

# FU-WANG CERAMIC INDUSTRY LIMITED

## STATEMENT OF FINANCIAL POSITION AS ON SEPTEMBER 30, 2020 UN-AUDITED

PARTICULARS	NOTES	Amount in Taka	
		30.09.2020	30.06.2020
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment (net of accumulated dep.)	1	1,335,829,375	1,347,638,715
Right of Used Assets	2	514,496	685,995
Net Investment in Lease		12,472,756	12,457,749
Capital work in progress for machinery		6,267,611	4,546,468
		<b>1,355,084,238</b>	<b>1,365,328,927</b>
<b>Current assets</b>			
Inventories	3	1,005,817,380	1,065,731,960
Trade and other Receivables	4	91,594,106	81,502,833
Advances, deposits and prepayments		202,314,760	197,322,216
Cash and cash equivalents	5	200,541,632	191,796,933
		<b>1,500,267,878</b>	<b>1,536,353,942</b>
<b>Total Assets</b>		<b><u>2,855,352,116</u></b>	<b><u>2,901,682,869</u></b>
<b>Equity and Liabilities</b>			
<b>Shareholders' equity</b>			
Share capital	6	1,362,690,930	1,362,690,930
Share premium		76,062,352	76,062,352
Retained earnings	7	141,360,583	128,830,272
		<b>1,580,113,865</b>	<b>1,567,583,554</b>
<b>Non-current liabilities</b>			
Long term loan		237,751,565	232,305,027
Lease Liability		758,741	979,719
Deferred Tax	8	103,486,036	100,172,970
		<b>341,996,342</b>	<b>333,457,716</b>
<b>Current liabilities</b>			
Short term bank loans and others	9	636,167,681	689,369,355
Long term loan (current portion)		150,531,204	150,527,580
Trade and other payables		43,345,377	47,412,401
Liabilities for expenses		71,380,870	83,437,308
Provision for income tax	10	31,816,777	29,894,955
		<b>933,241,909</b>	<b>1,000,641,599</b>
<b>Total Equity and Liabilities</b>		<b><u>2,855,352,116</u></b>	<b><u>2,901,682,869</u></b>
<b>Net Asset Value (NAV) Per Share</b>	11	<b><u>11.60</u></b>	<b><u>11.50</u></b>

  
Company Secretary

  
CFO

  
Managing Director


  
Director

  
Chairman



**FU-WANG CERAMIC INDUSTRY LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD FROM 01 JULY TO 30 SEPTEMBER 2020**  
**UN-AUDITED**

PARTICULARS	NOTES	Amount in Taka	
		30.09.2020	30.09.2019
Turnover (Net of SD & VAT)	12	182,720,016	126,256,871
Cost of goods sold		(121,598,237)	(79,021,524)
<b>Gross profit</b>		<b>61,121,779</b>	<b>47,235,347</b>
<b>Operating expense</b>			
Administrative, Financial & Selling Expenses	13	(45,441,299)	(26,868,252)
<b>Operating income</b>		<b>15,680,480</b>	<b>20,367,095</b>
Non-operating income	14	2,972,979	587,481
<b>Net profit before tax and WPPF</b>		<b>18,653,459</b>	<b>20,954,576</b>
Contribution to WPPF		888,260	997,837
<b>Net profit before tax</b>		<b>17,765,199</b>	<b>19,956,739</b>
<b>Tax Expenses</b>	15	5,234,888	6,860,882
<b>Net profit after tax</b>		<b>12,530,311</b>	<b>13,095,857</b>
<b>Earnings per share (EPS)</b>	16	<b>0.09</b>	<b>0.10</b>

  
**Company Secretary**

  
**CFO**

  
**Managing Director**




  
**Director**

  
**Chairman**



**FU-WANG CERAMIC INDUSTRY LIMITED**  
**STATEMENT OF CASH FLOWS**  
**AS ON 30 SEPTEMBER 2020**  
**UN-AUDITED**

PARTICULARS	Amount in Taka	
	30.09.2020	30.09.2019
<b>A. Cash flows from Operating Activities</b>		
Collections from turnover and others	175,601,722	115,163,677
Payment for cost and expenses	(78,995,155)	(53,848,922)
Financial expenses	(27,417,853)	(14,223,046)
Income tax paid and deducted at source	(5,788,331)	(16,254,991)
<b>Net cash used in operating activities</b>	<b>63,400,383</b>	<b>30,836,718</b>
<b>B. Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(5,183,029)	(4,842,512)
Capital working progress	(1,721,143)	(1,087,419)
<b>Net cash used in investing activities</b>	<b>(6,904,172)</b>	<b>(5,929,931)</b>
<b>C. Cash flows from financing activities</b>		
Cash Credit & other loan received	(47,751,512)	(21,286,598)
<b>D. Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>8,744,699</b>	<b>3,620,189</b>
<b>E. Cash and cash equivalents at the beginning of the year</b>	<b>191,796,933</b>	<b>18,976,158</b>
<b>F. Cash and cash equivalents at the end of the period</b>	<b>200,541,632</b>	<b>22,596,347</b>
<b>Net Operating cash flow per share</b>	<b>0.47</b>	<b>0.23</b>

Company Secretary    CFO    Managing Director




Director    Chairman



**FU-WANG CERAMIC INDUSTRY LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD FROM 01 JULY TO 30 SEPTEMBER, 2020**  
**UN-AUDITED**

PARTICULARS	SHARE CAPITAL	SHARE PREMIUM	RETAINED EARNINGS	TOTAL
Balance as at July 01, 2020	1,362,690,930	76,062,352	128,830,272	1,567,583,554
Net profit for the Quarter	-	-	12,530,311	12,530,311
<b>Balance as at 30 Sept. 2020</b>	<b>1,362,690,930</b>	<b>76,062,352</b>	<b>141,360,583</b>	<b>1,580,113,865</b>
Balance as at July 01, 2019	1,362,690,930	76,062,352	80,779,754	1,519,533,036
Net profit for the Quarter	-	-	13,095,857	13,095,857
<b>Balance as at 30 Sept. 2019</b>	<b>1,362,690,930</b>	<b>76,062,352</b>	<b>93,875,611</b>	<b>1,532,628,893</b>

  
**Company Secretary**

  
**CFO**

  
**Managing Director**

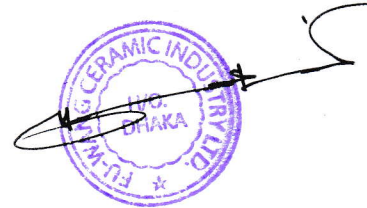
  
**Director**

  
**Chairman**



**FU-WANG CERAMIC INDUSTRY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 01 JULY TO 30 SEPTEMBER 2020**

	30.09.2020	30.06.2020
	Taka	Taka
<b>1 <u>Property, Plant &amp; Equipment : Tk. 1,335,829,375</u></b>		
The figures have been arrived at as under:		
Cost	2,034,752,103	2,029,569,074
Less: Accumulated depreciation	698,922,728	681,930,359
<b>Written down value</b>	<u>1,335,829,375</u>	<u>1,347,638,715</u>
<b>2 <u>Right of Used Asset : Tk.514,496</u></b>		
Cost	685,995	1,371,990
Less: Accumulated depreciation	171,499	685,995
<b>Written down value</b>	<u>514,496</u>	<u>685,995</u>
<b>3 <u>Inventories :Tk. 1,005,817,380</u></b>		
The break up of the above amount is as under :		
Stock of raw materials	630,437,249	658,627,158
Finished tiles	210,437,294	230,869,314
Packing materials	23,183,492	24,434,707
Stores and spares	123,461,981	138,709,820
Raw materials in transit	18,297,364	13,090,961
	<u>1,005,817,380</u>	<u>1,065,731,960</u>
<b>4 <u>Trade and other Receivables: Tk. 91,594,106</u></b>		
The break up of the above amount is as under :		
Dhaka city dealers	41,279,168	35,167,924
Sylhet division dealers	4,297,349	3,926,269
Chittagong city dealers	6,205,423	5,067,692
Other division's dealer	26,346,827	24,141,013
Rent receivable from Hua-Thai Ceramic Industry Ltd.	13,465,339	13,199,935
	<u>91,594,106</u>	<u>81,502,833</u>



		30.09.2020	30.06.2020
		<u>Taka</u>	<u>Taka</u>
<b>5</b>	<b>Cash and Cash Equivalents: Tk. 200,541,632</b>		
	The break up of the above amount is as under :		
	Cash in hand	5.01 202,035	121,465
	Cash at banks	5.02 200,339,597	191,675,468
		<u>200,541,632</u>	<u>191,796,933</u>
<b>5.01</b>	<b>Cash in Hand: Tk.202,035</b>		
	The break up of the above amount is as under :		
	At head office	102,035	21,465
	At factory	100,000	100,000
		<u>202,035</u>	<u>121,465</u>
<b>5.02</b>	<b>Cash at Banks : Tk.200,339,597</b>		
	The break up of the above amount is as under :		
	Pubali Bank Ltd., Gulshan Br., Dhaka (CA-17877)	4,544,249	2,367,007
	Pubali Bank Ltd. Local Office, Dhaka (STD-974)	569,099	569,099
	Standard Bank Ltd. (STD-286)	3,248,264	2,981,811
	Southeast Bank Ltd, Principal Br. (CD-8058)	2,177,162	48,501
	Southeast Bank Ltd, Principal Br. (STD-2127)	1,155	1,155
	Premier Bank Ltd., Gulshan, Dhaka (CD - 15652)	1,135	1,135
	Premier Bank Ltd., Dhanmondi, Dhaka (CD - 14192)	1,767	1,767
	Premier Bank Ltd., Gulshan-Badda link Rd., Dhaka (CD - 352)	106,623	106,623
	NCC Bank Ltd. Gulshan (CD-21006)	48,050	48,050
	Dutch Bangla Bank Ltd. Badda, Dhaka (CD - 14685)	3,733	3,733
	Modhumoti Bank Ltd. Gulshan (CD - 421)	66,825	66,825
	Janata Bank Ltd. Banani (CD - 11781)	24,015	24,015
	Exim Bank Ltd. Gulshan (CD - 8402)	9,655	9,655
	Brac Bank Ltd. Graphic Building (CD-6001)	4,713	4,713
	SABC Bank Ltd. Gulshan (CD-4269)	7,930	7,930
	Trust Bank Ltd. Gulshan (CD-1126)	3,160	3,160
	Short term fixed deposit	189,522,062	185,430,289
		<u>200,339,597</u>	<u>191,675,468</u>
<b>6</b>	<b>Share Capital: TK. 1,362,690,930</b>		
<b>6.01</b>	<b>Authorized Capital : Tk. 5,000,000,000</b>		
	500,000,000 ordinary shares @ of Tk. 10/= each	<u>5,000,000,000</u>	<u>5,000,000,000</u>
<b>6.02</b>	<b>Issued, subscribed &amp; fully paid-up capital: Tk.1,362,690,930</b>		
	136,269,093 ordinary shares @ of Tk. 10/= each issued	<u>1,362,690,930</u>	<u>1,362,690,930</u>
	The break up of the above amount is as under :		
	25,000,000 Ordinary of Tk. 10 each fully paid- up		250,000,000
	8,000,000 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		80,000,000
	3,300,000 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		33,000,000
	16,500,000 Ordinary of Tk. 10 each fully paid- up issued as right shares		165,000,000
	10,770,540 Ordinary of Tk.10 each against loan conversion as private placement		107,705,400
	6,357,054 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		63,570,540
	6,992,759 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		69,927,590
	7,692,035 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		76,920,350
	8,461,238 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		84,612,380
	9,307,362 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		93,073,620
	10,238,098 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		102,380,980
	11,261,908 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		112,619,080
	12,388,099 Ordinary of Tk. 10 each fully paid- up issued as bonus shares		123,880,990
	<u>136,269,093</u>		<u>1,362,690,930</u>



	30.09.2020 Taka	30.06.2020 Taka
<b>7 Retained Earnings: Tk. 141,360,583</b>		
Balance as at July 01, 2020	128,830,272	80,779,754
Dividend	-	(13,626,909)
Adjustment for the application of IFRS-16 (Lease)	-	(1,973,722)
Add: Profit after tax for the period	12,530,311	63,651,149
	<u>141,360,583</u>	<u>128,830,272</u>
Less: Utilization for bonus share	-	-
<b>Balance as at September 30 (carried forward)</b>	<u>141,360,583</u>	<u>128,830,272</u>
<b>8 Deferred Tax Liability: Tk. 103,486,036</b>		
<b>Deferred Tax Tax for Temporary Difference in PPE</b>		
Balance as on 01 July	100,172,970	83,591,202
Add: Charged During the year	8.01 3,313,066	16,581,768
	<u>103,486,036</u>	<u>100,172,970</u>
Less: Adjustment During the year	-	-
	<u>103,486,036</u>	<u>100,172,970</u>
<b>8.01 Deferred Tax expense charged during the year</b>		
Taxable Temporary Difference on PPE	424,292,206	410,289,944
Closing Provision for Gratuity as per F/S	10,348,063	9,598,063
Taxable Temporary Difference	413,944,143	400,691,881
Closing Deferred Tax liability on Temporary Difference	103,486,036	100,172,970
Opening Deferred Tax liability on Temporary Difference	100,172,970	83,591,202
Deferred Tax Expense/(Income) for the year	<u>3,313,066</u>	<u>16,581,768</u>
<b>9 Short Term Bank Loans and Others : Tk.636,167,681</b>		
The break up of the above amount is as under :		
Southeast Bank Ltd., OD-73300001693	235,591,250	258,307,987
Premier Bank Ltd., OD-168781000000022	204,737,334	199,991,148
Southeast Bank Ltd. (STL)	179,014,540	181,012,882
Southeast Bank Ltd, Principal Br. LATR	16,824,557	50,057,338
	<u>636,167,681</u>	<u>689,369,355</u>
<b>10 Provision for Income Tax : Tk.31,816,777</b>		
Balance as at 01 July	29,894,955	26,148,181
Add : Addition during the quarter	1,921,822	3,746,774
	<u>31,816,777</u>	<u>29,894,955</u>
Less: Adjustment during the year	-	-
<b>Balance as at September 30</b>	<u>31,816,777</u>	<u>29,894,955</u>
<b>11 Net Asset Value (NAV) Per Share: Tk. 11.60</b>		
Total Assets	2,855,352,116	2,901,682,869
Total Outside Liabilities	(1,275,238,251)	(1,334,099,315)
<b>Net Assets</b>	<u>1,580,113,865</u>	<u>1,567,583,554</u>
Number of Ordinary Share	136,269,093	136,269,093
<b>Net Asset Value (NAV) Per Share</b>	<u>11.60</u>	<u>11.50</u>



	01.07.2020 to 30.09.2020 Taka	01.07.2019 to 30.09.2019 Taka
<b>12 Turnover (net of VAT etc.) : Tk.182,720,016</b>		
The break up of the above amount is as under:		
Local sales	182,720,016	126,256,871
Total Turnover	<u>182,720,016</u>	<u>126,256,871</u>
<b>13 Administrative, Financial &amp; Selling Expenses : Tk. 45,441,299</b>		
The break up of the above amount is as under :		
Administrative Expenses	9,082,460	7,241,412
Financial Expenses	27,417,853	14,223,046
Selling Expenses	8,940,986	5,403,794
	<u>45,441,299</u>	<u>26,868,252</u>
<b>14 Non Operating Income: Tk. 2,972,979</b>		
The break up of the above amount is as under :		
Interest received	2,598,595	100,257
Rental Income	280,411	265,404
Scrap sales	93,973	221,820
	<u>2,972,979</u>	<u>587,481</u>
<b>15 Income Tax Expenses: Tk.5,234,888</b>		
Current Tax	15.01 1,921,822	4,989,185
Deferred Tax	08.00 3,313,066	1,871,697
	<u>5,234,888</u>	<u>6,860,882</u>
<b>15.01 Current Tax Expenses</b>		
<b>A. Income Tax on Regular rate</b>		
Profit Before Tax	<u>17,765,199</u>	<u>19,956,739</u>
Accounting Depreciation	16,992,368	16,777,851
Provision for Gratuity	750,000	750,000
	<u>17,742,368</u>	<u>17,527,851</u>
Tax Depreciation as Per Third Schedule	(27,820,279)	(17,472,807)
Gratuity Paid	-	(55,044)
	(27,820,279)	(17,527,851)
Taxable Income	7,687,288	19,956,739
<b>Income Tax on Profit before Tax @ 25%</b>	<u>1,921,822</u>	<u>4,989,185</u>
<b>B. Income Tax deducted at source</b>		
AIT on Vehicle	15,000	15,000
AIT on Bank Interest	245,823	10,026
	<u>260,823</u>	<u>25,026</u>



	01.07.2020 to 30.09.2020	01.07.2019 to 30.09.2019
	Taka	Taka
<b>C. Minimum Tax on gross receipt</b>		
Gross Receipt on Business Income	182,720,016	126,256,871
Minimum tax rate 0.6%	0.60%	0.60%
	<u>1,096,320</u>	<u>757,541</u>
Gross Receipt in others sources	2,972,979	587,481
Minimum tax rate 0.6%	0.60%	0.60%
	<u>17,838</u>	<u>3,525</u>
Total minimum tax on gross receipt	<u>1,114,158</u>	<u>761,066</u>
<b>Income tax expense (Higher of A,B,C)</b>	<u>1,921,822</u>	<u>4,989,185</u>
<b>16 Earning Per Share (EPS)</b>		
Earnings attributable to the ordinary shareholders	12,530,311	13,095,857
Number of ordinary shares used to compute EPS	136,269,093	136,269,093
<b>Earning Per Share (EPS)</b>	<u>0.09</u>	<u>0.10</u>
<b>17 Reconciliation of Net Income With Cash Flows from Operating Activities</b>		
Profit before income tax	17,765,199	19,956,739
Income Tax Expenses	(1,921,822)	(4,989,185)
Depreciation charged	16,992,368	16,777,851
Depreciation of Right of use assets	171,499	-
Dividend paid	-	-
Interest on lease liability	55,023	-
Payment of lease liability	276,000	-
(Increase)/Decrease in Account Receivables	(10,091,273)	(11,680,675)
(Increase)/Decrease in inventories	59,914,580	23,512,790
(Increase)/Decrease in Advances, Deposits and Pre-payments	(4,992,544)	(15,916,391)
Increase/(Decrease) in Accounts Payable	(4,067,024)	(2,329,866)
Increase/(Decrease) Liabilities for Expenses	(10,701,623)	5,505,454
<b>Cash Generated from Operations</b>	<u>63,400,383</u>	<u>30,836,718</u>
<b>Net cash generated from operating activities</b>	<u>63,400,383</u>	<u>30,836,718</u>
<b>18 Net Operating Cash Flows Per Share (NOCFPS)</b>		
Net cash generated from operating activities	63,400,383	30,836,718
No. of Share outstanding	136,269,093	136,269,093
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<u>0.47</u>	<u>0.23</u>
<b>19 Related Party Transactions:</b>		

The Company has no transactions with any related parties during the period July 01, 2020 to September 30, 2020.

