

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

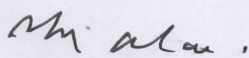
For the period from 01 July to 31 December 2020

Second Quarter Financial Statements- (Un-audited)

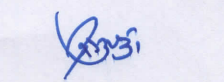
Bengal Windsor Thermoplastics Limited
Statement of Financial Position (Un-audited)
as at 31 December 2020

	Notes	Amount in Taka	
		31-Dec-20	30-Jun-20
ASSETS			
Non-current assets			
Property, plant and equipment at cost less accumulated depreciation	4	623,105,699	628,554,444
Intangible assets	5	3,047,433	3,329,586
Investment in shares		153,137,600	153,137,600
Total non-current assets		779,290,732	785,021,630
Current assets			
Inventories	6	367,915,504	355,663,685
Advances and deposits		604,025,080	607,779,218
Advance against share purchase		128,800,000	128,800,000
Trade and other receivables	7	312,495,099	320,947,419
Cash and cash equivalents		277,646,855	248,382,787
Total current assets		1,690,882,538	1,661,573,110
Total assets		2,470,173,270	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		815,574,075	782,106,342
Fair value adjustment	10	68,523,840	68,523,840
Total equity		2,264,457,915	2,230,990,182
Non-current liabilities			
Gratuity		17,940,082	17,639,674
Deferred tax liability		17,980,183	17,080,700
Total non-current liabilities		35,920,265	34,720,374
Current liabilities			
Bank overdraft		15,849,501	13,120,583
Short term loan		73,583,306	89,306,562
Provision for taxation		33,106,686	31,265,631
Trade and other payables	11	42,428,077	42,366,072
Payable to IPO applicants		4,827,519	4,825,335
Total current liabilities		169,795,089	180,884,183
Total equity and liabilities		2,470,173,270	2,446,594,739
Net asset value per share (NAVPS)			
		24.75	24.39

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

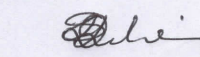

Chairman


Director


Chief Financial Officer

For

Managing Director


Company Secretary

Bengal Windsor Thermoplastics Limited

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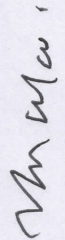
For


Managing Director

Company secretary.

Bengal Windsor Thermoplastics Limited
Statement of Changes in Equity (un-audited)
For the period from 01 July to 31 December 2020

Particulars	Amount in Taka			
	Share capital	Share premium	Fair value adjustment	Retained earnings
Balance at 01 July 2019	914,760,000	465,600,000	55,578,600	830,463,686
Total comprehensive income for the period	-	-	-	42,275,371
Cash dividend	-	-	-	(45,738,100)
Balance at 31 December 2019	914,760,000	465,600,000	55,578,600	827,000,958
Balance at 01 July 2020	914,760,000	465,600,000	68,523,840	782,106,342
Total comprehensive income for the period	-	-	-	33,467,733
Balance at 31 December 2020	914,760,000	465,600,000	68,523,840	815,574,075



Chairman

For

Managing Director


Director



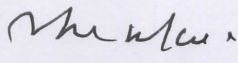
Chief Financial Officer

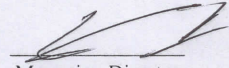

Company Secretary


Bengal Windsor Thermoplastics Limited
Statement of Cash Flows (Un-audited)
For the period from 01 July to 31 December 2020


	Amount in Taka	
	July 20 - Dec. 20	July 19 - Dec. 19
A. Cash flows from operating activities		
Collection from customers	307,960,630	312,829,070
Payment for goods and services	(215,037,827)	(217,103,699)
Other operating expenses	(26,315,907)	(23,090,791)
Interest income from FDR and IPO	11,431,325	14,884,435
Cash generated from operation	78,038,221	87,519,015
Payment of tax	(5,646,391)	(4,468,179)
WPPF Pid	(575,704)	(5,552,103)
Gratuity paid	(651,141)	-
Net cash generated from operating activities	71,164,985	77,498,733
B. Cash flows from investing activities		
Acquisition of property, plant and equipment and intangible assets	(19,105,602)	(23,742,431)
Net cash used in investing activities	(19,105,602)	(23,742,431)
C. Cash flows from financing activities		
Dividend paid	(289,520)	(23,517)
Bank overdraft received/(paid)	2,728,918	(8,532,896)
Short term loan paid	(15,723,256)	(7,392,417)
Long term loan paid	-	(19,637,633)
Finance costs paid	(10,253,642)	(11,857,325)
Net cash used in financing activities	(23,537,500)	(47,443,788)
D. Net effect of foreign currency transaction on cash and cash equivalents	742,184	1,311,186
E. Net cash inflow during the period (A+B+C+D)	29,264,068	7,623,700
Cash and cash equivalents at 01 July	248,382,787	187,991,744
Cash and cash equivalents at 31 December	277,646,855	195,615,444
Net operating cash flow per share (NOCFPS)	0.78	0.85

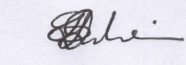
Complying with notification No. *BSEC/CMRRCD/2006-158/208/Admin/81* dated 08 August 2018, of Bangladesh Securities and Exchange Commission (BSEC) a reconciliation of net income or net profit with cash flows from operating activities is given *note no 14*.


Chairman

For

Managing Director


Director


Chief Financial Officer


Company Secretary

Bengal Windsor Thermoplastics Limited

Notes to the Financial Statements

For the period from 01 July 2020 to 31 December 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	
	31/Dec/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	490,528,976	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
	1,222,367,804	1,187,885,446
Less: Accumulated depreciation	(599,262,105)	(559,331,003)
	623,105,699	628,554,444
5 Intangible assets		
Cost		
Balance as at 01 July	5,643,060	5,643,060
Addition during the period	-	-
Balance as at 31 December	5,643,060	5,643,060
Accumulated amortization		
Balance as at 01 July	2,313,474	1,749,168
Amortization for the period @ 10%	282,153	564,306
Balance as at 31 December	2,595,627	2,313,474
Written-down value	3,047,433	3,329,586
6 Inventories		
Raw materials	91,912,726	104,035,830
Work-in-process	27,920,557	27,266,458
Finished goods	87,550,664	83,814,749
Goods in transit	19,749,885	22,415,015
Packing materials, spares parts, accessories and consumables	140,781,672	136,215,290
	367,915,504	373,747,342
Less: Inventory write off	-	18,083,657
	367,915,504	355,663,685
7 Trade and other receivables		
Trade receivables	306,512,022	310,725,738
FDR interest receivable	5,983,077	10,221,681
	312,495,099	320,947,419

Notes	Amount in Taka	
	31/Dec/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%	7,613,760	7,613,760
	<u>68,523,840</u>	<u>68,523,840</u>
11 Trade and other payables		
Accounts payable - service	5,812,565	6,684,165
Dividend payable	5,785,252	6,074,772
Sales commission	886,619	664,263
Salary and wages	6,183,158	6,876,111
Utilities payable	3,394,469	4,888,881
Medical expenses payable	50,546	50,546
Provident fund	475,518	504,237
Audit fee	23,000	348,000
Accrued interest	2,200,925	2,221,789
TDS payable	1,515,498	3,944,447
Provision for WPPF	2,013,582	575,704
Workers' Welfare Fund (DEPZ)	21,238	21,238
Royalty payable	9,967,983	4,804,285
Other payables	4,097,724	4,707,634
	<u>42,428,077</u>	<u>42,366,072</u>

Notes	Amount in Taka					
	July 20 - December 20			July 19 - December 19		
	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total
12 Cost of goods sold						
Raw materials consumed	12.1 49,109,847	71,998,944	121,108,791	47,573,109	68,658,757	116,231,865
Packing materials consumed	12.2 6,227,681	4,119,363	10,347,044	5,041,489	11,429,709	16,471,198
Other direct expenses	6,824,578	397,752	7,222,330	7,519,377	1,525,964	9,045,341
Factory overhead	61,491,037	36,445,208	97,936,245	64,408,650	31,882,558	96,291,208
Manufacturing cost	123,653,144	112,961,267	236,614,411	124,542,626	113,496,987	238,039,613
Add: Opening work-in-progress	16,389,423	10,877,035	27,266,458	15,233,414	9,779,371	25,012,785
	140,042,567	123,838,302	263,880,869	139,776,040	123,276,358	263,052,398
Less: Closing work-in-progress	(16,717,211)	(11,203,346)	(27,920,557)	(16,756,756)	(12,713,183)	(29,469,939)
Cost of production	123,325,356	112,634,956	235,960,312	123,019,284	110,563,175	233,582,459
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	160,633,278	159,141,783	319,775,061	156,545,249	158,225,089	314,770,338
Less: Closing stock of finished goods	(42,904,110)	(44,646,554)	(87,550,664)	(33,358,335)	(48,138,533)	(81,496,868)
	117,729,168	114,495,229	232,224,397	123,186,914	110,086,556	233,273,470
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	45,791,691	63,193,996	108,985,687	60,422,426	56,024,676	116,447,102
Raw materials available	99,241,099	113,780,418	213,021,517	111,476,817	100,358,146	211,834,963
Less: Closing stock	(50,131,252)	(41,781,473)	(91,912,726)	(63,903,709)	(31,699,389)	(95,603,097)
	49,109,847	71,998,944	121,108,791	47,573,109	68,658,757	116,231,865
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	4,610,436	12,002,823	16,613,259	3,057,778	16,315,171	19,372,949
Packing materials available	85,472,721	19,886,283	105,359,004	102,243,345	23,613,301	125,856,646
Less: Closing stock	(79,243,040)	(15,766,920)	(95,011,960)	(97,201,856)	(12,183,592)	(109,385,448)
	6,227,681	4,119,363	10,347,044	5,041,489	11,429,709	16,471,198

13 Basic and diluted earnings per share

The computation of basic earnings per share for the period ended from 31 December is as follows:

Numerator

Income for the period (Taka)

Denominator

Weighted average number of shares outstanding

Basic and diluted earnings per share (Taka)

31/Dec/20	31/Dec/19
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33,467,733 42,275,371

91,476,000 91,476,000

0.37 0.46

14 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 20 - Dec. 20	July 19 - Dec. 19

38,258,060 47,278,779

10,232,778 12,909,203

(742,184) (1,311,186)

39,931,107 37,087,758

282,153 282,153

87,961,914 96,246,708

(12,251,819) (4,674,880)

(8,026,018) (17,281,380)

8,452,320 8,910,114

300,408 1,222,623

374,570 (2,456,273)

(11,150,538) (14,279,796)

(5,646,391) (4,468,179)

71,164,985 77,498,733

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.