

SHINEPUKUR CERAMICS LIMITED


Statement of Financial Positions (Un-audited)

As at 30 June 2013

| Notes | Taka in '000 | |
|---|----------------------|----------------------|
| | As at 30 Jun-2013 | As at 31 Dec-2012 |
| Assets | | |
| Non-Current Assets | 5,280,957 | 5,323,600 |
| Property, Plant and Equipment - Carrying Value | 4,341,360 | 4,384,003 |
| Investment in Shares | 121,705 | 121,705 |
| Capital Work in Progress | 817,892 | 817,892 |
| Current Assets | 1,609,225 | 1,796,413 |
| Inventories | 861,388 | 845,060 |
| Accounts & Other Receivables | 639,508 | 853,413 |
| Advances, Deposits & Prepayments | 94,478 | 81,930 |
| Cash and Cash Equivalents | 13,851 | 16,010 |
| Total Assets | 6,890,182 | 7,120,013 |
| Equity and Liabilities | | |
| Shareholders' Equity | 4,587,332 | 4,544,462 |
| Issued Share Capital | 1,469,661 | 1,277,966 |
| Revaluation Surplus | 2,907,735 | 2,907,735 |
| Retained Earnings | 209,936 | 358,761 |
| Non-Current Liabilities | 548,564 | 803,484 |
| Long Term Loan Secured (Net-off Current Maturity) | 241,270 | 296,190 |
| Long Term Loan | 298,838 | 498,838 |
| Deferred Tax Liability | 8,456 | 8,456 |
| | 1,754,286 | 1,772,067 |
| Short Term Loan from Banks (Secured) | 1,174,553 | 1,183,796 |
| Long Term Loan-Current Maturity (Secured) | 163,090 | 143,242 |
| Creditors, Accruals and other Payables | 322,885 | 315,461 |
| Income Tax Payable | 93,758 | 129,568 |
| Total Equity and Liabilities | 6,890,182 | 7,120,013 |



Salman F Rahman
Vice-Chairman



Nazmul Hassan
Managing Director

SHINEPUKUR CERAMICS LIMITED

Statement of Comprehensive Income (Un-audited)

For the half year ended 30 June 2013

| Notes | Taka in '000 | | | |
|---|-----------------------------------|-----------------------------------|------------------------------------|------------------------------------|
| | Half-Year ended 30 Jun-2013 | Half-Year ended 30 Jun-2012 | Quarter ended Apr- June 2013 | Quarter ended Apr- June 2012 |
| Revenue (Turnover) from net sales | 908,773 | 973,997 | 462,905 | 487,446 |
| Cost of Goods Sold | 616,114 | 621,592 | 312,104 | 304,894 |
| Gross Profit | 292,659 | 352,405 | 150,801 | 182,552 |
| Operating Expenses: | 65,012 | 52,058 | 36,246 | 22,210 |
| Administrative Expenses | 30,525 | 24,871 | 16,797 | 10,729 |
| Selling & Distribution Expenses | 34,487 | 27,187 | 19,449 | 11,481 |
| Operating Profit | 227,647 | 300,347 | 114,555 | 160,342 |
| Financial Expenses | 174,279 | 178,762 | 87,877 | 90,250 |
| Net Profit Before Cont. to WPWF | 53,368 | 121,585 | 26,678 | 70,092 |
| Contribution to Workers' Participation/Welfare Fund | 2,541 | 5,790 | 1,270 | 3,338 |
| Net Profit Before Tax | 50,827 | 115,795 | 25,408 | 66,754 |
| Income Tax Expenses | 7,957 | 18,305 | 3,959 | 10,504 |
| Net Profit After Tax | 42,870 | 97,490 | 21,449 | 56,250 |
| Other Comprehensive Income | - | - | - | - |
| Total Comprehensive Income | 42,870 | 97,490 | 21,449 | 56,250 |
| Earning per share (EPS)/Restated EPS | 0.29 | 0.76 | 0.15 | 0.44 |
| No. of Shares ('000') used to computed EPS | 146,966 | 127,797 | 146,966 | 127,797 |



Salman F Rahman
Vice-Chairman



Nazmul Hassan
Managing Director

SHINEPUKUR CERAMICS LIMITED


Statement of Cash Flows (Un-audited)

For the half year ended 30 June 2013

| | Taka in '000 | |
|---|------------------------------------|------------------------------------|
| | Half Year ended 30 June 2013 | Half Year ended 30 June 2012 |
| Cash Flows From Operating Activities | | |
| Collections from turnover and other income | 1,122,678 | 871,323 |
| Payments for costs, expenses & others | (670,685) | (797,151) |
| Interest Paid | (165,088) | (116,355) |
| Income-Tax paid and /or deducted at sources | (28,048) | (16,090) |
| Net cash Generated from operating activities | 258,857 | (58,273) |
| Cash Flows From Investing Activities: | | |
| Property, Plant and Equipment acquired | (16,701) | (13,302) |
| Capital Work in Progress | - | - |
| Net cash used in investing activities | (16,701) | (13,302) |
| Cash Flows From Financing Activities: | | |
| Long Term Loan Decreased | (235,072) | 21,515 |
| Short Term Loan Decreased | (9,243) | 37,712 |
| Net cash used in financing activities | (244,315) | 59,227 |
| Increase/(Decrease) in Cash and Cash Equivalents | (2,159) | (12,348) |
| Cash and Cash Equivalents at the beginning of the period | 16,010 | 25,433 |
| Cash and Cash Equivalents at the end of the period | 13,851 | 13,085 |



Salman F Rahman
Vice-Chairman



Nazmul Hassan
Managing Director

SHINEPUKUR CERAMICS LIMITED


Statement of Changes In Equity (Un-audited)

For the half year ended 30 June 2013

| Particulars | Taka in '000 | | | |
|---|--------------------------|-----------------------------|--------------------------------|------------------|
| | Share Capital | Retained Earning | Revaluation Reserve | Total |
| Balance as on 01.01.2013 | 1,277,966 | 358,761 | 2,907,735 | 4,544,462 |
| Net Profit after tax for the period | - | 42,870 | - | 42,870 |
| Issue of Bonus Shares for the prior period (2012) | 191,695 | (191,695) | - | - |
| As on 30 June 2013 | 1,469,661 | 209,936 | 2,907,735 | 4,587,332 |
| Particulars | Share Capital | Retained Earning | Revaluation Reserve | Total |
| Balance as on 01.01.2012 | 1,111,275 | 435,167 | 2,953,318 | 4,499,760 |
| Net Profit after tax for the period | - | 97,490 | - | 97,490 |
| Issue of Bonus Shares for the prior period (2011) | 166,691 | (166,691) | - | - |
| As on 30 June 2012 | 1,277,966 | 365,966 | 2,953,318 | 4,597,250 |



Salman F Rahman
Vice-Chairman



Nazmul Hassan
Managing Director

SHINEPUKUR CERAMICS LIMITED

Selected Notes to the Financial Statements (Un-audited)

For the period ended 30 June 2013

1 Incorporation and Background of the Company

Shinepukur Ceramics Limited (SCL / the company) was incorporated in Bangladesh on 26 January 1997 under the Companies Act, 1994 as a Private Limited Company and commenced its manufacturing operation in 1999. The Company was converted into a Public Limited Company on 7 May 2008. The Shares of the Company have been listed in the Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) on 18 November 2008 under the DSE and CSE Direct Listing Regulations 2006. The Company is a Subsidiary Company of Bangladesh Export Import Company Limited (the Parent), a listed Company under the Beximco Group. The registered office of the company is located at House No.17, Road No.2, Dhanmondi R/A, Dhaka. The industrial units are located at Sarabo of Gazipur.

2 Nature of Business Operations

The Company engaged in production and marketing of high quality porcelain and bone china tableware in the local and international markets.

3 Consolidated Financial Statements-Its Preparation, Presentation and Disclosures

These Financial Statements are in accordance with BAS 34 "Interim Financial Reporting", and the Securities and Exchange Rules, 1987. These interim financial statements should be read in conjunction with the Financial Statements for the year ended December 31, 2012 (hereafter referred to as the "Annual Financial Statements"), as they provide an update to previously reported information.

The accounting policies used are consistent with those used in annual Financial Statements. The Company followed principal accounting policies (including International Accounting Standards as adopted in Bangladesh, commonly known as BAS) consistently except that it has not yet adopted BAS 21- "Effects of Changes in Foreign Exchange Rates" as that conflicts with the provisions of the companies Act, 1994. The presentation of the Interim Financial Statements in consistent with the Annual Financial Statements. Where necessary, the comparatives have been re-classified, extended or consized from the previously reported half yearly report of 2012 to take into account any presentation changes made in the Annual Financial Statements or in the half yearly report 2013.

(Taka '000)

| | As at 30 June 2013 | As at 31 Dec. 2012 |
|---|-----------------------|-----------------------|
| 4 Property, Plant and Equipment: Tk. 4,341,360 | | |
| The details are stated below: | | |
| Cost: | | |
| Land and Land Development | 1,697,030 | 1,686,455 |
| Building and Other Construction | 1,375,667 | 1,375,667 |
| Plant and Machinery | 2,750,164 | 2,744,714 |
| Office Equipment | 55,249 | 54,897 |
| Furniture & Fixture | 27,874 | 27,550 |
| Transport and Vehicles | 31,222 | 31,222 |
| | 5,937,206 | 5,920,505 |
| Less: Accumulated Depreciation | 1,595,846 | 1,536,502 |
| Carrying Value | 4,341,360 | 4,384,003 |

5 Inventories: Tk. 861,388

This represents as follows:

| | As at 30 June 2013 | As at 31 Dec. 2012 |
|-------------------|-----------------------|-----------------------|
| Raw Materials | 348,332 | 316,644 |
| Finished Goods | 230,314 | 218,653 |
| Work-In-Process | 157,204 | 175,299 |
| Stores and Spares | 80,755 | 89,156 |
| Packing Materials | 44,783 | 45,308 |
| | 861,388 | 845,060 |

6 Advances, Deposits and Prepayments: Tk. 94,478

This consists of as follows:

| | As at 30 June 2013 | As at 31 Dec. 2012 |
|--------------------------------|-----------------------|-----------------------|
| L/c Margin | 14,667 | 15,450 |
| Suppliers | 10,181 | 7,896 |
| Advance Income Tax | 28,564 | 20,516 |
| Trade Fair | 5,344 | 5,196 |
| Employees (Other than officer) | 312 | 297 |
| Advance Against Construction | 354 | 344 |
| Marketing Expenses | 8,715 | 8,715 |
| L/c Insurance | 366 | 323 |
| L/c Commission | 2,309 | 2,450 |
| Advance Travel | 360 | 360 |
| Bank Guarantee Margin | 2,756 | 2,756 |
| Security Deposit | 11,388 | 11,313 |
| Earnest Money Deposit | - | 123 |
| Lease Deposit | 3,519 | 3,519 |
| VAT Deposit | 5,643 | 2,672 |
| | 94,478 | 81,930 |

7 Cash and Cash Equivalents: Tk. 13,851

This consists of as follows:

| | As at 30 June 2013 | As at 31 Dec. 2012 |
|---|-----------------------|-----------------------|
| Cash in hand | 7,333 | 6,231 |
| In Current Account with Banks | 3,003 | 4,815 |
| In STD Account with Bank | 2,816 | 4,265 |
| In fixed deposit and accrued interest with Bank | 699 | 699 |
| | 13,851 | 16,010 |

8 Long Term Loans: Tk. 241,270

This consists of as follows:

| | As at 30 June 2013 | As at 31 Dec. 2012 |
|-------------------------------------|-----------------------|-----------------------|
| Sonali Bank Ltd. - PAD Blocked Loan | 47,950 | 66,234 |
| Sonali Bank Ltd. - Project Loan | 75,223 | 92,160 |
| Sonali Bank Ltd. - CC Blocked Loan | - | - |
| Southeast Bank Ltd. - Term Loan | 118,097 | 137,796 |
| | 241,270 | 296,190 |

9 Short Term Loans From Banks: Tk.1,174,553

This consists of as follows:

| | As at 30 June 2013 | As at 31 Dec. 2012 |
|-------------------------------------|-----------------------|-----------------------|
| Sonali Bank Ltd. CC-(Hypothecation) | 528,129 | 526,164 |
| Bank Asia Ltd. Over Draft | 284,638 | 278,476 |
| Sonali Bank Ltd. - LTR | 98,407 | 99,627 |
| Southeast Bank Ltd.-LTR | 63,379 | 60,274 |
| Phoenix Finance & Investment Ltd. | 200,000 | 219,255 |
| | 1,174,553 | 1,183,796 |

10 Long Term Loans - Current Maturity: Tk. 163,090

This consists of as follows:

| | As at 30 June 2013 | As at 31 Dec. 2012 |
|-------------------------------------|-----------------------|-----------------------|
| Sonali Bank Ltd. - PAD Blocked Loan | 43,838 | 38,004 |
| Sonali Bank Ltd. - Project Loan | 64,454 | 47,716 |
| Sonali Bank Ltd. - CC Blocked Loan | 4,131 | 7,796 |
| Southeast Bank Ltd. - Term Loan | 50,667 | 49,726 |
| | 163,090 | 143,242 |

11 Cost of Goods Sold: Tk. 616,114

This consists of:

| | Half year ended 30 Jun 2013 | Half year ended 30 Jun 2012 |
|------------------|-----------------------------------|-----------------------------------|
| Materials | 330,787 | 325,510 |
| Factory Overhead | 231,708 | 240,005 |
| Depreciation | 53,619 | 56,077 |
| | 616,114 | 621,592 |

12 Administrative Expenses: Tk. 30,525

This consists of:

| | As at 30 June 2013 | As at 31 Dec. 2012 |
|---------------------------------|-----------------------|-----------------------|
| Salaries and Allowances | 9,143 | 9,835 |
| Occupancy Expenses | 547 | 613 |
| Travelling and Conveyance | 1,518 | 963 |
| Repairs and Maintenance | 4,766 | 2,386 |
| Legal Fees, Prof. & Others Fees | 432 | 319 |
| Other Expenses | 8,394 | 4,744 |
| Depreciation | 5,725 | 6,011 |
| | 30,525 | 24,871 |

13 Selling and Distribution Expenses: Tk. 34,487

This consists of:

| | As at 30 June 2013 | As at 31 Dec. 2012 |
|---------------------------|-----------------------|-----------------------|
| Salaries and Allowances | 7,712 | 6,992 |
| Occupancy Expenses | 2,497 | 2,142 |
| Travelling and Conveyance | 1,295 | 870 |
| Repairs and Maintenance | 2,487 | 1,902 |
| Promotional Expenses | 16,663 | 11,549 |
| Other Expenses | 3,833 | 3,732 |
| | 34,487 | 27,187 |

HALF YEARLY REPORT 2013

Dear Shareholders,

We forward herewith the un-audited Financial Statements of the Company for the half-year ended at June 30, 2013 as per Rule 13 of the Securities & Exchange Rules, 1987 as amended to date.

A. S. F. Rahman

A S F Rahman
Chairman



SHINEPUKUR CERAMICS LIMITED

17 DHANMONDI R/A, ROAD NO. 2, DHAKA 1205

Salman F Rahman

Salman F Rahman
Vice-Chairman

Nazmul Hassan

Nazmul Hassan
Managing Director