

Delta Spinners Limited
Selected Explanatory Notes as at 31st December, 2015

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, 2015.

3 An amount of Tk. 200.99 lacs has been transferred from Revaluation Reserve and credited to Retained Earnings taking into consideration the relevant tax for the period of six months ended on 31st December, 2015 as per BAS-16.

4 The Worker's Profit Participation Fund (WPPF) has been calculated as per Bangladesh Labour Act, 2006 and amendments thereof.

5 An amount Tk. 2144.68 lacs of Non-Current Assets represents investment of Rights Share Fund in BMRE and 100% Export Oriented Unit.

6 Related Party Transaction

During the period of 1st July, 2015 to 31st December, 2015 Tk. 5.29 lacs was advanced by Delta Spinners Limited to Delta Ceramics Limited which is a Related Party Transaction. Except this, there is no other Related Party Transaction.

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