PARAMOUNT TEXTILE LIMITED

HALF YEAR FINANCIAL STATEMENTS

FOR THE PERIOD ENDED DECEMBER 31, 2019



Paramount Textile Ltd.

House # 22, (Level -2, 5, 6&7), Road #113/A, Gulshan -02,Bangladesh , Dhaka-1212

PARAMOUNT TEXTILE LIMITED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at December 31, 2019

Particulars	Notes	31-12-2019	30-06-2019
ASSETS		01 12 2010	30-00-2019
Non-current assets			
Property, plant and equipment	0.00	5,108,851,091	4,895,856,726
Capital work in progress	3.00	3,226,637,529	3,361,207,498
		434,031,224	310,450,312
Investment in Property Investment in Associates		498,043,428	500,546,159
investment in Associates	4.00	950,138,910	723,652,757
Current assets		3,471,004,729	3,349,228,121
Inventories	5.00	2,480,954,251	2,594,427,511
Trade receivables		374,683,929	388,305,693
Other receivables		5,500,000	3,000,000
Advance, deposits & prepayments	6.00	461,918,636	287,948,281
Investments		58,126,213	50,990,499
Cash & cash equivalents	7.00	89,821,700	24,556,137
TOTAL ASSETS		8,579,855,820	8,245,084,847
FOURTY AND LIABILITIES			
EQUITY AND LIABILITIES			
Capital and Reserves Ordinary share capital	_	3,309,499,810	3,003,857,287
Share premium	- 1, 11	1,476,948,140	1,354,998,290
Retained earnings		540,000,000	540,000,000
Fax holiday reserve		1,086,307,118	917,192,775
Holding gain reserve		203,617,141	203,617,141
Totaling gaill reserve	L	2,627,411	(11,950,919)
Deferred tax liability	8.00	862,796	483,883
Non-current liabilities		1 020 064 202	2.002.474.042
ong term loan		1,929,964,302 1,929,964,302	2,063,471,843
		1,929,904,302	2,063,471,843
Current liabilities	_	3,339,528,911	3,177,271,833
rade and other payables	9.00	143,864,175	215,956,069
iability for expenses		204,791,512	116,220,447
Short term loan	10.00	2,634,082,208	2,397,558,620
Current portion of long term loan		298,473,246	418,507,791
ncome tax provision		58,317,770	29,028,906
OTAL EQUITY AND LIABILITIES		8,579,855,820	8,245,084,847
let asset value (NAV) per share	11.00	22.41	20.34
			(Restated)

(Anita Haque) Chairman (Shakhawat Hossain) Managing Director (Alock Kumar Das) Director

(Md.Jahidul Abedin) Chief Financial Officer (Md.Robiul Islam, CS)
Company Secretary

Dhaka, January 30, 2020

PARAMOUNT TEXTILE LIMITED

STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the half year ended December 31, 2019

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Amount in Taka 2nd Quarter Ended

			ir Ended	2nd Quar	ter Ended
Particulars	Note	01-07-2019 to 31-12-2019 (6 months)	01-07-2018 to 31-12-2018 (6 months)	01-10-2019 to 31-12-2019 (3 months)	01-10-2018 to 31-12-2018 (3 months)
Revenue Cost of sales	14.00	2,789,084,390 (2,329,052,116)	2,798,420,043 (2,327,565,163)	1,367,163,967 (1,136,550,638)	1,363,549,023 (1,135,653,247)
Gross profit		460,032,274	470,854,880	230,613,329	227,895,776
Administrative expenses Distribution costs		(120,520,468) (22,298,548) (142,819,016)	(137,002,580) (23,224,612) (160,227,192)	(64,367,537) (12,264,777) (76,632,314)	(75,549,946) (12,209,036) (87,758,982)
Profit from operations		317,213,258	310,627,688	153,981,015	140,136,794
Finance costs Other income/Loss Income from house rent Exchange gain/ (Loss)	15.00	(130,572,402) (5,716,259) 7,716,643 1,295,273	(128,047,273) 669,158 8,822,912 1,378,307	(57,084,787) (5,772,378) 3,858,321 622,481	(47,802,774) 128,988 5,111,456 659,557
Profit/(loss) before WPPF & WF		189,936,513	193,450,792	95,604,652	98,234,021
Contribution to WPPF & WF Share of profit/(Loss) of associates	4.00	(840,812) 226,486,153	(837,331)	(409,069) 124,139,124	(430,987)
Profit before tax Tax expenses		415,581,854	192,613,461	219,334,707	97,803,034
Income tax Deferred tax benefit/ (expense)		(29,288,866) (378,914)	(29,954,393) 32,545	(14,745,125) (613,018)	(15,246,025) (185,759)
		(29,667,780)	(29,921,848)	(15,358,143)	(15,431,784)
Net profit/ (loss) after tax		385,914,074	162,691,613	203,976,564	82,371,250
Unrealized gain / (loss) on share Total comprehensive income		14,578,330 400,492,404	(403,739) 162,287,874	15,243,412 219,219,976	(552,015) 81,819,235
Basic earning per share (EPS)	16.00	2.61	1.10 (Restated)	1.38	0.56 (Restated)

(Anita Haque) Chairman

(Shakhawat Hossain) Managing Director (Alock Kumar Das) Director (Md.Jahidul Abedin) Chief Financial Officer (Md.Robiul Islam, ACS) Company Secretary

PARAMOUNT TEXTILE LIMITED STATEMENT OF CASH FLOWS (UNAUDITED)

For the half year ended December 31, 2019

		Amount in Taka
Particulars	31-12-2019	31-12-2018
A) Cash flows from operating activities		
Cash received from operating activities		
Cash received from customer	2,802,706,154	2,791,103,547
Cash received from house rent	8,523,776	7,604,160
Cash received from other income	233,230	579,626
	2,811,463,160	2,799,287,333
Cash paid for operating activities		
Cash paid to suppliers	1,672,727,533	1,715,960,455
Wages & salaries	341,983,204	314,762,697
Factory overhead	271,359,660	250,996,866
Administrative overhead	115,528,440	134,244,696
Distribution costs	22,298,548	23,224,612
Financial costs	130,572,402	128,047,273
Advance & Security deposit receipt		
Advance , deposits & pre-payments	869,760	(1,040,160)
Exchange loss/ (gain)	27,478,837	49,221,270
Income tax /advance income tax paid	(1,295,273)	(1,378,307)
income tax /advance income tax paid	23,157,777	17,363,513
	2,604,680,888	2,631,402,915
Net cash flows from operating activities (Note :- 17.00)	206,782,272	167,884,418
D) Cook flows from investing activities		
B) Cash flows from investing activities Payment of investment in Associates	[(500 450 000)
The state of the s	(007.547.400)	(598,150,000)
Payment against property, Plant, equipment and CWIP	(397,517,186)	(81,266,437)
Net cash increase from investing activities	(397,517,186)	(679,416,437)
C) Cash flows from financing activities		
Dividend payment	(104,506)	(7,177)
Proceeds from bank overdraft	441,705,380	(192,610,234)
Proceeds from loan against trust receipts (LATR)	-	(75,740,775)
Proceed from term loan	(185,600,397)	788,922,405
Net cash flows used in financing activities	256,000,477	520,564,219
Net increase in cash and cash equivalents	65,265,563	9,032,200
Cash and cash equivalents, beginning of the period	24,556,137	12,193,280
Cash and cash equivalents, end of the half year	89,821,700	21,225,480
*		
Net operating cash flows per share (NOCFPS) (Note:- 18.00)	1.40	1.14
		(Restated)
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Mm.	1 As	
(Anita Haque) (Shakhawat Hossain) (Aldek Kumar Das)	(Md.Jahidul Abedin) (Md.Robiul I	
Chairman Managing Director Director	Chief Financial Officer Company	Secretary

Dhaka, January 30, 2020

<u>PARAMOUNT TEXTILE LIMITED</u> <u>STATEMENT OF CHANGES IN EQUITY (UNAUDITED)</u>

ended December 31, 2019	year ended December 31, 2019		
anded December 31, 2	year ended December 31, 2	0	5
anded December 3	year ended December 3	,	7
ended December	year ended December	(35
ended Dec	year ended Dec		embe
papua	year ended		Dec
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Particulars	Share capital	Share premium	Share premium Retained earnings	Tax holiday reserve	Holding gain reserve	Total
Balance as at 1 July 2019	1,354,998,290	540,000,000	917,192,775	203,617,141		(11,950,919) 3.003.857.287
Current period	121,949,850	1	385,914,074			522 442 254
Cash dividend paid to shareholders for the year ended June						
30, 2019	•		(94,849,880)			(94,849,880)
Stock dividend paid to shareholders for the year ended June						
30,2019			(121,949,850)			(121,949,850)
Total Equity as at 31-12-2019	1,476,948,140	540,000,000	1,086,307,118	203,617,141		2.627.411 3.309.499.810

PARAMOUNT TEXTILE LIMITED

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the half year ended December 31, 2018

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Particulars	Share capital	Share premium	Share premium Retained earnings	Tax holiday reserve	Holding gain reserve	Total
Balance as at 1 July 2018	1,290,474,570	540,000,000	660,502,568	1	203,617,141 (12,809,657) 2.681,784,622	2.681,784.622
Current period	64,523,720	1	162,691,613	1	(403.739)	226 811 594
Cash dividend paid to shareholders for the year ended June 30, 2018		1	(90,333,220)			
Stock dividend paid to shareholders for the year ended June 30,2018	1		(64,523,720)			(64,523,720)
Total Equity as at 31-12-2018	1,354,998,290	540.000.000	668.337.241	203.617.141	(13 213 396) 2 753 739 276	2 753 739 276

(Anita Haque) Chairman

Dhaka, January 30, 2020

(Shakhawat Hossain) Managing Director

(Alock Kumar Das)

(Md. Jahidul Abedin) Chief Financial Officer

(Md. Robiul Islam, ACS) Company Secretary

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PARAMOUNT TEXTILE LIMITED SELECTED NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED) For the half year ended December 31, 2019 1.00 Status and nature of business The company was incorporated in Bangladesh on June 12, 2006 under the Companies Act 1994. Company's shares are listed with Dhaka and Chittagong stock Exchanges and are placed under "A" category. The principal activities of the company are manufacturing high quality woven fabrics that are consumed by export riented garments industries in Bangladesh and abroad. Basis of preparation These financial statements have been prepared in accordance with the requirement of Bangladesh Accounting Standards 34 " Interim Financial Reporting" and the requirements of the Securities & Exchange rules 1987. 2.01 Basis of preparation The same accounting policies and methods of computation have been followed in these condensed interim financial information as were applied in preparation of the financial statements of Paramount Textile Limited as at and for the year ended June 30, 2019.

Particulars Note 31-12-2019 30-06-2019 Property, Plant and equipment Opening Balance of Property, plant and equipment 3 361 207 498 3.249 956 796 Add : Addition during the period 144,046,477 753 486 427 3,505,253,975 4.003.443.223 Less: Depreciation Charged during the period 278,616,446 642,235,727 Closing balance of property, plant and equipment 3,226,637,529 3,361,207,498 4.00 Investment in Associates (Paramount BTrac Energy Ltd) Opening 723.652.757 4,900,000 Addition : During the period 621,650,000 Add/Less:Share of Profit/(Loss) of associates (Note -4.01) 226 486 153 97,102,757 950,138,910 723,652,757 4.01 Share of Profit of Associate Net profit attributable to the Shareholders of associate 462,216,638 198.168.890 Percentage of holding 49.00% 49.00% Share of net profit 226,486,153 97.102.757 The comapany's investement in associates as 49.00% equity interest at Paramount BTrac Energy Ltd (PBEL). PBEL is a Join venture company between Paramount Textile Limited and Bangla Trac Limited haveing formed at 25th February, 2018 and commencing COD at 16th February, 2019. In financial statement 49.00% equity interest is accounted using equity method in accordance with IAS 28 investment in an associate is initially recognized at cost and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investor's share of investee's profit or loss is recognized in the investor's profit or loss. 5.00 Inventories Chemicals 255,482,147 292.859.028 Finished Goods 753,370,562 594,945,235 1 034 600 016 1,268,067,801 Work in Process 432 823 907 432 530 300 Packing & Sub Material 4,677,619 6 025 147 2,480,954,251 2,594,427,511 6.00 Advance, deposits & prepayments Advance against salary 14,396,703 5 073 450 Advance against suppliers 311,919,009 182,029,212 Advance income tax 23,157,777 Advance office/house rent 2,209,735 2,809,735 Bank guarantee 1,450,818 1,395,537 Security deposits-CDBL 500,000 500,000 Imprest fund 1.684 498 7,995,388 L/C Margin deposit 4,590,984 342.112 Pre-paid Expense 22,197,053 4 042 568 Discount on Zero Coupon Bond 50,322,299 60.023.719 Security deposits for internet 7,000 7,000 Security deposit for tital gas 23,716,560 29,469,760 Telephone line deposit 13.000 13,000 461,918,636 287,948,281 7.00 Cash and bank balances *Cash in hand 15.928.897 4 953 083 Cash at bank 22,862,770 10.621.255 Cash at bank (Foreign currency) 51,030,033 8,981,799 89,821,700 24,556,137 8.00 Deferred tax (assets) / liability For the period ended December 31, 2019 Particulars Carring amount as at 31st Tax base value as at Taxable/(Deductiable Taxable/(Deductiable) december, 2019 31st december,2019) temporary differnce temporary differnce as on 31.12.2019 as on 30.06.2019 Property, plant and equipment 3,226,637,530 3177587295 49.050.235 52,790,809 (5,587,782) (5,587,782)(2,770,388)WPPF & WF

	Will Cont	(35,152,916)	(35,152,916)	(34,315,195)
	Post employement benefit	(4,309,169)	(4,309,169)	(4,512,062)
	wer and the second seco			
	Effective tax rate		4,000,368	11,193,164
	Deferred tax liability/(assets) excluding holding gain reserve (A)		15%	15%
	Holding gain reserve		600,055	1,678,975
	Effective tax rate	2,627,411	2,627,411	-11950919
			10%	10%
	Deferred tax liability/(assets) on holding gain reserve (B)		262,741.11	(1,195,092)
	Deferred tax liability/(assets) (A+B)			
9.00	Trade and other payables		862,796	483,883
0.00	Trade payables			
	riddo payasico		143,864,175	215,956,069
10.00	Short term loan		143,864,175	215,956,069
10.00	UPAS (PBL & HSBC)			
	EDF (Eastern Bank Ltd & HSBC)		572,590,912	845,714,393
			685,800,315	617,858,626
	Bank overdraft/STL (PBL,HSBC,EBL & Woori Bank)		1,375,690,981	933,985,601
44.00			2,634,082,208	2,397,558,620
11.00	Net Assets value (NAV) per share			
	Net assets		3,309,499,810	2 002 057 007
	Number of shares		147,694,814	3,003,857,287
40.00			22.41	147,694,814 20.34
12.00	Related party disclosures			
	During the period ended December 31, 2019 the company entered into a nur transaction takes place in an arm length basis. Name of the related party and	nber of transactions with related p	arty in the normal course of busine	ass All thoso
	transaction takes place in an arm length basis. Name of the related party, nat	ure of these transactions and amo	ount thereof been set out below in	accordance with

the provisions of IAS 24: Related party disclosure

Name of related parties	Nature of transaction	Transaction during the period	Balance/ outstanding as on December 31, 2019	Balance/ outstanding as on June 30, 2019
Paramount Insurance Co. Ltd.	Insurance	23,771,155	5.651.714	2.024.460
Paramount Insurance Co. Ltd.	Investment		0,001,714	3,824,163
Paramount BTrac Energy Ltd	Office Rent	0.000.000	16,212,909	10,887,548
Workers profit participation fund		3,000,000	5,500,000	3,000,000

Workers profit participation fund & welfare funds (WPPF & WF)

Provision has been made on WPPF & WF at .03% on revenue collection in accordance with the Bangladesh Labour Act, 2006 (Amendment 2013) & rule 214 of the

Note	Particulars	01-07-2019 to 31-12-2019	01-07-2018 to 31-12-2018
	Revenue	2 122 222 222	
	/arn dyed fabric	2,439,358,807	2,450,043,138
	Sweater yarn dyeing	121,686,678	180,518,254 855.381
	Printing	228,038,905	167,003,270
		2,789,084,390	2,798,420,043
	ncome from House Rent		
	ncome from House Rent (Commercial space)	11,023,776	12,604,160
L	ess : Maintenance cost	(3,307,133)	(3,781,248)
16.00 B	Basic earnigs per share -EPS (Restated 2018 1st Half)	7,716,643	8,822,912
	let profit after tax	385,914,074	162,691,613
N	lumber of share (Note-16.02)	147,694,814	147,694,814
16 01 B	Occio carriero nas abara (EDC)	2.61	1.10
	Basic earnings per share (EPS)		(Restated)
	let profit after tax lumber of share	385,914,074 147,694,814	162,691,613 135,499,829
		2.61	1.20
i)	Earnings per share has been calculated in accordance with BAS-33		
16.02 N	lumber of shares		
N	lumber of shares at the beginning of the year	135,499,829	129,047,457
А	dd. Bonus shares issued during the year	12,194,985	6,452,372
C	losing number of shares	147,694,814	135,499,829
17.00 R	econcilition of net income with cash flows from operating activities		
N	let Profit (As per Statement of Profit or Loss and Other Comprehensive Income)	385,914,074	162,691,613
	djustments to Reconciled with non cash iteams,non-operating iteams and net changes f the operating accurals :		
N	on-Cash Iteams :	67,933,328	323,365,605
D	epreciation	281,119,177	310.059.471
	ncome Tax provision	6,510,003	12,558,335
	VPPF & WF Provision	840,812	837,331
	rofit on sale of share hare of profit/(Loss) of associates	5,949,489 (226,486,153)	(89,532)
	hanges in operating accurals :	(247,065,130)	(318,172,800)
	crease/ Decrease in Trade receivables	11,121,764	(12,316,496)
	crease/ Decrease in Inventory	113,473,260	(273,288,498)
	crease/ Decrease trade payables and others	(345,215,375)	15,500,843
	crease/ Decrease in Liability for Expenses	1,903,818	112,461
	crease/Decrease in Advance & Prepayment	(27,478,837)	(49,221,270)
, In	crease/ Decrease in Security deposit	(869,760)	1,040,160
N	let Cash flows from operating activities	206,782,272	167,884,418
18.00 No	et operating cash flows per share (NOCFPS)		
	et cash flows from operating activities	206,782,272	167,884,416
N	umber of shares	147,694,814	147,694,814
		1.40	(Restated)

