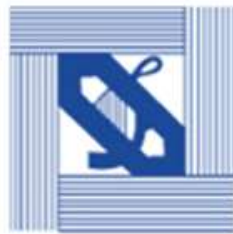


Second Quarter
Financial Statement 2022-2023
(Unaudited)



SQUARE Textiles Ltd.
(Consolidated and Standalone)



SQUARE Textiles Ltd.

And its subsidiary

Consolidated Statement of Financial Position (Unaudited)

As at December 31, 2022

Particulars	Notes	31/Dec/22 Taka	30/Jun/22 Taka
ASSETS:			
Non-Current Assets			
Property, Plant & Equipment- Carrying Value	2	6,749,008,245	6,709,043,427
Capital Work In Progress	3	1,296,948,330	1,334,559,298
Goodwill		56,283,760	56,283,760
Current Assets			
Inventories	4	3,042,589,854	2,471,466,477
Trade Receivable	5	4,258,254,234	4,593,515,616
Advances, Deposits & Prepayments	6	673,357,330	474,565,334
Cash & Cash Equivalents	7	2,505,644,470	640,976,161
TOTAL ASSETS		18,582,086,223	16,280,410,073
SHAREHOLDERS' EQUITY & LIABILITIES:			
Shareholders' Equity			
Share Capital		1,972,520,000	1,972,520,000
Retained Earnings		7,090,333,037	7,223,730,437
Non controlling Interest	8	15,213,340	15,174,768
Non-Current Liabilities			
Long Term Borrowings	9	130,040,000	303,333,332
Deferred Tax Liability	10	324,795,987	320,533,438
Current Liabilities & Provisions			
Short Term Bank Loan (Secured)	11	7,647,531,604	5,826,639,696
Creditors & Other Payables	12	108,461,809	84,900,098
Liabilities for Others Finance	13	813,743,469	153,411,550
Unclaimed Dividend Account		8,534,589	8,651,750
Provision for Income Tax	14	470,912,388	371,515,004
TOTAL LIABILITIES		9,504,019,846	7,068,984,868
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES		18,582,086,223	16,280,410,073
Net Asset Value Per Share	22	45.95	46.62

Sd/-
Tapan Chowdhury
Chairman

Sd/-
Ratna Patra
Vice Chairman

Sd/-
Samuel S Chowdhury
Managing Director

Sd/-
Aminur Rahman
Chief Financial Officer

Sd/-
Sanjib Baran Roy
Company Secretary



SQUARE Textiles Ltd.

And its subsidiary

Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited) For the 2nd Quarter Ended December 31, 2022

Particulars	Note	6 Months (Amount inTk)		2nd Quarter Results (Tk)	
		July to Dec. 2022-23	July to Dec. 2021-22	Oct' to Dec' 2022-23	Oct' to Dec' 2021-22
Sales Revenue	15	8,014,951,052	7,950,929,779	4,067,514,309	4,117,043,488
Cost of Goods Sold	16	7,050,475,730	6,550,895,000	3,669,073,812	3,407,479,702
Gross Profit		964,475,322	1,400,034,779	398,440,497	709,563,786
Administrative Overhead	17	140,914,315	137,833,882	75,163,465	71,782,653
Selling and Distribution Overhead	18	17,204,617	12,627,604	10,264,953	7,056,267
Profit from Operations		806,356,390	1,249,573,293	313,012,079	630,724,866
Finance Cost	19	121,993,600	139,754,468	84,516,563	72,896,756
Non-Operating Income	20	9,354,470	33,348,732	(616,502)	23,511,021
Profit Before W.P.P.F & W.F		693,717,260	1,143,167,557	227,879,014	581,339,131
Allocation for W.P.P.F & W.F		33,034,155	54,436,550	10,851,381	27,682,816
Profit Before Tax		660,683,105	1,088,731,007	217,027,633	553,656,315
Provision for Tax (Current)	14	99,397,384	158,267,367	33,675,160	80,099,071
Deferred Tax Expenses (Income)	10	4,262,549	7,629,351	2,542,544	4,765,657
Profit After Tax for The Period		557,023,172	922,834,289	180,809,929	468,791,587
Non-Controlling Interest		38,572	58,854	12,344	21,550
Net Income for the Period		556,984,600	922,775,435	180,797,585	468,770,037

(Transferred to the Statement of Changes in Equity)

Earnings Per Share (EPS)	21	2.82	4.68	0.92	2.38
---------------------------------	-----------	-------------	-------------	-------------	-------------

Sd/-
Tapan Chowdhury
Chairman

Sd/-
Ratna Patra
Vice Chairman

Sd/-
Samuel S Chowdhury
Managing Director

Sd/-
Aminur Rahman
Chief Financial Officer

Sd/-
Sanjib Baran Roy
Company Secretary



SQUARE Textiles Ltd.

And its subsidiary

Consolidated Statement of Changes in Equity (Unaudited) For the 2nd Quarter Ended December 31, 2022

Particulars	Share Capital	Retained Earnings	Total
Balance as at June 30, 2022	1,972,520,000	7,223,730,437	9,196,250,437
Net Profit For the Half Yearly Ended December 31, 2022	-	556,984,600	556,984,600
Cash Dividend for 2021-22	-	(690,382,000)	(690,382,000)
Balance As at December 31, 2022	1,972,520,000	7,090,333,037	9,062,853,037

Consolidated Statement of Changes in Equity (Unaudited) For the 2nd Quarter Ended December 31, 2021

Particulars	Share Capital	Retained Earnings	Total
Balance as at June 30, 2021	1,972,520,000	5,659,670,882	7,632,190,882
Net Profit For the Half Yearly Ended December 31, 2021	-	922,775,435	922,775,435
Cash Dividend for 2020-21	-	(394,504,000)	(394,504,000)
Balance As at December 31, 2021	1,972,520,000	6,187,942,317	8,160,462,317

Sd/-
Tapan Chowdhury
Chairman

Sd/-
Ratna Patra
Vice Chairman

Sd/-
Samuel S Chowdhury
Managing Director

Sd/-
Aminur Rahman
Chief Financial Officer

Sd/-
Sanjib Baran Roy
Company Secretary



SQUARE Textiles Ltd.

And its subsidiary

Consolidated Statement of Cash flows (Unaudited) For the 2nd Quarter Ended December 31, 2022

Particulars	Amount (Tk)	
	July to Dec. 2022-23	July to Dec. 2021-22
Cash Flows from Operating Activities:		
Receipts from Sales Revenue	8,350,212,434	7,802,323,947
Exchange Fluctuation Gain (Realization from Transaction)	18,724,457	5,325,295
Receipts/ (Payment) from Other Income/ Expenses	1,982,968	22,998,545
Total Receipts	8,370,919,859	7,830,647,787
Payment for Supplies and Other Services	(5,786,532,546)	(5,374,005,275)
Paid for Operating & Non-operating Expenses	(1,809,547,223)	(1,340,265,287)
Interest Expenses Paid	(70,421,191)	(143,580,814)
Income Tax Paid	(132,397,384)	(46,005,562)
Total Payments	(7,798,898,344)	(6,903,856,938)
Net Cash Generated (Used in) from Operating Activities	572,021,515	926,790,849
Cash Flows from Investing Activities:		
Purchase of Property, Plant & Equipment	(346,671,522)	(201,449,831)
Sales of Property, Plant & Equipment	80,001	400,000
Net Cash Generated (Used in) from Investing Activities	(346,591,521)	(201,049,831)
Cash Flows from Financing Activities:		
Long Term Loan Received/ (Repaid)	(173,320,000)	(295,959,956)
Short Term Bank Loan Received/ (Repaid)	1,820,918,576	(675,042,101)
Payment of Dividend	(117,161)	(45,994,593)
Net Cash Generated (Used in) from Financing Activities	1,647,481,415	(1,016,996,650)
Increase/ (Decrease) in Cash & Cash Equivalents	1,872,911,409	(291,255,632)
Net effect of foreign currency translation	(8,243,100)	4,624,892
Opening Cash & Cash Equivalents	640,976,161	1,439,307,061
Closing Cash & Cash Equivalents	2,505,644,470	1,152,676,321
Net Operating Cash Flows Per Share	2.90	4.70

Sd/-
Tapan Chowdhury
Chairman

Sd/-
Ratna Patra
Vice Chairman

Sd/-
Samuel S Chowdhury
Managing Director

Sd/-
Aminur Rahman
Chief Financial Officer

Sd/-
Sanjib Baran Roy
Company Secretary

Notes to the Consolidated Interim Financial Statements (Unaudited)
For the Half Yearly Ended December 31, 2022
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 Limited and Square Texcom Limited, Companies incorporated in Bangladesh under Companies Act 1913 & 1994, for the Half Yearly Ended on December 31, 2022 (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, 2022, 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 as at December 31, 2022 are as below:

	<u>31-Dec-22</u>	<u>30-Jun-22</u>
Fixed Assets at Cost		
Opening Balance	13,155,210,134	12,792,433,005
Addition during the Year	384,282,490	441,444,238
Sale/ Obsolete during the Year	(15,802,955)	(78,667,109)
Closing Balance(Cost)	<u>13,523,689,669</u>	<u>13,155,210,134</u>
Accumulated Depreciation		
Opening Balance	6,446,166,707	5,832,982,726
Charged during the Year	341,127,816	688,632,854
Adjustment for sale/Obsolete	(12,613,099)	(75,448,873)
	<u>6,774,681,424</u>	<u>6,446,166,707</u>
Carrying Value	Tk. <u>6,749,008,245</u>	<u>6,709,043,427</u>
03. Capital Work In Progress:		
Capital Work In Progress	1,296,948,330	1,334,559,298
	Tk. <u>1,296,948,330</u>	<u>1,334,559,298</u>

The amount of Capital Work In Progress includes cost of BMRE activities.

	31-Dec-22	30-Jun-22
04. Consolidated Inventories:		
Stocks of Materials	2,814,113,078	2,259,852,806
Raw Materials	2,249,681,304	1,891,092,606
Raw Materials In Transit	127,985,924	48,373,070
Packing Materials	35,144,495	25,642,217
Work - in - process	211,852,066	142,626,650
Finished Goods	189,449,289	152,118,263
Stocks of Spares	228,476,776	211,613,671
Spares at Store	222,595,336	206,394,084
Spares in Transit	5,881,440	5,219,587
Tk.	3,042,589,854	2,471,466,477

05. Consolidated Trade Receivable:

Aging of the above balance is as follows:

Below 60 days	1,724,244,881	1,988,299,156
Within 61-120 days	1,654,766,716	1,722,775,117
Above 120 days	879,242,637	882,441,343
Tk.	4,258,254,234	4,593,515,616

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:

Advance	544,081,359	350,549,258
Income Tax	335,987,872	203,590,488
Salary & PF Current account	10,933,000	86,000
Other Expenses	50,455,655	65,939,658
Suppliers & Contractor	146,704,832	80,933,112
Deposits	129,275,971	124,016,076
Security Deposit	115,897,412	111,346,762
Margin on Bank Guarantee	13,378,559	12,669,314
Tk.	673,357,330	474,565,334

07. Consolidated Cash & Cash Equivalents:

This is made up of the followings:

Cash in hand	11,316,120	12,434,533
Cash at Bank	1,892,481,775	628,541,628
Fixed Deposit	601,846,575	-
Tk.	2,505,644,470	640,976,161

The Bank Balance consist of the provision of Cash Dividend for Tk 690,382,000 in separate account to comply SEC rules as well as for settlement of Import payment in USD form for next quarter.

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	14,713,340	14,674,768
	15,213,340	15,174,768

	<u>31-Dec-22</u>	<u>30-Jun-22</u>
09. Long Term Borrowings (Secured):		
Standard Chartered Bank	310,000,000	400,000,000
HSBC Bank	166,680,000	250,000,000
Less: Current Portion of Long Term Borrowings	(346,640,000)	(346,666,668)
Tk.	<u>130,040,000</u>	<u>303,333,332</u>
10. Consolidated Deferred Tax Liability:		
Opening Balance	320,533,438	310,064,400
Deferred Tax Expenses/ (Income)	4,262,549	10,469,038
Closing Balance	<u>324,795,987</u>	<u>320,533,438</u>

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 credits.

a) Deferred Tax Liability is arrived at as follows:

Carrying Value of Depreciable Fixed Assets	6,032,703,964	5,993,119,746
Less: Tax Base Carrying Value	(3,867,397,390)	(3,856,230,166)
Taxable Temporary Difference	<u>2,165,306,574</u>	<u>2,136,889,580</u>
Tax Rate	15.00%	15.00%
Closing Deferred Tax Liability	<u>324,795,987</u>	<u>320,533,438</u>
Less: Opening Deferred Tax Liability	(320,533,438)	(310,064,400)
Deferred Tax (Income) / Expense	<u>4,262,549</u>	<u>10,469,038</u>

11. Consolidated Short Term Bank Loan (Secured):

Revolving Loan	1,210,000,000	-
EDF & UPAS	6,090,891,604	5,479,973,028
Current Portion of Long Term Borrowings	346,640,000	346,666,668
Tk.	<u>7,647,531,604</u>	<u>5,826,639,696</u>

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:

Provision for Audit Fees	-	632,500
Provision for Utility Bill	87,654,593	64,010,809
Provision for Salary & Allowances	5,149,026	7,798,549
Others	15,658,190	12,458,240
	<u>108,461,809</u>	<u>84,900,098</u>

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	35,157,295	116,779,785
Declared Dividend for Last Year	690,382,000	-
Others	88,204,174	36,631,765
Tk.	<u>813,743,469</u>	<u>153,411,550</u>

Due to provision of cash dividend of Tk. 690,382,000 for the year of 2021-22, Liabilities for Other Finance shown higher balance compared to previous period.

	<u>31-Dec-22</u>	<u>30-Jun-22</u>
14. Consolidated Provision for Income Tax:		
Opening Balance	371,515,004	101,269,364
Adjustment with Advance Tax	-	(70,250,366)
Current Year Provision	99,397,384	340,496,006
Closing Balance	Tk. 470,912,388	371,515,004
<u>Calculation of Effective Tax Rate:</u>		
Current Income Tax Expenses	99,397,384	340,496,006
Deferred Tax Expenses/ (Income)	4,262,549	10,469,038
Total Tax Expenses	103,659,933	350,965,044
Effective Tax Rate (Total Tax Expenses / Profit Before Tax)	15.69%	15.20%

15. Consolidated Sales Revenue:

Export Sale of Yarns	8,014,951,052	7,950,929,779
Total	Tk. 8,014,951,052	7,950,929,779

During the period sales increased by BDT 6.40 (0.80%) crore due to increased of yarn price.

16. Consolidated Cost of Goods Sold:

Raw Materials Consumed	5,255,833,984	5,007,213,076
Factory Overhead (Note: 16.01)	1,794,641,746	1,543,681,924
Cost of Goods Sold	Tk. 7,050,475,730	6,550,895,000

During the period Raw Material cost increased by BDT 24.86 (4.96%) crore due to increased cotton price in

	<u>July-22 to Dec'-22</u>	<u>July-21 to Dec'-21</u>
16.01. Factory Overhead:		
Factory Wages, Salary & Allowances	480,757,199	526,040,157
Production Workers' Free Lunch	2,719,528	2,479,629
Fuel, Petrol, Light, Diesel etc.	241,716,237	44,257,626
Electricity, Gas & Water	487,570,508	420,195,672
Factory Consumable Expense	26,972,722	29,773,305
Repairs & Maintenance of Vehicles	14,986,289	8,871,084
Industrial All Risk Insurance Premium	14,760,078	11,053,561
Govt. Tax, VAT & License Fees	7,021,116	1,298,639
Security Services	12,756,935	11,375,181
Spare Parts - Machinery	157,464,120	125,366,008
Depreciation	341,127,816	357,354,222
Other Overhead	6,789,198	5,616,840
Total	Tk. 1,794,641,746	1,543,681,924

Fuel, Gas and Electricity cost increased significantly due to Gas & Electricity crisis as well as increase of fuel price.

17. Consolidated Administrative Overhead:

Salary and Allowances	61,512,916	73,576,661
Directors' Remuneration	31,796,250	27,626,250
Overseas Travelling	12,062,086	6,701,375
Vehicles Running & Maintenance	6,101,999	4,832,432
Fees & Subscription	11,211,638	3,722,098
Rental Expenses	7,103,857	7,382,258
Office Consumable Expense	669,674	696,874
Electricity, Gas & Water	1,539,715	1,705,713
Software & Hardware Support Expenses	1,532,435	1,104,490
Head Office Employees' Free Lunch	1,502,026	1,905,722
Annual General Meeting Expenses	99,632	517,538
Other Expenses	5,782,087	8,062,471
Total	Tk. 140,914,315	137,833,882

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

	<u>July-22 to Dec'-22</u>	<u>July-21 to Dec'-21</u>
18. Consolidated Selling & Distribution Overhead:		
Export Sale Expenses	13,809,319	9,738,544
Loading & unloading	3,395,298	2,889,060
Total	Tk. 17,204,617	12,627,604

19. Finance Cost:

Interest on Deferred LC Loan	64,313,571	33,214,546
Interest on OD	44	49,237
Interest on Short Term Loan	22,781,265	14,605,555
Interest on Long Term Loan	34,898,720	91,885,130
Total	Tk. 121,993,600	139,754,468

During the period Finance cost decreased by BDT 1.78 (-12.74%) crore due to efficient fund management and the company has premature reimbursement loan from business earnings.

20. Non-Operating Income:

Interest Income	1,916,968	22,998,545
Cash Incentive	66,000	-
Forfeited Provident Fund	-	-
Gain/ (Loss) on Disposal of Assets	(3,109,855)	400,000
Forex Exchange Rate Fluctuation Gain/ (Loss)	10,481,357	9,950,187
Total	Tk. 9,354,470	33,348,732

21. Earnings Per Share (EPS):

The Computation is given below:

Earning attributable to Ordinary Shares including other income	556,984,600	922,775,435
Number of Ordinary shares	197,252,000	197,252,000
Earnings Per Share	Tk. 2.82	4.68

During the period EPS decreased by BDT 1.86 (-39.74%) due to increase price of Raw Materials and energy cost for Gas & Electricity crisis as well as increase of fuel price.

22. Net Asset Value (NAV) Per Share:

The Computation is given below:

Equity Attributable to the Owners of the Company	Tk. 9,062,853,037	9,196,250,437
Number of Ordinary shares	197,252,000	197,252,000
Net Asset Value (NAV) Per Share	Tk. 45.95	46.62

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

The Computation is given below:

Net Cash Generated (Used in) from Operating	Tk. 572,021,515	926,790,849
Number of Ordinary shares	197,252,000	197,252,000
Net Operating Cash flows per Share (NOCFPS)	Tk. 2.90	4.70

	<u>July-22 to Dec'-22</u>	<u>July-21 to Dec'-21</u>
24. Reconciliation of Net Profit with Cash Flows from Operating Activities:		
Profit After Tax	557,023,172	922,834,289
Adjustment to reconcile net profit to net cash provided by operating activities :		
Non-cash Expenses:	353,633,465	360,358,681
Depreciation	341,127,816	357,354,222
Deferred Tax	4,262,549	7,629,351
Net effect of foreign currency translation	8,243,100	(4,624,892)
Non-Operating Items:	3,109,855	(400,000)
Gain/ (Loss) on Disposal of Assets	3,109,855	(400,000)
Changes in working Capital:	(341,744,977)	(356,002,121)
(Increase)/Decrease in Inventories	(571,123,377)	(438,830,455)
(Increase)/Decrease in Trade Receivable	335,261,382	(148,605,832)
(Increase)/Decrease in Advances, Deposits & Prepayments	(198,791,996)	(52,506,364)
Increase/(Decrease) in Creditors & Other Payables	23,561,711	41,860,211
Increase/(Decrease) in Liabilities for Others Finance	(30,050,081)	83,812,952
Increase/(Decrease) in Income Tax Payable	99,397,384	158,267,367
Net Cash Generated (Used in) from Operating Activities	572,021,515	926,790,849

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 Ltd.

Statement of Financial Position (Unaudited) As at December 31, 2022

Particulars	Notes	31/Dec/22 Taka	30/Jun/22 Taka
ASSETS:			
Non-Current Assets			
		7,554,550,182	7,594,562,921
Property, Plant & Equipment- Carrying Value	2	6,230,271,131	6,161,387,415
Capital Work In Progress	3	834,945,091	943,841,546
Investment - Long Term (At Cost)		489,333,960	489,333,960
Current Assets			
		9,608,597,974	7,435,018,277
Inventories	4	2,761,909,252	2,243,342,297
Trade Receivable	5	3,953,068,858	4,238,253,857
Advances, Deposits & Prepayments	6	594,864,071	438,615,626
Cash & Cash Equivalents	7	2,298,755,793	514,806,497
TOTAL ASSETS		17,163,148,156	15,029,581,198
SHAREHOLDERS' EQUITY & LIABILITIES:			
Shareholders' Equity			
		8,550,657,883	8,717,462,512
Share Capital		1,972,520,000	1,972,520,000
Retained Earnings		6,578,137,883	6,744,942,512
Non-Current Liabilities			
		412,206,834	579,630,811
Long Term Borrowings	8	130,040,000	303,333,332
Deferred Tax Liability	9	282,166,834	276,297,479
Current Liabilities & Provisions			
		8,200,283,439	5,732,487,875
Short Term Bank Loan (Secured)	10	6,862,328,922	5,168,669,589
Creditors & Other Payables	11	99,362,485	75,674,946
Liabilities for Others Finance	12	802,278,314	140,661,736
Unclaimed Dividend Account		8,534,589	8,651,750
Provision for Income Tax	13	427,779,129	338,829,854
TOTAL LIABILITIES		8,612,490,273	6,312,118,686
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES		17,163,148,156	15,029,581,198
Net Asset Value Per Share	25	43.35	44.19

Sd/-
Tapan Chowdhury
Chairman

Sd/-
Ratna Patra
Vice Chairman

Sd/-
Samuel S Chowdhury
Managing Director

Sd/-
Aminur Rahman
Chief Financial Officer

Sd/-
Sanjib Baran Roy
Company Secretary



SQUARE Textiles Ltd.

Statement of Profit or Loss and Other Comprehensive Income (Unaudited) For the 2nd Quarter Ended December 31, 2022

Particulars	Note	6 Months (Amount in Tk)		2nd Quarter Results (Tk)	
		July to Dec. 2022-23	July to Dec. 2021-22	Oct' to Dec' 2022-23	Oct' to Dec' 2021-22
Sales Revenue	14	7,352,569,883	7,202,721,684	3,743,752,378	3,765,557,745
Cost of Goods Sold	15	6,452,440,069	5,881,811,985	3,373,952,082	3,088,609,350
Gross Profit		900,129,814	1,320,909,699	369,800,296	676,948,395
Administrative Overhead	16	131,161,056	126,090,017	70,415,611	65,939,464
Selling and Distribution Overhead	17	15,545,529	10,942,831	9,317,232	6,092,287
Profit from Operations		753,423,229	1,183,876,851	290,067,453	604,916,644
Finance Cost	18	111,447,467	136,164,307	77,452,313	69,595,227
Non-Operating Income	19	7,340,039	32,203,234	(683,133)	22,804,965
Profit Before W.P.P.F & W.F		649,315,801	1,079,915,778	211,932,007	558,126,382
Allocation for W.P.P.F & W.F		30,919,800	51,424,561	10,092,000	26,577,447
Profit Before Tax		618,396,001	1,028,491,217	201,840,007	531,548,935
Provision for Tax (Current)	13	88,949,275	148,411,436	28,393,039	76,353,153
Deferred Tax Expenses (Income)	9	5,869,355	8,277,489	3,340,454	5,089,560
Profit After Tax for The Period		523,577,371	871,802,292	170,106,514	450,106,222
(Transferred to the Statement of Changes in Equity)					
Earnings Per Share (EPS)	24	2.65	4.42	0.86	2.28

Sd/-
Tapan Chowdhury
Chairman

Sd/-
Ratna Patra
Vice Chairman

Sd/-
Samuel S Chowdhury
Managing Director

Sd/-
Aminur Rahman
Chief Financial Officer

Sd/-
Sanjib Baran Roy
Company Secretary



SQUARE Textiles Ltd.

Statement of Changes in Equity (Unaudited) For the 2nd Quarter Ended December 31, 2022

Particulars	Share Capital	Retained Earnings	Total
Balance as at June 30, 2022	1,972,520,000	6,744,942,512	8,717,462,512
Net Profit For the Half Yearly Ended December 31, 2022	-	523,577,371	523,577,371
Cash Dividend for 2021-22	-	(690,382,000)	(690,382,000)
Balance As at December 31, 2022	1,972,520,000	6,578,137,883	8,550,657,883

Statement of Changes in Equity (Unaudited) For the 2nd Quarter Ended December 31, 2021

Particulars	Share Capital	Retained Earnings	Total
Balance as at June 30, 2021	1,972,520,000	5,333,141,916	7,305,661,916
Net Profit For the Half Yearly Ended December 31, 2021	-	871,802,292	871,802,292
Cash Dividend for 2020-21	-	(394,504,000)	(394,504,000)
Balance As at December 31, 2021	1,972,520,000	5,810,440,208	7,782,960,208

Sd/-
Tapan Chowdhury
Chairman

Sd/-
Ratna Patra
Vice Chairman

Sd/-
Samuel S Chowdhury
Managing Director

Sd/-
Aminur Rahman
Chief Financial Officer

Sd/-
Sanjib Baran Roy
Company Secretary



SQUARE Textiles Ltd.

Statement of Cash flows (Unaudited) For the 2nd Quarter Ended December 31, 2022

Particulars	Amount (Tk)	
	July to Dec. 2022-23	July to Dec. 2021-22
Cash Flows from Operating Activities:		
Receipts from Sales Revenue	7,637,754,882	7,080,050,520
Exchange Fluctuation Gain (Realization from Transaction)	14,858,585	4,567,572
Receipts/ (Payment) from Other Income/ Expenses	1,962,771	22,962,382
Total Receipts	7,654,576,238	7,107,580,474
Payment for Supplies and Other Services	(5,296,614,743)	(4,818,939,126)
Paid for Operating & Non-operating Expenses	(1,633,106,236)	(1,218,414,151)
Interest Expenses Paid	(65,528,032)	(141,496,233)
Income Tax Paid	(113,949,275)	(42,240,928)
Total Payments	(7,109,198,286)	(6,221,090,438)
Net Cash Generated (Used in) from Operating Activities	545,377,952	886,490,036
Cash Flows from Investing Activities:		
Purchase of Property, Plant & Equipment	(275,386,035)	(185,704,612)
Sales of Property, Plant & Equipment	80,001	400,000
Net Cash Generated (Used in) from Investing Activities	(275,306,034)	(185,304,612)
Cash Flows from Financing Activities:		
Long Term Loan Received/ (Repaid)	(173,320,000)	(295,959,956)
Short Term Bank Loan Received/ (Repaid)	1,693,686,001	(712,476,905)
Payment of Dividend	(117,161)	(45,994,593)
Net Cash Generated (Used in) from Financing Activities	1,520,248,840	(1,054,431,454)
Increase/ (Decrease) in Cash & Cash Equivalents	1,790,320,758	(353,246,030)
Net effect of foreign currency translation	(6,371,462)	4,273,281
Opening Cash & Cash Equivalents	514,806,497	1,352,844,574
Closing Cash & Cash Equivalents	2,298,755,793	1,003,871,825
Net Operating Cash flows per Share	2.76	4.49

Sd/-
Tapan Chowdhury
Chairman

Sd/-
Ratna Patra
Vice Chairman

Sd/-
Samuel S Chowdhury
Managing Director

Sd/-
Aminur Rahman
Chief Financial Officer

Sd/-
Sanjib Baran Roy
Company Secretary

Notes to the Interim Financial Statements (Unaudited)
For the Half Yearly Ended December 31, 2022

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 Ltd. , for the Half Yearly Ended on December 31, 2022 (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, 2022, 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.

	<u>31-Dec-22</u>	<u>30-Jun-22</u>
02. Property, Plant & Equipment:		
'Details of Property, Plant & Equipment and Depreciation as at December 31, 2022 are as below:		
Fixed Assets at Cost		
Opening Balance	12,087,504,492	11,723,998,907
Addition during the Year	384,282,490	437,299,499
Sale/ Obsolete during the Year	(15,802,955)	(73,793,914)
Closing Balance(Cost)	12,455,984,027	12,087,504,492
Accumulated Depreciation		
Opening Balance	5,926,117,077	5,365,642,419
Charged during the Year	312,208,918	631,050,336
Adjustment for sale/Obsolete	(12,613,099)	(70,575,678)
	6,225,712,896	5,926,117,077
Carrying Value	Tk. 6,230,271,131	6,161,387,415
03. Capital Work In Progress:		
Capital Work In Progress	834,945,091	943,841,546
	Tk. 834,945,091	943,841,546

The amount of Capital Work In Progress includes cost of BMRE activities.

	31-Dec-22	30-Jun-22
04. Inventories:		
Stocks of Materials	2,546,907,668	2,043,361,617
Raw Materials	2,052,057,441	1,712,022,186
Raw Materials In Transit	109,103,862	35,902,690
Packing Materials	31,602,327	23,320,421
Work - in - process	186,301,954	131,982,572
Finished Goods	167,842,084	140,133,748
Stocks of Spares	215,001,584	199,980,680
Spares at Store	209,593,293	195,047,766
Spares in Transit	5,408,291	4,932,914
Tk.	2,761,909,252	2,243,342,297

05. Trade Receivable:

Aging of the above balance is as follows:

Below 60 days	1,565,469,299	1,808,414,323
Within 61-120 days	1,557,163,264	1,602,007,214
Above 120 days	830,436,295	827,832,320
Tk.	3,953,068,858	4,238,253,857

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:

Advance	478,861,706	326,554,979
Income Tax	303,250,505	189,301,230
Salary & PF Current account	10,922,000	75,000
Other Expenses	45,043,165	56,965,105
Suppliers & Contractor	119,646,036	80,213,644
Deposits	116,002,365	112,060,647
Security Deposit	103,565,612	100,314,962
Margin on Bank Guarantee	12,436,753	11,745,685
Tk.	594,864,071	438,615,626

07. Cash & Cash Equivalents:

This is made up of the followings:

Cash in hand	10,682,554	10,390,880
Cash at Bank	1,686,226,664	504,415,617
Fixed Deposit	601,846,575	-
Tk.	2,298,755,793	514,806,497

The Bank Balance consist of the provision of Cash Dividend for Tk 690,382,000 in separate account to comply SEC rules as well as for settlement of Import payment in USD form for next quarter.

08. Long Term Borrowings (Secured):

Standard Chartered Bank	310,000,000	400,000,000
HSBC Bank	166,680,000	250,000,000
Less: Current Portion of Long Term Borrowings	(346,640,000)	(346,666,668)
Tk.	130,040,000	303,333,332

	<u>31-Dec-22</u>	<u>30-Jun-22</u>
09. Deferred Tax Liability:		
Opening Balance	276,297,479	262,685,123
Deferred Tax Expenses (Income)	5,869,355	13,612,356
Closing Balance	Tk. 282,166,834	276,297,479

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 credits.

a) Deferred Tax Liability is arrived at as follows:

Carrying Value of Depreciable Fixed Assets	5,553,895,714	5,485,392,598
Less: Tax Base Carrying Value	(3,672,783,490)	(3,643,409,408)
Taxable Temporary Difference	1,881,112,224	1,841,983,190
Tax Rate	15.00%	15.00%
Closing Deferred Tax Liability	282,166,834	276,297,479
Less: Opening Deferred Tax Liability	(276,297,479)	(262,685,123)
Deferred Tax (Income) / Expense	5,869,355	13,612,356

10. Short Term Bank Loan (Secured):

Revolving Loan	1,210,000,000	-
EDF & UPAS	5,305,688,922	4,822,002,921
Current Portion of Long Term Borrowings	346,640,000	346,666,668
Tk.	6,862,328,922	5,168,669,589

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:

Provision for Audit Fees	-	575,000
Provision for Utility Bill	81,766,337	60,025,469
Provision for Salary & Allowances	5,149,026	7,798,549
Others	12,447,122	7,275,928
	99,362,485	75,674,946

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.

12. Liabilities for Other Finance:

PF, WPPF & Other Fund	32,719,070	107,403,927
Declared Dividend for Last Year	690,382,000	-
Others	79,177,244	33,257,809
Tk.	802,278,314	140,661,736

Due to provision of cash dividend of Tk. 690,382,000 for the year of 2021-22, Liabilities for Other Finance shown higher balance compared to previous period.

13. Provision for Income Tax:

Opening Balance	338,829,854	90,489,894
Adjustment with Advance Tax	-	(61,514,113)
Provision made for the period (Note: 13.01)	88,949,275	309,854,073
Closing Balance	Tk. 427,779,129	338,829,854

	<u>31-Dec-22</u>	<u>30-Jun-22</u>
Note: 13.01:Provision made for the period		
A) Net Current Tax Liability on Profit Basis	87,440,548	309,854,073
B) Tax Liability on Sales Revenue Basis	29,410,280	62,497,210
C) Advance Income Tax (Source Tax) Paid Under ITO-1984	88,949,275	89,301,229
Higher Amount of Tax Under Above Calculation (A:B:C)	88,949,275	309,854,073
Add/ Less: Short/ (Excess) provision for Prior period	-	-
Income Tax Provision for the period	88,949,275	309,854,073

A) Net Current Tax Liability on Profit Basis:

Profit Before Tax	618,396,001	2,129,771,025
Less: Non-Operating Income	7,340,039	53,343,676
Net Operating Income Before Tax	611,055,962	2,076,427,349
Tax Rate on Net Operating Income Before Tax (as per NBR)	15.00%	15.00%
Tax Rate on Non-Operating Income (as per NBR)	22.50%	22.50%
Income Tax Liability on Operating Profit	91,658,394	311,464,102
Add: Tax Liability on Non-Operating Income	1,651,509	12,002,327
Total Tax Liability on Profit	93,309,903	323,466,429
Less: Deferred Tax Expenses (Income)	5,869,355	13,612,356
Net Current Tax Liability on Profit Basis	87,440,548	309,854,073

B) Tax Liability on Sales Revenue Basis:

i) Minimum Tax Rate on Sales Revenue Under ITO-1984	0.60%	0.60%
ii) Applicable For Textiles Business as Per NBR (0.60%/22.50%*15%)	0.40%	0.40%
Sales Revenue	7,352,569,883	15,624,302,486
Minimum Tax Amount on Sales Revenue	29,410,280	62,497,210

C) Advance Income Tax (Source Tax) Paid Under ITO-1984:

	88,949,275	89,301,229
--	-------------------	-------------------

Since the source tax deducted under Income Tax Ordinance 1984 (Tk. 88,949,275) is higher than minimum Tax on Revenue under ITO-1984 (Tk. 29,410,280) and the applicable tax on Profit before tax (Tk. 87,440,548), so the higher is provided as Tax Expense for the period ended March 31, 2022.

Calculation of Effective Tax Rate:

Current Income Tax Expenses	88,949,275	309,854,073
Deferred Tax Expenses/ (Income)	5,869,355	13,612,356
Total Tax Expenses	94,818,630	323,466,429
Effective Tax Rate (Total Tax Expenses / Profit Before Tax)	15.33%	15.19%

<u>July-22 to Dec'-22</u>	<u>July-21 to Dec'-21</u>
---------------------------	---------------------------

14. Sales Revenue:

Export Sale of Yarns		7,352,569,883	7,202,721,684
	Tk.	7,352,569,883	7,202,721,684

During the period sales increased by BDT 14.98 (2.08%) crore due to increased of yarn price.

15. Cost of Goods Sold:

This is arrived as follows:

Raw Materials Consumed		4,816,756,230	4,471,920,187
Factory Overhead (Note:15.01)		1,635,683,839	1,409,891,798
Cost of Goods Sold	Tk.	6,452,440,069	5,881,811,985

During the period Raw Material cost increased by BDT 34.48 (7.71%) crore due to increased cotton price in international

	<u>July-22 to Dec'-22</u>	<u>July-21 to Dec'-21</u>
15.01. Factory Overhead:		
Factory Wages, Salary & Allowances	422,064,275	471,040,026
Production Workers' Free Lunch	2,431,986	2,310,792
Fuel, Petrol, Light, Diesel etc.	234,203,213	41,734,711
Electricity, Gas & Water	447,977,743	394,742,556
Factory Consumable Expense	24,509,882	26,637,002
Repairs & Maintenance of Vehicles	13,542,341	7,908,456
Industrial All Risk Insurance Premium	10,789,562	8,181,384
Govt. Tax, VAT & License Fees	6,427,060	713,285
Security Services	10,596,685	9,812,761
Spare Parts - Machinery	145,182,669	113,559,454
Depreciation	312,208,918	328,582,285
Other Overhead	5,749,505	4,669,086
Total	Tk. <u>1,635,683,839</u>	<u>1,409,891,798</u>

Fuel, Gas and Electricity cost increased significantly due to Gas & Electricity crisis as well as increase of fuel price.

16. Administrative Overhead:		
Salary and Allowances	56,178,185	66,843,230
Directors' Remuneration	31,796,250	27,626,250
Overseas Travelling	8,983,810	3,383,544
Vehicles Running & Maintenance	5,832,763	4,640,415
Fees & Subscription	10,694,596	2,778,080
Rental Expenses	7,103,857	7,382,258
Office Consumable Expense	643,534	653,894
Electricity, Gas & Water	1,539,715	1,705,713
Software & Hardware Support Expenses	1,267,887	832,120
Head Office Employees' Free Lunch	1,463,686	1,869,342
Annual General Meeting Expenses	99,632	517,538
Other Expenses	5,557,141	7,857,633
Total	Tk. <u>131,161,056</u>	<u>126,090,017</u>

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

17. Selling & Distribution Overhead:

This is arrived as follows:

Export Sale Expenses	12,605,896	8,573,027
Loading & unloading	2,939,633	2,369,804
Total	Tk. <u>15,545,529</u>	<u>10,942,831</u>

18. Finance Cost:

Interest on Deferred LC Loan	53,767,482	29,624,385
Interest on OD	-	49,237
Interest on Short Term Loan	22,781,265	14,605,555
Interest on Long Term Loan	34,898,720	91,885,130
Total	Tk. <u>111,447,467</u>	<u>136,164,307</u>

During the period Finance cost decreased by BDT 2.47 (-18.14%) crore due to efficient fund management and the company has premature reimbursement loan from business earnings.

19. Non-Operating Income:

Interest Income	1,896,771	22,962,382
Cash Incentive	66,000	-
Gain/ (Loss) on Disposal of Assets	(3,109,855)	400,000
Forex Exchange Rate Fluctuation Gain/ (Loss)	8,487,123	8,840,852
Total	Tk. <u>7,340,039</u>	<u>32,203,234</u>

	<u>July-22 to Dec'-22</u>	<u>July-21 to Dec'-21</u>
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	67,554,948	65,750,658
Post Employment Benefits	12,139,266	21,736,329
Other Long Term Benefits	-	-
Termination Benefits	-	-
Share Based Payment	-	-
	<u>31-Dec-22</u>	<u>30-Jun-22</u>

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 Aegis Services Ltd. (ASL):

Opening Balance	-	-
Total Service Received	(10,231,358)	(20,788,466)
Total Paid	10,188,862	20,788,466
Closing Balance- Receivable/ (Payable)	Tk. (42,496)	-

02. Transaction with Square Informatix Ltd. (SIL):

Opening Balance	(76,188)	(76,188)
Total Service Received	(1,725,815)	(10,435,577)
Total Paid	1,587,213	10,435,577
Closing Balance- Receivable/ (Payable)	Tk. (214,790)	(76,188)

03. Transaction with Square Hospitals Ltd. (SHL):

Opening Balance	-	-
Total Service Received	(1,205,636)	2,478,491
Total Paid	1,205,636	(2,478,491)
Closing Balance- Receivable/ (Payable)	Tk. -	-

04. Transaction with Square Fashions Ltd. (SFL):

Opening Balance	206,863,139	421,918,019
Total Goods Delivered	421,635,249	987,532,883
Total Received	(439,806,234)	(1,202,587,763)
Closing Balance- Receivable/ (Payable)	Tk. 188,692,154	206,863,139

05. Transaction with Square Denims Ltd. (SDL):

Opening Balance	180,748,131	375,470,516
Total Goods Delivered	397,164,627	1,011,286,841
Total Received	(403,713,624)	(1,206,009,226)
Closing Balance- Receivable/ (Payable)	Tk. 174,199,134	180,748,131

06. Transaction with Square Apparels Ltd. (SAPL):

Opening Balance	85,409,363	149,736,737
Total Goods Delivered	138,462,346	404,390,036
Total Received	(127,036,248)	(468,717,410)
Closing Balance- Receivable/ (Payable)	Tk. 96,835,461	85,409,363

	<u>31-Dec-22</u>	<u>30-Jun-22</u>
22. Contingent Liability:		
Contingent Liability of the Company was 284.04 Crore as on December 31, 2022 for opening LCs by the banks in favour of foreign suppliers for raw materials and spares.		
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.		
	<u>July-22 to Dec'-22</u>	<u>July-21 to Dec'-21</u>
24. Earnings Per Share (EPS):		
The Computation is given below:		
Earning attributable to Ordinary Shares including other income	Tk. 523,577,371	871,802,292
Number of Ordinary shares	197,252,000	197,252,000
Earnings Per Share	Tk. 2.65	4.42
During the period EPS decreased by BDT -1.77 (-40.05%) due to increase price of Raw Materials and energy cost for Gas & Electricity crisis as well as increase of fuel price.		
25. Net Asset Value (NAV) Per Share:		
The Computation is given below:		
Equity Attributable to the Owners of the Company	Tk. 8,550,657,883	8,717,462,512
Number of Ordinary shares	197,252,000	197,252,000
Net Asset Value (NAV) Per Share	Tk. 43.35	44.19
26. Net Operating Cash flows per Share (NOCFPS):		
The Computation is given below:		
Net Cash Generated (Used in) from Operating Activities	Tk. 545,377,952	886,490,036
Number of Ordinary shares	197,252,000	197,252,000
Net Operating Cash flows per Share (NOCFPS)	Tk. 2.76	4.49
27. Reconciliation of Net Profit with Cash Flows from Operating Activities:		
The Computation is given below:		
Profit After Tax	523,577,371	871,802,292
Adjustment to reconcile net profit to net cash provided by operating activities :		
Non-cash Expenses:	324,449,735	332,586,493
Depreciation	312,208,918	328,582,285
Deferred Tax	5,869,355	8,277,489
Net effect of foreign currency translation	6,371,462	(4,273,281)
Non-Operating Items:	3,109,855	(400,000)
Gain/ (Loss) on Disposal of Assets	3,109,855	(400,000)
Changes in working Capital:	(305,759,009)	(317,498,749)
(Increase)/Decrease in Inventories	(518,566,955)	(410,123,812)
(Increase)/Decrease in Trade Receivable	285,184,999	(122,671,164)
(Increase)/Decrease in Advances, Deposits & Prepayments	(156,248,445)	(51,533,975)
Increase/(Decrease) in Creditors & Other Payables	23,687,539	38,479,580
Increase/(Decrease) in Liabilities for Others Finance	(28,765,422)	79,939,186
Increase/(Decrease) in Income Tax Payable	88,949,275	148,411,436
Net Cash Generated (Used in) from Operating Activities	545,377,952	886,490,036

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