

SINGER BANGLADESH LIMITED

Statement of Financial Position (Un-audited)

As at 30 September 2014

		Amounts in Taka	
	Notes	30 Sep 2014	31 Dec 2013
Assets			
Non-current assets			
Property, plant and equipment	3	878,679,269	871,666,925
Investments	4	11,199,450	11,199,450
Total non-current assets		889,878,719	882,866,375
Current assets			
Inventories	5	2,385,648,439	1,254,086,045
Trade and other receivables	6	1,376,026,601	945,872,531
Advances, deposits and prepayments	7	429,479,279	264,538,560
Advance corporate tax, net		11,651,294	-
Deferred tax assest, net		7,396,152	-
Investment in short term deposits		102,475,000	700,000,000
Cash and cash equivalents	8	103,682,028	167,815,909
Assets classified as held for sale	9	21,038,170	21,038,170
Total current assets		4,437,396,963	3,353,351,215
Total assets		5,327,275,682	4,236,217,590
Equity and liabilities			
Shareholders equity			
Share capital		613,555,930	490,844,750
Reserves	10	398,818,990	409,189,200
Retained earnings		468,316,834	1,732,761,792
Total equity		1,480,691,754	2,632,795,742
Non-current liabilities			
Deferred tax liabilities		-	748,846
Retirement benefit obligations (gratuity)		117,805,494	120,866,000
Other liabilities	11	1,051,726,051	736,569,106
Total non-current liabilities		1,169,531,545	858,183,952
Current liabilities			
Accounts Payable	12	1,677,219,975	667,547,677
Short-term borrowings - secured		999,832,408	25,547,124
Provision for corporate tax, net		-	52,143,095
Total current liabilities		2,677,052,383	745,237,896
Total liabilities		3,846,583,928	1,603,421,848
Total equity and liabilities		5,327,275,682	4,236,217,590

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

Sd/-

A. M. Hamim Rahmatullah

Managing Director

Dated: 27 October 2014

Sd/-

Mohammad Sanaullah

Director & Company Secretary

SINGER BANGLADESH LIMITED
Statement of Comprehensive Income (Un-audited)
For the period ended 30 September 2014

	Amounts in Taka		Amounts in Taka	
	Jan-Sep 2014	Jan-Sep 2013	Jul-Sep 2014	Jul-Sep 2013
Turnover				
Sales	5,620,085,154	4,694,064,937	2,369,603,587	2,009,397,301
Earned Carrying Charges	91,047,425	140,795,752	36,705,723	50,174,859
	5,711,132,579	4,834,860,689	2,406,309,310	2,059,572,160
Cost of sales	(4,253,178,784)	(3,515,275,941)	(1,815,757,088)	(1,499,607,816)
Gross profit	1,457,953,795	1,319,584,748	590,552,222	559,964,344
Operating expenses	(968,570,701)	(813,525,174)	(378,220,165)	(338,673,109)
Profit from operations	489,383,094	506,059,574	212,332,057	221,291,235
Interest income/(expenses)	(37,154,465)	(38,879,219)	(43,587,163)	(24,835,486)
Non-operating income	994,942	7,330,925	356,170	2,662,374
Contribution to workers' profit participation fund	(22,661,179)	(23,725,564)	(8,455,054)	(9,955,906)
Profit before taxation	430,562,392	450,785,716	160,646,010	189,162,217
Provision for taxation	(113,542,942)	(106,912,276)	(36,405,513)	(53,407,336)
Profit after taxation	317,019,450	343,873,440	124,240,497	135,754,881
Earnings Per Share (EPS)	5.17	5.60	2.02	2.21

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

Sd/-
A. M. Hamim Rahmatullah
 Managing Director

Sd/-
Mohammad Sanaulah
 Director & Company Secretary

Dated: 27 October 2014

SINGER BANGLADESH LIMITED

Cash Flows Statement (Un-audited)
For the period ended 30 September 2014

	Amounts in Taka	
	30 Sep 2014	30 Sep 2013
Cash flows from operating activities		
Collections from turnover & other income	5,289,555,675	4,684,866,853
Payment for cost & expenses	(6,196,455,909)	(4,151,824,122)
Interest income/(paid) on deposit/borrowings	(31,754,465)	(37,704,711)
Payments to workers' profit participation and welfare fund	(27,766,755)	(35,163,382)
Income tax paid & deducted at source	(182,071,547)	(127,109,553)
	(1,148,493,001)	333,065,085
Cash flows from investing activities		
Encashment of short term deposits	597,525,000	-
Acquisition of property, plant & equipment	(54,718,748)	(74,596,749)
Sales proceeds of property, plant & equipment	113,364	2,757,400
	542,919,616	(71,839,349)
Cash flows from financing activities		
Short term loan received/(repaid)	974,285,284	(24,065,551)
Payment of dividend	(432,845,780)	(231,722,937)
	541,439,504	(255,788,488)
Net cash inflow/(outflow) for the period	(64,133,881)	5,437,248
Opening cash and cash equivalents	167,815,909	95,336,744
Closing cash and cash equivalents	103,682,028	100,773,992

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

Sd/-
A. M. Hamim Rahmatullah
Managing Director

Sd/-
Mohammad Sanaullah
Company Secretary

Dated: 27 October 2014

SINGER BANGLADESH LIMITED
Statement of Changes in Equity (Un-audited)
For the period ended 30 September 2014

Particulars	<i>Amounts in Taka</i>					
	Share Capital	Revaluation Reserve	Capital Reserve	Other Reserves	Retained Earnings	Total
Year 2013						
Balance at 01 January 2013	392,675,800	407,374,851	18,190,942	603,025	1,720,744,177	2,539,588,795
Profit for the period	-	-	-	-	343,873,440	343,873,440
Release of deferred tax associated with revaluation	-	-	-	-	4,188,494	4,188,494
Payment dividend - 2012	98,168,950	-	-	-	(392,675,800)	(294,506,850)
Transfer	-	(12,731,713)	-	-	12,731,713	-
Balance at 30 September 2013	490,844,750	394,643,138	18,190,942	603,025	1,688,862,024	2,593,143,879
Year 2014						
Balance at 01 January 2014	490,844,750	390,395,233	18,190,942	603,025	1,732,761,792	2,632,795,742
Profit for the period	-	-	-	-	317,019,450	317,019,450
Release of deferred tax associated with revaluation	-	-	-	-	3,410,800	3,410,800
Payment dividend - 2013 (final)	122,711,180	-	-	-	(613,555,930)	(490,844,750)
Payment dividend - 2014 (interim)	-	-	-	-	(981,689,488)	(981,689,488)
Transfer	-	(10,370,210)	-	-	10,370,210	-
Balance at 30 September 2014	613,555,930	380,025,023	18,190,942	603,025	468,316,834	1,480,691,754

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

Sd/-

A. M. Hamim Rahmatullah
 Managing Director

Dated: 27 October 2014

Sd/-

Mohammad Sanullah
 Director & Company Secretary

SINGER BANGLADESH LIMITED

Notes to Financial Statements for the period ended 30 September 2014

1. Company and its activities

1.1 The company

Singer Bangladesh Limited was incorporated as a private limited company on 04 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. The shares of the Company are publicly-traded on the floors of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

1.2 Nature of business

Principal activities of the Company throughout the year were manufacturing and marketing of colour televisions, refrigerators, air-conditioners, sewing machines, home furniture and other consumer electronics and household appliances.

2. Significant accounting policies

2.1 Accounting basis and statements

The financial statements of the Company under reporting have been prepared under historical cost convention in accordance with generally accepted accounting principles as laid down in the International Accounting Standards (IASs) applicable to the Company as adopted by the Institute of Chartered Accountants of Bangladesh. Wherever appropriate, such principles are explained in the succeeding notes.

No adjustments have been made for inflationary factors affecting the financial statements. No changes in the basis of accounting like valuation of stocks, method of charging depreciation, etc were made during the period ended 30 September 2014.

2.2 Compliance with local law

The financial statements have been prepared in compliance with the requirement of Bangladesh Accounting Standards 34 "Interim Financial Reporting" and the Securities and Exchange Rules 1987.

2.3 Revenue recognition

Sales under hire purchase system are recorded at the date of sale. The charge to cover interest on unrealised instalments are taken to income as earned carrying charges after the instalments are received.

3. Property, plant and equipment

	Amounts in Taka	
	At 30 Sep 2014	At 31 Dec 2013
Property plant and equipment at cost	1,403,619,251	1,349,219,999
Accumulated depreciation	(524,939,982)	(477,553,074)
	<u>878,679,269</u>	<u>871,666,925</u>

4. Investments

Investment in Central Depository Bangladesh Ltd (CDBL)	1,569,450	1,569,450
Investment in term deposit	9,630,000	9,630,000
	<u>11,199,450</u>	<u>11,199,450</u>

SINGER BANGLADESH LIMITED

Notes to Financial Statements for the period ended 30 September 2014

	Amounts in Taka	
	At	At
	30 Sep 2014	31 Dec 2013
5. Inventories		
Finished goods	2,307,222,866	1,136,321,064
Raw materials		
In hand	85,020,481	53,894,967
In transit	66,222,604	129,589,487
	151,243,085	183,484,454
Work-in-process	114,278	4,666,932
	2,458,580,229	1,324,472,450
<u>Less:</u> Provision for obsolescence of inventories	(72,931,790)	(70,386,405)
	2,385,648,439	1,254,086,045
6. Trade and other receivables		
Hire receivable from customers	1,373,832,323	1,140,405,399
<u>Less:</u> Unearned carrying charges	(221,615,166)	(227,933,081)
	1,152,217,157	912,472,318
<u>Less:</u> Provision for doubtful debts	(35,626,130)	(43,298,320)
	1,116,591,027	869,173,998
<u>Add</u> Receivable from dealers	213,919,428	42,208,005
Trade receivables	20,496,499	12,810,630
<u>Less:</u> Provision for doubtful debts	(15,921,237)	(16,694,270)
	218,494,690	38,324,365
Receivable from employees	9,201,751	6,599,940
Receivable from shop managers	20,967,497	26,555,873
Receivable from Singer Asia Limited	9,370,457	9,370,457
Other receivables	12,161,179	10,044,881
<u>Less:</u> Provision for doubtful debts	(10,760,000)	(14,196,983)
	1,376,026,601	945,872,531
7. Advance, deposits and prepayments		
Advances to		
L/c margins, charges and insurance against trade goods	5,194,899	9,710,719
Employees-against expenses	1,811,441	859,959
Postage - franking machine	85,293	10,293
	7,091,633	10,580,971
Prepayments	409,579,052	242,104,195
Deposits-security deposits	12,808,594	11,853,394
	429,479,279	264,538,560
8. Cash and cash equivalents		
Cash in hand	389,652	486,360
Cash at bank	36,735,599	118,878,820
Cash in transit	66,556,777	48,450,729
	103,682,028	167,815,909
9 Assets classified as held for sale		

Non-current assets, or disposal groups comprising assets and liabilities, are classified as held-for-sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use.

Such assets, or disposal groups, are generally measured at the lower of their carrying amount and fair value less costs to sell. Impairment losses on initial classification as held-for-sale and subsequent gains and losses on re-measurement are recognized in profit or loss. Once classified as held for sale property, plant and equipment are no longer depreciated.

As at September 30, 2014 no sale transaction has been occurred. Negotiation is under process and management is expecting a transaction to take place within December 31, 2014.

SINGER BANGLADESH LIMITED
Notes to Financial Statements for the period ended 30 September 2014

	Amounts in Taka	
	At	At
	30 Sep 2014	31 Dec 2013
10 Reserves		
Revaluation reserve	380,025,023	390,395,233
Capital reserve	18,190,942	18,190,942
Non-remittable special capital reserve	370,178	370,178
Non-distributable special reserve	232,847	232,847
	398,818,990	409,189,200
11 Other liabilities		
Current account	(78)	(78)
Dividend account -		
Opening balance	710,807,311	651,927,661
Add: Dividend for the year	294,398,254	58,879,650
Closing balance	1,005,205,565	710,807,311
Interest on blocked account -		
Opening balance	25,281,883	-
Add: Provision for the year	20,758,691	25,281,883
Closing balance	46,040,574	25,281,883
Blocked account	479,990	479,990
	1,051,726,051	736,569,106
<p>All the above balances are due to Singer Bhold B.V., The Netherlands - Blocked shares and not remittable as per directives of Bangladesh Bank and will be utilised for such purposes as are considered appropriate and authorised.</p> <p>As per directive of Bangladesh Bank, the balance of Taka 479,990 against the capital gain on sale of land created in the year 1990, is required to be shown under a blocked account.</p>		
12 Accounts payable		
Royalty	120,198,384	59,853,497
For supplies	108,624,179	107,017,030
For expenses	252,629,059	290,733,079
For other finance	1,195,768,353	209,943,071
	1,677,219,975	667,546,677