সিভিও পেট্রোক্যামিকেল রিফাইনারী লিমিটেড
CVO Petrochemical Refinery Limited

HALF YEARLY FINANCIAL STATEMENT
(UN-AUDITED)

for the period ended 31 December 2018

REGISTERED & CORPORATE OFFICE:
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AMARSTOCK

STATEMENT OF FINANCIAL POSITION (Un-Audited)
AS AT 31 DECEMBER 2018

	Notes	31-Dec-18 Taka	30-Jun-18 Taka
ASSETS			
Non-Current Assets		**487,807,608**	**471,862,346**
Property, Plant and Equipment	5	482,933,467	467,855,056
Investment in Shares	6	4,874,141	4,007,290
Current Assets		**183,197,580**	**173,456,749**
Inventories		38,322,264	14,755,865
Accounts Receivable	7	44,183,020	83,790,136
Advances, Deposits and Prepayments		38,093,954	43,762,249
Cash and Cash Equivalents	8	62,598,342	31,148,499
TOTAL ASSETS		**671,005,188**	**645,319,095**
EQUITY AND LIABILITIES			
Shareholders' Equity		**366,522,343**	**368,141,901**
Share Capital		252,450,000	252,450,000
Share Premium		37,500,000	37,500,000
Tax Holiday Reserve		73,231,255	73,002,850
Fair Value Adjustment Reserve		264,898	315,216
Retained Earnings		3,076,190	4,873,835
Non-Current Liabilities			
Deferred Tax Liabilities	9	33,394,702	29,333,798
Current Liabilities		**271,088,143**	**247,843,396**
Short Term Loan	10	25,955,938	38,206,541
Loan from Director	11	194,500,000	190,000,000
Provision for Income Tax		4,683,255	3,315,740
Accounts Payable		5,129,607	3,403,320
Others Payable		40,819,344	12,917,795
TOTAL EQUITY AND LIABILITIES		**671,005,188**	**645,319,095**
Net Assets Value (NAV) per Share		**14.52**	**14.58**

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

AMARSTOCK

সিভিও পেট্রোক্যামিকেল রিফাইনারী লিমিটেড
CVO Petrochemical Refinery Limited

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Un-Audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Notes	Half Year Ended		Quarter Ended	
		31-Dec-18 Taka	31-Dec-17 Taka	Oct'18 to Dec'18 Taka	Oct'17 to Dec'17 Taka
Turnover - Net	12	347,957,857	368,759,385	161,238,443	189,153,058
Cost of Goods Sold		(325,187,676)	(344,688,163)	(152,664,347)	(177,413,956)
Gross Profit		**22,770,181**	**24,071,222**	**8,574,096**	**11,739,102**
Operating Expenses:					
General and Administrative		(13,565,412)	(17,794,826)	(6,556,877)	(8,418,714)
Selling & Distribution		(2,217,480)	(5,081,629)	(1,030,650)	(3,441,629)
Financial Expenses		(2,100,000)	-	(850,000)	-
		(17,882,892)	(22,876,455)	(8,437,527)	(11,860,343)
Operating Profit/(Loss)		**4,887,289**	**1,194,767**	**136,569**	**(121,241)**
Other Income		1,815,574	333,406	1,815,574	326,206
Profit/(Loss) Before Contribution to WPPF & Welfare Fund		**6,702,863**	**1,528,173**	**1,952,143**	**204,965**
Contribution to WPPF & Welfare Fund		(319,184)	(72,770)	(92,959)	(9,760)
Profit Before Income Tax		**6,383,679**	**1,455,403**	**1,859,184**	**195,205**
Provision for Tax:					
Current tax		(1,367,515)	(218,310)	(462,616)	(29,280)
Deferred tax		(4,060,904)	(5,479,848)	(2,014,881)	(2,740,106)
		(5,428,419)	(5,698,158)	(2,477,497)	(2,769,386)
Net Profit/(Loss) After Tax		**955,261**	**(4,242,755)**	**(618,313)**	**(2,574,181)**
Other Comprehensive Income:					
Profit/(Loss) on Investment in Shares (Unrealized)		(50,318)	(471,130)	(701,549)	(40,754)
Total Comprehensive Income		**904,943**	**(4,713,885)**	**(1,319,862)**	**(2,614,935)**
Earnings per share (EPS)	13	**0.04**	**(0.17)**	**(0.02)**	**(0.10)**

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

STATEMENT OF CHANGES IN EQUITY (Un-Audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Fair Value Adjustment Reserve	Retained Earnings	Total Equity
Balance at 01 July 2018	252,450,000	37,500,000	73,002,850	315,216	4,873,835	368,141,901
Cash Dividend	-	-	-	-	(2,524,501)	(2,524,501)
Net Profit for the period	-	-	-	-	955,261	955,261
Provision for Tax Holiday	-	-	228,405	-	(228,405)	-
Other Comprehensive Income	-	-	-	(50,318)	-	(50,318)
Balance at 31 December 2018	**252,450,000**	**37,500,000**	**73,231,255**	**264,898**	**3,076,190**	**366,522,343**

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Fair Value Adjustment Reserve	Retained Earnings	Total Equity
Balance at 01 July 2017	247,500,000	37,500,000	76,046,944	(626,757)	228,972	360,649,159
Tax Holiday Reserve transfer to Retained Earnings	-	-	(4,950,000)	-	4,950,000	-
Stock Dividend	4,950,000	-	-	-	(4,950,000)	-
Net Profit/(Loss) for the period	-	-	-	-	(4,242,755)	(4,242,755)
Other Comprehensive Income	-	-	-	(471,130)	-	(471,130)
Balance at 31 December 2017	**252,450,000**	**37,500,000**	**71,096,944**	**(1,097,887)**	**(4,013,783)**	**355,935,274**

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

STATEMENT OF CASH FLOWS (Un-Audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Notes	31-Dec-18 Taka	31-Dec-17 Taka
A. CASH FLOW FROM OPERATING ACTIVITIES			
Cash Received From Customers		387,564,973	312,411,225
Cash Received From Other Income		1,815,574	326,206
Payment to Suppliers and Employees		(302,869,551)	(321,604,518)
Payment for Other Expenses		(18,142,694)	(22,264,389)
Payment of Income Tax		-	(112,943)
Net Cash Provided From/(Used in) Operating Activities		**68,368,302**	**(31,244,418)**
B. CASH FLOW FROM INVESTING ACTIVITIES			
Acquisition of Property, Plant and Equipment		(28,225,717)	(286,428)
Investment in Shares		(917,169)	-
Dividend Received		-	7,200
Net Cash Provided From/(Used in) Investing Activities		**(29,142,886)**	**(279,228)**
C. CASH FLOW FROM FINANCING ACTIVITIES			
Short Term Loan Refund		(12,250,603)	(16,054,610)
Loan received from Director		4,500,000	124,607,344
Dividend Paid		(24,970)	(164,987)
Net Cash Provided From/(Used in) Financing Activities		**(7,775,573)**	**108,387,747**
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		**31,449,843**	**76,864,100**
Cash and Cash Equivalents at the Beginning		31,148,499	12,055,949
Cash and Cash Equivalents at the End		**62,598,342**	**88,920,049**
Net Operating Cash Flow Per Share	14	**2.71**	**(1.24)**

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 Half Yearly 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.

	Taka	Taka
5. PROPERTY, PLANT AND EQUIPMENT		
At Cost		
Balance as at 01 July	619,541,540	617,339,502
Add: Addition during the period	28,225,717	2,202,038
	647,767,257	619,541,540
Less: Adjustment/Disposal during the period	-	-
Balance as at 31 December	647,767,257	619,541,540
Accumulated Depreciation		
Balance as at 01 July	151,686,484	123,774,225
Add: Addition during the period	13,147,306	27,912,259
	164,833,790	151,686,484
Less: Adjustment/Disposal during the period	-	-
Balance as at 31 December	164,833,790	151,686,484
Written Down Value as at 31 December	**482,933,467**	**467,855,056**
6. INVESTMENT IN SHARES		
Investment in Shares at Cost Price	4,609,243	3,692,074
Add: Unrealized gain	264,898	315,216
Investment in Shares at Market Price	**4,874,141**	**4,007,290**
7. ACCOUNTS RECEIVABLE		
Bangladesh Petroleum Corporation (BPC):		
Meghna Petroleum Limited	24,503,455	63,388,216
Padma Oil Company Limited	19,679,565	20,401,920
	44,183,020	**83,790,136**
8. CASH AND CASH EQUIVALENTS		
Cash in hand	-	-
Cash at Banks:		
Exim Bank Ltd., Jubilee Road Br. Ctg.(SND A/C)	39,948,502	25,718,124
Sonali Bank Ltd.,Panchlaish Br. Ctg. (SND A/C)	20,050,248	270,086
AB Bank Ltd.,Chawkbazar Br. Ctg.(SND A/C)	933,335	642,962
Dutch -Bangla Bank Ltd., Muradpur Br. Ctg.(STD A/C)	704,303	3,128,120
Uttara Bank Ltd, Chawk Bazar Br. Ctg.(SND A/C)	540,191	-
NCCBL, Agrabad Br. Ctg.(CD A/C)	204,683	205,758
Prime Bank Ltd., Muradpur Br, Ctg.(SND A/C)	113,382	935,856
Eastern Bank Ltd., Jamal Khan Br. Ctg.(SND A/C)	51,100	193,618
Jamuna Bank Ltd., Khatungonj Br. Ctg.(SND A/C)	38,529	38,756
Islami Bank (BD) Ltd.,Muradpur Br, Ctg.(CD A/C)	12,741	13,316
Dutch -Bangla Bank Ltd., Muradpur Branch (CD A/C)	1,328	1,903
	62,598,342	31,148,499
	62,598,342	**31,148,499**

9. DEFERRED TAX LIABILITIES

	Carrying amount	Tax Base	Temporary timing difference as at 31 December 2018	Temporary timing difference as at 30 June 2018
Property, Plant and Equipment	482,933,467	349,354,660	133,578,807	117,335,191
Applicable Rate			25%	25%
Deferred tax liability as on December 31			**33,394,702**	**29,333,798**

	31-Dec-18 Taka	30-Jun-18 Taka
Deferred tax for the period		
Deferred tax liability required upto December 31	33,394,702	23,793,574
Less: Balance as on July 01	29,333,798	18,313,726
Deferred tax charged for the period	**4,060,904**	**5,479,848**

10. SHORT TERM LOAN

Opening Balance	38,206,541	101,794,061
Add: Received during the period	38,800,000	-
	77,006,541	101,794,061
Less: Refund during the period	51,050,603	63,587,520
Closing Balance	**25,955,938**	**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	27,900,000	144,607,344
	217,900,000	210,000,000
Less: Refund during the period	23,400,000	20,000,000
Closing Balance	**194,500,000**	**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.

	31-Dec-18 Taka	31-Dec-17 Taka
12. NET TURNOVER		
Turnover	405,828,000	429,894,000
Less: Cetane	2,848,455	2,520,743
	402,979,545	427,373,257
Less: Loss in transit	2,087,602	2,540,744
	400,891,943	424,832,513
Less: Value Added Tax	52,934,086	56,073,128
	347,957,857	**368,759,385**

The turnover of the company was reduced during the period for closure of production from 17.12.2018 to 31.12.2018 due to schedule maintenance and machinery upgradation work in its plant.

13. EARNINGS PER SHARE (EPS)		
Surplus for the year attributable to Shareholders	955,261	(4,242,755)
Weighted average no. of Ordinary Shares outstanding during	25,245,000	25,245,000
Earnings per Share	**0.04**	**(0.17)**

The Management of the company were trying its best to reduce its expenditure during the period . As a result the Net Profit as well as Earnings per Share (EPS) of the Company was increased.

14. NET OPERATING CASH FLOW PER SHARE (NOCFPS)		
Operating Cash Inflow at the period end	68,368,302	(31,244,418)
Weighted average no. of Ordinary Shares outstanding during	25,245,000	25,245,000
Net Operating Cash Flow per Share	**2.71**	**(1.24)**

Net Operating Cash Flow per Share (NOCFPS) stood at positive compared to previous period because collection from accounts receivable was increased.

15. DIVIDEND FOR 2017-18

The Shareholders of the company has approved 02% cash dividend only to the Ordinary Shareholders except the Directors & Sponsors for the year 2017-18 in the Annual General Meeting held on December 20, 2018. The dividend for 2017-18 has been accounted for in this Interim financial statement.

16. 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