

M. I. CEMENT FACTORY LTD.
ANNUAL REPORT
2014-2015



CROWN CEMENT
FOR SOLID FOUNDATION



M. I. CEMENT FACTORY LIMITED

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Having been blessed with your trust and confidence, Crown Cement proudly announces its 20 Year Anniversary on the journey towards excellence. We sincerely thank you for staying with us on our long journey. Your support has made Crown Cement a Bangladeshi Global Brand.





Brief History

M. I. Cement Factory Ltd. is a public limited company and one of the leading manufacturers of cement in Bangladesh. On December 31, 1994 it started its journey with the commitment for providing high quality cement to the country. Its brand "Crown Cement" has own renown both at home and abroad.

Initially the plant was installed with a capacity of producing 600tpd (ton per day) of Portland Cement. With the passing of time the demand of Crown Cement increased day by day. Therefore the sponsors expanded the project thrice. By dint of quality Crown Cement soon gained acceptability both at home and abroad which raised the necessity for expanding the plant from initial 600tpd (ton per day), 800tpd 2nd unit in 2002, 1400tpd 3rd unit in 2006 and 3000tpd 4th unit in 2011 thereby raising the total production capacity to 5800tpd i.e. 1.740 million metric ton per annum.

The company has been listed with Dhaka Stock Exchange and Chittagong Stock Exchange in 2011. Its high growth agenda have been highly appreciated by the shareholders, and have won investors trust. Its backward and forward integration endeavors have given new dimensions to its growth platform. With this end in view, the associate industrial units viz., Crown Polymer Bagging Ltd., Crown Power Generation Ltd., Crown Mariners Ltd., Crown Transportation & Logistics Ltd., Crown Cement Concrete & Building Products Ltd. have been set up and are already in operation. The company has also acquired a handy max size ocean going ship to facilitate transportation of raw materials from abroad. It is hopefully expected that these new growth platforms will facilitate creation of new dimensions and frontiers to the mother company
M. I. Cement Factory Limited.

Crown Cement pioneered in export of cement in 2003 and paved the way for earning hard-earned foreign currency. Recently Crown Cement achieved the National Export Trophy (Gold) twice for attaining the top most place among the cement exporters in Bangladesh.

The factory possesses well communications facility both through water and road. It is located at West Mukterpur, Munshigonj on the bank of the river Dhaleswari. It is connected by a metallic road (Dhaka-Munshigonj Highway) linked with the whole country.



২১তম বার্ষিক সাধারণ সভার বিজ্ঞপ্তি

এতদ্বারা জানানো যাচ্ছে যে, এম. আই. সিমেন্ট ফ্যাক্টরী লিমিটেড এর শেয়ারহোল্ডারগণের ২১তম বার্ষিক সাধারণ সভা নিম্নলিখিত বিষয়াদি সম্পাদনকল্পে আগামী ১৫ ডিসেম্বর ২০১৫ রোজ মঙ্গলবার সকাল ১১ঃ০০ ঘটিকায় পশ্চিম মুক্তারপুর, মুলিগঞ্জে অবস্থিত কোম্পানীর কারখানা গ্রাঙ্গে অনুষ্ঠিত হবে।

আলোচ্য সূচীঃ

১. ৩০ জুন ২০১৫ তারিখে সমাপ্ত বছরের নিরীক্ষিত লাভ লোকসান হিসাব ও স্থিতিপত্র এবং সেই সঙ্গে নিরীক্ষক ও পরিচালকমন্ডলীর প্রতিবেদন গ্রহণ, বিবেচনা ও অনুমোদন।
২. ৩০ জুন ২০১৫ তারিখে সমাপ্ত বছরের লভ্যাংশ ঘোষণা ও অনুমোদন।
৩. কোম্পানীর আর্টিকলস্ অব অ্যাসোসিয়েশনের সংশ্লিষ্ট ধারা অনুযায়ী পরিচালকবৃন্দের নির্বাচন।
৪. ৩০ জুন ২০১৬ তারিখে সমাপ্ত বছরের জন্য নিরীক্ষক নিয়োগ ও তাদের পারিশ্রমিক নির্ধারণ।
৫. নিরপেক্ষ পরিচালক নিয়োগ অনুমোদন।

পরিচালকমন্ডলীর আদেশক্রমে

(মোঃ মজহারুল ইসলাম, এফসিএস)
কোম্পানী সচিব

তারিখঃ ঢাকা
২৫ নভেম্বর ২০১৫

নোটঃ

১. ১৭ নভেম্বর ২০১৫ তারিখে রেকর্ড ডেটে যে সকল সদস্যের নাম কোম্পানীর শেয়ার রেজিস্টারে লিপিবদ্ধ থাকবে কেবল তাঁরাই বার্ষিক সাধারণ সভায় উপস্থিত হওয়ার এবং লভ্যাংশ পাওয়ার যোগ্য বলে বিবেচিত হবেন।
২. একজন সদস্য তাঁর পক্ষে একজন ব্যক্তিকে প্রতিনিয়োগ করার জন্য উপযুক্ত রেজিনিউ স্ট্যাম্প সম্বলিত প্রত্নি করম যথাযথভাবে পূরণ করে সভা আরম্ভের ৪৮ (আটচল্লিশ) ঘণ্টা পূর্বে কোম্পানীর কর্পোরেট অফিস হাউস নং ১ এবং ৭, রোড নং ৯৫, ব্লক নং সিইএন(এ), গুলশান নর্থ এ্যাভিনিউ, গুলশান - ২, ঢাকা - ১২১২ তে অবশ্যই জমা দিবেন।
৩. সদস্যগণের অথবা প্রত্নিগণের হাজিরা স্লিপে স্বাক্ষর যাচাই সাপেক্ষে সভাকক্ষে প্রবেশ করা যাবে।

শেয়ারহোল্ডারবৃন্দের সদয় অবগতির জন্য জানানো যাচ্ছে যে আসন্ন বার্ষিক সাধারণ সভায় কোন প্রকার উপহার / খাবার / যাতায়াত ভাতা প্রদানের ব্যবস্থা থাকবে না।



Notice of the 21st Annual General Meeting

Notice is hereby given that the 21st Annual General Meeting (AGM) of M. I. Cement Factory Limited will be held on Tuesday, the 15th December 2015 at 11:00 A.M. at the Factory Premises, West Mukterpur, Munshiganj to transact the following business:

AGENDA:

1. To receive and adopt the Audited Financial Statements of the Company for the year ended 30 June 2015 together with the Reports of the Auditors and the Directors thereon.
2. To declare the dividend for the year ended 30 June 2015.
3. To elect Directors in terms of the relevant provisions of the Articles of Association of the Company.
4. To appoint Auditors for the year 2015-2016 and to fix their remuneration.
5. To appoint the Independent Directors.

By Order of the Board

(Md. Mozharul Islam, FCS)
Company Secretary

Dated: Dhaka
25 November 2015

Note:

1. The members, whose names appeared in the Company's Register or in the Depository Register on the Record Date i.e. 17 November 2015, shall be eligible to attend the Annual General Meeting and to receive the dividend.
2. A member wishing to appoint a proxy must deposit the Proxy Form, duly stamped at the Company's Head Office, House # 1 & 7, Road # 95, Block # CEN(A), Gulshan North Avenue, Gulshan - 2, Dhaka - 1212 not later than 48 hours before the time fixed for the Meeting.
3. Admission into the meeting will be allowed on production of the Attendance Slip sent with the notice and verification of signature of the Member(s) and/or Proxyholder(s).

শেয়ারহোল্ডারবৃন্দের সদয় অবগতির জন্য জানানো যাচ্ছে যে আসন্ন বার্ষিক সাধারণ সভায় কোন প্রকার উপহার / খাবার / যাতায়াত ভাতা প্রদানের ব্যবস্থা থাকবে না।



Vision

Our vision is to make a contribution to the nation by creating opportunities in the arena of industrial growth and development of Bangladesh, and to provide a solid foundations for society's future.

Mission

As a modern cement company, we manufacture cement (Brand name: Crown Cement) to meet the needs of clients through innovative products & services that create value for all our stakeholders.





Values

Commitment

Shareholders - Create sustainable economic value for our shareholders by utilizing an honest and efficient business methodology.

Community - Committed to serve the society through employment creation, support community projects & events, and be a responsible corporate citizen.

Customers - Render service to our customers by using state-of-the-art technology, offering diversified products and aspiring to fulfill their needs to the best of our abilities.

Employees - Be reliant on the inherent merit of the employees and honor our relationships. Work together to celebrate and reward the unique backgrounds, viewpoints, skills, and talents of everyone at the work place, at each level.

Accountability

We are accountable for providing quality products & excellent services along with meeting the strict requirements of regulatory standards and ethical business practices.

Inspiring, Motivating & Compelling

We're ambitious and innovative. We get excited about our work. We bring energy and imagination to our work in order to achieve a level of performance, not achieved before. We achieve a higher standard of excellence. Everything we produce should look fresh and modern.

Ability

We have the ability to undertake the responsibility to materialize our commitment, and goals. In all matters we think ahead & take new initiatives. We can see things from different perspectives; we are open to change and not bounded by how we have done things in the past. We can respond rapidly and adjust our mode of operation to meet stakeholder needs and achieve our goals.

Keep Promises

Everything we do should work perfectly. In all matters we maintain integrity & excellence. We believe in actions, not in words.

Be Respectful

We respect our customers, shareholders & others stakeholders and want to fulfill their needs. We are respectful in regard to all our interactions with them. We always appreciate comments & suggestions from our stakeholders. We are open, helpful & friendly. We have total commitment to customer satisfaction.



Goals

- Continually set the latest standards of modern technology in our industry to satisfy the needs of customers through innovative products and services.
- Contribute to the national economy and the infrastructure development of the country.
- Secure the strongest competitive position in our relevant market places through making quality product and operational excellence.
- Be partner with the best suppliers, delivering increased value for both the company and our customers.
- Be recognized as a respected & attractive company & an employer of first choice.
- Provide extensive career opportunities through competitive pay & benefits, training & development & a congenial working environment.
- Empower our employees at every level, and integrate them fully into our network.
- Continually demonstrate our commitment to sustainable environmental performance, and play a pro-active role in Corporate Social Responsibility (CSR) within our sphere of influence.
- Achieve long-term financial performance.
- Create secured investment opportunity within the country.
- Enhance versatility, & diversification through the penetration of new market segments.
- Improve administrative & organization structures to review all business lines regularly & develop the best practice in the industry.
- Earn foreign currency through export.



Milestones

Our job is to identify ways to increase productivity and efficiency and to promote a sustainable future. No matter how good we are at service, our success depends more than anything on being able to connect with customers.

In our journey the following years are the symbol of prosperity and progress:

- 2015 : Procured second mother vessel (Crown Victory) for transportation of raw materials
- 2014 : Achieved ICMA Best Corporate Award
- 2013 : Launched commercial operation of Crown Cement Ready Mix with production capacity of 42,000 cft concrete per day
: Launched commercial operation of Crown Polymer Bagging Ltd.
- 2012 : Procured first mother vessel (Crown Voyager) for transportation of raw materials
: Launched commercial operation of Crown Mariners Ltd.
- 2011 : Launched operation of 4th unit to double the production capacity
: Listed with Dhaka Stock Exchange (DSE) & Chittagong Stock Exchange (CSE)
- 2010 : Awarded National Export Trophy (Gold) for the year 2009-10
- 2009 : Awarded National Export Trophy (Gold) for the year 2008-09
: Launched commercial operation of Crown Power Generation Ltd.
- 2008 : Launched operation of 3rd unit with production capacity of 1400MT/Day
- 2002 : Launched operation of 2nd unit with production capacity of 800MT/Day
- 2000 : Started commercial operation with production capacity of 600MT/Day
- 1994 : Incorporated as a public limited company



Corporate Profile

Status	: Public Limited Company
Incorporation of the Company	: 31 st December 1994
Date of Commencement	: 31 st December 1994
Subscription Opened	: 9 th January 2011
Subscription closed	: 13 th January 2011
Listed with Dhaka Stock Exchange	: 18 th May 2011
Listed with Chittagong Stock Exchange	: 5 th May 2011
Commercial Production	: 13 th October 2000
Nature of Business	: Manufacturing and Marketing of Ordinary Portland Cement and Portland Composite Cement
Credit Rating	: Entity – AA2 Short Term - ST- 2
Authorized Capital	: Tk. 5,000,000,000
Paid up Capital	: Tk. 1,485,000,000
Manpower	: 971
No. of Shareholders	: 56,714

Board of Directors



Sitting from left: Mohammed Jahangir Alam (Chairman), Alhaj Md. Khabiruddin Molla (Managing Director)

Standing from right: Md. Habibur Rahman Mollah, FCA (Executive Director), Molla Mohammad Majnu (Additional Managing Director), Golam Mohammad (Independent Director), Md. Alamgir Kabir (Additional Managing Director), Md. Almas Shimul (Director), Prof. Dr. Shaikh Shamsuddin Ahmed (Independent Director), Md. Mizanur Rahman Molla (Director), Md. Mozharul Islam, FCS (GM & Company Secretary), Shahriar Istiaq Halim, FCA (GM & CFO)

Sponsor Shareholders



Mohammed Jahangir Alam



Alhaj Md. Khabiruddin Molla



Md. Alamgir Kabir



Molla Mohammad Majnu



Md. Mizanur Rahman Molla



Md. Almas Shimul



Alhaj Md. Abdur Rouf



Md. Ashrafuzzaman



Md. Abdul Ahad

Audit Committee



Golam Mohammad
Chairman



Md. Alamgir Kabir
Member



Molla Mohammad Hajnu
Member



Md. Mizanur Rahman Molla
Member

Lenders

One Bank Limited
Jamuna Bank Limited
Prime Bank Limited
HSBC
Eastern Bank Limited
United Commercial Bank Limited
Shahjalal Islami Bank Limited
IFIC Bank Limited
Standard Chartered Bank Limited

Auditors

Hoda Vasi Chowdhury & Co.
Chartered Accountants, BTMC Bhaban (8th Floor)
7-9, Karwan Bazar Commercial Area, Dhaka-1215

Registered Office

West Mukterpur, Munshiganj

Advisors



Engr. Major General Hameed Al Hasan (Retd.)
Advisor



Engr. A. Majid Chowdhury
Advisor



Engr. Md. Shah Alam
Technical Advisor (Marketing & Sales)

Management Team

M. I. Cement Factory Ltd. has a team of skilled, qualified and experienced Engineers, Expert Marketing Team, Chemist and Technicians under whose supervision, guidance and direct participation the production activities are carried out. Behind the screen, there is a promising, honest and experienced management team to oversee and manage the whole production & distribution network.

The sponsors of the company had their experience of forty years in cement trading & manufacturing. From their experience they have learned that there is no alternative to quality, correct weight of goods and rendering of satisfactory services to customers.

The efficient management team abides by:

1. Integrity in all their dealings.
2. Excellence in everything they do.
3. Total commitment to customer's satisfaction.
4. Thinking ahead and taking new initiatives.



Md. Habibur Rahman Mollah, FCA
Executive Director
Corporate



Engr. Saiful Alam
Executive Director
Factory Operations



Engr. Md. Sahidur Rahman
Sr. GM (Marketing & Sales)



Engr. A.S.M. Fahim Uddin
Sr. GM (Technical)



Capt. Hashem Ahmed
GM (Shipping)



Md. Mayeen Uddin Thakur
GM (Procurement)



Md. Mozharul Islam, FCS
GM & Company Secretary



Saroj Kanti Chakraborti
GM (HR)



Shahriar Istiaq Halim, FCA
GM & CFO



Md. Shahid Ullah Khan
Sr. DGM (Internal Audit)



Talukder Shahirul Islam
DGM (Admin)



Chairman's Statement

Dear Shareholders,

On behalf of the Board of Directors, I would like to express my gratitude and greetings to all the respected stakeholders for their continuous support and attention in achieving excellence in the performance of our company. I would also like to take the opportunity to thank you for providing me a unique opportunity to share and exchange our thoughts and views on the performance of the company in the past year and the potentials and possibilities going forward.

In 2015, despite of many difficulties from the external environment, your company performed well in terms of growth and profitability. After a very tough competition we were able to grow our volumes by 5.64%, our revenue by 3.42%, and created substantial value for our Shareholders. As a result, net profit before tax for the financial year was Tk. 856.23 million.

During the year ended 30 June 2015, your company was able to perform better. The current year's turnover was Tk. 8,264.24 million as against Tk. 7,990.64 million of the last years, resulting 3.42% growth in the current year compared to the previous year. The Gross Profit grew by 12.29% that meant to a good leap from Tk. 1,258.92 million to Tk. 1,413.69 million.

Considering this business performance of the Company, the Board of Directors proposed 25% Cash Dividend i.e. TK. 2.50 per ordinary share of TK. 10.00 each which will be placed in the Annual General Meeting to be held on 15 December 2015 for approval of the honorable shareholders.

I want to acknowledge and offer my heartfelt thanks to everyone on whom the Company relies for necessary support. I also want to acknowledge my debt to the Board of Directors for their ongoing guidance and their invaluable support to me during the period under reference. I would like to extend my sincere thanks to the valued lenders, customers, suppliers, regulators for their continued support. I would also like to convey my appreciation to the employees of the Company for their dedicated service. And finally, I would like to express my gratitude to the valued shareholders for rendering support to continue on our path towards sustainable and profitable growth.

Thank you for interest in M.I. Cement Factory Ltd.

(Mohammed Jahangir Alam)
Chairman



Managing Director's Message

Distinguished Shareholders,

Assalamu Alaikum Wa-Rahmatullah,

I feel highly delighted to inform the Shareholders that we, the M. I. Cement Factory Limited had performed well after a very inconvenience environment by increasing our gross profit by 12.29% i.e. a good leap from Tk. 1,258.92 million to Tk. 1,413.69 million and created substantial value for our Shareholders.

Your Company ensures consistent quality at the every stage of production. Our plant is supported by an in-house modern laboratory with the latest state of the art equipment. Your Company has already established a well equipped Concrete Testing Laboratory namely, 'Concrete Research and Testing Lab' at the Corporate Office premises for quality assurance. Besides this, your Company is installing 5th unit with an additional capacity of 4,200 MT per day which will raise our existing production capacity of 5,800 MT per day to 10,000 MT per day. In addition to our existing Ocean Going Mother Vessel 'M. V. Crown Voyager' we are adding another Ocean Going Mother Vessel 'M. V. Crown Victory' with a capacity of 43,980 MT to confirm the availability of best quality of raw material for our best cement.

Our goal remains to become the undisputed leader in the cement market in Bangladesh and also in Export. However, the upcoming business trend of Bangladesh makes us confident that we will reach our goals with our advantageous geographical positioning in attractive markets in Bangladesh, our high degree of operational efficiency, we consider ourselves well-equipped to face the challenges and take advantage of the opportunities in the following year.

On behalf of the management, I would like to thank the shareholders, members of the Board of Directors, regulatory bodies, clients, lenders, suppliers, employees and all the well wishers for their continued trust, support and cooperation.

Thank you very much.


(Alhaj Md. Khabiruddin Molla)
Managing Director



Photographs of the 20th Annual General Meeting



Directors
and
Management
in the 20th AGM



Partial view
of the
Shareholders
attended in the
20th AGM



Report of the Board of Directors

for the year ended 30 June 2015

(Under Section 184 of the Companies Act 1994 and Notification No. SEC/CMRRCD/2006-15B/134/Admin/44 dated 7 August 2012 of the Bangladesh Securities and Exchange Commission.)

Dear Valued Shareholders,

It is the great pleasure and privilege of the Board of Directors of M. I. Cement Factory Limited to welcome you all to the 21st Annual General Meeting of M. I. Cement Factory Limited and present the Directors' Report together with the Audited Financial Statements for the year ended 30 June 2015 as well as the Auditors' Report of the Company for your kind consideration, approval and adoption.

Industry Outlook and possible future development in the industry

The Cement Industry of Bangladesh has witnessed significant growth in the past two decades. Till the last of the nineteenth century Bangladesh was fully dependent on imported cement. Some enthusiastic entrepreneurs ventured into setting up cement plants during 1997 to 2000 which opened a new era in this sector. Gradually, observing the potentiality of this sector, one after another cement factory began to set up, some existing one are also resorted to expanding with additional capacities and situation had soon reached such a stage that capacity exceeded demand leading to acute unhealthy competition. The manufacturers then began to seek market in overseas countries, which also proved bleak excepting exporting to neighboring country in a limited scale.

The demand of Cement in our country, approximately 20 million Metric Ton is still more than two times lower than the industry capacity of 40 million Metric Ton. Bangladesh is ready to receive the wave of much anticipated development in terms of public infrastructure, communication and housing facilities. According to the Global Cement Directory 2014, the Chinese Cement Industry consists of 802 integrated cement plants with a combined production capacity of 1.34 Bnt/yr. It is a burning example of what is in store for cement brands operating in countries with a genuine developmental focus. Bangladesh fits the descriptions just right. So in a way the cement industry in Bangladesh is headed for a revolution.

In recent studies, the per capita cement consumption of Bangladesh was found to be 105 KG, which is behind India's 217 KG, Malaysia 570 KG, South Korea 705 KG, China 1700 KG. These statistics focused the claim that Bangladesh is yet to undertake much physical infrastructure development efforts. Cement is the basic material for infrastructural development, which the country needs for fostering of trade and commerce.

In a six seasoned country like Bangladesh has recently built concrete road in some areas, the construction cost of which is 20-25% high rather than the asphalt road. But the longevity of concrete road is more than several times comparing with traditional asphalt road so that concrete road is economical and sustainable. So concrete building will play a vital role for economic development. Some countries like Southeastern area of China, Vietnam, Indonesia, Malaysia, Nigeria and neighboring India have taken comprehensive implantation plan for concrete road, so far they have implemented a wide range area and the result is very encouraging. Adopting this process of road construction the utilization of cement will be increased in one hand on the other public exchequer will not be drained out in maintaining of roads and highways every year. There are many other unearthen application for cement not yet harnessed. So our cement industry has great potentiality for development. We hope that the Bangladesh Cement Industry will go a long way ahead.

Performance

Over the years the Company experienced an increase of its sales revenue. This increase was driven by the superior quality of our products, the strength of our distribution channel and the promotional activities adopted by the Company. For instance, the chemical composition and grinding fineness of our products are closely monitored in order to ensure compliance to Bangladesh relevant standard ISO 9000:2008, Bangladesh Standards & Testing Institution (BSTI), Bureau of Indian Standards (BIS). In reality the Quality of our products overlaps these standards.

Future Plan

The demand for our cement is increasing day by day. To meet the increasing demand, we are going to set up our 5th unit with an additional capacity of 4,200 MT per day, in addition to our existing capacity of 5,800 MT per day, thereby raising the total production capacity to 10,000 MT Per day. The increased Production capacity will meet the targeted Sales through our effective promotional branding and efficient sales workforce. As the production capacity increasing, to maintain the availability of quality raw material we are adding another Ocean Going Mother Vessel "M. V. Crown Victory" with a capacity of 43,980 MT. We believe, this will enable your company to gain the market share from the prevailing competitive market environment.

Vision 2020

We forecast that a brand like us has to go beyond the boundaries of being a mere product and become an extraordinary customer experience of satisfaction. On top of that, it is a social entity that has to keep it's surrounding, environment, people and the nation in mind and exist for a greater good. Hence, the birth of Crown Vision 2020, an initiative of a brand which has pioneered the Bangladeshi cement export, and till date proudly, leading the industry- Crown Cement. Crown Vision 2020 is strongly based on six pillars:

Portfolio: We aim to venture into prospective and winning business ideas and concepts.

Productivity: The source of our growth will be efficient productivity of our resources.

Profit: We exist for wealth and profit maximization of our shareholders and we intend to maintain it as we did in the past.

People: We take care of our people i.e. employees and we want to take pride by saying Crown Cement – "run by you, run for you".

Planet: The planet is our home and we must keep our home clean and through sustainable development and make it a better place for living for the next generation.

Partners: A winning brand like Crown Cement needs winning partners and we are looking to grow together with our partners.

Risk Factor

There are various risks associated with running of the activities of the Company. Although, risks of the industry are continuously evolving, the Company has taken reasonable steps to identify material risks that may hamper the Business of the Company and was adopted preventive measures in this respect.

Interest Rate Risk

As the Company uses working capital loan and other facilities with variable interest rates, it is highly exposed to interest rate risk. To minimize this exposure, the Company is emphasizing on offshore financing, the interest rate of which is substantially lower as such this will minimize the Interest rate risk.

Exchange Rate Risk

As the Company imports raw material and exports cement, it is exposed to exchange rate risks. As revenue from exports makes up a small portion of our total revenue and also raw materials is imported by almost every cement companies in this country, so any exchange rate fluctuation will equally affect all the Cement companies. Therefore, any exchange loss can be absorbed by an increase in product price.

Overcapacity Related Risk

Overcapacity in the Industry is a matter of concern as it can significantly increases competition and price confrontation among the Market of the Cement companies. But your company is well aware of this risk as we strive to explore new export potential geographic areas with our efficient Sales & Marketing workforce and our best effort to ensure quality products as well as ascendancy in customers reach will facilitate us to increase our capacity utilization rate.

Technology Related Risk

An expert workforce is working on the support for the Harmonious technological innovation. So that the innovation might not turn these machineries obsolete. However, management is very much aware about such technology related risks and continuously keeping the Company technologically updated.

Sales Risk

As the rapid expansion of production capacity, the Company has started huge promotional activity with a large number of expert sales workforces to mitigate sales risk.

Price Risk

Price risk represents the risk that the fair value of future cash flows of a financial statement will fluctuate because of a change in market prices. Finance department estimates the product cost and the marketing department, on comparing other similar industries determines the market price of a product after adding reasonable profit to make it competitive.

Operational Risk

The increasing production led to an immediate increase in sales due to high demand of our product. However, as revenue soared rapidly, the Company also had to incur additional costs associated with higher sales. As the Company increased its production and operating efficiency over the year, the increase in revenue was much higher than that of its cost. Thus the operational risk is minimized.

Quality Control Risk

In the face of a higher competitive market quality is most important than the price. The company exerts much emphasis on ensuring of maintenance of high quality of its products. In this respect all measures have been undertaken and continuous vigilance are being made. Have updated its lab with required testing instruments and employing qualified experts.

With general risks and all other categories of risks discussed above, it may be deemed that the company is in almost safe and risk free position. In addition, the best that can be achieved is reasonable management of the risk to which the company is exposed through a sound management process based on most accurate, timely and comprehensive management information available.

State of Company's Affairs

In 2015, your Company faced stiff competition as competitors with increased capacity forced cement prices down. Despite a very competitive and challenging year, your company was able to perform better during the year under reference. The current year's turnover was Tk. 8,264.24 million as against Tk. 7,990.64 million of the last year, resulting 3.42% growth in the current year compared to the previous year. The Gross Profit grew by 12.29% that meant to a good leap from Tk. 1,258.92 million to Tk. 1,413.69 million.

Export

Before 1995, Bangladesh imported Cement and started exporting from 2003. The brand that pioneered export was none other than 'Crown Cement' the brand of M. I. Cement Factory Ltd. Presently exports are also being carrying out competing with the product of importing countries. Cement export data says that Crown Cement achieved around 37% of the national export volume in cement and significantly contributes to country's economy by earning foreign currency. By taking a Bangladeshi product beyond the Borders 'Crown Cement' is the only brand, which has been awarded with National Export Trophy (Gold) twice consecutively for the years 2008-2009 and 2009-2010. During the year under review we earned foreign exchange to the tune of about Tk. 452.63 million.

Information Technology (IT)

To address the requirement of Generation 'Y', a new group of tech-savvy consumers spark an immersive, interconnected and individualized cultural milieu, Information technology (IT) has become a vital and strategic corner stone of our business. As we are growing as a customer service oriented company, the role of IT is getting bigger day by day. Attempt to build IT governance backed environment can be traced in our company by looking at how it is being used across the businesses.

With the mindset of "Go Green", we move towards with our "Vision 2020" goal. We increase our electronic transactions instead of paper works. We are transforming our daily activities into computer based system which helps our client to get their services on time.

We believe, it is our duty to update our valued stakeholders about our activities. We are going to launch our new dynamic, e-commerce based and interactive website by this year.

To fulfill our customer's requirements, we are expanding our IT Facilities further by including Global Standard ERP, setting independent IT facilities and Data Recovery (DR) sites.

Safety, Health and Environment

Safety, Health & Environment is a vital part of Crown Cement's journey towards sustainable development. Our goal is to ensure 'Zero' harm to people. We believe that health & safety are core values that must be incorporated into all aspect of our business. We equip our employees and contractors with job specific Personal Protective Equipments (PPE), which leading us to establish a strong safety culture. We have sufficient equipments to control and prevent environmental degradation. The company is accountable for prevention of injuries and occupational illness which has been minimized through proper training to all level of employees.

We believe in visible leadership and accountability for health & safety at all levels throughout the organization.

Financial Results

The financial results for the year ended 30 June 2015 is given below:

Particulars	Amount (Taka)
Retained earnings - (Carried forward from previous year)	Tk. 569,841,470
Add: Revaluation Reserve and deferred tax liability realized	Tk. 2,390,093
Total Reserve	Tk. 572,231,563
Add: Net Profit for the year	Tk. 648,850,994
Total funds available for appropriation	Tk. 1,221,082,557
Proposed Dividend: Cash Dividend @ 25%	Tk. 371,250,000
Unappropriated profit	Tk. 849,832,557

Dividend

Considering the Business growth of the Company, the Board of Directors is pleased to recommend a cash dividend of 25% i.e. Tk. 2.50 for each Ordinary Share of Tk. 10.00 for the year ended 30 June 2015.

Contribution to the National Exchequer

During the accounting year ended 30 June 2015, the Company has contributed Tk. 2,070,601,855 to the National Exchequer through following manner:

	(Taka in million)				
	2014-15	2013-14	2012-13	2011-12	2010-11
Advance Income Tax	321	329	335	419	163
VAT	1,196	1,169	921	766	544
Customs Duty	554	472	411	276	270
Total	2,071	1,970	1,668	1,461	978

Director's Election and Re-appointment

Pursuant to the provisions of the Companies Act 1994 and clause No. 81 of the Articles of Association of the Company one-third of the Directors shall retire by rotation in every Annual General Meeting. Accordingly, 2 (two) directors of the company will retire in the 21st Annual General Meeting. The retiring directors are:

1. Md. Mizanur Rahman Molla

2. Md. Alams Shimul

Being eligible they offer themselves for reelection. A brief profile of the Directors are disclosed in Annexure-V.

Governance, Ethics and its compliance

Good governance and ethical conduct provide the foundation for everything we do at M.I. Cement Factory Ltd. They help us earn trust, manage risks, foster sustainable growth and build a resilient business. We aim to tackle challenging issues head on, make our communications and processes simple, hold everyone accountable and empower all our employees to do what's right. Our Code of Business Conduct as well as our internal ethics upkeeps and tailored training, helps employees make ethical decisions. We believe continuous supervision in every business practice is the key to sustain in a leadership role. Therefore our Company is directed, administered and complied with the set of laws, policies and procedures exerted in Bangladesh Securities & Exchange Commission's (BSEC) Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012, Companies Act, 1994 and Listing Regulations, 2015 by Dhaka Stock Exchange Limited. The Directors' declaration, Shareholding pattern and MD & CFO's declaration to the board for the year ended 2015 are appended as Annexure I, IV and VII respectively. Further, the Corporate Governance Compliance Report and a Certificate of Compliance required under the said Guidelines, as provided by M/s. ACNABIN, Chartered Accountants is also annexed to this report as Annexure VIII.

Independent Directors

As per the Corporate Governance Guidelines dated 7 August 2012 issued by the Bangladesh Securities and Exchange Commission (BSEC), considering 6 (six) Shareholder Directors in the Board, two Independent Directors have been appointed, namely-

a) Mr. Golam Mohammad, a retired corporate officials with vast experience and

b) Prof. Dr. Shaikh Shamsuddin Ahmed, Professor of Finance Dept., Dhaka University.

It may be mentioned here that the above noted two Independent Directors will complete their tenure of the first term and as per Corporate Governance Guideline they are eligible for reappointment for the second term. The Board of Directors approved their appointment for the second term, which will be placed before the honorable Shareholders in the upcoming 21st Annual General Meeting for approval.

Audit Committee of the Board

The Audit Committee reviews the quarterly, half-yearly and annual Financial Statements and statements of related party transactions. Also it reviews adequacy and effectiveness of financial reporting process, accounting policies, internal control and risk management process. It is also responsible for overseeing the management letter along with performance, appointment and re-appointment of external auditors. Currently, our Audit Committee consists of the following Directors:

Sl. No.	Name	Position	Status
1	Mr. Golam Mohammad	Independent Director	Chairman
2	Mr. Md. Alamgir Kabir	Director	Member
3	Mr. Molla Mohammad Majnu	Director	Member
4	Mr. Md. Mizanur Rahman Molla	Director	Member

Auditors

The existing auditors of the Company M/s. Hoda Vasi Chowdhury & Co., Chartered Accountants shall retire at the 21st Annual General Meeting and has completed a consecutive three years term. As per Bangladesh Securities & Exchange Commission (BSEC) notification no. SEC/CMRRCD/2009-193/104/Admin dated 27 July 2011; every public listed company shall not appoint any firm of Chartered Accountants as its statutory auditors for a consecutive period of three years. Therefore, M/s. Hoda Vasi Chowdhury & Co., Chartered Accountants become ineligible to get appointed for any further year. Under the circumstances, from among some of the proposals for appointment of auditors the Board of Directors has recommended M/s. Syful Shamsul Alam & Co., Chartered Accountants to be appointed as external auditors for the year ending 30 June 2016.

Post Balance Sheet Events

Subsequent to the Balance Sheet date, the Board of Directors has recommended a Cash Dividend of 25% and purchased another Ocean going Mother Vessel for the Company.

CSR Activities

Apart from profit making, your Company equally emphasize its obligation towards the society. You would be happy to note that we have been continuing various activities to perform Corporate Social Responsibility, some of which are mentioned below:

1. Education of the Blinds.
2. Merit Scholarship.
3. Winter Cloth distribution.
4. Awarding Financial Assistance to the meritorious son and daughter of our Dealers/Retailers.
5. Financial Assistance in repairing Bridge/Culvert etc.

Our Gratitude

Our stupendous performance of the year under review demonstrates the dedication and support to Company by its employees at the front and by those numerous stakeholders and our brand users offstage. In this context, the Board of Directors would like to extend its foremost regards and appreciation to the valued shareholders and other Stakeholders of the Company for their continued patronage and guidance to the company that led to the achievements.

We gratefully acknowledge the valuable help and advice that we have always received from our esteemed shareholders, not only during the deliberations of the Annual General Meeting, but at other times as well. We greatly value the unstinting and ready support and co-operation of our clients and we assure them that it will be our constant endeavor to prove worthy of the trust they have reposed in us. To them and to the growing member of our well wishers we offer our profound thanks.

We also deeply appreciate the help and co-operation that we have received from the various Ministries, the Government of the People's Republic of Bangladesh, National Board of Revenue (NBR), Board of Investment (BOI), Registrar of Joint Stock Companies and Firms (RJSC), Bangladesh Securities and Exchange Commission (BSEC), Central Depository Bangladesh Limited (CDBL), Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE), the Company's Bankers, Insurers and Financial Institutions, Vendors, the Press and Media and other Business Partners and its staff have always been very helpful and their advice and guidance have made it possible for us to run the affairs of the Company smoothly. We would like to express our sincere thanks for extending their helpful hands.

We are proud of the unswerving loyalty and devotion of our staff, whose drive, energy and skill have helped the Company to reach its present position

On behalf of the Board



(Mohammed Jahangir Alam)
Chairman

Dated, Dhaka
27 October 2015



Annexure

to the Directors' Report

Compliance of Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012

1. Board of Directors

1.1 Board Size

The number of members of the Board of Directors as on 30 June 2015 stands at 6 (excluding 2 Independent Directors) which is within the limits given by Bangladesh Securities and Exchange Commission (BSEC).

1.2 Independent Director

(i) In terms of the provision under this sub clause the Board of Directors has nominated 2 (two) Independent Directors, whose appointment were ultimately approved in the Annual General Meeting are namely- Mr. Golam Mohammad and Prof. Dr. Shaikh Shamsuddin Ahmed.

(ii) The Independent Directors, nominated by the Board of Directors meet the entire requirement as prescribed under the sub-clause (ii) of the Bangladesh Securities and Exchange Commission (BSEC) Notification under reference.

(iii) In terms of provision of sub-clause (iii) of the Notification under reference the appointment of Independent Directors which needs approval of the shareholders in the 21st Annual General Meeting.

(iv) The post of the Independent Directors was not vacant for more than 90 days.

(v) The Board of Directors has laid down a Code of Conduct for all members of the Board.

(vi) As per sub-clause (vi) of the Notification, the tenure of office of the Independent Director as nominated above shall be 3 (three) years which may be extended for 1 (one) term only.

1.3 Qualifications of Independent Director (ID)

(i) The Independent Directors nominated by the Board of Directors are highly qualified and knowledgeable person. They are able to ensure compliance with financial regulatory and corporate laws and can make meaningful contribution to business.

(ii) The nominated Independent Directors poses more than minimum requirement of twelve years of corporate management / professional experiences and can make meaningful contribution towards the business of the Company.

(iii) No relaxation of qualification of the Independent Directors is required.

1.4 Chairman of the Board and the Managing Director

The position of the Chairman of the Board and the Managing Director is separate individual. The roles of the Chairman and the Managing Director are clearly defined in the Articles of Association of the Company.

1.5 The Directors Report to the Shareholders

All the requirements have been fulfilled.

2. Chief Financial Officer (CFO), Head of Internal Audit (HOIA) and Company Secretary (CS)

Three separate persons from different specialized discipline have been appointed. Their role has been defined by the Board. The CFO / CS regularly attends the Board Meeting.

3. Audit Committee

The Audit Committee, as a sub-Committee of the Board, has been constituted with the Independent Director as Chairman and three other Directors. The Company Secretary acts as Secretary to the Committee. Role of the Audit Committee as per provision of the Bangladesh Securities and Exchange Commission (BSEC) regulation, have been duly adopted by the Board. Their Reports are being submitted as per Bangladesh Securities and Exchange Commission (BSEC) requirements.

4. External/Statutory Auditors

The Bangladesh Securities and Exchange Commission (BSEC) guidance has been strictly followed in engaging External / Statutory Auditors.

5. Subsidiary Company

There is no subsidiary company of M. I. Cement Factory Limited.

6. Duties of the Managing Director and the Chief Financial Officer

The provisions of Bangladesh Securities and Exchange Commission (BSEC) regulation are being complied with on regular basis.

7. Reporting and Compliance of Corporate Governance

Requirements on the above are being complied with.

Annexure II

The Directors' Report on some areas as per the Condition No. 1.5 of the Bangladesh Securities and Exchange Commission (BSEC) Guideline

- Related Party transactions are depicted in the Note No. 40 of the Notes to the Financial Statements.
- Remuneration of the Directors has been shown in the Note No. 29 of the Notes to the Financial Statements.
- The Financial Statements of the company give a true and fair view of the company's state of affairs, result of its operation, cash flows and changes in equity.
- Proper books of account as required by law have been kept.
- Appropriate accounting policies have been followed in formulating the Financial Statements and accounting estimates were reasonable and prudent.
- The Financial Statements were prepared in accordance with International Accounting Standards (IAS) / Bangladesh Accounting Standards (BAS) / International Financial Reporting Standards (IFRS) / Bangladesh Financial Reporting Standards (BFRS) as applicable in Bangladesh.
- The internal control system is sound in design and is effectively implemented and monitored.
There is no significant doubt about the company's ability to continue as a going concern.
- There is no significant deviation from the operating result of the last year.
- Key operating and financial data of at least preceding five years and the current year have been presented on Annexure-III.
- The number of Board Meeting and Audit Committee Meeting during the period from 1 July 2014 to 30 June 2015 and the attendance are given below:

Sl. No.	Name	Board Meeting		Audit Committee Meeting	
		Held	Attendance	Held	Attendance
1	Mr. Mohammed Jahangir Alam	15	15	N/A	N/A
2	Alhaj Md. Khabiruddin Molla	15	14	N/A	N/A
3	Mr. Md. Alamgir Kabir	15	15	9	6
4	Mr. Molla Mohammad Majnu	15	15	9	7
5	Mr. Md. Mizanur Rahman Molla	15	14	9	8
6	Mr. Md. Almas Shimul	15	11	N/A	N/A
7	Mr. Golam Mohammad (Independent Director)	15	15	9	9
8	Prof. Dr. Shaikh Shamsuddin Ahmed (Independent Director)	15	12	N/A	N/A
9	Mr. Md. Mozharul Islam, FCS Company Secretary	15	15	9	9
10	Mr. Shahriar Ishtiaq Halim, FCA CFO	15	15	9	9

- The pattern of shareholding as required by clause 1.5(xxi) of the BSEC's Notification dated 7 August 2012 stated in Annexure IV.

Annexure III

Summary of key operating and financial data of preceding five years and the current year

INCOME AND EXPENSES

(Taka in '000)

Particulars	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10
REVENUE	8,264,241	7,990,643	6,829,697	5,657,601	4,022,271	3,127,352
Cost of goods sold	6,850,549	6,731,727	5,731,175	4,911,278	3,254,014	2,425,806
GROSS PROFIT	1,413,692	1,258,915	1,098,522	746,324	768,257	701,546
a. Administrative expenses	157,173	114,206	112,012	89,367	68,182	47,717
b. Selling & distribution expenses	295,305	231,034	200,078	146,258	152,221	127,073
c. a + b	452,478	345,240	312,090	235,625	220,403	174,790
Other operating income	23,460	23,430	36,035	64,193	58,159	44,174
OPERATING PROFIT	984,673	937,105	822,467	574,892	606,014	570,930
Financial income / (expenses)	(131,557)	(66,211)	74,671	177,928	95,083	48,483
Other non-operating income	6,630	40,980	18,504	27,830	13,728	8,926
Share of profit from associates	39,301	21,656	9,499	6,295	-	-
Contribution to WPPF	42,812	44,454	44,054	37,174	34,039	-
NET PROFIT BEFORE TAX	856,236	889,076	881,087	749,771	680,785	531,373
Income tax	207,385	214,685	215,718	184,010	244,850	199,265
NET PROFIT AFTER TAX	648,851	674,389	665,369	565,761	435,936	332,108
Earnings per share (Taka)	4.37	4.54	4.48	3.81	3.23	4.99

ASSETS AND LIABILITIES

(Taka in '000)

ASSETS	2014-15	2013-14	2012-13	2011-12	2010-11	2009-10
NON CURRENT ASSETS	4,210,152	4,018,305	4,175,045	4,135,528	2,232,035	1,147,167
Property, plant and equipments	4,203,552	3,926,836	4,082,861	2,770,456	1,118,456	1,069,098
Capital work-in-progress	6,600	91,468	92,184	1,365,072	1,113,579	78,069
Investment in Associate Companies	96,956	57,655	35,999	26,500	20,205	192,129
CURRENT ASSETS	7,754,595	7,271,046	5,572,353	5,759,451	4,752,219	943,140
Investment in shares	126,227	119,992	91,831	93,494	-	-
Inventories	722,241	626,526	432,776	442,127	587,546	352,650
Trade receivables	1,169,679	1,169,446	667,644	753,852	343,048	316,069
Current account with sister concerns	913,117	889,819	689,652	513,012	356,163	-
Other receivables	53,961	57,332	109,357	61,234	304	4,813
Advances, deposits and prepayments	367,850	345,965	231,078	275,327	273,873	48,674
Advance income tax	899,103	823,979	494,888	717,452	323,817	160,756
Cash and cash equivalents	3,502,416	3,237,988	2,855,127	2,902,953	2,867,368	60,178
TOTAL ASSETS	12,061,703	11,347,005	9,783,396	9,921,479	7,004,459	2,282,436
EQUITY AND LIABILITIES						
Shareholders' Equity	5,879,330	5,675,411	5,594,400	5,400,876	5,028,494	1,335,998
Share capital	1,485,000	1,485,000	1,485,000	1,350,000	1,000,000	700,000
Share premium	2,956,560	2,956,560	2,956,560	2,956,560	2,956,560	-
Retained earnings	1,221,083	1,015,341	932,436	871,919	803,371	364,501
Revaluation reserve	216,687	218,510	220,404	222,397	268,563	271,497
LIABILITIES						
Non-current Liabilities	838,392	1,278,308	1,693,689	1,969,173	606,788	64,659
Long term borrowing net off current maturity	426,933	946,349	1,451,552	1,811,139	513,435	15,805
Liabilities for gratuity	59,990	44,132	13,831	9,907	3,895	2,452
Deferred tax liability	351,470	287,827	228,306	148,126	55,419	48,854
Current Liabilities & Provision	5,343,981	4,393,286	2,495,306	2,551,430	1,369,177	881,779
Trade payables	126,122	107,983	136,889	148,526	110,538	359,116
Other payables	150,169	134,995	65,021	47,471	38,518	31,038
Current portion of long term borrowings	558,232	543,787	500,040	286,076	26,076	12,817
Short term loan	4,142,617	3,143,055	1,486,345	1,351,027	607,876	162,452
Provision for tax liabilities	292,394	395,050	240,505	663,484	554,541	316,356
Liabilities for WPPF	42,812	44,454	44,054	37,174	34,039	-
Payable to IPO applicants	12,840	12,721	12,866	13,311	31,528	-
Unclaimed dividend	18,795	11,241	9,586	4,361	-	-
TOTAL LIABILITIES	6,182,373	5,671,594	4,188,996	4,520,602	1,975,965	946,438
TOTAL EQUITY AND LIABILITIES	12,061,703	11,347,005	9,783,396	9,921,479	7,004,459	2,282,436

Annexure IV

Pattern of shareholding

(a) Parent/Subsidiary/Associate Companies and other related parties (name wise details): Not applicable.

(b) Directors, Managing Director, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details):

Name	Position	No. of shares		
		Self	Spouse	Minor Children
Mr. Mohammed Jahangir Alam	Chairman	23,024,925	Nil	N/A
Alhaj Md. Khabiruddin Molla	Managing Director	23,388,750	Nil	N/A
Mr. Md. Alamgir Kabir	Director	14,397,075	Nil	Nil
Mr. Molla Mohammad Majnu	Director	12,127,500	Nil	Nil
Mr. Md. Mizanur Rahaman Molla	Director	12,127,500	Nil	Nil
Mr. Md. Almas Shimul	Director	7,276,500	Nil	Nil
Mr. Golam Mohammad	Independent Director	148	Nil	N/A
Prof. Dr. Shaikh Shamsuddin Ahmed	Independent Director	Nil	Nil	Nil
Mr. Md. Mozharul Islam, FCS	Company Secretary	Nil	Nil	Nil
Mr. Shahriar Istiaq Halim, FCA	Chief Financial Officer	Nil	Nil	Nil
Mr. Md. Shahid Ullah Khan	Head of Internal Audit	Nil	Nil	Nil

(c) Executives (top five salaried employees other than the Directors, Managing Director, Company Secretary, Chief Financial Officer, Head of Internal Audit):

Name	No. of shares
Executives	Nil

(d) Shareholders holding ten per cent (10%) or more voting interest in the Company (name wise details):

Name	No. of shares
Mr. Mohammed Jahangir Alam	23,024,925
Alhaj Md. Khabiruddin Molla	23,388,750

Resume of the appointed/re-appointed Directors**Mr. Md. Mizanur Rahman Molla, Director**

Mr. Md. Mizanur Rahman Molla is a sponsor Director of M. I. Cement Factory Ltd. who is actively participating in different entity's Management as a Director of Crown Cement Concrete & Building Products Ltd, Crown Polymer Bagging Ltd, Crown Mariners Ltd, Crown Power Generation Ltd, Crown Transportation & Logistics Ltd, M.M. Salt Industries Ltd and Molla Salt (Triple Refined) Industries Ltd. Together with his other family members, he has been carrying out the trading operations from their reputed organization, dealing in Cement and other construction Materials.

Mr. Md. Alams Shimul, Director

Mr. Md. Alams Shimul is a sponsor Director of M. I. Cement Factory Ltd. who also holds important positions into a number of limited liability companies such as: Chairman of Indo Steel Re-Rolling Industries Limited, Director of Crown Cement Concrete & Building Products Ltd, Crown Polymer Bagging Ltd, Crown Mariners Ltd, Crown Power Generation Ltd, Crown Transportation & Logistics Ltd, GPH Ispat Ltd, GPH Steels Ltd, GPH Ship Builders Ltd, Chittagong Capital Ltd, GPH Power Generation Ltd and Jahangir & Others Ltd. Together with his brothers, he has been carrying out the trading of construction materials like Cement, MS Rod, CI Sheet etc. from their different trading houses from Chittagong centre.

As a part of social activities he holds various prestigious positions in a number of Social Welfare Organizations such as:

- Zone Chairperson, Lions District 315-84, Bangladesh
- Joint Secretary, Chittagong Steel Merchants Association

Mr. Golam Mohammad, Independent Director

Mr. Golam Mohammad is one of the two Independent Directors of M. I. Cement Factory Ltd. who has a huge working experience in the several corporate organizations. He started his career in "Industrial Development Bank of Pakistan" in the year 1967 where he worked for 4 (Four) years. After the Independence in 1971, the "IDBP" was repatriated in Bangladesh in the name of "Bangladesh Shilpa Bank (BSB)" where he worked from 1971 to 1992 in different capacities, like - Development Financing, General Banking, Central Accounts Department, Project Appraisal Department, Board Department and External Assistance Department (EAD). Later on, he was a General Manager in "Ahad Cement Factory Ltd."

Prof. Dr. Shaikh Shamsuddin Ahmed, Independent Director

Prof. Dr. Shaikh Shamsuddin Ahmed is one of the two independent Directors of M. I. Cement Factory Ltd. He is at present Professor in the Department of Finance, University of Dhaka. He was a Senior Economist and Economist in "South Asia Human Development" under "The World Bank" for the period from 2009 - 2011 and 2007 - 2009 respectively. He completed his M. Com. from the Finance Department of University of Dhaka in the year 1991. He also achieved his Ph.D. from The Business School, University of Birmingham, UK.

Annexure VI

Report of the Audit Committee to the Board for the year ended 30 June 2015

**As per Bangladesh Securities and Exchange Commission Notification No.
SEC/CMRRCD/2006-158/134/Admin/44 on Corporate Governance dated 7 August 2012.**

The Audit Committee of the Board was duly constituted by the Board of Directors of the Company in accordance with the above noted Notification of the Bangladesh Securities and Exchange Commission.

The objectives of the Audit Committee are to assist the Board of Directors in the following areas:

- Establishing a culture of adequate internal control system to ensure that sufficient risk management system is in place to manage the company that financial reports disclosed by the company are reliable for its users.
- Ensuring true and fair presentation of the financial statements in compliance with Bangladesh Accounting Standards / Bangladesh Financial Reporting Standards and applicable regulatory requirements.
- Reviewing the internal audit procedure of the company and to ensure that the internal audit can continue their activities without any limitations. To review the efficiency and effectiveness of internal audit and to review whether the management is complying with recommendations made by the internal audit department.
- Recommending appointment of external auditor, review audit work and reports submitted by external auditors and to ensure compliance and regularization of recommendations made by the external auditors.
- Reporting to the Board of Directors on mistakes, fraud and forgeries and other irregularities to ensure compliance and regularization.
- Ensuring compliance with all applicable legal and regulatory rules and regulations and the directives made by the Board of Directors.

In pursuance of its objectives, the Audit Committee of the Board held 5 meetings during the year ended 30 June 2015. The Committee reviewed compliance of policy issues, regulations and applicable laws in general and reports submitted by the internal audit department as well as reports submitted by the external auditors.

During the year under review, the Audit Committee emphasized on the following:

- To assess the internal audit procedure followed by the company.
- To take initiative to introduce a risk based internal audit manual.
- To review the monthly, quarterly, half-yearly and year-end financial statements.
- To review the reports submitted by the internal audit department, the Audit Committee instructed and provided suggestions / guidelines to improve the state of operation.



(Golam Mohammad)

Chairman
Audit Committee

Annexure VII

Managing Director (MD) and Chief Financial Officer's (CFO) Statement of Responsibilities (In line with the Bangladesh Securities Exchange Commission (BSEC) notification dated 07 August 2012)

The preparation and presentation of financial statements accurately and appropriately is the responsibility of the management and accordingly we certify that:

1. We have reviewed the financial statements for the year ended 30 June 2015 and based on our best of knowledge, belief and information available, these statements, do not contain any materially untrue statement or omit any material fact or do not contain statements that might be misleading;
2. These statements together present, in all material respects, a true and fair view of company's affairs and are in compliance with the existing accounting standards and/or applicable laws regulations. The financial statements were prepared in accordance with the Bangladesh Financial Reporting Standards (BFRS) and comply with the Companies Act, 1994, the Securities and Exchange Rules, 1997 and other applicable laws and regulations;
3. We have reviewed director's report and other reports as included in Annual Report 2014-2015 for ensuring accuracy and appropriateness. However, the director's report and other reports include updated information that was available till the publication of Annual Report 2014-2015;
4. To the best of our knowledge and belief, no transactions enter into by the company during the financial year are fraudulent, illegal or violating business ethics and codes of conduct that is ensured by the established efficient and effective internal control system of company through internal auditors and the audit committee, which requires a high degree of judgments;
5. We affirm that we have not denied any personal access to the audit committee of the company (in respect of matters involving alleged misconduct) and we have provided protection to whistle blowers from unfair termination and other unfair or prejudicial employment practices; and
6. We further declare that all Board Members and senior managerial personnel have affirmed compliance with the codes of conduct for the current year.



(Shahriar Istiaq Halim, FCA)
Chief Financial Officer



(Alhaj Md. Khabiruddin Molla)
Managing Director



BDBL Bhaban (Level-13 & 14)
12 Kawran Bazar Commercial Area
Dhaka-1215, Bangladesh.

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Web : www.acnabin.com

Certificate on Compliance of Conditions of Corporate Governance Guidelines

[Issued under condition #7(i) of Corporate Governance Guidelines of BSEC vide Notification NO. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012]

I have reviewed the compliance of conditions of the Corporate Governance Guidelines by M. I. Cement Factory Limited ("the Company") for the year ended 30 June 2015. These conditions of Corporate Governance were issued by Bangladesh Securities & Exchange Commission (BSEC) vide their notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012. The compliance with the said conditions of Corporate Governance and reporting the status thereof is the responsibility of the management of the Company. My responsibility is to provide a certificate about whether the Company is in compliance with the said conditions of Corporate Governance based on my examination.

My examination for the purpose of issuing this certificate was limited to the procedures including implementation thereof as adopted by the Company for ensuring the compliance of the conditions of Corporate Governance and correct reporting of the status of the compliance on the attached statement on the basis of evidence gathered and representation received. It is neither an audit nor an expression of opinion on the financial statements of the Company.

To the best of my information and according to the explanations given to me by the Company, I hereby certify that M. I. Cement Factory Limited has complied with the conditions of Corporate Governance stipulated in the above mentioned BSEC's notification dated 07 August 2012.

Dhaka,
16 November 2015

M. Moniruzzaman, FCA
Partner
ACNABIN, Chartered Accountants
ICAB Enrollment # 787

Annexure IX

Report on Compliance of Conditions of Corporate Governance Guideline of BSEC (Condition No. 7)

Status of Compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969 is presented below:

Condition No.	Title	Compliance Status ("✓" has been put in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1	Board of Directors (BoD)			
1.1	Board size (number of Board members - minimum 5 and Maximum 20)	✓		
1.2	Independent Directors			
1.2(i)	At least one fifth (1/5) of the total number of Directors shall be Independent Directors	✓		
1.2(ii)	Independent Director means a Director:			
1.2(ii)(a)	who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company	✓		
1.2(ii)(b)	who is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company	✓		
1.2(ii)(c)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies	✓		
1.2(ii)(d)	who is not a member, director or officer of any stock exchange	✓		
1.2(ii)(e)	who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market			
1.2(ii)(f)	who is not a partner or executive or was not a partner or an executive during the preceding 3 (three) years of the company's statutory audit firm	✓		
1.2(ii)(g)	who shall not be an independent director in more than 3 (three) listed companies	✓		
1.2(ii)(h)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI)	✓		
1.2(ii)(i)	who has not been convicted for a criminal offence involving moral turpitude	✓		
1.2(iii)	Independent Director(s) shall be appointed by BoD and approved by the shareholders in the Annual General Meeting (AGM)	✓		
1.2(iv)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days	✓		
1.2(v)	The Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded	✓		

1.2(vi)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only	✓		
1.3	Qualification of Independent Director (ID)			
1.3(i)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business	✓		
1.3(ii)	Independent Director should be a Business Leader / Corporate Leader / Bureaucrat / University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management/professional experiences	✓		
1.3(iii)	In special cases the above qualifications may be relaxed subject to prior approval of Commission		N/A	
1.4	The Chairman of the Board and the Chief Executive Officer (CEO) shall be different individuals. The Chairman shall be elected from among the directors. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the CEO	✓		
1.5	The Director's Report shall include the following additional statements:			
1.5(i)	Industry outlook and possible future developments in the industry	✓		
1.5(ii)	Segment-wise or product-wise performance	✓		
1.5(iii)	Risks and concerns	✓		
1.5(iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin	✓		As per law(s) details are discussed in the financial statements.
1.5(v)	Discussion on continuity of any Extra-Ordinary gain or loss		N/A	
1.5(vi)	Basis for related party transactions - a statement of all related party transactions should be disclosed in the annual report	✓		
1.5(vii)	Utilization of proceeds from public issues, rights issues and/or through any other instrument		N/A	
1.5(viii)	An explanation if the financial results deteriorate after the company goes for None Initial Public Offering (IPO)		N/A	
1.5(ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements, the management shall explain about the variance		N/A	
1.5(x)	Remuneration to directors including independent directors	✓		
1.5(xi)	The financial statements present fairly its state of affairs, the result of its operations, cash flows and changes in equity	✓		
1.5(xii)	Proper books of account have been maintained	✓		
1.5(xiii)	Adaptation of appropriate accounting policies & estimates	✓		
1.5(xiv)	IAS/BAS/IFRS/BFRS, as applicable in Bangladesh, have been followed and adequate disclosure for any departure	✓		
1.5(xv)	The system of Internal control is sound in design and has been effectively implemented and monitored	✓		

1.5(xvi)	Going Concern (ability to continue as going concern)	✓		
1.5(xvii)	Highlight and explain significant deviations from the last year's operating results	✓		
1.5(xviii)	Key operating and financial data of at least preceding 5(five) years shall be summarized	✓		
1.5(xix)	Reason for non-declaration of Dividend	N/A		
1.5(xx)	The number of Board meetings held during the year and attendance by each director	✓		
1.5(xxi)	Pattern of shareholding and name wise details (disclosing aggregate number of shares):			
1.5(xxi)(a)	Parent/Subsidiary/Associated Companies and other related parties	✓		
1.5(xxi)(b)	Directors, Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO), Head of Internal Audit (HOIA) and their spouses and minor children	✓		
1.5(xxi)(c)	Executives	✓		
1.5(xxi)(d)	Shareholders holding ten percent (10%) or more voting interest in the company	✓		
1.5(xxii)	In case of the appointment/re-appointment of a director, disclose:			
1.5(xxii)(a)	a brief resume of the director	✓		
1.5 (xxii)(b)	nature of his/her expertise in specific functional areas	✓		
1.5 (xxii)(c)	names of companies in which the person also held the directorship and the membership of committees of the board	✓		
2	Chief Financial Officer, Head of Internal Audit & Company Secretary			
2.1	Appointment of CFO, HOIA and CS and defining their respective roles, responsibilities & duties	✓		
2.2	The CFO and the CS shall attend the meeting of the Board of Directors	✓		
3	Audit Committee			
3(i)	The Audit Committee shall be the sub-committee of the BoD	✓		
3(ii)	The Audit Committee shall assist the BoD in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business	✓		
3(iii)	The Audit Committee shall be responsible to the BoD. The duties of the Audit Committee shall be clearly set forth in writing	✓		
3.1	Constitution of the Audit Committee			
3.1(i)	The Audit Committee shall be composed of at least 3 members	✓		
3.1(ii)	The BoD shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) Independent Director	✓		
3.1(iii)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience	✓		
3.1(iv)	Expiration of the term of service of Audit Committee members making the number lower than 3 (three) and fill up the vacancy(ies) by the Board not later than 1 (one) month from the date of vacancy(ies)	N/A		

3.1(v)	The Company Secretary shall act as the secretary of the Audit Committee	✓		
3.1(vi)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director	✓		
3.2	Chairman of the Audit Committee			
3.2(i)	The BoD shall select the Chairman of the Audit Committee, who shall be an Independent Director	✓		
3.2(ii)	Chairman of the audit committee shall remain present in the AGM	✓		
3.3	Role of Audit Committee			
3.3(i)	Oversee the financial reporting process	✓		
3.3(ii)	Monitor choice of accounting policies and principles	✓		
3.3(iii)	Monitor internal Control Risk Management process	✓		
3.3(iv)	Oversee hiring and performance of external auditors	✓		
3.3(v)	Review the annual financial statements before submission to the board for approval	✓		
3.3(vi)	Review the quarterly and half yearly financial statements before submission to the board for approval	✓		
3.3(vii)	Review the adequacy of internal audit function	✓		
3.3(viii)	Review statement of significant related party transactions submitted by the management	✓		
3.3(ix)	Review Management Letters/Letter of Internal Control weakness issued by statutory auditors	✓		
3.3(x)	Disclosure to the Audit Committee about the uses/applications of IPO funds by major category (capital expenditure, sales and marketing expenses, working capital, etc.), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, shall prepare a statement of funds utilized for the purposes other than those stated in the prospectus		N/A	
3.4	Reporting of the Audit Committee			
3.4.1	Reporting to the Board of Directors			
3.4.1(i)	Reporting to BoD on the activities of the Audit Committee	✓		
3.4.1(ii)(a)	Reporting to BoD on conflicts of interests	✓		
3.4.1(ii)(b)	Reporting to BoD on any fraud or irregularity or material defect in the internal control system	✓		
3.4.1(ii)(c)	Reporting to BoD on suspected infringement of laws	✓		
3.4.1(ii)(d)	Reporting to BoD on any other matter	✓		
3.4.2	Reporting to BSEC (If any material impact on the financial condition & results of operation, unreasonably ignored by the management)	✓		
3.5	Reporting to the Shareholders of Audit Committee activities, which shall be signed by the Chairman and disclosed in the Annual Report	✓		
4	External/Statutory Auditors			
4(i)	Non-engagement in appraisal or valuation services or fairness opinions	✓		
4(ii)	Non-engagement in designing and implementation of Financial Information System	✓		

4(iii)	Non-engagement in Book Keeping or other services related to the accounting records or financial statements	✓		
4(iv)	Non-engagement in Broker-dealer services	✓		
4(v)	Non-engagement in actuarial services	✓		
4(vi)	Non-engagement in internal audit services	✓		
4(vii)	Non-engagement in any other services that the Audit Committee determines	✓		
4(viii)	No partner or employees of the external audit firms shall possess any share of the company during the tenure of their assignment	✓		
4(ix)	Audit/certification services on compliance of corporate governance as required under clause (i) of condition No. 7	✓		
5 Subsidiary Company				
5(i)	Provisions relating to the composition of the BoD of the holding company shall be made applicable to the composition of the BoD of the subsidiary company		N/A	
5(ii)	At least 1(one) Independent Director on the BoD of the holding company shall be a director on the BoD of the subsidiary company		N/A	
5(iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company		N/A	
5(iv)	The minutes of the respective Board Meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also		N/A	
5(v)	The Audit committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company		N/A	
6 Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO)				
6(i)	The CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief	✓		
6(i)(a)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading	✓		
6(i)(b)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws	✓		
6(ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct	✓		
7 Reporting and Compliance of Corporate Governance				
7(i)	Obtaining certificate from a practicing Professional Accountant/Secretary regarding compliance of conditions of Corporate Governance Guidelines of the BSEC and include in the Annual Report	✓		
7(ii)	Directors statement in the directors' report whether the company has complied with these conditions	✓		

Prestigious Projects

(Are being built with Crown Cement)

Maghbazar - Mouchak (Combined)
Flyover Project, Dhaka



Barapukuria 275 MW
Coal Fired Thermal Power
Plant Project, Dinajpur

Gomti Tower Multipurpose
Super Market, Comilla



International Projects

Built with Crown Cement

Nazrul Kalakhetra
Agartala, India



National Institute of
Technology (NIT),
Agartala, India



State Assembly House,
Tripura, India



Highlight of the Events

Agreement Signing Ceremony
of Companies 5th Unit with
LOESCHE (Germany)
and CNBM (China)



Agreement Signing on supply of
Crown Cement to
Padma Multipurpose Bridge



Agreement Signing on supply of
Crown Cement to Barapukuria
275 MW Coal Fired Thermal
Power Plant Project, Dinajpur



Highlight of the Events

A Seminar on Earthquake arranged by the Company



The Civil Engineering Students of Ahsanullah University of Science & Technology visited Crown Cement's Factory

Taking our Channel Partners around the world



Independent Auditors' Report

To the shareholders of
M. I. Cement Factory Limited

We have audited the accompanying financial statements of **M. I. Cement Factory Limited** which comprise the statement of financial position as at 30 June 2015, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and other relevant explanatory notes thereon.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSAs). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements prepared in accordance with the Bangladesh Financial Reporting Standards (BFRSs), give a true and fair view of the financial position of M. I. Cement Factory Limited as at 30 June 2015 and the results of its financial performance and its cash flows for the year then ended and comply with the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

We also report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement profit or loss and other comprehensive income along with the annexed notes 1 to 44 dealt with by the report are in agreement with the books of account; and
- d) the expenditure incurred and payments made were for the purposes of the Company's business.

Dhaka
27 October 2015


Hoda Vasi Chowdhury & Co.
Chartered Accountants

Statement of Financial Position

As at 30 June 2015

	Notes	30.06.2015 Taka	30.06.2014 Taka
ASSETS			
Non-current assets		4,210,152,070	4,018,304,669
Property, plant and equipment	4	4,203,551,837	3,926,836,388
Capital work in progress	5	6,600,233	91,468,281
Investment in associate companies	6	96,955,744	57,655,003
Current assets		7,754,595,168	7,271,045,790
Investment in shares	7	126,227,071	119,992,366
Inventories	8	722,240,942	626,525,720
Trade receivables	9	1,169,678,553	1,169,445,807
Current account with sister concerns	10	913,117,394	889,818,785
Other receivables	11	53,961,432	57,331,527
Advances, deposits and prepayments	12	367,850,046	345,964,790
Advance income tax	13	899,103,460	823,978,904
Cash and cash equivalents	14	3,502,416,272	3,237,987,890
TOTAL ASSETS		12,061,702,982	11,347,005,462
EQUITY AND LIABILITIES			
Shareholders' equity		5,879,329,648	5,675,411,007
Share capital	15	1,485,000,000	1,485,000,000
Share premium	16	2,956,560,000	2,956,560,000
Retained earnings		1,221,082,558	1,015,341,470
Revaluation reserve		216,687,090	218,509,536
LIABILITIES			
Non current liabilities		838,392,425	1,278,308,375
Long term borrowing net off current maturity	17	426,932,519	946,349,388
Liabilities for gratuity	18	59,989,628	44,132,448
Deferred tax liability	19.01	351,470,278	287,826,539
Current liabilities and provision		5,343,980,909	4,393,286,081
Trade payables	20	126,122,045	107,983,409
Other payables	21	150,168,865	134,994,953
Current portion of long term borrowings	22	558,232,249	543,787,000
Short term loan	23	4,142,616,763	3,143,054,994
Provision for tax liabilities	24	292,394,421	395,049,741
Liabilities for WPPF	25	42,811,780	44,453,789
Payable to IPO applicants		12,840,221	12,720,975
Unclaimed dividend		18,794,565	11,241,219
TOTAL LIABILITIES		6,182,373,334	5,671,594,455
TOTAL EQUITY AND LIABILITIES		12,061,702,982	11,347,005,462
Net Asset Value per share	36	39.59	38.22

The annexed notes 1 to 44 form an integral part of these financial statements.


Md. Jahangir Alam
Chairman

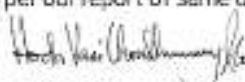

Alhaj Md. Khabiruddin Molla
Managing Director


Md. Alamgir Kabir
Director


Md. Mozharul Islam, FCS
Company Secretary

Dhaka
27 October 2015

As per our report of same date.


Hoda Vasi Chowdhury & Co.
Chartered Accountants

Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2015

	Notes	2014-2015 Taka	2013-2014 Taka
Revenue	26	8,264,240,985	7,990,642,611
Cost of sales	27	(6,850,549,283)	(6,731,727,411)
Gross profit		1,413,691,702	1,258,915,200
Other operating income	28	23,460,000	23,430,000
Administrative expenses	29	(157,173,325)	(114,206,125)
Selling and distribution expenses	30	(295,305,086)	(231,034,362)
Operating profit		984,673,291	937,104,713
Non-operating income	31	6,630,465	40,979,579
Financial income / (expenses)	32	(131,557,113)	(66,211,046)
Share of profit from associates	34	39,300,741	21,656,322
Profit before WPPF & income tax		899,047,384	933,529,569
Workers' profit participation fund (WPPF)		(42,811,780)	(44,453,789)
Profit before income tax		856,235,604	889,075,780
Income tax expenses			
Current tax	33	(143,173,223)	(154,544,848)
Deferred tax	33	(64,211,387)	(60,141,468)
Net profit after tax for the year		(207,384,610)	(214,686,316)
Earnings per share	35	4.37	4.54

The annexed notes 1 to 44 form an integral part of these financial statements.


Md. Jahangir Alam
Chairman

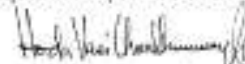

Alhaj Md. Khabiruddin Molla
Managing Director


Md. Alamgir Kabir
Director


Md. Mozharul Islam, FCS
Company Secretary

Dhaka
27 October 2015

As per our report of same date


Hoda Vasi Chowdhury & Co.
Chartered Accountants

Statement of Changes in Equity

For the year ended 30 June 2015

Particulars	Share Capital Taka	Retained Earnings Taka	Share Premium Taka	Revaluation Reserve Taka	Total Equity Taka
Balance as on 01 July 2014	1,485,000,000	1,015,341,470	2,956,560,000	218,509,536	5,675,411,007
Cash dividend paid 30%	-	(445,500,000)	-	-	(445,500,000)
Revaluation reserve realised	-	1,822,446	-	(1,822,446)	-
Profit for the year 2014-2015	-	648,850,994	-	-	648,850,994
Deferred tax liability	-	567,647	-	-	567,647
Total as on 30 June 2015	1,485,000,000	1,221,082,558	2,956,560,000	216,687,090	5,879,329,648
Balance as on 01 July 2013	1,485,000,000	932,436,118	2,956,560,000	220,404,236	5,594,400,355
Cash dividend paid 40%	-	(594,000,000)	-	-	(594,000,000)
Revaluation reserve realised	-	1,894,700	-	(1,894,700)	-
Profit for the year 2013-2014	-	674,389,464	-	-	674,389,464
Deferred tax liability	-	621,188	-	-	621,188
Total as on 30 June 2014	1,485,000,000	1,015,341,470	2,956,560,000	218,509,536	5,675,411,007


Md. Jahangir Alam
Chairman


Alhaj Md. Khabiruddin Molla
Managing Director


Md. Alamgir Kabir
Director


Md. Mozharul Islam, FCS
Company Secretary

Statement of Cash Flows

For the year ended 30 June 2015

	2014-2015 Taka	2013-2014 Taka
Cash flows from operating activities		
Cash received from customers	8,240,774,978	7,475,412,982
Cash received from other operating income	19,383,345	53,660,891
Cash received from non operating income	13,484,139	21,893,928
Cash received from term deposit and others	276,859,885	349,477,012
Cash paid to suppliers & employees	(6,669,751,377)	(6,702,926,476)
Cash paid for operating expenses	(425,524,939)	(354,547,238)
Income tax paid	(320,953,098)	(329,090,759)
Net cash flows from operating activities	1,134,272,933	513,880,339
Cash flows from investing activities		
Acquisition of property, plant and equipments	(576,148,074)	(129,387,859)
Proceeds from sale of property, plant and equipments	1,000,000	-
Increase/ (decrease) of payment for capital work in progress	85,898,019	(1,259,649)
Investment in shares	(13,088,379)	(9,076,102)
Paid to associate companies	(23,298,608)	(200,166,922)
Net cash used in investing activities	(525,637,042)	(339,890,532)
Cash flows from financing activities		
Receipt of short term loan	999,561,769	1,656,709,767
Repayment of long term loan	(504,971,621)	(461,455,108)
Paid against financial expense	(400,970,248)	(393,893,178)
Paid to IPO applicants	-	(145,080)
Increase of IPO applicants fund due to foreign exchange fluctuation	119,246	-
Dividend paid	(437,946,655)	(592,345,168)
Net cash flows from financing activities	(344,207,508)	208,871,232
Net increase in cash and cash equivalents	264,428,382	382,861,039
Cash and cash equivalents at the beginning of the year	3,237,987,890	2,855,126,851
Cash and cash equivalents at the end of the year (note: 14)	3,502,416,272	3,237,987,890
Net operating cash inflows per share	7.64	3.46


Md. Jahangir Alam
Chairman


Alhaj Md. Khabiruddin Molla
Managing Director


Md. Alamgir Kabir
Director


Md. Mozharul Islam, FCS
Company Secretary

Notes to the Financial Statements

For the year ended 30 June 2015

1.00 Incorporation and legal status

M. I. Cement Factory Limited (hereinafter referred to as "the Company" or "MICFL") was incorporated on 31 December 1994 under the Companies Act 1994 as a Public Limited Company in Bangladesh. The Company subsequently went for Initial Public Offering of shares in January 2011 which was fully subscribed and issued. The Company was listed with Chittagong Stock Exchange Limited (CSE) on 5 May 2011 and Dhaka Stock Exchange Limited (DSE) on 18 May 2011.

The registered office of the Company is situated at West Mukterpur, Munshigonj and the corporate office is situated at House # 01 & 07, Road # 95, Block # CEN(A), North Avenue, Gulshan-2, Dhaka-1212.

The Company has four associate companies namely Crown Power Generation Ltd. (CPGL), Crown Mariners Ltd. (CML), Crown Cement Concrete and Building Products Ltd. (CCC&BPL) and Crown Transportation & Logistics Ltd. (CT&LL).

2.00 Nature of activities

The principal activities of the Company are manufacturing and marketing of Ordinary Portland Cement (OPC) and Portland Composite Cement (PCC). The Company has been marketing its products with the brand name "Crown Cement". In addition to sale of Company's products in the local market, the Company also exports its products to India. The plant of the Company is equipped with world famous O-Sepa Separator.

3.00 Summary of significant accounting and valuation policies

The accounting policies applied in the preparation of the financial statements are set out below. These policies have been applied consistently to all the years presented. The specific accounting policies selected and applied by the Company's management for significant transactions and events that have a material effect in preparation and presentation of financial statements are in compliance with the framework of Bangladesh Financial Reporting Standards (BFRSs).

3.1 Basis of preparation of the financial statements

(a) Accounting standards

The financial statements of the Company have been prepared in accordance with Bangladesh Financial Reporting Standards (BFRSs) and the requirements of Securities and Exchange Rules 1987, the Companies Act 1994 and other applicable laws and regulations.

(b) Accounting convention

The financial statements are prepared under the historical cost model except land & land development and factory buildings which have been measured under revaluation model. The Company classified the expenses using the function of expenses method as per BAS-1 (Presentation of financial statements).

(c) Critical accounting estimates, assumptions and judgments

The preparation of financial statements, complying BFRSs, requires the use of certain critical accounting estimates. It also requires management to exercise their judgment in ascertaining assumption in the process of applying the Company's accounting policies and reported amount of assets, liabilities, income and expenses. Such estimates are prepared on the assumption of going concern and are established based on currently available information. Changes in facts and circumstances may result in revised estimates and actual results could differ from the estimates.

Significant estimates are made by management in preparation of the financial statements include assumptions used for depreciation, allowance for receivables, deferred taxes and provisions for employees benefits.

(d) Re-arrangement of figures

Previous year figures have been re-arranged wherever necessary to conform to the current year's presentation.

3.2 Foreign currency translation/transaction

Foreign currency transactions are recorded at the applicable rates of exchange prevailing at the transaction date in accordance with BAS-21 (The effects of changes in foreign exchange rates) and the resultant gain/loss is recognised in the financial statements. Monetary assets and liabilities denominated in foreign currencies are translated at the rates prevailing on the reporting date. Exchange differences at the statement of financial position date are recognized in the statement of profit or loss and other comprehensive income.

3.3 Property, plant and equipment (PP&E)

Tangible fixed assets are accounted for according to BAS-16 (Property, plant and equipment) either at historical cost or at revaluation less accumulated depreciation and the capital work-in-progress is stated at cost. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the assets' carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. Repair and maintenance costs are charged to the statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

Depreciation on assets other than land is calculated using the reducing balance method or straight line method over their estimated useful lives at the following rates:

Category of PP&E	Rate (%)	Depreciation Method
Mother vessel	5	Straight line
Buildings	5	Reducing balance
Plant and machinery	10	Reducing balance
Furniture	10	Reducing balance
Decoration	20	Straight line
Equipment	20	Straight line
Computers	33.33	Straight line
Transport and vehicles	10 -15	Reducing balance
Other assets	10 - 20	Reducing balance

Depreciation method, useful lives and residual values are reviewed at each reporting date.

In respect of addition to fixed assets, depreciation is charged from the month of addition while no depreciation is charged in the month of disposal.

In accordance with the provision of BAS-36: (Impairment of assets) no impairment indication has been observed till reporting date.

68 no. of transport vehicles/vessels owned by the Company are being operated by Crown Transportation and Logistics Limited. No related income and expenses except depreciation has been recognized in the financial statements.

3.4 Inventories

Inventories are valued in accordance with BAS-2 (Inventories) at the lower of cost and net realizable value. The cost of inventories is based on weighted average method. The cost of finished goods comprises raw materials, packing materials, direct labour, other direct and related production overheads (based on normal capacity) and production related depreciation.

3.5 Trade receivables, current account with sister concerns and other receivables

Trade receivables are recognised and carried at original invoiced amount. Receivables are stated at net off provision for doubtful debts. Provision is made in these accompanying financial statements complying the Company's policy and receivables are written off when the debts became finally irrecoverable. Further, management has assessed the objective evidence regarding repayment capacity of its sister concerns and impairment provision, if any, is made in these accompanying financial statements complying the Company's policy.

3.6 Cash and cash equivalents

It includes cash in hand and bank deposits those are available for use by the Company having insignificant risk of changes in value of these current assets.

3.7 Employee benefits

(a) Defined contribution plan

The Company operates an equal contributory provident fund for its permanent employees, provision for which is being made monthly as per the rules. The fund is recognized by the National Board of Revenue (NBR) and is administered by a Board of Trustees. This is a funded scheme and separate accounts are maintained for this fund.

(b) Defined benefits plan

This represents an unfunded gratuity scheme for its permanent employees. One latest basic salary is allocated to employees for the year(s) of service rendered who have not completed ten years while one and a half latest basic salary is allocated in same manner who have completed ten years of service in the Company.

No actuarial valuation was done for liability on account of gratuity. Had any actuarial valuation been carried out, the difference between current provision and actuarial valuation would have been nominal as internally assessed by the management.

(c) Group insurance benefit

The permanent employees of the Company are covered under a group insurance scheme and insurance premium is being charged to statement of profit or loss and other comprehensive income.

(d) Workers' Profit Participation Fund (WPPF)

The Company recognizes a provision and expenses for Workers' Profit Participation @ 5% of net profit as per relevant Act.

(e) Leave encashment benefit

The permanent employees of the Company are entitled to encash earned leave in pursuant to the leave encashment policy consistently applied and approved by the Board. The Company calculates benefit for leave encashment on a calendar year basis.

3.8 Trade and other payables

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the Company.

3.9 Provisions

Provisions are recognized in accordance with BAS-37 (Provisions, contingent liabilities and contingent assets). The Company recognises a provision when there is a present obligation, legal or constructive, as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

3.10 Revenue recognition

- (a)** The Company recognizes sales when products are dispatched and risks and rewards are also transferred to the buyers;
- (b)** Interest income on bank deposits is recognized once credited to the Company accounts maintained with the respective banks;
- (c)** Income from mother vessel, when it is being chartered out, is recognized on the basis of contractual agreement between the company and Alunited Maritime (Pvt.) Ltd.;
- (d)** Dividend income from investment in shares is recognized when the shareholder's right to receive payment is established;
- (e)** Other income is recognized on accrual basis.

3.11 Advertising and promotional expenses

All costs associated with advertising and promotional activities are charged out in the year of occurrence.

3.12 Allocation of directors' remuneration

Directors' remuneration is allocated to different departments like administration, factory and selling and distribution on the basis of the functions performed by them for the Company.

3.13 Allocation of depreciation

Depreciation is allocated to factory, administrative and selling & distribution overheads on the basis of utilization of assets by the function of the Company.

3.14 Income tax

(a) Current tax

Provision is made at the ruling rate of tax as per the Finance Act 2015.

(b) Deferred tax

Deferred tax is recognized using the balance sheet method. Deferred tax arises due to temporary difference, deductible or taxable, for the events or transaction recognized in the statement of profit or loss and other comprehensive income. A temporary difference is the difference between the tax base of an asset or liability and its carrying amount/reported amount in the statement of financial position. Deferred tax assets or liability is the amount of income tax recoverable or payable in future period(s) recognized in the current period. The deferred tax liability/expense does not create a legal liability/ recoverability to and from the income tax authority.

3.15 Investment in associate companies

Associate companies are those where the Company has direct investment and significant influence over their financial and operating policy decisions but has no control or joint control over those policies.

Associate companies use similar accounting policies and investment in such are accounted for following the equity method and recognised in the statement of financial position at cost plus proportionate share of post acquisition profit or loss wherever applicable. Proportionate share of losses in associate companies are recognised to the extent that it does not exceed the investment at cost. Appropriate adjustments have been made for the effects of significant transactions or events of the associate(s) where date of financial statement preparation is different, more than three months. Where the reporting date of associate and parent is different by no more than three months, deviation has been considered complying BAS- 28 (Investments in associates and joint ventures).

3.16 Investment in shares

Investment in shares which are actively traded on a quoted market are designated at fair value (market price) through profit or loss. Gains or losses arising from a change in the fair value of such financial assets are recognized in the statement of profit or loss and other comprehensive income accordingly.

3.17 Cash flows statement

Cash flows statement is prepared principally in accordance with BAS-7 (Cash flows statement) and the cash flows from operating activities have been presented under direct method.

3.18 Segment information

The Company is primarily engaged in the manufacturing and selling of similar type of products; this forms the focus of the Company's internal reporting system. The Company's business is not organized in different products/geographical components. Hence, segmentation within a wide portfolio of products/geographical location is not a part of the regular internally reported financial information to the operating decision makers. Therefore, it is not possible to segment the Company's results by products/geographic location which might involve a high degree of estimation.

3.19 Date of authorization

The Board of Directors has authorised the financial statements on 27 October 2015 for publication.

3.20 General

These financial statements are presented in Bangladesh Taka which is functional and presentation currency of the Company. Figures have been rounded off to the nearest Taka.

	30.06.2015 Taka	30.06.2014 Taka
4.00 Property, plant and equipment		
A. Cost		
Opening balance	5,181,866,055	5,050,503,601
Add : Addition during the year	576,790,148	131,365,654
	5,758,656,203	5,181,869,255
Less : Disposal during the year	4,549,364	3,200
Total (A)	5,754,106,839	5,181,866,055
B. Accumulated depreciation		
Opening balance	1,255,029,665	967,642,896
Add : Charged during the year	298,402,656	287,387,410
	1,553,432,321	1,255,030,306
Less : Adjustment for disposal during the year	2,877,319	640
Total (B)	1,550,555,002	1,255,029,666
C. Carrying amount (A-B)	4,203,551,837	3,926,836,388
A separate schedule of property, plant and equipment is given in annexure- A.		
5.00 Capital work in progress		
Machineries and equipments	2,448,760	1,418,789
Sub-station (132/33 KV line-DPDC)	-	81,867,700
Construction of silo	3,567,491	-
Jetty construction	-	133,558
Packer	-	7,570,519
Construction of slag shed	423,095	271,125
Others	160,887	206,590
	6,600,233	91,468,281
6.00 Investment in associate company (note 3.15)		
Crown Power Generation Limited (CPGL)	-	-
Add : Share of profit/ (loss) from investment	-	-
(a)Net investment in CPGL	-	-
Crown Mariners Limited (CML)	57,655,003	35,990,681
Add : Share of profit from investment	39,300,741	21,656,322
(b)Net investment in CML	96,955,744	57,655,003
Crown Cement Concrete and Building Products Limited (CCCBPL)	-	-
Less : Share of profit/ (loss) from investment	-	-
(c)Net investment in CCCBPL	-	-
Crown Transportation & Logistics Limited (CTLL)	-	-
Add : Share of profit/ (loss) from investment	-	-
(d)Net investment in CTLL	-	-
Net investment in associate companies (a+b+c+d)	96,955,744	57,655,003

Share of losses of in associate companies are recognised in the financial statements to the extent it does not exceed the carrying amount of 'investment in associates'.

6.01 Summarized key financial information of the associate companies are presented below in accordance with BAS-28 (Investment in associates).

Particulars	Crown Mariners Limited (CML)	Crown Transportation & Logistics Limited (CT&LL)	Crown Cement Concrete and Building Products Limited (CCC&BPL)	Crown Power Generation Limited (CPGL)
Financial statements (un-audited) as of	30.04.2015	31.03.2015	31.03.2015	30.06.2015
% of MICFL stake	20	20	20	50
Initial investment	500,000	500,000	500,000	2,000,000
Total assets	1,020,693,229	340,507,573	526,772,417	149,717,916
Total liabilities	422,348,301	395,161,497	571,913,930	147,440,740
Revenue	491,968,142	414,350,568	813,365,533	47,589,354
Profit or (loss)	195,503,704	19,702,878	(45,516,788)	23,887,440
Accumulated profit/ (loss)	480,649,928	(57,153,923)	(134,057,137)	(1,722,823)
Unrecognized losses of associate companies	-	(11,930,785)	(27,311,427)	(2,861,412)

	30.06.2015 Taka	30.06.2014 Taka
7.00 Investment in shares		
Opening balance	119,992,366	91,830,612
Add : Addition during the year	27,526,390	26,877,617
Less : Disposal during the year	16,042,279	18,751,100
	131,476,477	99,957,129
Add : Unrealised gain/ (loss) from fair valuation	(5,249,406)	20,035,237
	126,227,071	119,992,366

Break- up of investment in shares:

Name of shares	Qty	Cost (in Taka)	Market value (in Taka)
Bank Asia Ltd.	28,626	476,075	434,963
Beximco Pharma Ltd.	15,340	607,776	963,352
Delta Life Insurance Ltd.	64,437	11,351,711	6,842,247
Jamuna Oil Co.Ltd.	148,830	28,778,310	29,259,978
Meghna Petroleum Ltd.	20,962	5,159,352	4,087,590
National Bank Ltd.	333,147	3,630,389	3,764,561
One Bank Ltd.	789,143	9,063,910	10,337,773
Prime Bank Ltd.	26,736	634,709	462,533
Rupali Bank Ltd.	39,132	2,058,694	1,655,284
Social Islami Bank Ltd.	57,721	655,179	773,461
South East Bank Ltd.	167,920	3,273,007	2,804,264
Square Pharma Ltd.	147,173	35,378,850	38,588,761
Titas Gas Ltd.	53,239	4,899,420	3,726,730
Eastern Bank Ltd.	600,261	17,281,899	15,606,786
Central PHL	100,000	3,512,250	2,780,000
DESCO	14,000	948,468	949,200
IFIC Bank Ltd.	10,200	218,600	196,860
Envoytex Ltd.	51	2,390	2,423
Power grid Ltd.	8,650	354,261	334,755
Uttara Bank Ltd.	15,535	378,605	298,272
GSP Finance Ltd.	318	3,959	3,943
Lanka Bangla Finance Ltd.	1,155	44,835	32,109
BSRM Steel Ltd.	1,000	83,800	73,600
Meghna Life Insurance Ltd.	1,490	150,710	101,767
Phoenix Insurance Ltd.	4,133	138,173	95,472
Peoples Insurance Ltd.	2,700	56,927	41,850
Asia Pacific Insurance Ltd.	13,264	259,681	213,550
The City Bank Limited	3,075	55,077	52,890
Saihamcot Ltd.	9,500	184,736	172,900
Malek Spinning Ltd.	2,759	59,901	52,697
United Finance Ltd.	8,886	187,592	170,611
Tallu Spinning Ltd.	12,133	203,439	178,355
Uttara Finance Ltd.	2,429	168,114	149,141
Republic Insurance Ltd.	2,226	39,291	32,500
Phoenix Finance and Investment Ltd.	1,973	35,838	38,079
Shaihamtex Ltd.	5,355	131,446	114,597
Argon Denims Ltd.	10,857	350,502	272,511
First Lease Finance and Investment	8,145	124,543	100,184
Rupali Insurance Ltd.	5,258	103,873	85,705
Prime Insurance Ltd.	2,830	41,458	40,469
Prime Islami life Insurance Ltd.	469	21,660	20,824
Mercantile Bank Ltd.	10,592	135,310	108,038
United Commercial Bank Ltd.	2,537	56,169	49,472
Bangladesh Industrial Finance Company Ltd.	3,559	46,770	31,319
Jamuna Bank Ltd.	2,784	28,877	30,346
Islami Bank Ltd.	1,333	30,915	22,928
Dhaka Bank Ltd.	1,349	21,527	23,473
Pubali Bank Ltd.	224	4,723	4,144
Exim Bank Ltd.	4,140	37,662	37,260
Summit Purbachol Power Company Ltd.	121	5,114	6,546
		131,476,477	126,227,071

Investment in shares has been measured at fair value of the respective shares based on last trading prices as of 30 June 2015 as per the requirement of BFRS-9 (Financial Instruments).

			30.06.2015 Taka	30.06.2014 Taka
8.00 Inventories				
<u>Closing stock</u>	Quantity			
Clinker	MT	71,516.18	370,113,674	128,173,824
Gypsum	MT	2,875.90	7,585,044	7,451,483
Slag	MT	4,175.99	11,593,997	113,978,993
Fly ash	MT	10,486.50	21,745,155	20,358,571
Lime stone	MT	3,120.90	6,181,919	7,748,987
Cement grinding aid	MT	643.55	49,915,041	1,870,818
Finished cement	MT	0.40	2,165	2,263
Bags	PCS	86,089	1,533,582	6,027,816
Stores & spare parts			165,852,181	141,099,658
			634,522,758	426,712,413
<u>Inventory in transit</u>				
Clinker			87,718,184	187,198,862
Gypsum			-	8,649,930
Fly ash			-	3,964,516
			87,718,184	199,813,307
			722,240,942	626,525,720
9.00 Trade receivables				
Corporate			448,020,114	339,520,114
Dealers			335,002,357	513,818,124
Distributors			167,377,912	157,364,137
Other customers			232,898,715	162,558,052
Transport bill			9,612,716	9,612,716
			1,192,911,814	1,182,873,143
Less : Allowance for doubtful debt			23,233,262	13,427,336
Trade receivables net of allowance for doubtful debt			1,169,678,553	1,169,445,807

Ageing of the above receivables is given below:

	upto 1 month	1-3 months	3- 6 months	above 6 months	Total
Corporate	137,440,837	139,238,457	95,110,375	76,230,444	448,020,114
Dealers	178,472,508	80,501,246	33,899,613	42,128,991	335,002,357
Distributors	82,670,745	1,604,365	1,708,775	81,394,027	167,377,912
Other customers	75,625,410	106,105,920	49,883,085	1,284,300	232,898,715
Transport bill	-	-	-	9,612,716	9,612,716
	474,209,500	327,449,988	180,601,848	210,650,478	1,192,911,814

Trade receivable outstanding for more than one year (out of above 6 months ageing category) is amounting to Tk.187.70 million which management considered as good/recoverable.

	30.06.2015 Taka	30.06.2014 Taka
10.00 Current account with sister concerns		
Crown Power Generation Limited	139,749,726	176,116,128
Crown Polymer Bagging Limited	262,841,392	198,079,097
Crown Cement Concrete and Building Products Limited	153,090,716	135,862,570
Crown Transportation & Logistic Limited	362,016,432	273,892,477
Crown Cement Trading Company	16,296,913	15,951,788
Crown Mariners Limited	-	89,916,726
	933,995,179	889,818,785
Less: Impairment allowance	(20,877,785)	-
Current account with sister concerns net off impairment allowance	913,117,394	889,818,785

Particulars	Purpose
Crown Power Generation Limited	Full Power generated is supplied to M.I. Cement Factory Limited at less than the competitive market price.
Crown Polymer Bagging Limited	All bags as produced is supplied to M.I. Cement Factory Limited at less than competitive market price.
Crown Cement Concrete and Building Products Limited	This company went into commercial production on 15 May 2013 and is involved in ready mix cement business using exclusively Crown Cement.
Crown Transportation & Logistic Limited	Crown Transportation & Logistics Limited is providing logistics service for carrying finished product to customer at a lower price than the market rate.
Crown Cement Trading Company	A partnership firm of directors, occasionally involved in cement trading business.
Crown Mariners Limited	Crown Mariners Limited is providing logistics service for carrying raw materials from Chittagong port to factory ghat at less than competitive market price.

These represent temporary unsecured and interest-free loans to associate entities. The terms and conditions with respect to repayments are not fixed. However, the management anticipates that such loans will be realised anytime but not later than next 3 (three) years from the reporting date.

11.00 Other receivables

Molla Salt Triple Refinery Limited	132,790	132,790
Interest income receivable on FDR	49,751,987	57,198,737
Receivable from bank	1,119,715	-
Receivable from Alunited Maritime Business (Pvt) Ltd.	2,956,940	-
	53,961,432	57,331,527

	30.06.2015 Taka	30.06.2014 Taka
12.00 Advances, deposits and prepayments		
(a) Advances		
Advance to parties/ contractors (note: 12.01)	167,106,400	177,141,756
Advance to employee against works	17,516,482	11,662,082
Advance to employee against salary	1,103,814	598,004
Advance against rent	9,592,004	9,712,004
VAT current account	60,405,482	61,316,700
Advance to others	8,441,389	639,209
Advance against raw materials purchase	62,873,257	12,483,109
	327,038,828	273,552,864
(b) Deposits		
Security deposit and other deposit	20,057,650	19,797,708
Margin for bank guarantee	3,839,693	3,498,628
L/C margin deposit	7,785,859	47,701,153
	31,683,203	70,997,488
(c) Pre-payments		
Insurance premium	1,809,183	1,414,438
BSTI Expense	4,013,560	-
BlwTA expense	3,089,390	-
BIS Expense	210,482	-
Gas bill	5,400	-
	9,128,015	1,414,438
	367,850,046	345,964,790

12.01 Advance to parties/contractors includes an amount of Tk. 50,453,000 against land purchase that remains unchanged during the year(s) presented as the necessary formalities have not yet been completed till the reporting date.

13.00 Advance income tax

Opening balance	823,978,904	494,888,145
Add : Paid during the year	320,953,098	329,090,759
	1,144,932,003	823,978,904
Less : Adjustment		
Assessment years:		
2012-2013	121,820,733	-
2013-2014	124,007,810	-
	245,828,543	-
	899,103,460	823,978,904

Advance income tax paid during the year represents tax deducted at source by respective parties and banks on purchase of raw materials, bills for cement supply, export sales and interest income.

14.00 Cash and cash equivalents (note: 3.6)**Cash in hand**

Cash in hand- Head office

1,439,902

1,054,186

Cash in hand- Factory

71,805

321,726

1,511,707**1,375,912****Cash at banks**

One Bank Limited

40,268

35,926

South East Bank Limited

2,296,155

6,462

Mercantile Bank Limited

3,479,873

7,831,409

Jamuna Bank Limited

1,545,731

1,595,679

State Bank of India

20,900,962

15,520,027

The City Bank Limited

561,517

1,360,731

National Bank Limited

1,355,341

5,092,394

Dutch Bangla Bank Limited

2,510,581

9,804,077

Prime Bank Limited

26,622,527

4,718,669

United Commercial Bank Limited

10,630,914

2,274,564

Mutual Trust Bank Limited

2,495,028

3,498,066

Pubali Bank Limited

6,998,635

5,194,974

Janata Bank Limited

1,209,736

3,619,886

Dhaka Bank Limited

7,126,053

3,635,201

Shahjalal Islami Bank Limited

3,762,852

18,396,044

Uttara Bank Limited

7,866

9,016

Brac Bank limited

15,781,537

15,087,960

Islami Bank Bangladesh Limited

870,447

3,788,861

Standard Chartered Bank

994,301

3,023

IFIC Bank Limited

1,012,978

354,480

National Credit and Commerce Bank Limited

993,920

984,475

One Bank Limited- Dividend account

5,143,112

4,979,088

Dutch Bangla Bank Limited- Dividend account

5,391,506

5,233,388

United Commercial Bank Limited- Dividend account

10,352,737

2,351,850

132,084,575**115,376,249**

Term deposits

3,368,819,990

3,121,235,729

3,502,416,272**3,237,987,890**

Term deposits include an amount of Taka 1,65,84,69,108.00 as lien against term loan taken from The Hongkong and Shanghai Banking Corporation Limited for term loan and Taka 3,51,07,815.00 held under lien with One Bank Ltd. as security against bank guarantee in favour of Chittagong Custom House.

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15.00 Share capital

Authorised Capital

500,000,000 Ordinary Shares of Tk. 10 each

5,000,000,000

5,000,000,000

Issued, Subscribed & Paid-up Capital

148,500,000 Ordinary Shares of Tk. 10 each fully paid-up and share holding position is as under:

Sl. #	Name	No. Shares	Holding %		
1	Md. Jahangir Alam	23,024,925	15.50%	230,249,250	230,249,250
2	Alhaj Md. Khabiruddin Molla	23,388,750	15.75%	233,887,500	207,900,000
3	Md. Alamgir Kabir	14,397,075	9.70%	143,970,750	143,970,750
4	Mrs. Al-Haj Rokeya Begum	-	0.00%	-	103,950,000
5	Molla Mohammad Maznu	12,127,500	8.17%	121,275,000	103,950,000
6	Md. Mizanur Rahman	12,127,500	8.17%	121,275,000	103,950,000
7	Md. Almas Shimul	7,276,500	4.90%	72,765,000	72,765,000
8	Alhaj Md. Abdur Rouf	2,598,750	1.75%	25,987,500	25,987,500
9	Md. Ashrafuzzaman	2,598,750	1.75%	25,987,500	25,987,500
10	Md. Abdul Ahad	2,079,000	1.40%	20,790,000	20,790,000
11	General Public	48,881,250	32.92%	488,812,500	445,500,000
		148,500,000	100%	1,485,000,000	1,485,000,000

The Company increased its paid-up share capital from 1,350 million to 1,485 million by issuing 13,500,000 ordinary shares as bonus share of Taka 10 each to the shareholders as declared at 18th Annual General Meeting held on 23 December 2012.

One of the directors of the Company, Mrs. Al-Haj Rokeya Begum, has recently expired and her shares are distributed among the successors as per succession certificate which are as follows:

Sl. #	Name	No. Shares	Present position	Previous position
1	Mrs. Al-Haj Rokeya Begum	(10,395,000)	-	103,950,000
2	Alhaj Md. Khabiruddin Molla	2,598,750	25,987,500	-
3	Molla Mohammad Maznu	1,732,500	17,325,000	-
4	Md. Mizanur Rahman	1,732,500	17,325,000	-
5	General Public	4,331,250	43,312,500	-
		-	103,950,000	103,950,000

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Shareholding range	No. of Share holders	Holdings	No. of Shareholders	Holdings
	30.06.2015	30.06.2015	30.06.2014	30.06.2014
Less than 499 shares	53,081	6,661,678	64,864	8,113,589
500 to 5,000 shares	3,164	4,367,498	4,176	5,810,363
5,001 to 10,000 shares	208	1,456,324	275	1,937,926
10,001 to 20,000 shares	96	1,353,390	126	1,767,700
20,001 to 30,000 shares	29	715,842	46	1,147,370
30,001 to 40,000 shares	25	857,035	25	870,109
40,001 to 50,000 shares	15	704,073	16	735,530
50,001 to 100,000 shares	31	2,232,675	38	2,660,703
100,001 to 1,000,000 shares	52	16,637,203	38	8,427,899
Over 1,000,000 shares	13	113,514,282	14	117,028,811
Total	56,714	148,500,000	69,618	148,500,000

16.00 Share premium

This represents share premium of Taka 3,048 million raised by issuing 30 million of ordinary shares @ Tk. 101.60 per share through IPO during the year 2010-2011. The break-up of the balance of share premium is given below:

Share premium realised during the year 2010-2011	3,048,000,000	3,048,000,000
Less: Income tax paid on share premium	(91,440,000)	(91,440,000)
Balance as on June 30, 2015	2,956,560,000	2,956,560,000

17.00 Long term borrowing net-off current maturity

Project loan for Unit- IV and mother vessel

Syndication loan	-	78,743
Term loan	953,108,921	1,484,095,250
	953,108,921	1,484,173,993

Hire purchase loan

Prime Bank Limited	16,167,553	5,962,396
Shahjalal Islami Bank Limited	15,888,294	-
	32,055,847	5,962,396

	985,164,768	1,490,136,388
Less : Current portion of long term borrowing (note: 22.00)	558,232,249	543,787,000
	426,932,519	946,349,388

17.01 Details of long term borrowing is presented below:

30.06.2015 Taka	30.06.2014 Taka
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Sl. #	Name of lenders	Type of loan	Amount in BDT	Tenure
1	The Hongkong and Shanghai Banking Corporation Limited	Term loan (one-off) to retire deferred import documents of ocean going vessel, Packer of Unit-V and Burge Loader.	953,108,921	5 years
2	Prime Bank Limited	Hire purchase loan	16,167,553	3 years
3	Shahjalal Islami Bank Limited	Hire purchase loan	15,888,294	4 years

Security for term loan:

FDR amounting to Taka 1,658,469,108 with HSBC is lended as collateral against term loan.

Security for hire purchase loan:

Joint Ownership of the vehicles to be procured duly insured covering 1st party comprehensive insurance.

18.00 Liabilities for gratuity

Gratuity		
Opening balance	44,132,448	13,831,163
Add: Provision made during the year	19,443,496	31,192,220
	63,575,944	45,023,383
Less: Payments/adjustment made during the year	3,586,316	890,935
Closing balance	59,989,628	44,132,448

19.00 Deferred tax liabilities

Opening balance	245,725,120	185,583,652
Add: Provision during the year	64,211,387	60,141,468
Closing balance	309,936,506	245,725,120

19.01 Details of deferred tax calculation

(a) The tax effects of temporary differences arise from tax base and accounting base of relevant assets and liabilities:

Deferred tax assets

Provision for gratuity	14,997,407	10,922,781
Allowance for doubtful debt and Impairment	11,027,762	3,323,266
	26,025,169	14,246,046

Deferred tax liabilities

Property, plant and equipment	(335,961,675)	(259,971,166)
	(335,961,675)	(259,971,166)
	(309,936,506)	(245,725,120)

(b) The tax effect of temporary differences arises from tax base and accounting base of revalued assets:

Deferred tax liability on revaluation reserve

Opening balance	(42,101,419)	(42,722,507)
Less: Transferred to retained earnings	567,647	621,188
Closing balance	(41,533,772)	(42,101,419)
Total	(351,470,278)	(287,826,539)

		30.06.2015 Taka	30.06.2014 Taka			
20.00	Trade payables					
	Suppliers	126,122,045	107,983,409			
		126,122,045	107,983,409			
	Ageing of the above trade payables is as below:					
		upto 1 month	1-3 months	3-6 months	Above 6 months	Total
	Suppliers	55,091,847.13	33,491,782.46	7,227,490.50	29,310,925	126,122,045
	Total	56,091,847	33,491,782	7,227,491	29,310,925	126,122,045
21.00	Other payables					
	Creditor for other finance (note: 21.01)			35,714,986		22,158,339
	Creditor for revenue expenses (note: 21.02)			114,453,879		112,836,614
				150,168,865		134,994,953
21.01	Creditor for other finance (note: 21)					
	Security deposit			4,343,078		4,144,448
	Advance against sales			60,400		60,400
	VAT deduction at source			20,002,499		9,601,073
	Tax deduction at source			5,949,238		4,794,977
	Payable to employees provident fund			1,355,782		1,727,004
	Advance against motor cycle			1,838,690		1,213,872
	Advance against motor car			1,104,680		-
	Employee tax payable			1,050,619		616,565
				35,714,986		22,158,339
21.02	Creditor for revenue expenses (note: 21)					
	Salaries, wages & overtime payable			24,431,308		17,774,928
	Audit and professional fees			450,000		450,000
	Electricity bill			29,230,285		32,866,366
	Telephone bill			592,246		522,620
	Utility bill			25,850		19,955
	Payable against financial expense			26,240,546		37,810,751
	Payable to Alunited Maritime Business (Pvt) Ltd.			-		20,503,060
	Others			2,180,764		2,888,934
	Payable against advertisement expense			20,450,330		-
	Payable against revenue expense			10,852,549		-
				114,453,879		112,836,614
22.00	Current portion of long term borrowings					
	Project loan for Unit -IV and mother vessel					
	Term loan			542,497,837		539,671,000
				542,497,837		539,671,000
	Hire Purchase loan					
	Prime Bank Limited			9,944,400		4,116,000
	Shahjalal Islami Bank Limited			5,790,012		-
				15,734,412		4,116,000
				558,232,249		543,787,000

23.00	Short term loan	30.06.2015 Taka	30.06.2014 Taka
	Cash credit (hypothecation)		
	One Bank Limited	5,528,553	139,995,293
	Prime Bank Limited	6,999,380	42,562,644
	The Hongkong and Shanghai Banking Corporation Limited	73,509,617	54,490,962
	Eastern Bank Limited	29,966,500	9,445,444
	Jamuna Bank Limited	3,932,836	35,465,549
	IFIC Bank Limited	29,869,787	-
		149,806,673	281,959,893
	Loan against trust receipts		
	One Bank Limited	56,641,582	51,787,439
	Prime Bank Limited	5,919,185	5,357,427
	Eastern Bank Limited	12,833,081	6,973,039
	The Hongkong and Shanghai Banking Corporation Limited	440,801,494	343,858,133
	Shahjalal Islami Bank Limited	-	9,451,070
	United Commercial Bank Limited	-	136,367,091
	Jamuna Bank Limited	1,307,392	27,583,330
		517,502,734	581,377,529
	Time loan		
	One Bank Limited	334,856,886	190,251,923
	Prime Bank Limited	50,016,782	34,944,353
	Eastern Bank Limited	451,550,301	209,397,292
	The Hongkong and Shanghai Banking Corporation Limited	300,000,000	-
	Jamuna Bank Limited	328,929	16,307,677
	IFIC Bank Limited	148,232,009	28,278,058
	Shahjalal Islami Bank Limited	109,545,618	-
	Standard Chartered Bank	353,116,615	-
		1,747,647,139	479,179,302
	Offshore loan		
	Prime Bank Limited	142,106,604	105,816,634
	The Hongkong and Shanghai Banking Corporation Limited	1,001,489,542	425,127,511
	Eastern Bank Limited	130,226,460	342,697,841
	Jamuna Bank Limited	44,491,890	181,338,541
	Shahjalal Islami Bank Limited	134,398,430	32,390,820
	IFIC Bank Limited	-	71,942,598
	One Bank Limited	72,088,670	478,069,320
	United Commercial Bank Limited	-	163,155,006
	Standard Chartered Bank	202,858,620	-
		1,727,660,216	1,800,538,271
		4,142,616,763	3,143,054,994

Securities for short term loan:

- (a) Registered hypothecation (Pari- Passu) on entire floating assets of the company with other lenders.
- (b) Personal guarantee of all the directors of M.I. Cement Factory Limited.
- (c) Notarized IGPA to sell the hypothecated assets of the Borrower.
- (d) Demand Promissory Notes & Letter of Continuity amount covering the limit of short term loan.
- (e) Dividends payment will not exceed profits relating to that year.

The company has been enjoying the following short term facilities from various bank under the terms and conditions given below:

Sl. #	Name of the bank	Type of loan	Limit of loan	Purpose of loan	Tenor	Nature
1	One Bank Limited	Cash Credit Hypothecation	150,000,000	Working Capital	One Year	Revolving
2	One Bank Limited	Loan against trust receipts	450,000,000	Working Capital	150 days	Revolving
3	One Bank Limited	Revolving time loan	300,000,000	Working Capital	120 days	Revolving
4	One Bank Limited	Letter of credit (non funded)	750,000,000	Working Capital	120 days	Revolving
5	One Bank Limited	Bank guarantee	10,000,000	To issue guarantee for tender and utilities facilities	One Year	Revolving
6	Prime Bank Limited	Cash Credit Hypothecation	50,000,000	Working Capital	One Year	Revolving
7	Prime Bank Limited	Loan against trust receipts	520,000,000	Working Capital	90 days	Revolving
8	Prime Bank Limited	Revolving time loan	130,000,000	Working Capital	90 days	Revolving
9	Prime Bank Limited	Letter of credit (non funded)	550,000,000	Working Capital	90 days	Revolving
10	Prime Bank Limited	Bank guarantee	50,000,000	To issue guarantee for tender and utilities facilities	One Year	Revolving
11	HSBC	Cash Credit Hypothecation	460,000,000	Working Capital	One Year	Revolving
12	HSBC	Loan against trust receipts	1,500,000,000	Working Capital	150 days	Revolving
13	HSBC	Letter of credit (non funded)	1,500,000,000	Working Capital	150 days	Revolving
14	HSBC	Bank guarantee	20,000,000	To issue guarantee for tender and utilities facilities	One Year	Revolving
15	Jamuna Bank Limited	Loan against trust receipts	100,000,000	Working Capital	120 days	Revolving
16	Jamuna Bank Limited	Revolving time loan	250,000,000	Working Capital	120 days	Revolving
17	Jamuna Bank Limited	Letter of credit (non funded)	400,000,000	Working Capital	180 days	Revolving
18	Jamuna Bank Limited	Cash Credit Hypothecation	500,000,000	Working Capital	180 days	Revolving
19	Eastern Bank Limited	Letter of credit (non funded)	1,150,000,000	Working Capital	180 days	Revolving
20	Eastern Bank Limited	Cash Credit Hypothecation	50,000,000	Working Capital	One Year	Revolving
21	Eastern Bank Limited	Bank guarantee	20,000,000	To issue guarantee for tender and utilities facilities	One Year	Revolving
22	Eastern Bank Limited	Revolving time loan	500,000,000	Working Capital	180 days	Revolving
23	Eastern Bank Limited	Loan against trust receipts	750,000,000	Working Capital	150 days	Revolving
24	Eastern Bank Limited	Mandate letter	500,000,000	Working Capital	180 days	Revolving
25	Shahjalal Islami Bank Ltd.	Letter of credit (non funded)	600,000,000	Working Capital	180 days	Revolving
26	Shahjalal Islami Bank Ltd.	Loan against trust receipts	452,000,000	Working Capital	150 days	Revolving
27	Shahjalal Islami Bank Ltd.	Bank guarantee	100,000,000	To issue guarantee for tender and utilities facilities	One Year	Revolving
28	IFIC Bank Limited	Letter of credit (non funded)	1,500,000,000	Working Capital	180 days	Revolving
29	IFIC Bank Limited	Loan against trust receipts	700,000,000	Working Capital	180 days	Revolving
30	IFIC Bank Limited	Revolving Time loan	300,000,000	Working Capital	One Year	Revolving
31	IFIC Bank Limited	Cash Credit Hypothecation	100,000,000	Working Capital	One Year	Revolving
32	United Commercial Bank Ltd.	Letter of credit (non funded)	600,000,000	Working Capital	180 days	Revolving
33	United Commercial Bank Ltd.	Loan against trust receipts	500,000,000	Working Capital	180 days	Revolving
34	Standard Chartered Bank	Letter of credit (non funded)	500,000,000	Working Capital	120 days	Revolving
35	Standard Chartered Bank	Loan against trust receipts	700,000,000	Working Capital	120 days	Revolving
36	Standard Chartered Bank	Cash Credit Hypothecation	20,000,000	Working Capital	120 days	Revolving

	30.06.2015 Taka	30.06.2014 Taka
24.00 Provision for tax liabilities		
Opening balance	395,049,741	240,504,893
Add : Provision made during the year	143,173,223	154,544,848
	538,222,964	395,049,741
Less : Adjustment		
Assessment years:		
2012-2013	121,820,733	-
2013-2014	124,007,810	-
	245,828,543	-
	292,394,421	395,049,741
25.00 Liabilities workers' profit participation fund (WPPF):		
Opening balance	44,453,789	44,054,330
Less : Payments made during the year	44,453,789	44,054,330
	-	-
Add : Provision made during the year	42,811,780	44,453,789
Closing balance	42,811,780	44,453,789
26.00 Revenue		
Domestic sales (note: 26.01)	7,817,415,375	7,481,152,616
Export sales	446,825,610	509,489,995
Net sales	8,264,240,985	7,990,642,611

In the year 2014-2015 revenue of the Company has increased by 3.42% as compared to the year 2013-2014. Domestic sales increased by 4.21%, however, the export sales decreased by 12.30% during the year comparing previous year.

Income from export earned in foreign currency amounting to USD 5,802,930 equivalent to Tk. 446,825,610.

26.01 Domestic sales net of VAT		
Cement sales	7,817,415,375	7,425,652,616
Clinker sales	-	55,500,000
Domestic sales	7,817,415,375	7,481,152,616
Domestic sales net of VAT	7,817,415,375	7,481,152,616

During the year, we have contributed to national exchequer amounting to taka 1,190,347,184.18 as VAT.

26.02 Quantity wise sales

Particulars	01-07-2014 to 30-06-2015		01-07-2013 to 30-06-2014	
	Quantity Metric Ton	Amount in Taka	Quantity Metric Ton	Amount in Taka
Domestic sales	1,198,146	7,817,415,375	1,122,538	7,481,152,616
Export sales	73,870.00	446,825,610	81,540	509,489,995
Total	1,272,016	8,264,240,985	1,204,078	7,990,642,611

26.03 Category wise quantity sold are:

Particulars	Quantity (MT)
Bag cement	1,168,558
Bulk cement	103,459

		30.06.2015 Taka	30.06.2014 Taka
27.00	Cost of sales		
	Opening stock of raw materials	285,610,492	252,428,709
	Add : Purchase of raw materials during the year	6,152,142,497	5,883,315,645
	Less : Closing stock of raw materials	(468,668,411)	(285,610,492)
	Raw materials consumed (note: 27.01)	5,969,084,578	5,850,133,861
	Opening stock of busting bags	-	-
	Factory overhead (note: 27.05)	917,254,622	921,154,714
	Cost of production	6,886,339,201	6,771,288,575
	Add : Opening finished goods	2,263	1,268
	Cost of goods available for sale	6,886,341,464	6,771,289,843
	Less : Closing finished goods	(2,165)	(2,263)
	Cost of sales	6,886,339,298	6,771,287,580
	Less : Duty draw back for export	(35,790,016)	(39,560,169)
	Cost of sales	6,850,549,283	6,731,727,411
27.01	Raw materials consumed		
	Opening stock of raw materials	Quantity	
	Clinker	MT 24,826.18	128,173,824
	Gypsum	MT 2,591.83	7,451,483
	Slag	MT 38,838.60	113,978,993
	Fly ash	MT 10,463.14	20,358,571
	Lime stone	MT 4,259.84	7,748,987
	Cement grinding aid	MT 25.00	1,870,818
	Bags	PCS 350,950.00	6,027,816
			285,610,492
			252,428,709
	Add : Purchased during the year	Quantity	
	Clinker	MT 913,246.97	4,726,583,454
	Gypsum	MT 53,078.00	139,374,930
	Slag	MT 155,700.00	426,128,159
	Fly ash	MT 150,884.00	314,216,279
	Lime stone	MT 27,248.21	54,662,553
	Cement grinding aid	MT 949.59	73,720,003
	Micro silica	MT 57.00	1,456,345
	Bags	PCS 23,340,000.00	416,000,774
			6,152,142,497
			5,883,315,645
	Less : Closing stock of raw materials	Quantity	
	Clinker	MT 71,516.18	370,113,674
	Gypsum	MT 2,875.90	7,585,044
	Slag	MT 4,175.99	11,593,997
	Fly ash	MT 10,486.50	21,745,155
	Lime stone	MT 3,120.90	6,181,919
	Cement grinding aid	MT 643.55	49,915,041
	Bags	PCS 86,089.00	1,533,582
			468,668,411
			285,610,492
	Raw materials consumed	5,969,084,578	5,850,133,861

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- 27.02** As per nature of the Company's manufacturing process and packing system there is little scope of having packed finished cement in the stock. Cement is only packed at the time of delivery by trucks i.e. the cement is packed in the bag when trucks arrive at the factory for taking delivery.

Particulars in respect of opening stock, sales and closing stock of finished goods

	Opening		Closing		Sales for the year	
	Quantity (MT)	Value	Quantity (MT)	Value	Quantity (MT)	Value
Year 2014-2015	0.40	2,263	0.40	2,165	1,272,016	8,264,240,985
Year 2013-2014	0.20	1,268	0.40	2,263	1,204,078	7,990,642,611

27.02.a Finished goods movement In Taka and quantities

Particulars	01.07.2014- 30.06.2015		01.07.2013- 30.06.2014	
	Quantity (Metric Ton)	Amount in Taka	Quantity (Metric Ton)	Amount in Taka
Opening stock	0.40	2,263	0.20	1,268
Add: Production during the period	1,272,016.22	6,886,339,201	1,194,079	6,771,288,575
Goods available for sale	1,272,016.62	6,886,341,464	1,194,079	6,771,289,843
Less: Cost of goods sold	1,272,016.22	6,886,339,298	1,194,078	6,771,287,580
Closing stock	0.40	2,165	0.40	2,263

As per company's policy any bag of cement remained undelivered in the stock is considered as finished product. Thus the above amount represents the cost of 8 (eight) bags of cement remained undelivered on 30 June 2015.

27.03 Analysis of raw material consumption
2014-2015

Particulars	Opening		Closing		Consumed for the year	
	MT/Pcs	Amount	MT/Pcs	Amount	MT/Pcs	Amount
Clinker (MT)	24,826.18	128,173,824	71,516.18	370,113,574	866,556.97	4,484,643,604
Gypsum (MT)	2,591.83	7,451,483	2,875.90	7,585,044	52,793.93	139,241,369
Slag (MT)	38,838.60	113,978,993	4,175.99	11,593,997	190,362.62	528,513,156
Fly ash (MT)	10,463.14	20,358,571	10,486.50	21,745,155	150,860.64	312,829,695
Lime stone (MT)	4,259.84	7,748,987	3,120.90	6,181,919	28,387.15	56,229,622
Cement grinding aid (MT)	25.00	1,870,818	643.55	49,915,041	331.04	25,675,780
Micro silica (MT)	-	-	-	-	57.00	1,456,345
Bags (pcs)	350,950.00	6,027,816	86,089.00	1,533,582	23,604,861.00	420,495,008

2013-2014

Particulars	Opening		Closing		Consumed for the year	
	MT/Pcs	Amount	MT/Pcs	Amount	MT/Pcs	Amount
Clinker (MT)	30,578.24	153,002,515	24,826.18	128,173,824	892,848.62	4,609,642,603
Gypsum (MT)	5,867.33	16,297,346	2,591.83	7,451,483	52,875.50	152,016,599
Slag (MT)	13,027.74	37,777,657	38,838.60	113,978,993	125,177.14	367,355,261
Fly ash (MT)	13,297.37	25,360,682	10,463.14	20,358,571	160,693.23	312,667,664
Lime stone (MT)	2,295.87	3,852,694	4,259.84	7,748,987	10,642.38	19,359,313
Cement grinding aid	-	-	25.00	1,870,818	-	-
Bags (pcs)	909,433.00	16,137,815	350,950.00	6,027,816	22,653,643.00	389,092,421

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27.04 Break up of raw materials purchase as per requirement of Para 8, Schedule XI, Part II, of the Companies Act 1994
2014-2015

Items	Purchase in Taka			Consumption in Taka	% of Consumption of
	Import	Local	Total		
Clinker (MT)	4,726,583,454	-	4,726,583,454	4,484,643,604	95%
Gypsum (MT)	139,374,930	-	139,374,930	139,241,369	100%
Slag (MT)	426,128,159	-	426,128,159	528,513,156	124%
Fly ash (MT)	290,786,770	23,429,509	314,216,279	312,829,695	100%
Lime stone (MT)	19,972,867	34,689,687	54,662,553	56,229,622	103%
Cement grinding aid (MT)	73,720,003	-	73,720,003	25,675,780	35%
Micro silica (MT)	1,456,345	-	1,456,345	1,456,345	100%
Bags (Pcs)	-	416,000,774	416,000,774	420,495,008	101%
Total	5,678,022,528	474,119,970	6,152,142,497	5,969,084,578	97%

2013-2014

Items	Purchase in Taka			Consumption in Taka	% of Consumption of
	Import	Local	Total		
Clinker (MT)	4,561,053,912	23,760,000	4,584,813,912	4,609,642,603	101%
Gypsum (MT)	143,170,737	-	143,170,737	152,016,599	106%
Slag (MT)	443,556,597	-	443,556,597	367,355,261	83%
Fly ash (MT)	307,665,553	-	307,665,553	312,667,664	102%
Lime stone (MT)	-	23,255,606	23,255,606	19,359,314	83%
Cement grinding aid (MT)	1,870,818	-	1,870,818	-	0%
Bags (Pcs)	-	378,982,422	378,982,422	389,092,421	103%
Total	5,457,317,616	425,998,028	5,883,315,645	5,850,133,861	99%

The value of imported raw material is calculated on CIF basis.

27.05 Factory overhead

Annual milad & picnic	1,144,745	1,565,712
Bedding and uniform	1,004,820	351,165
BIWTA expense	7,039,299	2,511,398
Computer accessories	74,527	109,160
Contribution to PF	1,953,526	1,607,528
Conveyance	212,438	328,450
Depreciation	263,737,840	251,782,157
Directors' remuneration	6,975,250	7,080,250
Donation & subscription	196,100	155,000
Electricity bill	413,806,334	370,003,023
Entertainment	3,363,581	3,396,933
Festival bonus	7,113,502	6,370,756
Fuel for motor vehicle and motor cycle	1,369,539	1,317,406
Gratuity	7,598,747	16,207,697
Insurance premium	2,619,030	2,141,626
Group Insurance premium	406,693	-
Labour charge	16,315,774	15,297,463
Leave encashment	1,389,218	807,725
Audit & professional/ consultancy/ legal fees	50,000	90,399
Lubricants, diesel oil, gear oil & fuel etc.	16,003,277	16,041,319
Medical expenses	73,820	735,775
Gift & presentation	6,132,584	582,187
Mobile phone bill	539,898	427,979
Office maintenance	783,319	922,308
Rent & rates	2,032,323	2,146,674
Overtime	3,017,571	2,867,271
Printing, stationeries, schedule & forms	1,135,930	1,099,164
Quality testing expenses	1,888,665	1,471,051
Registration, licence & renewals	225,829	233,661
Repair & maintenance- vehicle & motor cycle	1,193,186	1,277,061
Spare parts & store expenses	71,729,238	72,753,074
Telephone/ fax expenses	15,817	58,808
Training & education	231,553	234,590
Travelling expenses	2,938,700	1,853,954
Wages, salary and allowance	72,941,949	63,205,644
Dry dock expense of mother vessel	-	74,120,348
	917,254,622	921,154,714

	30.06.2015 Taka	30.06.2014 Taka
28.00 Other operating income		
Income from mother vessel operation	23,460,000	23,430,000
	23,460,000	23,430,000
29.00 Administrative expenses		
Advertisement & publicity	640,543	741,606
Annual general meeting expenses	1,410,632	1,733,083
Audit & professional/ consultancy/ legal fees	2,732,922	2,460,125
Doubtful debt expense	31,033,114	-
Bedding & uniform	153,977	118,720
Board meeting attendance fees	1,529,500	966,000
Computer accessories	152,931	144,418
Contribution to PF	1,355,705	1,153,651
Conveyance	538,091	540,576
Corporate social responsibility (CSR)	257,210	546,620
Depreciation	18,650,002	20,433,267
Directors' remuneration	9,600,000	9,600,000
Donation & subscription	1,730,000	311,000
DSE/ CSE/ CDBL expenses	290,608	215,392
Entertainment	5,230,484	3,162,330
Festival Bonus	4,048,922	3,237,721
Fuel for motor vehicle and motor cycle	925,855	926,432
Gratuity	5,258,063	6,267,964
Insurance premium	135,435	90,698
Group Insurance premium	186,184	-
Internet	569,333	598,932
Labour charge	8,550	1,220
Leave encashment	1,009,215	621,668
Loss on sale of assets	-	2,560
Gift & presentation	6,652,997	4,605,681
Mobile phone bill	929,529	778,176
Office maintenance	2,952,722	2,685,767
Rent and rates	6,383,750	5,742,850
Overtime	160,028	102,458
Printing, stationeries, schedule & forms	2,173,285	2,059,648
Registration, licence & renewals	547,851	799,828
Repair & maintenance- vehicle	857,033	927,537
Salary & allowances	45,362,715	32,800,053
Telephone/ fax expenses	109,536	116,802
Training & education	75,960	382,234
Travelling expenses	1,493,577	7,770,026
Utility expenses	1,846,067	1,380,368
Lubricants/ diesel oil for generator	181,000	180,714
	157,173,325	114,206,125

	30.06.2015 Taka	30.06.2014 Taka
30.00 Selling and distribution expenses		
Advertisement & publicity	86,217,634	73,973,339
BIS expense	74,954	481,708
BSTI fees	1,837,850	1,691,900
C&F expenses for export	3,293,300	3,780,660
Audit & professional/ consultancy/ legal fees	473,250	361,650
Computer accessories	61,004	48,892
Contribution to PF	2,018,527	1,553,063
Conveyance- local	6,330,831	4,337,204
Corporate social responsibility (CSR)	3,654,703	650,000
Carriage expense	8,866,200	9,724,800
Depreciation	16,014,814	15,171,986
Directors' remuneration	6,975,250	7,080,250
Donation & subscription	762,735	2,290,560
Entertainment	22,133,731	6,674,126
Festival bonus	5,675,973	4,459,894
Fuel for motor vehicle and motor cycle	4,534,877	3,159,021
Gratuity	6,820,704	8,471,924
Group insurance premium	270,182	275,292
Gift & presentation	5,181,824	5,861,372
Insurance premium	322,960	1,056,695
Labour charges	19,148,768	8,031,694
Leave encashment	1,395,620	814,004
Loss on sale of assets	672,045	-
Medical expenses	50,000	-
Mobile phone bill	3,388,852	2,645,098
Office maintenance	959,132	671,701
Rent and rates	200,188	1,135,272
Outstation allowance/ house rent/ TA-DA	1,986,942	1,876,759
Overtime	411,741	517,407
Printing stationeries, schedule & forms	2,411,690	1,192,187
Promotional expenses	4,826,580	2,914,213
Quality testing expenses	677,514	571,165
Registration, licence & renewals	2,183,430	2,255,839
Repair & maintenance- vehicle & motor cycle	3,168,880	1,823,575
Salary & allowances	68,282,594	50,912,661
Training & education	134,911	-
Telephone/ fax expenses	36,772	17,443
Travelling expenses	3,848,124	4,551,009
	295,305,086	231,034,362
31.00 Non operating income		
Sales of scrap	6,019,121	7,242,479
Other income	3,012,016	10,069,691
Realised/ unrealised profit / (loss) on investment on share	(6,853,673)	19,085,651
Dividend on share	4,453,002	4,581,758
	6,630,465	40,979,579

	30.06.2015 Taka	30.06.2014 Taka
32.00 Financial income/ (expenses)		
Interest income from FDR and others	269,413,135	327,682,132
Net exchange gain/ (loss)	(1,691,204)	(5,964,028)
Bank charge & commission	(9,648,448)	(9,200,496)
Bank interest	(389,630,596)	(378,728,654)
	(131,557,113)	(66,211,046)
33.00 Income tax		
Major components of tax expenses		
In compliance with the requirements of para-79 of BAS-12 (Income tax), the major components of tax expenses are given below:		
Current tax expenses	143,173,223	154,544,848
Deferred tax expenses	64,211,387	60,141,468
	207,384,610	214,686,316
33.01 Reconciliation of tax expenses and product of accounting profit		
In compliance with the requirements of para-81 (b) of BAS-12: (Income tax), the reconciliation of tax expenses and product of accounting profits are given below:		
Accounting profit for the year	856,235,604	889,075,780
Less : Share of profit of equity- accounted investees	39,300,741	21,656,322
	816,934,863	867,419,458
Tax on accounting profits @ 25.00%	204,233,716	238,540,351
Add/(deduct) : 10% rebate for dividend paid	-	(23,854,035)
Add/deduct : Effects of provision adjustment due to finalization of prior year assessment	3,150,894	-
Tax expenses for the year	207,384,610	214,686,316
34.00 Share of profit from associates (from note- 6)		
Share of loss of Crown Power Generation Limited (CPGL)	-	-
Share of loss of Crown Cement Concrete and Building Products Limited (CCCBPL)	-	-
Share of loss of Crown Transportation & Logistics Limited (CTL)	-	-
Share of profit of Crown Mariners Limited (CML)	39,300,741	21,656,322
	39,300,741	21,656,322
Share of profit or loss from investment in associates are not considered in computation of current tax expense since, these are separate entities having separate Taxpayer Identification Number (TIN) and being taxed separately. Income from investment in associates will be taken into account upon receipt of the dividend from respective entities.		
35.00 Earnings per share (BAS - 33)		
Basic earnings per share :		
Earning attributable to ordinary shareholders	648,850,994	674,389,465
Weighted average number of ordinary shares (calculation as below)	148,500,000	148,500,000
Earnings per share (basic and diluted)	4.37	4.54

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Calculation of weighted average number of ordinary shares outstanding during the period from July 2014 to June 2015 is given below:

Nature of share holdings	Number of shares	Period	Days of share holding	No. of shares outstanding 2014-2015	No. of shares outstanding 2013-2014
Ordinary shares	148,500,000	01.07.2014 to 30.06.2015	365	148,500,000	148,500,000
Total	148,500,000			148,500,000	148,500,000

36.00 Net Asset Value (NAV) per share

Net assets (total assets - intangible assets - total liabilities)
Number of ordinary shares
Net Asset Value (NAV) per share

5,879,329,648	5,675,411,006
148,500,000	148,500,000
39.59	38.22

37.00 Notes to the statement of cash flows

37.01 The statement of cash flows shows how the Company's cash and bank balances changed during the year through inflows and outflows.

37.02 Cash received from customers

Gross cash received from customers arrived at after adjusting accounts receivables with revenue for the year.

37.03 Cash paid to suppliers

Cash paid to various suppliers arrived after adjusting of raw materials and consumption cost of spare parts consumed with creditors for trade supplies.

37.04 Cash paid for operating expenses

Cash paid for operating expenses arrived at after adjusting non-cash items and creditors for revenue expenses.

37.05 Income tax paid

During the year the Company paid Tk. 320,953,098 as advance income tax.

37.06 Purchase of property, plant & equipment

Investment relate to outflows of cash and cash equivalents for fixed assets.

37.07 Dividend paid

In the year 2014-2015, the Company paid dividend of Tk. 445,500,000

37.08 Short term loan received

The item represents net increase of short term loan from various banks amounting to Tk. 999,561,769

38.00 Contingent liabilities/ off balance sheet items

Commitments	629,262,532	639,074,886
Contingent liabilities	151,056,367	171,073,613
	780,318,899	810,148,498

38.01 Commitments:

a. Letter of credit

Eastern Bank Limited	134,107,213	21,869,800
The Hongkong and Shanghai Banking Corporation Limited	171,919,490	352,396,819
One Bank Limited	111,418,947	63,674,471
Jamuna Bank Limited	480,479	17,985,089
Prime Bank Limited	-	2,656,000
Standard Chartered Bank	202,858,620	165,490,672
IFIC Bank Limited	-	15,002,035
	620,784,750	639,074,886

	30.06.2015 Taka	30.06.2014 Taka
b. Capital commitment		
Capital machinery	8,477,782	-
	8,477,782	-
38.02 Contingent liabilities:	629,262,532	639,074,886
a. Bank guarantee:		
One Bank Limited	2,533,106	2,533,106
Prime Bank Limited	15,199,116	35,216,362
	17,732,222	37,749,468
Tax & VAT claim:		
b. a) Claim of VAT Authority for declared wastage percentage relating to the different financial years against which various writ petitions have been filed by the company before the Hon'ble High Court Dhaka.	65,820,031	65,820,031
b) Excess claim of tax authority regarding interest and tax liability over income tax liability provided for by the company as per the return submitted for the respective years which remains sub judicial upto reporting date.	67,504,114	67,504,114
	133,324,145	133,324,145
	151,056,367	171,073,613

39.00 Financial risk management

(a) Credit risk

Credit risk is the risk that one party to a financial instrument would cause a financial loss for the other party by failing to discharge an obligation. It mainly comprises of receivables from customer, trade and investment securities. To alleviate the credit risk against trade receivable the Company has a policy to obtain security instruments from customers.

(b) Liquidity risk

Liquidity risk is the risk that the Company might encounter difficulty in meeting the obligations associated with its financial liabilities that have to be settled by delivering cash or another financial assets or liabilities. The Company's approach to managing liquidity is to ensure that it will always have sufficient liquid assets to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to Company's reputations.

Particulars	From 6 to 12 months (Taka)	More than one year and less than 5 years
Trade payables (note: 20.00)	29,310,925	-
Bank overdraft (note: 23.00)	149,806,673	-
Short term loan from banks (note: 23.00)	3,992,810,090	-
Long term loan from bank (note: 17.00)	558,232,249	426,932,519
As of 30 June 2015	4,730,159,937	426,932,519

(c) Market risk

Market risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The objective of market risk management is to manage and control risk exposures within acceptable parameters while optimising the return. Market risk comprises three types of risks: Currency Risk, Interest Rate Risk and Commodity Risk.

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i) Foreign currency risk

The risk that the fair value of future cash flows of a financial instrument might fluctuate because of changes in foreign exchange rates. The Company is exposed to currency risk on its certain short and long term debts and purchases that are denominated in foreign currencies.

Exposure to currency risk of the Company at reporting date are as follows:

Balance at 30 June 2015

Particulars	USD	BDT
Assets		
Prime Bank (ERQ)	334,675	26,171,569
The State Bank of India (ERQ)	109,102	8,531,787
Other receivable (Alunited Maritime business (Pvt.) Ltd.) (note:11.00)	37,813	2,956,940
Liability		
Term Loan-HSBC	12,143,552	949,625,757
Short Term Loan (note:23.00)	22,092,842	1,727,660,216

Balance at 30 June 2015

Particulars	USD	BDT
Commitment & contingencies		
The Hongkong and Shanghai Banking Corporation Limited	2,213,797	173,118,925
Eastern Bank Limited	1,665,300	130,226,460
One Bank Limited	388,350	30,368,970
Standard Chartered Bank	2,594,100	202,858,620
Conversion rate	1.00	78.20

ii) Interest rate risk

Interest rate risk arises from the fluctuation of interest rate assigned with certain financial asset or liabilities. Exposure to interest risk of the Company at the reporting dates is only related with outstanding offshore loan/commitment having LIBOR plus interest rate.

iii) Commodity risk

Commodity risk arises from fluctuation of value of commodity in terms of price, quantity, cost and political condition of the market from or to which the Company procure or sell product respectively. Exposure to commodity risk of the Company at the reporting date may not be significant.

40.00 Related parties transactions

During the year, the Company carried out a number of transactions with related parties within the normal course of business. The name of the related parties and nature of these transactions have been set out in accordance with the provisions of BAS-24 (Related party disclosure).

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Individual:

Name of parties	Relationship	Nature of transactions	Transactions value	
Md. Jahangir Alam	Chairman	Cash dividend board meeting attendance fees & remuneration	67,128,298	87,829,730
Alhaj Md. Khabiruddin Molla	Managing Director	Cash dividend board meeting attendance fees & remuneration	68,109,125	79,704,000
Md. Alamgir Kabir	Additional Managing Director	Cash dividend board meeting attendance fees & remuneration	46,077,353	59,069,720
Molla Mohammad Maznu	Additional Managing Director	Cash dividend board meeting attendance fees & remuneration	39,961,000	44,652,250
Md. Mizanur Rahman Molla	Director	Cash dividend board meeting attendance fees & remuneration	32,975,750	37,492,000
Mrs. Alhaj Rokeya Begum	Shareholder of the entity	Cash dividend	-	37,422,000
Md. Almas (Shimul)	Director	Cash dividend board meeting attendance fees & remuneration	19,761,550	26,255,400
Alhaj Md. Abdur Rouf	Shareholder of the entity	Cash dividend	7,016,625	9,355,500
Md. Asrafuzzaman	Shareholder of the entity	Cash dividend	7,016,625	9,355,500
Md. Abdul Ahad	Shareholder of the entity	Cash dividend	5,613,300	7,484,400
Institution:				
Crown Power Generation Ltd.	Associate Company	For providing related service	68,988,201	28,442,418
Crown Polymer Bagging Ltd.	Associate Company	For providing related service	369,408,608	285,428,026
Crown Mariners Ltd.	Associate Company	For providing related service	507,724,899	537,839,853
Crown Cement Concrete and Building Products Ltd.	Associate Company	For providing related service	24,575,811	11,984,813
Crown Transportation & Logistic Ltd.	Associate Company	For providing related service	401,577,173	300,422,790
GPH Ispat Limited	Common directors	For MS rod purchased	9,479,650	2,871,500

41.00 Number of employees

The company had 822 permanent employees as at June 30, 2015 (2014:770) and a varying number of seasonal and temporary workers as required. All permanent employees receive to remuneration in excess of Tk.36,000 per annum per employee.

During the year the company paid as salaries, wages and benefits (note-27.05,29.00 and 30.00) total Tk. 186,587,258.

Directors emolument

Salary & benefits

30.06.2015
Taka**30.06.2014**
Taka

23,550,500

23,760,500

42.00 Capacity and production

Installed capacity in metric tons (300 days basis)

1,740,000

1,740,000

Actual production in metric tons-during the year

1,272,016

1,194,079

% of capacity utilization

73.10%

68.63%

43.00 Number of Board Meetings held during the year 2014-2015 and 2013-2014

Quarter	Date of meeting		No. of directors attended	
	2014-2015	2013-2014	2014-2015	2013-2014
1st Quarter	19-Jul-14	7-Sep-13	7	7
	9-Aug-14		7	-
2nd Quarter	11-Oct-14	26-Oct-13	8	6
	25-Oct-14	7-Nov-13	7	5
	8-Nov-14	-	8	-
	13-Dec-14	30-Nov-13	8	6
3rd Quarter	27-Jan-15	25-Jan-14	8	7
	1-Mar-15	8-Mar-14	7	7
4th Quarter	5-Apr-15	5-Apr-14	8	7
	18-Apr-15	30-Apr-14	7	5
	27-Apr-15	-	7	-
	16-May-15	17-May-14	7	7
	30-May-15	-	7	-
	17-Jun-15	21-Jun-14	7	8

44.00 Events after the reporting period

The Board of Directors in their meeting held on 27 October 2015 has recommended cash dividend @ 25% i.e. Taka 2.50 (two Taka fifty Paise) per share of Taka 10 each aggregating to Taka 371,250,000 for the year ended 30 June 2015 subject to approval of the shareholders' in the Annual General Meeting scheduled to be held on 15 December 2015. The financial statements for the year ended 30 June 2015 do not include the effect of the cash dividend which will be accounted for in the period when shareholders' right to receive payment is established.

44.01 The following major event occurred since the financial statements date:

The Board of Directors of M.I. Cement Factory Limited in its 160th meeting held on 1 September 2015, at its Head Office, has taken the decision to purchase another ocean going Mother Vessel for the company.

There are no other events identified after the reporting date which require adjustments or disclosure in these accompanying financial statements.


Md. Jahangir Alam
 Chairman


Alhaj Md. Khabiruddin Molla
 Managing Director


Md. Alamgir Kabir
 Director


Md. Mozharul Islam, FCS
 Company Secretary

Schedule of Property, Plant and Equipments

As of 30.06.2015

Annexure-A
Figures are in Taka

SL#	PARTICULARS	C O S T				Total Cost as of 30.06.15	Rate	D E P R E C I A T I O N				WRITTEN DOWN VALUE As of 30.06.15
		Cost on 01.07.14	During the year		Accumulated as of 01.07.2014			During the Year		Accumulated as of 30.06.15		
			Addition	Disposal/ adjustment				Charged	Adjustment			
		1	2	3	4=(1+2-3)	5	6	7	8	9=(6+7-8)	10=(4-9)	
1	Land & land development	297,592,149	107,321,116	-	404,913,265	-	-	-	-	-	404,913,265	
2	Factory buildings	461,566,544	-	-	461,566,544	5	131,890,677	16,483,793	-	148,374,470	313,192,074	
3	Plant and machineries	1,449,782,525	204,131,421	-	1,653,913,946	5	534,791,600	96,650,645	-	631,482,244	1,022,431,702	
4	Office equipment and furniture	42,985,609	4,115,454	-	47,101,063	5	25,041,391	3,585,244	-	29,626,635	17,474,427	
5	Motor vehicles	268,484,491	39,483,723	4,549,364	303,418,850	10	144,154,052	21,502,514	2,877,319	162,779,247	140,639,603	
6	Motor vessel	1,302,267,449	-	-	1,302,267,449	5	99,026,745	49,513,372	-	148,540,117	1,153,727,331	
7	Other assets	1,035,617,197	221,738,434	-	1,317,355,631	10	305,150,066	108,236,994	-	413,387,059	903,968,571	
	Total	4,918,295,964	576,790,148	4,549,364	5,490,536,749		1,241,054,530	296,012,562	2,877,319	1,534,189,774	3,956,346,974	
b. Revaluation												
1	Land & land development	201,793,090	-	-	201,793,090	-	-	-	-	-	201,793,090	
2	Factory and buildings	61,777,000	-	-	61,777,000	5	13,975,135	2,390,093	-	16,365,228	45,411,772	
	Total	263,570,090	-	-	263,570,090		13,975,135	2,390,093	-	16,365,228	247,204,862	
2013-2014:												
	Total assets (a-b)	5,181,866,055	576,790,148	4,549,364	5,754,106,839		1,255,029,665	298,402,656	2,877,319	1,550,555,002	4,203,551,836	
	Schedule of property, plant and equipment	5,050,503,601	131,365,654	3,200	5,181,866,055		967,642,896	287,387,410	640	1,255,029,666	3,926,836,389	
	Total 2013-2014	5,050,503,601	131,365,654	3,200	5,181,866,055	-	967,642,896	287,387,410	640	1,255,029,666	3,926,836,389	

As of 30.06.2015

M. I. Cement Factory Ltd. Annual Report 2014-2015

M. I. CEMENT FACTORY LIMITED

Registered Office: West Mukterpur, Munshiganj
Head Office: House # 1 & 7, Road # 95, Block # CEN (A), North Avenue, Gulshan # 2, Dhaka- 1212

PROXY FORM

Shareholders BO A/C No.	No. of Shares held

I/we.....
of (Address).....
.....being shareholder(s) of M. I. Cement Factory Ltd. hereby appoint
of.....as my/our proxy to attend and vote for me/us
and on my/our behalf at the 21st Annual General Meeting to be held on Tuesday the 15th December 2015 at 11:00 am
at the Factory Premises, West Mukterpur, Munshiganj and at any adjournment thereof and the poll may be taken in
consequence thereof.
As witness my/our hand this.....day of.....2015.

Revenue
Stamp

(Signature of the Proxy)

(Signature of the Shareholder)
BO Account No.

Note: The proxy form duly completed must be deposited at the Company's Head Office not later than 48 hours before the time fixed for the meeting, otherwise the proxy form will not be accepted.

Authorized Signature
M. I. Cement Factory Ltd.

Signature Verified

M. I. CEMENT FACTORY LIMITED

SHAREHOLDERS' ATTENDANCE SLIP

I/we hereby record my/our presence at the 21st Annual General Meeting of the Company on 15th December 2015 at the Factory Premises, West Mukterpur, Munshiganj.

Name of Shareholder/Proxy.....
BO Account No.....holding of.....
Ordinary shares of M. I. Cement Factory Limited.

Signature of Shareholder(s)

N.B.

1. Please note that AGM can only be attended by the honorable shareholder or properly constituted proxy.
2. Please present this slip at the Reception Desk.



M. I. CEMENT FACTORY LIMITED

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E-mail: info@crowncement.com, Web: www.crowncement.com

Factory: West Mukterpur, Munshiganj.

Tel: 880-2-7648077, Fax: 880-2-7648070