

PARAMOUNT TEXTILE LIMITED

**FIRST QUARTER ENDED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2020**



PARAMOUNT TEXTILE LIMITED
Chaklader House (Level 6), House No. 22, Road No. 113/A
Gulshan 2, Dhaka 1212

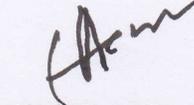
PARAMOUNT TEXTILE LIMITED
STATEMENT OF FINANCIAL POSITION (UNAUDITED)
As at 30th September, 2020

		Amount in Taka	
Particulars	Notes	30-09-2020	30-06-2020
ASSETS			
A.Non-current assets		5,107,627,064	5,061,799,669
Property, plant and equipment	3.00	2,972,672,733	2,987,306,142
Capital work in progress		457,986,567	526,119,512
Investment in Property		494,301,845	495,540,698
Investment in Associates	4.00	1,182,665,919	1,052,833,318
B.Current assets		4,035,820,629	3,833,568,269
Inventories	5.00	2,476,606,874	2,703,235,756
Trade receivables		614,861,939	675,893,376
Advance, deposits & prepayments	6.00	590,215,820	341,830,652
Other receivables		2,802,896	5,617,792
Investments		266,503,672	57,361,269
Cash & bank balances	7.00	84,829,428	49,629,424
TOTAL ASSETS (A+B)		9,143,447,694	8,895,367,938
EQUITY AND LIABILITIES			
C.Capital and Reserves		3,901,548,595	3,582,631,598
Ordinary share capital		1,476,948,140	1,476,948,140
Share premium		540,000,000	540,000,000
Retained earnings		1,581,575,975	1,359,207,917
Tax holiday reserve		203,617,141	203,617,141
Holding gain reserve		99,407,339	2,858,399
D. Deferred tax liability		22,726,324	12,127,087
	8.00		
E. Non-current liabilities		1,426,313,429	1,693,603,203
Long term loan		1,426,313,429	1,693,603,203
F. Current liabilities		3,792,859,346	3,607,006,050
Trade and other payables	9.00	283,907,686	312,056,363
Liability for expenses		127,761,792	165,985,662
Short term loan	10.00	2,974,472,785	2,686,229,688
Current maturity of long term loan		364,164,871	418,254,704
Income tax provision		42,552,212	24,479,633
TOTAL EQUITY AND LIABILITIES (C+D+E+F)		9,143,447,694	8,895,367,938
Net asset value (NAV) per share	11.00	26.42	24.26



Anita Haque
Chairman

Shakhawat Hossain
Managing Director



Alock Kumar Das
Director



Md. Jahidul Abedin
Chief Financial officer



Md. Robiul Islam, FCS
Company Secretary

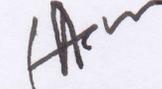
Dhaka, 09 November 2020

PARAMOUNT TEXTILE LIMITED
STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
For 1st quarter ended 30th September, 2020

Particulars	Note	Amount in Taka	
		01-07-2020 To 30-09-2020	01-07-2019 To 30-09-2019
Revenue	14.00	1,438,214,995	1,421,920,423
Cost of sales		(1,197,369,899)	(1,192,501,478)
Gross Profit		240,845,096	229,418,945
Administrative expenses		(54,408,676)	(56,152,931)
Distribution costs		(10,761,983)	(10,033,771)
		(65,170,659)	(66,186,702)
Profit from operations		175,674,437	163,232,243
Finance costs		(69,589,750)	(73,487,615)
Other income		11,151,019	56,119
Income from house rent		3,739,042	3,858,322
Exchange gain/ (loss)		682,299	672,792
Profit/(loss) before WPPF & WF		121,657,047	94,331,861
Provision for contribution to WPPF & WF		(449,774)	(431,743)
Share of profit/(Loss) of associates	4.00	129,832,601	102,347,029
Profit before tax		251,039,874	196,247,146
Tax expenses		(28,671,816)	(14,309,637)
Income tax		(18,072,579)	(14,543,741)
Deferred tax benefit/ (expense)		(10,599,237)	234,104
Net profit/ (loss) after tax		222,368,058	181,937,510
Unrealized gain / (loss) on investment in shares		96,548,940	(665,082)
Total comprehensive income		318,916,998	181,272,427
Basic earnings per share (EPS)		1.51	1.34
Basic earnings per share (EPS) (Restated)	15.00		1.23


Anita Haque
Chairman


Shakhawat Hossain
Managing Director


Alock Kumar Das
Director


Md. Jahidul Abedin
Chief Financial officer


Md. Robiul Islam, FCS
Company Secretary

Dhaka, 09 November 2020

PARAMOUNT TEXTILE LIMITED
STATEMENT OF CASH FLOWS (UNAUDITED)
For the 1st quarter ended 30th September, 2020

Particulars	Amount in Taka	
	01-07-2020 To 30-09-2020	01-07-2019 To 30-09-2019
A) Cash flows from operating activities		
Cash received from operating activities		
Cash received from customer	1,499,246,432	1,439,143,899
Cash received from house rent	8,156,384	4,511,888
Cash received from other income	46,030	56,119
	1,507,448,846	1,443,711,906
Cash paid for operating activities:		
Cash paid to suppliers	590,086,522	832,635,624
Wages & salaries	165,426,420	180,049,354
Factory overhead	150,222,328	132,544,942
Administrative overhead	58,214,199	53,774,783
Distribution costs	10,761,983	10,033,771
Financial costs	69,589,750	73,487,615
Advance & security deposit receipt	2,041,041	(434,880)
Advance, deposits & pre-payments	108,359,842	3,426,939
Exchange loss/ (gain)	(682,299)	(672,792)
Income tax paid/ advance income tax paid	9,129,975	15,430,063
	1,163,149,761	1,300,275,419
Net cash flows from operating activities (Note-16)	344,299,085	143,436,487
B) Cash flows from investing activities		
Investment in Share	(106,133,763)	-
Payment against property, Plant, equipment and CWIP	(169,458,212)	(124,324,716)
Net cash increase from investing activities	(275,591,975)	(124,324,716)
C) Cash flows from financing activities		
Dividend payment	(370,594)	(104,506)
Proceeds from bank overdraft	180,549,996	33,422,478
Proceeds from loan against trust receipts (LATR)	(42,285,449)	7,452,353
Proceed from term loan	(171,401,057)	(55,511,372)
Net cash flows used in financing activities	(33,507,104)	(14,741,047)
Net increase in cash and cash equivalents	35,200,004	4,370,724
Cash and cash equivalents, beginning of the period	49,629,424	24,556,137
Cash and cash equivalents, end of the 1st quarter	84,829,428	28,926,861
Net operating cash flows per share (NOCFPS) (Note- 17.00)	2.33	0.97 (Restated)


Anita Haque
 Chairman


Shakhawat Hossain
 Managing Director


Alok Kumar Das
 Director


Md. Jahidul Abedin
 Chief Financial officer


Md. Robiul Islam, FCS
 Company Secretary

Dhaka, 09 November 2020

PARAMOUNT TEXTILE LIMITED
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
For the 1st quarter ended 30th September, 2020

Particulars	Amount in Taka					
	Share capital	Share premium	Retained earnings	Tax holiday reserve	Holding gain reserve	Total
Balance as at 1 July 2020	1,476,948,140	540,000,000	1,359,207,917	203,617,141	2,858,399	3,582,631,598
Current period	-	-	222,368,058	-	96,548,940	318,916,998
Total equity as at 30-09-2020	1,476,948,140	540,000,000	1,581,575,975	203,617,141	99,407,339	3,901,548,595

PARAMOUNT TEXTILE LIMITED
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
For the 1st quarter ended 30th September, 2019

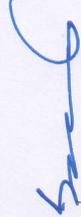
Particulars	Amount in Taka					
	Share capital	Share premium	Retained earnings	Tax holiday reserve	Holding gain reserve	Total
Balance as at 1 July 2019	1,354,998,290	540,000,000	917,192,775	203,617,141	(11,950,919)	3,003,857,287
Current period	-	-	181,937,510	-	(665,082)	181,272,427
Total equity as at 30-09-2019	1,354,998,290	540,000,000	1,099,130,285	203,617,141	(12,616,001)	3,185,129,714


Anita Haque
 Chairwoman


Shakhawat Hossain
 Managing Director


Alock Kumar Das
 Director


Md. Jahidul Abedin
 Chief Financial Officer


Md. Robiul Islam, FCS
 Company Secretary

Dhaka, 09 November 2020

PARAMOUNT TEXTILE LIMITED
SELECTED NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
For the 1st quarter ended 30th September, 2020.

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 oriented garments industries in Bangladesh and abroad.

2.00 Basis of preparation

These financial statements have been prepared in accordance with the requirement of International 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, 2020.

Notes	Particulars	Amount in Taka	
		30-09-2020	30-06-2020
3.00 Property, plant and equipment		2,987,306,142	3,361,207,496
	Opening balance of property, plant and equipment	106,695,806	190,415,451
	Add : Addition during the period	3,094,001,948	3,551,622,947
		121,329,215	564,316,805
	Less : depreciation charged during the period	<u>2,972,672,733</u>	<u>2,987,306,142</u>
	Closing balance of property, plant and equipment		
4.00 Investment in Associates (Paramount BTrac Energy Ltd)		1,052,833,318	723,652,757
	Opening		(38,550,000)
	Less : Adjustment against share money deposit	129,832,601	367,730,561
	Add/Less:Share of Profit/(Loss) of associates (Note -4.01)	<u>1,182,665,919</u>	<u>1,052,833,318</u>
4.01 Share of Profit of Associate		264,964,492	750,470,532
	Net profit attributable to the Shareholders of associate	49.00%	49.00%
	Percentage of holding	<u>129,832,601</u>	<u>367,730,561</u>
	Share of net profit		
	The company's investment 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 having formed at 25 th February, 2018 and commencing COD at 16 th 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 investee.The investor's share of investee's profit or loss is recognized in the investor's profit or loss.		
5.00 Inventories		314,854,836	370,890,710
	Chemicals	649,644,936	855,200,593
	Finished goods	1,094,066,446	968,326,182
	Yarn	413,206,840	502,813,502
	Work in process	4,833,816	6,004,769
	Packing & sub material	<u>2,476,606,874</u>	<u>2,703,235,756</u>
6.00 Advance, deposits & prepayments		6,190,302	6,453,355
	Advance against salary	497,717,954	246,822,603
	Advance against suppliers and others	9,129,975	-
	Advance income tax	1,359,735	1,609,735
	Advance office/house Rent	1,511,304	1,490,952
	Bank guarantee	500,000	500,000
	Security deposit-CDBL	2,403,213	2,162,763
	Imprest fund	6,143,408	3,834,783
	L/C margin deposit	-	8,845,822
	Pre-paid Expense	35,770,169	40,620,879
	Discount on Zero Coupon Bond	7,000	7,000
	Security deposits for Internet	29,469,760	29,469,760
	Security deposits for titas gas	13,000	13,000
	Telephone line deposit	<u>590,215,820</u>	<u>341,830,652</u>
7.00 Cash and bank balances		10,187,945	5,332,270
	Cash in hand	10,125,759	11,673,553
	Cash at bank	42,015,724	10,123,601
	Cash at bank (foreign currency)	22,500,000	22,500,000
	Cash at bank (FDR)	<u>84,829,428</u>	<u>49,629,424</u>
8.00 Deferred tax (assets) / liability		12,127,087	483,883
	Opening balance	10,599,237	11,643,204
	Current period	<u>22,726,324</u>	<u>12,127,087</u>
9.00 Trade and other payables		283,907,686	312,056,363
	Trade payables	<u>283,907,686</u>	<u>312,056,363</u>
10.00 Short term loan		429,682,335	404,820,793
	UPAS (Pubali Bank Ltd & HSBC)	-	42,285,449
	LATR & PAD (Pubali Bank Ltd & HSBC)	1,183,634,290	1,058,517,282
	EDF (Eastern Bank Ltd & HSBC)	1,361,156,160	1,180,606,164
	Bank overdraft/STL (PBL, HSBC, EBL & Woori Bank)	<u>2,974,472,785</u>	<u>2,686,229,688</u>
11.00 Net Assets value (NAV) per share		3,901,548,595	3,582,631,598
	Net assets	147,694,814	147,694,814
	Number of shares	<u>26.42</u>	<u>24.26</u>
12.00 Related party disclosures			
	During the period ended September 30, 2020 the company entered into a number of transactions with related party in the normal course of business. All these transaction takes place in an arm length basis. Name of the related party, nature of these transactions and amount 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 September 30, 2020	Balance/ outstanding as on June 30, 2020
Paramount Insurance Co. Ltd.	Insurance	29,896,613	28,301,221	3,106,174
Paramount Insurance Co. Ltd.	Investment	-	16,212,908	16,212,908
Paramount BTrac Energy Ltd.	House Rent	1,500,000	1,000,000	3,000,000

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

Provision has been made on WPPF & WF at 0.03% on revenue collection in accordance with the Bangladesh Labour Act,2006 (Amendment 2013) & rule 214 of the Bangladesh Labour rule,2015

Notes	Particulars	Amount in Taka	
		01-07-2020 to 30-09-2020	01-07-2019 to 30-09-2019
14.00 Revenue			
	Yarn dyed fabric	1,257,959,557	1,256,493,869
	Knit yarn dyeing	77,029,673	55,663,230
	Printing	103,225,765	109,763,324
		<u>1,438,214,995</u>	<u>1,421,920,423</u>
15.00 Basic earnings per share (EPS)			
	Net profit after tax	222,368,058	181,937,510
	Number of share (Note-15.01)	147,694,814	147,694,814
		<u>1.51</u>	<u>1.23</u>
			(Restated)
	Earnings per share has been calculated in accordance with IAS-33		
15.01 Number of shares			
	Number of shares	147,694,814	135,499,829
	Closing number of shares	<u>147,694,814</u>	<u>135,499,829</u>
16.00 Reconciliation of net income with cash flows from operating activities			
	Net Profit (As per Statement of Profit or Loss and Other Comprehensive Income)	<u>222,368,058</u>	<u>181,937,510</u>
	Adjustments to Reconciled with non cash iteams,non-operating iteams and net changes of the operating accruals :		
	Non-Cash Iteams :	<u>1,622,091</u>	<u>34,775,279</u>
	Depreciation	122,568,067	137,810,991
	Income Tax provision	19,541,841	(1,120,426)
	WPPF & WF Provision	449,774	431,743
	Profit on sale of share	(11,104,989)	
	Share of profit/(Loss) of associates	(129,832,601)	(102,347,029)
	Changes in operating accruals :	<u>120,308,935</u>	<u>(73,276,302)</u>
	Increase/ Decrease in Trade receivables	63,846,333	16,223,476
	Increase/ Decrease in Inventory	226,628,882	175,944,266
	Increase/ Decrease trade payables and others	(28,148,677)	(273,295,010)
	Increase/ Decrease in Liability for Expenses	(31,616,720)	10,843,025
	Increase/Decrease in Advance & Prepayment	(108,359,842)	(3,426,939)
	Increase/ Decrease in Security deposit	(2,041,041)	434,880
	Net Cash flows from operating activities	<u>344,299,085</u>	<u>143,436,487</u>
17.00 Net operating cash flows per share (NOCFPS)			
	Net cash flows from operating activities	344,299,085	143,436,487
	Number of shares	147,694,814	147,694,814
		<u>2.33</u>	<u>0.97</u>
			(Restated)