



# EASTERN CABLES LIMITED

FACTORY & REGISTERED OFFICE: NORTH PATENGA, CHITTAGONG.

We forward herewith the un-audited Financial Statement of the Company for the first quarter ended 30 September, 2018.

## STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER, 2018

PARTICULARS	Notes	TK.IN LAC As at 30.09.2018	TK.IN LAC As at 30.06.2018
<b>PROPERTIES &amp; ASSETS:</b>			
Non-Current Assets:			
Property, Plant & Equipments	3.01	1,609.95	1,627.80
Capital Work in progress		59.81	54.80
<b>Total Non-Current Assets</b>		<b>1,669.76</b>	<b>1,682.60</b>
<b>Current Assets:</b>			
Inventories	4.01	2,808.52	2,626.48
Current A/c with Enterprise/Head Office		80.40	69.49
Trade Debtors		877.98	1,101.17
Advance, Deposits & Pre-payments & Adv. I. Tax		9,163.19	9,169.26
BSEC Dis-investment by Govt.		161.04	161.04
Differed Tax		77.65	77.65
Cash & Bank	5.01	213.99	81.69
<b>Total Current Assets</b>		<b>13,382.77</b>	<b>13,286.78</b>
<b>Total Properties &amp; Assets</b>		<b>15,052.53</b>	<b>14,969.38</b>
<b>SHAREHOLDER'S EQUITY &amp; LIABILITIES:</b>			
<b>SHAREHOLDER'S EQUITY:</b>			
Issued & Paid up Capital		2,400.00	2,400.00
Reserve & Surplus		4,516.58	4,911.64
<b>Total Shareholder's Equity</b>		<b>6,916.58</b>	<b>7,311.64</b>
<b>Non- Current Liabilities:</b>			
Long Term Loans	6.00	773.81	773.81
<b>Current Liabilities:</b>			
Cash Credit		1,325.23	1,046.61
BSEC Accounts		184.34	190.81
Liabilities for Goods		106.06	137.17
Advances form the Parties		109.66	119.60
Workers Profit Participation Fund	7.00	63.62	63.62
Provision for Income Tax		3,182.08	3,179.03
Others Liabilities		2,391.15	2,147.09
<b>Total Current Liabilities</b>		<b>7,362.14</b>	<b>6,883.93</b>
<b>Total Shareholder's Equity &amp; Liabilities</b>		<b>15,052.53</b>	<b>14,969.38</b>
<b>Net Asset Value (NAV) per share</b>		<b>28.82</b>	<b>30.47</b>

## STATEMENT OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 30 SEPTEMBER, 2018.

PARTICULARS	Notes	TK.IN LAC 01.07.18-30.09.18	TK.IN LAC 01.07.17-30.09.17
Net Sales		507.59	1278.01
Less: Cost of Goods sold		(662.90)	(988.03)
<b>Gross Profit/(loss)</b>		<b>(155.31)</b>	<b>289.98</b>
Less: Adm., Selling, Financial Expenses	8.00	(239.39)	(288.16)
<b>Net Operating Profit/(loss)</b>		<b>(394.70)</b>	<b>1.82</b>
Add: Non Operating Income		2.69	6.69
<b>Net Profit Before Provision for WPPF &amp; I. Tax</b>		<b>(392.01)</b>	<b>8.51</b>
Less: Provision for WPPF		-	(0.43)
<b>Net Profit Before Income Tax</b>		<b>(392.01)</b>	<b>8.08</b>
Less: Provision for Income Tax		(3.05)	(2.02)
<b>Net Profit/(loss) after Tax</b>	9.00(a)	<b>(395.06)</b>	<b>6.06</b>
<b>Earning Per Share (EPS)</b>	9.00(b)	<b>(1.65)</b>	<b>0.03</b>

## STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER, 2018.

PARTICULARS	TAKA IN LAC July-'18 to Sep-'18	TAKA IN LAC July-'17 to Sep-'17
<b>A) Cash Flows from Operating Activities:</b>		
Cash collection from turnover & others	1,094.28	718.30
Cash payment for cost & expenses	(1,210.39)	(3,027.81)
	(116.11)	(2,309.51)
Income Tax Paid	(1.00)	(54.80)
<b>Net Cash Flows from Operating Activities</b>	<b>(117.11)</b>	<b>(2,364.31)</b>
<b>B) Cash Flows from Investing Activities:</b>		
Acquisition of Fixed Assets	(7.35)	-
<b>Net Cash Flows from Investing Activities</b>	<b>(7.35)</b>	<b>-</b>
<b>C) Cash Flows from Financing Activities:</b>		
Cash Credit	278.62	2,418.67
Financial Expenses/Others	(21.86)	(34.68)
<b>Net Cash Flows from Financing Activities</b>	<b>256.76</b>	<b>2,383.99</b>
Net (decrease)/increase in cash & equivalent (a+b+c)	132.30	19.68
Cash & bank balance at beginning of the period	81.69	47.92
Cash & bank balance at the end of the period	213.99	67.60
<b>Net operating cash flows Per Share (NOCFPS)</b>	<b>(0.49)</b>	<b>(9.85)</b>

## STATEMENT OF CHANGES IN EQUITY AS AT 30 SEPTEMBER, 2018.

(TK. IN LAK)

PARTICULARS	Share Capital	Bonus Share	Revenue Reserves	Un appropriated Profit	Total Amount
Opening Balance (01.07.2018)	2,000.00	400.00	4,660.91	250.73	7,311.64
Net Profit/Loss after Income Tax	-	-	-	(395.06)	(395.06)
<b>Closing Balance (30.09.2018)</b>	<b>2,000.00</b>	<b>4,00.00</b>	<b>4,660.91</b>	<b>(144.33)</b>	<b>6,916.58</b>
Opening Balance (01.07.2017)	2,000.00	400.00	4,660.91	286.48	7347.39
Net Profit/Loss after Income Tax	-	-	-	6.06	6.06
<b>Closing Balance (30.09.2017)</b>	<b>2,000.00</b>	<b>4,00.00</b>	<b>4,660.91</b>	<b>292.54</b>	<b>7,353.45</b>
				<b>30.09.2018</b>	<b>30.09.2017</b>
Number of Ordinary shares				2,00,00,000	2,00,00,000
Number of Bonus shares				40,00,000	40,00,000
<b>Total</b>				<b>2,40,00,000</b>	<b>2,40,00,000</b>
<b>Value per share</b>				<b>10.00</b>	<b>10.00</b>
<b>Shareholder's equity per share</b>				<b>28.82</b>	<b>30.64</b>

Sd/...  
(DUKUL KUMAR BARUA)  
CHIEF FINANCIAL OFFICER (Incharge)

Sd/...  
(ABDUL JABBAR)  
COMPANY SECRETARY

Sd/...  
(ENGR. USHAMOY CHAKMA)  
MANAGING DIRECTOR

Sd/...  
(A.K.M SHAMSUL AREEFIN)  
INDEPENDENT DIRECTOR

Sd/...  
(MIZANUR RAHMAN)  
CHAIRMAN

The detail of the published first quarter financial statements is also available in the website. The address of the website is [www.easterncables.com](http://www.easterncables.com)

# EASTERN CABLES LIMITED

## Notes to the financial position for First Quarter Ended 30 September 2018.

### 1.00 Selected explanatory notes:-

The financial statement have been prepared in line with accounting policies as adopted in the preparation of financial statements for the period ended 30 September 2018. This interim financial report includes those selected explanatory notes as were demanded appropriate for the better understanding of the said un-audited financial statements.

### 2.00 Presentation of financial statement and basis of accounting:-

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles under Historical cost convention and after compliance with Bangladesh Financial Reporting standard (BFRS) and Bangladesh Accounting Standard (BAS) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the companies act 1994, the Securities and Exchange Rule 1987 and other applicable laws and regulations.

### 3.00 Property, Plant & Equipment:

#### 3.01 Recognition and Measurement:

Property, Plant & Equipment are capitalized at cost less accumulated depreciation in compliance with the requirements of BAS 16, Property, Plant & Equipment. The cost of acquisition of an assets comprises its purchase price and any directly attributable cost of bringing the assets in its working condition for its intended use inclusive of inward freight, duties and non-funded taxes.

	Tk In Lac
Fixed assets as on 01.07.2018	1,627.80
Addition during the year	7.35
<b>Balance as on 30.09.2018</b>	<b>1,635.15</b>
Accumulated Depreciation as on 30.09.2018	(25.20)
<b>Written Down Value as on 30.09.2018</b>	<b><u>1,609.95</u></b>

#### 4.00 Inventories:

Inventories are carried at the lower of cost and net realizable value as prescribed by BAS 2. Inventories cost determined on weighted average cost basis. The cost of inventories comprises of expenditure in the normal course of business in bringing the inventories to their present location and condition. Net realizable value in based on estimated selling price less any further costs expected to be incurred to the make sale.

#### 4.01 Closing Stock

	Tk In Lac
Stock of Raw Materials	806.13
Stores & Spares	1,076.26
Work in Progress	433.61
Stock of Finished Goods	492.52
<b>Balance as on 30.09.2018</b>	<b><u>2,808.52</u></b>

#### 5.00 Cash & Cash Equivalent:

Cash & Cash Equivalent includes cash in hand and with Bank on current & deposit accounts which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

#### 5.01 Cash & Cash Equivalents:

	Tk In Lac
Cash in hand	7.79
Cash at Bank	206.20
<b>Total Cash &amp; Cash Equivalent as on 30.09.2018</b>	<b><u>213.99</u></b>

#### 6.00 Long -term Loan

A.D.P Loan	14.68
Quasi-Equity Loan(Interest Free)	672.52
Govt. Loan for Manpower equalization(Interest Free)	86.61
	<b><u>773.81</u></b>

#### 7.00 Workers Profit Participation Fund:

Opening Balance(01.07.2018)	63.62
Add: Provision made during the period	-
Less/add :(Paid)/Adjusted during the period	-
<b>Closing Balance 30.09.2018</b>	<b><u>63.62</u></b>

**8.00 Administrative, Selling & Financial Expenses:**

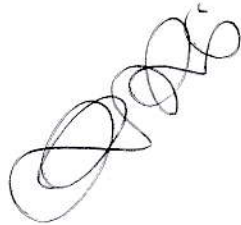
Administrative Salary, Allowance & Expenses	136.29
Selling Salary, Allowance & Expenses	74.19
Managing Director's Salarise & Allowances	5.43
Director's Fee & Expenses	1.62
Financial Expenses	21.86
	<u>239.39</u>

**9.00 a) Losses have incurred due to following reason:**

1. During the period it was not possible to collect the workorder from government organization by participating local & international tender with competitive private cable & conductor manufacturing Company.
2. It was not possible to maintain production trend of domestic & power cables due to Complexity of main raw martial (i.e. Copper wire) procurement process.
3. Production has reduced due to regular repair & maintains of machinery.

**b) EPS (Negative):**

Due to loss as the 1<sup>st</sup> quarter of 2018-2019 fiscal year. As a result Earning Per Share has been negative.



Company Secretary



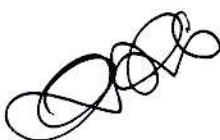
Managing Director

10.00 Related Party Transaction

f) Related party transaction

During the year, the company carried out a number of transaction with related parties in the normal course of business and on arms length basis. The name of these related parties, nature of transaction and balance as 30.09.2018 in accordance with the provision of BAS-24 are presented below.

Name of the Related Parties	Relationship	Nature of the Transaction	Transaction during the	Blance as at 30-09-2018	Blance as at 30-06-2018
Chittagong steel Mills Limited	Subsidiary Company of BSEC	Multiple Business	-	11,435,199 (Cr)	11,435,199 (Dr)
G.E.M Company Limited	Subsidiary Company of BSEC	Multiple Business	320,418	6,942,790 (Dr)	6,622,372 (Dr)
Chittagong Dry Dock Ltd	Subsidiary Company of BSEC	Multiple Business	160,209	856,671 (Dr)	696,462 (Dr)
Eastern Tubes Ltd.	Subsidiary Company of BSEC	Multiple Business	-	256,848 (Dr)	256,848 (Dr)
Bangladesh Can Co.Ltd.	Subsidiary Company of BSEC	Multiple Business	(390,293)	0 (Dr)	390,293 (Dr)
Bangladesh Blade Factory Ltd.	Subsidiary Company of BSEC	Multiple Business	-	902,045 (Dr)	902,045 (Dr)
Prantik Traders	Subsidiary Company of BSEC	Multiple Business	-	2,170 (Dr)	2,170 (Dr)
Gazi Wires Ltd.	Subsidiary Company of BSEC	Multiple Business	-	57,342 (Cr)	57,342 (Cr)
Pragati Industries Ltd.	Subsidiary Company of BSEC	Multiple Business	-	260,059 (Cr)	260,059 (Cr)
National Tube Ltd	Subsidiary Company of BSEC	Multiple Business	-	36,188 (Cr)	36,188 (Cr)
Bangladesh Diesel plant Ltd.	Subsidiary Company of BSEC	Multiple Business	-	1,615 (Cr)	1,615 (Cr)
Atlas (BD) Ltd	Subsidiary Company of BSEC	Multiple Business	-	13,690 (Cr)	13,690 (Cr)
Dhaka Steel Works Ltd.	Subsidiary Company of BSEC	Multiple Business	-	6,457 (Cr)	6,457 (Cr)
BSEC Current	<b>Parent Concern</b>	Multiple Business	2,762,290	18,058,954 (Cr)	15,296,664 (Cr)
REB Dhaka Export	Common Director	Sales	-	705,106 (Dr)	705,106 (Dr)
REB Dhaka Local	Common Director	Sales	-	20,557,736 (Dr)	20,557,736 (Dr)



Company Secretary



Managing Director