সিভিও পেট্রোক্যামিকেল রিফাইনারী লিমিটেড

CVO Petrochemical Refinery Limited

1ST QUARTER FINANCIAL STATEMENT
(UN-AUDITED)

for the period ended 30 September 2018

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AMARSTOCK

STATEMENT OF FINANCIAL POSITION (Un-Audited)
AS AT 30 SEPTEMBER 2018

	Notes	30-Sep-18 Taka	30-Jun-18 Taka
ASSETS			
Non-Current Assets		**469,091,880**	**471,862,346**
Property, Plant and Equipment	5	463,516,190	467,855,056
Investment in Shares	6	5,575,690	4,007,290
Current Assets		**170,217,117**	**173,456,749**
Inventories		17,631,520	14,755,865
Accounts Receivable	7	89,730,565	83,790,136
Advances, Deposits and Prepayments		44,551,596	43,762,249
Cash and Cash Equivalents	8	18,303,436	31,148,499
TOTAL ASSETS		**639,308,997**	**645,319,095**
EQUITY AND LIABILITIES			
Shareholders' Equity		**370,366,705**	**368,141,901**
Share Capital		252,450,000	252,450,000
Share Premium		37,500,000	37,500,000
Tax Holiday Reserve		73,229,075	73,002,850
Fair Value Adjustment Reserve		966,447	315,216
Retained Earnings		6,221,183	4,873,835
Non-Current Liabilities			
Deferred Tax Liabilities	9	31,379,821	29,333,798
Current Liabilities		**237,562,471**	**247,843,396**
Short Term Loan	10	27,471,700	38,206,541
Loan from Director	11	190,000,000	190,000,000
Provision for Income Tax		4,220,639	3,315,740
Accounts Payable		2,104,554	3,403,320
Others Payable		13,765,578	12,917,795
TOTAL EQUITY AND LIABILITIES		**639,308,997**	**645,319,095**
NET ASSETS VALUE (NAV) PER SHARE		**14.67**	**14.58**

Company Secretary | CFO (Acting) | Director | Managing Director | Chairman

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Un-Audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

	Notes	30-Sep-18 Taka	30-Sep-17 Taka
Net Turnover	12	186,719,414	179,606,327
Cost of Goods Sold		(172,523,329)	(167,274,207)
Gross Profit		**14,196,085**	**12,332,120**
Operating Expenses:			
General and Administrative		(7,008,535)	(9,376,112)
Selling & Distribution		(1,186,830)	(1,640,000)
Financial Expenses		(1,250,000)	-
		(9,445,365)	(11,016,112)
Operating Profit		**4,750,720**	**1,316,008**
Other Income		-	7,200
Net Profit before WPPF & Welfare Fund		**4,750,720**	**1,323,208**
Contribution to WPPF & Welfare Fund		(226,225)	(63,010)
Net Profit before Tax		**4,524,495**	**1,260,198**
Provision for Tax:			
Current tax		(904,899)	(189,030)
Deferred tax		(2,046,023)	(2,739,742)
		(2,950,922)	(2,928,772)
Net Profit/(Loss) after Tax		**1,573,573**	**(1,668,574)**
Other Comprehensive Income:			
Gain/(Loss) on Investment in Shares (Unrealized)		651,231	(430,376)
Total Comprehensive Income for the period		**2,224,804**	**(2,098,950)**
Earnings per Share (EPS) (2017 restated)	13	**0.06**	**(0.07)**

Company Secretary | CFO (Acting) | Director | Managing Director | Chairman

STATEMENT OF CHANGES IN EQUITY (Un-Audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Fair Value Adjustment Reserve	Retained Earnings	Total Equity
Balance as at 01 July 2018	252,450,000	37,500,000	73,002,850	315,216	4,873,835	368,141,901
Net Profit for the period	-	-	-	-	1,573,573	1,573,573
Other Comprehensive Income	-	-	-	651,231	-	651,231
Provision for Tax Holiday	-	-	226,225	-	(226,225)	-
Balance as at 30 September 2018	**252,450,000**	**37,500,000**	**73,229,075**	**966,447**	**6,221,183**	**370,366,705**

FOR THE PERIOD ENDED 30 SEPTEMBER 2017

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Fair Value Adjustment Reserve	Retained Earnings	Total Equity
Balance as at 01 July 2017	247,500,000	37,500,000	76,046,944	(626,757)	228,972	360,649,159
Net Profit/(Loss) for the period	-	-	-	-	(1,668,574)	(1,668,574)
Other Comprehensive Income	-	-	-	(430,376)	-	(430,376)
Balance as at 30 September 2017	**247,500,000**	**37,500,000**	**76,046,944**	**(1,057,133)**	**(1,439,602)**	**358,550,209**

Company Secretary | CFO (Acting) | Director | Managing Director | Chairman

STATEMENT OF CASH FLOWS (Un-Audited)
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

	Notes	30-Sep-18 Taka	30-Sep-17 Taka
A. CASH FLOW FROM OPERATING ACTIVITIES			
Cash Received from Customers		180,778,985	63,807,721
Payment to Suppliers and Employees		(166,846,191)	(165,511,540)
Payment for Other Expenses		(8,486,878)	(10,399,391)
Income Tax paid		(4,409,302)	-
Net Cash provided from/(used in) Operating Activities		**1,036,614**	**(112,103,210)**
B. CASH FLOW FROM INVESTING ACTIVITIES			
Acquisition of Property, Plant and Equipment		(2,220,717)	(239,145)
Investment in Shares		(917,169)	-
Dividend received		-	7,200
Net Cash provided from/(used in) Investing Activities		**(3,137,886)**	**(231,945)**
C. CASH FLOW FROM FINANCING ACTIVITIES			
Short Term Loan repaid		(10,734,841)	(2,139,210)
Loan from Director		-	103,607,344
Dividend paid		(8,950)	(140,194)
Net Cash provided from/(used in) Financing Activities		**(10,743,791)**	**101,327,940**
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		**(12,845,063)**	**(11,007,214)**
Cash and Cash Equivalents at the beginning		31,148,499	12,055,949
Cash and Cash Equivalents at the end		**18,303,436**	**1,048,735**
Net Operating Cash Flow per Share (NOCFPS) (2017 restated)	14	**0.04**	**(4.44)**

Company Secretary | CFO (Acting) | Director | Managing Director | Chairman

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018

1. LEGAL FORM OF THE COMPANY

Chittagong Vegetable Oil Industries Limited (CVO) was incorporated on 9th December 1984 with the Registrar of Joint Stock Companies & Firms in Bangladesh under the Companies Act 1913 as a private company limited by shares. Subsequently, the Company converted to "Public Company" limited by shares vide special resolution passed in the extra ordinary general meeting held on 3rd February 1988. The Company is listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE). Chittagong Vegetable Oil Industries Limited has been renamed as **CVO Petrochemical Refinery Limited** vide Issue no. 937 dated 29.07.2010 of the Registrar of Joint Stock Companies & Firms.

2. REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS

The registered office and principal place of business of the Company is situated at "37 Katalgonj, Panchlaish, Chittagong, Bangladesh"

3. PRINCIPAL ACTIVITIES AND NATURE OF BUSINESS

i) The Company is engaged in the production and sale of fuel like Motor Spirit (MS), High Speed Diesel (HSD) and Mineral Turpentine (MTT) from Natural Gas Condensate. The installed production capacity is 150 MT per day.

ii) Raw material (Natural Gas Condensate) is procured by the Company from various Gas Fields of Sylhet Gas Fields Limited & Bangladesh Gas Fields Company Limited and also its finished products are sold to Padma Oil Company Limited, Meghna Petroleum Limited and Jamuna Oil Company Limited under Bangladesh Petroleum Corporation (BPC) as per contract.

4. BASIS OF PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

These Quarterly Financial Statements should be read in conjunction with the Annual Financial Statements as on June 30, 2018 as they provide an update position to previously reported information.

The accounting policies used are consistent with those used in the Annual Financial Statements. The Financial Statements have been prepared in accordance with the International Accounting Standards (IAS 34). The presentation of the Interim Financial Statements is consistent with the Annual Financial Statements. Where necessary, the comparatives have been reclassified or extended to take into account any presentational changes made in the Annual Financial Statements.

	30-Sep-18 Taka	30-Jun-18 Taka
5. PROPERTY, PLANT AND EQUIPMENT		
At Cost		
Balance as at 01 July	619,541,540	617,339,502
Add: Addition during the period	2,220,717	2,202,038
	621,762,257	619,541,540
Less: Adjustment/Disposal during the period	-	-
Balance as at 30 September	621,762,257	619,541,540
Accumulated Depreciation		
Balance as at 01 July	151,686,484	123,774,225
Add: Addition during the period	6,559,583	27,912,259
	158,246,067	151,686,484
Less: Adjustment/Disposal during the period	-	-
Balance as at 30 September	158,246,067	151,686,484
Written Down Value as at 30 September	**463,516,190**	**467,855,056**
6. INVESTMENT IN SHARES		
Investment in Shares at Cost Price	4,609,243	3,692,074
Add: Unrealized gain	966,447	315,216
Investment in Shares at Market Price	**5,575,690**	**4,007,290**
7. ACCOUNTS RECEIVABLE		
Bangladesh Petroleum Corporation (BPC):		
Meghna Petroleum Limited	53,597,885	63,388,216
Padma Oil Company Limited	30,761,480	20,401,920
Jamuna Oil Company Limited	5,371,200	-
	89,730,565	**83,790,136**

	30-Sep-18 Taka	30-Jun-18 Taka

8. CASH AND CASH EQUIVALENTS

Cash in hand	-	-
Cash at Banks:		
Sonali Bank Ltd.,Panchlaish Br. Ctg. (SND A/C)	1,448,124	270,086
Exim Bank Ltd, CDA Avenue Br. Ctg.(SND A/C)	9,575,633	25,718,124
AB Bank Ltd.,Chawkbazar Br. Ctg.(SND A/C)	2,127,997	642,962
Dutch -Bangla Bank Ltd., Muradpur Br. Ctg.(STD A/C)	3,521,600	3,128,120
Uttara Bank Ltd, Chawkbazar Br. Ctg.(SND A/C)	1,098,013	-
NCCBL, Agrabad Br. Ctg.(CD A/C)	205,758	205,758
Prime Bank Ltd., Muradpur Br. Ctg.(SND A/C)	126,676	935,856
Eastern Bank Ltd., Jamal Khan Br. Ctg.(SND A/C)	145,659	193,618
Jamuna Bank Ltd., Khatungonj Br. Ctg.(SND A/C)	38,756	38,756
Islami Bank (BD) Ltd.,Muradpur Br. Ctg.(CD A/C)	13,316	13,316
Dutch -Bangla Bank Ltd. , Muradpur Br. (CD A/C)	1,903	1,903
	18,303,436	31,148,499
	18,303,436	**31,148,499**

9. DEFERRED TAX LIABILITIES

	Carrying amount	Tax Base	Temporary timing difference as at 30 September 2018	Temporary timing difference as at 30 June 2018
Property, Plant and Equipment	463,516,191	337,996,909	125,519,282	117,335,191
Applicable Rate			25%	25%
Deferred tax liability as on September 30			**31,379,821**	**29,333,798**

Deferred tax for the period

Deferred tax liability required upto September 30	31,379,821	29,333,798
Less: Balance as on July 01	29,333,798	18,313,726
Deferred tax charged for the period	**2,046,023**	**11,020,072**

	30-Sep-18 Taka	30-Jun-18 Taka
10. SHORT TERM LOAN		
Opening Balance	38,206,541	101,794,061
Add: Received during the period	7,000,000	-
	45,206,541	101,794,061
Less: Refund during the period	17,734,841	63,587,520
Closing Balance	**27,471,700**	**38,206,541**

This represents balance of loan obtained from M/S. Alhaj Md. Younus & Co. The loan is unsecured and interest free. The tenure of the loan is 10 years from the date of commercial operation as per agreement dated 10 October 2011.

11. LOAN FROM DIRECTOR		
Opening Balance	190,000,000	65,392,656
Add: Received during the period	-	144,607,344
	190,000,000	210,000,000
Less: Refund during the period	-	20,000,000
Closing Balance	**190,000,000**	**190,000,000**

This represents balance of loan obtained from Mr. Shamsul Alam Shamim, Chairman of the Company as per decision of the Board of Directors in its meeting held on 29 April 2017 to meet the day to day office expenses and requirement of working capital.

	30-Sep-18 Taka	30-Sep-17 Taka
12. NET TURNOVER		
Turnover	217,431,000	208,944,000
Less: Cetane	1,181,357	807,953
	216,249,643	208,136,047
Less: Loss in transit	1,169,865	1,276,156
	215,079,778	206,859,891
Less: Value Added Tax	28,360,364	27,253,564
	186,719,414	**179,606,327**

The turnover of the company has been increased during the period because supply of raw material (Natural Gas Condensate) by the Sylhet Gas Fields Limited and Bangladesh Gas Fields Company Limited has increased compared to previous period.

	30-Sep-18 Taka	30-Sep-17 Taka

13. EARNINGS PER SHARE (EPS)

Surplus for the year attributable to Shareholders	1,573,573	(1,668,574)
Weighted average no. of Ordinary Shares outstanding during the period	25,245,000	25,245,000
Earnings per Share (2017 restated)	**0.06**	**(0.07)**

The turnover has been increased during the period and as a result the net profit as well as Earnings per Share (EPS) of the Company has been increased.

14. NET OPERATING CASH FLOW PER SHARE (NOCFPS)

Operating Cash Inflow at the period end	1,036,614	(112,103,210)
Weighted average no. of Ordinary Shares outstanding during the period	25,245,000	25,245,000
Net Operating Cash Flow per Share (2017 restated)	**0.04**	**(4.44)**

Net Operating Cash Flow per Share (NOCFPS) is shown positive compared to previous period because collection from accounts receivable has been increased.

15. GENERAL

i) Figures appearing in these financial statements have been rounded off to the nearest taka.
ii) Bracket figure denotes negative.

Company Secretary | CFO (Acting) | Director | Managing Director | Chairman