

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

For the period from 01 July to 30 September 2019

First Quarter Financial Statements- (Un-audited)

Bengal Windsor Thermoplastics Limited
Statement of Financial Position (Un-audited)
as at 30 September 2019

	Notes	Amount in Taka	
		30-Sep-19	30-Jun-19
ASSETS			
Non-current assets			
Property, plant and equipment at cost less accumulated depreciation	3	662,124,008	670,528,464
Intangible assets	4	3,752,815	3,893,892
Investment in shares		138,754,000	138,754,000
Total non-current assets		804,630,823	813,176,356
Current assets			
Inventories	5	398,245,420	390,953,341
Advances and deposits		595,573,391	586,063,324
Advance against share purchase		128,800,000	128,800,000
Trade and other receivables	6	393,751,048	399,909,113
Cash and cash equivalents		203,435,555	187,991,744
Total current assets		1,719,805,414	1,693,717,522
Total assets		2,524,436,237	2,506,893,878
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		856,651,347	830,463,686
Fair value adjustment	10	55,578,600	55,578,600
Total equity		2,292,589,947	2,266,402,286
Non-current liabilities			
Gratuity		15,131,064	14,488,929
Long term loan - net off current portion		-	-
Deferred tax liability		23,198,863	23,452,530
Total non-current liabilities		38,329,927	37,941,459
Current liabilities			
Bank overdraft		14,561,014	18,720,734
Short term loan		84,835,654	84,202,358
Long term loan - current portion		29,456,449	39,275,265
Provision for taxation		29,605,777	27,161,105
Trade and other payables	7	30,235,671	28,367,043
Payable to IPO applicants		4,821,797	4,823,628
Total current liabilities		193,516,362	202,550,133
Total equity and liabilities		2,524,436,237	2,506,893,878
Net asset value per share (NAVPS)		25.06	24.78

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 2019


Notes	Amount in Taka					
	July 19 -September 19			July 18 -September 18		
	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total
Turnover (export sales)	69,609,326	72,226,826	141,836,152	71,282,041	94,621,551	165,903,592
Cost of goods sold	(55,019,365)	(45,199,192)	(100,218,557)	(56,820,869)	(59,815,595)	(116,636,464)
Gross profit	14,589,961	27,027,634	41,617,595	14,461,172	34,805,956	49,267,128
Administrative expenses	(5,799,472)	(1,527,607)	(7,327,079)	(5,967,956)	(1,663,302)	(7,631,258)
Selling and distribution expenses	(2,184,909)	(2,135,408)	(4,320,317)	(1,909,582)	(2,568,931)	(4,478,513)
Operating profit	6,605,580	23,364,619	29,970,199	6,583,634	30,573,723	37,157,357
Other income	4,165,495	1,423,662	5,589,157	2,938,010	1,051,083	3,989,093
Finance costs	(2,400,102)	(3,286,975)	(5,687,077)	(4,359,801)	(4,159,308)	(8,519,109)
Profit before provision and tax	8,370,973	21,501,306	29,872,279	5,161,843	27,465,498	32,627,341
Provision for WPPF and welfare fund	(418,549)	(1,075,065)	(1,493,614)	(258,092)	(1,373,275)	(1,631,368)
Profit before tax	7,952,424	20,426,241	28,378,665	4,903,751	26,092,223	30,995,973
Income tax expenses	(1,835,090)	(355,915)	(2,191,005)	(1,385,502)	(262,771)	(1,648,272)
Current tax expense	2,088,757	355,915	2,444,672	1,755,031	262,771	2,017,801
Deferred tax income	(253,667)	-	(253,667)	(369,529)	-	(369,529)
Net profit after tax for the period	6,117,334	20,070,326	26,187,660	3,518,249	25,829,452	29,347,701
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	61,695,934	20,070,326	81,766,260	3,518,249	25,829,452	29,347,701
Earnings per share (Taka)						
Basic and diluted	12		0.29			0.32


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 2019

Amount in Taka

Particulars	Share capital	Share premium	Fair value adjustment	Retained earnings	Total
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	914,760,000	465,600,000	-	808,835,669	2,189,195,669
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	856,651,347	2,292,589,946


 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 2019

	Amount in Taka	
	July 19 - Sep. 19	July 18 - Sep. 18
A. Cash flows from operating activities		
Collection from customers	137,970,352	170,088,056
Payment for goods and services	(93,840,115)	(150,344,002)
Other operating expenses	(11,627,140)	(11,511,280)
Interest income from FDR and IPO	14,420,890	10,435,613
Cash generated from operation	46,923,987	18,668,387
Payment of tax	(3,549,419)	(2,119,089)
Net cash generated from operating activities	43,374,568	16,549,298
B. Cash flows from investing activities		
Acquisition of property, plant and equipment and intangible assets	(9,722,631)	(699,768)
Advance against land purchase	-	(25,000,000)
Net cash used in investing activities	(9,722,631)	(25,699,768)
C. Cash flows from financing activities		
Bank overdraft received/(paid)	(4,159,720)	3,289,787
Short term loan received	633,296	24,946,401
Long term loan paid	(9,818,816)	(3,998,537)
Finance costs paid	(6,053,185)	(7,283,104)
Net cash received in financing activities	(19,398,425)	16,954,547
D. Net effect of foreign currency transaction on cash and cash equivalents	1,190,299	1,051,727
E. Net cash inflow during the period (A+B+C+D)	15,443,811	8,855,804
Cash and cash equivalents at 01 July	187,991,744	190,192,179
Cash and cash equivalents at 30 September	203,435,555	199,047,983
Net operating cash flow per share (NOCFPS)	0.47	0.18

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 15.


Chairman


Managing Director


Director


Chief Financial Officer


Company Secretary

BENGAL WINDSOR THERMOPLASTICS LTD.

Notes to the Financial Statements

For the period from 01 July 2019 to 30 September 2019

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).

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 IAS-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 IAS-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.

	Amount in Taka	
	30/Sep/19	30/Jun/19
3 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	5,587,945	5,546,903
Furniture and fixture	1,910,406	1,897,115
Motor vehicles	39,891,953	39,891,953
Mould	416,022,013	407,022,011
Electric equipment	55,495,334	54,845,335
IT equipment	11,506,028	11,487,728
Factory equipment	62,728,604	62,728,606
	<u>1,148,172,623</u>	<u>1,138,449,990</u>
Less: Accumulated depreciation	<u>(486,048,615)</u>	<u>(467,921,526)</u>
	<u>662,124,008</u>	<u>670,528,464</u>
4 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	1,749,168	1,184,862
Amortization for the period @ 10%	141,077	564,306
Balance as at 30 September	<u>1,890,245</u>	<u>1,749,168</u>
Written-down value	<u>3,752,815</u>	<u>3,893,892</u>
5 Inventories		
Raw materials	99,735,729	95,387,861
Work-in-process	25,121,866	25,012,785
Finished goods	83,251,978	81,187,879
Goods in transit	27,475,660	34,779,316
Packing materials, spares parts, accessories and consumables	162,660,187	154,585,500
	<u>398,245,420</u>	<u>390,953,341</u>
6 Trade and other receivables		
Trade receivables	390,445,782	386,579,982
FDR interest receivable	3,305,266	13,329,131
	<u>393,751,048</u>	<u>399,909,113</u>

Notes	Amount in Taka	
	30/Sep/19	30/Jun/19
7 Trade and other payables		
Accounts payable - service	3,294,152	5,085,698
Dividend payable	2,978,422	2,978,422
Sales commission	688,651	641,352
Salary and wages	5,594,212	5,633,378
Utilities payable	4,097,407	2,744,970
Medical expenses payable	79,089	50,278
Provident fund	453,855	455,717
Audit fee	383,750	373,750
Accrued interest	705,579	1,071,687
TDS payable	562,454	947,558
Provision for WPPF	7,045,717	5,552,103
Workers' Welfare Fund (DEPZ)	21,188	21,125
Other payables	4,331,195	2,811,005
	30,235,671	28,367,043
8 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
9 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.		
10 Fair value adjustment		
Increase in fair value - Unrealized gain on investment on shares of Bengal Poly And Paper Sack Ltd.	61,754,000	-
Less: Tax @ 10%	6,175,400	-
	55,578,600	-

Notes	Amount in Taka						
	July 19 - September 19			July 18 - September 18			
	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total	
11 Cost of goods sold							
Raw materials consumed	11.1	21,908,537	25,166,046	47,074,583	22,397,841	40,895,673	63,293,514
Packing materials consumed	11.2	1,123,810	2,398,449	3,522,259	7,303,343	7,181,658	14,485,001
Other direct expenses		4,794,397	933,693	5,728,090	3,915,072	1,033,516	4,948,588
Factory overhead		30,514,626	15,552,179	46,066,805	27,558,360	14,805,950	42,364,310
Manufacturing cost		58,341,370	44,050,367	102,391,737	61,174,616	63,916,797	125,091,413
Add: Opening work-in-progress		15,233,414	9,779,371	25,012,785	15,830,846	10,318,500	26,149,346
		73,574,784	53,829,738	127,404,522	77,005,462	74,235,297	151,240,759
Less: Closing work-in-progress		(15,538,082)	(9,583,784)	(25,121,866)	(15,672,538)	(13,414,050)	(29,086,588)
Cost of production		58,036,702	44,245,954	102,282,656	61,332,924	60,821,247	122,154,171
Opening stock of finished goods		33,525,965	47,661,914	81,187,879	34,992,874	40,898,689	75,891,563
Cost of goods available for sale		91,562,667	91,907,868	183,470,535	96,325,798	101,719,936	198,045,734
Less: Closing stock of finished goods		(36,543,302)	(46,708,676)	(83,251,978)	(39,504,929)	(41,904,341)	(81,409,270)
		55,019,365	45,199,192	100,218,557	56,820,869	59,815,595	116,636,464

11.1 Raw materials consumed							
Opening stock		51,054,391	44,333,470	95,387,861	55,552,401	57,387,181	112,939,582
Add: Purchase during the period		21,701,681	29,720,770	51,422,451	42,943,254	71,216,157	114,159,411
Raw materials available		72,756,072	74,054,240	146,810,312	98,495,655	128,603,338	227,098,993
Less: Closing stock		(50,847,535)	(48,888,194)	(99,735,729)	(76,097,814)	(87,707,665)	(163,805,479)
		21,908,537	25,166,046	47,074,583	22,397,841	40,895,673	63,293,514
11.2 Packing materials consumed							
Opening stock		99,185,567	7,298,130	106,483,697	102,794,742	6,631,748	109,426,490
Add: Purchase during the period		3,107,522	7,852,091	10,959,613	9,359,238	5,497,540	14,856,778
Packing materials available		102,293,089	15,150,221	117,443,310	112,153,980	12,129,288	124,283,268
Less: Closing stock		(101,169,279)	(12,751,772)	(113,921,051)	(104,850,637)	(4,947,630)	(109,798,267)
		1,123,810	2,398,449	3,522,259	7,303,343	7,181,658	14,485,001

12 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/19	30/Sep/18
Income for the period (Taka)	26,187,660	29,347,701
Weighted average number of shares outstanding	91,476,000	91,476,000
Basic and diluted earnings per share (Taka)	0.29	0.32

13 Reconciliation of net operating cash flow

Profit before tax

Adjustments for:

Finance costs (considered under financing activities)

Exchange fluctuation gain

Depreciation charge

Amortisation charge

Changes in working capital:

Increase in inventories

Increase in advances and deposits (other than Advance income tax)

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 19 - Sep. 19	July 18 - Sep. 18
Profit before tax	28,378,665	30,995,974
Finance costs (considered under financing activities)	5,687,077	8,519,109
Exchange fluctuation gain	(1,190,299)	(1,051,727)
Depreciation charge	18,127,089	16,699,715
Amortisation charge	141,077	141,077
	51,143,609	55,304,147
Increase in inventories	(7,292,079)	(35,454,074)
Increase in advances and deposits (other than Advance income tax)	(5,960,648)	(11,457,177)
Decrease in trade and other receivables	6,158,065	11,674,048
Increase in gratuity	642,135	297,073
Increase/ (decrease) in trade and other payables	2,232,905	(1,695,630)
Income tax paid	(4,219,622)	(36,635,760)
Income tax paid	(3,549,419)	(2,119,089)
<i>Net cash flow from operating activities</i>	43,374,568	16,549,298