

Linde Bangladesh Limited

3rd Quarter 2013

Financial Statements as at and for the Quarter
ended 30 September 2013 (unaudited)

Linde Bangladesh Limited
Statement of Financial Position
As at 30 September 2013 (unaudited)

		30 September 2013 '000 Taka	31 December 2012 '000 Taka
	Note		
Assets			
Non-current assets:			
Property, plant and equipment	2	1,471,651	1,474,836
Intangible assets	3	43,622	48,238
Investment in subsidiaries	4	40	40
Total non-current assets		1,515,313	1,523,114
Current assets:			
Inventories	5	793,942	805,766
Trade debtors	6	336,292	268,574
Advances, deposits and prepayments	7	234,359	189,157
Cash and cash equivalents	8	318,283	411,930
Total current assets		1,682,876	1,675,427
Total assets		3,198,189	3,198,541
Equity and Liabilities			
Shareholders' equity:			
Share capital		152,183	152,183
Revaluation reserve		20,174	20,174
General reserve		2,039,534	2,019,010
Total equity		2,211,891	2,191,367
Non-current liabilities:			
Employee benefits	9	94,130	87,892
Deferred tax liabilities	10	102,976	90,383
Other non-current liabilities	11	195,926	183,873
Total non-current liabilities		393,032	362,148
Current liabilities:			
Trade creditors	12	75,683	88,284
Expense creditors and accruals	13	305,832	281,130
Sundry creditors	14	106,550	191,539
Provision for taxation (net of advance tax payment)		105,201	84,073
Total current liabilities		593,266	645,026
Total liabilities		986,298	1,007,174
Total equity and liabilities		3,198,189	3,198,541

The annexed notes 1 to 16 form an integral part of these financial statements.



Ayub Quadri
Chairman



Erphan Shehabul Matin
Managing Director

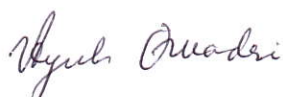


M Nazmul Hossain
Finance Director

Linde Bangladesh Limited
Statement of Comprehensive Income
For the period ended 30 September 2013 (unaudited)

		January to 30 September 2013	January to 30 September 2012	July to 30 September 2013	July to 30 September 2012
	Note	'000 Taka	'000 Taka	'000 Taka	'000 Taka
Revenue		3,016,777	2,811,059	971,313	882,383
Cost of sales		(1,930,912)	(1,859,697)	(608,572)	(591,108)
Gross profit		1,085,865	951,362	362,741	291,275
Operating expenses		(508,950)	(493,626)	(175,751)	(191,868)
Profit from operations		576,915	457,736	186,990	99,407
Gain/(loss) on disposal of property, plant and equipment		79,905	(241)	2,017	(16)
Interest income, net		24,744	35,153	17,800	4,710
Profit before taxation		681,564	492,648	206,807	104,101
Taxation	16	(189,273)	(133,134)	(57,853)	(28,478)
Net profit for the period		492,291	359,514	148,954	75,623
Earnings per share:					
Basic earnings per share (par value Tk10) in Taka		32.35	23.62	9.79	4.97

The annexed notes 1 to 16 form an integral part of these financial statements.



Ayub Quadri
Chairman



Erphan Shehabul Matin
Managing Director



M Nazmul Hossain
Finance Director

Linde Bangladesh Limited
Statement of Changes in Equity
For the period ended 30 September 2013 (unaudited)

	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)
Payment of interim dividend for 2012			(304,366)	(304,366)
Profit earned during the period	-	-	359,514	359,514
Balance as at 30 September 2012	152,183	20,174	1,896,013	2,068,370
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)
Payment of interim dividend for 2013			(304,366)	(304,366)
Profit earned during the period	-	-	492,291	492,291
Balance as at 30 September 2013	152,183	20,174	2,039,534	2,211,891

Linde Bangladesh Limited
Statement of Cash Flow
For the period ended 30 September 2013 (unaudited)

	January to 30 September 2013 <u>'000 Taka</u>	January to 30 September 2012 <u>'000 Taka</u>
Cash flow from operating activities		
Receipts from sales	2,949,059	2,769,868
Other receipts	(6,203)	2,804
Payments for supply of goods and services	(2,390,431)	(2,592,910)
Net interest received	8,930	54,103
Income tax paid	(155,552)	(152,423)
	<u>405,803</u>	<u>81,442</u>
Cash flow from investing activities		
Payment for acquisition property, plant and equipment	(136,590)	(269,575)
Proceeds from sale of property, plant and equipment	108,907	154
	<u>(27,683)</u>	<u>(269,421)</u>
Cash flow from financing activities		
Dividend paid	(471,767)	(429,325)
	<u>(471,767)</u>	<u>(429,325)</u>
Net increase in cash during the period	(93,647)	(617,304)
Opening cash and cash equivalents	411,930	779,306
Closing cash and cash equivalents	<u>318,283</u>	<u>162,002</u>

Linde Bangladesh Limited

Notes to the Accounts

For the period ended 30 September 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 September 2013 '000 Taka	As at 31 December 2012 '000 Taka
2. Property plant and equipment		
At 1 January	1,474,836	1,238,833
Addition during the period/year	136,710	554,700
Disposal during the period/year	(23,689)	(172,554)
Depreciation during the period/year	(116,206)	(146,144)
	<u>1,471,651</u>	<u>1,474,836</u>
3. Intangible assets		
At 1 January	48,238	3,676
Addition during the period/year	919	48,181
Amortization during the period/year	(5,535)	(3,619)
Closing balance	<u>43,622</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	431,578	427,694
Finished goods	198,404	219,470
Goods in transit	67,895	73,359
Maintenance spares	96,065	85,243
	<u>793,942</u>	<u>805,766</u>

Inventories except goods in transit are valued at lower of cost and estimated net realisable value.

	As at 30 September 2013 '000 Taka	As at 31 December 2012 '000 Taka
6. Trade debtors		
Debts exceeding six months	177,501	97,373
Debts below six months	213,233	205,889
	390,734	303,262
Provision for debts considered doubtful	(54,442)	(34,688)
	<u>336,292</u>	<u>268,574</u>
7. Advances, deposits and prepayments		
Loans and advances to employees	89,645	77,882
Advances to suppliers	33,046	20,242
Loan to Rajbari Enterprise Limited	5,254	5,231
Accrued interest on fixed deposit	5,332	-
Deposits and prepayments	34,496	38,910
VAT Current Account	66,586	46,892
	<u>234,359</u>	<u>189,157</u>

Above amounts are unsecured and considered good, of the total advances, deposits and prepayments Tk. 154,304 thousand (2012: Tk 109,124 thousand) is receivable within 12 months from the date of reporting.

8. Cash and cash equivalents		
Cash in hand	2,268	1,089
Cash at bank	166,015	410,841
Fixed deposits with bank	150,000	-
	<u>318,283</u>	<u>411,930</u>
9. Employee benefits		
Gratuity scheme:		
Gratuity payable at 1 January	87,892	85,538
Provision during the period/year	8,510	19,023
	96,402	104,561
Payment during the period/year	(2,272)	(16,669)
	<u>94,130</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	12,593	(2,593)
	<u>102,976</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>195,926</u>	<u>183,873</u>

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

	As at 30 September 2013 '000 Taka	As at 31 December 2012 '000 Taka
12. Trade creditors		
Payable to vendors	75,683	88,284
Trade creditors are unsecured and payable within 1-2 months.		
13. Expense creditors and accruals		
Salaries, wages and retirement benefits	40,565	49,065
Technical assistance fee	62,793	50,930
Accrued expenses	53,863	40,913
Other creditors	112,947	105,459
Workers' profit participation fund	35,664	34,763
	305,832	281,130
14. Sundry creditors		
Capital items	700	4,830
Deposit and advance from customers	56,827	75,083
Unpaid dividends	36,012	38,556
Others	13,011	73,070
	106,550	191,539
15. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	48,059	92,190
(b) Outstanding letter of credits	463,550	495,438
	511,609	587,628
	January to 30 September 2013 '000 Taka	January to 30 September 2012 '000 Taka
16. Taxation		
Current tax expenses	(176,680)	(135,554)
Deferred tax expenses (Note - 10)	(12,593)	2,420
	(189,273)	(133,134)