

SINGER BANGLADESH LIMITED
Statement of Financial Position (Un-audited)

<i>In BD Taka</i>	Notes	30 June 2023	31 December 2022
Assets			
Property, plant and equipment	3	2,200,821,864	1,927,647,142
Intangible assets	4	17,165,307	19,072,563
Right-of-use (ROU) asset		2,651,240,866	2,707,602,753
Investments	5	4,199,450	4,199,450
Deferred tax assets	6	64,118,247	39,882,238
Deposits and prepayments	7	31,758,983	30,574,208
Non-current assets		4,969,304,717	4,728,978,354
Inventories	8	5,324,238,811	5,875,357,332
Trade and other receivables	9	6,198,213,702	3,033,961,864
Advances, deposits and prepayments	7	1,491,399,429	734,407,422
Current tax assets	10	608,367,010	651,246,061
Cash and cash equivalents	11	434,574,909	213,334,001
Current assets		14,056,793,861	10,508,306,680
Total assets		19,026,098,578	15,237,285,034
Equity			
Share capital	12	997,028,380	997,028,380
Reserves		687,658,369	689,176,068
Retained earnings		1,787,674,592	1,302,309,329
Total equity		3,472,361,341	2,988,513,777
Liabilities			
Retirement benefit obligations		5,171,000	6,754,010
Lease liability		964,330,000	962,808,317
Other liabilities	13	2,176,139,444	2,150,133,311
Non-current liabilities		3,145,640,444	3,119,695,638
Unclaimed dividend		9,664,981	17,660,681
Trade and other payables	14	4,443,299,397	3,069,805,587
Short-term borrowings - secured		7,756,568,605	5,837,248,081
Lease liability		198,563,810	204,361,270
Current liabilities		12,408,096,793	9,129,075,619
Total equity and liabilities		19,026,098,578	15,237,285,034
Net assets value per share (NAV)	20	34.83	29.97
Number of Shares used to compute NAV		99,702,838	99,702,838

for and on behalf of the Board of Directors of Singer Bangladesh Limited

Sd/-
Ozkan Cimen
Director

Sd/-
Masud Khan
Independent Director

Sd/-
M. H. M. Fairoz
Managing Director

Sd/-
Yigit Emre Senolur
Chief Financial Officer

Sd/-
Kazi Ashiqur Rahman
Company Secretary

Dated: 20 July 2023

SINGER BANGLADESH LIMITED
Statement of profit or loss and other comprehensive income (Un-audited)

<i>In BD Taka</i>	Notes	For the period ended 1 January - 30 June		For the period ended 1 April - 30 June	
		2023	2022	2023	2022
Sales		10,906,081,435	9,247,997,626	7,174,397,386	5,349,223,503
Earned carrying charges		13,047,737	21,705,726	6,131,056	9,837,289
Turnover		10,919,129,172	9,269,703,352	7,180,528,442	5,359,060,792
Cost of sales		(7,841,433,232)	(7,241,483,901)	(5,101,057,028)	(4,208,822,243)
Gross profit		3,077,695,940	2,028,219,451	2,079,471,414	1,150,238,549
Operating expenses	15	(1,955,134,384)	(1,462,501,687)	(1,217,383,277)	(818,842,952)
Other income	16	94,979,082	80,362,408	56,435,301	59,030,676
Operating profit		1,217,540,638	646,080,172	918,523,437	390,426,273
Finance income		55,020	75,000	27,510	37,500
Finance costs		(284,944,719)	(269,615,355)	(162,081,026)	(163,191,410)
Net finance costs	17	(284,889,699)	(269,540,355)	(162,053,516)	(163,153,910)
Profit before contribution to workers' profit participation fund		932,650,939	376,539,817	756,469,921	227,272,363
Contribution to workers' profit participation fund		(46,632,547)	(18,826,991)	(37,823,496)	(11,363,618)
Profit before taxation		886,018,392	357,712,826	718,646,425	215,908,745
Income tax expense	18	(302,908,613)	(126,995,123)	(247,884,764)	(76,399,868)
Profit after tax		583,109,779	230,717,703	470,761,661	139,508,877
Other comprehensive income					
Items that will not be reclassified to profit or loss		-	-	-	-
Total comprehensive income for the period		583,109,779	230,717,703	470,761,661	139,508,877
Earnings per share (EPS)	19	5.85	2.31	4.72	1.40
Number of Shares used to compute EPS		99,702,838	99,702,838	99,702,838	99,702,838

for and on behalf of the Board of Directors of Singer Bangladesh Limited

Sd/-
Ozkan Cimen
Director

Sd/-
Masud Khan
Independent Director

Sd/-
M. H. M. Fairoz
Managing Director

Sd/-
Yigit Emre Senolur
Chief Financial Officer

Sd/-
Kazi Ashiqur Rahman
Company Secretary

Dated: 20 July 2023

SINGER BANGLADESH LIMITED
Statement of Changes in Equity (Un-audited)

For the Period ended 30 June

<i>In BD Taka</i>	Attributable to owner of the Company						Retained earnings	Total
	Share capital	Revaluation reserve	Capital reserve	Non-remittable special capital reserves	Non-distributable special reserves	-		
	<i>Note - 12</i>							
Balance at 1 January 2023	997,028,380	670,382,101	18,190,942	370,178	232,847	1,302,309,327	2,988,513,774	
Total comprehensive income								
Profit	-	-	-	-	-	583,109,779	583,109,779	
Other comprehensive income	-	-	-	-	-	-	-	
Total comprehensive income for the year/period	-	-	-	-	-	583,109,779	583,109,779	
Transaction with owners of the Company								
Contributions and distributions								
Dividends:								
Cash dividend for 2022	-	-	-	-	-	(99,702,838)	(99,702,838)	
Total contributions and distributions	-	-	-	-	-	(99,702,838)	(99,702,838)	
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	440,626	440,626	
Transfer of depreciation on revaluation surplus	-	(1,517,698)	-	-	-	1,517,698	-	
	-	(1,517,698)	-	-	-	1,958,324	440,626	
Balance at 30 June 2023	997,028,380	668,864,403	18,190,942	370,178	232,847	1,787,674,592	3,472,361,341	
Balance at 1 January 2022	997,028,380	544,383,963	18,190,942	370,178	232,847	1,836,014,514	3,396,220,824	
Total comprehensive income								
Profit	-	-	-	-	-	230,717,703	230,717,703	
Other comprehensive income	-	-	-	-	-	-	-	
Total comprehensive income for the year/period	-	-	-	-	-	230,717,703	230,717,703	
Transaction with owners of the Company								
Contributions and distributions								
Dividends:								
Cash dividend for 2021	-	-	-	-	-	(598,217,030)	(598,217,030)	
Total contributions and distributions	-	-	-	-	-	(598,217,030)	(598,217,030)	
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	336,580	336,580	
Transfer of depreciation on revaluation surplus	-	(1,159,314)	-	-	-	1,159,314	-	
	-	(1,159,314)	-	-	-	1,495,894	336,580	
Balance at 30 June 2022	997,028,380	543,224,649	18,190,942	370,178	232,847	1,470,011,081	3,029,058,077	

for and on behalf of the Board of Directors of Singer Bangladesh Limited

Sd/-
Ozkan Cimen
Director

Sd/-
Masud Khan
Independent Director

Sd/-
M. H. M. Fairoz
Managing Director

Sd/-
Yigit Emre Senolur
Chief Financial Officer

Sd/-
Kazi Ashiqur Rahman
Company Secretary

Dated: 20 July 2023

SINGER BANGLADESH LIMITED
Statement of Cash Flows (Un-audited)

<i>In BD Taka</i>	Notes	For the Period ended 30 June	
		2023	2022
Cash flows from operating activities			
Collections from turnover and other income		9,590,528,976	8,770,506,556
Payments for costs and expenses		(9,543,840,662)	(11,747,902,106)
Payments to workers' profit participation fund		(19,902,252)	(46,101,321)
Income tax paid		(283,824,948)	(371,222,069)
Net cash from operating activities	22	(257,038,886)	(3,394,718,940)
Cash flows from investing activities			
Acquisition of property, plant and equipment		(873,158,046)	(215,065,976)
Acquisition of ROU assets		(134,672,377)	-
Dividend received from CDBL		1,427,952	-
Proceeds from sale of property, plant and equipment		756,130	2,449,637
Net cash from/(used in) investing activities		(1,005,646,341)	(212,616,339)
Cash flows from financing activities			
Interest paid on borrowings/leases		(254,389,699)	(201,590,355)
Lease Liability (principal repayment)		(173,008,989)	(131,729,546)
Dividends paid		(7,995,700)	(472,786,015)
Net cash used in financing activities		(435,394,389)	(806,105,916)
Net increase/(decrease) in cash		(1,698,079,616)	(4,413,441,195)
Cash and cash equivalents at 1 January		(5,623,914,080)	(4,470,924,615)
Cash and cash equivalents at 30 June		(7,321,993,696)	(8,884,365,810)
Closing cash and cash equivalents have been arrived at as follows:			
Cash and cash equivalents	11	434,574,909	422,702,980
Short-term borrowings - secured		(7,756,568,605)	(9,307,068,790)
		(7,321,993,696)	(8,884,365,810)
Net Operating Cash Flow Per Share (NOCFPS)	21	(2.58)	(34.05)
Number of Shares used to compute NOCFPS		99,702,838	99,702,838

for and on behalf of the Board of Directors of Singer Bangladesh Limited

Sd/-
Ozkan Cimen
Director

Sd/-
Masud Khan
Independent Director

Sd/-
M. H. M. Fairoz
Managing Director

Sd/-
Yigit Emre Senolur
Chief Financial Officer

Sd/-
Kazi Ashiqur Rahman
Company Secretary

Dated: 20 July 2023

SINGER BANGLADESH LIMITED
Notes to the Financial Statements
As at and for the period ended 30 June 2023

1 Reporting entity

1.1 Company profile

Singer Bangladesh Limited (the Company) was incorporated in Bangladesh as a private limited Company on 4 September 1979 under the Companies Act 1913. It was converted into a public limited Company in 1983 when it offered its shares to the public with the requisite permission from the Government. It has been a direct subsidiary of Retail Holdings Bhold B.V., The Netherlands since 2003. The shares of the Company are listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. The address of the registered office of the Company is 39 Dilkusha Commercial Area, Dhaka 1000, Bangladesh.

1.2 Nature of business

Principal activities of the Company throughout the period were manufacturing of refrigerators, panel televisions, air conditioners, washing machine, microwave oven and grinder and marketing of refrigerators, televisions, air conditioners, sewing machines, computers, washing machines and other consumer electronics and household appliances. The manufacturing plant of the Company is situated at Rajfulbaria, Jhamur, Savar, Dhaka 1347 and Koulasur, Hemayetpur, Savar, Dhaka-1348.

2 Basis of preparation

2.1 Presentation of financial statements

These interim financial statements of Singer Bangladesh Limited for the period ended 30 June 2023 has been prepared on the basis of the same accounting policies and methods applied for the year ended 31 December 2022.

2.2 Statement of compliance

These interim financial statements have been prepared in compliance with the requirements of the International Financial Reporting Standards (IFRS) , the Companies Act 1994, the Securities and Exchange Rules 2020, Listing Regulations of Dhaka and Chittagong Stock Exchanges and other relevant local laws as applicable.

2.3 Going concern

The Company has adequate resources to continue in operation for foreseeable future and hence, these financial statements have been prepared on going concern basis. As per management assessment there are no material uncertainties related to events or conditions which may cast significant doubt upon the Company's ability to continue as a going concern.

2.4 Functional and presentational currency

These interim financial statements are presented in Bangladesh Taka (BDT/Taka/Tk.), which is both functional and presentational currency of the Company.

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

3	Property, plant and equipment		
	<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
	Cost	3,598,680,768	3,235,584,335
	Accumulated depreciation	1,397,858,904	1,307,937,193
		2,200,821,864	1,927,647,142
4	Intangible assets		
	<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
	Cost	81,494,220	81,494,220
	Accumulated amortisation	64,328,913	62,421,657
		17,165,307	19,072,563
5	Investments		
	<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
	Investment in term deposit	2,630,000	2,630,000
	Investment in Central Depository Bangladesh Limited (CDBL)	1,569,450	1,569,450
		4,199,450	4,199,450
6	Deferred tax assets		
	<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
	Opening balance	39,882,238	47,986,028
	Released/(expense) during the year/period	23,795,387	(8,776,940)
	Adjustment on revaluation of PPE	440,622	673,150
		24,236,009	(8,103,790)
		64,118,247	39,882,238
6.1	Closing balance		
	<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
	Deferred tax assets	106,484,796	105,126,078
	Deferred tax liabilities	(58,498,768)	(65,243,840)
		47,986,028	39,882,238
6.1.1	Deferred tax assets		
	<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
	Reserve against inventories	27,956,595	28,136,838
	Reserve for warranty	32,958,532	26,182,887
	Provision for bad debts	28,337,144	27,213,498
	Leases	17,232,525	23,592,855
		106,484,796	105,126,078
6.1.2	Deferred tax liabilities		
	<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
	Revaluation of land and building	(19,169,118)	(21,652,982)
	Property, plant and equipment	(39,329,650)	(43,590,858)
		(58,498,768)	(65,243,840)
		The amounts of deferred tax assets and liabilities have been netted off as permitted by IAS 12. "Income taxes".	
7	Advances, deposits and prepayments		
	<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
	Employees Advance	15,546,826	1,798,086
	Advances	15,546,826	1,798,086
	Security deposits	31,758,983	30,574,208
	Deposits	31,758,983	30,574,208
	Prepayments	1,475,852,603	732,609,336
	Prepayments	1,475,852,603	732,609,336
		1,523,158,412	764,981,630

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

	At 30 June 2023	At 31 Dec 2022
7.1		
Non-current portion of deposits and prepayments	31,758,983	30,574,208
Current portion of advances, deposits and prepayments	1,491,399,429	734,407,422
	1,523,158,412	764,981,630
8		
Inventories		
<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Finished goods	4,785,807,362	4,259,168,207
Non-Trade goods	8,947,670	13,128,266
Raw materials	319,185,884	1,115,193,952
Goods in transit	339,076,002	606,643,761
	5,453,016,918	5,994,134,186
Provision for inventory obsolescence	(128,778,107)	(118,776,854)
	5,324,238,811	5,875,357,332
9		
Trade and other receivable		
<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Trade receivable		
Hire receivable from customers	5,139,544,978	3,010,402,751
Unearned carrying charges	(687,073,072)	(340,469,947)
	4,452,471,906	2,669,932,804
Provision for doubtful debts	(31,472,169)	(35,761,978)
	4,420,999,737	2,634,170,826
Receivable from Dealers	1,286,080,825	113,920,671
Receivables from Corporate	436,904,528	178,812,095
Provision for doubtful debts	(66,124,351)	(26,241,255)
	6,077,860,739	2,900,662,337
Other receivables		
Receivable from shop managers	8,803,735	51,831,220
Receivable from Retail Holdings Bhold B.V., The Netherlands	80,902,800	2,467,719
Receivable from employees	2,467,719	8,032,294
Other receivables	87,124,358	129,913,943
Provision for doubtful debts	(58,945,649)	(58,945,649)
	120,352,963	133,299,527
	6,198,213,702	3,033,961,864
10		
Current tax assets/(Liabilities)		
<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Advance income tax	3,384,114,787	3,082,023,857
Provision for income tax	(2,775,747,777)	(2,430,777,796)
	608,367,010	651,246,061
10.1		
Advance income tax		
<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Opening balance	3,100,289,839	2,596,873,524
Add: Advance income tax paid during the year	283,824,948	503,416,315
AIT release for prior years (2013-15)	-	(18,265,982)
Closing balance	3,384,114,787	3,082,023,857
10.2		
Provision for income tax		
<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Opening balance	2,449,043,777	2,145,839,511
Provision during the year	326,704,000	351,204,267
Adjustment for prior year	-	(48,000,000)
Provision release for prior years (2013-15)	-	(18,265,982)
	2,775,747,777	2,430,777,796
11		
Cash and cash equivalents		
<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Cash in hand	67,368	73,762
Cash at bank	431,736,802	208,705,749
Cash in transit	2,770,739	4,554,490
	434,574,909	213,334,001

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

12 Share capital

<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Authorised:		
250,000,000 ordinary shares of Taka 10 each	2,500,000,000	2,500,000,000
Issued, subscribed and paid up:		
25,670 ordinary shares of Taka 10 each issued for cash	256,700	256,700
102,580 ordinary shares of Taka 10 each issued for consideration other	1,025,800	1,025,800
99,574,588 ordinary shares of Taka 10 each issued as fully paid-up bonus shares	995,745,880	995,745,880
	997,028,380	997,028,380

Shareholding position:

Name of shareholder	At 30 June 2023		At 31 Dec 2022	
	No. of share	Value (BDT)	No. of share	Value (BDT)
Retail Holdings Bhold B.V., The Netherlands	36,886,123	368,861,230	36,886,123	368,861,230
Retail Holdings Bhold B.V., The Netherlands - non-remittable shares	19,933,214	199,332,140	19,933,214	199,332,140
Local shareholders	42,883,501	428,835,010	42,883,501	428,835,010
	99,702,838	997,028,380	99,702,838	997,028,380

Beneficial percentage of holdings

Name of shareholder	2023	2022
Retail Holdings Bhold B.V., The Netherlands	37%	37%
Retail Holdings Bhold B.V., The Netherlands - non-remittable shares	20%	20%
Local shareholders	43%	43%
	100%	100%

13 Other liabilities

<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Non-remittable accounts	1,761,767,631	1,741,834,417
Security deposits from shop managers, agent and dealers	376,628,150	371,558,586
Warranty Long term Portion	37,743,663	36,740,308
	2,176,139,444	2,150,133,311

14 Trade and other payables

<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Trade payables	2,538,093,206	1,525,127,481
Other payables :		
Royalty	665,369,696	543,152,031
Payable for expenses	1,091,415,357	828,879,258
Payable for other finance	148,108,313	162,927,711
Leasehold improvements against new shops	312,825	9,719,106
	1,905,206,191	1,544,678,106
	4,443,299,397	3,069,805,587

15 Operating expenses

<i>In BDT</i>	Note	At 30 June 2023	At 30 June 2022
Advertisement and sales promotion	15.1	377,078,033	325,862,872
Shop operating expenses		426,880,286	221,690,819
Salaries and allowances		286,212,641	248,544,424
Rent and occupancy		35,663,849	43,400,512
Royalty		122,217,665	102,857,101
Warranty		144,745,129	114,957,653
Utilities		35,198,333	32,623,826
Depreciation		32,819,323	33,866,265
Right-of-use asset depreciation		174,520,620	143,152,282
Bad debts		51,621,631	29,855,615
Office administration		55,043,436	35,712,559
Repairs and maintenance		48,301,277	29,521,154
Directors' fee and remuneration	15.2	20,116,289	18,675,831
Travelling		25,220,041	19,589,691
Amortisation		1,907,256	2,339,353
Bank charge		18,648,274	15,733,646
Insurance		31,828,020	19,451,438
Fuel and car maintenance		2,301,910	1,939,363
Professional and technical fees		9,318,876	6,405,422
Statutory audit fee		690,000	915,000
Entertainment		6,143,157	4,203,840
Dues and subscription		546,087	403,021
Research and development		4,261,701	-
Demurrage cost*		43,850,550	10,800,000
		1,955,134,384	1,462,501,687

*Demurrage cost (shipping and port) incurred mainly on account of importing raw materials and finished goods. In some cases, full scale checking by the customs authority instead of sample checking and extended time required for BSTI testing of finished goods resulted in delayed release of the goods. As a result, the Company suffered additional port and shipping charges as demurrage costs during the period.

15.1 Advertisement and sales promotion

<i>In BDT</i>	At 30 June 2023	At 30 June 2022
Advertisement	214,683,793	181,718,769
Selling expenses	134,836,363	103,527,813
Sales promotion	15,007,877	18,416,290
Meeting & conference expenses	12,550,000	22,200,000
	377,078,033	325,862,872

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

15.2 Director's fee and remuneration

<i>In BDT</i>	At 30 June 2023	At 30 June 2022
Remuneration	16,444,895	15,104,392
Housing	1,487,934	1,377,714
Medical and welfare	1,930,460	1,825,725
Fees	253,000	368,000
	20,116,289	18,675,831

16 Other income

<i>In BDT</i>	At 30 June 2023	At 30 June 2022
Sale of scrapped inventories and others	21,087,295	21,547,279
Gain/(loss) on sale of fixed assets	(178,824)	22,716
Fire loss of inventory	-	(14,760,000)
Hire agreement fees	68,312,968	63,674,917
Reverts Product Income	5,130,837	9,039,867
Income from financial & related services	626,806	837,629
	94,979,082	80,362,408

17 Net finance costs

<i>In BDT</i>	At 30 June 2023	At 30 June 2022
<i>Interest income</i>	55,020	75,000
Finance income	55,020	75,000
Interest expenses on borrowings	(218,697,258)	(214,536,981)
Interest expenses on leases	(52,470,832)	(55,078,374)
Foreign exchange loss	(13,776,629)	-
Finance costs	(284,889,699)	(269,540,355)

18 Income tax expense

<i>In BDT</i>	<i>Note</i>	At 30 June 2023	At 30 June 2022
Current tax expense		(326,704,000)	(138,055,000)
Deferred tax (expense)/income relating to origination and reversal of temporary differences	18.1	23,795,387	11,059,877
		(302,908,613)	(126,995,123)

18.1 Reconciliation of effective tax rate

<i>In BDT</i>	<i>Note</i>	Percentage	At 30 June 2023 Amount
Profit before tax			886,018,392
Tax using the Company's tax rate		22.50%	199,354,138
Tax effect of:			
Provision for non-deductible expenses		1.83%	16,191,269
Excess tax paid for minimum tax		1.50%	13,332,650
Adjustments / provision released during the year		0.00%	-
Other components		5.70%	50,499,944
Temporary differences	18	2.69%	23,795,387
Adjusted unabsorbed depreciation		0.00%	-
		34.22%	303,173,388

<i>In BDT</i>	<i>Note</i>	Percentage	At 30 June 2022 Amount
Profit before tax			357,712,826
Tax using the Company's tax rate		22.50%	80,485,386
Tax effect of:			
Provision for non-deductible expenses		2.36%	8,437,500
Adjustments / provision released during the year		0.00%	-
Other components		13.74%	49,132,114
Temporary differences	18	-3.09%	(11,059,877)
Adjusted unabsorbed depreciation		0.00%	-
		35.50%	126,995,123

19 Earnings per share (EPS)☒

19.1 Basic earnings per share

<i>In BDT</i>	At 30 June 2023	At 30 June 2022
Earnings attributable to the ordinary shareholders	583,109,779	230,717,703
Number of Shares used to compute EPS	99,702,838	99,702,838
Basic earnings per share	5.85	2.31

Earning per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 30 June 2023 in terms of International Accounting Standard (IAS-33).

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

19.2 Diluted earnings per share

No diluted earnings per share is required to be calculated for the period/year as there was no potentially dilutive potential ordinary shares during the period/year.

20 Net Assets Value (NAV) Per Share

<i>In BDT</i>	At 30 June 2023	At 31 Dec 2022
Total assets	19,026,098,578	15,237,285,034
Total liability	(15,553,737,237)	(12,248,771,257)
Net assets value	3,472,361,341	2,988,513,777
Number of Shares used to compute NAV	99,702,838	99,702,838
Net assets value (NAV) per share	34.83	29.97

21 Net Operating Cash Flow Per Share (NOCFPS)

<i>In BDT</i>	At 30 June 2023	At 30 June 2022
Net cash from operating activities	(257,038,886)	(3,394,718,940)
Number of ordinary shares outstanding	99,702,838	99,702,838
Net Operating Cash Flow Per Share (NOCFPS)	(2.58)	(34.05)

22 Reconciliation of net income with cash flows from operating activities

	At 30 June 2023	At 30 June 2022
Net income	583,109,779	230,717,703
Add/(deduct) for noncash items:		
Depreciation & amortization	268,702,097	240,770,151
(Gain) / loss on sale of property, plant and equipment	178,824	(22,716)
Deferred tax expenses/(income)	(23,795,387)	(11,059,877)
Tax expenses	302,908,613	126,995,123
Finance expenses/(Income)	284,889,699	269,540,355
Other Provision	89,324,984	29,855,615
Changes in:		
(Increase)/Decrease in deposits and prepayments	(1,184,775)	(628,400)
(Increase)/Decrease in inventories	551,118,521	(3,047,246,092)
(Increase)/Decrease in trade and other receivables	(3,164,251,838)	(2,142,406,906)
(Increase)/Decrease in Advances, deposits and prepayments	(249,531,839)	(439,386,614)
Increase/(Decrease) in retirement benefits obligation	6,754,010	5,310,705
Increase/(Decrease) in other liability (except non remittable account)	5,069,564	43,247,708
Increase/(Decrease) in accounts payables (excluding dividend payable)	1,373,493,810	1,670,816,374
Tax paid	(283,824,948)	(371,222,069)
	(840,148,665)	(3,625,436,643)
Net cash flows from operation activities	(257,038,886)	(3,394,718,940)

23 Related party disclosures under IAS-24

Related party transactions are disclosed in compliance with IAS-24 "Related Party Disclosures". The name of the related parties, the nature of the transactions and their balance at year/period end have been set out below:

23.1 Parent and ultimate controlling party

Singer Bangladesh Limited (the Company) is a direct subsidiary of Retail Holdings Bhold B.V., The Netherlands since 2003, which holds 57% of the total shares issued.

Retail Holdings Asia B.V. was the Parent (i.e. owner of 100% shares) of Retail Holdings Bhold B.V., The Netherlands, up to March 2019 as it sold its 100% holdings to AR Dutch B.V., The Netherlands which is a direct subsidiary of Arçelik A.Ş.

23.2 Transactions with key management personnel

Key management personnel includes those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including all directors (executive and non-executive).

a) Short-term employee benefit

<i>In BDT</i>	At 30 June 2023	At 30 June 2022
Remuneration	16,444,895	15,104,392
Housing	1,487,934	1,377,714
Medical and welfare	1,930,460	1,825,725
Board meeting fees	253,000	368,000
	20,116,289	18,675,831

b) Post employment benefit

-

c) Other long-term benefit

-

d) Termination benefit

-

e) Share-based payment

-

20,116,289 **18,675,831**

23.3 Other related party transactions

Name of related parties	Relationship	Nature of transaction	At 30 June 2023	At 30 June 2022
			BDT	BDT
Retail Holdings Bhold B.V., The Netherlands	Parent company	Royalty payment	-	-
BEKO Electrical Appliances Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	155,265,508	-
Arcelik A.S.	Ultimate parent	Procurement of products	20,021,962	27,993,335
Defy Appliances (pvt) Ltd	Subsidiary of ultimate parent	Procurement of products	-	-
VOLTBEK HOME APPLIANCES PRIVTAE LTD.	Associate of Holding Company (Koç Holding A.Ş) of ultimate parent	Procurement of products	174,638,669	-

SINGER BANGLADESH LIMITED

Notes to the Financial Statements (continued)

23.4 Related party receivable/(payable)

Name of related parties	Relationship	Nature of transaction	At 30 June 2023	At 30 June 2022
			BDT	BDT
Retail Holdings Bhold B.V., The Netherlands	Parent company	Royalty payable Current account	(665,369,696)	(457,237,438)
Arcelik A.S.	Ultimate parent	Other receivable	-	-
Arcelik A.S.	Ultimate parent	Procurement of products	881,511	
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	3,368,264	-
Defy Appliances (pvt) Ltd	Subsidiary of ultimate parent	Procurement of products	-	-
VOLTBEK HOME APPLIANCES PRIVTAE LTD.	Associate of Holding Company (Koç Holding A.Ş) of ultimate parent	Procurement of products	157,272,419	-

24 Significant deviation

There are couple of issues like- Ukraine crisis, high inflation, the volatility in forex market, commodity price hike etc. have greatly impact the business. Though these issues were not fully under control, but their extent to the customer behavior towards purchasing has been fixed up with this increasing trend of market price. Turnover has been increased by 17.8% than Q2 2022 considering whole hearted efforts to start up the year (2023) with new inspiration, hope, motivation, goal and target by the company's sales forces despite continuation of couple of national and international issues like- Ukraine crisis, high inflation, the volatility in forex market, commodity price hike etc. GP margin has been increased by 6.3% compared to Q2 2022. The reasons for increased GP margin are- FOB decrease of some SKUs and decrease of freight. Price has been increased for all products during the period. Besides, product SKU & sales channel mix have also impacted margin positively. Operating profit has been increased by 88.5% compared to Q2 2022. Finance costs has increased (by 5.7%) due to increase in interest rates from 2022 and increase in short term borrowing amount (by 32.9%) from December 2022. Income tax expenses has increased by 138.5% and the effective tax rate has resulted 1.3% lower than Q2 2022. As a result, profit after tax and earning per share (EPS) has increased by 152.7% compared to Q2 2022.

In view of above, NOCFPS has improved significantly compared to Q2 2022 but remains negative. Considering the nature of business in terms of hire purchase scheme, credit extended to dealers & institution and seasonal effects operating cash flow goes into negative and it is expected to improve in coming quarters along with the expectation that country's economy to getting back to normalcy.

25 Other

- a. Figures in these notes and annexed financial statements have been rounded off to the nearest BDT.
- b. Comparative information/figures have been rearranged wherever considered necessary.