

**Advanced Chemical Industries Limited**

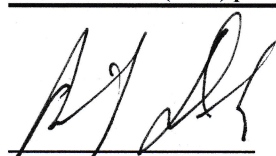
2nd Quarter ended Report 2021-2022  
for the six months period ended on 31 December 2021

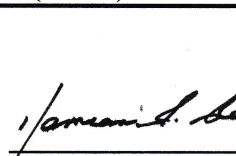
Advanced Chemical Industries Limited

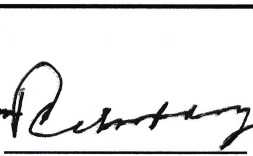
Statement of financial position

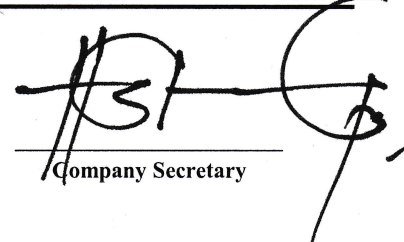
Unaudited

	Note	Figures in '000' Taka	
		As at 31 December 2021	As at 30 June 2021
<b>Assets</b>			
Property, plant and equipment	2	13,140,739	12,960,524
Right-of-use assets		422,075	506,003
Investments	3	3,090,864	3,139,924
Intangible assets		2,375	2,807
Biological assets		18,662	17,778
Deferred tax assets		186,049	88,781
<b>Non-current assets</b>		<b>16,860,765</b>	<b>16,715,817</b>
Inventories	4	6,931,926	6,773,320
Trade receivables	5	2,955,330	2,910,514
Other receivables		1,075,893	543,149
Inter-company receivables	6	24,463,486	20,142,239
Advances, deposits and prepayments	7	727,064	847,271
Cash and cash equivalents		1,946,243	1,672,220
<b>Current assets</b>		<b>38,099,943</b>	<b>32,888,713</b>
<b>Total assets</b>		<b>54,960,707</b>	<b>49,604,530</b>
<b>Equity</b>			
Share capital		725,768	631,103
Share premium		402,310	402,310
Reserves		5,119,658	5,165,968
Retained earnings		13,578,787	12,693,655
<b>Total equity</b>		<b>19,826,523</b>	<b>18,893,035</b>
<b>Liabilities</b>			
Employee benefits	8	1,285,203	1,123,745
Long term borrowings	9	1,190,003	1,044,720
Non-current portion of lease liabilities		305,788	378,647
<b>Non-current liabilities</b>		<b>2,780,994</b>	<b>2,547,112</b>
Bank overdraft		4,175,612	1,681,373
Loans and borrowings	10	18,445,108	17,068,609
Current portion of lease liabilities		153,030	175,644
Trade payables		1,418,398	1,371,347
Inter-company payables	11	3,409,099	4,269,065
Other payables	12	3,573,890	3,071,296
Unclaimed/unpaid dividend account		486,094	118,208
Current tax liabilities		691,959	408,838
<b>Current liabilities</b>		<b>32,353,190</b>	<b>28,164,381</b>
<b>Total liabilities</b>		<b>35,134,184</b>	<b>30,711,494</b>
<b>Total equity and liabilities</b>		<b>54,960,707</b>	<b>49,604,530</b>
<b>Net asset value (NAV) per share (in Taka)</b>		<b>273.18</b>	<b>260.32</b>

  
Managing Director

  
Director

  
Chief Financial Officer

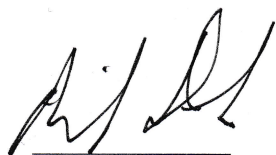
  
Company Secretary

**Advanced Chemical Industries Limited**  
**Statement of profit or loss**  
**Unaudited**

	Note	Figures in '000' Taka			
		For the half year from		For the 2nd Quarter from	
		July 2021 to December 2021	July 2020 to December 2020	October 2021 to December 2021	October 2020 to December 2020
Revenue	13	14,828,347	13,594,216	7,189,359	6,774,685
Cost of sales	14	(8,305,688)	(7,493,998)	(4,081,276)	(3,792,822)
<b>Gross profit</b>		<b>6,522,659</b>	<b>6,100,218</b>	<b>3,108,082</b>	<b>2,981,863</b>
Administrative, selling and distribution expenses	15	(4,820,531)	(4,411,231)	(2,401,072)	(2,173,388)
Other income		466,111	464,535	436,866	455,341
<b>Operating profit</b>		<b>2,168,239</b>	<b>2,153,522</b>	<b>1,143,876</b>	<b>1,263,816</b>
Net finance costs		(202,547)	(180,458)	(108,537)	(59,251)
<b>Profit before contribution to WPPF</b>		<b>1,965,692</b>	<b>1,973,063</b>	<b>1,035,338</b>	<b>1,204,566</b>
Contribution to WPPF		(98,285)	(98,653)	(51,767)	(60,228)
<b>Profit before tax</b>		<b>1,867,407</b>	<b>1,874,410</b>	<b>983,572</b>	<b>1,144,337</b>
Income tax expense		(477,393)	(486,782)	(238,257)	(277,574)
<b>Profit after tax</b>		<b>1,390,014</b>	<b>1,387,628</b>	<b>745,315</b>	<b>866,764</b>

**Earnings per share**

Basic and diluted earnings per share (EPS) (in Taka)	19.15	19.12	10.27	11.94
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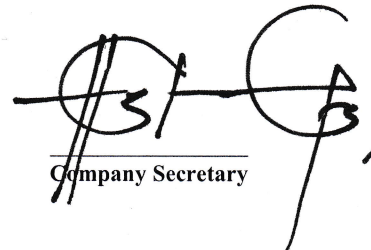
Managing Director



Director



Chief Financial Officer



Company Secretary

**Advanced Chemical Industries Limited**  
**Statement of profit or loss and other comprehensive income**  
**Unaudited**

	For the half year from		Figures in '000' Taka For the 2nd Quarter from	
	July 2021 to December 2021	July 2020 to December 2020	October 2021 to December 2021	October 2020 to December 2020
Profit after tax	1,390,014	1,387,628	745,315	866,764
<b>Other comprehensive income:</b>				
Change in fair value of FVOCI financial assets	(51,455)	25,563	(26,953)	(2,228)
Income tax on FVOCI financial assets	5,146	(2,556)	2,696	223
<b>Other comprehensive income, net of tax</b>	<b>(46,309)</b>	<b>23,007</b>	<b>(24,257)</b>	<b>(2,005)</b>
<b>Total comprehensive income</b>	<b>1,343,705</b>	<b>1,410,635</b>	<b>721,058</b>	<b>864,759</b>

**Advanced Chemical Industries Limited**  
**Statement of changes in equity**  
**Unaudited**

Figures in '000' Taka

	For the half year from July 2021 to December 2021						
	Share capital	Share premium	Capital reserve	FVOCI reserve	Revaluation surplus	Retained earnings	Total equity
<b>Balance at 1 July 2021</b>	631,103	402,310	1,671	453,052	4,711,245	12,693,655	18,893,035
<b>Total comprehensive income</b>							
Profit after tax	-	-	-	-	-	1,390,014	1,390,014
Other comprehensive income-net of tax	-	-	-	(46,309)	-	-	(46,309)
<b>Total comprehensive income</b>	-	-	-	(46,309)	-	1,390,014	1,343,705
<b>Transaction with owners of the Company</b>							
Share premium	-	-	-	-	-	-	-
Stock dividend	94,665	-	-	-	-	(94,665)	-
Cash dividend	-	-	-	-	-	(410,217)	(410,217)
<b>Total transactions with owners of the Company</b>	94,665	-	-	-	-	(504,882)	(410,217)
<b>Balance at 31 December 2021</b>	<b>725,768</b>	<b>402,310</b>	<b>1,671</b>	<b>406,742</b>	<b>4,711,245</b>	<b>13,578,787</b>	<b>19,826,523</b>

	For the half year from July 2020 to December 2020						
	Share capital	Share premium	Capital reserve	FVOCI reserve	Revaluation surplus	Retained earnings	Total equity
<b>Balance at 1 July 2020</b>	573,730	402,310	1,671	434,656	3,075,541	10,933,326	15,421,234
<b>Total comprehensive income</b>							
Profit after tax	-	-	-	-	-	1,387,628	1,387,628
Other comprehensive income-net of tax	-	-	-	23,007	-	-	23,007
<b>Total comprehensive income</b>	-	-	-	23,007	-	1,387,628	1,410,635
<b>Transaction with owners of the Company</b>							
Share premium	-	-	-	-	-	-	-
Stock dividend	57,373	-	-	-	-	(57,373)	-
Cash dividend	-	-	-	-	-	(458,984)	(458,984)
<b>Total transactions with owners of the Company</b>	57,373	-	-	-	-	(516,357)	(458,984)
<b>Balance at 31 December 2020</b>	<b>631,103</b>	<b>402,310</b>	<b>1,671</b>	<b>457,663</b>	<b>3,075,541</b>	<b>11,804,600</b>	<b>16,372,887</b>

**Advanced Chemical Industries Limited**  
**Statement of cash flows**  
**Unaudited**

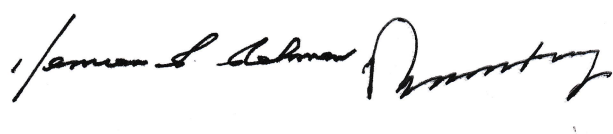
	Figures in '000' Taka	
	For the half year from	
	July 2021 to December 2021	July 2020 to December 2020
<b>Cash flows from operating activities</b>		
Cash receipts from customers and others	14,638,073	13,406,196
Cash paid to suppliers and employees	(12,166,004)	(11,553,855)
<b>Cash generated from operating activities</b>	<b>2,472,069</b>	<b>1,852,341</b>
Paid to WPPF	(11,473)	(12,378)
Finance costs paid	(197,483)	(155,676)
Income tax paid	(286,396)	(270,237)
	(495,352)	(438,291)
<b>Net cash from / (used in) operating activities*</b>	<b>16</b>	<b>1,414,050</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(77,225)	(70,883)
Payments for capital work in progress	(334,333)	(505,314)
Sale proceeds from property, plant and equipment	2,713	1,255
Purchase of biological assets	(936)	(2,941)
Dividend received	-	394,595
Investment	(2,395)	(90,000)
<b>Net cash from / (used in) investing activities</b>	<b>(412,177)</b>	<b>(273,287)</b>
<b>Cash flows from financing activities</b>		
Inter-company debts received/(paid)	(5,181,213)	(4,049,915)
Dividend paid	(42,330)	(51,534)
Payment for lease liabilities	(91,251)	(77,747)
Short-term bank loan received/(paid)	1,343,962	2,073,162
Long-term bank loan received/(paid)	177,820	310,798
<b>Net cash from / (used in) financing activities</b>	<b>(3,793,012)</b>	<b>(1,795,236)</b>
Net increase / (decrease) in cash and cash equivalents	(2,228,472)	(654,472)
Opening cash and cash equivalents	(9,153)	(1,715,137)
Effect of movements in exchange rates on cash held	8,256	-
<b>Closing cash and cash equivalents</b>	<b>(2,229,370)</b>	<b>(2,369,608)</b>
<b>Closing balance represents</b>		
Cash and cash equivalents	1,946,243	1,506,240
Bank overdraft	(4,175,612)	(3,875,848)
	<b>(2,229,370)</b>	<b>(2,369,608)</b>
<b>Net operating cash flows per share (NOCFPS) (in Taka)</b>	<b>27.24</b>	<b>19.48</b>

\*See Note 16 for reconciliation of net operating cash flow.

**Advanced Chemical Industries Limited**  
**Consolidated statement of financial position**  
**Unaudited**

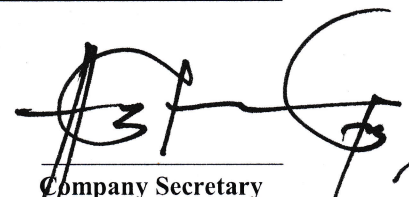
	Note	Figures in '000' Taka	
		As at 31 December 2021	As at 30 June 2021
<b>Assets</b>			
Property, plant and equipment	2 (a)	29,815,643	29,821,715
Right-of-use assets		1,355,175	1,497,953
Equity-accounted investees		1,794,673	1,927,913
Other investments		775,642	810,606
Intangible assets		83,490	93,940
Biological assets		18,662	17,778
Deferred tax assets		670,381	448,005
<b>Non-current assets</b>		<b>34,513,666</b>	<b>34,617,909</b>
Inventories	4 (a)	18,195,328	17,349,949
Trade receivables	5 (a)	13,040,055	12,015,538
Other receivables		1,386,765	815,433
Inter-company receivables	6 (a)	9,695	9,586
Advances, deposits and prepayments	7 (a)	2,129,305	2,300,942
Short term investments		1,184,578	1,158,369
Cash and cash equivalents		3,724,013	3,831,929
<b>Current assets</b>		<b>39,669,739</b>	<b>37,481,746</b>
<b>Total assets</b>		<b>74,183,405</b>	<b>72,099,655</b>
<b>Equity</b>			
Share capital		725,768	631,103
Share premium		1,182,924	928,707
Reserves		7,012,283	7,084,649
Retained earnings		1,286,400	1,620,385
Equity attributable to the owners of the Company		10,207,375	10,264,844
Non-controlling interest		1,787,551	838,207
<b>Total equity</b>		<b>11,994,926</b>	<b>11,103,051</b>
<b>Liabilities</b>			
Employee benefits	8 (a)	1,677,567	1,462,875
Long term borrowings	9 (a)	7,420,555	7,843,747
Non-current portion of lease liabilities		1,035,266	1,161,243
<b>Non-current liabilities</b>		<b>10,133,388</b>	<b>10,467,865</b>
Bank overdraft		6,025,131	3,543,944
Loans and borrowings	10 (a)	32,401,024	34,516,421
Current portion of lease liabilities		411,623	434,023
Trade payables		5,296,948	4,540,657
Other payables	12 (a)	6,800,713	7,303,909
Unclaimed/unpaid dividend account		625,910	131,177
Current tax liabilities		493,742	58,608
<b>Current liabilities</b>		<b>52,055,091</b>	<b>50,528,739</b>
<b>Total liabilities</b>		<b>62,188,479</b>	<b>60,996,604</b>
<b>Total equity and liabilities</b>		<b>74,183,405</b>	<b>72,099,655</b>
<b>Net asset value (NAV) per share (in Taka)</b>	18	<b>140.64</b>	<b>141.43</b>

  
**Managing Director**

  
**Director**

6

  
**Chief Financial Officer**

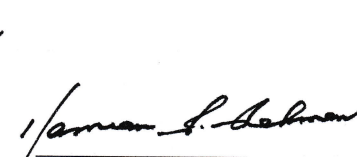
  
**Company Secretary**

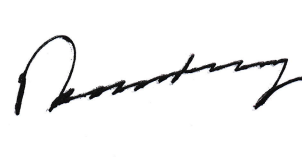
**Advanced Chemical Industries Limited**  
**Consolidated statement of profit or loss**  
**Unaudited**

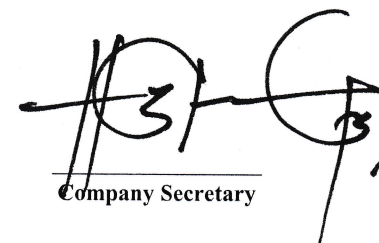
Figures in '000' Taka

	Note	For the half year from		For the 2nd Quarter from	
		July 2021 to December 2021	July 2020 to December 2020	October 2021 to December 2021	October 2020 to December 2020
Revenue	13 (a)	45,818,649	37,378,330	24,264,977	19,146,438
Cost of sales	14 (a)	(33,211,353)	(26,679,053)	(17,795,094)	(13,708,727)
<b>Gross profit</b>		<b>12,607,296</b>	<b>10,699,277</b>	<b>6,469,883</b>	<b>5,437,711</b>
Administrative, selling and distribution expenses	15 (a)	(9,279,355)	(8,182,733)	(4,773,832)	(4,078,598)
Other income / (loss)		157,159	190,359	81,884	97,131
<b>Operating profit</b>		<b>3,485,101</b>	<b>2,706,902</b>	<b>1,777,935</b>	<b>1,456,244</b>
Share of the profit of equity accounted investees		214,349	251,665	134,405	130,718
Net finance costs		(1,832,473)	(1,793,654)	(947,931)	(870,342)
<b>Profit before contribution to WPPF</b>		<b>1,866,977</b>	<b>1,164,912</b>	<b>964,409</b>	<b>716,620</b>
Contribution to WPPF		(184,715)	(153,835)	(101,132)	(95,436)
<b>Profit before tax</b>		<b>1,682,261</b>	<b>1,011,077</b>	<b>863,277</b>	<b>621,184</b>
Income tax expense		(1,072,489)	(851,076)	(554,790)	(501,497)
<b>Profit after tax</b>		<b>609,772</b>	<b>160,000</b>	<b>308,487</b>	<b>119,687</b>
<b>Profit attributable to:</b>					
Equity holders of the company		400,235	201,259	152,082	104,192
Non-controlling interests		209,537	(41,259)	156,405	15,494
<b>Profit after tax</b>		<b>609,772</b>	<b>160,000</b>	<b>308,487</b>	<b>119,687</b>
<b>Earnings per share</b>					
Basic and diluted earnings per share (EPS) (in Taka)	18	5.51	2.77	2.10	1.44

  
 Managing Director

  
 Director

  
 Chief Financial Officer

  
 Company Secretary



**Advanced Chemical Industries Limited**  
**Consolidated statement of profit or loss and other comprehensive income**  
**Unaudited**

	For the half year from		Figures in '000' Taka For the 2nd Quarter from	
	July 2021 to December 2021	July 2020 to December 2020	October 2021 to December 2021	October 2020 to December 2020
Profit after tax	609,772	160,000	308,487	119,687
<b>Other comprehensive income:</b>				
Foreign operations - foreign currency translation differences	(23,034)	(233)	(18,231)	(2,439)
Change in fair value of FVOCI financial assets	(51,748)	26,077	(28,039)	(2,079)
Income tax on other comprehensive income	5,175	(2,608)	2,804	208
<b>Other comprehensive income, net of tax</b>	<b>(69,607)</b>	<b>23,237</b>	<b>(43,466)</b>	<b>(4,310)</b>
<b>Total comprehensive income</b>	<b>540,165</b>	<b>183,237</b>	<b>265,021</b>	<b>115,376</b>
<b>Total comprehensive income attributable to:</b>				
<b>Equity holders of the Company</b>				
Profit after tax	400,235	201,259	152,082	104,192
Other comprehensive income	(67,835)	23,220	(41,876)	(4,130)
	332,400	224,479	110,206	100,062
<b>Non-controlling interest</b>				
Profit after tax	209,537	(41,259)	156,405	15,494
Other comprehensive income	(1,772)	17	(1,590)	(180)
	207,764	(41,242)	154,815	15,314
<b>Total comprehensive income</b>	<b>540,165</b>	<b>183,237</b>	<b>265,021</b>	<b>115,376</b>

**Advanced Chemical Industries Limited**  
**Consolidated Statement of changes in equity**  
**Unaudited**

Figures in '000' Taka  
For the half year from July 2021 to December 2021

	Attributable to owners of the Company							Non-controlling Interests	Total equity	
	Share capital	Share premium	Capital reserve	Translation reserve	FVOCI reserve	Revaluation reserve	Retained earnings			Total
<b>Balance at 1 July 2021</b>	631,103	928,707	1,671	(1,397)	452,007	6,632,367	1,620,385	10,264,844	838,207	11,103,051
<b>Total comprehensive income</b>										
Profit after tax	-	-	-	-	-	-	400,235	400,235	209,537	609,772
Other comprehensive income-net of tax	-	-	-	(21,407)	(46,428)	-	-	(67,835)	(1,772)	(69,607)
<b>Total comprehensive income</b>	-	-	-	(21,407)	(46,428)	-	400,235	332,400	207,764	540,165
<b>Transaction with owners of the Company</b>										
Share premium	-	-	-	-	-	-	-	-	-	-
Stock dividend	94,665	-	-	-	-	-	(94,665)	-	-	-
Cash dividend	-	-	-	-	-	-	(410,217)	(410,217)	(62,802)	(473,018)
Effect of issuing new shares to Bangladesh Managed Account C.V. (a limited partnership of FMO) by ACI Motors Ltd.	-	254,217	-	-	10	(4,540)	(229,338)	20,348	648,826	669,173
Capital contribution by non-controlling interest (BMA C.V.)	-	-	-	-	-	-	-	-	155,556	155,556
<b>Total transactions with owners of the Company</b>	94,665	254,217	-	-	10	(4,540)	(734,220)	(389,869)	741,579	351,711
<b>Balance at 31 December 2021</b>	<b>725,768</b>	<b>1,182,924</b>	<b>1,671</b>	<b>(22,804)</b>	<b>405,589</b>	<b>6,627,827</b>	<b>1,286,400</b>	<b>10,207,375</b>	<b>1,787,551</b>	<b>11,994,926</b>

For the half year from July 2020 to December 2020

	Attributable to owners of the Company							Non-controlling Interests	Total equity	
	Share capital	Share premium	Capital reserve	Translation reserve	FVOCI reserve	Revaluation surplus	Retained earnings			Total
<b>Balance at 1 July 2020</b>	573,730	402,310	1,671	(1,397)	433,047	4,277,934	2,211,343	7,898,638	(608,661)	7,289,977
<b>Total comprehensive income</b>										
Profit after tax	-	-	-	-	-	-	201,259	201,259	(41,259)	160,000
Other comprehensive income-net of tax	-	-	-	(216)	23,343	-	-	23,126	110	23,237
<b>Total comprehensive income</b>	-	-	-	(216)	23,343	-	201,259	224,385	(41,148)	183,237
<b>Transaction with owners of the Company</b>										
Share premium	-	-	-	-	-	-	-	-	-	-
Stock dividend	57,373	-	-	-	-	-	(57,373)	-	-	-
Cash dividend	-	-	-	-	-	-	(458,984)	(458,984)	(41,868)	(500,851)
Effect of issuing new shares to Bangladesh Managed Account C.V. (a limited partnership of FMO) by ACI Motors Ltd.	-	525,048	-	-	-	-	(298,367)	226,681	769,564	996,245
Capital contribution by non-controlling interest (BMA C.V.)	-	-	-	-	-	-	-	-	233,333	233,333
<b>Total transactions with owners of the Company</b>	57,373	525,048	-	-	-	-	(814,723)	(232,302)	961,029	728,727
<b>Balance at 31 December 2020</b>	<b>631,103</b>	<b>927,358</b>	<b>1,671</b>	<b>(1,613)</b>	<b>456,389</b>	<b>4,277,934</b>	<b>1,597,879</b>	<b>7,890,721</b>	<b>311,219</b>	<b>8,201,942</b>

**Advanced Chemical Industries Limited**  
**Consolidated statement of cash flows**  
**Unaudited**

	Figures in '000' Taka	
	For the half year from	
	July 2021 to December 2021	July 2020 to December 2020
<b>Cash flows from operating activities</b>		
Cash receipts from customers and others	44,719,102	36,974,310
Cash paid to suppliers and employees	(41,803,118)	(36,624,960)
<b>Cash generated from operating activities</b>	<b>2,915,983</b>	<b>349,350</b>
Paid to WPPF	(55,168)	(42,647)
Finance costs paid	(1,606,892)	(1,474,313)
Income tax paid	(847,071)	(758,897)
	(2,509,132)	(2,275,857)
<b>Net cash from / (used in) operating activities *</b>	<b>406,852</b>	<b>(1,926,507)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(136,977)	(265,487)
Payments for capital work in progress	(621,552)	(704,316)
Sale proceeds from property, plant and equipment	2,713	1,255
Purchase of biological assets	(936)	(2,941)
Dividend received	-	394,595
Short term investments	(26,208)	(57,755)
Long term investments	(15,393)	(91,876)
<b>Net cash from / (used in) investing activities</b>	<b>(798,353)</b>	<b>(726,524)</b>
<b>Cash flows from financing activities</b>		
Inter-company debts received/(paid)	(108)	(63)
Dividend paid	(42,330)	(51,534)
Payment for lease liabilities	(228,211)	(208,659)
Dividend paid to non-controlling interest	(8,154)	(88)
Equity investment received by ACI Motors Limited	824,729	1,229,579
Short-term bank loan received/(paid)	(2,815,997)	3,915,877
Long-term bank loan received/(paid)	63,346	(1,254,102)
<b>Net cash from / (used in) financing activities</b>	<b>(2,206,725)</b>	<b>3,631,009</b>
Net increase / (decrease) in cash and cash equivalents	(2,598,226)	977,978
Opening cash and cash equivalents	287,985	(2,627,972)
Effect of movements in exchange rates on cash held	9,124	(721)
<b>Closing cash and cash equivalents</b>	<b>(2,301,118)</b>	<b>(1,650,715)</b>
<b>Closing balance represents</b>		
Cash and cash equivalents	3,724,013	3,768,161
Bank overdraft	(6,025,131)	(5,418,876)
	<b>(2,301,118)</b>	<b>(1,650,715)</b>
<b>Net operating cash flows per share (NOCFPS) (in Taka)</b>	<b>18</b>	<b>5.61</b>
		<b>(26.54)</b>

\*See Note 16(a) for reconciliation of consolidated net operating cash flow.

**Advanced Chemical Industries Limited**  
**Notes to the financial statements**  
**as at and for the 2nd Quarter ended on 31 December 2021**  
**Unaudited**

1 Selected explanatory notes

These financial statements have been prepared in line with Accounting Policies as adopted in the preparation of financial statements for the year ended from 1 July 2020 to 30 June 2021. This interim financial report includes only those selected explanatory notes as deemed appropriate for better understanding of unaudited financial statements.

2	Property, plant and equipment	<b>Figures in '000' Taka</b>	
		<b>31 December 2021</b>	<b>30 June 2021</b>
		Taka	Taka
	Opening balance	15,407,109	12,626,796
	Additions and revaluation	420,057	2,840,675
	Disposals and adjustments	(7,655)	(60,362)
	Accumulated depreciation	(2,678,772)	(2,446,585)
	<b>Closing balance</b>	<b>13,140,739</b>	<b>12,960,524</b>

2 (a) Consolidated property, plant and equipment

	Opening balance	36,936,223	32,255,436
	Additions and revaluation	765,951	4,750,379
	Disposals and adjustments	(9,071)	(65,066)
	Accumulated depreciation	(7,877,459)	(7,119,033)
	<b>Closing balance</b>	<b>29,815,643</b>	<b>29,821,715</b>

3 Investments

	Investment in subsidiaries	1,751,736	1,751,736
	Investment in joint ventures	510,000	510,000
	Investment in associates	548,794	546,398
	Investment in shares	483,390	534,846
	Investment in FDR/ other deposits	70,544	70,544
	Impairment	(273,600)	(273,600)
	<b>Closing balance</b>	<b>3,090,864</b>	<b>3,139,924</b>

4 Inventories

	Raw materials	2,489,439	2,461,746
	Packing materials	636,723	687,806
	Work-in-process	265,864	304,842
	Finished goods	3,571,625	3,231,157
	Goods in transit	430,196	447,602
	Stores and spares	94,643	99,111
	Allowance for inventory	(556,564)	(458,945)
	<b>Closing balance</b>	<b>6,931,926</b>	<b>6,773,320</b>

		Figures in '000' Taka	
		31 December 2021	30 June 2021
		Taka	Taka
4 (a)	Consolidated inventories		
	Raw materials	4,876,600	4,707,203
	Packing materials	723,095	773,367
	Work-in-process	528,016	540,242
	Finished goods	10,879,226	10,092,334
	Goods in transit	1,734,137	1,703,227
	Stores & spares	258,803	257,385
	Allowance for inventory	(804,549)	(723,808)
		<b>18,195,328</b>	<b>17,349,949</b>
5	Trade receivables		
	Debts due over six months	1,851,683	2,104,043
	Debts due below six months	2,017,419	1,492,357
	Provision for doubtful debts	(913,772)	(685,886)
		<b>2,955,330</b>	<b>2,910,514</b>
5 (a)	Consolidated trade receivables		
	Debts due over six months	3,961,425	4,139,826
	Debts due below six months	10,642,111	9,180,570
	Provision for doubtful debts	(1,563,481)	(1,304,858)
		<b>13,040,055</b>	<b>12,015,538</b>
6	Inter-company receivables		
	ACI Logistics Limited	7,606,319	5,968,826
	ACI HealthCare Limited	7,270,801	6,131,061
	ACI Foods Limited	3,174,387	2,680,268
	Premiaflex Plastics Limited	4,119,109	2,802,198
	ACI Formulations Limited	-	346,312
	ACI Biotech Limited	918,834	884,172
	ACI Agrolink Limited	602,832	582,493
	Infolytx Bangladesh Limited	538,573	447,765
	ACI Chemicals Limited	222,311	211,884
	Asian Consumer Care (Pvt.) Limited	7,894	7,894
	ACI Godrej Agrovvet (Pvt. ) Limited	930	930
	Tetley ACI (Bangladesh) Limited	841	580
	Stochastic Logic Limited	-	152
	Computer Technology Limited	30	30
	Creative Communication Limited	-	19,352
	ACI Marine and Riverine Technologies Limited	626	-
	ACI Edible Oils Limited	-	58,323
		<b>24,463,486</b>	<b>20,142,239</b>

		Figures in '000' Taka	
		31 December 2021	30 June 2021
		Taka	Taka
6 (a)	Consolidated inter-company receivables		
	Computer Technology Limited	30	30
	Tetley ACI (Bangladesh) Limited	841	580
	Asian Consumer Care (Pvt.) Limited	7,894	7,894
	ACI Godrej Agrovet (Pvt. ) Limited	930	930
	Stochastic Logic Limited	-	152
		<u>9,695</u>	<u>9,586</u>
7	Advances, deposits & prepayments		
	Advances to staff, suppliers and others	181,992	205,689
	VAT current account	209,948	361,723
	Deposits	228,404	239,115
	Prepayments	106,720	40,743
		<u>727,064</u>	<u>847,271</u>
7 (a)	Consolidated advances, deposits & prepayments		
	Advances to staff, suppliers and others	899,908	852,166
	VAT current account	438,630	767,475
	Advance for capital expenditure	-	733
	Deposits	419,154	427,409
	Prepayments	371,613	253,159
		<u>2,129,305</u>	<u>2,300,942</u>
8	Employee benefits		
	Staff gratuity provision	1,051,440	920,330
	Other long term employee benefits	233,763	203,415
		<u>1,285,203</u>	<u>1,123,745</u>
8 (a)	Consolidated employee benefits		
	Staff gratuity provision	1,354,244	1,181,776
	Other long term employee benefits	323,323	281,099
		<u>1,677,567</u>	<u>1,462,875</u>

		Figures in '000' Taka	
		31 December 2021	30 June 2021
		Taka	Taka
9	Long term borrowings		
	Long term bank loans	1,190,003	1,044,720
		<u>1,190,003</u>	<u>1,044,720</u>
9 (a)	Consolidated long term borrowings		
	Long term bank loans	7,420,555	7,843,747
		<u>7,420,555</u>	<u>7,843,747</u>
10	Loans and borrowings - short term		
	Short term loan	18,238,854	16,894,892
	Current portion of long term loan	206,254	173,718
		<u>18,445,108</u>	<u>17,068,609</u>
10 (a)	Consolidated loans and borrowings - short term		
	Short term loan	29,503,847	32,274,988
	Current portion of long term loan	2,897,177	2,241,433
		<u>32,401,024</u>	<u>34,516,421</u>
11	Inter company payables		
	ACI Marine and Riverine Technologies Limited	-	4,472
	ACI Motors Limited	991,863	2,252,705
	ACI Salt Limited	1,557,352	1,434,750
	ACI Pure Flour Limited	590,950	577,138
	ACI Edible Oils Limited	29,599	-
	Creative Communication Limited	55,099	-
	ACI Formulations Limited	180,408	-
	Stochastic Logic Limited	3,829	-
		<u>3,409,099</u>	<u>4,269,065</u>

	Figures in '000' Taka	
	31 December 2021	30 June 2021
	Taka	Taka
12 Other payables		
Accruals	2,132,451	1,581,957
Advance from customers	18,772	241,778
Security money received from customers	49,476	49,769
Workers' profit participation fund	853,582	742,852
Tax and VAT deducted at source	94,152	88,518
Employees welfare fund	317,688	292,091
Rights share deposit to be refunded	564	564
Family day fund	5,807	5,492
Non-management staff provident fund	7,274	6,107
Unclaimed refund warrant - Zero Coupon Bonds	3,647	3,647
Payable for redemption of Zero Coupon Bonds	20,403	20,403
Management staff provident fund	16,738	8,930
Advertisement and promotional funds	42,051	16,747
Development funds	11,283	12,440
	<b>3,573,890</b>	<b>3,071,296</b>

12 (a) Consolidated other payables

Accruals	4,632,301	4,443,912
Advance from customers	176,824	1,186,756
Security money received from customers	103,705	103,129
Workers' profit participation fund	1,166,980	1,006,003
Management staff provident fund	16,738	8,930
Tax and VAT deducted at source	245,414	172,566
Employees welfare fund	360,578	312,659
Rights share deposit to be refunded	564	564
Family day fund	5,807	5,492
Non-management staff provident fund	7,274	6,107
Unclaimed refund warrant - Zero Coupon Bonds	3,647	3,647
Payable for redemption of Zero Coupon Bonds	20,403	20,403
Creditors for capital expenditure	7,144	4,553
Advertisement and promotional funds	42,051	16,747
Development funds	11,283	12,440
	<b>6,800,713</b>	<b>7,303,909</b>



		<b>Figures in '000' Taka</b>	
		<b>For the half year from</b>	
		<b>July 2021</b>	<b>July 2020</b>
		<b>to</b>	<b>to</b>
		<b>December 2021</b>	<b>December 2020</b>
		<b>Taka</b>	<b>Taka</b>
13	Revenue		
	Pharmaceuticals	7,379,417	6,316,164
	Animal health	2,165,430	2,117,755
	Consumer brands	3,429,397	3,776,472
	Seeds	720,788	741,977
	Fertilizer	1,008,272	573,376
	Animal genetics and others	125,043	68,473
		<b>14,828,347</b>	<b>13,594,216</b>
13 (a)	Consolidated revenue		
	Gross sales	46,866,142	38,185,066
	Inter-company sales	(1,047,492)	(806,736)
		<b>45,818,649</b>	<b>37,378,330</b>
14	Cost of sales		
	Opening stock	6,685,551	4,817,762
	Purchase	7,372,388	7,520,059
		14,057,939	12,337,821
	Closing stock	(6,963,651)	(6,008,824)
		7,094,288	6,328,997
	Manufacturing expenses	1,211,400	1,165,001
		<b>8,305,688</b>	<b>7,493,998</b>
14 (a)	Consolidated cost of sales		
	Opening stock	16,031,441	11,843,754
	Purchase	32,116,866	26,695,787
		48,148,307	38,539,541
	Closing stock	(17,010,482)	(13,822,355)
		31,137,825	24,717,186
	Manufacturing expenses	2,073,528	1,961,867
		<b>33,211,353</b>	<b>26,679,053</b>
15	Administrative, selling and distribution expenses		
	Administrative expenses	306,329	288,745
	Distribution expenses	578,699	505,887
	Selling expenses	3,935,503	3,616,599
		<b>4,820,531</b>	<b>4,411,231</b>

		<b>Figures in '000' Taka</b>	
		<b>For the half year from</b>	
		<b>July 2021</b>	<b>July 2020</b>
		<b>to</b>	<b>to</b>
		<b>December 2021</b>	<b>December 2020</b>
		<b>Taka</b>	<b>Taka</b>
15 (a)	Consolidated operating expenses		
	Administrative expenses	1,513,691	1,505,605
	Distribution expenses	1,236,389	993,431
	Selling expenses	6,529,274	5,683,697
		<b>9,279,355</b>	<b>8,182,733</b>
16	Reconciliation of net operating cash flow		
	Profit after tax	1,390,014	1,387,628
	<i>Adjustment for non-cash items and others:</i>		
	- Depreciation and amortisation	240,059	237,725
	- Provisions	325,505	413,112
	- Finance cost	202,547	180,458
	- Tax Expense	477,393	486,782
	- Contribution to WPPF	98,285	98,653
	-Lease and other adjustments	83,333	76,492
	<i>Changes in:</i>		
	- Inventories	(256,226)	(1,068,410)
	- Trade and other receivables	(805,446)	(561,042)
	- Advances, deposits and prepayments	132,986	(103,406)
	- Trade and other payables, employment benefits	583,618	704,348
	Cash generated from operating activities	<b>2,472,069</b>	<b>1,852,341</b>
	Paid to WPPF	(11,473)	(12,378)
	Interest paid	(197,483)	(155,676)
	Income tax paid	(286,396)	(270,237)
	Net cash from operating activities	<b>1,976,717</b>	<b>1,414,050</b>
16 (a)	Reconciliation of Consolidated net operating cash flow		
	Profit after tax	609,772	160,000
	<i>Adjustment for non-cash items and others:</i>		
	- Depreciation and amortisation	773,940	777,017
	- Provisions	339,364	459,496
	- Share of profit of equity accounted investees	(214,349)	(251,665)
	- Finance cost	1,832,473	1,793,654
	- Tax Expense	1,072,489	851,076
	- Contribution to WPPF	184,715	153,835
	-Lease and other adjustments	228,211	214,753

<i>Changes in:</i>		
- Inventories	(926,119)	(2,985,002)
- Trade and other receivables	(1,429,435)	(540,350)
- Advances, deposits and prepayments	161,447	(298,439)
- Trade and other payables, Employment benefits	283,475	14,973
<b>Net cash from operating activities</b>	<b>2,915,983</b>	<b>349,350</b>
Paid to WPPF	(55,168)	(42,647)
Interest paid	(1,606,892)	(1,474,313)
Income tax paid	(847,071)	(758,897)
<b>Net cash from operating activities</b>	<b>406,852</b>	<b>(1,926,507)</b>

- 17 Consolidated operating segments  
Please see Annexure A.

	<b>For the half year from</b>	
	<b>July 2021</b>	<b>July 2020</b>
	<b>to</b>	<b>to</b>
	<b>December 2021</b>	<b>December 2020</b>
18 Consolidated EPS, NAV per share, and NOCFPS		
Weighted average number of ordinary shares (in thousand)	72,577	72,577
Consolidated profit attributable to equity holders of the Company (Taka '000)	400,235	201,259
Earnings per share (Taka)	5.51	2.77
Consolidated cash flows from operating activities (Taka '000)	406,852	(1,926,507)
Net operating cash flows per share (NOCFPS)	5.61	(26.54)
	<b>31 December 2021</b>	<b>30 June 2021</b>
	<b>Taka</b>	<b>Taka</b>
Consolidated net asset attributable to equity holders of the Company (Taka '000)	10,207,375	10,264,844
Net asset value (NAV) per share	140.64	141.43

**Reasons for significant deviations:** During the six months period ended on 31 Dec 2021, the Group achieved a notable revenue growth which was mainly contributed by the sales growth in some of the business segments as demonstrated in Annexure-A: Consolidated operating segments. The higher growth in consolidated revenue compared to the growth in expenses contributed to the increase in consolidated profit compared to the SPLY. The consequential results of increased consolidated revenue and profit ultimately contributed to improve consolidated EPS and NOCFPS.

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

## Annexure-A

## Consolidated operating segments

**Figures in '000' Taka**  
**For the half year from July 2021 to December 2021**

Particulars	Reportable Segment											Total reportable segments	Unallocated/ Elimination	Total
	Pharmaceuticals	Animal Health	Consumer Brands	Crop Care and Public Health	Motors	Pure Flour	Retail Chain	Salt	Foods	Premiaflex	HealthCare			
External revenue	7,379,417	2,165,430	3,271,994	1,834,765	9,824,856	2,807,162	6,412,997	1,404,936	3,571,465	3,078,356	810,629	42,562,005	3,256,644	45,818,649
Inter-segment revenue	-	-	411,436	-	14,344	47,561	36,948	21,468	74,582	313,339	-	919,678	127,815	1,047,492
Segment revenue	7,379,417	2,165,430	3,683,430	1,834,765	9,839,201	2,854,723	6,449,945	1,426,403	3,646,047	3,391,695	810,629	43,481,683	3,384,459	46,866,142
Depreciation and amortisation	150,616	13,302	47,785	8,964	37,856	19,209	76,694	34,906	32,618	134,151	175,952	732,052	41,888	773,940
Operating expenses	3,099,304	445,287	1,057,443	305,804	1,270,314	135,234	1,222,297	150,581	322,201	269,582	559,015	8,837,061	442,293	9,279,355
Finance cost / (income)	72,620	45,950	44,600	59,726	151,945	(21,306)	615,992	(43,132)	139,679	232,886	424,545	1,723,504	108,968	1,832,473
Segment profit/(loss) before tax	1,262,730	130,444	(154,720)	276,961	1,056,549	(7,437)	(581,143)	294,392	46,733	(69,486)	(865,742)	1,389,282	292,980	1,682,261
Segment assets at 31 Dec 2021	11,585,039	2,789,438	4,760,760	2,751,689	13,175,235	1,867,928	3,890,934	2,970,186	2,864,082	6,732,860	9,618,994	63,007,144	11,176,261	74,183,405
Segment liabilities at 31 Dec 2021	4,077,166	1,422,511	2,121,633	1,569,338	6,156,299	686,779	17,894,771	1,098,570	4,641,214	6,117,502	14,026,942	59,812,724	2,375,755	62,188,479

**For the half year from July 2020 to December 2020**

Particulars	Reportable segment											Total reportable segments	Unallocated/ Elimination	Total
	Pharmaceuticals	Animal Health	Consumer Brands	Crop Care and Public Health	Motors	Pure Flour	Retail Chain	Salt	Foods	Premiaflex	HealthCare			
External revenue	6,316,164	2,117,755	3,666,666	1,528,648	5,670,022	2,432,584	6,120,399	937,240	2,907,179	2,773,585	805,770	35,276,011	2,102,319	37,378,330
Inter-segment revenue	-	-	305,055	-	10,800	23,111	28,479	24,460	66,048	249,245	-	707,198	99,538	806,736
Segment revenue	6,316,164	2,117,755	3,971,721	1,528,648	5,680,822	2,455,695	6,148,878	961,699	2,973,228	3,022,830	805,770	35,983,209	2,201,857	38,185,066
Depreciation and amortisation	154,485	12,578	39,014	10,382	32,756	17,423	93,777	25,561	32,061	129,213	174,336	721,587	55,431	777,017
Operating expenses	2,576,856	438,568	1,260,262	263,405	763,630	133,655	1,203,230	126,111	249,011	275,335	595,347	7,885,409	297,325	8,182,733
Finance cost / (income)	59,820	57,730	23,410	65,458	135,895	(22,592)	626,550	(32,818)	148,075	230,237	404,838	1,696,604	97,050	1,793,654
Segment profit/(loss) before tax	1,311,678	165,290	(201,527)	205,219	601,867	41,568	(696,239)	178,772	8,039	57,425	(934,506)	737,587	273,490	1,011,077
Segment assets at 30 June 2021	11,932,171	2,700,827	4,757,239	2,546,825	14,051,260	1,716,688	3,693,664	2,660,555	2,676,007	6,920,779	9,423,781	63,079,796	9,019,860	72,099,655
Segment liabilities at 30 June 2021	3,556,097	1,557,332	1,764,652	1,672,648	8,575,159	511,893	17,077,548	994,856	4,476,547	6,156,294	13,006,408	59,349,435	1,647,169	60,996,604