



Deshbandhu Polymer Limited

Corporate office: Mostafa Center, House - 59, Road - 27, Block - K, Banani, Dhaka - 1213

Phone: +88-02-41081491, website: www.deshbandhupolymer.com

Share Department: House # 18 (3rd Floor), Road # 22, Block # K, Banani, Dhaka - 1213.

THIRD QUARTER FINANCIAL STATEMENTS as at 31 March 2023 (Un-audited)

Interim condensed statement of financial position (un-audited) As at 31 March 2023

Notes	Amount in Tk.			
	31 March 2023	30 June 2022		
ASSETS				
Non-current assets				
Property, plant & equipment	989,213,560	1,016,334,574		
Investment in share	988,426,498	1,015,509,672		
	787,062	824,901		
Current Assets	1,411,456,965	1,478,932,633		
Inventories	416,202,027	401,412,927		
Inventory in Transit	113,401,538	188,710,823		
Accounts Receivable	288,876,402	298,283,337		
Advance, Deposit and Prepayments	148,801,354	215,347,109		
Advance Income Tax	434,206,645	361,213,480		
Cash and Cash Equivalents	9,968,999	13,964,956		
Total Assets	2,400,670,525	2,495,267,206		
EQUITY AND LIABILITIES				
Shareholders' Equity				
Share Capital	613,651,500	613,651,500		
Revaluation Surplus	471,877,607	467,003,358		
Retained Earnings	46,635,608	36,712,385		
Non-Current Liabilities	738,551,591	532,944,291		
Deferred Tax Liability	156,371,998	157,771,520		
Long Term Loan	582,179,592	375,172,771		
Current Liabilities	529,954,218	844,955,672		
Bank Overdraft	213,017,889	214,972,098		
Short Term Loan	230,723,683	552,345,251		
Accounts Payable	2,357,409	1,739,657		
Other Payables and Provisions	59,212,977	50,423,520		
Share Money Refundable	14,924,500	14,924,500		
Unclaimed/Undistributed Dividend Account	7,383,578	9,208,586		
Worker's Profit Participation Fund	2,334,182	1,342,061		
Total Current and Non-Current Liabilities	1,268,505,809	1,377,899,963		
Total Equity and Liabilities	2,400,670,525	2,495,267,206		
Net Assets Value Per Share (NAVPS)				
	18.45	18.21		
Sd/- Chief Financial Officer	Sd/- Company Secretary	Sd/- Director	Sd/- Director	Sd/- Managing Director

Date: 18 April 2023

Interim condensed statement of profit or loss and other comprehensive income (un-audited) For the quarter ended 31 March 2023

Notes	Amount in Tk.			
	July 22 - March 23	July 21 - March 22	January 23 - March 23	January 22 - March 22
Revenue	873,678,878	764,245,022	218,783,086	259,530,313
Cost of goods sold	(779,158,913)	(672,367,313)	(194,980,679)	(235,607,218)
Gross profit	94,519,965	91,877,709	23,802,407	23,923,096
Operating expenses:				
Administrative expenses	(11,629,485)	(11,886,605)	(3,884,403)	(4,034,369)
Selling & distribution expenses	(4,557,987)	(7,085,890)	(1,209,704)	(2,354,905)
Total operating expenses	(16,187,472)	(18,972,494)	(5,094,107)	(6,389,274)
Operating profit	78,332,494	72,905,214	18,708,300	17,533,821
Finance expenses	(57,729,801)	(45,414,599)	(15,267,084)	(15,464,388)
Other income	231,849	385,110	95,871	6,741
Profit before WPPF & income tax	20,834,542	27,875,725	3,537,087	2,076,174
Contribution to WPPF	(992,121)	(1,327,415)	(168,433)	(98,865)
Profit before income tax	19,842,421	26,548,310	3,368,654	1,977,309
Current tax	(5,243,464)	(7,085,698)	(1,313,274)	(1,557,222)
Deferred tax income	71,151	2,212,524	1,399,522	827,503
Profit for the period	14,670,107	21,675,136	3,454,902	1,247,589
Other comprehensive income	127,366	124,683	-	41,436
Total comprehensive income	14,797,473	22,812,147	3,454,902	1,289,026
Earning per share of Tk. 10.00 each	0.24	0.36	0.06	0.02
Sd/- Chief Financial Officer	Sd/- Company Secretary	Sd/- Director	Sd/- Director	Sd/- Managing Director

Date: 18 April 2023

Interim condensed statement of changes in equity (un-audited) For the nine-month period ended 31 March 2023

	Amount in Tk.			
	Share capital	Retained earnings	Revaluation surplus	Total
Balance as at July 01, 2022	613,651,500	36,712,385	467,003,358	1,117,367,242
Net profit after tax for the period	-	14,670,107	-	14,670,107
Depreciation on Revaluation Surplus	-	(4,874,250)	4,874,250	-
Other Comprehensive income/(Loss)	-	127,366	-	127,366
Balance as at March 31, 2023	613,651,500	46,635,608	471,877,607	1,132,164,715
Balance as at July 01, 2021	613,651,500	21,469,808	473,502,357	1,108,623,665
Net profit after tax for the year	-	21,675,301	-	21,675,301
Depreciation on Revaluation Surplus	-	4,874,250	(4,874,250)	-
Other Comprehensive income/(Loss)	-	124,683	-	124,683
Cash Dividend 2020-2021	-	(20,390,881)	-	(20,390,881)
Balance as at March 31, 2022	613,651,500	27,751,160	468,628,108	1,110,030,768
Sd/- Chief Financial Officer	Sd/- Company Secretary	Sd/- Director	Sd/- Director	Sd/- Managing Director

Date: 18 April 2023

Interim condensed statement of cash flows (un-audited) For the quarter ended 31 March 2023

Notes	Amount in Tk.			
	July 22 - March 23	July 21 - March 22		
A. Cash flows from operating activities:				
Cash received from customer	883,085,813	735,157,334		
Cash paid to suppliers, employees and others	(709,090,046)	(743,627,237)		
Cash generated/used in operations	173,995,767	(8,469,903)		
Cash received from Other income	231,849	426,547		
Financing expenses	(57,729,801)	-		
Income Tax Paid	(29,157,131)	(31,007,455)		
Net cash used in operating activities	87,340,684	(39,050,811)		
B. Cash flow from investing activities:				
Purchase of property, plant and equipment	(2,336,164)	(22,128,836)		
Disposal of shares	-	-		
Net cash used in investing activities	(2,336,164)	(22,128,836)		
Cash flow from financing activities:				
Long Term Loan	207,006,822	5,904,745		
Short Term Loan	(292,228,083)	(30,617,917)		
Bank Overdraft	(1,954,209)	(15,432,875)		
Financing Cost Paid	-	(45,414,598)		
Cash Dividend	(1,825,008)	(20,390,881)		
Other finance- Inter company	-	171,378,179		
Net cash from financing activities	(89,000,478)	65,426,653		
Net cash inflow / (outflow) (A+B+C)	(3,995,957)	4,247,006		
Cash and cash equivalent at the beginning	13,964,956	26,282,670		
Cash and cash equivalent at the closing	9,968,999	30,529,676		
Sd/- Chief Financial Officer	Sd/- Company Secretary	Sd/- Director	Sd/- Director	Sd/- Managing Director

Date: 18 April 2023

Noted to the Financial Statements (un-audited) For the 3rd quarter ended 31 March 2023

1.0 Selected Explanatory Notes
These financial statements have been prepared in line with accounting policies for the period ended 31 December 2022 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.	
	31 March 2023	30 June 2022
Fixed asset at cost/ Revaluation Opening	1,298,341,659	1,275,754,445
Add: Addition	2,336,164	22,587,214
	1,300,677,823	1,298,341,659
Less: Accumulated depreciation		
Opening balance	282,831,985	244,547,731
Charged during the interim period	24,545,090	31,785,256
Depreciation on revaluation Surplus	4,874,250	6,498,999
Total Accumulated depreciation/Revaluation Surplus	312,251,325	282,831,986
Written down value 31.03.2023	988,426,498	1,015,509,672

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

4.0 Property, Plant & Equipment:

Opening Balance	824,901	877,876
(Decrease)/Increase of Share price (Note- 5.01)	(37,840)	(52,975)
	787,062	824,901

5.0 Investment in share

	Amount in Tk.	
	31 March 2023	30 June 2022
Investments in Marketable Share is valued at Market price that prevailed on the reporting date. Related gain/(loss) is recognised through Other Comprehensive Income.		
Number of Share	75,679	75,679
Cost per share	9.47	9.47
Total cost (Tk.)	716,928	716,928
Market Price per share	10.40	10.90
Total Market Price (Tk.)	787,062	824,901

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	10.40	787,062
75,679	9.47	716,928	10.90	824,901

6.0 Inventories

Raw Materials	255,497,762	237,621,043
Work- In-Process (WIP)	82,513,855	79,858,260
Finished goods	42,278,893	43,697,285
Stock of spare parts	35,911,517	40,236,340
	416,202,027	401,412,927

7.0 Accounts Receivable

First Party	84,629,604	77,960,850
Third party	82,619,766	89,035,160
In-house Party	23,349,683	36,036,034
Corporate Party	98,277,349	95,251,293
	288,876,402	298,283,337

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-23	31-Mar-22
Deshbandhu Sugar Mills Ltd.	Share Holder	Short Term Funding	Nil	Nil
		AR	Dr. 12,224,308	Dr. 34,031,023
Deshbandhu Cement Mills Ltd.	Common Directors	Short Term Nil	Nil	Nil
		AR	Dr. 10,830,025	Dr. 14,184,888
Commodities Trading Company	Common Directors	Short Term Nil	Nil	Nil
		AR	Nil	Dr. 1,622,187
Deshbandhu Packaging Ltd.	Common Directors	Short Term Nil	Nil	Nil
		AR	Cr. 4,32,000	Dr. 6,451,098
Deshbandu Consumer & Agro Products Ltd.	Common Directors	Short Term Nil	Nil	Nil
		AR	Nil	Dr. 819,689
M R Trading	Common Directors	Short Term Funding	Nil	Nil
		AR	Nil	Dr. 1,393,700
Sahera Auto Rice Mills Ltd.	Common Directors	Short Term Nil	Nil	Nil
		AR	Dr. 7,27,350	Dr. 1,125,563
Deshbandhu Food & Beverage Ltd.	Common Directors	Short Term Nil	Nil	Nil
		AR	Nil	Dr. 589,680

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

8.0 Cash and Cash Equivalents

Cash in hand	484,240	643,508
Cash at banks (BDT)	4,828,239	8,844,572
Cash at banks (foreign currency converted to BDT)	1,300,005	1,134,800
Fixed deposit receipts	3,356,516	3,342,077
	9,968,999	13,964,956

9.0 Short term loan

Short Term Loan	177,027,202	385,702,726
Acceptance liabilities under letter of credit	53,696,482	166,642,525
	230,723,683	552,345,251

Note: these includes current portion of long term bank liabilities

10.0 Other Payables and Provisions

Payable for VAT & Tax	1,392,234	1,561,525
Provisions:		
Audit Fees	100,000	125,000
Electricity Bill	3,955,646	2,506,690
Factory Salary	7,729,786	4,826,541
Head Office Salary	975,471	997,388
Income Tax:		
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	5,243,464	-
	59,212,977	50,423,520

11.0 Income Tax

	July 22 - March 23	July 21 - March 22	January 23 - March 23	January 22 - March 22
Current Tax	(5,243,464)	(7,085,698)	(1,313,274)	(1,557,222)
Deferred Tax Income	71,151	2,212,524	1,399,522	827,503
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