

1st Quarter Report

30 September, 2019



NATIONAL TUBES LIMITED

Registered Office : National Tubes Ltd.,
131-142 Tongi Industrial Area
Gazipur-1710.

Dear Sir,

We forward herewith the Un-Audited Financial Statements of the Company for the 1st Quarter ended on September 30, 2019 as per Securities & Exchange Commission Notification No.BSEC/CMRRCD/ 2006-158/208/ Admin/81 dated June 20, 2018.

(Sa. M. Ziaul Huq)
Managing Director

N.B:

Selected explanatory notes to the accounts for the period 1st Quarter ended 30 September 2019 shown in note no1 to 19 (Page no.2-5)

NATIONAL TUBES LIMITED

Statement of Financial Position (Un-Audited)
As at 30 September, 2019

Particulars	30 September,2019 (Taka)	30 June,2019 (Taka)
Assets		
A) Non Current Assets :	5,244,197,829	5,246,332,812
Property, Plant & Equipment note-2	5,244,197,829	5,246,332,812
B) Current Assets :	941,309,672	850,487,539
Inventories -3	524,258,166	480,633,375
Debtors -4	97,676,858	61,713,593
Advances, deposits and prepayments -5	317,022,187	305,271,759
Cash and bank balances - 6	2,352,461	2,868,812
C) Total assets (A+B)	6,185,507,501	6,096,820,351
D) Shareholders Equity :	5,554,724,312	5,549,404,838
Share capital	316,561,850	316,561,850
Revaluation reserve	5,196,326,260	5,197,916,673
Retained earnings	41,836,203	34,926,315
Total shareholders equity		
E) Non-Current Liabilities	59,971,607	59,979,352
Long-term loans	59,469,473	59,469,473
Deferred tax liability-14	502,134	509,879
F) Current Liabilities :	570,811,582	487,436,161
Bank loans, overdrafts and credits -7	341,773,237	274,289,819
Creditors and accruals - 8	129,103,220	113,687,023
Other current liabilities - 9	99,935,125	99,459,319
Total equity and liabilities (D+E+F)	6,185,507,501	6,096,820,351
Net assets	5,554,724,312	5,549,404,838
Net asset value (NAV) per share-17	175.47	175.30

Statement of Profit or Loss and other comprehensive income (Un-audited) for the 1st Quarter ended on 30 September,2019		
Particulars	July19-Sept.19	July18-Sept.18
Net Sales -10	109,019,355	54,083,194
Cost of goods sold - 11	84,679,593	56,847,534
A) Gross profit/(loss)	24,339,762	(2,764,340)
B) Operating Expenses	10,934,529	12,513,659
Administrative expenses	9,337,862	11,371,970
Selling and distribution expenses	1,596,667	1,141,689
C) Operating profit/(Loss)(A-B)	13,405,233	(15,277,999)
Financial/Interest expenses	(6,480,065)	(5,200,000)
Non operating Income	523,286	158,736
D) Net profit/(loss) before wpp fund & Tax	7,448,454	(20,319,263)
Workers profit participation Fund	372,423	-
E) Net profit/(loss) before Tax	7,076,031	(20,319,263)
F) Income Tax expenses	1,761,263	325,452
Current Tax	1,769,008	325,452
Deferred Tax-15	(7,745)	-
G) Net profit/(Loss) after tax(E-F)	5,314,768	(20,644,715)
Earning per Share(EPS)-16	0.17	(0.72)

NATIONAL TUBES LIMITED

Statement of Cash Flows (Un-Audited)
For the 1st Quarter ended on 30 September, 2019

Particulars	30 Sept.,2019 (Taka)	30 Sept.,2018 (Taka)
Cash flows from operating activities :	1,352,736	(13,359,762)
Collections from turnover and others-12	125,947,283	62,317,854
Payments for costs and expenses	(102,094,187)	(74,042,433)
Income-tax & vat paid and/or deducted	(22,500,360)	(1,635,183)
Cash flows from investing activities :	-	-
Acquisition of fixed assets	-	-
Acquisition of long-term assets	-	-
Sale proceeds of long-term assets	-	-
Cash flows from financing activities :	(1,869,087)	20,086,174
Loans received	67,483,418	33,186,174
Loans repaid	(69,352,505)	(13,100,000)
Dividend paid	-	-
Net cash inflows / (outflows) for the period	(516,351)	6,726,412
Opening cash and bank balances	2,868,812	669,520
Closing cash and bank balances	2,352,461	7,395,932
Net Operating Cash Flow Per Share(NOCFPS)-18	0.04	(0.46)

Statement of Changes in Equity (Un-audited) For the 1st Quarter ended on 30 September, 2019

Particulars	Share Capital	General Reserve	Revaluation Reserve	Retained Earnings	Total
Balance 1 July 19	316,561,850	-	5,197,916,673	34,926,315	5,549,404,838
Net Profit/(Loss) after Tax				5,314,768	5,314,768
Dep. charged on revalued amount			(1,590,413)	1,590,413	
10% Bonus Share 17-18				-	
Prior years adjustment				4,706	4,706
Balance 30 September 2019	316,561,850	-	5,196,326,260	41,836,203	5,554,724,312
Balance 30 September 2018	287,783,500	15,000,000	5,205,552,000	43,202,042	5,551,537,542

Company Secretary

Chief Financial Officer

Managing Director

Director

Director

NATIONAL TUBES LIMITED

Tongi, Gazipur.

Selected explanatory notes to the accounts for the period 1st Quarter ended 30 September 2019

Note-1) About the Company:

National Tubes Ltd. was established in the private sector in 1964. It was nationalized and placed under BSEC in 1972. The enterprise was transformed into a public company in 1989 by off-loading 49 percent shares to the general public. The company is now being managed by the independent Board of Directors. Its factory is situated on the Dhaka-Mymensing highway on 14.31-acre land at 131-142 Tongi Industrial Area-20 km North of the Capital City.

a) NATURE OF BUSINESS:

The Company manufactures G.I; A.P.I. & M.S.Pipes ranging from ½" to 8" dia.

b) BASIS OF ACCOUNTING:

(1) These Financial statements have been prepared under Historical cost convention in accordance with Bangladesh Accounting Standards (BAS).

(2) While preparing the Financial statements, attention has been given to the requirements of the Securities and Exchange Rules 1987, International Accounting Standards (IAS), International Financial Reporting Standards (IFRS), Companies Act 1994 and other relevant laws where applicable.

c) FIXED ASSETS:

Fixed Assets are stated at cost of revalued price less accumulated depreciation.

d) DEFERRED TAX :

Deferred tax has been considered in 1st Quarter (Q-1) financial statements ended on 30 September, 2019.

e) PROVISION FOR EXPENSES :

Recurring expenses are provided based on estimation if the bills are not received and are adjusted subsequently with actual bills when received.

f) INCOME TAX

Provision for income tax calculated as applicable income tax laws which breadkup included in note no-14.

g) USE OF CREDIT FACILITIES :

All credit facilities are used with bank loan.

h) Figures in the accounts have been rounded off to the nearest taka.

Note-2 Property, Plant & Equipment : Tk.5,244,197,829

This is made up as follows:

Particulars

A. Cost:

Opening Balance	352,577,106
Add: Addition during the year	-
Less: Transfer/ Disposal during the year	-
Closing Balance	352,577,106

B. Accumulated depreciation:

Opening Balance	304,160,968
Add: Charged during the year	544,569
Less: Transfer/ Disposal during the year	-
Closing Balance	304,705,537

C. Written down value on cost (A-B)

47,871,569

2. Based on Revaluation:

Opening Balance	5,325,455,011
Add: Addition during the year	-
Less: Transfer/ Disposal during the year	-
Closing Balance	5,325,455,011

B. Accumulated depreciation:

Opening Balance	127,538,338
Add: Charged during the year	1,590,413
Less: Transfer/ Disposal during the year	-
Closing Balance	129,128,751

C. Written down value on revaluation (A-B)	5,196,326,260
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3. Written down value on cost and revaluation (1+2)	5,244,197,829
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Note-3) Inventories Tk.524,258,166

Stock of Raw materials	116,378,667
Stores & Spares	32,274,944
Store In Transit	-
Stock of working process	31,439,681
Stock of finished goods	344,164,874
Total :	524,258,166

Note-4) Debtors Tk.97,676,858

Bakhrabad Gas system Ltd.	42,838,698
GEM Co. Ltd.	49,520
Titas Gas T & D Co. Ltd.	46,189,071
Western Gas Distribution Project	3,606,250
Dhaka Washa	4,993,319
Total :	97,676,858

Note-5) Advances, deposits and prepayments Tk. 317,022,187

TA / DA Advance	227,970
Advance for Purchase	697,453
Advance for Expense	1,065,569
Advance for Canteen/Mess Expense	29,845
Advance Corporate Tax	289,206,951
Advance to Suppliers and Contractors	31,498
Security Deposites	3,476,688
VAT	6,900,210
Current account with Enterprises	14,942,933
Current account with BSEC	443,070
Total :	317,022,187

Note-6) Cash and bank balances Tk. 2,352,461

Cash in Hand	149,206
Cash at Bank	2,203,255
Total :	2,352,461

Note-7) Bank loans, overdrafts and credits Tk. 341,773,237

CC Loan	95,933,859
LTR Loan	245,839,378
Total :	341,773,237

Note-8) Creditors and accruals Tk. 129,103,220

Sundry creditors for goods	735,415
Provision for expenses and Interests	29,447,008
Pension fund	23,805,104
Tax liabilities	60,904,830
Advance received from customers	14,210,863

Total : 129,103,220

Note-9) Other current liabilities Tk. 99,935,125

Leave pay & Gratuity	67,075,758
Liability for other finances	31,713,044
Advances, deposits & prepayments credit balance	773,900
WPPF	372,423

Total : 99,935,125

Note-10) Net sales Tk. 109,019,355

Gross Sale	125,423,997
Less : VAT	(16,404,642)

Total : 109,019,355

Note-11) Cost of goods sold Tk.84,679,593

Direct Materials	75,724,227
Direct Labour	17,244,450
Power, Fuel & Oil	3,161,597
Production Overhead	3,337,880
Total	99,468,154
Opening Stock Of WIP	33,036,143
Closing Stock Of WIP	31,439,681
Production Cost	101,064,616
Opening Stock Of Finished Goods	327,779,851
Closing Stock Of Finished Goods	344,164,874

Total : 84,679,593

Note-12) Collection from Turnover and others Tk. 125,947,283

Gross sales	125,423,997
Non-operating income	523,286
Debtors decrease/(increase)	(35,963,265)
Advance from customer increase/(decrease)	9,944,904

Total : 125,947,283

Note-13) Provision for Income Tax : Tk. 60,904,830

This is made up as follows:

Particulars

Opening Balance	59,135,822
Add: Current Tax (25% of net profit before tax)	1,769,008
Closing Balance:	60,904,830

Note-14) Deferred tax liability : Tk. 502,134

This is made up as follows:

Particulars

Opening Balance	509,879
Add/(Less): Deferred Tax expenses/(income) during the period	(7,745)
Closing Balance:	502,134

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Note-15 Deferred Tax Expenses/ (Income) : Tk. -7,745

This is made up as follows:

Particulars**Temporary Difference**

Written down value of fixed assets as per financial statements as on 30.09.2019

Written down value of fixed assets as per Tax depreciation as on 30.09.2019

Taxable temporary difference

Applicable tax rate

Deferred Tax Liability

Opening Deferred Tax Liability

Closing Deferred Tax Liability

Deferred Tax expense/(Income)

	5,244,197,829
	(5,242,189,291)
	2,008,538
	25%
	502,135
	509,880
	502,135
	(7,745)

Note-16) Earning per share(EPS) : Tk. 0.17

This made up as follows:

Profit/Loss after tax for the period

Number of Shares

Earning per share(EPS)Tk.

	5,314,768
	31,656,185
	0.17

Note-17) Net Asset Value(NAVs) : Tk. 175.47

This made up as follows:

Net Asset Value(NAVs)

Number of Shares

Earning per share(EPS)Tk.

	5,554,724,312
	31,656,185
	175.47

Note-18) Net Operating Cash Flow per share(NOCFPS) : Tk. 0.04

This made up as follows:

Cash flow from Operative activities

Number of Shares

Net Operating Cash Flow per share(NOCFPS) : Tk.

	1,352,736
	31,656,185
	0.04

Note-19) Significant deviation:

- The EPS of Q-1 ended on 30 September 2019 is Tk.0.17 where as Tk.(0.72) for the previous year same period. Due to increase turnover the company earned net profit as well as EPS is positive compared with 30 September 2018 Q-1 .
- The NOCFPS of Q-1 ended on 30 September 2019 is Tk.0.04 where as Tk.(0.46) for the previous year same period. Because increase sales as compared with the previous period as well as NOCFPS more then better i.e positive from the said period.



Chief Financial Officer



Managing Director