

## HEIDELBERGCEMENT BANGLADESH LIMITED

### Statement of Financial Position (Unaudited)

As at 30th June 2010

Figures in Thousand Taka

|   | 30 June<br>2010         | 31 Dec<br>2009          |
|---|-------------------------|-------------------------|
| <b>ASSETS</b>                               |                         |                         |
| <b>Non-current assets</b>                   |                         |                         |
| Property, plant and equipment               | 2,487,168               | 2,610,544               |
| Capital work-in-progress                    | 74,774                  | 36,328                  |
| Intangible assets                           | 2,251                   | 2,674                   |
|   | <u>2,564,192</u>        | <u>2,649,546</u>        |
| <b>Current assets</b>                       |                         |                         |
| Inventories                                 | 710,977                 | 861,050                 |
| Trade and other receivables                 | 653,979                 | 586,848                 |
| Advance, deposits & prepayments             | 169,036                 | 113,639                 |
| Cash and bank balance                       | 2,882,750               | 1,819,367               |
|   | <u>4,416,742</u>        | <u>3,380,904</u>        |
| <b>Total assets</b>                         | <u><b>6,980,934</b></u> | <u><b>6,030,450</b></u> |
| <b>EQUITY</b>                               |                         |                         |
| <b>Shareholders' equity</b>                 |                         |                         |
| Share capital                               | 565,036                 | 565,036                 |
| Capital reserve                             | 605,657                 | 605,657                 |
| Revenue reserves and surplus:               |                         |                         |
| General reserve                             | 15,000                  | 15,000                  |
| Dividend equalization fund                  | 8,600                   | 8,600                   |
| Retained earnings                           | 3,164,689               | 2,778,197               |
|   | <u>4,358,982</u>        | <u>3,972,490</u>        |
| <b>LIABILITIES</b>                          |                         |                         |
| <b>Non-current liabilities</b>              |                         |                         |
| Suppliers' equity loan                      | 2,565                   | 2,565                   |
| Quasi equity loan                           | 122,636                 | 122,636                 |
| ADP loan                                    | 12,699                  | 12,699                  |
| Deferred liability-gratuity                 | 28,114                  | 27,364                  |
| Deferred Tax liability                      | 358,973                 | 230,912                 |
|   | <u>524,987</u>          | <u>396,176</u>          |
| <b>Current liabilities</b>                  |                         |                         |
| Trade and other payables                    | 1,565,408               | 1,333,660               |
| Short Term Loan                             | 18,744                  | 6,222                   |
| Provision for other liabilities and charges | 51,504                  | 74,882                  |
| Provision for Tax liability                 | 224,483                 | 198,477                 |
| Unclaimed dividend                          | 236,826                 | 48,543                  |
|   | <u>2,096,965</u>        | <u>1,661,784</u>        |
| <b>Total liabilities</b>                    | <u>2,621,952</u>        | <u>2,057,960</u>        |
| <b>Total equity and liabilities</b>         | <u><b>6,980,934</b></u> | <u><b>6,030,450</b></u> |

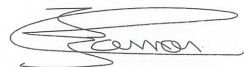
Note : Last year's figure have been rearranged to confirm to current half year's presentation.

Date: July 27, 2010

### Dear Shareholders,

We are pleased to forward herewith the Un-audited Financial Statements for the half-year ended 30th June 2010 of the Company as per Rule -13 of the Securities and Exchange Commission Rules 1987 as amended to date.

We are also please to inform you that the Company earned a net profit of Tk. 601.21 million during the half year ended 30th June 2010 as against net profit of Tk 515.53 million during the same period of 2009. Thus the Earning Per Share (EPS) comes to Tk 106.40 during the half year ended 30th June 2010 as against Tk 91.24 during the same period of 2009.



Jean-Claude Jamar  
Managing Director

  
M. Abul Hashem ACA  
Company Secretary

  
Jashim Uddin Chowdhury FCA  
Director

  
Jean-Claude Jamar  
Managing Director

## HEIDELBERGCEMENT BANGLADESH LIMITED

### Statement of Comprehensive Income (Unaudited)

For the period from 1 January to 30th June 2010

Figures in Thousand Taka

|  | Jan to<br>June 2010 | Jan to<br>June 2009 | April to<br>June 2010 | April to<br>June 2009 |
|--|---------------------|---------------------|-----------------------|-----------------------|
| <b>REVENUE</b>                                     |                     |                     |                       |                       |
| Cost of goods sold                                 | (3,317,279)         | (3,072,853)         | (1,696,689)           | (1,446,644)           |
| <b>Gross profit</b>                                | 1,166,716           | 1,028,392           | 542,978               | 579,173               |
| Other operating Income                             | 4,180               | 3,775               | 2,520                 | 1,975                 |
| Warehouse, distribution & selling expenses         | (47,069)            | (41,672)            | (28,825)              | (25,149)              |
| Administrative expenses                            | (166,358)           | (131,855)           | (83,520)              | (64,377)              |
| <b>Operating Profit</b>                            | 957,469             | 858,640             | 433,153               | 491,622               |
| Other non operating income/(Loss)                  | 2,494               | 1,450               | 691                   | 1,143                 |
| Financial Income                                   | 70,760              | 41,074              | 64,428                | 20,700                |
| Financial Expenses                                 | (9,952)             | (14,053)            | (5,112)               | (8,728)               |
| Contribution to Workers' Profit Participation Fund | (51,504)            | (44,821)            | (24,891)              | (25,470)              |
| <b>Profit before income tax</b>                    | <u>969,267</u>      | <u>842,289</u>      | <u>468,269</u>        | <u>479,266</u>        |
| Income Tax Expenss                                 | (368,061)           | (326,758)           | (197,243)             | (216,379)             |
| Current year                                       | (240,000)           | (200,000)           | (120,000)             | (130,000)             |
| Deferred Tax                                       | (128,061)           | (126,758)           | (77,243)              | (86,379)              |
| <b>Ptoft for the year</b>                          | <u>601,206</u>      | <u>515,531</u>      | <u>271,026</u>        | <u>262,887</u>        |
| <b>Earning per share</b>                           | <u>106.40</u>       | <u>91.24</u>        | <u>47.97</u>          | <u>46.53</u>          |

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

### Statement of Cash Flows (Unaudited) For the period from 1 January to 30 June 2010

Figures in Thousand Taka

|   | Half year<br>ended<br>30 June 2010 | Half year<br>ended<br>30 June 2009 |
|---|------------------------------------|------------------------------------|
| <b>A. OPERATING ACTIVITIES</b>                                |                                    |                                    |
| Cash received from customers                                  | 4,416,864                          | 4,673,844                          |
| Cash received from other operating Income                     | 35,051                             | 42,579                             |
| Cash paid to suppliers  | (3,142,173)                        | (3,219,031)                        |
| Payment of Financial Expenses                                 | (1,450)                            | (1,304)                            |
| Income tax paid   | (213,994)                          | (78,409)                           |
| Net cash flow from operating activities                       | <u>1,094,297</u>                   | <u>1,417,679</u>                   |
| <b>B. INVESTING ACTIVITIES</b>                                |                                    |                                    |
| Capital expenditures  | (42,603)                           | (25,264)                           |
| Proceeds on sale of assets                                    | -                                  | 10                                 |
| Net cash used in investing activities                         | <u>(42,603)</u>                    | <u>(25,254)</u>                    |
| <b>C. FINANCING ACTIVITIES</b>                                |                                    |                                    |
| Dividend paid   | (834)                              | (22,058)                           |
| Short term loan (repayment)/Received                          | 12,522                             | (810,000)                          |
| Net cash used in financing activities                         | <u>11,688</u>                      | <u>(832,058)</u>                   |
| <b>D. Net cash flow increase/(decrease) during the Period</b> | <u>1,063,383</u>                   | <u>560,367</u>                     |
| <b>E. Opening balance-as at 1st January</b>                   | 1,819,367                          | 768,454                            |
| <b>F. Closing balance (D+E)</b>                               | <u>2,882,750</u>                   | <u>1,328,821</u>                   |

Note : Last half year's figures have been rearranged to conform to current half year's presentation

  
M. Abul Hashem ACA  
Company Secretary

  
Jashim Uddin Chowdhury FCA  
Director

  
Jean-Claude Jamar  
Managing Director

# HEIDELBERGCEMENT BANGLADESH LIMITED

## Statement of Changes in Equity (Unaudited)

For the period from 1 January to 30 June 2010

Figures in Thousand Taka

|   | Share Capital  | Capital Reserve | General Reserve | Dividend equalisation Fund | Accumulated Profit | Total            |
|---|----------------|-----------------|-----------------|----------------------------|--------------------|------------------|
| Balance at January 01 2010                    | 565,036        | 605,657         | 15,000          | 8,600                      | 2,778,197          | 3,972,490        |
| Net profit for the period (January - June 10) | -              | -               | -               | -                          | 601,206            | 601,206          |
| Cash Dividend for the year 2009               | -              | -               | -               | -                          | (214,714)          | (214,714)        |
| <b>Balance at 30 June 2010</b>                | <b>565,036</b> | <b>605,657</b>  | <b>15,000</b>   | <b>8,600</b>               | <b>3,164,689</b>   | <b>4,358,982</b> |
| <b>Balance at June 30, 2009</b>               | <b>565,036</b> | <b>605,657</b>  | <b>15,000</b>   | <b>8,600</b>               | <b>2,442,849</b>   | <b>3,637,142</b> |

### Notes to the unaudited condensed Financial Statements for the period 30 June 2010

#### 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 2009.

#### 3. Revenues:

Sales volume during the half year increased by 9.10% than the same period of 2009. However sales growth is 9.33% compared to the same period of 2009.

#### 4. Cost of goods sold:

The cost of goods increased by 7.95% compared to the same period of 2009 mainly for increase the volume.

#### 5. Financial Income:

This is increased by 72.27% compared to the same period of 2009, mainly for higher bank interest income from short-term bank deposit.

#### 6. Financial Expenses:

Financial expenses decrease by 29.18% compared to the same period 2009 due to re-payment of entire short-term loan.

#### 7. Income tax expenses:

Interim income tax accrued on the estimated average annual income.

#### 8. Deferred Tax:

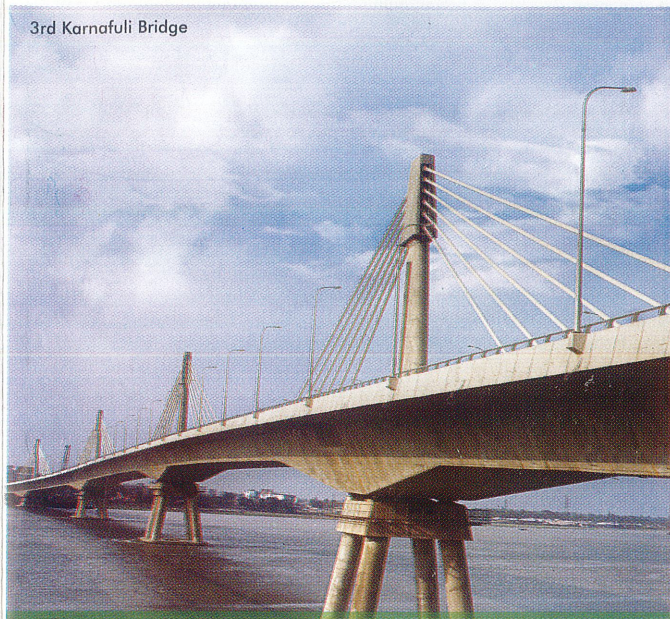
Deferred tax is recognized on difference between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. In this period the tax expenses increases due to taxable temporary difference accrued from accelerated depreciation charge for expansion unit (Unit-IV) in Kachpur plant.

  
M. Abul Hashem ACA  
Company Secretary

  
Jashim Uddin Chowdhury FCA  
Director

  
Jean-Claude Jamar  
Managing Director

3rd Karnafuli Bridge



Building the Nation's pride

## HEIDELBERGCEMENT BANGLADESH LTD.

Corporate Office:  
Symphony  
6th & 7th floor  
Plot: SE(F) 9, Road: 142  
South Avenue, Gulshan-1, Dhaka -1212  
Tel: 88-02-8811691 Fax: 88-02-8812584  
E-mail: info@heidelbergcementbd.com

Regd. Office &  
Chittagong Factory:  
South Halishahar  
G.P.O. Box No. 372  
Chittagong - 4204  
Tel: 88-031-2501152-53  
Fax: 88-031-2501154

Dhaka Factory  
Mouja: Tatki, P.O.: Jatramora  
Union: Tarabow  
P.S.: Ruggonj  
Narayangonj  
Tel: 88-02-8815602-3  
Fax: 88-02-8815600

## HEIDELBERGCEMENT BANGLADESH LTD.



**RUBY CEMENT**  
HEIDELBERGCEMENT Group



**SCAN CEMENT**  
HEIDELBERGCEMENT Group

for better building

## HALF YEARLY FINANCIAL REPORT 2010 (PROVISIONAL & UNAUDITED)