



# Deshbandhu Polymer Limited

Corporate office: Mostafa Center, House - 59, Road - 27, Block - K, Banani, Dhaka - 1213  
Phone: +88-02-58816731 (Hunting), Fax: +88-02-9891456, website: [www.deshbandhupolymer.com](http://www.deshbandhupolymer.com)  
Share Department: House # 18 (1<sup>st</sup> Floor), Road # 22, Block # K, Banani, Dhaka - 1213, Cell: 01713375251

## 2<sup>nd</sup> QUARTER FINANCIAL STATEMENTS

(Un-audited) as at 31 December 2018

### Statement of Financial Position

as at 31 December 2018

Unaudited

	31 Dec 2018	30 Jun 2018
	Taka	Taka
<b>Assets</b>		
<b>Non-Current Assets</b>		
Property, Plant & Equipment:	354,231,770	354,425,570
Investment	716,928	716,928
	<u>354,948,698</u>	<u>355,142,498</u>
<b>Current Assets</b>		
Inventory	145,529,510	143,522,703
Inventory in Transit	380,118,742	373,854,439
Accounts Receivable	345,641,357	300,323,635
Inter Company Receivable	169,202,370	178,987,434
Advance, Deposit and Prepayments	173,487,549	169,892,545
Advance Income Tax	234,154,164	223,311,071
Cash and Cash Equivalent	25,747,824	15,844,062
	<u>1,473,881,516</u>	<u>1,405,735,889</u>
<b>Total Assets</b>	<u>1,828,830,214</u>	<u>1,760,878,386</u>
<b>Equity and Liabilities</b>		
<b>Shareholders' Equity</b>		
Share Capital	613,651,500	613,651,500
Retained Earnings	55,293,339	45,845,539
	<u>668,944,839</u>	<u>659,497,039</u>
<b>Non-Current Liabilities</b>		
Deferred Tax Liabilities	70,221,243	70,797,650
<b>Current Liabilities</b>		
Bank Overdraft	227,137,260	240,658,591
Short Term Loan	777,068,011	717,600,546
Accounts Payable	9,341,340	7,587,964
Other Payables	16,346,230	8,039,454
Share Money Refundable	14,924,500	14,924,500
Workers Profit Participation Fund	2,757,531	2,188,695
Provision for Income Tax	42,089,261	39,583,946
	<u>1,089,664,133</u>	<u>1,030,583,697</u>
<b>Total Equity and Liabilities</b>	<u>1,828,830,214</u>	<u>1,760,878,386</u>
Net Asset Value (NAV) per share	10.90	10.75

Sd/- Sd/- Sd/- Sd/-  
Chief Financial Officer Company Secretary Director Managing Director

Dhaka, 30 January, 2019

Sd/-  
Chairman

### Statement of Profit or Loss and Other Comprehensive Income

For the 2<sup>nd</sup> quarter ended 31 December 2018

Unaudited

Particulars	Un-audited			
	July-Dec 2018	July-Dec 2017	Oct-Dec 2018	Oct-Dec 2017
	Taka	Taka	Taka	Taka
Revenue	417,552,459	524,282,300	187,959,947	248,025,598
Cost of sales	(371,424,050)	(462,743,921)	(161,725,710)	(213,097,283)
<b>Gross profit</b>	<u>46,128,409</u>	<u>61,538,379</u>	<u>26,234,237</u>	<u>34,928,315</u>
Administrative Expenses	(10,350,616)	(10,651,056)	(5,255,262)	(6,591,654)
Selling & Distribution Expenses	(5,786,292)	(4,504,206)	(2,413,000)	(2,413,574)
<b>Operating profit</b>	<u>29,991,501</u>	<u>46,383,117</u>	<u>18,565,975</u>	<u>25,923,087</u>
Financing cost	(19,266,453)	(19,342,487)	(8,791,523)	(11,179,180)
Financial Income	1,220,496	1,662,418	133,240	579,269
<b>Net profit/(Loss) before WPPF</b>	<u>11,945,544</u>	<u>28,703,048</u>	<u>9,907,692</u>	<u>15,323,176</u>
Contribution to WPPF	(568,835)	(1,366,812)	(471,795)	(729,675)
<b>Net profit/(Loss) before income tax</b>	<u>11,376,708</u>	<u>27,336,236</u>	<u>9,435,897</u>	<u>14,593,501</u>
Provision for Tax	(2,505,315)	(6,834,059)	(1,127,760)	(3,648,375)
Deferred tax- Assets / (Liabilities)	576,407	2,503,408	(755,847)	1,229,206
<b>Total Comprehensive income for the year</b>	<u>9,447,800</u>	<u>23,005,585</u>	<u>7,552,290</u>	<u>12,174,332</u>
<b>Earning per share (EPS)</b>	<u>0.15</u>	<u>0.41</u>	<u>0.12</u>	<u>0.22</u>

Sd/- Sd/- Sd/- Sd/-  
Chief Financial Officer Company Secretary Director Managing Director

Dhaka, 30 January, 2019

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Chairman

### Statement of Changes in Shareholders Equity

for the period ended 31 December 2018

Unaudited

Particulars	Share Capital	Retained earnings	Total
	Taka	Taka	Taka
Balance as at 30 June 2018	613,651,500	45,845,539	659,497,039
Net profit after tax for the period	-	9,447,800	9,447,800
	<u>613,651,500</u>	<u>55,293,339</u>	<u>668,944,839</u>

For the year ended 30 June, 2018

Particulars	Share Capital	Retained earnings	Total
	Taka	Taka	Taka
Balance as at 30 June 2017	557,865,000	67,213,186	625,078,186
Stock Dividend	55,786,500	(55,786,500)	-
Net profit after tax for the year	-	34,418,853	34,418,853
Other comprehensive income for the year:	-	-	-
Diminution in the value of investment in share	-	-	-
Balance as at 30 June 2018	<u>613,651,500</u>	<u>45,845,539</u>	<u>659,497,039</u>

Sd/- Sd/- Sd/- Sd/-  
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Dhaka, 30 January, 2019

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Chairman

### Statement of Cash Flow (Un-Audited)

for the period ended 31 December, 2018

	31 Dec'18	31 Dec'17
	Taka	Taka
<b>A. Cash flows from operating activities:</b>		
Cash received from customer	172,368,514	527,455,709
Cash paid to suppliers, employees and others	(164,575,635)	(635,587,286)
<b>Cash generated/used in operations</b>	<u>7,792,879</u>	<u>(108,131,577)</u>
Cash received from Financing income	133,240	1,662,418
Financing cost paid	(8,791,523)	(19,342,487)
Income Tax Paid	(5,921,768)	(12,525,272)
<b>Net cash used in operating activities</b>	<u>(6,787,172)</u>	<u>(138,336,918)</u>
<b>B. Cash flow from investing activities:</b>		
Purchase of property, plant and equipment	(7,844,096)	(11,802,286)
Disposal of shares	-	-
<b>Net cash used in investing activities</b>	<u>(7,844,096)</u>	<u>(11,802,286)</u>
<b>C. Cash flow from financing activities:</b>		
Short term loan repaid/received	13,879,209	123,016,054
Bank Overdraft	7,622,172	14,938,782
Share money refund	-	-
Other finance- Inter company	208,290	(2,015,416)
<b>Net cash from financing activities</b>	<u>21,709,671</u>	<u>135,939,420</u>
<b>Net cash inflow / (outflow) (A+B+C)</b>	<u>7,078,403</u>	<u>(14,199,780)</u>
Cash and cash equivalent at the beginning	18,669,422	34,199,542
<b>Cash and cash equivalent at the closing</b>	<u>25,747,824</u>	<u>19,999,762</u>
<b>Cash and cash equivalent at the closing:</b>		
Cash in hand	7,009,593	9,468,397
Cash at Banks	18,738,231	10,531,365
	<u>25,747,824</u>	<u>19,999,762</u>
<b>Net Operating Cash Flow Per Share</b>	<b>(0.11)</b>	<b>(2.48)</b>

Sd/- Sd/- Sd/- Sd/-  
Chief Financial Officer Company Secretary Director Managing Director

Dhaka, 30 January, 2019

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Chairman

### Notes to the financial position

For the 2<sup>nd</sup> quarter ended 31 December 2018

Unaudited

- Selected explanatory notes**  
These financial statements have been prepared in line with Accounting Policies as adopted in the preparation of financial statements for the period ended 31 December 2018. This interim financial report includes those selected explanatory notes as were deemed appropriate for better understanding of un-audited financial statements.
- 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 Bangladesh Financial Reporting Standards (BFRS) & Bangladesh Accounting Standards (BASs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act, 1994, the Security and Exchange Rules 1987 and other applicable laws and regulations.
- Stock & spares**  
Raw materials & packing materials are valued at the lower of cost and Net Realizable Value (NRV). Cost 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 and proportionate labor & overhead.
- Inventory**  
Dec'18  
Raw materials 68,574,552  
work in process (W I P) 34,667,893  
Finished goods 25,574,511  
Spare parts 16,712,554  
145,529,510
- Property, plant & equipment:**  
Fixed asset at Cost as at 01.10.18 518,366,696  
Addition interim period 7,844,096  
Accumulated depreciation (171,929,022)  
354,231,770
- Short Term Loan**  
Opening Balance 763,188,802  
Paid/Received during the period 13,879,209  
777,068,011
- Provision for Income Tax**  
Opening Balance 40,961,501  
Provision for the period 1,127,760  
42,089,261
- Deferred Tax Liabilities**  
Opening Balance 69,465,396  
Deferred tax during the period 755,847  
70,221,243
- Comments on Significant Variance:**  
**A)** Due to installation and commissioning of newly imported machines, the existing operation has been frequently interrupted, and thus, the sales revenue has been decreased.  
**B)** During the period of last few years, the industry is being suffering from restriction to use of Polymer Products in few sectors and therefore, the selling price and profitability has been decreased.

Note: The 2<sup>nd</sup> Quarter Financial Statements (un-audited) as at 31 December 2018 are available in the website of the company. [www.deshbandhupolymer.com](http://www.deshbandhupolymer.com)