

Linde Bangladesh Limited

Financial Statements as at and for the quarter  
ended 30 September 2015 (Unaudited)

## Linde Bangladesh Limited


## Statement of Financial Position (Unaudited)

As at 30 September 2015

		30 September 2015 '000 Taka	31 December 2014 '000 Taka
	Notes		
<b>Assets</b>			
<b>Non-current assets:</b>			
Property, plant and equipment	2	1,571,966	1,535,145
Intangible assets	3	36,817	43,207
Investment in subsidiaries	4	40	40
<b>Total non-current assets</b>		<b>1,608,823</b>	<b>1,578,392</b>
<b>Current assets:</b>			
Inventories	5	656,555	727,924
Trade debtors	6	429,341	467,845
Advances, deposits and prepayments	7	226,507	218,509
Cash and cash equivalents	8	795,543	813,758
<b>Total current assets</b>		<b>2,107,946</b>	<b>2,228,036</b>
<b>Total assets</b>		<b>3,716,769</b>	<b>3,806,428</b>
<b>Equity and Liabilities</b>			
<b>Shareholders' equity:</b>			
Share capital		152,183	152,183
Revaluation reserve		20,174	20,174
General reserve		2,350,676	2,434,503
<b>Total equity</b>		<b>2,523,033</b>	<b>2,606,860</b>
<b>Non-current liabilities:</b>			
Employee benefits	9	119,872	183,864
Deferred tax liabilities	10	129,125	115,775
Other non-current liabilities	11	220,570	207,116
<b>Total non-current liabilities</b>		<b>469,567</b>	<b>506,755</b>
<b>Current liabilities:</b>			
Trade creditors	12	67,450	62,294
Expense creditors and accruals	13	465,549	343,650
Sundry creditors	14	119,940	182,527
Provision for taxation (net of advance tax payment)		71,230	104,342
<b>Total current liabilities</b>		<b>724,169</b>	<b>692,813</b>
<b>Total liabilities</b>		<b>1,193,736</b>	<b>1,199,568</b>
<b>Total equity and liabilities</b>		<b>3,716,769</b>	<b>3,806,428</b>

The annexed notes 1 to 18 form an integral part of these financial statements.

  
 Chairman

  
 Managing Director

  
 Director

  
 CFO & Company Secretary

## Linde Bangladesh Limited

## Statement of Profit or Loss and other Comprehensive Income (unaudited)

For the quarter and nine months ended 30 September 2015

		January to 30 September 2015	January to 30 September 2014	July to 30 September 2015	July to 30 September 2014
	Notes	'000 Taka	'000 Taka	'000 Taka	'000 Taka
Revenue		2,824,252	2,900,117	889,092	986,427
Cost of sales		(1,627,870)	(1,743,142)	(494,609)	(592,464)
Gross profit		1,196,382	1,156,975	394,483	393,963
Operating expenses		(688,148)	(573,352)	(174,670)	(196,168)
Profit from operations		508,234	583,623	219,813	197,795
Other income/(loss)	16	13,988	(736)	(285)	(2,506)
Interest income, net		14,892	20,698	5,290	4,026
Profit before taxation		537,114	603,585	224,818	199,315
Taxation	17	(149,174)	(163,660)	(80,358)	(54,336)
Net profit for the period		387,940	439,925	144,460	144,979
Earnings per share:					
Basic earnings per share (par value Tk10)		25.49	28.91	9.49	9.53

The annexed notes 1 to 18 form an integral part of these financial statements.

  
 Chairman

  
 Managing Director

  
 Director

  
 CFO & Company Secretary



Linde Bangladesh Limited  
Statement of Cash Flow (unaudited)  
For the nine months ended 30 September 2015

	January to 30 September 2015 <u>'000 Taka</u>	January to 30 September 2014 <u>'000 Taka</u>
<b>Cash flow from operating activities</b>		
Receipts from sales	2,862,756	2,856,937
Other receipts/(payments)	6,340	33,067
Payments for supply of goods and services	(2,029,958)	(2,283,168)
Net interest received/(charged)	14,892	17,249
Income tax paid	(168,936)	(180,949)
	<u>685,094</u>	<u>443,136</u>
<b>Cash flow from investing activities</b>		
Payment for acquisition property, plant and equipment	(234,728)	(126,956)
Proceeds from sale of property, plant and equipment	3,186	604
	<u>(231,542)</u>	<u>(126,352)</u>
<b>Cash flow from financing activities</b>		
Dividend paid	(471,767)	(471,767)
	<u>(471,767)</u>	<u>(471,767)</u>
Net increase in cash during the period	(18,215)	(154,983)
Opening cash and cash equivalents	813,758	708,272
Closing cash and cash equivalents	<u>795,543</u>	<u>553,289</u>

## Linde Bangladesh Limited

Statement of Changes in Equity (unaudited)  
For the nine months ended 30 September 2015

	Share capital '000 Taka	Revaluation reserve '000 Taka	General reserve '000 Taka	Total '000 Taka
Balance as at 1 January 2014	152,183	20,174	2,286,138	2,458,495
Payment of final dividend for 2013			(167,401)	(167,401)
Payment of interim dividend for 2014			(304,366)	(304,366)
Profit earned during the period	-	-	439,925	439,925
<b>Balance as at 30 September 2014</b>	<b>152,183</b>	<b>20,174</b>	<b>2,254,296</b>	<b>2,426,653</b>
Balance as at 1 January 2015	152,183	20,174	2,434,503	2,606,860
Payment of final dividend for 2014			(167,401)	(167,401)
Payment of interim dividend for 2015			(304,366)	(304,366)
Profit earned during the period	-	-	387,940	387,940
<b>Balance as at 30 September 2015</b>	<b>152,183</b>	<b>20,174</b>	<b>2,350,676</b>	<b>2,523,033</b>

## Linde Bangladesh Limited

## Notes to the Accounts for the quarter and nine months ended 30 September 2015 (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 2015 000 Taka	As at 31 December 2014 000 Taka
2. Property plant and equipment		
Opening balance	1,535,145	1,508,991
Addition during the period/year	162,251	378,218
Disposal during the period/year	(2,853)	(187,533)
Depreciation during the period/year	(122,577)	(164,531)
	<u>1,571,966</u>	<u>1,535,145</u>

## 3. Intangible assets

At 1 January	43,207	43,781
Addition during the period/year	236	6,872
Amortisation during the period/year	(6,626)	(7,446)
Closing balance	<u>36,817</u>	<u>43,207</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 & 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	232,915	381,176
Finished goods	308,550	242,070
Goods in transit	10,184	6,917
Maintenance spares	104,906	97,761
	<u>656,555</u>	<u>727,924</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 for the quarter and nine months ended 30 September 2015 (Unaudited)

	As at 30 September 2015 000 Taka	As at 31 December 2014 000 Taka
6. Trade debtors		
Debts exceeding six months	89,604	130,555
Debts below six months	<u>371,248</u>	<u>366,226</u>
	460,852	496,781
Provision for debts considered doubtful	<u>(31,511)</u>	<u>(28,936)</u>
	<u>429,341</u>	<u>467,845</u>

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	57,235	82,343
Advances to suppliers	2,212	7,054
Deposits and prepayments	53,071	53,631
Accrued interest on FDR	3,774	3,110
VAT	<u>110,215</u>	<u>72,371</u>
	<u>226,507</u>	<u>218,509</u>

Above amounts are unsecured and considered good.

## 8. Cash and cash equivalents

Cash in hand	2,058	2,237
Cash at bank	209,707	333,296
Fixed deposits with bank	<u>583,778</u>	<u>478,225</u>
	<u>795,543</u>	<u>813,758</u>

## 9. Employee benefits

Gratuity Scheme	<u>119,872</u>	<u>183,864</u>
	<u>119,872</u>	<u>183,864</u>

## Gratuity scheme:

Gratuity payable at 1 January	183,864	100,711
Provision during the period/year	<u>10,684</u>	<u>97,573</u>
	194,548	198,284
Payment during the period/year	<u>(74,676)</u>	<u>(14,420)</u>
	<u>119,872</u>	<u>183,864</u>

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

## 10. Deferred Tax

At 1 January	115,775	127,531
Charge /(Release) during the period/year for reversal of timing difference	<u>13,350</u>	<u>(11,756)</u>
	<u>129,125</u>	<u>115,775</u>

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

## Linde Bangladesh Limited

## Notes to the Accounts for the quarter and nine months ended 30 September 2015 (Unaudited)

	As at 30 September 2015 000 Taka	As at 31 December 2014 000 Taka
11. Other non current liability		
Cylinder security deposit	220,570	207,116
Cylinder security deposit from customers is a liability of continuing nature.		
12. Trade creditors		
Payable to vendors	67,450	62,294
Trade creditors are unsecured and payable within 1-2 months.		
13. Expense creditors and accruals		
Salaries, wages and retirement benefits	61,384	46,960
Technical assistance fee	99,653	89,198
Accrued expenses	4,590	11,160
Other creditors	281,041	196,540
Workers' profit participation fund	18,881	(208)
	465,549	343,650
14. Sundry creditors		
Capital items	4,208	45,942
Deposit and advance from customers	45,342	52,456
Unpaid dividends	51,938	65,228
Others	18,452	18,901
	119,940	182,527
15. Bank guarantees and commitments		
(a) Bank guarantees provided to customers, utility services and disputed VAT	63,946	71,458
(b) Outstanding letter of credits	361,469	576,512
	425,415	647,970
	01/Jan/2015 to 30/Sep/2015 000 Taka	01/Jan/2014 to 30/Sep/2014 000 Taka
16. Other income/(loss)		
Gain/(Loss) on disposal of fixed assets	782	(279)
Gain/(Loss) on foreign exchange revaluation	13,206	(457)
	13,988	(736)
17. Taxation		
Current tax expenses	(135,824)	(169,382)
Deferred tax expenses ( Note 10) *	(13,350)	5,722
	(149,174)	(163,660)

## 18 Comparatives

Previous year's figures and account titles in the financial statements have been rearranged and reclassified, wherever necessary for the purpose of comparison, without, however, creating any impact on the profit and value of assets and liabilities as reported in the financial statements for the current period.