Annual Report

2017 - 2018

GLOBAL
GHCL
HEAVY CHEMICALS LTD.

গ্লোবাল হেভী কেমিক্যালস্ লিমিটেড
GLOBAL HEAVY CHEMICALS LIMITED

Annual Report
2017-18

AMAR STOCK

GLOBAL HEAVY CHEMICALS LIMITED

(First Bi-Polar Chlor-Alkali Plant in Bangladesh)

Web: www.ghclbd.com

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LETTER OF TRANSMITTAL

The
Shareholders
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Ltd.
Chittagong Stock Exchange Ltd.

Sub: **Annual Report for the year ended June 30, 2018**

Dear Sir(s),

We are pleased to enclose a copy of the Annual Report together with the Audited Financial Statements including Statement of Financial Position as at 30 June 2018, Statement of Comprehensive Income, Changes in Equity and Cash Flows for the year ended June 30, 2018 along with notes thereon and all related Consolidated Financial Statements for your record/necessary measures.

Yours Sincerely
By order of the Board of directors

(Khondoker Ahaduzzaman)
Company Secretary
Date: Dhaka, November 18, 2018

Notice of the 17th Annual General Meeting

Notice is hereby given that the 17th ANNUAL GENERAL MEETING of the shareholders of the company will be held on 23rd December, 2018 at 11:00AM. at Institution of Diploma Engineers Convention Center. 160 /A Kakrail Dhaka-1000 to transact the following business:

Agenda:

1. To receives, consider and adopt the Accounts for the year ended June 30, 2018 together with the Report of the Directors and the Auditors thereon.
2. To approve dividend for the year ended June 30, 2018
3. To elect Directors in terms of the relevant provision of the Articles of Association of the Company.
4. To appoint Auditors and to fix their remuneration for the year ended June 30, 2019
5. To transact any other business of the company with the permission of the Chair

By order of the board

(Khondoker Ahaduzzaman)
Company Secretary

Dated: Dhaka
November 18, 2018

Notes:

01. The Record Date is November 26, 2018.
02. The Shareholders whose name will appear in the Share Register of the Company and in the Depository Register on the date will be eligible to attend the 17th Annual General Meeting and qualify for the dividend to be declared at the AGM.
03. Shareholders are requested to update their respective BO ID with 12 Digit Taxpayer's Identification Number (e-TIN), Bank account number and address through their Depository Participant (DP) before the record date.
04. A shareholder eligible to attend and vote at the Annual General Meeting (AGM) may appoint a proxy to attend and vote in his/her place by filling proxy Form. The proxy Form must be affixed with a revenue stamp of BDT20/- and submitted to the Registered Office of the Company not later than 48 hours before the day of the Annual General Meeting.
05. Members are requested to notify change of address, if any, through their respective Depository Participants well before the Record Date.
06. Shareholders' attendance counter will open at 9.00 a.m. and to be continued till 11.00 a.m.

N.B: Members may please note that no gift or benefits in cash or kind shall be given at the AGM.

OBJECTIVE, MISSION & VALUES

To be regarded as a world-class Chemical Manufacturing Company through quality products and services, Global Heavy Chemicals Limited formulated the following Objective & Mission of the Company.

OBJECTIVE

Incorporating latest technologies with national expertise & experience, Global Heavy Chemicals Limited wants to satisfy its valued customers by providing quality products & services.

MISSION

Within few years period we want to be the leading chemical manufacturing company in Bangladesh both in-terms of turnover, profit & growth. Our mission includes:

- Further developing people competence
- Recognizing individual contribution
- Determining market potentiality through research
- Introducing new as well as innovative products and technologies
- Assuring quality products from advanced manufacturing facilities
- Exceeding customer satisfaction and gaining trust through quality services
- Further expanding the market beyond Bangladesh

This mission statement may be changed at any time in the interest of the company

VALUES

In order to achieve our aspired vision we shall subscribe to the following values.

- Quality in everything we do
- Live up to our commitments
- Transparent and fair in all our dealings
- Take initiative to exceed standards
- Trust and respect for each other
- Work as a team
- Being Socially responsible

COMPANY AT A GLANCE

Company Name
Global Heavy Chemicals Limited

Legal Standing
Global Heavy Chemicals Limited (GHCL), was incorporated on the 19th of September 2000 under the Companies Act.1994 with the Registrar of Joint Stock Companies & Firms.

Authorized Capital
Taka 1000 million divided into 100 million shares of Taka 10.00 each

Paid-up Capital
Taka 720.00 million divided into 72.00 million shares of BDT 10.00 each

Status
Public Limited Company

Registration No.
C-41335(694)/2000

Date & Place of Incorporation
September 19, 2000, Dhaka

Date of Commercial Production
October 15, 2002

Date of Conversion into Public Ltd.
September 16, 2010

Date of Listing at DSE & CSE
The company was listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) on 6 March 2013.

Business Type
Manufacturer of Industrial Chemicals (Caustic Soda & Others)

Registered Office
37, Segun Bagicha, Dhaka 1000, Bangladesh
Tel: 4832 1590, 833 2469, 933 0191, 933 2394
Fax: 880-2-48314450
E-mail: info.ghcl@opsonin.net,
Web: www.ghclbd.com

Factory
Hasnabad, Keranigonj, Dhaka
Tel: 7413426, 7419972-3

CORPORATE PROFILE

Board of Directors

Chairman
Capt. Abdus Sabur Khan (Retd.)

Vice Chairmen
Abdur Rouf Khan

Managing Director
Abdur Rakib Khan

Directors
Masuma Begum
Zakia Sultana Khan
Suraya Jebeen Naz
Abdur Rakib Khan Nominee of Opsonin Pharma Ltd.

Independent Directors
Dr. Khondokar Rahat Hossain
N A G Mohiuddin

Audit Committee

N A G Mohiuddin	(Chairman)
Masuma Begum	(Member)
Zakia Sultana Khan	(Member)

Nomination and Remuneration Committee (NRC)

Dr. Khondokar Rahat Hossain	(Chairman)
Zakia Sultana Khan	(Member)
Suraya Jebeen Naz	(Member)

Company Secretary
Khondoker Ahaduzzaman

Chief Financial Officer
Mohammad Arifuzzaman Khan ACMA

Head of Internal Audit
S. M. Feroz Ahmed

Auditor:
Mahfel Huq & Co.
Chartered Accountants

Legal Services Rendered By
Z. I. Khan Panna
Advocate, Bangladesh Supreme Court

Bankers
Uttara Bank Ltd
Pubali Bank Limited
Dutch Bangla Bank Ltd.

Message from the Honorable Chairman

With the name of Allah, the Beneficent, the Merciful
Distinguished Shareholders, Fellow directors, Ladies and Gentlemen,

Assalamu-Alaikum,

It is indeed a privilege and honor for me for being able to welcome you all again in the 16th Annual General Meeting of our company Global Heavy Chemicals Limited and to place herewith the Annual Report in the state of the company's affairs containing the Audited Financial Statement and Auditor's Report thereon for the year ended 30 June 2018 for your consideration and approval. On behalf of the Board of Directors and myself, I would like to thank you all cordially for taking part with glorious journey of Global Heavy Chemicals Limited. Obviously, every AGM gives us an opportunity to share our views with each other, review our past performance and set new strategies.

However, to draw your kind attention I would like to firmly say that our performance indicates that the company was on the right track in the year backed by right strategies and having an able leadership to deliver consistent value for our shareholders. I am pleased to report that the company's sales Turnover for the year ended 30 June 2018 is BDT 562.13 Million out of which after meeting up all costs including corporate income tax the net profit for the year is BDT 82.09 Million, and Earning per Share (EPS) is BDT 1.14. In consideration of that, the Board of Directors is pleased to recommend cash dividend @ 10% for the shareholders, not for Sponsors/ Directors shareholders.

In conclusion, I, on behalf of the Board of Directors of the company express my sincere appreciation for ongoing support and co-operation by our work force, senior management staff, and customers, different regulatory bodies like BSEC, DSE and CSE. I must express my heartfelt gratitude to our valued shareholders for their trust and confidence in us. I strongly believe that, with your support In-Sha-Allah we will make our future brighter than ever before.

Thanking you.



Capt. Abdus Sabur Khan (Retd.)
Chairman

Statement of Performance from the Managing Director

Honorable Shareholders, Respected Members of the Board of Directors and my beloved Team Members of Global Heavy Chemicals Limited

Assalamu Alaikum.

I feel delighted to submit herewith on behalf of the Board of Directors, the Annual Report 2018 containing the Directors' Report and Financial Statements as required under the Companies Act 1994 and Regulations of Bangladesh Securities and Exchange Commission for consideration and approval thereof by you at this 17th Annual General Meeting of Global Heavy Chemicals Limited.

We are pleased to disclose that, despite various challenges faced by us in the overall business environment due to political instability and inter industry competition and economic downturn Global Heavy Chemicals Limited performed well compared to its competitors in this sector.

As the Managing Director, I would like to report that despite many odds and obstructive situation in the Country, Company's business, as revealed by the Financial Results/positions, has succeeded in attaining progressive growth rates over the year, both in the local and international markets. It is to be noted that the growth in Operating Profit, and Profit before Tax has exceeded the rates of growth in Turnover over the previous year.

The credit goes to all the workers, employees & officials. Without their hard work and cooperation the results would have been different. While the Executive Management had succeeded in retaining its top position in the industry, corporate governance and social responsibilities have not been ignored. The Company has been, as an obligation to humanity, maintaining the highest standard of its products at any cost. We are proud to say that, highly capable and skilled human resources are the greatest assets of our company. We always aim to attract talent and retain them in an excellent working environment. We also emphasize on nurturing the expertise of our human resources at the individual and professional level and managed to provide training/seminar/workshop for staff members with an objective to deliver the best possible output for the betterment of our Company.

To conclude I want to acknowledge and offer my heartfelt thanks to all Global Heavy Chemicals Limited's employees. I also want to acknowledge our debt to the Board of Directors for their ongoing guidance and counsel and for their invaluable support to the company during the reported period.

Finally, on behalf of the management of the Company, I also express my thanks and heartiest gratitude to all of our honorable shareholders, customers, auditors and all other regulatory authorities including Bangladesh Bank, BSEC, DSE, and CSE for their continual guidance, advice/co-operation for the successful operation of the Company during the year 2017-2018.

Thanking you all with best wishes.



Abdur Rakib Khan
Managing Director

Directors' Report

Bismillahir Rahmanur Rahim

Dear Shareholders,
Assalamu Alaikum,

On behalf of the Board of Directors, we have the pleasure to welcome you all to the 17th Annual General Meeting of the Company. We are pleased to submit before you the operational activities and Audited Financial Statements of the Company for the year ended June 30, 2018 as adopted by the Board of Directors.

The Directors Report is prepared in compliance with Section 184 of the Companies Act 1994, Rule 12 (and the schedule there under) of Securities and Exchange Commission Rules 1987, BSEC Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018 and regulations of the Institute of Chartered Accountants of Bangladesh (ICAB).

Industry Outlook:
Global Heavy Chemicals Limited "GHCL" is the first Bi-polar Chlor-Alkali Plant in Bangladesh. The principal activities and nature of the business of the company is to manufacture and distribute Sodium Hydroxide (Caustic Soda: Liquid & Flack), Liquid Chlorine Gas, Hydrochloric Acid, Bleaching Powder, Chlorinated Paraffin Wax "CPW", Sodium Hypochlorite and Clotech.

Since inception, GHCL earned a significant market share in the chemical industry. As the Bangladesh industries are booming in every sector, demand for industrial chemicals is increasing faster and faster. But due to the shortfall in Gas supply and increase in Gas price our performance has been decreased in the last year. As per the audited accounts for the year ended June 30, 2017 it is shown that GHCL earned net revenue of BDT 562.13 Million.

Possible future development:
To increase its revenue GHCL is going to increase the production capacity of Clotech & CPW & GHCL is also going to add a new product line named Tri-Chloro Iosonic Acid.

BDT Amounts in Millions

Name of the Product	2017-2018	2016-2017
Caustic Soda (Flakes/Liquid)	450.12	431.10
Hydrochloric Acid	54.24	51.95
Bleaching Powder	34.60	33.14
Sodium Hypochlorite	5.45	5.22
Chlorinated Paraffin Wax (CPW)	87.35	83.66
Clotech	8.48	8.12
Liquid Chlorine Gas	4.87	4.66
Used Sulphuric Acid	1.35	1.29
Total gross sales	**646.47**	**619.13**

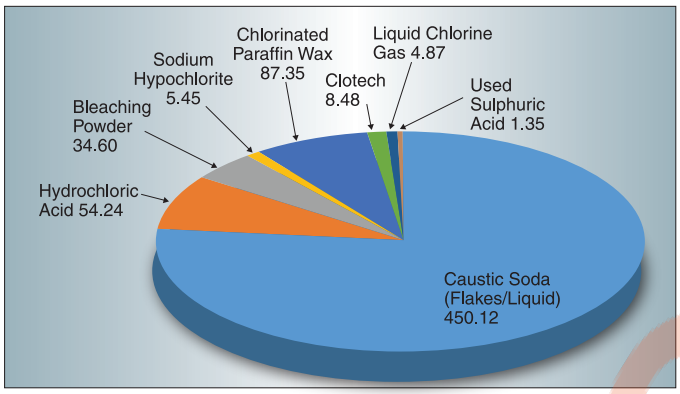

Figure: Product wise Sale contribution for the period ended June 30, 2018

Risks and Concerns:
The Company operates in a field involving some internal /external risk factors and among those some are avertable; others are beyond control, which may be causes of loss. The management of Global Heavy Chemicals Limited perceives the risk factors which are as follows:-

• **Risks from foreign currency fluctuation:** Global Heavy Chemicals Limited makes payments to its overseas suppliers in foreign currencies. Fluctuations in the related foreign currency rates may affect adversely to the company's liquidity and profitability.

• **Instable prices of raw materials and supplies:** Frequently changing cost of different kinds of chemicals that Global Heavy Chemicals Limited uses as raw materials exposes to the company's business as uncertain and unfavorable.

• **Inadequate Gas supplies:** Another major risk of GHCL is inadequate Gas supply. The total power supply depend on Gas. At present GHCL produce 10MW(+/-) Electricity with Gas generator for the plant.

• **Operating risks:** The manufacturing processes and the nature of raw materials in the company always involve a systematic risk that may cause a damage of company assets and lives of its employees and workers.

• **Political uncertainty:** Bangladesh is prone to serious unrest in the political condition which produces Hartal, Road-Block and many other barriers to the business. This could also propel the cost of production upwards.

• **Economic Recession and other natural calamities:** Company's performance and growth are dependent on the health of the Bangladesh economy. The economy could be adversely affected by various factors such as political or regulatory action, including adverse changes in liberalization policies, social disturbances, terrorist attacks and other acts of violence or War, natural calamities, commodity and energy prices and various other factors. Any significant change may adversely affect our business and financials.

Discussion of Cost of Goods Sold, Gross Profit Margin and Net Profit Margin:

BDT Amounts in Millions

Particulars	2017-2018	2016-2017
Cost of Goods Sold	394.36	380.33
Gross Profit Margin	167.77	158.05
Net Profit Margin	82.09	78.07

Extra-Ordinary Events:
No events of extra ordinary gain or loss occurred during the reporting period which would require adjustment or disclosure in the financial statements.

Related Parties Transactions:
The company engaged in a number of related party transactions on an arm length basis. All the transaction with related parties was made through local currency at market prices. Details information has been disclosed in the Notes 2.16 of notes to the Notes to the Financial Statements for the year period ended June 30, 2018.

Remuneration to Directors:
This information is incorporated in the Notes 2.16 of notes to the Notes to the Financial Statements for the year period ended June 30, 2018.

Fairness of Financial Statements'
The financial statements together with the notes thereon have been drawn up in conformity with the Companies Act 1994 and Securities and Exchange Rules 1987. These statements present fairly the Company's state of affairs, the results of its operations, cash flow and changes in equity. In compliance with the requirement of the Bangladesh Securities and Exchange Commission (BSEC) notification dated June 03, 2018, Managing Director and Chief Financial Officer has given the declaration about the fairness of the financial statements which is also included in the report (Annexure 5).

Books of Accounts:
Proper books of account of the company have been maintained.

Accounting Policies:
Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.

Application of IAS & IFRS:
International Accounting Standards, as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure therefrom has been adequately disclosed.

Internal Control:
The Board of Directors assures the shareholders that the company has a robust risk management process to ensure that the system of internal control is sound in design and has been effectively implemented and monitored. Although it is possible that all risks to the business are not known at present, the company takes reasonable steps to identify material risks that may hamper business results and systematically reviews these risks in light of the changing internal and external environment in order to assess that the controls in place are adequate to address these risks.

Minority shareholder:
Minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress.

Going Concern/Forward Looking Statement:
The Board of Directors has reviewed & analyzed the Company's business plan and it's satisfied that the company has adequate resources to continue its operation in the foreseeable future. Accordingly the financial Statements is prepared based on the going concern concept.

Dividend:
During the year company earned net profit after tax BDT 82.09 Million. The earnings per share is BDT 1.14 & Net Asset Value (NAV) Per Share is BDT 54.65 Considering the satisfaction of shareholders, the board of directors has recommended a 10% cash dividend to the shareholders except the directors for year ended June 30, 2018.

No bonus shares or stock dividend has been or shall be declared as interim dividend.

Key Operating and Financial Data:
The Key operating and financial data for the last five years are shown in Annexure-2.

Corporate Governance:
Corporate governance is the set of processes, policy, laws and institution affecting the way of corporation is directed, administrated or controlled. Corporate governance also includes the relationship among the many Stakeholders involved and the goals for which the corporation of governed. The principal stakeholders are the shareholders, managements and the Board of directors. Other Stakeholders include employees, Client creditors, Suppliers, regulators, and the community at large.

Global Heavy Chemical Limited follows good corporate governance at all level since its inception. It has a dynamic Board of Directors entrusted with formulation of policy, guidelines, strategic planning and supervision of business activities and performance of Management. The Board of directors has exercised its responsibilities through its board meetings. A certificate on Corporate Governance Compliance of the company is attach with the report (Annexure:7)

Board Meetings and Committee Meetings:
During the year ended June 30, 2018, the Board of Directors met 8 (eight) times. Audit Committee met 4(four) times. The attendance record of the Directors is shown in Annexure-3:

Capital structure
Authorized capital of Global Heavy chemicals Limited is BDT 1,000.00 Million divided into 100.00 Million ordinary shares of BDT 10.00 each. Present paid-up capital of the company is BDT 720.00 Million divided into 72.00 Million ordinary shares of BDT 10.00 each.

Figure in Millennium

Category of Shareholder	30-Jun-18			30-Jun-17		
	No. of Share	Value	%	No. of Share	Value	%
Director & Sponsor	49.71	497.05	69.03%	49.71	497.05	69.03%
General Shareholders	22.30	222.95	30.97%	22.30	222.95	30.97%
Total	72.00	720.00	100.00%	72.00	720.00	100.00%

A details Pattern of Shareholding as on June 30, 2018 is given in Annexure-4.

Composition of the Board:
The Board of Global Heavy Chemical Limited Consists of 09 (Nine) members where two of nine are Independent Directors. All the Board of Members has Professional and wide range of experiences in the field of business. A Brief resume of the all director are given in Annexure-1:

Appointment of Auditor:
The Auditors of the Company, The Mahfel Huq & Co., Chartered Accountants has carried out the audit of the company for the year ended 30 June 2018. As per regulation 15 (2) & (3) of DSE and CSE (listing) regulations, 2015 existing auditor is not eligible for re-appointment because of fulfilment of 3-year period. After receiving expression of interest from Ahmed Zaker & Co., Chartered Accountants 89, kakrail, Green City Edge (Level 10), Dhaka 1000, the Board of Directors has recommended appointment of Ahmed Zaker & Company, Chartered Accountants 89, kakrail, Green City Edge (Level 10), Dhaka 1000. A proposal for appointment of M/S Ahmed Zaker & Co., Chartered Accountants as auditor for the year 2018-19 of the Company with a remuneration of TK. 200,000/- (Two Lac only) will be placed in the forthcoming 17th AGM for shareholder's approval.

Appointment of Auditor for Compliance of Corporate Governance Code Audit:
The Mazumdar Shikdar and Associates. Cost & Management Accountants will be appointed as the Auditor of the company to audit the Compliance of Corporate Governance Code for the year ended 30 June 2019 with a remuneration of TK. 30,000/- (Thirty Thousand only) subject to the approval of shareholders in the 17th AGM of the company.

Retirement and appointment/re-appointment of Directors:
According to the provision of the articles of association of the company the one third of the number of existing directors retire by rotation, being eligible they offer themselves for re-election.

Acknowledgements
The Board of Directors takes this opportunity in expressing its heart-felt appreciation and gratitude to all our valued Distributor, Customers, Shareholders, Employees, Auditors, Suppliers, Commercial banks, Media, Patrons and well wishers who are the partners in the process of growth of the company. We also look forward to their continued support in the coming days.

The Board also expresses their thanks to Environment Department, BSEC, DSE, CSE and CDBL for their extensive support, Proper Guidance and cooperation.

The prudent policy guidance and support of the members of the Boards of Directors have substantially contributed towards the success of the Company.

The Board of Directors also expresses deep appreciation to the managements and all members of staff who were called upon to embrace some major challenges while at the same time maintaining the highest quality of product to our customers. We thanks each and all of them for their contribution.

For and on behalf of the Board of Directors



Capt. Abdus Sabur Khan (Retd.)
Chairman

Management Discussion and Analysis on Financial Position and Performance

For last year the company generated moderate growth in sales. In 2016-2017, sales stood Tk. 538.38 million and now in 2017-2018 sales stand Tk. 562.13 million. In line with sales, net profit after tax had been increased from around Tk. 78.07 million in 2016-2017 to Tk. 82.09 million in 2017-2018. In the last five financial years, net operating cash flow per share was positive. In the backdrop of above scenario, it indicates the company is moving forward and it has good promise in the long run.

Accounting policy and estimation for preparing financial statements have been remained same as it was before. Hence, there is no effect in this regard.

The economic scenario of Bangladesh has been good. In last fiscal year Bangladesh enjoyed 7.86% economic growth. Per capita income has been increased to USD 1,751 in 2017-18, which was USD 1,610 in FY 2016-17. We are going to be middle income country by 2027. Export is experiencing mild growth and Forex Reserve around USD 32 billion plus. The world economy has been recovering from economic meltdown of 2008. Global growth for 2018–19 is projected to remain steady at its 2017 level. Global growth is projected at 3.7 percent for 2018–19.

As far as risks are concerned, Global Heavy Chemicals Limited is subject to various risk that are not avoided. But instead of accepted are well balanced by the opportunity they present. As we deals with import substitute product we adjust the risk with the sales price. The company is always aware to mitigate this risk as well.



Abdur Rakib Khan
Managing Director

Annexure: 01

Resume of the Directors

Capt. Abdus Sabur Khan (Retd.) the Chairman of Global Heavy Chemicals Limited is one of the pioneer industrialists in Pharmaceutical & Chemical Sector in Bangladesh. He completed his Graduation from Dhaka University in the year 1970 and from Pakistan Military academy, Kakul in the year 1971. He retired from Bangladesh Army in 1975. Joined in Opsonin Pharma Limited in the year 1976 and served as Managing Director under the direct guidance of the Founder Chairman of the Group Late Mr. Abdul Khaleque Khan from 1976-1986. Now he is the Chairman of Opsonin Pharma Ltd. He established M/S. Opso Saline Ltd. in 1987, M/S. Global Capsules Ltd. in 1990 and Global Heavy Chemicals Limited, in 2000 and established Crescent Chemicals Ltd. in 2004. He has been operating Opso Saline Ltd. since 1986, Global Capsules Ltd. since 1990, Global Heavy Chemicals Limited since 2000, and Crescent Chemicals Ltd. since 2004 as Chairman & as a director of Jokky Garments Ltd. since 1984 efficiently & successfully. He became Chairman of the Opsonin Group on 3rd March 2005.

Abdur Rouf Khan, the Vice-Chairman of Global Heavy Chemicals Limited since 2000 is directly involved in the operation of the company. He completed B.Sc in Science from Dhaka University in the year 1976. After completing education he joined Opsonin Pharma Limited in the year 1976 as Executive Director and became Managing Director in March 1986. He has been operating Opsonin Pharma Limited as Managing Director since 1986 efficiently & successfully. He is also operating Opso Saline Ltd. since 1987, Global Capsules Ltd. since 1990, as Vice-Chairman, Crescent Chemicals Ltd., since 2004 as a Director & Jokky Garments Ltd., since 1984 as a Managing Director & Chairman.

By his dynamic & hard working personality as well as enriched with tremendous knowledge in Information Technology related to modern methods in procurement, Production, marketing and management techniques he is successful to raise the position of the group to a highest level in Pharmaceutical & Chemical sector.

Abdur Rakib Khan, the Managing Director of Global Heavy Chemicals Limited graduated from Dhaka University in the year 1984 & directly involved in family business. He joined in Opsonin Pharma Limited as Resident Director in the Year 1976 and became Deputy Managing Director in the year 2014. He is working as Managing Director of Opso Saline Ltd. since 1987, Global Capsules Ltd. since 1990, Crescent Chemicals Ltd. as a Director since 2004 & Jokky Garments Ltd. as a Director since 1984.

He joined in Global Heavy Chemicals Limited in the year 2000 and become Manging director in the year 2013. He also the nominated Director represent Opsonin Pharma Limited in the Board of Directors of Global Heavy Chemicals Limited

He has been conducting the operation of the company very efficiently since the inception of the company by his dynamic leadership. He visited Europe, Australia, Germany, USA, UK, Korea, China, Singapore, Thailand, India and many other countries to enrich his knowledge and experience.

Masuma Begum the directors of the company has completed her graduation from Dhaka University in the year 1976. She joined at GHCL in the year 2010.

Zakia Sultana Khan the directors of the company has completed her graduation from Dhaka University in the year 1988. She joined at GHCL in the year 2010.

Suraya Jabeen Naz the directors of the company has completed her graduationB.Sc (Hon's) from Mymensingh Agriculture University in the year 1992. She joined at GHCL in the year 2010.

N A G Mohiuddin the independent director of the company ia a commerce graduet from Dhaka University. He is also the Chairman of the Audit Committee. He is also the Managing Director of Mirren Bangladesh Ltd. since 1985.

Dr. Khondokar Rahat Hossain the independent director of the company since 2015. He is a MBBS Doctor. He is also the Managing Director of Jahan Ara clinic (Pvt.) Limited since 1993.

Annexure: 02

Key Operating and Financial Data of Preceding 5 (Five) Years & Six Months:

Figure in Millennium

Financial Performance	30 June-18	30 June-17	For the 18 Month ended 30 June-16	31-Dec-14	31-Dec-13
Shareholders' equity	3,934.68	3,874.88	3,830.25	3,730.91	3,628.10
Non-current liabilities	387.72	374.58	357.22	319.02	272.97
Total Capital & Liabilities	**4,322.40**	**4,249.47**	**4,187.47**	**4,049.94**	**3,901.08**
Non-Current Assets (A)	3,871.46	3,832.44	3,776.43	3,653.79	3,525.02
Current Assets (B)	644.08	613.51	632.24	622.03	595.67
Current Liabilities (C)	193.14	196.48	221.20	225.88	219.62
Net Current Assets D, (B-C)	450.93	417.03	411.04	396.15	376.05
Total Assets (E)=(A+D)	**4,322.40**	**4,249.47**	**4,187.47**	**4,049.94**	**3,901.08**
Operational Performance					
Net Sales	562.13	538.38	848.56	680.39	741.32
Less: Cost of Goods Sold	394.36	380.33	578.69	406.38	449.87
Gross Profit	**167.77**	**158.05**	**269.86**	**274.01**	**291.46**
Less: Office & administrative Expenses	35.67	34.09	48.30	31.75	27.38
Less: Selling and Distribution Expenses	5.54	5.32	9.21	7.06	6.60
Operating Profit	**126.56**	**118.64**	**212.34**	**235.21**	**257.47**
Less: Financial Expenses	12.45	10.25	30.91	22.19	50.70
Add: Other Income	0.82	0.90	1.12	1.07	32.00
Profit before Tax & WPPF	**114.92**	**109.30**	**182.56**	**214.09**	**238.77**
Provision for WPPF	5.47	5.20	8.69	-	-
Profit before Tax	**109.45**	**104.09**	**173.86**	**214.09**	**238.77**
Less: Current Tax	14.23	8.66	13.57	42.29	68.86
Less: Deferred Tax	13.13	17.36	29.89	31.58	30.44
Profit after Tax	**82.09**	**78.07**	**130.40**	**140.21**	**139.47**
Financial Highlights & Ratio					
No. of Shares	72.00	72.00	72.00	72.00	72.00
Earnings Per Share (EPS)	1.14	10.8	1.81	1.94	1.94
Dividend Declared	10%	10%	15%	10%	10%
Net Assets Value (NAV) Per Share	54.65	53.82	53.20	51.82	57.23
Net Operating Cash flow Per Share	1.78	2.14	3.44	2.09	3.82
Gross Profit Ratio	30%	29%	32%	40%	39%
Operating Profit Ratio	23%	22%	25%	35%	35%
Return on Assets Ratio(Times)	1.92%	1.85%	3.17%	3.53	2.20
Return on Equity Ratio	2.10%	2.03%	3.45%	3.76%	3.95%
Inventory Turnover Ratio	2.06	2.10	3.11	2.36	2.95
Assets Turnover Ratio	0.13	0.13	0.21	0.17	0.19
Current Ratio	3.33	3.12	2.86	2.75	2.71
Debt to Equity Ratio (Times)	0.008	0.008	0.007	1.04	0.014

Annexure: 03

Board Meeting and Attendance

Name of Directors	Status	Attended
Capt. Abdus Sabur Khan (Retd.)	Chairman	8
Abdur Rouf Khan	Vice Chairman	8
Abdur Rakib Khan	Managing Director	8
Masuma Begum	Director	7
Zakia Sultana Khan	Director	6
Suraya Jebeen Naz	Director	4
Opsonin Pharma Ltd. Represented by Abdur Rakib Khan	Director	4
N A G Mohiuddin	Independent Director	5
Dr. Khondokar Rahat Hossain	Independent Director	7

Audit Committee Meeting and Attendance

Name of Members	Status	Attended
N A G Mohiuddin	Chairman of Audit Committee	4
Masuma Begum	Member	4
Zakia Sultana Khan	Member	4

Annexure: 04

Pattern of Shareholding as on June 30, 2018

Name of the Shareholders	Status	Shares held	%
a) Parent/Subsidiary/Associated Companies and other related parties			
Opso Saline Ltd.	Share Holder	839,250	1.17%
Global Capsules Ltd.	Share Holder	894,500	1.24%
b) Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children			
Capt. Abdus Sabur Khan (Retd.)	Chairman	3,343,340	4.64%
Abdur Rouf Khan	Vice Chairman	3,343,330	4.64%
Abdur Rakib Khan	Managing Director	3,343,330	4.64%
Masuma Begum	Director	1,445,000	2.01%
Zakia Sultana Khan	Director	1,445,000	2.01%
Suraya Jebeen Naz	Director	1,445,000	2.01%
Opsonin Pharma Ltd. Represented by Abdur Rakib Khan	Director	35,030,000	48.65%
N A G Mohiuddin	Independent Director	-	-
Dr. Khondokar Rahat Hossain	Independent Director	310,000	0.43%
Sazia Zareen Shathi	Shareholder	45,000	0.06%
Rubaiya Zarrin Khan	Shareholder	45,000	0.06%
Saadman Rakib Khan	Shareholder	45,000	0.06%
Khondoker Ahaduzzaman	Company Secretary	-	-
Mohammad Arifuzzaman Khan ACMA	Chief Financial Officer	-	-
S. M. Feroz Ahmed	Head of Internal Audit	-	-
c) Executives			
Md. Monjur Ahmed	Head of Engineering	-	-
Md. Masudur Rahman	Head of Production	-	-
Md. Jakaria Khan	Assistant Manager	-	-
Md. Harun-Or-Rashid	Co-Ordinator	-	-
Kh. Tuheen Akter	Assistant Manager	-	-
d) Shareholders holding ten percent (10%) or more voting interest in the company			
Opsonin Pharma Ltd. Represented by Abdur Rakib Khan	Director	35,030,000	48.65%

Annexure: 05

Global Heavy Chemicals Limited
Declaration by MD and CFO

Date: October 28, 2018

The Board of Directors
Global Heavy Chemicals Limited
37 Segun Bagicha, Dhaka

Subject: Declaration on Financial Statements for the year ended on 30 June 2018

Dear Sirs,

Pursuant to the condition No. 1(5)(xxvi) imposed vide the Commission's Notification No. BSEC/CMR-RCD/2006-158/207/Admin/80 Dated 03 June 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:

(1) The Financial Statements of Global Heavy Chemicals Limited for the year ended on 30 June 2018 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there from has been adequately disclosed;

(2) The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;

(3) The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;

(4) To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;

(5) Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and

(6) The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exists no material uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that: -

(i) We have reviewed the financial statements for the year ended on 30 June 2018 and that to the best of our knowledge and belief:

(a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

(b) these statements collectively present true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.

(ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Abdur Rakib Khan
Managing Director

Mohammad Arifuzzaman Khan ACMA
Chief Financial Officer

Annexure: 06

Audit Committee Report

Composition of the Committee:
The Audit Committee consists of the following members:

Sl. No.	Name of the Director	Position
01.	N A G Mohiuddin	Chairman of Audit committee
02.	Masuma Begum	Member
03.	Zakia Sultana Khan	Member

Function of the Committee
The main role of the Audit Committee is to assist the Board of Directors to effectively carry on its responsibilities relating to financial and other connected affairs. The Committee is empowered to:

- Examine any matter relating to the financial and others issues related to the company;
- Monitor all internal and external Audit;
- Review internal and external Audit reports and follow up on recommendations;
- Review the efficiency of internal control systems and procedures;
- Evaluate the Quality of Accounting Policies and their adherence to Statutory and regulatory Compliances
- Review the company's Annual Report and Accounts and Internal Financial Statements prepared for disclosure before submission to the Board;
- Ensure that Company's polices are firmly Committed to the highest standards and in the best interests of all stakeholders;

Regulatory Compliance
The committee monitors the due compliance with all requirements through the quarterly statements submitted by the accounts unit. The committee also analyzed the differences, increase & decrease of operating and non-operating income and deviations arrived in the business process and books of accounts under the circumstances.

Internal Audit
The internal Audit team of the company carries out regular internal audit of all departments. The committee regularly reviewed the performance of internal audit and inspects substantial functions and reports thereof.

Testimony
We confirm that:

a) The accounting and reporting policies of the company were consistent with legal requirements and agreed ethical practice;
b) The scope and planning of the external audit were, in our opinion, adequate;
c) The internal control system was in order;
d) The External Auditors report was in satisfactory;

We deliberated with the External Auditors who confirmed that all necessary co-operations were received from Management and that they had issued a clean report.

N A G Mohiuddin
Chairman, Audit committee

Annexure: 07

Report to the Shareholders of Global Heavy Chemicals Limited on compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by Global Heavy Chemicals Limited for the year ended on 30 June 2018. This Code relates to the Notification No. BSEC/CMR-RCD/2006-158/207/Admin/80 Dated 03 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

(a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission except condition no. 6(4) & 6(5).
(b) The company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code or not complied (if not complied, specify noncompliances);
(c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws or not complied (if not complied, specify non-compliances); and
(d) The governance of the company is highly satisfactory or satisfactory or not satisfactory.

For **Mazumdar Sikder and Associates**

Place : Dhaka
Date : November 15, 2018

Md. Salauddin Sikder, FCMA
Cost & Management Accountants

Status of Compliance with the Corporate Governance Guideline (CGC)

Status of Compliance with the conditions imposed by the Commission`s Notification No. BSEC/CMR-RCD/2006-158/207/Admin/80 dated 03 June 2018, issued under section 2CC of the Securities and Exchange Ordinance, 1969:

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.1	Board's Size: The number of the board members shall not be less than 5(Five) and more than 20 (Twenty)	√		
1.2(a)	At least on fifth (1/5) of the total number of directors in the company's board shall be independent directors.	√		
1.2 (b) (i)	Who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	√		
1.2 (b)(ii)	who is not a sponsor of the company or is not connected with the company's any sponsor or director or nominated director or shareholder of the company or any of its associates, sister concerns, subsidiaries and parents or holding entities who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members shall not hold above mentioned shares in the company;	√		
1.2 (b)(iii)	who has not been an executive of the company in immediately preceding 2 (two) financial years;	√		
1.2 (b) (iv)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated companies;	√		
1.2 (b)(v)	who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange;	√		
1.2 (b)(vi)	who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market;	√		
1.2 (b)(vii)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code;	√		
1.2 (b)(viii)	who is not independent director in more than 5 (five) listed companies;	√		
1.2 (b)(ix)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan or any advance to a bank or a Non-Bank Financial Institution (NBFI);	√		
1.2 (b)(x)	who has not been convicted for a criminal offence involving moral turpitude;	√		
1.2 (c)	Independent director shall be appointed by the Board of Directors and approved by the shareholders in the Annual General Meeting (AGM);	√		
1.2 (d)	The post of independent director cannot remain vacant for more than 90 (ninety) days;	√		
1.2 (e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only;	√		
1.3 (a)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to business;	√		
1.3 (b)(i)	Business leader who is or was a promoter or director of an unlisted company having minimum paid up capital of Tk. 100.00 million or any listed company or a member of any national or international chamber of commerce or business association; or	-		
1.3(b)(ii)	Corporate leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid up capital of Tk. 100.00 million or of a listed company;	√		

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.3(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or law;	-		
1.3 (b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law;	-		
1.3 (b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification;	-		
1.3 (c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b);	√		
1.3 (d)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission;			No such issue arose
1.4 (a)	The positions of the Chairperson of the Board and the Managing Director and/ or Chief Executive Officer (CEO) of the company shall be filled by different individuals;	√		
1.4 (b)	The Managing Director (MD) and/ or Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company;	√		
1.4 (c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company;	√		
1.4 (d)	The Board shall clearly define respective roles and responsibilities of the chairperson and the Managing Director and/ or Chief Executive Officer;	√		
1.4 (e)	In the absence of the chairperson of the Board, the remaining members may elect one of themselves from non-executive directors as Chairperson for that particular Board's meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	√		
1.5 (i)	An industry outlook and possible future developments in the industry;	√		
1.5 (ii)	The Segment-wise or product-wise performance;	√		
1.5 (iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	√		
1.5 (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin;	√		
1.5 (v)	A discussion on continuity of any Extra-Ordinary gain or loss;	√		
1.5 (vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions;	√		
1.5 (vii)	A statement of utilization of proceeds raised through public issues, rights issues and/or any other instruments;			N/A
1.5 (viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc.;			No such issue arose
1.5 (ix)	An explanation on any significant variance that occurs between Quarterly Financial performance and Annual Financial statements;			No such matter to explain
1.5 (x)	A statement of remuneration paid to the directors including independent directors	√		
1.5 (xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity;	√		
1.5 (xii)	Proper books of account of the issuer company have been maintained;	√		

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.5 (xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment;	√		
1.5 (xiv)	International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed;	√		
1.5 (xv)	The system of internal control is sound in design and has been effectively implemented and monitored;	√		
1.5 (xvi)	Minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress;	√		
1.5 (xvii)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed;	√		
1.5 (xviii)	An explanation that significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof shall be explained;			No such matter to explain
1.5 (xix)	Key operating and financial data of at least preceding 5 (five) years shall be summarized;	√		
1.5 (xx)	An explanation on the reasons if the issuer company has not declared dividend (cash or stock) for the year;			N/A
1.5 (xxi)	Board statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend;			N/A
1.5 (xxii)	The total number of Board meetings held during the year and attendance by each director shall be disclosed;	√		
1.5 (xxiii)(a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details);	√		
1.5 (xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details);	√		
1.5 (xxiii)(c)	Executives;	√		
1.5 (xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details);	√		
1.5 (xxiv)(a)	A brief resume of the director;	√		
1.5 (xxiv)(b)	Nature of his/her expertise in specific functional areas;	√		
1.5 (xxiv)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the board;	√		
1.5 (xxv)(a)	Accounting policies and estimation for preparation of financial statements;	√		
1.5 (xxv)(b)	Changes in accounting policies and estimation, if any, clearly describing the effect on financial performance and financial position as well as cash flows in absolute figure for such changes;	√		
1.5 (xxv)(c)	Comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof;	√		
1.5 (xxv)(d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	√		
1.5 (xxv)(e)	The financial and economic scenario of the country and the globe;	√		
1.5 (xxv)(f)	Risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company;	√		
1.5 (xxv)(g)	Future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explained to the shareholders in the next AGM;	√		

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
1.5 (xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure-A;	√		
1.5 (xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-B and Annexure-C.	√		
1.6	Meetings of the Board of Directors	√		
1.7 (a)	The Board shall lay down a code of conduct, for the Chairperson of the Board, other board members and Chief Executive Officer of the company;	√		
1.7 (b)	The code of conduct as determined by the NRC shall be posted on the website			Will be complied within stipulated time
2 (a)	Composition of the Board of the subsidiary company;			N/A
2 (b)	At least 1 (one) independent director to the subsidiary company;			N/A
2 (c)	Submission of minutes to the holding company;			N/A
2 (d)	Review the minutes by the holding company;			N/A
2 (e)	Review the financial Statements by holding company.			N/A
3.1 (a)	Appointment of MD, CS, CFO and HIAC;	√		
3.1 (b)	The positions of the MD, CS, CFO and HIAC shall be filled by different individuals;	√		
3.1 (c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time;	√		
3.1 (d)	Roles, responsibilities and duties of the CFO, the HIAC and the CS;	√		
3.1 (e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board	√		
3.2	Requirement to attend the Board Meetings	√		
3.3 (a)(i)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	√		
3.3 (a)(ii)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;	√		
3.3 (b)	This is also certified that no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board or its members;	√		
3.3 (c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	√		
4 (i)	Audit Committee;	√		
4 (ii)	Nomination and Remuneration Committee;	√		
5.1 (a)	The company shall have an Audit Committee	√		
5.1 (b)	The Audit Committee shall assist the Board of Directors	√		
5.1 (c)	The Audit Committee shall be responsible to the Board of Directors.	√		
5.2 (a)	At least 3 (three) members;	√		
5.2 (b)	at least 1 (one) independent director in the Audit Committee	√		
5.2 (c)	Qualification of Audit Committee members.	√		
5.2 (d)	Term of service of Audit Committee members.	√		
5.2 (e)	The company secretary shall act as the secretary of the Committee;	√		
5.2 (f)	The quorum of the Audit Committee meeting	√		
5.3 (a)	The Board of Directors select the Chairman	√		

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
5.3 (b)	An independent director is a must for the quorum of the meeting			No such incident arose
5.3 (c)	Chairman of the audit committee shall remain present in the (AGM).	√		
5.4 (a)	At least its four meetings in a financial year;	√		
5.4 (b)	An independent director is a must for the quorum of the meeting	√		
5.5 (a)	Oversee the financial reporting process;	√		
5.5 (b)	Monitor choice of accounting policies and principles;	√		
5.5 (c)	Monitor Internal Audit and Compliance process	√		
5.5 (d)	Oversee hiring and performance of external auditors;	√		
5.5 (e)	Hold meeting with the external or statutory auditors	√		
5.5 (f)	Review the annual financial statements before submission to the board for approval;	√		
5.5 (g)	Review the quarterly and half yearly financial statements before submission to the board for approval;	√		
5.5 (h)	Review the adequacy of internal audit function;	√		
5.5 (i)	Review the Management's Discussion and Analysis before disclosing in the Annual Report;	√		
5.5 (j)	Review statement of significant related party transactions submitted by the management;	√		
5.5 (k)	Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors;	√		
5.5 (l)	Oversee the determination of audit fees and evaluate the performance of external auditors;	√		
5.5 (m)	Oversee whether the proceeds raised through IPO, RPO or Rights Share Offer have been utilized properly	√		
5.6 (a)(i)	Reporting to the Board of Directors.	√		
5.6 (a)(ii)	Immediately report to the Board of Directors on the following findings, if any;			
5.6 (a)(ii)(a)	Report on conflicts of interests;			No such incident arose
5.6 (a) (ii)(b)	Suspected or presumed fraud or irregularity or material defect in the internal control system;			No such incident arose
5.6 (a) (ii)(c)	Suspected infringement of laws, including securities related laws, rules and regulations; and			No such incident arose
5.6 (a) (ii)(d)	Any other matter which shall be disclosed to the Board of Directors immediately			No such incident arose
5.6 (b)	Reporting to the Authorities			No such incident arose
5.7	Reporting to the Shareholders and General Investors	√		
6.1 (a)	Shall have a Nomination and Remuneration Committee (NRC)	√		
6.1(b)	The NRC shall assist in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive	√		
6.1(c)	The Terms of Reference (ToR) of the NRC	√		
6.2 (a)	At least three members including an independent director;	√		

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
6.2 (b)	All members of the Committee shall be non-executive directors;	√		
6.2 (c)	Members of the Committee shall be nominated and appointed by the Board;	√		
6.2 (d)	The Board shall have authority to remove and appoint any member of the Committee;	√		
6.2 (e)	Vacancy in the Committee;			No such incident arose
6.2 (f)	appoint or co-opt any external expert and/or member(s)			No such incident arose
6.2 (g)	The company secretary shall act as the secretary of the Committee;	√		
6.2 (h)	The quorum of the NRC meeting	√		
6.2 (i)	Remuneration Of NRC	√		
6.3 (a)	The Board shall select the Chairperson of the Committee,	√		
6.3 (b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;			No such incident arose
6.3 (c)	The Chairperson of the NRC shall attend the AGM			Will attend in upcoming AGM
6.4 (a)	The NRC shall conduct at least one meeting in a financial year;			No meeting was conduct during the period & Will be complied within stipulated time
6.4 (b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;			
6.4 (c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h);			
6.4 (d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.			
6.5 (a)	NRC shall be independent and accountable to the Board and shareholders;			There was no activities of the NRC during the period & Will be complied within stipulated time
6.5 (b)	NRC shall oversee, among others, the following matters:			
6.5 (b)(i)	Formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, considering the following:			
6.5 (b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;			
6.5 (b)(i)(b)	The relationship of remuneration to performance is clear and meets appropriate performance benchmarks;			
6.5 (b)(i)(c)	Remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;			
6.5 (b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality;			
6.5 (b)(iii)	Identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;			
6.5 (b)(iv)	Formulating the criteria for evaluation of performance of independent directors and the Board;			
6.5 (b)(v)	Identifying the company's needs for employees at different levels;			
6.5 (b)(vi)	Developing, recommending and reviewing annually the company's human resources and training policies;			
6.5 (c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.			

Condition No.	Title	Compliance Status		Remarks (If any)
		Complied	Not Complied	
7.1 (i)	Appraisal or valuation services or fairness opinions;	√		
7.1 (ii)	Financial information systems design and implementation	√		
7.1 (iii)	Book-keeping or other services related to the accounting records or financial statements;	√		
7.1 (iv)	Broker-dealer services;	√		
7.1 (v)	Actuarial services;	√		
7.1 (vi)	Internal audit services or special audit services;	√		
7.1 (vii)	any service that the Audit Committee determines;	√		
7.1 (viii)	Audit/certification services on compliance of corporate governance as required under clause (i) of condition No. 9 (1);	√		
7.1 (ix)	Any other service that creates conflict of interest;	√		
7.2	Audit firms and his or her family members shall possess any share of the company they audit	√		
7.3	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting	√		
8.1	Maintaining a website by the Company linked with the website of the stock exchange;	√		
8.2	Keep the website functional from the date of listing;	√		
8.3	Detailed disclosures should be available on its website	√		
9.1	Obtain a certificate regarding compliance of conditions of Corporate Governance Code of the Commission	√		
9.2	Compliance of Corporate Governance Code Auditor shall be appointed by the shareholders			Will appoint in the next AGM
9.3	Annexure attached in the directors' report.	√		

Independent Auditor's Report

To the Shareholder of Global Heavy Chemicals Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Global Heavy Chemicals Limited, which comprise the Statement of Financial Position as at June 30, 2018 along with Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in equity and Statement of Cash Flows for the year ended June 30, 2018, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), The Companies Act 1994, The Securities and Exchange Rules 1987 and other applicable laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA).Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Global Heavy Chemicals Limited as of June 30, 2018 and of its financial performance for the year ended June 30, 2018 in accordance with Bangladesh Financial Reporting Standards and comply with the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Report on Other Legal and Regulatory Requirements

We also report that;

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
b) in our opinion proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
c) the company's Statement of financial position, statement of Profit or Loss and Other Comprehensive income, Statement of Changes in equity and Statement of Cash Flows dealt with by the report are in agreement with the books of accounts and
d) the expenditures incurred during the year were for the purpose of the business of the Company.

Date: Dhaka
October 28, 2018

Mahfel Huq & Co.
Chartered Accountants

Global Heavy Chemicals Limited

Statement of Financial Position

As at 30 June 2018

(Amount in Taka)

Particulars	Notes	30-Jun-18	30-Jun-17
ASSETS			
Non-Current Assets			
Property, Plant & Equipments -Carrying Value	3.00	3,871,461,271	3,832,436,786
Current Assets		**644,078,630**	**613,510,044**
Advances, Deposits and Prepayments	4.00	154,067,860	137,532,027
Inventories	5.00	201,209,701	181,196,398
Trade Receivable	6.00	254,423,658	261,143,531
Cash and Cash Equivalents	7.00	34,377,412	33,638,088
TOTAL ASSETS		**4,515,539,901**	**4,445,946,831**
EQUITY AND LIABILITIES			
Shareholders equity		**3,934,676,687**	**3,874,883,329**
Share Capital	8.00	720,000,000	720,000,000
Share Premium		1,083,400,000	1,083,400,000
Revaluation Reserve	9.00	1,525,671,614	1,525,671,614
Retained Earnings	10.00	605,605,073	545,811,715
Non-Current Liabilities		**387,718,528**	**374,583,691**
Deferred Tax (Assets)/Liabilities	11.00	387,718,528	374,583,691
Current Liabilities & Provisions		**193,144,686**	**196,479,811**
Trade Payable	12.00	1,986,480	2,129,345
Provision & Liabilities for Expenses	13.00	44,483,503	39,759,933
Share money (Refundable)		11,545,000	11,545,000
Advance received against Sales	14.00	5,549,364	5,319,509
Short term Bank Loan	15.00	33,267,952	31,348,691
Provision For WPPF	16.00	5,472,557	5,204,669
Provision for Income Tax	17.00	90,839,830	101,172,664
TOTAL EQUITY AND LIABILITIES		**4,515,539,901**	**4,445,946,830**
Net Asset Value per share	**26.00**	**54.65**	**53.82**

The annexed notes (1-27) form an integral part of these financial statements.

Chief Financial Officer | Managing Director | Chairman

Signed as per our separate report of same date.

Date: Dhaka
28 October 2018

Mahfel Huq & Co.
Chartered Accountants

Global Heavy Chemicals Limited

Statement of Profit or Loss and Others Comprehensive Income

For the year ended June 30, 2018

(Amount in Taka)

Particulars	Notes	2017-2018	2016-2017
Net Sales	18.00	562,128,091	538,376,699
Cost of Goods Sold	19.00	(394,358,021)	(380,327,282)
Gross Profit		**167,770,069**	**158,049,417**
Operating Expenses		**(41,209,400)**	**(39,410,116)**
Office & Administrative Expenses	20.00	(35,671,930)	(34,087,787)
Selling & Distribution Expenses	21.00	(5,537,470)	(5,322,329)
Operating Income		**126,560,669**	**118,639,301**
Financial Expenses	22.00	(12,452,870)	(10,245,580)
Profit before other income		**114,107,799**	**108,393,721**
Other Income	23.00	815,902	904,322
Profit / Loss Before Tax & WPPF		**114,923,701**	**109,298,044**
Provision For WPPF		(5,472,557)	(5,204,669)
Profit/(Loss) Before Tax		**109,451,144**	**104,093,375**
Income Tax Expenses		**(27,362,786)**	**(26,023,344)**
Provision for Current Tax		(14,227,949)	(8,662,821)
Provision for Deferred Tax		(13,134,837)	(17,360,523)
Profit after tax		**82,088,358**	**78,070,031**
Earnings Per Share	**24.00**	**1.14**	**1.08**

The annexed notes (1-27) form an integral part of these financial statements.

Chief Financial Officer | Managing Director | Chairman

Signed as per our separate report of same date.

Date: Dhaka
28 October 2018

Mahfel Huq & Co.
Chartered Accountants

Global Heavy Chemicals Limited

Statement of Changes in Equity

For the year ended June 30, 2018

(Amount in Taka)

Particulars	Share Capital	Share premium	Retained Earnings	Revaluation Surplus	Total Shareholders Equity
Balance as at July 01, 2017	720,000,000	1,083,400,000	545,811,715	1,525,671,614	3,874,883,329
Dividend paid for the year 16-17	-	-	(22,295,000)	-	(22,295,000)
Net profit during the Year	-	-	82,088,358	-	82,088,358
Balance as at June 30 2018	**720,000,000**	**1,083,400,000**	**605,605,073**	**1,525,671,614**	**3,934,676,687**

For the year ended June 30, 2017

Particulars	Share Capital	Share premium	Retained Earnings	Revaluation Surplus	Total Shareholders Equity
Balance as at July 01, 2016	720,000,000	1,083,400,000	501,184,184	1,525,671,614	3,830,255,798
Dividend paid for the year 15-16	-	-	(33,442,500)	-	(33,442,500)
Net profit during the Year	-	-	78,070,031	-	78,070,031
Balance as at June 30 2017	**720,000,000**	**1,083,400,000**	**545,811,715**	**1,525,671,614**	**3,874,883,329**

The annexed notes (1-27) form an integral part of these financial statements.

Chief Financial Officer | Managing Director | Chairman

Signed as per our separate report of same date.

Date: Dhaka

28 October 2018

Mahfel Huq & Co.
Chartered Accountants

Global Heavy Chemicals Limited

Statement of Cash Flows

For the year ended June 30, 2018

Amount in Taka

	PARTICULARS	Notes	2017-2018	2016-2017
A.	**CASH FLOW FROM OPERATING ACTIVITIES:**			
	Cash Receipts:		**569,893,721**	**540,549,523**
	Cash Receipts from Customers		569,077,819	539,645,201
	Cash Receipts from Others Income		815,902	904,322
	Cash Payments:		**441,765,930**	**386,622,129**
	Cash paid to suppliers, employees & others		410,014,005	356,670,516
	Income Tax		19,299,055	19,706,033
	Bank Interest & Charges Paid		12,452,870	10,245,580
	Net Cash Provided by Operating Activities:		**128,127,791**	**153,927,394**
B.	**CASH FLOW FROM INVESTING ACTIVITIES:**			
	Fixed Assets Addition		(106,960,260)	(123,925,658)
	Net Cash Used by Investing Activities:		**(106,960,260)**	**(123,925,658)**
C.	**CASH FLOW FROM FINANCING ACTIVITIES:**			
	Bank loan (Short term loan)		1,919,261	4,306,787
	Dividend Paid		(22,347,468)	(29,653,536)
	Net Cash Used by Financing Activities:		**(20,428,207)**	**(25,346,749)**
D.	**Net Cash Inflow (A+B+C):**		**739,324**	**4,654,987**
E.	**Opening Cash & Cash Equivalent**		**33,638,088**	**28,983,101**
F.	**Closing Cash & Cash Equivalent (D+E):**		**34,377,412**	**33,638,088**
	Net Operating Cash flow per share:	27	**1.78**	**2.14**

The annexed notes (1-27) form an integral part of these financial statements.

Chief Financial Officer | Managing Director | Chairman

Signed as per our separate report of same date

Date: Dhaka
28 October 2018

Mahfel Huq & Co.
Chartered Accountants

GLOBAL HEAVY CHEMICALS LIMITED

Notes to the Financial Statements
As at and for the year ended June 30, 2018

1. Incorporation, Legal status and Nature of activities:

1.01 Legal form of the Enterprise
The company namely Global Heavy Chemical Ltd. was incorporated as private limited company with the issuance of certificate of incorporation bearing no.C-41335(694)/2000 dated September 19, 2000 by the Registrar of Joint Stock Companies & Firms. Subsequently the company has been converted into public limited company on September 16, 2010. The company went for Initial public offering of shares in December 2012 which was fully subscribed and issued. The company was listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) on March 06, 2013.

1.02 Registered Office of the Company
Registered Office of the Company is located at 37, Segun Bagicha, Dhaka-1000.

1.03 Principal activities and nature of the business
The principal activities and nature of the business of the company is to manufacture and distribute Sodium Hydroxide (Caustic Soda), Chlorine and other chemical products.

2. Significant Accounting Policies:

Basis of Preparation of Financial Statements
The Financial Statements of the Company are prepared on a going concern basis under historical cost convention and in accordance with the International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other laws and rules applicable in Bangladesh.

2.01 Going Concern
This financial statement has been prepared on the assumption that the entity is a going concern and will continue its business for the foreseeable future. Hence, it is assumed that the entity has neither the intention nor the need to liquidate or curtail materially the scale of its operation.

2.02 Cash Flow Statement
Cash Flow Statement is prepared in accordance with IAS 7 "Statement of Cash Flows" and the Securities and Exchange Rules, 1987 and the cash flow from the operating activities are shown under the direct method as prescribed.

2.03 Recognition of Fixed Assets and Depreciation
In accordance with the International Accounting Standard adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) as IAS 16 'Property Plant and Equipments have been accounted for at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the items. Depreciation on all fixed assets has been applied consistently year to year at the following rate:

a)	Land & Developments	0%
b)	Building & Other Civil Construction	2.5%
c)	Plant & Machinery	2.5%
d)	Generator	5%
e)	Pipe, Pipe Rack & Electrical	5%
f)	Furniture and Fixture	10%
g)	Tools & Equipment	5%
h)	Motor Vehicles	10%

Revaluation of Fixed Assets
The original cost of the land amounts to Tk. 67,400,386 (Note-9.00) which has been revalued at Tk.1,593,072,000 by Mahfel Huq & Co. Chartered Accountants. Revaluation report date February 28, 2011

2.04 Impairment
All assets except inventory arising from construction contracts financial assets is assessed at the end of each reporting period to determine whether there is any indication that an assets may be impaired. If any such indication exists the company assesses the recoverable amount. If, and only if, the recoverable amount of an asset is less than its carrying amount, the carrying amount of the assets is reduced to its recoverable amount. The reduction is an impairment loss.

An impairment loss is recognized immediately in profit or loss, unless the asset is carried at revalued amount in accordance with another standard. Any impairment loss of a revalued asset is treated as a revaluation decrease. No such assets have been impaired during the year and for this reason no provision has been made for impairment of assets.

2.05 Revenue Recognition
Revenue is recognized only when it is probable that the economic benefit of such transaction has been derived as per "IAS-18".

Sales revenue is recognized when transactions related to sales are completed and the sales invoices are issued in favor of the buyers.

2.06 VAT
The company's trading income is subject to VAT and these VAT liabilities are accounted for as per VAT Act 1991 having been maintaining a VAT Current Account.

2.07 Valuation of Current Assets
Sundry Debtors
These are carried forward at their original invoiced value amount and represents net realizable value. Management considered the entire bills receivable as good and is collectable and therefore, no amount was provided for as bad debt in the current year's account.

Inventories
In compliance with the requirements of IAS 2 "Inventories" & with Companies Act-1994 Schedule XI Part-II, the Inventories have been valued at Cost or Net Realizable value whichever is lower, which is consistent with the previous year's practice.

2.08 Financial Instruments
Derivative
According to IFRS 7: "Financial Instruments: Disclosures", the company was not a party to any derivative contract (financial instruments) at the ` date, such as forward exchange contracts, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

As the company imports their raw materials spare parts they are exposed to exchange rate risk. Due to increased export over import the exchange rate has been stable for long time. In order to protect exchange risk Bangladesh Bank, for over the years, has done tremendous job to keep the exchange rate stable.

Non-Derivative
Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per IAS 39 "Financial Instruments Recognition and Measurement".

2.09 Currency of Reporting and Foreign currency Transactions

Currency of Reporting

The financial statements of the Company have been prepared in the Bangladeshi Taka.

Foreign currency Transactions

Foreign Currency Transactions in foreign currencies are converted into equivalent Taka applying the ruling rate at the date of such transactions as per IAS-21 "The Effects of Changes in Foreign Exchange Rates".

2.10 Contingent Liabilities

Contingent Liabilities are those which arise due to the past event which shall be settled in the future on the occurrence or non occurrence of some uncertain event, cost of which can be measured reliably as per IAS-37 "Provision and Contingent Assets and Liabilities". In the year under review there is no any contingent liabilities as well as no commitment is made, to be settled in the future.

2.11 Taxation

Provision for taxation

Provision for current income tax has been made at the rate of 25% as prescribed in the Finance Act, 2017 on the accounting profit made by the Company in compliance with IAS-12 "Income Taxes".

Deferred taxation

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the balance sheet date.

In the year 2015 the company recognize deferred tax as per IAS 12 "Income Tax" Para 15, 39 and As per IAS 8 necessary changes in the prior period financial statements has been made retrospectively for the changes in accounting policy.

2.12 Benefits to the employees

The Company did not operate any Fund and not accounted and paid any employee benefit to the employees in accordance with the provisions of International Accounting Standard-19, "Employee Benefit". During the year under review, the company's number of employee stands 415, and every employee has been receiving total remuneration Tk. 36,000 and above per annum. Details break up of employee of the company at the Year then ended were as follows:

Category	30 June 2018	30 June 2017
Production Employee (Engineers & Workers)	342	334
Sales & Distribution Employees	34	32
Administrative Employees	39	35
Total:	415	401

2.13 Borrowing Cost

The borrowing cost were capitalized unless active development of related assets were interrupted or cease when the active development were cease the borrowing cost directly transferred to the Profit and Loss account as per IAS-23 "Borrowing Cost".

2.14 Earnings per share

The company calculates Earning Per Share (EPS) in accordance with IAS-33 "Earning Per Share" which has been shown on the face of the Income Expenses.

Basic earnings per share

This represents earnings for the year attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

Sl. No.	Particulars	2017-2018	2016-2017
a)	Earnings attributable to the ordinary shareholders	82,088,358	78,070,031
b)	Number of Ordinary Shares. (Weighted Average)	72,000,000	72,000,000
c)	Earnings Per Share (EPS)	1.14	1.08

Diluted earnings per share

No diluted earnings per share are required to be calculated for the year as there was no scope for dilution during the year under review.

2.15 Information about business segments

As per IFRS 8 "Operating Segment" operating segment is a distinguishable component of a company that is engaged in providing an individual product or service or a group of related product or service and that is subject to risk and return that are different from those of other business segment. Year under review the company had no operational segment either business or geographical segments.

2.16 Related Parties Transactions

The party is related to the company if the party cast significant influence over the subject matters and also holding the controlling power of the management affairs of the company and any transaction made during the year with the party related therewith is termed as related party transaction as per IAS-24 "Related Party Disclosure". The company engaged in a number of related party transactions on an arms length basis. All the transaction with related parties was made through local currency at market prices. During the year under audit there are following such related party transactions were made during the year:

SL No.	Related Party Companies	Nature of Transaction	Outstanding as on		Head of A/C
			30.06.2018	30.06.2017	
1.0	Opsonin Pharma Ltd.	Sales	18,671,835	17,701,778	A/R
2.0	Opso Saline Ltd.	Sales	7,585,708	7,191,608	A/R
3.0	Global Capsules Ltd.	Sales	27,900,877	26,451,343	A/R
4.0	Crescent Chemicals Ltd.	Purchases	1,658,920	1,874,540	A/P

SL No.	Related Party Companies	Nature of Transaction	Amount		Head of A/C
			2017-2018	2016-2017	
1.0	Capt. Abdus Sabur Khan (Retd.)	Remuneration	840,000	840,000	Operating Expense
2.0	Abdur Rouf Khan	Remuneration	840,000	840,000	Operating Expense
3.0	Abdur Rakib Khan	Remuneration	1440,000	1440,000	Operating Expense

2.17 Responsibility for preparation and presentation of financial statements

The company's management and the Board of Directors are responsible for the preparation and presentation of Financial Statements as per section 183 of the companies Act 1994.

2.18 Authorization date for issuing Financial Statements

The financial statements were authorized by the Board of Directors on October 28, 2018 for issue after completion of review.

2.19 Components of the Financial Statements

Following are the component of the financial statements.

a) Statement of Financial Position as at June 30, 2018.
b) Statement of Comprehensive Income for the year ended June 30, 2018
c) Statement of Changes in Equity for the year ended June 30, 2018
d) Statement of Cash Flow for the year ended June 30, 2018.
e) Explanatory notes to the financial statements.

2.20 Comparative

Comparative information have been disclosed in respect of the previous year for all numerical information in the financial statements except for Cash Flow Statement and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Previous year's figure has been re-arranged whenever considered necessary to ensure comparability with the current year's presentation as per IAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

2.21 General

i) The figure has been rounded off to the nearest Taka.
ii) The financial Statements have been prepared covering 12 month for the period from July 01, 2017 to June 30, 2018.

Notes No.	Particulars	Amount in Taka	
		2017-2018	2016-2017
3.00	**Property, Plant & Equipments -Carrying Value**		
	Opening balance	4,258,270,704	4,134,345,046
	Add: Addition during the year/Period	106,960,260	123,925,658
		4,365,230,964	4,258,270,704
	Less: Accumulated depreciation up to last account	425,833,918	357,910,364
		3,939,397,046	3,900,360,340
	Less:Depeciation charged during the year/period	67,935,775	67,923,554
	Written Down Value	3,871,461,271	3,832,436,786
	A schedule of Property, Plant & Equipments is given in Annexure-A		
4.00	**Advances, Deposits and Prepayments**		
	Security Deposits	24,098,267	24,098,267
	Advance Tax (Note: 4.01)	20,267,482	17,481,063
	Advance VAT (Note: 4.02)	12,696,267	3,969,153
	Other Advance & Deposit (Note: 4.03)	97,005,844	91,983,543
	Total	154,067,860	137,532,027
4.01	**Advance Tax**		
	Tax deduction at source and Advance Tax paid	20,267,482	17,481,063
	Total	20,267,482	17,481,063
	Advance Tax paid at import stage, deduction at source on sales and Bank interest income.		
4.02	Advance VAT		
	VAT Current A/C	12,696,267	3,969,153
	Closing Balance	12,696,267	3,969,153

Notes No.	Particulars	Amount in Taka 2017-2018	Amount in Taka 2016-2017
4.03	**Other Advance & Deposit**		
	Advance to C & F agent	8,602,477	8,157,099
	Advance to Carrying agent	2,518,790	2,388,384
	Advance to supplier	30,250,109	28,683,965
	Advance for construction work	15,207,642	14,420,294
	Advance to employee	12,225,391	11,592,444
	L/C Margin	25,433,468	24,116,696
	Other advance expenses and deposited	2,767,967	2,624,661
	Total	97,005,844	91,983,543
	Aging of Other Advance & Deposit		
	Dues within three Months	57,233,448	54,270,290
	Dues within three Months to Six months	28,131,695	26,675,228
	Dues within Six Months to one year	11,640,701	11,038,025
	Total	97,005,844	91,983,543
5.00	**Inventories**		
	Raw Materials (Note: 5.01)	119,536,780	107,139,924
	Packing Materials (Note: 5.02)	10,876,453	12,846,171
	Finished Goods (Note: 5.03)	70,796,468	53,805,247
	Materials in Transit (Note: 5.04)	-	7,405,056
	Total	201,209,701	181,196,398
5.01	**Raw Materials**		
	Sodium Chloride (Salt)	76,419,416	68,295,451
	Hydrated Lime (Calcium Hydroxide)	13,751,701	12,388,920
	Barium Carbonate	8,744,412	7,877,849
	Anhydrous Sodium Carbonate	1,326,799	1,195,314
	Sulphuric Acid	986,894	889,094
	10% Sodium Sulphite Solution	1,073,485	967,104
	Meghna Flock	511,621	460,920
	Alpha cellulose	804,485	724,761
	Liquid Paraffin	15,917,967	14,340,511
	Total	119,536,780	107,139,924
5.02	**Packing Materials**		
	High Density Polyethylene (HDP)	6,836,727	7,813,402
	Low Density Polyethylene (LDP)	2,957,952	3,796,456
	Drum	395,975	452,543
	Plastic Bag	293,538	335,472
	Other Packing Materials	392,261	448,298
	Total	10,876,453	12,846,171
5.03	**Finished Goods**		
	Caustic Soda (Flakes/Liquid)	59,791,184	43,688,237
	Hydrochloric Acid	1,883,261	1,731,257
	Bleaching Powder	3,193,359	2,935,612
	Sodium Hypochlorite	971,616	893,193
	Chlorinated Paraffin Wax (CPW)	3,271,276	3,007,240
	Clotech	441,938	406,268
	Liquid Chlorine Gas	1,243,834	1,143,440
	Total	70,796,468	53,805,247

Notes No.	Particulars	Amount in Taka 2017-2018	2016-2017
5.04	**Materials in Transit**		
	Hydrated Lime (Calcium Hydroxide)	-	1,256,852
	Liquid Paraffin	-	6,148,204
	Total	-	7,405,056
6.00	**Trade receivable**		
	Name of the Parties		
	Sony Plastic Complex Ltd.	8,085,911	7,665,824
	Shabur Khan Electronics	19,089,404	38,527,362
	United Leather (Pvt) Ltd.	17,588,479	16,674,705
	Mohammadi Electric	20,419,046	19,358,216
	Crystal Plasticizers	1,772,238	1,680,165
	Ashraf Rubber & Plastic Industries	6,868,882	6,512,023
	H M Enterprise	8,537,765	8,094,203
	FC Exim (BD) Ltd.	11,420,352	10,827,031
	Medicus	19,097,429	18,105,261
	K. Rahman & Brothers	39,462,924	37,412,708
	A. Rahman & Co.	19,308,587	18,305,448
	Alam Enterprise	2,838,325	2,254,764
	Sufia Enterprise	11,660,647	11,054,842
	Premier Chemicals	1,474,807	1,342,516
	Nasir Chemicals	1,004,146	951,978
	Brothers Engineers	8,618,435	8,170,682
	Electra International	2,013,937	1,909,307
	Opsonin Pharma Ltd.	18,671,835	17,701,778
	Medimet Pharmaceuticals	1,003,924	951,767
	Opso Saline Ltd.	7,585,708	7,191,608
	Global Capsules Ltd.	27,900,877	26,451,343
	Total	254,423,658	261,143,531
	Aging of Accounts Receivable		
	Dues within three Months	190,817,743	195,857,648
	Dues within three Months to Six months	55,711,148	57,182,599
	Dues within Six Months to one year	7,894,766	8,103,284
	Total	254,423,658	261,143,531
7.00	**Cash and Cash Equivalents**		
	Cash in hand (7.01)	2,854,752	3,154,871
	Cash at banks (7.02)	31,522,660	30,483,217
	Total	34,377,412	33,638,088
7.01	**Cash in hand**	2,854,752	3,154,871

We could not physically verified the cash in hand as on June 30 2018 due to our post dated audit appointment. However we have obtained a cash custody certificate from the company's management in support of the above amount.

Notes No.	Particulars	Amount in Taka	
		2017-2018	2016-2017
7.02	Cash at banks		
	Uttara Bank, Shantinagar Br. A/C No. 21-4129	184,520	254,810
	Uttara Bank, Shantinagar Br. A/C No. 21-4751	354,820	254,810
	Uttara Bank, Shantinagar Br. A/C No. 21-4201	1,416,860	-
	Pubali Bank New Eskaton Br. AC No. 12600510	315,248	255,480
	Pubali Bank New Eskaton Br. AC No. 12000600	42,581	55,488
	DBBL. Shantinagar Br. A/C No. 108.110.22443	4,284,512	4,018,750
	AB Bank, New Elephant road Br. A/C No. 501-430	13,481,387	13,030,787
	AB Bank, New Elephant road Br. A/C No. 501-431	11,279,945	12,450,304
	AB Bank, New Elephant road Br. A/C No. 501-018	24,580	24,580
	AB Bank, New Elephant road Br. A/C No. 501-040	133,118	133,118
	AB Bank, New Elephant road Br. A/C No. 501-019	5,089	5,089
	Total	31,522,660	30,483,217

The above bank balances are reconciled with the Bank statements and found to be in order.

8.00 Share capital

Authorized Capital

100,000,000 ordinary shares of Tk.10/- each	1,000,000,000	1,000,000,000

The authorized share capital of the company is Taka 1,000,000,000 divided into 100,000,000 ordinary shares of Taka 10/- each.

Issued, subscribed and paid up Capital

72,000,000 ordinary shares	720,000,000	720,000,000

The issued, subscribed and paid up capital of the company is Taka 1,000,000,000 divided into 100,000,000 ordinary sharesof Tk.10/- each fully paid

a) Composition of shareholders:

Category of Shareholder	30-Jun-18			30-Jun-17		
	No. of Share	Value	%	No. of Share	Value	%
Director & Sponsor	49,705,000	497,050,000	69.035	49,705,000	497,050,000	69.035
General Shareholders	22,295,000	222,950,000	30.965	22,295,000	222,950,000	30.965
	72,000,000	720,000,000	100.000	72,000,000	720,000,000	100.000

b) Classification of shareholders as per their share holdings

Director

Class Interval	30-Jun-18			30-Jun-17		
	No. of Share Holder	No. of Share	%	No. of Share Holder	No. of Share	%
1-100	-	-	-	-	-	-
101-500	-	-	-	-	-	-
501-1000	-	-	-	-	-	-
1001-5000	-	-	-	-	-	-
5001-10000	-	-	-	-	-	-
10001-20000	-	-	-	-	-	-
20001-30000	-	-	-	-	-	-
30001-40000	-	-	-	-	-	-
40001-50000	-	-	-	-	-	-
50001-100000	-	-	-	-	-	-
100001-1000000	1	310,000	0.431	1	310,000	0.431
1000001-40000000	7	49,395,000	68.604	7	49,395,000	68.604
Total	**8**	**49,705,000**	**69.035**	**8**	**49,705,000**	**69.035**

Other than Director

Class Interval	30-Jun-18			30-Jun-17		
	No. of Share Holder	No. of Share	%	No. of Share Holder	No. of Share	%
1-100	237	9,252	0.0129	205	8,921	0.0124
101-500	1,619	437,134	0.6071	2,142	588,023	0.8167
501-1000	223	197,848	0.2748	392	350,145	0.4863
1001-5000	384	1,002,006	1.3917	703	1,604,969	2.2291
5001-10000	99	732,768	1.0177	185	1,412,600	1.9619
10001-20000	45	658,852	0.9151	57	854,621	1.1870
20001-30000	15	380,693	0.5287	26	646,502	0.8979
30001-40000	9	309,186	0.4294	14	486,353	0.6755
40001-50000	15	573,394	0.7964	12	573,369	0.7963
50001-100000	10	752,832	1.0456	18	1,385,630	1.9245
100001-1000000	25	8,879,069	12.3320	25	8,894,130	12.3530
1000001-40000000	2	8,361,966	11.6138	2	5,489,737	7.6246
Total	**2,683**	**22,295,000**	**30.9653**	**3,781**	**22,295,000**	**30.9653**

9.00 Revaluation Reserve

The Land of the company were revalued at Taka. 1,593,072,000 by Mahfel Huq & Company, Chartered Accountants. Revaluation report date February 28, 2011

Summary of Valuation report is noted below:

Summary of Valuation	
Revalued Cost of Land: 995.67 decimal@ Tk. 1,600,000.00	1,593,072,000
Total	1,593,072,000
Less: Original Cost	67,400,386
Revaluation Surplus	**1,525,671,614**

Notes No.	Particulars	Amount in Taka 2017-2018	2016-2017
10.00	**Retained Earnings**		
	Opening Balance	545,811,715	501,184,184
	Add: Net profit during the year/Period	82,088,358	78,070,031
		627,900,073	579,254,215
	Less: Dividend paid during the year/Period	22,295,000	33,442,500
	Total	605,605,073	545,811,715
11.00	**Deferred Tax (Assets)/Liabilities**		
	This represents provision is made for deferred income tax to pay future income tax liability for temporary differences which is arrived at as follows:		
	Opening Balance	374,583,691	357,223,168
	Provision made for the current year	13,134,837	17,360,523
	Total	387,718,528	374,583,691
	Calculation:		
	Written Down Value excluding Land (Account Base)	2,141,624,470	2,102,599,985
	Written Down Value excluding Land (Tax Base)	590,750,358	604,265,222
	Temporary Difference	1,550,874,112	1,498,334,764
	Tax Rate	25%	25%
	Deferred Tax (Assets)/Liabilities	387,718,528	374,583,691
	No Deffered Tax Liability on revalued land has been provided as the management does not intend to sell the land in near future.		
12.00	**Trade Payable**		
	Name of the Parties		
	Crescent Chemicals Ltd.	1,658,920	1,874,540
	Sino Bangla Ltd.	327,560	254,805
	Total	1,986,480	2,129,345
13.00	**Provision and Liabilities for Expenses**		
	Gas Bill Payable	27,033,047	22,725,913
	Salary and Allowance Payable	4,171,110	4,085,318
	Provision for Audit Fees	176,123	172,500
	Provision for Telephone expenses	4,616	4,521
	Cash Dividend Payable	11,642,787	11,345,804
	Carrying cost payable	1,455,820	1,425,877
	Total	44,483,503	39,759,933
14.00	**Advance received against sales**		
	Name of the Parties		
	Nurjahan Chemicals Ltd.	384,606	368,676
	Shahjahan Chemicals	576,892	552,997
	Rony Enterprise	346,188	331,849
	Vanish Chemical Industries	555,169	532,174
	Friends Chemicals	464,766	445,515
	Hoque Chemical Works	765,732	734,015
	The Chemico	313,725	300,730
	Banijja Bitan	491,211	470,865
	Hoque Chemicals Co	375,767	360,203
	Arif Hossain Brothers	1,032,282	989,525
	Monu Miah & Co	243,026	232,960
	Total	5,549,364	5,319,509
	The above amount was received from the listed dealers of the company against sales		

Notes No.	Particulars	Amount in Taka 2017-2018	2016-2017
15.00	**Short Term Bank Loan**		
	Name of Bank		
	Uttara Bank CC	8,124,677	7,854,513
	Uttara Bank LTR	2,254,328	1,254,810
	Pubali Bank OD	20,123,454	19,584,510
	Pubali Bank LTR	2,765,493	2,654,858
	Total	33,267,952	31,348,691
	The above Short Term Loan represents the amount received from the respective Financial institu tion. The amount so received were utilized mainly for import for raw materials, spare parts, plant maintenance, working capital and others. The loans are secured through mortgage of the Factory land, buildings, machineries, Inventories and guarantees as per Sanction letter issued by the concerned Bank and the financial Institution. The chargeable rate of Interest for the loan amount carries a rate ranging from 9.00% to 11.00%.		
16.00	**Provision for Workers Profit Participation Fund**		
	Opening Balance	5,204,669	8,693,495
	Less : Disburse During the period	5,204,669	8,693,495
		-	-
	Add: Provision Current income year	5,472,557	5,204,669
	Closing Balance	5,472,557	5,204,669
17.00	**Provision for Income Tax**		
	Opening Balance	101,172,664	129,586,359
	Less : Adjustment for current Assessment year	24,560,783	37,076,517
		76,611,881	92,509,842
	Add: Provision Current income year	14,227,949	8,662,821
	Closing Balance	90,839,830	101,172,664
18.00	**Net Sales**		
	Gross Sales (Note: 18.01)	646,447,304	619,133,204
	Less: Value added Tax (VAT)	84,319,214	80,756,505
	Total	562,128,091	538,376,699
18.01	**Gross Sales**		
	Caustic Soda (Flakes/Liquid)	450,118,257	431,099,576
	Hydrochloric Acid	54,236,945	51,945,291
	Bleaching Powder	34,601,992	33,139,967
	Sodium Hypochlorite	5,448,233	5,218,031
	Chlorinated Paraffin Wax (CPW)	87,348,515	83,657,810
	Clotech	8,477,193	8,119,009
	Liquid Chlorine Gas	4,868,755	4,663,037
	Used Sulphuric Acid	1,347,414	1,290,483
	Total	646,447,304	619,133,204
19.00	**Cost of Goods Sold**		
	Materials Consumed (Note-19.01)	159,246,051	155,143,287
	Direct Labour	29,216,628	27,305,260
	Manufacturing Overhead (Note-19.02)	218,182,332	204,609,913
	Cost of Production	406,645,012	387,058,461
	Add: Opening Stock of Finished Goods	58,509,478	51,778,299
		465,154,490	438,836,760
	Less: Closing Stock of Finished Goods	(70,796,468)	(58,509,478)
	Cost of Goods Sold:	394,358,021	380,327,282

Notes No.	Particulars	Amount in Taka 2017-2018	2016-2017
19.01	**Materials Consumed**		
	Opening Stock of Raw Materials	117,994,521	113,456,270
	Opening Stock of Packing Materials	13,901,654	12,648,680
	Add: Raw Materials Purchase	146,806,380	149,319,462
	Add: Packing Materials Purchases	10,956,730	11,615,050
		289,659,284	287,039,462
	Less: Closing Stock of Raw Materials	(119,536,780)	(117,994,521)
	Less: Closing Stock of Packing Materials	(10,876,453)	(13,901,654)
	Materials Consumed:	159,246,051	155,143,287
19.02	**Manufacturing Overhead**		
	Carriages	3,367,853	3,745,840
	Gas Expenses	143,370,888	129,276,059
	Fuel and Lubricants	5,068,960	5,145,158
	Depreciation	64,538,986	64,527,376
	Rrepair & Maintanace	1,835,645	1,915,480
	Manufacturing Overhead:	218,182,332	204,609,913
20.00	**Office & Administrative Expenses**		
	Salary & Allowances	23,584,803	22,198,564
	Managing Director's Salary	1,440,000	1,440,000
	Director remuneration	1,680,000	1,680,000
	Office rent	600,000	600,000
	Telephone	519,643	476,298
	Printing & Stationery	713,075	659,240
	Electricity	254,172	255,550
	Audit Fees	172,500	172,500
	Postage	217,852	213,896
	Entertainment	204,321	183,742
	AGM Expenses	709,357	628,655
	Computer Repairs and Accessories	237,684	267,701
	Traveling and Conveyance	185,923	185,183
	Annual Subscription and Professional fees	1,123,650	1,116,820
	Books, Papers & Periodicals	76,850	69,115
	Advertisement	246,940	249,047
	Vehicles Maintenance	308,371	295,298
	Depreciation	3,396,789	3,396,178
	Total	35,671,930	34,087,787

Payment/perquisites to Directors and officers
The aggregate amount paid/provided during the year in respect of Directors and officers of the company as defined in the securities and Exchange Rules 1987 are disclosed below:

Particulars		
Directors Remuneration	1,680,000	1,680,000
AGM Expenses	709,357	628,655
Managing Director Salary	1,440,000	1,440,000

i) The Board of Directors have not received any Board meeting attendance fees during the year under review.
ii) No money was given to any directors for rendering special services to the company.
iii) 8 meeting of the Board of Directors were held during the Period.

Notes No.	Particulars	Amount in Taka 2017-2018	2016-2017
21.00	**Selling & Distribution Expenses**		
	Salary & Allowances	2,010,224	1,864,772
	Delivery Expenses	765,702	710,299
	Carton Expenses	1,778,417	1,835,266
	Vehicles Maintenance	983,127	911,992
	Total	5,537,470	5,322,329
22.00	**Financial expenses**		
	Bank interest & charges	12,452,870	10,245,580
	Total	12,452,870	10,245,580
23.00	**Other Income**		
	Bank Interest	709,432	778,922
	Wastage sales	106,470	125,400
	Total	815,902	904,322
24.00	**Earnings Per Share**		
	Income Attributable to the shareholders		
	Number of outstanding share at the end of the year	72,000,000	72,000,000
	Basic Earnings Per Share	1.14	1.08

25.00 **Event after the Reporting period:**

As per IAS-10 "Event after the Reporting Period" are those event favorable and unfavorable, that occur between the end of the reporting year and the date when the financial statements are authorized for issue.

The directors recommended 10% Cash dividend For the year ended June 30, 2018 to the existing shareholder other than the Directors and sponsors. The dividend proposal is subject to shareholders' approval at the forthcoming annual general meeting. Excepting to that, no circumstances have arisen since the date of Statement of Financial Position which would require adjustment to, or disclosure in, the financial statements or notes thereto.

26.00 **Net Asset Value per share**

This is made up as follows:		
Particulars		
Shareholders Equity	3,934,676,687	3,874,883,329
No. of Share	72,000,000	72,000,000
Total:	54.65	53.82

27.00 **Net Operating Cash Flows per share(NOCF):**

This is made up as follows:		
Particulars		
Net Cash Provided by Operating Activities	128,127,791	153,927,394
No. of Share	72,000,000	72,000,000
Total:	1.78	2.14

Global Heavy Chemicals Limited
Schedule of Property, Plant & Equipments
For the year ended June 30, 2018

Annexure-A

Sl. No.	Particulars	Balance as on July 01, 2017	Addition	Balance as on June 30, 2018	Rate	Depreciation			W.D.V as on June 30, 2018
						Opening	Charged during the year	Total	
1	Land & Developments	1,729,836,801	-	1,729,836,801	0%	-	-	-	1,729,836,801
2	Building & Other Civil Const.	267,037,546	14,420,294	281,457,840	2.5%	47,028,695	5,788,627	52,817,322	228,640,518
3	Plant & Machinery	1,637,881,108	88,480,150	1,726,361,258	2.5%	214,072,323	35,595,219.64	251,547,746	1,474,813,513
					Initial		1,880,203		
4	Generator	259,143,553	-	259,143,553	5%	63,845,111	9,764,922	73,610,033	185,533,520
5	Pipe, Pipe Rack & Electrical	199,361,692	1,254,801	200,616,493	5%	48,392,411	7,598,656	55,991,067	144,625,426
6	Furniture and Fixture	24,830,524	256,910	25,087,434	10%	11,142,678	1,389,337	12,532,015	12,555,419
7	Tools & Equipments	106,145,726	2,548,105	108,693,831	5%	24,829,875	4,167,717	28,997,592	79,696,239
8	Motor Vehicles	34,033,754	-	34,033,754	10%	16,522,826	1,751,093	18,273,919	15,759,835
	Totals	**4,258,270,704**	**106,960,260**	**4,365,230,964**		**425,833,918**	**67,935,775**	**493,769,693**	**3,871,461,271**

Allocation of Depreciation:

Manufacturing Overhead	64,538,986
Office & administrative Expenses	3,396,789
	67,935,775

Global Heavy Chemicals Limited

Proxy Form

Revenue stamp of TK 20.00

I/We .....

of .....

being a Member of Global Heavy Chemicals Limited hereby appoint

Mr. /Ms.....

of.....

as my proxy in my/our absence to attend and vote for me/us and on my/our behalf at the 17th Annual General Meeting of the Company to be held on December 23, 2018 and at any adjournment thereof.

As witness my hand this..... Day of December 2018

Signature of Proxy.....

Signature of Member.....

Register Folio no. /BO ID of Member | | | | | | | | | | | | | | | |

Global Heavy Chemicals Limited

Attendance Slip

Name of Member.....

Name of Proxy.....

Register Folio No. /BO ID of Member | | | | | | | | | | | | | | | |

I/we hereby record my/our presence at the 17th Annual General Meeting of Global Heavy Chemicals Limited on Thursday, December 23, 2018 at 11.00 a.m. at Institutions of Diploma Engineers, 160/A Kakrail, VIP Road, Dhaka

Signature of Member.....

Signature of Proxy.....

N. B.

- The Member attending the meeting is requested to mention the registered name and Folio no./BO ID on this slip and present the same at the registration counter on or before 10.30 a.m. at Institutions of Diploma Engineers,160/A Kakrail, VIP road, Dhaka
- As per directive of Bangladesh Securities and Exchange Commission (BSEC), no food or gift will be arranged at the AGM.

AMARSTOCK

GLOBAL

GHCL

HEAVY CHEMICALS LTD.

গ্লোবাল হেভী কেমিক্যালস্ লিমিটেড

GLOBAL HEAVY CHEMICALS LIMITED

Factory
Hasnabad, Keranigoni, Dhaka
Tel: 741 3426, 741 9972-3
Website : www.ghclbd.com

Head Office
37 Segun Bagicha, Dhaka 1000, Bangladesh
Tel: 933 0191, 935 7244, Fax: 880-2-831 2919

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