

**Delta Spinners Limited**  
Selected Explanatory Notes as at 30th September, 2014

**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 Bangladesh 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 annual financial statements as of and for the year ended June 30, 2014.

- 3** According to the decision of the 33rd Annual General Meeting held on 28 December, 2013 an amount of Tk. 629.37 lacs was deducted from Revaluation Reserve and added to Retained Earnings as per BAS-16. Consequently, the previously published First Quarterly Accounts as of 30th September, 2013 has been recasted now as per the said BAS-16 and an amount of Tk. 135.38 lacs has been deducted from Revaluation Reserve and added to Retained Earnings.

In this connection, it may be mentioned here that the balance of Retained Earnings includes an amount of Tk. 2432.49 lacs which has been transferred from Revaluation Reserve as per BAS-16.

**4 Share Capital**

The Company raised Tk. 91,72,56,000 against Right Shares and as on 18th September, 2014, a total number of 8,17,70,540 shares amounting to Tk. 81,77,05,400 were credited to the respective shareholders accounts. The balance amount of Tk. 9,95,50,600 mostly received from the underwriters, credited to Share Money Deposit Account and will be credited to Share Capital after obtaining permission from BSEC in this regard.

**5 EPS, NOCFPS & NAVPS**

Due to dilution of share capital by crediting 9,17,25,600 Rights Shares, the EPS, NAVPS and NOCFPS decreased.

**6 Related Party Transaction**

During the period 1st July, 2014 to 30th September, 2014 transaction has taken place with Premier Leasing & Finance Limited (PLFL) and Delta Ceramics Limited (DCL) (Repayment of Loan Tk. 1267.74 was made to PLFL & 3.72 lacs was advanced to DCL.) which is a Related Party Transaction. Except this, there is no Related Party Transaction.

**The accounts have been posted in the Web Site of the Company at: [www.delta-spinners.com](http://www.delta-spinners.com)**

