AGRICULTURAL MARKETING CO LTD
105 Middle Badda, Pragoti Sharani, Dhaka-1212

Dear Shareholders

We forward herewith the Un- Audited Financial Statements of **Agricultural Marketing Co. Ltd** for the 2nd quarter ended on 31st December, 2018 as per Rule 13 of the Securities & Exchange Rules 1987.

Md. Eleash Mridha
Managing Director

AGRICULTURAL MARKETING CO LTD
2nd Quarter Un-Audited Results
Statement of Comprehensive Income
For The Period From July 01, 2018 to December 31, 2018

Taka' 000

	July-Dec 2018	July-Dec 2017	Oct-Dec 2018	Oct-Dec 2017
TURNOVER	**1,277,936**	**1,167,621**	**633,061**	**561,540**
Cost & Expenses :	**(1,179,852)**	**(1,070,971)**	**(587,025)**	**(515,462)**
Cost of Goods Sold	1,036,315	940,776	515,916	450,599
Administrative Expenses	30,834	27,325	15,274	13,621
Marketing Expenses	46,200	41,738	22,988	22,078
Selling Expenses	20,489	17,377	10,419	8,672
Distribution Expenses	46,014	43,755	22,428	20,492
Operating Profit before Financial Expenses	**98,084**	**96,650**	**46,036**	**46,078**
Financial Expenses	(53,565)	(58,467)	(30,824)	(28,244)
Operating Profit after Financial Expenses	**44,519**	**38,183**	**15,212**	**17,834**
Other Income	1,309	1,115	1,124	950
Net Profit Before WPPF & Income Tax	**45,828**	**39,298**	**16,336**	**18,784**
Contribution to WPPF(Note-34(h)	(2,182)	(1,871)	(778)	(894)
NET PROFIT BEFORE TAX	**43,646**	**37,427**	**15,558**	**17,890**
Provision for Income Tax (Note-34(h)	10,122	7,525	2,985	2,024
Deferred Tax	(175)	(180)	(1,686)	1,826
	(9,947)	(7,345)	(1,299)	(3,850)
NET PROFIT AFTER TAX - Transferred to	**33,699**	**30,082**	**14,259**	**14,040**
Statement of Changes in Shareholders Equity				
Earning per Ordinary Share (EPS) - Basic	**4.21**	**3.76**	**1.78**	**1.76**

Managing Director **Chairman** **Chief Financial Officer** **Director**

Company Secretary

AGRICULTURAL MARKETING CO LTD

Statement of Financial Position (Un-Audited)
As at December 31, 2018

Taka' 000

Particulars	Note	31 Dec- 18	30-Jun-18	Growth
Non Current Assets				
Fixed Assets (WDV)	3	359,374	392,390	-8.41%
		1,005,968	**1,039,059**	-3.18%
Current Assets :				
Inventories	4	577,644	564,443	2.34%
Debtors		108,181	135,256	-20.02%
Advances, Deposits & Prepayments		241,515	278,644	-13.32%
Cash & Bank Balances		78,628	60,716	29.50%
Total Assets		**1,365,342**	**1,431,449**	-4.62%
		611,208	**603,109**	
Shareholders' Equity :				
Share Capital		80,000	80,000	0.00%
Share Premium		40,000	40,000	0.00%
Retained Earnings	5.00	476,321	468,177	1.74%
Revaluation Surplus	6.00	14,887	14,932	-0.30%
		83,307	**98,734**	-15.62%
Non Current Liabilities :				
Deferred Tax Liability	7.00	13,148	13,323	-1.31%
Long Term Debt		70,159	85,411	-17.86%
		670,827	**729,606**	
Current Liabilities :				
Current Portion of Long Term Debt		27,862	27,862	0.00%
Short Term Loan from Bank (Secured)		500,238	596,519	-16.14%
Credits & Accruals		40,204	40,562	-0.88%
Workers' Profit Participation Fund	8.00	6,745	4,563	47.82%
Income Tax Payable	9.00	61,820	51,698	19.58%
Other liabilities		33,958	8,402	304.17%
Total Equity and Liabilities		**1,365,342**	**1,431,449**	-4.62%
Net Assets Value (NAV)		**76.40**	**75.39**	

Managing Director

Chairman

Director

Chief Financial Officer

Company Secretary

AMARSTOCK

AGRICULTURAL MARKETING CO LTD

Cash Flow Statement (Un-Audited)

For the 2nd Quarter ended December 31, 2018

Taka' 000

Particulars	July-Dec 2018	July-Dec 2017	Growth
Cash Flows from Operating Activities :			
Collection from Turnover & Other Income	1,482,445	1,252,905	18.32%
Un-Realized Gain/(Loss)	79	46	
Payment for Cost & Expenses	(1,280,596)	(1,130,764)	13.25%
Interest Paid	(52,399)	(62,365)	-15.98%
Income Tax paid	(17,903)	(12,875)	39.05%
	131,626	46,947	180.37%
Cash Flow from Investing Activities :			
Acquisition of Fixed Assets	-	-	
Investment	-	-	
	-	-	
Cash Flows from Financing Activities :			
Term Loan Repaid	(15,252)	(32,497)	-53.07%
Short Term Bank Loan	(96,281)	1,904	-5156.78%
Liabilities for Other Finance	(2,137)	(176)	1114.20%
Dividend Paid	(44)	(464)	-90.52%
	(113,714)	(31,233)	264.08%
Net Cash Inflows/(Outflows) for the period	17,912	15,714	13.99%
Opening Cash & Bank Balances	60,716	63,721	-4.72%
Closing Cash & Bank Balances	**78,628**	**79,435**	-1.02%
Net Operating Cash Flow Per Share (NOCFPS)	**16.45**	**5.87**	

Managing Director

Chairman

Director

Chief Financial Officer

Company Secretary

AGRICULTURAL MARKETING COMPANY LIMITED
Statement of Changes In Equity
for the period from July 2018 to Dec 2018

Particulars	Amount in Taka				
	Share Capital	Share Premium	Revaluation Surplus	Retained Earnings	Total
	1	2	3	4	5=(1+2+3+4)
Balance as on 30 June 2017	**80,000**	**40,000**	**15,661**	**438,125**	**573,786**
Net Profit after Tax	-	-	-	30,082	30,082
Depreciation on Revalued Assets	-	-	(52)	52	-
Transfer to Dividend Payable	-	-	-	(25,600)	(25,600)
Balance as on 31 Dec 2017	**80,000**	**40,000**	**15,609**	**442,659**	**578,268**
Balance as on 30 June 2018	**80,000**	**40,000**	**14,932**	**468,177**	**603,109**
Net Profit after Tax	-	-	-	33,699	33,699
Depreciation on Revalued Assets	-	-	(45)	45	-
Transfer to Dividend Payable	-	-	-	(25,600)	(25,600)
Balance as on 31 Dec 2018	**80,000**	**40,000**	**14,887**	**476,321**	**611,208**

INTERIM NOTES TO THE FINANCIAL SATEMENTS AS PER BAS-34

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

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

c. Deferred Tax has been calculated up to 31st December 2018 in this accounts

d. Tax has been provided @ 25.00% considering yearly tax rate.

e. Exchange fluctuation on Foreign Currency Loan of quarters' has been adjusted in this accounts to comply BAS-21

f. Depreciation on revaluation surplus has been given effect in accounts as per BAS-16

g. Notes to Accounts attached are the integral part of this account.

h. Erroneously WPPF & Income Tax provision calculation of 1st Quarter Financial Statement was not exact and thus it has been rectified as under :

	1st Quarter Accounts	
	Previous Figu	Exact Figure
WPPF	1,918	1,404
Income Tax Provision	10,310	7,137

The correction of errors has duly been specified on half yearly accounts.

Managing Director **Chairman** **Director** **Chief Financial Officer** **Company Secretary**

AGRICULTURAL MARKETING COMPANY LIMITED
Notes to the Financial Statements(Un-Audited)
as at and for the Half Year ended 31st December 2018

1.00 Reporting Entity

1.01 About The Company

The Agricultural Marketing Company Limited was incorporated in Bangladesh on 15th May 1985 as Private Limited Company under the Companies Act, 1913 and subsequently on 22nd June, 1993 the company was converted into Public Limited Company. The Shares of the Company are listed in the Dhaka and Chittagong Stock Exchanges.

The registered office of the Company is located at PRAN-RFL Centre, Pragati Sarani, 105, Middle Badda, Dhaka-1212, and Bangladesh.

The industrial Units are located at Ghorashal, Ghagra, and Narshingdi.

1.02 Nature of Operations and Principal Activities

The principal activities of the Company throughout the year continued to be trading, processing of fruits, vegetables and other agro products .

2.00 Basis of preparation of Financial Statements

2.01 Statement of compliance

The financial statements have been prepared in compliance with the

2.02 Other regulatory compliance

As required, Rangpur Foundry Limited also complies with the

The Income Tax Ordinance 1984;

2.03 Components of financial statements

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

2.04 Basis of Measurement

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

2.05 Going concern

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

AMARSTOCK

2.06 Reporting Period:

The financial report covered the period from 01 July 2018 to 31 December 2018 and theses have been prepared based on Bangladesh Accounting Standard(BAS) 34:' Interim Financial Reporting' and same accounting policies and methods of computations were adopted for the financial statements for the year ended 30 June,2018, have been followed for the same for the period under review.

3.00 Non-Current Assets

	December 31, 2018	June 30, 2018
	Taka	Taka
Land & Land Development	35,724	35,724
Factory Building	50,109	52,746
Machinery & Equipment	262,920	292,133
Furniture & Fixtures	203	220
Tools & Accessories	2	2
Vehicles	9,541	10,601
Office Equipment	272	294
Plastic Container	343	381
Other Fixed Assets	260	289
	359,374	**392,390**

4.00 Inventories

Raw materials	508,904	519,565
Work-in-process	29,361	17,481
Finished goods	39,379	27,397
	577,644	**564,443**

5.00 Retained Earnings

Opening Balance on 01.07.2018	468,177	438,125
Add: Addition during the period	33,699	55,548
Add : Depreciation on Revalued Assets	45	104
	501,921	493,777
Less : Dividend paid	25,600	25,600
Closing Balance on 30.09.2018	**476,321**	**468,177**

6.00 Revaluation Surplus

Opening Balance on 01.07.2018	14,932	15,661
Less : Depreciation Charges	45	104
Less: Transfer to deferred tax liability	-	625
Closing Balance on 30.09.2018	**14,887**	**14,932**

7.00 Deferred Tax Liability

Opening Balance on 01.07.2018	13,323	14,576
Add: Addition during the Period	(175)	(1,253)
Closing Balance on 30.09.2018	**13,148**	**13,323**

AMARSTOCK

	30.09.2018 Taka	30.06.2018 Taka
8.00 Workers' Profit Participation Fund		
Opening Balance on 01.07.2018	4,563	4,368
Add: Addition during the Period	2,182	3,523
Add: Interest during the period	-	1,040
	6,745	8,931
Less : Paid during the period	-	4,368
Closing Balance on 30.09.2018	**6,745**	**4,563**
9.00 Income Tax Payable		
Opening Balance	51,698	34,911
Add: Addition during the year	10,122	16,787
Closing Balance	**61,820**	**51,698**
10.00 Earnings Per Share (EPS) - Basic		
The Computation of EPS shown b		
a) Earnings attributable to the	33,699	30,082
b) Weighted average number	8,000	8,000
c) EPS - Basic	**4.21**	**3.76**
11.00 Net Assets Value (NAV)		
The computation of NAV is given below :		
a) Net assets value	611,208	603,109
b) Weighted average number	8,000	8,000
c) Net assets value per share	**76.40**	**75.39**
12.00 Net Operating Cash Flow Per Share		
The computation of net operating cash flows is given below :		
a) Cash flows from operating	131,626	46,947
b) Weighted average number	8,000	8,000
c) Net Operating Cash Flow-	**16.45**	**5.87**

AMAR STOCK

13.00 Market risk

Market risk is the risk that changes in market prices such as foreign exchange rate and interest rates will affect the Company's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

14.00 Currency risk

The Company is exposed to currency risk on purchases of raw materials and export sales receivable that are denominated in a currency other than the functional currency primarily in U. S. Dollar. The effects of foreign purchase are significant to the Company. The Company has not entered into any type of derivatives instrument in order to hedge foreign currency risk as at 30 September 2018. The loss or gain arises from foreign currency transactions is adjusted as per IAS 21.

15.00 Interest rate risk

Interest rate risk is the risk that arises due to changes in interest rates on borrowings. Local currency loans are however not significantly affected by fluctuations in interest rates as the rate is below from market rate. The company has not entered into any type of derivative instrument in order to hedge interest rate risk as at the reporting date.

16.00 Accounting classification and fair values

Fair value of financial assets and liabilities together with carrying amount shown in the statement of financial position are as follows:

	31 December 2018	
	Carrying amount	Fair Value
Loans and Receivables		
Accounts Receivables	108,181	108,181
Cash and Bank Balances	78,628	78,628
Liabilities carried at amortized costs		
Term loan-non current portion	70,159	70,159
Long term loan- current portion	27,862	27,862
Accounts Payable	609,007	609,007
Other Liabilities and Provision	33,958	33,958

	30 June 2018	
	Carrying amount	Fair Value
Loans and Receivables		
Accounts Receivables	135,256	135,256
Cash and Bank Balances	60,716	60,716
Liabilities carried at amortized costs		
Term loan-non current portion	85,411	85,411
Long term loan- current portion	27,862	27,862
Accounts Payable	3,093	3,093
Other Liabilities and Provision	60,432	79,408

17.00 Contingent liabilities/ Off balance sheet items

17.01 Commitments

There was no capital commitment as on 31 December 2018.

17.02 Claims not acknowledged

There was no claim against the company not acknowledged as debt as on 31 December 2018.

18.00 The Employee benefits for the reporting period have been as follows :

a) **Short Term Employee benefits Include :**

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

AMARSTOCK

b) **Post Employment benefits :**

There is no provision for post employment benefits.

c) **Other Long Term Benefits :**

There is no provision for long term benefit.

d) **Termination Benefits:**

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

e) **Share based benefits:**

There is no provision for Share based benefit.

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

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

20.00 Reason for major variances of items in financial statements:

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

As per BAS-7 in this period there is no un-realized gain or loss arise from changes in foreign currency exchange rate.

18.00 i) Related party transactions

a) The company carried out number of transactions with related parties in the normal course of business as detailed below :

Name of the Company	Nature of Transactions	Value of Transaction in (July-Dec) 2018	Balance as on 31 December 2018
Property Development Ltd.	Transfer,Expenses	46	-
RFL Plastics Ltd.	Transfer,Expenses	215	-
RFL Foundry Limited	Transfer,Expenses	656	-
Banga Agro Processing Ltd.	Transfer,Expenses	29	-
Pran Confectionery Ltd.	Transfer,Expenses	341	-
Pran Dairy Ltd.	Transfer,Expenses	23,166	-
Pran Agro Ltd.	Transfer,Purchase,Expe	88,679	-
Pran Beverage Ltd.	Transfer,Expenses	209	-
Pran Exports Ltd.	Transfer,Expenses	7,576	-
Pran Foods Ltd.	Transfer,Expenses	187,272	-

Nature of Relationship

The company and the parties as stated above are under same management.

b) Corporate guarantee issued to related parties under the resolution of Board of Directors were as follows:

In favor of	On behalf of	Amount in million Tk.	Purpose
Hongkong & Shanghai Banking Corporation	Pran Foods Ltd.	108.50	Working capital
Hongkong & Shanghai Banking Corporation	Pran Exports Ltd.	87.50	
Hongkong & Shanghai Banking Corporation	Pran Dairy Ltd.	181.43	
Hongkong & Shanghai Banking Corporation	Pran Beverage Ltd	51.60	
Hongkong & Shanghai Banking Corporation	Mymensingh Agro Ltd.	108.50	

In favor of	On behalf of	Amount in million Tk.	Purpose
Hongkong & Shanghai Banking Corporation	Habiganj Agro Ltd	239.50	Working capital
Hongkong & Shanghai Banking Corporation	Natore agro Ltd.	58.50	
Standard Chartered Bank	Pran Foods Ltd.	387.50	
Mercantile bank Ltd.	Habiganj Agro Ltd	500.00	Term loan
Bangladesh Commerce Bank	Habiganj Agro Ltd	135.00	
Trust Bank Ltd.	Habiganj Agro Ltd	150.00	
Premier Bank Ltd.	Habiganj Agro Ltd	100.00	

c) Corporate guarantee received from related parties under the resolution of Board of Directors were as follows:

In favor of	On behalf of	Amount in million Tk.	Purpose
Hongkong & Shanghai Banking Corporation	Pran Foods Ltd.	155.00	
Hongkong & Shanghai Banking Corporation	Pran Dairy Ltd.	155.00	
Hongkong & Shanghai Banking Corporation	Packmat Industries	264.00	
Hongkong & Shanghai Banking Corporation	Pran Exports Ltd.	155.00	
Hongkong & Shanghai Banking Corporation	Pran Beverage Ltd.	51.60	
Hongkong & Shanghai Banking Corporation	Mymensingh Agro Ltd.	264.00	
Standard Chartered Bank	Pran Foods Ltd.	260.00	Working capital
Standard Chartered Bank	Pran Dairy Ltd.	260.00	
IFIC Bank Ltd.	Rangpur Foundry Ltd.	50.00	
IFIC Bank Ltd.	Property Development	50.00	
Bangladesh Krishi bank	Pran Foods Ltd.	150.00	
Citi Bank N A	Pran Foods Ltd.	112.00	
Commercial Bank of Ceylon	Rangpur Foundry Ltd.	580.00	

19.00 Deferred Tax Liability :

		Export	Local	31.12.2018	30.06.2018
a)	Deferred tax liabilities are arrived at as follows :				
	Book Value of Depreciable Fixed Assets	63,005	260,646	323,651	438,470
	Less : Tax Base	(50,582)	(209,253)	(259,835)	(359,865)
	Taxable Temporary Difference	**12,423**	**51,393**	**63,816**	**78,605**
	Book Value of Gratuity payable	-	-	-	-
	Less : Tax Base	-	-	-	-
	Deductible Temporary Difference	-	-	-	-
	Net Taxable Temporary Difference	**12,423**	**51,393**	**63,816**	**78,605**
	Effective Tax Rate	12.50%	25.00%		
	Deferred Tax Liability	**1,553**	**12,848**	**14,401**	**14,576**
b)	Deferred Tax Expenses/(Income) is arrived at as follows :				
	Closing Deferred Tax Liabilities			14,401	14,576
	Opening Deferred Tax Liabilities			14,576	17,227
	Deferred Tax Expenses/(Income)			**(175)**	**(2,651)**

AMARSTOCK