

SQUARE TEXTILES LIMITED

Consolidated Statement of Financial Position (Unaudited) As of March 31, 2015

	March 31, 2015	December 31, 2014
NET ASSETS:		
Fixed Asset :	3,298,217,951	3,282,784,193
At Cost Less Depreciation	3,241,934,191	3,226,500,433
Goodwill	56,283,760	56,283,760
Current Assets :	5,464,804,080	5,410,980,772
Stocks	1,994,069,022	1,915,079,652
Trade Debtors	2,193,407,224	2,289,541,094
Short Term Loan	-	38,038,680
Advance , Deposit & Prepayments	518,815,069	459,251,846
Cash & Bank Balance	758,512,765	709,069,500
Current Liabilities :	1,844,021,158	1,981,967,552
Short Term Bank Loan	1,129,592,282	1,220,743,742
Sundry Creditors	41,816,312	87,346,341
Other Current Liabilities	241,481,128	283,935,815
Short Term Loan	8,427,303	-
Provision for income Tax	422,704,133	389,941,654
Net Current Assets	3,620,782,922	3,429,013,220
Deferred Tax Liability	208,296,920	204,794,118
	<u>6,710,703,953</u>	<u>6,507,003,295</u>
FINANCED BY :		
Share Holders Equity :	6,696,916,436	6,494,290,664
Share Capital	1,478,622,980	1,478,622,980
General Reserve and Surplus	5,218,293,456	5,015,667,684
Non controlling Interest	13,787,517	12,712,631
	<u>6,710,703,953</u>	<u>6,507,003,295</u>
Net Asset Value Per Share	45.29	43.92

Sd/-
Tapan Chowdhury
Managing Director

Sd/-
Md. Alamgir Hossain
Chief Financial Officer

SQUARE TEXTILES LIMITED

Consolidated Statement of Comprehensive Income (Unaudited) **For the 1st Quarter Ended March 31, 2015**

	March 31, 2015	March 31, 2014
Sales	1,967,714,979	2,108,026,026
Cost of Goods Sold	1,652,284,726	1,737,295,475
Gross Profit	315,430,253	370,730,551
Operating Expenses	53,784,279	57,220,076
Finance Cost	9,687,504	9,610,585
Operating Income	251,958,470	303,899,890
Other Income	5,767	2,705,047
Net Income before W.P.P.F & W.F	251,964,237	306,604,937
Allocation for W.P.P.F & W.F	11,998,298	14,600,235
Net Income before Tax	239,965,939	292,004,702
Provision for Tax (Current)	32,762,479	44,407,406
Provision for Tax (Deferred)	3,502,802	3,164,875
Net Profit after Tax	203,700,658	244,432,421
Non-Controlling Interest	1,074,886	1,139,616
Net Income for the Year	202,625,772	243,292,805
(Transferred to the Statement of Changes in Equity)		
 Earnings Per Share (EPS)	 1.37	 1.65

Sd/-
Tapan Chowdhury
Managing Director

Sd/-
Md. Alamgir Hossain
Chief Financial Officer

SQUARE TEXTILES LIMITED

Consolidated Statement of Changes in Equity (Unaudited) For the 1st Quarter ended on March 31, 2015

Particulars	Share Capital	Reserve & Surplus	Total
As at December 31, 2014	1,478,622,980	5,015,667,684	6,494,290,664
Net Profit for First Quarter, 2015	-	202,625,772	202,625,772
Balance as at March 31, 2015	1,478,622,980	5,218,293,456	6,696,916,436

SQUARE TEXTILES LIMITED

Consolidated Statement of Changes in Equity (Unaudited) For the 1st Quarter ended on March 31, 2014

Particulars	Share Capital	Reserve & Surplus	Total
As at December 31, 2013	1,344,202,710	4,613,509,201	5,957,711,911
Net Profit for First Quarter, 2014	-	243,292,805	243,292,805
Balance as at March 31, 2014	1,344,202,710	4,856,802,006	6,201,004,716

Sd/-
Tapan Chowdhury
Managing Director

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Md. Alamgir Hossain
Chief Financial Officer

SQUARE TEXTILES LIMITED

Statement of Consolidated Cash flows (Unaudited)

For the 1st Quarter Ended March 31, 2015

Particulars	First Quarter Ended	
	March 31, 2015	March 31, 2014
Cash Flow From Operating Activities:		
Total Receipts	2,063,854,617	2,051,998,158
Collection from Sales Revenue	2,063,848,850	2,051,993,237
Collection from Other Income	5,767	4,921
Total Payments	(1,877,061,493)	(1,947,438,745)
Paid to Suppliers	(1,362,255,668)	(1,445,358,824)
Paid for Operating & No-operating Expenses	(470,436,867)	(430,885,842)
Interest Expenses	(11,758,703)	(6,957,543)
Income Tax	(24,042,113)	(50,428,014)
Workers Profit Participation Fund & Welfare Fund	(8,568,142)	(13,808,522)
Net Cash Flow From (Used in) Operating Activities	186,793,124	104,559,413
Cash Flow From Investing Activities:		
Purchase of Fixed Assets	(91,247,711)	(70,696,918)
Net Cash Flow From (Used in) Investing Activities	(91,247,711)	(70,696,918)
Cash Flow From Financing Activities:		
Short Term Bank Loan recived(Repaid)	(91,151,460)	(6,168,573)
Short Term loan from (to) Inter Co.	45,049,312	(67,782,604)
Net Cash Flow From (Used in) Financing Activities	(46,102,148)	(73,951,177)
Net Cash Increased (Decreased)	49,443,265	(40,088,682)
Opening Cash & Cash Equivalent	709,069,500	506,220,558
Closing Cash & Cash Equivalent	<u>758,512,765</u>	<u>466,131,876</u>
Net Operating Cash Flow Per Share(Restated)	1.26	0.71

Sd/-
Tapan Chowdhury
Managing Director

Sd/-
Md. Alamgir Hossain
Chief Financial Officer

SQUARE TEXTILES LIMITED

Statement of Financial Position (Unaudited) As of March 31, 2015

	March 31, 2015	December 31, 2014
NET ASSETS:		
Fixed Asset :	2,395,394,433	2,361,701,330
At Cost Less Depreciation	1,811,060,554	1,777,367,451
Investment-Long Term (At Cost)	160,783,760	160,783,760
Share Money Deposit	423,550,119	423,550,119
Current Assets :	3,943,616,104	3,903,435,804
Stocks	1,428,723,703	1,359,017,389
Trade Debtors	1,599,201,207	1,654,374,265
Short Term Loan	181,584,195	207,729,297
Advance , Deposit & Prepayments	358,039,423	347,790,133
Cash & Bank Balance	376,067,576	334,524,720
Current Liabilities :	932,890,985	993,109,727
Short Term Bank Loan	484,871,554	502,930,049
Sundry Creditors	25,725,364	47,276,186
Other Current Liabilities	188,305,019	231,264,172
Provision for income Tax	233,989,048	211,639,320
Net Current Assets	3,010,725,119	2,910,326,077
Deferred Tax Liability	114,691,731	113,304,788
Tk.	<u><u>5,291,427,821</u></u>	<u><u>5,158,722,619</u></u>
FINANCED BY :		
Share Holders Equity :	5,291,427,821	5,158,722,619
Share Capital	1,478,622,980	1,478,622,980
General Reserve and Surplus	3,812,804,841	3,680,099,639
Tk.	<u><u>5,291,427,821</u></u>	<u><u>5,158,722,619</u></u>
Net Asset Value Per Share	35.79	34.89

Sd/-
Tapan Chowdhury
Managing Director

Sd/-
Md. Alamgir Hossain
Chief Financial Officer

SQUARE TEXTILES LIMITED

Statement of Comprehensive Income (Unaudited)

For the 1st Quarter Ended March 31, 2015

	March 31, 2015	March 31, 2014
Sales	1,284,522,079	1,344,431,614
Cost of Goods Sold	1,078,707,296	1,099,076,427
Gross Profit	205,814,783	245,355,187
Operating Expenses	39,772,284	44,567,339
Finance Cost	3,941,650	7,277,005
Operating Income	162,100,849	193,510,843
Other Income	2,163,118	4,853,600
Net Income before W.P.P.F & W.F	164,263,967	198,364,443
Allocation for W.P.P.F & W.F	7,822,094	9,445,926
Net Income before Tax	156,441,873	188,918,517
Provision for Tax (Current)	22,349,728	28,944,478
Provision for Tax (Deferred)	1,386,943	513,205
Net Income for the Year	132,705,202	159,460,834

(Transferred to the Statement of Changes in Equity)

Earnings Per Share (Restated)	0.90	1.08
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Sd/-
Tapan Chowdhury
Managing Director

Sd/-
Md. Alamgir Hossain
Chief Financial Officer

SQUARE TEXTILES LIMITED

Statement of Changes in Equity (Unaudited) For the 1st Quarter Ended March 31, 2015

Particulars	Share Capital	Reserve & Surplus	Total
As at December 31, 2014	1,478,622,980	3,680,099,639	5,158,722,619
Net Profit for First Quarter, 2015	-	132,705,202	132,705,202
Balance as at March 31, 2015	1,478,622,980	3,812,804,841	5,291,427,821

SQUARE TEXTILES LIMITED

Statement of Changes in Equity (Unaudited) For the 1st Quarter Ended March 31, 2014

Particulars	Share Capital	Reserve & Surplus	Total
As at December 31, 2013	1,344,202,710	3,542,168,733	4,886,371,443
Net Profit for First Quarter, 2014	-	159,460,834	159,460,834
Balance as at March 31, 2014	1,344,202,710	3,701,629,567	5,045,832,277

Sd/-

Tapan Chowdhury
Managing Director

Sd/-

Md. Alamgir Hossain
Chief Financial Officer

SQUARE TEXTILES LIMITED

Statement of Cash flows (Unaudited) For the 1st Quarter Ended March 31, 2015

Particulars	First Quarter Ended	
	March 31, 2015	March 31, 2014
Cash Flow From Operating Activities:		
Total Receipts	1,339,700,907	1,277,396,053
Collection from Sales Revenue	1,339,695,140	1,277,391,132
Collection from Other Income	5,767	4,921
Total Payments	(1,234,433,287)	(1,160,547,217)
Paid to Suppliers	(901,069,950)	(802,182,200)
Paid for Operating & No-operating Expenses	(311,757,640)	(301,640,567)
Interest Expenses	(2,871,348)	(4,764,731)
Income Tax	(14,191,114)	(46,649,114)
Workers Profit Participation Fund & Welfare Fund	(4,543,235)	(5,310,605)
Net Cash Flow From (Used in) Operating Activities	105,267,620	116,848,836
Cash Flow From Investing Activities:		
Purchase of Fixed Assets	(73,968,720)	(18,426,293)
Net Cash Flow From (Used in) Investing Activities	(73,968,720)	(18,426,293)
Cash Flow From Financing Activities:		
Short Term Bank Loan recived(Repaid)	(18,058,495)	(4,250,583)
Short Term loan from (to) Inter Co.	28,302,451	(52,840,728)
Net Cash Flow From (Used in) Financing Activities	10,243,956	(57,091,311)
Net Cash Increased (Decreased)	41,542,856	41,331,232
Opening Cash & Cash Equivalent	334,524,720	241,642,188
Closing Cash & Cash Equivalent	376,067,576	282,973,420
Net Operating Cash flow per Share(Restated)	0.71	0.79

Sd/-
Tapan Chowdhury
Managing Director

Sd/-
Md. Alamgir Hossain
Chief Financial Officer

SQUARE TEXTILES LIMITED AND ITS SUBSIDIARIES

Notes to the Interim Financial Statements For the period ended March 31, 2015

Basis of preparation of the Interim Financial Statements:

These Financial Statements (They) are the unaudited interim financial statements (hereafter 'the Interim Financial Statements') of Square Textiles Limited, Square Yarns limited & Square Texcom Limited, Companies incorporated in Bangladesh under Companies Act 1994, for the 1st quarter ended March 31, 2015 (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 of December 31, 2014, 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.

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

Income tax expense is recognized based upon the best estimate of the weighted average income tax rate expected for the reporting period.

Dividend recommended for the year ended December 31, 2014 @ 20% cash and 10% stock (10 shares for every 100 shares) by the Board of Directors in its meeting held on 07th April 2015 subject to the approval of the shareholders in ensuing Annual General Meeting to be held on June 16, 2015.

The Company has no reportable operating segments as per requirement of IFRS 8, operating segment.

There is no significant event to the end of the interim period that has to be reflected in the financial statements for the interim period.

The Company did not carry out any related party transaction other than Square Pharmaceuticals Limited, Square Yarns Limited & Square Texcom Limited. During the reporting period total received & total payment was Tk. 5.33 crore and Tk. 4.49 crore from/to Square Pharmaceuticals Ltd., Tk. 4.26 crore & Tk. 12.36 crore from/to Square Yarns Ltd. and Tk. 3.03 crore & Tk. 13.93 crore paid from/to Square Texcom Limited.

The contingent liabilities of the company as on March 31, 2015 are as follows:

For Sight and Deferred LCs for the group Tk. 36.41 crore only. Out of which Tk. 25.87 crore for Square Textiles Limited, Tk. 6.73 crore only for Square Yarns Limited and Tk. 3.81 crore only for Square Texcom Limited.

Provision for deferred tax newly created by Tk. 0.35 crore.