

2013-2014

annual report



PREMIER CEMENT MILLS LIMITED



... আমাদের সিমেন্ট



1. Rajshahi City Centre -Rajshahi.
2. International Garment Trade Centre - Ashulya, Dhaka.
3. Shimanto Shombhar BGB Headquarter - Dhaka.
4. Computer Council -Dhaka.
5. Moghbazar Mouchak Flyover -Dhaka.
6. RM Centre, Green Road -Dhaka.
7. Sher -E- Bangla National Cricket Stadium -Mirpur, Bangladesh.
8. Maa O Shishu Hospital -Chittagong.
9. Sheikh Kamal International Cricket Stadium -Cox's Bazar.
10. Kadamtoli Flyover -Chittagong.
11. Nagar Bhaban -Rajshahi.
12. Malenda Bridge -Dhaka.
13. Protik Ruposree, Banashree -Dhaka



Prestigious projects





Award of Excellence



ICSB

ICSB National Award 2013
for Corporate Governance Excellence

Bronze Award

Premier Cement Mills Ltd.
Manufacturing Companies Category

ICSB Institute of Chartered Secretaries of England

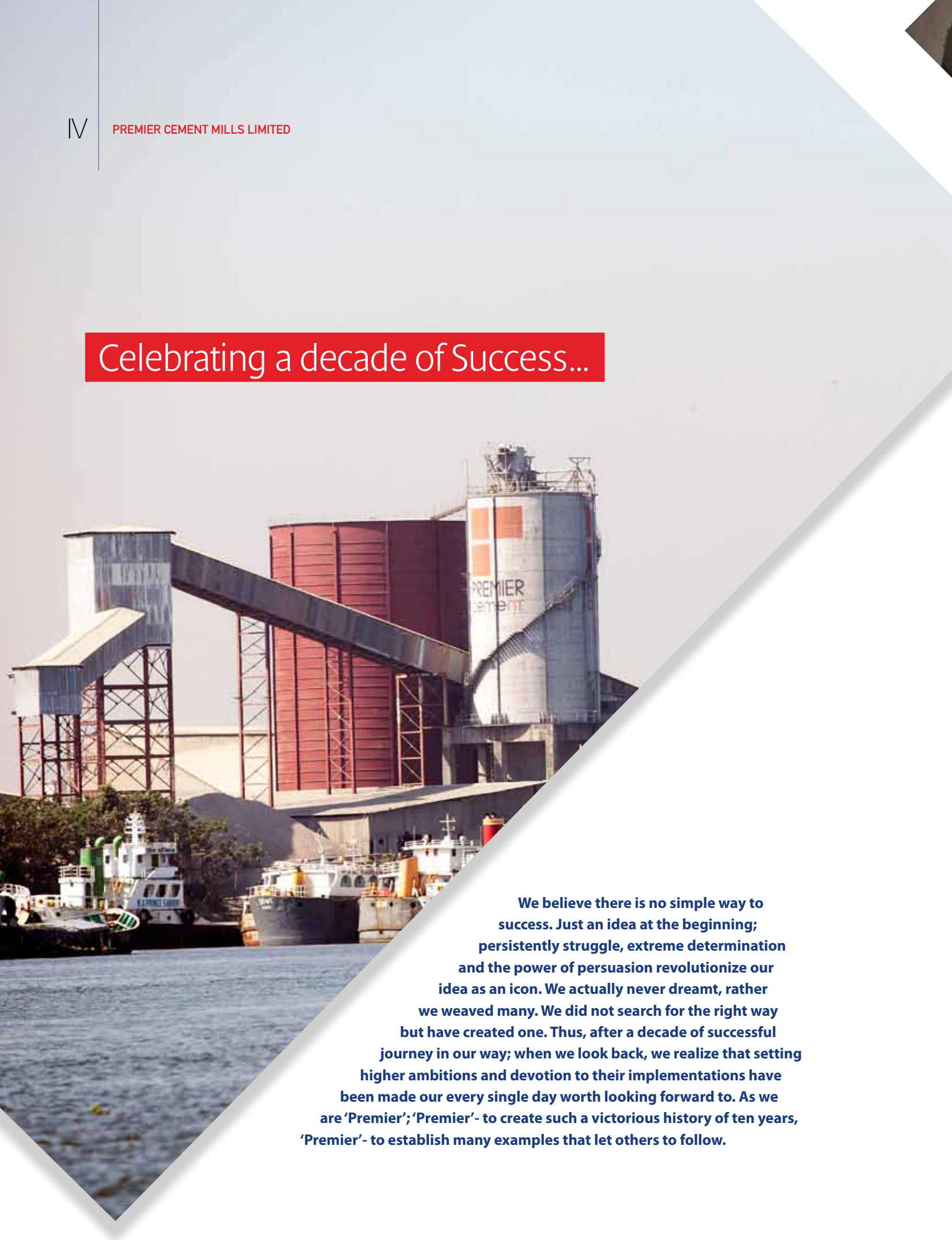


Certificate of Excellence in Corporate Governance.



Mr. Mohammed Amirul Haque, Managing Director is receiving the Bronze Award from Honorable Finance Minister Mr. Abul Maal Abdul Muhith, MP.

Celebrating a decade of Success...

A photograph of a large industrial cement mill facility. The facility features several tall, cylindrical silos and large storage tanks. One of the silos is white with the Premier Cement logo and the word 'PREMIER' visible. A long, dark conveyor belt structure runs across the scene. In the foreground, several large cargo ships are docked at a pier, with water visible in the lower part of the image. The sky is clear and blue.

We believe there is no simple way to success. Just an idea at the beginning; persistently struggle, extreme determination and the power of persuasion revolutionize our idea as an icon. We actually never dreamt, rather we weaved many. We did not search for the right way but have created one. Thus, after a decade of successful journey in our way; when we look back, we realize that setting higher ambitions and devotion to their implementations have been made our every single day worth looking forward to. As we are 'Premier'; 'Premier'- to create such a victorious history of ten years, 'Premier'- to establish many examples that let others to follow.

Table of Contents

Corporate Overview:

- 6 ● Business overview
- 8 ● Statements of Ethos and Values
- 9 ● Company's Information
- 10 ● Our Milestones
- 12 ● Financial & Operational highlights
- 14 ● Our strengths
- 16 ● Chairman's & Directors' Profiles
- 18 ● Management team
- 20 ● Message from the Chairman

Reports:

- 22 ● Directors' report
- 28 ◆ Annexure I: Directors' Declaration
- 29 ◆ Annexure II: Pattern of Shareholding
- 30 ◆ Annexure III: Code of Conduct & Ethical Standards
- 32 ◆ Annexure IV: CEO and CFO's Declaration
- 33 ◆ Annexure V: Corporate Governance Compliance Certificate
- 34 ◆ Annexure VI: Report on Corporate Governance Compliance
- 37 ◆ Annexure VII: Audit Committee Report
- 38 ◆ Annexure VIII: Additional Information
- 39 ◆ Annexure IX: Directors' Statement of Interest
- 40 ◆ Annexure X: Sustainability report
- 42 ◆ Annexure XI: Five years at a glance
- 43 ● Notice of the 12th Annual General Meeting

Financial Statements:

- 45 ● Consolidated
- 76 ● Standalone (PCML, PPGL, NCML)

Annexed Proxy Form and Attendance slip

Corporate overview



Plan

Prepare

Perform

Persistency



PREMIER
cemeNT

WE AT PREMIER CEMENT ARE CONSTANTLY DRIVEN BY DYNAMISM. PLANNING, PREPARING AND PERFORMING PERSISTENTLY MADE US UNIQUE AND UNPARALLEL IN THE INDUSTRY. WE PROMISED OURSELVES TO DELIVER OUR BEST IN EVERY MOMENT, AT EVERYWHERE; REGARDLESS OF HOWEVER FAVORABLE OR UNFAVORABLE THE CIRCUMSTANCES MAY TURNOUT TO BE. AND THAT IS THE KEY OF OUR DYNAMISM.

BRIEF OVERVIEW OF THE BUSINESS

We are one of the supreme and tech-oriented cement manufacturers in Bangladesh. Our Company manufactures European standard Cement using the best raw materials and technical excellence. Our cement is being used widely for different multidimensional constructions like bridges, roads, commercial and residential structures. The durability and dependability of our cement made us fairly popular in both local and foreign markets.

The Company established in 2001 and started its commercial operation in 2004 with only 0.6 Million Metric Tons annual production capacity. Now after being listed in stock exchanges on February 2013 and a decade of commercial production, the Company is proudly providing almost seven percent of country's total demand for cement. Having a remarkable yearly production capacity of 2.4 Million Metric Tons, the Company along with a broaden history of growth, approaching towards achieving greater market share by ensuring its fullest devotion to customer satisfaction and ethical business practices.

Statements of Ethos & Values

Vision

Work towards the development of the society through sustainable growth and excellence in performance.

Mission

To become a Leader in the Cement industry by satisfying our existing as well as potential customers through production excellence, competitive pricing and also by creating value for the stakeholders.

Core values:

Along with good Corporate Governance, business ethics is an integral part of everything that our Company does. Our core values lies on ensuring highest standards of ETHICS in business integrity and process for the best interests of all our stakeholders - not just our customers - but also our shareowners, workforce and external parties who work together with us.

Corporate Strategy

Objectives:

- To retain its lines of processes at highest level of operational efficiency.
- To ensure customer satisfaction and continuous improvement of our brand image.
- To be one of the top cement manufacturers by capturing target market share.
- To provide competitive rate of return to investors.
- To maintain secure & healthy workplace for employees and to be environmentally & socially responsible.

Strategy:

To enhance and upgrade production and quality facilities through strategic investments, the Company would continue to invest in its plant operations in a strategic way so that such investment results in cost-effective operations.

Along with focusing towards a strong presence of its products in all the markets of Bangladesh the Company would supply its products in diverse markets to achieve a healthy and growth oriented sales, in order to achieve dynamic financial results, with maximum returns to all the stakeholders.

The Company would also continue to demonstrate its commitment to better and brighten lives for the society as well as its stakeholders by adopting a wide range of green initiatives and CSR projects.

Corporate Information

Board of Directors

Mr. Mohammad Mustafa Haider	- <i>Chairman</i>
Mr. Mohammed Amirul Haque	- <i>Managing Director</i>
Mr. Md. Jahangir Alam	- <i>Director</i>
Mr. Md. Alamgir Kabir	- <i>Director</i>
Mr. Mohammed Ershadul Hoque	- <i>Director</i>
Mr. Rafiq Ahmad, FCMA	- <i>Independent Director</i>
Mr. Mahbubul Alam	- <i>Independent Director</i>

Audit Committee

Mr. Rafiq Ahmad, FCMA	- <i>Committee Chairman</i>
Mr. Mahbubul Alam	- <i>Member</i>
Mr. Mohammed Ershadul Hoque	- <i>Member</i>

Chief Financial Officer

Mr. Md. Shafiqul Islam Talukder, FCMA

Company Secretary

Mr. Kazi Md. Shafiqur Rahman

Head of Internal Audit

Mr. Md. Masuk Chowdhury

Statutory Auditors

M/s Hussain Farhad & Co., Chartered Accountants

Governance Compliance Auditor

A. K. Mazumdar & Associates

Valuer

S. F. Ahmed & Co., Chartered Accountants

Bankers:

AB Bank Limited
 Al-Arafah Islami Bank Limited
 Bank Asia Limited
 City Bank Limited
 Dutch Bangla Bank Limited
 HSBC
 IFIC Bank Limited
 Islami Bank Bangladesh Limited
 Jamuna Bank Limited
 Mercantile Bank Limited
 National Bank Limited
 NCC Bank Limited
 One Bank Limited
 Premier Bank Limited
 Prime Bank Limited
 Pubali Bank Limited
 Shahjalal Islami Bank Limited
 Social Islami Bank Limited
 Sonali Bank Limited
 Southeast Bank Limited
 Standard Bank Limited
 Standard Chartered Bank Limited
 State Bank of India
 United Commercial Bank Limited
 Uttara Bank Limited

Registered Office

Premier Cement Mills Limited
 Taher Chamber, 10 Agrabad C/A, Chittagong-4100
 Phone: 031-711611-5
 Fax: +880-31-710612-3
 Web: www.premiercement.com

Milestones of Growing Strong

2001

14 October 2001
Incorporation of Business
as Private Limited
Company

2004

12 March 2004
*Started production –
1st Unit*

2006

10 May 2006
Achieved ISO 9001:2000
Quality Management
System Certificate

2008

06 February 2008
Awarded Portland
Pozzolana Cement
Certificate by BIS

26 April 2008
First Export of Cement

2010

16 April 2010
Converted into Public
Limited Company





2011

01 January 2011
Started production – 2nd Unit

10 February 2011
Achieved ISO 9001:2008 Quality Management System Certificate

24 October 2011
Submission of IPO application for consent from SEC

2012

27 January 2012
Awarded Ordinary Portland Cement Certificate by BIS

02 October 2012
Consent from SEC for floating shares to public

17 December 2012
Beginning of IPO subscription

23 December 2012
Closing of IPO subscription for Bangladeshi Residents

2013

01 January 2013
Started production – 3rd and 4th Unit

01 January 2013
Closing of IPO subscription for NRB

20 January 2013
Lottery of IPO applications

03 February 2013
Listing in Chittagong Stock Exchanges

11 February 2013
Listing in Dhaka Stock Exchanges

03 March 2013
Inaugural trading in Stock Exchanges

18 April 2013
Imported BSW Bag Plant

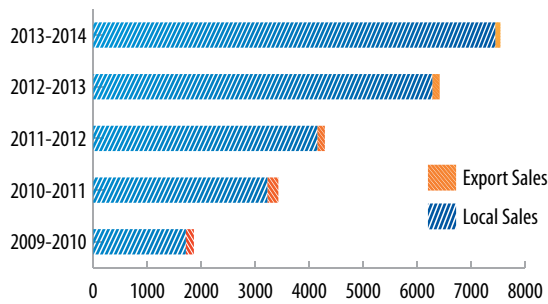
2014

14 July 2014
Started commercial production of the Bag Plant

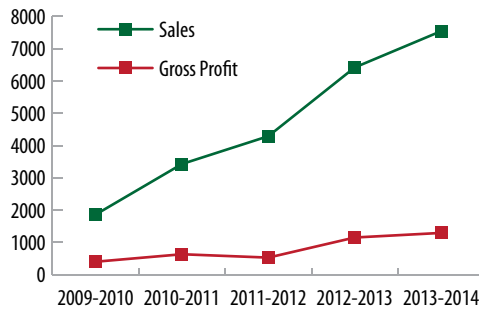
Financial & Operational highlights at a glance

Financial Facts

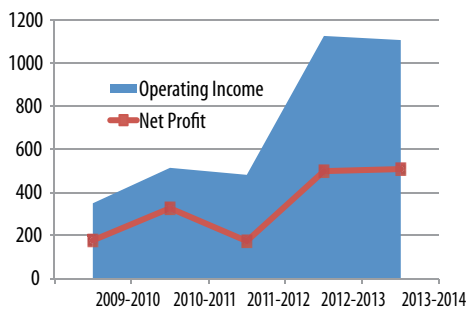
Company's sales revenue (in BDT Mn)



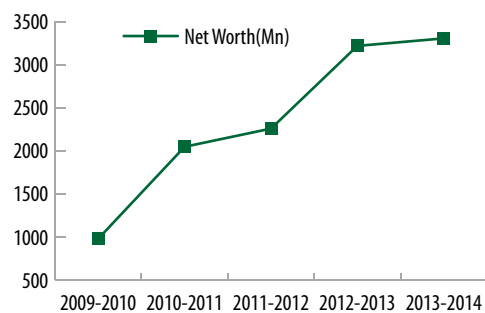
Revenue and Gross Profit (in BDT Mn)



Operating income and Net Profit (in BDT Mn)



Net Worth/ Net Assets of the Company (in BDT Mn)

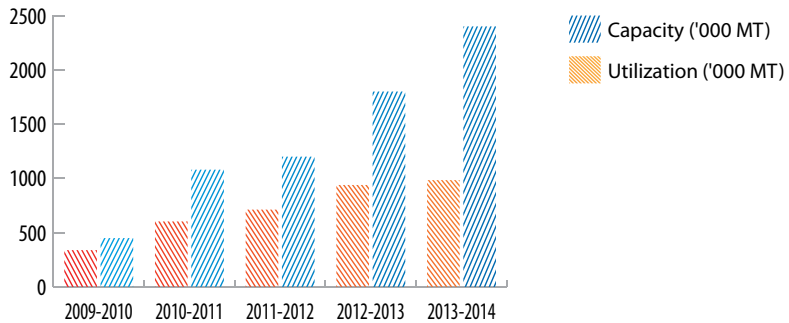




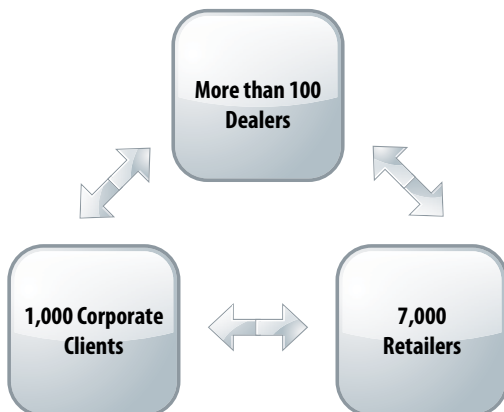
Operational Highlights

- 5.34 MW German origin Gas Based own Power Generation Plant
- 6 Ball Mills of 9,400 MT total capacity per day
- 7 Roto-Packers of total bagging capacity of 15,000 bags per hour
- Own Bag Plant having capacity of more than 26 million bag per annum

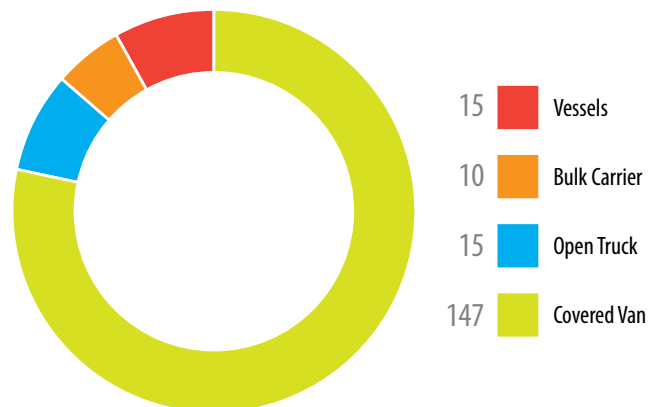
Production capacity and Utilization (in Million MT)



Distributor Network



Total number of Logistics support vehicles



'STRENGTH' solely is not our Strength



Supremacy of our Product

Strength and quality of cement are ensured in every sphere of our production process. The quality of our cement is certified by BUET, BSTI and ISO 9001:2008 and our fully automated manufacturing facility complies with Bangladeshi BDS EN, American ASTM, European EN and Indian BIS standards. The achievement of such quality begins with the procurement of best quality raw materials. And then constant monitoring of the entire process through well equipped laboratories and computerized raw material feeding systems ensures the endurance benchmark of our products from the production ends to constructions. We produce high quality OPC and PCC Cement which not only meets but also exceeds the quality standards. Segment wise endurance tests' results of our cement are shown below:

Duration	BUET Standards (PSI)		BUET Test Results of our Cement (PSI)	
	PCC	OPC	PCC	OPC
3 Days	1,900	1,890	2,800	3,000
7 Days	2,900	2,760	3,800	4,200
28 Days	3,620	4,060	5,500	6,000

Total Production Capacity

After setting up our 3rd and 4th production units, our Company possesses an exulting production capacity to face the growing demand of our cement. Starting from a production capacity of only 2,000 MT per day, it is now capable of producing 9,400 MT per day with its uninterrupted production process. The two installed additional units started commercial production in January 2013. From then the total production capacity of our Company stood at 2.40 Million MT per year. Moreover our aggregate capacity including the associate stands for a remarkable amount of 2.82 Million MT per annum.

Relentless Production Process

Uninterrupted production of our cement is assured by adopting prudent policies which ultimately lead to an effective, efficient management of raw materials sourcing and production process. And to sustain in this practice, our production system undergoes rigorous maintenance and routine check round the clock. Furthermore, devotion of every employee in the Company made the process of production as efficient and error free. And all our units are ensured by three diesel based generators with 1.95 MW capacity and two gas based power generation plant with 5.34 MW capacities for uninterrupted production process.

Efficient Logistics and Distribution Support

We always look forward to maintain synergies in many facets of our operations, from procurement to logistics, from logistics to distribution at customers' ends. Over years by relooking at the logistics management and delivery system, a significant improvement at time and costs were achieved. We have the most advantageous plant locations, a strong dealers' network and a robust logistic team that is second to none. As a result, door-to-door delivery of our product in a timely manner became a usual practice in our business.

Notable IT infrastructure

IT is lifeblood of any large manufacturing Company like us. By hiring IT literate workforce and training the existing employees, we are ripping out the benefit of modern information and communication technologies into our business practice. Our strong IT department strives tirelessly to ensure continuity in business process and communication. All the functional units of the Company use the Enterprise Resource Planning (ERP) system software which enables integration among the departments with proper management and assured storage system of information. And for real time monitoring of entire operation, both of our office and factory premises are under constant surveillance through close circuit cameras that are administered from the corporate office.

Geographical coverage

Our factory is located at Muketpur, Munshiganj and our associate Company is located at Issa Nagar, Karnafuly, Chittagong. These locations alleviate us to achieve greater cost advantage. At the same time, the Company established itself in a very competitive position in the market with the help of its strong marketing and technical support teams. Their maximum reach to the customers and 100% geographical coverage through 11 warehouses in different parts of the country strengthen and differentiated us from others in the sector.

The state of the art 'Bag Plant'

As part of our strategic expansion programs, we already set up a hi-tech International standard Bag Plant in our factory premises. Owing the Czech Republic origin technology and German machineries; the plant is capable to produce more than 26 Million bags per annum. We started import of BSW bag plant machineries on 18 April 2013 and on 14 July 2014 the plant commenced its commercial production. By reducing backward linkages the plant is not only alleviating us to have comparative advantages but also precluding us from any unfavorable price fluctuation in packaging industry.

Human Resources

We, at Premier Cement, endeavor to provide environment for continuous innovation and improvement of our Human resources by rewarding for their dedicated efforts in achieving Company's goal. We believe whatever we achieved from where we started our journey long back, is the result of our people's efforts. So, we consistently provide them an excellent environment for learning right from the stage of recruitment to workplace. As we possess a long term sustaining policy to nurture human potentials in workplace by retaining and grooming them across all level of the Company. At present our Company has more than 1600 employees in total, of which 200 employees are working at our corporate office and the rest including both casual and permanent employees working districts wise and at our Factory premises. As a result of continuous far-sighted opportunities and learning scope along with beneficent policies the Company achieved an employee turnover of less than 5 percent in year.

Chairman's & Directors' profile



Mr. Mohammad Mustafa Haider

Chairman, Premier Cement Mills Limited

On January 31, 2010 Mr. Mohammad Mustafa Haider was appointed to the Board as a Chairman. Mr. Haider is the successor of Md. Abul Kalam, who is the founder Managing Director of T. K. Group of Industries. Mr. Haider completed Bachelors of Science in Business Studies with an emphasis in Finance from the University of Southern California, Marshall School of Business, USA in May 2005. Since his return to Bangladesh in July 2005, he has been involved in the sales and marketing of Premier Cement Mills Limited, consumer products of T. K. Group of Industries, primarily - Pusti Soybean Oil, Pusti Ata Maida and Pusti Full Cream Milk Powder. Under his excellent guidance the performance relating to sales and collection of Premier Cement increases significantly.

Concurrently Mr. Haider serves as the chairman of Roknoor Navigation Limited, M R F Fashion Ltd. as well as Managing Director of T. K. Shares & Securities Limited, Samuda Chemical Complex Limited, Premier Power Generation Limited, Samuda Power Limited, Samuda Peroxide Ltd., Samuda Real Estate Ltd. and Genweb2 Limited. He is also holding Directorship responsibilities in Saif Shipbuilding & Engineering (Pvt.) Ltd., Asia Insurance Limited, Elahi Noor Tea Co. Ltd., Hafsa Nazir Industries Complex Ltd., Premier Assets Ltd., Super knitting & Dying Mills Ltd., Ali Tannery Ltd., T.K. Shipyard Limited and Modern Power Limited.



Mr. Mohammed Amirul Haque

Managing Director, Premier Cement Mills Limited

Mr. Mohammed Amirul Haque was the promoter and founder Managing Director of the Company. A visionary business personality and a man of wisdom, Mr. Haque currently serves as the Managing Director of the Company. He is a Post Graduate in Business and a Fellow Member of The Institute of Petroleum, England.

Mr. Haque is a world class entrepreneur and an elite businessman in Bangladesh and involved into various businesses such as Trading and Shipping, Agriculture & Fishing, Industrial Venture, and Real Estate etc. for last three decades.

Mr. Haque is a former Director of Federation of Bangladesh Chambers of Commerce and Industry (FBCCI), the apex trade body of the country. He was also selected as CIP by the Government of the Peoples Republic of Bangladesh consecutively for the year 2008 and 2009.



Mr. Md. Jahangir Alam

Director, Premier Cement Mills Limited

On October 14, 2001 Mr. Md. Jahangir Alam was appointed to the Board as a Director. He completed his graduation in Commerce form from Government College of Commerce, Chittagong. A promising industrialist, Mr. Alam embarked several industrial undertakings during his 30 years of business life.

Mr. Alam started his ventures through establishing business house named Jahangir & Others in 1987 which subsequently incorporated as Jahangir & Others Limited in 2003. Subsequently, he diversified his business portfolio by investing in other diversified area such as cement, steel re-rolling and insurance sector.

Mr. Alam currently serves as the Chairman of M. I. Cement Factory Limited, Crown Power Generation Limited, Crown Polymer Bagging Ltd., Crown Transportation & Logistics Ltd., Crown Mariners Ltd. as well as Managing Director of GPH Ispat Limited, GPH Power Generation Ltd., Indo Steel Re-Rerolling Ind. Ltd., Jahangir & Others Limited and Chittagong Capital Limited. He is holding Directorship in Premier Power Generation Limited, National Cement Mills Ltd. and Asia Insurance Limited as well. Mr. Alam is also actively involved with different social and charitable organizations.



Mr. Md. Alamgir Kabir

Director, Premier Cement Mills Limited

Mr. Md. Alamgir Kabir was appointed to the Board on October 14, 2001 as a Director. Mr. Kabir completed his Masters degree in Business Administration. He involved himself in various manufacturing industries especially in cement industry during his 21 years of business life. He is also running few trading houses, engaged in trading of cement and other construction materials.

Mr. Kabir currently serves as the Additional Managing Director of M. I. Cement Factory Limited and director of Crown Power Generation Limited, GPH Ispat Limited, GPH Power Generation Ltd., Jahangir & Others Limited, Chittagong Capital Ltd. National Cement Mills Ltd., Indo Steel Re-rolling Ind. Ltd., Premier Power Generation Limited, Crown Polymer Bagging Ltd., Crown Transportation & Logistics Ltd. and Crown Mariners Ltd.



Mr. Mohammed Ershadul Hoque

Director, Premier Cement Mills Limited

Mr. Mohammed Ershadul Hoque was appointed to the Board on November 20, 2004 as a Director. Mr. Hoque is the successor of Late Mohammed Nurul Haque. He completed his Bachelors and Masters Degree in Computer Science and Telecommunication from University of Texas at Dallas, Texas, U.S.A. in 2004. Since his return to Bangladesh in 2004, he has directly involved with the day to day factory operation of Premier Cement.

Mr. Hoque is holding Directorship responsibilities in Saif Shipbuilding & Engineering (Pvt.) Ltd., N H Exim and Services Limited, Premier Power Generation Limited and National Cement Mills Limited.

Profile of the independent Directors



Mr. Rafiq Ahmad, FCMA

Mr. Rafiq Ahmad is a veteran Cost and Management Accountant of the country qualifying the final exam of ICMA Pakistan in the year 1963. Mr. Ahmad is also a Chartered Management Accountant qualifying the final exam of CIMA, London in the year 1970. He is a Fellow and Founder Member and performed two times as President of ICMA in 1998 and 2002.

He has in his credit more than 58 years of experience with various National and Multinational organizations (mostly of European origin) at home and abroad such as Chittagong Cement, Aramit Cement, S Alam Group, National Oil Corporation, Libya, Carew & Company Ltd, Sugar Mills Corporation etc. He worked with Premier Cement Mills Limited from November 01, 2001 till December 31, 2012. A widely travelled man, visited many countries across the Globe & has participated in a host of seminars, workshops, conferences held in different parts of world as paper presenter, commentator and session Chairman.



Mr. Mahbubul Alam

Mr. Mahbubul Alam was born in 31st December 1947, in a respectable Muslim family in Chittagong. After passing his bachelor degree in commerce in 1967, Mr. Alam participated in the Bank Officials' Training Scheme from 1968 to 1970. In 1970, he joined Janata Bank as a Grade II Officer. Through years of hard work and dedication, Mr. Alam got promoted to the position of General Manager in the year 2000. In 2004, he joined Prime Bank Limited as Deputy Managing Director and was promoted to Additional Managing Director in the year 2008. In 2009, he joined Southeast Bank Ltd as the Managing Director and worked in this position till December 2012.

*The Board has laid down a code of conduct for all members and for the Senior Management as well, which is presented in **Annexure III**. The Board of Directors also complied the provisions regarding Chief Financial Officer, Internal Auditor and Company Secretary according to rule 2 of Corporate Governance Guideline. Declaration of CFO and CEO to the board as to Financial Statements and legitimacy of all business transactions is presented as **Annexure IV**.*

Management Team



Name	Mohammed Amirul Haque	Mohammed Ershadul Hoque	Md. Shafiqul Islam Talukder	Mohammed Khurshed Alam
Designation	Managing Director	Director - Operations	Chief Financial Officer	Chief Marketing Officer
Education Qualification	Post Graduate in Business and a Fellow Member of the Institute of Petroleum, England	Masters Degree in Computer Science and Telecommunication from University of Texas at Dallas, Texas, U.S.A. in 2004	B. Com (Hons), M. Com (DU), FCMA	B.S.S. (Hons), M.S.S (DU)
Date of Joining in the Company	14-Oct-01	20-Nov-04	1-Dec-10	1-Aug-03
Experience	A visionary world class entrepreneur and an elite businessman who embarked and involved himself into various businesses such as Trading & Shipping, Agriculture and Fishing, Real Estate etc for the last three decades.	Since his return to Bangladesh in 2004, he has directly involved with the day to day factory operation of Premier Cement.	Fellow Member of the Institute of Cost and Management Accountants of Bangladesh. More than 30 years experience in various National and Multi- National organization such as Glaxo Bangladesh Ltd, Jamuna Oil Company Ltd, Singer Bangladesh Ltd. Chittagong Stock Exchange Ltd., BASF Bangladesh Ltd., and Banglalion Communications Limited	More than 17 years experience in various National and Multi-National Cement Industries such as Holcim Bangladesh Ltd., Hyundi Cement (BD) Ltd. etc. Working with PCML since 2003.



Kazi Md. Shafiqur Rahman	Commander (Rtd) S M Rezaul Karim, PSC, SNCC	Saradhindu Bikash Barua	Md. Shajahan Ali Akond	Mohammed Mahbubur Rahman
Company Secretary	Chief Co-ordinator	Head of Production	Head of Electrical	Head of Quality Control
B. Com. (Hons), M. Com. CA (Inter)	MBA	Diploma (Mechanical Engr.)	B Sc. (Electrical and Electronics Engineering)	B Sc. and MBA
16-Nov-01	1-Mar-10	3-Nov-08	25-Jan-07	18-Dec-08
<p>More than 15 years experience in different manufacturing companies of T K Group, SA Group etc. with 12 years experience in Cement Industries.</p> <p><u>Working with PCML since inception.</u></p>	<p>More than 30 years experience in Navy and Cement sector.</p> <p>He attended various seminars, courses and workshops at home and abroad.</p> <p><u>Working with PCML since March 2010.</u></p>	<p>More than 45 years experience in different manufacturing Companies with 30 years experience in Cement Industries.</p> <p><u>Working with PCML since 2008.</u></p>	<p>More than 10 years experience in Cement Industries.</p> <p><u>Working with PCML since 2007.</u></p>	<p>More than 15 years experience in different manufacturing Companies with 12 years experience in Cement Industries such as Holcim Bangladesh Ltd.</p> <p><u>Working with PCML since 2008.</u></p>

Message from the Chairman

Dear Shareholders,

Assalamu Alaikum Wa-Rahmatullah

I welcome you all in the 12th Annual General Meeting of Premier Cement Mills Limited for the year ended 30 June 2014.

It is a matter of pleasure that regardless of many difficulties and prolonged uncertainties, the cumulative socio-economic condition of Bangladesh has improved and has been quite favorable for the Construction sector at the end. According to Bangladesh Bureau of Statistics the sector has contributed 8.56 percent of GDP in the current FY. The Annual Development Programme is maintaining an average annual growing rate of 24% over the last 5 years. This year the Government also allocated 65,870 Crore BDT to the ADP which carried a very optimistic view in the industry. Moreover the growing rate of individual level cement consumption also helped the industry to achieve higher turnover than previous years.

Likewise, our Company showed considerable performances accordingly with the overall economic progress of the country. Along with the many operational and financial difficulties, eventually our sales increased to BDT 7,539 Million from BDT 6,416 Million; that is 17.50% more than that of previous year. Operational efficiency and cost minimization strategies throughout the year also kept the Company's total cost of production in a justifiable manner which further led to an increased net profit margin for the current year. Our decade of experience, efficiency in every aspect of operation and promptness at sourcing & distribution network have resulted this consecutive growth. Though aggregate local sales and export in the industry has been sluggish throughout the year but management's 'we can' spirit and Company's image succeeded to sale BDT 7,445 Million locally and to export BDT 94 Million during the year under review. That eventually resulted to an increased Net Profit after Tax amount of BDT 509 Million in the current year. At the same time, to sustain this positive outcome and to retain in this continuous growth we have already set up an international standard Bag plant of 26 Million bags per year production capacity, Clinker Shed of 80,000 MT storage capacity and five (5) Cement Silos of 15,000 MT storage capacity. The Bag plant is been allowing us to have comparative advantages and the storage capacities will facilitate us to have uninterrupted supply of raw material as well as preclude us from any unfavorable raw material import price fluctuations in the future.

As cement consumption per capita in our country is one fifth of global average and more than half of total production is being consumed by individuals, hence there is a great growth potential in the demand of micro level cement consumption in near future. Besides that, Bangladesh is going through a major infrastructural development as the country is seeking to be a middle income country by the year 2021. So, considering the continuous growth in Governmental spending

through ADP and its increasing implementation rate; we can expect an increased and steady demand of our products in upcoming years. Therefore, to meet such phenomena, we established two additional production units that have already started production in lines with the existing operation.

Besides usual business practices, Premier Cement strongly believes in its responsibilities towards the society. The Company constantly tries to operate its business in the greenest way possible and also committed towards the socio-economic development of the country. Therefore every year it is contributing a sizable amount in various CSR related activities foremost among them being environment, education and health. Furthermore, ethical business practices and concerns to our stakeholders has indebted the Company to provide a healthy and safe working environment for its more than 1,600 employees.

Finally, I acknowledge and express my heartiest gratitude to the efforts and dedication of Company's human resources that has enabled the Management to run the operation seamlessly and successfully. And to all our Shareholders, we are deeply grateful for the confidence and faith that you have always reposed on us. With best wishes for a rewarding year,

Mohammad Mustafa Haider
Chairman





Mohammad Mustafa Haider
Chairman



Directors' Report

Dear Shareholders,

The Board of Directors of Premier Cement Mills Limited welcomes you all in the 12th Annual General Meeting.

According to the provisions of Section 184-186 of the Companies Act 1994 and notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 of the Bangladesh Securities and Exchange Commission, It is a pleasure of the Board to place herewith the Directors' Report and Auditors' Report together with the audited financial statements of the Company for the year ended June 30, 2014.

Domestic Economic Review

Until last half of this financial year Global Economy witnessed a slowdown in overall economic activities. Likewise our economy also had been being deprived of businesses' confidence but later it has experienced a higher GDP (Gross Domestic Product) growth rate than that of the previous years. Even though Bangladesh was expected to be affected by many prolonged political and economic uncertainties; but it strives to maintain a GDP growth rate of more than 6 percent every year. Recently, WB has projected the GDP rise to 6.2 percent for upcoming year, which will be driven by stronger domestic demand resulting from increased public investment in infrastructure, some revival in private investment activities; and domestic consumption growth resulted from remittance recovery and increase in per capita income level. Forecasted outlook of World Bank also mentioned the poverty incidence, based on Bangladesh's national poverty line, is projected to have declined to 24.47 percent by 2014. In accordance with GDP growth and reduction in poverty incidence, the per capita income of the country already reached to \$ 1190 in FY 2014 compared to \$ 1044 in FY 2013.

Table 1: GDP growth Rates at a Glance

Review Agency	Actual		Projection		
	2013	2014	2015	2016	2017
IMF	6.10	6.20	6.40	6.80	7.00
WB	6.00	5.40	5.90	6.20	
ADB	5.80	6.10	6.40		
BBS	6.01	6.12			

Source: Respective Agency

Regardless of many backlashes, our foreign currency reserve remarkably stood at \$ 21.508 billion for the first time at the end of FY 2014 with a 40.44 per cent growth followed by an increase in remittance inflow and a surplus Balance of Payments of US\$ 5.5 billion in FY14 as the economy has been able to retain its continued strength in total Export. Eventually, similar positive outcomes and steady growth of overall economy can also be expected in upcoming years if the economy can holds its current growth prospects.

Industry Overview

Cement industry is one of the promising and rapidly growing industry in construction sector which is slowly transforming from import reliant to export oriented in recent years. Currently the country is fully self sufficient by its local cement production, moreover every month on an average 15,000-20,000 MT of cement is being exported by the industry. The supply side of this capital and energy intensive industry has more than 30 active players including both local and multinationals, created a domestic market of more than 18 million metric tons a year. Many of these cement factories are fairly small as 81 percent of total market share is held by top ten manufacturers. Companies with financial supremacy and technological acumen which have adopted good marketing strategies and country wide distribution channels are the best performers in this industry. At present the demand side of the market is mainly dominated by Government's infrastructure development projects, industrial constructions, real estate companies and independent home builders. And according to Bangladesh Cement Manufacturers Association (BCMA), out of total production, 80% cement is consumed in Dhaka & Chittagong division and the rest in other divisions. As cement consumption in most of the developing and developed countries is far greater than that of our country possesses, therefore this industry holds a huge growth potential in its future aggregate demand.

Industry Development & Potentials

As an important part of construction sector, cement industry is continuing to grow by an annual average of 20-25 percent. This growth is mainly driven by high spending on infrastructure projects and the growing demand for housing units. Despite the growth, the per capita cement consumption is still significantly lower (only 83 kg as compared to that of the developed countries where it is almost 1,000 kg) than that of other developed countries showing a great potential for growth in individual level consumption.

Besides individual demand, the government of Bangladesh planned to make the country as middle income country by 2021 what demands greater Annual Development Program (ADP) expenditure in near future. At present around 30% of the total cement produced locally is consumed by the Governmental projects through ADP. And it is growing at an average annual rate of 24% over the last 5 years. Furthermore, large infrastructural projects like Padma Bridge, Dhaka City Elevated Expressway also exerts future massive demands for Cement. To capitalize on this prospect of growth, some companies took initiatives to expand their production capacity which added an additional 10.5 million MT of cement in the supply side of the market in recent years. Therefore the industry holds an optimistic view in terms of volume, revenue and employment generation.



Mohammed Amirul Haque
Managing Director

State of the Company's Affairs

In October 2012 the Company got BSEC consent regarding public issue and in the following year the Company got listed with Dhaka & Chittagong Stock Exchanges by floating 1.20 crore ordinary shares of Tk. 10 each.

Company's Subsidiary, Premier Power Generation Limited, was incorporated on September 07, 2006 with an installed capacity of 5.34 MW run by Natural Gas to supply uninterrupted power solely to its parent Company. In the year ended 30 June 2014, PPGL generated 24% more revenue than that of previous year which led to a 110% increase in Net profit.

In 2010, the Company acquired 40% shares of National Cement Mills Limited (the Associate), the factory of which is situated at Issa Nagar, Karnafully, Chittagong. National Cement Mills Limited (NCML) was incorporated on 10th September 1996 as a public limited company, having a yearly production capacity of 420,000 MT. Initially, NCML could not start its production due to lack of necessary infrastructures. After acquisition of its shares, necessary BMRE were made and production was started from October 2011. In the year ended 30 June 2014, NCML's sales revenue stood at BDT 720 million and Net Profit after Tax amounted to BDT 4.6 million.

Operational & Financial review

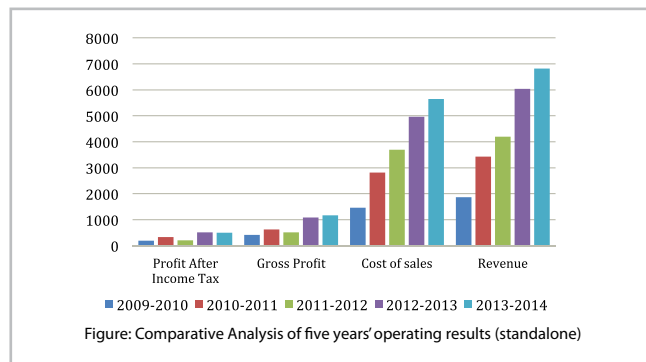
Difficult times bring out the best in our people. Throughout the year amidst many uncertainties, our spirit turned every adversity into an opportunity to make Premier Cement a better and more efficient Company. Over the years, continuous cost-cutting targets and stricter scrutiny measures were implemented. Moreover our manufacturing excellence, supply chain efficiency and effective promotional activities have resulted in the creation of a powerful brand image for the Company. Concurrently Company's know-how sharing and supporting culture has also drawn a positive contribution from our associate and subsidiary. That further led us to achieve higher sales revenue and profit margins this year.

From standalone point of view, Premier Cement Mills Limited achieved a 13 percent growth in sales over the last year. Sales and export performances of Premier Cement (standalone) for the last five years are shown in the following table:

Table 02: Segment wise Sales performance of (Standalone)

Year	Local sales (MT)	Export (MT)	Aggregate Sales Revenue (Tk.)	Growth %
2008-2009	234,516.00	-	1,364,803,864	-
2009-2010	306,695.65	29,270.75	1,862,271,084	36%
2010-2011	566,368.45	37,140.00	3,428,083,698	84%
2011-2012	690,721.00	21,520.00	4,193,065,049	22%
2012-2013	917,534.00	21,596.00	6,037,165,868	44%
2013-2014	967,911.00	16,500.00	6,819,174,802	13%

In the year of 2012-2013 and 2010-2011, significant changes took place in sales volume, net profit and other operational indicators which are mainly due to the installation of two new production units. After subsequent installation of 4th unit in FY 2012-2013, a notable enhancement achieved in total installed capacity, which stood at 2.4 million MT during the year. Correspondingly the demand for our products continues to grow as we are committed to deliver the best in quality. Thus our capacity utilization rate and profitability also increased day by day. Summary of other operating results can be found in the following graph:



Though Company's cost of production can always be affected by the increase in input materials price, power and fuel cost or transport charges but our efficient supply chain activities and effective logistic supports mitigated every adverse outcome from any volatility in the external environment. Our contingency plans of imports and storage facility of input materials restrain to have any unfavorable result in our cost of production. Thus compare to previous year, our Cost of Sales percentage remain almost same during the year; which is 82 percent of total revenue.

Comparative 5 years Operating and Financial data (consolidated)

Details of 5 years Consolidated Statement of Comprehensive Income and Statement of Financial Position are presented in **Annexure XI**.

Deviations and their explanation of Operating and Financial Results

Overall the Company performed well in the current fiscal year. The revenue stood at BDT 7,539 million, which was 17.50% higher than that of the previous year's amount. Net Profit of the Company also enhanced to a remarkable figure of BDT 509 Million from BDT 499 Million of the previous year.

Table 03: Significant deviations from Last Year's consolidated Operating and Financial Results

Particulars	30-Jun-14	30-Jun-13	Growth %
Revenue	7,539,574,982	6,416,662,323	17.50%
Gross Profit	1,295,934,121	1,153,591,261	12.34%
Profit from Operation	1,106,101,327	1,125,995,183	(1.77%)
Profit After Income Tax	509,102,218	499,167,567	1.99%

Particulars	30-Jun-14	30-Jun-13	Growth %
Total Asset	9,803,419,796	8,496,225,473	15.39%
Total non-current assets	5,945,057,531	5,306,862,571	12.03%
Total Current Assets	3,858,362,266	3,189,362,901	20.98%
Total liability	6,498,143,143	5,278,251,038	23.11%
Total non-current liabilities	1,456,982,360	1,004,276,038	45.08%
Total current liability	5,041,160,783	4,273,975,000	17.95%
Total equity	3,305,276,653	3,217,974,435	2.71%

During the year total assets has increased by 15.40 percent mainly due to a significant increase in Company's Capital work-in-progress and its Current assets. And this major addition in assets was made for the new bag plant as well



as for fly ash silo. On the other hand Company's liability increases by 23.11 percent as the Company incurred both Short term and Long term loans for financing purposes in the year.

Deviation of Quarterly and Annual Financial Performance

Receivables and Payables during the last quarter have changes considerably due to seasonal effect and increase in business transactions in the latter half of the financial year. And the Company incurred most of the administrative expenses related to utilities expenses, license renewal from different authorities and for vehicle maintenance during the fourth quarter of the financial year under review. Therefore, administrative expense on the last quarter is slightly higher than that of other quarters. On the other hand, during the latter half of the financial year we had to avail additional long term loan facility for our Bag Plant machineries, production machineries etc. Therefore abrupt changes in the portion of long term loan can be seen in the yearly financial statements.

Company's overall 5 years' performance

Performance Measure	Indicator Name	30-Jun-14	30-Jun-13	30-Jun-12	30-Jun-11	30-Jun-10
Liquidity Ratio	Current Ratio	0.77	0.75	0.68	0.98	1.03
	Quick Ratio	0.51	0.56	0.52	0.62	0.78
	Cash Conversion Cycle (Days)	86.2	52.72	80.97	86.64	84.01
Efficiency	Inventory Turnover (Times)	6.03	7.94	6.13	6.18	8.76
	Accounts Receivable Turnover (Times)	5.7	6.06	6.43	7	5.4
	Total Asset Turnover (Times)	0.77	0.76	0.65	0.83	0.99
Leverage Ratio	Debt-to-Asset Ratio	0.66	0.62	0.66	0.5	0.48
	Debt-to-Equity Ratio	1.97	1.64	1.92	1.02	0.92
Profitability	Return on Assets	5.19%	5.88%	2.64%	7.91%	9.43%
	Return on Equity	15.40%	15.51%	7.72%	15.94%	18.07%
	Gross Profit Margin	17.19%	17.98%	12.39%	18.54%	21.67%
Others	Pretax Profit Margin	9.21%	11.85%	7.52%	12.39%	15.19%
	Net Profit Margin	6.75%	7.78%	4.06%	9.52%	9.51%

We believe that, satisfactory operational results and betterment in financials are the key indicators of our performance. And to keep this performance up to the level, we continuously strive for successful implementation of our strategies which comprised of many specific objectives. Similarly this year, one of our core objectives was to grab greater market share by increasing our local sales in a substantial manner. And to accomplish the objective many sales and promotional activities along with push sale strategy have been carried on throughout the year. Correspondingly we were aware of having sluggish outcome in some of our present performance indicators like a lower liquidity position or decreased in profit margins due to hike in selling and distribution expenses to achieve greater turnover. On the other hand, we also know that it will facilitate us to have great market exposure with steady future increase in sales revenue. Therefore these short term deterioration in some of our financial aspects (for instance, Net Profit Margin which deteriorated by 1 percent) will definitely benefit us in the long run.

Risks and Concerns

Overcapacity Related Risk

Overcapacity in the industry is a matter of concern as it can significantly increases competition and price confrontation among the market players. But our Company is well aware of this risk as we strive to explore new export potential geographic areas and our best effort to ensure quality products as well as ascendancy in customers reach will facilitate us to increase our capacity utilization rate.

Interest rate risk

As the Company prefers working capital loan with variable interest rate, it is highly exposed to interest rate fluctuations. To minimize this exposure, the Company will emphasize equity based financing to reduce its future dependency on borrowed fund.

Exchange rate risks

Conducting business beyond the border has exposed us to any volatility in exchange rate. As our revenue portion from export is very small, the exchange rate risk related to export revenue is insignificant. As far as import is in concern, every player in the industry imports raw materials and any fluctuation in exchange rate will equally affect all the players in the industry.

Sourcing Cost Related Risk

Clinker is the basic element in Cement production as seventy percent of total raw material sourcing cost is responsible for this ingredient. Significant amounts of clinker as well as other raw materials are being imported every year from different countries, as the country does not have these materials of its own. As a result the industry is highly vulnerable to any volatility in the sourcing cost of raw materials. Along with strategic decisions of imports, our extensive storage capacity of Clinker and finished goods protect us from any unfavorable temporary fluctuation in sourcing cost of raw materials.

Going Concern

The company has adequate resources to continue its operation for foreseeable future. Thus the Directors are of the opinion that the Company is a going concern; and Financial Statements are also prepared on a going concern basis.

Other concerns

Unfortunately, there has been a dispute in ownership of a small portion of our project land. But the honorable court has given verdict in favor of the Company for 0.38 acres of land and registration of the land has already been completed. On the other hand mutation of 3.20 acres of land is in process. In addition to that, the Company has applied for mutation of 0.72 acres land on September 28, 2011 out of which mutation of 0.63 acres of land has been completed.

IPO Fund Utilization

According consent letter No. SEC/CI/IPO-164/2011/1800 dated 13 December, 2012 issued by the Bangladesh Securities and Exchange Commission, we were not allowed to utilize the IPO proceeds before submission of the land rent receipts. Till date, we have not been able to provide the said rent receipt. However, on November 18, 2013, Bangladesh Securities and Exchange Commission permitted us to utilize the IPO proceeds but we were required to keep an FDR in a scheduled bank for an amount equivalent to the value of the lands for which mutation and rent receipt have not been submitted. The rest of the IPO proceeds were utilized for repayment of LC value of our Machineries for 4th Production Unit.

Dividend

On June 30, 2014, the Company earned BDT 509 million as consolidated net profit after tax and has retained earnings of BDT 1,162 million. The Board of Directors in its meeting dated 28 October 2014 recommended cash dividend of 30 percent, i.e. BDT 3 against BDT 10 per share for the year 2013-2014.

Safety, Health and Environment issues

We, at Premier Cement, take all possible measures to ensure that all our employees as well as communities within which we operate remain safe at

all time. Our safety measures, continuous risk assessment policy ensured a healthy and hazard free work environment for all our employees in the workplace. Moreover we possess no tolerance in sacrificing our community's health issues as we all are part of the society. Environmental preservation is therefore one of the top priorities on Company's Safety, Health and Environment agendas. Thus, the Company received its environment clearance certificate from the Department of Environment, Government of People's Republic of Bangladesh. Further a separate sustainability report explains how we conduct our business in a greener way can be found at **Annexure X**.

Company's CSR Activities

Having goals and a vision for the Company that go beyond products and profits definitely provides a warmer image of our business and where customers will be more eager to engage with. Premier Cement strongly believes that business is a priority but social welfare is a responsibility. And this is the key for sustainable development. Keeping this in mind we regularly take different initiatives to eradicate various social problems in order to make a better Bangladesh tomorrow. A detail statement of our CSR activities is given as **Annexure X**.

Other Disclosure

During the year the Company carried out a number of transactions with related parties in the normal course of business on an arm's length basis. Names of those related parties, nature of those transactions and their value are shown in Note 27 of Consolidated Financial Statements. And no items of income and expense are to be presented as 'extraordinary gain or loss' in the financial statements for the current FY.

Board composition

Currently the Board of Directors of the Company consists of 5 members including Managing Director. The Board was pleased to appoint 2 additional Directors as independent Directors on April 30, 2013 for three years tenure. Their appointments were duly approved in the 11th Annual General Meeting held on December 17, 2013.

Directors

As per Company Act 1994 and Article 140, 141, 142 & 143 of the Articles of Association of the Company, one third of the Directors retire by rotation in every ordinary general meeting. Accordingly, the retiring Directors were Mr. Mohammad Mustafa Haider and Mr. MD. Alamgir Kabir. The retiring Directors; being eligible, offered themselves for being re-elected as Directors of the Company. The Board of Directors recommends the retiring Directors to be re-elected.

Independent Director

The following individuals were appointed as Independent Directors in the Board of Directors' meeting dated April 30, 2013 which was duly approved in the 11th Annual General Meeting for three years tenure from the date of their appointment.

- Mr. Rafiq Ahmad, FCMA
- Mr. Mahbulul Alam

Both the independent Directors of the parent Company have also

been appointed as independent Directors of Premier Power Generation Limited; that is a 96% holding subsidiary Company of Premier Cement Mills Limited.

Remuneration to Directors

Mr. Mohammad Mustafa Haider and Mr. Mohammed Ershadul Hoque, Directors of our Board of Directors are working diligently and sincerely for the Company. Mr. Mustafa Haider is looking after Sales and Marketing and Mr. Ershadul Hoque is responsible for overall operation. Each of them receives a yearly remuneration of BDT 12,00,000. And none of other BOD members including independent directors is receiving any remuneration from the Company.

Internal control and adequacy of Audit Committee

Our Company has a well defined internal control system to support efficient business operations and statutory compliance. External Auditors carry out concurrent audit of financials which adds the stability of the entire internal control systems. Suitable internal checks have been built in to cover all monetary transactions with proper delineation of authority, which provides transparency at every stage of operation.

The Company has a strong system of budgetary control which covers all aspects of operations, finance and capital expenditure at a macro level by a monthly basis reporting directly to top management. All the financial performances and efficiency parameters are monitored on a daily basis and actions are taken then and there. Currently, our Audit Committee consists of the following Directors:

- Mr. Rafiq Ahmad, FCMA - Independent Director
- Mr. Mahbubul Alam - Independent Director
- Mr. Mohammed Ershadul Hoque - Director

Audit Committee

Audit Committee of the Company includes two independent Directors and one shareholder Director. All the members of the Committee are financially literate. Mr. Rafiq Ahmad, FCMA was duly appointed by the Board as the chairman of the Committee and the Company Secretary is authorized to act as the secretary of the Committee. The duties of Audit Committee and their report on true and fairness of the Financial Statements are set out in **Annexure VII**.

Member of Audit Committee

- | | |
|--------------------------------|---------------------------|
| 1. Mr. Rafiq Ahmad, FCMA | Chairman of the Committee |
| 2. Mr. Mahbubul Alam | Member of the Committee |
| 3. Mr. Mohammed Ershadul Hoque | Member of the Committee |

Statutory Auditors

M/s Hussain Farhad & Co., Chartered Accountants were appointed in the 11th Annual General Meeting to perform as external auditors for the year 2013-2014. The Board of Directors recommends for re-appointing M/s Hussain Farhad & Co. Chartered Accountants for the year 2014-2015 and to carry out their duties till the next AGM. The Audit Committee ensured that, in current year, no service other than statutory audit was obtained from the said auditor. In compliance with SEC Order No. SEC/

CMRRCD/2006-159/Admin/02/09/ dated 30th May, 2006, the Company cannot appoint any firm of Chartered Accountants as its statutory auditors for a consecutive period exceeding three years. Therefore, being eligible, the Board of Director is recommending M/s Hussain Farhad & Co. Chartered Accountants as its statutory auditor for the year 2014-2015.

Corporate Governance and Compliance Statement

We believe continuous supervision in every business practice is the key to sustain in a leadership role. Therefore as a part of this phenomenon, we confirm that to maintain highest standards of ethics in business integrity and process, our Company is directed, administered and controlled by the set of laws, policies and procedures exerted in Bangladesh Securities & Exchange Commission's (BSEC) Notification No. SEC/ CMRRC-D/2006-158/134/Admin/44 dated 7 August 2012. The Directors' declaration, Shareholding pattern, CEO & CFO's declaration to the board and the Corporate Governance Compliance report for the year ended 2014 are appended as **Annexure I, II, IV and VI** respectively. Further, a Certificate of Compliance required under the said Guidelines, as provided by A. K. Mazumdar & Associates is also annexed to this report as **Annexure V**. We are also pleased to append **Annexure VIII** as compliance of sub-regulation 4 of regulation 37 of Listing Regulation of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

Acknowledgement

The Company's Directors take the opportunity to express their deep sense of gratitude to all stakeholders for their continued guidance and support. We would also like to place on record our sincere appreciation for the commitment, dedication and hard work put in by every member of the Premier Cement's family. As a decade of successful operation and achievements go after their names. And to you, our Shareholders, we are deeply grateful for the confidence and faith that you have always upon us.

*For and on behalf of the board of
Premier Cement Mills Limited*

Place: Dhaka
Dated: November 15, 2014

Mohammed Amirul Haque
Managing Director

Directors' Declaration to the Board

Annexure I

In addition to the Directors' report, the Directors are declaring following additional statements to the best of their knowledge as complied and maintained for the current FY under review:

- Appropriate accounting policies have been followed in formulating the Financial Statements and Accounting estimates are reasonable and prudent.
- Proper books of accounts as required by law have been maintained.
- The Financial Statements were prepared and presented in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS).
- The Financial Statements prepared by the management of the Company present a true and fair view of Company's state of affairs, result of its operation, cash flows and changes in equity.
- The system of internal control is sound in design and has been effectively implemented and monitored.
- The entire business operation is being conducted in accordance with the laws, rules, regulations, agreements, guidelines and standards governing in the country.
- All the judgments and decisions taken by management are reasonable and prudent.

The number of Board meetings and the attendance of the Directors during the year 2013-2014 are as follows:

Name	Position	Meeting held	Attended
Mr. Mohammad Mustafa Haider	Chairman	9	9
Mr. Mohammed Amirul Haque	MD	9	9
Mr. MD. Jahangir Alam	Director	9	9
Mr. MD. Alamgir Kabir	Director	9	6
Mr. Mohammed Ershadul Hoque	Director	9	9
Mr. Rafiq Ahmad	Independent Director	9	9
Mr. Mahbulul Alam	Independent Director	9	4

Pattern of Shareholding

Annexure II

The pattern of shareholding (along with name wise detail) of parent/subsidiary/ associate companies and other related parties, Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Auditor, and their spouse and minor children, executives, shareholders holding 10% or more voting interest in the Company as at 30 June 2014 duly stated in the following report.

Chairman/Managing Director/Director/CFO/CS/HoIA their spouses and minor children (name wise details) and other related parties:

Particulars	Position	Nos. of shareholding	%	Spouse or Minor Children
Mr. Mohammad Mustafa Haider	Chairman	20,837,300	19.7600	Nil
Mr. Mohammed Amirul Haque	MD	11,599,500	11.0000	3,643,080
Mr. Rafiq Ahmed	Independent Director	-	Nil	Nil
Mr. Mahbulul Alam	Independent Director	-	Nil	Nil
Mr. Md. Jahangir Alam	Director	11,425,313	10.8350	Nil
Mr. MD. Alamgir Kabir	Director	4,416,562	4.1880	Nil
Mr. Mohammed Ershadul Hoque	Director	2,113,500	2.0040	Nil
Mr. Md. Shafiqul Islam Talukder	CFO	-	Nil	Nil
Kazi Md. Shafiqur Rahman	CS	200	0.0002	Nil
Mr. Md. Masuk Chowdhury	HoIA	-	Nil	Nil
Parent/ Subsidiary/ Associated Companies and related other party.	-	-	-	-

Shareholders holding ten percent (10%) or more voting interest in the Company (name wise details) other than Chairman/ Managing Director/Director/CFO/CS/HoIA

Particulars	Position	Nos. of shareholding	%	Spouse or Minor Children
Mr. Hasnat MD. Abu Obida	Sponsor Shareholder	23,362,500	22.1550	Nil
Executives (Top five salaried person other than CEO, CFO, CS, HoIA)	Nil	Nil	Nil	

Our Code of Conduct and Ethical Standards

Annexure III

The purpose of our Code of Conduct is to assure our every business activity being conducted in accordance with the applicable Laws, Regulations, Rules; and with the highest standard of ethics and values. We believe that conducting business in accordance with good ethical standard and relevant laws is the key to sustainable progress. The Board of Directors is responsible for setting and updating the standard of conduct contained in this code in accordance with the changing needs of all its stakeholders. This Code of Conduct is applicable to all Company Directors Senior management and Employees with a view to promote and ensure:

- honest and ethical conduct including ethical treatment of actual or apparent conflicts of interests between personal and professional relationship,
- full and fair disclosure in reporting,
- and compliance with all applicable laws, rules and regulations.

Honest and Ethical Conduct

All the Directors and Employees shall act in accordance with highest standard of personal and professional integrity, honesty and ethical conduct.

Legal Compliance

It is the general obligation of the Directors as well as Management to conduct the business and operations of the Company in accordance with the laws, rules, regulations, agreements, guidelines and standards governing its operations in the country. The Directors and Senior Management personnel therefore expected to be conversant with legal requirements relating to their duties sufficient to enable them to perform their obligations diligently.

Conflict of Interest

The term "conflict of interest" refers to situations in which any type of personal benefit may compromise the professional judgment of Directors or Management Personnel. The Directors and Management personnel are expected to avoid and disclose any activity or association that creates or appears to create a conflict between the personal interests and the Company's business interests. Any form of relationship or association with other entities which can be materially significant to the Company should be disclosed and permission from audit committee as well as Board of Directors should be taken thereby.

But, no bar is imposed over the Directors' personal investments, social relations or conducting normal business courtesies. But they should ensure that such activities do not directly or indirectly compromise the performance of their responsibilities. Furthermore, political participation, if any, may cause to sacrifice their duties towards the Company. If any member of BOD decides

to do so, disclosure to and approval from the Board of Directors is expected.

Business Relationships

Directors and management should not be engaged, directly or indirectly, in any act which may bring discredit to the Company. They must not make a commitment that the Company cannot honor because the business of the Company is expected to be conducted legally and ethically and by no means, profits will justify any use of unethical business practice.

Corporate Disclosure

Directors and Senior Management personnel are liable to full, fair, accurate, timely and understandable, relevant disclosure in reports and documents it files with or submits to the regulatory bodies and in other public communications. They should not knowingly misrepresent, or cause others to misrepresent, facts about the Company to others within or outside the Company including to the Company's Audit Committee, Statutory Auditors, Govt. regulators and investors.

Privacy & Confidentiality

Directors and management personnel must ensure that no confidential information as well as forward-looking statements or any information which can influence capital market without approval from respective authority. Also they must not disclose any information regarding proceedings of Board meetings/ Committee meetings/internal meetings or any tentative decisions about to be taken in those meetings.

The following information, along with other information as directed by the Chairman of the Board, may be termed as confidential

- Information on trade and any trade secrets
- Confidential and privileged information regarding customers, employees
- Information relating to mergers and acquisitions
- Dividend, stock splits and divestitures etc.
- Plans relating to business issues and decisions which is not available in the public domain at that point of time

Confidential information or forward-looking statements, however, can be disclosed with prior approval from appropriate authorities or as legally mandated.

Fraudulent and Unfair Practices in the Securities Market

The Company prohibits its Directors and Management from any fraudulent and unfair trade practices in the securities market, with regard to the securities of the Company or of any other Company with whom the Company has business dealings to the best of their knowledge.

Protection and proper use of Company's opportunities and Resources

Unless approved by the Board of Directors, Directors and Management personnel are prohibited from taking personal benefit from any opportunities that belong to Company. Every employee and Director must protect the Company's assets from loss, damage, misuse or theft. They must ensure that the assets are only used for business purposes and other purposes specifically approved by Management. Also, they must not apply the Company's assets information for personal benefit or for the benefit of any other related party.

Fair Dealing

Any personnel inside the Company must not discriminate other employees, customers, suppliers or any business partners based on caste, religion, gender, nationality or disability of any kind. Also, they must not give unfair benefit to any employee, customer, supplier, or competitors through manipulation, concealment, abuse of privileged information, misrepresentation of material facts or any other unfair-dealing practice.

Reporting of Illegal or Unethical Behavior

Directors or Management must not suppress/conceal any report regarding violation of laws, rules, regulations or unethical conduct reported by the Audit Committee. Rather, they must take immediate action on correcting such violation. Also, they must ensure that no violation of laws, rules, regulations or unethical conduct remains confidential by any employee. Employees are free to report existing/probable violations of laws, rules, regulations or unethical conduct to their immediate supervisor or such other person as may be notified by the Management to the workgroups.

Health, Safety & Environment

Company must comply with all the relevant environmental, safety and health laws and

regulations. Directors/ Management must run the operation in an environment friendly manner and provide a safe and healthy working environment to the Company's employees.

Applicability, Amendment, Modification & Waivers

The comprehensive code applies to all employees, Directors and Management personnel. Directors shall communicate any suspected violations of the Code promptly to the Audit Committee. Suspected violations will be investigated by Audit Committee and appropriate action will be taken if the violation is so confirmed.

In consultation with the Audit Committee, Board of Directors may amend, modify, or vary this Code, subject to relevant provisions of law, rules, regulations and guidelines in force. The Board will not grant exemption to this Code. But in case of extraordinary situations the Board may waive or grant waiver from anyone or more from this code but reasons, explanations of the exception must be approved, written and filed thereby.

As this Code does not specifically address every potential form of unacceptable conduct, Directors should exercise good judgment to comply with the principles set out in this Code. Therefore, Directors should avoid any circumstances that will violate the spirit of this Code.



CEO and CFO's Declaration

Annexure IV

The Board of Directors
Premier Cement Mills Limited

Subject : CEO and CFO's Declaration to the Board

Dear Sirs,

Compliance with the condition no. 6 imposed by Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969.

We do hereby certify to the Board that:

- i) We have reviewed the Financial Statements of the Company for the year ended 30 June, 2014 and that to the best of our knowledge and belief,
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- ii) There are, to the best of knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violation of the Company's code of conduct.

Sincerely yours,



Md. Shafiqul Islam Talukder
Chief Financial Officer



Mr. Mohammed Amirul Haque
Managing Director

Certificate on Compliance of Corporate Governance Guidelines

Annexure V

A. K. Mazumdar & Associates
Consultant and Cost Management Accountants
Rahman Chamber (9th Floor), 12-13 Motijheel C/A,
Dhaka-1000. Tel: 01711 537 482, mail: kalam1227@dhaka.net

(Issued under Condition No. 7(i) of Corporate Governance Guidelines of BSEC vide Notification No.SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012)

I have reviewed the compliance of Conditions of the Corporate Governance Guidelines by Premier Cement Mills Limited for the year ended 30th June, 2014. The compliance to the Corporate Governance conditions is the responsibility of the Company as stipulated in the above mentioned notification of Bangladesh Securities and Exchange Commission (BSEC).

The review was conducted in a manner that has provided me a reasonable basis for evaluating the compliances and expressing my opinion thereon. The review was limited to the procedures and measures adopted by the Company in ensuring such compliances. This is a scrutiny and verification only and not an expression of opinion on the financial statements or future performance of the Company.

According to the information and explanations provided to me by the Company, I hereby certify that the Company has complied with all the conditions of aforementioned Corporate Governance Guidelines issued by BSEC.

November 18, 2014


For A. K. Mazumdar & Associates

Annexure VI

Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969.

(Report under Condition No. 7.00)

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
1.1	Board's size: The number of the Board member shall not be less than 5 (five) and more than 20 (twenty)	✓		
1.2	Independent Directors			
1.2 (i)	One fifth (1/5) of the total number of Directors.	✓		
1.2 (ii) a)	Does not hold any share or holds less than 1% of shares.	✓		
1.2 (ii) b)	Not connected with any sponsor/ Director/ shareholder who hold 1% or more shares of the total paid-up shares on the basis of family relationship.	✓		
1.2 (ii) c)	Does not have any other relationship, whether pecuniary or otherwise, with the Company or its subsidiary/associated companies.	✓		
1.2 (ii) d)	Not a member, Director or officer of any stock exchange.	✓		
1.2 (ii) e)	Not a shareholder, Director or officer of any member of stock exchange or an intermediary of the capital market.	✓		
1.2 (ii) f)	Not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of any statutory audit firm.	✓		
1.2 (ii) g)	Not be an independent Director in more than 3 (three) listed companies.	✓		
1.2 (ii) h)	Not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a NBFIL.	✓		
1.2 (ii) i)	Not been convicted for a criminal offense involving moral turpitude.	✓		
1.2 (iii)	Nominated by the Board of Directors and approved by the shareholders in the AGM.	✓		
1.2 (iv)	Not remain vacant for more than 90 (ninety) days.	✓		
1.2 (v)	Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	✓		
1.2 (vi)	Tenure of office of an independent Director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	✓		
1.3	Qualification of Independent Directors (ID)			
1.3 (i)	Knowledge of Independent Directors	✓		
1.3 (iii)	Background of Independent Directors	✓		
1.3 (iii)	Special cases for qualifications			Not Required
1.4	Chairman of the Board and Chief Executive Officer			
	The position of Chairman of the Board and Chief Executive Officer shall be filled by two different individuals.	✓		
1.5	Director's Report to Shareholders			
1.5 (i)	Industry outlook and possible future development	✓		
1.5 (ii)	Segment-wise or product-wise performance	✓		
1.5 (iii)	Risks and concerns	✓		
1.5 (iv)	Discussion of Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	✓		
1.5 (v)	Discussion on continuity of any Extra-Ordinary gain or loss.			Not Applicable
1.5 (vi)	Basis for related party transactions	✓		
1.5 (vii)	Utilization of proceeds from public issues, right issues and/or through any others.	✓		
1.5 (viii)	Explanation if the financial result deteriorates after the Company goes for IPO, RPO, Rights Offer, and Direct Listing.			Not Applicable
1.5 (ix)	Explanation about significant variance occurs between Quarterly Financial performance and Annual Financial Statements.	✓		
1.5 (x)	Remuneration to Directors including independent Directors.	✓		
1.5 (xi)	Fairness of Financial Statements.	✓		
1.5 (xii)	Maintenance of proper books of accounts.	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1.5 (xiii)	Adoption of appropriate accounting policies and estimates.	✓		
1.5 (xiv)	Followed IAS, BAS, IFRS and BFRS in preparation of Financial Statements.	✓		
1.5 (xv)	Soundness of internal control system.	✓		
1.5 (xvi)	Segment-wise or product-wise performance.	✓		
1.5 (xvii)	Ability to continue as a going concern.	✓		
1.5 (xviii)	Significant deviation from the last year's operating results	✓		
1.5 (xix)	Reason for not declared dividend			Not Applicable
1.5 (xx)	Number of Board meetings held during the year and attendance.	✓		
1.5 (xxi)	Pattern of shareholding.	✓		
1.5 (xxi) a)	Parent/Subsidiary/Associated Companies and other related parties.	✓		
1.5 (xxi) b)	Directors, CEO, CS, CFO, HoIA and their spouses and minor children	✓		
1.5 (xxi) c)	Executives	✓		
1.5 (xxi) d)	10% or more voting interest	✓		
1.5 (xxii)	Appointment/re-appointment of Directors.			
1.5 (xxii) a)	Resume of the Directors	✓		
1.5 (xxii) b)	Expertise in specific functional areas	✓		
1.5 (xxii) c)	Holding of Directorship and membership in Committee of the Board other than this Company.	✓		
2	Chief Financial Officer (CFO), Head of Internal Audit and Company Secretary (CS)			
2.1	Appointment of CFO, HoIA and CS	✓		
2.2	Attendance of CFO and CS at the meeting of the Board of Directors.	✓		
3	Audit Committee			
3 (i)	Constitution of Audit Committee	✓		
3 (ii)	Assistance of the Audit Committee to the Board of Directors	✓		
3 (iii)	Responsibility of the Audit Committee	✓		
3.1	Constitution of Audit Committee			
3.1 (i)	At least 3 (three) members	✓		
3.1 (ii)	Appointment of members of the Audit Committee	✓		
3.1 (iii)	Qualification of Audit Committee members	✓		
3.1 (iv)	Term of Service of Audit Committee Members	✓		
3.1 (v)	Secretary of the Audit Committee	✓		
3.1 (vi)	Quorum of the Audit Committee	✓		
3.2	Chairman of the Audit Committee			
3.2 (i)	Board of Directors shall select the Chairman.	✓		
3.2 (ii)	Chairman of the Audit Committee shall remain present in the AGM.	✓		
3.3	Role of Audit Committee			
3.3 (i)	Oversee the financial reporting process	✓		
3.3 (ii)	Monitor choice of accounting policies and principles	✓		
3.3 (iii)	Monitor internal control risk management process	✓		
3.3 (iv)	Oversee hiring and performance of external Auditors	✓		
3.3 (v)	Review the annual Financial Statements before submission to the Board for approval	✓		
3.3 (vi)	Review the quarterly and half yearly Financial Statements before submission to the Board for approval.	✓		
3.3 (vii)	Review of adequacy of internal audit Function.	✓		
3.3 (viii)	Review statement of significant related party transactions.	✓		
3.3 (ix)	Review management letters/ letter of internal control weakness issued by statutory auditors.	✓		
3.3 (x)	Disclosures about the uses/ applications and funds raised by IPO/RPO/Right issue	✓		
3.4	Reporting of the Audit Committee			
3.4.1	Reporting to the Board of Directors	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
3.4.1 (i)	Activities of Audit Committee	✓		
3.4.1 (ii) a)	Conflict of interest	✓		
3.4.1 (ii) b)	Material defect in the internal control system	✓		
3.4.1 (ii) c)	Infringement of laws, rules and regulations	✓		
3.4.1 (ii) d)	Any other matter	✓		No Such incident Occurred
3.4.2	Reporting to the Authorities	✓		No Such incident Occurred
3.5	Reporting to the Shareholders and General Investors	✓		
4	Engagement of External/Statutory Auditors:			
4 (i)	Appraisal or valuation services or fairness options	✓		
4 (ii)	Financial information systems design and implementation	✓		
4 (iii)	Book –keeping	✓		
4 (iv)	Broker-dealer services	✓		
4 (v)	Actuarial services	✓		
4 (vi)	Internal audit services	✓		
4 (vii)	Services that the Audit Committee determines	✓		
4 (viii)	Audit firm shall not hold any share of the Company they audit.	✓		
5	Subsidiary Company:			
5 (i)	Composition of the Board of Directors	✓		
5 (ii)	At least 1 (one) independent Director to the subsidiary Company	✓		
5 (iii)	Submission of Minutes to the holding Company.	✓		
5 (iv)	Review of Minutes by the holding Company	✓		
5 (v)	Review of Financial Statements by the holding Company	✓		
6	Duties of Chief Executive Officer and Chief Financial Officer:			
6 (i) a)	Reviewed the materiality untrue of Financial Statements	✓		
6 (i) b)	Reviewed about compliance of accounting standard	✓		
6 (ii)	Reviewed about fraudulent, illegal or violation of the Company's code of conduct.	✓		
7	Reporting and Compliance of Corporate Governance			
7 (i)	Obtain certificate about compliance of conditions of Corporate Governance Guidelines	✓		
7 (ii)	Annexure attached in Director's report	✓		

Audit Committee Report

Annexure VII

The audit committee comprises two independent directors and one director namely:

- | | |
|-------------------------------|---------------------------|
| • Mr. Rafiq Ahmad, FCMA | Chairman of the Committee |
| • Mr. Mahbubul Alam | Member of the Committee |
| • Mr. Mohammed Ershadul Hoque | Member of the Committee |

Purpose of the Audit Committee:

As a sub-committee to the Board, Audit Committee oversees the interim and Annual Financial Statements and statement of related party transactions. Also it reviews the matters of material issues and examines those facts that could be of vital concerns to the Company. Adequacy and effectiveness of financial reporting process, accounting policies, internal control and risk management process are the major concerns of the committee.

The committee recommends regarding the appointment of External Auditors, their resignation and fees. It facilitates the statutory audit and discuss with external auditors regarding major observations arising from interim and final audits and any other matters that auditors highlight.

Audit committee reviews the point(s) raised by external auditors in their management letter and the responses of the management thereto.

Report of the Committee during the year

The Committee during the period under report met four times and reviewed, among others, the following:

- ↓ the state of the compliance of BAS and the disclosure of its financial information under BFRS to ensure that the interim financial statements are prudent and credible.
- ↓ the audited Financial Statements of the Company together with consolidated statements with its subsidiary and associate for the year ended 30 June 2014. After being satisfied that the critical accounting policies, significant judgments and practices used by the Company are in compliance with required laws and regulations, recommended to Board for approval.
- ↓ the recurrent related party transactions entered into by the Company during 2013-2014.
- ↓ the scope and extent of internal audit and ensuring that the internal audit function has adequate resources and is appropriately placed thereto.
- ↓ the state of compliance with Corporate Governance and other regulations as per the requirements of Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE).

The Committee recommended M/s Hussain Farhad & Co., Chartered Accountants, for re-appointment as the external auditor of the Company for the year ending on 30 June 2015.

And the Committee opined that internal control system including internal audits, financial and operational controls, accounting systems for timely and appropriate recording of purchases and sales, receipts and payments, assets and liabilities and the reporting structure are adequate and effective. The Committee also ensured that all legal and regulatory requirements, applicable for the Company, are duly complied with.

On behalf of the Committee



Rafiq Ahmad, FCMA
Chairman of Audit Committee

Additional Information

Annexure VIII

The following additional information is also provided with the Directors' report as per sub-regulation 4 of regulation 37 of Listing Regulation of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

Sl.	Particulars	Remarks																					
1	Names of the persons who were at any time during the Financial Year, Directors of the Company.	1. Mr. Mohammad Mustafa Haider 2. Mr. Mohammed Amirul Haque 3. Mr. Md. Jahangir Alam 4. Mr. Md. Alamgir Kabir 5. Mr. Mohammed Ershadul Hoque																					
2	The principal activities of the Company and its Subsidiaries during the year and any changes therein.	PCML: Manufacturing Cement PPGL: Power Generation																					
3	Significant changes in the Company's or its Subsidiaries fixed assets and the market value of land, if the value differs substantially from the book value.	<p>The following additions were made in its asset during the year:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Asset Item</th> <th style="text-align: center;">Tk in Million (Rounded)</th> <th style="text-align: center;">Addition during the year</th> </tr> </thead> <tbody> <tr> <td>Land & Land Development</td> <td style="text-align: center;">39</td> <td style="text-align: center;">6.41%</td> </tr> <tr> <td>Factory Building</td> <td style="text-align: center;">22</td> <td style="text-align: center;">4.20%</td> </tr> <tr> <td>Electric Installation</td> <td style="text-align: center;">16</td> <td style="text-align: center;">16.23%</td> </tr> <tr> <td>Plant & Machinery</td> <td style="text-align: center;">91</td> <td style="text-align: center;">4.91%</td> </tr> <tr> <td>Motor Vehicles</td> <td style="text-align: center;">37</td> <td style="text-align: center;">15.23%</td> </tr> <tr> <td>Vessel</td> <td style="text-align: center;">19</td> <td style="text-align: center;">22.10%</td> </tr> </tbody> </table> <p>Note: No revaluation for land or fixed asset is done during the year. No addition of asset was made for the Subsidiary during the year.</p>	Asset Item	Tk in Million (Rounded)	Addition during the year	Land & Land Development	39	6.41%	Factory Building	22	4.20%	Electric Installation	16	16.23%	Plant & Machinery	91	4.91%	Motor Vehicles	37	15.23%	Vessel	19	22.10%
Asset Item	Tk in Million (Rounded)	Addition during the year																					
Land & Land Development	39	6.41%																					
Factory Building	22	4.20%																					
Electric Installation	16	16.23%																					
Plant & Machinery	91	4.91%																					
Motor Vehicles	37	15.23%																					
Vessel	19	22.10%																					
4	If any shares or debentures have been issued, the number, class and consideration received and the reason for the issue.	No such Instruments issued during the year.																					
5	Details of any arrangements whereby the Company enables Directors to acquire benefits by means of acquisition of share or debentures of the Company or any body corporate, explaining the effect of the arrangements and giving names of the Directors who, at any time during this year, were Directors and held, or whose nominees held, shares or debentures acquired as a result of the arrangements.	No such incident occurred.																					
6	A statement for each Director whether or not he had an interest in any other body corporate within the group, specifying the number and amount of shares and debentures held at the beginning and end of each Financial Year (or if was not a Director at the beginning of the year, the details when he became a Director).	Please see Annexure IX																					
7	If turnover is attributable to two or more substantially differing classes of business, the proportions in which the turnover is divided among these classes, also operating profit and asset allocation:	No such incident occurred.																					
8	The sum total of contributions made to government approved charities and other charities by the Company. If in respect of each category, it exceeds Tk. 50,000/-	No such incident occurred.																					
9	Where items are shown in the Directors' Report instead of in the accounts of the Company, the corresponding amounts for the immediately preceding year must also be shown	There are no such items shown in the Directors' report instead of in the accounts of the Company. Further concise form of Income statement and Financial Position of preceding five years can be found at Annexure XI .																					

Directors' Statement of Interest

Annexure IX

TO WHOM IT MAY CONCERN

As per clause VI of sub-regulation 4 of regulation 37 of The Listing Regulation of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited, I, hereby, announce that I have the following interest on the following body corporate under the group:

Name of the body corporate	Number of Share	Amount of Share
Premier Power Generation Limited	1,500	150,000
National Cement Mills Ltd.	1,750,000	17,500,000



Mohammed Amirul Haque

TO WHOM IT MAY CONCERN

As per clause VI of sub-regulation 4 of regulation 37 of The Listing Regulation of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited, I, hereby, announce that I have the following interest on the following body corporate under the group:

Name of the body corporate	Number of Share	Amount of Share
Premier Power Generation Limited	2,000	200,000
National Cement Mills Ltd.	1,750,000	17,500,000



Md. Jahangir Alam

TO WHOM IT MAY CONCERN

As per clause VI of sub-regulation 4 of regulation 37 of The Listing Regulation of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited, I, hereby, announce that I have the following interest on the following body corporate under the group:

Name of the body corporate	Number of Share	Amount of Share
Premier Power Generation Limited	1,670	167,000
National Cement Mills Ltd.	1,750,000	17,500,000



Mohammad Mustafa Haider

TO WHOM IT MAY CONCERN

As per clause VI of sub-regulation 4 of regulation 37 of The Listing Regulation of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited, I, hereby, announce that I have the following interest on the following body corporate under the group:

Name of the body corporate	Number of Share	Amount of Share
Premier Power Generation Limited	1,250	125,000
National Cement Mills Ltd.	-	-



MD. Alamgir Kabir

TO WHOM IT MAY CONCERN

As per clause VI of sub-regulation 4 of regulation 37 of The Listing Regulation of Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited, I, hereby, announce that I have the following interest on the following body corporate under the group:

Name of the body corporate	Number of Share	Amount of Share
Premier Power Generation Limited	1,000	100,000
National Cement Mills Ltd.	-	-



Mohammed Ershadul Hoque

Sustainable development

Annexure X

The concept of sustainable development is been always in Premier Cement's process and progress. The Company is committed towards the implementation of different pro-active sustainable activities such as environmental preservation, community development etc. as a part of its Corporate Social Responsibilities (CSR). To pass on a sustainable and healthy planet to the future generations we believe in the importance of using resources efficiently and preventing environmental pollution as well. Thus we have devised a continuous policy of contribution towards the environmental preservation, and which is increasing day by day. We think these little but increasing contributions will have a greater impact in future and will set up an example across the industry we are in.

CONCERN: ENVIRONMENT

To conduct our business in a green way we have developed several action plans and drives after assessing its impact and benefit on the environment and society; including issues related to climate change and biodiversity. The followings are the prime action plans that usually performed by our Company throughout the year:

Tree plantation drives and awareness programs

The importance of tree plantation in this century is immense as industrialization has become one of the major reasons for deforestation. To maintain ecological balance and to protect our environment our Company continuously arranging numerous plantation drives and awareness programs to create environmental consciousness amongst the local habitants with the help of its stakeholders; intended to offset the carbon emissions associated with the industrial revolution in the country. Every year, Company plants substantial number of saplings at road side and rural parts of the country. During the period under review the Company planted thousands of saplings in more than 16 different districts in the country namely Bogra, Mongla, Rangamati, Bandarban, Cox's Bazar etc. In addition to that, it arranges multiple awareness programs yearly which motivates and creates a sense of environmental responsibility towards the local people. The Company also awards remarkable initiatives among the individuals who have achieved major results in their daily environmental activities.

Advisory support of our technical support team

Land shortage is a common problem for any small country like ours. According to REHAB study only 3 percent of total populations have permanent residence. Consequentially it became very difficult for individual home makers and apartment builders to give up an inch of space from their construction for environmental purpose. Therefore as a part of our green efforts our trained technical support teams are always prompt to give in site ideas and plans free of cost regarding in-house plantation, green decoration and eco friendly constructions.

Adequate Dust collectors

We are cement manufacturer and dust is an integral part of our

production process. Suspended particle and dust can affect the environment and local health severely. Without dust control equipments large dust emission will occur at several stages in the entire production process. As we never compromise on any issue related to environment, therefore our whole production units are equipped with adequate number of dust collectors to keep the amount of suspended particles in the air far below than the acceptable limit. Thus, Department of Environment, Government of People's Republic of Bangladesh has certified us by its environmental clearance.

Reducing CO₂ emission

The Company tries to maintain its production processes eco friendly and efficient as much as possible. To bring these into practice, company tries to limit the fossil fuel consumption for combustion in



its cement grinding plants. Also real time monitoring in every stages of production gives us the optimum level outcome of our fuels and utility consumption.

Waste management

Our process leaves a small amount of waste in few parts of whole production. Premier cement believes waste management should be an integral part of every industrial production. As a sustainer of "corporate Citizenship" we therefore continuously monitor our production to ensure minimal wastage level and productive management of recycling the wastage materials which is beyond our control.

CONCERN: COMMUNITY & STAKEHOLDERS

We do not consider business is all about maximizing profit; rather we believe in contribution towards the society as a social obligation and in which our customers, investors like to be more engaged with. Thus Premier Cement always tries to explore thoughtful, comprehensive approaches to corporate citizenship that we believe aligns with Company's values and maximizes the impact it can make as a corporation. We primarily focus on specific societal issues like rural health, sanitation, education, and

culture. Our decade of continuous efforts to make our society a better one made us well-known in some rural part of the society; might not as a world class cement manufacturer but as a significant contributor in their better

standard of living. Followings are the few CSR initiatives that we have carried on last year:

↳ Winter clothes giving drive:

According to ADB, around 30 percent of our total population is living below the poverty line. Many of them live as refugees or in slums. Their miserable lives turn more fretful as the weather turns cold. They need warm clothes but they cannot afford to buy. As a result they suffer a lot, even die from various cold related diseases. As we feel their sufferings, we are arranging numerous winter clothes giving drives throughout the mostly affected parts of the country in winter season and in the last winter we have donated 5,000 blankets to the poor people in those underprivileged areas.

↳ Vaccination drive:

We are arranging Hepatitis B and polio vaccination drives on yearly basis in some remote parts of the country with the help of local school authorities, our customers and employees. Some awareness counseling to the local residents about health and sanitation has also been placing along with these vaccinations drives.

↳ Set up Cautionary signs:

The Company has also constructed many road side cautionary signs last year in many tourist places and in risky turnings to give tourists appropriate directions and to warn them about the risky turns ahead.

↳ Donation and construction

We have also been an active donor in the society. Company has been donating significant amount and its products over the years to different Mosques, Schools and Madrashes for construction purposes in view of eradicating illiteracy and for the socio-economic development of our country. Further the Company constructed approach roads from Chittagong Port up to Issa Nagar by spending its own fund where thousands of local inhabitants are being benefited everyday.

↳ Training opportunities:

To set up a bridge between theoretical knowledge and practical experience, every year our Company is providing paid temporary training opportunities to local youths in order to flourish their competencies to farthest possible extent. Many of them are now working as permanent employees at both of our corporate office and factory premises.



5 Years Comparative Income Statement (Consolidated)

Annexure XI

Particulars	30-Jun-14	30-Jun-13	30-Jun-12	30-Jun-11	30-Jun-10
Revenue	7,539,574,982	6,416,662,323	4,289,147,693	3,428,083,698	1,862,271,084
Cost of sales	(6,243,640,861)	(5,263,071,062)	(3,757,839,878)	(2,792,429,437)	(1,458,692,657)
Gross Profit	1,295,934,121	1,153,591,261	531,307,815	635,654,261	403,578,427
Other Income/ (Expenses)	184,719,720	273,854,481	154,309,045	15,731,353	(931,809)
Administrative Expenses	(109,112,854)	(106,844,867)	(63,990,060)	(41,751,262)	(24,711,273)
Selling & Distribution Exp	(265,439,660)	(194,605,691)	(138,783,514)	(95,804,515)	(27,098,361)
Profit From Operation	1,106,101,327	1,125,995,184	482,843,286	513,829,837	350,836,984
Finance Cost	(377,794,346)	(327,241,033)	(142,677,601)	(68,067,308)	(53,272,915)
Contribution to WP & PF	(33,530,776)	(38,213,301)	(17,473,110)	(21,129,697)	(14,698,404)
Profit Before Income Tax	694,776,205	760,540,850	322,692,575	424,632,832	282,865,665
Current Tax Expenses	(233,676,866)	(65,490,827)	(106,235,165)	(68,040,042)	(108,718,106)
Deferred Tax Income/ (Expenses)	48,002,879	(195,882,457)	(42,135,916)	(30,080,322)	3,014,617
Profit After Income Tax	509,102,218	499,167,566	174,321,494	326,512,468	177,162,176
EPS	4.78	5	1.87	4.07	2.21

5 Years Balance Sheet (Consolidated)

Particulars	30-Jun-14	30-Jun-13	30-Jun-12	30-Jun-11	30-Jun-10
Assets					
PPE	5,466,159,025	5,150,484,594	2,403,365,230	1,878,082,432	534,531,139
Capital work-in-progress	478,898,506	156,377,978	1,996,136,174	275,871,060	462,561,537
Investment in associate				70,000,000	
Total non-current assets	5,945,057,531	5,306,862,572	4,399,501,404	2,223,953,492	997,092,676
Inventories	1,282,263,619	789,597,607	536,625,624	689,410,200	214,170,799
Trade and other receivables	1,322,212,717	1,058,028,972	666,900,254	489,595,303	344,714,354
Advances, deposits and pre-payment	936,140,233	806,594,430	852,351,480	515,640,233	258,748,528
Investment in FDR	183,604,362	130,571,470	60,219,529	-	-
Current account with associate	-	-	-	125,124,323	-
Cash and bank balances	134,141,336	404,570,422	86,466,273	84,222,139	64,140,437
Total Current Assets	3,858,362,266	3,189,362,901	2,202,563,160	1,903,992,198	881,774,118
Total Asset	9,803,419,796	8,496,225,473	6,602,064,564	4,127,945,690	1,878,866,794
Equity					
Share capital	1,054,500,000	1,054,500,000	934,500,000	890,000,000	400,000,000
Revaluation reserve	356,868,534	362,312,633	368,322,020	374,104,683	-
Tax holiday reserve	2,274,386	2,274,386	2,274,386	-	-
Share premium	441,835,000	441,835,000	311,500,000	-	-
Retained earnings	1,162,879,482	1,075,086,456	575,120,386	425,718,439	328,813,642
Total equity attributable to equity holders of the Company	3,018,357,402	2,936,008,475	2,191,716,792	1,689,823,122	728,813,642
Share money deposit	210,000,000	210,000,000	-	356,000,000	250,000,000
Non controlling interest	76,919,251	71,965,959	66,755,076	1,637,180	1,555,624
Total equity	3,305,276,653	3,217,974,434	2,258,471,868	2,047,460,302	980,369,266
Liabilities					
Deferred tax liability/(assets)	309,978,565	357,981,444	162,098,987	119,963,071	29,814,357
Long term loan	1,087,215,751	605,835,860	937,639,646	-	-
Provision for gratuity	59,788,044	40,458,734	26,833,840	15,630,304	8,939,815
Total non-current liabilities	1,456,982,360	1,004,276,038	1,126,572,473	135,593,375	38,754,172
Trade and other payable	279,583,089	814,191,402	406,417,185	165,631,749	91,883,842
Short term bank loan	4,326,192,283	3,141,026,180	2,492,266,858	1,674,857,177	593,387,019
Current portion of long term loan	188,373,392	183,211,499	142,728,173	-	-
Liability for other finance	70,420,750	61,515,150	70,085,650	15,852,335	28,366,090
Contribution to WP & PF	33,530,776	38,213,301	17,473,111	21,129,697	14,698,404
Provision for taxation	143,060,493	35,817,470	88,049,246	67,421,056	131,408,001
Total current liability	5,041,160,783	4,273,975,002	3,217,020,223	1,944,892,014	859,743,356
Total liability	6,498,143,143	5,278,251,040	4,343,592,696	2,080,485,389	898,497,528
Total equity and liability	9,803,419,796	8,496,225,474	6,602,064,564	4,127,945,691	1,878,866,794

Notice of Annual General meeting

Notice is hereby given to the members of Premier Cement Mills Limited that the 12th Annual General Meeting (AGM) of the Company will be held on Saturday, 27th December 2014, at 11:00 a.m. at Chittagong Club Limited, SS Khaled Road, Lalkhan Bazar, Chittagong, for transaction of the following businesses:

AGENDA:

1. Adoption of Directors and Auditors Reports and the Audited Financial Statements of the Company for the year ended June 30, 2014.
2. Declaration of Dividend for the year ended June 30, 2014.
3. Election of Directors.
4. Appointment of statutory Auditors of the Company for the term until the conclusion of the next Annual General Meeting (AGM) and fixation of their remuneration, as per Companies Act, 1994.

By order of the Board



Kazi Md. Shafiqur Rahman
Company Secretary

Date : 10 December 2014
Place : Dhaka

NOTES:

1. Shareholders whose names appear on the Members/Depository Register on the Record Date i.e. on 17th November 2014 shall be eligible to attend the 12th AGM of the Company and to receive the Dividend.
2. A member eligible to attend and vote at the Annual General Meeting, may appoint a proxy on his/her stead. The proxy form attached with Annual Report-2014, duly filed in, signed and stamped, must be submitted at the Corporate Office of the Company not later than 48 hours before the time fixed for the meeting.
3. Only Shareholders or their validly appointed proxies will be allowed to have access to the registration process to attend the meeting.
4. Admission into the auditorium will be allowed strictly on submission of the attendance slip sent with the Notice.
5. Shareholders are requested to submit their queries on the Directors' Report and the Audited Financial Statements for the year ended June 30, 2014 at the Corporate Office of the Company at least 3 (three) working days before the day of Annual General Meeting.
6. The Annual Report for the year ended on June 2014 is available in the Company's website at www.premiercement.com

শেয়ারহোল্ডারবৃন্দের সদয় অবগতির জন্য জানানো যাচ্ছে যে, আসন্ন বার্ষিক সাধারণ সভায় কোন প্রকার উপহার/খাবার/যাতায়াত ভাতা প্রদানের ব্যবস্থা থাকবে না।

Financials

Consolidated Financial Statements of Premier Cement Mills Limited 45-75

Standalone Financial Statements of Premier Cement Mills Limited,
Premier Power Generation Limited, National Cement Mills Limited 76-121



W

e have audited the accompanying consolidated financial statements of Premier Cement Mills Limited which comprise the Statement of Financial Position as at 30 June 2014, Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended and all related consolidated financial statements and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the consolidated financial statements

Management is responsible for the preparation of consolidated financial statements that give a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRS) and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of these consolidated financial statements that are free from material misstatement whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the entity's preparation of the consolidated financial statements that give a true and fair view 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements, give a true and fair view of the financial position of Premier Cement Mills Limited as at 30 June 2014 and of their financial performance and cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS) and comply with the Companies Act 1994 and other applicable laws and regulations.

We also report that:

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



Hussain Farhad & Co.
Chartered Accountants

Place: Dhaka
Dated: 28 October 2014

Consolidated Statement of Financial Position

AS AT 30 JUNE 2014

	NOTES	2014	2013
		Taka	Taka
ASSETS			
Non-current assets			
Property, plant and equipment	4	5,466,159,025	5,150,484,593
Capital work -in - progress	5	478,898,506	156,377,978
		5,945,057,531	5,306,862,571
Current assets			
Inventories	6	1,282,263,619	789,597,607
Trade and other receivables	7	1,322,212,717	1,058,028,972
Advances, deposits and pre-payments	8	936,140,233	806,594,430
Investment in FDR	9	183,604,362	130,571,470
Cash and bank balances	10	134,141,336	404,570,422
		3,858,362,266	3,189,362,901
Total assets		9,803,419,796	8,496,225,473
EQUITY AND LIABILITIES			
Equity			
Share capital	11	1,054,500,000	1,054,500,000
Revaluation reserve		356,868,534	362,312,633
Tax holiday reserve		2,274,386	2,274,386
Share premium		441,835,000	441,835,000
Retained earnings		1,162,879,482	1,075,086,458
		3,018,357,402	2,936,008,477
Share money deposit		210,000,000	210,000,000
Non-controlling interest	12	76,919,251	71,965,958
		3,305,276,653	3,217,974,435
Non-current liabilities			
Deferred tax liabilities	13	309,978,565	357,981,444
Long term loan	14	1,087,215,751	605,835,860
Defined benefit obligations (Gratuity)	15	59,788,044	40,458,734
		1,456,982,360	1,004,276,038
Current liabilities			
Trade and other payables	16	279,583,089	814,191,402
Short term bank loan	17	4,326,192,283	3,141,026,180
Current portion of long term loan	14	188,373,392	183,211,499
Liability for other finance	18	70,420,750	61,515,150
Contribution to WPPF		33,530,776	38,213,300
Provision for taxation	19	143,060,493	35,817,469
		5,041,160,783	4,273,975,000
Total equity and liabilities		9,803,419,796	8,496,225,473

The annexed notes 01 to 37 form an integral part of these financial statements.



Company Secretary



Director



Managing Director

As per our report of same date.



Hussain Farhad & Co.
Chartered Accountants

Place: Dhaka
Dated: 28 October 2014

Consolidated Statement of Comprehensive Income

FOR THE YEAR ENDED 30 JUNE 2014

	NOTES	2014	2013
		Taka	Taka
Revenue	20	7,539,574,982	6,416,662,323
Cost of sales	21	(6,243,640,861)	(5,263,071,062)
Gross profit		1,295,934,121	1,153,591,261
Other income / (expenses)	22	184,719,720	273,854,481
Administrative expenses	23	(109,112,854)	(106,844,868)
Selling & distribution expenses	24	(265,439,660)	(194,605,691)
Profit before interest and tax		1,106,101,327	1,125,995,183
Finance costs	25	(377,794,346)	(327,241,033)
Contribution to WPPF		(33,530,776)	(38,213,300)
Profit before tax		694,776,205	760,540,850
Current tax expenses	19	(233,676,866)	(65,490,826)
Deferred tax income/(expenses)	13	48,002,879	(195,882,457)
Profit for the year		509,102,218	499,167,567
Other comprehensive income			
Revaluation of property, plant & equipment		-	-
Income tax on other comprehensive income		-	-
Total comprehensive income for the year		509,102,218	499,167,567
Profit attributable to:			
Owners of the company		504,148,925	493,956,685
Non-controlling interest	12	4,953,293	5,210,882
		509,102,218	499,167,567
Total comprehensive income attributable to:			
Owners of the company		504,148,925	493,956,685
Non-controlling interest		4,953,293	5,210,882
Total comprehensive income for the period		509,102,218	499,167,567
Basic earnings per share (par value of Tk. 10)	26	4.78	5.00

The annexed notes 01 to 37 form an integral part of these financial statements.



Company Secretary



Director



Managing Director

As per our report of same date.

Place: Dhaka
Dated: 28 October 2014



Hussain Farhad & Co.
Chartered Accountants

Consolidated Statement of Changes in Equity

FOR THE YEAR ENDED 30 JUNE 2014

Amount in Taka

	Share capital	Share Premium	Revaluatoin reserve	Tax holiday Reserve	Retained earnings	Total	Share money deposit	Non-controlling interest	Total equity
Balance at 30 June 2012	934,500,000	311,500,000	368,322,020	2,274,386	575,120,386	2,191,716,792	-	66,755,076	2,258,471,868
Net profit after tax for the year	-	-	-	-	493,956,685	493,956,685	-	5,210,882	499,167,567
Bonus-dividend paid	-	-	-	-	-	-	-	-	-
Depreciation on revalued assets	-	-	(6,009,387)	-	6,009,387	-	-	-	-
New share issued	-	-	-	-	-	-	-	-	-
Receipt against right issue	-	-	-	-	-	-	210,000,000	-	210,000,000
New share issued	120,000,000	144,000,000	-	-	-	264,000,000	-	-	264,000,000
Tax on Share premium	-	(13,665,000)	-	-	-	(13,665,000)	-	-	(13,665,000)
Balance at 30 June 2013	1,054,500,000	441,835,000	362,312,633	2,274,386	1,075,086,458	2,936,008,477	210,000,000	71,965,958	3,217,974,435
Net profit for the year	-	-	-	-	504,148,925	504,148,925	-	4,953,292	509,102,218
Dividend paid	-	-	-	-	(421,800,000)	(421,800,000)	-	-	(421,800,000)
Depreciation on revalued assets	-	-	(5,444,099)	-	5,444,099	-	-	-	-
Receipt against right issue	-	-	-	-	-	-	-	-	-
New share issued	-	-	-	-	-	-	-	-	-
Tax on share premium	-	-	-	-	-	-	-	-	-
Balance at 30 June 2014	1,054,500,000	441,835,000	356,868,534	2,274,386	1,162,879,482	3,018,357,402	210,000,000	76,919,251	3,305,276,653

Revaluation surplus amounting to Tk.54,44,099 has been transferred to retained earnings to account 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



Director



Managing Director

Place: Dhaka

Dated: 28 October 2014

Consolidated Statement of Cash Flows

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
Cash flows from operating activities		
Receipt from customers	7,275,391,238	6,025,533,605
Payment to employees	(245,513,623)	(175,790,809)
Payment to suppliers	(6,160,722,851)	(4,684,256,809)
Cash generated from operating activities	869,154,763	1,165,485,987
Other income	184,719,720	273,854,481
Interest paid	(386,626,333)	(299,043,759)
Dividend Paid	(378,181,440)	-
Tax paid	(238,804,752)	(225,734,333)
A. Net cash from operating activities	50,261,958	914,562,376
Cash flows from investing activities		
Purchase of property, plant & equipment	(525,511,368)	(404,578,140)
Capital work-in-progress (WIP)	(423,499,212)	(497,944,140)
Sale of property, plant & equipment	695,000	6,046,764
Increase/(decrease) in loans & others	349,520,851	(56,259,387)
Investment in FDR	(53,032,892)	(70,351,941)
Investment in associate	-	-
B. Net cash used in investing activities	(651,827,621)	(1,023,086,844)
Cash flows from financing activities		
Proceeds against right shares	-	-
Proceeds from bank borrowing	6,547,422,163	3,888,679,137
Repayment of bank borrowing	(6,237,645,090)	(3,559,874,120)
Share Money Deposit	-	210,000,000
Proceeds against Share Money Payable	(5,565,948)	-
Directors current account	-	(110,000,000)
From other finance	8,905,600	(8,570,500)
From lease finance	74,580,000	40,000,000
Repayment of lease finance	(56,560,147)	(33,605,900)
C. Net cash from financing activities	331,136,578	426,628,617
Net increase in cash and bank balances (A+B+C)	(270,429,085)	318,104,149
Cash and bank balances at the beginning of the year	404,570,422	86,466,273
Cash and bank balances at the end of the year	134,141,337	404,570,422



Company Secretary



Director



Managing Director

Place: Dhaka

Dated: 28 October 2014

1.00 REPORTING ENTITY**1.01 Formation and legal status**

Premier Cement Mills Limited, (hereinafter referred to as PCML 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 PCML holds 96% of its shares and PCML also holds 40% shares of "National Cement Mills Limited".

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**2.01 Statement of compliance**

The financial statements have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs).

2.02 Other regulatory compliances

The Companies are also required to comply with the following major laws and regulation in addition to the Companies 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, 1991
 The Value Added Tax Rules, 1991
 The Customs Act, 1969

2.03 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.

2.04 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.

2.05 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 6	Inventories
Note 7	Trade and other receivables

FOR THE YEAR ENDED 30 JUNE 2014

Note 13	Deferred tax liability
Note 15	Defined benefit obligations (Gratuity)
Note 16	Trade and other payable
Note 19	Provision for taxation
Note 29	Contingent liabilities

2.06 Changes in accounting policy

The company has applied the following BASs/BFRSs from the year 2013-14

BFRS 10	Consolidated Financial Statements
BFRS 12	Disclosure of interests in other entities
BFRS 13	Fair Value Measurement

These standards have been applied prospectively and are applicable to companies from 1 January 2013

2.07 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, proceeds from IPOs and additional resources from enhanced production capacity of the company provide sufficient fund to meet the present obligations of its existing businesses and operations.

2.08 Applicable accounting standards

The following BASs and BFRSs are applicable for the financial statements for the year under review:

BAS - 1	Presentation of Financial Statements
BAS - 2	Inventories
BAS - 7	Statements of Cash Flows
BAS - 8	Accounting Policies, Changes in Accounting Estimates and Errors
BAS - 10	Events after the Reporting Period
BAS - 12	Income Taxes
BAS - 16	Property, Plant and Equipment
BAS - 17	Leases
BAS - 18	Revenue
BAS - 19	Employee Benefits
BAS - 21	The Effects of Changes in Foreign Exchange Rates
BAS - 23	Borrowing Costs
BAS - 24	Related Party Disclosures
BAS - 27	Separate Financial Statements (Revised 2011)
BAS - 28	Investment in Associate
BAS - 32	Financial Instruments: Presentation
BAS - 33	Earnings Per Share
BAS - 34	Interim Financial Reporting, Comparative information
BAS - 36	Impairment of Assets
BAS - 37	Provisions, Contingent Liabilities and Contingent Assets
BAS - 38	Intangible Assets
BAS - 39	Financial Instruments: Recognition and Measurement
BFRS - 3	Business Combinations
BFRS - 7	Financial Instruments: Disclosures
BFRS - 10	Consolidated Financial Statements
BFRS - 12	Disclosure of interest in other entities
BFRS - 13	Fair value measurement

2.09 Reporting period

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

2.10 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 BFRS 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 PCML. The Company has made 96% investments in its subsidiary. PCML 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 of PCML. The company has made 40% investment in NCML. However, the company also exerts control on NCML as it has gained 60% voting rights through common directorship. Hence, management has decided to consolidate the financial statements of NCML in accordance with BFRS 10 for reporting purpose.

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 BAS-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 BAS-1 "Presentation of Financial Statements". The recommendations of BAS-1 relating 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 period ended 30 June 2014 are consistent with those policies and methods adopted in preparing the financial statements for the year ended 30 June 2013.

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.

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.

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 derecognises 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 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. Accounts receivables are stated at gross. Provision for bad debts are shown in trade and other payables.

FOR THE YEAR ENDED 30 JUNE 2014

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 recognises 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 derecognises 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 recognises 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 recognised 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

Land is held on a freehold basis and is not depreciated considering the unlimited life. In respect of all other fixed assets, depreciation is provided on reducing balance method over their expected useful life & half year depreciation charged in addition to fixed assets during the year. The annual depreciation rates applicable to different category of assets are as follows:

Category of assets	Rate		
	PCML	NCML	PPGL
Land and land development	0%	0.0%	-
Factory Building	3%	5.0%	-
Jetty Construction	3%	10.0%	-
Electric Installation	7.5%	-	-
Plant & Machinery	7.5%	7.5%	6.0%
Boundary Wall & Fencing	5%	-	-
Furniture & Fixtures	10%	10.0%	10.0%
Telephone & Fax Installation	15%	-	-
Loose Tools	15%	10.0%	-
Motor Vehicles	15%	10.0%	-
Office Building & Shed	3%	5.0%	-
Office Equipment	15%	10.0%	20.0%
Tube-Well	15%	0.0%	-
Air Compressor	15%	0.0%	-
Grinding Media	33%	25.0%	-
Lab Equipment	10%	-	-
Vessel	10%	-	-
Portable Cement Silo	3%	-	-
Office Decoration	15%	-	-
Generator Building	-	10.0%	10.0%
Software	10%	-	-
Wheel Loader	-	7.5%	7.5%

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

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 profit and loss account.

Leasehold assets

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.

3.04.02 Subsequent costs

The cost of replacing a part of property, plant and equipment is recognised 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 income statement during the financial period in which they incurred.

3.04.03 Capital work-in-progress (with valuation method)

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

3.05 Inventories

Nature of inventories

Inventories comprise Raw Materials (Clinker, Gypsum, Lime Stone, Fly Ash, Slag), Packing Materials, Consumable Stores, 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 BAS 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 BAS 7 (Cash Flow Statement) 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 at each reporting date 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 BAS 23 "Borrowing Costs".

3.10 Taxation**3.10.1 Current tax**

PCML has been maintaining provision for taxation @ 27.5% as per Income Tax Ordinance, 1984. Company also enjoys tax exemption on export sales as per Sixth Schedule (Section 28) of ITO 1984.

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 BAS-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 provident 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 following rules and regulations of the company.

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

Service length	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 recognizes 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 IAS 18 : 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 significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. Specific policies regarding the recognition of revenue are as follows:

- i. In case of local sales as well as export sales revenue is recognized when the goods are delivered.
- ii. Interest income on bank deposits is recognized when income has been accrued.

3.15 Earnings per share

The company calculates its earning per share in accordance with Bangladesh Accounting Standard (BAS) - 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 BAS-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.

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

4.00 Property, plant and equipment

	2014	2013
	Taka	Taka
Freehold (4.01)	5,276,464,505	4,997,950,937
Leasehold (4.02)	189,694,520	152,533,656
	5,466,159,025	5,150,484,593

4.01 Freehold :

Cost :

Amount in Taka

	C O S T				Rate	D E P R E C I A T I O N				Written down value
	Opening	Addition	Disposal	Closing		Opening	Charged during the year	Disposal/ Adjustment	Closing	As at 30 June 2014
Land & Land Development	683,960,434	47,987,560	-	731,947,994	0%	-	-	-	-	731,947,994
Factory Building	1,021,162,360	31,524,768	-	1,052,687,128	3%	83,534,826	37,274,933	-	120,809,759	931,877,369
Jetty Construction	142,254,059	8,878,920	-	151,132,979	3%	7,469,969	11,375,930	-	18,845,899	132,287,080
Electric Installation	97,116,348	15,766,281	-	112,882,629	7.5%	9,156,956	7,188,190	-	16,345,146	96,537,483
Plant & Machinery	2,638,558,765	330,305,566	-	2,968,864,331	7.5%, 6%	276,760,634	184,831,170	-	461,591,804	2,507,272,527
Boundary Wall & Fencing	5,802,190	87,600	-	5,889,790	5%	732,435	255,678	-	988,113	4,901,677
Furniture & Fixtures	4,534,509	1,854,931	-	6,389,440	10%	913,403	451,687	-	1,365,090	5,024,350
Telephone & Fax Installation	819,090	227,300	-	1,046,390	15%	220,358	106,857	-	327,215	719,175
Loose Tools	7,480,230	821,715	-	8,301,945	15%	3,929,583	387,338	-	4,316,921	3,985,024
Motor Vehicles	266,731,340	73,864,033	(1,517,467)	339,077,906	15%	68,843,349	31,297,703	(488,411)	99,652,641	239,425,265
Office Building & Shed	36,326,321	3,710,589	-	40,036,910	3%	1,929,505	1,638,028	-	3,567,533	36,469,377
Office Equipment	8,618,707	6,644,542	-	15,263,249	15%, 20%	1,863,453	1,339,738	-	3,203,191	12,060,058
Tube-Well	323,811	251,120	-	574,931	15%	59,511	58,479	-	117,990	456,941
Air Compressor	7,907,415	-	-	7,907,415	15%	1,642,089	939,799	-	2,581,888	5,325,527
Grinding Media	48,587,983	27,436,281	-	76,024,264	33%	23,692,699	12,054,383	-	35,747,082	40,277,182
Lab Equipment	1,913,056	221,800	-	2,134,856	10%	433,338	159,062	-	592,400	1,542,456
Vessel	87,410,000	19,315,000	-	106,725,000	10%	16,450,130	8,061,737	-	24,511,867	82,213,133
Portable Cement Silo	2,460,000	3,325,000	-	5,785,000	3%	36,900	122,568	-	159,468	5,625,532
Office Decoration	1,260,500	3,332,463	-	4,592,963	15%	459,223	370,358	-	829,581	3,763,382
Wheel Loader	14,388,152	9,822,134	-	24,210,286	7.5%	1,621,917	957,468	-	2,579,385	21,630,901
Generator Building	5,264,351	-	-	5,264,351	10%	1,810,411	345,394	-	2,155,805	3,108,546
Software	-	937,500	-	937,500	10%	-	46,875	-	46,875	890,625
2014	5,082,879,621	586,315,103	(1,517,467)	5,667,677,257		501,560,689	299,263,375	(488,411)	800,335,653	4,867,341,604
2013	2,166,249,141	2,929,135,480	(12,505,000)	5,082,879,621		322,215,976	184,863,158	(5,518,446)	501,560,688	4,581,318,933

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

Revaluation:

Amount in Taka

	C O S T				Rate	D E P R E C I A T I O N				Written down value
	Opening	Addition	Disposal	Closing		Opening	Charged during the year	Disposal/ Adjustment	Closing	As at 30 June 2014
Land & Land Development	284,464,580	-	-	284,464,580	0%	-	-	-	-	284,464,580
Factory Building	44,628,827	-	-	44,628,827	3%	3,897,302	1,221,946	-	5,119,248	39,509,579
Jetty Construction	22,942,513	-	-	22,942,513	3%	2,003,501	628,170	-	2,631,671	20,310,842
Electric Installation	9,176,336	-	-	9,176,336	7.5%	1,913,696	544,698	-	2,458,394	6,717,942
Plant & Machinery	65,606,793	-	-	65,606,793	7.5%, 6%	13,682,092	3,894,353	-	17,576,445	48,030,348
Boundary Wall & Fencing	794,796	-	-	794,796	5%	113,358	34,072	-	147,430	647,366
Furniture & Fixtures	-	-	-	-	10%	-	-	-	-	-
Telephone & Fax Installation	-	-	-	-	15%	-	-	-	-	-
Loose Tools	221,030	-	-	221,030	15%	85,290	20,361	-	105,651	115,379
Motor Vehicles	3,727,938	-	-	3,727,938	15%	1,438,518	343,413	-	1,781,931	1,946,007
Office Building & Shed	6,240,414	-	-	6,240,414	3%	544,957	170,864	-	715,821	5,524,593
Office Equipment	-	-	-	-	15%, 20%	-	-	-	-	-
Tube-Well	-	-	-	-	15%	-	-	-	-	-
Air Compressor	321,990	-	-	321,990	15%	124,248	29,661	-	153,909	168,081
Grinding Media	5,649,599	-	-	5,649,599	33%	3,975,644	557,985	-	4,533,629	1,115,970
Lab Equipment	872,144	-	-	872,144	10%	236,351	63,579	-	299,930	572,214
Vessel	-	-	-	-	10%	-	-	-	-	-
Office Decoration	-	-	-	-	15%	-	-	-	-	-
Generator Building	-	-	-	-	10%	-	-	-	-	-
2014	444,646,960	-	-	444,646,960	-	28,014,957	7,509,102	-	35,524,059	409,122,901
2013	444,646,960	-	-	444,646,960	-	19,726,146	8,288,810	-	28,014,956	416,632,004
Grand Total 2014	5,527,526,581	586,315,103	(1,517,467)	6,112,324,217	-	529,575,646	306,772,477	(488,411)	835,859,712	5,276,464,505
Grand Total 2013	2,610,896,101	2,929,135,480	(12,505,000)	5,527,526,581	-	341,942,122	193,151,968	(5,518,446)	529,575,644	4,997,950,937

Depreciation charge has been allocated to:

	2014	2013
	Taka	Taka
Cost of Goods Sold	265,553,563	156,431,216
Administrative Expenses	3,332,334	2,538,121
Carrying income/(loss)	2,311,710	-
Selling & Distribution Expenses	35,574,870	33,219,418
TOTAL	306,772,477	192,188,755

Note:

- Name of Valuer : M/S S. F. Ahmed & Co., Chartered Accountants (Representative of ERNST & YOUNG GLOBAL in Bangladesh)
- Valuation method : Net asset value method.
- Date of Capitalization: Revaluation surplus capitalized on 01 July 2010.

4.02 Leasehold:

Cost :

Amount in Taka

	C O S T				Rate	D E P R E C I A T I O N				Written down value
	Opening	Addition	Disposal	Closing		Opening	Charged during the year	Disposal/ Adjustment	Closing	As at 30 June 2014
Motor Vehicles	175,400,000	64,180,000	-	239,580,000	15%	31,858,500	26,344,725	-	58,203,225	181,376,775
Plant & Machinery	10,100,000	-	-	10,100,000	7.5%	1,107,844	674,412	-	1,782,255	8,317,745
2014	185,500,000	64,180,000	-	249,680,000	-	32,966,344	27,019,137	-	59,985,480	189,694,520
2013	144,900,000	40,600,000	-	185,500,000	-	10,488,750	22,477,594	-	32,966,344	152,533,656

FOR THE YEAR ENDED 30 JUNE 2014

Depreciation charge has been allocated to:

	2014	2013
	Taka	Taka
Cost of production	674,412	729,094
Selling & distribution expenses	26,344,725	21,748,500
TOTAL	27,019,137	22,477,594
5.00 Capital work-in-progress (WIP)		
Opening capital work-in-progress	156,377,978	1,996,136,174
Add: Expenditure incurred during the year (Note 5.01)	397,018,561	593,472,174
Total capital work-in-progress	553,396,539	2,589,608,348
Less: Capitalized during the year (Note 5.01)	74,498,033	2,433,230,370
Closing capital work -in - progress	478,898,506	156,377,978

5.01

	Opening	Expenditure incurred during the year	Capitalized/ transferred during the year	Closing (30.06.2014)
Silo - fly ash	14,853,315	29,016,459	-	43,869,774
Bag plant	58,615,487	345,611,628	-	404,227,115
Boundary Wall & Fencing	19,787,688	3,653,549	-	23,441,237
Electric Substation & Installtion New	51,675,807	6,144,680	57,820,487	-
New Hopper Section	11,445,681	5,231,865	16,677,546	-
New Pontoon	-	7,360,380	-	7,360,380
Total	156,377,978	397,018,561	74,498,033	478,898,506

5.01.1 Major additions to capital work-in-progress are made for the expansion of Silo-Fly Ash & Bag plant .

6.00 Inventories

	Unit measurement	2014		2013	
		Quantity	Amount (Tk.)	Quantity	Amount (Tk.)
Clinker	MT	126,827	655,715,770	88,185	427,547,303
Gypsum	MT	50,448	133,638,619	27,713	73,624,284
Fly Ash	MT	20,298	41,253,393	61,747	117,550,798
Slag	MT	67,619	195,756,431	16,739	41,816,559
Lime Stone	MT	54,632	97,785,071	29,954	37,244,772
Packing materials (P.P. & Paper Bag)	Pcs	4,300,335	77,299,304	2,559,086	39,820,215
Finished goods and WIP	MT	5,973	40,108,284	5,510	27,475,000
Stock at ghat	MT	3,509	19,791,688	1,643	8,680,814
Stock in transit	MT	561	3,164,053	865	4,570,240
Raw material stock for Bag Plant		7,960	1,396,755	-	-
Consumable stores	Various	-	16,354,251	-	11,267,622
Total		-	1,282,263,619	-	789,597,607

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

Raw materials reconciliation**For 2013-14**

	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	88,185	427,547,303	901,908	4,646,226,665	21,188	111,440,000	-	-	126,827	655,715,770	884,454	4,529,498,198	
Gypsum	27,713	73,624,284	48,000	124,639,910	-	-	-	-	50,448	133,638,619	25,264	64,625,575	
Fly Ash	61,747	117,550,798	110,714	223,296,993	-	-	-	-	20,298	41,253,393	152,163	299,594,398	
Slag	16,739	41,816,559	87,857	253,471,438	-	-	-	-	67,619	195,756,431	36,977	99,531,566	
Lime Stone	29,954	37,244,772	-	-	44,016	94,573,178	-	-	54,632	97,785,071	19,337	34,032,879	
Total	224,338	697,783,716	1,148,479	5,247,635,006	65,204	206,013,178	-	-	319,825	1,124,149,284	1,118,196	5,027,282,616	
											Less - Duty draw back		(11,689,662)
											Total raw materials consumption		5,015,592,954

6.01 Raw materials reconciliation**For 2012-13**

	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	60,414	294,035,452	786,988	3,912,420,861	24,271	132,740,500	10,000	50,050,000	88,185	427,547,303	773,488	3,861,599,510	
Gypsum	2,330	6,268,878	39,000	107,638,994	-	-	-	-	27,713	73,624,284	13,618	40,283,588	
Fly Ash	46,419	62,918,394	126,040	253,907,740	-	-	-	-	61,747	117,550,798	110,712	199,275,336	
Slag	45,383	95,431,067	61,000	168,521,925	-	-	-	-	16,739	41,816,559	89,644	222,136,433	
Lime Stone	15,813	16,108,817	-	-	21,082	28,936,494	-	-	29,954	37,244,772	6,941	7,800,539	
Total	170,359	474,762,608	1,013,028	4,162,220,213	42,151	158,682,143	10,000	50,050,000	224,338	697,783,716	994,402	4,331,095,406	
											Less - Duty draw back		(9,213,768)
											Total raw materials consumption		4,321,881,638

6.02 Packing materials reconciliation

	Opening balances		Local purchase		Closing balances		Consumption	
	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)
2014	2,559,086	39,820,215	23,380,820	416,736,671	4,300,335	77,299,304	21,639,571	379,257,582
2013	2,764,333	40,915,791	18,879,735	300,647,042	2,559,086	39,820,215	19,044,478	301,163,964

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
7.00 Trade & other receivables		
Trade receivables:		
Trade receivables (local)	1,361,371,587	980,228,752
Trade receivables (foreign)	7,672,445	13,686,640
	1,369,044,032	993,915,392
Other Receivables		
M I Cement Factory Ltd - Clinker Sale	-	57,557,500
Interest receivable on FDR	7,875,258	6,556,080
Total receivables	1,376,919,290	1,058,028,972
Less: Provision for Bad & Doubtful expenses	54,706,574	-
	1,322,212,717	1,058,028,972
7.01 Ageing of trade receivables		
a) Dues within 3 months	1,133,023,405	915,925,741
Dues over 3 months but within 6 months	172,145,823	32,168,665
Dues over 6 months	63,874,804	45,820,986
	1,369,044,032	993,915,392
b) Provision for bad debts		
Opening balance	33,558,682	21,133,589
Add :Provision for the year	21,147,892	15,452,750
	54,706,574	36,586,339
Less: Write off	-	3,027,657
Closing balance	54,706,574	33,558,682
8.00 Advances, deposits & pre-payments:		
Advances	894,123,597	777,855,258
Deposits	38,814,015	26,519,957
Prepayment	3,202,621	2,219,215
	936,140,233	806,594,430
8.01 Advances		
Advance income tax (Note- 8.04)	454,781,684	328,954,081
VAT current account	19,345,292	47,522,929
Advance for office space purchase	125,000,000	125,000,000
Advance against land	44,744,329	41,616,829
LC Advances	30,974,470	110,783,410
Advance against Expenses	203,203,840	109,423,169
Advance to Employees	15,297,336	14,554,840
Others	776,646	-
	894,123,597	777,855,258
8.02 Deposits		
BOC Bangladesh LTD	20,000	20,000
Bangladesh telecommunications company ltd.	65,800	65,800
Central Depository BD Ltd - CDBL	500,000	500,000
Dhaka electric supply authority	4,200,000	4,200,000
Munshigonj Polli Bidduth Samity	21,339,000	11,800,000
ICAB-Advance against Office Rent	1,805,580	-
Ranks telecom Limited	2,400	-
Tender Deposit	400,000	-
Zela Comandent & BDP Munshigong	547,078	-
TGSL	1,050	1,050
PDB	4,529,057	4,529,057
CPA	150,000	150,000
Deposit to TGTDCCL	4,418,000	4,418,000
Bank guarantee margin to TGTDCCL	836,050	836,050
	38,814,015	26,519,957

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
8.03 Pre-payments		
Store rent advance	50,000	50,000
BSTI licence fee	2,480,800	-
VAT on Closing Stock	548,658	2,169,215
Prepaid legal & professional fee-CDBL	70,667	-
Prepaid insurance	52,496	-
	3,202,621	2,219,215
8.04 Movement of advance income tax:		
Opening balance	328,954,081	215,443,125
Add : Payment during the year	252,261,445	240,578,559
	581,215,526	456,021,684
Less : Tax on share premium	-	(9,345,000)
Less : Adjustment during the year	19.00 (126,433,842)	(117,722,603)
Closing balance	454,781,684	328,954,081

- 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.
- 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), Narayangonj to give 350 Shatak land under long term lease in favour of PCML on 16.10.2006 vide letter no. Bhu:Ma:/Sha-8/Khajib/315/ 2002/1072/1. PCML communicated with DC, Narayangonj on many occasions to complete the process but DC, Narayangonj was reluctant to comply the order of the Ministry of Land. PCML filed a writ petition to the Honourable 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 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.

9.00 Investment in FDR

The City Bank Ltd	29,264,843	31,148,171
Standard Chartered Bank	107,560,919	97,823,299
Standard Bank Limited	1,778,600	1,600,000
Midland Bank FDR	45,000,000	-
	183,604,362	130,571,470

10.00 Cash and bank balances:

Cash at bank	10.01	110,604,259	388,716,381
Cash in hand	10.02	23,537,077	15,854,041
		134,141,336	404,570,422

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
10.01 Cash at bank:		
Fixed deposit receipt	13,617,334	11,169,886
Share Money Deposit - NCCBL	6,303,016	311,196,446
Current accounts	69,610,826	58,286,860
STD accounts	8,253,627	2,544,463
EFC accounts	12,819,456	5,518,726
	110,604,259.18	388,716,380.89
10.02 Cash in hand:		
PCML		
Corporate office	9,191,250	6,390,511
Factory	2,803,184	2,706,872
Cash Factory Logistics	6,265,169	3,076,263
Registered office	624,668	642,991
	18,884,271	12,816,637
NCML		
Corporate office	850,584	1,275,782
Factory	3,802,222	1,761,622
	4,652,806	3,037,404
	23,537,077	15,854,041
11.00 Ordinary share capital		
Authorized:		
500,000,000 Ordinary shares of Tk. 10 each	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	Percentage	Number	Face value	Face value
01. Mr. Mohammed Abul Kalam	2.39%	2,525,200	25,252,000	25,252,000
02. Mr. Mohammed Amirul Haque	11.00%	11,599,500	115,995,000	115,995,000
03. Mr. Md. Jahangir Alam	10.83%	11,425,313	114,253,130	114,253,130
04. Mr. Md. Alamgir Kabir	4.19%	4,416,562	44,165,620	44,165,620
05. Mr. Mohammed Ershadul Hoque	2.00%	2,113,500	21,135,000	21,135,000
06. Mr. Mohammad Mustafa Haider	19.76%	20,837,300	208,373,000	208,373,000
07. Mr. Mohammed Zahurul Haque	2.71%	2,856,000	28,560,000	28,560,000
08. Mr. Hasnat Mohd. Abu Obida	22.16%	23,362,500	233,625,000	233,625,000
09. Mrs. Nashira Sultana	3.45%	3,643,080	36,430,800	36,430,800
10. Mr. Md. Almas Shimul	3.32%	3,504,375	35,043,750	35,043,750
11. Mr. Md. A. Rouf	1.11%	1,168,125	11,681,250	11,681,250
12. Mr. Md. Ashrafuzzaman	1.11%	1,168,125	11,681,250	11,681,250
13. Mr. Md. Salahuddin (Roman)	1.59%	1,680,000	16,800,000	16,800,000
14. Mr. Md. Zahur Ahmed	2.52%	2,656,920	26,569,200	26,569,200
15. Mr. Mohammed Raquibul Haque	0.47%	493,500	4,935,000	4,935,000
16. Affected Small Investors	2.28%	2,400,000	24,000,000	24,000,000
17. General Investors	6.83%	7,200,000	72,000,000	72,000,000
18. Mutual Fund	1.14%	1,200,000	12,000,000	12,000,000
19. Non-Resident Bangladeshi	1.14%	1,200,000	12,000,000	12,000,000
	100.00%	105,450,000	1,054,500,000	1,054,500,000

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

11.01 The company increased its paid-up capital from 934,500,000 to 1,054,500,000 through issuance of 12,000,000 ordinary shares of Tk. 10.00 each to general public as per special resolution at its Extra-ordinary General Meeting held on May 06, 2010 and subsequent resolution of the Board of Directors' meeting held on April 12, 2012.

11.02 Classification of shareholders by holdings

Shareholding Range	No. of Holders 30.06.14	Holdings Share 30.06.14	No. of Holders 30.06.13	Holdings Share 30.06.13
Less than 500 Shares	3562	778,800	5481	1,141,000
501 to 5,000 Shares	1267	1,971,600	1282	2,419,400
5,001 to 10,000 Shares	148	959,200	173	1,262,200
10,001 to 20,000 Shares	83	1,019,000	85	1,262,600
20,001 to 30,000 Shares	25	595,600	25	594,200
30,001 to 40,000 Shares	8	264,400	7	242,200
40,001 to 50,000 Shares	6	260,200	10	447,000
50,001 to 100,000 Shares	23	1,499,200	14	1,026,000
100,001 to 1,000,000 Shares	15	5,145,500	7	1,779,300
Over 1,000,000 shares	14	92,956,500	16	95,276,100
	5,151	105,450,000	7,100	105,450,000

12.00 Non-controlling interest

	2014 Taka	2013 Taka
Opening balance	71,965,958	66,755,076
Add: 4% Shares of profit of PPGL	2,152,290	1,024,010
Add: 60% Shares of profit of NCML	2,801,003	4,186,872
	76,919,251	71,965,958
Less: Adjustments during the year	-	-
Closing balance	76,919,251	71,965,958

13.00 Deferred tax liabilities

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

Opening balance	357,981,444	162,098,987
Add: Deferred tax expense/(income) during the year	(48,002,879)	195,882,457
Closing balance	309,978,565	357,981,444

13.01 Reconciliation of deferred tax liabilities/(assets)

(a) As at 30 June 2014			
	Carrying amount Taka	Tax base Taka	Temporary difference Taka
Property, plant and equipment	2,973,940,381	1,732,250,981	1,241,689,400
Provision for gratuity	(59,788,044)	-	(59,788,044)
Provision for bad and doubtful debts	(54,706,574)	-	(54,706,574)
Net taxable temporary difference	2,859,445,764	1,732,250,981	1,127,194,783
Deferred tax liability			309,978,565
(b) As at 30 June 2013			
Property, plant and equipment	2,920,544,235	1,544,776,113	1,375,768,122
Provision for gratuity	(40,458,734)	-	(40,458,734)
Provision for bad and doubtful debts	(33,558,683)	-	(33,558,683)
Net taxable temporary difference	2,846,526,818	1,544,776,113	1,301,750,705
Deferred tax liability			357,981,444

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
14.00 Long term loan		
Standard Chartered Bank	-	118,824,107
BRAC Bank Ltd.	349,520,850	-
Loan for Bag Plant Machinery -LC 0014	268,944,000	-
Dutch-Bangla Bank Limited	470,208,092	536,297,968
Jamuna Bank Limited	34,971,064	-
Lease finance - Jamuna Bank Ltd.	63,445,463	-
Lease finance - ULC	88,499,674	133,925,284
	1,275,589,143	789,047,359
14.01 USD Foreign Loan from BRAC Bank Ltd. is repayable in 20 quarterly installment. Rate of interest is 3 Month LIBOR + 4.00%. Security details: (a) Registered mortgage over property (b) Personal guarantee of selected directors.		
14.02 Allocation of long term loan		
Long term portion	1,087,215,751	605,835,860
Current portion	188,373,392	183,211,499
	1,275,589,143	789,047,359
15.00 Defined benefit obligations (Gratuity)		
Opening balance	40,458,734	26,833,840
Add :Provision for the year	19,702,812	13,777,804
	60,161,546	40,611,644
Less: Payment made	373,502	152,910
Closing balance	59,788,044	40,458,734
16.00 Trade & other payables		
Raw materials & other suppliers	22,491,906	562,149,987
Packing materials	75,065,096	41,727,864
Marketing expenses	750,932	4,570,466
Liabilities for expenses	78,533,675	51,416,898
Provision for Gas Bill	1,563,294	2,549,478
Payable for electric bill	11,880,721	4,848,966
Provision for bad debt	-	33,558,683
Payable on audit fee including VAT	379,500	382,500
Provision for PF	796,707	475,127
Dividend Payable	1,582,400	-
Provision for Stevadoring charges	389,511	-
Provision for Survey charges	210,825	-
VAT Payable on office rent - ICAB	54,167	-
AIT Payable	679,741	-
TDS payable	918,946	512,781
Provision and other payable	84,285,668	111,998,653
	279,583,089	814,191,402
All trade & other payable were incurred as usual in business operation & paid regularly.		
17.00 Short term bank loan		
The City Bank Limited	569,032,693	448,940,050
Dutch-Bangla Bank Ltd.	1,530,307,538	1,125,118,174
Standard Bank Limited	302,781,630	296,696,077
Standard Chartered Bank	1,113,908,134	874,235,326
HSBC	257,082,407	125,296,021
Prime Bank Limited	217,473,433	37,656,526
NCC Bank Limited	195,142,497	233,084,006
Social Islami Bank Limited	99,700,000	-
Midland Bank Ltd	40,763,951	-
	4,326,192,283	3,141,026,180

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

2014	2013
Taka	Taka

17.01 Bank loan facilities

The company is currently availing the following facilities from banks:

Bank name	Limit (Taka in crore)			
	Invoice Financing / Import Duty Loan	L/C	OD/CC	LATR / LTR
The City Bank Ltd.	30.00	80.00	4.00	38.00
Dutch-Bangla Bank Ltd.	-	120.00	15.00	60.00
Standard Bank Ltd.	8.00	40.00	3.00	15.00
Standard Chartered Bank	60.00	120.00	3.00	92.30
HSBC	8.00	35.00	2.00	35.00
NCC Bank Limited	3.00	30.00	7.00	20.00
Prime Bank Ltd.	-	20.00	3.00	19.00
BRAC Bank Ltd.	20.00	48.00	2.00	83.00
Jamuna Bank Ltd.	-	-	-	64.18
Social Islami Bank Ltd	10.00	-	-	15.00
Total	139.00	493.00	39.00	441.48

17.02 Securities against bank loan facilities

* Personal guarantee from all directors.

* Hypothecation over stock.

* First ranking pari passu charges over fixed assets.

2014	2013
Taka	Taka

18.00 Liability for other finance

Security deposit - Customers	70,420,750	61,515,150
	70,420,750	61,515,150

19.00 Provision for taxation

Opening balance	35,817,469	88,049,246
Add : Current tax expenses		
Current year	143,060,493	35,817,469
Prior year	90,616,373	29,673,357
	233,676,866	65,490,826
	269,494,335	153,540,072
Less : Payment made	-	-
Less : AIT adjustment (Note-8.04)	(126,433,842)	(117,722,603)
Closing balance	143,060,493	35,817,469

19.01 Reconciliation of effective tax rate of PCML

Profit before tax		694,776,205	760,540,850
Total income tax expense	33.63%	233,676,866	65,490,826
Profit excluding income tax		461,099,339	695,050,024
Factors affecting the tax charge for current period:			
Income tax using the Company's domestic tax rate	27.50%	191,063,456	209,148,734
Non-deductible expenses	3.30%	22,942,252	25,034,548
Excess of tax depreciation over accounting depreciation	-7.59%	(52,736,089)	(191,618,688)
Exempted for export	-0.10%	(667,876)	(823,552)
Under/(over) provided in prior year	13.04%	90,616,373	29,673,357
Exempted income-PPGL	-2.13%	(14,796,991)	(7,040,071)
Tax / Rate adjustment for Associate	-0.39%	(2,744,326)	1,116,499
	33.63%	233,676,799	65,490,827

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

		2014	2013
		Taka	Taka
20.00 Revenue			
	Quantity		
	2014		
Revenue from local sales	MT	7,445,293,753	6,279,738,048
Revenue from export	MT	94,281,229	136,924,275
		<u>7,539,574,982</u>	<u>6,416,662,323</u>
21.00 Cost of sales			
Opening stock of finished goods & WIP		40,726,054	9,421,308
Add : Cost of production	21.01	6,265,978,832	5,294,375,808
Goods available for sale		<u>6,306,704,886</u>	<u>5,303,797,116</u>
Less : Closing stock of finished goods, ghat & in transit	6.00	(63,064,025)	(40,726,054)
		<u>6,243,640,861</u>	<u>5,263,071,062</u>
21.01 Cost of production			
Raw materials consumption	6.01	5,015,592,954	4,321,881,638
Packing materials consumption	6.02	379,257,582	301,163,964
Contribution to PF		2,340,965	1,502,080
Depreciation	4.00	266,227,975	157,160,310
Electric Charges		341,025,981	247,894,768
Entertainment		990,494	784,121
Factory repairs & maintenance		55,473,330	85,497,612
Fire insurance		780,556	2,016,019
Lab expenses		1,137,684	810,836
Computer expenses		201,690	251,745
Legal & Professional Fee		2,602,881	14,314,267
Fuel, oil & lubricants		4,923,596	405,000
Gas bill		20,800,323	18,567,087
Gratuity		8,389,232	6,592,756
Labour charges		27,340,966	23,950,807
Medical expenses		343,186	629,967
Misc. expenses		967,419	227,326
Paper & periodicals		8,050	10,795
Pay loader expenses		3,012,045	20,999,595
Internet expenses		90,820	163,389
Postage & Stamp		7,349	3,555
Gift & presentations		139,745	39,600
Canteen & food expenses		11,140,835	7,688,508
Salary & wages		113,809,421	72,980,865
Stationery		1,472,959	1,995,983
Telephone charges		1,178,199	958,361
Travelling & conveyance		3,289,297	3,243,924
VAT Loss		-	578,847
Land Revenue, Rate & Insurance - Factory		250,786	67,106
Fooding Expenses Fac		1,601,988	1,122,881
Accommodation Expenses Factory		305,460	461,986
Donation & Subscription		288,900	-
Consumable stores		214,828	-
Picnic Expenses		408,514	-
Carrying Charges -Factory		362,822	410,110
		<u>6,265,978,832</u>	<u>5,294,375,808</u>

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
22.00 Other income /(loss):		
Bank interest income	39,993,182	64,203,694
Exchange gain (loss)	14,622,459	74,570,980
Gain on sales of motor vehicles	(334,056)	311,155
Misc income - H/O	389,611	3,259,012
Misc. income - Factory	3,356,439	1,239,207
Income/(loss) from carrying	126,578,085	130,156,433
Rental Income from GP	114,000	114,000
	184,719,720	273,854,481
23.00 Administrative expenses		
Audit fee	373,750	431,250
Advertisement H/O	-	94,280
Bad & doubtful expenses	21,147,892	15,452,750
Contribution to PF	888,072	659,624
Directors' remuneration	2,400,000	2,400,000
Donation & subscription	600,396	484,650
Electric charges	2,453,348	696,589
Canteen & food expenses	2,427,654	2,114,529
Entertainment	9,417	8,423
Gratuity	3,838,013	3,108,905
Training expenses	131,052	246,596
Office rent	9,339,219	3,905,855
Computer expenses	327,244.00	598,871
Medical expenses	10,647	92,115
Paper & periodicals	18,225	12,690
Postage & stamp	327,361	195,116
IPO expenses	140,000	28,388,007
Gift & presentation	-	492,834
Internet expenses	714,618	468,081
Renewal, legal & professional fee	5,234,614	5,823,991
Repairs & maintenance	873,984	1,129,069
Salary & allowances	30,648,568	25,669,822
Stationery	1,463,993	1,690,766
Telephone charges	1,526,093	1,817,686
Travelling & conveyance	6,920,090	4,706,416
Vehicle maintenance	4,759,449	2,989,621
Water charges	313,083	253,618
Guest House Expense	270,388	252,539
Misc Expenses -Admin	1,859,689	122,054
AGM Expenses	1,017,925	-
BIWTA Licence fee-HO	4,158,536	-
BSTI Licence fee	1,240,400	-
Enviornmental Licence Renewal fee	346,800	-
Depreciation (Note - 4.00)	3,332,334	2,538,121
	109,112,854	106,844,868

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
24.00 Selling & distribution expenses		
Advertisement	1,293,837	3,271,949
Car maintenance	3,241,023	2,579,655
Consultancy fee	238,639	414,002
Contribution to PF	1,495,514	1,197,763
Entertainment	249,446	407,174
Export expenses	809,600	1,105,450
Godown expenses	737,000	-
Gratuity	7,475,567	4,076,143
Legal & professional fee	-	12,600
Medical expenses	162,708	-
Misc. expenses	-	55,000
Internet Expenses- Sales	67,047	15,891
Postage & stamp	257,979	162,828
Promotional expenses	102,960,883	60,843,244
Salaries & allowances	62,323,627	52,064,397
Sample / test expenses	442,395	-
Stationery	254,238	9,477
Telephone charges	2,714,266	2,432,581
Travelling & conveyance	15,759,920	10,949,619
Halkata Expenditure	50,000	40,000
Labour Charge	2,029,557	-
Vehicle Licence Renewal & Insurance	370,333	-
CSR Activities	586,486	-
Depreciation	4.00	61,919,595
	265,439,660	194,605,691

25.00 Finance costs

Bank charge	4,200,443	2,245,845
Interest on WPPF	7,861,431	5,618,034
Finance charges on lease	18,961,792	20,393,678
Bank loan interest	346,770,680	298,983,476
	377,794,346	327,241,033

26.00 Basic earnings per share (EPS):**The computation of EPS is given below :**

Earnings attributable to the ordinary shareholders (NPAT)	504,148,925	493,956,685
Weighted average number of shares outstanding during the year Note -26.01	105,450,000	98,710,274
Basic earnings per share (par value of Tk. 10)	4.78	5.00

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.

26.01 Weighted average number of outstanding shares:

Particulars	Total shares	Weighted no. of shares	Weighted no. of shares
Shares outstanding on 01 July 2012	93,450,000	93,450,000	93,450,000
IPO allotted as on January 22, 2013	12,000,000	12,000,000	5,260,274
Weighted average no. of share outstanding	105,450,000	105,450,000	98,710,274

As the new issue of shares does not contain any bonus element, the weighted average number of ordinary shares outstanding has not been adjusted for the year ended 30 June 2014.

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

27.00 Related party disclosure

During the period 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 BAS-24: Related Party Disclosures.

Name of related party	Nature of relationship	Nature of transaction	Outstanding as on 01.07.2013 Taka	Transaction during the year (net) Taka	Outstanding as on 30.06.2014 Taka	Terms and conditions
Asia Insurance Ltd.	Common directorship	Providing insurance	(2,843,594)	(296,732.00)	(3,140,326)	Arm length transaction
Seacom Shipping Ltd	Common directorship	C & F	187,796	(2,431,234)	(2,243,438)	Arm length transaction
T K Oil Refinery Ltd.	Common directorship	Utility service	(83,959)	(83,959.00)	(167,918)	Arm length transaction
Aryan Stevedore Ltd.	Common directorship	Stevedoring service	(19,576,153)	4,919,082	(14,657,071)	Arm length transaction
G P H Ispat Ltd.	Common directorship	Materials supply	(480)	-	(480)	Arm length transaction
M I Cement Factory Ltd	Common directorship	Materials supply	57,557,500.00	(57,557,500)	-	Arm length transaction

Note : Figures in bracket at closing date represent payables.

28.00 Events after the reporting period

The Board of Directors of the company in its meeting held on 28 October 2014 recommended 30% cash dividend for the year 2013-2014 which is subject to approval of the shareholders in the ensuing Annual General Meeting.

2014	2013
Taka	Taka

29.00 Contingent liabilities

There are contingent liabilities in respect of outstanding letters of credit for Tk. 419 milion & bank guarantee Tk. 8.83 milion

Letter of Credit :

The City Bank Limited	128,314,474	260,519,266
Dutch Bangla Bank Limited	21,376,285	166,665,618
The Hongkong And Shanghai Banking Corporation Limited	23,289,000	15,244,880
Prime Bank Limited	8,110,300	26,697,985
NCC Bank Ltd	16,036,225	-
SIBL	25,688,010	-
Standard Bank Limited	35,107,403	45,312,036
Standard Chartered Bank	161,686,936	95,834,898
	419,608,633	610,274,683

Bank Guarantee :

Standard bank limited	8,836,000	8,836,000
	8,836,000	8,836,000
	428,444,633	619,110,683

30.00 Capital expenditure commitment

There is no unprovided committed expenditure as at 30 June 2014

31.00 Remittance of foreign currency:

No foreign currency was remitted during the year.

32.00 Earnings in foreign currency:

Export of 16,500 MT Cement were made in 2013-14 to Indian state of Tripura and Assam for US\$ 1,225,680 equivalent to BDT 9,42,81,229.

FOR THE YEAR ENDED 30 JUNE 2014

33.00 Claims against the company not acknowledged as debt

There is no claim against the company acknowledged as debt.

34.00 Capacity utilization:**34.01 Cement :**

Actual average monthly production is 91,393 MT against average monthly capacity of 225,000 MT i.e. capacity utilization is 41%.

	2014	2013
	Persons	Persons
Management	83	75
Staff	1,091	871
Total number of employees	1,174	946

All employees received salary more than Tk. 4,000 per month.

36.00 Financial risk management

International 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

36.01 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.

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

	2014	2013
	Taka	Taka
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:		
Trade receivable		
Local customers	1,361,371,587	980,228,752
Foreign customers	7,672,445	13,686,640
Advance, deposit and prepayments	894,123,597	777,855,258
Cash and bank balances	134,141,336	404,570,422
	2,397,308,965	2,176,341,072
The maximum exposure to credit risk for accounts receivable as at 30 June by geographic regions was:		
Bangladesh	1,361,371,587	980,228,752
Asia	7,672,445	13,686,640
	1,369,044,032	993,915,392

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
b) Ageing of receivables		
Dues within 3 months	1,133,023,405	869,696,761
Dues over 3 months but less than 6 months	172,145,823	32,168,665
Dues over 6 months	63,874,804	45,820,986
	1,369,044,032	947,686,412

c) Impairment losses		
Opening balance	33,558,682	21,133,589
Provision during the year	21,147,892	15,452,750
Reversal/Adjustment during the year	-	(3,027,657)
Closing balance	54,706,574	33,558,682

d) Credit exposure by credit rating as on 30 June 2014

	Credit rating	Amount	Percentage (%)
Trade receivable	NR	1,369,044,032	57.11%
Advance, deposit and prepayments	NR	894,123,597	37.30%
Cash and bank balances			
Cash in hand		23,537,077	0.98%
Cash at bank		110,604,259	4.61%
AB Bank Ltd	AA3	3,059,294	2.77%
Al-Arafah Islami Bank Ltd.	AA3	2,103,530	1.90%
Bank Asia Ltd.	AA3	2,198,112	1.99%
BRAC Bank Ltd	AA1	1,514,610	1.37%
City Bank Ltd	AA3	13,948,318	12.61%
Dhaka Bank Ltd	A+	1,290	0.00%
Dutch Bangla Bank Ltd	AA1	276,921	0.25%
Hongkong Shanghai Banking Corp.	AAA	43,512	0.04%
IFIC Bank Ltd.	AA2	1,925,596	1.74%
Islami Bank Bangladesh Ltd	AA+	3,300,120	2.98%
Jamuna Bank Ltd.	A1	2,593,186	2.34%
Mercantile Bank Ltd.	AA-	5,434,867	4.91%
Midland Bank Ltd	A+	3,610	0.00%
National Bank Ltd.	AA-	5,639,411	5.10%
NCC Bank Ltd.	AA	9,187,976	8.31%
One Bank Limited.	AA-	1,663,096	1.50%
Premier Bank Ltd.	AA	779,587	0.70%
Prime Bank Limited.	AA+	23,276,169	21.04%
Pubali Bank Ltd.	AA	8,911,372	8.06%
Shahjalal Islami Bank Ltd	AA	597,809	0.54%
Social Islami Bank Ltd.	AA-	8,188,104	7.40%
Sonali Bank Ltd.	AAA	398,783	0.36%
Southeast Bank Ltd	AA-	5,271,271	4.77%
Standard Bank Ltd.	AA3	3,196,916	2.89%
State Bank of India	AA3	2,058,365	1.86%
United Commercial Bank Ltd.	A+	3,411,079	3.08%
Uttara Bank Ltd.	AA3	1,621,357	1.47%

36.02 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.

FOR THE YEAR ENDED 30 JUNE 2014

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	279,583,089	Dec. 2014	N/A	279,583,089	279,583,089	-
Short term bank loan	4,326,192,283	Dec. 2014	12%~15%	4,326,192,283	4,326,192,283	-
Current portion of long term loan	188,373,392	June 2015	12%~15%	188,373,392	94,186,696	94,186,696
Liability for other finance	70,420,750	June 2015	N/A	70,420,750	35,210,375	35,210,375
Contribution to WPPF	33,530,776	June 2015	N/A	33,530,776	-	33,530,776

36.03 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 are made there from.

i) Exposure to currency risk

Foreign currency monetary assets and liabilities

	2014 (USD)	2013 (USD)
Assets		
Trade receivables	176,306	175,966
Cash at bank	165,135	70,953
	<u>341,441</u>	<u>246,919</u>
Liabilities		
Trade and other payables	Nil	Nil
Net exposure		
The following significant exchange rates are applied during the year:		
Exchange rate of US Dollar	77.63	77.78

(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 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 2014, albeit that the reasonably possible foreign exchange rate variances were different, as indicated below:

Sensitivity for foreign currency expenditures	Strengthening profit/(loss) Taka	Weakening profit/(loss) Taka
At 30 June 2014 USD	(341,441)	341,441

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.

Notes to the Consolidated Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

(i) Profile

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

	2014
	Carrying amount
Fixed rate instrument	
Financial asset	211,357,490
Financial liability	5,601,781,426
Variable rate instrument	
Financial asset	Nil
Financial liability	Nil

(ii) Cash flow sensitivity analysis for variable rate instruments

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

36.04 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:

	Carrying amount	Fair value
	Taka	Taka
Assets carried at fair value through profit and loss	Nil	Nil
Held to maturity assets		
Short term investment	27,753,128	27,753,128
Loans and receivables		
Trade and other receivable	1,322,212,717	1,322,212,717
Advances, deposits & pre-payments	936,140,233	936,140,233
Cash and bank balances	134,141,336	134,141,336
Available for sale financial assets	Nil	Nil
Liabilities carried at fair value through profit and loss	Nil	Nil
Liabilities carried at amortised cost		
Trade and other payables	279,583,089	*N/A
Short term bank loan	4,326,192,283	*N/A
Long term loan	1,087,215,751	*N/A
Current portion of long term loan	188,373,392	*N/A
Liability for other finance	70,420,750	*N/A
Contribution to WPPF	33,530,776	*N/A

* Determination of fair value is not required as per the requirements of IFRS/BFRS 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.

2014	2013
Taka	Taka

37.00 Others**37.01 Directors' remuneration**

Salary, allowances and benefits	2,400,000	2,400,000
	2,400,000	2,400,000

37.02 Directors' fees for attending board meeting

There is no fees paid to the directors for attending board meetings.

FOR THE YEAR ENDED 30 JUNE 2014

37.03 Receivable from director

No amount is lying as receivable from the directors.

	2014	2013
	Taka	Taka
37.04 Net asset value(NAV) per share		
Net Assets	3,305,276,653	3,217,974,435
Number of ordinary shares outstanding	105,450,000	98,710,274
Net asset value(NAV) per share	31.34	32.60

37.05 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.



Company Secretary



Director



Managing Director

Place: Dhaka
Dated: 28 October 2014

Statement of Financial Position

AS AT 30 JUNE 2014

	NOTES	2014	2013
		Taka	Taka
ASSETS			
Non-current assets			
Property, plant and equipment	1.00	3,911,694,883	3,818,948,737
Capital work -in - progress	2.00	448,096,889	73,468,802
Investment in subsidiary	3.01	48,000,000	48,000,000
Investment in associate	4.01	350,000,000	70,000,000
		4,757,791,772	4,010,417,539
Current Assets			
Inventories	5.00	1,113,538,860	728,226,745
Trade and other receivables	6.00	1,152,000,264	1,011,799,992
Advances, deposits and pre-payments	7.00	844,260,411	728,101,684
Current account with subsidiary	3.02	1,873,427	50,758,316
Current account with associate	4.02	225,799,378	252,491,147
Investment in FDR	8.00	183,604,362	130,571,470
Cash and bank balances	9.00	124,393,878	399,377,429
		3,645,470,580	3,301,326,784
Total assets		8,403,262,352	7,311,744,323
EQUITY AND LIABILITIES			
Equity			
Share capital	10.00	1,054,500,000	1,054,500,000
Revaluation reserve		356,868,534	362,312,633
Share Premium		441,835,000	441,835,000
Retained earnings		1,236,291,569	1,154,388,895
		3,089,495,103	3,013,036,528
Non-current liabilities			
Deferred tax liabilities/(assets)	11.00	309,978,565	357,981,444
Long term loan	12.02	582,036,595	69,537,892
Defined benefit obligations (Gratuity)	13.00	59,788,044	40,458,734
		951,803,204	467,978,070
Current-liabilities			
Trade and other payables	14.00	231,037,651	775,475,599
Short term bank loan	15.00	3,697,742,634	2,740,683,580
Current portion of long term loan	12.02	188,373,392	183,211,499
Liability for other finance	16.00	70,420,750	61,515,150
Contribution to WPPF		33,530,776	38,213,300
Provision for taxation	17.00	140,858,842	31,630,597
		4,361,964,045	3,830,729,725
Total liabilities		5,313,767,249	4,298,707,794
Total equity and liabilities		8,403,262,352	7,311,744,323

The annexed notes 01 to 34 form an integral part of these financial statements.



Company Secretary



Director



Managing Director

As per our report of same date.



Hussain Farhad & Co.
Chartered Accountants

Place: Dhaka
Dated: 28 October 2014

Statement of Comprehensive Income

FOR THE YEAR ENDED 30 JUNE 2014

	NOTES	2014	2013
		Taka	Taka
Revenue	18.00	6,819,174,802	6,037,165,868
Cost of sales	19.00	(5,650,972,417)	(4,961,741,759)
Gross profit		1,168,202,385	1,075,424,109
Other income/(loss)	20.00	223,787,536	325,665,746
Administrative expenses	21.00	(99,865,164)	(99,088,438)
Selling & distribution expenses	22.00	(258,224,702)	(188,252,391)
Profit before interest and tax		1,033,900,054	1,113,749,027
Finance costs	23.00	(329,753,749)	(311,269,724)
Contribution to WPPF		(33,530,776)	(38,213,300)
Profit before tax		670,615,529	764,266,002
Current tax expenses	17.00	(220,359,832)	(61,303,954)
Deferred tax income/(expenses)	11.00	48,002,879	(195,882,457)
Profit for the year		498,258,575	507,079,591
Other comprehensive income			
Revaluation of property, plant & equipment		-	-
Income tax on other comprehensive income		-	-
Total comprehensive income for the year		498,258,575	507,079,591
		498,258,575	507,079,591
Basic earnings per share (par value of Taka 10)	24.00	4.73	5.14

The annexed notes 01 to 34 form an integral part of these financial statements.



Company Secretary



Director



Managing Director

As per our report of same date.

Place: Dhaka

Dated: 28 October 2014



Hussain Farhad & Co.
Chartered Accountants

Statement of Changes in Equity

FOR THE YEAR ENDED 30 JUNE 2014

Amount in Taka

	Share capital	Share premium	Revaluation reserve	Retained earnings	Share money deposit	Total equity
Balance at 30 June 2012	934,500,000	311,500,000	368,322,020	641,299,917	-	2,255,621,936
Net profit for the year	-	-	-	507,079,591	-	507,079,591
Depreciation on revalued assets	-	-	(6,009,387)	6,009,387	-	-
Issue of new share	120,000,000	144,000,000	-	-	-	264,000,000
Tax on share premium	-	(13,665,000)	-	-	-	(13,665,000)
Balance at 30 June 2013	1,054,500,000	441,835,000	362,312,633	1,154,388,895	-	3,013,036,528
Net profit for the year	-	-	-	498,258,575	-	498,258,575
Depreciation on revalued assets	-	-	(5,444,099)	5,444,099	-	-
Issue of new share	-	-	-	-	-	-
Dividend Paid	-	-	-	(421,800,000)	-	(421,800,000)
Tax on share premium	-	-	-	-	-	-
Balance at 30 June 2014	1,054,500,000	441,835,000	356,868,534	1,236,291,569	-	3,089,495,103

Revaluation surplus amounting to Tk. 5,444,099 has been transferred to retained earnings to account 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



Director



Managing Director

Place: Dhaka

Dated: 28 October 2014

Statement of Cash Flows

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
Cash flows from operating activities		
Receipt from customers	6,678,974,531	5,658,305,691
Payment to employees	(240,888,623)	(171,287,602)
Payment to suppliers & others	(5,537,613,798)	(4,522,028,976)
Cash generated from operating activities	900,472,110	964,989,113
Other income	171,236,196	273,130,080
Interest paid	(333,666,333)	(283,106,760)
Dividend Paid	(378,181,440)	-
Tax paid	(223,502,497)	(225,734,333)
A. Net cash from operating activities	136,358,036	729,278,100
Cash flows from investing activities		
Purchase of property, plant & equipment	(267,367,306)	(233,809,361)
Sale of property, plant & equipment	695,000	6,046,764
Capital work-in-progress (WIP)	(370,882,235)	(70,596,756)
Advance to subsidiary	48,884,889	33,364,103
Increase/(decrease) in loans & others	376,212,618	(76,423,095)
Investment with associates	(280,000,000)	-
Investment in FDR	(53,032,892)	(145,660,889)
B. Net cash used in investing activities	(545,489,926)	(487,079,234)
Cash flows from financing activities		
Proceeds against IPO	-	264,000,000
Proceeds against Share Money Payable	(5,565,948)	11,568,874
Proceeds from bank borrowing	6,319,315,113	3,372,684,490
Repayment of bank borrowing	(6,206,526,278)	(3,559,874,120)
From other finance	8,905,600	(8,570,500)
From Leasing Finance	74,580,000	40,000,000
Repayment of lease finance	(56,560,147)	(33,605,900)
C. Net cash from financing activities	134,148,340	86,202,844
Net Increase in cash and bank balances	(274,983,551)	328,401,710
Cash and bank balances at the beginning of the year	399,377,429	70,975,719
Cash and bank balances at the end of the year	124,393,878	399,377,429



Company Secretary



Director



Managing Director

Place: Dhaka

Dated: 28 October 2014

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

2014	2013
Taka	Taka
3,722,000,363	3,666,415,081
189,694,520	152,533,656
3,911,694,883	3,818,948,737

1.00 Property, plant and equipment:

Freehold (Note - 1.01)
Leasehold (Note - 1.02)

1.01 Freehold :**Cost :**

Amount in Taka

	Cost				Rate	Depreciation				Written down value
	Opening	Addition	Disposal	Closing		Opening	Charged during the year	Disposal/ Adjustment	Closing	As at 30 June 2014
Land & Land Development	613,939,922	39,350,000	-	653,289,922	0%	-	-	-	-	653,289,922
Factory Building	518,967,910	21,780,418	-	540,748,328	3%	22,310,437	15,226,430	-	37,536,867	503,211,461
Jetty Construction	33,177,934	2,737,243	-	35,915,177	3%	2,555,969	959,718	-	3,515,686	32,399,491
Electric Installation	97,116,348	15,766,281	-	112,882,629	7.5%	9,156,956	7,188,190	-	16,345,146	96,537,483
Plant & Machinery	1,860,238,569	91,344,101	-	1,951,582,670	7.5%	131,750,232	133,062,029	-	264,812,261	1,686,770,409
Boundary Wall & Fencing	5,802,190	87,600	-	5,889,790	5%	732,435	255,678	-	988,112	4,901,678
Furniture & Fixtures	3,468,663	1,791,531	-	5,260,194	10%	645,982	371,845	-	1,017,827	4,242,367
Telephone & Fax Installation	819,090	227,300	-	1,046,390	15%	220,358	106,857	-	327,216	719,174
Loose Tools	442,230	225,215	-	667,445	15%	134,584	63,038	-	197,622	469,823
Motor Vehicles	242,462,939	36,938,124	(1,517,467)	277,883,596	15%	67,692,049	28,985,993	(488,411)	96,189,631	181,693,965
Office Building & Shed	5,944,238	1,841,917	-	7,786,155	3%	472,141	191,792	-	663,932	7,122,223
Office Equipment	7,568,899	4,996,382	-	12,565,281	15%	1,784,032	1,242,459	-	3,026,491	9,538,790
Tube-Well	323,811	251,120	-	574,931	15%	59,511	58,479	-	117,990	456,941
Air Compressor	7,907,415	-	-	7,907,415	15%	1,642,089	939,799	-	2,581,888	5,325,527
Grinding Media	37,697,875	27,436,281	-	65,134,156	33%	22,603,688	9,604,109	-	32,207,797	32,926,359
Lab Equipment	1,913,056	221,800	-	2,134,856	10%	433,338	159,062	-	592,400	1,542,456
Vessel	87,410,000	19,315,000	-	106,725,000	10%	16,450,130	8,061,737	-	24,511,867	82,213,133
Portable Cement Silo	2,460,000	3,325,000	-	5,785,000	3%	36,900	122,568	-	159,468	5,625,532
Office Decoration	1,260,500	2,505,629	-	3,766,129	15%	457,681	308,345	-	766,026	3,000,103
Software	-	937,500	-	937,500	10%	-	46,875	-	46,875	890,625
2014	3,528,921,589	271,078,442	(1,517,467)	3,798,482,564		279,138,513	206,955,002	(488,411)	485,605,103	3,312,877,461
2013	1,451,897,030	2,089,529,559	(12,505,000)	3,528,921,589		142,445,106	142,211,852	(5,518,446)	279,138,513	3,249,783,076

Note:

- i) Disposal of property, plant and equipment : Motor vehicles were disposed off which had original cost of Tk.15,17,467, accumulated depreciation of Tk 4,88,411.The sales price was fixed through negotiation.

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

Revaluation:

Amount in Taka

	Cost				Rate	Depreciation				Written down value
	Opening	Addition	Disposal	Closing		Opening	Charged during the year	Disposal/ Adjustment	Closing	As at 30 June 2014
Land & Land Development	284,464,580	-	-	284,464,580	0%	-	-	-	-	284,464,580
Factory Building	44,628,827	-	-	44,628,827	3%	3,897,302	1,221,946	-	5,119,247	39,509,580
Jetty Construction	22,942,513	-	-	22,942,513	3%	2,003,501	628,170	-	2,631,671	20,310,842
Electric Installation	9,176,336	-	-	9,176,336	7.5%	1,913,696	544,698	-	2,458,394	6,717,942
Plant & Machinery	65,606,793	-	-	65,606,793	7.5%	13,682,092	3,894,353	-	17,576,444	48,030,349
Boundary Wall & Fencing	794,796	-	-	794,796	5%	113,358	34,072	-	147,430	647,366
Furniture & Fixtures	-	-	-	-	10%	-	-	-	-	-
Telephone & Fax Installation	-	-	-	-	15%	-	-	-	-	-
Loose Tools	221,030	-	-	221,030	15%	85,290	20,361	-	105,651	115,379
Motor Vehicles	3,727,938	-	-	3,727,938	15%	1,438,518	343,413	-	1,781,931	1,946,007
Office Building & Shed	6,240,414	-	-	6,240,414	3%	544,957	170,864	-	715,820	5,524,594
Office Equipment	-	-	-	-	15%	-	-	-	-	-
Tube-Well	-	-	-	-	15%	-	-	-	-	-
Air Compressor	321,990	-	-	321,990	15%	124,248	29,661	-	153,909	168,081
Grinding Media	5,649,599	-	-	5,649,599	33%	3,975,644	557,985	-	4,533,629	1,115,970
Lab Equipment	872,144	-	-	872,144	10%	236,351	63,579	-	299,930	572,214
Vessel	-	-	-	-	10%	-	-	-	-	-
Office Decoration	-	-	-	-	15%	-	-	-	-	-
Generator Building	-	-	-	-	15%	-	-	-	-	-
2014	444,646,960	-	-	444,646,960		28,014,955	7,509,102	-	35,524,057	409,122,903
2013	444,646,960	-	-	444,646,960		19,726,146	8,288,810	-	28,014,955	416,632,004
Grand total 2014	3,973,568,549	271,078,442	(1,517,467)	4,243,129,524		307,153,468	214,464,104	(488,411)	521,129,161	3,722,000,363
Grand total 2013	1,896,543,990	2,089,529,559	(12,505,000)	3,973,568,549		162,171,252	150,500,662	(5,518,446)	307,153,468	3,666,415,081

Depreciation charge has been allocated to:

	2014	2013
	Taka	Taka
Cost of production	175,724,481	114,792,804
Administrative expenses	3,223,422	2,512,885
Selling & distribution expenses	35,516,200	33,194,973
Total	214,464,104	150,500,662

Note:

- Name of Valuer : M/S S. F. Ahmed & Co., Chartered Accountants (Representative of ERNST & YOUNG GLOBAL in Bangladesh)
- Valuation method : Net asset value method.
- Date of Capitalization: Revaluation surplus capitalized on 01 July 2010.
- CIF value of capital assets: No capital assets were imported under CIF basis.

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

1.02 Leasehold :**Cost :**

Amount in Taka

	Cost				Rate	Depreciation				Written down value
	Opening	Addition	Disposal	Closing		Opening	Charged during the year	Disposal/ Adjustment	Closing	As at 30 June 2014
Motor Vehicles	175,400,000	64,180,000	-	239,580,000	15%	31,858,500	26,344,725	-	58,203,225	181,376,775
Plant & Machinery	10,100,000	-	-	10,100,000	7.5%	1,107,844	674,412	-	1,782,255	8,317,745
2014	185,500,000	64,180,000	-	249,680,000		32,966,344	27,019,137	-	59,985,480	189,694,520
2013	144,900,000	40,600,000	-	185,500,000		10,488,750	22,477,594	-	32,966,344	152,533,656

	2014	2013
	Taka	Taka
Cost of production	674,412	729,094
Selling & distribution expenses	26,344,725	21,748,500
	27,019,137	22,477,594

2.00 Capital work-in-progress (WIP)**Opening capital work-in-progress**

Add: Expenditure incurred during the year (Note 2.01)

Total capital work-in-progress

Less: Capitalized during the year (Note 2.01)

Closing capital work-in- progress

73,468,802	1,631,246,838
374,628,087	166,124,790
448,096,889	1,797,371,628
-	1,723,902,826
448,096,889	73,468,802

2.01

	Balance as at 01 July 2013	Addition during the year	Capitalized/ transferred during the year	Balance as at 30 June 2014
Silo - fly ash	14,853,315	29,016,459	-	43,869,774
Bag plant	58,615,487	345,611,628	-	404,227,115
Total	73,468,802	374,628,087	-	448,096,889

2.01.1 Major additions to capital work-in-progress are made for Bag Plant.

3.00 Investment and current account with subsidiary**3.01 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.

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
3.02 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. PCML charged interest on current balances @ 16% p.a. which are made-up of as follows :		
Opening balance	50,758,316	84,122,419
Add : Payment during the year	42,942,065	32,470,313
Add : Interest chares during the year	4,919,403	12,045,264
	98,619,784	128,637,996
Less : Adjustment against electric charges	96,746,357	77,879,680
Closing balance	1,873,427	50,758,316

4.00 Investment and current account with associate**4.01 Investment with associate**

Premier Cement Mills Limited is the owner of 7,000,000 shares of Tk 10 each out of 17,500,000 shares of Tk 10 each i.e. 40% shares of National Cement Mills Limited. During the year PCML invested Tk. 28 crore against issue of right share (1:4) offer letter dated 17th April 2014.

Current position of the investment is as follows:

Opening balance	70,000,000	70,000,000
Investment during the year	280,000,000	-
Closing balance	350,000,000	70,000,000

4.02 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. PCML charged interest on current balances @ 16% p.a. which are made-up of as follows :

Opening balance	252,491,147	272,654,854
Add : Payment / adjustment during the year	-	-
Add : Interest charged during the year	47,631,937	40,490,402
	300,123,084	313,145,256
Less : Adjustment	74,323,706	60,654,109
Closing balance	225,799,378	252,491,147

5.00 Inventories

	Measuring unit	2014		2013	
		Quantity	Amount (Tk.)	Quantity	Amount (Tk.)
Clinker	MT	101,726	536,160,573	78,768	384,051,387
Gypsum	MT	49,789	132,083,260	26,964	71,729,125
Fly Ash	MT	19,344	39,563,183	59,176	114,059,748
Slag	MT	63,563	185,789,035	14,235	35,964,590
Lime Stone	MT	43,711	78,236,137	27,082	34,749,562
Packing materials (P.P. & Paper Bag)	Pcs	4,212,833	75,750,288	2,503,246	38,889,640
Finished goods and WIP	MT	5,900	31,245,792	5,510	27,475,000
Stock at ghat	MT	3,509	19,791,688	1,643	8,680,814
Stock in transit	MT	561.00	3,164,053	865.00	4,570,240
Raw material stock for Bag Plant	Kg	7,960	1,396,755	-	-
Consumable stores	Various	-	10,358,096	-	8,056,639
Total			1,113,538,860		728,226,745

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

5.01 Raw materials reconciliation**For 2013-14**

	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	78,768	384,051,387	802,458	4,171,183,590	21,188	111,440,000	-	-	101,726	536,160,573	800,688	4,130,514,404	
Gypsum	26,964	71,729,125	43,500	113,953,792	-	-	-	-	49,789	132,083,260	20,674	53,599,657	
Fly Ash	59,176	114,059,748	99,701	202,728,215	-	-	-	-	19,344	39,563,183	139,533	277,224,780	
Slag	14,235	35,964,590	82,857	240,865,639	-	-	-	-	63,563	185,789,035	33,529	91,041,194	
Lime Stone	27,082	34,749,562	-	-	25,645	59,041,209	-	-	43,711	78,236,137	9,015	15,554,634	
	206,225	640,554,412	1,028,516	4,728,731,236	46,833	170,481,209	-	-	278,134	971,832,188	1,003,440	4,567,934,669	
												Less - Duty draw back & VAT Loss/(Gain)	(11,689,662)
												Total raw materials consumption	4,556,245,007

For 2012-13

	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	57,349	278,909,945	732,938	3,663,740,067	24,271	132,740,500	10,000	50,050,000	78,768	384,051,387	725,790	3,641,289,125	
Gypsum	2,103	5,623,692	36,500	101,382,445	-	-	-	-	26,964	71,729,125	11,640	35,277,012	
Fly Ash	45,636	61,868,853	121,813	248,154,434	-	-	-	-	59,176	114,059,748	108,273	195,963,539	
Slag	43,538	91,386,827	52,737	148,943,267	-	-	-	-	14,235	35,964,590	82,040	204,365,504	
Lime Stone	14,460	15,146,251	-	-	17,880	25,941,643	-	-	27,082	34,749,562	5,258	6,338,332	
Total	163,086	452,935,568	943,988	4,162,220,213	42,151	158,682,143	10,000	50,050,000	206,225	640,554,412	933,000	4,083,233,512	
												Less - Duty draw back	(9,213,768)
												Total raw materials consumption	4,074,019,744

5.02 Packing materials reconciliation

	Opening balances		Local purchase		Closing balances		Consumption	
	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)	Quantity (PCS)	Amount (Tk.)
2014	2,503,246	38,889,640	21,087,620	376,383,007	4,212,833	75,750,288	19,378,033	339,522,359
2013	2,683,325	39,758,483	17,654,535	280,005,702	2,503,246	38,889,640	17,834,614	280,874,545

2014	2013
Taka	Taka

6.00 Trade & others receivable

Trade receivables		
Trade receivables (local)	1,191,159,134	933,999,772
Trade receivables (foreign)	7,672,445	13,686,640
	1,198,831,579	947,686,412
Others receivable		
M I Cement Factory Ltd. - Clinker Sale	-	57,557,500
Interest receivable on FDR	7,875,258	6,556,080
Total receivables	1,206,706,837	1,011,799,992
Less: Provision for Bad & Doubtful expenses	54,706,574	-
	1,152,000,264	1,011,799,992

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
6.01 Ageing of trade receivables		
Dues within 3 months	1,133,023,405	869,696,761
Dues over 3 months but within 6 months	1,933,370	32,168,665
Dues over 6 months	63,874,804	45,820,986
Total	1,198,831,579	947,686,412
a) Provision for bad debts		
Opening balance	33,558,682	21,133,589
Add :Provision for the year	21,147,892	15,452,750
	54,706,574	36,586,339
Less: Write off	-	3,027,657
Closing balance	54,706,574	33,558,682
b) There is no such debt due by or to directors or other officers of the Company.		
7.00 Advances, deposits & pre-payments:		
Advances	812,176,882	709,295,619
Deposits	28,880,908	16,586,850
Pre-payments	3,202,621	2,219,215
	844,260,411	728,101,684
7.01 Advances		
Advance income tax (Note- 7.04)	416,239,850	303,868,940
VAT current account	12,396,046	43,937,158
Advance for office space purchase	125,000,000	125,000,000
Advance against land	30,196,829	30,196,829
LC Advances	24,599,020	94,088,197
Advance against expenses	188,916,801	97,873,155
Advance to employees	14,828,336	14,331,340
	812,176,882	709,295,619
7.02 Deposits		
BOC Bangladesh LTD	20,000	20,000
Bangladesh telecommunications company ltd.	65,800	65,800
Central Dipository BD Ltd - CDBL	500,000	500,000
Dhaka electric supply authority	4,200,000	4,200,000
Munshigonj Polli Bidduth Samity	21,339,000	11,800,000
ICAB-Advance against Office Rent	1,805,580	-
Ranks telecom Limited	2,400	-
Tender Deposit	400,000	-
Zela Comandent & BDP Munshigong	547,078	-
TGSL	1,050	1,050
	28,880,908	16,586,850
7.03 Pre-payments		
Store rent advance	50,000	50,000
BSTI licence fee	2,480,800	-
VAT on Closing Stock	548,658	2,169,215
Prepaid legal & profesional fee-CDBL	70,667	-
Prepaid insurance	52,496	-
	3,202,621	2,219,215

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

		2014	2013
		Taka	Taka
7.04 Movement of advance income tax			
Opening balance		303,868,940	205,202,210
Add : Payment during the year		223,502,497	225,734,333
		527,371,437	430,936,543
Less : Tax on share premium		-	(9,345,000)
Less : Adjustment during the year (Note-17.00)		(111,131,587)	(117,722,603)
Closing balance		416,239,850	303,868,940
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.			
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 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 favour 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 the order of the Ministry of Land. PCML filed a writ petition to the Honourable 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 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.			
8.00 Investment in FDR			
The City Bank Ltd		29,264,843	31,148,171
Standard Chartered Bank		107,560,919	97,823,299
Standard Bank Limited		1,778,600	1,600,000
Midland Bank FDR		45,000,000	-
		183,604,362	130,571,470
9.00 Cash and bank balances:			
Cash at bank	9.01	105,509,607	386,560,792
Cash in hand	9.02	18,884,271	12,816,637
		124,393,878	399,377,429
9.01 Cash at bank:			
Fixed deposit receipt		13,617,334	11,169,886
Share Money Deposit - NCCBL		6,303,016	311,196,446
Current accounts		64,516,175	56,131,271
STD accounts		8,253,627	2,544,463
EFC accounts		12,819,456	5,518,726
		105,509,607	386,560,792
9.02 Cash in hand:			
Corporate office		9,191,250	6,390,511
Factory		2,803,184	2,706,872
Cash Factory Logistics		6,265,169	3,076,263
Registered office		624,668	642,991
		18,884,271	12,816,637

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
10.00 Share capital		
Authorized:		
50,00,00,000 Ordinary shares of Tk. 10 each	5,000,000,000	5,000,000,000
Issued, subscribed and paid up	5,000,000,000	5,000,000,000
10,54,50,000 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	Percentage	Number	Face value	Face value
01. Mr. Mohammed Abul Kalam	2.39%	2,525,200	25,252,000	25,252,000
02. Mr. Mohammed Amirul Haque	11.00%	11,599,500	115,995,000	115,995,000
03. Mr. Md. Jahangir Alam	10.83%	11,425,313	114,253,130	114,253,130
04. Mr. Md. Alamgir Kabir	4.19%	4,416,562	44,165,620	44,165,620
05. Mr. Mohammed Ershadul Hoque	2.00%	2,113,500	21,135,000	21,135,000
06. Mr. Mohammad Mustafa Haider	19.76%	20,837,300	208,373,000	208,373,000
07. Mr. Mohammed Zahurul Haque	2.71%	2,856,000	28,560,000	28,560,000
08. Mr. Hasnat Mohd. Abu Obida	22.16%	23,362,500	233,625,000	233,625,000
09. Mrs. Nashira Sultana	3.45%	3,643,080	36,430,800	36,430,800
10. Mr. Md. Almas Shimul	3.32%	3,504,375	35,043,750	35,043,750
11. Mr. Md. A. Rouf	1.11%	1,168,125	11,681,250	11,681,250
12. Mr. Md. Ashrafuzzaman	1.11%	1,168,125	11,681,250	11,681,250
13. Mr. Md. Salahuddin (Roman)	1.59%	1,680,000	16,800,000	16,800,000
14. Mr. Md. Zahur Ahmed	2.52%	2,656,920	26,569,200	26,569,200
15. Mr. Mohammed Raquibul Haque	0.47%	493,500	4,935,000	4,935,000
16. Affected Small Investors	2.28%	2,400,000	24,000,000	24,000,000
17. General Investors	6.83%	7,200,000	72,000,000	72,000,000
18. Mutual Fund	1.14%	1,200,000	12,000,000	12,000,000
19. Non-Resident Bangladeshi	1.14%	1,200,000	12,000,000	12,000,000
Total	100.00%	105,450,000	1,054,500,000	1,054,500,000

10.01 Classification of shareholders by holdings

Shareholding Range	No. of Holders 30.06.14	Holdings Share 30.06.14	No. of Holders 30.06.13	Holdings Share 30.06.13
Less than 500 Shares	3562	778,800	5481	1,141,000
501 to 5,000 Shares	1267	1,971,600	1282	2,419,400
5,001 to 10,000 Shares	148	959,200	173	1,262,200
10,001 to 20,000 Shares	83	1,019,000	85	1,262,600
20,001 to 30,000 Shares	25	595,600	25	594,200
30,001 to 40,000 Shares	8	264,400	7	242,200
40,001 to 50,000 Shares	6	260,200	10	447,000
50,001 to 100,000 Shares	23	1,499,200	14	1,026,000
100,001 to 1,000,000 Shares	15	5,145,500	7	1,779,300
Over 1,000,000 shares	14	92,956,500	16	95,276,100
	5,151	105,450,000	7,100	105,450,000

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013	
	Taka	Taka	
11.00 Deferred tax liabilities/(assets)			
The tax effect of temporary differences that resulted in deferred tax assets or liabilities			
Opening balance	357,981,444	162,098,987	
Add: Deferred tax expense/(income) during the year	(48,002,879)	195,882,457	
Add: Deferred tax on revalued amount	-	-	
Closing balance	309,978,565	357,981,444	
11.01 Reconciliation of deferred tax liabilities/(assets)			
(a) As at 30 June 2014			
	Carrying amount Taka	Tax base Taka	Temporary difference Taka
Property, plant and equipment	2,973,940,381	1,732,250,981	1,241,689,400
Provision for gratuity	(59,788,044)	-	(59,788,044)
Provision for bad and doubtful debts	(54,706,574)	-	(54,706,574)
Total	2,859,445,764	1,732,250,981	1,127,194,783
Deferred tax liability			309,978,565
(b) As at 30 June 2013			
	Carrying amount Taka	Tax base Taka	Temporary difference Taka
Property, plant and equipment	2,920,544,235	1,544,776,113	1,375,768,122
Provision for gratuity	(40,458,734)	-	(40,458,734)
Provision for bad and doubtful debts	(33,558,683)	-	(33,558,683)
Total	2,846,526,818	1,544,776,113	1,301,750,705
Deferred tax liability			357,981,444
12.00 Long term loan			
Standard Chartered Bank		-	118,824,107
BRAC Bank Ltd.		349,520,850	-
Loan for Bag Plant Machinery -LC 0014		268,944,000	-
Lease finance - Jamuna Bank Ltd.		63,445,463	-
Lease finance - ULC		88,499,674	133,925,284
		770,409,987	252,749,391
12.01 USD Foreign Loan from BRAC Bank Ltd. is repayable in 20 quarterly installment. Rate of interest is 3Month LIBOR + 4.00%. Security details: (a) Registered mortgage over property (b) Personal guarantee of selected directors.			
12.02 Allocation of long term loan			
Long term portion		582,036,595	69,537,892
Current portion		188,373,392	183,211,499
		770,409,987	252,749,391
13.00 Defined benefit obligations (Gratuity)			
Opening balance	40,458,734	26,833,840	
Add :Provision for the year	19,702,812	13,777,804	
	60,161,546	40,611,644	
Less: Payment made	373,502	152,910	
Closing balance	59,788,044	40,458,734	

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
14.00 Trade & other payables		
Raw materials & other suppliers	22,491,907	562,068,231
Packing materials	75,065,096	39,784,318
Marketing expenses	750,932	4,570,465
Liabilities for expenses	50,243,812	38,186,910
Payable for electric bill	11,880,721	4,848,966
Provision for bad debt	-	33,558,683
Payable on audit fee including VAT	230,000	325,000
Provision for PF	796,707	475,127
Dividend Payable	1,582,400	-
Provision for Stevadoring charges	389,511	-
Provision for Survey charges	210,825	-
VAT Payable on office rent - ICAB	54,167	-
TDS payable	918,946	512,781
Provision and other payable	66,422,627	91,145,117
	231,037,651	775,475,599

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

15.00 Short term bank loan

The City Bank Limited	569,032,693	448,940,050
Dutch-Bangla Bank Ltd.	1,001,023,047	804,195,429
Standard Bank Limited	302,781,630	296,696,077
Standard Chartered Bank	1,113,908,134	874,235,326
HSBC	257,082,407	125,296,021
Prime Bank Limited	217,473,433	37,656,526
NCC Bank Limited	95,977,339	153,664,151
Social Islami Bank Limited	99,700,000	-
Midland Bank Ltd	40,763,951	-
	3,697,742,634	2,740,683,580

15.01 Bank loan facilities

The company currently availing the following facilities from banks:

Bank name	Limit (Taka in crore)			
	STL / Invoice Financing / Import Duty Loan	L/C	OD / CC	LATR / Long Term Loan/ Lease
The City Bank Ltd.	30.00	80.00	4.00	38.00
Dutch-Bangla Bank Ltd.	-	120.00	15.00	60.00
Standard Bank Ltd.	8.00	40.00	3.00	15.00
Standard Chartered Bank	60.00	120.00	3.00	92.30
HSBC	8.00	35.00	2.00	35.00
NCC Bank Limited	3.00	30.00	7.00	20.00
Prime Bank Ltd.	-	20.00	3.00	19.00
BRAC Bank Ltd	20.00	48.00	2.00	83.00
Jamna Bank Ltd.	-	-	-	64.18
Social Islami Bank Ltd.	10.00	-	-	15.00
Total	139.00	493.00	39.00	441.48

15.02 Securities against bank loan facilities

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

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
16.00 Liability for other finance		
Security deposit - Customers	70,420,750	61,515,150
	70,420,750	61,515,150
17.00 Provision for taxation		
Opening balance	31,630,597	88,049,246
Add :Current tax expenses		
Current year	140,858,842	31,630,597
Prior year	79,500,990	29,673,357
	220,359,832	61,303,954
	251,990,429	149,353,200
Less : Payment made	-	-
Less : AIT adjustment (Note-7.04)	(111,131,587)	(117,722,603)
Closing balance	140,858,842	31,630,597

18.00 Revenue

	Measuring unit	2014		2013	
		Quantity	Amount	Quantity	Amount
Revenue from local sales	MT	967,911	6,724,893,573	917,534	5,900,241,593
Revenue from export	MT	16,500	94,281,229	21,596	136,924,275
		984,411	6,819,174,802	939,130	6,037,165,868

18.01 Revenue from export amount

	2014		2013	
	USD	BDT	USD	BDT
Export	1,225,680	94,281,229	1,740,800	136,924,275

19.00 Cost of sales

Opening stock of finished goods & WIP		40,726,054	9,421,308
Cost of production	19.01	5,664,447,896	4,993,046,505
Goods available for sale		5,705,173,950	5,002,467,813
Closing stock of finished goods , ghat & in transit	5.00	(54,201,533)	(40,726,054)
		5,650,972,417	4,961,741,759

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

		2014	2013
		Taka	Taka
19.01 Cost of production			
Raw materials consumption	5.01	4,556,245,007	4,074,019,744
Packing materials consumption	5.02	339,522,359	280,874,545
Salary & wages		90,807,860	68,460,383
Gratuity		8,389,232	6,592,756
Electric charges		397,033,201	306,048,964
Paper & periodicals		7,430	7,745
Travelling & conveyance		2,777,122	2,947,042
Telephone charges		1,025,518	958,361
Entertainment		520,594	596,922
Repairs & maintenance		46,541,174	71,976,046
Contribution to PF		2,340,965	1,502,080
Lab Expenses		753,634	477,150
Computer Expense		201,690	251,745
Legal & Professional Fee		1,196,858	14,309,403
Medical expenses		282,465	535,974
Canteen & food expenses		11,140,835	7,688,508
Gift & presentations		36,510	31,600
Internet Expenses		90,820	163,389
Postage & Stamp		3,149	3,555
Stationery		1,362,859	1,900,800
Fire insurance		144,914	2,016,019
Labour charges		21,470,274	19,755,598
Misc. expenses		214,110	97,026
Pay loader expenses		460,218	16,309,252
Donation & Subscription		288,900	-
Fuel , Oil & Lubricant		4,551,096	-
Picnic Expenses		408,514	-
Land Tax		231,695	-
Depreciation (Note - 1.00)		176,398,893	115,521,898
		5,664,447,896	4,993,046,505
20.00 Other income / (loss)			
Bank interest income		39,993,182	64,203,694
Exchange gain / (loss)		14,622,459	74,570,980
Interest charged to PPGL		4,919,403	12,045,264
Interest charged to NCML		47,631,937	40,490,402
Gain / (Loss) on sale of motor vehicle		(334,056)	311,155
Misc income - H/O		389,611	3,259,012
Misc. income - Factory		3,276,439	1,239,207
Income/(loss) from carrying		113,288,561	129,546,032
		223,787,536	325,665,746

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
21.00 Administrative expenses		
Audit fee	230,000	287,500
Advertisement	-	94,280
Bad & doubtful expenses	21,147,892	15,452,750
Electric charges	2,453,348	696,589
Canteen & food expenses	2,239,844	2,035,552
Gratuity	3,838,013	3,108,905
Computer expenses	327,244	598,871
Medical Expense	10,647	92,115
Office rent	8,779,219	3,345,855
Paper & periodicals	18,225	12,690
Postage & stamp	322,531	194,506
Donation & subscription	600,396	484,650
Gift & Presentation	-	492,834
Internet Expenses	714,618	468,081
IPO Expenses	140,000	28,388,007
Renewal, legal & professional fee	3,913,870	4,055,678
Repairs & maintenance	873,984	1,129,069
Salary & allowances	24,803,216	21,261,639
Directors' remuneration	2,400,000	2,400,000
Stationery	1,413,000	1,608,987
Telephone charges	1,374,508	1,724,396
Training expenses	131,052	246,596
Travelling & conveyance	6,625,841	4,493,140
Contribution to PF	888,072	659,624
Vehicle maintenance	4,759,449	2,989,621
Water charges	313,083	253,618
AGM Expenses	1,017,925	-
Miscellaneous expenses	1,560,029	-
BIWTA Licence fee	4,158,536	-
BSTI Licence fee	1,240,400	-
Environmental Licence Renewal fee	346,800	-
Depreciation (Note - 1.00)	3,223,422	2,512,885
	99,865,164	99,088,438
22.00 Selling & distribution expenses:		
Advertisement	1,293,407	3,264,749
Car maintenance	3,241,023	2,579,655
Consultancy fee	238,639	414,002
Contribution to PF	1,495,514	1,197,763
Entertainment	249,446	400,708
Export expenses	809,600	1,105,450
Godown expenses	737,000	-
Gratuity	7,475,567	4,076,143
Legal & professional fee	-	12,600
Medical expenses	22,708	-
CSR Activities	586,486	55,000
Internet Expenses	67,047	15,891
Postage & stamp	257,979	162,828
Promotional expenses	102,729,986	60,843,244
Salaries & allowances	58,469,422	46,578,612
Sample / test expenses	442,395	-
Stationery	218,968	5,477
Telephone charges	2,634,753	2,336,711
Travelling & conveyance	15,393,837	10,260,085
Depreciation (Note - 1.00)	61,860,925	54,943,473
	258,224,702	188,252,391

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	Taka	Taka
23.00 Financial expenses		
Bank charges	2,925,985	2,130,106
Interest on WPPF	7,861,431	5,618,034
Finance charges on lease	18,961,792	20,393,678
Bank loan interest	300,004,541	283,127,906
	329,753,749	311,269,724

24.00 Basic earnings per share (EPS)

The computation of EPS is given below

Earnings attributable to the ordinary shareholders (NPAT)

Weighted average number of shares outstanding during the year 24.01 498,258,575 507,079,591

Basic earnings per share (par value of Tk. 10) 4.73 5.14

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.

24.01 Weighted average number of outstanding shares

	Total shares	Weighted no. of shares	Weighted no. of shares
Shares outstanding on 01 July 2012	93,450,000	93,450,000	93,450,000
IPO allotted as on January 22, 2013	12,000,000	12,000,000	5,260,274
Weighted average no. of share outstanding	105,450,000	105,450,000	98,710,274

25.00 Related party disclosure

During the period 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 BAS-24: Related party disclosure.

Name of related party	Nature of relationship	Nature of transaction	Outstanding as on 01 July 2013	Transaction during the year (Net) Taka	Outstanding balance as on 30 June 2014 Taka	Terms and conditions
Premier Power Generation Limited	Subsidiary	Loan to meet operational expenses	50,758,316	(48,884,889)	1,873,427	Mutual understanding
Premier Power Generation Limited	Subsidiary	Investment in share	48,000,000	-	48,000,000	Arm length transaction
Asia Insurance Ltd.	Common directorship	Providing insurance	(2,843,594)	(296,732)	(3,140,326)	Arm length transaction
Seacom Shipping Ltd	Common directorship	C & F	187,796	(2,431,234)	(2,243,438)	Arm length transaction
T K Oil Refinery Ltd.	Common directorship	Utility service	(83,959)	(83,959)	(167,918)	Arm length transaction
Aryan Stevedore Ltd.	Common directorship	Stevedoring service	(19,576,153)	4,919,082	(14,657,071)	Arm length transaction
G P H Ispat Ltd.	Common directorship	Materials supply	(480)	-	(480)	Arm length transaction
National Cement Mills Limited	Associate	Loan to meet operational expenses	252,491,146	(26,691,767)	225,799,379	Mutual understanding
M I Cement Factory Ltd	Common directorship	Materials supply	57,557,500	(57,557,500)	-	Arm length transaction
National Cement Mills Limited	Associate	Investment in share	70,000,000	280,000,000	350,000,000	Arm length transaction

26.00 Events after the reporting period

The Board of Directors of the company in its meeting held on 28 October 2014 recommended 30% cash dividend for the year 2013-2014 which is subject to approval of the shareholders in the ensuing Annual General Meeting.

27.00 Contingent liabilities

There are contingent liabilities in respect of outstanding letters of credit for Tk. 419 milion.

Letter of Credit :

The City Bank Limited	128,314,474	260,519,266
Dutch Bangla Bank Limited	21,376,285	166,665,618
The Hongkong And Shanghai Banking Corporation Limited	23,289,000	15,244,880
Prime Bank Limited	8,110,300	26,697,985
NCC Bank Ltd	16,036,225	-
SIBL	25,688,010	-
Standard Bank Limited	35,107,403	45,312,036
Standard Chartered Bank	161,686,936	95,834,898
	419,608,633	610,274,683

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

28.00 Capital expenditure commitment

There is no capital expenditure commitment as at 30 June, 2014

29.00 Remittance of foreign currency:

No foreign currency was remitted during the year.

30.00 Earnings in foreign currency:

Export of 16,500 MT Cement were made in 2013-14 to Indian state of Tripura and Assam for US\$ 1,225,680 equivalent to BDT 9,42,81,229.

31.00 Claims against the company not acknowledged as debt

There is no claim against the company acknowledged as debt.

32.00 Capacity utilization

Actual average monthly production is 82,027 MT against average monthly capacity of 200,000 MT i.e. capacity utilization is 41%.

33.00 Number of employees

	2014 Persons	2013 Persons
Management	63	55
Staff	891	671
Total number of employees	954	726

All employees received salary more than Tk. 4,000 per month.

34.00 Others**34.01 Directors' remuneration**

Salary, allowances and benefits	2,400,000	2,400,000
	2,400,000	2,400,000

34.02 Directors' fees for attending board meeting

There is no fees paid to the directors for attending board meetings.

34.03 Receivable from director

No amount is lying as receivable from the directors.

34.04 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: 28 October 2014

DIRECTORS' REPORT

TO THE SHAREHOLDERS FOR THE YEAR ENDED 30 JUNE 2014

DEAR SHAREHOLDERS, COLLEAGUES, LADIES & GENTLEMEN

ASSALAMU ALAIKUM,

The directors are pleased to present their report on the activities of the company together with the Audited Accounts of the company for the period from 1 July 2013 to 30 June 2014.

REFERRAL:

In terms of provisions of section 184 of the Companies Act, 1994, rule 12 (and the schedule there under) of the Securities and Exchange Rules 1987 and BAS 1 (Bangladesh Accounting Standards-1) codes as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), it is the pleasure for the Board of Directors to submit its report to the Shareholders for the year July 2013 to June 2014 in the following paragraphs.

BACKGROUND:

Premier Power Generation Limited, a Private limited company was incorporated on 07th September 2006 under Company Act XVIII of 1994 Factory at West Mukterpur, Munshigonj with an installed capacity of 5.34 MW run by Natural Gas from TGTDC. The Authorized Capital is Tk. 200,000,000 (Twenty Crore) divided into 2,000,000 Shares of Tk. 100 each. The paid-up capital as on 30 June 2014 stood at Tk 50,000,000/- consisting of 500,000 ordinary shares of Tk. 100/- each.

Premier Cement Mills Limited holds 96% shares of Premier Power Generation Limited.

COMPANYS OPERATIONS:

The position of its performance for the year ended 30 June 2014 is given bellow:

Performance Measure	Indicator Name	30-Jun-14	30-Jun-13	30-Jun-12	30-Jun-11	30-Jun-10
Liquidity Ratio	Current Ratio	1.86	0.12	0.07	0.07	0.06
	Quick Ratio	1.86	0.12	0.07	0.07	0.06
Efficiency	Total Asset Turnover (Times)	0.75	0.63	0.33	0.28	0.26
Leverage Ratio	Debt Ratio	0.03	0.43	0.65	0.68	0.72
	Debt-to-Equity	0.03	0.75	1.89	2.09	2.52
Profitability	Return on Assets	41.94%	20.59%	3.51%	1.61%	(8.11%)
	Return on Equity	43.13%	36.09%	10.16%	4.98%	(28.55%)
Others	Gross Profit Margin	65.59%	54.87%	50.09%	42.88%	(10.86%)
	Pretax profit margin	55.62%	32.87%	10.65%	5.68%	(31.18%)
	Net Profit Margin	55.62%	32.87%	10.65%	5.68%	(31.18%)

TO THE SHAREHOLDERS FOR THE YEAR ENDED 30 JUNE 2014

Comparative Statement of Financial Position of PPGL

Particulars	30-Jun-14	30-Jun-13	30-Jun-12	30-Jun-11	30-Jun-10
Assets					
PPE	121,715,472	117,715,166	125,393,095	120,697,374	130,986,336
Intangible assets	-	-	-	-	-
Total non-current assets	121,715,472	117,715,166	125,393,095	120,697,374	130,986,336
Advances, deposits and pre-payment	6,531,746	6,621,737	5,692,752	5,783,470	5,971,997
Cash and bank balances	47,642	9,512	8,753	6,681	8,038
Total Current Assets	6,579,388	6,631,249	5,701,505	5,790,151	5,980,035
Total Asset	128,294,860	124,346,415	131,094,600	126,487,525	136,966,371
Equity					
Share capital	50,000,000	50,000,000	50,000,000	50,000,000	50,000,000
Retained earnings	74,749,173	20,941,932	(4,658,324)	(9,070,512)	(11,109,408)
Total equity	124,749,173	45,341,676	40,929,488	38,890,592	49,993,008
Liabilities					
Trade and other payable	1,672,259	1,630,505	909,834	2,662,293	1,792,404
Bank liabilities	-	-	-	10,537,039	51,836,466
Current account with holding company	1,873,428	84,122,419	84,648,203	84,876,447	28,028,000
	-	-	-	-	778,625
Total current liability	3,545,687	85,752,924	85,558,037	98,075,779	82,435,495
Total equity and liability	128,294,860	131,094,600	126,487,525	136,966,371	132,428,503

Comparative Statement of Comprehensive Income of PPGL

Particulars	30-Jun-14	30-Jun-13	30-Jun-12	30-Jun-11	30-Jun-10
Revenue	96,746,357	77,879,680	43,269,680	35,875,518	35,607,939
Cost of sales	(33,285,970)	(35,149,498)	(21,595,370)	(20,493,371)	(39,476,708)
Gross Profit	63,460,387	42,730,182	21,674,310	15,382,147	(3,868,769)
Other Income/ (Expenses)		-	-	518,077	-
Administrative Expenses	(4,510,162)	(5,050,351)	(3,168,527)	(2,179,147)	(3,266,385)
Profit From Operation	58,950,226	37,679,831	18,505,783	13,721,077	(7,135,154)
Finance Cost	(5,142,985)	(12,079,574)	(13,899,315)	(11,682,181)	(3,967,262)
Profit before Income tax/(Loss)	53,807,241	25,600,257	4,606,468	2,038,896	(11,102,416)
Net profit	53,807,241	25,600,257	4,606,468	2,038,896	(11,102,416)

BOARD MEETINGS:

During the year (01-07-2013 to 30-06-2014) 4 (number of) Board Meetings were held. The attendance record of the Directors is as follows:

Name of the Directors	Position	Number of Meetings Attended
1. Mohammed Amirul Haque	Chairman	4
2. Mohammad Mustafa Haider	Managing Director	4
3. Md. Jahangir Alam	Director	4
4. Md. Alamgir Kabir	-do-	4
5. Mohammed Ershadul Hoque	-do-	4
6. Hasnat Mohd. Abu Obida	-do-	4

AKNOWLEDGEMENT:

The Directors are pleased to record with appreciation and gratitude the co-operation and support provided by Shareholders, Customers, Bankers, Suppliers, Workers and Employees of the Company without whose active support the result would not have been possible.

Looking forward for a bright future for all of us

Thanking you,



(Mohammad Mustafa Haider)
Managing Director

We have audited the accompanying financial statements of Premier Power Generation Limited ("the company"), which comprise the statement of financial position as at 30 June 2014, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended 30 June 2014, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994 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.

Auditors Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of the financial statements that give a true and fair view 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements of the company.

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

Opinion

In our opinion the financial statements give a true and fair view of the financial position of the company as at 30 June 2014 and of their financial performance and cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS) and comply with the Companies Act 1994 and other applicable laws and regulations.

We also report that:

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

Place: Dhaka

Dated: 25 October 2014


Syful Shamsul Alam & Co.
Chartered Accountants

Statement of Financial Position

AS AT 30 JUNE 2014

	Notes	Amount in Taka 2014	Amount in Taka 2013
Assets			
Property, plant and equipment	4.00	121,715,472	117,715,166
Total non-current assets		121,715,472	117,715,166
Advances, deposits and pre-payments	5.00	6,531,746	6,621,737
Cash and Bank balances	6.00	47,642	9,512
Total current assets		6,579,388	6,631,249
Total assets		128,294,860	124,346,415
Equity			
Share Capital	7.01	50,000,000	50,000,000
Retained earnings		74,749,173	20,941,932
Total equity		124,749,173	70,941,932
Trade and other payable	8.00	1,672,259	2,646,166
Current account with holding company		1,873,428	50,758,316
Total current liabilities		3,545,687	53,404,482
Total equity and liabilities		128,294,860	124,346,414

The annexed notes 01 to 13 form an integral part of these financial statements.



Company Secretary



Director



Managing Director

As per our report of same date.

Place: Dhaka
Dated: 25 October 2014



Syful Shamsul Alam & Co.
Chartered Accountants

Statement of Comprehensive Income

FOR THE YEAR ENDED 30 JUNE 2014

	Notes	Amount in Taka	Amount in Taka
		2014	2013
Revenue		96,746,357	77,879,680
Cost of sales	9.00	(33,285,970)	(35,149,498)
Gross profit		63,460,387	42,730,182
Administrative expenses	10.00	(4,510,162)	(5,050,351)
Profit from operation		58,950,226	37,679,831
Finance costs	11.00	(5,142,985)	(12,079,575)
Profit before income tax		53,807,241	25,600,256
Current tax expenses		-	-
Net profit/(loss) after tax		53,807,241	25,600,256
Other comprehensive income		-	-
Total comprehensive income		53,807,241	25,600,256

The annexed notes 01 to 13 form an integral part of these financial statements.



Company Secretary



Director



Managing Director

As per our report of same date.

Place: Dhaka
Dated: 25 October 2014



Syful Shamsul Alam & Co.
Chartered Accountants

Statement of Changes in Equity

FOR THE YEAR ENDED 30 JUNE 2014

Amount in Taka

	Share capital	Retained earnings	Total equity
Balance at 30 June 2012	50,000,000	(4,658,324)	45,341,676
Net profit for the year	-	25,600,256	25,600,256
Balance at 30 June 2013	50,000,000	20,941,932	70,941,932
Net profit for the year	-	53,807,241	53,807,241
Balance at 30 June 2014	50,000,000	74,749,173	124,749,173

The annexed notes 01 to 13 form an integral part of these financial statements.



Company Secretary



Director



Managing Director

Place: Dhaka

Dated: 25 October 2014

Statement of Cash Flows

FOR THE YEAR ENDED 30 JUNE 2014

	Amount in Taka 2014	Amount in Taka 2013
Cash flows from operating activities		
Receipt from customers	96,746,357	77,879,680
Payment to employees	(4,625,000)	(4,503,207)
Payment to suppliers & others	(75,353,373)	(61,261,830)
Cash generated from operating activities	16,767,984	12,114,643
Interest paid	(5,142,985)	(12,113,884)
Tax paid	-	-
A. Net cash from operating activities	11,624,999	759
Cash flows from investing activities		
Sales/(Purchase) of property, plant & equipment	(11,586,869)	-
B. Net cash used in investing activities	(11,586,869)	-
Cash flows from financing activities		
Proceeds from Bank Borrowing	-	-
Repayment of Bank Borrowing	-	-
C. Net cash provided from financing activities	-	-
Net increase/(decrease) in cash and bank balances	38,130	759
Cash and bank balances at the beginning of the year	9,512	8,753
Cash and bank balances at the end of the year	47,642	9,512



Company Secretary



Director



Managing Director

Place: Dhaka

Dated: 25 October 2014

FOR THE YEAR ENDED 30 JUNE 2014

1.00 Corporate history of the reporting entity

1.01 Corporate history

Premier Power Generation Limited, a Private limited company was incorporated on 07 September 2006 under Company Act XVIII of 1994 Factory at West Mukterpur, Munshigonj with an installed capacity of 5.34 MW run by Natural Gas from TGDCL.

1.02 Nature of business

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 or any other customers.

2.00 Basis of preparation, presentation and disclosures of financial statements

2.01 Statement of compliance

The financial statements have been prepared and the disclosures of information made in accordance with the requirements of the Companies Act 1994, and IFRSs as adopted by the ICAB. On the basis of these regulations, Bangladesh Accounting Standards (BAS) & Bangladesh Financial Reporting Standards (BFRS) were applied with the applicable standards at the Balance Sheet date.

2.02 Other regulatory compliances

The Companies are also required to comply with the following major legal provisions in addition to the Companies Act 1994, and other following applicable laws and regulations:

The Income Tax Ordinance 1984
The Income Tax Rules 1984
The Value Added Tax Act 1991
The Value Added Tax Rules 1991
The Customs Act 1969

2.03 Recording of transaction

Transaction has been accounted for presented in accordance with their substance and financial reality. The financial statement has been expressed in Bangladeshi Taka.

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.

2.05 Going concern

The company has adequate resources to continue in operation for foreseeable future.

2.06 Reporting period

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

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 BAS-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 BAS-1 "Presentation of Financial Statements". The recommendations of BAS-1 relating 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 period ended 30th June 2013 are consistent with those policies and methods adopted in preparing the financial statements for the year ended 30th June 2012.

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

3.02 Property, plant and equipment**Recognition and measurement**

The fixed assets of the company shown under "Property, Plant and Equipment" as per BAS 16 is initially recorded at historical cost. Historical cost includes its purchase price and any directly attributed cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties, non-refundable taxes and (a) the cost of site preparation; (b) initial delivery and handling costs; (c) installation costs; (d) professional fees such as for architects and engineers; and (e) the estimated cost of dismantling and removing the asset and restoring the site, to the extent applicable in line with the provisions under 'BAS 37: Provisions, Contingent Liabilities and Contingent Assets'.

Subsequent costs

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when 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 income statement during the financial period in which they incurred.

Depreciation

In respect of all fixed assets, depreciation is provided on reducing balance method over their expected useful life. Full year depreciation has been charged on additions to fixed assets. The annual depreciation rates applicable to different category of assets are:

Category of assets	Rate of Depreciation
Plant & machinery	6%
Furniture & fixture	10%
Generator Building	10%
Office equipment	20%

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.

3.03 Taxation

The company enjoys Tax exemption for fifteen (15) years vide SRO No - 114 / AvBb/99dated 26.05.1999 under Income Tax Ordinance 1984.

3.04 Cash flow statement

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

Amount in Taka	Amount in Taka
2014	2013

4.00 Property, plant and equipment:**A. Cost**

Plant & machinery	161,990,882	151,230,847
Furniture & fixture	4,930	4,930
Generator building	5,264,351	5,264,351
Office Decoration	826,834	-
Office Equipment	9,640	9,640
	168,096,637	156,509,768

B. Accumulated Depreciation

	46,381,165	38,794,602
--	------------	------------

C. Written Down Value(A-B)

	121,715,472	117,715,166
--	--------------------	--------------------

(A Schedule of Property, Plant and Equipment is given in **Annexure-A**)

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	Amount in Taka 2014	Amount in Taka 2013
5.00 Advances, deposits & pre-payments:		
LC Advance		
Spare parts LC 167414020051 DBBL	785,439	-
Mach LC 167413020064-Spare Parts DBBL	-	928,985
	785,439	928,985
Deposits:		
Deposit to TGTDCCL	4,418,000	4,418,000
Bank guarantee margin to TGTDCCL	836,050	836,050
Advance income tax	491,230	437,675
VAT current account	1,027	1,027
	5,746,307	5,692,752
	6,531,746	6,621,737
6.00 Cash and bank balances:		
Cash in hand	-	-
Cash at bank (Note 6.01)	47,642	9,512
	47,642	9,512
6.01 Cash at bank :		
Standard Bank Ltd. Panthopath Br. # 1948	1	1
Dutch Bangla Bank Ltd Agr Br. # 16116	46,258	7,069
Standard Bank Ltd. Ktg Br. # 8998	1,383	2,442
	47,642	9,512
7.00 Share capital:		
Authorized:		
2,000,000 Ordinary shares of Taka 100 each	200,000,000	200,000,000
	200,000,000	200,000,000
7.01 Issued, subscribed and paid up:		
500,000 Ordinary Shares of Tk.100/-each fully paid-up in cash	50,000,000	50,000,000
	50,000,000	50,000,000
7.02 Share holding position		

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

Name of shareholders	2014		2013	
	Percentage	Number	Face value	Face value
01. Mr. Mohammed Amirul Haque	0.30%	1,500	150,000	150,000
02. Mr. Mohammed Raquibul Haque	0.20%	1,000	100,000	100,000
03. Mr. Mohammed Ershadul Hoque	0.20%	1,000	100,000	100,000
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.	96.00%	480,000	48,000,000	48,000,000
Total	100.00%	500,000	50,000,000	50,000,000

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	Amount in Taka 2014	Amount in Taka 2013
8.00 Trade & other payables		
MRH Dey & Co.	(88,000)	(46,000)
Provision for Audit Fee	57,500	57,500
Reliance International	8,772	8,772
Provision for insurance	3,432	3,432
Seacom Shipping Ltd.	110,489	72,984
Provision for Gas Bill	1,563,294	2,549,478
Federal Insurance Company	4,272	-
TDS payable SSAC	5,000	-
VAT payable on audit fee -SSAC	7,500	-
	1,672,259	2,646,166
9.00 Cost of sales		
Gas Bill	20,800,323	18,567,087
Salary & Wages	1,294,000	1,299,040
Conveyance & Travelling	347,970	80,817
Fuel & Lubricant	372,500	405,000
Entertainment	119,498	15,754
Repairs & Maintenance	2,815,357	7,104,661
Depreciation 4.00	7,536,322	7,677,139
	33,285,970	35,149,498
10.00 Administrative expenses		
Salary & Allowance	3,331,000	3,204,167
Travelling & Conveyance	249,020	153,000
Office Rent	560,000	560,000
Audit Fee including VAT	57,500	57,500
Legal renewal & Professional Fee	262,400	1,065,894
Printing & Stationery	-	9,000
Depreciation 4.00	50,242	790
	4,510,162	5,050,351
11.00 Finance costs		
Interest charged by PCML (Holding Co.)	4,919,403	12,045,264
Bank charges	223,582	34,310
	5,142,985	12,079,574
Interest income has been netted off against the interest expenses incurred during the year on account of current account maintained with the Premier Cement Mills Limited (parent company) which represents all expenses of the company and the income earned from the parent company.		
12.00 Contingent liabilities		
There are contingent liabilities in respect of bank guarantee for Tk. 8.83 million.		
Bank Guarantee :		
Standard bank limited	8,836,000	8,836,000
	8,836,000	8,836,000

FOR THE YEAR ENDED 30 JUNE 2014

13.00 Related Party Transactions

During the year, the Company carried out a number of transactions with the related party in the normal course of business. The name of the related party and nature of these transactions have been set out in accordance with the provisions of BAS 24: Related party Disclosure.

Name of the Party	Relationship	Net Transaction During the year	Outstanding as on 30.06.2014	Outstanding as on 30.06.2013
Premier Cement Mills Limited	Holding Company	48,884,889	1,873,427	50,758,316

Annexure-A

**Schedule of Property, Plant and equipment
As at 30 June 2014**

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 2014
	Balance as on 01 July 2013	Addition during the year The Period	Disposal/ adjustment during the year	Balance as on 30 June 2014		Balance as on 01 July 2013	Charged during the year	Disposal/ adjustment during the year	Balance as on 30 June 2014	
	Taka	Taka	Taka	Taka		%	Taka	Taka	Taka	
I	2	3	4	5	6	7	8	9	10 = (7+8-9)	11 = (5-10)
Plant & machinery	151,230,847	10,760,035	-	161,990,882	6%	36,976,804	7,178,044	-	44,154,848	117,836,034
Furniture & fixture	4,930	-	-	4,930	10%	1,696	323	-	2,019	2,911
Generator building	5,264,351	-	-	5,264,351	10%	1,810,411	345,394	-	2,155,805	3,108,546
Office decoration	-	826,834	-	826,834	15%	-	62,013	-	62,013	764,821
Office equipment	9,640	-	-	9,640	20%	5,691	790	-	6,481	3,159
Balance as of '2013 - 14	156,509,768	11,586,869	-	168,096,637		38,794,602	7,586,563	-	46,381,165	121,715,472
Balance as of '2012 - 13	156,509,768	-	-	156,509,768		31,116,673	7,677,929	-	38,794,602	117,715,166

Allocation :	Amount in Taka	
	2014	2013
Cost of production	7,536,322	7,677,139
Administrative expenses	50,242	790
Total	7,586,563	7,677,929



Company Secretary



Director



Managing Director

Place: Dhaka

Dated: 25 October 2014

Auditors' Report to the Shareholders of National Cement Mills Limited

FOR THE YEAR ENDED 30 JUNE 2014

Introduction

We have audited the accompanying financial statements of National Cement Mills Limited, which comprise the statement of financial position as at 30 June 2014 and the statement of comprehensive income, statement of changes in equity and statement of cash flows and for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management's responsibility for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act, 1994 and other applicable laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit; we conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements, prepared in accordance with Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the company's affairs as at 30 June 2014 and of the results of its operations and cash flows for the year then ended and comply with the Companies Act 1994 and other applicable laws and regulations.

We also report that:

- 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 and made due verification thereof;
- 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 statement of financial position, statement of comprehensive income, statement of changes in equity and statement of cash flows dealt with by the report are in agreement with the books of account and returns.

Dated, Chittagong
October 19, 2014



MRH DEY & CO.
Chartered Accountants

Statement of Financial Position

AS AT 30 JUNE 2014

	NOTES	30.06.2014 Taka	30.06.2013 Taka
ASSETS			
Non- Current Assets:			
		1,586,674,439	1,372,222,078
Property, plant and equipment	4	1,555,872,822	1,289,312,902
Capital work -in - progress	5	30,801,617	82,909,176
Current Assets:			
		433,985,103	184,654,331
Inventories	6	168,724,759	61,370,862
Accounts receivables	7	170,212,453	46,228,980
Advances, deposits and pre-payments	8	85,348,075	71,871,009
Cash and cash equivalent	9	9,699,816	5,183,481
Total Assets		2,020,659,542	1,556,876,409
EQUITY & LIABILITIES			
Shareholders Equity:			
		612,156,525	327,488,186
Share capital	10	175,000,000	175,000,000
Tax holiday reserve		2,274,386	2,274,386
Share money deposit	11	490,000,000	210,000,000
Retained earnings	12	(55,117,861)	(59,786,200)
Non-Current Liabilities:			
Bank Loan (Long Term)	13	505,179,156	536,297,968
Current Liabilities			
		903,323,861	693,090,255
Accounts Payable	14	46,873,181	36,069,637
Bank loan (Short term)	15	628,449,650	400,342,600
Due to associate company	16	225,799,378	252,491,146
Provision for taxation	17	2,201,651	4,186,872
Total Equity and Liabilities		2,020,659,542	1,556,876,409

The accompanying notes form an integral part of the financial statements.



Managing Director



Director



Company's Secretary

As per our separate report of even date annexed

Dated, Chittagong
October 19, 2014



MRH DEY & CO.
Chartered Accountants

Statement of Comprehensive Income

FOR THE YEAR ENDED 30 JUNE 2014

	NOTES	30.06.2014	30.06.2013
		Taka	Taka
Revenue-Net	18	720,400,180	379,496,455
Cost of Goods Sold	19	(656,128,831)	(344,059,484)
Gross profit		64,271,349	35,436,971
Other income/(loss)	20	13,483,524	724,401
Administrative expenses	21	(4,737,528)	(2,706,079)
Selling & distribution expenses	22	(7,214,958)	(6,353,301)
Profit before interest and tax		65,802,388	27,101,992
Financial expenses	23	(47,817,015)	(15,936,999)
Profit for the year (Before Tax)		17,985,373	11,164,993
Income tax expenses	17	13,317,034	4,186,872
Net Profit for the year		4,668,339	6,978,121
Basic Earnings Per Share (Book Value per share Taka 10)	25	0.27	0.40

The accompanying notes form an integral part of the financial statements.



Managing Director



Director



Company's Secretary

As per our separate report of even date annexed

Dated, Chittagong
October 19, 2014



MRH DEY & CO.
Chartered Accountants

Statement of Changes in Equity

FOR THE YEAR ENDED 30 JUNE 2014

Amount in Tk.

Particulars	Share capital	Tax holiday reserve	Share Money Deposit	Retained earnings	Total equity
Balance at July 1, 2013	175,000,000	2,274,386	210,000,000	(59,786,200)	327,488,186
Receipt during the year	-	-	280,000,000	-	280,000,000
Net profit after tax for the year	-	-	-	4,668,339	4,668,339
Balance at June 30, 2014	175,000,000	2,274,386	490,000,000	(55,117,861)	612,156,525
Balance at July 1, 2012	175,000,000	2,274,386		(66,764,321)	110,510,065
Receipt during the year	-	-	210,000,000	-	210,000,000
Net profit after tax for the year	-	-	-	6,978,121	6,978,121
Balance at June 30, 2013	175,000,000	2,274,386	210,000,000	(59,786,200)	327,488,186

The accompanying notes form an integral part of the financial statements.



Managing Director

M. Hogue
Director

Company's Secretary

As per our separate report of even date annexed

Dated, Chittagong
October 19, 2014



MRH DEY & CO.
Chartered Accountants

Statement of Cash Flows

FOR THE YEAR ENDED 30 JUNE 2014

	30.06.2014	30.06.2013
	Taka	Taka
CASH FLOW FROM OPERATING ACTIVITIES		
Receipt from customers	596,416,707	367,227,914
Payment to supplier & employees	(693,386,926)	(360,028,414)
Cash generated from operating activities	(96,970,219)	7,199,500
Bank interest & charges	(47,817,015)	(15,936,999)
Other Income	13,483,525	724,401
Income tax paid	(15,302,255)	-
Net cash provided by operating activities	(146,605,964)	(8,013,098)
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of fixed assets	(246,557,193)	(170,768,779)
Capital Work-in-progress	(52,616,977)	(427,347,384)
Net cash used in investing activities	(299,174,170)	(598,116,163)
CASH FLOW FROM FINANCING ACTIVITIES		
Share Money Deposit	280,000,000	210,000,000
Bank loan-long term	(31,118,812)	-
Short term bank loan	228,107,050	515,994,647
Premier Cement Mills Limited	(26,691,768)	(20,163,708)
Director Current Account	-	(110,000,000)
Net cash flows from Financing activities	450,296,470	595,830,939
Net cash (Defilct)/Surplus for the Year(a+b+c)	4,516,335	(10,298,322)
Cash & Bank Balances at beginning of the year	5,183,481	15,481,803
Cash & Bank Balances at end of the year	9,699,816	5,183,481

The accompanying notes form an integral part of the financial statements.



Managing Director



Director



Company's Secretary

As per our separate report of even date annexed

Dated, Chittagong
October 19, 2014



MRH DEY & CO.
Chartered Accountants

FOR THE YEAR ENDED 30 JUNE 2014

1. Reporting Entity**1.1. Formation & Legal Status:**

National Cement Mills Limited, a public company limited by shares, was incorporated in Bangladesh on 10 September, 1996 vide registration number 8200/10 under the Companies Act 1994. In pursuant of section 150(2) of companies act 1994, it obtained the Certificate of Commencement of Business from the Registrar of Joint Stock Companies (RJSC) on the same day.

The plant office is situated at Issa Nagar , Karnaphuli, Chittagong and corporate office is located at Tahar Chamber, 2nd floor, 10, Agrabad C/A, Chittagong, Bangladesh.

1.2. Nature of Business:

The principal activities of the company are to manufacturing cement from various raw materials and marketing the same in local as well as foreign markets.

2. Basis of preparation, presentation & disclosure of financial statements**2.1. Accounting Convention and Basis:**

The financial statements are prepared under the historical cost convention using accrual basis of accounting.

2.2. Statement of Compliance:

The financial statement have been prepared on going concern basis following accrual basis of accounting except for cash flow statements in accordance with Bangladesh Accounting Standards (BASs) and other applicable laws & regulations.

2.3. Other regulatory compliance:

The Company is required to comply with the following major laws and regulation in addition to the Companies Act 1994:
 The Income Tax Ordinance 1984
 The Income Tax Rules 1984
 The Value Added Tax Act 1991
 The Value Added Tax Rules 1991
 The Custom Act 1969

2.4. Presentation of Financial Statements:

The presentation of these financial statements are in accordance with the guidelines provided by BAS 1 "Presentation of financial statements" that comprises :

- (a) a statement of financial position at June 30, 2014
- (b) a statement of comprehensive income for the year ended June 30, 2014
- (c) a statement of changes in equity for the year ended June 30, 2014
- (d) a statement of cash flows for the year ended June 30, 2014
- (e) notes, comprising a summary of significant accounting policies and explanatory information.

2.5. Use of Estimates and Judgements:

The presentation of financial statements requires management to make judgements, estimates & assumptions that affect the application of accounting policies and the reported amounts of Assets, Liabilities, Income & Expenses. Actual results may differ from these estimates.

2.6. Going Concern:

The financial statements for the year under review have been prepared under the going concern basis, as the management of the company believes that the company will continue in operation for foreseeable future and it has adequate resources to do so. The current credit facilities and resources of the company provide sufficient fund to meet the present requirements of its existing businesses and operations.

2.7. Functional and Presentation Currency:

These financial statements are prepared in Bangladesh Taka which is the company's functional currency.

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

2.8 Foreign Currency Conversion:

currencies have been converted into Bangladesh taka currency at the ruling rate on the transaction date.

2.9 Reporting Period:

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

2.10 Comparative Information:

Comparative information has been disclosed for all numerical information in the financial statement and also narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

3. Significant Accounting Policies

The accounting policy set out below have applied consistently to all periods presented in these financial statements and have been applied consistently by the company.

3.1 Property, Plant & Equipments (PPE)**Recognition and measurement:**

Property, Plant & Equipments other than Land & Land Development are stated at cost less accumulated depreciation. Land & Land Development are stated at cost, as depreciation is not chargeable on this type of assets.

Subsequent Costs:

The cost of replacing a part of property, plant and equipment is recognised 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 cost of the item can be measured reliably. All other repair and maintenance costs are charged to the statement of comprehensive income during the financial period in which they incurred.

Depreciation

Land is held freehold basis and is not depreciated considering the unlimited life. In respect of all other fixed assets depreciation is provided on reducing balance' method over their expected useful life at the rates varying from 5% to 25%. As a part of the companies policy no depreciation is charged on the acquisition or addition made during the period under review.

3.2 Capital Work-in-progress

Property, Plant & Equipment under construction/acquisition is temporarily accounted for under capital work in process until construction/acquisition is completed & measured at cost.

3.3 Inventories**Nature of Inventories:**

Inventories comprise of raw materials (Clinker,Fly Ash,Gypsum,Lime Stone,Slag), Packing materials (P.P & Paper Bag), Consumable Stores and Finished Goods (Cement).

Valuation of the Inventories:

Inventories are valued as below in compliance with the requirements of BAS :2 "Inventories":

<u>Items</u>	<u>Basis of valuation</u>
Raw Materials	Weighted Average Cost
Packing Materials	Weighted Average Cost
Consumable Stores	Weighted Average Cost
Finished Goods	Weighted Average Cost

3.4 Accounts Receivable

Accounts receivables are considered good. So no provision has been created for bad or doubtful ones.

3.5 Cash and Cash Equivalents

Cash and cash equivalents include cash in hand and balances with banks on current and deposit accounts which are held and available for use by the company without any restriction.

FOR THE YEAR ENDED 30 JUNE 2014

3.6 Cash Flow Statement

The Statement of Cash Flows is prepared principally in accordance with “BAS-7:Cash Flow Statement” and the cash flow from operating activities have been presented under direct method.

3.7 Revenue Recognition

In compliance with the requirements of Bangladesh Accounting Standard (BAS :18) “Revenue” revenue from sale of goods (cement) is measured at the fair value of the consideration received or receivable, net of return or trade discount or volume rebates. Revenue is recognised when the significant risk and rewards relating the ownership of goods have been transferred to the buyer, recovery of the consideration is probable and amount the revenue can be measured reliably. Specific policies regarding the recognition of revenue are as below:

- (i) In case of goods sold (cement): sales revenue is recognised when the goods delivered to the customers and related invoice raised.
- (ii) Non-operating income : Non-operating income includes carrying income, rental income etc has been recognised on realisation basis.

3.8 Earnings Per Share

Earnings per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding at 30 June, 2014 as per Bangladesh Accounting Standard (BAS) - 33 “Earnings Per Share”.

Basic Earnings:

This represents earnings for the year attributable to the ordinary shareholders. Profit/(loss) after tax has been considered as fully attributable to the ordinary shareholders.

Basic Earnings Per Share:

This has been calculated by dividing the basic earnings attributable to the ordinary shareholders by the number of ordinary shares outstanding at the end of the year.

3.9 Borrowing Costs

Interest and other costs incurred by the company in connection with the borrowing of funds are recognised as expense in the period in which they are incurred, unless such borrowing costs relate to acquisition / construction of assets in progress which are capitalized as per allowed alternative treatment of BAS: 23 “Borrowing Costs”.

3.10 Taxation**Current Tax**

Current tax is the expected tax payable on the taxable income for the period, using tax rate enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of the previous periods.

Deferred Tax:

Deferred tax is not recognised in the financial statements for the period under review.

3.11 Others

- (i) Figures have been rounded off to the nearest taka
- (ii) Figures in brackets indicate deduction
- (iii) Previous year's figures have been re-arranged whenever considered necessary to ensure comparability with current year.

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	30.06.2014	30.06.2013
	Taka	Taka
4. Property, Plant & Equipments		
A. Cost		
i) Freehold Assets		
Opening Balance	1,472,940,477	592,844,154
Add : Addition during the year	351,281,729	880,096,323
	<u>1,824,222,206</u>	<u>1,472,940,477</u>
Less: Deletion/Sale during the year	-	-
Total (A)	<u>1,824,222,206</u>	<u>1,472,940,477</u>
B. Accumulated Depreciation		
i) Freehold Assets		
Opening Balance	183,627,575	148,654,198
Add : Charged during the year	84,721,809	34,973,377
	<u>268,349,384</u>	<u>183,627,575</u>
Less: Adjustment	-	-
Total (B)	<u>268,349,384</u>	<u>183,627,575</u>
C. Written Down Value (A-B)	<u>1,555,872,822</u>	<u>1,289,312,902</u>
A schedule of property, plant & equipment has been given in Annexure-1.		
5. Capital Work-in-Progress		
Opening Work in Progress	82,909,176	364,889,336
Add: Addition during the Year	52,616,977	427,347,384
	<u>135,526,153</u>	<u>792,236,720</u>
Less: Transfer/Adjustment during the year	104,724,536	709,327,544
	<u>30,801,617</u>	<u>82,909,176</u>
6. Inventories		
Raw Materials (note : 19.1)	152,317,096	57,229,304
Packing Materials (note : 19.2)	1,549,016	930,575
Consumable Stores (note: 19.3)	5,996,155	3,210,983
Finished Goods & W.I.P	8,862,492	
	<u>168,724,759</u>	<u>61,370,862</u>
7. Accounts Receivables		
Trade Receivables	170,212,453	46,228,980
	<u>170,212,453</u>	<u>46,228,980</u>
8. Advances, deposits & prepayments		
Advance (note-8.1)	80,669,018	67,191,952
Deposits (note-8.2)	4,679,057	4,679,057
	<u>85,348,075</u>	<u>71,871,009</u>
Note: All the advance and deposit amount is considered good and recoverable.		
8.1. Advances		
Advance income tax (note-8.1.1)	38,050,604	24,647,466
VAT current account	6,948,219	3,584,744
Advance against Land	14,547,500	11,420,000
Advance against expenses	14,287,038	11,550,014
Advance to employee	469,000	223,500
L/C advances	5,590,011	15,766,228
Others	776,646	-
	<u>80,669,018</u>	<u>67,191,952</u>

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	30.06.2014	30.06.2013
	Taka	Taka
8.2. Deposits		
Security Deposit (PDB)	4,679,057	4,679,057
	4,679,057	4,679,057
8.1.1 Advance income tax		
Opening Balance	24,647,466	9,803,240
Add: Paid during the year	28,705,393	14,844,226
	53,352,859	24,647,466
Less: Adjusted during the year	15,302,255	-
	38,050,604	24,647,466
9. Cash and cash equivalent		
Cash at bank (note-9.1)	5,047,010	2,146,077
Cash in hand-as certified by management (note-9.2)	4,652,806	3,037,404
	9,699,816	5,183,481
9.1. Cash at bank		
AB Bank A/C -4101-780007-000	497,400	86,057
Bank Asia A/C -00533006723	8,301	6,107
City Bank A/C No-1101354556001	1,011,457	3,079
City Bank Ltd	3,120	3,729
DBBL A/C # 102.110.25408	18,703	419,045
Dhaka Bank Ltd	1,290	2,440
HSBC A/C No# 004-213989-011	43,512	232
IFIC Bank A/c-2030413044001	8,343	5,590
Islamic Bank Ltd A/c No-5012	479,144	4,920
NCC Bank A/C NO-00030210025638	87,875	7,232
Mercantile Bank Ltd. A/C 010411100013040	489,951	7,589
Prime Bank Ltd-12111030013898	132,553	2,146
Pubali Bank Ltd A/c-8114-3	867,729	265,004
SBL-(Agr.Br)-007-33100185	881,942	743,850
Sonali Bank Ltd. A/c No-33024874	172,615	541,820
UCBL-0004-111-00048712	104,334	47,237
Al Afafah Islami Bank Ltd.0051020020009	231,711	-
Social islami Bank Ltd. 0041330029137	2,814	-
Jamuna Bank Ltd.LMT-0740210001533	4,217	-
	5,047,010	2,146,077
9.2. Cash in hand-as certified by management		
At corporate office	850,584	1,275,782
At factory office	3,802,222	1,761,622
	4,652,806	3,037,404
10. Ordinary share capital		
Authorized share capital:		
100,000,000 ordinary shares of Tk. 10 each.	1,000,000,000	1,000,000,000
Issued, Subscribed and Paid up Capital:		
17,500,000 Ordinary Shares of Tk. 10 each fully paid in cash	175,000,000	175,000,000

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

Shareholding position:

The composition of shareholders at statement of financial position date was as follows:

Name of shareholders	Percentage of holding	Number of share	30.06.2014 (Taka)	30.06.2013 (Taka)
Mr. Hasnat Md. Abu Obida	10.00	1,750,000	17,500,000	17,500,000
Mr. Md. Jahangir Alam	10.00	1,750,000	17,500,000	17,500,000
Mr. Mohammed Mustafa Haider	10.00	1,750,000	17,500,000	17,500,000
Mr. Mohammed Amirul Haque	10.00	1,750,000	17,500,000	17,500,000
Mr. Taha Yahya	10.00	1,750,000	17,500,000	17,500,000
Mr. Zhardi Yahya	10.00	1,750,000	17,500,000	17,500,000
Premier Cement Mills Limited	40.00	7,000,000	70,000,000	70,000,000
	100.00	17,500,000	175,000,000	175,000,000

Classification of Shareholders by holding:

Shareholding range	No. of holders	Holding %	30.06.2014 (Taka)	30.06.2013 (Taka)
Less than 500 shares	-	-	-	-
501 to 5,000 shares	-	-	-	-
5001 to 10,000 shares	-	-	-	-
10,001 to 20,000 shares	-	-	-	-
20,001 to 30,000 shares	-	-	-	-
30,001 to 40,000 shares	-	-	-	-
40,001 to 50,000 shares	-	-	-	-
50,001 to 100,000 shares	-	-	-	-
100,001 to 1,000,000 shares	-	-	-	-
Over 1,000,000 shares	7	100	175,000,000	175,000,000
	7	100	175,000,000	175,000,000

	30.06.2014 Taka	30.06.2013 Taka
11. Share Money Deposit		
Mr. Mohammed Amirul Haque	70,000,000	70,000,000
Mr. Mohammed Mustafa Haider	70,000,000	70,000,000
Mr. Hasnat Md. Abu Obida	70,000,000	70,000,000
Premier Cement Mills Limited	280,000,000	-
	490,000,000	210,000,000
12. Retained earnings		
Opening Balance	(59,786,200)	(66,764,321)
Add, Net profit for the year	4,668,339	6,978,121
	(55,117,861)	(59,786,200)
13. Bank loan-long term		
Dutch-Bangla Bank Limited	470,208,092	536,297,968
Jamuna Bank Limited	34,971,064	-
	505,179,156	536,297,968
14. Accounts payables		
Liabilities for expenses	28,330,399	16,659,326
Others payable	18,542,782	19,410,311
	46,873,181	36,069,637

FOR THE YEAR ENDED 30 JUNE 2014

	30.06.2014	30.06.2013
	Taka	Taka
15. Bank loan-Short term		
OD & STL Facilities :	73,818,489	80,322,577
DBBL-102.402.1181 OD A/C	21,989,000	27,695,326
NCCBL-STL-A/C -2390000046	50,548,343	51,724,529
NCC-SOD-0140000332	455,466,003	240,600,168
Dutch-Bangla Bank Ltd.- PAD	26,627,815	-
NCCBL- LTR	628,449,650	400,342,600
16. Due to associate company		
Premier Cement Mills Limited	225,799,378	252,491,146
The above mentioned due to associate company represent short-term loan carrying varying interest per annum extended by Premier Cement Mills Limited based on company's Board decision.		
17. Provision for taxation		
Opening Balance	4,186,872	-
Add, Current tax expenses:		
Current year	2,201,651	4,186,872
Prior year (short provision)	11,115,383	-
	13,317,034	4,186,872
	17,503,906	4,186,872
Less, AIT adjustment (Note-8.1.1)	15,302,255	-
	2,201,651	4,186,872
18. Revenue		
Gross Sales	828,460,211	436,420,923
Less : VAT	108,060,031	56,924,468
	720,400,180	379,496,455
19. Cost of Goods Sold		
Opening stock of finished goods & W.I.P	-	-
Raw Materials (note-19.1)	459,347,947	247,861,894
Packing Materials (note-19.2)	39,735,223	20,289,419
Consumable Store (note-19.3)	214,828	-
Conversion Cost (note-19.4)	165,693,325	75,908,171
Goods available for sale	664,991,323	344,059,484
Closing stock of finished goods & W.I.P	-8,862,492	-
	656,128,831	344,059,484
19.1 Raw Materials Consumed		
Opening inventory	57,229,304	21,827,040
Purchase during the year	554,435,739	283,264,158
Raw Materials available for use	611,665,043	305,091,198
Closing inventory	(152,317,096)	(57,229,304)
	459,347,947	247,861,894
19.2 Packing Materials Consumed		
Opening Balance	930,575	578,654
Purchase during the year	40,353,664	20,641,340
Packing Materials available for use	41,284,239	21,219,994
Closing Inventory	(1,549,016)	(930,575)
	39,735,223	20,289,419

Notes to the Statement of Financial Position

FOR THE YEAR ENDED 30 JUNE 2014

	30.06.2014	30.06.2013
	Taka	Taka
19.3 Consumable Stores Consumed		
Opening Balance	3,210,983	1,781,460
Purchase during the year	3,000,000	1,429,523
Consumable stores available for use	6,210,983	3,210,983
Closing Inventory	5,996,155	3,210,983
	214,828	-
19.4 Conversion Cost		
Salary & Allowances	21,707,561	3,221,442
Repairs & Maintance	6,116,799	6,416,905
Accommodation Expenses	305,460	461,986
Carrying Charges	362,822	410,110
Conveyance & Travelling	164,205	216,065
Electricity Charges	40,739,137	19,725,484
Entertainment	350,402	171,445
Fooding Expenses	1,601,988	1,122,881
Payloader expenses	2,551,827	4,690,343
Lab Expencess	384,050	333,686
Labour Charges	5,870,692	4,195,208
Land Revenue, Rate & Insurance	19,091	67,106
Legal, Renewal & Professional Fee	1,406,023	4,864
Medical Expenses	60,721	93,993
Miscellaneous Expencess	753,309	130,300
Printing & Stationary	110,100	95,183
Paper & Periodicals	620	3,050
Gift & Presentation	103,235	8,000
VAT Loss	-	578,847
Fire Insurance	635,642	-
Telephone, Moblie & Internet	152,681	-
Postage & stamp	4,200	-
Depreciation	82,292,760	33,961,273
Total Conversion Cost	165,693,325	75,908,171
20. Other Income/(Loss)		
Carrying Income/ (Loss)-Net	13,289,524	610,401
Misc Income Factory	80,000	-
Rental Income from GP	114,000	114,000
	13,483,524	724,401
21. Administrative expenses		
Salary & Allowances	2,514,352	1,204,016
Audit Fee	86,250	86,250
Conveyance & Travelling	45,229	60,276
Entertainment	9,417	8,423
Fooding Expenses(Head Office)	187,810	78,977
Guest House Expense	270,388	252,539
Legal, Renewal Fee	1,058,344	702,419
Misc Expenses	299,660	122,054
Postage & Stamp	4,830	610
Printing & Stationary	50,993	72,779
Telephone, Mobile, Fax & Internate	151,585	93,290
Depreciation	58,670	24,446
	4,737,528	2,706,079

FOR THE YEAR ENDED 30 JUNE 2014

	30.06.2014	30.06.2013
	Taka	Taka
22. Selling & distribution expenses		
Salary & Allowances	3,854,205	5,485,785
Telephone, Mobile, Fax & Internet	79,513	95,870
Conveyance & Travelling	366,083	689,534
Advertisement	430	7,200
Entertainment	-	6,466
Halkata Expenditure	50,000	40,000
Printing & Stationary	35,270	4,000
Labour Charges	2,029,557	
Medical Expenses	140,000	-
Promotional Expenses	230,897	-
Vehicle Licence Renewal & Insurance	370,333	-
Depreciation	58,670	24,446
	7,214,958	6,353,301
23. Financial expenses		
Bank charge	1,050,876	81,429
Interest on bank loan	46,766,139	15,855,570
	47,817,015	15,936,999
24. Related Party Disclosure		

Name of related party	Relation	Outstanding as on 01.07.2013	Net transaction during the year	Outstanding as on 30.06.2014
Premier Cement Mills Limited	Associate Co.	252,491,145	26,691,767	225,799,378

25. Earning Per shares (EPS)		
Earning attributable to the ordinary shareholders (NPAT)	4,668,339	6,978,121
Weighted average number of shares outstanding during the year	17,500,000	17,500,000
Basic earnings per share (par value of Taka 10)	0.27	0.40

26. Capacity Utilization

Actual average monthly production is 600 MT against average monthly capacity of 1400 MT i.e capacity utilization is 43 %.



Managing Director



Director



Company's Secretary

Dated, Chittagong
October 19, 2014

Statement of Property, plant and equipment

FOR THE YEAR ENDED 30 JUNE 2014

Annexure-1

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 June 30, 2014
	Balance as on July 01, 2013	Addition During the Year	Disposal/Adjustment During the Year	Balance as on June 30, 2014		Balance as on July 01, 2013	Charged During the Year	Balance as on June 30, 2014	
	Taka	Taka	Taka	Taka		%	Taka	Taka	
I	2	3	4	5	6	7	8=6+7	9=(4-8)	
Land & Land Development	70,020,512	8,637,560	-	78,658,072	0%	-	-	-	78,658,072
Factory Building	502,194,450	9,744,350	-	511,938,800	5%	61,224,390	22,048,503	83,272,893	428,665,907
Office Building	30,382,083	1,868,672	-	32,250,755	5%	1,457,364	1,446,236	2,903,600	29,347,155
Plant & Machinery	702,581,562	275,833,367	-	978,414,929	7.5%	108,033,596	44,591,097	152,624,693	825,790,236
Wheel Loader	14,388,152	9,822,134	-	24,210,286	7.5%	1,621,917	957,468	2,579,385	21,630,901
Loose Tools	7,038,000	596,500	-	7,634,500	10%	3,794,999	324,300	4,119,299	3,515,201
Furniture & Fixtures	1,060,916	63,400	-	1,124,316	10%	265,725	79,519	345,244	779,072
Office Equipment	1,040,168	1,648,160	-	2,688,328	10%	75,272	96,490	171,762	2,516,566
Jetty Construction	109,076,125	6,141,677	-	115,217,802	10%	4,914,001	10,416,212	15,330,213	99,887,589
Grinding Media	10,890,108	-	-	10,890,108	25%	1,089,011	2,450,274	3,539,285	7,350,823
Motor Vehicles	24,268,401	36,925,909	-	61,194,310	10%	1,151,300	2,311,710	3,463,010	57,731,300
Balance as of 2013-2014	1,472,940,477	351,281,729	-	1,824,222,206		183,627,575	84,721,809	268,349,384	1,555,872,822
Balance as of 2012-2013	592,844,154	880,096,323	-	1,472,940,477		148,654,198	34,973,377	183,627,575	1,289,312,902

30.06.2014	30.06.2013
Taka	Taka

Allocation of Depreciation:

Conversion cost	82,292,760	33,961,273
Administrative expenses	58,670	24,446
Selling & distribution expenses:	58,670	24,446
Carrying Income/ (Loss)-Net	2,311,710	963,213
	84,721,809	34,973,378



AGM HELPLINE

FOR ANY QUERY OF OUR VALUED SHAREHOLDERS PLEASE CALL:

+880915 5123024

+8809155123039

+8802-9144788

+8802-9127610

+8802-9129826

+8802-9126220



Scan code with a QR code reader-enable mobile phone to find out more about the company

www.premiercement.com

Registered Office

Premier Cement Mills Limited
Taher Chamber, 10 Agrabad C/A, Chittagong-4100
Phone: 031-711611-5
Fax: +880-31-710612-3