

Linde Bangladesh Limited


3rd Quarter 2014


Financial Statements as at and for the Quarter  
ended 30 September 2014 (unaudited)

Linde Bangladesh Limited  
Statement of Financial Position  
As at 30 September 2014 (unaudited)

		30 September 2014 '000 Taka	31 December 2013 '000 Taka
	Note		
<b>Assets</b>			
<b>Non-current assets:</b>			
Property, plant and equipment	2	1,503,550	1,508,991
Intangible assets	3	38,436	43,781
Investment in subsidiaries	4	40	40
<b>Total non-current assets</b>		<b>1,542,026</b>	<b>1,552,812</b>
<b>Current assets:</b>			
Inventories	5	810,180	668,098
Trade debtors	6	424,010	380,830
Advances, deposits and prepayments	7	204,835	197,861
Cash and cash equivalents	8	553,289	708,272
<b>Total current assets</b>		<b>1,992,314</b>	<b>1,955,061</b>
<b>Total assets</b>		<b>3,534,340</b>	<b>3,507,873</b>
<b>Equity and Liabilities</b>			
<b>Shareholders' equity:</b>			
Share capital		152,183	152,183
Revaluation reserve		20,174	20,174
General reserve		2,254,296	2,286,138
<b>Total equity</b>		<b>2,426,653</b>	<b>2,458,495</b>
<b>Non-current liabilities:</b>			
Employee benefits	9	104,776	100,711
Deferred tax liabilities	10	121,809	127,531
Other non-current liabilities	11	203,260	186,794
<b>Total non-current liabilities</b>		<b>429,845</b>	<b>415,036</b>
<b>Current liabilities:</b>			
Trade creditors	12	80,723	70,602
Expense creditors and accruals	13	352,001	323,277
Sundry creditors	14	154,267	138,045
Provision for taxation (net of advance tax payment)		90,851	102,418
<b>Total current liabilities</b>		<b>677,842</b>	<b>634,342</b>
<b>Total liabilities</b>		<b>1,107,687</b>	<b>1,049,378</b>
<b>Total equity and liabilities</b>		<b>3,534,340</b>	<b>3,507,873</b>

The annexed notes 1 to 16 form an integral part of these financial statements.

  
Erphan Shehabul Matin  
Managing Director

  
M Nazmul Hossain  
Finance Director

## Linde Bangladesh Limited


## Statement of Profit or Loss and other Comprehensive Income

For the period ended 30 September 2014 (unaudited)

		January to 30 September 2014	January to 30 September 2013	July to 30 September 2014	July to 30 September 2013
	Note	'000 Taka	'000 Taka	'000 Taka	'000 Taka
Revenue		2,900,117	3,016,777	986,427	971,313
Cost of sales		(1,743,142)	(1,930,912)	(592,464)	(608,572)
Gross profit		1,156,975	1,085,865	393,963	362,741
Operating expenses		(573,809)	(508,950)	(198,442)	(175,751)
Profit from operations		583,166	576,915	195,521	186,990
(Loss)/Gain on disposal of property, plant and equipment		(279)	79,905	(232)	2,017
Interest income, net		20,698	24,744	4,026	17,800
Profit before taxation		603,585	681,564	199,315	206,807
Taxation	16	(163,660)	(189,273)	(54,336)	(57,853)
Net profit for the period		439,925	492,291	144,979	148,954
Earnings per share:					
Basic earnings per share (par value Tk10) in Taka		28.91	32.35	9.53	9.79

The annexed notes 1 to 16 form an integral part of these financial statements.

  
 Erphan Shehabul Matin  
 Managing Director

  
 M Nazmul Hossain  
 Finance Director



Linde Bangladesh Limited  
Statement of Changes in Equity  
For the period ended 30 September 2014 (unaudited)

	Share capital '000 Taka	Revaluation reserve '000 Taka	General reserve '000 Taka	Total '000 Taka
Balance as at 1 January 2013	152,183	20,174	2,019,010	2,191,367
Payment of final dividend for 2012	-	-	(167,401)	(167,401)
Payment of interim dividend for 2013	-	-	(304,366)	(304,366)
Profit earned during the period	-	-	492,291	492,291
Balance as at 30 September 2013	152,183	20,174	2,039,534	2,211,891
Balance as at 1 January 2014	152,183	20,174	2,286,138	2,458,495
Payment of final dividend for 2013	-	-	(167,401)	(167,401)
Payment of interim dividend for 2014	-	-	(304,366)	(304,366)
Profit earned during the period	-	-	439,925	439,925
Balance as at 30 September 2014	152,183	20,174	2,254,296	2,426,653

Linde Bangladesh Limited  
Statement of Cash Flow  
For the period ended 30 September 2014 (unaudited)

	January to 30 September 2014 '000 Taka	January to 30 September 2013 '000 Taka
Cash flow from operating activities		
Receipts from sales	2,856,937	2,949,059
Other receipts	33,067	(6,203)
Payments for supply of goods and services	(2,283,168)	(2,390,431)
Net interest received	17,249	8,930
Income tax paid	(180,949)	(155,552)
	<u>443,136</u>	<u>405,803</u>
Cash flow from investing activities		
Payment for acquisition property, plant and equipment	(126,956)	(136,590)
Proceeds from sale of property, plant and equipment	604	108,907
	<u>(126,352)</u>	<u>(27,683)</u>
Cash flow from financing activities		
Dividend paid	(471,767)	(471,767)
	<u>(471,767)</u>	<u>(471,767)</u>
Net increase in cash during the period	(154,983)	(93,647)
Opening cash and cash equivalents	708,272	411,930
Closing cash and cash equivalents	<u>553,289</u>	<u>318,283</u>

Linde Bangladesh Limited  
Notes to the Accounts  
For the period ended 30 September 2014 (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 and Chittagong Stock Exchanges Limited 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 September 2014 '000 Taka	As at 31 December 2013 '000 Taka
2. Property plant and equipment		
Opening balance	1,508,991	1,474,836
Addition during the period/year	118,133	661,673
Disposal during the period/year	(883)	(470,093)
Depreciation during the period/year	(122,691)	(157,425)
Closing balance	<u>1,503,550</u>	<u>1,508,991</u>

3. Intangible assets

Opening balance	43,781	48,238
Addition during the period/year	-	2,936
Amortization during the period/year	(5,345)	(7,393)
Closing balance	<u>38,436</u>	<u>43,781</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

Investment in Bangladesh Oxygen Limited and BOC Bangladesh Limited	<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.

5. Inventories

Raw materials	377,691	356,466
Finished goods	301,581	214,598
Goods in transit	18,754	403
Maintenance spares	112,154	96,631
	<u>810,180</u>	<u>668,098</u>



	As at 30 September 2014 '000 Taka	As at 31 December 2013 '000 Taka
<b>6. Trade debtors</b>		
Debtors exceeding six months	128,226	126,146
Debtors below six months	335,850	281,308
	464,076	407,454
Provision for debts considered doubtful	(40,066)	(26,624)
	<u>424,010</u>	<u>380,830</u>

As per policy of the Company where a debt, other than Healthcare business, is overdue by 90 days or 180 days, provision for doubtful debts is made at the rates of 50% and 100% respectively. For Healthcare, loss rate is applied on gross debtors to arrive at debtors provision.

**7. Advances, deposits and prepayments**

Loans and advances to employees	84,802	84,959
Advances to suppliers	3,690	11,911
Loan to Rajbari Enterprise Limited	5,506	5,254
Accrued interest on fixed deposit	4,735	1,286
Deposits and prepayments	38,253	28,417
VAT Current Account	67,849	66,034
	<u>204,835</u>	<u>197,861</u>

Above amounts are unsecured and considered good, of the total advances, deposits and prepayments Tk. 120,245 thousand (2013: Tk 103,553 thousand) is receivable within 12 months from the date of reporting.

**8. Cash and cash equivalents**

Cash in hand	1,677	2,036
Cash at bank	181,563	249,873
Fixed deposits with bank	370,049	456,363
	<u>553,289</u>	<u>708,272</u>

**9. Employee benefits**

Gratuity scheme:

Opening balance of Gratuity payable	100,711	87,892
Provision during the period/year	15,309	16,031
	116,020	103,923
Payment during the period/year	(11,244)	(3,212)
Closing balance	<u>104,776</u>	<u>100,711</u>

Gratuity payable represents total liabilities of the Company on account of employee Gratuity Scheme.

**10. Deferred Tax**

Opening balance	127,531	90,383
Charged during the period/year	(5,722)	37,148
	<u>121,809</u>	<u>127,531</u>

Deferred tax has been calculated in full in all temporary timing differences using effective tax rate for the company.

	As at 30 September 2014 '000 Taka	As at 31 December 2013 '000 Taka
<b>11. Other non current liability</b>		
Cylinder security deposit	203,260	186,794
Cylinder security deposit from customers is a liability of continuing nature.		
<b>12. Trade creditors</b>		
Payable to vendors	80,723	70,602
Trade creditors are unsecured and payable within 1-2 months.		
<b>13. Expense creditors and accruals</b>		
Salaries, wages and retirement benefits	39,281	49,762
Technical assistance fee	83,735	67,319
Accrued expenses	8,766	9,431
Other creditors	189,146	144,050
Workers' profit participation fund	31,073	52,715
	352,001	323,277
<b>14. Sundry creditors</b>		
Capital items	700	9,539
Deposit and advance from customers	69,095	52,494
Unpaid dividends	66,631	55,903
Others	17,841	20,109
	154,267	138,045
<b>15. Bank guarantees and commitments</b>		
(a) Bank guarantees provided to customers, utility services and disputed VAT	49,041	55,477
(b) Outstanding letter of credits	578,112	515,603
	627,153	571,080
	01/Jan/2014 to 30/Sep/2014 '000 Taka	01/Jan/2013 to 30/Sep/2013 '000 Taka
<b>16. Taxation</b>		
Current tax expenses	(169,382)	(176,680)
Deferred tax expenses ( Note - 10)	5,722	(12,593)
	(163,660)	(189,273)