

Linde Bangladesh Limited

3rd Quarter 2019

Financial Statements as at and for the nine months
ended 30 September 2019 (Unaudited)

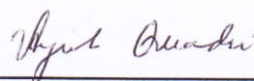
Linde Bangladesh Limited

Statement of financial position (Unaudited)

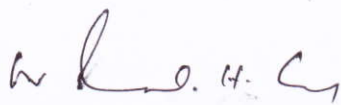
As at 30 September 2019

		30 September 2019 '000 Taka	31 December 2018 '000 Taka
	Note		
Assets			
Property, plant and equipment	2	3,624,249	3,445,462
Intangible assets	3	6,718	11,755
Investment in subsidiaries	4	40	40
Advances, deposits and prepayments	5	118,600	90,757
Non-current assets		3,749,607	3,548,014
Inventories	6	906,550	842,895
Trade and other receivables	7	703,793	618,969
Advances, deposits and prepayments	5	148,091	224,415
Investment	8	970,471	10,753
Cash and cash equivalents	9	840,462	1,604,201
Current assets		3,569,367	3,301,233
Total assets		7,318,974	6,849,247
Equity			
Share capital		152,183	152,183
Other Component of Equity		18,207	16,069
General reserve/ Retained Earnings		4,586,096	4,304,439
Total equity		4,756,486	4,472,691
Liabilities			
Employee benefits	10	159,801	155,465
Deferred tax liabilities	11	374,124	327,328
Other non-current liabilities	12	251,354	248,235
Non-current liabilities		785,279	731,028
Trade and other payables	13	1,411,424	1,413,550
Provision for expenses	14	175,403	145,717
Current tax liabilities	15	190,382	86,262
Current liabilities		1,777,209	1,645,529
Total liabilities		2,562,488	2,376,557
Total equity and liabilities		7,318,974	6,849,247

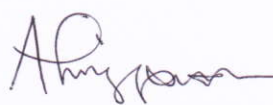
The annexed notes 1 to 17 form an integral part of these financial statements.



Chairman



Managing Director



Chief Financial Officer



Company Secretary


Linde Bangladesh Limited

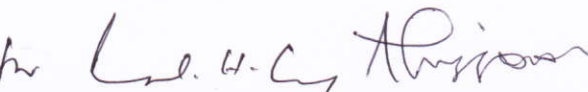
Statement of profit or loss and other comprehensive income (Unaudited)

For the quarter ended 30 September 2019

	January to 30 September 2019 '000 Taka	January to 30 September 2018 '000 Taka	July to 30 September 2019 '000 Taka	July to 30 September 2018 '000 Taka
Note				
Revenue	4,226,716	3,843,563	1,391,748	1,230,474
Cost of sales	(2,387,875)	(2,249,936)	(778,761)	(717,583)
Gross profit	1,838,841	1,593,627	612,987	512,891
Other income/(loss)	(4,583)	3,899	1,220	(1,256)
Operating expenses	(646,131)	(658,827)	(220,233)	(214,302)
Profit from operations	1,188,127	938,699	393,974	297,333
Net finance income	44,411	20,374	25,256	7,421
Profit before WPPF Provision	1,232,538	959,073	419,230	304,754
Provision for WPPF	(61,627)	(47,827)	(20,962)	(15,195)
Profit before tax	1,170,911	911,246	398,268	289,559
Income tax expenses	17 (318,569)	(238,136)	(105,294)	(81,448)
Profit	852,342	673,110	292,974	208,111
Other comprehensive income/(loss)	2,138	1,236	(653)	(5,311)
Total comprehensive income for the period	854,480	674,346	292,321	202,800
Earnings per share:				
Basic and diluted earnings per share (par value Tk 10) in Taka	56.01	44.23	19.25	13.68

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 ended 30 September 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	-		852,342	852,342
Other Comprehensive income		2,138	-	2,138
Balance as at 30 September 2019	152,183	18,207	4,586,096	4,756,486
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	-		673,110	673,110
Other Comprehensive income	-	1,236		1,236
Balance as at 30 September 2018	152,183	1,236	3,983,690	4,137,109

Linde Bangladesh Limited

Statement of cash flow (Unaudited)
For the quarter ended 30 September 2019

	January to 30 September 2019 '000 Taka	January to 30 September 2018 '000 Taka
<i>Note</i>		
Cash flow from operating activities		
Cash receipts from customers	4,181,072	3,860,074
Cash paid to suppliers and employees	(2,888,503)	(3,163,482)
Cash generated from operating activities	1,292,569	696,592
Income tax paid	(167,653)	(202,458)
<i>Net cash from operating activities</i>	<i>1,124,916</i>	<i>494,134</i>
Cash flow from investing activities		
Payment for acquisition of property, plant and equipment	(379,031)	(279,578)
Proceeds from sale of property, plant and equipment	240	-
Investment matured in fixed deposit receipts	(959,718)	(97)
Interest received	20,539	20,142
<i>Net cash used in investing activities</i>	<i>(1,317,970)</i>	<i>(259,533)</i>
Cash flow from financing activities		
Dividend paid	(570,685)	(213,056)
<i>Net cash used in financing activities</i>	<i>(570,685)</i>	<i>(213,056)</i>
Net (decrease)/increase in cash and cash equivalents	(763,739)	21,545
Cash and cash equivalents as at 1 January	1,604,201	1,132,336
Cash and cash equivalents as at 30 September	840,462	1,153,881

Linde Bangladesh Limited

Notes to the Accounts as at and for the Quarter ended 30 September 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 September 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	401,511	743,376
Disposal during the quarter/period	(621)	(236,487)
Depreciation during the quarter/period	(222,103)	(280,065)
	3,624,249	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	(5,037)	(6,944)
	6,718	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 57,500 each for the period ended 30 September 2019.

5. Advances, deposits and prepayments

Loans and advances to employees	79,430	68,993
Advances to suppliers	496	427
Deposits and prepayments	145,143	154,051
VAT current account	41,622	91,701
	266,691	315,172
Non-current	118,600	90,757
Current	148,091	224,415
	266,691	315,172

Above amounts are unsecured, but considered good.

	As at 30 September 2019 '000 Taka	As at 31 December 2018 '000 Taka
6. Inventories		
Raw materials	547,381	361,162
Finished goods	265,702	356,084
Goods in transit	7,731	34,532
Maintenance spares	151,448	157,419
Provision for inventory obsolescence	(65,712)	(66,302)
	906,550	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	621,647	582,082
Inter company receivable	14,470	8,121
Interest receivable	28,237	4,365
Other receivables	39,439	24,401
	703,793	618,969
8. Investment		
Investment in fixed deposit receipts	970,471	10,753
9. Cash and cash equivalents		
Cash in hand	807	357
Cash at bank	407,675	403,188
Fixed deposits with banks	431,980	1,200,656
	840,462	1,604,201
10. Employee benefits		
Gratuity scheme	130,879	127,443
Other employee benefits	28,922	28,022
	159,801	155,465
11. Deferred Tax		
At 1 January	327,328	299,171
Charge/(Release) during the quarter	43,469	29,302
Others adjustments	3,327	(1,145)
	374,124	327,328
12. Other non-current liabilities		
Cylinder security deposit	251,354	248,235

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

	As at 30 September 2019 '000 Taka	As at 31 December 2018 '000 Taka
13. Trade and other payables		
Trade payables	219,228	81,549
Inter company payables	324,086	486,403
Payables for capital items	43,664	21,184
Advances from customers	55,557	58,406
Unpaid dividends	95,792	82,349
Current account with subsidiaries	165	39
Others	672,932	683,620
	1,411,424	1,413,550
14. Provision for expenses		
Accrued expenses	77,249	41,591
Accrued employee benefits	36,527	32,298
Workers' profit participation fund	61,627	71,828
	175,403	145,717
15. Current tax liabilities		
Provision for tax	612,720	518,081
Advance income tax	(422,338)	(431,819)
	190,382	86,262
16. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	108,938	69,470
(b) Outstanding letter of credits	562,296	647,187
(c) Disputed tax other VAT related issues	12,996	12,996
	684,230	729,653
17. Taxation		
Current tax expenses	(275,100)	(207,965)
Deferred tax (expenses)/reversal	(43,469)	(30,171)
	(318,569)	(238,136)