

**Berger Paints Bangladesh Limited**  
**Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)**  
**For the period from 1 April 2019 to 30 June 2019**

	Taka in '000	
	Apr-Jun 2019	Apr-Jun 2018
Revenue-net	4,559,711	3,976,900
Cost of sales	(2,428,295)	(2,302,012)
<b>Gross profit</b>	<b>2,131,416</b>	<b>1,674,888</b>
Selling, distribution and warehousing expenses	(1,337,149)	(1,100,668)
Administrative and general expenses	(126,690)	(126,063)
Other operating expenses	(26,045)	(22,943)
Other operating income	54,060	53,435
<b>Operating expenses</b>	<b>(1,435,824)</b>	<b>(1,196,239)</b>
<b>Operating income</b>	<b>695,592</b>	<b>478,649</b>
Finance costs	(9)	(5,104)
Investment income	37,761	4,619
Net finance income	37,752	(485)
Other non-operating income	468	4,658
Share of profit of associates	4,988	8,838
	5,456	13,496
<b>Income before WPPF and Tax</b>	<b>738,800</b>	<b>491,660</b>
Workers' profit participation and welfare fund (WPPF)	(36,696)	(24,182)
<b>Net income before tax</b>	<b>702,104</b>	<b>467,478</b>
Current tax expenses	(188,304)	(121,015)
Deferred tax income/(expenses)	2,126	(3,720)
	(186,178)	(124,735)
<b>Net income</b>	<b>515,926</b>	<b>342,743</b>
	11a&12a	
<b>Basic earnings per share (EPS) Tk.</b>	<b>11.12</b>	<b>7.39</b>

  
**Managing Director**

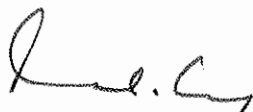
  
**Director**

  
**Chief Financial Officer**

  
**Company Secretary**

**Berger Paints Bangladesh Limited**  
**Consolidated Statement of Financial Position (Unaudited )**  
**As at 30 June 2019**


	Notes	Taka in'000	
		30 Jun 2019	31 Mar 2019
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3a	4,270,951	4,215,898
Capital work-in-progress		569,557	368,886
Intangible assets		74,169	82,084
Investment in associates		206,981	201,993
<b>Total non-current assets</b>		<b>5,121,658</b>	<b>4,868,861</b>
<b>Current assets</b>			
Inventories	4a	2,017,494	2,163,423
Trade and other receivables	5a	1,800,711	1,704,502
Advances, deposits and prepayments	6a	332,189	437,054
Term deposit		701,238	401,237
Cash and cash equivalents	7a	2,145,712	1,904,547
<b>Total current assets</b>		<b>6,997,344</b>	<b>6,610,763</b>
<b>Total assets</b>		<b>12,119,002</b>	<b>11,479,624</b>
<b>Equity and liabilities</b>			
<b>Equity attributable to the Company's equity holders</b>			
Share capital		463,779	463,779
Retained earnings		8,223,207	7,707,281
<b>Equity attributable to the Company's equity holders</b>	10a	<b>8,686,986</b>	<b>8,171,060</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities	8a	314,262	316,388
<b>Total non-current liabilities</b>		<b>314,262</b>	<b>316,388</b>
<b>Current liabilities</b>			
Trade and other payables	9a	2,156,015	2,063,049
Provision for royalty		334,248	309,863
Provision for current tax		200,480	169,534
Provision for employees retirement gratuity		21,434	44,153
Dividend payable		405,430	405,430
Liability for unclaimed IPO application money		147	147
<b>Total current liabilities</b>		<b>3,117,754</b>	<b>2,992,176</b>
<b>Total liabilities</b>		<b>3,432,016</b>	<b>3,308,564</b>
<b>Total equity and liabilities</b>		<b>12,119,002</b>	<b>11,479,624</b>
<b>Net Asset Value Per Share (NAVPS) Tk.</b>	10a	<b>187.31</b>	<b>176.18</b>



Managing Director



Director



Chief Financial Officer



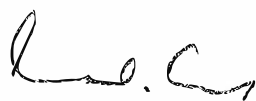
Company Secretary

Dhaka, 17 July 2019

**Berger Paints Bangladesh Limited**  
**Consolidated Statement of Changes in Equity (Unaudited)**  
**For the period from 1 April 2018 to 30 June 2019**

Taka. in '000

Particulars	Share capital	General reserve	Share premium	Retained earning	Total
Balance as at 01 April 2018	231,889	10,000	115,068	6,231,294	6,588,251
Net income during the period	-	-	-	342,743	342,743
<b>Balance as at 30 June 2018</b>	<b>231,889</b>	<b>10,000</b>	<b>115,068</b>	<b>6,574,037</b>	<b>6,930,994</b>
Balance as at 01 April 2019	463,779	-	-	7,707,281	8,171,060
Net income during the period	-	-	-	515,926	515,926
<b>Balance as at 30 June 2019</b>	<b>463,779</b>	<b>-</b>	<b>-</b>	<b>8,223,207</b>	<b>8,686,986</b>



Managing Director



Director



Chief Financial Officer



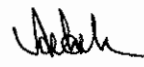
Company Secretary

Dhaka, 17 July 2019

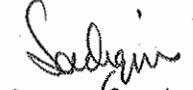
**Berger Paints Bangladesh Limited**  
**Consolidated Statement of cash flows (Unaudited)**  
**For the period from 1 April 2019 to 30 June 2019**

	Taka in '000	
	Apr-Jun 2019	Apr-Jun 2018
<b>Cash flows from operating activities (A)</b>		
Cash received from customers	4,478,019	3,917,245
Cash received from other operating income	77,304	57,076
Cash paid to suppliers and employees	(3,469,070)	(4,040,433)
Payment of interest	(9)	(5,104)
Income tax paid	(157,358)	(85,489)
<b>Net cash flows from operating activities</b>	<b>11a&amp;12a 928,886</b>	<b>(156,705)</b>
<b>Cash flows from investing activities (B)</b>		
Capital expenditures	(388,188)	(537,992)
Proceeds from disposal of assets	468	8,513
<b>Net cash used in investing activities</b>	<b>(387,720)</b>	<b>(529,479)</b>
<b>Cash flows from financing activities (C)</b>		
Dividend paid	-	-
<b>Net cash used in financing activities</b>	<b>-</b>	<b>-</b>
Increase / (decrease) in cash and cash equivalents (D) = (A+B+C)	541,166	(686,184)
Opening cash and cash equivalents (E)	2,305,784	1,139,217
<b>Closing net cash and cash equivalents (D+E)</b>	<b>2,846,950</b>	<b>453,033</b>
<b>Reconciliation of closing cash and cash equivalents:</b>		
	As at	
	30 Jun 2019	30 Jun 2018
Term deposit- short term portion	701,238	100,000
Term loan- short term portion	-	(430,000)
Cash and cash equivalents	2,145,712	1,057,272
Operational overdraft	-	(274,239)
<b>Closing net cash and cash equivalents</b>	<b>2,846,950</b>	<b>453,033</b>
<b>Operating Cash Flows Per Share Tk.</b>	<b>11a 20.03</b>	<b>(3.38)</b>

  
**Managing Director**

  
**Director**

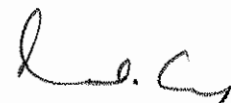
  
**Chief Financial Officer**

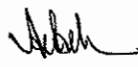
  
**Company Secretary**

Dhaka, 17 July 2019

**Berger Paints Bangladesh Limited**  
**Statement of Financial Position (Unaudited)**  
**As at 30 June 2019**

		Taka in '000	
Notes	30 Jun 2019	31 Mar 2019	
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3	3,846,902	3,781,328
Capital work-in-progress		423,492	227,760
Intangible assets		70,393	78,123
		<b>4,340,787</b>	<b>4,087,211</b>
Investment - at cost		93,343	93,343
<b>Total non-current assets</b>		<b>4,434,130</b>	<b>4,180,554</b>
<b>Current assets</b>			
Inventories	4	1,882,160	2,025,209
Trade & other receivables	5	1,748,080	1,663,524
Advances, deposits and prepayments	6	324,169	429,540
Term deposit		701,237	401,237
Cash and cash equivalents	7	2,126,291	1,892,143
Inter - company receivables		113,516	126,818
		<b>6,895,453</b>	<b>6,538,471</b>
<b>Total current assets</b>		<b>11,329,583</b>	<b>10,719,025</b>
<b>Total assets</b>			
<b>Equity and liabilities</b>			
Share capital		463,779	463,779
Retained earnings		7,568,096	7,074,723
<b>Equity attributable to the Company's equity holders</b>	10	<b>8,031,875</b>	<b>7,538,502</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities	8	242,179	242,259
<b>Total non-current liabilities</b>		<b>242,179</b>	<b>242,259</b>
<b>Current liabilities</b>			
Trade and other payables	9	2,105,257	2,011,274
Provision for royalty		334,248	309,863
Provision for current tax		202,748	180,851
Employees' retirement gratuity		7,699	30,699
Dividend payable		405,430	405,430
Liability for unclaimed IPO application money		147	147
		<b>3,055,529</b>	<b>2,938,264</b>
<b>Total current liabilities</b>		<b>3,297,708</b>	<b>3,180,523</b>
<b>Total liabilities</b>		<b>11,329,583</b>	<b>10,719,025</b>
<b>Total equity and liabilities</b>			
Net Asset Value Per Share (NAVPS) Tk.	10	<b>173.18</b>	<b>162.55</b>

  
**Managing Director**

  
**Director**

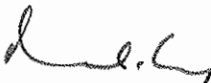
  
**Chief Financial Officer**

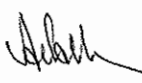
  
**Company Secretary**

Dhaka, 17 July 2019

**Berger Paints Bangladesh Limited**  
**Statement of Profit or Loss and Other Comprehensive Income (Unaudited)**  
**For the period from 1 April 2019 to 30 June 2019**

	Taka in '000		
	Notes	Apr-Jun 2019	Apr - Jun 2018
Revenue-net		4,538,370	3,959,647
Cost of sales		<u>(2,442,071)</u>	<u>(2,305,938)</u>
<b>Gross profit</b>		<b>2,096,299</b>	<b>1,653,709</b>
Selling, distribution and warehousing expenses		(1,332,290)	(1,095,685)
Administrative and general expenses		(119,242)	(118,637)
Other operating expenses		(26,045)	(22,943)
Other operating income		47,372	45,286
		<u>(1,430,205)</u>	<u>(1,191,979)</u>
<b>Operating income</b>		<b>666,094</b>	<b>461,730</b>
Finance cost		(7)	(4,917)
Investment income		38,914	5,150
<b>Net finance income</b>		<b>38,907</b>	<b>233</b>
Other non-operating income		468	4,658
<b>Income before WPPF and tax</b>		<b>705,469</b>	<b>466,621</b>
Workers' profit participation and welfare fund (WPPF)		(35,250)	(23,099)
<b>Income before tax</b>		<b>670,219</b>	<b>443,522</b>
Current tax expenses		(176,926)	(118,672)
Deferred tax (expenses)/income		80	(5,000)
		<u>(176,846)</u>	<u>(123,672)</u>
<b>Net income</b>	11&12	<b>493,373</b>	<b>319,850</b>
<b>Basic Earnings per share (EPS) Tk.</b>	11	<b>10.64</b>	<b>6.90</b>

  
**Managing Director**

  
**Director**

  
**Chief Financial Officer**

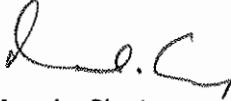
  
**Company Secretary**

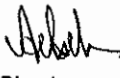
Dhaka, 17 July 2019

**Berger Paints Bangladesh Limited**  
**Statement of Changes of Equity (Unaudited)**  
**For the period from 1 April 2019 to 30 June 2019**

Taka in '000

Particulars	Share capital	General reserve	Share Premium	Retained earnings	Total equity
Balance as at 1 April 2018	231,889	10,000	115,068	5,694,178	6,051,135
Net income during the period	-	-	-	319,850	319,850
<b>Balance as at 30 June 2018</b>	<b>231,889</b>	<b>10,000</b>	<b>115,068</b>	<b>6,014,028</b>	<b>6,370,985</b>
Balance as at 1 April 2019	463,779	-	-	7,074,723	7,538,502
Net income during the period	-	-	-	493,373	493,373
<b>Balance as at 30 June 2019</b>	<b>463,779</b>	<b>-</b>	<b>-</b>	<b>7,568,096</b>	<b>8,031,875</b>

  
**Managing Director**

  
**Director**

  
**Chief Financial Officer**

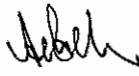
  
**Company Secretary**

Dhaka, 17 July 2019

**Berger Paints Bangladesh Limited**  
**Statement of Cash Flows (Unaudited)**  
For the period from 1 April 2019 to 30 June 2019

	Taka in '000	
	Apr-Jun 2019	Apr- Jun 2018
<b>Cash flows from operating activities (A)</b>		
Cash received from customers	4,468,331	3,910,568
Cash received from other operating income	71,769	49,458
Cash paid to suppliers and employees	(3,471,999)	(4,011,632)
Payment of interest	(7)	(4,917)
Income tax paid	(155,029)	(82,589)
<b>Net cash flows /(used) from operating activities</b>	<b>913,065</b>	<b>(139,112)</b>
	11&12	
<b>Cash flows from investing activities (B)</b>		
Capital expenditures	(379,385)	(536,118)
Proceeds from disposal of property, plant and equipment	468	8,513
<b>Net cash used in investing activities</b>	<b>(378,917)</b>	<b>(527,605)</b>
<b>Cash flows from financing activities (C)</b>		
Dividend paid	-	-
<b>Net cash used in financing activities</b>	<b>-</b>	<b>-</b>
Increase / (Decrease) in cash and cash equivalents (D) = (A+B+C)	534,148	(666,717)
Opening cash and cash equivalents (E)	2,293,380	1,115,230
<b>Closing cash and cash equivalents (D+E)</b>	<b>2,827,528</b>	<b>448,513</b>
<b>Reconciliation of cash and cash equivalents:</b>	<b>As at</b>	
	<b>30 Jun 2019</b>	<b>30 Jun 2018</b>
Term deposit- short term portion	701,237	100,000
Term loan- short term portion	-	(430,000)
Cash and cash equivalents	2,126,291	1,052,752
Operational overdraft	-	(274,239)
<b>Closing net cash and cash equivalents</b>	<b>2,827,528</b>	<b>448,513</b>
<b>Net Operating Cash Flows Per Share (NOCFPS) Tk</b>	<b>19.69</b>	<b>(3.00)</b>
	11	

  
Managing Director

  
Director

  
Chief Financial Officer

  
Company Secretary

Dhaka, 17 July 2019



**BERGER PAINTS BANGLADESH LIMITED**  
**SELECTED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENT (UNAUDITED)**  
**FOR THE PERIOD ENDED 30 June 2019**

**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 and coating.

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

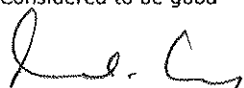
Berger Paints Bangladesh Limited holds 49% share of Berger Becker Bangladesh Limited-BBBL. The principal activities of BBBL are manufacturing and marketing of coil coatings.

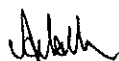
Berger Paints Bangladesh Limited has set up a joint venture company with Forsoc International Limited, United Kingdom in the name of "Berger Fosroc Limited" in Bangladesh, incorporated on 19 April 2018, for the purpose of carrying on the business to manufacture and sell construction chemicals. Berger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

	Taka in '000	
	30 Jun 2019	31 Mar 2019
<b>3 Property, Plant and Equipment</b>		
Property, Plant and Equipment - at cost	6,516,030	6,340,581
Accumulated depreciation	(2,669,128)	(2,559,253)
	<b>3,846,902</b>	<b>3,781,328</b>
<b>3 a. Consolidated Property, Plant and Equipment</b>		
Property, Plant and Equipment - at cost	7,244,277	7,064,965
Accumulated depreciation	(2,973,326)	(2,849,067)
	<b>4,270,951</b>	<b>4,215,898</b>
<b>4 Inventories</b>		
Raw materials	652,756	737,143
Semi-processed and bulk products	112,635	141,726
Packing materials	34,254	41,194
Finished goods	529,219	727,208
Stores & Promotional items	84,949	84,492
Stocks in transit	468,347	293,446
	<b>1,882,160</b>	<b>2,025,209</b>
<b>4 a. Consolidated Inventories</b>		
Raw materials	704,262	786,403
Semi-processed and bulk products	161,432	195,778
Packing materials	27,293	41,194
Finished goods	536,390	732,368
Stores & Promotional items	94,268	90,718
Stocks in transit	493,849	316,962
	<b>2,017,494</b>	<b>2,163,423</b>
<b>5 Trade &amp; other receivables</b>		
Trade debtors -unsecured	1,777,872	1,706,709
General provision for bad & doubtful debts	(57,024)	(55,900)
	1,720,848	1,650,809
Other receivables	27,232	12,715
Considered to be good	<b>1,748,080</b>	<b>1,663,524</b>









		Taka in '000	
		30 Jun 2019	31 Mar 2019
<b>5 a. Consolidated Trade &amp; other receivables</b>			
Trade debtors -unsecured		1,803,075	1,722,878
General provision for bad & doubtful debts		(57,024)	(55,900)
		1,746,051	1,666,978
Intercompany receivables with Berger Becker Bangladesh Limited		9,496	20,480
Intercompany receivables with Berger Fosroc Limited		17,932	-
Other receivables		27,232	17,044
Considered to be good		<u>1,800,711</u>	<u>1,704,502</u>
<b>6 Advances, deposits and prepayments</b>			
Advance to employees		88,806	78,578
Advance to suppliers & others		188,031	187,703
VAT & Other deposit		24,023	148,230
Prepaid expenses		23,309	15,029
		<u>324,169</u>	<u>429,540</u>
<b>6 a. Consolidated Advances, deposits and prepayments</b>			
Advance to employees		90,276	80,283
Advance to suppliers & others		190,490	187,892
VAT & Other deposit		27,511	152,893
Prepaid expenses		23,912	15,986
		<u>332,189</u>	<u>437,054</u>
<b>7 Cash and cash equivalents</b>			
Term deposit accounts(FDR)-Three Months		1,300,000	800,000
Current and collection accounts		494,478	838,392
Short term deposit accounts		303,962	225,880
Dividend account		11,184	11,068
Foreign currency accounts		9,283	11,664
IPO Fund with scheduled bank		395	392
In hand - cash		6,989	4,747
		<u>2,126,291</u>	<u>1,892,143</u>
<b>7 a. Consolidated Cash and cash equivalents</b>			
Term deposit accounts(FDR)-Three Months		1,300,000	800,000
Current and collection accounts		494,478	839,126
Short term deposit accounts		322,965	237,279
Dividend account		11,184	11,068
Foreign currency accounts		9,283	11,725
IPO Fund with scheduled bank		395	392
In hand - cash		7,407	4,957
		<u>2,145,712</u>	<u>1,904,547</u>
<b>8 Deferred tax liabilities</b>			
	<u>Carrying amount</u>	<u>Tax base</u>	<u>Taxable/(deductible) temporary difference</u>
Property, plant and equipment	2,868,411	1,834,974	1,033,437
Provision for employees' benefit plan	(7,699)		(7,699)
Provision for bad debts	(57,023)		(57,023)
<b>Net temporary difference</b>			<u>968,715</u>
Effective tax rate			25%
<b>Deffered tax liabilities</b>			<u>242,179</u>
Opening balance			242,259
Closing balance			242,179
<b>Deffered tax expenses</b>			<u>(80)</u>
<b>8 a. Consolidated Deferred tax liabilities</b>			
	<u>Carrying amount</u>	<u>Tax base</u>	<u>Taxable/(deductible) temporary difference</u>
Property, plant and equipment	3,285,660	2,032,537	1,253,123
Provision for employees' benefit plan	(21,434)		(21,434)
Provision for bad debts	(57,023)		(57,023)
<b>Net temporary difference</b>			<u>1,174,666</u>
<b>Deffered tax liabilities</b>			<u>314,262</u>
Opening balance			316,388
Closing balance			314,262
<b>Deffered tax expenses</b>			<u>(2,126)</u>

*Le. S.*

*Abdel*

*Jo Salim*

		Taka in '000	
		30 Jun 2019	31 Mar 2019
<b>9</b>	<b>Trade and other payables</b>		
	Revenue expenses	1,231,864	1,165,255
	Trading supplies	742,021	578,791
	Other finance	73,725	106,352
	Capital expenditure	22,397	22,309
	Workers' profits participation & welfare funds	35,250	138,567
		<b><u>2,105,257</u></b>	<b><u>2,011,274</u></b>
<b>9 a.</b>	<b>Consolidated Trade and other payables</b>		
	Revenue expenses	1,244,401	1,178,182
	Trading supplies	773,342	607,544
	Other finance	79,179	111,696
	Capital expenditure	22,397	22,309
	Workers' profits participation & welfare funds	36,696	143,318
		<b><u>2,156,015</u></b>	<b><u>2,063,049</u></b>
<b>10</b>	<b>NAV per share</b>		
	<b>The computation of NAV per share</b>		
	Total assets	11,329,583	10,719,025
	Total liabilities	<u>(3,297,708)</u>	<u>(3,180,523)</u>
	Net Assets Value	<u>8,031,875</u>	<u>7,538,502</u>
	Number of ordinary shares used to compute NAV	<u>46,377,880</u>	<u>46,377,880</u>
	<b>NAV per share</b>	<b><u>Taka 173.18</u></b>	<b><u>162.55</u></b>
<b>10 a.</b>	<b>Consolidated NAV per share</b>		
	<b>The computation of NAV per share</b>		
	Total assets	12,119,002	11,479,624
	Total liabilities	<u>(3,432,016)</u>	<u>(3,308,564)</u>
	Net Assets Value	<u>8,686,986</u>	<u>8,171,060</u>
	Number of ordinary shares used to compute NAV	<u>46,377,880</u>	<u>46,377,880</u>
	<b>NAV per share</b>	<b><u>Taka 187.31</u></b>	<b><u>176.18</u></b>
		Taka in '000	
		Apr- Jun 2019	Apr- Jun 2018
<b>11</b>	<b>EPS and NOCFPS per share</b>		
	Earnings (PAT) attributable to ordinary shareholders	<u>493,373</u>	<u>319,850</u>
	Number of ordinary shares used to compute EPS and NOCEPS	<u>46,377,880</u>	<u>46,377,880</u>
	Net cash flow from operating activities (NOCFPS)	<u>913,065</u>	<u>(139,112)</u>
	<b>EPS -Basic</b>	<b><u>Taka 10.64</u></b>	<b><u>6.90</u></b>
	<b>Net Operating cash flow per share (NOCFPS)</b>	<b><u>Taka 19.69</u></b>	<b><u>(3.00)</u></b>
<b>11 a.</b>	<b>Consolidated EPS and NOCFPS per share</b>		
	Earnings (PAT) attributable to ordinary shareholders	<u>515,926</u>	<u>342,743</u>
	Number of ordinary shares used to compute EPS and NOCEPS	<u>46,377,880</u>	<u>46,377,880</u>
	Net cash flow from operating activities (NOCFPS)	<u>928,886</u>	<u>(156,705)</u>
	<b>EPS -Basic</b>	<b><u>Taka 11.12</u></b>	<b><u>7.39</u></b>
	<b>Net Operating cash flow per share (NOCFPS)</b>	<b><u>Taka 20.03</u></b>	<b><u>(3.38)</u></b>

Taka in '000	
Apr- Jun 2019	Apr- Jun 2018

**12 Reconciliation of net income with cashflows from operating activities**

**Cash flows from operating activities under indirect method**

Net income	493,373	319,850
<b>Adjustment for non-cash items and others:</b>		
Depreciation and Amortization	125,809	118,825
Other non-operating income	(468)	(4,658)
Deferred expenses	(80)	5,000
<b>Changes in operating assets and liabilities</b>		
(Increase)/Decrease in trade and other receivables	(84,556)	(50,056)
(Increase)/ Decrease in inventories	143,049	(168,592)
Increase/(Decrease) in trade and other payables	93,983	(414,387)
(Increase)/Decrease in inter-company receivable	13,302	13,169
(Increase)/Decrease advance,deposits and prepayments	105,371	5,625
Increase/(Decrease) in provision for royalty	24,385	20,885
Increase/(Decrease) in provision for gratuity	(23,000)	(20,856)
Increase/(Decrease) in provision for current tax	21,897	36,083
	<u>419,692</u>	<u>(458,962)</u>
<b>Net cash flows from operating activities</b>	<b><u>913,065</u></b>	<b><u>(139,112)</u></b>

**12 a. Reconciliation of consolidated net income with consolidated cashflows from operating activities**

**Cash flows from operating activities under indirect method**

Net income	515,926	342,743
<b>Adjustment for non-cash items and others:</b>		
Depreciation and Amortization	140,379	132,184
Other non-operating income	(468)	(4,658)
Share of profit of associates	(4,988)	(8,838)
Deferred tax expenses	(2,126)	3,720
<b>Changes in operating assets and liabilities</b>		
(Increase)/Decrease in trade and other receivables	(96,209)	(60,633)
(Increase)/ Decrease in inventories	145,929	(169,745)
Increase/(Decrease) in trade and other payables	92,966	(430,194)
(Increase)/Decrease advance,deposits and prepayments	104,865	2,972
Increase/(Decrease) in provision for royalty	24,385	20,885
Increase/(Decrease) in provision for gratuity	(22,719)	(20,667)
Increase/(Decrease) in provision for current tax	30,946	35,526
	<u>412,960</u>	<u>(499,448)</u>
<b>Net cash flows from operating activities</b>	<b><u>928,886</u></b>	<b><u>(156,705)</u></b>

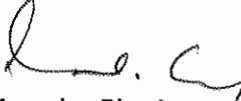
**13 Significant Deviation**

The earnings per share (EPS) for first quarter ended 30 June 2019 increased significantly from same period of previous year as a result of decline in price of key raw materials and increase in net financial income.

The net operating cash flow per share (NOCFPS) increased significantly from same period of previous year mainly because of improvement in working capital management.

**14 General**

Figures appearing in these financial statements have been rounded off to the nearest thousand Taka.

  
Managing Director

  
Director

  
Chief Financial Officer

  
Company Secretary

Dhaka, 17 July 2019