

SQUATE TEXTILES LIMITED

Consolidated Statement of Financial Position (Unaudited) As of September 30, 2015

	September 30, 2015	December 31, 2014
NET ASSETS:		
Fixed Asset :	3,411,535,497	3,282,784,193
At Cost Less Depreciation	3,355,251,737	3,226,500,433
Goodwill	56,283,760	56,283,760
Current Assets :	5,599,896,823	5,410,980,772
Stocks	1,934,043,089	1,915,079,652
Trade Debtors	1,978,261,097	2,289,541,094
Short Term Loan	-	38,038,680
Advance , Deposit & Prepayments	686,439,054	459,251,846
Cash & Bank Balance	1,001,153,583	709,069,500
Current Liabilities :	1,976,957,067	1,981,967,552
Short Term Bank Loan	1,002,371,213	1,220,743,742
Sundry Creditors	53,548,027	87,346,341
Other Current Liabilities	324,232,835	283,935,815
Short Term Loan	113,425,408	-
Provision for Income Tax	483,379,584	389,941,654
Net Current Assets	3,622,939,756	3,429,013,220
Deferred Tax Liability	213,036,248	204,794,118
	6,821,439,005	6,507,003,295
FINANCED BY :		
Share Holders Equity :	6,805,637,663	6,494,290,664
Share Capital	1,626,485,270	1,478,622,980
General Reserve and Surplus	5,179,152,393	5,015,667,684
Non controlling Interest	15,801,342	12,712,631
	6,821,439,005	6,507,003,295
Net Asset Value Per Share	41.84	39.93

Sd/-
Samuel S Chowdhury
Chairman

Sd/-
Mrs. Ratna Patra
Vice Chirman

Sd/-
Tapan Chowdhury
Managing Director

Sd/-
Md. Alamgir Hossain
Chief Financial Officer

Sd/-
Khandaker Habibuzzaman
Company Secretary

SQUARE TEXTILES LIMITED

Consolidated Statement of Comprehensive Income (Unaudited) For the 3rd Quarter ended September 30, 2015

	Nine Month Ended		3rd Quarter	
	January to September, 2015	January to September, 2014	July to September, 2015	July to September, 2014
Sales	5,967,020,224	5,994,160,899	1,929,867,735	1,767,332,150
Cost of Goods Sold	5,018,713,976	4,966,854,233	1,614,154,285	1,481,471,146
Gross Profit	948,306,248	1,027,306,666	315,713,450	285,861,004
Operating Expenses	176,714,620	175,511,026	57,319,332	55,492,856
Finance Cost	16,605,323	30,340,342	3,157,306	4,482,509
Operating Income	754,986,305	821,455,298	255,236,812	225,885,639
Other Income	163,036	4,240,612	56,281	831,882
Net Income before W.P.P.F & W.F	755,149,341	825,695,910	255,293,093	226,717,521
Allocation for W.P.P.F & W.F	35,959,492	39,318,852	12,156,813	10,796,072
Net Income before Tax	719,189,849	786,377,058	243,136,280	215,921,449
Provision for Tax (Current)	100,787,413	119,348,583	35,093,818	32,936,902
Provision for Tax (Deferred)	8,242,130	13,690,488	1,811,140	4,758,715
Net Profit after Tax	610,160,306	653,337,987	206,231,322	178,225,832
Non-Controlling Interest	3,088,711	3,187,038	898,693	926,864
Net Income for the Year	607,071,595	650,150,949	205,332,629	177,298,968
(Transferred to the Statement of Changes in Equity)				
Earnings Per Share (EPS)	3.73	4.00	1.26	1.09

Sd/-
Samuel S Chowdhury
Chairman

Sd/-
Mrs. Ratna Patra
Vice Chirman

Sd/-
Tapan Chowdhury
Managing Director

Sd/-
Md. Alamgir Hossain
Chief Financial Officer

Sd/-
Khandaker Habibuzzaman
Company Secretary

SQUARE TEXTILES LIMITED

Consolidated Statement of Changes in Equity (Unaudited) For the 3rd Quarter ended September 30, 2015

Particulars	Share Capital	General Reserve & Surplus	Total
As at December 31,2014	1,478,622,980	5,015,667,684	6,494,290,664
Net Profit for Third Quarter Ended, 2015	-	607,071,595	607,071,595
Cash Dividend for 2014	-	295,724,596	295,724,596
Stock Dividend for 2014	147,862,290	147,862,290	-
Balance as at September 30,2015	1,626,485,270	5,179,152,393	6,805,637,663

SQUARE TEXTILES LIMITED

Consolidated Statement of Changes in Equity (Unaudited) For the 3rd Quarter ended September 30, 2014

Particulars	Share Capital	General Reserve & Surplus	Total
As at December 31,2013	1,344,202,710	4,613,509,201	5,957,711,911
Net Profit for Third Quarter Ended, 2014	-	650,150,949	650,150,949
Cash Dividend for 2013	-	268,840,542	268,840,542
Stock Dividend for 2013	134,420,270	134,420,270	-
Balance as at September 30,2014	1,478,622,980	4,860,399,338	6,339,022,318

Sd/-
Samuel S Chowdhury
Chairman

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Mrs. Ratna Patra
Vice Chirman

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Managing Director

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Chief Financial Officer

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Khandaker Habibuzzaman
Company Secretary

SQUARE TEXTILES LIMITED

Statement of Consolidated Cash flows (Unaudited) For the 3rd Quarter ended September 30, 2015

Particulars	3rd Quarter Ended	
	Sept. 30, 2015	Sept. 30, 2014
Cash Flow From Operating Activities:		
Total Receipts	6,278,463,257	6,120,180,473
Collection from Sales Revenue	6,278,300,221	6,120,090,819
Collection from Other Income	163,036	89,654
Total Payments	(5,267,138,637)	(5,189,332,245)
Paid to Suppliers	(3,834,019,921)	(3,722,386,032)
Paid for Operating & Non-operating Expenses	(1,254,431,198)	(1,274,627,340)
Interest Expenses	(20,494,757)	(26,094,188)
Income Tax	(131,748,083)	(120,179,279)
Workers Profit Participation Fund	(26,444,678)	(46,045,406)
Net Cash Flow From (Used in) Operating Activities	1,011,324,620	930,848,228
Cash Flow From Investing Activities:		
Purchase of Fixed Assets	(359,128,193)	(409,047,815)
Net Cash Flow From (Used in) Investing Activities	(359,128,193)	(409,047,815)
Cash Flow From Financing Activities:		
Short Term Bank Loan Recived(Repaid)	(218,372,529)	(136,768,357)
Short Term Loan from (to) Inter Co.	153,984,781	49,048,533
Dividend Payment	(295,724,596)	(268,840,542)
Net Cash Flow From (Used in) Financing Activities	(360,112,344)	(356,560,366)
Net Cash Increased (Decreased)	292,084,083	165,240,047
Opening Cash & Cash Equivalent	709,069,500	506,220,558
Closing Cash & Cash Equivalent	1,001,153,583	671,460,605
Net Operating Cash Flow Per Share	6.22	5.72

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Chairman

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Managing Director

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Chief Financial Officer

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Khandaker Habibuzzaman
Company Secretary

SQUARE TEXTILES LIMITED

Statement of Financial Position (Unaudited) As of September 30, 2015

	September 30, 2015	December 31, 2014
NET ASSETS:		
Fixed Asset :	2,439,380,836	2,361,701,330
At Cost Less Depreciation	1,855,046,957	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 :	4,008,205,612	3,903,435,804
Stocks	1,379,662,816	1,359,017,389
Trade Debtors	1,291,767,349	1,654,374,265
Short Term Loan	421,840,761	207,729,297
Advance , Deposit & Prepayments	510,728,722	347,790,133
Cash & Bank Balance	404,205,964	334,524,720
Current Liabilities :	1,084,930,405	993,109,727
Short Term Bank Loan	411,932,124	502,930,049
Short Term Loan	113,425,408	-
Sundry Creditors	34,831,355	47,276,186
Other Current Liabilities	247,771,183	231,264,172
Provision for Income Tax	276,970,335	211,639,320
Net Current Assets	2,923,275,207	2,910,326,077
Deferred Tax Liability	116,877,476	113,304,788
Tk.	5,245,778,567	5,158,722,619
FINANCED BY :		
Share Holders Equity :	5,245,778,567	5,158,722,619
Share Capital	1,626,485,270	1,478,622,980
General Reserve and Surplus	3,619,293,297	3,680,099,639
Tk.	5,245,778,567	5,158,722,619
Net Asset Value Per Share	32.25	31.72

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Chairman

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Managing Director

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Company Secretary

SQUARE TEXTILES LIMITED

Statement of Comprehensive Income (Unaudited)

For the 3rd Quarter ended September 30, 2015

	Nine Month Ended		3rd Quarter	
	Jan to Sept, 2015	Jan to Sept, 2014	July to Sept 2015	July to Sept 2014
Sales	3,812,340,653	3,871,062,026	1,229,382,646	1,234,978,468
Cost of Goods Sold	3,204,847,245	3,199,543,875	1,030,172,967	1,039,687,053
Gross Profit	607,493,408	671,518,151	199,209,679	195,291,415
Operating Expenses	134,110,017	136,703,275	45,068,330	43,112,780
Finance Cost	8,323,458	15,532,063	2,742,650	3,440,090
Operating Income	465,059,933	519,282,813	151,398,699	148,738,545
Other Income	9,208,526	11,136,202	3,476,135	4,389,482
Net Income before W.P.P.F & W.F	474,268,459	530,419,015	154,874,834	153,128,027
Allocation for W.P.P.F & W.F	22,584,212	25,258,048	7,374,992	7,291,811
Net Income before Tax	451,684,247	505,160,967	147,499,842	145,836,216
Provision for Tax (Current)	65,331,015	77,166,170	21,729,638	22,424,118
Provision for Tax (Deferred)	3,572,688	1,933,296	829,855	681,547
Net Income for the Year	382,780,544	426,061,501	124,940,349	122,730,551

(Transferred to the Statement of Changes in Equity)

Earnings Per Share (EPS)	2.35	2.62	0.77	0.75
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Chairman

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Company Secretary

SQUARE TEXTILES LIMITED

Statement of Changes in Equity (Unaudited)

For the 3rd Quarter ended September 30, 2015

Particulars	Share Capital	General Reserve & Surplus	Total
As at December 31,2014	1,478,622,980	3,680,099,639	5,158,722,619
Net Profit for Third Quarter Ended, 2015	-	382,780,544	382,780,544
Cash Dividend for 2014	-	295,724,596	- 295,724,596
Stock Dividend for 2014	147,862,290	- 147,862,290	-
Balance as at September 30,2015	1,626,485,270	3,619,293,297	5,245,778,567

SQUARE TEXTILES LIMITED

Statement of Changes in Equity (Unaudited)

For the 3rd Quarter ended September 30, 2014

Particulars	Share Capital	General Reserve & Surplus	Total
As at December 31,2013	1,344,202,710	3,542,168,733	4,886,371,443
Net Profit for Third Quarter Ended, 2014	-	426,061,501	426,061,501
Cash Dividend for 2013	-	268,840,542	- 268,840,542
Stock Dividend for 2013	134,420,270	- 134,420,270	-
Balance as at September 30,2014	1,478,622,980	3,564,969,422	5,043,592,402

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SQUARE TEXTILES LIMITED

Statement of Cash flows (Unaudited) For the 3rd Quarter ended September 30, 2015

Particulars	3rd Quarter Ended	
	Sept. 30, 2015	Sept. 30, 2014
Cash Flow From Operating Activities:		
Total Receipts	4,175,110,605	3,978,336,928
Collection from Sales Revenue	4,174,947,569	3,978,247,274
Collection from Other Income	163,036	89,654
Total Payments	(3,437,597,847)	(3,444,772,879)
Paid to Suppliers	(2,494,812,570)	(2,498,978,566)
Paid for Operating & Non-operating Expenses	(843,835,330)	(812,671,803)
Interest Expenses	(8,325,493)	(17,013,648)
Income Tax	(71,716,582)	(79,265,798)
Workers Profit Participation Fund	(18,907,872)	(36,843,064)
Net Cash Flow From (Used in) Operating Activities	737,512,758	533,564,049
Cash Flow From Investing Activities:		
Purchase of Fixed Assets	(189,468,425)	(171,524,671)
Net Cash Flow From (Used in) Investing Activities	(189,468,425)	(171,524,671)
Cash Flow From Financing Activities:		
Short Term Bank Loan Recived(Repaid)	(90,997,925)	(218,322,394)
Short Term Loan from (to) Inter Co.	(91,640,568)	239,747,715
Payment of Dividend	(295,724,596)	(268,840,542)
Net Cash Flow From (Used in) Financing Activities	(478,363,089)	(247,415,221)
Net Cash Increased (Decreased)	69,681,244	114,624,157
Opening Cash & Cash Equivalent	334,524,720	241,642,188
Closing Cash & Cash Equivalent	404,205,964	356,266,345
Net Operating Cash flow per Share	4.53	3.28

Sd/-
Samuel S Chowdhury
Chairman

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Md. Alamgir Hossain
Chief Financial Officer

Sd/-
Mrs. Ratna Patra
Vice Chirman

Sd/-
Khandaker Habibuzzaman
Company Secretary

Sd/-
Tapan Chowdhury
Managing Director

***SQUARE TEXTILES LIMITED* AND ITS SUBSIDIARIES**

Notes to the Interim Financial Statements For the period ended September 30, 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 3rd quarter ended September 30, 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 payment for the year ended December 31, 2014 is in process @ 20% cash and 10% stock (10 shares for every 100 shares) that approved by the shareholders in AGM 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. 22.28 crore and Tk. 10.94 crore from / to Square Pharmaceuticals Ltd., Tk. 15.28 crore & Tk. 23.32 crore from / to Square Yarns Ltd. and Tk. 4.87 crore & Tk. 39.01 crore paid from / to Square Texcom Limited.

The contingent liability of the company as on September 30, 2015 is as follows;

For Sight and Deferred LCs for the group Tk. 81.80 crore only. Out of which Tk. 65.08 crore for Square Textiles Limited, Tk. 9.32 crore only for Square Yarns Limited and Tk. 7.40 crore only for Square Texcom Limited.

Provision for deferred tax newly created by TK 0.82 crore.