

Linde Bangladesh Limited

1st Quarter 2019

Financial Statements as at and for the Quarter
ended 31 March 2019 (unaudited)

Linde Bangladesh Limited

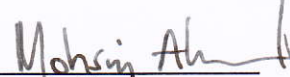
Statement of financial position (Unaudited)

As at 31 March 2019

		31 March 2019 '000 Taka	31 December 2018 '000 Taka
	Note		
Assets			
Non-current assets		3,606,345	3,548,014
Property, plant and equipment	2	3,506,254	3,445,462
Intangible assets	3	10,062	11,755
Investment in subsidiaries	4	40	40
Advances, deposits and prepayments	5	89,989	90,757
Current assets		3,602,259	3,301,233
Inventories	6	820,995	842,895
Trade and other receivables	7	645,747	618,969
Advances, deposits and prepayments	5	183,779	224,415
Investment	8	10,753	10,753
Cash and cash equivalents	9	1,940,985	1,604,201
Total assets		7,208,604	6,849,247
EQUITY AND LIABILITIES			
Shareholders' equity		4,751,854	4,472,691
Share capital		152,183	152,183
Other component of equity		17,566	16,069
General reserve/ Retained Earnings		4,582,105	4,304,439
Non-current liabilities		732,819	731,028
Employee benefits	10	150,857	155,465
Deferred tax liabilities	11	331,572	327,328
Other non-current liabilities	12	250,390	248,235
Current liabilities		1,723,930	1,645,529
Trade and other payables	13	1,436,922	1,413,550
Provision for expenses	14	125,553	145,717
Current tax liabilities	15	161,455	86,262
Total equity and liabilities		7,208,604	6,849,247

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


Chairman


Managing Director


Chief Financial Officer


Company Secretary


Linde Bangladesh Limited

Statement of profit or loss and other comprehensive income (Unaudited)

For the Period ended 31st March 2019

	Note	January to 31 March 2019 '000 Taka	January to 31 March 2018 '000 Taka
Revenue		1,425,477	1,323,224
Cost of sales		(812,007)	(752,330)
Gross profit		613,470	570,894
Other income/(loss)		318	(2,281)
Operating expenses		(210,880)	(210,837)
Profit from operations		402,908	357,776
Net finance income		7,619	5,250
Profit before WPPF Provision		410,527	363,026
Provision for WPPF		(20,484)	(18,109)
Profit before tax		390,043	344,917
Income tax expenses	17	(112,088)	(79,361)
Profit		277,954	265,556
Other comprehensive income/(loss)		1,497	-
Total comprehensive income for the period		279,451	265,556
Earnings per share:			
Basic and diluted earnings per share (par value Tk 10) in Taka		18.26	17.45

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


Chairman


Managing Director


Chief Financial Officer


Company Secretary

Linde Bangladesh Limited

Statement of changes in equity (Unaudited)

For the Period end 31st March 2019

	Share Capital '000 Taka	Other Component of Equity '000 Taka	General Reserve/ Retained Earnings '000 Taka	Total Equity '000 Taka
Balance as at 1 January 2019	152,183	16,069	4,304,151	4,472,403
Profit for the period	-		277,954	277,954
Other Comprehensive income		1,497	-	1,497
Balance as at 31st March 2019	152,183	17,566	4,582,105	4,751,854
Balance as at 1 January 2018	152,183	9,915	3,513,721	3,675,819
Profit for the period	-	-	265,556	265,556
Balance as at 31st March 2018	152,183	9,915	3,779,277	3,941,375

Linde Bangladesh Limited

Statement of cash flow (Unaudited)
For the Period ended 31st March 2019

	31 March 2019 Note '000 Taka	31 March 2018 '000 Taka
Cash flow from operating activities		
Cash receipts from customers	1,428,780	1,247,742
Cash paid to suppliers and employees	(930,415)	(1,027,802)
Cash generated from operating activities	498,365	219,940
Income tax paid	(36,895)	(43,707)
Net cash from operating activities	461,470	176,233
Cash flow from investing activities		
Payment for acquisition of property, plant and equipment	(133,208)	(95,541)
Payment for acquisition of intangible assets	-	-
Proceeds from sale of property, plant and equipment	-	-
Investment matured in fixed deposit receipts	-	(97)
Interest received	8,522	4,638
Net cash used in investing activities	(124,686)	(91,000)
Cash flow from financing activities		
Dividend paid	-	-
Net cash used in financing activities	-	-
Net (decrease)/increase in cash and cash equivalents	336,784	85,233
Cash and cash equivalents as at 1 January	1,604,201	1,132,336
Cash and cash equivalents as at 31 March	1,940,985	1,217,569

Linde Bangladesh Limited

Notes to the Accounts as at and for the Period ended 31st March 2019 (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 31-Mar 2019 '000 Taka	As at 31 December 2018 '000 Taka
2. Property plant and equipment		
Opening balance	3,445,462	3,218,638
Addition during the quarter/period	132,440	743,376
Disposal during the quarter/period	(263)	(236,487)
Depreciation during the quarter/period	(69,639)	(280,065)
	3,508,000	3,445,462

3. Intangible assets

Opening balance	11,755	18,699
Addition during the quarter/period	-	-
Disposal during the quarter/period	-	-
Depreciation during the quarter/period	(1,693)	(6,944)
	10,062	11,755

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. Intangible assets are amortised on a straight line basis over the estimated useful lives. ERP software is amortised @ 12.5% & other software is amortised @ 25%.

4. Investment in subsidiaries

Bangladesh Oxygen Limited	20	20
BOC Bangladesh Limited	20	20
	40	40

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 23,000 each for the period ended 31 March 2019.

5. Advances, deposits and prepayments

Loans and advances to employees	72,215	68,993
Advances to suppliers	478	427
Deposits and prepayments	119,070	154,051
VAT current account	82,005	91,701
	273,768	315,172
Non-current	89,989	90,757
Current	183,779	224,415
	273,768	315,172

Above amounts are unsecured, but considered good.

	As at 31-Mar 2019 '000 Taka	As at 31 December 2018 '000 Taka
6. Inventories		
Raw materials	355,111	361,162
Finished goods	350,331	356,084
Goods in transit	20,925	34,532
Maintenance spares	159,746	157,419
Provision for inventory obsolescence	(65,118)	(66,302)
	820,995	842,895
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	592,103	582,082
Inter company receivable	11,135	8,121
Interest receivable	3,462	4,365
Other receivables	39,047	24,401
	645,747	618,969
8. Investment		
Investment in fixed deposit receipts	10,753	10,753
9. Cash and cash equivalents		
Cash in hand	470	357
Cash at bank	432,337	403,188
Fixed deposits with banks	1,508,178	1,200,656
	1,940,985	1,604,201
10. Employee benefits		
Gratuity scheme	122,835	127,443
Other employee benefits	28,022	28,022
	150,857	155,465
11. Deferred Tax		
At 1 January	327,328	299,171
Charge/(Release) during the quarter	3,841	29,302
Others adjustments	403	(1,145)
	331,572	327,328
12. Other non-current liabilities		
Cylinder security deposit	250,390	248,235

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

	As at 31-Mar 2019 '000 Taka	As at 31 December 2018 '000 Taka
13. Trade and other payables		
Trade payables	158,750	81,549
Inter company payables	425,397	486,403
Payables for capital items	20,416	21,184
Advances from customers	72,589	58,406
Unpaid dividends	82,349	82,349
Current account with subsidiaries	39	39
Others	677,382	683,620
	<u>1,436,922</u>	<u>1,413,550</u>
14. Provision for expenses		
Accrued expenses	58,456	41,591
Accrued employee benefits	46,613	32,298
Workers' profit participation fund	20,484	71,828
	<u>125,553</u>	<u>145,717</u>
15. Current tax liabilities		
Provision for tax	445,867	518,081
Advance income tax	(284,412)	(431,819)
	<u>161,455</u>	<u>86,262</u>
16. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	98,356	69,470
(b) Outstanding letter of credits	566,828	647,187
(c) Disputed tax other VAT related issues	12,996	12,996
	<u>678,180</u>	<u>729,653</u>
17. Taxation		
Current tax expenses	(108,247)	(82,609)
Deferred tax (expenses)/reversal	(3,841)	3,248
	<u>(112,088)</u>	<u>(79,361)</u>