

## BOC Bangladesh Limited

### Balance Sheet as at 30 September 2010 (unaudited)

	<u>Notes</u>	<u>30 September 2010 '000 Taka</u>	<u>31 December 2009 '000 Taka</u>
<b>Assets</b>			
<b>Non-current assets:</b>			
Property, plant and equipment	2	896,919	922,735
Intangible assets	3	4,625	5,876
Investment in subsidiary	4	20	20
<b>Total non-current assets</b>		<u>901,564</u>	<u>928,631</u>
<b>Current assets:</b>			
Inventories	5	405,544	278,938
Trade debtors	6	180,192	154,409
Advances, deposits and prepayments	7	122,731	107,158
Cash and cash equivalents	8	972,894	1,116,875
<b>Total current assets</b>		<u>1,681,361</u>	<u>1,657,380</u>
<b>Total assets</b>		<u>2,582,925</u>	<u>2,586,011</u>
<b>Equity and Liabilities</b>			
<b>Shareholders' equity:</b>			
Share capital		152,183	152,183
Revaluation reserve		20,174	20,174
General reserve		1,655,605	1,666,177
<b>Total equity</b>		<u>1,827,962</u>	<u>1,838,534</u>
<b>Non-current liabilities:</b>			
Deferred liabilities	9	273,277	247,287
Deferred tax liabilities	10	52,275	71,071
<b>Total non-current liabilities</b>		<u>325,552</u>	<u>318,358</u>
<b>Current liabilities:</b>			
Trade creditors	11	29,002	48,950
Expense creditors and accruals	12	178,846	175,699
Sundry creditors	13	62,481	74,867
Provision for taxation (net of advance tax payment)		159,082	129,603
<b>Total current liabilities</b>		<u>429,411</u>	<u>429,119</u>
<b>Total liabilities</b>		<u>754,963</u>	<u>747,477</u>
<b>Total equity and liabilities</b>		<u>2,582,925</u>	<u>2,586,011</u>

The annexed notes 1 to 14 form an integral part of these financial statements.

M Syeduzzaman  
Chairman

Waliur Rahman Bhuiyan  
Managing Director

Azizur Rashid  
Company Secretary

## BOC Bangladesh Limited

### Profit and Loss Account for the 9 months period ended 30 September 2010 ( unaudited)

	1 January to 30 September <u>2010</u> <u>'000 Taka</u>	1 January to 30 September <u>2009</u> <u>'000 Taka</u>	1 July to 30 September <u>2010</u> <u>'000 Taka</u>	1 July to 30 September <u>2009</u> <u>'000 Taka</u>
<b>Revenue</b>	<b>2,329,374</b>	2,015,208	<b>794,916</b>	637,377
Cost of sales	<b>(1,349,936)</b>	(1,221,663)	<b>(471,292)</b>	(349,393)
<b>Gross profit</b>	<b>979,438</b>	793,545	<b>323,624</b>	287,984
Operating expenses	<b>(368,332)</b>	(380,345)	<b>(125,773)</b>	(131,336)
<b>Profit from operations</b>	<b>611,106</b>	413,200	<b>197,851</b>	156,648
Gain on disposal of property, plant and equipment	<b>1,626</b>	1,982	<b>285</b>	(217)
Other Income: Sale of lease interest in land	-	110,050	-	-
Interest income, net	<b>45,665</b>	42,825	<b>14,792</b>	16,324
<b>Profit before taxation</b>	<b>658,397</b>	568,057	<b>212,928</b>	172,755
Taxation	<b>(167,970)</b>	(118,418)	<b>(54,166)</b>	(43,643)
<b>Net profit for the period</b>	<b>490,427</b>	449,639	<b>158,762</b>	129,112
<b>Earnings per share:</b>				
Basic earnings per share (par value Tk10)	<b>32.23</b>	29.55	<b>10.43</b>	8.48

The annexed notes 1 to 14 form an integral part of these financial statements.

**M Syeduzzaman**  
Chairman

**Waliur Rahman Bhuiyan**  
Managing Director

**Azizur Rashid**  
Company Secretary

## BOC Bangladesh Limited

### Cash Flow Statement for the 9 months period ended 30 September 2010 (unaudited)

	1 January to 30 September <u>2010</u> <u>'000 Taka</u>	1 January to 30 September <u>2009</u> <u>'000 Taka</u>
<b>Cash flow from operating activities</b>		
Receipts from sales	2,303,591	2,009,720
Other receipts	13,978	123,912
Payments for supply of goods and services	(1,785,378)	(1,366,988)
Net interest received	53,575	30,287
Income tax paid	(157,287)	(106,339)
	<u>428,479</u>	<u>690,592</u>
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment	(76,664)	(23,322)
Proceeds from sale of property, plant and equipment	1,842	11,644
	<u>(74,822)</u>	<u>(11,678)</u>
<b>Cash flow from financing activities</b>		
Payment of finance lease	-	(2,233)
Dividend paid	(497,638)	(269,364)
	<u>(497,638)</u>	<u>(271,597)</u>
Net increase in cash during the period	(143,981)	407,317
Opening cash and cash equivalents	1,116,875	434,601
<b>Closing cash and cash equivalents</b>	<u>972,894</u>	<u>841,918</u>

## BOC Bangladesh Limited

### Statement of Changes in Equity for the 9 months period ended 30 September 2010 (unaudited)

	Share capital '000 Taka	Revaluation reserve '000 Taka	General reserve '000 Taka	Proposed dividend '000 Taka	Total '000 Taka
<b>1 January-30 September, 2009</b>					
Balance as at 1 January 2009	152,183	46,181	1,312,546		1,510,910
Adjustment for surplus in actuarial valuation of pension fund (BAS 19)	-	-	(15,679)		(15,679)
Transferred to dividend payable account - final dividend 2008			(117,181)	117,181	-
Payment of final dividend for 2008				(117,181)	(117,181)
Payment of interim dividend			(152,183)		(152,183)
Profit earned during the period	-	-	449,639		449,639
Realisation of revaluation reserve on disposal of Jalalabad properties	-	(26,007)	26,007		-
<b>Balance as at 30 September 2009</b>	<b>152,183</b>	<b>20,174</b>	<b>1,503,149</b>	<b>-</b>	<b>1,675,506</b>
<b>1 January-30 September, 2010</b>					
Balance as at 1 January 2010	152,183	20,174	1,666,177		1,838,534
Adjustment for deficit in actuarial valuation of pension fund (BAS 19)	-	-	(3,360)		(3,360)
Transferred to dividend payable account - final dividend 2009	-	-	(117,181)	117,181	-
Payment of final dividend for 2009				(117,181)	(117,181)
Payment of interim dividend			(380,458)		(380,458)
Profit earned during the period	-	-	490,427		490,427
<b>Balance as at 30 September 2010</b>	<b>152,183</b>	<b>20,174</b>	<b>1,655,605</b>		<b>1,827,962</b>

## BOC Bangladesh Limited

### Notes to the Accounts for the 9 months period ended 30 September 2010 (unaudited)

#### 1. Selected explanatory note:

BOC 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. 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 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 2010 000 Taka	As at 31 December 2009 000 Taka
<b>2. Property plant and equipment</b>		
Opening balance	922,735	961178
Addition during the period/year	76,664	108492
Disposal during the period/year	(216)	(13,269)
Depreciation during the period/year	<u>(102,264)</u>	<u>(133,666)</u>
	<u>896,919</u>	<u>922,735</u>
<b>3. Intangible assets</b>		
At 1 January	5,876	5,311
Addition during the period/year	-	1,816
Amortisation during the period/year	<u>(1,251)</u>	<u>(1,251)</u>
Closing balance	<u>4,625</u>	<u>5,876</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

This represents the Company's holding of 199 ordinary shares of Tk 100 each in Bangladesh Oxygen Limited.

#### 5. Inventories

Raw materials	183,867	117,739
Finished goods	93,273	87,297
Goods in transit	53,647	19,928
Maintenance spares	<u>74,757</u>	<u>53,974</u>
	<u>405,544</u>	<u>278,938</u>

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

#### 6. Trade debtors

Debts exceeding six months	72,701	56,530
Debts below six months	<u>123,228</u>	<u>124,025</u>
	195,929	180,555
Provision for debts considered doubtful	<u>(15,737)</u>	<u>(26,146)</u>
	<u>180,192</u>	<u>154,409</u>

As per policy of the Company where a debt is overdue by 90 days or 180 days, provision for doubtful debts is made at the rates of 50% and 100% respectively.

## BOC Bangladesh Limited

### Notes to the Accounts for the 9 months period ended 30 September 2010 (unaudited)

	As at 30 September 2010 000 Taka	As at 31 December 2009 000 Taka
<b>7. Advances, deposits and prepayments</b>		
Loans and advances to employees	42,710	32,368
Advances to suppliers	15,801	8,853
Deposits and prepayments	41,356	51,123
VAT	22,864	14,814
	<u>122,731</u>	<u>107,158</u>
<p>Above amounts are unsecured and considered good. Of the total advances, deposits and prepayments Tk 90,280 thousand (2009: Tk 66,314 thousand) is receivable within 12 months from the date of the balance sheet.</p>		
<b>8. Cash and cash equivalents</b>		
Cash in hand	1,442	606
Cash at bank	271,452	211,206
Fixed deposits with bank	700,000	905,063
	<u>972,894</u>	<u>1,116,875</u>
<b>9. Deferred liabilities</b>		
Gratuity fund:		
Gratuity payable at 1 January	72,050	71,236
Provision during the period/year	14,281	13,231
	<u>86,331</u>	<u>84,467</u>
Payment during the period/year	(8,095)	(12,417)
	<u>78,236</u>	<u>72,050</u>
Adjustment for deficit in pension fund	12,818	9,456
Cylinder security deposit	182,223	165,781
	<u>273,277</u>	<u>247,287</u>
<p>Gratuity payable represents total liabilities of the Company on account of employee Gratuity Scheme.</p> <p>Cylinder security deposit from customers is liability of a continuing nature.</p>		
<b>10. Deferred Tax</b>		
At 1 January	71,071	90,302
Provisions release during the period/year for reversal of timing difference	(18,796)	(19,231)
	<u>52,275</u>	<u>71,071</u>
<p>Deferred tax has been calculated in full, on all temporary timing differences using effective current tax rate for the Company</p>		
<b>11. Trade creditors</b>		
Payable to vendors	29,002	48,950
Trade creditors are unsecured and payable within a month	<u>29,002</u>	<u>48,950</u>

**BOC Bangladesh Limited**
**Notes to the Accounts for the 9 months period ended 30 September 2010 (unaudited)**

	As at 30 September 2010 000 Taka	As at 31 December 2009 000 Taka
<b>12. Expense creditors and accruals</b>		
Salaries, wages and retirement benefits	39,253	46,662
Technical assistance fee	40,082	22,353
Accrued expenses	50,681	42,528
Other creditors	14,002	23,479
Workers' profit participation fund	34,828	40,677
	<u>178,846</u>	<u>175,699</u>
<b>13. Sundry creditors</b>		
Capital items	-	11,277
Deposit and advance from customers	45,812	48,276
Unpaid dividends	8,421	8,642
Others	8,248	6,672
	<u>62,481</u>	<u>74,867</u>
<b>14. Bank guarantees and commitments</b>		
(a) Bank guarantees provided to customers, utility services and disputed VAT	54,124	47,366
(b) Outstanding letter of credits	581,685	368,706
	<u>635,809</u>	<u>416,072</u>