

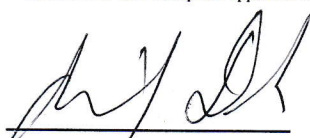
Advanced Chemical Industries Limited

2nd Quarter ended Report 2019 - 2020
for the six months period ended on 31 December 2019

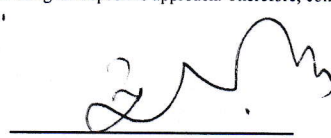
Advanced Chemical Industries Limited
Statement of financial position
Unaudited

		Figures in '000' Taka	
	Note	As at 31 December 2019	As at 30 June 2019 Restated*
Assets			
Property, plant and equipment	2	10,512,232	9,891,774
Right-of-use assets		536,811	562,499
Investments	3	2,645,699	2,644,630
Intangible assets		4,294	268
Biological assets		5,629	-
Deferred tax assets		202,834	86,567
Non-current assets		13,907,498	13,185,737
Inventories	4	5,645,188	5,476,073
Trade receivables	5	4,137,635	5,158,496
Other receivables		972,965	279,085
Inter-company receivables	6	17,133,902	14,925,701
Advances, deposits and prepayments	7	2,513,674	2,177,760
Cash and cash equivalents		940,041	992,956
Current assets		31,343,405	29,010,071
Total assets		45,250,904	42,195,808
Equity			
Share capital		573,730	498,895
Share premium		402,310	402,310
Reserves		3,557,691	3,633,117
Retained earnings		10,052,329	9,788,136
Total equity		14,586,060	14,322,458
Liabilities			
Employee benefits	8	1,006,775	941,229
Long term borrowings	9	588,015	567,628
Non-current portion of lease liability		476,085	493,749
Non-current liabilities		2,070,875	2,002,606
Bank overdraft		2,629,508	2,633,244
Loans and borrowings	10	14,742,222	12,827,625
Current portion of lease liability		149,846	150,925
Trade payables		1,345,263	1,199,383
Inter-company payables	11	4,401,597	4,549,730
Other payables	12	3,165,088	2,755,802
Current tax liability		2,160,445	1,754,034
Current liabilities		28,593,969	25,870,743
Total liabilities		30,664,844	27,873,350
Total equity and liabilities		45,250,904	42,195,808
Net asset value (NAV) per share		254.23	249.64

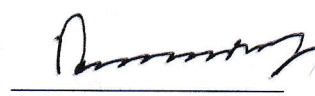
*See Note 20-The Group has applied IFRS 16 using retrospective approach. Therefore, comparative information has been restated.



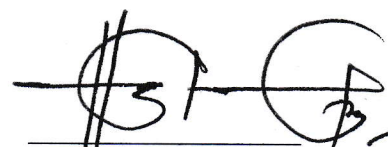
 Managing Director



 Director



 Chief Financial Officer



 Company Secretary

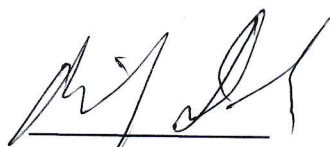
Advanced Chemical Industries Limited

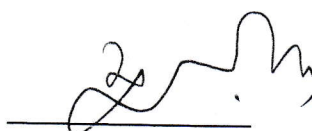
Statement of profit or loss


Unaudited

Figures in '000' Taka

	Note	For the half year from		For the 2nd Quarter from	
		July to December 2019	July to December 2018	October to December 2019	October to December 2018
			Restated*		Restated*
Revenue	13	11,285,826	11,213,741	5,750,742	5,741,058
Cost of sales	14	(5,826,450)	(6,129,809)	(3,026,441)	(3,149,351)
Gross profit		5,459,377	5,083,933	2,724,301	2,591,707
Administrative, selling and distribution expenses	15	(4,375,142)	(3,885,762)	(2,190,797)	(1,906,554)
Other income		461,660	97,168	453,143	66,106
Operating profit		1,545,895	1,295,339	986,647	751,260
Net finance costs		(349,635)	(364,172)	(175,262)	(192,347)
Profit before contribution to WPPF		1,196,259	931,167	811,385	558,913
Contribution to WPPF		(59,813)	(47,203)	(40,569)	(28,250)
Profit before tax		1,136,446	883,964	770,815	530,663
Income tax expense		(298,525)	(229,960)	(191,929)	(137,888)
Profit after tax		837,921	654,004	578,886	392,775
Earnings per share					
Basic earnings per share (EPS)		14.60	11.40	10.09	6.85


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 to December 2019	July to December 2018	October to December 2019	October to December 2018
Profit after tax	837,921	654,004 <small>Restated*</small>	578,886	392,775 <small>Restated*</small>
Other comprehensive income:				
Change in fair value of FVOCI/available-for-sale financial assets	(83,806)	124,228	(129,407)	(17,201)
Income tax on FVOCI/available-for-sale financial assets	8,381	(12,423)	12,941	1,720
Other comprehensive income, net of tax	(75,425)	111,805	(116,466)	(15,481)
Total comprehensive income	762,496	765,810	462,420	377,294

Advanced Chemical Industries Limited

Statement of changes in equity

Unaudited

Figures in '000' Taka

For the half year from July 2019 to December 2019

	Share capital	Share premium	Capital reserve	FVOCI reserve	Revaluation surplus	Retained earnings	Total equity
Restated Balance at 1 July 2019	498,895	402,310	1,671	555,904	3,075,541	9,788,136	14,322,458
Total comprehensive income							
Profit after tax	-	-	-	-	-	837,921	837,921
Other comprehensive income-net of tax	-	-	-	(75,425)	-	-	(75,425)
Total comprehensive income	-	-	-	(75,425)	-	837,921	762,496
Transaction with owners of the Company							
Share premium	-	-	-	-	-	-	-
Stock dividend for 2018-19	74,834	-	-	-	-	(74,834)	-
Cash dividend for 2018-19	-	-	-	-	-	(498,895)	(498,895)
Total transactions with owners of the Company	74,834	-	-	-	-	(573,730)	(498,895)
Balance at 31 December 2019	573,730	402,310	1,671	480,479	3,075,541	10,052,329	14,586,060

For the half year from July 2018 to December 2018

	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation surplus	Retained earnings	Total equity
Restated Balance at 1 July 2018	482,024	402,310	1,671	466,460	3,075,541	9,827,892	14,255,899
Total comprehensive income							
Profit after tax	-	-	-	-	-	654,004	654,004
Other comprehensive income-net of tax	-	-	-	111,805	-	-	111,805
Total comprehensive income	-	-	-	111,805	-	654,004	765,809
Transaction with owners of the Company							
Share premium	-	-	-	-	-	-	-
Stock dividend for 2017-18	16,871	-	-	-	-	(16,871)	-
Cash dividend for 2017-18	-	-	-	-	-	(554,328)	(554,328)
Total transactions with owners of the company	16,871	-	-	-	-	(571,199)	(554,328)
Balance at 31 December 2018	498,895	402,310	1,671	578,265	3,075,541	9,910,697	14,467,380

Advanced Chemical Industries Limited
Statement of cash flows
Unaudited

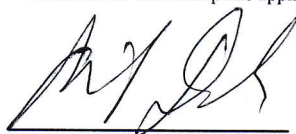
	Figures in '000' Taka	
	For the half year from	
	July to December 2019	July to December 2018
		Restated*
Cash flows from operating activities		
Cash receipts from customers and others	11,696,429	10,601,925
Cash paid to suppliers and employees	(9,675,972)	(9,216,004)
Cash generated from operating activities	2,020,457	1,385,921
Paid to WPPF	(31,898)	(9,346)
Finance costs paid	(296,802)	(312,143)
Income tax paid	(272,789)	(199,418)
	(601,489)	(520,907)
Net cash from / (used in) operating activities*	16	1,418,968
Cash flows from investing activities		
Acquisition of property, plant and equipment	(152,535)	(41,327)
Payments for capital work in progress	(720,692)	(588,795)
Sale proceeds from property, plant and equipment	3,270	665
Sale proceeds of Brands	-	540,300
Dividend received	-	87,087
Investment	(84,875)	-
Net cash (used) in investing activities	(954,832)	(2,070)
Cash flows from financing activities		
Inter-company debts received/(paid)	(2,356,334)	(2,721,638)
Dividend paid	(63)	(739)
Payment for lease liabilities	(91,901)	(67,727)
Short-term bank loan received/(paid)	1,914,598	966,265
Long-term bank loan received/(paid)	20,387	624,042
Net cash (used)/from financing activities	(513,313)	(1,199,797)
Net increase / (decrease) in cash and cash equivalents	(49,179)	(336,852)
Cash and cash equivalents at 1 July	(1,640,288)	(1,293,505)
Cash and cash equivalents at 31 December	(1,689,467)	(1,630,357)
Closing balance represents		
Cash and cash equivalents	940,041	582,541
Bank overdraft	(2,629,508)	(2,212,898)
	(1,689,467)	(1,630,357)
Net operating cash flows per share (NOCFPS)	24.73	15.08

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

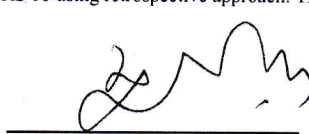
Advanced Chemical Industries Limited
Consolidated statement of financial position
Unaudited

	Note	Figures in '000' Taka	
		As at 31 December 2019	As at 30 June 2019 <u>Restated*</u>
Assets			
Property, plant and equipment	2 (a)	26,308,631	25,570,748
Right-of-use assets		1,370,025	1,434,888
Equity-accounted investees		1,259,880	1,304,391
Other investments		770,422	848,208
Intangible assets		99,391	103,178
Biological assets		5,629	-
Deferred tax assets		224,682	-
Non-current assets		30,038,659	29,261,413
Inventories	4 (a)	15,665,151	13,560,089
Trade receivables	5 (a)	13,045,282	13,827,166
Other receivables		1,255,413	509,582
Inter-company receivables	6 (a)	9,349	50,584
Advances, deposits and prepayments	7 (a)	6,870,738	5,683,575
Cash and cash equivalents		3,176,793	2,319,988
Current assets		40,022,725	35,950,984
Total assets		70,061,384	65,212,397
Equity			
Share capital		573,730	498,895
Share premium		402,310	402,310
Reserves		4,757,307	4,833,537
Retained earnings		2,571,810	3,845,275
Equity attributable to the owners of the company		8,305,157	9,580,018
Non-controlling interest		(486,348)	(351,284)
Total equity		7,818,809	9,228,734
Liabilities			
Employee benefits	8 (a)	1,303,230	1,178,872
Long term borrowings	9 (a)	8,960,677	8,079,177
Non-current portion of lease liability		1,283,734	1,336,583
Deferred tax liabilities		-	75,515
Non-current liabilities		11,547,641	10,670,148
Bank overdraft		4,765,716	4,618,177
Loans and borrowings	10 (a)	30,254,882	27,263,917
Current portion of lease liability		395,019	399,987
Trade payables		4,718,053	4,338,091
Other payables	12 (a)	5,701,534	4,699,441
Current tax liability		4,859,730	3,993,902
Current liabilities		50,694,934	45,313,514
Total liabilities		62,242,575	55,983,662
Total equity and liabilities		70,061,384	65,212,397
Net asset value (NAV) per share		144.76	166.98

*See Note 20-The Group has applied IFRS 16 using retrospective approach. Therefore, comparative information has been restated.



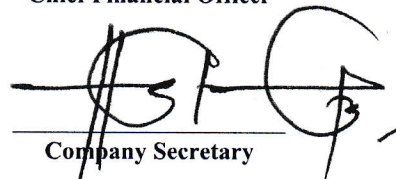
Managing Director



Director



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 to December 2019	July to December 2018	October to December 2019	October to December 2018
			Restated*		Restated*
Revenue	13 (a)	33,453,603	30,838,075	17,681,121	16,206,210
Cost of sales	14 (a)	(23,420,718)	(21,648,013)	(12,375,362)	(11,437,377)
Gross profit		10,032,886	9,190,061	5,305,760	4,768,833
Administrative, selling and distribution expenses	15 (a)	(8,239,684)	(7,063,941)	(4,260,938)	(3,578,275)
Other income / (loss)		131,967	74,092	91,369	(32,131)
Operating profit		1,925,169	2,200,212	1,136,191	1,158,427
Share of profit of equity accounted investees		170,289	49,261	77,999	27,291
Net finance costs		(2,229,165)	(1,571,182)	(1,184,913)	(814,559)
Profit before contribution to WPPF		(133,707)	678,291	29,277	371,159
Contribution to WPPF		(111,123)	(91,548)	(73,188)	(53,676)
Profit before tax		(244,830)	586,743	(43,911)	317,483
Income tax expense		(573,965)	(635,143)	(382,595)	(382,059)
Profit after tax		(818,795)	(48,401)	(426,506)	(64,576)
Profit attributable to:					
Equity holders of the company		(699,711)	2,647	(400,634)	(45,646)
Non-controlling interests		(119,084)	(51,048)	(25,872)	(18,930)
Profit after tax		(818,795)	(48,401)	(426,506)	(64,576)
Earnings per share					
Basic earnings per share (EPS)		(12.20)	0.05	(6.98)	(0.80)



 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 to December 2019	July to December 2018	October to December 2019	October to December 2018
Profit after tax	(818,795)	Restated* (48,401)	(426,506)	Restated* (64,576)
Other comprehensive income:				
Foreign operations - foreign currency translation differences	(430)	-	(430)	-
Change in fair value of FVOCI/available-for-sale financial assets	(84,321)	123,917	(129,677)	(17,513)
Income tax on other comprehensive income	8,432	(12,392)	12,968	1,751
Other comprehensive income, net of tax	(76,319)	111,525	(117,140)	(15,761)
Total comprehensive income	(895,114)	63,124	(543,645)	(80,338)
Total comprehensive income attributable to:				
Equity holders of the Company				
Profit after tax	(699,711)	2,647	(400,634)	(45,646)
Other comprehensive income	(76,230)	111,560	(117,143)	(15,726)
	(775,941)	114,207	(517,777)	(61,373)
Non-controlling interest				
Profit after tax	(119,084)	(51,048)	(25,872)	(18,930)
Other comprehensive income	(89)	(35)	3	(35)
	(119,173)	(51,083)	(25,869)	(18,965)
Total comprehensive income	(895,114)	63,124	(543,645)	(80,338)

Advanced Chemical Industries Limited
Consolidated Statement of changes in equity
Unaudited

Figures in '000' Taka
For the half year from July 2019 to December 2019

	Attributable to owner of the Company							Total	Non-controlling Interests	Total equity
	Share capital	Share premium	Capital reserve	Translation reserve	FVOCI reserve	Revaluation reserve	Retained earnings			
Restated Balance at 1 July 2019	498,895	402,310	1,671	(848)	554,781	4,277,934	3,845,275	9,580,018	(351,284)	9,228,734
Total comprehensive income										
Profit after tax	-	-	-	-	-	-	(699,711)	(699,711)	(119,084)	(818,795)
Other comprehensive income-net of tax	-	-	-	(400)	(75,830)	-	-	(76,230)	(89)	(76,319)
Total comprehensive income	-	-	-	(400)	(75,830)	-	(699,711)	(775,941)	(119,173)	(895,114)
Transaction with owners of the Company										
Share premium	-	-	-	-	-	-	-	-	-	-
Stock dividend for 2018-19	74,834	-	-	-	-	-	(74,834)	-	-	-
Cash dividend for 2018-19	-	-	-	-	-	-	(498,895)	(498,895)	(73,269)	(572,164)
Adjustment for transfer of shares in subsidiary	-	-	-	-	-	-	(25)	(25)	57,378	57,353
Total transactions with owners of the Company	74,834	-	-	-	-	-	(573,755)	(498,920)	(15,891)	(514,811)
Balance at 31 December 2019	573,730	402,310	1,671	(1,248)	478,950	4,277,934	2,571,810	8,305,157	(486,348)	7,818,809

For the half year from July 2018 to December 2018

	Attributable to owner of the Company							Total	Non-controlling Interests	Total equity
	Share capital	Share premium	Capital reserve	Translation reserve	Available for sale reserve	Revaluation surplus	Retained earnings			
Restated Balance at 1 July 2018	482,024	402,310	1,671	-	464,823	4,277,934	5,255,636	10,884,399	(107,524)	10,776,875
Total comprehensive income										
Profit after tax	-	-	-	-	-	-	2,647	2,647	(51,048)	(48,401)
Other comprehensive income-net of tax	-	-	-	-	111,560	-	-	111,560	(35)	111,525
Total comprehensive income	-	-	-	-	111,560	-	2,647	114,207	(51,083)	63,124
Transaction with owners of the Company										
Share premium	-	-	-	-	-	-	-	-	-	-
Stock dividend for 2017-18	16,871	-	-	-	-	-	(16,871)	-	-	-
Cash dividend for 2017-18	-	-	-	-	-	-	(554,328)	(554,328)	(73,269)	(627,597)
Adjustment for transfer of shares in subsidiary	-	-	-	-	-	-	(46,283)	(46,283)	(3,517)	(49,800)
Total transactions with owners of the company	16,871	-	-	-	-	-	(617,482)	(600,611)	(76,786)	(677,397)
Balance at 31 December 2018	498,895	402,310	1,671	-	576,383	4,277,934	4,640,801	10,397,994	(235,393)	10,162,602

Advanced Chemical Industries Limited
Consolidated statement of cash flows
Unaudited

		Figures in '000' Taka	
		For the half year from	
		July to	July to
		December	December
		2019	2018
Cash flows from operating activities			
Cash receipts from customers and others		33,893,826	28,834,094
Cash paid to suppliers and employees		(32,693,953)	(28,000,699)
Cash generated from operating activities		1,199,873	833,396
Paid to WPPF		(64,127)	(41,336)
Finance costs paid		(1,849,123)	(1,472,417)
Income tax paid		(671,287)	(477,286)
		(2,584,537)	(1,991,039)
Net cash from / (used in) operating activities *	16 (a)	(1,384,664)	(1,157,643)
Cash flows from investing activities			
Acquisition of property, plant and equipment		(380,239)	(572,687)
Payments for capital work in progress		(1,079,595)	(1,293,352)
Sale proceeds from property, plant and equipment		3,270	770
Sale proceeds of Brands		-	540,300
Dividend received		-	2,856
Subsidiary amount included upon control established		-	11,525
Investment		(84,837)	557
Net cash used in investing activities		(1,541,401)	(1,310,031)
Cash flows from financing activities			
Inter-company debts received/(paid)		(1,560)	46,668
Dividend paid		(63)	(739)
Payment for lease liabilities		(231,487)	(67,727)
Paid as dividend to non-controlling interest		-	1,190
Short-term bank loan received/(paid)		2,986,760	2,215,652
Long-term bank loan received/(paid)		881,499	(72,826)
Net cash from financing activities		3,635,149	2,122,218
Net increase / (decrease) in cash and cash equivalents		709,084	(345,456)
Cash and cash equivalents at 1 July		(2,298,189)	(2,027,603)
Effect of movements in exchange rates on cash held		182	(224)
Cash and cash equivalents at 31 December		(1,588,923)	(2,373,283)
Closing balance represents			
Cash and cash equivalents		3,176,793	1,777,370
Bank overdraft		(4,765,716)	(4,150,653)
		(1,588,923)	(2,373,283)
Net operating cash flows per share (NOCFPS)		(24.13)	(20.18)

*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 2019
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 2018 to 30 June 2019. This interim financial report includes only those selected explanatory notes as were deemed appropriate for better understanding of unaudited financial statements.

2 Property, plant and equipment	Figures in '000' Taka	
	31 December 2019	30 June 2019
	Taka	Taka
Opening balance	11,352,682	10,209,351
Additions	867,599	1,474,984
Disposals	(6,317)	(331,654)
Accumulated depreciation	(1,701,732)	(1,460,908)
Closing balance	10,512,232	9,891,774

2 (a) Consolidated property, plant and equipment

Opening balance	29,600,056	25,838,936
Additions	1,485,930	4,094,803
Disposals	(7,269)	(333,683)
Accumulated depreciation	(4,770,086)	(4,029,309)
Closing balance	26,308,631	25,570,748

3 Investments

Investment in subsidiaries	1,674,736	1,674,761
Investment in joint ventures	510,000	475,000
Investment in associates	165,326	115,426
Investment in shares	565,320	649,127
Investment in FDR/ other deposits	3,917	3,917
Impairment	(273,600)	(273,600)
	2,645,699	2,644,630

4 Inventories

Raw materials	1,678,537	1,484,625
Packing materials	470,579	391,495
Work-in-process	153,496	239,377
Finished goods	3,372,365	3,393,364
Goods in transit	405,785	350,786
Stores and spares	60,917	52,890
Allowance for inventory	(496,491)	(436,463)
	5,645,188	5,476,073

		Figures in '000' Taka	
		31 December 2019	30 June 2019
		<u>Taka</u>	<u>Taka</u>
4 (a)	Consolidated inventories		
	Raw materials	3,867,837	3,458,798
	Packing materials	580,722	664,577
	Work-in-process	326,482	376,935
	Finished goods	10,505,450	8,641,540
	Goods in transit	861,374	777,285
	Stores & spares	201,514	146,637
	Allowance for inventory	(678,228)	(505,683)
		<u>15,665,151</u>	<u>13,560,089</u>
5	Trade receivables		
	Debts due over six months	3,003,129	3,658,384
	Debts due below six months	1,859,299	1,973,521
	Provision for doubtful debts	(724,792)	(473,410)
		<u>4,137,635</u>	<u>5,158,496</u>
5 (a)	Consolidated trade receivables		
	Debts due over six months	4,103,190	4,731,896
	Debts due below six months	10,023,475	9,897,773
	Provision for doubtful debts	(1,081,383)	(802,503)
		<u>13,045,282</u>	<u>13,827,166</u>
6	Inter-company receivables		
	Infolytx Bangladesh Limited	279,804	211,090
	ACI Formulations Limited	715,124	1,153,734
	Computer Technology Limited	30	30
	Tetley ACI (Bangladesh) Limited	526	39,930
	Asian Consumer Care (Pvt.) Limited	7,894	7,894
	ACI Godrej Agrovat (Pvt.) Limited	889	880
	ACI Foods Limited	2,795,390	2,829,893
	ACI Agrolink Limited	596,113	395,148
	Stochastic Logic Limited	10	1,851
	Premiaflex Plastics Limited	2,401,766	1,830,157
	Creative Communication	1,953	20,002
	ACI Logistics Limited	5,535,684	4,334,973
	ACI HealthCare Limited	4,084,656	3,483,486
	ACI Chemicals Limited	160,961	133,915
	ACI Biotech Limited	553,102	482,721
		<u>17,133,902</u>	<u>14,925,701</u>

		Figures in '000' Taka	
		31 December 2019	30 June 2019
		<u>Taka</u>	<u>Taka</u>
6 (a)	Consolidated inter-company receivables		
	Computer Technology Limited	30	30
	Tetley ACI (Bangladesh) Limited	526	39,930
	Asian Consumer Care (Pvt.) Limited	7,894	7,894
	ACI Godrej Agrovat (Pvt.) Limited	889	880
	Stochastic Logic Limited	10	1,851
		<u>9,349</u>	<u>50,584</u>
7	Advances, deposits & prepayments		
	Loans and advances to staff and others	280,385	348,680
	VAT current account	359,199	232,544
	Deposits	192,675	191,108
	Prepayments	35,262	32,064
	Advance income tax	1,646,153	1,373,364
		<u>2,513,674</u>	<u>2,177,760</u>
7 (a)	Consolidated advances, deposits & prepayments		
	Loan and advance to staff and others	1,007,578	892,318
	VAT current account	875,598	553,944
	Advance for capital expenditure	8,084	8,578
	Deposits	333,210	326,962
	Prepayments	260,447	191,030
	Advance income tax	4,385,821	3,710,743
		<u>6,870,738</u>	<u>5,683,575</u>
8	Employee benefits		
	Staff gratuity provision	861,219	798,775
	Other long term employee benefits	145,556	142,454
		<u>1,006,775</u>	<u>941,229</u>
8 (a)	Consolidated employee benefits		
	Staff gratuity provision	1,146,118	1,025,318
	Other long term employee benefits	157,113	153,554
		<u>1,303,230</u>	<u>1,178,872</u>

		Figures in '000' Taka	
		31 December 2019	30 June 2019
		<u>Taka</u>	<u>Taka</u>
9	Long term borrowings		
	Long term bank loans	588,015	567,628
		<u>588,015</u>	<u>567,628</u>
9 (a)	Consolidated long term borrowings		
	Long term bank loans	8,960,677	8,079,177
		<u>8,960,677</u>	<u>8,079,177</u>
10	Loans and borrowings - short term		
	Short term loan	14,553,518	12,629,692
	Current portion of long term loan	188,705	197,933
		<u>14,742,222</u>	<u>12,827,625</u>
10 (a)	Consolidated loans and borrowings - short term		
	Short term loan	27,553,669	22,842,587
	Current portion of long term loan	2,701,214	4,421,329
		<u>30,254,882</u>	<u>27,263,917</u>
11	Inter company payables		
	ACI Salt Limited	1,048,837	692,844
	ACI Motors Limited	2,541,788	3,313,312
	ACI Pure Flour Limited	755,491	533,288
	ACI Edible Oils Limited	55,481	10,286
		<u>4,401,597</u>	<u>4,549,730</u>

Figures in '000' Taka
31 December 2019 **30 June 2019**
Taka Taka

12 Other payables

Accruals	1,358,615	1,400,207
Advance from customers	16,785	35,498
Security money received from customers	124,922	139,695
Workers' profit participation fund	558,825	510,692
Unpaid dividend	600,285	101,453
Tax and VAT deducted at source	121,775	53,686
Employees welfare fund	308,296	274,234
Les Laboratories Servier	-	24,158
Rights share deposit to be refunded	564	564
Family day fund	4,544	4,315
Non-management staff provident fund	7,011	6,426
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	12,558	22,371
Advertisement and promotional funds	17,008	17,736
Development funds	9,850	140,717
	3,165,088	2,755,802

12 (a) Consolidated other payables

Accruals	3,188,803	2,890,064
Advance from customers	201,100	204,393
Security money received from customers	177,596	202,427
Workers' profit participation fund	723,005	652,019
Unpaid dividend	769,594	113,263
Provident fund	13,529	22,371
Tax and VAT deducted at source	218,114	106,080
Employees welfare fund	339,570	290,523
Les Laboratories Servier	-	24,158
Rights share deposit to be refunded	564	564
Family day fund	4,544	4,315
Non-management staff provident fund	7,011	6,426
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	7,196	334
Advertisement and promotional funds	17,008	17,736
Development funds	9,850	140,717
	5,701,534	4,699,441

Figures in '000' Taka
For the half year from

	July to December 2019 Taka	July to December 2018 Taka
13 Revenue		
Pharmaceuticals	5,859,552	5,231,382
Animal Health & Genetics	1,749,424	1,373,679
Consumer brands	2,330,718	3,196,648
Seeds	772,453	683,742
Fertilizer	568,515	728,289
Other	5,164	-
	11,285,826	11,213,741
13 (a) Consolidated revenue		
Gross sales	34,025,670	31,670,622
Inter-company sales	(572,067)	(832,547)
	33,453,603	30,838,075
14 Cost of sales		
Opening stock	5,508,860	5,048,323
Purchase	5,395,987	5,363,510
	10,904,847	10,411,833
Closing stock	(5,674,977)	(4,966,760)
	5,229,870	5,445,074
Manufacturing expenses	596,580	684,735
	5,826,450	6,129,809
14 (a) Consolidated cost of sales		
Opening stock	12,237,772	11,272,404
Purchase	23,591,284	20,575,558
	35,829,056	31,847,962
Closing stock	(14,091,883)	(11,564,392)
	21,737,173	20,283,569
Manufacturing expenses	1,683,545	1,364,444
	23,420,718	21,648,013
15 Administrative, selling and distribution expenses		
Administrative expenses	184,768	240,737
Distribution expenses	441,669	432,701
Selling expenses	3,748,705	3,212,324
	4,375,142	3,885,762

Figures in '000' Taka
For the half year from

	July to December 2019 Taka	July to December 2018 Taka
15 (a) Consolidated operating expenses		
Administrative expenses	1,335,585	1,157,533
Distribution expenses	878,135	781,052
Selling expenses	6,025,963	5,125,356
	8,239,684	7,063,941
16 Reconciliation of net operating cash flow		
Profit after tax	837,921	654,004
<i>Adjustment for non-cash items and others:</i>		
- Depreciation and amortisation	240,824	239,203
- Provisions	311,410	52,138
- Finance cost	52,833	17,004
- Tax Expense	25,736	33,764
- Contribution to WPPF	27,915	37,857
-Adjustment for lease accounting under IFRS 16	97,107	77,392
<i>Changes in:</i>		
- Inventories	(229,143)	92,196
- Trade and other receivables	75,598	(716,442)
- Advances, deposits and prepayments	(63,125)	(43,788)
- Trade and other payables, Employment benefits	41,891	421,686
Net cash from operating activities	1,418,968	865,014
16 (a) Reconciliation of Consolidated net operating cash flow		
Profit after tax	(818,795)	(48,401)
<i>Adjustment for non-cash items and others:</i>		
- Depreciation and amortisation	747,607	590,481
- Provisions	451,425	177,633
- Share of profit of equity accounted investees	(170,289)	(49,261)
- Finance cost	380,042	2,533
- Tax Expense	(97,322)	161,271
- Contribution to WPPF	46,995	50,212
-Adjustment for lease accounting under IFRS 16	236,730	90,464
<i>Changes in:</i>		
- Inventories	(2,277,607)	(734,760)
- Trade and other receivables	(242,826)	(2,588,532)
- Advances, deposits and prepayments	(512,086)	(204,501)
- Trade and other payables, Employment benefits	871,461	1,395,218
Net cash from operating activities	(1,384,664)	(1,157,643)
17 Consolidated operating segments		
Please see at the next page		

For the half year from	
July to December 2019	July to December 2018

18 Calculation of Consolidated EPS, NAV per share, and NOCFPS

Weighted average number of ordinary shares (in thousand)	57,373	57,373
Consolidated profit attributable to equity holders of the Company (Taka '000)	(699,711)	2,647
Earnings per share (Taka)	(12.20)	0.05
Consolidated net asset attributable to equity holders of the Company (Taka '000)	8,305,157	9,580,018
Net asset value (NAV) per share	144.76	166.98
Consolidated cash flows from operating activities (Taka '000)	(1,384,664)	(1,157,643)
Net operating cash flows per share (NOCFPS)	(24.13)	(20.18)

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.

20 Changes in accounting policies

The Group has applied IFRS 16 which has become initially applicable for the Group from 1 July 2019. As a result, the group has changed its accounting policies for lease contracts. The Group has applied IFRS 16 using retrospective approach. Therefore, comparative information have been restated.

Note - 17

Consolidated operating segments

Figures in '000' Taka
For the half year from July 2019 to December 2019

Particulars	Reportable Segment											Total reportable segments	Unallocated	Total
	Pharmaceuticals	Animal Health	Consumer Brands	Crop Care and Public Health	Motors	Pure Flour	Retail Chain	Salt	Foods	Premiaflex	HealthCare			
External revenue	5,859,552	1,749,424	2,227,192	1,283,020	6,369,469	2,301,932	5,448,517	1,000,296	2,280,348	1,885,370	1,060,504	31,465,625	1,987,979	33,453,603
Inter-segment revenue	-	-	244,755	-	3,116	16,988	14,479	30,102	19,608	190,693	-	519,741	52,326	572,067
Segment revenue	5,859,552	1,749,424	2,471,947	1,283,020	6,372,585	2,318,920	5,462,995	1,030,399	2,299,956	2,076,063	1,060,504	31,985,365	2,040,305	34,025,670
Depreciation and amortisation	157,218	16,494	40,186	16,733	29,933	16,426	112,094	26,035	31,389	127,575	119,782	693,865	53,742	747,607
Operating expenses	2,684,952	475,866	1,175,312	285,131	980,923	131,713	1,145,195	112,012	274,855	225,802	563,715	8,055,477	184,207	8,239,684
Finance cost / (income)	69,730	122,870	148,830	99,362	241,841	(29,039)	699,657	(17,530)	191,891	254,950	312,964	2,095,526	133,639	2,229,165
Segment profit/(loss) before tax	1,069,086	14,260	(635,977)	80,079	673,615	68,138	(787,051)	154,547	(93,638)	(203,890)	(878,543)	(539,374)	294,544	(244,830)
Segment assets at 31 Dec 2019	10,112,375	3,042,745	5,915,159	3,373,815	13,038,544	1,883,622	3,009,518	2,293,165	2,199,803	6,422,270	10,362,071	61,653,087	8,408,297	70,061,384
Segment liabilities at 31 Dec 2019	5,231,788	1,235,982	1,229,519	1,937,330	10,321,394	873,579	13,994,426	1,145,999	3,987,495	5,534,427	11,137,109	56,629,046	5,613,529	62,242,575

For the half year from July 2018 to December 2018

Particulars	Reportable segment											Total reportable segments	Unallocated	Total
	Pharmaceuticals	Animal Health	Consumer Brands	Crop Care and Public Health	Motors	Pure Flour	Retail Chain	Salt	Foods	Premiaflex	HealthCare			
External revenue	5,231,382	1,373,679	3,092,548	1,453,360	5,420,701	1,993,715	4,787,878	964,807	1,712,799	1,650,933	1,104,431	28,786,233	2,051,841	30,838,075
Inter-segment revenue	-	-	489,011	-	6,956	11,450	14,274	12,143	22,331	174,610	-	730,774	101,773	832,547
Segment revenue	5,231,382	1,373,679	3,581,558	1,453,360	5,427,657	2,005,166	4,802,151	976,950	1,735,129	1,825,543	1,104,431	29,517,008	2,153,614	31,670,622
Depreciation and amortisation	155,139	18,222	33,803	15,945	16,652	15,005	125,321	26,017	24,665	84,388	24,194	539,352	51,129	590,481
Operating expenses	2,392,918	421,649	1,015,671	306,789	697,846	135,858	1,073,265	114,805	245,057	163,515	315,883	6,883,256	180,685	7,063,941
Finance cost / (income)	54,760	97,840	47,573	89,233	162,572	(15,087)	587,078	(8,803)	166,804	114,817	18,596	1,315,382	255,800	1,571,182
Segment profit/(loss) before tax	1,016,368	(92,260)	(270,669)	139,323	573,821	14,491	(711,855)	80,670	(158,052)	9,289	(151,752)	449,374	137,369	586,743
Segment assets at 30 June 2019	8,657,395	3,032,942	7,505,815	3,395,285	11,084,826	1,717,547	2,780,116	2,006,585	2,105,367	6,258,937	9,163,034	57,707,850	7,504,547	65,212,397
Segment liabilities at 30 June 2015	4,006,837	1,151,045	1,531,673	2,347,992	8,791,366	740,796	12,945,023	955,502	3,806,545	5,178,550	9,176,316	50,631,647	5,352,015	55,983,662

*Restated