

THE UN-AUDITED ACCOUNTS

OF

ENVOY TEXTILES LIMITED

FOR THE NINE MONTHS ENDED 30TH JUNE, 2014

ENVOY TEXTILES LIMITED
STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT JUNE 30, 2014

Particulars	Total (Tk.) 30th June' 14	Total (Tk.) 30th Sep' 13
ASSETS		
Non Current Assets	6,947,167,159	6,427,128,721
Property, Plant & Equipments, net of depreciation	3,899,357,910	3,998,700,636
Deferred Expenses	29,378,354	24,885,326
Capital work in Process	3,018,430,895	2,403,542,759
Current Assets	3,025,299,020	2,474,208,172
Inventories & Stores	939,523,554	681,629,585
Material in Transit	80,954,083	42,006,091
Accounts Receivable	1,279,841,429	1,052,840,269
Export incentive Receivable	450,310,363	394,985,136
Advance , Deposits & Prepayments	164,092,423	195,472,902
Investment	60,700,236	76,069,430
Cash and Cash Equivalents	49,876,932	31,204,759
Total Assets	9,972,466,179	8,901,336,893
EQUITY & LIABILITIES		
Shareholders Equity		
Authorised Capital	2,750,000,000	2,750,000,000
150,000,000 ordinary shares of Tk.10/= each.	1,500,000,000	1,500,000,000
125,000,000 Redeemable Preference Shares of Tk.10/= each.	1,250,000,000	1,250,000,000
Shareholders Equity	5,306,152,308	5,323,657,885
Paid up Share Capital	1,405,950,000	1,365,000,000
Share Premium	1,120,000,000	1,120,000,000
Revaluation Surplus	1,741,932,592	1,749,817,068
Retained Earnings	710,347,526	760,918,626
Tax Holiday reserve	327,922,190	327,922,190
Non-Current Liability	1,569,772,125	780,800,065
Secured Loan	1,569,772,125	780,800,065
Current Liabilites	3,096,541,746	2,796,878,944
Secured Loan (Current Portion)	33,698,909	134,795,636
Accounts Payable	1,131,061,481	2,011,589,300
Short Term Liabilities	1,018,197,907	530,263,825
Short Term Liabilities- EDF	779,290,785	-
Provision for Expenses	36,260,316	40,319,214
Provision for Current and Deferred Tax	98,032,348	79,910,968
Total Liabilities & Shareholders' Equity	9,972,466,179	8,901,336,893

sd/-
Saiful Islam, FCMA
CFO

sd/-
Abdus Salam Murshedy
Managing Director

sd/-
Kutubuddin Ahmed
Chairman

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

Sunday 20 July 2014
Dhaka

ENVOY TEXTILES LIMITED
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD OF NINE MONTHS ENDED 30TH JUNE 2014

Particulars	Nine Months Ended		3rd Quarter Ended	
	Total (Tk.) 30th June' 14	Total (Tk.) 30th June'13	Total (Tk.) 30th June' 14	Total (Tk.) 30th June'13
Revenue	3,138,463,012	2,992,166,979	1,294,861,241	1,057,348,506
Less: Cost of Goods Sold	2,578,937,626	2,311,659,408	1,060,580,056	816,279,356
Gross Profit	559,525,386	680,507,571	234,281,185	241,069,151
Less: Operating Expenses	160,003,691	149,047,310	49,530,066	53,112,501
Administrative & General Expenses	129,152,418	125,670,831	41,555,440	42,113,655
Selling & Distribution Expenses	30,851,273	23,376,479	7,974,627	10,998,846
Profit/ (Loss) from Operation	399,521,695	531,460,261	184,751,119	187,956,650
Less: Financial Expenses	163,148,679	128,080,943	57,659,672	40,218,401
Profit/ (Loss) after Financial Expenses	236,373,017	403,379,318	127,091,447	147,738,249
Add: Other Income / Expenses	7,926,078	16,055,932	3,357,709	(6,896,381)
Net Profit/ (Loss) before WPPF	244,299,094	419,435,250	130,449,156	140,841,868
Less: Provision for Workers Profit Participation Fund	11,633,290	19,973,107	6,211,865	6,706,756
Net Profit before Tax	232,665,804	399,462,143	124,237,292	134,135,113
Less: Provision for Current Tax	-	24,470,522	-	6,168,803
Less: Provision for Deferred Tax	18,121,381	28,528,550	10,886,198	9,488,928
Profit after Tax	214,544,423	346,463,071	113,351,094	118,477,382
Earning Per Share (EPS)	1.53	2.54	0.81	0.87

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Managing Director

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Chairman

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ENVOY TEXTILES LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD OF NINE MONTHS ENDED 30TH JUNE 2014

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total (Tk.)
At the beginning of the year	1,365,000,000	1,120,000,000	1,749,817,068	327,922,190	760,918,626	5,323,657,885
Less: Declaration of final Dividend					(273,000,000)	(273,000,000)
Add: Issuence of Bonus Share	40,950,000					40,950,000
Add: Net Profit During the Period					214,544,423	214,544,423
Depreciation on Revaluation Surplus			(7,884,476)		7,884,476	-
As at 30.06.2014	1,405,950,000	1,120,000,000	1,741,932,592	327,922,190	710,347,526	5,306,152,308

ENVOY TEXTILES LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD OF NINE MONTHS ENDED 30TH JUNE 2013

Particulars	Share Capital Taka	Share Premium Taka	Revaluation	Tax Holiday	Retained Earnings	Total (Tk.)
At the beginning of the year	1,000,000,000	520,000,000	1,760,533,803	327,922,190	577,458,567	4,185,914,561
Add: Addition During the Period	300,000,000	600,000,000				900,000,000
Add: Issuence of Bonus Share	65,000,000					65,000,000
Less: Declaration of final Dividend					(260,000,000)	(260,000,000)
Add: Net Profit During the Period					346,463,071	346,463,071
Depreciation on Revaluation Surplus			(8,037,552)		8,037,552	-
As at 30.06.2013	1,365,000,000	1,120,000,000	1,752,496,251	327,922,190	671,959,190	5,237,377,632

sd/-
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Managing Director

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ENVOY TEXTILES LIMITED
STATEMENT OF CASH FLOW (UN-AUDITD)
FOR THE PERIOD OF NINE MONTHS ENDED 30TH JUNE 2014

Particulars	30th June'14 Taka	30th June'13 Taka
Cash Flow From Operating Activities: (A)		
Collection from Turnover and Others	2,864,062,703	3,054,888,741
Cash Payment to Creditors	(3,181,314,715)	(1,874,878,468)
Cash Payment for Operating Expenses	(124,250,642)	(199,974,578)
Income Tax Paid and Deducted at source	(26,724,129)	(10,000,000)
Financial Expenses	(158,697,757)	(116,263,849)
Net Cash Provided/(Used) by Operation activities	(626,924,540)	853,771,847
Net operating cash flow per share-	(4.46)	6.25
Cash Flows From Investing Activities: (B)		
Purchase of Fixed Assets	(480,142,993)	(219,723,015)
Investment	15,369,194	(50,533,350)
Capital work in Process	(614,888,136)	(1,435,678,283)
Inter Company Finance	-	-
Net Cash Used in Investing Activities	(1,079,661,935)	(1,705,934,649)
Cash Flows From Financing Activities: (C)		
Long Term Liabilities	788,972,061	128,960,041
Secured Loan (Current Portion)	(101,096,727)	(108,213,514)
Short Term Liabilities (Liabilities)	487,934,082	(33,731,887)
Short Term Liabilities- EDF	779,290,785	-
Paid up Capital	-	300,000,000
Share Premium	-	600,000,000
Payment of cash Dividend	(229,841,552)	(192,781,096)
Net Cash Provided by Financing Activities	1,725,258,648	694,233,543
Net Increase in Cash [A+B+C]	18,672,173	(157,929,259)
Add: Cash at the Opening	31,204,759	195,506,600
Cash at end of the period	49,876,932	37,577,341

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Abdus Salam Murshedy
Managing Director

sd/-
Kutubuddin Ahmed
Chairman

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Sunday 20 July 2014
Dhaka

Envoy Textiles Limited

Notes to the Interim Financial Statements
For the period of Nine Month ended June 30, 2014

1. Activities of the Company

Envoy Textiles Limited incorporated in 1995 in Bangladesh under the Companies Act, 1994, is a 100% Export Oriented Denims Fabric Manufacturer. It is the first Rope Denims Plant in Bangladesh with state of the art technology. The Company went into commercial operation on 01 March 2008.

2. Basis of preparation of the Interim Financial Statement

These are Interim unaudited Financial Statements of Envoy Textiles Limited for the Nine Month ended June 30, 2014 prepared in accordance with International Accounting Standard (IAS 34), Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, Bangladesh Securities and Exchange Commission Rules 1987 and other applicable laws and regulations. These financial statements should read in conjunction with the Annual Financial Statements as of September 30, 2013. The accounting policies and presentation used are in consistent with those of the annual financial statements

Fixed assets are stated at their historical cost / revalued amount less accumulated depreciation. Depreciation on fixed assets has been charged under reducing balance method.

Inventories and stores are comprised of raw materials, packing materials, work in progress and finished goods. Inventories are valued at the lower of cost and net realizable value.

Transactions in foreign currencies are translated into BDT at the rate of exchange ruling on date of transaction. Monetary assets and liabilities in foreign currencies are translated into BDT at the rate of exchange ruling at the balance sheet date. Gains or losses resulting from foreign currency transactions are taken to the income statement.

3. Significant Events:

In the reporting period a significant variation of net operating profit has taken place compared to the corresponding period of the last year for reasons of unfavorable business situation prevailing for months together because of political instability and numbers of unprecedented incidents occurred in Garments Sector of the Country. Because of the above adverse situation average sales rate per unit has gone down compared to cost of production and resultantly net profit has gone down by Tk. 13.19 Crore in compared to the same period of the previous year.

Besides, an amount Tk. 1.60 Crore was shown in the statement of comprehensive income, earned during the last corresponding period on account of interest income from subscription of IPO.

4.1 Taxation

Income tax provision is made considering prevailing rate during the reporting period as specified by the Income Tax Ordinance 1984, rules and SRO's. Proper deferred tax assets / liabilities are calculated by the management in compliance with BAS-12.

4.2 Related Party Transactions

During the period the Company do not have any related party transaction with its sister concern.

4.3 Cash Flow Statement

Statement of Cash Flows is prepared in accordance with IAS-7. Cash Flow Statement and the cash flows from operating activities have been presented under direct method as required by the Bangladesh Securities and Exchange Commission Rules 1987.

4.4 Earnings per Share

Basic Earnings per Share (EPS) has been computed dividing the earnings attributable to the number of the ordinary shares outstanding as at balance sheet date. This has been calculated in compliance with the requirements of BAS-33. Earnings per share by dividing the basic earnings by the number of ordinary shares outstanding end of the period.

4.5 Basic Earnings

This represents earnings for the year attributable to ordinary shareholders. As there were no preference dividends, minority interest or extra ordinary items, the net profit after tax for the period has been considered as fully attributable to the ordinary shareholders.