

**Financial Statements
Of
Bengal Windsor Thermoplastics Ltd.**

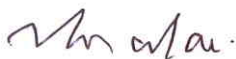
For the period from 01 July to 30 September 2020

First Quarter Financial Statements- (Un-audited)

Bengal Windsor Thermoplastics Limited
Statement of Financial Position (Un-audited)
as at 30 September 2020

	Notes	Amount in Taka	
		30-Sep-20	30-Jun-20
ASSETS			
Non-current assets			
Property, plant and equipment at cost less accumulated depreciation	4	620,208,755	628,554,444
Intangible assets	5	3,188,510	3,329,586
Investment in shares		153,137,600	153,137,600
Total non-current assets		776,534,865	785,021,630
Current assets			
Inventories	6	377,260,369	355,663,685
Advances and deposits		605,200,632	607,779,218
Advance against share purchase		128,800,000	128,800,000
Trade and other receivables	7	300,992,712	320,947,419
Cash and cash equivalents		254,004,777	248,382,787
Total current assets		1,666,258,490	1,661,573,110
Total assets		2,442,793,355	2,446,594,739
EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital	8	914,760,000	914,760,000
Share premium	9	465,600,000	465,600,000
Retained earnings		792,015,453	782,106,342
Fair value adjustment	10	68,523,840	68,523,840
Total equity		2,240,899,293	2,230,990,182
Non-current liabilities			
Gratuity		18,049,659	17,639,674
Deferred tax liability		18,852,340	17,080,700
Total non-current liabilities		36,901,999	34,720,374
Current liabilities			
Bank overdraft		11,010,864	13,120,583
Short term loan		80,222,745	89,306,562
Provision for taxation		30,765,853	31,265,631
Trade and other payables	11	38,165,081	42,366,072
Payable to IPO applicants		4,827,519	4,825,335
Total current liabilities		164,992,062	180,884,183
Total equity and liabilities		2,442,793,355	2,446,594,739
Net asset value per share (NAVPS)		24.50	24.39

These financial statements should be read in conjunction with the annexed notes



Chairman



Managing Director



Director



Chief Financial Officer



Company Secretary

Bengal Windsor Thermoplastics Limited
Statement of Profit or Loss and Other Comprehensive Income (Un-audited)
For the period from 01 July to 30 September 2020

Notes	Amount in Taka					
	July 20 -September 20			July 19 -September 19		
	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total
Turnover (export sales)	54,066,849	51,570,454	105,637,302	69,609,326	72,226,826	141,836,152
Cost of goods sold	(42,779,527)	(34,896,773)	(77,676,300)	(55,019,365)	(45,199,192)	(100,218,557)
Gross profit	11,287,322	16,673,681	27,961,002	14,589,961	27,027,634	41,617,595
Administrative expenses	(4,266,835)	(3,120,392)	(7,387,227)	(5,799,472)	(1,527,607)	(7,327,079)
Selling and distribution expenses	(3,092,778)	(2,938,745)	(6,031,523)	(2,184,909)	(2,135,408)	(4,320,317)
Operating profit	3,927,709	10,614,544	14,542,252	6,605,580	23,364,619	29,970,199
Other income	2,885,508	885,716	3,771,224	4,165,495	1,423,662	5,589,157
Finance costs	(1,643,658)	(2,742,700)	(4,386,358)	(2,400,102)	(3,286,975)	(5,687,077)
Profit before provision and tax	5,169,559	8,757,560	13,927,118	8,370,973	21,501,306	29,872,279
Provision for WPPF and welfare fund	(258,478)	(437,878)	(696,356)	(418,549)	(1,075,065)	(1,493,614)
Profit before tax	4,911,081	8,319,682	13,230,762	7,952,424	20,426,241	28,378,665
Income tax expenses	(3,100,222)	(221,429)	(3,321,651)	(1,835,090)	(355,915)	(2,191,005)
Current tax expense	1,328,582	221,429	1,550,011	2,088,757	355,915	2,444,672
Deferred tax income/(expense)	1,771,640	-	1,771,640	(253,667)	-	(253,667)
Net profit after tax for the period	1,810,859	8,098,253	9,909,111	6,117,334	20,070,326	26,187,660
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	1,810,859	8,098,253	9,909,111	6,117,334	20,070,326	26,187,660
Earnings per share (Taka)						
Basic and diluted	13		0.11			0.29

These financial statements should be read in conjunction with the annexed notes


Chairman


Managing Director


Director



Chief Financial Officer


Company Secretary

Bengal Windsor Thermoplastics Limited
Statement of Changes in Equity (un-audited)
For the period from 01 July to 30 September 2020

Amount in Taka

Particulars	Share capital	Share premium	Fair value adjustment	Retained earnings	Total
Balance at 01 July 2019	914,760,000	465,600,000	55,578,600	830,463,686	2,266,402,286
Total comprehensive income for the period	-	-	-	26,187,660	26,187,660
Balance at 30 September 2019	914,760,000	465,600,000	55,578,600	856,651,346	2,292,589,946
Balance at 01 July 2020	914,760,000	465,600,000	68,523,840	782,106,342	2,230,990,182
Total comprehensive income for the period	-	-	-	9,909,111	9,909,111
Balance at 30 September 2020	914,760,000	465,600,000	68,523,840	792,015,453	2,240,899,293



 Chairman




 Managing Director



 Director



 Chief Financial Officer



 Company Secretary

Bengal Windsor Thermoplastics Limited
Statement of Cash Flows (Un-audited)
For the period from 01 July to 30 September 2020

	Amount in Taka	
	July 20 - Sep. 20	July 19 - Sep. 19
A. Cash flows from operating activities		
Collection from customers	118,262,351	137,970,352
Payment for goods and services	(88,519,693)	(93,840,115)
Other operating expenses	(15,909,631)	(11,627,140)
Interest income from FDR and IPO	10,732,973	14,420,890
Cash generated from operation	24,566,000	46,923,987
Payment of tax	(3,910,291)	(3,549,419)
Gratuity paid	(224,003)	-
Net cash generated from operating activities	20,431,706	43,374,568
B. Cash flows from investing activities		
Acquisition of property, plant and equipment and intangible assets	(60,150)	(9,722,631)
Net cash used in investing activities	(60,150)	(9,722,631)
C. Cash flows from financing activities		
Dividend paid	(286,970)	-
Bank overdraft paid	(2,109,719)	(4,159,720)
Short term loan received/(paid)	(9,083,817)	633,296
Long term loan paid	-	(9,818,816)
Finance costs paid	(3,639,153)	(6,053,185)
Net cash used in financing activities	(15,119,659)	(19,398,425)
D. Net effect of foreign currency transaction on cash and cash equivalents	370,093	1,190,299
E. Net cash inflow during the period (A+B+C+D)	5,621,990	15,443,811
Cash and cash equivalents at 01 July	248,382,787	187,991,744
Cash and cash equivalents at 30 September	254,004,777	203,435,555
Net operating cash flow per share (NOCFPS)	0.22	0.47

Complying with notification No. **BSEC/CMRRCD/2006-158/208/Admin/81** dated 08 August 2018, of Bangladesh Securities and Exchange Commission (BSEC) a reconciliation of net income or net profit with cash flows from operating activities is given **note no 14**.



Chairman



Managing Director



Director



Chief Financial Officer



Company Secretary

Bengal Windsor Thermoplastics Limited

Notes to the Financial Statements

For the period from 01 July 2019 to 30 September 2020

1 Background of the Company

Bengal Windsor Thermoplastics Limited (the "Company" or "Bengal Windsor") was incorporated on 02 January 2002 as a private limited company in Bangladesh under the Companies Act, 1994 with the name of Bengal Build-up Bangladesh Ltd. and subsequently changed its name to Windsor Plastics (BD) Ltd. on 17 May 2005. Further, on 14 December 2010 Windsor Plastics (BD) Ltd. has been renamed as Bengal Windsor Thermoplastics Limited and converted from private to public limited company. Shares of Bengal Windsor are quoted in the Dhaka and Chittagong Stock Exchanges since 16 April 2013. The Company's registered office is situated at Dhaka, Bangladesh.

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2 Nature of the business

The Company manufactures and exports mainly hanger and related garment accessories which facilitates the export of garments to the world's largest retailers including Wal-Mart, K-Mart, Kohl's, J C Penny, C&A, Auchan, H&M etc. in the USA, Canada as well as in Europe. The Company's manufacturing units are situated at Dhaka Export Processing Zone (DEPZ).

3 Summary of significant accounting policies

The interim financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". These interim financial statements should be read in conjunction with the Financial Statements for the Year ended June 30, 2020 (hereafter referred to as the "Annual Financial Statements"), as they provide an update to previously reported information.

The accounting policies used are consistent with those used in the Annual Financial Statements. The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRSs). The presentation of the Interim Financial Statements is consistent with the Annual Financial Statements. Where necessary, the comparatives have been reclassified or extended to take into account any presentational changes made in the Annual Financial Statements. The preparation of the Interim Financial Statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities at the date of the Interim Financial Statements. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the Interim Financial Statements, deviate from the actual, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

Notes	Amount in Taka	
	30-Sep-20	30-Jun-20
4 Property, plant and equipment at cost less accumulated depreciation		
Plant and machinery	325,121,957	325,121,956
Factory building	229,908,384	229,908,383
Office equipment	5,584,270	5,584,270
Furniture and fixture	1,957,654	1,945,204
Motor vehicles	39,966,953	39,966,953
Moulds	467,127,218	456,106,767
Electric equipment	54,845,334	54,845,335
IT equipment	11,716,403	11,668,703
Factory equipment	62,737,873	62,737,876
	<u>1,198,966,046</u>	<u>1,187,885,446</u>
Less: Accumulated depreciation	<u>(578,757,291)</u>	<u>(559,331,003)</u>
	<u>620,208,755</u>	<u>628,554,444</u>
5 Intangible assets		
Cost		
Balance as at 01 July	5,643,060	5,643,060
Addition during the period	-	-
Balance as at 30 September	<u>5,643,060</u>	<u>5,643,060</u>
Accumulated amortization		
Balance as at 01 July	2,313,474	1,749,168
Amortization for the period @ 10%	141,077	564,306
Balance as at 30 September	<u>2,454,551</u>	<u>2,313,474</u>
Written-down value	<u>3,188,510</u>	<u>3,329,586</u>
6 Inventories		
Raw materials	95,921,669	104,035,830
Work-in-process	28,522,488	27,266,458
Finished goods	88,572,790	83,814,749
Goods in transit	26,249,885	22,415,015
Packing materials, spares parts, accessories and consumables	137,993,537	136,215,290
	<u>377,260,369</u>	<u>373,747,342</u>
Less: Inventory write off	-	18,083,657
	<u>377,260,369</u>	<u>355,663,685</u>
7 Trade and other receivables		
Trade receivables	298,100,690	310,725,738
FDR interest receivable	2,892,022	10,221,681
	<u>300,992,712</u>	<u>320,947,419</u>

Notes	Amount in Taka	
	30-Sep-20	30-Jun-20
8 Share capital (Ordinary shares)		
Authorized capital		
100,000,000 ordinary shares of BDT 10 each	<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued, subscribed and paid up capital		
Opening paid up capital: (54,000,000 ordinary shares of BDT 10 each)	540,000,000	540,000,000
Increased through IPO: (16,000,000 ordinary shares of BDT 10 each)	160,000,000	160,000,000
Increased through bonus stock issue of 8% fiscal year 2012-2013: (5,600,000 ordinary shares of BDT 10 each)	56,000,000	56,000,000
Increased through bonus stock issue of 10% fiscal year 2014-2015: (75,60,000 ordinary shares of BDT 10 each)	75,600,000	75,600,000
Increased through bonus stock issue of 10% fiscal year 2016-2017: (83,16,000 ordinary shares of BDT 10 each)	83,160,000	83,160,000
	<u>914,760,000</u>	<u>914,760,000</u>
9 Share premium	<u>465,600,000</u>	<u>465,600,000</u>
The Company received Tk. 30 and Tk. 15 through private placement and Initial public offering (IPO) respectively as premium on each issued share.		
10 Fair value adjustment		
Opening balance	76,137,600	61,754,000
Increase in fair value - Unrealized gain on investment on shares of Bengal Poly And Paper Sack Ltd.	-	14,383,600
	<u>76,137,600</u>	<u>76,137,600</u>
Less: Tax @ 10%	<u>7,613,760</u>	<u>7,613,760</u>
	<u>68,523,840</u>	<u>68,523,840</u>
11 Trade and other payables		
Accounts payable - service	5,823,585	6,684,165
Dividend payable	5,787,802	6,074,772
Sales commission	744,178	664,263
Salary and wages	6,420,262	6,876,111
Utilities payable	4,419,450	4,888,881
Medical expenses payable	50,547	50,546
Provident fund	491,602	504,237
Audit fee	325,000	348,000
Accrued interest	2,968,994	2,221,789
TDS payable	80,680	3,944,447
Provision for WPPF	1,272,060	575,704
Workers' Welfare Fund (DEPZ)	21,238	21,238
Royalty payable	6,494,482	4,804,285
Other payables	3,265,201	4,707,634
	<u>38,165,081</u>	<u>42,366,072</u>

Notes	Amount in Taka						
	July 20 - September 20			July 19 - September 19			
	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total	
12 Cost of goods sold							
Raw materials consumed	12.1	14,412,376	17,262,603	31,674,979	21,908,537	25,166,046	47,074,583
Packing materials consumed	12.2	1,091,378	1,065,601	2,156,979	1,123,810	2,398,449	3,522,259
Other direct expenses		4,590,007	1,133,243	5,723,250	4,794,397	933,693	5,728,090
Factory overhead		29,056,134	15,079,028	44,135,162	30,514,626	15,552,179	46,066,805
Manufacturing cost		49,149,896	34,540,475	83,690,371	58,341,370	44,050,367	102,391,737
Add: Opening work-in-progress		16,389,423	10,877,035	27,266,458	15,233,414	9,779,371	25,012,785
		65,539,319	45,417,510	110,956,829	73,574,784	53,829,738	127,404,522
Less: Closing work-in-progress		(17,536,683)	(10,985,805)	(28,522,488)	(15,538,082)	(9,583,784)	(25,121,866)
Cost of production		48,002,636	34,431,705	82,434,341	58,036,702	44,245,954	102,282,656
Opening stock of finished goods		37,307,922	46,506,827	83,814,749	33,525,965	47,661,914	81,187,879
Cost of goods available for sale		85,310,558	80,938,532	166,249,090	91,562,667	91,907,868	183,470,535
Less: Closing stock of finished goods		(42,531,031)	(46,041,759)	(88,572,790)	(36,543,302)	(46,708,676)	(83,251,978)
		42,779,527	34,896,773	77,676,300	55,019,365	45,199,192	100,218,557
12.1 Raw materials consumed							
Opening stock		53,449,408	50,586,422	104,035,830	51,054,391	44,333,470	95,387,861
Add: Purchase during the period		8,617,678	14,943,140	23,560,818	21,701,681	29,720,770	51,422,451
Raw materials available		62,067,086	65,529,562	127,596,648	72,756,072	74,054,240	146,810,312
Less: Closing stock		(47,654,710)	(48,266,959)	(95,921,669)	(50,847,535)	(48,888,194)	(99,735,729)
		14,412,376	17,262,603	31,674,979	21,908,537	25,166,046	47,074,583
		0.27	0.33		0.3147	0.3484	
12.2 Packing materials consumed							
Opening stock		80,862,285	7,883,460	88,745,745	99,185,567	7,298,130	106,483,697
Add: Purchase during the period		282,756	6,584,023	6,866,779	3,107,522	7,852,091	10,959,613
Packing materials available		81,145,041	14,467,483	95,612,524	102,293,089	15,150,221	117,443,310
Less: Closing stock		(80,053,663)	(13,401,882)	(93,455,545)	(101,169,279)	(12,751,772)	(113,921,051)
		1,091,378	1,065,601	2,156,979	1,123,810	2,398,449	3,522,259

	30-Sep-20	30-Sep-19
13 Basic and diluted earnings per share		
The computation of basic earnings per share for the period ended from 30 September is as follows:		
<i>Numerator</i>		
Income for the period (Taka)	9,909,111	26,187,660
<i>Denominator</i>		
Weighted average number of shares outstanding	91,476,000	91,476,000
Basic and diluted earnings per share (Taka)	0.11	0.29

	Amount in Taka	
	July 20 - Sep. 20	July 19 - Sep. 19
14 Reconciliation of net operating cash flow		
Profit before tax	13,230,762	28,378,665
<i>Adjustments for:</i>		
Finance costs (considered under financing activities)	4,386,358	5,687,077
Exchange fluctuation gain	(370,093)	(1,190,299)
Depreciation charge	19,426,292	18,127,089
Amortisation charge	141,077	141,077
	36,814,396	51,143,609
<i>Changes in working capital:</i>		
Increase in inventories	(21,596,684)	(7,292,079)
Increase in advances and deposits (other than Advance income tax)	(6,581,364)	(5,960,648)
Increase in trade and other receivables	19,954,707	6,158,065
Increase in gratuity	409,985	642,135
Increase/ (decrease) in trade and other payables	(4,659,044)	2,232,905
	(12,472,400)	(4,219,622)
Income tax paid	(3,910,291)	(3,549,419)
Net cash flow from operating activities	20,431,706	43,374,568

15 Impact of COVID-19 in business (Additional disclosure)

The effects of the COVID-19 pandemic have significant global implications for economies, markets and businesses, including volatility and possible material uncertainties. The Company manufactures and exports mainly hanger and related garment accessories which facilitates the export to world's largest retailers in the USA and Canada as well as in Europe. In such unpredictable circumstances, the revenue, Earnings per share (EPS) and Net operating cash flow per share (NOCFPS) has been affected by these conditions.