

FU-WANG**富王磁磚****FU-WANG CERAMIC INDUSTRY LTD.**

Date: 5 July 2020

The Executive Director**Bangladesh Securities and Exchange Commission (BSEC)**

Securities Commission Bhaban

Plot # E-6/C, Agargaon

Sher-e-Bangla Nagar

Dhaka-1207

Subject: **Un-audited Financial Statements (Q3) for the period from 01 January to 31 March 2020.**

Dear Sir,

We would like to inform you that the Board of Directors of the Company in its meeting held today at 3:30 pm (ended at 6:10 pm) took the following decisions:

The information relating to Un-audited Financial Statements (Q3) for the period ended 31 March 2020 is given below:

Financial Performance	Third Quarter (01 January to 31 March)	
	31 March 2020	31 March 2019
Turnover (Net of SD & VAT)	193,827,049	141,924,297
Gross Profit	67,952,182	49,915,123
Profit after Tax	15,908,422	21,718,622
Earnings per share- EPS	0.12	0.16
Cash Flow Position	1 July to 31 March 2020	1 July to 31 March 2019
Net operating cash flow per share (NOCFPS)	(0.57)	0.38
Financial Position	As of 31 March 2020	As of 30 June 2019
Net asset value (NAV) per share	11.49	11.15

Thanking you.

Md. A. Halim Thakur
Company Secretary

Encl: A copy of the un-audited Financial Statements (Q3) for the period ended on 31 March 2020

Copy to: 1) The Chief Regulatory Officer, Dhaka Stock Exchange Limited.
2) The Chief Regulatory Officer, Chittagong Stock Exchange Limited.

FU-WANG CERAMIC INDUSTRY LIMITED


**STATEMENT OF FINANCIAL POSITION
AS ON 31 MARCH 2020
(UN-AUDITED)**

PARTICULARS	NOTES	Amount in Taka	
		31.03.2020	30.06.2019
Assets			
Non-current assets		1,319,229,357	1,347,425,362
Property, plant and equipment (net of accumulated dep.)	1	1,296,702,270	1,309,658,009
Investment in property	2	14,016,828	14,016,828
Capital work in progress for machinery		8,510,259	23,750,525
Current assets		1,508,661,724	1,160,031,755
Inventories	3	1,017,389,585	881,664,883
Trade and other Receivables	4	130,786,396	96,146,171
Advances, deposits and prepayments		171,668,085	163,244,543
Cash and cash equivalents	5	188,817,658	18,976,158
Total Assets		<u>2,827,891,081</u>	<u>2,507,457,117</u>
Equity and Liabilities			
Shareholders' equity		1,565,691,316	1,519,533,036
Share capital	6	1,362,690,930	1,362,690,930
Share premium		76,062,352	76,062,352
Retained earnings	7	126,938,034	80,779,754
Non-current liabilities			
Long term loan		239,241,545	276,622,966
Deferred Tax	8	94,158,541	83,591,202
Current liabilities		928,799,678	627,709,913
Short term bank loans and others	9	729,462,432	475,335,870
Long term loan (current portion)		136,864,431	67,522,164
Trade and other payables		23,197,250	40,135,763
Liabilities for expenses		8,034,967	18,567,935
Provision for income tax	10	31,240,598	26,148,181
Total Equity and Liabilities		<u>2,827,891,081</u>	<u>2,507,457,117</u>
Net Asset Value (NAV) Per Share	11	<u>11.49</u>	<u>11.15</u>


Company Secretary


CFO


CEO


Director


Chairman



FU-WANG CERAMIC INDUSTRY LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD FROM 1 JULY TO 31 MARCH 2020

(UN-AUDITED)

Amount in TK.

PARTICULARS	Notes	Nine Months (July to March)		Third Quarter(January to March)	
		31-Mar-20	31-Mar-19	31-Mar-20	31-Mar-19
Turnover (Net of SD & VAT)	12	491,612,353	464,253,916	193,827,049	141,924,297
Cost of goods sold		315,340,965	311,195,765	125,874,867	92,009,174
Gross profit		176,271,388	153,058,151	67,952,182	49,915,123
Operating expense					
Administrative, Financial & Selling Expenses	13	(120,935,047)	(69,288,263)	(56,998,225)	(20,091,938)
Operating income		55,336,341	83,769,888	10,953,957	29,823,185
Non-operating Income	14	9,572,597	1,555,396	4,549,604	582,885
Net Profit before Tax & WPPF		64,908,938	85,325,284	15,503,561	30,406,070
Contribution to W. P. & Welfare Fund		3,090,902	4,129,938	738,265	1,447,908
Net Profit before tax		61,818,036	81,195,346	14,765,296	28,958,162
Tax Expenses					
Current year tax	15	5,092,417	15,590,862	(6,670,768)	5,360,578
Deferred tax	15	10,567,339	5,058,831	5,527,642	1,878,962
		15,659,756	20,649,693	(1,143,126)	7,239,540
Net profit after tax		46,158,280	60,545,653	15,908,422	21,718,622
Earning Per Share (EPS)	16	0.34	0.44	0.12	0.16


Company Secretary


CFO


CEO


Director


Chairman



FU-WANG CERAMIC INDUSTRY LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 1 JULY TO 31 MARCH 2020
(UN-AUDITED)

PARTICULARS	Notes	Amount in Taka	
		31.03.2020	31.03.2019
A. Cash flows from Operating Activities			
Collections from turnover and others		466,544,725	453,397,668
Payment for cost and expenses		(463,315,386)	(367,803,988)
Financial expenses		(68,921,497)	(22,676,127)
Income tax paid and deducted at source		(12,474,885)	(11,680,709)
Net cash used in operating activities		(78,167,043)	51,236,844
B. Cash flows from investing activities			
Acquisition of property, plant and equipment		(26,237,782)	(12,368,807)
Capital working progress		(11,841,083)	(63,382,053)
Net cash used in investing activities		(38,078,865)	(75,750,860)
C. Cash flows from financing activities			
Cash Credit & other loan paid		286,087,408	25,718,359
D. Net increase / (decrease) in cash and cash equivalents (A+B+C)		169,841,500	1,204,343
E. Cash and cash equivalents at the beginning of the year		18,976,158	19,769,824
F. Cash and cash equivalents at the end of the period		188,817,658	20,974,167
Net Operating cash flow per share	17	(0.57)	0.38


 Company Secretary


 CFO


 CEO


 Director


 Chairman



FU-WANG CERAMIC INDUSTRY LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 01 JULY TO 31 MARCH, 2020
UN-AUDITED**

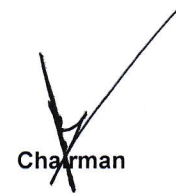
PARTICULARS	SHARE CAPITAL	SHARE PREMIUM	TAX HOLIDAY RESERVE	RETAINED EARNINGS	TOTAL
Balance as At July 01, 2019	1,362,690,930	76,062,352	-	80,779,754	1,519,533,036
Net profit for the period	-	-	-	46,158,280	46,158,280
Bonus Utilized	-	-	-	-	-
Balance as At 31 March 2020	1,362,690,930	76,062,352	-	126,938,034	1,565,691,316
Balance as At July 01, 2018	1,238,809,940	110,596,499	-	89,346,843	1,438,753,282
Net profit for the period	-	-	-	60,545,653	60,545,653
Bonus Utilized	123,880,990	(34,534,147)	-	(89,346,843)	-
Balance as at 31 March 2019	1,362,690,930	76,062,352	-	60,545,653	1,499,298,935


Company Secretary


CFO


CEO


Director


Chairman



FU-WANG CERAMIC INDUSTRY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 01 JULY TO 31 MARCH 2020

	31.03.2020	30.06.2019
	<u>Taka</u>	<u>Taka</u>
1		
<u>Property, Plant & Equipment : Tk. 1,296,702,270</u>		
The figures have been arrived at as under:		
Cost	1,961,421,112	1,923,873,071
Less: Accumulated depreciation	664,718,842	614,215,062
Written down value	<u><u>1,296,702,270</u></u>	<u><u>1,309,658,009</u></u>
2		
Property in Investment	<u><u>14,016,828</u></u>	<u><u>14,016,828</u></u>
3		
<u>Inventories :Tk.1,017,389,585</u>		
The break up of the above amount is as under :		
Stock of raw materials	529,125,443	526,007,281
Finished tiles	212,803,128	133,380,592
Packing materials	10,354,730	20,664,489
Stores and spares	126,146,846	127,196,359
Raw materials in transit	138,959,438	74,416,162
	<u><u>1,017,389,585</u></u>	<u><u>881,664,883</u></u>
4		
<u>Trade and other Receivables: Tk. 130,786,396</u>		
The break up of the above amount is as under :		
Dhaka city dealers	48,649,728	40,659,279
Sylhet division dealers	6,913,795	5,359,746
Chittagong city dealers	8,649,728	6,119,385
Other division's dealer	46,173,985	32,494,648
Rent receivable from Hua-Thai Ceramic Industry Ltd.	20,399,160	11,513,113
	<u><u>130,786,396</u></u>	<u><u>96,146,171</u></u>
5		
<u>Cash and Cash Equivalents: Tk. 188,817,658</u>		
The break up of the above amount is as under :		
Cash in hand	5.01 2,098,028	127,117
Cash at banks	5.02 186,719,630	18,849,041
	<u><u>188,817,658</u></u>	<u><u>18,976,158</u></u>



	31.03.2020	30.06.2019
	<u>Taka</u>	<u>Taka</u>
5.01 <u>Cash in Hand: Tk.2,098,028</u>		
The break up of the above amount is as under :		
At head office	1,145,731	27,117
At factory	952,297	100,000
	<u>2,098,028</u>	<u>127,117</u>
5.02 <u>Cash at Banks : Tk.186,719,630</u>		
The break up of the above amount is as under :		
Pubali Bank Ltd., Gulshan Br., Dhaka (CA-17877)	1,274,943	2,061,571
Pubali Bank Ltd. Local Office, Dhaka (STD-974)	562,761	573,718
Shahjalal Islami Bank Ltd. – Gulshan, Dhaka	-	170
Standard Bank Ltd. (STD-286)	15,684	683,349
Southeast Bank Ltd, Principal Br. (CD-8058)	106,055	207,833
Southeast Bank Ltd, Principal Br. (STD-2127)	1,712	2,261
NCC Bank Ltd. Gulshan (CD-21006)	50,000	-
Premier Bank Ltd., Gulshan, Dhaka (CD - 15652)	1,480	1,825
Dutch Bangla Bank Ltd. Badda, Dhaka (CD - 14685)	5,112	5,112
Modhumoti Bank Ltd. Gulshan (CD - 421)	70,000	-
Brac Bank Ltd. Graphic Building (CD-6001)	3,562	3,562
SABC Bank Ltd. Gulshan (CD-4269)	8,735	8,735
Trust Bank Ltd. Gulshan (CD-1126)	5,000	5,000
Short term fixed deposit	184,614,586	15,295,905
	<u>186,719,630</u>	<u>18,849,041</u>
6 <u>Share Capital: TK. 1,362,690,930</u>		
6.01 <u>Authorized Capital : Tk. 5,000,000,000</u>		
500,000,000 ordinary shares @ of Tk. 10/= each	<u>5,000,000,000</u>	<u>5,000,000,000</u>
6.02 <u>Issued, subscribed & fully paid-up capital: Tk.1,362,690,930</u>		
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>1,362,690,930</u>



	31.03.2020 Taka	30.06.2019 Taka
7	<u>Retained Earnings: Tk. 126,938,034</u>	
	80,779,754	89,346,843
	46,158,280	80,779,754
	126,938,034	170,126,597
	-	(89,346,843)
	126,938,034	80,779,754
8	<u>Deferred Tax Liability: Tk. 94,158,541</u>	
	Deferred Tax Tax for Temporary Difference in PPE	
	83,591,202	61,696,537
	10,567,339	21,894,665
	94,158,541	83,591,202
	-	-
	94,158,541	83,591,202
8.01	Deferred Tax expense charged during the year	
	50,503,781	53,940,087
	92,773,138	141,518,746
	42,269,357	87,578,659
	10,567,339	21,894,665
9	<u>Short Term Bank Loans and Others : Tk.729,462,432</u>	
	The break up of the above amount is as under :	
	258,151,938	237,764,762
	211,825,684	-
	188,422,285	166,200,053
	71,062,525	71,371,055
	729,462,432	475,335,870
10	<u>Provision for Income Tax : Tk.31,240,598</u>	
	26,148,181	17,953,750
	5,092,417	8,194,431
	31,240,598	26,148,181
	-	-
	31,240,598	26,148,181
11	<u>Net Asset Value (NAV) Per Share: Tk. 11.49</u>	
	2,827,891,081	2,507,457,117
	(1,262,199,764)	(987,924,081)
	1,565,691,317	1,519,533,036
	136,269,093	136,269,093
	11.49	11.15



	01.07.2019 to 31.03.2020 Taka	01.07.2018 to 31.03.2019 Taka
12	<u>Turnover (net of VAT etc.) : Tk.491,612,353</u>	
	The break up of the above amount is as under:	
Local sales	491,612,353	464,253,916
Total Turnover	<u>491,612,353</u>	<u>464,253,916</u>
13	<u>Administrative, Financial & Selling Expenses : Tk. 120,935,047</u>	
	The break up of the above amount is as under :	
Administrative Expenses	24,961,847	22,480,218
Financial Expenses	68,921,497	22,676,127
Selling Expenses	27,051,703	24,131,918
	<u>120,935,047</u>	<u>69,288,263</u>
14	<u>Non Operating Income: Tk. 9,572,597</u>	
	The break up of the above amount is as under :	
Interest received	8,511,995	534,454
Rental Income	796,212	796,212
Scrap sales	264,390	224,730
	<u>9,572,597</u>	<u>1,555,396</u>
15	<u>Income Tax Expenses: Tk.15,659,757</u>	
Current Tax	15.01 5,092,417	15,590,862
Deferred Tax	08.00 10,567,339	5,058,831
	<u>15,659,757</u>	<u>20,649,693</u>
15.01	Current Tax Expenses	
A) Income Tax on Regular rate		
Profit Before Tax	61,818,036	81,195,346
Accounting Depreciation	50,503,781	38,855,772
Provision for Gratuity	2,250,000	2,250,000
	<u>52,753,781</u>	<u>41,105,772</u>
Tax Depreciation as Per Third Schedule	(92,773,138)	(57,075,892)
Gratuity Paid	(1,429,010)	(2,861,780)
	(94,202,148)	(59,937,672)
Taxable Income	20,369,669	62,363,446
Income Tax on Profit before Tax @ 25%	<u>5,092,417</u>	<u>15,590,862</u>
B) Income Tax deducted at source		
AIT on Vehicle	15,000	15,000
AIT on Bank Interest	851,200	149,988
	<u>866,200</u>	<u>164,988</u>



	01.07.2019 to 31.03.2020 Taka	01.07.2018 to 31.03.2019 Taka
C) Minimum Tax on gross receipt		
Gross Receipt on Business Income	491,612,353	464,253,916
Minimum tax rate 0.6%	0.60%	0.60%
	<u>2,949,674</u>	<u>2,785,523</u>
Gross Receipt in others sources	9,572,597	1,555,396
Minimum tax rate 0.6%	0.60%	0.60%
	<u>57,436</u>	<u>9,332</u>
Total minimum tax on gross receipt	<u>3,007,110</u>	<u>2,794,856</u>
Income tax expense (Higher of A,B,C)	<u>5,092,417</u>	<u>15,590,862</u>
16 <u>Earning Per Share (EPS)</u>		
Earnings attributable to the ordinary shareholders	46,158,280	60,545,653
Number of ordinary shares used to compute EPS	136,269,093	136,269,093
Earning Per Share (EPS)	<u>0.34</u>	<u>0.44</u>
17 <u>Calculation of NOCFPS</u>		
Net Cash Flows from Operating Activities	(78,167,043)	51,236,844
Weighted average number of Shares	136,269,093	136,269,093
Net Operating Cash Flows Per Share (NOCFPS)	<u>(0.57)</u>	<u>0.38</u>

