

Linde Bangladesh Limited

1st Quarter 2017

Financial Statements as at and for the Quarter  
ended 31 March 2017 (Unaudited)

## Linde Bangladesh Limited

## Statement of financial position (Unaudited)

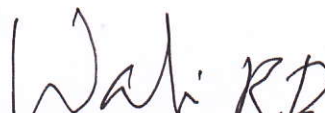
As at 31 March 2017


	Note	31 March 2017 '000 Taka	31 December 2016 '000 Taka
<b>Assets</b>			
Property, plant and equipment	2	2,950,133	2,543,935
Intangible assets	3	24,179	26,412
Investment in subsidiaries	4	40	40
Advances, deposits and prepayments	5	86,066	74,390
<b>Non-current assets</b>		<b>3,060,418</b>	<b>2,644,777</b>
Inventories	6	599,478	728,622
Trade and other receivables	7	553,053	487,824
Advances, deposits and prepayments	5	207,880	217,181
Investment	8	10,299	10,299
Cash and cash equivalents	9	1,149,625	1,391,203
<b>Current assets</b>		<b>2,520,335</b>	<b>2,835,129</b>
<b>Total assets</b>		<b>5,580,753</b>	<b>5,479,906</b>
<b>Equity</b>			
Share capital		152,183	152,183
General reserve		3,288,650	3,032,750
<b>Total equity</b>		<b>3,440,833</b>	<b>3,184,933</b>
<b>Liabilities</b>			
Employee benefits	10	128,844	139,007
Deferred tax liabilities	11	118,049	115,776
Other non-current liabilities	12	219,709	215,861
<b>Non-current liabilities</b>		<b>466,602</b>	<b>470,644</b>
Trade and other payables	13	1,326,826	1,469,690
Provision for expenses	14	112,791	136,055
Current tax liabilities	15	233,701	218,584
<b>Current liabilities</b>		<b>1,673,318</b>	<b>1,824,329</b>
<b>Total liabilities</b>		<b>2,139,920</b>	<b>2,294,973</b>
<b>Total equity and liabilities</b>		<b>5,580,753</b>	<b>5,479,906</b>

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

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer  
& Company Secretary

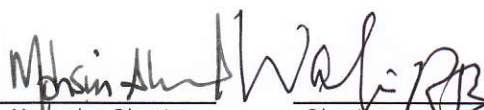
## Linde Bangladesh Limited

Statement of profit or loss and other comprehensive income (Unaudited)  
For the quarter ended 31 March 2017

	Note	31 March 2017 '000 Taka	31 March 2016 '000 Taka
Revenue		1,216,404	1,081,770
Cost of sales		(634,910)	(550,482)
Gross profit		581,494	531,288
Other income/(loss)		(8,104)	(4,425)
Operating expenses		(228,844)	(171,755)
Profit from operations		344,546	355,108
Net finance income		4,942	3,988
Profit before WPPF Provision		349,488	359,096
Provision for WPPF		(17,504)	(17,955)
Profit before tax		331,984	341,141
Income tax expenses	17	(85,998)	(86,382)
Profit		245,986	254,759
Other comprehensive income/(loss)		9,914	(12,346)
Total comprehensive income for the quarter		255,900	242,413
Earnings per share:			
Basic and diluted earnings per share (par value Tk 10) in Taka		16.16	16.74

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

  
Chairman

  
Managing Director

Director

  
Chief Financial Officer  
& Company Secretary

## Linde Bangladesh Limited

Statement of changes in equity (Unaudited)  
For the quarter ended 31 March 2017

	Share capital '000 Taka	Revaluation reserve '000 Taka	General reserve '000 Taka	Total equity '000 Taka
Balance as at 1 January 2017	152,183	-	3,032,750	3,184,933
Profit for the quarter	-	-	245,986	245,986
Other comprehensive income/(loss), net of tax			9,914	9,914
<b>Balance as at 31 March 2017</b>	<b>152,183</b>	<b>-</b>	<b>3,288,650</b>	<b>3,440,833</b>
Balance as at 1 January 2016	152,183	20,174	2,613,207	2,785,564
Profit for the quarter	-	-	254,759	254,759
Other comprehensive income/(loss), net of tax			(12,346)	(12,346)
<b>Balance as at 31 March 2016</b>	<b>152,183</b>	<b>20,174</b>	<b>2,855,620</b>	<b>3,027,977</b>

## Linde Bangladesh Limited

Statement of cash flow (Unaudited)  
For the quarter ended 31 March 2017

	31 March 2017 '000 Taka	31 March 2016 '000 Taka
<i>Note</i>		
<b>Cash flow from operating activities</b>		
Cash receipts from customers	1,150,340	1,056,259
Other (payments)/receipts	-	-
Cash paid to suppliers and employees	(767,657)	(668,931)
<b>Cash generated from operating activities</b>	<b>382,683</b>	<b>387,328</b>
Income tax paid	(71,913)	(68,829)
<b>Net cash from operating activities</b>	<b>310,770</b>	<b>318,499</b>
<b>Cash flow from investing activities</b>		
Payment for acquisition of property, plant and equipment	(557,507)	(174,019)
Payment for acquisition of intangible assets	-	(768)
Proceeds from sale of property, plant and equipment	304	16
Investment matured in fixed deposit receipts	-	50,000
Interest received	4,855	5,203
<b>Net cash used in investing activities</b>	<b>(552,348)</b>	<b>(119,568)</b>
<b>Cash flow from financing activities</b>		
<b>Net cash used in financing activities</b>	<b>-</b>	<b>-</b>
Net (decrease)/increase in cash and cash equivalents	(241,578)	198,931
Cash and cash equivalents as at 1 January	1,391,203	785,167
<b>Cash and cash equivalents as at 31 March</b>	<b>1,149,625</b>	<b>984,098</b>

## Linde Bangladesh Limited

## Notes to the Accounts as at and for the quarter ended 31 March 2017 (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 March 2017 '000 Taka	As at 31 December 2016 '000 Taka
2. Property plant and equipment		
Opening balance	2,543,935	1,914,405
Addition during the quarter/year	447,176	1,010,581
Disposal during the quarter/year	(235)	(179,188)
Depreciation during the quarter/year	(40,743)	(201,863)
	2,950,133	2,543,935

## 3. Intangible assets

Opening balance	26,412	34,618
Addition during the quarter/year	-	1,456
Disposal during the quarter/year	-	(728)
Depreciation during the quarter/year	(2,233)	(8,934)
	24,179	26,412

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

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 55,000 each for the year ended 31 December 2016.

## 5. Advances, deposits and prepayments

Loans and advances to employees	66,220	60,395
Advances to suppliers	4,737	4,737
Deposits and prepayments	112,615	103,936
VAT current account	108,460	120,589
Advance to Rajbari Enterprise Limited	1,914	1,914
	293,946	291,571
Non-current	86,066	74,390
Current	207,880	217,181
	293,946	291,571

Above amounts are unsecured, but considered good.

	As at 31 March 2017 '000 Taka	As at 31 December 2016 '000 Taka
<b>6. Inventories</b>		
Raw materials	300,875	406,290
Finished goods	224,091	229,380
Goods in transit	(6,894)	26,245
Maintenance spares	167,036	158,108
Provision for inventory obsolescence	(85,630)	(91,401)
	<u>599,478</u>	<u>728,622</u>
In view of innumerable items of inventory and diversified units of measurement, it is not feasible to disclose quantities against each item.		
<b>7. Trade and other receivables</b>		
Trade receivables	470,894	402,976
Inter company receivable	43,483	46,639
Interest receivable	3,936	3,849
Other receivables	34,740	34,360
	<u>553,053</u>	<u>487,824</u>
<b>8. Investment</b>		
Investment in fixed deposit receipts	10,299	10,299
<b>9. Cash and cash equivalents</b>		
Cash in hand	3,207	3,025
Cash at bank	278,079	421,835
Fixed deposits with banks	868,339	966,343
	<u>1,149,625</u>	<u>1,391,203</u>
<b>10. Employee benefits</b>		
Gratuity scheme	124,091	134,254
Other employee benefits	4,753	4,753
	<u>128,844</u>	<u>139,007</u>
<b>11. Deferred Tax</b>		
At 1 January	115,776	133,561
Charge/(Release) during the quarter	(1,032)	(14,480)
Deferred tax on other comprehensive income/(loss)	3,305	(3,305)
	<u>118,049</u>	<u>115,776</u>
<b>12. Other non-current liabilities</b>		
Cylinder security deposit	219,709	215,861

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

	As at 31 March 2017 '000 Taka	As at 31 December 2016 '000 Taka
13. Trade and other payables		
Trade payables	541,458	922,274
Inter company payables	631,167	276,604
Payables for capital items	16,155	127,616
Advances from customers	62,973	68,123
Unpaid dividends	74,782	74,782
Current account with subsidiaries	291	291
	<u>1,326,826</u>	<u>1,469,690</u>
14. Provision for expenses		
Accrued expenses	35,084	28,766
Accrued employee benefits	32,881	44,600
Workers' profit participation fund	44,826	62,689
	<u>112,791</u>	<u>136,055</u>
15. Current tax liabilities		
Provision for tax	421,739	334,709
Advance income tax	(188,038)	(116,125)
	<u>233,701</u>	<u>218,584</u>
16. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	60,317	62,041
(b) Outstanding letter of credits	917,136	1,056,620
(c) Disputed Tax and Other VAT related issues	12,996	12,996
	<u>990,449</u>	<u>1,131,657</u>
17. Taxation	1 January 2017 to 31 March 2017 '000 Taka	1 January 2016 to 31 March 2016 '000 Taka
Current tax expenses	(87,030)	(89,867)
Deferred tax expenses	1,032	3,485
	<u>(85,998)</u>	<u>(86,382)</u>