KDS Accessories Ltd.

BANGLADESH | CHINA | HONG KONG | UK

Financial Statements (Un-audited)
As at and for the period ended 31 March 2017

AMARSTOCK

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BUREAU VERITAS Certification

1 stop trims & packaging solutions

KDS ACCESSORIES LIMITED

Statement of Financial Position

As at 31 March 2017

		31 Mar 2017	30 June 2016
		Taka	Taka
ASSETS			
Non-current Assets			
Property, plant and equipment		1,189,890,630	1,100,247,638
Intangible assets		2,071,854	2,603,560
Capital work-in-progress		150,086,956	191,195,601
Investment in associate		25,512,501	24,498,060
Other investment		4,526,722	4,504,950
Total Non-current Assets		**1,372,088,663**	**1,323,049,809**
Current Assets			
Inventories		553,286,533	372,552,778
Trade receivables		874,157,342	718,558,677
Other receivables		1,874,308	1,314,796
Advances, deposits and prepayments		64,134,582	66,330,297
Due from affiliated company		100,013,120	25,299,855
Short term investment		8,239,705	8,045,037
Cash and cash equivalents		6,363,227	14,017,276
Total Current Assets		**1,608,068,818**	**1,206,118,716**
Total Assets	Taka:	**2,980,157,481**	**2,529,168,525**
EQUITY AND LIABILITIES			
Shareholders' Equity			
Share capital		572,000,000	520,000,000
Share premium		120,000,000	120,000,000
Revaluation reserve		214,391,703	214,391,703
Retained earnings		474,402,131	445,214,773
Total Shareholders' Equity		**1,380,793,834**	**1,299,606,476**
Non-current Liabilities			
Long term borrowings		153,685,217	99,081,534
Lease finance		-	1,622,770
Defined benefit obligation- gratuity		54,835,488	49,199,971
Deferred tax liability		32,371,207	30,890,702
Total Non-current Liabilities		**240,891,912**	**180,794,977**
Current Liabilities			
Trade and other payables		700,589,613	363,068,522
Current portion of long term borrowings		90,429,789	77,809,882
Current portion of lease finance		6,134,813	2,698,524
Current tax liability		32,126,892	40,923,876
Due to affiliated company		54,172,268	191,197,758
Short term bank loan		415,645,148	323,293,548
Provision for WPPF and Welfare Fund		59,373,212	49,774,962
Total Current Liabilities		**1,358,471,735**	**1,048,767,072**
Total Equity and Liabilities	Taka:	**2,980,157,481**	**2,529,168,525**
Net Assets Value Per Share		**24.14**	**24.99**

CHAIRMAN | MANAGING DIRECTOR | DIRECTOR | CFO | COMPANY SECRETARY

TAMAR STOCK

KDS ACCESSORIES LIMITED

Statement of Profit or Loss and Other Comprehensive Income
For the period from 01 July 2016 to 31 March 2017

	Nine Months Results		Quarterly Results	
	01 Jul 2016 to 31 Mar 2017	01 Jul 2015 to 31 Mar 2016	01 Jan 2017 to 31 Mar 2017	01 Jan 2016 to 31 Mar 2016
	Taka	Taka	Taka	Taka
Revenue	1,160,870,465	1,196,608,326	388,422,655	383,780,739
Cost of goods sold	(892,093,301)	(920,107,171)	(295,117,292)	(282,213,633)
Gross Profit	**268,777,165**	**276,501,155**	**93,305,364**	**101,567,106**
Operating expenses	(64,333,344)	(60,751,603)	(22,466,611)	(20,199,071)
Selling and distribution expenses	(29,842,770)	(35,864,815)	(13,112,508)	(14,132,337)
Operating Profit	**174,601,051**	**179,884,737**	**57,726,245**	**67,235,698**
Financial expenses	(62,119,477)	(73,382,641)	(22,673,918)	(22,700,128)
Profit before Other Income	**112,481,574**	**106,502,096**	**35,052,327**	**44,535,570**
Other income	20,037,170	18,822,221	6,996,146	6,200,480
Income from associates	1,014,441	858,263	217,565	187,063
Profit before Income Tax and distribution of WPPF and WF	**133,533,185**	**126,182,580**	**42,266,038**	**50,923,113**
Workers' Profit Participation and Welfare Fund	(6,676,659)	(6,309,130)	(2,113,302)	(2,546,156)
Profit before Income Tax	**126,856,526**	**119,873,450**	**40,152,736**	**48,376,957**
Provision for income tax:				
-Current tax	(18,188,663)	(18,537,497)	(5,769,967)	(7,878,141)
-Deferred tax	(1,480,505)	(5,009,040)	(457,119)	(5,994,102)
Profit after Income Tax	**107,187,358**	**96,326,913**	**33,925,650**	**34,504,714**
Other Comprehensive Income				
Items that will never be reclassified to profit or loss	-	-	-	-
Items that are or may be reclassified to profit or loss	-	-	-	-
Other Comprehensive Income - net of tax	-	-	-	-
Total Comprehensive Income **Taka:**	**107,187,358**	**96,326,913**	**33,925,650**	**34,504,714**
Earnings Per Share (EPS)-Restated	**1.87**	**1.68**	**0.59**	**0.60**
No. of Shares used to compute EPS	**57,200,000**	**57,200,000**	**57,200,000**	**57,200,000**

CHAIRMAN MANAGING DIRECTOR DIRECTOR CFO COMPANY SECRETARY

KDS ACCESSORIES LIMITED

Statement of Changes in Equity

For the period from 01 July 2016 to 31 March 2017

Amount in Taka

Particulars		Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Total Equity
Balance as on 01 July 2015		400,000,000	-	214,391,703	322,587,097	936,978,800
Ordinary share issued through Initial Public Offering		120,000,000	-	-	-	120,000,000
Share premium		-	120,000,000	-	-	120,000,000
Net Profit after tax for the period		-	-	-	96,326,913	96,326,913
Balance as at 31 March 2016	**Taka:**	**520,000,000**	**120,000,000**	**214,391,703**	**418,914,010**	**1,273,305,713**
Balance as on 01 July 2016		520,000,000	120,000,000	214,391,703	445,214,773	1,299,606,476
Bonus share for the year 2015		52,000,000	-	-	(52,000,000)	-
Cash dividend for the year 2015		-	-	-	(26,000,000)	(26,000,000)
Net Profit after tax for the period		-	-	-	107,187,358	107,187,358
Balance as at 31 March 2017	**Taka:**	**572,000,000**	**120,000,000**	**214,391,703**	**474,402,131**	**1,380,793,834**

CHAIRMAN MANAGING DIRECTOR DIRECTOR CFO COMPANY SECRETARY

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KDS ACCESSORIES LIMITED

Statement of Cash Flows

For the period from 01 July 2016 to 31 March 2017

	01 July 2016 to 31 March 2017 Taka	01 July 2015 to 31 March 2016 Taka
A. Cash flows from operating activities		
Cash received from customers	1,005,271,800	1,210,552,424
Cash received from other sources	19,478,668	21,022,511
Cash paid to suppliers	(720,838,586)	(1,118,524,020)
Cash paid for operating expenses	(65,883,559)	(77,164,093)
Cash paid for financial expenses	(62,119,477)	(73,382,641)
Income tax paid	(5,150,631)	(17,677,047)
Net cash inflow/(outflow) from operating activities	**170,758,216**	**(55,172,866)**
B. Cash flows from investing activities		
Acquisition of property, plant and equipment	(101,857,246)	(87,075,828)
Addition to intangible assets	(162,400)	(361,300)
Investment	(216,440)	431,929
Short term loan (paid to)/ received from affiliated companies	(74,713,265)	30,989,700
Net cash inflow/(outflow) from investing activities	**(176,949,351)**	**(56,015,499)**
C. Cash flows from financing activities		
Receipt / (repayment)of long term borrowings	67,223,590	(80,918,763)
Receipt / (repayment) of lease finance	1,813,519	(155,755)
Receipt / (repayment) of short term borrowings	92,351,600	82,970,505
Share Issued through IPO	-	120,000,000
Share premium	-	120,000,000
Share money deposit	-	-
Dividend paid	(25,826,133)	-
Loan receipt from affiliated companies	(137,025,490)	(2,284,521)
Net cash inflow/(outflow) from financing activities	**(1,462,914)**	**239,611,466**
D. Net increase of cash and cash equivalents for the period (A+B+C)	(7,654,049)	128,423,101
E. Cash and cash equivalents at the beginning of the period	14,017,276	8,496,397
F. Cash and cash equivalents at the end of the period (D+E)	**6,363,227**	**136,919,498**
Net operating cash flow per share	**2.99**	**(1.06)**

CHAIRMAN MANAGING DIRECTOR DIRECTOR CFO COMPANY SECRETARY

KDS ACCESSORIES LIMITED

Notes to the Interim Financial Statements

For the period from 01 July 2016 to 31 March 2017

1 Legal Form of Company

KDS Accessories Limited was incorporated on 21 April 1991 as a private limited company by shares (Registration no- C-H-C-862/154 of 1991) under Companies Act 1913 (since replaced and substituted by the Companies Act 1994) with the Registrar of Joint Stock Companies & Firms. The company was converted from Private Limited Company to Public Limited Company through an Extra-Ordinary General Meeting held on 17 April 2012 and was subsequently approved by RJSC on 26 November 2012. The Company commenced its commercial production on 01 July 1991. Its Registered Office is located at 255, Nasirabad I/A, Chittagong and factory & corporate office is located at 191-192 Baizid Bostami Road, Nasirabad I/A, Chittagong and the Company established its 2nd unit at Mirzapur, Gazipur at Dhaka in the year 2009.

The company refixed the face value of its shares from Tk 100 to Tk 10 each and enhanced its Authorized Share Capital from Tk 200,000,000 to Tk 2,000,000,000 with approval of the shareholders through an Extra-Ordinary General Meeting held on 10 August 2010.

2 Nature of Business

The principal activities of the Company are producing different types of standard cartons & display cartons, woven & smart labels , offset, silk screen, web, thermal printing, button and cold peel, hot peel, puff, glitter, image & sublimation transfers and marketing thereof.

3 Reporting

The half yearly financial report has been prepared based on Bangladesh Accounting Standard (BAS) - 34 "Interim Financial Reporting". This interim financial statements should be read in conjunction with the audited financial statement for the year ended 30 June 2016, as they provide an update to previously reported information.

4 Accounting policies and method of computations

The accounting policies and presentation used are consistent with those used in the Audited Financial Statements for the period ended 30 June 2016.

5 Earnings Per Share

Earnings Per Share (EPS) has been calculated based on weighted average number of shares outstanding for the period ended 31 March 2017 and profit for the same period .The weighted average number of shares outstanding for the period was 5,72,00,000 and restated for the same period of last year accordingly.

6 Subsequent events

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of this financial statement to make proper evaluation and decision.

7 GENERAL

7.1 Wherever considered necessary, prior period's figures and phrases have been re-arranged to conform to this period's presentation.

7.2 The amounts in these financial statements have been rounded off to the nearest Taka.

7.3 Bracket figures denotes negative balance.

KDS ACCESSORIES LTD. Bangladesh