

Se

**Second Quarter**  
**Financial Statement 2021-2022**  
**(Unaudited)**

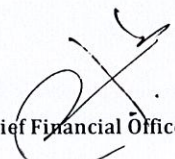
***ESQUIRE KNIT COMPOSITE LIMITED***  
**(Consolidated and Separate)**

**Un-Audited**

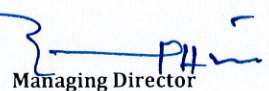
**Esquire Knit Composite Limited and its Subsidiary**  
**Consolidated Statement of Financial Position**  
**As at 31 December 2021**

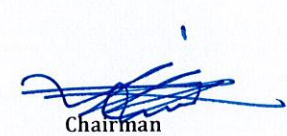
	Notes	31.12.21 Taka	30.06.2021 Taka
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	4	6,738,834,686	6,396,771,433
Right of Use Assets		115,226,629	
Capital work in progress	5	1,941,834,842	1,857,729,949
Investment in shares	6	147,775,000	147,775,000
<b>Current Assets</b>			
Inventories	7	3,140,148,334	3,392,689,572
Accounts receivables	8	1,375,082,449	1,243,153,717
Other receivables	9	6,237,484	3,818,089
Advance, deposit and prepayments	10	569,266,350	646,601,248
Investment	11	105,152,257	98,507,093
Cash and bank balances	12	515,856,398	742,195,902
<b>TOTAL ASSETS</b>		<b>14,655,414,428</b>	<b>14,529,242,003</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Shareholders' Equity</b>			
Share capital	13	1,348,958,330	1,348,958,330
Non-Controlling Interest	13.1	150,378	360,425
Share Premium Account	14	1,086,653,150	1,086,653,150
Revaluation surplus	15	3,739,289,135	3,739,289,135
Retained earnings	16	2,666,231,724	2,481,375,217
<b>Non Current Liabilities</b>			
Deferred Tax liabilities	17	279,008,077	272,861,924
Long term loan net of current maturity	18	2,093,175,858	2,144,471,931
Finance lease obligation net off current maturity	19	4,259,827	1,423,363
<b>Current Liabilities</b>			
Short term loan	20	1,534,646,098	1,479,436,050
Current portion of long term loan	18	683,825,188	638,302,027
Current portion of finance lease obligation	19	121,633,455	12,654,672
Uncalimed dividend		4,176,706	4,176,707
Accounts payable	21	829,500,033	1,027,350,053
Liabilities for expenses	22	263,906,469	291,929,018
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>14,655,414,427</b>	<b>14,529,242,003</b>
<b>Net Asset Value (NAV) per share with revaluation reserve</b>		<b>65.54</b>	<b>64.17</b>
<b>Net Asset Value (NAV) per share without revaluation reserve</b>		<b>37.82</b>	<b>36.44</b>

The annexed notes from 1 to 34 form an integral part of these financial statements.

  
Chief Financial Officer

  
Director

  
Managing Director

  
Chairman

Dhaka,  
30 January 2022

  
Company Secretary





Un-Audited

**Esquire Knit Composite Limited and Its Subsidiary**  
**Consolidated Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 31 December 2021**

Figure in Taka

Particulars	Notes	2nd Quarter		Year to Date	
		Oct to Dec-21	Oct to Dec-20	July to Dec-21	July to Dec-20
Revenue	23	2,359,422,901	2,018,273,448	5,017,070,383	3,731,667,219
Less: Cost of Goods Sold	24	1,962,962,922	1,688,178,114	4,114,146,516	3,083,046,366
<b>Gross profit</b>		<b>396,459,980</b>	<b>330,095,334</b>	<b>902,923,868</b>	<b>648,620,853</b>
Less: Operating expenses	25	237,198,144	158,496,587	569,585,094	320,536,481
<b>Gross operating profit for the year</b>		<b>159,261,835</b>	<b>171,598,747</b>	<b>333,338,773</b>	<b>328,084,372</b>
Less: Financial expenses	26	57,745,736	72,086,917	115,491,471	133,415,506
<b>Net operating profit for the year</b>		<b>101,516,100</b>	<b>99,511,830</b>	<b>217,847,302</b>	<b>194,668,866</b>
Add: Non operating income	27	3,042,011	1,306,650	6,193,985	2,613,300
<b>Profit before WPPF &amp; WF for the year</b>		<b>104,558,110</b>	<b>100,818,480</b>	<b>224,041,287</b>	<b>197,282,166</b>
Less: Provision for contribution to WPPF	28	772,406	497,826	1,387,707	5,408,900
<b>Profit before tax for the year</b>		<b>103,785,705</b>	<b>100,320,655</b>	<b>222,653,580</b>	<b>191,873,267</b>
Less: Income tax expenses		18,744,423	19,789,077	37,797,073	39,660,792
Current Tax	29	14,917,040	10,516,029	31,650,919	15,256,840
Deferred Tax		3,827,383	9,273,048	6,146,154	24,403,952
<b>Net profit after tax for the year</b>		<b>85,041,282</b>	<b>80,531,578</b>	<b>184,856,507</b>	<b>152,212,475</b>
Add: Other comprehensive income, net of tax					
<b>Total comprehensive income</b>		<b>85,041,282</b>	<b>80,531,578</b>	<b>184,856,507</b>	<b>152,212,475</b>
<b>Earnings Per Share (EPS) - Basic</b>	02	<b>0.63</b>	<b>0.60</b>	<b>1.37</b>	<b>1.13</b>

Chief Financial Officer


  
Director

Managing Director


  
Chairman

Dhaka,  
30 January 2022


  
Company Secretary




**Esquire Knit Composite Limited and Its Subsidiary**


Un-Audited

**Consolidated Statement of Changes in Equity  
For the year ended 31 December 2021**

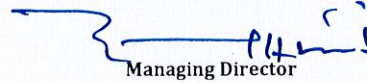
(Amount in Taka)

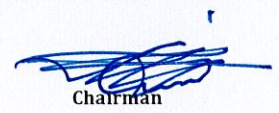
Particulars	Share Capital	Share Premium	Revaluation Surplus	Non-Controlling Interest	Retained Earnings	Total Equity
<b>Balance at 01 July 2021</b>	1,348,958,330	1,086,653,150	3,739,289,135	420,000	2,481,375,217	8,656,695,832
Issuance of share	-	-	-	-	-	-
Bonus share issued	-	-	-	-	-	-
Net profit for the year	-	-	-	(269,622)	184,856,507	184,586,885
<b>Balance at 31 December 2021</b>	<b>1,348,958,330</b>		<b>3,739,289,135</b>	<b>150,378</b>	<b>2,666,231,725</b>	<b>8,841,282,717</b>

<b>Balance at 01 July 2020</b>	1,348,958,330	1,104,070,338	1,986,590,489		2,389,139,227	6,828,758,384
Issuance of share						
During the period Minority Interest				428,319		428,319
Net profit for the year					152,212,475	152,212,475
<b>Balance at 31 December 2020</b>	<b>1,348,958,330</b>	<b>1,104,070,338</b>	<b>1,986,590,489</b>	<b>428,319</b>	<b>2,541,351,702</b>	<b>6,981,399,177</b>

  
Chief Financial Officer

  
Director

  
Managing Director

  
Chairman

Dhaka,  
30 January 2022

  
Company Secretary





**Esquire Knit Composite Limited and Its Subsidiary**

Un-Audited

**Consolidated Statement of Cash Flows  
For the year ended 31 December 2021**

	Notes	31.12.21 Taka	31.12.20 Taka
<b>A. Cash flows from operating activities</b>			
Cash receipts from customers		4,885,141,651	3,222,034,065
Cash receipt from other income		3,774,590	13,504,400
Payment to suppliers		(2,897,042,305)	(1,409,448,454)
Payment to others		(1,768,392,006)	(1,439,191,646)
Interest paid		(95,391,686)	(119,590,799)
Income tax paid		(23,558,187)	(17,428,542)
<b>Net cash flow from operating activities</b>		<b>104,532,058</b>	<b>249,879,024</b>
<b>B. Cash flows from investing activities</b>			
Acquisition of property, plant and equipment		(451,897,102)	(26,155,237)
Capital work in progress		(84,104,892)	(108,857,478)
Investment in shares		-	37,500,000
Investment in FDR		(6,645,164)	163,681,008
<b>Net cash used in investing activities</b>		<b>(542,647,157)</b>	<b>66,168,292</b>
<b>C. Cash flows from financing activities</b>			
<b>Proceeds from share issue</b>		-	-
Repayment of Long Term Loan		157,254,654	(59,560,592)
Receipt/(Repayment) of Short Term Loan		55,210,048	(364,327,499)
<b>Net cash flow from/(used in) financing activities</b>		<b>212,464,702</b>	<b>(423,888,091)</b>
<b>D. Net cash surplus/(deficit) during the year (A+B+C)</b>		<b>(225,650,397)</b>	<b>(107,840,775)</b>
E. Cash and bank balances at beginning of the year		742,195,902	1,726,398,625
Effect of movements in exchange rates on cash held		(689,107)	(345,013)
<b>F. Cash and bank balances at end of the year</b>		<b>515,856,398</b>	<b>1,618,212,837</b>
<b>Cash and bank balances</b>			
Cash in hand		168,988,417	4,807,722
Cash at bank		346,867,981	1,591,220,986
<b>Total</b>		<b>515,856,398</b>	<b>1,596,028,708</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	32	<b>0.77</b>	<b>1.85</b>

Chief Financial Officer

Director

Managing Director

Chairman

Dhaka,  
30 January 2022

Company Secretary





# ESQUIRE KNIT COMPOSITE LIMITED AND IT'S SUBSIDIARY

Notes to the Consolidated Interim Financial Statements (Unaudited)  
For The 2nd Quarter Period Ended 31 December 2021

## 01. Business Activities

Esquire Knit Composite Limited is cent percent export - oriented Company. It produces different types of Knit garments through its six units namely knitting units fabric dyeing units, printing , embroidery, industrial laundry and garments units and subsidiary too and sell the same to foreign buyers.

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

These Financial Statements (They) are the unaudited consolidated interim financial statements (hereinafter "The Consolidated Interim Financial Statements") of Esquire Knit Composite Limited and L'Esquire Limited Companies incorporated in Bangladesh under Companies Act, 1994 for the 2nd quarter period ended December 31, 2021 (hereinafter "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, 2021, as they provide an update of previously reported information.

## 03. Accounting Policies

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

There is no significant event 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.





	31.12.21 Taka	30.06.2021 Taka
<b>4. Property, plant and equipment</b>		
<b>(A) Cost/ Revaluation</b>		
i) Freehold assets		
Opening balance	8,809,146,818	6,837,515,173
Add: Addition during the period	451,897,102	1,971,621,647
	<u>9,261,043,920</u>	<u>8,809,136,819</u>
ii) Leasehold assets		
Opening balance	99,420,368	99,420,368
Add: Addition during the year	-	-
	<u>99,420,368</u>	<u>99,420,368</u>
	<u>9,360,464,288</u>	<u>8,908,557,187</u>
<b>(B) Accumulated depreciation</b>		
i) Freehold assets		
Opening balance	2,452,072,018	2,214,040,448
Add: Charged during the period	103,620,793	238,022,290
	<u>2,555,692,811</u>	<u>2,452,062,737</u>
Less: Adjustment for disposal	-	-
	<u>2,555,692,811</u>	<u>2,452,062,737</u>
ii) Leasehold assets		
Opening balance	59,723,017	47,295,471
Add: Charged during the year	6,213,773	12,427,546
	<u>65,936,790</u>	<u>59,723,017</u>
	<u>2,621,629,601</u>	<u>2,261,268,144</u>
	<u>468,154,857</u>	<u>468,154,857</u>
<b>(C) Written Down Value (A-B)</b>	<u><u>6,738,834,686</u></u>	<u><u>6,396,771,433</u></u>
	6,738,834,686	(1)
<b>5. Capital work in progress</b>		
Opening balance	1,857,729,950	715,326,604
Add: Addition during the period	218,949,978	1,266,485,312
	<u>2,076,679,928</u>	<u>1,981,811,916</u>
Less: Transfer to Property, Plant & Equipment	134,845,087	124,081,966
	<u><u>1,941,834,842</u></u>	<u><u>1,857,729,950</u></u>
<b>5.1 Addition during the year</b>		
BSCIC-Doom project	-	-
Advance for construction -Valuka project	-	-
Valuka Project	213,762,060	1,003,695,748
Machineries in work in process-Unit-7	-	260,246,678
Machineries in work in process	-	2,542,886
L'esq Ltd	5,187,918	-
Warehouse- Kunchpur	-	-
	<u>218,949,978</u>	<u>1,266,485,312</u>
<b>6. Investment in shares</b>		
Esquire Accessories Limited	10,275,000	10,275,000
L' Esquire Ltd	-	-
Esquire Electronics Limited	37,500,000	37,500,000
Investment in ICL Unit Fund	100,000,000	100,000,000
	<u>147,775,000</u>	<u>147,775,000</u>

31.12.21 Taka	30.06.2021 Taka
------------------	--------------------





7. Inventories

	Quantity		
Yarn (kg)	2,224,002	942,927,626	837,871,652
Dyes (kg)	100,521	219,287,237	242,337,642
Chemical (kg)	1,613,668	101,055,022	130,155,983
Finishing Materials	-	558,529,282	740,178,282
Materials in transit	-	66,520,321	129,872,558
Spare parts and consumable items	-	271,255,826	245,213,080
Work in process	-	482,104,520	791,466,248
Finished goods (pcs.)	386,627	498,468,499	275,594,128
		<b>3,140,148,334</b>	<b>3,392,689,573</b>

8. Accounts receivables

31.12.21	30.06.2021
Taka	Taka
<b>1,375,082,449</b>	<b>1,243,153,717</b>
<b>3,293,702</b>	

9. Accounts receivables

9. Rental Income	1,845,324	3,372,700
Accrued interest on FDR	4,392,160	445,389
Total	<b>6,237,484</b>	<b>3,818,089</b>

10. Advance, deposit and prepayments

Advance	( Note: 10.1)	498,879,936	571,007,182
Deposit	( Note: 10.2)	62,814,581	66,441,233
Prepayments	( Note: 10.3)	7,571,833	9,152,833
		<b>569,266,350</b>	<b>646,601,248</b>

10.1 Advance

Advance against expenses			-
Advance to creditors		379,250,934	476,304,571
Advance against salaries		12,769,910	11,401,705
Advance to L'Esquire Ltd		-	-
Advance Income Tax	(Note: 10.1.1)	106,859,093	83,300,906
		<b>498,879,936</b>	<b>571,007,182</b>

10.1.1 Advance Income Tax

Opening balance		83,300,906	104,143,833
Add: Addition during the year	(Note: 10.1.1.1)	23,558,187	47,450,430
		106,859,093	151,594,263
Less: Adjustment			68,293,357
		<b>106,859,093</b>	<b>83,300,906</b>

31.12.21	30.06.2021
Taka	Taka

10.1.1.1 Advance Income Tax addition

Advance Income Tax on Car			2,582,500
Advance Income Tax on FDR Interest		250,334	3,976,414
TDS on Cash Incentive			3,245,400
TDS on Import Stage			2,964,804
TDS on Export Proceeds		23,307,853	34,681,312
		<b>23,558,187</b>	<b>47,450,430</b>

10.2 Deposit

Guarantee margin		885,530	2,892,017
Security deposit	(Note: 10.2.1)	9,762,781	12,691,354
FBPAR & margin account	(Note: 10.2.2)	52,166,270	50,857,861
		<b>62,814,581</b>	<b>66,441,232</b>





### 10.2.1 Security deposit

Rural Electrification Board (REB) for electricity	4,366,944	7,295,517
Security Deposit-BSCIC	1,455,000	1,455,000
PIL Bangladesh Ltd	400,000	400,000
Mobile phone	60,000	60,000
Lease rental	691,260	691,260
Titas Gas Transmission & Distribution Company Limited for gas	2,789,577	2,789,577
	<b>9,762,781</b>	<b>12,691,354</b>

### 10.2.2 FBPAR & margin account

FBPAR A/C with DBBL -in Dollar	6,998,004	11,102,459
FBPAR A/C with DBBL -in EURO	137,749	7,429,461
FBPAR A/C with UCBL -in Dollar		
UCBL A/C with DBBL -in EURO		
Margin A/C with EBL -in Dollar	43,112,741	144,633
Margin A/C with EBL -in EURO	1,917,776	32,104,705
		76,603
	<b>52,166,270</b>	<b>50,857,861</b>

### 10.3 Prepayments

Insurance premium	<b>7,571,833</b>	<b>9,152,833</b>
-------------------	------------------	------------------

<b>31.12.21</b>	<b>30.06.2021</b>
<b>Taka</b>	<b>Taka</b>

### 11. Investment

Investment in FDR	(Note: 11.1)	<b>105,152,257</b>	<b>98,507,093</b>
-------------------	--------------	--------------------	-------------------

### 12. Cash and bank balances

Cash in hand	(Note: 12.1)	168,988,417	19,716,786
Cash at bank	(Note: 12.2)	346,867,981	722,479,116
		<b>515,856,398</b>	<b>742,195,902</b>

### 12.1 Cash in hand

Head Office	167,741,199	13,563,899
Factory	1,247,218	6,152,887
	<b>168,988,417</b>	<b>19,716,786</b>

### 12.2 Cash at bank

Bank Name	Branch	A/C #		
Dutch Bangla Bank Ltd.	Local office	101.117.163	4,726,549	49,179,088
Dutch Bangla Bank Ltd.	Local office	101.119.20	3,218,442	5,581
Dutch Bangla Bank Ltd.	Local office	101.110.0006900	58,271,767	398,039,467
Dutch Bangla Bank Ltd.	Cawran Baza	101.110.36941	11,796	85,467
Dutch Bangla Bank Ltd.	Cawran Baza	101.120.5645	75,672	521,803
Dutch Bangla Bank Ltd.	Cawran Baza	101.120.5692	120,008	423,146
Eastern Bank Ltd.	Principal	101.305.3310	58,546	58,003
Dutch Bangla Bank Ltd.	Cawran Baza	107.120.484	407,987	407,987
BRAC Bank Ltd.		1505203551787001	263,027	139,873,894
Jamuna Bank Ltd.	Mohakhali	102.100.15098	2,618	2,065
NCC Bank CD A/C	Baridhara	107.021.000.1597	23,667	22,757
One Bank Ltd.	Agrabad, Ctg	003.105.0001366	204,619	267,284
Al -Arafa Islami Bank Ltd		0141020047786	15,000	15,000
Bank Asia		62733000256	210,515	206,556
Dutch Bangla Bank Ltd.		107.110.0031497	1,885,479	1,886,117
Shahajalal Islamic Bank		40331100000679	2,355	2,355
South Bangla Ariculture		001.011.1005482	14,655	14,655
United Commercial Bank		781.101.000002124	13,923,333	593,569





United Commercial Bank	0781184000000267	254,853,957	56,349,212
UCBL -FACD in USD A/C	0781181000000193	6,409,185	7,362,473
HSBC	001-011576-011	41,415	41,415
Dutch Bangla Bank Ltd.	101.120.0007676	967,111	2,290,589
One Bank Ltd.	0031020009947	15,758	15,758
South Bangla Ariculture	0010111005482	27,934	
Bank asia, Kawranbazar Brunch, A/C No. 6273300266		358,424	22,482,603
Shahjalal Islami Bank Ltd, Eskaton Branch, A/C No. 4033.111.0000		754,854	8,258,967
Dutch Bangla Bank Ltd. office, Dill		-	-
One Bank Ltd. Mirpur	110039901005	3,306	3,306
		<b>346,867,981</b>	<b>722,479,116</b>

### 13. Share capital

<u>Authorized capital</u>		
200,000,000 Ordinary shares of Tk.10 each	<u>2,000,000,000</u>	<u>2,000,000,000</u>
<u>Issued, subscribed and paid-up capital</u>		
100,000,000 Ordinary shares of Tk.10 each fully paid	<u>1,348,958,330</u>	<u>1,348,958,330</u>

Details of the shareholdings are as under:		31.12.21	30.06.2021
		Taka	Taka
Name of Shareholders	No. of shares 30.06.2018		
Mr. Md. Mofazzal Hossain	28,791,667	287,916,670	287,916,670
Mr. Md. Ehsanul Habib	15,032,960	150,329,600	150,329,600
Mr. Arifur Rahman	7,925,000	79,250,000	79,250,000
Mr. Md. Muddasar Hossain	7,925,000	79,250,000	79,250,000
Mrs. Peara Begum	3,681,343	36,813,430	36,813,430
Esquire Dyeing Industries	29,581,343	295,813,430	295,813,430
Esquire Accessories Ltd.	1,214,677	12,146,770	12,146,770
Esquire Electronics Ltd.	5,848,010	58,480,100	58,480,100
General Public and Institution	-	348,958,330	348,958,330
	<b>100,000,000</b>	<b>1,348,958,330</b>	<b>1,348,958,330</b>

The company increased its authorised capital from 1,500 million to 2,000 million by passing a special resolution in the company's Extra Ordinary General Meeting (EGM) held on 22 December 2016.

13.1 Non-Controlling Interest	No. of shares	Taka	Taka
Share of Capital 'L Esquire Ltd	42,000	420,000	420,000
Add: Retained Earning		(269,622)	(59,575)
		<u>150,378</u>	<u>360,425</u>

14 Share Premium account 1,086,653,150 1,086,653,150

15 Revaluation surplus 3,739,289,135 3,739,289,135

16 Retained earnings

Opening balance	2,481,375,217	2,387,817,831
Add: Net profit after tax for the year	184,856,507	295,901,136
Less: Cash dividend		202,343,750

17 Deferred Tax liabilities 2,666,231,724 2,481,375,217

Deferred tax liabilities have been recognized and measured in accordance with the provisions of IAS 12:

Deferred tax liabilities related to Profit	(Note: 16.1)	123,204,363	117,058,209
Deferred tax Liabilities related to other		155,803,714	155,803,714
		<u>279,008,077</u>	<u>272,861,923</u>

17.1 Deferred tax liabilities





	Carrying amount Taka	Tax base Taka	Taxable temporary difference Taka
--	-------------------------	------------------	--

As at 31 December 2021

**Deferred tax liabilities related to Profit and Loss A/C**

Property, plant and equipment excluding	2,451,549,640	1,424,846,617	1,026,703,023
Applicable tax rate			12.00%
Deferred tax liability			<u>123,204,363</u>

**Deferred tax Liabilities related to other comprehensive income**

Revaluation reserve for land	3,895,092,849	Nil	3,895,092,849
Applicable tax rate			4.00%
Deferred tax liability			<u>155,803,714</u>

	Carrying amount Taka	Tax base Taka	Taxable temporary difference Taka
--	-------------------------	------------------	--

As at 30 June 2021

**Deferred tax liabilities related to Profit and Loss A/C**

Property, plant and equipment excluding	2,297,036,147	1,321,551,071	975,485,076
Applicable tax rate			12%
Deferred tax liability			<u>117,058,209</u>

	Carrying amount Taka	Tax base Taka	Taxable temporary difference Taka
--	-------------------------	------------------	--

**Deferred tax Liabilities related to other comprehensive income**

Revaluation reserve for land	3,895,092,849	Nil	3,895,092,849
Applicable tax rate			4.00%
Deferred tax liability			<u>155,803,714</u>

	31.12.21 Taka	30.06.2021 Taka
--	------------------	--------------------

**17.2 Deferred Tax Expenses**

Deferred Liabilities at the end of the period	123,204,363	117,058,209
Deferred Liabilities at the beginning of the period	117,058,209	108,413,149
Deferred Tax expenses	<u>6,146,154</u>	<u>8,645,060</u>

**18. Long term loan net of current maturity**

Deutsche Investitions- und International Finance Corporation	(Note: 17.1)	-	-
Jamuna Bank Limited	(Note: 17.2)	1,180,900,000	1,180,900,000
Dutch Bangla Bank Limited-Term Loan	(Note: 17.3)	25,417,766	26,598,619
L'Esq Ltd		1,532,164,948	1,532,164,948
IDLC Finance Limited		-	-
		38,518,332	43,110,391
		2,777,001,046	2,782,773,958
Less: Current portion of long term loan		683,825,188	638,302,027
		630,558,856	602,734,255
International Finance Corporation		14,748,000	15,495,492
Dutch Bangla Bank Limited		38,518,332	20,072,280
Jamuna Bank Limited			
IDLC Finance Limited			
		<u>2,093,175,858</u>	<u>2,144,471,931</u>

**18.1 International Finance Corporation**

	<u>1,180,900,000</u>	<u>1,180,900,000</u>
--	----------------------	----------------------





	31.12.21 Taka	30.06.2021 Taka
18.2 Jamuna Bank Limited	25,417,766	26,598,619
18.3 Dutch-Bangla Bank Limited	1,532,164,948	1,532,164,948
<b>19. Finance lease obligation net off current maturity</b>		
IDLC Finance Limited	5,775,355	7,619,878
IPDC Finance Limited	2,745,968	4,348,674
	8,521,323	11,968,552
Less: Current portion of finance lease obligation-IDLC	4,259,827	5,468,220
Less: Current portion of finance lease obligation-IPDC	4,259,827	2,993,544
	4,259,827	8,461,764
		3,506,788
Net changes of Lease assets of L' Esquire Ltd	117,371,959	(2,083,425)
	<b>121,633,455</b>	<b>1,423,363</b>

	31.12.21 Taka	30.06.2021 Taka
<b>20. Short term loan</b>		
Dutch Bangla Bank Limited	663,632,726	929,802,980
Eastern Bank Limited	74,658,366	16,206,792
United commercial Bank Ltd	184,590,825	64,060,332
Bank Asia Ltd	255,805,143	255,752,188
IFIL	100,000,000	103,290,000
South Bangla Agriculture Ltd	255,959,038	
IPDC Finance Limited		110,323,760
	<b>1,534,646,098</b>	<b>1,479,436,051</b>

<b>20.1 Short Term Loan Dutch Bangla Bank Limited</b>		
Export cash credit	30,656,442	72,334,052
Loan Trust Receipts (LTR)		2,741,194
Loan against EDF	-	-
Overdraft	270,523,803	-
PAD-Foreign cash	386,855	275,542,296
Bills purchase		23,132,011
Short term loan-EMI	75,000,000	164,515,902
Other loans	287,065,626	391,537,525
	<b>663,632,726</b>	<b>929,802,980</b>

	31.12.21 Taka	30.06.2021 Taka
<b>20.1.1 Overdraft</b>		
<u>Name of the Bank</u>		
Dutch Bangla Bank Ltd.		
Dutch Bangla Bank Ltd.		
Dutch Bangla Bank Ltd.		
Dutch Bangla Bank Ltd.		
One Bank Ltd.		
<u>Branch</u>		
Kawran Bazar	270,000,000	193,100,555
Kawran Bazar		81,917,938
Kawran Bazar		2,000
Dilkusha	2,000	2,000
Agrabad, Ctg.	521,803	521,803
	<b>270,523,803</b>	<b>275,542,296</b>





**20.2 Eastern Bank Limited**

Overdraft	29,778,653	16,206,792
Packing credit	40,337,000	
Loan against EDF	4,542,712	-
	<u>74,658,366</u>	<u>16,206,792</u>

**20.3 United Commercial Bank Ltd.**

Overdraft	49,955,019	12,945,782
Time loan normal	29,655,077	41,382,491
Loan against EDF	104,980,729	
Export Cash credit		9,732,060
	<u>184,590,825</u>	<u>64,060,332</u>

**21 Unclaimed Dividend**

<u>4,176,706</u>	<u>4,176,706</u>
------------------	------------------

<u>31.12.21</u>	<u>30.06.2021</u>
<u>Taka</u>	<u>Taka</u>

**21. Accounts payable**

Import liability and Other creditors	<u>829,500,033</u>	<u>1,027,350,053</u>
--------------------------------------	--------------------	----------------------

**22. Liabilities for expenses**

<u>263,906,469</u>	<u>291,929,018</u>
--------------------	--------------------





	Oct to Dec 21 Taka	Oct to Dec 20 Taka	YTD( Six month) July to Dec-21	YTD( Six month) July to Dec-20
<b>23. Sales</b>				
Export sales	2,359,422,901	2,018,273,448	5,017,070,383	3,731,667,219
<b>24. Cost of Goods Sold</b>				
Cost of materials consumed (Garments)	1,604,563,385	1,025,452,116	2,857,469,261	1,933,508,737
Cost of direct labor	331,802,816	488,957,346	876,981,045	985,338,671
Prime cost	1,936,366,201	1,514,409,462	3,734,450,306	2,918,847,408
Factory overheads	162,400,698	143,668,450	293,208,852	263,898,555
Cost of Goods put into Process	2,098,766,900	1,658,077,913	4,027,659,159	3,182,745,964
Opening Work in process	658,196,297	689,269,361	791,466,248	589,469,562
Closing Work in process	(482,104,520)	(679,369,262)	(482,104,520)	(679,369,262)
Cost of Goods Manufactured	2,274,858,677	1,667,978,012	4,337,020,887	3,092,846,264
Opening Finished Goods	186,572,744	166,582,807	275,594,128	136,582,807
Cost of Goods Available for Sale	2,461,431,421	1,834,560,819	4,612,615,015	3,229,429,071
Closing Finished Goods	(498,468,499)	(146,382,705)	(498,468,499)	(146,382,705)
	<u>1,962,962,922</u>	<u>1,688,178,114</u>	<u>4,114,146,516</u>	<u>3,083,046,366</u>
<b>24.1 Raw Materials Consumption</b>				
Yarn & Fabrics	1,302,646,567	838,059,129	2,242,415,019	1,417,154,170
Dyes	35,986,021	39,108,943	69,932,572	66,828,230
Chemical	66,218,098	69,831,655	125,991,953	130,052,227
Finishing Materials	199,712,700	78,452,389	419,129,718	319,474,110
	<u>1,604,563,385</u>	<u>1,025,452,116</u>	<u>2,857,469,261</u>	<u>1,933,508,737</u>
<b>24.2 Cost of direct labor</b>				
Workers wages	150,405,384	297,927,372	510,134,567	587,080,980
Workers overtime	63,147,399	67,746,999	132,111,703	157,408,717
Daily labor	8,205,409	1,595,861	8,689,486	2,386,306
Salary	108,134,535	120,678,469	222,045,305	235,497,704
Festival bonus and Provident Fund	1,910,089	1,008,646	3,999,984	2,964,965
	<u>331,802,816</u>	<u>488,957,346</u>	<u>876,981,045</u>	<u>985,338,671</u>
<b>24.3 Factory overheads</b>			828,184,141	
Gas and electricity	48,637,960	55,161,503	100,964,917	99,601,358
Insurance premium	4,389,078	3,643,860	8,394,339	8,010,522
Tiffin expenses for workers	3,967,141	2,067,039	8,197,781	4,855,218
Spare Parts Consumption	32,854,524	26,792,286	63,117,363	55,683,130
Consumable items	6,841,704	2,152,359	6,841,704	3,759,466
Vehicle running ( Oil and fuel)	3,560,894	2,436,862	6,834,015	5,527,689
Local conveyance	2,024,174	495,419	4,075,624	1,093,200
Telephone & Mobile bills	693,200	604,878	1,172,701	875,343
Finance Charge	2,710,841		2,710,841	
Depreciation on Finance lease	2,021,520		2,021,520	
Depreciation	54,699,663	50,314,244	88,878,047	84,492,629
	<u>162,400,698</u>	<u>143,668,450</u>	<u>293,208,852</u>	<u>263,898,555</u>
			282,630,803	
<b>25. Operating expenses</b>				
Office & administrative expenses	71,059,514	60,773,508	137,327,606	148,119,146
Selling & distribution expenses	166,138,630	97,723,079	432,257,489	172,417,335
	<u>237,198,144</u>	<u>158,496,587</u>	<u>569,585,094</u>	<u>320,536,481</u>
<b>25.1 Office &amp; administrative expenses</b>				
Director remuneration	7,500,000	7,500,000	15,000,000	15,000,000
Salary & allowances	43,294,852	40,554,827	76,940,046	86,048,092
Contribution to employees provident f	466,038	456,227	1,818,144	1,743,947
Vehicle maintenance	511,997	397,077	871,941	757,021
Vehicle running expenses	2,298,071	2,090,144	4,515,063	5,002,419
Entertainment	551,150	346,432	806,616	1,119,826
Printing expenses	108,273	126,072	151,026	158,785
Stationery expenses	779,020	(621,542)	1,359,230	-
Telephone, mobile & internet	126,195	890,502	1,249,062	2,013,369
Travelling & conveyance	400,448	219,803	1,055,131	546,433
Bank charges	3,173,298	1,685,869	5,501,852	5,105,926
License, renewal & registration	1,129,762	5,760,000	2,566,246	2,145,306
Utility expenses	1,276,421	1,210,908	1,930,044	901,202
Audit fees	215,625	379,518	431,250	425,000
Central Fund	-	209,375	-	850,664
Exchange loss	(3,572,137)	-	(689,107)	(8,845,888)
Floor rent	1,241,000	(19,662,950)	2,002,000	5,760,000
Depreciation	11,425,479	9,531,040	20,956,519	19,062,080
Miscellaneous expenses	134,023	9,700,206	862,544	10,324,964
	<u>71,059,514</u>	<u>60,773,508</u>	<u>137,327,606</u>	<u>148,119,146</u>





**25.2 Selling & distribution expenses**

Inspection & certificate issue expenses	32,763,964	32,417,416	81,089,165	32,453,461
Export permission	9,986,319	6,491,989	11,360,562	20,000,230
Foreign Travel for marketing	323,775	43,305	1,557,807	227,144
Sample and courier expenses	12,164,382	2,724,398	8,058,971	29,346,344
Bank charges on export proceeds	54,118,260	44,718,920	175,011,319	64,966,474
Freight charges on export	25,003,000	7,416,739	88,037,430	15,380,627
C&F expenses on export	15,562,885	3,775,312	46,002,185	8,772,055
Carriage outward on export	16,216,045	135,000	21,140,050	1,271,000
	<b>166,138,630</b>	<b>97,723,079</b>	<b>432,257,489</b>	<b>172,417,335</b>

**26. Financial expenses**

Interest on Short term loan	29,256,013	54,724,353	58,512,026	78,838,613
Interest on Long term loan	28,431,744	16,772,759	56,863,488	53,885,191
Interest on Finance lease	57,979	589,805	115,957	691,702
	<b>57,745,736</b>	<b>72,086,917</b>	<b>115,491,471</b>	<b>133,415,506</b>

**27. Non operating income**

	<b>3,042,011</b>	<b>1,306,650</b>	<b>6,193,985</b>	<b>2,613,300</b>
Interest income from FDR	1,196,687		2,503,337	
Lease rental	1,845,324	1,306,650	3,690,648	2,613,300

**28. Provision for contribution to WPPF & WF**

				<b>5,408,900</b>
--	--	--	--	------------------

**29. Income tax expenses**

	<b>14,917,040</b>	<b>10,516,028</b>	<b>31,650,919</b>	<b>15,256,840</b>
--	-------------------	-------------------	-------------------	-------------------

**Calculation of Current tax/ Tax expenses**

Particulars	Tk	Tk	Tk
Revenue		2,359,422,901	2,018,273,448
Income rate		14,156,537	12,109,641
Non-operating income		760,502.71	326,662.50
<b>Current Tax</b>		<b>14,917,040</b>	<b>12,436,303</b>





	31.12.21 Taka	30.06.2021 Taka
<b>30 Net Asset Value (NAV) Per Share</b>		
Total assets	14,655,414,428	14,529,242,003
Total Liabilities	(5,814,131,711)	(5,872,605,746)
Net Asset Value (NAV) (A)	8,841,282,717	8,656,636,257
Revaluation reserve	(3,739,289,135)	(3,739,289,135)
Net Asset Value (NAV) without revaluation reserve (B)	5,101,993,582	4,917,347,122
Weighted Average Number of shares	134,895,833	134,895,833
Net Asset Value (NAV) per share with revaluation reserve (A÷C)	<u>65.54</u>	<u>64.17</u>
Net Asset Value (NAV) per share without revaluation reserve (B÷C)	<u>37.82</u>	<u>36.44</u>

Net asset Value (NAV) per share have increased due to net profit growth. There is no abnormal fluctuation for NAV increase rather normal course of business growth.

	31.12.21 Taka	31.12.20 Taka
<b>31 Earnings Per Share (EPS)</b>		
Earning attributable to ordinary shareholders (Taka)	85,041,282	80,531,578
Weighted Average Number of shares	134,895,833	134,895,833
Earnings Per Share (Taka)	<u>0.63</u>	<u>0.60</u>

EPS has been increased due to positive growth of net profit during the reporting period. There is no abnormal fluctuation rather normal course of business growth.

<b>32 Net Operating Cash Flow Per Share (NOCFPS)</b>		
Net operating cash flows	104,532,058	249,879,024
Weighted Average Number of shares	134,895,833	134,895,833
Net operating cash flows per shares	<u>0.77</u>	<u>1.85</u>

Net operating cash flows reflects positive than corresponding period of last year as Accounts receivable collection more than that of corresponding period as well as inventories reduced than June 30,2021.

**Calculation of Weighted Average Number of shares**

Particulars	Formula	31.12.21	31.12.21
		No of shares	No of shares
Allotment of Existing shares	100000000	100,000,000	100,000,000
Allotment of new shares Allotment date: Februray 07,2019	34895833	34,895,833	34895833
<b>Weighted Average Number of shares</b>		<b>134,895,833</b>	<b>134,895,833</b>

**33 Reconciliation of net profit with cash flow from operating activities**

Net profit after tax for the year	184,856,507	152,212,475
<b>Adjustment for non-cash items:</b>		
Depreciation	109,834,566	103,554,709
Deferred Tax Adjustment	6,146,154	24,403,952
<b>Changes in Working Capital:</b>		
(Increase)/decrease in Inventory	252,541,239	536,105,804
Decreases in Accounts receivable	(134,348,127)	(498,742,054)
(Increase)/decreases in Advance deposit and Payments	(88,450,793)	134,273,756
Increase in Accounts payable	(197,788,114)	(115,201,131)
Decrease in Accrued Expenses	(28,259,376)	(86,804,673)
<b>Net cash flow from operating activities</b>	<b>104,532,058</b>	<b>249,802,838</b>





34. Related party disclosures

i) Related party transactions

(Amount in Taka)

Name	Nature of relationship	Nature of Transaction	Opening Balance	Purchase/collection	Payment	Outstanding as on 31.12.2021 (Receivable)/ Payable
Esquire Accessories Limited	Common Management	Purchase	35,304,323	2,031,254	2,132,124	35,203,453
Esquire Electronics Limited	Common Management	Purchase	135,195		135,195	-
Esquire Dyeing Industries Limited	Common Management	Dyeing	46,552,633	55,780,893	125,619,830	(23,286,304)
Esquire Testing Services (BD) Limited	Common Management	Fabric testing fees	4,506,704	16,100,000		20,606,704
Pinnacle construction Management Ltd	Common Management	Contractor	(203,708,007)	69,873,014		(133,834,993)
Esquire Plasic Ltd	Common Management	Purchase	-			-
						<b>(101,311,141)</b>





# **Second Quarter**

Se

**Separate's Financial Statement 2021-2022  
(Unaudited)**



Un-Audited

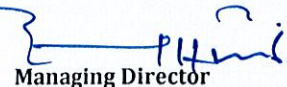
**Esquire Knit Composite Limited**  
**Statement of Financial Position**  
**As at 31 December 2021**

	Notes	31.12.21 Taka	30.06.2021 Taka
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	4	6,470,095,642	6,315,582,147
Capital work in progress	5	1,750,497,858	1,671,580,884
Investment in shares	6	189,775,000	189,775,000
<b>Current Assets</b>			
Inventories	7	3,139,797,235	3,391,141,816
Accounts receivables	8	1,371,788,747	1,236,543,153
Other receivables	9	6,237,484	3,818,089
Advance, deposit and prepayments	10	1,001,354,595	912,214,696
Investment	11	105,152,257	98,507,093
Cash and bank balances	12	514,436,221	677,140,433
<b>TOTAL ASSETS</b>		<b>14,549,135,037</b>	<b>14,496,303,312</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Shareholders' Equity</b>			
Share capital	13	1,348,958,330	1,348,958,330
Share Premium Account	14	1,086,653,150	1,086,653,150
Revaluation surplus	15	3,739,289,135	3,739,289,135
Retained earnings	16	2,693,406,683	2,487,333,307
<b>Non Current Liabilities</b>			
Deferred Tax liabilities	17	279,008,077	272,861,923
Long term loan net of current maturity	18	2,093,175,858	2,144,471,931
Finance lease obligation net off current maturity	19	4,259,827	3,506,788
<b>Current Liabilities</b>			
Short term loan	20	1,534,646,098	1,479,436,050
Current portion of long term loan	18	683,825,188	638,302,027
Current portion of finance lease obligation	19	4,261,496	8,461,764
Uncalimed dividend		4,176,706	4,176,707
Accounts payable	21	823,615,213	998,950,865
Liabilities for expenses	22	253,859,276	283,901,333
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>14,549,135,037</b>	<b>14,496,303,312</b>
<b>Net Asset Value (NAV) per share with revaluation reserve</b>		<b>65.74</b>	<b>64.21</b>
<b>Net Asset Value (NAV) per share without revaluation reserve</b>		<b>38.02</b>	<b>36.48</b>

The annexed notes from 1 to 34 form an integral part of these financial statements.

  
 Chief Financial Officer

  
 Director

  
 Managing Director

  
 Chairman

Dhaka,  
 30 January 2022

  
 Company Secretary





Un-Audited


**Esquire Knit Composite Limited**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 31 December 2021**

Figure in Taka


Particulars	Notes	2nd Quarter		Year to Date	
		Oct to Dec-21	Oct to Dec-20	July to Dec-21	July to Dec-20
Revenue	23	2,351,063,401	2,018,273,448	5,008,710,883	3,731,667,219
Less: Cost of Goods Sold	24	1,939,940,115	1,688,178,114	4,089,575,952	3,083,046,366
<b>Gross profit</b>		<b>411,123,287</b>	<b>330,095,334</b>	<b>919,134,932</b>	<b>648,620,853</b>
Less: Operating expenses	25	232,378,065	157,306,467	564,629,446	320,536,481
<b>Gross operating profit for the year</b>		<b>178,745,221</b>	<b>172,788,867</b>	<b>354,505,485</b>	<b>328,084,372</b>
Less: Financial expenses	26	57,745,736	72,086,917	115,491,471	133,415,506
<b>Net operating profit for the year</b>		<b>120,999,486</b>	<b>100,701,950</b>	<b>239,014,014</b>	<b>194,668,866</b>
Add: Non operating income	27	3,042,011	1,306,650	6,193,985	2,613,300
<b>Profit before WPPF &amp; WF for the year</b>		<b>124,041,496</b>	<b>102,008,600</b>	<b>245,207,999</b>	<b>197,282,166</b>
Less: Provision for contribution to WPP	28	772,406	497,826	1,387,707	5,408,900
<b>Profit before tax for the year</b>		<b>123,269,091</b>	<b>101,510,775</b>	<b>243,820,292</b>	<b>191,873,267</b>
<b>Less: Income tax expenses</b>		<b>18,694,266</b>	<b>19,789,076</b>	<b>37,746,916</b>	<b>39,660,792</b>
Current Tax	29	14,866,883	10,516,028	31,600,762	15,256,840
Deferred Tax		3,827,383	9,273,048	6,146,154	24,403,952
<b>Net profit after tax for the year</b>		<b>104,574,825</b>	<b>81,721,699</b>	<b>206,073,376</b>	<b>152,212,475</b>
Add: Other comprehensive income, net of tax					
<b>Total comprehensive income</b>		<b>104,574,825</b>	<b>81,721,699</b>	<b>206,073,376</b>	<b>152,212,475</b>
<b>Earnings Per Share (EPS) - Basic</b>	02	<b>0.78</b>	<b>0.61</b>	<b>1.53</b>	<b>1.13</b>

Chief Financial Officer

Dhaka,  
30 January 2022
  
 Director

  
 Managing Director

  
 Chairman

  
 Company Secretary




**Esquire Knit Composite Limited**

**Un-Audited**

**Statement of Changes in Equity  
For the year ended 31 December 2021**

**(Amount in Taka)**

Particulars	Share Capital	Share Premium	Revaluation Surplus	Retained Earnings	Total Equity
Balance at 01 July 2021	1,348,958,330	1,086,653,150	3,739,289,135	2,487,333,306	8,662,233,921
Issuance of share	-	-	-	-	-
Bonus share issued	-	-	-	-	-
Net profit for the year	-	-	-	206,073,377	206,073,377
<b>Balance at 31 December 2021</b>	<b>1,348,958,330</b>	<b>1,086,653,150</b>	<b>3,739,289,135</b>	<b>2,693,406,684</b>	<b>8,868,307,298</b>
Balance at 01 July 2020	1,348,958,330	1,104,070,338	1,986,590,489	2,388,315,658	6,827,934,814
Issuance of share	-	-	-	-	-
Net profit for the year	-	-	-	152,212,475	152,212,475
<b>Balance at 31 December 2020</b>	<b>1,348,958,330</b>	<b>1,104,070,338</b>	<b>1,986,590,489</b>	<b>2,540,528,133</b>	<b>6,980,147,289</b>

Chief Financial Officer

Dhaka,  
30 January 2022

Director

Managing Director

Chairman

Company Secretary





**Esquire Knit Composite Limited**

Un-Audited

**Statement of Cash Flows  
For the year ended 31 December 2021**

	Notes	31.12.21 Taka	31.12.20 Taka
<b>A. Cash flows from operating activities</b>			
Cash receipts from customers		4,873,465,289	3,229,619,642
Cash receipt from other income		3,774,590	13,504,400
Payment to suppliers		(2,860,210,275)	(1,412,138,644)
Payment to others		(1,765,677,519)	(1,467,333,237)
Interest paid		(95,391,686)	(119,590,799)
Income tax paid		(23,558,187)	(17,428,542)
<b>Net cash flow from operating activities</b>		<b>132,402,213</b>	<b>226,632,820</b>
<b>B. Cash flows from investing activities</b>			
Acquisition of property, plant and equipment		(254,845,087)	(26,155,237)
Capital work in progress		(78,916,974)	(62,684,403)
Investment in shares		-	(4,500,000)
Investment in FDR		(6,645,164)	163,681,008
<b>Net cash used in investing activities</b>		<b>(340,407,225)</b>	<b>70,341,367</b>
<b>C. Cash flows from financing activities</b>			
<b>Proceeds from share issue</b>		-	-
Repayment of Long Term Loan		(9,220,142)	(59,560,592)
Receipt/(Repayment) of Short Term Loan		55,210,048	(364,327,499)
<b>Net cash flow from/(used in) financing activities</b>		<b>45,989,906</b>	<b>(423,888,091)</b>
<b>D. Net cash surplus/(deficit) during the year (A+B+C)</b>		<b>(162,015,106)</b>	<b>(126,913,903)</b>
<b>E. Cash and bank balances at beginning of the year</b>		<b>677,140,433</b>	<b>1,726,398,625</b>
Effect of movements in exchange rates on cash held		(689,107)	(3,456,013)
<b>F. Cash and bank balances at end of the year</b>		<b>514,436,221</b>	<b>1,596,028,709</b>
<b>Cash and bank balances</b>			
Cash in hand		168,681,518	4,807,722
Cash at bank		345,754,703	1,591,220,986
<b>Total</b>		<b>514,436,221</b>	<b>1,596,028,708</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	32	<b>0.98</b>	<b>1.68</b>

  
Chief Financial Officer

  
Director

  
Managing Director

  
Chairman

Dhaka,  
30 January 2022

  
Company Secretary





**Esquire Knit Composite Ltd.**  
**Notes to the Interim Financial Statements**  
**For The 2nd Quarter Ended 31 December 2021**

**1. Business Activities**

Esquire Knit Composite Limited is a cent percent export-oriented Company. It produces different types of Knit garments through its six units namely, knitting units, fabric dyeing unit, printing, embroidery, industrial laundry and garments units and sells the same to foreign buyers including C&A buying KG, Best Seller, Mascot, Tchibo, Esprit, Tee Jays, Celio, Next, etc.

**2. 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 Esquire Knit Composite Ltd., for the 2nd Quarter Ended on December 31, 2021 (hereinafter the interim period). They are prepared in accordance with the Bangladesh Accounting Standard (IAS-34) 'Interim Financial Reporting'. These financial statements should read in conjunction with the Annual Financial Statements as of June 30, 2021, as they provide an update of previous reported information.

**3. Accounting Policies**

The accounting policies and presentation used are consistent with those used in the Annual 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 has no reportable operating segments as per requirement of IFRS-8, "Operating Segment".

Figures have been rounded off to the nearest Taka.





	31.12.21 Taka	30.06.2021 Taka
<b>4. Property, plant and equipment</b>		
<b>(A) Cost/ Revaluation</b>		
<b>i) Freehold assets</b>		
Opening balance	8,718,926,423	6,837,515,171
Add: Addition during the period	254,845,087	1,881,411,252
	<u>8,973,771,510</u>	<u>8,718,926,423</u>
<b>ii) Leasehold assets</b>		
Opening balance	99,420,368	99,420,368
Add: Addition during the year	-	-
	<u>99,420,368</u>	<u>99,420,368</u>
	<u>9,073,191,878</u>	<u>8,818,346,791</u>
		8818346791
<b>(B) Accumulated depreciation</b>		
<b>i) Freehold assets</b>		
Opening balance	2,443,041,626	2,214,040,447
Add: Charged during the period	94,117,819	229,001,178
	<u>2,537,159,445</u>	<u>2,443,041,626</u>
Less: Adjustment for disposal	-	-
	<u>2,537,159,445</u>	<u>2,443,041,626</u>
<b>ii) Leasehold assets</b>		
Opening balance	59,723,018	47,295,472
Add: Charged during the year	6,213,773	12,427,546
	<u>65,936,791</u>	<u>59,723,018</u>
<b>(C) Written Down Value (A-B)</b>	<u>6,470,095,642</u>	<u>6,315,582,147</u>
	6,470,095,642	
	(0)	
<b>5. Capital work in progress</b>		
Opening balance	1,671,580,884	715,326,604
Add: Addition during the period (Note: 5.1)	213,762,060	1,006,238,634
	<u>1,885,342,944</u>	<u>1,721,565,238</u>
Less: Transfer to Property, Plant & Equipment	134,845,087	49,984,354
	<u>1,750,497,858</u>	<u>1,671,580,884</u>
<b>5.1 Addition during the year</b>		
BSCIC-Doom project	-	-
Advance for construction -Valuka project	-	-
Valuka Project	213,762,060	1,003,695,748
Machineries in work in process-Unit-7	-	-
Machineries in work in process	-	2,542,886
Warehouse- SFM	-	-
Warehouse- Kunchpur	-	-
	<u>213,762,060</u>	<u>1,006,238,634</u>
<b>6. Investment in shares</b>		
Esquire Accessories Limited	10,275,000	10,275,000
L' Esquire Ltd	42,000,000	42,000,000
Esquire Electronics Limited	37,500,000	37,500,000
Investment in ICL Unit Fund	100,000,000	100,000,000
	<u>189,775,000</u>	<u>189,775,000</u>





		31.12.21 Taka	30.06.2021 Taka
<b>7. Inventories</b>	<b>Quantity</b>		
Yarn (kg)	2,224,002	942,927,626	837,871,652
Dyes (kg)	100,521	219,287,237	242,337,642
Chemical (kg)	1,613,668	101,055,022	130,155,983
Finishing Materials	-	558,529,282	740,178,282
Materials in transit	-	66,520,321	129,872,558
Spare parts and consumable items	-	271,255,826	245,213,080
Work in process	-	482,104,520	791,466,248
Finished goods (pcs.)	386,627	498,117,400	274,046,371
		<b>3,139,797,235</b>	<b>3,391,141,816</b>

	31.12.21 Taka	30.06.2021 Taka
<b>8. Accounts receivables</b>	<b>1,371,788,747</b>	<b>1,236,543,153</b>

<b>9. Accounts receivables</b>		
9. Rental Income	1,845,324	
Accrued interest on FDR	4,392,160	
Total	<b>6,237,484</b>	<b>3,818,089</b>

<b>10. Advance, deposit and prepayments</b>		
Advance (Note: 10.1)	930,968,181	836,620,631
Deposit (Note: 10.2)	62,814,581	66,441,232
Prepayments (Note: 10.3)	7,571,833	9,152,833
	<b>1,001,354,595</b>	<b>912,214,696</b>

<b>10.1 Advance</b>		
Advance against expenses		
Advance to creditors	379,250,934	476,304,571
Advance against salaries	12,769,910	11,401,705
Advance to L'Esquire Ltd	432,213,849	265,739,053
Advance Income Tax (Note: 10.1.1)	106,733,489	83,175,302
	<b>930,968,181</b>	<b>836,620,631</b>

<b>10.1.1 Advance Income Tax</b>		
Opening balance (Note: 10.1.1.1)	83,175,302	104,143,833
Add: Addition during the year	23,558,187	47,324,826
	106,733,489	151,468,659
Less: Adjustment		68,293,357
	<b>106,733,489</b>	<b>83,175,302</b>

	31.12.21 Taka	30.06.2021 Taka
<b>10.1.1.1 Advance Income Tax addition</b>		
Advance Income Tax on Car		2,582,500
Advance Income Tax on FDR Interest	250,334	3,939,214
TDS on Cash Incentive		3,245,400
TDS on Import Stage		2,964,804
TDS on Export Proceeds	23,307,853	34,592,908
	<b>23,558,187</b>	<b>47,324,826</b>

<b>10.2 Deposit</b>		
Guarantee margin	885,530	2,892,017
Security deposit (Note: 10.2.1)	9,762,781	12,691,354
FBPAR & margin account (Note: 10.2.2)	52,166,270	50,857,861
	<b>62,814,581</b>	<b>66,441,232</b>





10.2.1 Security deposit

Rural Electrification Board (REB) for electricity	4,366,944	7,295,517
Security Deposit-BSCIC	1,455,000	1,455,000
PIL Bangladesh Ltd	400,000	400,000
Mobile phone	60,000	60,000
Lease rental	691,260	691,260
Titas Gas Transmission & Distribution Company Limited for gas	2,789,577	2,789,577
	<b>9,762,781</b>	<b>12,691,354</b>

10.2.2 FBPAR & margin account

FBPAR A/C with DBBL -in Dollar	6,998,004	11,102,459
FBPAR A/C with DBBL -in EURO	137,749	7,429,461
FBPAR A/C with UCBL -in Dollar		
UCBL A/C with DBBL -in EURO		
Margin A/C with EBL -in Dollar	43,112,741	144,633
Margin A/C with EBL -in EURO	1,917,776	32,104,705
		76,603
	<b>52,166,270</b>	<b>50,857,861</b>

10.3 Prepayments

Insurance premium	<b>7,571,833</b>	<b>9,152,833</b>
-------------------	------------------	------------------

<b>31.12.21</b>	<b>30.06.2021</b>
<b>Taka</b>	<b>Taka</b>

11. Investment

Investment in FDR	(Note: 11.1)	<b>105,152,257</b>	<b>98,507,093</b>
-------------------	--------------	--------------------	-------------------

12. Cash and bank balances

Cash in hand	(Note: 12.1)	168,681,518	19,472,887
Cash at bank	(Note: 12.2)	345,754,703	657,667,546
		<b>514,436,221</b>	<b>677,140,433</b>

12.1 Cash in hand

Head Office		167,587,300	13,405,000
Factory		1,094,218	6,067,887
		<b>168,681,518</b>	<b>19,472,887</b>

12.2 Cash at bank

Bank Name	Branch	A/C #		
Dutch Bangla Bank Ltd.	Local office	101.117.163	4,726,549	49,179,088
Dutch Bangla Bank Ltd.	Local office	101.119.20	3,218,442	5,581
Dutch Bangla Bank Ltd.	Local office	101.110.0006900	58,271,767	398,039,467
Dutch Bangla Bank Ltd.	Lawran Baza	101.110.36941	11,796	85,467
Dutch Bangla Bank Ltd.	Lawran Baza	101.120.5645	75,672	521,803
Dutch Bangla Bank Ltd.	Lawran Baza	101.120.5692	120,008	423,146
Eastern Bank Ltd.	Principal	101.305.3310	58,546	58,003
Dutch Bangla Bank Ltd.	Lawran Baza	107.120.484	407,987	407,987
BRAC Bank Ltd.		1505203551787001	263,027	139,873,894
Jamuna Bank Ltd.	Mohakhali	102.100.15098	2,618	2,065
NCC Bank CD A/C	Baridhara	107.021.000.1597	23,667	22,757
One Bank Ltd.	Agrabad, Ctg	003.105.0001366	204,619	267,284
Al -Arafa Islami Bank ltd		0141020047786	15,000	15,000
Bank Asia		62733000256	210,515	206,556
Dutch Bangla Bank Ltd.		107.110.0031497	1,885,479	1,886,117
Shahajalal Islamic Bank		40331100000679	2,355	2,355
South Bangla Ariculture		001.011.1005482	14,655	14,655
United Commercial Bank		781.101.000002124	13,923,333	593,569
United Commercial Bank		0781184000000267	254,853,957	56,349,212
UCBL -FACD in USD A/C		0781181000000193	6,409,185	7,362,473
HSBC		001-011576-011	41,415	41,415
Dutch Bangla Bank Ltd.		101.120.0007676	967,111	2,290,589
One Bank Ltd.		0031020009947	15,758	15,758
South Bangla Ariculture		0010111005482	27,934	
Dutch Bangla Bank Ltd.	office, Dill			
One Bank Ltd.	Mirpur	110039901005	3,306	3,306
			<b>345,754,703</b>	<b>657,667,546</b>





13. Share capital

<u>Authorized capital</u>		
200,000,000 Ordinary shares of Tk.10 each	<u>2,000,000,000</u>	<u>2,000,000,000</u>
<u>Issued, subscribed and paid-up capital</u>		
100,000,000 Ordinary shares of Tk.10 each fully paid	<u>1,348,958,330</u>	<u>1,348,958,330</u>

Details of the shareholdings are as under:

Name of Shareholders	No. of shares 30.06.2018	31.12.21	30.06.2021
		Taka	Taka
Mr. Md. Mofazzal Hossain	28,791,667	287,916,670	287,916,670
Mr. Md. Ehsanul Habib	15,032,960	150,329,600	150,329,600
Mr. Arifur Rahman	7,925,000	79,250,000	79,250,000
Mr. Md. Muddasar Hossain	7,925,000	79,250,000	79,250,000
Mrs. Peara Begum	3,681,343	36,813,430	36,813,430
Esquire Dyeing Industries	29,581,343	295,813,430	295,813,430
Esquire Accessories Ltd.	1,214,677	12,146,770	12,146,770
Esquire Electronics Ltd.	5,848,010	58,480,100	58,480,100
General Public and Institution	-	348,958,330	348,958,330
	<u>100,000,000</u>	<u>1,348,958,330</u>	<u>1,348,958,330</u>

The company increased its authorised capital from 1,500 million to 2,000 million by passing a special resolution in the company's Extra Ordinary General Meeting (EGM) held on 22 December 2016.

14 Share Premium account	<u>1,086,653,150</u>	<u>1,086,653,150</u>
15 Revaluation surplus	<u>3,739,289,135</u>	<u>3,739,289,135</u>
16 Retained earnings		
Opening balance	2,487,333,307	2,387,817,831
Add: Net profit after tax for the year	206,073,376	301,859,226
Less: Cash dividend		202,343,750
	<u>2,693,406,683</u>	<u>2,487,333,307</u>
17 Deferred Tax liabilities		

Deferred tax liabilities have been recognized and measured in accordance with the provisions of IAS 12:

Deferred tax liabilities related to Profit	(Note: 16.1)	123,204,363	117,058,209
Deferred tax Liabilities related to other		155,803,714	155,803,714
		<u>279,008,077</u>	<u>272,861,923</u>

17.1 Deferred tax liabilities

	Carrying amount	Tax base	Taxable temporary difference
As at 31 December 2021	Taka	Taka	Taka





**Deferred tax liabilities related to Profit and Loss A/C**

Property, plant and equipment excluding I	2,451,549,640	1,424,846,617	1,026,703,023
Applicable tax rate			12.00%
Deferred tax liability			<u>123,204,363</u>

**Deferred tax Liabilities related to other comprehensive income**

Revaluation reserve for land	3,895,092,849	Nil	3,895,092,849
Applicable tax rate			4.00%
Deferred tax liability			<u>155,803,714</u>

	Carrying amount	Tax base	Taxable temporary difference
As at 30 June 2021	Taka	Taka	Taka

**Deferred tax liabilities related to Profit and Loss A/C**

Property, plant and equipment excluding I	2,297,036,147	1,321,551,071	975,485,076
Applicable tax rate			12%
Deferred tax liability			<u>117,058,209</u>

Carrying amount	Tax base	Taxable temporary difference
Taka	Taka	Taka

**Deferred tax Liabilities related to other comprehensive income**

Revaluation reserve for land	3,895,092,849	Nil	3,895,092,849
Applicable tax rate			4.00%
Deferred tax liability			<u>155,803,714</u>

<b>31.12.21</b>	<b>30.06.2021</b>
Taka	Taka

**17.2 Deferred Tax Expenses**

Deferred Liabilities at the end of the period	123,204,363	117,058,209
Deferred Liabilities at the beginning of the period	117,058,209	108,413,149
Deferred Tax expenses	<u>6,146,154</u>	<u>8,645,060</u>

**18. Long term loan net of current maturity**

Deutsche Investitions- und International Finance Corporation (Note: 17.1)	-	-
Jamuna Bank Limited (Note: 17.2)	1,180,900,000	1,180,900,000
Dutch Bangla Bank Limited-Term Loan (Note: 17.3)	25,417,766	26,598,619
IDLC Finance Limited	1,532,164,948	1,532,164,948
	38,518,332	43,110,391
	2,777,001,046	2,782,773,958
Less: Current portion of long term loan	683,825,188	638,302,027

International Finance Corporation		
Dutch Bangla Bank Limited	630,558,856	602,734,255
Jamuna Bank Limited	14,748,000	15,495,492
IDLC Finance Limited	38,518,332	20,072,280
	<u>2,093,175,858</u>	<u>2,144,471,931</u>

**18.1 International Finance Corporation**

<b>1,180,900,000</b>	<b>1,180,900,000</b>
----------------------	----------------------





	31.12.21 Taka	30.06.2021 Taka
18.2 Jamuna Bank Limited	25,417,766	26,598,619
18.3 Dutch-Bangla Bank Limited	1,532,164,948	1,532,164,948
<b>19. Finance lease obligation net off current maturity</b>		
IDLC Finance Limited	5,775,355	7,619,878
IPDC Finance Limited	2,745,968	4,348,674
	8,521,323	11,968,552
Less: Current portion of finance lease obligation-IDLC	4,259,827	5,468,220
Less: Current portion of finance lease obligation-IPDC		2,993,544
	4,259,827	8,461,764
		3,506,788
Net chnages of Lease assets of L' Esquire Ltd	4,261,496	3,506,788

	31.12.21 Taka	30.06.2021 Taka
<b>20. Short term loan</b>		
Dutch Bangla Bank Limited	663,632,726	929,802,980
Eastern Bank Limited	74,658,366	16,206,792
United commercial Bank Ltd	184,590,825	64,060,332
Bank Asia Ltd	255,805,143	255,752,188
IFIL	100,000,000	103,290,000
South Bangla Agriculture Ltd	255,959,038	
IPDC Finance Limited		110,323,760
	1,534,646,098	1,479,436,051

**20.1 Short Term Loan Dutch Bangla Bank Limited**

Export cash credit	30,656,442	72,334,052
Loan Trust Receipts (LTR)		2,741,194
Loan against EDF		-
Overdraft	270,523,803	-
PAD-Foreign cash	386,855	275,542,296
Bills purchahse		23,132,011
Short term loan-EMI	75,000,000	164,515,902
Other loans	287,065,626	391,537,525
	663,632,726	929,802,980

	31.12.21 Taka	30.06.2021 Taka
<b>20.1.1 Overdraft</b>		
<b>Name of the Bank</b>		
Dutch Bangla Bank Ltd.		
Dutch Bangla Bank Ltd.		
Dutch Bangla Bank Ltd.		
Dutch Bangla Bank Ltd.		
One Bank Ltd.		
<b>Branch</b>		
Kawran Bazar		
Kawran Bazar		
Dilkusha		
Agrabad, Ctg.		
	270,000,000	193,100,555
		81,917,938
	2,000	2,000
	521,803	521,803
	270,523,803	275,542,296





**20.2 Eastern Bank Limited**

Overdraft	29,778,653	16,206,792
Packing credit	40,337,000	
Loan against EDF	4,542,712	-
	<b>74,658,366</b>	<b>16,206,792</b>

**20.3 United Commercial Bank Ltd.**

Overdraft	49,955,019	12,945,782
Time loan normal	29,655,077	41,382,491
Loan against EDF	104,980,729	
Export Cash credit		9,732,060
	<b>184,590,825</b>	<b>64,060,332</b>

**21 Unclaimed Dividend**

	<b>4,176,706</b>	<b>4,176,706</b>
--	------------------	------------------

<b>31.12.21</b>	<b>30.06.2021</b>
<b>Taka</b>	<b>Taka</b>

**21. Accounts payable**

Import liability and Other creditors	<b>823,615,213</b>	<b>998,950,865</b>
--------------------------------------	--------------------	--------------------

**22. Liabilities for expenses**

Directors' remunerations	67,585,148	60,774,255
Salary and wages	14,972,660	20,389,996
Gas Bills	19,424,948	19,424,948
Electricity	3,478,969	3,478,969
Telephone bill	10,173	10,173
Mobile Bill		
Tax & VAT	5,832,545	8,493,026
WPPF payable	-	-
Wasa bill	16,000	16,000
Provision for Income Tax	116,695,379	116,695,379
Provision for Head office Floors	1,837,169	1,837,169
Financial Interest	20,099,785	48,874,919
Others	-	-
Dividend payable		
Audit fees	862,500	862,500
Head office rent	3,044,000	3,044,000
	<b>253,859,276</b>	<b>283,901,334</b>





	Oct to Dec 21 Taka	Oct to Dec 20 Taka	YTD (Six month) July to Dec-21	YTD (Six month) July to Dec-20
<b>23. Sales</b>				
Export sales	2,351,063,401	2,018,273,448	5,008,710,883	3,731,667,219
<b>24. Cost of Goods Sold</b>				
Cost of materials consumed (Garments)	1,598,711,735	1,025,452,116	2,851,617,611	1,933,508,737
Cost of direct labor	329,712,941	488,957,346	874,891,170	985,338,671
Prime cost	1,928,424,676	1,514,409,462	3,726,508,781	2,918,847,408
Factory overheads	146,968,317	143,668,450	277,776,471	263,898,555
Cost of Goods put into Process	2,075,392,994	1,658,077,913	4,004,285,253	3,182,745,964
Opening Work in process	658,196,297	689,269,361	791,466,248	589,469,562
Closing Work in process	(482,104,520)	(679,369,262)	(482,104,520)	(679,369,262)
Cost of Goods Manufactured	2,251,484,771	1,667,978,012	4,313,646,981	3,092,846,264
Opening Finished Goods	186,572,744	166,582,807	274,046,371	136,582,807
Cost of Goods Available for Sale	2,438,057,515	1,834,560,819	4,587,693,352	3,229,429,071
Closing Finished Goods	(498,117,400)	(146,382,705)	(498,117,400)	(146,382,705)
	<b>1,939,940,115</b>	<b>1,688,178,114</b>	<b>4,089,575,952</b>	<b>3,083,046,366</b>
<b>24.1 Raw Materials Consumption</b>				
Yarn & Fabrics	1,297,630,867	838,059,129	2,237,399,319	1,417,154,170
Dyes	35,986,021	39,108,943	69,932,572	66,828,230
Chemical	66,218,098	69,831,655	125,991,953	130,052,227
Finishing Materials	198,876,750	78,452,389	418,293,768	319,474,110
	<b>1,598,711,735</b>	<b>1,025,452,116</b>	<b>2,851,617,611</b>	<b>1,933,508,737</b>
<b>24.2 Cost of direct labor</b>				
Workers wages	148,315,509	297,927,372	508,044,692	587,080,980
Workers overtime	63,147,399	67,746,999	132,111,703	157,408,717
Daily labor	8,205,409	1,595,861	8,689,486	2,386,306
Salary	108,134,535	120,678,469	222,045,305	235,497,704
Festival bonus and Provident Fund	1,910,089	1,008,646	3,999,984	2,964,965
	<b>329,712,941</b>	<b>488,957,346</b>	<b>874,891,170</b>	<b>985,338,671</b>
<b>24.3 Factory overheads</b>			826,094,266	
Gas and electricity	48,168,153	55,161,503	100,495,110	99,601,358
Insurance premium	4,027,677	3,643,860	8,032,938	8,010,522
Tiffin expenses for workers	3,774,191	2,067,039	8,004,831	4,855,218
Spare Parts Consumption	32,561,941	26,792,286	62,824,781	55,683,130
Consumable items	6,718,604	2,152,359	6,718,604	3,759,466
Vehicle running ( Oil and fuel)	3,281,442	2,436,862	6,554,563	5,527,689
Local conveyance	1,792,653	495,419	3,844,103	1,093,200
Telephone & Mobile bills	512,600	604,878	992,101	875,343
Depreciation	46,131,056	50,314,244	80,309,440	84,492,629
	<b>146,968,317</b>	<b>143,668,450</b>	<b>277,776,471</b>	<b>263,898,555</b>
			267,198,422	
<b>25. Operating expenses</b>				
Office & administrative expenses	66,456,726	59,583,388	132,724,818	148,119,146
Selling & distribution expenses	165,921,339	97,723,079	431,904,629	172,417,335
	<b>232,378,065</b>	<b>157,306,467</b>	<b>564,629,446</b>	<b>320,536,481</b>
<b>25.1 Office &amp; administrative expenses</b>				
Director remuneration	7,500,000	7,500,000	15,000,000	15,000,000
Salary & allowances	41,744,852	39,364,706	75,390,046	86,048,092
Contribution to employees provident f	466,038	456,227	1,818,144	1,743,947
Vehicle maintenance	141,730	397,077	501,674	757,021
Vehicle running expenses	2,298,071	2,090,144	4,515,063	5,002,419
Entertainment	389,680	346,432	645,146	1,119,826
Printing expenses	108,273	126,072	151,026	158,785
Stationery expenses	779,020	(621,542)	1,359,230	-
Telephone, mobile & internet	50,795	890,502	1,173,662	2,013,369
Travelling & conveyance	173,467	219,803	828,150	546,433
Bank charges	3,088,506	1,685,869	5,417,060	5,105,926
License, renewal & registration	1,063,874	5,760,000	2,500,358	2,145,306
Utility expenses	622,798	1,210,908	1,276,421	901,202
Audit fees	215,625	379,518	431,250	425,000
Central Fund	-	209,375	-	850,664
Exchange loss	(3,572,137)	497,826	(689,107)	(8,845,888)
Floor rent	761,000	(20,160,775)	1,522,000	5,760,000
Depreciation	10,491,112	9,531,040	20,022,152	19,062,080
Miscellaneous expenses	134,023	9,700,206	862,544	10,324,964
	<b>66,456,726</b>	<b>59,583,388</b>	<b>132,724,818</b>	<b>148,119,146</b>





25.2 Selling & distribution expenses

Inspection & certificate issue expenses	32,660,388	32,417,416	80,985,589	32,453,461
Export permission	9,941,119	6,491,989	11,315,362	20,000,230
Foreign Travel for marketing	321,275	43,305	1,555,307	227,144
Sample and courier expenses	12,164,382	2,724,398	8,050,391	29,346,344
Bank charges on export proceeds	54,118,260	44,718,920	174,884,330	64,966,474
Freight charges on export	25,000,000	7,416,739	88,034,430	15,380,627
C&F expenses on export	15,553,870	3,775,312	45,993,170	8,772,055
Carriage outward on export	16,162,045	135,000	21,086,050	1,271,000
	<u>165,921,339</u>	<u>97,723,079</u>	<u>431,904,629</u>	<u>172,417,335</u>

26. Financial expenses

Interest on Short term loan	29,256,013	54,724,353	58,512,026	78,838,613
Interest on Long term loan	28,431,744	16,772,759	56,863,488	53,885,191
Interest on Finance lease	57,979	589,805	115,957	691,702
	<u>57,745,736</u>	<u>72,086,917</u>	<u>115,491,471</u>	<u>133,415,506</u>

27. Non operating Income

Interest income from FDR	3,042,011	1,306,650	6,193,985	2,613,300
Lease rental	1,196,687		2,503,337	
	<u>1,845,324</u>	<u>1,306,650</u>	<u>3,690,648</u>	<u>2,613,300</u>

28. Provision for contribution to WPPF & WF

				<u>5,408,900</u>
--	--	--	--	------------------

29. Income tax expenses

	<u>14,866,883</u>	<u>10,516,028</u>	<u>31,600,762</u>	<u>15,256,840</u>
--	-------------------	-------------------	-------------------	-------------------

Calculation of Current tax/ Tax expenses

Particulars	Tk	Tk	Tk	
Revenue		2,351,063,401	2,018,273,448	5,008,710,883
Income rate		14,106,380	12,109,641	30,052,265
Non-operating income		760,502.71	326,662.50	# 1,548,496
<b>Current Tax</b>		<b>14,866,883</b>	<b>12,436,303</b>	<b>31,600,762</b>





	31.12.21 Taka	30.06.2021 Taka
<b>30 Net Asset Value (NAV) Per Share</b>		
Total assets	14,549,135,037	14,496,303,312
Total Liabilities	<u>(5,680,827,740)</u>	<u>(5,834,069,390)</u>
Net Asset Value (NAV) (A)	8,868,307,297	8,662,233,922
Revaluation reserve	<u>(3,739,289,135)</u>	<u>(3,739,289,135)</u>
Net Asset Value (NAV) without revaluation reserve (B)	5,129,018,162	4,922,944,787
Weighted Average Number of shares	134,895,833	134,895,833
Net Asset Value (NAV) per share with revaluation reserve (A+C)	<u>65.74</u>	<u>64.21</u>
Net Asset Value (NAV) per share without revaluation reserve (B+C)	<u>38.02</u>	<u>36.48</u>

*Net asset Value (NAV) per share have increased due to net profit growth . There is no abnormal fluctuation for NAV increase rather normal course of business growth.*

	31.12.21 Taka	31.12.20 Taka
<b>31 Earnings Per Share (EPS)</b>		
Earning attributable to ordinary shareholders (Taka)	104,574,825	81,721,699
Weighted Average Number of shares	134,895,833	134,895,833
Earnings Per Share (Taka)	<u>0.78</u>	<u>0.61</u>

*EPS has been increased due to positive growth of net profit during the reporting period . There is no abnormal fluctuation rather normal course of business growth.*

<b>32 Net Operating Cash Flow Per Share (NOCFPS)</b>		
Net operating cash flows	132,402,213	226,632,820
Weighted Average Number of shares	134,895,833	134,895,833
Net operating cash flows per shares	<u>0.98</u>	<u>1.68</u>

*Net operating cash flows reflects positive than corresponding period of last year as Accounts receivable collection more than that of corresponding period as well as inventories reduced than June 30,2021.*

<b>33 Reconciliation of net profit with cash flow from operating activities</b>		
Net profit after tax for the year	206,073,376	152,212,475
<b>Adjustment for non-cash items:</b>		
Depreciation	100,331,593	103,554,709
Deferred Tax Adjustment	6,146,154	24,403,952
<b>Changes in Working Capital:</b>		
(Increase)/decrease in Inventory	251,344,581	537,507,779
Decreases in Accounts receivable	(137,664,989)	(491,156,477)
(Increase)/decreases in Advance deposit and Payments	(88,450,793)	106,273,756
Increase in Accounts payable	(175,335,652)	(119,293,296)
Decrease in Accrued Expenses	(30,042,058)	(86,870,078)
Net cash flow from operating activities	<u>132,402,213</u>	<u>226,632,820</u>





34. Related party disclosures

i) Related party transactions

(Amount in Taka)

Name	Nature of relationship	Nature of Transaction	Opening Balance	Purchase/ collection	Payment	Outstanding as on 31.12.2021 (Receivable)/ Payable
Esquire Accessories Limited	Common Management	Purchase	35,304,323	2,031,254	2,132,124	35,203,453
Esquire Electronics Limited	Common Management	Purchase	135,195		135,195	-
Esquire Dyeing Industries Limited	Common Management	Dyeing	46,552,633	55,780,893	125,619,830	(23,286,304)
Esquire Testing Services (BD) Limited	Common Management	Fabric testing fees	4,506,704	16,100,000		20,606,704
Pinnacle construction Management Ltd	Common Management	Contractor	(203,708,007)	69,873,014		(133,834,993)
Esquire Plastic Ltd	Common Management	Purchase				-
						<b><u>(101,311,141)</u></b>





**End of the  
Second Quarter  
Financial Statement 2021-2022  
(Unaudited)**

