

PARAMOUNT TEXTILE LIMITED

HALF YEAR FINANCIAL STATEMENTS

FOR THE PERIOD ENDED DECEMBER 31, 2021



Paramount Textile Ltd.

Chaklader House (Level -2, 5,6 & 7) ,House # 22,

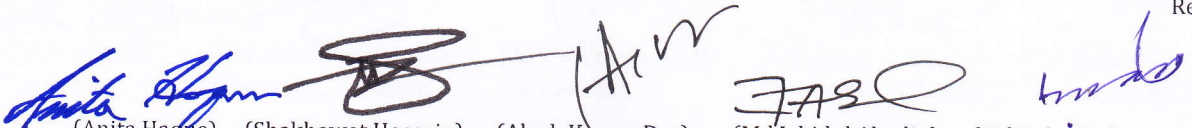
Road #113/A, Gulshan -02,Dhaka-1212

Bangladesh

PARAMOUNT TEXTILE PLC
STATEMENT OF FINANCIAL POSITION (UNAUDITED)
As at December 31, 2021

Particulars	Notes	AMOUNT IN TAKA	
		31-12-2021	30-06-2021
ASSETS			
A. NON-CURRENT ASSETS			
		7,637,583,193	6,159,826,095
Property, plant and equipment	3.00	2,996,125,648	2,918,297,188
Capital work in progress		1,920,541,331	1,066,343,354
Investment in Property		488,132,364	490,585,290
Investment in Associates	4.00	2,232,783,851	1,684,600,263
B. CURRENT ASSETS			
		5,827,520,334	4,807,221,385
Inventories	5.00	3,726,334,700	3,258,512,716
Trade receivables		758,854,111	658,500,787
Other receivables		1,568,000	1,568,000
Advance, deposits & prepayments	6.00	1,073,648,219	643,611,506
Investments		127,755,925	175,890,252
Cash & cash equivalents	7.00	139,359,379	69,138,124
TOTAL ASSETS (A+B)		13,465,103,526	10,967,047,480
EQUITY AND LIABILITIES			
C. CAPITAL AND RESERVES			
		4,558,308,015	4,224,794,130
Ordinary share capital		1,628,335,320	1,550,795,550
Share premium		540,000,000	540,000,000
Retained earnings		2,146,103,812	1,860,745,769
Tax holiday reserve		203,617,141	203,617,141
Holding gain reserve		40,251,743	69,635,669
D. DEFERRED TAX LIABILITY	8.00	17,816,848	18,377,422
E. NON-CURRENT LIABILITIES			
		3,414,288,862	2,518,244,175
Long term loan		3,414,288,862	2,518,244,175
F. CURRENT LIABILITIES			
		5,474,689,800	4,205,631,752
Trade and other payables	9.00	23,733,001	52,780,514
Liability for expenses		234,220,479	164,895,893
Unclaimed Dividend		1,349,682	3,134,698
Short term loan	10.00	4,893,361,630	3,684,479,320
Current portion of long term loan		259,841,667	271,838,182
Income tax provision		62,183,342	28,503,145
TOTAL EQUITY AND LIABILITIES (C+D+E+F)		13,465,103,526	10,967,047,480
NET ASSET VALUE (NAV) PER SHARE	11.00	27.99	25.95

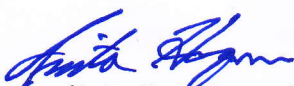
Restated



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


Dhaka, January 24, 2022

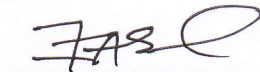
PARAMOUNT TEXTILE PLC
STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
For the half year ended December 31, 2021


Particulars	Note	Half Year Ended		Amount in Taka 2nd Quarter Ended	
		01-07-2021 to 31-12-2021 (6 months)	01-07-2020 to 31-12-2020 (6 months)	01-10-2021 to 31-12-2021 (3 months)	01-10-2020 to 31-12-2020 (3 months)
Revenue	14.00	2,905,618,505	2,595,191,390	1,542,274,482	1,156,976,395
Cost of sales		(2,422,649,002)	(2,166,427,903)	(1,286,107,719)	(969,058,004)
GROSS PROFIT		482,969,503	428,763,487	256,166,763	187,918,391
Administrative expenses		(118,152,699)	(111,291,521)	(67,598,981)	(56,882,845)
Distribution costs		(23,184,303)	(21,562,016)	(12,829,455)	(10,800,033)
		(141,337,002)	(132,853,537)	(80,428,436)	(67,682,878)
PROFIT FROM OPERATIONS		341,632,501	295,909,950	175,738,327	120,235,513
Finance costs		(136,402,139)	(133,106,208)	(70,286,146)	(63,516,458)
Other income/Loss		4,404,788	20,404,536	4,924,853	9,253,517
Income from house rent	15.00	7,545,300	6,589,576	3,772,650	2,850,534
Exchange gain/ (Loss)		1,498,031	1,352,610	774,970	670,311
PROFIT/(LOSS) BEFORE WPPF & WF		218,678,481	191,150,464	114,924,654	69,493,417
Contribution to WPPF & WF		(841,580)	(849,331)	(485,015)	(399,557)
Share of profit/(Loss) of associates		299,283,588	223,563,022	152,063,480	93,730,421
PROFIT BEFORE TAX		517,120,489	413,864,155	266,503,119	162,824,281
TAX EXPENSES					
Income tax	16.00	(33,680,197)	(28,336,471)	(17,534,569)	(10,263,892)
Deferred tax benefit/ (expense)		560,574	(7,670,320)	(1,521,134)	2,928,917
		(33,119,623)	(36,006,792)	(19,055,703)	(7,334,976)
NET PROFIT/ (LOSS) AFTER TAX		484,000,867	377,857,363	247,447,417	155,489,305
Unrealized gain / (loss) on share		(29,383,926)	64,574,022	(14,067,775)	(31,974,918)
TOTAL COMPREHENSIVE INCOME		454,616,940	442,431,385	233,379,641	123,514,387
Basic earning per share (EPS)	17.00	2.97	2.32	1.52	0.95
			Restated		Restated


 (Anita Haque)
 Chairman


 (Shakhawat Hossain)
 Managing Director


 (Alock Kumar Das)
 Director


 (Md. Jahidul Abedin)
 Chief Financial Officer


 (Md. Robiul Islam, FCS)
 Company Secretary

Dhaka, January 24, 2022

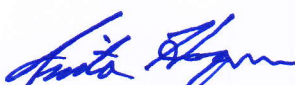
PARAMOUNT TEXTILE PLC
STATEMENT OF CASH FLOWS (UNAUDITED)
For the half year ended December 31, 2021


Particulars	Amount in Taka	
	31-12-2021	31-12-2020
A) CASH FLOWS FROM OPERATING ACTIVITIES		
CASH RECEIVED FROM OPERATING ACTIVITIES		
Cash received from customer	2,805,265,181	2,831,104,158
Cash received from house rent	10,779,000	13,520,272
Cash received from other income	4,373,537	115,858
	2,820,417,718	2,844,740,288
CASH PAID FOR OPERATING ACTIVITIES		
Cash paid to suppliers	1,439,236,322	1,435,702,426
Wages & salaries	360,084,165	337,525,199
Factory overhead	469,462,550	271,286,069
Administrative overhead	110,413,877	121,241,028
Distribution costs	23,184,303	21,562,016
Financial costs	136,402,139	133,106,208
Advance & Security deposit receipt	2,148,242	1,051,196
Advance , deposits & pre-payments	7,030,612	92,277,812
Exchange loss/ (gain)	(1,498,031)	(1,352,610)
Income tax /advance income tax paid	14,047,890	16,154,020
	2,560,512,069	2,428,553,364
NET CASH FLOWS FROM OPERATING ACTIVITIES(Note :- 18.00)	259,905,649	416,186,924
B) CASH FLOWS FROM INVESTING ACTIVITIES		
Payment of investment in Associates	(248,900,000)	(184,875,000)
Investment In share	18,781,652	(106,276,066)
Payment against property,Plant,equipment and CWIP	(1,774,371,655)	(366,533,463)
NET CASH FLOWS FROM INVESTING ACTIVITIES	(2,004,490,003)	(657,684,529)
C) CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend payment	(75,325)	(370,652)
Dividend payment to CMSF	(2,584,905)	-
Non-Refund public subscription pay to CMSF	(1,596,700)	-
Proceeds from bank overdraft	935,014,367	7,865,512
Proceeds from loan against trust receipts (LATR)	-	(42,285,449)
Proceed from term loan	884,048,172	296,608,790
NET CASH FLOWS USED IN FINANCING ACTIVITIES	1,814,805,609	261,818,201
NET INCREASE IN CASH AND CASH EQUIVALENTS	70,221,255	20,320,596
CASH AND CASH EQUIVALENTS,BEGINNING OF THE PERIOD	69,138,124	49,629,424
CASH AND CASH EQUIVALENTS,END OF THE HALF YEAR	139,359,379	69,950,020

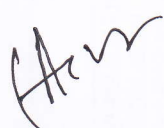
Net operating cash flows per share (NOCFPS) (Note:- 19.00)

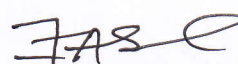
1.60


2.56
(Restated)


(Anita Haque)
Chairman


(Shakhawat Hossain)
Managing Director


(Alock Kumar Das)
Director


(Md. Jahidul Abedin)
Chief Financial Officer


(Md. Robiul Islam, FCS)
Company Secretary

PARAMOUNT TEXTILE PLC

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the half year ended December 31, 2021


Particulars	Amount in Taka					
	Share capital	Share premium	Retained earnings	Tax holiday reserve	Holding gain reserve	Total
Balance as at 1 July 2021	1,550,795,550	540,000,000	1,860,745,769	203,617,141	69,635,669	4,224,794,130
Current period	77,539,770	-	484,000,867	-	(29,383,926)	532,156,710
Cash dividend paid to shareholders for the year ended June 30, 2021	-	-	(121,103,054)	-	-	(121,103,054)
Stock dividend paid to shareholders for the year ended June 30, 2021	-	-	(77,539,770)	-	-	(77,539,770)
Total Equity as at 31-12-2021	1,628,335,320	540,000,000	2,146,103,812	203,617,141	40,251,743	4,558,308,015


PARAMOUNT TEXTILE PLC


STATEMENT OF CHANGES IN EQUITY (UNAUDITED)


For the half year ended December 31, 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	3,582,631,597
Current period	73,817,410	-	377,857,363	-	64,574,022	516,248,795
Cash dividend paid to shareholders for the year ended June 30, 2020	-	-	(86,502,176)	-	-	(86,502,176)
Stock dividend paid to shareholders for the year ended June 30, 2020	-	-	(73,817,410)	-	-	(73,817,410)
Total Equity as at 31-12-2020	1,550,765,550	540,000,000	1,576,745,694	203,617,141	67,432,421	3,938,560,806


(Anita Haque)
Chairman


(Shakhawat Hossain)
Managing Director


(Md. Jahidul Abedin)
Chief Financial Officer


(Md. Robiul Islam, FCS)
Company Secretary

Dhaka, January 24, 2022

4.00

PARAMOUNT TEXTILE PLC
SELECTED NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
For the half year ended December 31, 2021

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, 2021.

Note	Particulars	31-12-2021	30-06-2021			
3.00 Property, Plant and equipment						
	Opening Balance of Property, plant and equipment	2,918,297,188	2,987,306,140			
	Add : Addition during the period	311,215,467	474,508,481			
		3,229,512,655	3,461,814,621			
	Less : Depreciation Charged during the period	233,387,007	543,517,432			
	Closing balance of property, plant and equipment	2,996,125,648	2,918,297,188			
4.00 Investment in Associates						
	Paramount BTrac Energy Ltd (Note-4.01)	1,578,008,851	1,278,725,263			
	Intraco Solar power Ltd (Note-4.02)	654,775,000	405,875,000			
		2,232,783,851	1,684,600,263			
4.01 Paramount Btrac Energy Ltd						
	Opening	1,278,725,263	1,052,833,318			
	Addition : During the period	-	(147,000,000)			
	Add/Less:Share of Profit/(Loss) of associates (Note -4.001)	299,283,588	372,891,945			
		1,578,008,851	1,278,725,263			
4.001 Share of Profit of Associate						
	Net profit attributable to the Shareholders of associate	610,782,832	761,003,970			
	Percentage of holding	49.00%	49.00%			
	Share of net profit	299,283,588	372,891,945			
	The company's investment in associates as 49.00% equity interest at Paramount BTrac Energy Ltd (PBEL). PBEL is a joint venture company between Paramount Textile PLC 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.					
4.02 Intraco Solar Power Ltd						
	Investment in Intraco Solar Power Ltd	654,775,000	405,875,000			
		654,775,000	405,875,000			
	The company's investment in associates as 29% equity interest at Intraco Solar Power Ltd(ISPL).ISPL is joint venture company between Paramount Textile PLC, Intraco CNG Ltd and Juli new Energy co.Ltd. In Financial statement 29% equity interest in accounted using equity method.					
5.00 Inventories						
	Chemicals	382,847,079	365,542,268			
	Finished Goods	855,623,953	777,148,395			
	Yarn	1,726,267,030	1,460,071,904			
	Work in Process	755,948,521	652,516,578			
	Packing & Sub Material	5,648,117	3,233,571			
		3,726,334,700	3,258,512,716			
6.00 Advance, deposits & prepayments						
	Advance against salary	6,779,877	6,166,959			
	Advance against suppliers and others	950,885,866	541,927,655			
	Advance income tax	14,047,890	-			
	Advance office/house rent	1,600,135	1,189,735			
	Bank guarantee -Margin	4,824,464	4,799,879			
	Security deposits-CDBL	500,000	500,000			
	Imprest fund	1,973,468	2,300,719			
	L/C Margin deposit	6,642,661	1,666,352			
	Pre-paid Expense	27,584,079	14,727,274			
	Discount on Zero Coupon Bond	11,516,619	21,218,039			
	Security deposits-Others	2,635,000	4,456,734			
	Security deposits for internet	7,000	7,000			
	Security deposit for tital gas	44,638,160	44,638,160			
	Telephone line deposit	13,000	13,000			
		1,073,648,219	643,611,506			
7.00 Cash and bank balances						
	Cash in hand	17,605,796	5,685,139			
	Cash at bank	61,317,848	15,167,863			
	Cash at bank (Foreign currency)	15,127,735	18,977,122			
	Cash at bank (FDR)	45,308,000	29,308,000			
		139,359,379	69,138,124			
	Cash at bank (Foreign currency) bank account,account maintained in foreign currency has been disclosed in local currency;thus foreign exchange fluctuation gain/(Loss) has been recognized					
8.00 Deferred tax (assets) / liability						
	For the period ended December 31, 2021					
		Carrying amount as at 31st december,2021	Tax base value as at 31st december,2021	Taxable/(Deductible) temporary difference as on 31.12.2021	Taxable/(Deductible) temporary difference as on 30.06.2021	
	Property, plant and equipment	2,996,125,648	2,859,941,214	136,184,434	120,911,201	
	Provident fund	(996,779)	-	(996,779)	(2,816,537)	
	WPPF & WF	(38,073,794)	-	(38,073,794)	(37,236,376)	
	Post employment benefit	(5,169,369)	-	(5,169,369)	(4,765,918)	
				91,944,492	76,092,370	
	Effective tax rate			15%	15%	
	Deferred tax liability/(assets) excluding holding gain reserve (A)			13,791,674	11,413,856	
	Holding gain reserve			40,251,743	69,635,669	
	Effective tax rate			10%	10%	
	Deferred tax liability/(assets) on holding gain reserve (B)			4,025,174	6,963,567	
	Deferred tax liability/(assets) (A+B)			17,816,848	18,377,422	
9.00 Trade and other payables						
	Trade payables			23,733,001	52,780,514	
				23,733,001	52,780,514	
10.00 Short term loan						
	UPAS (PBL & HSBC)			414,541,712	244,257,111	
	EDF (Eastern Bank Ltd ,HSBC,PBL)			2,594,405,066	2,490,821,724	
	Bank overdraft/STL (EBL,HSBC,CBBL,CBL)			1,884,414,852	949,400,485	
				4,893,361,630	3,684,479,320	
11.00 Net Assets value (NAV) per share						
	Net assets			4,558,308,015	4,224,794,130	
	Number of shares			162,833,532	162,833,532	
				27.99	25.95	
					(Restated)	
12.00 Related party disclosures						
	During the period ended December 31, 2021 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 December 31, 2021	Balance/ outstanding as on June 30, 2021
		Paramount Insurance Co. Ltd.	Insurance	37,329,441	1,413,233	3,106,174
		Paramount Insurance Co. Ltd.	Investment	-	16,212,908	16,212,908
		Paramount BTrac Energy Ltd	Office Rent	3,000,000	1,500,000	3,000,000
13.00 Workers profit participation fund & welfare funds (WPPF & WF)						

Note	Particulars	01-07-2021 to 31-12-2021	01-07-2020 to 31-12-2020
14.00	Revenue	2,644,649,031	2,240,561,471
	Yarn dyed fabric	159,500,755	157,983,428
	Knit yarn dyeing	101,468,719	196,646,491
	Printing	<u>2,905,618,505</u>	<u>2,595,191,390</u>
15.00	Income from House Rent	10,779,000	9,413,680
	Income from House Rent (Commercial space)	(3,233,700)	(2,824,104)
	Less : Maintenance cost	<u>7,545,300</u>	<u>6,589,576</u>
16.00	Income Tax	517,120,489	413,864,155
	Profit Before Tax	(1,498,031)	(1,352,610)
	Add/(Less): Exchange Loss/gain	(4,404,788)	(20,404,536)
	Add/(Less): Other income	(7,545,300)	(6,589,576)
	Add/(Less): House rent income	(299,283,588)	(223,563,022)
	Add/(Less): Share of profit/(Loss) of associates	<u>204,388,782</u>	<u>161,954,411</u>
	Taxable income	15%	15%
	Tax Rate	<u>30,658,317</u>	<u>24,293,162</u>
	Income tax on operational Income (A)		
16.01	Income tax on other income	1,321,062	367,048
	Other income (14,98,031+1,25,105+42,48,250)*22.5%	-	-
	Dividend income (182-25,000)*20%	3,125	2,028,868
	Profit on sale of share (realized profit)- (31,251*10%)	<u>1,324,187</u>	<u>2,395,916</u>
	Income tax on other income (B)	1,697,693	1,647,394
16.02	Income tax on House rent income (7,545,300*22.5%)	1,697,693	1,647,394
	Income tax on House rent income(C)	33,680,197	28,336,471
	Total Income Tax (A+B+C)		
17.00	Basic earnings per share -EPS (Restated 2020 1st Half)	484,000,867	377,857,363
	Net profit after tax	162,833,532	162,833,532
	Number of share (Note-17.02)	<u>2.97</u>	<u>2.32</u>
			(Restated)
17.01	Basic earnings per share (EPS)	484,000,867	377,857,363
	Net profit after tax	162,833,532	155,079,555
	Number of share	<u>2.97</u>	<u>2.44</u>
	Earnings per share has been calculated in accordance with BAS-33		
17.02	Number of shares	155,079,555	147,694,814
	Number of shares at the beginning of the year	7,753,977	7,384,741
	Add. Bonus shares issued during the year	<u>162,833,532</u>	<u>155,079,555</u>
	Closing number of shares		
18.00	Reconciliation of net income with cash flows from operating activities	484,000,867	377,857,363
	Net Profit (As per Statement of Profit or Loss and Other Comprehensive Income)		
	Adjustments to Reconciled with non cash items,non-operating items and net changes of the operating accruals :	(26,213,646)	32,855,329
	Non-Cash Items :		
	Depreciation	253,187,881	256,004,926
	Income Tax provision	19,071,733	19,852,772
	WPPF & WF Provision	841,580	849,331
	Profit on sale of share	(31,251)	(20,288,678)
	Share of profit/(Loss) of associates	(299,283,588)	(223,563,022)
		<u>(197,881,572)</u>	<u>5,474,232</u>
	Changes in operating accruals :		
	Increase/ Decrease in Trade receivables	(100,353,324)	240,019,360
	Increase/ Decrease in Inventory	(467,821,984)	(51,378,964)
	Increase/ Decrease trade payables and others	444,820,428	(87,411,286)
	Increase/ Decrease in Liability for Expenses	(65,347,838)	(2,425,870)
	Increase/Decrease in Advance & Prepayment	(7,030,612)	(92,277,812)
	Increase/ Decrease in Security deposit	(2,148,242)	(1,051,196)
		<u>259,905,649</u>	<u>416,186,924</u>
	Net Cash flows from operating activities		
19.00	Net operating cash flows per share (NOCFPS)	259,905,649	416,186,924
	Net cash flows from operating activities	162,833,532	162,833,532
	Number of shares	<u>1.60</u>	<u>2.56</u>
			(Restated)
20.00	Significant variance :		
	EPS has been increased than previous period due to high production efficiency and also NOCFPS has been decreased due to new investment.		