

## **Delta Spinners Limited**

Selected Explanatory Notes as at 30th September, 2016

### **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, 2016.

**3** The textile spinning factory of the Company has been going through BMRE process for the last several months and many productive machinery had to be dismantled for the purpose. Hence there had been substantial production loss. However, during the period, the Company has exported goods valued at about Tk. 8.00 crores. It is also mentionable that non-operating income has reduced substantially leading to decreasing Earning Per Share due to reducing the balance of investment in FDR which was utilized for BMRE and Export unit purpose.

**4** The Property, Plant & Equipment and Capital Work-in-Progress include an amount of Tk. 7611.48 lacs which has been invested for the BMRE program and the 100% Export Oriented Unit of the Company out of the Rights Issue Fund.

### **5 Related Party Transaction**

During the period 1st July, 2016 to 30th September, 2016 transaction has taken place with Delta Ceramics Limited (1.88 lacs was advanced to DCL.) which is a Related Party Transaction. Except this, there is no Related Party Transaction.

During the period, the company paid a compensation to its 5 (five) key management personnel a "short term employee benefit" of Tk. 6,79,800. 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](http://www.delta-spinners.com)**



