



HEIDELBERGCEMENT BANGLADESH LIMITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Unaudited) AS AT 31st March 2018

Kon-Current Assets 31-Mar-18 31-Dec.17 Property, plant & equipments 3,416,721 3,264,835 Capital work- in-progress 143,917 176,367 Intangible assets 2,077 2,201 Goodwill 210,275 3,443,403 Tourent Assets 1,142,424 1,171,532 Trade and other receivable 866,271 1,140,433 Advance, deposits and prepayments 204,242 184,788 Cash and bank balances 3,714,663 2,790,303 Ash and bank balances 3,714,663 2,790,303 Total Assets 9,660,890 8,730,499 EQUITY 5 5,887,900 5,287,069 Total Assets 9,660,890 8,730,499 EQUITY 5 5,05,036 605,657 605,657 605,657 Capital reserves 605,657 605,657 605,657 605,657 605,657 605,657 605,657 605,657 605,657 605,650 605,650 605,650 605,650 605,650 605,650 605,650 60		Figures in Thousand Taka	
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Provision for income tax 34,671 955 Unclaimed dividend 234,552 235,389 3,964,122 3,324,758 Total Liabilities 4,659,354 4,030,836			
Unclaimed dividend 234,552 235,389 3,964,122 3,324,758 Total Liabilities 4,659,354 4,030,836	Provision for income tax		
Total Liabilities 3,964,122 3,324,758 4,659,354 4,030,836	Unclaimed dividend		235,389
		3,964,122	3,324,758
Total Equity and Liabilities 9,660,890 8,730,499	Total Liabilities	4,659,354	4,030,836
	Total Equity and Liabilities	9,660,890	8,730,499

Note: Last year's figure have been rearranged to confirm to current quarter end presentation.

Mohammad Mostafizur Rahman Jashim Uddin Chowdhury, FCA Jose Marcelino Ugarte Company Secretary

Director

Managing Director

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Kevin Gerard Gluskie Chairman

Kellie

HEIDELBERGCEMENT BANGLADESH LTD.

Corporate Office "SYMPHONY" 6th & 7th floor Plot No: SE(F)9, Road No: 142 South Avenue, Gulshan-1, Dhaka-1212.

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited) For the period 31 March 2018

	Figures in The	Figures in Thousand Taka	
	31-Mar-18	31-Mar-17	
Sales	3,452,474	3,094,133	
Cost of goods sold	(2,859,091)	(2,384,415)	
Gross profit	593,383	709,718	
Other operating income	1,268	1,274	
Warehousing, distribution and selling expenses	(88,257)	(105,413)	
Administrative expenses	(128,713)	(140,966)	
Operating profit	377,682	464,614	
Non-operating income	3,317	3,990	
Net financial income	54,745	51,520	
Contribution to worker's profit participation fund	(19,632)	(26,006)	
Profit before income tax	416,111	494,117	
Income Tax Expenses	(114,239)	(137,619)	
Current year	(125,085)	(133,000)	
Prior year	-	(3,541)	
Deferred Tax income/(expenses)	10,846	(1,078)	
Profit for the year	301,872	356,498	
Earning per share	5.34	6.31	

Mohammad/Mostafizur Rahman Company Secretary

Jashim Uddin Chowdhury, FCA Director

Jose Marcelino Ugarte **Managing Director**

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Kellie Kevin Gerard Gluskie Chairman

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Unaudited)

For the period from 1st January to 31st March 2018

	Figures	in Thousand	Taka	
1-1-1	V 11 5 5 5 1 5	- Constant C		

Share Capital	Capital Reserve	General Reserve	Dividend equalisation fund	Accumulated Profit	Total
565,036	605,657	15,000	8,600	3,505,370	4,699,663
-		-		301,872	301,872
565.036	605.657	15.000	8,600	3,807,243	5,001,536

Mohammad Mostafizur Rahman Company Secretary

Balance at January 01 2018

Balance at 31st March 2018

Net profit for the period (Jan -Mar 2018)

Jashim Uddin Chowdhury, FCA Director

Jose Marcelino Ugarte **Managing Director**

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Kellie. Kevin Gerard Gluskie

Chairman

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Corporate Office

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CONSOLIDATED STATEMENT OF CASH FLOWS (Unaudited) For the period from 1st January to 31st March 2018

Figures in Thousand Taka		
Half year ended	Half year ended	
31-Mar-18	31-Mar-17	
3,766,676	2,729,037	
	49,791	
	(1,850,587)	
	(1,871)	
	(77,951)	
1,796,986	848,419	
(859,893)	-	
(11,595)	(46,231)	
(871,488)	(46,231)	
(837)	(2,061)	
(837)	(2,061)	
924,660	800,127	
2,790,303	3,860,309	
3,714,963	4,660,436	
	### Half year ended 31-Mar-18 3,766,676 52,108 (1,908,465) (1,704) (111,629) 1,796,986 (859,893) (11,595) (871,488) (837) (837) (837)	

Note: Last year's figure have been rearranged to confirm to current quarter end presentation.

Mohammad Mostafizur Rahman **Company Secretary**

CO Jashim Uddin Chowdhury, FCA Director

Jose Marcelino Ugarte **Managing Director**

Blu

Kevin Gerard Gluskie Chairman

Kellie

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Notes to the unaudited condensed Consolidated Financial Statements for the period 31 March 2018

1. Basis of Preparation:

The condensed financial statements have been prepared in accordance with Bangladesh Accounting standard (BAS 34), Interim Financial Reporting.

2. Significant accounting Policies:

The condensed financial statements have been prepared under the historical cost convention except for the revaluation of certain properties. The accounting policies adopted are consistent with those followed in the preparation of the financial statements for the year ended 31 December 2017.

3. Revenues:

Sales revenue during this period increased BDT 358 million, which is 11.58% higher than the same period of 2017 due to higher volume and price.

4. Cost of goods sold:

The cost of goods sold increased BDT 475 million, which is 19.91% higher than the same period of 2017 mainly due to higher production and raw material cost increase.

5. Warehouse, distribution & selling expenses:

Warehouse, distribution and selling expenses decreased by 16.27% compared to the same period of 2017 mainly for lower distribution expenses.

6. Financial Income:

Bank interest income increased by 6.26% compared to the same period of 2017 due to better interest rate & positive cash flow.

7. Income tax expenses:

Interim income tax accrued on the estimated average annual income.

8. Deferred Tax:

Deferred tax is recognized on difference between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable

9. Acquisition of Meghna Energy Limited

As stated in note 46.2 of the audited financial statements of the Company for the year ended 31 December 2017, the Company on 26 October 2016 has executed a share purchase agreement with HeidelbergCement Central Europe East Holding B.V to acquire 4,056,457 (Forty Lac Fifty Six Thousand Four Hundred Fifty Seven) ordinary shares of BDT 100 each (99.99% of total shares) in Meghna Energy Limited ("MEL") at a total consideration of BDT 910,750,200 and at BDT 224.5186378 per share. However, since execution of this transaction involved payment of share sale proceeds to non-resident and subject to the central bank (Bangladesh Bank) approval of MEL's share valuation as well as permission for remittance, such approval was considered as 'condition precedent' and pending this approval of Bangladesh Bank, MEL has not been considered as a controlled entity of the Company at 31 December 2017. Subsequently, on 10 January 2018, the Company has received approval from Bangladesh Bank for remittance of BDT 860,739,610.83 based on per share fair value of BDT 212.19 to the non-resident shareholder of MEL and accordingly effective from 10 January 2018, MEL shall be considered as a controlled entity of the Company. As per approval Bangladesh Bank, the Company has already remitted the approved amount after deduction of capital gain tax to the previous shareholder of MEL and as per instruction of Bangladesh Bank; the remaining amount of BDT 50,010,589.17 has been is in the process of transferring to non-resident blocked taka account. With the acquisition of MEL, a private limited company engaged in generation and supplying electricity as a Small Power Plant (SPP) the Company has ensured uninterrupted electricity supply to its Kanchpur plant.

As per of the acquisition accounting required by BFRS 3, Business Combination, the Company has calculated fair value MEL's net assets acquired as at 10 January 2018 and determined goodwill on the basis difference between the net assets acquired and consideration paid/payable. As MEL prepares its management account on monthly basis, to determine pre-acquisition retained earnings by the Company, MEL's results for 10 days period from 1 to 9 January 2018 has been excluded and incorporated in post-acquisition profit by the Company.

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10. Comparative information for the shareholders:

	Jan to Mar-2018	Jan to Mar-2017
	Taka	Taka
Net Assets value (NAV) per share	88.52	105.27
Earning per share (EPS)	5.34	6.31
Net operating Cash Flow per share (NOCFPS)	31.80	15.02

For the period January to March 2018 compare with same period of last year 2017, NAV per share reduced due to charging of regular depreciation. EPS declined 15.32%, the major reason is higher cost of goods sold. NOCFPS improved mainly for higher sales collection and increase in trade payables.

Mohammad Mostafizur Rahman Company Secretary

Director

Jashim Uddin Chowdhury,FCA Jose Marcelino Ugarte Managing Director

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Kevin Gerard Gluskie Chairman

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