

MAKSONS SPINNING MILLS PLC.

Financial Statement (Un-Audited)
As at and for the period ended 31 March 2025

MAKSONS SPINNING MILLS PLC.
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025
(UN-AUDITED)

Amount in Taka

| | Notes | March 31, 2025 | June 30, 2024 |
|---|-------|----------------------|-----------------------|
| ASSETS | | | |
| Non-Current Assets | | | |
| Property, Plant & Equipment | 2.00 | 3,910,128,945 | 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 | 3,100,203,895 | 3,200,917,784 |
| Trade Receivables | 6.00 | 1,344,004,432 | 2,174,194,794 |
| Investment in shares | 7.00 | 38,311,087 | 42,777,160 |
| Advance, Deposit & Prepayments | 8.00 | 734,687,836 | 1,000,178,221 |
| Cash & Cash Equivalents | 9.00 | 41,257,849 | 169,772,611 |
| TOTAL ASSETS | | 9,578,380,791 | 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 | (555,589,577) | 546,326,586 |
| Non-Current Liabilities | | | |
| Long Term Loan | 12.00 | 1,613,420,465 | 844,171,684 |
| Finance Lease obligation | 13.00 | 137,288,168 | 147,347,626 |
| Deferred Tax Liability | 14.00 | 272,436,871 | 276,322,484 |
| Current Liabilities | | | |
| Current portion of Long Term Loan | | 2,054,783,010 | 1,037,204,095 |
| Current portion of Finance Lease obligation | | 25,148,436 | 23,752,848 |
| Short Term Loan | 15.00 | 3,269,222,756 | 4,192,446,595 |
| Dividend payable/Unpaid dividend | 16.00 | 30,152,066 | 30,153,001 |
| Trade and other Payables | 17.00 | 349,193,216 | 1,633,769,429 |
| TOTAL EQUITY AND LIABILITIES | | 9,578,380,791 | 11,113,819,728 |
| Net Assets Value per Share | 22.00 | 7.67 | 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 MARCH 31, 2025
(UN-AUDITED)

Amount in Taka

| Notes | Third Quarter ended 31-Mar-25 | Third Quarter ended 31-Mar-24 | 1-Jan 2025 to 31-March 2025 | 1-Jan 2024 to 31-March 2024 | |
|---|----------------------------------|----------------------------------|--------------------------------|--------------------------------|---------------------|
| Sales | 18.00 | 1,721,938,620 | 4,091,404,361 | 406,739,035 | 1,532,055,857 |
| Less : Cost of Goods Sold | 19.00 | 1,774,992,726 | 3,969,934,538 | 375,173,837 | 1,348,224,143 |
| Gross Profit | | (53,054,106) | 121,469,823 | 31,565,198 | 183,831,714 |
| Less : Operating Expenses | | 93,797,609 | 145,028,597 | 20,499,245 | 52,014,116 |
| Administrative Expenses | | 68,709,030 | 116,807,248 | 7,377,445 | 41,007,378 |
| Selling & Distribution Expenses | | 25,088,579 | 28,221,349 | 13,121,800 | 11,006,738 |
| Operating Profit before financial expenses | | (146,851,715) | (23,558,774) | 11,065,953 | 131,817,598 |
| Less: Financial Expenses | | 856,594,358 | 396,763,728 | 264,295,019 | 114,494,244 |
| Operating Profit/(Loss) | | (1,003,446,073) | (420,322,502) | (253,229,066) | 17,323,354 |
| Add. Non-operating income | | (65,827,350) | (2,061,718) | (7,857,950) | (1,043,244) |
| Net Profit before WPPF | | (1,069,273,424) | (422,384,220) | (261,087,017) | 16,280,110 |
| Less: WPPF | | - | - | - | - |
| Net Profit before Income Tax | | (1,069,273,424) | (422,384,220) | (261,087,017) | 16,280,110 |
| Less: Provision for Tax | | 28,176,666 | 22,085,831 | 5,999,382 | 3,609,127 |
| Current Tax | 20.00 | 32,062,280 | 23,584,505 | 7,294,587 | 4,489,834 |
| Deferred Tax | 20.01 | (3,885,614) | (1,498,674) | (1,295,205) | (880,707) |
| Net Profit After Tax for the year | | (1,097,450,090) | (444,470,051) | (267,086,399) | 12,670,983 |
| Add: Other Comprehensive Income | | | | | |
| Unrealized Gain or (Loss) on investment in shares | 7.00 | (4,466,073) | (29,139,134) | (5,610,351) | (28,995,477) |
| Total Comprehensive Income | | (1,101,916,163) | (473,609,185) | (272,696,750) | (16,324,494) |
| Basic Earning per Share (EPS) | 21.00 | (4.61) | (1.87) | (1.12) | 0.05 |


Chief Financial Officer


Company Secretary


Director


Managing Director

MAKSONS SPINNING MILLS PLC.
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED MARCH 31, 2025
(UN-AUDITED)

Amount in Taka

| | Share Capital | Share Premium | Gain/(Loss) on Marketable Securities (Unrealized) | Revaluation Reserve | Retained Earnings | Total (Tk.) |
|--|-----------------------------|-----------------------------|--|---------------------------|-------------------------------|-----------------------------|
| <u>Third Quarter ended March 2025</u> | | | | | | |
| 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 | - | - | - | - | (1,097,450,090) | (1,097,450,090) |
| Fair value adjustment of marketable securities | - | - | (4,466,073) | - | - | (4,466,073) |
| Balance as on 31-03-2025 | <u>2,382,325,380</u> | <u>1,526,004,000</u> | <u>(65,996,303)</u> | <u>331,600,253</u> | <u>(2,347,197,527)</u> | <u>1,826,735,803</u> |
| <u>Third Quarter ended March 2024</u> | | | | | | |
| 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 | - | - | - | - | (444,470,051) | (444,470,051) |
| Fair value adjustment of marketable Securities | - | - | (29,139,134) | - | - | (29,139,134) |
| Balance as on 31-03-2024 | <u>2,382,325,380</u> | <u>1,526,004,000</u> | <u>(59,994,118)</u> | <u>334,684,096</u> | <u>(818,183,393)</u> | <u>3,364,835,965</u> |


Chief Financial Officer


Company Secretary


Director


Managing Director

MAKSONS SPINNING MILLS PLC.
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED MARCH 31, 2025
(UN-AUDITED)

| | Third Quarter ended 31-Mar-25 | Third Quarter ended 31-Mar-24 |
|---|----------------------------------|----------------------------------|
| CASH FLOW FROM OPERATING ACTIVITIES: | | |
| Cash Received from Customers and Other Sources | 2,489,472,182 | 3,849,982,927 |
| Payment to suppliers and other expenses | (2,638,245,936) | (4,164,401,154) |
| Interest Paid | (856,360,336) | (420,114,211) |
| Net Cash Generated from Operating Activities | (1,005,134,090) | (734,532,438) |
| CASH FLOW FROM INVESTING ACTIVITIES: | | |
| Acquisition of Property, Plant and Equipment | 24,850,826 | (78,067,111) |
| Net Cash used in Investing Activities | 24,850,826 | (78,067,111) |
| CASH FLOW FROM FINANCING ACTIVITIES: | | |
| Short Term Loan from Bank - net | (923,223,839) | 534,563,165 |
| Dividend paid | (935) | (30,356,998) |
| Long Term Loan - net | 1,778,163,826 | 326,282,105 |
| Net Cash Generated from Financing Activities | 854,939,052 | 830,488,272 |
| Net Increase/(Decrease) in Cash & Cash Equivalents | (125,344,212) | 17,888,723 |
| Gain /(Loss) of Foreign Currency fluctuation | (3,170,550) | (695,495) |
| Opening Cash & Cash Equivalents | 169,772,611 | 58,327,654 |
| Closing Cash & Cash Equivalents | 41,257,849 | 75,520,882 |
| Net Operating Cash Flow Per Share | 23.00 | (4.22) |
| | | (3.08) |


 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 March 2025 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).

| | March 31,2025 Taka | June 30, 2024 Taka |
|---|-----------------------|-----------------------|
| 2.00 Property, Plant & Equipment | | |
| Land & Land Development | 1,282,228,437 | 1,282,228,437 |
| Building & Other Construction | 850,310,028 | 883,438,991 |
| Plant & Machinery | 1,697,485,834 | 1,835,119,820 |
| Furniture & Fixture | 3,941,934 | 4,441,616 |
| Office Equipment | 34,237,507 | 37,013,521 |
| Motor Vehicle | 36,823,962 | 43,322,308 |
| Right off Use Asset (office space) | 5,101,244 | 5,776,892 |
| | <u>3,910,128,945</u> | <u>4,091,341,585</u> |
| 3.00 Investment Property | | |
| Mirsarai Economic Zone | <u>124,786,747</u> | <u>149,637,573</u> |
| | <u>124,786,747</u> | <u>149,637,573</u> |
| | | |
| 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. | | |
| 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> |
| | | |
| 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. | | |
| 5.00 Inventories | | |
| Raw Cotton | 2,616,136,148 | 2,585,590,093 |
| Work-in-Process | 37,887,503 | 78,740,078 |
| Finished Goods | 414,342,229 | 503,065,724 |
| Stores & Spares | 31,838,014 | 33,521,889 |
| Total | <u>3,100,203,894</u> | <u>3,200,917,784</u> |
| | | |
| 6.00 Trade Receivables | | |
| Trade Receivables | 1,344,004,432 | 2,174,194,794 |
| | <u>1,344,004,432</u> | <u>2,174,194,794</u> |

| | March 31, 2025 Taka | June 30, 2024 Taka |
|--|-------------------------------|------------------------------|
| 7.00 Investment in Shares | | |
| Opening Balance | 42,777,160 | 73,452,406 |
| Addition during the period | (4,466,073) | (30,675,246) |
| Add: Unrealized Gain/ (Loss) during the year | | |
| Closing Balance | 38,311,087 | 42,777,160 |
| 8.00 Advance, Deposit & Prepayment | | |
| Advance | | |
| Advance to the parties & others | 97,911,419 | 47,428,631 |
| Advance to Related Party | 256,356,052 | 292,472,096 |
| Advance income tax | 32,062,280 | 31,359,999 |
| Advance Vat | 3,718,228 | 3,540,521 |
| Raw Cotton & Spare in Transit | 296,939,739 | 576,119,977 |
| Claim Receivable | 13,835,399 | 15,392,278 |
| | 700,823,117 | 966,313,502 |
| Deposit & Prepayments | | |
| Titas Gas | 22,260,627 | 22,260,627 |
| Others | 11,604,092 | 11,604,092 |
| | 33,864,719 | 33,864,719 |
| Total | 734,687,836 | 1,000,178,221 |
| 9.00 Cash & Cash Equivalents | | |
| Cash in Hand | 747,587 | 622,119 |
| Cash at Bank | 40,510,262 | 169,150,492 |
| | 41,257,849 | 169,772,611 |
| 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 |
| | 5,000,000,000 | 5,000,000,000 |
| 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 | 2,382,325,380 | 2,382,325,380 |
| 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 | (2,347,197,527) | (1,249,747,437) |
| Available for Sale Reserve-Investment | (65,996,303) | (61,530,230) |
| | (555,589,577) | 546,326,586 |

| | March 31, 2025 Taka | June 30, 2024 Taka | |
|---|------------------------|-----------------------|-------------------|
| 12.00 Long Term Loan | | | |
| Southeast Bank | 1,613,420,465 | 844,171,684 | |
| | 1,613,420,465 | 844,171,684 | |
| 13.00 Finance Lease Obligation | | | |
| Pubali Bank | 1,522,232 | 2,105,717 | |
| Bay Leasing & Investment Ltd. | 132,458,278 | 141,962,231 | |
| Lease Liability-Right off Use Asset | 3,307,658 | 3,279,677 | |
| | 137,288,168 | 147,347,625 | |
| 14.00 Deferred Tax Liability: | | | |
| Opening balance | 276,322,484 | 278,087,597 | |
| Addition during the year | (3,885,614) | (1,765,113) | |
| | 272,436,870 | 276,322,484 | |
| <u>Deferred Tax Calculation</u> | | | |
| Deferred Tax Calculation as follows | | | |
| | <u>Accounts Base</u> | <u>Tax Base</u> | <u>Difference</u> |
| WDV of Fixed Assets | 3,514,879,536 | 2,140,326,200 | 1,374,553,337 |
| WDV of Revaluation Surplus of Fixed Assets | 390,148,165 | - | 390,148,165 |
| Total | 3,905,027,701 | 2,140,326,200 | 1,764,701,502 |
| Deferred Tax Liability @15% | | 264,705,225 | |
| 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 | 220,551,855 | 207,784,481 | |
| Loan on Export | 147,011,877 | 1,118,767,056 | |
| Southeast Bank Ltd.- LTR & others | 1,356,603,513 | 994,618,829 | |
| Southeast Bank Ltd.- EDF | 1,545,055,511 | 1,871,276,229 | |
| | 3,269,222,756 | 4,192,446,595 | |
| 16.00 Dividend payable/Unpaid dividend | | | |
| Dividend payable | 30,152,066 | 30,153,001 | |
| | 30,152,066 | 30,153,001 | |
| The dividend payable as on March 31, 2025 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 | 38,209,901 | 27,627,497 | |
| Other Liability | 110,476,105 | 122,784,287 | |
| Other expenses | 50,633,119 | 60,576,872 | |
| Creditor for Goods | 5,832,500 | 6,870,929 | |
| WPPF | 9,321,634 | 9,321,634 | |
| Provision for Tax | 124,827,224 | 124,124,943 | |
| | 349,193,216 | 1,633,769,429 | |

| | March 31,2025 | March 31,2024 |
|---|-----------------------------|-----------------------------|
| | Taka | Taka |
| 18.00 Sales | | |
| Export sales | 1,247,518,620 | 3,859,441,961 |
| Local Sales | 474,420,000 | 231,962,400 |
| | <u>1,721,938,620</u> | <u>4,091,404,361</u> |
| 19.00 Cost of Goods Sold | | |
| | Amount (Tk) | Amount (Tk) |
| Raw Material Consumed | 883,458,912 | 3,183,057,948 |
| Manufacturing Overhead | 761,957,744 | 824,890,320 |
| Cost of goods Manufacturing | 1,645,416,656 | 4,007,948,268 |
| Opening Work in Process | 78,740,078 | 51,782,033 |
| Less: Closing Work in Process | 37,887,503 | 49,415,361 |
| Cost of Production | 1,686,269,231 | 4,010,314,940 |
| Opening Finished Goods | 503,065,724 | 385,726,961 |
| Less: Closing Finished Goods | 414,342,229 | 426,107,363 |
| | <u>1,774,992,726</u> | <u>3,969,934,538</u> |
| 20.00 Current Tax | | |
| <u>Tax Calculation for the period</u> | | |
| Income from operations | (1,003,446,073) | |
| 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] | 10,331,632 | |
| Tax deducted at source [E] | 32,062,280 | |
| Tax expense for the March 31, 2025 (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 March 2025 | 272,436,871 | |
| Deffered Tax liabilities as on 30 June 2024 | 276,322,484 | |
| Deffered Tax for the period | <u>(3,885,613)</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) | (1,097,450,090) | (444,470,051) |
| (b) Weighted average number of ordinary shares outstanding during the year | 238,232,538 | 238,232,538 |
| (c) Basic Earning Per Share | <u>(4.61)</u> | <u>(1.87)</u> |

| | March 31,2025 Taka | 30-Jun-24 Taka |
|---|-----------------------|-------------------|
| 22.00 Net Assets Value Per Share (NAVPS) | | |
| (a) Net assets value (Total assets - liabilities) | 1,826,735,803 | 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) | 7.67 | 12.22 |

| | March 31,2025 Taka | March 31,2024 Taka |
|---|-----------------------|-----------------------|
| 23.00 Net Operating Cash Flow Per Share (NOCFPS) | | |
| (a) Net Operating Cash Flow (Numerator) | (1,005,134,090) | (734,532,438) |
| (b) No. of Shares Outstanding | 238,232,538 | 238,232,538 |
| (c) Net Operating Cash Flow Per Shares | (4.22) | (3.08) |

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 | 200,967,830 |
| Gardenia Wears Limited | Common Director | Loan & Advance | 14,988,371 |
| Lamuni Apparels Limited | Common Director | Loan & Advance | 44,121,025 |
| Metro spinning Ltd. | Common Director | Loan & Advance | (3,721,174) |

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:

| | March 31, 2025 |
|---|--------------------------------------|
| | Taka |
| Particulars | |
| Net profit after tax for the year: | (1,097,450,090) |
| Income Tax Expense: | 28,176,666 |
| Net profit before tax for the year: | <u>(1,069,273,424)</u> |
| Adjustment to reconcile profit before tax to net cash flows | |
| Depreciation | 181,212,639 |
| Unrealized foreign exchange fluctuation gain | 3,170,550 |
| Income Tax Paid: | (32,062,280) |
| Working capital adjustments | |
| (Increase)/Decrease in Advances & Prepayments, excluding Advance Income Tax | 266,192,665 |
| (Increase)/Decrease in Trade Receivables | 830,190,363 |
| (Increase)/Decrease in Inventory | 100,713,889 |
| (Decrease)/Increase in Trade Payables, Liabilities and WPPF | <u>(1,285,278,494)</u> |
| Net Cash generated from Operating Activities | <u><u>(1,005,134,092)</u></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