

Berger Paints Bangladesh Limited
Statement of Financial Position (Unaudited)
As at 31 December 2020

	Notes	Taka in '000	
		31 Dec 2020	31 Mar 2020
Assets			
Non-current assets			
Property, plant and equipment	3	3,770,469	3,865,251
Capital work-in-progress		723,655	563,035
Right of use assets		585,548	629,221
Intangible assets		56,963	56,749
		5,136,635	5,114,256
Term deposit		100,000	-
Investment - at cost		157,943	93,343
		257,943	93,343
Total non-current assets		5,394,578	5,207,599
Current assets			
Inventories	4	2,571,324	2,287,580
Trade and other receivables	5	1,710,976	1,619,002
Advances, deposits and prepayments	6	261,577	252,080
Short term investment - FDR		150,000	251,237
Cash and cash equivalents	7	3,151,103	3,121,863
Inter - company receivables		216,804	190,150
Total current assets		8,061,784	7,721,912
Total assets		13,456,362	12,929,511
Equity and liabilities			
Share capital		463,779	463,779
Retained earnings		8,479,158	8,244,378
Equity attributable to the Company's equity holders	11	8,942,937	8,708,157
Non-current liabilities			
Deferred tax liabilities	8	220,444	227,958
Lease obligations-non current portion		469,663	509,889
Total non-current liabilities		690,107	737,847
Current liabilities			
Lease obligations -current portion		71,969	61,816
Trade and other payables	9	3,138,323	2,797,815
Provision for royalty		263,646	285,397
Provision for current tax		337,146	325,941
Employees' retirement gratuity		-	2,566
Unclaimed dividend		12,087	9,825
Liability for unclaimed IPO application money		147	147
Total current liabilities		3,823,318	3,483,507
Total liabilities		4,513,425	4,221,354
Total equity and liabilities		13,456,362	12,929,511
Net Asset Value Per Share (NAVPS) Tk.	11	192.83	187.77


Managing Director


Director & CFO


Company Secretary

Dhaka, 26 January 2021

Berger Paints Bangladesh Limited
Statement of Profit or Loss and Other Comprehensive Income (Unaudited)
For the period from 1 April 2020 to 31 December 2020

	Taka in '000			
Notes	Apr-Dec 2020	Apr-Dec 2019	Oct-Dec 2020	Oct-Dec 2019
Revenue-net	11,185,844	12,145,261	5,141,657	4,652,306
Cost of sales	(6,743,234)	(7,231,569)	(3,006,237)	(2,605,246)
Gross profit	4,442,610	4,913,692	2,135,420	2,047,060
Selling, distribution and warehousing expenses	(1,803,555)	(2,534,235)	(755,152)	(1,065,606)
Administrative and general expenses	(362,910)	(382,738)	(130,137)	(132,736)
Other operating expenses	(71,288)	(79,287)	(31,642)	(28,789)
Other operating income	121,468	137,156	55,633	42,607
	(2,116,285)	(2,859,104)	(861,299)	(1,184,524)
Operating income	2,326,325	2,054,588	1,274,121	862,536
Finance cost	(17,640)	(3,583)	(16,971)	(3,556)
Investment income	107,354	146,134	22,023	52,367
Net finance income	89,714	142,551	5,052	48,811
Other non-operating income	9,086	1,754	1,432	964
Income before WPPF and tax	2,425,125	2,198,893	1,280,605	912,311
Workers' profit participation and welfare fund (WPPF)	(119,685)	(109,857)	(63,959)	(45,567)
Income before tax	2,305,440	2,089,036	1,216,646	866,743
Current tax expenses	(710,027)	(560,170)	(356,803)	(231,057)
Deferred tax Income	8 7,514	(4,144)	(8,069)	(7,417)
	(702,513)	(564,314)	(364,872)	(238,474)
Net income	12&13 1,602,927	1,524,722	851,774	628,269
Basic earnings per share (EPS) Tk.	12 34.56	32.88	18.37	13.55


Managing Director


Director & CFO


Company Secretary

Dhaka, 26 January 2021

Berger Paints Bangladesh Limited
Statement of Changes in Equity (Unaudited)
For the period from 1 April 2020 to 31 December 2020

Particulars	Taka in '000		
	Share capital	Retained earnings	Total equity
Balance as at 1 April 2019	463,779	7,074,723	7,538,502
Dividend declared during the period	-	(1,159,447)	(1,159,447)
Net income for the period	-	1,524,722	1,524,722
Balance as at 31 December 2019	463,779	7,439,998	7,903,777
Balance as at 1 April 2020	463,779	8,244,378	8,708,157
Dividend declared during the period	-	(1,368,147)	(1,368,147)
Net income for the period	-	1,602,927	1,602,927
Balance as at 31 December 2020	463,779	8,479,158	8,942,937


 Managing Director


 Director & CFO


 Company Secretary

Dhaka, 26 January 2021

Berger Paints Bangladesh Limited
Statement of Cash Flows (Unaudited)
For the period from 1 April 2020 to 31 December 2020

	Taka in '000		
	Notes	Apr-Dec 2020	Apr- Dec 2019
Cash flows from operating activities (A)			
Cash received from customers		11,081,886	12,105,906
Cash received from other operating income		121,468	137,156
Investment (finance) income		96,994	130,530
Cash paid to suppliers and employees		(8,624,343)	(9,009,543)
Interest paid for lease obligation		(16,949)	-
Income tax paid		(698,822)	(543,707)
Net cash flows from operating activities	12&13	1,960,235	2,820,342
Cash flows from investing activities (B)			
Investment in BFL		(64,600)	-
Investment (finance) expenses		(691)	(3,583)
Dividend received from BBBL		22,344	-
Capital expenditures		(503,115)	(835,317)
Term Deposit		1,237	(50,000)
Proceeds from disposal of property, plant and equipment		9,788	4,982
Net cash used in investing activities		(535,037)	(883,918)
Cash flows from financing activities (C)			
Dividend paid		(1,365,885)	(1,555,026)
Payment for lease		(30,073)	-
Net cash used in financing activities		(1,395,958)	(1,555,026)
Increase / (Decrease) in cash and cash equivalents (D) = (A+B+C)		29,240	381,398
Opening cash and cash equivalents (E)		3,121,863	1,892,143
Closing cash and cash equivalents (D+E)		3,151,103	2,273,541
Net Operating Cash Flows Per Share (NOCFPS) Tk.	12	42.27	60.81


Managing Director


Director & CFO


Company Secretary

Dhaka, 26 January 2020

Berger Paints Bangladesh Limited
Consolidated Statement of Financial Position (Unaudited)
As at 31 December 2020

	Notes	Taka in'000	
		31 Dec 2020	31 Mar 2020
Assets			
Non-current assets			
Property, plant and equipment	3a	4,436,252	4,516,605
Capital work-in-progress		780,484	612,927
Right of use assets		585,548	629,221
Intangible assets		60,369	60,126
Term deposit-long term portion		100,000	-
Investment in associates		306,167	239,977
Total non-current assets		6,268,820	6,058,856
Current assets			
Inventories	4a	2,783,069	2,461,986
Trade and other receivables	5a	1,847,807	1,708,287
Advances, deposits and prepayments	6a	272,052	262,661
Short term investment		150,000	251,237
Cash and cash equivalents	7a	3,173,008	3,141,307
Total current assets		8,225,936	7,825,478
Total assets		14,494,756	13,884,334
Equity and liabilities			
Share capital		463,779	463,779
Retained earnings		9,309,268	9,006,563
Equity attributable to the Company's equity holders	11a	9,773,047	9,470,342
Non-current liabilities			
Deferred tax liabilities	8a	312,040	326,424
Lease obligations - non current portion		469,663	509,889
Total non-current liabilities		781,703	836,313
Current liabilities			
Lease obligations - current portion		71,969	61,816
Trade and other payables	9a	3,232,225	2,876,969
Provision for royalty		263,646	285,397
Provision for current tax		343,300	326,393
Provision for employees retirement gratuity		16,632	17,132
Unclaimed dividend		12,087	9,825
Liability for unclaimed IPO application money		147	147
Total current liabilities		3,940,006	3,577,679
Total liabilities		4,721,709	4,413,992
Total equity and liabilities		14,494,756	13,884,334
Net Asset Value Per Share (NAVPS) Tk.	11a	210.73	204.20


Managing Director


Director & CFO


Company Secretary

Dhaka, 26 January 2021

Berger Paints Bangladesh Limited
Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)
For the period from 1 April 2020 to 31 December 2020

Notes	Taka in '000			
	Apr-Dec 2020	Apr-Dec 2019	Oct- Dec 2020	Oct - Dec 2019
Revenue-net	11,330,788	12,217,192	5,193,435	4,679,048
Cost of sales	(6,767,113)	(7,171,639)	(2,993,328)	(2,576,639)
Gross profit	4,563,675	5,045,553	2,200,107	2,102,409
Selling, distribution and warehousing expenses	(1,827,507)	(2,551,904)	(764,135)	(1,072,667)
Administrative and general expenses	(387,950)	(405,800)	(139,188)	(140,326)
Other operating expenses	(71,288)	(79,287)	(31,642)	(28,789)
Other operating income	149,668	161,849	65,852	51,737
Operating expenses	(2,137,077)	(2,875,142)	(869,113)	(1,190,045)
Operating income	2,426,598	2,170,411	1,330,994	912,364
Finance costs	(17,703)	(3,592)	(16,993)	(3,560)
Investment income	79,380	143,093	20,249	51,543
Net finance income	61,677	139,501	3,256	47,983
Other non-operating income	9,086	4,178	1,432	2,876
Share of profit of associates	23,934	26,710	15,108	6,736
	33,020	30,888	16,540	9,612
Income before WPPF and Tax	2,521,295	2,340,800	1,350,790	969,959
Workers' profit participation and welfare fund (WPPF)	(124,511)	(115,511)	(66,668)	(48,071)
Net income before tax	2,396,784	2,225,289	1,284,122	921,888
Current tax expenses	(740,316)	(583,742)	(372,294)	(242,508)
Deferred tax income/(expenses)	14,384	(19,821)	(9,860)	(13,587)
	(725,932)	(603,563)	(382,154)	(256,095)
Net income	1,670,852	1,621,726	901,968	665,793
Basic earnings per share (EPS) Tk.	36.03	34.97	19.45	14.36


Managing Director


Director & CFO


Company Secretary

Dhaka, 26 January 2021

Berger Paints Bangladesh Limited
Consolidated Statement of Changes in Equity (Unaudited)
For the period from 1 April 2020 to 31 December 2020

Particulars	Taka. in '000				
	Share capital	General reserve	Share premium	Retained earning	Total
Balance as at 01 April 2019	463,779	-	-	7,707,281	8,171,060
Dividend declared during the period	-	-	-	(1,159,447)	(1,159,447)
Net income for the period	-	-	-	1,621,726	1,621,726
Balance as at 31 December 2019	463,779	-	-	8,169,560	8,633,339
Balance as at 01 April 2020	463,779	-	-	9,006,563	9,470,342
Cash dividend declared during the period	-	-	-	(1,368,147)	(1,368,147)
Net income for the period	-	-	-	1,670,852	1,670,852
Balance as at 31 December 2020	463,779	-	-	9,309,268	9,773,047


Managing Director


Director & CFO


Company Secretary

Dhaka, 26 January 2021

Berger Paints Bangladesh Limited
Consolidated statement of cash flows (Unaudited)
For the period from 1 April 2020 to 31 December 2020

	Notes	Taka in '000	
		Apr-Dec 2020	Apr-Dec 2019
Cash flows from operating activities (A)			
Cash received from customers		11,196,413	12,118,513
Cash received from other operating income		149,668	161,849
Investment (finance) income		113,708	163,026
Cash paid to suppliers and employees		(8,653,443)	(8,977,128)
Interest Paid on lease obligation		(16,949)	-
Income tax paid		(723,409)	(560,286)
Net cash flows from operating activities	12a&13a	2,065,988	2,905,974
Cash flows from investing activities (B)			
Investment in BFL		(64,600)	-
Capital expenditures		(584,000)	(927,515)
Investment (finance) expenses		(754)	(3,592)
Term Deposit		1,237	(50,000)
Proceeds from disposal of assets		9,788	7,406
Net cash used in investing activities		(638,329)	(973,701)
Cash flows from financing activities (C)			
Dividend paid		(1,365,885)	(1,555,026)
Payment of lease liabilities		(30,073)	-
Net cash used in financing activities		(1,395,958)	(1,555,026)
Increase in cash and cash equivalents (D) = (A+B+C)		31,701	377,247
Opening cash and cash equivalents (E)		3,141,307	1,904,547
Closing net cash and cash equivalents (D+E)		3,173,008	2,281,794
Operating Cash Flows Per Share Tk.	12a	44.55	62.66


Managing Director


Director & CFO


Company Secretary

Dhaka, 26 January 2021

BERGER PAINTS BANGLADESH LIMITED
SELECTED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED 31 DECEMBER 2020

1 Status and nature of business

The Company was incorporated on 6 June 1973 under the Companies Act 1913. Company's shares are listed with Dhaka and Chittagong Stock Exchanges and are placed under "A" category. The principal activities of the Company are manufacturing and marketing of liquid, cement and powder paints & varnishes, emulsion, coating and printing ink.

Berger Paints Bangladesh Limited holds 100% share of Jenson & Nicholson (Bangladesh) Limited - J&NBL. The principal activities of J&NBL are production and marketing of metal containers and printing of metal sheets.

Berger Paints Bangladesh Limited holds 49% share of Berger Becker Bangladesh Limited-BBBL. The principal activities of BBBL are manufacturing and marketing of coil coatings.

Berger Paints Bangladesh Limited has set up a joint venture company with Fosroc International Limited, United Kingdom in the name of "Berger Fosroc Limited" in Bangladesh, incorporated on 19 April 2018, for the purpose of carrying on the business to manufacture and sell construction chemicals. Berger Paints Bangladesh Limited has 50% share in the joint venture.

2 Basis of preparation

These financial statements have been prepared in accordance with the requirement of Bangladesh Accounting Standard 34 "Interim Financial Reporting" and the requirements of the Securities & Exchange Rules 1987.

The same accounting policies, presentation, methods of computation and Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS) applicable standards have been followed in these interim financial statements as were applied in the preparation of the company's financial statements for the year ended 31 March 2020.

3 Property, Plant and Equipment

Property, Plant and Equipment - at cost
 Accumulated depreciation

Taka in '000	
31 Dec 2020	31 Mar 2020
7,120,624	6,886,688
(3,350,155)	(3,021,437)
3,770,469	3,865,251

3 a. Consolidated Property, Plant and Equipment

Property, Plant and Equipment - at cost
 Accumulated depreciation

8,193,157	7,885,399
(3,756,905)	(3,368,794)
4,436,252	4,516,605

4 Inventories

Raw materials
 Semi-processed and bulk products
 Packing materials
 Finished goods
 Stores & Promotional items
 Stocks in transit

1,059,191	920,496
134,362	94,756
54,686	42,860
748,150	714,678
84,435	71,280
490,500	443,510
2,571,324	2,287,580

4 a. Consolidated Inventories

Raw materials
 Semi-processed and bulk products
 Packing materials
 Finished goods
 Stores & Promotional items
 Stocks in transit

1,168,464	995,094
190,586	148,689
46,833	42,860
756,257	718,553
93,699	79,753
527,230	477,037
2,783,069	2,461,986

5 Trade & other receivables

Trade debtors -unsecured
 General provision for bad & doubtful debts

1,778,899	1,662,483
(85,355)	(72,897)
1,693,544	1,589,586
17,432	29,416
1,710,976	1,619,002

Other receivables

Considered to be good




		Taka in '000	
		31 Dec 2020	31 Mar 2020
5	a. Consolidated Trade & other receivables		
	Trade debtors -unsecured	1,853,999	1,707,166
	General provision for bad & doubtful debts	(85,355)	(72,897)
		1,768,644	1,634,269
	Intercompany receivables with Berger Becker Bangladesh Limited	17,153	8,885
	Intercompany receivables with Berger Fosroc Limited	44,578	35,717
	Other receivables	17,432	29,416
	Considered to be good	1,847,807	1,708,287
6	Advances, deposits and prepayments		
	Advance to employees	84,473	76,522
	Advance to suppliers & others	111,807	91,539
	Other deposit	43,327	41,153
	Prepaid expenses	21,970	42,866
		261,577	252,080
6	a. Consolidated Advances, deposits and prepayments		
	Advance to employees	85,938	77,944
	Advance to suppliers & others	113,297	92,173
	Other deposit	49,286	47,585
	Prepaid expenses	23,531	44,959
		272,052	262,661
7	Cash and cash equivalents		
	Term deposit accounts(FDR)-Three Months	1,251,238	2,100,000
	Current and collection accounts	567,672	547,353
	Operational account	1,268,892	441,933
	Dividend account	14,640	12,374
	Foreign currency accounts	40,696	14,343
	In hand - cash	7,965	5,860
		3,151,103	3,121,863
7	a. Consolidated Cash and cash equivalents		
	Term deposit accounts(FDR)-Three Months	1,251,238	2,100,000
	Current and collection accounts	567,672	566,547
	Operational account	1,290,634	441,933
	Dividend account	14,640	12,374
	Foreign currency accounts	40,696	14,343
	In hand - cash	8,128	6,110
		3,173,008	3,141,307
8	Deferred tax liabilities		
		Carrying amount	Tax base
	Property, plant and equipment	2,755,499	1,788,367
	Provision for employees' benefit plan	-	-
	Provision for bad debts	(85,356)	-
	Net temporary difference	2,670,143	1,788,367
	Tax rate	25%	25%
	Deferred tax liabilities	220,444	227,958
	Opening balance	227,958	242,409
	Closing balance	220,444	227,958
	Deferred tax expenses	(7,514)	(14,451)
8 a.	Consolidated Deferred tax liabilities		
		Carrying amount	Tax base
	Property, plant and equipment	3,343,372	2,077,773
	Provision for employees' benefit plan	(16,632)	-
	Provision for bad debts	(85,356)	-
	Net temporary difference	3,241,364	2,077,773
	Tax rate (Parent & subsidiary)	25% & 32.5%	25% & 35%
	Deferred tax liabilities	312,040	326,424
	Opening balance	326,424	316,538
	Closing balance	312,040	326,424
	Deferred tax expenses	(14,384)	9,886

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		Taka in '000	
		Apr- Dec 2020	Apr- Dec 2019
12 EPS and NOCFPS per share			
Earnings (PAT) attributable to ordinary shareholders		1,602,927	1,524,722
Number of ordinary shares used to compute EPS and NOCEPS		46,377,880	46,377,880
Net cash flow from operating activities (NOCFPS)		1,960,235	2,820,342
EPS -Basic	Taka	34.56	32.88
Net Operating cash flow per share (NOCFPS)	Taka	42.27	60.81
12 a. Consolidated EPS and NOCFPS per share			
Earnings (PAT) attributable to ordinary shareholders		1,670,852	1,621,726
Number of ordinary shares used to compute EPS and NOCEPS		46,377,880	46,377,880
Net cash flow from operating activities (NOCFPS)		2,065,988	2,905,974
EPS -Basic	Taka	36.03	34.97
Net Operating cash flow per share (NOCFPS)	Taka	44.55	62.66
13 Reconciliation of net income with cash flows from operating activities			
Cash flows from operating activities under indirect method			
Net income		1,602,927	1,524,722
Tax expenses		702,513	564,314
Profit before tax		2,305,440	2,089,036
Non-cash items and others:			
Depreciation and Amortization		480,032	385,360
		2,785,472	2,474,396
Operating and non-operating items			
Investment (finance) expenses		17,640	3,583
Dividend received		(22,344)	-
Income on sale of property, plant and equipment		(9,086)	(1,754)
		(13,790)	1,829
Changes in working capital			
(Increase)/Decrease in trade and other receivables		(91,974)	(54,959)
(Increase)/ Decrease in inventories		(283,744)	(451,548)
Increase/(Decrease) in trade and other payables		340,508	997,267
(Increase)/Decrease in inter-company receivable		(26,652)	40,871
(Increase)/Decrease advance, deposits and prepayments		(9,497)	312,829
Increase/(Decrease) in provision for royalty		(21,751)	74,063
Increase/(Decrease) in provision for gratuity		(2,566)	(30,699)
		(95,676)	887,824
Income tax paid		(698,822)	(543,707)
Cash paid for lease		(16,949)	-
Net cash flows from operating activities		1,960,235	2,820,342
13 a. Reconciliation of consolidated net income with consolidated cash flows from operating activities			
Cash flows from operating activities under indirect method			
Net income		1,670,852	1,621,726
Tax expenses		725,932	603,563
Profit before tax		2,396,784	2,225,289
Non-cash item			
Depreciation and Amortization		539,523	433,696
		2,936,307	2,658,985
Operating and non-operating items			
Investment (finance) expenses		17,703	3,592
Income on sale of property, plant and equipment		(9,086)	(4,178)
Share of profit of associates		(23,934)	(26,710)
		(15,317)	(27,296)
Changes in working capital			
(Increase)/Decrease in trade and other receivables		(117,176)	(78,746)
(Increase)/ Decrease in inventories		(321,083)	(468,738)
Increase/(Decrease) in trade and other payables		355,257	1,020,691
(Increase)/Decrease advance, deposits and prepayments		(9,391)	317,159
Increase/(Decrease) in provision for royalty		(21,751)	74,063
Increase/(Decrease) in provision for gratuity		(500)	(29,858)
		(114,644)	834,571
Income tax paid		(723,409)	(560,286)
Interest paid on lease obligation		(16,949)	-
Net cash flows from operating activities		2,065,988	2,905,974

14 Related party transactions

During the Period under review, the Company carried out a number of transactions with related parties in the normal course of business and on arms' length basis. The names of the related parties, nature of these transactions and their closing balance at the end of 31 December 2020 have been set out below in accordance with the provision of IAS 24 Related Party Disclosures.

In thousands Taka

Name of the related party	Nature of relationship	Nature of transaction	Transaction	31 Dec 2020
				Receivable /(Payable)
Jenson & Nicholson (Bangladesh) Ltd	Subsidiary	Material and Service	483,536	155,071
Berger Becker Bangladesh Limited	Associate	Service	3,388	17,153
Berger Fosroc Limited	Associate	Material and Service	148,240	109,713
BPBL Employees' Provident Fund	Post-employment plan	Contribution to Provident Fund	11,240	-
BPBL Employees' Gratuity Fund	Post-employment plan	Contribution to Gratuity Fund	23,814	-
Total inter-company receivables			635,164	281,937
J&N Investments (Asia) Limited	Group	Royalty	68,280	(263,646)
Berger Paints India Limited	Fellow Subsidiary	Technical assistance fee	-	(2,636)
Total inter-company payables			-	(266,282)

In thousands Taka

Name of the related party	Nature of relationship	Nature of transaction	Transaction	31 Dec 2019
				Receivable /(Payable)
Jenson & Nicholson (Bangladesh) Ltd	Subsidiary	Material and Service	440,645	48,602
Berger Becker Bangladesh Limited	Associate	Service	2,545	7,582
Berger Fosroc Limited	Associate	Material and Service	116,451	61,885
BPBL Employees' Provident Fund	Post-employment plan	Contribution to Provident Fund	10,662	-
BPBL Employees' Gratuity Fund	Post-employment plan	Contribution to Gratuity Fund	23,098	-
Total inter-company receivables			-	118,069
J&N Investments (Asia) Limited	Group	Royalty	74,063	(383,927)
Berger Paints India Limited	Fellow Subsidiary	Technical assistance fee	3,277	(8,987)
Total inter-company payables			-	(392,914)

15 Significant Deviation

- The earnings per share(EPS) for third quarter increased significantly from same period of last year due to strong growth in sales, favourable Raw Material prices and controlled expenses.
- Investment income reduced significantly because of lower interest rate compared to previous period.
- The net operating cash flow per share (NOCFPS) decreased from same period of previous year mainly because of low sales resulting low collection from customers during April and May 2020.

16 General

Comparative figures have been re-arranged wherever necessary to facilitate comparison. Figures appearing in these financial statements have been rounded off to the nearest thousand Taka.


Managing Director


Director & CFO


Company Secretary

Dhaka, 26 January 2021