


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

<i>In BD Taka</i>	Notes	*30 September 2021	*31 December 2020
<b>Assets</b>			
Property, plant and equipment	3	1,587,763,115	1,082,453,237
Intangible assets	4	24,599,934	23,878,992
Right-of-use (ROU) asset		1,340,854,851	1,299,332,072
Investments	5	4,199,450	650,998,506
Deferred tax assets	6	58,544,705	81,110,569
Deposits and prepayments	7	29,443,928	23,092,798
<b>Non-current assets</b>		<b>3,045,405,983</b>	<b>3,160,866,174</b>
Inventories	8	6,241,346,690	3,884,336,529
Trade and other receivables	9	4,311,434,075	2,538,977,929
Advances, deposits and prepayments	7	625,596,169	150,436,499
Current tax assets	10	453,179,331	-
Cash and cash equivalents	11	107,019,879	178,148,480
<b>Current assets</b>		<b>11,738,576,144</b>	<b>6,751,899,437</b>
<b>Total assets</b>		<b>14,783,982,127</b>	<b>9,912,765,611</b>
<b>Equity</b>			
Share capital	12	997,028,380	997,028,380
Reserves		563,852,774	565,877,314
Retained earnings		1,929,021,440	1,893,022,627
<b>Equity attributable to owners of the Company</b>		<b>3,489,902,594</b>	<b>3,455,928,321</b>
<b>Non-controlling interest</b>		<b>-</b>	<b>-</b>
<b>Total equity</b>		<b>3,489,902,594</b>	<b>3,455,928,321</b>
<b>Liabilities</b>			
Retirement benefit obligations		4,849,978	-
Lease liability (non-current portion)		874,358,728	821,749,098
Other liabilities	13	1,997,779,368	1,913,955,202
<b>Non-current liabilities</b>		<b>2,876,988,074</b>	<b>2,735,704,300</b>
Unclaimed dividend		12,542,521	37,021,212
Trade and other payables	14	2,175,667,604	1,904,755,423
Short-term borrowings - secured		6,084,980,777	1,611,518,744
Lease liability (current portion)		143,900,557	117,621,805
Current tax liabilities	10	-	50,215,806
<b>Current liabilities</b>		<b>8,417,091,459</b>	<b>3,721,132,990</b>
<b>Total equity and liabilities</b>		<b>14,783,982,127</b>	<b>9,912,765,611</b>
<b>Net assets value per share (NAV)</b>	20	<b>35.00</b>	<b>34.66</b>
<b>Number of Shares used to compute NAV</b>		<b>99,702,838</b>	<b>99,702,838</b>

\* Due to amalgamation of International Appliances Limited (subsidiary) with Singer Bangladesh Limited, current period is presented as stand alone basis. Comparative figures are also presented stand alone basis to keep in line with current period's presentation.

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

  
Polat Sen  
Director

  
Masud Khan  
Director

  
M. H. M. Fairoz  
Managing Director

  
Akram Uddin Ahmed  
Chief Financial Officer

  
Kazi Ashiqur Rahman  
Acting Company Secretary

Dated: 18 October 2021

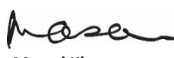
**SINGER BANGLADESH LIMITED**  
**Statement of profit or loss and other comprehensive income (Un-audited)**

<i>In BD Taka</i>	Notes	For the period ended 1 January - 30 September		For the period ended 1 July - 30 September	
		*2021	*2020	*2021	*2020
Sales		13,318,219,607	12,262,779,201	4,605,963,181	6,251,941,678
Earned carrying charges		30,245,065	68,446,575	9,143,823	20,068,795
Turnover		13,348,464,672	12,331,225,776	4,615,107,004	6,272,010,473
Cost of sales		(9,981,451,418)	(9,188,007,919)	(3,488,478,917)	(4,740,837,038)
<b>Gross profit</b>		<b>3,367,013,254</b>	<b>3,143,217,857</b>	<b>1,126,628,087</b>	<b>1,531,173,435</b>
Operating expenses	15	(2,317,977,520)	(1,991,492,824)	(852,205,319)	(838,937,463)
Other income	16	135,345,429	105,476,366	56,964,582	54,316,271
<b>Operating profit</b>		<b>1,184,381,163</b>	<b>1,257,201,399</b>	<b>331,387,350</b>	<b>746,552,243</b>
Finance income		145,854	-	48,618	-
Finance costs		(276,243,498)	(331,175,970)	(110,522,241)	(123,990,009)
<b>Net finance costs</b>	17	<b>(276,097,644)</b>	<b>(331,175,970)</b>	<b>(110,473,623)</b>	<b>(123,990,009)</b>
<b>Profit before contribution to workers' profit participation fund</b>		<b>908,283,519</b>	<b>926,025,429</b>	<b>220,913,727</b>	<b>622,562,234</b>
Contribution to workers' profit participation fund		(45,414,176)	(46,301,271)	(11,045,686)	(31,128,111)
<b>Profit before taxation</b>		<b>862,869,343</b>	<b>879,724,158</b>	<b>209,868,041</b>	<b>591,434,123</b>
Income tax expense	18	(267,880,160)	(252,223,565)	(82,569,681)	(165,059,154)
<b>Profit after tax</b>		<b>594,989,183</b>	<b>627,500,593</b>	<b>127,298,360</b>	<b>426,374,969</b>
<b>Other comprehensive income</b>					
Items that will not be reclassified to profit or loss		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>594,989,183</b>	<b>627,500,593</b>	<b>127,298,360</b>	<b>426,374,969</b>
<b>Earnings per share (EPS)</b>	19	<b>5.97</b>	<b>6.29</b>	<b>1.28</b>	<b>4.28</b>
<b>Number of Shares used to compute EPS</b>		<b>99,702,838</b>	<b>99,702,838</b>	<b>99,702,838</b>	<b>99,702,838</b>

\* Due to amalgamation of International Appliances Limited (subsidiary) with Singer Bangladesh Limited, current period is presented as stand alone basis. Comparative figures are also presented stand alone basis to keep in line with current period's presentation.

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

  
**Polat Sen**  
 Director

  
**Masud Khan**  
 Director

  
**M. H. M. Fairoz**  
 Managing Director

  
**Akram Uddin Ahmed**  
 Chief Financial Officer

  
**Kazi Ashiqur Rahman**  
 Acting Company Secretary

Dated: 18 October 2021


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

\*For the Period ended 30 September

In BD Taka	Attributable to owner of the Company						Total
	Share capital	Revaluation reserve	Capital reserve	Non-remittable special capital reserves	Non-distributable special reserves	Retained earnings	
	Note > 12						
Balance at 1 January 2021	997,028,380	547,083,347	18,190,942	370,178	232,847	1,893,022,627	3,455,928,321
Total comprehensive income							
Profit	-	-	-	-	-	594,989,183	594,989,183
Acquisition of business	-	-	-	-	-	(262,581,245)	(262,581,245)
Total comprehensive income for the year	-	-	-	-	-	332,407,938	332,407,938
Transaction with owners of the Company							
Contributions and distributions							
Dividends:							
Cash dividend 2020	-	-	-	-	-	(299,108,515)	(299,108,515)
Total contributions and distributions	-	-	-	-	-	(299,108,515)	(299,108,515)
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	674,850	674,850
Transfer of depreciation on revaluation surplus	-	(2,024,540)	-	-	-	2,024,540	-
	-	(2,024,540)	-	-	-	2,699,390	674,850
Balance at 30 September 2021	997,028,380	545,058,807	18,190,942	370,178	232,847	1,929,021,440	3,489,902,594
Balance at 1 January 2020	997,028,380	550,340,462	18,190,942	370,178	232,847	1,851,331,233	3,417,494,042
Total comprehensive income							
Profit	-	-	-	-	-	627,500,593	627,500,593
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	627,500,593	627,500,593
Transaction with owners of the Company							
Contributions and distributions							
Dividends:							
Cash dividend 2019	-	-	-	-	-	(767,711,855)	(767,711,855)
Total contributions and distributions	-	-	-	-	-	(767,711,855)	(767,711,855)
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	814,271	814,271
Transfer of depreciation on revaluation surplus	-	(2,442,836)	-	-	-	2,442,836	-
	-	(2,442,836)	-	-	-	3,257,107	814,271
Balance at 30 September 2020	997,028,380	547,897,626	18,190,942	370,178	232,847	1,714,377,078	3,278,097,051

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



Polat Sen  
Director



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Managing Director



Akram Uddin Ahmed  
Chief Financial Officer



Kazi Ashiqur Rahman  
Acting Company Secretary

Dated: 18 October 2021

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

<i>In BD Taka</i>	Notes	For the Period ended 30 September	
		*2021	*2020
<b>Cash flows from operating activities</b>			
Collections from turnover and other income		13,823,642,398	12,510,541,143
Payments for costs and expenses		(16,347,704,197)	(11,862,259,592)
Interest paid on borrowings/leases		(350,757,005)	(368,162,312)
Payments to workers' profit participation fund		(58,540,556)	(75,321,587)
Income tax paid		(469,143,541)	(334,489,933)
<b>Net cash from operating activities</b>	22	<b>(3,402,502,902)</b>	<b>(129,692,281)</b>
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment		(299,282,362)	(45,310,757)
Dividend received from CDBL		-	1,427,952
Proceeds from sale of property, plant and equipment		72,000	4,208,000
Investment in subsidiary		-	-
<b>Net cash from/(used in) investing activities</b>		<b>(299,210,363)</b>	<b>(39,674,805)</b>
<b>Cash flows from financing activities</b>			
Term loan received		-	-
Lease Liability (principal repayment)		(183,890,663)	(279,878,964)
Dividends paid		(263,787,564)	(609,237,846)
<b>Net cash used in financing activities</b>		<b>(447,678,227)</b>	<b>(889,116,810)</b>
<b>Net increase/(decrease) in cash</b>		<b>(4,149,391,492)</b>	<b>(1,058,483,896)</b>
Cash and cash equivalents at 1 January		(1,828,569,407)	(1,566,281,053)
Acquisition of Business		-	-
<b>Cash and cash equivalents at 30 September</b>		<b>(5,977,960,899)</b>	<b>(2,624,764,949)</b>
<b>Closing cash and cash equivalents have been arrived at as follows:</b>			
Cash and cash equivalents	11	107,019,879	169,420,593
Short-term borrowings - secured (bank overdrafts)		(6,084,980,777)	(2,794,185,542)
		<b>(5,977,960,898)</b>	<b>(2,624,764,949)</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	21	<b>(34.13)</b>	<b>(1.30)</b>
<b>Number of Shares used to compute NOCFPS</b>		<b>99,702,838</b>	<b>99,702,838</b>

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**Kazi Ashiqur Rahman**  
Acting Company Secretary

**Dated: 18 October 2021**

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements**  
**As at and for the period ended 30 September 2021**

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**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 year were manufacturing of panel televisions, air conditioners, washing machine, 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 Koulashur, Hemayetpur, Savar, Dhaka-1348.

**1.3 Amalgamation with International Appliances Limited (IAL)**

The Hon'ble High Court Division of the Supreme Court of Bangladesh has sanctioned a scheme of Amalgamation under which International Appliances Limited has been amalgamated with Singer Bangladesh Limited ("the Company"), while the company shall survive.

**i) Name and description of acquirer**

Singer Bangladesh Limited (hereinafter referred to as the "Transferee Company" or "SBL") 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.

SBL was incorporated for the purpose of carrying on the business of manufacturing of panel televisions, air conditioners, washing machine 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 1340.

**ii) Name and description of acquiree**

International Appliances Limited (hereinafter referred to as the "Transferor Company" or "IAL") was incorporated on 23 December 2014 under Companies Act 1994 as a joint venture with a local investor and an another foreign investor. It has been an associate of Singer Bangladesh Limited (SBL) since inception. SBL acquired the Company as a subsidiary on 16 October 2017. On 27 February 2019 it became fully owned subsidiary of Singer Bangladesh Limited. The address of the registered office of the Company is Mousa Koulashur, Hemayetpur, Savar, Dhaka, Bangladesh.

IAL was incorporated for the purpose of carrying on the business of manufacturing and selling of refrigerators of different capacities, models and types with a brand of "Singer" for exclusive marketing by Singer Bangladesh Limited. The manufacturing plant of the Company is situated at Mousa Koulashur, Hemayetpur, Savar, Dhaka, Bangladesh.

**iii. Acquisition date**

As per the Judgment and order dated 01.02.2021 passed by Hon'ble High Court Division of the Supreme Court of Bangladesh in the Company Matter No. 167 of 2020, acquisition date was March 14, 2021.

**iv. Percentage of voting equity interest acquired**

Singer Bangladesh acquired 100 % of voting interest of International Appliances Limited.

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

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**v. Primary reason for Amalgamation**

To consolidate and effectively manage the business of manufacturing and marketing of televisions, air conditioners, sewing machines, computers, washing machines and other consumer electronics and household appliances. It is intended that the Transferee Company has been amalgamated with the Transferor Company. The amalgamation of Transferee Company with the Transferor Company would inter alia have the following benefits:

a) The combination of Transferee Company and Transferor Company would further enhance the strengths of Transferee company in order to develop the potential for further growth and expansion of the market and to improve synergies, optimize resources and increase fund raising capabilities.

b) The Transferor Company's business is manufacturing and selling of refrigerators of different capacities, models and types with a brand of "Singer" for exclusive marketing by Singer Bangladesh Limited. This scheme of Amalgamation intends to merge the operations of the Transferor Company with that of the Transferee Company to achieve larger product portfolios, economies of scale, efficiency, optimization of logistics and distribution network and other related economies by consolidating the business operations by introduction of vertical integration.

c) The Transferee Company will have the benefit of the combined resources of Transferor Company and Transferee Company. The Transferee Company would be in a position to carry on consolidated operations through optimum utilization of resources, minimization of common costs, administrative, managerial and other expenditure and better financial strength, whilst improving operational rationalization, organizational efficiency, and optimal utilization of various resources.

d) The Transferee Company will have potentials to increase earnings per share resulting in maximizing shareholders wealth.

e) The proposed amalgamation will create greater value for the shareholders, creditors and employees than could be delivered as separate companies.

f) The interest of the existing employees of the Transferor Company shall be protected with continuity of employment, better utilization of manpower and an opportunity for enhancement of technical knowledge and expertise being provided.

**2 Basis of preparation**

**2.1 Presentation of financial statements**

These interim financial statements of Singer Bangladesh Limited for the period ended 30 September 2021 has been prepared on the basis of the same accounting policies and methods applied for the year ended 31 December 2020. Due to amalgamation of Singer and its subsidiary, current period is presented as stand alone basis. Comparative figures are also presented stand alone basis to keep in line with current period's presentation.

**2.2 Statement of compliance**

These interim financial statements have been prepared in compliance with the requirements of the International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS), the Companies Act 1994, Bangladesh Securities and Exchange Ordinance 1969, Bangladesh Securities and Exchange Rules 1987, 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 (specifically COVID 19) 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)**

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**2.5 Impact of COVID-19**

In view of the second wave of current Pandemic of COVID-19 the management of the Company makes critical estimates and judgments of matters including but not limited to business plan and forecast to support going concern assumption, revenue recognition (IFRS 15), inventory valuation (IAS 2), impairment assessment (IAS 36), onerous contract (IAS 37), debt servicing and compliance with covenants (IFRS 7) etc. In addition, management is aware that any modifications in contract may result changes in terms of financial assets and liabilities (IFRS 9), leases (IFRS 16), compensation arrangements with employees (IAS 19) etc. Preparation of reliable forecast information is challenging as this can have pervasive impact across multiple elements of financial statements due to adverse impact which started to get reflected from late March and continued up to middle of August. Thus, entity uses forecast information for multiple purposes such as, the impairment of non-financial assets, expected credit losses (ECL), fair value of assets and liabilities, change in net realizable value of inventory, the recoverability of deferred tax assets and the entity's ability to continue as a going concern.

First quarter of the year (all 3 months), sales exceeds the expected amount as positive customer behavior and turnout was experienced during that period. Sale of cooling products were higher than anticipated. Computer, sewing machine etc. demand were higher than expected. Promotional activities were run to actualize market demand and increase the sales. But 2nd wave of COVID-19 pandemic has struck again during Apr and govt. has imposed various restrictions, including lockdown which was continuing during Jun and Jul 2021, on stage by stage which adversely affected all the business activities. Government has imposed restrictions (lockdown/shutdown) in different districts of the country, specially in the districts nearer to Indian border to prevent the spread of Delta (Indian) variant of COVID-19. As a result, sales target were not achieved for the month of April greatly and for May too. This has again happened for June and July as continuation of lockdown / restrictions for the pandemic. After the restrictions, due to COVID-19 pandemic, were withdrawn/relaxed from 11 August, businesses are tend to return in their normal environment and August month result was higher than expected. Positive customer behavior was noticed in the market after the relaxation of the restrictions and thus sales resulted more than it was lastly estimated/expected for September. Overall, 9 months result had fallen short of management expectation and target.

Management think about the current pandemic scenario and make their forecast information (i.e. cash flow, production capacity, utilization, etc.) on the hope that business will continue its operation under normal course of business as Covid-19 situation has improved and both affected & death rate is decreasing day by day. Management strongly believes that, there is no need to re-evaluate/re-measure for the impairment of non-financial assets coupled with the extent of incremental expected credit losses, fair value of assets and liabilities, the recoverability of deferred tax assets, any potential decrease in net realizable value of inventory, any adverse impact on employee benefits and employer obligations and the entity's ability to continue as a going concern except the impact of incremental expected credit losses. For this impact of incremental expected credit losses, management continuously evaluating the assessment for measurement and recognize excess losses in its monthly accounts.

**SINGER BANGLADESH LIMITED**  
Notes to the Financial Statements (continued)

3	Property, plant and equipment		At 30 Sep 2021	At 31 Dec 2020
	<i>In BDT</i>			
	Cost		2,686,003,111	1,908,134,891
	Accumulated depreciation		1,098,239,996	825,681,654
			<b>1,587,763,115</b>	<b>1,082,453,237</b>
	<b>4</b>	<b>Intangible assets</b>		
	<i>In BDT</i>		At 30 Sep 2021	At 31 Dec 2020
	Cost		80,814,826	75,942,405
	Accumulated amortisation		56,214,892	52,063,413
			<b>24,599,934</b>	<b>23,878,992</b>
	<b>5</b>	<b>Investments</b>		
	<i>In BDT</i>		At 30 Sep 2021	At 31 Dec 2020
	Investment in subsidiary		-	646,799,056
	Investment in term deposit		2,630,000	2,630,000
	Investment in Central Depository Bangladesh Limited (CDBL)		1,569,450	1,569,450
			<b>4,199,450</b>	<b>650,998,506</b>
	<b>6</b>	<b>Deferred tax assets</b>		
	<i>In BDT</i>		At 30 Sep 2021	At 31 Dec 2020
	Opening balance		51,312,925	43,667,319
	Adjustment for Amalgamation		3,239,393	-
			<b>54,552,318</b>	<b>43,667,319</b>
	Released/(expense) during the year		3,317,540	36,357,545
	Transferred to retained earnings		674,847	1,085,705
			<b>3,992,387</b>	<b>37,443,250</b>
			<b>58,544,705</b>	<b>81,110,569</b>
	<b>6.1</b>	<b>Closing balance</b>	At 30 Sep 2021	At 31 Dec 2020
	<i>In BDT</i>			
	Deferred tax assets		111,155,911	102,618,606
	Deferred tax liabilities		(52,611,206)	(21,508,037)
			<b>58,544,705</b>	<b>81,110,569</b>
	<b>6.1.1</b>	<b>Deferred tax assets</b>	At 30 Sep 2021	At 31 Dec 2020
	<i>In BDT</i>			
	Provision for gratuity		-	-
	Reserve against inventories		30,492,605	28,944,213
	Reserve for warranty		35,679,421	29,502,987
	Provision for bad debts		35,735,344	35,536,348
	Property, plant and equipment		-	1,354,042
	Leases		9,248,541	7,281,016
			<b>111,155,911</b>	<b>102,618,606</b>
	<b>6.1.2</b>	<b>Deferred tax liabilities</b>	At 30 Sep 2021	At 31 Dec 2020
	<i>In BDT</i>			
	Provision for gratuity		-	-
	Revaluation of land and building		(19,897,173)	(21,508,037)
	Property, plant and equipment		(32,714,033)	-
			<b>(52,611,206)</b>	<b>(21,508,037)</b>
			The amounts of deferred tax assets and liabilities have been netted off as permitted by IAS 12. "Income taxes".	
	<b>7</b>	<b>Advances, deposits and prepayments</b>		
	<i>In BDT</i>		At 30 Sep 2021	At 31 Dec 2020
	Security deposits		29,443,928	23,092,797
	Deposits		29,443,928	23,092,797
	Prepayments		625,596,169	150,436,500
	Prepayments		625,596,169	150,436,500
			<b>655,040,097</b>	<b>173,529,297</b>



**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

	At 30 Sep 2021	At 31 Dec 2020
<b>7.1</b>		
Non-current portion of deposits and prepayments	29,443,928	23,092,798
Current portion of advances, deposits and prepayments	625,596,169	150,436,499
	<b>655,040,097</b>	<b>173,529,297</b>
<b>8</b>		
<b>Inventories</b>		
<i>In BDT</i>	At 30 Sep 2021	At 31 Dec 2020
Finished goods	5,025,406,229	3,247,122,506
Non-Trade goods	37,387,076	11,649,809
Raw materials	947,922,011	102,504,365
Goods in transit	346,408,228	638,836,703
	<b>6,357,123,544</b>	<b>4,000,113,383</b>
Provision for inventory obsolescence	<b>(115,776,854)</b>	<b>(115,776,854)</b>
	<b>6,241,346,690</b>	<b>3,884,336,529</b>
<b>9</b>		
<b>Trade and other receivable</b>		
<i>In BDT</i>	At 30 Sep 2021	At 31 Dec 2020
<b>Trade receivable</b>		
Hire receivable from customers	3,486,387,267	2,530,757,114
Unearned carrying charges	<b>(401,219,648)</b>	<b>(304,849,928)</b>
	<b>3,085,167,619</b>	<b>2,225,907,186</b>
Provision for doubtful debts	<b>(76,134,930)</b>	<b>(72,864,164)</b>
	<b>3,009,032,689</b>	<b>2,153,043,022</b>
Receivable from Dealers	878,985,961	131,377,636
Receivables from Corporate	218,441,076	91,265,444
Provision for doubtful debts	<b>(32,673,173)</b>	<b>(28,475,578)</b>
	<b>4,073,786,553</b>	<b>2,347,210,524</b>
<b>Other receivables</b>		
Receivable from shop managers	60,784,136	24,890,323
Receivable from Retail Holdings Bhold B.V., The Netherlands	2,158,465	2,158,465
Receivable from employees	6,357,180	6,233,871
Other receivables	218,363,390	186,145,792
Employees provident fund	-	2,266,275
Retirement benefit	-	10,878,328
Provision for doubtful debts	<b>(50,015,649)</b>	<b>(40,805,649)</b>
	<b>237,647,522</b>	<b>191,767,405</b>
	<b>4,311,434,075</b>	<b>2,538,977,929</b>
<b>10</b>		
<b>Current tax assets/(Liabilities)</b>		
<i>In BDT</i>	At 30 Sep 2021	At 31 Dec 2020
Advance income tax	2,516,315,395	1,667,739,997
Provision for income tax	<b>(2,063,136,064)</b>	<b>(1,717,955,803)</b>
	<b>453,179,331</b>	<b>(50,215,806)</b>
<b>10.1</b>		
<b>Advance income tax</b>		
<i>In BDT</i>	At 30 Sep 2021	At 31 Dec 2020
Opening balance	2,051,088,405	1,266,591,401
Acquisition of business	-	-
	<b>2,051,088,405</b>	<b>1,266,591,401</b>
Add: Advance income tax paid during the year	469,143,542	401,148,596
Less: Adjustment Amalgamation	<b>(3,916,551)</b>	-
Adjustment for completion of prior year tax assessment	-	-
Closing balance	<b>2,516,315,395</b>	<b>1,667,739,997</b>
<b>10.2</b>		
<b>Provision for income tax</b>		
<i>In BDT</i>	At 30 Sep 2021	At 31 Dec 2020
Opening balance	1,791,938,364	1,372,949,827
Acquisition of business	-	-
	<b>1,791,938,364</b>	<b>1,372,949,827</b>
Provision during the year	271,197,700	345,005,976
Adjustment for prior year	-	-
Adjustment for completion of prior year tax assessment	-	-
	<b>2,063,136,064</b>	<b>1,717,955,803</b>
<b>11</b>		
<b>Cash and cash equivalents</b>		
<i>In BDT</i>	At 30 Sep 2021	At 31 Dec 2020
Cash in hand	138,079	91,993
Cash at bank	97,440,515	168,930,076
Cash in transit	9,441,285	9,126,411
	<b>107,019,879</b>	<b>178,148,480</b>

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

12 Share capital		At 30 Sep 2021	At 31 Dec 2020
<i>In BDT</i>			
<b>Authorised:</b>			
250,000,000 ordinary shares of Taka 10 each		2,500,000,000	2,500,000,000
<b>Issued, subscribed and paid up:</b>			
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
		<b>997,028,380</b>	<b>997,028,380</b>
<b>Shareholding position:</b>			
		<b>At 30 Sep 2021</b>	<b>At 31 Dec 2020</b>
<b>Name of shareholder</b>		<b>No. of share</b>	<b>Value (BDT)</b>
		<b>No. of share</b>	<b>Value (BDT)</b>
Retail Holdings Bhold B.V., The Netherlands		36,886,123	368,861,230
Retail Holdings Bhold B.V., The Netherlands - non-remittable shares		19,933,214	199,332,140
Local shareholders		42,883,501	428,835,010
		<b>99,702,838</b>	<b>997,028,380</b>
<b>Beneficial percentage of holdings</b>			
		<b>2021</b>	<b>2020</b>
<b>Name of shareholder</b>			
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%
		<b>100%</b>	<b>100%</b>
13 Other liabilities			
<i>In BDT</i>		At 30 Sep 2021	At 31 Dec 2020
Non-remittable accounts		1,622,235,133	1,562,435,491
Security deposits from shop managers, agent and dealers		331,031,091	312,186,330
Warranty Long term Portion		44,513,144	39,333,381
		<b>1,997,779,368</b>	<b>1,913,955,202</b>
14 Trade and other payables			
<i>In BDT</i>		At 30 Sep 2021	At 31 Dec 2020
<b>Trade payables</b>		581,507,757	673,528,013
<b>Other payables :</b>			
Royalty		363,722,379	314,648,015
Payable for expenses		1,091,881,292	809,656,488
Payable for other finance		137,397,238	94,105,042
Leasehold improvements against new shops		1,158,938	12,817,865
		<b>1,594,159,847</b>	<b>1,231,227,410</b>
		<b>2,175,667,604</b>	<b>1,904,755,423</b>
15 Operating expenses			
<i>In BDT</i>	<i>Note</i>	At 30 Sep 2021	At 30 Sep 2020
Advertisement and sales promotion	15.1	470,216,993	447,701,919
Shop operating expenses		353,704,079	386,543,863
Salaries and allowances		341,726,081	307,974,949
Rent and occupancy		54,593,261	46,711,642
Royalty	15.2	155,354,828	136,252,965
Warranty		168,106,582	163,774,479
Utilities		42,330,140	34,419,886
Depreciation		47,444,655	47,267,944
Right-of-use asset depreciation		184,097,726	178,270,307
Bad debts		34,154,550	84,304,162
Office administration		60,007,811	42,951,955
Repairs and maintenance		36,957,298	34,332,065
Directors' fee and remuneration	15.3	24,084,352	21,904,949
Travelling		21,273,492	20,903,358
Amortisation		4,090,276	3,593,140
Bank charge		22,270,028	18,813,591
Insurance		11,427,838	3,621,153
Fuel and car maintenance		1,877,589	1,617,520
Professional and technical fees		6,784,542	5,941,880
Statutory audit fee		1,250,625	862,500
Entertainment		2,768,748	3,155,217
Dues and subscription		461,625	573,380
Demurrage cost**		272,994,401	-
		<b>2,317,977,520</b>	<b>1,991,492,824</b>

Demurrage cost (shipping & port) incurred mainly on account of importing refrigerators raw materials. One of the reasons is owing to not surrendering master BL by the forwarder in due time resulted in locking the master BL from the shipping line which caused the delay in clearing from the port. Besides, the customs authority had found some mismatch in the raw materials with the documents when they did sample counting from the imported containers and thus, resulted in the imposition of additional charges for the mismatch. Due to these reasons the company had suffered additional port and shipping charges as demurrage costs. In addition, Covid-19 restrictions also had impact on clearing efforts and support and, further, constraints of warehouse space due to lower sales had also created some adverse impact on storing raw materials and CBUs at warehouses.

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

**15.1 Advertisement and sales promotion**

	At 30 Sep 2021	At 30 Sep 2020
<i>In BDT</i>		
Advertisement	163,976,565	128,097,297
Selling expenses	251,898,888	254,189,744
Sales promotion	19,716,540	35,761,065
Meeting & conference expenses	34,625,000	29,653,813
	<b>470,216,993</b>	<b>447,701,919</b>

**15.2 Royalty - other information**

Name of the party	Relationship	Nature of transaction	At 30 Sep 2021	At 30 Sep 2020
			BDT	BDT
<b>Transactions</b>				
Retail Holdings Asia B.V.	Subsidiary of former ultimate parent	Royalty payment**	30,547,822	145,239,505
<b>Receivable/(payable)</b>				
Retail Holdings Asia B.V.	Subsidiary of former ultimate parent	Royalty payable Current account	(6,753,227)	(30,547,822)

\*\*Royalty payment presents consolidated amount as at 30 September 2020 including refrigerator's royalty amount.

**15.3 Director's fee and remuneration**

	At 30 Sep 2021	At 30 Sep 2020
<i>In BDT</i>		
Remuneration	21,130,700	19,906,372
Housing	1,142,128	175,252
Medical and welfare	1,514,824	1,604,824
Fees	296,700	218,501
	<b>24,084,352</b>	<b>21,904,949</b>

**16 Other income**

	At 30 Sep 2021	At 30 Sep 2020
Sale of scrapped inventories and others	29,689,136	201,000
Gain/(loss) on sale of fixed assets	(162,599)	(9,223,170)
Fire loss of inventory	-	-
Hire agreement fees	89,432,689	94,708,889
Reverts Product Income	12,883,229	12,227,338
Income from financial & related services	1,331,500	2,189,706
Foreign exchange gain/(loss)	1,632,278	-
Other	539,196	5,372,603
	<b>135,345,429</b>	<b>105,476,366</b>

**17 Net finance costs**

	At 30 Sep 2021	At 30 Sep 2020
Finance income	145,854	-
Interest expenses on borrowings	(197,884,137)	(259,289,628)
Interest expenses on leases	(78,359,361)	(71,886,342)
Finance costs	<b>(276,097,644)</b>	<b>(331,175,970)</b>

**18 Income tax expense**

	At 30 Sep 2021	At 30 Sep 2020
<i>In BDT</i>		
Current tax expense	271,197,700	276,000,000
Deferred tax expense/(income) relating to origination and reversal of temporary differences	(3,317,540)	(23,776,435)
	<b>267,880,160</b>	<b>252,223,565</b>

**18.1 Reconciliation of effective tax rate**

	At 30 Sep 2021	
<i>In BDT</i>	Note	Percentage
Profit before tax		862,869,343
Tax using the Company's tax rate	22.50%	194,145,602
Tax effect of:		
Provision for non-deductible expenses	2.05%	17,718,750
Adjustments / provision released during the year	3.28%	28,277,554
Other components of tax as per Income Tax Ordinance 1984	10.03%	86,567,508
Temporary differences	-0.38%	(3,317,540)
Adjusted unabsorbed depreciation	-6.43%	(55,511,714)
	<b>31.05%</b>	<b>267,880,160</b>

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

<i>In BDT</i>	<i>Note</i>	<b>At 30 Sep 2020</b>	
		<b>Percentage</b>	<b>BDT</b>
Profit before tax			879,724,158
Tax using the Company's tax rate		25.00%	219,931,040
Tax effect of:			
Provision for non-deductible expenses		1.82%	16,021,125
Adjustments / provision released during the year		2.24%	19,667,559
Other components of tax as per Income Tax Ordinance 1984		2.32%	20,380,277
Temporary differences		-2.70%	(23,776,435)
Adjusted unabsorbed depreciation		0.00%	-
		<b>28.67%</b>	<b>252,223,565</b>

**19 Earnings per share (EPS)**

**19.1 Basic earnings per share**

	<b>At 30 Sep 2021</b>	<b>At 30 Sep 2020</b>
Earnings attributable to the ordinary shareholders	<b>594,989,183</b>	627,500,593
Number of Shares used to compute EPS	<b>99,702,838</b>	99,702,838
Basic earnings per share	<b>5.97</b>	6.29

Earning per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 30 September 2021 in terms of International Accounting Standard (IAS-33).

**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

**20 Net Assets Value (NAV) Per Share**

	<b>At 30 Sep 2021</b>	<b>At 31 Dec 2020</b>
Total assets	<b>14,783,982,127</b>	9,912,765,611
Total liability	<b>(11,294,079,533)</b>	(6,456,837,290)
Net assets value	<b>3,489,902,594</b>	3,455,928,321
Number of Shares used to compute NAV	<b>99,702,838</b>	99,702,838
Net assets value (NAV) per share	<b>35.00</b>	34.66

**21 Net Operating Cash Flow Per Share (NOCFPS)**

	<b>At 30 Sep 2021</b>	<b>At 30 Sep 2020</b>
Net cash from operating activities	<b>(3,402,502,902)</b>	(129,692,281)
Number of ordinary shares outstanding	<b>99,702,838</b>	99,702,838
Net Operating Cash Flow Per Share (NOCFPS)	<b>(34.13)</b>	(1.30)

**22 Reconciliation of net income with cash flows from operating activities**

	<b>At 30 Sep 2021</b>	<b>At 30 Sep 2020</b>
<b>Net income</b>	<b>594,989,183</b>	627,500,593
<b>Add/(deduct) for noncash items:</b>		
Depreciation & amortization	<b>301,525,932</b>	238,235,162
(Gain) / loss on sale of property, plant and equipment	<b>162,599</b>	9,223,170
Deferred tax expenses/(income)	<b>3,317,540</b>	(23,776,435)
Tax expenses	<b>267,880,160</b>	252,223,565
Finance expenses/(Income)	<b>276,097,644</b>	331,175,970
<b>Changes in:</b>		
(Increase)/Decrease in deposits and prepayments	<b>80,717</b>	(332,500)
(Increase)/Decrease in inventories	<b>(1,808,692,168)</b>	115,455,340
(Increase)/Decrease in trade and other receivables	<b>(1,757,773,795)</b>	(1,679,169,535)
(Increase)/Decrease in Advances, deposits and prepayments	<b>(433,056,440)</b>	58,817,565
Increase/(Decrease) in retirement benefits obligation	<b>4,849,978</b>	2,525,859
Increase/(Decrease) in other liability (except non remittable account )	<b>18,844,761</b>	22,882,371
Increase/(Decrease) in accounts payables (excluding dividend payable)	<b>(39,360,260)</b>	618,198,840
Tax paid	<b>(469,143,541)</b>	(334,489,933)
Interest paid	<b>(350,757,005)</b>	(368,162,312)
Increase/(Decrease) in short term liability	<b>(11,468,208)</b>	-
	<b>(3,997,492,085)</b>	(757,192,874)
<b>Net cash flows from operation activities</b>	<b>(3,402,502,902)</b>	(129,692,281)

**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.

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

**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 Sep 2021	At 30 Sep 2020
Remuneration	21,130,700	19,906,372
Housing	1,142,128	175,252
Medical and welfare	1,514,824	1,604,824
Board meeting fees	296,700	218,501
	<b>24,084,352</b>	<b>21,904,949</b>
<i>b) Post employment benefit</i>	-	-
<i>c) Other long-term benefit</i>	-	-
<i>d) Termination benefit</i>	-	-
<i>e) Share-based payment</i>	-	-
	<b>24,084,352</b>	<b>21,904,949</b>

**23.3 Other related party transactions**

Name of related parties	Relationship	Nature of	At 30 Sep 2021	At 30 Sep 2020
			BDT	BDT
Retail Holdings Bhold B.V., The Netherlands	Parent company	Royalty payment	140,017,712	-
International Appliances Limited	Subsidiary of Singer	Procurement of products	-	2,251,452,190
International Appliances Limited	Subsidiary of Singer	Current account	-	215,292,975
BEKO Electrical Appliances Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	188,075,554	199,750,888
Arcelik A.S.	Ultimate parent	Procurement of products	176,881,895	69,282,825
Defy Appliances (pvt) Ltd	Subsidiary of ultimate parent	Procurement of products	-	6,946,179
Dawlance (Private) Limited	Subsidiary of ultimate parent	Procurement of products	11,388,744	2,914,726

**23.4 Related party receivable/(payable)**

Name of related parties	Relationship	Nature of transaction	At 30 Sep 2021	At 30 Sep 2020
			BDT	BDT
Retail Holdings Bhold B.V., The Netherlands	Parent company	Royalty payable Current account	(356,969,152)	(276,270,678)
International Appliances Limited	Subsidiary of Singer	Procurement of products	-	(570,938,946)
International Appliances Limited	Subsidiary of Singer	Current account	-	297,289,873
Arcelik A.S.	Ultimate parent	Reimbursement of Expenses	(13,526,735)	1,553,058
Arcelik A.S.	Ultimate parent	Procurement of products	(20,413,424)	(8,917,117)
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	(28,623,554)	-
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-
Defy Appliances (pvt) Ltd	Subsidiary of ultimate parent	Procurement of products	-	-
Dawlance (Private) Limited	Subsidiary of ultimate parent	Procurement of products	-	-

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

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**24 Significant deviation**

The COVID-19 pandemic circumstances have been continued to have the adverse bearing on the macroeconomic performance of the country as well as the Company's operations and its financial position. With the deterioration of COVID-19 since the end of Q1 2021 the achieved results have been deviated much than it was expected, although turnover has been increased by 8.25% than Q3 2020. Earning per share (EPS) has been slightly deteriorate compared to Q3 2020. Overall lower sales along with higher payments, for costs and expenses for early imports and demurrage costs and income taxes to support the festivals and high targets in view of seasonality, has forced to decrease NOCFPS, although collection from turnover has increased compared to Q3 2020. In addition, sales of refrigerator have been lost in a big number during Eid-UI-Adzah due to country wide strict restrictions when all shops and dealer points were closed. As a result, NOCFPS per share has been dropped significantly compared to the same period of last year. Considering the nature of business in terms of hire purchase scheme, credit extended to dealers & institution and seasonal effects sometimes operating cash flow goes into negative and it has further extended due to prolonged restriction period. Besides, operating cash flows become negative as of Sep 2021 lower than that of 2020 mainly for higher/early imports of raw materials and finished products to support festivals and seasonality demand of cooling products.

**25 Other**

- a. Figures in these notes and annexed financial statements have been rounded off to the nearest BDT.
- b. Due to amalgamation of International Appliances Limited (subsidiary) with Singer Bangladesh Limited, current period is presented as stand alone basis. Comparative figures are also presented stand alone basis to keep in line with current period's presentation. Comparative information/figures have been rearranged wherever considered necessary.