

Linde Bangladesh Limited


1st Quarter 2014

Financial Statements as at and for the Quarter
ended 31 March 2014 (Unaudited)

Linde Bangladesh Limited
Statement of Financial Position
As at 31 March 2014 (unaudited)

		31 March 2014 '000 Taka	31 December 2013 '000 Taka
	<u>Notes</u>		
Assets			
Non-current assets:			
Property, plant and equipment	2	1,504,429	1,508,991
Intangible assets	3	42,000	43,781
Investment in subsidiary	4	40	40
Total non-current assets		<u>1,546,469</u>	<u>1,552,812</u>
Current assets:			
Inventories	5	827,031	668,098
Trade debtors	6	378,614	380,830
Advances, deposits and prepayments	7	206,096	197,861
Cash and cash equivalents	8	712,430	708,272
Total current assets		<u>2,124,171</u>	<u>1,955,061</u>
Total assets		<u>3,670,640</u>	<u>3,507,873</u>
Equity and Liabilities			
Shareholders' equity:			
Share capital		152,183	152,183
Revaluation reserve		20,174	20,174
General reserve		2,423,793	2,286,138
Total equity		<u>2,596,150</u>	<u>2,458,495</u>
Non-current liabilities:			
Employee benefits	9	98,090	100,711
Deferred tax liabilities	10	124,385	127,531
Other non-current liabilities	11	192,733	186,794
Total non-current liabilities		<u>415,208</u>	<u>415,036</u>
Current liabilities:			
Trade creditors	12	92,036	70,602
Expense creditors and accruals	13	318,294	323,277
Sundry creditors	14	126,981	138,045
Provision for taxation (net of advance tax payment)		121,971	102,418
Total current liabilities		<u>659,282</u>	<u>634,342</u>
Total liabilities		<u>1,074,490</u>	<u>1,049,378</u>
Total equity and liabilities		<u>3,670,640</u>	<u>3,507,873</u>

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


Ayub Quadri
Chairman

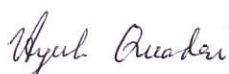

Erphan Shehabul Matin
Managing Director


M Nazmul Hossain
Finance Director


Linde Bangladesh Limited
Statement of Profit or Loss and other Comprehensive Income (unaudited)
For the period ended 31 March 2014

		January to March 2014	January to March 2013
	<u>Notes</u>	<u>'000 Taka</u>	<u>'000 Taka</u>
Revenue		920,953	1,036,339
Cost of sales		(556,756)	(670,548)
Gross profit		364,197	365,791
Operating expenses		(183,269)	(173,853)
Profit from operations		180,928	191,938
Gain on disposal of property, plant and equipment		156	77,942
Interest income, net		8,125	141
Profit before taxation		189,209	270,021
Taxation	16	(51,554)	(73,632)
Net profit for the period		137,655	196,389
Earnings per share:			
Basic earnings per share (par value Tk10)		9.05	12.90

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 Cash Flow (unaudited)
For the period ended 31 March 2014

	January to 31 Mar 2014 <u>'000 Taka</u>	January to 31 Mar 2013 <u>'000 Taka</u>
Cash flow from operating activities		
Receipts from sales	923,169	1,009,899
Other receipts/(payments)	5,723	(9,003)
Payments for supply of goods and services	(852,906)	(816,979)
Net interest received/(charged)	8,369	(1,998)
Income tax paid	(35,148)	(31,018)
	<u>49,207</u>	<u>150,901</u>
Cash flow from investing activities		
Payment for acquisition property, plant and equipment	(45,377)	(44,369)
Proceeds from sale of property, plant and equipment	328	106,054
	<u>(45,049)</u>	<u>61,685</u>
 Net increase in cash during the period	 4,158	 212,586
Opening cash and cash equivalents	708,272	411,930
Closing cash and cash equivalents	<u>712,430</u>	<u>624,516</u>

Linde Bangladesh Limited
Statement of Changes in Equity (unaudited)
For the period ended 31 March 2014

	Share capital '000 Taka	Revaluation reserve '000 Taka	General reserve '000 Taka	Total '000 Taka
Balance as at 1 January 2013	152,183	20,174	2,019,010	2,191,367
Profit earned during the period	-	-	196,389	196,389
Balance as at 31 March 2013	152,183	20,174	2,215,399	2,387,756
Balance as at 1 January 2014	152,183	20,174	2,286,138	2,458,495
Profit earned during the period	-	-	137,655	137,655
Balance as at 31 March 2014	152,183	20,174	2,423,793	2,596,150

Linde Bangladesh Limited

Notes to the Accounts as at and for the period ended 31 March 2014 (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 2014 000 Taka	As at 31 December 2013 000 Taka
2. Property plant and equipment		
Opening balance	1,508,991	1,474,836
Addition during the period/year	36,965	661,673
Disposal during the period/year	(599)	(470,093)
Depreciation during the period/year	(40,928)	(157,425)
	<u>1,504,429</u>	<u>1,508,991</u>

3. Intangible assets

At 1 January	43,781	48,238
Addition during the period/year	-	2,936
Amortisation during the period/year	(1,781)	(7,393)
Closing balance	<u>42,000</u>	<u>43,781</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 subsidiary

Investment in Bangladesh Oxygen Limited & 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	446,985	356,466
Finished goods	280,250	214,598
Goods in transit	3,038	403
Maintenance spares	96,758	96,631
	<u>827,031</u>	<u>668,098</u>

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

Linde Bangladesh Limited

Notes to the Accounts as at and for the period ended 31 March 2014 (unaudited)

	As at 31 March 2014 000 Taka	As at 31 December 2013 000 Taka
6. Trade debtors		
Debts exceeding six months	141,018	126,146
Debts below six months	274,745	281,308
	415,763	407,454
Provision for debts considered doubtful	(37,149)	(26,624)
	378,614	380,830

As per policy of the Company where a debt, other than Healthcare business, is overdue by 90 days or 180 days, provision for doubtful debts is made at the rates of 50% and 100% respectively. For Healthcare, loss rate is applied on gross debtors to arrive at debtors provision.

7. Advances, deposits and prepayments

Loans and advances to employees	83,428	84,959
Advances to suppliers	13,886	11,911
Loan to Rajbari Enterprise Limited	5,254	5,254
Deposits and prepayments	40,011	28,417
Accrued interest on FDR	1,042	1,286
VAT	62,475	66,034
	206,096	197,861

Above amounts are unsecured and considered good. Out of the total advances, deposits and prepayments Tk. 144,986 thousand (2013: Tk 103,553 thousand) is receivable within 12 months from the date of reporting.

8. Cash and cash equivalents

Cash in hand	2,457	2,036
Cash at bank	246,783	249,873
Fixed deposits with bank	463,190	456,363
	712,430	708,272

9. Employee benefits

Gratuity Scheme	98,090	100,711
	98,090	100,711
Gratuity scheme:		
Gratuity payable at 1 January	100,711	87,892
Provision during the period/year	2,258	16,031
	102,969	103,923
Payment during the period/year	(4,879)	(3,212)
	98,090	100,711

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

10. Deferred Tax

At 1 January	127,531	90,383
Release during the period/year for reversal of timing difference	(3,146)	37,148
	124,385	127,531

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

Linde Bangladesh Limited

Notes to the Accounts as at and for the period ended 31 March 2014 (unaudited)

	As at 31 March 2014 000 Taka	As at 31 December 2013 000 Taka
11. Other non current liability		
Cylinder security deposit	192,733	186,794
Cylinder security deposit from customers is a liability of continuing nature.		
12. Trade creditors		
Payable to vendors	92,036	70,602
Trade creditors are unsecured and payable within 1-2 months.		
13. Expense creditors and accruals		
Salaries, wages and retirement benefits	67,940	49,762
Technical assistance fee	72,846	67,319
Accrued expenses	9,137	9,431
Other creditors	158,436	144,050
Workers' profit participation fund	9,935	52,715
	318,294	323,277
14. Sundry creditors		
Capital items	700	9,539
Deposit and advance from customers	52,278	52,494
Unpaid dividends	58,731	55,903
Others	15,272	20,109
	126,981	138,045
15. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	54,562	55,477
(b) Outstanding letter of credits	171,300	515,603
	225,862	571,080
	01/Jan/2014 to 31/Mar/2014 000 Taka	01/Jan/2013 to 31/Mar/2013 000 Taka
16. Taxation		
Current tax expenses	(54,700)	(78,541)
Deferred tax expenses (Note - 10)	3,146	4,909
	(51,554)	(73,632)