

Linde Bangladesh Limited

2nd Quarter 2016

Financial Statements as at and for the half year
ended 30 June 2016 (Unaudited)

Linde Bangladesh Limited

Statement of financial position (Unaudited)
As at 30 June 2016

	Note	30 June 2016 '000 Taka	31 December 2015 '000 Taka
Assets			
Property, plant and equipment	2	2,128,678	1,914,405
Intangible assets	3	30,886	34,618
Investment in subsidiaries	4	40	40
Advances, deposits and prepayments	5	70,824	49,094
Non-current assets		2,230,428	1,998,157
Inventories	6	890,602	652,561
Trade and other receivables	7	440,313	435,235
Advances, deposits and prepayments	5	248,751	193,001
Investment	8	10,000	60,000
Cash and cash equivalents	9	745,414	785,167
Current assets		2,335,080	2,125,964
Total assets		4,565,508	4,124,121
Equity			
Share capital		152,183	152,183
Revaluation reserve		20,174	20,174
General reserve		2,931,032	2,613,207
Other comprehensive income/(loss)		(14,054)	-
Total equity		3,089,335	2,785,564
Liabilities			
Employee benefits	10	125,617	121,962
Deferred tax liabilities	11	121,428	133,561
Other non-current liabilities	12	215,936	211,423
Non-current liabilities		462,981	466,946
Trade and other payables	13	767,964	719,398
Provision for expenses	14	90,988	69,968
Current tax liabilities	15	154,240	82,245
Current liabilities		1,013,192	871,611
Total liabilities		1,476,173	1,338,557
Total equity and liabilities		4,565,508	4,124,121

The annexed notes 1 to 17 form an integral part of these financial statements.



Chairman



Managing Director



Director



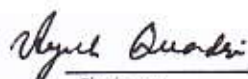
Chief Financial Officer
& Company Secretary

Linde Bangladesh Limited

Statement of profit or loss and other comprehensive income (Unaudited)
For the half year ended 30 June 2016

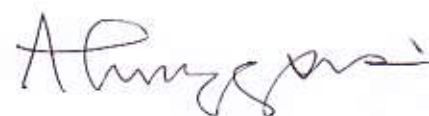
	Note	January to 30 June 2016 '000 Taka	January to 30 June 2015 '000 Taka	April to 30 June 2016 '000 Taka	April to 30 June 2015 '000 Taka
Revenue		2,151,735	1,935,160	1,069,965	1,020,998
Cost of sales		(1,109,300)	(1,133,261)	(558,818)	(582,592)
Gross profit		1,042,435	801,899	511,147	438,406
Other income/(loss)		(7,033)	14,273	(2,608)	11,142
Operating expenses		(360,050)	(497,042)	(188,295)	(340,393)
Profit from operations		675,352	319,130	320,244	109,155
Net finance income		8,957	9,602	4,969	4,792
Profit before WPPF Provision		684,309	328,732	325,213	113,947
Provision for WPPF		(34,215)	(16,436)	(16,260)	(5,697)
Profit before tax		650,094	312,296	308,953	108,250
Income tax expenses	17	(164,868)	(68,816)	(78,486)	(13,238)
Profit		485,226	243,480	230,467	95,012
Other comprehensive income/(loss)		(14,054)	-	(1,708)	-
Total comprehensive income for the period		471,172	243,480	228,759	95,012
Earnings per share:					
Basic and diluted earnings per share (par value Tk 10) in Taka		31.88	16.00	15.14	6.24

The annexed notes 1 to 17 form an integral part of these financial statements.


Chairman


Managing Director


Director



Chief Financial Officer
& Company Secretary

Linde Bangladesh Limited

Statement of changes in equity (Unaudited)
For the half year ended 30 June 2016

	Share capital '000 Taka	Revaluation reserve '000 Taka	Other comp. income/(loss) '000 Taka	General reserve '000 Taka	Total equity '000 Taka
Balance as at 1 January 2016	152,183	20,174	-	2,613,207	2,785,564
Payment of final dividend for 2015				(167,401)	(167,401)
Profit for the period	-	-	-	485,226	485,226
Recognised during the period	-	-	(14,054)	-	(14,054)
Balance as at 30 June 2016	152,183	20,174	(14,054)	2,931,032	3,089,335
Balance as at 1 January 2015	152,183	20,174	-	2,434,503	2,606,860
Payment of final dividend for 2014				(167,401)	(167,401)
Profit for the period	-	-	-	243,480	243,480
Balance as at 30 June 2015	152,183	20,174	-	2,510,582	2,682,939

Linde Bangladesh Limited

Statement of cash flow (Unaudited)
For the half year ended 30 June 2016

	30 June 2016	30 June 2015
<i>Note</i>	'000 Taka	'000 Taka
Cash flow from operating activities		
Cash receipts from customers	2,163,788	1,988,882
Other (payments)/receipts	-	5,123
Cash paid to suppliers and employees	(1,672,989)	(1,346,198)
Cash generated from operating activities	490,799	647,807
Income tax paid	(100,321)	(80,382)
<i>Net cash from operating activities</i>	390,478	567,425
Cash flow from investing activities		
Payment for acquisition of property, plant and equipment	(320,908)	(165,089)
Payment for acquisition of intangible assets	(728)	-
Proceeds from sale of property, plant and equipment	16	1,162
Investment matured in fixed deposit receipts	50,000	-
Interest received	8,790	9,602
<i>Net cash used in investing activities</i>	(262,830)	(154,325)
Cash flow from financing activities		
Dividend paid	(167,401)	(167,401)
<i>Net cash used in financing activities</i>	(167,401)	(167,401)
Net (decrease)/increase in cash and cash equivalents	(39,753)	245,699
Cash and cash equivalents as at 1 January	785,167	813,758
Cash and cash equivalents as at 30 June	745,414	1,059,457

Linde Bangladesh Limited

Notes to the Accounts as at and for the half year ended 30 June 2016 (Unaudited)

1. Selected explanatory note:

Linde Bangladesh Limited (the "Company") is a listed Company limited by shares and was incorporated in Bangladesh in 1973 under the Companies Act 1913. The Company became a listed entity in the year 1976 & 1996 in Dhaka Stock Exchange and Chittagong Stock Exchange respectively. The address of the registered office is 285 Tejgaon I/A, Dhaka 1208, Bangladesh. It is a direct subsidiary of The BOC Group Limited of United Kingdom. The entire shares of the BOC Group Limited is fully owned by Linde AG, a German Company.

The Company's principal activities are the manufacturing and supplying of industrial and medical gases, welding equipment and products, anesthesia and ancillary equipments. The Company also earns rentals from cylinders used by the customers and from vacuum insulated evaporators installed at customers premises.

	As at 30 June 2016 '000 Taka	As at 31 December 2015 '000 Taka
2. Property plant and equipment		
Opening balance	1,914,405	1,535,145
Addition during the quarter/period	295,599	725,142
Disposal during the quarter/period	(168)	(183,263)
Depreciation during the quarter/period	(81,158)	(162,619)
	<u>2,128,678</u>	<u>1,914,405</u>

3. Intangible assets

Opening balance	34,618	43,207
Addition during the quarter/period	728	472
Disposal during the quarter/period	-	(236)
Depreciation during the quarter/period	(4,460)	(8,825)
	<u>30,886</u>	<u>34,618</u>

Intangible assets represent application software related to information services. Application software have been recognised as intangible assets as per provisions of Bangladesh Accounting Standard 38.

4. Investment in subsidiaries

Bangladesh Oxygen Limited	20	20
BOC Bangladesh Limited	20	20
	<u>40</u>	<u>40</u>

This represents the Company's holding of 199 ordinary shares (out of 200 issued ordinary shares) of Tk 100 each in Bangladesh Oxygen Limited and 1999 ordinary shares (out of 2000 issued ordinary shares) of Tk 10 each in BOC Bangladesh Limited. The above noted subsidiaries suffered net loss amounted to Tk 60,000 each for the year ended 31 December 2015.

5. Advances, deposits and prepayments

Loans and advances to employees	54,713	57,172
Advances to suppliers	4,782	2,212
Deposits and prepayments	80,394	49,853
VAT current account	179,686	132,858
	<u>319,575</u>	<u>242,095</u>
Non-current	70,824	49,094
Current	248,751	193,001
	<u>319,575</u>	<u>242,095</u>

Above amounts are unsecured, but considered good.

	As at 30 June 2016 '000 Taka	As at 31 December 2015 '000 Taka
6. Inventories		
Raw materials	554,822	291,101
Finished goods	263,563	286,466
Goods in transit	-	-
Maintenance spares	158,328	155,061
Provision for inventory obsolescence	(86,111)	(80,067)
	890,602	652,561
In view of innumerable items of inventory and diversified units of measurement, it is not feasible to disclose quantities against each item.		
7. Trade and other receivables		
Trade receivables	364,399	373,909
Inter company receivable	40,453	33,216
Interest receivable	3,142	2,975
Other receivables	32,319	25,135
	440,313	435,235
8. Investment		
Investment in fixed deposit receipts	10,000	60,000
9. Cash and cash equivalents		
Cash in hand	3,509	2,319
Cash at bank	254,213	430,890
Fixed deposits with banks	487,692	351,958
	745,414	785,167
10. Employee benefits		
Gratuity scheme	120,864	116,104
Other employee benefits	4,753	5,858
	125,617	121,962
11. Deferred Tax		
At 1 January	133,561	115,775
Charge/(Release) during the quarter	(7,448)	17,786
Deferred tax on other comprehensive income/(loss)	(4,685)	-
	121,428	133,561
12. Other non-current liabilities		
Cylinder security deposit	215,936	211,423

Cylinder security deposit from customers is a liability of a continuing nature.

	As at 30 June 2016 '000 Taka	As at 31 December 2015 '000 Taka
13. Trade and other payables		
Trade payables	382,634	186,563
Inter company payables	168,148	320,080
Payables for capital items	44,606	69,915
Advances from customers	66,421	61,154
Unpaid dividends	69,985	69,985
Current account with subsidiaries	392	392
Others	17,039	11,309
Forward contract	18,739	-
	<u>767,964</u>	<u>719,398</u>
14. Provision for expenses		
Accrued expenses	22,070	15,775
Accrued employee benefits	34,274	53,807
Workers' profit participation fund	34,644	386
	<u>90,988</u>	<u>69,968</u>
15. Current tax liabilities		
Provision for tax	389,187	216,871
Advance income tax	(234,947)	(134,626)
	<u>154,240</u>	<u>82,245</u>
16. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	34,302	88,336
(b) Outstanding letter of credits	1,526,009	346,022
	<u>1,560,311</u>	<u>434,358</u>
17. Taxation	1 January to 30 June 2016	1 January to 30 June 2015
Current tax expenses	(172,316)	(69,172)
Deferred tax (expenses)/reversal	7,448	356
	<u>(164,868)</u>	<u>(68,816)</u>