

SINGER BANGLADESH LIMITED
Statement of Financial Position (Un-audited)

In BD Taka	Note	Consolidated		Company	
		30 June 2020	31 December 2019	30 June 2020	31 December 2019
Assets					
Property, plant and equipment	3	1,399,565,681	1,420,024,293	1,078,495,071	1,088,581,106
Intangible assets	4	26,957,640	29,765,141	26,863,491	29,664,990
Right-of-use (ROU) asset		1,403,827,063	1,448,941,241	1,311,030,926	1,340,068,314
Investments	5	4,199,450	4,199,450	650,998,506	650,998,506
Deferred tax assets	6	24,272,333	-	69,540,599	43,667,319
Deposits and prepayments	7	35,921,065	36,228,957	23,310,298	23,160,298
Non-current assets		2,894,743,232	2,939,159,082	3,160,238,891	3,176,140,533
Inventories	8	6,806,759,048	4,398,389,858	6,191,661,611	3,779,883,956
Trade and other receivables	9	3,559,453,311	2,471,880,052	3,696,551,966	2,513,546,473
Advances, deposits and prepayments	7	687,989,350	212,030,470	578,900,659	156,219,658
Current tax assets	10	244,716,579	128,507,136	-	-
Cash and cash equivalents	11	527,413,640	181,712,093	524,233,345	180,580,885
Current assets		11,826,331,928	7,392,519,609	10,991,347,581	6,630,230,972
Total assets		14,721,075,160	10,331,678,691	14,151,586,472	9,806,371,505
Equity					
Share capital	12	997,028,380	997,028,380	997,028,380	997,028,380
Reserves		567,505,871	569,134,429	567,505,871	569,134,429
Retained earnings		1,051,737,410	1,625,912,265	1,288,230,118	1,851,331,233
Equity attributable to owners of the Company		2,616,271,661	3,192,075,074	2,852,764,369	3,417,494,042
Non-controlling interest		-	-	-	-
Total equity		2,616,271,661	3,192,075,074	2,852,764,369	3,417,494,042
Liabilities					
Retirement benefit obligations		5,896,534	-	533,194	-
Long term debt	13	25,682,777	25,682,777	-	-
Deferred tax liability		-	1,110,395	-	-
Lease liability (non-current portion)		896,344,418	896,938,482	820,767,494	821,361,558
Other liabilities	14	1,894,248,490	1,723,651,660	1,894,248,490	1,723,651,660
Non-current liabilities		2,822,172,219	2,647,383,314	2,715,549,178	2,545,013,218
Trade and other payables	15	2,022,573,747	2,386,901,238	1,892,077,756	1,882,191,451
Short-term borrowings - secured		7,132,011,913	1,961,093,776	6,550,391,485	1,746,861,938
Lease liability (current portion)		122,311,512	132,757,081	109,856,701	108,452,431
Current tax liabilities	10	-	-	30,946,983	106,358,425
Short term portion of long term debt	13	5,734,108	11,468,208	-	-
Current liabilities		9,282,631,280	4,492,220,303	8,583,272,925	3,843,864,245
Total equity and liabilities		14,721,075,160	10,331,678,691	14,151,586,472	9,806,371,505
Net assets value per share (NAV)	22	26.24	32.02	28.61	34.28
Number of Shares used to compute NAV		99,702,838	99,702,838	99,702,838	99,702,838

for and on behalf of the Board of Directors of Singer Bangladesh Limited



Polat Sen
Director



Masud Khan
Director



M. H. M. Fairouz
Managing Director



Akram Uddin Ahmed
Chief Financial Officer



Mohammad Sanullah
Company Secretary

Dated: 23 July 2020

SINGER BANGLADESH LIMITED
Statement of profit or loss and other comprehensive income (Unaudited)

In BD Taka	Note	For the period from 1 January - 30 June				For the period from 1 April - 30 June			
		Consolidated		Company		Consolidated		Company	
		2020	2019	2020	2019	2020	2019	2020	2019
Sales		6,010,837,523	7,887,388,778	6,010,837,523	7,887,388,778	2,978,074,572	5,170,926,931	2,978,074,572	5,170,926,931
Earned carrying charges		48,377,780	53,946,437	48,377,780	53,946,437	16,922,117	26,693,747	16,922,117	26,693,747
Turnover	16	6,059,215,303	7,941,335,215	6,059,215,303	7,941,335,215	2,994,996,689	5,197,620,678	2,994,996,689	5,197,620,678
Cost of sales		(4,404,067,907)	(5,708,461,971)	(4,447,170,881)	(5,772,759,969)	(2,164,935,627)	(3,755,461,828)	(2,187,569,039)	(3,796,346,633)
Gross profit		1,655,147,396	2,232,873,244	1,612,044,422	2,168,575,246	830,061,062	1,442,158,850	807,427,650	1,401,274,045
Operating expenses	17	(1,179,905,099)	(1,301,293,831)	(1,152,555,363)	(1,281,569,355)	(584,522,350)	(790,953,825)	(575,872,402)	(776,249,311)
Other income	18	57,006,990	65,481,428	51,160,097	59,003,976	20,709,120	44,081,929	19,076,501	40,459,003
Operating profit		532,249,287	997,060,841	510,649,156	946,009,867	266,247,832	695,286,954	250,631,749	665,483,737
Finance income		-	210,410	-	210,410	-	166,559	-	166,559
Finance costs		(223,330,371)	(212,927,429)	(207,185,961)	(176,399,763)	(130,270,239)	(106,181,388)	(121,061,730)	(89,327,842)
Net finance costs	19	(223,330,371)	(212,717,019)	(207,185,961)	(176,189,353)	(130,270,239)	(106,014,829)	(121,061,730)	(89,161,283)
Profit before contribution to workers' profit participation fund		308,918,916	784,343,822	303,463,195	769,820,514	135,977,593	589,272,125	129,570,019	576,322,454
Contribution to workers' profit participation fund		(17,067,869)	(39,787,680)	(15,173,160)	(38,491,026)	(7,287,333)	(29,669,339)	(6,478,501)	(28,816,123)
Profit before taxation		291,851,047	744,556,142	288,290,035	731,329,488	128,690,260	559,602,786	123,091,518	547,506,331
Income tax expense	20	(101,799,163)	(232,510,920)	(87,164,411)	(215,728,252)	(49,711,366)	(170,221,466)	(40,876,827)	(160,989,604)
Profit after tax		190,051,884	512,045,222	201,125,624	515,601,236	78,978,894	389,381,320	82,214,691	386,516,727
Profit attributable to		(1,088,015)	-	-	-	(1,088,015)	-	-	-
Equity holders of the Company (SBL)		190,051,884	512,045,222	-	-	78,978,894	389,381,320	-	-
Non-controlling interest		-	-	-	-	-	-	-	-
		190,051,884	512,045,222	-	-	78,978,894	389,381,320	-	-
Other comprehensive income		-	-	-	-	-	-	-	-
Items that will not be reclassified to profit or loss		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
Total comprehensive income for the period		190,051,884	512,045,222	201,125,624	515,601,236	78,978,894	389,381,320	82,214,691	386,516,727
Total comprehensive income attributable to:									
Equity holders of the Company (SBL)									
Profit after tax		190,051,884	512,045,222	-	-	78,978,894	389,381,320	-	-
Other comprehensive income		-	-	-	-	-	-	-	-
		190,051,884	512,045,222	-	-	78,978,894	389,381,320	-	-
Non-controlling interest		-	-	-	-	-	-	-	-
Profit after tax		-	-	-	-	-	-	-	-
Other comprehensive income		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
Total comprehensive income for the period		190,051,884	512,045,222	-	-	78,978,894	389,381,320	-	-
Earnings per share (EPS)	21	1.91	5.14	2.02	5.17	0.79	3.91	0.82	3.88
Number of Shares used to compute EPS		99,702,838	99,702,838	99,702,838	99,702,838	99,702,838	99,702,838	99,702,838	99,702,838

for and on behalf of the Board of Directors of Singer Bangladesh Limited



Polat Sen
Director



Masud Khan
Director



M. H. M. Fairoz
Managing Director



Akram Uddin Ahmed
Chief Financial Officer



Mohammad Sanaulah
Company Secretary

Dated: 23 July 2020

SINGER BANGLADESH LIMITED
Statement of Changes in Equity-Consolidated (Un-audited)

For the Period ended 30 June 2020

<i>In BD Taka</i>	Attributable to owner of the Company						Total	Non-controlling interests	Total equity
	Share capital	Revaluation reserve	Capital reserve	Non-remittable special capital reserves	Non-distributable special reserves	Retained earnings			
Balance at 1 January 2020	997,028,380	550,340,462	18,190,942	370,178	232,847	1,625,912,264	3,192,075,073	-	3,192,075,073
Total comprehensive income									
Profit	-	-	-	-	-	190,051,884	190,051,884	-	190,051,884
Acquisition of business	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	190,051,884	190,051,884	-	190,051,884
Transaction with owners of the Company									
Contributions and distributions									
Dividends:									
Cash dividend 2019	-	-	-	-	-	(767,711,855)	(767,711,855)	-	(767,711,855)
Total contributions and distributions	-	-	-	-	-	(767,711,855)	-	-	(767,711,855)
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	1,856,559	1,856,559	-	1,856,559
Transfer of depreciation on revaluation surplus	-	(1,628,558)	-	-	-	1,628,558	-	-	-
	-	(1,628,558)	-	-	-	3,485,117	1,856,559	-	1,856,559
Balance at 30 June 2020	997,028,380	548,711,904	18,190,942	370,178	232,847	1,051,737,410	3,383,983,516	-	2,616,271,661
Balance at 1 January 2019	766,944,910	554,281,723	18,190,942	370,178	232,847	971,039,498	2,311,060,098	66,518,445	2,377,578,543
Total comprehensive income									
Profit	-	-	-	-	-	512,045,222	512,045,222	-	512,045,222
Adjustment For IFRS 16	-	-	-	-	-	2,800,000	2,800,000	-	2,800,000
Acquisition of business	-	-	-	-	-	(269,494,553)	(269,494,553)	(66,518,445)	(336,012,998)
Other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	245,350,669	245,350,669	(66,518,445)	178,832,224
Transaction with owners of the Company									
Contributions and distributions									
Dividends:									
Stock dividend - 2018	230,083,470	-	-	-	-	(230,083,470)	-	-	-
Total contributions and distributions	230,083,470	-	-	-	-	(230,083,470)	-	-	-
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	656,878	656,878	-	656,878
Transfer of depreciation on revaluation surplus	-	(1,970,631)	-	-	-	1,970,631	-	-	-
	-	(1,970,631)	-	-	-	2,627,509	656,878	-	656,878
Balance at 30 June 2019	997,028,380	552,311,092	18,190,942	370,178	232,847	988,934,206	2,557,067,645	-	2,557,067,645

for and on behalf of the Board of Directors of Singer Bangladesh Limited



Polat Sen
Director



Masud Khan
Director



M. H. M. Fairoz
Managing Director



Akram Uddin Ahmed
Chief Financial Officer



Mohammad Sanaullah
Company Secretary

Dated: 23 July 2020

SINGER BANGLADESH LIMITED
Statement of Changes in Equity-Company (Un-audited)

For the Period ended 30 June 2020

<i>In BD Taka</i>	Share capital	Revaluation reserve	Capital reserve	Non-remittable special capital reserves	Non-distributable special reserves	Retained earnings	Total equity
Balance at 1 January 2020	997,028,380	550,340,462	18,190,942	370,178	232,847	1,851,331,233	3,417,494,042
Total comprehensive income							
Profit	-	-	-	-	-	201,125,624	201,125,624
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	201,125,624	201,125,624
Transaction with owners of the Company							
Contributions and distributions							
Dividends:							
Cash dividend 2019	-	-	-	-	-	(767,711,855)	(767,711,855)
Stock dividend 2019	-	-	-	-	-	-	-
Total contributions and distributions	-	-	-	-	-	(767,711,855)	(767,711,855)
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	1,856,558	1,856,558
Transfer of depreciation on revaluation surplus	-	(1,628,558)	-	-	-	1,628,558	-
	-	(1,628,558)	-	-	-	3,485,116	1,856,558
Balance at 30 June 2020	997,028,380	548,711,904	18,190,942	370,178	232,847	1,288,230,118	2,852,764,369
Balance at 1 January 2019	766,944,910	554,281,723	18,190,942	370,178	232,847	977,927,706	2,317,948,306
Total comprehensive income							
Profit	-	-	-	-	-	515,601,236	515,601,236
Adjustment For IFRS 16	-	-	-	-	-	2,800,000	2,800,000
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	518,401,236	518,401,236
Transaction with owners of the Company							
Contributions and distributions							
Dividends:							
Stock dividend 2020	230,083,470	-	-	-	-	(230,083,470)	-
Total contributions and distributions	230,083,470	-	-	-	-	(230,083,470)	-
Adjustment for deferred tax arising from revaluation of property, plant and equipment	-	-	-	-	-	656,879	656,879
Transfer of depreciation on revaluation surplus	-	(1,970,631)	-	-	-	1,970,631	-
	-	(1,970,631)	-	-	-	2,627,510	656,879
Balance at 30 June 2019	997,028,380	552,311,092	18,190,942	370,178	232,847	1,268,872,982	2,837,006,421

for and on behalf of the Board of Directors of Singer Bangladesh Limited



Polat Sen
Director



Masud Khan
Director



M. H. M. Fairoz
Managing Director



Akram Uddin Ahmed
Chief Financial Officer



Mohammad Sanullah
Company Secretary

Dated: 23 July 2020

SINGER BANGLADESH LIMITED
Statement of Cash Flows (Un-audited)

<i>In BD Taka</i>	Note	For the Period ended 30 June 2020			
		Consolidated		Company	
		2020	2019	2020	2019
Cash flows from operating activities					
Collections from turnover and other income		6,087,446,143	7,434,496,490	6,081,599,250	7,434,496,490
Payments for costs and expenses		(9,452,202,294)	(7,635,335,487)	(9,199,600,871)	(8,245,045,628)
Interest paid on borrowings/leases		(252,707,998)	(203,542,290)	(228,431,653)	(166,189,353)
Payments to workers' profit participation fund		(77,335,951)	(65,585,365)	(75,321,587)	(64,466,467)
Income tax paid		(242,848,485)	(179,456,024)	(187,906,281)	(127,884,871)
Net cash from operating activities	22	(3,937,648,585)	(649,422,676)	(3,609,661,143)	(1,169,089,829)
Cash flows from investing activities					
Acquisition of property, plant and equipment		(46,346,287)	(42,163,443)	(26,578,165)	(41,923,329)
Investment in subsidiary		-	(250,751,940)	-	(250,751,940)
Net cash from/(used in) investing activities		(46,346,287)	(292,915,383)	(26,578,165)	(292,675,269)
Cash flows from financing activities					
Term loan received		(5,734,100)	(2,987,736)	-	-
Lease Liability (principal repayment)		(67,668,065)	(157,069,148)	(55,818,226)	(143,416,735)
Dividends paid		(767,819,553)	(426,032)	(767,819,553)	(426,032)
Net cash used in financing activities		(841,221,718)	(160,482,916)	(823,637,779)	(143,842,767)
Net increase/(decrease) in cash		(4,825,216,590)	(1,102,820,975)	(4,459,877,087)	(1,605,607,865)
Cash and cash equivalents at 1 January		(1,779,381,683)	(2,534,131,396)	(1,566,281,053)	(1,924,991,845)
Acquisition of Business		-	-	-	-
Cash and cash equivalents at 31 March		(6,604,598,273)	(3,636,952,371)	(6,026,158,140)	(3,530,599,710)
Closing cash and cash equivalents have been arrived at as follows:					
Cash and cash equivalents		527,413,640	220,739,946	524,233,345	219,896,687
Short-term borrowings - secured (bank overdrafts)		(7,132,011,913)	(3,857,692,317)	(6,550,391,485)	(3,750,496,397)
		(6,604,598,273)	(3,636,952,371)	(6,026,158,140)	(3,530,599,710)
Net Operating Cash Flow Per Share (NOCFPS)	23	(39.49)	(6.51)	(36.20)	(11.73)
Number of Shares used to compute NOCFPS		99,702,838	99,702,838	99,702,838	99,702,838

for and on behalf of the Board of Directors of Singer Bangladesh Limited



Polat Sen
Director



Masud Khan
Director



M. H. M. Fairoz
Managing Director



Akram Uddin Ahmed
Chief Financial Officer



Mohammad Sanallah
Company Secretary

Dated: 23 July 2020

SINGER BANGLADESH LIMITED

Notes to the Financial Statements

1 Reporting entity

1.1 Company profile

Singer Bangladesh Limited (the Company) was incorporated in Bangladesh as a private limited Company on 4 September 1979 under the Companies Act 1913. It was converted into a public limited Company in 1983 when it offered its shares to the public with the requisite permission from the Government. It has been a direct subsidiary of Retail Holdings Bhold B.V., The Netherlands (formerly Singer Bhold B.V., The Netherlands) since 2003. The shares of the Company are listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited. The address of the registered office of the Company is 39 Dilkusha Commercial Area, Dhaka 1000, Bangladesh.

1.2 Nature of business

Principal activities of the Company throughout the year were manufacturing of panel televisions, air conditioners and furniture and marketing of refrigerators, televisions, air conditioners, furniture, sewing machines, computers, washing machines and other consumer electronics and household appliances. The manufacturing plant of the Company is situated at Rajfulbaria, Jhamur, Savar, Dhaka 1340.

1.3 Description of subsidiary

International Appliances Limited (IAL)

International Appliances Limited (the Company) was incorporated in Bangladesh as a private limited company on 23 December 2014 under the Companies Act 1994. It has been an associate of Singer Bangladesh Limited since inception. Singer Bangladesh Limited acquired it as subsidiary on 16 October 2017. On 27 February 2019 it became fully owned subsidiary of Singer Bangladesh Limited. The address of the Registered Office of the Company is Mousa Koulashur, Hemayetpur, Savar, Dhaka, Bangladesh. Principal activities of the Company is manufacturing and selling of refrigerators of different capacities, models and types with the brand of "Singer" for exclusive marketing by Singer Bangladesh Limited. The manufacturing plant of the Company is situated at Mousa Koulashur, Hemayetpur, Savar, Dhaka, Bangladesh.

2 Basis of preparation

2.1 Presentation of financial statements

These interim financial statements of the Company and Group have been prepared on the basis of the same accounting policies and methods applied for the year ended 31 December 2019. The consolidated financial statements of Singer Bangladesh Limited for the period ended 30 June 2020 encompasses interim financial statements of the Company and its subsidiary.

2.2 Statement of compliance

These interim financial statements have been prepared in compliance with the requirements of the International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS), the Companies Act 1994, Bangladesh Securities and Exchange Ordinance 1969, Bangladesh Securities and Exchange Rules 1987, Listing Regulations of Dhaka and Chittagong Stock Exchanges and other relevant local laws as applicable.

2.3 Going concern

The Company has adequate resources to continue in operation for foreseeable future and hence, these financial statements have been prepared on going concern basis. As per management assessment there are no material uncertainties related to events or conditions (specifically COVID 19) which may cast significant doubt upon the Company's ability to continue as a going concern.

2.4 Functional and presentational currency

These interim consolidated financial statements are presented in Bangladesh Taka (BDT/Taka/Tk.), which is both functional and presentational currency of the Company.

SINGER BANGLADESH LIMITED

Notes to the Financial Statements

2.5 Impact of COVID-19

In view of the current Pandemic of COVID-19 the management of the Company makes critical estimates and judgments of matters including but not limited to business plan and forecast to support going concern assumption, revenue recognition (IFRS 15), inventory valuation (IAS 2), impairment assessment (IAS 36), onerous contract (IAS 37), debt servicing and compliance with covenants (IFRS 7) etc. In addition, management is aware that any modifications in contract may result changes in terms of financial assets and liabilities (IFRS 9), leases (IFRS 16), compensation arrangements with employees (IAS 19) etc.

Owing of COVID-19 impact, preparation of reliable forecast information is challenging as this can have pervasive impact across multiple elements of financial statements. Entity uses forecast information for multiple purposes such as, the impairment of non financial assets, expected credit losses (ECL), fair value of assets and liabilities, change in net realizable value of inventory, the recoverability of deferred tax assets and the entity's ability to continue as a going concern.

Though revenue was achieved at a growth rate of 14% in Q1 2020 but both revenue and net results in Q2 have been significantly lower mainly due to government declared long general holidays / lockdown to tackle the spread of Covid-19 pandemic. The general holiday was started from 26th March 2020 allowing only restricted movements of people and essential goods. Consequently, all government and private offices, factories, shops, markets (except emergency services, hospitals, pharmacies, grocery shops, kitchen markets and movement of essential commodities) had to close their operation and all businesses activities were put on hold from 26th March 2020 until 10 May 2020.

Considering the big festival (Eid-ul-Fitr) which was held on 25 May 2020 government allowed to open shops, restaurants and shopping malls from 10 May 2020 with limited time from 10 am to 4 pm and subject to taking health safety precautions and maintaining social distance. Within various limitations the company managed to open its 60%-70% shops out of 407 showrooms (rest shops were closed due to local authority restrictions) from 10 May 2020 and also in Ramadan time we could not open shops after iftar when it was used to be rush hours before Covid-19 pandemic. On the other hand, a tiny portion of our dealer network could open for their shops for businesses and corporate customers could not open their business at all. However, Singer has secured 50% sales in May 2020 of its target despite all these limitations mentioned above.

Though government has not extended general holiday/ lockdown after 30 May 2020 but attempting to introduce cluster-based lockdown based on zoning systems (Red, Yellow and Green). Moreover, the flood has affected north eastern part of the country due to excessive rain in those area and in the upper basin from the beginning of forth week of June 2020 and many more districts have been inundated with flood water. All these factors and events together have impacted the lives of general mass people and business activities all over the country and in the end, it has driven the sales downward. However, though Jun sales have been largely better than May but overall Q2 revenue and net results have been far below then it was projected and also comparing to last year.

Management of the Company strongly believes that, there is no need to re-evaluate/re-measure of for the impairment of non financial assets, fair value of assets and liabilities, any potential decrease in net realizable value of inventory, any adverse impact on employee benefits and employer obligations and the entity's ability to continue as a going concern except for some impact of incremental expected credit losses. For this impact of incremental expected credit losses management has already started continuous evaluation for measurement and recognize excess losses in its monthly accounts from April.

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

3 Property, plant and equipment

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Cost	2,369,298,163	2,335,344,566	1,900,077,259	1,873,679,097
Accumulated depreciation	969,732,482	915,320,273	821,582,188	785,097,991
	1,399,565,681	1,420,024,293	1,078,495,071	1,088,581,106

4 Intangible assets

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Cost	76,062,580	75,882,581	75,942,405	75,762,406
Accumulated amortisation	49,104,940	46,117,440	49,078,914	46,097,416
	26,957,640	29,765,141	26,863,491	29,664,990

5 Investments

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Investment in subsidiary	-	-	646,799,056	646,799,056
Investment in term deposit	2,630,000	2,630,000	2,630,000	2,630,000
Investment in Central Depository Bangladesh Limited (CDBL)	1,569,450	1,569,450	1,569,450	1,569,450
	4,199,450	4,199,450	650,998,506	650,998,506

6 Deferred tax assets

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Opening balance	(1,110,396)	26,507,800	43,667,319	45,639,652
Acquisition of business	-	-	-	-
	(1,110,396)	26,507,800	43,667,319	45,639,652
Released/(expense) during the year	24,839,877	(28,931,950)	25,330,428	(3,286,087)
Adjustment on revaluation of PPE	-	-	-	-
Remeasurement of defined benefit liability	-	-	-	-
Transferred to retained earnings	542,852	1,313,755	542,852	1,313,754
	25,382,729	(27,618,195)	25,873,280	(1,972,333)
	24,272,333	(1,110,395)	69,540,599	43,667,319

6.1 Closing balance

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Deferred tax assets	362,430,637	352,971,214	318,985,220	304,969,009
Deferred tax liabilities	(338,158,304)	(354,081,609)	(249,444,621)	(261,301,690)
	24,272,333	(1,110,395)	69,540,599	43,667,319

6.1.1 Deferred tax assets

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Provision for gratuity	-	1,166,091	-	-
Reserve against inventories	31,316,904	27,080,272	25,330,272	27,080,272
Reserve for warranty	27,010,302	29,476,317	27,010,302	23,421,861
Provision for bad debts	33,988,599	21,097,067	33,988,597	21,097,067
Unabsorbed depreciation	-	5,823,106	-	-
Provision for Machine Maintenance Cost	4,770,508	-	-	-
Property, plant and equipment	-	916,312	-	916,312
Provision for gratuity	1,877,168	-	-	-
Lease Liability	263,467,156	267,412,049	232,656,049	232,453,497
	362,430,637	352,971,214	318,985,220	304,969,009

6.1.2 Deferred tax liabilities

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Provision for gratuity	-	(1,213,165)	-	(1,213,165)
Revaluation of land and building	(22,142,129)	(22,776,222)	(22,142,129)	(22,776,222)
Property, plant and equipment	(67,075,225)	(60,364,154)	(7,874,138)	-
Right-of-use (ROU) asset	(248,940,949)	(269,728,069)	(219,428,354)	(237,312,303)
	(338,158,304)	(354,081,609)	(249,444,621)	(261,301,690)

The amounts of deferred tax assets and liabilities have been netted off as permitted by IAS 12. "Income taxes".

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

7 Advances, deposits and prepayments

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Employees against expenses	-	-	-	-
Advances to others	14,287,630	24,504,492	-	9,299,540
Advances	14,287,630	24,504,492	-	9,299,540
Security deposits	29,742,145	29,432,145	23,310,298	23,160,298
Deposits	29,742,145	29,432,145	23,310,298	23,160,298
Prepayments	679,880,640	194,322,790	578,900,659	146,920,118
Prepayments	679,880,640	194,322,790	578,900,659	146,920,118
	723,910,415	248,259,427	602,210,957	179,379,956

	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
7.1 Non-current portion of deposits and prepayments	35,921,065	36,228,957	23,310,298	23,160,298
Current portion of advances, deposits and prepayments	687,989,350	212,030,470	578,900,659	156,219,658
	723,910,415	248,259,427	602,210,957	179,379,956

8 Inventories

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Finished goods	5,158,688,885	2,863,312,296	5,058,299,272	2,810,051,832
Non-Trade goods	17,462,218	9,738,312	17,462,218	9,738,312
Raw materials	739,888,266	615,051,287	403,947,148	244,738,388
Goods in transit	992,040,768	1,018,609,051	813,274,062	823,676,512
Work in progress	-	-	-	-
	6,908,080,136	4,506,710,946	6,292,982,699	3,888,205,044
Provision for inventory obsolescence	(101,321,088)	(108,321,088)	(101,321,088)	(108,321,088)
	6,806,759,048	4,398,389,858	6,191,661,611	3,779,883,956

9 Trade and other receivable

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Trade receivable				
Hire receivable from customers	2,751,153,570	2,436,581,468	2,751,153,570	2,436,581,468
Unearned carrying charges	(344,801,725)	(290,133,543)	(344,801,725)	(290,133,543)
	2,406,351,845	2,146,447,925	2,406,351,845	2,146,447,925
Provision for doubtful debts	(83,745,083)	(45,841,615)	(83,745,083)	(45,841,615)
	2,322,606,762	2,100,606,310	2,322,606,762	2,100,606,310
Receivable from dealers	811,333,311	141,350,706	811,333,311	141,350,706
Trade receivables	252,208,490	76,053,832	252,208,490	76,053,832
Provision for doubtful debts	(26,943,654)	(15,271,003)	(26,943,654)	(15,271,003)
	3,359,204,909	2,302,739,845	3,359,204,909	2,302,739,845
Other receivables				
Receivable from employees	5,058,766	6,079,527	5,058,766	5,916,444
Receivable from shop managers	37,568,229	29,188,237	37,568,229	29,188,237
Receivable from Singer Asia Limited	1,260,407	1,497,415	1,260,407	1,497,415
Other receivables	181,626,649	148,542,378	318,725,304	186,760,093
Employees provident fund	-	5,587,329	-	5,867,428
Retirement benefit	-	1,520,970	-	4,852,660
Provision for doubtful debts	(25,265,649)	(23,275,649)	(25,265,649)	(23,275,649)
	200,248,402	169,140,207	337,347,057	210,806,628
	3,559,453,311	2,471,880,052	3,696,551,966	2,513,546,473

9.1 COVID-19 effect:

Collections from the retails customers got slower when the deceleration of general holiday came and during this general holidays as everything remain closed, all people are advised to stay in home, so generally the payment by the customers getting delayed. On the other hand our branch/shop managers are also unable to collect receivables from the customers. As the economic activities are not in its normal scenario, people are more concern about their basic needs and are more spending on items like food, medicine, cleaning items (due to COVID-19) etc. So, in a nut shell the remaining installment payments goes in down order in the list of the customers and they are delaying payments (both willingly and unwillingly). And due to the close down branch/shop managers are also unable (unwillingly) to collect them as well. Receivables from wholesales and corporate are also getting slower due to the same reason of close down on account of COVID-19.

So, as the collection from customers (in all channels) getting slower, it increases the risk of lower collection as well. Also, for retail customers the chance of default is increasing. Here it should be mentioned that, Singer's maximum customer base (for retail customers) is lower-middle, middle and higher-middle class for whom the HP sales system is very popular as it allows to have a costly product (like- air conditioner, refrigerator, washing machine, oven etc.) with installment payments. As a result of these increasing risk of default due to slower collection under this pandemic, provision for bad debt needs to keep higher than it was under normal circumstances. So, the bad debt expenses also rises.

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

10 Current tax assets/(Liabilities)

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Advance income tax	1,802,231,515	1,559,383,030	1,454,497,683	1,266,591,401
Provision for income tax	(1,557,514,936)	(1,430,875,895)	(1,485,444,666)	(1,372,949,827)
	244,716,579	128,507,136	(30,946,983)	(106,358,425)

10.1 Advance income tax

<i>In BDT</i>	Consolidated		Consolidated	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Opening balance	1,559,383,030	1,119,725,295	1,266,591,401	920,881,202
Acquisition of business	-	-	-	-
	1,559,383,030	1,119,725,295	1,266,591,401	920,881,202
Add: Advance income tax paid during the year	242,848,485	439,657,735	187,906,282	345,710,199
Adjustment for completion of prior year tax assessment	-	-	-	-
Closing balance	1,802,231,515	1,559,383,030	1,454,497,683	1,266,591,401

10.2 Provision for income tax

<i>In BDT</i>	Consolidated		Consolidated	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Opening balance	1,430,875,895	1,021,235,053	1,372,949,827	979,699,875
Acquisition of business	-	-	-	-
	1,430,875,895	1,021,235,053	1,372,949,827	979,699,875
Provision during the year	126,639,041	416,116,006	112,494,839	399,725,116
Adjustment for prior year	-	(6,475,164)	-	(6,475,164)
Adjustment for completion of prior year tax assessment	-	-	-	-
	1,557,514,936	1,430,875,895	1,485,444,666	1,372,949,827

11 Cash and cash equivalents

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Cash in hand	2,623,119	330,466	363,030	79,435
Cash at bank	101,885,387	165,542,017	100,965,181	164,661,840
Cash in transit	422,905,134	15,839,610	422,905,134	15,839,610
	527,413,640	181,712,093	524,233,345	180,580,885

12 Share capital

<i>In BDT</i>	At 30 June 2020	At 31 Dec 2019
Authorised:		
100,000,000 ordinary shares of Taka 10 each	1,000,000,000	1,000,000,000
Issued, subscribed and paid up:		
25,670 ordinary shares of Taka 10 each issued for cash	256,700	256,700
102,580 ordinary shares of Taka 10 each issued for consideration other than cash	1,025,800	1,025,800
99,574,588 ordinary shares of Taka 10 each issued as fully paid-up bonus shares	995,745,880	995,745,880
	997,028,380	997,028,380

Shareholding position:

Name of shareholder	At 30 June 2020		At 31 Dec 2019	
	No. of share	Value (BDT)	No. of share	Value (BDT)
Retail Holdings Bhold B.V., The Netherlands	36,886,123	368,861,230	36,886,123	368,861,230
Retail Holdings Bhold B.V., The Netherlands -non-remittable shares	19,933,214	199,332,140	19,933,214	199,332,140
Local shareholders	42,883,501	428,835,010	42,883,501	428,835,010
	99,702,838	997,028,380	99,702,838	997,028,380

Beneficial percentage of holdings

Name of shareholder	2020	2019
Retail Holdings Bhold B.V., The Netherlands	37%	37%
Retail Holdings Bhold B.V., The Netherlands - non-remittable shares	20%	20%
Local shareholders	43%	43%
	100%	100%

13 Long term debt

Represents long term loan obtained from Commercial Bank of Ceylon Plc to invest in capital machinery of IAL which will be repaid within six years.

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

14 Other liabilities

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Non-remittable accounts	1,562,435,491	1,408,949,743	1,562,435,491	1,408,949,743
Security deposits from shop managers, agent and dealers	288,596,516	277,226,939	288,596,516	277,226,939
Warranty Long term Portion	43,216,483	37,474,978	43,216,483	37,474,978
	1,894,248,490	1,723,651,660	1,894,248,490	1,723,651,660

15 Trade and other payables

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 31 Dec 2019	At 30 June 2020	At 31 Dec 2019
Trade payables	363,965,283	453,166,958	794,224,330	566,079,664
	-	-	-	-
Other payables				
Royalty	280,416,847	365,355,502	236,701,185	315,805,040
Payable for expenses	762,157,855	899,750,681	725,614,310	876,073,774
Payable for other finance	612,651,399	654,364,531	132,155,569	109,969,407
Leasehold improvements against new shops	3,382,363	14,263,566	3,382,363	14,263,566
	1,658,608,464	1,933,734,280	1,097,853,427	1,316,111,787
	2,022,573,747	2,386,901,238	1,892,077,756	1,882,191,451

16 Turnover

The Group as well as the Company, considering the nature of its core business, is used to include hire purchase sales' agreement fees, reverts product sales and income from financial & related services under revenue from contracts with customers. For improved presentation under IFRS 15, the said items have been included in other income instead of reporting under revenue from contracts with customers. To keep consistency in presentation comparative figures for the Period ended 30 June 2019 have been rearranged between revenue from contracts with customers and other income. Profit after tax remain unchanged due to this rearrangement of comparative figures.

17 Operating expenses

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
Advertisement and sales promotion	254,463,860	384,102,495	254,463,860	384,102,495
Shop operating expenses	191,689,862	226,589,389	191,689,862	226,589,389
Salaries and allowances	206,649,624	163,294,100	196,467,990	160,811,309
Rent and occupancy	32,869,212	33,362,072	32,869,212	33,362,072
Royalty	81,764,101	128,947,578	66,135,650	113,903,054
Warranty	90,611,489	91,743,271	90,611,489	91,743,271
Utilities	18,751,528	23,093,150	18,750,028	23,093,150
Depreciation	29,813,133	27,347,048	29,803,383	27,336,962
Right-of-use asset depreciation	119,516,452	81,926,740	119,516,452	81,926,740
Bad debts	56,213,863	23,559,217	56,213,863	23,559,217
Office administration	27,639,124	33,220,274	27,611,274	33,208,340
Repairs and maintenance	19,634,383	22,959,156	19,634,383	22,936,656
Directors' fee and remuneration	13,966,140	12,064,531	13,939,740	12,064,531
Travelling	13,214,654	21,920,456	13,204,344	21,907,986
Amortisation	3,599,146	3,599,146	3,593,140	3,593,140
Bank charge	8,632,476	11,510,049	8,063,200	10,457,956
Insurance	2,265,394	2,246,887	2,265,394	2,246,887
Fuel and car maintenance	934,469	1,766,115	934,469	1,766,115
Professional and technical fees	3,753,289	3,731,334	3,295,230	2,936,762
Statutory audit fee	862,500	718,750	575,000	431,250
Entertainment	2,503,238	3,162,007	2,503,238	3,162,007
Dues and subscription	557,162	430,066	414,162	430,066
	1,179,905,099	1,301,293,831	1,152,555,363	1,281,569,355

18 Other income

	Consolidated		Company	
	At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
Sale of scrapped inventories and others	5,951,393	6,612,552	104,500	135,100
Gain/(loss) on sale of fixed assets	-	(36,599)	-	(36,599)
Fire loss of inventory	-	(24,455,760)	-	(24,455,760)
Hire agreement fees	48,426,144	66,217,932	48,426,144	66,217,932
Reverts product sale	1,494,315	11,076,189	1,494,315	11,076,189
Income from financial & related services	1,118,945	2,110,920	1,118,945	2,110,920
Other	16,193	3,956,194	16,193	3,956,194
	57,006,990	65,481,428	51,160,097	59,003,976

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

19 Net finance costs

	Consolidated		Company	
	At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
Finance income	-	43,851	-	210,410
Interest expenses on borrowings	(183,739,329)	(170,688,248)	(159,340,269)	(134,160,582)
Interest expenses on leases	(52,595,289)	(42,283,032)	(47,845,692)	(42,449,591)
Foreign exchange gain/(loss)	13,004,247	-	-	-
Finance costs	(223,330,371)	(212,927,429)	(207,185,961)	(176,399,763)

20 Income tax expense

<i>In BDT</i>	Consolidated		Company	
	At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
Current tax expense	126,639,040	234,475,435	112,494,839	224,411,208
Adjustments in the period for current tax of prior periods	-	-	-	-
Deferred tax expense/(income) relating to origination and reversal of temporary differences	(24,839,877)	(1,964,515)	(25,330,428)	(8,682,956)
Deferred tax expense/(income) relating to changes in tax rates or the imposition of new taxes	-	-	-	-
	101,799,163	232,510,920	87,164,411	215,728,252

20.1 Reconciliation of effective tax rate

<i>In BDT</i>	Note	Consolidated		Company	
		At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
Profit before tax			291,851,047		288,290,035
Tax using the Company's tax rate		28.70%	83,772,334	25.00%	72,072,509
Tax effect of:					
Provision for non-deductible expenses		3.80%	11,079,526	3.70%	10,656,250
Adjustments / provision released during the year		4.42%	12,891,530	4.47%	12,891,530
Other components of tax as per Income Tax Ordinance 1984		8.47%	24,718,757	5.85%	16,874,551
Temporary differences		-8.51%	(24,839,877)	-8.79%	(25,330,428)
Adjusted unabsorbed depreciation		-2.00%	(5,823,107)	0.00%	-
		34.88%	101,799,163	30.23%	87,164,411

<i>In BDT</i>	Note	Consolidated		Company	
		At 30 June 2019	At 30 June 2019	At 30 June 2019	At 30 June 2019
Profit before tax			744,556,142		731,329,488
Tax using the Company's tax rate		25.71%	191,455,118	25.00%	182,832,372
Tax effect of:					
Provision for non-deductible expenses		1.02%	7,564,352	0.94%	6,900,000
Adjustments / provision released during the year		0.18%	1,318,046	0.18%	1,318,046
Other components of tax as per Income Tax Ordinance 1984		6.45%	48,036,911	4.56%	33,360,790
Temporary differences		-0.26%	(1,964,515)	-1.19%	(8,682,956)
Adjusted unabsorbed depreciation		-1.87%	(13,898,991)	0.00%	-
		31.23%	232,510,920	29.50%	215,728,252

21 Earnings per share (EPS)

21.1 Basic earnings per share

	Consolidated		Company	
	At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
Earnings attributable to the ordinary shareholders	190,051,884	512,045,222	201,125,624	515,601,236
Number of Shares used to compute EPS	99,702,838	99,702,838	99,702,838	99,702,838
Basic earnings per share	1.91	5.14	2.02	5.17

Earning per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 30 June 2020 in terms of International Accounting Standard (IAS-33).

21.2 Diluted earnings per share

No diluted earnings per share is required to be calculated for the year as there was no potentially dilutive potential ordinary shares during the year.

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

22 Net Assets Value (NAV) Per Share

	Consolidated		Company	
	At 31 Dec 2020	At 31 Dec 2019	At 31 Dec 2020	At 31 Dec 2019
Total assets	14,721,075,160	10,331,678,691	14,151,586,472	9,806,371,505
Total liability	(12,104,803,499)	(7,139,603,617)	(11,298,822,103)	(6,388,877,463)
Net assets value	2,616,271,661	3,192,075,074	2,852,764,369	3,417,494,042
Number of Shares used to compute NAV	99,702,838	99,702,838	99,702,838	99,702,838
Net assets value (NAV) per share	26.24	32.02	28.61	34.28

23 Net Operating Cash Flow Per Share (NOCFPS)

	Consolidated		Company	
	At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
Net cash from operating activities	(3,937,648,585)	(649,422,676)	(3,609,661,143)	(1,169,089,829)
Number of ordinary shares outstanding	99,702,838	99,702,838	99,702,838	99,702,838
Net Operating Cash Flow Per Share (NOCFPS)	(39.49)	(6.51)	(36.20)	(11.73)

24 Reconciliation of net income with cash flows from operating activities

	Consolidated		Company	
	At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
Net income	190,051,884	512,045,222	201,125,624	515,601,236
Add/(deduct) for noncash items:				
Depreciation & amortization	194,658,644	159,325,654	158,982,155	119,980,635
(Gain) / loss on sale of property, plant and equipment	-	41,710	-	41,710
Deferred tax expenses/(income)	(24,839,877)	(197,231)	(25,330,428)	(9,339,833)
Tax expenses	101,799,163	232,510,920	87,164,411	215,728,252
Finance expenses/(Income)	223,330,371	212,717,019	207,185,961	176,189,353
Changes in:				
(Increase)/Decrease in deposits and prepayments	307,892	(47,216,568)	(150,000)	(47,498,524)
(Increase)/Decrease in inventories	(2,408,369,190)	(613,323,000)	(2,411,777,655)	(486,832,970)
(Increase)/Decrease in trade and other receivables	(890,168,931)	(1,732,825,613)	(1,009,523,653)	(1,798,701,956)
(Increase)/Decrease in Advances, deposits and prepayments	(475,958,880)	(12,900,594)	(422,681,001)	(29,592,561)
Increase/(Decrease) in retirement benefits obligation	5,896,534	326,080	533,194	-
Increase/(Decrease) in other liability (except non remittable account)	11,369,577	15,370,353	11,369,577	15,370,353
Increase/(Decrease) in accounts payables (excluding dividend payable)	(364,435,189)	1,010,689,422	9,778,607	454,038,700
Tax paid	(242,848,485)	(179,456,024)	(187,906,281)	(127,884,871)
Interest paid	(252,707,998)	(203,542,290)	(228,431,653)	(166,189,353)
Increase/(Decrease) in short term liability	(5,734,100)	(2,987,736)	-	-
	(4,127,700,469)	(1,161,467,898)	(3,810,786,767)	(1,684,691,065)
Net cash flows from operation activities	(3,937,648,585)	(649,422,676)	(3,609,661,143)	(1,169,089,829)

25 Related party disclosures under IAS-24

Related party transactions are disclosed in compliance with IAS-24 "Related Party Disclosures". The name of the related parties, the nature of the transactions and their balance at year end have been set out below:

25.1 Related party transactions

Singer Bangladesh Limited (the Company) is a direct subsidiary of Retail Holdings Bhold B.V., The Netherlands (formerly Singer Bhold B.V., The Netherlands) since 2003, which holds 57% of the total shares issued.

Retail Holdings Asia B.V. was the Parent (i.e. owner of 100% shares) of Retail Holdings Bhold B.V., The Netherlands, up to June 2019 as it sold its 100% holdings to AR Dutch B.V., The Netherlands which is a direct subsidiary of Arçelik A.Ş.

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

25.2 Related party transactions

Read this note in conjunction with note no. 20.2.

Name of related parties	Relationship	Nature of	Consolidated		Company	
			At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
			BDT	BDT	BDT	BDT
Retail Holdings Asia B.V.	Subsidiary of former ultimate parent	Royalty payment	166,701,032	119,174,918	145,239,505	119,174,918
Singer India Ltd.	Subsidiary of Former ultimate parent		-	-	-	-
International Appliances Limited	Subsidiary of Singer	Procurement of products	-	-	1,420,768,310	1,504,452,413
International Appliances Limited	Subsidiary of Singer	Current account	-	-	97,700,000	30,683,981
BEKO Electrical Appliances Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-	-	3,491,564
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-	156,674,683	77,782,375
Arcelik A.S.	Ultimate parent	Procurement of products	-	-	30,285,615	10,163,677
Defy Appliances (pvt) Ltd	Subsidiary of ultimate parent	Procurement of products	-	-	6,979,029	-
Dawlance (Private) Limited	Subsidiary of ultimate parent	Procurement of products	-	-	2,898,200	-

25.2 Related party receivable/(payable)

Name of related parties	Relationship	Nature of transaction	Consolidated		Company	
			At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
			BDT	BDT	BDT	BDT
Retail Holdings Asia B.V.	Subsidiary of former ultimate parent	Royalty payable Current account	(37,301,049)	(327,845,499)	(30,547,822)	(275,280,281)
Retail Holdings Bhold B.V., The Netherlands	Parent company	Royalty payable Current account	(243,117,523)	-	(206,153,363)	-
Singer Asia Ltd.	Subsidiary of former ultimate parent	Current account	-	-	-	2,158,465
International Appliances Limited	Subsidiary of Singer	Procurement of products	-	-	(464,259,046)	-
International Appliances Limited	Subsidiary of Singer	Current account	-	-	108,696,871	193,098,254

SINGER BANGLADESH LIMITED
Notes to the Financial Statements (continued)

Name of related parties	Relationship	Nature of transaction	Consolidated		Company	
			At 30 June 2020	At 30 June 2019	At 30 June 2020	At 30 June 2019
			BDT	BDT	BDT	BDT
Arcelik A.S.	Ultimate parent	Reimbursement of Expenses	-	-	2,515,043	-
Arcelik A.S.	Ultimate parent	Procurement of products	-	-	(3,507,688)	(35,114,850)
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-	(6,979,029)	-
Defy Appliances (pvt) Ltd	Subsidiary of ultimate parent	Procurement of products	-	-	(2,898,200)	-
Dawlance (Private) Limited	Subsidiary of ultimate parent	Procurement of products	-	-	-	-

26 Significant deviation

- a. The coronavirus (COVID-19) outbreak has greatly impacted the macroeconomic performance of the country as well as it has impacted the Company's operations and its financial position. It has been observed that, there were, effectively, no sales activities from 26 March to 10 May 2020 due to country-wide general holidays as declared by the government in view of COVID-19 pandemic. However, lower sales in May and June 2020 were achieved after a limited relaxation of general holiday, which was started from 26 March and extended up to 30 May 2020 (after 30 May restrictions were location based in different parts of the country). Business of the Company were lower in second quarter 2020 compared to second quarter of 2019 which affected cash flow adversely. The expenses directly related to sales were also lower but the committed expenses, which are not directly related to/depends on sales were remain at the same level or little higher than it was during first half of 2019.

As a result, all the parameters related to the financial performance of the Company has been deteriorated than that of first half of 2019's financial performance. The EPS, NOCF per share as well as NAV per share has greatly reduced in 2020's first half compared to 2019's first half.

Considering the nature of business in terms of hire purchase scheme, credit extended to dealers & institution and seasonal effects sometimes operating cash flow goes into negative. Besides, operating cash flows become more negative in 2020 comparing to 2019 mainly for loss of sales followed by lower collections considering COVID-19 impact. In addition, early imports due to Chinese new year holidays and start of operating double shift at factories (i.e. refrigerator, television and air conditioner), imports of raw material were advanced and which resulted in higher the period end inventory balance. NOCFPS of the Company significantly lowered in 2020 compared to 2019, as a result of these reasons.

- b. Other income/(loss) includes loss of inventory on fire.
- c. Finance costs include the interest expense on leases under IFRS 16.

27 Other

- a. Figures in these notes and annexed financial statements have been rounded off to the nearest BDT.
- b. Comparative information/figures have been rearranged wherever considered necessary to conform to the current year's presentation.