

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

For the period from 01 July to 30 September 2018

First Quarter Financial Statements- (Un-audited)

Bengal Windsor Thermoplastics Limited
Statement of Financial Position (Un-audited)
as at 30 September 2018

	Notes	Amount in Taka	
		30-Sep-18	30-Jun-18
ASSETS			
Non-current assets			
Property, plant and equipment at cost less accumulated depreciation	5	654,130,480	670,130,426
Intangible assets	6	4,317,122	4,458,198
Investment in shares		77,000,000	77,000,000
Total non-current assets		735,447,602	751,588,624
Current assets			
Inventories	7	429,737,429	394,283,355
Advances and deposits		598,387,458	559,811,192
Advance against share purchase		128,800,000	128,800,000
Trade and other receivables	8	416,803,509	428,477,557
Cash and cash equivalents		199,047,983	190,192,179
Total current assets		1,772,776,379	1,701,564,283
Total assets		2,508,223,981	2,453,152,907
EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital	10	914,760,000	914,760,000
Share premium	11	465,600,000	465,600,000
Retained earnings		808,835,670	779,487,968
Total equity		2,189,195,670	2,159,847,968
Non-current liabilities			
Gratuity		12,374,410	12,077,337
Long term loan - net off current portion		39,275,265	30,085,759
Deferred tax liability		16,578,819	16,948,348
Total non-current liabilities		68,228,494	59,111,444
Current liabilities			
Bank overdraft		6,362,297	3,072,511
Short term loan		152,842,152	127,895,751
Long term loan - current portion		29,456,449	42,644,492
Provision for taxation		25,129,759	23,374,728
Trade and other payables	9	32,179,309	32,384,824
Payable to IPO applicants		4,829,851	4,821,189
Total current liabilities		250,799,817	234,193,495
Total equity and liabilities		2,508,223,981	2,453,152,907
Net asset value per share (NAVPS)		23.93	23.61

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 2018

Notes	Amount in Taka			Amount in Taka		
	July 18 -September 18			July 17 -September 17		
	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total
Turnover (export sales)	71,282,041	94,621,551	165,903,592	66,910,493	111,506,582	178,417,075
Cost of goods sold	(56,820,869)	(59,815,595)	(116,636,464)	(54,813,360)	(69,641,848)	(124,455,208)
Gross profit	14,461,172	34,805,956	49,267,128	12,097,133	41,864,734	53,961,867
Administrative expenses	(5,967,956)	(1,663,302)	(7,631,258)	(5,699,740)	(1,028,532)	(6,728,272)
Selling and distribution expenses	(1,909,582)	(2,568,931)	(4,478,513)	(1,025,191)	(1,384,537)	(2,409,728)
Operating profit	6,583,634	30,573,723	37,157,357	5,372,203	39,451,664	44,823,867
Other income	2,938,010	1,051,083	3,989,093	2,573,886	145,796	2,719,682
Finance costs	(4,359,801)	(4,159,308)	(8,519,109)	(2,169,132)	(6,898,231)	(9,067,363)
Profit before provision and tax	5,161,843	27,465,498	32,627,341	5,776,957	32,699,229	38,476,187
Provision for WPPF and welfare fund	(258,092)	(1,373,275)	(1,631,367)	(288,848)	(1,634,961)	(1,923,809)
Profit before tax	4,903,751	26,092,223	30,995,974	5,488,109	31,064,268	36,552,377
Income tax expenses	(1,385,502)	(262,771)	(1,648,272)	(1,924,191)	(4,975)	(1,929,166)
Current tax expense	1,755,031	262,771	2,017,801	1,525,307	4,975	1,530,282
Deferred tax expense / (income)	(369,529)	-	(369,529)	398,884	-	398,884
Net profit after tax for the period	3,518,249	25,829,453	29,347,701	3,563,919	31,059,293	34,623,212
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	3,518,249	25,829,453	29,347,701	3,563,919	31,059,293	34,623,212
Earnings per share (Taka)						
Basic and diluted	13		0.32			0.38

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



Chairman



Managing Director



Director




Head Financial Officer



Company secretary

Bengal Windsor Thermoplastics Limited
Statement of Changes in Equity (un-audited)
For the period from 01 July to 30 September 2018

Particulars	Amount in Taka			
	Share capital	Share premium	Retained earnings	Total
Balance at 01 July 2017	831,600,000	465,600,000	888,553,300	2,185,753,300
Total comprehensive income for the period	-	-	34,623,212	34,623,212
Balance at 30 September 2017	<u>831,600,000</u>	<u>465,600,000</u>	<u>923,176,512</u>	<u>2,220,376,512</u>
Balance at 01 July 2018	914,760,000	465,600,000	779,487,968	2,159,847,968
Total comprehensive income for the period	-	-	29,347,701	29,347,701
Balance at 30 September 2018	<u>914,760,000</u>	<u>465,600,000</u>	<u>808,835,670</u>	<u>2,189,195,669</u>




 Chairman



 Director



 Managing Director



 Company Secretary

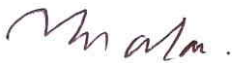


 Chief Financial Officer

Bengal Windsor Thermoplastics Limited
Statement of Cash Flows (Un-audited)
For the period from 01 July to 30 September 2018

	Amount in Taka	
	July 18 - Sep. 18	July 17 - Sep. 17
A. Cash flows from operating activities		
Collection from customers	170,088,056	203,423,326
Payment for goods and services	(150,344,002)	(191,564,219)
Other operating expenses	(11,511,280)	(8,243,103)
Interest income from FDR and IPO	10,435,613	9,897,221
Cash generated from operation	18,668,387	13,513,225
Payment of tax	(2,119,089)	(1,182,120)
Net cash generated from operating activities	16,549,298	12,331,105
B. Cash flows from investing activities		
Acquisition of property, plant and equipment and intangible assets	(699,768)	(70,050)
Advance against land purchase	(25,000,000)	-
Net cash used in investing activities	(25,699,768)	(70,050)
C. Cash flows from financing activities		
Bank overdraft received	3,289,787	17,459,648
Short term loan received	24,946,401	5,210,213
Long term loan received paid	(3,998,537)	(8,138,536)
Finance costs paid	(7,283,104)	(9,827,020)
Net cash received in financing activities	16,954,547	4,704,305
D. Net effect of foreign currency transaction on cash and cash equivalents	1,051,727	194,646
E. Net cash inflow during the period (A+B+C+D)	8,855,804	17,160,006
Cash and cash equivalents at 01 July	190,192,179	160,774,849
Cash and cash equivalents at 30 September	199,047,983	177,934,855
Net operating cash flow per share (NOCFPS)	0.18	0.13

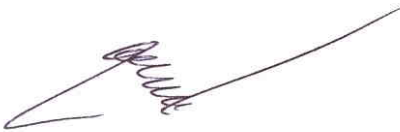
Complying with notification No. **BSEC/CMRRCD/2006-158/208/Admin/81** dated 08 August 2018, of Bangladesh Securities and Exchange Commission (BSEC) a reconciliation of net income or net profit with cash flows from operating activities is given note no 14.



Chairman



Managing Director



Director



Chief Financial Officer



Company Secretary

BENGAL WINDSOR THERMOPLASTICS LTD.

Notes to the Financial Statements

For the period from 01 July 2018 to 30 September 2018

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

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.

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 etc. in the USA as well as in Europe. The Company's manufacturing units are situated at Dhaka Export Processing Zone (DEPZ).

3. Summary of significant accounting policies

These financial statements have been prepared based on "Going Concern" assumption. Accrual concept and such other convention as required by BAS-1 for fair presentation of financial statements were also followed.

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect within the framework of BAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

4. Corporate Accounting Standards Practiced

The following BAS is applicable to the financial statements for the year under review:

BAS 1	Presentation of Financial Statements
BAS 2	Inventories
BAS 7	Statement of Cash Flows
BAS 8	Accounting Policies, Changes in Accounting Estimates and Errors.
BAS 10	Events after the Reporting period
BAS 12	Income Taxes
BAS 16	Properties, Plant & Equipment
BAS 18	Revenue
BAS 19	Employee Benefits
BAS 23	Borrowing Costs
BAS 27	Separate Financial Statements
BAS 33	Earnings per Share
BAS 34	Interim Financial Reporting
BAS 37	Provisions, Contingent Liabilities and Contingent Assets
BAS 38	Intangible Assets
BAS 39	Financial Instruments: Recognition and Measurement

	Amount in Taka	
	30-Sep-18	30-Jun-18
5 Property, plant and equipment at cost less accumulated depreciation		
Plant and machinery	325,121,956	325,121,956
Factory building	229,908,384	229,908,383
Office equipment	5,416,811	5,142,811
Furniture and fixture	1,852,370	1,831,950
Motor vehicles	39,891,953	39,891,953
Mould	364,450,835	364,450,833
Electric equipment	54,797,834	54,797,335
IT equipment	11,299,429	11,028,129
Factory equipment	37,776,542	37,642,993
	<u>1,070,516,114</u>	<u>1,069,816,343</u>
Less: Accumulated depreciation	<u>(416,385,634)</u>	<u>(399,685,917)</u>
	<u>654,130,480</u>	<u>670,130,426</u>
6 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	1,184,862	620,556
Amortization for the period @ 10%	141,077	564,306
Balance as at 30 September	<u>1,325,939</u>	<u>1,184,862</u>
Written-down value	<u>4,317,122</u>	<u>4,458,198</u>
7 Inventories		
Raw materials	163,805,479	112,939,582
Work-in-process	29,086,588	26,149,346
Finished goods	81,409,270	75,891,563
Goods in transit	-	22,071,490
Packing materials, spares parts, accessories and consumables	155,436,092	157,231,374
	<u>429,737,429</u>	<u>394,283,355</u>
8 Trade and other receivables		
Trade receivables	414,261,886	418,446,349
FDR interest receivable	2,541,623	10,031,208
	<u>416,803,509</u>	<u>428,477,557</u>

Notes	Amount in Taka	
	30-Sep-18	30-Jun-18
9 Trade and other payables		
Accounts payable - service	4,580,423	7,000,678
Dividend payable	2,679,163	2,679,163
Sales commission	1,928,928	1,241,136
Salary and wages	5,155,810	5,262,875
Utilities payable	3,950,576	3,129,542
Medical expenses payable	34,604	64,069
Provident fund	436,245	1,507,388
Audit fee	325,000	325,000
Accrued interest	2,938,629	1,702,624
TDS payable	99,376	101,044
Provision for WPPF	8,990,376	7,359,009
Workers' Welfare Fund (DEPZ)	25,156	25,126
Other payables	1,035,022	1,987,170
	32,179,309	32,384,824
10 Share capital (Ordinary shares)		
Authorized capital		
100,000,000 ordinary shares of BDT 10 each	1,000,000,000	1,000,000,000
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
	914,760,000	914,760,000
11 Share premium	465,600,000	465,600,000

The Company received Tk. 30 and Tk. 15 through private placement and Initial public offering (IPO) respectively as premium on each issued share.

Notes	Amount in Taka						
	July 18 - September 18			July 17 - September 17			
	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total	
12 Cost of goods sold							
Raw materials consumed	12.1	22,397,841	40,895,673	63,293,514	26,289,776	67,969,421	94,259,197
Packing materials consumed	12.2	7,303,343	7,181,658	14,485,001	5,381,923	9,307,282	14,689,205
Other direct expenses		3,915,072	1,033,516	4,948,588	3,063,552	3,173,131	6,236,684
Factory overhead		27,558,360	14,805,950	42,364,310	28,301,615	11,473,684	39,775,299
Manufacturing cost		61,174,616	63,916,797	125,091,413	63,036,866	91,923,518	154,960,385
Add: Opening work-in-progress		15,830,846	10,318,500	26,149,346	16,664,048	8,598,750	25,262,798
		77,005,462	74,235,297	151,240,759	79,700,914	100,522,268	180,223,183
Less: Closing work-in-progress		(15,672,538)	(13,414,050)	(29,086,588)	(16,997,329)	(8,770,725)	(25,768,054)
Cost of production		61,332,924	60,821,247	122,154,171	62,703,585	91,751,543	154,455,129
Opening stock of finished goods		34,992,874	40,898,689	75,891,563	32,054,976	20,047,726	52,102,702
Cost of goods available for sale		96,325,798	101,719,936	198,045,734	94,758,561	111,799,269	206,557,831
Less: Closing stock of finished goods		(39,504,929)	(41,904,341)	(81,409,270)	(39,945,201)	(42,157,422)	(82,102,623)
		56,820,869	59,815,595	116,636,464	54,813,360	69,641,848	124,455,208
12.1 Raw materials consumed							
Opening stock		55,552,401	57,387,181	112,939,582	50,570,657	53,092,472	103,663,129
Add: Purchase during the period		42,943,254	71,216,157	114,159,411	38,615,558	65,851,497	104,467,055
Raw materials available		98,495,655	128,603,338	227,098,993	89,186,215	118,943,969	208,130,184
Less: Closing stock		(76,097,814)	(87,707,665)	(163,805,479)	(62,896,439)	(50,974,548)	(113,870,987)
		22,397,841	40,895,673	63,293,514	26,289,776	67,969,421	94,259,197
12.2 Packing materials consumed							
Opening stock		102,794,742	6,631,748	109,426,490	112,961,254	6,028,862	118,990,116
Add: Purchase during the period		9,359,238	5,497,540	14,856,778	1,993,085	3,923,700	5,916,785
Packing materials available		112,153,980	12,129,288	124,283,268	114,954,339	9,952,562	124,906,901
Less: Closing stock		(104,850,637)	(4,947,630)	(109,798,267)	(109,572,416)	(645,280)	(110,217,696)
		7,303,343	7,181,658	14,485,001	5,381,923	9,307,282	14,689,205

13 Basic and diluted earnings per share

The computation of basic earnings per share for the period ended from 30 September is as follows:

Numerator

Income for the period (Taka)

Denominator

Weighted average number of shares outstanding

Basic and diluted earnings per share (Taka)

	30-Sep-18	30-Sep-17
Income for the period (Taka)	29,347,701	34,623,212
Weighted average number of shares outstanding	91,476,000	91,476,000
Basic and diluted earnings per share (Taka)	0.32	0.38

14 Reconciliation of net operating cash flow

Profit before tax

Adjustments for:

Finance costs (considered under financing activities)

Exchange fluctuation gain

Depreciation charges

Amortisation charge

Changes in working capital:

Increase in inventories

Increase in advances and deposits

Decrease in trade and other receivables

Increase in gratuity

Increase/ (decrease) in trade and other payables

Income tax paid

Net cash flow from operating activities

	Amount in Taka	
	July 18 - Sep. 18	July 17 - Sep. 17
Profit before tax	30,995,974	36,552,377
Finance costs (considered under financing activities)	8,519,109	9,067,363
Exchange fluctuation gain	(1,051,727)	(194,646)
Depreciation charges	16,699,715	15,948,606
Amortisation charge	141,077	141,077
	55,304,148	61,514,777
Increase in inventories	(35,454,074)	(71,933,732)
Increase in advances and deposits	(11,457,177)	(10,351,338)
Decrease in trade and other receivables	11,674,048	32,385,581
Increase in gratuity	297,073	886,226
Increase/ (decrease) in trade and other payables	(1,695,630)	1,011,711
	(36,635,760)	(48,001,552)
Income tax paid	(2,119,089)	(1,182,120)
Net cash flow from operating activities	16,549,298	12,331,105