Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2018

AMAR STOCK

কিং ব্রান্ড সিমেন্ট
মেঘনা সিমেন্ট মিলস লিমিটেড

Meghna Cement Mills Limited

MEGHNA CEMENT MILLS LTD.

Statement of Financial Position
As at 31 December, 2018
Unaudited

Figures in "000"

Particulars	Notes	31-Dec-18 Taka	30-Jun-18 Taka
ASSETS			
Non Current Assets:		**1,920,429**	**1,732,572**
Property, Plant & Equipment	5	915,986	957,033
Intangible Assets		7,505	-
Capital work-in-progress		996,938	775,539
Current Assets:		**5,712,482**	**5,148,848**
Inventories	6	618,323	741,533
Trade & Other Receivables	7	1,616,746	1,377,420
Advance, Deposits & Prepayments	8	3,336,730	2,148,684
Cash and Cash Equivalents	9	140,683	881,211
Total Assets:		**7,632,911**	**6,881,420**
EQUITY & LIABILITIES			
Shareholders Equity:		**880,497**	**862,433**
Share Capital		247,504	225,004
General Reserve		166,000	166,000
Revaluation Surplus		30,429	31,602
Retained Earnings		436,564	439,827
Non Current Liabilities:		**1,684,928**	**1,452,497**
Long Term Borrowings	10	1,475,810	1,245,818
Gratuity Payable	11	112,628	106,496
Deferred Tax Liability	12	96,490	100,183
Current Liabilities:		**5,067,486**	**4,566,490**
Short Term Borrowings	13	3,100,308	3,116,918
Long Term Borrowings-Current Portion		27,104	25,157
Payable for Sundry Expenses	14	256,677	214,270
Income Tax Provision	15	201,484	191,770
Trade Payable	16	1,158,712	742,096
Payable for Other Finance		124,214	128,521
Advance Received against Sales		198,987	147,758
Total Equity & Liabilities:		**7,632,911**	**6,881,420**
Net Assets Value (NAV) per share		**35.58**	**34.85**

CFO | Company Secretary | Director | Managing Director/Director

MEGHNA CEMENT MILLS LTD.

Statement of Profit or Loss and Other Comprehensive Income
For the half year ended 31 December, 2018
Unaudited

Figures in "000"

Particulars	Notes	Half year ended on		Period ended	
		31-Dec-18 Taka	31-Dec-17 Taka	Oct-Dec,18 Taka	Oct-Dec,17 Taka
Revenue	17	3,051,097	2,332,177	1,447,225	1,207,165
Cost of Goods Sold	18	(2,760,490)	(2,114,181)	(1,322,841)	(1,111,057)
Gross Profit		**290,607**	**217,996**	**124,384**	**96,108**
Operating Expenses		(128,207)	(110,654)	(51,186)	(47,450)
Administrative overhead	19	(86,304)	(77,562)	(38,021)	(33,979)
Selling & distribution overhead	20	(90,966)	(86,345)	(41,318)	(47,582)
Other operating income		49,063	53,253	28,153	34,111
Operating Profit		**162,400**	**107,342**	**73,198**	**48,658**
Other non operating income		4,035	961	3,931	790
Financial Expenses	21	(141,146)	(96,154)	(67,247)	(44,109)
Profit before WPPF		25,289	12,149	9,882	5,339
Contribution to WPPF		(1,204)	(579)	(471)	(254)
Profit before Income Tax		24,085	11,570	9,411	5,085
Income Tax		(6,021)	(2,893)	(2,353)	(1,271)
Current Tax Expenses		(9,714)	(9,814)	(2,859)	(7,682)
Deferred Tax Income/Expenses		3,693	6,921	507	6,411
Profit after Tax		**18,064**	**8,678**	**7,059**	**3,814**
Other Comprehensive Income					
Total Other Comprehensive Income net of tax		-	-	-	-
Total Comprehensive Income		-	-	-	-
		18,064	**8,678**	**7,059**	**3,814**
Basic Earnings per Share		0.73	0.35	0.29	0.15

CFO | Company Secretary | Director | Managing Director/Director

MEGHNA CEMENT MILLS LTD.

Statement of Changes in Equity
For the half year ended 31 December, 2018
Unaudited

Figures in "000"

Particulars	Share Capital	General Reserve	Revaluation Surplus	Retained Earnings	Total
Balance as on 1st July 2018	225,004	166,000	31,602	439,827	862,433
					-
Net Profit for the period				18,064	18,064
Stock Dividend for the year 2017-2018	22,500			(22,500)	-
Depreciation on revaluated assets			(1,173)	1,173	-
					-
Balance as at 31 December 2018	**247,504**	**166,000**	**30,429**	**436,564**	**880,497**
Balance as on 1st July 2017	225,004	166,000	37,435	397,543	825,982
Net Profit for the period				8,678	8,678
Cash Dividend for the year 2015-2016				(45,001)	(45,001)
Depreciation on revaluated assets			(2,953)	2,953	-
					-
Balance as at 31 December 2017	**225,004**	**166,000**	**34,482**	**364,173**	**789,659**

CFO | Company Secretary | Director | Managing Director/ Director

MEGHNA CEMENT MILLS LTD.

Cash Flow Statement
For the Half year ended 31 December, 2018
Unaudited

Figures in "000"

	31-Dec-18 Taka	31-Dec-17 Taka
CASH FLOWS FROM OPERATING ACTIVITIES		
Collection from Turnover & Other Income	3,373,499	2,632,209
Payment against Purchase of Raw Materials & Others	(3,644,973)	(2,050,215)
Payment against Expenses & Creditors	(283,669)	(756,597)
Total Cash Flow from Operating Activities	**(555,143)**	**(174,603)**
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Fixed Assets	(254,056)	(50,741)
Disposal of Fixed Assets	-	-
	(254,056)	**(50,741)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Long Term Loan (Net)	229,992	118,034
Short Term Bank Loan	(14,664)	175,271
Interest Paid	(141,146)	(96,154)
Dividend Paid	(5,511)	(4,018)
	68,671	**193,133**
INCREASE/(DECREASE) IN CASH FLOWS (A+B+C)	**(740,528)**	**(32,211)**
Opening Cash & Bank Balances	881,211	196,131
Closing Cash & Bank Balances	**140,683**	**163,920**
Net operating cash flow per share (NOCFPS)	(22.43)	(7.05)

CFO | Company Secretary | Director | Managing Director/Director

MEGHNA CEMENT MILLS LTD.

Notes to the financial statements
For the six-months period ended 31 December, 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"

	31-Dec-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	25,152	166,087
Closing Balance	**1,943,457**	**1,918,305**
B. Accumulated Depreciation:		
Opening Balance	889,445	768,559
Less: Transfer/Disposal during the year	-	-
Add: Charged during the year	65,026	120,886
Closing Balance	**954,471**	**889,445**
C. Written down value on cost (A-B):	**988,986**	**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	1,173	5,833
Closing Balance	**45,840**	**44,667**
C. Written down value on cost (A-B):	**(73,000)**	**(71,827)**
3.Written down value on cost and revaluation (1+2):	**915,986**	**957,033**

6.00 INVENTORIES		
Raw materials	243,789	357,053
Packing materials	17,673	14,144
Finished goods	57,810	20,537
Stores & spares	299,051	349,799
	618,323	**741,533**

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Figures in "000"

	31-Dec-18 Taka	30-Jun-18 Taka
7.00 TRADE AND OTHER RECEIVABLES		
Balance Carrying more than 1(one) year	808,373	619,839
Balance Carrying more than 6(six) month	40,419	41,323
Balance Carrying less than 6(six) month	767,954	716,258
	1,616,746	**1,377,420**
8.00 ADVANCES, DEPOSITS AND PREPAYMENTS		
Advance	2,224,323	1,049,625
Advance tax	958,685	895,794
Deposits	13,647	12,752
Prepayments	140,075	190,513
	3,336,730	**2,148,684**
9.00 CASH AND CASH EQUIVALENTS		
Cash in hand	7,543	6,909
Cash at banks	133,140	874,302
	140,683	**881,211**
10.00 LONG TERM BORROWINGS		
Lease Obligation - Premier Leasing & Finance Ltd	20,449	34,505
Infrastructure Development Co. Ltd. (IDCOL)	1,270,000	1,073,900
Other Finance	185,361	137,413
	1,475,810	**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	6,132	11,497
Closing balance	**112,628**	**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	(3,693)	(9,512)
Closing balance	**96,490**	**100,183**
13.00 SHORT TERM BANK BORROWINGS		
A. Cash Credit (H)-45-17.01	613,823	613,077
B. Janata Bank Ltd. Janata Bhaban Cor. Branch	592,998	342,396
C. United Commercial Bank Ltd. Gulshan Branch	673,223	876,532
D. Southeast Bank Ltd. Principal Branch	322,330	404,211
E. National Bank Ltd. Dilkusha Branch	41,805	44,579
F. United Commercial Bank Ltd O/D	200,787	197,217
G. The Farmers Bank Ltd- O/D	655,342	638,906
	3,100,308	**3,116,918**

Figures in "000"

	31-Dec-18 Taka	30-Jun-18 Taka
14.00 PAYABLE FOR EXPENSES		
Electricity Bill	18,593	16,338
Water Bill	46	26
Conversion Charge	121,305	99,356
Salary, Wages & Benefit	26,716	31,414
Audit Fees		125
General Expenses	32,134	13,903
Telephone Fax & E-mail Bill	350	218
Co's Cont. to PF	1,130	1,130
VAT at source Payable	14,037	16,061
Tax at source Payable	34,810	29,823
Office Rent Payable	7,556	5,876
	256,677	**214,270**
15.00 INCOME TAX PROVISION		
Opening Balance	191,770	155,107
Add: Current tax expenses in respect of the current year	9,714	36,663
Less: Adjustment made during the year	-	-
Closing balance	**201,484**	**191,770**
16.00 TRADE PAYABLE		
Accounts Payable -Cement Bag	117,174	72,015
Accounts Payable -Loose Cement	804,399	326,104
Accounts Payable -LP Gas	5,531	4,915
C & F and Others-Raw Material	199	294
Payable to local Suppliers	231,409	338,768
	1,158,712	**742,096**

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Figures in "000"

	For the 2nd quarter ended	
	July 2018 to December 2018	July 2017 to December 2017
	Taka	Taka

17.00 REVENUE

Domestic Sales (*Note-17.01*)	3,049,337	2,326,189
Export Sales	1,760	5,988
	3,051,097	**2,332,177**

During the period Company sold 4,49,507.50 MT Cement in local market and 210 MT in local export.

17.01 Gross Domestic Sales

Gross Domestic Sales	3,506,737	2,675,121
Less: VAT	457,400	348,932
Domestic Sales	**3,049,337**	**2,326,189**

18.00 COST OF SALES

Opening Stock of raw and packing material	371,197	237,766
Raw and packing material Purchased	2,416,143	1,992,261
Closing Stock of raw and packing material	(261,462)	(443,332)
Raw and packing material Consumed	**2,525,878**	**1,786,695**
Factory Expenses	271,885	287,804
Opening stock of finished goods	20,537	68,474
Closing stock of finished goods	(57,810)	(28,792)
	2,760,490	**2,114,181**

19.00 ADMINISTRATIVE OVERHEAD

Salary,allowances and benefits	39,811	40,120
General administrative Expenses	17,935	14,367
Other office expenses	26,903	21,551
Depreciation	1,655	1,524
	86,304	**77,562**

20.00 SELLING AND DISTRIBUTION OVERHEAD

Salary,allowances and benefits	36,734	32,098
Advertisement	30,483	11,530
Other office expenses	23,749	42,717
	90,966	**86,345**

21.00 FINANCE COSTS

Interest on Long term Loan	4,101	5,779
Interest on Short term Loan	135,821	89,148
Bank Charges and Commission	1,224	1,227
	141,146	**96,154**

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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