

Linde Bangladesh Limited

Half Year Results 2015

Financial Statements as at and for the half year
ended 30 June 2015 (Unaudited)


Linde Bangladesh Limited

Statement of Financial Position (Unaudited)

As at 30 June 2015

		30 June 2015 '000 Taka	31 December 2014 '000 Taka
	Notes		
Assets			
Non-current assets:			
Property, plant and equipment	2	1,549,978	1,535,145
Intangible assets	3	39,025	43,207
Investment in subsidiaries	4	40	40
Total non-current assets		1,589,043	1,578,392
Current assets:			
Inventories	5	710,304	727,924
Trade debtors	6	414,123	467,845
Advances, deposits and prepayments	7	238,750	218,509
Cash and cash equivalents	8	1,059,457	813,758
Total current assets		2,422,634	2,228,036
Total assets		4,011,677	3,806,428
Equity and Liabilities			
Shareholders' equity:			
Share capital		152,183	152,183
Revaluation reserve		20,174	20,174
General reserve		2,510,582	2,434,503
Total equity		2,682,939	2,606,860
Non-current liabilities:			
Employee benefits	9	132,069	183,864
Deferred tax liabilities	10	115,419	115,775
Other non-current liabilities	11	220,461	207,116
Total non-current liabilities		467,949	506,755
Current liabilities:			
Trade creditors	12	73,386	62,294
Expense creditors and accruals	13	570,981	343,650
Sundry creditors	14	123,289	182,527
Provision for taxation (net of advance tax payment)		93,133	104,342
Total current liabilities		860,789	692,813
Total liabilities		1,328,738	1,199,568
Total equity and liabilities		4,011,677	3,806,428

The annexed notes 1 to 18 form an integral part of these financial statements.


 Erphan Shehabul Matin
 Managing Director


 Md Anisuzzaman
 Chief Financial Officer

Linde Bangladesh Limited

Statement of Profit or Loss and other Comprehensive Income (unaudited)

For the quarter and half year ended 30 June 2015

		January to 30 June 2015	January to 30 June 2014	April to 30 June 2015	April to 30 June 2014
	Notes	'000 Taka	'000 Taka	'000 Taka	'000 Taka
Revenue		1,935,160	1,913,690	1,020,998	992,737
Cost of sales		(1,133,261)	(1,150,678)	(582,592)	(593,922)
Gross profit		801,899	763,012	438,406	398,815
Operating expenses		(513,478)	(377,184)	(346,090)	(193,673)
Profit from operations		288,421	385,828	92,316	205,142
Other income/(loss)	16	14,273	1,770	11,142	1,372
Interest income, net		9,602	16,672	4,792	8,547
Profit before taxation		312,296	404,270	108,250	215,061
Taxation	17	(68,816)	(109,324)	(13,238)	(57,770)
Net profit for the period		243,480	294,946	95,012	157,291
Earnings per share:					
Basic earnings per share (par value Tk10)		16.00	19.38	6.24	10.34

The annexed notes 1 to 18 form an integral part of these financial statements.


Erphan Shehabul Matin
Managing Director

Md Anisuzzaman
Chief Financial Officer

Linde Bangladesh Limited

Statement of Cash Flow (unaudited)

For the quarter and half year ended 30 June 2015

	January to 30 June 2015 <u>'000 Taka</u>	January to 30 June 2014 <u>'000 Taka</u>
Cash flow from operating activities		
Receipts from sales	1,988,882	1,925,858
Other receipts/(payments)	5,123	14,600
Payments for supply of goods and services	(1,346,198)	(1,634,119)
Net interest received/(charged)	9,602	17,150
Income tax paid	(80,382)	(91,682)
	<u>577,027</u>	<u>231,807</u>
Cash flow from investing activities		
Payment for acquisition property, plant and equipment	(165,089)	(56,104)
Proceeds from sale of property, plant and equipment	1,162	580
	<u>(163,927)</u>	<u>(55,524)</u>
Cash flow from financing activities		
Dividend paid	(167,401)	(154,755)
	<u>(167,401)</u>	<u>(154,755)</u>
Net increase in cash during the period	245,699	21,528
Opening cash and cash equivalents	813,758	708,272
Closing cash and cash equivalents	<u>1,059,457</u>	<u>729,800</u>

Linde Bangladesh Limited

Statement of Changes in Equity (unaudited)

For the quarter and half year ended 30 June 2015

	<u>Share capital</u> <u>'000 Taka</u>	<u>Revaluation reserve</u> <u>'000 Taka</u>	<u>General reserve</u> <u>'000 Taka</u>	<u>Total</u> <u>'000 Taka</u>
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)
Profit earned during the period	-	-	294,946	294,946
Balance as at 30 June 2014	<u>152,183</u>	<u>20,174</u>	<u>2,413,683</u>	<u>2,586,040</u>
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 earned during the period	-	-	243,480	243,480
Balance as at 30 June 2015	<u>152,183</u>	<u>20,174</u>	<u>2,510,582</u>	<u>2,682,939</u>

Linde Bangladesh Limited

Notes to the Accounts for the half year ended 30 June 2015 (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 2015 000 Taka	As at 31 December 2014 000 Taka
2. Property plant and equipment		
Opening balance	1,535,145	1,508,991
Addition during the period/year	100,906	378,218
Disposal during the period/year	(1,944)	(187,533)
Depreciation during the period/year	(84,129)	(164,531)
	<u>1,549,978</u>	<u>1,535,145</u>

3. Intangible assets

At 1 January	43,207	43,781
Addition during the period/year	235	6,872
Amortisation during the period/year	(4,417)	(7,446)
Closing balance	<u>39,025</u>	<u>43,207</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 & BOC Bangladesh Limited	<u>40</u>	<u>40</u>
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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	334,874	381,176
Finished goods	267,365	242,070
Goods in transit	-	6,917
Maintenance spares	108,065	97,761
	<u>710,304</u>	<u>727,924</u>

In view of innumerable items of inventory and diversified units of measurement, it is not feasible to disclose quantities against each item.

Linde Bangladesh Limited

Notes to the Accounts for the half year ended 30 June 2015 (Unaudited)

	As at 30 June 2015 000 Taka	As at 31 December 2014 000 Taka
6. Trade debtors		
Debts exceeding six months	77,954	130,555
Debts below six months	366,787	366,226
	444,741	496,781
Provision for debts considered doubtful	(30,618)	(28,936)
	414,123	467,845

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	80,149	82,343
Advances to suppliers	2,212	7,054
Deposits and prepayments	58,697	53,631
Accrued interest on FDR	2,670	3,110
VAT	95,022	72,371
	238,750	218,509

Above amounts are unsecured and considered good.

8. Cash and cash equivalents

Cash in hand	2,253	2,237
Cash at bank	568,840	333,296
Fixed deposits with bank	488,364	478,225
	1,059,457	813,758

9. Employee benefits

Gratuity Scheme	132,069	183,864
	132,069	183,864
Gratuity scheme:		
Gratuity payable at 1 January	183,864	100,711
Provision during the period/year	6,687	97,573
	190,551	198,284
Payment during the period/year	(58,482)	(14,420)
	132,069	183,864

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

10. Deferred Tax

At 1 January	115,775	127,531
Charge /(Release) during the period/year for reversal of timing difference	(356)	(11,756)
	115,419	115,775

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

Linde Bangladesh Limited

Notes to the Accounts for the half year ended 30 June 2015 (Unaudited)

	As at 30 June 2015 000 Taka	As at 31 December 2014 000 Taka
11. Other non current liability		
Cylinder security deposit	220,461	207,116
Cylinder security deposit from customers is a liability of continuing nature.		
12. Trade creditors		
Payable to vendors	73,386	62,294
Trade creditors are unsecured and payable within 1-2 months.		
13. Expense creditors and accruals		
Salaries, wages and retirement benefits	54,173	46,960
Technical assistance fee	99,653	89,198
Accrued expenses	4,298	11,160
Other creditors	393,976	196,540
Workers' profit participation fund	18,881	(208)
	570,981	343,650
14. Sundry creditors		
Capital items	12,861	45,942
Deposit and advance from customers	44,234	52,456
Unpaid dividends	51,938	65,228
Others	14,256	18,901
	123,289	182,527
15. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	22,508	71,458
(b) Outstanding letter of credits	287,710	576,512
	310,218	647,970
16. Other income/(loss)		
Gain/(Loss) on disposal of fixed assets	(333)	(47)
Gain/(Loss) on foreign exchange revaluation	14,606	1,817
	14,273	1,770
17. Taxation		
Current tax expenses	(69,172)	(113,430)
Deferred tax expenses (Note 10) *	356	4,106
	(68,816)	(109,324)
18. Comparatives		

Previous year's figures and account titles in the financial statements have been rearranged and reclassified, wherever necessary for the purpose of comparison, without, however, creating any impact on the profit and value of assets and liabilities as reported in the financial statements for the current period.