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**Safko Spinning Mills Limited**  
Statement of Financial Position  
As on December 31, 2012

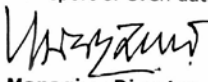
		Amount in Taka	
		December 31, 2012	December 31, 2011
<b>ASSETS</b>			
<b>Non-Current Assets :</b>			
Property, Plant & Equipment (net of depreciation)	3	581,425,894	203,649,937
<b>CURRENT ASSETS:</b>			
Inventories	4	172,539,532	143,522,819
Trade Debtors	5	4,215,615	1,317,531
Advance, Deposit & Prepayments	6	6,240,901	6,111,768
Cash & Bank Balances	7	730,362	1,248,517
<b>Total current assets</b>		<b>183,726,410</b>	<b>152,200,635</b>
<b>Total Assets</b>		<b>765,152,304</b>	<b>355,850,572</b>
<b>Equity &amp; Liabilities</b>			
<b>Shareholders Equity</b>			
Share Capital	8	204,160,000	185,600,000
General Reserve	9	3,029,184	3,029,184
Revaluation Reserve	10	389,583,161	-
Retained : Earnings/(Deficit)	11	<b>(107,609,594)</b>	<b>(88,868,930)</b>
<b>Total Shareholders' Equity</b>		<b>489,162,751</b>	<b>99,760,254</b>
<b>Non Current Liability :</b>			
Deferred Tax Liability	12	22,129,081	
<b>Current Liabilities :</b>			
Bank Loan & Overdraft	13	208,674,034	205,424,138
Short Term Loan (Lease Finance)	14	29,722,904	28,671,457
Directors Loan	15	8,000,000	17,000,000
Liabilities for Expenses & other Finance	16	2,348,935	3,049,542
Provision for Tax	17	5,114,599	1,945,181
<b>Total Current Liabilities</b>		<b>253,860,472</b>	<b>256,090,318</b>
<b>Total Liabilities</b>		<b>275,989,553</b>	<b>256,090,318</b>
<b>Total Equity &amp; Liabilities</b>		<b>765,152,304</b>	<b>355,850,572</b>

**Net Assets Value (NAV) Per Share**  
Per Share of tk. 10 in December, 2012

	23.96	5.38
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The annexed notes form an integral part of these financial statements.  
Signed in terms of our separate report of even date.

  
Chairman

  
Managing Director

  
Company Secretary

Dated : Dhaka  
April 25, 2013

  
Malek Siddiqui Wali  
Chartered Accounts

**Safko Spinning Mills Limited**  
**Statement of Comprehensive Income**  
**For the year ended December 31, 2012**

Particulars	NOTES	Amount in Taka	
		December 31, 2012	December 31, 2011
Revenue	18	348,935,647	346,865,382
Cost of revenue	19	289,166,498	282,180,436
<b>Gross Profit/ (Loss)</b>		<b>59,769,149</b>	<b>64,684,946</b>
<b>Operating Expenses</b>		<b>36,713,049</b>	<b>40,568,679</b>
Administrative & Marketing Expenses	20	8,346,877	9,925,095
Financial Expenses	21	27,669,606	29,975,695
Directors' Remuneration		432,000	432,000
Auditors' Remuneration		40,000	25,000
Depreciation	22	224,566	210,889
<b>Operating Profit</b>		<b>23,056,100</b>	<b>24,116,267</b>
Non operating Income:	23	3,303,808	-
<b>Operating Profit before contribution to WPPF</b>		<b>26,359,908</b>	-
Provision for WPPF		1,255,234	1,148,394
<b>Profit before tax</b>		<b>25,104,674</b>	<b>22,967,873</b>
Provision of Tax		3,765,701	3,445,181
Current Tax		5,114,599	
Deferred Tax Income	12	(1,348,898)	
<b>Total Comprehensive income</b>		<b>21,338,973</b>	<b>19,522,692</b>
Earning per share (Basic) of Tk. 10 in December. 2012	24	1.05	0.96 (Re-stated)

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Chairman

  
Managing Director

  
Company Secretary

Dated : Dhaka  
April 25, 2013

  
Malek Siddiqui Wali  
Chartered Accounts

**Safko Spinning Mills Limited**  
Statement of Cash Flow  
For the year ended December 31, 2012

Particulars	Amount in Tk.	
	December 31, 2012	December 31, 2011
<b>Cash flows from operating activities :</b>		
Collection from customers and other income	349,341,371	350,695,261
Payment to Suppliers and employees and other expenses	(337,872,459)	(315,813,472)
Income tax paid	(2,645,181)	(1,500,000)
<b>Net cash flows / (used) from operating activities</b>	<b>8,823,731</b>	<b>33,381,789</b>
<b>Cash flow from investing activities :</b>		
Purchase of property, plant and equipment	(4,643,229)	(5,274,776)
<b>Net Cash used in investing activities</b>	<b>(4,643,229)</b>	<b>(5,274,776)</b>
<b>Cash flows from financing activities :</b>		
<b>Loan repaid/Received</b>	<b>(4,698,657)</b>	<b>(31,190,465)</b>
Loan repaid	(9,000,000)	
Loan Received	4,301,343	
<b>Net cash flows from financing activities</b>	<b>(4,698,657)</b>	<b>(31,190,465)</b>
Net increase/ (Decrease) in cash and cash equivalents	(518,155)	(3,083,452)
Cash and cash equivalents at the beginning of the financial year	1,248,517	4,331,969
<b>Cash and cash equivalents at the end of the financial year</b>	<b>730,362</b>	<b>1,248,517</b>
Net operating Cash Flow per Share of tk. 10 in December. 2012	0.43	1.64

(Re-Stated)

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Managing Director

  
Director

  
Company Secretary

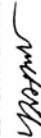
Dated : Dhaka  
April 25, 2013

  
Malek Siddiqui Wali  
Chartered Accountants

**Safko Spinning Mills Limited**  
Statement of changes in equity  
For the year ended December 31, 2012

Particulars	Share Capital	General Reserve	Tax Holiday Reserve	Revaluation Reserve	Retained earnings	Total Amount in Taka
Balance as on 01.01.2011	160,000,000	6,444,150	22,185,034	-	(108,391,622)	80,237,562
Transfer for Bonus Share	-	(3,414,966)	(22,185,034)	-	-	(25,600,000)
10% Bonus Share of Tk 100	25,600,000	-	-	-	-	25,600,000
<b>Net Profit/loss</b>						
Balance as on 31.12.2011	185,600,000	3,029,184	-	-	(88,868,930)	99,760,254
Balance as on 01.01.2012	185,600,000	3,029,184	-	-	(88,868,930)	99,760,254
10% Bonus Share of Tk 10	18,560,000	-	-	-	(18,560,000)	-
Payment of previous year Income Tax adjustment	-	-	-	-	(700,000)	(700,000)
Revaluation of Fixed Assets	-	-	-	392,241,503	-	392,241,503
Adjustment for Depreciation of Revalued Assets	-	-	-	(2,658,342)	-	(2,658,342)
Retrospective adjustment for the recognition of deferred tax liability	-	-	-	-	2,658,342	-
<b>Net Profit/loss</b>						
Balance as on 31.12.2012	204,160,000	3,029,184	-	389,583,161	(107,609,594)	489,162,751

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

  
Chairman

  
Managing Director

  
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Dated : Dhaka  
April 25, 2013

  
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