




**ALIF MANUFACTURING COMPANY LTD.
HALF YEARLY (Q2) FINANCIAL STATEMENTS
(UN-AUDITED)**

**FOR THE PERIOD
FROM JULY 01, 2019 TO DECEMBER 31, 2019**

ALIF MANUFACTURING COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2019
(Un Audited)

Particulars	Notes	Amount in Taka	
		December 31, 2019	June 30, 2019
ASSETS			
Non-Current Assets		2,505,503,437	2,324,531,772
Property, Plant & Equipment	4.00	2,505,503,437	2,324,531,772
Other Non- Current Asset		4,970,774	4,970,774
Long Term Deposit		4,970,774	4,970,774
Current Assets:		1,238,875,620	1,350,455,381
Advance & Prepayment	6.00	6,643,587	2,080,524
Inventories	7.00	114,570,140	188,916,421
Trade Receivable	8.00	440,317,774	450,563,271
Cash & Cash Equivalents	9.00	677,344,119	708,895,166
Total Assets		3,749,349,831	3,679,957,928
EQUITY AND LIABILITIES			
Shareholders' Equity		3,550,050,305	3,489,908,113
Share Capital	10.00	2,406,731,690	2,406,731,690
Reserve & Surplus	11.00	617,029,002	618,209,914
Retained Earnings		526,289,613	464,966,508
Non Current Liabilities		131,415,760	112,415,068
Deferred Tax Liabilities	12.00	131,415,760	112,415,068
Current Liabilities		67,883,765	77,634,746
Accrued Expense	13.00	18,075,094	24,728,654
Dividend Payable		1,567,138	1,567,138
Provision for Income Tax	14.00	33,256,236	40,475,643
Provision for WPPF	15.00	14,985,298	10,863,311
Total Equity and Liabilities		3,749,349,831	3,679,957,928
Net assest Value (NAV) per share	16.00	14.75	14.50

The annexed notes are integral part of these Financial Statements.

 Chairman
 Managing Director
 Director
 Chief Financial Officer
 Company Secretary

Dated: Dhaka
18-Feb-20



ALIF MANUFACTURING COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2019
(Un-Audited)

Particulars	Notes	Amount in Taka		Amount in Taka	
		For the period from July 01, 2019 to December 31, 2019	For the period from July 01, 2018 to December 31, 2018	For the period from October 01, 2019 to December 31, 2019	For the period from October 01, 2018 to December 31, 2018
		(Six Months)	(Six Months)	(Three Months)	(Three Months)
Turnover		564,827,643	347,072,337	300,869,012	174,714,292
Less: Cost of goods sold		458,589,338	202,950,549	253,714,648	100,440,602
Gross Profit		106,238,305	144,121,788	47,154,364	74,273,690
Less: Operating Expense					
Administrative expense		21,964,410	18,255,992	8,837,392	9,296,380
Operating Profit		84,273,894	125,865,796	38,316,971	64,977,310
Add: Non Operating Income		2,287,828	3,177,838	828,821	2,978,062
Profit Before WPPF & Taxes		86,561,723	129,043,634	39,145,793	67,955,372
Less: Workers Profit Participation fund		4,121,987	6,144,935	1,864,086	3,236,588
Profit Before Taxes		82,439,736	122,898,699	37,281,707	64,718,784
Less: Provision for Income Tax		22,505,940	24,517,471	5,726,218	12,537,885
Deferred Tax	12.00	19,209,089	22,782,961	5,306,730	11,736,502
Current Tax	14.00	3,296,851	1,734,510	419,488	801,383
Other Comprehensive Income			-		
Net Profit After Tax for the year		59,933,796	98,381,228	31,555,489	52,180,899
Basic Earnings Per Share (EPS)	22.00	0.25	0.41	0.13	0.22

 Chairman
 Managing Director
 Director
 Chief Financial Officer
 Company Secretary

Dated: Dhaka
18-Feb-20



ALIF MANUFACTURING COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED DECEMBER 31, 2019
(Un-Audited)

Particulars	Notes	Amount in Taka	
		For the period from July 01, 2019 to December 31, 2019	For the period from July 01, 2018 to December 31, 2018
A. Cash Flows from Operating Activities		179,064,688	21,822,538
Collection against Sales		575,603,588	289,084,929
Advance Payment		(4,563,064)	
Non-Operating Income		1,757,381	3,177,838
Payment against Purchase		(304,169,324)	(207,708,881)
Payment against Operating Expense		(79,047,634)	(62,731,349)
Tax Paid		(10,516,259)	-
B. Cash Flows from Investing Activities		(211,014,525)	(418,340,834)
Acquisition of Property Plant & Equipment		(211,014,525)	(418,340,834)
C. Cash Flows from Financing Activities			
Payment of Dividend			(8,550,000)
Right Share Proceed			
Net Cash Inflow for the year (A+B+C)		(31,949,837)	(396,518,296)
D. Opening balance of Cash & Cash Equivalents		708,895,165	991,183,289
E. Effect of exchange rate on cash and cash equivalents		398,791	-
F. Closing balance of Cash & Cash Equivalents		677,344,119	586,114,993
Net operating cash inflow per share	23.00	0.74	0.09

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 Director
 Chief Financial Officer
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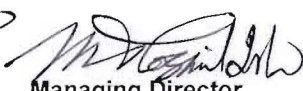
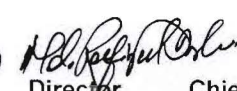
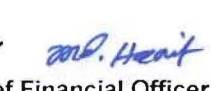
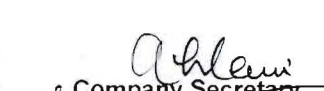
Dated: Dhaka
18-Feb-20



ALIF MANUFACTURING COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2019
(Un-Audited)

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at July 01, 2019	2,406,731,690	271,847,108	346,362,807	464,966,509	3,489,908,113
Bonus Share Issue					-
Net Profit for the period				59,933,796	59,933,796
revalued Assets			(1,389,309)	1,389,309	-
Deferred Tax Adjustment			208,396		208,396
Balance at December 31, 2019	2,406,731,690	271,847,108	345,181,894	526,289,613	3,550,050,305

Particulars	Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
Balance as at July 01, 2018	2,187,937,900	271,847,108	348,724,632	502,022,827	3,310,532,467
Bonus Share Issue	-	-	-	-	-
Net Profit during the year	-	-	-	98,381,228	98,381,228
Decrease of revaluation	-	-	-	-	-
Assets	-	-	(1,389,309)	1,389,309	-
Deferred Tax Adjustment	-	-	208,396	-	208,396
Balance at December 31, 2018	2,187,937,900	271,847,108	347,543,719	601,793,364	3,409,122,091

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 Director
 Chief Financial Officer
 Company Secretary



Dated: Dhaka
18-Feb-20

		Amount in Taka	
		December 31, 2019	June 30, 2019
6.00 Advance & Prepayment			
	VAT Current Account	460,739	460,739
	Advance Income Tax	235,230	176,730
	Advance Income Tax on Export Sales	5,947,619	1,443,055
		6,643,587	2,080,524
7.00 Inventories			
	Particulars		
	Raw Materials	21,256,714	70,011,014
	Packing Materials	1,375,953	1,255,480
	Work in Process	15,578,560	15,550,470
	Stores & Spares	459,085	20,000
	Finished Goods	75,899,828	102,079,457
		114,570,140	188,916,421
8.00 Trade Receivables			
	Receivable against Export	399,536,586	449,386,290
	Receivable against local sales	40,250,740	-
	Unrealized Foreign Currency Exchange Gain/(Loss)	530,447	1,176,981
		440,317,774	450,563,271
	The aging of trade receivables is as follows:		
	Below 60 Days	198,403,090	134,815,887
	Within 61-120 Days	181,436,013	89,877,258
	Within 121-180 Days	60,478,671	53,926,355
	Over 180 Days	-	170,766,790
		440,317,774	449,386,290
	The classification of receivables as required by the schedule XI of the Companies Act, 1994 are given below:		
	Receivable considered good in respect of which the company is fully secured.	440,317,774	449,386,290
	Receivable considered good in respect of which the company holds no security other than the debtor personal security.	-	-
	Receivables considered doubtful bad.	-	-
	Receivable to Directors.	-	-
	Receivables due by common management.	-	-
	The maximum amount of receivable due by any director or other officer of the company.	-	-
		440,317,774	449,386,290
9.00 Cash & Cash Equivalents			
	Cash in Hand	4,515,415	6,209,036
	Cash at Bank	672,828,704	702,686,129
		677,344,119	708,895,165
10.00 Share Capital			
	This is made up as follows:		
	i Authorized Capital:		
	500,000,000 Ordinary Share of TK 10 each	5,000,000,000	5,000,000,000
	ii Issued, Subscribed & Paid-up		
	The company raised its paid up capital through right issue of 1 share against 1(1:1) during the year vide BSEC permission dated 20.12.2017. Break up is given below:		
	109,396,895 Ordinary Share of TK 10 each Right Share Issue	1,093,968,950	1,093,968,950
	109,396,895 Ordinary Share of TK 10 each	1,093,968,950	1,093,968,950
	10% Stock Dividend for 2017-18	218,793,790	218,793,790
		2,406,731,690	2,406,731,690



Amount in Taka

December 31, 2019 June 30, 2019

iii Composition of Share Holding:

Particulars	December 31, 2019		June 30, 2019	
	No. of Share	% of Shares	No. of Share	% of Shares
Sponsor/ Directors	73,120,686	30.38%	75,459,447	31.35%
Institutions	41,203,247	17.12%	41,347,650	17.18%
General Public	126,349,236	52.50%	123,866,072	51.47%
	240,673,169	100%	240,673,169	100%

iv The Share holding position of the company are as follows:

Particulars	December 31, 2019		June 30, 2019	
	No. of Share	Value of shares	No. of Share	Value of shares
Mr. Md. Azizul Islam	10,234,792	102,347,920	10,234,792	102,347,920
Mr. Md. Azimul Islam	23,476,321	234,763,210	23,476,321	234,763,210
Mrs. Lutfun Nessa Islam	5,950,045	59,500,450	5,950,045	59,500,450
M/s Alif Apparels Ltd	4,876,830	48,768,300	4,876,830	48,768,300
M/s Alif Textile Mills Ltd	13,993,152	139,931,520	16,331,913	163,319,130
M/s Alif Bengal Holdings Ltd	4,876,830	48,768,300	4,876,830	48,768,300
M/s Alif Outwear Ltd	4,835,886	48,358,860	4,835,886	48,358,860
M/s Alif Real Estate Ltd	4,876,830	48,768,300	4,876,830	48,768,300
Institutions	41,203,247	412,032,470	41,347,650	413,476,500
General Public	126,349,236	1,263,492,360	123,866,072	1,238,660,720
	240,673,169	2,406,731,690	240,673,169	2,406,731,690

11.00 Reserve & Surplus

Revaluation Reserve	11.01	345,181,894	346,362,806
Share Premium		271,847,108	271,847,108
		617,029,002	618,209,914

11.01 Revaluation Reserve

Land & Land Development	267,241,674	267,241,674
Building & Civil Construction	79,121,132	81,482,958
Less: Depreciation on Building & Civil Construction	1,180,912	2,361,825
	345,181,894	346,362,806

12.00 Deferred Tax Liability

a) For revaluation

Opening Balance of Deferred Tax Liability	61,122,848	61,539,640
Less: Adjustment for Depreciation	(208,396)	(416,793)
Closing Balance of Deferred Tax Liability	60,914,451	61,122,848

b) For Normal Operation

Opening Balance of Deferred Tax (Assets)	51,292,220	8,868,949
Add: Deferred tax expenses/(income) during the year	19,209,089	42,423,271
Closing Balance of Deferred Tax Liability/(Assets)	12.1 70,501,309	51,292,220

Total Deferred Tax Liabilities (a+b)

131,415,760 112,415,068

12.10 Closing Balance of Deferred Tax Liability/(Assets)

WDV as per accounts	2,505,503,437	1,917,046,118
WDV as per tax base	2,035,494,712	1,635,063,496
Temporary Difference	470,008,725	281,982,622
Company tax rate	15%	15%
Deferred Tax Liabilities	70,501,309	42,297,393

13.00 Accrued Expenses

Salary & Allowance	2,662,595	1,833,295
Listing Fees	2,994,079	2,994,079
CDBL FEES	38,070	38,070
Factory Wages & Overtime	4,606,091	6,170,326
Electricity Bill	5,037,457	6,310,437
VAT	1,010,680	1,010,680
Audit Fee	230,000	450,000
Gas Bill	350,371	4,776,016
Insurance	1,145,751	1,145,751
	18,075,094	24,728,654



		Amount in Taka	
		December 31 ,2019	June 30, 2019
14.00 Provision for Income Tax			
Opening Balance		40,475,643	90,674,852
Add: Addition made during the year see note 14.1		3,296,851	4,800,791
		43,772,495	95,475,643
Less: Payment		10,516,259	55,000,000
		33,256,236	40,475,643
14.10 Net profit before tax		82,439,736	
Add: Accounting base Depreciation		32,821,478	
Less: Tax base Depreciation		(92,751,759)	
Less: Right Issue Expenses		-	
Less: Unrealized Foreign Currency Exchange Gain		(530,447)	
Total taxable Income		21,979,008	
Aplicable Tax rate		15%	
Current year provision		3,296,851	
15.00 Workers Profit Participation Fund (WPPF)			
Beginning balance		10,863,311	14,554,165
Add: During the year		4,121,987	11,309,146
		14,985,298	25,863,311
Less: Payment		-	15,000,000
		14,985,298	10,863,311
16.00 Net asset Value per share (NAVPS)			
The calculation is as follows:			
Share Capital	Note 10	2,406,731,690	2,406,731,690
Share Premium	Note 11	271,847,108	271,847,108
Reserve & Surplus	Note 11.01	345,181,894	346,362,806
Retained Earnings	Note	526,289,613	464,966,508.8
		3,550,050,305	3,489,908,113
No of share applied to calculate NAVPS		240,673,169	240,673,169
Net Asset Value Per Share (NAVPS)		14.75	14.50



Particulars	Amount in Taka	
	July 01, 2019 to December 31, 2019	July 01, 2018 to December 31, 2018
22.00 Earnings Per Share (EPS)		
The calculation is as follows:		
Profit After Tax	59,933,796	98,381,228
No of shares applied for calculation	240,673,169	240,673,169
Earnings per Share	0.25	0.41
23.00 Net Operating Cashflow Per Share (NOCFPS)		
The calculation is as follows:		
Cash Receipt from Operation	577,360,969	292,262,767
Cash used in Operation	(398,296,280)	(270,440,230)
Net Cash Flow from Operation	<u>179,064,688</u>	<u>21,822,537</u>
No of share applied to calculate NOCFPS Note 22.01	240,673,169	240,673,169
Net Operating Cashflow Per Share (NOCFPS)	0.74	0.09
24.00 Reconciliation of Profit/Loss before tax with cash flows from operating activities		
	Decmebr 31, 2019	Decmebr 31, 2018
Net Profit/(Loss) before Tax	82,439,736	226,182,915
Add: Depreciation and non cash item	32,821,478	62,090,775
(Increase)/Decrease in Advance and Prepayment	(4,563,064)	165,676,643
(Increase)/Decrease in Trade Receivable	10,245,497	(222,487,924)
(Increase)/Decrease in Inventory	74,346,281	(8,489,609)
Increase/(Decrease) in Accrued Expenses	(9,830,968)	4,755,714
Increase/(Decrease) in Provisoin for WPPF	4,121,987	(3,690,854)
Increase/(Decrease) in Provisoin for tax	(10,516,259)	(55,000,000)
	<u>179,064,688</u>	<u>169,037,660</u>



Amount in taka	
December 31, 2019	June 30, 2019

26.00 Related party transactions :

Payment / Perquisites to directors:

The aggregate amounts paid / provided during the year in respect of directors are disclosed below :

Managerial remuneration	600,000	1,200,000
Board Meeting fees	47,500	95,000
	647,500	1,295,000

Managerial remuneration paid to the directors for their full time services, rendered are :

Mr. MD. AZIZUL ISLAM	600,000	1,200,000
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- (a) No compensation was made to the Managing Director of the company except as stated in above.
 (b) No amount was spent by the company for compensating any member of the Board of Directors except as stated in above.

There is no other related party except as stated in (26) above

27.00 This company not taken any services from the external auditor except statutory audit.

28.00 Additional Disclosure:

- 1 EPS decrease due to intense market competition, fall of yarn price and decrease of CMT sales
- 2 Net operating cashflow per share (NOCFPS) increased due to more export LC realization in this quarter.

Cost of Goods Sold (COGS) as a percentage of Sales revenue increased to 81.2% from 58.5% due to not doing CMT Sales in this quarter. In CMT Sales, raw materials are provided by the buyer. Therefore, the company does not need to purchase of raw materials for production under CMT sales. Only the net proceeds from CMT sales are included in sales revenue. Therefore, the cost of goods sold under CMT sales does not included purchases of raw materials.



04.00 PROPERTY, PLANT AND EQUIPMENT: Tk. 2,505,503,437

Schedule of property ,plant and equipment as at December 31, 2019:

Sl. No.	Particulars	Cost			Rate (%)	Depreciation			Written Down Value as at 31.12.2019
		Opening Balance (01-07-2019)	Addition during the period	Closing Balance (31-12-2019)		Opening Balance (01-07-2019)	Charged during the period	Closing Balance (31-12-2019)	
A)	At Cost								
01	Land and Land Development	67,198,031		67,198,031		-	-	-	67,198,031
02	Building and Civil Constructions	559,809,911		559,809,911	2.5	72,165,067	6,997,624	79,162,691	480,647,220
03	Plant and Machinery	1,680,536,242	211,014,525	1,891,550,767	2.5	435,918,325	21,006,703	456,925,028	1,434,625,739
04	Furniture and Fixtures	4,410,623		4,410,623	5.0	2,090,600	110,266	2,200,866	2,209,757
05	Vehicle and Transport	4,771,190		4,771,190	7.5	4,787,335		4,787,335	(16,144.50)
06	Electrical Installation	113,586,936		113,586,936	5.0	14,927,179	2,839,673	17,766,853	95,820,083
07	Office Equipment	1,857,193		1,857,193	5.0	1,081,144	46,430	1,127,574	729,619
08	Tools and Equipments	14,702,649		14,702,649	5.0	1,772,860	367,566	2,140,427	12,562,222
09	Gas Line Installation	5,112,610		5,112,610	2.5	2,196,756	63,908	2,260,663	2,851,947
	Sub-Total	2,451,985,385	211,014,525	2,662,999,910		534,939,266	31,432,170	566,371,436	2,096,628,474
B)	At Revaluation								
01	Land and Land Development	314,401,969	-	314,401,969		-	-	-	314,401,969
02	Building and Civil Constructions	111,144,702	-	111,144,702	2.5	15,282,399	1,389,309	16,671,708	94,472,994
	Sub-Total	425,546,671	-	425,546,671		15,282,399	1,389,309	16,671,708	408,874,963
	Grand Total	2,877,532,056	211,014,525	3,088,546,581		550,221,665	32,821,478	583,043,144	2,505,503,437
	Previous Period	2,440,399,844	437,132,212	2,877,532,056	-	490,909,509	62,090,775	553,000,283	2,324,531,772

Allocation of Depreciation:

Factory Overhead
Administrative Expenses

31,180,404
1,641,074
32,821,478

