

**Deshbandhu Polymer Limited**  
**Statement of Financial Position**  
as at 30 September 2011

	<u>30 Sep 2011</u>	<u>30 June 2011</u>
	<u>Taka</u>	<u>Taka</u>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant & equipment:		
At Cost/revaluation	298,663,289	280,878,095
Accumulated depreciation	(29,837,040)	(27,418,791)
	268,826,249	253,459,304
Capital in progress	1,153,780	10,846,316
	269,980,029	264,305,620
Investment	724,070	719,070
Deferred tax assets	4,174,710	4,174,710
	274,878,809	269,199,400
<b>Current assets</b>		
Advance, deposit and prepayments	17,067,045	14,388,440
Cash and bank balances	259,741,410	249,203,335
Trade debtors	36,202,490	9,549,893
Intercompany receivable	183,702,806	191,129,771
Stock & spare parts in transit	140,319,910	134,880,791
Other debtors	763,408	2,466,290
Advance income tax	9,914,917	9,242,507
	647,711,986	610,861,026
<b>Total assets</b>	<b>922,590,795</b>	<b>880,060,426</b>
<b>Equity and Liabilities</b>		
<b>Shareholders' equity</b>		
Share capital	400,000,000	400,000,000
Tax holiday reserve	29,309,737	29,309,737
Retained earnings	80,874,182	70,254,118
	510,183,919	499,563,855
<b>Non-current liabilities</b>		
Long term loan	18,560,934	22,690,950
	18,560,934	22,690,950
<b>Current Liabilities</b>		
Trade creditors	123,919,481	120,393,330
Other creditors	18,405,543	9,081,811
Bank overdraft	9,124,594	30,359,797
Intercompany payable	2,245,000	2,200,000
Liability for share money refund	16,307,593	17,909,417
Worker profit participation fund	1,851,481	1,413,924
Provision for Tax	9,500,888	8,238,874
Short term loan	212,491,363	168,208,467
	393,845,942	357,805,621
<b>Total Equity and liability</b>	<b>922,590,795</b>	<b>880,060,426</b>

Sd/-  
Golam Rahman  
Managing Director

Sd/-  
Md. Liakat Ali Khan  
Company Secretary

Sd/-  
Gobinda Chandra Das FCA  
Chief Financial Officer

**Deshbandhu Polymer Limited**  
**Statement of Comprehensive Income**  
for the period ended 30 September 2011

<b>Particulars</b>	<b><u>30 Sep 2011</u></b> <b><u>Taka</u></b>	<b><u>30 Sep 2010</u></b> <b><u>Taka</u></b>
Revenue	83,196,161	55,391,203
Cost of sales	<u>72,729,075</u>	<u>(46,138,905)</u>
<b>Gross profit</b>	<b>10,467,085</b>	<b>9,252,299</b>
Administrative and selling expenses	<u>(2,790,312)</u>	<u>(3,035,089)</u>
<b>Operating profit</b>	<b>7,676,773</b>	<b>6,217,209</b>
Financing cost / income	4,589,143	1,993,204
Provision for contribution to WPPF	<u>(383,839)</u>	<u>-</u>
<b>Net profit/(Loss) before income tax</b>	<b>11,882,078</b>	<b>8,210,413</b>
Provision for Tax	<u>1,262,014</u>	<u>-</u>
<b>Comprehensive income for the year</b>	<b><u>10,620,064</u></b>	<b><u>8,210,413</u></b>
<b>Earning per share (EPS)</b>	<b><u>0.27</u></b>	<b><u>0.34</u></b>

**Notes:**

- 1) The production of new machineries did not start during this period. Trial production of the new machineries will take place in December 2011 and commercial production will start from January 2012.
- 2) Sales and profit of the new plant will be reflected in the account's of 3<sup>rd</sup> and 4<sup>th</sup> quarter of 2011-2012.

Sd/-  
\_\_\_\_\_  
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Md. Liakat Ali Khan  
Company Secretary

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\_\_\_\_\_  
Gobinda Chandra Das FCA  
Chief Financial Officer

Dhaka, 13 November, 2011

**Deshbandhu Polymer Limited**  
**Statement of Changes in Shareholders Equity**  
for the period ended 30 September 2011

<b>Particulars</b>	<b>Share Capital Taka</b>	<b>Tax holiday reserve Taka</b>	<b>Retained earnings Taka</b>	<b>Total Taka</b>
<b>Balance as at 01 July, 2010:</b>	240,000,000	20,826,194	31,239,291	292,065,485
Share Capital	160,000,000	-	-	160,000,000
AIT Adjustment during the year	-	-	(3,515,285)	(3,515,285)
Net profit/(loss) for the year	-	-	51,013,655	51,013,655
Tax holiday reserve	-	8,483,543	(8,483,543)	-
<b>Balance as at 30 June, 2011</b>	400,000,000	29,309,737	70,254,118	499,563,855
Net profit/(loss) for the period	-	-	10,620,064	10,620,064
<b>Balance as at 30 September, 2011</b>	<u>400,000,000</u>	<u>29,309,737</u>	<u>80,874,182</u>	<u>510,183,919</u>

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Dhaka, 13 November, 2011

**Deshbandhu Polymer Limited**  
**Statement of Cash Flow**  
for the period ended 30 September 2011

	<u>30 Sep 2011</u> <u>Taka</u>	<u>30 Sep 2010</u> <u>Taka</u>
<b>A. Cash flows from operating activities:</b>		
Cash received from turnover	56,543,563	33,265,976
Other income & scrap sales	-	-
Payment for cost and other expenses	(48,094,393)	(24,626,908)
<b>Cash generated from operations</b>	8,449,170	8,639,068
Financing cost / income	4,589,143	1,993,204
<b>Net cash used in operating activities</b>	13,038,313	10,632,272
<b>B. Cash flow from investing activities:</b>		
Addition of fixed assets	(8,092,658)	(347,100)
Investment	(5,000)	-
Investment in current assets	(26,312,885)	(91,611,037)
<b>Net cash used in investing activities</b>	(34,410,543)	(91,958,137)
<b>C. Cash flow from financing activities:</b>		
Sundry creditors	14,594,453	80,307,217
Refundable share money	(1,601,824)	-
Short term loan from bank	44,282,896	(12,285,630)
Long term loan	(4,130,016)	(4,239,192)
<b>Net cash from financing activities</b>	53,145,509	63,782,395
<b>Net cash inflow / (outflow) (A+B+C)</b>	31,773,279	(17,543,470)
<b>Cash and cash equivalent at beginning</b>	218,843,538	122,621,698
<b>Cash and cash equivalent at closing</b>	250,616,817	105,078,228

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Managing Director

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Gobinda Chandra Das FCA  
Chief Financial Officer

Dhaka, 13 November, 2011

**Deshbandhu Polymer Limited**  
**Notes to the financial position**  
For the 1st quarter ended 30 September 2011  
Un-audited

**1.0 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 2011. This interim financial report includes those selected explanatory notes as were deemed appropriate for better understanding of un-audited financial statements.

**2.0 Presentation of financial statements and basis of accounting**

The financial statements have been prepared in accordance with generally accepted accounting principles under "Historical cost convention" and after compliance with Bangladesh Financial Reporting Standards (BFRS) & Bangladesh Accounting Standards (BASs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act 1994, the Security and Exchange Rules 1987 and other applicable laws and regulations.

**3.0 Stock & spares**

Raw materials & packing materials are valued at the lower of cost and Net Realizable Value (NRV). Cost determined on average cost basis. The cost of stock comprises of expenditure incurred in the normal course of business in bringing the stock to their present location and condition. Finished goods and work in process are valued at material cost and proportionate labor & overhead.

**3.1 Closing stock**

Raw materials	52,745,252
work in process (W I P)	28,781,984
Finished goods	5,506,650
Stock, spare parts & raw material in transit	53,286,024
	<b>140,319,910</b>

**4.0 Property, plant & equipment:**

Fixed asset at Cost as at 01.07.11	280,878,095
Addition interim period	17,785,194
Accumulated depreciation	(29,837,040)
	<b>268,826,249</b>

**5.0 Trade debtors**

Debts due over six months	43,037
Debts due below six months	36,159,453
	<b>36,202,490</b>