744	1,195,903,018	79,570,084	205,651,358
New Asia Limited	Common Director	Service charge		-	(295,292)	(295,292)
Hejaz Publication Limited	Common Director	Office Rent	10,606,260	10,606,260	-	-

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	Amount in Taka	
	JUN'25	JUN'24

35.1 PRODUCTION CAPACITY:

Production capacity of Malek Spinning Mills Ltd. is 34,514Kg per day and annual production capacity is 12,425,000Kg During the year produced 10,599,383 Kg and Capacity utilized 85.31%.

Particulars	%	Quantity in Kg (2024-25)	%	Quantity in Kg (2023-24)
Capacity	100	12,425,000	100	12,600,000
Production	85.31	10,599,383	75.72	9,540,356
Shortfall		**1,825,617**		**3,059,644**

36.1 WPPF:

Provision for contribution to WPPF was made as per Section-234 of Labour Law-2013. The due amount is under process of payment.

37.1 EVENTS AFTER THE REPORTING PERIOD:

The board of directors of the company has approved the audited financial statements on 26th October 2025 and recommended 10% Cash dividend for General Shareholders only except Sponsors & Directors for the financial year ended June 2025

Except the fact stated above, no circumstances have arisen that to be disclosed as note or adjusted in the financial statements.

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38.1 ATTENDANCE STATUS OF BOARD MEETING OF DIRECTORS:

During the year 2024-2025 seven Board Meetings were held. The attendance status of all the meetings is as follows:

Name of Directors	Position	Meeting Held	Attended
1) Mr. A.F.M Zubair	Chairman	6	5
2) Mr. A. Matin Chowdhury	Managing Director	6	6
3) Dr. Shamim Matin Chowdhury	Director	6	6
4) Mr. Azizur Rahim Chowdhury	Director	6	6
5) Ms. Saima Matin Chowdhury	Director	6	3
6) Mr. Mahir Rahman	Director	6	6
7) Dr. Sultan Hafeez Rahman	Independent Director	6	4
8) Mr. Muhammad Abul Hossain	Independent Director	6	3
9) Mr. Syed Rafiqul Haq	Independent Director	6	-

39.1 EMPLOYEES SALARY STATUS & POSITION (AS PER 30TH JUNE 2025)

Salary Range	Officer & Staff		Worker	Total Employee
	Head Office	Factory		
Below 10,000	-	-	-	-
Above 10,000	77	104	981	1,162
Total	**77**	**104**	**981**	**1,162**

40.1 BENEFITS TO DIRECTORS:

Mr. A. Matin Chowdhury	2024-2025	2023-2024
i) Basic	-	-
ii) House Rent	-	-
iii) Conveyance	-	-
iv) Medical Allowance	-	-
v) Incentive Bonus	-	-
vi) Festival Bonus	-	-
Total:	-	-

41.1 PURCHASE IN FOREIGN CURRENCY:

Particulars	2024-25		2023-2024	
	In Foreign Currency	In BDT	In Foreign Currency	In BDT
Raw Cotton	$ 23,863,820	2,856,022,012	$ 29,167,447	3,257,712,159
Spare Parts	$ 330,305	39,530,950	$ 384,208	42,912,158
Capital Machinery	$ 434,121	48,519,472	$ 5,893,819	602,407,199
Total	**$ 24,628,247**	**2,944,072,434**	**$ 35,445,473**	**3,903,031,516**

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

42.1 KEY MANAGEMENT PERSONNEL COMPENSATION:

Company has established following personnel compensation to the employee:

a) **Short-term employee benefits:** Company provide the following short-term benefit.

Particulars	2024-2025		2023-2024	
	Directors	Executives	Directors	Executives
Remuneration/ Salary	-	12,466,432	-	12,466,432
i) Basic	-	6,503,901	-	6,503,901
ii) House Rent	-	3,251,951	-	3,251,951
iii) Conveyance	-	976,154	-	976,154
iv) Medical Allowance	-	650,390	-	650,390
v) Incentive Bonus	-	-	-	-
vi) Festival Bonus	-	1,084,036	-	1,084,036
Number of Person:	1	4	1	4

b) **Post-employment benefits:** Company provide contributory Provident fund and other benefits.

c) **Other long-term benefits:** Company provide the employee under which an employee is entitle to the benefit depending on length of service. The cost for Gratuity is accounted on cash basis.

d) **Share-based payment:** Company does not provide any share-based payment facilities to the employee.

43.1 FINANCIAL RISK MANAGEMENT:

The Board of Directors has overall responsibility for the establishment and oversight of the Company's financial risk management. The responsibility also includes developing and monitoring the Company's risk management policy. To assist the Board in discharging its oversight responsibility, management has been made responsible for identifying, monitoring and managing the company's financial risk exposure. The Company's exposure to the risks associated with the financial instruments and the risk management policies and procedures and summarized as follows.

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's receivable from customers and investment securities. The Company's sales are made to renowned RMG exporting company. Sales made to the entity are fully secured by Letter of Credit issued by local scheduled banks.

Credit risk of the Company arises principally from trade debts, loans and advances, and bank balances. The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date is as follows:

	JUN'25	JUN'24
Consolidated Accounts Receivable:	3,336,626,184	4,549,350,365
Consolidated Loans and Advances:	682,832,145	694,614,866
Consolidated Bank Balances:	1,119,772,443	1,851,039,349
	5,139,230,771	7,095,004,580

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

MALEK SPINNING MILLS PLC.

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

LIQUIDITY RISK:

Liquidity risk is the risk that the company unable to meet its financial obligations as the fall due. The Company's 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's reputation. In general, management ensures that it has sufficient cash and cash equivalent to meet expected operation expenses, including the servicing of financial obligation through preparation of cash forecast, prepared based on timeline of payment of the financial obligation and accordingly arranged for sufficient liquidity/fund to make the expected payment within due date. Moreover, the company seeks to maintain short term lines of credit with scheduled commercial banks to ensure payments of obligations in the events that there is sufficient cash to make the required payment. The requirement is determined in advance through cash flows projections and credit lines facilities with banks are negotiated accordingly. Seeks to maintain a balance between the higher returns that might be possible with the higher levels of borrowings and the advantages and security afforded by a sound capital position. 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's 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.

PRICE RISK:

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The company does not have any financial instrument that expose the price risk.

INTEREST RISK:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Majority of the interest rate risk arises from long and short-term borrowings from financial institutions. At the reporting date, the company does not hold any interest bearing financial instrument.

CURRENCY RISK:

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk arises mainly where receivables and payables exist due to transactions entered in foreign currencies. The Company is exposed to foreign currency risk on sales, purchases and Foreign Currency loan, which, are entered in a currency other than BDT. The foreign currency transactions are mainly occurred in USD and conversion rate of USD into BDT does not fluctuate materially.

CAPITAL RISK MANAGEMENT:

The objective of the Company when managing capital, i.e., its shareholders' equity is to safeguard its ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders; and to maintain a strong capital base to support the sustained development of its businesses. The Company manages its capital structure by monitoring return on net assets and makes adjustments to it in the light of changes in economic conditions. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend paid to shareholders or issue new shares.

ZOHA ZAMAN KABIR RASHID & CO. ★ Chartered Accountants

MALEK SPINNING MILLS PLC.

FIXED ASSETS SCHEDULE AS AT 30TH JUNE 2025

Annexure: 1.1

	Particulars	Cost				Rate	Depreciation				Written down value as at 30.06.2025
		As at 01.07.2024	Addition	Adjustment	As at 30.06.2025		As at 01.07.2024	This year	Adjustment	As at 30.06.2025	
(A)-											
1	Land and Land Development	286,908,451	7,807,300		294,715,751	0%	-	-		-	294,715,751
2	Factory Building	408,885,183	10,962,059		419,847,242	5%	257,283,450	7,741,748		265,025,197	154,822,044
3	Plant and Machinery	1,902,755,603	48,519,472		1,951,275,075	7.5%	938,615,909	72,849,352		1,011,465,261	939,809,814
4	Electrical Installation	53,814,735	-		53,814,735	15%	46,109,775	1,155,744		47,265,519	6,549,216
5	Tubewell and Water Pump	3,543,406	-		3,543,406	15%	2,477,689	159,858		2,637,546	905,860
6	Furniture and Fixtures	3,483,779	49,345		3,533,124	10%	2,890,391	61,806		2,952,197	580,927
7	Office Equipments	37,286,795	3,073,902		40,360,697	15%	20,624,961	2,592,228		23,217,189	17,143,508
8	Gas Line Installation	10,618,384	-		10,618,384	15%	9,834,706	117,552		9,952,258	666,126
9	Loose Tools and Equipment	24,501,813	-		24,501,813	15%	15,702,024	1,319,968		17,021,993	7,479,820
10	Motor Vehicle	23,802,992	-		23,802,992	20%	20,885,950	583,408		21,469,358	2,333,634
11	Telephone (PABX) Installation	512,500	-		512,500	15%	476,087	5,462		481,549	30,951
12	Crockaries and Cutlaries	50,777	-		50,777	15%	48,840	291		49,131	1,646
13	Generator	230,027,146	-		230,027,146	10%	3,143,490	22,688,366		25,831,855	204,195,291
14	Fire Control Equipment Installation	6,181,355	-		6,181,355	15%	244,052	890,595		1,134,648	5,046,707
	Total (A) as at 30.06.2025	2,992,372,920	70,412,078	-	3,062,784,998		1,318,337,325	110,166,378	-	1,428,503,703	1,634,281,295
	Total (A1) as at 30.06.2024	2,394,353,785	914,667,225	316,648,090	2,992,372,920		1,543,334,968	40,736,994	265,734,637	1,318,337,325	1,674,035,595

REVALUATED FIXED ASSETS SCHEDULE AS AT 30TH JUNE 2025

	Particulars	Re-valued cost				Rate	Depreciation				Written down value as at 30.06.2025
		As at 01.07.2024	Addition	Adjustment	As at 30.06.2025		As at 01.07.2024	This year	Adjustment	As at 30.06.2025	
(B)-											
1	Land and Land Development	846,018,824		-	846,018,824	-	-	-	-	-	846,018,824
2	Factory Building	219,355,567		-	219,355,567	5%	115,546,080	5,190,474	-	120,736,554	98,619,013
3	Plant and Machinery	816,729,734		-	816,729,734	7.5%	573,599,174	18,234,792	-	591,833,966	224,895,768
4	Generator	29,272,940		-	29,272,940	10%	21,005,397	826,754	-	21,832,151	7,440,789
	Total (B) as at 30.06.2025	1,911,377,066	-	-	1,911,377,066	-	710,150,651	24,252,021	-	734,402,672	1,176,974,394
	Total (B1) as at 30.06.2024	2,135,640,246	-	224,263,180	1,911,377,066	-	827,855,653	26,095,562	143,800,563	710,150,651	1,201,226,415
	Total (A+B) as at 30.06.2025	4,903,749,986	70,412,078	-	4,974,162,064		2,028,487,976	134,418,398	-	2,162,906,375	2,811,255,689
	Total (A1+B1) as at 30.06.2024	4,529,994,031	914,667,225	540,911,270	4,903,749,986		2,371,190,621	66,832,556	409,535,201	2,028,487,976	2,875,262,009

Depreciation Charged to:

Operating Expenses:	3,243,195
Factory Overhead:	131,175,203
Tk.	134,418,398

ZOHA ZAMAN KABIR RASHID & CO. Chartered Accountants

Auditor's report and
Audited Financial Statement of

Salek Textile Limited.
As of June 30, 2025

Independent Auditors' Report

To the shareholders of Salek Textile Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Salek Textile Limited which comprise the financial position as at June 30, 2025, 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 a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, of the financial position of the company as at June 30, 2025, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 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 Auditors' 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' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter Paragraph

1) With reference to the Note no. 19.2(a), the company's sales, as per VAT return, of Tk. 422 crore and the sum of LCs sales value is Tk. 490 crore that effectively create difference of Tk. 68 crore. The above difference arisen due to non-issuance of VAT challan for part of inter units' sales of the company. Our report is not qualified in this respect.

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 International Financial Reporting Standards (IFRSs), the Companies Act 1994 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.

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.

Auditors' 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.

CHARTERED ACCOUNTANTS

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.
- 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.

Report on other Legal and Regulatory Requirements:

In accordance with the Companies Act 1994, we also report that:

a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books;
c) The Statement of Financial Position and Statement of profit and loss and other comprehensive Income, of the Company dealt with by the report are in agreement with the books of account and returns; and
d) The expenditures incurred and payments made were for the purpose of the company's business.

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No: P-50041/2022

Md. Waliullah, FCA
Enrolment No: 0247

Dated, Dhaka
October 26, 2025

Data Verification Code (DVC) No. 2510260247AS780003

CHARTERED ACCOUNTANTS

SALEK TEXTILE LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2025

Amount in Taka

Particulars	Notes	JUNE'25	JUNE'24
ASSETS :			
Non-Current Assets:			
Property, Plant and Equipment	2.2	2,626,355,378	2,788,188,968
Goodwill	3.2	168,600,020	168,600,020
		2,794,955,398	**2,956,788,988**
Current Assets :			
Inventories	4.2	2,734,255,949	1,546,558,630
Advance, Deposit and Pre-Payments	5.2	350,493,889	366,121,246
Accounts Receivable	6.2	1,551,529,692	1,859,621,973
Other Receivable	7.2	-	459,482,147
Cash and Cash Equivalents	8.2	38,942,455	188,321,386
		4,675,221,985	**4,420,105,382**
TOTAL ASSETS :		**7,470,177,383**	**7,376,894,370**
SHAREHOLDER'S EQUITY AND LIABILITIES:			
Shareholder's Equity :			
Share Capital	9.2	482,608,700	482,608,700
Share Premium	10.2	601,754,814	601,754,814
Re-valuation Surplus	11.2	324,238,535	333,349,944
Retained Earnings	12.2	1,119,759,636	950,109,836
		2,528,361,685	**2,367,823,294**
Non-Current Liabilities:			
Long Term Loan	13.2	1,037,640,157	1,710,821,321
Deferred Tax Liabilities	14.2	203,093,595	197,976,417
		1,240,733,752	**1,908,797,738**
Current Liabilities :			
Short Term Loan	15.2	1,243,183,547	1,017,549,340
Current Portion of Long Term Loan	16.2	562,424,514	509,030,156
Acceptance Liabilities	17.2	1,494,583,537	873,420,383
Creditors, Accruals & Provisions	18.2	400,890,348	700,273,459
		3,701,081,946	**3,100,273,338**
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :		**7,470,177,383**	**7,376,894,370**
Net Assets Value Per Share (NAV)	31.2	**52.39**	**49.06**

Par Value Tk.10

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

Abran

A. Matin Chowdhury	**Azizur R. Chowdhury**	**A.K.M. Jonaid Biswas**	**Abrar Labib Rahman**
Managing Director	Director	Chief Financial Officer	Asst. Company Secretary

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No. P-50041/2022

Md. Waliullah, FCA
Enrolment No: 0247

Dhaka
October 26, 2025
DVC: 2510260247AS780003

CHARTERED ACCOUNTANTS

SALEK TEXTILE LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

Particulars	Notes	Spinning Unit	Fabrics Unit	JUNE'25	JUNE'24
Sales	19.2	2,755,112,720	3,546,535,696	4,901,726,459	4,618,732,790
Cost of Goods Sold	20.2	(2,483,387,200)	(3,103,223,717)	(4,186,688,960)	(3,968,148,092)
Gross Profit/(Loss) :		**271,725,520**	**443,311,979**	**715,037,499**	**650,584,698**
Operating Expenses	21.2	(40,972,400)	(65,728,738)	(106,701,138)	(77,776,644)
Financial Expenses	22.2	(103,164,237)	(289,800,144)	(392,964,381)	(379,074,041)
Operating Profit/(Loss) :		**127,588,883**	**87,783,097**	**215,371,980**	**193,734,014**
Other Income/(Loss)	23.2	536,099	15,511,326	16,047,425	59,215,238
Net Operating Profit/(Loss) :		**128,124,982**	**103,294,423**	**231,419,405**	**252,949,252**
Contribution to WPPF	24.2	(6,101,190)	(4,918,782)	(11,019,972)	(12,045,202)
Profit/(Loss) before Tax :		**122,023,792**	**98,375,641**	**220,399,434**	**240,904,049**
Income Tax :		**(18,942,666)**	**(40,918,377)**	**(59,861,043)**	**(99,861,696)**
Current Tax	25.2	(18,570,531)	(35,535,542)	(54,106,073)	(35,684,442)
Prior year tax adjustment	25.2	-	(637,792)	(637,792)	(54,037,169)
Deferred Tax	26.2	(372,135)	(4,745,043)	(5,117,178)	(10,140,085)
Net Profit/(Loss) after tax:		**103,081,126**	**57,457,265**	**160,538,391**	**141,042,353**
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income:		**103,081,126**	**57,457,265**	**160,538,391**	**141,042,353**
Earnings Per Share (EPS)	27.2			**3.33**	**2.92**
Par Value Tk.10					
Number of Shares used to compute EPS				**48,260,870**	**48,260,870**

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury
Managing Director

Azizur R. Chowdhury
Director

A.K.M. Jonaid Biswas
Chief Financial Officer

Abrar Labib Rahman
Asst. Company Secretary

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No. P-50041/2022

Md. Waliullah, FCA
Enrolment No: 0247

Dhaka
October 26, 2025
DVC: 2510260247AS780003

CHARTERED ACCOUNTANTS

SALEK TEXTILE LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30TH JUNE 2025

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1st July 2024	482,608,700	601,754,814	333,349,944	950,109,836	2,367,823,294
Net Profit/(Loss) during this year				160,538,391	160,538,391
Transfer of excess depreciation of Revalued Assets			(9,111,408)	9,111,408	-
As at 30th June 2025	**482,608,700**	**601,754,814**	**324,238,535**	**1,119,759,636**	**2,528,361,685**

FOR THE YEAR ENDED 30TH JUNE 2024

Particulars	Share Capital	Share Premium	Revaluation Surplus of Fixed Assets	Retained Earnings	Total
Balance as at 1st July 2023	482,608,700	601,754,814	343,358,829	799,058,598	2,226,780,941
Net Profit/(Loss) during this year				141,042,353	141,042,353
Transfer of excess depreciation of Revalued Assets			(10,008,885)	10,008,885	-
As at 30th June 2024	**482,608,700**	**601,754,814**	**333,349,944**	**950,109,836**	**2,367,823,294**

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury
Managing Director

Azizur R. Chowdhury
Director

A.K.M. Jonald Biswas
Chief Financial Officer

Abrar Labib Rahman
Asst. Company Secretary

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No. P-50041/2022

Md. Waliullah, FCA
Enrolment No: 0247

Dhaka
October 26, 2025
DVC: 2510260247AS780003

CHARTERED ACCOUNTANTS

SALEK TEXTILE LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

PARTICULARS	JUNE'25	JUNE'24
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover & Bills Receivable	5,209,818,740	4,272,454,379
Payment for Raw Materials, Indirect Materials and other expenses	(4,858,783,269)	(3,509,160,335)
Payment for other customer	-	(34,434,512)
Other Income	14,941,701	59,133,885
Foreign currency exchange Gain/(Loss)	838,442	-
Payment to Employee against contribution to WPPF	(9,636,163)	(5,955,897)
Payment for Operating Expenses	(101,379,058)	(77,389,282)
Payment of Financial Expenses	(392,616,178)	(361,433,491)
Payment for Income Tax	(54,106,073)	(35,684,441)
Net Cash provided/(used) by Operating Activities	**(190,921,858)**	**307,530,304**
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisation of Fixed Assets	(24,053,903)	(64,985,209)
Acquisition of Capital work in progress	-	(8,786,282)
Disposal of Fixed Assets	459,482,147	1,200,000
Net cash used in Investing Activities	**435,428,244**	**(72,571,491)**
CASH FLOW FROM FINANCING ACTIVITIES :		
Bank Loan Increase/(Decrease)	(394,152,599)	(185,212,793)
Net cash provided/(used) by Financing Activities	**(394,152,599)**	**(185,212,793)**
Increase/(Decrease) in Cash and Cash Equivalents	**(149,646,213)**	**49,746,020**
Opening Cash and Cash Equivalents	188,321,386	138,423,811
Foreign Currency Bank deposit translation Gain/(Loss)	267,282	151,555
Closing Cash and Cash Equivalents	**38,942,455**	**188,321,386**
Net Operating Cash Flow Per Share (NOCFPS)	**(3.96)**	**6.37**
Par Value Tk.10		

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury	Azizur R. Chowdhury	A.K.M. Jonaid Biswas	Abrar Labib Rahman
Managing Director	Director	Chief Financial Officer	Asst. Company Secretary

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No. P-50041/2022

Md. Waliullah, FCA
Enrolment No: 0247

Dhaka
October 26, 2025
DVC: 2510260247AS780003

SALEK TEXTILE LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

1. COMPANY AND ITS ACTIVITIES:

Salek Textile Limited was incorporated with RJSC vide registration no. C-68304 as a Private Limited Company on 9th September, 2007 under Companies Act 1913. The Authorized Share Capital of the company was increased from Tk.500,000,000.00 to Tk.3,000,000,000.00 divided into 30,000,000 ordinary shares of Tk. 100.00 each on 14th August, 2013. Subsequently the par value of share has been changed from Tk.100.00 per share to Tk. 10.00 per share. The paid-up capital as on 30th June, 2025 stood at Tk.482,608,700.00 consisting of 48,260,870 ordinary shares of Tk.10.00 each. Registered office of the Company is at 117/A, Tejgaon I/A, Dhaka-1208, while factories are situated at Shafipur, Kaliakoir, Bhawal Mirzapur, Gazipur & Mahna Bhabanipur, Gazipur respectively.

The Company is a subsidiary company of Malek Spinning Mills PLC. Which holds 97.925% share & other sponsors of Malek Spinning Mills PLC. hold 2.08% share of the company as on 30th June 2025.

Salek Textile Ltd. are the following different operations with spinning and weaving (denim fabric). The economic classification of the various units are of different natures, with the spinning and fabric unit being 100% deemed exporters. Furthermore, the units are located in two different locations which are independent profit centers and therefore needs to be segmented. Certain insignificant common costs are borne by the main spinning unit based on the above principles the accounts have been divided into two segments and reported according to IFRS-8.

1.01. NATURE OF BUSINESS:

The company has high quality modern machinery including yarn testing laboratory. Annual production capacity of Salek Textile Limited is 12,070,000 Kg yarn, 18,000,000 yards fabric.

1.2. BASIS OF THE PREPARATION OF THESE FINANCIAL STATEMENTS:

1.2-01 Statement of compliance:

The financial statements of the company under reporting have been prepared under historical cost convention, except land, Building and Machinery which is stated at revalued amount, in a going concern concept and on accrual basis other than Cash Incentive Income which is recognized on cash basis in accordance with generally accepted accounting principles and practice in Bangladesh in compliance with the Companies Act 1994, The Securities and Exchange Rules 1987, Listing Regulations of Dhaka Stock Exchange Ltd (DSE) & Chittagong Stock Exchange Ltd. (CSE) and in compliance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB)

1.2-02 Compliance with International Accounting Standards:

The financial statements have been prepared in compliance with requirement of IAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh.

1.2-03 Risk and Uncertainties for use of Estimates in Preparation of Financial Statements:

The preparation of financial statements in conformity with the international accounting standards requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of affecting financial statements and revenues and expenses during the reported year. Actual results could differ from those estimates. Estimates are used for accounting of certain items such as long-term contracts; depreciation and employees benefit plans, taxes, reserves and contingencies.

1.2-04 Accrual basis accounting

The financial statements, except cash flows statements, have been prepared using the accural basis of accounting. Under this concept, the company recognises items as assets, liabilities, equity, income and expenses when they satisfy the definitions and recognition criteria for those elements as per related accounting standard and framework.

1.2-05 Going concern

The financial statements have been prepared in assuming that the company is going concern and it has ability to continue as going concern for forseeable future.

SALEK TEXTILE LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

1.2-06 Principal Accounting Policies:
Specific accounting policies were selected and applied by the company's management for significant transactions and events that have a material effect within the framework of IAS-1 "Preparation of Financial Statement". The previous year's figures were presented according to the same accounting principles.

1.2-07 Application of International Accounting Standards (IAS):
The following IAS are applicable for the financial statements for the year under review

IAS – 1	Presentation of Financial Statement.
IAS – 2	Inventories.
IAS – 7	Statement of Cash Flows.
IAS – 8	Accounting Policies, Changes in Accounting Estimates and Errors.
IAS – 10	Events after the Balance Sheet Date.
IAS – 12	Income Tax.
IAS – 16	Property, Plant & Equipment.
IAS – 19	Employee Benefits.
IAS – 20	Accounting for Government Grants and Disclosure of Government Assistance.
IAS – 21	The effect of changes in Foreign Exchange rate.
IAS – 23	Borrowing Cost.
IAS – 24	Related Party Disclosure.
IAS – 27	Separate Financial Statements.
IAS – 33	Earnings per share.
IAS – 36	Impairment of Assets.
IAS – 37	Provisions, Contingent Liabilities and Contingent Assets.
IAS – 38	Intangible Assets.
IFRS –3	Business Combination.
IFRS –8	Operating Segments
IFRS –10	Consolidated Financial Statements.
IFRS –15	Revenue from Contracts with Customers
IFRS –16	Leases.

1.2-08. Significant accounting policies:

1.2-08.01 Recognition of Property, Plant & Equipment and Depreciation:
Property, Plant & Equipment are stated at cost less depreciation in accordance with IAS-16 "Property, Plant & Equipment". Cost represents cost of acquisition or construction and include purchase price and other directly attributable cost of bringing the assets to working conditions for its intended use. Revaluation of Land, Building, Plant & Machineries were made by registered renowned Company Asian Surveyors Ltd. as on 30.06.2012. Depreciation on all fixed assets is computed using the reducing balance method in amount sufficient to write-off depreciable assets over their estimated useful life. Depreciation on Current year addition is charged as and when the assets are ready for operation.

The annual depreciation rates applicable to the principal categories are:

Building	3.37% - 5%
Plant & Machinery	5% - 10.85%
Generator	10% - 15%
Furniture & Fixture	10% - 20%
Motor Vehicles	10% - 20%
Office Equipment	15% - 20%
Electrical Installation	10% - 19.75%
Gas Line Installation	15%
Fire Installation	15%
Loose Tools	10% - 15%

SALEK TEXTILE LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

1.2-08.02 Inventories:
Inventories comprise of Raw Materials, Raw Materials in Transit, Work-In-Process, Finished Goods and Stores and Spare Parts. They are stated in accordance with the Para of 21 & 25 of IAS-2 "Inventories". Basis of valuation is as under:
a) Raw Material in hand (imported) lower of cost and net realizable value (NRV).
b) Raw Material in hand (local) lower cost (weighted average) and NRV.
c) Raw Material in transit Cost incurred to date accumulated to balance sheet date of course cost incurred to date is less than or equal to fair value.
d) Work-in-process lower of cost (weighted average) and NRV (market value less cost to finish).
e) Finished Goods lower of cost and NRV.
f) Waste NRV.
Cost in relation to work-in-process and finished goods represents annual average manufacturing cost which consists of prime cost and apportionate manufacturing overheads.
Net realizable value signifies the estimated selling price in the ordinary course of business less estimated cost of completion and estimated cost necessary to be incurred to affect such sale.

1.2-08.03 Accounts Receivable:
Accounts Receivable represents the amounts due from export sales both to local and foreign buyers. All transaction related to export sales is performed through letter of credit, they are secured and collectible. The credit party, under confirmed LC of sold goods is between 90 days to 120 days. Receivable are recognised, when goods are sold to customers and subsequently measured at amortise cost.

1.2-08.04 Cash and Cash Equivalents:
According to IAS-7 'Statement of Cash flows' cash comprises of cash-in-hand and demand deposits. IAS-1 'Presentation of Financial Statements' provides that cash and cash equivalents are not restricted in use. Considering the provisions of IAS-7 and IAS-1, Cash in hand and Bank balances have been considered as cash and cash equivalents.

1.2-08.05 Creditors and Accruals:
Liabilities are recognized under accrual basis accounting, amounts to be paid in the future for goods and services received. After final recognition the creditors and accruals are accounted for under amortised cost.

1.2-08.06 Income Tax:
a) Current Tax: The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported is the statement of Profit or Loss and other Comprehensive income because it excludes items of income or expenses that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

b) Deferred Tax: The Company has recognized deferred tax using balance sheet method in compliance with the provisions of IAS-12 "Income Taxes". The company's policy of recognition of deferred tax assets/liabilities is based on temporary difference (Taxable or deductible) between the carrying amount (Book Value) of assets and liabilities for Financial Reporting purpose and its tax base, and accordingly, deferred tax income/expenses has been considered to determine net profit after tax and earnings per share (EPS).

1.2-08.07 Statement of Cash Flows:
Statement of Cash Flows is prepared in accordance with IAS-7 under direct method as outlined in the "Securities and Exchange Rules 1987".

1.2-08.08 Contingent Liabilities and Assets:
Current or possible obligations or assets arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain events which are not within the control of the company.

SALEK TEXTILE LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

1.2-08.09 Reporting Period:
Financial statements of the company cover from 1st July 2024 to 30th June 2025.

1.02-08.10 Reporting Currency and Level of Precision:
The figures in the financial statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

1.2-08.11 Comparative Information:
Comparative information have been disclosed in respect of previous year 2023-2024 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year 2024-2025 financial statements. Figures of the previous year have been rearranged whenever considered necessary to ensure comparability with the current year.

1.2-08.12 Foreign Currency Transaction:
Transactions in foreign currencies are translated into Bangladeshi taka in accordance with IAS-21 "The Effects of Changes in Foreign Exchange Rate." Foreign Currencies are converted into taka at the rates ruling on the transaction dates. Monetary assets and liabilities are converted at the rates prevailing at the balance sheet date, non-monitory assets and liabilities are reported using the exchange rate at the date of transaction. Exchange currency difference if any in the comprehensive income.

1.2-08.13 Revenue Recognition:
The Company recognizes revenue when risk and rewards associated with ownership has been transferred to buyer, which satisfied all the condition for the revenue recognition as provided in IFRS-15 'Revenue from Contracts with Customers.'

1.2-08.14 Accounting for Government Grants and Disclosure of Government Assistance:
Cash Incentive recognize as per IAS-20 as other income.

1.2-08.15 Responsibility for Preparation and Presentation of Financial Statements:
The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements' issued by the International Accounting Standards Board (IASB).

1.2-08.16 Components of the Financial Statements:
According to the International Accounting Standard IAS-1 'Presentation of Financial Statements' the complete set of Financial Statements includes the following components:

(i) Statement of Financial Position as at 30th June 2025.

(ii) Statement of Profit or Loss and other Comprehensive Income for the period from 1st July 2024 to 30th June 2025.

(iii) Statement of Cash flows for the period from 1st July 2024 to 30th June 2025.

(iv) Statement of changes in Equity for the period from 1st July 2024 to 30th June 2025.

(v) Accounting Policies and Explanatory Notes.

1.2-08.17 Earnings per Share:
Earnings per share (EPS) is calculated in accordance with the International Accounting Standard IAS-33 "Earnings per share".

1.2-08.18 Basic Earnings per Share:
Basic Earnings per share is calculated by dividing the net profit or loss for the year attributable to ordinary shareholders by the number of ordinary shares outstanding during the year.

SALEK TEXTILE LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

1.2-08.19 Share Premium:
The balance in share premium account shall be utilized in accordance with provisions of the Companies Act 1994 and as directed by the Bangladesh Securities and Exchange Commission in this respect.

1.2-08.20 Impairment of Assets:
The company reviews the recoverable amount of its assets at each reporting date. If there exist any indication that the carrying amount of assets exceeds the recoverable amount, the company recognizes such impairment loss in accordance with IAS-36 "Impairment of Assets".

1.2-08.21 Credit Facility Not Availed:
There was no credit facility available to the company under any contract, other than trade credit available in the ordinary course of business.

1.2-08.22 General Comments & Observations:
a) Previous year's figures is regrouped/reclassified wherever considered necessary to confirm to current year's presentation. There has no such effect during year. Figures have been rounded off to the nearest taka, as the currency represented in this financial statement.

b) All shares have been fully called and paid up.

c) There was no preference share issued by the company.

d) The company has not incurred any expenditure in foreign currency against royalties and technical fees.

e) Auditors are paid only statutory audit fees.

f) No foreign exchange remitted to the relevant shareholders during the year.

g) No amount of money was expended by the company for compensating any members of the Board for special service rendered.

h) No brokerage was paid against sales during the year.

i) There was no bank guarantee issued by the company on behalf of directors.

1.2-08.23 Contribution to Worker's Profit Participation Fund:
The contribution for Worker's Profit Participation Fund is provided in the Accounts. The company is making provision of WPPF at the rate of 5% of company's operating profit as per the Labour Law Act-2006 (amendment 2013).

1.2-08.24 Effect of exchange rate changes on cash and cash equivalent:
We have shown the effect of currency Exchange Rate Changes separately in the Cash Flows Statement.

CHARTERED ACCOUNTANTS

SALEK TEXTILE LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

2.2 PROPERTY, PLANT AND EQUIPMENT:

	Spinning Unit	Fabrics Unit	Amount in Taka JUN'25	JUN'24
COST:				
Opening Balance	1,731,256,667	2,215,753,966	3,947,010,633	3,876,679,142
Addition during the year	16,910,180	7,143,723	24,053,903	73,771,491
	1,748,166,847	**2,222,897,689**	**3,971,064,536**	**3,950,450,633**
Sales/Adjustment during the year	-	-	-	3,440,000
Closing Balance	**1,748,166,847**	**2,222,897,689**	**3,971,064,536**	**3,947,010,633**
Accumulated Depreciation:				
Opening Balance	1,020,050,006	865,227,704	1,885,277,709	1,708,521,528
Adjustments during the year	-	-	-	2,169,798
Depreciation during the year	60,333,370	108,654,445	168,987,814	178,925,980
Closing Balance	**1,080,383,375**	**973,882,148**	**2,054,265,523**	**1,885,277,709**
Less: Non-current Asset held under disposal	-	-	-	-
Written Down Value at cost:	**667,783,472**	**1,249,015,541**	**1,916,799,013**	**2,061,732,924**
REVALUATION:				
Opening Balance	648,072,069	489,831,593	1,137,903,662	1,137,903,662
Addition of Revaluated Assets	-	-	-	-
Total Revaluated Assets:	**648,072,069**	**489,831,593**	**1,137,903,662**	**1,137,903,662**
Accumulated Depreciation:	255,895,665	155,551,953	411,447,618	392,812,516
Depreciation for the year	10,719,304	6,180,375	16,899,679	18,635,102
Closing Balance	**266,614,969**	**161,732,328**	**428,347,297**	**411,447,618**
Written Down Value of Revaluated Assets:	**381,457,100**	**328,099,265**	**709,556,365**	**726,456,044**
Total Written Down Value:	**1,049,240,572**	**1,577,114,806**	**2,626,355,378**	**2,788,188,968**

Allocation of depreciation charges for the period has been made in the accounts as follows:

i) Factory Overhead	68,867,652	112,856,362	181,724,014	194,651,283
ii) Administrative Overhead	2,185,021	1,978,458	4,163,479	2,909,799
	71,052,674	**114,834,820**	**185,887,493**	**197,561,081**

Land, Building, Plant & Machinery are registared Mortgage (Pari Passu charges among the existing lender Bank, Eastern Bank Ltd., HSBC, Dhaka Bank Ltd., Trust Bank Ltd. & Meghna Bank Ltd.)

Details of Fixed Assets and Depreciation are shown in the **Annexure-1.2**

3.2 GOODWILL: 168,600,020 168,600,020

Salek Textile Limited is amalgamated with Titas Spinning & Denim Co. Limited. The Term of acquisition of amalgamation is effectively creat above Goodwill. In dermination of goodwill, the company has followed the guideline of IFRS- 3 business combination. Goodwill is the difference between fair value of acquistion and net assets acquired through the amalgamation.

4.2 INVENTORIES:

Raw Materials	169,294,389	744,220,503	913,514,892	545,313,851
Stock-in-Transit	262,737,864	268,730,508	531,468,372	364,919,426
Work-in-Process	12,220,632	198,853,045	211,073,677	112,313,199
Finished Goods	497,818,356	445,276,126	943,094,482	396,460,480
Stores & Accessories (Note: 4.2-A)	120,535,210	14,569,317	135,104,527	127,551,674
Total:	**1,062,606,451**	**1,671,649,498**	**2,734,255,949**	**1,546,558,630**

(a) Inventories were hyphothecated to Dhaka Bank Ltd., HSBC Ltd., Meghna Bank Ltd., Eastern Bank Ltd. & Trust Bank Ltd. as security of workings capital loan.

(b) Inventories are valued at lower of cost and net realizable value. Net realizable value is based on estimated selling price less any other cost anticipated to be incurred to make the sale. Any obsolete stock or abnormal losses are recognized as expenses.

(c) Inventories are physically verified by the Management Team/Audit Team.

(d) Inventories were hypothecated to Eastern Bank Ltd, Dhaka Bank Limited, HSBC Ltd., Trust Bank Ltd, Meghna Bank Ltd..

4.2-A: STORES & ACCESSORIES:

Stores & Spares (Note: 4.2-A(i))	111,257,760	14,569,317	125,827,076	119,531,746
Repairs and Maintenance Material (Note: 4.2-A(ii))	6,622,941	-	6,622,941	4,469,272
Packing Material (Note: 4.2-A(iii))	2,376,848	-	2,376,848	1,623,405
Fuel, Oil and Lubricant (Note: 4.2-A(iv))	277,662	-	277,662	1,927,251
Total:	**120,535,210**	**14,569,317**	**135,104,527**	**127,551,674**

CHARTERED ACCOUNTANTS

SALEK TEXTILE LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
			Amount in Taka	
4.2-A(i): STORES & SPARES:				
Opening Balance	102,495,670	17,036,076	119,531,746	100,759,518
Add: Purchase during the year	30,562,071	80,092,705	110,654,776	98,987,555
Less: Consumption/ Adjustment	21,799,981	82,559,464	104,359,445	80,215,327
Closing Balance	**111,257,760**	**14,569,317**	**125,827,076**	**119,531,746**
4.2-A(ii): REPAIRS AND MAINTENANCE MATERIAL:				
Opening Balance	4,469,272	-	4,469,272	6,558,755
Add: Purchase during the year	14,532,959	3,349,346	17,882,305	16,174,083
Less: Consumption/ Adjustment	12,379,290	3,349,346	15,728,636	18,263,566
Closing Balance	**6,622,941**	**-**	**6,622,941**	**4,469,272**
4.2-A(iii): PACKING MATERIAL:				
Opening Balance	1,623,405	-	1,623,405	2,297,500
Add: Purchase during the year	24,449,329	11,318,619	35,767,948	34,542,220
Less: Consumption	23,695,887	11,318,619	35,014,506	35,216,315
Closing Balance	**2,376,848**	**-**	**2,376,848**	**1,623,405**
4.2-A(iv): FUEL, OIL AND LUBRICANT:				
Opening Balance	1,927,251	-	1,927,251	1,085,707
Add: Purchase during the year	4,561,211	5,700,127	10,261,338	17,991,980
Less: Consumption/ Adjustment	6,210,800	5,700,127	11,910,927	17,150,436
Closing Balance	**277,662**	**-**	**277,662**	**1,927,251**
5.2 ADVANCE, DEPOSIT & PREPAYMENTS:				
Security Deposit to Titas Gas T&D Co. Ltd.	2,588,500	16,873,615	19,462,115	14,777,815
Advance Income Tax Paid {Note-5.2(A)}	28,354,458	60,609,564	88,964,022	109,950,404
Advance to Newasia Synthetics Ltd.	41,500,000	150,000,000	191,500,000	191,500,000
Advance against supplies & others	35,342,331	15,225,421	50,567,752	49,893,028
Total-	**107,785,289**	**242,708,600**	**350,493,889**	**366,121,246**
5.2 (A) ADVANCE INCOME TAX:				
Opening Balance	33,611,304	76,339,100	109,950,404	179,887,455
Advance Income Tax paid (Against Export Proceeds)	18,075,531	34,034,212	52,109,743	29,507,995
Advance Income Tax paid (Against Cash Incentive)	-	1,487,010	1,487,010	5,879,360
Advance Income Tax paid (Against Vehicle)	495,000	-	495,000	195,000
Advance Income Tax paid (Against Interest Income)	-	14,320	14,320	102,086
Total AIT paid for the year:	**18,570,531**	**35,535,542**	**54,106,073**	**35,684,441**
Payment/Adjustment for prior year Income	23,827,377	51,265,078	75,092,455	105,621,493
Total-	**28,354,458**	**60,609,564**	**88,964,022**	**109,950,404**

a) All the advances & deposits amount is considered good and recoverable.

b) In the opinion of Directors, all current assets, investments, loans and advance have, on realization in the ordinary course of business, a value at least equal to the amount at which they are stated in the Financial Position.

c) Advance against materials, supplies and others various party and other indirect materials procurement.

d) Partial advance given to sistem concern shall be realised in future.

e) From the above advances security deposit to Titas Gas and advance Income Tax will be realised after one year

f) From the above advances except security deposit and advance Income Tax will be realised within one year.

MATURITY ANALYSIS OF ADVANCES, DEPOSITS & PREPAYMENTS:

	JUN'25	JUN'24
(i) Realizable/Adjustable within 1 year:	242,067,752	241,393,028
(ii) Realizable/Adjustable after 1 year:	108,426,137	124,728,219
Total:	**350,493,889**	**366,121,246**

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
6.2 ACCOUNTS RECEIVABLE:	323,777,030	1,227,752,662	**1,551,529,692**	**1,859,621,973**

(i) The above amount of receivable against export bills as on 30th June 2025. This is considered as good & realizable and is secured by export letter of credit duly accepted by L.C opening bank.

(ii) Aging of the Receivables:

	JUN'25	JUN'24
Invoiced at 90 days L.C tenor:	162,910,618	195,260,307
Invoiced at 120 days L.C tenor:	1,388,619,074	1,664,361,666
Invoiced at 121 - 180 days L.C tenor:	-	-
Invoiced at 181 - 360 days L.C tenor:	-	-
Invoiced at above 360 days L.C tenor:	-	-
Total:	**1,551,529,692**	**1,859,621,973**

SALEK TEXTILE LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
			Amount in Taka	
7.2 OTHER RECEIVABLE:	-	-	-	459,482,147
Disposal proceeds of RMG Unit			-	425,047,635
Receivable for Other Material transfer			-	34,434,512
Total:			-	459,482,147
8.2 CASH AND CASH EQUIVALENT:				
Cash in Hand:	-	651,335	651,335	598,008
Cash at Bank:				
Dhaka Bank PLC. A/C: 207-130000000032	100,909	-	100,909	1,666,206
Eastern Bank PLC. A/C: 0101-1060020990	280,133	-	280,133	572
Eastern Bank PLC. A/C: 0101-0311738	375,855	-	375,855	36,504,000
Eastern Bank PLC. A/C: 1043100255781	-	-	-	2,428,246
HSBC Ltd.- A/C:001-241389-012	-	238,217	238,217	3,000,000
HSBC Ltd. A/C: 001-241389 047	-	11,861	11,861	2,533,255
Meghna Bank PLC. A/C:1101-17600000017	-	5,681,104	5,681,104	764,114
Meghna Bank PLC. A/C:1039	-	15,857	15,857	40,308,357
Meghna Bank PLC. A/C:1101-11700000007	-	38,373	38,373	37,458
Trust Bank PLC. A/C: 0003-5025000028	-	1,002,552	1,002,552	83,638,925
Trust Bank PLC. A/C: 0003-0210009816	-	2,046,497	2,046,497	1,760,959
Trust Bank PLC. A/C: 003-0320001302	-	4,147,094	4,147,094	10,598,775
Trust Bank PLC. A/C: 003-5101000526	-	44,343	44,343	1,514
Dutch-Bangla Bank PLC. A/C: 227.110.0012947	209,703	-	209,703	66,955
Pubali Bank PLC. A/C: 3311-901-12209	-	24,098,621	24,098,621	4,414,040
Total Cash at Bank	966,601	37,324,519	38,291,120	187,723,378
Total Cash & Cash equivalent:	966,601	37,975,854	38,942,455	188,321,386

a) The physical cash counting were taken place at the year end and found in order.
b) Export proceeds are realised in the Margin A/C and is utilized for Payment of Deferred L/C Payment for Raw Material.

	JUN'25	JUN'24
9.2 SHARE CAPITAL:		
9.2(A) Authorized Capital:	3,000,000,000	3,000,000,000
300,000,000 Shares @ Tk. 10/- each.		
9.2(B) Issued, Subscribed and Paid-up Capital:	482,608,700	482,608,700
48,260,870 Ordinary Shares @ Tk. 10/- each issued and paid-up.		

Percentage of Share Holding Position of different share holders as at 30.06.2025

Name of Share Holder	No.of Share	% of Holding	Amount (Tk)
Malek Spinning Mills PLC.	47,259,700	97.9255%	472,597,000
Mr. A.Matin Chowdhury	489,780	1.0149%	4,897,800
Dr. Shamim Matin Chowdhury	339,340	0.7031%	3,393,400
Mr. A.F.M. Zubair	169,830	0.3519%	1,698,300
Mr. Azizur R. Chowdhury	510	0.0011%	5,100
Ms. Saima Matin Chowdhury	410	0.0008%	4,100
Mr. Moshiur Rahman	650	0.0013%	6,500
Mr. Shyan Zubair	650	0.0013%	6,500
Total:	**48,260,870**	**100%**	**482,608,700**

Classification of shareholders by holding:

Distribution schedule of each class of equity security setting out the number of holders and percentage as at 30.06.2025

Range of Holdings	No. of Holders	Holdings	Percentage
Less than 500 shares	1	410	0.001%
500 to 5,000 shares	3	1,810	0.004%
5,001 to 10,000 shares	0	0	0%
10,001 to 20,000 shares	0	0	0%
20,001 to 30,000 shares	0	0	0%
30,001 to 40,000 shares	0	0	0%
40,001 to 50,000 shares	0	0	0%
50,001 to 100,000 shares	0	0	0%
100,001 to 1,000,000 shares	3	998,950	2.070%
Over 1,000,000 shares	1	47,259,700	97.926%
Total	**8**	**48,260,870**	**100%**

SALEK TEXTILE LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
			Amount in Taka	
10.2 SHARE PREMIUM:			601,754,814	601,754,814

It represents premium of 8,260,870 ordinary shares of Tk.72.844 each.

11.2 RE-VALUATION SURPLUS OF FIXED ASSETS:

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
Opening Balance			333,349,944	343,358,829
Less: Transfer to Retained Earnings 85% of excess depreciation	9,111,408	-	9,111,408	10,008,885
Written Down Value:			324,238,535	333,349,944

Calculation of deferred tax adjusted balance whice has been transferred from revaluation surplus to retained earnings and changes in equity:

Depreciation of revalued asset	100%	10,719,304
Deferred tax adjustment	15%	1,607,896
Deferred tax adjusted balance of excess depreciation:	85%	9,111,408

a) Name of Revaluer: ASIAN SURVEYORS LTD.
b) Last date of Revaluation: 30.06.2012
c) Methodology use for revalution:
(i) Valuation of Land: Surveyors Physically examined the land and sorroundings. The present value of the land have been taken into consideration according to the location importance and convenience of the locality in terms of industrial, commercial and other related factors.

(ii) Valuation of building: Surveyors taken into consideration the nature and quality of construction of the buildings, examined the present condition of the buidings as well as nature of maintenance. Relevant papers, documents and records were scrutinized and verified. Considering all allied factors they determined the correct present value.

(iii) Valuation of Machineries: The value of the machineries of the project were assessed as a running concern. They have taken into account the practical utility of a machine in terms of present performance of the particular machine in working out the present value. They also taken into consideration erection or installation cost and other related details to determine the present value of the machineries. Copies of invoice and other related documents were scrutinised and verified accurately.

d) Total revaluation amount: Revaluation amount as on 30.06.2012 is Tk. 1,137,903,662
e) Independency of valuation: The surveyor and valuer was independent from the company and its management and employees.

12.2 RETAINED EARNINGS:

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
Opening Balance	946,827,413	3,282,423	950,109,836	799,058,598
Add: Net Profit/(Loss) during the year	103,081,126	57,457,265	160,538,391	141,042,353
	1,049,908,540	60,739,688	1,110,648,227	940,100,951
Add: Transfer of excess depreciation of revaluated assets	9,111,408	-	9,111,408	10,008,885
Total:	1,059,019,948	60,739,688	1,119,759,636	950,109,836

13.2 LONG TERM LOAN:

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
Eastern Bank PLC.	9,307,725	6,128,611	15,436,336	17,553,283
HSBC Ltd.	18,759,762	-	18,759,762	82,646,586
Meghna Bank PLC.	-	180,608,783	180,608,783	298,198,661
Trust Bank PLC.	-	1,385,259,790	1,385,259,790	1,821,452,948
	28,067,487	1,571,997,184	1,600,064,672	2,219,851,477
Less: Current Portion of Long Term Loan (Note: 16.2)	20,889,329	541,535,185	562,424,514	509,030,156
Total:	7,178,158	1,030,461,999	1,037,640,157	1,710,821,321

Particulars	EBL	HSBC	TBL
Opening Loan facility	17,553,283	82,646,586	1,821,452,948
Addition Loan	-	-	-
Interest Charged	5,955,810	6,993,480	213,174,210
Loan Repayment:	2,116,947	63,886,824	436,193,158
Loan Balance:	15,436,336	18,759,762	1,385,259,790
Repayment Terms	Quarterly Installment	Quarterly Installment	Quarterly Installment
Installment Size	915,430	4,689,941	119,137,427
Tenor	5 years	5 years	5 years
Interest Rate	10% - 14%	10% - 10%	10% - 11.89%
Security/ Advance	Pari-passue security of Land, Building, Stock & Book Debts sharing agreement.		

SALEK TEXTILE LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
			Amount In Taka	

Particulars	MBL
Opening Loan facility	298,198,661
Addition Loan	-
Interest Charged	33,857,779
Loan Repayment:	117,589,878
Loan Balance:	180,608,783
Repayment Terms	Quarterly Installment
Installment Size	15,863,331
Tenor	5 years
Interest Rate	10% - 13.75%
Security/ Advance	Pari-passue security of Land, Building, Stock & Book Debts sharing agreement.

14.2 DEFERRED TAX LIABILITIES:

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
Opening Balance	96,001,618	101,974,800	197,976,417	187,836,332
Add: Provision during the year	372,135	4,745,043	5,117,178	10,140,085
Total Liabilities	**96,373,753**	**106,719,842**	**203,093,595**	**197,976,417**

Deferred Tax Calculation:

Particulars	Accounts Base (WDV)	Tax Base (WDV)	Temporary difference	Temporary difference
Written Down Value of Fixed Assets at cost	1,916,799,013	1,234,949,472	681,849,541	630,835,345
WDV Revaluation Surplus of Fixed Assets	709,556,365	-	709,556,365	726,456,044
Total	**2,626,355,378**	**1,234,949,472**	**1,391,405,906**	**1,357,291,389**
Tax Rate			12% - 15%	12% - 15%
Deferred Tax Liability:			**203,093,595**	**197,976,417**

15.2 SHORT TERM LOAN:

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
Working Capital Loan:				
Dhaka Bank PLC.	293,401,373	100,000,000	393,401,373	366,789,884
Eastern Bank PLC.	186,327,977	3,398,872	189,726,849	15,563,377
Sub-Total:	**479,729,350**	**103,398,872**	**583,128,222**	**382,353,261**
Bank Overdraft:				
Eastern Bank PLC. A/C: 01012040000780	30,585,493	-	30,585,493	16,229,668
Dhaka Bank PLC. A/C: 207.100.6276	7,290,765	-	7,290,765	3,070,274
HSBC Ltd. A/C: 001-241389-011	-	29,520,876	29,520,876	29,511,101
Meghna Bank PLC. A/C: 1101-701600000068	-	51,901,423	51,901,423	51,883,780
Trust Bank PLC. A/C: 0136000171	-	41,361,920	41,361,920	39,162,333
Sub-Total:	**37,876,259**	**122,784,219**	**160,660,477**	**139,857,156**
Liability for Bill Discount:				
Eastern Bank PLC.	258,012,814	-	258,012,814	302,324,785
Trust Bank PLC.	11,797,575	221,219,172	233,016,747	172,374,400
HSBC Ltd.	8,365,288	-	8,365,288	20,639,738
Sub-Total:	**278,175,676**	**221,219,172**	**499,394,848**	**495,338,923**
Total:	**795,781,284**	**447,402,262**	**1,243,183,547**	**1,017,549,340**

16.2 CURRENT PORTION OF LONG TERM LOAN:

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
Eastern Bank PLC.	2,129,567	1,532,153	3,661,720	1,128,648
Trust Bank PLC.	-	476,549,707	476,549,707	340,411,792
HSBC Ltd.	18,759,762	-	18,759,762	65,386,822
Meghna Bank PLC.	-	63,453,325	63,453,325	102,102,894
Total:	**20,889,329**	**541,535,185**	**562,424,514**	**509,030,156**

According to International Accounting Standard (IAS) 1 "Presentation of Financial Statements", Current portion of Long Term Loan that are due for settlement within twelve months after the financial position date are current liabilities. Therefore, the above amount has been shown in current liabilities.

SALEK TEXTILE LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

	Spinning Unit	Fabrics Unit	Amount in Taka JUN'25	JUN'24
17.2 BANK ACCEPTANCE LIABILITIES:				
Raw Material:				
Eastern Bank PLC.	87,368,328	121,223,863	208,592,191	195,475,900
Trust Bank PLC.	171,179,373	755,404,619	926,583,992	421,192,241
Dhaka Bank PLC.	248,891,017	-	248,891,017	145,182,247
Meghna Bank PLC.	110,516,337	-	110,516,337	111,569,995
Total:	617,955,055	876,628,482	1,494,583,537	873,420,383

Acceptance liability represents the deferred payment of L/C for Imported Raw Materials for the period of 180 Days.

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
18.2 CREDITORS, ACCRUALS & PROVISIONS:				
Gas Bill Payable	18,304,993	32,162,491	50,467,484	32,363,017
Audit Fees Payable	172,500	-	172,500	138,000
Contribution to WPPF	18,171,416	9,553,994	27,725,410	26,341,601
Salary, Wages & Other Allowance Payable	10,384,122	16,000,822	26,384,944	16,556,182
Salary & Allowance Payable	533,455	2,724,267	3,257,722	2,145,245
P.F Contribution Payable- Fact.	526,872	814,928	1,341,800	1,183,914
P.F Contribution Payable- HO	21,342	112,078	133,420	121,796
Payable against Raw Material Purchase	148,668,976	-	148,668,976	445,293,185
Payable to Goods Suppliers & Others	12,740,678	29,107,869	41,848,547	40,497,331
Tax Deduction at Source Payable	2,009,163	1,643,637	3,652,800	6,237,174
VAT Deduction at Source Payable	718,159	65,549	783,708	978,568
Interest accrued (Note: 18.2-A)	5,676,528	348,203	6,024,731	17,640,549
Income Tax Payable (Note: 18.2-B)	28,354,458	62,073,849	90,428,307	110,776,897
Total:	246,282,661	154,607,687	400,890,348	700,273,459

(i) Creditors for Goods Supplied and others represents regular suppliers of packing materials, ball-bearing, belts, fuel & lubricants, stationary items and others. All suppliers were paid on regular basis.

(ii) Payable to Goods Suppliers & other party:Tk 41,848,547

(iii) Due to not having assesment of Income Tax is settled by NBR 2023-2024 financial year the above Income Tax payable is not adjusted with the advance income tax.

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
18.2-A INTEREST ACCRUED:				
Eastern Bank PLC.	5,251,034	348,203	5,599,237	501,680
Dhaka Bank PLC.	425,494	-	425,494	14,889,117
HSBC Limited	-	-	-	2,249,752
Total:	5,676,528	348,203	6,024,731	17,640,549

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
18.2-B INCOME TAX PAYABLE:				
Opening balance	47,496,975	63,279,922	110,776,897	126,676,779
Provision during the year (Current Tax): (Note-25.2)	18,570,531	35,535,542	54,106,073	35,684,442
Prior year tax adjustment: (Note- 25.2)	-	637,792	637,792	54,037,169
	66,067,506	99,453,257	165,520,762	216,398,390
Payment/Adjustment for prior year balance:	37,713,047	37,379,408	75,092,455	105,621,493
Total Payment/Adjustment for last year Income:	37,713,047	37,379,408	75,092,455	105,621,493
Total Payable-	28,354,458	62,073,849	90,428,307	110,776,897

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
19.2 SALES:				
Export Sales	1,355,190,763	3,546,535,696	4,901,726,459	4,618,732,790
Inter Segment Sales	1,399,921,957	-	1,399,921,957	1,486,624,193
	2,755,112,720	3,546,535,696	6,301,648,416	6,105,356,983
Less: Inter Segment Sales	-	-	1,399,921,957	1,486,624,193
Total Sales:	2,755,112,720	3,546,535,696	4,901,726,459	4,618,732,790

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
20.2 COST OF GOODS SOLD:				
Raw Material Consumed (Note: 20.2-A)	2,505,842,694	2,582,232,042	3,688,152,779	2,962,525,395
Direct Expenses (Note: 20.2-B)	100,868,508	148,222,258	249,090,766	184,904,834
Factory Overhead (Note: 20.2-C)	344,310,069	550,529,826	894,839,895	848,476,985
Total Manufacturing Cost	2,951,021,270	3,280,984,126	4,832,083,440	3,995,907,213
Work-in-Process- Opening Inventory	12,101,480	100,211,719	112,313,199	116,622,634
Cost of Goods available for Use	2,963,122,750	3,381,195,845	4,944,396,639	4,112,529,847
Work-in-Process- Closing Inventory	12,220,632	198,853,045	211,073,677	112,313,199
Cost of Production	2,950,902,118	3,182,342,800	4,733,322,962	4,000,216,648
Finished Goods- Opening Inventory	30,303,438	366,157,042	396,460,480	364,391,924
Cost of Goods Available for Sales	2,981,205,556	3,548,499,843	5,129,783,442	4,364,608,572
Finished Goods- Closing Inventory	497,818,356	445,276,126	943,094,482	396,460,480
Cost of Goods Sold	2,483,387,200	3,103,223,717	4,186,688,960	3,968,148,092

CHARTERED ACCOUNTANTS

SALEK TEXTILE LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
			Amount in Taka	
20.2-(A) RAW MATERIALS CONSUMED:				
Opening Inventory of Raw Materials	59,368,746	485,945,104	545,313,851	499,821,048
Add: Purchase of Raw Materials	2,615,768,337	1,440,585,484	4,056,353,821	3,008,018,197
Add: Purchase of Inter Segment Raw Materials	-	1,399,921,957	1,399,921,957	1,486,624,193
Raw Materials available for use	2,675,137,083	3,326,452,545	6,001,589,628	4,994,463,438
Less: Purchase of Inter Segment Raw Materials	-	-	1,399,921,957	1,486,624,193
Raw Materials available for use after adjustment Inter Segment	2,675,137,083	3,326,452,545	4,601,667,671	3,507,839,245
Less: Closing Inventory of Raw Materials	169,294,389	744,220,503	913,514,892	545,313,851
Raw Material Consumed	2,505,842,694	2,582,232,042	3,688,152,779	2,962,525,395
20.2- (B) DIRECT EXPENSES:	100,868,508	148,222,258	249,090,766	184,904,834
20.2- (C) FACTORY OVERHEAD:				
Salary and Allowances	44,673,277	86,995,247	131,668,524	114,282,863
Festival Bonus Factory	2,772,937	5,703,431	8,476,368	6,655,819
Gas Charges	135,824,471	218,657,016	354,481,487	353,902,364
CNG Gas Expense	13,925,565	7,495,224	21,420,789	-
Electricity Charges	-	29,851	29,851	27,311
Repairs & Maintenance	18,197,678	3,349,346	21,547,024	20,507,513
Compliance Expenses	55,200	-	55,200	-
Packing Materials	23,702,807	11,318,619	35,021,426	35,228,285
Fuel, Oil & Lubricant	6,763,900	5,700,127	12,464,027	18,059,236
Gardening Expenses	26,388	500	26,888	16,855
Entertainments	389,830	1,647,089	2,036,919	2,121,623
Fire Insurance Premium	2,449,489	3,239,852	5,689,341	6,637,539
Group Insurance Premium	74,175	71,185	145,360	137,310
Stationery expenses	417,487	1,695,375	2,112,862	1,837,413
Stores and Accessories consumption	16,854,966	82,559,464	99,414,430	77,501,415
Other Carrying Charges	17,670	646,862	664,532	796,930
C&F and others expenses	6,252,613	-	6,252,613	4,764,967
Lab test & Inspection charges	-	575,183	575,183	1,276,431
Factory Office Expenses others	23,695	7,200	30,895	47,455
Accommodation Facility for worker	-	1,104,745	1,104,745	1,113,431
Vehicles Maintenance	1,535,799	4,066,863	5,602,662	5,295,093
Telephone, Mobile & Other Expenses	12,277	614,873	627,150	571,683
Travelling & Conveyances	701,494	1,733,738	2,435,232	2,090,895
Miscellaneous Expenses	457,780	208,200	665,980	508,445
Medical Expenses	144,675	136,874	281,549	257,836
Security Service charges	-	48,000	48,000	-
Uniform & Leverage	168,244	68,600	236,844	186,990
Depreciation	68,867,652	112,856,362	181,724,014	194,651,283
Total Factory Overhead:	344,310,069	550,529,826	894,839,895	848,476,985
21.2 OPERATING EXPENSES:				
Salaries & Allowances	10,713,978	31,779,067	42,493,045	23,835,059
Festival Bonus	499,758	2,881,836	3,381,594	3,339,329
Fees, Forms & Others	4,241,390	8,086,540	12,327,930	6,883,382
Audit Fees	172,500	-	172,500	138,000
Credit Rating Charges	53,750	-	53,750	53,750
Office Rent	7,131,564	4,753,872	11,885,436	11,885,436
Rates & Taxes	225,000	-	225,000	-
Entertainment	117,900	507,107	625,007	413,821
Professional Training expense	-	-	-	418,702
Travelling & Conveyance	-	3,229,035	3,229,035	1,559,755
Repairs & Maintenance	5,504,201	1,400,084	6,904,285	4,898,609
Vehicle Maintenance	712,949	3,475,649	4,188,598	4,205,063
Postage, Stamp & Curier expenses	-	306,066	306,066	114,576
Stationery Expenses	145,271	418,547	563,818	422,638
Advertisement or Publicity Expenses	-	2,993	2,993	6,196
Telephone, Mobile & Internet Expenses	962,800	436,127	1,398,927	1,010,309
Miscellaneous Expenses	530,000	2,543,356	3,073,356	5,192,470
Carriage Outward, C&F & Sample exp.	7,589,274	3,459,775	11,049,049	8,659,010
Software Maintenance Expenses	115,444	429,836	545,280	797,502
Subscription Expenses	71,600	-	71,600	71,200
Office Expenses other	-	-	-	945,363
Uniform & Leverage	-	40,390	40,390	16,675
Depreciation	2,185,021	1,978,458	4,163,479	2,909,799
Total Operating expenses:	40,972,400	65,728,738	106,701,138	77,776,644

SALEK TEXTILE LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
			Amount in Taka	
22.2 FINANCIAL EXPENSES:				
EASTERN BANK PLC.:				
Interest on Long Term Loan	5,288,722	667,088	5,955,810	1,752,476
Interest on Short Term Loan	7,007,811	347,718	7,355,529	1,055,021
Interest on Overdraft	2,506,595	-	2,506,595	2,064,815
Bank Charges & Commission	2,292,039	237,981	2,530,020	951,794
Export Bill Negotiation Commission	471,879	-	471,879	1,322,608
Interest on Bill Discount	9,686,905	-	9,686,905	19,909,048
Total-	27,253,951	1,252,787	28,506,738	27,055,762
HSBC LTD.:				
Interest on Long Term Loan	6,993,480	-	6,993,480	13,806,179
Interest on Short Term Loan	-	-	-	15,361,098
Interest on Overdraft	-	3,478,884	3,478,884	1,619,918
Export Bill Negotiation Commission	-	-	-	237,128
Interest on Bill Discount	-	-	-	2,075,509
Bank Charges & Commission	-	106,146	106,146	627,070
Total-	6,993,480	3,585,030	10,578,509	33,726,902
DHAKA BANK PLC.:				
Interest on Short Term Loan	55,609,982	-	55,609,982	42,234,751
Bank Charges and Commission	1,478,063	-	1,478,063	802,647
Export L/C Negotiation Commission	1,163,485	-	1,163,485	502,725
Interest on Bill Discount	8,957,473	-	8,957,473	4,512,780
Total-	67,209,002	-	67,209,002	48,052,904
DUTCH-BANGLA BANK PLC.:				
Bank Charges and Commission	6,379	-	6,379	4,380
Total:	6,379	-	6,379	4,380
MEGHNA BANK PLC.:				
Interest on Short Term Loan	1,356,972	-	1,356,972	-
Interest on Long Term Loan	-	33,857,779	33,857,779	30,014,995
Bank Charges and Commission	306,903	223,140	530,043	264,197
Export L/C Negotiation Commission	1,250	-	1,250	694,823
Interest on Overdraft	-	7,644,669	7,644,669	6,565,667
Interest on Bill Discount	-	-	-	974,930
Total-	1,665,125	41,725,588	43,390,713	38,514,612
TRUST BANK PLC.:				
Bank Charges and Commission	-	1,092,274	1,092,274	1,403,358
Export L/C Negotiation Commission	36,300	8,130,893	8,167,193	6,213,051
Interest on Bill Discount	-	15,584,976	15,584,976	12,678,125
Interest on Overdraft	-	5,195,648	5,195,648	4,233,881
Interest on Long Term Loan	-	213,174,210	213,174,210	207,133,838
Total-	36,300	243,178,001	243,214,301	231,662,253
PUBALI BANK PLC.:				
Bank Charges & Commission	-	58,739	58,739	57,228
Total:	-	58,739	58,739	57,228
TOTAL FINANCIAL EXPENSES:	103,164,237	289,800,144	392,964,381	379,074,041
23.2 OTHER INCOME/(LOSS):				
CASH INCENTIVE:	-	14,870,100	14,870,100	58,793,600
OTHER INCOME/(LOSS):				
Interest Received from SND A/C-Trust Bank	-	71,601	71,601	340,285
Sub-Total	-	71,601	71,601	340,285
Gain/(Loss) on Sale of Assets (Note-23.2A)	-	-	-	(70,202)
Foreign currency exchange Gain/(Loss) against Import LC payment	(685,904)	(193,222)	(879,126)	-
Foreign currency exchange Gain/(Loss) against export realization	1,204,345	513,223	1,717,568	-
Foreign Currency Bank deposit translation Gain/(Loss)	17,658	249,624	267,282	151,555
Sub-Total	536,099	569,625	1,105,724	81,353
Non-operating Income/(Loss):	536,099	15,511,326	16,047,425	59,215,238

SALEK TEXTILE LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
			Amount in Taka	
23.2(A). GAIN/(LOSS) ON SALE OF ASSETS:				
Sale Price	-	-	-	1,200,000
Written down value	-	-	-	1,270,202
Gain/(Loss) of Assets	-	-	-	(70,202)
24.2 WORKER'S PROFIT PARTICIPATION FUND:	6,101,190	4,918,782	11,019,972	12,045,202

This represents 5% of net profit before tax of the company and is payable to workers as per provision defined in the Labour Law 2006 (amendment 2013).

25.2 CURRENT & PRIOR YEAR TAX EXPENSES:

	Income	Tax-Spinning	Tax-Fabrics	Total Tax	Total Tax
i) On Operating Income 15%	170,237,491	18,570,531	34,028,842	52,599,373	29,730,809
ii) On Cash Incentive 10%	14,870,100	-	1,487,010	1,487,010	5,879,360
iii) On Net Other Income 27.50%	71,601	-	19,690	19,690	74,273
Sub-Total	185,179,192	18,570,531	35,535,542	54,106,073	35,684,442
Prior year tax adjustment		-	637,792	637,792	54,037,169
Total:		18,570,531	36,173,334	54,743,865	89,721,611

Taxable Operating Income Calculation:			
Operating Profit/(Loss)	215,371,980	127,588,883	87,783,097
Less: Contribution to WPPF	11,019,972	6,101,190	4,918,782
Net Operating Profit/(Loss) before Tax	204,352,008	121,487,693	82,864,315
Add: Accounting Depreciation	185,887,493	71,052,674	114,834,820
Less: Tax Depreciation	220,002,010	73,533,574	146,468,436
Taxable Operating Income:	170,237,491	119,006,793	51,230,698

(i) Corporate Tax rate for Textile Sector is 15%
(ii) Tax provision for this financial year is 1% AIT deducted amount on Export Proceed Realisation and AIT deducted against other source.

	Spinning Unit	Fabrics Unit	JUN'25	JUN'24
26.2 DEFERRED TAX:	372,135	4,745,043	5,117,178	10,140,085

Details calculation of deferred tax is shown in the note no. 14.2

27.2 BASIC EARNINGS PER SHARE (EPS):

	JUN'25	JUN'24
(a) Net Profit/(Loss) after Tax	160,538,391	141,042,353
(b) Number of Total Share	48,260,870	48,260,870
Basic Earnings per Share (EPS) a/b:	3.33	2.92

28.2 RELATED PARTY TRANSACTION:

The company, in normal course of business carried out a number of transactions with other entities that fall within the definition of related party contained in International Accounting Standard 24. Related Party Disclosures. All transactions involving related parties arising in normal course of business are conducted on an arm's length basis at commercial rates on the same terms and conditions as applicable to the third parties. The Advance to Newasia Synthetics Ltd. does not earn any income. Details of transactions with related parties and business with them as at 30th June 2025 were as follows :

Related Party	Nature of Relationship	Nature of Transaction	Transaction		Balance as at 30.06.2025 (Payable)	Balance as at 30.06.2024 (Payable)
			Dr. (Sales or Advance)	Cr. (Realised)		
Malek Spinning Mills PL(	Parent Company	Purchase	340,652,868	298,827,769	148,668,976	106,843,877
Newasia Synthetics Ltd.	Sister Concern	Advance	-	-	191,500,000	191,500,000
Denim Asia Ltd.	Common Director	Sales	-	459,482,147	-	459,482,147

29.2 CASH FLOW FROM OPERATING ACTIVITIES (INDIRECT METHOD):

PARTICULARS	JUNE'25	JUNE'24
Operating Profit/(Loss)	215,371,980	193,734,014
Depreciation	185,887,493	197,561,081
Other Income/(Loss)	14,941,701	59,133,885
Foreign currency exchange Gain/(Loss)	838,442	-
Accounts Receivable (Increase)/Decrease	308,092,281	(346,278,411)
Other Receivable (Increase)/Decrease	-	(34,434,512)
Inventories (Increase)/Decrease	(1,187,697,319)	351,800,936
Advance, Deposit & Prepaid expenses (Increase)/Decrease	(5,359,024)	67,264,232
Accounts Payable Increase/(Decrease)	340,744,824	(139,610,582)
Payment to Employee against contribution to WPPF	(9,636,163)	(5,955,897)
Payment for Income Tax	(54,106,073)	(35,684,441)
Net Cash provided/(used) by Operating Activities	(190,921,858)	307,530,304

SALEK TEXTILE LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

		Spinning Unit	Fabrics Unit	Amount In Taka JUN'25	JUN'24

30.2 CALCULATION OF NET OPERATING CASH FLOW PER SHARE (NOCFPS):

		JUN'25	JUN'24
NOCFPS calculation	a) Net Cash provided/(used) by Operating Activities	(190,921,858)	307,530,304
	b) Number of Shares outstanding the year end to compute NOCFPS	48,260,870	48,260,870
Net Operating Cash Flow Per Share (NOCFPS) { a / b }		(3.96)	6.37

(i) Net Operating Cash Flow Per Shares (NOCFPS) is significantly decreased this financial year due to increased of payment against raw materials purchase, operating expenses, financial expenses, income tax payment and decreased of other income compared to the financial year 2023-2024.

31.2 NET ASSET VALUE (NAV) PER SHARE:

		JUN'25	JUN'24
NAV calculation	a) Equity attributable to owners of the company	2,528,361,685	2,367,823,294
	b) Number of Shares outstanding the year end to compute the NAV	48,260,870	48,260,870
Net Assets Value Per Share (NAV) { a / b }		52.39	49.06

(i) Net Assets Value (NAV) per Share has increased this financial year compare to the previous year due to increase of Retained Earnings.

32.2 CONTINGENT ASSET DISCLOSURE:

The end of the financial year 2024-2025 as at 30.06.2025, a contingent asset, such as a potential cash incentive amount of Tk. 43,930,000 has claimed to Bangladesh Bank with proper documents. Bangladesh Bank has completed audit all documents. Inflow of economic benefits is probable.

33.2 EVENTS AFTER REPORTING PERIOD:

The Board of Directors of the company had approved the financial statements as on October 22, 2025 and no dividend was recommended for the financial year ended June 30, 2025. Except the fact stated above; no circumstances had arisen that to be disclosed as note or adjusted in the financial statements.

SALEK TEXTILE LIMITED

FIXED ASSETS SCHEDULE AS AT 30TH JUNE 2025

ANNEXURE: 1.2

S.L	PARTICULARS	COST				RATE	DEPRECIATION				WRITTEN DOWN VALUE AS AT 30.06.2025
		AS AT 01.07.2024	ADDITION	ADJUSTMENT	AS AT 30.06.2025		AS AT 01.07.2024	THIS YEAR	ADJUSTMENT	AS AT 30.06.2025	
1	Land and Land Development	193,732,311	-	-	193,732,311	0%	-	-	-	-	193,732,311
2	Factory Building & Construction	715,733,722	-	-	715,733,722	5%	255,837,484	22,994,812	-	278,832,296	436,901,426
3	Plant and Machinery	2,661,305,298	4,791,512	-	2,666,096,810	10%	1,365,766,453	129,774,026	-	1,495,540,479	1,170,556,331
4	Generator	109,936,843	-	-	109,936,843	15%	100,693,525	1,386,498	-	102,080,023	7,856,820
5	Motor Vehicle	36,654,990	7,633,500	-	44,288,490	15%	28,741,834	2,045,742	-	30,787,576	13,500,914
6	Office Equipments	18,787,860	3,302,818	-	22,090,678	15%	10,272,728	1,396,350	-	11,669,078	10,421,600
7	Furniture and Fixtures	10,966,482	519,450	-	11,485,932	10%	4,153,347	714,338	-	4,867,686	6,618,247
8	Electrical Installation	104,456,823	-	-	104,456,823	10%	73,070,322	3,138,650	-	76,208,972	28,247,851
9	Fire Control Equipment Installat	29,416,980	4,447,659	-	33,864,639	15%	1,323,341	4,321,339	-	5,644,680	28,219,959
10	Gas Line Installation	53,903,898	-	-	53,903,898	15%	36,073,271	2,674,594	-	38,747,865	15,156,033
11	Tubewell and Water Pump	9,479,902	3,358,964	-	12,838,866	15%	7,474,500	426,771	-	7,901,271	4,937,595
12	Telephone (PABX) Installation	300,975	-	-	300,975	15%	253,984	7,049	-	261,033	39,942
13	Tools and Equipment	2,334,550	-	-	2,334,550	15%	1,616,921	107,644	-	1,724,565	609,985
	Total (A) as at 30.06.2025	**3,947,010,633**	**24,053,903**	**-**	**3,971,064,536**		**1,885,277,709**	**168,987,814**	**-**	**2,054,265,523**	**1,916,799,013**
	Total (A) as at 30.06.2024	**3,876,679,142**	**73,771,491**	**3,440,000**	**3,947,010,633**		**1,708,521,528**	**178,925,980**	**2,169,798**	**1,885,277,709**	**2,061,732,924**

REVALUATED FIXED ASSETS SCHEDULE AS AT 30TH JUNE 2025

S.L	PARTICULARS	RE-VALUED COST				RATE	DEPRECIATION				WRITTEN DOWN VALUE AS AT 30.06.2025
		AS AT 01.07.2024	ADDITION	ADJUSTMENT	AS AT 30.06.2025		AS AT 01.07.2024	THIS YEAR	ADJUSTMENT	AS AT 30.06.2025	
1	Land and Land Development	528,841,418	-	-	528,841,418	0%	-	-	-	-	528,841,418
2	Factory Building & Construction	112,653,631	-	-	112,653,631	5%	51,778,901	3,043,737	-	54,822,637	57,830,994
3	Plant and Machinery	470,824,996	-	-	470,824,996	10%	337,724,159	13,310,084	-	351,034,243	119,790,753
4	Generator	25,583,617	-	-	25,583,617	15%	21,944,558	545,859	-	22,490,417	3,093,200
	Total (B) as at 30.06.2025	**1,137,903,662**	**-**	**-**	**1,137,903,662**		**411,447,618**	**16,899,679**	**-**	**428,347,297**	**709,556,365**
	Total (B) as at 30.06.2024	**1,137,903,662**	**-**	**-**	**1,137,903,662**		**392,812,516**	**18,635,102**	**-**	**411,447,618**	**726,456,044**
	Total (A+B) as at 30.06.2025	**5,084,914,295**	**24,053,903**	**-**	**5,108,968,198**		**2,296,725,327**	**185,887,493**	**-**	**2,482,612,821**	**2,626,355,378**
	Total (A+B) as at 30.06.2024	**5,014,582,804**	**73,771,491**	**3,440,000**	**5,084,914,295**		**2,101,334,044**	**197,561,081**	**2,169,798**	**2,296,725,327**	**2,788,188,968**

Depreciation Charged to:

Factory Overhead	181,724,014
Administrative Overhead	4,163,479
	185,887,493

Auditor's report and Audited Financial Statement of

Newasia Synthetics Limited.

As of June 30, 2025

Independent Auditors' Report

To the shareholders of Newasia Synthetics Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Newasia Synthetics Limited which comprise the financial position as at June 30, 2025, 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 a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, of the financial position of the company as at June 30, 2025, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 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 Auditors' 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' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern:

The accompanying financial statements have been prepared assuming that the company will continue as going concern. The company has been non-operational from inception that raise significant doubt about its ability to continue as going concern.

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 International Financial Reporting Standards (IFRSs), the Companies Act 1994 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.

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.

Auditors' 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.

CHARTERED ACCOUNTANTS

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.
- 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.

Report on other Legal and Regulatory Requirements:

In accordance with the Companies Act 1994, we also report that:

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

b) In our opinion, proper books of accounts, records and other statutory books as required by law have been kept by the Company so far as it appeared from our examinations of those books;

c) The Statement of Financial Position and Statement of profit and loss and other comprehensive Income, of the Company dealt with by the report are in agreement with the books of account and returns; and

d) The expenditures incurred and payments made were for the purpose of the company's business.

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No: P-50041/2022

Swadesh Ranjan Saha, FCA
Enrolment No: 0718

Dated, Dhaka
October 26, 2025

Data Verification Code (DVC) No. 2510260718AS808143

CHARTERED ACCOUNTANTS

NEWASIA SYNTHETICS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2025

Particulars	Notes	JUNE'25	JUNE'24
		Amount in Taka	
ASSETS :			
Non-Current Assets :			
Property Plant & Equipment	1.3	2,240,481,639	2,222,939,732
		2,240,481,639	**2,222,939,732**
Current Assets :			
Advance, Deposit and Pre-Payments	2.3	2,737,603	2,648,573
Cash and Cash Equivalents	3.3	539,045	41,168
		3,276,648	**2,689,741**
TOTAL ASSETS :		**2,243,758,287**	**2,225,629,473**
SHAREHOLDER'S EQUITY AND LIABILITIES:			
Shareholder's Equity :			
Share Capital	4.3	660,000,000	660,000,000
Re-valuation Surplus	5.3	1,341,650,365	1,341,650,365
Retained Earnings	6.3	(30,532,129)	(31,108,736)
		1,971,118,236	**1,970,541,629**
Current Liabilities :			
Loan from Director	7.3	40,000,000	40,000,000
Creditors & Accruals	8.3	232,640,051	215,087,844
		272,640,051	**255,087,844**
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES :		**2,243,758,287**	**2,225,629,473**
Net Assets Value Per Share (NAV)	14.3	**298.65**	**298.57**
Par Value Tk.100			

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury	**Dr. Shamim Matin Chowdhury**	**A.K.M. Jonaid-Biswas**	**Abrar Labib Rahman**
Chairman	Managing Director	Chief Financial Officer	Asst. Company Secretary

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No. P-50041/2022

Swadesh Ranjan Saha, FCA
Enrolment No: 0718

Dhaka
October 26, 2025
DVC: 2510260718AS805143

CHARTERED ACCOUNTANTS

NEWASIA SYNTHETICS LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

Particulars	Notes	JUNE'25	JUNE'24
Sales		-	-
Cost of Goods Sold		-	-
Gross Profit/(Loss) :		-	-
Operating Expenses	9.3	(241,010)	(2,869,083)
Financial Expenses	10.3	(52,382)	(18,650)
Operating Profit/(Loss) :		**(293,393)**	**(2,887,733)**
Other Income/(Loss)	11.3	1,200,000	600,000
Net Operating Profit/(Loss) :		**906,607**	**(2,287,733)**
Provision for Contribution to WPPF		-	-
Profit/(Loss) before Tax :		**906,607**	**(2,287,733)**
Income Tax :		**(330,000)**	**(150,000)**
Current Tax	12.3	(330,000)	(150,000)
Deferred Tax		-	-
Net Profit/(Loss) after tax		**576,607**	**(2,437,733)**
Other Comprehensive Income		-	-
Total Comprehensive Income		**576,607**	**(2,437,733)**
Earnings Per Share (EPS)	13.3	**0.09**	**(0.37)**
Par Value Tk.100			
Number of Shares used to compute EPS		**6,600,000**	**6,600,000**

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf

A. Matin Chowdhury	**Dr. Shamim Matin Chowdhury**	**A.K.M. Jonaid Biswas**	**Abrar Labib Rahman**
Chairman	Managing Director	Chief Financial Officer	Asst. Company Secretary

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No. P-50041/2022

Swadesh Ranjan Saha, FCA
Enrolment No: 0718

Dhaka
October 26, 2025
DVC: 2510260718AS805143

CHARTERED ACCOUNTANTS

NEWASIA SYNTHETICS LIMITED
STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30TH JUNE 2025

Particulars	Share Capital	Revaluation Surplus of Fixed Assets	Share Money Deposit	Retained Earnings	Total
Balance as on 1st July 2024	660,000,000	1,341,650,365	-	(31,108,736)	1,970,541,629
Net Profit/(Loss) during the year				576,607	576,607
As at 30th June 2025	**660,000,000**	**1,341,650,365**	**-**	**(30,532,129)**	**1,971,118,236**

FOR THE YEAR ENDED 30TH JUNE 2024

Particulars	Share Capital	Revaluation Surplus of Fixed Assets	Share Money Deposit	Retained Earnings	Total
Balance as on 1st July 2023	660,000,000	1,341,650,365	-	(28,671,003)	1,972,979,362
Net Profit/(Loss) during the year				(2,437,733)	(2,437,733)
As at 30th June 2024	**660,000,000**	**1,341,650,365**	**-**	**(31,108,736)**	**1,970,541,629**

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury
Chairman

Dr Shamim Matin Chowdhury
Managing Director

A.K.M. Jonaid Biswas
Chief Financial Officer

Abrar Labib Rahman
Asst. Company Secretary

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No. P-50041/2022

Swadesh Ranjan Saha, FCA
Enrolment No: 0718

Dhaka
October 26, 2025
DVC: 2510260718 AS 808143

CHARTERED ACCOUNTANTS

NEWASIA SYNTHETICS LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

PARTICULARS	JUNE'25	JUNE'24
CASH FLOW FROM OPERATING ACTIVITIES :		
Other Income/(Loss)	1,200,000	600,000
Payment for Operating Expenses	(119,479)	(2,896,950)
Payment for Other expenses	(51,282)	(4,268)
Payment for Financial Expenses	(52,382)	(18,650)
Payment for Income Tax	(75,000)	(75,000)
Net Cash provided/(used) by Operating Activities	**901,857**	**(2,394,868)**
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(17,677,468)	(61,659,187)
Net Cash used in Investing Activities	**(17,677,468)**	**(61,659,187)**
CASH FLOW FROM FINANCING ACTIVITIES :		
Loan from Directors	-	40,000,000
Payable to Other Creditors	17,273,489	23,274,610
Net cash provided/(used) by Financing Activities	**17,273,489**	**63,274,610**
Increase/(Decrease) in Cash and Cash Equivalents	**497,878**	**(779,445)**
Opening Cash and Cash Equivalents	41,168	820,613
Closing Cash and Cash Equivalents	**539,045**	**41,168**
Net Operating Cash Flow Per Share (NOCFPS)	**0.14**	**(0.36)**
Par Value Tk.100		

The annexed notes are integral part of these financial statement.

These financial statements were approved by the Board of Directors and were signed on it's behalf by.

A. Matin Chowdhury	**Dr. Shamim Matin Chowdhury**	**A.K.M. Jonaid ~~Biswas~~**	**Abrar Labib Rahman**
Chairman	Managing Director	Chief Financial Officer	Asst. Company Secretary

Malek Siddiqui Wali, Chartered Accountants
RJSC Firm Registration No. P-50041/2022

Swadesh Ranjan Saha, FCA
Enrolment No: 0718

Dhaka
October 26, 2025
DVC: 2510260718AS805143

NEWASIA SYNTHETICS LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

1. COMPANY AND ITS ACTIVITIES:
Newasia Synthetics Limited was incorporated with RJSC vide registration no. C-72410 (452)/08 as a Private Limited Company on 30th July, 2008 under Companies Act 1984. It was converted into a Public Limited Company as on 24th October 2009. The Authorized Share Capital of the Company has also been increased from Tk. 500,000,000.00 to Tk.5,000,000,000.00 divided into 50,000,000 ordinary shares of Tk.100.00 each. The paid-up capital as on 30th June, 2025 stood at Tk.660,000,000.00 consisting of 6,600,000 ordinary shares of Tk.100.00 each.

The Company is a subsidiary company of Malek Spinning Mills PLC. Which holds 99.293% share & other sponsors of Malek Spinning Mills PLC. hold 0.707% share of the company as on 30th June 2025.

1.01. IMPLEMENTATION SCHEDULE:
The project was undertaken to set up a PET Granule (Bottle grade & Industrial grade) and Polyster Staple Fibre manufacturing unit in the name of Newasia Synthetics Limited. As on 30.06.2025 Malek Spinning Mills PLC. holds 6,553,338 shares of Tk.100.00 each total Tk.655,333,800.00 out of 6,600,000 shares of Tk. 100.00 each total Tk.660,000,000.00. The project could not start due to failure of Gas connection by Titas Transmission & Distribution Company Ltd., the project has been shelved until the Gas connection is provided.

1.2. BASIS OF THE PREPARATION OF THESE FINANCIAL STATEMENTS:
1.2-01 Statement of compliance:
The financial statements of the company under reporting have been prepared under with generally accepted accounting principles and practice in Bangladesh in compliance with the Companies Act 1994, The Securities and Exchange Rules 1987, Listing Regulations of Dhaka Stock Exchange Ltd (DSE) & Chittagong Stock Exchange Ltd. (CSE) and in compliance with International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

1.2-02 Compliance with International Accounting Standards:
The financial statements have been prepared in compliance with requirement of IAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh.

1.2-03 Accrual basis accounting
The financial statements, except cash flows statements, have been prepared using the accural basis of accounting. Under this concept, the company recognises items as assets, liabilities, equity, income and expenses when they satisfy the definitions and recognition criteria for those elements as per related accounting standard and framework.

1.2-04 Going concern
The Company did not commence production & marketing.

1.2-05 Principal Accounting Policies:
Specific accounting policies were selected and applied by the company's management for significant transactions and events that have a material effect within the framework of IAS-1 "Preparation of Financial Statement". The previous year's figures were presented according to the same accounting principles.

1.2-06 Application of International Accounting Standards (IAS):
The following IAS are applicable for the financial statements for the year under review

IAS – 1	Presentation of Financial Statement.
IAS – 2	Inventories.
IAS – 7	Statement of Cash Flows.
IAS – 8	Accounting Policies, Changes in Accounting Estimates and Errors.
IAS – 10	Events after the Balance Sheet Date.
IAS – 12	Income Tax.
IAS – 16	Property, Plant & Equipment.

NEWASIA SYNTHETICS LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

IAS – 19	Employee Benefits.
IAS – 20	Accounting for Government Grants and Disclosure of Government Assistance.
IAS – 21	The effect of changes in Foreign Exchange rate.
IAS – 23	Borrowing Cost.
IAS – 24	Related Party Disclosure.
IAS – 27	Separate Financial Statements.
IAS – 33	Earnings per share.
IAS – 36	Impairment of Assets.
IAS – 37	Provisions, Contingent Liabilities and Contingent Assets.
IAS – 38	Intangible Assets.
IFRS –3	Business Combination.
IFRS –8	Operating Segments
IFRS –10	Consolidated Financial Statements.
IFRS –15	Revenue from Contracts with Customers
IFRS –16	Leases.

1.2-07. Significant accounting policies:

1.2-07.01 Recognition of Property & Equipment and Depreciation:
Property & Equipment are stated at cost less depreciation in accordance with IAS-16 "Property & Equipment". Cost represents cost of purchase price and other directly attributable cost of bringing the assets to working conditions for its intended use. Revaluation of Land were made by registered renowned Company Asian Surveyors Ltd. as on 30.06.2012. Depreciation on all fixed assets is computed using the reducing balance method in amount sufficient to write-off depreciable assets over their estimated useful life. Depreciation on Current year addition is charged as and when the assets are ready for operation.

The annual depreciation rates applicable to the principal categories are:

Furniture & Fixture	10% - 20%
Motor Vehicles	10% - 20%
Office Equipment	15% - 20%

1.2-07.02 Cash and Cash Equivalents:
According to IAS-7 'Statement of Cash flows' cash comprises of cash-in-hand and demand deposits. IAS-1 'Presentation of Financial Statements' provides that cash and cash equivalents are not restricted in use. Considering the provisions of IAS-7 and IAS-1, Cash in hand and Bank balances have been considered as cash and cash equivalents.

1.2-07.03 Creditors and Accruals:
Liabilities are recognized under accrual basis accounting, amounts to be paid in the future for goods and services received. After final recognition the creditors and accruals are accounted for under amortised cost.

1.2-07.04 Income Tax:
a) Current Tax: The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported is the statement of Profit or Loss and other Comprehensive income because it excludes items of income or expenses that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

1.2-07.05 Statement of Cash Flows:
Statement of Cash Flows is prepared in accordance with IAS-7 under direct method as outlined in the "Securities and Exchange Rules 1987".

1.2-07.06 Reporting Period:
Financial statements of the company cover from 1st July 2024 to 30th June 2025.

NEWASIA SYNTHETICS LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

1.02-07.07 Reporting Currency and Level of Precision:
The figures in the financial statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

1.2-07.08 Comparative Information:
Comparative information have been disclosed in respect of previous year 2023-2024 for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year 2024-2025 financial statements. Figures of the previous year have been rearranged whenever considered necessary to ensure comparability with the current year.

1.2-07.09 Responsibility for Preparation and Presentation of Financial Statements:
The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements' issued by the International Accounting Standards Board (IASB).

1.2-07.10 Components of the Financial Statements:
According to the International Accounting Standard IAS-1 'Presentation of Financial Statements' the complete set of Financial Statements includes the following components:

(i) Statement of Financial Position as at 30th June 2025.

(ii) Statement of Profit or Loss and other Comprehensive Income for the period from 1st July 2024 to 30th June 2025.

(iii) Statement of Cash flows for the period from 1st July 2024 to 30th June 2025.

(iv) Statement of changes in Equity for the period from 1st July 2024 to 30th June 2025.

(v) Accounting Policies and Explanatory Notes.

1.2-07.11 Earnings per Share:
Earnings per share (EPS) is calculated in accordance with the International Accounting Standard IAS-33 "Earnings per share".

1.2-07.12 Basic Earnings per Share:
Basic Earnings per share is calculated by dividing the net profit or loss for the year attributable to ordinary shareholders by the number of ordinary shares outstanding during the year.

1.2-07.13 Share Premium:
The balance in share premium account shall be utilized in accordance with provisions of the Companies Act 1994 and as directed by the Bangladesh Securities and Exchange Commission in this respect.

1.2-07.14 Impairment of Assets:
The company reviews the recoverable amount of its assets at each reporting date. If there exist any indication that the carrying amount of assets exceeds the recoverable amount, the company recognizes such impairment loss in accordance with IAS-36 "Impairment of Assets".

1.2-07.15 Credit Facility Not Availed:
There was no credit facility available to the company under any contract, other than trade credit available in the ordinary course of business.

1.2-07.16 General Comments & Observations:
a) Previous year's figures is regrouped/reclassified wherever considered necessary to confirm to current year's presentation. There has no such effect during year. Figures have been rounded off to the nearest taka, as the currency represented in this financial statement.

b) All shares have been fully called and paid up.

NEWASIA SYNTHETICS LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

c) There was no preference share issued by the company.

d) The company has not incurred any expenditure in foreign currency against royalties and technical fees.

e) Auditors are paid only statutory audit fees.

f) No foreign exchange remitted to the relevant shareholders during the year.

g) No amount of money was expended by the company for compensating any members of the Board for special service rendered.

CHARTERED ACCOUNTANTS

NEWASIA SYNTHETICS LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka JUNE'25	JUNE'24
1.3 PROPERTY, PLANT AND EQUIPMENT:		
COST:		
Opening Balance	889,393,468	811,604,781
Addition for the year	17,663,438	77,788,687
Total Cost:	907,056,906	889,393,468
Sales/Adjustment during the year	-	-
Closing Balance	907,056,906	889,393,468
Accumulated Depreciation:		
Opening Balance	8,104,101	7,952,187
Depreciation for the year	121,531	151,914
Adjustment during the year	-	-
Closing Balance	8,225,632	8,104,101
Total Written Down Value at cost:	898,831,274	881,289,367
REVALUATION:		
Opening Balance	1,341,650,365	1,341,650,365
Addition for the year	-	-
Total Revaluated Assets:	1,341,650,365	1,341,650,365
Depreciation for the year	-	-
Written Down Value of Revaluated Assets:	1,341,650,365	1,341,650,365
Total Written Down Value:	2,240,481,639	2,222,939,732
Allocation of depreciation charges for the year has been made in the accounts as follows:		
i) Factory Overhead	-	-
ii) Administrative Overhead	121,531	151,914
Total	121,531	151,914
Details of Fixed Assets and Depreciation are shown in the **Annexure-1.3**		
2.3 ADVANCE, DEPOSIT AND PRE-PAYMENTS:		
Advance to M/S Maznu Traders (Land Purchase)	73,073	73,073
Advance to Techno Soil International	170,500	170,500
Advance to WASO Engineers & Consultants (BD) Ltd.	1,100,000	1,100,000
Advance against Income Tax (Note: 2.3-A)	380,000	305,000
Advance to Mr. Saiful Haque(Co. Secretary)	14,030	-
Advance to M/S M.R Traders (Land purchase)	1,000,000	1,000,000
Total:	2,737,603	2,648,573
2.3-A. ADVANCE INCOME TAX:		
Opening Balance	305,000	230,000
Advance Income Tax paid (Against Vehicle)	75,000	75,000
Total AIT paid for the year:	75,000	75,000
Payment/Adjustment in the year	-	-
Closing Balance	380,000	305,000
3.3 CASH AND CASH EQUIVALENTS:		
Cash in Hand:	-	-
Cash at Bank:		
Dhaka Bank PLC. A/C: 207.100.6643	511,577	13,010
Trust Bank PLC. CD A/C: 003-0210011330	27,468	28,158
Total	539,045	41,168
Total Cash & Cash Equivalents:	539,045	41,168
4.3 SHARE CAPITAL:		
4.3(A) Authorised Capital:	5,000,000,000	5,000,000,000
50,000,000 Shares @ Tk. 100/- each		

NEWASIA SYNTHETICS LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

	Amount in Taka JUNE'25	JUNE'24
4.3(B) Issued, Subscribed and Paid-up Capital:	660,000,000	660,000,000
6,600,000 Ordinary Shares @ Tk. 100/- each issued and paid-up.		

Percentage of Share Holding Position of different share holders is given below:

Name of Share Holders	No.of Share Holding	% of Share Holding	Amount
Mr. A. Matin Chowdhury	6,798	0.103%	679,800
Dr. Shamim Matin Chowdhury	6,864	0.104%	686,400
Mr. A.F.M Zubair	6,600	0.100%	660,000
Mr. Azizur Rahim Chowdhury	6,600	0.100%	660,000
Ms. Saima Matin Chowdhury	6,600	0.100%	660,000
Mr. Shyan Zubair	6,600	0.100%	660,000
Mr. Moshiur Rahman	6,600	0.100%	660,000
Malek Spinning Mills PLC.	6,553,338	99.293%	655,333,800
Total	**6,600,000**	**100%**	**660,000,000**

Classification of shareholders by holding:

Distribution schedule of each class of equity security setting out the number of holders and percentage as at 30.06.2025

Holdings	Number of holders	Holdings	Percentage
Less than 500 shares	-	-	-
500 to 5,000 shares	-	-	-
5,001 to 10,000 shares	7	46,662	0.707%
10,001 to 20,000 shares	-	-	-
20,001 to 30,000 shars	-	-	-
30,001 to 40,000 shares	-	-	-
40,001 to 50,000 shares	-	-	-
50,001 to 100,000 shares	-	-	-
100,001 to 1,000,000 shares	-	-	-
Over 1,000,000 shares	1	6,553,338	99.293%
Total	**8**	**6,600,000**	**100%**

5.3 RE-VALUATION SURPLUS:

	JUNE'25	JUNE'24
Opening Balance	1,341,650,365	1,341,650,365
Add: Addition of Revaluated Assets	-	-
Total Revaluated Assets:	**1,341,650,365**	**1,341,650,365**

Details of Re-valuation Surplus of Fixed Assets is given in the **Annexure-1.3**

a) **Name of Ravaluer:** ASIAN SURVEYORS LTD.

b) **Last date of Revaluation:** 30.06.2012

c) **Methodology use for revalution:**

(i) **Valuation of Land:** Surveyors Physically examined the land and sorroundings. The present value of the land have been taken into consideration according to the location, importance and convenience of the locality in terms of industrial, commercial and other related factors.

d) **Total revaluation amount:** Revaluation amount as on 30.06.2012 is Tk. 1,341,650,365

e) **Independency of valuation:** The surveyor and valuer was independent from the company and its management and employees.

6.3 RETAINED EARNINGS:

	JUNE'25	JUNE'24
Opening Balance	(31,108,736)	(28,671,003)
Net Profit/(Loss) during the year	576,607	(2,437,733)
	(30,532,129)	(31,108,736)
Add: Transfer of excess depreciation of revaluated assets	-	-
Total:	(30,532,129)	(31,108,736)

CHARTERED ACCOUNTANTS

NEWASIA SYNTHETICS LIMITED
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

	JUNE'25	JUNE'24
7.3 LOAN FROM DIRECTOR:	40,000,000	40,000,000

8.3 CREDITORS & ACCRUALS:

	JUNE'25	JUNE'24
Tax Deduction at Source	-	51,382
Vat Deduction at Source	-	3,450
Audit Fee payable	30,000	26,450
Income Tax Payable (Note:8.3-A)	480,000	150,000
Payable to Salek Textile Ltd.	191,500,000	191,500,000
Other Payable	40,630,051	23,356,562
Total	**232,640,051**	**215,087,844**

8.3-A. INCOME TAX PAYABLE:

	JUNE'25	JUNE'24
Opening Balance	150,000	-
Provision for the year (Current Tax): (Note-12.3)	330,000	150,000
	480,000	**150,000**
Payment/Adjustment for prior year balance:	-	-
Total Payment/Adjustment for prior year income:	-	-
Total Payable-	**480,000**	**150,000**

9.3 OPERATING EXPENSES:

	JUNE'25	JUNE'24
Audit Fee	30,000	26,450
Vehicle Maintenance	7,527	7,527
Fees, Forms & Others	81,952	360,303
Salaries & Allowances	-	2,322,889
Depreciation	121,531	151,914
Total:	**241,010**	**2,869,083**

10.3 FINANCIAL EXPENSES:

	JUNE'25	JUNE'24
Bank Charges & Commission-Dhaka Bank PLC.	51,692	17,360
Bank Charges & Commission-Trust Bank PLC.	690	1,290
Total:	**52,382**	**18,650**

11.3 OTHER INCOME/(LOSS):Tk.

	JUNE'25	JUNE'24
Other income collected from Agriculture.	1,200,000	600,000
Total:	**1,200,000**	**600,000**

12.3 INCOME TAX PROVISION (CURRENT TAX):

	Income	Tax	Tax
i) On Operating Income	(293,393)	-	-
ii) On Other Income	1,200,000	330,000	150,000
Total	**906,607**	**330,000**	**150,000**

13.3 EARNINGS PER SHARE (EPS):

	JUNE'25	JUNE'24
(a) Net Profit/(Loss) after Tax	576,607	(2,437,733)
(b) Number of Total Share	6,600,000	6,600,000
Basic Earnings per Share (EPS) a/b:	**0.09**	**(0.37)**

NEWASIA SYNTHETICS LIMITED

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2025

Amount in Taka

14.3 NET ASSET VALUE (NAV) PER SHARE:

		JUNE'25 JUN'25	JUNE'24 JUN'24
NAV calculation	a) Equity attributable to owners of the company	1,971,118,236	1,970,541,629
	b) Number of Total Share	6,600,000	6,600,000
Net Assets Value Per Share (NAV) { a / b }:		**298.65**	**298.57**

15.3 CALCULATION OF NET OPERATING CASH FLOW PER SHARE (NOCFPS):

		JUNE'25	JUNE'24
NOCFPS calculation	a) Net Cash provided/(used) by Operating Activities	901,857	(2,394,868)
	b) Number of Total Share	6,600,000	6,600,000
Net Operating Cash Flow Per Share (NOCFPS) { a/b }:		**0.14**	**(0.36)**

16.3 RELATED PARTY TRANSACTION:

Related Party	Nature of Relationship	Nature of Transaction	Transaction Amount	Balance as at 30.06.2025
Malek Spinning Mills PLC.	Parent Company	Share Capital		655,333,800

17.0 Event after reporting period:

The Board of Directors of the company had approved the financial statements as on October22, 2025 and no dividend was recommended for the financial year ended June 30, 2025. Except the fact stated above, no circumstances had arisen that to be disclosed as note or adjusted in the financial statements.

NEWASIA SYNTHETICS LIMITED

FIXED ASSETS SCHEDULE AS AT 30TH JUNE 2025

Annexure: 1.3

S.L	Particulars	Cost				Rate	Depreciation				Written down value as at 30.06.2025
		As at 01.07.2024	Addition	Adjustment	As at 30.06.2025		As at 01.07.2024	The year	Adjustment	As at 30.06.2025	
(A)-											
1	Land and Land Development	880,681,710	17,663,438		898,345,148	0%	-	-		-	898,345,148
2	Motor Vehicle	8,000,000			8,000,000	20%	7,441,255	111,749		7,553,004	446,996
3	Office Equipments	429,000			429,000	20%	399,519	5,896		405,415	23,585
4	Furniture and Fixtures	282,758			282,758	20%	263,327	3,886		267,213	15,545
	Total (A)	**889,393,468**	**17,663,438**	**-**	**907,056,906**		**8,104,101**	**121,531**	**-**	**8,225,632**	**898,831,274**

Rate of depreciation has been fixed considering the effective life of the above assets.

REVALUATED FIXED ASSETS SCHEDULE AS AT 30TH JUNE 2025

S.L	Particulars	Re-valued cost				Rate	Depreciation				Written down value as at 30.06.2025
		As at 01.07.2024	Addition	Adjustment	As at 30.06.2025		As at 01.07.2024	The year	Adjustment	As at 30.06.2025	
(B)-											
1	Land and Land Development	1,341,650,365		-	1,341,650,365	0%	-	-	-	-	1,341,650,365
	Total (B)	**1,341,650,365**	**-**	**-**	**1,341,650,365**		**-**	**-**	**-**	**-**	**1,341,650,365**
	Grand Total (A+B)	**2,231,043,833**	**17,663,438**	**-**	**2,248,707,271**		**8,104,101**	**121,531**	**-**	**8,225,632**	**2,240,481,639**

Depreciation Charged to:

Factory Overhead	-
Administrative Overhead	121,531
	121,531

J. M. Fabrics Limited

Auditors' Report and Financial Statements
for the year ended on 30 June 2025

দাশ চৌধুরী দত্ত এন্ড কোং
DAS CHOWDHURY DUTTA & CO.
Chartered Accountants

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INDEPENDENT AUDITORS' REPORT
To the Shareholders of J. M. Fabrics Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **J. M. Fabrics Limited** which comprise the statement of financial position as at **30 June 2025**, 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 a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at **30 June 2025**, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Companies Act 1994 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with the 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 auditors of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have 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 judgment, were of most significance in our audit of the financial statements for the year ended **30 June 2025**. These matters were addressed in the context of our audit of the financial statements, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have fulfilled the responsibilities described in the auditor's responsibilities for the audit of the financial statements section of our report including in relation to these matters.

Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatements of the financial statements. These results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

DAS CHOWDHURY DUTTA & CO.
CHARTERED ACCOUNTANTS

Risk	Our responses to the risk
Revenue Recognition The company's total revenue of Tk. 14,737,146,332 as reported herein is measured at net of discounts, incentives and rebates being allowed to number of customers which has material effect in revenue recognition due to inherent complex and judgmental nature. As such, risk associated in revenue recognition with respect to estimation of discount, incentives and rebates which is expected to be influenced by the management for fulfilling the performance target.	We have tested the design and operating effectiveness of calculation of discounts, incentives and rebates having checked the invoices raised from time to time for revenue recognition. We have also applied substantive procedures to check the current year's revenue, agreeing to sample claims, rebates, and accruals to the recorded transactions with bank deposit reconciliation and necessary documentation and presentation of disclosures in accordance with respective accounting standards.
Valuation of Inventories Inventories of Tk. 1,839,563,205 as at 30 June 2025 is measured at the lower of cost and net realizable value considering the appropriate values of slow moving or obsolete items.	We were present at the time of physical inventory to check and compare the results between maintained records with physical existence and to identify the slow and obsolete items. Short/excess found have been reconciled and adjusted. Net realizable value has been recalculated for disclosing in accordance with respective accounting standards.
Deferred Tax Liabilities The deferred tax liability of Tk. 77,209,252 as at 30 June 2025 is neither payable nor to be paid in future. This is measured and recognized at the value of difference between accounting base and tax base. This requires a significant assessment procedure for determining such liabilities.	The company has recognized deferred tax liabilities by using assumptions between recorded transactions of accounting base and tax base. We have evaluated operational effectiveness with respect to recognition and measurement of deferred tax liabilities. However, the measured amount is nothing but an estimate subject to discretionary provisions of income tax law.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do 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 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. If, based on the work we have performed, we conclude that there is a material misstatement of this other information which we are required to report the fact, but we have nothing to report in this regard.

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs) and the requirements of the Companies Act 1994, 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.

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 and 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 are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 International Standard on Auditing (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 aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

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

- Identify and assess the risks of material misstatements 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 errors, 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 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 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 auditors' report. However, future events or conditions cause the company to cease to continue as a going concern.

DAS CHOWDHURY DUTTA & CO.
CHARTERED ACCOUNTANTS

- 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 to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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 auditors' report unless law or regulation precludes public disclosures 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 requirements of the Companies Act 1994 and other applicable laws and regulations, we also report that:

(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 verification thereof.

(b) In our opinion, a proper book of accounts as required by law has been kept by the Company so far as it appeared from our examination of those books.

(c) The Company's statement of financial position, statement of profit or loss and other comprehensive income together with the notes to the financial statements dealt with by the report agree with the books of accounts and returns.

(d) The expenditure incurred was for the purpose of the Company's business.

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

Dhaka, 19 OCT 2025

Sunirmal Chowdhury FCA
ICAB Enrollment No. 0500
FRC Enrollment No. CA-001-299
Partner
Das Chowdhury Dutta & Co.
Chartered Accountants
FRC Enrollment No. CAF-001-090

DVC No. 2510260500AS685536

J. M. Fabrics Limited
Statement of Financial Position
As at 30 June 2025

Particulars	Notes	Amount in Taka 30.06.2025	Amount in Taka 30.06.2024
ASSETS			
Non-Current Assets		**6,715,928,220**	**4,568,940,701**
Property, plant and equipment	5	3,927,695,484	3,232,692,541
Revalued fixed assets	6	156,720,108	158,531,765
Capital work in progress	6-a	2,631,512,628	1,177,716,395
Current Assets		**4,125,746,530**	**5,332,449,130**
Inventories	7	1,839,563,205	1,632,563,698
Advances, deposits and pre-payments	8	281,392,198	268,167,578
Accounts receivable	9	985,879,144	1,918,035,080
Cash and cash equivalents	10	1,018,911,983	1,513,682,774
Total Assets		**10,841,674,750**	**9,901,389,831**
SHARE HOLDERS' EQUITY AND LIABILITIES:			
Shareholders' Equity		**4,518,821,565**	**3,498,598,529**
Share capital	11	400,000,000	400,000,000
Revaluation reserve	12	132,961,408	134,555,666
General reserve and surplus	13	3,985,860,157	2,964,042,863
Non-Current Liabilities		**1,530,552,971**	**1,345,141,283**
Long term loan from bank	14	1,453,343,719	1,257,295,368
Deferred tax liabilities	15	77,209,252	87,845,915
Current Liabilities		**4,792,300,213**	**5,057,650,019**
Short term loan	16	2,628,697,384	2,460,293,166
Current portion of long term loan	17	360,311,729	258,076,413
Accounts payable	18	178,027,375	143,236,434
Bank acceptance liabilities	19	1,195,907,634	1,847,179,398
Liabilities for expenditure	20	429,356,091	348,864,608
Total Equity and Liabilities		**10,841,674,750**	**9,901,389,831**
Net Assets Value (NAV) Per Share (Including Revaluation surplus)	30	**1,129.71**	**874.65**

Annexed notes from 1 to 33 form an integral part of these financial statements.

A. Matin Chowdhury	**Azizur R. Chowdhury**	**Amit Kumar Saha**	**Md. Abrar Labib Rahman**
Chairman	**Managing Director**	**Chief Financial Officer**	**Asst. Company Secretary**

Signed in terms of our report of even date annexed.

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

Dhaka, 19 OCT 2025

Subhrmal Chowdhury FCA
ICAB Enrollment No. 0500
FRC Enrollment No. CA-001-299
Partner
Das Chowdhury Dutta & Co.
Chartered Accountants
FRC Enrollment No. CAF-001-090

J. M. Fabrics Limited

Statement of Profit or Loss and Other Comprehensive Income

For the year ended on 30 June 2025

Particulars	Notes	Amount in Taka	
		30.06.2025	30.06.2024
Turnover - Export earnings	21	14,737,146,332	15,182,047,791
Cost of goods sold	22	(13,377,324,250)	(13,775,882,472)
Gross Profit / (Loss)		**1,359,822,082**	**1,406,165,319**
Operating Expenses		**(197,424,738)**	**(197,725,811)**
Administrative expenses	23	(45,108,104)	(45,069,078)
Selling and distribution expenses	24	(9,121,187)	(10,760,632)
Financial expenses	25	(143,195,447)	(141,896,101)
Operating Profit / (Loss)		**1,162,397,344**	**1,208,439,508**
Other income/(loss)	26	142,664,664	131,271,422
Net Profit Before Tax		**1,305,062,008**	**1,339,710,930**
Provision for Income Tax		**(164,838,972)**	**(162,866,540)**
Provision for tax - current year	27	(175,475,634)	(162,456,744)
Provision for deferred tax	28	10,636,662	(409,796)
Net Profit After Tax		**1,140,223,036**	**1,176,844,390**
Earnings Per Share (EPS)	29	**285.06**	**294.21**
Number of shares used to compute earning per share (EPS)		**4,000,000**	**4,000,000**

Annexed notes from 1 to 33 form an integral part of these financial statements.

A. Matin Chowdhury	**Azizur R. Chowdhury**	**Amit Kumar Saha**	**Md. Abrar Labib Rahman**
Chairman	**Managing Director**	**Chief Financial Officer**	**Asst. Company Secretary**

Singed in terms of our report of even date annexed.

Dhaka, 19 OCT 2025

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

Sunirmal Chowdhury FCA
ICAB Enrollment No. 0500
FRC Enrollment No. CA-001-299
Partner
Das Chowdhury Dutta & Co.
Chartered Accountants
FRC Enrollment No. CAF-001-090

J. M. Fabrics Limited

Statement of Changes in Equity

For the year ended on 30 June 2025

Particulars	Share Capital	Revaluation Reserve	General Reserve and Surplus	Total
Balance as at 01 July 2024	400,000,000	134,555,666	2,964,042,863	3,498,598,529
Net profit / (loss) for the year	0	0	1,140,223,036	1,140,223,036
Interim Cash Dividend for the year 2024-2025 **(Note-13.01)**	0	0	(120,000,000)	(120,000,000)
Adjustment of revaluation surplus with general reserve and surplus for depreciation charged on revalued assets	0	(1,594,258)	1,594,258	-
Balance as at 30 June 2025	**400,000,000**	**132,961,408**	**3,985,860,157**	**4,518,821,565**

For the year ended 30 June 2024

Particulars	Share Capital	Revaluation Reserve	General Reserve and Surplus	Total
Balance as at 01 July 2023	400,000,000	136,154,292	1,905,599,847	2,441,754,139
Net profit / (loss) for the year	0	0	1,176,844,390	1,176,844,390
Interim Cash Dividend for the year 2023-2024 **(Note-13.01)**	0	0	(120,000,000)	(120,000,000)
Adjustment of revaluation surplus with general reserve and surplus for depreciation charged on revalued assets	0	(1,598,626)	1,598,626	-
Balance as at 30 June 2024	**400,000,000**	**134,555,666**	**2,964,042,863**	**3,498,598,529**

Annexed notes from 1 to 33 form an integral part of these financial statements.

A. Matin Chowdhury	Azizur R. Chowdhury	Amit Kumar Saha	Md. Abrar Labib Rahman
Chairman	Managing Director	Chief Financial Officer	Asst. Company Secretary

Dhaka, 19 OCT 2025

DAS CHOWDHURY DUTTA & CO.
CHARTERED ACCOUNTANTS

J. M. Fabrics Limited
Statement of Cash Flows
For the year ended on 30 June 2025

Particulars	Amount in Taka	
	30.06.2025	30.06.2024
Cash Flows from Operating Activities:		
Collection from turnover and accounts receivable	15,669,302,268	14,718,239,486
Collection from other income	152,615,368	130,803,895
Foreign currency gain / (loss)	437,710	467,527
Payment for purchase of raw materials	(13,325,911,730)	(13,335,507,461)
Payment for operating expenses	(51,131,144)	(51,855,408)
Payment for financial expenses	(143,195,447)	(141,896,101)
Increase in advances, deposits and prepayments	(13,224,620)	(24,613,159)
Increase/(Decrease) in liabilities	(535,989,340)	189,419,739
Tax paid	(175,475,634)	(162,456,744)
Net Cash Provided/ (Used) by Operating Activities	**1,577,427,431**	**1,322,601,774**
Cash Flows from Investing Activities:		
Acquisition of fixed assets including CWIP	(2,418,886,107)	(1,481,110,323)
Net Cash Provided/(Used) by Investing Activities	**(2,418,886,107)**	**(1,481,110,323)**
Cash Flows from Financing Activities:		
Loan received from bank	466,687,885	1,285,155,943
Dividend disbursed to Shareholders	(120,000,000)	(120,000,000)
Net Cash Provided/(Used) by Financing Activities	**346,687,885**	**1,165,155,943**
Increase/(Decrease) in Cash and Cash Equivalents	**(494,770,791)**	**1,006,647,394**
Opening balance of Cash and Cash Equivalents	**1,513,682,774**	**507,035,380**
Closing balance of Cash and Cash Equivalents	**1,018,911,983**	**1,513,682,774**
Net Operating Cash Flows Per Share (NOCFPS) (Note-32)	**394.36**	**330.65**

Annexed notes from 1 to 33 form an integral part of these financial statements.

A. Matin Chowdhury	**Azizur R. Chowdhury**	**Amit Kumar Saha**	**Md. Abrar Labib Rahman**
Chairman	**Managing Director**	**Chief Financial Officer**	**Asst. Company Secretary**

Dhaka, 19 OCT 2025

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

1. Company and its activities:

J. M. Fabrics Limited was incorporated as a Private Limited Company on 25 May 2005, under the Companies Act 1994 with Registrar of Joint Stock Companies and Firms, Bangladesh bearing Certificate of Incorporation # CH-5461 of 2005. The registered corporate office is situated at TOWER ONE ONE SEVEN, 117/A Tejgaon Industrial Area, Dhaka – 1208 and the factory is at South Nayapara, 6 No. Dogri, P. O.: Bhawal Mirzapur, Gazipur. This entity is 99.9975% owned subsidiary company of Malek Spinning Mills PLC. It is a 100% export-oriented Knitting, Dyeing-Finishing and Garments manufacturing industrial undertaking.

2. Nature of business:

J. M. Fabrics Limited (JMFL) has industrial undertaking of composite textiles and garments which is BSCI, Sedex, RSC Recognized. The manufacturing process is procuring yarn for knitting into fabric, then dyed and finished. Knitted fabrics are sent to the stitching unit for making garments for exporting to EU, USA and other foreign countries. The fabric produced in the factory is Oekotex certified. The Major Customer includes H & M, Gymshark, American Eagle, Next, GUESS, Zara, Calvin klein etc.

3. Significant accounting policies:

3.1 Basis of accounting:

The financial statements of the company under reporting have been prepared under historical cost convention, except land, Building and Machinery which is stated at revalued amount, in a going concern concept and on accrual basis other than Cash Incentive Income which is recognized on cash basis in accordance with generally accepted accounting principles and practice in Bangladesh in compliance with the Companies Act 1994 and International Accounting Standards (IAS) / International Financial Reporting Standards (IFRS) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh.

3.2 Principal accounting policies:

Specific accounting policies were selected and applied by the company's management for significant transactions and events that have a material effect within the framework of IAS-1 "Preparation of Financial Statement" in preparation and presentation financial statements. The previous year's figures were presented according to the same accounting principles.

3.3 Risk and uncertainties for use of estimates in preparation of financial statements:

The preparation of financial statements in conformity with the international accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of affecting financial statements and revenues and expenses during the reported year. Actual results could differ from those estimates. Estimates are used for accounting of certain items such as long-term contracts, depreciation and employees benefit plans, taxes, reserves and contingencies.

3.4 Reporting period:

The financial statements of the company cover the period from 01 July 2024 to 30 June 2025.

3.5 Responsibility for preparation and presentation of financial statements:

The Board of Directors is responsible for the preparation and presentation of Financial Statements under Section 183 of the Companies Act 1994 and as per the provision of 'The Framework for the Preparation and Presentation of Financial Statements issued by the International Accounting Standards Board (IASB).

3.6 Reporting currency and level of precision:

The figures in the financial statements represent Bangladeshi Currency (Taka), which have been rounded off to the nearest Taka except where indicates otherwise.

3.7 Components of the financial statements:

The complete set of financial statements includes the Statement of financial position as at 30 June 2025, (b) profit or loss and other comprehensive income for the period from 01 July 2024 to 30 June 2025, (c) changes in equity for the period from 01 July 2024 to 30 June 2025, (d) cash flows for the period from 01 July 2024 to 30 June 2025 and (e) accounting policies and explanatory notes to the financial statements for the year ended on 30 June 2025.

3.8 Comparative information:

Comparative information has been disclosed in respect to the year June 2024 for all numerical information in the financial statements and the narrative and descriptive information when it is relevant for understanding of the current year's financial statements. Figures for the year June 2024 have been rearranged, whenever considered necessary, to ensure comparability with the current year.

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

3.9 Statement of cash flows:

Statement of Cash Flows is prepared under direct method as outlined in the "Securities and Exchange Rules 1987".

3.10 Foreign currency transaction:

Transactions in foreign currencies are translated into Bangladeshi taka at the rates ruling on the transaction dates. Monetary assets and liabilities are converted at the rates prevailing on the balance sheet date, non-monetary assets and liabilities are reported using the exchange rate at the date of transaction. Exchange currency difference, if any, has been reflected in the comprehensive income.

3.11 Recognition of property, plant, equipment and depreciation:

Fixed assets are stated at their historical cost less accumulated depreciation in accordance with IAS. Cost represents the cost of acquisition or construction and includes purchase price and other directly attributable costs of bringing the assets to working conditions for their intended use. No depreciation was charged on land and land development.

Expenditure on maintenance and repairs, major replacements, renewals and betterment are capitalized. As such, depreciation been charged on assets including revalued assets, where applicable, at the rates varying from 3.03% to 20.00% applying straight line method from the date of its' operation which is allocated to Cost of Goods Sold and Administrative Overhead proportionately.

Investment grant received from Bangladesh Bank has been recognized being deducted from the cost of the assets in accordance with paragraph 24 to 28 of IAS 20.

Disposal and discarded losses/gains of assets are provided on machinery and in the case of others this is not considered as these have been performing as per intended use of such assets assessed by the management. The annual depreciation rates are applied in the principal category of assets as below:

SL.	Category of fixed assets	Rate
01	Land and land development	00.00%
02	Factory building and civil construction	03.03%
03	Plant and machinery – heavy	05.00%
04	Plant and machinery – light	10.00%
05	Office equipment and installation	20.00%
06	Transport facility	10.00%
07	Furniture and Fixtures	10.00%
08	Utility facility	10.00%

3.12 Inventories:

Inventories comprise of Raw Materials, Raw Materials in Transit, Work-In-Process, Finished Goods and Stores and Spare Parts. They are stated at a lower cost or net realizable value after making allowance for any obsolete or slow-moving item.

3.13 Accounts Receivable:

Bills receivables have been accounted for at invoice value without making any provisions for bad and doubtful debts as the company has sold/ exported goods based on 100% confirmed letter of credit and sales contract. However, risk is associated with stock lot due to cancellation of any order for expiry of shipment.

3.14 Cash and Cash Equivalents:

Cash flow Statements' cash comprises of cash-in-hand and demand deposits. 'Presentation of Financial Statements' provides that cash and cash equivalents are not restricted in use. Cash in hand and Bank balances have been considered as cash and cash equivalents.

3.15 Creditors and Accruals:

Liabilities are recognized for the amount to be paid in the future for goods and services received as billed by the supplier.

3.16 Income tax:

Current tax:

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of Profit or Loss and other Comprehensive income because it excludes items of income or expenses that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted on the date of Statement of Financial Position.

Deferred tax:

The Company has recognized deferred tax using balance sheet method. The company's policy of recognition of deferred tax assets/liabilities is based on temporary difference (Taxable or deductible) between the carrying amount (Book Value) of assets and

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

liabilities for Financial Reporting purpose and its tax base, and accordingly, deferred tax income/expenses has been considered to determine net profit after tax and earnings per share (EPS).

3.17 Transaction with related parties:

The company has transactions at arm's length with related party including parents' as follows:

Related Party	Nature of Relationship	Nature of Transaction	30.06.2024	Dr.	Cr.	30.06.2025
Malek Spinning Mills PLC	Parent and Subsidiary	Share Capital	399,990,000	-	-	399,990,000
		Accounts Payable	205,651,358	1,195,903,018	1,069,821,744	79,570,084
Rahim Textile Mills PLC	Common Director	Accounts Payable	0	313,756,150	313,756,150	0
Hejaz Publications Limited	Common Director	Office Rent	0	12,307,944	12,307,944	0

3.18 Key Management Personnel Compensation (as per IAS 24, Para-17):

Benefits are provided to the employee, viz.

- Short Term Employee Benefit is monthly salary, two festival bonuses, medical assistance and earn leave encashment.
- Post-Employment Benefit is service benefit and provident fund.
- Another Long-Term Benefit is life insurance.
- Termination Benefit is subject to Company's policy; and
- Share based payment is not made.

3.19 Revenue recognition:

The Company recognizes revenue when risk and rewards associated with ownership have been transferred to the buyer, which satisfies all the conditions for the revenue recognition.

3.20 Accounting for government grants and disclosure of government assistance:

Cash Incentive recognize as other income.

3.21 Credit facility not availed:

There was no credit facility available to the company under any contract, other than trade credit available in the ordinary course of business.

3.22 Contingent liabilities and assets:

Current or possible obligations or assets arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain events which are not within the control of the group.

3.23 Events after the reporting period:

No significant event has occurred for reporting for the period from cut-off date of financial year to the date of signing of the financial statements.

3.24 Earnings per Share:

This is calculated by dividing the net profit or loss for the year attributable to ordinary shareholders by the number of ordinary shares outstanding during the year.

3.25 Segment Reporting:

No segment reporting is required to be done as the company's operation is confined to a single geographical location.

3.26 Directors' attendance in board meeting:

The attendance status of the directors in the meetings is as follows:

Name of directors	Position	Meeting held	Attended
Mr. A. Matin Chowdhury	Chairman	6	6
Mr. Azizur Rahim Chowdhury	Managing Director	6	6
Mr. A. F. M. Zubair	Director	6	4
Dr. Shamim Matin Chowdhury	Director	6	6
Ms. Saima Matin Chowdhury	Director	6	4
Mr. Muhammad Abul Hossain	Independent Director	6	3
Mr. Syed Rafiqul Haq	Independent Director	6	0

Note: Mr. Syed Rafiqul Haq has been appointed as an independent director on 24 May 2025.

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

3.27 Disclosure as per requirement of Schedule XI, Part II of Company Act 1994:

No. of employees as per salary range on 30 June 2025 are as follows:

Salary Range	Officer and Staff (Nos.)		Worker (Nos.)	Total Employee (Nos.)
	Head Office	Factory		
Below Tk. 12,500	-	-	-	-
Above Tk. 12,500	87	518	6,590	7,195
Total	**87**	**518**	**6,590**	**7,195**

3.28 Disclosure of Director Remuneration and Attendance Fee - Para-4, of Sch–XI, Part-II of the Companies Act 1994:

Name	Position	2024-2025	2023-2024
		Amount	Amount
Mr. A. Matin Chowdhury	Chairman	13,142,858	13,142,858
Mr. Azizur Rahim Chowdhury	Managing Director	13,142,858	13,142,858
Mr. A. F. M. Zubair	Director	0	0
Dr. Shamim Matin Chowdhury	Director	13,142,858	13,142,858
Ms. Saima Matin Chowdhury	Director	0	0
Mr. Muhammad Abul Hossain	Independent Director	0	0
Mr. Syed Rafiqul Haq	Independent Director	0	0

3.29 Disclosure as per requirement of schedule XI, part II, Para 7 of Company Act 1994:

Details of actual production against installed capacity utilization are as follows:

Particulars	2024-2025 (Pcs & %)			2023-2024 (Pcs & %)		
	Capacity	Production	Utilization	Capacity	Production	Utilization
Cut & Sewing Unit (T-Shirt and Polo-Shirt)	22,500,000	12,414,604	55.18%	19,188,000	12,731,548	66.35%
Intimate Unit (Under Garments)	22,800,000	15,502,375	67.99%	26,208,000	16,093,475	61.41%
Seamless Unit	10,032,000	6,166,679	61.47%	9,333,000	4,723,806	50.61%
Total	**55,332,000**	**34,083,658**		**54,729,000**	**33,548,829**	

3.30 Status of Income Tax:

SL NO	Income Year	Assessment Year	Remarks
1	2019-2020	2020-2021	In process of finalization after tribunal order.
2	2020-2021	2021-2022	Assessment completed yet to receive the order
3	2021-2022	2022-2023	Return submitted
4	2022-2023	2023-2024	Return submitted
5	2023-2024	2024-2025	Return submitted

3.31 Status of Annual Return to RJSC:

SL NO	Year	Return	Remarks
1	2020	Submitted	Return accepted
2	2021	Submitted	Return accepted
3	2022	Submitted	Return accepted
4	2023	Submitted	Return accepted
5	2024	Submitted	Return accepted

3.32 General:

a. Previous year's figure is regrouped and reclassified to conform to current year's presentation and figures have been rounded off to the nearest taka, wherever necessary.

b. All shares have been fully called and paid up and no preference share was issued by the company.

c. Expenditure in foreign currency, if any, against royalties and technical fees has not been charged as revenue expenditure.

d. Auditors are paid statutory audit fees only.

e. No foreign exchange was remitted to the relevant shareholders during the year under audit.

f. No amount of money was expended by the company to compensate any members of the Board for the special service rendered.

g. No brokerage was paid against sales during the year under audit.

h. There was no bank guarantee issued by the company on behalf of the directors.

3.33 Approval of accounts:

The Board of Directors approved these financial statements on ২২/ ১০ /2025.

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

4. Risk analysis:

4.1 Financial Risk Management:

The Board of Directors has overall responsibility for the establishment and oversight of the Company's financial risk management. The responsibility also includes developing and monitoring the Company's risk management policy. To assist the Board in discharging its oversight responsibilities, management has been made responsible for identifying, managing and monitoring the company's financial risk exposure. The Company's exposure to the risks associated with the financial instruments and the risk management policies and procedures and summarized as follows.

4.2 Credit Risk:

The business of the company has been carried out with financial assistance from bank with the rate of interest for local currency loans varies from 5.00% to 14.00% and foreign currency loan varies from 5.00% per annum which is, as much as possible, adjustable to the rate of return of the business. The company's management monitors and investigates the affairs to meet the activities at such level for the purpose of covering the overhead cost with increasing effort and thereby attaining the profit target. To maintain a balance between the higher returns that might be possible with the higher levels of borrowing and the advantages and security afforded by a sound capital position. The board also monitors dividend trends for ordinary shareholders.

Contractual cash flows as on 30 June 2025

Exposure to credit risk	Carrying amount	Within 1 year	More than 1 year	Total
Advances, deposits and pre-payments	281,392,198	262,365,044	19,027,154	281,392,198
Accounts Receivable	985,879,144	985,879,144	0	985,879,144
Cash at bank	1,016,666,257	1,016,666,257	0	1,016,666,257

Contractual cash flows as on 30 June 2024

Exposure to credit risk	Carrying amount	Within 1 year	More than 1 year	Total
Advances, deposits and pre-payments	268,167,578	257,850,749	10,316,829	268,167,578
Accounts Receivable	1,918,035,080	1,918,035,080	0	1,918,035,080
Cash at bank	1,511,748,496	1,511,748,496	0	1,511,748,496

4.3 Liquidity Risk:

Liquidity risk is the risk that the company will be unable to meet its financial obligations as the fall is due. The Company's 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 stressful conditions, without incurring unacceptable losses or risking damage to the company's reputation. In general, management ensures that it has sufficient cash and cash equivalent to meet expected operation expenses, including the servicing of financial obligation through preparation of cash forecast, prepared based on timeline of payment of the financial obligation and accordingly arranged for sufficient liquidity/fund to make the expected payment within due date. Moreover, the company seeks to maintain short-term credit with scheduled commercial banks to ensure payments of obligations if there is sufficient cash to make the required payment. The requirement is determined in advance through cash flows projections and credit lines facilities with banks are negotiated accordingly.

Contractual cash flows as on 30 June 2025

Non-derivative financial liabilities	Carrying amount	Within 1 year	More than 1 year	Total
Long term loan from bank	1,813,655,448	360,311,729	1,453,343,719	1,813,655,448
Short term loan	2,628,697,384	2,628,697,384	0	2,628,697,384
Accounts payable	178,027,375	162,412,260	15,615,115	178,027,375
Bank acceptance liabilities	1,195,907,634	1,195,907,634	0	1,195,907,634
Liabilities for expenditure	429,356,091	338,034,099	91,321,992	429,356,091

Contractual cash flows as on 30 June 2024

Non-derivative financial liabilities	Carrying amount	Within 1 year	More than 1 year	Total
Long term loan from bank	1,515,371,781	258,076,413	1,257,295,368	1,515,371,781
Short term loan	2,460,293,166	2,460,293,166	0	2,460,293,166
Accounts payable	143,236,434	141,279,755	1,956,679	143,236,434
Bank acceptance liabilities	1,847,179,398	1,847,179,398	0	1,847,179,398
Liabilities for expenditure	348,864,608	269,432,637	79,431,971	348,864,608

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J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

4.4 Environmental risk:

Garbage is created from consuming the materials of wearing products that are carried out by the company in its business dealings. For eliminating the risk of environmental pollution, the company has Effluent Treatment Plant (ETP), Water Treatment Plant (WTP) and others in managing the garbage. However, the company has maintained a proper system of cleanliness and a health-friendly production atmosphere.

4.5 Market Risk:

Market risk is the risk that changes in market prices such as foreign exchange rates and interest rates will affect the company's 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.

4.6 Capital Management:

Capital management refers to implementing policies and measures to maintain sufficient capital, assessing a company's internal capital adequacy to ensure Company's operation as a going concern. Capital consists of share capital and directors' current account (unsecured) only. All major investment and operational decisions with exposure to a certain amount are evaluated and approved by the board. The Board of Directors monitors the level of apportionment or profit to its shareholders, if any.

4.7 Adoption of IAS / IFRS:

The company has adapted IAS/IFRS to the extent that they are applicable to this company except in a few cases which are in process of adoption.

IAS/IFRS	Particulars	Comments
IAS-1	Presentation of Financial Statements	Complied
IAS-2	Inventories	Complied
IAS-7	Cash Flow Statements	Complied
IAS-8	Accounting Policies Changes in Accounting Estimates and Errors	Complied
IAS-10	Events after the Balance Sheet Date	Complied
IAS-12	Income Taxes	Complied
IAS-14	Segment Reporting	N/A
IAS-16	Property, Plant and Equipment	Complied
IAS-20	Accounting for Government Grants and Disclosure of Government Assistance	Complied
IAS-21	The Effects of Changes in Foreign Exchange Rates	Complied
IAS-23	Borrowing Costs	Complied
IAS-24	Related Party Disclosures	Complied
IAS-33	Earnings per Share	Complied
IAS-37	Provisions, Contingent Liabilities and Contingent Assets	Complied
IAS-38	Intangible Assets	N/A
IFRS-7	Financial Instruments: Disclosures	Complied
IFRS-8	Operating Segments	N/A
IFRS-9	Financial Instruments	Complied
IFRS-15	Revenue from Contracts with Customers	Complied

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J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

Note No.	Particulars		Amount in Taka 30.06.2025	Amount in Taka 30.06.2024
5.	**Property, Plant and Equipment: Tk. 3,927,695,484**			
	Total Cost (opening balance)		5,073,377,085	4,711,157,268
	Add: Addition		965,089,874	362,219,817
			6,038,466,959	**5,073,377,085**
	Less: Adjustment		(67,525,303)	-
	Total Cost (closing Balance)		**5,970,941,656**	**5,073,377,085**
	Accumulated Depreciation (opening balance)		1,840,684,544	1,619,935,514
	Add: Charged		259,698,517	220,749,030
			2,100,383,061	**1,840,684,544**
	Less: Adjustment		(57,136,889)	-
	Accumulated Depreciation (closing balance)		**2,043,246,172**	**1,840,684,544**
	Written Down Value (Annexure-I)		**3,927,695,484**	**3,232,692,541**
6.	**Revalued Fixed Assets: Tk. 156,720,108**			
	Opening balance		**185,734,051**	**185,734,051**
	Add: Addition		-	-
			185,734,051	**185,734,051**
	Less: Adjustment		-	-
	Closing balance		**185,734,051**	**185,734,051**
	Accumulated Depreciation:			
	Opening balance		**27,202,286**	**25,385,665**
	Add: Charged		1,811,657	1,816,621
			29,013,943	**27,202,286**
	Less: Adjustment		-	-
	Closing balance		**29,013,943**	**27,202,286**
	Written Down Value (Annex-1)		**156,720,108**	**158,531,765**
	Depreciation has been allocated to:			
	Factory overhead		258,412,027	218,591,349
	Administrative overhead		3,098,147	3,974,302
			261,510,174	**222,565,651**
6-a	**Capital work in progress: Tk. 2,631,512,628**			
	Opening balance		1,177,716,395	169,074,010
	Add: Cost Incurred		1,794,272,000	1,013,875,978
			2,971,988,395	**1,182,949,988**
	Less: Transferred to fixed assets		(340,475,767)	(5,233,593)
	Closing balance		**2,631,512,628**	**1,177,716,395**
7.	**Inventories: Tk. 1,839,563,205**			
	Raw materials		1,085,264,679	963,866,743
	Work-in-process		515,653,843	506,439,715
	Stores and spares		64,638,045	54,888,036
	Finished goods		174,006,638	107,369,204
			1,839,563,205	**1,632,563,698**
8.	**Advances, Deposits and Pre-Payments: Tk. 281,392,198**			
	Security deposit	Note-8.1	8,434,550	8,434,550
	Margin against bank guarantee	Note-8.2	1,283,185	1,283,185
	Advance against income tax	Note-8.3	175,475,634	162,456,744
	Advance Against Construction Material, Supplies,Others	Note-8.4	96,198,829	95,993,099
	Closing balance		**281,392,198**	**268,167,578**

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J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

Note No.	Particulars		Amount in Taka 30.06.2025	Amount in Taka 30.06.2024
8.1	**Security deposit : Tk. 8,434,550**			
	Titas Gas Transmission & Distribution Co. Limited (TGTDCL) (Pay Order)		5,434,550	5,434,550
	Security Deposit to Gazipur Palli Bidyut Samity-2 (Pay Order)		3,000,000	3,000,000
			8,434,550	8,434,550
8.2	**Margin against bank guarantee: Tk. 1,283,185**			
	CBL Bank Guarantee-TGTDCL		290,655	290,655
	PBL Bank Guarantee-TGTDCL		967,530	967,530
	CBL Bank Guarantee-Peoples Insurance Company Limited		25,000	25,000
			1,283,185	1,283,185
8.3	**Advance against income tax: Tk. 175,475,634**			
	Opening balance		162,456,744	117,961,789
	Advance income tax against export	Note-8.3.1	156,688,646	147,187,070
	Advance income tax against cash incentive	Note-8.3.2	15,254,280	13,056,670
	Advance income tax for motor car fitness renewal		215,000	140,000
	Advance income tax paid at import stage		3,295,938	2,001,846
	Advance income tax paid for Interest Income		21,770	71,158
	Total advance income tax deducted at sources		**337,932,378**	**280,418,533**
	Less: Adjustment with Tax Liability		(162,456,744)	(117,961,789)
			175,475,634	162,456,744
8.3.1	**Advance income tax against export: Tk. 156,688,646**			
	City Bank PLC		52,068,841	35,429,292
	Prime Bank PLC		29,988,304	15,690,026
	United Commercial Bank PLC		74,631,501	96,067,752
			156,688,646	147,187,070
8.3.2	**Advance income tax against cash incentive: Tk. 15,254,280**			
	City Bank PLC		1,865,760	116,190
	Prime Bank PLC		369,320	268,580
	United Commercial Bank PLC		13,019,200	12,671,900
			15,254,280	13,056,670
8.4	**Advance Against Construction Material, Supplies and Others : Tk. 96,198,829**			
	Opening balance		**95,993,099**	**115,849,896**
	Add: Addition		13,430,349	4,756,362
			109,423,448	**120,606,258**
	Less: Adjustment		(13,224,619)	(24,613,159)
	Closing balance		96,198,829	95,993,099

Aging of above is given below:

Particulars	Total	Below 1 year	Above 1 year
Security deposit with TGTDCL, Gazipur Palli Bidyut Samity-2	8,434,550	-	8,434,550
Margin against bank guarantee TGTDCL and Peoples Insurance Company Limited	1,283,185	-	1,283,185
Advance income tax	175,475,634	175,475,634	-
Construction material, supplies and others	96,198,829	86,889,410	9,309,419
Total	281,392,198	262,365,044	19,027,154

Advances, deposits and pre-payments were not due from directors, spouses, subsidiary and related parties.

Note No.	Particulars	Amount in Taka 30.06.2025	Amount in Taka 30.06.2024
9	**Accounts Receivable: Tk. 985,879,144**		
	Opening balance	**1,918,035,080**	**1,454,226,775**
	Add: Addition	14,737,146,332	15,182,047,791
		16,655,181,412	**16,636,274,566**
	Less: Adjustment	(15,669,302,268)	(14,718,239,486)
	Closing balance	985,879,144	1,918,035,080

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

Note No.	Particulars	Amount in Taka 30.06.2025	Amount in Taka 30.06.2024

a. The export bills receivables are secured against confirmed Letter of Credit (both at sight and 120 days deferred) and realizable subsequently.

b. The cash incentives claim were submitted to concerned bank upon full realization of export proceeds as supported by export LC and Auditors' Certificate.

c. No amount is required to be provided as bad debt and doubtful.

Note No.	Particulars	30.06.2025	30.06.2024
	d. Aging of above is given below:		
	Below 120 days	985,879,144	1,918,035,080
	Above 120 days	-	-
		985,879,144	**1,918,035,080**
	e. Receivable amount consists of		
	Other company	985,879,144	1,918,035,080
	Related parties	-	-
		985,879,144	**1,918,035,080**
10.	**Cash and Cash Equivalents: Tk. 1,018,911,983**		
	Cash in hand	2,245,726	1,934,278
	Cash at bank	1,016,666,257	1,511,748,496
		1,018,911,983	**1,513,682,774**
10.01	**Cash at Bank Tk. 1,016,666,257**		
	City Bank PLC - CD A/C	-	1,084,361
	City Bank PLC - OD A/C (Positive balance)	-	45,305
	City Bank PLC - ERQ Account	81,247,013	102,895,212
	City Bank PLC - FBPAR Account	119,465,481	189,749,613
	Dutch Bangla Bank PLC - CD A/C	425,614	1,244,962
	Eastern Bank PLC - CD A/C	174,843	183,767
	Eastern Bank PLC - ERQ A/C	36	34
	HSBC Limited - CD A/C	56,530	57,220
	Prime Bank PLC - CD A/C	573,436	12,490,321
	Prime Bank PLC - OD A/C (Positive balance)	30,722	2,843,112
	Prime Bank PLC - ERQ A/C	17,927,600	8,685,307
	Prime Bank PLC - Margin Account	107,973,132	162,751,935
	United Commercial Bank PLC - CD	5,699,276	988,960
	United Commercial Bank PLC - SND	356,440	1,008,205
	United Commercial Bank PLC - ERQ Account	92,877,256	163,924,631
	United Commercial Bank PLC - FC Margin	589,858,878	863,795,551
		1,016,666,257	**1,511,748,496**

11. Share Capital: Tk. 2,000,000,000

Particulars	No. of Shares 30.06.2025	No. of Shares 30.06.2024	30.06.2025	30.06.2024
a. Authorized Capital:				
Per share @ Tk. 100	20,000,000	20,000,000	2,000,000,000	2,000,000,000
b. Issued, Subscribed and Paid up Capital:				
4,000,000 ordinary shares of Tk. 100 each			400,000,000	400,000,000

Percentage of shareholding by different shareholders as on 30.06.2025

SL	Name of shareholder	No. of Share	% of holding	Taka	Taka
1.	Mr. A. F. M. Zubair	60	0.0015%	6,000	6,000
2.	Mr. Azizur R. Chowdhury	20	0.0005%	2,000	2,000
3.	Ms. Saima Matin Chowdhury	20	0.0005%	2,000	2,000
4.	Malek Spinning Mills PLC	3,999,900	99.9975%	399,990,000	399,990,000
	Total	4,000,000	100%	400,000,000	400,000,000

Classification of shareholding as on 30.06.2025

SL	Range of holdings	No. of Holder	Holding	Percentage
1.	Upto 100 shares	3	100	0.0025%
2.	Above 100 shares	1	3,999,900	99.9975%
	Total	4	4,000,000	100%

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Notes to the financial statements for the year ended on 30 June 2025

Note No.	Particulars		Amount in Taka 30.06.2025	Amount in Taka 30.06.2024

Classification of shareholding as on 30.06.2024

SL	Range of holdings	No. of Holder	Holding	Percentage
1.	Upto 100 shares	3	100	0.0025%
2.	Above 100 shares	1	3,999,900	99.9975%
	Total	**4**	**4,000,000**	**100%**

Note No.	Particulars		30.06.2025	30.06.2024
	Opening balance		400,000,000	400,000,000
	Add: Addition		-	-
	Closing balance		**400,000,000**	**400,000,000**
12.	**Revaluation Reserve: Tk. 132,961,408**			
	Opening balance		134,555,666	136,154,292
	Add: Addition		-	-
			134,555,666	**136,154,292**
	Less: Transferred to general reserve and surplus		(1,594,258)	(1,598,626)
	Closing balance		**132,961,408**	**134,555,666**
13.	**General Reserve and Surplus: Tk. 3,985,860,157**			
	Opening balance		2,964,042,863	1,905,599,847
	Add: Net profit / (loss)		1,140,223,036	1,176,844,390
	Add: Transferred from revaluation reserve		1,594,258	1,598,626
			4,105,860,157	**3,084,042,863**
	Less: Interim Cash dividend paid (subject to AGM 2025) for the year 2024-2025	Note-13.01	(120,000,000)	(120,000,000.00)
	Closing balance		**3,985,860,157**	**2,964,042,863**

13.01 Details of Interim Cash dividend paid

Name of shareholder	No. of share	Face value @ Tk. 100	Gross Dividend @ 30%	Gross Dividend @ 30%
Malek Spinning Mills PLC	3,999,900	399,990,000	119,997,000	119,997,000
Mr. A. F. M. Zubair	60	6,000	1,800	1,800
Mr. Azizur R. Chowdhury	20	2,000	600	600
Ms. Saima Matin Chowdhury	20	2,000	600	600
	4,000,000	**400,000,000**	**120,000,000**	**120,000,000**

Note No.	Particulars		30.06.2025	30.06.2024
14.	**Long Term Loan From Bank: Tk. 1,453,343,719**			
	Local currency loan			
	City Bank PLC		252,082,149	379,639,247
	Prime Bank PLC		1,092,389,456	673,708,505
	United Commercial Bank PLC		284,023,192	214,885,909
			1,628,494,797	**1,268,233,661**
	Foreign currency loan (USD & EURO)-Prime Bank PLC		185,160,651	247,138,120
			1,813,655,448	**1,515,371,781**
	Less: Current portion of long term loan	Note - 17	(360,311,729)	(258,076,413)
			1,453,343,719	**1,257,295,368**

Local Currency Long Term Loan (in BDT):

a. **Repayment period:** Loan was taken from July 2022 to June 2025 and the tenure of payment is from 2023 to 2031.

b. **Rate of interest:** This is varied from 5.00% to 14.00% per annum.

c. **Collateral:** Land, Building, Plant and Machinery are kept as lien.

Foreign Currency Long Term Loan (in USD & EURO):

a. **Repayment period:** Loan was taken in June 2022 and the tenure of payment is from 2022 to 2027.

b. **Rate of interest:** Rate of Interest was 5.00% per annum for foreign currency loan.

c. **Collateral:** Land, Building, Plant and Machinery are kept as lien.

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Notes to the financial statements for the year ended on 30 June 2025

Note No.	Particulars		Amount in Taka 30.06.2025	Amount in Taka 30.06.2024
15.	**Deferred Tax Liabilities: Tk. 77,209,252**			
	This is arrived at as under:			
	Opening balance		87,845,915	87,436,119
	Add: Provision	Note - 28	(10,636,662)	409,796
	Closing balance		77,209,252	87,845,915

Deferred Tax Calculation:

Particulars	Accounts Base WDV	Tax Base WDV	Temporary Difference	Temporary Difference
WDV of Fixed Assets At Cost	3,927,695,484	3,441,005,155	486,690,329	573,517,526
WDV of Revalued Fixed Assets	156,720,108	-	156,720,108	158,531,765
Total	4,084,415,592	3,441,005,155	643,410,437	732,049,291
Deferred Tax Rate			12%	12%
Deferred Tax Liability/(Assets)			77,209,252	87,845,915

Note No.	Particulars	30.06.2025	30.06.2024
16.	**Short Term Loan: Tk. 2,628,697,384**		
	City Bank PLC		
	Export development fund (EDF)	890,652,837	819,752,066
	UPAS Loan	443,998,315	-
	Overdraft Account (OD)	725,777	-
		1,335,376,929	**819,752,066**
	Prime Bank PLC		
	Packing Credit Loan	62,618,075	-
	Export development fund (EDF)	485,374,876	384,695,030
		547,992,951	**384,695,030**
	United Commercial Bank PLC		
	Export development fund (EDF)	582,755,485	1,255,846,070
	Time Loan Account	162,572,019	-
		745,327,504	**1,255,846,070**
		2,628,697,384	**2,460,293,166**

a. **Repayment period:** This is payable within 1 year.
b. **Rate of Interest:** This is varied from 5.50% to 13.00% per annum.
c. **Collateral:** Inventory and Book Debts are kept as lien.

Note No.	Particulars	30.06.2025	30.06.2024
17.	**Current Portion of Long Term Loan: Tk. 360,311,729**		
	In Local Currency (BDT)		
	City Bank PLC	94,399,039	99,367,004
	Prime Bank PLC	137,249,961	53,490,924
	United Commercial Bank PLC	36,071,075	22,831,803
		267,720,075	**175,689,731**
	In Foreign Currency (USD and Euro)		
	Prime Bank PLC	92,591,654	82,386,682
		360,311,729	**258,076,413**

This represents current portion of long term local and foreign currency loan are payable for the period under audit.

Note No.	Particulars	30.06.2025	30.06.2024
18.	**Accounts Payable: Tk. 178,027,375**		
	This is payable for various accounts and arrived at as under:		
	Opening balance	143,236,434	156,650,724
	Add: Addition	13,360,702,672	13,322,093,171
		13,503,939,106	**13,478,743,895**
	Less: Adjustment	(13,325,911,731)	(13,335,507,461)
	Closing balance	**178,027,375**	**143,236,434**

Aging of above is given below:

Total	Within 6 months	6 months and above
178,027,375	162,412,260	15,615,115

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Notes to the financial statements for the year ended on 30 June 2025

Note No.	Particulars		Amount in Taka 30.06.2025	Amount in Taka 30.06.2024
19.	**Bank Acceptance Liabilities: Tk. 1,195,907,634**			
	Bank acceptance liabilities for raw materials			
	City Bank PLC		325,298,679	343,448,120
	Prime Bank PLC		240,186,495	293,940,985
	United Commercial Bank PLC		630,422,460	1,209,790,293
			1,195,907,634	**1,847,179,398**
20.	**Liabilities For Expenditure: Tk. 429,356,091**			
	Salaries, wages, overtime, extra overtime and expenditure		232,329,210	184,313,669
	Gazipur Palli Bidyut Samity-2		4,108,797	-
	Titas Gas Transmission & Distribution Co. Limited (TGTDCL)		17,189,450	-
	Tax deduction at source		-	1,462,780
	VAT deduction at source		-	435,915
	Audit fees		253,000	195,500
	Provision for Tax	Note - 27	175,475,634	162,456,744
			429,356,091	**348,864,608**

Aging of above is given below:

Total	Within 6 months	6 months and above
429,356,091	338,034,099	91,321,992

Note No.	Particulars		30.06.2025	30.06.2024
21.	**Turnover - Export Earnings: Tk. 14,737,146,332**			
	Export earnings		14,737,146,332	15,182,047,791
			14,737,146,332	**15,182,047,791**
22.	**Cost of Goods Sold : Tk. 13,377,324,250**			
	Raw Materials Consumed	Note - 22.1	9,712,240,146	10,019,634,391
	Direct expenses	Note - 22.2	2,808,375,179	2,703,372,993
	Factory overhead	Note - 22.3	936,220,088	817,715,878
	Total manufacturing cost		**13,456,835,413**	**13,540,723,262**
	Work-in-process - opening balance		506,439,715	730,192,959
	Cost of goods available for use		**13,963,275,128**	**14,270,916,221**
	Work-in-process - closing balance		(515,653,843)	(506,439,715)
	Cost of production		**13,447,621,285**	**13,764,476,506**
	Finished goods - opening balance		107,369,204	123,474,638
	Cost of goods available for sale		**13,554,990,489**	**13,887,951,144**
	Finished goods - closing balance		(174,006,638)	(107,369,204)
			13,380,983,851	**13,780,581,940**
	Less: Sample expenses		(3,659,601)	(4,699,468)
			13,377,324,250	**13,775,882,472**
22.1	**Raw Materials Consumed: Tk. 9,712,240,146**			
	Opening balance		963,866,743	959,993,282
	Add: Purchase	Note - 22.1.1	9,833,638,082	10,023,507,852
			10,797,504,825	**10,983,501,134**
	Less: Closing balance		(1,085,264,679)	(963,866,743)
			9,712,240,146	**10,019,634,391**
22.1.1	**Purchase: Tk. 9,833,638,082**			
	Yarn (Import)		5,522,070,339	5,639,060,074
	Accessories (Import)		2,920,982,477	3,013,821,344
	Dyes and chemical (Import)		726,824,229	713,325,687
	Fabrics (Import)		609,107,078	614,275,674
	Bank charge and commission		19,703,648	18,040,314
	Clearing and forwarding expense		34,950,311	24,984,759
			9,833,638,082	**10,023,507,852**
22.2	**Direct Expenses : Tk. 2,808,375,179**			
	Direct wages and overhead		2,808,375,179	2,703,372,993
			2,808,375,179	**2,703,372,993**

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

Note No.	Particulars		Amount in Taka 30.06.2025	Amount in Taka 30.06.2024
22.3	**Factory Overhead: Tk. 936,220,088**			
	Salary and allowances		147,072,166	136,454,752
	Compliance expenses		5,374,166	3,836,235
	Gas charges		152,985,130	164,206,151
	Electricity Charges		111,049,785	75,786,966
	Postage		33,718	52,525
	Contribution to RMG sector central fund		4,627,248	4,400,581
	Travelling and conveyance		3,543,258	3,366,270
	Stores, spares and accessories	**Note - 22.3.1**	59,106,819	55,554,192
	Fire insurance premium		8,553,495	6,344,013
	Daily Labour and others		1,244,900	2,354,218
	Workers' food		17,701,682	17,124,950
	Diesel, Lubricant, CNG and LPG		122,732,756	88,867,632
	Lab test and inspection charges		11,698,194	15,700,380
	Loading and unloading charges		782,087	707,864
	Medical expenses		4,055,837	2,333,289
	Other factory office expenses		3,647,489	2,411,019
	Repairs and maintenance		7,396,715	7,061,346
	Security service		1,463,387	789,075
	Stationery		8,643,212	5,740,125
	Telephone, mobile and Communication expenses		3,067,532	2,834,852
	Vehicles fuel and others		3,028,485	3,198,094
	Depreciation on assets		256,600,370	216,774,728
	Depreciation on revalued assets		1,811,657	1,816,621
			936,220,088	**817,715,878**
22.3.1	**Stores, spares and accessories: Tk. 59,106,819**			
	Opening balance		54,888,036	40,686,481
	Add: Purchase		68,856,828	69,755,747
			123,744,864	**110,442,228**
	Less: Closing balance		(64,638,045)	(54,888,036)
			59,106,819	**55,554,192**
23.	**Administrative Expenses: Tk. 45,108,104**			
	Salaries, allowances and festival Bonus (Note 3.18, 3.27, 3.28)		24,568,930	23,801,232
	Audit fees	**Note- 23.1**	253,000	195,500
	Conveyance and travelling expense		431,054	464,537
	Postage and stamp charges		5,480	4,820
	Staff Food		708,688	822,044
	Fees, forms and others		869,530	620,004
	License and renewals		625,598	632,654
	Office rent (including VAT)		12,307,944	12,307,944
	Stationery		973,851	990,300
	Telephone, mobile		640,999	516,384
	Vehicles fuel and others		624,883	739,357
	Depreciation on assets		3,098,147	3,974,302
			45,108,104	**45,069,078**
	Director salaries and allowances are apportion at the ratio of 90: 10 basis			
23.1.	**Audit fees Tk. 253,000**			
	Statutory Audit fees (including VAT)		230,000	172,500
	Provident Fund Audit fees (including VAT)		23,000	23,000
			253,000	**195,500**
24.	**Selling and Distribution Expenses: Tk. 9,121,187**			
	Sample expenses		3,659,601	4,699,468
	Daily Labour		851,865	1,002,488
	Clearing and forwarding		4,609,721	5,058,676
			9,121,187	**10,760,632**

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

Note No.	Particulars	Amount in Taka 30.06.2025	Amount in Taka 30.06.2024
25.	**Financial Cost: Tk. 143,195,447**		
	City Bank PLC		
	Bank Charges and Commission	818,172	6,944,079
	Interest on short term loan	7,895,386	9,521,865
	Interest on term loan	13,688,209	22,904,428
		22,401,767	**39,370,372**
	Dutch Bangla Bank PLC		
	Bank Charges and Commission	51,290	50,600
	Interest on short term loan	-	-
		51,290	**50,600**
	Eastern Bank PLC		
	Bank Charges and Commission	8,833	750
		8,833	**750**
	Hongkong and Shanghai Banking Corporation Limited		
	Bank Charges and Commission	600	21,300
		600	**21,300**
	IDLC Finance PLC		
	Bank Charges and Commission	-	48,060
	Interest on term loan	-	2,241,186
		-	**2,289,246**
	Prime Bank PLC		
	Bank Charges and Commission	912,778	1,919,651
	Interest on short term loan	7,123,045	8,133,460
	Interest on term loan	89,103,148	48,522,106
		97,138,971	**58,575,217**
	United Commercial Bank PLC		
	Bank Charges and Commission	836,747	1,464,113
	Interest on short term loan	7,654,689	16,529,808
	Interest on term loan	15,102,550	23,594,695
		23,593,986	**41,588,616**
		143,195,447	**141,896,101**
26.	**Other income/ (loss): Tk. 142,664,664**		
	Foreign currency gain/ (loss)	437,710	467,527
	Loss on discarded assets	(10,388,414)	-
	Interest income	72,568	237,195
	Cash incentive	152,542,800	130,566,700
		142,664,664	**131,271,422**
27.	**Provision for Income Tax: Tk. 175,475,634**		
	Opening balance	**162,456,744**	**117,961,789**
	Add: Provision		
	1.00% tax on gross export earnings	156,688,646	147,187,070
	10% tax on export cash subsidy	15,254,280	13,056,670
	Others (Interest Income, Import and Car Fitness Renewal)	3,532,708	2,213,004
		175,475,634	**162,456,744**
		337,932,378	**280,418,533**
	Less: Adjustment	(162,456,744)	(117,961,789)
	(A) Closing balance (as per source tax)	**175,475,634**	**162,456,744**
	(B) Tax as per calculation **(Note-27.1)**	**154,814,442**	**158,190,743**
	(C) Minimum Tax as per calculation **(Note-27.2)**	**64,864,885**	**40,036,882**
	Which is higher (A) (B) & (C)	175,475,634	162,456,744

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

DAS CHOWDHURY DUTTA & CO.
Chartered Accountants

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

Note No.	Particulars			Amount in Taka 30.06.2025	Amount in Taka 30.06.2024
27.1.	**Tax Calculation:**	**Total Income**	**Rate**	**Tax Payable**	**Tax Payable**
	Business Income as above	1,162,397,344	12.00%	139,487,681	145,012,741
	Foreign currency gain/ (loss)	437,710	12.00%	52,525	56,103
	Export Cash Subsidy	152,542,800	10.00%	15,254,280	13,056,670
	Interest Income	72,568	27.50%	19,956	65,229
		1,315,450,422		**154,814,442**	**158,190,743**
27.2.	**Calculation of minimum tax:**	**Total Income**	**Rate**	**Tax Payable**	**Tax Payable**
	Turnover - Export	14,737,146,332	1%*12/27.50	64,307,548	39,749,361
	Foreign currency gain/ (loss)	437,710	1%*12/27.50	1,910	1,224
	Export cash subsidy	152,542,800	1%*10/27.50	554,701.00	284,873
	Interest Income	72,568	1.00%	726	1,423
		14,890,199,410		**64,864,885**	**40,036,882**
28.	**Provision for Deferred Tax: Tk. -10,636,662**				
	Closing balance			77,209,252	87,845,915
	Opening balance			(87,845,915)	(87,436,119)
				(10,636,662)	**409,796**
29.	**Earnings Per Share (EPS): Tk. 285.06**				
	a. Net Profit/(Loss) after tax			1,140,223,036	1,176,844,390
	b. Number of total share			4,000,000	4,000,000
	Earning Per Share (EPS) [a/b]			**285.06**	**294.21**
30.	**Net Asset Value: Tk. 1,129.71**				
	a. Shareholders Equity			4,518,821,565	3,498,598,529
	b. Share Capital (Number of Share)			4,000,000	4,000,000
	Net Asset value (NAV) [a/b] (approximate)			**1,129.71**	**874.65**
31.	**Reconciliation Between Net Profit (NP) and Net Operating Cash Flows (NOCF): Tk. 1,577,427,431**				
	Net Profit/(Loss) before Tax			1,305,062,008	1,339,710,930
	Added (+) or substructed (-) the amount for reconciliation				
	Depreciation/amortization and loss on discarded asset			271,898,588	222,565,651
	Changes in accounts receivable			932,155,936	(463,808,306)
	Changes in inventory			(206,999,507)	221,783,664
	Changes in advances, deposits and prepayments			(13,224,620)	(24,613,159)
	Changes in accounts payable and Bank Acceptance Liabilities			(616,480,823)	162,480,838
	Changes in liabilities for expenditure			80,491,483	26,938,900
	Tax paid			(175,475,634)	(162,456,744)
	Net cash provided/(used) by operating activities			**1,577,427,431**	**1,322,601,774**
32.	**Net Operating Cash Flows Per Share (NOCFPS): Tk. 394.36**				
	Net operating cash flow			1,577,427,431	1,322,601,774
	Number of share			4,000,000	4,000,000
	Net Operating Cash Flows Per Share (NOCFPS) (approximate)			**394.36**	**330.65**

A. Matin Chowdhury	**Azizur R.Chowdhury**	**Amit Kumar Saha**	**Md. Abrar Labib Rahman**
Chairman	Managing Director	Chief Financial Officer	Asst. Company Secretary

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

J. M. Fabrics Limited

Notes to the financial statements for the year ended on 30 June 2025

33.0 Financial Instruments - Accounting classifications and fair values

The carrying amount of financial assets and liabilities are shown in the following table in respect of fair value hierachy which do not include fair value information rather reasonable approximation:

Particulars	Notes	Carrying amount					
		Fair value through profit or loss	Financial assets at amortized cost	Debt investments at fair value through other comprehensive income	Equity investments at fair value through other	Other financial liabilities	Total amount
For the year ended on 30 June 2025							
Financial assets not measured at fair value:							
Inventories	7	0	1,839,563,205	0	0	0	1,839,563,205
Advances, deposits and pre-payments	8	0	281,392,198	0	0	0	281,392,198
Accounts receivable	9	0	985,879,144	0	0	0	985,879,144
Cash and cash equivalents	10	0	1,018,911,983	0	0	0	1,018,911,983
Financial libilities not measured at fair value:							
Long term loan from bank	14	0	0	0	0	1,453,343,719	1,453,343,719
Short term loan	16	0	0	0	0	2,628,697,384	2,628,697,384
Accounts payable	18	0	0	0	0	178,027,375	178,027,375
Bank acceptance liabilities	19	0	0	0	0	1,195,907,634	1,195,907,634
Liabilities for expenditure	20	0	0	0	0	429,356,091	429,356,091
For the year ended on 30 June 2024							
Financial assets not measured at fair value:							
Inventories	7	0	1,632,563,698	0	0	0	1,632,563,698
Advances, deposits and pre-payments	8	0	268,167,578	0	0	0	268,167,578
Accounts receivable	9	0	1,918,035,080	0	0	0	1,918,035,080
Cash and cash equivalents	10	0	1,513,682,774	0	0	0	1,513,682,774
Financial libilities not measured at fair value:							
Long term loan from bank	14	0	0	0	0	1,257,295,368	1,257,295,368
Short term loan	16	0	0	0	0	2,460,293,166	2,460,293,166
Accounts payable	18	0	0	0	0	143,236,434	143,236,434
Bank acceptance liabilities	19	0	0	0	0	1,847,179,398	1,847,179,398
Liabilities for expenditure	20	0	0	0	0	348,864,608	348,864,608

DAS CHOWDHURY DUTTA & CO. CHARTERED ACCOUNTANTS

Annexure - 1

J. M. Fabrics Limited

Schedule of Fixed Assets as on 30 June 2025 (Note - 5)

Particulars	Cost (Taka)				Depreciation (Taka)					Written down value as on 30.06.2025 (Taka)
	as on 30.06.2024	Addition	Adjustment/ Disposal of assets	as on 30.06.2025	Rate (%)	as on 30.06.2024	Charged	Adjustment/ Disposal of assets	as on 30.06.2025	
Land and Land Development	625,349,503	95,330,133	-	720,679,636	0.00%	-	-	-	-	720,679,636
Building and Civil Construction	783,780,000	4,753,250	-	788,533,250	3.03%	198,729,304	23,154,953	-	221,884,257	566,648,993
Plant and Machinery - Heavy	2,098,958,599	536,550,402	16,000	2,635,493,001	5.00%	576,056,206	113,556,928	5,628	689,607,506	1,945,885,495
Plant and Machinery - Light	818,155,117	53,050,993	10,944,259	860,261,851	10.00%	608,169,366	50,112,186	10,926,673	647,354,879	212,906,972
Equipment and Installation	268,636,648	32,416,047	21,010,836	280,041,859	20.00%	196,490,287	21,370,459	19,450,974	198,409,772	81,632,087
Transport Facility	50,186,034	-	-	50,186,034	10.00%	14,066,395	5,289,150	-	19,355,545	30,830,489
Furniture and Fixtures	89,688,545	86,358,269	35,554,208	140,492,606	10.00%	43,682,866	9,542,905	26,753,614	26,472,157	114,020,449
Utilities Facility	338,622,639	156,630,780	-	495,253,419	10.00%	203,490,120	36,671,936	-	240,162,056	255,091,363
Sub Total as on 30.06.2025	**5,073,377,085**	**965,089,874**	**67,525,303**	**5,970,941,656**		**1,840,684,544**	**259,698,517**	**57,136,889**	**2,043,246,172**	**3,927,695,484**
Sub Total as on 30.06.2024	**4,711,157,268**	**362,219,817**	**-**	**5,073,377,085**		**1,619,935,514**	**220,749,030**	**-**	**1,840,684,544**	**3,232,692,541**

Schedule of Revalued Fixed Assets as on 30 June 2025 (Note - 6)

Particulars	Cost (Taka)				Depreciation (Taka)					Written down value as on 30.06.2025 (Taka)
	as on 30.06.2024	Addition	Adjustment/ Disposal of assets	as on 30.06.2025	Rate (%)	as on 30.06.2024	Charged	Adjustment/ Disposal of assets	as on 30.06.2025	
Land and Land Development	142,844,153	-	-	142,844,153	0.00%	-	-	-	-	142,844,153
Building and Civil Construction	16,898,228	-	-	16,898,228	3.03%	7,406,046	512,071	-	7,918,117	8,980,111
Plant and Machinery - Heavy	25,991,670	-	-	25,991,670	5.00%	19,796,240	1,299,586	-	21,095,826	4,895,844
Sub Total as on 30.06.2025	**185,734,051**	**-**	**-**	**185,734,051**		**27,202,286**	**1,811,657**	**-**	**29,013,943**	**156,720,108**
Sub Total as on 30.06.2024	**185,734,051**	**-**	**-**	**185,734,051**		**25,385,665**	**1,816,621**	**-**	**27,202,286**	**158,531,765**
Total as on 30.06.2025	**5,259,111,136**	**965,089,874**	**67,525,303**	**6,156,675,707**		**1,867,886,830**	**261,510,174**	**57,136,889**	**2,072,260,115**	**4,084,415,592**
Total as on 30.06.2024	**4,896,891,319**	**362,219,817**	**-**	**5,259,111,136**		**1,645,321,179**	**222,565,651**	**-**	**1,867,886,830**	**3,391,224,306**

Depreciation on fixed assets other than revalued assets charged to cost of production	256,600,370
Depreciation on revalued assets charged to cost of production	1,811,657
Depreciation on fixed assets other than revalued assets charged to administrative expenses	3,098,147
	261,510,174

DAS CHOWDHURY DUTTA & CO.
CHARTERED ACCOUNTANTS