

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

<i>In BD Taka</i>	Notes	31 March 2022	31 December 2021
<b>Assets</b>			
Property, plant and equipment	3	1,684,020,348	1,638,340,756
Intangible assets	4	22,223,850	23,185,096
Right-of-use (ROU) asset		1,446,213,927	1,370,847,349
Investments	5	4,199,450	4,199,450
Deferred tax assets	6	52,559,060	47,986,028
Deposits and prepayments	7	29,999,208	29,370,808
<b>Non-current assets</b>		<b>3,239,215,843</b>	<b>3,113,929,487</b>
Inventories	8	7,815,205,753	5,749,679,119
Trade and other receivables	9	3,803,142,601	2,794,108,225
Advances, deposits and prepayments	7	764,194,352	514,960,924
Current tax assets	10	559,982,342	451,034,014
Cash and cash equivalents	11	110,239,990	173,389,682
<b>Current assets</b>		<b>13,052,765,038</b>	<b>9,683,171,964</b>
<b>Total assets</b>		<b>16,291,980,881</b>	<b>12,797,101,451</b>
<b>Equity</b>			
Share capital	12	997,028,380	997,028,380
Reserves		562,598,272	563,177,930
Retained earnings		1,927,971,291	1,836,014,515
<b>Total equity</b>		<b>3,487,597,943</b>	<b>3,396,220,825</b>
<b>Liabilities</b>			
Retirement benefit obligations		9,579,705	5,310,705
Lease liability		934,828,139	901,271,493
Other liabilities	13	2,004,295,439	2,000,639,212
<b>Non-current liabilities</b>		<b>2,948,703,283</b>	<b>2,907,221,410</b>
Unclaimed dividend		12,286,288	12,421,891
Trade and other payables	14	3,385,712,678	1,689,648,228
Short-term borrowings - secured		6,277,109,264	4,644,314,297
Lease liability		180,571,425	147,274,800
<b>Current liabilities</b>		<b>9,855,679,655</b>	<b>6,493,659,216</b>
<b>Total equity and liabilities</b>		<b>16,291,980,881</b>	<b>12,797,101,451</b>
<b>Net assets value per share (NAV)</b>	20	<b>34.98</b>	<b>34.06</b>
<b>Number of Shares used to compute NAV</b>		<b>99,702,838</b>	<b>99,702,838</b>

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



**Kazi Ashiqur Rahman**  
Company Secretary

**Dated: 19 April 2022**

**SINGER BANGLADESH LIMITED**  
**Statement of profit or loss and other comprehensive income (Un-audited)**

For the period ended 1 January - 31 March

<i>In BD Taka</i>	Notes	2022	2021
Sales		3,898,774,123	3,719,729,163
Earned carrying charges		11,868,437	13,899,033
Turnover		3,910,642,560	3,767,628,196
Cost of sales		(3,032,661,657)	(2,841,393,307)
<b>Gross profit</b>		<b>877,980,903</b>	<b>926,234,889</b>
Operating expenses	15	(643,658,735)	(597,724,579)
Other income	16	21,331,731	33,397,862
<b>Operating profit</b>		<b>255,653,899</b>	<b>327,908,172</b>
Finance income		37,500	48,618
Finance costs		(106,423,946)	(58,901,117)
<b>Net finance costs</b>	17	<b>(106,386,446)</b>	<b>(58,852,499)</b>
<b>Profit before contribution to workers' profit participation fund</b>		<b>149,267,453</b>	<b>269,055,673</b>
Contribution to workers' profit participation fund		(7,463,373)	(13,452,784)
<b>Profit before taxation</b>		<b>141,804,080</b>	<b>255,602,889</b>
Income tax expense	18	(50,595,255)	(75,578,000)
<b>Profit after tax</b>		<b>91,208,825</b>	<b>180,024,889</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss		-	-
<b>Total comprehensive income for the period</b>		<b>91,208,825</b>	<b>180,024,889</b>
<b>Earnings per share (EPS)</b>	19	<b>0.91</b>	<b>1.81</b>
<b>Number of Shares used to compute EPS</b>		<b>99,702,838</b>	<b>99,702,838</b>

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



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Director



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Company Secretary

Dated: 19 April 2022

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

For the Period ended 31 March

In BD Taka	Note >	Attributable to owner of the Company					Retained earnings	Total
		Share capital	Revaluation reserve	Capital reserve	Non-remittable special capital reserves	Non-distributable special reserves		
Balance at 1 January 2022	12	997,028,380	544,383,963	18,190,942	370,178	232,847	1,836,014,514	3,396,220,824
Total comprehensive income								
Profit		-	-	-	-	-	91,208,825	91,208,825
Acquisition of business		-	-	-	-	-	-	-
Total comprehensive income for the year		-	-	-	-	-	91,208,825	91,208,825
Transaction with owners of the Company								
Contributions and distributions								
Dividends:								
Cash dividend 2021		-	-	-	-	-	-	-
Total contributions and distributions		-	-	-	-	-	-	-
Adjustment for deferred tax arising from revaluation of property, plant and equipment		-	-	-	-	-	168,294	168,294
Transfer of depreciation on revaluation surplus		-	(579,657)	-	-	-	579,657	-
		-	(579,657)	-	-	-	747,951	168,294
Balance at 31 March 2022		997,028,380	543,804,306	18,190,942	370,178	232,847	1,927,971,290	3,487,597,943
Balance at 1 January 2021		997,028,380	547,083,347	18,190,942	370,178	232,847	1,893,022,627	3,455,928,322
Total comprehensive income								
Profit		-	-	-	-	-	180,024,889	180,024,889
Acquisition of business		-	-	-	-	-	(262,581,245)	(262,581,245)
Other comprehensive income		-	-	-	-	-	-	-
Total comprehensive income for the year		-	-	-	-	-	(82,556,356)	(82,556,356)
Transaction with owners of the Company								
Contributions and distributions								
Dividends:								
Cash dividend 2020		-	-	-	-	-	-	-
Total contributions and distributions		-	-	-	-	-	-	-
Adjustment for deferred tax arising from revaluation of property, plant and equipment		-	-	-	-	-	224,068	224,068
Transfer of depreciation on revaluation surplus		-	(674,847)	-	-	-	674,847	-
		-	(674,847)	-	-	-	898,915	224,068
Balance at 31 March 2021		997,028,380	546,408,500	18,190,942	370,178	232,847	1,811,365,186	3,373,596,034

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



**Kazi Ashiqur Rahman**  
Company Secretary

Dated: 19 April 2022

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

<i>In BD Taka</i>	Notes	For the Period ended 31 March	
		2022	2021
<b>Cash flows from operating activities</b>			
Collections from turnover and other income		3,516,334,569	3,701,635,121
Payments for costs and expenses		(4,753,989,156)	(5,025,264,976)
Interest paid on borrowings/leases		(84,961,445)	(73,673,757)
Payments to workers' profit participation fund		(57,158,876)	(58,540,556)
Income tax paid		(163,948,328)	(151,765,310)
<b>Net cash from operating activities</b>	22	<b>(1,543,723,237)</b>	<b>(1,607,609,478)</b>
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment		(89,968,972)	(52,357,667)
Dividend received from CDBL		-	-
Proceeds from sale of property, plant and equipment		2,449,637	-
<b>Net cash from/(used in) investing activities</b>		<b>(87,519,335)</b>	<b>(52,357,667)</b>
<b>Cash flows from financing activities</b>			
Term loan received		-	-
Lease Liability (principal repayment)		(64,566,484)	(53,850,428)
Dividends paid		(135,603)	(333,988)
<b>Net cash used in financing activities</b>		<b>(64,702,087)</b>	<b>(54,184,416)</b>
<b>Net increase/(decrease) in cash</b>		<b>(1,695,944,659)</b>	<b>(1,714,151,561)</b>
Cash and cash equivalents at 1 January		(4,470,924,615)	(1,828,569,407)
<b>Cash and cash equivalents at 31 March</b>		<b>(6,166,869,274)</b>	<b>(3,542,720,968)</b>
<b>Closing cash and cash equivalents have been arrived at as follows:</b>			
Cash and cash equivalents	11	110,239,990	305,612,956
Short-term borrowings - secured (bank overdrafts)		(6,277,109,264)	(3,848,333,924)
		<b>(6,166,869,274)</b>	<b>(3,542,720,968)</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	21	<b>(15.48)</b>	<b>(16.12)</b>
<b>Number of Shares used to compute NOCFPS</b>		<b>99,702,838</b>	<b>99,702,838</b>

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



**Polat Sen**  
Director



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**M. H. M. Fairoz**  
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**Akram Uddin Ahmed**  
Chief Financial Officer



**Kazi Ashiqur Rahman**  
Company Secretary

Dated: 19 April 2022

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements**  
**As at and for the period ended 31 March 2022**

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**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 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 refrigerators, panel televisions, air conditioners, washing machine, and grinder and marketing of refrigerators, televisions, air conditioners, 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 1347 and Koulasur, Hemayetpur, Savar, Dhaka-1348.

**2 Basis of preparation**

**2.1 Presentation of financial statements**

These interim financial statements of Singer Bangladesh Limited for the period ended 31 March 2022 has been prepared on the basis of the same accounting policies and methods applied for the year ended 31 December 2021.

**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 2020, 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 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 (continued)**

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**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.

Despite decreasing infection and impact of COVID-19, preparation of reliable forecast information is still 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.

The coronavirus (COVID-19) outbreak has greatly impacted on the macroeconomic performance of the country over last two years and spillover impact being continued. It has further impacted the company's operations and its financial position too during last 2 years (2020 & 2021). In 2022, it has been observed that, spreading of Omicron variant of COVID-19, restrictions on general people's movement were the main factors behind Jan-22 month's sales falling short of expectation. Decreasing trend of sale has been observed as priority of consumer spending on appliance products has seen shift towards the maintenance of basic needs like- food, housing, medical treatment etc. Additionally, prolong winter effect in the country has impacted sales downward. COVID-19 effect has been reducing in terms of new cases and deaths during Feb-22 and Mar-22.

Management of the Company strongly believes that, this is too early 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 (ECL) management continuously perform evaluation for measurement and recognize any excess losses in a monthly basis since April 2020.

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

<b>3</b>	<b>Property, plant and equipment</b>		
	<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
	Cost	2,854,373,057	2,773,008,030
	Accumulated depreciation	1,170,352,710	1,134,667,274
		<b>1,684,020,348</b>	<b>1,638,340,756</b>
<b>4</b>	<b>Intangible assets</b>		
	<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
	Cost	80,874,045	80,837,970
	Accumulated amortisation	58,650,195	57,652,874
		<b>22,223,850</b>	<b>23,185,096</b>
<b>5</b>	<b>Investments</b>		
	<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
	Investment in term deposit	2,630,000	2,630,000
	Investment in Central Depository Bangladesh Limited (CDBL)	1,569,450	1,569,450
		<b>4,199,450</b>	<b>4,199,450</b>
<b>6</b>	<b>Deferred tax assets</b>		
	<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
	Opening balance	47,986,028	81,110,569
	Adjustment for Amalgamation	-	(26,558,458)
		<b>47,986,028</b>	<b>54,552,111</b>
	Released/(expense) during the year	4,404,745	(7,466,085)
	Transferred to retained earnings	168,287	900,002
		<b>4,573,032</b>	<b>(6,566,083)</b>
		<b>52,559,060</b>	<b>47,986,028</b>
<b>6.1</b>	<b>Closing balance</b>		
	<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
	Deferred tax assets	104,436,587	106,484,796
	Deferred tax liabilities	(51,877,527)	(58,498,768)
		<b>52,559,060</b>	<b>47,986,028</b>
<b>6.1.1</b>	<b>Deferred tax assets</b>		
	<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
	Reserve against inventories	28,861,045	27,956,595
	Reserve for warranty	29,231,133	32,958,532
	Provision for bad debts	29,812,131	28,337,144
	Leases	16,532,278	17,232,525
		<b>104,436,587</b>	<b>106,484,796</b>
<b>6.1.2</b>	<b>Deferred tax liabilities</b>		
	<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
	Revaluation of land and building	(15,150,645)	(19,169,118)
	Property, plant and equipment	(36,726,882)	(39,329,650)
		<b>(51,877,527)</b>	<b>(58,498,768)</b>
		The amounts of deferred tax assets and liabilities have been netted off as permitted by IAS 12. "Income taxes".	
<b>7</b>	<b>Advances, deposits and prepayments</b>		
	<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
	Security deposits	29,999,208	29,370,808
	<b>Deposits</b>	<b>29,999,208</b>	<b>29,370,808</b>
	Prepayments	764,194,352	514,960,924
	<b>Prepayments</b>	<b>764,194,352</b>	<b>514,960,924</b>
		<b>794,193,560</b>	<b>544,331,732</b>

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

	At 31 Mar 2022	At 31 Dec 2021
<b>7.1 Non-current portion of deposits and prepayments</b>	<b>29,999,208</b>	<b>29,370,808</b>
Current portion of advances, deposits and prepayments	764,194,352	514,960,924
	<b>794,193,560</b>	<b>544,331,732</b>
<b>8 Inventories</b>		
<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
Finished goods	5,350,968,899	4,809,718,430
Non-Trade goods	16,825,230	20,341,512
Raw materials	1,478,441,992	760,659,208
Goods in transit	1,087,746,486	277,736,823
	<b>7,933,982,607</b>	<b>5,868,455,973</b>
Provision for inventory obsolescence	(118,776,854)	(118,776,854)
	<b>7,815,205,753</b>	<b>5,749,679,119</b>
<b>9 Trade and other receivable</b>		
<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
<b>Trade receivable</b>		
Hire receivable from customers	2,807,138,920	2,585,847,449
Unearned carrying charges	(335,702,738)	(296,435,033)
	<b>2,471,436,182</b>	<b>2,289,412,416</b>
Provision for doubtful debts	(51,907,601)	(50,733,454)
	<b>2,419,528,581</b>	<b>2,238,678,962</b>
Receivable from Dealers	865,231,828	183,219,776
Receivables from Corporate	290,850,011	148,077,548
Provision for doubtful debts	(26,205,109)	(23,123,759)
	<b>3,549,405,311</b>	<b>2,546,852,527</b>
<b>Other receivables</b>		
Receivable from shop managers	68,944,142	49,066,034
Receivable from Retail Holdings Bhold B.V., The Netherlands	2,158,465	2,158,465
Receivable from employees	6,575,867	6,121,374
Other receivables	230,444,465	241,588,871
Employees provident fund	-	406,603
Provision for doubtful debts	(54,385,649)	(52,085,649)
	<b>253,737,290</b>	<b>247,255,698</b>
	<b>3,803,142,601</b>	<b>2,794,108,225</b>
<b>10 Current tax assets/(Liabilities)</b>		
<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
Advance income tax	2,760,821,852	2,596,873,524
Provision for income tax	(2,200,839,510)	(2,145,839,510)
	<b>559,982,342</b>	<b>451,034,014</b>
<b>10.1 Advance income tax</b>		
<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
Opening balance	2,596,873,524	1,667,739,997
Amalgamation of business	-	415,085,106
	<b>2,596,873,524</b>	<b>2,082,825,103</b>
Add: Advance income tax paid during the year	163,948,328	514,048,421
Adjustment for completion of prior year tax assessment	-	-
Closing balance	<b>2,760,821,852</b>	<b>2,596,873,524</b>
<b>10.2 Provision for income tax</b>		
<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
Opening balance	2,145,839,510	1,717,955,803
Amalgamation of business	-	77,899,112
	<b>2,145,839,510</b>	<b>1,795,854,915</b>
Provision during the year	55,000,000	390,884,595
Adjustment for prior year	-	(40,900,000)
Adjustment for completion of prior year tax assessment	-	-
	<b>2,200,839,510</b>	<b>2,145,839,510</b>
<b>11 Cash and cash equivalents</b>		
<i>In BDT</i>	<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
Cash in hand	213,113	75,892
Cash at bank	107,266,407	166,901,713
Cash in transit	2,760,469	6,412,077
	<b>110,239,990</b>	<b>173,389,682</b>



**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

<b>12 Share capital</b>			<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
<i>In BDT</i>				
<b>Authorised:</b>				
250,000,000 ordinary shares of Taka 10 each			<b>2,500,000,000</b>	2,500,000,000
<b>Issued, subscribed and paid up:</b>				
25,670 ordinary shares of Taka 10 each issued for cash			<b>256,700</b>	256,700
102,580 ordinary shares of Taka 10 each issued for consideration other			<b>1,025,800</b>	1,025,800
99,574,588 ordinary shares of Taka 10 each issued as fully paid-up bonus shares			<b>995,745,880</b>	995,745,880
			<b>997,028,380</b>	997,028,380
<b>Shareholding position:</b>				
		<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>	
<u>Name of shareholder</u>		<u>No. of share</u>	<u>Value (BDT)</u>	<u>No. of share</u>
Retail Holdings Bhold B.V., The Netherlands		<b>36,886,123</b>	<b>368,861,230</b>	36,886,123
Retail Holdings Bhold B.V., The Netherlands - non-remittable shares		<b>19,933,214</b>	<b>199,332,140</b>	19,933,214
Local shareholders		<b>42,883,501</b>	<b>428,835,010</b>	42,883,501
		<b>99,702,838</b>	<b>997,028,380</b>	99,702,838
<b>Beneficial percentage of holdings</b>				
<u>Name of shareholder</u>			<u>At 31 Mar 2022</u>	<u>At 31 Dec 2021</u>
Retail Holdings Bhold B.V., The Netherlands			<b>37%</b>	37%
Retail Holdings Bhold B.V., The Netherlands - non-remittable shares			<b>20%</b>	20%
Local shareholders			<b>43%</b>	43%
			<b>100%</b>	100%
<b>13 Other liabilities</b>				
<i>In BDT</i>			<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
Non-remittable accounts			<b>1,622,235,133</b>	1,622,235,133
Security deposits from shop managers, agent and dealers			<b>343,633,369</b>	338,472,051
Warranty Long term Portion			<b>38,426,937</b>	39,932,028
			<b>2,004,295,439</b>	2,000,639,212
<b>14 Trade and other payables</b>				
<i>In BDT</i>			<b>At 31 Mar 2022</b>	<b>At 31 Dec 2021</b>
<b>Trade payables</b>			<b>2,089,303,250</b>	451,693,441
<b>Other payables :</b>				
Royalty			<b>397,468,745</b>	354,380,337
Payable for expenses			<b>789,044,855</b>	787,003,809
Payable for other finance			<b>109,686,828</b>	96,361,641
Leasehold improvements against new shops			<b>209,000</b>	209,000
			<b>1,296,409,428</b>	1,237,954,787
			<b>3,385,712,678</b>	1,689,648,228
<b>15 Operating expenses</b>				
<i>In BDT</i>	<i>Note</i>		<b>At 31 Mar 2022</b>	<b>At 31 Mar 2021</b>
Advertisement and sales promotion	15.1		<b>134,527,829</b>	119,449,743
Shop operating expenses			<b>99,621,370</b>	93,326,262
Salaries and allowances			<b>118,419,112</b>	105,950,954
Rent and occupancy			<b>20,139,845</b>	12,846,261
Royalty			<b>43,088,408</b>	39,666,341
Warranty			<b>49,790,551</b>	51,231,630
Utilities			<b>12,042,287</b>	11,291,351
Depreciation			<b>16,802,938</b>	15,218,140
Right-of-use asset depreciation			<b>66,112,596</b>	59,501,608
Bad debts			<b>14,611,103</b>	11,622,580
Office administration			<b>16,238,921</b>	17,791,387
Repairs and maintenance			<b>12,975,875</b>	11,849,153
Directors' fee and remuneration	15.2		<b>8,727,992</b>	7,107,474
Travelling			<b>7,823,290</b>	8,794,265
Amortisation			<b>1,169,676</b>	1,221,898
Bank charge			<b>6,718,906</b>	5,956,307
Insurance			<b>6,456,181</b>	2,120,568
Fuel and car maintenance			<b>889,823</b>	466,975
Professional and technical fees			<b>2,738,425</b>	3,132,205
Statutory audit fee			<b>450,000</b>	425,000
Entertainment			<b>2,613,326</b>	1,440,481
Dues and subscription			<b>280,281</b>	292,000
Demurrage cost**			<b>1,420,000</b>	17,021,996
			<b>643,658,735</b>	597,724,579
** Demurrage cost (shipping & port) incurred mainly on account of importing air conditioner and television raw materials. The reasons are largely somewhat connected to the respective supplier. Company's Supply Chain Management has already initiated necessary steps and communications with the supplier for establishing the reclaim leading to eventual reimbursement of the above additional expenses which will be followed up and monitored closely.				
<b>15.1 Advertisement and sales promotion</b>				
<i>In BDT</i>			<b>At 31 Mar 2022</b>	<b>At 31 Mar 2021</b>
Advertisement			<b>74,881,759</b>	49,485,777
Selling expenses			<b>45,983,440</b>	47,803,576
Sales promotion			<b>5,712,630</b>	8,435,390
Meeting & conference expenses			<b>7,950,000</b>	13,725,000
			<b>134,527,829</b>	119,449,743

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

**15.2 Director's fee and remuneration**

<i>In BDT</i>	At 31 Mar 2022	At 31 Mar 2021
Remuneration	5,248,553	5,645,806
Housing	1,377,714	545,556
Medical and welfare	1,825,725	757,412
Fees	276,000	158,700
	<b>8,727,992</b>	<b>7,107,474</b>

**16 Other income**

<i>In BDT</i>	At 31 Mar 2022	At 31 Mar 2021
Sale of scrapped inventories and others	10,658,859	2,666,618
Gain/(loss) on sale of fixed assets	1,401,772	-
Fire loss of inventory	(3,690,000)	-
Hire agreement fees	27,056,334	25,203,891
Reverts Product Income	(14,512,880)	4,288,993
Income from financial & related services	417,646	670,766
Foreign exchange gain/(loss)	-	148,835
Other	-	418,759
	<b>21,331,731</b>	<b>33,397,862</b>

**17 Net finance costs**

<i>In BDT</i>	At 31 Mar 2022	At 31 Mar 2021
Finance income	37,500	48,618
Interest expenses on borrowings	(77,586,470)	(35,277,931)
Interest expenses on leases	(28,837,476)	(23,623,186)
Finance costs	<b>(106,386,446)</b>	<b>(58,852,499)</b>

**18 Income tax expense**

<i>In BDT</i>	Note	At 31 Mar 2022	At 31 Mar 2021
Current tax expense		(55,000,000)	(66,906,700)
Deferred tax (expense)/income relating to origination and reversal of temporary differences	18.1	4,404,745	(8,671,300)
		<b>(50,595,255)</b>	<b>(75,578,000)</b>

**18.1 Reconciliation of effective tax rate**

<i>In BDT</i>	Note	At 31 Mar 2022	
		Percentage	Amount
Profit before tax			141,804,080
Tax using the Company's tax rate		22.50%	31,905,918
Tax effect of:			
Provision for non-deductible expenses		5.16%	7,312,500
Adjustments / provision released during the year		0.00%	-
Other components of tax as per Income Tax Ordinance 1984		4.92%	6,972,092
Temporary differences	18	3.11%	4,404,745
Adjusted unabsorbed depreciation		0.00%	-
		<b>35.68%</b>	<b>50,595,255</b>

<i>In BDT</i>	Note	At 31 Mar 2021	
		Percentage	Amount
Profit before tax			255,602,889
Tax using the Company's tax rate		25.00%	63,900,722
Tax effect of:			
Provision for non-deductible expenses		2.32%	5,929,000
Adjustments / provision released during the year		1.14%	2,905,645
Other components of tax as per Income Tax Ordinance 1984		26.22%	67,025,647
Temporary differences	18	-3.39%	(8,671,300)
Adjusted unabsorbed depreciation		-21.72%	(55,511,714)
		<b>29.57%</b>	<b>75,578,000</b>

**19 Earnings per share (EPS)᠒**

**19.1 Basic earnings per share**

<i>In BDT</i>	At 31 Mar 2022	At 31 Mar 2021
Earnings attributable to the ordinary shareholders	91,208,825	180,024,889
Number of Shares used to compute EPS	99,702,838	99,702,838
Basic earnings per share	0.91	1.81

Earning per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 31 March 2021 in terms of International Accounting Standard (IAS-33).

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

**19.2 Diluted earnings per share**

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

**20 Net Assets Value (NAV) Per Share**

<i>In BDT</i>	At 31 Mar 2022	At 31 Dec 2021
Total assets	16,291,980,881	12,797,101,451
Total liability	(12,804,382,938)	(9,400,880,626)
Net assets value	3,487,597,943	3,396,220,825
Number of Shares used to compute NAV	99,702,838	99,702,838
Net assets value (NAV) per share	34.98	34.06

**21 Net Operating Cash Flow Per Share (NOCFPS)**

<i>In BDT</i>	At 31 Mar 2022	At 31 Mar 2021
Net cash from operating activities	(1,543,723,237)	(1,607,609,478)
Number of ordinary shares outstanding	99,702,838	99,702,838
Net Operating Cash Flow Per Share (NOCFPS)	(15.48)	(16.12)

**22 Reconciliation of net income with cash flows from operating activities**

	At 31 Mar 2022	At 31 Mar 2021
<b>Net income</b>	<b>91,208,825</b>	<b>180,024,889</b>
<b>Add/(deduct) for noncash items:</b>		
Depreciation & amortization	92,342,020	80,288,129
(Gain) / loss on sale of property, plant and equipment	(1,401,772)	-
Deferred tax expenses/(income)	(4,404,745)	8,671,300
Tax expenses	50,595,255	75,578,000
Finance expenses/(Income)	106,386,446	58,852,499
Other Provision	14,505,306	-
<b>Changes in:</b>		
(Increase)/Decrease in deposits and prepayments	(628,400)	-
(Increase)/Decrease in inventories	(2,065,526,634)	(1,786,337,131)
(Increase)/Decrease in trade and other receivables	(1,061,478,530)	(548,133,112)
(Increase)/Decrease in Advances, deposits and prepayments	(249,233,428)	(365,655,675)
Increase/(Decrease) in retirement benefits obligation	5,310,705	-
Increase/(Decrease) in other liability (except non remittable account)	31,447,039	3,822,034
Increase/(Decrease) in accounts payables (excluding dividend payable)	1,696,064,450	922,186,864
Tax paid	(163,948,328)	(151,765,310)
Interest paid	(84,961,445)	(73,673,757)
Increase/(Decrease) in short term liability	-	(11,468,208)
	<b>(1,634,932,062)</b>	<b>(1,787,634,367)</b>
<b>Net cash flows from operation activities</b>	<b>(1,543,723,237)</b>	<b>(1,607,609,478)</b>

**23 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/period end have been set out below:

**23.1 Parent and ultimate controlling party**

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

**23.2 Transactions with key management personnel**

Key management personnel includes those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including all directors (executive and non-executive).

*a) Short-term employee benefit*

<i>In BDT</i>	At 31 Mar 2022	At 31 Mar 2021
Remuneration	5,248,553	5,645,806
Housing	1,377,714	545,556
Medical and welfare	1,825,725	757,412
Board meeting fees	276,000	158,700
	<b>8,727,992</b>	<b>7,107,474</b>

*b) Post employment benefit*

-

*c) Other long-term benefit*

-

*d) Termination benefit*

-

*e) Share-based payment*

-

**8,727,992**

**7,107,474**

**SINGER BANGLADESH LIMITED**  
**Notes to the Financial Statements (continued)**

**23.3 Other related party transactions**

Name of related parties	Relationship	Nature of transaction	At 31 Mar 2022	At 31 Mar 2021
			BDT	BDT
Retail Holdings Bhold B.V., The Netherlands	Parent company	Royalty payment	-	-
BEKO Electrical Appliances Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	-
Arcelik A.S.	Ultimate parent	Procurement of products	10,691,792	1,857,051
Defy Appliances (pvt) Ltd	Subsidiary of ultimate parent	Procurement of products	-	-
Dawlance (Private) Limited	Subsidiary of ultimate parent	Procurement of products	-	-

**23.4 Related party receivable/(payable)**

Name of related parties	Relationship	Nature of transaction	At 31 Mar 2022	At 31 Mar 2021
			BDT	BDT
Retail Holdings Bhold B.V., The Netherlands	Parent company	Royalty payable Current account	(397,468,745)	(388,051,604)
Arcelik A.S.	Ultimate parent	Reimbursement of Expenses	-	-
Arcelik A.S.	Ultimate parent	Procurement of products	6,155,309	(26,941,753)
BEKO Thai Co. Ltd.	Subsidiary of ultimate parent	Procurement of products	-	(27,802,715)
Defy Appliances (pvt) Ltd	Subsidiary of ultimate parent	Procurement of products	-	-
Dawlance (Private) Limited	Subsidiary of ultimate parent	Procurement of products	-	-

**24 Significant deviation**

The COVID-19 pandemic circumstances have been continued to have the adverse bearing on the macroeconomic performance of the country as well as the Company's operations and its financial position. With the spread of new variant of COVID-19 at the beginning of Q1 2022 the achieved results have been deviated than it was expected, although turnover has been increased by 3.80% than Q1 2021. Import costs of raw material has increased which resulted increased cost of sales (by 6.73%) which could not be fully adjusted with selling prices and finally reduces gross profit (by 2.13%) and operating profit (by 22.03%) compared to Q1 2021. Finance costs has increased significantly (by 80.68%) due to increase in interest rates from Q1 2021 and increase in OD amount (by 35.16%) from Dec-21 which was mainly high carryover inventory and overall lower sales in 2021. Although it seems that, income tax expenses has decreased (by 33.06%); the effective tax rate has resulted 6.11% higher than Q1 2021. The main reason is the for change in sales mix of trade goods and produced goods (sales of trade goods is in lower proportion) which has attract additional tax under relevant provision of tax laws. Finally as a result of these reasons explained above, profit after tax and earning per share (EPS) has decreased by 49.34% compared to Q1 2021.

In view of above NOCFPS has turned into negative, though it has improved compared to Q1 2021. Considering the nature of business in terms of hire purchase scheme, credit extended to dealers & institution and seasonal effects operating cash flow goes into negative and it is expected to improve in coming quarters as the overall economy is also expected to do better after Covid-19 situation being continued to improve which is helping country's economy to getting back

**25 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.