

M.I. CEMENT FACTORY LIMITED
Statement of Financial Position(Un-audited)
As at 31 December, 2018

	Notes	31.12.2018 Taka	30.06.2018 Taka
ASSETS			
Non- current assets		8,591,765,437	8,142,906,906
Property, plant and equipment	4	8,114,897,042	7,797,130,370
Capital work in progress	5	476,868,395	345,775,536
Intangible asset	6	44,380,226	34,529,855
Investment in associate companies	7	232,155,086	232,155,086
Current assets		12,804,096,086	11,304,321,269
Investment in shares	8	56,304,781.15	56,337,091
Inventories	9	1,382,037,777.65	1,052,792,176
Trade receivables	10	2,679,283,874.63	2,395,121,071
Current account with sister concerns	11	890,661,776.43	467,229,310
Other receivables	12	198,343,693.27	271,239,082
Advances, deposits and prepayments	13	617,257,409.74	665,814,170
Advance income tax	14	2,367,240,287.02	2,082,343,006
Cash and cash equivalents	15	4,612,966,486.52	4,313,445,362
TOTAL ASSETS		21,672,396,834	19,713,912,115
EQUITY AND LIABILITIES			
Shareholders' equity		7,020,833,871	7,124,354,456
Share capital	16	1,485,000,000	1,485,000,000
Share premium	17	2,956,560,000	2,956,560,000
Retained earnings		1,954,615,991	2,047,144,674
Revaluation reserve		624,657,880	635,649,782
LIABILITIES		2,710,829,268	2,759,999,810
Non-current liabilities		2,710,829,268	2,759,999,810
Long term borrowing net off current maturity	18	1,924,945,733	2,015,861,668
Liabilities for gratuity	19	154,189,459	131,243,324
Deferred tax liability	20.01	631,694,076	612,894,819
Current liabilities and provision		11,940,733,695	9,829,557,849
Trade payables	21	205,152,639	193,298,498
Other payables	22	352,343,095	239,027,243
Current portion of long term borrowings	23	756,516,326	729,555,651
Short term loan	24	9,685,079,394	7,972,543,254
Provision for tax liabilities	25	653,678,589	637,499,865
Liabilities for WPPF	26	28,221,613	20,511,243
Payable to IPO applicants		12,834,382	12,834,431
Unclaimed dividend		24,157,658	24,287,664
Dividend payable		222,750,000	-
TOTAL LIABILITIES		14,661,562,963	12,589,557,659
TOTAL EQUITY AND LIABILITIES		21,672,396,834	19,713,912,115
Net Asset Value per share	36	47.28	47.98

The annexed notes 1 to 37 form an integral part of these financial statements.

Mohammed Jahangir Alam
Chairman

Alhaj Md.Khabir Uddin Mollah
Managing Director

Md. Alamgir Kabir
Director

Md.Abdul Kayum, FCMA
Chief Financial Officer(Current charge)

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

Dhaka,
28 January 2019

M.I. CEMENT FACTORY LIMITED
Statement of Profit or Loss and other Comprehensive Income (Unaudited)
For the half year ended 31 December, 2018

	Notes	July 01,2018 to December 31,2018	July 01,2017 to December 31,2017	October 01,2018 to December 31,2018	October 01,2017 to December 31,2017
		Taka	Taka	Taka	Taka
Revenue	27	6,945,000,126	5,362,738,927	3,554,280,255	3,125,455,655
Cost of sales	28	(6,086,255,027)	(4,589,586,475)	(3,108,616,109)	(2,655,339,259)
Gross profit		858,745,099	773,152,452	445,644,146	470,116,397
Other operating income	29	81,221,625	73,216,000	40,707,562	37,444,000
Administrative expenses	30	(157,880,255)	(139,954,356)	(75,165,678)	(83,024,390)
Selling and distribution expenses	31	(254,017,463)	(286,066,790)	(128,992,150)	(213,395,016)
Operating profit		528,069,007	420,347,306	282,193,880	211,140,990
Non-operating income	32	7,561,179	11,793,966	388,037	5,907,249
Finance income	33.01	124,955,510	78,754,279	56,976,724	31,535,254
Finance cost	33.02	(498,667,930)	(358,989,743)	(274,947,943)	(195,102,024)
Profit before WPPF & income tax		161,917,766	151,905,808	64,610,698	53,481,469
Workers' profit participation fund(WPPF)		(7,710,370)	(7,233,610)	(3,076,700)	(2,546,737)
Profit before income tax		154,207,396	144,672,198	61,533,998	50,934,733
<u>Income tax expenses</u>		<u>(38,551,849)</u>	<u>(36,168,050)</u>	<u>(15,383,499)</u>	<u>12,733,637</u>
Current tax	34.01	(16,178,724)	(10,614,432)	(15,316,159)	(6,410,043)
Deferred tax	34.02	(22,373,125)	(25,553,617)	(67,340)	19,143,680
Net profit after tax for the period		115,655,547	108,504,149	46,150,498	38,200,912
Earnings per share	35	0.78	0.73	0.31	0.26

The annexed notes 1 to 37 form an integral part of these financial statements.

Mohammed Jahangir Alam
Chairman

Md. Abdul Kayum, FCMA
Chief Financial Officer (Current charge)

Alhaj Md. Khabir Uddin Mollah
Managing Director

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

Md. Alamgir Kabir
Director

Dhaka,
28 January 2019

M.I. CEMENT FACTORY LIMITED

**Statement of Changes in Equity(Un-audited)
For the half year ended 31 December, 2018**

Particulars	Share Capital	Retained Earnings	Share Premium	Revaluation Reserve	Total Equity
	Taka	Taka	Taka	Taka	Taka
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
Balance as on 01 July 2017	1,485,000,000	1,996,018,828	2,956,560,000	660,215,921	7,097,794,749
Cash dividend paid 20%		(297,000,000)			(297,000,000)
Revaluation reserve realised	-	25,854,022	-	(25,854,022)	-
Profit for the period ended July 01,2017 to December 31,2017	-	108,504,149	-	-	108,504,149
Deferred tax liability	-	8,611,329	-	-	8,611,329
Total as on 31 December 2017	1,485,000,000	1,841,988,327	2,956,560,000	634,361,899	6,917,910,227


Mohammed Jahangir Alam
Chairman


Md. Alamgir Kabir
Director


Alhaj Md. Khabir Uddin Mollah
Managing Director


Md. Abdul Kayum, FCMA
Chief Financial Officer(Current charge)


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

M.I. CEMENT FACTORY LIMITED

Statement of Cash Flows
For the half year ended 31 December, 2018

	July 01,2018 to December 31,2018	July 01,2017 to December 31,2017
	Taka	Taka
Cash flows from operating activities		
Cash received from customers	6,660,837,322	4,081,371,817
Cash received from other operating income	136,687,500	181,921,286
Cash received from non operating income	7,789,624	11,793,966
Cash received from term financial activities	142,385,024	74,566,832
Cash paid to suppliers & employees	(6,117,267,857)	(4,174,359,537)
Cash paid for operating expenses	(198,070,854)	(393,975,318)
Income tax paid	(284,897,281)	(272,264,058)
Net cash flows from operating activities	347,463,478	(490,945,013)
Cash flows from investing activities		
Acquisition of property, plant and equipments	(573,367,718)	(2,820,105,230)
Proceeds from sale of property, plant and equipments	1,001,315	-
Increase/(decrease) of Payment for capital work in progress	(201,730,243)	1,831,371,284
Investment in shares	(196,135)	(10,415,963)
Paid to associates companies	(423,432,466)	(549,931,094)
Net cash used in investing activities	(1,197,725,248)	(1,549,081,003)
Cash flows from financing activities		
Receipt/(Repayment) of short term loan	1,712,536,140	1,828,659,907
Receipt/(Repayment) of long term loan	(63,955,260)	699,050,417
Paid against financial expense	(498,667,930)	(359,777,691)
Increase/(decrease) of IPO application funds due to foreign exchange fluctuation	(49)	-
Dividend paid	(130,006)	(50,240)
Net cash flows from financing activities	1,149,782,895	2,167,882,393
Effect of exchange rates on cash and cash equivalents	3,918,127	5,584,025
Net increase/(decrease) in cash and cash equivalents	299,521,125	127,856,376
Cash and cash equivalents at beginning of the period	4,313,445,362	3,856,614,400
Cash and cash equivalents at end of the period (Note-15)	4,612,966,487	3,984,470,776
Net operating cash inflows per share	2.34	(3.31)


Mohammed Jahangir Alam
Chairman


Alhaj Md. Khabir Uddin Mollah
Managing Director


Md. Alamgir Kabir
Director


Md. Abdul Kayum, FCMA
Chief Financial Officer (Current charge)


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

	31.12.2018 Taka	30.06.2018 Taka
4.00 Property, plant and equipment		
A. Cost		
Opening balance	10,523,902,600	6,908,574,547
Add : addition during the period	638,255,551	3,615,328,053
	11,162,158,151	10,523,902,600
Less : disposal during the period	10,330,569	-
Total(A)	11,151,827,582	10,523,902,600
B. Accumulated depreciation		
Opening balance	2,726,772,230	2,199,068,595
Add : charged during the period	315,388,746	527,703,634
	3,042,158,976	2,726,772,230
Less : adjustment for disposal during the period	5,228,436	-
Total(B)	3,036,930,540	2,726,772,230
C. Carrying amount (A-B)	8,114,897,042	7,797,130,370
A separate schedule of property, plant and equipment is given in annexure-A.		
5.00 Capital work in progress		
Machineries and equipments	207,081,696	277,719,081
Construction of silo	197,838,220	1,416,232
Building construction	51,106,893	50,116,082
Jetty construction	3,376,174	-
SAP project	-	-
Construction of slag shed	-	-
Others	17,465,412	16,524,141
	476,868,395	345,775,536
6.00 Intangible Assets(Software)		
Opening balance	38,366,505	-
Add : addition during the period	12,460,973	38,366,505
Less : disposal during the period	-	-
	50,827,478	38,366,505
Accumulated Amortization		
Opening balance	3,836,651	-
Add : addition during the period	2,610,602	3,836,651
Less : disposal during the period	-	-
	6,447,252	3,836,651
Carrying amount	44,380,226	34,529,855
7.00 Investment in associate company (note 3.16)		
Crown Power Generation Limited (CPGL)	-	-
Less : share of profit/(loss) from investment	-	-
(a) Net investment in CPGL	-	-
Crown Mariners Limited (CML)	231,655,086	198,584,589
Add : share of profit/(loss) from investment	-	31,776,497
Add : share money deposit	-	1,294,000
(b) Net investment in CML	231,655,086	231,655,086
Crown Cement Concrete and Building Products Limited (CCCBPL)	500,000	-
Less : share of profit/(loss) from investment	-	-
Add : share money deposit	-	500,000
(c) Net investment in CCCBPL	500,000	500,000
Crown Transportation & Logistics Limited (CTLL)	-	-
Less : share of profit/(loss) from investment	-	-
(d) Net investment in CTLL	-	-
Net investment in associate company(a+b+c+d)	232,155,086	232,155,086
8.00 Investment in shares		
Opening balance	56,337,091	379,375,055
Add : addition during the period	166,505	13,822,770
Less : disposal during the period	4,106	332,760,677
	56,499,490	60,437,148
Less: adjustment for unrealised gain/(loss)	(194,709)	(4,100,057)
	56,304,781	56,337,091

		31.12.2018 Taka	30.06.2018 Taka
9.00 Inventories			
Closing stock	Quantity		
Clinker	MT 26,976.30	137,875,081	119,812,765
Gypsum	MT 6,488.47	19,314,514	102,945,781
Slag	MT 134,952.35	441,136,629	277,889,819
Fly ash	MT 38,436.93	89,200,945	40,800,288
Lime stone	MT 105,584.83	278,656,638	104,284,693
Izonil	MT 314.29	26,945,428	18,653,210
Cement grinding aid	MT 877.06	84,271,644	84,271,644
Finished cement	MT 0.40	2,149	1,994
Bags	PCS 184,169	3,042,213	1,090,191
Stores & spare parts		301,592,536	303,041,791
		1,382,037,778	1,052,792,176
10.00 Trade receivables			
Corporate		791,340,783	685,205,994
Dealers		1,309,538,080	1,210,186,713
Distributors		62,313,059	46,531,892
Other customers		537,094,153	474,198,672
Transport bill		193,200	193,200
		2,700,479,275	2,416,316,471
Less : allowance for doubtful debt		21,195,400	21,195,400
Trade receivables net of allowance for doubtful debt		2,679,283,875	2,395,121,071
11.00 Current account with sister concerns			
Crown Power Generation Limited		33,789,105	31,514,769
Crown Polymer Bagging Limited		407,118,013	49,094,026
Crown Cement Concrete and Building Products Limited		88,060,185	243,300,723
Crown Transportation & Logistic Limited		75,891,910	6,130,807
Crown Cement Trading Company		152,979,763	153,558,013
Crown Mariners Limited		153,700,586	4,508,755
		911,539,561	488,107,095
Less : impairment allowance		20,877,785	20,877,785
Current account with sister concerns net of allowance for doubtful debt		890,661,776	467,229,310
12.00 Other receivables			
Interest income receivable on FDR		63,366,628	80,796,142
Receivable from Crown Maritime and Shipping Services		132,020,125	187,486,000
Receivable from Alunited Maritime Business (Pvt) Ltd.		2,956,940	2,956,940
		198,343,693	271,239,082
13.00 Advance, deposits and prepayments			
(a) Advances			
Advance to parties/ contractors		314,917,805	224,666,798
Advance to employee against works		92,576,143	83,316,653
Advance to employee against salary		5,108,800	5,279,760
Advance against rent		7,341,670	8,231,440
VAT current account		115,286,089	128,749,314
Advance to others		8,617,428	152,149,754
		543,847,935	602,393,719
(b) Deposits			
Security deposit and other deposit		20,911,528	22,764,206
Margin for bank guarantee		6,188,806	5,880,221
L/C margin deposit		9,220,488	364,074
		36,320,821	29,008,501
(c) Pre-paid expense			
Insurance premium		2,534,862	3,467,470
BSTI Expense		3,599,632	4,349,734
BIS Expense		141,396	191,059
Advertisement and publicity		18,150,055	23,528,456
Others		10,856,951	2,166,233
BIWTA expense		3,805,758	-
CDBL Expense		-	597,000
Chittagong Chamber of Commerce Industry(CCCI)		-	112,000
		37,088,654	34,411,951
		617,257,410	665,814,170

14.00 Advance income tax

Opening balance
Add : paid during the period

31.12.2018 Taka	30.06.2018 Taka
2,082,343,006	1,492,092,598
284,897,281	590,250,408
2,367,240,287	2,082,343,006

15.00 Cash and cash equivalents**Cash in hand**

Cash in hand- Head office
Cash in hand- Factory

12,367,050	10,474
656,097	1,726,900
13,023,147	1,737,374

Cash at bank

One Bank Limited
South East Bank Limited
Mercantile Bank Limited
Jamuna Bank Limited
State Bank of India
The City Bank Limited
National Bank Limited
Dutch Bangla Bank Limited
Prime Bank Limited
United Commercial Bank Limited
Mutual Trust Bank Limited
Pubali Bank Limited
Janata Bank Limited
Dhaka Bank Limited
Shahjalal Islami Bank Limited
Uttara Bank Limited
Brac Bank limited
Islami Bank Bangladesh Limited
Standard Chartered Bank
IFIC Bank Limited
National Credit and Commerce Bank Limited
One Bank Limited- Dividend account
Dutch bangla Bank Limited- Dividend account
United Commercial Bank Limited- Dividend account
South East Bank Limited-Dividend account
Bank Asia Limited
Arab Bangladesh Bank Limited
Agrani Bank Limited
Eastern Bank Limited
The Hongkong And Shanghai Banking Corporation Limited
Commercial Bank of Ceylon Limited
Trust Bank Limited

469,787	166,684
1,372,235	2,644,959
5,444,122	8,713,981
4,227	4,802
4,921,880	4,337,187
4,915,574	612,140
5,219,199	3,809,340
10,849,476	7,313,797
230,743,360	64,753,302
14,322,433	6,372,147
948,363	5,410,928
6,860,314	-
612	4,873,331
2,870,715	854,384
2,380,961	6,606,477
8,137	4,416
16,691,661	16,589,359
3,828,358	9,595,822
17,492,182	12,904,100
344,674	1,104,507
1,583,334	1,452,878
5,719,354	5,631,757
5,752,880	5,696,533
1,109,327	14,337,639
2,819,113	2,793,489
1,836,523	2,944,384
803	1,378
6,790	7,825
-	4,846,383
5,422,962	9,905,422
49,990	-
4,425	-
353,993,768	204,289,352

Term deposits

4,245,949,571	4,107,418,637
4,612,966,487	4,313,445,362

16.00 Share capitalAuthorised 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)	Face Value(Taka)
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	233,887,500
3	Md. Alamgir Kabir	14,397,075	9.70%	143,970,750	143,970,750
5	Molla Mohammad Maznu	12,127,500	8.17%	121,275,000	121,275,000
6	Md. Mizanur Rahman	12,127,500	8.17%	121,275,000	121,275,000
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	488,812,500
		148,500,000	100%	1,485,000,000	1,485,000,000

	31.12.2018 Taka	30.06.2018 Taka
17.00 Share premium		
This represents share premium of Taka 3,048 million raised by issuing 30 million of ordinary shares @ 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)
	2,956,560,000	2,956,560,000
18.00 Long term borrowing net-off current maturity		
a) Term loan	2,475,989,485	2,653,416,900
Unit-V		
Standard Chartered Bank Limited	665,576,588	774,656,095
Prime Bank Limited	1,212,803,264	1,200,929,844
	1,878,379,852	1,975,585,939
Mother Vessel		
Dhaka Bank Limited	529,587,316	584,862,858
	529,587,316	584,862,858
Others		
HSBC and Pubali Bank Limited	68,022,317	92,968,105
	68,022,317	92,968,105
b) Hire purchase loan		
Prime Bank Limited	47,957,379	54,495,041
Shahjalal Islami Bank Limited	-	2,239,356
Dhaka Bank Limited	157,515,195	35,266,022
	205,472,573	92,000,419
	2,681,462,059	2,745,417,318
Less : current portion of long term borrowing (Note: -23.00)	756,516,326	729,555,651
	1,924,945,733	2,015,861,668
19.00 Liabilities for gratuity		
Gratuity		
Opening balance	131,243,324	92,279,541
Add : provision made during the period	25,674,764	46,377,886
	156,918,088	138,657,427
Less : payments/adjustment made during the period	2,728,629	7,414,103
Closing balance	154,189,459	131,243,324
20.00 Deferred tax liabilities		
Opening balance	494,009,179	400,628,425
Add : provision during the period	22,373,125	93,380,754
Closing balance	516,382,304	494,009,179
20.01 Details of deferred tax calculation		
(a) The tax effects of temporary differences arises from tax base and accounting base of relevant assets and liabilities:		
Deferred tax assets		
Provision for gratuity	38,547,365	32,810,831
Liabilities for employee provident fund	2,393,472	555,985
Audit fees payable	54,625	162,500
Allowance for doubtful debt and impairment	10,518,296	10,518,296
Intangible asset	11,095,056	-
	62,608,814	44,047,612
Deferred tax liabilities		
Property, plant and equipment	(578,991,119)	(538,056,791)
	(578,991,119)	(538,056,791)
	(516,382,304)	(494,009,179)
(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	(118,885,640)	(126,832,579)
Less : transferred to retained earnings	3,573,868	7,946,939
Closing balance	(115,311,772)	(118,885,640)
Total	(631,694,076)	(612,894,819)
21.00 Trade payables		
Suppliers	205,152,639	193,298,498
	205,152,639	193,298,498

	31.12.2018 Taka	30.06.2018 Taka
22.00 Other payables		
Creditor for other finance (Note 22.01)	160,156,332	111,800,191
Creditor for revenue expenses (Note 22.02)	192,186,763	127,227,052
	352,343,095	239,027,243
22.01 Creditor for other finance (Note 22)		
VAT deduction at source	93,883,837	76,215,961
Tax deduction at source	30,722,862	11,096,041
Payable to employees provident fund	9,573,888	2,223,940
Advance against motor cycle and motor car	20,289,711	16,898,594
Employee tax payable	5,686,035	5,365,656
	160,156,332	111,800,191
22.02 Creditor for revenue expenses (Note 22)		
Salaries, wages & overtime payable	46,892,750	37,150,317
Audit and professional fees	218,500	650,000
Electricity bill	72,420,111	-
Telephone bill	-	6,813
Utility bill	114,397	-
Payable against financial expense	61,566,773	80,742,507
Others	60,400	60,400
Payable against advertisement expense	6,595,181	6,001,176
Payable against revenue expense	4,318,651	2,615,838
	192,186,763	127,227,052
23.00 Current portion of long term borrowings		
a) Term loan	712,829,358	685,184,480
<u>Unit-V</u>		
Standard Chartered Bank Limited	221,858,863	221,330,313
Prime Bank Limited	243,437,232	231,049,285
	465,296,095	452,379,598
<u>Mother Vessel</u>		
Dhaka Bank Limited	197,915,626	183,032,539
	197,915,626	183,032,539
<u>Others</u>		
HSBC and Pubali Bank Limited	49,617,637	49,772,343
	49,617,637	49,772,343
b) Hire purchase loan		
Prime Bank Limited	31,347,000	36,278,671
Shahjalal Islami Bank Limited	-	2,322,325
Dhaka Bank Limited	12,339,968	5,770,175
	43,686,968	44,371,171
	756,516,326	729,555,651
24.00 Short term loan		
<u>Cash credit (hypothecation)</u>		
One Bank Limited	29,304,824	106,018,241
Prime Bank Limited	16,039,865	327,000
The Hongkong And Shanghai Banking Corporation Limited	640,226,236	330,511,758
Eastern Bank Limited	14,225,051	353,012,114
Jamuna Bank Limited	103,083,727	38,206,193
IFIC Bank Limited	-	41,644,952
Bank Alfalah Limited	7,297,089	20,857,678
Standard Chartered Bank Limited	-	726,110
United Commercial Bank Limited	14,045,448	41,520,383
Dhaka Bank Limited	14,033,893	39,325,103
Dutch bangla Bank Limited	28,880,718	41,145,052
Habib Bank Limited	44,714,478	31,273,268
Pubali Bank Limited	19,865,903	48,756,478
BRAC Bank Limited	19,247,458	28,966,825
Agrani Bank Limited	985,700,235	-
The City Bank Limited	3	-
Janata Bank Limited	2,071,089	-
	1,938,736,016	1,122,291,154

	31.12.2018 Taka	30.06.2018 Taka
<u>Loan against trust receipts</u>		
One Bank Limited	-	843,579
Prime Bank Limited	-	7,928,230
The Hongkong And Shanghai Banking Corporation Limited	-	534,828,356
Dhaka Bank Limited	14,159,396	-
	14,159,396	543,598,165
<u>Time loan</u>		
One Bank Limited	8,514,650	32,155,320
Prime Bank Limited	198,247,009	4,147,912
Eastern Bank Limited	85,580,093	400,000,000
The Hongkong And Shanghai Banking Corporation Limited	1,142,750,496	500,000,000
Dhaka Bank Limited	156,933,603	198,199,044
Habib Bank Limited	200,000,000	200,000,000
Standard Chartered Bank Limited	1,039,143,114	705,584,420
Bank Alfalah Limited	420,000,000	215,404,400
BRAC Bank Limited	22,942,905	236,392,730
Dutch bangla Bank Limited	191,890,619	-
Agrani Bank Limited	1,430,283	-
The City Bank Limited	287,000,804	-
	3,754,433,575	2,491,883,825
<u>Offshore loan</u>		
Prime Bank Limited	700,633,030	75,938,999
The Hongkong And Shanghai Banking Corporation Limited	882,318,564	1,052,098,132
Eastern Bank Limited	44,220,000	-
Dutch bangla Bank Limited	714,984,874	632,154,347
One Bank Limited	38,789,072	97,645,311
Standard Chartered Bank Limited	111,149,415	717,573,106
Bank Alfalah Limited	32,607,669	210,292,512
Dhaka Bank Limited	163,854,217	190,500,296
BRAC Bank Limited	83,395,012	409,116,591
Agrani Bank Limited	88,896,572	-
The City Bank Limited	225,344,844	-
	3,086,153,269	3,385,319,294
<u>Security overdraft</u>		
IPDC Bangladesh Limited	51,091,282	51,023,379
Other Bank	840,505,856	378,427,437
	891,597,139	429,450,815
	9,685,079,394	7,972,543,254
25.00 Provision for tax liabilities		
Opening balance	637,499,865	636,268,528
Add : provision made during the period	16,178,724	1,231,336
	653,678,589	637,499,865
	653,678,589	637,499,865
26.00 Liabilities workers' profit participation fund (WPPF):		
Opening balance	20,511,243	42,994,185
Less : payments made during the period	-	42,994,185
	20,511,243	-
Add : provision made during the period	7,710,370	20,511,243
Closing balance	28,221,613	20,511,243

		July 01, 2018 to December 31, 2018	July 01, 2017 to December 31, 2017	October 01, 2018 to December 31, 2018	October 01, 2017 to December 31, 2017
		Taka	Taka	Taka	Taka
27.00	Revenue				
	Domestic sales	6,696,625,702	5,068,266,183	3,446,084,884	2,969,353,380
	Export sales	248,374,424	294,472,744	106,175,371	156,102,275
	Net revenue	6,945,000,126	5,362,738,927	3,554,260,255	3,125,455,655
28.00	Cost of sales				
	Opening stock of raw materials	749,748,391	739,019,026	748,840,732	651,755,129
	Add: purchase of raw materials during the period	5,604,602,794	3,778,757,173	3,035,107,299	2,199,941,435
	Less: closing stock of raw materials	(1,080,443,092)	(625,499,255)	(1,080,443,092)	(625,499,447)
	Raw material consumed(Note 28.01)	5,273,908,092	3,892,276,944	2,703,504,938	2,226,197,117
	Factory overhead (note 28.02)	833,799,598	722,997,528	414,368,567	442,515,692
	Cost of production	6,107,707,690	4,615,274,472	3,117,873,505	2,668,712,809
	Add: opening finished goods	1,994	2,165	2,138	2,165
	Cost of goods available for sale	6,107,709,684	4,615,276,637	3,117,875,643	2,668,714,974
	Less: closing finished goods	(2,149)	(2,165)	(2,149)	(2,165)
	Cost of sales	6,107,707,535	4,615,274,472	3,117,873,494	2,668,712,809
	Less: duty draw back for export	(21,452,508)	(25,687,997)	(9,257,366)	(13,373,550)
	Cost of sales	6,086,255,027	4,589,586,475	3,108,616,109	2,655,339,259
28.01	Raw material consumed				
	Opening stock of raw materials	Quantity			
	Clinker	MT 25,682,940	119,812,765	157,787,979	69,998,293
	Gypsum	MT 36,662,960	102,945,781	80,598,816	23,607,703
	Slag	MT 93,398,120	277,889,819	232,892,022	320,403,184
	Fly ash	MT 18,715,890	40,800,288	107,647,106	62,376,992
	Lime stone	MT 43,034,710	104,284,693	49,220,420	154,831,994
	Cement grinding aid	MT 877,062	84,271,644	84,271,644	84,271,644
	Izonil	MT 281,650	18,653,210	2,803,350	29,864,576
	Bags	PCS 67,910,000	1,090,191	23,999,691	3,486,344
			749,748,391	739,019,026	748,840,732
					651,755,129
	Add: purchased during the period	Quantity			
	Clinker	MT 703,467.20	3,608,852,304	2,654,766,745	1,936,111,241
	Gypsum	MT 27,500.00	88,051,040	102,506,592	88,051,040
	Slag	MT 319,738.00	1,072,582,981	426,219,970	554,727,397
	Fly ash	MT 120,761.00	282,885,058	208,523,271	133,055,637
	Lime stone	MT 88,179.00	242,011,008	89,246,280	164,587,050
	Cement grinding aid	MT -	-	-	-
	Bulk cement Purchase	MT 2,810.00	16,249,134	57,790,975	16,249,134
	Izonil	MT 94.00	13,552,669	-	-
	Bags	PCS 17,095,100	282,418,600	239,703,341	142,325,800
			5,604,602,794	3,778,757,173	3,035,107,299
					2,199,941,435
	Less: closing stock of raw materials	Quantity			
	Clinker	MT 26,976.30	137,875,081	206,317,790	137,875,081
	Gypsum	MT 6,488.47	19,314,514	63,091,658	19,314,514
	Slag	MT 134,952.35	441,136,629	45,123,151	441,136,629
	Fly ash	MT 38,436.93	89,200,945	112,465,294	89,200,945
	Lime stone	MT 105,584.83	278,656,638	90,165,830	278,656,638
	Cement grinding aid	MT 877.06	84,271,644	84,271,644	84,271,644
	Izonil	MT 314.29	26,945,428	21,717,938	26,945,428
	Bags	PCS 184,169.00	3,042,213	2,315,950	3,042,213
			1,080,443,092	625,499,255	1,080,443,092
					625,499,447
	Raw materials consumed		5,273,908,092	3,892,276,944	2,703,504,938
					2,226,197,117
28.02	Factory overhead				
	Audit & professional/consultancy/legal fees		575,428	4,884,457	360,228
	Bedding and uniform		1,313,578	389,686	1,182,510
	BIWTA expense		6,060,666	2,723,268	1,902,879
	Computer accessories		17,848	746,183	6,436
	Contribution To PF		2,848,637	1,961,559	1,485,571
	Conveyance		99,235	85,119	43,654
	Depreciation		263,432,495	197,548,536	133,058,986
	Directors' remuneration		3,733,620	3,000,000	2,233,620
	Donation & subscription		16,000	113,000	-
	Electricity and power		402,249,670	356,022,895	203,021,496
	Entertainment		2,334,073	2,469,508	993,011
	Festival bonus		8,597,422	7,031,361	-
	Fuel for motor vehicle and motor cycle		1,632,907	1,252,223	769,954
	Gratuity		9,149,063	4,428,634	4,535,825
	Insurance premium		2,010,258	4,791,661	1,005,129
	Labour charge		9,245,645	8,000,021	4,606,127
	Leave encashment		2,171,448	1,683,300	2,171,448
	Lubricants,diesel oil,gear oil &fuel etc.		1,880,999	413,979	932,643
	Medical expenses		41,875	80,961	17,642
	Gift & presentation		941,100	1,651,275	459,000
	Group insurance premium		380,476	345,076	197,527
	Mobile phone bill		470,534	330,811	243,684
	Office maintenance		440,914	568,696	111,636
	Rent & rates		3,374,369	3,108,867	1,729,854
					1,925,796

	July 01,2018 to December 31,2018	July 01,2017 to December 31,2017	October 01,2018 to December 31,2018	October 01,2017 to December 31,2017
	Taka	Taka	Taka	Taka
Overtime	4,126,431	4,058,466	1,833,538	1,811,659
Printing,stationeries,schedule & forms	1,070,495	1,354,556	655,358	512,071
Quality testing expenses	208,580	205,659	91,875	104,000
Registration, licence & renewals	232,791	618,233	133,423	418,778
Repair & maintenance- vehicle & motor cycle	666,833	677,703	347,178	343,920
Spare parts & store expenses	18,431,937	39,623,222	7,464,446	34,573,960
Telephone/fax expenses	1,764	1,358	1,104	990
Training & education	175,551	143,815	17,496	102,265
Travelling expense	1,033,800	1,595,342	274,936	1,365,729
Wages,salary and allowance	84,833,156	71,090,095	42,460,354	45,494,904
	833,799,598	722,997,528	414,368,567	442,515,692
29.00 Other operating income	81,221,625	73,216,000	40,707,562	37,444,000
Income from mother vessel operation	81,221,625	73,216,000	40,707,562	37,444,000
30.00 Administrative expenses	513,509	195,464	436,169	184,047
Advertisement & publicity	980,956	1,350,000	980,956	1,350,000
Annual general meeting	2,610,601	-	1,470,824	-
Amortization of intangible asset	1,157,735	2,564,883	413,000	1,017,488
Audit & professional/consultancy/legal fees	17,640	4,290	17,640	4,290
Bedding & uniform	664,445	520,000	524,445	280,000
Board meeting attendance fees	69,782	418,620	31,252	271,714
Computer accessories	2,402,770	1,590,929	1,187,750	1,060,274
Contribution to PF	567,937	577,960	296,428	350,011
Conveyance	321,000	6,242,180	273,000	722,980
Corporate social responsibility(CSR)	16,363,091	17,155,272	8,101,150	12,380,159
Depreciation	4,800,000	4,800,000	2,400,000	2,400,000
Directors' remuneration	520,000	45,000	-	10,000
Donation & subscription	597,000	650,438	298,500	325,218
DSE/CSE/CDBL expense	3,387,442	3,314,532	1,633,918	1,375,194
Entertainment	6,875,241	4,949,591	37,566	625,939
Festival Bonus	1,060,636	875,960	527,972	517,725
Fuel for motor vehicle and motor cycle	6,301,842	1,683,795	3,275,003	841,898
Gratuity	1,587	37,274	-	34,099
Insurance premium	640,202	465,144	314,083	267,856
Internet	2,068,257	1,376,218	2,068,257	1,376,218
Leave encashment	1,881,026	3,626,128	-	2,428,416
Gift & presentation	187,983	116,965	89,650	60,183
Group insurance premium	857,090	773,790	399,761	310,312
Mobile phone bill	2,909,647	8,401,072	1,876,482	5,524,628
Office maintenance	17,235,371	17,069,207	8,609,965	8,611,169
Rent and rates	129,282	117,712	49,771	49,615
Overtime	1,524,713	1,359,899	794,865	823,204
Printing,stationeries,schedule & forms	796,016	422,343	149,575	230,822
Registration, licence & renewals	2,040,641	2,240,625	651,859	1,062,877
Repair & maintenance- vehicle	72,941,478	54,431,024	35,710,407	35,480,469
Wages,salary and allowance	1,916,417	-	977,634	-
Software maintenance fees	38,976	23,177	25,068	19,519
Telephone/fax expenses	465,050	218,393	123,942	187,338
Training & education	1,155,277	2,785,209	536,987	2,094,652
Travelling expense	1,601,616	1,529,464	884,802	726,416
Utility expense	-	24,000	-	19,660
Lubricants/diesel oil for generator	-	-	-	-
	157,880,255	139,954,356	75,165,678	83,024,390
31.00 Selling and distribution expenses	42,319,008	81,390,684	14,618,780	67,933,099
Advertisement & publicity	49,663	74,722	49,663	74,722
BIS expense	750,102	1,113,622	375,051	375,051
BSTI fees	1,352,800	2,422,150	104,280	1,271,650
C&F expenses for export	-	34,485	-	11,495
Audit & professional/consultancy/legal fees	7,451,634	13,587,967	7,451,634	13,587,967
Meeting expense	113,810	47,980	53,000	30,360
Computer accessories	2,910,736	2,355,640	1,521,983	1,422,388
Contribution to PF	802,573	7,901,739	445,605	7,632,764
Conveyance	580,000	864,340	580,000	563,020
Corporate social responsibility (CSR)	3,058,965	1,403,124	1,694,072	701,562
Carriage expense	35,591,160	14,890,556	22,155,689	9,040,843
Depreciation	3,733,620	3,000,000	2,233,620	1,500,000
Directors' remuneration	446,630	313,000	446,630	209,000
Donation & subscription	5,060,902	4,041,863	3,022,986	2,323,092
Entertainment	8,496,322	6,604,740	192,307	820,720
Festival bonus	3,551,508	2,001,708	1,959,322	1,184,745
Fuel for motor vehicle and motor cycle	30,600	359,265	-	359,265
Fair and exhibition	9,229,368	3,305,940	4,738,926	1,561,309
Gratuity	1,568,936	2,670,310	813,804	2,184,396
Gift & presentation	-	-	-	-

	July 01,2018 to December 31,2018	July 01,2017 to December 31,2017	October 01,2018 to December 31,2018	October 01,2017 to December 31,2017
	Taka	Taka	Taka	Taka
Group insurance premium	286,675	194,057	149,913	99,437
Insurance premium	1,780	19,302	-	18,842
Labour charges	9,773,748	26,328,951	5,128,632	24,187,817
Leave encashment	2,367,617	1,666,732	2,359,112	1,636,804
Mobile phone bill	3,364,192	2,518,702	1,740,165	1,073,712
Office maintenance	945,456	606,754	551,922	497,068
Rent and rates	3,293,674	477,666	1,492,890	352,666
Outstation allowance/house rent/TA-DA	2,297,533	4,764,153	1,298,913	4,733,613
Overtime	252,350	299,722	96,292	167,553
Printing stationeries, schedule & forms	1,294,088	1,206,685	346,560	696,689
Promotional expenses	4,028,124	8,718,265	1,342,570	8,516,733
Quality testing expenses	1,555,001	1,590,323	790,338	1,497,433
Registration, licence & renewals	2,767,094	1,103,119	1,192,028	285,258
Repair & maintenance- vehicle & motor cycle	886,809	198,543	657,065	131,364
Wages, salary and allowance	89,830,906	81,627,384	45,947,114	50,999,671
Telephone/fax expenses	-	38,600	-	19,258
Training & education	46,000	80,366	-	-
Travelling expense	3,948,281	6,263,651	3,259,287	5,693,651
	254,017,463	286,066,790	128,992,150	213,395,016
32.00 Non operating income				
Sales of scrap	4,406,180	-	1,394,905	-
Other income	6,329,211	6,309,813	2,608,267	3,249,765
Profit/(loss) on sale/disposal of assets	(4,100,818)	-	(4,100,818)	-
Realised/unrealised profit/(loss) on investment on share	(226,445)	794,943	27,582	259,348
Dividend on share	1,155,051	4,689,209	458,101	2,398,136
	7,561,179	11,793,966	388,037	5,907,249
33.00 Finance cost and income				
33.01 Interest Income from FDR and others	124,955,510	78,754,279	56,976,724	31,535,254
Total Finance Income	124,955,510	78,754,279	56,976,724	31,535,254
33.02 Net exchange gain/(loss)	(15,346,732)	(47,392,903)	(13,576,355)	(18,417,686)
Bank charge & commission	(16,753,882)	(4,988,850)	(5,148,255)	(4,466,146)
Bank interest	(466,567,316)	(306,607,990)	(256,223,333)	(172,218,193)
Total Finance cost	(498,667,930)	(358,989,743)	(274,947,943)	(195,102,024)
Net Finance Cost	(373,712,420)	(280,235,464)	(217,971,219)	(163,566,770)
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	16,178,724	10,614,432	15,316,159	(6,410,043)
Deferred tax expenses	22,373,125	25,553,617	67,340	19,143,680
	38,551,849	36,168,050	15,383,499	12,733,637
34.01 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 period	154,207,396	144,672,198	61,533,998	50,934,733
Less: share of profit of equity-accounted investees				
	154,207,396	144,672,198	61,533,998	50,934,733
Tax on accounting profits @25%	38,551,849	36,168,050	15,383,499	12,733,637
Add/(deduct): 10% rebate for dividend paid				
Add/(deduct): effects of tax rate change				
Add/(deduct): effects of permanent difference				
Add/(deduct): effects of prior year's adjustments				
Tax expenses for the year	38,551,849	36,168,050	15,383,499	12,733,637
35.00 Earnings per share (BAS - 33)				
Basic earnings per share:				
Earning attributable to ordinary shareholders	115,655,547	108,504,148	46,150,498	38,200,912
Weighted average number of ordinary shares (calculation a)	148,500,000	148,500,000	148,500,000	148,500,000
Earnings Per Share	0.78	0.73	0.31	0.26
36.00 Net Asset Value (NAV) per share	31.12.2018	31.12.2017	30.06.2018	
Net assets (total assets-total liabilities)	7,020,833,871	6,917,910,226	7,124,354,456	
Number of ordinary shares	148,500,000	148,500,000	148,500,000	
Net asset value (NAV) per share	47.28	46.59	47.98	
37.00 Subsequent events				

In the meeting held on 20 October 2018, The Board of Directors have recommended cash dividend @ 15% i.e. Taka 1.50 (One taka fifty paise) per share of Taka 10 each aggregating to Taka 222,750,000.00 for the year ended 30 June 2018 that had been approved in the Annual General Meeting held on 06 December 2018 but yet to be disbursed which has been accounted for in the period reported hereby.

Mohammed Jahidur Alam
Chairman

Md. Abdul Kayum, FCMA
Chief Financial Officer (Current charge)

Alhaj Md. Khair Uddin Mollah
Managing Director

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

Md. Alamgir Kabir
Director

Clarification in support of deviation in the financial results during the Second Quarter ended 31 December 2018

In case of significant deviation in any parameter between the Second Quarter of 2018-2019 and Second Quarter of 2017-2018:

Gross Profit Analysis: Revenue has been increased by BDT 158.23 Crore (29.50% growth) in the Second Quarter of 2018-19 in comparison with the corresponding Quarter of last financial year due to our continuous drive for serving greater customer base with a view to utilizing our 5th unit capacity which commercial operation has been started from Second Quarter of 2017-2018. We have to address market pricing competitiveness hence we could not increase the price per, however, Cost of Sales has been increased by BDT 149.67 Crore (32.61% growth) which leads to reduction of Gross Profit percentage. Increase of Cost of Sales was mainly due to increase of purchase price of Raw Materials. Factory Overhead has been increased sharply due to increase in Electricity Bill, Depreciation and Wages and Salary in the Second Quarter of 2018-2019. Electricity Bill has been increased due to increase in production quantity for newly introduced Unit-V and increase in Tariff Rate for commercial use. Depreciation of Plant and Machinery and Wages and Salary has been increased due to addition of the 5th Unit's Plants and Machineries.

Operating Profit Analysis: Operating Profit has been increased by BDT 10.77 Crore (25.63% growth) in the Second Quarter of 2018-19 in comparison with the corresponding Quarter of last financial year.

Administrative Overhead has been increased by BDT 1.79 Crore (12.81%) in the Second Quarter of 2018-19 in comparison with the corresponding quarter of last financial year.

Selling and Distribution Overhead has been decreased by BDT 3.20 Crore mainly due to decreased in Advertisement expenses.

However, Other Operating Income has been increased by BDT 0.80 Crore in the Second Quarter of 2018-19 in comparison with the corresponding Quarter of last financial year due to income generated from new mother vessel(s) and higher rent.

Earnings Per Share (EPS): Further to the above, Net Finance Cost has been increased by BDT 9.35 Crore mainly due to increase in interest expense by BDT 15.99 Crore (interest has been booked due to commercial operation starting of 5th unit from the Second quarter of 2017-2018) resulting increased Investment in Asset (both Non-current and Current Asset) during this period. However, Interest Income has been increased by BDT 4.62 Crore during the period under review. As a result, EPS has increased by BDT 0.05 from the corresponding period.

Increase in Total Assets & Liabilities: In the reporting period Total Asset increased by BDT. 195.85 Crore including an increase in Trade Receivable by BDT 28.42 Crore, Inventory by 32.92 Crore and Advance Payment of Tax have increased by BDT 28.49 Crore.

Liabilities increased by BDT 206.20 Crore including increase in Short Term Loan by BDT 171.25 Crore and decreased in Long Term Borrowings by BDT 9.09 Crore.

Statement of Cash Flows: Net operating Cash Flows Per Share:

- 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.
- Higher Advance Income Tax of Raw Materials.


Md. Mosharuf Islam, FCS
Company Secretary
M.I. Cement Factory Ltd.