

Delta Spinners Limited

Selected Explanatory Notes on the Accounts as at 30th September, 2020

- 1) **Statement of Compliance:** These Condensed Consolidated Financial Statements do not include all the information as required for full annual financial statements, and have been prepared in accordance with International Financial Reporting Standards.
- 2) **Accounting Policies:** The Company has applied the same accounting policies and methods of computation for the interim financial statements as in the un-audited annual financial statements as of and for the year ended 30th June, 2020.
- 3) The Interim financial statements has been prepared based on un-audited financial statements for the year ended 30th June, 2020. As per IAS-34, only "Selected Explanatory Notes" are provided. Detailed break-up of the amounts are not presented in the Financial Statements.
- 4) **Subsidiary Company:** There has not been any trading operation of the subsidiary company during the 1st quarter under review.
- 5) **Issued, Subscribed & Paid-up Capital:** The Company in its 37th AGM held on 30.12.2017 approved a stock dividend of 10% to all the shareholders which was credited to the respective BO Account of the shareholders by CDBL on 10.01.2018. Thereafter, the present number stands at 16,64,81,964 Ordinary Shares of Tk. 10 each, fully paid up.
- 6) **Related Party Transaction:** During the period, the Company paid a compensation to its 5 (five) key management personnel namely, Mr. Mostafa Jamal Haider, Managing Director, Mr. Masudur Rahman, Executive Director and Company Secretary, Ms. Rabeya Sultana, CFO, Mr. Mostafa Zakaria Haider, Head of Internal Audit and Compliance and Mr. Abu Ahammad Sharif, General Manager as "Short Term Employee Benefit" amounting Tk. 9,49,305. No long term or any other benefits has been paid to these key management personnel.

The accounts have been posted in the Web Site of the Company at: www.delta-spinners.com