

THE 1ST QUARTER UNAUDITED ACCOUNTS
OF
ENVOY TEXTILES LIMITED
FOR THE PERIOD ENDED 31ST DECEMBER, 2015

ENVOY TEXTILES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2015

Particulars	TAKA 31 Dec. 2015	TAKA 30 Sept. 2015
ASSETS		
Non Current Assets	8,718,155,575	7,843,274,268
Property, Plant & Equipments, net of depreciation	7,245,290,341	7,252,109,200
Deferred Expenses	-	20,157,114
Capital work in Process	1,472,865,233	571,007,954
Current Assets	4,256,368,825	3,887,033,786
Inventories & Stores	1,253,342,435	1,387,898,731
Material in Transit	77,111,999	81,730,265
Accounts Receivable	1,973,656,931	1,570,830,462
Export incentive Receiveable	625,505,645	581,947,255
Advance , Deposits & Prepayments	235,357,390	196,028,838
Investment	43,359,882	42,332,904
Cash and Cash Equivalents	48,034,544	26,265,332
Total Assets	12,974,524,400	11,730,308,054
EQUITY & LIABILITIES		
Authorised Capital	4,000,000,000	4,000,000,000
275,000,000 ordinary shares of Tk.10/= each.	2,750,000,000	2,750,000,000
125,000,000 Redeemable Preference Shares of Tk.10/= each.	1,250,000,000	1,250,000,000
Shareholders Equity	5,702,884,312	5,805,060,543
Paid up Share Capital	1,520,534,920	1,448,128,500
Share Premium	1,120,000,000	1,120,000,000
Revaluation Surplus	1,726,477,748	1,729,000,621
Retained Earnings	1,007,949,454	1,180,009,232
Tax Holiday reserve	327,922,190	327,922,190
Non-Current Liability	3,229,000,337	2,009,293,215
Secured Loan	3,104,142,650	1,899,346,318
Provision for Deferred Tax	124,857,688	109,946,897
Current Liabilites	4,042,639,751	3,915,954,296
Secured Loan (Current Portion)	270,463,776	405,723,453
Accounts Payable	951,157,806	836,176,370
Short Term Liabilities	2,390,093,233	2,501,954,155
Provision for Expenses	359,700,630	107,412,374
Provision for Current Tax	71,224,306	64,687,944
Total Liabilities & Shareholders' Equity	12,974,524,400	11,730,308,054
NAV Per Share	37.51	40.09
Restated NAV Per Share	-	38.18

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Saiful Islam, FCMA CFO	M.Saiful Islam Chowdhury ACS Company Secretary	Tanvir Ahmed Director	Abdus Salam Murshedy Managing Director	Kutubuddin Ahmed Chairman

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

Dated: 13 February 2016
Dhaka

ENVOY TEXTILES LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31ST DECEMBER 2015

Particulars	TAKA 31 Dec. 2015	TAKA 31 Dec. 2014
Revenue	1,654,407,315	1,222,698,814
Less: Cost of Goods Sold	1,316,835,618	906,551,207
Gross Profit	337,571,698	316,147,607
Less: Operating Expenses	65,801,033	57,168,785
Administrative & General Expenses	50,916,206	45,764,496
Selling & Distribution Expenses	14,884,827	11,404,289
Profit/ (Loss) from Operation	271,770,665	258,978,822
Less: Financial Expenses	78,274,586	53,938,874
Profit/ (Loss) after Financial Expenses	193,496,079	205,039,948
Add: Other Income / Expenses	1,394,296	(263,480)
Net Profit/ (Loss) before WPPF	194,890,375	204,776,467
Less: Provision for Workers Profit Participation Fund	9,280,494	9,751,260
Net Profit before Tax	185,609,881	195,025,207
Less: Provision for Current Tax	6,536,363	10,272,269
Less: Provision for Deferred Tax	14,910,791	10,183,768
Profit after Tax	164,162,728	174,569,170
Earning Per Share (EPS)	1.08	1.21
Restated Earning Per Share (REPS)	-	1.15

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Saiful Islam, FCMA CFO	M.Saiful Islam Chowdhury ACS Company Secretary	Tanvir Ahmed Director	Abdus Salam Murshedy Managing Director	Kutubuddin Ahmed Chairman

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Dated: 13 February 2016
Dhaka

ENVOY TEXTILES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31ST DECEMBER 2015

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total (Tk.)
At the beginning of the year	1,448,128,500	1,120,000,000	1,729,000,621	327,922,190	1,180,009,232	5,805,060,543
Less: Prior Year Adjustment					(20,157,114)	(20,157,114)
Add: Issuance of Bonus Share	72,406,420				-	72,406,420
Add: Net Profit During the Period					164,162,728	164,162,728
Less: Declaration of Dividend- 2015					(318,588,265)	(318,588,265)
Depreciation on Revaluation Surplus			(2,522,873)		2,522,873	-
As at 31.12.2015	1,520,534,920	1,120,000,000	1,726,477,748	327,922,190	1,007,949,454	5,702,884,312

FOR THE FIRST QUARTER ENDED 31ST DECEMBER 2014

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total (Tk.)
At the beginning of the year	1,405,950,000	1,120,000,000	1,739,304,433	327,922,190	809,356,324	5,402,532,947
Add: Issuance of Bonus Share	42,178,500					42,178,500
Add: Net Profit During the Period					174,569,170	174,569,170
Less: Declaration of Dividend- 2014					(210,892,500)	(210,892,500)
Depreciation on Revaluation Surplus			(2,575,953)		2,575,953	-
As at 31.12.2014	1,448,128,500	1,120,000,000	1,736,728,480	327,922,190	775,608,947	5,408,388,117

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Saiful Islam, FCMA CFO	M.Saiful Islam Chowdhury ACS Company Secretary	Tanvir Ahmed Director	Abdus Salam Murshedy Managing Director	Kutubuddin Ahmed Chairman

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Dated: 13 February 2016
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ENVOY TEXTILES LIMITED
STATEMENT OF CASH FLOW
FOR THE PERIOD ENDED 31ST DECEMBER 2015

Particulars	TAKA 31 Dec. 2015	TAKA 31 Dec. 2014
Cash Flow From Operating Activities: (A)		
Collection from Turnover and Others	1,209,416,753	1,031,726,006
Cash Payment to Creditors	(951,853,251)	(961,905,006)
Cash Payment for Operating Expenses	(66,736,448)	(41,880,367)
Income Tax Paid and Deducted at source	(6,991,832)	(5,809,040)
Financial Expenses	(72,097,220)	(53,190,512)
Net Cash Provided/(Used) by Operation activities	111,738,001	(31,058,919)
Net operating cash flow per share	0.73	(0.21)
Restated Net operating cash flow per share	-	(0.20)
Cash Flows From Investing Activities: (B)		
Purchase of Fixed Assets	(103,119,827)	(11,202,052)
Investment	(1,026,978)	1,760,004
Capital work in Process	(902,744,962)	(188,596,303)
Net Cash Used in Investing Activities	(1,006,891,767)	(198,038,351)
Cash Flows From Financing Activities: (C)		
Long Term Liabilities	1,204,796,332	-
Long Term Liabilities (Current Portion)	(135,259,678)	(99,644,720)
Short Term Liabilities	(111,860,922)	283,751,575
Payment of cash Dividend	(40,752,754)	(40,698)
Net Cash Provided by Financing Activities	916,922,978	184,066,157
Net Increase in Cash [A+B+C]	21,769,212	(45,031,114)
Add: Cash at the Opening	26,265,332	71,879,843
Cash at end of Period	48,034,544	26,848,729

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Saiful Islam, FCMA CFO	M.Saiful Islam Chowdhury ACS Company Secretary	Tanvir Ahmed Director	Abdus Salam Murshedy Managing Director	Kutubuddin Ahmed Chairman

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Dated: 13 February 2016
Dhaka

Envoy Textiles Limited

Notes to the Interim Financial Statements
For the period of Three Month ended December 31, 2015

1. Activities of the Company

Envoy Textiles Limited incorporated 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 highly sophisticated machineries of USA and Japan and went into commercial operation on 01 March 2008.

2. Basis of preparation of the Interim Financial Statement

These are Interim Financial Statements of Envoy Textiles Limited for the First Quarter ended December 31, 2015 prepared in accordance with International Accounting Standard (IAS 34). These financial statements should read in conjunction with the Annual Financial Statements as of September 30, 2015. The accounting policies and presentation used are in consistent with those of the annual financial statements

The financial statements are prepared in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, Securities and Exchange Commission Rules 1987 and other applicable laws and regulations.

Fixed assets are stated at their historical cost / revalued amount less accumulated depreciation. Depreciation on fixed assets is charged on 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 Event:

During the reporting period company total power cost increased by 121.62% and depreciation increased by 50.23% in compared to same period of the previous year. Therefore the Gross Profit ratio has gone down significantly by 5.45%.

4.1 Taxation

Income tax provision is made as per rate prevailing during that period specified by the Income Tax Ordinance 1984. 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 other than sales of finished goods as a normal course of business.

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 Securities and Exchange Commissions 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 year has been considered as fully attributable to the ordinary shareholders.

4.6 Workers Profit Participation Fund

The company has charged @ 5.00% of net profit to workers profit participation fund for the quarter ended December 31 2014.