

PREMIER CEMENT MILLS LIMITED, CHITTAGONG.  
BALANCE SHEET  
AS AT JUNE 30, 2009

	Notes	2009 Taka	2008 Taka
<b>Application of Funds</b>			
<b>Non current assets</b>			
		<b>514,515,416</b>	<b>420,358,540</b>
Property, plant and equipment	4.00	295,396,320	316,453,289
Capital Work in - Progress	5.00	171,123,090	42,507,200
Investment with Premier Power Generation Limited	6.00	48,000,000	44,880,000
Intangible assets	7.00	-	16,880,000
<b>Current assets</b>			
		<b>548,458,824</b>	<b>557,328,828</b>
Inventories	8.00	118,946,311	186,934,003
Trade and other receivable	9.00	309,787,909	182,920,544
Advances, deposits and prepayments	10.00	65,957,083	196,290,368
Cash and Bank Balances	11.00	25,739,491	17,849,850
Current Account with Subsidiary Company	12.00	28,028,000	3,534,000
<b>Current liabilities</b>			
		<b>478,935,183</b>	<b>540,473,804</b>
Trade and other payable	13.00	48,167,256	8,466,709
Bank Liabilities	14.00	332,672,826	528,250,804
Liability for goods supply	15.00	22,236,176	-
Contribution to WPF & WF		9,553,640	-
Dividend Payable		12,000,000	4,500,000
For Other Finance	16.00	31,715,391	1,170,000
Provision for Taxation		22,089,895	86,281
<b>Net current assets</b>		<b>69,523,640</b>	<b>18,855,023</b>
		<b>584,043,056</b>	<b>437,213,792</b>
<b>Sources of Funds</b>			
<b>Owners' equity</b>			
		<b>584,043,056</b>	<b>437,213,792</b>
Ordinary share capital	17.00	400,000,000	400,000,000
Reserve & surplus		400,000,000	400,000,000
Tax holiday reserve		184,043,056	37,213,792
Profit & loss account		49,308,256	13,094,423
		134,544,601	24,119,369
		<b>584,043,056</b>	<b>437,213,792</b>

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

  
Company Secretary

  
Director

  
Managing Director

As per our separate report of even date annexed

Dated, Chittagong  
November 25, 2009

  
MRH DEY & CO.  
Chartered Accountants

PREMIER CEMENT MILLS LIMITED, CHITTAGONG.  
INCOME STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009

	Notes	2008-2009 TAKA	2007-2008 TAKA
Sales (Net of VAT)	18.00	1,364,803,864	1,491,786,280
Cost of goods sold	19.00	(1,060,741,728)	(1,382,300,723)
Gross profit		304,062,135	109,485,557
Administrative expenses	20.00	(33,126,407)	(17,584,489)
Selling & distribution expenses	21.00	(7,063,225)	(7,655,208)
Financial expenses	22.00	(74,319,372)	(41,835,628)
		(114,509,004)	(67,075,325)
Profit from operation		189,553,131	42,410,232
Other income	23.00	1,518,968	64,410
Profit before contribution to WPF & WF and taxation		191,072,799	42,474,642
Contribution to workers' profit Participation Fund & WF		(9,550,640)	-
Profit before taxation		181,519,159	42,474,642
Provision for taxation		(22,689,805)	(19,681)
Profit after taxation		158,829,264	42,257,561
Tax holiday reserve		(26,303,832)	(12,663,850)
Net profit(loss) after income tax & reserve		122,525,432	29,593,711
Unappropriated profit(loss) brought forward		24,119,369	(974,342)
		146,644,801	28,619,369
Dividend		(12,000,000)	(4,500,000)
Balance transferred to balance sheet		134,644,801	24,119,369
Basic earnings per share : (par value of Taka 100)	24.00	29.71	10.58

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

  
Company Secretary

  
Director

  
Managing Director

As per our separate report of even date annexed

Dated, Chittagong  
November 25, 2009



(MRH DEY & Co.)  
Chartered Accountants

PREMIER CEMENT MILLS LIMITED, CHITTAGONG.  
CASH FLOW STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009

	2009 Taka	2008 Taka
<b>A Cash flow from operating activities:</b>		
Cash collection from customers	1,207,936,468	1,440,637,736
Other Income	1,516,668	64,410
Cash paid to suppliers and employees	(853,640,591)	(1,030,340,504)
Cash generated from operations	375,812,556	(139,644,358)
Bank charge and interest paid	(74,316,372)	(41,035,528)
Net cash from operating activities	301,496,184	(240,479,886)
<b>B Cash flow from investing activities:</b>		
Acquisition of fixed assets	(14,074,550)	(66,093,378)
Increase in investment	(3,320,000)	(27,225,000)
Dividend paid	(4,500,000)	-
Cash paid for capital -work- in progress	(126,615,622)	-
Net cash used in investing activities	(150,510,372)	(93,888,378)
<b>C Cash flow from financing activities</b>		
Increase/(Decrease) bank liabilities	(195,677,777)	329,330,302
Liability for goods supply	22,236,175	-
For other finance	30,545,301	(730,000)
Net cash used in financing activities	(142,896,211)	328,600,302
<b>D Net cash increase/(decrease) for the year (A+B+C)</b>	8,089,601	(5,767,960)
<b>E Opening cash and bank balances</b>	17,649,800	23,417,850
<b>F Closing cash and bank balances (D+E)</b>	25,739,491	17,649,890

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

  
Company Secretary

  
Director

  
Managing Director

As per our separate report of even date annexed

Chittagong  
November 25, 2009



(MRH DEY & CO.)  
Chartered Accountants

PREMIER CEMENT MILLS LIMITED, CHITTAGONG.  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED JUNE 30, 2009

(Amount in Taka)

Particulars	Share capital	Tax holiday reserve	Retained earnings	Total equity
Balance at 01 July 2007	400,000,000	430,573	(974,342)	399,456,231
Net profit after tax for the year	-	-	42,257,561	42,257,561
Proposed dividend	-	-	(4,500,000)	(4,500,000)
Tax holiday reserve for the year	-	12,663,850	(12,663,850)	-
<b>Balance at 30 June 2008</b>	<b>400,000,000</b>	<b>13,094,423</b>	<b>24,119,369</b>	<b>437,213,792</b>
Balance at 01 July 2008	400,000,000	13,094,423	24,119,369	437,213,792
Net profit for the year	-	-	158,829,294	158,829,294
Proposed dividend	-	-	(12,000,000)	(12,000,000)
Tax holiday reserve for the year	-	36,303,832	(36,303,832)	-
<b>Balance at 30 June 2009</b>	<b>400,000,000</b>	<b>49,398,255</b>	<b>134,644,801</b>	<b>584,043,056</b>

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



Company Secretary



Director



Managing Director

As per our separate report of even date annexed

Chittagong  
November 25, 2008



(MRH Dey & Co.)

Chartered Accountants

**PREMIER CEMENT MILLS LIMITED, CHITTAGONG.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**1.00 Corporate history of the reporting entity**

**1.01 Corporate history**

Premier Cement Mills Limited, a Private limited company was incorporated on 14th October 2001 under Company Act XVIII of 1994.

**1.02 Nature of business**

The Company is producing Cement from various raw materials i.e. Clinker, Gypsum, Slag, Lime stone, Fly Ash etc. at West Muktarpur, Munshigonj and marketing the same in Local and Abroad.

**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 1994  
The Value Added Tax Act 1991  
The Value Added Tax Rules 1991

**2.03 Basis of measurement**

These financial statements have been prepared in line with Generally Accepted Accounting Principles (GAAP) under the 'historical cost' convention.

**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. Figures in brackets indicate deductions.

**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.



**2.06 Going concern**

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

**2.07 Applicable Standards (Used Accounting Standards in the financial statement)**

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

- BAS - 1 Presentation of Financial Statements
- BAS - 2 Inventories
- BAS - 7 Cash Flow Statements
- BAS - 8 Accounting Policies, Changes in Accounting Estimates and Errors
- BAS - 10 Events after the Balance Sheet date
- BAS - 12 Income Taxes
- BAS - 16 Property, Plant and Equipment
- BAS - 18 Revenue
- BAS - 19 Employee Benefits
- BAS - 23 Borrowing Costs
- BAS - 24 Related Party Disclosures
- BAS - 33 Earnings Per Share
- BAS - 34 Interim Financial Reporting, Comparative information
- BAS - 37 Provisions, Contingent Liabilities and Contingent Assets
- BAS - 38 Intangible Assets

**2.08 Reporting period**

The financial period of the company covers one calendar 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 2009 are consistent with those policies and methods adopted in preparing the financial statements for the year ended 30th June 2008.



### 3.02 Transactions in foreign currencies

Foreign currency transactions are recorded at the applicable rates of exchange ruling on the date of transactions. Exchange difference on borrowings denominated in foreign currencies to finance the imported plant & machinery is included in the carrying amount of related plant and/or machinery.

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 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

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. Depreciation is charged for 12 months on additions to fixed assets. The annual depreciation rates applicable to different category of assets are:

Land and land development	:	0%
Factory Building	:	10%
Jetty Construction	:	10%
Electric Installation	:	15%
Plant & Machinery	:	15%
Boundary Wall & Fencing	:	10%
Furniture & Fixtures	:	10%
Telephone & Fax Installation	:	15%
Loose Tools	:	15%
Motor Vehicles	:	15%
Office Building & Shed	:	15%
Office Equipment	:	15%
Tube-Well	:	15%
Air Compressor	:	15%
Lab Equipment	:	15%
Office Decoration	:	15%



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.

**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 complete and measured at cost.

**3.04 Intangible assets**

Intangible assets like Preliminary Expenses and Un- allocated Revenue Expenditures are initially recognized at cost. The Preliminary Expenses and Un- allocated Revenue Expenditures is charged as expenses during the Accounting Year.

**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 and net realizable value in accordance with BAS-2 "Inventories" after making due allowances for any obsolete or slow moving items.

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).

<b>Category</b>	<b>Basis of valuation</b>
Finished Goods	At the lower of weighted average cost or Net realizable value. The cost includes allocation of production overheads that relate to bringing the inventories to their present conditioned location.
Raw Materials	At the lower of weighted average cost or net realizable value.
Goods-in-transit	At cost including related charges.





**3.06 Trade receivables**

Trade receivables are considered good.

**3.07 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.

**3.08 Cash flow statement**

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

**3.09 Investment**

Investment in other shares is valued at lower of cost and net book value.

**3.10 Provisions, contingent liabilities and contingent assets**

A provision is recognized in the balance sheet when the Company has a legal or constructive 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.

**3.11 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 allowed alternative treatment of BAS 23 "Borrowing Costs".

**3.12 Taxation**

As per letter issued by the National Board of Revenue (NBR), Ref : 11(301) anu-1/2004/7165 dated 02.05.2004 under Section 46A(3) of Income Tax Ordinance 1984 (XXXV) of 1984 Premier Cement Mills Limited is allowed to enjoy tax exemptions for 5 (Five) years from 1st March, 2004 to 28 th February 2009.

**3.13 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 delivered.
- ii. Interest income on bank deposits is accounted for on receipt basis.



**3.14 Events after balance sheet date**

Events after balance sheet date that provide additional information about the company's positions at the balance sheet date are reflected in the financial statements. Events after the balance sheet date that are non-adjusting events are disclosed in note-26 when material.

**3.15 Employment benefit schemes**

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

**3.16 Earnings per share**

The company calculates its earning per share in accordance with Bangladesh Accounting Standard (BAS 33) which has been shown on the face of income statement.

**Basis earnings**

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

**Basis 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.

**3.17 Comparative information and rearrangement thereof**

In accordance with the provisions of BAS-34: Interim Financial Reporting, 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.

4.00 Property, plant and equipment

Category of Assets	Cost/Revaluation					Rate	Depreciation				Written Down Value as on 30th June '09
	Balance As on 1st July '08	Addition During the Year	Deletion During the year	Balance As on 30th June '09	Balance As on 1st July '08		Charged During the year	Deletion During the Year	Balance as on 30th June '09		
	Taka	Taka	Taka	Taka	Taka		Taka	Taka	Taka		
1	2	3	4	(5 (2+3-4))	6	7	8	9	(10 (7+8-9))	(11 (5-10))	
<b>Lease free:</b>											
Land & land development	55,785,420	-	-	55,785,420	-	-	-	-	-	-	55,785,420
Factory building	112,775,321	5,512,870	-	118,288,191	10	32,004,275	8,628,392	-	40,632,667	-	77,655,524
Jetty construction	47,841,097	-	-	47,841,097	10	10,368,532	3,145,257	-	10,533,789	-	28,307,308
Electric installation	22,681,401	124,780	-	22,806,181	15	9,401,886	1,997,144	-	11,489,030	-	11,317,151
Plant & machinery	176,152,754	2,832,300	-	178,985,054	15	67,778,532	16,680,978	-	84,459,510	-	94,525,544
Boundary wall & fencing	2,968,557	-	-	2,968,557	10	613,689	195,487	-	809,176	-	1,759,381
Furniture & fixtures	1,827,821	86,750	-	1,914,571	10	518,904	139,567	-	658,471	-	1,256,100
Telephone & fax installation	953,285	-	-	953,285	15	450,545	75,411	-	525,956	-	427,329
Loose tools	772,058	-	-	772,058	15	320,529	67,730	-	388,258	-	383,800
Motor vehicles	17,696,962	3,522,830	-	21,189,792	15	3,901,922	2,593,180	-	6,495,102	-	14,694,690
Office building & shed	10,188,476	208,777	-	10,397,253	15	4,544,342	877,636	-	5,421,978	-	4,973,275
Office equipment	1,826,000	456,100	-	2,282,100	15	650,046	244,608	-	894,654	-	1,387,246
Tube-well	84,061	-	-	84,061	15	39,923	6,621	-	46,544	-	37,517
Air compressor	1,048,339	-	-	1,048,339	15	479,569	85,016	-	564,585	-	481,754
Lab equipment	1,938,075	786,312	-	2,724,387	15	885,008	272,607	-	1,157,615	-	1,544,772
Office decoration	725,200	565,831	-	1,291,031	15	279,837	151,679	-	431,516	-	859,515
<b>2009</b>	<b>454,839,827</b>	<b>14,074,559</b>	<b>-</b>	<b>468,914,377</b>	<b>-</b>	<b>138,347,538</b>	<b>35,181,513</b>	<b>-</b>	<b>173,509,051</b>	<b>-</b>	<b>295,399,326</b>
<b>Balance as of 2008</b>	<b>388,167,451</b>	<b>86,663,378</b>	<b>-</b>	<b>454,839,827</b>	<b>-</b>	<b>99,899,225</b>	<b>38,457,213</b>	<b>-</b>	<b>138,347,538</b>	<b>-</b>	<b>316,683,289</b>

4.01 Allocation of depletion expenses:

	Amount
Cost of Production	33,747,823
Administrative Expenses	706,845
Selling Expenses	706,845
	<u>35,161,513</u>

5.00 Capital work in progress (WIP) :

Particulars	2008	2008
Opening work-in-progress	42,507,268	42,507,268
During the year (note 5.01)	<u>142,690,372</u>	<u>66,663,376</u>
Total work-in-progress	185,197,640	109,170,644
Capitalized during the year (note 5.01)	<u>(14,074,550)</u>	<u>(66,663,376)</u>
Closing work-in-progress	<u>171,123,090</u>	<u>42,507,268</u>

5.01

Particulars	At 01 July 2008	Expenditure Incurred During the year	Capitalized During the year	At 30 June 2008
Factory building	-	19,581,440	5,512,670	14,068,570
Electric installation	-	124,760	124,760	-
Plant & machinery	42,507,268	76,654,552	2,832,300	116,329,520
Furniture & fixtures	-	86,750	86,750	-
Motor vehicles	-	44,247,630	5,522,830	40,725,000
Office building & shed	-	206,777	206,777	-
Office equipment	-	456,100	456,100	-
Lab equipment	-	766,312	766,312	-
Office decoration	-	565,631	565,631	-
	<u>42,507,268</u>	<u>142,690,372</u>	<u>14,074,550</u>	<u>171,123,090</u>

Contd. P-09



- 6.00** Premier Cement Mills Limited is the owner of 99% shares of Premier Power Generation Limited which is engaged in Producing electricity dedicatedly for Premier Cement Mills Limited.

( Separate Accounts should be attached with holding company accounts including Directors report as per Sec 186 of Company Act, 1994)

**7.00 Intangible assets**

	Amount in Taka	
	2009	2008
Preliminary expenses	-	182,700
Un-allocated revenue expenditure	-	18,505,304
	-	<b>16,688,004</b>

- 7.01** Preliminary expenses consists of expenses related to company's incorporation  
**7.02** Un-allocated revenue expenditure consists of expenses related to pre-operation for trial run of the unit. This is consists of as follows:

Salary & Wages	-	5,653,077
Telephone & Mobile Charges	-	382,594
Electricity Charges	-	3,351,723
Conveyance & Travelling	-	903,571
Car Expenses	-	176,405
Office Rent	-	90,000
Advertisement	-	201,623
Carrying Charges	-	150,275
Consumable Stores	-	85,987
Entertainment	-	362,808
Miscellaneous Expenses	-	287,558
Labour Charges	-	293,276
Generator Expenses	-	223,329
Bank Charge & Commission	-	3,170,042
Donation & Subscription	-	45,485
Eid, Milad & Mahfil	-	25,236
Loading & Unloading	-	610,022
Fuel & Lubricants	-	1,450
Insurance Premium	-	1,675
Audit & Professional Fee	-	50,000
Paper & Periodicals	-	9,079
Postage & Stamp	-	8,009
Printing & Stationery	-	150,230
Repairs & Maintenance	-	269,090
Water Charges	-	3,801
	-	<b>16,505,304</b>

- 7.03** Both the preliminary expenses and unallocated revenue expenses were written off fully during the year in Administrative and Other expenses.

Contd.....P-10



**8.00 Inventories :**

**8.01 Stocks & Stores:**

Clinker  
 Gypsum  
 Fly ash  
 Slag  
 Lime stone  
 Packing materials (P.P paper bag)  
 Finished goods and WIP  
 Consumable stores

Measuring Unit	2009		2008	
	Quantity	Amount	Quantity	Amount
MT	8,287	28,175,358	27,377	131,638,558
MT	9,470	21,832,795	8,257	21,224,867
MT	12,225	12,750,222	15,675	12,598,326
MT	16,179	30,821,547	2,005	4,626,683
MT	7,256	4,441,579	1,723	1,124,771
Pcs	561,135	8,052,287	1,228,187	15,720,799
MT	2,399	11,515,200	-	-
Various	-	1,357,322	-	-
		<b>118,946,311</b>		<b>186,934,003</b>

The company plans to develop and

**8.02 Raw materials reconciliation**

Items	Amount in Taka					
	Opening	Import	Local purchase	R. M. sale	Closing	Consumption
Clinker	131,638,558	697,553,760	68,852,732	55,194,823	28,175,358	814,974,688
Gypsum	21,224,867	24,334,878	-	-	21,832,795	23,726,950
Fly ash	12,598,326	24,209,692	-	-	12,750,222	24,057,796
Slag	4,626,683	38,546,092	2,822,477	-	30,821,547	14,973,705
Lime stone	1,124,771	-	6,770,490	-	4,441,579	3,453,682
	<b>171,213,204</b>	<b>784,944,422</b>	<b>78,245,699</b>	<b>55,194,823</b>	<b>98,021,502</b>	<b>881,187,000</b>
Less - Profit from sale of raw materials (net sales Tk.67,054,771- cost Tk.55,194,823)						(1,859,948)
Less - Duty drawback						(2,581,199)
Total raw materials consumption						<b>876,745,854</b>

**8.03 Packing materials reconciliation**

Items	Amount in Taka					
	Opening	Import	Local purchase	P. M. sale	Closing	Consumption
Packing materials (Bag)	15,720,799	-	61,387,454	-	8,052,287	69,055,996

9.00 Trade & other receivable

Trade debtors (local)

Trade receivables are considered good.

Amount in Taka	
2009	2008
309,787,939	152,920,544
<u>309,787,939</u>	<u>152,920,544</u>

10.00 Advances, deposits & prepayments

Advance income tax

L/C advances

Advance against capital expenses

Deposits

Pre-payments

4,373,325	1,856,656
36,043,334	43,617
4,991,069	177,851,308
3,249,317	3,249,317
17,300,039	13,289,490
<u>65,957,082</u>	<u>196,290,388</u>

10.01 All the advances & Deposits amount is considered good and recoverable

10.02 Advance Income Tax are paid to statutory authority

11.00 Cash and bank balances

Cash at bank

Cash in hand

11.01

25,631,521	17,328,740
107,970	321,150
<u>25,739,491</u>	<u>17,649,890</u>

11.01 Cash at bank

Name of bank

One Bank Ltd. # 7001  
Standard Chartered Bank Ltd. # 211-01  
Al-Azafa Islami Bank Ltd. Banani, # 6317  
Sonali Bank Ltd. # 2434  
Dutch-Bangla Bank Ltd. # 16033  
National Bank Ltd. # 173  
Premier Bank Ltd. # 9182  
Southeast Bank Ltd. # 5352  
Standars Bank Ltd. # 0179  
The City Bank Ltd. # 4744/34001  
Mercantile Bank Ltd. # 2699  
Uttara Bank Ltd. #1169  
UCBL # 6358  
Pubali Bank Ltd. # 39430  
Islami Bank BD. Ltd. # 0628  
AB Bank Ltd. # 3736  
Jamuna Bank Ltd. # 3736  
State Bank of India # 04420001  
State Bank of India # 0003  
State Bank of India # 6252  
Standars Bank Ltd # 8697  
Shahjalal Islami Bank Ltd # 0501  
The City Bank Ltd. # 28001/5907  
IFIC Bank Ltd. # 76001  
Bank Asia Ltd. # 5894

116,194	3,652
1,307,482	332,025
752,089	2,579,779
23,618	980,200
312,090	21,440
534,329	166,811
119,029	13,451
1,027,348	70,297
8,054,587	4,573,570
244,514	833,785
221,944	3,564
930,722	738,191
3,907,481	95,172
704,952	919,147
1,100,439	2,632,170
1,525,658	153,217
12,832	3,890
1,773,273	16,889
2,072,075	3,167,115
-	9,650
4,151	14,569
-	175
900	-
4,834	-
881,000	-
<u>25,631,521</u>	<u>17,328,740</u>

**12.00 Current account with subsidiary company :**

The balance represent the transaction with Premier Power Generation Limited for payment of Loan Instalment, Gas Bill, various expenses and Electric Charges adjustment.

Opening balance	3,534,000	-
Add : Payment during the year	54,924,175	3,534,000
	58,458,175	3,534,000
Less : Adjustment against electric charges	30,430,175	-
Closing balance	<u>28,028,000</u>	<u>3,534,000</u>

**13.00 Trade & other payable :**

Raw materials	11,726,353	458,228
Packing materials	382,859	-
Marketing expenses	1,087,170	-
Liabilities for expenses	1,769,831	168,520
Provisions for expenses	33,221,044	5,830,961
	<u>48,187,256</u>	<u>6,456,709</u>

All Trade & Other Payable were incurred as usual in business operation & paid regularly.

**14.00 Bank liability :**

Overdraft with City Bank Ltd. # 28001/1205	16,629,260	-
Overdraft with Standard Bank Ltd # 0634	13,293,334	-
Overdraft with Dutch-Bangla Bank Ltd. # 0091	(16,128,226)	20,885,371
Overdraft with Standard Bank Ltd # 522	-	30,319,200
LTR No. # 2628	-	51,384,996
LTR No. # 78154-01	-	4,322,537
LTR No. # 2529	-	8,701,558
LTR No. # 22976	-	52,155,032
LTR No. # 3504	-	67,315,892
LTR No. # 2636	-	74,221,950
LTR No. # 2578	-	50,584,489
LTR No. # 6170	-	2,051,890
LTR No. # 8170-01	-	756,493
LTR No. # 2693	-	1,081,762
LTR No. # 2677	-	3,893,658
LTR No. # 2561	-	11,461,206
LTR No. # 2685	-	3,893,658
LTR No. # 8154-02	-	5,552,256
LTR No. # 3271	10,123,573	-
LTR No. # 7276-702	5,421,977	-
LTR No. # 3256	27,590,612	-
LTR No. # 6003	29,074,124	-
LTR No. # 3275	3,029,528	-
LTR No. # 680001	30,263,024	-
LTR No. # 680002	11,011,239	-





LTR No. # 680003	4,125,093	-
LTR No. # 650001	8,321,884	-
LTR No. # 20002	39,348,483	-
LTR No. # 990002	23,298,140	-
LTR No. # 990001	30,628,694	-
LTR No. # 3277	5,690,683	-
LTR No. # 3278	10,887,619	-
LTR No. # 3196	28,074	-
LTR No. # 8004	34,671,695	-
LTR No. # 3281	17,118,950	-
PAD No. # 1441	-	50,325,069
PAD No. # 1474	-	41,429,353
PAD No. # 1458	-	47,047,560
PAD No. # 1456	-	866,873
PAD No. # 3014	17,314,988	-
PAD No. # 3015	10,824,078	-
	<b>332,572,826</b>	<b>528,250,664</b>

14.01 Bank loan facilities :

The company avail bank loan facilities from the following banks:

Bank Name	Limit (in crore)			Rate of interest
	L/C	CC	LTR	
Standard Bank Ltd.	20.00	3.00	12.00	14.50%
Duch Bangla Bank Ltd.	18.00	3.00	16.20	13.00%
The City Bank Ltd.	20.00	2.00	17.00	13.75%
<b>Total</b>	<b>58.00</b>	<b>8.00</b>	<b>45.20</b>	

14.02 Securities against bank overdraft

- \* Personal guarantee from all directors.
- \* Hypothecation over Stock.
- \* First ranking Pari Passu Charge over Fixed Assets.

15.00 Liabilities for goods supply:

L/C # 1814-09-01-0125	20,186,375	-
L/C # 1814-09-01-0112	1,828,200	-
L/C # 1814-09-01-0144	221,600	-
	<b>22,236,175</b>	<b>-</b>

16.00 For other finance

Other finance represents security deposit from customers and others as follows:

Security deposit with customers	31,415,391	870,000
Security deposit with others	300,000	300,000
	<b>31,715,391</b>	<b>1,170,000</b>



17.00 Share capital

Authorized

10,000,000 Ordinary shares of Taka 100 each		<u>1,000,000,000</u>	<u>1,000,000,000</u>
		<u>1,000,000,000</u>	<u>1,000,000,000</u>

17.01 Issued, subscribed and paid up

4,000,000 Ordinary Shares of Tk. 100/-each fully paid-up in cash	17.01.1	<u>400,000,000</u>	<u>400,000,000</u>
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17.01.1 Share holding position

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

Name of shareholders	Shares			Face value
	Percentage	Number	Face value	
1. Mohammed Osman Gani	0.003%	100	10,000	10,000
2. Mohammed Aminul Haque	11.000%	440,000	44,000,000	44,000,000
3. Md. Jahangir Alam	11.875%	475,000	47,500,000	47,500,000
4. Md. Alamgir Kabir	4.375%	175,000	17,500,000	17,500,000
5. Md. Ershadul Hoque	0.188%	7,500	750,000	750,000
6. Mostafa Haider (Shiblee)	24.999%	999,950	99,995,000	99,995,000
7. Mohammed Zahurul Haque	4.250%	170,000	17,000,000	17,000,000
8. Hasnath Md. Abu Obida	24.999%	999,950	99,995,000	99,995,000
9. Mrs. Nashira Sultana	5.421%	216,850	21,685,000	21,685,000
10. Md. Aimas Shimul	3.750%	150,000	15,000,000	15,000,000
11. Md. A. Rouf	1.250%	50,000	5,000,000	5,000,000
12. Md. Ashrafuzzaman	1.250%	50,000	5,000,000	5,000,000
13. Md. Salahuddin (Roman)	2.500%	100,000	10,000,000	10,000,000
14. Md. Zahur Ahmed	3.954%	158,150	15,815,000	15,815,000
15. Mohammed Raqibul Haque	0.188%	7,500	750,000	750,000
	<b>100.00%</b>	<b><u>4,000,000</u></b>	<b><u>400,000,000</u></b>	<b><u>400,000,000</u></b>



18.00 Sales

Particulars	Measuring Unit	2009		2008	
		Quantity	Amount	Quantity	Amount
		Local sales	MT	234,516	1,333,417,948
Export sales (Note - 18.01)	MT	5,600	31,385,916	3,750	24,251,000
<b>Net sales</b>		<b>240,126</b>	<b>1,364,803,864</b>	<b>274,309</b>	<b>1,511,768,280</b>

18.01 Value of export :

Particulars	2009		2008	
	In USD	In BDT	In USD	In BDT
Export	458,160	31,385,916	351,464	24,251,000

19.00 Cost of goods sold:

		AMOUNT IN TAKA	
		2009-2009	2007-2008
Opening stock of finished goods & WIP		-	-
Add : Cost of production	19.01	1,072,256,929	1,382,309,223
Goods available for sale		1,072,256,929	1,382,309,223
Less : Closing stock of finished goods & WIP		11,515,200	-
		<b>1,060,741,729</b>	<b>1,382,309,223</b>

19.01 Cost of production :

Raw materials consumption	8.02	876,745,854	1,178,630,391
Packing materials consumption	8.03	69,055,996	70,396,364
Salary & wages		40,083,910	37,347,996
Electric charges		41,023,593	42,603,850
Paper & periodicals		16,580	21,950
Travelling & conveyance		1,184,557	1,800,623
Entertainment		1,671,087	2,103,496
Factory repairs & maintenance		2,094,304	3,080,485
Medical expenses		39,880	53,000
Postage & stamp		1,419	1,754
Uniform		55,897	69,865
Fuel, oil & lubricants		2,549,954	3,341,813
Distribution expenses		180,526	226,632
Stationery		149,700	187,600
Consumable stores		677,822	909,902
Labour charges		2,084,178	2,880,223
Misc. expenses		213,896	328,787
Pay loader expenses		679,874	874,842
Depreciation		33,747,823	26,941,020
		<b>1,072,256,929</b>	<b>1,382,309,223</b>

20.00 Administrative and other expenses:

Director's remuneration		1,404,000	1,404,000
Salary & allowances		4,241,000	2,710,000
Entertainment		530,487	445,679
Stationery		301,687	268,916
Travelling & conveyance		884,735	912,980
Electric charges		321,847	284,521
Office rent		779,760	779,760
Telephone charges		1,020,630	1,164,270
Water charges		87,452	91,540
Postage & stamp		48,540	60,580
Fuel & lubricants		384,397	355,496
Vehicle maintenance		350,900	313,638
Paper & periodicals		8,630	9,820
Misc. expenses		171,200	145,800
Repairs & maintenance		498,300	396,100
Advertisement		4,637,763	6,659,968
Audit fee		60,000	60,000
Preliminary expenses W/O	7.00	182,700	-
Un-allocated rev. exps. W/O	7.00	16,505,304	-
Depreciation		706,845	1,516,292
		<b>33,128,407</b>	<b>17,564,489</b>

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<b>21.00</b>	<b>Selling &amp; distribution expenses:</b>		
	Salaries & allowances	1,963,000	1,785,000
	Fuel & lubricants	374,568	530,710
	Car maintenance	228,360	297,960
	Travelling & conveyance	326,100	434,800
	Entertainment	285,470	373,089
	Stationery	195,480	244,350
	Sample expenses	2,784,078	3,624,489
	Postage & stamp	11,584	14,814
	Distribution expenses	187,640	250,186
	Depreciation	706,845	-
		<u>7,063,226</u>	<u>7,866,208</u>
<b>22.00</b>	<b>Financial expenses:</b>		
	Bank charge	17,464,430	215,460
	Bank & loan interest	56,851,942	41,820,008
		<u>74,316,372</u>	<u>41,835,528</u>
<b>23.00</b>	<b>Other income</b>		
	Bank interest income	120,854	64,410
	Income from truck	1,395,814	-
		<u>1,516,668</u>	<u>64,410</u>
<b>24.00</b>	<b>Basis earnings per share (EPS)</b>		
	The computation of EPS is given below		
	Earnings attributable to the ordinary shareholders (net profit after tax)	168,829,264	42,257,561
	Number of ordinary shares outstanding for the year	<u>4,000,000</u>	<u>4,000,000</u>
	<b>Basis earnings per share (EPS)</b>	<u>39.71</u>	<u>10.56</u>



**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 total value have been set out in accordance with the provisions of SAS-24: Related Party Disclosure.

Name of Related Party	Nature of Relationship	Nature of Transaction	Transaction Value During the Year (Net Value Taka)	Outstanding as on 30.06.2009 Balance Taka	Terms and Conditions
Premier Power Generation Limited	Common Directorship	Providing for meeting operational expenses	24,494,000	28,028,000	Mutual understanding
			24,494,000	28,028,000	

**26.00 Event after balance sheet date**

Since the balance sheet date there have been no material events affecting the financial statements that require disclosure or adjustment.

**27.00 Contingent liabilities :**

There is no contingent liabilities as at 30 June, 2009

**28.00 Capital expenditure commitment**

There is no unprovided committed expenditure as at 30 June, 2009

**29.00 Claims against the company not acknowledged as debt**

There is no claim against the company acknowledged as debt.

**30.00 Capacity utilization**

**30.01 Cement :**

Production capacity of Cement is 4,50,000mt per annum or 37,500 mt/month and current average monthly production is 20,010 mt & utilization is 53%.

**31.00 Number of employees**

Expatriate

Local

Management Staff

Total number of employees

No of employees received less than Tk. 3,500 per month.

	2009	2008
Persons	Persons	Persons
	0	0
	240	228
	21	19
	219	210
	240	228
	240	228

**32.00 Others**

**32.01 Directors' remuneration for attending board meeting.**

There is no remuneration paid to the Directors for attending board meetings.

**32.02 Receivable from directors**

No amount is lying as receivable from the Directors.

**32.03 Figure has been rounded off to nearest taka.**



Company Secretary



Director



Managing Director

