

Singer Bangladesh Limited
Statement of Financial Position (Un-audited)

<i>In BD Taka</i>	Note	Consolidated		Company	
		30 June 2019	31 December 2018	30 June 2019	31 December 2018
Assets					
Property, plant and equipment	3	1,398,701,450	1,411,211,583	1,057,537,708	1,051,032,994
Intangible assets	4	32,789,993	35,472,985	32,683,832	35,360,822
Right-Of-Use (ROU) Asset		924,471,646	-	809,808,213	-
Investments	5	4,199,450	4,199,450	692,000,045	355,987,045
Deferred tax assets	6	29,129,192	26,507,800	54,979,485	45,639,652
Deposits and prepayments	7	384,928,574	337,712,006	373,306,203	325,807,679
Non-current assets		2,774,220,305	1,815,103,824	3,020,315,486	1,813,828,192
Inventories	8	4,510,648,730	3,897,325,730	3,817,837,570	3,331,004,600
Trade and other receivables	9	3,950,751,436	2,225,136,036	4,140,839,180	2,343,454,268
Advances, deposits and prepayments	7	268,925,124	256,024,530	243,365,279	213,772,718
Current tax assets	10	43,470,830	98,490,242	-	-
Cash and cash equivalents	11	220,739,946	194,532,817	219,896,687	193,843,156
Current assets		8,994,536,066	6,671,509,355	8,421,938,716	6,082,074,742
Total assets		11,768,756,371	8,486,613,179	11,442,254,202	7,895,902,934
Equity					
Share capital	12	997,028,380	766,944,910	997,028,380	766,944,910
Reserves		571,105,059	573,075,690	571,105,059	573,075,690
Retained earnings		988,934,206	971,039,498	1,268,872,982	977,927,706
Equity attributable to owners of the Company		2,557,067,645	2,311,060,098	2,837,006,421	2,317,948,306
Non-controlling interest		-	66,518,445	-	-
Total equity		2,557,067,645	2,377,578,543	2,837,006,421	2,317,948,306
Liabilities					
Retirement benefit obligations		326,080	-	-	-
Long term debt	13	37,150,985	37,150,985	-	-
Lease Liability		929,078,989	-	814,292,745	-
Other liabilities	14	1,710,947,365	1,688,064,652	1,710,947,365	1,688,064,652
Non-current liabilities		2,677,503,419	1,725,215,637	2,525,240,110	1,688,064,652
Trade and other payables	15	2,670,758,886	1,646,432,946	2,174,166,264	1,712,236,302
Short-term borrowings - secured		3,857,692,317	2,728,664,213	3,750,496,397	2,118,835,001
Current tax liabilities	10	-	-	155,345,010	58,818,673
Short term liability		5,734,104	8,721,840	-	-
Current liabilities		6,534,185,307	4,383,818,999	6,080,007,671	3,889,889,976
Total equity and liabilities		11,768,756,371	8,486,613,179	11,442,254,202	7,895,902,934
Net Assets Value Per Share (NAVPS)	18	25.65	23.18	28.45	23.25
Number of Shares used to compute NAV		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/-
Cemal Can Dinçer
Director

Sd/-
Dr. Syed Ferhat Anwar
Director

Sd/-
M H M Fairoz
Managing Director

Sd/-
Akram Uddin Ahmed
Chief Financial Officer

Sd/-
Mohammad Sanaullah
Company Secretary

Dated: 24 July 2019

Singer Bangladesh Limited
Statement of Profit or Loss and Other Comprehensive Income (Un-audited)

In BD Taka	Note	For the period ended 01 January - 30 June				For the period ended 01 April - 30 June			
		Consolidated		Company		Consolidated		Company	
		2019	2018	2019	2018	2019	2018	2019	2018
Sales		7,969,221,408	6,509,061,277	7,969,221,408	6,509,061,277	5,218,297,805	4,167,546,190	5,218,297,805	4,167,546,190
Earned carrying charges		51,518,848	31,792,226	51,518,848	31,792,226	25,492,529	14,835,742	25,492,529	14,835,742
Turnover		8,020,740,256	6,540,853,503	8,020,740,256	6,540,853,503	5,243,790,334	4,182,381,932	5,243,790,334	4,182,381,932
Cost of sales		(5,708,461,971)	(4,724,111,596)	(5,772,759,969)	(4,825,889,385)	(3,755,461,828)	(3,056,311,186)	(3,796,346,633)	(3,111,517,410)
Gross profit		2,312,278,285	1,816,741,907	2,247,980,287	1,714,964,118	1,488,328,506	1,126,070,746	1,447,443,701	1,070,864,522
Operating expenses	16	(1,301,293,831)	(1,079,827,923)	(1,281,569,355)	(1,066,052,212)	(790,953,825)	(625,143,355)	(776,249,311)	(616,946,730)
Other income/(loss)		(13,923,613)	6,769,131	(20,401,065)	1,917,713	(2,087,727)	5,087,326	(5,710,653)	1,237,654
Operating profit		997,060,841	743,683,115	946,009,867	650,829,619	695,286,954	506,014,717	665,483,737	455,155,446
Finance income		210,410	87,702	210,410	87,702	166,559	43,851	166,559	43,851
Finance costs		(212,927,429)	(140,398,083)	(176,399,763)	(106,267,276)	(106,181,388)	(87,977,844)	(89,327,842)	(65,609,966)
Net finance costs		(212,717,019)	(140,310,381)	(176,189,353)	(106,179,574)	(106,014,829)	(87,933,993)	(89,161,283)	(65,566,115)
Share of profit/(loss) of equity-accounted investees, net of tax		-	-	-	-	-	-	-	-
Profit before contribution to workers' profit participation fund		784,343,822	603,372,734	769,820,514	544,650,045	589,272,125	418,080,724	576,322,454	389,589,331
Contribution to workers' profit participation fund		(39,787,680)	(30,271,774)	(38,491,026)	(27,232,502)	(29,669,339)	(21,289,293)	(28,816,123)	(19,479,466)
Profit before taxation		744,556,142	573,100,960	731,329,488	517,417,543	559,602,786	396,791,431	547,506,331	370,109,865
Income tax expense		(232,510,920)	(172,794,196)	(215,728,252)	(147,171,659)	(170,221,466)	(119,022,052)	(160,989,604)	(102,996,934)
Profit after tax		512,045,222	400,306,764	515,601,236	370,245,884	389,381,320	277,769,379	386,516,727	267,112,931
Profit attributable to									
Equity holders of the Company (SBL)		512,045,222	395,446,491	-	-	389,381,320	275,952,746	-	-
Non-controlling interest		-	4,860,273	-	-	-	1,816,633	-	-
		512,045,222	400,306,764	-	-	-	277,769,379	-	-
Other comprehensive income									
Items that will not be reclassified to profit or loss		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
Total comprehensive income for the period		512,045,222	400,306,764	515,601,236	370,245,884	389,381,320	277,769,379	386,516,727	267,112,931
Total comprehensive income attributable to:									
Equity holders of the Company (SBL)									
Profit after tax		512,045,222	395,446,491	-	-	389,381,320	275,952,746	-	-
Other comprehensive income		-	-	-	-	-	-	-	-
		512,045,222	395,446,491	-	-	389,381,320	275,952,746	-	-
Non-controlling interest									
Profit after tax		-	4,860,273	-	-	-	1,816,633	-	-
Other comprehensive income		-	-	-	-	-	-	-	-
		-	4,860,273	-	-	-	1,816,633	-	-
Total comprehensive income for the period		512,045,222	400,306,764	-	-	389,381,320	277,769,379	-	-
Earnings per share (EPS)	17	5.14	3.97	5.17	3.71	3.91	2.79	3.88	2.68
Number of Shares used to compute EPS		99,702,838	99,702,838	99,702,838	99,702,838	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

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Chief Financial Officer

Sd/-
Mohammad Sanaullah
Company Secretary

Dated: 24 July 2019

Singer Bangladesh Limited
Statement of Changes in Equity-Consolidated (Un-audited)

For the Preiod ended 30 June 2019

<i>In BD Taka</i>	Attributable to owner of the Company						Total	Non-controlling interests	Total equity
	Share capital	Revaluation reserve	Capital reserve	Non-remittable special capital reserves	Non-distributable special reserves	Retained earnings			
Balance at 1 January 2018	766,944,910	559,063,709	18,190,942	370,178	232,847	815,464,263	2,160,266,849	63,164,284	2,223,431,133
Total comprehensive income									
Profit	-	-	-	-	-	395,446,491	395,446,491	4,860,273	400,306,764
Total comprehensive income for the year	-	-	-	-	-	395,446,491	395,446,491	4,860,273	400,306,764
Transaction with owners of the Company									
Contributions and distributions									
Dividends:									
Cash dividend - 2017	-	-	-	-	-	(766,944,910)	(766,944,910)	-	(766,944,910)
Total contributions and distributions	-	-	-	-	-	(766,944,910)	(766,944,910)	-	(766,944,910)
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	1,440,259	1,440,259	-	1,440,259
Transfer of depreciation on revaluation surplus	-	(3,088,132)	-	-	-	3,088,132	-	-	-
	-	(3,088,132)	-	-	-	4,528,391	1,440,259	-	1,440,259
Balance at 30 June 2018	766,944,910	555,975,577	18,190,942	370,178	232,847	448,494,235	1,790,208,689	68,024,557	1,858,233,246
Balance at 1 January 2019	766,944,910	554,281,723	18,190,942	370,178	232,847	971,039,498	2,311,060,098	66,518,445	2,377,578,543
Total comprehensive income									
Profit	-	-	-	-	-	512,045,222	512,045,222	-	512,045,222
Adjustment For IFRS 16	-	-	-	-	-	2,800,000	2,800,000	-	2,800,000
Acquisition of business	-	-	-	-	-	(269,494,553)	(269,494,553)	(66,518,445)	(336,012,998)
Other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	245,350,669	245,350,669	(66,518,445)	178,832,224
Transaction with owners of the Company									
Contributions and distributions									
Dividends:									
Stock dividend 2018	230,083,470	-	-	-	-	(230,083,470)	-	-	-
Total contributions and distributions	230,083,470	-	-	-	-	(230,083,470)	-	-	-
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	656,879	656,878	-	656,878
Transfer of depreciation on revaluation surplus	-	(1,970,631)	-	-	-	1,970,631	-	-	-
	-	(1,970,631)	-	-	-	2,627,510	656,878	-	656,878
Balance at 30 June 2019	997,028,380	552,311,092	18,190,942	370,178	232,847	988,934,207	2,557,067,645	-	2,557,067,645

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

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Dated: 24 July 2019

Singer Bangladesh Limited
Statement of Changes in Equity-Company (Un-audited)

	For the Preiod ended 30 June 2019						
<i>In BD Taka</i>	Share capital	Revaluation reserve	Capital reserve	Non-remittable special capital reserves	Non-distributable special reserves	Retained earnings	Total equity
Balance at 1 January 2018	766,944,910	559,063,709	18,190,942	370,178	232,847	839,743,865	2,184,546,451
Total comprehensive income							
Profit	-	-	-	-	-	370,245,884	370,245,884
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	370,245,884	370,245,884
Transaction with owners of the Company							
Contributions and distributions							
Dividends:							
Cash dividend - 2017	-	-	-	-	-	(766,944,910)	(766,944,910)
Total contributions and distributions	-	-	-	-	-	(766,944,910)	(766,944,910)
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	1,440,259	1,440,259
Transfer of depreciation on revaluation surplus	-	(3,088,132)	-	-	-	3,088,132	-
	-	(3,088,132)	-	-	-	4,528,391	1,440,259
Balance at 30 June 2018	766,944,910	555,975,577	18,190,942	370,178	232,847	447,573,230	1,789,287,684
Balance at 1 January 2019	766,944,910	554,281,723	18,190,942	370,178	232,847	977,927,706	2,317,948,306
Total comprehensive income							
Profit	-	-	-	-	-	515,601,236	515,601,236
Adjustment For IFRS 16	-	-	-	-	-	2,800,000	2,800,000
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	518,401,236	518,401,236
Transaction with owners of the Company							
Contributions and distributions							
Dividends:							
Stock dividend 2018	230,083,470	-	-	-	-	(230,083,470)	-
Total contributions and distributions	230,083,470	-	-	-	-	(230,083,470)	-
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	656,879	656,879
Transfer of depreciation on revaluation surplus	-	(1,970,631)	-	-	-	1,970,631	-
	-	(1,970,631)	-	-	-	2,627,510	656,879
Balance at 30 June 2019	997,028,380	552,311,092	18,190,942	370,178	232,847	1,268,872,982	2,837,006,421

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

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Chief Financial Officer

Sd/-
Mohammad Sanaullah
Company Secretary

Dated: 24 July 2019

Singer Bangladesh Limited
Statement of Cash Flows (Un-audited)

<i>In BD Taka</i>	Note	For the half year ended 30 June			
		Consolidated		Company	
		2019	2018	2019	2018
Cash flows from operating activities					
Collections from turnover and other income		7,434,496,490	6,284,567,376	7,434,496,490	5,318,486,846
Payments for costs and expenses		(7,635,335,487)	(7,852,109,070)	(8,245,045,628)	(6,312,783,718)
Interest paid on borrowings		(203,542,290)	(97,322,322)	(166,189,353)	(74,387,348)
Payments to workers' profit participation fund		(65,585,365)	(45,143,000)	(64,466,467)	(45,143,000)
Income tax paid		(179,456,024)	(190,682,367)	(127,884,871)	(143,561,499)
Net cash from operating activities		(649,422,676)	(1,900,689,383)	(1,169,089,829)	(1,257,388,719)
Cash flows from investing activities					
Acquisition of property, plant and equipment		(42,163,443)	(58,240,124)	(41,923,329)	(40,153,896)
Investment in subsidiary		(250,751,940)		(250,751,940)	
Net cash from/(used in) investing activities		(292,915,383)	(58,240,124)	(292,675,269)	(40,153,896)
Cash flows from financing activities					
Term loan received		(2,987,736)	45,872,825	-	-
Lease Liability (Principal repayment)		(157,069,148)		(143,416,735)	
Dividends paid		(426,032)	(617,122,990)	(426,032)	(617,122,990)
Net cash used in financing activities		(160,482,916)	(571,250,165)	(143,842,767)	(617,122,990)
Net increase/(decrease) in cash		(1,102,820,975)	(2,530,179,672)	(1,605,607,865)	(1,914,665,605)
Cash and cash equivalents at 1 January		(2,534,131,396)	(1,384,105,201)	(1,924,991,845)	(1,254,858,090)
Acquisition of of Business			-		-
Cash and cash equivalents at 30 June		(3,636,952,371)	(3,914,284,873)	(3,530,599,710)	(3,169,523,695)
Closing cash and cash equivalents have been arrived at as follows:					
Cash and cash equivalents		220,739,946	188,877,735	219,896,687	188,212,656
Short-term borrowings - secured (bank overdrafts)		(3,857,692,317)	(4,103,162,608)	(3,750,496,397)	(3,357,736,351)
		(3,636,952,371)	(3,914,284,873)	(3,530,599,710)	(3,169,523,695)
Net Operating Cash Flow Per Share (NOCFPS)	19	(6.51)	(19.06)	(11.73)	(12.61)
Number of Shares used to compute NOCFPS		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

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Chief Financial Officer

Sd/-
Mohammad Sanaullah
Company Secretary

Dated: 24 July 2019

SINGER BANGLADESH LIMITED
Notes to the Financial Statements

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 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 (formerly Singer 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 panel televisions, air conditioners, refrigerators and furniture and marketing of refrigerators, televisions, air conditioners, furniture, 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.

1.3 Description of subsidiary

International Appliances Limited (IAL)

International Appliances Limited (the Company) was incorporated in Bangladesh as a private limited company on 23 December 2014 under Companies Act 1994 as a joint venture among a local investor, SBL and another foreign investor. It has been an associate of Singer Bangladesh Limited since inception. SBL acquired the Company as a subsidiary on 16 October 2017. During the reporting period the Company has acquired 100% shares of International Appliances Limited. Principal activities of the Company is 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.

2 Basis of preparation

2.1 Presentation of financial statements

The Interim Financial Statements of the Company and Group have been prepared on the basis of the same accounting policies and methods applied for the year ended 31 December 2018 except mentioned below in the para 2.1.1 and 2.1.2 which have been adopted in accordance with newly effective IFRS 15 Revenue from Contracts with Customers. The consolidated financial statements of Singer Bangladesh Limited for the period ended 30 June 2019 encompasses the Company and its subsidiary International Appliances Limited.

2.1.1 Earned Carrying Charges

According to paragraph 65 of IFRS 15, an entity shall present the effects of financing (interest revenue or interest expense) separately from revenue from contracts with customers in the statement of comprehensive income. Interest revenue or interest expense is recognized only to the extent that a contract asset (or receivable) or a contract liability is recognized in accounting for a contract with a customer. A hire sale contract includes a significant financing component. Paragraph 60 states that- a significant financing component may exist regardless of whether the promise of financing is explicitly stated in the contract or implied by the payment terms agreed to by the parties to the contract.

Since hire sales comprise two performance obligations, the revenue for the product is recognized when the delivery is made and the interest income is recognized as earned, according to paragraph 65 of the said standard. Therefore, the hire sale has been analyzed in the light of the 5 stage model as envisaged in IFRS 15 in the following way:

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

A contract is formed through an agreement between Singer & the customer. Following two performance obligations:

- i. delivery of the product and;
- ii. financing service.

Transaction price is determined considering the price of the product and the number of instalments agreed in the contract. The stand-alone product price is determined as declared in the 'price declaration' less discount (if any). The interest rate is determined by management by assessing the market rates. SBL recognizes the stand-alone selling price of product as revenue when the delivery is complete and recognizes interest income for the financing service over the period of instalments.

2.1.2 Agreement Fees

Paragraph 25 of IFRS states that "Performance obligations do not include activities that an entity must undertake to fulfil a contract unless those activities transfer a good or service to a customer. For example, a services provider may need to perform various administrative tasks to set up a contract. The performance of those tasks does not transfer a service to the customer as the tasks are performed. Therefore, those setup activities are not a performance obligation."

In view of above, the contract setup costs do not form a performance obligation and thus, the agreement fees do not constitute a separate performance obligation. Agreement fees arise only in case of hire sale transactions. Agreement fees are therefore related to the performance obligation of financing services. But it does not form a separate performance obligation. Therefore, proceeds from agreement fee needs to be classified as 'other income' and hence, be presented accordingly.

2.2 Statement of compliance

The 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 IFRS 16 Leases

The Group applied IFRS 16 with a date of initial application on 1 January 2019. As a result, the Group has changed its accounting policy for lease contracts.

The Group applied IFRS 16 using the modified retrospective approach, under which the cumulative effect of initial application is recognised in retained earnings at 1 January 2019.

Previously, the Group determined at contract inception whether an arrangement is or contains a lease under IFRIC 4. Under IFRS 16, the Group assesses whether a contract is or contains a lease based on the definition of a lease.

On transition to IFRS 16, the Group elected to apply the practical expedient to grandfather the assessment of which transactions are leases. It applied IFRS 16 only to contracts that were previously identified as leases. Contracts that were not identified as leases under IAS 17 and IFRIC 4 were not reassessed for whether there is a lease. Therefore, the definition of a lease under IFRS 16 was applied only to contracts entered into or changed on or after 1 January 2019.

Under IFRS 16, the Group recognises right-of-use assets and lease liabilities for all applicable leases – i.e. these leases are on-balance sheet. At transition, lease liabilities were measured at the present value of the remaining lease payments, discounted at the Group's incremental borrowing rate as at 1 January 2019. Right-of-use assets are measured at their carrying amount as if IFRS 16 had been applied since the commencement date, discounted using the lessee's incremental borrowing rate at the date of initial application.

The Group has no finance leases.

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

3 Property, plant and equipment

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Cost	2,270,260,646	2,231,623,240	1,819,748,979	1,780,122,858
Accumulated amortisation	871,559,196	820,411,657	762,211,271	729,089,864
	1,398,701,450	1,411,211,583	1,057,537,708	1,051,032,994

4 Intangible assets

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Cost	75,241,680	74,325,531	75,121,505	74,205,356
Accumulated amortisation	42,451,687	38,852,546	42,437,673	38,844,534
	32,789,993	35,472,985	32,683,832	35,360,822

5 Investments

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Investment in subsidiary	-	-	687,800,595	351,787,595
Investment in term deposit	2,630,000	2,630,000	2,630,000	2,630,000
Investment in Central Depository Bangladesh Limited (CDBL)	1,569,450	1,569,450	1,569,450	1,569,450
	4,199,450	4,199,450	692,000,045	355,987,045

6 Deferred tax assets

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Opening balance	28,669,546	18,871,202	45,639,652	24,836,206
Acquisition of business	-	-	-	-
Released/(expense) during the year	(197,231)	6,042,602	8,682,956	19,209,450
Remeasurement of defined benefit liability	-	-	-	-
Transferred to retained earnings	656,877	1,593,996	656,877	1,593,996
	29,129,192	26,507,800	54,979,485	45,639,652

7 Advances, deposits and prepayments

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Employees against expenses	-	-	-	-
Advances to others	19,287,046	42,977,966	6,781,676	3,708,933
Advances	19,287,046	42,977,966	6,781,676	3,708,933
Security deposits	27,007,558	25,018,340	23,417,783	22,382,393
Deposits	27,007,558	25,018,340	23,417,783	22,382,393
Prepayments	607,559,094	525,740,230	586,472,023	513,489,071
Prepayments	607,559,094	525,740,230	586,472,023	513,489,071
	653,853,698	593,736,536	616,671,482	539,580,397
7.1 Non-current portion of deposits and prepayments	384,928,574	337,712,006	373,306,203	325,807,679
Current portion of advances, deposits and prepayments	268,925,124	256,024,530	243,365,279	213,772,718
	653,853,698	593,736,536	616,671,482	539,580,397

8 Inventories

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Finished goods	2,996,370,831	2,749,609,720	2,936,090,055	2,662,853,046
Raw materials	428,369,717	842,288,300	100,247,546	458,507,416
Goods in transit	1,203,229,270	420,490,512	898,821,057	324,706,940
	4,627,969,818	4,012,388,532	3,935,158,658	3,446,067,402
Provision for inventory obsolescence	(117,321,088)	(115,062,802)	(117,321,088)	(115,062,802)
	4,510,648,730	3,897,325,730	3,817,837,570	3,331,004,600

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

9 Trade and other receivable

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Trade receivable				
Hire receivable from customers	3,168,745,232	2,381,068,183	3,168,745,232	2,381,068,183
Unearned carrying charges	(440,485,361)	(292,499,101)	(440,485,361)	(292,499,101)
	2,728,259,871	2,088,569,082	2,728,259,871	2,088,569,082
Provision for doubtful debts	(38,133,661)	(31,127,508)	(38,133,661)	(31,127,508)
	2,690,126,210	2,057,441,574	2,690,126,210	2,057,441,574
Receivable from dealers	671,456,866	31,001,732	671,456,866	31,001,732
Trade receivables	429,515,388	85,811,865	429,515,388	85,811,869
Provision for doubtful debts	(4,481,217)	(6,465,185)	(4,481,217)	(6,465,185)
	3,786,617,247	2,167,789,986	3,786,617,247	2,167,789,990
Other receivables				
Receivable from employees	7,973,109	4,796,580	6,487,694	4,796,580
Receivable from shop managers	29,889,340	17,021,814	29,889,340	17,021,814
Receivable from Singer Asia Limited	2,158,465	11,452,755	2,158,465	11,452,755
Other receivables	142,128,924	41,840,550	333,702,083	160,158,778
Provision for doubtful debts	(18,015,649)	(17,765,649)	(18,015,649)	(17,765,649)
	164,134,189	57,346,050	354,221,933	175,664,278
	3,950,751,436	2,225,136,036	4,140,839,180	2,343,454,268

10 Current tax assets/(Liabilities)

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Advance income tax	378,300,116	1,119,725,295	127,884,871	920,881,202
Provision for income tax	(334,829,286)	(1,021,235,053)	(283,229,881)	(979,699,875)
	43,470,830	98,490,242	(155,345,010)	(58,818,673)

11 Cash and cash equivalents

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Cash in hand	1,011,984	530,156	405,657	38,060
Cash at bank	203,554,182	173,938,713	203,317,249	173,741,148
Cash in transit	16,173,780	20,063,948	16,173,780	20,063,948
	220,739,946	194,532,817	219,896,687	193,843,156

12 Share capital

<i>In BDT</i>	At 30 June 2019	At 31 Dec 2018
Authorised:		
100,000,000 ordinary shares of Taka 10 each	1,000,000,000	1,000,000,000
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 than cash	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	765,662,410
	997,028,380	766,944,910

Shareholding position:

Name of shareholder	At 30 June 2019		At 31 Dec 2018	
	No. of share	Value (BDT)	No. of share	Value (BDT)
Retail Holdings Bhold B.V., The Netherlands	36,886,123	368,861,230	28,373,941	283,739,410
Retail Holdings Bhold B.V., The Netherlands - non-remittable shares	19,933,214	199,332,140	15,333,242	153,332,420
Local shareholders	42,883,501	428,835,010	32,987,308	329,873,080
	99,702,838	997,028,380	76,694,491	766,944,910

Beneficial percentage of holdings

Name of shareholder	2019	2018
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%

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

13 Long term debt

Represents long term loan obtained from Commercial Bank of Ceylon Plc to invest in capital machinery of IAL which will be repaid within six years.

14 Other liabilities

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Non-remittable accounts	1,408,949,743	1,408,949,743	1,408,949,743	1,408,949,743
Security deposits from shop managers, agent and dealers	257,009,010	241,638,657	257,009,010	241,638,657
Warranty Long term Portion	44,988,612	37,476,252	44,988,612	37,476,252
	1,710,947,365	1,688,064,652	1,710,947,365	1,688,064,652

15 Trade and other payables

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 31 Dec 2018	At 30 June 2019	At 31 Dec 2018
Trade payables	909,131,336	369,864,998	909,131,336	552,355,511
Other payables	-	-	-	-
Royalty	327,845,499	318,072,839	275,280,281	280,552,145
Payable for expenses	904,274,214	800,218,587	862,626,948	775,678,164
Payable for other finance	529,507,837	144,186,666	127,127,700	89,560,626
Leasehold improvements against new shops	-	14,089,856	-	14,089,856
	1,761,627,550	1,276,567,948	1,265,034,929	1,159,880,791
	2,670,758,886	1,646,432,946	2,174,166,264	1,712,236,302

16 Operating expenses

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2019	At 30 June 2018	At 30 June 2019	At 30 June 2018
Advertisement and sales promotion	384,102,495	329,396,128	384,102,495	329,396,127
Shop operating expenses	226,589,389	190,314,521	226,589,389	190,314,521
Salaries and allowances	167,473,533	135,873,107	164,990,742	134,203,908
Rent and occupancy	33,362,072	118,734,429	33,362,072	118,734,429
Royalty	128,947,578	83,359,674	113,903,054	71,948,025
Warranty	91,743,271	62,256,805	91,743,271	62,256,805
Utilities	23,093,150	24,249,565	23,093,150	24,249,565
Depreciation	109,273,788	26,614,614	109,263,702	26,610,949
Bad debts	23,559,217	15,113,083	23,559,217	15,113,083
Office administration	33,220,274	23,504,740	33,208,340	23,269,977
Repairs and maintenance	22,959,156	20,858,839	22,936,656	20,858,839
Directors' fee and remuneration	7,885,098	7,109,640	7,885,098	7,101,400
Travelling	21,920,456	20,677,889	21,907,986	20,665,759
Amortisation	3,599,146	3,960,212	3,593,140	3,954,206
Bank charge	11,510,049	7,299,409	10,457,956	6,975,779
Insurance	2,246,887	2,303,135	2,246,887	2,303,135
Fuel and car maintenance	1,766,115	1,997,417	1,766,115	1,992,197
Professional and technical fees	4,450,084	3,448,250	3,368,012	3,402,042
Entertainment	3,162,007	2,487,806	3,162,007	2,487,806
Dues and subscription	430,066	268,660	430,066	213,660
	1,301,293,831	1,079,827,923	1,281,569,355	1,066,052,212

17 Earnings per share (EPS)

17.1 Basic earnings per share

	Consolidated		Company	
	At 30 June 2019	At 30 June 2018	At 30 June 2019	At 30 June 2018
Earnings attributable to the ordinary shareholders	512,045,222	395,446,491	515,601,236	370,245,884
Number of Shares used to compute EPS	99,702,838	99,702,838	99,702,838	99,702,838
Basic earnings per share	5.14	3.97	5.17	3.71

Earning per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 30 June 2019 in terms of International Accounting Standard (IAS-33).

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

17.2 Diluted earnings per share

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

18 Net Assets Value (NAV) Per Share

	Consolidated		Company	
	At 31 April 2019	At 31 Dec 2018	At 31 April 2019	At 31 Dec 2018
Total assets	11,768,756,371	8,486,613,179	11,442,254,202	7,895,902,934
Total liability	(9,211,688,726)	(6,175,553,081)	(8,605,247,781)	(5,577,954,628)
Net assets value	2,557,067,645	2,311,060,098	2,837,006,421	2,317,948,306
Number of Shares used to compute NAV	99,702,838	99,702,838	99,702,838	99,702,838
Net assets value (NAV) per share	25.65	23.18	28.45	23.25

19 Net Operating Cash Flow Per Share (NOCFPS)

	Consolidated		Company	
	At 30 June 2019	At 30 June 2018	At 30 June 2019	At 30 June 2018
Net cash from operating activities	(649,422,676)	(1,900,689,383)	(1,169,089,829)	(1,257,388,719)
Number of ordinary shares outstanding	99,702,838	99,702,838	99,702,838	99,702,838
Net Operating Cash Flow Per Share (NOCFPS)	(6.51)	(19.06)	(11.73)	(12.61)

20 Reconciliation of net income with cashflows from operating activities

	Consolidated		Company	
	At 30 June 2019	At 30 June 2018	At 30 June 2019	At 30 June 2018
Net income	512,045,222	400,306,764	515,601,236	370,245,884
Add/(deduct) for noncash items:				
Depreciation & amortization	159,325,654	57,007,837	119,980,635	38,335,071
Share of profit of equity-accounted investees, net of tax	-	-	-	-
(Gain) / loss on sale of property, plant and equipment	41,710	714,598	41,710	714,598
Deferred tax expenses/(income)	(197,231)	15,416,026	(9,339,833)	715,659
Changes in:				
(Increase)/Decrease in deposits and prepayments	(47,216,568)	(27,376,032)	(47,498,524)	(26,554,568)
(Increase)/Decrease in inventories	(613,323,000)	(1,491,441,198)	(486,832,970)	(1,089,255,304)
(Increase)/Decrease in trade and other receivables	(1,725,615,400)	(1,176,624,866)	(1,797,384,912)	(1,175,013,281)
(Increase)/Decrease in Advances, deposits and prepayments	(12,900,594)	(2,395,846)	(29,592,561)	1,523,767
Increase/(Decrease) in current tax assets	55,019,412	(77,807,244)	-	-
Increase/(Decrease) in retirement benefits obligation	326,080	(1,793,487)	-	(2,174,000)
Increase/(Decrease) in other liability (except non remittable account)	15,370,353	44,579,246	15,370,353	44,579,246
Increase/(Decrease) in accounts payables (excluding dividend payable)	1,010,689,422	592,529,811	454,038,700	576,599,708
Increase/(Decrease) in provisions in current tax	-	44,503,047	96,526,337	2,894,501
Increase/(Decrease) in short term liability	(2,987,736)	(278,308,039)	-	-
	(1,161,467,898)	(2,300,996,147)	(1,684,691,065)	(1,627,634,603)
Net cash flows from operation activities	(649,422,676)	(1,900,689,383)	(1,169,089,829)	(1,257,388,719)

21 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 end have been set out below:

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

21.1 Related party transactions

Read this note in conjunction with note no. 21.2.

Name of related parties	Relationship	Nature of	Consolidated		Company	
			At 30 June 2019	At 30 June 2018	At 30 June 2019	At 30 June 2018
			BDT	BDT	BDT	BDT
Retail Holdings Bhold B.V., The Netherlands (formerly Singer Bhold B.V., The Netherlands)	Parent company	Dividend payment	-	283,739,410	-	283,739,410
Retail Holdings Asia B.V.	Subsidiary of ultimate parent	Royalty payment	119,174,918	-	119,174,918	-
Singer India Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-	-	-
International Appliances Limited	subsidiary	Procurement of products	-	-	1,504,452,413	1,141,164,882
International Appliances Limited	Associates	Current account	-	-	30,683,981	6,789,402
Shanghai Sonlu Shangling Enterprice Group Co. LTD	Non-Controlling Interest	Procurement of products	1,213,995,105	1,051,981,764	-	-
Shanghai Sonlu Shangling Enterprice Group Co. LTD	Non-Controlling Interest	Procurement of plant & Machinery	-	28,740,819	-	-
Sunman Corporation	Non-Controlling Interest	Rent	20,499,673	14,720,987	-	-
BEKO Electrical Appliances Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-	3,491,564	9,232,884
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-	77,782,375	99,788,258
Arcelik A.S.	Ultimate parent	Procurement of products	-	-	10,163,677	36,692,743

21.2 Related party receivable/(payable)

Name of related parties	Relationship	Nature of transaction	Consolidated		Company	
			At 30 June 2019	At 30 June 2018	At 30 June 2019	At 30 June 2018
			BDT	BDT	BDT	BDT
Retail Holdings Asia B.V.	Subsidiary of ultimate parent	Royalty payable Current account	(327,845,499)	(218,593,759)	(275,280,281)	(191,122,943)
Singer Asia Ltd.	Subsidiary of ultimate parent	Current account	-	11,194,497	2,158,465	11,194,497
Singer India Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-	-	-
International Appliances Limited	subsidiary	Procurement of products	-	-	-	(376,001,352)
International Appliances Limited	subsidiary	Current account	-	-	193,098,254	6,789,402
Shanghai Sonlu Shangling Enterprice Group Co. LTD	Non-Controlling Interest	Procurement of products	(330,094,221)	-	-	-
Shanghai Sonlu Shangling Enterprice Group Co. LTD	Non-Controlling Interest	Procurement of plant &	-	-	-	-
Sunman Corporation	Non-Controlling Interest	Other Receivable	5,512,873	6,428,248	-	-
Sunman Corporation	Non-Controlling Interest	Rent	(16,660,297)	(11,709,243)	-	-
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-	35,114,850	-
Arcelik A.S.	Ultimate parent	Procurement of products	-	-	3,507,668	-

22 Significant deviation

a. Although net operating cash flow per share (NOCFPS) improved comparing to last year but still negative mainly due to the nature of business in terms of hire purchase scheme, credit extended to dealers & institutions and seasonal effects. Besides, operating cash flows is differed due to increased of volume of installment and credit sales comparing to previous period.

b. Other income/(loss) includes loss of inventory on fire.

c. Finance costs include the interest expense on leases under IFRS 16.

23 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 to conform to the current year's presentation.