

Deshbandhu Polymer Limited

2nd Quarter Un-audited
Financial Statements for the
Period ended on 31st December 2024

Deshbandhu Polymer Limited			
Statement of Financial Position (Unaudited)			
As at 31st December 2024			
Particulars	Notes	Amount in BDT	
		31 Dec 2024	30 Jun 2024
Assets			
Non-Current Assets			
Property, Plant & Equipment	4.00	963,288,234	982,970,821
Investment in share	5.00	628,136	628,136
		963,916,370	983,598,957
Current Assets:			
Inventories	6.00	417,071,965	447,662,813
Inventory in Transit	6.01	144,350,600	158,582,120
Accounts Receivable	7.00	554,711,676	547,245,882
Advance, Deposit and Prepayments		424,058,900	409,987,851
Cash and Cash Equivalents	8.00	17,417,456	13,484,909
		1,557,610,597	1,576,963,575
Total Assets		2,521,526,967	2,560,562,532
Equity and Liabilities			
Shareholders' Equity			
Share Capital		613,651,500	613,651,500
Revaluation Surplus		461,154,259	464,403,759
Retained Earnings		(20,723,121)	58,032,076
		1,054,082,638	1,136,087,335
Non-Current Liabilities			
Deferred Tax Liability		151,869,062	150,786,114
Long Term Loan		872,451,133	599,198,476
		1,024,320,195	749,984,590
Current Liabilities			
Bank Overdraft		236,197,254	231,240,614
Current portion of Long Term Loan		6,679,911	289,797,000
Short Term Loan	9.00	55,401,462	59,895,095
Accounts Payable		57,250,847	1,117,533
Other Payables and Provisions	10.00	59,500,161	64,507,688
Share Money Refundable		14,914,500	14,924,500
Unclaimed/Undistributed Dividend Account		8,477,092	8,477,092
Worker's Profit Participation Fund		4,702,907	4,531,086
		443,124,134	674,490,608
Total Current and Non Current Liabilities		1,467,444,329	1,424,475,198
Total Equity and Liabilities		2,521,526,967	2,560,562,533

Net Asset Value (NAV) per share

14.00

17.18

18.51

The annexed notes form an integral part of these financial statements


Chief Financial Officer


Company Secretary


Director


Managing Director

The annexed Notes form an integral part of Financial statement

Dated : Dhaka

29th January 2025

Deshbandhu Polymer Limited
Statement of Profit or Loss and Other Comprehensive Income
For the period ended 31st December 2024 (Unaudited)

Particulars	Notes	Amount BDT			
		Jul to Dec 24	Jul to Dec 23	Oct-Dec,2024	Oct-Dec,2023
Revenue		93,777,218	504,460,691	46,874,214	243,110,131
Cost of Goods Sold		(140,421,721)	(448,907,198)	(70,234,073)	(215,039,513)
Gross profit		(46,644,503)	55,553,493	(23,359,859)	28,070,618
Operating Expenses					
Administrative Expenses		(5,189,864)	(5,986,670)	(2,872,271)	(2,665,630)
Selling & Distribution Expenses		(4,399,052)	(2,944,893)	(2,165,599)	(462,243)
Total Operating Expenses		(9,588,916)	(8,931,563)	(5,037,870)	(3,127,873)
Operating profit		(56,233,419)	46,621,930	(28,397,729)	24,942,745
Financing Cost		(32,535,837)	(32,895,869)	(17,942,187)	(18,320,742)
Other Income		5,681,611	274,140	2,025,490	67,390
Profit/(loss) before WPPF and Income Tax		(83,087,645)	14,000,201	(44,314,426)	6,689,393
Provision for Contribution to WPPF			(666,676)		(318,543)
Profit/(loss) before Tax		(83,087,645)	13,333,525	(44,314,426)	6,370,850
Income Tax (Expenses)/Income					
Current Tax	11.00	(596,753)	(4,647,950)	(293,398)	(2,274,193)
Deferred Tax	12.00	1,679,701	1,331,346	1,679,701	676,515
		1,082,948	(3,316,604)	1,386,303	(1,597,678)
Profit after tax for the year		(82,004,697)	10,016,921	(42,928,123)	4,773,172
Other Comprehensive income/(Loss)		145,744	228,991		228,991
Foreign Currency Fluctuation (Loss)/Gain		-	-	-	-
Total Comprehensive income for the year		(81,858,953)	10,245,912	(42,928,123)	5,002,163

Earning per share of Tk. 10.00 each 15.00 (1.34) 0.17 (0.70) 0.08


Chief Financial Officer


Company Secretary


Director


Director


Managing Director

The annexed Notes form an integral part of Financial statement

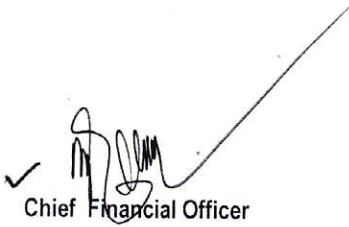
Dated : Dhaka
28th January 2025

Deshbandhu Polymer Limited
Statement of Changes in Equity
For the period ended 31 December 2024

Amount in BDT

Particulars	Share Capital	Retained earnings	Revaluation Surplus	Total
Opening Balance as at 01 July 2024	613,651,500	58,032,076	464,403,759	1,136,087,335
Net profit after tax for the year	-	(82,004,697)	-	(82,004,697)
Depreciation on Revaluation Surplus	-	3,249,500	(3,249,500)	-
Deferred tax impact on depreciation charge relating to revalued surplus	-	-	-	-
Balance as at 31 December 2024	613,651,500	(20,723,121)	461,154,259	1,054,082,638

The annexed notes form an integral part of these financial statements


Chief Financial Officer


Company Secretary


Director


Director

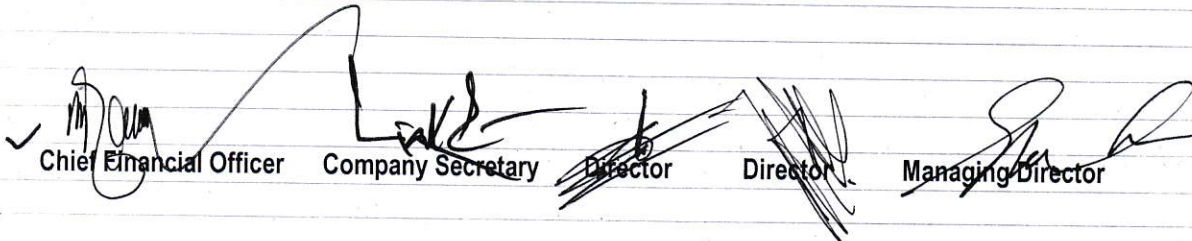

Managing Director

Dated : Dhaka
29th January 2025

Deshbandhu Polymer Limited
Statement of Cash Flows
For the period ended 31st December 2024

Particulars	Note	Amount in BDT	
		Jul to Dec 24	Jul to Dec 23
A. Cash Flows From Operating activities:			
Cash received from customer		86,311,424	479,789,934
Cash paid to suppliers, employees and others		(138,692,432)	(434,503,026)
Cash generated/used in operations		(52,381,008)	45,286,908
Cash received from Other income		5,681,611	274,140
Financing Cost Paid		(32,535,837)	(23,929,615)
Income Tax Paid		-	(1,871,860)
Net Cash used in Operating activities	13.00	(79,235,234)	19,759,573
B. Cash Flow From Investing activities:			
Purchase of property, plant and equipment		-	(976,650)
Disposal of shares		-	-
Net Cash used in Investing activities		-	(976,650)
C. Cash Flow From Financing activities:			
Long Term Loan		82,704,774	6,548,188
Short Term Loan		(4,493,633)	(22,276,214)
Bank Overdraft		4,956,640	(879,270)
Unclaimed Dividend		-	(11,687,447)
Net Cash From Financing activities		83,167,781	(28,294,743)
Net Cash inflow / (outflow) (A+B+C)		3,932,547	(9,511,820)
Cash and Cash equivalent at the beginning		13,484,909	29,426,088
Cash and Cash Equivalent at the closing		17,417,456	19,914,268
Cash and Cash Equivalent at the closing:			
Cash in Hand		1,698,569	8,510,960
Cash at Banks		15,718,887	11,403,307
		17,417,456	19,914,267
Net Operating Cash Flow Per Share	16.00	(1.29)	0.32

The annexed notes form an integral part of these financial statements.


Chief Financial Officer Company Secretary Director Director Managing Director

Dated : Dhaka
29th January 2025

Deshbandhu Polymer Limited
Notes to the Accounts (Unaudited)
As on and the period ending 31st December 2024

1.00 Selected explanatory notes

These financial statements have been prepared in line with accounting policies for the period ended 31st December 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.

2.00 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) & International Accounting Standards (IAS) as adopted in Bangladesh, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

3.00 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 plus proportionate labor & overhead.

4.00 Property, plant & equipment:

Fixed asset at Cost/Revaluation Opening

Addition during the interim period

Cost/Revaluation of Fixed Assets

Less: Accumulated depreciation

Accumulated depreciation Opening

Charged during the interim period

Charged for Revaluation

Total Accumulated depreciation

Written down value as at 31.12.2024

5.00 Investment in share

Opening Balance on 01.07.2024

(Decrease)/Increase of Share price

Closing balance as at 31.12.2024

5.01 EXIM Bank Ltd.

No of Shares	Cost per share	Market Price per share
75,679	9.47	10.40

Taka	Taka
31-Dec-24	31-Dec-23

1,344,513,372	1,344,513,372
-	739,357,777
1,344,513,372	2,083,871,149

361,542,550	(325,564,974)
16,433,088	-
3,249,500	(16,247,499)
381,225,138	(341,812,473)

963,288,234	1,742,058,676
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787,062	787,062
-	-
787,062	787,062

Total Market price (Tk.)	Total Market price (Tk.)
787,062	787,062

6.00 Inventory

Raw materials

Work in process (WIP)

Finished goods

Spare parts

Total

257,657,395	225,739,991
79,980,500	83,851,173
41,583,650	39,327,556
37,850,420	37,326,263
417,071,965	386,244,983

6.01 Inventoris in Transit

144,350,600

	Taka	Taka
	31-Dec-24	31-Dec-23
7.00 Accounts Receivable		
First Party	150,894,536	65,040,014
Third party	23,045,890	45,315,086
Inhouse Party	16,870,500	21,368,836
Corporate Party	124,050,630	68,954,309
RM & others sales	239,850,120	112,160,138
Total	554,711,676	312,838,383

7.01 The company has Accounts receivable transactions with its following related party:

Company Name	Amount (Tk.)	Amount (Tk.)
Commodities Trading Company	1,650,032	1,650,032
Deshbandhu Sugar Mills Ltd.	1,020,500	5,514,271
Deshbandhu Consumer & Agro Products Ltd.	7,905,020	786,029
Deshbandhu Cement Mills Ltd	8,856,420	9,052,095
Deshbandhu Food & Beverage	250,400	157,680
Deshbandhu Packaging Ltd.	-	-
M.R.Trading	1,393,700	1,393,700
Sahera Auto Rice Mills Ltd.	2,750,400	2,815,029
Total	23,826,472	21,368,836

8.00 Cash and Cash Equivalents

Cash in Hand FO	1,548,375	5,484,484
Cash in Hand HO	150,194	3,026,476
Cash at Banks (Local Currency)	1,299,849	2,133,567
Cash at Banks (Foreign Currency)	1,296,856	1,296,856
Fixed Deposit Receipts	8,515,531	7,962,678
WPPF & WF	2,092,746	10,206
IPO	2,513,904	
Total	17,417,456	19,914,267

9.00 Short Term Loan

Acceptance liabilities under letter of credit		42,662,276
Bills Payables - Dhaka Bank Ltd.	55,401,462	36,644,540
Closing balance	55,401,462	79,306,816

10.00 Others Payable and Provisions

Other Payables	3,261,672	3,261,672
Provisions	56,238,489	67,370,856
Closing Balance	59,500,161	70,632,528

11.00 Current Tax Calculation

Profit before Tax	(83,087,645)	13,333,525
Add: Accounting Depreciation	19,682,587	19,730,078
Less: Tax Depreciation	(7,781,564)	9,823,850
Taxable income	(71,186,622)	23,239,753

Tax Charge @20 % (A)	(14,237,324)	4,647,951
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Gross Receipts

Revenue	93,777,218	504,460,691
Financing Income	5,681,611	274,140
	99,458,829	504,734,831
Tax Charge @ 0.60% (B)	596,753	3,028,409
Whichever is higher (A/B)		4,647,951

	Taka	Taka
	31-Dec-24	31-Dec-23
12.00 Deferred Tax Calculation		
Carrying WDV as per financial accounts	335,129,177	329,755,068
Carrying WDV as per tax base	(70,089,543)	(88,476,277)
Temporary difference at the end of the period	265,039,634	241,278,791
Tax Rate	20.00%	20.00%
Deferred tax liability (For Carrying)	53,007,927	48,255,758
Adjusted for Revaluation	-	-
Closing Deferred Tax liability 31 December , 2024	53,007,927	48,255,758
Deferred Tax liability 30 June 2024	54,687,628	(49,587,104)
(Increase)/Decrease in deferred tax liability	(1,679,701)	(1,331,346)
13.00 Cash Flows from Operating Activities under indirect method		
Profit before WPPF and Tax	(83,087,645)	14,000,201
Add Expenses Not Requiring Cash:		0
Depreciation	19,682,588	19,730,078
Foreign Currency Translation Loss/(Gain)	-	-
Other Adjustments:		
(Increase)/Decrease in Accounts Receivable	(7,465,794)	(24,670,758)
(Increase)/Decrease in Inventory	30,590,848	(18,756,293)
(Increase)/Decrease in Advances, Deposits and Prepayments	(14,071,049)	11,082,922
(Increase)/Decrease in Advances Tax paid	-	(1,871,860)
(Increase)/Decrease in Inventory in transit	14,231,520	9,963,182
Increase/(Decrease) in Accounts Payable	(50,529,034)	3,452,468
Increase/(Decrease) WPPF Disburse to beneficiary	-	666,676
Increase/(Decrease) in Other Payables	11,413,332	6,172,956
Cash flows from operating activities	(79,235,234)	19,769,572
14.00 Net Assets Value Per Share (NAVPS)		
Total Assets	2,521,526,967	3,269,285,705
Less: Non-current Liability	1,024,320,195	645,295,867
Less: Current Liability	443,124,134	696,667,441
	1,054,082,638	1,927,322,397
Weighted average number of shares outstanding during the period	61,365,150	61,365,150
Net Assets Value Per Share (NAVPS)	17.18	31.41
15.00 Earning per share (EPS)		
Net profit after tax for the period	(82,004,697)	10,245,911
Weighted average number of shares outstanding during the period	61,365,150	61,365,150
Earning Per Share of Tk. 10.00 each	(1.34)	0.17
16.00 Net Operating Cash Flow Per Shares (NOCFPS)		
Net cash used in operating activities	(79,235,234)	19,769,573
Weighted average number of shares outstanding during the period	61,365,150	61,365,150
Net Operating Cash Flow Per Shares (NOCFPS)	(1.29)	0.32
17.00 Significant Variance:		

During the 2nd quarter period ended on 31 December 2024, the Net Asset Value (NAV) per share of the Company decreased significantly. This decline was primarily attributed to a substantial reduction in current assets, which was due to income tax adjustments. As a result, current assets decreased compared to the same period in previous financial year.

The Earnings Per Share (EPS) also dropped notably as production and sales declined significantly compared to the same period last year. This downturn was primarily caused by an inadequate power supply and increased raw material costs. These challenges arose because the Company had to procure raw materials locally due to difficulties in opening Letters of Credit (LC) amid the US Dollar crisis. Consequently, production could not be increased to match the Company's capacity.

Furthermore, reduced cash inflows limited the Company's ability to purchase raw materials from the local market, where costs were prohibitively high. As a result, the Company was unable to secure purchase orders from key buyers such as BADC, BCIC, and other existing clients.