

**CONFIDENCE CEMENT LIMITED**  
**INDEPENDENT AUDITORS' REPORT**  
**AND FINANCIAL STATEMENTS**  
**AS AT AND FOR THE YEAR ENDED 30 JUNE 2022**



Member of



**INDEPENDENT AUDITORS' REPORT**  
**to the Shareholders of**  
**CONFIDENCE CEMENT LIMITED**

**Report on the Audit of the Consolidated and Separate Financial Statements**

**Qualified Opinion**

We have audited the accompanying consolidated financial statements of **Confidence Cement Limited and its subsidiary** ("the Group") as well as the separate financial statements of Confidence Cement Limited ("the Company") which comprise the Consolidated and Separate Statement of Financial Position as at 30 June 2022, and the Consolidated and Separate Statement of Profit or Loss and Other Comprehensive Income, Consolidated and Separate Statement of Changes in Equity and Consolidated and Separate Statement of Cash Flows for the period from 01 July 2021 to 30 June 2022, and notes to the consolidated and separate financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying consolidated and separate financial statements, prepared in accordance with International Financial Reporting Standards (IFRSs), give a true and fair view of the financial position of the Group as at 30 June 2022 and of its financial performance and cash flows for the period from 01 July 2021 to 30 June 2022 and comply with the Companies Act, 1994, the Securities and Exchange Rules, 2020 and other applicable laws and regulations.

**Basis for Qualified Opinion**

The Company's Unclaimed Dividend carried at Tk 94,670,346 as on 30 June 2022 under note: 23 to the financial statements. As per notification no- BSEC/CMRRCD/2021-391/20/Admin/121 dated 14 January 2021 the Company required to transfer the unclaimed dividend remained unpaid for three (3) years or more to Bangladesh Securities and Exchange Commission (Capital Market Stabilization Fund). The company has not yet transferred Tk 79,135,305 unclaimed dividend to the abovementioned fund.

We conducted our audit in accordance with International Standard on Auditing (ISAs) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Our responsibilities under those standards are further described in "Auditors responsibilities for the audit of the consolidated and separate financial statements" section of our report.

We are independent of the Group and the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) that are relevant to our audit of the consolidated and separate financial statements in Bangladesh and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

**Key Audit Matters**

Key audit matters are those matters that, in the auditors' professional judgment, were of most significance in our audit of the consolidated and the separate financial statements for the year ended 30 June 2022. These matters, and any comments we make on the results of our procedures thereon, were addressed in the context of our audit of the consolidated and the separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Basis for Qualified Opinion section we have determined the matters described below to be the key audit matters to be communicated in our report. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the consolidated and the separate financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated and separate financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our qualified audit opinion on the accompanying consolidated and the separate financial statements.

1.	<b>Property, plant and equipment (PPE)</b>	<b>How our audit addressed the key audit matter</b>
	<p>PPE is measured at cost or revaluation less accumulated depreciation. The carrying value of PPE represents significant portion of total assets, which is amounting to Tk. 3,717.43 million and 3,947.65 million respectively for the Company and the Group at the reporting date. In other words, for both the Company and the Group, approximately 30% and 32% of total assets are represented by PPE. Therefore, it has been considered as a significant area of auditors' judgment. It is a matter of consideration that the carrying value of PPE may be higher than the recoverable amount and the impairment thereon may not have been recognized.</p>	<p>Our audit procedures in this area included among others, considering the impairment risk of the assets;</p> <ul style="list-style-type: none"> <li>• Reviewing basis of recognition, measurement and valuation of assets;</li> <li>• Review of procedures of assets acquisition, depreciation and disposal;</li> <li>• Checking ownership of the major assets, Capital-Work-in-Progress (CWIP) and its transfer to PPE;</li> <li>• Performing physical verification on sample basis;</li> <li>• Evaluating the Group's assumptions to identify if there is any requirement of recognition of impairment;</li> <li>• Checking fixed asset register of the company, performing test check of depreciation calculation, checking fixed assets schedule and books of accounts maintained by the company; and</li> <li>• Finally, assessing the appropriateness and presentation of disclosures in line with relevant accounting standards.</li> </ul>
2.	<b>Revenue Recognition</b>	<b>How our audit addressed the key audit matter</b>
	<p>Appropriateness of revenue recognition and disclosures. Revenue recognition has significant and wide influence on the consolidated and the separate financial statements.</p> <p>As described in the accounting policy note 3.15 to the consolidated and the separate financial statements, the Group and the Company recognizes revenue upon transfer of control as per IFRS 15 – Revenue from Contracts with Customers.</p> <p>The company has reported total revenue of BDT 4,061.87 million and the Group, as a whole, reported total revenue of BDT 4,064.34 million. Refer to note 25 and 25.a to the financial statements.</p> <p>This material item is subject to considerable inherent risk due to the complexity and identifying revenue and the high number of transactions from which revenue is being recognized.</p> <p>Against this background, the proper application of the accounting standards is considered to be complex and assumptions made by management.</p>	<ul style="list-style-type: none"> <li>• Assessed the environment of the company as well as other relevant systems supporting the accounting of revenue;</li> <li>• Assessed manual as well as application controls supporting revenue recognition;</li> <li>• Assessed the invoicing and measurement systems up to entries in the general ledger;</li> <li>• Reconciled customer invoices (Mushak 6.3), (Mushak 4.3), VAT Return (Mushak 9.1) and receipts of payment on a test basis;</li> <li>• Tested the revenue charging model against the regulatory guidelines, contractual provisions and accounting standards, on a sample basis;</li> <li>• Tested the timing of revenue recognition as well as cut off</li> <li>• Obtained and reviewed supporting documents for sales transactions recorded;</li> <li>• performed detailed walk through tests for the trade incentives and assessed whether the sufficient disclosure has been given.</li> </ul>
3.	<b>Implementation of IFRS 16 - Lease</b>	<b>How our audit addressed the key audit matter</b>
	<p>The Group and the Company has recognized right of-use assets (ROU) of BDT 317.59 million at 01 July 2020 and lease liabilities, arising from the lease rental agreements for its jetty, warehouse and office spaces and the lease liabilities stood BDT 276.48 million at the end of the 30 June 2022.</p>	<p>Our audit procedures in this area included among others;</p> <ul style="list-style-type: none"> <li>• Obtaining an understanding of the managements process for implementing IFRS 16 including financial controls designed by the management to mitigate the risks assessed by us independently. We tested those relevant controls and adopted a control rely strategy;</li> </ul>

The lease liability is measured at the present value of the remaining lease payments at 01 July 2020. For calculation of the lease liability, the management applies its judgement in determination of lease term where certainty of exercising the option to extend or the option not to terminate the lease is considered. The incremental borrowing rate is used as discounting rate in calculation of lease liability.

We considered the application of IFRS 16 Leases as a key audit matter, since the balances recorded are material. Management had to apply several judgments and estimates such as lease term, discount rates, measurement basis among others and undertake a significant data extraction exercise to summarize the lease data for input into their lease calculation model.

- Obtaining, reading and evaluating the contracts for lease rental arrangements, especially the terms and conditions related to payments, lease incentives, any indirect costs, dismantling and restoration, option to extend the lease or not to terminate the lease;
- Testing and evaluating management's judgment and estimates used in adopting the new standard;
- Testing the lease amortization schedule and depreciation schedule for each of the leases;
- Assessing whether the disclosures within the financial statements are as prescribed by the relevant IFRS Standards; and
- Testing management's assumptions in determining the certainty of exercising option to extend or terminate lease and the discounting rate applied to calculate lease liability.

#### Reporting on other information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and separate financial statements and our auditor's report thereon. The draft annual report is expected to be made available to us after the date of this auditors' report but before finalization of the annual report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the annual report before finalization, if we conclude that there is a material misstatement therein, we will communicate the matter to those charged with governance of the Company so that the matter is duly addressed in the annual report.

#### Responsibilities of management and those charged with governance for the consolidated and the separate financial statements

Management is responsible for the preparation and fair presentation of these consolidated and separate financial statements of the Group and the Company in accordance with International Financial Reporting Standards (IFRSs), the Companies Act, 1994, the Securities and Exchange Rules, 2020 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and the separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

### **Auditors' responsibilities for the audit of the consolidated and the separate financial statements**

Our objectives are to obtain reasonable assurance about whether the consolidated and the separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- (a) identify and assess the risks of material misstatement of the consolidated and the separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- (c) evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- (d) conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated and the separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- (e) evaluate the overall presentation, structure, and content of the consolidated and the separate financial statements, including the disclosures, and whether the consolidated and the separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- (f) obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and the Company to express an opinion on the consolidated and the separate financial statements. We are responsible for the direction, supervision and performance of the Group and the Company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We communicate with those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We determine those matters, from the matters communicated with those charged with governance, that were of most significance in the audit of the consolidated and the separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**Other matter**

The financial statements of associate companies, Confidence Infrastructure Limited and Confidence Cement Dhaka Limited, were remained unaudited. Therefore, during the year we could not recognise any share of profit or loss from investment in associate.

**Report on other legal and regulatory requirements**

In accordance with the Companies Act 1994 and the Securities and Exchange Rules, 2020, we also report the following;

- i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii) in our opinion, proper books of account as required by law have been kept by the Group and the Company so far as it appeared from our examination of these books;
- iii) the consolidated and the separate statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns and;
- iv) the expenditure incurred was for the purposes of the Company's business.

Firm Name  
Registration No.

: Hussain Farhad & Co., Chartered Accountants  
: 4/452/ICAB-84

Signature of the auditor  
Name of the auditor  
DVC No.  
Place  
Date

:   
: Sarwar Uddin FCA, Partner/Enrollment No: 0779  
: 2211150779AS385134  
: Chattogram  
: 15 November 2022




**CONFIDENCE CEMENT LIMITED**  
**Consolidated Statement of Financial Position**  
**As at 30 June 2022**

	Note(s)	30 June 2022	30 June 2021
		Taka	(Restated) Taka
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4.a	3,947,647,822	3,897,617,241
Right of use assets	5.a	276,482,169	271,190,364
Capital work-in-progress	6.a	319,437,870	380,298,748
Investments	7.a	4,690,384,068	3,942,190,676
<b>Total non-current assets</b>		<b>9,233,951,929</b>	<b>8,491,297,029</b>
<b>Current assets</b>			
Investments in quoted shares	8.a	-	2,347,652
Inventories	9.a	599,286,142	559,146,571
Trade receivables	10.a	741,811,012	803,342,078
Advances, deposits and prepayments	11.a	1,494,477,242	1,048,364,235
Other receivables	12.a	109,297,057	164,925,790
Short term investments in Fixed Deposits	13.a	139,000,000	204,000,000
Cash and cash equivalents	14.a	92,661,791	212,156,718
<b>Total current assets</b>		<b>3,176,533,244</b>	<b>2,994,283,044</b>
<b>Total Assets</b>		<b>12,410,485,173</b>	<b>11,485,580,073</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	15	782,347,312	782,347,312
Share premium		658,089,549	658,089,549
General reserve	16.01.a	371,862,754	371,862,754
Revaluation reserve	16.02.a	391,000,123	425,096,390
Retained earnings		3,448,608,415	3,479,126,964
<b>Equity attributable to owner's of the Company</b>		<b>5,651,908,153</b>	<b>5,716,522,969</b>
Non-Controlling Interest		1,001,956	978,873
<b>Total Equity</b>		<b>5,652,910,109</b>	<b>5,717,501,842</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Long term borrowings	17.01.a	547,141,668	925,428,901
Lease liabilities - non-current portion	5.01.03.a	258,090,524	247,283,924
Defined benefit obligations (gratuity)	18.a	157,080,995	111,085,765
Deferred tax liability	19.a	315,773,060	393,302,089
<b>Total non-current liabilities</b>		<b>1,278,086,247</b>	<b>1,677,100,679</b>
<b>Current liabilities</b>			
Trade payables	20.a	280,933,712	466,420,590
Short term borrowings	21.a	4,386,302,431	2,910,011,627
Current portion of long term borrowings	17.01.a	446,149,537	283,573,384
Lease liabilities - current portion	5.01.03.a	39,153,629	35,307,665
Current tax liability	22.a	101,858,296	118,045,750
Unclaimed dividend	23.a	94,670,346	89,210,293
Other liabilities	24.a	130,420,866	188,408,243
<b>Total current liabilities</b>		<b>5,479,488,817</b>	<b>4,090,977,552</b>
<b>Total Liabilities</b>		<b>6,757,575,064</b>	<b>5,768,078,231</b>
<b>Total Equity and Liabilities</b>		<b>12,410,485,173</b>	<b>11,485,580,073</b>
<b>Net Asset Value Per Share</b>	37.a	<b>72.24</b>	<b>73.07</b>

The annexed notes 1 to 46 form an integral part of these financial statements

  
Chairman

  
Chief Financial Officer

  
Vice Chairman

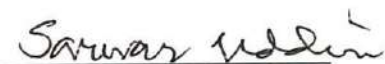
  
Company Secretary

  
Managing Director

Signed in terms of our annexed report of same date

Place : Chattogram  
Dated : 15 November 2022  
DVC : 2211150779AS385134



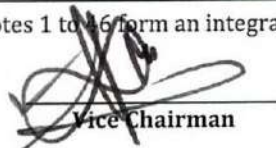
  
Hussain Farhad & Co.  
Chartered Accountants

**CONFIDENCE CEMENT LIMITED**  
**Consolidated Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 30 June 2022**

	Note(s)	01 July 2021	01 July 2020
		to 30 June 2022	to 30 June 2021 (Restated)
		Taka	Taka
Revenue	25.a	4,064,335,889	4,619,313,869
Cost of sales	26.a	(4,144,912,254)	(4,106,036,278)
<b>Gross Profit</b>		<b>(80,576,365)</b>	<b>513,277,591</b>
Administrative expenses	27.a	(98,246,577)	(88,978,591)
Selling and distribution expenses	28.a	(188,461,313)	(178,560,829)
Other operating income	29.a	94,477,348	149,064,284
<b>Profit from operating activities</b>		<b>(272,806,907)</b>	<b>394,802,455</b>
Finance costs	30.a	(359,133,469)	(222,480,918)
Finance income	31.a	15,917,107	30,101,906
Non-operating income	32.a	10,141,536	234,110,705
<b>Profit/ (loss) before WPPF and welfare fund</b>		<b>(605,881,733)</b>	<b>436,534,148</b>
Contribution to WPPF and welfare fund	33.a	-	(21,867,470)
<b>Profit after WPPF and welfare fund</b>		<b>(605,881,733)</b>	<b>414,666,678</b>
Share of profit of equity accounted investees (net of tax)	34.a	741,470,146	1,071,558,124
<b>Profit before income tax</b>		<b>135,588,413</b>	<b>1,486,224,802</b>
Current tax			
Current Year	22.01.a	(90,188,876)	(106,376,330)
Previous Year	22.01.a	(2,712,855)	(2,476,131)
Deferred tax	19.01.a	69,004,962	(137,448,548)
<b>Net profit after tax</b>		<b>111,691,644</b>	<b>1,239,923,793</b>
<b>Profit attributable to:</b>			
Owners of the Company		111,668,561	1,239,936,412
Non-controlling Interests		23,083	(12,619)
		<b>111,691,644</b>	<b>1,239,923,793</b>
<b>Other comprehensive income</b>			
<b>Items that will never be reclassified to profit or loss</b>		-	-
<b>Items that are or may be reclassified to profit or loss</b>			
CCL's portion of prior year adjustments in CPHL retained earnings		10,779,384	-
CCL's portion of prior year adjustments in CBL retained earnings		-	(94,560,269)
Loss on dilution of share value due to issuance of new shares		-	(165,666,278)
Adjustment for lease on associate's retained earnings		-	(656,786)
Adjustment for bargain purchase on associate's retained earnings		-	15,364,455
<b>Total other comprehensive income</b>		<b>10,779,384</b>	<b>(245,518,878)</b>
<b>Total comprehensive income</b>		<b>122,471,028</b>	<b>994,404,915</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company		122,447,945	994,417,534
Non-controlling Interests		23,083	(12,619)
		<b>122,471,028</b>	<b>994,404,915</b>
<b>Earnings per share</b>	36.a	<b>1.43</b>	<b>15.85</b>

The annexed notes 1 to 16 form an integral part of these financial statements

  
Chairman

  
Vice Chairman

  
Managing Director

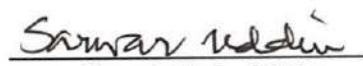
  
Chief Financial Officer

  
Company Secretary

As per our annexed report of same date

Place : Chattogram  
Dated : 15 November 2022  
DVC : 2211150779AS385134



  
**Hussain Farhad & Co.**  
Chartered Accountants



**CONFIDENCE CEMENT LIMITED**  
**Consolidated Statement of Changes in Equity**  
**For the year ended 30 June 2022**

Amount in Taka

	Attributable to owners of the company					Total	Non-Controlling Interest	Total
	Share Capital	Share Premium	General Reserve	Revaluation Reserve	Retained Earnings			
Balance as on 1 July 2020 as originally presented	745,092,682	658,089,549	371,862,754	462,121,543	2,583,434,170	4,820,600,698	-	4,820,600,698
Adjustment for Advance Tax (VAT) and recognition of subsidiary					2,519,401	2,519,401	991,492	3,510,893
<b>Balance as on 1 July 2020 as restated</b>	<b>745,092,682</b>	<b>658,089,549</b>	<b>371,862,754</b>	<b>462,121,543</b>	<b>2,585,953,571</b>	<b>4,823,120,099</b>	<b>991,492</b>	<b>4,824,111,591</b>
Adjustment for depreciation on revalued assets	-	-	-	(47,774,391)	47,774,391	-	-	-
Deferred tax adjustment on revalued assets	-	-	-	10,749,238	-	10,749,238	-	10,749,238
Loss on dilution of share value due to issuance of new shares	-	-	-	-	(165,666,278)	(165,666,278)	-	(165,666,278)
Adjustment for lease on associate's retained earnings	-	-	-	-	(656,786)	(656,786)	-	(656,786)
Adjustment for bargain purchase on associate's retained earnings	-	-	-	-	15,364,455	15,364,455	-	15,364,455
CCL's portion of prior year adjustments in Confidence Batteries Limited's retained earnings	-	-	-	-	(94,560,269)	(94,560,269)	-	(94,560,269)
Cash dividend for the year 2019-2020	-	-	-	-	(111,763,902)	(111,763,902)	-	(111,763,902)
Stock dividend for the 2019-2020	37,254,630	-	-	-	(37,254,630)	-	-	-
Profit after tax for the year 2020-21	-	-	-	-	1,239,936,412	1,239,936,412	(12,619)	1,239,923,793
<b>Balance as at 30 June 2021</b>	<b>782,347,312</b>	<b>658,089,549</b>	<b>371,862,754</b>	<b>425,096,390</b>	<b>3,479,126,964</b>	<b>5,716,522,969</b>	<b>978,873</b>	<b>5,717,501,842</b>
Balance as on 1 July 2021	782,347,312	658,089,549	371,862,754	425,096,390	3,479,126,964	5,716,522,969	978,873	5,717,501,842
Adjustment for depreciation on revalued assets	-	-	-	(42,620,334)	42,620,334	-	-	-
Deferred tax adjustment on revalued assets	-	-	-	8,524,067	-	8,524,067	-	8,524,067
CCL's portion of prior year adjustments in Confidence Power Holdings Limited's retained earnings	-	-	-	-	10,779,384	10,779,384	-	10,779,384
Cash dividend for the year 2020-2021	-	-	-	-	(195,586,828)	(195,586,828)	-	(195,586,828)
Profit after tax for the year 2021-22	-	-	-	-	111,668,561	111,668,561	23,083	111,691,644
<b>Balance as at 30 June 2022</b>	<b>782,347,312</b>	<b>658,089,549</b>	<b>371,862,754</b>	<b>391,000,123</b>	<b>3,448,608,415</b>	<b>5,651,908,153</b>	<b>1,001,956</b>	<b>5,652,910,109</b>

  
Chairman

  
Chief Financial Officer

  
Vice Chairman

  
Company Secretary

  
Managing Director




**CONFIDENCE CEMENT LIMITED**  
**Consolidated Statement of Cash Flows**  
**For the year ended 30 June 2022**

	01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021 (Restated)
Note(s)	Taka	Taka
<b>a. Operating activities</b>		
Receipts from customers and others	4,173,287,368	4,670,414,353
Cash paid to suppliers, employees and other operating expenses	(4,776,328,312)	(4,138,487,916)
Income tax paid (net)	(109,089,185)	(124,043,798)
Interest paid (net)	(316,671,480)	(164,307,343)
<b>Net cash flows generated/(used) in operating activities</b>	<b>35.a (1,028,801,609)</b>	<b>243,575,296</b>
<b>b. Investing activities</b>		
Acquisition of Property, plant and equipment	(245,001,705)	(295,666,474)
Proceeds from sale of property, plant and equipment	6,096,439	270,505
Investment in subsidiary and equity accounted investees	-	154,032,241
Proceeds from sale of Investment in quoted shares	2,628,956	-
Decrease in investment in FDRs	65,000,000	50,000,000
Dividend received	9,458,432	856,773
<b>Net cash flows used in investing activities</b>	<b>(161,817,878)</b>	<b>(90,506,955)</b>
<b>c. Financing activities</b>		
Repayment of long term borrowings	(215,711,080)	(309,241,815)
Receipt of short term borrowings	1,476,290,804	386,857,396
Dividend paid	(190,126,775)	(109,385,380)
<b>Net cash flows from/(used in) financing activities</b>	<b>1,070,452,949</b>	<b>(31,769,799)</b>
<b>d. Net increase/(decrease) in cash and cash equivalents (a+b+c)</b>	<b>(120,166,538)</b>	<b>121,298,542</b>
<b>e. Opening cash and cash equivalents</b>	<b>212,156,718</b>	<b>90,853,712</b>
<b>f. Effect of foreign exchange rate changes on cash and cash equivalents</b>	<b>671,611</b>	<b>4,464</b>
<b>g. Closing cash and cash equivalents (d+e)</b>	<b>92,661,791</b>	<b>212,156,718</b>
<b>Net operating cash flow per share</b>	<b>38.a (13.15)</b>	<b>3.11</b>

  
 Chairman

  
 Vice Chairman

  
 Managing Director

  
 Chief Financial Officer


  
 Company Secretary



**CONFIDENCE CEMENT LIMITED**  
**Statement of Financial Position**  
**As at 30 June 2022**

	Note(s)	30 June 2022	30 June 2021
		Taka	(Restated) Taka
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	3,717,429,352	3,897,594,783
Right of use assets	5	276,482,169	271,190,364
Capital work-in-progress	6	319,437,870	238,782,466
Investments	7	4,789,384,068	4,041,190,676
<b>Total non-current assets</b>		<b>9,102,733,459</b>	<b>8,448,758,289</b>
<b>Current assets</b>			
Investments in quoted shares	8	-	2,347,652
Inventories	9	599,286,142	559,146,571
Trade receivables	10	739,342,507	803,342,078
Advances, deposits and prepayments	11	1,617,487,942	1,180,631,365
Other receivables	12	108,297,057	163,925,790
Short term investments in Fixed Deposits	13	139,000,000	204,000,000
Cash and cash equivalents	14	88,768,070	212,156,718
<b>Total current assets</b>		<b>3,292,181,718</b>	<b>3,125,550,174</b>
<b>Total Assets</b>		<b>12,394,915,177</b>	<b>11,574,308,463</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	15	782,347,312	782,347,312
Share premium		658,089,549	658,089,549
General reserve	16.01	371,862,754	371,862,754
Revaluation reserve	16.02	391,000,123	425,096,390
Retained earnings		3,448,414,790	3,481,218,533
<b>Total Equity</b>		<b>5,651,714,528</b>	<b>5,718,614,538</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Long term borrowings	17.01	547,141,668	925,428,901
Lease liabilities - non-current portion	5.01.03	258,090,524	247,283,924
Defined benefit obligations (gratuity)	18	157,080,995	111,085,765
Deferred tax liability	19	315,340,166	393,302,089
<b>Total non-current liabilities</b>		<b>1,277,653,353</b>	<b>1,677,100,679</b>
<b>Current liabilities</b>			
Trade payables	20	290,246,946	466,420,590
Short term borrowings	21	4,386,302,431	2,910,011,627
Current portion of long term borrowings	17.01	446,149,537	283,573,384
Lease liabilities - current portion	5.01.03	39,153,629	35,307,665
Current tax liability	22	101,415,636	118,045,750
Unclaimed dividend	23	94,670,346	89,210,293
Other liabilities	24	107,608,771	276,023,937
<b>Total current liabilities</b>		<b>5,465,547,296</b>	<b>4,178,593,246</b>
<b>Total Liabilities</b>		<b>6,743,200,649</b>	<b>5,855,693,925</b>
<b>Total Equity and Liabilities</b>		<b>12,394,915,177</b>	<b>11,574,308,463</b>
<b>Net Asset Value Per Share</b>		<b>72.24</b>	<b>73.10</b>

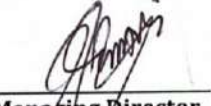
The annexed notes 1 to 46 form an integral part of these financial statements

  
 Chairman

  
 Chief Financial Officer

  
 Vice Chairman


  
 Company Secretary

  
 Managing Director

Signed in terms of our annexed report of same date

Place : Chattogram  
 Dated : 15 November 2022  
 DVC : 2211150779AS385134



  
 Hussain Farhad & Co.  
 Chartered Accountants

**CONFIDENCE CEMENT LIMITED**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 30 June 2022**

	Note(s)	01 July 2021	01 July 2020
		to 30 June 2022	to 30 June 2021 (Restated)
		Taka	Taka
<b>Revenue</b>	25	4,061,867,384	4,619,313,869
Cost of sales	26	(4,145,784,228)	(4,104,820,358)
<b>Gross Profit</b>		<b>(83,916,844)</b>	<b>514,493,511</b>
Administrative expenses	27	(98,091,577)	(88,932,591)
Selling and distribution expenses	28	(188,461,313)	(178,560,829)
Other operating income	29	94,477,348	149,064,284
<b>Profit from operating activities</b>		<b>(275,992,386)</b>	<b>396,064,375</b>
Finance costs	30	(359,131,821)	(222,480,918)
Finance income	31	15,917,107	30,101,906
Non-operating income	32	10,141,536	234,110,705
<b>Profit/ (loss) before WPPF and welfare fund</b>		<b>(609,065,564)</b>	<b>437,796,068</b>
Contribution to WPPF and welfare fund		-	(21,867,470)
<b>Profit after WPPF and welfare fund</b>		<b>(609,065,564)</b>	<b>415,928,598</b>
Share of profit of equity accounted investees (net of tax)	34	741,470,146	1,071,558,124
<b>Profit before income tax</b>		<b>132,404,582</b>	<b>1,487,486,722</b>
Current tax			
Current Year	22	(89,746,216)	(106,376,330)
Previous Year	22	(2,712,855)	(2,476,131)
Deferred tax	19	69,437,856	(137,448,548)
<b>Net profit after tax</b>		<b>109,383,367</b>	<b>1,241,185,713</b>
<b>Other comprehensive income</b>			
<b>Items that will never be reclassified to profit or loss</b>			
<b>Items that are or may be reclassified to profit or loss</b>			
CCL's portion of prior year adjustments in CPHL retained earnings		10,779,384	-
CCL's portion of prior year adjustments in CBL retained earnings		-	(94,560,269)
Loss on dilution of share value due to issuance of new shares		-	(165,666,278)
Adjustment for lease on associate's retained earnings		-	(656,786)
Adjustment for bargain purchase on associate's retained earnings		-	15,364,455
<b>Total other comprehensive income</b>		<b>10,779,384</b>	<b>(245,518,878)</b>
<b>Total comprehensive income</b>		<b>120,162,751</b>	<b>995,666,835</b>
<b>Earnings per share</b>	36.01	<b>1.40</b>	<b>15.86</b>

The annexed notes 1 to 46 form an integral part of these financial statements

  
Chairman

  
Vice Chairman

  
Managing Director

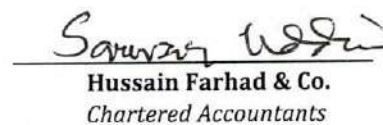
  
Chief Financial Officer

  
Company Secretary

As per our annexed report of same date

Place : Chattogram  
Dated : 15 November 2022  
DVC : 2211150779AS385134





  
**Hussain Farhad & Co.**  
Chartered Accountants


**CONFIDENCE CEMENT LIMITED**  
**Statement of Changes in Equity**  
**For the year ended 30 June 2022**


	Amount in Taka					
	Share Capital	Share Premium	General Reserve	Revaluation Reserve	Retained Earnings	Total
Balance as on 1 July 2020	745,092,682	658,089,549	371,862,754	462,121,543	2,583,434,170	4,820,600,698
Adjustment for Advance Tax (VAT)	-	-	-	-	3,361,669	3,361,669
<b>Balance as on 1 July 2020 as restated</b>	<b>745,092,682</b>	<b>658,089,549</b>	<b>371,862,754</b>	<b>462,121,543</b>	<b>2,586,795,839</b>	<b>4,823,962,367</b>
Adjustment for depreciation on revalued assets	-	-	-	(47,774,391)	47,774,391	-
Deferred tax adjustment on revalued assets	-	-	-	10,749,238	-	10,749,238
Loss on dilution of share value due to issuance of new shares	-	-	-	-	(165,666,278)	(165,666,278)
Adjustment for lease on associate's retained earnings	-	-	-	-	(656,786)	(656,786)
Adjustment for bargain purchase on associate's retained earnings	-	-	-	-	15,364,455	15,364,455
CCL's portion of prior year adjustments in Confidence Batteries Limited's retained earnings	-	-	-	-	(94,560,269)	(94,560,269)
Cash dividend for the year 2019-2020	-	-	-	-	(111,763,902)	(111,763,902)
Stock dividend for the 2019-2020	37,254,630	-	-	-	(37,254,630)	-
Profit after tax for the year 2020-21	-	-	-	-	1,241,185,713	1,241,185,713
<b>Balance as at 30 June 2021</b>	<b>782,347,312</b>	<b>658,089,549</b>	<b>371,862,754</b>	<b>425,096,390</b>	<b>3,481,218,533</b>	<b>5,718,614,538</b>
Balance as on 1 July 2021	782,347,312	658,089,549	371,862,754	425,096,390	3,481,218,533	5,718,614,538
Adjustment for depreciation on revalued assets	-	-	-	(42,620,334)	42,620,334	-
Deferred tax adjustment on revalued assets	-	-	-	8,524,067	-	8,524,067
CCL's portion of prior year adjustments in Confidence Power Holdings Limited's retained earnings	-	-	-	-	10,779,384	10,779,384
Cash dividend for the year 2020-2021	-	-	-	-	(195,586,828)	(195,586,828)
Profit after tax for the year 2021-22	-	-	-	-	109,383,367	109,383,367
<b>Balance as at 30 June 2022</b>	<b>782,347,312</b>	<b>658,089,549</b>	<b>371,862,754</b>	<b>391,000,123</b>	<b>3,448,414,790</b>	<b>5,651,714,528</b>

  
 Chairman

  
 Vice Chairman

  
 Chief Financial Officer

  
 Managing Director

  
 Company Secretary



**CONFIDENCE CEMENT LIMITED**  
**Statement of Cash Flows**  
**For the year ended 30 June 2022**

	Note(s)	01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021 (Restated)
		Taka	Taka
<b>a. Operating activities</b>			
Receipts from customers and others		4,173,287,368	4,670,414,353
Cash paid to suppliers, employees and other operating expenses		(4,876,869,402)	(4,066,075,744)
Income tax paid (net)		(109,089,185)	(124,043,798)
Interest paid (net)		(316,669,832)	(164,307,343)
<b>Net cash flows generated by operating activities</b>	35.00	<b>(1,129,341,051)</b>	<b>315,987,468</b>
<b>b. Investing activities</b>			
Acquisition of Property, plant and equipment		(148,355,984)	(269,078,646)
Proceeds from sale of property, plant and equipment		6,096,439	270,505
Investment in subsidiary and equity accounted investees		-	55,032,241
Proceeds from sale of Investment in quoted shares		2,628,956	-
Decrease in investment in FDRs		65,000,000	50,000,000
Dividend received		9,458,432	856,773
<b>Net cash flows used in investing activities</b>		<b>(65,172,157)</b>	<b>(162,919,127)</b>
<b>c. Financing activities</b>			
Repayment of long term borrowings		(215,711,080)	(309,241,815)
Receipt of short term borrowings		1,476,290,804	386,857,396
Dividend paid		(190,126,775)	(109,385,380)
<b>Net cash flows used in financing activities</b>		<b>1,070,452,949</b>	<b>(31,769,799)</b>
<b>d. Net increase/(decrease) in cash and cash equivalents (a+b+c)</b>		<b>(124,060,259)</b>	<b>121,298,542</b>
<b>e. Opening cash and cash equivalents</b>		<b>212,156,718</b>	<b>90,853,712</b>
<b>f. Effect of foreign exchange rate changes on cash and cash equivalents</b>		<b>671,611</b>	<b>4,464</b>
<b>g. Closing cash and cash equivalents (d+e)</b>		<b>88,768,070</b>	<b>212,156,718</b>
<b>Net operating cash flow per share</b>	38.00	<b>(14.44)</b>	<b>4.04</b>

  
 Chairman

  
 Vice Chairman

  
 Managing Director

  
 Chief Financial Officer

  
 Company Secretary

**CONSOLIDATED CONFIDENCE CEMENT LIMITED**  
**Notes to the Consolidated and the Separate Financial Statements**  
**As at and for the year ended 30 June 2022**

**1.00 REPORTING ENTITY**

**1.01 Formation and Legal Status**

Confidence Cement Limited was incorporated as a Public Limited Company on 02 May 1991 vide registration no CHC 873/171 under the Companies Act, 1994. The company is listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) as a publicly quoted company.

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, Chattogram and factory is located at Madambibirhat, Bhatary, Sitakunda, Chattogram.

**1.02 Nature of Business**

The principal activities of the Company include the production and distribution of cement, aggregates, and readymix concrete.

**1.03 Description of Associates Companies**

**i) Investment in subsidiary - Zodiac Logistics Limited (ZLL)**

Zodiac Logistics Limited was incorporated in Bangladesh in 2018 vide RJSC registration no. C-145453/2018 Dated 25th June 2018 as a private limited company, under the Companies Act, 1994. Confidence Cement Limited was holding 99% with 9,900,000 shares from the incorporation of ZLL which makes CCL as parent company of ZLL.

**ii) Confidence Infrastructure Limited (CIL) - Associate**

Confidence Steel Limited renamed to Confidence Infrastructure Limited which was incorporated in Bangladesh on 7 April 2004 as a Private Limited Company. It was converted into a Public Limited Company on 12 December 2010 by Special Resolution. Subsequently Confidence Power Limited, Confidence Electric Limited, Electropac Industries Limited, Confidence Concrete Engineering Limited and Zodiac Dredging Limited (collectively Transferor Company) with Confidence Steel Limited (Transferee Company) has been renamed Confidence Infrastructure Limited. Confidence Cement Limited holds 8.03% of shares but the Company has significant influence through majority representation on the board of directors which makes significant influence over policy making process includes participation in decisions about dividends or other distributions of Confidence Infrastructure Limited.

**iii) Confidence Batteries Limited (CBL) - Associate**

Confidence Batteries Limited was incorporated in Bangladesh on 05 June 2017 as a Private Limited Company. The principal activities of the Company is to carry on the business of manufacturing, selling, marketing, importing, exporting and trading all types of batteries and allied products. Confidence Cement Limited holds 21% of ordinary shares in Confidence Batteries Limited.

**iv) Confidence Power Holdings Limited (CPHL) - Associate**

Confidence Power Holdings Limited was incorporated in Bangladesh on 20 April 2017 as a Private Limited Company. The principal activities of the Company are power generation, distribution, sell and supply electricity to connect in National Grid. Confidence Cement Limited holds 36.00% of ordinary shares in Confidence Power Holdings Limited.

**v) Confidence Cement Dhaka Limited (CCDL) - Associate**

Confidence Cement Dhaka Limited was incorporated in Bangladesh in 2018 vide RJSC registration no. C-143230/2018 Dated 19th February 2018 as a private limited company, under the Companies Act, 1994. Confidence Cement Limited has 50.00% equity interest in Confidence Cement Dhaka Limited i.e. 5,000,000 ordinary shares of Tk. 10 each.

**2.00 BASIS OF PREPARATION AND PRESENTATION**

**2.01 Statement of Compliance**

The consolidated financial statements have been prepared in accordance with the International Accounting Standards (IASs), International Financial Reporting Standards (IFRS), the Companies Act 1994, the Securities and Exchange Rules 2020 and other applicable laws and regulations in Bangladesh as per requirements under the Financial Reporting Act 2015.



## 2.02 Basis of consolidation and disclosure of interest in other entities

### Business combinations

"These consolidated financial statements comprise the consolidated financial position and the consolidated results of operations of the Company and its subsidiary (collectively referred to as "the Group") on a line by line basis together with

IFRS-10 "Consolidated Financial Statements" introduces a new control model that focuses on whether the group has power over an investee, exposure or rights to variable returns from its involvement with the investee and ability to use its power to affect those returns. An investor has power over an investee when the investor has existing rights that gives it the current ability to direct the relevant activities that significantly affect the investee's returns. Power arises from rights. An investor is exposed, or has rights, to variable returns from its involvement with the investee when the investor's returns from its involvement have the potential to vary as a result of the investee's performance. An investor controls an investee if the investor not only has the power over the investee and exposure or rights to variable returns from its involvement with the investee, but also has the ability to use its power to affect the investor's return from its involvement with the investee."

### ii. Subsidiaries

Subsidiaries are entities controlled by the Group. The Group 'controls' an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Subsidiary is an enterprise controlled by the parent entity. Control exists when an investor is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. The financial statements of subsidiary are included in the consolidated financial statements from the date that control commences until the date that control ceases. The consolidated financial statements have been prepared in accordance with IFRS 10: Consolidated Financial Statements.

ZLL is a subsidiary company of Confidence Cement Limited. The Company has made BDT 99 million equity investment in the year 2018 for 9.9 million share which stands 99% of total shareholding of ZLL. The Company is exposed to and has rights to variable returns from the subsidiary and also has the ability to affect those returns through its power over ZLL.

### iii. Non-controlling interests

NCI are measured initially at their proportionate share of the acquiree's identifiable net assets at the date of acquisition. Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

### iv. Loss of control

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

### v. Interests in equity-accounted investees

The Group's interests in equity-accounted investees comprise interests in associates. Associates are those entities in which the Group has significant influence, but not control or joint control, over the financial and operating policies.

Interests in associates are accounted for using the equity method. They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss and OCI of equity accounted investees, until the date on which significant influence ceases.

### vi. Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses (except for foreign currency transaction gains or losses) arising from intra-group transactions, are eliminated. Unrealised gains arising from transactions with equity-accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

## 2.02 Basis of Reporting

The consolidated and the separate financial statements are prepared and presented for external users by the Group and the Company in accordance with identified financial reporting framework. Presentation has been made in compliance with the requirements of IAS 1 - "Presentation of Financial Statements". The financial statements comprise

- a) A statement of financial position as at 30 June 2022.
- b) A statement of profit or loss and other comprehensive income for the year ended 30 June 2022.
- c) A statement of changes in equity for the year ended 30 June 2022.





- d) A statement of cash flows for the year ended 30 June 2022.  
e) Notes, comprising a summary of significant accounting policies and explanatory information.

### 2.03 Regulatory Compliances

As required, Confidence Cement Limited complies with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

- The Income Tax Ordinance 1984
- The Income Tax Rules 1984
- The Value Added Tax and Supplementary Act 2012
- The Value Added Tax and Supplementary Rules 2016
- The Customs Act 1969
- The Securities and Exchange Ordinance 1969
- The Securities and Exchange Rules 2020
- Securities and Exchange Commission Act 1993
- The Labour Act 2006

### 2.04 Authorization for Issue

The audited consolidated financial statements as well as separate financial statements for the year ended 30 June 2022 were authorized for issue by the Board of Directors on 14 November 2022.

### 2.05 Basis of Measurement

The financial statements have been prepared on going concern basis under the historical cost convention except for land, factory building, plant and machinery and motor vehicles of property, plant and equipment which is measured at revalued amount and inventories which are measured at lower of cost and net realisable value.

### 2.06 Functional and Presentation Currency

The financial statements are expressed in Bangladesh Taka (Taka/Tk.) which is both functional currency and reporting currency of the Company. The figures of financial statements have been rounded off to the nearest Taka.

### 2.07 Going Concern

The Group and the Company has adequate resources to continue its operation in foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the Financial Statements.

### 2.08 Cash Flows Statement

Statement of Cash Flows is prepared principally in accordance with IAS-7 "Statement of Cash Flows" and the cash flows from operating activities have been presented under direct method. A reconciliation of net income or net profit with cash flows from operating activities making adjustments for non-cash items, for non-operating items and for the net changes in operating accruals as per requirement of Securities and Exchange Rules 2020.

### 2.09 Use of Estimates and Judgment

The preparation of this Financial Statements in conformity with IAS and IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

- Note: 4 Property, plant and equipment
- Note: 5 Right of use assets
- Note: 9 Inventories
- Note: 10 Trade receivables
- Note: 12 Other receivables
- Note: 18 Defined benefit obligations (gratuity)
- Note: 19 Deferred tax liability
- Note: 22 Current tax liability
- Note: 24 Other liabilities
- Note: 40 Contingent liabilities



## 2.10 Preparation and Presentation of Financial Statements of the Company

The Board of Directors of Confidence Cement Limited is responsible for the preparation and presentation of consolidated financial statements of the Group as well as separate financial statements of the Company.

## 2.11 Comparative Information and reclassification

Comparative information has been disclosed in accordance with IAS-1 "Presentation of Financial Statements" for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current period financial statements. To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/reclassified wherever considered necessary to conform to current periods presentation.

## 2.12 Consistency

Unless otherwise stated, the accounting policies and methods of computation used in preparation of Financial Statements for the year ended 30 June 2022 are consistent with those policies and methods adopted in preparing the financial statements for the year ended 30 June 2021.

## 2.13 Reporting Period

The consolidated and the separate financial statements of the Group and the Company covers one year from 01 July to 30 June and is followed consistently.

## 2.14 Restatement of comparative figures

Comparative figures of these financial statements have been restated to give the effect of adjustment to Advance Tax (VAT) in ready-mix and recognition of subsidiary as on 30 June 2021.

## 2.15 Classification of current and non-current

The Company presents assets and liabilities in the statement of financial position based on current/non-current classification.

### An asset is current when it is:

- Expected to be realised or intended to sold or consumed in the normal operating cycle
  - Held primarily for the purpose of trading
  - Expected to be realised within twelve months after the reporting period
- Or,
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

### A liability is current when:

- It is expected to be settled in the normal operating cycle
  - It is held primarily for the purpose of trading
  - It is due to be settled within twelve months after the reporting period
- Or,
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

## 3.00 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect within the framework of IAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the period and were also consistent with those used in earlier periods.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the IAS-1 "Presentation of Financial Statements". The recommendations of IAS-1 relating to the format of financial statements were also taken into full consideration for fair presentation.

Set out below is an index of the significant accounting policies, the details of which are available on the following:



- 3.01 Property, Plant and Equipment
- 3.02 Leases
- 3.03 Capital Work-In-Progress
- 3.04 Investment
- 3.05 Investment in Associate
- 3.06 Inventories
- 3.07 Financial Instruments
- 3.08 Share Capital
- 3.09 Revaluation Reserve
- 3.10 Employee Benefits
- 3.11 Taxation
- 3.12 Loans and Borrowings
- 3.13 Provisions, Contingent Liabilities and Contingent Assets
- 3.15 Revenue Recognition
- 3.16 Other Income
- 3.17 Finance Income and Costs
- 3.18 Foreign Currencies
- 3.19 Earnings Per Share
- 3.20 Measurement of Fair Value
- 3.21 Events After the Reporting Period

### **3.01 Property, Plant and Equipment**

#### **3.01.01 Recognition and Measurement**

Property, plant and equipment are stated at cost less accumulated depreciation except land, factory building, plant and machinery and motor vehicle which are carried at revalued amount and subsequent impairment losses, if any.

Cost includes expenditures that are directly attributable to the acquisition of an asset. The cost of self-constructed assets includes the cost of materials, direct labor and any other costs directly attributable to bringing the asset to the working condition for their intended use, and the cost of dismantling and removing the items and restoring the site on which they are located.

#### **3.01.02 Pre-Operating Expenses and Borrowing Costs**

Interest and other incurred by the Company in respect of borrowing of fund are recognized as expenses in the year in which they incurred unless the activities that are necessary to prepare the qualifying assets for its intended use are in progress. Expenses capitalized also include applicable borrowing cost considering the requirement of IAS-23 "Borrowing Costs".

#### **3.01.03 Subsequent Costs**

The Company recognizes in the carrying amount of an item of property, plant and equipment, the cost of replacing part of such an item when the cost is incurred, it is probable that the future economic benefits embodied with the item will flow to the Company and the cost of the item can be measured reliably. Expenditure incurred after the assets have been put into operation, such as repair and maintenance is normally charged off as revenue expenditure in the year in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of property, plant and equipment, the expenditure is capitalized as an additional cost of the assets. All other costs are recognized to the profit and loss account as expenses if incurred. All upgradation/enhancement are generally charged off as revenue expenditure unless they bring similar significant additional benefits.

#### **3.01.04 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 reducing balance 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 depreciation rate(s) are as follows:**



<u>Class of assets</u>	<u>Rates of Depreciation</u>
Building and other Construction	2.5% - 10%
Plant and Machinery	5% - 15%
Furniture, Fixtures and Equipment	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.

### 3.01.05 Revaluation of Property, Plant and Equipment

Land, Building, Plant and Machineries and Vehicles were revalued by professional valuer Vigilant Survey Associates in December 2009. The revalued classes of Property, Plant and Equipment are depreciated over the remaining useful lives. Difference of depreciation between revalued carrying amount and depreciation based on carrying amount as per assets original cost has been transferred from Revaluation Reserve to Retained Earnings as shown in Statement of Changes in Equity.

### 3.02 Leases

The Company assesses whether a contract is or contains a lease, at inception of the contract. The Company recognises a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less). For these leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Company uses its incremental borrowing rate.

The lease liability is presented as a separate line in the statement of financial position.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made.

The right-of-use assets comprise the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day, less any lease incentives received and any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Whenever the Company incurs an obligation for costs to dismantle and remove a leased asset, restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognised and measured under IAS 37. To the extent that the costs relate to a right-of-use asset, the costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.

Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Company expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

The right-of-use assets are presented as a separate line in the statement of financial position.

The Company applies IAS 36 to determine whether a right-of-use asset is impaired and accounts for any identified impairment loss as described in the 'Property, Plant and Equipment' policy.

At the derecognition of a lease, the right-of-use asset and associated lease liability are removed from the books of the lessee. The difference between the two amounts is accounted for as a profit or loss at that time.

### 3.03 Capital Work-In-Progress

Capital work-in-progress represents the cost incurred for acquisition and/or construction of property, plant and equipment that were not ready for use at the end of 30 June 2021 and these are stated at cost.

### 3.04 Investment

#### i) Unquoted Shares

Investment in unquoted shares are initially recognized at cost. After initial recognition these are carried at cost less impairment losses, if any.



## ii) Quoted Shares

Investment in quoted shares are recognized at fair value through other comprehensive income. Changes in fair value are recognized under other comprehensive income in the financial statements. Fair values of investment in quoted shares are determined by reference to their quoted price less cost to sale in active market at the reporting date. Dividend and gain / (loss) from sale are recognised in the profit or loss.

## iii) Other Investment

Investment for construction of convention centre at Chittagong Boat Club on built, operate and transfer (BOT) basis has been recognized at cost. This investment will be amortized equally during the BOT period (20 years with effect from 01 July 2013). After initial recognition investment in convention centre is carried at cost less amortization. Amortization is recognized in the Statement of Profit or Loss and Other Comprehensive Income. Income from convention centre is recognized on cash basis.

### 3.05 Investment in Associate

The company's investment in associates is accounted for in the Financial Statements using the Equity Method in accordance with IAS 28: "Investment in Associates & Joint Ventures". Investment in an associate is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition. The investor's share of investee's profit or loss is recognized in the investor's profit or loss. Adjustment after the date of acquisition to the carrying amount has been made for changes in the investor's proportionate interest in the investee that arising from the revaluation of property, plant & equipment and from foreign currency translation differences. The investor's share of those changes is recognized in other comprehensive income of the investor.

The excess of company's share of net assets' value of associate over cost of investment has been recognized in profit or loss as share of associate's profit or loss during acquisition period as per provision of IAS 28.

### 3.06 Inventories

#### i) Nature of inventories

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

#### i) Valuation of the inventories

Inventories are measured at lower of cost or net realizable value in accordance with the Para of 21 and 25 of IAS 2 "Inventories" after making due allowance for any obsolete or slow moving item and details of valuation are as follows:

<u>Category</u>	<u>Basis of valuation</u>
i) Raw materials	At cost or net realizable value whichever is lower
ii) Work-in-process	At cost
iii) Stores and spares	Based on Weighted average cost method

### 3.07 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Accounting policies relating to different type of financial instruments are described below:

#### i) Recognition and measurement

Trade receivables are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

#### ii) Classification and subsequent measurement

##### Financial assets

On initial recognition, a financial asset is classified as measured at: amortised cost; FVOCI and FVTPL.

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the reporting period following the change in the business model.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL.

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and



- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

#### **Financial assets – Business model assessment**

The Company makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objective for the portfolio and the operation of those policies in practice. These include whether management's strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Company's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how managers of the business are compensated-e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Company's continuing recognition of the assets.

#### **Financial assets-Subsequent measurement and gains and losses**

##### **Financial assets at amortised cost**

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

##### **Financial liabilities- Classification, subsequent measurement and gains and losses**

Financial liabilities are classified as measured at amortised cost or FVTPL. Financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in profit or loss.

#### **iii) Derecognition**

##### **Financial assets**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Company enters into transactions whereby it transfers assets recognised in its statement of financial position but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognised.

##### **Financial liabilities**

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expired. The Company also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in profit or loss.

#### **iv) Offsetting a financial asset and a financial liability**

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.



## v) Impairment

### Financial assets

Financial assets not carried at fair value through profit or loss and receivables are assessed at each reporting date to determine whether there is objective evidence that any particular asset is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

### Non-financial assets

The carrying value of the non-financial assets, other than inventories, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of the asset or its cash generating unit exceeds its recoverable amount. Impairment losses, if any, are recognised in the statement of profit or loss and other comprehensive income.

## 3.08 Share Capital

Paid-up-capital represents total amount contributed by the shareholders and bonus shares issued by the company to the ordinary shareholders. Incremental costs directly attributable to the issue of ordinary shares are recognized as expenses as and when incurred. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding up of the company, ordinary shareholders will be rank after all other shareholders. Creditors are fully entitled to any proceeds of liquidation before all shareholders.

## 3.09 Revaluation Reserve

Revaluation reserve relates to the revaluation of Land, Building, Plant and Machineries and Vehicles. Adjustments are made while charging depreciation on revalued assets or disposal of revalued assets.

## 3.10 Employee Benefits

The company maintains both defined contribution plan and defined benefit plan for its eligible permanent employees.

### i) Short Term Employee Benefits

Salaries, bonuses and allowances are accrued in the financial year in which the associated services are rendered by the employees of the Company.

### ii) Defined Contribution Plan

The company maintains a recognized provident fund @ 10% of basic pay (Equally contributed by employee and employer) for all eligible permanent employees. The said fund is managed by the Board of Trustees.

### iii) Defined Benefit Plan - Gratuity

The company maintains an unfunded gratuity scheme, provision in respect of which is made annually for the employees. Gratuity payable at the end of each year is determined on the basis of following rules and regulations of the company;

Service Length	Payment Basis	Remarks
More than 5 years and less than 10 years	one time of last month basic salary X years of services	Eligible only after 5 (five) years completion of service subject to date of joining.
10 Years and above	two time of last month basic salary X years of services	

Six months continued service in the year of leaving or retirement will be treated as one year for the purpose of calculation of gratuity.

In case of employee's death being in service of Confidence Cement Limited payable gratuity will be paid to the heir or heirs of employee as provided.

### iv) Workers' Profit Participation and Welfare Fund

The company also recognizes a provision for Workers' Profit Participation and Welfare Funds @ 5% of net operating profit before tax as per Bangladesh Labour Law, 2006 (as amended in 2013). Share of associate and subsidiary companies' profit was not considered for WPPF provision.

## 3.11 Taxation

### 3.11.01 Current Tax

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using rates enacted or substantially enacted at the reporting date and any adjustment to tax payable in respect of previous years. The Company shall pay 20% or minimum tax under section 82 (c) of the Income Tax Ordinance 1984.



### 3.11.02 Deferred Tax

Deferred tax liabilities are the amount of income taxes payable in the future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the Statement of Financial Position date. The impact of changes on the account in the deferred tax assets and liabilities has also been recognized in the statement of profit or loss and other comprehensive income as per IAS-12 "Income Taxes".

Deferred tax on revaluation surplus of land has not been recognized in the Financial Statements on the ground that income tax payable at source on capital gain during registration of sale of land is generally borne by the buyer. Hence the possibility of having income tax implication on land is very remote.

Deferred tax has not been recognised for temporary differences related to investment in associates.

### 3.12 Loans and Borrowings

Principal amount of the loans and borrowings are stated at their outstanding amount. Borrowings repayable within twelve months from the financial position date are classified as current liabilities whereas borrowings repayable after twelve months from the financial position date are classified as non-current liabilities. Accrued interest and other charges are classified as current liabilities.

Interest and other costs incurred by the Company in connection with the borrowing of funds are recognized as expense in the period in which they are incurred, unless such borrowing cost relates to acquisition/construction of assets in progress that are capitalized as per IAS 23 "Borrowing Costs".

### 3.13 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized in the statement of financial position when the Company has a legal or contractual obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities are not recognized but disclosed, unless the possibility of an outflow of economic resources is

Contingent assets are not recognized but disclosed where an inflow of economic benefits is probable. When the realization of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.

### 3.14 Foreign currency

Foreign currency transactions are recorded in BDT at applicable rates of exchange ruling at the dates of transactions in accordance with IAS-21 "The Effects of Changes in Foreign Exchange Rates." Exchange rate difference at the statement of financial position date are charged/credited to statement of profit or loss and other comprehensive income, to the extent that this treatment does not contradict with the Schedule XI of Companies Act 1994. This Schedule requires all exchange gains and losses arising from foreign currency borrowings, taken to finance acquisition of construction of property, plant and equipment, to be credited/ charged to the cost/value of such assets.

The financial statements are presented in BDT, which is company's functional currency. Transactions in foreign currencies are recorded in the books at the exchange rate prevailing on the date of the transaction. Monetary assets and liabilities in foreign currencies at the date of statement of financial position are translated into BDT at the exchange rate prevailing at that date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the initial transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rate at the date when the fair value was determined. Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognised in profit or loss.

### 3.15 Revenue Recognition

Revenue from the sale of the Company's core products cement and ready-mix concrete when delivery has taken place and control of the goods has been transferred to the customer. Revenue is recognized when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably and there is no continuing management involvement with the goods. Sales revenue is recognized when the goods are delivered. Revenue is recognized is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and rebates, if any.

### 3.16 Other Income

Other income includes gain / (loss) on sale of property, plant and equipment, Income from jetty, Income from transport and other miscellaneous.





### **3.17 Finance Income and Costs**

#### **3.17.01 Finance Income**

Interest income from bank deposits is recognized in the profit or loss in accrual basis following specific rate of interest in agreement with banks, financial institution.

#### **3.17.02 Finance Cost**

Interest expenses comprises interest expense on operational overdraft, LATR, term loan and short term borrowings incurred during the period are charged to Statement of Profit or Loss and Other Comprehensive Income.

### **3.18 Foreign Currencies**

Foreign currency transactions are recorded at the applicable rates of exchange ruling on the date of transactions. Monetary assets and liabilities, if any, denominated in foreign currencies at the reporting date are translated at the applicable rates of exchange ruling at that date and the related exchange differences are recognized as gain or loss in the profit or loss under finance cost.

### **3.19 Earnings Per Share**

The Company calculates its earnings per share in accordance with International Accounting Standard IAS-33 "Earnings per Share" which has been reported on the face of Statement of Profit or Loss and Other Comprehensive Income.

#### **3.19.01 Basis of Earnings**

This represents profit for the year attributable to ordinary shareholders. As there were no preference shares requiring returns or dividends, non-controlling interest or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

#### **3.19.02 Basic Earnings Per Share**

This has been calculated by dividing total attributable profit by the total number of ordinary shares outstanding during the year.

#### **3.19.03 Diluted Earnings Per Share**

Diluted earnings per share is required to be calculated for the year when there is scope for dilution exists.

### **3.20 Measurement of Fair Value**

When measuring the fair value of an asset or liability, the entity uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

**Level 1:** Quoted prices (unadjusted) in active markets for identical assets and liabilities.

**Level 2:** Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

**Level 3:** Inputs for the assets or liabilities that are not based on observable market data.

If the inputs used to measure the fair value of an asset or liability might be categorized in different levels of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

#### **Property, plant and equipment**

The fair value of items of property, plant and equipment has been determined based on the depreciated replacement cost method and net realizable value method as applicable.

#### **Equity and debt securities**

Fair values of tradable equity and debt securities are determined by reference to their quoted closing price in active market at the reporting date which are categorized under 'Level 1' of the fair value hierarchy.

### **3.21 Events After the Reporting Period**

Events after the reporting period that provide additional information about the Company's position at the date of Statement of Financial Position or those that indicate the going concern assumption is not appropriate are reflected in the Financial Statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.



4.00 Property, plant and equipment

4.01 At Cement plant

Amount in Taka

Class of Assets	Cost				Rate of Depreciation (%)	Accumulated Depreciation				Written Down Value as at 30 June 2022
	Opening balance	Additions during the year	Disposals during the year	Closing balance		Opening balance	Charged during the year	Adjustments during the year	Closing balance	
<b>i. At Cost</b>										
Land	78,903,183	-	-	78,903,183	-	-	-	-	-	78,903,183
Factory Building	1,407,817,709	860,268	-	1,408,677,977	2.5%-10%	186,471,402	38,382,744	-	224,854,146	1,183,823,831
Plant and Machinery	2,262,044,220	60,263,835	(1,040,956)	2,321,267,099	5% - 15%	667,836,598	105,727,240	(1,040,956)	772,522,882	1,548,744,217
Furniture, Fixtures & Office Equipment	253,140,382	2,975,849	(119,400)	255,996,831	5% - 30%	147,003,506	21,314,584	(93,321)	168,224,769	87,772,062
Motor Vehicles	483,296,833	3,455,280	(23,462,459)	463,289,654	10% - 20%	308,767,751	26,249,345	(23,461,555)	311,555,541	151,734,113
<b>Sub total</b>	<b>4,485,202,327</b>	<b>67,555,232</b>	<b>(24,622,815)</b>	<b>4,528,134,744</b>		<b>1,310,079,257</b>	<b>191,673,913</b>	<b>(24,595,832)</b>	<b>1,477,157,338</b>	<b>3,050,977,406</b>
<b>ii. Revaluation Surplus</b>										
Land	305,421,979	-	-	305,421,979	-	-	-	-	-	305,421,979
Factory Building	71,573,563	-	-	71,573,563	2.5%-10%	26,052,842	1,789,339	-	27,842,181	43,731,382
Plant and Machinery	1,021,597,549	-	(1,225,350)	1,020,372,199	5% - 15%	851,265,164	40,830,995	(1,225,350)	890,870,809	129,501,390
Motor Vehicles	74,445,807	-	(16,070,964)	58,374,843	10% - 20%	74,445,806	-	(16,070,964)	58,374,842	1
<b>Sub total</b>	<b>1,473,038,898</b>	<b>-</b>	<b>(17,296,314)</b>	<b>1,455,742,584</b>		<b>951,763,812</b>	<b>42,620,334</b>	<b>(17,296,314)</b>	<b>977,087,832</b>	<b>478,654,752</b>
<b>As at 30 June 2022 (i+ii)</b>	<b>5,958,241,225</b>	<b>67,555,232</b>	<b>(41,919,129)</b>	<b>5,983,877,328</b>		<b>2,261,843,069</b>	<b>234,294,247</b>	<b>(41,892,146)</b>	<b>2,454,245,170</b>	<b>3,529,632,158</b>
<b>As at 30 June 2021</b>	<b>5,780,403,880</b>	<b>182,842,408</b>	<b>(5,005,063)</b>	<b>5,958,241,225</b>		<b>2,027,861,375</b>	<b>238,986,703</b>	<b>(5,005,009)</b>	<b>2,261,843,069</b>	<b>3,696,398,156</b>

4.02 At Ready-mix plant

Amount in Taka

Class of Assets	Cost				Rate of Depreciation (%)	Accumulated Depreciation				Written Down Value as at 30 June 2022
	Opening balance	Additions during the year	Disposals during the year	Closing balance		Opening balance	Charged during the year	Adjustments during the year	Closing balance	
<b>At Cost</b>										
Land	142,121,111	-	-	142,121,111	-	-	-	-	-	142,121,111
Civil Construction	35,017,157	-	-	35,017,157	10%	27,943,292	3,501,711	-	31,445,003	3,572,154
Plant and Machinery	79,395,952	-	-	79,395,952	5% - 15%	39,453,804	4,497,286	-	43,951,090	35,444,862
Furniture, Fixtures & Office Equipment	13,035,975	145,348	-	13,181,323	15% - 30%	9,728,810	1,126,379	-	10,855,189	2,326,134
Motor Vehicles	46,176,542	-	-	46,176,542	10% - 20%	37,424,204	4,419,405	-	41,843,609	4,332,933
<b>As at 30 June 2022</b>	<b>315,746,737</b>	<b>145,348</b>	<b>-</b>	<b>315,892,085</b>		<b>114,550,110</b>	<b>13,544,781</b>	<b>-</b>	<b>128,094,891</b>	<b>187,797,194</b>
<b>As at 30 June 2021</b>	<b>315,652,019</b>	<b>94,718</b>	<b>-</b>	<b>315,746,737</b>		<b>100,347,608</b>	<b>14,202,502</b>	<b>-</b>	<b>114,550,110</b>	<b>201,196,627</b>
<b>Grand total 30 June 2022 (4.01+4.02)</b>	<b>6,273,987,962</b>	<b>67,700,580</b>	<b>(41,919,129)</b>	<b>6,299,769,413</b>		<b>2,376,393,179</b>	<b>247,839,028</b>	<b>(41,892,146)</b>	<b>2,582,340,061</b>	<b>3,717,429,352</b>
<b>Grand total 30 June 2021 (4.01+4.02)</b>	<b>6,096,055,899</b>	<b>182,937,126</b>	<b>(5,005,063)</b>	<b>6,273,987,962</b>		<b>2,128,208,983</b>	<b>253,189,205</b>	<b>(5,005,009)</b>	<b>2,376,393,179</b>	<b>3,897,594,783</b>



4.03	Allocation of depreciation Factory overhead	Note(s)	30 June 2022	30 June 2021
			Taka	Taka
	i. At Cement plant	26.03	218,972,240	220,141,640
	ii. At Ready-mix Plant	26.03	13,544,781	14,202,502
			<b>232,517,021</b>	<b>234,344,142</b>
	<b>Administrative expenses</b>			
	At Cement plant	27.00	6,869,008	8,448,627
	<b>Selling and distribution expenses</b>			
	At Cement plant	28.00	3,983,250	5,945,468
	Jetty		4,469,749	4,450,968
	<b>Grand total</b>		<b>247,839,028</b>	<b>253,189,205</b>

Depreciation on plant and equipment at jetty has been net off with income from jetty.

#### 4.a Consolidated Property, plant and equipment (PPE)

	30 June 2022		
	CCL	ZLL	Consolidated
	Taka	Taka	Taka
<b>At Cost/Revalued</b>			
Opening balance	6,273,987,962	63,444	6,274,051,406
Additions during the year	67,700,580	238,162,003	305,862,583
Disposals during the year	(41,919,129)	-	(41,919,129)
Closing balance	<b>6,299,769,413</b>	<b>238,225,447</b>	<b>6,537,994,860</b>
<b>Accumulated Depreciation</b>			
Opening balance	2,376,393,179	40,986	2,376,434,165
Charged during the year	247,839,028	7,965,991	255,805,019
Adjustments during the year	(41,892,146)	-	(41,892,146)
Closing balance	<b>2,582,340,061</b>	<b>8,006,977</b>	<b>2,590,347,038</b>
<b>Carrying Amount</b>	<b>3,717,429,352</b>	<b>230,218,470</b>	<b>3,947,647,822</b>
	30 June 2021		
	CCL	ZLL	Consolidated
	Taka	Taka	Taka
<b>At Cost/Revalued</b>			
Opening balance	6,096,055,899	63,444	6,096,119,343
Additions during the year	182,937,126	-	182,937,126
Disposals during the year	(5,005,063)	-	(5,005,063)
Closing balance	<b>6,273,987,962</b>	<b>63,444</b>	<b>6,274,051,406</b>
<b>Accumulated Depreciation</b>			
Opening balance	2,128,208,983	21,953	2,128,230,936
Charged during the year	253,189,205	19,033	253,208,238
Adjustments during the year	(5,005,009)	-	(5,005,009)
Closing balance	<b>2,376,393,179</b>	<b>40,986</b>	<b>2,376,434,165</b>
<b>Carrying Amount</b>	<b>3,897,594,783</b>	<b>22,458</b>	<b>3,897,617,241</b>

#### 5.00 Lease - Right of Use Assets At Cement plant



5.01 As a Lessee

5.01.01 Right of use assets

	<u>30 June 2022</u>	<u>30 June 2021</u>
	Taka	Taka
<b>COST</b>		
Opening balance	317,587,908	-
Additions during the year	51,834,089	317,587,908
Disposals/adjustment during the year	(8,917,679)	-
<b>Closing balance</b>	<u>360,504,318</u>	<u>317,587,908</u>
<b>AMORTISATION</b>		
Opening balance	46,397,544	-
Charge during the year	46,542,284	46,397,544
Disposals/adjustment during the year	(8,917,679)	-
<b>Closing balance</b>	<u>84,022,149</u>	<u>46,397,544</u>
<b>CARRYING AMOUNT</b>	<u>276,482,169</u>	<u>271,190,364</u>

5.01.02 Lease liabilities

Opening balance	282,591,589	-
Lease obligations	51,834,089	317,587,908
Paid during the year	(37,181,525)	(34,996,319)
<b>Lease Liabilities</b>	<u>297,244,153</u>	<u>282,591,589</u>

5.01.03 Lease Liabilities- Maturity analysis

Lease liabilities - non-current portion	258,090,524	247,283,924
Lease liabilities - current portion	39,153,629	35,307,665
	<u>297,244,153</u>	<u>282,591,589</u>

5.01.04 Amounts recognised in profit or loss

Interest on lease liabilities	<u>27,216,493</u>	<u>28,076,133</u>
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5.01.05 Amount recognised in the statements of cash flows

Principal paid on lease liabilities	37,181,525	34,996,319
Interest paid on lease liabilities	27,216,493	28,076,133
	<u>64,398,018</u>	<u>63,072,452</u>

5.01.06 Allocation of Amortisation:

Factory Overhead	26.03	10,987,430	10,867,059
Administrative expenses	27.00	3,143,782	3,119,414
Selling and distribution expenses	28.00	1,580,399	1,580,399
Jetty		30,830,672	30,830,672
		<u>46,542,283</u>	<u>46,397,544</u>

Amortization on jetty has been net off with income from jetty.

5.a Consolidated right of use assets

Confidence Cement Limited	276,482,169	271,190,364
Zodiac Logistics Limited	-	-
	<u>276,482,169</u>	<u>271,190,364</u>

5.01.03.a Lease Liabilities- Maturity analysis

**Lease liabilities - non-current portion**

Confidence Cement Limited	258,090,524	247,283,924
Zodiac Logistics Limited	-	-
	<u>258,090,524</u>	<u>247,283,924</u>

**Lease liabilities - current portion**

Confidence Cement Limited	39,153,629	35,307,665
Zodiac Logistics Limited	-	-
	<u>39,153,629</u>	<u>35,307,665</u>



	Note	30 June 2022 Taka	30 June 2021 Taka
<b>6.00 Capital work-in-progress</b>			
<b>i) At Cement Plant</b>			
Opening capital work-in-progress		237,124,966	152,640,946
Add: Expenditure incurred during the year	6.01	131,959,201	253,088,356
		<b>369,084,167</b>	<b>405,729,302</b>
Less: Capitalized during the year	6.01	(51,604,168)	(168,604,336)
		<b>317,479,999</b>	<b>237,124,966</b>
<b>ii) At Readymix Plant</b>			
Opening capital work-in-progress		1,657,500	-
Add: Expenditure incurred during the year		300,371	1,657,500
		<b>1,957,871</b>	<b>1,657,500</b>
<b>Grand Total ( i+ii )</b>		<b>319,437,870</b>	<b>238,782,466</b>

6.01	Particulars	Opening balance	Expenditure incurred during the year	Capitalized during the year	Closing balance
		Taka	Taka	Taka	Taka
	<b>i) At Cement Plant</b>				
	Plant and machinery	222,709,962	123,396,008	(51,604,168)	294,501,802
	Civil construction	14,415,004	8,563,193	-	22,978,197
		<b>237,124,966</b>	<b>131,959,201</b>	<b>(51,604,168)</b>	<b>317,479,999</b>
	<b>ii) At Readymix Plant</b>				
	Civil construction	1,657,500	300,371	-	1,957,871
		<b>1,657,500</b>	<b>300,371</b>	<b>-</b>	<b>1,957,871</b>
	<b>Grand Total (i+ii)</b>	<b>238,782,466</b>	<b>132,259,572</b>	<b>(51,604,168)</b>	<b>319,437,870</b>

These costs include costs incurred initially to construct/ install property, plant and equipment (PPE). Construction/ installation costs are transferred to PPE when the construction/ installation is completed and ready for intended use.

	Note(s)	30 June 2022 Taka	30 June 2021 Taka
<b>6.a Consolidated capital work-in-progress</b>			
Confidence Cement Limited		319,437,870	238,782,466
Zodiac Logistics Limited		-	141,516,282
		<b>319,437,870</b>	<b>380,298,748</b>
<b>7.00 Investments</b>			
Investment in subsidiary	7.01	99,000,000	99,000,000
Investment in equity accounted investees	7.02	4,600,966,908	3,848,717,378
Investment in unquoted shares	7.03	44,800,650	44,800,650
Other investment	7.04	44,616,510	48,672,648
		<b>4,789,384,068</b>	<b>4,041,190,676</b>

**7.01 Investment in subsidiary - Zodiac Logistics Limited ( ZLL)**  
Zodiac Logistics Limited was incorporated in Bangladesh on 25 June 2018 as a private limited company. Confidence Cement Limited was holding 99% with 9,900,000 shares from the incorporation of ZLL which makes CCL as parent company of ZLL.

7.02	Name of Companies	Status	Note(s)	30 June 2022	30 June 2021
				Taka	Taka
	Confidence Infrastructure Limited (CIL)	Associate	7.02.01	1,031,460,274	1,031,460,274
	Confidence Batteries Limited (CBL)	Associate	7.02.02	5,592,358	78,624,532
	Confidence Power Holdings Limited (CPHL)	Associate	7.02.03	3,513,914,276	2,688,632,572
	Confidence Cement Dhaka Limited (CCDL)	Associate	7.02.05	50,000,000	50,000,000
				<b>4,600,966,908</b>	<b>3,848,717,378</b>



7.02.01 **Confidence Infrastructure Limited (CIL)**

Confidence Cement Limited was allotted 5,060,005 shares which stands 8.03% of total shareholdings of Confidence Infrastructure Limited. CCL treated this investment as investment in associate as CCL holds majority representation on the board of directors which enabling significant influence over policy making process of CIL.

	30 June 2022	30 June 2021
	Taka	Taka
Opening Balance	1,031,460,274	1,031,460,274
Gain on amalgamation of investment in associates at net asset value	-	-
	<b>1,031,460,274</b>	<b>1,031,460,274</b>

7.02.02 **Confidence Batteries Limited (CBL)**

Confidence Cement Limited has 21.00% equity interest in Confidence Batteries Limited i.e. 10,314,500 ordinary shares of Tk. 10 each. Confidence Cement Limited has been considered as an equity accounted investee of the company and been accounted for according to IAS 28: Investments in Associates and Joint Ventures. Reporting date of Confidence Batteries Limited is 30 June.

**Movement in shareholding in associates**

	No. of shares	
Opening balance of shares	10,314,500	10,314,500
Number of shares acquired	-	-
Closing balance	<b>10,314,500</b>	<b>10,314,500</b>
Total number of shares in associates	49,113,540	49,113,540
Percentage of shares in associates by Confidence Cement Limited	21.00%	21.00%

**Movement of investment in associates**

	Note(s)	01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021
		Taka	Taka
Opening balance		103,145,000	103,145,000
Investment in equity share		-	-
<b>Addition during the year</b>			
Opening balance		(24,520,468)	56,957,084
CCL's portion of prior year adjustments in CBL retained earnings		-	(94,560,269)
CCL's portion of adjustment made for lease in CBL retained earnings		-	(656,786)
Share of profit / (loss)	34.01	(73,032,174)	13,739,503
		(97,552,642)	(24,520,468)
<b>Closing balance</b>		<b>5,592,358</b>	<b>78,624,532</b>

**Summary of financial information of equity accounted investee:**

	30 June 2022	30 June 2021
	Taka	Taka
Non-current assets	1,169,760,020	940,405,867
Current assets	2,098,913,205	2,312,804,633
<b>Total Assets</b>	<b>3,268,673,225</b>	<b>3,253,210,500</b>
Share capital	491,135,400	491,135,400
Revaluation surplus	39,387,958	39,387,958
Retained earnings	(503,894,777)	(156,144,658)
<b>Shareholders' equity</b>	<b>26,628,581</b>	<b>374,378,700</b>
Non-current liabilities	755,244,850	822,051,896
Current liabilities	2,486,799,794	2,056,779,904
<b>Total Liabilities</b>	<b>3,242,044,644</b>	<b>2,878,831,800</b>
<b>Total Equity &amp; Liabilities</b>	<b>3,268,673,225</b>	<b>3,253,210,500</b>
	<b>01 July 2021 to 30 June 2022</b>	<b>01 July 2020 to 30 June 2021</b>
	Taka	Taka
Revenue	845,969,694	1,775,980,277
Other income	13,255,214	8,394,933
Expenses	(1,191,162,475)	(1,682,095,217)
Provision for income tax	(15,812,552)	(36,857,953)
<b>Profit/(Loss) attributable to the owners of the company</b>	<b>(347,750,119)</b>	<b>65,422,040</b>



### 7.02.03 Confidence Power Holdings Limited (CPHL)

Confidence Cement Limited has 36.00% equity interest in Confidence Power Holdings Limited i.e. 83,650,000 ordinary shares of Tk. 10 each. Confidence Cement Limited has been considered as an equity accounted investee of the company and been accounted for according to IAS 28: Investments in Associates and Joint Ventures. Reporting date of Confidence Power Holdings Limited is 30 June.

#### Movement in shareholding in associates

Opening balance of shares  
Number of shares acquired  
Closing balance

No. of shares	
83,650,000	60,600,000
-	23,050,000
<b>83,650,000</b>	<b>83,650,000</b>
232,361,111	232,361,111
36.00%	36.00%

Total number of shares in associates  
Percentage of shares in associates by Confidence Cement Limited

#### Movement of investment in associates

Opening balance  
Investment in equity share

#### Addition during the year

Opening balance  
CCL's portion of prior year adjustments in CPHL's retained earnings  
CCL's portion of gain on bargain purchase recognised in retained earnings  
Loss on dilution of share value due to issuance of new shares  
Share of profit

Note(s)	01 July 2021 to 30 June 2022 Taka	01 July 2020 to 30 June 2021 Taka
	836,500,000	606,000,000
	-	230,500,000
	1,852,132,572	944,615,774
	10,779,384	-
	-	15,364,455
7.02.04	-	(165,666,278)
34.02	814,502,320	1,057,818,621
	2,677,414,276	1,852,132,572
	<b>3,513,914,276</b>	<b>2,688,632,572</b>

#### Summary of financial information of equity accounted investee:

Non-current assets  
Current assets

#### Total Assets

Share capital  
Preference share capital  
Retained earnings

#### Equity attributable to owners of the company

Non-controlling interest

#### Shareholders' equity

Non-current liabilities  
Current liabilities

#### Total Liabilities

#### Total Equity & Liabilities

	30 June 2022 Taka	30 June 2021 Taka
	27,539,078,226	27,435,440,137
	32,103,835,043	15,277,284,939
	<b>59,642,913,269</b>	<b>42,712,725,076</b>
	2,323,611,110	2,323,611,110
	3,156,078,380	3,156,078,380
	7,437,261,874	5,144,812,696
	<b>12,916,951,364</b>	<b>10,624,502,186</b>
	1,640,000,284	2,710,381,483
	<b>14,556,951,648</b>	<b>13,334,883,669</b>
	15,284,789,799	14,655,201,869
	29,801,171,822	14,722,639,538
	<b>45,085,961,621</b>	<b>29,377,841,407</b>
	<b>59,642,913,269</b>	<b>42,712,725,076</b>

Revenue  
Other income  
Expenses  
Provision for income tax  
Net Profit for the year

#### Total comprehensive income attributable to:

Owners of the company  
Non-controlling interest

#### Total comprehensive income

	01 July 2021 to 30 June 2022 Taka	01 July 2020 to 30 June 2021 Taka
	36,516,282,060	18,061,336,789
	156,115,545	118,736,623
	(33,909,225,142)	(15,027,366,043)
	(500,785,390)	(214,995,932)
	<b>2,262,387,073</b>	<b>2,937,711,437</b>
	2,262,506,443	2,938,385,057
	(119,370)	(673,620)
	<b>2,262,387,073</b>	<b>2,937,711,437</b>



**7.02.04 Loss on dilution of share value due to issuance of new shares**

	Share Capital in Taka		Ownership in Associate (%)	Retained Earnings in Taka	
	CPHL	CCL's Portion		CPHL	CCL's Portion
As on 30 June 2020	1,388,111,110	606,000,000	43.66%	2,163,748,598	944,615,774
After Issuance of new shares	2,323,611,110	836,500,000	36.00%	2,163,748,598	778,949,496
<b>Adjustment to made due to loss of ownership in associate</b>			<b>7.66%</b>	<b>2,163,748,598</b>	<b>165,666,278</b>

During the year Confidence Power Holdings Limited issued new share to its shareholder and on the basis of CCL's subscription, loss of percentage of CCL's ownership in CPHL's equity 7.66% (i.e. Tk 165,666,278) has been adjusted against carrying value of investment in associate.

**7.02.05 Confidence Cement Dhaka Limited (CCDL)**

Confidence Cement Limited has 50.00% equity interest in Confidence Cement Dhaka Limited i.e. 5,000,000 ordinary shares of Tk. 10 each. Confidence Cement Dhaka Limited has been considered as an equity accounted investee of the company and been accounted for according to IAS 28: Investments in Associates and Joint Ventures. Reporting date of Confidence Cement Dhaka Limited is 30 June.

	Note(s)	30 June 2022	30 June 2021
		Taka	Taka
<b>7.03 Investment in unquoted shares</b>			
Asian Paints (BD) Limited		41,231,200	41,231,200
New Vision Information Technology Limited		2,000,000	2,000,000
Central Depository Bangladesh Limited		1,569,450	1,569,450
		<b>44,800,650</b>	<b>44,800,650</b>
<b>7.04 Other investment</b>			
CBC-Confidence Cement Convention Centre		48,672,648	52,728,786
Less : Amortization during the year	27.00	(4,056,138)	(4,056,138)
		<b>44,616,510</b>	<b>48,672,648</b>

(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.

(ii) Income has not been received from convention centre as on the date of this report.

**7.a Consolidated Investments**

Confidence Cement Limited	4,789,384,068	4,041,190,676
Zodiac Logistics Limited	-	-
Less: Intra group elimination	(99,000,000)	(99,000,000)
	<b>4,690,384,068</b>	<b>3,942,190,676</b>

**8.00 Investments in quoted shares**

Opening balance	2,347,652	1,172,933
Less: Sold during the year	(2,628,956)	-
Add: Gain on sale of shares	281,304	-
Add: Changes in fair value of tradeable securities	-	1,174,719
Closing balance	<b>-</b>	<b>2,347,652</b>

**8.a Consolidated investments in quoted shares**

Confidence Cement Limited	-	2,347,652
Zodiac Logistics Limited	-	-
	<b>-</b>	<b>2,347,652</b>





		<u>30 June 2022</u>	<u>30 June 2021</u>
	<u>Note(s)</u>	<u>Taka</u>	<u>Taka</u>
<b>9.00 Inventories</b>			
Raw materials	9.01	289,093,151	170,780,652
Raw materials in transit-Cement Plant		20,777,748	80,709,674
Raw materials in transit- Ready-mix Plant		2,148,174	13,748,751
Stores, spares and loose tools	9.02	260,072,196	250,214,028
Spare parts in transit-Cement Plant		12,837,184	1,595,565
Packing materials	9.04	14,357,689	17,109,982
Work-in-process	9.05	-	24,987,919
		<u><b>599,286,142</b></u>	<u><b>559,146,571</b></u>
<b>9.01 Raw materials</b>			
<b><u>i. At Cement plant</u></b>			
Clinker		26,243,775	18,090,155
Gypsum		22,298,912	24,986,159
Fly ash		25,961,818	7,782,430
Lime stone		64,593,077	65,478,738
Slags		86,548,278	33,812,412
Grinding Aid		26,161,000	15,969,993
<b>Sub total</b>		<u><b>251,806,860</b></u>	<u><b>166,119,887</b></u>
<b><u>ii. At Ready-mix Plant</u></b>			
Cement		1,173,602	939,410
Chemicals		1,262,240	989,320
Stone Chips (5-10 mm)		730,953	202,793
Stone Chips (5-20 mm)		32,097,986	1,666,788
Sylhet sand		2,021,510	862,454
<b>Sub total</b>		<u><b>37,286,291</b></u>	<u><b>4,660,765</b></u>
<b>Grand total (i+ii)</b>		<u><b>289,093,151</b></u>	<u><b>170,780,652</b></u>
There was no stock of Finished Goods as at the close of business as on 30 June 2022.			
<b>9.02 Stores, spares and loose tools</b>			
<b><u>i. At Cement plant</u></b>			
Stores		38,151,634	52,905,988
Spare parts		201,218,964	176,277,375
Loose tools		4,118,971	2,798,783
<b>Sub total</b>		<u><b>243,489,569</b></u>	<u><b>231,982,146</b></u>
<b><u>ii. At Ready-mix plant</u></b>			
Stores		9,066,497	9,231,403
Spare parts		7,325,551	8,739,297
Loose tools		190,579	261,182
<b>Sub total</b>		<u><b>16,582,627</b></u>	<u><b>18,231,882</b></u>
<b>Grand total (i+ii)</b>		<u><b>260,072,196</b></u>	<u><b>250,214,028</b></u>



9.03 Raw materials reconciliation : 2021-22

i. At Cement plant

Particulars	Opening balance		Purchase				Closing balance		Consumption	
			Import		Local		Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka
	Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka				
Clinker	3,341	18,090,155	377,862	2,338,578,410	-	-	4,204	26,243,775	376,999	2,330,424,790
Gypsum	6,859	24,986,159	21,700	81,757,176	-	-	5,888	22,298,912	22,671	84,444,423
Fly ash	3,384	7,782,430	-	-	28,842	65,720,780	11,160	25,961,818	21,066	47,541,392
Lime stone	25,047	65,478,738	36,050	112,417,825	-	-	20,714	64,593,077	40,383	113,303,486
Slags	9,782	33,812,412	123,200	421,912,725	-	-	23,560	86,548,278	109,422	369,176,859
Grinding Aid	102	15,969,993	280	45,176,275	-	-	160	26,161,000	222	34,985,268
<b>Total</b>		<b>166,119,887</b>		<b>2,999,842,411</b>		<b>65,720,780</b>		<b>251,806,860</b>		<b>2,979,876,218</b>

ii. At Ready-mix Plant

Particulars	Opening balance		Purchase				Closing balance		Consumption	
			Import		Local		Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka
	Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka				
Cement	123	939,410	-	-	10,988,460	82,752,236	139	1,173,602	10,988,444	82,518,044
Chemicals	8	989,320	-	-	93,258	11,463,686	10	1,262,240	93,256	11,190,766
Stone Chips (5-10 mm)	51	202,793	-	-	150	730,954	150	730,953	51	202,794
Stone Chips (5-20 mm)	360	1,666,788	32,052	139,977,058	-	-	6,931	32,097,986	25,481	109,545,860
Sylhet Sand	520	862,454	-	-	22,294	37,600,857	1,203	2,021,510	21,611	36,441,801
<b>Total</b>		<b>4,660,765</b>		<b>139,977,058</b>		<b>132,547,733</b>		<b>37,286,291</b>		<b>239,899,265</b>

Raw materials reconciliation : 2020-21

i. At Cement plant

Particulars	Opening balance		Purchase				Closing balance		Consumption	
			Import		Local		Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka
	Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka				
Clinker	3,656	14,858,947	451,556	2,049,213,924	-	-	3,341	18,090,155	451,871	2,045,982,716
Gypsum	6,622	19,805,769	27,300	74,923,028	-	-	6,859	24,986,159	29,063	69,742,638
Fly ash	6,535	15,077,045	-	-	33,454	70,511,006	3,384	7,782,430	36,605	77,805,621
Lime stone	24,469	51,376,302	71,150	147,263,198	-	-	25,047	65,478,738	70,572	133,160,762
Slags	17,560	40,159,948	135,417	365,866,851	-	-	9,782	33,812,412	143,195	372,214,387
Grinding Aid	46	7,847,329	339	53,312,268	-	-	102	15,969,993	283	45,189,604
<b>Total</b>		<b>149,125,340</b>		<b>2,690,579,269</b>		<b>70,511,006</b>		<b>166,119,887</b>		<b>2,744,095,728</b>

ii. At Ready-mix Plant

Particulars	Opening balance		Purchase				Closing balance		Consumption	
			Import		Local		Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka
	Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka	Quantity M. Ton	Value Taka				
Cement	228	1,691,192	-	-	10,319	76,002,168	123	939,410	10,424	76,753,950
Chemicals	6	798,191	-	-	87	11,136,844	8	989,320	85	10,945,715
Stone Chips (5-10 mm)	-	-	-	-	99	398,992	51	202,793	48	196,199
Stone Chips (5-20 mm)	2,361	8,655,835	26,906	98,452,443	-	-	360	1,666,788	28,907	105,441,490
Sylhet Sand	456	729,712	-	-	22,017	35,754,668	520	862,454	21,953	35,621,926
<b>Total</b>		<b>11,874,930</b>		<b>98,452,443</b>		<b>123,292,672</b>		<b>4,660,765</b>		<b>228,959,280</b>

9.04 Packing materials reconciliation

At Cement plant

Particulars	Opening balance		Local purchase		Closing balance		Consumption	
	Quantity (Pcs)	Value Taka	Quantity (Pcs)	Value Taka	Quantity (Pcs)	Value Taka	Quantity (Pcs)	Value Taka
	July' 21-June' 22	767,593	17,109,982	9,607,600	206,729,639	609,151	14,357,689	9,766,042
July' 20-June' 21	395,554	7,230,118	13,448,400	264,990,935	767,593	17,109,982	13,076,361	255,111,071

9.05 Work-in-Process

There was no Work in Process as on 30 June 2022 and Work-in-process of cement was 4,140 M. Ton which included consumption of clinker 2,744.82 M. Ton , Gypsum 169.74 M. Ton , Fly ash 167.26 M. Ton, Slags 857.39 M.T and Lime Stone 334.51 M. T. and Grinding Aid 1,656 kgs as on 30 June 2021.



		<u>30 June 2022</u>	<u>30 June 2021</u>
	<u>Note(s)</u>	<u>Taka</u>	<u>Taka</u>
<b>9.a Consolidated Inventories</b>			
Confidence Cement Limited		599,286,142	559,146,571
Zodiac Logistics Limited		-	-
		<u>599,286,142</u>	<u>559,146,571</u>
<b>10.00 Trade receivables</b>			
Against local sales	10.01	725,171,623	796,336,767
Against export		14,170,884	7,005,311
		<u>739,342,507</u>	<u>803,342,078</u>
<b>10.01 Against local sales</b>			
<b><u>i. At Cement plant</u></b>			
Dealers		451,252,046	453,360,094
Corporate		235,687,387	270,571,464
Individual		2,515,511	2,359,860
<b>Sub total</b>		<u>689,454,944</u>	<u>726,291,418</u>
<b><u>ii. At Ready-mix plant</u></b>			
Corporate		33,647,768	66,442,136
Individual		2,068,911	3,603,213
<b>Sub total</b>		<u>35,716,679</u>	<u>70,045,349</u>
<b>Grand total (i+ii)</b>		<u>725,171,623</u>	<u>796,336,767</u>
<b>10.02 Ageing of trade receivables</b>			
Up to 3 months		441,219,582	635,550,920
Over 3 months but up to 6 months		73,626,829	64,267,364
Over 6 months		224,496,096	103,523,794
		<u>739,342,507</u>	<u>803,342,078</u>
<b>10.03</b>	The directors have estimated that the above receivables are good and realizable. No provision has been kept against these receivables.		
<b>10.a Consolidated trade receivables</b>			
Confidence Cement Limited		739,342,507	803,342,078
Zodiac Logistics Limited		20,382,480	-
Less: Intra group elimination		(17,913,975)	-
		<u>741,811,012</u>	<u>803,342,078</u>
<b>11.00 Advances, deposits and prepayments</b>			
Advances	11.01	1,480,339,344	1,060,485,864
Deposits	11.02	104,474,926	85,085,492
Prepayments	11.03	32,673,672	35,060,009
		<u>1,617,487,942</u>	<u>1,180,631,365</u>
<b>11.01 Advances</b>			
<b><u>i. At Cement plant</u></b>			
Income tax	11.01.01	491,366,754	516,523,610
Against expenses		11,218,134	11,150,264
Against LC		-	336,424
Advance for share purchase	11.01.02	663,829,893	230,951,068
Advance Tax (VAT)		80,844,771	24,819,988
Against purchase		3,794,926	3,517,549
Contractors		17,066,778	7,960,778
Employees		4,761,024	6,138,543
Other advances	11.01.03	127,046,541	192,781,393
<b>Sub total</b>		<u>1,399,928,821</u>	<u>994,179,617</u>



	Note(s)	30 June 2022 Taka	30 June 2021 Taka
<b>ii. At Ready-mix plant</b>			
Income tax	11.01.04	68,527,986	58,399,349
Against purchase		460,835	217,540
Advance Tax (VAT)		9,141,033	6,582,520
Contractors		1,907,923	449,445
Employees		372,746	657,393
<b>Sub total</b>		<b>80,410,523</b>	<b>66,306,247</b>
<b>Grand total (i+ii)</b>		<b>1,480,339,344</b>	<b>1,060,485,864</b>
<b>11.01.01 Income tax (For Cement Plant)</b>			
Opening balance		516,523,610	535,308,099
Add: Paid during the year		83,932,329	105,259,309
		<b>600,455,939</b>	<b>640,567,408</b>
Less: Adjusted during the year		(109,089,185)	(124,043,798)
Closing balance		<b>491,366,754</b>	<b>516,523,610</b>
<b>11.01.02 Advance for share purchase</b>			
Confidence Cement Dhaka Limited		663,829,893	230,951,068
		<b>663,829,893</b>	<b>230,951,068</b>
<b>11.01.03 Other advances</b>			
Salma Shipping Corporation		26,050,000	35,950,000
Zodiac Logistics Limited		100,996,541	156,831,393
		<b>127,046,541</b>	<b>192,781,393</b>
<b>11.01.04 Income tax (For Ready-mix Plant)</b>			
Opening balance		58,399,349	51,415,465
Add: Paid during the year		10,128,637	6,983,884
		<b>68,527,986</b>	<b>58,399,349</b>
Less: Adjusted during the year		-	-
Closing balance		<b>68,527,986</b>	<b>58,399,349</b>
<b>11.02 Deposits</b>			
<b>At Cement plant</b>			
Margin/ Guarantee deposit		11,490,754	15,365,754
Rental		14,372,598	9,813,998
Statutory authorities		78,611,574	59,905,740
		<b>104,474,926</b>	<b>85,085,492</b>
<b>11.03 Prepayments</b>			
<b>i. At Cement plant</b>			
Insurance premium		7,797,657	9,000,127
Prepaid expenses		24,689,623	25,851,987
<b>Sub total</b>		<b>32,487,280</b>	<b>34,852,114</b>
<b>ii. At Ready-mix plant</b>			
Insurance premium		186,392	207,895
<b>Sub total</b>		<b>186,392</b>	<b>207,895</b>
<b>Grand total (i+ii)</b>		<b>32,673,672</b>	<b>35,060,009</b>
<b>11.a Consolidated advances, deposits and prepayments</b>			
Confidence Cement Limited		1,617,487,942	1,180,631,365
Zodiac Logistics Limited		4,161,954	60,514,263
Less: Intra group elimination		(127,172,654)	(192,781,393)
		<b>1,494,477,242</b>	<b>1,048,364,235</b>



	<u>30 June 2022</u>	<u>30 June 2021</u>
	<u>Taka</u>	<u>Taka</u>
<b>12.00 Other receivables</b>		
<b><u>i. At Cement plant</u></b>		
Delta Life Insurance Co. Ltd.	23,555,155	23,555,155
Pragoti Life Insurance Co. Ltd.	-	2,402,400
Pragoti Insurance Co. Ltd.	36,987	-
Accrued interest on FDR	39,023,518	100,217,896
Receivable from Confidence Cement Dhaka Limited	70,222	-
Receivable from Globe Securities Limited	473,373	473,373
Receivable from Amin Enterprise Limited	29,557,179	28,874,095
Receivable from Aramit Cement Limited	1,034,568	2,240,569
Receivable from Bashundra Trading	510,505	510,505
Receivable from Heidelberg Cement Limited	-	353,320
Receivable from JS Enterprise	-	15,000
Receivable from Royal Cement Limited	649,070	1,554,676
Receivable from Samata Trading Agency	-	330,660
Receivable from Cargo World Logistics	1,413,889	-
Receivable from Ruby Cement Limited	690,400	-
Receivable from Modern Syntex Limited	1,922,515	1,922,515
Receivable from others	7,817,073	9,618
<b>Sub total</b>	<b><u>106,754,454</u></b>	<b><u>162,459,782</u></b>
<b><u>ii. At Ready-mix plant</u></b>		
Delta Life Insurance Co. Ltd.	1,316,508	1,316,508
Pragoti Life Insurance Co. Ltd.	215,850	149,500
United Insurance Company Limited	10,245	-
	<b><u>1,542,603</u></b>	<b><u>1,466,008</u></b>
<b>Grand total (i+ii)</b>	<b><u>108,297,057</u></b>	<b><u>163,925,790</u></b>

Receivable from Delta Life Insurance Company Limited represent Group Term Life Insurance with 100% refund of premium (GTR/100-10) with Accidental Death and Dismemberment (AD & D) plus Permanent Partial Disability (PPD) benefit.

**12.a Consolidated other receivables**

Confidence Cement Limited	108,297,057	163,925,790
Zodiac Logistics Limited	1,000,000	100,000,000
Less: Intra group elimination	-	(99,000,000)
	<b><u>109,297,057</u></b>	<b><u>164,925,790</u></b>

**13.00 Short term investments in Fixed Deposits**

<b><u>Name of the Banks</u></b>	<b><u>Purpose</u></b>	<b><u>Tenure</u></b>	<b><u>Rate of Interest</u></b>		
Lanka Bangla Finance Limited	Investment	12 Months	6.25% - 7.25%	64,000,000	114,000,000
Mutual Trust Bank Limited	Investment	12 Months	4.50%	-	20,000,000
Prime Bank Limited	Lien	6 Months	2.50%	55,000,000	10,000,000
Southeast Bank Limited	Investment	12 Months	6.00%	-	20,000,000
United Finance Limited	Investment	6 Months	6.50%	-	20,000,000
Union Capital Limited	Investment	12 Months	7.00%	20,000,000	20,000,000
				<b><u>139,000,000</u></b>	<b><u>204,000,000</u></b>

**13.a Consolidated Short term investments in Fixed Deposits**

Confidence Cement Limited	139,000,000	204,000,000
Zodiac Logistics Limited	-	-
	<b><u>139,000,000</u></b>	<b><u>204,000,000</u></b>

**14.00 Cash and cash equivalents**

	<u>30 June 2022</u>	<u>30 June 2021</u>
	<u>Taka</u>	<u>Taka</u>
Cash in hand	355,765	444,035
Cash at banks	88,412,305	211,712,683
	<b><u>88,768,070</u></b>	<b><u>212,156,718</u></b>

Note(s)

14.01  
14.02



**14.01 Cash in hand**  
i. At Cement plant  
ii. At Ready-mix plant

30 June 2022	30 June 2021
Taka	Taka
282,213	363,530
73,552	80,505
<b>355,765</b>	<b>444,035</b>

**14.02 Cash at banks**

**i. At Cement plant**

<u>Name of the Banks</u>	<u>Branch</u>	<u>Account Type</u>		
AB Bank Limited	Agrabad	CD	966,697	3,523,052
AB Bank Limited	CDA Avenue	CD	7,010	7,010
Agrani Bank Limited	Laldighi	CD	105,044	105,044
Agrani Bank Limited	Madambibirhat	CD	10,043	10,043
Agrani Bank Limited	CEPZ	CD	9,002	9,002
Al- Arafha Bank Limited	Agrabad	CD	1,059,918	-
Bank Asia Limited	Agrabad	SND	5,668,699	-
Bank Asia Limited	Agrabad	CD	81,437	2,711,673
Bank Asia Limited	Agrabad	CD	118,974	120,044
Bank Asia Limited	Agrabad	SND	(338,300)	(327,320)
Bank Asia Limited	Agrabad	SND	305,201	305,899
Bank Asia Limited	Agrabad	SND	2,895,720	3,232,192
The City Bank Limited	Agrabad	CD	7,246,964	8,585,737
The City Bank Limited	Agrabad	SND	185,034	609,621
Commercial Bank of Ceylon	Agrabad	CD	118,244	118,244
Dhaka Bank Limited	Halishahar	SND	(1,544,110)	21,755,085
Dutch Bangla Bank Limited	Agrabad	CD	3,381,410	3,936,786
Eastern Bank Limited	Agrabad	CD	3,305,605	15,496,644
Eastern Bank Limited	Agrabad	STD	292,933	112,596
Eastern Bank Limited	Agrabad	CD	20,477	67,470
Eastern Bank Limited	Agrabad	CD	67	67
EXIM Bank Limited	Halishahar	SND	4,047,860	14,213,996
First Security Islami Bank Limited	Agrabad	SND	4,764,656	3,022,142
HSBC	Agrabad	CD	14,589	56,389
IFIC Bank Limited	Agrabad	CD	3,195,774	2,189,805
IFIC Bank Limited	Motijheel	SND	15,463	610,155
Islami Bank Bangladesh Limited	Agrabad	CD	4,603,513	3,993,721
Mercantile Bank Limited	Madambibirhat	CD	2,639,934	7,886,495
Midland Bank Limited	Agrabad	SND	478,107	320,608
Mutual Trust Bank Limited	Agrabad	SND	3,557,471	6,245,932
National Bank Limited	Halishahar	SND	226,319	132,978
Meghna Bank Limited	Agrabad	CD	3,850	-
NCC Bank Limited	Halishahar	SND	5,536,813	10,467,975
NRB Commercial Bank Limited	Agrabad	SND	646,122	1,145,976
ONE Bank Limited	Agrabad	SND	1,176,404	45,305,716
Premier Bank Limited	Agrabad	SB	321,049	2,649,079
Premier Bank Limited	Agrabad	SND	505,901	493,948
Premier Bank Limited	Motijheel	SND	591,292	579,517
Prime Bank Limited	Motijheel	SND	658,999	836,245
Prime Bank Limited	Agrabad	CD	1,759,543	2,367,166
Prime Bank Limited	Agrabad	USD	8,621,247	7,584,852
Prime Bank Limited	Agrabad	SND	397,097	396,382
Prime Bank Limited	Agrabad	SND	256,989	256,924
Pubali Bank Limited	Agrabad	CD	6,901	2,048,738
Southeast Bank Limited	Agrabad	CD	2,121,005	4,269,714
Southeast Bank Limited	Madambibirhat	CD	16,834	180,812
Standard Chartered Bank	Agrabad	CD	14,220	14,220
Standard Chartered Bank	Kolkata	CD	486,748	486,748
State Bank of India	Chattogram	CD	265,365	265,365
Southeast Bank Limited	Madambibirhat	SND	3	396
Standard Bank Limited	Agrabad	SND	643,438	3,639,861



<u>Name of the Banks</u>	<u>Branch</u>	<u>Account Type</u>	<u>30 June 2022</u>	<u>30 June 2021</u>
			<u>Taka</u>	<u>Taka</u>
Trust Bank Limited	CDA Avenue	CD	14,310,653	8,862,505
Trust Bank Limited	CDA Avenue	SND	48,083	48,903
United Commercial Bank Ltd.	Agrabad	CD	5,926,634	3,355,875
United Commercial Bank Ltd.	Halishahar	SND	190,358	189,606
Union Bank Limited	Pahartali	SND	4,350,966	5,894,226
<b>Sub total</b>			<b>96,296,269</b>	<b>200,391,859</b>
<b>ii. At Ready-mix plant</b>				
Prime Bank Limited	Agrabad	CD	(8,036,094)	10,096,254
Trust Bank Limited	CDA Avenue	CD	152,130	1,224,570
<b>Sub total</b>			<b>(7,883,964)</b>	<b>11,320,824</b>
<b>Grand total (i+ii)</b>			<b>88,412,305</b>	<b>211,712,683</b>

Negative balances shown in the bank book represent book overdraft.

#### 14.a Consolidated cash and cash equivalents

Confidence Cement Limited	88,768,070	212,156,718
Zodiac Logistics Limited	3,893,721	-
	<b>92,661,791</b>	<b>212,156,718</b>

#### 15.00 Share capital

<b>Authorized capital</b>		
100,000,000 Ordinary shares of Tk 10 each	<b>1,000,000,000</b>	<b>1,000,000,000</b>
<b>Issued, Subscribed and Paid-up capital</b>		
74,509,268 Ordinary shares of Tk. 10 each	782,347,312	745,092,682
3,725,463 Bonus shares of Tk. 10 each	-	37,254,630
<b>Total 78,234,731 ordinary shares of Tk 10 each</b>	<b>782,347,312</b>	<b>782,347,312</b>

The Company issued 5% bonus shares (3,725,463 shares) as declared in 29th annual general meeting for the year 2019-2020.



### 15.01 Composition of shareholders

Name of shareholders	As at 30 June 2022		As at 30 June 2021	
	No. of Shares	Holding (%)	No. of Shares	Holding (%)
Sponsors	23,496,618	30.03	23,496,618	30.03
Non-resident shareholders	1,436	0.00	2,560	0.00
Financial Institutions	27,364,411	34.98	11,660,475	14.90
Investment Corporation of Bangladesh	24,204	0.03	133,875	0.17
Mutual Fund(s)	476,879	0.61	113,340	0.14
Investors Discretionary Account	86,232	0.11	189,843	0.24
General Public	26,784,951	34.24	42,638,020	54.50
	<b>78,234,731</b>	<b>100.00</b>	<b>78,234,731</b>	<b>100.00</b>

### 15.02 Classification of shares by holding

Class by number of shares	No. of Holders	No. of Shares	Holding (%)
Up to 5,000	13,375	8,442,876	8.63
From 5,001 to 50,000	803	11,536,252	11.79
From 50,001 to 100,000	79	5,671,597	5.80
From 100,001 to 200,000	36	7,829,318	8.00
From 200,001 to 300,000	9	21,770,929	22.25
From 300,001 to 400,000	4	1,405,699	1.44
From 400,001 to 500,000	5	2,308,770	2.36
From 500,001 to 1,000,000	7	5,203,333	5.32
From 1,000,001 to 10,000,000	16	33,665,957	34.41
	<b>14,334</b>	<b>97,834,731</b>	<b>100.00</b>

30 June 2022	30 June 2021
Taka	Taka

### 16.00 Reserves

#### 16.01 General reserve

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.

30 June 2022	30 June 2021
Taka	Taka

#### 16.01.a Consolidated general reserve

Confidence Cement Limited  
Zodiac Logistics Limited

371,862,754	371,862,754
-	-
<b>371,862,754</b>	<b>371,862,754</b>

#### 16.02 Revaluation reserve

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

<b>391,000,123</b>	<b>425,096,390</b>
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#### 16.02.a Consolidated revaluation reserves

Confidence Cement Limited  
Zodiac Logistics Limited

391,000,123	425,096,390
-	-
<b>391,000,123</b>	<b>425,096,390</b>

### 17.00 Long term borrowings

#### Cement plant

Syndicate term loan  
Term loan - Prime Bank Limited  
Term Loan-United Commercial Bank Limited  
IDLC Finance-Term Loan

17.02	722,192,307	984,807,691
17.03	34,091,398	51,194,594
17.04	185,970,207	173,000,000
17.05	51,037,293	-
	<b>993,291,205</b>	<b>1,209,002,285</b>





	<u>30 June 2022</u>	<u>30 June 2021</u>
	<u>Taka</u>	<u>Taka</u>
<b>17.01 Maturity Analysis of long term borrowings</b>		
<b><u>Due within one (1) year</u></b>		
Syndicate term loan	262,615,388	262,615,384
Term loan - Prime Bank Limited	20,958,000	20,958,000
Term Loan-United Commercial Bank Limited	152,408,232	-
Term Loan-IDLC Finance Limited	10,167,917	-
	<b><u>446,149,537</u></b>	<b><u>283,573,384</u></b>
<b><u>Due after one (1) year</u></b>		
Syndicate term loan	459,576,919	722,192,307
Term loan - Prime Bank Limited	13,133,398	30,236,594
Term Loan-United Commercial Bank Limited	33,561,975	173,000,000
Term Loan-IDLC Finance Limited	40,869,376	-
	<b><u>547,141,668</u></b>	<b><u>925,428,901</u></b>
<b>17.01.a Consolidated maturity Analysis of long term borrowings</b>		
<b><u>Due within one (1) year</u></b>		
Confidence Cement Limited	446,149,537	283,573,384
Zodiac Logistics Limited	-	-
	<b><u>446,149,537</u></b>	<b><u>283,573,384</u></b>
<b><u>Due after one (1) year</u></b>		
Confidence Cement Limited	547,141,668	925,428,901
Zodiac Logistics Limited	-	-
	<b><u>547,141,668</u></b>	<b><u>925,428,901</u></b>
<b>17.02 Syndicate term loan</b>		
Bank Asia Limited	92,653,846	126,346,154
Eastern Bank Limited	61,769,230	84,230,769
IFIC Bank Limited	77,000,000	105,000,000
Midland Bank Limited	66,423,077	90,576,923
Modhumoti Bank Limited	69,384,615	84,231,970
Mutual Bank Limited	61,769,231	210,575,721
Prime Bank Limited	154,423,077	84,230,769
Southeast Bank Limited	61,769,231	42,115,385
Trust Bank Limited	46,115,385	62,884,615
United Finance Limited	30,884,615	94,615,385
	<b><u>722,192,307</u></b>	<b><u>984,807,691</u></b>

**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.

**Total Facilities:** BD Taka 1,707 million

**Interest Rate:**

Interest rate is 9% per annum calculated on quarterly basis and variable depending on the situation of money market.

**Disbursement:** First disbursement made on 17 May 2018.

**Repayments:**

This term loan is repayable in 24 (twenty four) equal quarterly installments after 1 ( one ) year of grace period.

**Securities:**

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



**Purpose:**

For capital expenditure on expansion project ( Unit-3) with an additional capacity of 2,000 M.T. per day.

**17.03 Term loan - Prime Bank Limited**

Prime Bank Limited

<u>30 June 2022</u>	<u>30 June 2021</u>
<u>Taka</u>	<u>Taka</u>
34,091,398	51,194,594
<b>34,091,398</b>	<b>51,194,594</b>

**Lenders:**

The Company entered into a term loan agreement for settling the ABP liability against the import of crane and Dryer machinery with Prime Bank Limited.

**Total Facilities:** BD Taka 70 million

**Interest Rate:**

Interest rate is 9% per annum calculated on monthly basis and variable depending on the situation of money market.

**Disbursement:** First disbursement made on 11 February 2020 and Second disbursement made on 16 April 2020.

**Repayments:**

This term loan is repayable in 48 (forty eight) equal monthly installments.

**Securities:**

- A postdated cheque covering loan amount.
- Demand promissory note for full loan amount.

**Purpose:**

Post import financing for settling the ABP liability against the import of Crane and Dryer machinery.

**17.04 Term loan - United Commercial Bank Limited**

United Commercial Bank Limited

<u>30 June 2022</u>	<u>30 June 2021</u>
<u>Taka</u>	<u>Taka</u>
185,970,207	173,000,000
<b>185,970,207</b>	<b>173,000,000</b>

**Total Facilities:** BD Taka 173 million

**Interest Rate:**

Interest rate is 9% per annum calculated on monthly basis and variable depending on the situation of money market.

**Repayments:**

This term loan is repayable in 51 (Fifty one) equal monthly installments.

**Securities:**

- Registered Mortgage on machineries.
- Personal guarantee of all directors of the company.
- A un-dated cheque covering loan amount.

**Purpose:**

Payment of accepted bill liabilities related to gas generator.

**17.05 IDLC Finance-Term Loan**

IDLC Finance Limited

<u>30 June 2022</u>	<u>30 June 2021</u>
<u>Taka</u>	<u>Taka</u>
51,037,293	-
<b>51,037,293</b>	<b>-</b>

**Lenders:**

The Company entered in to term loan agreement for procurement of capital machineries and equipment on 10 march 2022 with IDLC Finance Limited.

**Total Facilities:** BD Taka 63.29 million



**Interest Rate:**

Interest rate is 8.50% per annum calculated on monthly basis and variable depending on the situation of money market.

**Disbursement:** First disbursement made on 15 June 2022.

**Repayments:**

This term loan is repayable in 60 (sixty) equal monthly installments.

**Securities:**

- i) Registered Mortgage on machineries.
- ii) Personal guarantee of all directors of the company.
- iii) A un-dated cheque covering loan amount.

	Note(s)	30 June 2022 Taka	30 June 2021 Taka
<b>17.a Consolidated long term borrowings</b>			
Confidence Cement Limited		993,291,205	1,209,002,285
Zodiac Logistics Limited		-	-
		<b>993,291,205</b>	<b>1,209,002,285</b>
<b>18.00 Defined benefit obligations (gratuity)</b>			
<b><u>i. At Cement Plant</u></b>			
Opening balance		109,034,793	74,732,978
Add: Provided during the year	18.01	54,553,540	46,614,788
		<b>163,588,333</b>	<b>121,347,766</b>
Less: Paid during the year		(8,719,764)	(12,312,973)
<b>Sub total</b>		<b>154,868,569</b>	<b>109,034,793</b>
<b><u>ii. At Ready-mix Plant</u></b>			
Opening balance		2,050,972	1,737,500
Add: Provided during the year	18.01	413,106	343,670
		<b>2,464,078</b>	<b>2,081,170</b>
Less: Paid during the year		(251,652)	(30,198)
<b>Sub total</b>		<b>2,212,426</b>	<b>2,050,972</b>
<b>Grand Total (i+ii)</b>		<b>157,080,995</b>	<b>111,085,765</b>
<b>18.01 Provided during the year</b>			
<b><u>i. At Cement Plant</u></b>			
Factory overhead	26.03	26,916,675	40,360,943
Administrative expenses	27.00	17,894,287	4,285,116
Selling and distribution expenses	28.00	9,742,578	1,968,729
<b>Sub total</b>		<b>54,553,540</b>	<b>46,614,788</b>
<b><u>ii. At Ready-mix Plant</u></b>			
Factory overhead	26.03	413,106	343,670
<b>Sub total</b>		<b>413,106</b>	<b>343,670</b>
<b>Grand Total (i+ii)</b>		<b>54,966,646</b>	<b>46,958,458</b>
<b>18.a Consolidated defined benefit obligations (gratuity)</b>			
Confidence Cement Limited		157,080,995	111,085,765
Zodiac Logistics Limited		-	-
		<b>157,080,995</b>	<b>111,085,765</b>



**19.00 Deferred tax liability**

Deferred tax liability has been calculated below at the applicable tax rate on the difference between the carrying value and tax base.

	30 June 2022	30 June 2021
	Taka	Taka
Opening balance	393,302,089	266,602,779
<b>Provided during the year:</b>		
Against temporary difference	(58,954,721)	143,207,754
Deferred tax on ROU Asset (net of lease liabilities)	(4,152,397)	-
Investment in quoted shares	91,164	117,471
Provision for Gratuity	(6,421,902)	(5,876,677)
	<b>(69,437,856)</b>	<b>137,448,548</b>
<b>Adjusted during the year:</b>		
Adjusted during the year against impact of depreciation on revaluation surplus	(8,524,067)	(10,749,238)
Closing Balance	<b>315,340,166</b>	<b>393,302,089</b>

Reconciliation of deferred tax liabilities /(assets) are as follows :

	Carrying Amount	Tax Base	Rate Applied	Temporary Difference	Deferred Tax liability/(asset)
	Taka	Taka	%	Taka	Taka
<b>As at 30 June 2022</b>					
Property, Plant and Equipment (Except land)	3,190,983,079	1,436,439,270	20.00%	1,754,543,809	350,908,762
Gratuity	(157,080,995)	-	20.00%	(157,080,995)	(31,416,199)
Right of use asset (net of lease liabilities)	(20,761,984)	-	20.00%	(20,761,984)	(4,152,397)
<b>Deferred tax liability</b>					<b>315,340,166</b>

	Carrying Amount	Tax Base	Rate Applied	Temporary Difference	Deferred Tax liability/(asset)
	Taka	Taka	%	Taka	Taka
<b>As at 30 June 2021</b>					
Property, Plant and Equipment (Except land)	3,371,148,510	1,511,648,288	22.50%	1,859,500,222	418,387,550
Gratuity	(111,085,765)	-	22.50%	(111,085,765)	(24,994,297)
Investment in quoted shares	2,347,652	3,259,287	10.00%	(911,635)	(91,164)
<b>Deferred tax liability</b>					<b>393,302,089</b>

**19.a Consolidated deferred tax liability**

Confidence Cement Limited  
Zodiac Logistics Limited

	30 June 2022	30 June 2021
	Taka	Taka
	315,340,166	393,302,089
	432,894	-
	<b>315,773,060</b>	<b>393,302,089</b>

**19.01.a Consolidated deferred tax expenses/(income)**

Confidence Cement Limited  
Zodiac Logistics Limited

	(69,437,856)	137,448,548
	432,894	-
	<b>(69,004,962)</b>	<b>137,448,548</b>

**20.00 Trade payables**

**i. At Cement Plant**

Payable to suppliers  
Payable to contractors  
Salaries, wages and other benefits  
Auditors' remuneration  
Power and gas  
Other expenses  
**Sub total**

	146,260,919	208,166,382
	52,436,023	42,536,819
	5,952,914	18,620,992
	375,000	375,000
	20,026,251	18,919,924
	21,076,853	92,774,325
	<b>246,127,960</b>	<b>381,393,442</b>



	Note(s)	30 June 2022 Taka	30 June 2021 Taka
<b>ii. At Ready-mix Plant</b>			
Payable to suppliers		36,483,406	75,493,129
Salaries, wages and other benefits		6,478	528,904
Electricity bill		90,752	68,969
Other expenses		7,538,350	8,936,146
<b>Sub total</b>		<b>44,118,986</b>	<b>85,027,148</b>
<b>Grand total (i+ii)</b>		<b>290,246,946</b>	<b>466,420,590</b>
<b>20.a Consolidated trade payables</b>			
Confidence Cement Limited		290,246,946	466,420,590
Zodiac Logistics Limited		134,996,213	192,781,393
Less: Intra group elimination		(144,309,447)	(192,781,393)
		<b>280,933,712</b>	<b>466,420,590</b>
<b>21.00 Short term borrowings</b>			
Deffered payment of L/C	21.01	2,276,884,300	1,998,407,738
Loan against Trust Receipt ( LATR )	21.02	1,081,910	-
Time/Demand Loan/ General/Other Short Term Borrowings	21.03	1,196,098,441	409,765,970
Cash Credit (Hypothecation )/OD General	21.04	665,590,039	808,533
Stimulus Package Working Capital Loan	21.05	246,647,741	501,029,386
		<b>4,386,302,431</b>	<b>2,910,011,627</b>
<b>21.01 Deffered payment of L/C</b>			
<b>i. At Cement Plant</b>			
City Bank Limited		524,634,228	197,429,433
Eastern Bank Limited		46,063,003	144,458,661
Mutual Trust Bank Limited		310,312,280	291,879,614
ONE Bank Limited		234,518,621	285,292,307
Prime Bank Limited		250,474,222	297,335,615
Pubali Bank Limited		232,729,948	-
Trust Bank Limited		396,771,932	372,398,616
United Commercial Bank Limited		227,236,170	381,900,073
<b>Sub total</b>		<b>2,222,740,404</b>	<b>1,970,694,319</b>
<b>ii. At Ready-mix Plant</b>			
Trust Bank Limited		54,143,896	27,713,419
<b>Sub total</b>		<b>54,143,896</b>	<b>27,713,419</b>
<b>Grand total (i+ii)</b>		<b>2,276,884,300</b>	<b>1,998,407,738</b>
<b>21.02 Loan against Trust Receipt ( LATR )</b>			
<b>At Cement Plant</b>			
Pubali Bank Limited		1,081,910	-
		<b>1,081,910</b>	<b>-</b>
<b>21.03 Time/Demand Loan/ General/Other Short Term Borrowings</b>			
<b>i. At Cement Plant</b>			
City Bank Limited		152,640,340	142,157,137
Midland Bank Limited		504,331,563	-
Mutual Trust Bank Limited		152,589,718	-
ONE Bank Limited		66,996,632	-
Prime Bank Limited		42,304,813	254,180,556
Pubali Bank Limited		203,539,448	-
Trust Bank Limited		49,430,388	-
United Commercial Bank Limited		5,896,009	-
<b>Sub total</b>		<b>1,177,728,911</b>	<b>396,337,693</b>
<b>ii. At Ready-mix Plant</b>			
Trust Bank Limited		18,369,530	13,428,277
<b>Sub total</b>		<b>18,369,530</b>	<b>13,428,277</b>
<b>Grand total (i+ii)</b>		<b>1,196,098,441</b>	<b>409,765,970</b>



	30 June 2022	30 June 2021
	Taka	Taka
<b>21.04 Cash Credit (Hypothecation )/OD General</b>		
City Bank Limited	10,000,428	(180,668)
Eastern Bank Limited	20,123,656	12,467
Mutual Trust Bank Limited	48,850,914	(20,086)
ONE Bank Limited	97,410,540	(1,096,029)
Prime Bank Limited	203,700,610	2,059,500
Pubali Bank Limited	89,768,693	-
Trust Bank Limited	101,013,841	84,629
United Commercial Bank Limited	94,721,357	(51,280)
	<b>665,590,039</b>	<b>808,533</b>
<b>21.05 Stimulus Package Working Capital Loan</b>		
City Bank Limited	-	202,275,000
Eastern Bank Limited	89,924,882	-
Mutual Trust Bank Limited	-	19,993,673
ONE Bank Limited	-	50,559,977
Prime Bank Limited	60,642,016	80,909,012
Pubali Bank Limited	-	9,836,015
Trust Bank Limited	96,080,843	36,915,048
United Commercial Bank Limited	-	100,540,661
	<b>246,647,741</b>	<b>501,029,386</b>

**21.06 Nature of Security**

i) Personal guarantee of all directors' and post dated cheques.

ii) Parri-passu charge security sharing agreement (PPSSA) with Bank Asia Limited , The City Bank Limited , Eastern Bank Limited, HSBC, Mutual Trust Bank Limited , ONE Bank Limited , Prime Bank Limited, Pubali Bank Limited and Trust Bank Limited as overall present and future floating assets (stocks & book debts) of the company.

**21.07 Rate of Bank Interest**

i) For working Capital Rate of interest is 7% to 9% p.a.

ii) For Stimulus Package Working Capital Loan rate of interest 4.50% p.a.

**21.08 Bank facilities:**

The company is currently availing the following facilities from different banks.

Bank Name	Branch	Limit ( Taka in crore )					
		L/C	LTR	Stimulus Package	OD/CC	Short Term Loan	Time/Demand/ Import Duty Loan
Eastern Bank Limited	Agrabad	30	19	9	2	-	10
Mutual Trust Bank Limited	Agrabad	55	5	2	5	-	15
ONE Bank Limited	Agrabad	50	5	5	10	-	40
Prime Bank Limited	Agrabad	78	50	8	20	-	50
Pubali Bank Limited	Agrabad	50	20	1	10	-	15
Trust Bank Limited	Agrabad	50	15	10	10	-	20
The City Bank Limited	Agrabad	67	-	20	1	70	16
United Commercial Bank Limited	Agrabad	50	10	10	10	-	15

	30 June 2022	30 June 2021
	Taka	Taka
<b>21.a Consolidated Short term borrowings</b>		
Confidence Cement Limited	4,386,302,431	2,910,011,627
Zodiac Logistics Limited	-	-
	<b>4,386,302,431</b>	<b>2,910,011,627</b>
<b>22.00 Current tax liability</b>		
Opening Balance	118,045,750	133,237,087
Add: Provided during the year	89,746,216	106,376,330
Add: Prior year adjustment	2,712,855	2,476,131
	92,459,071	108,852,461
Less: Paid/Adjusted during the year	(109,089,185)	(124,043,798)
	<b>101,415,636</b>	<b>118,045,750</b>



		<u>30 June 2022</u>	<u>30 June 2021</u>
		<u>Taka</u>	<u>Taka</u>
<b>22.a Consolidated current tax liability</b>			
Confidence Cement Limited		101,415,636	118,045,750
Zodiac Logistics Limited		442,660	-
		<u>101,858,296</u>	<u>118,045,750</u>
<b>22.01.a Consolidated current tax expenses</b>			
<b><u>Current year:</u></b>			
Confidence Cement Limited		89,746,216	106,376,330
Zodiac Logistics Limited		442,660	-
		<u>90,188,876</u>	<u>106,376,330</u>
<b><u>Privious year:</u></b>			
Confidence Cement Limited		2,712,855	2,476,131
Zodiac Logistics Limited		-	-
		<u>2,712,855</u>	<u>2,476,131</u>
<b>22.02 Reconciliation of effective tax</b>			
		<u>30 June 2022</u>	<u>30 June 2021</u>
		<u>Rate</u>	<u>Taka</u>
		<u>Rate</u>	<u>Taka</u>
<b>Profit before tax</b>		132,404,582	1,487,486,722
<b>Total income tax expense</b>	<b>17.39%</b>	<b>23,021,215</b>	<b>16.56%</b> <b>246,301,009</b>
<b><u>Factors affecting the tax charge:</u></b>			
Tax using the applicable rate	20.00%	26,480,916	22.50% 334,584,014
Share of profit of equity accounted investees (net of tax)	-112.00%	(148,294,029)	-16.21% (241,100,578)
Difference between accounting and fiscal depreciation	2.38%	3,150,158	-1.57% (23,360,536)
Difference between effect of ROU and actual payment	1.41%	1,872,152	0.13% 1,941,082
Difference between gratuity provision and payment	6.95%	9,199,046	0.52% 7,788,440
Difference between WPPF and Welfare Fund provision and payment	-3.30%	(4,373,494)	0.33% 4,920,181
Adjustment for inadmissible expenses	0.14%	190,245	0.00% -
Adjustment for reduced rated taxable income	-0.58%	(765,071)	-1.17% (17,369,345)
Adjustment for revenue gain on sale of non-current asset	0.00%	-	-0.02% (264,430)
Adjustment for unrealised gain on Investment in quoted shares	0.00%	-	-0.02% (264,312)
Adjustment for minimum tax	152.78%	202,286,293	2.66% 39,501,814
Prior year adjustment	2.05%	2,712,855	0.17% 2,476,131
Effect of deferred tax on temporary differences	-52.44%	(69,437,856)	9.24% 137,448,548
	<b>17.39%</b>	<b>23,021,215</b>	<b>16.56%</b> <b>246,301,009</b>
<b>23.00 Unclaimed dividend</b>			
<b><u>Cement plant:</u></b>			
Unclaimed cash dividend	23.01	89,577,917	84,117,864
Unclaimed fractional dividend	23.02	5,092,429	5,092,429
		<u>94,670,346</u>	<u>89,210,293</u>
<b>23.01 Unclaimed cash dividend</b>			
Opening balance		84,117,864	82,481,488
Cash dividend		195,586,828	111,763,902
		<u>279,704,692</u>	<u>194,245,390</u>
Paid during the year		(190,126,775)	(110,127,526)
		<u>89,577,917</u>	<u>84,117,864</u>
<b>23.02 Unclaimed fractional dividend</b>			
Opening balance		5,092,429	4,350,283
Sale proceeds received of fractional bonus share		-	931,388
Paid during the year		-	(189,242)
		<u>5,092,429</u>	<u>5,092,429</u>



Particulars	Balance as on 01 July 2021	Declared during the year	Payment during the year	30 June 2022	30 June 2021
Interim dividend 2015	6,705,837	-	-	6,705,837	6,705,837
Final dividend (Prior to 2004)	6,909,984	-	-	6,909,984	6,909,984
Final dividend 2004	187,470	-	-	187,470	187,470
Final dividend 2005	371,314	-	-	371,314	371,314
Final dividend 2006	1,391,931	-	-	1,391,931	1,391,931
Final dividend 2007	2,036,640	-	(945)	2,035,695	2,036,640
Final dividend 2009	874,751	-	(840)	873,911	874,751
Final dividend 2010	9,865,398	-	(2,070)	9,863,328	9,865,398
Final dividend 2011	9,544,680	-	-	9,544,680	9,544,680
Final dividend 2012	9,529,143	-	-	9,529,143	9,529,143
Final dividend 2013	13,674,744	-	-	13,674,744	13,674,744
Final dividend 2014	7,758,589	-	-	7,758,589	7,758,589
Final dividend 2016	3,325,847	-	-	3,325,847	3,325,847
Final dividend 2016-2017	6,008,323	-	(105)	6,008,219	6,008,323
Final dividend 2017-2018	962,059	-	(7,445)	954,614	962,059
Final dividend 2018-2019	2,210,636	-	(6,021)	2,204,615	2,210,636
Final dividend 2019-2020	2,760,518	-	(9,169)	2,751,349	2,760,518
Final dividend 2020-2021	-	195,586,828	(190,100,180)	5,486,649	-
	<b>84,117,864</b>	<b>195,586,828</b>	<b>(190,126,775)</b>	<b>89,577,918</b>	<b>84,117,864</b>

<b>23.a Consolidated unclaimed dividend</b>			
Confidence Cement Limited		94,670,346	89,210,293
Zodiac Logistics Limited		-	-
		<b>94,670,346</b>	<b>89,210,293</b>
<b>24.00 Other liabilities</b>			
<b>i. At Cement Plant</b>			
Advance against sales		90,269,037	121,331,428
Advance against employees		52,746	17,642
Security deposits from dealers & others		3,632,600	3,632,600
Share subscription refundable		47,900	47,900
Source tax deductions		3,812,570	8,427,775
Source VAT deductions		2,505,655	6,238,878
Payable to Zodiac Logistics Limited		-	99,000,000
Employees' Provident Fund		5,079,867	2,985,094
Provision for WPPF and Welfare Fund		-	21,867,470
<b>Sub total</b>		<b>105,400,375</b>	<b>263,548,787</b>
<b>ii. At Ready-mix Plant</b>			
Advance against sales		-	10,326,888
Advance against employees		1,455	1,455
Source tax deductions		1,135,845	1,353,241
Source VAT deductions		705,352	607,682
Employees' Provident Fund		365,744	185,884
<b>Sub total</b>		<b>2,208,396</b>	<b>12,475,150</b>
<b>Grand total (i+ii)</b>		<b>107,608,771</b>	<b>276,023,937</b>
<b>24.a Consolidated Other liabilities</b>			
Confidence Cement Limited		107,608,771	276,023,937
Zodiac Logistics Limited		22,938,208	11,384,306
Less: Intra group elimination		(126,113)	(99,000,000)
		<b>130,420,866</b>	<b>188,408,243</b>
		<b>01 July 2021</b>	<b>01 July 2020</b>
		<b>to 30 June 2022</b>	<b>to 30 June 2021</b>
	<b>Note(s)</b>	<b>Taka</b>	<b>Taka</b>
<b>25.00 Revenue</b>			
<b>i. At Cement plant</b>			
Revenue from local sales	25.01	3,709,904,605	4,315,531,283
Revenue from Export	25.02	63,310,812	21,213,009
<b>Sub total</b>		<b>3,773,215,417</b>	<b>4,336,744,292</b>





		01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021
		Taka	Taka
<b>ii. At Ready-mix plant</b>			
	Revenue from corporate sales	286,615,832	273,520,440
	Revenue from individual sales	2,036,135	9,049,137
	<b>Sub total</b>	<b>288,651,967</b>	<b>282,569,577</b>
	<b>Grand total (i+ii)</b>	<b>4,061,867,384</b>	<b>4,619,313,869</b>
<b>25.01</b>	<b>Revenue from local sales</b>		
	Gross sales	4,266,394,472	4,962,860,975
	Less: Value Added Tax (VAT)	(556,489,867)	(647,329,692)
	<b>Net sales</b>	<b>3,709,904,605</b>	<b>4,315,531,283</b>
<b>25.02</b>	<b>Revenue from Export</b>		
	Export proceeds - cost and freight	63,832,343	21,409,877
	Less: Export expenses	(521,531)	(196,868)
		<b>63,310,812</b>	<b>21,213,009</b>
		<b>Unit</b>	
		01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021
<b>25.03</b>	<b>Sales Quantity Analysis</b>		
	<b>i. At Cement plant</b>		
	Local	M.Ton 548,737	706,013
	Export	M.Ton 8,355	2,966
	<b>Total</b>	<b>557,092</b>	<b>708,979</b>
	<b>ii. At Ready-mix plant</b>		
	Corporate	CFT. 702,980	961,016
	Individual	CFT. 297,801	31,528
	<b>Total</b>	<b>1,000,781</b>	<b>992,544</b>
<b>25.04</b>	<b>Production and Capacity</b>		
	<b>i. At Cement Plant</b>		
	Production capacity	M.Ton 1,200,000	1,200,000
	Actual production	M.Ton 552,952	708,853
	Utilization	<b>46%</b>	<b>59%</b>
	<b>ii. At Ready-mix Plant</b>		
	Production capacity	CFT. 2,400,000	2,400,000
	Actual production	CFT. 1,000,781	992,544
	Utilization	<b>42%</b>	<b>41%</b>
<b>25.a</b>	<b>Consolidated revenue</b>		
	Confidence Cement Limited	4,061,867,384	4,619,313,869
	Zodiac Logistics Limited	22,983,981	-
	Less: Intra group elimination	(20,515,476)	-
		<b>4,064,335,889</b>	<b>4,619,313,869</b>
		<b>Note(s)</b>	
		01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021
		Taka	Taka
<b>26.00</b>	<b>Cost of sales</b>		
	Raw materials consumed	26.01 3,219,775,483	2,973,055,008
	Packing materials consumed	26.02 209,481,932	255,111,071
	Factory overhead	26.03 691,538,894	881,624,250
	Consumption of work-in-process	26.04 24,987,919	(4,969,971)
		<b>4,145,784,228</b>	<b>4,104,820,358</b>
<b>26.01</b>	<b>Raw materials consumed</b>		
	<b>i. At Cement Plant</b>		
	Opening stock	166,119,887	149,125,340
	Add: Purchased during the year	3,065,563,191	2,761,090,275
	<b>Raw materials available for use</b>	<b>3,231,683,078</b>	<b>2,910,215,615</b>
	Less : Closing stock	(251,806,860)	(166,119,887)
	<b>Sub total</b>	<b>2,979,876,218</b>	<b>2,744,095,728</b>



		01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021
	Note(s)	Taka	Taka
<b>ii. At Ready-mix Plant</b>			
Opening stock		4,660,765	11,874,930
Add: Purchased during the year		272,524,791	221,745,115
<b>Raw materials available for use</b>		<b>277,185,556</b>	<b>233,620,045</b>
Less : Closing stock		(37,286,291)	(4,660,765)
<b>Sub total</b>		<b>239,899,265</b>	<b>228,959,280</b>
<b>Grand total (i+ii)</b>		<b>3,219,775,483</b>	<b>2,973,055,008</b>
<b>26.02 Packing materials consumed</b>			
<b><u>At Cement plant</u></b>			
Opening stock		17,109,982	7,230,118
Add: Purchased during the year		206,729,639	264,990,935
<b>Packing materials available for use</b>		<b>223,839,621</b>	<b>272,221,053</b>
Less : Closing stock		(14,357,689)	(17,109,982)
		<b>209,481,932</b>	<b>255,111,071</b>
<b>26.03 Factory overhead</b>			
<b><u>i. At Cement Plant</u></b>			
Salaries, wages and benefits		129,759,684	156,313,536
Communication expenses		845,641	1,128,384
Contribution to employees' provident fund		4,833,325	4,861,893
Depreciation	4.03	218,972,240	220,141,640
Amortisation on right of use asset	5.01.06	10,987,430	10,867,059
Entertainment		154,304	241,565
Fees and subscription		339,978	987,574
Gardening expenses		77,350	63,480
Gas		65,289,131	74,525,892
Gratuity	18.01	26,916,675	40,360,943
Insurances		12,302,004	11,759,285
Motor vehicles running expenses		2,369,530	2,968,011
Other expenses		109,020	554,956
Paper, books and periodicals		4,440	1,275
Power		128,980,401	152,752,836
Printing and stationery		1,185,921	999,709
Rent, rates and taxes		350,125	291,500
Repair and maintenance of other assets		-	612,827
Repair to machineries		253,912	711,767
Stores and spares consumed		23,179,359	130,315,297
Travelling and conveyance		378,564	400,817
Truck running expenses		4,839,920	6,734,621
Uniform		-	89,831
<b>Sub total</b>		<b>632,128,954</b>	<b>817,684,698</b>
<b><u>ii. At Ready-mix Plant</u></b>			
Salaries, wages and benefits		14,243,825	15,876,355
Communication expenses		168,931	185,742
Contribution to employees' provident fund		324,980	312,113
Depreciation	4.03	13,544,781	14,202,502
Entertainment		94,389	131,061
Fees and subscription		216,189	713,829
Gratuity	18.01	413,106	343,670
Insurances		432,772	408,721
Motor vehicles running expenses		425,029	496,557
Other expenses		426,774	38,436
Paper, books and periodicals		4,012	6,720
Power		1,160,835	1,121,608
Printing and stationery		58,300	80,110
Rent, rates and taxes		277,200	621,600
Repair to machineries		1,502,252	2,846,582
Stores and spares consumed		23,585,603	24,028,357
Travelling and conveyance		94,112	150,108
Trucks running expenses		2,436,850	2,375,481
<b>Sub total</b>		<b>59,409,940</b>	<b>63,939,552</b>
<b>Grand total (i+ii)</b>		<b>691,538,894</b>	<b>881,624,250</b>



	Note(s)	01 July 2021	01 July 2020
		to 30 June 2022	to 30 June 2021
		Taka	Taka
<b>26.04 Consumption of work-in-process</b>			
Opening balance of work-in-process		24,987,919	20,017,948
Closing balance of work-in-process		-	(24,987,919)
		<b>24,987,919</b>	<b>(4,969,971)</b>
<b>26.a Consolidated cost of sales</b>			
Confidence Cement Limited		4,145,784,228	4,104,820,358
Zodiac Logistics Limited		19,643,502	1,215,920
Less: Intra group elimination		(20,515,476)	-
		<b>4,144,912,254</b>	<b>4,106,036,278</b>

<b>27.00 Administrative expenses</b>			
<b>At Cement plant</b>			
Salaries, wages and benefits		35,991,617	36,488,441
Directors' remuneration and benefits	27.01	15,206,472	16,528,000
Directors' fees		660,000	660,000
AGM expenses		502,705	587,711
Amortisation of investment in CBC-Confidence Cement Convention Centre	7.04	4,056,138	4,056,138
Amortisation on right of use asset	5.01.06	3,143,782	3,119,414
Audit fees		375,000	375,000
Communication expenses		1,034,273	1,254,290
Contribution to employees' provident fund		1,549,944	1,445,297
Depreciation	4.03	6,869,008	8,448,627
Electricity and water		1,932,634	1,711,766
Entertainment		410,014	378,900
Fees, subscription and license renewal		2,732,650	2,027,622
Gardening expenses		8,205	3,445
Gratuity	18.01	17,894,287	4,285,116
Insurances		925,950	882,468
ISO expenses		330,000	472,500
Legal and professional charges		222,832	558,750
Motor Vehicle running expenses		2,100,178	2,595,079
Other expenses		498,302	469,610
Paper, books and periodicals		33,813	102,441
Printing and stationeries		253,791	131,101
Repair and maintenance generator		186,130	316,550
Repair and maintenance other assets		-	512,765
Travelling and conveyance		1,173,852	1,245,104
Training expenses		-	276,456
		<b>98,091,577</b>	<b>88,932,591</b>

<b>27.01 Directors' remuneration and benefits</b>				01 July 2021	01 July 2020
				to 30 June 2022	to 30 June 2021
Name of the Directors	Designation	Remuneration	Other Benefits	Taka	Taka
Mr. Zahir Uddin Ahmed	Managing Director	5,031,472	425,000	5,456,472	5,525,000
Mr. Rupam Kishore Barua	Vice Chairman	4,800,000	400,000	5,200,000	4,742,000
Mr. Shah Muhammed Hasan	Director	-	-	-	1,738,000
Mrs. Runu Anwar	Director	2,100,000	175,000	2,275,000	2,261,500
Mr. Salman Karim	Director	2,100,000	175,000	2,275,000	2,261,500
		<b>14,031,472</b>	<b>1,175,000</b>	<b>15,206,472</b>	<b>16,528,000</b>

These key management personnel are not entitled to any other benefits. No amount is lying as receivable from the directors.

<b>27.a Consolidated administrative expenses</b>			
Confidence Cement Limited		98,091,577	88,932,591
Zodiac Logistics Limited		155,000	46,000
		<b>98,246,577</b>	<b>88,978,591</b>



		01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021
	Note(s)	Taka	Taka
<b>28.00 Selling and distribution expenses</b>			
<b><u>i. At Cement Plant</u></b>			
Salaries, wages and benefits		32,462,075	30,937,807
Advertisement		6,270,326	9,602,386
Communication expenses		2,111,089	2,798,522
Contribution to employees' provident fund		1,258,867	1,320,544
Depreciation	4.03	3,983,250	5,945,468
Amortisation on right of use asset	5.01.06	1,580,399	1,580,399
Entertainment		292,517	144,764
Electricity and water		505,446	513,607
Fees, subscription and license renewal		2,370,554	2,931,329
Gratuity	18.01	9,742,578	1,968,729
Motor Vehicle running expenses		1,916,706	1,559,521
Other expenses		17,330	9,490
Printing and stationery		74,620	9,240
Sales commission		118,390,193	111,443,756
Sales promotion		26,512	237,200
Tender schedule purchase		261,260	267,480
Travelling and conveyance		7,197,591	7,261,387
Training expenses		-	29,200
<b>Total</b>		<b>188,461,313</b>	<b>178,560,829</b>
<b>28.a Consolidated selling and distribution expenses</b>			
Confidence Cement Limited		188,461,313	178,560,829
Zodiac Logistics Limited		-	-
		<b>188,461,313</b>	<b>178,560,829</b>
<b>29.00 Other operating income</b>			
<b><u>i. At Cement Plant</u></b>			
Sale of scrap		8,050,243	11,361,310
Income from Jetty		47,612,059	64,572,272
Income from transport		31,878,496	71,328,611
Gain on sale of non-current assets		6,069,456	270,451
Sale of tender schedule		51,500	233,200
<b>Sub total</b>		<b>93,661,754</b>	<b>147,765,844</b>
<b><u>ii. At Ready-mix plant</u></b>			
Sale of scrap		804,094	1,288,940
Sale of tender schedule		11,500	9,500
<b>Sub total</b>		<b>815,594</b>	<b>1,298,440</b>
<b>Grand total (i+ii)</b>		<b>94,477,348</b>	<b>149,064,284</b>
<b>29.a Consolidated Other operating income</b>			
Confidence Cement Limited		94,477,348	149,064,284
Zodiac Logistics Limited		-	-
		<b>94,477,348</b>	<b>149,064,284</b>
<b>30.00 Finance costs</b>			
<b><u>i. At Cement plant</u></b>			
Interest on Cash Credit / Overdraft	30.01	24,093,499	19,349,795
Interest on LATR	30.02	207,706	426,409
Interest on Time/Demand Loan	30.03	64,788,258	32,593,158
Interest on Stimulus Package loan	30.04	8,824,640	18,787,684
Interest on Syndication term loan		75,197,759	105,890,826
Interest on term loan		3,854,832	5,330,368
Interest expense on lease liability		27,216,493	28,076,133
DP LC for discounting interest		5,951,650	6,432,253
Foreign currency exchange loss		143,402,163	-
Bank charges		979,715	1,219,404
Bank guarantee commission		233,569	247,981
Excise duty		2,810,850	2,618,326
<b>Sub total</b>		<b>357,561,134</b>	<b>220,972,337</b>



	Note(s)	01 July 2021 to 30 June 2022 Taka	01 July 2020 to 30 June 2021 Taka
<b>ii. At Ready-mix plant</b>			
Interest on Time Loan	30.05	1,231,870	1,221,576
DP LC for discounting interest		224,985	200,962
Bank charges		26,528	20,043
Foreign currency exchange loss		12,304	-
Excise duty		75,000	66,000
<b>Sub total</b>		<b>1,570,687</b>	<b>1,508,581</b>
<b>Grand total (i+ii)</b>		<b>359,131,821</b>	<b>222,480,918</b>
<b>30.01 Interest on Cash Credit / Overdraft</b>			
Eastern Bank Limited		398,085	1,064,454
Mutual Trust Bank Limited		3,365,703	1,979,182
ONE Bank Limited		2,462,285	2,299,174
Prime Bank Limited		7,206,258	6,124,035
Pubali Bank Limited		3,431,061	1,273,845
The City Bank Limited		179,221	24,140
Trust Bank Limited		3,449,631	4,678,436
United Commercial Bank Limited		3,601,255	1,906,529
		<b>24,093,499</b>	<b>19,349,795</b>
<b>30.02 Interest on LATR</b>			
Mutual Trust Bank Limited		-	169,915
One Bank Limited		91,247	-
Prime Bank Limited		-	50,979
Pubali Bank Limited		4,310	-
The City Bank Limited		112,149	-
Trust Bank Limited		-	145,477
United Commercial Bank Limited		-	60,038
		<b>207,706</b>	<b>426,409</b>
<b>30.03 Interest on Time/Demand Loan</b>			
Eastern Bank Limited		-	2,514,818
IDLC Finance Limited		197,709	-
Midland Bank Limited		4,331,563	-
Mutual Trust Bank Limited		1,687,475	1,322,903
ONE Bank Limited		932,813	2,322,881
Prime Bank Limited		14,379,401	7,298,501
Pubali Bank Limited		5,124,115	1,294,412
The City Bank Limited		29,986,099	11,868,977
Trust Bank Limited		828,550	4,191,548
United Commercial Bank Limited		7,320,533	1,779,118
		<b>64,788,258</b>	<b>32,593,158</b>
<b>30.04 Interest on Stimulus Package Loan</b>			
The City Bank Limited		589,281	8,795,751
Eastern Bank Limited		3,162,990	-
Mutual Trust Bank Limited		155,092	719,683
ONE Bank Limited		1,623,122	599,324
Prime Bank Limited		753,865	3,541,075
Pubali Bank Limited		158,543	636,964
Trust Bank Limited		1,883,857	1,445,227
United Commercial Bank Limited		497,890	3,049,660
		<b>8,824,640</b>	<b>18,787,684</b>
<b>30.05 Interest on Time Loan (Ready-mix plant)</b>			
Trust Bank Limited		1,231,870	1,221,576
		<b>1,231,870</b>	<b>1,221,576</b>
<b>30.a Consolidated finance costs</b>			
Confidence Cement Limited		359,131,821	222,480,918
Zodiac Logistics Limited		1,648	-
		<b>359,133,469</b>	<b>222,480,918</b>



		01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021
	Note(s)	Taka	Taka
<b>31.00 Finance income</b>			
<b><u>i. At Cement plant</u></b>			
Interest income from FDR		14,158,617	24,643,055
Interest on STD		1,618,477	1,295,966
Foreign currency exchange gain		-	3,603,569
Interest realised from Employees' salaries against loan		61,682	119,362
<b>Sub total</b>		<b>15,838,776</b>	<b>29,661,952</b>
<b><u>ii. At Ready-mix plant</u></b>			
Interest on STD		61,396	60,952
Foreign currency exchange gain		-	343,294
Interest realised from Employees' salaries against loan		16,935	35,708
<b>Sub total</b>		<b>78,331</b>	<b>439,954</b>
<b>Grand total (i+ii)</b>		<b>15,917,107</b>	<b>30,101,906</b>
<b>31.a Consolidated finance income</b>			
Confidence Cement Limited		15,917,107	30,101,906
Zodiac Logistics Limited		-	-
		<b>15,917,107</b>	<b>30,101,906</b>
<b>32.00 Non-operating income</b>			
Dividend received from CIL		8,030,477	-
Dividend received from CDBL		1,427,955	856,773
Changes in fair value of Investment on quoted shares		-	1,174,719
Gain on sale of quoted shares		281,304	-
Profit on gain of sale of Zodiac Power Chittagong Limited		-	230,532,241
Insurance claim received		401,800	1,546,972
		<b>10,141,536</b>	<b>234,110,705</b>
<b>32.a Consolidated Non-operating income/(loss)</b>			
Confidence Cement Limited		10,141,536	234,110,705
Zodiac Logistics Limited		-	-
		<b>10,141,536</b>	<b>234,110,705</b>
<b>33.00 Provision for WPPF and Welfare Fund</b>			
The Company did not make any provision for WPPF and Welfare Fund for the year ended 30 June 2022 due to the Company suffered net loss before considering unrealised profit from subsidiary and associates. The Company made provision for WPPF and Welfare Fund for the year ended 30 June 2021 and duly transferred to the fund.			
<b>33.a Consolidated provision for WPPF and Welfare Fund</b>			
Confidence Cement Limited		-	21,867,470
Zodiac Logistics Limited		-	-
		<b>-</b>	<b>21,867,470</b>
<b>34.00 Share of profit of equity accounted investees (net of tax)</b>			
Confidence Batteries Limited	34.01	(73,032,174)	13,739,503
Confidence Power Holdings Limited	34.02	814,502,320	1,057,818,621
		<b>741,470,146</b>	<b>1,071,558,124</b>
<b>34.01 Confidence Batteries Limited</b>			
Net profit attributable to the shareholders' of associate		(347,750,119)	65,422,040
Ownership		<b>21.00%</b>	<b>21.00%</b>
Net profit / (Loss) attributable to Confidence Cement Limited	7.02.02	(73,032,174)	13,739,503
		<b>(73,032,174)</b>	<b>13,739,503</b>
<b>34.02 Confidence Power Holdings Limited</b>			
Net profit attributable to the shareholders' of associate		2,262,506,443	2,938,385,057
Ownership		<b>36.00%</b>	<b>36.00%</b>
Net profit / (Loss) attributable to Confidence Cement Limited	7.02.03	814,502,320	1,057,818,621
		<b>814,502,320</b>	<b>1,057,818,621</b>

	01 July 2021 to 30 June 2022 Taka	01 July 2020 to 30 June 2021 Taka
<b>34.a Consolidated share of profit/(loss) of equity accounted investees (net of tax)</b>		
Confidence Cement Limited	741,470,146	1,071,558,124
Zodiac Logistics Limited	-	-
	<b>741,470,146</b>	<b>1,071,558,124</b>
<b>35.00 Reconciliation of net income with cash flows form operating activities</b>		
Profit before income tax	132,404,582	1,487,486,722
<b>Adjustment for:</b>		
Depreciation charged	247,839,028	253,189,205
Amortization charged	50,598,421	50,453,682
Share of Profit of Associates (net of Tax)	(741,470,146)	(1,071,558,124)
Gain on sale of property, plant and equipment	(6,069,456)	(270,451)
Non Operating Income	(9,739,736)	(232,563,733)
Gratuity provision over paid	45,995,230	34,615,287
Lease obligation paid	(64,398,018)	(63,072,452)
Finance cost	359,131,821	222,480,918
Finance Income	(15,917,107)	(30,101,906)
	<b>(134,029,963)</b>	<b>(836,827,574)</b>
<b>Changes in:</b>		
Inventories	(40,139,571)	(91,484,989)
Trade Receivable	63,999,571	(110,801,444)
Advance, Deposits and Pre-payments	(436,856,576)	(77,456,481)
Trade Payable	(176,173,644)	133,365,617
Other Receivables	55,628,733	(25,797,380)
Other Laibilities	(127,025,887)	114,293,015
Advance against sales	(41,389,279)	11,561,123
	<b>(701,956,653)</b>	<b>(46,320,539)</b>
<b>Cash generated from /(used in) Operation</b>	<b>(703,582,034)</b>	<b>604,338,609</b>
Income tax paid	(109,089,185)	(124,043,798)
Interest paid (net)	(316,669,832)	(164,307,343)
<b>Net cash generated from /(used in) operations</b>	<b>(1,129,341,051)</b>	<b>315,987,468</b>
<b>35.a Consolidated reconciliation of net income with cash flows form operating activities</b>		
Profit before income tax	135,588,413	1,486,224,802
<b>Adjustment for:</b>		
Depreciation charged	255,805,019	253,208,238
Amortization charged	50,598,421	50,453,682
Share of Profit of Associates (net of Tax)	(741,470,146)	(1,071,558,124)
Gain on sale of property, plant and equipment	(6,069,456)	(270,451)
Non Operating Income	(9,739,736)	(232,563,733)
Gratuity provision over paid	45,995,230	34,615,287
Lease obligation paid	(64,398,018)	(63,072,452)
Finance cost	359,133,469	222,480,918
Finance Income	(15,917,107)	(30,101,906)
	<b>(126,062,324)</b>	<b>(836,808,541)</b>
<b>Changes in:</b>		
Inventories	(40,139,571)	(91,484,989)
Trade Receivable	61,531,066	(110,801,444)
Advance, Deposits and Pre-payments	(446,113,006)	107,426,912
Trade Payable	(185,486,878)	(25,919,701)
Other Receivables	55,628,733	(25,797,380)
Other Laibilities	(16,598,098)	17,525,655
Advance against sales	(41,389,279)	11,561,123
	<b>(612,567,033)</b>	<b>(117,489,824)</b>
<b>Cash generated from /(used in) Operation</b>	<b>(603,040,944)</b>	<b>531,926,437</b>
Income tax paid	(109,089,185)	(124,043,798)
Interest paid (net)	(316,671,480)	(164,307,343)
<b>Net cash generated from /(used in) operations</b>	<b>(1,028,801,609)</b>	<b>243,575,296</b>

	01 July 2021 to 30 June 2022	01 July 2020 to 30 June 2021
	Taka	Taka
<b>36.00 Earnings per share (EPS)</b>		
<b>36.01 Basic Earnings per share (EPS)</b>		
Net profit after tax attributable to shareholders	109,383,367	1,241,185,713
Weighted average number of ordinary shares outstanding during the year	78,234,731	78,234,731
Basic earnings per share (EPS)	<u>1.40</u>	<u>15.86</u>
<b>36.02 Diluted EPS</b>		
No diluted EPS was required to be calculated for the period since there was no scope for dilution of share during the period under review.		
<b>36.a Consolidated earnings per share (CEPS)</b>		
Net profit after tax attributable to shareholders	111,668,561	1,239,936,412
Weighted average number of ordinary shares outstanding during the year	78,234,731	78,234,731
Basic earnings per share (EPS)	<u>1.43</u>	<u>15.85</u>
	<b>30 June 2022</b>	<b>30 June 2021</b>
	Taka	Taka
<b>37.00 Net asset value (NAV) per share</b>		
Total Assets	12,394,915,177	11,574,308,463
Less: Liabilities	6,743,200,649	5,855,693,925
<b>Net Asset Value (NAV)</b>	<u>5,651,714,528</u>	<u>5,718,614,538</u>
Number of ordinary shares outstanding during the year	78,234,731	78,234,731
<b>Net Assets Value (NAV) per share</b>	<u>72.24</u>	<u>73.10</u>
<b>37.a Consolidated net asset value (CNAV) per share</b>		
Total Assets	12,410,485,173	11,485,580,073
Less: Liabilities	(6,757,575,064)	(5,768,078,231)
<b>Net Asset Value (NAV)</b>	<u>5,652,910,109</u>	<u>5,717,501,842</u>
Less: Non-controlling interest	(1,001,956)	(978,873)
<b>Assets attributable to owner's of the Company</b>	<u>5,651,908,153</u>	<u>5,716,522,969</u>
Number of ordinary shares outstanding during the year	78,234,731	78,234,731
<b>Net Assets Value (NAV) per share</b>	<u>72.24</u>	<u>73.07</u>
	<b>01 July 2021 to 30 June 2022</b>	<b>01 July 2020 to 30 June 2021</b>
	Taka	Taka
<b>38.00 Net operating cash flow per share</b>		
Net operating cash flows (from statement of cash flows)	(1,129,341,051)	315,987,468
Weighted average number of ordinary shares outstanding during the year	78,234,731	78,234,731
<b>Net operating cash flow per share</b>	<u>(14.44)</u>	<u>4.04</u>
<b>38.a Consolidated net operating cash flow per share</b>		
Net operating cash flows (from statement of cash flows)	(1,028,801,609)	243,575,296
Weighted average number of ordinary shares outstanding during the year	78,234,731	78,234,731
<b>Net operating cash flow per share</b>	<u>(13.15)</u>	<u>3.11</u>





### 39.00 Operating segment report

#### 39.01 Segment-wise statement of financial position as on 30 June 2022

	Cement plant	Ready-mix plant	Total
	Taka	Taka	Taka
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3,529,632,158	187,797,194	3,717,429,352
Right of use assets	276,482,169	-	276,482,169
Capital work-in-progress	317,479,999	1,957,871	319,437,870
Investments	4,789,384,068	-	4,789,384,068
<b>Total non-current assets</b>	<b>8,912,978,394</b>	<b>189,755,065</b>	<b>9,102,733,459</b>
<b>Current assets</b>			
Inventories	543,269,050	56,017,092	599,286,142
Trade receivables	703,625,828	35,716,679	739,342,507
Advances, deposits and prepayments	1,536,891,027	80,596,915	1,617,487,942
Other receivables	106,754,454	1,542,603	108,297,057
Short term investments in Fixed Deposits	139,000,000	-	139,000,000
Cash and cash equivalents	96,578,482	(7,810,412)	88,768,070
<b>Total current assets</b>	<b>3,126,118,841</b>	<b>166,062,877</b>	<b>3,292,181,718</b>
<b>Total Assets</b>	<b>12,039,097,235</b>	<b>355,817,942</b>	<b>12,394,915,177</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	782,347,312	-	782,347,312
Share premium	658,089,549	-	658,089,549
General reserve	371,862,754	-	371,862,754
Revaluation reserve	391,000,123	-	391,000,123
Retained earnings	3,647,605,645	(199,190,855)	3,448,414,790
Inter unit balance	(433,955,563)	433,955,563	-
<b>Total Equity</b>	<b>5,416,949,820</b>	<b>234,764,708</b>	<b>5,651,714,528</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Long term borrowings	547,141,668	-	547,141,668
Lease liabilities - non-current portion	258,090,524	-	258,090,524
Defined benefit obligations (gratuity)	154,868,569	2,212,426	157,080,995
Deferred tax liability	315,340,166	-	315,340,166
<b>Total non-current liabilities</b>	<b>1,275,440,927</b>	<b>2,212,426</b>	<b>1,277,653,353</b>
<b>Current liabilities</b>			
Trade payables	246,127,960	44,118,986	290,246,946
Short term borrowings	4,313,789,005	72,513,426	4,386,302,431
Current portion of long term borrowings	446,149,537	-	446,149,537
Lease liabilities - current portion	39,153,629	-	39,153,629
Current tax liability	101,415,636	-	101,415,636
Unclaimed dividend	94,670,346	-	94,670,346
Other liabilities	105,400,375	2,208,396	107,608,771
<b>Total current liabilities</b>	<b>5,346,706,488</b>	<b>118,840,808</b>	<b>5,465,547,296</b>
<b>Total Liabilities</b>	<b>6,622,147,415</b>	<b>121,053,234</b>	<b>6,743,200,649</b>
<b>Total Equity and Liabilities</b>	<b>12,039,097,235</b>	<b>355,817,942</b>	<b>12,394,915,177</b>



**39.02 Segment-wise statement of profit or loss and other comprehensive income for the year ended 30 June 2022**

	Cement plant	Ready-mix plant	Total
	Taka	Taka	Taka
Revenue	3,773,215,417	288,651,967	4,061,867,384
Cost of sales	(3,846,475,023)	(299,309,205)	(4,145,784,228)
<b>Gross Profit</b>	<b>(73,259,606)</b>	<b>(10,657,238)</b>	<b>(83,916,844)</b>
Administrative expenses	(98,091,577)	-	(98,091,577)
Selling and distribution expenses	(188,461,313)	-	(188,461,313)
Other operating income	93,661,754	815,594	94,477,348
<b>Profit from operating activities</b>	<b>(266,150,742)</b>	<b>(9,841,644)</b>	<b>(275,992,386)</b>
Finance costs	(357,561,134)	(1,570,687)	(359,131,821)
Finance income	15,838,776	78,331	15,917,107
<b>Profit before Workers profit participation fund</b>	<b>(607,873,100)</b>	<b>(11,334,000)</b>	<b>(619,207,100)</b>
Contribution to WPPF and welfare fund	-	-	-
Non-operating income/(loss)	10,141,536	-	10,141,536
Share of profit/(loss) of associates (Net of tax)	741,470,146	-	741,470,146
<b>Profit before income tax</b>	<b>143,738,582</b>	<b>(11,334,000)</b>	<b>132,404,582</b>

**40.00 Contingent liabilities**

Contingent liabilities at the reporting date are as follows:

	30 June 2022	30 June 2021
	Taka	Taka
<b>40.01 Guarantee</b>		
Karnaphully Gas Distribution Company	19,874,559	54,443,392
Commissioner of Customs, Custom House ,Chattogram	857,192	6,182,326
Army Head Quarter Dhaka Cantonment	23,898,500	-
Chittagong Port Authority	3,875,000	3,875,000
Comodore BN DW & CE ( Navy) Dhaka	4,996,000	990,500
	<b>53,501,251</b>	<b>65,491,218</b>
<b>40.02 L/C liabilities</b>	<b>357,421,200</b>	<b>383,171,908</b>

**41.00 Related party transactions**

**41.01 Transaction with key management personnel**

Name of the Directors	Designation	Taka	Taka
Mr. Zahir Uddin Ahmed	Managing Director	5,456,472	5,525,000
Mr. Rupam Kishore Barua	Vice Chairman	5,200,000	4,742,000
Mr. Imran Karim	Vice Chairman	-	3,160,000
Mr. Shah Muhammed Hasan	Director	-	1,738,000
Mrs. Runu Anwar	Director	2,275,000	2,261,500
Mr. Salman Karim	Director	2,275,000	2,261,500
		<b>15,206,472</b>	<b>19,688,000</b>

**41.02 Transaction with other related parties**

During the year under review, the company carried out a number of transactions with related party in the normal course of business and arm's length basis. The name of the related parties, nature of business and their value have been set out below in accordance with the provisions of IAS 24 " Related Party Disclosure".

Name of the related party	Nature of transaction	Type of relationship	Balance as on 30 June 2022	Balance as on 30 June 2021
Electropac Industries Ltd.	Cement sale	Common Directorship	(223,467)	(223,467)
Confidence Concrete Eng. Ltd	Cement sale	Common Directorship	6,500	6,500
Confidence Infrastructure Limited	Cement sale	Associate	-	640,314
Confidence Cement Dhaka Limited	Cement sale	Associate	70,222	-
Zodiac Logistics Limited	Carrying Charge	Subsidiary	(17,913,975)	-

	30 June 2022	30 June 2021
	Number	Number
<b>42.00 Employees</b>		
Cement plant	574	610
Ready-mix plant	40	41
	<b>614</b>	<b>651</b>

All employees received salary more than Tk. 3,000 per month.



#### 43.00 Financial Instruments- Accounting classifications and fair values

The following table shows the carrying amounts of financial assets and financial liabilities. It does not include fair value information for financial assets and financial liabilities not measured at fair value as the carrying amount is a reasonable approximation of fair value.

	Note Ref.	Carrying amount				Total
		Fair value through profit or loss	Fair value through other comprehensive income	Financial assets at amortised cost	Other financial liabilities	
		Taka	Taka	Taka	Taka	Taka
<b>30 June 2022</b>						
<b>Financial Assets measured at fair value</b>						
		-	-	-	-	-
<b>Financial Assets not measured at fair value</b>						
Trade and other receivables	10 & 12	-	-	847,639,564	-	847,639,564
Investment in unquoted shares and others	7.03 & 7.04	-	-	89,417,160	-	89,417,160
Deposits	11.02	-	-	104,474,926	-	104,474,926
Investments in FDR	13.00	-	-	139,000,000	-	139,000,000
Cash at banks	14.02	-	-	88,412,305	-	88,412,305
		-	-	<b>1,268,943,955</b>	-	<b>1,268,943,955</b>
<b>Financial Liabilities not measured at fair value</b>						
Trade payables and other liabilities	20 & 24	-	-	-	397,855,717	397,855,717
Short term borrowings	21	-	-	-	4,386,302,431	4,386,302,431
Long term borrowings	17	-	-	-	993,291,205	993,291,205
Lease liabilities	5.01.03	-	-	-	297,244,153	297,244,153
		-	-	-	<b>5,676,837,789</b>	<b>5,777,449,353</b>
<b>30 June 2021</b>						
<b>Financial Assets measured at fair value</b>						
Investments in quoted shares	8.00	2,347,652	-	-	-	2,347,652
<b>Financial Assets not measured at fair value</b>						
Trade and other receivables	10 & 12	-	-	967,267,868	-	967,267,868
Investment in unquoted shares and others	7.03 & 7.04	-	-	93,473,298	-	93,473,298
Deposits	11.02	-	-	85,085,492	-	85,085,492
Investments in FDR	13.00	-	-	204,000,000	-	204,000,000
Cash at banks	14.02	-	-	211,712,683	-	211,712,683
		-	-	<b>1,561,539,341</b>	-	<b>1,561,539,341</b>
<b>Financial Liabilities not measured at fair value</b>						
Trade payables and other liabilities	20 & 24	-	-	-	742,444,527	742,444,527
Short term borrowings	21	-	-	-	2,910,011,627	2,910,011,627
Long term borrowings	17	-	-	-	1,209,002,285	1,209,002,285
Lease liabilities	5.01.03	-	-	-	282,591,589	282,591,589
		-	-	-	<b>5,144,050,028</b>	<b>5,144,050,028</b>



43.a Financial Instruments- Accounting classifications and fair values

The following table shows the carrying amounts of financial assets and financial liabilities. It does not include fair value information for financial assets and financial liabilities not measured at fair value as the carrying amount is a reasonable approximation of fair value.

	Carrying amount				Total
	Fair value through profit or loss	Fair value through other comprehensive income	Financial assets at amortised cost	Other financial liabilities	
	Taka	Taka	Taka	Taka	Taka
<b>30 June 2022</b>					
<b>Financial Assets measured at fair value</b>	-	-	-	-	-
<b>Financial Assets not measured at fair value</b>					
Trade and other receivables	-	-	851,108,069	-	851,108,069
Investment in unquoted shares and others	-	-	89,417,160	-	89,417,160
Deposits	-	-	104,474,926	-	104,474,926
Investments in FDR	-	-	139,000,000	-	139,000,000
Cash at banks	-	-	91,560,918	-	91,560,918
	-	-	<b>1,275,561,073</b>	-	<b>1,275,561,073</b>
<b>Financial Liabilities not measured at fair value</b>					
Trade payables and other liabilities	-	-	-	411,354,578	411,354,578
Short term borrowings	-	-	-	4,386,302,431	4,386,302,431
Long term borrowings	-	-	-	993,291,205	993,291,205
Lease liabilities	-	-	-	297,244,153	297,244,153
	-	-	-	<b>5,676,837,789</b>	<b>5,790,948,214</b>
<b>30 June 2021</b>					
<b>Financial Assets measured at fair value</b>					
Investments in quoted shares	2,347,652	-	-	-	2,347,652
<b>Financial Assets not measured at fair value</b>					
Trade and other receivables	-	-	968,267,868	-	968,267,868
Investment in unquoted shares and others	-	-	93,473,298	-	93,473,298
Deposits	-	-	85,085,492	-	85,085,492
Investments in FDR	-	-	204,000,000	-	204,000,000
Cash at banks	-	-	211,712,683	-	211,712,683
	-	-	<b>1,562,539,341</b>	-	<b>1,562,539,341</b>
<b>Financial Liabilities not measured at fair value</b>					
Trade payables and other liabilities	-	-	-	654,828,833	654,828,833
Short term borrowings	-	-	-	2,910,011,627	2,910,011,627
Long term borrowings	-	-	-	1,209,002,285	1,209,002,285
Lease liabilities	-	-	-	282,591,589	282,591,589
	-	-	-	<b>5,056,434,334</b>	<b>5,056,434,334</b>



#### 44.00 Financial instruments- Financial risk management

International Financial Reporting Standard (IFRS) 7 - Financial Instruments: Disclosures - requires disclosure of information relating to both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information- the Group's and the Company's policies for controlling risks and exposures.

The management has overall responsibility for the establishment and oversight of the company's risk management framework. The Group's and Company's risk management policies are established to identify and analyze the risks faced by the the Group and the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the Group's and the Company's activities. This note presents information about the Group's and the Company's exposure to each of the following risks, the Group's and the company's objectives, policies and processes for measuring and managing risk, and the Group's and the company's management of capital. The Group and the company have exposure to the following risks from its use of financial instruments.

- a) Credit risk
- b) Liquidity risk
- c) Market risk

#### 44.01 Credit risk

Credit risk is the risk of financial loss to the Group and the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations which arises principally from the Group's and Company's receivables and investments.

##### 44.01.01 Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was as follows:

	Note(s)	30 June 2022 Taka	30 June 2021 Taka
Investments in FDRs	13	139,000,000	204,000,000
Advances and deposits	11.01 & 11.02	1,584,814,270	1,145,571,356
Trade and other receivables	10 & 12	847,639,564	967,267,868
Cash at banks	14.02	88,412,305	211,712,683
		<u>2,659,866,139</u>	<u>2,528,551,907</u>

##### 44.01.01.a Consolidated exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was as follows:

Investments in FDRs	139,000,000	204,000,000
Advances and deposits	1,461,803,570	1,013,304,226
Trade and other receivables	850,108,069	967,267,868
Cash at banks	91,560,918	211,712,683
	<u>2,542,472,557</u>	<u>2,396,284,777</u>

##### Ageing of trade receivables

Up to 3 months	441,219,582	635,550,920
Over 3 months but up to 6 months	73,626,829	64,267,364
Over 6 months	224,496,096	103,523,794
	<u>739,342,507</u>	<u>803,342,078</u>

##### (ii) Trade and other receivables

The Group's and the Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry in which customers operate. Based on the Company's operations there is no concentration of credit risk.

##### (iii) Cash at banks

The Group and the Company held cash at banks of Tk. 91,560,918 and Tk. 88,412,305 respectively at 30 June 2022 ( 30 June 2021 : Tk. 211,712,683), which represents its maximum credit exposure on these assets. The balance with banks are maintained with both local branch of International banks and domestic scheduled banks.



#### 44.02 Liquidity risk

Liquidity risk is the risk that the Group and the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash. The Group and the Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's and the Company's reputation. Typically, the Group and the Company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, based on time line of payment of financial obligations and accordingly arrange for sufficient liquidity/fund to make the expected payments within due dates. Moreover, the Group and the Company has short term credit facilities with scheduled commercial banks to ensure payment of obligation in the event that there is insufficient cash to make the required payment. The requirement is determined in advance through cash flow projections and credit lines with banks are negotiated accordingly.

##### (a.1) Exposure to Liquidity risk on separate financial statements

The following are the contractual maturities of financial liabilities:

Non-derivative financial liabilities	Carrying amount	Interest rate	Contractual cash flows			Total
			Within 12 months	1 to 5 years	More than 5 years	
<b>As at 30 June 2022</b>	<b>Taka</b>		<b>Taka</b>	<b>Taka</b>	<b>Taka</b>	<b>Taka</b>
Long term borrowings	993,291,205	8.50%-9.00%	446,149,537	547,141,668	-	993,291,205
Trade payables	290,246,946	N/A	290,246,946	-	-	290,246,946
Short term borrowings	4,386,302,431	4.5%-9%	4,386,302,431	-	-	4,386,302,431
Other liabilities	107,608,771	N/A	107,608,771	-	-	107,608,771
	<b>5,777,449,353</b>		<b>5,230,307,685</b>	<b>547,141,668</b>	<b>-</b>	<b>5,777,449,353</b>

Non-derivative financial liabilities	Carrying amount	Interest rate	Contractual cash flows			Total
			Within 12 months	1 to 5 years	More than 5 years	
<b>As at 30 June 2021</b>	<b>Taka</b>		<b>Taka</b>	<b>Taka</b>	<b>Taka</b>	<b>Taka</b>
Long term borrowings	1,209,002,285	9%-11.50%	283,573,384	925,428,901	-	1,209,002,285
Trade payables	466,420,590	N/A	466,420,590	-	-	466,420,590
Short term borrowings	2,910,011,627	4.5%-9%	2,910,011,627	-	-	2,910,011,627
Other liabilities	276,023,937	N/A	276,023,937	-	-	276,023,937
	<b>4,861,458,439</b>		<b>3,936,029,538</b>	<b>925,428,901</b>	<b>-</b>	<b>4,861,458,439</b>

##### (a.1) Consolidated exposure to Liquidity risk on separate financial statements

The following are the contractual maturities of financial liabilities:

Non-derivative financial liabilities	Carrying amount	Interest rate	Contractual cash flows			Total
			Within 12 months	1 to 5 years	More than 5 years	
<b>As at 30 June 2022</b>	<b>Taka</b>		<b>Taka</b>	<b>Taka</b>	<b>Taka</b>	<b>Taka</b>
Long term borrowings	993,291,205	8.50%-9.00%	446,149,537	547,141,668	-	993,291,205
Trade payables	280,933,712	N/A	280,933,712	-	-	280,933,712
Short term borrowings	4,386,302,431	4.5%-9%	4,386,302,431	-	-	4,386,302,431
Other liabilities	130,420,866	N/A	130,420,866	-	-	130,420,866
	<b>5,790,948,214</b>		<b>5,243,806,546</b>	<b>547,141,668</b>	<b>-</b>	<b>5,790,948,214</b>

Non-derivative financial liabilities	Carrying amount	Interest rate	Contractual cash flows			Total
			Within 12 months	1 to 5 years	More than 5 years	
<b>As at 30 June 2021</b>	<b>Taka</b>		<b>Taka</b>	<b>Taka</b>	<b>Taka</b>	<b>Taka</b>
Long term borrowings	1,209,002,285	9%-11.50%	283,573,384	925,428,901	-	1,209,002,285
Trade payables	466,420,590	N/A	466,420,590	-	-	466,420,590
Short term borrowings	2,910,011,627	4.5%-9%	2,910,011,627	-	-	2,910,011,627
Other liabilities	188,408,243	N/A	188,408,243	-	-	188,408,243
	<b>4,773,842,745</b>		<b>3,848,413,844</b>	<b>925,428,901</b>	<b>-</b>	<b>4,773,842,745</b>

#### 44.03 Market risk

Market risk is the risk that changes in market prices such as foreign exchange rates, will affect the Group's and the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.



**(a) Currency risk exposure and its management**

the Group and the Company is exposed to currency risk on sales, purchases and borrowings that are denominated in a currency other than the functional currencies of the Group and the Company. To manage this exposure, the Group and the Company have adopted direct risk reduction methods based on matching receipts and payments on assets and liabilities.

the Group and the Company is exposed to foreign currency risk relating to purchases, sales and other transactions which are denominated in foreign currencies. As at 30 June 2022, the Group and the Company was exposed to foreign currency risk in respect of financial liabilities denominated in the following currencies:

**(i) Exposure to currency risk**

	30 June 2022	
	USD	Taka
<b>Foreign currency denominated assets</b>		
Cash and cash equivalents	94,221	8,621,247
Trade receivables	154,873	14,170,884
	<b>249,094</b>	<b>22,792,131</b>
<b>Foreign currency denominated liabilities</b>		
Deffered payment of L/C	24,883,981	2,276,884,300
	<b>24,883,981</b>	<b>2,276,884,300</b>
<b>Net exposure</b>	<b>(24,634,887)</b>	<b>(2,254,092,169)</b>

The following significant exchange rate is applied during the year:

	USD
<b>Exchange rate of Euro and US Dollar</b>	<b>91.50</b>

	30 June 2021	
	USD	Taka
<b>Foreign currency denominated assets</b>		
Cash and cash equivalents	89,234	7,584,852
Trade receivables	82,415	7,005,311
	<b>171,649</b>	<b>14,590,163</b>
<b>Foreign currency denominated liabilities</b>		
Deffered payment of L/C	23,510,679	1,998,407,738
	<b>23,510,679</b>	<b>1,998,407,738</b>
<b>Net exposure</b>	<b>(23,339,030)</b>	<b>(1,983,817,575)</b>

The following significant exchange rate is applied during the year:

	USD
<b>Exchange rate of Euro and US Dollar</b>	<b>85.00</b>

**(ii) Sensitivity analysis**

A reasonably possible strengthening (weakening) of the US Dollar against BD Taka at the reporting date would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. The analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecasted sales and purchases.

	30 June 2022		30 June 2021	
	Profit or loss		Profit or loss	
	Strengthening Taka	Weakening Taka	Strengthening Taka	Weakening Taka
USD (5% movement)	(112,704,608)	112,704,608	(99,190,879)	99,190,879

**(b) Transaction risk**

Transaction risk is the risk that the Company will incur exchange losses when the accounting results are translated into the home currency.

**(c) Economic risk**

Economic risk refers to the effect of exchange rate movements on the international competitiveness of the Company.



**(d) Interest risk**

Interest rate risk arises from movement in interest rates. The Company needs to manage interest rate risk so as to be able to re-pay debts as they fall due and to minimize the risks surrounding interest payments and receipts.

**(d.1) Exposure to interest rate risk**

The interest rate profile of the Company's interest bearing financial instruments as reported to the management of the Company is as follows.

	<u>30 June 2022</u>	<u>30 June 2021</u>
	Taka	Taka
<b>Fixed - rate instruments</b>		
Financial assets	139,000,000	204,000,000
Financial liabilities	5,895,774,684	4,613,581,760
	<u>6,034,774,684</u>	<u>4,817,581,760</u>
<b>Variable - rate instruments</b>		
Financial assets	Nil	Nil
Financial liabilities	Nil	Nil
	<u>-</u>	<u>-</u>

**(e) Other market price risk**

The Company is exposed to equity price risk, which arises from available for sale equity and debt securities. Management of the Company monitors its investment portfolio based on market indices and all buy and sell decisions are approved by the Directors.

**45.00 Capital expenditure commitment**

The company has no capital expenditure commitment at the reporting date.

**46.00 Events after reporting date**

**46.01** The Board of Directors at the meeting held on 14 November 2022 has recommended 5% stock dividend and 5% cash dividend for the year ended 30 June 2022 (2021: 25% cash dividend) which is subject to approval by the shareholders in the Annual General Meeting.

**46.02 Minimum amount to be distributed as dividend**

As per section 16G of Income Tax Ordinance 1984, as a listed company, Confidence Cement Limited shall declare and distribute at least 30% of the net profit after tax as dividend (as per section 16F stock and cash) to its shareholders otherwise 10% tax shall be imposed on the total amount of retained earnings, fund, reserve or surplus.

	<u>01 July 2021</u> <u>to 30 June 2022</u>	<u>01 July 2020</u> <u>to 30 June 2021</u>
	Taka	Taka
Profit after tax	109,383,367	1,241,185,713
Share of profit of subsidiary and associates	(741,470,146)	(1,071,558,124)
<b>Distributable Income</b>	<u>(632,086,779)</u>	<u>169,627,589</u>
Amount to be distributable as dividend	<u>-</u>	<u>50,888,277</u>







**Chattogram Office:**

Yunusco City Center (9th Floor)  
807, CDA Avenue, Nasirbad  
Chattogram, Bangladesh.  
Phone :+880-31-2859281, 2859282  
E-mail : ctg@hfc-bd.com  
Web : www.hfc-bd-com

**Corporate Office:**

House # 15, Road # 12, Block # F, Niketon  
Gulshan-1, Dhaka-1212, Bangladesh.  
Phone : 880-2-8836015-7, Fax-880-2-8836074  
E-mail : hfc@hfc-bd.com  
Web : www.hfc-bd-com