INTERIM (UN-AUDITED) FINANCIAL STATEMENTS

(HALF YEAR)

FOR THE PERIOD FROM JULY 2018 TO DECEMBER 2018

NATIONAL TEA COMPANY LIMITED

DHAKA, BANGLADESH

NATIONAL TEA COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

Particulars	Notes	December 31, 2018 Taka	June 30, 2018 Taka
ASSETS:			
Non-current assets		**2,019,462,446**	**1,874,226,878**
Property, Plant & Equipments-at cost less Accu. Depreciation	4.00	1,922,512,771	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	54,788,464	55,292,624
Current assets		**377,737,951**	**340,453,174**
Inventories	8.00	222,208,858	178,728,015
Trade Receivable & Others	9.00	34,315,971	29,827,274
Receivable from BTB	10.00	916,238	916,238
Loan to Eemployees	11.00	6,731,517	6,110,079
Advance,Deposits and Prepayments	12.00	55,232,288	60,329,845
Advance Income Tax	13.00	48,635,137	48,167,305
Accrued Interest on Investment		202,838	339,330
Cash & Cash Equivalents	14.00	9,495,104	16,035,088
TOTAL ASSETS		**2,397,200,397**	**2,214,680,052**
SHAREHOLDERS' EQUITY & LIABILITIES			
Shareholders' Equity		**1,178,858,490**	**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	252,744,310	85,435,194
Non-Current Liabilities		**585,668,044**	**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	51,534,910	46,183,869
Provision for Gratuity	21.00	243,627,295	243,436,985
Prepaid Income	22.00	5,376,017	5,692,253
Others Liabilities	23.00	61,692,019	78,711,436
Other Liabilities (Pre-Takeover)	24.00	18,339,573	18,339,573
Current liabilities		**632,673,863**	**588,496,564**
Trade Payable & Others	25.00	370,637,843	176,802,887
Short Term Loan (Secured)	26.00	224,422,300	386,088,181
Security Deposits	27.00	5,546,338	5,546,338
Dividend Payable	28.00	32,067,382	20,059,158
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES		**2,397,200,397**	**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	**178.61**	**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 SECOND QUARTER ENDED ON 31 DECEMBER 2018

Particulars	Notes	July'18 to Dec'18 Taka	July'17 to Dec'17 Taka	Oct'18 to Dec'18 Taka	Oct'17 to Dec'17 Taka
Turnover	31.00	887,503,916	790,762,836	474,805,569	426,603,904
Less: Cost of Goods Sold	32.00	556,245,454	474,718,313	350,911,113	286,800,309
Gross Profit for the year		331,258,462	316,044,523	123,894,456	139,803,596
Less: Operating Expenses		131,634,445	133,734,693	64,203,391	62,945,339
Administrative & General Cost	33.00	103,994,627	108,890,202	49,204,870	48,828,294
Selling Cost	34.00	27,639,818	24,844,491	14,998,521	14,117,045
Income from Operation		199,624,017	182,309,830	59,691,066	76,858,256
Add: Other Income	35.00	4,336,163	5,689,057	2,337,763	4,481,647
Less: Financial Cost	36.00	16,275,865	21,843,290	7,100,595	9,702,923
Net Profit Before Tax		187,684,315	166,155,597	54,928,233	71,636,980
Less: Tax Expenses/(Income)		5,855,200	(56,801)	3,783,590	6,515,741
Current Tax	37.00	5,351,040	4,778,713	2,862,862	2,586,515
Deferred Tax (Income)/Expenses	7.00	504,160	(4,835,515)	920,728	3,929,226
Net Profit After Tax		181,829,115	166,212,399	51,144,643	65,121,239
Unappropriate profit brought forward	38.00	70,915,195	5,718,068	85,435,195	17,598,069
Adjustment in respect of previous years		-	-	-	-
Retained earnings carried forward		252,744,310	171,930,466	136,579,838	82,719,308
Earnings per share (EPS) (In Taka)	39.00	27.55	25.18	7.75	9.86

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 SECOND QUARTER ENDED ON 31 DECEMBER 2018

Particulars	Notes	July'18 to Dec.'18 Taka	July'17 to Dec.'17 Taka
CASH FLOWS FROM OPERATING ACTIVITIES			
Collections from turnover & other income		887,171,638	766,330,418
Payment for Cost & Expenses		(534,201,712)	(474,258,180)
Cash generated from operation		**352,969,926**	**292,072,237**
Employees loan recover		491,774	386,531
Interest paid		(15,720,788)	(21,201,568)
		337,740,912	**271,257,200**
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant & equipment and capital work in progress		(162,931,472)	(40,701,029)
Sale proceeds of property , plant & equipments		-	-
		(162,931,472)	**(40,701,029)**
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan received		597,800,000	525,500,000
Loan paid		(776,637,648)	(781,593,015)
Dividend paid		(2,511,776)	(260,691)
		(181,349,424)	**(256,353,706)**
NET CASH IN FLOW/(OUT FLOW) FOR THE PERIOD		**(6,539,984)**	**(25,797,534)**
Opening cash & cash equivalents		16,035,088	59,540,538
CLOSING CASH & CASH EQUIVALENTS		**9,495,104**	**33,743,004**
Net operating cash flow per share	40.00	**51.17**	**41.10**

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 SECOND QUARTER ENDED ON 31 DECEMBER 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	-	-	-	-	-	(14,520,000)	(14,520,000)
Transfer	-	-	-	-	-	-	-
Net profit after tax for the current period	-	-	-	-	-	181,829,115	181,829,115
Prior year adjustment	-	-	-	-	-	-	-
Balance on December 31, 2018	66,000,000	102,900,000	626,600,000	128,600,000	2,014,180	252,744,309	1,178,858,490
							-
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	-	-	-	-	-	(11,880,000)	(11,880,000)
Transfer	-	-	-	-	-	-	-
Net profit after tax for the period	-	-	-	-	-	166,212,399	166,212,399
Prior year adjustment	-	-	-	-	-	-	-
Balance on December 31, 2017	66,000,000	102,900,000	626,600,000	128,600,000	2,014,180	171,930,468	1,098,044,649

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 SECOND QUARTER ENDED ON 31 DECEMBER 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 People 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:**

This Second 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 31 DECEMBER 2018

Note: 4.00 - Property, Plant and Equipments

(Figures in Taka)

Sl. No.	PARTICULARS	COST				DEPRECIATION					WRITTEN DOWN VALUE as on	
		Balance as on 01.07.2018	Addition during the year	Adjustments	Balance as on 31.12.2018	Rate %	Balance as on 01.07.2018	Charged during the year	Adjustments	Balance as on 31.12.2018	Dec. 31, 2018	June 30, 2018
1	Land & plantation	1,615,684,102	46,280,256	0	1,661,964,358		-	-	-	-	1,661,964,358	1,615,683,102
2	Building & other construction	218,958,751	17,149,308	0	236,108,059	10	139,537,115	4,828,547	-	144,365,662	91,742,397	79,421,636
3	Plant & machinery	174,584,186	55,659,633	0	230,243,819	15	144,056,247	6,464,068	-	150,520,315	79,723,503	30,527,938
4	Electric & gas installation	62,866,118	13,046,445	0	75,912,563	10	41,176,973	1,736,779	-	42,913,753	32,998,810	21,689,144
5	Water supply installation	56,445,671	23,881,686	0	80,327,357	10	40,340,518	1,999,342	-	42,339,860	37,987,497	16,105,153
6	Transport & motor vehicles	63,271,570	5,842,747	0	69,114,317	25	56,317,018	1,599,662	-	57,916,680	11,197,636	6,954,552
7	Furniture & fixtures	10,206,811	128,113	0	10,334,924	10	7,429,427	145,275	-	7,574,702	2,760,222	2,777,384
8	Tools & equipment	2,514,007	139,950	0	2,653,957	25	1,786,056	108,488	-	1,894,544	759,413	727,950
9	Office machinery & equipment	5,046,380	794,924	0	5,841,304	15	3,473,790	177,564	-	3,651,354	2,189,950	1,572,590
10	Bridge & culvert	15,281,068	8,416	0	15,289,484	20	14,009,814	127,967	-	14,137,781	1,151,703	1,271,254
11	Television & VCR	367,504	0	0	367,505	20	327,800	3,970	-	331,770	35,734	39,705
12	Oil & other tank	99,769	0	0	99,769	10	98,136	82	-	98,218	1,551	1,633
	TOTAL	2,225,325,936	162,931,478	0	2,388,257,415		448,552,896	17,191,744	-	465,744,639	1,922,512,775	1,776,773,041

		December 31, 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)	260,548,417	161,088,939
	Less: Tax base	236,074,980	138,822,449
	Taxable temporary difference	**24,473,437**	**22,266,490**
	Provision for gratuity	243,627,295	243,436,986
	Provision for doubtful debts	0	0
	Less: Tax base	0	0
	Deductible temporary difference	**243,627,295**	**243,436,986**
	Net deductible difference	**219,153,858**	**221,170,496**
	Tax Rate	25.00%	25.00%
	Deferred tax asset	**54,788,464**	**55,292,624**
	Less: Deferred tax asset in previous year	55,292,624	49,439,154
	Deferred tax income/(expense)	**(504,160)**	**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	172,918,647	111,780,217
	Stock of rubber	1,335,746	532,929
	Sub total	**174,254,394**	**112,313,146**
	b) Stores, spares & food -stuff	47,954,464	66,414,869
		222,208,858	**178,728,015**
09.00	**TRADE RECEIVABLE & OTHERS**		
	Sales through local marketing unit-(unsecured)	1,922,943	561,727
	Remittance In-Transit	30,790,969	23,163,569
	Receivable from Warehouse	1,602,059	6,101,978
		34,315,971	**29,827,274**
10.00	**RECEIVABLE FROM BTB**	**916,238**	**916,238**
11.00	**LOAN TO EMPLOYEES**	**6,731,517**	**6,110,079**

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

12.00 ADVANCE, DEPOSIT AND PREPAYMENTS

Advances	29,669,493	[illegible]
Deposits	7,789,154	[illegible]
Prepayments	17,773,737	[illegible]
	55,232,285	**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	12,665,478	12,197,646
	48,635,137	**48,167,305**

14.00 CASH & CASH EQUIVALENT

Cash in hand	439,703	528,081
Cash at bank	9,055,401	15,507,007
Fixed deposit accounts	7,896,521	8,526,667
Short term deposit accounts	-	2,562,397
Current accounts	1,158,880	4,417,942
	9,495,104	**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 31 December, 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**

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	85,435,195	17,598,068
Less: Dividend	14,520,000	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	181,829,115	106,102,045
Closing balance	**252,744,310**	**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	27,380,776	22,029,735
	51,534,910	**46,183,869**

21.00 PROVISION FOR GRATUITY

Opening balance	243,436,985	218,082,494
Add: Provision made during the period	9,777,023	33,432,444
Less: Payment made during the period	9,586,713	,8,077,953
	243,627,295	**243,436,985**

22.00 **PREPAID INCOME**

Opening balance	5,692,253	6,324,726
Less: Adjustment made during the year	316,237	632,473
	5,376,017	**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	57,206,741	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
	61,692,019	**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	116,591,276	59,610,731
Creditors for expenses	237,336,570	109,076,304
Creditors for other finance	16,709,997	8,115,852
	370,637,843	**176,802,887**

26.00 **SHORT TERM LOAN (SECURED)**

Crop Hypothecation loan from Bangladesh Krishi Bank(BKB)	**224,422,300**	**356,088,181**

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**

	32,067,382	**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 the last 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)	2,397,200,397	2,214,680,052
Total Liabilities (B)	1,218,341,907	1,203,130,677
Net Asset (C= (A-B))	**1,178,858,490**	**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)	**178.61**	**153.27**

	July-Dec, 2018 Taka	July-Dec, 2017 Taka
31.00 TURNOVER		
Auction sale of tea	844,283,943	746,122,546
Local marketing unit	42,296,423	42,475,841
Rubber sale	923,550	2,164,449
	887,503,916	**790,762,836**
32.00 COST OF GOODS SOLD		
Opening stock in trade	112,313,146	149,055,431
Add: Cost of production **(Note-32.01)**	618,186,702	483,980,196
	730,499,848	633,035,627
Less: Closing stock in trade	174,254,394	158,317,314
	556,245,454	**474,718,313**
32.01 Cost of production		
Production cost of tea **(32.01A)**	616,224,406	482,516,632
Production cost of rubber	1,962,296	1,463,564
	618,186,702	**483,980,196**
32.01A (Sub Note) **Production cost of tea**		
Cultivation & Plucking cost		
Cultivation **(Note:-32.01A-01)**	107,022,050	60,521,838
Labour sundries **(Note:-32.01A-02)**	127,087,070	72,441,805
Labour bonus	61,617,614	57,526,032
Crop plucking wages	67,127,316	62,056,163
Subordinates establishment	68,070,574	62,281,676
Workmen and staff welfare	10,625,972	10,454,980
Contribution to Provident fund	17,096,795	13,334,289
Garden transport	16,905,593	16,715,048
Land Development Tax (based on Bengali year)	7,980,219	7,977,051
Implements	120,912	198,109
Sub Total	**483,654,115**	**363,506,990**
Processing cost		
Manufacturing wages	10,186,388	9,948,276
Power and fuel (Manufacturing)	46,245,328	50,351,139
Machinery repairs & maintenance including stores & spares	30,196,864	38,338,837
Depreciation	11,269,214	5,499,425
Sub Total	**97,897,794**	**104,137,676**
Other direct expenses		
Building repairs & maintenance	4,480,064	2,650,833
Subsidy on wheat & other food staff **(Note:-32.01A-03)**	30,192,433	12,221,132
Sub Total	**34,672,497**	**14,871,965**
Grand Total	**616,224,406**	**482,516,632**

	July-Dec. 2018 Taka	July-Dec. 2017 Taka

Note:-32.01A-01

This expense is increased due to increase in labor wages and Cultivation activities in the Garden level compared to last year same period.

Note:-32.01A-02

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-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 varry depending upon the requirements for cultivation and maintanance work at the Tea Garden level.

33.00 ADMINISTRATIVE & GENERAL COST

Senior establishment	20,322,424	18,728,829
General stores	1,512,462	1,227,486
Insurance	1,808,526	353,743
Legal and surveying	365,918	274,409
Power and fuel (sundries)	2,953,897	2,704,668
Rates & taxes	137,990	82,600
Repairs to Furniture	100,690	39,678
General charges	2,516,887	3,194,586
Performance bonus	23,460,539	18,320,945
Head office expenses	27,025,720	23,622,373
Local marketing unit expenses	5,097,809	5,583,769
Depreciation	5,922,531	3,498,885
Immature cultivation	192,318	540,874
Audit fee	414,000	333,500
Central stores expenses	205,366	160,756
Maintenance of roads & bridge	39,216	71,312
Crockeries & Cutleries	-	8,000
Gratuity-including garden subordinate staff	9,777,023	28,404,207
DGM office expenses	2,141,312	1,739,581
	103,994,627	**108,890,202**

34.00 SELLING COST

Sales Charges of tea	19,189,620	16,369,970
Inland freight and shipping	5,369,762	5,246,393
Tea house store (Packing cost)	3,080,436	3,228,127
	27,639,818	**24,844,491**

Sale charges in increased due to increase in price of tea in the auction by Tk.67.66 per kg compared to last year same period.

35.00 OTHER INCOME

Interest income	288,282	1,217,713
Interest on car/motor cycle loan	147,718	111,619
Compensation realized against use of land of Lackatoorah T.E	316,236	316,236
Miscellaneous income	3,583,927	4,043,489
	4,336,163	**5,689,057**

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

	July-Dec. 2018 Taka	July-Dec. 201" Taka
36.00 FINANCIAL COST		
Interest on short term loan	15,720,788	21,201,568
Bank charges & application fee	555,077	641,722
	16,275,865	**21,843,290**

Interest expense decreased due decrease in interest rate.

37.00 CURRENT TAX		
Current tax	5,351,040	4,778,713
	5,351,040	**4,778,713**

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	85,435,195	17,598,068
Less: Dividend & Transferred	14,520,000	11,880,000
Cash dividend	14,520,000	11,880,000
Transferred to dividend equalization reserve	-	-
Transferred to development reserve	-	-
	70,915,195	**5,718,068**

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)	181,829,115	166,212,399
Weighted average number of ordinary shares outstanding during the year/period (B)	6,600,000	6,600,000
Earnings Per Share (EPS)(A÷B)	**27.55**	**25.18**

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)	337,740,912	271,257,200
Total number of Ordinary shares outstanding (B)	6,600,000	6,600,000
Net Operating Cash Flow Per Share (NOCFPS) (A÷B)	**51.17**	**41.10**

Net Operating Cash Flow Per Share (NOCFPS) is increased by Tk.10.07 per share which is equivalent to Tk.6.65 Crore. The reasons are because of increasing cash turnover from auction sale by Tk.12.08 Crore and increasing payment to suppliers of goods and services by Tk.5.99 Crore. The said increase and decrease is due to increase in auction price by Tk.67.66 per kg. compared to last year and making provision for expenses respectively.

		July-Dec. 2018	July-Dec. 2017
		Taka	Taka
41.00	**RECONCILIATION OF NET PROFIT WITH CASH FLOW FROM OPERATING ACTIVITIES.**		
	Net Profit after Tax	181,829,115	166,212,399
	Items not involved in cash movement:		
	Add: Depreciation	17,191,744	8,998,310
	Add: Provision for Taxation	5,351,041	4,778,713
	Add/(Less): Previous year adjustment	0	0
	Increase/(Decrease) in Gratuity Provision	190,310	24,546,565
	Adjustments to reconcile net profit after tax to net cash provided by operating activities	**204,562,210**	**204,537,987**
	Increase/(Decrease) in Operating Assets and Liabilities		
	(Increase)/Decrease in Inventory	(43,480,843)	7,056,506
	(Increase)/Decrease in Trade & Other Receivables	(4,488,697)	(29,935,164)
	(Increase)/Decrease in Loan to Employees	(621,438)	(704,208)
	(Increase)/Decrease in Advance, Deposits & Prepayments	5,097,557	(19,860,799)
	(Increase)/Decrease in Advance Income Tax	(467,832)	(513,166)
	(Increase)/Decrease in Deffered Tax Asset	504,160	(4,835,515)
	(Increase)/Decrease in Accrued interest on Investment	136,492	677,695
	Increase/(Decrease) in Trade Payable & Others	193,834,956	106,103,561
	Increase/(Decrease) in Prepaid Income	(316,237)	(316,236)
	Increase/(Decrease) in Other Liabilities	(17,019,417)	9,046,540
		133,178,702	**66,719,214**
	Net cash flows from/(used in) operating activities	**337,740,912**	**271,257,201**

Chairman | Director | Director

Managing Director | Company Secretary | Chief Financial Officer

Dhaka, 31 January 2019