

# **Deshbandhu Polymer Limited**

1st Quarter Un-audited  
Financial Statements for the  
Period ended on 30th September 2024


**DESHBANDHU POLYMER LIMITED**  
**Statements of Financial Position (Un-Audited)**  
For the 1st Quarter ended 30th September 2024

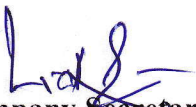
| Particulars                                      | Notes | Amount in Tk.        |                      |
|--|-------|----------------------|----------------------|
|  |       | 30th Sept, 2024      | 30 June 2024         |
| <b>ASSETS</b>                                    |       |                      |                      |
| <b>Non-current assets</b>                        |       | <b>973,757,665</b>   | <b>983,757,883</b>   |
| Property, plant & equipment                      | 4.0   | 973,129,529          | 982,970,821          |
| Investment in share                              | 5.0   | 628,136              | 787,062              |
| <b>Current Assets</b>                            |       | <b>1,530,352,502</b> | <b>1,576,963,575</b> |
| Inventories                                      | 6.0   | 437,949,578          | 447,662,813          |
| Inventory in Transit                             |       | 134,465,320          | 158,582,120          |
| Accounts Receivable                              | 7.0   | 530,103,642          | 547,245,882          |
| Advance, Deposit and Prepayments                 |       | 407,124,410          | 409,987,851          |
| Cash and Cash Equivalents                        | 8.0   | 20,709,552           | 13,484,909           |
| <b>Total Assets</b>                              |       | <b>2,504,110,166</b> | <b>2,560,721,458</b> |
| <b>EQUITY AND LIABILITIES</b>                    |       |                      |                      |
| <b>Shareholders' Equity</b>                      |       | <b>1,089,592,655</b> | <b>1,136,087,335</b> |
| Share Capital                                    |       | 613,651,500          | 613,651,500          |
| Revaluation Surplus                              |       | 462,779,009          | 464,403,759          |
| Retained Earnings                                |       | 13,162,146           | 58,032,076           |
| <b>Non-Current Liabilities</b>                   |       | <b>659,721,604</b>   | <b>749,984,590</b>   |
| Deferred Tax Liability                           |       | 150,786,114          | 150,786,114          |
| Long Term Loan                                   |       | 508,935,490          | 599,198,476          |
| <b>Current Liabilities</b>                       |       | <b>754,795,908</b>   | <b>674,490,608</b>   |
| Bank Overdraft                                   |       | 237,379,912          | 231,240,614          |
| Current Portion of Long Term Loan                |       | 289,897,000          | 289,797,000          |
| Short Term Loan                                  | 9.0   | 132,600,000          | 59,895,095           |
| Accounts Payable                                 |       | 1,617,527            | 1,117,533            |
| Other Payables and Provisions                    | 10.0  | 65,196,970           | 64,507,688           |
| Share Money Refundable                           |       | 14,924,500           | 14,924,500           |
| Unclaimed/Undistributed Dividend Account         |       | 8,477,092            | 8,477,092            |
| Worker's Profit Participation Fund               |       | 4,702,907            | 4,531,086            |
| <b>Total Current and Non-Current Liabilities</b> |       | <b>1,414,517,512</b> | <b>1,424,475,198</b> |
| <b>Total Equity and Liabilities</b>              |       | <b>2,504,110,166</b> | <b>2,560,562,533</b> |

Net Assets Value Per Share (NAVPS)

17.76

18.52

  
Chief Finance Officer

  
Company Secretary

  
Director

  
Director

Date : 14th November 2024

Place : Dhaka

  
Managing Director

**DESHBANDHU POLYMER LIMITED**  
**Statement of Profit or Loss and Other Comprehensive Income**  
For the 1st quarter ended 30th September 2024

| Particulars                                    | Notes | Amount in Tk.       |                     |
|--|-------|---------------------|---------------------|
|  |       | July'24 - Sept'24   | July'23 - Sept'23   |
| Revenue  |       | 46,903,004          | 261,350,560         |
| Cost of goods sold                             |       | (70,187,648)        | (233,867,685)       |
| <b>Gross profit</b>                            |       | <b>(23,284,644)</b> | <b>27,482,875</b>   |
| <b>Operating expenses:</b>                     |       |                     |                     |
| Administrative expenses                        |       | (2,317,593)         | (3,321,040)         |
| Selling & distribution expenses                |       | (2,233,453)         | (2,482,650)         |
| <b>Total operating expenses</b>                |       | <b>(4,551,046)</b>  | <b>(5,803,690)</b>  |
| <b>Operating profit</b>                        |       | <b>(27,835,690)</b> | <b>21,679,185</b>   |
| Finance expenses                               |       | (14,593,650)        | (14,575,127)        |
| Other income                                   |       | 3,656,121           | 206,750             |
|  |       | <b>(10,937,529)</b> | <b>(14,368,377)</b> |
| <b>Profit before WPPF &amp; income tax</b>     |       | <b>(38,773,219)</b> | <b>7,310,808</b>    |
| Contribution to WPPF                           |       | -                   | (348,134)           |
| <b>Profit before income tax</b>                |       | <b>(38,773,219)</b> | <b>6,962,674</b>    |
| Current tax                                    | 11.0  | (303,355)           | (2,373,758)         |
| Deferred tax income                            | 12.0  | (7,418,107)         | 654,831             |
| <b>Profit for the period</b>                   |       | <b>(46,494,680)</b> | <b>5,243,747</b>    |
| Other comprehensive income                     |       | 145,744             | -                   |
| <b>Total Comprehensive Income for the year</b> |       | <b>(46,348,936)</b> | <b>5,243,747</b>    |
| <b>Earning per share of Tk. 10.00 each</b>     |       | <b>(0.76)</b>       | <b>0.09</b>         |

  
Chief Finance Officer

  
Company Secretary

  
Director

  
Director

  
Managing Director

Date : 14th November 2024  
Place : Dhaka

**DESHBANDHU POLYMER LIMITED**  
**Statement of changes in equity (un-audited)**  
For the 1st Quarter ended 30th September 2024

| Particulars  | Amount in Tk.      |                   |                     | Total                |
|--|--------------------|-------------------|---------------------|----------------------|
|  | Share capital      | Retained earnings | Revaluation surplus |                      |
| Balance as at July 01, 2024  | 613,651,500        | 58,032,076        | 464,403,759         | 1,136,087,335        |
| Net profit after tax for the period                                | -                  | (46,494,680)      |                     | (46,494,680)         |
| Depreciation on Revaluation Surplus                                | -                  | 1,624,750         | (1,624,750)         | -                    |
| Dererred tax impect on depreciation charges to revaluation surplus | -                  | -                 | -                   | -                    |
| Other Comprehensive income/(Loss)                                  | -                  | -                 | -                   | -                    |
| <b>Balance as at 30th September 2024</b>                           | <b>613,651,500</b> | <b>13,162,146</b> | <b>462,779,009</b>  | <b>1,089,592,655</b> |

**For the 1st Quarter ended 30th September 2023**

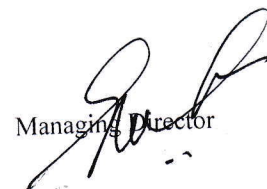
| Particulars  | Amount in Tk.      |                   |                     | Total                |
|--|--------------------|-------------------|---------------------|----------------------|
|  | Share capital      | Retained earnings | Revaluation surplus |                      |
| Balance as at July 01, 2023  | 613,651,500        | 58,742,901        | 505,880,047         | 1,178,274,448        |
| Net profit after tax for the year                                  | -                  | 5,243,747         | -                   | 5,243,747            |
| Depreciation on Revaluation Surplus                                | -                  | 1,299,800         | (1,299,800)         | -                    |
| Dererred tax impect on depreciation charges to revaluation surplus | -                  | 324,950           | -                   | 324,950              |
| Other Comprehensive income/(Loss)                                  | -                  | -                 | -                   | -                    |
| <b>Balance as at 30th September 2023</b>                           | <b>613,651,500</b> | <b>65,611,398</b> | <b>504,580,247</b>  | <b>1,183,843,145</b> |

  
Chief Finance Officer

  
Company Secretary

  
Director

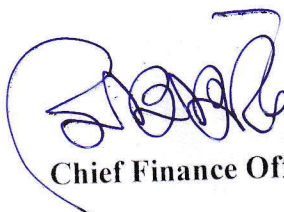

  
Director

  
Managing Director

Date : 14th November 2024  
Place : Dhaka


**DESHBANDHU POLYMER LIMITED**  
**Statement of cash flows (un-audited)**  
For the 1st quarter ended 30th September 2024

| Particulars   | Notes | Amount in Tk.              |                              |
|---|-------|----------------------------|------------------------------|
|   |       | July'24 - Sept'24          | July'23 - Sept'23            |
| <b>A. Cash flows from operating activities:</b>     |       |                            |                              |
| Cash received from customer                         |       | 64,045,244<br>(39,730,941) | 259,538,876<br>(221,143,707) |
| Cash paid to suppliers, employees and others        |       | <b>24,314,303</b>          | <b>38,395,169</b>            |
| <b>Cash generated/used in operations</b>            |       | 3,656,121                  | 206,750                      |
| Cash received from Other income                     |       | (14,593,650)               | (14,575,127)                 |
| Financing expenses                                  |       |                            | (9,575,625)                  |
| Income Tax Paid                                     |       |                            |                              |
| <b>Net cash generated from operating activities</b> |       | <b>13,376,774</b>          | <b>14,451,167</b>            |
| <b>B. Cash flow from investing activities:</b>      |       |                            |                              |
| Purchase of property, plant and equipment           |       | -                          | (226,900)                    |
| Disposal of shares                                  |       | -                          | -                            |
| <b>Net cash used in investing activities</b>        |       | -                          | <b>(226,900)</b>             |
| <b>Cash flow from financing activities:</b>         |       |                            |                              |
| Long Term Loan                                      |       | (90,262,986)               | (44,365,806)                 |
| Short Term Loan                                     |       | 72,704,905                 | 18,541,549                   |
| Bank Overdraft                                      |       | 6,139,298                  | 947,814                      |
| Financing Cost Paid                                 |       | -                          | -                            |
| Unclaimed Dividend                                  |       | -                          | (22,352)                     |
| Other finance- Inter company                        |       | -                          | -                            |
| <b>Net cash from financing activities</b>           |       | <b>(11,418,783)</b>        | <b>(24,898,795)</b>          |
| <b>Net cash inflow / (outflow) (A+B+C)</b>          |       | <b>1,957,991</b>           | <b>(10,674,527)</b>          |
| Cash and cash equivalent at the beginning           |       | 18,751,561                 | 29,426,088                   |
| <b>Cash and cash equivalent at the closing</b>      |       | <b>20,709,552</b>          | <b>18,751,561</b>            |
| Cash in Hand  |       | 9,212,852                  | 6,278,521                    |
| Cash at Bank  |       | 11,496,700                 | 12,473,040                   |
|   |       | <b>20,709,552</b>          | <b>18,751,561</b>            |
|   |       |                            |                              |
|   |       |                            |                              |
| <b>Net operating cash flows per share (NOCFPS)</b>  |       | <b>0.22</b>                | <b>0.24</b>                  |

 **Chief Finance Officer**  
 **Company Secretary**

 **Director**  
 **Director**

Date : 14th November 2024  
Place : Dhaka

 **Managing Director**

**DESHBANDHU POLYMER LIMITED**  
**Noted to the Financial Statements (un-audited)**  
**For the 1st Quarter ended 30th September 2024**

**1.0 Selected Explanatory Notes**

These financial statements have been prepared in line with accounting policies for the period ended 30th September 2024 as adopted in the preparation of financial statements. This interim financial report includes those selected explanatory notes as were deemed appropriate for better understanding of unaudited financial statements.

**2.0 Presentation of financial statements and basis of accounting**

The financial statements have been prepared in accordance with generally accepted accounting principles under 'historical cost convention' and after compliance with International Financial Reporting Standards (IFRS) as adopted in Bangladesh, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

**3.0 Stock & Spares**

Raw materials & packing materials are valued at the lower of cost and net realizable value (NRV). Cost is determined on average cost basis. The cost of stock comprises of expenditure incurred in the normal course of business in bringing the stock to their present location and condition. Finished goods and work in process are valued at material cost plus proportionate labor & overhead.

| Amount in Tk.  |              |
|----------------|--------------|
| 30th Sept 2024 | 30 June 2024 |

**4.0 Property, Plant & Equipment:**

|   |                      |                      |
|---|----------------------|----------------------|
| Fixed asset at cost/ Revaluation Opening                  | 1,344,513,372        | 1,344,513,372        |
| Add: Addition   | -                    | -                    |
|   | <b>1,344,513,372</b> | <b>1,344,513,372</b> |
| <b>Less: Accumulated depreciation</b>                     |                      |                      |
| Opening balance   | 361,542,550          | 322,082,395          |
| Charged during the interim period                         | 8,216,544            | 32,961,156           |
| Depreciation on revaluation Surplus                       | 1,624,750            | 6,498,999            |
| <b>Total Accumulated depreciation/Revaluation Surplus</b> | <b>371,383,843</b>   | <b>361,542,550</b>   |
| <b>Written down value 30.09.2024</b>                      | <b>973,129,529</b>   | <b>982,970,822</b>   |

Detail of property, plant & equipment is presented in Annexure-1.

**5.0 Investment in share**

|   |                |                |
|---|----------------|----------------|
| Opening Balance                                 | 787,062        | 824,901        |
| (Decrease)/Increase of Share price (Note- 5.01) | (158,926)      | (37,839)       |
|   | <b>628,136</b> | <b>787,062</b> |

## 5.1 EXIM Bank Ltd.

| Number of Share | Cost per share | Total cost (Tk.) | Market Price per share | Total Market price (Tk.) |         |
|-----------------|----------------|------------------|------------------------|--------------------------|---------|
| 75,679          | 9.47           | 716,928          | 8.30                   | 628,136                  | 787,062 |

Investments in Marketable Share is valued at Market price that prevailed on the reporting date. Related gain/(loss) is recognised through Other Comprehensive Income.

## 6.0 Inventories

|                               |                    |                    |
|-------------------------------|--------------------|--------------------|
| Raw Materials                 | 258,126,749        | 294,360,041        |
| Work- In-Process (WIP)        | 89,847,763         | 59,780,650         |
| Finished goods                | 39,583,672         | 84,947,502         |
| Stock of spare parts          | 38,332,994         | 8,574,620          |
|                               | <b>425,891,178</b> | <b>447,662,813</b> |
| <b>Inventories in Transit</b> | <b>146,523,720</b> | <b>158,582,120</b> |

## 7.0 Accounts Receivable

|                   |                    |                    |
|-------------------|--------------------|--------------------|
| First Party       | 134,680,632        | 141,879,285        |
| Third party       | 23,617,222         | 38,360,810         |
| In-house Party    | 14,851,473         | 9,851,473          |
| Corporate Party   | 117,331,189        | 117,531,189        |
| RM & Others Sales | 239,623,125        | 239,623,125        |
|                   | <b>530,103,642</b> | <b>547,245,882</b> |

### Related Party Transaction

The company has Accounts Receivable & during the period carried out a number of transactions with related parties in the normal course of business and on arms length basis. The name of these related parties, nature of transactions and their total value have been set in accordance with the provisions of IAS-24.

| Name of the Party               | Nature of relationship | Nature of transactions | 31-Mar-24      | 31-Mar-23      |
|---------------------------------|------------------------|------------------------|----------------|----------------|
| Deshbandhu Sugar Mills Ltd.     | Share Holder           | Short Term Funding     | Nil            | Nil            |
|                                 |                        | AR                     | Cr. 112,26,362 | Dr. 12,224,308 |
| Deshbandhu Cement Mills Ltd.    | Common Directors       | Short Term Funding     | Nil            | Nil            |
|                                 |                        | AR                     | Nil            | Dr. 10,830,025 |
| Deshbandhu Packaging Ltd.       | Common Directors       | Short Term Funding     | Nil            | Nil            |
|                                 |                        | AR                     | Nil            | Cr. 4,32,000   |
| SG Oil Refineries Ltd.          | Common Directors       | Short Term Funding     | Nil            | Nil            |
|                                 |                        | AR                     | Dr. 45,00,000  | Nil            |
| Sahera Auto Rice Mills Ltd.     | Common Directors       | Short Term Funding     | Nil            | Nil            |
|                                 |                        | AR                     | Nil            | Dr. 7,27,350   |
| Deshbandhu Food & Beverage Ltd. | Common Directors       | Short Term Funding     | Nil            | Nil            |
|                                 |                        | AR                     | Dr. 77,220     | Nil            |

- a No Key Management Personnel services is being received from related parties during the year.
- b No compensation is given other than board meeting attendance fee for independent director during this

#### 8.0 Cash and Cash Equivalents

|   |                   |                   |
|---|-------------------|-------------------|
| Cash in hand FO                                   | 5,450,490         | 118,779           |
| Cash in hand HO                                   | 3,762,362         | 69,120            |
| Cash at banks (BDT)                               | 2,033,263         | 3,430,047         |
| Cash at banks (foreign currency converted to BDT) | 1,293,349         | 1,521,618         |
| Fixed deposit receipts                            | 8,159,882         | 8,340,139         |
| Cash at Port Folio Account                        | 10,206            | 5,206             |
|   | <u>20,709,552</u> | <u>13,484,909</u> |

#### 9.0 Short term loan

|   |                    |                    |
|---|--------------------|--------------------|
| Short Term Loan                               | 132,600,000        | 59,895,095         |
| Acceptance liabilities under letter of credit | -                  | -                  |
| Current Portion of Long Term Loan             | 289,897,000        | 554,797,000        |
|   | <u>422,497,000</u> | <u>614,692,095</u> |

Note: these includes current portion of long term bank liabilities

#### 10.0 Other Payables and Provisions

|                            |                   |                   |
|----------------------------|-------------------|-------------------|
| Payable for VAT & Tax      | 411,472           | 411,472           |
| <b>Provisions:</b>         |                   |                   |
| Audit Fees                 | 125,000           | 125,000           |
| Electricity Bill           | 1,593,919         | 1,080,000         |
| Factory Salary & Bonus     | 3,951,272         | 4,577,776         |
| Head Office Salary & Bonus | 760,361           | 1,787,911         |
| <b>Income Tax:</b>         |                   |                   |
| FY 2016-2017               | 5,147,235         | 5,147,235         |
| FY 2017-2018               | 10,943,477        | 10,943,477        |
| FY 2018-2019               | 8,145,127         | 8,145,127         |
| FY 2019-2020               | 5,082,403         | 5,082,403         |
| FY 2020-2021               | 4,774,297         | 4,774,297         |
| FY 2021-2022               | 6,313,837         | 6,313,837         |
| FY 2022-2023               | 12,302,341        | 12,304,614        |
| FY 2023-2024               | 3,814,540         | 3,814,540         |
| FY 2024-2025               | 1,831,689         | 3,814,540         |
|                            | <u>65,196,970</u> | <u>68,322,229</u> |



| Particulars | Amount in Tk.       |                     |
|-------------|---------------------|---------------------|
|             | July'24 - Sept,2024 | July'23 - Sept'2023 |

#### 11.0 Current Tax Calculation

|                                   |                    |                  |
|-----------------------------------|--------------------|------------------|
| Corporate Tax                     |                    |                  |
| Profit/(Loss) before Tax          | (38,773,219)       | 6,962,674        |
| Add : Accounting Depreciation     | 9,841,293          | 9,780,553        |
| Less : Tax Depreciation           | 3,890,782          | 4,874,438        |
| Taxable Income                    | (32,822,708)       | 11,868,789       |
| Tax Charge @ 20.00% or 22.50% (A) | <u>(6,564,542)</u> | <u>2,373,758</u> |

#### Gross Receipts

|                                  |                    |                    |
|----------------------------------|--------------------|--------------------|
| Revenue                          | 46,903,004         | 261,350,560        |
| Other Income                     | 3,656,121          | 206,750            |
|                                  | <u>50,559,125</u>  | <u>261,557,310</u> |
| Tax Charge (minimum) @ 0.60% (B) | 303,355            | 1,569,344          |
| <b>Whichever is higher (A/B)</b> | <u>(6,564,542)</u> | <u>2,373,758</u>   |

#### 12.0 Deferred Tax Calculation

|  |                    |                    |
|--|--------------------|--------------------|
| Carrying WDV as per Financial Accounts               | 384,508,998        | 337,337,305        |
| Carrying WDV as per Taxable Base                     | (73,980,325)       | (92,675,940)       |
| <b>Temporary difference at the end of the period</b> | <u>310,528,673</u> | <u>244,661,365</u> |
| Tax Rate   | 20%                | 20%                |
| Deferred Tax Liability (For Carrying)                | 62,105,735         | 48,932,273         |
| Adjusted for Revaluation                             | -                  | -                  |
| Closing Deferred Tax Liability 30th Sept, 2024       | <u>62,105,735</u>  | <u>48,932,273</u>  |
| Deferred Tax Liability 30th June 2024                | 54,687,628         | 49,587,104         |
| (Increase)/Decrease in dferred tax liability         | <u>7,418,107</u>   | <u>(654,831)</u>   |

#### 13.0 Earning per share (EPS)

|  |               |             |
|--|---------------|-------------|
| Net profit for the year                    | (46,494,680)  | 5,243,747   |
| Weighted average no. of shares outstanding | 61,365,150    | 61,365,150  |
| <b>Earning Per Share of Tk. 10.00 each</b> | <u>(0.76)</u> | <u>0.09</u> |

#### 14.0 Net Assets Value Per Share (NAVPS)

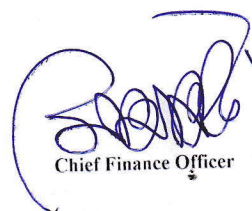
|   |                      |                      |
|---|----------------------|----------------------|
| Total Assets                                  | 2,504,110,166        | 2,489,349,715        |
| Less: Non-current Liability                   | 659,721,604          | 595,383,338          |
| Less: Current Liability                       | 754,795,908          | 710,123,230          |
|   | <u>1,089,592,655</u> | <u>1,183,843,147</u> |
| Weighted average number of shares outstanding | 61,365,150           | 61,365,150           |
| <b>Net Assets Value Per Share (NAVPS)</b>     | <u>17.76</u>         | <u>19.29</u>         |

#### 15.0 Net operating cash flows per share (NOCFPS)

|  |             |             |
|--|-------------|-------------|
| Net cash generated from operation                  | 13,376,774  | 14,451,167  |
| Weighted average number of shares outstanding      | 61,365,150  | 61,365,150  |
| <b>Net operating cash flows per share (NOCFPS)</b> | <u>0.22</u> | <u>0.24</u> |

#### 16.0 Significant variance:

1. During the reporting period of July 2024 to September 2024, the earning per share (EPS) declined as production decreased by 18% compared to the same period last year. This drop was primarily due to an inadequate power supply and increased raw materials cost, as we were compelled to purchase locally due to challenges in opening letters of credit (LC) amidst the US Dollar crisis. Additionally, there was a reduction in purchase orders from BADC and BCIC. Net Operating Cash Flow per share (NOCFPS) also decreased due to rising operating costs in proportion to the Company's total revenue. Furthermore, the net Asst. Value declined as a result of reduced inventory in transit.

  
Chief Finance Officer

  
Company Secretary

  
Director

  
Director

  
Managing Director

Date : 14 November 2024