

**SHINEPUKUR CERAMICS LIMITED**

17, Dhanmondi R.A, Road No. 2, Dhaka-1205

2ND QUARTER FINANCIAL STATEMENTS

We are pleased to present the un-audited Financial Statements of Shinepukur Ceramics Limited for the 2nd quarter ended on 31 December 2020 in terms of Securities and Exchange Commission Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 Dated: 20 June, 2018. Accordingly these Financial Statements have already been sent to BSEC, DSE & CSE.

STATEMENT OF FINANCIAL POSITIONS (UN-AUDITED)

As at 31 December 2020

	Taka '000	
	As at 30 Dec 2020	As at 30 Jun 2020
ASSETS		
Non-Current Assets	5,241,785	5,180,084
Property, Plant & Equipment-Carrying Value	5,086,044	5,145,935
Investments in Shares	155,741	34,149
Current Assets	1,246,815	1,236,014
Inventories	897,312	902,826
Accounts & Other Receivables	154,616	178,702
Advances and Deposits	180,772	146,683
Cash and Cash Equivalents	14,115	7,804
TOTAL ASSETS	6,488,600	6,416,098
SHAREHOLDERS' EQUITY AND LIABILITIES		
Equity Attributable to the Owners of the Company	4,382,235	4,275,198
Issued Share Capital	1,469,661	1,469,661
Fair value loss on Investment in Shares	(9,230)	(130,822)
Revaluation Surplus on Property, Plant and Equipment	2,966,690	2,966,690
Retained Earnings	(44,886)	(30,331)
Non-Current Liabilities	446,695	506,158
Long Term Loans-Net Off Current Maturity	229,932	291,264
Deferred Tax Liability	81,472	81,472
Gratuity Payable	135,291	133,422
Current Liabilities and Provisions	1,659,670	1,634,742
Short Term Loans from Banks & Other	756,374	766,337
Long Term Loans-Current Maturity	214,498	155,095
Creditors, Accruals and Other Payables	659,405	713,311
Dividend Payable	29,393	-
TOTAL EQUITY AND LIABILITIES	6,488,600	6,416,098

STATEMENT OF CASH FLOWS (UN-AUDITED)

For the year ended July - Dec 2020

	Taka '000	
	2 nd Quarter ended July- Dec 20	2 nd Quarter ended July - Dec 19
Cash Flows from Operating Activities		
Cash Flows From Operating Activities:		
Collections from turnover and other income	691,817	777,296
Payments for costs, expenses & others	(624,113)	(572,982)
Interest Paid	(36,510)	(63,475)
Income-Tax paid and /or deducted at sources	(12,851)	(13,202)
Net Cash Generated from Operating Activities	18,343	127,637
Cash Flows From Investing Activities:		
Property, Plant and Equipment acquired	(141)	(560)
Net Cash Used in Investing Activities	(141)	(560)
Cash Flows From Financing Activities:		
Net Increase/(Decrease) in Long Term Borrowings	(1,928)	(56,021)
Net Increase/(Decrease) in Short Term Borrowings	(9,963)	(81,146)
Net cash used in financing activities	(11,891)	(137,167)
Increase/(Decrease) in Cash and Cash Equivalents	6,311	(10,090)
Cash and Cash Equivalents at the beginning of the year	7,804	25,509
Cash and Cash Equivalents at the end of the year	14,115	15,419
Net Operating Cash Flows Per Share	0.12	0.87
Number of Shares Used to compute Net Operating Cash Flow Per Share	146,966	146,966

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

For the period July - Dec 2020

	2 nd Quarter ended July-Dec 2020	2 nd Quarter ended July-Dec 2019	Quarter ended Oct-Dec 2020	Quarter ended Oct-Dec 2019
Revenue	665,636	692,017	332,155	350,133
Cost of Goods Sold	(561,819)	(555,673)	(281,681)	(282,514)
Gross Profit	103,817	136,344	50,475	67,619
Other Income	2,095	1,964	1,125	260
Operating Expenses	(47,050)	(51,321)	(22,300)	(26,943)
Administrative Expenses	(22,863)	(23,458)	(9,757)	(10,413)
Selling & Distribution Expenses	(24,187)	(27,863)	(12,543)	(16,530)
Profit from Operations	58,862	86,986	29,300	40,936
Financial Cost	(38,250)	(64,357)	(19,196)	(28,444)
Profit Before Contribution to WPPF & Welfare Funds	20,612	22,629	10,104	12,492
Contribution to WPPF/Welfare Funds	(1,143)	(1,078)	(642)	(549)
Profit Before Tax	19,470	21,552	9,462	11,943
Current Tax	(4,631)	(13,192)	(2,625)	(6,005)
Deferred Tax Income/(Expenses)	-	-	-	-
Profit After Tax	14,838	8,360	6,837	5,938
Other Comprehensive Income-Fair Value Gain/(Loss) on Inv.	121,592	(22,451)	92,180	(12,473)
Total Comprehensive Income for the Period	136,430	(14,090)	99,017	(6,534)
Earning Per Share(EPS)	0.10	0.06	0.05	0.04
Number of Shares Used to Compute EPS	146,966	146,966	146,966	146,966

STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the period July - Dec 2020

Particulars	Taka '000					Particulars	Taka '000				
	Share Capital	Revaluation Surplus	Fair Value Loss on Invest. in Shares	Retained Earnings	Total Equity		Share Capital	Revaluation Surplus	Fair Value Loss on Invest. in Shares	Retained Earnings	Total Equity
Balance as on 01 July 2019	1,469,661	2,966,690	(106,500)	(61,923)	4,267,927	Balance as on 01 July 2020	1,469,661	2,966,690	(130,822)	(30,331)	4,275,198
Net Profit after tax for the period	-	-	-	8,360	8,360	Net Profit after tax for the period	-	-	-	14,838	14,838
Fair Value Gain/(Loss) on Investment in Shares	-	-	(22,451)	-	(22,451)	2% Cash Dividend for 2019-2020	-	-	-	(29,393)	(29,393)
Total Balance as on 31 Dec 2019	1,469,661	2,966,690	(128,951)	(53,563)	4,253,837	Fair Value Gain/(Loss) on Investment in Shares	-	-	121,592	-	121,592
Number of Shares					146,966	Total Balance as on 31 Dec 2020	1,469,661	2,966,690	(9,230)	(44,886)	4,382,235
Net Asset Value (NAV) Per Share					28.94	Number of Shares					146,966
						Net Asset Value (NAV) Per Share					29.82

Iqbal Ahmed
Director

O K Chowdhury, FCA
Director

Mohammed Humayun Kabir, FCA
Chief Executive

Mohammad Asad Ullah, FCS
Executive Director & Company Secretary

Nargis Sultana
Head of Finance & Accounts

Explanatory notes: Performance: The export sales were significantly lower in Q2 of FY 2020-21 mainly due to the impact of the pandemic Covid 19. In domestic market, retail sales of bone china wares also declined. However increase in porcelain sales minimized the decrease in overall sales to 5% during Q2 of FY 2020-21. **Profitability & EPS:** Increased sales of porcelain wares pushed the cost of goods sold up and lowered the Gross Profit ratio to 15.60% in HY1 of FY 2020-21 from 19.70% of HY1 of FY 2019-20. However, there were savings in operating expenses & finance cost. Current tax provision has been made based on the minimum tax payable. There was no benefit or recovery from the 'temporary difference' during Q2/ HY1 of FY 2020-21. Therefore, no provision for deferred tax was made. EPS improved to Taka 0.10 at the end of HY1 of 2020-21 which was Taka 0.06 at the end of HY1 of 2019-20. **NOCFPS:** Realization of outstanding subsidy pushed the collections from turnover up. However, increased payments against liabilities and accruals against suppliers, cost, expenses etc resulted reduction in NOCFPS. **NAVPS:** Dividend, which was approved @2% in the AGM held on 19 December 2020 for FY 2019-20 is due for payments within 30 days of the approval, has been recognized as payable in the Statement of Financial Position on 31 December 2020. After recognition of fair value gains on the investment in shares, NAVPS has improved from that of 30 June 2020 to Taka 29.82 from Taka 29.09.

The above Financial Statements is available in the Website of the Company. The address of Website is www.shinepukur.com