

Linde Bangladesh Limited

2nd Quarter 2019

Financial Statements as at and for the half year
ended 30 June 2019 (Unaudited)

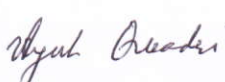
Linde Bangladesh Limited

Statement of financial position (Unaudited)

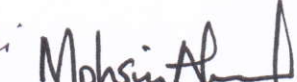
As at 30 June 2019

		30 June 2019	31 December 2018
	Note	'000 Taka	'000 Taka
Assets			
Non-current assets		3,586,480	3,548,014
Property, plant and equipment	2	3,466,295	3,445,462
Intangible assets	3	8,390	11,755
Investment in subsidiaries	4	40	40
Advances, deposits and prepayments	5	111,755	90,757
Current assets		3,393,508	3,301,233
Inventories	6	921,568	842,895
Trade and other receivables	7	630,386	618,969
Advances, deposits and prepayments	5	142,806	224,415
Investment	8	970,471	10,753
Cash and cash equivalents	9	728,277	1,604,201
Total assets		6,979,988	6,849,247
Equity and liabilities			
Shareholders equity		4,464,165	4,472,691
Share capital		152,183	152,183
Other Component of Equity		18,860	16,069
General reserve/ Retained Earnings		4,293,122	4,304,439
Non-current liabilities		758,870	731,028
Employee benefits	10	150,787	155,465
Deferred tax liabilities	11	358,110	327,328
Other non-current liabilities	12	249,973	248,235
Current liabilities		1,756,953	1,645,528
Trade and other payables	13	1,482,946	1,413,549
Provision for expenses	14	118,527	145,717
Current tax liabilities	15	155,480	86,262
Total equity and liabilities		6,979,988	6,849,247
Net Asset Value (NAV) per share		293.34	293.90

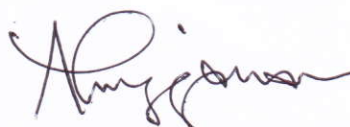
The annexed notes 1 to 17 form an integral part of these financial statements.



Chairman



Managing Director



Chief Financial Officer



Company Secretary

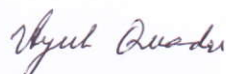
Linde Bangladesh Limited

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

For the half year ended 30 June 2019

	January to 30 June 2019	January to 30 June 2018	1st April to 30 June 2019	1st April to 30 June 2018
Note	'000 Taka	'000 Taka	'000 Taka	'000 Taka
Revenue	2,834,968	2,613,089	1,409,491	1,289,865
Cost of sales	(1,609,114)	(1,532,353)	(797,107)	(780,023)
Gross profit	1,225,854	1,080,736	612,384	509,842
Other income/(loss)	(5,803)	5,155	(6,121)	7,436
Operating expenses	(425,898)	(444,525)	(215,018)	(233,688)
Profit from operations	794,153	641,366	391,245	283,590
Net finance income	19,155	12,953	11,536	7,703
Profit before WPPF Provision	813,308	654,319	402,781	291,293
Provision for WPPF	(40,665)	(32,632)	(20,181)	(14,523)
Profit before tax	772,643	621,687	382,600	276,770
Income tax expenses	17 (213,275)	(156,688)	(101,187)	(77,327)
Profit	559,368	464,999	281,413	199,443
Other comprehensive income/(loss)	2,791	6,547	1,294	6,547
Total comprehensive income for the period	562,159	471,546	282,707	205,990
Earnings per share:				
Basic and diluted earnings per share (par value Tk 10) in Taka	36.76	30.56	18.49	13.11

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 Quarter end 30 June 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	4,304,439	4,472,691
Payment of final dividend for 2018			(570,685)	(570,685)
Profit for the period	-		559,368	559,368
Other Comprehensive income		2,791	-	2,791
Balance as at 30 June 2019	152,183	18,860	4,293,122	4,464,165
Balance as at 1 January 2018	152,183		3,523,636	3,675,819
Payment of final dividend for 2017			(213,056)	(213,056)
Profit for the period	-		464,999	464,999
Other Comprehensive income	-	6,547		6,547
Balance as at 30 June 2018	152,183	6,547	3,775,579	3,934,309

Linde Bangladesh Limited

Statement of cash flow (Unaudited)

For the quarter ended 30 June 2019

	30-Jun 2019 '000 Taka	30-Jun 2018 '000 Taka
<i>Note</i>		
Cash flow from operating activities		
Cash receipts from customers	2,868,022	2,694,068
Cash paid to suppliers and employees	(1,911,400)	(2,127,461)
Cash generated from operating activities	956,622	566,607
Income tax paid	(144,057)	(111,546)
Net cash from operating activities	812,565	455,061
Cash flow from investing activities		
Payment for acquisition of property, plant and equipment	(175,364)	(198,635)
Payment for acquisition of intangible assets	-	-
Proceeds from sale of property, plant and equipment	96	-
Investment made in fixed deposit receipts	(959,718)	(97)
Interest received	17,182	13,098
Net cash used in investing activities	(1,117,804)	(185,634)
Cash flow from financing activities		
Dividend paid	(570,685)	(213,056)
Net cash used in financing activities	(570,685)	(213,056)
Net (decrease)/increase in cash and cash equivalents	(875,924)	56,372
Cash and cash equivalents as at 1 January	1,604,201	1,132,336
Cash and cash equivalents as at 30 June	728,277	1,188,708

Linde Bangladesh Limited

Notes to the Accounts as at and for the Quarter ended 30 June 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 30 June 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	165,747	743,376
Disposal during the quarter/period	(498)	(236,487)
Depreciation during the quarter/period	(144,416)	(280,065)
	3,466,295	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	(3,365)	(6,944)
	8,390	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 40,250 each for the period ended 30 June 2019.

5. Advances, deposits and prepayments

Loans and advances to employees	78,173	68,993
Advances to suppliers	27,843	427
Deposits and prepayments	88,918	154,051
VAT current account	59,627	91,701
	254,561	315,172
Non-current	111,755	90,757
Current	142,806	224,415
	254,561	315,172

Above amounts are unsecured, but considered good.

	As at 30 June 2019 '000 Taka	As at 31 December 2018 '000 Taka
6. Inventories		
Raw materials	441,265	361,162
Finished goods	270,123	356,084
Goods in transit	122,969	34,532
Maintenance spares	154,097	157,419
Provision for inventory obsolescence	(66,886)	(66,302)
	921,568	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	553,597	582,082
Inter company receivable	14,552	8,121
Interest receivable	6,338	4,365
Other receivables	55,899	24,401
	630,386	618,969
8. Investment		
Investment in fixed deposit receipts	970,471	10,753
9. Cash and cash equivalents		
Cash in hand	15,931	357
Cash at bank	410,135	403,188
Fixed deposits with banks	302,211	1,200,656
	728,277	1,604,201
10. Employee benefits		
Gratuity scheme	121,865	127,443
Other employee benefits	28,922	28,022
	150,787	155,465
11. Deferred Tax		
At 1 January	327,328	299,171
Charge/(Release) during the quarter	29,852	29,302
Others adjustments	930	(1,145)
	358,110	327,328
12. • Other non-current liabilities		
Cylinder security deposit	249,973	248,235

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

	As at 30 June 2019 '000 Taka	As at 31 December 2018 '000 Taka
13. Trade and other payables		
Trade payables	176,411	81,548
Inter company payables	436,005	486,403
Payables for capital items	11,567	21,184
Advances from customers	67,668	58,406
Unpaid dividends	95,792	82,349
Current account with subsidiaries	39	39
Others	695,464	683,620
	1,482,946	1,413,549
14. Provision for expenses		
Accrued expenses	54,254	41,591
Accrued employee benefits	23,608	32,298
Workers' profit participation fund	40,665	71,828
	118,527	145,717
15. Current tax liabilities		
Provision for tax	521,042	518,081
Advance income tax	(365,562)	(431,819)
	155,480	86,262
16. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	100,158	69,470
(b) Outstanding letter of credits	733,939	647,187
(c) Disputed tax other VAT related issues	12,996	12,996
	847,093	729,653
17. Taxation	1 January to 30 June 2019 '000 Taka	1 January to 30 June 2018 '000 Taka
Current tax expenses	(183,422)	(144,418)
Deferred tax (expenses)/reversal	(29,852)	(12,270)
	(213,275)	(156,688)