Usmania Glass Sheet Factory Limited

Kalurghat I/A, Chittagong.

Notes to the financial position

For the 1st Quarter ended September 30, 2017 (Un-Audited)

1. **Selected explanatory notes:**
These financial statements have been prepared in line with Accounting Policies as adopted in the preparation of financial statements for the period ended 30 September, 2017. This interim financial report includes only those selected explanatory notes as were deemed appropriate for better understanding of un-audited financial statements.

2. **Presentation of financial statements and basis of accounting:**
The financial statements have been prepared in accordance with generally accepted accounting principles(GAAP) under "Historical cost convention" and after compliance with Bangladesh Financial Reporting Standards(BFRS) & Bangladesh Accounting Standards(BAS) adopted by the institute of Chartered Accountants of Bangladesh(ICAB),The Companies Act 1994, the Bangladesh security and Exchanges Rules 1987 and other applicable laws and regulations.

3. **Valuation of Stock & Stores:**

Particulars	Mode of Valuation
Raw Materials, Chemical & Packing Materials	At periodical Weighted Average Cost.
Stores, Accessories & Spares	At Weighted Average Cost.
Finished Goods	At Cost or Net realizable value whichever is lower.
Work-In-Process	Cost of Raw Materials, Fuel & Power and Labour Charges.

4. **Property, Plant & equipments:**

	Lac Tk.
Fixed Assets at cost/revaluation as at 01.07.2017	7014.24
Addition interim period	0.17
Accumulated depreciation	(4757.89)
	2256.52

5. **Inventories:**

Raw Materials & Packing Materials	191.12
Spares, Accessories & Tools	652.96
Store-In-Transit	211.84
Work-In-Process	50.25
Finished Goods	48.43
	1154.60

6. **Advances, Deposit & Prepayments:**

Advances	285.54
Deposits	4.85
Prepayments	93.01
BCIC Current Accounts	28.08
Current Accounts with BCIC Enterprise	6.90
	418.38

7. **Share Capital:**
1,43,89,174 ordinary shares of Tk 10 each fully paid 1438.92 (Lac tk.)
Calculation of Diluted Earnings per share does not arise, as there is no possibility of converting dilutive potential ordinary shares i.e .Bonds, Debentures into Ordinary Shares.

8. **Reserve & Surplus:**

Capital Reserve	241.46
General Reserve	1301.35
Dividend Equalization Reserve	385.77
Retained Earnings	(2215.35)
	(286.77)

9. 1) It is observed that the company has been producing sheet glass by applying old technology since 1961.Besides, Furnance-2 was remain shutdown from 26th May 2017 to 24th September 2017 for re-construction .As a result , there was no production in Furnace no. 2 during this period . For this reason, production cost is higher than selling price.

2) The re-construction work of Furnace no.2 has been completed on 24 th September,2017.Now both the Furnaces (F#1&F#2) are running almost with full design capacity.

3) Hopefully ,the production cost will gradually decrease & as a result the factory will be run profitably.

Note:
The 1st Quarter Financial Statement (un-audited) as on 30 September, 2017 are available in the website of the company. The address of the website is www.ugsflbd.com

Accounts Officer 30/10/17

Head of Accounts & CFO 30/10/17

Managing Director & CEO 30.10.17

Director 30/10/17

Chairman 30/10/17

Usmania Glass Sheet Factory Limited

Kalurghat I/A, Chittagong.

Comprehensive Income Statement (Un-Audited)

For the 1st Quarter ended September 30, 2017

Particulars	July 01, 2017 to Sept'30,2017 (LacTk)	July 01, 2016 to Sept'30, 2016 (Lac Tk.)
Turnover & Other Income	290.55	469.64
Cost and Expenses :		
Cost of Goods Sold	493.83	606.74
Administrative Expenses	55.21	54.27
Selling & Dist. Expenses	15.23	15.16
Interest & Others financial expenses	13.89	13.89
Provision for CPPF	-	---
Total Cost & Expenses	**578.16**	**690.06**
Net Profit/(Loss) before Tax	(287.61)	(220.42)
(Less) : Provision for Income Tax:		
Current (As per Section 82C)	1.74	2.82
Deffered Tax (Income)/ Exp.	(4.07)	(6.57)
Net Profit/(Loss)after Income Tax	**(285.28)**	**(216.67)**
Earnings per share (Basic) Tk.	(1.98)	(1.66)
Diluted Earnings per share	N/A	N/A

Cash Flows Statement (Un-Audited)

For the 1st Quarter ended September 30, 2017

Particulars	July 01, 2017 to Sept. 30, 2017 (Lac Tk.)	July 01, 2016 to Sept. 30,2016 (Lac Tk.)
Collection from turnover & others	310.97	504.93
Less : Payment for cost & expenses	(463.24)	(1123.28)
Cash Flows from operating activities	**(152.27)**	**(618.35)**
Acquisition of fixed Assets	(0.17)	(0.33)
Cash Flows from investing activities		**(0.33)**
Dividend Paid	-	---
Share Money Deposit A/C	-	---
C.P.P.F Paid	-	---
Cash flows from financing activities	-	---
Net Cash in flow/(outflow) for the 1st Quarter	**(152.44)**	**(618.68)**
Opening Cash & Bank Balances	1807.01	3016.48
Closing Cash & Bank Balances	**1654.57**	**2397.80**

Statement of changes in Equity (Un-Audited)

For the 1st Quarter ended September 30, 2017

Particulars	Share Capital (Lac Tk.)	Capital Reserve (Lac Tk.)	General Reserve (Lac Tk.)	Dividend Equalization Reserve (Lac Tk.)	Retained Earnings (Lac Tk.)	Total (Lac Tk.) July 01,2017 To Sept 30,2017	July 01,2016 to September 30, 2016 (Lac Tk.)
At the beginning of the year	1438.92	241.46	1301.35	385.77	(1930.07)	1437.43	2226.22
Bonus Share	-	-	-	-	-	-	-
Net Profit/(Loss) for the 1st Quarter	-	-	-	-	(285.28)	(285.28)	(216..67)
At the End of 1st Quarter	**1438.92**	**241.46**	**1301.35**	**385.77**	**(2215.35)**	**1152.15**	**2009.55**
Total Number of Shares						1,43,89,174	1,30,81,068
Shareholder Equity per share (Taka)						8.01	15.36

Accounts Officer 30/10/17

Head of Accounts & CFO 30/10/17

Managing Director & CEO 30.10.17

Director 30/10/17

Chairman 30/10/17

Usmania Glass Sheet Factory Limited

Kalurghat I/A, Chittagong.

Dear Sir,

We forwarded herewith the Un-Audited Financial Statements of the Company for the 1st Quarter ended at September 30, 2017 as per letter No. SEC/CFD/Misc./233/2004/615 dated February 02, 2010 of the Securities and Exchange Commission Rules, 1987 as amended to date.

(Md.Zahedul Bari)
Managing Director
27th October' 2017

Usmania Glass Sheet Factory Limited

Kalurghat I/A, Chittagong.

Statement of Financial Position (Un-Audited)

As at September 30, 2017

Figures in lac Tk.

Particulars	Notes	As at September 30, 2017 (Lac Tk.)	As at June 30,2017 (Lac Tk.)
ASSETS			
Non Current Assets :		**2256.52**	**2358.97**
Property, Plant & Equipment(W.D.V)	4.0	2256.52	2358.97
Other Assets			
Goodwill(W.D.V)		52.43	54.71
		3227.53	**3452.54**
Current Assets :			
Inventories	5.0	1154.58	1264.02
Advance, Deposits & Prepayments	6.0	418.38	381.51
Cash & Bank Balances		1654.57	1807.01
TOTAL ASSETS		**5536.48**	**5866.22**
EQUITY & LIABILITES			
Shareholders Equity:		**1152.15**	**1437.44**
Share Capital	7.0	1438.92	1438.92
Reserve & Surplus	8.0	(286.77)	(1.48)
NON CURRENT LIABILITES		**3320.22**	**3296.40**
Long Term Loan :			
Govt.Loan for Voluntary Retirement.		15.00	15.00
Govt.Loan (BMRE)		2105.96	2095.59
Govt.Quasi Equity Loan(Interest Free)		1119.44	1119.44
Loan from BCIC		41.45	28.00
Gratuity Payable		38.37	38.37
CURRENT LIABILITIES		**1064.11**	**1132.38**
Creditors For Goods Supplied		77.17	85.31
Creditors For Expenses		207.93	231.01
Creditors For Other Finance		215.40	250.11
Dividend Payable		113.26	113.26
Deferred Tax Liability		321.92	325.99
BCIC Current Account		-	-
Current Account With BCIC Enterprise		4.33	4.33
BMRE Loan Current Portion		110.58	110.58
Provision For CPPF		-	-
Provision For Income Tax (As per 82C)		13.52	11.78
TOTAL EQUITY & LIABILITES		**5536.48**	**5866.22**

Accounts Officer 30/10/17

Head of Accounts & CFO 30/10/17

Managing Director & CEO 30/10/17

Director 30/10/17

Chairman 30/10/17

AMARSTOCK