

VFS THREAD DYEING LIMITED

Un-Audited Financial Statements (Second Quarter)

For the period 01 July 2022 to 31 December 2022

VFS THREAD DYEING LIMITED
Statement of Financial Position (Un-audited)
As at 31 December 2022 (2nd Quarter)

Particulars	Notes	Amount in Taka	
		31 December 2022	30 June 2022
Assets			
Non-Current Assets		911,902,285	944,300,605
Property, Plant & Equipment	4.00	901,866,310	933,753,501
Intangible Assets	5.00	100,833	155,833
Right of use Assets	6.00	1,748,494	2,204,622
Capital Work in Progress	7.00	-	-
Security Deposit	8.00	8,186,649	8,186,649
Current Assets		1,695,650,287	1,693,579,263
Inventories	9.00	506,859,756	464,273,459
Material In Transit	10.00	64,633,650	135,216,650
Trade Receivables	11.00	858,980,320	847,168,837
Advance, Deposits and Prepayments	12.00	193,708,065	182,641,421
Cash and Cash Equivalents	13.00	71,468,496	64,278,896
Total Assets		2,607,552,572	2,637,879,869
Shareholders Equity and Liabilities			
Shareholders Equity		2,086,496,722	2,044,388,707
Share Capital	14.00	1,055,800,552	1,055,800,552
Retained Earnings	15.00	1,030,696,170	988,588,155
Non-Current Liabilities		141,882,761	146,973,220
Long Term Borrowings net of Current Portion	16.00	83,274,143	88,464,138
Liability for Lease net of Current Portion	17.00	933,086	1,400,602
Deferred Tax Liabilities	18.00	57,675,533	57,108,480
Current Liabilities		379,173,089	446,517,941
Trade Payables	19.00	1,317,748	1,237,878
Current Portion of Long Term Borrowings	20.00	20,029,947	18,880,859
Current Portion of Lease Liability	17.00	907,937	855,318
Unclaimed IPO Fund		105,570	105,570
Short Term Borrowings	21.00	174,474,287	251,365,539
Provision & Accruals	22.00	84,325,607	82,528,853
Unclaimed Dividend Account	23.00	8,611,402	9,007,107
Provision for Income Tax	24.00	89,400,590	82,536,817
Total Shareholders Equity and Liabilities		2,607,552,572	2,637,879,869
Net Asset Value (NAV) per Share	32.00	19.76	19.36

The annexed notes form an integral part of these financial statements.


SARWAT KHALED

Chairman



Chief Financial Officer


Director


Managing Director


Company Secretary

Dated: January 30, 2023

Place: Dhaka


VFS THREAD DYEING LIMITED
Statement of Profit or Loss and other Comprehensive Income (Un-audited)
For the period ended 31 December 2022 (2nd Quarter)

Particulars	Notes	Amount in Taka			
		July-2022 to December-2022	July-2021 to December-2021	October-2022 to December-2022	October-2021 to December-2021
Sales Revenue	25.00	358,381,933	600,413,105	170,635,618	301,866,780
Less: Cost of Goods Sold	26.00	286,301,382	462,800,585	136,948,204	226,663,154
Gross Profit		72,080,551	137,612,520	33,687,414	75,203,626
Less: Operating Expenses	27.00	8,734,235	13,446,542	4,483,254	6,926,461
Operating Income		63,346,316	124,165,978	29,204,161	68,277,165
Less: Financial Expenses	28.00	11,542,890	9,179,953	6,883,863	4,700,884
Net Operating Income		51,803,426	114,986,025	22,320,298	63,576,280
Add: Other Non-Operating Income	29.00	212,357	165,399	114,853	92,282
Profit before Tax & WPPF		52,015,782	115,151,425	22,435,151	63,668,563
Less: Workers Profit Participation Fund Expenses		2,476,942	5,483,401	1,068,341	3,031,836
Profit before Tax		49,538,840	109,668,024	21,366,811	60,636,726
Less: Income Tax Expenses	30.00	7,430,826	16,466,743	3,205,022	9,140,488
Current Tax	30.01	6,863,774	15,113,324	2,921,495	8,465,155
Deferred Tax	30.02	567,052	1,353,420	283,526	675,332
Net Profit after Tax		42,108,015	93,201,280	18,161,789	51,496,239
Earnings per Share	31.00	0.40	0.88	0.17	0.49

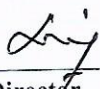
The annexed notes form an integral part of these financial statements.

SARWAT KHALED

Chairman



Chief Financial Officer



Director



Managing Director



Company Secretary

Dated: January 30, 2023

Place: Dhaka

VFS THREAD DYEING LIMITED
Statement of Changes in Equity (Un-audited)
For the period ended 31 December 2022 (2nd Quarter)

(Amount in Taka)

Particulars	Ordinary Share Capital	Retained Earnings	Total
As at July 01, 2022	1,055,800,552	988,588,155	2,044,388,707
Net Profit during the period	-	42,108,015	42,108,015
Balance as on 31 December 2022	1,055,800,552	1,030,696,170	2,086,496,722

VFS THREAD DYEING LIMITED
Statement of Changes in Equity (Un-audited)
For the period ended 31 December 2021 (2nd Quarter)

(Amount in Taka)

Particulars	Ordinary Share Capital	Retained Earnings	Total
As at July 01, 2021	1,055,800,552	918,681,135	1,974,481,687
Net Profit during the Period	-	93,201,280	93,201,280
Cash Dividend Issued (11%)	-	(80,406,827)	(80,406,827)
Balance as on 31 December 2021	1,055,800,552	931,475,588	1,987,276,140

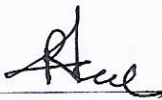
The annexed notes form an integral part of these financial statements.

SARWAT KHALED

Chairman


Director


Managing Director



Chief Financial Officer


Company Secretary

Dated: January 30, 2023

Place: Dhaka

VFS THREAD DYEING LIMITED
Statement of Cash Flows (Un-audited)
For the period ended 31 December 2022 (2nd Quarter)

Particulars	Notes	01 July 2022 to 31 December 2022	01 July 2021 to 31 December 2021
A. Cash Flows from Operating Activities:			
Receipts from customers & others		346,782,807	582,038,202
Payment to suppliers, employee & others		(242,786,334)	(460,673,628)
Payment for interest on short term loan		(6,428,544)	(3,369,901)
Payment for income tax		(3,521,223)	(2,955,419)
Net Cash Flows from Operating Activities		94,046,706	115,039,253
B. Cash Flows from Investing Activities:			
Payments for acquisition of fixed assets		-	(2,168,250)
Net Cash Flows from Investing Activities		-	(2,168,250)
C. Cash Flows from Financing Activities:			
Receipts/Payment from short term loan		(76,891,252)	(106,366,965)
Receipts/Payment from long term loan		(4,040,907)	(4,177,187)
Payment for interest on long term loan of bank		(4,989,243)	(5,797,593)
Payment of Dividend		(395,705)	(506,440)
Payment of Lease Interest		(125,103)	(12,458)
Payment of Lease Liabilities		(414,897)	(672,542)
Net Cash Flows from Financing Activities		(86,857,107)	(117,533,185)
D. Increase/(Decrease) of Cash and Cash Equivalents (A+B+C)		7,189,599	(4,662,181)
E. Opening Cash and Cash Equivalents		64,278,896	60,673,945
F. Closing Cash and Cash Equivalents (D+E)		71,468,496	56,011,764
Net Operating Cash Flows per Share (NOCFPS)	33.00	0.89	1.09

The annexed notes form an integral part of these financial statements.

SARWAT KHANED
Chairman

Luq
Director

Stor
Managing Director

Reel
Chief Financial Officer

Stor
Company Secretary

Dated: January 30, 2023
Place: Dhaka

VFS THREAD DYEING LIMITED
Notes to the Financial Statements (Un-Audited)
For the 2nd Quarter ended 31 December 2022

1.00 Reporting Entity

The company namely VFS Thread Dyeing Limited was incorporated as private limited company with the issuance of certificate of incorporation bearing no.C-84051/10 dated April 20, 2010 by the Registrar of Joint Stock Companies & Firms. Subsequently the company has been converted into Public Limited Company dated January 10, 2013. Its Authorized Capital is BDT 2,000 Million and present Paid-up Capital BDT 1055.80055 Million. The Company went for Initial Public Offering of shares in May 2018 which was fully subscribed and issued. The Company was listed with Dhaka Stock Exchange Limited (DSE) on August 06, 2018 and Chittagong Stock Exchanges (CSE) on 05 August 2018. Registered Office of the Company is located at House # 257 (3rd Floor), Road # 03, Baridhara DOHS, Dhaka-1206.

The principal activities of the Company are to carry on the business of dyeing and finishing of sewing thread of different types for 100% export oriented ready-made garments industries in Bangladesh.

2.00 Basis of Preparation of Financial Statements

The Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and International Accounting Standards (IAS) in compliance with other relevant local laws including Securities and Exchange Rules 2020. The presentation of the interim financial statements and the accounting policies used in preparing them are consistent with those of the Annual Financial Statements. Where necessary, the comparatives have been reclassified or extended to take into account any presentational changes made in the Annual Financial Statements. The preparation of the interim Financial Statements requires management to make estimates and assumption that affect the reported amounts of revenues, expenses, assets and liabilities at the date of the Interim Financial Statements. If in the future such estimates and assumptions which are based on management's best judgement at the date of the Interim Financial Statements, deviate from the actual, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

3.00 Significant Deviation

- a) **Sales:** Sales decrease during the period comparative to previous period due to less order receive.
- b) **Net Profit:** Net profit decrease during the period comparative to previous period due to sales decrease.
- c) **Operating Cashflows per Share:** During The reporting period operating Cash flows per share decrease compare to comparative period due to decrease collection.
- d) **Earnings Per Share:** During The reporting period sales decrease compara to comparative period so Earnings Per Share decrease.

Amount in Taka	
31 December 2022	30 June 2022

4.00 Property, Plant and Equipment

Balance as on July 01, 2022
 Add: Addition during the period
 Less: Accumulated Depreciation
Written down value as on 31 December 2022



1,511,715,287	1,449,651,512
-	62,063,775
1,511,715,287	1,511,715,287
609,848,978	577,961,786
901,866,310	933,753,501

Amount in Taka	
31 December 2022	30 June 2022

The details of the above is given in Annexure-A

5.00 Intangible Assets

A. At Cost

Opening Balance	550,000	550,000
Add: Addition during the period	-	-
Total Cost	550,000	550,000

B. Accumulated Amortization

Opening Balance	394,167	284,167
Add: Amortization charged during the period	55,000	110,000
Total Charge	449,167	394,167

Written down value (A-B) as on 31 December 2022

	100,833	155,833
--	----------------	----------------

The details of the above is given in Annexure-B

6.00 Right of Use Assets

Beginning Balance	2,204,622	355,436
Addition during the period	-	2,736,772
Less: Depreciation Expenses	(456,129)	(887,586)
Closing Balance	1,748,494	2,204,622

7.00 Capital work in Progress

Plant & Machinery

Note: 7.10

	-	-
	-	-

7.10 Plant & Machinery

Opening Balance	-	57,861,675
Addition During the period	-	1,543,250
Less: Capitalized during the period	-	(59,404,925)
Closing Balance	-	-

8.00 Security Deposit

Bangladesh Telecommunication Company Ltd. (BTCL)	6,500	6,500
Titas Gas Transmission & Distribution Co. Ltd. (Demand Note)	2,685,450	2,685,450
Rural Electrification Board (REB)	1,165,000	1,165,000
BG (Customes Bond)	4,329,699	4,329,699
	8,186,649	8,186,649

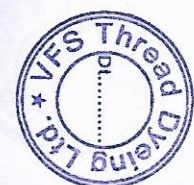
9.00 Inventories

Raw Materials-Yarn	374,566,815	319,246,512
Raw Materials-Chemicals	25,256,918	38,612,456
Work in Process	19,586,915	9,246,315
Packing Materials	1,315,619	1,876,945
Finished Goods	84,699,870	92,875,612
Store Items	1,433,619	2,415,619
	506,859,756	464,273,459

Raw materials: It consist of import value and local expenses incurred upto warehouse. Inventory system is maintained on FIFO basis.

Work in process: It consist of cost of raw materials, chemicals and packing materials only.

Finished Goods: It includes the cost incurred upto cost of goods available for sale.



Amount in Taka	
31 December 2022	30 June 2022

Store Items: It consist of the total cost of spare parts, loose tools and consumable items.

Physical verification of inventories: The management has physically verified the inventories as of the Statement of Financial Position date.

10.00 Material In Transit

During The period

64,633,650	135,216,650
------------	-------------

11.00 Trade Receivables

The amount of Trade receivable against export bills as on 31 December 2022. This is considered as good & realizable and is secured by export letter of credit duly accepted by L/C opening bank.

Bill Receivables	858,980,320	931,862,552
Less: Adjustment of Inland Bill Purchase	-	84,693,715
	<u>858,980,320</u>	<u>847,168,837</u>

Note: 11.10

This is considered as fully secured and guaranteed payment by export letter of credit opening bank against export order and is considered good & realizable within one year as per the terms of export letter of credit. The classification of receivables as required by the Schedule XI, Part I, Para 6 of the Companies Act, 1994 are given below:

Particulars	31-Dec-22	30-Jun-22
i. Receivables considered good in respect of which the company is fully secured;	858,980,320	847,168,837
ii. Receivables considered good in respect of which the company holds no security other than the debtor personal security;	-	-
iii. Receivables considered doubtful or bad	-	-
iv. Receivable due by directors or other officers of the company or any of them either severally or jointly with any other person or receivable due by firms or private companies respectively in which any director is a partner or a director or a member;	-	-
v. Receivables due from companies under same management; and	-	-
vi. The maximum amount of receivable due by any director or other officer of the company at any time during the year.	-	-
Total	<u>858,980,320</u>	<u>847,168,837</u>

Aging of Bill Receivable:

Less than 6 Month	358,381,933	600,413,105
More than 6 Month	500,598,387	246,755,732
	<u>858,980,320</u>	<u>847,168,837</u>

11.10 Adjustment of Inland Bill Purchase (Net off Assets & Liabilities)

Islami Bank Bangladesh Limited	-	84,693,715
	<u>-</u>	<u>84,693,715</u>

12.00 Advance, Deposits & Prepayments

193,708,065	182,641,421
-------------	-------------

Disclosure as per Schedule XI, Part I, Para 6 of the Companies Act, 1994 are given below:



Particulars	Amount in Taka	
	31 December 2022	30 June 2022
	31-Dec-22	30-Jun-22
i. Advance, deposit & prepayment considered good in respect of which the company is fully secured;	189,451,175	178,351,358
ii. Advance, deposit & prepayment considered good in respect of which the company holds no security;	-	-
iii. Advance, deposit & prepayment considered doubtful or bad	-	-
iv. Advance, deposit & prepayment due by directors or other officers of the company or any of them either severally or jointly with any other person or Advance, deposit & prepayment due by firms or private companies respectively in which any director is a partner or a director or a member;	-	-
v. Advance, deposit & prepayment due from companies under same management; and	-	-
vi. The maximum amount due by any director or other officer of the company at any time during the year.	4,256,890	4,290,063
Total	193,708,065	182,641,421

13.00 Cash and Bank Balance

Cash in hand	6,182,151	5,255,253
Cash at Bank	65,286,345	59,023,644
	<u>71,468,496</u>	<u>64,278,896</u>

Bank Name	Account Number		
Sonali Bank Limited	0002633133402 (CA)	196,652	206,405
BRAC Bank Limited	1501203089179001 (CORP-BDT)	1,633	1,976
BRAC Bank Limited	1501203089179002 (Current-FC)	105,570	105,570
Bangladesh Dev. Bank Ltd.	0670200000169 (CD)	-	241
Mercantile Bank Ltd.	114711102834977 (CD)	13,054	71,592
Islami Bank Bangladesh Ltd.	20501910500811416 (MTDRA)	55,508,148	55,351,489
Islami Bank Bangladesh Ltd.	20501912600001612 (MDA Special)	1,445	3,023,719
Islami Bank Bangladesh Ltd.	20501910100293214 (CA)	1,017	4,356
Islami Bank Bangladesh Ltd.	20501912500007112 (MDA Normal)	126,856	47,226
Islami Bank Bangladesh Ltd.	20501912300000911 (FC)	9,049,740	-
Dutch Bangla Bank Ltd.	2291100008189 (CA)	141,107	17,951
Southeast Bank Ltd.	002411100007785 (CA)	27,716	27,406
NCC Bank Limited	0002-210032390 (CD)	58,771	58,759
United Commercial Bank Ltd.	0951101000011123 (CA)	50,810	102,322
Jamuna Bank Limited	0024-0210023206 (CD)	110	340
United Commercial Bank Ltd.	1072101000007580 (CA)	3,717	4,292
		<u>65,286,345</u>	<u>59,023,644</u>

The bank balance are in agreement with respective bank statement.

14.00 Share Capital

14.10 Authorized Share Capital

200,000,000 ordinary shares of Taka 10/= each.	<u>2,000,000,000</u>	<u>2,000,000,000</u>
--	----------------------	----------------------

14.20 Issued, subscribed and paid-up share capital

105,580,055 ordinary shares of Tk 10/= each fully paid-up	<u>1,055,800,552</u>	<u>1,055,800,552</u>
	<u>1,055,800,552</u>	<u>1,055,800,552</u>



Amount in Taka	
31 December 2022	30 June 2022

Detailed Break-up or Composition of Shareholders' equity

Particulars	Issue Date	Face Value	No. of Share	Paid up Capital
At the time of Incorporation	20-Apr-10	100	30,000	3,000,000
1st Allotment	25-Sep-11	100	265,400	26,540,000
2nd Allotment	26-Dec-11	100	700,000	70,000,000
3rd Allotment	28-Nov-12	100	5,276,080	527,608,000
Issuance of Share (IPO)	19-Jul-18	10	22,000,000	220,000,000
Issuance of Stock Dividend	6-Dec-18	10	8,471,480	84,714,800
Issuance of Stock Dividend	19-Dec-19	10	9,318,628	93,186,280
Issuance of Stock Dividend	20-Dec-20	10	3,075,147	30,751,472
Total				1,055,800,552

15.00 Retained Earnings

Opening Balance	988,588,155	918,681,135
Add: Profit during the period	42,108,015	150,313,847
Less: Cash Dividend Issued	-	(80,406,827)
	<u>1,030,696,170</u>	<u>988,588,155</u>

16.00 Long Term Borrowings net of Current Portion

This represent amount of term loan sanctioned by the Sonali Bank Limited under the following:

BMRE Loan (Sonali Bank Ltd.)	Note:16.10	-	-
Term Loan (IPDC Finance)	Note:16.20	28,751,655	31,829,947
Project loan (Sonali Bank Ltd.)	Note:16.30	53,180,628	54,931,866
IDCP (Sonali Bank Ltd.)	Note:16.40	1,341,860	1,702,325
		<u>83,274,143</u>	<u>88,464,138</u>

16.10 BMRE Loan (Sonali Bank Ltd.)

Opening Balance	7,392,671	9,020,639
Addition during the period	-	-
Add: Interest Charge during the period	261,369	789,032
Less: Payment during the period	1,850,000	2,417,000
Closing Balance	<u>5,804,040</u>	<u>7,392,671</u>
Current Portion	<u>5,804,040</u>	<u>7,392,671</u>
	<u>-</u>	<u>-</u>

The company enjoys long Term Loan from Sonali Bank Limited, Local office, Dhaka for the purpose of Capital Machinery. Long term loan facilities (both the non-current and current portion) availed by the company are secured.

16.20 Term-Loan (IPDC Finance)

Opening Balance	40,802,280	48,785,378
Addition during the period	-	-
Add: Interest Charge during the period	2,166,769	5,212,462
Less: Payment during the period	5,498,150	13,195,560
Closing Balance	<u>37,470,899</u>	<u>40,802,280</u>
Current Portion	<u>8,719,244</u>	<u>8,972,332</u>
	<u>28,751,655</u>	<u>31,829,947</u>

The company enjoys Term Loan from IPDC Finance, Hosna Center (4th Floor) 106 Gulshan Avenue, Dhaka 1212 for the purpose of Business Expansion. Term loan facilities (both the non-current and current portion) availed by the company are secured.



Amount in Taka	
31 December 2022	30 June 2022

16.30 Project loan (Sonali Bank Ltd.)

Opening Balance	57,447,721	56,059,350
Addition during the period	-	-
Add: Interest Charge during the period	2,629,105	5,248,371
Less: Payment during the period	1,750,000	3,860,000
Closing Balance	<u>58,326,826</u>	<u>57,447,721</u>
Current Portion	5,146,198	2,515,855
	<u>53,180,628</u>	<u>54,931,866</u>

The company enjoys long Term Loan from Sonali Bank Limited, Local office, Dhaka for the purpose of Capital Machinery. Long term loan facilities (both the non-current and current portion) availed by the company are secured.

16.40 IDCP (Sonali Bank Ltd.)

Opening Balance	1,702,325	1,802,325
Addition during the period	-	-
Add: Interest Charge during the period	-	-
Less: Payment during the period	-	100,000
Closing Balance	<u>1,702,325</u>	<u>1,702,325</u>
Current Portion	360,465	-
	<u>1,341,860</u>	<u>1,702,325</u>

The company enjoys IDCP from Sonali Bank Limited, Local office, Dhaka for the purpose of Capital Machinery. IDCP facilities (both the non-current and current portion) availed by the company are secured.

17.00 Liability for Leases Net of Current Portion

Beginning Balance	2,255,920	582,542
Addition during the period	-	2,736,772
Add: Interest Expenses	125,103	161,606
Less: Payment	540,000	1,225,000
Closing Balance	<u>1,841,024</u>	<u>2,255,920</u>
Less: Current Portion of Lease Liability	907,937	855,318
	<u>933,086</u>	<u>1,400,602</u>

18.00 Deferred Tax Liabilities

Opening Balance	57,108,480	54,504,392
Deferred Tax (Income)/Expenses during the period	Note: 30.20 567,052	2,604,089
	<u>57,675,533</u>	<u>57,108,480</u>

19.00 Trade Payables

Payables to Suppliers	1,317,748	1,237,878
	<u>1,317,748</u>	<u>1,237,878</u>

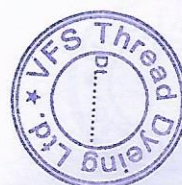
Aging of the above Trade Payable is given below:

Particular	1-3 Months	Above 3 Month
Trade payables	1,317,748	-

20.00 Current portion of Long Term Borrowings

This represent amount of term loan sanctioned by the Sonali Bank Limited which will be paid within one year under the following form:

Term Loan (IPDC Finance)	8,719,244	8,972,332
BMRE Loan (Sonali Bank Ltd.)	5,804,040	7,392,671
IDCP (Sonali Bank Ltd.)	360,465	-
Project Loan (Sonali Bank Ltd.)	5,146,198	2,515,855
	<u>20,029,947</u>	<u>18,880,859</u>



Amount in Taka	
31 December 2022	30 June 2022

21.00 Short Term Borrowings

C.C (Hypo)-Sonali Bank Ltd.	51,197,782	51,149,382
LTR Liability-Sonali Bank Ltd.	29,596,346	28,506,242
Foreign Cash LC	5,962,152	83,471,512
QTDR- Islami Bank Bangladesh Limited	49,391,328	49,371,153
Sonali Bank Limited-Working Capital to Industry	15,352,150	14,829,151
C.C (Hypo)-Bangladesh Development Bank Ltd.	22,974,530	24,038,099
	<u>174,474,287</u>	<u>251,365,539</u>

The company enjoys Short Term Loan from Sonali Bank Limited, Local office, and Bangladesh Development bank Limited, Kawranbazar Branch, LC facilities from Islami Bank Bangladesh Limited, Mohakhali branch Dhaka for the purpose of Working Capital. Short term loan facilities availed by the company are secured.

22.00 Provision & Accruals

Provision for Utilities	1,642,400	1,158,328
Provision for Salary & Wages	1,930,460	2,875,970
Provision for Director Remuneration and Fees	-	118,750
Provision for Workers Profit Participation Fund	49,215,393	46,738,451
Provision for Audit Fees	150,000	250,000
Provision for Dividend Tax	31,387,354	31,387,354
	<u>84,325,607</u>	<u>82,528,853</u>

23.00 Unclaimed Dividend Account

Opening Balance	9,007,107	11,814,339
Addition During the period	-	66,050,966
Payment During the period	(395,705)	(68,858,198)
Net Unclaimed Dividend Account	<u>8,611,402</u>	<u>9,007,107</u>

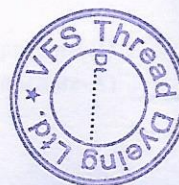
Note: 23.10

23.10 Net Unclaimed Dividend Account

		Year	Amount	Amount
Unclaimed Dividend	Annexure-C	2019	2,250,965	2,611,548
Unclaimed Dividend	Annexure-D	2020	4,901,226	4,901,226
Unclaimed Dividend	Annexure-E	2021	1,459,211	1,494,332
			<u>8,611,402</u>	<u>9,007,107</u>

24.00 Provision for Income Tax

Opening Balance	82,536,817	119,061,502
Add: Income Tax Charged on current Period	6,863,774	12,287,686
Less: Adjustment during the year for the Assessment year 2015-2016	-	(13,337,966)
Less: Adjustment during the year for the Assessment year 2016-2017	-	(12,257,830)
Less: Adjustment during the year for the Assessment year 2016-2017	-	(7,493,371)
Less: Adjustment during the year for the Assessment year 2017-2018	-	(14,905,219)
Less: Adjustment during the year for the Assessment Year 2018-2019	-	(817,985)
	<u>89,400,590</u>	<u>82,536,817</u>



Six Months Ended

		Amount in Taka	
		July-2022 to December-2022	July-2021 to December-2021
25.00 Sales Revenue			
Sales of Finished Goods		358,381,933	600,413,105
		358,381,933	600,413,105
25.10 Sales Quantity			
26.00 Cost of Goods Sold			
Raw materials consumed-Yarn		205,094,631	336,301,251
Raw materials consumed-Chemicals		28,880,068	44,021,795
Packing materials consumed		2,623,859	3,934,962
Total raw materials consumed		236,598,558	384,258,008
Add: Manufacturing Overhead	Note:26.10	52,136,918	70,800,246
Prime Cost		288,735,476	455,058,254
Add: Work in Process- Opening		9,246,315	9,145,718
		297,981,791	464,203,972
Less: Work in Process- Closing		19,586,915	17,277,415
Cost of goods manufactured		278,394,876	446,926,557
Add: Finished goods - Opening		92,875,612	78,217,890
Goods available for sale		371,270,488	525,144,447
Less: Finished goods - Closing		84,699,870	62,044,612
Less: Sample Expenses		269,236	299,250
Cost of goods sold during the period		286,301,382	462,800,585
26.10 Manufacturing Overhead			
Salary, Wages and allowances		7,410,892	12,789,936
Utilities		9,854,804	19,173,324
Printing & Stationary		194,333	276,754
Conveyance & Courier		217,232	295,067
Food & Allowance		420,435	554,485
Entertainment		61,334	90,582
Labour Charge		404,178	687,105
Medical Expenses		61,039	129,036
Phone, Fax & Internet		240,000	240,000
Store & Spares		1,640,233	2,085,756
Repairs & Maintenance		73,553	243,371
Amortization Expenses	(Annexure-B)	54,340	54,340
Depreciation	(Annexure-A)	31,504,545	34,180,490
		52,136,918	70,800,246
27.00 Operating Expenses			
Warehouse, Distribution & Selling Exp.	Note:27.10	3,898,023	6,563,925
Administrative Expenses	Note:27.20	4,836,212	6,882,617
		8,734,235	13,446,542
27.10 Warehouse, Distribution & Selling Expenses			
Salary & Welfare		2,182,612	3,769,174
Advertising		79,850	130,970
Transportation and Handling		464,128	1,098,357
Repair and Maintenance		97,634	168,937
Sales promotion		29,237	17,155
Traveling & Conveyance		381,365	506,389
Entertainment		234,965	349,270
Miscellaneous		2,470	11,160
Sample, Test & Analysis		41,534	88,521
Sample Expenses		269,236	299,250
Amortization Expenses	(Annexure-B)	198	198
Depreciation	(Annexure-A)	114,794	124,544
		3,898,023	6,563,925



		Amount in Taka	
		July-2022 to December-2022	July-2021 to December-2021
27.20	Administrative Expenses		
	Salary & Welfare	1,989,305	3,566,167
	Director Remuneration	56,250	112,500
	Postage & Courier	40,880	76,135
	Traveling & Conveyance	229,933	361,888
	Repair & Maintenance	25,859	22,970
	Utilities	210,035	234,220
	Printing and Stationery	147,390	232,200
	Entertainment	98,231	150,585
	Audit Fees	150,000	-
	AGM Expenses	310,000	472,560
	Annual Listing Fees & CDBL Charge	511,160	601,906
	Group Insurance Premium	42,948	44,076
	Miscellaneous Expenses	3,700	2,885
	Bank Charges	276,498	251,836
	News paper & periodical	4,580	11,166
	Board Meeting attendance Fees	15,000	19,000
	Depreciation Charge for the Right-of-Use Asset	456,129	431,457
	Amortization Expenses (Annexure-B)	462	462
	Depreciation (Annexure-A)	267,852	290,603
		<u>4,836,212</u>	<u>6,882,617</u>
28.00	Financial Expenses		
	Interest on Loan	Note: 28.10 11,542,890	9,179,953
		<u>11,542,890</u>	<u>9,179,953</u>
28.10	Interest on Loan		
	Interest on Long Term Loan	4,989,243	5,797,593
	Interest Expense on the Lease Liability	125,103	12,458
	Interest on Short Term Loan	6,428,544	3,369,901
		<u>11,542,890</u>	<u>9,179,953</u>
29.00	Other Non-operating Income		
	Sale of Wastage-Raw Material	4,060	4,780
	Wastage of Work in Process	1,820	5,105
	Wastage of finished goods	15,300	5,165
	Interest Income	185,179	150,554
	Foreign exchange gain/(loss)	5,998	(205)
		<u>212,357</u>	<u>165,399</u>
30.00	Income Tax Charged during the year		
	Current Tax	Note:30.10 6,863,774	15,113,324
	Deferred Tax	Note:30.20 567,052	1,353,420
		<u>7,430,826</u>	<u>16,466,743</u>
30.10	Current Tax		
	Profit before Other Income and Tax	49,326,484	109,502,624
	Add: Depreciation as Accounting base	31,942,191	34,650,637
		<u>81,268,675</u>	<u>144,153,262</u>
	Less: Depreciation as per Tax base	35,722,542	43,673,436
	Net profit for current Tax	<u>45,546,133</u>	<u>100,479,826</u>
	Income Tax Rate	15%	15%
	Tax on operating income	<u>6,831,920</u>	<u>15,071,974</u>
	Tax on Non Operating Income	31,853	41,350
		<u>6,863,774</u>	<u>15,113,324</u>
30.20	Deferred Tax		
	Written down value as Accounting base	901,967,143	967,617,897
	Written down value as per Tax base	517,463,592	595,232,489
	Temporary Difference	<u>384,503,551</u>	<u>372,385,408</u>
	Income Tax Rate	15%	15%
	Deferred Tax During the year	<u>57,675,533</u>	<u>55,857,811</u>
	Less: Opening Balance	57,108,480	54,504,392
	Deferred Tax (Income)/Expenses during the period	<u>567,052</u>	<u>1,353,420</u>



Amount in Taka	
July-2022 to December-2022	July-2021 to December-2021

Deferred Tax calculation made as per IAS-12: Income Tax and Third Schedule of Income Tax Ordinance 1984.

31.00 Earnings per Share (EPS)

Net Profit after Tax		42,108,015	93,201,280
Weighted average no of Shares	Note: 31.10	105,580,055	105,580,055
Earnings per Share		0.40	0.88

31.10 Weighted average/Total existing no. of share:

Opening no. of share outstanding		105,580,055	105,580,055
		105,580,055	105,580,055

32.00 Net Asset Value (NAV) per Share

Total Assets		2,607,552,572	2,559,977,259
Less: Total Liabilities		521,055,851	572,701,118
A. Net Asset Value (NAV)		2,086,496,722	1,987,276,140
B. Total Number of Share outstanding		105,580,055	105,580,055
Net Asset Value (NAV) Per Share (A/B)		19.76	18.82

33.00 Net Operating Cash Flows per Share (NOCFPS)

Net Operating Cash Flows		94,046,706	115,039,253
Number of Ordinary Shares		105,580,055	105,580,055
Net Operating Cash Flow per Share (NOCFPS)		0.89	1.09

34.00 Cash Flows from Operating Activities

A reconciliation of net income or net profit with cashflow from operating activities:

Net Profit before Income tax		49,538,840	109,668,024
Adjustment for:			
Depreciation on Fixed Assets		31,887,191	34,595,637
Amortization on Intangible Assets		55,000	55,000
Interest Expense on the Lease Liability		125,103	12,458
Depreciation Charge for the Right-of-Use Asset		456,129	431,457
Interest on Long Term Loan		4,989,243	5,797,593
		87,051,507	150,560,169
Increase/Decrease in Current Assets:			
Inventory (Increase)		(42,586,297)	(7,786,197)
Material In Transit (Decrease)		70,583,000	(1,195,614)
Accounts Receivable (Increase)		(11,811,483)	(18,540,302)
Advance Deposit & Prepayment (Increase)		(7,545,422)	(9,182,741)
Increase/Decrease in current Liabilities:			
Trade Payable (Increase)		79,870	(55,501)
Provision & Accruals (Increase)		1,796,754	4,194,858
		97,567,929	117,994,673
Income Tax Paid		(3,521,223)	(2,955,419)
Cash flow from operating activities		94,046,706	115,039,253



35.00 Disclosure as per requirement of Schedule XI, part II, para 3 of the Company Act, 1994.

a) Turnover:

Particulars	Amount in Taka
	31.12.2022
Turnover in BDT.	358,381,933
Turnover in Quantity (Lbs)	1,147,832

b) No Commission Paid to selling agents.

c) No brokerage and discount paid on sales.

d) (i) Raw Materials Yarn Consumed:

Particulars	Amount in Taka
	31.12.2022
Raw Materials (Value in BDT.)	205,094,631
Raw Materials Quantities (Kg)	648,377

(ii) Raw Materials Dyes Chemical Consumed:

Particulars	Amount in Taka
	31.12.2022
Raw Materials (Value in BDT.)	28,880,068
Raw Materials Quantities (Kg)	585,209

(iii) Finished Goods:

Particulars	Cone
	31.12.2022
Opening Quantity in Cone	2,140,065
Production Quantity in Cone during the period	6,399,882
Closing Quantity in Cone	1,947,123

Disclosure as per requirement of Schedule XI, part II, note 5 of para 3 of Company Act 1994.

Employee Position (period ended 31 December 2022)

Salary (Monthly)	Officer & Staff		Worker	Total Employee
	Factory	Head Office		
Below Taka 3,000	Nil	Nil	Nil	Nil
Above Taka 3,000	15	29	185	229
Total	15	29	185	229

36.00 Related Party Disclosure

36.01 As per paragraph 17 of IAS 24 Related Party Disclosures are as follows.

- (a) Short-term employee benefits
(i) Remuneration

Name	Relationship with Company	Nature of Transaction	Amount in Taka
			31.12.2022
M Azhar Rahman	Managing Director	Remuneration	300,000
Sarwat Khaled	Chairman	Remuneration	18,750
Tariqul Islam	Director	Remuneration	18,750
Rumana Hashem	Director	Remuneration	18,750
Total			356,250



(ii) Board meeting fees for the period ended 31 December 2022

Name of the Board of Directors	Designation	No. of meeting held	No. of meeting	Amount in Taka
M Azhar Rahman	Chairman	3	3	3,000
Sarwat Khaled	Managing Director	3	3	3,000
Tariqul Islam	Director	3	3	3,000
Rumana Hashem	Director	3	3	3,000
Tanveer Hossain	Independent Director	3	3	3,000
Total Taka				15,000

- (b) Post-employee benefits : Nil
(c) Other long term benefits : Nil
(d) Termination benefits and : Nil
(e) Share- based payment : Nil

36.02 As per paragraph 18 of IAS 24 Related Party Disclosures are as follows.

- (a) The amount of transaction for remuneration and board meeting fee paid during the period from 1st July 2022 to 31 December 2022 are as follows:

Name of the Board of Directors	Designation	Remuneration	Board meeting fee
Mrs. Sarwat Khaled	Chairman	18,750	3,000
M Azhar Rahman	Managing Director	300,000	3,000
Mr. Tariqul Islam	Director	18,750	3,000
Mrs. Rumana Hashem	Director	18,750	3,000
Tanveer Hossain	Independent Director	-	3,000
Total Taka		356,250	15,000

(b) **The amount of outstanding balances:**

- i) **Their terms and conditions, including whether they are secured, and the nature of the consideration to be provided in settlement;** There is no terms and condition as payments made for the remuneration and board meeting fee.
- ii) **Details of any guarantees given or received;** There is no guarantee given or received as payments made for the remuneration and board meeting fee.
- (c) **Provisions for doubtful debts related to the amount of outstanding balances;** there is no provision for doubtful debts related to the amount of outstanding balances as payments made for the remuneration and board meeting fee.
- (d) **The expense recognized during the period in respect of bad or doubtful debts due from related parties;** No expenses recognized during the period in respect of bad or doubtful debts due from related parties as payments made for the remuneration and board meeting fee.

37.00 Disclosure as per requirement of Schedule XI, part II, para 4 of companies act 1994

SL No.	Particulars	31.12.2022
(a)	Managerial Remuneration paid or payable during the period to the directors, including managing director, a managing agent or manager.	356,250
(b)	Expenses reimbursed to the managing agent;	Nil
(c)	Commission or other remuneration payable separately to a managing agent or his associate;	Nil



(d)	Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into by such concerns with the company.;	Nil
(e)	The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the period.	Nil
(f)	Any other perquisites or benefits in cash or in kind stating, approximate money value	Nil
(g)	Other allowances and commission including guarantee commission.	Nil
(h)	Pensions etc.	Nil
	(i) Pensions	Nil
	(ii) Gratuities	Nil
	(iii) Payments from a provident funds, in excess of own subscription and interest thereon	Nil
	(iv) Compensation for loss of office	Nil
	(v) Consideration in connection with retirement from office.	Nil

38.00 Disclosure as per requirements of Schedule XI, Part II, Para 8 of the Companies Act, 1994

(a) Value of imports calculated on C.I.F basis by the company during the period in respect of raw materials, components and spare parts and capital goods.

SL No.	Particulars	Import
		Amount in BDT
(i)	Raw Materials	260,414,934
(ii)	Dyes & Chemical	15,524,530
(iii)	Packing Materials	-
(iv)	Components of Spare parts	-
(v)	Capital Goods	-

(b) The Company did not have any expenditure in foreign currency during the period on account of royalty, know-how, professional consultation fees, interest and other matters

(c) Value of all imported raw materials, spare parts and components consumed during the period and the value of all indigenous raw materials, spare parts and components similarly consumed and the percentage of each to the total consumption:

Particulars	Total Consumption	Imported Taka	(%)	Local Taka	(%)
Raw Materials	205,094,631	205,094,631	100%	-	0%
Dyes & Chemical	28,880,068	28,880,068	100%	-	0%
Packing Materials	2,623,859	-	0%	2,623,859	100%
Spare parts	1,640,233	-	0%	1,640,233	100%
Total	238,238,791	233,974,699		4,264,092	

(d) No amount has been remitted during the period in foreign currencies on account of dividends for non-residents shareholders,

(e) Earnings in foreign exchange classified under the following heads, namely:

- No export made during the period
- No royalty, know-how, professional and consultation fees were received
- No interest and Dividend received
- No other income received

39.00 General

a) Capital Expenditure Contract

There is no capital expenditure contract has been made during the period.



VFS THREAD DYEING LIMITED
Schedule of Property, Plant & Equipments
As at 31 December 2022

Particulars	Cost			Rate of Dep. (%)	Depreciation			Written Down Value as at 31.12.2022
	Balance as on 01 July 2022	Addition during the Period	Balance as on 31 December 2022		Balance as on 01 July 2022	Charge during the Period	Balance as on 31 December 2022	
Land & Land Development	140,063,044	-	140,063,044	-	-	-	140,063,044	
Factory Building & other Construction	261,144,927	-	261,144,927	2.5%	2,765,092	42,702,631	218,442,296	
Plant & Machinery	972,304,843	-	972,304,843	10%	25,846,697	481,217,595	491,087,248	
Electrical Installation	16,436,488	-	16,436,488	10%	380,983	9,197,802	7,238,686	
Power Generator Set	19,346,332	-	19,346,332	10%	346,748	12,758,124	6,588,208	
Boiler	27,689,016	-	27,689,016	10%	502,831	18,135,232	9,553,784	
Compressor	14,990,734	-	14,990,734	10%	283,178	9,610,351	5,380,383	
Fork lift	688,027	-	688,027	10%	13,406	433,311	254,716	
Air Condition Installation	4,098,551	-	4,098,551	10%	106,575	2,073,619	2,024,932	
ETP Plant	19,642,313	-	19,642,313	10%	420,923	11,644,785	7,997,528	
Telephone Installation	23,587	-	23,587	20%	271	21,151	2,436	
Office Equipment	7,353,838	-	7,353,838	10%	224,867	3,081,374	4,272,464	
Vehicles	19,299,418	-	19,299,418	20%	777,582	12,301,179	6,998,239	
Furniture & Fixture	8,634,169	-	8,634,169	20%	218,039	6,671,822	1,962,347	
Balance as on 31 December 2022	1,511,715,287	-	1,511,715,287		31,887,191	609,848,978	901,866,310	
Balance as on 30 June 2022	1,449,651,512	62,063,775	1,511,715,287		70,283,050	577,961,786	933,753,501	

Allocation of depreciation	Rate (%)	Amount Taka
Manufacturing Overhead	98.80%	31,504,545
Administrative Expenses	0.84%	267,852
Selling & Distribution Expenses	0.36%	114,794
Total	100%	31,887,191



VFS THREAD DYEING LIMITED
Amortization Schedule of Intangible Assets
As at 31 December 2022

Annexure-B

(Amount in Taka)

Particulars	Cost		Rate	Amortization		Written Down Value as at 31 December 2022
	Balance as on 1st July 2022	Addition during the period		Balance as on 31 December 2022	Charge during the period	
Software	550,000	-	20%	394,167	55,000	100,833
Balance at 31.12.2022	550,000	-		394,167	55,000	100,833
Balance at 30.06.2022	550,000	-		284,167	110,000	155,833

Allocation of amortization

Manufacturing Expenses	54,340	98.80%
Administrative Expenses	462	0.84%
Selling & Distribution Expenses	198	0.36%
	<u>55,000</u>	100%

