RANGPUR FOUNDRY LIMITED
105-Middle Badda, Dhaka-1212

Dear Shareholders

We forward herewith the Un-Audited Financial Statements of Rangpur Foundry Ltd for the third quarter ended 31 March, 2021 as per Rule 13 of the Securities & Exchange Rules, 1987.

Rathendra Nath Paul
Managing Director

RANGPUR FOUNDRY LIMITED

Third quarter Un-Audited Results

Statement of Profit or Loss and Other Comprehensive Income
For the Period 1st July , 2020 to 31st March,2021

Taka' 000

Particulars		Jul'20-Mar'21	Jul'19-Mar'20	Jan'21-Mar'21	Jan'20-Mar'20
Turnover	11	1,070,297	1,018,372	285,107	254,846
Cost of Goods Sold	12	(852,135)	(810,908)	(226,865)	(202,814)
Gross Profit		**218,162**	**207,464**	**58,242**	**52,032**
Operating Expenses		**(142,951)**	**(135,202)**	**(35,613)**	**(33,305)**
Administrative Expenses		36,208	34,017	10,488	9,599
Selling & Distribution Expenses		64,831	61,138	14,984	13,938
Marketing Expenses		41,912	40,047	10,141	9,768
Gross Operating Profit		**75,211**	**72,262**	**22,629**	**18,727**
Financial Expenses	13	(32,670)	(33,230)	(10,371)	(10,217)
Net Operating Profit		**42,541**	**39,032**	**12,258**	**8,510**
Other Income		-	-	-	-
Net Profit Before Income Tax & WPPF Provision		**42,541**	**39,032**	**12,258**	**8,510**
WPPF		(2,026)	(1,859)	(584)	(406)
Net Profit Before Tax		**40,515**	**37,173**	**11,674**	**8,104**
Income Tax:		**(10,093)**	**(9,293)**	**(2,981)**	**(2,026)**
Provision for Income tax		(10,152)	(9,372)	(3,000)	(2,052)
Deferred tax		59	79	19	26
Net Profit After Income Tax		**30,422**	**27,880**	**8,693**	**6,078**
Earnings per Ordinary Share(EPS)-		3.04	2.79	0.87	0.61

Chairman

Managing Director

Director

Chief Financial Officer

Company Secretary

RANGPUR FOUNDRY LIMITED
Statement of Financial Position(Un-Audited)
As at 31 March, 2021

Taka' 000

Particulars			March 31, 2021	June 30, 2020
ASSETS :				
Non-Current Assets			**54,027**	**53,217**
Property, Plant & Equipment (WDV)	03		54,027	53,217
Current Assets :			**406,928**	**351,525**
Inventories	04		317,645	255,011
Debtors	05		9,068	7,883
Advances, Deposits & Prepayments			33,429	19,250
Cash & Bank Balances			46,786	69,381
TOTAL ASSETS			**460,955**	**404,742**
EQUITY AND LIABILITIES				
Shareholders' Equity			**284,711**	**277,289**
Share Capital	06		100,000	100,000
Retained Earnings--As per Profit & Loss Account	07		184,711	177,289
LIABILITIES				
Non-current Liabilities				
Deferred tax liabilities	08		181	240
Current Liabilities :			**176,063**	**127,213**
Short Term Credit Facility			157,020	108,960
Trade Payable			1,312	3,615
Liabilities for Expenses			10,261	9,001
Provision for Income Tax	09		(1,672)	(3,817)
WPPF	10		2,026	2,095
Unclaimed Dividend			7,116	7,359
TOTAL LIABILITIES			**176,244**	**127,453**
TOTAL EQUITY AND LIABILITIES			**460,955**	**404,742**
Net Asset Value			28.47	27.73

Chairman Managing Director Director

Chief Financial Officer Company Secretary

RANGPUR FOUNDRY LIMITED

Cash Flow Statement

For the Period 1st July ,2020 to 31st March,2021

Taka' 000

Particulars	July'20-Mar'21	July'19-Mar'20
i) **Cash Flows from Operating Activities :**		
Collection from Turnover & Other Income	1,069,112	1,017,642
Payment for Cost and Expenses	(1,066,891)	(963,714)
Interest Paid	(32,890)	(33,486)
Income Tax paid	(8,006)	(4,663)
Net cash flow(used in) operating activities (Note-16&23)	**(38,676)**	**15,779**
ii) **Cash Flow from Investing Activities :**		
Acquisition of Fixed Assets	(9,233)	-
Net cash used in investing activities	**(9,233)**	-
iii) **Cash Flows from Financing Activities :**		
Short Term Loan	48,060	29,951
Dividend Paid	(23,243)	(22,574)
Net cash (used in)/flow from financing activities	**24,817**	**7,377**
Net Cash Inflows/(Outflows) for the period(i+ii+iii)	**(23,093)**	**23,156**
Effect of Exchange Rate Changes on Cash and Cash Equivalents	**498**	**256**
Opening Cash & Bank Balances	69,381	30,219
Closing Cash & Bank Balances	**46,786**	**53,631**
Net operating cash flow per share(NOCFPS)	(3.87)	1.58

Chairman Managing Director Director

Chief Financial Officer Company Secretary

RANGPUR FOUNDRY LIMITED

Statement Of Changes In Shareholders' Equity

Third Quarter ended 31 March '2021

Taka' 000

	Share Capital	Retained Earnings	Total
	1	2	3=(1+2)
Balance as on 30th June 2020	**100,000**	**177,289**	**277,289**
Dividend Paid for the year 2019-20		(23,000)	(23,000)
Net Profit for the period	-	30,422	**30,422**
Balance as on 31 March 2021	**100,000**	**184,711**	**284,711**
Balance as on 30th June 2019	**100,000**	**169,236**	**269,236**
Dividend Paid for the year 2018-19		(23,000)	(23,000)
Net Profit for the period	-	27,880	**27,880**
Balance as on 31 March 2020	**100,000**	**174,116**	**274,116**

Chairman

Managing Director

Director

Chief Financial Officer

Company Secretary

RANGPUR FOUNDRY LIMITED

Notes to the Financial Statements
Third Quarter Un-Audited (1st July ,2020 to 31st March,2021)
As at and for the period ended 31st March,2021

1. The background and business activities of the Company

1.1 Status of the Company

Rangpur Foundry Limited was incorporated in Bangladesh on 30 June 1980 as a Private Limited Company under the Companies Act, 1913 and subsequently on 8 November 1996 the company was converted into a Public Limited Company. The Company went into public in 1999 and its shares are listed with the Dhaka Stock Exchange Ltd and Chittagong Stock Exchange Ltd. The Company's registered office is situated at PRAN-RFL Centre, 105 Middle Badda, Progoti Sharani, Dhaka-1212 and the factory is located at BSCIC Industrial Estate, Kellabond, Rangpur.

1.2 Nature of business

The company owns and operates an industrial undertaking which manufactures and sells cast iron products which include tubewell and irrigation pump including spare parts thereof.

2. Basis of preparation of Financial Statements

2.1 Statement of compliance

The un-audited interim condensed financial statements have been prepared in accordance with the international accounting standard(IAS) 34, and compliance with the requirements of the International Financial Reporting Standards (IFRS) and the Companies Act 1994, Securities and Exchange Ordinance 1969, Securities and Exchange Rules 1987, Listing Regulations of Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. and other applicable laws and regulations.

The financial statements have been prepared on a historical cost basis, except for inventory, trade receivables and contingent consideration that have been measured at fair value. The financial statements provide comparative information in respect of the previous period.

These financial statements are presented in Bangladesh Taka (Taka/Tk/BDT), which is both functional and presentational currency of the Company. The amounts in these financial statements have been rounded off to the nearest thousand BDT (000) unless otherwise indicated. Because of these rounding off, in some instance the total may not match the sum of individual balance.

The Financial Statements comply with applicable Financial Reporting Standards as under :

IAS	Title	Remarks
1	Presentation of Financial Statements	Complied
2	Inventories	Complied
7	Statement of Cash Flows	Complied
8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
10	Events after the Reporting Period	Complied
12	Income Taxes	Complied
16	Property, Plant & Equipment	Complied
19	Employee Benefits	Complied
21	The Effects of Changes in Foreign Exchange Rates	Complied
23	Borrowing Costs	Complied
24	Related Party Disclosures	Complied
32	Financial Instruments: Presentation	Complied
33	Earnings per Share (EPS)	Complied

IFRS	Title	Remarks
1	First-Time adoption of International Finance Reporting Standard	Complied
7	Financial Instruments : Disclosure	Complied
8	Operating Segments	Complied
9	Financial Instruments	Complied
12	Disclosure of Interests in other Entities	Complied
13	Fair Value Measurement	Complied
15	Revenue from Contracts with Customers	Complied

2.2 Other regulatory compliance

As required, Rangpur Foundry Limited also complies with the applicable provisions of the following major laws/ statutes:

The Income Tax Ordinance 1984;
The Income Tax Rules 1984;
The Value Added Tax & Supplementary Duty Act 2012;
The Value Added Tax & Supplementary Duty Rules 2016 and
The Bangladesh Labour (Amendment) Act 2015.

2.3 Components of financial statements

(a) Statement of Financial Position(Un-Audited)
(b) Statement of Profit or Loss and Other Comprehensive Income(Un-Audited)
(c) Statement of Changes in Equity
(d) Statement of Cash Flows
(e) Notes to the Financial Statements

2.4 Basis of Measurement

These financial statements have been prepared under the historical cost convention applying accrual basis of accounting in accordance with International Financial Reporting Standards (IFRSs).

2.5 Going concern

The company has adequate resources to be in operation for a foreseeable future and the directors continue to adopt going concern basis in preparing the accounts. The current resources of the company provide sufficient fund to meet the present requirements of its existing business.

2.6 Reporting Period:

The financial report covered the period from 01 July 2020 to 31 March 2021 and theses have been prepared based on International Accounting Standard(IAS) 34:' Interim Financial Reporting' and same accounting policies and methods of computation as were adopted for the financial statements for the year ended 30 June,2021, have been followed for the same for the period under review.

2.7 Significant Accounting Policies:

The Company has consistently applied the following accounting policies to all periods presented in these financial Set out below is an index of the significant accounting policies:

A. Current versus non-current classification
B. Property, plant and equipment
C. Financial instruments
D. Share capital
E. Impairment
F. Inventories
G. Employee benefits
H. Provisions
I. Contingencies
J. Revenue from contracts with customers
K. Income tax expense
L. Foreign currency transactions
M. Finance income and expenses
N. Earnings per share (EPS
O. Dividends
P. Materiality and aggregation
R. Events after the reporting period
S. Changes in accounting policies and disclosures

3.00 Property, plant and equipment	Mar 31, 2021	Jun 30, 2020
	Taka	Taka
A. Cost (Less Depreciation)		
Opening balance	342,127	326,829
Add: Addition during the year	9,233	15,298
	351,360	342,127
Less: Accumulated depreciation	297,333	288,910
Total	54,027	**53,217**
b. Non-Current Assets		
Land & Land Development	2,121	2,121
Office Building	53	56
Factory Building	6,728	7,915
Plant & Machinery	40,674	37,922
Furniture Fixture & Equipment	356	385
Vehicles	4,095	4,818
	54,027	**53,217**

Depreciation of additional assets is charged from the date when the assets put into use for commercial operation.

4.00 Inventories	Mar 31, 2021	Jun 30, 2020
	Taka	Taka
Raw materials	257,665	187,741
Work-in-process	26,984	29,524
Finished goods	32,996	37,746
	317,645	**255,011**

5.00 Trade and Other Receivable

Trade Debtors	9,068	7,883

Trade receivables have been stated at their nominal value. Trade receivables are accrued in the ordinary course of business

6.00 Share capital

Authorized

20,000,000 Ordinary Shares of Taka 10 each	**200,000**	**200,000**

Issued, Subscribed and Paid up

9,000,000 Ordinary Shares of Taka 10 each fully paid up in cash	90,000	90,000
1,000,000 Ordinary Shares of Taka 10 each issued as bonus shares	10,000	10,000
	100,000	**100,000**

7.00 Retained earnings

Opening balance	177,289	169,236
Add : Addition for this Period	30,422	31,053
	207,711	200,289
Less: Adjustment for this Period	23,000	23,000
	184,711	**177,289**

8.00 Deferred tax liabilities

Deferred tax liability as on 30.06.2020	240	345
Add: Deferred tax liability for this Period	(59)	(105)
	181	**240**

	Mar 31, 2021	Jun 30, 2020
	Taka	Taka

8.01 Deferred tax liabilities

	Carrying Amount	Tax Base	Taxable Temporary Difference
Property, plant and equipment excluding land	51,903	51,181	722
Applicable rate			25.00%
Deferred tax liability as on 31 March 2021			**181**

	Carrying Amount	Tax Base	Taxable Temporary Difference
Property, plant and equipment excluding land	51,095	50,136	958
Applicable rate			25.00%
Deferred tax liability as on 30 June 2020			**240**

9.00 Provision for income tax

Opening balance	84,173	73,217
Add: Provision made for this Period	10,152	10,956
	94,325	84,173
Less: Advance Income Tax	95,997	(87,991)
	(1,672)	**(3,818)**

Advance against income tax detail is stated below

Opening balance	87,991	65,453
Add: Tax at source	4,506	5,411
Paid to taxation authority	3,500	17,127
	95,997	87,991

Reconciliation of effective tax rate

	Rate		
Net Profit Before Tax		**40,515**	**41,904**
Short of fiscal depreciation over that of accounting Accounts base and Tax base		237	421
Other disallowances		1,200	1,500
Taxable Profit		**41,952**	**43,825**
Income tax using the corporate tax rate	25%	10,488	10,956
Excess in tax liability for previous years		(336)	-
Deferred Tax Income		(59)	(105)
Total Income Tax Expenses		**10,093**	**10,851**

10.00 Workers Profit Participation Fund (WPPF) & WF Payable

Opening Balance	2,095	2,629
Add: Addition for this Period	2,026	2,095
Interest	-	
	4,121	4,724
Less: Paid for this Period	2,095	2,629
	2,026	**2,095**

	9 months ended Mar 31, 2021	9 months ended Mar 31, 2020
	Taka	Taka

11.00 Net sales

Domestic sales net of VAT	1,046,182	996,450
Export sales	24,115	21,922
	1,070,297	**1,018,372**

12.00 Cost of goods sold

Material consumed	701,294	659,628
Manufacturing Expenses	136,339	129,095
Depreciation	7,212	6,010
Total Manufacturing Cost	844,845	794,733
Opening Work in Process	29,524	27,425
Closing Work in Process	(26,984)	(15,984)
Cost of Production	847,385	806,174
Opening Stock of Finished Goods	37,746	37,583
Closing Stock of Finished Goods	(32,997)	(32,849)
	852,135	**810,908**

13.00 Financial expenses

Interest on working capital loan	32,890	32,910
Exchange loss/(gain)	(482)	64
Bank charges	262	256
	32,670	33,230

14.00 Related party transactions:

All Related parties transactions are duly approved by resolution of Board of Directors & shareholders in Annual General Meeting

a) The company carried out number of transactions with related parties as detailed below

Taka in ' 000

Name of the Company	Nature of Transactions	Value of Transaction		Balance as on 31 March
		Debit	Credit	
Agricultural Marketing Co Ltd		657	657	-
Gonga Foundry Limited	Current Account	75,045	75,045	-
Banga Building Materials Limited		1,179	1,179	-

b) Company has issued corporate guarantee to the financiers of its associated

On behalf of	In favour of	Tk. in Million	Purpose
RFLElectronics Ltd.	Mercantile	106.00	Working
RFL Plastics Limited	EBL	415.00	Capital
Total		**521.00**	

c) Company has received corporate guarantee from the following companies:

Guarantee received from	In favour of	Tk. In Million	Purpose
Property Development Limited	Bank Asia	145	Working Capital
Total		**145.00**	

15.00 The employee benefits for the reporting year have been as follows:

a) <u>Short term Employee benefits include:</u>

-Basic Salary
-Allowance includes as house rent, Conveyance & Medical
-Bonus (One month basic for each of 02 Eid festivals)
-Transportation (Management Personnel)
-Besides, the employees get a portion of company's profit on account of WPPF.

b) **Post employment benefits:**

There is no provision for post employment benefits

c) **Other Long Term Benefits:**
There is no provision for long term benefit.

d) **Termination Benefits:**

Termination benefits have been given as per law of the land. There is no termination benefit during the reporting period.

e) **Share based benefits**

There no provision for Share based benefit.

16.00 Reconciliation of Net income or Net profit with cash flows from operating activities.:

Net Profit Before Tax	**40,515**	**37,173**
Adjustment to reconcile profit to net cash provided by operating activities:		
Depreciation	8423	6,951
Inventories (Increase)/Decrease	(62,634)	3,245
Trade receivables (Increase)/Decrease	(1,185)	(730)
Advance and deposits (Increase)/Decrease	(14,179)	(15,802)
Trade payables Increase/(Decrease)	(2,303)	(1,025)
Liabilities for expenses Increase/(Decrease)	1260	(8,344)
Income tax paid	(8,006)	(4,663)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(498)	(256)
Workers profit participation fund (WPPF) & WF payable Increase/(Decrease)	(69)	(770)
	(38,676)	**15,779**

17.00 Effect of exchange rate changes on Cash & Cash Equivalents

As per IAS-7 unrealized gain or loss arise from changes in foreign currency exchange rate shown in separate line in Cash flow statement

18.00 Earning Per Share:

	Mar 31, 2021	Jun 30, 2020
	Taka	Taka
Net profit attributable to the ordinary shareholders (Taka)	30,422	27,880
Weighted average number of ordinary shares outstanding (Number)	10,000	10,000
Earning per share (EPS)	3.04	2.79

Earning per share has been calculated in accordance with BAS -33 "Earning Per Share (EPS)".

19.00 Net Assets Value (NAV) per share :

Net Assets (Total Assets - Total Liabilities)	284,711	277,289
Number of ordinary shares outstanding (Denominator)	10,000	10,000
	28.47	**27.73**

20.00 Net operating cash flow per share (NOCFPS)

Net cash generated from operating activities	(38,676)	15,779
Number of ordinary shares outstanding during the year	10,000	10,000
	(3.87)	**1.58**

21.00 Post Balance Sheet Events- Disclosure under BAS -10: Events after Reporting Period

Neither any "Non Adjusting Events" nor Any "Adjusting Events" took place after the reporting period.

22.00 Impairment

(a) Financial assets

Accounts receivable and other receivables are reviewed at each reporting date to determine whether there is any objective evidence of impairment. Financial assets are impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset and that the loss event had a negative effects on the estimated future cash flows of that asset, that can be estimated reliably. Objective evidence that financial assets are impaired can include default or delinquency by a debtor, indications that a debtor or issuer will enter bankruptcy etc.

(b) Non-financial assets

An asset is impaired when its carrying amount exceeds its recoverable amount. The company reviews at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use.

Carrying amount of the assets is reduced to its recoverable amount by recognizing an impairment loss if, and only if, the recoverable amount of the asset is less than its carrying amount. Impairment loss is recognized immediately in profit or loss, unless the asset is carried at revalued amount. Any impairment loss of a revalued asset shall be treated as a revaluation decrease.

23.00 Reason for major variances of items in financial statements:

Decrease in Net Operating Cash Flow per Share for the period under review compared to that in the preceding period is due the fact that higher amounts ,as necessitated, have been paid to suppliers, Advance Tax and employees.

24.00 Comparative information

Comparative information has been presented in respect of the prior period in accordance with IAS-1: Presentation of Financial Statements, for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding the current period's financial statements.

Comparative figures have been rearranged wherever considered necessary in order to conform to current Period presentation.

25.00 General:

a. There is no post balance sheet event occurred after the reporting date, which would significantly affect the financial position of the company as at the Balance Sheet date.

b. Deferred Tax has been calculated Up-to March,2021.

c. Tax has been provided @ 25% considering yearly tax rate as per previous years'.

d. Figure have been rounded off to the nearest thousand taka and rearranged, where necessary to conform the current period presentation.