# SINGER BANGLADESH LIMITED

## Statement of Financial Position (Un-audited)

| In BDT | Notes | 30 June 2016 | 31 December 2015 |
|---|---|---|---|
| **Assets** | | | |
| Property, plant and equipment | 3 | **830,902,585** | 828,954,308 |
| Intangible assets | | **40,537,039** | 45,041,154 |
| Investments | 4 | **172,362,593** | 183,882,558 |
| Deferred tax assets | | **32,932,067** | 29,056,261 |
| Advances, deposits and prepayments | 5 | **201,806,757** | 182,373,130 |
| **Non-current assets** | | **1,278,541,041** | 1,269,307,411 |
| Inventories | 6 | **1,991,706,587** | 1,127,463,294 |
| Trade and other receivables | 7 | **1,944,898,854** | 1,042,142,492 |
| Advances, deposits and prepayments | 5 | **210,349,502** | 107,900,404 |
| Current tax assets | | **-** | 2,210,492 |
| Cash and cash equivalents | 8 | **144,517,340** | 103,885,107 |
| **Current assets** | | **4,291,472,283** | 2,383,601,789 |
| **Total assets** | | **5,570,013,324** | 3,652,909,200 |
| **Equity** | | | |
| Share capital | | **766,944,910** | 766,944,910 |
| Reserves | | **417,290,886** | 421,897,695 |
| Retained earnings | | **307,239,393** | 228,490,099 |
| **Total equity** | | **1,491,475,189** | 1,417,332,704 |
| **Liabilities** | | | |
| Retirement benefit obligations (gratuity) | | **132,452,989** | 129,507,000 |
| Other liabilities | 9 | **1,325,524,192** | 1,283,006,853 |
| **Non-current liabilities** | | **1,457,977,181** | 1,412,513,853 |
| **Current liabilities:** | | | |
| Trade and other payables | 10 | **1,202,913,850** | 804,293,657 |
| Short-term borrowings - secured | | **1,410,682,888** | 18,768,986 |
| Current tax liabilities | | **6,964,216** | - |
| **Current liabilities** | | **2,620,560,954** | 823,062,643 |
| **Total equity and liabilities** | | **5,570,013,324** | **3,652,909,200** |
| **Net Assets Value Per Share (NAVPS)** | | **19.45** | **18.48** |

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

**Gavin J Walker**
Chairman

**Masud Khan**
Director

**A. M. Hamim Rahmatullah**
Managing Director

**Akram Uddin Ahmed**
Chief Financial Officer

**Mohammad Sanaullah**
Company Secretary

Dated: 26 July 2016

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# SINGER BANGLADESH LIMITED

## Statement of Profit or Loss and Other Comprehensive Income (Un-audited)

| In BDT | For the period from Jan-Jun 2016 | Jan-Jun 2015 | Apr-Jun 2016 | Apr-Jun 2015 |
|---|---|---|---|---|
| Sales | 4,031,716,677 | 2,917,705,759 | 2,661,432,407 | 1,858,161,822 |
| Earned carrying charges | 82,318,718 | 85,380,671 | 46,453,198 | 44,211,744 |
| Turnover | 4,114,035,395 | 3,003,086,430 | 2,707,885,605 | 1,902,373,566 |
| Cost of sales | (2,931,775,540) | (2,246,620,068) | (1,953,338,092) | (1,427,633,620) |
| **Gross profit** | 1,182,259,855 | 756,466,362 | 754,547,513 | 474,739,946 |
| Operating expenses | (742,957,447) | (595,537,997) | (425,329,286) | (330,720,405) |
| Other income | 2,770,368 | 5,741,119 | 1,543,453 | 1,894,736 |
| Contribution to Workers' Profit Participation Fund (WPPF) | (19,622,352) | (5,911,626) | (14,891,514) | (5,911,626) |
| **Operating profit** | 422,450,424 | 160,757,858 | 315,870,166 | 140,002,651 |
| Finance income | 6,337,126 | 607,627 | 4,048,017 | 472,310 |
| Finance cost | (42,442,906) | (48,949,210) | (25,657,330) | (27,280,879) |
| **Net finance costs** | (36,105,780) | (48,341,583) | (21,609,313) | (26,808,569) |
| Share of loss of equity-accounted investees, net of tax | (13,519,965) | - | (11,322,090) | - |
| **Profit before taxation** | 372,824,679 | 112,416,275 | 282,938,763 | 113,194,082 |
| Provision for tax | (108,461,161) | (38,425,858) | (79,971,464) | (33,049,615) |
| **Profit after taxation** | 264,363,518 | 73,990,417 | 202,967,299 | 80,144,467 |
| **Other comprehensive income** | - | - | - | - |
| **Total comprehensive income** | 264,363,518 | 73,990,417 | 202,967,299 | 80,144,467 |
| **Earnings per share (EPS)** | 3.45 | 0.96 | 2.65 | 1.04 |

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

**Gavin J Walker**
Chairman

**Masud Khan**
Director

**A. M. Hamim Rahmatullah**
Managing Director

**Akram Uddin Ahmed**
Chief Financial Officer

**Mohammad Sanaullah**
Company Secretary

Dated: 26 July 2016

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# SINGER BANGLADESH LIMITED

**Statement of Changes in Equity (Un-audited)**

*For the half year ended 30 June 2016*

| *In BDT* | Share Capital | Revaluation Reserve | Capital Reserve | Other Reserves | Retained Earnings | Total Equity |
|---|---|---|---|---|---|---|
| **Balance at 01 January 2016** | **766,944,910** | **403,103,728** | **18,190,942** | **603,025** | **228,490,098** | **1,417,332,703** |
| **Total comprehensive income** | | | | | | |
| Profit | - | - | - | - | 264,363,518 | 264,363,518 |
| | - | - | - | - | 264,363,518 | 264,363,518 |
| **Transactions with owners of the Company** | | | | | | |
| Contribution and distributions Dividends: | | | | | | |
| Cash dividend- 2015 | - | - | - | - | (191,736,228) | (191,736,228) |
| Total contributions and distributions | - | - | - | - | (191,736,228) | (191,736,228) |
| Adjustment of deferred tax arising | | | | | | |
| from revaluation of property, plant and equipment | | | | | 1,515,196 | 1,515,196 |
| Transfer of depreciation on revaluation surplus | - | (4,606,809) | - | - | 4,606,809 | - |
| | - | (4,606,809) | - | - | 6,122,005 | 1,515,196 |
| **Balance at 30 June 2016** | **766,944,910** | **398,496,919** | **18,190,942** | **603,025** | **307,239,393** | **1,491,475,189** |

*For the half year ended 30 June 2015*

| *In BDT* | Share Capital | Revaluation Reserve | Capital Reserve | Other Reserves | Retained Earnings | Total Equity |
|---|---|---|---|---|---|---|
| **Balance at 01 January 2015** | **613,555,930** | **376,568,286** | **18,190,942** | **603,025** | **518,234,357** | **1,527,152,540** |
| **Total comprehensive income** | | | | | | |
| Profit | - | - | - | - | 73,990,418 | 73,990,418 |
| Other comprehensive income | - | - | - | - | - | - |
| | - | - | - | - | 73,990,418 | 73,990,418 |
| **Transactions with owners of the Company** | | | | | | |
| Contribution and distributions Dividends: | | | | | | |
| Cash dividend - 2014 | - | - | - | - | (214,744,576) | (214,744,576) |
| Stock dividend - 2014 | 15,388,980 | - | - | - | (15,388,980) | - |
| Total contributions and distributions | 15,388,980 | - | - | - | (230,133,556) | (214,744,576) |
| Adjustment of deferred tax arising | | | | | | |
| from revaluation of property, plant and equipment | | | | | 1,855,096 | 1,855,096 |
| Transfer of depreciation on revaluation surplus | - | (6,836,028) | - | - | 6,836,028 | - |
| | - | (6,836,028) | - | - | 8,691,124 | 1,855,096 |
| **Balance at 30 June 2015** | **628,944,910** | **369,732,258** | **18,190,942** | **603,025** | **370,782,343** | **1,388,253,478** |

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# SINGER BANGLADESH LIMITED
## Statement of Cash Flows (Un-audited)

| *In BDT* | For the half year ended 30 June 2016 | 2015 |
|---|---|---|
| **Cash flow from operating activities** | | |
| Collections from turnover and other income | 3,474,870,376 | 2,816,181,360 |
| Payments for costs and expenses | (4,465,398,236) | (2,940,850,954) |
| Interest paid on borrowings | (30,023,558) | (41,541,583) |
| Payments to workers' profit participation fund | (27,211,220) | (26,446,813) |
| Income tax paid | (108,602,874) | (69,459,156) |
| **Net cash from operating activities** | **(1,156,365,512)** | **(262,117,146)** |
| **Cash flows from investing activities** | | |
| Acquisition of property, plant and equipment | (34,722,161) | (20,222,449) |
| Investment in associate | (10,000,000) | (77,487,900) |
| Proceeds from sale of property, plant and equipment | 2,727,490 | 2,760,781 |
| **Net cash used in investing activities** | **(41,994,671)** | **(94,949,568)** |
| **Cash flows from financing activities** | | |
| Receipt of short-term loan | 1,391,913,902 | 466,283,818 |
| Dividends paid | (152,921,486) | (175,001,562) |
| Net cash from financing activities | 1,238,992,416 | 291,282,256 |
| Net increase/(decrease) in cash | 40,632,233 | (65,784,458) |
| Cash and cash equivalents at 1 January | 103,885,107 | 152,668,534 |
| **Cash and cash equivalents at 30 June** | **144,517,340** | **86,884,076** |
| **Net Operating Cash Flows Per Share (NOCFPS)** | **(15.08)** | **(3.42)** |

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# SINGER BANGLADESH LIMITED

**Notes to Financial Statements for the period ended 30 June 2016**

## 1. Company and its activities

### 1.1 The Company

Singer Bangladesh Limited (the Company) was incorporated in Bangladesh 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. It has been a direct subsidiary of Singer Bhold B.V., The Netherlands since 2003. The shares of the Company are publicly traded on the floors of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. The address of the registered office of the Company is 39 Dilkusha Commercial Area, Dhaka 1000, Bangladesh.

### 1.2 Nature of business

Principal activities of the Company throughout the year were manufacturing of colour televisions, air conditioners and furniture and marketing of refrigerators, televisions, air conditioners, furnitures, sewing machines and other consumer electronics and household appliances. The manufacturing plant of the Company is situated at Rajfulbaria, Jhamur, Savar, Dhaka 1340.

## 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 June 2016.

### 2.2 Compliance with local law

The financial statements have been prepared in compliance with the requirement of the Companies Act 1994, Securities and Exchange Ordinance 1969, Securities and Exchange Rules 1987, Listing Regulations of Dhaka and Chittagong Stock Exchanges and other relevant local laws as applicable.

### 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 June 2016** | At 31 Dec 2015 |
| Property plant and equipment at cost | **1,443,932,908** | 1,415,922,611 |
| Accumulated depreciation | **(613,030,323)** | (586,968,303) |
| | **830,902,585** | 828,954,308 |

## 4. Investments

| | | |
|---|---|---|
| Equity-accounted investee | **169,163,143** | 172,683,108 |
| Investment in term deposit | **1,630,000** | 9,630,000 |
| Investment in Central Depository Bangladesh Limited (CDBL) | **1,569,450** | 1,569,450 |
| | **172,362,593** | 183,882,558 |

# SINGER BANGLADESH LIMITED

**Notes to Financial Statements for the period ended 30 June 2016**

| | | Amounts in Taka | |
|---|---|---|---|
| | | At 30 June 2016 | At 31 Dec 2015 |
| **5.** | **Advances, deposits and prepayments** | | |
| | **Advances** | | |
| | I/C margins, charges and insurance against traded goods | **20,956,163** | 10,250,034 |
| | Employees against expenses | **4,635,338** | 4,271,936 |
| | Postage franking machine | **53,063** | 53,063 |
| | | **25,644,564** | 14,575,033 |
| | Security deposits | **12,268,594** | 12,068,594 |
| | Prepayments | **374,243,101** | 263,629,907 |
| | | **412,156,259** | 290,273,534 |
| **5.1** | Non-current portion of prepayments | **201,806,757** | 182,373,130 |
| | Current portion of advances, deposits and prepayments | **210,349,502** | 107,900,404 |
| | | **412,156,259** | 290,273,534 |
| **6.** | **Inventories** | | |
| | Finished goods | **1,517,840,545** | 900,432,874 |
| | Raw materials | | |
| | In hand | **138,343,667** | 92,427,908 |
| | In transit | **405,845,242** | 204,925,379 |
| | | **544,188,909** | 297,353,287 |
| | | **2,062,029,454** | 1,197,786,161 |
| | Less: Provision for obsolescence of inventories | **(70,322,867)** | (70,322,867) |
| | | **1,991,706,587** | 1,127,463,294 |
| **7.** | **Trade and other receivables** | | |
| | **Trade receivable** | | |
| | Hire receivable from customers | **1,804,350,023** | 1,132,830,621 |
| | Unearned carrying charges | **(267,562,649)** | (163,031,119) |
| | | **1,536,787,374** | 969,799,502 |
| | Provision for doubtful debts | **(25,661,333)** | (20,035,000) |
| | | **1,511,126,041** | 949,764,502 |
| | Receivable from dealers | **135,584,059** | 14,981,031 |
| | Trade receivables | **59,938,467** | 21,514,653 |
| | Provision for doubtful debts | **(5,523,887)** | (3,057,907) |
| | | **189,998,639** | 33,437,777 |
| | | **1,701,124,680** | 983,202,279 |
| | **Other receivables** | | |
| | Receivable from employees | **8,806,926** | 9,038,547 |
| | Receivable from Shop Managers | **27,707,178** | 26,549,973 |
| | Receivable from Singer Asia Limited | **26,178,909** | 26,178,909 |
| | Other receivables | **209,156,908** | 15,708,531 |
| | Provision for doubtful debts | **(28,075,747)** | (18,535,747) |
| | | **243,774,174** | 58,940,213 |
| | | **1,944,898,854** | 1,042,142,492 |
| **8.** | **Cash and Cash Equivalents** | | |
| | Cash in hand | **309,262** | 33,803 |
| | Cash at Bank | **96,335,880** | 72,321,177 |
| | Cash in transit | **47,872,198** | 31,530,127 |
| | | **144,517,340** | 103,885,107 |

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# SINGER BANGLADESH LIMITED

**Notes to Financial Statements for the period ended 30 June 2016**

| | Amounts in Taka | |
|---|---|---|
| | At 30 June 2016 | At 31 Dec 2015 |
| **9. Other liabilities** | | |
| Non-remittable accounts | **1,148,284,629** | 1,109,951,524 |
| Security deposits from shop managers, agent and dealers | **177,239,563** | 173,055,329 |
| | **1,325,524,192** | 1,283,006,853 |
| **10. Trade and other payables** | | |
| **Trade payables** | **473,245,986** | 130,331,469 |
| **Other payables** | | |
| Royalty | **182,094,533** | 163,277,284 |
| Payable for expenses | **434,649,438** | 425,472,731 |
| Payable for other finance | **112,632,243** | 83,238,202 |
| Leasehold improvements against new shops | **291,650** | 1,973,971 |
| | **729,667,864** | 673,962,188 |
| | **1,202,913,850** | 804,293,657 |

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