

Delta Spinners Limited

Selected Explanatory Notes on the Accounts as at 31st December, 2019

- 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, 2019.
- 3) The Interim financial statements has been prepared based on un-audited financial statements for the year ended 30th June, 2019.
- 4) **Subsidiary Company:** There has not been any significant trading operation of the subsidiary company during the 2nd quarter under review.
- 5) **Issued, Subscribed & Paid-up Capital:** From 01.07.2017 to 09.01.2018: 15,13,47,240 Ordinary shares of Tk. 10 each fully paid up and from 10.01.2018 to 31.12.2019: 16,64,81,964 Ordinary Shares of Tk. 10 each fully paid up. The increase was due to issuance of stock dividend as approved in the AGM on 30.12.2017.
- 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, Mr. Ziaur Rahman, 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. 19,12,906. 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