

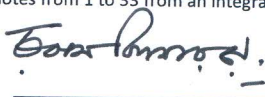


**Statement of Financial Position (Un-audited)
As at 31 December 2018**

| | Note(s) | 31 December 2018 (Un-audited) Taka | 30 June 2018 (Audited) Taka |
|---|---------|--|-------------------------------------|
| ASSETS | | | |
| Non - current assets | | | |
| Property, plant and equipment | 4 | 4,069,336,755 | 4,155,322,547 |
| Capital work in progress | 5 | 82,492,952 | 90,948,685 |
| Investments | 6 | 82,716,354 | 101,031,513 |
| Investment in associates | 7 | 859,466,626 | 670,268,537 |
| Total non-current assets | | 5,094,012,687 | 5,017,571,282 |
| Current assets | | | |
| Inventories | 8 | 766,494,430 | 756,294,567 |
| Trade receivables | 9 | 1,071,103,031 | 1,022,013,946 |
| Advances, deposits and pre-payments | 10 | 1,175,111,394 | 1,025,494,236 |
| Other receivables | 11 | 79,288,831 | 80,017,915 |
| Short term investment | 12 | 250,000,000 | 250,000,000 |
| Cash and cash equivalents | 13 | 133,845,790 | 49,425,599 |
| Total current assets | | 3,475,843,476 | 3,183,246,263 |
| Total Assets | | 8,569,856,163 | 8,200,817,545 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Share capital | 14 | 647,906,680 | 539,922,240 |
| Share premium | | 658,089,549 | 658,089,549 |
| Reserves | 15.01 | 371,862,754 | 371,862,754 |
| Revaluation surplus | 15.02 | 517,798,523 | 537,636,210 |
| Retained earnings | | 2,000,294,893 | 1,995,828,285 |
| Total equity | | 4,195,952,399 | 4,103,339,038 |
| Non-current liabilities | | | |
| Long term loan | 16 | 1,532,134,759 | 89,641,795 |
| Defined benefit obligations (gratuity) | 17 | 75,435,358 | 64,086,475 |
| Deffered tax liability | 18 | 209,411,561 | 209,785,503 |
| Total Non-current liabilities | | 1,816,981,678 | 363,513,773 |
| Current liabilities | | | |
| Trade payables | 19 | 451,095,186 | 478,082,235 |
| Short term loans | 20 | 1,797,272,401 | 3,069,653,003 |
| Current portion of long term loans | 21 | 131,307,692 | - |
| Provision for WPPF and welfare fund | 22 | - | - |
| Current tax liability | 23 | 74,093,700 | 60,237,568 |
| Other liabilities | 24 | 103,153,108 | 125,991,928 |
| Total current liabilities | | 2,556,922,087 | 3,733,964,734 |
| Total equity and liabilities | | 8,569,856,163 | 8,200,817,545 |
| Net Assets Value per Share (NAV) | | 64.76 | 76.00 |

The accompanying notes from 1 to 33 from an integral part of these financial statements


Chairman


Vice Chairman


Managing Director


Chief Financial Officer

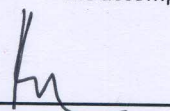

Company Secretary

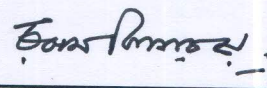


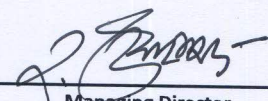
Statement of Profit or Loss Other Comprehensive Income (un-Audited) For the Half year ended 31 December 2018

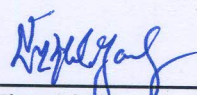
| | Note(s) | Half year ended | | Quarter ended | |
|--|---------|--------------------------|--------------------------|-------------------------|-------------------------|
| | | July-Dec 2018 Taka | July-Dec 2017 Taka | Oct-Dec 2018 Taka | Oct-Dec 2017 Taka |
| Revenue | 25 | 2,290,816,088 | 1,699,771,309 | 1,247,877,781 | 966,979,466 |
| Cost of sales | 26 | (2,060,629,018) | (1,506,230,960) | (1,102,803,594) | (846,568,327) |
| Gross profit | | 230,187,070 | 193,540,349 | 145,074,187 | 120,411,139 |
| Operating expenses | | | | | |
| Administrative | 27 | (47,440,496) | (47,867,263) | (22,417,616) | (22,395,230) |
| Selling and distribution | 28 | (56,993,824) | (160,510,643) | (36,966,103) | (109,474,977) |
| Other operating income | 29 | 4,876,134 | 927,808 | 3,009,121 | 10,377 |
| Profit/(loss) before operating activities | | 130,628,884 | (13,909,749) | 88,699,589 | (11,448,691) |
| Finance cost | 30 | (143,225,738) | (41,344,542) | (83,568,458) | (23,230,775) |
| Finance income | 31 | 9,697,450 | 3,438,495 | 6,794,888 | 1,393,314 |
| Profit/(loss) before Workers' profit participation fund | | (2,899,404) | (51,815,796) | 11,926,019 | (33,286,152) |
| Contribution to workers' profit participation fund | | - | - | - | - |
| Profit/(loss) after Workers' profit participation fund | | (2,899,404) | (51,815,796) | 11,926,019 | (33,286,152) |
| Non operating income/(loss) | 32 | 785,201 | 65,341,170 | - | 40,692,195 |
| Share of profit/(loss) of associates (net of tax) | 33 | 189,198,089 | 157,135,318 | 67,905,316 | 92,156,347 |
| Profit before income tax | | 187,083,886 | 170,660,692 | 79,831,335 | 99,562,390 |
| Provision for income tax : | | | | | |
| -Current tax | 23 | (13,856,132) | (10,504,699) | (7,546,090) | (6,062,277) |
| -Deferred tax | 18 | (6,238,620) | 1,300,914 | (3,119,310) | 853,775 |
| Profit after income tax | | 166,989,134 | 161,456,907 | 69,165,935 | 94,353,888 |
| Total Comprehensive income for the year | | 166,989,134 | 161,456,907 | 69,165,935 | 94,353,888 |
| Earning per share (EPS) | | 2.58 | 2.99 | 1.07 | 1.75 |

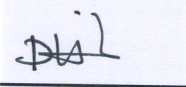
The accompanying notes from 1 to 33 from an integral part of these financial statements


Chairman


Vice Chairman


Managing Director


Chief Financial Officer


Company Secretary



Statement of changes in Equity (Un-Audited) For the Half year ended 31 December 2018

| | Share capital paid up | Share premium realised | General and other reserves | Revaluation surplus | Retained earnings | Total |
|---|-----------------------|------------------------|----------------------------|---------------------|----------------------|----------------------|
| | Taka | Taka | Taka | Taka | Taka | Taka |
| Balances as on 1 July, 2017 | 449,935,200 | 658,089,549 | 371,862,754 | 577,705,317 | 1,726,156,151 | 3,783,748,971 |
| Profit after tax during the period | - | - | - | - | 161,456,907 | 161,456,907 |
| Adjustments for depreciation on revalued assets | - | - | - | (26,455,915) | 26,455,915 | - |
| Deffered tax adjustment on revaluation surplus | - | - | - | 6,613,979 | - | 6,613,979 |
| Cash dividend @ 15% for 2016-17 | - | - | - | - | (67,490,280) | (67,490,280) |
| Stock dividend @ 20% for 2016-17 | 89,987,040 | - | - | - | (89,987,040) | - |
| Balances as at 31 Dec, 2017 | 539,922,240 | 658,089,549 | 371,862,754 | 557,863,381 | 1,756,591,653 | 3,884,329,577 |
| Balances as on 1 July, 2018 | 539,922,240 | 658,089,549 | 371,862,754 | 537,636,210 | 1,995,828,285 | 4,103,339,038 |
| Profit after tax during the period | - | - | - | - | 166,989,134 | 166,989,134 |
| Adjustments for depreciation on revalued assets | - | - | - | (26,450,250) | 26,450,250 | - |
| Deffered tax adjustment on revaluation surplus | - | - | - | 6,612,563 | - | 6,612,563 |
| Cash dividend @ 15% for 2017-18 | - | - | - | - | (80,988,336) | (80,988,336) |
| Stock dividend @ 20% for 2017-18 | 107,984,440 | - | - | - | (107,984,440) | - |
| Balances as at 31 Dec, 2018 | 647,906,680 | 658,089,549 | 371,862,754 | 517,798,523 | 2,000,294,893 | 4,195,952,399 |

Chairman

Vice Chairman

Managing Director


Chief Financial Officer

Company Secretary



**Statement of Cash Flow (Un-audited)
For the Half year ended 31 December 2018**

| | July- Dec 2018 Taka | July- Dec 2017 Taka |
|--|---------------------------|---------------------------|
| a. Cash flows from operating activities | | |
| Receipts from customers | 2,246,808,235 | 1,427,172,212 |
| Payment of suppliers, employees & others | (2,306,549,281) | (1,891,602,143) |
| Cash generated from operations | (59,741,046) | (464,429,931) |
| Receipts from other income | 4,876,134 | 65,341,170 |
| Net cash generated by operating activities | (54,864,912) | (399,088,761) |
| b. Cash flows from investing activities | | |
| Acquisition of fixed assets | (83,836,340) | (168,170,563) |
| (Increase)/Decrease in capital work in progress | 38,538,232 | 33,260,632 |
| (Increase)/Decrease in investments | 16,886,449 | 220,117,176 |
| (Increase)/Decrease in short term investments | - | (171,642,000) |
| Net cash (used in)/generated by investing activities | (28,411,659) | (86,434,755) |
| c. Cash flows financing activities | | |
| Long term loans (repaid)/increased | 1,442,492,964 | (4,149,813) |
| Short term loans -Overdraft(repaid)/increased | (1,141,072,911) | (296,643,920) |
| Payment for financial expenses | (133,528,288) | (37,906,047) |
| Dividend Paid | (195,003) | (228,455) |
| Net cash (used in)/generated by financing activities | 167,696,762 | (338,928,235) |
| d. Net increase/(decrease) in cash and cash equivalents (a+b+c) | 84,420,191 | (824,451,751) |
| e. Opening cash and cash equivalents | 49,425,599 | 863,557,551 |
| f. Closing cash and cash equivalents (d+e) | 133,845,790 | 39,105,800 |
| Net operating cash flow per share | (0.85) | (7.39) |


Chairman


Vice Chairman


Managing Director


Chief Financial Officer


Company Secretary

Notes to the Financial Statements As at and for the Half Year ended 31 December 2018

1.00 THE REPORTING ENTITY

1.01 Company's Profile

The Company was incorporated as a Public Limited Company on 02 May, 1991. The company is listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. as a publicly quoted company.

1.02 Company's Registered Office

The registered office of the company is situated at Confidence Heights, Plot-1, Lane-1, Road-2, Block-L, Halishahar H/E, Agrabad Access Road, Chittagong.

1.03 Nature of Activities

The principal activities of the company are carrying on business as manufacturer of and dealers in cement and allied materials of all kinds and varieties whatsoever.

1.04 Description of Associates

i) Confidence Electric Limited

Confidence Electric Limited was incorporated in Bangladesh on 11 February 2010 as a Private Limited Company. The principal activities of the Company are manufacturing and assembling of Electronic and Electrical goods. Confidence Cement Limited holds 49% of ordinary shares in Confidence Electric Limited.

ii) Confidence Power Limited

Confidence Power Limited was incorporated in Bangladesh on 23 July 2000 as a Private Limited Company. The principal activities of the Company are carrying out the business as manufacturer and seller of Spun Prestressed Concrete (SPC) Pole, Prestressed Concrete (PC) and Prestressed Concrete Railway Sleeper, Prefabricated Construction Materials of the country. Confidence Cement Limited holds 25% of ordinary shares in Confidence Power Limited.

2.00 BASIS OF PREPARATION, PRESENTATION AND DISCLOSURES OF FINANCIAL STATEMENTS

2.01 Statement of Compliance

The Financial Statements have been prepared on a going concern basis following accrual basis of accounting except for Cash Flow Statement in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh (ICAB) as Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs) and interpretations of BFRSs and BASs.

3.00 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.01 Depreciation

Land is held on a freehold basis and is not depreciated considering the unlimited life. In respect of all other property, plant and equipment, depreciation is recognized in statement of profit or loss and other comprehensive income on straight line method over the estimated useful lives of property, plant and equipment.

Depreciation is charged on addition from the month (date of service) of acquisition/addition and no depreciation is charged in the month of disposal. The depreciation method used reflects the pattern in which the asset's economic benefits are consumed by the entity. The depreciation charge for each period is recognized as an expense unless it is included in the carrying amount of another asset.

The principal annual rates are as follows:

Category of assets

Building & other Construction
Plant and Machinery
Furniture, Fixtures and Equipment's
Vehicles

Rates of depreciation

2.5% - 10%
5% - 15%
5% - 30%
10%-20%

Depreciation methods, useful lives and residual values are reassessed at the reporting dates.

Upon retirement of assets, the cost and related accumulated depreciation are eliminated from the accounts and resulting gain or loss is charged or credited to statement of profit or loss and other comprehensive income.

3.02 Capital Work-In-Progress

Property, Plant and Equipment under construction/acquisition is accounted for as capital work-in-progress until construction/acquisition is completed and measured at cost.

3.03 Inventories

Nature of inventories

Inventories comprise Raw Materials (Clinker, Gypsum, Lime Stone, Fly Ash), Packing Materials, Consumable Stores etc.

Valuation of the inventories

Category

Raw materials
Work-in-process
Stores & spares

Basis of valuation

At cost or net realizable value whichever is lower
At cost
Based on Weighted average cost method

3.04 General

- i) The amounts in these financial statements have been rounded off to the nearest Taka
- ii) Bracket figures denote negative.



| | | 31 Dec 2018 (Un-audited) | 30 June 2018 (Audited) | |
|---|------------------------|---|--------------------------------------|------------------------|
| | Notes | Taka | Taka | |
| 4.00 Property, plant and equipment | | | | |
| <u>i. At Cement plant</u> | | | | |
| Cost/ Revalued value | 4.01 | 5,587,804,097 | 5,541,396,286 | |
| Less: Accumulated depreciation | 4.02 | (1,753,570,254) | (1,621,328,387) | |
| Sub total | | 3,834,233,843 | 3,920,067,899 | |
| <u>ii. At Ready-mix plant</u> | | | | |
| Cost/ Revalued value | 4.01 | 313,593,661 | 306,247,631 | |
| Less: Accumulated depreciation | 4.02 | (78,490,749) | (70,992,983) | |
| Sub total | | 235,102,912 | 235,254,648 | |
| Grand total (i+ii) | | 4,069,336,755 | 4,155,322,547 | |
| 4.01 Cost/ Revalued value | | | | |
| <u>i. At Cement plant</u> | | | | |
| Opening balance | | 5,541,396,286 | 2,962,571,235 | |
| Add: Addition during the period | | 46,407,811 | 2,585,334,061 | |
| | | 5,587,804,097 | 5,547,905,296 | |
| Less: Disposal | | - | (6,509,010) | |
| | | 5,587,804,097 | 5,541,396,286 | |
| <u>ii. At Ready-mix plant</u> | | | | |
| Opening balance | | 306,247,631 | 305,930,046 | |
| Add: Addition during the period | | 7,346,030 | 317,585 | |
| | | 313,593,661 | 306,247,631 | |
| 4.02 Accumulated depreciation | | | | |
| <u>i. At Cement plant</u> | | | | |
| Opening balance | | 1,621,328,387 | 1,445,560,737 | |
| Add: Charged during the period | | 132,241,867 | 180,865,555 | |
| Factory overhead | | 123,741,658 | 165,362,501 | |
| Administrative expenses | | 5,369,647 | 10,451,948 | |
| Selling and distribution expenses | | 3,130,562 | 5,051,106 | |
| Less: Adjustment during the year for sale of fixed assets | | - | (5,097,905) | |
| | | 1,753,570,254 | 1,621,328,387 | |
| <u>ii. At Ready-mix plant</u> | | | | |
| Opening balance | | 70,992,983 | 56,385,215 | |
| Add: Charged during the period | | 7,497,766 | 14,607,768 | |
| Factory overhead | | 7,497,766 | 14,607,768 | |
| Administrative expenses | | - | - | |
| Selling and distribution expenses | | - | - | |
| | | 78,490,749 | 70,992,983 | |
| 5.00 Capital work-in-progress | | | | |
| Opening capital work-in-progress | | 90,948,685 | 2,269,837,541 | |
| Add: Expenditure incurred during the period | 5.01 | 30,082,499 | 266,927,395 | |
| | | 121,031,184 | 2,536,764,936 | |
| Less: Capitalized during the period | | (38,538,232) | (2,445,816,251) | |
| | | 82,492,952 | 90,948,685 | |
| 5.01 Details of capital work-in-progress | | | | |
| | | | | |
| Particulars | Opening balance | Expenditure incurred during the period | Capitalized during the period | Closing balance |
| At cement plant | | | | |
| Civil works | 63,513,917 | 14,610,704 | - | 78,124,621 |
| Plant & machinery | 2,485,592 | 15,443,384 | 13,589,056 | 4,339,920 |
| Vehicles | 24,949,176 | - | 24,949,176 | - |
| Inter Office decoration | - | 28,411 | - | 28,411 |
| | 90,948,685 | 30,082,499 | 38,538,232 | 82,492,952 |

These costs include costs incurred initially to construct property, plant and equipment (PPE). Construction costs are transferred to PPE when the construction is complete.



| | Notes | 31 Dec 2018 (Un-audited) Taka | 30 June 2018 (Audited) Taka |
|--|-------|-------------------------------------|-----------------------------------|
| 6.00 Investments | | | |
| Investment in quoted shares | 6.01 | 1,999,478 | 18,296,001 |
| Investment in unquoted shares | 6.02 | 21,894,450 | 21,894,450 |
| Other investments | 6.03 | 58,822,426 | 60,841,062 |
| | | 82,716,354 | 101,031,513 |
| 6.01 Investments in quoted shares | | | |
| Opening balance | | 18,296,001 | 279,302,876 |
| Add/(less) : Purchase/(sales) during the year | | (16,886,449) | (296,927,129) |
| Add/(less) : Changes in fair value of tradeable securities | | 9,823 | (1,611,295) |
| Add : Profit realised on tradeable securities | | 580,103 | 37,531,549 |
| | | 1,999,478 | 18,296,001 |
| 6.02 Investment in unquoted shares | | | |
| Asian Paints (BD) Limited | | 18,325,000 | 18,325,000 |
| New Vision Information Technology Limited | | 2,000,000 | 2,000,000 |
| Central Depository Bangladesh Limited | | 1,569,450 | 1,569,450 |
| | | 21,894,450 | 21,894,450 |
| 6.03 Other investment | | | |
| CBC-Confidence Cement Convention Centre | | 60,841,062 | 65,197,200 |
| Less : Profit portion of rent received during the year | | - | (300,000) |
| Less : Amortization during the year | | (2,018,636) | (4,056,138) |
| | | 58,822,426 | 60,841,062 |

- (i) An agreement signed with Bangladesh Navy dated on 09 March 2011 for construction of Convention Centre named as CBC-Confidence Cement Convention Centre at Chittagong Boat Club on BOT (Build, operate and transfer) basis for 20 (Twenty) years with effect from 01 July 2013.

| | | 31 Dec 2018 (Un-audited) Taka | 30 June 2018 (Audited) Taka |
|---|-------|-------------------------------------|-----------------------------------|
| 7.00 Investment in associates | | | |
| Confidence Electric Limited | 7.01 | 536,499,814 | 413,216,233 |
| Confidence Power Limited | 7.02 | 291,714,930 | 239,099,487 |
| Confidence Batteries Limited | 7.03 | 31,251,882 | 17,952,817 |
| | | 859,466,626 | 670,268,537 |
| 7.01 Confidence Electric Limited | | | |
| Movement of investment in associates | | | |
| Investment in equity share | | 2,205,000 | 7,350,000 |
| Equity shares transferred to Confidence Batteries Limited | | - | (5,145,000) |
| Share of profit/(loss) | | | |
| Opening balance | | 411,011,233 | 70,984,407 |
| Share of profit/(loss) for the period | 33.01 | 123,283,581 | 340,026,826 |
| | | 536,499,814 | 413,216,233 |



| | 31 Dec 2018 (Un-audited) Taka | 30 June 2018 (Audited) Taka |
|---|-------------------------------------|-----------------------------------|
| 7.02 Confidence Power Limited | | |
| Movement of Investment in Associates | | |
| Investment in equity share | 13,500,000 | 13,500,000 |
| Share of profit/(loss) | | |
| Opening balance | 225,599,487 | 144,565,461 |
| Share of profit/(loss) for the period | 52,615,443 | 85,759,026 |
| Cash dividend received/receivable | - | (4,725,000) |
| | 278,214,930 | 225,599,487 |
| | 291,714,930 | 239,099,487 |
| 7.03 Confidence Batteries Limited | | |
| Movement of Investment in Associates | | |
| Investment in equity share | 5,390,000 | 5,390,000 |
| Share of profit/(loss) | | |
| Opening balance | 12,562,817 | - |
| Share of profit/(loss) for the period | 13,299,065 | 12,562,817 |
| | 25,861,882 | 12,562,817 |
| | 31,251,882 | 17,952,817 |
| 8.00 Inventories | | |
| Raw materials | | |
| Raw materials in transit (Cement Plant) | 327,412,626 | 255,039,419 |
| Raw materials in transit (Ready-mix Plant) | 107,141,572 | 120,613,733 |
| Stores, spares and loose tools | 12,674,590 | 21,497,695 |
| Packing materials | 304,246,104 | 277,688,305 |
| Work-in-progress | 15,019,538 | 17,110,976 |
| | 67,921,198 | 64,344,439 |
| | 766,494,430 | 756,294,567 |
| 8.01 Raw materials | | |
| i. At Cement plant | | |
| Clinker | 133,397,001 | 146,712,675 |
| Gypsum | 13,356,284 | 13,889,502 |
| Fly ash | 65,610,408 | 24,603,281 |
| Lime stone | 37,065,470 | 226,295 |
| Slags | 42,806,803 | 30,935,947 |
| Grinding AID | 9,261,006 | - |
| Sub total | 301,496,972 | 216,367,700 |
| ii. At Ready-mix plant | | |
| Cement | 298,334 | 220,520 |
| Chemicals | 2,067,844 | 6,511,500 |
| Stone chips (10-20 mm) | 15,717,617 | 10,232,321 |
| Stone chips (5-10 mm) | 7,181,591 | 18,399,613 |
| Sylhet sand | 650,268 | 3,307,765 |
| Sub total | 25,915,654 | 38,671,719 |
| Grand total (i+ii) | 327,412,626 | 255,039,419 |
| 8.02 Stores, spares and loose tools | | |
| i. At Cement plant | | |
| Stores | 79,084,261 | 80,543,951 |
| Spare parts | 208,479,324 | 172,168,366 |
| Spare parts in transit | 145,151 | 9,383,853 |
| Loose tools | 2,498,528 | 2,510,575 |
| Sub total | 290,207,264 | 264,606,745 |
| ii. At Ready-mix plant | | |
| Stores | 7,145,906 | 7,380,080 |
| Spare parts | 6,594,569 | 5,382,092 |
| Loose tools | 298,365 | 319,388 |
| Sub total | 14,038,840 | 13,081,560 |
| Grand total (i+ii) | 304,246,104 | 277,688,305 |



| | Notes | 31 Dec 2018 (Un-audited) Taka | 30 June 2018 (Audited) Taka |
|---|-------|-------------------------------------|-------------------------------------|
| 9.00 Trade receivables | | | |
| Against local sales | | | |
| Against export | | 961,113,530 | 972,985,432 |
| | | 109,989,501 | 49,028,514 |
| | | 1,071,103,031 | 1,022,013,946 |
| 9.01 Against local sales | | | |
| <u>i. At Cement plant</u> | | | |
| Dealers | | 546,065,608 | 491,265,945 |
| Corporate | | 324,271,259 | 405,717,330 |
| Individual | | 4,165,457 | 4,473,845 |
| Sub total | | 874,502,324 | 901,457,120 |
| <u>ii. At Ready-mix plant</u> | | | |
| Corporate | | 80,626,956 | 65,858,926 |
| Individual | | 5,984,250 | 5,669,386 |
| Sub total | | 86,611,206 | 71,528,312 |
| Grand total (i+ii) | | 961,113,530 | 972,985,432 |
| 9.02 Ageing of trade receivables | | | |
| Less than 3 months | | 781,437,509 | 672,568,945 |
| Over 3 months but less than 6 months | | 108,878,609 | 190,399,890 |
| Over 6 months | | 180,786,913 | 159,045,111 |
| | | 1,071,103,031 | 1,022,013,946 |
| 10.00 Advances, deposits and prepayments | | | |
| Advances | 10.01 | 1,064,199,172 | 952,837,619 |
| Deposits | 10.02 | 61,082,069 | 63,267,494 |
| Prepayments | 10.03 | 49,830,153 | 9,389,123 |
| | | 1,175,111,394 | 1,025,494,236 |
| 10.01 Advances | | | |
| At Cement plant | | 1,032,077,777 | 925,940,136 |
| At Ready-mix plant | | 32,121,395 | 26,897,483 |
| | | 1,064,199,172 | 952,837,619 |
| 10.02 Deposits | | | |
| At Cement plant | | 61,082,069 | 63,267,494 |
| At Ready-mix plant | | - | - |
| | | 61,082,069 | 63,267,494 |
| 10.03 Prepayments | | | |
| At Cement plant | | 49,689,660 | 9,248,630 |
| At Ready-mix plant | | 140,493 | 140,493 |
| | | 49,830,153 | 9,389,123 |
| 11.00 Other receivables | | | |
| At Cement plant | | 79,288,831 | 79,060,217 |
| At Ready-mix plant | | - | 957,698 |
| | | 79,288,831 | 80,017,915 |



| | | | 31 Dec 2018 (Un-audited) Taka | As at 30 June 2018 (Audited) Taka |
|--------------|--|---------------------|-------------------------------------|---|
| 12.00 | Short term investments | | | |
| | <u>Name of the Banks/Institutions</u> | <u>Purpose</u> | <u>Rate of Interest</u> | |
| | Brac Bank Limited | Cash Deposit | 7.50% | 36,000,000 |
| | City Bank Limited | Cash Deposit | 7.50% | 50,000,000 |
| | Lanka Bangla Finance Limited | Cash Deposit | 7.25% | 4,000,000 |
| | Lanka Bangla Finance Limited | Cash Deposit | 7.25% | 10,000,000 |
| | Lanka Bangla Finance Limited | Cash Deposit | 8.75% | 50,000,000 |
| | Lanka Bangla Finance Limited | Cash Deposit | 8.75% | 50,000,000 |
| | Prime Bank Limited | Cash Deposit | 8.75% | 50,000,000 |
| | United Finance Limited | Lien against Margin | 8.75% | 10,000,000 |
| | Union Capital Limited | Cash Deposit | 11.25% | 20,000,000 |
| | | Cash Deposit | 8.75% | 20,000,000 |
| | | | | 250,000,000 |
| 13.00 | Cash and cash equivalents | | | |
| | | | <u>Notes</u> | |
| | Cash in hand | | 13.01 | 260,372 |
| | Cash at banks | | 13.02 | 133,585,418 |
| | | | | 133,845,790 |
| 13.01 | Cash in hand | | | |
| | At Cement plant | | | 248,970 |
| | At Ready-mix plant | | | 11,402 |
| | | | | 260,372 |
| 13.02 | Cash at banks | | | |
| | At Cement plant | | | 124,269,455 |
| | At Ready-mix plant | | | 9,315,963 |
| | | | | 133,585,418 |
| 14.00 | Share capital | | | |
| | Authorized capital | | | 100,000,000 |
| | 100,000,000 Ordinary shares of Tk 10 each | | | |
| | Issued, Subscribed and Paid-up capital | | | |
| | 53,992,224 Ordinary shares of Tk 10 each | | | 539,922,240 |
| | Bonus share issued 10,794,726 of Tk 10 each [Stock dividend paid 53,992,224 of Tk. 2 per share in the 27th Annual General Meeting held on 23 December, 2018] | | | 107,984,440 |
| | | | | 647,906,680 |
| | | | | 539,922,240 |
| 14.02 | Share capital | | | |
| 14.01 | Composition of shareholders as at 31 December 2018 | | | |

| Name of shareholders | 31-Dec-18 | | 30-Jun-18 | |
|--------------------------------------|-------------------|---------------|-------------------|---------------|
| | No. of Shares | Holding (%) | No. of Shares | Holding (%) |
| Sponsors | 19,358,908 | 29.88 | 16,133,830 | 29.88 |
| Non-resident shareholders | 1,757 | 0.00 | 1,464 | 0.00 |
| Financial Institutions | 17,236,154 | 26.60 | 17,791,569 | 32.95 |
| Investment Corporation of Bangladesh | 21,520 | 0.03 | 20,309 | 0.04 |
| Mutual Fund(s) | 265,398 | 0.41 | 1,702,931 | 3.15 |
| Investors Discretionary Account | 1,288,528 | 1.99 | 89,835 | 0.17 |
| General Public | 26,618,403 | 41.08 | 18,252,286 | 33.81 |
| | 64,790,668 | 100.00 | 53,992,224 | 100.00 |



| | 31 Dec 2018 (Un-audited) Taka | As at 30 June 2018 (Audited) Taka |
|------------------------------|-------------------------------------|---|
| 15.00 Reserves | | |
| 15.01 General Reserve | 371,862,754 | 371,862,754 |
| | 371,862,754 | 371,862,754 |

The general reserve is created from time to time to transfer profits from retained earnings for appropriation purposes and to meet future known or unknown requirements. There is no policy of regular transfer. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will not be reclassified subsequently to profit or loss.

| | | |
|----------------------------------|--------------------|--------------------|
| 15.02 Revaluation reserve | 517,798,523 | 537,636,210 |
| | 517,798,523 | 537,636,210 |

Revaluation reserve relates to the revaluation of property, plant and equipment.

| | Notes | | |
|-----------------------------------|-------|----------------------|-------------------|
| 16.00 Long term loans | | | |
| Cement Plant | | | |
| Syndication of term Loan | 16.01 | 1,663,442,451 | 89,641,795 |
| Current portion of long term loan | | (131,307,692) | - |
| | | 1,532,134,759 | 89,641,795 |

16.01 a) Lenders : The Company entered in to a syndication term loan agreement for expansion project (unit-3) on 10 August 2016 with Eastern Bank Limited the lead arranger and nine other banks and financial institution.

b) Loan Facilities: BD Taka 1,707 million

c) Interest Rate: 11.50% per p.a

d) Disbursement: First disbursement made on 17 May, 2018

e) Securities :

- i) Registered Mortgage on 640 decimals of land of the factory premises located at Madambibirhat Sitakunda, Chittagong
- ii) Fixed and floating charges over Fixed Assets
- iii) Irrevocable general power of attorney
- iv) Demand promissory note full loan amount

f) Repayments : This term loan is repayable in 24 equal quarterly instalment after 1 (one) year of grace period

g) Purpose : For capital expenditure for expansion project (Unit-3) with an additional capacity 2,000 M.T per day

| | Notes | 31 Dec 2018 (Un-audited) Taka | 30 June 2018 (Audited) Taka |
|---|-------|-------------------------------------|-------------------------------------|
| 17.00 Defined benefit obligation (gratuity) | | | |
| Opening balance | | 64,086,475 | 56,764,840 |
| Add: Provided during the period | | 13,669,569 | 22,973,965 |
| | | 77,756,044 | 79,738,805 |
| Less: Paid during the period | | (2,320,686) | (15,652,330) |
| | | 75,435,358 | 64,086,475 |

18.00 Deferred tax liability

Deferred tax liability has been calculated below at the applicable tax rate on the difference between the carrying value of property, plant and equipment as financial statements and tax written down value and financial position liability method for gratuity obligation.



| | Notes | 31 Dec 2018 (Un-audited) Taka | 30 June 2018 (Audited) Taka |
|--|-------|-------------------------------------|-----------------------------------|
| Opening balance | | 209,785,503 | 210,536,218 |
| Add/(Less): Provision/adjustment made during the period | | | |
| Against temporary difference | | 6,238,620 | 12,477,243 |
| Adjusted during the period against impact of depreciation on revaluation surplus | | (6,612,563) | (13,227,958) |
| | | (373,943) | (750,715) |
| | | 209,411,561 | 209,785,503 |
| 19.00 Trade payables | | | |
| At Cement plant | | 361,249,826 | 389,984,330 |
| At Ready-mix plant | | 89,845,360 | 88,097,905 |
| | | 451,095,186 | 478,082,235 |
| 20.00 Short term loans | | | |
| Deferred payment of L/C | 20.01 | 1,014,138,052 | 1,262,543,666 |
| Loan against Trust Receipt (LATR) | 20.02 | 6,970,619 | 140,304,217 |
| Time Loan/Demand Loan/Loan general | 20.03 | 243,201,735 | 759,009,996 |
| Cash Credit (Hypothecation)/OD General | 20.04 | 532,961,995 | 597,776,031 |
| Short term / Express loan | 20.05 | - | 310,019,093 |
| | | 1,797,272,401 | 3,069,653,003 |
| 20.01 Deferred payment of L/C | | | |
| At Cement plant | | 977,817,333 | 1,222,651,311 |
| At Ready-mix plant | | 36,320,719 | 39,892,355 |
| | | 1,014,138,052 | 1,262,543,666 |
| 20.02 Loan against Trust Receipt (LATR) | | | |
| At Cement plant | | 530,712 | 140,304,217 |
| At Ready-mix plant | | 6,439,907 | - |
| | | 6,970,619 | 140,304,217 |
| 20.03 Time Loan/Demand Loan/Loan general | | | |
| At Cement plant | | 206,501,549 | 746,465,396 |
| At Ready-mix plant | | 36,700,186 | 12,544,600 |
| | | 243,201,735 | 759,009,996 |
| 20.04 Cash Credit (Hypothecation)/OD General | | | |
| At Cement plant | | | |
| At Ready-mix plant | | 532,961,995 | 597,776,031 |
| | | 532,961,995 | 597,776,031 |
| 20.05 Short term / Express loan | | | |
| At Cement plant | | - | 310,019,093 |
| At Ready-mix plant | | - | - |
| | | - | 310,019,093 |
| 21.00 Current portion of Long term loan | | | |
| At Cement plant | | 131,307,692 | - |
| At Ready-mix plant | | - | - |
| | | 131,307,692 | - |
| 22.00 Provision for WPPF and Welfare Fund | | | |
| Opening balance | | - | 5,218,933 |
| Add: Provided during the period | | - | - |
| | | - | 5,218,933 |
| Less : Paid/Adjusted during the period | | - | (5,218,933) |
| | | - | - |
| 23.00 Current tax liability | | | |
| Opening Balance | | 60,237,568 | 78,429,344 |
| Add: Provision during the period | | 13,856,132 | 23,895,777 |
| | | 74,093,700 | 102,325,121 |
| Less: Paid/Adjusted during the year | | - | (42,087,553) |
| | | 74,093,700 | 60,237,568 |
| 24.00 Other liabilities | | | |
| At Cement plant | | 100,865,410 | 123,132,524 |
| At Ready-mix plant | | 2,287,698 | 2,859,404 |
| | | 103,153,108 | 125,991,928 |



| | Notes | Half year ended | | Quarter ended | |
|---------------------------------------|-------|-------------------------------|-------------------------------|----------------------------------|----------------------------------|
| | | July to December 2018 Taka | July to December 2017 Taka | October to December 2018 Taka | October to December 2017 Taka |
| 25.00 Revenue | | | | | |
| i. At Cement plant | | | | | |
| Revenue from local sales | 25.01 | 1,676,803,211 | 1,444,491,982 | 922,628,482 | 819,234,190 |
| Revenue from Export | 25.02 | 330,124,087 | 73,747,741 | 179,973,443 | 39,974,381 |
| Sub total | | 2,006,927,298 | 1,518,239,723 | 1,102,601,925 | 859,208,571 |
| ii. At Ready-mix plant | | | | | |
| Revenue from corporate sales | | 267,070,141 | 161,511,540 | 134,637,612 | 89,079,388 |
| Revenue from individual sales | | 16,818,649 | 20,020,046 | 10,638,244 | 18,691,507 |
| Sub total | | 283,888,790 | 181,531,586 | 145,275,856 | 107,770,895 |
| Grand total (i+ii) | | 2,290,816,088 | 1,699,771,309 | 1,247,877,781 | 966,979,466 |
| 25.01 Revenue from local sales | | | | | |
| Gross sales | | 1,928,323,692 | 1,661,164,519 | 1,061,022,754 | 942,119,318 |
| Less: Value Added Tax (VAT) | | (251,520,481) | (216,672,537) | (138,394,272) | (122,885,128) |
| Net sales | | 1,676,803,211 | 1,444,491,982 | 922,628,482 | 819,234,190 |
| 25.02 Revenue from Export | | | | | |
| Export proceeds - cost and freight | | 330,552,706 | 74,136,635 | 180,226,869 | 40,125,195 |
| Less: Export expenses | | (428,619) | (388,894) | (253,426) | (150,814) |
| | | 330,124,087 | 73,747,741 | 179,973,443 | 39,974,381 |
| 26.00 Cost of sales | | | | | |
| Raw materials consumed | 26.01 | 1,588,163,482 | 1,121,471,848 | 865,630,020 | 642,192,454 |
| Packing materials consumed | | 93,526,962 | 75,091,668 | 49,596,472 | 44,792,616 |
| Factory overhead | 26.02 | 378,938,574 | 309,667,444 | 187,577,102 | 159,583,257 |
| | | 2,060,629,018 | 1,506,230,960 | 1,102,803,594 | 846,568,327 |
| 26.01 Raw materials consumed | | | | | |
| At Cement plant | | 1,342,185,463 | 961,998,921 | 741,801,558 | 545,417,197 |
| At Ready-mix plant | | 245,978,019 | 159,472,927 | 123,828,462 | 96,775,257 |
| | | 1,588,163,482 | 1,121,471,848 | 865,630,020 | 642,192,454 |
| 26.02 Factory overhead | | | | | |
| At Cement plant | | 343,786,406 | 277,254,044 | 169,489,923 | 142,214,977 |
| At Ready-mix plant | | 35,152,168 | 32,413,400 | 18,087,179 | 17,368,280 |
| | | 378,938,574 | 309,667,444 | 187,577,102 | 159,583,257 |
| 27.00 Administrative expenses | | | | | |
| At Cement plant | | 47,440,496 | 47,867,263 | 22,417,616 | 22,395,230 |
| At Ready-mix plant | | | | | |
| | | 47,440,496 | 47,867,263 | 22,417,616 | 22,395,230 |



| | Notes | Half year ended | | Quarter ended | |
|---|-------|--------------------|--------------------|---------------------|---------------------|
| | | July to December | July to December | October to December | October to December |
| | | 2018 | 2017 | 2018 | 2017 |
| | | Taka | Taka | Taka | Taka |
| 28.00 Selling and distribution expenses | | | | | |
| At Cement plant | | 56,993,824 | 159,869,709 | 36,966,103 | 109,077,773 |
| At Ready-mix plant | | - | 640,934 | - | 397,204 |
| | | 56,993,824 | 160,510,643 | 36,966,103 | 109,474,977 |
| 29.00 Other operating income | | | | | |
| At Cement plant | | 4,341,182 | 927,808 | 3,009,121 | 10,377 |
| At Ready-mix plant | | 534,952 | - | - | - |
| | | 4,876,134 | 927,808 | 3,009,121 | 10,377 |
| 30.00 Finance costs | | | | | |
| At Cement plant | | 141,049,455 | 39,241,267 | 82,030,458 | 22,430,775 |
| At Ready-mix plant | | 2,176,283 | 2,103,275 | 1,538,000 | 800,000 |
| | | 143,225,738 | 41,344,542 | 83,568,458 | 23,230,775 |
| 31.00 Finance income | | | | | |
| At Cement plant | | 9,596,064 | 3,438,495 | 6,693,502 | 1,393,314 |
| At Ready-mix plant | | 101,386 | - | 101,386 | - |
| | | 9,697,450 | 3,438,495 | 6,794,888 | 1,393,314 |
| 32.00 Non-operating income/(loss) | | | | | |
| At Cement plant | | 785,201 | 65,341,170 | - | 40,692,195 |
| At Ready-mix plant | | - | - | - | - |
| | | 785,201 | 65,341,170 | - | 40,692,195 |
| 33.00 Share of profit/(loss) of associates (Net of tax) | | | | | |
| Confidence Electric Limited | 33.01 | 123,283,581 | 142,228,905 | 30,576,864 | 85,191,618 |
| Confidence Power Limited | 33.02 | 52,615,443 | 14,906,412 | 32,097,792 | 6,964,729 |
| Confidence Batteries Limited | 33.03 | 13,299,065 | - | 5,230,660 | - |
| | | 189,198,089 | 157,135,318 | 67,905,316 | 92,156,347 |
| 33.01 Confidence Electric Limited | | | | | |
| Net profit attributable to the shareholders' of associate | | 251,599,145 | 290,263,072 | 62,401,764 | 173,860,445 |
| Ownership | | 49% | 49% | 49% | 49% |
| Net profit / (Loss) attributable to Confidence Cement Limited | 7.01 | 123,283,581 | 142,228,905 | 30,576,864 | 85,191,618 |
| 33.02 Confidence Power Limited | | | | | |
| Net profit attributable to the shareholders' of associate | | 210,461,773 | 59,625,649 | 128,391,167 | 27,858,914 |
| Ownership | | 25% | 25% | 25% | 25% |
| Net profit / (Loss) attributable to Confidence Cement Limited | 7.02 | 52,615,443 | 14,906,412 | 32,097,792 | 6,964,729 |
| 33.03 Confidence Batteries Limited | | | | | |
| Net profit attributable to the shareholders' of associate | | 27,140,949 | - | 10,674,817 | - |
| Ownership | | 49% | 49% | 49% | - |
| Net profit / (Loss) attributable to Confidence Cement Limited | | 13,299,065 | - | 5,230,660 | - |