

## Safko Spinning Mills Limited

Statement of Financial Position  
As at Jun 30, 2017

	Notes	Amount in Taka	
		Jun. 30, 2017	Jun. 30, 2016
<b>Assets:</b>			
<b>Non-Current Assets</b>			
Property, Plant & Equipment	3	749,229,656	607,662,652
Capital Work in Progress	4	26,012,360	130,350,433
<b>Current assets</b>			
Inventories	5	267,620,481	244,824,448
Trade Debtors	6	46,757,510	29,983,376
Advance, Deposit & Prepayments	7	155,636,195	59,878,001
Investment in FDR	8	5,895,000	-
Cash & cash equivalents	9	16,608,603	17,466,628
<b>Total Current Assets</b>		<b>492,517,789</b>	<b>352,152,453</b>
<b>Total Assets</b>		<b>1,267,759,805</b>	<b>1,090,165,538</b>
<b>Equity &amp; Liabilities:</b>			
<b>Shareholders Equity</b>			
Share Capital	10	279,889,060	271,736,960
General Reserve		3,029,184	3,029,184
Revaluation Reserve	11	292,977,241	300,438,332
Retained: Earnings/(Deficit)		(58,251,825)	(68,663,777)
<b>Total Shareholders Equity</b>		<b>517,643,660</b>	<b>506,540,699</b>
<b>Non Current Liability :</b>			
Lease Liability (Non-current maturity)	12	-	920,157
Term Loan	13	366,460,278	334,295,873
Deferred Tax Liability	14	76,306,525	73,080,022
<b>Total Non Current Liability</b>		<b>442,766,804</b>	<b>408,296,052</b>
<b>Current Liabilities :</b>			
Short term Bank Loan	15	215,984,272	106,633,549
Current Portion of term loan	16	62,160,000	38,965,370
Current Portion of lease finance	16	-	6,621,953
Liabilities for Expenses & other Finance	17	8,684,785	5,553,523
Provision for Tax	18	20,520,284	17,554,392
<b>Total Current Liabilities</b>		<b>307,349,341</b>	<b>175,328,787</b>
<b>Total Equity &amp; Liabilities</b>		<b>1,267,759,805</b>	<b>1,090,165,538</b>
<b>Net Assets Value Per Share of Tk. 10</b>	24	18.49	18.10
(Restated for 2016 for bonus issue)			

The annexed notes from 1 to 30 and annexure A form an integral part of these financial statements.

  
Director

  
Managing Director

  
Chief Financial Officer

Signed in terms of our separate report of even date.

Dated : Dhaka  
October 26, 2017

  
Malek Siddiqui Wali  
Chartered Accountants

**Safko Spinning Mills Limited**  
Statement of Profit or Loss and Other Comprehensive Income  
For the year ended June 30, 2017

	Notes	Amount in BDT	
		For the year ended June 30, 2017	For the year ended June 30, 2016
Sales Revenue	19	522,428,030	368,011,438
Cost of Sales	20	(431,007,136)	(313,936,288)
<b>Gross Profit/ (Loss)</b>		<b>91,420,894</b>	<b>54,075,150</b>
Administrative & Marketing Exp.	21	(12,133,648)	(13,134,121)
<b>Operating Profit</b>		<b>79,287,246</b>	<b>40,941,029</b>
Financial Expenses	22	(60,401,462)	(31,973,030)
<b>Net Profit before tax and Cotribution to WPPF</b>		<b>18,885,783</b>	<b>8,967,999</b>
Provision for WPPF		(899,323)	(427,048)
<b>Net Profit before tax</b>		<b>17,986,460</b>	<b>8,540,951</b>
Income Tax	23	(3,656,996)	(1,973,609)
Deferred Tax		(3,226,503)	(603,750)
<b>Profit after Tax</b>		<b>11,102,961</b>	<b>5,963,592</b>
Other comprehensive Income		-	1,385,961
<b>Total comprehensive Income for the year</b>		<b>11,102,961</b>	<b>7,349,553</b>
<b>Earning per share (Basic) of Tk. 10</b> (Restated for 2016 for bonus issue)	25	0.40	0.26

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**Safko Spinning Mills Limited**  
Statement of Changes in Equity  
For the year ended June 30, 2017

	Amount in Tk.				
	Share Capital	General Reserve	Revaluation Reserve	Retained Earning/ (Loss)	Total
<b>Balance as on July 01, 2016</b>	271,736,960	3,029,184	300,438,332	(68,663,777)	506,540,699
Profit for the year	-	-	-	11,102,961	11,102,961
Adjustment for Depreciation of Revalued Assets	-	-	(7,461,091)	7,461,091	-
3% Bonus Share of Tk 10	8,152,100	-	-	(8,152,100)	-
<b>Balance as on June 30, 2017</b>	<u>279,889,060</u>	<u>3,029,184</u>	<u>292,977,241</u>	<u>(58,251,825)</u>	<u>517,643,660</u>

**For the year ended June 30, 2016**

<b>Balance as on July 01, 2015</b>	271,736,960	3,029,184	309,002,860	(84,577,859)	499,191,145
Profit for the year	-	-	-	7,349,553	7,349,553
Adjustment for Depreciation of Revalued Assets	-	-	(8,564,529)	8,564,529	-
<b>Balance as on June 30, 2016</b>	<u>271,736,960</u>	<u>3,029,184</u>	<u>300,438,332</u>	<u>(68,663,777)</u>	<u>506,540,699</u>

  
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October 26, 2017

  
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**Safko Spinning Mills Limited**  
Statement of Cash Flows  
For the year ended June 30, 2017

	Amount in Taka	
	Jun. 30, 2017	Jun. 30, 2016
<b>Cash flows from operating activities :</b>		
Collection from customers and other income	505,653,895	369,099,049
Payment to Suppliers, employees and other expenses	(446,365,139)	(294,936,447)
Income tax paid	(691,104)	87,884
<b>Net cash flows/(used) from operating activities</b>	<b>58,597,652</b>	<b>74,250,486</b>
<b>Cash flow from investing activities :</b>		
Purchase of property, plant and equipment	(26,801,704)	(38,526,957)
Advance against Fixed Asset	-	(28,000,000)
Investment in FDR	(5,895,000)	-
Loan to sister concern	(97,512,800)	-
Capital Work in Progress	(26,012,360)	(193,845,460)
<b>Net Cash used in investing activities</b>	<b>(156,221,864)</b>	<b>(260,372,417)</b>
<b>Cash flows from financing activities :</b>		
Financial Expenses Paid	(60,401,462)	(43,389,624)
Lease rental repayment (Principal)	(7,542,110)	(8,400,172)
Term Loan Receipt (Net)	55,359,035	373,261,243
Short term bank loan received/(paid)	109,350,723	106,633,549
Overdraft from JBL	-	(224,251,780)
Directors Loan Re-paid	-	(547,758)
<b>Net cash flows from financing activities</b>	<b>96,766,187</b>	<b>203,305,458</b>
Net increase/(Decrease) in cash & cash equivalents	(858,025)	17,183,527
Cash & cash equivalents at the beginning of the year	17,466,628	283,101
<b>Cash &amp; cash equivalents at the end of the year</b>	<b>16,608,603</b>	<b>17,466,628</b>
<b>Net operating Cash Flow per Share</b>	<b>2.09</b>	<b>2.73</b>

  
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