

Q2

MAKSONS SPINNING MILLS PLC.

Financial Statement (Un-Audited)
As at and for the period ended 31 December 2024

MAKSONS SPINNING MILLS PLC.
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024
(UN-AUDITED)

Amount in Taka

	Notes	Dec 31,2024	June 30, 2024
ASSETS			
Non-Current Assets			
Property, Plant & Equipment	2.00	3,970,425,406	4,091,341,585
Investment Property	3.00	124,786,747	149,637,573
Investment in Share	4.00	285,000,000	285,000,000
Current Assets			
Inventories	5.00	3,311,901,032	3,200,917,784
Trade Receivables	6.00	1,562,666,441	2,174,194,794
Investment in shares	7.00	43,921,438	42,777,160
Advance, Deposit & Prepayments	8.00	667,279,083	1,000,178,221
Cash & Cash Equivalents	9.00	43,074,076	169,772,611
TOTAL ASSETS		10,009,054,224	11,113,819,728
EQUITY AND LIABILITIES			
Shareholders' Equity			
Ordinary Shares	10.00	2,382,325,380	2,382,325,380
Retained Earnings and Reserves	11.00	(282,892,827)	546,326,586
Non-Current Liabilities			
Long Term Loan	12.00	1,624,546,182	844,171,684
Finance Lease obligation	13.00	128,581,419	147,347,626
Deferred Tax Liability	14.00	273,732,075	276,322,484
Current Liabilities			
Current portion of Long Term Loan		1,943,804,515	1,037,204,095
Current portion of Finance Lease obligation		32,496,185	23,752,848
Short Term Loan	15.00	3,444,234,911	4,192,446,595
Dividend payable/Unpaid dividend	16.00	30,152,066	30,153,001
Trade and other Payables	17.00	432,074,319	1,633,769,429
TOTAL EQUITY AND LIABILITIES		10,009,054,224	11,113,819,728
Net Assets Value per Share	22.00	8.81	12.29


Chief Financial Officer


Company Secretary


Director



Managing Director

MAKSONS SPINNING MILLS PLC.
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED DECEMBER 31, 2024
(UN-AUDITED)

		<i>Amount in Taka</i>			
	Notes	Half Year ended 31-Dec-24	Half Year ended 31-Dec-23	1-Oct 2024 to 31-Dec 2024	1-Oct 2023 to 31-Dec 2023
Sales	18.00	1,315,199,585	2,559,348,504	357,438,277	1,376,820,276
Less : Cost of Goods Sold	19.00	1,399,818,889	2,621,710,396	416,581,048	1,367,362,853
Gross Profit		(84,619,304)	(62,361,892)	(59,142,771)	9,457,423
Less : Operating Expenses		73,298,364	93,014,481	32,360,865	47,098,259
Administrative Expenses		61,331,585	75,799,870	27,160,535	37,063,768
Selling & Distribution Expenses		11,966,779	17,214,611	5,200,330	10,034,491
Operating Profit before financial expenses		(157,917,668)	(155,376,373)	(91,503,636)	(37,640,836)
Less: Financial Expenses		592,299,339	282,269,484	289,537,957	160,445,283
Operating Profit/(Loss)		(750,217,007)	(437,645,857)	(381,041,593)	(198,086,119)
Add. Non-operating income		(57,969,400)	(1,018,474)	(31,946,450)	(441,212)
Net Profit before WPPF		(808,186,407)	(438,664,331)	(412,988,043)	(198,527,331)
Less: WPPF		-	-	-	-
Net Profit before Income Tax		(808,186,407)	(438,664,331)	(412,988,043)	(198,527,331)
Less: Provision for Tax		22,177,284	18,476,704	9,807,642	7,095,705
Current Tax	20.00	24,767,693	19,094,671	11,102,846	6,971,938
Deferred Tax	20.01	(2,590,409)	(617,967)	(1,295,204)	123,767
Net Profit After Tax for the year		(830,363,691)	(457,141,035)	(422,795,685)	(205,623,036)
Add: Other Comprehensive Income					
Unrealized Gain or (Loss) on investment in shares	7.00	1,144,278	(143,657)	(6,639,877)	(37,983)
Total Comprehensive Income		(829,219,413)	(457,284,692)	(429,435,562)	(205,661,019)
Basic Earning per Share (EPS)	21.00	(3.49)	(1.92)	(1.77)	(0.86)


 Chief Financial Officer


 Company Secretary


 Director



 Managing Director

MAKSONS SPINNING MILLS PLC.
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2024
(UN-AUDITED)

Amount in Taka

	Share Capital	Share Premium	Gain/(Loss) on Marketable Securities (Unrealized)	Revaluation Reserve	Retained Earnings	Total (Tk.)
Half Year ended December, 2024						
Balance as on 01-07-2024	2,382,325,380	1,526,004,000	(61,530,230)	331,600,253	(1,249,747,437)	2,928,651,966
Net Profit after Taxes	-	-	-	-	(830,363,691)	(830,363,691)
Fair value adjustment of marketable securities	-	-	1,144,278	-	-	1,144,278
Balance as on 31-12-2024	2,382,325,380	1,526,004,000	(60,385,952)	331,600,253	(2,080,111,128)	2,099,432,553
Half Year ended December, 2023						
Balance as on 01-07-2023	2,382,325,380	1,526,004,000	(30,854,984)	334,684,096	(373,713,342)	3,838,445,150
Net Profit after Taxes	-	-	-	-	(457,141,035)	(457,141,035)
Fair value adjustment of marketable Securities	-	-	(143,657)	-	-	(143,657)
Balance as on 31-12-2023	2,382,325,380	1,526,004,000	(30,998,641)	334,684,096	(830,854,377)	3,381,160,458


 Chief Financial Officer


 Company Secretary


 Director


 Managing Director

MAKSONS SPINNING MILLS PLC.
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31, 2024
(UN-AUDITED)

	Half Year ended 31-Dec-24	Half Year ended 31-Dec-23
CASH FLOW FROM OPERATING ACTIVITIES:		
Cash Received from Customers and Other Sources	1,877,291,027	2,530,479,809
Payment to suppliers and other expenses	(2,356,982,013)	(2,901,480,761)
Interest Paid	(592,065,314)	(301,130,133)
Net Cash Generated from Operating Activities	(1,071,756,300)	(672,131,085)
CASH FLOW FROM INVESTING ACTIVITIES:		
Acquisition of Property, Plant and Equipment	24,850,826	(18,345,312)
Net Cash used in Investing Activities	24,850,826	(18,345,312)
CASH FLOW FROM FINANCING ACTIVITIES:		
Short Term Loan from Bank - net	(748,211,684)	419,092,163
Dividend paid	(935)	(30,354,532)
Long Term Loan - net	1,676,952,047	340,594,417
Net Cash Generated from Financing Activities	928,739,428	729,332,048
Net Increase/(Decrease) in Cash & Cash Equivalents	(118,166,046)	38,855,651
Gain /(Loss) of Foreign Currency fluctuation	(8,532,489)	(347,747)
Opening Cash & Cash Equivalents	169,772,611	58,327,654
Closing Cash & Cash Equivalents	43,074,076	96,835,558
Net Operating Cash Flow Per Share	23.00	(4.50) (2.82)


 Chief Financial Officer


 Company Secretary


 Director


 Managing Director

1.00 Accounting Policies & Methods used for preparation & presentation of Financial Statements

We have followed the similar accounting policies and methods for the preparation and presentation of financial statement for the 1st Quarter ended from 1st July 2024 to 31st December 2024 compared to the most recent annual Financial Statements for the Year ended June 30, 2024.

The financial statements have been prepared in compliance with the requirements of the Companies Act 1994, the Securities & Exchange Rules 1987, the listing Regulations of Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) and other relevant local laws as applicable and in accordance with the applicable international Financial Reporting Standards (IFRSs) including international Accounting Standards (IAS) as issued by International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

	December 31, 2024	June 30, 2024
	Taka	Taka
2.00 Property, Plant & Equipment		
Land & Land Development	1,282,228,437	1,282,228,437
Building & Other Construction	861,353,015	883,438,991
Plant & Machinery	1,743,363,829	1,835,119,820
Furniture & Fixture	4,108,495	4,441,616
Office Equipment	35,162,845	37,013,521
Motor Vehicle	38,990,077	43,322,308
Right off Use Asset (office space)	5,218,708	5,776,892
	<u>3,970,425,406</u>	<u>4,091,341,585</u>
3.00 Investment Property		
Mirsorai Economic Zone	<u>124,786,747</u>	<u>149,637,573</u>
	<u>124,786,747</u>	<u>149,637,573</u>
<p>Maksons Spinning Mills Limited (MSML) has applied to the BEZA to acquire 01 Nos. of Industrial Plot for 50 years lease at Mirsarai/ Feni Economic Zones of Bangabandhu Sheikh Mujib Shilpa Nagar.</p>		
4.00 Investment in Share & Bond		
Maksons Textiles Limited	270,000,000	270,000,000
Southeast Bank Perpetual Bond	15,000,000	15,000,000
	<u>285,000,000</u>	<u>285,000,000</u>
<p>Maksons Spinning Mills Limited (MSML) has made an investment in shares of Maksons Textiles Limited (MTL). The project of the company is in the preliminary stage of the implementation. Maksons Textiles Limited (MTL) is not a listed company.</p>		
5.00 Inventories		
Raw Cotton	2,626,513,035	2,585,590,093
Work-in-Process	112,144,115	78,740,078
Finished Goods	537,541,220	503,065,724
Stores & Spares	35,702,662	33,521,889
Total	<u>3,311,901,032</u>	<u>3,200,917,784</u>
6.00 Trade Receivables		
Trade Receivables	1,562,666,441	2,174,194,794
	<u>1,562,666,441</u>	<u>2,174,194,794</u>

	December 31, 2024 Taka	June 30, 2024 Taka
7.00 Investment in Shares		
Opening Balance	42,777,160	73,452,406
Addition during the period		
Add: Unrealized Gain/ (Loss) during the year	1,144,278	(30,675,246)
Closing Balance	<u>43,921,438</u>	<u>42,777,160</u>
8.00 Advance, Deposit & Prepayment		
Advance		
Advance to the parties & others	84,486,724	47,428,631
Advance to Related Party	264,040,474	292,472,096
Advance income tax	24,767,693	31,359,999
Advance Vat	3,718,228	3,540,521
Raw Cotton & Spare in Transit	242,208,701	576,119,977
Claim Receivable	14,192,544	15,392,278
	<u>633,414,364</u>	<u>966,313,502</u>
Deposit & Prepayments		
Titas Gas	22,260,627	22,260,627
Others	11,604,092	11,604,092
	<u>33,864,719</u>	<u>33,864,719</u>
Total	<u>667,279,083</u>	<u>1,000,178,221</u>
9.00 Cash & Cash Equivalents		
Cash in Hand	3,622,704	622,119
Cash at Bank	39,451,372	169,150,492
	<u>43,074,076</u>	<u>169,772,611</u>
10.00 Share Capital		
10.01 Authorized		
4,000,000 Preference shares of Tk. 10/- each	40,000,000	40,000,000
496,000,000 Ordinary shares of Tk. 10/- each	4,960,000,000	4,960,000,000
	<u>5,000,000,000</u>	<u>5,000,000,000</u>
10.02 Issued, Subscribed and Paid-up		
Paid up Share Capital of Tk. 238,232,538 is arrived at as follows:		
Preference Shares	-	-
238,232,538 Ordinary shares of Tk. 10/- each	2,382,325,380	2,382,325,380
Total	<u>2,382,325,380</u>	<u>2,382,325,380</u>
11.00 Retained Earnings and Reserves		
Share Premium	1,526,004,000	1,526,004,000
Revaluation Reserve	331,600,253	331,600,253
Retained Earnings	(2,080,111,128)	(1,249,747,437)
Available for Sale Reserve-Investment	(60,385,952)	(61,530,230)
	<u>(282,892,827)</u>	<u>546,326,586</u>

	December 31, 2024 Taka	June 30, 2024 Taka
12.00 Long Term Loan		
Southeast Bank	1,624,546,182	844,171,684
	<u>1,624,546,182</u>	<u>844,171,684</u>
13.00 Finance Lease Obligation		
Pubali Bank	1,842,026	2,105,717
Bay Leasing & Investment Ltd.	123,166,930	141,962,231
Lease Liability-Right off Use Asset	3,572,463	3,279,677
	<u>128,581,419</u>	<u>147,347,625</u>
14.00 Deferred Tax Liability:		
Opening balance	276,322,484	278,087,597
Addition during the year	(2,590,409)	(1,765,113)
	<u>273,732,075</u>	<u>276,322,484</u>

Deferred Tax Calculation

Deferred Tax Calculation as follows

	Accounts Base	Tax Base	Difference
WDV of Fixed Assets	3,574,196,871	2,140,326,200	1,433,870,672
WDV of Revaluation Surplus of Fixed Assets	391,009,827	-	391,009,827
Total	<u>3,965,206,698</u>	<u>2,140,326,200</u>	<u>1,824,880,499</u>

Deferred Tax Liability @15%

273,732,075

Deferred tax is related to taxable temporary timing differences on account of depreciation on property, plant and equipment.

15.00 Short Term Loan from Bank

Southeast Bank - Overdraft A/C	212,071,589	207,784,481
Loan on Export	593,549,428	1,118,767,056
Southeast Bank Ltd.- LTR & others	817,367,052	994,618,829
Southeast Bank Ltd.- EDF	1,821,246,842	1,871,276,229
	<u>3,444,234,911</u>	<u>4,192,446,595</u>

16.00 Dividend payable/Unpaid dividend

Dividend payable	30,152,066	30,153,001
	<u>30,152,066</u>	<u>30,153,001</u>

The dividend payable as on December 31, 2024 consist of Tk 39,67,082 payable for the year 2021-2022 and the balance amount Tk 2,61,84,984 for the prior years unclaimed to date.

17.00 Trade and other Payables

Acceptance Liability	-	1,271,471,341
Insurance Premium	9,892,733	10,991,926
Salary & Wages	43,865,988	27,627,497
Other Liability	130,113,147	122,784,287
Other expenses	115,515,679	60,576,872
Creditor for Goods	5,832,500	6,870,929
WPPF	9,321,634	9,321,634
Provision for Tax	117,532,637	124,124,943
	<u>432,074,319</u>	<u>1,633,769,429</u>

	Dec 31, 2024	Dec 31, 2023
	Taka	Taka
18.00 Sales		
Export sales	1,201,399,585	2,516,386,104
Local Sales	113,800,000	42,962,400
	<u>1,315,199,585</u>	<u>2,559,348,504</u>
19.00 Cost of Goods Sold		
	<u>Amount (Tk)</u>	<u>Amount (Tk)</u>
Raw Material Consumed	949,290,835	2,000,583,234
Manufacturing Overhead	518,407,587	531,434,706
Cost of goods Manufacturing	<u>1,467,698,422</u>	<u>2,532,017,940</u>
Opening Work in Process	78,740,078	51,782,033
Less: Closing Work in Process	<u>112,144,115</u>	<u>47,874,463</u>
Cost of Production	1,434,294,386	2,535,925,510
Opening Finished Goods	503,065,724	385,726,961
Less: Closing Finished Goods	<u>537,541,220</u>	<u>299,942,075</u>
	<u>1,399,818,889</u>	<u>2,621,710,396</u>
20.00 Current Tax		
<u>Tax Calculation for the period</u>		
Income from operations	(750,217,007)	
Income tax Rate*	15%	
Income Tax Payable [A]		
Income from Non operation		
Income tax Rate**	20%	
Income Tax Payable [B]	-	
Total Tax Payable on Taxable Income [C = A+B]	-	
Minimum Tax Payable u/s 82 C(4)(a) [D]	7,891,198	
Tax deducted at source [E]	24,767,693	
Tax expense for the Dec 31, 2024 (higher of C, D and E)	-	
* As per Ministry of Finance SRO Dated 30 th June, 2019 (SRO #218)		
** As per Bangladesh Finance Act 2022		
20.01 Deferred Tax		
<u>Deffered Tax Calculation for the period</u>		
Deffered Tax liabilities as on 31 Dec 2024	273,732,075	
Deffered Tax liabilities as on 30 June 2024	276,322,484	
Deffered Tax for the period	<u>(2,590,409)</u>	
21.00 Earning Per Share (EPS):		
Basic Earning Per Share		
The computation of EPS is given below:		
(a) Earning attributable to the ordinary shareholders (Net Profit after income tax)	(830,363,691)	(457,141,035)
(b) Weighted average number of ordinary shares outstanding during the year	238,232,538	238,232,538
(c) Basic Earning Per Share	<u>(3.49)</u>	<u>(1.92)</u>

	Dec 31,2024 Taka	30-Jun-24 Taka
22.00 Net Assets Value Per Share (NAVPS)		
(a) Net assets value (Total assets - liabilities)	2,099,432,553	2,928,651,966
(b) Number of ordinary shares outstanding during the year	238,232,538	238,232,538
(c) Net Assets Value Per Share (NAVPS)	8.81	12.29

	Dec 31,2024 Taka	Dec 31,2023 Taka
23.00 Net Operating Cash Flow Per Share (NOCFPS)		
(a) Net Operating Cash Flow (Numerator)	(1,071,756,300)	(672,131,085)
(b) No. of Shares Outstanding	238,232,538	238,232,538
(c) Net Operating Cash Flow Per Shares	(4.50)	(2.82)

24.00 Significant deviation in EPS

EPS decrease due to Turnover decrease and also Gas bill has been increased compare to previous year. Financial expense also increase remarkably due to interest rate rise.

25.00 Significant deviation in NOCFPS

NOCFPS decreased due to increase of payment for cost and expenses others comparison to the previous period of previous year.

26.00 Changes in Operating Income and Expenses:

Sales Revenue **decreased** compared to the same period of previous year due to decrease of sales volume in terms of quantity and price.

Cost of Goods Sold ratio **increased** compared to the same period of last FY mainly for the increase of Cost and Expenses.

27.00 Related party disclosure

Disclosure on Related party transaction as per IAS-24: "Related Party Disclosure"

Particulars	Relationship	Type of Transaction	Balance
Maksons Textiles Limited	Common Director	Share Money Deposit	206,732,252
Gardenia Wears Limited	Common Director	Loan & Advance	19,988,371
Lamuni Apparels Limited	Common Director	Loan & Advance	54,121,025
Metro spinning Ltd.	Common Director	Loan & Advance	(16,801,174)

28.00 Reconciliation between net profit with cash flow from operating activities

A Reconciliation of Net operating cash flow under Indirect Method is provided below:

	31-Dec-24
	Taka
Particulars	
Net profit after tax for the year:	(830,363,691)
Income Tax Expense:	22,177,284
Net profit before tax for the year:	<u>(808,186,407)</u>
Adjustment to reconcile profit before tax to net cash flows	
Depreciation	120,916,178
Unrealized foreign exchange fluctuation gain	8,532,489
Income Tax Paid:	(24,767,693)
Working capital adjustments	
(Increase)/Decrease in Advances & Prepayments, excluding Advance Income Tax	326,306,831
(Increase)/Decrease in Trade Receivables	611,528,353
(Increase)/Decrease in Inventory	(110,983,249)
(Decrease)/Increase in Trade Payables, Liabilities and WPPF	<u>(1,195,102,804)</u>
Net Cash generated from Operating Activities	<u>(1,071,756,302)</u>

29.00 Disclosure of Key management personnel compensation

As per the paragraph 17 of IAS-24: **Related Party Disclosure**, there was no payment benefits during this period on Account of:

- a) Short-term employee benefits
- b) Post-employment benefits
- c) Other long-term benefits
- d) Termination benefits
- e) Share-based payment