

**Independent Auditor's Report &
Audited Consolidated Financial
Statements**

of

Premier Cement Mills PLC

For the year ended June 30, 2022

INDEPENDENT AUDITOR'S REPORT
To the shareholders of
PREMIER CEMENT MILLS PLC

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Premier Cement Mills PLC and its subsidiary (the 'Group') as well as the separate financial statements of Premier Cement Mills PLC (the 'Company'), which comprise the consolidated and separate statements of financial position as at June 30, 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 year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly the consolidated financial position of the Group and the separate financial position of the Company as on June 30, 2022, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's 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) together with the ethical requirements that are relevant to our audit of the 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 opinion.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	Our response to the risk
Foreign exchange loss	
<p>At the financial year-end, the Group reported a total loss on foreign exchange of BDT 1,080,154,688.</p> <p>This is an area considered to be complex and significantly judgmental for the industry which depends heavily on the import of raw materials. Due to the volatile translation rate of USD, there is a significant risk that the changes in the rate of USD could negatively influence the decision taken on the basis of the financial statements.</p>	<p>Our substantive procedures in relation to foreign exchange loss recognition comprise the following:</p> <ul style="list-style-type: none"> • We assessed that the management has ascertained that foreign currency transactions have been identified and translated at appropriate rates. • We have ensured and checked that the rates of exchange used by the company, are matched with the reliable source (Bangladesh Bank). • We have performed walkthrough tests of foreign currency sale and/or purchase.
See notes 34 to the consolidated financial statements	

Key Audit Matter	Our response to the risk
Revenue recognition	
<p>At year end the Group reported total revenue of BDT 14,234,460,854.</p> <p>This is an area considered to be complex and judgmental. Therefore, there is a risk of the revenue being misstated as a result of absence of a contract with the customer, failure to properly identify various performance obligations, where the transaction price appears to be</p>	<p>Our substantive procedures in relation to the revenue recognition comprises the following:</p> <ul style="list-style-type: none"> • We assessed the appropriateness of revenue recognition accounting policy in line with IFRS 15 Revenue from contracts with customers. • Performed walkthrough tests to understand the adequacy and the design of the revenue cycle.

Key Audit Matter	Our response to the risk
<p>undeterminable, where the allocation of transaction price appears to be incorrect, and the entity has not satisfied the performance obligations.</p> <p>There is also a risk that revenue may be misstated due to fraud, through misstating of price declaration, unrecorded sales, maintaining accrual concept for invoicing, recognition within the Cutoff period, inaccurate sales figure, and unauthorized sales.</p>	<ul style="list-style-type: none"> • Tested the internal controls over financial reporting, we also assessed the existence and accuracy of the sales recorded, based among other things on inspection of sales contracts, final acceptances, and the allocation of variable consideration to the various elements in the contracts. • We have reconciled sales with VAT Mushak 6.3 which is also reconciled with Mushak 4.3, Mushak 6.2 and Mushak 9.1 later. • Performed reconciliation of sales with accounts receivables and advance against sales. • Obtained some third-party confirmation for the parties among trade and other receivables. • We performed substantive analytical procedures to understand how revenue trends over the years among other parameters and performed detailed testing on transactions around the year-end, to test whether revenues were recognized in the correct accounting period. • Critically assessing manual journals posted to revenue to identify unusual or irregular items; and • Finally assessed the appropriateness and presentation of disclosures against relevant accounting standards.
See notes 3.14 and 29 to the consolidated financial statements	
Cost of Sales	
At year-end, the Group reported a total Cost of Sales of BDT (12,960,117,330). This is an area considered to be complex and judgmental due to the presence of	We have assessed the appropriateness of the Group's Cost of Sales recognition accounting policies. Tested the effectiveness of the Group's control over the calculation of inventories and material consumption for



Key Audit Matter	Our response to the risk
<p>inventories in different forms and a complex production process. There is also a risk that the cost of sales may be misstated due to fraud and manipulation for achieving cost controls as required by the management or for manipulating the tax liability in relation to profits.</p>	<p>the period. Our substantive procedures in relation to the Cost of sales comprise the following:</p> <ul style="list-style-type: none"> • Obtained supporting documents for the cost of sales recorded on either side of year-end after the year-end date to determine whether the cost of sales was recognized in the correct period. • Obtained some third-party confirmation for the parties among trade and other payables for local purchases. • We have reconciled the purchase with VAT Mushak- 6.1 & 9.1 • Verifying a sample of L/C documents against the goods received and the cost shown on imported and exported goods. • Agreeing with the sample of purchases against requisition, goods received notes, purchase register and supporting documentation. • Critically assessing manual journals posted to cost of sales to identify unusual or irregular items; and • Finally assessed the appropriateness and presentation of disclosures against relevant accounting Standards.
<p>See note 30 to the consolidated financial statements</p>	
<p>Capital work-in-progress</p>	
<p>The Group's Capital Work-In-Progress for the year ended 30 June 2022 was BDT 11,338,586,004 which increased by BDT</p>	<p>We have assessed the appropriateness of the Group's Capital Work in Progress in accordance with IAS 16 Property, Plant & Equipment, and IAS 23 Borrowing Cost.</p>

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Key Audit Matter	Our response to the risk
<p>1,789,059,978 compared to the previous financial year (30 June 2021 BDT 9,549,526,026), an increase of 18.73% from last year. As capital work in progress had a substantial increase over the year and has risks of fictitious additions, inaccurate valuation & inappropriate recognition, significant judgment is required on the figure classified as Capital Work-In-Progress.</p>	<p>Our substantive procedures in relation to the Capital Work In Progress recognition comprises the following:</p> <ul style="list-style-type: none"> • Assessed the client schedule and calculations made for the recording of the total Capital Work in Progress. • Agreeing with the sample of the construction costs capitalized to supporting documentation. • Agreeing the loan interest capitalized was in accordance with the requirements of IAS 23- Borrowing Costs. • Critically assessing manual journals posted to Capital Work-In-Progress to identify unusual or irregular items; and • Finally assessed the appropriateness and presentation of disclosures against relevant accounting Standards.
<p>See note 8 to consolidated financial statements</p>	
<p>Deferred tax liability</p>	
<p>The group reported net deferred tax liability of BDT 884,763,060 as at June 30, 2022. Significant judgment is required in relation to deferred tax liability as their liability is dependent on forecasts of future profitability over a number of years.</p>	<p>Our audit procedures to assess the carrying value of Deferred Tax liability included the following:</p> <ul style="list-style-type: none"> • We obtained an understanding, evaluated the design, and tested the operational effectiveness of the Company's key controls over the recognition and measurement of deferred tax assets and deferred tax Liabilities and the assumptions used in estimating the future taxable expense of the Company. • We also assessed the completeness and accuracy of the data used for the estimations of future taxable expenses. • We tested the mathematical accuracy in the calculation of deferred tax. • We evaluated the reasonableness of key assumptions, the timing of the reversal



Key Audit Matter	Our response to the risk
	<p>of temporary differences and expiration of tax loss carryforwards, and recognition and measurement of deferred tax liability.</p> <ul style="list-style-type: none"> • We assessed the adequacy of the Company's disclosures setting out the basis of deferred tax liability balances and the level of estimation involved. • We also assisted in evaluating the tax implications, the reasonableness of estimations and calculations determined by management. • We also involved our internal experts from the tax area in the analysis of the reasonableness of the tax assumptions on the basis of the applicable legislation. • Finally assessed the appropriateness and presentation of disclosures against IAS 12 Income Taxes.
See note no 18 to the financial statements.	
Preparation of consolidated financial statements	
<p>Premier Cement Mills PLC has had significant investments in Premier Power Generation Limited since 2006.</p> <p>Premier Cement Mills PLC has determined that it has acquired significant control over Premier Power Generation Limited through the common directorship and holding 96% of shares in Premier Power Generation Limited thereby giving unrestricted control.</p> <p>Determination of significant control requires careful assessment of different elements.</p>	<p>We have obtained an understanding of the consolidation process, including transactions undertaken between these Companies.</p> <p>We have carried out risk assessment pertaining to consolidation and the adjustments necessary to properly prepare the consolidated financial statements. We have also carried out an assessment of the inherent limitations to consolidation processes to address them.</p> <p>Finally, we have reviewed the appropriateness and presentation of disclosures against relevant accounting standards and guidelines.</p>



Key Audit Matter	Our response to the risk
Furthermore, introducing a subsidiary requires significant amendments in preparing the financial statements, including consolidated financial statements, which require a range of adjustments and additional disclosure requirements.	

Other Matter

1. The company has an amount of BDT. 31,932,470 kept in VAT Current Account as per the VAT act 1991 which will not be recoverable as per Rule-118 of VAT and Supplementary Rules 2016 because of the having some unsettled litigations aforesaid VAT act.
2. We, as group auditors, had sent "Group Reporting Instructions" as per ISA 600 to the subsidiary auditor of "Premier Power Generation Limited" for the year ended 30th June 2022 on 28th September 2022. We have not received any response to date. However, Premier Power Generation Limited have been audited by Snehasish Mahmud & Co., Chartered Accountants who has given an unmodified opinion, has been properly reflected in the consolidated financial statements.

Other Information

Management is responsible for the other information. The other information comprises all the information in the Annual Report other than the consolidated and the separate financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated and the 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 the 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 the separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

After going through the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the company's board of directors. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with International Financial Reporting Standards, 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 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.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.

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

- Identify and assess the risks of material misstatement of the consolidated and 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.
- 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 auditor's report to the related disclosures in the consolidated and 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 auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the group audit's direction, supervision and performance. 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 also provide 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's 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.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

- a) 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;
- b) in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of these books;



c) the consolidated and the separate statements 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 accounts and returns; and

d) the expenditure incurred was for the purposes of the Group's and the Company's business.

Firm Name : Hussain Farhad & Co., Chartered Accountants

Registration no : 4/452/ICAB-84

Signature of the auditor : 

Name of the auditor: : M Farhad Hussain FCA, Partner/Enrollment No: 0452

DVC No : 2302220452AS989818

Place : Dhaka

Date : 13th February 2023.

Premier Cement Mills PLC
Consolidated Statement of Financial Position
As at 30 June 2022

Particulars	Notes	30 June 2022	30 June 2021
		Taka	Taka
ASSETS			
Non-current assets			
Property, plant and equipment	4.00	9,122,715,647	9,007,271,708
Intangible assets	5.00	2,079,923	738,186
Right of use assets	6.00	12,537,522	21,750,698
Financial assets	7.00	2,248,640	2,055,793
Capital work-in-progress	8.00	11,338,586,004	9,549,526,026
Investment in associate	9.01	112,508,363	123,105,736
		20,590,676,098	18,704,448,147
Current assets			
Inventories	10.00	1,157,965,677	1,400,664,085
Trade and other receivables	11.00	2,681,566,681	2,485,703,023
Advances, deposits and pre-payments	12.00	4,191,985,080	3,620,935,964
Current account with associate (NCML)	9.02	22,680,886	120,064,838
Investment in FDR	13.00	13,888,879	158,399,335
Cash and bank balances	14.00	211,747,674	155,213,174
		8,279,834,878	7,940,980,421
Total assets		28,870,510,976	26,645,428,568
EQUITY AND LIABILITIES			
Equity			
Share capital	15.00	1,054,500,000	1,054,500,000
Revaluation reserve		3,099,878,968	3,108,832,875
Share premium		441,835,000	441,835,000
Retained earnings		2,482,179,404	3,812,563,442
		7,078,393,372	8,417,731,317
Non-controlling interest	16.00	18,826,525	17,830,077
		7,097,219,897	8,435,561,394
Non-current liabilities			
Loan from Directors	17.00	240,000,000	750,420,000
Deferred tax liabilities	18.00	884,763,060	876,059,479
Redeemable Preference Share	20.00	1,510,420,000	-
Lease Liability- Long term portion	21.01	12,371,137	15,349,336
Long term loan	19.02	2,667,902,847	2,098,000,448
Defined contribution obligations (Gratuity)	22.00	157,969,949	139,148,889
		5,473,426,993	3,878,978,153
Current liabilities			
Trade and other payables	23.00	608,657,489	664,314,320
Unclaimed dividend	24.00	2,637,434	2,051,229
Short term bank loan	25.00	13,747,746,354	11,782,547,261
Current portion of long term loan	19.02	1,086,053,928	1,081,407,806
Lease Liability - Current portion	21.01	2,977,302	8,552,248
Liability for other finance	26.00	14,338,311	4,062,545
Workers' participation fund		-	36,014,874
Provision for taxation	27.00	837,453,269	751,938,739
		16,299,864,086	14,330,889,021
Total equity and liabilities		28,870,510,976	26,645,428,568
Net assets value per share	47.04	67.13	79.83

The annexed notes from 01 to 47.09 form an integral part of these financial statements.


Company Secretary


Director



Managing Director

As per our report of same date

Place: Dhaka
 Dated: 13 February 2023

DVC No:

2302220452AS989818


M Farhad Hussain FCA
Hussain Farhad & Co.
 Chartered Accountants

Premier Cement Mills PLC
Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2022

Particulars	Notes	30 June 2022	30 June 2021
		Taka	Taka
Revenue	29.00	14,234,460,854	12,810,439,280
Cost of sales	30.00	(12,960,117,330)	(10,885,694,416)
Gross profit		1,274,343,524	1,924,744,864
Other income / (expenses)	31.00	47,122,464	2,240,782
Administrative expenses	32.00	(120,023,288)	(116,021,869)
Selling & distribution expenses	33.00	(573,439,322)	(410,015,544)
Profit before interest and tax		628,003,378	1,400,948,233
Share of profit from associate company	9.01	(10,597,373)	9,708,102
Exchange Loss	34.00	(1,080,154,688)	-
Finance costs	35.00	(570,300,112)	(616,215,149)
Contribution to WPPF		-	(36,014,874)
Profit before tax		(1,033,048,795)	758,426,311
Current tax expenses	27.00	(85,689,123)	(149,202,295)
Deferred tax income/(expenses)	18.00	(8,703,580)	44,194,453
Profit for the year		(1,127,441,497)	653,418,469
Profit attributable to:			
Owners of the company		(1,128,437,945)	651,913,316
Non-controlling interest	16.00	996,448	1,505,153
		(1,127,441,497)	653,418,469
Other comprehensive income			
Revaluation of property, plant & equipment		-	3,085,606,580
Income tax on other comprehensive income		-	(459,474,404)
		-	2,626,132,176
Total comprehensive income for the year		(1,127,441,497)	3,279,550,645
Total comprehensive income attributable to:			
Owners of the company		(1,128,437,945)	3,277,147,737
Non-controlling interest		996,448	2,402,908
Total comprehensive income for the year		(1,127,441,497)	3,279,550,645
Basic earnings per share (par value of Tk. 10)	36.00	(10.70)	6.18

The annexed notes from 01 to 47.09 form an integral part of these financial statements.


Company Secretary


Director


Managing Director

As per our report of same date

Place: Dhaka
Dated: 13 February 2023


Hussain Farhad & Co.
Chartered Accountants

DVC No: **2302220452AS989818**

Premier Cement Mills PLC
Consolidated Statement of Changes in Equity
For the year ended 30 June 2022

Particulars	Amount in Taka						
	Share capital	Share Premium	Revaluation reserve	Retained earnings	Total	Non-controlling interest	Total equity
Balance at 01 July 2020	1,054,500,000	441,835,000	492,313,479	3,256,487,345	5,245,135,824	16,324,924	5,261,460,748
Net profit for the year	-	-	-	651,913,316	651,913,316	1,505,153	653,418,469
Dividend for the year 2019-20	-	-	-	(105,450,000)	(105,450,000)	-	(105,450,000)
Assets revaluation during the year	-	-	3,085,606,580	-	3,085,606,580	-	3,085,606,580
Deferred tax on revaluation surplus	-	-	(459,474,404)	-	(459,474,404)	-	(459,474,404)
Depreciation on revalued assets	-	-	(9,612,780)	9,612,780	-	-	-
Balance at 30 June 2021	1,054,500,000	441,835,000	3,108,832,875	3,812,563,442	8,417,731,316	17,830,077	8,435,561,393
Balance at 01 July 2021	1,054,500,000	441,835,000	3,108,832,875	3,812,563,442	8,417,731,317	17,830,077	8,435,561,394
Net profit for the year	-	-	-	(1,128,437,945)	(1,128,437,945)	996,448	(1,127,441,497)
Dividend for the year 2020-21	-	-	-	(210,900,000)	(210,900,000)	-	(210,900,000)
Assets revalued during the year	-	-	-	-	-	-	-
Deferred tax on revaluation surplus	-	-	-	-	-	-	-
Depreciation on revalued assets	-	-	(8,953,907)	8,953,907	-	-	-
Balance at 30 June 2022	1,054,500,000	441,835,000	3,099,878,968	2,482,179,404	7,078,393,372	18,826,525	7,097,219,897

Revaluation surplus amounting to Tk. 8,953,907 has been transferred to retained earnings for the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the assets original cost. The amount has been netted off for tax.




Company Secretary

Place: Dhaka

Dated: 13 February 2023



Director

Managing Director

Premier Cement Mills PLC
Consolidated Statement of Cash Flows
For the year ended 30 June 2022

Particulars	Notes	30 June 2022	30 June 2021
		Taka	Taka
Cash flows from operating activities			
Receipt from customers		14,121,969,836	12,891,435,446
Payment to employees		(449,788,939)	(413,523,906)
Payment to suppliers		(11,887,346,999)	(10,746,136,380)
Cash generated from operating activities		1,784,833,898	1,731,775,160
Other income		38,019,345	(5,735,033)
Exchange gain/(loss)		(153,568,205)	-
Interest paid		(552,421,753)	(605,065,385)
Dividend Paid		(210,313,795)	(105,475,005)
Tax paid		(351,761,416)	(349,586,095)
A. Net cash from operating activities	47.05	554,788,074	665,913,642
Cash flows from investing activities			
Purchase of property, plant & equipment		(221,548,374)	(215,360,007)
Capital work-in-progress (WIP)		(1,789,059,978)	(1,355,571,302)
Sale of property, plant & equipment		4,826,572	4,788,246
Advance to Associate		99,206,627	(5,740,289)
Investment in FDR		144,510,456	(12,004,103)
B. Net cash used in investing activities		(1,762,064,697)	(1,583,887,455)
Cash flows from financing activities			
Receipt/(payment) from long term borrowings		(702,214,238)	(435,564,051)
Receipt/(payment) from short term borrowings		1,170,568,745	1,605,111,060
From other finance		10,275,766	296,000
Receipt from redeemable Preference Share		1,000,000,000	-
Receipt/(payment) of lease finance		(214,819,151)	(239,110,976)
C. Net cash from financing activities		1,263,811,122	930,732,033
Net increase in cash and bank balances (A+B+C)		56,534,499	12,758,219
Cash and bank balances at the beginning of the year		155,213,174	142,454,954
Cash and bank balances at the end of the year		211,747,674	155,213,173
Effect of exchange rates on cash and cash equivalents		1,548,547	1,173,145
Net operating cash flow per share (NOCFPS) (Note - 47.06)		5.26	6.31


Company Secretary


Director


Managing Director

Place: Dhaka
Dated: 13 February 2023



Premier Cement Mills PLC
Notes to the Consolidated Statement of Financial Statement
For the year ended 30 June 2022

1 REPORTING ENTITY

1.01 Formation and legal status

Premier Cement Mills PLC, (hereinafter referred to as PCM PLC or the holding Company) a Public Limited Company was incorporated on 14 October 2001 under the Companies Act XVIII of 1994 having its registered office in Chittagong. Presently the Company has a subsidiary namely "Premier Power Generation Limited" where PCM PLC holds 96% of its shares and PCM PLC also has an associate company namely "National Cement Mills Limited" holding 18.67% of its shares.

Premier Power Generation Limited, (hereinafter referred to as PPGL or the subsidiary company) a private limited company was incorporated on 07 September 2006 under the Companies Act 1994 having its registered office in Chittagong with an installed capacity of 5.34 MW run by Natural Gas from TGTDC.

National Cement Mills Limited, (hereinafter referred to as NCML or the associate company) a public limited company was incorporated on 10 September 1996 with an installed capacity of 1400 MT per day at Issa Nagar, Karnafully, Chittagong.

1.02 Nature of business

The Company is manufacturing cement from various raw materials i.e. Clinker, Gypsum, Slag, Lime Stone, Fly Ash etc. at its manufacturing plant located at West Muktarpur, Munshigonj and marketing the same in local as well as foreign markets.

2.00 Basis of preparation, presentation and disclosures of financial statements

Statement of compliance

The financial statements have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs).

2.01 Other regulatory compliances

The Companies are also required to comply with the following major laws and regulation in addition to the Company Act 1994:

The Securities and Exchange Rules, 1987
The Securities & Exchange Ordinance, 1969
The Income Tax Ordinance, 1984
The Income Tax Rules, 1984
The Value Added Tax Act, 2012
The Value Added Tax Rules, 2016
The Customs Act, 1969
Other applicable laws and regulations

2.02 Basis of measurement

These financial statements have been prepared on a historical cost basis except for property, plant and equipment which are measured at revalued amount.

2.03 Functional and presentation currency

These financial statements are prepared in Bangladesh Taka (Taka/ Tk.), which is the company's functional currency. All financial information presented in Taka has been rounded off to the nearest integer.

2.04 Use of estimates and judgments

The preparation of financial statements 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.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

Note 4	Property, plant and equipment
Note 5	Intangible assets
Note 6	Right of use assets
Note 7	Financial assets
Note 10	Inventories
Note 11	Trade and other receivables



Note 18	Deferred tax liability
Note 22	Defined benefit obligations (Gratuity)
Note 23	Trade and other payable
Note 27	Provision for taxation
Note 39	Contingent liabilities

2.05 Changes in accounting policy

The company has applied the IAS/IFRS 10, 12 & 13 from the year 2013-14, IAS/IFRS 9 & 15 from the year 2018-19 and IFRS 16 from the year 2019-2020.

IFRS 9	Financial Instruments
IFRS 10	Consolidated Financial Statements
IFRS 12	Disclosure of interests in other entities
IFRS 13	Fair Value Measurement
IFRS 15	Revenue from Contract with Customer
IFRS 16	Leases

2.06 Going concern

The company has adequate resources to continue in operation for foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the Financial Statements. The current credit facilities and business prospective of the company provide sufficient fund and ability to meet the present obligations of its existing businesses and operations.

2.07 Applicable accounting standards

The following IASs and IFRSs are applicable for the financial statements for the year under review:

IAS - 1	Presentation of Financial Statements
IAS - 2	Inventories
IAS - 7	Statements of Cash Flows
IAS - 8	Accounting Policies, Changes in Accounting Estimates and Errors
IAS - 10	Events after the Reporting Period
IAS - 12	Income Taxes
IAS - 16	Property, Plant and Equipment
IAS - 19	Employee Benefits
IAS - 21	The Effects of Changes in Foreign Exchange Rates
IAS - 23	Borrowing Costs
IAS - 24	Related Party Disclosures
IAS - 27	Separate Financial Statements (Revised 2011)
IAS - 28	Investment in Associate
IAS - 32	Financial Instruments: Presentation
IAS - 33	Earnings Per Share
IAS - 34	Interim Financial Reporting, Comparative information
IAS - 36	Impairment of Assets
IAS - 37	Provisions, Contingent Liabilities and Contingent Assets
IAS - 38	Intangible Assets
IFRS - 3	Business Combinations
IFRS - 7	Financial Instruments: Disclosures
IFRS - 9	Financial Instruments
IFRS - 10	Consolidated Financial Statements
IFRS - 12	Disclosure of interest in other entities
IFRS - 13	Fair value measurement
IFRS - 15	Revenue from Contract with Customer
IFRS - 16	Leases *

2.08 Reporting period

The accounting period of the company covers one financial year from 1st July to 30th June consistently.

2.09 Principles of consolidation and disclosure of interest in other entities

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 re-turns 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.



The group eliminates in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full).

Non-controlling interests

The group presents non-controlling interests in its consolidated statement of financial position within equity, separately from the equity of the owners of the parent.

The group attributes the profit or loss and each component of other comprehensive income to the owners of the parent and to the non-controlling interests. The proportion allocated to the parent and non-controlling interests are determined on the basis of present ownership interests.

Premier Power Generation Limited is a subsidiary company of PCM PLC. The Company has made 96% investments in its subsidiary. PCM PLC 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 PPGL.

National Cement Mills Limited is an associate company of PCM PLC. The company owns 18.67% of the equity share capital in NCML prior to current year PCM PLC exerts control on NCML with remaining 60% voting rights through common directorships. The management has decided to consolidate the financial statements of NCML in accordance with IFRS 10 for reporting purpose up to 30-06-2017. In the year 2017-2018 there was a major change in the shareholding position of NCML and directorship and PCM PLC lose control in the decision making of NCML through voting right hence the company decided not to consolidate the financial position of NCML. As per equity method (Ref.IAS-28) share of profit from associate company's shown in the "Consolidated statement of profit or loss and other comprehensive Income" and is added with investment in Associate.

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 year and were also consistent with those used in earlier years.

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.

3.01 Consistency

The accounting policies and methods of computation used in preparation of financial statements for the year ended 30 June 2021 are consistent with those policies and methods adopted in preparing the financial statements for the year ended 30 June 2022.

3.02 Transactions in foreign currencies

Foreign currency transactions are recorded at the applicable rates of exchange ruling on the date of transactions.

Other monetary assets & liabilities, if any, denominated in foreign currencies at the Balance Sheet date are translated at the applicable rates of exchange ruling at that date and the related exchange differences are charged off as revenue expenditure. Effects on cash flows has been shown in the statement of cash flows of the financial statements.

3.03 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.

"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. It is recognized by IFRS 9 -Financial Instrument. The entity has recognized its financial instruments as per IFRS 9 - Financial Instruments.



3.03.01 Financial assets

The group initially recognises loans and receivables and deposits on the date that they are originated. All other financial assets are recognised initially on the trade date, which is the date the Group becomes a party to the contractual provisions of the instrument.

The group derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

Financial assets include cash and bank balances, trade and other receivable, advances, deposits and prepayments, etc.

3.03.01.01 Cash and bank balances

This comprises of cash in hand, deposits held at call with banks, and bank overdrafts are shown in current liabilities on the balance sheet which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

3.03.01.02 Trade and other receivables

Trade and other receivables represent the amounts due from local and foreign customers etc. Trade receivables are stated at net.

Provision for doubtful debts is made based on the company policy. Bad debts are written off on consideration of the status of individual debtors.

3.03.02 Financial liabilities

The group recognizes all financial liabilities on the trade date which is the date the group becomes a party to the contractual provisions of the instrument.

The group derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired. Financial liabilities comprise trade and other creditors only.

3.03.02.01 Trade and other payables

The group recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits.

3.04 Property, plant and equipment

3.04.01 Recognition and measurement

Items of property, plant and equipment are carried at revalued amount, being fair values at the date of revaluation less subsequent accumulated depreciation and subsequent impairment losses, if any.

Subsequent costs

The cost of replacing a part of property, plant and equipment is recognized in the carrying amount of the item if it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the statement of comprehensive income during the financial period in which they incurred.



Depreciation

In respect of fixed assets other than freehold land, depreciation is provided on reducing balance method over their expected useful life and day basis depreciation charged on the amount of addition to fixed assets from the date of use. No depreciation is charged on freehold land considering its unlimited life. The annual depreciation rates for different category of assets are as follows:

Category of assets	Rate	
	PCM PLC	PPGL
Land and land development	0%	0%
Factory Building	3%	0%
Jetty Construction	3%	0%
Electric Installation	8%	0%
Plant & Machinery	8%	6%
Boundary Wall & Fencing	5%	0%
Furniture & Fixtures	10%	10%
Telephone & Fax Installation	15%	0%
Loose Tools	15%	0%
Motor Vehicles	15%	0%
Motor Vehicles- Employee	10%	0%
Office Building & Shed	3%	0%
Office Equipment	15%	20%
Tube-Well	15%	0%
Air Compressor	15%	0%
Grinding Media	33%	0%
Lab Equipment	10%	0%
Vessel	10%	0%
Portable Cement Silo	3%	0%
Office Decoration	15%	15%
Generator Building	0%	10%
Software	10%	0%

Depreciation charged during the year is allocated to cost of sales, administrative expenses, selling & distribution expenses and Bag Plant based on usage/consumption of economic benefits.

Upon retirement of assets, no depreciation is charged in the year of retirement and the cost and related accumulated depreciation are eliminated from the accounts and resulting gain or loss is charged or credited to profit and loss account.

Leasehold assets and leases

Assets held under finance leases are recognised as assets of the Company at their fair value at the date of acquisition or, if lower, at the present value of the minimum lease payments. The corresponding liability is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. Leasehold assets have been capitalised this year because of lease term of all assets have been completed by this year.

Leases:

IFRS 16 introduces significant changes to lessee accounting by removing the distinction between operating and finance lease and requiring the recognition of a right-of-use asset and a lease liability at commencement for all leases, except for short-term leases and leases of low value assets when such recognition exemptions are adopted. In contrast to lessee accounting, the requirements for lessor accounting have remained largely unchanged.

"The Group" has applied IFRS 16 using the cumulative catch-up approach. "The Group" utilized the option to measure the right-of-use asset at an amount equal to the lease liability in accordance with para C8 of IFRS 16 at the date of initial application. This approach does not require restatement of comparatives, which continue to be presented under IAS 1 and IFRIC 4.



IFRS 16 changes how the Group accounts for leases previously classified as operating leases under IAS 17, which were of balance sheet. Applying IFRS 16, for all leases (except as noted below), the Group:

- a) Recognises right-of-use assets and lease liabilities in the consolidated statement of financial position, initially measured at the present value of the future lease payments, with the right-of-use asset adjusted by the amount of any prepaid or accrued lease payments in accordance with IFRS 16:C8(b)(ii);
- b) Recognises depreciation of right-of-use assets and interest on lease liabilities in the consolidated statement of profit or loss;
- c) Separates the total amount of cash paid into a principal portion (presented within financing activities) and interest (presented within financing activities) in the consolidated statement of Cash flows.

Under IFRS 16, right-of-use assets are tested for impairment in accordance with IAS 36. For short-term leases (lease term of 12 months or less) and leases of low-value assets, the Group has opted to recognize a lease expense on a straight-line basis as permitted by IFRS 16. This expense is presented in profit or loss. The Group has used the following practical expedients:

- The Group has applied a single discount rate (9%) to a portfolio of leases with reasonably similar characteristics.
- The Group has elected not to recognize right-of-use assets and lease liabilities to leases for which the lease term ends within 12 months of the date of initial application.
- The Group has excluded initial direct costs from the measurement of the right-of-use asset at the date of initial application.

3.04.02 Capital work-in-progress

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

3.05 Inventories

Nature of inventories

Inventories comprise of Raw Materials (Clinker, Gypsum, Lime Stone, Fly Ash, Slag), Grinding Aid, Packing Materials, Consumable Stores, Raw Materials of Bag Plant, Goods in Transit & Finished Goods (Cement) etc.

Valuation of the inventories

Inventories are stated at the lower of cost or net realizable value in accordance with IAS 2 "Inventories" after making due allowances for any obsolete or slow moving items, if any.

The cost is determined using the Weighted Average Method consistently. The cost of inventories comprises of expenditure incurred in the normal course of business in bringing such inventories to its present location and condition. Net realizable value is based on estimated selling price less VAT in the ordinary course of business less any further costs expected to be incurred to make the sale (applicable variable selling expenses).

Category	Basis of valuation
Finished goods	At the lower of weighted average cost or net realizable value.
Raw materials	At the lower of weighted average cost or net realizable value.
Goods-in-transit	At the lower of weighted average cost or net realizable value.

3.06 Cash flow statement

Statement of Cash Flows is prepared principally in accordance with IAS 7 (Statement of Cash Flow) and the cash flow from operating activities have been presented under direct method.



- 3.07 Impairment**
- 3.07.01 Non-derivative financial assets**
Financial assets not carried at fair value through profit or loss, loans and receivables are assessed as and when required to determine whether there is objective evidence that it 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.
- 3.07.02 Non-financial assets**
The carrying amounts of the group's non-financial assets, other than inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the recoverable amount of the asset is estimated. An impairment loss is recognised if the carrying amount of an asset or its related cash-generating unit (CGU) exceeds its estimated recoverable amount.
- 3.08 Provisions, contingent liabilities and contingent assets**
A provision is recognized in the balance sheet 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 assets are not recognized.
- 3.09 Borrowing costs**
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".
- 3.10 Taxation**
- 3.10.1 Current tax**
PCM PLC has been maintaining provision for taxation .60% of gross received as per Income Tax Ordinance, 1984 during the year.
- 3.10.2 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 recognised 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 balance sheet date. The impact of changes on the account in the deferred tax assets and liabilities has also been recognised in the profit and loss account as per IAS-12 "Income Taxes".
- 3.11 Share capital**
Paid up capital represents total amount contributed by the shareholders and bonus shares issued by the company to the ordinary shareholders. 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 rank after all other shareholders and creditors are fully entitled to any residual proceeds of liquidation.
- 3.12 Employee benefits**
The company maintains both defined contribution plan and defined benefit plan for its eligible permanent employees.
- 3.13.01 Defined contribution plan**
The company maintains a recognized provided fund @ 7% of basic pay (Equally contributed by employee & employer) for all eligible permanent employees from 1st day of July 2010. The said fund is managed by a duly constituted five member board of trustees.



3.13.02 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 are determined on the basis of two (2) times of last month basic salary and payment is to be made on the basis of following rules and regulations of the company.

Service length (W.E.F. 01.07.2010)	Payment basis
Less than Five (5) years	Nil Amount. In case of deceased person & terminated by employer - One (1) times of last month basic salary x year of service(s)
For Five (5) years only	One (1) times of last month basic salary x year of services
Above Five (5) years but below Ten (10) years	One & half (1.5) times of last month basic salary x year of service(s)
Ten (10) years & above	Two (2) times of last month basic salary x year of service(s)

3.13.03 Other benefits

The company also making a provision for Workers' Profit Participation and Welfare funds @ 5% of net profit before tax as per Labour Act 2006.

3.14 Revenue recognition

In compliance with the requirements of IFRS 15 : Revenue from the sale of goods (Cement) is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognized when the following criteria meets:

- I. Identify the contract with customer
- II. Identify the performance obligation in the contract
- III. Determine the transaction price
- IV. Allocate the transaction price to performance obligation
- V. Recognize the revenue

We have recognized our revenue by satisfying the criteria provided above.

3.15 Earnings per share

The company calculates its earning per share in accordance with Bangladesh Accounting Standard (IAS) - 33 which has been reported on the face of Statement of Comprehensive Income.

Basis of earnings

This represents earning for the year attributable to ordinary shareholders and Non- Controlling shareholders. As there were no preference shares requiring returns or dividends, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

Basis of earnings per share

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share

No diluted earnings per share is required to be calculated per year as there was no scope for dilution during the year.

3.16 Duty drawback

Duty drawback claimed on export sales is adjusted against cost of imported raw materials.

3.17 Events after the reporting period

Events after the Reporting period that provide additional information about the company's positions at the balance sheet date are reflected in the financial statements if any.

3.18 Comparative information and re-arrangement thereof

In accordance with the provisions of IAS-1: Presentation of Financial Statements, Comparative information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current period's financial statements.



		Amount in Taka	
		30 June 2022	30 June 2021
4.00 Property, Plant & Equipment			
FREE-HOLD			
Cost and Revaluation			
Opening balance		10,914,125,141	7,621,658,552
Add: Addition during the year		419,740,508	3,300,966,587
Less: Disposal/ Adjustment during the year		(9,268,667)	(8,500,000)
Closing balance		<u>11,324,596,982</u>	<u>10,914,125,139</u>
Depreciation			
Opening balance		1,906,853,430	1,612,894,000
Add: Charged during the year		298,634,476	295,841,377
Less: Disposal/ Adjustment during the year		(3,606,571)	(1,881,946)
Closing balance		<u>2,201,881,335</u>	<u>1,906,853,431</u>
Written Down Value		<u>9,122,715,647</u>	<u>9,007,271,708</u>
Details are shown in Annexure - A			
5.00 Intangible Assets			
Cost			
Opening balance		1,186,013	1,023,563
Add: Addition during the year		1,497,900	162,450
Less: Disposal during the year		-	-
Closing balance		<u>2,683,913</u>	<u>1,186,013</u>
Amortization			
Opening balance		447,828	376,450
Add: Charged during the year		156,162	71,378
Less: Disposal during the year		-	-
Closing balance		<u>603,990</u>	<u>447,828</u>
Written Down Value		<u>2,079,923</u>	<u>738,186</u>
Details are shown in Annexure - A			
6.00 Lease Assets-Right of Use Assets			
Cost			
Opening balance		38,544,784.00	36,296,693
Add: Addition during the year		-	2,248,091
Less: Disposal during the year		-	-
Closing balance		<u>38,544,784</u>	<u>38,544,784</u>
Depreciation			
Opening balance		16,794,086	7,580,910
Add: Charged during the year		9,213,176	9,213,176
Less: Disposal during the year		-	-
Closing balance		<u>26,007,262</u>	<u>16,794,086</u>
Written Down Value		<u>12,537,522</u>	<u>21,750,698</u>



Amount in Taka	
30 June 2022	30 June 2021

7.00 Financial Assets

Opening balance		
Add: Addition during the year	2,055,793	1,879,484
Office space	-	-
Accommodation Building	167,808	153,417
Less: Disposal during the year	25,039	22,892
Closing balance	-	-
	<u>2,248,640</u>	<u>2,055,793</u>

8.00 Capital work-in-progress (WIP)

Opening capital work-in-progress	9,549,526,026	8,205,324,973
Add: Expenditure incurred during the year (Note 8.01)	1,789,059,978	1,355,571,302
Total capital work-in-progress	<u>11,338,586,004</u>	<u>9,560,896,275</u>
Less: Capitalized during the year (Note 8.01)	-	11,370,249
Closing capital work-in-progress	<u>11,338,586,004</u>	<u>9,549,526,026</u>

8.01

Particulars	Opening Balance at 30 June 2021	Addition during the year	Capitalized/ transferred during the year	Balance as at 30 June 2022
Project New-VRM	9,549,526,026	1,789,059,978	-	11,338,586,004
Total	<u>9,549,526,026</u>	<u>1,789,059,978</u>	<u>-</u>	<u>11,338,586,004</u>

8.02 For the Financial year ended 30 June 2022 Capital work in progress increased to BDT 11,338.58 Million compared to BDT 9,549.53 million of the previous year. During the year BDT 1,789.05 million was added for implementation of VRM project.

9.00 Investment and current account with associate

9.01 Investment in associate

Premier Cement Mills Limited is the owner of 7,000,000 shares of Tk.10 each out of 37,500,000 shares of Tk. 10 each i.e. 18.67% shares of National Cement Mills Limited.

Current position of the investment is as follows:

Opening balance	123,105,736	113,397,634
Share of profit / (loss) from associate company - during the year	(10,597,373)	9,708,102
Closing balance	<u>112,508,363</u>	<u>123,105,736</u>

9.02 Current account with associate

The current account balance is representing the net transaction with National Cement Mills Limited for payment of expenses for Balancing, Modernisation, Rehabilitation and Expansion, loan installment and other expenses.

Opening balance	120,064,838	108,350,423
Add : Payment during the year	633,932,718	339,276,954
Add : Interest	1,822,675	5,974,126
	<u>755,820,231</u>	<u>453,601,503</u>
Less : Adjustment during the year	733,139,345	333,536,665
Closing balance	<u>22,680,886</u>	<u>120,064,838</u>





10.00 Inventories

Inventories	Unit measurement	30 June 2022		30 June 2021	
		Quantity	Amount (Tk.)	Quantity	Amount (Tk.)
Clinker	MT	34,543	225,191,245	62,715	375,549,118
Gypsum	MT	32,315	113,789,971	34,327	103,255,464
Fly Ash	MT	45,130	120,190,778	90,186	230,226,407
Slag	MT	37,464	114,285,318	45,071	143,397,119
Lime Stone	MT	28,526	88,716,283	36,583	102,482,046
Grinding Aid	MT	119	9,212,459	78	4,270,966
Packing materials (P.P. & Paper Bag)	Pcs	621,300	12,054,956	1,235,180	24,469,468
Finished goods and WIP	MT	10,270	60,042,997	10,141	52,136,986
WIP- Bag Plant	MT	-	42,377,163	-	7,298,617
Raw material stock for Bag Plant	Various	2,540,332	274,512,216	2,782,787	307,314,976
Consumable stores	KG	-	97,592,290	-	50,262,978
Total	Various	-	1,157,965,677	-	1,400,664,085

10.01 Raw materials reconciliation

For 30 June 2022

Particulars	Opening		Receipt		R.M. sales at cost		Closing		Consumption	
	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)
			Import	Local purchase						
Clinker	62,715	375,549,118	1,478,466	8,887,769,502	-	-	34,543	225,191,245	1,506,638	9,038,127,375
Gypsum	34,327	103,255,464	70,400	259,449,734	-	-	32,315	113,789,971	72,412	248,915,238
Fly Ash	90,186	230,226,407	172,969	458,902,759	-	-	45,130	120,190,778	218,026	568,938,388
Slag	45,071	143,397,119	166,750	331,261,523	-	-	37,464	114,285,318	174,356	560,373,324
Lime Stone	36,583	102,482,046	135,180	409,504,089	-	-	28,526	88,716,283	143,237	423,269,853
Grinding Aid	78	4,270,966	97	8,796,641	-	-	119	9,212,459	56	3,855,148
Total	268,961	959,181,121	2,023,862	10,355,684,248	-	-	178,097	671,386,053	2,114,725	10,843,479,315
Less - VAT loss & adjustment										
10,852,762,899										
10,860,843,831										

Raw materials reconciliation

For 30 June 2021

Particulars	Opening		Receipt		R.M. sales at cost		Closing		Consumption	
	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)
			Import	Local purchase						
Clinker	47,602	231,233,655	1,493,085	7,438,896,396	-	-	62,715	375,549,118	1,477,972	7,294,581,133
Gypsum	47,802	129,753,780	51,000	135,102,880	-	-	34,327	103,255,464	63,475	178,775,326
Fly Ash	10,201	25,144,395	215,440	534,634,360	1,000	2,825,880	90,186	230,226,407	135,455	329,552,348
Slag	72,534	198,922,255	195,297	539,313,529	-	-	45,071	143,397,119	222,761	594,838,665
Lime Stone	24,807	57,275,504	150,772	361,051,107	-	-	36,583	102,482,046	138,995	315,844,564
Grinding Aid	48	2,945,601	100	5,323,551	-	-	78	4,270,966	70	3,998,186
Total	202,994	645,275,603	2,105,694	9,034,321,823	1,000	2,825,880	268,961	959,181,121	2,038,728	8,717,590,225
Less - VAT loss & adjustment										
2,519,980										
287,182,411										
9,007,292,616										

10.02 Packing materials reconciliation

For 30 June 2021

Particulars	Opening balances		Local purchase		Received from own factory		Closing balances		Consumption internal		Consumption external	
	Qty (PCS)	Amount (Tk.)	Qty (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)
30 June 2022	1,235,180	24,469,468	-	-	52,875,000	880,673,087	621,300	12,054,956	35,613,880	599,827,009	17,875,000	293,260,590
30 June 2021	9,735	216,369	-	-	53,175,192	727,988,286	1,235,180	24,469,468	35,626,347	478,431,019	16,323,400	225,304,188

		Amount in Taka	
		30 June 2022	30 June 2021
11.00	Trade & other receivable		
	Trade receivables:		
	Trade receivables (local)	2,675,814,248	2,475,916,866
	Trade receivables (foreign)	28,541,621	621,220
	Receivable on empty bag sales	17,387,048	54,826,426
		<u>2,721,742,917</u>	<u>2,531,364,512</u>
	Other receivables		
	Provision for VAT adjustment	31,738,888	31,738,888
	Interest receivable on FDR	-	2,274,706
		<u>2,753,481,805</u>	<u>2,565,378,106</u>
	Less: Provision for Bad & Doubtful expenses	(71,915,124)	(79,675,082)
	Total receivables	<u>2,681,566,681</u>	<u>2,485,703,023</u>
11.01	a) Dues within 3 months	2,398,436,696	2,238,828,567
	Dues over 3 months but within 6 months	56,726,812	89,976,832
	Dues over 6 months	266,579,409	202,559,112
		<u>2,721,742,917</u>	<u>2,531,364,510</u>
	b) Provision for bad debts		
	Opening balance	79,675,082	78,924,996
	Add :Provision for the year	(7,759,958)	750,086
		<u>71,915,124</u>	<u>79,675,082</u>
	Less: Write off	-	-
	Closing balance	<u>71,915,124</u>	<u>79,675,082</u>
	c. As per Management decision bad debt provision has been reduced by Taka 77,59,958.00		
	d. There is no such debt due by or to directors or other officers of the Company.		
	e. Out of total receivable Tk. 69,76,95,000/- secured by bank guarantee.		
11.02	Receivable Analysis		
	Gross Receivable	2,875,443,321	2,713,990,747
	Less: Advance against Sales	153,700,404	182,626,235
	Net Receivable	<u>2,721,742,917</u>	<u>2,531,364,512</u>
12.00	Advances, deposits & pre-payments:		
	Advances	3,894,788,583	3,350,406,703
	Deposits	130,041,333	134,658,814
	Prepayment	167,155,164	135,870,447
		<u>4,191,985,080</u>	<u>3,620,935,964</u>
12.01	Advances		
	Advance income tax (Note- 12.04)	2,309,600,791	1,957,839,375
	VAT current account	232,838,275	138,317,468
	Advance for office space purchase	125,000,000	125,000,000
	Advance against land	42,093,437	132,353,572
	L/C Advance	279,822,976	316,745,020
	Advance against expenses	841,677,245	1,243,737,585
	Advance to employee	11,697,596	12,066,096
	Advance against motor cycle loan	13,988,603	8,510,901
	Advance to/(from) sister concern	38,069,660	(584,163,314)
		<u>3,894,788,583</u>	<u>3,350,406,703</u>



	Amount in Taka	
	30 June 2022	30 June 2021
12.02 Deposits		
Transport Security Deposit	420,000	420,000
Advance SD On Empty Bag Sale	500,000	500,000
Bank Guaranty Margin For Tender - Deposit	522,132	2,207,743
Bank guarantee margin - TGTDCCL - PPGL	1,974,430	1,974,430
Bank Guaranty Margin - Titas Gas - PCML	1,065,295	1,065,295
Bank Guarranty Margin for Fly Ash Duty	105,109	213,979
Pre-paid bank guarantee commission	320,606	320,606
MRH Dey & Co.	120,938	120,938
BOC Bangladesh LTD- Deposit	20,000	20,000
BTCL- Deposit	65,800	65,800
CDBL- Deposit	500,000	500,000
DPDC- Deposit	34,200,000	34,200,000
Munshigonj Polly Bidduth Samitee	34,488,397	34,488,397
Ranks Telecom Limited	6,900	6,900
Tender Deposit	1,016,518	3,839,518
TGSL- Deposit	10,532	10,532
Deposit to TGTDCCL	10,109,900	10,109,900
Titas Gas Transmission & Distributon Co Ltd	44,594,776	44,594,776
	130,041,333	134,658,814
12.03 Pre-payments		
BSTI Licence Fee- Pre-Paid	762,988	3,043,915
Pre-Paid Promotional Exp	150,781,771	107,761,271
VAT Prepaid 10%	15,610,405	25,065,261
	167,155,164	135,870,447
12.04 Movement of advance income tax		
Opening balance	1,957,839,375	1,608,753,280
Add : Payment during the year	351,761,416	349,086,095
	2,309,600,791	1,957,839,375
Less : Advance Income Tax refund	-	-
Less : Adjustment during the year	-	-
Closing balance	2,309,600,791	1,957,839,375

- a) All the advances & deposits amount is considered good and recoverable.
- b) The advance was paid to Rupayan Housing Estate Ltd. against purchase of 21,507 sft office space at 11th floor of Rupayan Trade Centre, 114 Kazi Nazrul Islam Avenue, Dhaka 1215. The total contract value was Tk. 179,407,400 against which Tk. 125,000,000 was paid in advance. Subsequently Rupayan sold the same property to a third party for at a higher price i.e. BDT 20 crore 33 lakhs 13 thousands and 7 hundreds. After knowing that PCML's authority filed a case in the District & Session Judge Court against Rupayan and applied for imposing restriction on transfer of the said property to any other third party except the plaintiff (case no.-61/2010). The District & Session court on 13.07.2014 gave a degree in favour of PCML after hearing of the case.
- During the year upon Mutual Understanding of PCML and Rupayan, Rupayan Housing Estate Limited agreed and hand over 17,569 sft Flat/ Office space considering the amount of BDT11.50 Crore which is situated at Bashundhara Residential area, Rupayan Shopping Square, Plot No. C-2, 10th Floor, Block G, Dhaka-1229 instead of 21,507 sft office space at Rupayan Trade Centre, 11th floor, 114 Kazi Nazrul Islam Avenue, Dhaka 1215. As per agreement out of BDT 12.50 Crore remaining BDT 1 crore to be refunded by Rupayan Housing Estate Limited before 28th February 2021. But till to the date the amount not yet refunded by Rupayan as per Deed No.: ka ha 7440820. The property not yet registered in the name of Premier Cement Mills PLC, and the reason of case not withdrawn (Case No.: 61/2012 Litigation No. 58/2015).



- c) i) Initially PCML purchased the land from local land owner vide registration deed # 3503, 3504 & 3505 dt 31 October 2001. Subsequently PCML came to know that the land is khas and accordingly PCML applied to the competent authority for long term lease with recommendation from Prime Minister office (Investment Wing). Being satisfied, Ministry of Land directed Deputy Commissioner (DC), Narayanganj to give 350 Shatak land under long term lease in favor of PCML on 16.10.2006 vide letter no. Bhu.Ma:/Sha-8/Khajob/315/ 2002/1072/1. PCML communicated with DC, Narayanganj on many occasions to complete the process but DC, Narayanganj was reluctant to comply with the order of the Ministry of Land. PCML filed a writ petition to the Honorable High Court for compliance of the order of the Ministry of Land by DC, Narayanganj (petition no. 7194 of 2009) which is currently under process. Considering the circumstances, the management has decided to transfer an amount of Tk. 20,259,493 from land and land development.
- ii) Registration deed no. 84 dt. 06.01.05, 179 dt. 17.01.05 and 1468 dt. 14.04.05 comprise 189 shatak land out of which mutation of 76.50 Shatak Land are yet to be completed. Hence proportionate amount of Tk. 5,235,405 has been transferred from land and land development.
- iii) Advance against land includes Tk. 4,701,931 paid to Mr. Nur Mohammed against purchase of Land, PCML filed suits as the seller was reluctant to give registration of the lands. The case against Nur Mohammed is yet to be disposed off.

IV) Details of advance against land & land development has given below:

Name of Seller	Amount in Taka	
	30 June 2022	30 June 2021
Name of Seller:		
Ansar Ali & Robin Ahammed - Land	4,850,000	-
Moslem Awal Gong-Land Dag 1673.74.1730 (173 Dec)	-	39,228,855
Nazrul Islam Gong-Land (82+15) Dec	-	43,851,280
Nur Mohammed's Land	4,701,931	4,701,931
Saheb Uddin Mullah - Land 15 Dec Dag 1624 - 39	4,949,600	4,949,600
Samad Miah Gonh - Land (8.50 Dec R S 108)	2,097,008	2,097,008
Wazed Ali Khokon PP	-	12,030,000
Wazuddin Gong	25,494,898	25,494,898
	42,093,437	132,353,572
13.00 Investment in FDR		
Social Islami Bank Limited	7,977,185	14,492,596
Standard Chartered Bank	-	138,231,497
State Bank of India	2,949,608	2,847,112
Standard Bank Limited	2,962,086	2,828,130
	13,888,879	158,399,335
14.00 Cash and bank balances:		
Cash at bank	197,811,624	142,556,485
Cash in hand	13,936,050	12,656,689
	211,747,674	155,213,174
14.01 Cash at bank:		
Share Money Deposit - NCCBL	478,125	5,722,957
USD Account	45,354,706	15,377,773
Current Account	132,383,083	82,080,769
STD Account	19,595,710	39,374,986
	197,811,624	142,556,485
14.02 Cash in hand:		
Corporate office	3,995,041	55,750
Factory	2,856,716	3,759,192
Factory - Logistics	6,544,177	8,307,004
Registered office	540,116	534,743
	13,936,050	12,656,689

Bank balances are reconciled & confirmed.



15.00 Ordinary share capital

Authorized:

500,000,000 Ordinary shares of Tk. 10 each

Amount in Taka	
30 June 2022	30 June 2021
5,000,000,000	5,000,000,000
5,000,000,000	5,000,000,000

Issued, subscribed and paid up:

105,450,000 Ordinary shares of Tk.10 each fully paid-up in cash

1,054,500,000 1,054,500,000

Share holding position:

The composition of share holders at balance sheet date was as follows:

Name of shareholders	30 June 2022			30 June 2021
	Percentage	Number	Face value	Face value
1. Mohammed Amirul Haque	11%	11,599,500	115,995,000	115,995,000
2. Mohammad Mustafa Haider	11%	11,473,150	114,731,500	114,731,500
3. Md. Jahangir Alam	10%	10,425,313	104,253,130	104,253,130
4. Md. Alamgir Kabir	4%	4,416,562	44,165,620	44,165,620
5. Mohd. Almas Shimul	3%	3,504,375	35,043,750	35,043,750
6. Mohammed Zahurul Haque	3%	2,856,000	28,560,000	28,560,000
7. Ancient Properties Ltd.	2%	2,113,500	21,135,000	21,135,000
8. Zahur Ahamed	1%	1,000,000	10,000,000	12,000,000
9. Mohammed Abdur Rouf	1%	1,168,125	11,681,250	11,681,250
10. Mohd. Ashrafuzzaman	1%	1,168,125	11,681,250	11,681,250
11. Institute	21%	21,974,165	219,741,650	180,050,240
12. Non-Resident Bangladeshi	0%	29,956	299,560	66,390
13. General Investor	32%	33,721,229	337,212,290	375,136,870
Total	100%	105,450,000	1,054,500,000	1,054,500,000

15.01 Classification of shareholders by holdings

Shareholding Range	No. of Holders 30.06.2022	Holdings Share 30.06.2022	No. of Holders 30.06.2021	Holdings Share 30.06.2021
Less than 500 Shares	3195	698,126	1740	303,103
501 to 5,000 Shares	2106	3,935,531	283	501,001
5,001 to 10,000 Shares	339	2,575,359	42	303,744
10,001 to 20,000 Shares	157	2,314,245	21	303,995
20,001 to 30,000 Shares	58	1,460,121	10	255,335
30,001 to 40,000 Shares	31	1,089,817	3	97,708
40,001 to 50,000 Shares	21	970,817	3	133,553
50,001 to 100,000 Shares	45	3,181,152	16	1,167,341
100,001 to 1,000,000 Shares	35	11,047,367	23	7,925,057
Over 1,000,000 shares	20	78,177,465	22	94,459,163
Total	6007	105,450,000	2163	105,450,000



		Amount in Taka		
		30 June 2022	30 June 2021	
16.00	Non-controlling interest			
	Opening balance	17,830,077	16,324,924	
	Add: 4% Shares of profit of PPGL	996,448	1,505,153	
	Closing balance	18,826,525	17,830,077	
17.00	Loan from Directors			
	Mr. Abdur Rouf	30,000,000	30,000,000	
	Mr. Almas Shimul	60,000,000	60,000,000	
	Mr. Ashrafuzzaman	30,000,000	30,000,000	
	Mr. Jahangir Alam	120,000,000	120,000,000	
	Mr. Amirul Haque	-	255,270,000	
	Mr Mustafa Haider	-	255,150,000	
		240,000,000	750,420,000	
17.01	Long - term loan taken from above directors' and sponsors' for VRM project installation purpose and during the year loan amount of Mr Amirul Haque and Mr. Mustafa Haider has been transferred to Preference Share.			
18.00	Deferred tax liabilities			
	The tax effect of temporary differences that resulted in deferred tax assets or liabilities			
	Opening balance	876,059,480	460,779,529	
	Add: Deferred tax expense/ (income) during the year	8,703,580	(44,194,453)	
	Deferred tax on revaluation surplus	-	459,474,404	
	Closing balance	884,763,060	876,059,480	
18.01	Reconciliation of deferred tax liabilities/(assets)			
	(a) As at 30 June 2022			
		Carrying amount	Tax base	Temporary difference
		Taka	Taka	Taka
	Property, plant and equipment	3,465,787,283	1,388,605,525	2,077,181,757
	Provision for gratuity	(157,969,950)	-	(157,969,950)
	Provision for bad and doubtful debts	(71,899,124)	-	(71,899,124)
	Right of use Assets	11,188,667	-	11,188,667
	Total	3,247,106,875	1,388,605,525	1,858,501,350
	Deferred tax liability @ 22.50%			418,162,804
	Deferred tax on revaluation surplus			466,600,255
	Total deferred tax liability			884,763,059
	(b) As at 30 June 2021			
	Property, plant and equipment	3,449,056,652	1,378,743,457	2,070,313,195
	Provision for gratuity	(139,148,890)	-	(139,148,890)
	Provision for bad and doubtful debts	(79,675,082)	-	(79,675,082)
	Total	3,230,232,680	1,378,743,457	1,851,489,223
	Deferred tax liability @ 22.5%			416,585,075
	Deferred tax on revaluation surplus			459,474,404
	Total deferred tax liability			876,059,479
19.00	Long term loan			
	Standard Bank Limited	228,445,494	348,480,731	
	Agrani Bank Limited	750,000,000	-	
	Standard Chartered Bank FC Loan - Commercial	104,121,132	408,350,100	
	Standard Chartered Bank FC Loan - ECA	1,090,887,431	1,985,952,407	
	IDLC Finance Ltd	161,141,512	296,191,102	
	Pubali Bank Limited	110,201,667	-	
	IPDC Finance Ltd	32,289,539	54,082,232	
	Trust Bank Loan	1,245,385,862	-	
	United Finance Ltd	31,484,138	86,351,682	
		3,753,956,775	3,179,408,254	



		Amount in Taka	
		30 June 2022	30 June 2021
19.01	The company availed EKF Guaranteed Euro foreign currency loan of ECA facility for US\$ 25 million and commercial facility US\$ 10 million from Standard Chartered Bank London which is repayable in 10 half yearly installments. Rate of interest is 6 month Euribor plus 1.6% for ECA portion and 3.9% for commercial portion . The Company also availed long term loan from Agrani Bank 75 Crore, Pubali Bank 11 Crore and 124 Crore from trust Bank Ltd for the VRM project.		
19.02	Allocation of long term loan		
	Long term portion	2,667,902,847	2,098,000,448
	Current portion	1,086,053,928	1,081,407,806
		<u>3,753,956,775</u>	<u>3,179,408,254</u>
20.00	Redeemable Preference Share		
	Mr Mohammad Mustafa Haider	255,150,000	-
	Mr Mohammed Amirul Haque	255,270,000	-
	Midland Bank Ltd -Lead Investor	500,000,000	-
	Simanto Bank Ltd	300,000,000	-
	United Finance Ltd.	200,000,000	-
		<u>1,510,420,000</u>	<u>-</u>
	with reference to the 811th Board meeting of the Bangladesh Securities and Exchange Commission Sources No: BSEC/Surveillance/Mukhpatra (5th Part)/2019/285 dated as Tuesday the 8th February 2022 Premier cement Mills Limited has issued and offered 1,243 fully redeemable non-convertible non-participating cumulative preference shares at a face value/issue price of BDT 2,500,000 (Taka Twenty-Five Lac only) each. The issue size is BDT 3,107,500,000 (Taka Three Hundred Ten Crore and Seventy-Five Lac only). Out of this amount, BDT 750,000,000 (Taka Seventy-Five Crore only) will be subscribed by the directors/sponsor shareholders of the company while the remaining amount will be subscribed by prospective investors through private placement. The main purposes of issuance are to restructure the company's balance sheet, to prepay existing high cost debt, and to improve the financial indicators of the company. This issue will reduce the financial expenses of the company and increase the profitability. The preference shares to be subscribed by the prospective investors will have a tenor of 5 years and a dividend rate of 6.25% p.a. - 7.75% p.a. Dividend will be paid semi-annually starting from the end of six months of respective disbursement(s) while principal will be redeemed semi-annually in equal installments commencing from end of the 18th month from respective disbursement(s). The preference shares to be subscribed by the sponsor shareholders/directors of the company will have a tenor of up to 12 years and a dividend rate of 0% p.a. These preference shares subscribed by the sponsor shareholders/directors cannot be redeemed before the redemption of preference shares to be subscribed by prospective investors. During the year out of 310.75 crore we have received 100 crore @ 7% redeemable non-convertible non-participating cumulative preference shares from 03 financial institutions and 51 crore from Two directors'.		
21.00	Lease Liability		
	Chan Tara Mansion - Accomodation Building	12,571,579	13,258,805
	Office space PPGL	1,467,518	1,875,289
	The Institute of Chartered Accountants of Bangladesh - Office Space	1,309,342	8,767,490
		<u>15,348,439</u>	<u>23,901,584</u>
21.01	Allocation of Lease Liability		
	Long term portion	12,371,137	15,349,336
	Current portion	2,977,302	8,552,248
		<u>15,348,439</u>	<u>23,901,584</u>
22.00	Defined benefit obligations (Gratuity)		
	Opening balance	139,148,889	136,452,063
	Add : Provision for the year	34,160,950	15,668,161
		<u>173,309,839</u>	<u>152,120,224</u>
	Less: Payment made	15,339,890	12,971,334
	Closing balance	<u>157,969,949</u>	<u>139,148,889</u>



	Amount in Taka	
	30 June 2022	30 June 2021
23.00 Trade & other payables		
Marketing expenses	3,080,471	2,818,724
Packing materials	52,931	52,931
Liabilities for expenses	400,567,921	503,757,170
Receipt against employee motor car	8,235,059	7,340,564
TDS/VDS payable	13,051,271	17,026,347
Dividend Payable	199,058	-
Payable on Audit Fee Including VAT	362,000	362,000
Provision for Electric Charges	61,651,614	25,286,666
Provision for P F	(770,832)	(146,646)
Share Money Payable	478,125	6,600,838
Provision and other payable	121,749,871	101,215,726
	608,657,489	664,314,320

23.01 All trade & other payables were incurred as usual in business operation & paid regularly.

23.02 Non-refunded public subscription money against IPO BDT. 4,78,125/- of 4,69,651/- equivalent USD 5,558.39 closing balance of the USD Account No. 0102090002 of NCC Bank Limited has not been transferred to Capital Market Stabilization Fund (CMSF) as directed by the Bangladesh Securities Exchange Commission and Dhaka Stock Exchange vide Letter No. SEC/SRMIC/165-2020/232, dated June 05, 2022 due to noncooperation by concern bank as no transaction has been occurred after September 9, 2014 whether we have repeatedly requested for that.

23.03 Figure of unclaimed dividend has been shown separately in the Financial Position under current liabilities but in previous year amount of unclaimed dividend was included with trade & other payable.

24.00 Unclaimed Dividend

Opening Balance	2,051,229	2,076,234
Dividend during the year	210,900,000	105,450,000
	212,951,229	107,526,234
Payment during the year	210,313,795	105,475,005
	2,637,434	2,051,229

Year wise breakup of Unclaimed Dividend is as follows:

Year	Amount (30.06.22)
2018-2019	91,911
2019-2020	84,721
2020-2021	2,460,802
Total	2,637,434

Unclaimed dividend represents the dividend warrants issued but not presented to the Bank by the Shareholders within 30th June 2022 and the balance of unclaimed dividend was Tk. 26,37,434/- as on June 30, 2022.

25.00 Short term bank loan

Brac Bank Ltd	596,042,502	856,769,397
City Bank Ltd	1,111,779,986	1,538,152,998
Community Bank Ltd	2,782,018	288,734,710
Dutch Bangla Bank Ltd	642,612,619	530,934,973
Jamuna Bank Ltd	1,593,278,948	96,581,722
Bank Asia Ltd	762,180,770	-
Meghna Bank Ltd	455,012,991	999,395,326
NCC Bank Ltd	364,455,000	683,388,064
United Commercial Bank Ltd	814,873,063	-
Pubali Bank Ltd	3,001,762,116	3,195,590,209
Rupali Bank Ltd	104,407,646	457,012,794
Social Islami Bank Ltd	16,052,884	187,996,956
Standard Bank Ltd	1,435,988,360	646,761,578
Standard Chartered Bank	1,190,677,742	1,190,316,931
Trust Bank Ltd	1,655,839,709	1,110,911,604
	13,747,746,354	11,782,547,261

Short term bank loans are confirmed and reconciled with bank statement.



Amount in Taka	
30 June 2022	30 June 2021

25.01 Bank / Financial Institution loan facilities

The company is currently availing the following facilities from banks / financial institution:

Bank name	Limit (Taka in crore)			
	STL / Invoice Financing / OSF/EIF	L/C	OD / CC	LATR / Long Term Loan/ Lease/ Duty Loan
The City Bank Ltd.	66	100	4	10
Dutch-Bangla Bank Ltd	-	60	15	-
Standard Bank Ltd.	25	80	15	50
Standard Chartered Bank	75	72	3	280
HSBC	55	82	2	-
NCC Bank Limited	25	100	20	-
Bank Asia Ltd	-	70	-	-
BRAC Bank Ltd	38	40	2	-
Jamuna Bank Ltd.	10	50	8	-
Social Islami Bank Ltd.	10	25	-	10
Pubali Bank Ltd	53	250	50	20
IPDC	-	-	-	10
UCB	20	80	10	-
United Finance Limited	-	-	-	20
IDLC	-	-	-	70
Midland Bank	20	-	-	-
Trust Bank Ltd.	30	120	10	-
Meghna Bank Ltd.	45	55	-	-
Community Bank Bangladesh Ltd	10	50	20	7
Agrani Bank Limited	-	100	50	152
Rupali Bank Ltd.	50	100	-	-
Total	532	1,434	209	629

25.02 Securities against bank loan facilities

- * Personal guarantee from all directors.
- * Hypothecation over stock.
- * First ranking pari passu charges over fixed assets.

26.00 Liability for other finance

Security deposit - Customers	14,338,311	4,062,545
	14,338,311	4,062,545

27.00 Provision for taxation

Opening balance	751,938,739	603,236,444
Add : Current tax expenses		
Current Year	85,689,123	148,702,295
Prior Year	-	500,000
	85,689,123	149,202,295
	837,627,862	752,438,739
Less : Payment made / other adjustment	(174,593)	500,000
Less : AIT adjustment	-	-
Closing balance	837,453,269	751,938,739

28.00 Reconciliation of effective tax rate of PCM PLC

Profit / (Loss) before tax	(1,033,048,795)	758,426,311
Profit excluding income tax	(1,118,737,917)	609,224,016
Total income tax expenses	-8.29%	85,689,123
Factors affecting the tax charge for current period:		
Income tax using the Company's domestic tax rate	0.00%	170,645,920
Non-deductible expenses	0.00%	(5,805,018)
Excess of tax depreciation over accounting depreciation	0.00%	(4,132,057)
Exempted for export	0.00%	(1,243,212)
Under/(over) provided in prior year	0.00%	500,000
Income Tax @ 0.60% on Gross Receipt	-8.29%	85,689,123
Exempted income-PPGL	0.00%	(8,578,986)
Tax on Profit of Associate Company	0.00%	(2,184,323)
	-8.29%	85,689,123



	Amount in Taka			Amount in Taka		
	30 June 2022			30 June 2021		
29.00 Revenue						
From Cement:						
Revenue from local sales	MT	2,015,292	15,531,568,318	MT	1,998,613	14,160,374,494
Revenue from export	MT	55,221	356,103,585	MT	33,701	204,417,004
Revenue from empty bag sales	Pcs	17,875,000	428,542,165	Pcs	16,552,200	336,655,330
			16,316,214,068			14,701,446,828
Less: VAT			2,081,753,214			1,891,007,548
			14,234,460,854			12,810,439,280

	30 June 2022		30 June 2021	
	USD	BDT	USD	BDT
29.01 Revenue from export				
Export	3,810,632	356,103,585	2,419,136	204,417,004

29.02 The Revenue increased by 11.12 % due to increase of Export Sales and empty bag sales during the year and also increase of Local sales rate per MT 8.78% compare to previous year .

	Amount in Taka		Notes
	30 June 2022	30 June 2021	
30.00 Cost of sales			
Opening stock of finished goods & WIP		52,136,986	
Add : Cost of production		12,968,023,341	30.01
Goods available for sale		13,020,160,327	
Less: Closing stock of finished goods, ghat & in transit		(60,042,997)	10.00
		12,960,117,330	

	Amount in Taka	
	30 June 2022	30 June 2021
30.01 Cost of production		
Raw materials consumption	10,890,843,831	9,007,292,616
Packing materials consumption	893,087,600	703,735,207
Salary & wages	185,004,792	170,556,648
Gratuity	17,300,629	9,193,517
Electric charges	614,749,845	596,089,723
Paper & periodicals	9,080	12,064
Gas Bill	48,815,034	56,287,813
Travelling & conveyance	2,314,841	1,657,606
Telephone charges	2,159,805	1,717,553
Entertainment	1,898,318	451,560
Repairs & maintenance	77,787,163	95,648,560
Contribution to PF	4,624,340	4,149,862
Lab Expenses	971,885	722,390
Computer Expense	1,433,360	1,239,203
Legal & Professional Fee	53,678	68,300
Medical expenses	517,496	269,767
Canteen & food expenses	12,658,739	14,938,283
Gift & presentations	17,908	58,198
Internet Expenses	202,052	344,738
Postage & Stamp	4,650	1,370
Stationery	5,193,055	3,697,866
Labour charges	22,229,100	21,784,201
Misc. expenses	3,440,806	1,384,075
Pay loader expenses	3,925,991	3,813,754
Donation & Subscription	529,700	313,000
Fuel, Oil & Lubricant	5,556,503	5,838,540
Amortization- ROU	1,667,670	1,667,670
Fire insurance	4,459,125	9,669,075
Depreciation (Annexure - A)	166,566,345	170,732,266
	12,968,023,341	10,883,335,424



Amount in Taka	
30 June 2022	30 June 2021

31.00 Other income / (loss) / Expenses

Bank interest income	1,747,937	5,746,093
Exchange gain / (loss)	-	6,845,864
Interest charged to NCML	1,822,675	5,974,126
Bad & doubtful expenses	7,198,553	-
Profit / (loss) from raw materials sales	-	(92,452)
Income from financial assets -Lease	192,847	176,309
Income from PF forfeiture	987,560	1,437,314
Gain / (Loss) on sale of motor vehicle	1,176,190	-
Misc. income - H/O	299,889	340,639
Misc. income - Factory	-	26,823
Income / (expenses) from carrying	33,696,813	(18,213,934)
	47,122,464	2,240,782

Due to increase of per bag cement carrying rate income from carrying has been turned into profit and hence Other Income has been increased significantly compare to previous year.

32.00 Administrative expenses

Audit fee	392,000	392,000
Advertisement	599,650	590,125
Bad & Doubtful expenses	-	982,378
Electric charges	2,343,764	2,048,516
Canteen & food expenses	3,985,742	2,503,198
Gratuity	3,691,541	3,577,711
Computer expenses	2,593,850	2,197,583
Medical Expense	40,265	165,791
Bank charge	-	156,105
Office rent	631,685	631,684
Paper & periodicals	11,804	2,350
Postage & stamp	222,152	110,384
Donation & subscription	22,000	18,000
Internet Expenses	601,941	487,147
Renewal, legal & professional fee	3,944,023	4,437,417
Repairs & maintenance	1,396,403	2,074,820
Salary & allowances	48,565,630	50,009,666
Directors' remuneration	-	600,000
Stationery	1,373,371	1,492,703
Telephone charges	888,767	1,228,706
Travelling & conveyance	6,230,253	4,527,093
Contribution to PF	1,128,677	915,347
Water charges	352,161	261,301
AGM Expenses	145,000	144,397
Miscellaneous expenses	4,199,942	6,381,993
BIWTA expenses	10,368,833	12,865,855
BSTI License fee	3,403,071	475,979
Fuel & Lubricant	42,660	53,969
Board meeting expenses	400,000	338,424
BSEC Fee	711,500	-
RJSC Fee	4,941,980	-
Amortization / Office Rent -ROU-ICAB	7,545,506	7,545,506
Amortization (Annexure - A)	156,162	71,378
Depreciation (Annexure - A)	9,092,955	8,734,343
	120,023,288	116,021,869



33.00 Selling & distribution expenses:

Advertisement
 Car maintenance
 Contribution to PF
 Entertainment
 Export expenses
 Godown expenses
 Gratuity
 Legal & professional fee
 Medical expenses
 CSR Activities
 Postage & stamp
 Promotional expenses
 Salaries & allowances
 Cement test expenses
 Stationery
 Telephone charges
 Travelling & conveyance
 Tender expenses
 Computer expenses
 Labour charges
 Miscellaneous expenses
 Depreciation (Annexure - A)

Amount in Taka	
30 June 2022	30 June 2021
178,529,431	45,467,849
767,839	69,992
3,106,979	3,058,932
756,933	128,871
2,475,362	1,096,727
2,130,013	1,824,992
13,168,780	2,896,933
529,430	457,290
66,070	42,315
711,811	1,039,000
1,269,969	741,556
60,416,263	61,726,325
158,395,375	149,189,468
912,297	670,115
1,207,339	1,457,511
4,846,663	5,309,629
44,950,439	41,128,999
79,146	102,321
-	26,275
8,732,112	9,632,217
381,949	76,978
90,005,122	83,871,249
573,439,322	410,015,544

33.01 The company has started the commercial production of VRM project from 01st July 2022 and production capacity also increased from 8,000 MT to 19,040 MT. Due to create market demand the company has focused on the advertisement more than previous year. For this reason the Advertisement cost has increased by 13.30 crore than previous year.

34.00 Exchange Loss:

During the year dollar rate has been increased significantly compare to previous year and in lieu of this provision has been made on outstanding LC value payment against raw materials import according to Bangladesh Bank Exchange Rate as on 30.06.2022. Result in Exchange Loss has been arrived BDT 108 Crore on outstanding LC value. Details of exchange loss are as follows:

Particulars
Total Outstanding USD against Raw Materials import
Amount as per Bangladesh Bank Exchange Rate @ \$ to BDT 93.45
Less: Total LC value recorded against USD 9,93,70,466.00
Exchange Gain / (Loss) on outstanding LC payment
Add: Exchange Loss recorded round the year on LC value payment
Total Exchange Loss

USD	USD
99,370,466	
BDT	BDT
9,286,170,084	-
8,358,802,206	-
927,367,879	-
152,786,809	-
1,080,154,688	-

35.00 Financial expenses

Bank charges
 Interest on WPPF
 Finance charges on lease
 Bank loan interest

12,317,763	11,989,929
17,878,359	17,072,679
1,753,869	2,542,299
538,350,121	584,610,242
570,300,112	616,215,149



Amount in Taka	
30 June 2022	30 June 2021

36.00 Basic earnings per share (EPS):

The computation of EPS is given below :

Earnings attributable to the ordinary shareholders (NPAT)	(1,128,437,945)	651,913,316
Number of shares outstanding during the year	105,450,000	105,450,000
Basic earnings per share (par value of Tk. 10)	(10.70)	6.18

During the year net profit decreased compared to previous year due to increase of USD exchange rate to BDT from 84.95 to 93.45, resulting in EPS decrease to BDT (10.70) in the FY 2021-22 from 6.18.

Diluted EPS

No diluted EPS was required to be calculated for the year since there was no scope for dilution of share during the year under review.

37.00 Related party disclosure

During the year the Company carried out a number of transactions with related parties in the normal course of business on an arms' length basis. Names of those related parties, nature of those transactions and their total value have been set out in accordance with the provisions of IAS-24: Related Party Disclosures.

Name of related party	Nature of relationship	Nature of transaction	Outstanding as on 01.07.2021 Taka	Transaction during the year (net) Taka	Outstanding as on 30.06.2022 Taka	Terms and conditions
Asia Insurance Ltd.	Common directorship	Providing insurance	(3,068,602)	3,000,000	(68,602)	Arm's length transaction
Seacom Shipping Ltd	Common directorship	C & F	2,234,600	300,000	2,534,600	Arm's length transaction
G P H Ispat Ltd.	Common directorship	Materials supply	2,280	-	2,280	Arm's length transaction
M I Cement Factory Ltd.	Common directorship	Materials supply	372,371	(365,300)	7,071	Arm's length transaction
Samuda Chemical Complex Ltd.	Common directorship	Materials supply	280,695	212,015	68,680	Arm's length transaction
Rupsha Tank Terminal & Refinery Ltd	Common directorship	Loan taken to meet short term finance	44,375,124	44,375,124	-	Arm's length transaction
Rupsha Edible Oil Refinery Ltd	Common directorship	Loan taken to meet short term finance	(584,163,314)	622,232,974	38,069,660	Arm's length transaction
National Cement Mills Limited	Associate	Loan to meet operational expenses	120,064,838	(97,383,952)	22,680,886	Arm length transaction/ Mutual Understanding
National Cement Mills Limited	Associate	Investment in share	123,105,736	(10,597,373)	112,508,363	Arm's length transaction
Delta Agrofood Industries Ltd	Common directorship	Loan given to meet short term finance	1,604,151	12,005,520	13,609,671	Arm's length transaction

Note : Figures in bracket at closing date represent payables.



Amount in Taka	
30 June 2022	30 June 2021

38.00 Events after the reporting period

The Board of Directors of the company in its meeting held on 13 February 2023 recommended 10% cash dividend for the year 2021-2022 which is subject to approval of the shareholders in the ensuing Annual General Meeting dated 28.03.2023

38.01 Change the name of the company

In compliance with the Companies Act (2nd amendment) 2020, section 11 (ka) the registered name of the company has been changed to "Premier Cement Mills PLC" instead of "Premier Cement Mills Limited" which was approved at 1st Extra Ordinary General Meeting (EGM) on September 08, 2021, by the shareholders of the company. The relevant clause of its Memorandum of Association and Articles of Association of the Company has subsequently corrected by the Registrar of Joint Stock Companies (RJSC) on May 26, 2022 vide issue No. 10846.

38.02 Capitalised and started production on VRM

The Company has successfully installed and commissioned the Vertical Roller Mill (VRM) supplied by world-renowned cement mill manufacturer FL Smidth, Denmark at West Mukterpur, Munshigonj/ Syedpur, Narayanganj. The commercial production into VRM has been started from July 1, 2022, and the total capacity is increased by 8000MT/Day to 19040MT/Day.

39.00 Contingent liabilities

There are contingent liabilities in respect of outstanding letters of credit for Tk. 3285.94 million & bank guarantee Tk. 34.31 million

Letter of Credit

The City Bank Limited	586,165,125	130,672,838
Brac Bank Limited	95,190,039	268,812,500
Jamuna Bank Ltd	45,610,142	-
Trust Bank Limited	269,838,744	268,812,500
Social Islami Bank Ltd	146,492,220	23,644,400
Standard Bank	481,681,652	108,151,519
Standard Chartered Bank	340,442,742	126,097,500
Public bank Ltd	1,320,522,022	407,286,000
	3,285,942,686	1,333,477,257

Bank Guarantee

Social Islami Bank Ltd	15,232,824	31,383,153
Standard bank limited	19,081,420	19,081,420
	34,314,244	50,464,573
	3,320,256,930	1,383,941,830

40.00 Capital expenditure commitment

There is no unprovided committed expenditure as at 30 June 2022

41.00 Remittance of foreign currency:

No foreign currency was remitted during the year.

42.00 Earnings in foreign currency:

Export of 33,701 MT Cement were made in July 2021 to June 2022 to Indian state of Tripura & Assam as export in for US\$ 38,10,632 equivalent to BDT. 35,61,03,585.00

43.00 Claims against the company not acknowledged as debt

There is no claim against the company acknowledged as debt.

44.00 Capacity utilization:

44.01 Cement:

Actual average monthly production is 1,66,607.32 MT against average monthly capacity of 200,000 MT i.e. capacity utilization is 82.80%.

45.00 Number of employees

Manager & Above

Below Manager

Total number of employees

All employees received salary more than Tk. 7,000 per month.

Persons	Persons
105	98
1,598	1,457
1,703	1,555



46.00 Financial risk management

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

The management has overall responsibility for the establishment and oversight of the group's risk management framework. The group's risk management policies are established to identify and analyse the risks faced by the group, 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 activities. This note presents information about the group's exposure to each of the following risks, the group's objectives, policies and processes for measuring and managing risk, and the group's management of capital. The company has exposure to the following risks from its use of financial instruments.

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

46.01 Credit risk

Credit risk is the risk of a financial loss to the group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the group's receivables from distributors, institutional and export customers etc.

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis.

In monitoring credit risk, debtors are grouped according to their risk profile, i.e. their legal status, financial condition, ageing profile etc. Accounts receivable are related to sale of cement & empty cement bag.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

a) 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:

	Amount in Taka	
	30 June 2022	30 June 2021
Trade receivable		
Local customers	2,693,201,296	2,530,743,292
Foreign customers	28,541,621	621,220
Advance, deposit and prepayments	3,894,788,583	3,350,406,703
Cash and bank balances	211,747,674	155,213,174
	6,828,279,174	6,036,984,389

The maximum exposure to credit risk for accounts receivable as at 30 June 2022 by geographic regions was:

Bangladesh	2,693,201,296	2,530,743,292
Asia	28,541,621	621,220
	2,721,742,917	2,531,364,512

b) Impairment losses

Opening balance	79,675,082	78,924,996
Provision during the year	(7,759,958)	750,086
Reversal/ Adjustment during the year	-	-
Closing balance	71,915,124	79,675,082



c) Credit exposure by credit rating as on 30 June 2022

Particulars	Credit rating	Amount	Percentage (%)
Trade receivable	NR	2,721,742,917	40%
Advance, deposit and prepayments	NR	3,894,788,583	57%
Cash and bank balances			
Cash in hand		13,936,050	0.20%
Cash at bank		132,383,083	1.94%
AB Bank Ltd	AA-	588,833	0.44%
Al-Arafah Islami Bank Ltd.	AA	8,393,700	6.34%
Agrani Bank Ltd	AAA	234,994	0.18%
Bank Asia Ltd.	AA1	10,295,340	7.78%
Brac Bank LTD	AAA	-	0.00%
City Bank Ltd	AA1	1,597,921	1.21%
Community Bank	A+	4,762,385	3.60%
Dutch Bangla Bank Ltd	AAA	2,020,589	1.53%
Eastern Bank Ltd	AA+	2,292,011	1.73%
Hongkong Shanghai Banking Corp.	AAA	30,138	0.02%
ICB Islamic Bank CD		9,929	0.01%
IFIC Bank Ltd.	AA	2,448,994	1.85%
Islami Bank Bangladesh Ltd	AAA	20,532,599	15.51%
Janata Bank Ltd		1,042,225	0.79%
Jamuna Bank Ltd.	AA1	49,465	0.04%
Mercantile Bank Ltd.	AA	2,117,176	1.60%
Midland Bank Ltd	A1	32,019	0.02%
Mutual Trust bank Ltd.	AA	745,610	0.56%
Modhumoti Bank Ltd	AA3	6,722	0.00%
National Bank Ltd.	AA	3,487,468	2.63%
NCC Bank Ltd.	AA	3,913,412	2.96%
One Bank Limited.	AA	4,589,825	3.47%
Premier Bank Ltd.	AA+	581,701	0.44%
Prime Bank Limited.	AA	2,383,407	1.80%
Pubali Bank Ltd.	AA+	8,920,830	6.74%
Rupali Bank Ltd.	A-(AAA)	9,714,026	7.34%
Shahjalal Islami Bank Ltd	AA	1,958,874	1.48%
Social Islami Bank Ltd.	AAA	10,216,721	7.72%
Meghna Bank Ltd CD	AA-	1,451	0.00%
Sonali Bank Ltd.	AAA	1,666,044	1.26%
Southeast Bank Ltd	AA	3,208,445	2.42%
Standard Chartered Bank	A, A1, A+	4,558,350	3.44%
Standard Bank Ltd.	AA+	3,195,294	2.41%
State Bank of India	AAA	22,672	0.02%
Trust Bank Ltd.	AA2	6,410,282	4.84%
United Commercial Bank Ltd.	AA	2,976,746	2.25%
Uttara Bank Ltd.	AA	7,376,887	5.57%



(ii) Foreign exchange rate sensitivity analysis for foreign currency expenditures

A strengthening or weakening of the Taka, as indicated below, against the USD at 30 June 2022 would have increased/(decreased) equity and profit or loss by the amounts shown below. This analysis is based on foreign currency exchange rate variances that the Group considered to be reasonably possible at the reporting date. The analysis assumes that all other variables, in particular interest rates, remain constant. The analysis is performed on the same basis for 30 June 2021 albeit that the reasonably possible foreign exchange rate variances were different, as indicated below:

Sensitivity for foreign currency expenditures	Amount in Taka	
	Strengthening profit/(loss)	Weakening profit/(loss)
At 30 June 2022 USD	(6,721,442)	6,721,442

b) Interest rate risk

Interest rate risk is the risk that arises due to changes in interest rates on borrowings. Short term bank borrowings are, however, not significantly affected by fluctuations in interest rates. The group has not entered into any type of derivative instrument in order to hedge interest rate risk as at the reporting date.

(i) Profile

As at 30 June 2022, the interest rate risk profile of the group's interest bearing financial instruments was:

	Carrying Amount in Taka	
	30 June 2022	30 June 2021
Fixed rate instrument		
Financial asset	36,211,354	205,553,071
Financial liability	18,517,051,568	14,985,857,099
Variable rate instrument		
Financial asset	Nil	Nil
Financial liability	Nil	Nil

(ii) Cash flow sensitivity analysis for variable rate instruments

There being no variable rate instruments, sensitivity analysis has not presented.



46.02 Liquidity risk

Liquidity risk is the risk that the group will not be able to meet its financial obligations as they fall due. The group's approach to managing liquidity (cash and cash equivalents) 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 reputation. Typically, the group 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 seeks to maintain short term lines of credit 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. In extreme stressed conditions, the group may get support from the subsidiary and associate company in the form of inter-company loan.

The following are the contractual maturities of financial liabilities:

Category of Liabilities	Carrying amount	Maturity period	Nominal Interest rate	Contractual cash flows	Within 6 months or less	Within 6-12 months
	Taka			Taka	Taka	Taka
Trade and other payables	608,657,489	December, 2022	N/A	608,657,489	608,657,489	-
Short term bank loan	13,747,746,354	December, 2022	7%-11%	13,747,746,354	13,747,746,354	-
Current portion of long term loan	1,086,053,928	30 June 2023	1.60%-12.50%	1,086,053,928	543,026,964	543,026,964
Liability for other finance	14,338,311	30 June 2023	N/A	14,338,311	7,169,156	7,169,156
Contribution to WPPF	-	31 March 2023	N/A	-	-	-

46.03 Market risk

Market risk is the risk that any change in market prices, such as foreign exchange rates and interest rates will affect the group's income or the value of its holdings of financial instruments

a) Currency risk

The group is exposed to currency risk on certain revenues and purchases such as clinker, gypsum, slag, fly ash, lime stone and equipment purchases. Majority of the group's foreign currency transactions are denominated in USD and relate to procurement of capital items from abroad. The group maintains USD bank accounts where 50% of export proceeds are deposited and certain import payments and foreign currency loan installment & interest their on are made there from.

i) Exposure to currency risk

Foreign currency monetary assets and liabilities

Assets

Trade receivables
Cash at bank

Liabilities

Trade and other payables

Net exposure

The following significant exchange rates are applied during the year:

Exchange rate of US Dollar

	30 June 2022 (USD)	30 June 2021 (USD)
Trade receivables	305,421	7,313
Cash at bank	485,337	181,021
	790,758	188,334
Trade and other payables	Nil	Nil
	93.45	84.95



46.04 Accounting classification and fair value

Fair value of financial assets and liabilities together with carrying amount shown in the statement of financial position are as follows:

	Amount in Taka	
	Carrying amount	Fair value
Assets carried at fair value through profit and loss	Nil	Nil
Held to maturity assets		
Short term investment	19,604,136	19,604,136
Loans and receivables		
Trade and other receivable	2,681,566,681	2,681,566,681
Advances, deposits & pre-payments	4,191,985,080	4,191,985,080
Cash and bank balances	211,747,674	211,747,674
Available for sale financial assets	Nil	Nil
Liabilities carried at fair value through profit and loss	Nil	Nil
Liabilities carried at amortized cost		
Trade and other payables	608,657,489	*N/A
Short term bank loan	13,747,746,354	*N/A
Long term loan	2,667,902,847	*N/A
Redeemable Preference Share	1,510,420,000	*N/A
Lease Liability	15,348,439	*N/A
Current portion of long term loan	1,086,053,928	*N/A
Liability for other finance	14,338,311	*N/A
Contribution to WPPF	-	*N/A

* Determination of fair value is not required as per the requirements of IFRS/IFRS 7 : Financial Instruments: Disclosures (ref: Para 29). However, fair value of such instruments is not likely to be significantly different from the carrying amounts of such instruments.



Amount in Taka	
30 June 2022	30 June 2021

47.00 Others

47.01 Directors' remuneration

Salary, allowances and benefits	-	600,000
	-	600,000

Monthly remuneration payment has been stopped from January 2021 as per BSEC Notification no. BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018.

47.02 Directors' fees for attending board meeting

Tk. 10,000 paid to each director for attending board meetings.

47.03 Receivable from director

No amount is lying as receivable from the directors.

47.04 Net asset value(NAV) per share

Net Assets	7,078,393,372	8,417,731,317
Number of ordinary shares outstanding	105,450,000	105,450,000
Net asset value (NAV) per share	67.13	79.83

47.05 Cash Flow Reconciliation

Net profit for the year	(1,127,441,497)	653,418,470
Depreciation	308,003,814	305,125,930
Other non-cash items	10,390,265	7,495,297
Non-operating items	(322,819,616)	(2,054,607,718)
Changes in net working capital	1,686,655,107	1,754,481,662
Net cash from operating activities	554,788,074	665,913,641

47.06 Net operating cash flow per share (NOCFPS)

The computation of NOCFPS is given below

Net cash from operating activities	554,788,074	665,913,642
Number of shares outstanding during the year	105,450,000	105,450,000
Net operating cash flow per share (NOCFPS)	5.26	6.31

47.07 Deferred Tax on depreciation of revaluation surplus:

Depreciation on revaluation of assets

Premier Cement Mills Ltd	9,355,807	10,068,413
Premier Power Generation Ltd	1,937,052	2,061,470
Total	11,292,859	12,129,883
Less: Deferred tax on PCML	2,338,952	2,517,103
Less: Deferred tax on PPGL	-	-
Depreciation adjusted with retaining earnings	8,953,907	9,612,780

47.08 Interests in subsidiaries

The group does not have any unconsolidated structured entity.

There has been no changes in ownership interest in a subsidiary which may have resulted in loss of control.



Amount in Taka	
30 June 2022	30 June 2021

47.09 Key Management Personnel Compensation :

Catagories of key management compensation:

Short term employee benefits

- a) Directors' remuneration
- b) Meeting attendance fee
- c) Post-employment benefit
- d) Other long term benefit
- e) Share-based payment
- f) Housing
- g) Medical & welfare

-	600,000
400,000	338,424
Nil	Nil
Nil	Nil
Nil	Nil
Nil	Nil
Nil	Nil



Company Secretary



Director



Managing Director

Place: Dhaka

Dated: 13 February 2023



Annexure - A

Amount in Taka	
30 June 2022	30 June 2021
9,122,715,646	9,007,271,708
9,122,715,646	9,007,271,708

Property, plant and equipment
Freehold
Leasehold

Freehold :
Cost :

Category of assets	Cost			Rate	Depreciation			Written down value as on 30 June 2022
	Opening	Addition	(Disposal)/ Adjustment		Closing	Charged during the year	(Disposal)/ Adjustment	
Land & Land Development	1,894,798,680	103,968,500	-	0%	-	-	-	1,998,767,180
Factory Building	779,097,126	1,438,200	-	3%	19,724,837	-	141,421,971	639,113,355
Jetty Construction	65,871,565	285,000	-	3%	137,105	-	10,404,810	55,751,755
Electric Installation	153,844,798	13,268,784	-	8%	8,574,229	-	60,220,720	106,892,862
Plant & Machinery	2,666,271,358	14,542,291	-	7.5%, 6%	132,812,388	-	1,011,331,579	1,669,482,070
Boundary Wall & Fencing	5,104,881	1,823,000	-	5%	224,071	-	1,672,516	5,255,365
Furniture & Fixtures	10,265,435	133,000	-	10%	634,885	-	4,596,406	5,802,029
Telephone & Fax Installation	568,344	-	-	15%	26,567	-	417,801	150,543
Loose Tools	259,932	259,932	-	15%	14,712	-	176,564	83,368
Motor Vehicles	1,068,211,358	188,184,668	(2,468,667)	15%	85,089,315	(1,594,857)	651,555,077	602,372,282
Motor Vehicles-Employee Car	31,995,000	21,130,000	(6,800,000)	20%	2,906,209	(2,011,714)	8,308,990	38,016,010
Office Building & Shed	11,988,297	4,092,624	-	3%	369,218	-	1,981,729	14,099,192
Office Equipment	35,846,944	5,584,460	-	15%, 20%	3,481,565	-	19,411,391	22,020,013
Tube-Well	604,298	166,000	-	15%	56,038	-	419,092	351,206
Air Compressor	28,051,012	-	-	15%	3,559,704	-	7,879,359	20,171,653
Grinding Media	145,010,739	-	-	33%	16,590,929	-	111,326,127	33,684,612
Lab Equipment	8,840,619	1,599,830	-	10%	642,875	-	3,664,528	6,775,921
Vessel	117,148,525	42,889,186	-	10%	8,383,307	-	57,137,802	102,899,909
Portable Cement Silo	101,828,776	20,404,340	-	3%	3,095,674	-	11,391,039	110,842,077
Store House	-	-	-	-	-	-	-	-
Office Decoration	12,507,398	230,626	-	15%	1,088,352	-	6,352,412	6,385,612
Generator building	2,454,401	-	-	10%	130,437	-	1,280,469	1,173,932
30 June 2022	7,140,569,486	419,740,509	(9,268,667)		287,341,618	(3,606,571)	2,110,950,381	5,440,090,947
30 June 2021	6,933,709,479	215,360,007	(8,500,000)		1,545,385,787	(1,881,946)	1,827,215,335	5,313,354,151

Allocation :	Amount in Taka	
	30 June 2022	30 June 2021
Cost of Goods Sold	156,773,996	160,217,792
Administrative Expenses	9,087,442	8,727,956
Selling & Distribution Expenses	90,005,122	83,871,249
Bag plant	31,475,059	30,894,598
TOTAL	287,341,618	283,711,595



Revaluation:	Amount in Taka									
	Category of assets	Cost			Depreciation			Written down value as on 30 June 2022		
		Opening	Addition	Disposal	Closing	Rate	Opening		Charged during the year	Disposal/Adjustment
Land & Land Development	3,518,667,260	-	-	3,518,667,260	0%	-	-	-	-	3,518,667,260
Factory Building	32,315,251	-	-	32,315,251	3%	5,397,552	867,531	-	6,205,083	26,110,168
Jetty Construction	3,132,068	-	-	3,132,068	3%	523,143	78,268	-	601,411	2,530,657
Electric Installation	-	-	-	-	8%	-	-	-	-	-
Plant & Machinery	218,043,828	-	-	218,043,828	7.5%, 6%	73,404,463	10,365,412	-	83,769,875	134,273,953
Boundary Wall & Fencing	245,141	-	-	245,141	5%	64,940	9,010	-	73,950	171,191
Furniture & Fixtures	-	-	-	-	10%	-	-	-	-	-
Telephone & Fax Installation	-	-	-	-	15%	-	-	-	-	-
Loose Tools	-	-	-	-	15%	-	-	-	-	-
Motor Vehicles	-	-	-	-	15%	-	-	-	-	-
Office Building & Shed	1,030,264	-	-	1,030,264	3%	172,083	25,745	-	197,828	832,436
Office Equipment	227	-	-	227	15%, 20%	168	12	-	180	47
Tube-Well	-	-	-	-	15%	-	-	-	-	-
Air Compressor	-	-	-	-	15%	-	-	-	-	-
Grinding Media	-	-	-	-	33%	-	-	-	-	-
Vessel	-	-	-	-	10%	-	-	-	-	-
Portable Cement Silo	-	-	-	-	3%	-	-	-	-	-
Office Decoration	121,614	-	-	121,614	3%	75,747	6,880	-	82,627	38,987
Software	-	-	-	-	15%	-	-	-	-	-
					10%	-	-	-	-	-
30 June 2022	3,773,555,653	-	-	3,773,555,653		79,638,096	11,292,859	-	90,930,954	3,682,624,699
30 June 2021	687,949,073	3,085,605,580	-	3,773,555,653		67,508,213	12,129,883	-	79,638,096	3,693,917,557

Allocation :	Amount in Taka	
	30 June 2022	30 June 2021
Cost of Goods Sold	9,792,349	10,514,474
Administrative Expenses	5,513	6,487
Bag Plant	1,494,996	1,608,922
TOTAL	11,292,859	12,129,883



Cost and Revaluation:	Amount in Taka									
	Cost				Rate	Depreciation				
	Opening	Addition During the Year	Disposal/ Adjustment During the period	Closing		Opening	Charged During the Year	Disposal/ Adjustment During the period	Closing	Written down value as on 30 June 2022
Land & Land Development	5,413,465,940	103,968,500	-	5,517,434,440	0%	-	-	-	-	5,517,434,440
Factory Building	811,412,377	1,438,200	-	812,850,577	3%	127,094,687	20,532,368	-	147,627,054	665,223,523
Jetty Construction	69,003,633	285,000	-	69,288,633	3%	10,790,847	215,373	-	11,006,221	58,282,412
Electric Installation	153,844,798	13,268,784	-	167,113,582	8%	51,846,491	8,374,229	-	60,220,720	106,892,862
Plant & Machinery	2,884,315,188	14,542,291	-	2,898,857,477	7.5%, 6%	951,923,654	143,177,800	-	1,095,101,454	1,803,756,023
Boundary Wall & Fencing	5,350,022	1,823,000	-	7,173,022	5%	1,513,385	233,081	-	1,746,466	5,426,556
Furniture & Fixtures	10,265,435	133,000	-	10,398,435	10%	3,962,320	634,085	-	4,596,406	5,802,029
Telephone & Fax Installation	568,344	-	-	568,344	15%	391,234	26,567	-	417,801	150,543
Loose Tools	259,932	-	-	259,932	15%	161,852	14,712	-	176,564	83,368
Motor Vehicles	1,068,211,358	188,184,668	(2,468,667)	1,253,927,359	15%	568,060,619	85,089,315	(1,594,857)	651,555,077	602,372,282
Motor Vehicles-Employee Car	31,995,000	21,130,000	(6,800,000)	46,325,000	20%	7,414,495	2,906,209	(2,011,714)	8,308,990	38,016,010
Office Building & Shed	13,018,561	4,092,624	-	17,111,185	3%	1,784,594	394,963	-	2,179,557	14,931,628
Office Equipment	35,847,171	5,584,460	-	41,431,631	15%, 20%	15,929,994	3,481,577	-	19,411,571	22,020,060
Tube-Well	604,298	166,000	-	770,298	15%	363,053	56,038	-	419,092	351,206
Air Compressor	28,051,012	-	-	28,051,012	15%	4,319,656	3,559,704	-	7,879,359	20,171,653
Grinding Media	145,010,739	-	-	145,010,739	33%	94,735,198	16,590,929	-	111,326,127	33,684,612
Lab Equipment	8,840,619	1,599,830	-	10,440,449	10%	3,021,653	642,875	-	3,664,528	6,775,921
Vessel	117,148,525	42,889,186	-	160,037,711	10%	48,754,495	8,383,307	-	57,137,802	102,899,909
Portable Cement Silo	101,828,776	20,404,340	-	122,233,116	3%	8,295,364	3,095,674	-	11,391,039	110,842,077
Store House	-	-	-	-	-	-	-	-	-	-
Office Decoration	12,629,012	230,626	-	12,859,638	15%	5,339,807	1,095,232	-	6,435,039	6,424,599
Generator Building	2,454,401	-	-	2,454,401	10%	1,150,032	130,437	-	1,280,469	1,173,932
Software	-	-	-	-	10%	-	-	-	-	-
Grand Total as on 30 June 2022	10,914,125,141	419,740,509	(9,268,667)	11,324,596,981		1,906,853,430	298,634,476	(3,606,571)	2,201,881,335	9,122,715,646
Grand Total as on 30 June 2021	7,621,658,552	3,300,966,587	(8,500,000)	10,914,125,139		1,612,894,000	295,841,377	(1,881,946)	1,906,853,431	9,007,271,708

Depreciation charge has been allocated to:

	Amount in Taka	
	30 June 2022	30 June 2021
Cost of Goods Sold	166,566,345	170,732,266
Administrative Expenses	9,092,955	8,734,443
Selling & Distribution Expenses	90,005,122	83,871,249
Bag plant	32,970,055	32,503,520
TOTAL	298,634,476	295,841,478

Note:

- Name of Valuer : M/S Hoda Vasi Chowdhury & Co.,
- Valuation method : Net asset value method.
- Date of Capitalization: Revaluation surplus capitalized on 01 July 2020.



Intangible Assets

Category of assets	Cost			Rate	Amortization			Written down value as on 30 June 2022
	Opening	Addition	Disposal		Closing	Charged during the year	Disposal/ Adjustment	
Software	1,186,013	1,497,900	-	10%	447,828	-	603,990	2,079,923
Total 30 June 2022	1,186,013	1,497,900	-		447,828	-	603,990	2,079,923
Total 30 June 2021	1,023,563	162,450	-		376,450	71,378	447,828	738,185

Amortization charge has been allocated to:

	Amount in Taka	30 June 2021	30 June 2022
Administrative Expenses	156,162	71,378	71,378
TOTAL	156,162	71,378	71,378

Lease Assets-Rights of Use

Category of assets	Cost			Rate	Amortization			As at 30 June 2022
	Opening	Addition	Disposal		Closing	Charged during the year	Disposal/ Adjustment	
Accommodation Building	15,009,028	-	-		3,335,340	-	5,003,010	10,006,018
Office Floor	23,535,756	-	-		13,458,746	7,545,506	21,004,252	2,531,504
Total 30 June 2022	38,544,784	-	-		16,794,086	9,213,176	26,007,262	12,537,522
Total 30 June 2021	36,296,693	2,248,091	-		7,580,910.00	9,213,176	16,794,086	21,750,698

Particulars

	Amount in Taka	30 June 2021	30 June 2022
Cost of production	1,667,670	1,667,670	1,667,670
Administrative expenses	7,545,506	7,545,506	7,545,506
Total	9,213,176	9,213,176	9,213,176



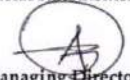
Premier Cement Mills PLC
Statement of Financial Position
As at 30 June 2022

Particulars	Notes	30 June 2022	30 June 2021
		Taka	Taka
ASSETS			
Non-current assets			
Property, plant and equipment	1.00	8,983,221,723	8,862,522,592
Intangible assets	2.00	2,079,923	738,185
Right of use assets	3.00	11,188,667	19,952,225
Financial assets	4.00	2,248,640	2,055,793
Capital work-in-progress	5.00	11,338,586,004	9,549,526,026
Investment in subsidiary	6.01	48,000,000	48,000,000
Investment in associate	7.01	112,508,363	123,105,736
		20,497,833,319	18,605,900,557
Current Assets			
Inventories	8.00	1,157,965,677	1,400,664,085
Trade and other receivables	9.00	2,681,566,681	2,485,703,024
Advances, deposits and pre-payments	10.00	4,178,962,148	3,607,913,032
Current account with associate (NCML)	7.02	22,680,886	120,064,838
Investment in FDR	11.00	7,985,482	158,399,335
Cash and bank balances	12.00	211,384,324	154,850,591
		8,260,545,198	7,927,594,906
Total assets		28,758,378,517	26,533,495,463
EQUITY AND LIABILITIES			
Equity			
Share capital	13.00	1,054,500,000	1,054,500,000
Revaluation reserve		3,070,208,370	3,077,225,226
Share Premium		441,835,000	441,835,000
Retained earnings		2,081,184,929	3,437,420,766
Total Equity		6,647,728,299	8,010,980,992
Non-current liabilities			
Deferred tax liabilities/(assets)	14.00	884,763,060	876,059,480
Long term loan	15.02	2,667,902,847	2,098,000,448
Lease Liability - Long term portion	17.01	11,346,323	13,881,818
Loan from Directors	24.00	240,000,000	750,420,000
Redeemable Preference Share	16.00	1,510,420,000	-
Defined contribution obligations (Gratuity)	18.00	157,969,950	139,148,890
		5,472,402,180	3,877,510,636
Current-liabilities			
Trade and other payables	19.00	605,608,363	658,741,641
Unclaimed dividend	20.00	2,637,434	2,051,229
Short term bank loan	21.00	13,747,746,354	11,782,547,254
Current portion of long term loan	15.02	1,086,053,928	1,081,407,806
Lease Liability - Current portion	17.01	2,534,598	8,144,477
Current account with subsidiary (PPGL)	6.02	341,875,781	320,095,271
Liability for other finance	22.00	14,338,311	4,062,545
Workers' participation fund		-	36,014,874
Provision for taxation	23.00	837,453,269	751,938,739
		16,638,248,038	14,645,003,835
Total liabilities		22,110,650,218	18,522,514,471
Total equity and liabilities		28,758,378,517	26,533,495,463
Net assets value per share	38.00	63.04	75.97

The annexed notes from 01 to 44.04 form an integral part of these financial statements.


Company Secretary


Director
As per our report of same date


Managing Director

Place: Dhaka
Dated: 13 February 2023


Hussain Farhad & Co.
Chartered Accountants

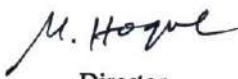
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Premier Cement Mills PLC
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2022

Particulars	Notes	30 June 2022	30 June 2021
		Taka	Taka
Revenue	25.00	14,234,460,854	12,810,439,280
Cost of sales	26.00	(12,991,476,374)	(10,930,326,327)
Gross profit		1,242,984,480	1,880,112,953
Other income/(Expenses)	27.00	47,059,567	2,240,782
Administrative expenses	28.00	(113,709,003)	(109,705,983)
Selling & distribution expenses	29.00	(573,439,322)	(410,015,544)
Profit before interest and tax		602,895,722	1,362,632,208
Share of profit from associate company	7.01	(10,597,373)	9,708,102
Exchange Loss	30.00	(1,080,154,688)	-
Finance costs	31.00	(570,103,651)	(616,027,951)
Contribution to WPPF		-	(36,014,874)
Profit before tax		(1,057,959,990)	720,297,484
Current tax expenses	23.00	(85,689,123)	(148,702,295)
Deferred tax income/(expenses)	14.00	(8,703,580)	44,194,453
Profit for the year		(1,152,352,692)	615,789,643
Other comprehensive income			
Revaluation of property, plant & equipment		-	3,063,162,694
Income tax on other comprehensive income		-	(459,474,404)
		-	2,603,688,290
Total comprehensive income for the year		(1,152,352,692)	3,219,477,933
Basic earnings per share (par value of Taka 10)	32.00	(10.93)	5.84

The annexed notes from 01 to 44.04 form an integral part of these financial statements.


Company Secretary


Director


Managing Director

As per our report of same date

Place: Dhaka
Dated: 13 February 2023


Hussain Farhad & Co.
Chartered Accountants

DVC: 2302220452AS989818

Premier Cement Mills PLC
Statement of Changes in Equity
For the year ended 30 June 2022

Particulars	Amount in Taka				
	Share capital	Share premium	Revaluation reserve	Retained earnings	Total equity
Balance at 01 July 2020	1,054,500,000	441,835,000	481,088,246	2,919,529,813	4,896,953,059
Net profit for the year	-	-	-	615,789,644	615,789,644
Assets revalued during the year	-	-	-	-	-
Depreciation on revalued assets	-	-	(7,551,310)	7,551,310	-
Assets revalued during the year	-	-	3,063,162,694	-	3,063,162,694
Deferred tax on revaluation surplus	-	-	(459,474,404)	-	(459,474,404)
Deferred tax on revaluation surplus	-	-	-	-	-
Dividend for the year 2019-20	-	-	-	(105,450,000)	(105,450,000)
Balance as at 30 June 2021	1,054,500,000	441,835,000	3,077,225,226	3,437,420,766	8,010,980,993
Balance as at 01 July 2021	1,054,500,000	441,835,000	3,077,225,226	3,437,420,766	8,010,980,992
Net profit for the year	-	-	-	(1,152,352,692)	(1,152,352,692)
Depreciation on revalued assets	-	-	(7,016,855)	7,016,855	-
Assets revalued during the year	-	-	-	-	-
Deferred tax on revaluation surplus	-	-	-	-	-
Dividend for the year 2020-21	-	-	-	(210,900,000)	(210,900,000)
Balance as at 30 June 2022	1,054,500,000	441,835,000	3,070,208,370	2,081,184,929	6,647,728,299

Revaluation surplus amounting to Tk. 7,016,855 has been transferred to retained earnings for the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the assets original cost. The amount has been netted off for tax.



Company Secretary

Place: Dhaka
Dated: 13 February 2023



M. Hoque
Director

Director



Managing Director

Premier Cement Mills PLC
Statement of Cash Flows
For the year ended 30 June 2022

Particulars	30 June 2022	30 June 2021
	Taka	Taka
Cash flows from operating activities		
Receipt from customers	14,038,597,197	12,817,140,381
Payment to employees	(440,680,791)	(406,306,406)
Payment to suppliers & others	(11,844,524,745)	(10,729,092,774)
Cash generated from operating activities	1,753,391,661	1,681,741,201
Other income	37,956,448	(5,735,033)
Exchange gain/(loss)	(153,568,205)	-
Bank charge & interest paid	(552,225,292)	(604,722,082)
Dividend Paid	(210,313,795)	(105,475,005)
Tax paid	(351,761,416)	(349,086,095)
A. Net cash from operating activities	523,479,401	616,722,986
Cash flows from investing activities		
Purchase of property, plant & equipment	(217,924,374)	(211,365,607)
Sale of property, plant & equipment	4,826,572	4,788,246
Capital work-in-progress (WIP)	(1,789,059,978)	(1,355,571,302)
Loan from subsidiary	21,780,510	45,197,936
Advance to Associate	99,206,627	(5,740,289)
Investment in FDR	150,413,853	(12,004,103)
B. Net cash used in investing activities	(1,730,756,790)	(1,534,695,119)
Cash flows from financing activities		
Receipt/(payment) from long term borrowings	(702,214,238)	(435,564,051)
Receipt/(payment) from short term borrowings	1,170,568,745	1,605,111,060
From other finance	10,275,766	296,000
Receipt/(payment) of lease finance	(214,819,151)	(239,110,976)
Receipt from redeemable Preference Share	1,000,000,000	-
C. Net cash from financing activities	1,263,811,122	930,732,033
Net Increase in cash and bank balances	56,533,733	12,759,899
Cash and bank balances at the beginning of the year	154,850,591	142,090,692
Cash and bank balances at the end of the year	<u>211,384,324</u>	<u>154,850,591</u>
Effect of exchange rates on cash and cash equivalents	<u>1,548,547</u>	<u>1,173,145</u>
Net operating cash flow per share (NOCFPS) (Note - 36)	<u>4.96</u>	<u>5.85</u>


Company Secretary


Director


Managing Director

Place: Dhaka
Dated: 13 February 2023



	30 June 2022	30 June 2021
	Taka	Taka
1.00 Property, Plant & Equipment		
FREE-HOLD		
<u>Cost and Revaluation</u>		
Opening balance	10,718,660,551	7,452,632,250
Add: Addition during the year	416,116,509	3,274,528,302
Less: Disposal/Adjustment during the year	(9,268,667)	(8,500,000)
Closing balance	11,125,508,393	10,718,660,552
<u>Depreciation</u>		
Opening balance	1,856,137,959	1,571,448,033
Add: Charged during the year	289,755,282	286,571,873
Less: Disposal/ Adjustment during the year	(3,606,571)	(1,881,946)
Closing balance	2,142,286,670	1,856,137,960
LEASEHOLD		
<u>Cost</u>		
Opening balance	-	-
Add: Addition during the year	-	-
Less: Disposal during the year	-	-
Closing balance	-	-
<u>Depreciation</u>		
Opening balance	-	-
Add: Charged during the year	-	-
Less: Disposal during the year	-	-
Closing balance	-	-
Written Down Value	8,983,221,723	8,862,522,592
<i>Details are shown in Annexure - A</i>		
2.00 Intangible Assets		
<u>Cost</u>		
Opening balance	1,186,013	1,023,563
Add: Addition during the year	1,497,900	162,450
Less: Disposal during the year	-	-
Closing balance	2,683,913	1,186,013
<u>Amortization</u>		
Opening balance	447,828	376,450
Add: Addition during the year	156,162	71,378
Less: Disposal during the year	-	-
Closing balance	603,990	447,828
Written Down Value	2,079,923	738,185
<i>Details are shown in Annexure - A</i>		
3.00 Lease Assets-Right of Use		
<u>Cost</u>		
Opening balance	36,296,693	36,296,693
Add: Addition during the year	-	-
Less: Disposal during the year	-	-
Closing balance	36,296,693	36,296,693
<u>Depreciation</u>		
Opening balance	16,344,468	7,580,910
Add: Addition during the year	8,763,558	8,763,558
Less: Disposal during the year	-	-
Closing balance	25,108,026	16,344,468
Written Down Value	11,188,667	19,952,225
4.00 Financial Assets		
Opening balance	2,055,793	1,879,484
Add: Addition during the year	-	-
Office space	167,808	153,417
Accommodation Building	25,039	22,892
Less: Disposal during the year	-	-
Closing balance	2,248,640	2,055,793



30 June 2022	30 June 2021
Taka	Taka

5.00 Capital work-in-progress (WIP)

Opening capital work-in-progress	9,549,526,026	8,205,324,973
Add: Expenditure incurred during the year (Note 5.01)	1,789,059,978	1,355,571,302
Total capital work-in-progress	11,338,586,004	9,560,896,275
Less: Capitalized during the year (Note 5.01)	-	11,370,249
Closing capital work-in- progress	11,338,586,004	9,549,526,026

5.01 Expenditure incurred during the year

Particulars	Balance as at 01 July 2021	Addition/ Adjustment during the year	Capitalized/ transferred during the year	Balance as at 30 June 2022
Godawn- Mongla	-	-	-	-
Project New	-	-	-	-
Project New-VRM	9,549,526,026	1,789,059,978	-	11,338,586,004
Total	9,549,526,026	1,789,059,978	-	11,338,586,004

For the Financial year ended 30 June 2022 Capital work in progress increased to BDT 11,419.37 Million compared to BDT 9,549.52 million of the previous year. During the year BDT 1,870.45 million was added for implementation of VRM project.

6.00 Investment and current account with subsidiary

6.01 Investment with subsidiary

Premier Cement Mills Limited is the owner of 4,80,000 shares of Tk 100 each out of 5,00,000 shares of Tk 100 each i.e. 96% shares of Premier Power Generation Limited which is engaged in Producing electricity dedicatedly for Premier Cement Mills Limited.

6.02 Current account with subsidiary

The current account balance is representing the net transaction with Premier Power Generation Limited for payment of loan installment, gas bill, electric charges and other expenses which are made-up of as follows :

Opening balance	(320,095,271)	(274,897,335)
Add : Payment during the year	83,372,640	74,295,064
Add : Interest charges during the year	-	-
	(236,722,631)	(200,602,271)
Less : Adjustment against electric charges	(105,153,150)	(119,493,000)
Closing balance	(341,875,781)	(320,095,271)

7.00 Investment and current account with associate

7.01 Investment with associate

Premier Cement Mills Limited is the owner of 7,000,000 shares of Tk 10 each out of 37,500,000 shares of Tk 10 each i.e. 18.67% shares of National Cement Mills Limited.

Current position of the investment is as follows:

Opening balance	123,105,736	113,397,634
Add: Share of profit from associate company - during the period 18.67%	(10,597,373)	9,708,102
Closing balance	112,508,363	123,105,736

7.02 Current account with associate

The current account balance is representing the net transaction with National Cement Mills Limited for payment of expenses for Balancing, Modernisation, Rehabilitation and Expansion, loan installment and other expenses.

Opening balance	120,064,838	108,350,423
Add : Payment during the year	633,932,718	339,276,954
Add : Interest charged during the year	1,822,675	5,974,126
	755,820,231	453,601,503
Less : Adjustment during the year	733,139,345	333,536,665
Closing balance	22,680,886	120,064,838



8.00 Inventories

Inventories	Measuring unit	30-Jun-22		30-Jun-21	
		Quantity	Amount (Tk.)	Quantity	Amount (Tk.)
Clinker	MT	34,543	225,191,245	62,715	375,549,118
Gypsum	MT	32,315	113,789,971	34,327	103,255,464
Fly Ash	MT	45,130	120,190,778	90,186	230,226,407
Slag	MT	37,464	114,285,318	45,071	143,397,119
Lime Stone	MT	28,526	88,716,283	36,583	102,482,046
Grinding Aid	MT	119	9,212,459	78	4,270,966
Packing materials (P.P. & Paper Bag)	Pcs	621,300	12,054,956	1,235,180	24,469,468
Finished goods and WIP	MT	10,270	60,042,997	10,141	52,136,986
WIP- Bag Plant	Various	-	42,377,163	-	7,298,617
Raw material stock for Bag Plant	KG	2,540,332	274,512,218	2,782,787	307,314,916
Consumable stores	Various	-	97,592,290	-	50,262,978
Total			1,157,965,677		1,400,664,085

8.01 Raw Materials Reconciliation:
At 30 June 2022

Inventories	Opening		Receipt				R.M. sales at cost		Closing		Consumption	
			Import		Local purchase							
	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)
Clinker	62,715	375,549,118	1,478,466	8,887,769,502	-	-	-	-	34,543	225,191,245	1,506,638	9,038,127,375
Gypsum	34,327	103,255,464	70,400	259,449,734	-	-	-	-	32,315	113,789,971	72,412	248,915,228
Fly Ash	90,186	230,226,407	172,969	458,902,759	-	-	-	-	45,130	120,190,778	218,026	568,938,388
Slag	45,071	143,397,119	166,750	531,261,523	-	-	-	-	37,464	114,285,318	174,356	560,373,324
Lime Stone	36,583	102,482,046	135,180	409,504,089	-	-	-	-	28,526	88,716,283	143,237	423,269,853
Grinding Aid	78	4,270,966	97	8,796,641	-	-	-	-	119	9,212,459	56	3,855,148
Total	268,961	959,181,121	2,023,862	10,555,684,248	-	-	-	-	178,097	671,386,053	2,114,725	10,843,479,315
												9,283,584
												10,852,762,899
												38,080,932
												10,890,843,831

Less - VAT Loss/(Gain)

Add: Cost of Cement purchase from Mongla Cement Factory Ltd.

At 30 June 2021

Inventories	Opening		Receipt				R.M. sales at cost		Closing		Consumption	
			Import		Local purchase							
	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)	Quantity (MT)	Amount (Tk.)
Clinker	47,602	231,233,855	1,493,085	7,438,896,396	-	-	-	-	62,715	375,549,118	1,477,972	7,294,581,133
Gypsum	47,802	129,753,793	51,000	155,102,880	-	-	1,000	2,825,880	34,327	103,255,464	63,475	178,775,328
Fly Ash	10,201	25,144,395	215,440	534,634,360	-	-	-	-	90,186	230,226,407	135,455	329,552,348
Slag	72,534	198,922,255	195,297	539,313,529	-	-	-	-	45,071	143,397,119	222,761	594,838,665
Lime Stone	24,807	57,275,504	150,772	361,051,107	-	-	-	-	36,583	102,482,046	138,995	315,844,564
Grinding Aid	48	2,945,601	100	5,323,551	-	-	-	-	78	4,270,966	70	3,998,186
Total	202,994	645,275,403	2,105,694	9,034,321,823	-	-	1,000	2,825,880	268,961	959,181,121	2,038,728	8,717,590,225
												2,519,980
												8,720,110,205
												287,182,411
												9,007,292,616

Less - VAT Loss/(Gain)

Add: Cost of Cement purchase from Mongla Cement Factory Ltd.

8.02 Packing materials reconciliation

Year	Opening balances		Local purchase		Received from own factory		Closing Balance		Consumption- internal		Consumption- external	
	Quantity (PCS)	Amount (TK)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)
At 30 June 2022	1,235,180	24,469,468	-	-	52,875,000	880,673,087	621,300	12,054,956	35,613,880	599,827,009	17,875,000	293,260,590
At 30 June 2021	9,735	216,389	-	-	53,175,192	727,988,286	1,235,180	24,469,468	35,626,347	478,431,019	16,323,400	225,304,188



	30 June 2022	30 June 2021
	Taka	Taka
9.00 Trade & other receivable		
Trade receivables		
Trade receivables (local)	2,675,814,248	2,475,916,866
Trade receivables (foreign)	28,541,621	621,220
Receivable on empty bag sales	17,387,048	54,826,426
	<u>2,721,742,917</u>	<u>2,531,364,512</u>
Other receivable		
Provision for VAT adjustment	31,738,888	31,738,888
Interest receivable on FDR	-	2,274,706
Total receivables	<u>2,753,481,805</u>	<u>2,565,378,106</u>
Less: Provision for Bad & Doubtful expenses (Note 9.01)	<u>(71,915,124)</u>	<u>(79,675,082)</u>
	<u>2,681,566,681</u>	<u>2,485,703,024</u>
9.01		
a) Aging of trade receivable		
Dues with in 3 months	2,398,436,696	2,238,828,567
Dues over 3 months but within 6 months	56,726,812	89,976,832
Dues over 6 months	266,579,409	202,559,112
	<u>2,721,742,917</u>	<u>2,531,364,511</u>
b) Provision for bad debts		
Opening balance	79,675,082	78,924,996
Add :Provision for the year	(7,759,958)	750,086
	<u>71,915,124</u>	<u>79,675,082</u>
Less: Write off	-	-
Closing balance	<u>71,915,124</u>	<u>79,675,082</u>
c) Receivable Analysis		
Gross Receivable	2,875,443,321	2,713,990,746
Less: Advance against Sales	153,700,404	182,626,235
Net Receivable	<u>2,721,742,917</u>	<u>2,531,364,511</u>
d) There is no such debt due by or to directors or other officers of the Company.		
e) Out of total receivable Tk. 69,76,95,000/- secured by bank guarantee.		
10.00 Advances, deposits & pre-payments:		
Advances	3,894,291,526	3,349,909,646
Deposits	117,515,459	122,132,940
Pre-payments	167,155,164	135,870,447
	<u>4,178,962,148</u>	<u>3,607,913,032</u>
10.01 Advances		
Advance income tax	Note 10.04	2,309,109,561
VAT current account		1,957,348,145
Advance for office space purchase	Note 10.01 -b	232,837,248
Advance against land	Note 10.01 -c	138,316,441
L/C Advance		125,000,000
Advance against expenses		42,093,437
Advance to employee		132,353,572
Advance against motor cycle loan		279,822,976
Advance to/(from) sister concern		316,745,021
		841,672,445
		1,243,732,784
		11,697,596
		12,066,096
		13,988,603
		8,510,901
		38,069,660
		(584,163,314)
		<u>3,894,291,526</u>
		<u>3,349,909,646</u>



	30 June 2022	30 June 2021
	Taka	Taka
10.02 Deposits		
Transport Security Deposit	420,000	420,000
Advance SD On Empty Bag Sale	500,000	500,000
Bank Guaranty Margin For Tender	522,132	2,207,743
Bank Guaranty Margin - Titas Gas	1,065,295	1,065,295
Bank Guaranty Margin for Fly Ash Duty	105,109	213,979
BOC Bangladesh LTD-	20,000	20,000
Bangladesh Tele-Communiation Ltd.	65,800	65,800
Central Depository of Bangladesh Limited-	500,000	500,000
DPDC- Deposit	34,200,000	34,200,000
Munshigonj Polly Bidduth Samitee	34,488,397	34,488,397
Ranks Telecom Limited -	6,900	6,900
Tender Deposit	1,016,518	3,839,518
TGSL	10,532	10,532
Titas Gas Transmission & Distributon Co Ltd	44,594,776	44,594,776
	117,515,459	122,132,940
10.03 Pre-payments		
BSTI Licence Fee- Pre-Paid	762,988	3,043,915
Pre-Paid Promotional Exp	150,781,771	107,761,271
VAT Prepaid 10%	15,610,405	25,065,261
	167,155,164	135,870,447
10.04 Movement of advance income tax		
Opening balance	1,957,348,145	1,608,262,050
Add : Payment during the year	351,761,416	349,086,095
	2,309,109,561	1,957,348,145
Less : Advance Income Tax refund	-	-
Less : Adjustment during the year	-	-
Closing balance	2,309,109,561	1,957,348,145

- a) All the advances & deposits amount is considered good and recoverable.
- b) The advance was paid to Rupayan Housing Estate Ltd. against purchase of 21,507 sft office space at 11th floor of Rupayan Trade Centre, 114 Kazi Nazrul Islam Avenue, Dhaka 1215. The total contract value was Tk. 179,407,400 against which Tk. 125,000,000 was paid in advance. Subsequently Rupayan sold the same property to a third party for at a higher price i.e. BDT 20 crore 33 lakhs 13 thousands and 7 hundreds. After knowing that PCML's authority filed a case in the District & Session Judge Court against Rupayan and applied for imposing restriction on transfer of the said property to any other third party except the plaintiff (case no.-61/2010). The District & Session court on 13.07.2014 gave a degree in favour of PCML after hearing of the case.
- During the year upon Mutual Understanding of PCML and Rupayan, Rupayan Housing Estate Limited agreed and hand over 17,569 sft Flat/ Office space considering the amount of BDT11.50 Crore which is situated at Bashundhara Residential area, Rupayan Shopping Square, Plot No. C-2, 10th Floor, Block G, Dhaka-1229 instead of 21,507 sft office space at Rupayan Trade Centre, 11th floor, 114 Kazi Nazrul Islam Avenue, Dhaka 1215. As per agreement out of BDT 12.50 Crore remaining BDT 1 crore to be refunded by Rupayan Housing Estate Limited before 28th February 2021. But till to the date the amount not yet refunded by Rupayan as per Deed No.: ka ha 7440820. The property not yet registered in the name of Premier Cement Mills PLC, and the reason of case not withdrawn (Case No.: 61/2012 Litigation No. 58/2015).
- c) i) Initially PCML purchased the land from local land owner vide registration deed # 3503, 3504 & 3505 date 31 October 2001. Subsequently PCML came to know that the land is khass and accordingly PCML applied to the competent authority for long term lease with recommendation from Prime Minister office (Investment Wing). Being satisfied, Ministry of Land directed Deputy Commissioner (DC), Narayangonj to give 350 Shatak land under long term lease in favor of PCML on 16.10.2006 vide letter no. Bhu:Ma:/Sha-8/Khajob/315/ 2002/1072/1. PCML communicated with DC, Narayangonj on many occasions to complete the process but DC, Narayangonj was reluctant to comply with the order of the Ministry of Land. PCML filed a writ petition to the Honorable High Court for compliance of the order of the Ministry of Land by DC, Narayangonj (petition no. 7194 of 2009) which is currently under process. Considering the circumstances, the management has decided to transfer an amount of Tk. 20,259,493 from land and land development.



30 June 2022	30 June 2021
Taka	Taka

ii) Registration deed no. 84 dt. 06.01.05, 179 dt. 17.01.05 and 1468 dt. 14.04.05 comprise 189 shatak land out of which mutation of 76.50 Shatak Land are yet to be completed. Hence proportionate amount of Tk. 5,235,405 has been transferred from land and land development.

iii) Advance against land includes Tk. 4,701,931 paid to Mr. Nur Mohammed against purchase of Land, PCML filed suits as the seller was reluctant to give registration of the lands. The case against Nur Mohammed is yet to be disposed off.

IV) Details of advance against land & land development has given below:

Name of Seller:		30 June 2022	30 June 2021
Ansar Ali & Robin Ahammed - Land		4,850,000	-
Moslem Awal Gong-Land Dag 1673.74.1730 (173 Dec)		-	39,228,855
Nazrul Islam Gong-Land (82+15) Dec		-	43,851,280
Nur Mohammed - Land		4,701,931	4,701,931
Saheb UddinMullah - Land 15 Dec DAg1624 - 39		4,949,600	4,949,600
Samad Miah Gonh - Land (8.50 Dec R S 108)		2,097,008	2,097,008
Wazed Ali Khokon PP		-	12,030,000
Wazuddin Gong		25,494,898	25,494,898
		42,093,437	132,353,572
11.00 Investment in FDR			
Social Islami Bank Ltd.		2,073,788	14,492,596
Standard Chartered Bank		-	138,231,497
State Bank of India		2,949,608	2,847,112
Standard Bank Ltd.		2,962,086	2,828,130
		7,985,482	158,399,335
12.00 Cash and bank balances:			
Cash at bank	12.01	197,448,274	142,193,902
Cash in hand	12.02	13,936,050	12,656,689
		211,384,324	154,850,591
12.01 Cash at bank:			
Share Money Deposit - NCCBL		478,125	5,722,957
USD Account		45,354,706	15,377,773
Current Account		132,019,733	81,718,186
STD Account		19,595,710	39,374,986
		197,448,274	142,193,902
12.02 Cash in hand:			
Corporate office		3,995,041	55,750
Factory - General		2,856,716	3,759,192
Factory - Logistics		6,544,177	8,307,004
Registered office		540,116	534,743
		13,936,050	12,656,689
12.03 Bank balances are reconciled & confirmed.			



13.00 Share capital

Authorized:

500,000,000 Ordinary shares of Tk. 10 each

30 June 2022	30 June 2021
Taka	Taka
5,000,000,000	5,000,000,000
5,000,000,000	5,000,000,000

Issued, subscribed and paid up

105,450,000 Ordinary shares of Tk.10 each fully paid-up in cash

1,054,500,000	1,054,500,000
1,054,500,000	1,054,500,000

Share holding position

The composition of share holders at balance sheet date was as follows:

Name of shareholders	30 June 2022			30 June 2021
	Percentage	Number	Face value	Face value
1. Mohammed Amirul Haque	11.00%	11,599,500	115,995,000	115,995,000
2. Mohammad Mustafa Haider	10.88%	11,473,150	114,731,500	114,731,500
3. Md. Jahangir Alam	9.89%	10,425,313	104,253,130	104,253,130
4. Md. Alamgir Kabir	4.19%	4,416,562	44,165,620	44,165,620
5. Mohd. Almas Shimul	3.32%	3,504,375	35,043,750	35,043,750
6. Mohammed Zahurul Haque	2.71%	2,856,000	28,560,000	28,560,000
7. Ancient Properties Ltd.	2.00%	2,113,500	21,135,000	21,135,000
8. Zahur Ahamed	0.95%	1,000,000	10,000,000	12,000,000
9. Mohammed Abdur Rouf	1.11%	1,168,125	11,681,250	11,681,250
10. Mohd. Ashrafuzzaman	1.11%	1,168,125	11,681,250	11,681,250
11. Institute	20.84%	21,974,165	219,741,650	180,050,240
12. Non-Resident Bangladeshi	0.03%	29,956	299,560	66,390
13. General Investor	31.98%	33,721,229	337,212,290	375,136,870
Total	100%	105,450,000	1,054,500,000	1,054,500,000

13.01 Classification of shareholders by holdings

Shareholding Range	No. of Holders 30.06.2022	Holdings Share 30.06.2022	No. of Holders 30.06.2021	Holdings Share 30.06.2021
Less than 500 Shares	3,195	698,126	1,740	303,103
501 to 5,000 Shares	2,106	3,935,531	283	501,001
5,001 to 10,000 Shares	339	2,575,359	42	303,744
10,001 to 20,000 Shares	157	2,314,245	21	303,995
20,001 to 30,000 Shares	58	1,460,121	10	255,335
30,001 to 40,000 Shares	31	1,089,817	3	97,708
40,001 to 50,000 Shares	21	970,817	3	133,553
50,001 to 100,000 Shares	45	3,181,152	16	1,167,341
100,001 to 1,000,000 Shares	35	11,047,367	23	7,925,057
Over 1,000,000 shares	20	78,177,465	22	94,459,163
Total	6,007	105,450,000	2,163	105,450,000



30 June 2022	30 June 2021
Taka	Taka

14.00 Deferred tax liabilities/(assets)

The tax effect of temporary differences that resulted in deferred tax assets or liabilities

Opening balance	876,059,480	460,779,529
Add: Deferred tax expense/(income) during the year	8,703,580	(44,194,453)
Deferred tax on revaluation surplus	-	459,474,404
Closing balance	884,763,060	876,059,480

14.01 Reconciliation of deferred tax liabilities/(assets)

(a) As at 30 June 2022

	Carrying amount	Tax base	Temporary difference
	Taka	Taka	Taka
Property, plant and equipment	3,465,787,283	1,388,605,525	2,077,181,757
Provision for gratuity	(157,969,950)	-	(157,969,950)
Provision for bad and doubtful debts	(71,899,124)	-	(71,899,124)
Right of use Assets	11,188,667	-	11,188,667
Total	3,247,106,875	1,388,605,525	1,858,501,350
Deferred tax liability @ 22.50%			418,162,804
Add : Deferred tax attributable to revaluation surplus			466,600,255
Total deferred tax liability			884,763,059

(a) As at 30 June 2021

	Carrying amount	Tax base	Temporary difference
	Taka	Taka	Taka
Property, plant and equipment	3,449,056,652	1,378,743,457	2,070,313,195
Provision for gratuity	(139,148,890)	-	(139,148,890)
Provision for bad and doubtful debts	(79,675,082)	-	(79,675,082)
Total	3,230,232,680	1,378,743,457	1,851,489,223
Deferred tax liability @ 22.50%			416,585,075
Deferred tax on revaluation surplus liability			459,474,404
Total deferred tax liability			876,059,479

15.00 Long term loan

Standard Bank Limited	228,445,494	348,480,731
Agrani Bank Limited	750,000,000	-
Standard Chartered Bank - Euro -Commercial	104,121,132	408,350,100
Standard Chartered Bank - Euro-ECA	1,090,887,431	1,985,952,407
IDLC Finance Ltd	161,141,512	296,191,102
Pubali Bank Limited	110,201,667	-
IPDC Finance Ltd	32,289,539	54,082,232
Trust Bank Limited	1,245,385,862	-
United Finance Ltd	31,484,138	86,351,682
	3,753,956,775	3,179,408,254

15.01 The company availed EKF Guaranteed Euro foreign currency loan of ECA facility for US\$ 25 million and commercial facility US\$ 10 million from Standard Chartered Bank London which is repayable in 10 half yearly installments. Rate of interest is 6 month Euribor plus 1.6% for ECA portion and 3.9% for commercial portion. The Company also availed long term loan from Agrani Bank 75 Crore, Pubali Bank 11 Crore and 124 Crore from trust Bank Ltd for the VRM project.



	30 June 2022	30 June 2021
	Taka	Taka
15.02 Allocation of long term loan		
Long term portion	2,667,902,847	2,098,000,448
Current portion	1,086,053,928	1,081,407,806
	<u>3,753,956,775</u>	<u>3,179,408,254</u>
16.00 Redeemable Preference Share		
Mr Mohammad Mustafa Haider	255,150,000	-
Mr Mohammed Amirul Haque	255,270,000	-
Midland Bank Ltd	500,000,000	-
Simanto Bank Ltd	300,000,000	-
United Finance Ltd	200,000,000	-
	<u>1,510,420,000</u>	<u>-</u>
17.00 Lease Liability		
Chan Tara Mansion - Accomodation Building	12,571,579	13,258,805
The Institute of Chartered Accountants of Bangladesh - Office Space	1,309,342	8,767,490
	<u>13,880,921</u>	<u>22,026,295</u>
17.01 Allocation of Lease Liability		
Long term portion	11,346,323	13,881,818
Current portion	2,534,598	8,144,477
	<u>13,880,921</u>	<u>22,026,295</u>
18.00 Defined benefit obligations (Gratuity)		
Opening balance	139,148,890	136,452,063
Add :Provision for the year	34,160,950	15,668,161
	<u>173,309,840</u>	<u>152,120,224</u>
Less: Payment made	15,339,890	12,971,334
Closing balance	<u>157,969,950</u>	<u>139,148,890</u>
19.00 Trade & other payables		
Marketing expenses	3,080,471	2,818,724
Packing materials	52,931	52,931
Liabilities for expenses	400,457,429	503,646,688
Receipt against employee motor car	8,235,059	7,340,564
TDS/VDS payable	13,051,271	17,003,847
Dividend payable	199,058	-
Payable on Audit Fee Including VAT	270,000	270,000
Provision for Electric Charges	61,651,614	25,286,666
Provision for P F	(770,832)	(146,646)
Share money payable	478,125	6,600,838
Provision and other payable	118,903,237	95,868,029
	<u>605,608,363</u>	<u>658,741,641</u>



30 June 2022	30 June 2021
Taka	Taka

19.01 Non-refunded public subscription money against IPO BDT. 4,78,125/- of 4,69,651/- equivalent USD 5,558.39 closing balance of the USD Account No. 0102090002 of NCC Bank Limited has not been transferred to Capital Market Stabilization Fund (CMSF) as directed by the Bangladesh Securities Exchange Commission and Dhaka Stock Exchange vide Letter No. SEC/SRMIC/165-2020/232, dated June 05, 2022 due to noncooperation by concern bank as no transaction has been occurred after September 9, 2014 whether we have repeatedly requested for that.

19.02 All trade & other payables were incurred as usual in business operation & paid regularly.

19.03 Figure of unclaimed dividend has been shown separately in the Financial Position under current liabilities but in previous year amount of unclaimed dividend was included with trade & other payable.

20.00 Unclaimed Dividend

Opening Balance	2,051,229	2,076,234
Dividend during the year	210,900,000	105,450,000
	212,951,229	107,526,234
Payment during the year	(210,313,795)	(105,475,005)
	2,637,434	2,051,229

Year wise breakup of Unclaimed Dividend is as follows:

Year	Taka
2018-2019	91,911
2019-2020	84,721
2020-2021	2,460,802
Total	2,637,434

Unclaimed dividend represents the dividend warrants issued but not presented to the Bank by the Shareholders within 30th June 2022 and the balance of unclaimed dividend was Tk. 26,37,434/- as on June 30, 2022.

21.00 Short term bank loan

Loan Brac Bank	596,042,502	856,769,397
City Bank Loan	1,111,779,986	1,538,152,998
Community Bank -Loan	2,782,018	288,734,710
Loan DBBL	642,612,619	530,934,973
Loan Jamuna Bank	1,593,278,948	96,581,722
Loan Bank Asia	762,180,770	-
Loan Meghna Bank	455,012,991	529,780,356
Loan NCCBL	364,455,000	683,388,064
Meghna Bank Loan	-	469,614,970
Loan UCBL	814,873,063	-
Loan Pubali Bank	3,001,762,116	3,195,590,202
Rupali Bank -Loan	104,407,646	457,012,794
Loan SIBL	16,052,884	187,996,956
Laon Standard Bank Ltd	1,435,988,360	646,761,578
Standard Chartered Bank-Loan	1,190,677,742	1,190,316,931
Loan Trust Bank	1,655,839,709	1,110,911,604
	13,747,746,354	11,782,547,254

Short term bank loans are confirmed and reconciled with bank statement.



30 June 2022	30 June 2021
Taka	Taka

21.01 Bank / Financial Institution loan facilities

The company is currently availing the following facilities from banks / financial institution:

Bank name	Limit (Taka in crore)			
	STL/ Invoice Financing/OSF/EIF	L/C	OD/CC	Duty Loan/ Long term loan/ Lease
The City Bank Ltd.	66	100	4	10
Dutch-Bangla Bank Ltd.	-	60	15	-
Standard Bank Ltd.	25	80	15	50
Standard Chartered Bank	75	72	3	280
HSBC	55	82	2	-
NCC Bank Limited	25	100	20	-
Bank Asia Ltd	-	70	-	-
BRAC Bank Ltd	38	40	2	-
Jamuna Bank Ltd.	10	50	8	-
Social Islami Bank Ltd.	10	25	-	10
Pubali Bank Ltd	53	250	50	20
IPDC	-	-	-	10
UCB	20	80	10	-
United Finance Limited	-	-	-	20
IDLC	-	-	-	70
Midland Bank	20	-	-	-
Trust Bank Ltd.	30	120	10	-
Meghna Bank Ltd.	45	55	-	-
Community Bank Bangladesh Ltd	10	50	20	7
Agrani Bank Limited	-	100	50	152
Rupali Bank Ltd.	50	100	-	-
Total	532	1,434	209	629

21.02 Securities against bank loan facilities

- * Personal guarantee from all directors.
- * Hypothecation over stock.
- * First ranking pari passu charges over fixed assets.

22.00 Liability for other finance

Security deposit - Customers	14,338,311	4,062,545
	14,338,311	4,062,545

23.00 Provision for taxation

Opening balance	751,938,739	603,236,444
Add : Current tax expenses	85,689,123	-
Current year	85,689,123	148,702,295
Prior Year	-	-
	85,689,123	148,702,295
	837,627,862	751,938,739
Less : Payment made / other adjustment	(174,593)	-
Less : AIT adjustment	-	-
Closing balance	837,453,269	751,938,739

24.00 Loan from Directors

Mr. Abdur Rouf	30,000,000	30,000,000
Mr. Almas Shimul	60,000,000	60,000,000
Mr. Ashrafuzzaman	30,000,000	30,000,000
Mr. Jahangir Alam	120,000,000	120,000,000
Mr. Amirul Haque	-	255,270,000
Mr Mustafa Haider	-	255,150,000
	240,000,000	750,420,000



25.00 Revenue		30 June 2022		30 June 2021	
From Cement:		Quantity	Amount	Quantity	Amount
Revenue from local sales	MT	2,015,292	15,531,568,318	1,998,613	14,160,374,494
Revenue from export	MT	55,221	356,103,585	33,701	204,417,004
Revenue from empty bag sale	Pcs	17,875,000	428,542,165	16,552,200	336,655,330
			16,316,214,068		14,701,446,828
Less: VAT			2,081,753,214		1,891,007,548
			14,234,460,854		12,810,439,280

25.01 Revenue from export

	30 June 2022		30 June 2021	
	USD	BDT	USD	BDT
Export	3,810,632	356,103,585	2,419,136	204,417,004

26.00 Cost of sales

	Notes	30 June 2022		30 June 2021	
		Taka	Taka	Taka	Taka
Opening stock of finished goods & WIP			52,136,986		54,495,978
Cost of production	26.01		12,999,382,385		10,927,967,335
Goods available for sale			13,051,519,371		10,982,463,313
Closing stock of finished goods , ghat & in transit	8.00		(60,042,997)		(52,136,986)
			12,991,476,374		10,930,326,327

26.01 Cost of production

Raw materials consumption	8.01	10,890,843,831	9,007,292,616
Packing materials consumption	8.02	893,087,600	703,735,207
Salary & wages		180,736,644	168,184,148
Gratuity		17,300,629	9,193,517
Electric charges		719,902,995	715,582,723
Paper & periodicals		9,080	12,064
Travelling & conveyance		2,207,493	1,228,302
Telephone charges		2,139,653	1,693,357
Entertainment		1,808,019	439,991
Repairs & maintenance		66,220,802	89,220,125
Contribution to PF		4,624,340	4,149,862
Lab Expenses		971,885	722,390
Computer Expense		1,433,360	1,239,203
Legal & Professional Fee		53,678	68,300
Medical expenses		517,496	269,767
Canteen & food expenses		12,658,739	14,938,283
Gift & presentations		17,908	58,198
Internet Expenses		202,052	344,738
Postage & Stamp		4,650	1,370
Stationery		5,089,808	3,593,069
Labour charges		22,229,100	21,784,201
Misc. expenses		3,440,806	1,384,075
Pay loader expenses		3,925,991	3,813,754
Donation & Subscription		529,700	313,000
Fuel , Oil & Lubricant		5,556,503	5,838,540
Amortization- ROU		1,667,670	1,667,670
Fire insurance		4,459,125	9,669,075
Depreciation (Annexure - A)		157,742,828	161,529,790
		12,999,382,385	10,927,967,335



	30 June 2022	30 June 2021
	Taka	Taka
27.00 Other income / (loss) / Expenses		
Bank interest income	1,685,040	5,746,093
Exchange gain / (loss)	-	6,845,864
Interest charged to NCML	1,822,675	5,974,126
Bad & doubtful expenses	7,198,553	-
Profit/(loss) from raw materials sales	-	(92,452)
Income from financial assets -Lease	192,847	176,309
Income from PF forfeiture	987,560	1,437,314
Gain / (Loss) on sale of motor vehicle	1,176,190	-
Misc. income - H/O	299,889	340,639
Misc. income - Factory	-	26,823
Income/(expenses) from carrying	33,696,813	(18,213,934)
	47,059,567	2,240,782

Due to increase of per bag cement carrying rate income from carrying has been turned into profit and hence Other Income has been increased significantly compare to previous year.

28.00 Administrative expenses		
Audit fee	300,000	300,000
Advertisement	599,650	590,125
Bad & Doubtful expenses	-	982,378
Electric charges	2,343,764	2,048,516
Canteen & food expenses	3,985,742	2,503,198
Gratuity	3,691,541	3,577,711
Computer expenses	2,593,850	2,197,583
Medical Expense	40,265	165,791
Office rent	631,685	631,684
Paper & periodicals	11,804	2,350
Postage & stamp	222,152	110,384
Donation & subscription	22,000	18,000
Internet Expenses	601,941	487,147
Renewal, legal & professional fee	3,718,272	4,094,697
Repairs & maintenance	1,396,403	2,074,820
Salary & allowances	43,725,630	45,164,666
Directors' remuneration	-	600,000
Stationery	1,356,737	1,458,910
Telephone charges	888,767	1,228,706
Travelling & conveyance	5,595,648	4,197,472
Contribution to PF	1,128,677	915,347
Water charges	352,161	261,301
AGM Expenses	145,000	144,397
Miscellaneous expenses	4,199,942	6,381,993
BIWTA expenses	10,368,833	12,865,855
BSTI License fee	3,403,071	475,979
Fuel & Lubricant	42,660	53,969
Board meeting expenses	400,000	338,424
BSEC Fee	711,500	-
RJSC Fee	4,941,980	-
Amortization / office rent -ROU-ICAB	7,095,888	7,095,888
Amortization (Annexure - A)	156,162	71,378
Depreciation (Annexure - A)	9,037,278	8,667,314
	113,709,003	109,705,983



29.00 Selling & distribution expenses:

	30 June 2022	30 June 2021
	Taka	Taka
Advertisement	178,529,431	45,467,849
Car maintenance	767,839	69,992
Contribution to PF	3,106,979	3,058,932
Entertainment	756,933	128,871
Export expenses	2,475,362	1,096,727
Godown expenses	2,130,013	1,824,992
Gratuity	13,168,780	2,896,933
Legal & professional fee	529,430	457,290
Medical expenses	66,070	42,315
CSR Activities	711,811	1,039,000
Postage & stamp	1,269,969	741,556
Promotional expenses	60,416,263	61,726,325
Salaries & allowances	158,395,375	149,189,468
Cement test expenses	912,297	670,115
Stationery	1,207,339	1,457,511
Telephone charges	4,846,663	5,309,629
Travelling & conveyance	44,950,439	41,128,999
Tender expenses	79,146	102,321
Computer expenses	-	26,275
Labour charges	8,732,112	9,632,217
Miscellaneous expenses	381,949	76,978
Depreciation (Annexure - A)	90,005,122	83,871,249
	573,439,322	410,015,544

29.01 The company has started the commercial production of VRM project from 01st July 2022 and production capacity also increased from 8,000 MT to 19,040 MT. Due to create market demand the company has focused on the advertisement more than previous year. For this reason the Advertisement cost has increased by 13.30 crore than previous year.

30.00 Exchange Gain / (Loss):

During the year dollar rate has been increased significantly compare to previous year and in lieu of this provision has been made on outstanding LC value payment against raw materials import according to Bangladesh Bank Exchange Rate as on 30.06.2022. Result in Exchange Loss has been arrived BDT 108 Crore on outstanding LC value. Details of exchange loss are as follows:

Particulars	USD	USD
Total Outstanding USD against Raw Materials import	99,370,466	-
	BDT	BDT
Amount as per Bangladesh Bank Exchange Rate @ \$ to BDT 93.45	9,286,170,084	-
Less: Total LC value recorded against USD 9,93,70,466.00	8,358,802,206	-
Exchange Gain / (Loss) on outstanding LC payment	927,367,879	-
Add: Exchange Loss recorded round the year on LC value payment	152,786,809	-
Total Exchange Loss	1,080,154,688	-

31.00 Financial expenses

Bank charges	12,273,531	11,989,929
Interest on WPPF	17,878,359	17,072,679
Finance charges on lease	1,601,640	2,355,101
Bank loan interest	538,350,121	584,610,242
	570,103,651	616,027,951



30 June 2022	30 June 2021
Taka	Taka

32.00 Basic earnings per share (EPS)

The computation of EPS is given below

Earnings attributable to the ordinary shareholders (NPAT)

Number of shares outstanding during the year

Basic earnings per share (par value of Tk. 10)

(1,152,352,692)	615,789,643
105,450,000	105,450,000
(10.93)	5.84

'During the year net profit decreased compared to previous year due to increase of USD exchange rate to BDT from 84.95 to 93.45, resulting in EPS decrease to BDT (10.93) in the FY 2021-22 from 5.84.

Diluted EPS

No diluted EPS was required to be calculated for the year since there was no scope for dilution of share during the year under review.

33.00 Related party disclosure

During the year the company carried out a number of transactions with related parties in the normal course of business on an arms length basis. Names of those related parties, nature of those transactions and their value have been set out in accordance with the provisions of IAS-24: Related party disclosure.

Name of related party	Nature of relationship	Nature of transaction	Outstanding as on 01 July 2021 Taka	Transaction during the year (Net) Taka	Outstanding balance as on 30 June 2022 Taka	Terms and conditions
Premier Power Generation Limited	Subsidiary	Loan to meet operational expenses	(320,095,271)	(21,780,510)	(341,875,781)	Mutual understanding
Premier Power Generation Limited	Subsidiary	Investment in share	48,000,000	-	48,000,000	Arm's length transaction
Asia Insurance Ltd.	Common directorship	Providing insurance	(3,068,602)	3,000,000	(68,602)	Arm's length transaction
Seacom Shipping Ltd	Common directorship	C & F	2,234,600	300,000	2,534,600	Arm's length transaction
G P H Ispat Ltd.	Common directorship	Materials supply	2,280	-	2,280	Arm's length transaction
National Cement Mills Limited	Associate	Loan to meet operational expenses	120,064,838	(97,383,952)	22,680,886	Arm length transaction/Mutual Understanding
National Cement Mills Limited	Associate	Investment in share	123,105,736	(10,597,373)	112,508,363	Arm's length transaction
M I Cement Factory Ltd.	Common directorship	Materials supply	372,371	(365,300)	7,071	Arm's length transaction
Samuda Chemical Complex Ltd.	Common directorship	Materials supply	280,695	212,015	68,680	Arm's length transaction
Delta Agrofood Industries Ltd	Common directorship	Loan given to meet short term finance	1,604,151	12,005,520	13,609,671	Arm's length transaction
Rupsha Edible Oil Refinery Ltd	Common directorship	Loan taken to meet short term finance	(584,163,314)	622,232,974	38,069,660	Arm's length transaction
Rupsha Tank Terminal & Refinery Ltd	Common directorship	Loan taken to meet short term finance	44,375,124	44,375,124	-	Arm's length transaction



30 June 2022	30 June 2021
Amount	Amount

34.00 Events after the reporting period

The Board of Directors of the company in its meeting held on 13 February 2023 recommended 10% cash dividend for the year 2021-2022 which is subject to approval of the shareholders in the ensuing Annual General Meeting dated 28.03.2023

34.01 Change the name of the Company

In compliance with the Companies Act (2nd amendment) 2020, section 11 (ka) the registered name of the company has been changed to "Premier Cement Mills PLC" instead of "Premier Cement Mills Limited" which was approved at 1st Extra Ordinary General Meeting (EGM) on September 08, 2021, by the shareholders of the company. The relevant clause of its Memorandum of Association and Articles of Association of the Company has subsequently corrected by the Registrar of Joint Stock Companies (RJSC) on May 26, 2022 vide issue No. 10846.

34.02 Capitalize and started Production on VRM:

The Company has successfully installed and commissioned the Vertical Roller Mill (VRM) supplied by world-renowned cement mill manufacturer FL Smidth, Denmark at West Mukterpur, Munshigonj/ Syedpur, Narayanganj. The commercial production into VRM has been started from July 1, 2022, and the total capacity is increased by 8000 MT/Day to 19040 MT/Day.

34.03 Currency risk exposure and its management

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 forecast sales and purchases.

The following significant exchange rate is applied during the Year:

Exchange rate of US Dollar	30 June 2022	93.45
Exchange rate of US Dollar	30 June 2021	84.95

USD (5% Movement) effect on Profit or Loss during the Year 2021-2022

Strengthening	Weakening
Taka	Taka
(54,007,734)	54,007,734

35.00 Contingent liabilities

There are contingent liabilities in respect of outstanding letters of credit for Tk. 3285.94 million & bank guarantee 15.23 million.

Letter of Credit

The City Bank Limited	586,165,125	130,672,838
Brac Bank Limited	95,190,039	-
Jamuna Bank Ltd	45,610,142	-
Trust Bank Limited	269,838,744	268,812,500
Social Islami Bank Ltd	146,492,220	23,644,400
Standard Bank	481,681,652	108,151,519
Standard Chartered Bank	340,442,742	126,097,500
Public bank Ltd	1,320,522,022	407,286,000
	3,285,942,686	1,064,664,757

Bank Guarantee

Social Islami Bank Ltd	15,232,824	31,383,153
	15,232,824	31,383,153
	3,301,175,510	1,096,047,910

36.00 Net operating cash flow per share (NOCFPS)

The computation of NOCFPS is given below

Net cash from operating activities	523,479,401	616,722,986
Number of shares outstanding during the year	105,450,000	105,450,000
Net operating cash flow per share (NOCFPS)	4.96	5.85

37.00 Cash Flow Reconciliation

Net profit for the year	(1,152,352,692)	615,789,644
Depreciation	298,675,002	295,406,808
Other non-cash items	10,390,265	7,495,297
Non-operating items	(264,546,287)	(2,099,025,081)
Changes in net working capital	1,631,313,113	1,797,056,315
Net cash from operating activities	523,479,401	616,722,983



30 June 2022	30 June 2021
Amount	Amount
6,647,728,299	8,010,980,992
105,450,000	105,450,000
<u>63.04</u>	<u>75.97</u>

38.00 Net asset value(NAV) per share

Net Assets
Number of ordinary shares outstanding
Net asset value (NAV) per share

39.00 Remittance of foreign currency:

No foreign currency was remitted during the year.

40.00 Earnings in foreign currency:

Export of 33,701 MT Cement were made in July 2021 to June 2022 to Indian state of Tripura & Assam as export in for US\$ 38,10,632 equivalent to BDT. 35,61,03,585.00

41.00 Claims against the company not acknowledged as debt

There is no claim against the company acknowledged as debt.

42.00 Capacity utilization

Actual average monthly production is 1,66,607.32 MT against average monthly capacity of 200,000 MT i.e. capacity utilization is 82.80%.

43.00 Number of employees

Manager & Above	105	97
Below Manager	1,598	1,452
Total number of employees	<u>1,703</u>	<u>1,549</u>

All employees received salary more than Tk. 7,000 per month.

44.00 Others

44.01 Directors' remuneration

Salary, allowances and benefits	-	600,000
	<u>-</u>	<u>600,000</u>

Monthly remuneration payment has been stoped from January 2021 as per BSEC Notification no. BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018.

44.02 Directors' fees for attending board meeting

Tk. 10,000 paid to each director for attending board meetings.

44.03 Receivable from director

No amount is lying as receivable from the directors.

44.04 Financial risk management

Financial risk management in respect of separate financial statement does not vary significantly from the consolidated one.


Company Secretary


Director


Managing Director

Place: Dhaka
Dated: 13 February 2023



Property, plant and equipment:

Freehold
Leasehold

30 June 2022	30 June 2021
Taka	Taka
8,983,221,723	8,862,522,591
<u>8,983,221,723</u>	<u>8,862,522,592</u>

Freehold :
Cost :

Category of assets	Cost				Depreciation			Written down value	
	Opening	Addition	(Disposal)/ Adjustment	Closing	Rate	Charged during the year	(Disposal)/ Adjustment	Closing	As at 30 June 2022
Land & Land Development	1,894,798,680	103,968,500	-	1,998,767,180	-	-	-	-	1,998,767,180
Factory Building	779,097,126	1,438,200	-	780,535,326	3%	19,724,837	-	141,421,971	639,113,355
Jetty Construction	65,871,565	285,000	-	66,156,565	3%	137,105	-	10,404,810	55,751,755
Electric Installation	153,844,798	13,268,784	-	167,113,582	7.5%	8,374,229	-	60,220,720	106,892,862
Plant & Machinery	2,512,969,503	10,918,291	-	2,523,887,794	7.5%	126,063,518	-	962,134,217	1,561,753,577
Boundary Wall & Fencing	5,104,881	1,823,000	-	6,927,881	5%	224,071	-	1,672,516	5,255,365
Furniture & Fixtures	10,262,970	133,000	-	10,395,970	10%	633,954	-	4,595,120	5,800,850
Telephone & Fax Installation	568,344	-	-	568,344	15%	26,567	-	417,801	150,543
Loose Tools	259,932	-	-	259,932	15%	14,712	-	176,564	83,368
Motor Vehicles	1,068,211,358	188,184,668	(2,468,667)	1,253,927,359	15%	85,089,315	(1,594,857)	651,555,077	602,372,282
Motor Vehicles-Employee Car	31,995,000	21,130,000	(6,800,000)	46,325,000	15%	2,906,209	(2,011,714)	8,308,990	38,016,010
Office Building & Shed	11,988,297	4,092,624	-	16,080,921	3%	1,612,511	-	1,981,729	14,099,192
Office Equipment	35,406,417	5,584,460	-	40,990,877	15%	3,455,638	-	19,074,573	21,916,304
Tube-Well	604,298	166,000	-	770,298	15%	363,053	-	419,092	351,206
Air Compressor	28,051,012	-	-	28,051,012	15%	4,319,656	-	7,879,359	20,171,653
Grinding Media	145,010,739	-	-	145,010,739	33%	94,735,198	-	111,326,127	33,684,612
Lab Equipment	8,840,619	1,599,830	-	10,440,449	10%	3,021,653	-	3,664,528	6,775,921
Vessel	117,148,525	42,889,186	-	160,037,711	10%	8,383,307	-	57,137,802	102,899,909
Portable Cement Silo	101,828,776	20,404,340	-	122,233,116	3%	3,095,674	-	11,391,039	110,842,077
Office Decoration	11,857,300	230,626	-	12,087,926	15%	1,051,575	-	5,910,720	6,177,206
30 June 2022	6,983,720,140	416,116,509	(9,268,667)	7,390,567,982		280,399,475	(3,606,571)	2,059,692,756	5,330,875,226
30 June 2021	6,780,854,533	211,365,607	(8,500,000)	6,983,720,140		276,503,460	(1,881,946)	1,782,899,852	5,200,820,288

Depreciation charge has been allocated to:

30 June 2022	30 June 2021
Taka	Taka
149,882,017	153,070,299
9,037,278	8,667,314
90,005,122	83,871,249
31,475,059	30,894,598
<u>280,399,475</u>	<u>276,503,460</u>

Cost of Goods Sold
Administrative Expenses
Selling & Distribution Expenses
Bag plant
TOTAL



Category of assets	Cost			Rate	Depreciation			Amount in Taka	
	Opening	Addition	Closing		Charged during the year	Disposal/ Adjustment	Closing	Written down value	
								As at 30 June 2021	As at 30 June 2022
Land & Land Development	3,518,667,260	-	3,518,667,260	0%	-	-	-	3,518,667,260	-
Factory Building	32,315,251	-	32,315,251	3%	807,531	-	6,205,083	26,110,168	-
Jetty Construction	3,132,068	-	3,132,068	3%	78,268	-	601,411	2,530,657	-
Electric Installation	-	-	-	8%	-	-	-	-	-
Plant & Machinery	179,550,427	-	179,550,427	8%	8,435,253	-	75,515,643	104,034,784	-
Boundary Wall & Fencing	245,141	-	245,141	5%	64,940	-	73,950	171,191	-
Furniture & Fixtures	-	-	-	10%	-	-	-	-	-
Telephone & Fax Installation	-	-	-	15%	-	-	-	-	-
Loose Tools	-	-	-	15%	-	-	-	-	-
Motor Vehicles	-	-	-	15%	-	-	-	-	-
Office Building & Shed	1,030,264	-	1,030,264	3%	172,083	25,745	197,828	832,436	-
Office Equipment	-	-	-	15%	-	-	-	-	-
Tube-Well	-	-	-	15%	-	-	-	-	-
Air Compressor	-	-	-	15%	-	-	-	-	-
Grinding Media	-	-	-	33%	-	-	-	-	-
Export of 49,746 MT Cement were ma	-	-	-	10%	-	-	-	-	-
Vessel	-	-	-	10%	-	-	-	-	-
Portable Cement Silo	-	-	-	3%	-	-	-	-	-
Office Decoration	-	-	-	15%	-	-	-	-	-
Software	-	-	-	10%	-	-	-	-	-
30 June 2022	3,734,940,411	-	3,734,940,411		73,238,108	9,355,807	82,593,915	3,652,346,496	-
30 June 2021	671,777,717	3,063,162,694	3,734,940,411		63,169,695	10,068,413	73,238,108	3,661,702,303	-

Depreciation charge has been allocated to:

	30 June 2022 Taka	30 June 2021 Taka
Cost of Goods Sold	7,860,811	8,459,491
Administrative Expenses	-	-
Selling & Distribution Expenses	1,494,996	1,608,922
Bag Plant	9,355,807	10,068,413
TOTAL	19,701,614	20,136,826



Category of assets	Cost				Depreciation				Amount in Taka		
	Opening	Addition	Disposal	Closing	Rate	Opening	Charged during the year	Disposal/ Adjustment	Closing	Written down value	
										As at 30 June 2022	
Land & Land Development	5,413,465,940	103,968,500	-	5,517,434,440	0%	-	-	-	-	5,517,434,440	-
Factory Building	811,412,377	1,438,200	-	812,850,577	3%	127,094,687	20,532,368	-	147,627,054	665,223,523	-
Jetty Construction	69,003,633	285,000	-	69,288,633	3%	10,790,847	215,373	-	11,006,221	58,282,412	-
Electric Installation	153,844,798	13,268,784	-	167,113,582	8%	51,846,491	8,374,229	-	60,220,720	106,892,862	-
Plant & Machinery	2,692,519,930	10,918,291	-	2,703,438,221	8%	903,151,089	134,498,771	-	1,037,649,860	1,665,788,361	-
Boundary Wall & Fencing	5,350,022	1,823,000	-	7,173,022	5%	1,513,385	233,081	-	1,746,466	5,426,556	-
Furniture & Fixtures	10,262,970	133,000	-	10,395,970	10%	3,961,165	633,954	-	4,595,120	5,800,850	-
Telephone & Fax Installation	568,344	-	-	568,344	15%	391,234	26,567	-	417,801	150,543	-
Loose Tools	259,932	-	-	259,932	15%	161,852	14,712	-	176,564	83,368	-
Motor Vehicles	1,068,211,358	188,184,668	(2,468,667)	1,253,927,359	15%	568,060,619	85,089,315	(1,594,837)	651,555,077	602,372,282	-
Motor Vehicles-Employee Car	31,995,000	21,130,000	(6,800,000)	46,325,000	10%	7,414,495	2,906,209	(2,011,714)	8,308,990	38,016,010	-
Office Building & Shed	13,018,561	4,092,624	-	17,111,185	3%	1,784,594	394,963	-	2,179,557	14,931,628	-
Office Equipment	35,406,417	5,584,460	-	40,990,877	15%	15,618,936	3,455,638	-	19,074,573	21,916,304	-
Tube-Well	604,298	166,000	-	770,298	15%	363,053	56,038	-	419,092	351,206	-
Air Compressor	28,051,012	-	-	28,051,012	15%	4,319,656	3,559,704	-	7,879,359	20,171,653	-
Grinding Media	145,010,739	-	-	145,010,739	33%	94,735,198	16,590,929	-	111,326,127	33,684,612	-
Lab Equipment	8,840,619	1,599,830	-	10,440,449	10%	3,021,653	642,875	-	3,664,528	6,775,921	-
Vessel	117,148,525	42,889,186	-	160,037,711	10%	48,754,495	8,383,307	-	57,137,802	102,899,909	-
Potable Cement Silo	101,828,776	20,404,340	-	122,233,116	3%	8,295,364	3,095,674	-	11,391,039	110,842,077	-
Office Decoration	11,857,300	230,626	-	12,087,926	15%	4,859,146	1,051,575	-	5,910,720	6,177,206	-
Grand total 30 June 2022	10,718,660,551	416,116,509	(9,268,667)	11,125,508,393		1,856,137,959	289,755,282	(3,606,571)	2,142,286,670	8,983,221,723	
Grand total 30 June 2021	7,452,632,250	3,274,528,301	(8,500,000)	10,718,660,551		1,571,448,033	286,571,873	(1,881,946)	1,856,137,960	8,862,522,591	

Depreciation charge has been allocated to:

Particulars	30 June 2022	30 June 2021
	Taka	Taka
Cost of production	157,742,828	161,529,790
Administrative expenses	9,037,278	8,667,314
Selling & distribution expenses	90,005,122	83,871,249
Bag plant	32,970,055	32,503,520
Total	289,755,282	286,571,873

Note:

- Name of Valuer : M/S Hoda Vasi Chowdhury & Co.,
- Valuation method : Net asset value method.
- Date of Capitalization: Revaluation surplus capitalized on 01 July 2020.



Intangible Assets

Category of assets	Cost				Rate	Amortization				Written down
	Opening	Addition	Disposal/ Adjustment	Closing		Opening	Charged during the year	Disposal/ Adjustment	Closing	As at 30 June 2022
Software	1,186,013	1,497,900	-	2,683,913	10%	447,828	156,162	-	603,990	2,079,923
Grand total 30 June 2022	1,186,013	1,497,900	-	2,683,913		447,828	156,162	-	603,990	2,079,923
Grand total 30 June 2021	1,023,563	162,450	-	1,186,013		376,450	71,378	-	447,828	738,185

Amortization charge has been allocated to:

	30 June 2022	30 June 2021
	Taka	Taka
Administrative Expenses	156,162	71,378
TOTAL	156,162	71,378

Lease Assets-Right of Use

Category of assets	Opening	Addition	Disposal	Closing
Accommodation Bulding	15,009,028	-	-	15,009,028
Office Floor	21,287,665	-	-	21,287,665
30 June 2022	36,296,693	-	-	36,296,693
30 June 2021	36,296,693	-	-	36,296,693

Opening	Charged during the year	Disposal/ Adjustment	Closing	As at 30 June 2022
3,335,340	1,667,670	-	5,003,010	10,006,018
13,009,128	7,095,888	-	20,105,016	1,182,649
16,344,468	8,763,558	-	25,108,026	11,188,667
7,580,910	8,763,558	-	16,344,468	19,952,225

Particulars

	30 June 2022	30 June 2021
	Taka	Taka
Cost of production	1,667,670	1,667,670
Administrative expenses	7,095,888	7,095,888
Total	8,763,558	8,763,558



Auditor's Report & Audited Financial Statements
of
Premier Power Generation Limited
As at and for the year ended 30 June 2022

**Independent Auditor's Report
to the shareholders of
Premier Power Generation Limited**

Opinion

We have audited the financial statements of Premier Power Generation Limited hereinafter referred to as "the company" which comprise the statement of financial position as at 30 June 2022, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company as at 30 June 2022, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994 and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standard on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), together with the ethical requirements that are related to audit of financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and ICAB by laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the Financial Statements and Auditor's Report thereon

Management is responsible for other information. The other information comprises of the information including Director's Report included in annual report, but does not include the financial statements of the company and our Auditor's Report thereon.

In connection with our audit of the financial statements, our responsibility is to read the Director's report and in doing so, consider whether the director's Report is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated, if, based on the work we have performed, we conclude that there is a material misstatement in the Director's report, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

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

In preparing the financial statements, management is responsible for assessing 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 Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Company as a whole are free from material misstatement, whether due to fraud and error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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 financial statements.

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

- Identify and assess the risks of material misstatement of the 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- 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 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 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 Company to cease to continue as a going concern.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements of the company. We are responsible for the direction, supervision and performance of the 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 also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, communicated them all relationships and other matters that may reasonably be thought to bear on our independence and where applicable related safeguards.


Report on other Legal and Regulatory Requirements

In accordance with Companies Act 1994, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof.
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books; and
- c) the company's financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account.

DVC: 2212201550ASB56584

Dated, 18 DEC 2022
Dhaka *sb*


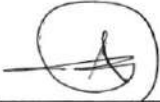



Sukanta Bhattacharjee FCA
Enrollment No-1550
Partner
Snehasish Mahmud & Co.
Chartered Accountants

Premier Power Generation Limited
Statement of Financial Position
As at 30 June 2022


Particulars	Notes	30 June 2022	30 June 2021
ASSETS			
Non-current assets			
Property, plant and equipment	4.00	139,493,923	144,749,117
Lease -Rights of use	5.00	1,348,855	1,798,473
Total non-current assets		140,842,778	146,547,590
Current assets			
Advances, deposits and pre-payments	6.00	13,022,932	13,022,931
Current account with holding company	7.00	341,875,782	320,095,271
Investment in FDR	8.00	5,903,397	-
Cash and Cash Equivalent	9.00	363,350	362,583
Total current assets		361,165,460	333,480,785
Total assets		502,008,238	480,028,375
Equity and liabilities			
Equity			
Share Capital	11.00	50,000,000	50,000,000
Revaluation reserve		30,278,202	32,215,254
Retained earnings		417,213,393	390,365,147
Total equity		497,491,596	472,580,401
Non- Current Liability			
Lease liability- Long term portion	10.00	1,024,814	1,467,518
Total Non- Current Liability		1,024,814	1,467,518
Current Liabilities			
Trade and other payable	12.00	3,049,124	5,572,686
Lease liability- Current portion	10.00	442,704	407,771
Total current liabilities		3,491,828	5,980,457
Total equity and liabilities		502,008,238	480,028,375
Net assets value per share		994.98	945.16

The annexed notes 1 to 18 form an integral part of these financial statements.

 _____ Company Secretary	 _____ Director	 _____ Managing Director As per our report of same date
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DVC : 2212201550AS856584

Dated: 18 DEC 2022
Dhaka



Sukanta Bhattacharjee FCA
Enrollment No-1550
Partner
Snehasish Mahmud & Co.
Chartered Accountants

Premier Power Generation Limited
Statement of Profit or Loss Account and other comprehensive income
For the year ended 30 June 2022

In Taka	Notes	30-Jun-22	30-Jun-21
Revenue		105,153,150	119,493,000
Cost of sales	13	(73,794,106)	(74,861,091)
Gross profit		31,359,044	44,631,909
Other income	8	62,897	-
Administrative expenses	14	(6,358,517)	(6,315,886)
Net Profit from operation		25,063,424	38,316,024
Finance costs	15	(152,229)	(187,198)
Profit before income tax		24,911,195	38,128,826
Income tax:			
Prior year		-	(500,000)
Current tax expenses		-	-
Net profit after tax		24,911,195	37,628,826
Other comprehensive income			
Revaluation of property plant & equipment		-	22,443,886
Total other comprehensive income		-	22,443,886
Total comprehensive income for the year		24,911,195	60,072,712
Basic earnings per share (par value of Taka 100)		49.82	75.26

The annexed notes 1 to 18 form an integral part of these financial statements.



 Company Secretary



 Director




 Managing Director

As per our report of same date

DVC: 2212201550AS 856584

Dated: 18 DEC 2022
 Dhaka



 Sukanta Bhattacharjee FCA
 Enrollment No-1550
 Partner
 Snehasish Mahmud & Co.
 Chartered Accountants

Premier Power Generation Limited
Statement of Changes in Equity
For the year ended 30 June 2022

In Taka	Share capital	Revaluation reserve	Retained earnings	Total equity
Balance at 01 July 2020	50,000,000	11,832,838	350,674,851	412,507,689
Net profit for the year		-	37,628,826	37,628,826
Depreciation on revalued assets		(2,061,470)	2,061,470	-
Revaluation reserve		22,443,886	-	22,443,886
Balance at 30 June 2021	50,000,000	32,215,254	390,365,147	472,580,401
Balance as at 01 July 2021	50,000,000	32,215,254	390,365,147	472,580,401
Net profit for the year		-	24,911,195	24,911,195
Depreciation on revalued assets		(1,937,052)	1,937,052	-
Revaluation reserve		-	-	-
Balance at 30 June 2022	50,000,000	30,278,202	417,213,393	497,491,596



Company Secretary



Director



Managing Director

Dated: 18 DEC 2022
Dhaka



Premier Power Generation Limited
Statement of Cash Flows
For the year ended 30 June 2022

In Taka	30-Jun-22	30-Jun-21
A. Cash flows from operating activities		
Receipt from customers	83,372,640	74,295,065
Payment to employees	(9,108,148)	(7,217,500)
Payment to suppliers & others	(64,602,764)	(62,241,542)
Cash generated from operating activities	9,661,728	4,836,023
Bank charge & Interest paid	(196,461)	(343,303)
Tax paid	-	(500,000)
Other income	62,897	-
Net cash from operating activities	9,528,164	3,992,720
B. Cash flows from investing activities		
Sales/(Purchase) of property, plant & equipment	(3,624,000)	(3,994,400)
Investment in FDR	(5,903,397)	-
Net cash used in investing activities	(9,527,397)	(3,994,400)
C. Cash flows from financing activities		
Proceeds from Bank Borrowing	-	-
Repayment of Bank Borrowing	-	-
Net cash provided from financing activities	-	-
Net increase/(decrease) in cash and cash equivalent	767	(1,680)
Cash and cash equivalent at the beginning of the year	362,583	364,263
Cash and cash equivalent at the end of the year	363,350	362,583
Net operating cash flow per share (NOCFPS)	19.06	7.99



Company Secretary



Director



Managing Director

Dated: 18 DEC 2022
Dhaka



Premier Power Generation Limited
Notes to the financial statements
As at and for the year ended 30 June 2022

1 Reporting entity

Premier Power Generation Limited, herein after referred to as 'the Company' was formed and incorporated with the Registrar of Joint Stock Companies and Firms, Bangladesh on 07 September 2006 under the Companies Act 1994 as a subsidiary of Premier Cement Mills Limited limited by shares vide registration no: CH-5999/2006. The Registered Address of the company is Floor 12, TK Bhaban, Kawran Bazar, Dhaka 1215. The factory at situated at West Mukterpur, Munshigonj with an installed capacity of 5.234 MW run by Natural Gas from TGTDCCL.

1.10 Nature of business

The objectives of the company is to establish, run, operate and maintain the power energy projects in Bangladesh and to sell power/ energy to its mother company Premier Cement Mills Limited.

2.00 Basis of preparation

2.01 Statement of compliance

The financial statements have been prepared in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRS), the Companies Act 1994, other applicable laws and regulations.

2.02 Other regulatory compliances

The Company is also required to comply with the following major laws and regulations along with the Companies Act 1994.

The Income Tax Ordinance, 1984

The Income Tax Rules, 1984

The Value Added Tax Act, 2012

The Value Added Tax Rules, 2016

The Customs Act 1969

2.03 Basis of measurement

The financial statements have been prepared on historical cost following the accrual basis of accounting.

2.04 Functional and presentation currency

These financial statements are presented in Bangladesh Taka (Taka/Tk/BDT), which is both functional and presentational currency of the Company. The amounts in these financial statements have been rounded off to the nearest integer unless otherwise indicated.

2.05 Use of estimates and judgments

The preparation of the 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.



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:

Particularly

Property, plant and equipment

2.06 Reporting period

The financial period of the company covers one year from 1st July to 30th June consistently.

2.07 Going concern

The company believes that they have adequate resources and group support to continue its operation in foreseeable future. As a result the financial statements of the company has been prepared on a going concern basis.

2.08 Statement of cash flows

Statement of Cash Flows is prepared in accordance with IAS 7 "Statement of Cash Flows" and the cash flow from the operating activities are shown under the indirect method.

3.00 Significant accounting policies

The specific accounting policies selected and applied by the company's management 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.

3.01 Consistency

The accounting policies and methods of computation used in preparation of financial statements for the period ended 30th June 2022 are consistent with those policies and methods adopted in preparing the financial statements for the year ended 30th June 2021.

3.02 Property, plant and equipment

Recognition and measurement

Items of property, plant and equipment are carried at revalued amount, being fair values at the date of revaluation less subsequent accumulated depreciation and subsequent impairment losses, if any.

Subsequent costs

The cost of replacing a part of property, plant and equipment is recognized in the carrying amount of the item if it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the statement of comprehensive income during the financial period in which they incurred.

Depreciation

In respect of fixed assets other than freehold land, depreciation is provided on reducing balance method over their expected useful life and day basis depreciation charged in addition to fixed assets during the year. 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 Income Statement.



The depreciation rates used for the current year are as follows:

Name of assets	<u>Rate</u>
Plant and machinery	6%
Furniture & fixture	10%
Generator building	10%
Office decoration	15%
Office equipment	20%

3.03 Financial instruments

Non-derivative financial assets

The company initially recognizes accounts receivables & advance, deposit and pre-payments on the date that they are originated. All other financial assets (including assets designated at fair value through profit or loss) are recognized initially on the trade date at which the company becomes a party to the contractual provisions of the instrument.

The company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the company is recognized as a separate asset or liability.

Financial assets include accounts & other receivables, advances, deposits and prepayments and cash and cash equivalents.

3.04 Cash and cash equivalents

It includes cash in hand, bank deposit and other short term high liquid investments with original maturities of three months were held and available for use by the company without any restriction and there is insignificant risk of changes in value of these current assets.

3.05 Advance, deposits and prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads such as property, plant and equipment, inventory or expenses.

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to profit and loss.

3.06 Non-derivative financial liabilities

Liabilities (including liabilities designated at fair value through profit or loss) are recognized initially on the trade date at which the company becomes a party to the contractual provisions of the instrument.

The company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire.

Financial assets and 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 on a net basis or to realize the asset and settle the liability simultaneously.

Financial liabilities includes trade & other payables.



3.07 Trade & other payables

The company recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the entity of resources embodying economic benefits. The Company did not have any accounts payable at the reporting date. Liabilities are recorded at the amount payable for settlement in respect of goods or services received by the company.

3.08 Provisions

Provisions are recognized when the Company has a present obligation as a result of past event, and it is probable that the company will be required to settle that obligation. Provisions are measured at the directors' best estimate of the expenditure required to settle the obligation at the balance sheet date, and are discounted to present value where the effect is material.

3.09 Right of Use assets and lease liabilities

The Company is a party to lease contracts for:

a) Buildings- office space

The application of IFRS 16 requires the Company to make judgements that affect the valuation of the lease liabilities and the valuation of right-of-use assets. These include determination of contracts in scope of IFRS 16, contract term and interest rate used for discounting of future cash flows.

Leases are recognized, measured and presented in line with IFRS 16 'Leases'. The company has only one rent agreement for lease period of 5 years starting from 01 July 2020 to 30 June 2025.

There is another lease agreement which contains, PPGL using 50 decimals out of an area measuring 155.5 decimals of vacant land under R.S. Khatian No 301, 302 & 304 at PCML's factory premises at west Mukterpur, Munshigong-1500. The land is free of cost for supplying electricity to PCML at concessional rate. There is no implication of IFRS 16 for this lease agreement.

3.10 Share capital

Paid up capital represents total amount contributed by the shareholders.

3.11 Finance expenses and income

Finance expenses comprise interest expense on long term and short loans, bank charges and commission, finance lease. Finance expenses are recognized in the statement of comprehensive income.

Finance income represents interest income on fixed deposits and savings accounts maintained with banks.

3.12 Other income

Other income includes insurance commission, sale of wastages etc. Sale proceeds from wastage, scrap etc. are recognized as revenue income as and when realized.

The Company did not have any other income in the reporting period.



3.13 Taxation

Current tax

Income tax expense is recognized in statement of profit and loss and other comprehensive income. Current tax is the expected tax payable on the total income for the period/year using tax rates enacted or substantially enacted as of reporting date and any adjustment to tax payable in respect of previous years. The company enjoys Tax exemption for fifteen (15) years (from August 2008 to July 2023) vide SRO No - 114 / AvBb/99 dated 26.05.1999 under Income Tax Ordinance 1984.

3.14 Revenue

In compliance with the requirements of IFRS 15 : Revenue from contracts with customers is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates.

Revenue is recognized in the statement of comprehensive income upon supply of electricity, quantum of which is determined by survey of meter reading at the end of each month. Revenue is measured at fair value of consideration received or receivable. At present, electricity is sold @ BDT 7.50 per kilowatt.

3.15 Events after 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.

3.16 Contingent liabilities and assets

Contingent liabilities and assets are current or possible obligations or assets, arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the company. In accordance with IAS 37, they are disclosed in the notes to the financial statements.

3.17 General

The figure in bracket denote negative.

Previous year's figures have been rearranged to conform to current year presentation wherever considered necessary.



4.00 Property, plant and equipments

In Taka	Notes	30-Jun-22	30-Jun-21
A. Cost and Revaluation			
Opening Balance		195,464,588	169,026,302
Addition during the year		3,624,000	26,438,286
Disposal during the year		-	-
Closing Balance		199,088,588	195,464,588
Accumulated depreciation			
Opening Balance		50,715,471	41,445,967
Charged during the year		8,879,194	9,269,504
Disposal during the year		-	-
Closing Balance		59,594,665	50,715,471
C. Written down value (A-B)		139,493,923	144,749,117

(A schedule of property, plant and equipment is given in annexure -A)

5.00 Right of use assets:

In Taka	Notes	30-Jun-22	30-Jun-21
Opening Balance		2,248,091	-
Addition during the year		-	2,248,091
Disposal during the year		-	-
Closing Balance		2,248,091	2,248,091
Accumulated Depreciation			
Opening Balance		449,618	-
Addition during the year		449,618	449,618
Disposal during the year		-	-
Closing Balance		899,236	449,618
Written down value		1,348,855	1,798,473

6.00 Advances, deposits & pre-payments:

In Taka	Notes	30-Jun-22	30-Jun-21
Deposit to TGTDCCL		10,109,900	10,109,900
Bank guarantee margin to TGTDCCL		1,974,430	1,974,430
Pre-paid bank guarantee commission		320,607	320,606
Advance income tax		491,230	491,230
MRH Dey & Co.		120,938	120,938
Kaltimex energy bangladesh (Pvt) Ltd.		4,800	4,800
VAT current account		1,027	1,027
Closing Balance		13,022,932	13,022,931

7.00 Current Account with holding Company:

In Taka	Notes	30-Jun-22	30-Jun-21
Premier Cement Mills Limited (Holding Company)		341,875,782	320,095,271
Closing Balance		341,875,782	320,095,271

8.00 Investment in FDR

In Taka	Notes	30-Jun-22	30-Jun-21
Social Islami Bank Ltd. No. 17364		5,840,500	-
Accrude interest		62,897	-
Closing Balance		5,903,397	-

9.00 Cash and bank balances:

In Taka	Notes	30-Jun-22	30-Jun-21
Cash in hand		-	-
Dutch Bangla Bank Ltd Agr Br. # 16116		237,719	238,559
Standard Bank Ltd. Ktg Br. # 8998		123,183	124,024
Social Islami Bank Ltd # 087133 000 4244		2,448	-
Closing Balance		363,350	362,583

10.00 Lease Liability

In Taka	Notes	30-Jun-22	30-Jun-21
Current portion		442,704	407,771
Long term portion		1,024,814	1,467,518
Closing Balance		1,467,518	1,875,289

PPGL using 50 decimals out of an area measuring 155.5 decimals of vacant land under R.S. Khatian No 301, 302 & 304 at PCML's factory premises at west Mukterpur, Munshigong-1500. The land is free of cost for supplying electricity to PCML at concessional rate.

11.00 Share capital:

In Taka	Notes	30-Jun-22	30-Jun-21
Authorized:			
2,000,000 Ordinary shares of Taka 100 each		200,000,000	200,000,000
Issued, subscribed and paid up:			
500,000 Ordinary Shares of Tk.100/-each fully paid-up in c:		50,000,000	50,000,000

Share holding position

The composition of share holders at balance sheet date were as follows:

Name of shareholders	30-Jun-22			30-Jun-21
	%	No. of Shares	Face value	Face value
01. Mr. Mohammed Amirul Haque	0.50%	2,500	250,000	250,000
02. Mr. Mohammed Raquibul Haque	0.20%	1,000	100,000	100,000
03. Mr. Mohammed Ershadul Hoque	0.00%	-	-	-
04. Mrs. Nashira Sultana	0.10%	500	50,000	50,000
05. Mr. Mohammed Zahurul Haque	0.20%	1,000	100,000	100,000
06. Mr. Abu Sadat Mohd. Faisal	0.50%	2,500	250,000	250,000
07. Mr. Hasnat Mohd. Abu Obida	0.50%	2,500	250,000	250,000
08. Mr. Mohammad Mustafa Haider	0.33%	1,670	167,000	167,000
09. Ms. Farzana Afroze	0.33%	1,665	166,500	166,500



10. Ms. Rizwana Afroze	0.33%	1,665	166,500	166,500
11. Mr. Md. Jahangir Alam	0.40%	2,000	200,000	200,000
12. Mr. Md. Alamgir Kabir	0.25%	1,250	125,000	125,000
13. Mr. Md. A. Rouf	0.10%	500	50,000	50,000
14. Mr. Md. Almas Shimul	0.10%	500	50,000	50,000
15. Mr. Md. Ashrafuzzaman	0.10%	500	50,000	50,000
16. Mr. Md. Abdul Ahad	0.05%	250	25,000	25,000
17. Premier Cement Mills Limited.	96%	480,000	48,000,000	48,000,000
Total	100%	500,000	50,000,000	50,000,000

12.00 Trade & other payables

In Taka	Notes	30-Jun-22	30-Jun-21
Provision for Audit Fee		92,000	92,000
Seacom Shipping Ltd.		110,490	110,489
Provision for Gas Bill		2,846,634	5,347,697
VAT Payable-Huda Vashi Chowdhury & Co		-	22,500
Total		3,049,124	5,572,686

13.00 Cost of sales

In Taka	Notes	30-Jun-22	30-Jun-21
Gas Bill		48,815,034	56,287,813
Salary & Wages		4,268,148	2,372,500
Conveyance & Travelling		107,348	429,304
Printing & stationery		103,247	104,797
Entertainment		90,299	11,569
Repairs & Maintenance		11,566,361	6,428,436
Telephone & Internet charge		20,152	24,196
Depreciation		8,823,517	9,202,476
Total		73,794,106	74,861,091

14.00 Administrative expenses

In Taka	Notes	30-Jun-22	30-Jun-21
Salary & Allowance		4,840,000	4,845,000
Travelling & Conveyance		634,605	329,621
Audit Fee including VAT		92,000	92,000
Legal renewal & Professional Fee		225,751	342,720
Bank charge		44,232	156,105
Printing & Stationery		16,634	33,793
Depreciation		505,295	516,647
Total		6,358,517	6,315,886



15.00 Finance costs

In Taka	Notes	30-Jun-22	30-Jun-21
Interest on Lease Liability		152,229	187,198
Closing Balance		152,229	187,198

16.00 Contingent liabilities

In Taka	Notes	30-Jun-22	30-Jun-21
There are contingent liabilities in respect of bank guarantee for Tk. 19.08 milion.			
Bank Guarantee			
Standard bank limited		19,081,420	19,081,420
Closing Balance		19,081,420	19,081,420

17.00 Related party disclosure

During the year the company carried out a number of transactions with related party in the normal course of business. The name of the related party and nature of those transactions have been set out in accordance with the provisions of IAS-24: Related party disclosure.

Name of related party	Nature of Relationship	Nature of Transaction	Terms and Condition	Net transaction during the year	Closing Balance at 30.06.2022	Closing Balance at 30.06.2021
Premier Cement Mills Limited	Holding Copmpany	Loan to meet operational expenses	Mutual understanding	21,780,510	341,875,781	320,095,271
Seacom Shipping Limited	Common directorship	C & F	Arm's length transaction	-	(110,489)	(110,489)

NB: All expenses of Premier Power Generation Limited are paid by Premier Cement Mills Limited and the corresponding liability is adjusted with the receivables (from the sale of electricity to Premier Cement Mills Limited) of Premer Power Generation Limited

18.00 Number of employees

The company has 5 employees in administration sector and 13 employees in fatory during the year.



Premier Power Generation Limited
Schedule of property, plant and equipment
As at 30 June 2022

Annexure -A
Amount in Taka

Cost:	C o s t				Rate	D e p r e c i a t i o n				
	Banalce as on 01 July 2021	Addition during the year	Disposal during the year	Balance as on 30 June 2022		Banalce as on 01 July 2021	Charged during the year	Disposal during the year	Balance as on 30 June 2022	Written down value as on 30 June 2022
Category of Assets	Taka	Taka	Taka	Taka	%	Taka	Taka	Taka	Taka	Taka
	1	2	3	4	5	6	7	8	9 10= (7+8-9)	11= (5-10)
Plant & machinery	153,301,855	3,624,000	-	156,925,855	6%	42,448,492	6,748,870	-	49,197,362	107,728,493
Furniture & fixture	2,465	-	-	2,465	10%	1,155	131	-	1,286	1,179
Generator building	2,454,401	-	-	2,454,401	10%	1,150,032	130,437	-	1,280,469	1,173,932
Office decoration	650,098	-	-	650,098	15%	404,914	36,778	-	441,692	208,406
Office equipment	440,527	-	-	440,527	20%	310,890	25,927	-	336,817	103,710
Balance as of 30 June 2022	156,849,346	3,624,000	-	160,473,346		44,315,483	6,942,143	-	51,257,626	109,215,720
Balance as of 30 June 2021	152,854,946	3,994,400	-	156,849,346		37,107,449	7,208,034	-	44,315,483	112,533,863

Allocation	30 June 2022	30 June 2021
	Taka	Taka
Cost of production	6,891,979	7,147,493
Administrative expenses	50,164	60,642
Total	6,942,143	7,208,135



Revaluation:	Cost				Rate	Depreciation				Written down value as on 30 June 2022
	Balance as on 1 July 2021	Addition during the year	Disposal during the year	Balance as on 30 June 2022		Balance as on 1 July 2021	Charged during the year	Disposal during the year	Balance as on 30 June 2022	
Plant & machinery	38,493,401	-	-	38,493,401	6%	6,324,073	1,930,160	-	8,254,233	30,239,168
Furniture & fixture	-	-	-	-	10%	-	-	-	-	-
Generator building	-	-	-	-	10%	-	-	-	-	-
Office decoration	121,614	-	-	121,614	15%	75,747	6,880	-	82,627	38,987
Office equipment	227	-	-	227	20%	168	12	-	180	47
Balance as on 30 June 2022	38,615,242	-	-	38,615,242		6,399,988	1,937,052	-	8,337,040	30,278,202
Balance as on 30 June 2021	16,171,356	22,443,886	-	38,615,242		4,338,518	2,061,470	-	6,399,988	32,215,254

Allocation	30 June 2022	30 June 2021
	Taka	Taka
Cost of production	1,931,538	2,054,983
Administrative expenses	5,513	6,487
Total	1,937,052	2,061,470

Cost and Revaluation:	Cost				Rate	Depreciation				Written down value as on 30 June 2022
	Balance as on 01 July 2021	Addition during the year	Disposal during the year	Balance as on 30 June 2022		Balance as on 01 July 2021	Charged during the year	Disposal during the year	Balance as on 30 June 2022	
Plant & machinery	191,795,256	3,624,000	-	195,419,256	6%	48,772,565	8,679,029	-	57,451,594	137,967,662
Furniture & fixture	2,465	-	-	2,465	10%	1,155	131	-	1,286	1,179
Generator building	2,454,401	-	-	2,454,401	10%	1,150,032	130,437	-	1,280,469	1,173,932
Office decoration	771,712	-	-	771,712	15%	480,661	43,658	-	524,319	247,393
Office equipment	440,754	-	-	440,754	20%	311,058	25,939	-	336,997	103,757
Balance as on 30 June 2022	195,464,588	3,624,000	-	199,088,588		50,715,471	8,879,194	-	59,594,665	139,493,924
Balance as on 30 June 2021	169,026,302	26,438,286	-	195,464,588		41,445,967	9,269,504	-	50,715,471	144,749,118

Allocation	30 June 2022	30 June 2021
	Taka	Taka
Cost of production	8,823,517	9,202,476
Administrative expenses	55,677	67,029
Total	8,879,194	9,269,505

Note:

- i) Name of Valuer : M/S Huda Vasi Chowdhury & Co., Chartered Accountants.
- ii) Valuation method : Net asset value method.
- iii) Date of Capitalization: Revaluation surplus capitalized on 01 July 2020.

Lease Assets-Right of Use

Category of Assets	C o s t				Rate	D e p r e c i a t i o n				Written down value as on 30 June 2022
	Balance as on 01 July 2021	Addition during the period	Disposal during the period	Balance as on 30 June 2022		Balance as on 01 July 2021	Charged during the period	Disposal during the period	Balance as on 30 June 2022	
	Taka	Taka	Taka	Taka		%	Taka	Taka	Taka	
1	2	3	4	5	6	7	8	9	10= (7+8-9)	11= (5-10)
Office floor	2,248,091	0	-	2,248,091		449,618	449,618		899,236	1,348,855
Balance as on 30 June 2022	2,248,091	-	-	2,248,091		449,618.00	449,618	-	899,236	1,348,855

Allocation	30 June 2022	30 June 2022
	Taka	Taka
Administrative expenses	449,618	449,618
Total	449,618	449,618

