THE UNAUDITED ACCOUNTS

OF

ENVOY TEXTILES LIMITED

FOR THE FIRST QUARTER ENDED 30TH SEPTEMBER, 2016

ENVOY TEXTILES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2016

Particulars		TAKA 30th Sept 16	TAKA 30th June 16
ASSETS			
Non Current Assets		**10,261,664,976**	**10,189,314,866**
Property, Plant & Equipments, net of depreciation		6,996,700,145	7,077,813,371
Capital work in Process		3,264,964,831	3,111,501,495
Current Assets		**3,850,893,641**	**4,024,174,209**
Inventories & Stores		1,278,340,246	1,327,900,307
Material in Transit		133,056,021	146,538,006
Trade and Other Receivable		2,191,991,821	2,286,854,741
Advance , Deposits & Prepayments		168,712,327	150,446,676
Investment		44,132,827	44,141,400
Cash and Cash Equivalents		34,660,400	68,293,079
Total Assets		**14,112,558,617**	**14,213,489,075**
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		**5,942,944,209**	**5,892,184,412**
Paid up Share Capital		1,520,534,920	1,520,534,920
Share Premium		1,120,000,000	1,120,000,000
Revaluation Surplus		1,718,909,129	1,721,432,002
Retained Earnings		1,255,577,969	1,202,295,300
Tax Holiday Reserve		327,922,190	327,922,190
Non-Current Liabilities		**3,813,695,097**	**3,780,824,192**
Secured Loan		3,740,691,107	3,705,873,517
Provision for Deferred Tax		73,003,990	74,950,675
Current Liabilities		**4,355,919,311**	**4,540,480,471**
Secured Loan (Current Portion)		508,221,392	677,628,523
Short Term Liabilities		3,078,419,345	3,254,962,172
Accounts Payable		625,499,706	442,509,169
Provision for Expenses		80,187,574	111,735,455
Provision for Current Tax		63,591,294	53,645,152
Total Liabilities & Shareholders' Equity		**14,112,558,617**	**14,213,489,075**
NAV Per Share		39.08	38.75

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

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

Dated: 14 November 2016
Dhaka

ENVOY TEXTILES LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE FIRST QUARTER ENDED SEPTEMBER 30 2016

Particulars		**TAKA 30th Sept 16**	**TAKA 30th Sept 15**
Revenue		1,287,110,555	1,198,852,791
Less: Cost of Goods Sold		1,055,777,607	988,365,883
Gross Profit		**231,332,948**	**210,486,908**
Less: Operating Expenses		**71,917,195**	**58,003,269**
Administrative & General Expenses		55,610,299	43,278,962
Selling & Distribution Expenses		16,306,896	14,724,307
Profit/ (Loss) from Operation		**159,415,754**	**152,483,639**
Less: Financial Expenses		97,713,387	76,318,294
Profit/ (Loss) after Financial Expenses		**61,702,367**	**76,165,344**
Add: Other Income / Expenses		(5,150)	40,883
Net Profit/ (Loss) before WPPF		**61,697,217**	**76,206,228**
Less: Provision for Workers Profit Participation Fund		2,937,963	3,628,868
Net Profit before Tax		**58,759,254**	**72,577,360**
Less: Provision for Current Tax		9,946,142	(1,789,518)
Less: Provision for Deferred Tax		(1,946,685)	17,545,111
Profit after Tax		**50,759,797**	**56,821,767**
Earnings Per Share (EPS)		0.33	0.39
Restated Earnings Per Share (REPS)		-	0.37

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

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

Dated: 14 November 2016

Dhaka

ENVOY TEXTILES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED SEPTEMBER 30 2016

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total (Tk.)
Beginning of the period 30.06.2016	**1,520,534,920**	**1,120,000,000**	**1,721,432,002**	**327,922,190**	**1,202,295,300**	**5,892,184,412**
Add: Net Profit During the Period					50,759,797	**50,759,797**
Depreciation on Revluation Surplus			(2,522,873)		2,522,873	-
Balance as at 30.09.2016	**1,520,534,920**	**1,120,000,000**	**1,718,909,129**	**327,922,190**	**1,255,577,969**	**5,942,944,209**

ENVOY TEXTILES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED SEPTEMBER 30 2015

Particulars	Share Capital Taka	Share Premium Taka	Revaluation Taka	Tax Holiday Reserve	Retained Earnings	Total (Tk.)
Beginning of the period 30.06.2015	**1,448,128,500**	**1,120,000,000**	**1,731,576,574**	**327,922,190**	**1,120,611,512**	**5,748,238,777**
Add: Net Profit During the Period					56,821,767	**56,821,767**
Depreciation on Revluation Surplus			(2,575,953)		2,575,953	-
Balance as at 30.09.2015	**1,448,128,500**	**1,120,000,000**	**1,729,000,621**	**327,922,190**	**1,180,009,232**	**5,805,060,543**

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

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Dated: 14 November 2016
Dhaka

ENVOY TEXTILES LIMITED
STATEMENT OF CASH FLOW
FOR THE FIRST QUARTER ENDED SEPTEMBER 30 2016

Particulars		TAKA 30th Sept 16	TAKA 30th Sept 15
Cash Flow From Operating Activities: (A)			
Collection from Ternover and Others		1,381,968,325	1,609,721,884
Cash Payment to Creditors		(703,723,990)	(1,333,335,432)
Cash Payment for Operating Expenses		(111,554,278)	(60,673,021)
Income Tax Paid and Deducted at Source		(9,946,142)	(10,189,682)
Financial Expenses		(107,700,103)	(72,562,660)
Net Cash Provided by Operation activities		**449,043,812**	**132,961,089**
Net operating cash flow per share		**2.95**	**0.92**
Restated (NOCFPS)		-	**0.87**
Cash Flows From Investing Activities: (B)			
Purchase of Fixed Assets		(17,339,187)	(1,937,594,315)
Investment		8,573	(36,352)
Capital work in Process		(153,463,336)	1,776,903,226
Net Cash Used in Investing Activities		**(170,793,950)**	**(160,727,441)**
Cash Flows From Financing Activities: (C)			
Long Term Liabilities		34,817,590	(251,707,776)
Long Term Liabilities (Current Portion)		(169,407,131)	275,459,481
Short Term Liabilities		(176,542,827)	(10,806,178)
Payment of cash Dividend		(750,172)	(460,131)
Net Cash Provided by Financing Activities		**(311,882,540)**	**12,485,396**
Net Increase /(Decrease) in Cash [A+B+C]		**(33,632,679)**	**(15,280,955)**
Add: Cash at the Opening		68,293,079	41,546,287
Cash at end year		**34,660,400**	**26,265,332**

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

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

Dated: 14 November 2016
Dhaka

Envoy Textiles Limited

Notes to the Interim Financial Statements
For the period of first quarter ended September 30, 2016

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 September 30, 2016 prepared in accordance with International Accounting Standard (IAS 34). These financial statements should read in conjunction with the Annual Financial Statements as of June 30, 2016. 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 there has been increased the power cost by 55.46% in compared to same period of the previous year, due to upswing the consumption for added fabric production capacity and to run the spinning unit. And a significant amount of operating expenses incurred for spinning project, reason why profit declined, though even increased the revenue.

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 period 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 first quarter ended September 30 2016.