KDS Accessories Ltd.

BANGLADESH | CHINA | HONG KONG | UK

Financial Statements (Un-audited)
As at and for the period ended 31 March 2018

AMARSTOCK

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1 stop trims & packaging solutions

KDS ACCESSORIES LIMITED

Statement of Financial Position

As at 31 March 2018

		31 Mar 2018	30 June 2017
		Taka	Taka
ASSETS			
Non-current Assets			
Property, plant and equipment		1,285,793,027	1,295,466,955
Intangible assets		1,913,959	2,726,992
Capital work-in-progress		104,131,313	88,327,777
Investment in associate		48,437,921	48,297,694
Other investment		4,757,338	4,713,519
Total Non-current Assets		**1,445,033,558**	**1,439,532,937**
Current Assets			
Inventories		600,216,853	455,064,873
Trade receivables		1,038,782,624	845,978,918
Other receivables		3,999,948	2,125,996
Advances, deposits and prepayments		66,781,251	82,639,393
Due from affiliated company		488,231,778	205,826,629
Short term investment		8,604,622	8,443,638
Cash and cash equivalents		3,515,114	5,609,269
Total Current Assets		**2,210,132,190**	**1,605,688,716**
Total Assets	**Taka:**	**3,655,165,748**	**3,045,221,653**
EQUITY AND LIABILITIES			
Shareholders' Equity			
Share capital		600,600,000	572,000,000
Share premium		120,000,000	120,000,000
Revaluation reserve		214,391,703	214,391,703
Retained earnings		535,010,860	512,354,021
Total Shareholders' Equity		**1,470,002,563**	**1,418,745,724**
Non-current Liabilities			
Long term borrowings		129,140,524	178,540,034
Defined benefit obligation- gratuity		65,709,979	59,715,197
Deferred tax liability		41,248,051	40,424,331
Total Non-current Liabilities		**236,098,554**	**278,679,562**
Current Liabilities			
Trade and other payables		807,499,973	532,569,135
Current portion of long term borrowings		91,980,872	103,185,860
Current portion of lease finance		-	646,529
Current tax liability		33,298,724	32,093,217
Short term bank loan		944,625,681	617,937,369
Provision for WPPF and Welfare Fund		71,659,381	61,364,257
Total Current Liabilities		**1,949,064,631**	**1,347,796,367**
Total Equity and Liabilities	**Taka:**	**3,655,165,748**	**3,045,221,653**
Net Assets Value Per Share		**24.48**	**24.80**

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KDS ACCESSORIES LIMITED

Statement of Profit or Loss and Other Comprehensive Income

For the period from 01 July 2017 to 31 March 2018

	Nine Months Results		Quarterly Results	
	01 Jul 2017 to 31 Mar 2018	01 Jul 2016 to 31 Mar 2017	01 Jan 2018 to 31 Mar 2018	01 Jan 2017 to 31 Mar 2017
	Taka	Taka	Taka	Taka
Revenue	1,443,468,915	1,160,870,465	531,767,977	388,422,655
Cost of goods sold	(1,149,525,260)	(892,093,301)	(425,361,204)	(295,117,292)
Gross Profit	**293,943,655**	**268,777,165**	**106,406,772**	**93,305,364**
Operating expenses	(90,657,660)	(64,333,344)	(33,554,559)	(22,466,611)
Selling and distribution expenses	(32,318,658)	(29,842,770)	(10,529,006)	(13,112,508)
Operating Profit	**170,967,336**	**174,601,051**	**62,323,207**	**57,726,245**
Finance cost	(64,496,134)	(62,119,477)	(24,601,151)	(22,673,918)
Finance income	29,086,260	18,867,170	2,475,469	6,606,146
Profit before Other Income	**135,557,463**	**131,348,744**	**40,197,525**	**41,658,473**
Other income	1,170,000	1,170,000	390,000	390,000
Income from associates	140,227	1,014,441	46,353	217,565
Profit before Income Tax and distribution of WPPF and WF	**136,867,690**	**133,533,185**	**40,633,879**	**42,266,038**
Workers' Profit Participation and Welfare Fund	(6,843,385)	(6,676,659)	(2,031,694)	(2,113,302)
Profit before Income Tax	**130,024,306**	**126,856,526**	**38,602,185**	**40,152,736**
Provision for income tax:				
-Current tax	(20,743,747)	(18,188,663)	(5,176,682)	(5,769,967)
-Deferred tax	(823,720)	(1,480,505)	(460,342)	(457,119)
Profit after Income Tax	**108,456,839**	**107,187,358**	**32,965,161**	**33,925,650**
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:**	**108,456,839**	**107,187,358**	**32,965,161**	**33,925,650**
Earnings Per Share (EPS)-Restated	**1.86**	**1.84**	**0.56**	**0.58**
Weighted average no. of shares used to compute EPS	**58,383,178**	**58,383,178**	**58,383,178**	**58,383,178**

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KDS ACCESSORIES LIMITED
Statement of Changes in Equity
For the period from 01 July 2017 to 31 March 2018

Particulars		Share Capital	Share Premium	Revaluation Reserve	Retained Earnings	Amount in Taka Total Equity
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**
Balance as on 01 July 2017		572,000,000	120,000,000	214,391,703	512,354,021	1,418,745,724
Bonus share for the year 2016-2017		28,600,000	-	-	(28,600,000)	-
Cash dividend for the year 2016-2017		-	-	-	(57,200,000)	(57,200,000)
Net Profit after tax for the period		-	-	-	108,456,839	108,456,839
Balance as at 31 March 2018	**Taka:**	**600,600,000**	**120,000,000**	**214,391,703**	**535,010,860**	**1,470,002,563**

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KDS ACCESSORIES LIMITED

Statement of Cash Flows

For the period from 01 July 2017 to 31 March 2018

	01 July 2017 to 31 Mar 2018 Taka	01 July 2016 to 31 Mar 2017 Taka
A. Cash flows from operating activities		
Cash received from customers	1,250,665,209	1,005,271,800
Cash received from other sources	28,385,344	19,478,668
Cash paid to suppliers	(1,005,292,751)	(720,838,586)
Cash paid for operating expenses	(40,528,068)	(65,883,559)
Cash paid for financial expenses	(64,496,134)	(62,119,477)
Income tax paid	(19,538,240)	(5,150,631)
Net cash inflow/(outflow) from operating activities	**149,195,360**	**170,758,216**
B. Cash flows from investing activities		
Acquisition of property, plant and equipment	(76,973,948)	(101,857,246)
Addition to intangible assets	-	(162,400)
Investment	(204,803)	(216,440)
Short term loan (paid to)/ received from affiliated companies	(282,405,149)	(74,713,265)
Net cash inflow/(outflow) from investing activities	**(359,583,900)**	**(176,949,351)**
C. Cash flows from financing activities		
Receipt / (repayment)of long term borrowings	(60,604,498)	67,223,590
Receipt / (repayment) of lease finance	(646,529)	1,813,519
Receipt / (repayment) of short term borrowings	326,688,312	92,351,600
Dividend paid	(57,142,900)	(25,826,133)
Loan receipt from affiliated companies	-	(137,025,490)
Net cash inflow/(outflow) from financing activities	**208,294,385**	**(1,462,914)**
D. Net increase of cash and cash equivalents for the period (A+B+C)	(2,094,155)	(7,654,049)
E. Cash and cash equivalents at the beginning of the period	5,609,269	14,017,276
F. Cash and cash equivalents at the end of the period (D+E)	**3,515,114**	**6,363,227**
Net operating cash flow per share	**2.48**	**2.99**

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KDS ACCESSORIES LIMITED

Notes to the Interim Financial Statements

For the period from 01 July 2017 to 31 March 2018

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 quarterly 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 2017, 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 2017.

5 Earnings Per Share

Earnings Per Share (EPS) has been calculated based on the weighted average number of shares outstanding for the period ended 31 March 2018 and profit for the same period .

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 Impairment of assets

With reference to the paragraph 9 of BAS-36, there was no such indication of impairment observed relating to capital-work-in-progress till the end of 31 March 2018.

8 Deferred tax liability

Deferred tax liability of Tk- 4,12,48,051 arises on the difference between the carrying value of property, plant and equipment and intangible assets as per financial statements and tax written down value for Tk- 4,53,54,644 and financial position liability method for gratuity obligation for Tk- (82,13,747) and on revalued assets of the associates investee for Tk- 41,07,154.

9 GENERAL

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

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

9.3 Bracket figures denotes negative balance.

KDS ACCESSORIES LTD Bangladesh