

Delta Spinners Limited

Selected Explanatory Notes on the Accounts as on 31st March, 2026

- 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, 2025.
- 3) The Interim financial statements have been prepared based on un-audited financial statements for the year ended 30th June, 2025. As per IAS-34, only "Selected Explanatory Notes" are provided. Detailed break-up of the amounts is not presented in the Financial Statements.
- 4) **Subsidiary Company:** There has not been any trading operation of the subsidiary company during the period under review.
- 5) **Issued, Subscribed & Paid-up Capital:** The present number of Ordinary Shares stands at 16,64,81,964 of Tk. 10 each fully paid up. The paid-up capital is Tk. 166,48,19,640 only.
- 6) **Operational Performance:** The Company has sustained operational loss during the first quarter of the financial year. Though the parameters which influenced the loss have not changed much, but by relentless efforts to improve the operational efficiency, the Company managed to earn a small amount of profit during the Second quarter and also in the Third quarter. Thus, the Company has earned a net operational profit of Tk. 41.69 lacs during the first nine months of the financial year and the EPS stood at Tk. 0.03 only.
- 7) **Related Party Transaction:** During the period under review, 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. Md. Al-Amin, CFO, Mr. Mostafa Zakaria Haider, Head of Internal Audit & Compliance and Mr. Abu Ahammad Sharif, General Manager as "Short Term Employee Benefit" amounting to Tk. 22,42,662 only. No long term or any other benefits has been paid to these key management personnel.

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