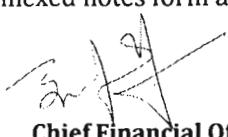


**Queen South Textile Mills Limited**  
**Consolidated Statement of Financial Position (Un Audited)**  
**As at 30 September 2025**

<b>Particulars</b>	<b>Notes</b>	<b>Amount in Taka</b> <u>30-Sep-2025</u>	<b>Amount in Taka</b> <u>30-Jun-2025</u>
<b>Assets:</b>			
<b>Non-current assets</b>		<b>822,568,731</b>	<b>828,853,799</b>
Property, plant and equipment	5	702,338,331	708,623,399
Capita Work in Progress	6	120,230,400	120,230,400
<b>Current assets:</b>		<b>5,593,853,057</b>	<b>5,404,849,500</b>
Inventories	7	2,685,044,653	2,650,717,918
Trade and other receivables	8	2,672,305,792	2,535,132,194
Advances, deposits and prepayments	9	208,227,502	197,635,217
Investments-FDR	10	14,708,236	13,875,694
Cash & Cash Equivalent	11	13,566,874	7,488,477
<b>Total Assets</b>		<b>6,416,421,789</b>	<b>6,233,703,299</b>
<b>Equity and liabilities</b>			
<b>Shareholder's equity</b>			
Share capital	12	1,526,014,390	1,526,014,390
Retained earnings	13	901,276,962	891,765,866
Non-Controlling Interest	27	(2,363,411)	(1,964,762)
		<b>2,424,927,940</b>	<b>2,415,815,493</b>
<b>Non-current liabilities</b>		<b>585,209,973</b>	<b>609,953,746</b>
Long-term borrowing	14	539,510,831	564,025,605
Deferred tax liability		45,699,142	45,928,141
<b>Current liabilities</b>		<b>3,406,283,877</b>	<b>3,207,934,059</b>
Trade and other payables	15	1,073,355,167	1,248,788,274
Current portion of long term borrowing		114,584,930	115,503,460
Short-term borrowing	16	1,892,067,508	1,555,516,309
Liabilities for Expenses	17	207,900,179	176,814,367
Dividend Payable/Unpaid Dividend	18	3,208,296	3,226,271
Income Tax provision	19	115,167,792	108,085,373
<b>Total liabilities</b>		<b>3,991,493,850</b>	<b>3,817,887,806</b>
<b>Total Equity and Liabilities</b>		<b>6,416,421,789</b>	<b>6,233,703,297</b>
<b>NAVPS (Net Assets Value Per Share)</b>	<b>20</b>	<b>15.91</b>	<b>15.84</b>

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



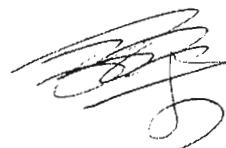
Chief Financial Officer



Company Secretary



Director



Managing Director



Chairman

Dated: Dhaka  
November 13, 2025



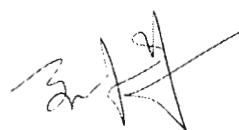
Goutam Chandra Roy  
Chief Financial Officer  
Queen South Textile Mills Ltd.

Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd

**Queen South Textile Mills Limited**  
**Consolidated Statement of Profit or Loss and Other Comprehensive Income (Un Audited)**  
**for the Period from 01 July 2025 to 30 September 2025**

<b>Particulars</b>	<b>Notes</b>	<b>Amount in Taka</b>	<b>Amount in Taka</b>
		<b>1-Jul-2025</b>	<b>1-Jul-2024</b>
		<b>to</b>	<b>to</b>
		<b>30-Sep-2025</b>	<b>30-Sep-2024</b>
Revenue	21	958,858,898	1,183,732,025
Cost of Sales	22	(863,539,564)	(1,067,272,590)
<b>Gross Profit</b>		<b>95,319,334</b>	<b>116,459,435</b>
Foreign Currency Gain/(Loss)		6,582,679	(13,754,703)
Other Income	21.01	-	415
<b>Operating Expenses:</b>		<b>(38,243,298)</b>	<b>(39,299,714)</b>
Distribution Costs	23	(4,490,857)	(5,287,864)
Administrative Expenses	24	(33,752,441)	(34,011,850)
<b>Operating profit</b>		<b>63,658,715</b>	<b>63,405,433</b>
Financial Expenses	25	(47,660,980)	(45,672,088)
<b>Net profit before tax</b>		<b>15,997,735</b>	<b>17,733,345</b>
Income tax expenses	26	(6,885,288)	(5,466,205)
<b>Net Profit / (Loss) during the year</b>		<b>9,112,447</b>	<b>12,267,140</b>
<b>Profit attributable to:</b>			
Owner of the Company		9,511,096	12,839,896
Non-Controlling Interest	27	(398,649)	(572,756)
<b>Net Income for the year</b>		<b>9,112,447</b>	<b>12,267,140</b>
<b>Basic &amp; Diluted Earnings per share</b>	28	<b>0.06</b>	<b>0.08</b>

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



Chief Financial Officer



Company Secretary



Director



Managing Director



Chairman

Signed in terms of our separate report of same date.



Goutam Chandra Roy  
 Chief Financial Officer  
 Queen South Textile Mills Ltd.

Dated: Dhaka  
 November 13, 2025

Massum Rana  
 Company Secretary  
 Queen South Textile Mills Ltd.

**Queen South Textile Mills Limited**  
**Consolidated Statement of Changes in Equity (Un Audited)**  
for the Period from 01 July 2025 to 30 September 2025

Particulars	Share Capital	Retained Earnings	Total	Non-Controlling Interest	Total
Balance at 01 July 2025	1,526,014,390	891,765,865	2,417,780,255	(1,964,762)	2,415,815,493
Cash Dividend		-	-	-	-
Add: Adjustment for Dividend					
Net profit for the period		9,511,096	9,511,096	(398,649)	9,112,447
<b>Balance at 30 September 2025</b>	<b>1,526,014,390</b>	<b>901,276,961</b>	<b>2,427,291,351</b>	<b>(2,363,411)</b>	<b>2,424,927,940</b>

Particulars	Share Capital	Retained Earnings	Total	Non-Controlling Interest	Total
Balance at 01 July 2024	1,526,014,390	871,737,251	2,397,751,641	381,198	2,398,132,839
Cash Dividend		(14,273,073)	(14,273,073)	-	(14,273,073)
Add: Adjustment for Dividend					
Net profit for the period		34,301,687	34,301,687	(2,345,960)	31,955,727
<b>Balance at 30 June 2025</b>	<b>1,526,014,390</b>	<b>891,765,865</b>	<b>2,417,780,255</b>	<b>(1,964,762)</b>	<b>2,415,815,493</b>

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



Chief Financial Officer



Company Secretary



Director



Managing Director



Chairman

Signed in terms of our separate report of same date.

Dated: Dhaka  
November 13, 2025



Goutam Chandra Roy  
Chief Financial Officer  
Queen South Textile Mills Ltd.



Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd.

**Queen South Textile Mills limited**  
**Consolidated Statement of Cash Flows (Un Audited)**  
for the Period from 01 July 2025 to 30 September 2025

Particulars	Notes	Amount in Taka 1-Jul-2024 to 30-Sep-2025	Amount in Taka 1-Jul-2024 to 30-Jun-2025
<b>A. Cash flows from operating activities:</b>			
Cash received from customer & other income	29	938,338,210	4,445,614,689
Cash Paid to Suppliers, employees and others expenses	30	(1,085,067,053)	(3,962,812,319)
Income Tax Paid/Deducted at Source		(7,082,419)	(33,331,832)
<b>Net Cash provided by operating activities</b>		<b>(153,811,262)</b>	<b>449,470,538</b>
<b>B. Cash flows from investing activities:</b>			
Acquisition of property, plant and Equipment		(15,934,881)	(17,338,139)
Capital Work in Progress		-	-
Investments-FDR		-	(584,344)
<b>Net Cash used in investing activities</b>		<b>(15,934,881)</b>	<b>(17,922,483)</b>
<b>C. Cash flows from financing activities:</b>			
Financial Expenses		(47,361,148)	(211,999,641)
Short term bank loan (paid)/Received		257,727,358	(68,788,199)
Dividend Payment		(17,975)	(13,990,584)
Non-Controlling Interest		-	-
Long Term Bank Loan (paid)/Received		(35,007,685)	(170,278,742)
Outstanding IPO Subscription Paid		-	-
<b>Net Cash from financing Activities</b>		<b>175,340,550</b>	<b>(465,057,166)</b>
<b>Net Decrease in cash &amp; cash equivalents (A+B+C)</b>		<b>5,594,407</b>	<b>(33,509,111)</b>
Unrealized Foreign Exchange Gain/(Loss)		483,992	(1,017,462)
Cash & cash equivalents at the beginning of the period		7,488,477	42,015,048
<b>Cash &amp; cash equivalents at the end of the period</b>		<b>13,566,876</b>	<b>7,488,475</b>
<b>Net Operating Cash Flow per share</b>	31	<b>(1.01)</b>	<b>2.95</b>

The annexed notes are the integral part of these financial statements.



Chief Financial Officer



Company Secretary



Director



Managing Director



Chairman

Signed in terms of our separate report of same date.

Dated: Dhaka  
November 13, 2025



Goutam Chandra Roy  
Chief Financial Officer  
Queen South Textile Mills Ltd.

Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd.

## Queen South Textile Mills Limited

### Notes to the financial statements

for the Period from 01 July 2025 to 30 September 2025

#### 1 Legal form of the enterprise

Queen South Textile Mills Ltd (hereinafter referred to as the holding company) was incorporated as a private limited company in Bangladesh on 15th June, 2003 under the Companies Act- 1994 and the registration number is C-49529(11513)/2003. It is a 100% foreign owned company. The company went into commercial operation on 1st June 2005. The company is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited on 7th January 2018 and company's shares are publicly traded on 13th March 2018.

QS Widex Solar (BD) Limited (hereinafter referred to as the subsidiary Company), a Private Company with limited liability by shares was incorporated in Bangladesh on March 4, 2024 vide Registration Number C-194037 under the Companies Act 1994. The company was formed with the objectives of conducting the business of generating, accumulating & distributing of Solar energy. But intended business operation of the company has not commenced yet.

#### Address of registered office of the company and factory of the company

The address of the registered office is at plot No. 85-88, Extension Area, Dhaka Export processing Zone, Savar, Dhaka, Bangladesh. The company is carrying out its production activities on factory premises constructed on leased land from EPZ.

#### Nature of business

Queen South Textile Mills Limited is a 100% export oriented company engaged in dying of yarn for consumption by sweater industry through local LC (Deemed Export). Queen South Textile Mills Ltd. set up business establishment in the export -processing zone, Dhaka.

#### 2 Basis of preparation

##### Significant Accounting Policy for the presentation of the financial Statements

The specific accounting policies selected and applied by the company's management for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

##### 2.01 Corporate financial statements and reporting

This comprises Statement of Financial Position, Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and other explanatory notes covering accounting policies.

This is prepared under the historical cost convention and in accordance with the requirements of the Companies Act, 1994, International Financial Reporting Standards (IFRS) and International Accounting Standards (IASs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) and as applicable to this Company.

The Board of Directors are responsible for preparing and presenting the financial statements including adequate disclosures, who approved and authorized for issue of this financial statements.

The preparation of the financial statements in conformity with the International Accounting Standards (IASs) requires Board of Directors to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities at reporting date. Due to the inherent uncertainty involved in making estimates, actual result could differ from those estimates.

  
Goutam Chandra Roy  
Chief Financial Officer  
Queen South Textile Mills Ltd.

  
Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd.

## **2.02 Fundamental accounting concepts/ assumptions**

The financial statements have been prepared based on Going concern assumption, Consistency concept, Accrual basis and such other convention as required by IAS-1 for fair presentation of financial statements.

## **2.03 Going concern**

The company has adequate resources to continue its operation for the foreseeable future. For this reason, the directors continue to adopt going concern basis in preparing the accounts. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business.

## **2.04 Compliance with IAS & IFRS**

The following IAS is applicable to the financial statements for the year under review:

- IAS 1 Presentation of Financial Statements
- IAS 2 Inventories
- IAS 7 Statement of Cash Flows
- IAS 8 Accounting policies, Changes in Accounting Estimates and Errors
- IAS 10 Events after the Reporting period
- IAS 12 Income Taxes
- IAS 16 Property, Plant And Equipment
- IAS 19 Employee Benefits
- IAS 21 The Effects of Changes in Foreign Exchange Rates
- IAS 23 Borrowing Costs
- IAS 24 Related Party Disclosures
- IAS 33 Earnings Per Share
- IAS 36 Impairment of Assets
- IAS 37 Provision , Contingent Liabilities and Contingent Assets

The following IFRS is applicable to the financial statements for the year under review:

- IFRS 1 First-time Adoption of Bangladesh Financial Reporting Standards
- IFRS 7 Financial Instruments: Disclosures
- IFRS 8 Operating Segments
- IFRS 9 Financial Instruments
- IFRS 15 Revenue From Contracts with Customers
- IFRS 16 Leases

## **2.05 Reporting period**

The period of the financial statements covers for the Period from 01 July 2025 to 30 September 2025

## **2.06 Authorization for issue**

The Financial Statements have been authorized for issue by the board of directors on 13 November 2025.

## **2.07 Events after the reporting period.**

Events after the reporting period are those events, favorable and unfavourable, that occur between the end of the reporting period and the date when the financial statements are authorised for issue. Two types of events can be identified:

- (a) those that provide evidence of conditions that existed at the end of the reporting period (adjusting events after the reporting period); and
- (b) those that are indicative of conditions that arose after the reporting period (non-adjusting events after the reporting period)

During the reporting period, no such event occurred as per the above mentioned IAS.

## **2.08 Functional and presentational (Reporting) currency**

The financial statements are prepared and presented in Bangladesh Currency (Taka), Which is the company's functional currency. All financial information presented have been rounded off to the nearest Taka except where indicated otherwise.

  
Goutam Chandra Roy  
Chief Financial Officer  
Queen South Textile Mills Ltd.

## **2.09 Comparative information and rearrangement thereof**

Comparative figures have been re-arranged wherever considered necessary to ensure better comparability with the current year without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.

## **2.10 Use of estimates and judgments**

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the reported value of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. However, the estimates and underlying assumptions are revised when there is material impact on the financial results of the company.

### **2.10.1 Regulatory Compliance**

The financial Statements have been prepared in compliance with the following  
The Companies Act, 1994  
The Bangladesh Securities and Exchange Rule 1987  
The Bangladesh Securities and Exchange Commission Act 1993.  
The Income Tax Ordinance, 1984  
The Income Tax Rules, 1984  
The Value Added Tax (VAT) Act, 1991  
The Custom Act 1969

## **2.11 Summary of significant accounting policies**

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in prior periods.

For a proper understanding of the financial statements, these accounting policies are set out in one place as prescribed by the IAS-1 "Presentation of Financial Statements". The recommendations of IAS-1 relating the format of financial statements were also taken into full consideration for fair presentation.

## **2.12 Recognition of tangible fixed assets**

Tangible assets have been stated at cost less accumulated depreciation (Written down value). The cost of acquisition comprises of purchase price, including import duties and non-refundable Taxes and any directly attributable cost of bringing the assets to its working condition for its intended used. Expenditure incurred after the assets have been put into operation, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the fixed assets, the expenditure is capitalized as an additional cost of the assets.

On retirement or otherwise disposal of fixed assets, the cost and accumulated depreciation are eliminated and any gain or loss on such disposal is reflected in the income statement which is determined with reference to the net book value of assets and the net sales proceeds.

## **2.13 Depreciation of tangible fixed assets**

Depreciation on all fixed assets is computed using the reducing balance method so as to write off the assets over their expected useful life from the date when the corresponding assets are available for use as per management intention. No depreciation have been charged after the date of retirement.

After considering the useful life of assets as per IAS-16, the annual depreciation rates have been applied as under which is considered reasonable by the management.

  
Goutam Chandra Roy  
Chief Financial Officer  
Queen South Textile Mills Ltd

3 Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd

<u>Category of fixed assets</u>	<u>Rate of depreciation (%)</u>
Machinery & Equipment	15%
Building	5%
Furniture and fixture	20%
Office equipment	25%
Electrical Installation	5%
Vehicles	20%
Right of Use (Asset)	

#### **2.14 Revenue recognition**

Revenue is recognised to the extent that, it is probable that the economic benefits will flow to the company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment.

The specific recognition criteria described below must also be met before revenue is recognised.

#### **2.15 Identifying the contract**

An entity shall account for a contract with a customer with a customer that is within the scope of this standard only when all of the following criteria are met:

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates exclusive of VAT as per IFRS-15. Revenue is recognized when the parties to the contract have approved the contract and are committed to perform their respective obligations, the entity can identify each party's rights and payment terms regarding the goods or services to be transferred, the contract has commercial substance, the significant risks and reward of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably & there is no continuing management involvement with the goods sold. Transfer of risk and rewards occurs for the sale of goods when the product is delivered along with dispatch documents, L/Cs and invoices to customers.

#### **2.16 Employee Benefits:**

The company maintains defined contribution plan and defined benefit plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the respective agreements/trust deeds.

The company has accounted for and disclosed employee benefits in compliance with the provision of IAS 19 : Employee Benefits

The cost of employee benefit is charged off as revenue expenditure in the year to which the contributions relate.

The company's employee benefits include the following.

##### **Defined Contribution Plan (provident fund)**

The company got recognition from commissioner of Taxes its provident fund scheme (Defined Contribution Plan) vide order no: bw\_bs - Av - 4/Kt At - 4/2007-2008/ for employees of the company eligible to be members of the fund in accordance with the rules of the provident fund constituted under an irrevocable trust. All permanent employees contribute to the provident fund and the company also makes equal contribution.

##### **Workers Profit Participation Fund:**

As per Bangladesh Labour Law 2006, amendment 2013, Chapter 15, Section 232 the company does not maintain Workers Profit Participation Fund (WPPF) for their workers as because Now the company operating EPZ labour ACT 2019, February 28 and as per clause no.174, Section XV we don't need to maintain WPPF until government enforce and instruct to comply the rules. Once government instructs us to deduct @0.03% to maintain the fund the company shall follow accordingly.

  
**Goutam Chandra Roy**  
 Chief Financial Officer  
 Queen South Textile Mills Ltd.

  
**Massum Rana**  
 Company Secretary  
 Queen South Textile Mills Ltd.

## **2.17 Accrued expenses and other payables**

Liabilities are recognized for the goods and services received, whether paid or not for those goods and services. Payables are not interest bearing and are stated at their nominal value.

## **2.18 Inventories**

Inventories are stated at the lower of cost and net realisable value. Cost is determined using the Average Cost method. The cost of finished goods and work in progress comprises raw materials, direct labour, other direct costs and related production overheads (based on normal operating capacity). It excludes borrowing costs. Net realisable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

## **2.19 Cash and Cash Equivalents**

Cash in hand and cash at banks have been considered as Cash and Cash Equivalents for the preparation of these financial statements, which were held and available for use by company without any restriction and there was no significant risk of changes in value of the same.

## **2.2 Statements of Cash Flows:**

Statement of Cash Flows is prepared principally in accordance with IAS-7 "Statement of Cash Flows" and the cash flows from the operating activities have been presented under direct method.

## **2.21 Accounting Policies, Changes in Accounting Estimates and Errors:**

Changes in accounting policies:

An entity shall change an accounting policy only if the change:

- (a) is required by an IFRS; or
- (b) results in the financial statements providing reliable and more relevant information about the effects of transactions, other events or conditions on the entity's financial position, Financial performance or cash flows.

## **2.22 Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial year of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the year in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

## **2.23 Income-tax expense**

In pursuance of section 44(4) (b) of the Income Tax Ordinance , 1984 (XXXVI of 1984 ) and cancelling the notification No. SRO 289- Ain /89, dated 17 August 1989, all industries operation in the Export processing zones of Bangladesh have been exempted from payment of income tax for a period of 10 years from an industry goes into commercial production. The tax holiday period of the company expired on June 30, 2015

### **Current Tax:**

Income tax is calculated and provision is made in compliance with the provisions of Finance Act 2018 and the Income Tax Ordinance 1984.



Goutam Chandra Roy  
Chief Financial Officer  
Queen South Textile Mills Ltd.

Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd

### **Deferred tax**

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the financial statement date.

### **2.24 Foreign Currency Transaction:**

Foreign currency transactions are recorded, on initial recognition in the functional currency at the spot exchange rate ruling at the transaction date.

At the end of each reporting period, in compliance with the provision of IAS 21: The Effects of Changes in Foreign Exchange Rates, are determined as under :

- (a) Foreign currency monetary items are translated using the closing rate.
- (b) Non-monetary items that are measured in terms of historical costs in a foreign currency are translated using the exchange rate at the date of the transaction.
- (c) Non-monetary items that are measured at fair value in a foreign currency is translated using the exchange rate at the date when the fair value is determined.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rate different from those at which they were translated on initial recognition during the period or in previous financial statements is recognized in profit or loss in the period in which they arise.

### **4.00 Financial Instruments**

A financial instrument is any contract that gives rise to financial assets and a financial liability or equity instrument of another entity.

#### **Financial assets:**

Financial assets of the company include cash and cash equivalents, accounts receivable, other receivables and equity instrument of another entity. The company initially recognized receivable on the date they are originated. All other financial assets are recognized initially on the date at which the company becomes a party to the contractual provision of the transaction. The company derecognizes a financial asset when, and only when the contractual rights or probabilities of receiving the cash flows on the financial assets in a transaction in which substantially all the risk and rewards of ownership of the financial assets are transferred.

#### **Financial liability:**

Financial liabilities are recognized initially on the transaction date at which the company becomes a party to the contractual provisions of the liability. The company derecognises the financial liabilities when its contractual obligations are discharged or cancelled or expired. Financial liabilities includes payable for expense, liability for capital expenditure and other current liabilities.



Goutam Chandra Roy  
Chief Financial Officer  
Queen South Textile Mills Ltd.

Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd.

#### **4.01 Earnings Per Share**

This has been calculated in compliance with the requirement of IAS-33 : Earnings per share by dividing the net earnings attributable to the share holders by the weighted average number of ordinary shares outstanding during the year .

Basic Earnings per share (Numerator /Denomenator )

Earnings (Numerator)

This represents earning for the year attributable to ordinary shareholders

No. of ordinary shares (Denominator)

This represents weighted average number of ordinary share outstanding during the year.

#### **Diluted Earnings per share**

As per the existing conditions of the loans taken by the company from various financial institutions or other contracts with various parties including employees, there is no condition related to conversion or stipulation related to share based payments for material and services supplied by them to the company . Hence , Diluted EPS of the company is same as basic EPS.

#### **4.02 Impairment of Assets:**

##### **I) Financial Assets**

Accounts receivable and others receivables are assessed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective indicates that a loss event has occurred after the initial recognition of the asset and that the loss event had a negative effect on the estimated future cash flow of that asset , that can be estimated reliably . Objective evidence that financial assets are impaired can include default of delinquency by a debtor, indicates that a debtor or issuer will enter bankruptcy etc. No such impairment has been raised till the reporting date.

##### **II) Non-Financial assets**

An asset is impaired when its carrying amount exceeds its recoverable amount. The company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less cost to sell and its value in use. Carrying amount of the assets is reduced to its recoverable amount by recognizing an impaired loss is recognised immediately in statement of comprehensive income unless the asset is carried at revalued amount . Any impaired loss of a revalued asset shall be treated as a revaluation decrease. No such impairment has been raised till the reporting date.

#### **4.03 Provision , Contingent Liabilities and Contingent Assets :**

Contingent Liabilities and Contingent Assets are present or possible obligations or on liabilities or assets , arising from past events and existence of which depends upon the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the company or which amount of the obligations cannot be measured with sufficient reliability. In accordance with IAS-37 .

#### **4.04 Intangible Assets**

In Compliance with the requirements of IAS, 38 Intangible Assets'

The following terms are used in this Standard with the meanings specified:

Amortisation is the systematic allocation of the depreciable amount of an intangible asset over its useful life.

An asset is a resource:

(a) controlled by an entity as a result of past events; and

(b) From which future economic benefits are expected to flow to the entity.



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Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd

An intangible asset shall be recognised if, and only if:

- (a) it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and
- (b) the cost of the asset can be measured reliably

**4.05 Financial statements comprises:**

- (a) Consolidated Statement of Financial Position (Un Audited)As at 30 September 2025
- (b) Consolidated Statement of Profit or Loss and Other Comprehensive Income (Un Audited)for the Period from 01 July 2025 to 30 September 2025
- (c) Statement of Changes in Equity for the Period from 01 July 2025 to 30 September 2025
- (d) Consolidated Statement of Cash Flows (Un Audited)for the Period from 01 July 2025 to 30 September 2025
- (e) Notes, comprising a summary of significant accounting policies and other explanatory information.

**4.06 Risk exposure**

**Interest rate risk**

Interest rate risk is the risk that Company faces due to unfavorable movements in the interest rates. Changes in the government's monetary policy, along with increased demand for loans/ investments tend to increase the interest rates. Such rises in interest rates mostly affect companies having floating rate loans or companies investing in debt securities.

**Management perception**

The Company maintains low debt/ equity ratio; and accordingly, adverse impact of interest rate fluctuation is insignificant. Moreover maximum debts are interest free.

**Exchange rate risk**

Exchange rate risk occurs due to changes in exchange rates. As the Company imports materials and equipment from abroad and also earns revenue in foreign currency, unfavorable volatility or currency fluctuation may affect the profitability of the Company. If exchange rate increases against local currency, opportunity arises for generating more profit.

**Management perception**

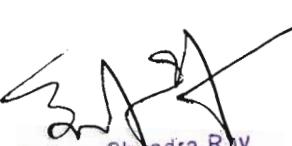
The products of the company are sold mostly in US\$ currency and the transaction would settle within very short period. Therefore, volatility of exchange rate will have no impact on profitability of the Company.

**Industry risks**

Industry risk refers to the risk of increased competition from foreign and domestic sources leading to lower prices, revenues, profit margin, and market share which could have an adverse impact on the business, financial condition and results of operation.

**Management perception**

Management is optimistic about growth opportunity in textile sector in Bangladesh. Furthermore there is untapped international market.



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### **Market risks**

Market risk refers to the risk of adverse market conditions affecting the sales and profitability of the company. Mostly, the risk arises from falling demand for the product or service which would harm the performance of the company. On the other hand, strong marketing and brand management would help the company increase their customer base.

### **Management perception**

Management is fully aware of the market risk, and act accordingly. Market for textile products in Bangladesh is growing at an exponential rate. Moreover the company has a strong marketing and brand management to increase the customer base and customer loyalty.

### **Operational risks**

Non-availabilities of materials/equipment/services may affect the smooth operational activities of The Company. On the other hand, the equipment may face operational and mechanical failures due to natural disasters, terrorist attacks, unforeseen events, lack of supervision and negligence, leading to severe accidents and losses.

### **Management perception**

The company perceives that allocation of its resources properly can reduce this risk factor to great extent. The Company hedges such risks and also takes preventive measures therefore.

### **Liquidity risk**

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price.

### **Management perception**

The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically, management ensures that it has sufficient cash and cash equivalent to meet expected operational expenses, including the servicing of financial obligation through preparation of the cash forecast, prepared based on time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date.



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	Amount in Taka 30-Sep-2025	Amount in Taka 30-Jun-2025
<b>5 Property, plant and equipment</b>		
<b>Cost:</b>		
Opening Balance	2,220,583,074	2,203,244,935
Addition during the period	15,934,881	17,338,139
Disposal during the period	-	-
	<b>2,236,517,955</b>	<b>2,220,583,074</b>
<b>Less: Accumulated Depreciation:</b>		
Opening Balance	1,511,959,675	1,412,585,724
Charged during the period	22,219,949	99,373,951
Adjustment during the period	-	-
	<b>1,534,179,623</b>	<b>1,511,959,675</b>
<b>Written Down Value</b>	<b>702,338,331</b>	<b>708,623,399</b>
Included in above PPE, Building, and machineries are mortgaged with banks. The details have been shown in Annexure: A		
<b>6 Capitan Work in Progress</b>		
Machinery & Equipment	120,230,400	120,230,400
	<b>120,230,400</b>	<b>120,230,400</b>
<b>7 Inventories</b>		
Raw materials	1,675,163,705	1,659,836,668
Work-in-process	312,010,495	282,322,045
Finished goods	464,116,989	442,618,082
Dyes & Chemicals	227,566,221	246,990,374
Spares & Accessories	6,187,242	18,950,749
	<b>2,685,044,653</b>	<b>2,650,717,918</b>
<b>8 Trade and other receivables</b>		
Accounts Receivable	2,672,305,792	2,535,132,194
Interest Receivable from FDR	-	-
	<b>2,672,305,792</b>	<b>2,535,132,194</b>

This is secured, considered good and is falling due within one year. No debts are considered as bad during the period. Classification schedule as required by Schedule XI of Companies Act 1994 is as follows:



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**30-Sep-2025**

**30-Jun-2025**

I)	debts considered good and in respect of which the company is fully secured by LC.	2,672,305,792	2,535,132,194
II)	debts considered good for which the company holds no security other than the debtors personal security and		
III)	debts considered doubtful or bad.		
IV)	debts due by directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member to be separately stated.		
V)	debts due by companies under the same management to be disclosed with the names of the companies.		
VI)	The maximum amount due by directors or other officers of the company at any time during the year to be shown by way of a note.		

**Age Analysis of Trade and Other Receivables**

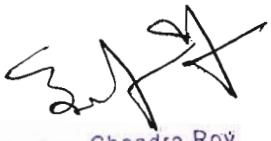
Within Three months	748,245,621.76	709,837,014.32
Three to six months	1,897,337,112.32	1,799,943,857.74
More than six months	26,723,058	25,351,322
<b>Total</b>	<b>2,672,305,792</b>	<b>2,535,132,194</b>

The Company has received letter of credits accepted by various customers against sales of yarn worth US \$26,596,343 equivalent to BDT 3,058,579,480 opened with different bank against which short term loan was sanctioned by Premier Bank Ltd., Woori Bank Ltd and HSBC keeping above mentioned Bills Receivable as collateral. The entire amount of loan liabilities has been set off against that bills receivable which is subject to realization upon 90~150 days. The company might have liability to the extent to which the said bill becomes unrealized. No provision against that liability has been created as it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a sufficiently reliable estimate of the amount of the obligation cannot be made.

**9 Advances, deposits and prepayments**

Advances	149,436,595	141,792,944
Deposits	51,261,060	51,261,060
Prepayments	7,529,847	4,581,213
	<b>208,227,502</b>	<b>197,635,217</b>

\*\* All advances and deposits and prepayment amount are considered good and realizable.

  
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	<b>30-Sep-2025</b>	<b>30-Jun-2025</b>
<b>10 Investments-FDR:</b>		
Woori Bank-FDR A/C #9230076351	14,708,236	13,875,694
QS Widex Solar (BD) Ltd.		
	<b>14,708,236</b>	<b>13,875,694</b>
<b>11 Cash &amp; Cash Equivalent</b>		
Cash in hand	1,884,651	1,298,258
Cash at Banks	11,682,223	6,190,219
	<b>13,566,874</b>	<b>7,488,477</b>
<b>11.1 Cash at Banks</b>		
Premier Bank-FDR (3 Month Maturity)	6,312,448	13,485
Woori Bank-OBU USD A/C-92-30107-57	415,793	306,893
Woori Bank USD A/C-92-30107-60	10,000	10,000
Woori Bank-Taka A/C-92-30107-75	1,676,989	97,933
Bangladesh Commerce Bank	1,726,909	2,846,846
Premier bank FC A/C-010215200000898	92,630	110,605
Premier Bank Taka A/C-010211100015599	89,274	84,221
Woori Bank- Taka NDA	276,744	261,079
Prime Bank-OBU USD A/C-11-0000-10	50,191	50,191
Prime Bank-DBU USD A/C-124-511800084-41	30,472	30,472
Prime Bank-TK A/C-124-110500084-40	54,754	1,239,840
Midland Bank Limited. Taka	76,267	283,671
HSBC Bank -OBU USD A/C	136,019	231,504
HSBCDBU	89,041	60,212
HSBC Bank -Taka A/C	11,575	10,920
Dutch Bangla Bank-DBU A/C-Taka	127	120
Dhaka Bank-OBU USD A/C-099-1125-0000003-47	322,541	249,041
Woori Bank -MOB Account	182,140	182,140
Premier Bank 0102 11100016325 QS Widex	21,203	20,003
Prime Bank-TK A/C-IPO	-	-
Prime Bank-EURO A/C-IPO	107,106	101,043
Prime Bank-GBP A/C-IPO		
Prime Bank-USD A/C-IPO		
	<b>11,682,223</b>	<b>6,190,219</b>
<b>12 Share capital</b>		
Authorized capital:		
20,00,00,000 Ordinary shares of Taka 10 each		
<b>Issued, subscribed and paid up</b>		
Opening Share Capital	1,526,014,390	1,526,014,390
Add: Stock Dividend	-	-
Closing Share Capital	<b>1,526,014,390</b>	<b>1,526,014,390</b>

  
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30-Sep-2025

30-Jun-2025

**13 Retained Earnings**

Retained Earnings Opening Balance  
 Less: Deferred Tax liability  
 Opening balance  
 Less: Stock Dividend @ 388%  
 Less: Prior years' Income Tax paid  
 Less: IPO Expenses Net of Tax  
 Less: Stock Dividend  
 Less: Cash Dividend  
 Add: Adjustment for Dividend  
 Add: Net profit during the period  
 Retained Earnings Closing Balance

891,765,866

871,737,251

9,511,096

34,301,687

**901,276,962****891,765,866****14 Long-term borrowing**

Lease Liability-ROU  
 HSBC Bank Ltd.  
 IDLC lease Finance  
 Loan from Shareholders(Annexure-E)

17,543,755

17,997,191

163,850,367

187,750,895

3,196,646

4,275,986

469,504,993

469,504,993

**654,095,761****679,529,065**

Less: Current Portion of Long Term Loan  
 HSBC Bank Ltd.  
 IDLC Lease Finance  
 Loan from Shareholders  
 Lease Liability-ROU

109,805,496

109,805,496

4,464,000

4,464,000

-

-

315,434

1,233,964

**114,584,930****115,503,460****539,510,831****564,025,605**

Short details of long term borrowing from HSBC, IDLC, Ltd.

Purpose:	Procurement of Machin	Procurement of Machin
Tenure:	Three years from the d	Three years from the d
Repayment:	From proceed realizati	From proceed realizati
Rate of Interest:	SOFR +3.75%	SOFR +3.75%
Security:	Building, machineries a	Building, machineries a

**15 Trade and other payables**

Trade Payables  
 Other Payables

1,024,842,922

1,203,267,016

48,512,245

45,521,258

**1,073,355,167****1,248,788,274**

  
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	30-Sep-2025	30-Jun-2025
<b>16 Short term borrowing</b>		
Woori Bank Limited (TR)	418,617,818	390,633,777
Premier Bank Limited (TR)	1,340,238,867	884,920,777
HSBC (TR)	104,984,965	220,095,355
Premier Bank Limited (O/D)	28,225,858	59,866,400
Woori Bank Limited (O/D)		
Midland Bank (O/D)		
	<b>1,892,067,508</b>	<b>1,555,516,309</b>
<b>17 Liabilities for Expenses</b>		
Salaries, Wages & Allowances	73,763,733	68,377,611
Utilities Payable	86,948,341	73,350,525
Vehicle Rent & Expenses	342,567	342,567
ETP Expenses BEPZA	26,338,137	15,867,375
Godown rent	1,696,631	937,629
Printing Stationery	1,793,176	1,997,176
Audit Fees		
Professional Fee Payble	770,444	904,790
Liability for employee Tax	7,364,426	6,699,760
Liability for supplier VAT and Tax	7,112,580	6,463,290
PF subscription	1,770,144	1,873,644
Others		
	<b>207,900,179</b>	<b>176,814,367</b>
<b>18 Dividend Payable</b>		
Dividend Payable	3,208,296	3,226,271
	<b>3,208,296</b>	<b>3,226,271</b>
<b>19 Income Tax provision</b>		
Opening Balance	108,085,373	74,326,505
Add: Provision during the year	7,082,419	33,758,868
Less: Adjustment/Paid during the year		
Total	<b>115,167,792</b>	<b>108,085,373</b>
<b>20 NAVPS (Net Assets Value Per Share)</b>		
No of shares to calculate Net Asset Value Per Share	<b>152,601,439</b>	<b>152,601,439</b>
Shareholder's equity	2,427,291,352	2,417,780,256
NAVPS (Net Assets Value Per Share)	<b>15.91</b>	<b>15.84</b>

  
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		<u>Amount in Taka</u>	<u>Amount in Taka</u>
		1-Jul-2025 to 30-Sep-2025	1-Jul-2024 to 30-Sep-2024
<b>21</b>	<b>Revenue</b>	<b>\$ 8,337,903</b>	<b>\$ 10,569,036</b>
	Export Sales	<u>958,858,898</u>	<u>1,183,732,025</u>
		<b><u>958,858,898</u></b>	<b><u>1,183,732,025</u></b>
<b>21.01</b>	<b>Other Income</b>		
	Bank Interest FDR-Premier Bank	-	-
	Bank Interest-Prime Bank	-	415
	FDR Interest-Woorl Bank	-	-
		<b><u>-</u></b>	<b><u>415</u></b>
<b>22</b>	<b>Cost of Sales</b>		
	Yarn consumed (Note-22.01)	668,906,971	855,419,026
	Dyes & Chemicals Consumed (Note 23.02)	52,178,471	55,496,380
	Manufacturing expenses (Note-22.03)	193,641,481	201,889,069
	<b>manufacturing costs for the period</b>	<b>914,726,923</b>	<b>1,112,804,474</b>
	Opening work in progress	282,322,045	228,849,819
	Closing work in progress	(312,010,495)	(264,779,177)
	<b>Cost of goods manufactured</b>	<b>885,038,472</b>	<b>1,076,875,117</b>
	Finished goods (Opening)	442,618,082	396,660,964
	Finished goods (Closing)	(464,116,989)	(406,263,490)
		<b><u>863,539,564</u></b>	<b><u>1,067,272,590</u></b>
		9.94%	9.84%
<b>22.01</b>	<b>Yarn consumed</b>		
	Opening stock	1,659,836,668	1,745,613,828
	Purchase during the period	684,234,008	812,431,551
	<b>Raw materials available for consumption</b>	<b>2,344,070,676</b>	<b>2,558,045,379</b>
	Closing stock	(1,675,163,705)	(1,702,626,353)
	<b>Raw materials consumed</b>	<b>668,906,971</b>	<b>855,419,026</b>
		69.76%	72.26%
<b>22.02</b>	<b>Dyes &amp; Chemical consumed</b>		
	Opening stock	246,990,374	193,930,271
	Purchase during the period	32,754,318	90,341,499
	<b>Dyes &amp; Chemicals available for consumption</b>	<b>279,744,692</b>	<b>284,271,771</b>
	Closing stock	(227,566,221)	(228,775,391)
	<b>Dyes &amp; Chemicals consumed</b>	<b>52,178,471</b>	<b>55,496,380</b>
		5.44%	4.69%
<b>22.03</b>	<b>Factory Overhead</b>		
	Utility Bills-BEPZA	43,234,245	65,114,544
	Repair and maintenance	1,431,473	1,382,693
	Wages	41,680,298	50,373,751
	Daily Labor Charges	696,302	-
	P.F. Contribution	-	1,068,813
	Other mgf. Exp.	51,756,353	47,658,570
	Gas Charges- Titas	1,121,318	871,423
	Insurance Premium ( mfg.)	-	-
	Marin Insurance	1,138,500	1,108,800
	Godown Rent	840,600	802,097
	Security Expenses	652,174	808,968
	Stationeries	263,925	314,160
	Medical Subscription -Bepza	2,327,734	2,217,937
	Vehicle Expenses	10,088,943	-
	C&F Expense	18,411,662	8,077,693
	Spare & Accessories consumed(Notes-22.04)	19,997,954	22,089,619
	Depreciation	<b><u>193,641,481</u></b>	<b><u>201,889,069</u></b>
		21.88%	18.75%
<b>22.04</b>	<b>Spare &amp; Accessories consumed</b>		
	Opening stock	18,950,749	24,302,028
	Purchase during the period	5,648,155	5,408,422
	<b>Spares &amp; Accessories available for consumption</b>	<b>24,598,905</b>	<b>29,710,450</b>
	Closing stock	(6,187,242)	(21,632,757)
	<b>Spares &amp; Accessories consumed</b>	<b>18,411,662</b>	<b>8,077,693</b>
		1.92%	0.68%

**22.04**

**Spare & Accessories consumed**

Opening stock

Purchase during the period

**Spares & Accessories available for consumption**

Closing stock

**Spares & Accessories consumed**

  
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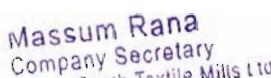
		<u>Amount in Taka</u>	<u>Amount in Taka</u>
		1-Jul-2025 to 30-Sep-2025	1-Jul-2024 to 30-Sep-2024
<b>23</b>	<b>Distribution Costs</b>		
	Salaries & Allowances	3,310,480	3,432,766
	Contribution to P.F	118,010	166,282
	Advertisement	307,530	14,280
	House Rent	300,750	695,190
	Entertainment	454,087	979,346
		<u><b>4,490,857</b></u>	<u><b>5,287,864</b></u>
<b>24</b>	<b>Administrative expenses</b>		
	Telephone & mobile	349,396	357,018
	Medical & Welfare	586,535	1,397,276
	Professional Fees	695,175	833,408
	Audit Fees	46,000	-
	Renewal & Registration	21,274	861,145
	Salaries & Allowances	28,528,885	25,944,686
	Contribution for P.F	446,034	1,226,283
	Entertainment(Office)	179,701	149,004
	Local Conveyance	467,772	680,551
	Courier Charge	209,674	108,077
	Depreciation	2,221,995	2,454,402
		<u><b>33,752,441</b></u>	<u><b>34,011,850</b></u>
<b>25</b>	<b>Financial Expenses:</b>		
	Interest on Long Term Loan	802,747	5,012,073
	Interest on Short Term Loan	43,817,077	36,057,237
	Bank Charge and Commission	3,041,156	4,602,778
		<u><b>47,660,980</b></u>	<u><b>45,672,088</b></u>
	<b>Financial Expenses:</b>		
	Interest -Bill Discounting	11,637,720	14,990,557
	Bank Charges & Commission	3,041,156	4,602,778
	Interest -Bill settlement	3,409,907	9,461,948
	Interest-overdraft	1,425,246	1,118,248
	Interest- Term Loan	502,915	5,012,073
	Interest TR Loan	27,344,204	10,486,484
	Interest-Lease Liability (ROU)	299,832	-
		<u><b>47,660,980</b></u>	<u><b>45,672,088</b></u>
<b>26</b>	<b>Income tax expenses:</b>		
	The above balance is made up as follows:		
	Current tax (26.01)	7,082,419	9,147,808
	Deferred tax (income)/expenses (Annexure-G)	(197,131)	(3,681,603)
		<u><b>6,885,288</b></u>	<u><b>5,466,205</b></u>
<b>26.01</b>	<b>Current tax</b>		
	The above balance is made up as follows:		
	Income tax on business income (Note 26.02)	7,082,419	9,147,704
	Income tax on other income (Note 26.03)	-	104
	Total tax on income	<u><b>7,082,419</b></u>	<u><b>9,147,808</b></u>
<b>26.02</b>	<b>Income tax on business income</b>		
	Net Profit/ (Loss) before tax	15,997,735	17,733,345
	Less: IPO Expenses	22,219,949	24,544,021
	Add: Accounting depreciation	(20,693,288)	(23,459,454)
	Less: Tax depreciation	17,524,395	18,817,912
	Less: Other income	-	415
	Total business income	<u><b>17,524,395</b></u>	<u><b>18,817,497</b></u>
	Income tax @ 15%	2,628,659	2,822,625
	Tax deducted under section 163	<u><b>7,082,419</b></u>	<u><b>9,147,704</b></u>
	As per section 163 of the ITO tax deducted at source or tax calculated @ 15% whichever is higher will be the tax payable.	5,630,029	5,195,560


  
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Massum Rana  
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 Queen South Textile Mills Ltd.

		<u>Amount in Taka</u>	<u>Amount in Taka</u>
		1-Jul-2025 to 30-Sep-2025	1-Jul-2024 to 30-Sep-2024
<b>26.03</b>	<b>Income tax on other income:</b>		
	Other income	-	415
	Income tax @ 25%	-	104
<b>27</b>	<b>Non-controlling Interest</b>		
	Opening Balance	(1,964,762.1)	381,198.0
	Add: 49% shares of share Capital of QS Widex Solar (BD) Limited	-	-
	Add: 49% shares of profit/(Loss) of QS Widex Solar (BD) Limited	(398,649)	(572,756)
	<b>Closing Balance</b>	<b>(2,363,411)</b>	<b>(191,558)</b>
<b>28</b>	<b>Earning Per Share:</b>		
	Net profit after tax attributable to ordinary shareholders	<b>9,112,447</b>	<b>12,267,140</b>
	<b>No of weighted average shares to calculate basic earnings per share</b>	<b>152,601,439</b>	<b>152,601,439</b>
	Basic & Diluted Earnings per share	<b>0.06</b>	<b>0.08</b>
<b>29</b>	<b>Cash received from customer &amp; other income</b>		
	Revenue	958,858,898	1,183,732,025
	Other Income	-	415
	Realized Foreign Exchange Gain/(Loss)	(37,214,215)	(10,294,936)
	Adjustment of unrealized foreign exchange gain/(loss) for trade receivable (Increase)/Decrease in Trade and other receivables	153,867,125 (137,173,598)	20,434,211 (327,944,998)
		938,338,210	865,926,717
<b>30</b>	<b>Cash Paid to Suppliers, employees and others expenses</b>		
	Cost of Goods Sold	(863,539,564)	(1,067,272,590)
	Distribution Cost	(4,490,857)	(5,287,864)
	Administrative Expenses	(33,752,441)	(34,011,850)
	Adjustment for Depreciation	22,219,949	24,544,021
	Adjustment for Unrealized Foreign Exchange gain/(Loss) (Increase)/Decrease in Inventory	(23,320,243) (34,326,735)	(15,044,887) (34,720,257)
	(Increase)/Decrease in Advances Deposits Prepayments	(10,592,285)	(12,236,433)
	Net AIT included in advance deposits & prepayments considered separately	7,082,419	9,147,704
	Increase/(Decrease) Trade and other payable	(175,433,107)	221,985,657
	Increase/(Decrease) Liabilities for Expenses	31,085,812 (1,085,067,053)	21,247,953 (891,648,546)
	<b>Income Tax paid</b>		
	Opening AIT	(123,466,877)	(90,135,045)
	Closing AIT	130,549,296	99,282,749
	Opening Income Tax Provision	108,085,373	74,326,505
	Closing Income Tax Provision	(115,167,792)	(83,474,313)
	Current Year Tax Provision	7,082,419 7,082,419	9,147,808 9,147,704
<b>31</b>	<b>Net Operating Cash Flow per share(NOCFPS)</b>		
	<b>No of weighted average shares to calculate Net</b>	<b>152,601,439</b>	<b>152,601,439</b>
	<b>Net Cash provided by operating activities</b>	<b>(153,811,262)</b>	<b>(34,869,533)</b>
	<b>Net Operating Cash Flow per share (NOCFPS)</b>	<b>(1.01)</b>	<b>(0.23)</b>
<b>32</b>	<b>Reconciliation of Net profit with cash flow from operating activities</b>		
	Net Profit Before Tax	15,997,735	17,733,345
	(Increase)/Decrease in Trade and other receivables	(137,173,598)	(327,944,998)
	Adjustment for Depreciation	22,219,949	24,544,021
	(Increase)/Decrease in Inventory	(34,326,735)	(34,720,257)
	(Increase)/Decrease in Advances Deposits Prepayments	(10,592,285)	(12,236,433)


  
**Goutam Chandra Roy**  
 Chief Financial Officer  
 Queen South Textile Mills Ltd.


  
**Massum Rana**  
 Company Secretary  
 Queen South Textile Mills Ltd.

	<u>Amount in Taka</u>	<u>Amount in Taka</u>
	1-Jul-2025	1-Jul-2024
	to	to
	30-Sep-2025	30-Sep-2024
Net Advance Income Tax included in advance deposits & Increase/(Decrease) Trade and other payable	7,082,419	9,147,704
Increase/(Decrease) Liabilities for Expenses	(175,433,107)	221,985,657
Finance Expenses	31,085,812	21,247,953
Income Tax Paid	47,660,980	45,672,088
Foreign Currency Gain/(Loss) for financing and investing	(7,082,419)	(9,147,704)
Foreign Currency Gain/(Loss) for Cash and Cash	87,233,980	9,396,975
<b>Cash Flow from operating activities</b>	<b>(483,992)</b>	<b>(547,884)</b>
	<b>(153,811,259)</b>	<b>(34,869,530)</b>
	3	0.00

**33 Explanation note 28 for changes in EPS**

In this reporting period, the EPS of the company has reduced from Taka 0.08 to Taka 0.06. The government has increased the utility tariff (Gas and Electricity) significantly last year. On the other hand, salaries and wages have also increased in this period. But competitive sales price of dyed yarn has been reduced. Thus, the Gross profit of the company in the period has decreased significantly. And due to adverse economic condition, the customer did not settle the export bills on maturity. As we discount the export bills, we could not settle the discount export bills on maturity. And we did not settle the some of STL also on maturity due to the delay settle the export bills. So, the finance cost of the company has been increased during the reporting period. Adverse foreign currency movement also reduced the profit of the company. As a result Net profit after tax of the company has reduced during the period. And EPS of the company has also reduced reduced accordingly.

**34 Explanation note 29 & 30 for changes in**

In the reporting period, We have received Tk. 938,338,210/- from customers and other incomes compare with of last year qtr Tk. 865,926,717/- which has been increased by TK. 72,411,493/-, As the adverse economic condition dollar conversion rate of our export had been increase by BDT 7.24 crore compare to previous year same qtr as well. That's why our Operating Cash flow per share for the reporting period has been decreased to Tk (1.01) from Tk. 2.95.

  
 Goutam Chandra Roy  
 Chief Financial Officer  
 Queen South Textile Mills Ltd.

Massum Rana  
 Company Secretary  
 Queen South Textile Mills Ltd.

**35 Disclosure as per requirement of schedule XI, Part-II of companies Act 1994**

**35.1 Related party disclosures**

The Company has entered into transactions with other entities that fall within the definition of related party as contained in IAS-24 "Related Party Disclosures" The Company opines that terms of related transaction do not significantly differ from those that could have been obtained from third parties . Total transactions of the significant related parties as at 30.09.2025 are as follows:

a)

Name of Related Party	Relationship	Nature of Transaction	Opening Balance	Transaction / Adjustment during the period Dr./(Cr.)	Closing Balance Dr./(Cr.)
Gain Plus Agents Limited	Common Management	Trade Payable	(598,648,611)	6,800,271	(591,848,340)
Gain Plus Agents Limited	Common Management	Loan from Shareholders	(469,504,993)	-	(469,504,993)
Ideal Fastenar BD Limited	Common Management	Trade Payable	(138,405,278)	(12,205,117)	(150,610,395)
Kingpro Manufacturing Co. Limited	Common Management	Trade Payable	(12,828,485)	-	(12,828,485)
Kingpro Trading Limited	Common Management	Trade Payable	(7,245,580)	(619,920)	(7,865,500)
Queensin Ltd	Common Management	Trade Payable	(53,610,605)	(3,216,636)	(56,827,241)
Master Knitwear Ltd	Common Management	Trade Payable	(3,525,070)	(1,000,000)	(4,525,070)
Huge Master			(18,611,472)	-	(18,611,472)
Winpro Textile Mills Ltd	Common Management	Trade Payable		-	
BHK Textile Mills Ltd	Common Management	Trade Receivable		-	

**36 Number of Employees**

Number of permanent staff	119
Number of permanent workers	578
Number of temporary staff/worker	
<b>Total:</b>	<b>697</b>

  
Soutam Chandra Roy  
Chief Financial Officer  
Queen South Textile Mills Ltd.

Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd

**Queen South Textile Mills Limited**  
 Dhaka export Processing Zone  
 Savar Dhaka  
**Schedule of Property Plant and Equipment as at September 30, 2025**

**Annexure: A**

Sl. No.	Name of Assets	COST			DEPRECIATION				Written down value as on 30-Sep-2025
		Balance as on 1-Jul-2025	Addition during the period	Balance as on 30-Sep-2025	Rate of Dep	Balance as on 1-Jul-2025	Charged during the period	Balance as on 30-Sep-2025	
1	Machinery & Equipment	1,773,653,448	-	1,773,653,448	15%	1,275,984,870	18,662,572	1,294,647,442	479,006,006
2	Building & Civil Const.	318,193,669	15,764,461	333,958,130	5%	167,302,180	2,083,200	169,385,380	164,572,751
3	Furniture and fixture	2,555,994	-	2,555,994	20%	2,334,577	11,071	2,345,648	210,346
4	Office equipment	26,257,050	170,420	26,427,470	25%	23,636,091	174,461	23,810,552	2,616,918
5	Electrical Installation	45,560,092	-	45,560,092	5%	15,927,264	370,410	16,297,674	29,262,418
6	Vehicles	31,370,291	-	31,370,291	20%	20,066,672	565,181	20,631,853	10,738,438
7	Right of Use (Asset)	22,992,530	-	22,992,530		6,708,021	353,054	7,061,075	15,931,455
<b>Total at 30.09.2025</b>		<b>2,220,583,074</b>	<b>15,934,881</b>	<b>2,236,517,955</b>		<b>1,511,959,675</b>	<b>22,219,949</b>	<b>1,534,179,623</b>	<b>702,338,331</b>
<b>Total at 30.06.2025</b>		<b>2,203,244,935</b>	<b>17,338,139</b>	<b>2,220,583,074</b>		<b>1,412,585,724</b>	<b>99,373,951</b>	<b>1,511,959,675</b>	<b>708,623,399</b>

**Depreciation Allocation:**

Administrative expenses  
 Manufacturing Expenses

2,221,995
19,997,954
<b>22,219,949</b>



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 Queen South Textile Mills Ltd.

Massum Rana  
 Company Secretary  
 Queen South Textile Mills Ltd