



Safko Spinning Mills Limited

Statement of Financial Position
As on June 30, 2020

Particulars	Notes	Amount in Taka	
		June 30, 2020	June 30, 2019
ASSETS			
Non-current Assets		1,406,516,545	1,100,094,933
Property, Plant and Equipment	3	1,328,740,404	965,266,370
Intangible Assets	4	100,800	126,000
Capital Work-in-progress	5	75,132,721	134,702,563
Right of Use Asset	6	2,542,620	-
Current Assets		565,352,360	555,812,168
Inventories	7	384,083,861	330,781,878
Trade Debtors	8	76,502,083	38,439,508
Advances, Deposits and Prepayments	9	91,318,329	166,881,690
Investment in FDR	10	11,299,596	10,628,772
Cash and Cash Equivalents	11	2,148,491	9,080,320
Total Assets		1,971,868,905	1,655,907,101
EQUITY AND LIABILITIES			
Shareholders' Equity		635,265,823	516,480,711
Share Capital	12	299,817,160	299,817,160
General Reserve		3,029,184	3,029,184
Revaluation Reserve	13	561,878,204	280,577,069
Retained Earnings/(Deficit)		(229,458,725)	(66,942,702)
Non-current Liabilities		1,054,434,952	753,610,117
Term Loan	14	932,864,041	677,879,767
Deferred Tax Liabilities	15	118,946,842	75,730,350
Lease Liability	16	2,624,069	-
Current Liabilities		282,168,130	385,816,273
Short-term Bank Loan	17	-	274,310,098
Current Portion of Term-loan	14.03	193,236,520	82,261,581
Short-term Loan from Directors	18	12,505,000	2,825,000
Liabilities for Expenses and Others	19	37,302,368	13,113,162
Provision for Tax	20	39,124,242	13,306,431
Total Equity and Liabilities		1,971,868,905	1,655,907,101
Net Assets Value per Share (NAV)	27	21.19	17.23

The annexed notes 1 to 41 and Annexure-A, B & C form an integral part of these financial statements.


Director


Managing Director


Company Secretary


Chief Financial Officer

Signed in terms of our separate report of even date.

Dated : Dhaka
October 28, 2020


Rahman Mostafa Alam & Co.
Chartered Accountants



Safko Spinning Mills Limited

Statement of Profit or Loss and Other Comprehensive Income
For the year ended June 30, 2020

Particulars	Notes	Amount in Taka	
		July 01, 2019 to June 30, 2020	July 01, 2018 to June 30, 2019
Sales Revenue	21	331,771,543	548,313,388
Cost of Sales	22	(345,583,583)	(416,847,641)
Gross Profit		(13,812,040)	131,465,747
Others Income	23	806,427	2,645,011
Administrative and Marketing Expenses	24	(22,751,890)	(28,046,182)
Operating Profit		(35,757,502)	106,064,576
Financial Expenses	25	(114,285,799)	(117,095,291)
Profit before Tax and Cotribution to WPPF		(150,043,301)	(11,030,715)
Contribution to WPPF		-	-
Profit before Tax		(150,043,301)	(11,030,715)
Income Tax Current period	26	(20,468,744)	(3,517,248)
Net Profit after Tax		(170,512,046)	(14,547,963)
Other Comprehensive Income/(Loss)		-	-
Total Comprehensive Income for the Year		(170,512,046)	(14,547,963)
Earnings per Share (EPS)	28	(5.69)	(0.49)

Director

Managing Director

Company Secretary

Chief Financial Officer

Signed in terms of our separate report of even date.

Dated : Dhaka
October 28, 2020

Rahman Mostafa Alam & Co.
Chartered Accountants

Safko Spinning Mills Limited


Statement of Changes in Equity
For the year ended June 30, 2020

Particulars	Amount in Tk.				
	Share Capital	General Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on June 30, 2019	299,817,160	3,029,184	280,577,069	(66,942,701)	516,480,712
Profit for the year	-	-	-	(170,512,046)	(170,512,046)
Addition During the year	-	-	338,938,533	338,938,533	338,938,533
Adjustment for Realized Depreciation of Revalued Assets	-	-	(7,996,021)	(7,996,021)	(7,996,021)
Adjustment for Realized Depreciation of Revalued Assets and Deferred Tax	-	-	(49,641,377)	7,996,021	7,996,021
Deferred Tax Liability	-	-	-	(49,641,377)	(49,641,377)
Balance as on June 30, 2020	299,817,160	3,029,184	561,878,204	(229,458,725)	635,265,823

For the year ended June 30, 2019

Particulars	Amount in Tk.				
	Share Capital	General Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on July 01, 2018	291,084,620	3,029,184	285,889,205	(50,162,623)	529,840,386
Adjustment for excess transfer of depreciation in previous years	-	-	1,421,498	(1,421,498)	-
Opening balance (restated)	291,084,620	3,029,184	287,310,703	(51,584,121)	529,840,386
Profit for the year	-	-	-	(14,547,963)	(14,547,963)
Adjustment for Realized Depreciation of Revalued Assets	-	-	-	-	-
Adjustment for Realized Depreciation of Revalued Assets and Deferred Tax	-	-	(6,733,634)	7,921,923	1,188,289
3% Bonus Share of Tk 10	8,732,540	-	-	(8,732,540)	-
Balance as on June 30, 2019	299,817,160	3,029,184	280,577,069	(66,942,701)	516,480,712


Director


Managing Director


Company Secretary


Chief Financial Officer



Rahman Mostafa Alam & Co.
Chartered Accountants



Safko Spinning Mills Limited

Statement of Cash Flows
For the year ended June 30, 2020

Particulars	Notes	Amount in Taka	
		July 01, 2019 to June 30, 2020	July 01, 2018 to June 30, 2019
Cash Flows from Operating Activities			
Collection from Customers and Other Income		294,515,396	564,968,911
Payment to Suppliers, Employees and Other Expenses		(337,479,293)	(494,184,304)
Income tax Paid		(1,075,818)	(2,076,187)
Net Cash Used by Operating Activities		(44,039,715)	68,708,420
Cash Flows from Investing Activities			
Purchase of Property, Plant and Equipment		-	(97,860,244)
Investment in FDR		(670,824)	(1,256,089)
Capital Work-in-progress		(9,173,554)	(134,702,563)
Net Cash Used in Investing Activities		(9,844,379)	(233,818,896)
Cash Flows from Financing Activities			
Financial Expenses		(114,285,799)	(117,095,291)
Loan from Sister Concern		59,908,950	37,603,850
Term Loan Receipt		365,959,212	330,343,208
Short-term Bank Loan Received		(274,310,098)	(89,753,226)
		9,680,000	2,825,000
Net Cash Flows from Financing Activities		46,952,265	163,923,541
Net Increase/(Decrease) in Cash and Cash Equivalents		(6,931,829)	(1,186,935)
Cash and Cash Equivalents at the Beginning of the Year		9,080,320	10,267,255
Cash and Cash Equivalents at the end of the year		2,148,491	9,080,320
Net Operating Cash Flows per Share	29	(1.47)	2.29

The annexed notes 1 to 41 and Annexure-A, B & C form an integral part of these financial statements.


Director


Managing Director


Company Secretary


Chief Financial Officer