

**Second Quarter**  
**Financial Statement 2025-2026**  
**(Unaudited)**



**SQUARE Textiles PLC.**  
(Consolidated and Standalone)



# SQUARE Textiles PLC.

And its subsidiary

## Consolidated Statement of Financial Position (Unaudited) As at December 31, 2025

Particulars	Notes	31/Dec/25 Taka	30/Jun/25 Taka
<b>ASSETS:</b>			
<b>Non-Current Assets</b>		<b>10,975,690,077</b>	<b>11,209,945,046</b>
Property, Plant & Equipment- Carrying Value	02	10,241,358,098	10,714,416,856
Capital Work In Progress and In Transit	03	678,048,219	439,244,430
Goodwill		56,283,760	56,283,760
<b>Current Assets</b>		<b>17,142,421,259</b>	<b>15,496,838,965</b>
Inventories	04	7,158,386,630	7,105,582,658
Trade Receivable	05	7,408,325,522	7,032,165,957
Advances, Deposits & Prepayments	06	1,006,818,049	890,614,210
Cash & Cash Equivalents	07	1,568,891,058	468,476,140
<b>TOTAL ASSETS</b>		<b>28,118,111,336</b>	<b>26,706,784,011</b>
<b>SHAREHOLDERS' EQUITY &amp; LIABILITIES:</b>			
<b>Shareholders' Equity</b>		<b>10,749,341,928</b>	<b>11,018,583,305</b>
Share Capital		1,972,520,000	1,972,520,000
Retained Earnings		8,776,821,928	9,046,063,305
<b>Non controlling Interest</b>	08	<b>15,575,507</b>	<b>15,531,836</b>
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>10,764,917,435</b>	<b>11,034,115,141</b>
<b>Non-Current Liabilities</b>		<b>3,393,122,018</b>	<b>4,110,510,257</b>
Long Term Borrowings	09	3,200,855,423	3,903,457,915
Deferred Tax Liability	10	192,266,595	207,052,342
<b>Current Liabilities &amp; Provisions</b>		<b>13,960,071,883</b>	<b>11,562,158,613</b>
Short Term Bank Loan (Secured)	11	12,485,060,041	10,801,933,113
Creditors & Other Payables	12	164,109,820	129,500,849
Liabilities for Other Finance	13	970,830,423	355,845,120
Unclaimed Dividend Account		12,829,991	13,258,887
Provision for Income Tax	14	327,241,608	261,620,644
<b>TOTAL LIABILITIES</b>		<b>17,353,193,901</b>	<b>15,672,668,870</b>
<b>TOTAL SHAREHOLDERS' EQUITY &amp; LIABILITIES</b>		<b>28,118,111,336</b>	<b>26,706,784,011</b>
<b>Net Asset Value Per Share</b>	22	<b>54.50</b>	<b>55.86</b>

Sd/-  
Tapan Chowdhury  
Chairman

Sd/-  
Ratna Patra  
Vice Chairman

Sd/-  
Samuel S Chowdhury  
Managing Director

Sd/-  
Md. Aminur Rahman  
Chief Financial Officer

Sd/-  
Sanjib Baran Roy  
Company Secretary



# SQUARE Textiles PLC.

And its subsidiary

## Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited) For the 2nd Quarter ended December 31, 2025

Particulars	Notes	6 Months (Amount in Tk)		2nd Quarter Results (Tk)	
		July to Dec' 2025-26	July to Dec' 2024-25	Oct' to Dec' 2025-26	Oct' to Dec' 2024-25
Sales Revenue	15	11,869,496,676	12,515,587,027	5,804,036,152	6,743,263,265
Cost of Goods Sold	16	10,522,082,609	10,807,220,710	5,285,114,546	5,912,044,156
<b>Gross Profit</b>		<b>1,347,414,067</b>	<b>1,708,366,317</b>	<b>518,921,606</b>	<b>831,219,109</b>
Administrative Overhead	17	140,107,514	138,660,571	69,184,663	70,688,009
Selling and Distribution Overhead	18	21,812,055	20,909,669	10,241,606	10,705,077
<b>Profit from Operations</b>		<b>1,185,494,498</b>	<b>1,548,796,077</b>	<b>439,495,337</b>	<b>749,826,023</b>
Finance Cost	19	764,031,463	631,002,108	413,153,527	292,022,910
Non-Operating Income	20	12,023,071	17,393,174	7,723,496	14,558,560
<b>Profit Before W.P.P.F &amp; W.F</b>		<b>433,486,106</b>	<b>935,187,143</b>	<b>34,065,306</b>	<b>472,361,673</b>
Allocation for W.P.P.F & W.F		20,642,195	44,532,721	1,622,156	22,493,413
<b>Profit Before Tax</b>		<b>412,843,911</b>	<b>890,654,422</b>	<b>32,443,150</b>	<b>449,868,260</b>
Provision for Tax (Current)	14	65,620,964	145,380,976	11,812,970	72,177,647
Deferred Tax Expenses (Income)	10	(14,785,747)	(10,460,327)	(7,079,622)	(3,615,443)
<b>Profit After Tax for The Period</b>		<b>362,008,694</b>	<b>755,733,773</b>	<b>27,709,802</b>	<b>381,306,056</b>
Non-Controlling Interest		43,671	82,220	3,100	43,883
<b>Net Income for the Period</b>		<b>361,965,023</b>	<b>755,651,553</b>	<b>27,706,702</b>	<b>381,262,173</b>
(Transferred to the Statement of Changes in Equity)					
<b>Earnings Per Share (EPS)</b>	21	<b>1.84</b>	<b>3.83</b>	<b>0.14</b>	<b>1.93</b>

Sd/-  
Tapan Chowdhury  
Chairman

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Ratna Patra  
Vice Chairman

Sd/-  
Samuel S Chowdhury  
Managing Director

Sd/-  
Md. Aminur Rahman  
Chief Financial Officer

Sd/-  
Sanjib Baran Roy  
Company Secretary



# SQUARE Textiles PLC.

And its subsidiary

## Consolidated Statement of Changes in Equity (Unaudited) For the 3rd Quarter ended December 31, 2025

Particulars	Share Capital	Retained Earnings	Total
Balance as at June 30, 2025	1,972,520,000	9,046,063,305	11,018,583,305
Net Profit For the 2nd Quarter Ended December 31, 2025	-	361,965,023	361,965,023
Cash Dividend for 2024-25	-	(631,206,400)	(631,206,400)
Balance As at December 31, 2025	1,972,520,000	8,776,821,928	10,749,341,928

## Consolidated Statement of Changes in Equity (Unaudited) For the 3rd Quarter ended December 31, 2024

Particulars	Share Capital	Retained Earnings	Total
Balance as at June 30, 2024	1,972,520,000	8,248,628,570	10,221,148,570
Net Profit For the 2nd Quarter Ended December 31, 2024	-	755,651,553	755,651,553
Cash Dividend for 2023-24	-	(631,206,400)	(631,206,400)
Balance As at December 31, 2024	1,972,520,000	8,373,073,723	10,345,593,723

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## Consolidated Statement of Cash flows (Unaudited) For the 2nd Quarter ended December 31, 2025

Particulars	Amount (Tk.)	
	July to Dec' 2025-26	July to Dec' 2024-25
<b>Cash Flows from Operating Activities:</b>		
Receipts from Sales Revenue	11,493,337,111	12,418,296,380
Exchange Fluctuation Gain (Realization from Transaction)	1,937,773	23,601,659
Receipts/ (Payment) from Other Income/ Expenses	10,652,182	11,643,665
<b>Total Receipts</b>	<b>11,505,927,066</b>	<b>12,453,541,704</b>
Payment for Supplies and Other Services	(8,077,035,850)	(8,009,380,744)
Paid for Operating & Non-operating Expenses	(2,158,290,536)	(2,406,355,354)
Interest Expenses Paid	(722,412,537)	(611,050,892)
Income Tax Paid	(130,380,797)	(128,409,469)
<b>Total Payments</b>	<b>(11,088,119,720)</b>	<b>(11,155,196,459)</b>
<b>Net Cash Generated (Used in) from Operating Activities</b>	<b>417,807,346</b>	<b>1,298,345,245</b>
<b>Cash Flows from Investing Activities:</b>		
Purchase of Property, Plant & Equipment	(296,921,083)	(860,392,579)
<b>Net Cash Generated (Used in) from Investing Activities</b>	<b>(296,921,083)</b>	<b>(858,942,579)</b>
<b>Cash Flows from Financing Activities:</b>		
Long Term Loan Received/ (Repaid)	(688,237,020)	514,813,807
Short Term Bank Loan Received/ (Repaid)	1,668,761,456	219,972,385
Payment of Dividend	(428,896)	(260,023)
<b>Net Cash Generated (Used in) from Financing Activities</b>	<b>980,095,540</b>	<b>734,526,169</b>
<b>Increase/ (Decrease) in Cash &amp; Cash Equivalents</b>	<b>1,100,981,803</b>	<b>1,173,928,835</b>
<b>Net effect of foreign currency translation</b>	<b>(566,885)</b>	<b>(10,690,258)</b>
<b>Opening Cash &amp; Cash Equivalents</b>	<b>468,476,140</b>	<b>481,670,937</b>
<b>Closing Cash &amp; Cash Equivalents</b>	<b>1,568,891,058</b>	<b>1,644,909,514</b>
<b>Net Operating Cash Flows Per Share</b>	<b>2.12</b>	<b>6.58</b>

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## Notes to the Consolidated Interim Financial Statements (Unaudited) For the 2nd Quarter Ended December 31, 2025

### 01. Basis of preparation of the Consolidated Interim Financial Statements:

These Financial Statements (They) are the unaudited consolidated interim financial statements (hereafter "The Consolidated Interim Financial Statements") of SQUARE Textiles PLC. and Square Texcom Limited, Companies incorporated in Bangladesh under Companies Act 1913 & 1994, for the 2nd Quarter Ended on December 31, 2025 (hereafter "The Interim Period"). They are prepared in accordance with the International Accounting Standard (IAS 34) "Interim Financial Reporting". These financial statements should read in conjunction with the Annual Financial Statements as on June 30, 2025, as they provide an update of previously reported information.

The accounting policies and presentation used are consistent with those used in the Annual Financial Statements, except where noted below. Where necessary, the comparatives have been reclassified or extended from the previously reported Interim Financial Statements to take into account any presentational changes made in the Annual Financial Statements or in these Interim Financial Statements.

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and disclosure of contingent liabilities at the date of the Interim Financial Statements. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the interim financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

We understand that our business is growing every year that means our assets are performing according to intention of procurement and in sum up the discounted future cash flow from the operation of the assets would be positive if we dispose those assets at the date of financial reporting. But presently we have on intension to dispose these assets, so it is not required to record the impairment gain as provisions of IAS-36.

The company operates in industries where significant seasonal or cyclical variations in total sales are not experienced during the reporting period.

The Company has no reportable operating segments as per requirement of IFRS-8, "Operating Segments".

There is no significant even after the end of the interim period that has to be reflected in the Consolidated Financial Statements for the interim period except.

Figures have been rounded off to the nearest Taka.

### 02. Consolidated Property, Plant & Equipment:

Details of Property, Plant & Equipment and Depreciation are as below:

#### Fixed Assets at Cost

	31-Dec-25	30-Jun-25
Opening Balance	19,309,987,847	17,822,261,353
Addition during the Year	58,117,294	1,728,002,327
Sale/ Obsolete during the Year	(1,253,418)	(240,275,833)
<b>Closing Balance(Cost)</b>	<b>19,366,851,723</b>	<b>19,309,987,847</b>

#### Accumulated Depreciation

	31-Dec-25	30-Jun-25
Opening Balance	8,595,570,991	7,798,671,240
Charged during the Year	531,176,052	1,024,582,245
Adjustment for sale/Obsolete	(1,253,418)	(227,682,494)
<b>9,125,493,625</b>	<b>8,595,570,991</b>	

#### Carrying Value

<b>Tk. 10,241,358,098</b>	<b>10,714,416,856</b>
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	31-Dec-25	30-Jun-25
<b>03. Consolidated Capital Work In Progress and In Transit:</b>		
Capital Work In Progress and In Transit	678,048,219	439,244,430
<b>Tk.</b>	<b>678,048,219</b>	<b>439,244,430</b>

The amount of Capital Work In Progress includes investment under BMRE activities.

#### 04. Consolidated Inventories:

<b>Stocks of Materials</b>	<b>6,795,365,804</b>	<b>6,770,521,196</b>
Raw Materials	5,980,638,152	6,110,008,137
Raw Materials In Transit	167,501,697	143,458,655
Packing Materials	23,436,585	22,823,487
Work - in - process	271,581,335	227,834,296
Finished Goods	352,208,035	266,396,621
<b>Stocks of Spares</b>	<b>363,020,826</b>	<b>335,061,462</b>
Spares at Store	358,195,305	330,090,158
Spares in Transit	4,825,521	4,971,304
<b>Tk.</b>	<b>7,158,386,630</b>	<b>7,105,582,658</b>

#### 05. Consolidated Trade Receivable:

Aging of the above balance is as follows:

Below 60 days	3,659,242,083	3,403,068,351
Within 61-120 days	2,693,793,522	2,567,576,921
Above 120 days	1,055,289,917	1,061,520,685
<b>Tk.</b>	<b>7,408,325,522</b>	<b>7,032,165,957</b>

a) There was no amount due from the Directors (Including Managing Director), Managing Agent, Manager and other Officers of the Company and any of them severally or jointly with any other person.

b) The carrying amount of Trade Debtors pledged as security.

c) Trade Receivable is secured, considered as good and is falling due within one year.

#### 06. Consolidated Advances, Deposits & Prepayments:

This is made up of the followings:

<b>Advance</b>	<b>783,428,744</b>	<b>642,924,709</b>
Income Tax	402,516,144	272,407,954
Salary & PF Current account	7,535,000	9,044,000
Other Expenses and VAT	292,966,363	270,122,963
Suppliers & Contractor	80,411,237	91,349,792
<b>Deposits</b>	<b>223,389,305</b>	<b>247,689,501</b>
Security Deposit	198,197,288	198,197,288
Margin on Bank Guarantee	25,192,017	49,492,213
<b>Tk.</b>	<b>1,006,818,049</b>	<b>890,614,210</b>

	31-Dec-25	30-Jun-25
<b>07. Consolidated Cash &amp; Cash Equivalents:</b>		
This is made up of the followings:		
Cash in hand	13,151,002	6,755,252
Cash at Bank	1,555,740,056	461,720,888
<b>Tk.</b>	<b>1,568,891,058</b>	<b>468,476,140</b>

**08. Non Controlling Interest: Tk.**

5,000 shares of Tk 100 at par of Square Texcom Ltd.	500,000	500,000
Shares of Accumulated Profit	15,075,507	15,031,836
	<b>15,575,507</b>	<b>15,531,836</b>

**09. Long Term Borrowings (Secured):**

Standard Chartered Bank	2,511,666,666	2,851,190,476
The City Bank	1,546,430,705	1,725,093,969
Dutch Bangla Bank PLC.	450,882,136	615,619,862
Infrastructure Development Company (IDCOL)	112,254,965	117,567,185
Less: Current Portion of Long Term Borrowings	(1,420,379,049)	(1,406,013,577)
<b>Tk.</b>	<b>3,200,855,423</b>	<b>3,903,457,915</b>

**10. Consolidated Deferred Tax Liability:**

Opening Balance	207,052,342	275,099,266
Deferred Tax Expenses/ (Income)	(14,785,747)	(68,046,924)
<b>Closing Balance</b>	<b>192,266,595</b>	<b>207,052,342</b>

This represents tax liability payable in future due to accumulated taxable temporary differences (Above deferred tax balance creates only from difference between accounting basis depreciation and tax basis depreciation on fixed assets). We don't have any other assets or liabilities except fixed assets for provision of Deferred Tax liabilities to present in details form for unused tax losses and unused tax credit.

**a) Deferred Tax Liability is arrived at as follows:**

Carrying Value of Depreciable Fixed Assets	9,500,702,317	9,985,478,575
Less: Tax Base Carrying Value	(7,898,480,691)	(8,260,042,392)
<b>Taxable Temporary Difference</b>	<b>1,602,221,626</b>	<b>1,725,436,183</b>
Tax Rate	12.00%	12.00%
<b>Closing Deferred Tax Liability</b>	<b>192,266,595</b>	<b>207,052,342</b>
Less: Opening Deferred Tax Liability	(207,052,342)	(275,099,266)
<b>Deferred Tax (Income) / Expense</b>	<b>(14,785,747)</b>	<b>(68,046,924)</b>



	31-Dec-25	30-Jun-25
<b>11. Consolidated Short Term Bank Loan (Secured):</b>		
Revolving Loan	4,500,000,000	1,500,000,000
EDF & UPAS LC	6,564,680,992	7,895,919,536
Current Portion of Long Term Borrowings	1,420,379,049	1,406,013,577
<b>Tk.</b>	<b>12,485,060,041</b>	<b>10,801,933,113</b>

- a) These short term loans are secured against hypothecation of Stock and Trade Receivable.  
b) The Short Term Bank Loan consist of the UPAS & EDF loan against Import of Raw Materials and Capital Machineries of expansion project at Habiganj.

**12. Consolidated Creditors & Others Payable:**

Payable for Audit Fees	-	862,500
Provision for Utility Bill	145,571,909	111,737,407
Provision for Salary & Allowances	10,982,452	6,024,553
Others	7,555,459	10,876,389
	<b>164,109,820</b>	<b>129,500,849</b>

This represents amount payable to regular suppliers of packing materials, utilities, and other services rendered to the company. All suppliers were paid on a regular basis.

**13. Consolidated Liabilities for Other Finance:**

PF, WPPF & Other Fund	21,835,921	79,675,944
Declared Dividend for Last Year	631,206,400	-
Others	317,788,102	276,169,176
<b>Tk.</b>	<b>970,830,423</b>	<b>355,845,120</b>

Due to provision for cash dividend Tk. 631,206,400/- for the year of 2024-25, Liabilities for Other Finance shown higher balance compared to previous period.

**14. Consolidated Provision for Income Tax:**

Opening Balance	261,620,644	272,978,916
Adjustment with Advance Tax	-	(208,782,395)
Current Year Provision	65,620,964	197,424,123
<b>Closing Balance</b>	<b>327,241,608</b>	<b>261,620,644</b>

**Calculation of Effective Tax Rate:**

Current Income Tax Expenses	65,620,964	197,424,123
Deferred Tax Expenses/ (Income)	(14,785,747)	(68,046,924)
<b>Total Tax Expenses</b>	<b>50,835,217</b>	<b>129,377,199</b>
Effective Tax Rate (Total Tax Expenses / Profit Before Tax)	<b>12.31%</b>	<b>8.30%</b>

**July-25 to Dec'-25****July-24 to Sept'-24****15. Consolidated Sales Revenue:**

Export Sale of Yarns	11,869,496,676	12,515,587,027
<b>Tk.</b>	<b>11,869,496,676</b>	<b>12,515,587,027</b>

During the period sales decreased by BDT 64.61 (-5.16%) crore due to decrease of yarn price.

**16. Consolidated Cost of Goods Sold:**

Raw Materials Consumed	8,086,800,214	8,237,992,095
Factory Overhead (Note: 16.01)	2,435,282,395	2,569,228,615
<b>Cost of Goods Sold</b>	<b>Tk. 10,522,082,609</b>	<b>10,807,220,710</b>

During the period Raw Material cost decreased by BDT 15.12 (-1.84%) crore due to decrease of raw materials price.

**16.01. Factory Overhead:**

Factory Wages, Salary & Allowances	684,492,526	659,652,561
Production Workers' Free Lunch	4,105,576	4,147,161
Fuel, Petrol, Light, Diesel etc.	55,169,510	229,374,809
Electricity, Gas & Water	853,552,162	846,284,722
Factory Consumable Expense	42,404,147	47,590,463
Repairs & Maintenance of Vehicles	15,358,805	15,604,168
Industrial All Risk Insurance Premium	16,358,546	16,262,090
Govt.Tax, VAT & License Fees	760,562	4,227,997
Security Services	26,737,521	23,357,778
Spare Parts - Machinery	198,350,245	218,601,027
Depreciation	526,983,801	496,091,173
Other Overhead	11,008,994	8,034,666
<b>Total</b>	<b>Tk. 2,435,282,395</b>	<b>2,569,228,615</b>

**17. Consolidated Administrative Overhead:**

Salary and Allowances	61,659,849	61,027,018
Directors' Remuneration	36,292,650	32,947,200
Overseas Travelling	4,586,911	6,826,289
Vehicles Running & Maintenance	5,547,794	5,511,592
Fees & Subscription	4,415,401	4,906,724
Rental Expenses	8,748,360	8,058,360
Office Consumable Expense	742,661	796,480
Electricity, Gas & Water	1,324,237	1,439,338
Software & Hardware Support Expenses	1,863,792	2,064,644
Head Office Employees' Free Lunch	1,759,841	1,906,506
Annual General Meeting Expenses	192,924	168,468
Depreciation	4,192,251	4,434,367
Other Expenses	8,780,843	8,573,585
<b>Total</b>	<b>Tk. 140,107,514</b>	<b>138,660,571</b>

Directors' Remuneration is not included the Member Director of "Audit Committee" and "Nomination & Remuneration Committee"

**18. Consolidated Selling & Distribution Overhead:**

	July-25 to Dec'-25	July-24 to Sept'-24
Export Sale Expenses	16,770,257	16,299,788
Loading & unloading	5,041,798	4,609,881
<b>Total</b>	<b>Tk. 21,812,055</b>	<b>20,909,669</b>

**19. Finance Cost:**

Interest on Deferred LC Loan	275,400,050	324,414,072
Interest on OD	20,200	1,377
Interest on Short Term Loan	205,103,618	100,695,407
Interest on Long Term Loan	283,507,595	205,891,252
<b>Total</b>	<b>Tk. 764,031,463</b>	<b>631,002,108</b>

During the period Finance cost increased by BDT 13.3 (21.08%) crore due to additional Financing for the expansion project and some BMRE activities as well as increased of interest rate of Loan Financing.

**20. Non-Operating Income:**

Interest Income	8,988,026	11,643,665
Forfeited Provident Fund	1,664,155	-
Gain on Disposal of Assets	-	(7,161,892)
Forex Exchange Rate Fluctuation Gain/ (Loss)	1,370,890	12,911,401
<b>Total</b>	<b>Tk. 12,023,071</b>	<b>17,393,174</b>

**21. Earnings Per Share (EPS):**

The Computation is given below:

Earning attributable to Ordinary Shares including other income	361,965,023	755,651,553
Number of Ordinary shares	197,252,000	197,252,000
<b>Earnings Per Share</b>	<b>Tk. 1.84</b>	<b>3.83</b>

During the period EPS decreased by BDT 1.99 (-51.96%) due to significantly decrease of yarn price as well as increase of finance cost.

**22. Net Asset Value (NAV) Per Share:**

The Computation is given below:

Equity Attributable to the Owners of the Company	Tk. 10,749,341,928	11,018,583,305
Number of Ordinary shares	197,252,000	197,252,000
<b>Net Asset Value (NAV) Per Share</b>	<b>Tk. 54.50</b>	<b>55.86</b>

July-25 to Dec'-25

July-24 to Sept'-24

### 23. Net Operating Cash flows per Share (NOCFPS):

The Computation is given below:

Net Cash Generated (Used in) from Operating	Tk.	417,807,346	1,298,345,245
Number of Ordinary shares		197,252,000	197,252,000
<b>Net Operating Cash flows per Share (NOCFPS)</b>	<b>Tk.</b>	<b>2.12</b>	<b>6.58</b>

### 24. Reconciliation of Net Profit with Cash Flows from Operating Activities:

The Computation is given below:

<b>Profit After Tax</b>	<b>362,008,694</b>	<b>755,733,773</b>
<b>Adjustment to reconcile net profit to net cash provided by operating activities :</b>		
<b>Non-cash Expenses:</b>	<b>516,957,190</b>	<b>500,755,471</b>
Depreciation	531,176,052	500,525,540
Deferred Tax	(14,785,747)	(10,460,327)
Net effect of foreign currency translation	566,885	10,690,258
<b>Non-Operating Items:</b>	<b>-</b>	<b>7,161,892</b>
Gain/ (Loss) on Disposal of Assets	-	7,161,892
<b>Changes in working Capital:</b>	<b>(461,158,538)</b>	<b>34,694,109</b>
(Increase)/Decrease in Inventories	(52,803,972)	172,873,781
(Increase)/Decrease in Trade Receivable	(376,159,565)	(97,290,647)
(Increase)/Decrease in Advances, Deposits & Prepayments	(116,203,839)	(228,001,230)
Increase/(Decrease) in Creditors & Other Payables	34,608,971	44,849,326
Increase/(Decrease) in Liabilities for Other Finance	(16,221,097)	(3,118,097)
Increase/(Decrease) in Income Tax Payable	65,620,964	145,380,976
<b>Net Cash Generated (Used in) from Operating Activities</b>	<b>417,807,346</b>	<b>1,298,345,245</b>

### 25. Regarding Consolidated Net Operating Cash Flows per Share:

The business (100% export oriented spinning industry) operation is volatile and realization from debtors (100% confirmed back to back LC) also very positively co-related with this, but all import payments should be made as per provision of UCPDC-600, resultant, the per share operating cash flows fluctuates from quarter to quarter, which is very common for the spinning business trend.



# SQUARE Textiles PLC.

## Statement of Financial Position (Unaudited) As at December 31, 2025

Particulars	Notes	31/Dec/25 Taka	30/Jun/25 Taka
<b>ASSETS:</b>			
<b>Non-Current Assets</b>		<b>10,488,760,046</b>	<b>10,674,138,646</b>
Property, Plant & Equipment- Carrying Value	02	9,344,344,509	9,779,802,943
Capital Work In Progress and In Transit	03	655,081,577	405,001,743
Investment - Long Term (At Cost)		489,333,960	489,333,960
<b>Current Assets</b>		<b>15,874,898,672</b>	<b>14,277,495,607</b>
Inventories	04	6,605,626,164	6,568,082,728
Trade Receivable	05	6,900,118,841	6,507,477,106
Advances, Deposits & Prepayments	06	934,884,761	829,759,974
Cash & Cash Equivalents	07	1,434,268,906	372,175,799
<b>TOTAL ASSETS</b>		<b>26,363,658,718</b>	<b>24,951,634,253</b>
<b>SHAREHOLDERS' EQUITY &amp; LIABILITIES:</b>			
<b>Shareholders' Equity</b>		<b>9,923,473,732</b>	<b>10,230,538,534</b>
Share Capital		1,972,520,000	1,972,520,000
Retained Earnings		7,950,953,732	8,258,018,534
<b>Non-Current Liabilities</b>		<b>3,370,528,747</b>	<b>4,085,858,923</b>
Long Term Borrowings	08	3,200,855,423	3,903,457,915
Deferred Tax Liability	09	169,673,324	182,401,008
<b>Current Liabilities &amp; Provisions</b>		<b>13,069,656,239</b>	<b>10,635,236,796</b>
Short Term Bank Loan (Secured)	10	11,658,103,637	9,942,451,737
Creditors & Other Payables	11	148,467,251	116,792,052
Liabilities for Other Finance	12	955,541,199	326,308,110
Unclaimed Dividend Account		12,829,991	13,258,887
Provision for Income Tax	13	294,714,161	236,426,010
<b>TOTAL LIABILITIES</b>		<b>16,440,184,986</b>	<b>14,721,095,719</b>
<b>TOTAL SHAREHOLDERS' EQUITY &amp; LIABILITIES</b>		<b>26,363,658,718</b>	<b>24,951,634,253</b>
<b>Net Asset Value Per Share</b>	<b>25</b>	<b>50.31</b>	<b>51.87</b>

Sd/-  
Tapan Chowdhury  
Chairman

Sd/-  
Ratna Patra  
Vice Chairman

Sd/-  
Samuel S Chowdhury  
Managing Director

Sd/-  
Md. Aminur Rahman  
Chief Financial Officer

Sd/-  
Sanjib Baran Roy  
Company Secretary



# SQUARE Textiles PLC.

## Statement of Profit or Loss and Other Comprehensive Income (Unaudited) For the 2nd Quarter ended December 31, 2025

Particulars	Notes	6 Months (Amount in Tk)		2nd Quarter Results (Tk)	
		July to Dec' 2025-26	July to Dec' 2024-25	Oct' to Dec' 2025-26	Oct' to Dec' 2024-25
Sales Revenue	14	10,871,136,288	11,497,634,493	5,369,857,744	6,274,638,198
Cost of Goods Sold	15	9,600,516,305	9,913,777,681	4,868,216,746	5,508,130,192
<b>Gross Profit</b>		<b>1,270,619,983</b>	<b>1,583,856,812</b>	<b>501,640,998</b>	<b>766,508,006</b>
Administrative Overhead	16	132,562,562	131,652,322	65,660,289	67,182,100
Selling and Distribution Overhead	17	19,382,604	18,408,300	9,076,752	9,418,916
<b>Profit from Operations</b>		<b>1,118,674,817</b>	<b>1,433,796,190</b>	<b>426,903,957</b>	<b>689,906,990</b>
Finance Cost	18	741,880,214	603,765,987	403,292,981	279,275,797
Non-Operating Income	19	11,392,565	17,033,217	7,139,422	14,757,102
<b>Profit Before W.P.P.F &amp; W.F</b>		<b>388,187,168</b>	<b>847,063,420</b>	<b>30,750,398</b>	<b>425,388,295</b>
Allocation for W.P.P.F & W.F		18,485,103	40,336,353	1,464,304	20,256,585
<b>Profit Before Tax</b>		<b>369,702,065</b>	<b>806,727,067</b>	<b>29,286,094</b>	<b>405,131,710</b>
Provision for Tax (Current)	13	58,288,151	130,351,473	10,314,310	64,424,524
Deferred Tax Expenses (Income)	09	(12,727,684)	(8,064,922)	(6,050,340)	(2,547,985)
<b>Profit After Tax for The Period</b>		<b>324,141,598</b>	<b>684,440,516</b>	<b>25,022,124</b>	<b>343,255,171</b>
(Transferred to the Statement of Changes in Equity)					
<b>Earnings Per Share (EPS)</b>	24	<b>1.64</b>	<b>3.47</b>	<b>0.13</b>	<b>1.74</b>

Sd/-  
Tapan Chowdhury  
Chairman

Sd/-  
Ratna Patra  
Vice Chairman

Sd/-  
Samuel S Chowdhury  
Managing Director

Sd/-  
Md. Aminur Rahman  
Chief Financial Officer

Sd/-  
Sanjib Baran Roy  
Company Secretary



# SQUARE Textiles PLC.

## Statement of Changes in Equity (Unaudited) For the 2nd Quarter ended December 31, 2025

Particulars	Share Capital	Retained Earnings	Total
Balance as at June 30, 2025	1,972,520,000	8,258,018,534	10,230,538,534
Net Profit For the 2nd Quarter Ended December 31, 2025	-	324,141,598	324,141,598
Cash Dividend for 2024-25	-	(631,206,400)	(631,206,400)
<b>Balance As at December 31, 2025</b>	<b>1,972,520,000</b>	<b>7,950,953,732</b>	<b>9,923,473,732</b>

## Statement of Changes in Equity (Unaudited) For the 2nd Quarter ended December 31, 2024

Particulars	Share Capital	Retained Earnings	Total
Balance as at June 30, 2024	1,972,520,000	7,616,161,769	9,588,681,769
Net Profit For the 2nd Quarter Ended December 31, 2024	-	684,440,516	684,440,516
Cash Dividend for 2023-24	-	(631,206,400)	(631,206,400)
<b>Balance As at December 31, 2024</b>	<b>1,972,520,000</b>	<b>7,669,395,885</b>	<b>9,641,915,885</b>

Sd/-  
Tapan Chowdhury  
Chairman

Sd/-  
Ratna Patra  
Vice Chairman

Sd/-  
Samuel S Chowdhury  
Managing Director

Sd/-  
Md. Aminur Rahman  
Chief Financial Officer

Sd/-  
Sanjib Baran Roy  
Company Secretary



# SQUARE Textiles PLC.

## Statement of Cash flows (Unaudited) For the 2nd Quarter ended December 31, 2025

Particulars	Amount (Tk)	
	July to Dec' 2025-26	July to Dec' 2024-25
<b>Cash Flows from Operating Activities:</b>		
Receipts from Sales Revenue	10,478,494,553	11,287,499,125
Exchange Fluctuation Gain (Realization from Transection)	1,383,007	15,466,463
Receipts/ (Payment) from Other Income/ Expenses	10,535,206	11,607,239
<b>Total Receipts</b>	<b>10,490,412,766</b>	<b>11,314,572,827</b>
Payment for Supplies and Other Services	(7,389,125,828)	(7,472,927,773)
Paid for Operating & Non-operating Expenses	(1,948,607,160)	(2,208,227,260)
Interest Expenses Paid	(692,167,858)	(577,486,739)
Income Tax Paid	(116,998,550)	(117,018,868)
<b>Total Payments</b>	<b>(10,146,899,396)</b>	<b>(10,375,660,640)</b>
<b>Net Cash Generated (Used in) from Operating Activities</b>	<b>343,513,370</b>	<b>938,912,187</b>
<b>Cash Flows from Investing Activities:</b>		
Purchase of Property, Plant & Equipment	(293,515,128)	(800,763,282)
Sales of Property, Plant & Equipment	-	1,320,000
<b>Net Cash Generated (Used in) from Investing Activities</b>	<b>(293,515,128)</b>	<b>(799,443,282)</b>
<b>Cash Flows from Financing Activities:</b>		
Long Term Loan Received/ (Repaid)	(688,237,020)	514,813,807
Short Term Bank Loan Received/ (Repaid)	1,701,286,428	451,413,883
Payment of Dividend	(428,896)	(260,023)
<b>Net Cash Generated (Used in) from Financing Activities</b>	<b>1,012,620,512</b>	<b>965,967,667</b>
<b>Increase/ (Decrease) in Cash &amp; Cash Equivalents</b>	<b>1,062,618,754</b>	<b>1,105,436,572</b>
<b>Net effect of foreign currency translation</b>	<b>(525,647)</b>	<b>(6,897,013)</b>
<b>Opening Cash &amp; Cash Equivalents</b>	<b>372,175,799</b>	<b>414,396,094</b>
<b>Closing Cash &amp; Cash Equivalents</b>	<b>1,434,268,906</b>	<b>1,512,935,653</b>
<b>Net Operating Cash flows per Share</b>	<b>1.74</b>	<b>4.76</b>

Sd/-  
Tapan Chowdhury  
Chairman

Sd/-  
Ratna Patra  
Vice Chairman

Sd/-  
Samuel S Chowdhury  
Managing Director

Sd/-  
Md. Aminur Rahman  
Chief Financial Officer

Sd/-  
Sanjib Baran Roy  
Company Secretary





# SQUARE Textiles PLC.

## Notes to the Interim Financial Statements (Unaudited) For the 2nd Quarter Ended December 31, 2025

### 01. Basis of preparation of the Interim Financial Statements:

These Financial Statements (They) are the unaudited interim Financial statement (here after 'the Interim Financial Statements') of SQUARE Textiles PLC. , for the 2nd Quarter Ended on December 31, 2025 (here after the interim period). They are prepared in accordance with the Bangladesh Accounting Standard (IAS-34) 'Interim Financial Reporting'. These financial statement should read in conjunction with the Annual Financial Statements as of June 30, 2025, as they provide an update of previous reported information.

The accounting policies and presentation used are consistent with those used in the Annual Financial Statements, except where noted below. Where necessary, the comparatives have been reclassified or extended from the previously reported Interim Financial Statements to take into account any presentational changes made in the Annual Financial Statements or in these Interim Financial Statements.

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and disclosure of contingent liabilities at the date of the Interim Financial Statements. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the interim financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

We understand that our business is growing every year that means our assets are performing according to intention of procurement and in sum up the discounted future cash flow from the operation of the assets would be positive if we dispose those assets at the date of financial reporting. But presently we have on intension to dispose these assets, so it is not required to record the impairment gain as provisions of IAS-36.

The company operates in industries where significant seasonal or cyclical variations in total sales are not experienced during the reporting period.

The Company has no reportable operating segments as per requirement of IFRS-8, "Operating Segments".

Figures have been rounded off to the nearest Taka.

### 02. Property, Plant & Equipment:

Details of Property, Plant & Equipment and Depreciation are as below:

	31-Dec-25	30-Jun-25
<b>Fixed Assets at Cost</b>		
Opening Balance	17,629,286,774	16,299,752,748
Addition during the Year	43,435,294	1,562,030,408
Sale/ Obsolete during the Year	(369,930)	(232,496,382)
<b>Closing Balance(Cost)</b>	<b>17,672,352,138</b>	<b>17,629,286,774</b>
<b>Accumulated Depreciation</b>		
Opening Balance	7,849,483,831	7,149,424,841
Charged during the Year	478,893,728	924,537,744
Adjustment for sale/Obsolete	(369,930)	(224,478,754)
	<b>8,328,007,629</b>	<b>7,849,483,831</b>
<b>Carrying Value</b>	<b>Tk. 9,344,344,509</b>	<b>9,779,802,943</b>

	31-Dec-25	30-Jun-25
<b>03. Capital Work In Progress and In Transit:</b>		
Capital Work In Progress and In Transit	655,081,577	405,001,743
Tk.	<u>655,081,577</u>	<u>405,001,743</u>

The amount of Capital Work In Progress includes investment under BMRE activities.

#### 04. Inventories:

<b>Stocks of Materials</b>	<b>6,260,586,836</b>	<b>6,250,809,971</b>
Raw Materials	5,591,630,558	5,647,028,066
Raw Materials In Transit	148,506,933	126,488,736
Packing Materials	20,156,680	18,358,507
Work - in - process	228,362,419	205,204,452
Finished Goods	271,930,246	253,730,210
<b>Stocks of Spares</b>	<b>345,039,328</b>	<b>317,272,757</b>
Spares at Store	340,441,805	312,611,950
Spares in Transit	4,597,523	4,660,807
Tk.	<u>6,605,626,164</u>	<u>6,568,082,728</u>

#### 05. Trade Receivable:

Aging of the above balance is as follows:

Below 60 days	3,272,743,029	2,990,507,157
Within 61-120 days	2,581,529,122	2,476,560,371
Above 120 days	1,045,846,690	1,040,409,578
Tk.	<u>6,900,118,841</u>	<u>6,507,477,106</u>

a) There was no amount due from the Directors (Including Managing Director), Managing Agent, Manager and other Officers of the Company and any of them severally or jointly with any other person.

b) The carrying amount of Trade Debtors pledged as security.

c) Trade Receivable is secured, considered as good and is falling due within one year.

#### 06. Advances, Deposits & Prepayments:

This is made up of the followings:

<b>Advance</b>	<b>724,907,594</b>	<b>595,453,811</b>
Income Tax	365,816,425	248,817,875
Salary & PF Current account	7,535,000	9,019,000
Other Expenses and VAT	273,408,688	248,637,252
Suppliers & Contractor	78,147,481	88,979,684
<b>Deposits</b>	<b>209,977,167</b>	<b>234,306,163</b>
Security Deposit	185,829,488	185,829,488
Margin on Bank Guarantee	24,147,679	48,476,675
Tk.	<u>934,884,761</u>	<u>829,759,974</u>

	31-Dec-25	30-Jun-25
<b>07. Cash &amp; Cash Equivalents:</b>		
This is made up of the followings:		
Cash in hand	11,629,008	5,556,192
Cash at Bank	1,422,639,898	366,619,607
<b>Tk.</b>	<b>1,434,268,906</b>	<b>372,175,799</b>
<b>08. Long Term Borrowings (Secured):</b>		
Standard Chartered Bank	2,511,666,666	2,851,190,476
The City Bank	1,546,430,705	1,725,093,969
Dutch Bangla Bank PLC.	450,882,136	615,619,862
Infrastructure Development Company (IDCOL)	112,254,965	117,567,185
Less: Current Portion of Long Term Borrowings	(1,420,379,049)	(1,406,013,577)
<b>Tk.</b>	<b>3,200,855,423</b>	<b>3,903,457,915</b>
<b>09. Deferred Tax Liability:</b>		
Opening Balance	182,401,008	240,362,656
Deferred Tax Expenses (Income)	(12,727,684)	(57,961,648)
<b>Closing Balance</b>	<b>169,673,324</b>	<b>182,401,008</b>

This represents tax liability payable in future due to accumulated taxable temporary differences (Above deferred tax balance creates only from difference between accounting basis depreciation and tax basis depreciation on fixed assets). We don't have any other assets or liabilities except fixed assets for provision of Deferred Tax liabilities to present in details form for unused tax losses and unused tax credit.

**a) Deferred Tax Liability is arrived at as follows:**

Carrying Value of Depreciable Fixed Assets	8,643,617,592	9,090,793,526
Less: Tax Base Carrying Value	(7,229,673,222)	(7,570,785,130)
<b>Taxable Temporary Difference</b>	<b>1,413,944,370</b>	<b>1,520,008,396</b>
Tax Rate	12.00%	12.00%
<b>Closing Deferred Tax Liability</b>	<b>169,673,324</b>	<b>182,401,008</b>
Less: Opening Deferred Tax Liability	(182,401,008)	(240,362,656)
<b>Deferred Tax (Income) / Expense</b>	<b>(12,727,684)</b>	<b>(57,961,648)</b>

<b>10. Short Term Bank Loan (Secured):</b>		
Revolving Loan	4,200,000,000	1,500,000,000
EDF & UPAS LC	6,037,724,588	7,036,438,160
Current Portion of Long Term Borrowings	1,420,379,049	1,406,013,577
<b>Tk.</b>	<b>11,658,103,637</b>	<b>9,942,451,737</b>

a) These short term loans are secured against hypothecation of Stock and Trade Receivable.

b) The Short Term Bank Loan consist of the UPAS & EDF loan against Import of Raw Materials and Capital Machineries of expansion project at Habiganj.

**11. Creditors & Others Payable:**

Payable for Audit Fees	-	805,000
Provision for Utility Bill	132,484,589	101,138,881
Provision for Salary & Allowances	9,966,063	5,926,542
Others	6,016,599	8,921,629
	<b>148,467,251</b>	<b>116,792,052</b>

This represents amount payable to regular suppliers of packing materials, utilities, and other services rendered to the company. All suppliers were paid on a regular basis.

	31-Dec-25	30-Jun-25
<b>12. Liabilities for Other Finance:</b>		
PF, WPPF & Other Fund	19,201,393	70,887,060
Declared Dividend for Last Year	631,206,400	-
Others	305,133,406	255,421,050
<b>Tk.</b>	<b>955,541,199</b>	<b>326,308,110</b>

Due to provision for cash dividend Tk. 631,206,400/- for the year of 2024-25, Liabilities for Other Finance shown higher balance compared to previous period.

### 13. Provision for Income Tax:

Opening Balance	236,426,010	252,129,366
Adjustment with Advance Tax	-	(189,613,436)
Provision made for the period (Note: 13.01)	58,288,151	173,910,080
<b>Closing Balance</b>	<b>294,714,161</b>	<b>236,426,010</b>

#### Note: 13.01: Provision made for the period

A) Net Current Tax Liability on Profit Basis	58,288,151	179,589,920
B) Tax Liability on Sales Revenue Basis	58,040,154	120,954,497
Higher Amount of Tax Under Above Calculation (A:B)	58,288,151	179,589,920
Add/ Less: Short/ (Excess) provision for Prior period	-	(5,679,840)
<b>Income Tax Provision for the period</b>	<b>58,288,151</b>	<b>173,910,080</b>

#### A) Net Current Tax Liability on Profit Basis:

Profit Before Tax	369,702,065	1,389,011,597
Less: Non-Operating Income	11,392,565	28,756,299
<b>Net Operating Income Before Tax</b>	<b>358,309,500</b>	<b>1,360,255,298</b>
Tax Rate on Net Operating Income Before Tax (as per NBR)	12.00%	12.00%
Tax Rate on Non-Operating Income (as per NBR)	22.50%	22.50%

Income Tax Liability on Operating Profit	42,997,140	163,230,636
Add: Tax Liability on Non-Operating Income	2,563,327	6,470,167
<b>Total Tax Liability on Profit</b>	<b>45,560,467</b>	<b>169,700,803</b>
Adjustment of Deferred Tax Asset / (Liability)	(12,727,684)	(9,889,117)
<b>Net Current Tax Liability on Profit Basis</b>	<b>58,288,151</b>	<b>179,589,920</b>

#### B) Tax Liability on Sales Revenue Basis:

i) Minimum Tax Rate on Sales Revenue Under ITA-2023	1.00%	1.00%
ii) Applicable For Textiles Business as Per NBR (1.00%/22.50%*12%)	0.53%	0.53%
Sales Revenue and Other Income	10,882,528,853	22,678,968,189
<b>Minimum Tax Amount on Sales Revenue</b>	<b>58,040,154</b>	<b>120,954,497</b>

Since the applicable tax on Profit before tax (Tk. 58,288,151) is higher than the minimum Tax on Revenue under ITA-2023 (Tk. 58,040,154), so the higher is provided as Tax Expense for the period ended December 31, 2025.

#### Calculation of Effective Tax Rate:

Current Income Tax Expenses	58,288,151	173,910,080
Deferred Tax Expenses/ (Income)	(12,727,684)	(9,889,117)
<b>Total Tax Expenses</b>	<b>45,560,467</b>	<b>164,020,963</b>
Effective Tax Rate (Total Tax Expenses / Profit Before Tax)	12.32%	11.81%

**14. Sales Revenue:**

July-25 to Dec'-25	July-24 to Sept'-24
--------------------	---------------------

Export Sale of Yarns	10,871,136,288	11,497,634,493
<b>Tk.</b>	<b>10,871,136,288</b>	<b>11,497,634,493</b>

During the period sales decreased by BDT 62.65 (-5.45%) crore due to decrease of yarn price.

**15. Cost of Goods Sold:**

This is arrived as follows:

Raw Materials Consumed	7,411,024,162	7,580,648,826
Factory Overhead (Note:15.01)	2,189,492,143	2,333,128,855
<b>Cost of Goods Sold</b>	<b>Tk. 9,600,516,305</b>	<b>9,913,777,681</b>

During the period Raw Materials cost decreased by BDT 16.96 (-2.24%) crore due to decrease of raw materials price.

**15.01. Factory Overhead:**

Factory Wages, Salary & Allowances	606,313,624	589,390,837
Production Workers' Free Lunch	3,810,974	3,831,570
Fuel, Petrol, Light, Diesel etc.	51,626,927	224,602,472
Electricity, Gas & Water	772,706,339	762,621,764
Factory Consumable Expense	39,638,997	45,561,366
Repairs & Maintenance of Vehicles	14,131,526	14,221,872
Industrial All Risk Insurance Premium	12,247,556	12,302,975
Govt.Tax, VAT & License Fees	11,200	3,486,595
Security Services	23,060,751	20,136,817
Spare Parts - Machinery	182,050,400	203,553,894
Depreciation	474,701,477	446,621,104
Other Overhead	9,192,372	6,797,589
<b>Total</b>	<b>Tk. 2,189,492,143</b>	<b>2,333,128,855</b>

**16. Administrative Overhead:**

Salary and Allowances	55,616,037	55,094,134
Directors' Remuneration	36,292,650	32,947,200
Overseas Travelling	4,586,911	6,826,289
Vehicles Running & Maintenance	5,318,255	5,303,625
Fees & Subscription	4,388,786	4,677,099
Rental Expenses	8,748,360	8,058,360
Office Consumable Expense	732,286	784,500
Electricity, Gas & Water	1,324,237	1,439,338
Software & Hardware Support Expenses	1,545,133	1,765,629
Head Office Employees' Free Lunch	1,723,427	1,871,043
Annual General Meeting Expenses	192,924	168,468
Depreciation	4,192,251	4,434,367
Other Expenses	7,901,305	8,282,270
<b>Total</b>	<b>Tk. 132,562,562</b>	<b>131,652,322</b>

Directors' Remuneration is not included the Member Director of "Audit Committee" and "Nomination & Remuneration Committee"

July-25 to Dec'-25

July-24 to Sept'-24

#### 17. Selling & Distribution Overhead:

This is arrived as follows:

Export Sale Expenses	15,174,767	14,435,984
Loading & unloading	4,207,837	3,972,316
<b>Total</b>	<b>Tk. 19,382,604</b>	<b>18,408,300</b>

#### 18. Finance Cost:

Interest on Deferred LC Loan	261,363,384	297,177,951
Interest on OD	20,200	1,377
Interest on Short Term Loan	196,989,035	100,695,407
Interest on Long Term Loan	283,507,595	205,891,252
<b>Total</b>	<b>Tk. 741,880,214</b>	<b>603,765,987</b>

During the period Finance cost increased by BDT 13.81 (22.87%) crore due to additional Financing for the expansion project and some BMRE activities as well as increased of interest rate of Loan Financing.

#### 19. Non-Operating Income:

Interest Income	8,951,731	11,607,239
Forfeited Provident Fund	1,583,474	-
Gain on Disposal of Assets	-	(3,143,472)
Forex Exchange Rate Fluctuation Gain/ (Loss)	857,360	8,569,450
<b>Total</b>	<b>Tk. 11,392,565</b>	<b>17,033,217</b>

#### 20. Key Management Personnel Compensation:

During the year, the amount of compensation paid to Key Management Personnel including Board of Directors is as under (As para 17 of IAS 24):

Short Term Employee Benefits	70,961,786	69,621,844
Post Employment Benefits	453,627	1,781,364

31-Dec-25

30-Jun-25

**21. Related Party Transaction:**

During the year, the Company carried out a number of transactions with related parties in the normal course of business and on an arms' length basis. The name of related parties, nature of relationship and their total value have been set out in accordance with the provisions of IAS 24: Related Party Disclosure.

**01. Transaction with Square Pharmaceuticals PLC. (SPL):**

Opening Balance	-	-
Total Paid	4,003,040,600	9,425,550,000
Total Received	(4,003,040,600)	(9,425,550,000)
<b>Closing Balance- Receivable/ (Payable)</b>	<b>Tk. -</b>	<b>-</b>

**02. Transaction with Aegis Services Ltd. (ASL):**

Opening Balance	-	-
Total Service Received	(30,205,723)	(46,931,294)
Total Paid	27,183,935	46,931,294
<b>Closing Balance- Receivable/ (Payable)</b>	<b>Tk. (3,021,788)</b>	<b>-</b>

**03. Transaction with Square Informatix Ltd. (SIL):**

Opening Balance	-	-
Total Service Received	(4,064,963)	(5,882,202)
Total Paid	3,962,106	5,882,202
<b>Closing Balance- Receivable/ (Payable)</b>	<b>Tk. (102,857)</b>	<b>-</b>

**04. Transaction with Square Hospitals Ltd. (SHL):**

Opening Balance	-	-
Total Service Received	(1,871,412)	(2,525,142)
Total Paid	1,549,591	2,525,142
<b>Closing Balance- Receivable/ (Payable)</b>	<b>Tk. (321,821)</b>	<b>-</b>

**05. Transaction with Square Fashions Ltd. (SFL):**

Opening Balance	358,534,248	556,785,609
Total Goods Delivered	895,041,637	1,513,149,956
Total Received	(940,157,863)	(1,711,401,317)
<b>Closing Balance- Receivable/ (Payable)</b>	<b>Tk. 313,418,022</b>	<b>358,534,248</b>

**06. Transaction with Square Denims Ltd. (SDL):**

Opening Balance	808,065,292	770,974,557
Total Goods Delivered	1,670,493,821	3,273,759,920
Total Received	(1,557,083,924)	(3,236,669,185)
<b>Closing Balance- Receivable/ (Payable)</b>	<b>Tk. 921,475,189</b>	<b>808,065,292</b>

**07. Transaction with Square Apparels Ltd. (SApL):**

Opening Balance	205,638,628	96,067,177
Total Goods Delivered	243,957,614	884,332,483
Total Received	(327,013,964)	(774,761,032)
<b>Closing Balance- Receivable/ (Payable)</b>	<b>Tk. 122,582,278</b>	<b>205,638,628</b>

**22. Contingent Liability:**

Contingent Liability of the Company was 257.13 Crore as on December 31, 2025 for opening LCs by the banks in favour of foreign suppliers for raw materials and spares.



July-25 to Dec'-25

July-24 to Sept'-24

### 23. Event after Balance sheet date:

There is no significant event that qualify for reporting between the end of financial year closing date and financial statement issue date other than normal business activities.

### 24. Earnings Per Share (EPS):

The Computation is given below:

Earning attributable to Ordinary Shares including other income	Tk.	324,141,598	684,440,516
Number of Ordinary shares		197,252,000	197,252,000
<b>Earnings Per Share</b>	<b>Tk.</b>	<b>1.64</b>	<b>3.47</b>

During the period EPS decreased by BDT 1.83 (-52.74%) due to significantly decrease of yarn price as well as increase of finance cost.

### 25. Net Asset Value (NAV) Per Share:

The Computation is given below:

Equity Attributable to the Owners of the Company	Tk.	9,923,473,732	10,230,538,534
Number of Ordinary shares		197,252,000	197,252,000
<b>Net Asset Value (NAV) Per Share</b>	<b>Tk.</b>	<b>50.31</b>	<b>51.87</b>

### 26. Net Operating Cash flows per Share (NOCFPS):

The Computation is given below:

Net Cash Generated (Used in) from Operating Activities	Tk.	343,513,370	938,912,187
Number of Ordinary shares		197,252,000	197,252,000
<b>Net Operating Cash flows per Share (NOCFPS)</b>	<b>Tk.</b>	<b>1.74</b>	<b>4.76</b>



July-25 to Dec'-25

July-24 to Sept'-24

## 27. Reconciliation of Net Profit with Cash Flows from Operating Activities:

The Computation is given below:

<b>Profit After Tax</b>	<b>324,141,598</b>	<b>684,440,516</b>
<b>Adjustment to reconcile net profit to net cash provided by operating activities :</b>		
<b>Non-cash Expenses:</b>	<b>466,691,691</b>	<b>449,887,562</b>
Depreciation	478,893,728	451,055,471
Deferred Tax	(12,727,684)	(8,064,922)
Net effect of foreign currency translation	525,647	6,897,013
<b>Non-Operating Items:</b>	<b>-</b>	<b>3,143,472</b>
Gain/ (Loss) on Disposal of Assets	-	3,143,472
<b>Changes in working Capital:</b>	<b>(447,319,919)</b>	<b>(198,559,363)</b>
(Increase)/Decrease in Inventories	(37,543,436)	48,005,794
(Increase)/Decrease in Trade Receivable	(392,641,735)	(210,135,368)
(Increase)/Decrease in Advances, Deposits & Prepayments	(105,124,787)	(218,023,312)
Increase/(Decrease) in Creditors & Other Payables	31,675,199	47,604,724
Increase/(Decrease) in Liabilities for Other Finance	(1,973,311)	3,637,326
Increase/(Decrease) in Income Tax Payable	58,288,151	130,351,473
<b>Net Cash Generated (Used in) from Operating Activities</b>	<b>343,513,370</b>	<b>938,912,187</b>

## 28. Regarding Net Operating Cash Flows per Share:

The business (100% export oriented spinning industry) operation is volatile and realization from debtors (100% confirmed back to back LC) also very positively co-related with this, but all import payments should be made as per provision of UCPDC-600, resultant, the per share operating cash flows fluctuates from quarter to quarter, which is very common for the spinning business trend.