

**Second Quarter**  
**Financial Statement 2023-2024**  
**(Unaudited)**

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

**Esquire Knit Composite PLC and Its Subsidiary**  
Consolidated Statement of Financial Position  
As at 31 December 2023

Unaudited

Particulars	Notes	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>Assets</b>			
<b>Non-Current Assets</b>		<b>10,921,023,097</b>	<b>11,000,646,087</b>
Property, plant and equipment	4	6,624,591,508	6,694,942,555
Capital work-in-progress	5	4,196,431,590	4,205,703,532
Investment in shares	6	100,000,000	100,000,000
<b>Current Assets</b>		<b>5,669,186,512</b>	<b>5,682,423,290</b>
Inventories	7	3,531,734,168	3,625,292,627
Accounts receivables	8	713,779,575	782,750,195
Other receivables	9	33,602,042	38,551,047
Advance, deposit and prepayments	10	688,728,089	607,308,912
Investment	11	136,704,117	136,704,117
Cash and cash equivalents	12	564,638,522	491,816,393
<b>TOTAL ASSETS</b>		<b><u>16,590,209,609</u></b>	<b><u>16,683,069,377</u></b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Shareholders' Equity</b>		<b>8,659,758,194</b>	<b>8,809,512,142</b>
Share capital	13	1,348,958,330	1,348,958,330
Non-Controlling Interest	13	(505,233)	(62,515)
Share Premium Account	14	1,086,653,150	1,086,653,150
Revaluation surplus	15	3,739,289,135	3,739,289,135
Retained earnings	16	2,485,362,812	2,634,674,042
<b>Non Current Liabilities</b>		<b>2,398,206,302</b>	<b>2,280,926,134</b>
Deferred Tax liabilities	17	285,523,577	285,829,900
Long term loan net of current maturity	18	2,105,644,753	1,990,636,243
Finance lease obligation net of current maturity	19	7,037,972	4,459,992
<b>Current Liabilities</b>		<b>5,532,245,113</b>	<b>5,592,631,099</b>
Short term loan	20	3,579,572,521	3,476,684,177
Current portion of long term loan	18	442,643,135	464,594,631
Current portion of finance lease obligation	19	-	9,298,589
Unclaimed Dividend	21	1,983,588	1,983,588
Accounts payable	22	961,564,845	1,166,180,510
Liabilities for expenses	23	546,481,024	473,889,604
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b><u>16,590,209,609</u></b>	<b><u>16,683,069,375</u></b>
<b>Net Asset Value (NAV) per share with revaluation reserve</b>		<b><u>64.20</u></b>	<b><u>65.31</u></b>
<b>Net Asset Value (NAV) per share without revaluation reserve</b>		<b><u>36.47</u></b>	<b><u>37.59</u></b>

The annexed notes form an integral part of these financial statements

Sd/-  
Chairman

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Company Secretary

Sd/-  
Chief Financial Officer

Tuesday, Dhaka  
30 January 2024

Un-Audited

**Esquire Knit Composite PLC and Its Subsidiary**  
**Consolidated Statement of Profit or Loss and Other Comprehensive Income**  
**For the period ended 31 December 2023**

Figure in Taka

Particulars	Notes	2nd Quarter		Year to Date	
		October - December 2023	October - December 2022	July to Dec-23	July to Dec-22
Revenue	24	1,722,267,612	2,208,090,842	3,363,114,241	3,888,752,056
Less: Cost of Goods Sold	25	1,466,151,095	1,924,097,270	2,863,270,350	3,365,192,244
<b>Gross profit</b>		<b>256,116,517</b>	<b>283,993,572</b>	<b>499,843,891</b>	<b>523,559,812</b>
Less: Operating expenses	26	208,371,773	290,679,158	390,883,704	403,966,764
<b>Gross operating profit for the year</b>		<b>47,744,744</b>	<b>(6,685,586)</b>	<b>108,960,187</b>	<b>119,593,049</b>
Less: Financial expenses	27	121,089,616	101,391,386	235,737,838	185,297,217
<b>Net operating profit for the year</b>		<b>(73,344,872)</b>	<b>(108,076,972)</b>	<b>(126,777,651)</b>	<b>(65,704,169)</b>
Add: Non operating income	28	1,709,093	2,130,531	3,690,648	3,975,855
<b>Profit before WPPF &amp; WF for the year</b>		<b>(71,635,779)</b>	<b>(105,946,441)</b>	<b>(123,087,003)</b>	<b>(61,728,314)</b>
Less: contribution to WPPF & WF	29	333,009	659,982	808,281	1,275,283
<b>Profit before tax for the year</b>		<b>(71,968,788)</b>	<b>(106,606,422)</b>	<b>(123,895,285)</b>	<b>(63,003,596)</b>
<b>Less: Income tax expenses</b>		<b>6,954,031</b>	<b>2,271,868</b>	<b>24,553,228</b>	<b>5,499,162</b>
Current Tax	30	7,670,796	1,006,625	24,574,651	3,241,388
Deferred Tax		(716,765)	1,265,242	(21,423)	2,257,774
<b>Net profit after tax for the year</b>		<b>(78,922,818)</b>	<b>(108,878,290)</b>	<b>(148,448,512)</b>	<b>(68,502,758)</b>
Add: Other comprehensive income, net of tax					-
<b>Total comprehensive income</b>		<b>(78,922,818)</b>	<b>(108,878,290)</b>	<b>(148,448,512)</b>	<b>(68,502,758)</b>
<b>Earnings Per Share (EPS) - Basic</b>	<b>31.01</b>	<b>(0.59)</b>	<b>(0.81)</b>	<b>(1.10)</b>	<b>(0.51)</b>

Sd/-  
ChairmanSd/-  
Managing DirectorSd/-  
DirectorSd/-  
Company SecretarySd/-  
Chief Financial OfficerTuesday, Dhaka  
30 January 2024

**Esquire Knit Composite PLC and Its Subsidiary**

Consolidated Statement of Changes in Equity

For the period ended 31 December 2023

Amount in Taka

Particulars	Share Capital	Share premium	Revaluation Surplus	Non-Controlling interest	Retained Earnings	Total Equity
<b>Balance at 01 July 2023</b>	1,348,958,330	1,086,653,150	3,739,289,135	-	2,634,674,042	8,809,574,657 #
Net profit for the year	-	-	-	-	(149,311,230)	(149,311,230)
Non-Controlling interest	-	-	-	(505,233)	-	(505,233)
Dividend paid	-	-	-	-	-	-
<b>Balance at 31 December 2023</b>	<b>1,348,958,330</b>	<b>1,086,653,150</b>	<b>3,739,289,135</b>	<b>(505,233)</b>	<b>2,485,362,812</b>	<b>8,659,758,194</b>
<b>Balance at 01 July 2022</b>	1,348,958,330	1,086,653,150	3,739,289,135	-	2,621,584,398	8,796,485,013
Net profit for the year	-	-	-	-	84,629,508	84,629,508
Non-Controlling interest	-	-	-	(62,515)	-	(62,515)
Dividend paid	-	-	-	-	(71,539,863)	(71,539,863)
<b>Balance at 30 June 2023</b>	<b>1,348,958,330</b>	<b>1,086,653,150</b>	<b>3,739,289,135</b>	<b>(62,515)</b>	<b>2,634,674,043</b>	<b>8,809,512,142</b>

Sd/-  
ChairmanSd/-  
Managing DirectorSd/-  
DirectorSd/-  
Company SecretarySd/-  
Chief Financial OfficerTuesday, Dhaka  
30 January 2024



**Esquire Knit Composite PLC and Its Subsidiary**  
**Consolidated Statement of Cash Flows**  
For the period ended 31 December 2023  
**Unaudited**

Particulars	Notes	Amount in Taka	
		31-Dec-2023	31-Dec-2022
<b>A. Cash flows from operating activities</b>			
Cash receipts from customers		3,432,084,861	3,772,772,832
Cash receipt from other income		8,639,653	4,079,036
Payment to suppliers for import of Raw materials		(1,867,071,864)	(1,856,378,900)
Payment to others		(1,427,420,692)	(1,752,391,979)
Interest paid		(218,056,075)	(179,057,024)
Income tax paid		(27,736,829)	(42,192,105)
<b>Net cash flow from operating activities</b>		<b>(99,560,946)</b>	<b>(53,168,140)</b>
<b>B. Cash flows from investing activities</b>			
Acquisition of property, plant and equipment		(2,976,050)	(32,455,424)
Investment in capital work in progress		(9,271,942)	(217,573,637)
Advance paid to Valuka project		-	-
Investment in shares		-	-
Investment in FDR		-	63,042,306
<b>Net cash used in investing activities</b>		<b>(12,247,991)</b>	<b>(186,986,755)</b>
<b>C. Cash flows from financing activities</b>			
Proceeds from share issue		-	-
Share premium received		-	-
TDS on dividend		-	-
Dividend paid		-	-
Receipt of Long Term Loan		86,336,407	(153,834,324)
Receipt/(Repayment) of Short Term Loan		105,326,813	573,074,276
<b>Net cash flow from/(used in) financing activities</b>		<b>191,663,220</b>	<b>419,239,952</b>
<b>D. Net cash surplus during the year (A+B+C)</b>		<b>79,854,282</b>	<b>179,085,057</b>
<b>E. Cash and bank balances at beginning of the year</b>		<b>491,816,393</b>	<b>563,728,493</b>
Effect of movements in exchange rates on cash held		(7,032,154)	4,321,541
<b>F. Cash and bank balances at the end of the year</b>		<b>564,638,521</b>	<b>747,135,091</b>
<b>Cash and bank balances</b>			
Cash in hand		1,512,635	7,779,954
Cash at bank		563,125,887	739,355,136
<b>Total</b>		<b>564,638,522</b>	<b>747,135,090</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>32.00</b>	<b>(0.74)</b>	<b>(0.39)</b>

Sd/-  
Chairman

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Company Secretary

Sd/-  
Chief Financial Officer

Tuesday, Dhaka  
30 January 2024

# ESQUIRE KNIT COMPOSITE PLC AND IT'S SUBSIDIARY

Notes to the Consolidated Interim Financial Statements (Unaudited)  
For The 2nd Quarter Period Ended 31 December 2023

## 01. Business Activities

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

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

These Financial Statements (They) are the unaudited consolidated interim financial statements (hereinafter "The Consolidated Interim Financial Statements") of Esquire Knit Composite PLC and L'Esquire Limited Companies incorporated in Bangladesh under Companies Act, 1994 for the 1st quarter period ended December 31, 2023 (hereinafter "The Interim Period"). They are prepared in accordance with the International Accounting Standard (IAS 34) "Interim Financial Reporting". These financial statements should read in conjunction with the Annual Financial Statements as on June 30, 2023, as they provide an update of previously reported information.

## 03. Accounting Policies

The accounting policies and presentation used are consistent with those used in the Annual Financial Statements, except where noted below. Where necessary, the comparatives have been reclassified or extended from the previously reported Interim Financial Statements to take into account any presentational changes made in the Annual Financial Statements or in these Interim Financial Statements.

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and disclosure of contingent liabilities at the date of the Interim Financial Statements. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the interim financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

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

There is no significant event after the end of the interim period that has to be reflected in the Consolidated Financial Statements for the interim period except.

Figures have been rounded off to the nearest Taka.

**Esquire Knit Composite PLC and Its Subsidiary**

Notes to the financial statement

As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>4.00</b>	<b>Property, plant and equipment</b>		
	<b>(A) Cost/ Revaluation</b>		
	i) Freehold assets		
	Opening balance	9,408,969,897	9,090,003,341
	Add: Addition during the year	-	318,966,556
		<u>9,408,969,897</u>	<u>9,408,969,897</u>
	ii) Leasehold assets		
	Opening balance	99,420,368	99,420,368
	Add: Addition during the year	-	-
		<u>99,420,368</u>	<u>99,420,368</u>
	Total (A)	<u>9,508,390,265</u>	<u>9,508,390,265</u>
	<b>(B) Accumulated depreciation</b>		
	i) Freehold assets		
	Opening balance	2,943,729,605	2,685,272,481
	Add: Charged during the year	65,522,127	258,457,124
		<u>3,009,251,732</u>	<u>2,943,729,605</u>
	ii) Leasehold assets		
	Opening balance	84,578,110	72,150,564
	Add: Charged during the year	3,106,887	12,427,546
		<u>87,684,997</u>	<u>84,578,110</u>
	Total (B)	<u>3,096,936,729</u>	<u>3,028,307,715</u>
	<b>(C) Written Down Value (A-B)</b>	<u>6,411,453,536</u>	<u>6,480,082,550</u>
	Add: Property, Plant and Equipment of L Esquire Ltd	213,137,972	214,860,005
	<b>Consolidated PPE</b>	<u>6,624,591,508</u>	<u>6,694,942,555</u>
<b>5.00</b>	<b>Capital work-in-progress</b>		
	Opening balance	2,550,960,233	2,272,873,152
	Add: Addition during the year	-	597,053,637
		<u>2,550,960,233</u>	<u>2,869,926,789</u>
	Less: Transferred to Property, Plant & Equipment		318,966,556
		<u>2,550,960,233</u>	<u>2,550,960,233</u>
	Add: Capital Work In progress of L Esquire	1,645,471,357	1,654,743,299
	<b>Consolidated CWIP</b>	<u>4,196,431,590</u>	<u>4,205,703,532</u>
<b>5.01</b>	<b>Addition during the year</b>		
	Valuka Project		597,053,637
	Machineries in work in process	-	-
	Building materials	-	-
		<u>-</u>	<u>597,053,637</u>
<b>6.00</b>	<b>Investment in shares</b>		
	Esquire Accessories Limited	-	-
	L' Esquire Ltd	42,000,000	42,000,000
	Investment in ICL Unit Fund	100,000,000	100,000,000
		<u>142,000,000</u>	<u>142,000,000</u>
	Less: L' Esquire Ltd	42,000,000	42,000,000
		<u>100,000,000</u>	<u>100,000,000</u>
<b>7.00</b>	<b>Inventories</b>		
		<b>31.12.2023</b>	<b>30.06.2023</b>
		<b>Taka</b>	<b>Taka</b>
	Yarn (kg)	692,616,652	853,886,704
	Dyes (kg)	240,340,555	224,161,620
	Chemical (kg)	198,206,062	150,753,397
	Finishing Materials	952,282,500	867,065,866
	Materials in transit	136,261,024	136,261,024
	Spare parts and consumable items	233,566,046	279,659,700
	Work in process	868,014,022	868,014,022
	Finished goods (pcs.)	186,123,101	220,056,353
		<u>3,507,409,962</u>	<u>3,599,858,686</u>
	Add: Inventories of L Esquire Ltd	24,324,205	25,433,940
		<u>3,531,734,168</u>	<u>3,625,292,627</u>
	<b>Finishing Materials</b>		
	Packing materials	256,392,555	256,392,555
	Accessories	584,505,459	499,288,825
	Sewing Thread	107,243,479	107,243,479
	Printing & Embroidery materials	4,141,006	4,141,006
		<u>952,282,500</u>	<u>867,065,866</u>

**Esquire Knit Composite PLC and Its Subsidiary**

Notes to the financial statement

As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
-	<b>Spare parts and consumable items</b>		
	Spareparts & Consumable items	233,566,046	279,659,700
		<b>233,566,046</b>	<b>279,659,700</b>
-	<b>Finished Goods (pcs.)</b>		
	Opening	220,056,353	230,016,352
	Add: Production during the year	2,660,257,885	6,148,807,647
		2,880,314,239	6,378,823,999
	Less: Delivered during the year	2,694,191,138	6,158,767,646
		<b>186,123,101</b>	<b>220,056,353</b>
<b>8.00</b>	<b>Accounts receivables</b>	<b>616,205,246</b>	<b>632,635,842</b>
	Add: AR of L Esquire Ltd	97574329.45	150,114,353
	<b>Consolidated AR</b>	<b>713,779,575</b>	<b>782,750,195</b>
<b>9.00</b>	<b>Other receivables</b>		
	Cash incentive	18,839,450	18,839,450
	Rental Income	14,762,592	14,762,592
	Accrued interest on FDR	-	4,949,005
		<b>33,602,042</b>	<b>38,551,047</b>
	Add: OAR of L Esquire Ltd	-	-
	<b>Consolidated AR</b>	<b>33,602,042</b>	<b>38,551,047</b>
<b>10.00</b>	<b>Advance, deposit and prepayments</b>		
	Advance	10.01 2,218,940,000	2,119,663,308
	Deposit	10.02 218,507,080	218,507,080
	Prepayments	10.03 748,331	748,331
		<b>2,438,195,411</b>	<b>2,338,918,719</b>
	Add: Advance of L Esquire Ltd	4,869,494	22,727,009
	Less: Payment to L Esquire Ltd	1,754,336,816	1,754,336,816
	<b>Consolidated Advance</b>	<b>688,728,089</b>	<b>607,308,912</b>
<b>10.01</b>	<b>Advance</b>		
	Advance to creditors	207,755,803	136,215,940
	Advance against salaries	18,200,562	18,200,562
	Payment to L'esquire for Valuka project	1,754,336,816	1,754,336,816
	Advance Income Tax	10.1.1 238,646,818	210,909,989
		<b>2,218,940,000</b>	<b>2,119,663,308</b>
	A schedule of advance given to creditors is given in <b>Annexure-G</b> .		
<b>10.1.1</b>	<b>Advance Income Tax</b>	<b>30.06.2023</b>	<b>30.06.2022</b>
	Opening balance	10.1.1.1 210,909,989	106,426,815
	Add: Addition during the year	27,736,829	104,483,174
		238,646,818	210,909,989
	Less: Adjustment for assessment year-2020-21	-	-
		<b>238,646,818</b>	<b>210,909,989</b>
<b>10.1.1.1</b>	<b>Advance Income Tax addition</b>		
	Advance Income Tax on Car		2,940,000
	Advance Income Tax on FDR Interest		597,279
	Tax on unit fund-ICL		600,000
	TDS on Cash Incentive		15,346,200
	TDS on Import Stage		1,566,315
	TDS on Export Proceeds		83,433,380
		<b>27,736,829</b>	<b>104,483,174</b>
<b>11.00</b>	<b>Investment</b>		
	Investment in FDR	11.01 136,704,117	136,704,117
		<b>136,704,117</b>	<b>136,704,117</b>
<b>12.00</b>	<b>Cash and cash equivalents</b>		
	Cash in hand	12.01 1,162,635	1,062,630
	Cash at bank	12.02 481,516,211	433,350,772
		<b>482,678,846</b>	<b>434,413,402</b>
	Add: Cash cash Equivalents of L Esquire Ltd	81,959,676	57,402,991
	<b>Consolidated Advance</b>	<b>564,638,522</b>	<b>491,816,393</b>
<b>12.01</b>	<b>Cash in hand</b>		
	Head Office	800,000	800,000
	Factory	362,635	262,630
		<b>1,162,635</b>	<b>1,062,630</b>

**Esquire Knit Composite PLC and Its Subsidiary**

Notes to the financial statement

As at 31 December 2023

Notes	Particulars	Amount in Taka				
		31-Dec-2023	30-Jun-2023			
<b>12.02</b>	<b>Cash at bank</b>					
	<b>Bank Name</b>	<b>Branch</b>	<b>A/C Type</b>	<b>A/C No.</b>		
	Dutch Bangla Bank Ltd.	Local office	FCAD(\$)	101.117.163	173,932	18,241,584
	Dutch Bangla Bank Ltd.	Local office	FCAD(€)	101.119.20	-	-
	Dutch Bangla Bank Ltd.	Local office	FCAD(\$)	1011100006900	30,880	30,555
	Dutch Bangla Bank Ltd.	Kawran Bazar	CD	101.110.36941	23,606,637	9,086,998
	Dutch Bangla Bank Ltd.	Kawran Bazar	CD	101.120.5645	5,422,230	219,041
	Dutch Bangla Bank Ltd.	Kawran Bazar	CD	101.120.5692	6,994	35,236
	Eastern Bank Ltd.	Principal	FCAD(\$)	101.305.3310	-	-
	Eastern Bank Ltd.	Principal	EOQ(\$)	1013100605881	3,763,586	4,809,250
	Dutch Bangla Bank Ltd.	Kawran Bazar	CD	107.120.484	107,312	108,152
	BRAC Bank Ltd.	Motijheel	CD	5203551787001	-	-
	BRAC Bank Ltd.	Motijheel	FCAD(\$)	203551787002	-	-
	Jamuna Bank Ltd.	Mohakhali	CD	102.100.15098	2,311	10,656
	NCC Bank CD A/C	Baridhara	CD	1070210001597	21,578	21,578
	One Bank Ltd.	Agrabad, Ctg.	CD	0031050001366	170,580	170,580
	Al -Arafa Islami Bank ltd	VIP Road	CD	141020047786	6,239	6,239
	Al -Arafa Islami Bank ltd	Gulshan	CD	541020010677	3,141,992	3,730,249
	Al -Arafa Islami Bank ltd	Gulshan	FCAD(\$)	0549580000352	1,156,125	3,721,511
	Al -Arafa Islami Bank ltd	Gulshan	FCAD(\$)	0549880000366	5,365,097	905,029
	Al -Arafa Islami Bank ltd	Gulshan	FCAD(\$)	0549850000453	309,451,363	347,696,996
	Bank Asia	Tower	CD	62733000256	2,500,000	3,471,462
	Dutch Bangla Bank Ltd.	Kawran Bazar	CD	1071100031497	1,068	1,183
	Shahajjal Islamic Bank	Eskaton	CD	0331100000679	-	-
	South Bangla Ariculture	Gulshan	CD	0010111005482	1,357	29,547
	United Commercial Bank	Mohakhali	CD	1101000002124	6,235,198	18,452,647
	United Commercial Bank	Mohakhali	SND	1301000000653	446,987	485,374
	United Commercial Bank	Mohakhali	SND	1301000000584	54,728	5,360
	United Commercial Bank	Mohakhali	FCAD ( \$ )	1184000000267	117,734,828	18,434,909
	UCBL -FACD in USD A/C	Mohakhali	FCAD ( \$ )	1181000000193	477,071	23,437
	HSBC	Management Office	CD	001-011576011	69,427	69,427
	Dutch Bangla Bank Ltd.	Local office	CD	1011200007676	728,780	809,605
	One Bank Ltd.	Agrabad, Ctg.	CD	0031020009947	12,538	12,538
	Dutch Bangla Bank Ltd.	Local office	CD	1011200007863	694,099	688,610
	Shimanto Bank Ltd.	Corporate office	CD	1005241000165	101,098	55,858
	City Bank	Gulshan	CD	1103309469001	31,973	2,016,962
	One Bank Ltd.	Mirpur	CD	110039901005	201	201
					<b>481,516,211</b>	<b>433,350,772</b>

**13.00 Share capital**

Authorized capital

200,000,000 Ordinary shares of Tk.10 each

**2,000,000,000**      **2,000,000,000**

Issued, subscribed and paid-up capital

134,895,833 Ordinary shares of Tk.10 each fully paid

**1,348,958,330**      **1,348,958,330**

Details of the shareholdings are as under:

Name of Shareholders	% held	No. of shares		31.12.2023	30.06.2023
		31.12.2023	30.06.2023	Taka	Taka
Md. Mofazzal Hossain	21.34%	28,791,667	28,791,667	287,916,670	287,916,670
Md. Ehsanul Habib	11.14%	15,032,960	15,032,960	150,329,600	150,329,600
Arifur Rahman	5.87%	7,925,000	7,925,000	79,250,000	79,250,000
Md. Muddasar Hossain	5.87%	7,925,000	7,925,000	79,250,000	79,250,000
Mrs. Peara Begum	2.73%	3,681,343	3,681,343	36,813,430	36,813,430
Esquire Dyeing Industries Ltd.	21.93%	29,581,343	29,581,343	295,813,430	295,813,430
Esquire Accessories Ltd.	0.90%	1,214,677	1,214,677	12,146,770	12,146,770
Esquire Electronics Ltd.	4.34%	5,848,010	5,848,010	58,480,100	58,480,100
General Public and Institution	25.87%	34,895,833	34,895,833	348,958,330	348,958,330
	<b>100%</b>	<b>134,895,833</b>	<b>134,895,833</b>	<b>1,348,958,330</b>	<b>1,348,958,330</b>

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

**Non-controlling Interest**

Share Capital (42000 Ordinary shares @ Tk.10 each)

420,000      420,000

**Retained Earnings**

Opening balance  
Add: Net profit after tax for the year

(62,515)      (147,759)  
(862,718)      (334,756)  
**(925,233)**      **(482,515)**  
**(505,233)**      **(62,515)**

**14.00 Share premium**

Share premium  
Less: IPO Expense

1,086,653,150      1,086,653,150  
-      -  
**1,086,653,150**      **1,086,653,150**

**15.00 Revaluation surplus**

**3,739,289,135**      **3,739,289,135**

**Esquire Knit Composite PLC and Its Subsidiary**

Notes to the financial statement

As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>16.00</b>	<b>Retained earnings</b>		
	Opening balance	2,634,674,042	2,621,584,399
	Add: Net profit after tax for the year	(149,311,230)	84,629,507
	Less: Cash dividend		71,539,863
		<b>2,485,362,812</b>	<b>2,634,674,042</b>
<b>17.00</b>	<b>Deferred Tax liabilities</b>		
	Deferred tax liabilities have been recognized and measured in accordance with the provisions of IAS 12: Income Taxes.		
	Deferred tax liabilities related to Profit and Loss A/C	17.01	128,692,028
	Deferred tax Liabilities related to other comprehensive income		129,741,285
			155,803,714
			284,495,742
			285,544,999
	Add: DTA of L Esquire Ltd		1,027,835
	Consolidated DTA		284,900
			<b>285,523,577</b>
			<b>285,829,900</b>
<b>17.01</b>	<b>Deferred tax liabilities</b>		
	<b>As at Dec 2023</b>		
	<b>Deferred tax liabilities related to Profit and Loss A/C</b>		
	Property, plant and equipment excluding land	2,392,907,536	1,320,473,971
	Applicable tax rate		12.00%
	Deferred tax liability		<b>128,692,028</b>
	<b>Deferred tax Liabilities related to other comprehensive income</b>		
	Revaluation reserve for land	3,895,092,849	Nil
	Applicable tax rate		4.00%
	Deferred tax liability		<b>155,803,714</b>
	<b>As at 30 June 2023</b>		
	<b>Deferred tax liabilities related to Profit and Loss A/C</b>		
	Property, plant and equipment excluding land	2,461,536,550	1,380,359,171
	Applicable tax rate		12%
	Deferred tax liability		<b>129,741,286</b>
	<b>Deferred tax Liabilities related to other comprehensive income</b>		
	Revaluation reserve for land	3,895,092,849	Nil
	Applicable tax rate		4.00%
	Deferred tax liability		<b>155,803,714</b>
<b>17.02</b>	<b>Deferred Tax Expenses</b>		
	Deferred Liabilities at the end of the period		128,692,028
	Deferred Liabilities at the beginning of the period		129,741,286
	Deferred Tax expenses		<b>(1,049,258)</b>
			<b>8,031,018</b>
<b>18.00</b>	<b>Long term loan net of current maturity</b>		
	International Finance Corporation	18.01	834,633,252
	Jamuna Bank Limited	18.02	18,475,063
	Al arafa Islamic Bank Ltd	18.03	1,550,145,977
	IDLC Finance Limited		-
			2,403,254,291
	Less: Current portion of long term loan		442,643,135
	International Finance Corporation		151,786,087
	Al arafa Islamic Bank Ltd		277,196,920
	Jamuna Bank Limited		13,660,128
	IDLC Finance Limited		11,836,150
			<b>1,960,611,156</b>
	Add: Long term Loan of L Esquire Ltd		1,899,370,413
	Less: Inter -company Loan		1,754,336,816
	Consolidated Long term Loan		<b>2,105,644,753</b>
			<b>1,990,636,243</b>

**Esquire Knit Composite PLC and Its Subsidiary**

Notes to the financial statement

As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
		<b>834,633,252</b>	<b>879,567,259</b>

**18.01 International Finance Corporation**

Particulars of the term loans are given below.

(Amount in USD)

Bank Name	Loan Account	Particulars	Outstanding as on 30.06.2023
International Finance Corporation	IFC	Long term loan for Expansion project	Limit: 14000000 Tenor: 8 period/years Interest Rate: 3.50(LIBOR+Margin)

Collateral: A first ranking registered Mortgage on all land and Buildings of the Company. A first ranking hypothecation on all present and future movable assets (other than current assets and stocks) of the Company by executing a deed of the hypothecation. Personal joint and several first demand payment guarantee from the Sponsors. Joint and several first demand payment guarantee from the Companies.

**18.02 Jamuna Bank Limited**

**18,475,063      22,869,262**

Details of the term loan with Jamuna Bank Limited are as under:

Bank Name	Facilities	Particulars
Jamuna Bank Limited	Term Loan	Limit: 30,000,000 Tenor: 60 months Pricing: 9.00% p.a.
Jamuna Bank Limited	Term Loan	Limit: 20,000,000 Tenor: 60 months Pricing: 9.00% p.a.

Collateral: Security cheque covering the Term Loan amount with letter of approach duly signed by the authorized person. Personal Guarantee of all the Directors of the company, supported by duly signed individual personal net worth statement. Corporate Guarantee of Shah Garments Limited, supported by MOA, AOA and Board resolution.

**18.03 Al arafa Islamic Bank Ltd**

**1,550,145,977      1,552,794,353**

Details of the banking facilities with Dutch Bangla Bank Limited are as under:

Bank Name	Facilities	Particulars
AIBL	Back to Back LC (Foreign/Local-Sight/Deferred/ UPAS/EDF) / Bills	Limit: 2,850,000,000 Tenor: 01 Year (On Revolving Basis) Pricing: 0.20% 1st Qtr. EDF LC Max. 100 Cr. And LC for Capital Machinery & SP & Equipment will be 15 Cr. EDF interest will be As per Bangladesh Bank Circular
	Bai-Salam & Bai-Istisna (Inner Limit of Bai-Muajjal)	Limit: (550,000,000) Tenor: Bai-Istisna-60 days & Bai-Salam-120 days Pricing: 7.00% p.a.
	Bai-Muajjal	Limit: 600,000,000 Tenor: 01 Year (On Revolving Basis) Pricing: 9.00% p.a.
	HPSM - (Machinery -1)	Limit: 106,900,000, Tenor: Sight/Deferred/360 days UPAS Pricing: 0.20% 1st Qtr.
	Term Loan - HPSM (Industrial) Facility	Limit: 1,460,000,000, Tenor: 8 Years Pricing: 9.00% p.a.
	Term Loan - HPSM (Transport) Facility	Limit: 9,600,000, Tenor: 2.5 Years Pricing: 9.00% p.a.
	Term Loan - HPSM (RE) Facility	Limit: 2,72,400,000, Tenor: 6 Years Pricing: 9.00% p.a.
	Loan against trust receipt (LTR)	Limit: 100,000,000 Tenor: 01 Year (On Revolving Basis) Pricing: 8.75% p.a.
	Letter of Guarantee - 1	Limit: 50,000,000 Pricing: 0.40% per quarter.

Bank Name	Facilities	Particulars
AIBL	Letter of Guarantee - 1 (One Off)	Limit: 350,000,000 Pricing: Nil
	Letter of Guarantee - 1 (Single Case)	Limit: 2,273,600,000 Pricing: Nil
	MDB/MDB-FC	Limit: 100,000,000 Tenor: 01 Year (On Revolving Basis) Pricing: 9.00% p.a.
	FBB/FBC/Quard against cash assistance	As per Export Policy

## Esquire Knit Composite PLC and Its Subsidiary

Notes to the financial statement

As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
		Collateral: i) Registered mortgage (to be executed) of 851.85 decimal land and factory structures thereon (458145 sqft) having forced sale value of Tk. 142.96 Cr. & market value of TK. 178.70 Cr. (As per branch valuation dated 22.09.2021 & 28.10.2021) schedule of the said property is depicted below: 223.00 decimals at kanchpur, Narayanganj (129 decimals in the name of Esquire Knit Composite Ltd; 60 decimals in the name of New Dhaka Ceramic Industries Limited and 34 decimals in the name of Md. Mofazzal Hossain & Ehsanul Habib. 381.60 decimals at Mouza-Zamaldi, P. S- Gajaria, Dist.- Munshiganj (203.10 decimals in the me of Esquire Knit Composite Ltd; 178.50 decimals in the name of (i) Md. Mofazzal Hossain, (ii) Md. Ehsanul Habib, (iii) Md. Arifur Rahman, (iv) Md. Muddasar Hossain. 245.00 decimals at Mouza- Zamirdia, P. S- Vhaluka, Dist.- Mymensingh in the name of (i) Md. Mofazzal Hossain, (ii) Md. Arifur Rahman, (iv) Md. Muddasar Hossain. 7130+7130 = 14,260 (Fourteen Thousand Two Hundred Sixty) square feet on the 9th & 10th floor and 10 car parking space no. 1,2,3,4,5,6,11,21 & 22 on the basement- 2 floor of the commercial building namely "Ideal Trade Center" at Mouza- Begunbari, Tejgaon, Dhaka in the name of Esquire Knit Composite Ltd ii) First Charge shall be created with Registrar of Joint Stock Company on the fixed & floating assets & book debts of the company both present & future within 21 days from the date of execution of documentation and certificate to be submitted from RJSC against limited company. iii)	

### 19.00 Finance lease obligation net of current maturity

IDLC Finance Limited	2,561,293	2,561,293
IPDC Finance Limited	1,720,844	1,720,844
	4,282,137	4,282,137
Less: Current portion of finance lease obligation-IDLC		2,561,293
Less: Current portion of finance lease obligation-IPDC		1,720,844
Net of L Esquire Lease liabilities	7,037,972	4,282,137
Consolidated	7,037,972	-

#### IDLC Finance Limited

Esquire Knit Composite PLC entered into lease agreement with IDLC Finance Limited from the year 2016 to 2022 for vehicles. Esquire Knit Composite PLC pays fixed monthly installments which comprise principal and interest in return.

#### IPDC Finance Limited

Particulars of the above lease finance(vehicle) are given below.

Name of the lender	Name of Facilities	Particulars
IPDC Finance Limited	Lease Finance	Limit: 8,700,000 Tenor: 60 months Pricing: 14.00% p.a.
IPDC Finance Limited	Lease Finance	Limit: 2,750,000 Tenor: 60 months Pricing: 14.00% p.a.

**Collateral:** The Security arrangements will include but are not limited to:

1. Registration & Comprehensive Insurance of the vehicles in favor of IPDC.
2. Personal Guarantee of all sponsor Directors of the Lessee(s).
3. Cross Corporate Guarantee of the Lessee(s) (Supported by Board Resolution and undertaking to amend MEMART by incorporating the clause empowering to provide corporate guarantee, if not Legally enforceable by MEMART).
4. Security cheque.
5. Post-Dated cheques (PDCs) for monthly rental payment.
6. Demand Promissory Note along with Letter of Continuation.
7. Other usual charge documents.

### 20.00 Short term loan

Al arafa Islamic Bank Ltd	20.01	652,288,081	657,384,511
Eastern Bank Limited	20.02	300,313,143	317,260,044
United commercial Bank Limited	20.03	637,096,363	505,389,263
Bank Asia limited		211,375,610	200,800,000
The City Bank limited		7,873,635	18,206,720
Lankan Alliance		307,359,442	301,620,204
South Bangla		269,750,356	264,501,387
IFIL		71,250,541	91,200,541
IDCOL		632,722,601	632,722,601
Shimanto Bank		255,800,825	252,734,962
IPDC Finance Limited		100,413,293	99,999,699
		3,446,244,091	3,341,819,932
Add: Short term Loan of L esquire Ltd		133,328,430	134,864,245
Consolidated STL		3,579,572,521	3,476,684,177



**Esquire Knit Composite PLC and Its Subsidiary**

Notes to the financial statement

As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
20.01	Al arafa Islamic Bank Ltd		
	HPSM (Transport) Short Term	4,546,192	6,172,810
	LTR- MPI (Trust Receipt)	-	-
	Overdraft	647,741,889	651,211,701
	20.01.1	<b>652,288,081</b>	<b>657,384,511</b>

**20.01.1 Overdraft**

Name of the Bank	Branch	Account #		
OD- Bai-Muazzal (Gen) MEF	Mohakhali	078174900000347	647,741,889	651,211,701
			<b>647,741,889</b>	<b>651,211,701</b>

Particulars such as the terms & conditions of the above short term loans are same as stated under Note # 18.3.

**20.02 Eastern Bank Limited**

Overdraft	29,201,938	30,632,439
Time loan normal	65,144,666	88,833,857
Export cash credit	113,672,613	111,920,328
Loan against EDF	92,293,926	85,873,421
	<b>300,313,143</b>	<b>317,260,044</b>

Particulars of the above banking facilities are given below:

Bank Name	Facilities	Particulars
<b>Eastern Bank Limited</b>	Back to Back LC (Usance/sight under EDF Including acceptance liability)	Limit: 1,800,000,000 Tenor: 180 days Pricing: 0.15% PQ.
	Acceptance (Raw Materials) [Within Line # 1]	Limit: (1,800,000,000) Tenor: 180 days Pricing: 0.15% PQ.
	Sight Letter of Credit-I (Financed through EDF) [Within Line # 1]	Limit: (1,200,000,000) Tenor: 180 days Pricing: 0.15% PQ.
	EDF Loan [Within Line # 1]	Limit: (1,200,000,000), As per Bangladesh Bank Circular
	Sight Letter of Credit (Machineries)	Limit: 50,000,000 Tenor: 360 days Pricing: 0.15% PQ.
	Usance Letter of Credit (Machineries) [Within Line # 2]	Limit: (50,000,000) Tenor: 360 days Pricing: 0.15% PQ.
	Acceptance (Machineries) [Within Line # 2]	Limit: (50,000,000) Tenor: 360 days Pricing: 0.15% PQ.
	Time Loan (Machineries) [Within Line # 2]	Limit: (45,000,000) Tenor: 360 days Pricing: 9.00% p.a.
	Letter of Guarantee	Limit: 10,000,000 Tenor: Up to 5 years Pricing: 0.20% PQ/ Minimum tk.
	Packing Credit	Limit: 125,000,000 Tenor: 120 days Pricing: 7.00% p.a.

Bank Name	Facilities	Particulars
<b>Eastern Bank Limited</b>	Pre Shipment Credit	Limit: (125,000,000) Tenor: 180 days Pricing: As per BB Circular
	Manufacturer's Demand Loan	Limit: 85,000,000 Tenor: 120 days Pricing: 9.00% p.a.
	Overdraft (OD)	Limit: 30,000,000 Tenor: 360 days Pricing: 9.00% p.a.
	Time Loan [Within Line # 7]	Limit: (50,000,000) Tenor: 180 days Pricing: 9.00% p.a.
	FDBP	Limit: 150,000,000 Tenor: 45 days for Sight & 120 days for Deferred Pricing: As per schedule of the bank
	LDBP [Within Line # 7]	Limit: (50,000,000) Tenor: 45 days for Sight & 120 days for Deferred Pricing: 9.00% p.a. for BDT and

**Esquire Knit Composite PLC and Its Subsidiary**

Notes to the financial statement

As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023

Collateral: 1) Registered Mortgage & Registered Power of Attorney on 5.97 bigha (197) decimal land and building thereon (Solely with Eastern Bank Limited), located at Mouza: Jamaldi, P.S. & SRO: Gazaria, District: Munshiganj, owned by Esquire Knit Composite PLC. Registered Mortgage as well as subsequent EBL charge to be created with RJSC for BDT 430.00 Million, which will continue. 2) 1st Registered Mortgage & Registered Power of Attorney on 1.00 bigha (33.25) decimal land and building thereon (Solely with Eastern Bank Limited), located at Mouza: Jamaldi, P.S. & SRO: Gazaria, District: Munshiganj, owned by Esquire Knit Composite PLC. Registered Mortgage as well as subsequent EBL charge to be created with RJSC for BDT 50.00 Million.

**20.03 United Commercial Bank Ltd.**

Facilities	Branch	A/C #		
Overdraft	Mohakhali	078174900000347	100,277,536	61,215,516
Time loan normal			227,908,035	298,035,105
Export cash credit			-	35,084,380
EDF			308,910,793	111,054,263
			<b>637,096,363</b>	<b>505,389,263</b>

Particulars of the above banking facilities are given below:

Bank Name	Facilities	Particulars
United Commercial Bank Ltd.	Back to Back LC (Usance/sight under EDF Including acceptance liability)	Limit: 1,600,000,000 Tenor: 120 days Pricing: 0.25% PQ.
	Letter of Credit(Sight/Usance/UPAS)	Limit: 200,000,000 Tenor: 180 days Pricing: 9.00% PQ.
	Letter of Credit(Sight/Usance/UPAS)-Machinery (Inner of SLC/ULC/UPAS Limit of 20 Crore)	Limit: (50,000,000) Tenor: 360 days Pricing: 9.00% PQ.
	Loan against trust receipt (LTR)	Limit: 50,000,000 Tenor: 120 days Pricing: 9.00% PQ.
	Time Loan (Inner of LTR Limit)	Limit: (40,000,000) Tenor: 360 days Pricing: 9.00% PQ.
United Commercial Bank Ltd.	LBPD	Limit: 100,000,000 Tenor: 120 days Pricing: 9.00% PQ.
	Letter of Guarantee	Limit: 50,000,000 Tenor: As per requirement Pricing: 0.25% PQ
	FBPD/OBU Discounting	Limit: 150,000,000 Tenor: 21 days Pricing: 9.00% p.a.
	Time Loan (Inner Limit of FBPD)	Limit: 80,000,000 Tenor: 90 days Pricing: 9.00% p.a.
	Time Loan	Limit: 150,000,000 Tenor: 150 days Pricing: 9.00% p.a.
	Packing Credit (Inner Limit With Time Loan)	Limit: (150,000,000) Tenor: 120 days Pricing: 7.00% p.a.
	Overdraft (OD)	Limit: 50,000,000 Tenor: 360 days Pricing: 9.00% p.a.

Collateral: Registered Mortgage of 96.00 decimal Land with 04 storied building (57,400 sqft) at Mouza: Jamaldi, P.S. & SRO: Gazaria, District: Munshiganj, owned by Esquire Knit Composite PLC. Pari-passu security sharing with other lenders: AIBL, & EBL) over floating assets of the company. Personal Guarantee of all director of Esquire Knit Composite PLC & Esquire Dyeing Industries Limited except independent directors of Esquire Knit Composite PLC. Corporate guarantee of Esquire Electronics Ltd., Esquire Dyeing Industries Ltd. & Esquire Accessories Ltd. with duly adopted board resolution. Post-dated MICR cheques (mode wise) signed by the authorized signatory of the company.

**Esquire Knit Composite PLC and Its Subsidiary**

Notes to the financial statement

As at 31 December 2023

Notes	Particulars	Amount in Taka																																				
		31-Dec-2023	30-Jun-2023																																			
<b>21.00</b>	<b>Unclaimed Dividend</b>	<b>1,983,588</b>	<b>1,983,588</b>																																			
	<table border="1"> <thead> <tr> <th>SL#</th> <th>Account Number</th> <th>Bank</th> <th>Branch</th> <th>AGM No</th> <th>AGM date</th> <th>Taka</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>101-120-000-7676</td> <td>DBBL</td> <td>Local Office</td> <td>20th</td> <td>11.02.21</td> <td align="right">809,605</td> </tr> <tr> <td>2</td> <td>101-120-000-7863</td> <td>DBBL</td> <td>Local Office</td> <td>21th</td> <td>26.01.22</td> <td align="right">688,610</td> </tr> <tr> <td>3</td> <td>078-130-100-000-0653</td> <td>UCBL</td> <td>Mohakhali</td> <td>22th</td> <td>25.1.22</td> <td align="right">485,374</td> </tr> <tr> <td align="right" colspan="6"></td> <td align="right"><b>1,983,588</b></td> </tr> </tbody> </table>	SL#	Account Number	Bank	Branch	AGM No	AGM date	Taka	1	101-120-000-7676	DBBL	Local Office	20th	11.02.21	809,605	2	101-120-000-7863	DBBL	Local Office	21th	26.01.22	688,610	3	078-130-100-000-0653	UCBL	Mohakhali	22th	25.1.22	485,374							<b>1,983,588</b>		
SL#	Account Number	Bank	Branch	AGM No	AGM date	Taka																																
1	101-120-000-7676	DBBL	Local Office	20th	11.02.21	809,605																																
2	101-120-000-7863	DBBL	Local Office	21th	26.01.22	688,610																																
3	078-130-100-000-0653	UCBL	Mohakhali	22th	25.1.22	485,374																																
						<b>1,983,588</b>																																
<b>22.00</b>	<b>Accounts payable</b>																																					
	Import liability and other creditors	894,231,211	974,131,816																																			
	Add: AP of L Esquire Ltd	67,333,633	192,048,694																																			
	Consolidated AP	<b>961,564,845</b>	<b>1,166,180,510</b>																																			
<b>23.00</b>	<b>Liabilities for expenses</b>																																					
	Directors' remunerations	27,444,565	47,444,565																																			
	Salary and wages	84,049,488	43,440,852																																			
	Gas Bills	77,246,152	18,725,148																																			
	Electricity	2,644,331	2,644,331																																			
	Telephone bill	35,000	35,000																																			
	WPPF payable	-	-																																			
	Wasa bill	30,000	30,000																																			
	Provision for Income Tax	273,570,866	249,289,002																																			
	Provision for Head office Floors	1,837,169	1,837,169																																			
	Financial Interest	17,681,763	17,681,763																																			
	TDS on Dividend and Expenses	48,693,150	48,693,150																																			
	Audit fees	862,500	862,500																																			
	Head office rent	3,044,000	3,044,000																																			
		537,138,985	433,727,480																																			
	Add: Accrued Liabilities of L Esquire Ltd	9,342,040	40,162,123																																			
	Consolidated Accrued Liabilities	<b>546,481,024</b>	<b>473,889,604</b>																																			
<b>23.01</b>	<b>WPPF payable</b>																																					
	Opening Balance	-	-																																			
	Add: Addition during the year	808,281	2,519,596																																			
		808,281	2,519,596																																			
	Less: Payment during the year	808,281	2,519,596																																			
		-	-																																			
<b>23.02</b>	<b>Provision for Income Tax</b>																																					
	Opening balance	250,594,438	145,965,247																																			
	Add: Provision made for the year	22,976,428	104,629,191																																			
		273,570,866	250,594,438																																			
	Less: Adjustment for assessment year-2020-21	-	-																																			
		<b>273,570,866</b>	<b>250,594,438</b>																																			
	<b>Income Tax provision</b>	<b>Taka</b>	<b>Taka</b>																																			
	Export	22,053,766	98,779,580																																			
	Non operating income	922,662	4,544,174																																			
		<b>22,976,428</b>	<b>103,323,755</b>																																			

	October - December 2023 Taka	October - December 2022 Taka	December 31,23 Taka	December 31,22 Taka
<b>24. Sales</b>				
Export sales	1,652,138,709	2,205,376,619	3,203,291,984	3,881,744,133
Export of L Esquire Ltd	701,289,032.23	2,714,223	159,822,258	7,007,923
Consolidated Revenue	<u>1,722,267,612</u>	<u>2,208,090,842</u>	<u>3,363,114,241</u>	<u>3,888,752,056</u>
<b>25. Cost of Goods Sold</b>				
Cost of materials consumed (Garments Unit)	677,632,093	1,091,568,880	1,494,364,519	2,046,528,020
Cost of direct labor	406,216,024	634,169,888	756,387,467	899,578,838
Prime cost	1,083,848,117	1,725,738,768	2,250,751,986	2,946,106,858
Factory overheads	170,936,902	226,321,508	343,836,072	364,700,813
Cost of Goods put into Process	1,254,785,019	1,952,060,275	2,594,588,058	3,310,807,670
Opening Work in process	798,296,291	721,376,305	791,466,248	791,466,248
Closing Work in process	(692,312,811)	(658,196,297)	(692,312,811)	(658,196,297)
Cost of Goods Manufactured	1,360,768,499	2,015,240,284	2,693,741,495	3,444,077,621
Opening Finished Goods	215,302,311	186,572,744	186,572,744	186,572,744
Cost of Goods Available for Sale	1,576,070,810	2,201,813,027	2,880,314,239	3,630,650,365
Closing Finished Goods	(186,123,101)	(285,502,312)	(186,123,101)	(285,502,312)
	<u>1,389,947,709</u>	<u>1,916,310,715</u>	<u>2,694,191,138</u>	<u>3,345,148,053</u>
Cost of Goods Sold of L'Esquire Ltd	76,203,386	7,786,554	169,079,212.25	20,044,191.20
<b>Consolidated Cost of Goods Sold</b>	<u>1,466,151,095</u>	<u>1,924,097,270</u>	<u>2,863,270,350</u>	<u>3,365,192,244</u>
<b>25.1 Raw Materials Consumption</b>				
Yarn	454,063,185	701,442,860	1,050,418,063	1,345,037,710
Dyes	46,941,630	153,114,760	76,421,304	198,870,217
Chemical	71,237,174	14,309,295	127,366,733	101,770,101
Finishing Materials	105,390,104	222,701,965	240,158,419	400,849,992
	<u>677,632,093</u>	<u>1,091,568,880</u>	<u>1,494,364,519</u>	<u>2,046,528,020</u>
	0.41		0.47	0.53
<b>25.2 Cost of direct labor</b>				
Workers wages	230,374,017	492,581,776	444,152,592	646,777,232
Workers overtime	40,357,934	102,763,811	76,795,895	138,567,100
Daily labor	458,506	2,550,165	2,408,412	4,272,185
Salary	97,078,801		195,083,802	71,997,703
Festival bonus and Provident Fund	37,946,766	36,274,136	37,946,766	37,964,618
	<u>406,216,024</u>	<u>634,169,888</u>	<u>756,387,467</u>	<u>899,578,838</u>
<b>25.3 Factory overheads</b>				
Gas and electricity	96,642,175	68,802,711	178,279,425	163,636,754
Insurance premium	2,362,275	4,280,382	4,436,097	8,546,388
Tiffin expenses for workers	2,167,594	4,008,490	3,898,540	6,807,051
Spare Parts Consumption	28,562,098	64,163,145	54,072,265	64,163,145
Vehicle running ( Oil and fuel)	3,060,205	7,390,889	6,663,064	7,390,889
Rent, rates and taxes	2,959,917	10,465,871	3,119,562	42,865,110
Local conveyance	34,594,778	1,917,635	35,152,094	1,917,635
Telephone & Mobile bills	587,860	(2,209,697)	1,189,810	1,017,070
Depreciation	-	67,502,082	57,025,216	68,356,770
	<u>170,936,902</u>	<u>226,321,508</u>	<u>343,836,072</u>	<u>364,700,813</u>
<b>26. Operating expenses</b>				
Office & administrative expenses	83,525,876	80,149,420	168,733,980	140,868,845
Selling & distribution expenses	112,263,372	208,917,011	201,899,125	257,989,925
	<u>195,789,248</u>	<u>289,066,431</u>	<u>370,633,105</u>	<u>398,858,770</u>
Operational Expenditure of L Esquire	12,582,524	1,612,726	20,250,599	5,107,994
<b>Consolidated Operating Expenses</b>	<u>208,371,773</u>	<u>290,679,158</u>	<u>390,883,704</u>	<u>403,966,764</u>

## 26.1 Office & administrative expenses

Director remuneration	2,000,000	7,500,000	9,500,000	15,000,000
Salary & allowances	38,215,443	71,595,490	75,033,732	71,595,490
Contribution to employees provident fund	0	1,909,051	1,490,697	1,909,051
Vehicle maintenance	(0)	(7,500,000)	244,136	
Vehicle running expenses	2,727,362	(33,763,487)	4,946,784	3,861,998
Entertainment	1,008,562	(847,200)	1,172,563	572,511
Printing expenses	0	(359,944)	634,116	
Stationery expenses	12,842,954	(43,429)	25,525,273	1,996,714
Telephone, mobile & internet	322,362	1,656,028	322,362	1,656,028
Travelling & conveyance	26,698	909,027	434,116	909,027
Bank charges	10,240,824	6,498,228	10,434,365	6,653,166
License, renewal & registration	631,261	1,783,474	1,769,274	1,783,474
Utility expenses	459,069	1,253,754	1,261,317	1,304,491
Audit fees	2,375,641	1,159,896	2,860,200	2,060,415
Central Fund	-	-	597,998	
Exchange loss		4,151,458	7,247,416	4,321,541
Floor rent	5,327,000	2,630,370	6,088,000	3,044,000
Depreciation	907,847	17,560,600	11,603,798	19,062,080
Miscellaneous expenses	6,440,855	4,056,104	7,567,833	5,138,858
	<b>83,525,876</b>	<b>80,149,420</b>	<b>168,733,980</b>	<b>140,868,845</b>

## 26.2 Selling & distribution expenses

Inspection & certificate issue expenses	7,265,295	85,475,112	12,861,320	74,951,614
Export permission	4,218,369	5,980,014	6,958,162	7,815,589
Foreign Travel for marketing	5,499,142	3,835,044	7,133,700	6,457,893
Sample and courier expenses	4,594,685	3,728,747	9,572,528	9,245,687
Bank charges on export proceeds	78,749,165	102,352,308	135,916,801	125,841,065
Freight charges on export	4,707,954	3,611,952	12,131,934	10,981,088
C&F expenses on export	2,830,135	(740,266)	6,857,334	9,699,034
Carriage outward on export	4,398,627	4,674,100	10,467,347	12,997,955
	<b>112,263,372</b>	<b>208,917,011</b>	<b>201,899,125</b>	<b>257,989,925</b>

## 27. Financial expenses

Interest on Short term loan	56,444,015	46,062,575	113,639,194	86,802,149
Interest on Long term loan	58,090,111	49,088,618	110,020,591	92,254,875
Interest on Finance lease	-	-	-	-
	<b>114,534,126</b>	<b>95,151,193</b>	<b>223,659,785</b>	<b>179,057,024</b>
Financial Expenses of L Esquire	6,555,490	6,240,193	12,078,053	6,240,193
<b>Consolidated Financial Expenses</b>	<b>121,089,616</b>	<b>101,391,386</b>	<b>235,737,838</b>	<b>185,297,217</b>

## 28. Non operating income

Interest income from FDR	(136,231)	285,207		285,207
Lease rental	1,845,324	1,845,324	3,690,648	3,690,648
	<b>1,709,093</b>	<b>2,130,531</b>	<b>3,690,648</b>	<b>3,975,855</b>
Non-operating of L Esquire	-	-	-	-
<b>Consolidated Non-operating Income</b>	<b>1,709,093</b>	<b>2,130,531</b>	<b># 3,690,648</b>	<b>3,975,855</b>

## 29. Provision for contribution to WPPF & WF

	333,009	659,982	808,281	1,275,283
<b>Consolidated Income Tax Expenses</b>	<b>8,554,278</b>	<b>1,006,625</b>	<b>25,602,486</b>	<b>3,241,388</b>

## 30. Income tax expenses

### Calculation of Current tax/ Tax expenses

Particulars	Tk	Rate	Taka
Revenue	2,205,376,619		22,053,766
Income rate		0.10%	
Non-operating income	3,690,648	25%	922,662
<b>Current Tax</b>			<b>22,976,428</b>

**Esquire Knit Composite PLC and Its Subsidiary**  
Notes to the financial statement  
For the year ended 30 June 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>31.00</b>	<b>Net Asset Value (NAV) Per Share</b>		
	Total assets	16,590,209,609	16,683,069,377
	Total Liabilities	(7,930,451,415)	(7,873,557,231)
	Net Asset Value (NAV) (A)	8,659,758,195	8,809,512,146
	Revaluation reserve	(3,739,289,135)	(3,739,289,135)
	Net Asset Value (NAV) without revaluation reserve (B)	4,920,469,060	5,070,223,011
	Weighted Average Number of shares (C)	134,895,833	134,895,833
	Net Asset Value (NAV) per share with revaluation reserve (A÷C)	<u>64.20</u>	<u>65.31</u>
	Net Asset Value (NAV) per share without revaluation reserve (B÷C)	<u>36.47</u>	<u>37.59</u>

Consolidated NAV per share (with revaluation reserve) was Tk. 64.20 as at 31st December 2023 and Tk. 65.31 as at 30th June 2023. Consolidated NAV per share (without revaluation reserve) was Tk. 36.47 as at 31st December 2023 and Tk. 37.59 as at 30th June 2023. NAVPS with revaluation has been decreased due to negative net profit. NAVPS without revaluation has been decreased due to negative growth of profit.

31.01 Earnings Per Share (EPS)	Year to date	
	31.12.23 (Six months)	31.12.22 (Six months)
Earning attributable to ordinary shareholders (Taka)	(148,448,512)	(68,502,758)
Weighted Average Number of shares	134,895,833	134,895,833
Earnings Per Share (Taka)	<u>(1.10)</u>	<u>(0.51)</u>
	1.10.23 T0 31.12.23 (2nd Qtr)	1.10.22 T0 31.12.22 (2nd Qtr)
Earning attributable to ordinary shareholders (Taka)	(78,922,818)	(108,878,289.97)
Weighted Average Number of shares	134,895,833	134,895,833
Earnings Per Share (Taka)	<u>(0.59)</u>	<u>(0.81)</u>

Consolidated EPS was Tk. (0.59) for October-December 2023 as against Tk. (0.81) for October-December 2022;  
Consolidated EPS was Tk. (1.10) for July-December 2023 as against Tk. (0.51) for July-December 2022. EPS has been decreased due to negative growth of revenue and net profit.

**32.00 Net Operating Cash Flow Per Share (NOCFPS)**

Net operating cash flows	(99,560,946)	(53,168,140)
Weighted Average Number of shares	134,895,833	134,895,833
Net operating cash flows per shares	<u>(0.74)</u>	<u>(0.39)</u>

**Calculation of Weighted Average Number of shares**

Particulars	Formula	No of shares	No of shares
Allotment of Existing shares	100000000/365*365	100,000,000	100,000,000
Allotment of new shares	34895833/365*365	34,895,833	34,895,833
Allotment date: Februray 07,2019			
<b>Weighted Average Number of shares</b>		<b>134,895,833</b>	<b>134,895,833</b>

Consolidated NOCFPS was Tk. (0.74) for July-December 2023 as against Tk. (0.39) for July-December 2022. NOCFPS has been decreased due to negative growth and collection as well.

**Esquire Knit Composite PLC and Its Subsidiary**  
Notes to the financial statement  
For the year ended 30 June 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023

**33.00 Clause No. 5 (2) (e) of Notification No. BSEC/CMRRCD/2006-158/208/Admin/81, Dated: 20 June 2018:  
Reconciliation of net profit with cash flow from operating activities**

Net profit after tax for the year	(148,448,512)	(68,502,758)
<b>Adjustment for non-cash items:</b>		
Depreciation	68,629,014	92,458,774
Deferred Tax Adjustment	(21,423)	2,257,774
<b>Changes in Working Capital:</b>		
(Increase)/decrease in Inventory	93,558,459	(16,459,107)
Decrease in Accounts receivable	73,919,625	(115,876,041)
(Increase)/decrease in Advance deposit and Payments	(55,173,864)	(103,504,769)
Increase/(decrease) in Accounts payable	(204,615,666)	273,060,155
Increase/(decrease) in Accrued Expenses	72,591,421	(116,602,169)
<b>Net cash flow from operating activities</b>	<b>(99,560,946)</b>	<b>(53,168,140)</b>

**34.00 Related party disclosures**

**i) Related party transactions**

(Amount in Taka)

Name	Nature of relationship	Nature of Transaction	Opening Balance	Purchase/ receipts	Payment	Outstanding as on 30.06.2023 (Receivable)/ Payable
Esquire Accessories Limited	Common Management	Purchase	67,835,844	47,511,414	60,472,375	54,874,883
Esquire Electronics Limited	Common Management	Purchase		3,602,007	3,602,007	-
Esquire Dyeing Industries Limited	Common Management	Dyeing	97,335,612	272,589,740	292,859,937	77,065,415
Esquire Testing Services (BD) Limited	Common Management	Fabric testing fees		49,816,331	49,816,331	-
L/Esquire Ltd			(1,754,336,816)	-	-	(1,754,336,816)
Esquire Plastic Ltd	Common Management	Purchase	-	-	-	-
						<b>(1,622,396,519)</b>

The Board of directors has authorised these un-audited financial statements for issue on 30 January 2024.

Sd/-  
Chairman

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Company Secretary

Sd/-  
Chief Financial Officer

**SECOND QUARTER  
FINANCIAL STATEMENTS  
2023-2024  
31 DECEMBER 2023**

**SEPARATE**



**Esquire Knit Composite PLC**  
Statement of Financial Position  
As at 31 December 2023

Unaudited

Particulars	Notes	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	4	6,411,453,536	6,480,082,550
Capital work-in-progress	5	2,550,960,233	2,550,960,233
Investment in shares	6	142,000,000	142,000,000
		<b>7,214,795,624</b>	<b>7,181,081,813</b>
<b>Current Assets</b>			
Inventories	7	3,507,409,962	3,599,858,687
Accounts receivables	8	616,205,246	632,635,842
Other receivables	9	33,602,042	38,551,047
Advance, deposit and prepayments	10	2,438,195,411	2,338,918,719
Investment	11	136,704,117	136,704,117
Cash and cash equivalents	12	482,678,846	434,413,402
<b>TOTAL ASSETS</b>		<b>16,319,209,393</b>	<b>16,354,124,596</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Shareholders' Equity</b>			
Share capital	13	1,348,958,330	1,348,958,330
Share Premium Account	14	1,086,653,150	1,086,653,150
Revaluation surplus	15	3,739,289,135	3,739,289,135
Retained earnings	16	2,578,266,307	2,682,503,155
		<b>2,245,106,898</b>	<b>2,276,181,242</b>
<b>Non Current Liabilities</b>			
Deferred Tax liabilities	17	284,495,742	285,544,999
Long term loan net of current maturity	18	1,960,611,156	1,990,636,243
Finance lease obligation net of current maturity	19	-	-
		<b>5,320,935,573</b>	<b>5,220,539,584</b>
<b>Current Liabilities</b>			
Short term loan	20	3,446,244,091	3,341,819,932
Current portion of long term loan	18	442,643,135	464,594,631
Current portion of finance lease obligation	19	-	4,282,137
Unclaimed Dividend	21	1,983,588	1,983,588
Accounts payable	22	894,231,211	974,131,816
Liabilities for expenses	23	535,833,548	433,727,480
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>16,319,209,393</b>	<b>16,354,124,596</b>
<b>Net Asset Value (NAV) per share with revaluation reserve</b>		<b>64.89</b>	<b>65.66</b>
<b>Net Asset Value (NAV) per share without revaluation reserve</b>		<b>37.16</b>	<b>37.93</b>

The annexed notes form an integral part of these financial statements

Sd/-  
Chairman

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Company Secretary

Sd/-  
Chief Financial Officer

Tuesday, Dhaka  
30 January 2024

Un-Audited

**Esquire Knit Composite PLC**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For the period ended 31 December 2023**

Figure in Taka

Particulars	Notes	2nd Quarter		Year to Date	
		October - December 2023	October - December 2022	July to Dec-23	July to Dec-22
Revenue	24	1,652,138,709	2,205,376,619	3,203,291,984	3,881,744,133
Less: Cost of Goods Sold	25	1,389,947,709	1,916,310,715	2,694,191,138	3,345,148,053
<b>Gross profit</b>		<b>262,191,000</b>	<b>289,065,904</b>	<b>509,100,846</b>	<b>536,596,080</b>
Less: Operating expenses	26	195,789,248	289,066,431	370,633,105	398,858,770
<b>Gross operating profit for the year</b>		<b>66,401,752</b>	<b>(528)</b>	<b>138,467,741</b>	<b>137,737,310</b>
Less: Financial expenses	27	114,534,126	95,151,193	223,659,785	179,057,024
<b>Net operating profit for the year</b>		<b>(48,132,374)</b>	<b>(95,151,721)</b>	<b>(85,192,045)</b>	<b>(41,319,714)</b>
Add: Non operating income	28	1,709,093	2,130,531	3,690,648	3,975,855
<b>Profit before WPPF &amp; WF for the year</b>		<b>(46,423,281)</b>	<b>(93,021,190)</b>	<b>(81,501,397)</b>	<b>(37,343,859)</b>
Less: contribution to WPPF & WF	29	333,009	659,982	808,281	1,275,283
<b>Profit before tax for the year</b>		<b>(46,756,290)</b>	<b>(93,681,171)</b>	<b>(82,309,678)</b>	<b>(38,619,142)</b>
<b>Less: Income tax expenses</b>		<b>5,369,260</b>	<b>2,039,860</b>	<b>21,927,171</b>	<b>5,025,670</b>
Current Tax	30	6,969,507	990,340	22,976,428	3,199,340
Deferred Tax		(1,600,247)	1,049,520	(1,049,258)	1,826,329
<b>Net profit after tax for the year</b>		<b>(52,125,550)</b>	<b>(95,721,031)</b>	<b>(104,236,849)</b>	<b>(43,644,811)</b>
Add: Other comprehensive income, net of tax					-
<b>Total comprehensive income</b>		<b>(52,125,550)</b>	<b>(95,721,031)</b>	<b>(104,236,849)</b>	<b>(43,644,811)</b>
<b>Earnings Per Share (EPS) - Basic</b>	<b>31.01</b>	<b>(0.39)</b>	<b>(0.71)</b>	<b>(0.77)</b>	<b>(0.32)</b>

Sd/-  
Chairman

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Company Secretary

Sd/-  
Chief Financial Officer

Tuesday, Dhaka  
30 January 2024

**Esquire Knit Composite PLC**  
Statement of Changes in Equity  
For the period ended 31 December 2023

**Unaudited**  
**Amount in Taka**

Particulars	Share Capital	Share premium	Revaluation Surplus	Retained Earnings	Total Equity
<b>Balance at 01 July 2023</b>	1,348,958,330	1,086,653,150	3,739,289,135	2,682,503,154	8,857,403,769
Land Revaluation	-	-	-	-	-
Net profit for the year	-	-	-	(104,236,849)	(104,236,849)
Dividend paid	-	-	-	-	-
<b>Balance at 31 December 2023</b>	<b>1,348,958,330</b>	<b>1,086,653,150</b>	<b>3,739,289,135</b>	<b>2,578,266,307</b>	<b>8,753,166,922</b>
<b>Balance at 01 July 2022</b>	1,348,958,330	1,086,653,150	3,739,289,135	2,636,272,708	8,811,173,323
Land Revaluation	-	-	-	-	-
Net profit for the year	-	-	-	117,770,310	117,770,310
Dividend paid	-	-	-	(71,539,863)	(71,539,863)
<b>Balance at 30 June 2023</b>	<b>1,348,958,330</b>	<b>1,086,653,150</b>	<b>3,739,289,135</b>	<b>2,682,503,154</b>	<b>8,857,403,770</b>

Sd/-  
Chairman

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Company Secretary

Sd/-  
Chief Financial Officer

Tuesday, Dhaka  
30 January 2024

## Esquire Knit Composite PLC

### Statement of Cash Flows

For the period ended 31 December 2023

**Unaudited**

Particulars	Notes	Amount in Taka	
		31 December 2023	31 December 2022
<b>A. Cash flows from operating activities</b>			
Cash receipts from customers		3,219,722,580	3,790,644,821
Cash receipt from other income		8,639,653	4,079,036
Payment to suppliers for import of Raw materials		(1,574,387,325)	(1,786,111,311)
Payment to others		(1,413,127,897)	(1,750,619,206)
Interest paid		(205,978,022)	(179,057,025)
Income tax paid		(27,736,829)	(42,192,105)
<b>Net cash flow from operating activities</b>		<b>7,132,160</b>	<b>36,744,209</b>
<b>B. Cash flows from investing activities</b>			
Acquisition of property, plant and equipment		-	(32,455,424)
Investment in capital work in progress		-	(97,053,637)
Advance paid to Valuka project		-	-
Investment in shares		-	-
Investment in FDR		-	63,042,306
<b>Net cash used in investing activities</b>		<b>-</b>	<b>(66,466,755)</b>
<b>C. Cash flows from financing activities</b>			
Proceeds from share issue		-	-
Share premium received		-	-
TDS on dividend		-	-
Dividend paid		-	-
Receipt of Long Term Loan		(56,258,720)	(156,016,879)
Receipt/(Repayment) of Short Term Loan		104,424,159	403,775,394
<b>Net cash flow from/(used in) financing activities</b>		<b>48,165,439</b>	<b>247,758,514</b>
<b>D. Net cash surplus during the year (A+B+C)</b>		<b>55,297,600</b>	<b>218,035,968</b>
<b>E. Cash and bank balances at beginning of the year</b>		<b>434,413,402</b>	<b>511,568,565</b>
Effect of movements in exchange rates on cash held		(7,032,154)	4,321,541
<b>F. Cash and bank balances at the end of the year</b>		<b>482,678,848</b>	<b>733,926,074</b>
<b>Cash and bank balances</b>			
Cash in hand		1,162,635	7,779,954
Cash at bank		481,516,211	726,146,120
<b>Total</b>		<b>482,678,846</b>	<b>733,926,074</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>32.00</b>	<b>0.05</b>	<b>0.27</b>

Sd/-  
Chairman

Sd/-  
Managing Director

Sd/-  
Director

Sd/-  
Company Secretary

Sd/-  
Chief Financial Officer

Tuesday, Dhaka  
30 January 2024

**Esquire Knit Composite PLC**  
**Notes to the Interim Financial Statements**  
**For The 2nd Quarter Ended 31 December 2023**

**1. Business Activities**

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

**2. Basis of preparation of the Interim Financial Statements**

These Financial Statements (They) are the unaudited interim Financial statement (here after 'the Interim Financial Statements') of Esquire Knit Composite Ltd., for the 1st Quarter Ended on December 31, 2023 (hereinafter the interim period). They are prepared in accordance with the Bangladesh Accounting Standard (IAS-34) 'Interim Financial Reporting'. These financial statements should read in conjunction with the Annual Financial Statements as of June 30, 2023, as they provide an update of previous reported information.

**3. Accounting Policies**

The accounting policies and presentation used are consistent with those used in the Annual Financial Statements.

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and disclosure of contingent liabilities at the date of the Interim Financial Statements. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the interim financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

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

Figures have been rounded off to the nearest Taka.

**Esquire Knit Composite PLC**  
Notes to the financial statement  
As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>4.00 Property, plant and equipment</b>			
(A) Cost/ Revaluation			
i) Freehold assets			
Opening balance		9,408,969,897	9,090,003,341
Add: Addition during the year		-	318,966,556
		9,408,969,897	9,408,969,897
ii) Leasehold assets			
Opening balance		99,420,368	99,420,368
Add: Addition during the year		-	-
		99,420,368	99,420,368
Total (A)		9,508,390,265	9,508,390,265
(B) Accumulated depreciation			
i) Freehold assets			
Opening balance		2,943,729,605	2,685,272,481
Add: Charged during the year		65,522,127	258,457,124
		3,009,251,732	2,943,729,605
ii) Leasehold assets			
Opening balance		84,578,110	72,150,564
Add: Charged during the year		3,106,887	12,427,546
		87,684,997	84,578,110
Total (B)		3,096,936,729	3,028,307,715
(C) Written Down Value (A-B)		<b>6,411,453,536</b>	<b>6,480,082,550</b>
<b>5.00 Capital work-in-progress</b>			
Opening balance		2,550,960,233	2,272,873,152
Add: Addition during the year	5.01	-	597,053,637
		2,550,960,233	2,869,926,789
Less: Transferred to Property, Plant & Equipment			318,966,556
		<b>2,550,960,233</b>	<b>2,550,960,233</b>
<b>5.01 Addition during the year</b>			
Valuka Project			597,053,637
Machineries in work in process		-	-
Building materials		-	-
		-	597,053,637
<b>6.00 Investment in shares</b>			
Esquire Accessories Limited		-	-
L'Esquire Ltd		42,000,000	42,000,000
Investment in ICL Unit Fund		100,000,000	100,000,000
		<b>142,000,000</b>	<b>142,000,000</b>
<b>7.00 Inventories</b>			
		Quantity	
		31.12.2023	30.06.2023
		Taka	Taka
Yarn (kg)		2,423,761	23,290,864
Dyes (kg)		227,552	229,866
Chemical (kg)		1,062,218	1,267,368
Finishing Materials		-	-
Materials in transit		-	-
Spare parts and consumable items		-	-
Work in process		-	-
Finished goods (pcs.)		1,215,613	1,728,752
		<b>3,507,409,962</b>	<b>3,599,858,686</b>
- <b>Finishing Materials</b>			
Packing materials		256,392,555	256,392,555
Accessories		584,505,459	499,288,825
Sewing Thread		107,243,479	107,243,479
Printing & Embroidery materials		4,141,006	4,141,006
		<b>952,282,500</b>	<b>867,065,866</b>
- <b>Spare parts and consumable items</b>			
Spareparts & Consumable items		233,566,046	279,659,700
		<b>233,566,046</b>	<b>279,659,700</b>

**Esquire Knit Composite PLC**  
Notes to the financial statement  
As at 31 December 2023

Notes	Particulars	Amount in Taka				
		31-Dec-2023	30-Jun-2023			
-	<b>Finished Goods (pcs.)</b>	<b>Quantity</b>				
		<b>31.12.2023</b>	<b>30.06.2023</b>			
	Opening	1,728,752	1,267,708			
	Add: Production during the year	26,223,683	46,565,488			
	Less: Delivered during the year	27,952,435	47,833,196			
		<b>26,736,822</b>	<b>46,104,444</b>			
		<b>1,215,613</b>	<b>1,728,752</b>			
		<b>186,123,101</b>	<b>220,056,353</b>			
<b>8.00</b>	<b>Accounts receivables</b>	<b>616,205,246</b>	<b>632,635,842</b>			
<b>9.00</b>	<b>Other receivables</b>					
	Cash incentive	18,839,450	18,839,450			
	Rental Income	14,762,592	14,762,592			
	Accrued interest on FDR		4,949,005			
		<b>33,602,042</b>	<b>38,551,047</b>			
<b>10.00</b>	<b>Advance, deposit and prepayments</b>					
	Advance	2,218,940,000	2,119,663,308			
	Deposit	218,507,080	218,507,080			
	Prepayments	748,331	748,331			
		<b>2,438,195,411</b>	<b>2,338,918,719</b>			
<b>10.01</b>	<b>Advance</b>					
	Advance to creditors	207,755,803	136,215,940			
	Advance against salaries	18,200,562	18,200,562			
	Payment to Lesquire for Valuka project	1,754,336,816	1,754,336,816			
	Advance Income Tax	238,646,818	210,909,989			
		<b>2,218,940,000</b>	<b>2,119,663,308</b>			
<b>10.1.1</b>	<b>Advance Income Tax</b>	<b>31.12.2023</b>	<b>30.06.2022</b>			
	Opening balance	210,909,989	106,426,815			
	Add: Addition during the year	27,736,829	104,483,174			
		238,646,818	210,909,989			
	Less: Adjustment for assessment year-2020-21	-	-			
		<b>238,646,818</b>	<b>210,909,989</b>			
<b>10.1.1.1</b>	<b>Advance Income Tax addition</b>					
	Advance Income Tax on Car		2,940,000			
	Advance Income Tax on FDR Interest		597,279			
	Tax on unit fund-ICL		600,000			
	TDS on Cash Incentive		15,346,200			
	TDS on Import Stage		1,566,315			
	TDS on Export Proceeds	27,736,829	83,433,380			
		<b>27,736,829</b>	<b>104,483,174</b>			
<b>11.00</b>	<b>Investment</b>					
	Investment in FDR	136,704,117	136,704,117			
		<b>136,704,117</b>	<b>136,704,117</b>			
<b>12.00</b>	<b>Cash and cash equivalents</b>					
	Cash in hand	1,162,635	1,062,630			
	Cash at bank	481,516,211	433,350,772			
		<b>482,678,846</b>	<b>434,413,402</b>			
<b>12.01</b>	<b>Cash in hand</b>					
	Head Office	800,000	800,000			
	Factory	362,635	262,630			
		<b>1,162,635</b>	<b>1,062,630</b>			
<b>12.02</b>	<b>Cash at bank</b>					
	<b>Bank Name</b>	<b>Branch</b>	<b>A/C Type</b>	<b>A/C No.</b>		
	Dutch Bangla Bank Ltd.	Local office	FCAD(\$)	101.117.163	173,932	18,241,584
	Dutch Bangla Bank Ltd.	Local office	FCAD(€)	101.119.20	-	-
	Dutch Bangla Bank Ltd.	Local office	FCAD(\$)	1011100006900	30,880	30,555
	Dutch Bangla Bank Ltd.	Kawran Bazar	CD	101.110.36941	23,606,637	9,086,998
	Dutch Bangla Bank Ltd.	Kawran Bazar	CD	101.120.5645	5,422,230	219,041
	Dutch Bangla Bank Ltd.	Kawran Bazar	CD	101.120.5692	6,994	35,236
	Eastern Bank Ltd.	Principal	FCAD(\$)	101.305.3310	-	-
	Eastern Bank Ltd.	Principal	EOQ(\$)	1013100605881	3,763,586	4,809,250
	Dutch Bangla Bank Ltd.	Kawran Bazar	CD	107.120.484	107,312	108,152
	BRAC Bank Ltd.	Motijheel	CD	5203551787001	-	-
	BRAC Bank Ltd.	Motijheel	FCAD(\$)	203551787002	-	-
	Jamuna Bank Ltd.	Mohakhali	CD	102.100.15098	2,311	10,656
	NCC Bank CD A/C	Baridhara	CD	1070210001597	21,578	21,578
	One Bank Ltd.	Agrabad, Ctg.	CD	0031050001366	170,580	170,580
	Al -Arafa Islami Bank ltd	VIP Road	CD	141020047786	6,239	6,239
	Al -Arafa Islami Bank ltd	Gulshan	CD	541020010677	3,141,992	3,730,249
	Al -Arafa Islami Bank ltd	Gulshan	FCAD(\$)	0549580000352	1,156,125	3,721,511
	Al -Arafa Islami Bank ltd	Gulshan	FCAD(\$)	0549880000366	5,365,097	905,029
	Al -Arafa Islami Bank ltd	Gulshan	FCAD(\$)	0549850000453	309,451,363	347,696,996
	Bank Asia	Tower	CD	62733000256	2,500,000	3,471,462

**Esquire Knit Composite PLC**  
Notes to the financial statement  
As at 31 December 2023

Notes	Particulars				Amount in Taka	
					31-Dec-2023	30-Jun-2023
Dutch Bangla Bank Ltd.	Kawran Bazar	CD	1071100031497	1,068	1,183	
Shahajalal Islamic Bank	Eskaton	CD	0331100000679	-	-	
South Bangla Ariculture	Gulshan	CD	0010111005482	1,357	29,547	
United Commercial Bank	Mohakhali	CD	1101000002124	6,235,198	18,452,647	
United Commercial Bank	Mohakhali	SND	1301000000653	446,987	485,374	
United Commercial Bank	Mohakhali	SND	1301000000584	54,728	5,360	
United Commercial Bank	Mohakhali	FCAD ( \$ )	1184000000267	117,734,828	18,434,909	
UCBL -FACD in USD A/C	Mohakhali	FCAD ( \$ )	1181000000193	477,071	23,437	
HSBC	Management Office	CD	001-011576011	69,427	69,427	
Dutch Bangla Bank Ltd.	Local office	CD	1011200007676	728,780	809,605	
One Bank Ltd.	Agrabad, Ctg.	CD	0031020009947	12,538	12,538	
Dutch Bangla Bank Ltd.	Local office	CD	1011200007863	694,099	688,610	
Shimanto Bank Ltd.	Corporate office	CD	1005241000165	101,098	55,858	
City Bank	Gulshan	CD	1103309469001	31,973	2,016,962	
One Bank Ltd.	Mirpur	CD	110039901005	201	201	
				<b>481,516,211</b>	<b>433,350,772</b>	

**13.00 Share capital**

Authorized capital

200,000,000 Ordinary shares of Tk.10 each

**2,000,000,000**      **2,000,000,000**

Issued, subscribed and paid-up capital

134,895,833 Ordinary shares of Tk.10 each fully paid

**1,348,958,330**      **1,348,958,330**

Details of the shareholdings are as under:

Name of Shareholders	% held	No. of shares		31.12.2023	30.06.2023
		31.12.2023	30.06.2023	Taka	Taka
Md. Mofazzal Hossain	21.34%	28,791,667	28,791,667	287,916,670	287,916,670
Md. Ehsanul Habib	11.14%	15,032,960	15,032,960	150,329,600	150,329,600
Arifur Rahman	5.87%	7,925,000	7,925,000	79,250,000	79,250,000
Md. Muddasar Hossain	5.87%	7,925,000	7,925,000	79,250,000	79,250,000
Mrs. Piara Hossain	2.73%	3,681,343	3,681,343	36,813,430	36,813,430
Esquire Dyeing Industries Ltd.	21.93%	29,581,343	29,581,343	295,813,430	295,813,430
Esquire Accessories Ltd.	0.90%	1,214,677	1,214,677	12,146,770	12,146,770
Esquire Electronics Ltd.	4.34%	5,848,010	5,848,010	58,480,100	58,480,100
General Public and Institution	25.87%	34,895,833	34,895,833	348,958,330	348,958,330
	<b>100%</b>	<b>134,895,833</b>	<b>134,895,833</b>	<b>1,348,958,330</b>	<b>1,348,958,330</b>

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

**14.00 Share premium**

Share premium

Less: IPO Expense

1,086,653,150	1,086,653,150
-	-
<b>1,086,653,150</b>	<b>1,086,653,150</b>

In 2018-19, total amount of share share premium tk 1,151,041,650 (20,833,332 shares @ Tk 35 premium for Eligible Investor & 14,962,501 shares @ Tk 30 premium for General Public) was received as share premium in respect of issued to share holder through IPO

**15.00 Revaluation surplus**

**3,739,289,135**      **3,739,289,135**

**16.00 Retained earnings**

Opening balance

Add: Net profit after tax for the year

Less: Cash dividend

2,682,503,155	2,636,272,708
(104,236,849)	117,770,310
-	71,539,863
<b>2,578,266,307</b>	<b>2,682,503,155</b>

**17.00 Deferred Tax liabilities**

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

Deferred tax liabilities related to Profit and Loss A/C

Deferred tax Liabilities related to other comprehensive income

128,692,028	129,741,285
155,803,714	155,803,714
<b>284,495,742</b>	<b>285,544,999</b>



Esquire Knit Composite PLC  
Notes to the financial statement  
As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
17.01	<b>Deferred tax liabilities</b>		
		<b>Carrying amount</b>	<b>Tax base</b>
		<b>Taka</b>	<b>Taka</b>
	<b>As at Dec 2023</b>		<b>Taxable temporary</b>
			<b>Taka</b>
	<b>Deferred tax liabilities related to Profit and Loss A/C</b>		
	Property, plant and equipment excluding land	2,392,907,536	1,320,473,971
	Applicable tax rate		12.00%
	Deferred tax liability		<u>128,692,028</u>
	<b>Deferred tax Liabilities related to other comprehensive income</b>		
	Revaluation reserve for land	3,895,092,849	Nil
	Applicable tax rate		4.00%
	Deferred tax liability		<u>155,803,714</u>
		<b>Carrying amount</b>	<b>Tax base</b>
		<b>Taka</b>	<b>Taka</b>
	<b>As at 30 June 2023</b>		<b>Taxable temporary difference</b>
			<b>Taka</b>
	<b>Deferred tax liabilities related to Profit and Loss A/C</b>		
	Property, plant and equipment excluding land	2,461,536,550	1,380,359,171
	Applicable tax rate		12%
	Deferred tax liability		<u>129,741,285</u>
		<b>Carrying amount</b>	<b>Tax base</b>
		<b>Taka</b>	<b>Taka</b>
	<b>Deferred tax Liabilities related to other comprehensive income</b>		
	Revaluation reserve for land	3,895,092,849	Nil
	Applicable tax rate		4.00%
	Deferred tax liability		<u>155,803,714</u>
17.02	<b>Deferred Tax Expenses</b>		
	Deferred Liabilities at the end of the period	128,692,028	129,741,285
	Deferred Liabilities at the beginning of the period	129,741,285	121,710,268
	Deferred Tax expenses	<u>(1,049,258)</u>	<u>8,031,017</u>
18.00	<b>Long term loan net of current maturity</b>		
	International Finance Corporation	18.01	834,633,252
	Jamuna Bank Limited	18.02	18,475,063
	Al arafa Islamic Bank Ltd	18.03	1,550,145,977
	IDLC Finance Limited		-
			<u>2,403,254,291</u>
			<u>2,455,230,874</u>
	Less: Current portion of long term loan		442,643,135
	International Finance Corporation		151,786,087
	Al arafa Islamic Bank Ltd		277,196,920
	Jamuna Bank Limited		13,660,128
	IDLC Finance Limited		11,836,150
			<u>1,960,611,156</u>
			<u>1,990,636,243</u>
18.01	<b>International Finance Corporation</b>		<u>834,633,252</u>
	Particulars of the term loans are given below.		<u>879,567,259</u>

(Amount in USD)			
Bank Name	Loan Account	Particulars	Outstanding as on 30.06.2023
International Finance Corporation	IFC	Long term loan for Expansion project	Limit: 14000000 Tenor: 8 period/years Interest Rate: 3.50(LIBOR+Margin)

Collateral: A first ranking registered Mortgage on all land and Buildings of the Company. A first ranking hypothecation on all present and future movable assets (other than current assets and stocks) of the Company by executing a deed of the hypothecation. Personal joint and several first demand payment guarantee from the Sponsors. Joint and several first demand payment guarantee from the Companies.

**Esquire Knit Composite PLC**  
Notes to the financial statement  
As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>18.02</b>	<b>Jamuna Bank Limited</b>	<b>18,475,063</b>	<b>22,869,262</b>

Details of the term loan with Jamuna Bank Limited are as under:

Bank Name	Facilities	Particulars
Jamuna Bank Limited	Term Loan	Limit: 30,000,000 Tenor: 60 months Pricing: 9.00% p.a.
Jamuna Bank Limited	Term Loan	Limit: 20,000,000 Tenor: 60 months Pricing: 9.00% p.a.

Collateral: Security cheque covering the Term Loan amount with letter of approach duly signed by the authorized person. Personal Guarantee of all the Directors of the company, supported by duly signed individual personal net worth statement. Corporate Guarantee of Shah Garments Limited, supported by MOA, AOA and Board resolution.

<b>18.03</b>	<b>Al arafa Islamic Bank Ltd</b>	<b>1,550,145,977</b>	<b>1,552,794,353</b>
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Details of the banking facilities with Dutch Bangla Bank Limited are as under:

Bank Name	Facilities	Particulars
<b>AIBL</b>	Back to Back LC (Foreign/Local-Sight/Deferred/UPAS/EDF) / Bills	Limit: 2,850,000,000 Tenor: 01 Year (On Revolving Basis) Pricing: 0.20% 1st Qtr. EDF LC Max. 100 Cr. And LC for Capital Machinery & SP & Equipment will be 15 Cr. EDF interest will be As per Bangladesh Bank Circular
	Bai-Salam & Bai-Istisna (Inner Limit of Bai-Muajjal)	Limit: (550,000,000) Tenor: Bai-Istisna-60 days & Bai-Salam-120 days Pricing: 7.00% p.a.
	Bai-Muajjal	Limit: 600,000,000 Tenor: 01 Year (On Revolving Basis) Pricing: 9.00% p.a.
	HPSM - (Machinery -1)	Limit: 106,900,000, Tenor: Sight/Deferred/360 days UPAS Pricing: 0.20% 1st Qtr.
	Term Loan - HPSM (Industrial) Facility	Limit: 1,460,000,000, Tenor: 8 Years Pricing: 9.00% p.a.
	Term Loan - HPSM (Transport) Facility	Limit: 9,600,000, Tenor: 2.5 Years Pricing: 9.00% p.a.
	Term Loan - HPSM (RE) Facility	Limit: 2,72,400,000, Tenor: 6 Years Pricing: 9.00% p.a.
	Loan against trust receipt (LTR)	Limit: 100,000,000 Tenor: 01 Year (On Revolving Basis) Pricing: 8.75% p.a.
	Letter of Guarantee - 1	Limit: 50,000,000 Pricing: 0.40% per quarter.

Bank Name	Facilities	Particulars
<b>AIBL</b>	Letter of Guarantee - 1 (One Off)	Limit: 350,000,000 Pricing: Nil
	Letter of Guarantee - 1 (Single Case)	Limit: 2,273,600,000 Pricing: Nil
	MDB/MDB-FC	Limit: 100,000,000 Tenor: 01 Year (On Revolving Basis) Pricing: 9.00% p.a.
	FBP/FBC/Quard against cash assistance	As per Export Policy

Collateral: i) Registered mortgage (to be executed) of 851.85 decimal land and factory structures thereon (458145 sqft) having forced sale value of Tk. 142.96 Cr. & market value of TK. 178.70 Cr. (As per branch valuation dated 22.09.2021 & 28.10.2021) schedule of the said property is depicted below: 223.00 decimals at kanchpur, Narayanganj (129 decimals in the name of Esquire Knit Composite Ltd; 60 decimals in the name of New Dhaka Ceramic Industries Limited and 34 decimals in the name of Md. Mofazzal Hossain & Ehsanul Habib. 381.60 decimals at Mouza-Zamaldi, P. S- Gajaria, Dist.- Munshiganj (203.10 decimals in the me of Esquire Knit Composite Ltd; 178.50 decimals in the name of (i) Md. Mofazzal Hossain, (ii) Md. Ehsanul Habib, (iii) Md. Arifur Rahman, (iv) Md. Muddasar Hossain. 245.00 decimals at Mouza- Zamirdia, P. S- Vhaluka, Dist.- Mymensingh in the name of (i) Md. Mofazzal Hossain, (ii) Md. Arifur Rahman, (iv) Md. Muddasar Hossain. 7130+7130 = 14,260 (Fourteen Thousand Two Hundred Sixty) square feet on the 9th & 10th floor and 10 car parking space no. 1,2,3,4,5,6,11,21 & 22 on the basement-2 floor of the commercial building namely "Ideal Trade Center" at Mouza- Begunbari, Tejgaon, Dhaka in the name of Esquire Knit Composite Ltd ii) First Charge shall be created with Registrar of Joint Stock Company on the fixed & floating assets & book debts of the company both present & future within 21 days from the date of execution of documentation and certificate to be submitted from RJSC against limited company. iii) Personal Guarantee of all the directors of the company iv) Personal Guarantee of owners mortgaged properties

**Esquire Knit Composite PLC**  
Notes to the financial statement  
As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>19.00</b>	<b>Finance lease obligation net of current maturity</b>		
	IDLC Finance Limited	2,561,293	2,561,293
	IPDC Finance Limited	1,720,844	1,720,844
		4,282,137	4,282,137
	Less: Current portion of finance lease obligation-IDLC		2,561,293
	Less: Current portion of finance lease obligation-IPDC		1,720,844
		-	4,282,137
		<u>-</u>	<u>-</u>

**IDLC Finance Limited**

Esquire Knit Composite PLC entered into lease agreement with IDLC Finance Limited from the year 2016 to 2022 for vehicles. Esquire Knit Composite PLC pays fixed monthly installments which comprise principal and interest in return.

**IPDC Finance Limited**

Particulars of the above lease finance(vehicle) are given below.

Name of the lender	Name of Facilities	Particulars
IPDC Finance Limited	Lease Finance	Limit: 8,700,000 Tenor: 60 months Pricing: 14.00% p.a.
IPDC Finance Limited	Lease Finance	Limit: 2,750,000 Tenor: 60 months Pricing: 14.00% p.a.

**Collateral:** The Security arrangements will include but are not limited to:

1. Registration & Comprehensive Insurance of the vehicles in favor of IPDC.
2. Personal Guarantee of all sponsor Directors of the Lessee(s).
3. Cross Corporate Guarantee of the Lessee(s) (Supported by Board Resolution and undertaking to amend MEMART by incorporating the clause empowering to provide corporate guarantee, if not Legally enforceable by MEMART).
4. Security cheque.
5. Post-Dated cheques (PDCs) for monthly rental payment.
6. Demand Promissory Note along with Letter of Continuation.
7. Other usual charge documents.

**20.00 Short term loan**

Al arafa Islamic Bank Ltd	20.01	652,288,081	657,384,511
Eastern Bank Limited	20.02	300,313,143	317,260,044
United commercial Bank Limited	20.03	637,096,363	505,389,263
Bank Asia limited		211,375,610	200,800,000
The City Bank limited		7,873,635	18,206,720
Lankan Alliance		307,359,442	301,620,204
South Bangla		269,750,556	264,501,387
IFIL		71,250,541	91,200,541
IDCOL		632,722,601	632,722,601
Shimanto Bank		255,800,825	252,734,962
IPDC Finance Limited		100,413,293	99,999,699
		<b>3,446,244,091</b>	<b>3,341,819,932</b>

- 20.01** Al arafa Islamic Bank Ltd  
HPSM (Transport) Short Term  
LTR- MPI (Trust Receipt)  
Overdraft

	4,546,192	6,172,810
	-	-
20.01.1	647,741,889	651,211,701
	<b>652,288,081</b>	<b>657,384,511</b>

**20.01.1 Overdraft**

Name of the Bank	Branch	Account #		
OD- Bai-Muazzal (Gen) MEF	Mohakhali	078174900000347	647,741,889	651,211,701
			<b>647,741,889</b>	<b>651,211,701</b>

Particulars such as the terms & conditions of the above short term loans are same as stated under Note # 17.3.

**20.02 Eastern Bank Limited**

Overdraft	29,201,938	30,632,439
Time loan normal	65,144,666	88,833,837
Export cash credit	113,672,613	111,920,328
Loan against EDF	92,293,926	85,873,421
	<b>300,313,143</b>	<b>317,260,044</b>

**Esquire Knit Composite PLC**  
Notes to the financial statement  
As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023

Particulars of the above banking facilities are given below:

Bank Name	Facilities	Particulars
<b>Eastern Bank Limited</b>	Back to Back LC (Usance/sight under EDF Including acceptance liability)	Limit: 1,800,000,000 Tenor: 180 days Pricing: 0.15% PQ.
	Acceptance (Raw Materials) [Within Line # 1]	Limit: (1,800,000,000) Tenor: 180 days Pricing: 0.15% PQ.
	Sight Letter of Credit-I (Financed through EDF) [Within Line # 1]	Limit: (1,200,000,000) Tenor: 180 days Pricing: 0.15% PQ.
	EDF Loan [Within Line # 1]	Limit: (1,200,000,000), As per Bangladesh Bank Circular
	Sight Letter of Credit (Machineries)	Limit: 50,000,000 Tenor: 360 days Pricing: 0.15% PQ.
	Usance Letter of Credit (Machineries) [Within Line # 2]	Limit: (50,000,000) Tenor: 360 days Pricing: 0.15% PQ.
	Acceptance (Machineries) [Within Line # 2]	Limit: (50,000,000) Tenor: 360 days Pricing: 0.15% PQ.
	Time Loan (Machineries) [Within Line # 2]	Limit: (45,000,000) Tenor: 360 days Pricing: 9.00% p.a.
	Letter of Guarantee	Limit: 10,000,000 Tenor: Up to 5 years Pricing: 0.20% PQ/ Minimum tk. 2500
Packing Credit	Limit: 125,000,000 Tenor: 120 days Pricing: 7.00% p.a.	

Bank Name	Facilities	Particulars
<b>Eastern Bank Limited</b>	Pre Shipment Credit	Limit: (125,000,000) Tenor: 180 days Pricing: As per BB Circular
	Manufacturer's Demand Loan	Limit: 85,000,000 Tenor: 120 days Pricing: 9.00% p.a.
	Overdraft (OD)	Limit: 30,000,000 Tenor: 360 days Pricing: 9.00% p.a.
	Time Loan [Within Line # 7]	Limit: (50,000,000) Tenor: 180 days Pricing: 9.00% p.a.
	FDBP	Limit: 150,000,000 Tenor: 45 days for Sight & 120 days for Deferred Pricing: As per schedule of the bank
	LDBP [Within Line # 7]	Limit: (50,000,000) Tenor: 45 days for Sight & 120 days for Deferred Pricing: 9.00% p.a. for BDT and

Collateral: 1) Registered Mortgage & Registered Power of Attorney on 5.97 bigha (197) decimal land and building thereon (Solely with Eastern Bank Limited), located at Mouza: Jamaldi, P.S. & SRO: Gazaria, District: Munshiganj, owned by Esquire Knit Composite PLC. Registered Mortgage as well as subsequent EBL charge to be created with RJSC for BDT 430.00 Million, which will continue. 2) 1st Registered Mortgage & Registered Power of Attorney on 1.00 bigha (33.25) decimal land and building thereon (Solely with Eastern Bank Limited), located at Mouza: Jamaldi, P.S. & SRO: Gazaria, District: Munshiganj, owned by Esquire Knit Composite PLC. Registered Mortgage as well as subsequent EBL charge to be created with RJSC for BDT 50.00 Million.

**Esquire Knit Composite PLC**  
Notes to the financial statement  
As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>20.03</b>	<b>United Commercial Bank Ltd.</b>		
	<b>Facilities</b>	<b>Branch</b>	<b>A/C #</b>
	Overdraft	Mohakhali	078174900000347
	Time loan normal		
	Export cash credit		
	EDF		
			100,277,536
			227,908,035
			-
			308,910,793
			<b>637,096,363</b>
			61,215,516
			298,035,105
			35,084,380
			<b>111,054,263</b>
			<b>505,389,263</b>

Particulars of the above banking facilities are given below:

Bank Name	Facilities	Particulars
<b>United Commercial Bank Ltd.</b>	<b>Back to Back LC (Usance/sight under EDF Including acceptance liability)</b>	Limit: 1,600,000,000 Tenor: 120 days Pricing: 0.25% PQ.
	<b>Letter of Credit(Sight/Usance/UPAS)</b>	Limit: 200,000,000 Tenor: 180 days Pricing: 9.00% PQ.
	<b>Letter of Credit(Sight/Usance/UPAS)-Machinery (Inner of SLC/ULC/UPAS Limit of 20 Crore)</b>	Limit: (50,000,000) Tenor: 360 days Pricing: 9.00% PQ.
	<b>Loan against trust receipt (LTR)</b>	Limit: 50,000,000 Tenor: 120 days Pricing: 9.00% PQ.
	<b>Time Loan (Inner of LTR Limit)</b>	Limit: (40,000,000) Tenor: 360 days Pricing: 9.00% PQ.
<b>United Commercial Bank Ltd.</b>	<b>LBPD</b>	Limit: 100,000,000 Tenor: 120 days Pricing: 9.00% PQ.
	<b>Letter of Guarantee</b>	Limit: 50,000,000 Tenor: As per requirement Pricing: 0.25% PQ
	<b>FBPD/OBU Discounting</b>	Limit: 150,000,000 Tenor: 21 days Pricing: 9.00% p.a.
	<b>Time Loan (Inner Limit of FBPD)</b>	Limit: 80,000,000 Tenor: 90 days Pricing: 9.00% p.a.
	<b>Time Loan</b>	Limit: 150,000,000 Tenor: 150 days Pricing: 9.00% p.a.
	<b>Packing Credit (Inner Limit With Time Loan)</b>	Limit: (150,000,000) Tenor: 120 days Pricing: 7.00% p.a.
	<b>Overdraft (OD)</b>	Limit: 50,000,000 Tenor: 360 days Pricing: 9.00% p.a.

Collateral: Registered Mortgage of 96.00 decimal Land with 04 storied building (57,400 sqft) at Mouza: Jamaldi, P.S. & SRO: Gazaria, District: Munshiganj, owned by Esquire Knit Composite PLC. Pari-passu security sharing with other lenders: AIBL, & EBL) over floating assets of the company. Personal Guarantee of all director of Esquire Knit Composite PLC & Esquire Dyeing Industries Limited except independent directors of Esquire Knit Composite PLC. Corporate guarantee of Esquire Electronics Ltd., Esquire Dyeing Industries Ltd. & Esquire Accessories Ltd. with duly adopted board resolution. Post-dated MICR cheques (mode wise) signed by the authorized signatory of the company.

**21.00 Unclaimed Dividend** **1,983,588**      **1,983,588**

SL #	Account Number	Bank	Branch	AGM No	AGM date	Taka
1	101-120-000-7676	DBBL	Local Office	20th	11.02.21	809,605
2	101-120-000-7863	DBBL	Local Office	21th	26.01.22	688,610
3	078-130-100-000-0653	UCBL	Mohakhali	22th	25.1.22	485,374
						<b>1,983,588</b>

**22.00 Accounts payable** **894,231,211**      **974,131,816**  
Import liability and other creditors

**Esquire Knit Composite PLC**  
Notes to the financial statement  
As at 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>23.00</b>	<b>Liabilities for expenses</b>		
	Directors' remunerations	27,444,565	47,444,565
	Salary and wages	84,049,488	43,440,852
	Gas Bills	77,246,152	18,725,148
	Electricity	2,644,331	2,644,331
	Telephone bill	35,000	35,000
	WPPF payable	-	-
	Wasa bill	30,000	30,000
	Provision for Income Tax	272,265,430	249,289,002
	Provision for Head office Floors	1,837,169	1,837,169
	Financial Interest	17,681,763	17,681,763
	TDS on Dividend and Expenses	48,693,150	48,693,150
	Audit fees	862,500	862,500
	Head office rent	3,044,000	3,044,000
		<b>535,833,549</b>	<b>433,727,480</b>
<b>23.01</b>	<b>WPPF payable</b>		
	Opening Balance	-	-
	Add: Addition during the year	808,281	2,519,596
	Less: Payment during the year	808,281	2,519,596
		-	-
<b>23.02</b>	<b>Provision for Income Tax</b>		
	Opening balance	249,289,002	145,965,247
	Add: Provision made for the year	22,976,428	103,323,755
		272,265,430	249,289,002
	Less: Adjustment for assessment year-2020-21	-	-
		<b>272,265,430</b>	<b>249,289,002</b>
	<b>Income Tax provision</b>	<b>Taka</b>	<b>Taka</b>
	Export	22,053,766	98,779,580
	Non operating income	922,662	4,544,174
		<b>22,976,428</b>	<b>103,323,755</b>

	October December 2023 Taka	October December 2022 Taka	31 December 2023 Taka	31 December 2022 Taka
<b>24. Sales</b>				
Export sales	1,652,138,709	2,205,376,619	3,203,291,984	3,881,744,133
<b>25. Cost of Goods Sold</b>				
Cost of materials consumed (Garments U	677,632,093	1,091,568,880	1,494,364,519	2,046,528,020
Cost of direct labor	406,216,024	634,169,888	756,387,467	899,578,838
Prime cost	1,083,848,117	1,725,738,768	2,250,751,986	2,946,106,858
Factory overheads	170,936,902	226,321,508	343,836,072	364,700,813
Cost of Goods put into Process	1,254,785,019	1,952,060,275	2,594,588,058	3,310,807,670
Opening Work in process	798,296,291	721,376,305	791,466,248	791,466,248
Closing Work in process	(692,312,811)	(658,196,297)	(692,312,811)	(658,196,297)
Cost of Goods Manufactured	1,360,768,499	2,015,240,284	2,693,741,495	3,444,077,621
Opening Finished Goods	215,302,311	186,572,744	186,572,744	186,572,744
Cost of Goods Available for Sale	1,576,070,810	2,201,813,027	2,880,314,239	3,630,650,365
Closing Finished Goods	(186,123,101)	(285,502,312)	(186,123,101)	(285,502,312)
	<b>1,389,947,709</b>	<b>1,916,310,715</b>	<b>2,694,191,138</b>	<b>3,345,148,053</b>
<b>25.1 Raw Materials Consumption</b>				
Yarn	454,063,185	701,442,860	1,050,418,063	1,345,037,710
Dyes	46,941,630	153,114,760	76,421,304	198,870,217
Chemical	71,237,174	14,309,295	127,366,733	101,770,101
Finishing Materials	105,390,104	222,701,965	240,158,419	400,849,992
	<b>677,632,093</b>	<b>1,091,568,880</b>	<b>1,494,364,519</b>	<b>2,046,528,020</b>
<b>25.2 Cost of direct labor</b>				
Workers wages	230,374,017	492,581,776	444,152,592	646,777,232
Workers overtime	40,357,934	102,763,811	76,795,895	138,567,100
Daily labor	458,506	2,550,165	2,408,412	4,272,185
Salary	97,078,801		195,083,802	71,997,703
	<b>406,216,024</b>	<b>634,169,888</b>	<b>756,387,467</b>	<b>899,578,838</b>
<b>25.3 Factory overheads</b>				
Gas and electricity	96,642,175	68,802,711	178,279,425	163,636,754
Insurance premium	2,362,275	4,280,382	4,436,097	8,546,388
Tiffin expenses for workers	2,167,594	4,008,490	3,898,540	6,807,051
Spare Parts Consumption	28,562,098	64,163,145	54,072,265	64,163,145
Vehicle running ( Oil and fuel)	3,060,205	7,390,889	6,663,064	7,390,889
Rent, rates and taxes	2,959,917	10,465,871	3,119,562	42,865,110
Local conveyance	34,594,778	1,917,635	35,152,094	1,917,635
Telephone & Mobile bills	587,860	(2,209,697)	1,189,810	1,017,070
Depreciation	-	67,502,082	57,025,216	68,356,770
	<b>170,936,902</b>	<b>226,321,508</b>	<b>343,836,072</b>	<b>364,700,813</b>
<b>26. Operating expenses</b>				
Office & administrative expenses	83,525,876	80,149,420	168,733,980	140,868,845
Selling & distribution expenses	112,263,372	208,917,011	201,899,125	257,989,925
	<b>195,789,248</b>	<b>289,066,431</b>	<b>370,633,105</b>	<b>398,858,770</b>

## 26.1 Office & administrative expenses

Director remuneration	2,000,000	7,500,000	9,500,000	15,000,000
Salary & allowances	38,215,443	71,595,490	75,033,732	71,595,490
Contribution to employees provident fund	0	1,909,051	1,490,697	1,909,051
Vehicle maintenance	(0)	(7,500,000)	244,136	
Vehicle running expenses	2,727,362	(33,763,487)	4,946,784	3,861,998
Entertainment	1,008,562	(847,200)	1,172,563	572,511
Printing expenses	0	(359,944)	634,116	
Stationery expenses	12,842,954	(43,429)	25,525,273	1,996,714
Telephone, mobile & internet	322,362	1,656,028	322,362	1,656,028
Travelling & conveyance	26,698	909,027	434,116	909,027
Bank charges	10,240,824	6,498,228	10,434,365	6,653,166
License, renewal & registration	631,261	1,783,474	1,769,274	1,783,474
Utility expenses	459,069	1,253,754	1,261,317	1,304,491
Audit fees	2,375,641	1,159,896	2,860,200	2,060,415
Central Fund	-	-	597,998	
Exchange loss		4,151,458	7,247,416	4,321,541
Floor rent	5,327,000	2,630,370	6,088,000	3,044,000
Depreciation	907,847	17,560,600	11,603,798	19,062,080
Miscellaneous expenses	6,440,855	4,056,104	7,567,833	5,138,858
	<b>83,525,876</b>	<b>80,149,420</b>	<b>168,733,980</b>	<b>140,868,845</b>

## 26.2 Selling & distribution expenses

Inspection & certificate issue expenses	7,265,295	85,475,112	12,861,320	74,951,614
Export permission	4,218,369	5,980,014	6,958,162	7,815,589
Foreign Travel for marketing	5,499,142	3,835,044	7,133,700	6,457,893
Sample and courier expenses	4,594,685	3,728,747	9,572,528	9,245,687
Bank charges on export proceeds	78,749,165	102,352,308	135,916,801	125,841,065
Freight charges on export	4,707,954	3,611,952	12,131,934	10,981,088
C&F expenses on export	2,830,135	(740,266)	6,857,334	9,699,034
Carriage outward on export	4,398,627	4,674,100	10,467,347	12,997,955
	<b>112,263,372</b>	<b>208,917,011</b>	<b>201,899,125</b>	<b>257,989,925</b>

## 27. Financial expenses

Interest on Short term loan	56,444,015	46,062,575	113,639,194	86,802,149
Interest on Long term loan	58,090,111	49,088,618	110,020,591	92,254,875
	<b>114,534,126</b>	<b>95,151,193</b>	<b>223,659,785</b>	<b>179,057,024</b>

## 28. Non operating income

Interest income from FDR	(136,231)	285,207		285,207
Lease rental	1,845,324	1,845,324	3,690,648	3,690,648
	<b>1,709,093</b>	<b>2,130,531</b>	<b>3,690,648</b>	<b>3,975,855</b>

## 29. Provision for contribution to WPPF &'

	<b>333,009</b>	<b>659,982</b>	<b>808,281</b>	<b>1,275,283</b>
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## 30. Income tax expenses

	<b>6,969,507</b>	<b>990,340</b>	<b>22,976,428</b>	<b>3,199,340</b>
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## Calculation of Current tax/ Tax expenses

Particulars	Tk	Rate	Taka
Revenue	2,205,376,619		22,053,766
Income rate		0.10%	
Non-operating income	3,690,648	25%	922,662
<b>Current Tax</b>			<b>22,976,428</b>



**Esquire Knit Composite PLC**

Notes to the financial statement  
For the period ended 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023
<b>31.00</b>	<b>Net Asset Value (NAV) Per Share</b>		
	Total assets	16,319,209,393	16,354,124,596
	Total Liabilities	(7,566,042,471)	(7,496,720,824)
	Net Asset Value (NAV) (A)	8,753,166,922	8,857,403,772
	Revaluation reserve	(3,739,289,135)	(3,739,289,135)
	Net Asset Value (NAV) without revaluation reserve (B)	5,013,877,787	5,118,114,636
	Weighted Average Number of shares (C)	134,895,833	134,895,833
	Net Asset Value (NAV) per share with revaluation reserve (A÷C)	<b>64.89</b>	<b>65.66</b>
	Net Asset Value (NAV) per share without revaluation reserve (B÷C)	<b>37.16</b>	<b>37.93</b>

Consolidated NAV per share (with revaluation reserve) was Tk. 64.20 as at 31st December 2023 and Tk. 65.31 as at 30th June 2023. Consolidated NAV per share (without revaluation reserve) was Tk. 36.47 as at 31st December 2023 and Tk. 37.59 as at 30th June 2023. NAVPS with revaluation has been decreased due to negative net profit. NAVPS without revaluation has been decreased due to negative growth of profit.

**31.01 Earnings Per Share (EPS)**

Earning attributable to ordinary shareholders (Taka)  
Weighted Average Number of shares  
Earnings Per Share (Taka)

31.12.23 (Six months)	31.12.22 (Six months)
(104,236,849)	(43,644,811)
134,895,833	134,895,833
<b>(0.77)</b>	<b>(0.32)</b>

Earning attributable to ordinary shareholders (Taka)  
Weighted Average Number of shares  
Earnings Per Share (Taka)

1.10.23 T0 31.12.23 (2nd Qtr)	1.10.22 T0 31.12.22 (2nd Qtr)
(52,125,550)	(95,721,031.22)
134,895,833	134,895,833
<b>(0.39)</b>	<b>(0.71)</b>

Consolidated EPS was Tk. (0.59) for October-December 2023 as against Tk. (0.81) for October-December 2022, Consolidated EPS was Tk. (1.10) for July-December 2023 as against Tk. (0.51) for July-December 2022. EPS has been decreased due to negative growth of revenue and net profit.

**32.00 Net Operating Cash Flow Per Share (NOCFPS)**

Net operating cash flows  
Weighted Average Number of shares  
Net operating cash flows per shares

7,132,160	36,744,209
134,895,833	134,895,833
<b>0.05</b>	<b>0.27</b>

**Calculation of Weighted Average Number of shares**

Particulars	Formula	No of shares	No of shares
Allotment of Existing shares	100000000/365*365	100,000,000	100,000,000
Allotment of new shares Februray 07,2019	34895833/365*365	34,895,833	34,895,833
<b>Weighted Average Number of shares</b>		<b>134,895,833</b>	<b>134,895,833</b>

Consolidated NOCFPS was Tk. (0.74) for July-December 2023 as against Tk. (0.39) for July-December 2022. NOCFPS has been decreased due to negative growth and collection as well.

**Esquire Knit Composite PLC**Notes to the financial statement  
For the period ended 31 December 2023

Notes	Particulars	Amount in Taka	
		31-Dec-2023	30-Jun-2023

**33.00 Clause No. 5 (2) (e) of Notification No. BSEC/CMRRCD/2006-158/208/Admin/81, Dated: 20 June 2018:  
Reconciliation of net profit with cash flow from operating activities**

Net profit after tax for the year	(104,236,849)	(43,644,811)
<b>Adjustment for non-cash items:</b>		
Depreciation	68,629,014	87,418,850
Deferred Tax Adjustment	(1,049,258)	1,049,520
<b>Changes in Working Capital:</b>		
(Increase)/decrease in Inventory	92,448,724	35,929,720
Decrease in Accounts receivable	21,379,602	(90,996,131)
(Increase)/decrease in Advance deposit and Payments	(92,244,538)	(115,562,800)
Increase/(decrease) in Accounts payable	(79,900,605)	263,148,914
Increase/(decrease) in Accrued Expenses	102,106,068	(100,599,051)
<b>Net cash flow from operating activities</b>	<b>7,132,159</b>	<b>36,744,209</b>

**34.00 Related party disclosures****i) Related party transactions**

(Amount in Taka)

Name	Nature of relationship	Nature of Transaction	Opening Balance	Purchase/ receipts	Payment	Outstanding as on 31.12.2023 (Receivable)/ Payable
Esquire Accessories Limited	Common Management	Purchase	67,835,844	47,511,414	60,472,375	54,874,883
Esquire Electronics Limited	Common Management	Purchase		3,602,007	3,602,007	-
Esquire Dyeing Industries Limited	Common Management	Dyeing	97,335,612	272,589,740	292,859,937	77,065,415
Esquire Testing Services (BD) Limited	Common Management	Fabric testing fees		49,816,331	49,816,331	-
L/Esquire Ltd			(1,754,336,816)	-	-	(1,754,336,816)
Esquire Plastic Ltd	Common Management	Purchase	-	-	-	-
						<b>(1,622,396,519)</b>

The Board of directors has authorised these un-audited financial statements for issue on 30 January 2024.

Sd/-  
ChairmanSd/-  
Managing DirectorSd/-  
DirectorSd/-  
Company SecretarySd/-  
Chief Financial OfficerTuesday, Dhaka  
30 January 2024

**End of the  
Second Quarter  
Financial Statement 2023-2024  
(Unaudited)**