

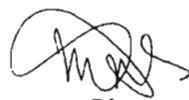




**Queen South Textile Mills Limited**  
**Statement of Financial Position (Un Audited)**  
**As at 31 March 2026**

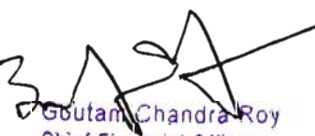
<u>Particulars</u>	<u>Notes</u>	<u>Amount in Taka</u> <u>31-Mar-2026</u>	<u>Amount in Taka</u> <u>30-Jun-2025</u>
<b>Assets:</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	648,961,676	692,338,890
Right of Use Asset	5	13,813,132	14,872,294
Capitan Work in Progress	6	120,230,400	120,230,400
<b>Current assets:</b>			
Inventories	7	2,423,359,894	2,650,717,918
Trade and other receivables	8	3,182,166,525	2,535,132,194
Advances, deposits and prepayments	9	219,139,909	214,694,335
Investments-FDR	10	16,128,951	13,875,694
Cash & Cash Equivalent	11	18,548,130	7,012,675
<b>Total Assets</b>		<b>6,642,348,616</b>	<b>6,248,874,399</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	922,931,886	889,591,607
		<b>2,448,946,276</b>	<b>2,415,605,997</b>
Non-Controlling Interest	27	(2,258,762)	(1,964,762)
		<b>2,446,687,514</b>	<b>2,413,641,235</b>
<b>Non-current liabilities</b>			
Long-term borrowing	14	487,896,630	547,262,378
Lease Liability - ROU	14	17,269,495	15,213,098
Deferred tax liability		45,420,022	47,578,595
<b>Current liabilities</b>			
Trade and other payables	15	1,604,773,035	1,245,210,235
Lease Liability - ROU		322,534	1,283,077
Current portion of long term borrowing		117,456,522	114,269,496
Short-term borrowing	16	1,525,337,834	1,555,516,309
Liabilities for Expenses	17	248,990,788	182,489,829
Dividend Payable/Unpaid Dividend	18	3,390,180	3,226,271
Income Tax provision	19	144,804,060	123,183,876
<b>Total liabilities</b>		<b>4,195,661,105</b>	<b>3,835,233,165</b>
<b>Total Equity and Liabilities</b>		<b>6,642,348,617</b>	<b>6,248,874,399</b>
<b>NAVPS (Net Assets Value Per Share)</b>	<b>20</b>	<b>16.06</b>	<b>15.82</b>

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

**Chief Financial Officer    Company Secretary    Director    Managing Director    Chairman**

Dated: Dhaka  
April 29, 2026




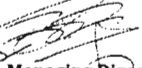

  
**Goutam Chandra Roy**  
 Chief Financial Officer

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

**Queen South Textile Mills Limited**  
**Statement of Profit or Loss and Other Comprehensive Income (Un Audited)**  
**for the Period from 01 January 2026 to 31 March 2026**

Particulars	Notes	Amount in Taka	Amount in Taka	Amount in Taka	Amount in Taka
		1-Jul-2025 to 31-Mar-2026	1-Jan-2026 to 31-Mar-2026	1-Jul-2024 to 31-Mar-2025	1-Jan-2025 to 31-Mar-2025
Revenue	21	3,086,014,546	1,165,289,056	3,885,963,362	1,516,004,083
Cost of Sales	22	<u>(2,750,900,671)</u>	<u>(1,036,932,884)</u>	<u>(3,485,784,560)</u>	<u>(1,356,941,126)</u>
<b>Gross Profit</b>		<b>335,113,875</b>	<b>128,356,172</b>	<b>400,178,802</b>	<b>159,062,957</b>
Foreign Currency Gain/(Loss)		6,605,722	(17,949,278)	(40,529,961)	(14,901,014)
Other Income	21.01	289,391	288,708	584,759	584,344
<b>Operating Expenses:</b>		<b>(116,689,639)</b>	<b>(39,612,215)</b>	<b>(120,078,794)</b>	<b>(40,911,640)</b>
Distribution Costs	23	(14,855,547)	(5,262,498)	(15,589,196)	(4,929,984)
Administrative Expenses	24	(101,834,092)	(34,349,717)	(104,489,598)	(35,981,656)
<b>Operating profit</b>		<b>225,319,349</b>	<b>71,083,387</b>	<b>240,154,806</b>	<b>103,834,647</b>
Financial Expenses	25	(167,214,648)	(50,508,348)	(164,621,056)	(70,060,217)
<b>Net profit before tax</b>		<b>58,104,701</b>	<b>20,575,039</b>	<b>75,533,750</b>	<b>33,774,430</b>
Income tax expenses	26	(22,065,027)	(7,400,373)	(20,171,137)	(6,903,181)
<b>Net Profit / (Loss) during the year</b>		<b>36,039,673</b>	<b>13,174,666</b>	<b>55,362,613</b>	<b>26,871,249</b>
<b>Profit attributable to:</b>					
Owner of the Company		36,333,673	13,468,666	57,111,417	27,458,299
Non-Controlling Interest	27	(294,000)	(294,000)	(1,748,803)	(587,050)
<b>Net Income for the year</b>		<b>36,039,673</b>	<b>13,174,666</b>	<b>55,362,613</b>	<b>26,871,249</b>
<b>Basic &amp; Diluted Earnings per share</b>	28	<b>0.24</b>	<b>0.09</b>	<b>0.36</b>	<b>0.18</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  
April 29, 2026

  
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**  
**Statement of Changes in Equity (Un Audited)**  
for the Period from 01 January 2026 to 31 March 2026

Particulars	Share Capital	Retained Earnings	Total	Non-Controlling Interest	Total
Balance at 01 July 2025	1,526,014,390	889,591,607	2,415,605,997	(1,964,762)	2,413,641,234
Cash Dividend		(3,702,255)	(3,702,255)	-	(3,702,255)
Add: Adjustment for Dividend		-	-	-	-
Net profit for the period		22,865,007	22,865,007	-	22,865,007
<b>Balance at 31 March 2026</b>	<b>1,526,014,390</b>	<b>908,754,359</b>	<b>2,434,768,749</b>	<b>(1,964,762)</b>	<b>2,432,803,987</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	-	2,397,751,641
Cash Dividend		(14,273,073)	(14,273,073)	-	(14,273,073)
Add: Adjustment for Dividend		-	-	-	-
Net profit for the period		32,127,428	32,127,428	-	32,127,428
<b>Balance at 30 June 2025</b>	<b>1,526,014,390</b>	<b>889,591,607</b>	<b>2,415,605,997</b>	<b>-</b>	<b>2,415,605,997</b>

Share

Retained


Non-

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  
April 29, 2026

  
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**  
**Statement of Cash Flows (Un Audited)**  
for the Period from 01 January 2026 to 31 March 2026

<u>Particulars</u>	Notes	<u>Amount in Taka</u> 1-Jul-2025 to 31-Mar-2026	<u>Amount in Taka</u> 1-Jul-2024 to 31-Mar-2025
<b>A. Cash flows from operating activities:</b>			
Cash received from customer & other income	29	2,814,382,575	3,295,051,110
Cash Paid to Suppliers, employees and others expenses	30	(2,207,926,160)	(2,902,173,806)
Income Tax Paid/Deducted at Source		(20,893,461)	(23,849,035)
<b>Net Cash provided by operating activities</b>		<b>585,562,954</b>	<b>369,028,269</b>
<b>B. Cash flows from investing activities:</b>			
Acquisition of property, plant and Equipment		(20,262,731)	(17,959,256)
Capital Work in Progress		-	-
Investments-FDR		(288,708)	(584,344)
<b>Net Cash used in investing activities</b>		<b>(20,551,439)</b>	<b>(18,543,600)</b>
<b>C. Cash flows from financing activities:</b>			
Financial Expenses		(166,312,587)	(164,621,056)
Short term bank loan (paid)/Received		(305,681,612)	(94,262,402)
Dividend Payment		(2,829,485)	(13,775,514)
Non-Controlling Interest		-	-
Long Term Bank Loan (paid)/Received		(78,926,496)	(97,086,542)
Outstanding IPO Subscription Paid		-	-
<b>Net Cash from financing Activities</b>		<b>(553,750,180)</b>	<b>(369,745,514)</b>
<b>Net Decrease in cash &amp; cash equivalents (A+B+C)</b>		<b>11,261,335</b>	<b>(19,260,845)</b>
Unrealized Foreign Exchange Gain/(Loss)		274,120	(1,048,771)
Cash & cash equivalents at the beginning of the period		7,012,675	42,015,048
<b>Cash &amp; cash equivalents at the end of the period</b>		<b>18,548,130</b>	<b>21,705,432</b>
<b>Net Operating Cash Flow per share</b>	<b>31</b>	<b>3.75</b>	<b>2.42</b>

The annexed notes are the integral part of these financial







Chief Financial Officer    Company Secretary    Director    Managing Director    Chairman

Signed in terms of our separate report of same date.

**Dated: Dhaka**  
April 29, 2026

  
Goufan 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 January 2026 to 31 March 2026

## 1 Legal form of the enterprise

Queen South Textile Mills Ltd (herein after 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 dyeing 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 reasons, 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 January 2026 to 31 March 2026

## 2.06 Authorization for issue

The Financial Statements have been authorized for issue by the board of directors on 29 April 2026.

## 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

  
Masum Rana  
Company Secretary  
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 use. 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.

  
Masum Rana  
Company Secretary  
Queen South Textile Mills Ltd.

**Category of fixed assets****Rate of depreciation (%)**

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 derecognizes 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 /Denominator )

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 evidence 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 of 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 Contingents 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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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) Statement of Financial Position (Un Audited)As at 31 March 2026
- (b) Statement of Profit or Loss and Other Comprehensive Income (Un Audited)for the Period from 01 January 2026 to 31 March 2026
- ( c) Statement of Changes in Equity for the Period from 01 January 2026 to 31 March 2026
- (d) Statement of Cash Flows (Un Audited)for the Period from 01 January 2026 to 31 March 2026
- (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 <u>31-Mar-2026</u>	Amount in Taka <u>30-Jun-2025</u>
<b>5 Property, plant and equipment</b>		
<b>Cost:</b>		
Opening Balance	2,220,583,074	2,203,244,935
Addition during the period	20,262,731	17,338,139
Disposal during the period	-	-
	<b>2,240,845,805</b>	<b>2,220,583,074</b>
<b>Less: Accumulated Depreciation:</b>		
Opening Balance	1,513,371,890	1,412,585,724
Charged during the period	64,699,108	100,786,166
Adjustment during the period	-	-
	<b>1,578,070,997</b>	<b>1,513,371,890</b>
<b>Written Down Value</b>	<b>662,774,807</b>	<b>707,211,184</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	1,570,967,965	1,659,836,668
Work-in-process	284,004,727	282,322,045
Finished goods	368,050,264	442,618,082
Dyes & Chemicals	192,325,390	246,990,374
Spares & Accessories	8,011,547	18,950,749
	<b>2,423,359,894</b>	<b>2,650,717,918</b>

<b>8 Trade and other receivables</b>		
Accounts Receivable	3,182,166,525	2,535,132,194
Interest Receivable from FDR	-	-
	<b>3,182,166,525</b>	<b>2,535,132,194</b>

<b>Age Analysis of Trade and Other Receivables</b>		
Within Three months	891,006,627.00	709,837,014.32
Three to six months	2,259,338,232.75	1,799,943,857.74
More than six months	31,821,665	25,351,322
<b>Total</b>	<b>3,182,166,525</b>	<b>2,535,132,194</b>

<b>9 Advances, deposits and prepayments</b>		
Advances	161,120,268	158,852,062
Deposits	51,261,060	51,261,060
Prepayments	6,758,581	4,581,213
	<b>219,139,909</b>	<b>214,694,335</b>

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

	<u>31-Mar-2026</u>	<u>30-Jun-2025</u>
<b>10 Investments-FDR:</b>		
Woori Bank-FDR A/C #9230076351	16,128,951	13,875,694
QS Widex Solar (BD) Ltd.		
	<u>16,128,951</u>	<u>13,875,694</u>
<b>11 Cash &amp; Cash Equivalent</b>		
Cash in hand	2,464,020	1,018,015
Cash at Banks	16,084,110	5,994,660
	<u>18,548,130</u>	<u>7,012,675</u>
<b>11.1 Cash at Banks</b>		
Woori Bank USD A/C-92-30107-60	2,799,675	13,488
Woori Bank-Taka A/C-92-30107-75	66,806	306,894
Bangladesh Commerce Bank	10,000	10,000
Premier bank FC A/C-010215200000898	2,544,737	97,933
Premier Bank Taka A/C-010211100015599	790,396	2,846,848
Woori Bank- Taka NDA	187,957	110,606
Prime Bank-OBU USD A/C-11-0000-10	96,087	84,221
Prime Bank-DBU USD A/C-124-511800084-41	297,864	261,079
Prime Bank-TK A/C-124-110500084-40	49,846	50,191
Midland Bank Limited. Taka	56,751	30,472
HSBC Bank -OBU USD A/C	5,459,275	1,239,840
HSBCDBU	2,701,791	283,671
HSBC Bank -Taka A/C	338,314	231,504
Dutch Bangla Bank-DBU A/C-Taka	106,335	60,212
Dhaka Bank-OBU USD A/C-099-1125-0000003-47	12,459	10,920
Woori Bank -MOB Account	136	120
Premier Bank 0102 11100016325 QS Widex	245,696	2,523
Prime Bank-TK A/C-IPO	181,884	182,140
Prime Bank-EURO A/C-IPO	22,821	29,872
Prime Bank-GBP A/C-IPO	-	-
Prime Bank-USD A/C-IPO	115,280	142,126
	<u>16,084,110</u>	<u>5,994,660</u>
<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	<u>1,526,014,390</u>	<u>1,526,014,390</u>

  
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Prime Bank-USD A/C-IPO

115,280

142,126

	<b>31-Mar-2026</b>	<b>30-Jun-2025</b>
<b>13 Retained Earnings</b>		
Retained Earnings Opening Balance	889,591,607	871,737,251
Less: Cash Dividend	(2,993,394)	(14,273,073)
Add: Adjustment for Dividend	-	-
Add: Net profit during the period	36,333,673	32,127,428
Retained Earnings Closing Balance	<b>922,931,886</b>	<b>889,591,607</b>
<b>14 Long-term borrowing</b>		
Lease Liability-ROU	16,606,695	17,997,191
HSBC Bank Ltd.	133,845,866	187,750,895
IDLC lease Finance	1,587,616	4,275,986
Loan from Shareholders(Annexure-E)	485,022,531	469,504,993
	<b>637,062,708</b>	<b>679,529,065</b>
Less: Current Portion of Long Term Loan		
HSBC Bank Ltd.	112,669,987	109,805,496
IDLC Lease Finance	4,464,000	4,464,000
Loan from Shareholders	-	-
Lease Liability-ROU	322,534	1,233,964
	<b>117,456,522</b>	<b>115,503,460</b>
	<b>519,606,186</b>	<b>564,025,605</b>

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

Purpose:	Procurement of Machineries
Tenure:	Three years from the date of disbursement
Repayment:	From proceed realization
Rate of Interest:	SOFR +3.75%
Security:	Building, machineries and book debt


**15 Trade and other payables**

Trade Payables	1,540,025,058	1,203,267,016
Other Payables	64,747,977	41,943,219
	<b>1,604,773,035</b>	<b>1,245,210,235</b>

  
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	<u>31-Mar-2026</u>	<u>30-Jun-2025</u>
<b>16 Short term borrowing</b>		
Woori Bank Limited (TR)	434,057,073	390,633,777
Premier Bank Limited (TR)	1,072,037,234	884,920,777
HSBC (TR)	15,290,861	220,095,355
Premier Bank Limited (O/D)	-	-
Woori Bank Limited (O/D)	3,952,666	59,866,400
Midland Bank (O/D)		
	<b><u>1,525,337,834</u></b>	<b><u>1,555,516,309</u></b>
<b>17 Liabilities for Expenses</b>		
Salaries, Wages & Allowances	70,803,949	68,377,611
Utilities Payable	111,325,827	73,350,525
Vehicle Rent & Expenses	342,567	342,567
ETP Expenses BEPZA	36,627,962	15,867,375
Godown rent	6,596,526	937,629
Printing Stationery	-	-
Audit Fees	2,678,301	1,997,176
Professional Fee Payble		
Liability for employee Tax	1,629,457	904,790
Liability for supplier VAT and Tax	10,063,282	6,699,760
PF subscription	6,856,812	6,463,290
Others & QS Widex Solar (BD) Ltd.	2,066,105	7,549,106
	<b><u>248,990,788</u></b>	<b><u>182,489,829</u></b>
<b>18 Dividend Payable</b>		
Dividend Payable	3,390,180	3,226,271
	<b><u>3,390,180</u></b>	<b><u>3,226,271</u></b>
<b>19 Income Tax provision</b>		
Opening Balance	123,183,876	74,326,505
Add: Provision during the year	22,336,146	48,857,371
Less: Adjustment/Paid during the year	(715,962)	-
Total	<b><u>144,804,060</u></b>	<b><u>123,183,876</u></b>
<b>20 NAVPS (Net Assets Value Per Share)</b>		
No of shares to calculate Net Asset Value Per Share	<b><u>152,601,439</u></b>	<b><u>152,601,439</u></b>
Shareholder's equity	2,448,946,276	2,415,605,997
<b>NAVPS (Net Assets Value Per Share)</b>	<b><u>16.06</u></b>	<b><u>15.82</u></b>

  
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	Amount in Taka 1-Jul-2025 to 31-Mar-2026	Amount in Taka 1-Jan-2026 to 31-Mar-2026	Amount in Taka 1-Jul-2024 to 31-Mar-2025	Amount in Taka 1-Jan-2025 to 31-Mar-2025
<b>21 Revenue</b>				
Export Sales	3,086,014,546	1,165,289,056	3,885,963,362	1,516,004,083
	<u>3,086,014,546</u>	<u>1,165,289,056</u>	<u>3,885,963,362</u>	<u>1,516,004,083</u>
<b>21.01 Other Income</b>				
Bank Interest FDR-Premier Bank	-	-	-	-
Bank Interest-Prime Bank	683	-	415	-
FDR Interest-Woori Bank	288,708	288,708	584,344	584,344
	<u>289,391</u>	<u>288,708</u>	<u>584,759</u>	<u>584,344</u>
<b>22 Cost of Sales</b>				
Yarn consumed (Note-22.01)	1,923,991,720	644,861,847	2,680,859,016	1,038,206,059
Dyes & Chemicals Consumed (Note 23.02)	169,134,100	63,034,265	215,281,586	75,457,025
Manufacturing expenses (Note-22.03)	584,889,716	187,326,132	614,121,878	223,445,360
<b>manufacturing costs for the period</b>	<b>2,678,015,536</b>	<b>895,222,244</b>	<b>3,510,262,480</b>	<b>1,337,108,444</b>
Opening work in progress	282,322,045	283,334,249	228,849,819	273,039,814
Closing work in progress	(284,004,727)	(284,004,727)	(266,599,173)	(266,599,173)
<b>Cost of goods manufactured</b>	<b>2,676,332,854</b>	<b>894,551,766</b>	<b>3,472,513,127</b>	<b>1,343,549,085</b>
Finished goods (Opening)	442,618,082	510,431,382	396,660,964	396,781,572
Finished goods (Closing)	(368,050,264)	(368,050,264)	(383,389,531)	(383,389,531)
	<u>2,750,900,671</u>	<u>1,036,932,884</u>	<u>3,485,784,560</u>	<u>1,356,941,126</u>
	10.86%	11.01%	10.30%	10.49%
<b>22.01 Yarn consumed</b>				
Opening stock	1,659,836,668	1,613,169,669	1,745,613,828	1,609,053,652
Purchase during the period	1,835,123,018	602,660,143	2,576,252,608	1,070,159,827
<b>Raw materials available for consumption</b>	<b>3,494,959,686</b>	<b>2,215,829,813</b>	<b>4,321,866,436</b>	<b>2,679,213,479</b>
Closing stock	(1,570,967,965)	(1,570,967,965)	(1,641,007,421)	(1,641,007,421)
<b>Raw materials consumed</b>	<u>1,923,991,720</u>	<u>644,861,847</u>	<u>2,680,859,016</u>	<u>1,038,206,059</u>
<b>22.02 Dyes &amp; Chemical consumed</b>				
Opening stock	246,990,374	202,249,234	193,930,271	179,657,041
Purchase during the period	114,469,115	53,110,421	216,763,508	91,212,177
<b>Dyes &amp; Chemicals available for consumption</b>	<b>361,459,489</b>	<b>255,359,654</b>	<b>410,693,779</b>	<b>270,869,219</b>
Closing stock	(192,325,390)	(192,325,390)	(195,412,193)	(195,412,193)
<b>Dyes &amp; Chemicals consumed</b>	<u>169,134,100</u>	<u>63,034,265</u>	<u>215,281,586</u>	<u>75,457,025</u>
<b>22.03 Factory Overhead</b>				
Utility Bills-BEPZA	143,317,699	43,334,102	181,095,615	58,904,519
Repair and maintenance	7,039,015	1,090,217	6,216,731	3,015,171
Wages	129,342,901	46,512,025	137,979,622	46,443,182
P.F. Contribution	1,825,662	551,158	1,534,903	766,142
Gas Charges- Titas	155,848,186	51,454,068	157,624,588	58,223,137
Insurance Premium ( mfg.)	2,849,679	712,383	2,080,536	813,879
Godown Rent	2,306,700	1,168,200	3,749,669	1,512,269
Security Expenses	2,499,388	826,539	2,395,422	840,900
Stationeries	2,060,626	732,615	1,845,779	569,165
Medical Subscription -Bepza	803,250	270,810	839,715	263,925
Vehicle Expenses	8,073,138	2,391,191	7,131,738	2,279,376
C&F Expense	20,778,942	768,995	2,182,427	1,566,668
Spare & Accessories consumed(Notes-22.04)	49,915,334	18,734,400	42,289,769	26,170,814
Depreciation	58,229,197	18,779,429	64,557,725	21,159,578
	<u>584,889,716</u>	<u>187,326,132</u>	<u>614,121,878</u>	<u>223,445,360</u>
<b>22.04 Spare &amp; Accessories consumed</b>				
Opening stock	18,950,749	6,361,806	24,302,028	29,193,543
Purchase during the period	38,976,132	20,384,142	46,006,815	24,996,345
<b>Spare &amp; Accessories available for consumption</b>	<b>57,926,881</b>	<b>26,745,948</b>	<b>70,308,843</b>	<b>54,189,888</b>
Closing stock	(8,011,547)	(8,011,547)	(28,019,074)	(28,019,074)
<b>Spare &amp; Accessories consumed</b>	<u>49,915,334</u>	<u>18,734,400</u>	<u>42,289,769</u>	<u>26,170,814</u>

  
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	Amount in Taka 1-Jul-2025 to 31-Mar-2026	Amount in Taka 1-Jan-2026 to 31-Mar-2026	Amount in Taka 1-Jul-2024 to 31-Mar-2025	Amount in Taka 1-Jan-2025 to 31-Mar-2025
<b>23 Distribution Costs</b>				
Salaries & Allowances	12,307,428	4,682,196	10,865,871	3,755,603
Contribution to P.F	277,921	74,029	497,473	166,005
Advertisement	357,530	-	67,378	3,098
House Rent	437,550	158,400	1,886,490	811,950
Entertainment	1,475,118	347,873	2,271,984	193,328
	<b>14,855,547</b>	<b>5,262,498</b>	<b>15,589,196</b>	<b>4,929,984</b>
<b>24 Administrative expenses</b>				
Association Fees				
Telephone & mobile	1,061,106	358,965	1,154,322	441,300
Medical & Welfare	2,246,133	1,552,687	3,819,053	1,581,186
Professional Fees	2,706,856	383,556	4,013,958	1,287,750
Audit Fees	447,000	-	156,250	-
Renewal & Registration	1,661,387	1,321,568	3,586,746	1,784,017
Salaries & Allowances	83,703,949	27,556,542	79,681,307	27,244,878
Contribution for P.F	1,274,066	418,376	2,146,709	450,626
Entertainment(Office)	543,655	171,640	562,392	147,803
Local Conveyance	1,244,687	379,035	1,818,444	433,969
Courier Charge	475,342	120,745	377,337	259,063
Depreciation	6,469,911	2,086,603	7,173,080	2,351,064
	<b>101,834,092</b>	<b>34,349,717</b>	<b>104,489,598</b>	<b>35,981,656</b>
<b>25 Financial Expenses:</b>				
Interest on Long Term Loan	10,345,878	5,824,375	14,091,142	785,862
Interest on Short Term Loan	147,412,408	41,725,466	134,472,685	62,594,180
Bank Charge and Commission	9,456,362	2,958,507	16,057,229	6,680,175
	<b>167,214,648</b>	<b>50,508,348</b>	<b>164,621,056</b>	<b>70,060,217</b>
<b>Financial Expenses:</b>				
Interest -Bill Discounting	34,551,575	12,011,712	40,790,389	10,188,248
Bank Charges & Commission	9,456,362	2,958,507	16,057,229	6,680,175
Interest -Bill settlement	11,238,873	3,798,346	20,402,751	4,355,896
Interest-overdraft	1,425,246	-	1,118,248	-
Interest- Term Loan	9,443,817	5,527,193	14,091,142	785,862
Interest TR Loan	100,196,714	25,915,408	72,161,297	48,050,036
Interest-Lease Liability (ROU)	902,061	297,182	-	-
	<b>167,214,648</b>	<b>50,508,348</b>	<b>164,621,056</b>	<b>70,060,217</b>
<b>26 Income tax expenses:</b>				
The above balance is made up as follows:				
Current tax (26.01)	22,336,146	8,036,808	24,275,840	7,119,120
Deferred tax (income)/expenses (Annexure-G)	(271,119)	(636,435)	(4,104,703)	(215,939)
	<b>22,065,027</b>	<b>7,400,373</b>	<b>20,171,137</b>	<b>6,903,181</b>
<b>26.01 Current tax</b>				
The above balance is made up as follows:				
Income tax on business income (Note 26.02)	22,263,798	7,964,631	24,129,650	6,973,034
Income tax on other income (Note 26.03)	72,348	72,177	146,190	146,086
Total tax on income	<b>22,336,146</b>	<b>8,036,808</b>	<b>24,275,840</b>	<b>7,119,120</b>
<b>26.02 Income tax on business income</b>				
Net Profit/ (Loss) before tax	74,916,005	20,575,039	75,533,750	33,774,430
Less: IPO Expenses	-	-	-	-
Add: Accounting depreciation	64,699,108	20,866,032	71,730,805	23,510,642
Less: Tax depreciation	(62,723,863)	(21,381,541)	(67,825,573)	(22,071,048)
	76,891,250	20,059,530	79,438,982	35,214,024
Less: Other income	289,391	288,708	584,759	584,344
Total business income	76,601,859	19,770,822	78,854,223	34,629,680
Income tax @ 15%	11,490,279	2,965,623	11,828,133	5,194,452
Tax deducted under section 163	20,185,651	5,886,484	23,849,035	6,763,073
As per section 163 of the ITO tax deducted at source or tax calculated @ 15% whichever is higher will be the tax payable.	28,143,826	7,964,631	19,770,307	6,973,034


  
 Goutam Chandra Roy  
 Chief Financial Officer  
 Queen South Textile Mills Ltd

  
 Massum Rana  
 Company Secretary  
 Queen South Textile Mills Ltd

	Amount in Taka 1-Jul-2025 to 31-Mar-2026	Amount in Taka 1-Jan-2026 to 31-Mar-2026	Amount in Taka 1-Jul-2024 to 31-Mar-2025	Amount in Taka 1-Jan-2025 to 31-Mar-2025
<b>26.03 Income tax on other income:</b>				
Other income	289,391	288,708	584,759	584,344
Income tax @ 25%	72,348	72,177	146,190	146,086
<b>27 Non-controlling Interest</b>				
Opening Balance	(1,964,762.0)	(1,964,762.0)	381,198.0	(780,555.8)
Add: 49% shares of share Capital of QS Widex Solar (BD) Limited	-	-	-	-
Add: 49% shares of profit/(Loss) of QS Widex Solar	(294,000)	(294,000)	(1,748,803)	(587,050)
<b>Closing Balance</b>	<b>(2,258,762)</b>	<b>(2,258,762)</b>	<b>(1,367,605)</b>	<b>(1,367,605)</b>
<b>28 Earning Per Share:</b>				
Net profit after tax attributable to ordinary shareholders	36,039,673	13,174,666	55,362,613	26,871,249
<b>No of weighted average shares to calculate basic earnings per share</b>	<b>152,601,439</b>	<b>152,601,439</b>	<b>152,601,439</b>	<b>152,601,439</b>
Basic & Diluted Earnings per share	0.24	0.09	0.36	0.18
<b>29 Cash received from customer &amp; other income</b>				
Revenue	3,086,014,546	1,165,289,056	3,885,963,362	1,516,004,083
Other Income	289,391	288,708	584,759	584,344
Realized Foreign Exchange Gain/(Loss)	6,605,722	(17,949,278)	(60,740,314)	(18,932,043)
Adjustment of unrealized foreign exchange gain	368,507,247	103,157,398	85,060,579	20,873,245
(Increase)/Decrease in Trade and other receivables	(647,034,331)	(454,322,788)	(615,817,276)	(356,357,276)
	2,814,382,575	796,463,096	3,295,051,110	1,162,172,353
<b>30 Cash Paid to Suppliers, employees and others expenses</b>				
Cost of Goods Sold	(2,750,900,671)	(1,036,932,884)	(3,485,784,560)	(1,356,941,126)
Distribution Cost	(14,855,547)	(5,262,498)	(15,589,196)	(4,929,984)
Administrative Expenses	(101,834,092)	(34,349,717)	(104,489,598)	(35,981,656)
Adjustment for Depreciation	64,699,108	20,866,032	71,730,805	23,510,642
Adjustment for Unrealized Foreign Exchange gain	(74,188,665)	(26,201,872)	(26,494,913)	(3,174,185)
(Increase)/Decrease in Inventory	227,358,024	192,186,446	74,929,519	(26,701,769)
(Increase)/Decrease in Advances Deposits Prepaid	(4,445,574)	(4,583,085)	(25,257,716)	(6,184,077)
Net AIT included in advance deposits & prepayments	20,177,499	5,886,484	23,849,035	6,763,073
Increase/(Decrease) Trade and other payable	359,562,800	373,749,605	530,711,912	353,801,431
Increase/(Decrease) Liabilities for Expenses	66,500,959	1,505,628	54,220,906	(10,512,714)
	(2,207,926,160)	(513,135,861)	(2,902,173,806)	(1,060,350,365)
<b>Income Tax paid</b>				
Opening AIT	(123,466,877)	(137,757,892)	(90,135,045)	(107,221,007)
Closing AIT	143,644,376	143,644,376	113,984,080	113,984,080
Opening Income Tax Provision	123,183,876	137,483,214	74,326,505	91,483,225
Closing Income Tax Provision	(144,804,060)	(144,804,060)	(98,602,345)	(98,602,345)
Current Year Tax Provision	22,336,146	8,036,808	24,275,840	7,119,120
	20,893,461	6,602,446	23,849,035	6,763,073
<b>31 Net Operating Cash Flow per share(NOCFPS)</b>				
<b>No of weighted average shares to calculate</b>	<b>152,601,439</b>	<b>152,601,439</b>	<b>152,601,439</b>	<b>152,601,439</b>
Net Cash provided by operating activities	585,562,954	308,838,165	369,028,269	-
<b>Net Operating Cash Flow per share (NOCFPS)</b>	<b>3.75</b>	<b>2.02</b>	<b>2.42</b>	<b>-</b>
<b>32 Reconciliation of Net profit with cash flow from operating activities</b>				
Net Profit Before Tax	58,104,701	20,575,039	75,533,750	33,774,430
(Increase)/Decrease in Trade and other receivables	(647,034,331)	(454,322,788)	(615,817,276)	(356,357,276)
Adjustment for Depreciation	64,699,108	20,866,032	71,730,805	23,510,642
(Increase)/Decrease in Inventory	227,358,024	192,186,446	74,929,519	(26,701,769)
(Increase)/Decrease in Advances Deposits Prepaid	(4,445,574)	(4,583,085)	(25,257,716)	(6,184,077)
Net Advance Income Tax included in advance deposits & prepayments	20,177,499	5,886,484	23,849,035	6,763,073
Increase/(Decrease) Trade and other payable	359,562,800	373,749,605	530,711,912	353,801,431
Increase/(Decrease) Liabilities for Expenses	66,500,959	1,505,628	54,220,906	(10,512,714)
Finance Expenses	167,214,648	50,508,348	164,621,056	164,621,056
Income Tax Paid	(20,893,461)	(6,602,446)	(23,849,035)	(6,763,073)
Foreign Currency Gain/(Loss) for financing	309,096,666	217,549,084	37,306,542	37,306,542
Foreign Currency Gain/(Loss) for Cash and Cash Flow from operating activities	(274,120)	(186,028)	1,048,771	1,048,771
	600,066,921	417,132,322	369,028,272	214,307,039

**33 Explanation note 28 & 29 for changes in**

In the reporting period, We have received Tk. 1,165,289,056/- from customers and other incomes compare with of last year qtr Tk. 1,516,004,083/- which has been decreased by Tk. 350,715,027/-, As the adverse economic condition dollar conversion rate of our export had been decrease by BDT 35.07 crore compare to previous year same qtr as well. That's why our Operating Cash flow per share for the reporting period has been increased to Tk 3.75 from 2.42.

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

  
Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd.

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

34.1 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 31.03.2026 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)	25,354,955	(573,293,656)
Gain Plus Agents Limited	Common Management	Loan from Shareholders	(469,504,993)	190,710,853	(278,794,140)
Ideal Fastenar BD Limited	Common Management	Trade Payable	(138,405,278)	(11,908,520)	(150,313,798)
Kingpro Manufacturing Co. Limited	Common Management	Trade Payable	(12,828,485)	800,000	(12,028,485)
Kingpro Trading Limited	Common Management	Trade Payable	(7,245,580)	5,901,195	(1,344,385)
Queensin Ltd	Common Management	Trade Payable	(53,610,605)	(7,553,428)	(61,164,033)
Master Knitwear Ltd	Common Management	Trade Payable	(3,525,070)	(2,000,000)	(5,525,070)
Huge Master			(18,611,472)	-	(18,611,472)
Winpro Textile Mills Ltd	Common Management	Trade Payable		-	
BHK Textile Mills Ltd	Common Management	Trade Receivable		-	

35 Number of Employees

All the employees receive salary/wages in excess of Tk. 3,000 per month.

Number of permanent staff

Number of permanent workers

Number of temporary staff/worker

**Total:**

118

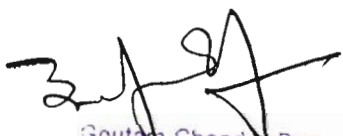
565

-

**683**

Number of permanent staff

118

  
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**

Dhaka export Processing Zone

Savar Dhaka

**Schedule of Property Plant and Equipment as at March 31, 2026**

**Annexure: A**


Sl. No.	Name of Assets	COST			Rate of Dep	DEPRECIATION			Written down value as on 31-Mar-2026
		Balance as on 1-Jul-2025	Addition during the period	Balance as on 31-Mar-2026		Balance as on 1-Jul-2025	Charged during the period	Balance as on 31-Mar-2026	
1	Machinery & Equipment	1,773,653,448	4,258,800	1,777,912,248	15%	1,275,984,870	54,227,841	1,330,212,711	447,699,537
2	Building & Civil Const.	318,193,669	15,764,461	333,958,130	5%	167,302,180	6,171,804	173,473,984	160,484,146
3	Furniture and fixture	2,555,994	-	2,555,994	20%	2,334,577	31,580	2,366,157	189,838
4	Office equipment	26,257,050	239,470	26,496,520	25%	23,636,091	499,144	24,135,235	2,361,285
5	Electrical Installation	45,560,092	-	45,560,092	5%	15,927,264	1,097,399	17,024,662	28,535,430
6	Vehicles	31,370,291	-	31,370,291	20%	20,066,672	1,612,179	21,678,851	9,691,440
7	Right of Use (Asset)	22,992,530	-	22,992,530		8,120,236	1,059,162	9,179,398	13,813,132
	<b>Total at 31.03.2026</b>	<b>2,220,583,074</b>	<b>20,262,731</b>	<b>2,240,845,805</b>		<b>1,513,371,890</b>	<b>64,699,108</b>	<b>1,578,070,997</b>	<b>662,774,807</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

6,469,911
58,229,197
<b>64,699,108</b>

  
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Chief Financial Officer  
Queen South Textile Mills Ltd

  
Massum Rana  
Company Secretary  
Queen South Textile Mills Ltd.