

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

For the period from 01 July to 31 March 2021

Third Quarter Financial Statements- (Un-audited)

Bengal Windsor Thermoplastics Limited
Statement of Financial Position (Un-audited)
as at 31 March 2021

	Notes	Amount in Taka	
		31-Mar-21	30-Jun-20
ASSETS			
Non-current assets			
Property, plant and equipment at cost less accumulated depreciation	4	627,171,785	628,554,444
Intangible assets	5	2,906,356	3,329,586
Investment in shares		153,137,600	153,137,600
Total non-current assets		783,215,741	785,021,630
Current assets			
Inventories	6	374,567,959	355,663,685
Advances and deposits		591,938,905	607,779,218
Advance against share purchase		128,800,000	128,800,000
Trade and other receivables	7	323,718,422	320,947,419
Cash and cash equivalents		289,461,358	248,382,787
Total current assets		1,708,486,644	1,661,573,110
Total assets		2,491,702,385	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		813,213,473	782,106,342
Fair value adjustment	10	68,523,840	68,523,840
Total equity		2,262,097,313	2,230,990,182
Non-current liabilities			
Gratuity		17,928,124	17,639,674
Deferred tax liability		17,855,961	17,080,700
Total non-current liabilities		35,784,085	34,720,374
Current liabilities			
Bank overdraft		2,745,060	13,120,583
Short term loan		94,381,043	89,306,562
Provision for taxation		33,790,014	31,265,631
Trade and other payables	11	58,077,351	42,366,072
Payable to IPO applicants		4,827,519	4,825,335
Total current liabilities		193,820,987	180,884,183
Total equity and liabilities		2,491,702,385	2,446,594,739
Net asset value per share (NAVPS)	12	24.73	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 31 March 2021

Notes	Amount in Taka						Amount in Taka					
	09 Months Comparative						03 Months Comparative					
	July 20 - March 21			July 19 - March 20			January 21 - March 21			January 20 - March 20		
	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total
Turnover (export sales)	286,652,995	310,849,985	597,502,980	197,162,744	213,010,356	410,173,100	140,269,200	155,486,868	295,756,068	43,564,783	56,871,888	100,436,671
Cost of goods sold	(255,016,889)	(248,045,325)	(483,062,214)	(159,682,015)	(159,276,572)	(318,958,587)	(117,287,721)	(133,550,096)	(250,837,817)	(36,495,101)	(49,190,016)	(85,685,117)
Gross profit	51,636,106	62,804,660	114,440,766	37,480,729	53,733,784	91,214,513	22,981,479	19,936,772	42,918,251	7,069,682	7,681,872	14,751,554
Administrative expenses	(16,438,619)	(8,556,234)	(24,994,853)	(16,931,476)	(7,292,497)	(24,223,973)	(5,530,115)	(3,376,562)	(8,906,677)	(3,788,237)	(3,299,728)	(7,087,965)
Selling and distribution expenses	(16,102,508)	(16,239,260)	(32,341,768)	(8,113,323)	(8,049,982)	(16,163,305)	(9,464,289)	(9,916,537)	(19,380,826)	(4,410,064)	(4,658,736)	(9,068,800)
Operating profit	19,094,979	38,009,166	57,104,145	12,435,930	38,391,305	50,827,235	7,987,075	6,643,673	14,630,748	(1,128,619)	(276,592)	(1,405,211)
Other income	9,261,939	3,201,110	12,463,049	11,995,928	3,195,118	15,191,046	3,323,810	1,108,216	4,432,026	4,107,709	639,444	4,747,153
Finance costs	(8,162,325)	(11,770,732)	(19,933,057)	(9,222,930)	(9,907,896)	(19,130,826)	(3,862,896)	(5,837,383)	(9,700,279)	(2,849,857)	(3,371,766)	(6,221,623)
Profit before provision and tax	20,194,593	29,439,544	49,634,137	15,208,928	31,678,527	46,887,455	7,447,989	1,914,506	9,362,495	129,233	(3,008,914)	(2,879,681)
Provision for WPPF and welfare fund	(1,009,730)	(1,471,977)	(2,481,707)	(760,446)	(1,583,926)	(2,344,372)	(372,399)	(95,725)	(468,125)	(6,461)	150,446	143,985
Profit before tax	19,184,863	27,967,567	47,152,430	14,448,482	30,094,601	44,543,083	7,075,590	1,818,781	8,894,370	122,772	(2,858,468)	(2,735,696)
Income tax expenses	(4,549,156)	(800,277)	(5,349,433)	(5,863,132)	(798,779)	(6,661,911)	(282,052)	(277,054)	(559,106)	(1,498,642)	(159,861)	(1,658,503)
Current tax expense	3,773,895	800,277	4,574,172	6,703,889	798,779	7,502,668	406,274	277,054	683,328	1,783,085	159,861	1,942,946
Deferred tax income/(expense)	775,261	-	775,261	(840,757)	-	(840,757)	(124,222)	-	(124,222)	(284,443)	-	(284,443)
Net profit after tax for the period	14,635,707	27,167,290	41,802,997	8,585,350	29,295,822	37,881,172	6,793,538	1,541,727	8,335,264	(1,375,870)	(3,018,329)	(4,394,199)
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	14,635,707	27,167,290	41,802,997	8,585,350	29,295,822	37,881,172	6,793,538	1,541,727	8,335,264	(1,375,870)	(3,018,329)	(4,394,199)

Earnings per share (Taka)

Basic and diluted

14

0.46

0.41

0.09

(0.05)

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 31 March 2021

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	-	-	-	37,881,172	37,881,172
Cash dividend	-	-	-	(45,738,100)	(45,738,100)
Balance at 31 March 2020	<u>914,760,000</u>	<u>465,600,000</u>	<u>55,578,600</u>	<u>822,606,758</u>	<u>2,258,545,358</u>
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	-	-	-	41,802,997	41,802,997
Interim cash dividend	-	-	-	(10,695,866)	(10,695,866)
Balance at 31 March 2021	<u>914,760,000</u>	<u>465,600,000</u>	<u>68,523,840</u>	<u>813,213,473</u>	<u>2,262,097,313</u>



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 31 March 2021

Note	Amount in Taka		
	July 20 - March 21	July 19 - March 20	
A. Cash flows from operating activities			
Collection from customers	593,422,450	419,837,600	
Payment for goods and services	(449,446,394)	(234,985,615)	
Other operating expenses	(48,613,201)	(38,677,821)	
Interest income from FDR and IPO	12,119,565	15,968,925	
Cash generated from operation	107,482,420	162,143,089	
Payment of tax	(6,590,016)	(5,326,143)	
WPPF paid	(575,704)	(5,552,103)	
Gratuity paid	(1,164,529)	(280,750)	
Net cash generated from operating activities	99,152,171	150,984,093	
B. Cash flows from investing activities			
Acquisition of property, plant and equipment and intangible assets	(31,018,508)	(23,742,431)	
Net cash used in investing activities	(31,018,508)	(23,742,431)	
C. Cash flows from financing activities			
Dividend paid	(2,999,387)	(43,572,164)	
Bank overdraft paid	(10,375,523)	(3,383,805)	
Short term loan received/(paid)	5,074,481	(7,392,417)	
Long term loan paid	-	(19,637,633)	
Finance costs paid	(20,312,710)	(15,776,538)	
Net cash used in financing activities	(28,613,139)	(89,762,557)	
D. Net effect of foreign currency transaction on cash and cash equivalents	1,558,047	1,216,829	
E. Net cash inflow during the period (A+B+C+D)	41,078,571	38,695,934	
Cash and cash equivalents at 01 July	248,382,787	187,991,744	
Cash and cash equivalents at 31 March	289,461,358	226,687,678	
Net operating cash flow per share (NOCFPS)	16	1.08	1.65

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**.

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 Chairman

 Director

✓

 Chief Financial Officer

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 Managing Director

 Company Secretary

Bengal Windsor Thermoplastics Limited

Notes to the Financial Statements

For the period from 01 July 2020 to 31 March 2021

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-Mar-21	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	5,638,770	5,584,270
Furniture and fixture	2,002,012	1,945,204
Motor vehicles	39,966,953	39,966,953
Moulds	513,829,976	456,106,767
Electric equipment	54,845,334	54,845,335
IT equipment	12,575,903	11,668,703
Factory equipment	62,737,873	62,737,876
	<u>1,246,627,162</u>	<u>1,187,885,446</u>
Less: Accumulated depreciation	<u>(619,455,377)</u>	<u>(559,331,003)</u>
	<u>627,171,785</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 31 March	<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%	423,230	564,306
Balance as at 31 March	<u>2,736,704</u>	<u>2,313,474</u>
Written-down value	<u>2,906,356</u>	<u>3,329,586</u>
6 Inventories		
Raw materials	108,858,307	104,035,830
Work-in-process	24,413,084	27,266,458
Finished goods	78,244,176	83,814,749
Goods in transit	36,306,850	22,415,015
Packing materials, spares parts, accessories and consumables	126,745,541	136,215,290
	<u>374,567,959</u>	<u>373,747,342</u>
Less: Inventory write off	-	18,083,657
	<u>374,567,959</u>	<u>355,663,685</u>
7 Trade and other receivables		
Trade receivables	314,806,268	310,725,738
FDR interest receivable	8,912,154	10,221,681
	<u>323,718,422</u>	<u>320,947,419</u>

Notes	Amount in Taka	
	31-Mar-21	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	7,107,905	6,684,165
Dividend payable	13,771,251	6,074,772
Sales commission	920,896	664,263
Salary and wages	6,874,978	6,876,111
Utilities payable	4,241,770	4,888,881
Medical expenses payable	50,546	50,546
Provident fund	299,796	504,237
Audit fee	-	348,000
Accrued interest	1,842,136	2,221,789
TDS payable	2,177,013	3,944,447
Provision for WPPF	2,481,707	575,704
Workers' Welfare Fund (DEPZ)	21,238	21,238
Royalty payable	13,455,980	4,804,285
Other payables	4,832,135	4,707,634
	<u>58,077,351</u>	<u>42,366,072</u>
12 Net Asset Value Per Share (NAVPS)		
Net assets (Taka)	2,262,097,313	2,230,990,182
Number of shares	91,476,000	91,476,000
	<u>24.73</u>	<u>24.39</u>

Notes	Amount in Taka							
	July 20 - March 21			July 19 - March 20				
	Taxable Unit	Tax Exempted Unit	Total	Taxable Unit	Tax Exempted Unit	Total		
13	Cost of goods sold							
	13.1	109,879,614	149,889,498	259,769,112	51,188,612	89,758,655	140,947,267	
		Raw materials consumed						
	13.2	24,955,070	20,150,201	45,105,271	10,379,711	17,038,676	27,418,387	
		Packing materials consumed						
		Other direct expenses	9,497,881	2,611,441	12,109,322	9,387,754	6,071,803	15,459,557
		Factory overhead	94,824,852	62,829,710	157,654,562	89,578,761	47,911,393	137,490,154
		Manufacturing cost	239,157,417	235,480,850	474,638,267	160,534,838	160,780,527	321,315,365
		Add: Opening work-in-progress	16,389,423	10,877,035	27,266,458	15,233,414	9,779,371	25,012,785
			255,546,840	246,357,885	501,904,725	175,768,252	170,559,898	346,328,150
		Less: Closing work-in-progress	(16,799,159)	(7,613,925)	(24,413,084)	(16,756,756)	(12,713,183)	(29,469,939)
		Cost of production	238,747,681	238,743,960	477,491,641	159,011,496	157,846,715	316,858,211
		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	276,055,603	285,250,787	561,306,390	192,537,461	205,508,629	398,046,090
		Less: Closing stock of finished goods	(41,038,714)	(37,205,462)	(78,244,176)	(32,855,446)	(46,232,057)	(79,087,503)
			235,016,889	248,045,325	483,062,214	159,682,015	159,276,572	318,958,587
13.1	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	108,346,781	156,244,808	264,591,589	51,324,546	84,894,790	136,219,336
		Raw materials available	161,796,189	206,831,230	368,627,419	102,378,937	129,228,260	231,607,197
		Less: Closing stock	(51,916,575)	(56,941,732)	(108,858,307)	(51,190,326)	(39,469,606)	(90,659,931)
			109,879,614	149,889,498	259,769,112	51,188,612	89,758,655	140,947,266
13.2	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	20,103,333	19,650,432	39,753,765	8,296,814	11,945,455	20,242,269
		Packing materials available	100,965,618	27,533,892	128,499,510	107,482,381	19,243,585	126,725,966
		Less: Closing stock	(76,010,548)	(7,383,691)	(83,394,239)	(97,102,670)	(2,204,909)	(99,307,579)
			24,955,070	20,150,201	45,105,271	10,379,711	17,038,676	27,418,387

		31-Mar-21	31-Mar-20
14	Basic and diluted earnings per share		
	The computation of basic earnings per share for the period ended from 31 March is as follows:		
	<i>Numerator</i>		
	Income for the period (Taka)	41,802,997	37,881,172
	<i>Denominator</i>		
	Weighted average number of shares outstanding	91,476,000	91,476,000
	Basic and diluted earnings per share (Taka)	0.46	0.41
15	Reconciliation of net operating cash flow		
	Profit before tax	47,152,430	44,543,083
	Adjustments for:		
	Finance costs (considered under financing activities)	19,933,057	19,130,826
	Exchange fluctuation gain	(1,558,047)	(1,216,829)
	Depreciation charge	60,118,929	55,631,509
	Amortisation charge	423,230	423,230
		126,069,599	118,511,819
	Changes in working capital:		
	Decrease/(Increase) in inventories	(18,904,274)	12,892,445
	Decrease/(Increase) in advances and deposits (other than Advance income tax)	(7,342,670)	16,110,201
	Decrease/(Increase) in trade and other receivables	(2,771,003)	11,065,264
	Increase in gratuity	288,450	1,699,239
	Increase/ (decrease) in trade and other payables	8,402,086	(3,968,731)
		(20,327,412)	37,798,418
	Income tax paid	(6,590,016)	(5,326,144)
	Net cash flow from operating activities	99,152,171	150,984,093
16	Net Operating Cash Flow Per Share (NOCFPS)		
	Net cash generated from operating activities	99,152,171	150,984,093
	Number of shares	91,476,000	91,476,000
		1.08	1.65
17	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.		