

Advanced Chemical Industries Limited

3rd Quarter ended Report 2019 - 2020
for the nine months period ended on 31 March 2020

Advanced Chemical Industries Limited
Statement of financial position
Unaudited

	Note	As at 31 March 2020	Figures in '000' Taka As at 30 June 2019 Restated*
Assets			
Property, plant and equipment	2	10,518,560	9,891,774
Right-of-use assets		569,029	562,499
Investments	3	2,819,735	2,644,630
Intangible assets		4,040	268
Biological assets		8,268	-
Deferred tax assets		273,681	86,567
Non-current assets		14,193,312	13,185,737
Inventories	4	5,469,441	5,476,073
Trade receivables	5	3,988,152	5,158,496
Other receivables		542,209	279,085
Inter-company receivables	6	18,640,473	14,925,701
Advances, deposits and prepayments	7	2,597,919	2,177,760
Cash and cash equivalents		921,194	992,956
Current assets		32,159,388	29,010,071
Total assets		46,352,701	42,195,808
Equity			
Share capital		573,730	498,895
Share premium		402,310	402,310
Reserves		3,523,324	3,633,117
Retained earnings		10,427,206	9,788,136
Total equity		14,926,569	14,322,458
Liabilities			
Employee benefits	8	1,039,592	941,229
Long term borrowings	9	576,950	567,628
Non-current portion of lease liability		524,765	493,749
Non-current liabilities		2,141,307	2,002,606
Bank overdraft		3,155,670	2,633,244
Loans and borrowings	10	13,659,805	12,827,625
Current portion of lease liability		137,654	150,925
Trade payables		1,697,056	1,199,383
Inter-company payables	11	5,016,677	4,549,730
Other payables	12	3,256,954	2,755,802
Current tax liability		2,361,007	1,754,034
Current liabilities		29,284,824	25,870,743
Total liabilities		31,426,132	27,873,350
Total equity and liabilities		46,352,701	42,195,808
Net asset value (NAV) per share		260.17	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



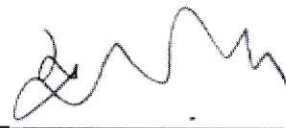
Company Secretary

Advanced Chemical Industries Limited
Statement of profit or loss
Unaudited

	Note	Figures in '000' Taka			
		For the period up to 3rd Quarter		For the 3rd Quarter	
		July 2019 to March 2020	July 2018 to March 2019 <small>Restated*</small>	January to March 2020	January to March 2019 <small>Restated*</small>
Revenue	13	17,257,345	16,325,901	5,971,519	5,112,159
Cost of sales	14	(8,877,019)	(9,002,365)	(3,050,569)	(2,872,556)
Gross profit		8,380,326	7,323,536	2,920,950	2,239,604
Administrative, selling and distribution expenses	15	(6,580,598)	(5,940,574)	(2,205,456)	(2,054,812)
Other income		476,212	129,223	14,552	32,054
Operating profit		2,275,940	1,512,185	730,046	216,846
Net finance costs		(544,511)	(556,415)	(194,876)	(192,242)
Profit before contribution to WPPF		1,731,429	955,770	535,170	24,603
Contribution to WPPF		(86,571)	(48,685)	(26,758)	(1,482)
Profit before tax		1,644,858	907,085	508,411	23,121
Income tax expense		(432,059)	(236,761)	(133,534)	(6,801)
Profit after tax		1,212,798	670,324	374,877	16,320
Earnings per share					
Basic earnings per share (EPS)		21.14	11.68	6.53	0.28



Managing Director



Director



Chief Financial Officer



Company Secretary

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

	For the period up to 3rd Quarter		Figures in '000' Taka	
	July 2019	July 2018	January to	January to
	to	to	March 2020	March 2019
	March 2020	March 2019		
		Restated*		Restated*
Profit after tax	1,212,798	670,324	374,877	16,320
Other comprehensive income:				
Change in fair value of FVOCI/available-for-sale financial assets	(121,992)	101,294	(38,186)	(22,934)
Income tax on FVOCI/available-for-sale financial assets	12,199	(10,129)	3,818	2,294
Other comprehensive income, net of tax	(109,793)	91,165	(34,368)	(20,640)
Total comprehensive income	1,103,005	761,489	340,509	(4,321)

Advanced Chemical Industries Limited
Statement of changes in equity
Unaudited

Figures in '000' Taka

	For the period up to 3rd Quarter from July 2019 to March 2020						
	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	-	-	-	-	-	1,212,798	1,212,798
Other comprehensive income-net of tax	-	-	-	(109,793)	-	-	(109,793)
Total comprehensive income	-	-	-	(109,793)	-	1,212,798	1,103,005
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 March 2020	573,730	402,310	1,671	446,111	3,075,541	10,427,206	14,926,569

	For the period up to 3rd Quarter from July 2018 to March 2019						
	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	-	-	-	-	-	670,324	670,324
Other comprehensive income-net of tax	-	-	-	91,165	-	-	91,165
Total comprehensive income	-	-	-	91,165	-	670,324	761,489
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 March 2019	498,895	402,310	1,671	557,625	3,075,541	9,927,017	14,463,060

Advanced Chemical Industries Limited
Statement of cash flows
Unaudited

	Figures in '000' Taka	
	For the period up to 3rd Quarter	
	July 2019	July 2018
	to	to
	March 2020	March 2019
		Restated*
Cash flows from operating activities		
Cash receipts from customers and others	17,764,137	15,933,171
Cash paid to suppliers and employees	(13,969,583)	(14,574,778)
Cash generated from operating activities	3,794,554	1,358,393
Paid to WPPF	(40,378)	(60,773)
Finance costs paid	(461,968)	(480,327)
Income tax paid	(370,194)	(357,360)
	(872,540)	(898,460)
Net cash from / (used in) operating activities*	16	2,922,014
Cash flows from investing activities		
Acquisition of property, plant and equipment	(183,140)	(61,405)
Payments for capital work in progress	(828,756)	(961,164)
Sale proceeds from property, plant and equipment	5,429	767
Sale proceeds of Brands	-	540,300
Dividend received	386,787	87,087
Investment	(297,097)	-
Net cash (used) in investing activities	(916,777)	(394,415)
Cash flows from financing activities		
Inter-company debts received/(paid)	(3,247,824)	(3,080,986)
Dividend paid	(63,474)	(542,250)
Payment for lease liabilities	(129,632)	(101,822)
Short-term bank loan received/(paid)	832,181	2,340,260
Long-term bank loan received/(paid)	9,322	575,933
Net cash (used)/from financing activities	(2,599,427)	(808,865)
Net increase / (decrease) in cash and cash equivalents	(594,188)	(743,348)
Cash and cash equivalents at 1 July	(1,640,288)	(1,293,505)
Cash and cash equivalents at 31 March	(2,234,476)	(2,036,853)
Closing balance represents		
Cash and cash equivalents	921,194	860,231
Bank overdraft	(3,155,670)	(2,897,084)
	(2,234,476)	(2,036,853)
Net operating cash flows per share (NOCFPS)	50.93	8.02

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

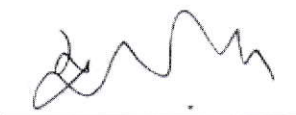
Advanced Chemical Industries Limited
Consolidated statement of financial position
Unaudited

	Note	Figures in '000' Taka	
		As at 31 March 2020	As at 30 June 2019 Restated*
Assets			
Property, plant and equipment	2 (a)	26,338,087	25,570,748
Right-of-use assets		1,370,025	1,434,888
Equity-accounted investees		1,510,847	1,304,391
Other investments		735,486	848,208
Intangible assets		121,132	103,178
Biological assets		8,268	-
Deferred tax assets		375,660	-
Non-current assets		30,459,504	29,261,413
Inventories	4 (a)	14,939,055	13,560,089
Trade receivables	5 (a)	13,397,048	13,827,166
Other receivables		857,457	509,582
Inter-company receivables	6 (a)	9,411	50,584
Advances, deposits and prepayments	7 (a)	7,864,583	5,683,575
Cash and cash equivalents		2,910,654	2,319,988
Current assets		39,978,209	35,950,984
Total assets		70,437,713	65,212,397
Equity			
Share capital		573,730	498,895
Share premium		402,310	402,310
Reserves		4,722,881	4,833,537
Retained earnings		2,268,201	3,845,275
Equity attributable to the owners of the company		7,967,122	9,580,018
Non-controlling interest		(559,083)	(351,284)
Total equity		7,408,039	9,228,734
Liabilities			
Employee benefits	8 (a)	1,345,672	1,178,872
Long term borrowings	9 (a)	8,264,998	8,079,177
Non-current portion of lease liability		1,283,734	1,336,583
Deferred tax liabilities		-	75,515
Non-current liabilities		10,894,404	10,670,148
Bank overdraft		5,368,901	4,618,177
Loans and borrowings	10 (a)	29,785,761	27,263,917
Current portion of lease liability		395,019	399,987
Trade payables		5,301,281	4,338,091
Other payables	12 (a)	5,946,657	4,699,441
Current tax liability		5,337,652	3,993,902
Current liabilities		52,135,270	45,313,514
Total liabilities		63,029,674	55,983,662
Total equity and liabilities		70,437,713	65,212,397
Net asset value (NAV) per share		138.87	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

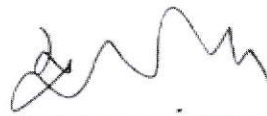
Advanced Chemical Industries Limited
Consolidated statement of profit or loss
Unaudited

Figures in '000' Taka

	Note	For the period up to 3rd Quarter		For the 3rd Quarter	
		July 2019 to March 2020	July 2018 to March 2019	January to March 2020	January to March 2019
			Restated*		Restated*
Revenue	13 (a)	51,859,146	46,278,989	18,405,542	15,440,914
Cost of sales	14 (a)	(36,227,875)	(32,863,031)	(12,807,157)	(11,215,018)
Gross profit		15,631,271	13,415,958	5,598,385	4,225,896
Administrative, selling and distribution expenses	15 (a)	(12,641,582)	(10,815,314)	(4,401,898)	(3,751,373)
Other income / (loss)		206,162	255,718	74,195	181,625
Operating profit		3,195,851	2,856,361	1,270,682	656,149
Share of profit of equity accounted investees		209,033	81,031	38,744	31,770
Net finance costs		(3,525,661)	(2,404,711)	(1,296,496)	(833,529)
Profit before contribution to WPPF		(120,777)	532,681	12,930	(145,610)
Contribution to WPPF		(164,900)	(114,776)	(53,777)	(23,228)
Profit before tax		(285,676)	417,905	(40,847)	(168,838)
Income tax expense		(909,458)	(823,207)	(335,493)	(188,064)
Profit after tax		(1,195,134)	(405,302)	(376,340)	(356,901)
Profit attributable to:					
Equity holders of the company		(1,003,320)	(315,698)	(303,609)	(318,345)
Non-controlling interests		(191,815)	(89,604)	(72,731)	(38,556)
Profit after tax		(1,195,134)	(405,302)	(376,340)	(356,901)
Earnings per share					
Basic earnings per share (EPS)		(17.49)	(5.50)	(5.29)	(5.55)



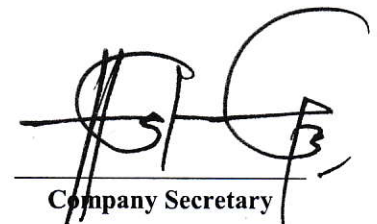
Managing Director



Director



Chief Financial Officer



Company Secretary

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

	For the period up to 3rd Quarter		Figures in '000' Taka For the 3rd Quarter	
	July 2019 to March 2020	July 2018 to March 2019	January to March 2020	January to March 2019
Profit after tax	(1,195,134)	(405,302) Restated*	(376,340)	(356,901) Restated*
Other comprehensive income:				
Foreign operations - foreign currency translation differences	(493)	-	(63)	-
Change in fair value of FVOCI/available-for-sale financial assets	(122,507)	101,047	(38,186)	(22,869)
Income tax on other comprehensive income	12,251	(10,105)	3,819	2,287
Other comprehensive income, net of tax	(110,750)	90,943	(34,430)	(20,582)
Total comprehensive income	(1,305,884)	(314,359)	(410,770)	(377,484)
Total comprehensive income attributable to:				
Equity holders of the Company				
Profit after tax	(1,003,320)	(315,698)	(303,609)	(318,345)
Other comprehensive income	(110,657)	90,971	(34,426)	(20,589)
	(1,113,976)	(224,727)	(338,035)	(338,934)
Non-controlling interest				
Profit after tax	(191,815)	(89,604)	(72,731)	(38,556)
Other comprehensive income	(93)	(28)	(4)	7
	(191,908)	(89,632)	(72,735)	(38,549)
Total comprehensive income	(1,305,884)	(314,359)	(410,770)	(377,484)

Advanced Chemical Industries Limited
Consolidated Statement of changes in equity
Unaudited

Figures in '000' Taka

For the period up to 3rd Quarter from July 2019 to March 2020

	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	-	-	-	-	-	-	(1,003,320)	(1,003,320)	(191,815)	(1,195,134)
Other comprehensive income-net of tax	-	-	-	(458)	(110,198)	-	-	(110,656)	(93)	(110,749)
Total comprehensive income	-	-	-	(458)	(110,198)	-	(1,003,320)	(1,113,976)	(191,908)	(1,305,883)
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 March 2020	573,730	402,310	1,671	(1,307)	444,583	4,277,934	2,268,201	7,967,122	(559,083)	7,408,039

For the period up to 3rd Quarter from July 2018 to March 2019

	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	-	-	-	-	-	-	(315,698)	(315,698)	(89,604)	(405,302)
Other comprehensive income-net of tax	-	-	-	-	90,971	-	-	90,971	(28)	90,943
Total comprehensive income	-	-	-	-	90,971	-	(315,698)	(224,727)	(89,632)	(314,359)
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 March 2019	498,895	402,310	1,671	-	555,794	4,277,934	4,322,456	10,059,060	(273,942)	9,785,118

Advanced Chemical Industries Limited
Consolidated statement of cash flows
Unaudited

		Figures in '000' Taka	
		For the period up to 3rd Quarter	
		July 2019	July 2018
		to	to
		March 2020	March 2019
			<i>Restated*</i>
Cash flows from operating activities			
Cash receipts from customers and others		52,034,615	43,877,130
Cash paid to suppliers and employees		(48,472,652)	(43,695,005)
Cash generated from operating activities		3,561,962	182,125
Paid to WPPF		(76,289)	(111,903)
Finance costs paid		(2,823,435)	(2,245,035)
Income tax paid		(1,118,220)	(934,597)
		(4,017,944)	(3,291,535)
Net cash from / (used in) operating activities *	16 (a)	(455,981)	(3,109,410)
Cash flows from investing activities			
Acquisition of property, plant and equipment		(717,815)	(616,994)
Payments for capital work in progress		(1,191,311)	(2,241,351)
Sale proceeds from property, plant and equipment		5,429	872
Sale proceeds of Brands		-	540,300
Dividend received		302,556	2,856
Subsidiary amount included upon control established		-	11,586
Investment		(297,060)	(14,442)
Net cash used in investing activities		(1,898,201)	(2,317,173)
Cash flows from financing activities			
Inter-company debts received/(paid)		(41,174)	46,718
Dividend paid		(63,474)	(542,250)
Payment for lease liabilities		(341,692)	(269,339)
Paid as dividend to non-controlling interest		(67,291)	(72,054)
Short-term bank loan received/(paid)		2,521,844	5,220,961
Long-term bank loan received/(paid)		185,820	(274,397)
Net cash from financing activities		2,194,034	4,109,640
Net increase / (decrease) in cash and cash equivalents		(160,149)	(1,316,944)
Cash and cash equivalents at 1 July		(2,298,189)	(2,027,603)
Effect of movements in exchange rates on cash held		91	-
Cash and cash equivalents at 31 March		(2,458,247)	(3,344,547)
Closing balance represents			
Cash and cash equivalents		2,910,654	1,604,171
Bank overdraft		(5,368,901)	(4,948,719)
		(2,458,247)	(3,344,547)
Net operating cash flows per share (NOCFPS)		(7.95)	(54.20)

*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 3rd Quarter ended on 31 March 2020
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 March 2020	30 June 2019
	Taka	Taka
Opening balance	11,352,682	10,209,351
Additions	1,006,266	1,474,984
Disposals	(9,813)	(331,654)
Accumulated depreciation	(1,830,575)	(1,460,908)
Closing balance	10,518,560	9,891,774

2 (a) Consolidated property, plant and equipment

Opening balance	29,600,056	25,838,936
Additions	1,920,308	4,094,803
Disposals	(10,765)	(333,683)
Accumulated depreciation	(5,171,512)	(4,029,309)
Closing balance	26,338,087	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	377,548	115,426
Investment in shares	527,134	649,127
Investment in FDR/ other deposits	3,917	3,917
Impairment	(273,600)	(273,600)
	2,819,735	2,644,630

4 Inventories

Raw materials	1,564,674	1,484,625
Packing materials	466,039	391,495
Work-in-process	202,770	239,377
Finished goods	3,505,844	3,393,364
Goods in transit	210,912	350,786
Stores and spares	59,431	52,890
Allowance for inventory	(540,229)	(436,463)
	5,469,441	5,476,073

		Figures in '000' Taka	
		31 March 2020	30 June 2019
		<u>Taka</u>	<u>Taka</u>
4 (a)	Consolidated inventories		
	Raw materials	3,660,087	3,458,798
	Packing materials	587,661	664,577
	Work-in-process	417,472	376,935
	Finished goods	10,275,300	8,641,540
	Goods in transit	554,757	777,285
	Stores & spares	187,150	146,637
	Allowance for inventory	(743,372)	(505,683)
		<u>14,939,055</u>	<u>13,560,089</u>
5	Trade receivables		
	Debts due over six months	2,950,618	3,658,384
	Debts due below six months	1,916,109	1,973,521
	Provision for doubtful debts	(878,574)	(473,410)
		<u>3,988,152</u>	<u>5,158,496</u>
5 (a)	Consolidated trade receivables		
	Debts due over six months	4,349,448	4,731,896
	Debts due below six months	10,271,200	9,897,773
	Provision for doubtful debts	(1,223,600)	(802,503)
		<u>13,397,048</u>	<u>13,827,166</u>
6	Inter-company receivables		
	ACI Logistics Limited	5,916,461	4,334,973
	ACI HealthCare Limited	4,544,197	3,483,486
	ACI Foods Limited	2,895,626	2,829,893
	Premiaflex Plastics Limited	2,651,201	1,830,157
	ACI Formulations Limited	1,002,267	1,153,734
	ACI Biotech Limited	570,769	482,721
	ACI Agrolink Limited	561,867	395,148
	Infolytx Bangladesh Limited	312,166	211,090
	ACI Chemicals Limited	176,508	133,915
	Asian Consumer Care (Pvt.) Limited	7,894	7,894
	ACI Godrej Agrovat (Pvt.) Limited	939	880
	Tetley ACI (Bangladesh) Limited	457	39,930
	Stochastic Logic Limited	91	1,851
	Computer Technology Limited	30	30
	Creative Communication	-	20,002
		<u>18,640,473</u>	<u>14,925,701</u>

		Figures in '000' Taka	
		31 March 2020	30 June 2019
		<u>Taka</u>	<u>Taka</u>
6 (a)	Consolidated inter-company receivables		
	Computer Technology Limited	30	30
	Tetley ACI (Bangladesh) Limited	457	39,930
	Asian Consumer Care (Pvt.) Limited	7,894	7,894
	ACI Godrej Agrovat (Pvt.) Limited	939	880
	Stochastic Logic Limited	91	1,851
		<u>9,411</u>	<u>50,584</u>
7	Advances, deposits & prepayments		
	Loans and advances to staff and others	286,469	348,680
	VAT current account	317,945	232,544
	Deposits	204,346	191,108
	Prepayments	45,601	32,064
	Advance income tax	1,743,557	1,373,364
		<u>2,597,919</u>	<u>2,177,760</u>
7 (a)	Consolidated advances, deposits & prepayments		
	Loan and advance to staff and others	1,489,390	892,318
	VAT current account	887,087	553,944
	Advance for capital expenditure	8,084	8,578
	Deposits	344,330	326,962
	Prepayments	303,747	191,030
	Advance income tax	4,831,945	3,710,743
		<u>7,864,583</u>	<u>5,683,575</u>
8	Employee benefits		
	Staff gratuity provision	895,713	798,775
	Other long term employee benefits	143,879	142,454
		<u>1,039,592</u>	<u>941,229</u>
8 (a)	Consolidated employee benefits		
	Staff gratuity provision	1,189,768	1,025,318
	Other long term employee benefits	155,903	153,554
		<u>1,345,672</u>	<u>1,178,872</u>

		Figures in '000' Taka	
		31 March 2020	30 June 2019
		<u>Taka</u>	<u>Taka</u>
9	Long term borrowings		
	Long term bank loans	576,950	567,628
		<u>576,950</u>	<u>567,628</u>
9 (a)	Consolidated long term borrowings		
	Long term bank loans	8,264,998	8,079,177
		<u>8,264,998</u>	<u>8,079,177</u>
10	Loans and borrowings - short term		
	Short term loan	13,463,564	12,629,692
	Current portion of long term loan	196,241	197,933
		<u>13,659,805</u>	<u>12,827,625</u>
10 (a)	Consolidated loans and borrowings - short term		
	Short term loan	25,360,430	22,842,587
	Current portion of long term loan	4,425,331	4,421,329
		<u>29,785,761</u>	<u>27,263,917</u>
11	Inter company payables		
	ACI Motors Limited	2,960,053	3,313,312
	ACI Salt Limited	1,168,512	692,844
	ACI Pure Flour Limited	825,279	533,288
	ACI Edible Oils Limited	60,737	10,286
	Creative Communication Limited	2,096	-
		<u>5,016,677</u>	<u>4,549,730</u>

	Figures in '000' Taka	
	31 March 2020	30 June 2019
	<u>Taka</u>	<u>Taka</u>
12 Other payables		
Accruals	1,395,406	1,400,207
Advance from customers	100,070	35,498
Security money received from customers	99,089	139,695
Workers' profit participation fund	591,877	510,692
Unpaid dividend	536,874	101,453
Tax and VAT deducted at source	181,407	53,686
Employees welfare fund	279,053	274,234
Les Laboratories Servier	-	24,158
Rights share deposit to be refunded	564	564
Family day fund	4,716	4,315
Non-management staff provident fund	6,817	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	14,199	22,371
Advertisement and promotional funds	16,159	17,736
Development funds	6,673	140,717
	<u>3,256,954</u>	<u>2,755,802</u>

12 (a) Consolidated other payables

Accruals	3,421,417	2,890,064
Advance from customers	342,894	204,393
Security money received from customers	152,932	202,427
Workers' profit participation fund	781,318	652,019
Unpaid dividend	554,661	113,263
Provident fund	14,865	22,371
Tax and VAT deducted at source	292,756	106,080
Employees welfare fund	319,693	290,523
Les Laboratories Servier	-	24,158
Rights share deposit to be refunded	564	564
Family day fund	4,716	4,315
Non-management staff provident fund	6,817	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	7,141	334
Advertisement and promotional funds	16,159	17,736
Development funds	6,673	140,717
	<u>5,946,657</u>	<u>4,699,441</u>

Figures in '000' Taka
For the period up to 3rd Quarter

	July 2019 to March 2020 Taka	July 2018 to March 2019 Taka
13 Revenue		
Pharmaceuticals	8,852,918	7,711,222
Animal Health	2,702,368	2,138,898
Consumer brands	4,013,079	4,766,916
Seeds	906,218	776,489
Fertilizer	727,281	932,377
Animal Genetics and others	55,481	-
	17,257,345	16,325,901
13 (a) Consolidated revenue		
Gross sales	52,701,753	47,556,308
Inter-company sales	(842,608)	(1,277,319)
	51,859,146	46,278,989
14 Cost of sales		
Opening stock	5,508,860	5,048,323
Purchase	8,095,389	8,402,689
	13,604,250	13,451,012
Closing stock	(5,739,326)	(5,503,917)
	7,864,924	7,947,095
Manufacturing expenses	1,012,095	1,055,269
	8,877,019	9,002,365
14 (a) Consolidated cost of sales		
Opening stock	12,237,772	11,272,404
Purchase	35,526,716	31,383,908
	47,764,488	42,656,312
Closing stock	(14,110,517)	(11,878,255)
	33,653,971	30,778,057
Manufacturing expenses	2,573,904	2,084,974
	36,227,875	32,863,031
15 Administrative, selling and distribution expenses		
Administrative expenses	320,391	373,588
Distribution expenses	663,833	644,079
Selling expenses	5,596,374	4,922,908
	6,580,598	5,940,574

Figures in '000' Taka
For the period up to 3rd Quarter

	July 2019 to March 2020 Taka	July 2018 to March 2019 Taka
15 (a) Consolidated operating expenses		
Administrative expenses	2,110,777	1,812,747
Distribution expenses	1,329,269	1,174,379
Selling expenses	9,201,536	7,828,187
	12,641,582	10,815,314
16 Reconciliation of net operating cash flow		
Profit after tax	1,212,798	670,324
<i>Adjustment for non-cash items and others:</i>		
- Depreciation and amortisation	377,089	363,129
- Provisions	508,930	153,789
- Finance cost	82,543	25,217
- Tax Expense	61,865	(116,114)
- Contribution to WPPF	46,193	(12,088)
- Lease and other adjustments	93,293	115,274
<i>Changes in:</i>		
- Inventories	(97,134)	(503,443)
- Trade and other receivables	115,267	(480,399)
- Advances, deposits and prepayments	(49,965)	(61,300)
- Trade and other payables, Employment benefits	571,134	305,544
Net cash from operating activities	2,922,014	459,933
16 (a) Reconciliation of Consolidated net operating cash flow		
Profit after tax	(1,195,134)	(405,302)
<i>Adjustment for non-cash items and others:</i>		
- Depreciation and amortisation	1,161,147	915,470
- Provisions	658,786	323,008
- Share of profit of equity accounted investees	(209,033)	(81,031)
- Finance cost	702,226	18,135
- Tax Expense	(208,762)	(106,648)
- Contribution to WPPF	88,610	2,873
- Lease and other adjustments	217,363	299,271
<i>Changes in:</i>		
- Inventories	(1,616,656)	(1,826,356)
- Trade and other receivables	(641,410)	(3,456,762)
- Advances, deposits and prepayments	(1,059,807)	(384,672)
- Trade and other payables, Employment benefits	1,646,687	1,592,604
Net cash from operating activities	(455,981)	(3,109,410)
17 Consolidated operating segments		
Please see Annexure A.		

For the period up to 3rd Quarter	
July 2019	July 2018
to	to
March 2020	March 2019

18 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)		
	(1,003,320)	(315,698)
Earnings per share (Taka)		
	(17.49)	(5.50)
Consolidated net asset attributable to equity holders of the Company (Taka '000)		
	7,967,122	9,580,018
Net asset value (NAV) per share		
	138.87	166.98
Consolidated cash flows from operating activities (Taka '000)		
	(455,981)	(3,109,410)
Net operating cash flows per share (NOCFPS)		
	(7.95)	(54.20)

ACI Limited as a group has shown a decent revenue growth during the period. Despite having the growth in the Revenue and Gross Profit, the consolidated results up to 3rd quarter has demonstrated a loss compared to the SPLY mostly because of the increased Operating Expenses and Financing Cost. The consequential results of negative consolidated profit ultimately affected consolidated EPS and NAV per share. On the other hand, NOCFPS improved due to better cash collection during the period.

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.

Annexure-A

Consolidated operating segments

Figures in '000' Taka
For the period up to 3rd Quarter from July 2019 to March 2020

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	8,852,918	2,702,368	3,853,558	2,006,806	9,536,906	3,687,487	8,551,798	1,514,069	3,760,684	3,062,815	1,717,158	49,246,567	2,612,579	51,859,146
Inter-segment revenue	-	-	409,921	-	3,316	28,398	23,559	49,026	35,816	190,693	-	740,728	101,880	842,608
Segment revenue	8,852,918	2,702,368	4,263,479	2,006,806	9,540,222	3,715,885	8,575,356	1,563,095	3,796,500	3,253,507	1,717,158	49,987,295	2,714,459	52,701,753
Depreciation and amortisation	243,255	22,550	60,528	24,482	46,502	24,861	164,514	39,070	47,287	192,653	206,278	1,071,980	89,167	1,161,147
Operating expenses	3,969,204	683,712	1,832,218	469,037	1,562,251	203,865	1,740,261	187,047	428,081	338,489	886,820	12,300,986	340,597	12,641,582
Finance cost / (income)	124,120	181,860	194,070	147,823	395,236	(46,482)	1,063,853	(31,109)	293,955	391,465	575,831	3,290,621	235,039	3,525,661
Segment profit/(loss) before tax	1,680,657	44,642	(752,941)	127,297	985,739	150,168	(1,156,455)	230,573	(81,765)	(305,496)	(1,451,941)	(529,522)	243,846	(285,676)
Segment assets at 31 Dec 2019	10,134,544	2,663,153	6,002,545	3,092,473	14,073,595	2,008,871	2,917,810	2,523,158	2,326,910	6,586,517	10,446,114	62,775,690	7,662,022	70,437,713
Segment liabilities at 31 Dec 2019	5,429,954	1,163,365	1,686,468	2,135,148	11,155,916	945,603	14,301,178	1,333,510	4,124,021	5,823,615	11,733,319	59,832,096	3,197,577	63,029,674

For the period up to 3rd Quarter from July 2018 to March 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	7,711,222	2,138,898	4,605,213	2,204,513	7,787,641	3,145,438	7,192,523	1,519,133	2,767,790	2,570,193	1,954,452	43,597,016	2,681,972	46,278,989
Inter-segment revenue	-	-	740,286	-	9,685	20,152	21,855	14,328	41,122	255,136	-	1,102,564	174,755	1,277,319
Segment revenue	7,711,222	2,138,898	5,345,499	2,204,513	7,797,326	3,165,590	7,214,378	1,533,461	2,808,912	2,825,329	1,954,452	44,699,580	2,856,728	47,556,308
Depreciation and amortisation	235,208	27,167	52,694	24,466	25,553	22,436	187,633	39,178	45,756	129,463	48,680	838,235	77,235	915,470
Operating expenses	3,640,462	631,761	1,581,498	503,872	1,023,176	198,719	1,617,544	172,344	376,639	261,470	531,710	10,539,194	276,120	10,815,314
Finance cost / (income)	83,230	143,100	83,774	140,615	241,519	(22,321)	894,244	(16,294)	254,637	185,165	31,451	2,019,119	385,591	2,404,711
Segment profit/(loss) before tax	1,330,265	(107,351)	(491,837)	175,342	884,721	18,738	(1,116,593)	137,619	(218,680)	(31,962)	(249,171)	331,089	86,816	417,905
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 2019	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