

Linde Bangladesh Limited

Half Year Results 2013

Financial Statements as at and for the half year
ended 30 June 2013 (Unaudited)

Linde Bangladesh Limited

Statement of Financial Position (Unaudited)

As at 30 June 2013

	Note	30 June 2013 '000 Taka	31 December 2012 '000 Taka
Assets			
Non-current assets:			
Property, plant and equipment	2	1,450,666	1,474,837
Intangible assets	3	45,485	48,238
Investment in subsidiaries	4	40	40
Total non-current assets		1,496,191	1,523,115
Current assets:			
Inventories	5	638,391	805,766
Trade debtors	6	296,081	268,574
Advances, deposits and prepayments	7	168,064	172,509
Cash and cash equivalents	8	683,299	411,930
Total current assets		1,785,835	1,658,779
Total assets		3,282,026	3,181,894
Equity and Liabilities			
Shareholders' equity:			
Share capital		152,183	152,183
Revaluation reserve		20,174	20,174
General reserve		2,194,946	2,019,011
Total equity		2,367,303	2,191,368
Non-current liabilities:			
Employee benefits	9	91,046	87,892
Deferred tax liabilities	10	83,537	90,383
Other non-current liabilities	11	191,823	183,873
Total non-current liabilities		366,406	362,148
Current liabilities:			
Trade creditors	12	42,877	71,636
Expense creditors and accruals	13	245,848	281,130
Sundry creditors	14	101,963	191,539
Provision for taxation (net of advance tax payment)		157,629	84,073
Total current liabilities		548,317	628,378
Total liabilities		914,723	990,526
Total equity and liabilities		3,282,026	3,181,894

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 Comprehensive Income (Unaudited)
For the half year ended 30 June 2013

		January to 30 June 2013	January to 30 June 2012	April to 30 June 2013	April to 30 June 2012
	Note	'000 Taka	'000 Taka	'000 Taka	'000 Taka
Revenue		2,045,464	1,928,676	1,009,125	919,807
Cost of sales		(1,322,340)	(1,268,589)	(651,792)	(610,522)
Gross profit		723,124	660,087	357,333	309,285
Operating expenses		(333,199)	(301,758)	(159,346)	(142,226)
Profit from operations		389,925	358,329	197,987	167,059
Gain/(Loss) on disposal of property, plant and equipment		77,888	(225)	(54)	(117)
Interest income, net		6,944	30,443	6,803	15,565
Profit before taxation		474,757	388,547	204,736	182,507
Taxation	16	(131,419)	(104,656)	(57,787)	(48,115)
Net profit for the period		343,338	283,891	146,949	134,392
Earnings per share:					
Basic earnings per share (par value Tk10)		22.56	18.65	9.66	8.83

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 (Unaudited)
For the half year ended on 30 June 2013

	Share capital '000 Taka	Revaluation reserve '000 Taka	General reserve '000 Taka	Total '000 Taka
Balance as at 1 January 2012	152,183	20,174	1,993,048	2,165,405
Payment of final dividend for 2011			(152,183)	(152,183)
Profit earned during the period	-	-	283,891	283,891
Balance as at 30 June 2012	152,183	20,174	2,124,756	2,297,113
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)
Profit earned during the period	-	-	343,337	343,337
Balance as at 30 June 2013	152,183	20,174	2,194,946	2,367,303

Linde Bangladesh Limited

Statement of Cash Flow (Unaudited)
For the half year ended 30 June 2013

	January to 30 Jun 2013 '000 Taka	January to 30 Jun 2012 '000 Taka
Cash flow from operating activities		
Receipts from sales	2,017,957	1,920,094
Other receipts	(15,349)	3,590
Payments for supply of goods and services	(1,536,192)	(1,900,805)
Net interest received	5,265	36,303
Income tax paid	(64,711)	(64,317)
	<u>406,970</u>	<u>(5,135)</u>
Cash flow from investing activities		
Payment for acquisition property, plant and equipment	(74,200)	(90,350)
Proceeds from sale of property, plant and equipment	106,000	60
	<u>31,800</u>	<u>(90,290)</u>
Cash flow from financing activities		
Dividend paid	(167,401)	(117,851)
	<u>(167,401)</u>	<u>(117,851)</u>
Net increase in cash during the period	271,369	(213,276)
Opening cash and cash equivalents	411,930	779,306
Closing cash and cash equivalents	<u>683,299</u>	<u>566,030</u>

Linde Bangladesh Limited

Notes to the Accounts for the half year ended 30 June 2013 (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 June 2013 000 Taka	As at 31 December 2012 000 Taka
2. Property plant and equipment		
Opening balance	1,474,837	1,238,834
Addition during the period/year	74,346	554,700
Disposal during the period/year	(23,365)	(200,579)
Depreciation during the period/year	(75,152)	(118,119)
	<u>1,450,666</u>	<u>1,474,837</u>
3. Intangible assets		
At 1 January	48,238	3,676
Addition during the period/year	915	48,181
Amortization during the period/year	(3,668)	(3,619)
Closing balance	<u>45,485</u>	<u>48,238</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>
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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	338,250	427,694
Finished goods	159,338	219,470
Goods in transit	47,150	73,359
Maintenance spares	93,653	85,243
	<u>638,391</u>	<u>805,766</u>

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

Notes to the Accounts for the half year ended 30 June 2013 (Unaudited)

	As at 30 June 2013 000 Taka	As at 31 December 2012 000 Taka
6. Trade debtors		
Debts exceeding six months	138,902	97,373
Debts below six months	200,357	205,889
	339,259	303,262
Provision for debts considered doubtful	(43,178)	(34,688)
	<u>296,081</u>	<u>268,574</u>

Debtors provisions are made for bills overdue by 90 days and 180 days at the rates of 50% and 100 % respectively.

7. Advances, deposits and prepayments

Loans and advances to employees	75,323	77,882
Advances to suppliers	1,509	3,595
Loan to Rajbari Enterprise Limited	5,242	5,230
Accrued interest on fixed deposit	1,679	-
Deposits and prepayments	37,506	38,910
VAT Current Account	46,805	46,892
	<u>168,064</u>	<u>172,509</u>

Above amounts are unsecured and considered good, of the total advances, deposits and prepayments Tk. 98,606 thousand (2012: Tk 109,124 thousand) is receivable within 12 months from the date of reporting.

8. Cash and cash equivalents

Cash in hand	1,364	1,089
Cash at bank	226,875	410,841
Fixed deposits with bank	455,060	-
	<u>683,299</u>	<u>411,930</u>

9. Employee benefits

Gratuity scheme:

Gratuity payable at 1 January	87,892	85,538
Provision during the period/year	4,465	19,023
	92,357	104,561
Payment during the period/year	(1,311)	(16,669)
	<u>91,046</u>	<u>87,892</u>

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

10. Deferred Tax

At 1 January	90,383	92,976
Charged during the period/year	(6,846)	(2,593)
	<u>83,537</u>	<u>90,383</u>

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

11. Other non current liability

Cylinder security deposit	<u>191,823</u>	<u>183,873</u>
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Cylinder security deposit from customers is a liability of continuing nature.

Notes to the Accounts for the half year ended 30 June 2013 (Unaudited)

	As at 30 June 2013 000 Taka	As at 31 December 2012 000 Taka
12. Trade creditors		
Payable to vendors	42,877	71,636
Trade creditors are unsecured and payable within 1-2 months.		
13. Expense creditors and accruals		
Salaries, wages and retirement benefits	45,708	49,065
Technical assistance fee	63,894	50,930
Accrued expenses	18,584	40,913
Other creditors	97,061	105,459
Workers' profit participation fund	20,601	34,763
	<u>245,848</u>	<u>281,130</u>
14. Sundry creditors		
Capital items	700	4,830
Deposit and advance from customers	51,784	75,083
Unpaid dividends	36,964	38,556
Others	12,515	73,070
	<u>101,963</u>	<u>191,539</u>
15. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	53,419	92,190
(b) Outstanding letter of credits	743,110	495,438
	<u>796,529</u>	<u>587,628</u>
	01/Jan/2013 to 30/Jun/2013 000 Taka	01/Jan/2012 to 30/Jun/2012 000 Taka
16. Taxation		
Current tax expenses	(138,265)	(97,605)
Deferred tax expenses (Note - 10)	6,846	(7,051)
	<u>(131,419)</u>	<u>(104,656)</u>