INTERIM (UN-AUDITED) FINANCIAL STATEMENTS

(FIRST QUARTER)

FOR THE PERIOD FROM JULY 2018 TO SEPTEMBER 2018

NATIONAL TEA COMPANY LIMITED

DHAKA, BANGLADESH

NATIONAL TEA COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018

Particulars	Notes	September 30, 2018 Taka	June 30, 2018 Taka
ASSETS:			
Non-current assets		**1,988,776,708**	**1,874,226,878**
Property, Plant & Equipments-at cost less Accu. Depreciation	4.00	1,890,906,305	1,776,773,043
Capital work -in-progress	5.00	40,147,031	40,147,031
Investments	6.00	2,014,180	2,014,180
Deferred Tax Assets	7.00	55,709,192	55,292,624
Current assets		**435,365,542**	**340,453,174**
Inventories	8.00	229,288,568	178,728,015
Trade Receivable & Others	9.00	84,300,141	29,827,274
Receivable from BTB	10.00	916,238	916,238
Loan to Eemployees	11.00	5,813,878	6,110,079
Advance,Deposits and Prepayments	12.00	48,780,758	60,329,845
Advance Income Tax	13.00	48,735,423	48,167,305
Accrued Interest on Investment		236,913	339,330
Cash & Cash Equivalents	14.00	17,293,623	16,035,088
TOTAL ASSETS		**2,424,142,250**	**2,214,680,052**
SHAREHOLDERS' EQUITY & LIABILITIES			
Shareholders' Equity		**1,142,233,843**	**1,011,549,374**
Share Capital	15.00	66,000,000	66,000,000
Reserve & Surplus	16.00	860,114,180	860,114,180
Retained Earnings	17.00	216,119,663	85,435,194
Non-Current Liabilities		**581,173,985**	**614,634,113**
Long Term Loan (Secured)	18.00	204,844,887	222,016,654
Pre-Liberation Bank Loan	19.00	253,343	253,343
Provision for Taxation	20.00	48,672,050	46,183,869
Provision for Gratuity	21.00	246,030,609	243,436,985
Prepaid Income	22.00	5,534,135	5,692,253
Others Liabilities	23.00	57,499,387	78,711,436
Other Liabilities (Pre-Takeover)	24.00	18,339,573	18,339,573
Current liabilities		**700,734,422**	**588,496,564**
Trade Payable & Others	25.00	331,601,524	176,802,887
Short Term Loan (Secured)	26.00	343,622,163	386,088,181
Security Deposits	27.00	5,546,338	5,546,338
Dividend Payable	28.00	19,964,397	20,059,158
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES		**2,424,142,249**	**2,214,680,052**
OFF-BALANCE SHEET ITEMS	29.00		
Contingent Assets & Liabilities:			
Assets under process of Import		0	61,404,633
Total Off-Balance Sheet Item		-	**61,404,633**
Net Asset Value (NAV) per share	30.00	**173.07**	**153.27**

The annexed notes 1 to 41 form an integral part of these financial statements.

Chairman | Director | Director

Managing Director | Company Secretary | Chief Financial Officer

NATIONAL TEA COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

Particulars	Notes	July'17 to June'18 Taka	July'16 to June'17 Taka
Turnover	31.00	412,698,347	364,158,932
Less: Cost of Goods Sold	32.00	205,334,341	187,918,005
Gross Profit for the year		**207,364,006**	**176,240,927**
Less: Operating Expenses		**67,431,054**	**70,789,353**
Administrative & General Cost	33.00	54,789,757	60,061,907
Selling Cost	34.00	12,641,297	10,727,446
Income from Operation		**139,932,951**	**105,451,574**
Add: Other Income	35.00	1,998,400	1,207,410
Less: Financial Cost	36.00	9,175,270	12,140,367
Net Profit Before Tax		**132,756,082**	**94,518,617**
Less: Tax Expenses/(Income)		**2,071,612**	**(6,572,543)**
Current Tax	37.00	2,488,180	2,192,198
Deferred Tax (Income)/Expenses	7.00	(416,568)	(8,764,741)
Net Profit After Tax		**130,684,470**	**101,091,160**
Unappropriate profit brought forward	38.00	85,435,193	17,598,068
Adjustment in respect of previous years		-	-
Retained earnings carried forward		**216,119,663**	**118,689,228**
Earnings per share (EPS) (In Taka)	39.00	**19.80**	**15.32**

The annexed notes 1 to 41 form an integral part of these financial statements.

Chairman | Director | Director

Managing Director | Company Secretary | Chief Financial Officer

NATIONAL TEA COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

Particulars	Notes	July'18 to Sept.'18 Taka	July'17 to Sept.'17 Taka
CASH FLOWS FROM OPERATING ACTIVITIES			
Collections from turnover & other income		360,168,179	345,124,449
Payment for Cost & Expenses		(168,166,766)	(229,868,149)
Cash generated from operation		**192,001,413**	**115,256,300**
Employees loan recover		235.470	168,220
Interest paid		(9.096.154)	(12,048,621)
		183,140,729	**103,375,899**
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant & equipment and capital work in progress		(122,149,652)	(24,570,288)
Sale proceeds of property , plant & equipments		-	-
		(122,149,652)	**(24,570,288)**
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan received		302,603,635	259,400,000
Loan paid		(362,241,420)	(330,361,901)
Dividend paid		(94,761)	-
		(59,732,546)	**(70,961,901)**
NET CASH IN FLOW/(OUT FLOW) FOR THE PERIOD		**1,258,531**	**7,843,710**
Opening cash & cash equivalents		16.035.088	59,540,538
CLOSING CASH & CASH EQUIVALENTS		**17,293,619**	**67,384,249**
Net operating cash flow per share	**40.00**	**27.75**	**15.66**

The annexed notes 1 to 41 form an integral part of these financial statements.

Chairman | Director | Director

Managing Director | Company Secretary | Chief Financial Officer

NATIONAL TEA COMPANY LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

(Figures in Taka)

Particulars	Share Capital	General Reserve	Development Reserve	Dividend Equalization Reserve	Investment Fluctuation Reserve	Retained Earnings	Total
Balance on July 01, 2018	66,000,000	102,900,000	626,600,000	128,600,000	2,014,180	85,435,194	1,011,549,374
Dividend for July'17-June'18	-	-	-	-	-	-	-
Transfer	-	-	-	-	-	-	-
Net profit after tax for the current period	-	-	-	-	-	130,684,470	130,684,470
Prior year adjustment	-	-	-	-	-	-	-
Balance on September 30, 2018	66,000,000	102,900,000	626,600,000	128,600,000	2,014,180	216,119,664	1,142,233,843
							-
Balance on July 01,2017	66,000,000	102,900,000	626,600,000	128,600,000	2,014,180	17,598,069	943,712,249
Dividend for 2016-17	-	-	-	-	-	-	-
Transfer	-	-	-	-	-	-	-
Net profit after tax for the period	-	-	-	-	-	101,091,160	101,091,160
Prior year adjustment	-	-	-	-	-	-	-
Balance on September 30,2017	66,000,000	102,900,000	626,600,000	128,600,000	2,014,180	118,689,229	1,044,803,410

The annexed notes 1 to 41 form an integral part of these financial statements.

Chairman

Director

Director

Managing Director

Company Secretary

Chief Financial Officer

NATIONAL TEA COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

01.00 **BACKGROUND AND STATUS:**

National Tea Company Limited (hereinafter referred to "NTCL" or "the company") is a public limited company incorporated in 1978 through taking over the assets and liabilities from Government of the Peoples' Republic of Bangladesh (GOB) under a scheme of disinvestment of nine Tea Estate namely;Patrakhola, Kurmah, Champarai, Madanmohanpur, Madabpur, Jagadishpur, Teliapara, Chundeecherra and lackatoorah in Sylhet Division. Subsequently, in 1982 The Company acquired four other Tea Estates from the GOB namely;Parkul, Premnagar, Bejoya and Patiya. NTCL is also a listed company since 1978 and its shares are being traded at both Dhaka and Chittagong Stock Exchanges.

02.00 **NATURE OF BUSINESS**

NTCL carries on the business of plantation, cultivation, manufacturing and selling of tea and rubber. All the tea Estates except Patiya Tea Estate were in operation during the period under review. The company could not take the possession of Patiya Tea Estate since taken over in 1982. Pursuant to a decision of the Government of Bangladesh, the company has been incurring certain overhead cost relating to the Patiya Tea Estate.

03.00 **Reporting period and comparative figures:**

The First Quarter Financial Statements are being prepared in accordance with the requirements of International Financial Reporting Standard (IFRS)-34; "Interim Financial Reporting". The accounting policies have been consistently applied by the Company and are consistent with those used in the annual financial statements. Comparative information has been rearranged wherever necessary to conform with the current period's presentation.



NATIONAL TEA COMPANY LIMITED
SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT
AS ON 30 SEPTEMBER 2018

Note: 4.00 - Property, Plant and Equipments

(Figures in Taka)

Sl. No.	PARTICULARS	COST				DEPRECIATION					WRITTEN DOWN VALUE	
		Balance as on 01.07.2018	Addition during the year	Adjustments	Balance as on 30.09.2018	Rate %	Balance as on 01.07.2018	Charged during the year	Adjustments	Balance as on 30.09.2018	as on Sept. 30 2018	as on June 30 2018
1*	Land & plantation	1,615,684,102	24,952,981	0	1,640,637,084		-	-	-	-	1,640,637,084	1,615,684,102
2	Building & other construction	218,958,751	3,839,544	0	222,798,295	10	139,537,115	2,081,529	-	141,618,644	81,179,650	79,421,636
3	Plant & machinery	174,584,186	53,131,447	0	227,715,633	15	144,056,247	3,137,227	-	147,193,474	80,522,158	30,527,938
4	Electric & gas installation	62,866,118	15,254,812	0	78,120,929	10	41,176,973	923,599	-	42,100,572	36,020,357	21,689,144
5	Water supply installation	56,445,671	19,770,213	0	76,215,885	10	40,340,518	896,884	-	41,237,402	34,978,482	16,105,153
6	Transport & motor vehicles	63,271,570	4,254,547	0	67,526,117	25	56,317,018	700,569	-	57,017,587	10,508,530	6,954,552
7	Furniture & fixtures	10,206,811	155,518	0	10,362,329	10	7,429,427	73,323	-	7,502,750	2,859,579	2,777,384
8	Tools & equipment	2,514,007	139,950	0	2,653,957	25	1,786,056	54,244	-	1,840,300	813,657	727,950
9	Office machinery & equipment	5,046,380	646,624	0	5,693,004	15	3,473,790	83,221	-	3,557,011	2,135,993	1,572,590
10	Bridge & culvert	15,281,068	4,016	0	15,285,084	20	14,009,814	63,763	-	14,073,578	1,211,506	1,271,254
11	Television & VCR	367,504	0	0	367,505	20	327,800	1,985	-	329,785	37,719	39,705
12	Oil & other tank	99,769	0	0	99,769	10	98,136	41	-	98,177	1,592	1,633
	TOTAL	2,225,325,936	122,149,652	0	2,347,475,589		448,552,896	8,016,385	-	456,569,280	1,890,906,308	1,776,773,041

		September 30, 2018 Taka	June 30, 2018 Taka
05.00	**CAPITAL WORK- IN- PROGRESS**	40,147,031	40,147,031
06.00	**INVESTMENTS**	2,014,180	2,014,180
07.00	**DEFERRED TAX ASSETS**		
	Carrying amount of property, plant & equipment (excluding land)	250,272,150	161,088,939
	Less: Tax base	227,078,307	138,822,449
	Taxable temporary difference	**23,193,843**	**22,266,490**
	Provision for gratuity	246,030,609	243,436,986
	Provision for doubtful debts	0	0
	Less: Tax base	0	0
	Deductible temporary difference	**246,030,609**	**243,436,986**
	Net deductible difference	**222,836,766**	**221,170,496**
	Tax Rate	25.00%	25.00%
	Deferred tax asset	**55,709,192**	**55,292,624**
	Less: Deferred tax asset in previous year	55,292,624	49,439,154
	Deferred tax income/(expense)	**416,568**	**5,853,470**

Deferred tax has been computed based on previous information. Company has adopted the policy of Deferred tax consideration effective from the year 2004.

08.00	**INVENTORIES**		
	a) Stock in trade		
	Stock of tea	181,226,147	111,780,217
	Stock of rubber	1,520,721	532,929
	Sub total	**182,746,868**	**112,313,146**
	b) Stores, spares & food -stuff	46,541,699	66,414,869
		229,288,568	**178,728,015**
09.00	**TRADE RECEIVABLE & OTHERS**		
	Sales through local marketing unit-(unsecured)	832,916	561,727
	Remittance In-Transit	78,818,232	23,163,569
	Receivable from Warehouse	4,648,993	6,101,978
		84,300,141	**29,827,274**
10.00	**RECEIVABLE FROM BTB**	**916,238**	**916,238**
11.00	**LOAN TO EMPLOYEES**	**5,813,878**	**6,110,079**

This represents secured loans given to the employees for purchase of Motor Car & Motor Cycle.

		September 30, 2018	June 30, 2018
		Taka	Taka
12.00	**ADVANCE, DEPOSIT AND PREPAYMENTS**		
	Advances	31,174,875	50,563,235
	Deposits	7,523,514	7,513,197
	Prepayments	10,082,369	2,253,413
		48,780,758	**60,329,845**
13.00	**ADVANCE INCOME TAX**		
	a) Relating to period up to the assessments year 1978-79	34,536,109	34,536,109
	b) Up to 31 August ,1982 for Premnagar Tea Estate	1,433,550	1,433,550
	C) NTCL period	12,765,764	12,197,646
		48,735,423	**48,167,305**
14.00	**CASH & CASH EQUIVALENT**		
	Cash in hand	285,358	528,081
	Cash at bank	17,008,265	15,507,007
	Fixed deposit accounts	8,746,542	8,526,667
	Short term deposit accounts	-	2,562,397
	Current accounts	8,261,723	4,417,942
		17,293,623	**16,035,088**
15.00	**SHARE CAPITAL**		

AS per BSEC Order No.SEC/CURRCD/2009-193/109 dated September 15, 2011 the face value of company's shares have been converted into Tk.10 each the EGM held on 26 November, 2011.

Authorized capital:		
25,000,000 ordinary shares of Tk.10 each	250,000,000	250,000,000
	250,000,000	**250,000,000**
Issued , subscribed & paid up capital		
3,000,000 Ordinary shares of Tk.10 each fully paid up in cash	30,000,000	30,000,000
3,600,000 Bonus share of Tk.10 each	36,000,000	36,000,000
	66,000,000	**66,000,000**

Composition of Paid up Share Capital of the company at 30 September, 2018 is as follows:

Sl. No	Name of Shareholder	% of holding	Number of Shares	Taka
1	**SPONSORS/DIRECTORS**			
	Investment Corportation of Bangladesh (ICB)	29.00%	1,913,770	19,137,700
	Sadharan Bima Corporation	11.50%	758,710	7,587,100
	Government of the People's Republic of Bangladesh	4.33%	286,000	2,860,000
	Mr. Md. Sarwar Kamal	2.12%	139,907	1,399,070
	Equity Resources Limited	5.79%	381,850	3,818,500
	Mr. Md. Shakil Rizvi	2.31%	152,418	1,524,180
	Sub total	**55.04%**	**3,632,655**	**36,326,550**
2	**GENERAL**			
	Institutions:			
	Banks & Financial Institutions other than ICB	1.45%	95,900	959,000
	Mutual Funds, Unit Funds, Bangladesh Funds & Other Funds	4.23%	279,274	2,792,740
	Other Institutions	4.53%	298,911	2,989,110
	Sub total	**10.21%**	**674,085**	**6,740,850**
	Individuals:			
	General Public (Individuals)	34.75%	2,293,260	22,932,600
	Sub total	**34.75%**	**2,293,260**	**22,932,600**
	Total Holding	**100.00%**	**6,600,000**	**66,000,000**

		September 30, 2018 Taka	June 30, 2018 Taka
16.00	**RESERVE & SURPLUS**		
	General reserve	102,900,000	102,900,000
	Development reserve	626,600,000	626,600,000
	Dividend equalization reserve	128,600,000	128,600,000
	Investment fluctuation reserve	2,014,180	2,014,180
		860,114,180	**860,114,180**
17.00	**RETAINED EARNINGS**		
	Opening balance	85,435,193	17,598,068
	Less: Dividend	-	11,880,000
	Less: Transfer to Development reserve	-	-
	Less: Transfer to Dividend equalization reserve	-	-
	Add/(less) : Prior year adjustments	-	(26,384,918)
	Add: Net profit during the period	130,684,470	106,102,045
	Closing balance	**216,119,663**	**85,435,194**
18.00	**LONG TERM LOAN (SECURRED)**		
	a) Development loan from BKB	**197,881,670**	**213,828,517**
	Gross Opening amount of Development loan	213,828,517	229,757,164
	Add: Loan received during the year for current period	-	-
	Less: Payment made during the period	15,946,847	15,725,205
	Add: Adjustment made during the period	-	(203,442)
	b) EEC Revolving Fund through BKB	**6,963,217**	**8,188,137**
	Gross Opening amount of EEC Revolving Fund	8,188,137	9,413,061
	Less: Payment made during the period	1,224,920	1,224,924
	Add: Adjustment made during the period	-	-
	Total long term loan (Secured)	**204,844,887**	**222,016,654**
19.00	**PRE-LIBERATION BANK LOAN**		
	This represents the portion of pre-takeover long term loan relating to Patiya Tea Estate	253343	253,343
		253,343	**253,343**
20.00	**PROVISION FOR TAXATION**		
	a) Relating to period up to the assessment year 1978-79	22,515,633	22,515,633
	b) Up to 31 August 1982 for Premnagar Tea Estate	1,638,501	1,638,501
	c) NTCL period	24,517,916	22,029,735
		48,672,050	**46,183,869**
21.00	**PROVISION FOR GRATUITY**		
	Opening balance	243,436,985	218,082,494
	Add: Provision made during the period	5,239,460	33,432,444
	Less: Payment made during the period	2,645,836	8,077,953
		246,030,609	**243,436,985**

		September 30, 2018 Taka	June 30, 2018 Taka
22.00	**PREPAID INCOME**		
	Opening balance	5,692,253	6,324,726
	Less: Adjustment made during the year	158,118	632,473
		5,534,135	**5,692,253**

This represents the balance portion of compensation received from Occidental Bangladesh Ltd in 1996 in advance against use of land of Lackatoorah Tea Estate.

23.00	**OTHER LIABILITIES**		
	Provision against receivable from BTB	916,238	916,238
	Accrued interest on loans	53,014,109	74,226,158
	Employees Welfare Fund	3,000,000	3,000,000
	Pension to British Staff	17,138	17,138
	LD Tax of Patiya	551,902	551,902
		57,499,387	**78,711,436**

24.00	**OTHER LIABILITIES (PRE-TAKEOVER)**		

This represents the liabilities to Government of Bangladesh against purchase consideration of Tea Estate. Details break up is as under.

a) Adjusted profit for the period on January 1977 to June 1978 of nine Tea Estates taken over in 1978.	8,457,287	8,457,287
b) Balance of purchase Consideration of Patiya T.E	9,882,286	9,882,286
	18,339,573	**18,339,573**

25.00	**TRADE PAYABLE & OTHERS**		
	Creditors for goods & services	111,452,473	59,610,731
	Creditors for expenses	209,278,850	109,076,304
	Creditors for other finance	10,870,202	8,115,852
		331,601,524	**176,802,887**

26.00	**SHORT TERM LOAN (SECURED)**		
	Crop Hypothecation loan from Bangladesh Krishi Bank(BKB)	**343,622,163**	**386,088,181**
27.00	**SECURITY DEPOSITS**	**5,546,338**	**5,546,338**

This represents security deposits received from various parties against supply of goods and services.

28.00	**DIVIDEND PAYABLE**	**19,964,397**	**20,059,158**
29.00	**OFF-BALANCE SHEET ITEMS**		
	Contingent Assets & Liabilities:		
	Assets under process of Import	0	61,404,633
		0	**61,404,633**

Detail disclosure was made in note-29 of the Annual Financial Statements for the year 2017-18 and the above assets have been recorded in the books of account during this quarter by creating liabilities with Pubali Bank Limited, Shantinagar Branch, Dhaka

30.00	**NET ASSET VALUE PER SHARE (NAVPS)**		

Net Asset Value (NAV) Per share for the period is calculated as follow:

Total Assest (A)	2,424,142,250	2,214,680,052
Total Liabilities (B)	1,281,908,407	1,203,130,677
Net Asset (C= (A-B))	**1,142,233,843**	**1,011,549,375**
Weighted Average Number of total Oustanding Shares during the year (D)	**6,600,000**	**6,600,000**
Net Asset Value (NAV) Per Share (C÷D)	**173.07**	**153.27**

		July-Sept, 2018 Taka	July-Sept, 2017 Taka
31.00	**TURNOVER**		
	Auction sale of tea	391,927,010	343,011,525
	Local marketing unit	20,771,337	19,420,895
	Rubber sale	-	1,726,512
		412,698,347	**364,158,932**
32.00	**COST OF GOODS SOLD**		
	Opening stock in trade	112,313,146	149,055,431
	Add: Cost of production **(Note-32.01)**	275,768,064	213,510,300
		388,081,209	362,565,731
	Less: Closing stock in trade	182,746,868	174,647,726
		205,334,341	**187,918,005**
32.01	**Cost of production**		
	Production cost of tea **(32.01A)**	274,846,720	212,856,146
	Production cost of rubber	921,344	654,154
		275,768,064	**213,510,300**
	32.01A (Sub Note)		
	Production cost of tea		
	Cultivation & Plucking cost		
	Cultivation	48,610,853	35,555,994
	Labour sundries (**Note:-32.01A-01)**	51,451,712	36,485,603
	Labour bonus	20,503,666	17,532,832
	Crop plucking wages	33,534,404	33,836,634
	Subordinates establishment (**Note:-32.01A-02)**	38,191,413	23,638,011
	Workmen and staff welfare	5,013,684	4,735,998
	Contribution to Provident fund	6,959,443	6,433,059
	Garden transport	8,227,971	8,349,205
	Land Development Tax (based on Bengali year)	2,014,171	2,017,696
	Implements	21,577	67,445
	Sub Total	**214,528,892**	**168,652,476**
	Processing cost		
	Manufacturing wages	5,053,910	4,967,927
	Power and fuel (Manufacturing)	34,676,858	25,097,090
	Machinery repairs & maintenance including stores & spares	6,096,311	4,381,787
	Depreciation	5,445,585	2,754,682
	Sub Total	**51,272,664**	**37,201,486**
	Other direct expenses		
	Building repairs & maintenance	1,338,524	943,833
	Subsidy on wheat & other food staff (**Note:-32.01A-03)**	7,706,640	6,058,352
	Sub Total	**9,045,163**	**7,002,184**
	Grand Total	**274,846,720**	**212,856,146**

	July-Sept, 2018 Taka	July-Sept, 2017 Taka

Note:-32.01A-01

This expense is increased due to increase in labor wages by Tk.17 per day per labor as compared to last year same period.

Note:-32.01A-02

This expense is increased due increase in staff salary, bonus and other allowances as compared to last year same period.

Note:-32.01A-03

This consists of the cost of foodgrain supplied to the Garden Labors at subsidized rate. The cost is increased significantly due to increase in the rate of Foodgrain.

The increase in expenses in other heads are due to sudden reparing and maintance work, increase in fuel cost and inputs at the garden level. Since the company is running agro-based business, pattern of expenditure varey depending upon the requirements for cultivation and maintanance work at the Tea Garden level.

33.00 ADMINISTRATIVE & GENERAL COST

Senior establishment	10,611,003	9,765,024
General stores	753,712	618,917
Insurance	248,038	1,000
Legal and surveying	148,517	127,180
Power and fuel (sundries)	1,707,492	1,516,846
Rates & taxes	137,990	46,600
Repairs to Furniture	53,957	18,655
General charges	1,879,104	2,053,452
Performance bonus	14,750,668	10,777,730
Head office expenses	12,818,306	11,803,937
Local marketing unit expenses	2,559,217	2,906,846
Depreciation	2,570,800	1,658,457
Immature cultivation	21,233	125,306
Audit fee	103,500	97,500
Central stores expenses	107,095	96,849
Maintenance of roads & bridge	14,173	43,570
Gratuity-including garden subordinate staff	5,239,460	17,655,783
DGM office expenses	1,065,492	748,245
	54,789,757	**60,061,907**

34.00 SELLING COST

Sales Charges of tea	8,916,174	6,707,433
Inland freight and shipping	2,153,817	2,269,865
Tea house store (Packing cost)	1,571,306	1,750,148
	12,641,297	**10,727,446**

Sale charges in increased due to increase in price of tea in the auction by Tk.77.38 per kg compared to last year same period.

35.00 OTHER INCOME

Interest income	130,769	704,617
Interest on car/motor cycle loan	58,500	78,782
Compensation realized against use of land of Lackatoorah T.E.	158,118	158,118
Miscellaneous income	1,651,013	265,893
	1,998,400	**1,207,410**

Miscellenous Income includes sale of spares items and VAT rebate received from VAT authority through Warehouse authority.

		July-Sept, 2018 Taka	July-Sept, 2017 Taka
36.00	**FINANCIAL COST**		
	Interest on short term loan	9,096,154	12,048,621
	Bank charges & application fee	79,116	91,746
		9,175,270	12,140,367

Interest expense decreased due more repayment and decrease in interest rate.

37.00	**CURRENT TAX**		
	Current tax	2,488,180	2,192,198
		2,488,180	2,192,198

The rate of tax is @ 25.00% on the net profit. But during the period, the Taxable profit of the company is negative, therefore 0.60% Turnover Tax has been provided as per clause 82C of Income Tax Ordinance 1984.

38.00	**UN-APPROPRIATED PROFIT THROUGH FORWARD**		
	Retained earnings carried forward	85,435,193	17,598,068
	Less: Dividend & Transferred	-	-
	Cash dividend	-	-
	Transferred to dividend equalization reserve	-	-
	Transferred to development reserve	-	-
		85,435,193	17,598,068

39.00	**EARNINGS PER SHARE (EPS)**		

Earnings Per Share as shown in the face of the Statement of Comprehensive Income is calculated in accordance with International Accounting Standard(IAS) 33: "Earnings Per Share".

Earnings per share has been calculated as follows:

Earnings attributable to ordinary shareholders (Net profit after tax) (A)	130,684,470	101,091,160
Weighted average number of ordinary shares outstanding during the year/period (B)	6,600,000	6,600,000
Earnings Per Share (EPS)(A÷B)	**19.80**	**15.32**

The Company has no Dilutive Securities during the year under reporting.

40.00	**NET OPERATING CASH FLOW PER SHARE (NOCFPS)**		

Net Operating Cash Flow Per Share has been calculated as follows:

Net Cash Flow from Operating activities (A)	183,140,729	103,375,899
Total number of Ordinary shares outstanding (B)	6,600,000	6,600,000
Net Operating Cash Flow Per Share (NOCFPS) (A÷B)	27.75	15.66

Net Operating Cash Flow Per Share (NOCFPS) is increased by Tk.12.09 per share which is equivalent to Tk.7.98 Crore. The reasons are because of increasing cash turnover from auction sale by Tk.1.50 Crore and decreasing payment to suppliers of goods and services by Tk.6.17 Crore. The said increase and decrease is due to increase in auction price by Tk.77.38 per kg. compared to last year and making provision for expenses respectively.

		July-Sept, 2018 Taka	July-Sept, 2017 Taka
41.00	**RECONCILIATION OF NET PROFIT WITH CASH FLOW FROM OPERATING ACTIVITIES.**		
	Net Profit after Tax	130,684,470	101,091,160
	Items not involved in cash movement:		
	Add: Depreciation	8,016,385	4,413,150
	Add: Provision for Taxation	2,488,181	2,192,198
	Add/(Less): Previous year adjustment	0	0
	Increase/(Decrease) in Gratuity Provision	2,593,624	15,935,078
	Adjustments to reconcile net profit after tax to net cash provided by operating activities	**143,782,660**	**123,631,586**
	Increase/(Decrease) in Operating Assets and Liabilities		
	(Increase)/Decrease in Inventory	(50,560,553)	(11,533,364)
	(Increase)/Decrease in Trade & Other Receivables	(54,472,867)	(19,734,261)
	(Increase)/Decrease in Loan to Employees	296,201	(871,487)
	(Increase)/Decrease in Advance, Deposits & Prepayments	11,549,087	(13,017,044)
	(Increase)/Decrease in Advance Income Tax	(568,118)	(36,250)
	(Increase)/Decrease in Deffered Tax Asset	(416,568)	(8,764,741)
	(Increase)/Decrease in Accrued interest on Investment	102,417	(349,502)
	Increase/(Decrease) in Trade Payable & Others	154,798,637	26,821,180
	Increase/(Decrease) in Prepaid Income	(158,118)	(158,118)
	Increase/(Decrease) in Other Liabilities	(21,212,049)	7,387,901
		39,358,070	**(20,255,686)**
	Net cash flows from/(used in) operating activities	**183,140,729**	**103,375,899**

Chairman | Director | Director

Managing Director | Company Secretary | Chief Financial Officer