

APEX SPINNING & KNITTING MILLS LIMITED

Shanta Skymark (8th to 13th Floor), 18 Gulshan Avenue, Gulshan, Dhaka-1212.

UN-AUDITED FIRST QUARTER (Q1) FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON SEPTEMBER 30, 2024

STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT SEPTEMBER 30, 2024

Value in Taka '000'

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE 1ST QUARTER ENDED ON SEPTEMBER 30, 2024

Value in Taka '000'

Notes	As at 30.09.2024	As at 30.06.2024	Growth %
ASSETS			
Non-Current Assets:			
Property, Plant and Equipment (WDV)	316,102	290,570	8.79
Investment in Share	41,123	46,082	(10.76)
Investment in Financial Assets	83,209	83,209	(0.00)
Security Deposits	35,865	35,865	(0.00)
Current Assets:			
Inventories	227,912	224,892	1.34
Trade Receivables	589,455	428,985	37.41
Advances, Deposits & Pre- Payments	242,750	249,816	(2.83)
Other Receivables	88,043	50,259	75.18
Margin on Acceptance	148,799	326,068	(54.37)
Cash & Cash Equivalents	49,886	66,117	(24.55)
TOTAL ASSETS	1,823,144	1,801,863	1.18
EQUITY AND LIABILITIES			
Shareholders' Equity:			
Share Capital	84,000	84,000	-
Share Premium	15,000	15,000	-
Reserve and Surplus	406,375	398,277	2.03
Fair Valuation Surplus of Investments	27,522	31,985	(13.95)
Non-Current Liabilities:			
Deferred Tax Liability	10,667	19,122	(44.22)
Current Liabilities:			
Working Capital Loan (Secured)	65,416	79,236	(17.44)
Short Term Loan	-	-	-
Trade Payables	941,465	896,621	5.00
Other Payables	271,567	276,490	(1.78)
Unclaimed Dividend Account	1,132	1,132	-
Total Liabilities	1,290,247	1,272,601	1.39
TOTAL EQUITY AND LIABILITIES	1,823,144	1,801,863	1.18
Net Assets Value (NAV) Per Share	63.44	63.01	

**STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE 1ST QUARTER ENDED ON SEPTEMBER 30, 2024**

Value in Taka '000'

Note	01.07.2024 to 30.09.2024	01.07.2023 to 30.09.2023	Growth %
CASH FLOWS FROM OPERATING ACTIVITIES:			
Collection From Revenue	1,271,994	1,573,368	(19.15)
Finance Income from SND	-	-	-
Other Income from foreign exchange gain/(loss) from operations	(6,660)	(1,453)	358.45
Received from PF Lapse	-	-	-
Bank Charges & Commission	(4,913)	(7,542)	(34.86)
Income Tax Paid	(13,991)	(18,534)	(24.51)
Payment for Costs and Expenses	(1,194,922)	(1,487,029)	(19.64)
Net cash generated from/(used in) operating activities (a)	51,508	58,811	(12.42)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Property, Plant and Equipment Acquired	(37,003)	(22,140)	67.13
Received from Sale of Assets	-	700	(100.00)
Advance against Purchase of Fixed Assets	-	-	-
Finance Income from FDRs	-	-	-
Net cash generated from/(used in) investing activities	(37,003)	(21,440)	72.59
CASH FLOWS FROM FINANCING ACTIVITIES:			
Working Capital Loan received/(repaid)	(13,820)	(313)	4,320.39
Term loan received/(repaid)	-	-	-
Short Term loan received/(repaid)	-	6,947	100.00
Dividend Paid during the period	-	-	-
Interest & other financial charges paid	(17,698)	(22,133)	(20.04)
Net cash generated from/(used in) financing activities (c)	(31,518)	(15,499)	103.36
Net increase/(decrease) in cash and cash equivalents(a+b+c)			
	(17,014)	21,872	(177.79)
Cash & cash equivalents on opening	66,117	90,756	(27.15)
Foreign exchange gain/(loss) from translation	782	2,748	71.54
Cash & cash equivalents on closing	49,886	115,376	(56.76)
Net Operating Cash Flows Per Share	6.13	7.00	(12.42)

**Please refer to the note # 40 for Reconciliation of cash flows from operating activities under direct method and indirect method as per requirement of BSEC.

Notes	01.07.2024 to 30.09.2024	01.07.2023 to 30.09.2023	Growth %
REVENUE			
Cost of Goods Sold	(1,366,051)	(1,249,541)	9.32
GROSS PROFIT	66,510	59,881	11.07
Other Operating Income/(Loss)	2,710	20,722	(86.92)
Administrative & Selling Overhead	(40,577)	(35,795)	13.36
OPERATING PROFIT/(LOSS)	28,643	44,808	(36.08)
Finance & Other Income	2,126	2,108	0.86
Financial Expenses	(17,698)	(22,133)	(20.04)
PROFIT BEFORE WPPF	13,071	24,783	(47.26)
Workers Profit Participation Fund (WPPF)	(375)	(467)	(19.61)
PROFIT BEFORE TAX	12,696	24,316	(47.79)
TAX EXPENSES:	(4,598)	(16,839)	(72.70)
Current Tax	(12,558)	(18,499)	(32.12)
Deferred Tax (Expenses)/Income	7,960	1,660	379.62
NET PROFIT AFTER TAX	8,098	7,477	8.30
OTHER COMPREHENSIVE INCOME:			
Fair Valuation Surplus / (Deficit) of Investment	(4,959)	(288)	1,623.53
Deferred Tax (Exp.)/Income on share valuation Surplus or Deficit	496	29	1,623.53
TOTAL COMPREHENSIVE INCOME	3,635	7,218	(49.64)
Basic Earnings Per Share (EPS)	0.96	0.89	8.30

**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE 1ST QUARTER ENDED ON SEPTEMBER 30, 2024**

Value in Taka '000'

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Retained Earnings	Fair Valuation Surplus	Capital Gain	Total
As at 30 June, 2024	84,000	15,000	129,701	265,824	31,985	2,752	529,262
Net Profit for the three months ended on 30 September, 2024	-	-	-	8,098	-	-	8,098
Dividend paid during the period	-	-	-	-	-	-	-
Fair Valuation Surplus/(deficit) of Investment	-	-	-	-	(4,463)	-	(4,463)
As at September 30, 2024	84,000	15,000	129,701	273,922	27,522	2,752	532,897

**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE 1ST QUARTER ENDED ON SEPTEMBER 30, 2023**

Value in Taka '000'

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Retained Earnings	Fair Valuation Surplus	Capital Gain	Total
As at 30 June, 2023	84,000	15,000	129,701	252,002	57,241	2,752	540,696
Net Profit for the three months ended on 30 September, 2023	-	-	-	7,477	-	-	7,477
Dividend paid during the period	-	-	-	-	-	-	-
Fair Valuation Surplus/(deficit) of Investment	-	-	-	-	(259)	-	(259)
As at September 30, 2023	84,000	15,000	129,701	259,479	56,982	2,752	547,914

Note: The details with selective notes of the published first quarterly financial statements can be available in the web-site of the Company . The address of the web-site is www.apexknitting.com

Sd/-
Shahriar Ahmed
Chairman

Sd/-
Zahur Ahmed PhD
Managing Director

Sd/-
Mahir Ahmed
Director

Sd/-
Eifaz Ahmed
Director

Sd/-
Kamruzzaman FCA
Chief Financial Officer

Sd/-
Md. Delour Hossen
Acting Company Secretary

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE 1ST QUARTER ENDED ON SEPTEMBER 30, 2024
FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS

1. The company and its operation:

1.01 Legal Form of the Enterprise:

The Apex Spinning & Knitting Mills Limited is a Public Limited Company registered under the Companies Act, 1913 (repealed in 1994). The Company was incorporated in Bangladesh vide RJSC Registration no. C-20149 dated on 25.11.1990. Shares of the Company are listed in the Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd in Bangladesh.

1.02 Address of Registered Office and Factory:

The Registered Office of the Company is located at Shanta SkyMark (8th to 13th floor), 18 Gulshan Avenue, Gulshan, Dhaka-1212 and the Factory is located at Chandora, P.O. Chandora, P.S. Kaliakoir, Dist. Gazipur, Bangladesh.

1.03 Nature of Business Activities:

The Company owns and operates a 100% export oriented vertically integrated knitting, dyeing & finishing and garment factory.

2. Basis of the preparation of the Interim Financial Statements:

2.01 Accounting Convention and Basis:

The Interim Financial Statements have been prepared under the Historical Cost Convention, Accrual and Going Concern basis in accordance with applicable International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) which does not vary from the requirements of the Companies Act, 1994 and the Listing Regulations of the Stock Exchanges, The Securities & Exchange Rules, 2020 and other laws and rules applicable in Bangladesh.

2.02 Application of International Accounting Standards (IASs) and International Financial Reporting Standards(IFRSs):

We have complied the following IAS & IFRS as applicable for the financial statements for the period under review:

IAS-1 Presentation of Financial Statements	Complied With	IAS-24 Related Party Disclosures	Complied With
IAS-2 Inventories	Complied With	IAS-33 Earnings Per Share	Complied With
IAS-7 Statement of Cash Flows	Complied With	IAS-34 Interim Financial Reporting	Complied With
IAS-8 Accounting Policies, Changes in Accounting Estimates and Errors	Complied With	IAS-36 Impairment of Assets	Complied With
IAS-10 Events after the Reporting Period	Complied With	IAS-37 Provisions, Contingent Liabilities and Contingent Assets	Complied With
IAS-12 Income Taxes	Complied With	IFRS-07 Financial Instruments: Disclosures	Complied With
IAS-16 Property, Plant and Equipment	Complied With	IFRS-09 Financial Instruments	Complied With
IAS-21 The Effects of Changes in Foreign Exchange Rates	Complied With	IFRS-15 Revenue from Contracts with Customers	Complied With
IAS-23 Borrowing Cost	Complied With	IFRS-16 Leases	Complied With

2.03 Compliance with Local Laws:

The Interim Financial Statements have been prepared in compliance with requirements of the Companies Act 1994, The Securities & Exchange Rules, 2020, The Income Tax Act, 2023, The Income Tax Rule, 2023, The VAT & Supplementary Duty Act 2012, The VAT & Supplementary Duty Rules, 2016 and other relevant local laws and rules applicable in Bangladesh.

3. Other General Notes:

(a) No interim dividend paid during the interim period ended on September 30, 2024. (b) No diluted EPS is required to be calculated as there was no dilution during this period. (c) Last year's 1st quarter figures have been re-arranged where considered necessary to confirm to current 1st quarter presentation. (d) Figures were rounded-off to the nearest thousand Taka. (e) Reporting Period: These Interim financial statements cover the period from July 01, 2024 to September 30, 2024. (f) Reporting Currency: These interim financial statements are prepared in Bangladeshi Taka. & (g) Comparative Figure: Comparative information has been disclosed in respect of same period of the financial year 2023-2024 for statement of profit or loss accounts & other comprehensive income and financial position with June 30, 2024.

	Value in Taka '000'	
	As at 30.09.2024	As at 30.06.2024
4. Property, Plant and Equipment (WDV):		
Details of property, plant & equipment and depreciation as at September 30, 2024 are as follows:		
Fixed assets at cost:		
Opening Balance	1,589,176	1,454,910
Addition during the period	37,003	136,009
Disposal during the period	-	(1,743)
Closing Balance (cost)	1,626,179	1,589,176
Accumulated Depreciation:		
Opening Balance	1,298,606	1,251,921
Charged during the period	11,471	48,384
Disposal during the period	-	(1,699)
Closing Balance (Depreciation)	1,310,077	1,298,606
Written Down Value (WDV)	316,102	290,570

Depreciation has been charged (reducing balance method) on additions made during the period from the month in which that assets are ready to use as per IAS 16.

5. Investment in Share:	41,123	46,082
During the period, investment has been changed due to convert the share at fair value.		
6. Investment in Financial Assets:	83,209	83,209
FDR's were purchased from EBL for more than one year (i.e. 380 days).		
7. Security Deposits:	35,865	35,865
Security deposits are made to statutory bodies and hence secured.		
8. Inventories:		
Finished Goods (T, Polo, sweat Shirt)	43,594	32,004
Raw Materials (Yarn & Dyes Chemical)	73,784	88,110
WIP (Dyed,Knitted Fabric & Garments)	65,027	72,814
Accessories	45,507	31,964
	227,912	224,892
9. Trade Receivables:	589,455	428,985

Trade receivables have been increased due to increase of sales .

	Value in Taka '000'	
	As at 30.09.2024	As at 30.06.2024
10. Advances, Deposits & Pre-payments:		
Advance Income Tax	235,957	221,965
Deposits to Multi Securities & Services Ltd	2	2
Advance against expenses	6,791	27,849
	242,750	249,816

The decrease of 2.83% due to decrease of advance against expenses mainly.

11. Other Receivables:		
Cash Incentive Receivable	83,302	47,644
FDRs Interest Receivable	3,698	1,572
PF Lapse receivable (employer Portion)	1,043	1,043
	88,043	50,259

The increase of 75.18% in other receivables mainly for cash incentive receivable unrealized. Cash incentive receivable which will be received from bank time to time depending on their availability of fund from Bangladesh Bank.

12. Margin on Acceptance:	148,799	326,068
Margin on acceptance-EBL (USD 12,50,415.05) has converted in BDT at closing rate @ 119.00 per USD as on 30.09.2024 & as compare to BDT @ 117.00 per USD as on 30.06.2024 which has retained for BTB liability settlement.		

13. Cash & Cash Equivalents:		
Cash in hand	20	20
Cash at Bank:		
CD Account with SCB,Dhaka	184	184
CD Account with Mutual Trust Bank Ltd, Chandora	998	1,378
CD Account with DBBL, Dhaka	4,286	17,810
CD Account with HSBC-Dividend, Dhaka	1,116	1,116
OD Account with Eastern Bank PLC., Dhaka	-	-
CD Account with HSBC	-	-
Foreign Currency Account with EBL, Dhaka-USD	39,890	42,262
Foreign Currency Account with HSBC, Dhaka-USD	2,656	2,610
SND Account with SCB,Dhaka	730	730
SND Account with EBL, Principal Branch, Dhaka	6	7
SND Account with HSBC , Dhaka	0	0
	49,866	66,097
	49,866	66,117

Foreign Currency Account balances has converted in BDT at closing rate @ 119.00 per USD as on 30.09.2024 & as compare to BDT @ 117.00 per USD as on 30.06.2024.

Sd/-
Shahriar Ahmed
Chairman

Sd/-
Zahur Ahmed PhD
Managing Director

Sd/-
Mahir Ahmed
Director

Sd/-
Eifaz Ahmed
Director

Sd/-
Kamruzzaman FCA
Chief Financial Officer

Sd/-
Md. Delour Hossen
Acting Company Secretary

	Value in Taka '000'		Value in Taka '000'	
	As at 30.09.2024	As at 30.06.2024	As at 30.09.2024	As at 30.06.2024
14. Share Capital :				
Authorized Capital:				
30,000,000 Ordinary Shares of Tk. 10/= each.	<u>300,000</u>	<u>300,000</u>		
Issued, Subscribed & Paid up Capital:				
8,400,000 Ordinary Shares of Tk. 10/= each fully paid	<u>84,000</u>	<u>84,000</u>		
There was no preference share issued by the Company				
14.a Composition of Shareholdings :				
	No. of Share	%	No. of Share	%
Sponsors & Directors	4,309,951	51.31	4,309,951	51.31
Institutions	1,311,217	15.61	1,277,595	15.21
Public - Local	2,758,152	32.83	2,791,774	33.23
Foreign Shareholders	20,680	0.25	20,680	0.25
	<u>8,400,000</u>	<u>100</u>	<u>8,400,000</u>	<u>100</u>
15. Share Premium:	<u>15,000</u>	<u>15,000</u>		
This is as per previous financial statement and represents premium of Tk. 50/= per Share of 300,000 Ordinary Shares of Tk. 100 each.				
16. Reserve & Surplus :				
Reserve for Re-Investment	129,701	129,701		
Retained Earnings	273,922	265,823		
Capital Gain	<u>2,752</u>	<u>2,752</u>		
	<u>406,375</u>	<u>398,276</u>		
17. Fair valuation surplus of Investments (Net of Tax):				
Opening Balance	31,985	57,241		
Fair valuation surplus/(deficit) during the period (net of tax)	<u>(4,463)</u>	<u>(25,256)</u>		
	<u>27,522</u>	<u>31,985</u>		
Fair valuation surplus/(deficit) of investments represents the difference of market value of the listed Company's share on the closing date and the last Balance Sheet price.				
18. Deferred Tax Liabilities:				
a Book Value of Depreciable Assets	316,102	290,570		
Tax Base of Depreciable Assets	<u>348,574</u>	<u>319,330</u>		
Net Taxable Temporary Difference	<u>(32,472)</u>	<u>(28,760)</u>		
Effective Tax Rate	12.00%	12.00%		
Closing Deferred tax (Assets)/Liabilities arising from assets	<u>(3,897)</u>	<u>(3,451)</u>		
Opening Deferred Tax Balance	<u>(3,451)</u>	<u>(1,216)</u>		
Deferred Tax Income/(Expense)	<u>445</u>	<u>2,235</u>		
b Unrealised Interest on FDRs	3,698	1,572		
Effective Tax Rate	22.50%	22.50%		
Closing Deferred tax (Assets)/Liabilities arising from Unrealised FDRs Interest	<u>832</u>	<u>354</u>		
Opening Deferred Tax Balance	<u>354</u>	<u>259</u>		
Deferred Tax Income/(Expense)	<u>(478)</u>	<u>(95)</u>		
c Unrealised Foreign Exchange Gain/(Loss) from translation	9,370	60,741		
Effective Tax Rate	22.50%	22.50%		
Closing Deferred tax (Assets)/Liabilities arising from Exchange	<u>2,108</u>	<u>13,667</u>		
Opening Deferred Tax Balance	<u>13,667</u>	<u>4,983</u>		
Deferred Tax Income/(Expense)	<u>11,558</u>	<u>(8,684)</u>		
d Dividend Receivable	-	-		
Effective Tax Rate	20.00%	20.00%		
Closing Deferred tax (Asst)/Liab. arising from dividend Receiv.	-	-		
Opening Deferred Tax Balance	-	-		
Deferred Tax Income/(Expense)	-	-		
e PF Lapse Receivable	1,043	1,043		
Effective Tax Rate	22.50%	22.50%		
Closing Deferred tax (Asst)/Liab. arising from PF Lapse Receiv.	<u>235</u>	<u>235</u>		
Opening Deferred Tax Balance	<u>235</u>	<u>194</u>		
Deferred Tax Income/(Expense)	<u>-</u>	<u>(41)</u>		
f Cash Incentive Receivable	83,302	47,644		
Effective Tax Rate	10.00%	10.00%		
Closing Def. tax (Asst)/Liab. arising from cash incentive Receiv.	<u>8,330</u>	<u>4,764</u>		
Opening Deferred Tax Balance	<u>4,764</u>	<u>3,011</u>		
Deferred Tax Income/(Expense)	<u>(3,566)</u>	<u>(1,753)</u>		
Total Deferred Tax Income/(Expense) from (a+b+c+d+e+f)	<u>7,960</u>	<u>(8,336)</u>		
g Deferred Tax (Assets)/Liabilities arising from Other				
Comprehensive Income- surplus from fair value of share :	<u>30,580</u>	<u>35,539</u>		
Tax for (Loss)/gain on available for sale investments @ 10%	<u>3,058</u>	<u>3,554</u>		
Closing deferred tax (assets)/liabilities arising from Fair Valuation Surplus of Investments	3,058	3,554		
Opening Deferred Tax Balance	3,554	6,360		
Deferred Tax Income/(Expense)	496	2,806		
Deferred Tax Closing Liability (a+b+c+d+e+f+g)	<u>10,667</u>	<u>19,122</u>		
19. Working Capital Loan (secured):				
EBL, Dhaka	48,060	59,213		
HSBC, Dhaka	<u>17,356</u>	<u>20,023</u>		
	<u>65,416</u>	<u>79,236</u>		
The working capital loan is used for salary & wages and regular payment .				
20. Short Term Loan :				
Time loan-EBL	-	-		
Import loan-EBL	-	-		
UPAS loan with HSBC	-	-		
No short term loan during the period.	<u>-</u>	<u>-</u>		
21. Trade Payables:	<u>941,465</u>	<u>896,621</u>		
The increase of trade Payables due to increase of sales and as a result, acceptance given for more purchase.				
22. Other Payables:				
Clearing & Forwarding	23,419	10,463		
Insurance Premium	828	423		
Power, Fuel and Water	13,694	18,235		
Telephone, Telex & Fax	44	76		
Salary, Wages and Overtime	22,099	48,218		
Audit Fees Payable	403	403		
Income Tax Payable	200,348	187,790		
Provident Fund Payable	4,076	3,800		
Payable for Corporate Expenses	2,849	1,815		
Payable for other expenses	482	538		
Payable for Tax Deducted at Sources	2,734	3,240		
Payable for VAT at Source	593	1,491		
	<u>271,567</u>	<u>276,490</u>		
The decrease of 1.78% in other payables mainly for decreasing of payable against salaries, wages & overtime which is paid during the period.				
23. Unclaimed Dividend Account:	<u>1,132</u>	<u>1,132</u>		
According to the Directive of Bangladesh Securities and Exchange Commission (BSEC) dated 14th January, 2021 para 3 (vii) regarding the details information of unpaid or unclaimed dividend shall report in the statement of financial position as separate line item, so we have reported in the statement of financial position as a separate line item "Unclaimed Dividend Account". Breakup as follows:				
	Years of Dividend			
	2020-2021	383	383	
	2021-2022	363	363	
	2022-2023	386	386	
Unclaimed Dividend 2020-2021 to 2022-2023	<u>1,132</u>	<u>1,132</u>		
24. Net Assets value (NAV) Per Share:				
Equity Attributable to the Owners of the Company	532,897	529,262		
Number of Ordinary Shares	8,400	8,400		
Net Assets value (NAV) Per Share	<u>63.44</u>	<u>63.01</u>		
	<u>July'24 to</u>	<u>July'23 to</u>		
	<u>September' 2024</u>	<u>September' 2023</u>		
25. Revenue:	<u>1,432,561</u>	<u>1,309,422</u>		
Revenue has been increased by 9.40% as compared to the revenue of same period of July 2023 to September 2023 due to USD conversion rate increase during the quarter.				
26. Cost of Goods Sold:				
Opening Stock of Finished Goods	32,004	26,190		
Add: Cost of Production (Note # 26.a)	1,377,641	1,280,014		
Less: Closing Stock of Finished Goods	<u>(43,594)</u>	<u>(56,663)</u>		
	<u>1,366,051</u>	<u>1,249,541</u>		
26.a. Cost of Production:				
Opening Raw Materials, WIP & Accessories	192,888	190,883		
Add: Raw Materials purchase during the period	810,828	786,460		
Add: Factory Overhead (Note # 26.a.a)	558,243	469,685		
Less: Closing Raw Materials, WIP & Accessories	<u>(184,318)</u>	<u>(167,014)</u>		
	<u>1,377,641</u>	<u>1,280,014</u>		
26.a.a Factory Overhead:				
Carriage inward	2,975	1,887		
Electricity	2,467	1,667		
Gas, Fuel & Lubricant	78,390	59,306		
Insurance Premium	3,794	3,316		
Repairs & Maintenance	10,525	8,333		
Telephone Charges	27	24		
Wages, Salaries & Allowance	437,178	372,080		
Bank Charges & Commission	2,347	2,886		
Depreciation	10,323	10,948		
Fire Fighting Exp.	53	68		
Travelling & Conveyance	2,419	2,975		
Testing Bill	6,185	4,929		
Uniform & Liveries	249	175		
Chemical for Effluent Treatment Plant	740	377		
Entertainment	469	463		
UD & UP Expenses	102	251		
	<u>558,243</u>	<u>469,685</u>		

Sd/-
Shahriar Ahmed
Chairman

Sd/-
Zahur Ahmed PhD
Managing Director

Sd/-
Mahir Ahmed
Director

Sd/-
Eifaz Ahmed
Director

Sd/-
Kamruzzaman FCA
Chief Financial Officer

Sd/-
Md. Delour Hossen
Acting Company Secretary

	Value in Taka '000'	
	July 24-September 2024	July 23-September 2023
27. Other Operating Income/(loss):		
Foreign exchange gain/(loss) from operations	(6,660)	(1,453)
Foreign exchange gain/(loss) from translation	9,370	22,175
	<u>2,710</u>	<u>20,722</u>

	Value in Taka '000'	
	July 24-September 2024	July 23-September 2023
28. Administrative & Selling Overhead:		
Bank Charges & Commission	2,566	4,656
Board Meeting Fees (including VAT)	7	6
Depreciation on tangible Assets	1,148	800
Directors Remuneration	450	450
Entertainment	189	358
Export Processing & Handling Expenses	1,386	790
Clearing & Forwarding Expenses	6,525	5,440
Insurance Premium	96	118
Legal & Professional Fees	330	75
Medical Expense	40	30
Newspapers & Periodicals	1	1
Postage & Stamp	156	29
Donation & Subscription	512	-
Power & Fuel	382	372
Printing Expense	450	216
Stationery Expenses	954	527
Publicity & Advertisement	197	15
Renewal & Fees	2,151	1,174
Repairs & Maintenance	4,089	3,765
Salary & Allowances	13,050	12,067
Sales Promotional Expenses	1,485	1,359
Travelling & Conveyance	586	500
Telephone, Fax and Radio Link	108	154
Transportation Expenses	3,719	2,893
	<u>40,577</u>	<u>35,794</u>

29. Finance & Other Income:		
Interest on FDRs	2,126	1,453
Profit on Sale of old Assets	-	655
	<u>2,126</u>	<u>2,108</u>

The increase of 0.86% is for increase interest rate of time deposits.

	Value in Taka '000'	
	July 24-September 2024	July 23-September 2023
30. Financial Expenses:		
Interest on Time Loan	-	-
Supplier Finance Program Charges(SFP)	17,044	21,636
Interest on Overdraft	654	497
	<u>17,698</u>	<u>22,133</u>

Financial expenses has been decreased due to decrease of SFP Charges by applying supplier finance program (SFP) for less realization of export proceeds during the period.

	Value in Taka '000'	
	July 24-September 2024	July 23-September 2023
31. Workers Profit Participation Fund (WPPF)	<u>375</u>	<u>467</u>

We are 100% export oriented Readymade Garment Industry, and as per Bangladesh Labor Rule 2015, Chapter XV, section 212-226 provided the rules regarding formation of Central Fund and also provision made in rule 214(1)(Ka) for realization of 0.03% from every letter of credit / work order of 100% export oriented industries and the company is making payment accordingly through bank to the said Central Fund for participation of workers in the profit of company. Therefore the company is performing its lawful duty regarding profit participatory fund and there is no further requirement to maintain the fund separately as required under section 234 of the labor Act 2006.

	Value in Taka '000'	
	July 24-September 2024	July 23-September 2023
32. Current Tax:	<u>12,558</u>	<u>18,499</u>

Current tax consists the higher of minimum tax U/S 163(2 ka,kha), 163(5-kh-uh) considering below a,b,c ie a) tax on income basis b) TDS on these income U/S 163(2-ka,kha) & c) tax on all gross received U/S -163(5-kh-e) and also others income realised during the period from 1st July 2024 to 30 September 2024. Details as follows:

a) Tax on Income basis		
(i) Tax on Business Profit:		
Profit before tax	12,696	24,318
Less:Add: Other Operating Income/(Loss) from translation	(9,370)	(22,175)
Less: Finance & Other Income	(2,126)	(2,108)
Net Operating Profit/(Loss)	<u>1,200</u>	<u>35</u>
Tax on Business Profit 12%	<u>144</u>	<u>4</u>

(ii) Tax on Other Income:		
x) Tax on Dividend Income @ 20%	-	-
y) Tax on Cash Incentive realised @ 10.00% **	-	2,811
z) Tax on Finance Income (FDRs & Savings Interest)	-	-
** as per SRO # 253-law/income tax-09/23 dated 23.08.23	-	<u>2,811</u>
Total (i+ii)	<u>144</u>	<u>2,815</u>

b) TDS U/S -163(2-ka,kha)		
i) TDS on export proceeds	12,558	15,557
ii) TDS on Dividend Income	-	-
iii) TDS on Cash Incentive realised	-	2,811
iv) TDS on Finance Income (Realized)	-	-
	<u>12,558</u>	<u>18,368</u>

c) Tax on gross received U/S -163(5-ka) %		
i) Realized from turnover =(0.60%/20.00%*12%)	0.360	4,579
ii) Realized from other operating Income	0.360	-
iii) Realized from Cash Incentive	0.600	169
iv) Realized from Dividend Income	0.600	-
v) Realized from finance & Other Income	0.600	4
	<u>4,579</u>	<u>5,837</u>

So, Current tax		
i) Tax on Business profit- Higher of ai,bi & ci	12,558	15,557
ii) Tax on Dividend Income Higher of a-ii-x,bi & c-iv	-	-
iii) Tax on Cash Incentive (**refer the above SRO)	-	2,811
iv) Tax on Finance Income (Realized) Higher is a-ii-z	-	-
v) Tax on profit from sale of assets	-	131
vi) Tax on other operating Income (Realized)-business inc	-	-
vii) Realized from Other Income-PF Lapse realised	-	-
	<u>12,558</u>	<u>18,499</u>

Effective tax rate= (Tax expenses/Profit before tax) **36.22%** **69.25%**

	Value in Taka '000'	
	July 24-September 2024	July 23-September 2023

33. Deferred Tax (Expenses)/Income:	<u>7,960</u>	<u>1,660</u>
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The provision for deferred tax (expense)/income is made to pay/adjust future income tax liability/asset due to accumulated temporary differences of interest income receivable, PF Lapse receivable, cash incentive receivable, Foreign exchange translation gain/(loss) & WDV of fixed assets. (Please see the details in note # 18 for total deferred tax income/(expense) from above mentioned temporary differences).

34. Fair Valuation Surplus/(deficit) of Investment (net of tax):	<u>(4,463)</u>	<u>(259)</u>
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Fair valuation surplus/(deficit) of investments represents the difference of market value of the listed Company's share on the closing date and the last audited Financial Position (as on 30.06.2024) price.

35. Basic Earning Per Share (EPS):		
Earnings after tax Attributable to the Owners of the Company	8,098	7,477
Number of Ordinary Shares	8,400	8,400
Basic Earning Per Share (EPS)	<u>0.96</u>	<u>0.89</u>

36. Net Operating Cash Flows (NOCF) Per Share:		
Net cash generated from/(used in) operating activities	51,508	58,811
Number of Ordinary Shares	8,400	8,400
Net Operating Cash Flows (NOCF) Per Share	<u>6.13</u>	<u>7.00</u>

Net operating cash flows was Tk. 6.13 per share for the 1st quarter ended on September 30, 2024 but it was Tk. 7.00 for the same period of last year, this is mainly for less realization of trade receivable as compare to last year's 1st quarter.

37. Disclosure Regarding Rearrangement:
No rearrangement has been made during the 1st quarter of 2024-2025.

38. Prior Year Adjustment:
No prior year adjustment has been made during the 1st quarter of 2024-2025.

39. Related Party Transactions:
(a) Intercompany Transactions:
Apex Spinning & Knitting Mills Limited has few transactions with Apex Yarn Dyeing Limited, Apex Textile printing Mills Limited, Apex Lingerie Limited, Apex Fashion Wear Limited and Matex Bangladesh Limited. These transactions are considered as related party transactions as per IAS 24 "Related Party Disclosures". The transactions are occurred during the period with an arms length price as per normal business policy for buying & selling of dyes & chemical and yarn dyeing.

(b) Key management personnel compensation:
i) Refer to Note # 28: we have provided Directors' Remuneration, Board Meeting Fees and Salaries and Allowances.
ii) The Company is paying Remuneration to the Directors who are rendering full time service to the Company and in addition to that there is nothing paid to them. The Company operates a contributory provident fund which is administrated by the Board of Trustee. The Company has also a Group Insurance Scheme. The Company pays its monthly contribution for the Key Management (Senior Employees) to the Provident Fund Trust and the Company has no further liability. Group insurance premium is paid to the Insurance Company once in a year and if there is any claim that will be entertained by the Insurance Company for the Key Management (Senior Employees) and the Company has no further liability. In addition to that there is nothing paid to them except salaries and allowances.

40. Reconciliation of Net Profit with Cash Flows from Operating Activities: **
Reconciliation of net income or net profit with cash flows from operating activities making adjustment for non-cash items, for non-operating items and for the net changes in operating accruals has been disclosed as per BSEC notification BSEC/ CMRRCD/2006-158/208/Admin/81 dated 20 June, 2018.

	July 24 to September 2024	July 23 to September 2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit After Tax	8,098	7,477
Adjustment for non-cash & non operating items:	-	-
Add: Depreciation During the period	11,471	11,748
Add/(Less): Unadjusted Foreign Exchange (Gain)/Loss from Translation	(782)	(2,838)
Less: Finance Income adjustment	(2,126)	(2,108)
Add: Interest & Other Financial Charges adjustment	17,698	22,134
Add: Tax Expenses	4,598	16,840
Increases & Decreases:	-	-
(Increase)/Decrease in Inventories	(3,020)	(6,605)
(Increase)/Decrease in Trade Receivables	(160,470)	263,538
(Increase)/Decrease in other Receivables	(35,658)	8,312
(Increase)/Decrease in Advances, Deposits & Prepayments	21,058	67,908
(Increase/Paid) Income tax during the period	(13,991)	(18,534)
Increase/(Decrease) in Trade Payables	222,113	(273,817)
Increase/(Decrease) in Other Payables	(17,481)	(35,245)
Net cash generated from/(used in) operating activities	<u>51,508</u>	<u>58,811</u>
RECONCILIATION		
Net cash generated from/(used in) operating activities-Indirect Method	51,508	58,811
Net cash generated from/(used in) operating activities-Direct Method	51,508	58,811
Differences	<u>0</u>	<u>0</u>

41. Contingent Liability:
There is Tk. 58.91 million as Bank guarantee to "Titas Gas Transmission & Distribution Company Ltd" & Reliance Insurance Com. Ltd for which the Company is contingently liable as at September 30, 2024.

42. Events after Reporting Period:
a) Proposed Dividend:
The Board of Directors has recommended cash Dividend of Tk. 2.00/- per Share for the year 2023-2024 at the Board meeting held on October 17, 2024. The total amount of Dividend is Tk. 16,800,000/-

b) Other Significant Events:
There is no other significant event that has occurred between the Statement of Financial Position date and the date when the financial statements were authorized for issue by the Board of Directors of the Company.

Sd/-
Shahriar Ahmed
Chairman

Sd/-
Zahur Ahmed PhD
Managing Director

Sd/-
Mahir Ahmed
Director

Sd/-
Eifaz Ahmed
Director

Sd/-
Kamruzzaman FCA
Chief Financial Officer

Sd/-
Md. Delour Hossen
Acting Company Secretary