

M.I. CEMENT FACTORY LIMITED
Statement of Financial Position (Un-audited)
As at 31 December 2019

	Notes	31.12.2019 Taka	30.06.2019 Taka
ASSETS			
Non- current assets			
Property, plant and equipment	4	7,833,972,769	8,041,020,727
Capital work in progress	5	334,275,017	307,153,556
		<u>8,168,247,785</u>	<u>8,348,174,283</u>
Intangible asset	6	<u>39,366,706</u>	<u>41,908,080</u>
Investment in associate companies	7	<u>256,342,357</u>	<u>256,342,357</u>
Current assets			
Investment in shares	8	47,244,727	54,941,236
Inventories	9	2,107,286,267	1,297,877,700
Trade receivables	10	4,553,685,894	3,402,639,887
Current account with sister concerns	11	110,025,418	284,715,391
Other receivables	12	279,661,608	196,367,859
Advances, deposits and prepayments	13	486,010,156	436,521,766
Advance income tax	14	2,750,180,449	2,750,180,449
Cash and cash equivalents	15	1,669,702,722	2,201,084,256
		<u>12,003,797,241</u>	<u>10,624,328,544</u>
TOTAL ASSETS		<u>20,467,754,089</u>	<u>19,270,753,264</u>
EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital	16	1,485,000,000	1,485,000,000
Share premium	17	2,956,560,000	2,956,560,000
Retained earnings		1,691,886,959	2,106,437,216
Revaluation reserve		601,973,317	612,480,492
		<u>6,735,420,276</u>	<u>7,160,477,708</u>
LIABILITIES			
Non current liabilities			
Long term borrowing net off current maturi	18	1,245,773,142	1,575,330,192
Liabilities for gratuity	19	179,927,550	162,593,244
Deferred tax liability	20.01	729,082,007	704,717,145
		<u>2,154,782,699</u>	<u>2,442,640,581</u>
Current liabilities and provision			
Trade payables	21	133,556,627	159,397,470
Other payables	22	344,388,086	318,969,528
Current portion of long term borrowings	23	727,796,697	740,527,887
Short term loan	24	9,442,611,727	7,668,048,872
Provision for tax liabilities	25	722,216,731	722,216,731
Liabilities for WPPF	26	20,561,259	20,561,259
Payable to IPO applicants		12,856,074	12,844,691
Unclaimed dividend		173,563,912	25,068,537
		<u>11,577,551,114</u>	<u>9,667,634,975</u>
TOTAL LIABILITIES		<u>13,732,333,813</u>	<u>12,110,275,556</u>
TOTAL EQUITY AND LIABILITIES		<u>20,467,754,089</u>	<u>19,270,753,264</u>
Net Asset Value per share	36	<u>45.36</u>	<u>48.22</u>

The annexed notes 1 to 38 form an integral part of these financial statements.

Mohammed Jahangir Alam
Chairman

Mollah Mohammad Majnu
Managing Director

Md. Alamgir Kabir
Director

Md. Mozharul Alam, FCS
Sr. GM & Company Secretary

Md. Abdul Kayum, FCMA
Chief Financial Officer (CC)

Dhaka, 28 January 2020

M.I. CEMENT FACTORY LIMITED
Statement of Profit or Loss and other Comprehensive Income (Un-audited)
For the half year ended 31 December 2019

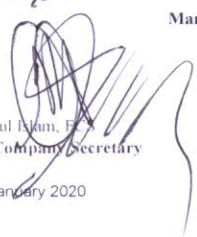
	Notes	July 01, 2019 to December 31, 2019 Taka	July 01, 2018 to December 31, 2018 Taka	October 01, 2019 to December 31, 2019 Taka	October 01, 2018 to December 31, 2018 Taka
Revenue	27	6,949,954,908	6,945,000,126	3,754,358,218	3,554,260,255
Cost of sales	28	(6,205,418,859)	(6,086,255,027)	(3,463,882,343)	(3,108,616,109)
Gross profit		744,536,049	858,745,099	290,475,874	445,644,146
		10.71%	12.36%	7.74%	12.54%
Income from mother vessel operation	29	82,189,125	81,221,625	41,312,250	40,707,562
Administrative expenses	30	(135,850,426)	(157,880,255)	(66,048,169)	(75,165,678)
Selling and distribution expenses	31	(255,386,938)	(254,017,463)	(131,817,188)	(128,992,150)
Operating profit		435,487,810	528,069,007	133,922,767	282,193,880
Non-operating income	32	13,445,049	7,561,179	8,895,032	388,037
Financial cost	33.01	(520,485,260)	(498,667,930)	(298,803,562)	(274,947,943)
Financial income	33.02	61,278,789	124,955,510	27,031,127	56,976,724
Profit before WPPF & income tax		(10,273,612)	161,917,766	(128,954,636)	64,610,698
Workers' profit participation fund (WPPF)		-	(7,710,370)	5,651,477	(3,076,700)
Profit before income tax		(10,273,612)	154,207,396	(123,303,159)	61,533,998
<u>Income tax expenses</u>					
Current tax	34	(241,918,958)	(16,178,724)	(129,884,639)	(15,316,159)
Deferred tax	34	(27,867,253)	(22,373,125)	(13,985,885)	(67,340)
		(269,786,211)	(38,551,849)	(143,870,524)	(15,383,499)
Net profit after tax for the period		(280,059,824)	115,655,547	(267,173,683)	46,150,498
Earnings per share	35	(1.89)	0.78	(1.80)	0.31

The annexed notes 1 to 38 form an integral part of these financial statements.


Mohammed Jannat Alam
Chairman


Mollah Mohammad Majnu
Managing Director



Md. Alamgir Kabir
Director

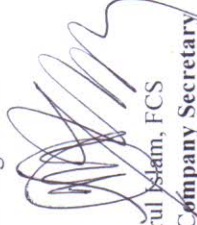

Md. Mozharul Islam, FCA
Sr. GM & Company Secretary
 Dhaka, 28 January 2020



Md. Abdul Kayum, FCMA
Chief Financial Officer (CC)


M.I Cement Factory Limited
Statement of Changes in Equity (Un-audited)
For the half year ended on 31 December 2019

Particulars	Share Capital		Retained Earnings		Share Premium		Revaluation Reserve		Total Equity	
	Taka		Taka		Taka		Taka		Taka	
Balance as on 01 July 2019	1,485,000,000		2,106,437,216		2,956,560,000		612,480,492		7,160,477,708	
Cash dividend paid 10%	-		(148,500,000)		-		-		(148,500,000)	
Revaluation reserve realised	-		10,507,175		-		(10,507,175)		-	
Profit for the period ended July 01, 2019 to December 31, 2019	-		(280,059,824)		-		-		(280,059,824)	
Deferred tax liability	-		3,502,392		-		-		3,502,392	
Total as on 31 December 2019	1,485,000,000		1,691,886,959		2,956,560,000		601,973,317		6,735,420,276	
Balance as on 01 July 2018	1,485,000,000		2,047,144,674		2,956,560,000		635,649,782		7,124,354,455	
Cash dividend paid 15%	-		(222,750,000)		-		-		(222,750,000)	
Revaluation reserve realised	-		10,991,902		-		(10,991,902)		-	
Profit for the period ended July 01, 2018 to December 31, 2018	-		115,655,547		-		-		115,655,547	
Deferred tax liability	-		3,573,868		-		-		3,573,868	
Total as on 31 December 2018	1,485,000,000		1,954,615,991		2,956,560,000		624,657,880		7,020,833,871	


Mohammed Jahangir Alam
Chairman


Md. Mozharul Islam, FCS
Sr. GM & Company Secretary


Mollah Mohammad Majnu
Managing Director


Md. Abdul Kayum, FCMA
Chief Financial Officer (CC)


Md. Alamgir Kabir
Director

Dhaka, 28 January 2020.

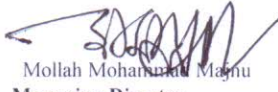
M.I. CEMENT FACTORY LIMITED
Statement of Cash Flows
For the half year ended 31 December 2019


	July 01, 2019 to December 31, 2019	July 01, 2018 to December 31, 2018
	Taka	Taka
Cash flows from operating activities		
Cash received from customers	5,798,908,901	6,660,837,322
Cash received from other operating income	-	136,687,500
Cash received from non operating income	21,156,770	7,789,624
Cash received from financial activities	60,174,165	142,385,024
Cash paid to suppliers & employees	(6,766,100,139)	(6,117,267,857)
Cash paid for operating expenses	(355,228,835)	(198,070,854)
Income tax paid	(241,918,959)	(284,897,281)
Net cash flows from operating activities	(1,483,008,096)	347,463,478
Cash flows from investing activities		
Acquisition of property, plant and equipments	(65,142,059)	(573,367,718)
Proceeds from sale of property, plant and equipments	-	1,001,315
Increase/ (decrease) of payment for capital work in progress	(69,690,870)	(201,730,243)
Investment in shares	(15,213)	(196,135)
Net cash used in investing activities	(134,848,141)	(774,292,781)
Cash flows from financing activities		
Receipt/(Repayment) of short term loan	1,774,562,855	1,712,536,140
Receipt/(Repayment) of term loan	(342,288,240)	(63,955,260)
Paid to sister concern	174,689,973	(423,432,466)
Paid against financial expense	(520,485,260)	(498,667,930)
Increase of IPO application funds due to foreign exchange fluctuation	-	(49)
Dividend paid	(4,625)	(130,006)
Net cash flows from financing activities	1,086,474,704	726,350,428
Effect of exchange rates on cash and cash equivalents	(9,770,081)	3,918,127
Net increase in cash and cash equivalents	(531,381,534)	299,521,125
Cash and cash equivalents at beginning of the period	2,201,084,256	4,313,445,362
Cash and cash equivalents at end of the period (note:15)	1,669,702,722	4,612,966,487
Net operating cash inflows per share	(9.99)	2.34


Mohammed Jahangir Alam
Chairman


Md. Mozharul Islam, FCS
Sr. GM & Company Secretary

Dhaka, 28 January 2020


Mollah Mohammad Mannu
Managing Director


Md. Abdul Kayum, FCMA
Chief Financial Officer (CC)


Md. Alamgir Kabir
Director

	31.12.2019 Taka	30.06.2019 Taka
4.00 Property, plant and equipment		
A. Cost		
Opening balance	11,417,708,881	10,523,902,600
Add : addition during the period	107,711,468	908,741,720
	11,525,420,349	11,432,644,320
Less : disposal during the period	-	14,935,438
Total (A)	11,525,420,348	11,417,708,881
B. Accumulated depreciation		
Opening balance	3,376,688,158	2,726,772,230
Add : charged during the period	314,759,426	658,419,827
	3,691,447,584	3,385,192,057
Less : adjustment for disposal during the period	-	8,503,898
Total (B)	3,691,447,584	3,376,688,158
C. Carrying amount (A-B)	7,833,972,769	8,041,020,727
A separate schedule of property, plant and equipment is given in annexure-A.		
5.00 Capital work in progress		
Machineries and equipments	2,128,750	44,698,159
Building construction	12,440,306	8,761,897
Construction of silo	303,975,262	246,615,845
Jetty construction	5,664,713	5,654,107
Kazirhat Project cost	8,976,924	-
Others	1,089,061	1,423,548
	334,275,017	307,153,556
6.00 Intangible Assets(Software)		
Opening balance	50,827,478	38,366,505
Add : addition during the period	-	12,460,973
Less : disposal during the period	-	-
	50,827,478	50,827,478
Accumulated Amortization		
Opening balance	8,919,398	3,836,651
Add : addition during the period	2,541,374	5,082,748
Less : disposal during the period	-	-
	11,460,772	8,919,398
Carrying amount	39,366,706	41,908,080
7.00 Investment in associate company		
Crown Power Generation Limited (CPGL)	8,162,729	-
Add : Share of profit/(loss) from investment	-	8,162,729
(a) Net investment in CPGL	8,162,729	8,162,729
Crown Mariners Limited (CML)	247,679,628	231,655,086
Add : Share of profit from investment	-	16,024,542
Add : Share money deposit	-	-
(b) Net investment in CML	247,679,628	247,679,628
Crown Cement Concrete and Building Products Limited (CCCBPL)	500,000	500,000
Add : Share money deposit	-	-
Add : Share of profit/(loss) from investment	-	-
(c) Net investment in CCCBPL	500,000	500,000
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)	256,342,357	256,342,357
8.00 Investment in shares		
Opening balance	54,941,236	56,337,091
Add : addition during the period	35879.28	227,917
Less : disposal during the period	27,038	38,288
	54,950,077	56,526,720
Add : Unrealised gain/(loss) from fair valuation	(7,705,350)	(1,585,484)
	47,244,727	54,941,236

			31.12.2019 Taka	30.06.2019 Taka
9.00	Inventories			
	Closing stock	Quantity	31.12.2019	30.06.2019
	Clinker	MT 70,831,064	388,241,763	96,619,498
	Gypsum	MT 25,719,115	79,552,310	16,822,850
	Slag	MT 47,233,841	149,041,080	336,252,543
	Fly ash	MT 16,441,787	41,001,872	105,419,915
	Lime stone	MT 61,020,305	152,404,491	295,177,029
	Cement grinding aid	MT 877,062	84,271,644	84,271,644
	Izoni	MT 102,094	9,861,523	10,644,502
	Finished cement	MT 7,958,65	47,798,380	2,445
	Bags	PCS 215,240.00	3,613,880	4,512,300
	Stores & spare parts		389,165,581	348,154,974
			1,344,952,523	1,297,877,700
	Inventory in transit			
	Clinker		612,979,436	-
	Gypsum		9,625,825	-
	Slag		111,099,269	-
	Fly ash		15,050,962	-
	Limestone		13,578,251	-
			762,333,744	-
			2,107,286,267	1,297,877,700
10.00	Trade receivables			
	Corporate		1,527,468,846	1,205,380,811
	Trade		2,013,011,666	1,481,188,759
	Distributors		95,919,320	64,532,082
	Other customers		940,146,184	674,398,357
	Transport bill		193,200	193,200
			4,576,739,216	3,425,693,210
	Less : allowance for doubtful debt		23,053,322	23,053,322
	Trade receivables net of allowance for doubtful debt		4,553,685,894	3,402,639,887
11.00	Current account with sister concerns			
	Crown Power Generation Limited		1,307,203	1,700,703
	Crown Polymer Bagging Limited		22,980,266	91,238,672
	Crown Cement Concrete and Building Products Limited		38,448,561	149,195,136
	Crown Transportation & Logistic Limited		(8,646,858)	(7,230,607)
	Crown Cement Trading Company		13,065,738	12,319,513
	Crown Mariners Limited		63,748,294	58,369,760
			130,903,203	305,593,176
	Less : impairment allowance		20,877,785	20,877,785
	Current account with sister concerns net of allowance for doubtful debt		110,025,418	284,715,391
12.00	Other receivables			
	Interest income receivable on FDR		31,638,543	30,533,919
	Receivable from Alunited Maritime Business (Pvt) Ltd.		2,956,940	2,956,940
	Crown Maritime and Shipping Services		245,066,125	162,877,000
			279,661,608	196,367,859
13.00	Advances, deposits and prepayments			
	(a) Advances			
	Advance to parties/ contractors		123,755,673	58,396,432
	Advance to employee against works		108,499,053	97,958,069
	Advance to employee against salary		527,785	1,327,789
	Advance against rent		5,422,130	6,361,900
	VAT current account		8,474,603	17,509,737
	Advance to others		150,870,015	155,297,612
			397,549,259	336,851,540
	(b) Deposits			
	Security deposit and other deposit		21,096,391	27,756,032
	Margin for bank guarantee		5,222,141	6,663,486
	L/C margin deposit		13,177,270	4,815,674
			39,495,803	39,235,193
	(c) Pre-payments			
	Insurance premium		2,273,623	3,486,423
	BSTI Expense		2,666,159	2,734,300
	BIWTA expense		3,632,605	-
	BIS Expense		52,093	96,744
	CDBL Expense		-	597,000
	Others		35,378,695	44,639,639
	Advertisement and publicity		4,961,919	8,880,928
			48,965,094	60,435,034
			486,010,156	436,521,766

	31.12.2019 Taka	30.06.2019 Taka	
14.00 Advance income tax			
Opening balance	2,750,180,449	2,082,343,006	
Add - paid during the period	-	667,837,443	
	2,750,180,449	2,750,180,449	
15.00 Cash and cash equivalents			
Cash in hand			
Cash in hand- Head office	7,023,510	134,225	
Cash in hand- Factory	546,536	317,780	
	7,570,046	452,005	
Cash at bank			
One Bank Limited	231,604	235,829	
South East Bank Limited	2,729,902	177,445	
Mercantile Bank Limited	17,491,383	8,903,238	
Jamuna Bank Limited	1,982,741	41,877	
State Bank of India	6,101,975	5,704,912	
The City Bank Limited	841,142	2,411,075	
National Bank Limited	4,192,839	15,912,988	
Dutch Bangla Bank Limited	28,631,692	11,110,853	
Prime Bank Limited	14,172,790	98,895,590	
United Commercial Bank Limited	1,737,327	1,683,374	
Mutual Trust Bank Limited	1,187,252	752,501	
Pubali Bank Limited	5,553,734	5,677,719	
Janata Bank Limited	2,759,588	4,710,840	
Dhaka Bank Limited	351,800	23,821,650	
Shahjalal Islami Bank Limited	8,137,241	2,590,483	
Uttara Bank Limited	6,297	6,987	
Brac Bank limited	16,905,039	17,053,247	
Islami Bank Bangladesh Limited	16,103,806	7,605,860	
Standard Chartered Bank	14,809,834	14,408,585	
IFIC Bank Limited	2,717,352	1,399,309	
The Hongkong And Shanghai Banking Corporation Limited	1,932,516	1,790,236	
National Credit and Commerce Bank Limited	4,930,097	2,085,084	
One Bank Limited- Dividend account	5,905,237	5,814,469	
Dutch bangla Bank Limited- Dividend account	5,854,693	5,804,368	
United Commercial Bank Limited- Dividend account	15,633,562	15,500,785	
South East Bank Limited-Dividend account	2,877,970	2,848,950	
Bank Asia	2,692,620	2,861,813	
Arab Banagladesh Bank Ltd	281,102	20,118,514	
Agrani Bank Ltd.	5,524	5,869	
Eastern Bank Ltd.		383,177	
Trust Bank Limited	3,505	3,850	
Premier Bank Limited	1,086,492	-	
NRB Bank Limited	112,888	-	
Term deposits	187,961,543	280,321,478	
	1,474,171,132	1,920,310,773	
	1,669,702,722	2,201,084,256	
16.00 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 %	Face Value(Taka)
1 Mohammed Jahangir Alam	23,024,925	15.50%	230,249,250
2 Alihaj Md. Khabir Uddin Mollah	23,388,750	15.75%	233,887,500
3 Md. Alamgir Kabir	14,397,075	9.70%	143,970,750
4 Mollah Mohammad Maznu	12,127,500	8.17%	121,275,000
5 Md. Mizanur Rahman Mollah	12,127,500	8.17%	121,275,000
6 Md. Almas Shumul	7,276,500	4.90%	72,765,000
7 Alihaj Md. Abdur Rouf	2,598,750	1.75%	25,987,500
8 Md. Ashrafuzzaman	2,598,750	1.75%	25,987,500
9 Md. Abdul Alad	2,079,000	1.40%	20,790,000
10 General Public	48,881,250	32.92%	488,812,500
	148,500,000	100%	1,485,000,000
17.00 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 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)
	2,956,560,000		2,956,560,000
18.00 Long term borrowing net-off current maturity			
a)Term loan	1,817,655,704		2,141,447,569
	1,817,655,704		2,141,447,569
Unit-V			
Standard Chartered Bank	449,003,225		558,280,937
Prime Bank Limited	970,510,552		1,098,065,262
	1,419,513,777		1,656,346,199
Mother Vessel			
Dhaka Bank Limited	397,003,010		464,646,587
	397,003,010		464,646,587
Others			
HSBC and Pubali Bank Limited	1,138,918		20,454,783
	1,138,918		20,454,783
b) Hire purchase loan			
Prime Bank Limited	29,521,375		32,125,178
Shahjalal Islami Bank Limited			-
Dhaka Bank Limited	126,392,760		142,285,332
	155,914,135		174,410,510
	1,973,569,839		2,315,858,079
Less - current portion of long term borrowing (note 23.00)	727,796,697		740,527,887
	1,245,773,142		1,575,330,192

			31.12.2019 Taka	30.06.2019 Taka		
19.00	Liabilities for gratuity					
	Gratuity					
	Opening balance		162,593,244	131,243,324		
	Add : provision made during the period		22,312,764	47,204,464		
			184,906,008	178,447,788		
	Less : payments/adjustment made during the period		4,978,458	15,854,545		
	Closing balance		179,927,550	162,593,244		
20.00	Deferred tax liabilities					
	Opening balance		593,554,602	494,009,179		
	Add : provision during the period		27,867,253	99,545,423		
	Closing balance		621,421,855	593,554,602		
20.01	Details of deferred tax calculation					
	(a) The tax effects of temporary differences arise from tax base and accounting base of relevant assets and liabilities:					
		Accounting Base	Tax base	Temporary Difference	Tax @ 25%	Tax @ 25%
	Deferred tax assets					
	Provision for gratuity	-	179,927,550	179,927,550	44,981,888	40,648,311
	Allowance for doubtful debt and impairment	-	43,931,107	43,931,107	10,982,777	10,982,777
					55,964,664	51,631,088
	Deferred tax liabilities					
	Property, plant and equipment	7,241,666,069	4,532,119,989	(2,709,546,080)	(677,386,520)	(645,185,690)
					(677,386,520)	(645,185,690)
					(621,421,856)	(593,554,602)
	(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				(111,162,543)	(118,885,640)
	Less : transferred to retained earnings				3,502,392	7,723,097
	Closing balance				(107,660,151)	(111,162,543)
	Total				(729,082,007)	(704,717,145)
21.00	Trade payables					
	Suppliers				133,556,627	159,397,469
					133,556,627	159,397,469
22.00	Other payables					
	Creditor for other finance (note: 22.01)				156,521,764	159,610,661
	Creditor for revenue expenses (note: 22.02)				187,866,322	159,358,868
					344,388,086	318,969,529
22.01	Creditor for other finance (note: 22)					
	VAT deduction at source				108,721,949	101,353,178
	Tax deduction at source				8,136,201	5,046,312
	Payable to employees provident fund				6,413,157	25,516,191
	Advance against motor car and Motor cycle				28,435,041	24,498,613
	Employee tax payable				4,815,417	3,196,366
					156,521,764	159,610,660
22.02	Creditor for revenue expenses (note: 22)					
	Salaries, wages & overtime payable				36,264,891	38,772,338
	Audit and professional fees				-	805,000
	Electricity bill				77,099,158	54,269,701
	Utility bill				2,720	4,786
	Payable against financial expense				62,265,568	54,905,319
	Others				60,400	60,400
	Payable against advertisement expense				6,376,969	8,577,849
	Payable against revenue expense				5,796,616	1,963,475
					187,866,322	159,358,868
23.00	Current portion of long term borrowings					
	a) Term loan				663,294,212	679,441,290
	Unit-V					
	Standard Chartered Bank				224,501,613	223,312,375
	Prime Bank Limited				247,990,477	247,665,973
					472,492,090	470,978,348
	Mother Vessel					
	Dhaka Bank Limited				190,162,762	191,870,617
					190,162,762	191,870,617
	Others					
	HSBC and Pubali Bank Limited				639,360	16,592,325
					639,360	16,592,325
					663,294,212	679,441,290
	b) Hire Purchase loan					
	Prime Bank Limited				19,951,700	21,916,300
	Dhaka Bank Limited				44,550,785	39,170,297
					64,502,485	61,086,597
					727,796,697	740,527,887

	31.12.2019 Taka	30.06.2019 Taka
24.00 Short term loan		
<u>Cash credit (hypothecation)</u>		
One Bank Limited	56,769,378	5,892,452
Prime Bank Limited	32,873,598	327,000
The Hongkong And Shanghai Banking Corporation Limited	47,080,502	30,553,836
Eastern Bank Limited	41,693,332	21,903,398
Jamuna Bank Limited	263,323,372	126,402,179
Bank Alfalah Limited	38,723,729	860,119
Standard Chartered Bank	-	-
United Commercial Bank Limited	92,391,598	11,141,979
Dhaka Bank Limited	72,622,641	-
Dutch Bangla Bank Limited	79,666,800	82,537,171
Habib Bank Limited	45,451,029	40,507,143
Pubali Bank Limited	77,981,854	13,033,122
Brae Bank Limited	38,299,122	-
Agrani Bank Limited	1,378,628,058	1,355,519,402
Commercial Bank of Ceylon	47,563,957	48,749,132
City Bank Limited	14,983,297	-
	<u>2,328,052,266</u>	<u>1,737,426,933</u>
<u>Loan against trust receipts</u>		
One Bank Limited	34,477,628	42,210,294
Dhaka Bank Limited	-	17,764,260
Prime Bank Limited	17,918,353	-
Jamuna Bank Limited	30,594,481	-
	<u>82,990,461</u>	<u>59,974,554</u>
<u>Time loan</u>		
One Bank Limited	-	-
Prime Bank Limited	360,778,663	18,458,000
Eastern Bank Limited	949,568,347	73,588,618
The Hongkong And Shanghai Banking Corporation Limited	778,758,816	833,936,447
Dhaka Bank Limited	428,082,201	293,828,898
Habib Bank Limited	200,000,000	200,000,000
Standard Chartered Bank	214,000,000	728,833,601
Bank Alfalah Limited	300,000,000	170,000,000
Brae Bank Limited	237,100,433	90,000,000
City Bank Limited	636,527,582	-
Commercial Bank of Ceylon	19,516,184	-
Dutch Bangla Bank Limited	85,058,484	-
	<u>4,209,390,711</u>	<u>2,408,645,563</u>
<u>Offshore loan</u>		
Prime Bank Limited	161,965,983	559,152,688
The Hongkong And Shanghai Banking Corporation Limited	236,068,280	1,209,907,950
Dutch Bangla Bank Limited	466,730,846	-
One Bank Limited	2,980,231	54,346,279
Standard Chartered Bank	1,349,608,774	812,656,855
Brae Bank Limited	110,385,853	154,416,793
Dhaka Bank Limited	206,221,668	56,071,206
Bank Alfalah Limited	138,473,375	-
Jamuna Bank Limited	933,725	38,375,508
City Bank Limited	-	249,841,052
United Commercial Bank Limited	-	144,762,563
Eastern Bank Limited	21,246,225	-
Commercial Bank of Ceylon	55,289,802	-
	<u>2,749,904,762</u>	<u>3,279,530,893</u>
<u>Security overdraft</u>		
IPDC	-	53,560,739
Other Bank	72,273,527	128,910,189
	<u>72,273,527</u>	<u>182,470,928</u>
	<u>9,442,611,727</u>	<u>7,668,048,872</u>

	31.12.2019	30.06.2019
	Taka	Taka
	30.09.2019	30.06.2019
	Taka	Taka
25.00 Provision for tax liabilities		
Opening balance	722,216,731	637,499,865
Add : provision made during the period	-	84,716,866
	<u>722,216,731</u>	<u>722,216,731</u>
26.00 Liabilities workers' profit participation fund (WPPF):		
Opening balance	20,561,259	20,511,243
Less : payments made during the period	-	20,511,243
	<u>20,561,259</u>	<u>-</u>
Add : provision made during the period	-	20,561,259
Closing balance	<u>20,561,259</u>	<u>20,561,259</u>

		July 01, 2019 to December 31, 2019		July 01, 2018 to December 31, 2018		October 01, 2019 to December 31, 2019		October 01, 2018 to December 31, 2018	
		Taka		Taka		Taka		Taka	
27.00	Revenue								
	Domestic sales	6,698,883,731		6,696,625,702		3,617,379,182		3,448,084,884	
	Export sales	251,071,177		248,374,424		136,979,036		106,175,371	
	Net sales	6,949,954,908		6,945,000,126		3,754,358,218		3,554,260,255	
28.00	Cost of sales								
	Opening stock of raw materials	949,720,281		749,748,391		954,240,781		748,840,732	
	Add : purchase of raw materials during the period	5,410,063,280		5,604,602,794		3,037,644,278		3,035,107,299	
	Less : closing stock of raw materials	(907,988,562)		(1,080,443,092)		(907,988,562)		(1,080,443,092)	
	Raw material consumed (note: 28.01)	5,451,794,999		5,273,908,093		3,083,896,496		2,703,504,939	
	Factory overhead (note: 28.02)	821,554,429		833,799,598		422,735,691		414,368,567	
	Cost of production	6,273,349,428		6,107,707,691		3,506,632,187		3,117,873,506	
	Add : opening finished goods	2,445		1,994		16,036,296		2,138	
	Cost of goods available for sale	6,273,351,873		6,107,709,685		3,522,668,483		3,117,875,644	
	Less : closing finished goods	(47,798,380)		(2,149)		(47,798,380)		(2,149)	
	Cost of sales	6,225,553,493		6,107,707,536		3,474,870,103		3,117,873,495	
	Less : Duty draw back for export	(20,134,634)		(21,452,508)		(10,987,760)		(9,257,386)	
	Cost of sales	6,205,418,859		6,086,255,027		3,463,882,343		3,108,616,109	
28.01	Raw material consumed								
	Opening stock of raw materials								
		Quantity							
	Clinker	5,031.17	MT	19,204.19	96,619,498.00	119,812,765.00	349,224,076.46	69,998,293.00	
	Gypsum	2,775.51	MT	6,061.17	16,822,850.00	102,945,781.00	6,823,290.92	23,607,703.00	
	Slag	3,108.68	MT	108,165.67	336,252,543.00	277,889,819.00	218,894,225.23	320,403,184.00	
	Fly ash	2,400.39	MT	43,917.75	105,419,915.00	40,800,288.00	92,473,529.14	62,376,992.00	
	Lime stone	2,528.87	MT	116,723.00	295,177,029.00	104,284,693.00	188,990,434.94	154,831,994.00	
	Cement grinding aid	96,084.02	MT	877.06	84,271,644.00	84,271,644.00	84,271,644.00	84,271,644.00	
	Ironil	96,592.58	MT	110.20	10,644,502.00	18,653,210.00	10,208,772.88	29,864,576.00	
	Bags	16.74	PCS	269,544.00	4,512,300.00	1,090,191.00	3,354,807.51	3,486,344.00	
					949,720,281	749,748,391	954,240,781	748,840,732	
	Add : purchased during the year	Quantity							
	Clinker	5,493.98	MT	678,150.28	3,725,744,779.75	3,606,852,304.00	2,039,793,990.53	1,936,111,241.00	
	Gypsum	3,152.35	MT	32,500.00	102,451,478.21	88,051,040.00	102,451,478.21	88,051,040.00	
	Slag	3,177.47	MT	228,835.00	727,115,221.94	1,072,582,981.00	412,776,161.86	554,727,397.00	
	Fly ash	2,527.57	MT	121,296.00	306,583,536.29	282,885,058.00	153,565,932.20	133,055,637.00	
	Lime stone	2,454.36	MT	84,400.00	207,148,358.71	242,011,008.00	146,157,544.72	164,587,050.00	
	Ironil	-	MT	-	-	13,552,669.00	-	-	
	Bulk cement Purchase	-	MT	-	-	16,249,134.00	-	16,249,134.00	
	Bags	16.79	PCS	20,315,450.00	341,019,905.00	282,418,600.00	182,899,170.00	142,325,800.00	
					5,410,063,280	5,604,602,794	3,037,644,278	3,035,107,299	
	Less : closing stock of raw materials	Quantity							
	Clinker		MT	70,831.06	388,241,762.89	137,875,081.00	388,241,762.89	137,875,081.00	
	Gypsum		MT	25,719.12	79,552,310.36	19,314,514.00	79,552,310.36	19,314,514.00	
	Slag		MT	47,233.84	149,041,080.34	441,136,629.00	149,041,080.34	441,136,629.00	
	Fly ash		MT	16,441.79	41,001,871.75	89,200,945.00	41,001,871.75	89,200,945.00	
	Lime stone		MT	61,020.31	152,404,490.62	278,656,638.00	152,404,490.62	278,656,638.00	
	Cement grinding aid		MT	877.06	84,271,644.00	84,271,644.00	84,271,644.00	84,271,644.00	
	Ironil		MT	102.09	9,861,522.57	26,945,428.00	9,861,522.57	26,945,428.00	
	Bags		PCS	215,240.00	3,613,879.60	3,042,213.00	3,613,879.60	3,042,213.00	
					907,988,562	1,080,443,092	907,988,562	1,080,443,092	
	Raw materials consumed								

28.02 Factory overhead

Audit and professional/ consultancy/ legal fees
Bedding and uniform
BWTA expense
Computer accessories
Contribution to PF
Conveyance
Depreciation
Directors' remuneration
Donation and subscription
Electricity and power
Entertainment
Festival bonus
Fuel for motor vehicle and motor cycle
Gratuity
Insurance premium
Group Insurance premium
Labour charge
Leave encashment
Lubricants, diesel oil, gear oil and fuel etc
Medical expenses
Gift and presentation
Mobile phone bill
Office maintenance
Rent and rates
Overtime
Printing, stationeries, schedule and forms
Quality testing expenses
Registration, licence and renewals
Repair & maintenance- vehicle and motor cycle
Spare parts and store expenses
Telephone/ fax expenses
Training and education
Travelling expenses
Wages, salary and allowance

July 01, 2019 to December 31, 2019	July 01, 2018 to December 31, 2018	October 01, 2019 to December 31, 2019	October 01, 2018 to December 31, 2018
Taka	Taka	Taka	Taka
-	190,000	-	380,228
79,516	1,313,578	79,516	1,182,510
3,632,604	6,060,666	1,816,302	1,902,879
148,080	17,848	102,300	6,436
3,011,637	2,848,637	1,630,288	1,485,571
62,013	99,235	27,678	43,654
257,222,439	263,432,495	129,035,108	133,058,966
3,736,834	3,733,620	1,870,024	2,233,620
-	16,000	-	-
407,351,709	402,249,670	220,478,116	203,021,496
1,709,468	2,334,073	689,317	993,011
9,091,905	8,597,422	648,662	-
1,176,406	1,632,907	564,783	769,954
8,423,353	9,149,063	5,323,320	4,535,825
1,997,040	2,010,258	997,332	1,005,129
399,578	380,476	286,735	4,606,127
4,329,360	9,245,645	2,567,491	2,171,448
2,152,789	2,171,448	2,152,789	932,643
2,082,929	1,880,999	228,276	17,642
37,566	41,875	9,579	459,000
157,923	941,100	78,500	192,527
421,670	470,534	198,311	243,684
411,020	440,914	27,376	111,636
3,073,198	3,374,369	1,279,608	1,729,854
1,781,184	4,126,431	891,541	1,833,538
470,975	1,070,495	113,177	655,358
192,512	208,580	82,270	91,875
1,774,294	232,791	138,887	133,423
821,096	666,833	483,511	347,178
19,275,738	18,431,937	6,535,539	7,464,446
1,764	1,764	1,104	1,104
11,519	175,551	10,011	17,496
265,597	1,033,800	233,829	274,936
85,160,714	84,833,156	44,154,411	42,460,354
821,554,429	833,799,598	422,735,691	414,368,567

29.00 Other operating income

Income from mother vessel operation

82,189,125	81,221,625	41,312,250	40,707,562
82,189,125	81,221,625	41,312,250	40,707,562

30.00 Administrative expenses

Advertisement and publicity
Annual general meeting expenses
Audit and professional/ consultancy/ legal fees
Amortization of intangible asset
Bedding and uniform
Board meeting attendance fees
Computer accessories
Contribution to PF
Conveyance
Corporate social responsibility (CSR)
Depreciation
Directors' remuneration
Donation and subscription
DSR/ CSR/ CDBL expenses
Entertainment
Festival Bonus
Fuel for motor vehicle and motor cycle
Gratuity
Insurance premium
Group Insurance premium
Internet
Labour charge
Leave encashment
Gift and presentation
Mobile phone bill
Office maintenance
Rent and rates
Overtime
Printing, stationeries, schedule and forms
Registration, licence and renewals
Repair and maintenance- vehicle
Salary and allowances
Software Maintenance fees
Telephone/ fax expenses
Training and education
Travelling expenses
Utility expenses


392,074	513,509	374,074	436,169
915,838	980,956	915,838	980,956
1,158,500	1,157,735	12,000	413,000
2,541,374	2,610,601	1,270,687	1,470,824
-	17,640	-	17,640
720,000	664,445	540,000	524,445
53,418	69,782	29,668	31,252
2,167,898	2,402,770	1,119,009	1,187,750
666,662	567,937	341,189	296,428
105,000	321,000	57,000	273,000
17,604,433	16,363,091	8,948,482	8,101,150
-	4,800,000	-	2,400,000
615,000	520,000	5,000	-
703,000	597,000	404,500	298,500
1,401,532	3,387,442	639,853	1,633,918
6,876,062	6,875,241	419,043	37,566
1,860,119	1,060,636	975,186	527,972
4,519,922	6,301,842	2,589,331	3,275,003
141,902	1,587	7,510	-
141,015	167,983	93,030	88,650
633,857	640,202	296,000	314,083
235,559	-	-	-
1,539,634	2,066,257	1,532,598	2,066,257
418,000	1,881,026	-	-
750,915	857,090	318,683	399,761
1,881,830	2,909,647	1,006,914	1,876,482
19,240,917	17,235,371	9,596,315	8,609,965
109,468	129,282	44,557	49,771
1,074,727	1,524,713	438,826	794,865
986,743	796,016	460,097	149,575
967,939	2,040,641	433,569	651,859
59,924,974	72,941,478	29,705,834	35,710,407
3,116,322	1,916,417	2,515,576	977,634
16,336	38,976	8,455	25,068
112,625	465,050	-	123,942
734,766	1,155,277	325,598	536,987
1,522,067	1,901,616	623,747	884,802
135,850,426	157,880,255	66,048,169	75,165,678


	July 01, 2019 to December 31, 2019	July 01, 2018 to December 31, 2018	October 01, 2019 to December 31, 2019	October 01, 2018 to December 31, 2018
	Taka	Taka	Taka	Taka
31.00 Selling and distribution expenses				
Advertisement and publicity	43,030,201	42,319,008	21,370,790	14,618,780
BIS expense	376,346	49,663	22,326	49,663
HSTI fees	800,028	750,102	424,977	375,051
C&F expenses for export	1,283,350	1,352,800	1,040,800	104,280
Computer accessories	49,279	113,810	44,929	53,000
Contribution to PF	3,340,159	2,910,736	1,806,183	1,521,983
Conveyance	5,341,011	802,573	3,390,747	445,605
Corporate social responsibility (CSR)	475,031	560,000	359,531	560,000
Carriage expense	2,595,000	3,058,965	1,641,000	1,894,072
Depreciation	39,932,554	35,591,160	19,997,189	22,155,689
Directors' remuneration	3,736,834	3,733,620	1,870,024	2,233,620
Donation and subscription	50,000	446,630	50,000	446,630
Entertainment	4,279,073	5,060,902	2,223,049	3,022,986
Fair and exhibition	-	30,600	-	-
Festival bonus	9,317,860	8,496,322	797,690	192,307
Fuel for motor vehicle and motor cycle	2,266,900	3,551,506	1,121,710	1,959,322
Gratuity	9,369,489	9,229,368	6,115,391	4,738,926
Group insurance premium	351,332	286,675	265,137	149,913
Gift and presentation	800,212	1,568,936	455,887	813,804
Insurance premium	365,723	1,780	36,816	-
Labour charges	9,280,000	9,773,748	4,822,110	5,128,632
Leave encashment	2,575,627	2,367,617	2,562,829	2,359,112
Meeting expenses	2,000,000	7,451,634	2,000,000	7,451,634
Mobile phone bill	3,243,741	3,364,192	1,554,163	1,740,165
Office maintenance	1,106,343	945,456	505,558	551,922
Rent and rates	3,732,265	3,293,674	2,257,300	1,492,890
Outstation allowance/ house rent/ TA-DA	2,222,638	2,297,533	1,167,591	1,298,913
Overtime	138,004	252,350	85,919	98,292
Printing stationeries, schedule and forms	1,510,580	1,294,088	570,610	346,560
Promotional expenses	694,393	4,028,124	658,577	1,342,570
Quality testing expenses	396,349	1,555,001	205,422	790,338
Registration, licence and renewals	5,141,234	2,767,094	1,077,305	1,192,028
Repair & maintenance- vehicle and motor cycle	1,184,938	886,609	600,500	657,065
Salary and allowances	91,055,679	89,830,908	48,134,620	45,947,114
Training and education	1,195,370	46,000	1,195,370	-
Travelling expenses	2,149,396	3,948,281	1,385,139	3,259,287
	255,386,938	254,017,463	131,817,188	128,992,150
32.00 Non operating income				
Sales of scrap	3,175,264	4,406,180	1,473,054	1,394,905
Other income	17,876,442.00	6,329,211	11,086,826	2,608,267.00
Profit (loss) on sale of assets	-	(4,100,818)	-	(4,100,818.00)
Realised profit / (loss) on sale of share	(6,371.04)	(228,445)	(3,606.14)	27,582.00
Unrealised profit / (loss) on investment on share	(7,705,350.07)	-	(3,761,920)	-
Dividend on share	105,064.49	1,155,051	100,678	458,101.00
	13,445,049	7,561,179	8,895,032	388,037


	July 01, 2019 to December 31, 2019	July 01, 2018 to December 31, 2018	October 01, 2019 to December 31, 2019	October 01, 2018 to December 31, 2018
	Taka	Taka	Taka	Taka
33.00 Financial cost and income				
33.01 Net exchange gain/ (loss)	(30,648,519)	(15,346,732)	(28,606,668)	(13,576,355)
Bank charge and commission	(5,100,567)	(16,753,882)	(3,926,833)	(5,148,255)
Bank interest	(484,736,173)	(466,567,316)	(266,270,061)	(256,223,333.00)
Total finance cost	(520,485,260)	(498,667,930)	(298,803,562)	(274,947,943)
33.02 Interest income from FDR and others	61,278,789.16	124,955,510.00	27,031,127.13	56,976,724.00
Total finance income	61,278,789	124,955,510	27,031,127	56,976,724
Net finance cost	(459,206,471)	(373,712,420)	(271,772,435)	(217,971,219)
34.00 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	241,918,958.00	16,178,724.00	129,884,639.00	15,316,159.00
Deferred tax expenses	27,867,253.47	22,373,125.00	13,985,885.47	67,340.00
	269,786,211	38,551,849	143,870,524	15,383,499
34.01 Current Tax Expenses				
Current Tax expenses has been computed in accordance with the Income Tax Ordinance 1984 by considering applicable rate for the Income year 2019-2020.				
34.02 Deferred Tax Expenses				
The tax effects of temporary differences arise from tax base and accounting base of relevant assets and liabilities. Tax base amount has been taken from the Assessment order of Income year 2016-2017 issued by the Deputy Commissioner of Taxes.				
34.03 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 period	(10,273,612)	154,207,396	-123,303,158.5	61,533,998
Less : share of profit of equity-accounted investees				
	(10,273,612)	154,207,396	(123,303,159)	61,533,998
Tax on accounting profits @ 25.00%	241,918,958	38,551,849	-129,884,639	15,383,499
Add/deduct : 10% rebate for dividend paid				
Add/deduct : Effects of tax rate change				
Add/deduct : Effects of permanent difference				
Add/deduct : Effects of provision adjustment due to finalization of prior year assessment.				
Tax expenses for the year	241,918,958	38,551,849	(129,884,639)	15,383,499
35.00 Earnings per share (BAS - 33)				
Basic earnings per share				
Earning attributable to ordinary shareholders	(280,059,824)	115,655,547	(267,173,683)	46,150,498
Weighted average number of ordinary shares (calculation as below)	148,500,000	148,500,000	148,500,000	148,500,000
Earnings Per Share(Basic & Diluted)	(1.89)	0.78	(1.80)	0.31
36.00 Net Asset Value (NAV) per share				
Net assets (total assets - total liabilities)	6,735,420,276.04	7,020,833,871.00	-	-
Number of ordinary shares	148,500,000.00	148,500,000.00	148,500,000.00	148,500,000.00
Net asset value (NAV) per share	45.36	47.28	-	-


37.00 Events after the reporting period

The Board of Directors in their meeting held on 27 October 2019 have recommended cash dividend @10% i.e. Tk. 1.00 (one taka) per share of Tk. 10 each aggregating to Tk. 148,500,000 for the year ended 30 June 2019 subject to approval of the shareholders in the Annual General Meeting scheduled held on 19 December 2019. The financial statements for the half year ended 31 December 2019 include the effect of the cash dividend which will be accounted for in the period when shareholders' right to receive payment is established.


 Md. Mozharul Islam, FCS
 Sr.GM & Company Secretary


 Mollah Mohammad Yamin
 Managing Director


 Md. Alamgir Kabir
 Director


 Md. Abdul Kayum, FCMA
 Chief Financial Officer (CC)

**Clarification in support of deviation in the financial results during
the half year ended 31 December, 2019**

Gross Profit Analysis:

Revenue has increased by Tk. 0.49 Cr. (0.07% rise) in half year of 2019-20 in comparison with the corresponding period of last year due to increase in sales volume in comparison with previous year. At the same time prices have also dropped due to intense competition. However, raw materials price is higher in this period in comparison with same period of last year due to Government Tax and VAT policy which reduces our GP percentage by 1.65%.

Furthermore, factory overhead decreased by Tk. 1.21 Cr. mainly due to depreciation decreased in half year of 2019-20 in comparison with the same period of 2018-19.

Operating Profit Analysis:

Operating profit has decreased by Tk. 9.25 Cr. (17.53% reduction) in half year ended 2019-20 in comparison with corresponding period of last year.

Administrative expense has decreased by Tk. 2.20 Cr. (13.95% reduction) mainly due to decrease of salary and allowance and gratuity.

Selling and Distribution expense has increased by 0.14 Cr. (0.54% increase) mainly due to increase of advertisement and publicity expenses by Tk. 0.07 Cr. and salary and allowances by 0.12 Cr. In comparison with corresponding period of last year.

In other words, other operating income has increased by Tk. 0.09 Cr. due to income generated from mother vessel(s) and higher rent.

Earnings Per Share (EPS):

Further to the above, finance cost has been increased by Tk. 2.18 Cr. Interest income has dropped by Tk. 6.37 Cr. Current tax is also increased by Tk. 22.58 Cr. in this period in comparison with previous year. As a result, net profit after tax is decreased by Tk. 39.57 Cr. which results in EPS decreased to Tk. (1.89) in the half year ended 2019-20 in comparison with corresponding period of last year.

Increase in Total Assets and Liabilities:


In the reporting period, total assets have increased by Tk. 119.70 Cr. from last year in which inventories increased by Tk. 80.94 Cr. due to stock in transit increased in this period and trade receivables increase of Tk. 115 Cr.

Liabilities have been increased by Tk. 162.20 Cr. mainly due to increase of short term loan by Tk. 177.45 Cr. in the half year ended 2019-20.

Statement of Cash Flows:

Cash flow from operating activities has decreased by Tk. 182 Cr. during the period for the following reasons:

- Higher buildup of inventory to offset adverse movement in prices, advances to suppliers and higher prices of raw materials.
- Higher accounts receivables due to intense competition in the market leading to higher credit given by all cement manufacturers to the channel.
- Decrease in financial income due to sharp drop in fixed deposits in this period.


Md. Abdul Kayum, FCMA
Chief Financial Officer
M.I. Cement Factory Ltd.