Interim Financial Statements (Un-audited)
For The First Quarter Ended September 30, 2018



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Meghna Cement Mills Limited

AMAR STOCK

MEGHNA CEMENT MILLS LTD.

Statement of Financial Position

Unaudited

Figures in "000" Taka

Particulars	Notes	As at 30-Sep-18	As at 30-Jun-18
ASSETS			
Non Current Assets:		**1,871,006**	**1,732,572**
Property, Plant & Equipment	5	947,573	957,033
Intangible Assets		8,037	-
Capital work-in -progress		915,396	775,539
Current Assets:		**4,988,763**	**5,148,848**
Inventories	6	544,809	741,533
Trade & Other Receivables	7	1,312,397	1,377,420
Advance, Deposits & Prepayments	8	2,901,514	2,148,684
Cash and Cash Equivalents	9	230,043	881,211
Total Assets:		**6,859,769**	**6,881,420**
EQUITY & LIABILITIES			
Shareholders Equity:		**873,438**	**862,433**
Share Capital		225,004	225,004
General Reserve		166,000	166,000
Revaluation Surplus		30,502	31,602
Retained Earnings		451,932	439,827
Non Current Liabilities:		**1,437,935**	**1,452,497**
Long Term Borrowings	10	1,231,159	1,245,818
Gratuity Payable	11	109,778	106,496
Deferred Tax Liabilities	12	96,998	100,183
Current Liabilities:		**4,548,396**	**4,566,490**
Short Term Borrowings	13	2,863,977	3,116,918
Long Term Borrowings-Current Portion		26,112	25,157
Payable for Sundry Expenses	14	232,029	214,270
Income Tax provision	15	198,624	191,770
Trade Payables	16	932,963	742,096
Payable for Other Finance		122,073	128,521
Advance Received against Sales		172,618	147,758
			-
Total Equity & Liabilities:		**6,859,769**	**6,881,420**
NET ASSETS VALUE PER SHARE		**38.82**	**38.33**

CFO | Company Secretary | Director | Director/Managing Director

MEGHNA CEMENT MILLS LTD.

Statement of Profit or Loss and Other Comprehensive Income
Unaudited

Figures in "000" Taka

Particulars	Notes	For the 1st Quarter ended from July 2018 to September 2018	For the 1st Quarter ended from July 2017 to September 2017
Revenue	17	1,603,872	1,125,012
Cost of Goods Sold	18	(1,437,649)	(1,003,124)
Gross Profit		**166,223**	**121,888**
Operating Expenses		(77,021)	(63,204)
Administrative overhead	19	(48,283)	(43,583)
Selling & distribution overhead	20	(49,648)	(38,763)
Other operating income		20,910	19,142
Operating Profit		**89,202**	**58,684**
Other non operating income		104	171
Financial Expenses	21	(73,899)	(52,045)
Profit before WPPF & income tax		15,407	6,810
Contribution to WPPF		(734)	(324)
Profit before Income Tax		14,673	6,486
Income Tax		(3,668)	(1,621)
Current Tax Expenses		(6,854)	(2,131)
Deferred Tax Income		3,186	510
Profit after Tax		**11,005**	**4,864**
Other Comprehensive Income		-	-
Total Other Comprehensive Income net of tax		-	-
Total Comprehensive Income		**11,005**	**4,864**
Earnings per Share (Basic)		0.49	0.22

CFO | Company Secretary | Director | Director/Managing Director

MEGHNA CEMENT MILLS LTD.

Statement of Changes in Equity
For the period from 1 July to 30 September, 2018
Unaudited

Particulars	Share Capital	General Reserve	Revaluation Surplus	Retained Earnings	Total
Balance as on 01 July 2017	225,004	166,000	37,435	397,543	825,982
Depreciation on revaluated assets			(1,476)	1,476	-
Net Profit for the period				4,864	4,864
Balance as on 30 September 2017	**225,004**	**166,000**	**35,959**	**403,883**	**830,846**
Balance as on 01 July 2018	225,004	166,000	31,602	439,827	862,433
Depreciation on revaluated assets			(1,100)	1,100	-
Net Profit for the period				11,005	11,005
Balance as on 30 September 2018	**225,004**	**166,000**	**30,502**	**451,932**	**873,438**

CFO | Company Secretary | Director | Director/Managing Director

AMARSTOCK

MEGHNA CEMENT MILLS LTD.

Statement of Cash Flows
Unaudited

Figures in "000" Taka

	For the 1st Quarter ended from	
	July 2018 to September 2018	July 2017 to September 2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Collection from Turnover & Other Income	1,955,088	1,343,587
Payment against Purchase of Raw Materials & Others	(2,032,609)	(1,023,542)
Payment against Expenses & Creditors	(54,746)	(400,413)
Payment against Interest	(73,899)	(52,045)
Total Cash Flow from Operating Activities	**(206,166)**	**(132,413)**
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(171,176)	(15,103)
Sale proceeds from property, plant and equipment	-	-
	(171,176)	**(15,103)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Long Term Loan (Net)	(14,659)	116,053
Short Term Bank Loan	(251,985)	(27,498)
Dividend Paid	(7,182)	(3,991)
	(273,826)	**84,564**
INCREASE/(DECREASE) IN CASH FLOWS (A+B+C)	**(651,168)**	**(62,952)**
Opening Cash & Bank Balances	881,211	196,131
Closing Cash & Bank Balances	**230,043**	**133,179**
NET OPERATING CASH FLOW PER SHARE (TK)	**(9.16)**	**(5.88)**

CFO | Company Secretary | Director | Director/Managing Director

MEGHNA CEMENT MILLS LTD.

Notes to the financial statements
For the three-months period ended 30 September, 2018
Unaudited

1.00 Background and Introduction

Formation and legal status

Meghna Cement Mills Limited (hereinafter referred to as "MCML" / "the Company") is a Publicly-listed limited company domiciled in Bangladesh which was incorporated on 1st March 1992. The address of the Company's registered office is Bashundhara Corporate office, House No. 125/A, Block # A, Bashundhara R/A, Dhaka-1229

2.00 Nature of Business

Principal activities of the Company throughout the year were manufacturing and marketing of all kinds of Cement Sale, The manufacturing plant of Unit-1 & 2 of the company is situated at Mongla Port I/A, Mongla, Bagerhat

3.00 Basis of operation

The interim financial statements have been prepared with Bangladesh Accounting Satandard 34 Interim Financial Reporting.

4.00 Significant Accounting policies

The financial statements have been prepared under the historical cost convention, except for the following:

i) derivative financial instrument measured fair value;

ii) financial instruments at fair value through profit and loss measured at fair value.

The same accounting policies, presentation and methods of computation have been followed in these financial statements as were applied in the presentation of the company's financial statements for the year ended 30 June 2018.

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Figures in "000" Taka

	30-Sep-18 Taka	30-Jun-18 Taka
5.00 PROPERTY, PLANT & EQUIPMENT		
1. Based on Cost:		
A. Cost:		
Opening Balance	1,918,305	1,752,218
Less: Transfer/Disposal during the year	-	-
Add: Addition during the year	23,416	166,087
Closing Balance	**1,941,721**	**1,918,305**
B. Accumulated Depreciation:		
Opening Balance	889,445	768,559
Less: Transfer/Disposal during the year	-	-
Add: Charged during the year	31,776	120,886
Closing Balance	**921,221**	**889,445**
C. Written down value on cost (A-B):	**1,020,500**	**1,028,860**
2. Based on Revaluation:		
A. Cost:		
Opening Balance	(27,160)	(27,160)
Less: Transfer/Disposal during the year	-	-
Add: Addition during the year	-	-
Closing Balance	**(27,160)**	**(27,160)**
B. Accumulated Depreciation:		
Opening Balance	44,667	38,834
Less: Transfer/Disposal during the year	-	-
Add: Charged during the year	1,100	5,833
Closing Balance	**45,767**	**44,667**
C. Written down value on cost (A-B):	**(72,927)**	**(71,827)**
3.Written down value on cost and revaluation (1+2):	**947,573**	**957,033**

6.00 INVENTORIES		
Raw materials	264,718	357,053
Packing materials	9,458	14,144
Finished goods	34,137	20,537
Stores & spares	236,496	349,799
	544,809	**741,533**

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Figures in "000" Taka

	30-Sep-18 Taka	30-Jun-18 Taka
7.00 TRADE AND OTHER RECEIVABLES		
Balance Carrying more than 1(one) year	656,199	619,839
Balance Carrying more than 6(six) month	32,810	41,323
Balance Carrying less than 6(six) month	623,388	716,258
	1,312,397	**1,377,420**
8.00 ADVANCES, DEPOSITS AND PREPAYMENTS		
Advance	1,799,713	1,049,625
Advance tax	923,535	895,794
Deposits	12,835	12,752
Prepayments	165,431	190,513
	2,901,514	**2,148,684**
9.00 CASH AND CASH EQUIVALENTS		
Cash in hand	222,746	6,909
Cash at banks	7,297	874,302
	230,043	**881,211**
10.00 LONG TERM BORROWINGS		
Lease Obligation - Premier Leasing & Finance Ltd	27,608	34,505
Infrastructure Development Co. Ltd. (IDCOL)	1,073,900	1,073,900
Other Finance	129,651	137,413
	1,231,159	**1,245,818**

Other finance represents interest free loan from sister concerns.

11.00 GRATUITY		
Opening Balance	106,496	94,999
Add: Provision during the year	3,282	11,497
Closing balance	**109,778**	**106,496**

12.00 DEFERRED TAX (ASSETS)/LIABILITIES

Deferred tax assets and liabilities have been recognized and measured in accordance with the provisions of IAS/BAS 12 : Income Taxes. The following is the analysis of deferred tax (asstes)/ liabilities presented in the statement of financial position.

Opening Balance	100,183	109,695
Add: Provision during the year	(3,186)	(9,512)
Closing balance	**96,998**	**100,183**

13.00 SHORT TERM BANK BORROWINGS		
A. Cash Credit (H)-45-17.01	613,889	613,077
B. Janata Bank Ltd. Janata Bhaban Cor. Branch	449,588	342,396
C. United Commercial Bank Ltd. Gulshan Branch	674,675	876,532
D. Southeast Bank Ltd. Principal Branch	245,889	404,211
E. National Bank Ltd. Dilkusha Branch	44,579	44,579
F. United Commercial Bank Ltd O/D	197,701	197,217
G. The Farmers Bank Ltd- O/D	637,656	638,906
	2,863,977	**3,116,918**

Figures in "000" Taka

	30-Sep-18 Taka	30-Jun-18 Taka
14.00 PAYABLE FOR EXPENSES		
Electricity Bill	17,860	16,338
Water Bill	56	26
Conversion Charge	99,356	99,356
Salary, Wages & Benefit	26,698	31,414
Audit Fees	125	125
General Expenses	24,737	13,903
Telephone Fax & E-mail Bill	219	218
Co's Cont. to PF	1,130	1,130
VAT at source Payable	18,965	16,061
Tax at source Payable	35,327	29,823
Office Rent Payable	7,556	5,876
	232,029	**214,270**
15.00 INCOME TAX PROVISION		
Opening Balance	191,770	155,107
Add: Current tax expenses in respect of the current Period	6,854	36,663
Less: Adjustment made during the Period	-	-
Closing balance	**198,624**	**191,770**
16.00 TRADE PAYABLE		
Accounts Payable -Cement Bag	83,680	72,015
Accounts Payable -Loose Cement	520,800	326,104
Accounts Payable -LP Gas	5,342	4,915
C & F and Others-Raw Material	244	294
Payable to local Suppliers	322,897	338,768
	932,963	**742,096**

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Figures in "000" Taka

	For the 1st Quarter ended from	
	July 2018 to September 2018	July 2017 to September 2017
	Taka	Taka
17.00 REVENUE		
Domestic Sales (*Note-17.01*)	1,602,112	1,122,017
Export Sales	1,760	2,995
	1,603,872	**1,125,012**
17.01 Gross Domestic Sales	1,842,431	1,290,319
Less: VAT	240,319	168,302
Domestic Sales	**1,602,112**	**1,122,017**
18.00 COST OF SALES		
Opening Stock of raw and packing material	371,197	237,767
Raw and packing material Purchased	1,230,328	902,240
Closing Stock of raw and packing material	(274,176)	(294,842)
Raw and packing material Consumed	**1,327,349**	**845,165**
Factory Expenses	123,900	117,769
Opening stock of finished goods	20,537	68,474
Closing stock of finished goods	(34,137)	(28,284)
	1,437,649	**1,003,124**
19.00 ADMINISTRATIVE OVERHEAD		
Salary,allowances and benefits	20,397	21,521
General administrative Expenses	10,827	8,521
Other office expenses	16,240	12,781
Depreciation	819	760
	48,283	**43,583**
20.00 SELLING AND DISTRIBUTION OVERHEAD		
Salary,allowances and benefits	19,444	25,264
Advertisement	15,646	7,547
Other office expenses	14,558	5,952
	49,648	**38,763**
21.00 FINANCE COSTS		
Interest on Long term Loan	2,164	1,687
Interest on Short term Loan	71,442	49,801
Bank Charges and Commission	293	557
	73,899	**52,045**

22.00 Figures have been rounded off to the nearest '000' Taka and previous period's figures have been rearranged to confirm to current period's presentation.

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