

**Advanced Chemical Industries Limited**

3rd Quarter ended Report 2016 - 2017  
for the nine months period ended on 31 March 2017

**Advanced Chemical Industries Limited**  
**Statement of financial position**  
**Unaudited**


		Figures in '000' Taka	
	Note	As at 31 March 2017	As at 30 June 2016
<b>Assets</b>			
Property, plant and equipment	2	7,509,663	6,596,604
Investments	3	2,131,894	1,902,535
Intangible assets		774	985
<b>Non-current assets</b>		<b>9,642,330</b>	<b>8,500,124</b>
Inventories	4	4,563,437	3,954,270
Trade receivables	5	3,024,692	2,249,796
Other receivables		354,619	557,977
Inter-company receivables	6	5,745,438	3,423,518
Advances, deposits and prepayments	7	2,357,449	1,801,490
Cash and cash equivalents		814,646	619,500
<b>Current assets</b>		<b>16,860,281</b>	<b>12,606,552</b>
<b>Total assets</b>		<b>26,502,611</b>	<b>21,106,676</b>
<b>Equity</b>			
Share capital		438,204	398,367
Share premium		402,310	402,310
Reserves		3,434,634	3,280,408
Retained earnings		8,401,944	7,868,234
<b>Total equity</b>		<b>12,677,092</b>	<b>11,949,320</b>
<b>Liabilities</b>			
Employee benefits	8	683,223	590,399
Long term borrowings	9	400	53,515
Deferred tax liabilities		464,300	468,670
<b>Non-current liabilities</b>		<b>1,147,923</b>	<b>1,112,584</b>
Bank overdraft		1,096,807	1,112,584
Loans and borrowings	10	5,902,116	2,960,438
Trade payables		1,107,338	589,429
Inter-company payables	11	1,325,590	648,507
Other payables	12	1,853,533	1,668,072
Current tax liability		1,392,212	1,065,743
<b>Current liabilities</b>		<b>12,677,596</b>	<b>8,044,772</b>
<b>Total liabilities</b>		<b>13,825,519</b>	<b>9,157,356</b>
<b>Total equity and liabilities</b>		<b>26,502,611</b>	<b>21,106,676</b>
<b>Net asset value (NAV) per share</b>		<b>289.30</b>	<b>272.69</b>

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer

  
Company Secretary

**Advanced Chemical Industries Limited**  
**Statement of profit or loss**  
**Unaudited**

	Note	For the 3rd Quarter ended from		Figures in '000' Taka	
		July 2016	July 2015	January to	January to
		to	to	March 2017	March 2016
		March 2017	March 2016		
Revenue	13	13,676,836	12,099,901	4,851,601	4,032,668
Cost of sales	14	(7,675,803)	(6,997,292)	(2,727,741)	(2,325,766)
<b>Gross profit</b>		<b>6,001,033</b>	<b>5,102,609</b>	<b>2,123,860</b>	<b>1,706,902</b>
Administrative, selling and distribution expenses	15	(4,703,973)	(4,019,423)	(1,736,634)	(1,385,544)
Other income		58,616	11,020	9,188	3,709
<b>Operating profit</b>		<b>1,355,676</b>	<b>1,094,205</b>	<b>396,413</b>	<b>325,067</b>
Investment impairment provision		-	(30,000)	-	-
Net finance costs		(116,430)	(26,161)	(57,864)	(16,411)
<b>Profit before contribution to WPPF</b>		<b>1,239,247</b>	<b>1,038,044</b>	<b>338,550</b>	<b>308,656</b>
Contribution to WPPF		(61,962)	(51,902)	(16,927)	(15,433)
<b>Profit before tax</b>		<b>1,177,284</b>	<b>986,142</b>	<b>321,622</b>	<b>293,223</b>
Income tax expense		(304,963)	(239,220)	(82,499)	(76,733)
<b>Profit after tax</b>		<b>872,322</b>	<b>746,922</b>	<b>239,123</b>	<b>216,490</b>
<b>Earnings per share</b>					
Basic earnings per share (EPS)		19.91	17.05	5.46	4.94



Chairman



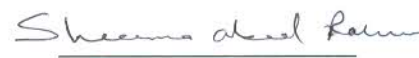
Managing Director



Director



Chief Financial Officer



Company Secretary

**Advanced Chemical Industries Limited**  
**Statement of profit or loss and other comprehensive income**  
**Unaudited**

	For the 3rd Quarter ended from		Figures in '000' Taka	
	July 2016 to March 2017	July 2015 to March 2016	January to March 2017	January to March 2016
Profit after tax	872,322	746,922	239,123	216,490
<b>Other comprehensive income:</b>				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Change in fair value of available-for-sale financial assets	171,362	11,080	87,158	(22,159)
Income tax on available-for-sale financial assets	(17,136)	(1,108)	(8,716)	2,216
	<b>154,226</b>	<b>9,972</b>	<b>78,442</b>	<b>(19,943)</b>
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Revaluation surplus on property, plant and equipment	-	2,265,670	-	-
Related tax on revaluation surplus	-	(80,998)	-	-
	-	<b>2,184,672</b>	-	-
<b>Other comprehensive income, net of tax</b>	<b>154,226</b>	<b>2,194,644</b>	<b>78,442</b>	<b>(19,943)</b>
<b>Total comprehensive income</b>	<b>1,026,548</b>	<b>2,941,566</b>	<b>317,565</b>	<b>196,547</b>



Advanced Chemical Industries Limited  
Statement of changes in equity  
Unaudited

Figures in '000' Taka

	For the 3rd Quarter ended from July 2016 to March 2017						
	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation surplus	Retained earnings	Total equity
<b>Balance at 1 July 2016</b>	398,367	402,310	1,671	203,195	3,075,541	7,868,234	11,949,320
<b>Total comprehensive income</b>							
Profit after tax	-	-	-	-	-	872,322	872,322
Other comprehensive income-net of tax	-	-	-	154,226	-	-	154,226
<b>Total comprehensive income</b>	-	-	-	154,226	-	872,322	1,026,548
<b>Transaction with owners of the Company</b>							
Conversion of bond into equity	-	-	-	-	-	-	-
Share premium	-	-	-	-	-	-	-
Bonus share issue	39,837	-	-	-	-	(39,837)	-
Interim dividend paid	-	-	-	-	-	(298,775)	(298,775)
<b>Total transactions with owners of the Company</b>	39,837	-	-	-	-	(338,612)	(298,775)
<b>Balance at 31 March 2017</b>	<b>438,204</b>	<b>402,310</b>	<b>1,671</b>	<b>357,421</b>	<b>3,075,541</b>	<b>8,401,944</b>	<b>12,677,092</b>
	For the 3rd Quarter ended from July 2015 to March 2016						
	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation surplus	Retained earnings	Total equity
<b>Balance at 1 July 2015</b>	398,367	402,310	1,671	160,651	890,869	7,116,267	8,970,135
<b>Total comprehensive income</b>							
Profit after tax	-	-	-	-	-	746,922	746,922
Other comprehensive income-net of tax	-	-	-	9,972	2,184,672	-	2,194,644
<b>Total comprehensive income</b>	-	-	-	9,972	2,184,672	746,922	2,941,566
<b>Transaction with owners of the Company</b>							
Conversion of bond into equity	-	-	-	-	-	-	-
Share premium	-	-	-	-	-	-	-
Bonus share issue	-	-	-	-	-	-	-
Interim dividend paid	-	-	-	-	-	-	-
<b>Total transactions with owners of the company</b>	-	-	-	-	-	-	-
<b>Balance at 31 March 2016</b>	<b>398,367</b>	<b>402,310</b>	<b>1,671</b>	<b>170,623</b>	<b>3,075,541</b>	<b>7,863,189</b>	<b>11,911,701</b>

**Advanced Chemical Industries Limited**  
**Statement of cash flows**  
**Unaudited**

	<b>Figures in '000' Taka</b>	
	<b>For the 3rd Quarter ended from</b>	
	<b>July 2016</b>	<b>July 2015</b>
	<b>to</b>	<b>to</b>
	<b>March 2017</b>	<b>March 2016</b>
<b>Cash flows from operating activities</b>		
Cash received from customers	12,852,286	11,394,486
Cash received from other income	9,312	11,019
	<b>12,861,598</b>	<b>11,405,505</b>
Cash received/(paid) from/(for):		
Other receivables	203,358	(57,903)
Purchase of inventory	(7,618,930)	(7,019,311)
Operating expenses	(4,406,371)	(3,507,363)
Other creditors	5,863	47,010
Payment for WPPF	(36,737)	(47,075)
Advances, deposits and prepayments	(75,910)	(189,641)
	<b>(11,928,727)</b>	<b>(10,774,283)</b>
Cash generated from operations	932,871	631,222
Finance costs paid	(93,594)	(18,541)
Income tax paid	(446,785)	(287,404)
	<b>(540,379)</b>	<b>(305,945)</b>
<b>Net cash from / (used in) operating activities</b>	<b>392,492</b>	<b>325,277</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(635,911)	(294,912)
Payments for capital work in progress	(534,049)	(135,969)
Sale proceeds from property, plant and equipment	1,909	1,163
Dividend received	48,132	75,054
Investment	(57,997)	(50,060)
<b>Net cash (used) in investing activities</b>	<b>(1,177,916)</b>	<b>(404,724)</b>
<b>Cash flows from financing activities</b>		
Inter-company debts received/(paid)	(1,644,838)	2,721,655
Dividend paid	(340,203)	(331,108)
Payment for finance lease	(520)	(823)
Short-term bank loan received/(paid)	2,942,198	(2,029,401)
Long-term bank loan and other liabilities received/(paid)	39,709	66,107
<b>Net cash (used)/from financing activities</b>	<b>996,346</b>	<b>426,429</b>
Net increase / (decrease) in cash and cash equivalents	210,922	346,981
Cash and cash equivalents at 1 July	(493,083)	(632,660)
<b>Cash and cash equivalents at 31 March</b>	<b>(282,162)</b>	<b>(285,679)</b>
<b>Closing balance represents</b>		
Cash and cash equivalents	814,646	554,524
Bank overdraft	(1,096,807)	(840,203)
	<b>(282,162)</b>	<b>(285,679)</b>
<b>Net operating cash flows per share (NOCFPS)</b>	<b>8.96</b>	<b>7.42</b>



**Advanced Chemical Industries Limited**  
**Consolidated statement of financial position**  
**Unaudited**

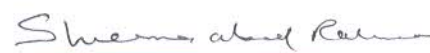
		Figures in '000' Taka	
		As at	As at
	Note	31 March 2017	30 June 2016
<b>Assets</b>			
Property, plant and equipment	2 (a)	17,961,060	14,526,928
Equity-accounted investees		1,028,661	923,976
Other investments		575,180	398,481
Intangible assets		27,608	30,589
<b>Non-current assets</b>		<b>19,592,509</b>	<b>15,879,974</b>
Inventories	4 (a)	10,066,507	8,402,056
Trade receivables	5 (a)	7,924,881	5,899,208
Other receivables		506,434	649,530
Inter-company receivables	6 (a)	13,029	13,341
Advances, deposits and prepayments	7 (a)	4,973,503	3,975,507
Cash and cash equivalents		1,597,401	1,249,939
<b>Current assets</b>		<b>25,081,755</b>	<b>20,189,582</b>
<b>Total assets</b>		<b>44,674,263</b>	<b>36,069,556</b>
<b>Equity</b>			
Share capital		438,204	398,367
Share premium		402,310	402,310
Reserves		4,635,739	4,481,558
Retained earnings		4,816,296	4,426,587
Equity attributable to the owners of the company		10,292,549	9,708,823
Non-controlling interest		94,345	137,066
<b>Total equity</b>		<b>10,386,895</b>	<b>9,845,889</b>
<b>Liabilities</b>			
Employee benefits	8 (a)	753,667	640,175
Long term borrowings	9 (a)	4,018,679	2,741,306
Deferred tax liabilities		714,509	726,780
<b>Non-current liabilities</b>		<b>5,486,854</b>	<b>4,108,261</b>
Bank overdraft		1,910,793	2,167,879
Loans and borrowings	10 (a)	18,131,027	13,208,333
Trade payables		2,466,255	1,710,795
Other payables	12 (a)	3,220,015	2,796,896
Current tax liability		3,072,423	2,231,503
<b>Current liabilities</b>		<b>28,800,514</b>	<b>22,115,406</b>
<b>Total liabilities</b>		<b>34,287,368</b>	<b>26,223,667</b>
<b>Total equity and liabilities</b>		<b>44,674,263</b>	<b>36,069,556</b>
<b>Net asset value (NAV) per share</b>		<b>234.88</b>	<b>221.56</b>

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer


  
Company Secretary

**Advanced Chemical Industries Limited**  
**Consolidated statement of profit or loss**  
**Unaudited**

	Note	For the 3rd Quarter ended from		Figures in '000' Taka	
		July 2016 to March 2017	July 2015 to March 2016	January to March 2017	January to March 2016
Revenue	13 (a)	34,716,845	25,421,032	12,420,974	8,318,184
Cost of sales	14 (a)	(24,344,234)	(17,404,588)	(8,790,868)	(5,640,551)
<b>Gross profit</b>		<b>10,372,611</b>	<b>8,016,443</b>	<b>3,630,107</b>	<b>2,677,633</b>
Administrative, selling and distribution expenses	15 (a)	(7,796,807)	(6,173,280)	(2,849,065)	(2,175,344)
Other income		76,861	69,609	31,273	38,322
<b>Operating profit</b>		<b>2,652,665</b>	<b>1,912,772</b>	<b>812,315</b>	<b>540,611</b>
Share of profit of equity accounted investees		104,685	137,022	26,253	39,067
<b>Profit before finance costs</b>		<b>2,757,350</b>	<b>2,049,793</b>	<b>838,568</b>	<b>579,678</b>
Net finance costs		(1,039,378)	(858,725)	(382,943)	(284,749)
<b>Profit before contribution to WPPF</b>		<b>1,717,972</b>	<b>1,191,069</b>	<b>455,624</b>	<b>294,929</b>
Contribution to WPPF		(134,872)	(90,656)	(39,492)	(27,770)
<b>Profit before tax</b>		<b>1,583,101</b>	<b>1,100,413</b>	<b>416,133</b>	<b>267,159</b>
Income tax expense		(857,625)	(565,654)	(259,873)	(190,834)
<b>Profit after tax</b>		<b>725,476</b>	<b>534,759</b>	<b>156,259</b>	<b>76,325</b>
<b>Profit attributable to:</b>					
Equity holders of the company		728,322	578,582	165,960	98,991
Non-controlling interests		(2,846)	(43,823)	(9,701)	(22,666)
<b>Profit after tax</b>		<b>725,476</b>	<b>534,759</b>	<b>156,259</b>	<b>76,325</b>
<b>Earnings per share</b>					
Basic earnings per share (EPS)		16.62	13.20	3.79	2.26

  
Chairman

  
Managing Director

  
Director

  
Chief Financial Officer

  
Company Secretary



**Advanced Chemical Industries Limited**  
**Consolidated statement of profit or loss and other comprehensive income**  
**Unaudited**

	For the 3rd Quarter ended from		Figures in '000' Taka	
	July 2016 to March 2017	July 2015 to March 2016	January to March 2017	January to March 2016
Profit after tax	725,476	534,759	156,259	76,325
<b>Other comprehensive income:</b>				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Change in fair value of available-for-sale financial assets	171,305	9,772	87,158	(22,325)
Income tax on other comprehensive income	(17,130)	(977)	(8,716)	2,233
	<b>154,174</b>	<b>8,795</b>	<b>78,443</b>	<b>(20,093)</b>
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Revaluation surplus on property, plant and equipment	-	3,444,441	-	-
Related tax on revaluation surplus	-	(140,135)	-	-
	<b>-</b>	<b>3,304,306</b>	<b>-</b>	<b>-</b>
<b>Other comprehensive income, net of tax</b>	<b>154,174</b>	<b>3,313,101</b>	<b>78,443</b>	<b>(20,093)</b>
<b>Total comprehensive income</b>	<b>879,650</b>	<b>3,847,860</b>	<b>234,702</b>	<b>56,232</b>
<b>Total comprehensive income attributable to:</b>				
<b>Equity holders of the Company</b>				
Profit after tax	728,322	578,582	165,960	98,991
Other comprehensive income	154,181	3,025,691	78,443	(20,074)
	<b>882,503</b>	<b>3,604,273</b>	<b>244,403</b>	<b>78,917</b>
<b>Non-controlling interest</b>				
Profit after tax	(2,846)	(43,823)	(9,701)	(22,666)
Other comprehensive income	(7)	287,410	-	(19)
	<b>(2,853)</b>	<b>243,587</b>	<b>(9,701)</b>	<b>(22,685)</b>
<b>Total comprehensive income</b>	<b>879,650</b>	<b>3,847,860</b>	<b>234,702</b>	<b>56,232</b>

Advanced Chemical Industries Limited  
Consolidated Statement of changes in equity  
Unaudited

Figures in '000' Taka									
For the 3rd Quarter ended from July 2016 to March 2017									
	Attributable to owner of the Company						Total	Non-controlling Interests	Total equity
	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation reserve	Retained earnings			
<b>Balance at 1 July 2016</b>	398,367	402,310	1,671	201,953	4,277,934	4,426,586	9,708,822	137,066	9,845,888
<b>Total comprehensive income</b>									
Profit after tax	-	-	-	-	-	728,322	728,322	(2,846)	725,476
Other comprehensive income-net of tax	-	-	-	154,181	-	-	154,181	(7)	154,174
<b>Total comprehensive income</b>	-	-	-	154,181	-	728,322	882,503	(2,853)	879,650
<b>Transaction with owners of the Company</b>									
Conversion of bond into equity	-	-	-	-	-	-	-	-	-
Share premium	-	-	-	-	-	-	-	-	-
Bonus share issue	39,837	-	-	-	-	(39,837)	-	-	-
Interim dividend paid	-	-	-	-	-	(298,775)	(298,775)	(41,868)	(340,643)
Capital paid by non controlling interest	-	-	-	-	-	-	-	2,000	2,000
<b>Total transactions with owners of the Company</b>	39,837	-	-	-	-	(338,612)	(298,775)	(39,868)	(338,643)
<b>Balance at 31 March 2017</b>	<b>438,204</b>	<b>402,310</b>	<b>1,671</b>	<b>356,134</b>	<b>4,277,934</b>	<b>4,816,296</b>	<b>10,292,549</b>	<b>94,345</b>	<b>10,386,895</b>

For the 3rd Quarter ended from July 2015 to March 2016									
	Attributable to owner of the Company						Total	Non-controlling Interests	Total equity
	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation surplus	Retained earnings			
<b>Balance at 1 July 2015</b>	398,367	402,310	1,671	160,531	1,260,908	4,022,947	6,246,734	16,328	6,263,062
<b>Total comprehensive income</b>									
Profit after tax	-	-	-	-	-	578,582	578,582	(43,823)	534,759
Other comprehensive income-net of tax	-	-	-	8,666	3,017,025	-	3,025,691	287,410	3,313,101
<b>Total comprehensive income</b>	-	-	-	8,666	3,017,025	578,582	3,604,273	243,587	3,847,860
<b>Transaction with owners of the Company</b>									
Conversion of bond into equity	-	-	-	-	-	-	-	-	-
Share premium	-	-	-	-	-	-	-	-	-
Bonus share issue	-	-	-	-	-	-	-	-	-
Interim dividend paid	-	-	-	-	-	-	-	-	-
Capital paid by non controlling interest	-	-	-	277	-	-	277	(3,036)	(2,759)
<b>Total transactions with owners of the company</b>	-	-	-	277	-	-	277	(3,036)	(2,759)
<b>Balance at 31 March 2016</b>	<b>398,367</b>	<b>402,310</b>	<b>1,671</b>	<b>169,474</b>	<b>4,277,933</b>	<b>4,601,529</b>	<b>9,851,284</b>	<b>256,879</b>	<b>10,108,163</b>



**Advanced Chemical Industries Limited**  
**Consolidated statement of cash flows**  
**Unaudited**

	Figures in '000' Taka	
	For the 3rd Quarter ended from	
	July 2016 to March 2017	July 2015 to March 2016
<b>Cash flows from operating activities</b>		
Cash received from customers	32,392,766	23,266,814
Cash received from other income	25,231	94,793
	32,417,997	23,361,607
Cash received/(paid) from/(for):		
Other receivables	189,346	(25,395)
Purchase of inventory	(24,655,484)	(17,551,531)
Operating expenses	(7,069,939)	(5,416,101)
Other creditors	23,813	50,538
Payment for WPPF	(62,880)	(64,161)
Advances, deposits and prepayments	(18,909)	(469,712)
	(31,594,054)	(23,476,361)
Cash generated from operations	823,944	(114,754)
Finance costs paid	(991,522)	(786,482)
Income tax paid	(981,440)	(585,454)
	(1,972,962)	(1,371,936)
<b>Net cash from / (used in) operating activities</b>	<b>(1,149,018)</b>	<b>(1,486,690)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(1,386,193)	(499,088)
Payments for capital work in progress	(2,713,869)	(1,143,957)
Sale proceeds from property, plant and equipment	3,109	1,663
Dividend received	-	2,856
Investment	54	(47,869)
<b>Net cash used in investing activities</b>	<b>(4,096,898)</b>	<b>(1,686,395)</b>
<b>Cash flows from financing activities</b>		
Inter-company debts received/(paid)	(313)	(43,527)
Dividend paid	(340,203)	(331,087)
Paid as dividend to non-controlling interest	(106,977)	(61,669)
Payment for finance lease	(1,841)	(10,959)
Proceeds from issue of share capital	2,000	105
Short-term bank loan received/(paid)	4,904,622	3,534,534
Long-term bank loan and other liabilities received/(paid)	1,393,175	(175,280)
<b>Net cash from financing activities</b>	<b>5,850,463</b>	<b>2,912,117</b>
Net increase / (decrease) in cash and cash equivalents	604,547	(260,968)
Cash and cash equivalents at 1 July	(917,940)	(347,193)
<b>Cash and cash equivalents at 31 March</b>	<b>(313,392)</b>	<b>(608,160)</b>
<b>Closing balance represents</b>		
Cash and cash equivalents	1,597,401	919,799
Bank overdraft	(1,910,793)	(1,527,959)
	(313,392)	(608,160)
<b>Net operating cash flows per share (NOCFPS)</b>	<b>(26.22)</b>	<b>(33.93)</b>



**Advanced Chemical Industries Limited**  
**Notes to the financial statements**  
**as at and for the 3rd Quarter ended on 31 March 2017**  
**Unaudited**

**1 Selected explanatory notes**

These financial statements have been prepared in line with Accounting Policies as adopted in the preparation of financial statements for the eighteen-month period ended from 1 January 2015 to 30 June 2016. This interim financial report includes only those selected explanatory notes as were deemed appropriate for better understanding of unaudited financial statements.

	<b>Figures in '000' Taka</b>	
	<b>31 March 2017</b>	<b>30 June 2016</b>
	<u>Taka</u>	<u>Taka</u>
<b>2 Property, plant and equipment</b>		
Opening balance	6,767,589	6,550,341
Additions	1,169,960	220,286
Disposals	(863)	(3,038)
Accumulated depreciation	(427,023)	(170,985)
Closing balance	<u>7,509,663</u>	<u>6,596,604</u>
<b>2 (a) Consolidated property, plant and equipment</b>		
Opening balance	15,480,623	13,207,936
Additions	4,048,710	2,275,886
Disposals	(13,412)	(3,200)
Accumulated depreciation	(1,554,860)	(953,694)
Closing balance	<u>17,961,060</u>	<u>14,526,928</u>
<b>3 Investments</b>		
Investment in subsidiaries	1,348,951	1,290,951
Investment in joint ventures	435,000	435,000
Investment in associates	115,426	115,426
Investment in shares	428,590	257,228
Investment in FDR/ other deposits	3,927	3,930
Impairment	(200,000)	(200,000)
	<u>2,131,894</u>	<u>1,902,535</u>
<b>4 Inventories</b>		
Raw materials	1,089,867	806,808
Packing materials	352,694	266,749
Work-in-process	151,200	141,281
Finished goods	2,819,220	2,609,789
Goods in transit	323,160	319,301
Stores and spares	50,837	41,097
Allowance for inventory	(223,541)	(230,755)
	<u>4,563,437</u>	<u>3,954,270</u>

		Figures in '000' Taka	
		31 March 2017	30 June 2016
		Taka	Taka
4 (a)	Consolidated inventories		
	Raw materials	2,295,254	1,825,201
	Packing materials	581,415	378,773
	Work-in-process	256,121	216,637
	Finished goods	6,359,908	5,512,056
	Goods in transit	839,943	642,288
	Stores & spares	119,870	89,501
	Allowance for inventory	(386,004)	(262,399)
		10,066,507	8,402,056
5	Trade receivables		
	Debts due over six months	778,991	677,214
	Debts due below six months	2,517,252	1,827,742
	Provision for doubtful debts	(271,550)	(255,159)
		3,024,692	2,249,796
5 (a)	Consolidated trade receivables		
	Debts due over six months	1,344,044	1,554,227
	Debts due below six months	7,111,733	4,830,264
	Provision for doubtful debts	(530,896)	(485,283)
		7,924,881	5,899,208
6	Inter-company receivables		
	Infolytx Bangladesh Limited	59,134	60,795
	ACI Formulations Limited	308,595	403,438
	Computer Technology Limited	30	30
	Tetley ACI (Bangladesh) Limited	728	483
	Asian Consumer Care (Pvt.) Limited	7,894	7,893
	ACI Salt Limited	9,508	164,181
	ACI Godrej Agrovet (Pvt. ) Limited	880	880
	ACI Foods Limited	2,773,911	1,311,890
	ACI Agrolink Limited	94,682	20,829
	Stochastic Logic Limited	3,497	4,056
	Premiaflex Plastics Limited	242,587	106,317
	ACI Logistics Limited	255,198	289,609
	ACI HealthCare Limited	1,959,851	1,046,256
	ACI Chemicals Limited	28,943	6,861
		5,745,438	3,423,518

		Figures in '000' Taka	
		31 March 2017	30 June 2016
		Taka	Taka
6 (a)	Consolidated inter-company receivables		
	Computer Technology Limited	30	30
	Tetley ACI (Bangladesh) Limited	728	483
	Asian Consumer Care (Pvt.) Limited	7,894	7,893
	ACI Godrej Agrovat (Pvt. ) Limited	880	880
	Stochastic Logic Limited	3,497	4,055
		13,029	13,341
7	Advances, deposits & prepayments		
	Loans and advances to staff and others	402,659	338,746
	VAT current account	134,922	101,660
	Advance for capital expenditure	376,368	433,008
	Deposits	40,318	37,453
	Prepayments	133,793	68,019
	Advance income tax	1,269,389	822,604
		2,357,449	1,801,490
7 (a)	Consolidated advances, deposits & prepayments		
	Loan and advance to staff and others	1,162,076	1,032,134
	VAT current account	167,580	115,241
	Advance for capital expenditure	463,658	595,466
	Deposits	119,940	121,183
	Prepayments	189,393	179,483
	Advance income tax	2,870,856	1,932,000
		4,973,503	3,975,507
8	Employee benefits		
	Staff gratuity provision	579,063	491,758
	Other long term employee benefits	104,160	98,641
		683,223	590,399
8 (a)	Consolidated employee benefits		
	Staff gratuity provision	644,047	536,074
	Other long term employee benefits	109,620	104,101
		753,667	640,175



		Figures in '000' Taka	
		31 March 2017	30 June 2016
		Taka	Taka
9	Long term borrowings		
	Employees group insurance fund	400	400
	Long term bank loans	-	53,115
		400	53,515
9 (a)	Consolidated long term borrowings		
	Employees group insurance fund	400	400
	Long term bank loans	4,018,279	2,740,906
		4,018,679	2,741,306
10	Loans and borrowings - short term		
	Short term loan	5,902,116	2,934,991
	Current portion of long term loan	-	25,447
		5,902,116	2,960,438
10 (a)	Consolidated loans and borrowings - short term		
	Short term loan	16,428,891	11,879,483
	Current portion of long term loan	1,702,136	1,328,850
		18,131,027	13,208,333
11	Inter company payables		
	ACI Biotech Limited	8,901	-
	Creative Communication Limited	54,492	3,200
	ACI Motors Limited	499,819	3,958
	ACI Pure Flour Limited	590,685	383,083
	ACI Edible Oils Limited	171,693	258,266
		1,325,590	648,507

		Figures in '000' Taka	
		31 March 2017	30 June 2016
		Taka	Taka
12	Other payables		
	Accruals	765,616	592,651
	Advance from customers	11,387	33,689
	Security money received from customers	166,155	159,037
	Workers' profit participation fund	400,094	352,033
	Unclaimed dividend	87,158	128,586
	Tax and VAT deducted at source	58,779	90,993
	Employees welfare fund	315,101	263,857
	Rights share deposit to be refunded	564	564
	Family day fund	4,123	3,952
	Non-management staff provident fund	1,859	1,157
	Unclaimed refund warrant - Zero Coupon Bonds	3,647	3,647
	Payable for redemption of Zero Coupon Bonds	20,441	20,530
	Management staff provident fund	18,609	16,222
	Advertisement and promotional funds	-	1,154
		1,853,533	1,668,072
12 (a)	Consolidated other payables		
	Accruals	1,756,713	1,362,584
	Advance from customers	99,223	157,286
	Security money received from customers	231,913	195,570
	Workers' profit participation fund	480,894	386,075
	Unclaimed dividend	97,830	204,367
	Provident fund	18,609	16,222
	Tax and VAT deducted at source	142,265	158,710
	Employees welfare fund	354,768	273,053
	Rights share deposit to be refunded	564	564
	Family day fund	4,123	3,952
	Non-management staff provident fund	1,859	1,157
	Unclaimed refund warrant - Zero Coupon Bonds	3,647	3,647
	Payable for redemption of Zero Coupon Bonds	20,441	20,530
	Creditors for capital expenditure	7,166	12,024
	Advertisement and promotional funds	-	1,155
		3,220,015	2,796,896

		Figures in '000' Taka	
		For the 3rd Quarter ended from	
		July 2016	July 2015
		to	to
		March 2017	March 2016
		Taka	Taka
13	Revenue		
	Pharmaceuticals	6,102,348	5,378,027
	Animal Health	2,169,580	1,769,959
	Consumer brands	4,153,426	3,504,984
	Seeds	523,403	623,976
	Fertilizer	700,548	579,377
	Cropex	27,531	243,578
		13,676,836	12,099,901
13 (a)	Consolidated revenue		
	Gross sales	36,623,499	26,787,226
	Inter-company sales	(1,906,654)	(1,366,195)
		34,716,845	25,421,032
14	Cost of sales		
	Opening stock	3,824,627	3,193,351
	Purchase	7,560,175	6,997,298
		11,384,802	10,190,648
	Closing stock	(4,412,982)	(3,866,414)
		6,971,820	6,324,234
	Manufacturing expenses	703,983	673,058
		7,675,803	6,997,292
14 (a)	Consolidated cost of sales		
	Opening stock	7,931,078	6,478,791
	Purchase	24,246,896	17,156,802
		32,177,974	23,635,593
	Closing stock	(9,490,854)	(7,556,277)
		22,687,120	16,079,316
	Manufacturing expenses	1,657,114	1,325,272
		24,344,234	17,404,588
15	Administrative, selling and distribution expenses		
	Administrative expenses	406,833	382,483
	Distribution expenses	523,315	444,705
	Selling expenses	3,773,825	3,192,235
		4,703,973	4,019,423



Figures in '000' Taka	
For the 3rd Quarter ended from	
July 2016	July 2015
to	to
March 2017	March 2016
Taka	Taka

15 (a) Consolidated operating expenses

Administrative expenses	1,126,343	978,433
Distribution expenses	837,462	648,046
Selling expenses	5,833,002	4,546,802
	<u>7,796,807</u>	<u>6,173,280</u>

16 Consolidated operating segments

Please see at the next page

17 Figures have been rounded off to the nearest '000' Taka and previous period's figures have been rearranged to conform to current period's presentation.

**Note - 16**

**Consolidated operating segments**

**Figures in '000' Taka**  
**For the 3rd Quarter ended from July 2016 to March 2017**

Particulars	Reportable segment										Total reportable segments	Unallocated	Total
	Pharmaceuticals	Animal Health	Consumer brands	Crop Care and Public Health	Motors	Pure Flour	Retail chain	Salt	Foods	Premiaflex			
External revenue	6,102,348	2,169,580	4,052,959	1,768,184	4,130,511	2,741,980	6,102,758	1,736,848	2,457,953	1,443,449	32,706,570	2,010,275	34,716,845
Inter-segment revenue	-	-	1,152,435	-	88,336	38,753	77,901	22,895	195,151	262,363	1,837,834	68,820	1,906,654
Segment revenue	6,102,348	2,169,580	5,205,394	1,768,184	4,218,847	2,780,733	6,180,658	1,759,742	2,653,104	1,705,813	34,544,403	2,079,095	36,623,499
Depreciation and amortisation	172,829	20,410	29,152	20,502	9,483	19,067	146,819	37,864	33,509	56,753	546,388	54,847	601,235
Operating expenses	2,621,194	491,833	1,184,596	370,324	571,604	178,998	1,278,902	153,266	283,969	53,296	7,187,982	608,826	7,796,807
Finance cost / (income)	112,470	22,352	(56,718)	77,855	109,220	(11,388)	528,790	3,816	144,280	65,573	996,250	43,128	1,039,378
Segment profit/(loss) before tax	1,248,237	196,962	(97,507)	329,248	388,567	167,671	(948,457)	223,124	(67,802)	255,590	1,695,635	(112,535)	1,583,101
Segment assets at 31 March	6,917,137	2,571,968	4,488,913	3,156,067	4,417,835	1,939,098	3,551,714	1,348,822	1,793,554	2,956,595	33,141,702	11,532,561	44,674,263
Segment liabilities at 31 March	1,644,559	992,868	2,007,972	1,393,402	3,607,026	1,120,613	10,385,506	551,372	3,110,302	1,785,454	26,599,075	7,688,293	34,287,368

**For the 3rd Quarter ended from July 2015 to March 2016**

Particulars	Reportable segment										Total reportable segments	Unallocated	Total
	Pharmaceuticals	Animal Health	Consumer brands	Crop Care and Public Health	Motors	Pure Flour	Retail chain	Salt	Foods	Premiaflex			
External revenue	5,378,025	1,769,959	3,463,047	1,783,540	2,122,814	1,934,866	4,355,091	1,152,292	623,719	1,148,142	23,731,495	1,689,537	25,421,032
Inter-segment revenue	-	-	998,498	-	-	27,508	49,736	15,972	113,456	159,327	1,364,498	1,697	1,366,195
Segment revenue	5,378,025	1,769,959	4,461,546	1,783,540	2,122,814	1,962,375	4,404,827	1,168,264	737,175	1,307,469	25,095,993	1,691,234	26,787,227
Depreciation and amortisation	164,622	22,986	30,128	19,372	6,542	18,430	97,591	53,192	15,420	45,313	473,595	52,918	526,514
Operating expenses	2,269,646	448,013	959,880	363,530	213,496	137,990	927,053	152,971	196,027	59,610	5,728,214	445,066	6,173,280
Finance cost / (income)	34,016	6,760	(19,604)	36,298	80,672	(4,490)	533,504	31,897	104,052	41,329	844,434	14,291	858,725
Segment profit/(loss) before tax	1,032,609	146,659	(14,378)	291,569	217,809	178,643	(837,556)	79,679	(117,996)	176,966	1,154,004	(53,592)	1,100,413
Segment assets at 31 March	5,748,346	2,204,831	3,067,018	2,536,580	3,108,449	1,209,889	2,856,698	1,146,905	911,282	2,416,460	25,206,458	7,791,375	32,997,833
Segment liabilities at 31 March	883,452	762,877	1,584,550	1,242,738	2,575,950	541,253	8,362,282	518,389	2,137,112	1,437,778	20,046,381	2,843,286	22,889,667