

**Safko Spinning Mills Limited**  
**Statement of Financial Position**  
**As at September 30, 2024**

| Particulars                             | Notes | Amount in Taka       |                      |
|---|-------|----------------------|----------------------|
|   |       | September 30, 2024   | June 30, 2024        |
| <b>ASSETS</b>                           |       |                      |                      |
| <b>Non-current Assets</b>               |       | <b>1,417,403,706</b> | <b>1,425,859,639</b> |
| Property, Plant and Equipment           | 3     | 1,309,452,418        | 1,317,908,351        |
| Intangible Assets                       | 4     | 41,288               | 41,288               |
| Investment in Property                  | 6     | 107,910,000          | 107,910,000          |
| <b>Current Assets</b>                   |       | <b>104,512,036</b>   | <b>226,443,406</b>   |
| Inventories                             | 7     | 37,095,803           | 158,446,358          |
| Accounts Receivable                     | 8     | 5,634,560            | 5,634,560            |
| Advances, Deposits and Prepayments      | 9     | 46,975,179           | 46,975,178           |
| Investment in FDR                       | 10    | 13,491,632           | 13,396,858           |
| Cash and Cash Equivalents               | 11    | 1,314,863            | 1,990,452            |
| <b>Total Assets</b>                     |       | <b>1,521,915,742</b> | <b>1,652,303,045</b> |
| <b>EQUITY AND LIABILITIES</b>           |       |                      |                      |
| <b>Shareholders' Equity</b>             |       | <b>(49,571,631)</b>  | <b>89,769,524</b>    |
| Share Capital                           | 12    | 299,817,160          | 299,817,160          |
| Revaluation Reserve                     | 13    | 549,461,535          | 546,759,776          |
| Retained Earnings/(Deficit)             |       | (898,850,326)        | (756,807,412)        |
| <b>Non-current Liabilities</b>          |       | <b>1,005,482,885</b> | <b>1,215,437,711</b> |
| Non Current Portion of Term-loan        | 14.03 | 903,949,397          | 1,112,635,833        |
| Deferred Tax Liabilities                | 15    | 101,533,488          | 102,801,878          |
| Lease Liability                         | 17    | -                    | -                    |
| <b>Current Liabilities</b>              |       | <b>566,004,487</b>   | <b>347,095,811</b>   |
| Current Portion of Term-loan            | 14.03 | 498,920,475          | 280,002,274          |
| Loan from Directors                     | 16    | 12,505,000           | 12,505,000           |
| Liabilities for Expenses and Others     | 18    | 21,032,881           | 21,042,405           |
| Unclaimed Dividend Account              | 19    | 611,585              | 611,585              |
| Provision for Tax                       | 20    | 32,934,547           | 32,934,547           |
| <b>Total Equity and Liabilities</b>     |       | <b>1,521,915,742</b> | <b>1,652,303,046</b> |
| <b>Net Assets Value per Share (NAV)</b> | 27    | <b>(1.65)</b>        | <b>2.99</b>          |

The annexed notes 1 to 31 and Annexure-A, B & C form an integral part of these financial statements.

  
Chairman

  
Director

  
Managing Director

  
Chief Financial Officer

  
Company Secretary

Date: 14th Nov. 2024

**Safko Spinning Mills Limited**  
Statement of Profit or Loss and Other Comprehensive Income  
For the period ended September 30, 2024

| Particulars                                       | Notes | Amount in Taka                        |                                       |
|---|-------|---------------------------------------|---------------------------------------|
|   |       | July 01,2024 to<br>September 30, 2024 | July 01,2023 to<br>September 30, 2023 |
| Sales Revenue                                     | 21    | -                                     | 23,456,723                            |
| Cost of Goods Sold                                | 22    | (131,026,244)                         | (58,425,156)                          |
| <b>Gross Profit</b>                               |       | <b>(131,026,244)</b>                  | <b>(34,968,433)</b>                   |
| Others Operating expenses                         |       |                                       |                                       |
| Others Income                                     | 23    |                                       | 84,523                                |
| Administrative and Marketing Expenses             | 24    | (2,904,715)                           | (2,413,343)                           |
| <b>Operating Profit</b>                           |       | <b>(133,930,959)</b>                  | <b>(37,297,253)</b>                   |
| Financial Expenses                                | 25    | (10,255,458)                          | (46,035,233)                          |
| Expected Credit Loss                              |       |                                       | (64,532,423)                          |
| Damaged Inventory                                 |       | -                                     | -                                     |
| <b>Profit before Tax and Contribution to WPPF</b> |       | <b>(144,186,418)</b>                  | <b>(147,864,909)</b>                  |
| Contribution to WPPF                              |       | -                                     | -                                     |
| <b>Profit before Tax</b>                          |       | <b>(144,186,417)</b>                  | <b>(147,864,909)</b>                  |
| Income Tax Current period                         | 26    | 1,113,958                             | 1,033,016                             |
| <b>Net Profit after Tax</b>                       |       | <b>(143,072,459)</b>                  | <b>(146,831,892)</b>                  |
| Other Comprehensive Income/(Loss)                 |       |                                       | -                                     |
| <b>Total Comprehensive Income for the Year</b>    |       | <b>(143,072,459)</b>                  | <b>(146,831,892)</b>                  |
| <b>Earnings per Share (EPS)</b>                   | 28    | <b>(4.77)</b>                         | <b>(4.90)</b>                         |

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Chairman

  
Director

  
Managing Director

  
Chief Financial Officer

  
Company Secretary

Date: 14th Nov.2024

**Safko Spinning Mills Limited**  
Statement of Changes in Equity

For the period ended September 30, 2024

| Particulars  | Share Capital      | General Reserve | Revaluation Reserve | Retained Earnings    | Total               |
|--|--------------------|-----------------|---------------------|----------------------|---------------------|
| Balance as on July 01, 2023  | 299,817,160        | -               | 546,759,776         | (756,807,412)        | 89,769,524          |
| Profit for the year  | -                  | -               | -                   | (143,072,459)        | (143,072,459)       |
| Adjustment for under transfer of depreciation in previous periods        | -                  | -               | -                   | -                    | -                   |
| Adjustment for Realized Depreciation of Revalued Assets                  | -                  | -               | (1,029,545)         | -                    | (1,029,545)         |
| Adjustment for Realized Depreciation of Revalued Assets and Deferred Tax | -                  | -               | -                   | 1,029,545            | 1,029,545           |
| Adjustment for Realized Depreciation of Revalued Assets and Deferred Tax | -                  | -               | 154,432             | -                    | 154,432             |
| Payout for 5% cash Dividend  | -                  | -               | -                   | -                    | -                   |
| Adjustment for Deferred Tax for Revaluation Reserve                      | -                  | -               | -                   | -                    | -                   |
| <b>Balance as on September 30, 2024</b>                                  | <b>299,817,160</b> | <b>-</b>        | <b>545,884,663</b>  | <b>(898,850,326)</b> | <b>(53,148,503)</b> |

| Particulars  | Share Capital      | General Reserve | Revaluation Reserve | Retained Earnings    | Total              |
|--|--------------------|-----------------|---------------------|----------------------|--------------------|
| Balance as on July 01, 2023  | 299,817,160        | -               | 550,368,490         | (372,155,176)        | 478,030,474        |
| Profit for the year  | -                  | -               | -                   | (143,072,459)        | (143,072,459)      |
| Adjustment for under transfer of depreciation in previous periods        | -                  | -               | -                   | -                    | -                  |
| Adjustment for Realized Depreciation of Revalued Assets                  | -                  | -               | (1,061,386)         | -                    | (1,061,386)        |
| Adjustment for Realized Depreciation of Revalued Assets and Deferred Tax | -                  | -               | -                   | 1,061,386            | 1,061,386          |
| Adjustment for Realized Depreciation of Revalued Assets and Deferred Tax | -                  | -               | 154,432             | -                    | 154,432            |
| Payout for 5% cash Dividend  | -                  | -               | -                   | -                    | -                  |
| Adjustment for Deferred Tax for Revaluation Reserve                      | -                  | -               | -                   | -                    | -                  |
| <b>Balance as on September 30, 2023</b>                                  | <b>299,817,160</b> | <b>-</b>        | <b>549,461,535</b>  | <b>(514,166,248)</b> | <b>335,112,447</b> |



**Safko Spinning Mills Limited**  
Statement of Cash Flows  
For the period ended September 30, 2024

| Particulars   | Notes     | Amount in Taka                        |                                       |
|---|-----------|---------------------------------------|---------------------------------------|
|   |           | July 01,2024 to<br>September 30, 2024 | July 01,2023 to<br>September 30, 2023 |
| <b>Cash Flows from Operating Activities</b>             |           |                                       |                                       |
| Collection from Customers and Other Income              |           |                                       | 25,084,523                            |
| Payment to Suppliers, Employees and Other Expenses      |           | (557,121)                             | (27,439,528)                          |
| Income tax Paid   |           |                                       |                                       |
| <b>Net Cash Used by Operating Activities</b>            |           | <b>(557,121)</b>                      | <b>(2,355,005)</b>                    |
| <b>Cash Flows from Investing Activities</b>             |           |                                       |                                       |
| Purchase of Property, Plant and Equipment               |           |                                       | -                                     |
| Investment in FDR                                       |           | (94,774)                              | (67,619)                              |
| Investment in Property                                  |           | -                                     | -                                     |
| <b>Net Cash Used in Investing Activities</b>            |           | <b>(94,774)</b>                       | <b>(67,619)</b>                       |
| <b>Cash Flows from Financing Activities</b>             |           |                                       |                                       |
| Financial Expenses                                      |           | (10,255,458)                          | (46,035,233)                          |
| Term Loan Receipt/Paid (Net)                            |           | 10,231,765                            | 45,674,892                            |
| Dividend  |           |                                       |                                       |
| Loan From Directors                                     |           |                                       |                                       |
| <b>Net Cash Flows from Financing Activities</b>         |           | <b>(23,694)</b>                       | <b>(360,341)</b>                      |
| Net Increase/(Decrease) in Cash and Cash Equivalents    |           | (675,590)                             | (2,782,965)                           |
| Cash and Cash Equivalents at the Beginning of the Year  |           | 1,990,452                             | 2,937,781                             |
| <b>Cash and Cash Equivalents at the end of the year</b> |           | <b>1,314,863</b>                      | <b>154,815</b>                        |
| <b>Net Operating Cash Flows per Share</b>               | <b>29</b> | <b>(0.02)</b>                         | <b>(0.08)</b>                         |

The annexed notes 1 to 31 and Annexure-A, B & C form an integral part of these financial statements.

  
Chairman

  
Director

  
Managing Director

  
Chief Financial Officer

  
Company Secretary

**Safko Spinning Mills Limited**  
Schedule of Property, Plant and Equipment  
As at September 30, 2024

Annexure - A

| Particulars                               | Cost                 |                             |                          | Rate | Depreciation        |                             |                          | WDV at September 30, 2024 |
|---|----------------------|-----------------------------|--------------------------|------|---------------------|-----------------------------|--------------------------|---------------------------|
|   | As at July 01, 2024  | Addition During the Quarter | As at September 30, 2024 |      | As at July 01, 2024 | Addition During the Quarter | As at September 30, 2024 |                           |
| Land and Land Development                 | 4,025,860            | -                           | 4,025,860                | 0%   | -                   | -                           | -                        | 4,025,860                 |
| Factory Building and others Constructions | 345,942,693          | -                           | 345,942,693              | 3%   | 97,299,977          | 1,864,820                   | 99,164,797               | 246,777,896               |
| Plant, Machinery & Factory Equipments     | 881,664,355          | -                           | 881,664,355              | 5%   | 472,119,557         | 5,119,310                   | 477,238,867              | 404,425,487               |
| Generator                                 | 93,595,775           | -                           | 93,595,775               | 15%  | 84,293,076          | 348,851                     | 84,641,927               | 8,953,848                 |
| Gas Line Installation                     | 2,237,758            | -                           | 2,237,758                | 15%  | 1,787,422           | 16,888                      | 1,804,310                | 433,448                   |
| Furniture and Fixtures                    | 5,500,327            | -                           | 5,500,327                | 10%  | 3,574,814           | 48,138                      | 3,622,952                | 1,877,375                 |
| Transport and Vehicles                    | 2,625,307            | -                           | 2,625,307                | 20%  | 2,582,553           | 2,138                       | 2,584,690                | 40,617                    |
| Office Equipment                          | 2,969,772            | -                           | 2,969,772                | 15%  | 2,324,059           | 24,214                      | 2,348,274                | 621,498                   |
| Sundry Assets                             | 630,565              | -                           | 630,565                  | 10%  | 549,398             | 2,029                       | 551,427                  | 79,138                    |
| <b>Sub-total</b>                          | <b>1,339,192,412</b> | <b>-</b>                    | <b>1,339,192,412</b>     |      | <b>664,530,856</b>  | <b>7,426,388</b>            | <b>671,957,244</b>       | <b>667,235,168</b>        |

**Revaluation of Property, Plant & Equipments**

| Particulars                  | Revaluation          |                             |                          | Rate | Depreciation        |                             |                          | WDV at September 30, 2024 |
|------------------------------|----------------------|-----------------------------|--------------------------|------|---------------------|-----------------------------|--------------------------|---------------------------|
|                              | As at July 01, 2024  | Addition During the Quarter | As at September 30, 2024 |      | As at July 01, 2024 | Addition During the Quarter | As at September 30, 2024 |                           |
| Land and Land Development    | 505,974,140          | -                           | 505,974,140              | -    | -                   | -                           | -                        | 505,974,140               |
| Factory Building             | 225,205,896          | -                           | 225,205,896              | 3%   | 87,933,242          | 1,029,545                   | 88,962,787               | 136,243,109               |
| Sub-total                    | 731,180,036          | -                           | 731,180,036              |      | 87,933,242          | 1,029,545                   | 88,962,787               | 642,217,249               |
| <b>As September 30, 2024</b> | <b>2,070,372,448</b> | <b>-</b>                    | <b>2,070,372,448</b>     |      | <b>752,464,098</b>  | <b>8,455,933</b>            | <b>760,920,031</b>       | <b>1,309,452,417</b>      |

Depreciation Charged:  
Cost of Production 8,379,414  
Administrative 76,519

**Total**  
**8,455,933**