

PARAMOUNT TEXTILE LIMITED

HALF YEAR FINANCIAL STATEMENTS

FOR THE PERIOD ENDED DECEMBER 31, 2017

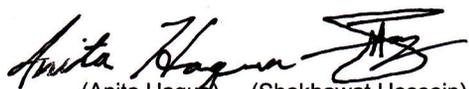


Paramount Textile Ltd.

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

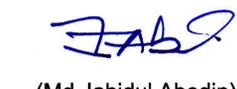
PARAMOUNT TEXTILE LIMITED
STATEMENT OF FINANCIAL POSITION (UNAUDITED)
As at December 31, 2017

		Amount in Taka	
Particulars	Notes	31-12-2017	30-06-2017
ASSETS			
Non-current assets		3,702,109,202	2,402,177,940
Property, plant and equipment	3.00	3,051,944,958	1,945,398,902
Capital work in progress		650,164,244	456,779,039
Current assets		3,828,098,833	3,250,820,298
Inventories	4.00	1,787,366,678	1,516,133,364
Trade receivables		1,326,894,174	1,077,385,922
Advance, deposits & prepayments	5.00	653,519,122	568,812,501
Other receivables		-	699,360
Investments		44,473,123	43,847,968
Cash & cash equivalents	6.00	15,845,735	43,941,183
Total Assets		7,530,208,034	5,652,998,238
EQUITY AND LIABILITIES			
Capital and Reserves		2,508,693,789	2,469,148,866
Ordinary share capital		1,290,474,570	1,173,158,700
Share premium		540,000,000	540,000,000
Retained earnings		481,807,202	558,950,664
Tax holiday reserve		203,617,141	203,617,141
Holding gain reserve		(7,205,125)	(6,577,639)
Deferred tax liabilities	7.00	3,432,838	3,362,468
Non-current liabilities		1,513,044,170	507,042,389
Long term loan	8.00	1,513,044,170	507,042,389
Current liabilities		3,505,037,237	2,673,444,515
Trade and other payables	9.00	482,268,437	560,377,784
Liability for expenses		142,152,387	76,337,030
Short term loan	10.00	2,693,726,674	1,911,860,214
Current maturity of long term loan		154,613,204	110,700,826
Income tax provision		32,276,535	14,168,662
TOTAL EQUITY AND LIABILITIES		7,530,208,034	5,652,998,238
Net asset value (NAV) per share		19.44	19.13 (Restated)


 (Anita Haque) Chairman


 (Shakhawat Hossain) Managing Director


 (Alock Kumar Das) Director


 (Md. Jahidul Abedin) Chief Financial Officer


 (Md. Robiul Islam, ACS) Company Secretary

Dhaka, January 30, 2018

PARAMOUNT TEXTILE LIMITED
STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
For the half year ended December 31, 2017

Particulars	Note	Half Year Ended		Amount in Taka 2nd Quarter Ended	
		01-07-2017 to 31-12-2017 (6 months)	01-07-2016 to 31-12-2016 (6 months)	01-10-2017 to 31-12-2017 (3 months)	01-10-2016 to 31-12-2016 (3 months)
Revenue	11.00	1,937,993,540	1,621,829,782	1,058,610,825	871,876,217
Cost of sales		(1,622,139,439)	(1,357,806,525)	(891,688,446)	(742,926,172)
Gross profit		315,854,101	264,023,257	166,922,379	128,950,045
Administrative expenses		(112,293,712)	(83,332,314)	(61,151,139)	(43,263,153)
Distribution costs		(19,772,111)	(16,607,071)	(10,192,805)	(8,584,522)
		(132,065,823)	(99,939,385)	(71,343,944)	(51,847,675)
Profit from operations		183,788,278	164,083,872	95,578,435	77,102,370
Finance costs		(73,817,080)	(68,236,801)	(37,362,061)	(37,793,161)
Other income		1,401,737	662,607	350,362	655,642
Income from house rent	12.00	5,322,912	-	2,661,456	-
Exchange gain/ (Loss)		819,285	383,609	366,286	192,307
Profit/(loss) before WPPF & WF		117,515,132	96,893,287	61,594,478	40,157,158
Contribution to WPPF & WF		(506,546)	(469,690)	(247,486)	(469,690)
Profit before tax		117,008,586	96,423,597	61,346,992	39,687,468
Tax expenses					
Income tax		(18,107,873)	(14,476,246)	(9,497,616)	(5,944,740)
Deferred tax benefit/ (expense)		(70,370)	5,854,193	(1,841,284)	5,492,859
		(18,178,243)	(8,622,053)	(11,338,900)	(451,881)
Net profit/ (loss) after tax		98,830,343	87,801,544	50,008,092	39,235,588
Unrealized gain / (loss) on share		(627,486)	5,766,363	(131,083)	5,153,522
Total comprehensive income		98,202,858	93,567,907	49,877,010	44,389,110
Basic earning per share (EPS)		0.77	0.68 (Restated)	0.39	0.30 (Restated)


 (Anita Haque)
 Chairman


 (Shakhawat Hossain)
 Managing Director


 (Alock Kumar Das)
 Director


 (Md. Jahidul Abedin)
 Chief Financial Officer


 (Md. Robiul Islam, ACS)
 Company Secretary

Dhaka, January 30, 2018

PARAMOUNT TEXTILE LIMITED
STATEMENT OF CASH FLOWS (UNAUDITED)
For the half year ended December 31, 2017

Particulars	Amount in Taka	
	31-12-2017	31-12-2016
A) Cash flows from operating activities		
Cash received from operating activities		
Cash received from customer	1,688,485,288	1,565,636,286
Cash received from house rent	7,604,160	-
Cash received from other income	149,096	95,405
	1,696,238,544	1,565,731,691
Cash paid for operating activities		
Cash paid to suppliers	1,019,279,808	987,906,539
Wages & salaries	223,296,824	202,053,009
Factory overhead	143,609,867	169,920,890
Administrative overhead	115,184,695	75,561,193
Distribution costs	19,772,111	16,607,071
Financial costs	73,817,080	68,236,801
Advance & Security deposit receipt	1,156,720	-
Advance , deposits & pre-payments	37,526,767	27,391,739
Exchange loss/ (gain)	(819,285)	(383,609)
Income tax /advance income tax paid	13,216,047	12,192,609
	1,646,040,634	1,559,486,242
Net cash flows from operating activities	50,197,910	6,245,450
B) Cash flows from investing activities		
Advance to shikharaa developments Ltd.	(5,428,000)	(5,000,000)
Payment of fixed assets purchased	(1,608,416,211)	(263,919,669)
Net cash increase from investing activities	(1,613,844,211)	(268,919,669)
C) Cash flows from financing activities		
Other current liabilities	-	(7,000)
Dividend payment	(136,274)	(196,908)
Proceeds from bank overdraft	347,224,934	51,466,047
Proceeds from loan against trust receipts (LATR)	53,045,949	-
Proceeds from inland bills purchases (IBP)	85,502,086	143,765,396
Proceeds from UPAS	904,164,870	97,906,156
Proceed from term loan	145,749,289	(29,394,534)
Net cash flows used in financing activities	1,535,550,854	263,539,157
Net increase in cash and cash equivalents	(28,095,447)	864,938
Cash and cash equivalents, beginning of the period	43,941,183	12,409,323
Cash and cash equivalents, end of the half year	15,845,735	13,274,260
Net operating cash flows per share (NOCFPS)	0.39	0.05 (Restated)


 Anita Haque
 Chairman


 (Shakhawat Hossain)
 Managing Director


 (Alock Kumar Das)
 Director


 (Md. Jahidul Abedin)
 Chief Financial Officer


 (Md. Robiul Islam, ACS)
 Company Secretary

Dhaka, January 30, 2018

PARAMOUNT TEXTILE LIMITED
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
For the half year ended December 31, 2017

Particulars	Amount in Taka					
	Share capital	Share premium	Retained earnings	Tax holiday reserve	Holding gain reserve	Total
Balance as at 1 July 2017	1,173,158,700	540,000,000	558,950,664	203,617,141	(6,577,639)	2,469,148,866
Current period	117,315,870	-	98,830,343	-	(627,486)	215,518,728
Cash dividend paid to shareholders for the year ended June 30, 2017	-	-	(58,657,935)	-	-	(58,657,935)
Stock dividend paid to shareholders for the year ended June 30, 2017	-	-	(117,315,870)	-	-	(117,315,870)
Total Equity as at 31-12-2017	1,290,474,570	540,000,000	481,807,202	203,617,141	(7,205,125)	2,508,693,789

PARAMOUNT TEXTILE LIMITED
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
For the half year ended December 31, 2016

Particulars	Amount in Taka					
	Share capital	Share premium	Retained earnings	Tax holiday reserve	Holding gain reserve	Total
Balance as at 1 July 2016	1,096,410,000	540,000,000	520,409,701	203,617,141	(11,730,886)	2,348,705,956
Current period	76,748,700	-	87,801,544	-	5,766,363	170,316,607
Cash dividend paid to shareholders for the year ended June 30, 2016	-	-	(109,641,000)	-	-	(109,641,000)
Stock dividend paid to shareholders for the year ended June 30, 2016	-	-	(76,748,700)	-	-	(76,748,700)
Total Equity as at 31-12-2016	1,173,158,700	540,000,000	421,821,545	203,617,141	(5,964,523)	2,332,632,863


(Anita Haque)
Chairman

(Shakhawat Hossain)
Managing Director

Dhaka, January 30, 2018


(Alok Kumar Das)
Director

(Md. Jahidul Abedin)
Chief Financial Officer


(Md. Robiul Islam, ACS)
Company Secretary

PARAMOUNT TEXTILE LIMITED
SELECTED NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
For the half year ended December 31, 2017.

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 Bangladesh Accounting Standards 34 " Interim Financial Reporting" and the requirements of the Securities & Exchange rules 1987.

	Amount in Taka			
	31-12-2017	30-06-2017		
3.00 Property, Plant and equipment				
Opening Balance of Property, plant and equipment	1,945,398,902	1,861,112,248		
Add : Addition during the period	1,387,194,559	436,670,720		
	<u>3,332,593,461</u>	<u>2,297,782,968</u>		
Less : Depreciation Charged during the period	280,648,502	352,384,066		
Closing balance of property, plant and equipment	<u>3,051,944,959</u>	<u>1,945,398,902</u>		
4.00 Inventories				
Chemicals	207,566,338	206,247,315		
Finished Goods	460,742,849	322,828,428		
Yarn	788,628,357	755,419,583		
Work in Process	327,271,968	226,703,002		
Packing & Sub Material	3,157,166	4,935,036		
	<u>1,787,366,678</u>	<u>1,516,133,364</u>		
5.00 Advance, deposits & prepayments				
Advance against salary	15,266,640	7,588,241		
Advance against suppliers	139,015,463	111,179,016		
Advance income tax	13,216,047	-		
Advance for commercial space	428,658,825	423,230,825		
Advance office/house rent	3,867,835	4,747,335		
Bank guarantee	1,297,396	1,270,811		
Deffered expense	8,556,477	3,340,637		
Security deposits-CDBL	500,000	500,000		
Imprest fund	3,447,941	460,371		
L/C Margin deposit	7,285,753	2,230,305		
Security deposits for internet	7,000	7,000		
Security deposit for tital gas	16,197,310	14,244,960		
Telephone line deposit	13,000	13,000		
Discount on Zero Coupon Bond	16,189,435	-		
	<u>653,519,122</u>	<u>568,812,501</u>		
6.00 Cash and bank balances				
Cash in hand	6,268,025	5,623,569		
Cash at bank	4,591,864	4,709,839		
Cash at bank (Foreign currency)	4,985,846	33,607,775		
	<u>15,845,735</u>	<u>43,941,183</u>		
7.00 Deferred tax (assets) / liability				
Opening balance	3,362,468	6,318,307		
Current period	70,370	(2,955,839)		
	<u>3,432,838</u>	<u>3,362,468</u>		
8.00 Long term loan				
Term Loan	344,592,780	242,755,869		
Import Liability for Capital Machinery	1,168,451,390	264,286,520		
	<u>1,513,044,170</u>	<u>507,042,389</u>		
9.00 Trade and other payables				
Trade payables	410,006,035	488,115,382		
Other payables	72,262,402	72,262,402		
	<u>482,268,437</u>	<u>560,377,784</u>		
10.00 Short term loan				
Loan against trust receipt (LATR)	53,045,949	-		
Inland bills purchases (IBP)	882,229,408	796,727,322		
UPAS (Import of raw materials)	537,896,974	466,051,690		
EDF	338,689,422	114,441,215		
Bank overdraft/STL	881,864,921	534,639,987		
	<u>2,693,726,674</u>	<u>1,911,860,214</u>		
11.00 Revenue	01-07-2017 to	01-07-2016 to		
	31-12-2017	31-12-2016		
Yarn dyed fabric	1,811,177,533	1,417,764,458		
Knit yarn dyeing	114,740,438	177,542,609		
Sweater yarn dyeing	1,742,506	26,522,715		
Printing	10,333,063	-		
	<u>1,937,993,540</u>	<u>1,621,829,782</u>		
12.00 Income from House Rent				
Income from House Rent (Commercial space)	7,604,160	-		
Less : Maintenance cost	(2,281,248)	-		
	<u>5,322,912</u>	<u>-</u>		
13.00 Related party disclosures				
During the period ended December 31, 2017 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 BAS 24: Related party disclosure.				
Name of related parties	Nature of transaction	Transaction during the period	Balance/ outstanding as on December 31, 2017	Balance/ outstanding as on June 30, 2017
Paramount Insurance Co. Ltd.	Insurance	23,783,238	3,132,726	5,870,292
Paramount Insurance Co. Ltd.	Investment	-	10,883,796	10,888,796

14.00 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 Bangladesh Labour rule, 2015.