

**SHINEPUKUR CERAMICS LIMITED**

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

**2<sup>ND</sup> QUARTER FINANCIAL STATEMENTS**

We are pleased to present the un-audited Financial Statements of Shinepukur Ceramics Limited for the 2<sup>nd</sup> 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

**STATEMENT OF CASH FLOWS (UN-AUDITED)**

For the year ended July - Dec 2020

	Taka '000		Taka '000	
	As at 30 Dec 2020	As at 30 Jun 2020	2 <sup>nd</sup> Quarter ended July- Dec 20	2 <sup>nd</sup> Quarter ended July - Dec 19
<b>ASSETS</b>				
<b>Non-Current Assets</b>	<b>5,241,785</b>	<b>5,180,084</b>		
Property, Plant & Equipment-Carrying Value	5,086,044	5,145,935		
Investments in Shares	155,741	34,149		
<b>Current Assets</b>	<b>1,246,815</b>	<b>1,236,014</b>		
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		
<b>TOTAL ASSETS</b>	<b>6,488,600</b>	<b>6,416,098</b>		
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>				
<b>Equity Attributable to the Owners of the Company</b>	<b>4,382,235</b>	<b>4,275,198</b>		
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)		
<b>Non-Current Liabilities</b>	<b>446,695</b>	<b>506,158</b>		
Long Term Loans-Net Off Current Maturity	229,932	291,264		
Deferred Tax Liability	81,472	81,472		
Gratuity Payable	135,291	133,422		
<b>Current Liabilities and Provisions</b>	<b>1,659,670</b>	<b>1,634,742</b>		
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	-		
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>6,488,600</b>	<b>6,416,098</b>		
<b>Cash Flows from Operating Activities</b>				
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)		
<b>Net Cash Generated from Operating Activities</b>	<b>18,343</b>	<b>127,637</b>		
<b>Cash Flows From Investing Activities:</b>				
Property, Plant and Equipment acquired	(141)	(560)		
<b>Net Cash Used in Investing Activities</b>	<b>(141)</b>	<b>(560)</b>		
<b>Cash Flows From Financing Activities:</b>				
Net Increase/(Decrease) in Long Term Borrowings	(1,928)	(56,021)		
Net Increase/(Decrease) in Short Term Borrowings	(9,963)	(81,146)		
<b>Net cash used in financing activities</b>	<b>(11,891)</b>	<b>(137,167)</b>		
<b>Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>6,311</b>	<b>(10,090)</b>		
Cash and Cash Equivalents at the beginning of the year	7,804	25,509		
<b>Cash and Cash Equivalents at the end of the year</b>	<b>14,115</b>	<b>15,419</b>		
<b>Net Operating Cash Flows Per Share</b>	<b>0.12</b>	<b>0.87</b>		
<b>Number of Shares Used to compute Net Operating Cash Flow Per Share</b>	<b>146,966</b>	<b>146,966</b>		

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

For the period July - Dec 2020

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

**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)
<b>Total Balance as on 31 Dec 2019</b>	<b>1,469,661</b>	<b>2,966,690</b>	<b>(128,951)</b>	<b>(53,563)</b>	<b>4,253,837</b>	Fair Value Gain/(Loss) on Investment in Shares	-	-	121,592	-	121,592
Number of Shares					146,966	<b>Total Balance as on 31 Dec 2020</b>	<b>1,469,661</b>	<b>2,966,690</b>	<b>(9,230)</b>	<b>(44,886)</b>	<b>4,382,235</b>
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 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](http://www.shinepukur.com)