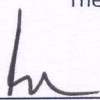


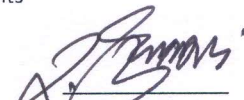
Statement of Financial Position As at 31 March 2019

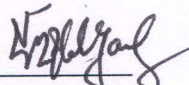
		31 March 2019 (Un-audited) Taka	30 June 2018 (Audited) Taka
ASSETS			
Non-current assets			
Property, plant and equipment	4	4,095,856,794	4,155,322,547
Capital work-in-progress	5	7,646,215	90,948,685
Investments	6	81,680,501	101,031,513
Investment in associates	7	927,830,200	670,268,537
Total non-current assets		5,113,013,710	5,017,571,282
Current assets			
Inventories	8	892,919,413	756,294,567
Trade receivables	9	1,061,356,656	1,022,013,946
Advances, deposits and prepayments	10	1,267,888,044	1,025,494,236
Other receivables	11	96,975,062	80,017,915
Short term investments	12	250,000,000	250,000,000
Cash and cash equivalents	13	60,609,750	49,425,599
Total current assets		3,629,748,925	3,183,246,263
Total Assets		8,742,762,635	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 reserve	15.02	547,557,179	537,636,210
Retained earnings		2,096,585,680	1,995,828,285
Total Equity		4,322,001,842	4,103,339,038
Liabilities			
Non-current liabilities			
Long term loan	16	1,510,037,259	89,641,795
Defined benefit obligations (gratuity)	17	77,047,130	64,086,475
Deferred tax liability	18	209,222,466	209,785,503
Total non-current liabilities		1,796,306,855	363,513,773
Current liabilities			
Trade payables	19	424,370,331	478,082,235
Short term loans	20	2,010,855,716	3,069,653,003
Current portion of long term loans	21	65,653,846	-
Provision for WPPF and welfare fund	22	2,638,747	-
Current tax liability	23	33,960,336	60,237,568
Other liabilities	24	86,974,962	125,991,928
Total current liabilities		2,624,453,938	3,733,964,734
Total Liabilities		4,420,760,793	4,097,478,507
Total Equity and Liabilities		8,742,762,635	8,200,817,545
Net asset value per share		66.71	76.00

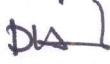
The annexed notes 1 to 33 form an integral part of these financial statements


Chairman


Vice Chairman


Managing Director


Chief Financial Officer


Company Secretary

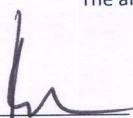
Page-1



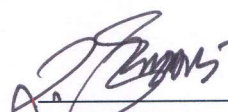
Statement of Profit or Loss and Other Comprehensive Income (Un-audited) For the third quarter ended 31 March 2019

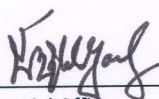
	Note(s)	Nine months ended		Quarter ended	
		July'18 to March'19 Taka	July'17 to March'18 Taka	January'19 to March'19 Taka	January'18 to March'18 Taka
Revenue	25	3,691,311,831	2,842,749,421	1,400,495,743	1,142,978,112
Cost of sales	26	(3,217,476,842)	(2,475,625,020)	(1,136,847,824)	(969,394,060)
Gross Profit		473,834,989	367,124,401	263,647,919	173,584,052
Administrative expenses	27	(69,986,610)	(68,036,579)	(22,546,114)	(20,169,316)
Selling and distribution expenses	28	(135,042,744)	(224,160,638)	(78,048,920)	(63,649,995)
Other operating income	29	6,111,044	1,809,907	1,234,910	882,099
Profit from operating activities		274,916,679	76,737,091	164,287,795	90,646,840
Finance costs	30	(221,201,117)	(98,002,160)	(77,975,379)	(56,657,618)
Finance income	31	12,336,197	9,888,846	2,638,747	6,450,351
Profit before Workers profit participation fund		66,051,759	(11,376,223)	88,951,163	40,439,573
Contribution to WPPF and welfare fund		(4,447,558)	-	(4,447,558)	-
		61,604,201	(11,376,223)	84,503,605	40,439,573
Non-operating income/(loss)	32	2,213,156	63,999,323	1,427,955	(1,341,847)
Share of profit/(loss) of associates (net of tax)	33	257,561,663	244,200,636	68,363,574	87,065,318
Profit before income tax		321,379,020	296,823,736	154,295,134	126,163,044
Provision for income tax:					
-Current tax		(22,290,916)	(29,379,578)	(8,434,784)	(18,874,879)
-Deferred tax		(9,357,933)	7,442,941	(3,119,312)	6,142,027
Total comprehensive income		289,730,171	274,887,099	142,741,038	113,430,192
Earnings per share		4.47	5.09	2.20	2.10

The annexed notes 1 to 33 form an integral part of these financial statement


Chairman


Vice Chairman


Managing Director

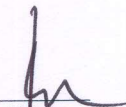

Chief Financial Officer


Company Secretary



Statement of Changes in Equity (Un-audited)
For the third quarter ended 31 March 2019

						Amount in Taka
	Share Capital	Share Premium	General Reserve	Revaluation Reserve	Retained Earnings	Total
Balance 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
Net profit after tax for the period ended 31 March, 2018	-	-	-	-	274,887,099	274,887,099
Adjustment for depreciation on revalued assets	-	-	-	(39,683,872)	39,683,872	-
Deferred tax adjustment on revaluation surplus	-	-	-	9,920,968	-	9,920,968
Bonus share issued	89,987,040	-	-	-	(89,987,040)	-
Cash dividend paid	-	-	-	-	(67,490,280)	(67,490,280)
Balance as at 31 March 2017	539,922,240	658,089,549	371,862,754	547,942,413	1,883,249,802	4,001,066,758
Balance 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
Net profit after tax for the period ended 31 March, 2019	-	-	-	-	289,730,171	289,730,171
Adjustment for depreciation on revalued assets	-	-	-	-	-	-
Deferred tax adjustment on revaluation surplus	-	-	-	9,920,969	-	9,920,969
Bonus share issued @ 20% for 2017-18	107,984,440	-	-	-	(107,984,440)	-
Cash dividend paid @ 15% for 2017-18	-	-	-	-	(80,988,336)	(80,988,336)
Balance as at 31 March 2018	647,906,680	658,089,549	371,862,754	547,557,179	2,096,585,680	4,322,001,842


Chairman


Vice Chairman


Chief Financial Officer

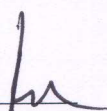

Managing Director


Company Secretary



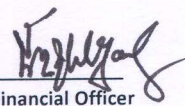
Statement of Cash Flow (Un-audited) For the third quarter ended 31 March 2019

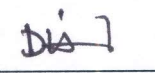
	July' 18 to March' 19 Taka	July' 17 to March' 18 Taka
Cash flow from operating activities		
Receipts from customers	3,651,969,121	2,768,629,546
Payment of suppliers, employees & others	(3,748,158,665)	(2,903,581,621)
Cash generated from operations	(96,189,544)	(134,952,075)
Receipts from other income	6,111,044	63,999,323
Net cash (used in) / generated by operating activities	(90,078,500)	(70,952,752)
Cash flows from investing activities		
Acquisition of property, plant & equipment	(56,311,779)	(397,262,679)
(Increase) / Decrease in investment	18,028,813	234,409,071
(Increase) / Decrease in short term investment	-	(171,642,000)
Dividend received from Associates Company	-	3,780,000
Net cash(used in)/generated by investing activities	(38,282,966)	(330,715,608)
Cash flows financing activities		
Long term loans (repaid) / increased	1,420,395,464	(4,149,813)
Short term loan -Overdraft (repaid) / increase	(993,143,442)	(249,790,167)
Payments for financial expenses	(208,864,920)	(88,113,314)
Dividend paid	(78,841,485)	(61,135,815)
Net cash(used in)/generated by financing activities	139,545,617	(403,189,109)
Increase/(Decrease) in cash and cash equivalents	11,184,151	(804,857,469)
Opening cash and cash equivalents	49,425,599	863,557,551
Closing cash and cash equivalents	60,609,750	58,700,082
Net operating cash flow per share	(1.39)	(1.31)


Chairman


Vice Chairman


Managing Director


Chief Financial Officer


Company Secretary



Notes to the Financial Statements

As at and for the quarter ended 31 March 2019

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, Haliashahar 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:

<u>Category of assets</u>	<u>Rates of depreciation</u>
Building & other Construction	2.5% - 10%
Plant and Machinery	5% - 15%
Furniture, Fixtures and Equipment's	5% - 30%
Vehicles	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

<u>Category</u>	<u>Basis of valuation</u>
Raw materials	At cost or net realizable value whichever is lower
Work-in-process	At cost
Stores & spares	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.



	Notes	31 March 2019	30 June 2018
		(Un-audited)	(Audited)
		Taka	Taka
4.00 Property, plant and equipment			
<u>i. At Cement plant</u>			
Cost/ Revalued value	4.01	5,673,591,054	5,541,396,286
Less: Accumulated depreciation	4.02	(1,808,755,097)	(1,621,328,387)
Sub total		3,864,835,957	3,920,067,899
<u>ii. At Ready-mix plant</u>			
Cost/ Revalued value		313,667,112	306,247,631
Less: Accumulated depreciation		(82,646,275)	(70,992,983)
Sub total		231,020,837	235,254,648
Grand total (i+ii)		4,095,856,794	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		132,194,768	2,585,334,061
		5,673,591,054	5,547,905,296
Less: Disposal		-	(6,509,010)
		5,673,591,054	5,541,396,286
<u>ii. At Ready-mix plant</u>			
Opening balance		306,247,631	305,930,046
Add: Addition during the period		7,419,481	317,585
		313,667,112	306,247,631
		313,667,112	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		187,426,710	180,865,555
Factory overhead		175,278,582	165,362,501
Administrative expenses		7,238,934	10,451,948
Selling and distribution expenses		4,909,194	5,051,106
Less: Adjustment during the year for sale of fixed assets		-	(5,097,905)
		1,808,755,097	1,621,328,387
<u>ii. At Ready-mix plant</u>			
Opening balance		70,992,983	56,385,215
Add: Charged during the period		11,653,292	14,607,768
Factory overhead		11,653,292	14,607,768
Administrative expenses		-	-
Selling and distribution expenses		-	-
		82,646,275	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	45,401,576	266,927,395
		136,350,261	2,536,764,936
Less: Capitalized during the period	5.01	(128,704,046)	(2,445,816,251)
		7,646,215	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
<u>At cement plant</u>				
Civil works	63,513,917	23,177,330	(84,123,712)	2,567,535
Plant & machinery	2,485,592	22,096,209	(19,503,121)	5,078,680
Vehicles	24,949,176	-	(24,949,176)	-
Inter Office Decoration	-	128,037	(128,037)	-
	90,948,685	45,401,576	(128,704,046)	7,646,215

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 March 2019 (Un-audited) Taka	30 June 2018 (Audited) Taka
6.00 Investments			
Investment in quoted shares	6.01	1,972,943	18,296,001
Investment in unquoted shares	6.02	21,894,450	21,894,450
Other investments	6.03	57,813,108	60,841,062
		81,680,501	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		(16,712)	(1,611,295)
Add : Profit realised on tradeable securities		580,103	37,531,549
		1,972,943	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		(3,027,954)	(4,056,138)
		57,813,108	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.

	Notes	31 March 2019 (Un-audited) Taka	30 June 2018 (Audited) Taka
7.00 Investment in associates			
Confidence Electric Limited	7.01	597,997,380	413,216,233
Confidence Power Limited	7.02	293,692,264	239,099,487
Confidence Batteries Limited	7.03	36,140,556	17,952,817
		927,830,200	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	184,781,147	340,026,826
		595,792,380	411,011,233
		597,997,380	413,216,233

