

Hamid Fabrics Limited
Statement of Ratio Analysis
For the period from 01 July 2008 to 30 June 2013

We have examined the following accounting ratios of Hamid Fabrics Limited the "Company". for the years ended 30 June 2013, 2012, 2011, 2010 and 2009 as submitted to us by its management. The preparation of these ratios is the responsibility of the Company's management. Our responsibility is to review them and certify as to whether they have been properly prepared using acceptable principles on the basis of audited financial statements for the years ended mentioned above.

Based on our review, we hereby certify that the Company has properly prepared the following ratios for the years as stated below:

Ratios:

30-06-2013	30-06-2012	30-06-2011	30-06-2010	30-06-2009
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A. Liquidity Ratios

Current ratio		1.29	1.05	1.10	0.99	0.88
Quick ratio		1.07	0.92	0.94	0.87	0.73
Times interest earned	times	2.01	1.81	1.86	1.84	1.32
Debt-equity ratio		0.83	1.25	1.56	2.12	2.79

B. Operating Ratios

Accounts receivable turnover ratio	times	1.46	1.08	1.58	1.47	2.63
Assets turnover ratio	times	0.59	0.43	0.61	0.57	0.88
Inventory turnover ratio	times	5.48	3.48	6.10	5.96	7.82
Net Assets Value Per Share		41.14	32.32	29.22	19.91	22.93
Fully Diluted Net Assets Value Per Share		41.14	32.15	24.13	19.91	12.39

C. Profitability Ratios

Gross margin ratio (%)		30%	37%	18%	18%	15%
Operating income ratio (%)		21%	26%	18%	17%	7%
Net income ratio (%)		12%	11%	8%	5%	3%
Return on assets ratio (%)		7%	5%	5%	3%	2%
Return on equity (after tax) (%)		12%	10%	12%	8%	9%
Earnings per share (Taka)		5.03	3.27	3.53	1.62	1.98
Fully Diluted Earning Per Share		5.03	3.25	2.92	1.62	1.07
Net Assets Value Per Share		41.14	32.32	29.22	19.91	22.93
Fully Diluted Net Assets Value Per Share		41.14	32.15	24.13	19.91	12.39

sd/-

Chartered Accountants

Dhaka

Dated: 07 August 2013

Hamid Fabrics Limited
Auditors' Report Under Section 135(1) and Paragraph 24(1) of Part-II of Third Schedule of the Companies Act 1994
For the period from 01 July 2008 to 30 June 2013

We have examined the financial statements of Hamid fabrics Limited(the "Company") for the years ended 30 June 2009, 2010, 2011 audited by Hoda Vasi Chowdhury & Co. Chartered Accountants and 30 June 2012 and 2013 by Howladar Yunus & Co. Chartered Accountants which have been produced by the management of the company to us. The preparation of these financial statements is the responsibility of the Company's management. In pursuance of Section 135(1) and Paragraph 24(1) of Part-II of Third Schedule of the Companies Act 1994 our report is as under:

(A). Statement of Financial Position:

Particulars	30-06-2013 Taka	30-06-2012 Taka	30-06-2011 Taka	30-06-2010 Taka	30-06-2009 Taka
Assets and Property:					
Non-Current Assets					
Property, Plant and Equipment	1,578,881,148	1,366,436,640	1,129,740,924	1,066,388,236	851,841,088
Intangible Assets - Computer Software	4,560,000	-	-	-	-
Investment	211,793,122	356,166,594	-	-	72,649,992
Total Non-Current Assets	1,795,234,270	1,722,603,234	1,129,740,924	1,066,388,236	924,491,080
Current Assets					
Inventories	320,297,346	222,008,843	283,367,278	175,217,548	171,049,362
Trade Debtors	1,123,658,135	1,367,389,842	813,671,795	632,048,386	500,878,734
Other Receivable	325,686,603	94,683,382	310,272,927	398,082,447	184,756,894
Advance, Deposit and Prepayments	107,541,335	110,767,863	152,521,896	187,941,621	75,573,846
Cash and Bank Balances	5,915,783	10,158,662	329,004,250	42,944,855	34,141,445
Total Current Assets	1,883,099,202	1,805,008,592	1,888,838,146	1,436,234,857	966,400,281
Total Assets	3,678,333,472	3,527,611,826	3,018,579,070	2,502,623,093	1,890,891,361
EQUITY AND LIABILITIES					
Capital and Reserves					
Share Capital	488,375,000	488,375,000	402,375,000	402,375,000	217,500,000
Share Premium	223,600,000	223,600,000	-	-	-
Share Money Deposit	-	-	250,920,000	-	-
Dividend (Proposed 20% Cash)	-	16,997,000	20,418,240	-	-
Reserve and Surplus	711,588,871	510,628,551	316,293,020	332,109,605	94,783,805
Retained Earnings	585,510,017	330,326,760	188,662,195	66,702,296	186,402,348
Shareholders' Fund	2,009,073,888	1,569,927,311	1,178,668,455	801,186,901	498,686,153
Non-Current Liabilities:					
Long Term Borrowings-Net of Current Portion	93,552,117	122,415,491	19,120,004	157,348,900	291,263,291
Lease	25,468,925	-	-	-	-
Deferred Tax Liabilities	53,222,592	80,012,109	80,528,667	72,604,325	-
Provision for Gratuity and WPPF	36,753,043	42,127,182	29,988,583	20,445,593	6,959,134
Total Non-Current Liabilities	208,996,677	244,554,782	129,637,254	250,398,818	298,222,425
Current Liabilities:					
Borrowing - Current Portion	345,318,026	548,729,934	534,548,464	444,119,869	286,618,313
Lease - Current Portion	12,333,226	8,446,689	-	-	-
Short Term Borrowings	600,810,445	691,396,281	580,124,146	572,371,287	401,978,236
Temporary Loan	-	-	-	3,219,782	3,815,239
Trade Creditors	384,810,360	386,783,182	437,422,849	286,812,559	267,846,032
Other Payable	75,781,394	51,290,259	136,395,335	130,302,132	123,859,411
Income Tax Provision	41,209,456	26,483,388	21,782,567	14,211,745	9,865,552
Total Current Liabilities	1,460,262,907	1,713,129,733	1,710,273,361	1,451,037,374	1,093,982,783
Total Equity and Liabilities	3,678,333,472	3,527,611,826	3,018,579,070	2,502,623,093	1,890,891,361
Net Assets Value Per Share	41.14	32.32	29.22	19.91	22.93

(B). Statement of Operating Results:

Particulars	30-06-2013 Taka	30-06-2012 Taka	30-06-2011 Taka	30-06-2010 Taka	30-06-2009 Taka
Sales	2,120,482,277	1,391,252,956	1,696,890,801	1,261,784,245	1,588,722,304
Less : Cost of Goods Sold	1,486,805,020	878,959,262	1,397,622,866	1,031,559,947	1,349,082,179
Gross Profit	633,677,257	512,293,694	299,267,935	230,224,298	239,640,125
Add: Other Operating Income		-	130,852,914	102,508,256	-
Less : Operating Expenses	180,991,165	148,117,578	127,844,919	119,603,911	125,023,554
Administrative Expenses	147,447,409	125,651,302	113,078,380	104,758,589	116,139,514
Selling and Distributing Expenses	33,543,756	22,466,276	14,766,539	14,845,322	8,884,040
Operating Profit	452,686,092	364,176,116	302,275,930	213,128,643	114,616,571
Less : Financial Expenses	238,801,170	213,517,700	168,323,825	113,397,096	140,593,057
Less: Contribution to WPPF	12,010,644	9,152,066	7,643,006	4,986,577	377,174
Add:Non-Operating Income	38,338,601	32,382,907	18,908,015	-	71,698,814
Net Profit/(Loss) before Income Tax	240,212,879	173,889,257	145,217,114	94,744,970	45,345,154
Income Tax Expenses					
Current Tax	21,199,106	15,744,250	10,731,219	9,166,201	2,217,275
Deferred Tax	26,789,518	516,558	7,892,243	20,403,820	-
Net Profit/(Loss) after Tax	245,803,291	158,661,565	142,378,138	65,174,949	43,127,879
Other Comprehensive Income	247,408,320	194,335,531	-	-	-
Revaluation Suplus of Land and Building	247,408,320	194,335,531	-	-	-
Total Comprehensive Income for the Year	493,211,611	352,997,096	142,378,138	65,174,949	43,127,879
Earning Per share	5.03	3.27	3.53	1.62	1.98
Earning per Share (ESP) - Basic	5.03	3.27	3.53	1.62	1.98
Fully Diluted Earning Per Share	5.03	3.25	2.92	1.62	1.07
Net Assets Value Per Share	41.14	32.32	29.22	19.91	22.93
Fully Diluted Net Assets Value Per Share	41.14	32.15	24.13	19.91	12.39

* Share Price has been splited at Tk. 100/= per Share from Tk. 1,000/= per Share and then at Tk. 10/= per Share from Tk. 100/= per SI

(C). Statement of Cash Flow:

Particulars	30-06-2013 Taka	30-06-2012 Taka	30-06-2011 Taka	30-06-2010 Taka	30-06-2009 Taka
a. Cash Flows from Operating Activities					
Cash Received from Customers	2,171,549,364	1,057,005,885	1,752,837,841	1,233,122,849	1,434,436,771
Cash Paid to Suppliers	(1,582,360,182)	(690,395,819)	(1,326,200,030)	(978,739,108)	(1,120,731,613)
Cash Paid to Employees	(137,154,107)	(132,192,989)	(133,508,598)	(105,964,933)	-91109017
Interest Paid	(236,270,497)	(205,674,833)	(99,489,599)	(104,427,844)	(140,593,057)
Net Cash (Used in)/Generated from Operating Activities	215,764,578	28,742,244	193,639,614	43,990,964	82,003,084

b. Cash Flows from Investing Activities

Acquisition of Property, Plant and Equipment	(53,338,274)	(92,375,080)	(44,907,770)	(17,634,235)	(14,317,712)
Intangible Assets - Computer Software	(540,000)	-	-	-	-
Investment	144,373,472	(352,429,190)	-	-	-
Net Cash (Used in)/Generated from Investing activities	90,495,198	(444,804,270)	(44,907,770)	(17,634,235)	(14,317,712)

c. Cash Flows from Financing Activities

Share Money Deposit	-	58,680,000	250,920,000	-	-
Increase/(Decrease) in Long Term Loan	(202,919,820)	117,476,957	(118,125,526)	65,692,423	(44,157,056)
Increase/(Decrease) in Short Term Loan	(90,585,836)	(58,522,279)	7,752,859	(82,650,285)	(10,792,456)
Dividend Paid	(16,997,000)	(20,418,240)	-	-	-
Temporary Loan	-	-	(3,219,782)	(595,457)	3,815,239
d. Net cash used in financing activities	(310,502,656)	97,216,438	137,327,551	(17,553,319)	(51,134,273)
Net Increase in cash	(4,242,880)	(318,845,588)	286,059,395	8,803,410	16,551,099
Opening cash and bank balance	10,158,662	329,004,250	42,944,855	34,141,445	17,590,346
Closing cash and bank balance	5,915,782	10,158,662	329,004,250	42,944,855	34,141,445

(D). Dividends

Details of dividends declared by the company for the above mentioned years are as under:

Stock dividend	*	0%	0%	0%	85%
Cash Dividend	*	20%	20%	0%	0%

* Yet to be decided

(E). The Company was incorporated as a private company limited by shares under the Companies Act, 1994 on 27th April 1995, named as Siddique Fabrics Limited. Subsequently it was taken over by the reported Company and accordingly registered as Hamid Fabrics Limited on 23rd May 2000. The Company is converted into "Public Limited Company" under the name Hamid Fabrics Limited vide special resolution passed in the extra-ordinary General Meeting held on 25.02.10;

(F). The Statement of Cash Flows for the years ended 30 June 2013, 2012, 2011, 2010 and 2009 of the Company are enclosed and certified by us;

(G). The Company has no subsidiaries;

(H). The Company did not prepare any financial statements for any period subsequent to 30 June 2013; and

(I). Figures related to previous years have been rearranged wherever considered necessary.

Sd/-
Chartered Accountants

Dhaka
Date: 07 August 2013