

**ADVANCING
POSSIBILITIES**



Annual Report 2016-2017

Advanced Chemical Industries Limited



Our Mission

ACI's Mission is to enrich the quality of life of the people through responsible application of knowledge, technology and skills. ACI is committed to the pursuit of excellence through world-class products, innovative processes and empowered employees, to provide the highest level of satisfaction to our customers.

Our Vision

To realise the Mission, ACI will :

- Provide products and services of high and consistent quality, ensuring value for money to our customers.
- Endeavour to attain a position of leadership in each category of our businesses.
- Develop our employees by encouraging empowerment and rewarding innovation.
- Promote an environment for learning and personal growth.
- Attain a high level of productivity in all our operations through effective utilisation of resources and adoption of appropriate technology.
- Promote inclusive growth by encouraging and assisting our distributors and suppliers in improving efficiency.
- Ensure superior return on investment through judicious use of resources and efficient operations, utilising our core competencies.

Our Values

- Quality
- Customer Focus
- Innovation
- Fairness
- Transparency
- Continuous Improvement



ISO 9001 Quality Management System
ACI is the first company in Bangladesh to have obtained ISO
9001 Certification for Quality Management System across all categories



ACI Quality Policy

One of our important vision is to provide products and services of high and consistent quality, ensuring value for money to our customers.

To attain the Vision ACI will:

- Aim to achieve business excellence by understanding, accepting, meeting and exceeding customer expectations.
- Follow International Standards on Quality Management System to ensure consistent quality of products and services to achieve customer satisfaction. ACI will also meet all national and regulatory requirements relating to its current businesses and ensure that current Good Manufacturing Practice (cGMP) as recommended by World Health Organisation is followed for its pharmaceutical operations and conform to all other guidelines and best practices relating to its other businesses.
- Commit itself to quality as the prime consideration in all its business decisions. All employees of ACI follow documented procedures to ensure compliance with quality standards.
- Develop a pool of human resources of the Company to their full potential through regular training and participation in seeking continuous improvement of the Quality Management System.

ISO 14001 Environmental Management System
ACI is the first company in Bangladesh to have obtained
ISO 14001 Certification for Environmental Management System



ACI Environmental Policy

ACI is committed to formulate and conduct all its operations in an environmentally friendly manner, ensuring continual improvement in the utilisation of resources and prevention of pollution or degradation of the environment.

In pursuit of this Goal, ACI will:

- Comply with all local and national legislations and regulations.
- Conserve natural resources like water and energy for sustainable development, and adopt environmentally safe processes.
- Ensure appropriate treatment of all effluents prior to discharge.
- Ensure appropriate communication with internal and external interested parties on environmental issues.
- Create awareness on environmental issues among our employees and contractors.
- Ensure waste management in an environmentally responsible manner through continuous upgradation of technology.

UN Global Compact

The UN Global Compact is a strategic policy initiative for businesses that are committed to aligning their operations and strategies with the ten universally accepted principles in the areas of human rights, labour, environment and anti-corruption. Since launching in year 2000, the United Nations Global Compact has been encouraging businesses worldwide to adopt sustainable and socially responsible policies, and to report on their implementation. At present, with over 12,000 corporate participants and other stakeholders from over 145 countries, it is the largest voluntary corporate responsibility initiative in the world. Overall, the Global Compact pursues two complementary objectives:

1. Mainstream its Ten Principles in business strategy and operations around the world; and
2. Catalyze business action in support of broader UN goals with emphasis on collaboration and collective action.

The Global Compact incorporates a transparency and accountability policy known as the Communication on Progress (COP). The annual posting of a COP is an important demonstration of a participant's commitment to the UN Global Compact and its principles. Participating companies are required to follow this policy, as a commitment to transparency and disclosure is critical to the success of the initiative.

Since September 2003, ACI is a proud and active member of The UN Global Compact. ACI is also a Founding Member of the Community of Global Growth of Companies, an initiative of World Economic Forum.

World Economic Forum

ACI has been accepted as a Founding Member of the Community of Global Growth Companies by the World Economic Forum which is the most prestigious business networking organisation in the world.



For further information on the Compact, please visit www.unglobalcompact.org



About Cover

The cover depicts ACI as a symbolic innovative thinker, advancing and expanding its network in the challenging environment, both nationally and globally hoping to impacting a brighter future for the people of Bangladesh.

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Corporate Information

Board of Directors



Mr. M. Anis Ud Dowla
Chairman



Mr. Golam Mainuddin
Director



Mr. Waliur Rahman Bhuiyan, OBE
Director



Mrs. Najma Dowla
Director



Dr. Arif Dowla
Managing Director



Mr. Abdul-Muyeed Chowdhury
Independent Director



Mr. Kazi Sanaul Hoq
Director (Representing ICB from 23.10.17)



Mr. Md. Iftikhar-uz-zaman
Director (Represented ICB up to 22.10.17)



Ms. Shusmita Anis
Director



Mr. Juned Ahmed Choudhury
Independent Director



Ms. Sheema Abed Rahman
Director

Company Secretary

Ms. Sheema Abed Rahman

Chief Financial Officer

Mr. Pradip Kar Chowdhury

Head of Risk Management & Internal Audit

Mr. Amitava Saha

Auditors

Rahman Rahman Huq
Chartered Accountants

Governance Compliance Auditor

Al-Muqtadir Associates,
Chartered Secretaries

Legal Advisor

Barrister Rafique-ul-Huq
Huq and Company

Advisor, Regulatory Affairs

Mr. M. Sekander Ali

Executive Management

Dr. F H Ansarey
Chief Executive Officer, Agribusinesses

Mr. Syed Alamgir
Executive Director, Consumer Brands

Mr. M Mohibuz Zaman
Chief Operating Officer, Pharmaceuticals

Mr. Pradip Kar Chowdhury
Executive Director, Finance & Planning

Mr. Sabbir Hasan Nasir
Executive Director, Logistics

Ms. Sheema Abed Rahman
Director, Corporate Affairs

Mr. Priyatosh Datta
Director, Quality Assurance, Pharmaceuticals

Mr. Abdus Sadeque
Director, Sales & Business Development,
Pharmaceuticals

Mr. Md. Monir Hossain Khan
Finance Director

Mr. Imam Ahmed Istiak
Director, Operations, Pharmaceuticals

Principal Bankers

Bank Alfalah Limited
BRAC Bank Limited
Commercial Bank of Ceylon Plc
Dutch Bangla Bank Limited
Eastern Bank Limited
National Credit and Commerce Bank Limited
One Bank Limited
Pubali Bank Limited
Standard Chartered Bank
The City Bank Limited
The Hongkong and Shanghai Banking
Corporation Limited
United Commercial Bank Limited
Prime Bank Limited
Dhaka Bank Limited

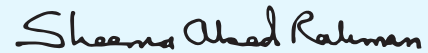
Notice of the 44th Annual General Meeting

Notice is hereby given that the 44th Annual General Meeting of Advanced Chemical Industries Limited will be held on Monday, 18 December 2017 at 11:00 am at Officers Club, 26 Baily Road, Dhaka to transact the following business:

AGENDA

- 1) To receive, consider and adopt the Audited Financial Statements for the year ended on 30 June 2017 together with Reports of the Auditors' and the Directors' thereon.
- 2) To declare dividend for the year ended 30 June 2017.
- 3) To elect/re-elect Directors as per the terms of Articles of Association of the Company.
- 4) To appoint Auditors for FY 2017-2018 and fix their remuneration.

By Order of the Board



Sheema Abed Rahman
Company Secretary

Dhaka
27 November 2017

Notes:

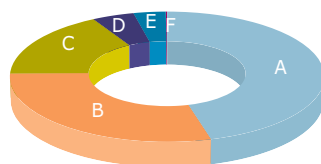
- a. The Shareholders, whose names appeared in the Members/Depository Register as on the Record Date, i.e. 13 November 2017 will be eligible to attend the AGM and receive the dividend.
- b. The Shareholders are requested to submit their written option to receive dividend to the Company's Share Office on or before 14 December 2017. In case of non-receipt of such option within the stipulated time, the dividend will be paid off as deemed appropriate by the Company. The Shareholders are also requested to update their mailing address before the Record Date to get the Annual Report in time.
- c. The Proxy Form, duly completed, must be deposited at the Share Office of the Company at 9 Motijheel Commercial Area, Dhaka-1000 not later than 48 hours before the time fixed for the Meeting.
- d. Admittance to the Meeting venue will be on production of the Attendance Slip and verification of signature of Member (s) and/or Proxy-holder (s).
- e. The Annual Report 2016-2017 is available in Company's website, www.aci-bd.com.

বাংলাদেশ সিকিউরিটিজ অ্যান্ড এক্সচেঞ্জ কমিশনের নির্দেশনা অনুযায়ী আসন্ন বার্ষিক সাধারণ সভায় কোন প্রকার উপহার/খাবার/কোন ধরনের কুপন প্রদানের ব্যবস্থা থাকবে না।

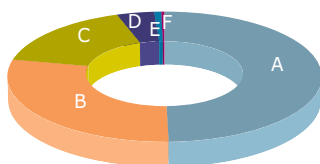


Financial Highlights and Analysis

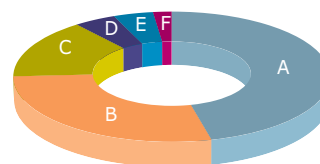
Turnover Contribution by Business Unit



2016-17



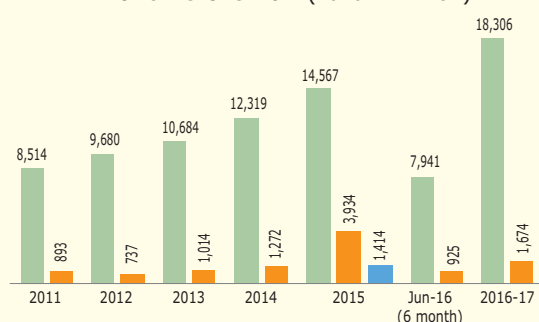
Jan-Jun'16
(6 month)



2015

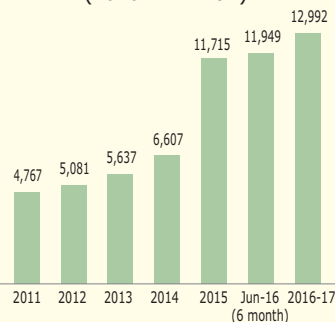
	2016-17	Jan-Jun'16 (6 month)	2015		2016-17	Jan-Jun'16 (6 month)	2015
A	Pharmaceuticals	46%	50%	46%	D	Fertilizer	5%
B	Consumer Brands	29%	29%	28%	E	Seeds	3%
C	Animal Health	17%	16%	15%	F	Others	0.2%
							4%
							2.1%

Net Sales Income & Profit Before Tax (Taka in Million)

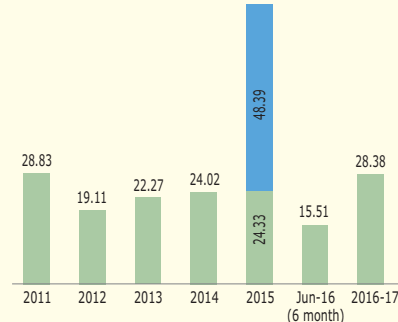


Net sales income (in Million)	Profit Before Tax (in Million)	PBT Without One-off gain (in Million)
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Shareowners' Equity (Taka in Million)



Earnings Per Share (Taka)



EPS	With One off Gain
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ACI Group's Comparative Statistics

Particulars	December 2011	December 2012	December 2013	December 2014	December 2015	June 2016 (6 month)	July 2016- June 2017
Taka in million							
Authorized capital	500	500	500	500	500	500	500
Issued & paid capital	197	238	286	344	398	398	438
Current assets	8,486	9,927	11,598	12,926	17,206	20,190	26,316
Tangible fixed assets (gross)	6,322	7,826	8,819	9,852	11,782	12,562	15,299
Shareowners' equity	4,194	3,797	3,792	4,138	9,772	9,709	10,574
Turnover (net)	17,460	21,976	22,167	25,822	31,383	17,853	47,668
Gross profit	4,835	5,640	6,598	8,051	9,840	5,663	14,104
Profit before tax	593	104	560	1,059	3,910	853	2,189
Profit after tax	238	(166)	204	573	2,878	382	1,065
Current ratio (times)	0.88	0.84	0.84	0.81	0.97	0.91	0.89
Quick ratio (times)	0.49	0.47	0.45	0.42	0.54	0.53	0.53
Return on equity (%)	5.67	(4.37)	5.37	13.85	29.45	7.88*	10.07
Inventory turnover (times)	3.59	4.00	3.17	3.07	3.11	3.04*	3.54
Debtors turnover (times)	6.02	6.66	6.20	6.85	6.99	6.46*	6.61
Fixed assets turnover (times)	3.02	3.11	2.66	3.18	3.03	2.64*	2.84
Net asset per share (Taka)	212.78	174.79	141.36	120.30	245.30	243.72	241.29
Earnings per share (Taka)	10.08	(5.82)	5.94	14.49	65.75	8.72	24.31

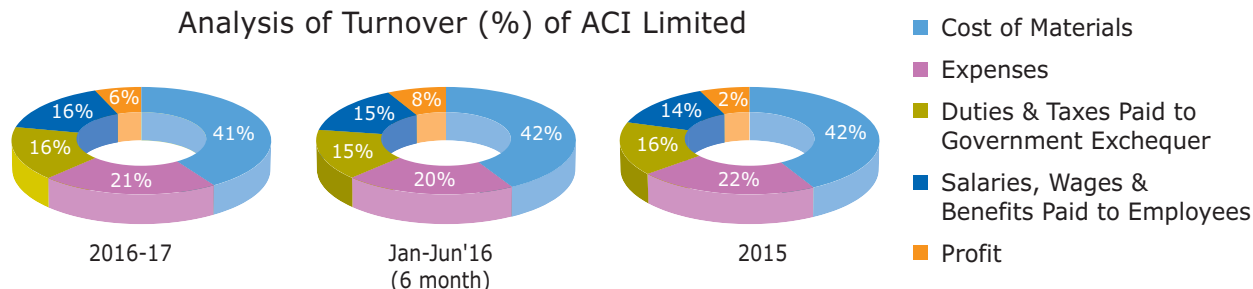
* Ratios are annualised

ACI Limited's Comparative Statistics

Particulars	December 2011	December 2012	December 2013	December 2014	December 2015	June 2016 (6 month)	July 2016-June 2017
Taka in million							
Authorized capital	500	500	500	500	500	500	500
Issued & paid capital	197	238	286	344	398	398	438
Current assets	6,955	8,335	9,462	9,927	10,960	12,607	17,105
Tangible fixed assets (gross)	2,546	2,975	3,423	4,323	6,057	6,233	7,455
Shareowners' equity	4,767	5,081	5,637	6,607	11,715	11,949	12,992
Turnover (net)	8,514	9,680	10,684	12,319	14,567	7,941	18,306
Gross profit	3,161	3,590	4,258	5,171	6,262	3,561	8,196
Profit before tax	893	737	1,014	1,272	3,934	925	1,674
Profit after tax	681	545	764	951	3,184	680	1,244
Dividend	197	238	301	398	498	-	518
Current ratio (times)	1.31	1.17	1.17	1.19	1.67	1.57	1.33
Quick ratio (times)	0.98	0.87	0.85	0.83	1.07	1.08	0.95
Return on equity (%)	14.29	10.73	13.56	14.38	27.17	11.37*	9.57
Inventory turnover (times)	3.05	3.12	2.74	2.59	2.40	2.22*	2.31
Debtors turnover (times)	7.92	7.99	7.44	8.41	8.83	7.56*	6.45
Fixed assets turnover (times)	3.91	3.51	3.34	3.18	2.82	2.42*	2.53
Net asset per share (Taka)	241.98	213.73	197.23	192.09	294.08	299.96	296.49
Market price per share (Taka)	206.60	141.20	171.50	389.90	561.60	455.10	516.50
Earnings per share (Taka)	28.83	19.11	22.27	24.02	72.72	15.51	28.38
Dividend per share (Taka)	10.00	10.00	10.50	11.50	12.50	-	11.82
Dividend rate (%)	100.00	100.00	105.00	115.00	125.00	-	125.00
Dividend payout ratio (%)	34.69	52.33	47.15	47.88	17.19	-	41.64
Price earnings ratio (times)	7.17	7.39	7.70	16.23	7.72	14.67*	18.20
Dividend yield (%)	4.84	7.08	6.12	2.95	2.23	-	2.29
Number of employees	4,014	4,560	4,955	6,930	7,090	7,275	8,364

* Ratios are annualised

Analysis of Turnover (%) of ACI Limited



Comparison of Turnover & Costs

	Taka in million					
	2016-17	%	Jan-Jun'16 (6 month)	%	2015	%
Turnover (Gross)	20,438	100	8,844	100	16,344	100
Cost of Materials	8,369	41	3,702	42	6,891	42
Expenses	4,349	21	1,816	20	3,540	22
Duties & Taxes Paid to Government Exchequer	3,302	16	1,340	15	2,626	16
Salaries, Wages & Benefits Paid to Employees	3,174	16	1,306	15	2,223	14
Profit	1,244	6	680	8	1,065	6
Total	20,438	100	8,844	100	16,344	100



Message from the Chairman চেয়ারম্যানের বার্তা

*Dear Shareowners
and Friends of ACI,*

Assalamu Alaikum,

I am sure you are delighted to see the results with robust growth in both top line and bottom line.

The most satisfying has been the performance of Shwapno, which in Q1 of 2017-2018 was close to operational breakeven level. We are going to have the foundation of a business which will have the potential to grow into a large segment of the economy and ride the wave of national prosperity. Thanks for your patience. In the years to come you will find yourselves adequately rewarded for your foresight.

ACI and its associated company ACI FL together cover almost the entire range of products and services a farmer needs. We are helping the farmers to earn a better return from agriculture by supplying them with quality inputs and encouraging them to adopt modern agronomic practices.

We acknowledge with deep gratitude the level of trust our customers have in our products and services. Customer Focus is one of our values and we try to maintain that trust through rigid Quality Control and prompt after sales service.

Dear Shareowners, our country is developing at a fast pace. When we reach the earning level of a middle income country, the huge domestic market will change the dynamics of many of our businesses and create prospects for existing as well as many yet-to-evolve businesses. The opportunities will be there for those who will have the foresight and

capacity. Your management has the vision and the willingness to convert the opportunities to economic values. Your investments are in good hands and I am certain, will grow at a rapid pace.

The strategic vision with which this conglomerate is being led by its Group Managing Director and his Executive team is recognized and appreciated. The Board has acknowledged their performance from time to time.

Excellence at the operational level has also equally contributed to the success. On behalf of the Board and on my own behalf I thank employees at all levels for their sincerity, efficiency and hard work.

We have reached 25 years of our journey. I hope our investors feel that they have been served well during this period. I want our investors to realize that through ACI they are participating in creating wealth for this nation and bringing in prosperity for our people.

Sincerely,

M. Anis Ud Dowla
Chairman, ACI Group



We are helping the farmers to earn a better return from agriculture by supplying them with quality inputs and encouraging them to adopt modern agronomic practices

কৃষিক্ষেত্রে আরও অধিক সমৃদ্ধশালী করতে আমরা
কৃষকদের মানসম্পন্ন পণ্য ও সেবা সরবরাহের পাশাপাশি
তাদেরকে আধুনিক কৃষি পদ্ধতি প্রয়োগে অনুপ্রাণিত করছি



প্রিয় শেয়ারমালিকবৃন্দ এবং এসিআই'র শুভাকাঙ্ক্ষীবৃন্দ,

আসসালামু-আলাইকুম।

আমি নিশ্চিত যে আপনারা কোম্পানীর টপ লাইন ও বটম লাইনের উর্ধ্বগতিসহ সন্তোষজনক সামগ্রিক ফলাফল দেখে আনন্দিত হবেন যেখানে ‘স্বপ্ন’র অর্জন ছিল উল্লেখ করার মত।

এ সাফল্যের ধারাবাহিকতায় স্বপ্ন ২০১৭-২০১৮ অর্থবছরের প্রথম প্রান্তিকে অপারেটিং-ব্রেক-ইভেন এর প্রায় কাছাকাছি পৌঁছে গেছে। আমরা এমন একটি ব্যবসায়ের বুনয়াদ স্থাপন করতে যাচ্ছি যা বৃহত্তর অর্থনীতিতে জোড়ালো ভূমিকা রাখার পাশাপাশি জাতীয় সমৃদ্ধি এনে দিতে পারে। ধৈর্য ও সহনশীল হয়ে কোম্পানীর পাশে থাকার জন্য আপনাদেরকে আমরা ধন্যবাদ জানাই। আসন্ন দিনগুলোতে আপনারা আপনাদের দূরদর্শিতার পর্যাণ্ড সুফল দেখতে পাবেন।

এসিআই ও এর সহযোগী প্রতিষ্ঠান এসিআই ফরমুলেশন্স যৌথভাবে কৃষকদের প্রয়োজনীয় সকল শ্রেণীর পণ্য ও সেবার যোগান দিয়ে থাকে। কৃষিক্ষেত্রে আরও অধিক সমৃদ্ধশালী করতে আমরা কৃষকদের মানসম্পন্ন পণ্য ও সেবা সরবরাহের পাশাপাশি তাদেরকে আধুনিক কৃষি পদ্ধতি প্রয়োগে অনুপ্রাণিত করছি।

আমাদের পণ্য ও সেবার প্রতি ভোক্তাদের অবিচল আস্থার জন্য আমরা চিরকৃতজ্ঞ। গ্রাহকসন্তুষ্টি আমাদের কোম্পানীর একটি অন্যতম প্রধান মূল্যবোধ যা কঠোর মান নিয়ন্ত্রণ ও দ্রুত বিক্রয়োত্তর সেবা নিশ্চিত করার মাধ্যমে অটুট রাখতে আমরা সর্বদা সচেষ্ট।

প্রিয় শেয়ারমালিকবৃন্দ, আমাদের দেশ খুব দ্রুততার সাথে অগ্রসর হচ্ছে। মধ্যম আয়ের দেশে পদার্পণ করলে দেশের বৃহৎ অভ্যন্তরীণ বাজার ব্যবস্থায় গতিশীলতা আসবে এবং সেইসাথে বিদ্যমান ও অনেক উদীয়মান ব্যবসায়ের সুযোগ সৃষ্টি হবে। তারাই এই সুযোগ কাজে লাগাতে পারবে যাদের রয়েছে ব্যবসায়িক সক্ষমতা ও দূরদর্শিতা। আপনাদের পরিচালনা পর্ষদের রয়েছে সেই দূরদর্শিতা ও

স্বদিচ্ছা যার মাধ্যমে তারা এই সুযোগকে কাজে লাগিয়ে কোম্পানীকে অর্থনৈতিকভাবে লাভবান করতে পারেন। আপনারা সঠিক জায়গায় বিনিয়োগ করেছেন এবং আমি নিশ্চিত তা দ্রুতহারে বৃদ্ধি পাবে।

ব্যবসায়িক দূরদৃষ্টি সম্পন্ন ব্যবস্থাপনা পরিচালক ও তার চৌকশ টিমের সুদক্ষ ব্যবস্থাপনায় এই বহুবিধ ব্যবসাসমৃদ্ধ প্রতিষ্ঠানটি পরিচালিত। পরিচালনা পর্ষদ তাঁদের এই অবদানকে স্বীকার করে এবং যথাসময়ে মূল্যায়ন করে থাকে।

উৎপাদন ক্ষেত্রের দক্ষতা ও পারদর্শিতাও কোম্পানীর সফলতায় সমান ভূমিকা রাখে। পরিচালনা পর্ষদের পক্ষ থেকে এবং আমার নিজের পক্ষ থেকে সকল স্তরের কর্মীদের আমি ধন্যবাদ জানাই তাদের নিষ্ঠা, কর্মদক্ষতা ও কঠোর পরিশ্রমের জন্য।

আমরা আমাদের যাত্রার ২৫ বছর অতিক্রম করেছি। এসময়কালে আমরা আমাদের বিনিয়োগকারীদের প্রত্যাশা পূরণ করতে সক্ষম হয়েছি বলে আমি বিশ্বাস করি। আমি চাই আমাদের বিনিয়োগকারীগণ এই মর্মে উপলব্ধি করুক যে, তারা এসিআই'র মাধ্যমে দেশ ও জাতির অর্থনৈতিক কল্যাণ সাধন এবং সম্পদ বিনির্মাণে ভূমিকা রাখছে।

আপনাদের বিশ্বস্ত,

এম. আনিস উদ্ দৌলা
চেয়ারম্যান, এসিআই গ্রুপ



Statement of Corporate Governance

In ACI corporate governance (CG) is a maxim that is intertwined in responsibility, compliance, transparency and finally accountability. As a part of it, ACI acknowledges good corporate governance as the essential element for success in business and recognizes that it is to be established by means of an effective CG Regime. Accordingly, ACI emphasizes on stronger diligence to business, all operations being transparent and invites larger involvement of the stakeholders. Aspiring on that, the Company has always strived to remain vigilant on good governance and good business conduct so as to create and maintain value for shareholders, safeguard stakeholders' interest and justify investor's confidence. In this respect the Directors of ACI are also committed to meeting the highest standards of governance and disclosure. And with that aim, the Board ensures the integrity and firm attention of its employees, supported by a comprehensive framework of policies, guidelines and internal control. The Directors are conscious of their own responsibilities in supervision and direction of affairs of the Company in conformity with the practices of sound corporate governance. In fulfillment of those responsibilities, the Directors have set for themselves the principles that will be followed in their own involvement in the oversight functions and in setting up clear guidelines for the executive management.

The Governing Board

The Board of Directors of ACI, being the highest authority in the Company, is constituted by a body of very knowledgeable persons and includes core competencies considered relevant in the context of the Company. To further ensure a balanced representation, the Board also includes Independent Directors, who are very resourceful and dignified members of the society. Thus, the Board of ACI is a compact body and meets all the criteria required under the BSEC governing guidelines. Further details about members of the Board are appended at the appropriate parts in this report.

Composition of the Board

The Board consists of ten members drawn from amongst the major shareowners and business professionals. Mr. M. Anis Ud Dowla is the Chairman of the Board and Dr. Arif Dowla is the Managing Director. Of the ten Directors, eight are non-executive Directors including two Independent Directors. The non-executive Directors are, however, available whenever business operations call for their attention and involvement.

Roles and Responsibilities of the Board

The Board is the supreme authority of the Company to oversee its operations through appropriate delegation, monitoring, control and reporting. The Directors hold the ultimate responsibility of conducting the activities of the Company in accordance with law and in the interest of its shareowners and other stakeholders, keeping in view the long-term interest and aspirations of the Company, while also discharging Company's legal obligations to its shareowners.

Functioning of the Board

The Directors meet together for the dispatch of the business and regulate the meetings and proceedings according to the needs of the Company. Every Board Meeting is preceded by service of Notice well ahead of scheduled time. Notice with agenda supported by working papers for every meeting of the Board are sent to all Directors well in advance so that they can come up with their considered views and can actively participate at the deliberations. During the meeting, the Board gets a thorough review of the performance of the Company through a Power Point presentation by the Managing Director. All pertinent matters are discussed in details and decisions are taken based on thorough considerations. Questions arising at any meeting are decided by a majority of votes. However, there is a procedure supported by the Articles of Associations of the Company which allows taking care of any urgent matter through Resolution by Circulation. Such circular resolution is adopted by the Directors present in Bangladesh, without having to call a formal Board Meeting. To make it transparent, such resolutions passed by circulation are subsequently tabled at the immediate following Board meeting and included in the minutes accordingly.

Management through People

The directors believe that a successful Board directs and not manage. Rather they manage the management. And with that spirit, the Board has delegated adequate operational and financial authorities to the Managing Director which empowers him to set up the organizational structure, recruit appropriate people, empower them to manage the Strategic Business Units and functional areas and

provide them guidance for achievement of the desired results.

As the apex corporate authority, the Board is kept informed of the goals, targets and initiatives of the Business Units and apprised of the financial performance on a regular quarterly basis.

The Managing Director is in-charge of operations of the Company and manages the affairs of the Group through close consultation with relevant people from within the Company and outside experts.

Empowerment of People

The Board has given clear guidelines to the Managing Director to ensure that there is appropriate delegation of authority and clear statement of

forum for interaction between shareowners and management of the Company. Accordingly, the Company holds the AGM regularly and in time. The shareowners are informed about the AGM well in advance and meeting materials are dispatched to them with priority abiding by laws and guidelines. The Directors attending the Annual General Meeting note the views, aspirations and suggestions of the shareowners and institutional stakeholders offered at the AGM and consider them with utmost attention. The Managing Director also brings to the notice of the Board any written communication received by him from the shareowners.

Internal Control and Risk Management

The Managing Director has to satisfy the Board that adequate internal check and controls are in place



accountability of the management staff all the way down to the Supervisory level and that performance of the individual is judged on the basis of clearly set measurable goals and through objective assessment of their achievements.

Reporting and Communication

The Managing Director reviews and approves the strategic plans of each Business Unit every quarter. He also reviews monthly report and commentary on the sales and financial performance of business from the heads of businesses and the activities of the functional and service heads. An elaborate MIS system is in place.

Communication with Shareowners

The Board considers that good governance involves openness and trustful cooperation among all stakeholders concerned, including the shareowners of the Company. Shareowners, being the ultimate controllers of the Company, deserve to be informed in all corporate respects required under the law. Annual General Meeting (AGM) is the highest

through appropriate MIS and employment of Internal Audit team to check and validate the expenses and the systems in operation. To further strengthen the controls, the Company has introduced ISO 9001:2008 Quality Management System, the first Company in Bangladesh to do so under which all activities are carried out on the basis of Standard Operating Procedures. These standard procedures are updated on a regular basis in line with ISO requirements. The Company has also introduced ISO 14001:2004 Environmental Management System, the first Company in Bangladesh to do so and as a result has undertaken a task of continuing improvement through annual goals. Internal Audit department has been strengthened with induction of qualified and experienced personnel, demonstrating the Board's commitment to ensure that adequate risk management and internal control systems are in place across the Company. In addition, the Company has adopted the Ten Principles of Global Compact, an initiative taken by the Secretary General of the United Nations and adopted world-wide by big and progressive companies.



Independent Director

In compliance with the Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission (BSEC), the Board of Directors of the Company includes two Independent Directors namely, Mr. Abdul-Muyeed Chowdhury and Mr. Juned Ahmed Choudhury. Mr. Abdul-Muyeed Chowdhury also acts as the Chairman of the Audit Committee. The Independent Directors of the Company have been elected from amongst the senior corporate leaders and bureaucrats of the country who are elite members of the society having requisite qualifications as prescribed by BSEC.

Distinctive Role of Chairman and Managing Director

According to the Governance Guidelines, the positions of Chairman and Managing Director are being held by separate individuals and their roles and responsibilities are clearly established, set out in writing and which are distinct from each other to ensure transparency and better governance. The Chairman is a non-executive director and responsible for smooth functioning of the Board, while the Managing Director acts as the Chief Executive Officer and in charge of the day-to-day operations of the Company.

Chief Financial Officer, Head of Internal Audit and Company Secretary

Under requirements of the BSEC Governance Guidelines, the Company has in place the above three key positions held by three qualified professionals. Mr. Pradip Kar Chowdhury, a Fellow Chartered Accountant, acts as the Chief Financial Officer and Mr. Amitava Saha, acts as the Head of Risk Management & Internal Audit. While Ms. Sheema Abed Rahman, a fellow Chartered Secretary, is appointed as the Company Secretary of the Company who is responsible for overall governing compliance of the Company and performs as the bridge between the Board, Management and Shareholders. The roles, responsibilities and duties of these three key positions have clearly set forth in writing by the Board.

The Board Audit Committee

Following the Guidelines of Bangladesh Securities and Exchange Commission, the Board has constituted an Audit Committee for the Company the details of which are stated in the Audit Committee

Report forming part of this Annual Report. The Committee comprises of 4 (four) Members from the Board of Directors, who are Mr. Abdul-Muyeed Chowdhury, Mr. Golam Mainuddin, Ms. Shusmita Anis and Ms. Sheema Abed Rahman. All members of the Audit Committee are financially literate and are able to scrutinize and interpret financial statements while discharging their duties and responsibilities as a member of the Committee. Being the Independent Director and having the requisite qualification in line with the BSEC guidelines, Mr. Abdul-Muyeed Chowdhury has been appointed as the Chairman of the Audit Committee. The Company Secretary acts as the Secretary of the Committee, as required by the BSEC guidelines in addition to her responsibilities as a Member of the Committee. The Chief Financial Officer and Head of Internal Audit attend all meetings of the Audit Committee regularly as special invitees.

The Committee met five times during FY 2016-2017. The key responsibilities of the Audit Committee include:

1. Review and monitor the integrity of the financial reporting system and ensure that Company complies with the accounting policies, principles and applicable standards.
2. Review and appraisal of the performance of the Internal Audit and internal control system.
3. Review of the risks associated with the Company's business operation including mitigation and awareness plan.
4. Overseeing hiring and performance of external auditors.
5. Other matters as per terms of reference as well as time to time requirements of the Regulators.

Review of Business and Financial operations

The operations of the Company are regularly supervised, monitored and guided by the Board. The purpose of business review is to ensure strategic control and follow-up of results based on the prevailing strategic objectives and value considerations. Financial reviews provide the internal quarterly results follow-up for the Company. The purpose is to provide an analysis of the economic and financial situations, which will then form the basis for external reporting and presentations, and to provide quality assurance for the financial reporting.

Audit Committee Report

This report of the Audit Committee of ACI Limited is being submitted pursuant to the Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission (BSEC) for the FY 2016-2017 comprised of the period from 1 July 2016 to 30 June 2017.

Composition of the Board's Audit Committee

Name	Board	Committee
Abdul-Muyeed Chowdhury	Independent Director	Chairman
Mr. Golam Mainuddin	Director	Member
Ms. Shusmita Anis	Director	Member
Ms. Sheema Abed Rahman	Director & Company Secretary	Member Secretary

Internal Control Policies are made in ACI so that the Company may strictly ensure sound governance in every sphere including financial control. The Audit Committee in its meetings reviewed various processes and the accounting and financial activities of the Company to assist the Board of Directors in ensuring that the financial statements reflect a true and fair view of the state of affairs of the Company.

The Audit Committee is authorized by the Board of Directors to review any activity within the business as per its Terms of Reference and Corporate Governance Guidelines of BSEC. It can and does ask for relevant information from across the Company and whenever so needed, ensures attendance of concerned Management personnel to its meetings for seeking clarifications or to understand matters which require first hand briefing.

The key responsibilities of the Audit Committee include:

- Statement of significant related party transactions submitted by the management.
- Management Letters/Letters of Internal Control weaknesses issued by statutory auditors.
- Initial Public Offerings (IPO)/Repeat Public Offerings (RPO)/Rights Issue.

Monitor

- Choice of accounting policies and principles.
- Internal Control Risk Management Process.
- Funds utilized for the purposes other than those stated in the offer document/prospectus.

Oversee

- The financial reporting process.
- Appointment of statutory auditors and their performance.

Meetings and attendance

The Audit Committee met five times during the FY 2016-17. The details of attendance of each member at the Audit Committee meetings are as follows:

Members Name	Position	Meeting Held	Meeting Attended
Abdul-Muyeed Chowdhury	Chairman	5	5
Mr. Golam Mainuddin	Member	5	4
Ms. Shusmita Anis	Member	5	5
Ms. Sheema Abed Rahman	Member Secretary	5	4

Review

- The financial statements before their submission to the Board for approval.
- Adequacy of internal audit functions.

In addition to the members of Committee, the Chief Financial Officer and Head of Risk Management & Internal Audit are permanent invitees to the meetings of the Audit Committee.

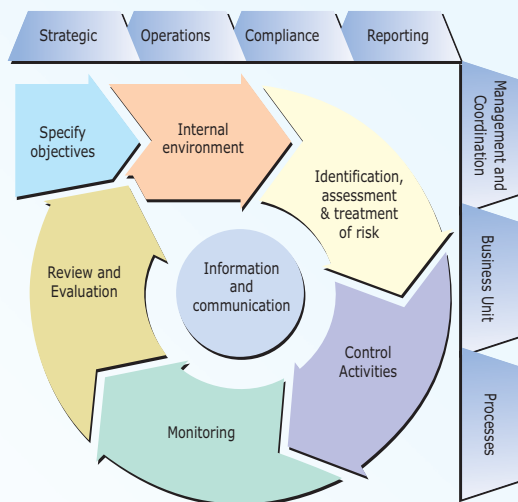
The Terms of Reference of the Audit Committee explicitly defines its purpose, authority, responsibilities and objectives. Roles and functions of the Committee are further regulated by the rules governing the Audit Committee as specified by the 'Conditions on Corporate Governance' issued by the Bangladesh Securities and Exchange Commission. The Audit Committee is responsible to and reports to the Board of Directors.

The principal activities of the Audit Committee during the year were as follows:

1. Internal Control and Business Risk management

The Board has established a process designed to provide reasonable assurance by the Management regarding the achievement of objectives relating to effectiveness and efficiency of operations, reliability of the information and reporting, compliance with applicable laws, regulation and policy, procedures for safeguarding company assets.

To further strengthen the controls, the company has adopted and been consistently complying with the following international standards and guidelines:



- ISO 9001: 2008 Quality Management System

- ISO 14001: 2004 Environmental Management System
- Ten Principles of Global Compact, an initiative taken by the Secretary General of the United Nations.

Business Risk Management is an ongoing process in ACI where risks are identified along with recognition of risk factors. These are continuously reviewed and evaluated to ensure the achievement of business objectives. The Managing Director has to assure the Board on the adequacy of Business Risk Management and Internal Control Processes. Internal Audit provides the oversight in this regard through the Audit Committee. As such, Risk Management and Internal Audit department regularly monitors and reviews the processes and transactions using risk indicators to prepare detailed risk map to meet its obligations.

The Audit Committee and the Managing Director review this risk map periodically.

2. Internal Audit

The Internal Audit activity adds value and improves company's operation. It helps the Business units achieve their objectives by bringing a systematic, disciplined approach to evaluation of risk management, control and governance processes.

Audit activities play an essential and useful role in conducting smooth and successful operations. These activities serve to examine and evaluate financial, administrative and operational activities of the Company. Management is provided with information to assist in their control of the assets and operations for attainment of objectives for which they are responsible. Internal Audit mainly concentrates on risk-based audit approach which allows Internal Audit to provide assurance to the Board that risks are managed effectively and timely.

The Audit Committee reviews the internal audit plans to assure the consistency and coverage of the risk management framework of the Company. The Committee reviews the following activities:

- To assure, Internal Audit department has the competency and qualifications to maintain its mandates.
- Status report from the Internal Audit department to ensure that appropriate actions have been taken to implement its recommendations.
- Recommend broader review if and when it is deemed necessary as a consequence of any issue that may have been identified.
- Request and review any special audit when deemed necessary.
- Reviewed and recommended to the Board on approval of the Annual Financial Statements for the year ended 30 June 2017.
- Reviewed the Management Letter from external auditors for the year under review along with management's responses on the findings.
- Reviewed the Auditors' Certificate on Corporate Governance compliance for the year ended 30 June 2017.
- Reviewed and ascertained that the internal control system including financial and operational controls, accounting system and reporting structure are adequate and effective.

3. External Auditor

Rahman Rahman Huq, Chartered Accountants (KPMG in Bangladesh), a Member Firm of KPMG International, was appointed as statutory external auditors of the Company for the FY 2016-2017 at the 43rd Annual General Meeting held on 7 December 2016. In this respect the Audit Committee has ensured that the statutory auditors are not engaged in any activity restricted in the BSEC Guidelines and that none of the Partners or employees of the Firm or members of the audit team are holders of any share in the Company. This is demonstrated in a declaration from the statutory auditors during the year.

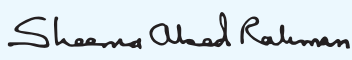
After audit, the Committee reviewed the findings and recommendations made by the external auditors and advised the Board and management to take necessary actions.

General summary of activities of the Audit Committee

The Committee met five times during the year under review to carry out the following major activities:

- Reviewed the periodical reports submitted by the Internal Auditors and recommended proper and prompt resolution of the irregularities/issues stated therein by the management.
- Reviewed the actions taken by the management for implementation of Audit Committee observations on issues highlighted in Audit Committee reports.
- The Committee placed its reports regularly to the Board for review and monitoring the activities recommended on internal control system, compliance with rules and regulation of the regulatory bodies.
- The Committee reviewed relevant quarterly Financial Statements during the year under review and recommended those to the Board for consideration and approval.

Based on the above reviews and discussions, the Audit Committee reasonably believes that the internal control and compliance procedures are adequate to present a true and fair view of the activities and financial status of the Company.


Sheema Abed Rahman
 Member Secretary


Abdul-Muyeed Chowdhury
 Chairman of the Committee



Directors' Report to the Shareowners

For the Financial Year 2016-2017

It is a pleasure and privilege on the part of the Board of Directors to present herewith the Directors' Report and Auditors' Report together with the audited Financial Statements of Advanced Chemical Industries Limited (ACI) for the first fiscal year (1 July 2016 - 30 June 2017) as the financial year of the Company ended on 30 June 2017 prepared based on the provisions of the Companies Act 1994, Finance Act 2015 and the Notifications issued time to time by Bangladesh Securities & Exchange Commission (BSEC).

Overview

ACI Group had a very successful year in 2016-2017 with revenue earnings of Taka 47,668 million registering a growth of 52%. This achievement had been a synchronized effort of our sales and marketing team supported by corporate services and factories. There was strong growth across almost all of the strategic business units leading to a robust and well rounded performance for the ACI group.

Bangladesh economy grew by 7.1%, exceeding the 7.0% growth target and the 6% growth trajectory. This strong growth was mainly supported by industry and service sectors. Annual average CPI inflation continued to decline to 5.9% in June 2016, below the target of 6.2%. The declining trend in average CPI inflation is mainly driven by favorable food inflation.

Export grew by 8.9%, while import by 5.5% in FY 16. Remittance, however, ended up with a negative growth of 3% during the same period. The current account surplus of USD 3.7 billion led to an overall balance of USD 5.0 billion, building net foreign assets. Import benefited from subdued global commodity prices. Despite some initial competitiveness concerns from appreciation in REER (Real Effective Exchange Rate), exports held up well, despite weak external demand. Foreign exchange reserves reached USD 30.2 billion at the end of FY 16, around 8 months of prospective import. Nominal

Taka-USD exchange rate remained broadly stable. Lending interest rate was firm with slight upper trend.

Due to the exceptional growth, ACI had to adapt to this situation by adding new manpower, increased training and productivity improvement. A substantial increase in marketing expenses and fields force strength were made in order to support the growth. The external environment was stable enough to allow us to focus on good execution of our planned business strategy. ACI took advantage of this period and invested on growth and market share gain.

ACI celebrated some noteworthy achievements during 2016-2017. Our pharmaceutical business started ACI Healthcare USA Inc. with a view to develop sales and distribution capability. ACI Biotech became a separate subsidiary, further strengthening our healthcare portfolio. Consumer Brands had started high quality rice processing and sales. Mobile telephones were added to our consumer electronics business under the brand name "Stylus". Agribusiness expanded their portfolio brought in combine harvesters and reapers. Our retail chain Shwapno continued its rapid sales growth, as well as backward linkage development with farmers. Through these and many more achievements, ACI has been able to deliver high quality sustainable growth.



Strategic Business Units and Subsidiaries



ACI remains committed to providing customers with a broad range of quality products from its business operations

Health Care | Consumer Brands | Agribusiness | Retail Chain



Health Care Division



With Biotech products Recogen and Ropenia, ACI Pharma have attained a positive response from the physicians, patients and caregivers in the nephrology and oncology therapy areas

ACI Pharmaceuticals business had achieved a growth of 25% during the reported year 2016-2017 over the year 2015.

As per IMS report ACI achieved the second highest growth among top 10 companies leading to market share gain for ACI Pharmaceuticals. This was the result of balanced growth across the different therapeutic classes.

In the anti-ulcer portfolio, leading therapeutic class of Pharmaceutical Industry, we have gained share. Cardiovascular, Respiratory, and Insulin products performed well and gained market share. Other notable achievements were in the Anti-infective, Calcium & Vitamin, CNS, and Lipid regulator portfolio.

ACI expanded its product range through the introduction of 14 new molecules and 17 new SKUs. Among the new launches, introduction of suppository products had the most impact. ACI had strengthened its presence in the calcium market through the introduction of effervescent calcium tablets. Both Anti-viral and Anti-infective portfolio had been enriched with the introduction of some modern new molecules.

With Biotech products Recogen and Ropenia, ACI Pharmaceuticals has attained a positive response from the physicians, patients and caregivers in the nephrology and oncology therapy areas. These two products are now being widely used in the Combined Military Hospitals (CMHs) and the hospitals of Border Guard Bangladesh (BGB). A wide



range of Biotech and Anti-cancer products are in the pipeline to provide care to patients at an affordable cost compared to similar imported products.

There had been considerable accomplishment in the export operation last year. ACI Pharmaceuticals products have been exported to 3 new countries and have received marketing authorizations of more than 100 products globally. We have been exporting Hecicord to Myanmar - Saving lives of New Borns outside the border. We have delivered 1.4 million units of Hecicord to Myanmar Government last year.

To serve the medical community with updated and latest medical information, Medical Services Department of ACI Pharmaceuticals has organized 1,639 Continuous Medical Education (CME) programs with participation of 88,141 medical professionals. These successful programs were the result of ACI's strong collaboration with the medical associations and societies towards spreading knowledge and skills among medical professionals. As a scientific partner, ACI organized 'Workshop and Hands on Training on Gastrointestinal (GI) Procedures' in collaboration with British Society of Gastroenterology (BSG) and Bangladesh Gastroenterology Society (BGS). ACI also has conducted a significant number of training programs for Rural Medical Practitioners in collaboration with icddr, Dhaka. Through these activities and many more, ACI Pharmaceuticals has been committed to improve the quality of healthcare for Bangladesh.





The Daily Star

ACI PURE SPICES



Consumer Brands Division

Toiletries, Home Care and Hygiene

ACI Consumer Brands has a prestigious line of products that serve many household needs. Savlon, the heritage brand of ACI, has various sub-categories including Antiseptic Liquid and Cream, Soap, Hand Wash, Hand Sanitizer and Wipes. Savlon is the market leader in liquid antiseptic and cream category having a market share of 79% and 80% respectively. Savlon ensured steady growth in all its sub-categories in the year 2016-2017.

Hygiene category consists of sanitary napkin, pregnancy test kit and baby diaper range of products. Freedom, the flagship brand of hygiene business, has already attained a market share of 21% in the sanitary napkin category. We have re-launched the brand with a new look. Savlon Twinkle Baby Diaper was launched in March 2017 and has been well received by customers.

International Business experienced significant growth during the reported period. Colgate maintained a market share of 11% in the year. Children's toothpaste range and toothbrushes has been launched. Low calorie sweetener brand Canderel and Equal expanded its product line by introducing new products in the market. Merisant business also attained a commendable growth.

Home care brands in the Pest Control category, continued to excel in the market with a stronghold of 92% and 18% share in aerosol and coil sub-categories respectively. Through our association with the world reputed company S.C Johnson & Son's marketing activities increased manifold and with ACI's distribution, the category had an impressive growth.

Electrical and Electronics

The business grew by 46% during the reported year 2016-2017 over the year 2015. ACI Electrical business, with successful rebranding of SPARKLE experienced substantial growth.

To keep in pace with the ever-changing consumer demand and to further diversify the brand's offering, SPARKLE has introduced EcoSmart LED, Panel light, Flood light and most notably the IPS Bulb. This IPS Bulb is the first of its kind in Bangladesh, which provides an efficient and sustainable solution against load shedding. In the Switch-Socket category, SPARKLE has launched 2 new series - Pro and Smart which have been greatly appreciated by customers.

The Electrical business has a strong strategic insight on the industry dynamics and demand pattern. With effective planning and efficient execution of strategies, Electrical business is expected to create a much greater impact in the industry.

ACI Electronics representing the world-renowned brand "Panasonic" and homegrown brand "SPARKLE", registered significant business growth in FY 2016-2017 due to introducing new range of appliances. The business has undergone some management change with an expectation to improve the quality of the business.

Paints

Revenue of the division has reached to BDT. 203 million during the reported year 2016-2017 from BDT. 35 million in the year 2015. In association with AkzoNobel, new Interior and Exterior emulsions with unique selling propositions were introduced to meet the market demand.

A strong distribution network was developed by establishing a central depot at Gazipur, as well as by opening strategically located depots. In addition, highly capable dealers have been appointed throughout the country and a strong sales team has been developed. These initiatives allowed the Paint Division to set a solid foundation for the business.





Salt

ACI salt attained a growth of 53% during the reported year 2016-2017 over the year 2015.

ACI Pure Salt is the first to provide people with high quality, premium grade salt enriched with iodine. With a market growth of 36.76%, this business has maintained its market leadership. This growth happened despite crude salt crisis in Bangladesh, which the business overcame through diligent management of the supply chain.

ACI Pure Salt has received the "Best Brand Award" for the sixth time at a stretched in the salt category. The business is the first certified OHAS 18001:2007 (Occupational Health and Safety Management System Certification) in the industry.

Flour

ACI Flour recorded a growth of 36% during the reported year 2016-2017 over the year 2015.

This business has been able to maintain healthy growth despite fluctuation in market price. A strong wheat purchasing capability is one of the key factors behind the success of the business. In addition, an experienced sales and distribution team has provided a competitive advantage for the business.

ACI Flour provides a range of innovative products like Multigrain Atta, Brown Atta, Parata Maida and Suji Mix alongside the regular all-purpose flour. The brand ACI Pure Brown Atta has been promoted to doctors and health practitioners, which made them brand advocates. ACI Pure Brown Atta is the market leader in healthy Atta category. ACI Nutrilife Multigrain Atta is a special product that provides multiple health benefits. Flour products are becoming more popular as people are diversifying their diet. This business is on its way to making even greater impact as consumer consumption increases alongside rising household incomes.

Foods

ACI Foods recorded a growth of 390% in the reported year 2016-2017 over the year 2015.

The business was able to establish a strong presence in the market through innovative product

exhibits under its umbrella brands 'PURE' and 'Fun'. ACI Pure High Protein Mixed Dal and ACI Pure Thai Noodles have been launched under PURE brand. The Mixed Spices range was enriched with recipe based packs that were well received in the market. The export market of this business continues to grow significantly by exporting its food products to 33 countries.

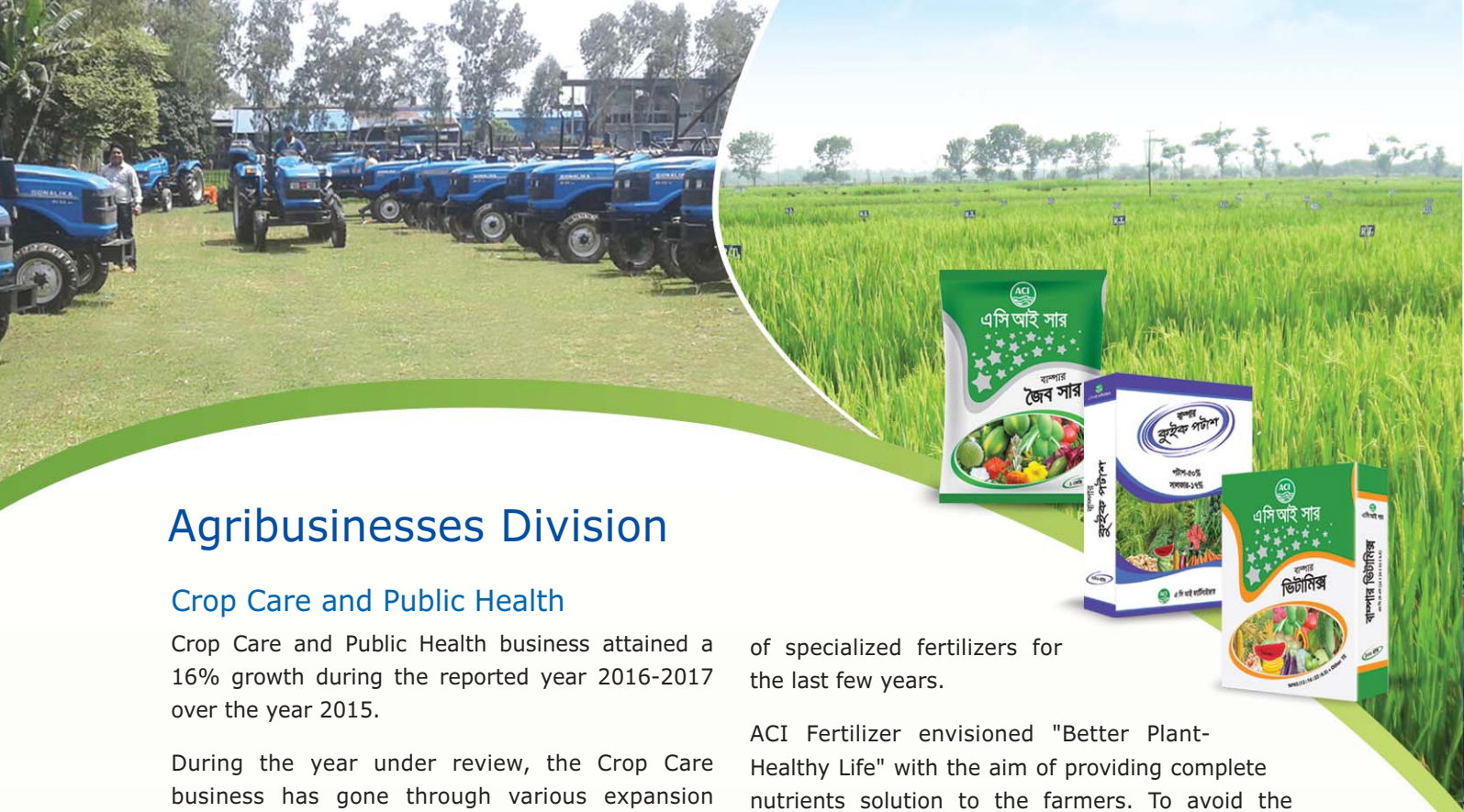
ACI Foods has successfully launched rice business in 2016 by setting up a state-of-the-art rice mill at Naogaon. As a part of expansion of the business, a new unit was also established in early 2017 for producing aromatic rice. ACI Rice business demonstrated outstanding performance after the operation had commenced. The business reached to the top line of BDT. 1,750.43 million during its first fiscal year 2016-17. Different varieties of rice in multiple SKUs have been introduced under the brand name ACI Pure, ACI Aroma and ACI Nutrilife. Low GI rice was also introduced under the ACI Nutrilife brand to cater to the demand of the health-conscious consumers. Through all these activities, ACI Foods has improved the quality of the business.

Edible Oils

ACI Edible Oils had recorded a growth of 287% in the reported year 2016-2017 over the year 2015.

This business has been operating under two brands, ACI Pure Soybean Oil and ACI Nutrilife Rice Bran Oil to cater the demand of both the mass consumer base and the health-conscious consumers. ACI Edible Oils promises to deliver uncompromising quality and this has been a big contributing factor in keeping the strong brand image of the products.

ACI Nutrilife Rice Bran Oil has been positioned as premium brand and maintained the leading position in promoting this heart-healthy oil. ACI Pure Soybean Oil has been re-launched with improvements that led to significant revenue growth during the period under review. ACI Edible Oils has been set to become a strong business unit as it continues to innovate for its customers.



Agribusinesses Division

Crop Care and Public Health

Crop Care and Public Health business attained a 16% growth during the reported year 2016-2017 over the year 2015.

During the year under review, the Crop Care business has gone through various expansion initiatives under the "Crop Care" theme. It has launched 6 new products in 2016-17 under Powder Insecticide and Fungicide categories which have been well accepted by the farmers and contributed significantly to the growth of the business. Crop protection service business, under the brand 'Flow Master', has launched the latest technology-based customized spray machine. Considering the increased concern of safe food, organic farming and health consciousness of agriculture-associated stakeholders, ACI Crop Care has initiated another category of environment-friendly crop protection solutions named, 'ACI Bio-Crop Care'. FLORA, a plant energizer, has been established as a separate SBU considering its growth prospect. The farmers have been reaping benefits in the quality and quantity of their crops using FLORA. The Crop Care and Public Health business is poised for growth through improvement in the crop output of Bangladesh.

Fertilizer

ACI Fertilizer registered a growth of 27% during the reported year 2016-2017 over the year 2015.

All the portfolios have significantly contributed to attain this growth. Soil health products and Micro Nutrient fertilizer have been able to maintain the market leading position. The business has obtained the trust of farmers by demonstrating the benefits

of specialized fertilizers for the last few years.

ACI Fertilizer envisioned "Better Plant-Healthy Life" with the aim of providing complete nutrients solution to the farmers. To avoid the indiscriminate use of a single fertilizer, the business introduced Compound Fertilizers. The business has also launched an innovative product, NEB (Nitrogen Efficiency Bio-availability), which has the potential to revolutionize fertilizer usage in Bangladesh. Through increasing microbial activities, NEB saves 50% use of Urea and reduces the cost of fertilizer by 30%.

ACI Fertilizer also signed a contract with BINA (Bangladesh Institute of Nuclear Agriculture) to promote environment friendly Bio-Fertilizer on pulses and oil seed crops which will cut the use of chemicals fertilizer, especially Urea. The business is also working in collaboration with various Government and non-government organization including DAE, BADC, BARI, BINA, USAID, UKAID and IFDC. ACI Fertilizer is promoting balanced nutrition with a focus on deep rural cultivation to increase market penetration and impact the life of the poorest farmers.

Seed

ACI Seed had attained a growth of 2% during the reported year 2016-2017 over the year 2015.

The business has introduced two Hybrid Rice varieties and one Hybrid Maize variety. Seven varieties of five vegetables have been launched in this period. ACI R&D commercialized two new



varieties of vegetable, Ridge Gourd and Ash Gourd. ACI Seed business achieved ISO 9001:2008 Certification in December 2016 which has increased the trustworthiness of the customers towards ACI Seed.

ACI Seed has started co-branding with Bayer Crop Science with the registered Amon Hybrid rice variety. 7000 contract growers are currently working with ACI Seed, developing expertise and also sharing knowledge with their neighboring farmers. ACI seeds have given the farmers the opportunity to directly raise their queries to ACI through the contact numbers provided in all of our product packs and leaflets. This knowledge sharing process will improve communication of farm's best practices throughout the country.

Motors

ACI Motors reached to BDT. 6,458 million of revenue registering a growth of 247% during the reported year 2016-2017 over the year 2015.

The major factors behind the success were superior brand positioning integrated with best after-sales service facility in the industry. The business has been segmented into three major divisions: Farm Mechanization, Infrastructure Development Services (IDS) and Motorcycles.

The Farm Mechanization wing is providing complete farm mechanization solution with its diversified product lines at each stage of mechanization for a farmer. ACI Motors' Tractor brand SONALIKA has been the market leader in Tractor industry through superior product quality and commitment of reaching any customer anywhere in Bangladesh within 6 hours of a service call. ACI Power Tiller has continued to be the most innovative and efficient solution for the farmers through the introduction of new models, which provide 25% higher efficiency in cultivation. As the pioneer of harvesting solutions industry, e.g. Reaper and Combine Harvester, ACI Motors is the only trusted source for farmers. Construction Equipment business is performing well, with leadership position in Backhoe Loader and Roller segments under the brand name CASE.

After initiation of YAMAHA Motorcycle business last year, ACI Motors has already expanded a network throughout the country, equipped with the most modern service facilities. YAMAHA Motorcycle has become the most preferred brand in the premium segment of the Motorcycle industry. ACI Motors has made a big impact in the agricultural mechanization of Bangladesh.



Animal Health

ACI Animal Health ensured 42% growth over the year 2015 during the reported year 2016-2017.

The business launched 60 new products in the reported period. Of these, 12 innovative products were introduced for the first time in Bangladesh, of which 4 are from cattle, 5 from poultry, and 3 from aqua portfolio. These new products coupled with a robust field force led the business to a sustainable growth.

One of the remarkable accomplishments of this business was the launching of eFisheries, an internet based fully automated fish feeder controllable by smart phone/desktop/laptop from anywhere and anytime. This product will reduce feeding cost significantly. Considering the increased demand of the farmers, ACI Animal Health has opened a diagnostic lab in Dhaka city having appropriate diagnostic and consultation facilities. The lab will provide disease diagnosis, blood testing and many other services at a lower cost.

This business has been committed to contribute more in future to develop the Animal Health sector and reduce per capita protein gap in Bangladesh.

Agrolink

ACI Agrolink recorded revenue of BDT. 404 million during the reported year 2016-2017 in comparison of BDT. 6 million in the year 2015.

ACI Agrolink strives to create opportunities by linking the producers of agricultural products to their intermediary or end customers through different forms of value addition. The business has developed some backward linkage of poultry, fish and grain sector in their newly developed Human Food Commodity portfolio and has begun some trading of egg, fish, fruits, live chicken and rice to food processor, traders and wholesalers.

ACI Agrolink has also tapped into the trading of

high value cash crops and non-food sectors like jute, rice husk and charcoal. It supplies quality feed ingredients for production of nutrition enriched animal feed. This business has also started export of 'black sesame seeds' to Taiwan and China. ACI Agrolink is also entering into the agro-processing industry with the establishment of a state-of-the-art export oriented shrimp processing plant. Through various trading activities, the business continues to develop expertise in developing agricultural linkages against the backdrop of our huge customer base of the farmers.

Premiaflex Plastics Limited

In 2016-2017, Premiaflex Plastics had achieved a growth of 39% during the reported year 2016-2017 over the year 2015.

This achievement has come as a result of increasing production capacity to 600 MT/Month through production line expansion, and attaining the highest number of multinational and selective reputed local customers. Significant growth has been managed in food & beverage packaging, edible oil, agricultural products, soap wrapping, cosmetics and metalized products with 100% production capacity utilization.

Premiaflex Plastics has state-of-the-art Quality Control Laboratory with 22 different quality testing equipments, the only one of its kind in Bangladesh. As a result, this business has been able to gain market share by ensuring best quality tested products for its customers and enjoyed a distinct competitive advantage in the flexible packaging market.

Premiaflex Plastics has been recognized with the ISO 9001:2008, HACCP Certification and FSSC 22000 Certification, assuring quality services that will contribute to the transformation of the packaging industry.



Retail Chain Division

ACI Logistics (Shwapno) continued aggressive expansion during FY 2016-2017, with the opening of 12 new outlets. Currently, it has 63 Shwapno outlets across the country serving over 35,000 customers each day. This expansion has led Shwapno to 43% sales growth and 32% footfall growth approximately over SPY. Continued growth from previous outlets has also been an important factor, with like-for-like outlet sales growth during this period of 29%. This is a strong indication that consumers are increasingly favoring the Shwapno brand.

ACI Logistics' growth and progress are the outcome of a number of factors apart from outlet expansion. Increasing focus on service and overall customer experience, while maintaining position of price leadership, has continued to attract new customers. Gross margin has also seen significant improvement as the Company has been taking a partnership approach with suppliers and growers, with major initiatives being undertaken to speed up supplier development. While ACI Logistics has long been the market leader in the grocery retail

sector, Shwapno's position as the top retail chain in the country was recognized in 2016 with the awarding of the Best Retail Brand accolade jointly by Kantar Millward Brown & Bangladesh Brand Forum. In addition, the company is also focusing on improving sustainability, by enrolling with Global G.A.P., the largest and the leading private sector body addressing the crucial objectives of ensuring safe, sustainable agriculture worldwide.

Another key feature of Shwapno's recent growth has been expansion beyond the primary metropolitan centers of Dhaka, Chittagong and Sylhet. Newly opened outlets in Comilla and Tangail have been met with enthusiastic response from customers, providing very promising indication of further expansion potential across the country. A number of other special initiatives, including consolidation of the Shwapno Express franchise network, establishment of Private Label Brand product ranges as well as launch of E-commerce channel, are also laying the foundation for strong growth in the coming year.





Subsidiary Companies and Consolidation of Accounts

Advanced Chemical Industries Limited has following subsidiary Companies:

- ACI Formulations Limited
- ACI Foods Limited
- ACI Motors Limited
- ACI Edible Oils Limited
- INFOLYTX Bangladesh Limited
- ACI Salt Limited
- ACI Agrolink Limited
- Creative Communication Limited
- ACI HealthCare Limited
- ACI Biotech Limited
- ACI Pure Flour Limited
- Premiaflex Plastics Limited
- ACI Logistics Limited
- ACI Chemicals Limited

Separate reports including the audited financial statements, reports of the Auditors and the Directors thereon for all subsidiary companies are provided at the respective section of this report. However, the financial statements of the subsidiary companies have duly been consolidated with ACI Limited as per requirements of the Companies Act-1994, Bangladesh Securities and Exchange Commission's guidelines and in line with the International Accounting Standards (IASs)/IFRSs adopted by Bangladesh.



Joint Venture Companies

ACI Godrej Agrovet Private Limited

ACI Godrej Agrovet Private Limited is a 50:50 joint venture company of Advanced Chemical Industries Limited, Bangladesh & Godrej Agrovet Limited, India. The Company is in the business of manufacturing and selling of all kinds of Animal feeds (Poultry, Aqua & Cattle feed) and Day Old Chicks (DOC). The business of the Company has been growing consistently by 20% (CAGR) for last 3 years while the turnover has been recorded to BDT 7,600 million during the year 2016-2017 with a growth of 25% over the year 2015. This has been possible due to company's unique vision of "One Team with One Goal". Its innovative products developed at the "Nadir Godrej Centre for Animal Research & Development" and tested through many scientific field trials aim to deliver improved livestock yields in the areas of Poultry, Fishery and Cattle farming in a sustainable manner.

ACI Godrej has set up a fully automated Floating Fish Feed Plant (1.44 lac MT production capacity) with world's best extrusion technology at Rajshahi. The commercial production of the plant has successfully commenced in March 2017. Besides, the poultry breeding process of the business is being updated by modifying the existing sheds into environment controlled sheds (EC) phase by phase.



Tetley ACI (Bangladesh) Ltd.

Tetley ACI (Bangladesh) Limited (TABL) is a 50:50 joint venture company formed by Advanced Chemical Industries Limited, Bangladesh and TATA Global Beverages Overseas Holdings Limited, UK. The Company is in the business of tea blending and selling. TABL attained a remarkable growth of 40% during the year 2016-2017 over the year 2015. The Company has continued gaining market share on a year to year basis, and the financial position has significantly improved through increase in gross margin.

The major focus during 2016-2017 was on distribution expansion. TABL continues to provide a consistent and high quality tea through its global sourcing and blending expertise. As a result, the Company has been awarded HACCP Certification in the reported period for assuring global quality standards. The Company has successfully extended its product line of Tea Bags, through the introduction of Tetley Green Tea and Tetley Flavored Tea range.



Asian Consumer Care Private Limited

The company is a joint venture of Dabur International Limited and Advanced Chemical Industries Limited. The Company has been able to attain a net turnover of BDT. 1,348 million in the financial year ended on 31 March 2017.

During the year under review, the company has commenced commercial production of Odofresh at a manufacturing location on the outskirts of Dhaka. Major focus was on distribution expansion, with improved results. The company has significantly improved its financial position through increase in gross margins.

Financial Results - ACI Limited

For the year ended 30 June 2017, total revenue of ACI Limited was Taka 18,306 million which was Taka 22,508 million for 18 month comparative period. The gross profit margin has increased to 44.77% in the current year from 43.64% of last 18 month comparative period due to higher proportionate sale of high margin products. In the current year, operating profit was Taka 1,591 million and profit after tax (PAT) was Taka 1,244 million resulting into Earnings per Share Taka 28.38.

Key Operating & Financial Information at a Glance

The key operating and financial information for the year 2016-2017 along with the preceding five years are presented below:

Figures are in million (BDT)

Particulars	July 2016- June 2017	June 2016 (6 month)	December 2015	December 2014	December 2013	December 2012	December 2011
Net Turnover	18,306	7,941	14,567	12,319	10,684	9,680	8,514
Gross profit	8,196	3,561	6,262	5,171	4,258	3,590	3,161
Profit before tax	1,674	925	3,934	1,272	1,014	737	893
Profit after tax	1,244	680	3,184	951	764	545	681
Earnings per share (Taka)	28.38	15.51	72.72	24.02	22.27	19.11	28.83
Issued & paid capital	438	398	398	344	286	238	197
Shareowners' equity	12,992	11,949	11,715	6,607	5,637	5,081	4,767
Net asset per share (Taka)	296.49	299.96	294.08	192.09	197.23	213.73	241.98
Number of employees	8,364	7,275	7,090	6,930	4,955	4,560	4,014
Total contribution to National Exchequer	3,302	1,340	2,626	2,158	2,166	1,853	1,818

Appropriation of profit

Considering the financial results of the company during the year and free reserve carried over and in line with following consistent dividend policy, the Directors recommended appropriation of net profit as follows:

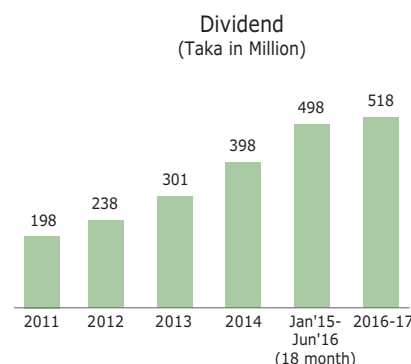
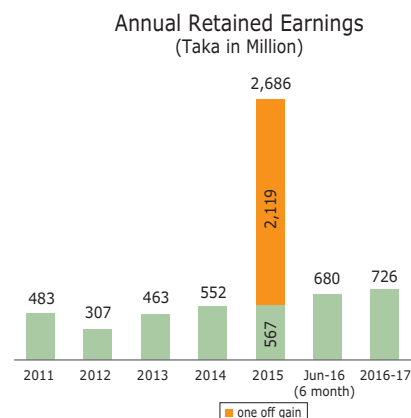
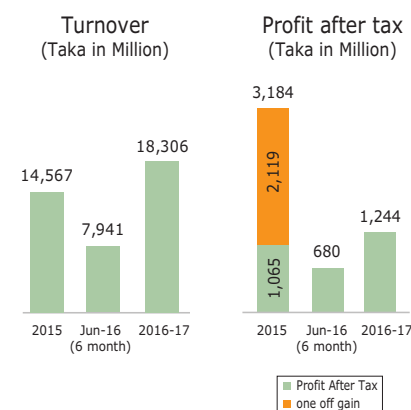
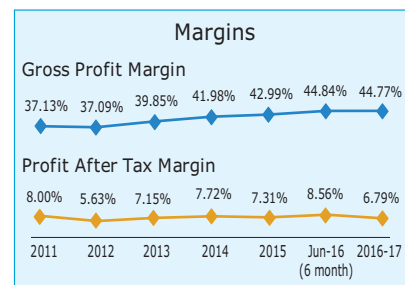
	For the year ended 30 June 2017 Taka	For the eighteen month period ended 30 June 2016 Taka	For the six month period ended 30 June 2016 Taka	For the year ended 31 December 2015 Taka
Un-appropriated profit	7,828,397,708	4,463,167,115	7,148,739,916	4,463,167,115
Add: Net profit after tax for the period / year	1,243,546,536	3,863,189,707	679,657,792	3,183,531,914
Total available for appropriation	9,071,944,244	8,326,356,822	7,828,397,708	7,646,699,029
Appropriation of Profit:				
Interim dividend:				
Cash dividend	298,775,468	-	-	-
Final dividend proposed:				
Cash dividend	175,281,604	458,122,384	-	458,122,384
Stock dividend	43,820,401	39,836,729	-	39,836,729
Total dividend	517,877,473	497,959,113	-	497,959,113
Balance carried forward	8,554,066,771	7,828,397,708	7,828,397,708	7,148,739,916

With the balance carried forward and with future ploughing back of the profit, Directors are confident that company will be able to maintain prudent dividend policy in coming years.

Dividend

The Board of Directors has already distributed interim cash dividend @ 75% i.e. Taka 7.50 per share.

In addition to the above interim dividend, the Board of Directors is pleased to recommend final cash dividend @ 40% i.e. Taka 4.00 per share and 10% as stock dividend for the year ended 30 June 2017 to those shareowners whose names would appear in the Share Register of Members of the Company or in the Depository list of CDBL on the Record Date which is Monday, 13 November 2017.



Contribution to the National Exchequer

For the year ended 30 June 2017, the company contributed Tk. 3,302 million to the National Exchequer in the form of corporate tax, custom duty and Value Added Tax (VAT). This is equivalent to 18.04 percent of the Company's net sales revenue for the year ended 30 June 2017.

Cost of Goods Sold and Profit Margins

For the year ended 30 June 2017, cost of goods sold was Taka 10,110 million which was Taka 12,685 million for 18 month comparative period. This has been achieved due to comparative lower material cost and high yielding product mixes. We have been able to generate gross profit margin of 44.77% (Taka 8,196 million) during the year ended 30 June 2017 as against 43.64% (Taka 9,823 million) during 18 month comparative period. Despite a large growth in gross profit margin, the PAT percentage was 6.79% due to increased administrative, selling and distribution expenses and higher financing costs.

Financial Results - ACI Group

For the year ended 30 June 2017, consolidated revenue was Taka 47,668 million which was Taka 49,236 million for 18 month comparative period. On the other hand, the consolidated gross profit margin has decreased to 29.59% in the current year from 31.49% of last 18 month comparative period due to increase of lower margin products like rice, salt, flour etc. In the current year, the consolidated operating profit was Taka 3,285 million and group PAT was Taka 1,065 million resulting into consolidated Earnings per Share Taka 24.31 in the current year.

Directors Declaration as to Statutory Information

In connection with preparation and presentation of the financial statements, the Directors also report that:

- Segment-wise performance has been shown in note - 7 (ii) of the financial statements.
- The Company is aware of the different risks associated with doing business and is prepared to counter those risks through systematic approach. Financial risks management has been disclosed in the Note - 36 of the Financial Statements.
- No extra-ordinary gain or loss exists during the year as prescribed by the Bangladesh Financial Reporting Standards (BFRSs).
- All transactions with related parties are made on a commercial basis and the basis was the principle of "Arms Length Transaction". Details of related party transaction are disclosed in the Note - 41 of the Financial Statements.
- No IPO or Right issue was made during the year.
- No significant variance occurs between Quarterly Financial Performance and Annual Financial Statements.
- During the year, the Company has paid a total of Taka 16,500 as Board meeting attendance fees. The remuneration of Directors has been mentioned in Note - 31 and 41 (a) of the Financial Statements.
- 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 and changes in equity and cash flows.
- Proper books of account of the Company have been maintained.
- Appropriate accounting policies have been consistently followed in formulating the Financial Statements and Accounting estimates are reasonable and accurate.
- Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs) have been followed in preparation of the financial statements.
- The System of Internal control is sound in design and has been effectively implemented and monitored.
- There is no doubt, whatsoever, upon the Company's ability to continue as going concern.
- All significant variations in operating results from the previous year have been highlighted and reasons thereof have been explained.
- The key financial and operating data for preceding five years is disclosed in the Directors' Report.
- The Company has recommended dividend for the FY 2016-17.
- Number of board meeting held during FY 2016-17 were five in conformity with the regulatory requirements which are shown in Annexure-I.
- Shareholding pattern of the Company as on 30 June 2017 are shown in Annexure-II.
- The profiles of directors who have sought for re-appointment are shown in Annexure-III.
- The CEO and CFO has certified to the Board that they have reviewed the Financial Statements and believe that these statements do not contain any material untrue statements or omit any material fact or certain statements that might be misleading.
- The CEO and CFO further confirm that Financial Statements together present a true and fair view of the Company's affairs and are in compliance with applicable laws.
- The CEO and CFO have further certified to the Board that there are, to the best of their 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.

Going Concern

The Board is of the opinion that the Company is indeed a going concern. This is recognized through appropriate enquiries and analyses, which establishes that the resources are adequate to support the operations and that sufficient business opportunities exist to justify the organization as a going concern and the Directors analyse the financial statements accordingly to ensure that. Hence, the Financial Statements are prepared on a going concern basis.

Corporate Social Responsibility (CSR)

ACI acknowledges that there is an interrelationship as well as inter-reliance between responsibility and commercial interest. The strategic objectives of the Company and social aspirations are intertwined and mutually inclusive, which could not be separated or isolated. In this context, the Board of ACI believes that good business is good development and vice versa. Accordingly, our relationship with the society at large is built on a partnership which strives to achieve common economic and social goals. Thus, CSR is a central function of ACI Group and the projects and programs under CSR are selected on the basis of their relevance to the Group business, as well as social necessities of Bangladesh. We are conscious of our responsibilities to manage a sustainable business organization and at the same time respect the social aspirations concerning us.

Board of Directors

The Board of Directors of the Company consists of the following 10 (ten) members having a majority of non-executive Directors including two Independent Directors:

- **Mr. M. Anis Ud Dowla**
Chairman
- **Dr. Arif Dowla**
Managing Director
- **Ms. Shusmita Anis**
Director
- **Mr. Waliur Rahman Bhuiyan, OBE**
Director
- **Mrs. Najma Dowla**
Director
- **Mr. Kazi Sanaul Hoq**
Director
- **Mr. Golam Mainuddin**
Director
- **Mr. Juned Ahmed Choudhury**
Independent Director
- **Mr. Abdul-Muyeed Chowdhury**
Independent Director
- **Ms. Sheema Abed Rahman**
Director & Company Secretary

Election of Directors

By operation of Article 120 of the Company's Articles of Association, Mr. M. Anis Ud Dowla, Ms. Sheema Abed Rahman and Ms. Shusmita Anis retire by rotation at the 44th AGM and being eligible, offer themselves for re-election.

Mr. Kazi Sanaul Hoq, Managing Director, Investment Corporation of Bangladesh (ICB) was appointed as Director in the Board of Directors of the Company under Article 108 at the 179th Board Meeting held on 23 October 2017. His tenure of office expires at this 44th AGM and, being eligible, he offers himself for re-election. He has replaced Mr. Md. Iftikhar-uz-zaman in the Board as per nomination of ICB.

Their brief resume and other information are appended in the Annexure-III of the report.

Appointment of Auditors

The existing Auditors of the Company, M/s. Rahman Rahman Huq, Chartered Accountants, retire at this Annual General Meeting on completion of their audit works for the year ended on 30 June 2017. They are not however eligible for reappointment as per BSEC order No. SEC/CMRRCD/2009-193/104/admin/61, Dated-July 08, 2015.

M/s. Hoda Vasi Chowdury & Co., Chartered Accountants, expressed their interest to be appointed as auditors of the Company for the year 2017-2018 at a fee of Tk. 990,000/- plus VAT. Accordingly, Board recommends the appointment to the shareholders of the Company.

Corporate Governance Compliance Status

ACI believes in sustainable business development through quality assurance, customer focus, innovation, fairness, transparency and compliance, and continuous improvement for enriching the quality of life of the people. It has been the largest conglomerate in Bangladesh having multinational heritage and good corporate culture. Corporate Governance at its utmost has, therefore, long been practiced in ACI. However, the Board and management of the Company are committed to continuously strive for the highest standards and ethics in governance practices with a view to safeguarding the interest of its shareholders and innumerable stakeholders as well.

In this connection, we are pleased to confirm that the Company has meanwhile complied with all the necessary guidelines under BSEC Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012. The compliance report along with the necessary remarks/disclosure is appended in Annexure-V of the Directors' Report for the year ended on 30 June 2017. In this respect, the Certificate of Compliance required under Condition # 7 of the Guidelines as provided by M/s. Al-Muqtadir Associates, Chartered Secretaries, is also enclosed in Annexure-VI of this report.



The People of ACI

The organization places human development and employee motivation at the forefront. ACI strives to delight its customers, which has only been possible because of our capable and passionate workforce. Providing them an exciting place to work has been one of the main factors behind ACI's success. We aim to specialize and improve our training programs each year and cater to the diverse needs of our people.

Values are the cornerstone of the organization. Our company values are transparency, fairness, quality, customer focus, continuous improvement and innovation. Each year an important challenge is to align our organizational culture and values with the thousands of new employees we hire. We have tried to make our values easier to understand and apply, through repeated communication in different forms.

Our slogan 'Advancing Possibilities' is our commitment to contribute to Bangladesh. Strongly rooted in the people of our company is a compelling sense of purpose. There has been a desire to innovate and improve the way we conduct our activities across the layers of the organization. We aspire for an inclusive approach to innovation which allows our people an ambience of excitement.

We have many events and celebrations that bring various teams together across the organizations. This includes field force conferences, training events,

factory sports and cultural events day, just to name a few. These are moments when we take the opportunity to reaffirm our values and strengthen our organizational culture.

Acknowledgements

The Board of Directors firmly believes that ACI has the necessary strengths, resources and commitments to further propel the Company to newer heights. The performance of the Company during the period under review, even with so many challenges confronted, demonstrates the resolve and determination of the Board and the employees in the Company. In this occasion, the Board expresses on record their appreciation to the partners of ACI, shareowners, suppliers, customers, bankers, media and all other well-wishers for their support and patronage to bring the company to this level. We value their continued support to fulfill our mission to improve the lives of people.

Finally, and most importantly, we, on behalf of the Board of Directors thank the employees of ACI in factories, depots, and offices, for their untiring efforts. They have worked hard, against all odds, uncertainties and adversities and built a stronger ACI that can create a greater positive impact on the quality of life of the people.

On behalf of the Board

Dr. Arif Dowla

Managing Director

Dhaka, 23 October 2017

Abdul-Muyeed Chowdhury

Independent Director

শেয়ার মালিকদের নিকট পরিচালনা পর্ষদের প্রতিবেদন

২০১৬ - ২০১৭ অর্থবছরের জন্য

প্রিয় শেয়ারমালিকবৃন্দ,

আমরা অত্যন্ত আনন্দের সঙ্গে অ্যাডভান্সড কেমিক্যাল ইন্ডাস্ট্রিজ লিমিটেডের পরিচালনা পর্ষদের পক্ষ থেকে কোম্পানী আইন ১৯৯৪, অর্থ আইন ২০১৫ এবং বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন (বিএসইসি) এর নির্দেশনা অনুসারে প্রস্তুতকৃত ৩০ শে জুন ২০১৭ তারিখে সমাপ্ত বছরের (১ জুলাই ২০১৬ থেকে ৩০ জুন ২০১৭ পর্যন্ত) নিরীক্ষিত আর্থিক বিবরণীসমূহ ও নিরীক্ষা প্রতিবেদনসহ পরিচালকমণ্ডলীর প্রতিবেদন আপনাদের বিবেচনার জন্য উপস্থাপন করছি।

সামগ্রিক পর্যালোচনা

২০১৬-২০১৭ সালে এসিআই গ্রুপ ৫২% প্রবৃদ্ধি অর্জনের মধ্য দিয়ে আরও একটি সফল বছর অতিক্রম করেছে। এই সময়ে গ্রুপের মোট বিক্রয়ের পরিমাণ ছিল ৪৭,৬৬৮ মিলিয়ন টাকা। এই অর্জন আমাদের বিক্রয় ও বিপণন টিমের নিরলস প্রচেষ্টা, কর্পোরেট পরিষেবা এবং উৎপাদন ক্ষেত্রের সম্মিলিত প্রয়াসেরই ফসল। অধিকাংশ ব্যবসা ইউনিটের স্ব স্ব অবদান গ্রুপকে এই বলিষ্ঠ এবং গুনগত ফলাফল এনে দিয়েছে।

৬% প্রবৃদ্ধির পথ ধরে বাংলাদেশের অর্থনীতি ৭% লক্ষ্যমাত্রা অতিক্রম করে ৭.১% এ উপনীত হয়েছে। মূলত শিল্প ও সেবা খাতের পৃষ্ঠপোষকতায় এই বলিষ্ঠ প্রবৃদ্ধি অর্জন সম্ভবপর হয়েছে। ২০১৬ সালের জুন মাসে বার্ষিক গড় CPI মূল্যস্ফীতির হার এর নির্ধারিত লক্ষ্যমাত্রা ৬.২% থেকে নেমে ৫.৯% এ পৌঁছেছে। অনুকূল খাদ্য-মূল্যস্ফীতি এই গড় CPI মূল্যস্ফীতির হার পতনের মূল কারণ।

এই অর্থবছরে আমদানি এবং রপ্তানী যথাক্রমে ৫.৫% এবং ৮.৯% হারে বৃদ্ধি পেলেও বৈদেশিক মুদ্রার আন্তঃপ্রবাহ ৩% কমেছে। ৩.৭ বিলিয়ন মার্কিন ডলারের চলতি হিসাবের উদ্বৃত্ত ৫.০ বিলিয়ন মার্কিন ডলারের একটি সামগ্রিক ব্যালান্সে পরিণত হয়েছে যা নীট বৈদেশিক সম্পদ বৃদ্ধি করেছে। বিশ্ব বাজারে পণ্য মূল্য হ্রাস পাওয়াতে দেশের আমদানি বাণিজ্য উপকৃত হয়েছে। Real Effective Exchange Rate (REER) সূচকে কিছু প্রতিযোগিতামূলক উদ্বেগ ও বৈদেশিক চাহিদার স্বল্পতা থাকা সত্ত্বেও আমাদের রপ্তানী বাণিজ্যে উর্ধ্বগতি বজায় ছিল। বৈদেশিক মুদ্রার রিজার্ভ ২০১৬ সালের শেষ দিকে ৩০.২ বিলিয়ন ডলারে পৌঁছেছে, যা প্রায় আট মাসের আমদানির সমতুল্য। টাকা এবং ডলারের বিনিময় হার বছরের বেশিরভাগ সময় স্থিতিশীল থাকলেও ঋণের সুদের হার কিছুটা উর্ধ্বমুখী ছিল।

হেলথ কেয়ার ডিভিশন

২০১৬-২০১৭ অর্থ বছরে এসিআই ফার্মা ২০১৫ সালের তুলনায় ২৫% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

আইএমএস এর প্রতিবেদন অনুযায়ী রিপোর্টিং পিরিয়ডে এসিআই ফার্মা বাজারের শীর্ষ ১০ প্রতিযোগী কোম্পানীর তুলনায় ২য় সর্বোচ্চ প্রবৃদ্ধি অর্জনের মধ্যদিয়ে মার্কেট শেয়ার লাভ করতে সক্ষম হয়েছে। এ অর্জন বিভিন্ন থেরাপিউটিক খাত এবং এসিআই ফার্মার অন্যান্য ব্যবসা ইউনিটের সামগ্রিক প্রবৃদ্ধির ফলাফল।

ফার্মাসিউটিক্যালস ইন্ডাস্ট্রির থেরাপিউটিক খাতের অন্যতম, এসিআই এন্টি আলসার পোটফলিওতে মার্কেট প্রবৃদ্ধি অর্জিত হয়েছে। কার্ডিওভাসকিউলার, রেম্পিরেটরি এবং ইনসুলিন খাতের ব্যবসা বৃদ্ধি পাওয়ার পাশাপাশি মার্কেট শেয়ার অর্জিত হয়েছে। অন্যান্য উল্লেখযোগ্য খাতের মধ্যে এন্টি-ইনফেকটিভ, ক্যালসিয়াম ও ভিটামিন, সিএনএস এবং লিপিড রেগুলেটরস বাজারে ভাল অবস্থানে রয়েছে।

নতুন জনবল নিয়োগ, প্রশিক্ষণ কর্মসূচীর আয়োজন এবং উৎপাদনশীলতা বৃদ্ধির মাধ্যমে এসিআই উল্লেখিত বছরে অভাবনীয় প্রবৃদ্ধির অগ্রগতিকে ত্বরান্বিত করতে সক্ষম হয়েছে। এছাড়াও বিপণন ব্যয় হারে যৌক্তিক বৃদ্ধিসহ মাঠ পর্যায়ের জনশক্তিকে শক্তিশালী করা হয়েছে। বাহ্যিক পরিবেশ অনুকূলে থাকায় আমাদের পরিকল্পিত ব্যবসায়িক কৌশল সম্পূর্ণরূপে বাস্তবায়িত হয়েছে। এসকল সুবিধা সমূহকে কাজে লাগিয়ে রিপোর্টিং পিরিয়ডে এসিআই ব্যবসায়িক প্রবৃদ্ধি ও মার্কেট শেয়ার অর্জন বহাল রেখেছে।

২০১৬-২০১৭ সালে এসিআই উল্লেখযোগ্য কিছু অর্জন উদযাপন করেছে। আমাদের ফার্মাসিউটিক্যাল বিজনেস রপ্তানী বানিজ্যের প্রসারে যুক্তরাষ্ট্রে ACI Healthcare USA Inc. প্রতিষ্ঠার মাধ্যমে রপ্তানী ক্ষেত্রের বিক্রয় ও বিতরণ ব্যবস্থাকে জোরদার করেছে। হেলথকেয়ার পোটফলিওকে সমৃদ্ধশালী করতে ACI Biotech Limited নামে আরও একটি নতুন সাবসিডিয়ারি কোম্পানি গঠন করা হয়েছে। আমাদের কনজুমার ব্র্যান্ড উচ্চমান ও গুণাগুণ সম্পন্ন চাল বাজারে এনেছে। কনজুমার ইলেক্ট্রনিক্সের আওতায় SYLUS ব্র্যান্ডের মোবাইল হ্যান্ডসেট প্রবর্তন করা হয়েছে। কন্সাইন হারভেস্টার ও রিপার সংযোজনের মাধ্যমে এগ্রিবিজনেস তার পোটফলিওকে সম্প্রসারিত করেছে। রিটেইল চেইন SHWAPNO তার বিক্রয় প্রবৃদ্ধির বলিষ্ঠ ধারা অব্যাহত রাখার পাশাপাশি কৃষকদের সাথে ব্যাকওয়ার্ড লিংকেজ স্থাপনে সক্ষম হয়েছে। এসব ছাড়াও আরো নানাবিধ অর্জনের মাধ্যমে এসিআই মানসম্মত ও টেকসই প্রবৃদ্ধি অর্জনের ধারাবাহিকতায় রয়েছে।

এসিআই আরও ১৪টি নতুন মলিকিউলস ও ১৭টি নতুন SKUs সংযোজনের মাধ্যমে প্রোডাক্ট পোটফলিও সম্প্রসারণ করেছে। নতুন সংযোজিত সাপোজিটোরি প্রোডাক্টগুলো বাজারে অধিক সমাদৃত হয়েছে। ইফারভিসেসেন্ট ক্যালসিয়াম ট্যাবলেট প্রবর্তনের মাধ্যমে এসিআই ক্যালসিয়াম মার্কেটে এর উপস্থিতি জোরদার করেছে। সর্বাধুনিক মলিকিউলস এর মাধ্যমে এন্টিভাইরাল ও এন্টি-ইনফেকটিভ উভয় পোটফলিওই আরও বেশী সমৃদ্ধ হয়েছে।

নেফ্রোলজি ও অনকোলোজি থেরাপিউটিক খাতে এসিআই ফার্মার বায়োটেক প্রোডাক্ট রেকোজেন ও রেপোনিয়া প্রবর্তনের মধ্য দিয়ে ডাক্তার, সেবাদানকারী ও রোগীদের মধ্যে আশাব্যঞ্জক সাড়া ফেলতে সক্ষম হয়েছে। এই দুইটি প্রোডাক্ট কন্সাইন মিলিটারী হাসপিটাল (সিএমএইচ) ও হাসপিটাল অব বর্ডার গার্ড বাংলাদেশ (বিজিবি) তে বহুল ভাবে ব্যবহৃত হয়। এছাড়াও ক্যান্সার প্রতিষেধক সহ বহু ধরনের

বায়োটেক প্রোডাক্ট বাজারে আসার অপেক্ষায় রয়েছে যা বিদ্যমান আমদানিকৃত ঔষধের তুলনায় রোগীদেরকে সাশ্রয়ী মূল্যে সেবা প্রদান করবে। রপ্তানী বানিজ্যেও রিপোর্টিং পিরিয়ডে অভাবনীয় সাফল্য অর্জিত হয়েছে। এসিআই ফার্মা আরও নতুন তিনটি দেশে ঔষধ রপ্তানী শুরু করেছে এবং বিভিন্ন দেশে ১০০ টিরও বেশী ঔষধ বাজারজাতকরণের স্বীকৃতি পেয়েছে। বর্তমানে এসিআই এর হেলিকর্ড মিয়ানমারে রপ্তানীর মাধ্যমে সীমান্ত পেরিয়ে নবজাতকের জীবন বাচাতে অবদান রাখছে। এই রপ্তানির পরিমাণ বেড়ে দাঁড়িয়েছে ১.৪ মিলিয়ন ইউনিট।

চিকিৎসক সম্প্রদায়কে তাদের চিকিৎসা ব্যবস্থার নতুন ও হালনাগাদ তথ্য সম্পর্কে জানাতে এসিআই ফার্মা ১৬৩৯ টি কন্টিনিউয়াস মেডিকেল এডুকেশন (সিএমই) আয়োজন করেছে

যেখানে ৮৮,১৪১ জন চিকিৎসা ব্যক্তিত্ব অংশগ্রহণ করেছে। এই সফল প্রোগ্রামগুলো ছিল বিভিন্ন চিকিৎসক সমাজ ও সহযোগী সংগঠনের সাথে এসিআই'র সহযোগিতার ফল যা চিকিৎসকদের পেশাদারিত্বমূলক মনোভাব ও দক্ষতা বৃদ্ধিতে ভূমিকা রেখেছে। এসিআই ফার্মা ব্রিটিশ সোসাইটি অব গ্যাস্ট্রোএন্ট্রোলজি ও বাংলাদেশ গ্যাস্ট্রোএন্ট্রোলজি সোসাইটির সহায়তায় “Workshop & Hands on Training on Gastrointestinal (GI) Procedures” কর্মশালার আয়োজন করে। আইসিডিডিআরবি, ঢাকার সহায়তায় এসিআই গ্রামীণ স্বাস্থ্য চিকিৎসকদের জন্য অসংখ্য প্রশিক্ষণ কর্মসূচীর আয়োজন করেছে। এসিআই ফার্মাসিউটিক্যালস দেশের স্বাস্থ্যসেবার মান উন্নয়নে দৃঢ় প্রতিজ্ঞ।

কনজুমার ব্র্যান্ডস ডিভিশন

টয়লেট্রিজ, হোমকেয়ার, হাইজিন

মানুষের নিত্যদিনের প্রয়োজন মেটাতে এসিআই কনজুমার ব্র্যান্ডস এর রয়েছে বহুবিধ প্রসিদ্ধ গৃহস্থালী সামগ্রী। এসিআই এর ঐতিহ্যবাহী ব্র্যান্ড সেভলন'র রয়েছে বিভিন্ন রকমের এন্টিসেপটিক লিকুইড ও ক্রীম, সাবান, হ্যান্ড ওয়াশ, হ্যান্ড স্যানিটাইজার ও টিস্যু সামগ্রী। লিকুইড এন্টিসেপটিক ও ক্রীম ক্যাটাগরিতে স্যাভলন যথাক্রমে ৭৯% এবং ৮০% মার্কেট শেয়ার অর্জনের মধ্য দিয়ে বাজারে নেতৃস্থানীয় অবস্থানে বহাল রয়েছে। ২০১৬-২০১৭ অর্থবছরে স্যাভলন বাজারে এর সকল ক্যাটাগরিতে ধারাবাহিকভাবে প্রবৃদ্ধি বজায় রেখেছে।

হাইজিন ক্যাটাগরিতে রয়েছে স্যানিটারী ন্যাপকিন, প্রেগনেন্সি টেস্ট কীট ও বেবি ডায়াপার গ্রুপের বিভিন্ন সামগ্রী। হাইজিন ক্যাটাগরির ফ্ল্যাগশিপ ব্র্যান্ড ফ্রিডম স্যানিটারী ন্যাপকিন ইতিমধ্যে ১১% মার্কেট শেয়ার দখল করেছে। ফ্রিডমকে নতুন আঙ্গিকে বাজারে ছাড়া হয়েছে। স্যাভলন টুইংকেল বেবি ডায়াপার ২০১৭ সালের মার্চে বাজারে এসেছে এবং গ্রাহকদের কাছে সমাদৃত হয়েছে।

রিপোর্টিং পিরিয়ডে আন্তর্জাতিক ব্র্যান্ডের পণ্য সরবরাহের ব্যবসায়েও উল্লেখযোগ্য প্রবৃদ্ধি অর্জিত হয়েছে। কোলগেট ১১% মার্কেট শেয়ার বজায় রাখতে সক্ষম হয়েছে। কিডস ক্যাটাগরিতে টুথপেস্ট ও টুথব্রাশ প্রবর্তন করা হয়েছে। লো-ক্যালোরি সুইটেনার ক্যানডারেল ও একুয়াল এর পোর্টফলিও সম্প্রসারণের পাশাপাশি নতুন প্রোডাক্ট প্রবর্তন করা হয়েছে। মেরিস্যান্টও বাজারে প্রশংসনীয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

পেস্ট কন্ট্রোল ক্যাটাগরিতে হোম কেয়ার ব্র্যান্ডের এ্যারোসল ও কয়েল সাব-ক্যাটাগরী যথাক্রমে ৯২% ও ১৮% মার্কেট শেয়ার অর্জনের মধ্য দিয়ে বাজারে শক্তিশালী অবস্থান ধরে রাখতে সক্ষম হয়েছে। বিশ্বের স্বনামধন্য বহুজাতিক কোম্পানী এস.সি. জনসন এন্ড সন এর সহযোগিতায় বিপণন ও বাজারজাতকরণ ব্যবস্থায় আমূল পরিবর্তনের মাধ্যমে এই ক্যাটাগরিতে প্রশংসনীয় প্রবৃদ্ধি অর্জিত হয়েছে।

ইলেকট্রিক্যাল এবং ইলেকট্রনিক্স

২০১৬-২০১৭ অর্থবছরে এসিআই ইলেকট্রিক্যাল এবং ইলেকট্রনিক্স ২০১৫ সালের তুলনায় ৪৬% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

এসিআই ইলেকট্রিক্যাল ব্যবসায় অত্যন্ত সাফল্যের সাথে স্পার্কল'র রি-ব্র্যান্ডিং এর মাধ্যমে প্রবৃদ্ধির ধারাবাহিকতা বজায় রেখেছে। ভোক্তাদের ক্রমবর্ধমান চাহিদার সাথে তাল মিলিয়ে চলতে এবং পোর্টফলিওকে বৈচিত্র্যময় করতে স্পার্কল ব্র্যান্ডের অধীনে ইকোস্মার্ট এলইডি, প্যানেল লাইট, ফ্লাড লাইট ও আইপিএস বাল্ব প্রবর্তন করা হয়েছে। স্পার্কলই বাংলাদেশে প্রথম লোডশেডিং সমাধান এর দক্ষ ও টেকসই ক্ষমতা সম্পন্ন আইপিএস বাল্বের সূচনা করে।

সুইচ-সকেট ক্যাটাগরীতে এসিআই নতুন দুইটি সিরিজে প্রো ও স্মার্ট প্রবর্তন করেছে যা ইতোমধ্যে ভোক্তাদের মাঝে ব্যাপক সাড়া ফেলতে সক্ষম হয়েছে। ইলেকট্রিক্যাল ব্যবসায়ের রয়েছে শক্ত কৌশলগত পরিকল্পনা এবং বাজার চাহিদা সম্পর্কে সন্মত ধারণা। কার্যকর পরিকল্পনা এবং বলিষ্ঠ পদক্ষেপ এর মাধ্যমে এই ব্যবসা বাজারে আরও জোরালো প্রভাব বিস্তার করতে সক্ষম হবে।

অন্যদিকে, এসিআই ইলেকট্রনিক্স বিশ্বখ্যাত ব্র্যান্ড প্যানাসনিক ও নিজস্ব ব্র্যান্ড স্পার্কল এর পণ্য সম্ভার সম্প্রসারণের মাধ্যমে ২০১৬-২০১৭ অর্থ বছরে উল্লেখযোগ্য ব্যবসায়িক অগ্রগতি অর্জন করতে সক্ষম হয়েছে। এ ব্যবসায়ের ব্যবস্থাপনায় কিছু রদবদল চলছে যা ব্যবসায়ের গুনগত পরিবর্তন আনবে বলে আশা করা যায়।

পেইন্টস

এই বিভাগের বিক্রয় ২০১৬-২০১৭ অর্থবছরে ২০৩ মিলিয়ন হয়েছে যা ২০১৫ সালে ৩৫ মিলিয়ন ছিল।

উল্লেখিত বছরে বাজার চাহিদা অনুধাবন সাপেক্ষে AKZONOBEL এর সহায়তায় অন্য এক বিক্রয় প্রস্তাব সম্মিলিত নতুন ইন্টেরিয়র ও এক্সটেরিয়র ইমালশন এর পেইন্টস বাজারে ছাড়া হয়েছে। গাজীপুরে একটি কেন্দ্রীয় গুদাম স্থাপন করার পাশাপাশি কৌশলগতভাবে গুরুত্বপূর্ণ জায়গাগুলোতে নতুন ডিপো খোলা হয়েছে। এছাড়াও দেশব্যাপী যোগ্যতা সম্পন্ন ডিলার নিয়োগ দেয়া হয়েছে এবং দক্ষ ও অভিজ্ঞতা সম্পন্ন সেলস টিম গঠন করা হয়েছে। এসব উন্নয়ন পেইন্টস ইউনিটের ভবিষ্যতের দিনগুলোর জন্য একটি মজবুত ভিত্তি হিসেবে কাজ করবে।

সল্ট

২০১৬-২০১৭ অর্থবছরে এসিআই সল্ট ২০১৫ সালের তুলনায় ৫৩% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

এসিআই পিওর সল্টই সর্বপ্রথম বাজারে সর্বোৎকৃষ্ট মানের আয়োডিন সম্পন্ন লবন সরবরাহ করে আসছে। এসিআই সল্ট আলোচ্য বছরে ৩৬.৭৬% বাজার প্রবৃদ্ধি অর্জনের মধ্য দিয়ে নেতৃস্থানীয় অবস্থান ধরে রেখেছে। বাজারে অপরিশোধিত লবনের ঘাটতি থাকা সত্ত্বেও দক্ষ সাপ্লাইচেইন ব্যবস্থাপনা এবং বিক্রয় প্রচেষ্টা এ প্রবৃদ্ধি অর্জনে সহায়ক হয়েছে।

এসিআই পিওর সল্ট ষষ্ঠবারের মত সল্ট ক্যাটাগরীতে “বেস্ট ব্র্যান্ড খেতাব” অর্জন করেছে। এছাড়াও, বাংলাদেশের সল্ট ইন্ডাস্ট্রিতে প্রথমবারের মত এসিআই সল্ট লিমিটেড অকুপেশনাল হেলথ এন্ড সেক্টি ম্যানেজমেন্ট সিস্টেম সার্টিফিকেশন অর্থাৎ OHAS 18001:2007 প্রত্যয়নপত্র অর্জন করতে সক্ষম হয়েছে।

ফ্লাওয়ার

২০১৬-২০১৭ অর্থবছরে এসিআই ফ্লাওয়ার ২০১৫ সালের তুলনায় ৩৬% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

বাজার মূল্যের অস্থিতিশীলতা সত্ত্বেও এসিআই ফ্লাওয়ার প্রবৃদ্ধির ধারাবাহিকতা বজায় রেখেছে। কাঁচামাল ক্রয়ক্ষমতার দৃঢ় ও সুচিন্তিত প্রয়োগ এ ব্যবসায়ের সাফল্যের একটি অন্যতম কারণ। উপরন্তু, দক্ষ এবং অভিজ্ঞ বিক্রয় ও বিপণন দল এ ব্যবসাকে প্রতিযোগিতামূলক সুবিধা এনে দিয়েছে।

অন্যসব সাধারণ ময়দার পাশাপাশি এসিআই ফ্লাওয়ার মাল্টিগ্রেইন আটা, ব্রাউন আটা, পরাটা, ময়দা এবং সুজি মিস্র এর মত পণ্য সরবরাহ করে আসছে। এসিআই পিউর ব্রাউন আটা চিকিৎসক ও স্বাস্থ্য বিশেষজ্ঞগণ কর্তৃক ব্যাপকভাবে সমাদৃত হয়েছে এবং তাদেরকে আমরা ব্র্যান্ড এ্যাডভোকেট হিসেবে পেয়েছি। স্বাস্থ্যসম্মত আটা ক্যাটাগরিতে এসিআই পিউর ব্রাউন আটা বর্তমানে বাজারের শীর্ষস্থান দখল করে আছে। এসিআই নিউট্রিলাইফ মাল্টিগ্রেইন আটা বহুবিধ স্বাস্থ্য সুবিধা প্রদানকারী একটি পণ্য। মানুষের খাদ্যাভ্যাস পরিবর্তন হওয়ার সাথে সাথে ফ্লাওয়ার প্রোডাক্টস এর জনপ্রিয়তা দিন দিন বেড়েই চলেছে। পারিবারিক আয় বৃদ্ধি তথা ভোগ-স্বপ্নহার ক্রমাগত বৃদ্ধির মাধ্যমে এ ব্যবসাটি কোম্পানির সামগ্রিক ব্যবসায় বড় ধরনের প্রভাব বিস্তার করতে সক্ষম হবে।

ফুডস

২০১৬-২০১৭ অর্থবছরে এসিআই ফুডস ২০১৫ সালের তুলনায় ৩৯০% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

আমব্রেলা ব্র্যান্ড ‘পিউর’ ও ‘ফান’ সফলভাবে বাজারে কিছু নতুন আকর্ষণীয় পণ্য প্রবর্তনের পাশাপাশি বাজারে শক্তিশালী অবস্থান ধরে রেখেছে। এসিআই পিউর হাই প্রোটিন মিস্র ডাল ও এসিআই পিউর থাই নুডুলস বাজারে প্রবর্তন করেছে। রেসিপি ভিত্তিক প্যাকেট সহকারে মিস্র স্পাইসেস ক্যাটাগরিকে আরও সমৃদ্ধ করে বাজারে ছাড়ায় সমাদৃত হয়েছে। অন্যদিকে বিশ্বের ৩৩টি দেশে এসিআই ফুডস’র পণ্য রপ্তানীর মাধ্যমে রপ্তানী বানিজ্যও সম্প্রসারিত হয়েছে। এসিআই ফুডস নওগাঁয়

স্টেট-অব-দি-আর্ট রাইস মিল প্রতিষ্ঠার মধ্য দিয়ে ২০১৬ সালে চাল ব্যবসা শুরু করে। ব্যবসায় সম্প্রসারণের অংশ হিসাবে ২০১৭ সালের শুরুর দিকে এ্যারোমেটিক চাল উৎপাদনের জন্য নতুন আরও একটি ইউনিট স্থাপিত হয়। উৎপাদন শুরুর পর থেকে চাল ব্যবসায় এসিআই অভাবনীয় সাফল্য অর্জন করে আসছে। ২০১৬-২০১৭ অর্থবছরে এসিআই রাইস ইউনিট ১,৭৫০.৪৩ মিলিয়ন টাকা বিক্রয় লক্ষ্যমাত্রা অর্জনে সক্ষম হয়েছে। এসিআই পিউর, এসিআই এ্যারোমা, এসিআই নিউট্রিলাইফ ব্র্যান্ডের আওতায় বিভিন্ন ধরনের চাল বাজারে আনা হয়েছে। স্বাস্থ্য-সচেতন ভোক্তাদের চাহিদার কথা মাথায় রেখে এসিআই নিউট্রিলাইফ ব্র্যান্ডের ব্যানারে লো জিআই সমৃদ্ধ চালও বাজারে প্রবর্তন করা হয়েছে। এভাবেই এসিআই ফুডস ব্যবসার মানকে উন্নত করেছে।

এডিবল অয়েল

২০১৬-২০১৭ অর্থবছরে এসিআই এডিবল ২০১৫ সালের তুলনায় ২৮৭% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

সাধারণ ভোক্তা ও স্বাস্থ্য-সচেতন ভোক্তা উভয়ের চাহিদা মেটাতে ‘এসিআই পিউর সয়াবিন অয়েল’ ও ‘এসিআই নিউট্রিলাইফ রাইস ব্র্যান অয়েল’-এ দুটি জনপ্রিয় ব্র্যান্ডের ব্যানারে এসিআই বাজারে এডিবল অয়েল সরবরাহ করে আসছে। মানের সাথে কোনরূপ আপোস না করতে এসিআই দৃঢ় প্রতিজ্ঞ এবং এই শক্ত অবস্থানই বাজারে এ ব্যবসায়ের ব্র্যান্ড ইমেজকে শক্তিশালী অবস্থানে নিয়ে গেছে। হৃদযন্ত্রের জন্য উপকারী এসিআই নিউট্রিলাইফ রাইস ব্র্যান অয়েল বছরজুড়ে বাজারে প্রিমিয়াম ব্র্যান্ড হিসাবে শক্ত অবস্থান ধরে রেখেছে। অন্যদিকে এসিআই পিউর সয়াবিন অয়েল আরও উন্নত করে নতুনরূপে বাজারে ছাড়া হয়েছে যা রিপোর্টিং পিরিয়ডের বিক্রয় প্রবৃদ্ধি অর্জনের সহায়ক হয়েছে। নিত্য নতুন উদ্ভাবনী প্রক্রিয়ার মধ্য দিয়ে এসিআই এডিবল অয়েল একটি শক্তিশালী ব্যবসায়িক ইউনিট হিসেবে প্রতিষ্ঠিত হওয়ার অপেক্ষায় রয়েছে।

এগ্রিবিজনেসেস ডিভিশন

ক্রপকেয়ার এন্ড পাবলিক হেলথ

২০১৬-২০১৭ অর্থ বছরে এসিআই ক্রপকেয়ার এন্ড পাবলিক হেলথ ব্যবসা ২০১৫ সালের তুলনায় ১৬% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

এই সময়ে ক্রপকেয়ার ব্যবসা “শস্য সুরক্ষা” প্রতিপাদ্যের উপর ভিত্তি করে ব্যবসা সম্প্রসারণের বিভিন্ন ধরনের উদ্যোগ গ্রহন করেছে। ২০১৬-২০১৭ অর্থবছরে এ ব্যবসা পাউডার কীটনাশক ও ছত্রাকনাশক ক্যাটাগরিতে ৬টি নতুন পণ্য বাজারে এনেছে যা কৃষকরা সাদরে গ্রহন করেছে এবং এই পণ্যগুলো ব্যবসা প্রবৃদ্ধিতে গুরুত্বপূর্ণ অবদান রেখেছে।

ক্রপ প্রটেকশন সার্ভিস ব্যবসা ফ্লো মাস্টার ব্র্যান্ডের অধীনে আধুনিক প্রযুক্তির স্প্রে মেশিন বাজারজাত করেছে। নিরাপদ খাদ্য, জৈব চাষ, স্বাস্থ্য সচেতনতা বিষয়ে ব্যাপক উদ্যোগ এবং কৃষিকাজের সাথে জড়িত জনসাধারণের প্রযুক্তি গ্রহন করার রীতি বিবেচনা করে এসিআই ক্রপ কেয়ার “এসিআই-বায়ো ক্রপ কেয়ার” নামে পরিবেশ বান্ধব ও নিরাপদ শস্য প্রতিরক্ষা ব্যবস্থার নতুন পদক্ষেপ নিয়েছে। গাছের শক্তি বৃদ্ধিতে সহায়ক “ফ্লোরা” ব্যবহার করে কৃষকরা তাদের শস্যের গুণ ও পরিমাণ দুই দিকেই লাভবান হয়েছে।

বাংলাদেশের শস্য উৎপাদন বৃদ্ধিতে গুরুত্বপূর্ণ ভূমিকা রেখে এসিআই ক্রপকেয়ার এন্ড পাবলিক হেলথ ব্যবসায়িক প্রবৃদ্ধি অর্জনের লক্ষ্যে এগিয়ে যাচ্ছে।

ফার্টিলাইজার

২০১৬-২০১৭ অর্থবছরে এসিআই ফার্টিলাইজার ২০১৫ সালের তুলনায় ২৭% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

এই অর্থবছরে প্রবৃদ্ধি অর্জনে সব কটি ক্যাটাগরিই গুরুত্বপূর্ণ ভূমিকা রেখেছে। সয়েল হেলথ প্রোডাক্ট এবং মাইক্রো নিউট্রিয়েন্ট ফার্টিলাইজার বাজারে তাদের শীর্ষস্থান ধরে রাখতে সক্ষম হয়েছে। গত কয়েক বছর ধরে বিশেষায়িত সার ব্যবহারের সুবিধা প্রদর্শনের মাধ্যমে এই ব্যবসা কৃষকদের আস্থা অর্জনে সক্ষম হয়েছে।

এসিআই ফার্টিলাইজার কৃষকদের ফসলের পরিপূর্ণ পুষ্টির সমাধান প্রদানের মাধ্যমে “Better Plant-Healthy Life”র স্বপ্ন দেখে। একক সারের যথেষ্ট ব্যবহার এড়াতে এই ব্যবসাটি বাজারে এনেছে যৌগিক সার। এসিআই ফার্টিলাইজার NEB (Nitrogen Efficiency Bio-availability) নামে এক অভিনব পণ্য বাজারে এনেছে যা শস্য উৎপাদনে সারের ব্যবহারে যুগান্তকারী পরিবর্তন আনবে। এর ব্যবহারের ফলে ইউরিয়া সারের ব্যবহার ৫০% কমবে এবং খরচ ৩০% কমবে।

ডাল এবং তেলবীজ শস্যে পরিবেশ বান্ধব বায়ো-ফার্টিলাইজার ব্যবহারকে উৎসাহিত করতে এসিআই ফার্টিলাইজার BINA (Bangladesh Institute of Nuclear Agriculture) এর সাথে চুক্তিবদ্ধ হয়েছে। এর মাধ্যমে কেমিক্যাল ফার্টিলাইজার বিশেষ করে ইউরিয়া ব্যবহার কমবে। এছাড়াও এই ব্যবসাটি বিভিন্ন ধরনের সরকারী প্রতিষ্ঠান ও এন জি ও যেমন- DAE, BADC, BARI, USAID, UKAID এবং IFDC এর সাথে সমন্বিতভাবে কাজ করে যাচ্ছে। সর্বস্তরের মার্কেটে প্রবেশের মাধ্যমে দূরবর্তী গ্রামে সুশ্রম সারের ব্যবহার উৎসাহিত করে এসিআই ফার্টিলাইজার দৃষ্টি চাষীদের জীবন যাত্রার মান উন্নয়ন করছে।

সীড

২০১৬-২০১৭ অর্থবছরে এসিআই সীড ২০১৫ সালের তুলনায় ২% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

এইসময়ে এসিআই সীড নতুন দুই ধরনের ধান ও একধরনের ভুট্টা বাজারজাত করেছে। এছাড়া, একই সময়ে ৫ ধরনের সবজির ৭ রকমের প্রজাতি বাজারে নিয়ে এসেছে। এর পাশাপাশি, এসিআই'র গবেষণা ও উন্নয়ন বিভাগ কর্তৃক উদ্ভাবিত নতুন দুটি সবজির প্রজাতি, 'রিজ গার্ড' ও 'অ্যাস গার্ডের' বানিজ্যিকীকরণ করে।

২০১৬ সালের ডিসেম্বরে এসিআই সীড ISO 9001:2008 সনদ লাভ করে; যা এসিআই সীডের প্রতি ভোক্তাদের নির্ভরযোগ্যতা বাড়াতে সহায়ক হবে।

এসিআই সীড, বায়ার গ্রুপ সাইন্সের সাথে যৌথভাবে হাইব্রীড আমন ধানের (নিবন্ধনকৃত) বীজ বাজারজাত শুরু করেছে। প্রায় ৭০০০ চুক্তিভিত্তিক কৃষক বর্তমানে এসিআই সীডের সাথে সম্পৃক্ত রয়েছেন এবং এসিআই হতে সরাসরি কৃষিতে প্রযুক্তিগত ব্যবহার শিখছে, যা পরবর্তীতে প্রতিবেশী কৃষকদেরও শিখাচ্ছে। পণ্যের মোড়কে ও লিফলেটে মোবাইল নম্বর প্রদানের মাধ্যমে এসিআই বিশেষজ্ঞদের সাথে সরাসরি তথ্য যোগাযোগের সুযোগ তৈরী করে দিয়েছে, ফলে তারা সব ধরনের জিজ্ঞাসার মাধ্যমে সঠিক সমাধান লাভের পথের সন্ধান পেয়েছে। জ্ঞান আদান-প্রদানের এই ব্যবস্থা, দেশব্যাপী বিভিন্ন কৃষি ফার্মের মধ্যে যোগাযোগ বৃদ্ধি করবে।

মটরস

২০১৬-২০১৭ অর্থবছরে এসিআই মটরস ৬,৪৫৮ মিলিয়ন টাকা বিক্রয় করেছে এবং ২০১৫ সালের তুলনায় ২৪৭% প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

এই অভাবনীয় সাফল্যের পেছনে মূল ভূমিকা রেখেছে উন্নত ব্র্যান্ডিং সাথে সর্বোত্তম বিক্রয়োত্তর সেবা, যা বাইক ইন্ডাস্ট্রিতে একটি মাইলফলক।

এসিআই মটরস এর ব্যবসা তিনটি ভাগে পরিচালিত হচ্ছে: 'ফার্ম মেকানাইজেশন', 'ইনফ্রাস্ট্রাকচার ডেভেলপমেন্ট সার্ভিসেস (আই.ডি.এস)' ও 'মোটরসাইকেল'।

'ফার্ম মেকানাইজেশন' বা কৃষি যান্ত্রিকীকরণ বিভাগটি বহুমাত্রিক পণ্য সন্ধানের মাধ্যমে কৃষিকাজের প্রতিটি স্তরে কৃষককে যন্ত্রগত পূর্ণ সেবা নিশ্চিত করছে, যা প্রতিটি কৃষকের সময় সাশ্রয় করে সর্বোচ্চ আবাদের সুযোগ তৈরী করছে। পণ্যের সর্বোত্তম গুণগত মান ও দেশের যেকোনো প্রান্তে ৬ ঘন্টার মধ্যে ভোক্তার কাছে তার চাহিদাকৃত সেবা পৌঁছে দেয়ার অঙ্গীকার বাস্তবায়নের মাধ্যমে, এসিআই মটরস এর ট্রাক্টর ব্র্যান্ড 'সোনালিকা', ট্রাক্টর ইন্ডাস্ট্রিতে 'এক নম্বর' আসনে অধিষ্ঠিত হয়েছে। এসিআই পাওয়ার টিলার, নিত্য নতুন যন্ত্রের বাজারজাতকরণের মাধ্যমে কৃষক পর্যায়ে সেরা উদ্ভাবনী ও কার্যকরী সেবা দিয়ে যাচ্ছে, যা নিশ্চিত করছে চাষাবাদে ২৫% বেশি কার্যকারিতা। 'রিপার' ও 'কম্বাইন হারভেস্টার' এর মতো যন্ত্রের প্রচলনের মাধ্যমে, শস্য বপন ও মাড়াইযন্ত্র বাজারজাতে, এসিআই মটরস অগ্রগামী ভূমিকা পালন করে কৃষক পর্যায়ে একমাত্র নির্ভরতার প্রতীকে পরিণত হয়েছে।

কম্প্রাকশন ইকুইপমেন্ট ব্যবসায় বেশ ভালো করছে। বিশেষ করে 'কেইস' ব্র্যান্ডের 'ব্যাকহো লোডার' ও 'রোলার সেগমেন্ট'।

এই বছর ইয়ামাহা মোটরসাইকেল ব্যবসা শুরু করে ইতিমধ্যে দেশব্যাপী সর্বাধুনিক যন্ত্রাংশ সমৃদ্ধ সেবাকেন্দ্র স্থাপন করেছে। 'প্রিমিয়াম' ক্যাটাগরিতে ইয়ামাহা মোটরসাইকেল, দেশের সবচেয়ে কাঙ্ক্ষিত ব্র্যান্ডে পরিণত হয়েছে। বাংলাদেশের কৃষি-যন্ত্রপাতি সেक्टरে এসিআই মটরস এভাবে শক্তিশালী অবদান রাখছে।

এনিমেল হেলথ

২০১৬-২০১৭ অর্থবছরে এসিআই এনিমেল হেলথ ২০১৫ সালের তুলনায় ৪২% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

উল্লেখিত বছরে এনিমেল হেলথ ৬০টি নতুন পণ্য সংযোজন করেছে। গবাদি পশুর জন্য ৪টি, পোল্ট্রিতে ৫টি এবং মৎস্যক্ষেত্রে ৩টি সহ সর্বমোট ১২টি নতুন পণ্য বাংলাদেশে চালু করেছে। নতুন পণ্য সন্ধান এবং মার্চ পর্যায়ের পরিশ্রমী জনবল সম্মিলিতভাবে ব্যবসাকে টেকসই প্রবৃদ্ধির দিকে নিয়ে গিয়েছে। ই-ফিশারিজ প্রচলন করা এই ব্যবসায়ের একটি অন্যতম উল্লেখযোগ্য কৃতিত্ব। ই-ফিশারিজ একটি ইন্টারনেট ভিত্তিক সম্পূর্ণ স্বয়ংক্রিয় পদ্ধতি যা স্মার্ট ফোন/ ডেস্কটপ/ ল্যাপটপ এর মাধ্যমে যেকোন সময় যেকোন জায়গা থেকে ব্যবহার করা সম্ভব। এর ব্যবহারে মাছের খাবার সংক্রান্ত খরচ উল্লেখযোগ্য হারে কমাবে। কৃষকদের ক্রমবর্ধমান চাহিদা বিবেচনা করে এসিআই এনিমেল হেলথ ঢাকায় যথাযথ ডায়গনস্টিক ও কনসালটেশন সুবিধা সমৃদ্ধ ডায়গনস্টিক ল্যাব স্থাপন করেছে। এই ল্যাব কম খরচে সঠিক রোগ নির্ণয়, রক্ত পরীক্ষা ও অন্যান্য অনেক সেবা প্রদান করবে।

এই ব্যবসা বাংলাদেশের এনিমেল হেলথ ক্ষেত্রে ভবিষ্যতে আরও অবদান রাখা এবং মাথাপিছু আয় বাড়ানোর লক্ষ্যে কাজ করে যাচ্ছে।

এগ্রোলিংক

২০১৬-২০১৭ অর্থবছরে এসিআই এগ্রোলিংক এর বিক্রয় ছিল ৪০৪ মিলিয়ন টাকা যা ২০১৫ সালে ছিল ৬ মিলিয়ন টাকা।

এসিআই এগ্রোলিংক কৃষিপণ্য উৎপাদকের সাথে মধ্যবর্তী ও প্রান্তিক ভোক্তা সাধারণের মধ্যে বিভিন্ন স্তরে গুণগত সংযোগ স্থাপনে প্রচেষ্টা চালিয়ে যাচ্ছে।

এগ্রোলিংক হিউম্যান ফুড কমোডিটি পোর্টফলিওর আওতায় পোল্ট্রি, মাছ ও শস্য উৎপাদকের সাথে সংযোগ স্থাপন করছে এবং ফুড প্রসেসর এবং পাইকারি বিক্রেতাদের সাথে ডিম, মাছ, ফল, মুরগী এবং চাল ব্যবসায়ের সাথে সম্পৃক্ত হয়েছে। উচ্চমূল্যের অর্থকরী ফসলসহ নন-ফুড সেক্টর যেমন- পাট এবং চালের তুষ্ণ ব্যবসাতেও প্রবেশ করেছে। এছাড়াও এই ব্যবসা উচ্চ পুষ্টি গুণ সমৃদ্ধ পশু খাদ্য তৈরিতে ব্যবহৃত নানাবিধ খাদ্য উপাদান সরবরাহ করছে। এটি তাইওয়ান ও চীনে 'ব্ল্যাক সিসেম সীড' রপ্তানী শুরু করেছে। এসিআই এগ্রোলিংক রপ্তানীর লক্ষ্যে বিশ্বমানের চিংড়ী প্রক্রিয়াজাতকরণ প্ল্যান্ট স্থাপন করার মাধ্যমে এগ্রোপ্রসেসিং ইন্ডাস্ট্রিতে প্রবেশ করেছে। বিভিন্ন রকমের ট্রেডিং কার্যক্রমের আওতায় এ ব্যবসায় বিপুল ভোক্তা-ভিত্তিক কৃষকের সমস্যা দূরীকরণসহ তাঁদের সঙ্গে যোগসূত্র স্থাপনে প্রচেষ্টারত।

প্রিমিয়াফ্লেক্স প্রাস্টিকস এন্ড প্যাকেজিং

২০১৬-২০১৭ অর্থবছরে প্রিমিয়াফ্লেক্স প্রাস্টিকস ২০১৫ সালের তুলনায় ৩৯% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে।

উৎপাদন ক্ষমতা বৃদ্ধি পেয়ে প্রতিমাসে ৬০০ মেঃ টন হওয়াতে এবং বহুজাতিক ও স্থানীয় গ্রাহক সংখ্যা বৃদ্ধি পাওয়ার ফলেই মূলতঃ এ অর্জন সম্ভবপর হয়েছে।

উৎপাদন ক্ষমতার শতভাগ ব্যবহারের মাধ্যমে ফুড ও বেভারেজ প্যাকেজিংসহ ভোজ্যতেল, কৃষিপণ্য, সাবান, কমপোটিকস ও ধাতব পণ্য প্যাকেজিং খাত সমূহে উল্লেখযোগ্য প্রবৃদ্ধি অর্জিত হয়েছে।

প্রিমিয়াফ্লেক্স প্রাস্টিকের রয়েছে ২২ ধরনের মান যাচাইকারী যন্ত্রপাতি সম্বলিত দেশের প্রথম স্টেট-অব-দি-আর্ট কোয়ালিটি কন্ট্রোল ল্যাব। যার ফলে ভোক্তাদের সর্বোৎকৃষ্ট মান সম্পন্ন পণ্য সরবরাহের মাধ্যমে আমরা মার্কেট শেয়ার অর্জনের পাশাপাশি প্রতিযোগিতামূলক ফ্লেক্সিবল প্যাকেজিং ব্যবসায়ের সুবিধা ভোগ করতে পারছি।

উৎকৃষ্টমানের পণ্য সরবরাহের স্বীকৃতি স্বরূপ প্রিমিয়াফ্লেক্স প্রাস্টিকস ISO 90001:2008, HACCP ও FSSC 22000 সনদ লাভ করেছে। প্যাকেজিং শিল্পের উন্নয়নে এই ব্যবসায় ভবিষ্যতে আরও অবদান রাখবে।

রিটেইল চেইন ডিভিশন

২০১৬-২০১৭ অর্থবছরে নতুন ১২টি আউটলেট উদ্বোধনের মধ্য দিয়ে এসিআই লজিস্টিকস (স্বপ্ন) তার ব্যবসায়িক প্রবৃদ্ধির বলিষ্ঠ ধারা অব্যাহত রেখেছে। স্বপ্ন বর্তমানে দেশব্যাপী ৬৩টি আউটলেটের মাধ্যমে প্রতিদিন ৩৫,০০০ হাজার ভোক্তাকে সেবা দিয়ে যাচ্ছে। এই ক্রমাগত সম্প্রসারণের মাধ্যমে স্বপ্ন পূর্ববর্তী বছরের একই সময়ের তুলনায় ৪৩% বিক্রয় প্রবৃদ্ধি অর্জন করতে সক্ষম হয়েছে যেখানে আউটলেট গুলোতে গ্রাহকদের পদচারণা বেড়েছে ৩২%। নতুন উদ্বোধনকৃত আউটলেট গুলোর পাশাপাশি আগের আউটলেট গুলোর ব্যবসায় ধারাবাহিক প্রবৃদ্ধিও এক্ষেত্রে গুরুত্বপূর্ণ অবদান রেখেছে। স্বপ্ন ব্র্যান্ড যে বাংলাদেশের ভোক্তা সাধারণের মনে একটি আস্থার জায়গা তৈরি করতে সক্ষম হয়েছে এ ফলাফল তার একটি স্পষ্ট ইঙ্গিত।

নতুন আউটলেট সম্প্রসারণ ছাড়াও আরও অনেক উদ্যোগ এসিআই লজিস্টিকস এর এই অগ্রযাত্রাকে ত্বরান্বিত করেছে। ভোক্তাদের আউটলেট ভিজিটের অভিজ্ঞতা বিবেচনায় রেখে সেবার মান বৃদ্ধি তথা পণ্যের দাম সহনশীল রাখার মাধ্যমে নতুন ভোক্তাদের আকৃষ্ট করা হয়েছে। সরবরাহকারী ও উৎপাদকের সাথে সুসম্পর্কের উন্নয়ন ও সেবার গতি ত্বরান্বিত করার মাধ্যমে কোম্পানীর গ্রাস মার্জিনে

উল্লেখযোগ্য গুনগত পরিবর্তন এসেছে। দীর্ঘসময় ধরে দেশের গ্রোসারি রিটেইল সেক্টরে নেতৃত্বের সাথে অগ্রগামী ভূমিকা পালনের স্বীকৃতি স্বরূপ স্বপ্ন ২০১৬ সালে কান্তার মিলওয়ার্ড ব্রাউন ও বাংলাদেশ ব্র্যান্ড ফোরামের যৌথ উদ্যোগে ‘বেস্ট রিটেইল ব্র্যান্ড’ খেতাব অর্জন করে। উপরন্তু, টেকসই উন্নয়নের ধারায় এবং বিশ্বব্যাপী নিরাপদ ও মজবুত কৃষি উন্নয়ন নিশ্চিত করার মহান ব্রত নিয়ে স্বপ্ন বিশ্বের সর্ববৃহৎ ও নেতৃস্থানীয় বেসরকারী সংস্থা G.A.P. এর সাথে সংযুক্ত হয়েছে।

স্বপ্ন এর এই সাম্প্রতিক প্রবৃদ্ধির আরও একটি অন্যতম কারণ হল ঢাকা, চট্টগ্রাম ও সিলেটের মত মেট্রোপলিটান শহরে সেবা বিস্তৃত করা। টাঙ্গাইল ও কুমিল্লাতে উদ্বোধন হওয়া নতুন আউটলেটগুলোতেও ভোক্তাদের কাছ থেকে অভাবনীয় সাড়া পাওয়া গেছে যা আমাদেরকে সমগ্র দেশব্যাপী স্বপ্নের সেবা বিস্তৃত করতে অনুপ্রেরণা যোগাবে। এছাড়াও, স্বপ্ন এক্সপ্রেস ফ্রাঞ্চাইজ নেটওয়ার্কের একত্রীকরণ, বেসরকারি লেবেল ব্র্যান্ড রেঞ্জের পণ্য সরবরাহ ও ই-কমার্স চ্যানেল চালু করার মতো আরো কিছু বিশেষ পদক্ষেপ আগামী দিনগুলোতে স্বপ্নকে একটি টেকসই প্রবৃদ্ধির ভিত্তি স্থাপনে সহায়তা করবে।

সাবসিডিয়ারী কোম্পানী ও আর্থিক বিবরণীর কনসলিডেশন

এডভান্সড কেমিক্যাল ইন্ডাস্ট্রিজ লিমিটেডের নিম্নলিখিত সাবসিডিয়ারী কোম্পানী রয়েছে-

- এসিআই ফার্মুলেশন্স লিমিটেড
- এসিআই সল্ট লিমিটেড
- এসিআই পিউর ফ্লাওয়ার লিমিটেড
- এসিআই ফুডস লিমিটেড
- এসিআই এগ্রোলিংক লিমিটেড
- প্রিমিয়াফ্লেক্স প্লাস্টিকস লিমিটেড
- এসিআই মটরস লিমিটেড
- ক্রিয়েটিভ কমিউনিকেশন লিমিটেড
- এসিআই লজিস্টিকস লিমিটেড
- এসিআই এডভেল অয়েল লিমিটেড
- এসিআই হেলথকেয়ার লিমিটেড
- এসিআই কেমিক্যালস লিমিটেড
- ইনফলিটিব্ল বাংলাদেশ লিমিটেড
- এসিআই বায়োটেক লিমিটেড

উল্লেখিত সাবসিডিয়ারী কোম্পানীগুলোর নিরীক্ষিত আর্থিক বিবরণী সমূহ নিরীক্ষা প্রতিবেদন ও পরিচালক মন্ডলীর প্রতিবেদনসহ আলাদাভাবে বার্ষিক প্রতিবেদনের নির্ধারিত স্থানে উপস্থাপন করা হয়েছে। এছাড়াও কোম্পানী আইন-১৯৯৪, বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন গাইডলাইনস ও বাংলাদেশে প্রবর্তিত ইন্টারন্যাশনাল এ্যাকাউন্টিং স্ট্যান্ডার্ডস বা আইএফআরএস অনুসারে সকল সাবসিডিয়ারী কোম্পানীর আর্থিক বিবরণী সমূহ এসিআই লিমিটেড এর আর্থিক বিবরণীর সঙ্গে একত্রিকরণ করা হয়েছে।

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এসিআই গোদরেজ এ্যাসোসিয়েটেড প্রাইভেট লিমিটেড

এসিআই গোদরেজ এ্যাসোসিয়েটেড প্রাইভেট লিমিটেড সম-অংশিদারীত্বের ভিত্তিতে এডভান্সড কেমিক্যাল ইন্ডাস্ট্রিজ লিমিটেড, বাংলাদেশ ও গোদরেজ এ্যাসোসিয়েটেড প্রাইভেট লিমিটেড, ভারত এর যৌথ উদ্যোগে প্রতিষ্ঠিত একটি কোম্পানী। কোম্পানীটি সব ধরনের পশু খাদ্য (পোলট্রি, এ্যাকুয়া, ক্যাটল ফিড) ও একদিনের মুগীর বাচ্চা উৎপাদন ও বিক্রয় ব্যবসার সাথে সম্পৃক্ত। বিগত তিন বছর ধরে এই ব্যবসায় প্রায় ২০% প্রবৃদ্ধির ধারাবাহিকতায় ২০১৬-২০১৭ অর্থবছরে ৭৬০০ মিলিয়ন টাকা বিক্রয় লক্ষ্যমাত্রা অর্জিত হয়েছে যা ২০১৫ সালের তুলনায় ২৫%। দলগত লক্ষ্য নিয়ে একযোগে কাজ করার ফলেই এ সাফল্য অর্জন সম্ভবপর হয়েছে। ‘নাদির গোদরেজ সেন্টার ফর এনিমেল রিসার্চ এন্ড ডেভেলপমেন্ট’ এ আমাদের উদ্ভাবিত পণ্য মাঠ পর্যায়ে বৈজ্ঞানিক পরীক্ষার মাধ্যমে বাজারজাত করা হয়। যার মূল লক্ষ্য পশু সম্পদ উৎপাদনে হাঁস-মুরগী, মাছ ও গবাদি পশুর টেকসই উন্নয়ন।

কোম্পানীটি রাজশাহীতে ১.৪৪ লক্ষ মে. টন উৎপাদন ক্ষমতা সম্পন্ন বিশ্বমানের স্বয়ংক্রিয় প্রযুক্তির ভাসমান মাছের খাবারের কারখানা (Floating

Fish Feed Plant) স্থাপন করেছে। ২০১৭ সালের মার্চ মাসে এই কারখানা সফলতার সাথে বাণিজ্যিকভাবে উৎপাদন শুরু করেছে। এছাড়াও পোল্ট্রি ব্রিডিং প্রক্রিয়াকে আরও আধুনিকায়ন করতে বিদ্যমান শেডগুলোকে পর্যায়ক্রমিকভাবে পরিবেশবান্ধব শেডে রূপান্তর করা হচ্ছে।

ট্টেলি এসিআই (বাংলাদেশ) লিমিটেড

ট্টেলি এসিআই (বাংলাদেশ) লিমিটেডও সম-অংশিদারীত্বের ভিত্তিতে এডভান্সড কেমিক্যাল ইন্ডাস্ট্রিজ লিমিটেড, বাংলাদেশ এবং টাটা গ্লোবাল বেভারেজ ওভারসীজ হোল্ডিংস লিমিটেড, ইউকে এর যৌথ উদ্যোগে প্রতিষ্ঠিত একটি প্রাইভেট কোম্পানী। এই কোম্পানী চা উৎপাদন ও বিক্রয় ব্যবসায় নিয়োজিত। ২০১৬-২০১৭ অর্থবছরে ট্টেলি এসিআই ২০১৫ সালের তুলনায় ৪০% প্রবৃদ্ধি অর্জন করেছে। কোম্পানী ধারাবাহিকভাবে মার্কেট শেয়ার অর্জন অব্যাহত রাখার পাশাপাশি গ্রাস মার্জিন বৃদ্ধির মাধ্যমে আর্থিক অবস্থার উন্নতি করতে সক্ষম হয়েছে।

২০১৬-২০১৭ অর্থবছরের সবথেকে বড় অর্জন ছিল বাজারজাতকরণ ব্যবস্থার সম্প্রসারণ এবং আন্তর্জাতিক উৎস থেকে চা সংগ্রহ ও ব্লেন্ডিং বিশেষজ্ঞ দ্বারা মিশ্রনের মাধ্যমে সর্বোৎকৃষ্ট চা সরবরাহ করা। ফলশ্রুতিতে, চা ব্যবসায় আন্তর্জাতিক মান বজায় রাখার পুরস্কার স্বরূপ কোম্পানী HACCP খেতাব অর্জন করে। এছাড়াও, কোম্পানি নতুন ট্টেলি গ্রীন টি ও ট্টেলি ফ্লোভার ডি সংযোজনের মাধ্যমে টি-ব্যাগ ক্যাটাগরির পোর্টফলিও সম্প্রসারণ করেছে।

এশিয়ান কনজুমার কেয়ার প্রাইভেট লিমিটেড

ডাবর ইন্টারন্যাশনাল লিমিটেড, ভারত এবং এডভান্সড কেমিক্যাল ইন্ডাস্ট্রিজ লিমিটেড, বাংলাদেশ এর যৌথ উদ্যোগে এশিয়ান কনজুমার কেয়ার প্রাইভেট লিঃ পরিচালিত হচ্ছে। ৩১শে মার্চ ২০১৭ইং তারিখে সমাপ্ত আর্থিক বছরে কোম্পানীটি ১৩৪৮ মিলিয়ন টাকা বিক্রয় লক্ষ্যমাত্রা অর্জন করে।

চলতি বছরে ঢাকার উপকণ্ঠে কোম্পানীটি বানিজ্যিকভাবে “ওডোফ্রেস” এর উৎপাদন শুরু করেছে। এ বছরের অন্যতম অর্জন ছিল বাজারজাতকরণ ব্যবস্থার সম্প্রসারণের মাধ্যমে ভাল ফলাফল অর্জন করা। এরই ধারাবাহিকতায় কোম্পানীটি এর গ্রাস মার্জিন বৃদ্ধির মাধ্যমে আর্থিক অবস্থার উল্লেখযোগ্য উন্নতি করতে সক্ষম হয়েছে।

আর্থিক ফলাফল - এসিআই লিমিটেড

৩০শে জুন ২০১৭ সালে সমাপ্ত অর্থ বছরে এসিআই লিমিটেড-এর নীট বিক্রয় ছিল ১৮,৩০৬ মিলিয়ন টাকা যা পূর্ববর্তী ১৮ মাসের সমাপ্ত রিপোর্টিং পিরিয়ডে ছিল ২২,৫০৮ মিলিয়ন টাকা। অধিক লাভজনক পণ্য বিক্রয়ের কারণে ২০১৬-২০১৭ অর্থ বছরে এস মুনাফার হার বৃদ্ধি পেয়ে ৪৪.৭৭% হয়েছে যা পূর্ববর্তী ১৮ মাসের রিপোর্টিং পিরিয়ডে ছিল ৪৩.৬৪%। আলোচ্য অর্থ বছরে পরিচালন মুনাফা ১,৫৯১ মিলিয়ন টাকা এবং কর পরবর্তী মুনাফা ১,২৪৪ মিলিয়ন টাকা ছিল যার ফলশ্রুতিতে শেয়ার প্রতি আয় (ইপিএস) হয়েছে ২৮.৩৮ টাকা।

এক নজরে মুখ্য পরিচালনগত ও আর্থিক তথ্য

২০১৬-২০১৭ অর্থ বছর সহ কোম্পানীর বিগত পাঁচ বছরের মুখ্য পরিচালনগত ও আর্থিক তথ্যাদি নিম্নে প্রদর্শন করা হলো:

	মিলিয়ন টাকায়						
বিবরণ	জুলাই ২০১৬ - জুন ২০১৭	জানুয়ারি ২০১৬ - জুন ২০১৬ (ছয় মাস)	ডিসেম্বর ২০১৫	ডিসেম্বর ২০১৪	ডিসেম্বর ২০১৩	ডিসেম্বর ২০১২	ডিসেম্বর ২০১১
নীট বিক্রয়	১৮,৩০৬	৭,৯৪১	১৪,৫৬৭	১২,৩১৯	১০,৬৮৪	৯,৬৮০	৮,৫১৪
মোট গ্রন্থ মুনাফা	৮,১৯৬	৩,৫৬১	৬,২৬২	৫,১৭১	৪,২৫৮	৩,৫৯০	৩,১৬১
কর পূর্ববর্তী মুনাফা	১, ৬৭৪	৯২৫	৩,৯৩৪	১,২৭২	১,০১৪	৭৩৭	৮৯৩
কর পরবর্তী মুনাফা	১,২৪৪	৬৮০	৩,১৮৪	৯৫১	৭৬৪	৫৪৫	৬৮১
শেয়ার প্রতি আয় (টাকা)	২৮.৩৮	১৫.৫১	৭২.৭২	২৪.০২	২২.২৭	১৯.১১	২৮.৮৩
ইস্যুকৃত ও পরিশোধিত মূলধন	৪৩৮	৩৯৮	৩৯৮	৩৪৪	২৮৬	২৩৮	১৯৭
শেয়ার মালিকদের ইকুইটি	১২,৯৯২	১১,৯৪৯	১১,৭১৫	৬,৬০৭	৫,৬৩৭	৫,০৮১	৪,৭৬৭
শেয়ার প্রতি নীট সম্পদ (টাকা)	২৯৬.৪৯	২৯৯.৯৬	২৯৪.০৮	১৯২.০৯	১৯৭.২৩	২১৩.৭৩	২৪১.৯৮
কর্মচারীদের সংখ্যা	৮,৩৬৪	৭, ২৭৫	৭,০৯০	৬,৯৩০	৪, ৯৫৫	৪,৫৬০	৪,০১৪
জাতীয় রাজস্ব আয়ে অবদান	৩,৩০২	১,৩৪০	২,৬২৬	২,১৫৮	২,১৬৬	১,৮৫৩	১,৮১৮

মুনাফাবন্টনঃ ২০১৬-২০১৭ অর্থ বছরের ফলাফল পর্যালোচনা, ফ্রি রিজার্ভ এবং ধারাবাহিক লভ্যাংশ নীতি অনুসরণের আলোকে পরিচালনা পর্ষদ নীট মুনাফার নিম্নলিখিত বন্টন সুপারিশ করেছেনঃ

	৩০শে জুন ২০১৭ তারিখে সমাপ্ত বছরের জন্য টাকা	৩০শে জুন ২০১৬ তারিখে সমাপ্ত ১৮ মাসের জন্য টাকা	৩০শে জুন ২০১৬ তারিখে সমাপ্ত ৬ মাসের জন্য টাকা	৩১শে ডিসেম্বর ২০১৫ তারিখে সমাপ্ত বছরের জন্য টাকা
অবন্টিত মুনাফা	৭,৮২৮,৩৯৭,৭০৮	৪,৪৬৩,১৬৭,১১৫	৭,১৪৮,৭৩৯,৯১৬	৪,৪৬৩,১৬৭,১১৫
যোগ্য:কর-পরবর্তীমুনাফা	১,২৪৩,৫৪৬,৫৩৬	৩,৮৬৩,১৮৯,৭০৭	৬৭৯,৬৫৭,৭৯২	৩,১৮৩,৫৩১,৯১৪
সর্বমোট বন্টনযোগ্য মুনাফা	৯,০৭১,৯৪৪,২৪৪	৮,৩২৬,৩৫৬,৮২২	৭,৮২৮,৩৯৭,৭০৮	৭,৬৪৬,৬৯৯,০২৯
প্রস্তাবিত মুনাফা বন্টনঃ				
অন্তঃবর্তীকালীন লভ্যাংশঃ				
নগদ লভ্যাংশ	২৯৮,৭৭৫,৪৬৮	-	-	-
চূড়ান্ত প্রস্তাবিত লভ্যাংশঃ				
নগদ লভ্যাংশ	১৭৫,২৮১,৬০৪	৪৫৮,১২২,৩৮৪	-	৪৫৮,১২২,৩৮৪
স্টক লভ্যাংশ	৪৩,৮২০,৪০১	৩৯,৮৩৬,৭২৯	-	৩৯,৮৩৬,৭২৯
সর্বমোট লভ্যাংশ	৫১৭,৮৭৭,৪০৯	৪৯৭,৯৫৯,১১৩	-	৪৯৭,৯৫৯,১১৩
অবন্টিত মুনাফা স্থিতি	৮,৫৫৪,০৬৬,৭৭১	৭,৮২৮,৩৯৭,৭০৮	৭,৮২৮,৩৯৭,৭০৮	৭,১৪৮,৭৩৯,৯১৬

এ বছরের স্থিতি এবং আগামীতে মুনাফা অর্জনের মাধ্যমে কোম্পানী ধারাবাহিক লভ্যাংশ নীতিবজায় রাখতে পারবে বলে পরিচালনা পর্ষদ আস্থাশীল।

লভ্যাংশঃ পরিচালনা পর্ষদ ইতিমধ্যে ৭৫% অন্তঃবর্তীকালীন নগদ লভ্যাংশ (শেয়ার প্রতি ৭.৫ টাকা) প্রদান করেছে।

উপরোক্ত অন্তঃবর্তীকালীন নগদ লভ্যাংশ ছাড়াও, ৩০ শে জুন ২০১৭ তারিখে সমাপ্ত বছরের জন্য পরিচালনা পর্ষদ আনন্দের সাথে চূড়ান্ত লভ্যাংশ হিসেবে ৪০% নগদ লভ্যাংশ (অর্থাৎ শেয়ার প্রতি ৪ টাকা) এবং ১০% স্টক লভ্যাংশ প্রদানের সুপারিশ করেছে। রেকর্ড ডেট, অর্থাৎ ১৩ নভেম্বর ২০১৭ সোমবার, যে সকল সম্মানিত শেয়ার মালিকগণের নাম কোম্পানীর সদস্যদের শেয়ার রেজিস্টার বা সিডিবিএল এর ডিপোজিটরিতে অন্তর্ভুক্ত ছিল, তারা এই চূড়ান্ত লভ্যাংশ পাওয়ার যোগ্য হিসেবে বিবেচিত।

জাতীয় রাজস্ব আয়ে অবদানঃ ৩০ শে জুন ২০১৭ তারিখে সমাপ্ত অর্থ বছরে কোম্পানী আয়কর, আবগারি শুল্ক এবং মূল্য সংযোজন কর বাবদ মোট ৩,৩০২ মিলিয়ন টাকা জাতীয় কোষাগারে জমা দান করেছে; যা উল্লেখিত সমাপ্ত বছরের নীট বিক্রয়লব্ধ আয়ের ১৮.০৪%।

বিক্রিত পণ্যের ব্যয় এবং মুনাফার হার

৩০ শে জুন ২০১৭ তারিখে সমাপ্ত অর্থ বছরে বিক্রিত পণ্যের ব্যয় হয়েছে ১০,১১০ মিলিয়ন টাকা যা পূর্ববর্তী ১৮ মাসের রিপোর্টিং পিরিয়ডে ছিল ১২,৬৮৫ মিলিয়ন টাকা। কাঁচামালের মূল্য তুলনামূলকভাবে কম থাকায় এবং উচ্চ মার্জিন সম্বলিত পণ্য মিশ্রনের ফলে এ অর্জন সম্ভব হয়েছে। এর পাশাপাশি, এস মুনাফার হার বৃদ্ধি পেয়ে দাঁড়িয়েছে ৪৪.৭৭% (৮,১৯৬ মিলিয়ন টাকা) যা পূর্ববর্তী ১৮ মাসের রিপোর্টিং পিরিয়ডে ছিল ৪৩.৬৪% (৯,৮২৩ মিলিয়ন টাকা)। উল্লেখিত অর্থ বছরে এস মুনাফার হার বৃদ্ধি পেলেও কর পরবর্তী মুনাফার হার ছিল ৬.৭৯% যার কারণ মূলতঃ অধিক পরিচালন ব্যয়, বিক্রয় ও বিতরণ সংক্রান্ত খরচ এবং অর্থায়ন খরচ।

আর্থিক ফলাফল - এসিআই গ্রুপ

৩০শে জুন ২০১৭ তারিখে সমাপ্ত অর্থ বছরে কনসলিডেটেড বিক্রয় ছিল ৪৭,৬৬৮ মিলিয়ন টাকা যা পূর্ববর্তী ১৮ মাসের রিপোর্টিং পিরিয়ডে ছিল ৪৯,২৩৬ মিলিয়ন টাকা। পক্ষান্তরে, কনসলিডেটেড এস মুনাফার হার আলোচ্য আর্থিক বছরে কমে দাঁড়ায় ২৯.৫৯% যা পূর্ববর্তী ১৮ মাসের রিপোর্টিং পিরিয়ডে ছিল ৩১.৪৮%। যার কারন মূলতঃ কম লাভজনক পণ্যের বিক্রয় বৃদ্ধি যেমনঃ চাল, লবন, আটা ইত্যাদি। আলোচ্য অর্থ বছরে কনসলিডেটেড কর পরবর্তী মুনাফা ছিল ১,০৬৫ মিলিয়ন টাকা যার ফলশ্রুতিতে কনসলিডেটেড শেয়ার প্রতি আয় (ইপিএস) হয়েছে ২৪.৩১ টাকা।

বিধিবদ্ধ তথ্য সম্বন্ধে পরিচালকমন্ডলীর ঘোষণা

৩০ শে জুন ২০১৭ তারিখে সমাপ্ত অর্থ বছরের আর্থিক বিবরণী প্রস্তুত ও উপস্থাপন সম্বন্ধে পরিচালকমন্ডলী আরো জানাচ্ছে যেঃ

- আর্থিক বিবরণীর নোট - ৭ (II) এ সেগমেন্ট অনুযায়ী রিপোর্টিং ফলাফল পর্যালোচনা করা হয়েছে।
- কোম্পানী উহার ব্যবসা সংশ্লিষ্ট ঝুঁকি সম্পর্কে সচেতন এবং সেগুলোকে নিয়মানুগ পদ্ধতির মাধ্যমে মোকাবেলায় প্রস্তুত। আর্থিক বিবরণীর নোট-৩৬ এ আর্থিক ঝুঁকি ব্যবস্থাপনা বর্ণিত হয়েছে।
- Bangladesh Financial Reporting Standards (BFRSs) অনুসারে কোন অস্বাভাবিক লাভ বা ক্ষতি রিপোর্টিং পিরিয়ডে বিদ্যমান নেই।
- সংশ্লিষ্ট পক্ষগুলোর সকল লেনদেন বাণিজ্যিক ভিত্তিতে করা হয়েছে যার মূলনীতি "Arms Length Transaction"। সংশ্লিষ্ট পক্ষসমূহের লেনদেনের বিবরণ আর্থিক বিবরণীর নোট-৪১ এ প্রকাশিত হয়েছে।
- রিপোর্টিং পিরিয়ডে কোন আইপিও বা রাইট ইস্যু নেই।
- ত্রৈমাসিক আর্থিক ফলাফল এবং বার্ষিক আর্থিক বিবরণীর মধ্যে উল্লেখযোগ্য কোন পার্থক্য নেই।
- রিপোর্টিং পিরিয়ডে কোম্পানীর বোর্ড মিটিং এ উপস্থিতি ফি হিসাবে মোট ১৬,৫০০ টাকা প্রদান করা হয়েছে। পরিচালকমন্ডলীর সম্মানী ভাতা আর্থিক বিবরণীর নোট-৩১ এবং ৪১ (a) তে উল্লেখ করা হয়েছে।
- কোম্পানীর ব্যবস্থাপনা পর্ষদ কর্তৃক প্রস্তুতকৃত আর্থিক বিবরণীতে কোম্পানীর স্থিতি, পরিচালন ফলাফল, অর্থ প্রবাহ এবং ইকুইটি পরিবর্তনের একটি সত্য ও যথার্থ চিত্র তুলে ধরা হয়েছে।
- কোম্পানীর হিসাবের বই সঠিকভাবে রক্ষণাবেক্ষণ করা হয়েছে।
- আর্থিক বিবরণী প্রস্তুতকরণের ক্ষেত্রে যথাযথ হিসাবনীতি ধারাবাহিকভাবে অনুসরণ করা হয়েছে এবং হিসাবের ভিত্তি যুক্তিসঙ্গত ও সঠিক।
- আর্থিক বিবরণী প্রস্তুতকরণের ক্ষেত্রে "Bangladesh Accounting Standards (BASs)" ও "Bangladesh Financial Reporting Standards (BFRSs)" অনুসরণ করা হয়েছে।
- অভ্যন্তরীণ নিয়ন্ত্রণ পদ্ধতির কার্যকর বাস্তবায়ন ও পর্যবেক্ষণ হয়েছে।
- নিঃসন্দেহে কোম্পানী একটি চলমান প্রতিষ্ঠান হিসাবে পরিচালিত।
- বিগত বছরের তুলনায় পরিচালন ফলাফলে পরিলক্ষিত সকল উল্লেখযোগ্য পার্থক্যসমূহ দৃষ্টিগোচর করা হয়েছে এবং তার ব্যাখ্যা প্রদান করা হয়েছে।
- আলোচ্য বছর সহ পূর্ববর্তী পাঁচ বছরের গুরুত্বপূর্ণ আর্থিক ও পরিচালনাগত তথ্য পরিচালকদের বিবরণীতে প্রকাশ করা হয়েছে।
- কোম্পানী রিপোর্টিং পিরিয়ডে লভ্যাংশ সুপারিশ করেছে।
- বিধিবদ্ধ নিয়মানুযায়ী রিপোর্টিং পিরিয়ডে পরিচালনা পর্ষদের মোট ৫টি সভা অনুষ্ঠিত হয়েছে যা Annexure-I এ দেখানো হয়েছে।
- ৩০শে জুন ২০১৭ ইং তারিখে কোম্পানীর শেয়ার হোল্ডিং প্যাটার্ন Annexure-II এ দেখানো হয়েছে।
- পুনর্নিয়োগের জন্য বিবেচিত সকল পরিচালকদের সংশ্লিষ্ট জীবন বৃত্তান্ত বার্ষিক প্রতিবেদনের Annexure-III এ অন্তর্ভুক্ত করা হয়েছে।
- CEO এবং CFO বোর্ডকে এই মর্মে প্রত্যাশন করেছে যে তারা রিপোর্টিং পিরিয়ডে আর্থিক বিবরণী মূল্যায়ন করেছে এবং তারা বিশ্বাস করে যে, এই প্রতিবেদনে অসত্য কিছু নেই অথবা কোন উপাদান বাদ দেওয়া হয়নি অথবা এমন কিছু নেই যা ভুল ব্যাখ্যা দিতে পারে।
- CEO এবং CFO আরো নিশ্চয়তা প্রদান করেছে যে, সত্য এবং যথার্থ উপস্থাপনা এবং প্রয়োজ্য আইন মেনে আর্থিক বিবরণী প্রস্তুত করা হয়েছে।

- CEO এবং CFO বোর্ডকে এ ব্যাপারে আরো প্রত্যাশন করেছে যে, তাদের জ্ঞান ও বিশ্বাস মতে রিপোর্টিং পিরিয়ডে এমন কোন লেনদেন হয়নি যা প্রতারণামূলক, অনৈতিক অথবা কোম্পানীর স্বীকৃত অভ্যন্তরীণ আচরণবিধি লঙ্ঘন করে।

চলমান প্রতিষ্ঠান

পরিচালনা পর্ষদ বিশ্বাস করে যে এসিআই লিমিটেড একটি চলমান প্রতিষ্ঠান হিসাবে পরিচালিত। তারা পর্যাপ্ত অনুসন্ধান এবং বিশ্লেষণের মাধ্যমে নিশ্চিত হয়েছে যে, সম্পদ এবং পর্যাপ্ত ব্যবসায়িক সুযোগের মাধ্যমে কোম্পানীকে চলমান প্রতিষ্ঠান হিসেবে বিবেচনা করা যায়, যা নিশ্চিতকরণের জন্য পরিচালকগণ আর্থিক হিসাবপত্র বিশ্লেষণ করেছেন। চলমান প্রতিষ্ঠান নীতির আলোকেই কোম্পানীর আর্থিক বিবরণী সমূহ প্রস্তুত করা হয়েছে।

কর্পোরেট সামাজিক দায়বদ্ধতা (CSR)

এসিআই মনে করে দায়বদ্ধতা ও বানিজ্যিক স্বার্থের মধ্যে এক ধরনের আন্তঃসম্পর্ক ও পারস্পরিক নির্ভরতা বিরাজমান। তেমনি কোম্পানীর কৌশলগত উদ্দেশ্য এবং সামাজিক দায়বদ্ধতা একে অপরের সাথে অঙ্গাঙ্গিভাবে জড়িত এবং অবিচ্ছিন্ন। এ প্রসঙ্গে কোম্পানীর পরিচালনা পর্ষদ বিশ্বাস করে যে, উন্নত ব্যবসাই টেকসই উন্নয়নের মূলকথা। এই মতাদর্শের ভিত্তিতে সমাজের সাথে আমাদের অংশীদারিত্বের ভিত্তিতে যে সম্পর্ক স্থাপিত হয়েছে তা অর্থনৈতিক ও সামাজিক লক্ষ্য অর্জনে সহায়তা করবে। এভাবেই সামাজিক দায়বদ্ধতা এসিআই গ্রুপের একটি কেন্দ্রীয় কার্যক্রম এবং CSR এর আওতায় গৃহীত সকল প্রোজেক্ট ও প্রোগ্রামসমূহ গ্রুপের ব্যবসায়িক সংশ্লিষ্টতা এবং বাংলাদেশের আর্থ সামাজিকতার সাথে সম্পর্কিত। টেকসই ব্যবসা প্রতিষ্ঠান গড়ে তোলার লক্ষ্যে আমরা সামাজিক দায়বদ্ধতা ও আকাঙ্ক্ষার প্রতি শ্রদ্ধাশীল।

পরিচালনা পর্ষদ

কোম্পানীর পরিচালনা পর্ষদ দুইজন স্বতন্ত্র পরিচালক সহ নিম্নোক্ত দশ জন সদস্যের সমন্বয়ে গঠিতঃ

- জনাব এম. আনিস উদ্ দৌলা
চেয়ারম্যান, বোর্ড অব ডিরেক্টরস
- ড. আরিফ দৌলা
ব্যবস্থাপনা পরিচালক
- মিস. সুস্মিতা আনিস
পরিচালক
- ওয়ালিউর রহমান ডুইয়া, OBE
পরিচালক
- জনাব নাজমা দৌলা
পরিচালক
- জনাব কাজী সানাউল হক
পরিচালক
- জনাব গোলাম মইনউদ্দিন
পরিচালক
- জনাব জুনেদ আহমদ চৌধুরী
স্বতন্ত্র পরিচালক
- জনাব আব্দুল-মুয়ীদ চৌধুরী
স্বতন্ত্র পরিচালক
- জনাবা সীমা আবেদ রহমান
পরিচালক ও কোম্পানী সচিব

পরিচালক নির্বাচন

কোম্পানীর আর্টিক্যালস অব এসোসিয়েশন এর ১২০ অনুচ্ছেদ অনুযায়ী জনাব এম. আনিস উদ্ দৌলা, জনাবা সীমা আবেদ রহমান ও জনাবা সুস্মিতা আনিস আসন্ন বার্ষিক সাধারণ সভায় পর্যায়ক্রমিক ভাবে অবসর গ্রহণ করবেন। এছাড়াও, আর্টিক্যালস অব এসোসিয়েশন এর ১০৮ অনুচ্ছেদ অনুযায়ী গত ২৩শে অক্টোবর ২০১৭ ইং তারিখে অনুষ্ঠিত ১৭৯তম পরিচালক পর্ষদের সভায় ইনভেস্টমেন্ট কর্পোরেশন অব বাংলাদেশ এর ব্যবস্থাপনা পরিচালক, জনাব কাজী সানাউল হককে কোম্পানীর পরিচালক হিসাবে নিয়োগ দেয়া হয় যার মেয়াদও আসন্ন সাধারণ সভায় পূর্ণ হবে, আইসিবি এর মনোনয়ন অনুযায়ী তিনি জনাব মো. ইফতেখারুজ্জামানের স্থলাভিষিক্ত হবেন। আসন্ন ৪৪ তম বার্ষিক সাধারণ সভায় উল্লেখিত সকল পরিচালকগণ পুনর্নির্বাচনের যোগ্য হিসেবে বিবেচিত।

তাদের সংক্ষিপ্ত জীবন বৃত্তান্ত ও অন্যান্য তথ্যাদি Annexure-III এ বর্ণিত হয়েছে।

অডিটরদের নিয়োগ

কোম্পানীর বর্তমান অডিটর মেসার্স রহমান রহমান হক, চার্টার্ড অ্যাকাউন্ট্যান্টস, তাদের ২০১৭ সালের ৩০ শে জুন তারিখের সমাপ্ত আর্থিক বছরের নিরীক্ষা সম্পন্ন করার পর আসন্ন বার্ষিক সাধারণ সভায় অবসর গ্রহণ করবেন। বিএসইসি'র আদেশ নং SEC/CMRRCD/2009-193/104/admin/61, Dated-July 08, 2015। মোতাবেক তারা আর পুনর্নিয়োগের যোগ্য হিসেবে বিবেচিত নয়। মেসার্স হুদা ভাসি চৌধুরী এন্ড কোং, চার্টার্ড অ্যাকাউন্ট্যান্টস ৯,৯০,০০০/- টাকা (মূল্য সংযোজন কর ব্যতিরেকে) সম্মানীর বিনিময়ে ২০১৭-২০১৮ আর্থিক বছরের নিরীক্ষা কার্যক্রম সম্পন্ন করার লক্ষ্যে নিয়োগ প্রাপ্ত হতে আগ্রহ প্রকাশ করেছে। এলক্ষ্যে, কোম্পানীর পরিচালনা পর্ষদ শেয়ারহোল্ডারদের নিকট তাদের নিয়োগের জন্য সুপারিশ করেন।

কর্পোরেট গভার্নেন্স কমপ্লায়েন্স স্ট্যাটাস

এসিআই ভোক্তা সাধারণের জীবনযাত্রার গুণগতমান-উন্নয়ন, ভোক্তা অধিকার সংরক্ষণ, উদ্ভাবন, স্বচ্ছতা, জবাবদিহিতা ও ক্রমাগত উন্নতির মধ্য দিয়েই ব্যবসার প্রসার ঘটানোর সম্ভব বলে বিশ্বাস করে। এর রয়েছে দেশের সর্ববৃহৎ একিভূত বহুমাত্রিক ঐতিহ্য সমৃদ্ধ ব্যবসায়িক সংস্কৃতি। দীর্ঘদিন ধরে এসিআইতে কর্পোরেট গভার্নেন্স এর অনুশীলন বিরাজমান। পরিচালনা পর্ষদ ও ব্যবস্থাপকগণ কোম্পানীতে কর্পোরেট গভার্নেন্স অনুশীলনে সর্বোচ্চ নৈতিকতা ও মান বজায় রাখার মাধ্যমে শেয়ারহোল্ডার ও অংশীদারদের স্বার্থ রক্ষায় প্রতিশ্রুতিবদ্ধ। আমরা অত্যন্ত আনন্দের সাথে আপনাদের এই মর্মে নিশ্চিত করছি যে, কোম্পানী বাংলাদেশ সিকিউরিটিজ এন্ড একচেঞ্জ কমিশন এর নোটিফিকেশন নং SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012, অনুযায়ী সমস্ত প্রয়োজনীয় দিকনির্দেশনা পালন করেছে। এই অনুসারে, ৩০ শে জুন ২০১৭ সালের সমাপ্ত অর্থবছরের জন্য মন্তব্য সহ কমপ্লায়েন্স রিপোর্ট কোম্পানীর পরিচালকমন্ডলীর প্রতিবেদনের Annexure-V এ অন্তর্ভুক্ত করা হয়েছে। এ ছাড়াও কর্পোরেট গভার্নেন্স গাইডলাইনের কন্ডিশন নং ৭ অনুযায়ী আল-মুক্তাদীর এ্যাসোসিয়েটস, চার্টার্ড সেক্রেটারীজ, কর্তৃক প্রত্যাখিত কমপ্লায়েন্স সার্টিফিকেট এই প্রতিবেদনের Annexure-VI এ অন্তর্ভুক্ত করা হয়েছে।

পরিচালকমন্ডলীর পক্ষে



ড. আরিফ দৌলা
ব্যবস্থাপনা পরিচালক

ঢাকা, ২৩ অক্টোবর ২০১৭

এসিআই'র মানব সম্পদ

আমাদের প্রতিষ্ঠান মানব সম্পদ উন্নয়ন ও কর্মী প্রেরণাকে সর্বাধিক প্রাধান্য দিয়ে থাকে। এসিআই গ্রাহকসম্পৃষ্টি অর্জনে সর্বদা সচেষ্ট যা একদল কর্ম-উৎসাহী ও পরিশ্রমী কর্মী বাহিনীর দ্বারা সম্ভব হয়েছে। কর্মীদের একটি উপযোগী কর্মস্থানের সুযোগ করে দেয়ার মাধ্যমেই এসিআই আজকের অবস্থানে পৌছাতে সক্ষম হয়েছে। কর্মীদের বিভিন্ন চাহিদা অনুযায়ী প্রতিবছর আমাদের প্রশিক্ষণ কর্মসূচিগুলোকে আরো উন্নত ও বিশেষায়িত করতে আমরা আগ্রহ চেষ্টা করি। মূল্যবোধ আমাদের প্রতিষ্ঠানের মূল ভিত্তি। আমাদের কোম্পানীর মূল্যবোধ হল স্বচ্ছতা, ন্যায্যতা, মান নিয়ন্ত্রণ, গ্রাহক সন্তুষ্টি, উন্নয়নের ধারাবাহিকতা ও নিত্যনতুন উদ্ভাবন। আমাদের জন্য একটি গুরুত্বপূর্ণ চ্যালেঞ্জ হল বছর বছর নিয়োগকৃত হাজারো নতুন কর্মীদেরকে কোম্পানীর সাংগঠনিক সংস্কৃতি এবং মূল্যবোধের সাথে খাপ খাওয়ানো। আমাদের এসকল মূল্যবোধগুলিকে বোধগম্য এবং এদের সহজ প্রয়োগ নিশ্চিত করতে আমরা বিভিন্ন পন্থায় বারংবার প্রচেষ্টা চালাই। আমাদের শ্লোগান, 'Advancing Possibilities' হল বাংলাদেশকে এগিয়ে নিতে আমাদের একটি দৃঢ় সংকল্প। এই সংকল্প আমাদের প্রতিষ্ঠানের প্রত্যেকটি কর্মীর হৃদয়ে গাঁথা। এখানে প্রতিষ্ঠানের প্রত্যেকটি স্তরের কার্যক্রমকে উদ্ভাবনশীল এবং উন্নত উপায়ে পরিচালনা করার সর্বাত্মক চেষ্টা করা হয়। আমরা সর্বক্ষেত্রে উদ্ভাবনী দৃষ্টিভঙ্গির অনুশীলন করি যা আমাদের কর্মীদেরকে উৎসাহপূর্ণ পরিবেশ উপহার দেয়।

আমরা বিভিন্ন ইভেন্ট ও অনুষ্ঠান উদযাপন করে থাকি যা প্রতিষ্ঠানের বিভিন্ন বিভাগের কর্মীদেরকে সংগঠিত করতে সহায়তা করে। যার মধ্যে উল্লেখযোগ্য হল মাঠ-কর্মীদের সম্মেলন, বিভিন্ন প্রশিক্ষণ কর্মসূচির আয়োজন, কারখানা কর্মীদের ক্রীড়ানুষ্ঠান ও সাংস্কৃতিক অনুষ্ঠান। এসকল মুহূর্তগুলোতে আমরা আমাদের মূল্যবোধসমূহকে পুনর্বিবেচনা করার পাশাপাশি আমাদের সাংগঠনিক সংস্কৃতিকে আরো মজবুত করার সুযোগ পাই।

কৃতজ্ঞতা জ্ঞাপন ও স্বীকৃতি

কোম্পানীর পরিচালনা পর্ষদ দৃঢ়ভাবে বিশ্বাস করে যে, এসিআই'র রয়েছে পর্যাপ্ত শক্তি, সম্পদ ও প্রতিশ্রুতি যা কোম্পানীকে আরও উচ্চতায় পৌছে দিতে পারে। বহুবিধ চ্যালেঞ্জের মুখোমুখি হওয়া সত্ত্বেও কোম্পানীর ব্যবসায়িক ফলাফল পরিচালনা পর্ষদ তথা সকল কর্মীদের দৃঢ় মনোবল এবং সংকল্পেরই ফসল। এসিআই'র সকল ব্যবসায়িক সহযোগী, শেয়ার মালিক, সরবরাহকারী, ক্রেতা, ব্যাংক ও মিডিয়া যাদের সহযোগীতা এবং অক্লান্ত পরিশ্রমের ফলে এসিআই আজকের এই পর্যায়ে এসেছে তাদের জন্য পরিচালনা পর্ষদের পক্ষ থেকে রইল আন্তরিক অভিনন্দন। মানুষের জীবন-মান উন্নয়নে আমাদের লক্ষ্যের প্রতি তাদের এই অব্যাহত মূল্যবান সমর্থন ও সহযোগীতা আমাদের কাছে যথেষ্ট গুরুত্ব বহন করে।

পরিশেষে, এবং অত্যন্ত গুরুত্বের সাথে আমরা পরিচালনা পর্ষদের পক্ষ থেকে ফ্যাক্টরী, ডিপো এবং অফিস সমূহের সকলের অক্লান্ত প্রচেষ্টার প্রতি আমাদের কৃতজ্ঞতা জানাতে চাই। নানাবিধ অনিশ্চয়তা ও প্রতিকূলতার মাঝেও তাদের কঠোর পরিশ্রম ও নিষ্ঠার ফলে এসিআই'কে একটি শক্তিশালী প্রতিষ্ঠান হিসেবে গড়ে তুলেছে যা জনগনের জীবন-মান উন্নয়নে নিরন্তর অবদান রেখে চলেছে।



আব্দুল-মুয়ীদ চৌধুরী
স্বতন্ত্র পরিচালক

Annexure - I

Number of Board Meetings and Attendance of Directors

As per condition no. 1.5 (xx) of the Corporate Governance Guidelines 2012 of Bangladesh Securities and Exchange Commission, the number of Board Meetings held and the Attendance by each Director during the Financial Year 2016-2017 are as follows:

Name	Position	Meeting Held	Meeting Attended
Mr. M. Anis Ud Dowla	Chairman	5	5
Ms. Shusmita Anis	Director	5	5
Mr. Waliur Rahman Bhuiyan, OBE	Director	5	3
Mr. Juned Ahmed Choudhury	Independent Director	5	5
Mr. Abdul-Muyeed Chowdhury	Independent Director	5	5
Mrs. Najma Dowla	Director	5	2
Mr. Golam Mainuddin	Director	5	4
Mr. Md. Iftikhar-uz-zaman	Director (ICB)	5	3
Ms. Sheema Abed Rahman	Director	5	4
Dr. Arif Dowla	Managing Director	5	5

- The Board granted leave of absence to the members who were unable to attend Board meetings as per laws.

Annexure - II

Pattern of Shareholding

As per condition no. 1.5 (xxi) of the Corporate Governance Guidelines 2012 of Bangladesh Securities and Exchange Commission, the pattern of shareholding along with name wise details as on 30 June 2017 are as follows:

Condition no.	Name of Shareholders	Position	No. of Shares held	% of Shares held
1.5 (xxi) (a)	Parent/Subsidiary/Associated Companies and other related parties:			
	ACI Foundation	N/A	39,90,302	9.11%
1.5 (xxi) (b)	Directors:			
	Mr. M. Anis Ud Dowla	Chairman	80,02,582	18.26%
	Dr. Arif Dowla	Managing Director	15,78,630	3.60%
	Mrs. Najma Dowla	Director	12,11,573	2.76%
	ACI Foundation, Represented By	N/A	39,90,302	9.11%
	Ms. Shusmita Anis	Director	4,40,128	1.00%
	Ms. Sheema Abed Rahman	Director	21,640	0.05%
	Mr. Waliur Rahman Bhuiyan, OBE	Director	-	-
	Mr. Golam Mainuddin	Director	-	-
	Investment Corporation of Bangladesh (ICB), Represented By	N/A	42,56,167	9.71%
	Mr. Md. Iftikhar-uz-zaman	Director	-	-
	Mr. Juned Ahmed Choudhury	Independent Director	-	-
	Mr. Abdul-Muyeed Chowdhury	Independent Director	-	-
	Chief Executive Officer, Chief Financial Officer, Company Secretary, Head of Internal Audit:			
	Dr. Arif Dowla	Chief Executive Officer	15,78,630	3.60%
	Mr. Pradip Kar Chowdhury	Chief Financial Officer	-	-
	Ms. Sheema Abed Rahman	Company Secretary	21,640	0.05%
	Mr. Amitava Saha	Head of Internal Audit	-	-
1.5 (xxi) (c)	Executives (Other than Directors, CEO, CS, CFO and Head of Internal Audit):			
	-	-	-	-
1.5 (xxi) (d)	Shareholders holding 10% or more voting interest in the Company:			
	Mr. M. Anis Ud Dowla	Chairman	80,02,582	18.26%

Annexure-III

Brief Resume of the Directors who seek re-appointment

In compliance with condition no. 1.5 (xxii) of the Corporate Governance Guidelines 2012 of Bangladesh Securities and Exchange Commission, Brief resumes of the Directors who seek re-appointment are as follows:

Re-appointment of Directors

Mr. M. Anis Ud Dowla

Mr. M. Anis Ud Dowla, the Chairman of ACI Group, is one of the most successful personalities in Bangladesh business circle. He occupies Directorship position in all subsidiary and associated companies of ACI Limited. He has maintained a high profile, and has provided leadership to business community in different capacities. Mr. Dowla served in the British Oxygen Group of UK in Pakistan, Bangladesh and Kenya for 27 years, including 12 years as Managing Director of Bangladesh Oxygen Ltd. In 1987, he became the Group Managing Director of the three ICI companies in Bangladesh. With experience gathered while working with British Multi-nationals for over 32 years, Mr. Dowla has continued to maintain the multinational culture and management style in ACI, with special emphasis on quality, productivity and customer services.

Mr. Dowla was the President of Narayanganj Chamber of Commerce and Industries in 1977. He has since been elected President of the successor trade body named Metropolitan Chamber of Commerce & Industries in 1978, 1995 and 2010.

Mr. Dowla has considerable contribution in the field of Industrial Relations of the country. He was elected President of Bangladesh Employers' Association for four terms, the only national employers' organization, in 1975-1976, 1976-1977, 1991-1992, 1992-1993 and was also elected as President of Bangladesh Employers' Federation for two terms in 2003-2004 and 2004-2005.

He is the Chairman of Pioneer Insurance Company Limited and Director of Credit Rating Agency of Bangladesh. He has been re-elected as the President of the Bangladesh Seed Association (BSA) for the term of 2017-2019.

Ms. Sheema Abed Rahman

Ms. Sheema Abed Rahman joined the Company in the year 1987 and inducted as Director in 2001. Prior to joining in ACI, she worked for British American Tobacco, Bangladesh (BAT) for 14 years. During her 44 years of service, she contributed a lot in the field of Corporate Management and Human Resource Management. She has done her Post Graduation in Human Resource Management and is a Fellow Member of the Institute of Chartered Secretaries of Bangladesh (ICSB). She has also been serving the Company in the capacity of Company Secretary since 2001.

Ms. Shusmita Anis

Ms. Shusmita Anis completed her graduation on Fine Arts in Graphics Design from San Jose, California, USA. She was inducted as a Director of ACI Limited in 2000. In addition to her current role in the Board of Directors, she performs as a member of the Audit Committee of the Company. Ms. Shusmita Anis has been serving as Managing Director of ACI Formulations Limited from 2012. Besides, she is the Director of ACI Logistics Limited, ACI Foods Limited, ACI Motors Limited, PremiaFlex Plastics Limited, Creative Communication Limited, Consolidated Chemicals Limited, ACI Pure Flour Limited, Stochastic Logic Limited, ACI Salt Limited, ACI Chemicals Limited, Neem Laboratories (Pvt.) Limited, ACI Foundation and Pioneer Insurance Company Limited.

Mr. Kazi Sanaul Hoq

Mr. Kazi Sanaul Hoq has joined the Board of Advanced Chemical Industries Limited as Director nominated by Investment Corporation of Bangladesh (ICB) on 23 October 2017. He has been appointed as Managing Director of ICB on 10 August, 2017. He started his career as a Senior Officer in ICB on 25 October 1984 and served different position in the same organization. Before his joining he acted as Managing Director at Rajshahi Krishi Unnayan Bank (RAKUB). During his service life he served different Banks and Financial Institutions. He served as Managing Director (Current Charge) and Deputy Managing Director at Agrani Bank Ltd. In addition to that Kazi Sanaul Hoq served as General Manager at BDBL and RAKUB. He also served as CEO at ICB Securities Trading Company Ltd. He completed his B. Com (Hon's) and M. Com degree in Accounting from the University of Dhaka.

He has been contributing his professional expertise as the Chairman of ICB Capital Management Ltd. Apart from that he is now serving as the Director of British American Tobacco Bangladesh Co. Ltd. (BATBC), Linde Bangladesh Limited, GlaxoSmithKline Bangladesh Ltd. (GSK), Renata Limited, Bangladesh Krishi Gobeshona Endowment Trust (BKGET), Credit Rating Agency of Bangladesh Ltd. (CRAB), Credit Rating Information and Services Ltd. (CRISL), Standard Bank Limited, National Tea Company Limited, Apex Tannery Limited, Central Depository Bangladesh Ltd. (CDBL).

Annexure-IV

CERTIFICATE OF DUE DILIGENCE BY CEO & CFO (Under Condition no. 6 of BSEC Corporate Governance Guidelines 2012)

To the Board of Directors of
Advanced Chemical Industries Limited

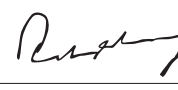
In compliance with condition no. 6 of the Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012, we the undersigned, Chief Executive Officer (CEO) and Chief Financial Officer (CFO) of Advanced Chemical Industries Limited, do hereby certify before the Board that we have thoroughly reviewed the Financial Statements of the Company for the financial year ended on 30th June 2017, and state that:

- 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, and
- c) to the best of our knowledge and belief, the Company has not entered into any transaction during the period under review which are fraudulent, illegal or in violation of the Company's codes of conduct.



Chief Executive Officer

Dhaka,
October 23, 2017



Chief Financial Officer



Annexure-V

Advanced Chemical Industries Limited

Status of Compliance with the Corporate Governance Guidelines (CGG)

Status of the compliance with the conditions imposed by the Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 of the Bangladesh Securities and Exchange Commission (BSEC) is appended below:

(Report under Condition No. 7.00)

Condition No.	Title	Compliance Status as on 30 June 2017	Remarks
1	Board of Directors		
1.1	Board's Size The number of the Board members of the Company shall not be less than 5 (five) and more than 20 (twenty).	Complied	The Board consists of 10 (ten) members
1.2	Independent Directors (IDs)		
1.2(i)	At least one fifth (1/5) of the total number of directors in the Company's Board shall be Independent Directors (IDs).	Complied	There are two Independent Directors (ID) in the Board
1.2(ii)(a)	ID either does not hold share in the company or holds less than one (1%) shares of the total paid up shares of the company;	Complied	Required declarations made by the Directors
1.2(ii)(b)	ID is not sponsor of the Company and is not connected with any sponsor or director or shareholder who holds one percent or more shares of the Company on the basis of family relationship;	Complied	Do
1.2(ii)(c)	ID does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies;	Complied	Do
1.2(ii)(d)	ID is not a member, director or officer of any stock exchange;	Complied	Do
1.2(ii)(e)	ID is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market;	Complied	Do
1.2(ii)(f)	ID is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm;	Complied	Do
1.2(ii)(g)	ID shall not be an independent director in more than 3 (three) listed companies;	Complied	Do
1.2(ii)(h)	ID has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI);	Complied	Do
1.2(ii)(i)	ID has not been convicted for a criminal offence involving moral turpitude.	Complied	Do
1.2(iii)	IDs shall be appointed by the Board of Directors and approved by the shareholders in the Annual General Meeting (AGM).	Complied	Appointments are approved in AGM
1.2(iv)	The post of IDs cannot remain vacant for more than 90 (ninety) days.	Complied	No such vacancy occurred
1.2(v)	The Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	Complied	There are written Codes of Conduct to which the Board members are obliged to comply with
1.2(vi)	The 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.	Complied	The Independent Directors are in their extended term of office

Condition No.	Title	Compliance Status as on 30 June 2017	Remarks
1.3	Qualification of Independent Director (ID)		
1.3(i)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	Complied	The Independent Directors have requisite qualification and experience
1.3(ii)	The person should be a Business Leader / Corporate Leader / Bureaucrat / University Teacher with Economics or Business Studies or Law background / Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management / professional experiences.	Complied	Do
1.3(iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.	N/A	Not applicable
1.4	Chairman of the Board and Chief Executive Officer: The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals. The Chairman of the company shall be elected from among the directors of the Company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer.	Complied	Chairman and CEO of the Company are different individuals with clearly defined roles & responsibilities
1.5	Directors' Report to Shareholders:		
1.5(i)	Industry outlook and possible future developments in the industry.	Complied	The Directors' Report complies with the guideline
1.5(ii)	Segment-wise or product-wise performance.	Complied	Do
1.5(iii)	Risks and concerns.	Complied	Do
1.5(iv)	Discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	Complied	Do
1.5(v)	Discussion on continuity of any Extra-Ordinary gain or loss.	Complied	Do
1.5(vi)	Statement of all related party transactions.	Complied	Do
1.5(vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments.	Complied	No such issues in FY 2016-2017
1.5(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc.	Complied	Do
1.5(ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.	Complied	The Directors' Report complies with the guideline
1.5(x)	Remuneration to directors including independent directors.	Complied	Do
1.5(xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	Complied	The financial statements are prepared following the guideline
1.5(xii)	Proper books of account of the issuer Company have been maintained.	Complied	In practice
1.5(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	Complied	The financial statements are prepared following the guideline

Contd.

Condition No.	Title	Compliance Status as on 30 June 2017	Remarks
1.5(xiv)	International Accounting Standards (IAS) / Bangladesh Accounting Standards (BAS) / International Financial Reporting Standards (IFRS) / Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.	Complied	The financial statements are prepared following the guideline
1.5(xv)	The system of internal control is sound in design and has been effectively implemented and monitored.	Complied	In practice
1.5(xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.	Complied	The Directors' Report complies with the guideline
1.5(xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.	Complied	Do
1.5(xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized.	Complied	Do
1.5(xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.	Complied	Do
1.5(xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	Complied	Stated in Annexure-I of the Directors' Report
1.5(xxi)	Pattern of shareholding :		
1.5(xxi)(a)	Parent / Subsidiary / Associated Companies and other related parties (name wise details);	Complied	Annexure-II of the Directors' Report complies with the guideline
1.5(xxi)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details);	Complied	Do
1.5(xxi)(c)	Executives;	Complied	Do
1.5(xxi)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	Complied	Do
1.5(xxii)	Appointment / reappointment of director :		
1.5(xxii)(a)	A brief resume of the director;	Complied	Annexure-III complies with the guideline
1.5(xxii)(b)	Nature of his / her expertise in specific functional areas;	Complied	Do
1.5(xxii)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the board.	Complied	Do

Condition No.	Title	Compliance Status as on 30 June 2017	Remarks
2.0	Chief Financial Officer (CFO), Head of Internal Audit and Company Secretary (CS):		
2.1	Appointment: The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO, the Head of Internal Audit and the CS.	Complied	The CFO, HIA and CS are different individuals and their roles & responsibilities are separately defined
2.2	Requirement to attend the Board Meetings The CFO and the Company Secretary of the companies shall attend the meetings of the Board of Directors, provided that the CFO and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.	Complied	The CFO and CS attend the Board Meeting as required by the guideline
3.0	Audit Committee		
3. (i)	The Company shall have an Audit Committee as a sub-committee of the Board of Directors.	Complied	Details are given in the "Audit Committee Report"
3.(ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	Complied	The Committee discharges duties as per BSEC guidelines
3.(iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	Complied	The Committee discharges duties as per ToR approved by the Board
3.1	Constitution of the Audit Committee (AC):		
3.1(i)	The Audit Committee shall be composed of at least 3 (three) members.	Complied	The Committee comprises of 4 (four) members
3.1(ii)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the Company and shall include at least 1 (one) Independent Director.	Complied	All members of the Committee are Directors and include one Independent Director
3.1(iii)	All members of the Audit Committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience.	Complied	The Committee Members are selected by the Board as per guidelines
3.1(iv)	Filling of casual vacancy in the Audit Committee.	N/A	No such vacancy occurred
3.1(v)	The Company Secretary shall act as the Secretary of the Committee.	Complied	In practice
3.1(vi)	The quorum of the Audit Committee meeting shall not constitute without Independent Director.	Complied	In practice
3.2	Chairman of the Audit Committee		
3.2(i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	Complied	The Chairman of the Audit Committee is an Independent Director
3.2(ii)	Chairman of the audit committee shall remain present in the Annual General Meeting (AGM).	Complied	In practice
3.3	Role of Audit Committee:		
3.3(i)	Oversee the financial reporting process.	Complied	Audit Committee's roles are clearly defined in its TOR

Contd.

Condition No.	Title	Compliance Status as on 30 June 2017	Remarks
3.3(ii)	Monitor choice of accounting policies and principles.	Complied	Committee's roles are clearly defined in its TOR
3.3(iii)	Monitor Internal Control Risk management process.	Complied	Do
3.3(iv)	Oversee hiring and performance of external auditors.	Complied	Do
3.3(v)	Review along with the management, the annual financial statements before submission to the board for approval.	Complied	Do
3.3(vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval.	Complied	Do
3.3(vii)	Review the adequacy of internal audit function.	Complied	Do
3.3(viii)	Review statement of significant related party transactions submitted by the management.	Complied	Do
3.3(ix)	Review Management Letters / Letter of Internal Control weakness issued by statutory auditors.	Complied	Do
3.3(x)	Disclosure of the company to the Committee about the uses/applications of funds raised through IPO/RPO/Right issue	Complied	There was no IPO/RPO/ Right Issue in FY 2016-2017
3.4	Reporting of the Audit Committee:		
3.4.1(i)	The Audit Committee shall report on its activities to the Board of Directors.	Complied	In practice
3.4.1 (ii)	The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:-		
3.4.1(ii)(a)	Report on conflicts of interests;	None	There has been no such reportable case in FY 2016-2017
3.4.1(ii)(b)	Suspected or presumed fraud or irregularity or material defect in the internal control system;	None	Do
3.4.1(ii)(c)	Suspected infringement of laws, including securities related laws, rules and regulations;	None	Do
3.4.1(ii)(d)	Any other matter which shall be disclosed to the Board of Directors immediately.	None	Do
3.4.2	Reporting to the Authorities (BSEC): (if any material impact on the financial condition and results of operation, unreasonably ignored by the management).	None	Do
3.5	Reporting to the Shareholders and General Investors Report on the activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1 (ii).	Complied	The Audit Committee Report is disclosed in the Annual Report
4.0	Non-engagement of External / Statutory Auditors:		
4.0(i)	Non-engagement in Appraisal or valuation services or fairness opinions;	Complied	Required declarations made by the Auditors
4.0(ii)	Non-engagement in Financial information systems design and implementation;	Complied	Do
4.0(iii)	Non-engagement in Book-keeping or other services related to the accounting records or financial statements;	Complied	Do
4.0(iv)	Non-engagement in Broker-dealer services;	Complied	Do
4.0(v)	Non-engagement in Actuarial services;	Complied	Do
4.0(vi)	Non-engagement in Internal Audit service;	Complied	Do

Condition No.	Title	Compliance Status as on 30 June 2017	Remarks
4.0(vii)	Non-engagement in any other services that the Audit Committee determines;	Complied	Required declarations made by the Auditors
4.0(viii)	No partner or employees of the external audit firms shall possess any share of the Company they audit at least during the tenure of their audit assignment of that Company;	Complied	Do
4.0(ix)	Non-engagement audit/certification services on compliance of corporate governance as required under Clause (i) of condition No.7;	Complied	Do
5.0	Subsidiary Company		
5.0(i)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.	Complied	In practice
5.0(ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.	Complied	Do
5.0(iii)	The minutes of the Board Meeting of the subsidiary company shall be placed for review at the following Board Meeting of the holding company.	Complied	Do
5.0(iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.	Complied	Do
5.0(v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	Complied	Do
6.0	Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO): The CEO and CFO certified to the Board that :-		
6.0(i)(a)	They have reviewed financial statements for the year and the financial statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	Complied	Required declaration is enclosed in Annexure-IV
6.0(i)(b)	The financial statements together present a true and fair view of the Company's affairs and are in compliance with affairs and are in compliance with applicable laws.	Complied	Do
6.0(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.	Complied	Do
7.0	Reporting and Compliance of Corporate Governance		
7.0(i)	Obtaining certificate from a practicing Professional Accountant / Secretary (Chartered Accountant / Cost and Management Accountant / Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and inclusion of the same in the Annual Report.	Complied	Certificate is enclosed in Annexure-VI
7.0(ii)	Directors statement along with annexure as to the compliance with these conditions, in accordance with the Annexure prescribed by the Commission	Complied	Annexure-V complies with the guideline

Annexure-VI



Chartered Secretaries & Consultants

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House # 503, (5th floor)
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Bangladesh

Phones : 01730 340 340
01552 108 522
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muqtadir@muqtadirbd.com
URL www.muqtadirbd.com
VAT Reg: 19041063900

Certificate of Compliance to the Shareholders of Advanced Chemical Industries Limited (As required under the BSEC Corporate Governance Guidelines)

We have examined compliance to the BSEC guidelines on Corporate Governance by **Advanced Chemical Industries Limited (ACI)** for the year ended 30th June 2017. These guidelines relate to the Notification no.SEC/CMRRCD/2006-158/134/Admin/44 dated 7th August 2012 of Bangladesh Securities and Exchange Commission (BSEC) on Corporate Governance.

Such compliance to the codes of Corporate Governance is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of Corporate Governance. This is a scrutiny and verification only and not an expression of opinion or audit on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations or representations provided to us, we certify that, subject to the remarks and observations as reported in the attached Compliance Statement, the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned guidelines issued by BSEC.

We also state that such compliance is neither an assurance as to the future viability of the Company nor a certification on the efficiency or effectiveness with which the Management has conducted the affairs of the Company. This is also no endorsement about quality of contents in the Annual Report of the Company for FY2016-2017

Dhaka, October 25, 2017



Al-Muqtadir Associates
Chartered Secretaries & Consultants



Advanced Chemical Industries Limited

Auditor's Report & Audited Financial Statements for the year ended 30 June 2017



Rahman Rahman Huq
Chartered Accountants
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Dhaka 1212
Bangladesh

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INDEPENDENT AUDITOR'S REPORT to the Shareholders of Advanced Chemical Industries Limited

Report on the Financial Statements

We have audited the accompanying separate financial statements of Advanced Chemical Industries Limited ("the Company") as well as the consolidated financial statements of Advanced Chemical Industries Limited and its subsidiaries, joint ventures and associates ("the Group") which comprises the separate and the consolidated statements of financial position as at 30 June 2017, statements of profit or loss, statements of profit or loss and other comprehensive income, statements of changes in equity, statements of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information. The financial statements of eleven subsidiaries and three associates as disclosed in note 43 to these financial statements were not audited by us.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the separate financial statements of the Company and the consolidated financial statements of the Group in accordance with Bangladesh Financial Reporting Standards, the Companies Act 1994, the Securities and Exchange Rules 1987, and for such internal control as management determines is necessary to enable the preparation of the separate financial statements of the Company and the consolidated financial statements of the Group that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements of the Company and the consolidated financial statements of the Group. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the separate financial statements of the Company and the consolidated financial statements of the Group, 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 separate financial statements of the Company and the consolidated financial statements of the Group 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 separate financial statements of the Company and the consolidated financial statements of the Group.

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 separate financial statements of the Company and the consolidated financial statements of the Group give a true and fair view of the financial position of the Company as well as of the Group as at 30 June 2017, and of their financial performance and their cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987 and relevant notification issued by Bangladesh Securities and Exchange Commission, we also report the following:

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

Dhaka, 23 October 2017

Rahman Rahman Huq
Chartered Accountants

Rahman Rahman Huq, a partnership firm registered in Bangladesh and a member firm of the KPMG network of independent member firms affiliated with KPMG International cooperative ("KPMG International"), a Swiss entity.

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Advanced Chemical Industries Limited

Statement of Financial Position

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Assets				
Property, plant and equipment	8	7,882,028,036	6,596,603,946	6,540,146,827
Investments	9	2,068,658,731	1,902,534,456	1,858,500,465
Intangible assets	10	703,033	985,105	322,505
Non-current assets		9,951,389,800	8,500,123,507	8,398,969,797
Inventories	11	4,812,712,892	3,954,270,304	3,949,039,201
Trade receivables	12	3,424,250,145	2,249,796,350	1,950,274,156
Other receivables	13	671,756,230	557,976,730	264,994,676
Inter-company receivables	14	5,244,723,445	3,423,518,581	3,013,956,327
Advances, deposits and prepayments	15	2,252,581,504	1,801,490,477	1,255,666,334
Cash and cash equivalents	16	699,121,707	619,500,180	525,674,020
Current assets		17,105,145,923	12,606,552,622	10,959,604,714
Total assets		27,056,535,723	21,106,676,129	19,358,574,511
Equity				
Share capital	17	438,204,010	398,367,290	398,367,290
Share premium	18	402,310,367	402,310,367	402,310,367
Reserves	19	3,378,793,454	3,280,407,906	3,267,777,314
Retained earnings		8,773,168,786	7,868,234,438	7,646,699,029
Total equity		12,992,476,617	11,949,320,001	11,715,154,000
Liabilities				
Employee benefits	20	714,518,731	590,798,572	547,555,895
Long term bank loan	21	8,849,819	53,115,317	42,522,004
Deferred tax liabilities	22	453,162,012	468,670,449	505,368,235
Non-current liabilities		1,176,530,562	1,112,584,338	1,095,446,134
Bank overdraft	23	536,895,307	1,112,583,550	622,572,152
Loans and borrowings	24	7,271,860,274	2,960,437,984	2,824,962,899
Trade payables	25	667,713,019	589,428,656	756,742,199
Other payables	26	1,756,008,202	1,668,071,770	1,442,310,177
Inter-company payables	27	1,478,731,674	648,506,965	118,788,291
Current tax liabilities	28	1,176,320,068	1,065,742,865	782,598,660
Current liabilities		12,887,528,544	8,044,771,790	6,547,974,378
Total liabilities		14,064,059,106	9,157,356,128	7,643,420,512
Total equity and liabilities		27,056,535,723	21,106,676,129	19,358,574,511


The annexed notes 1 to 43 form an integral part of these financial statements.



Managing Director

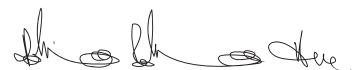


Director



Company Secretary

As per our report of same date.



Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017



Advanced Chemical Industries Limited

Statement of Profit or Loss

<i>In Taka</i>	Note	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Revenue	29	18,305,730,559	22,508,056,043	7,941,212,395	14,566,843,648
Cost of sales	30	(10,109,829,839)	(12,685,263,589)	(4,380,426,988)	(8,304,836,601)
Gross profit		8,195,900,720	9,822,792,454	3,560,785,407	6,262,007,047
Administrative, selling and distribution expenses	31	(6,671,589,171)	(7,670,068,879)	(2,932,028,705)	(4,738,040,174)
Other income	32	66,324,095	181,362,534	94,094,936	87,267,598
Operating profit		1,590,635,644	2,334,086,109	722,851,638	1,611,234,471
Gain from sale of brands	29.2	403,900,000	2,812,902,006	292,900,000	2,520,002,006
Investment impairment provision	9	(30,000,000)	(50,000,000)	(20,000,000)	(30,000,000)
Net finance costs	33	(202,802,570)	(115,368,466)	(22,382,361)	(92,986,105)
Profit before contribution to WPPF		1,761,733,074	4,981,619,649	973,369,277	4,008,250,372
Contribution to WPPF	26.1	(88,086,654)	(123,080,882)	(48,668,464)	(74,412,418)
Profit before tax		1,673,646,420	4,858,538,767	924,700,813	3,933,837,954
Income tax expense	34				
Current tax		(456,540,049)	(675,516,705)	(283,144,205)	(392,372,500)
Deferred tax income/(expense)		26,440,165	(319,832,355)	38,101,185	(357,933,540)
		(430,099,884)	(995,349,060)	(245,043,020)	(750,306,040)
Profit after tax		1,243,546,536	3,863,189,707	679,657,793	3,183,531,914
Earnings per share	35				
Basic earnings per share		28.38	88.23	15.51	72.72

The annexed notes 1 to 43 form an integral part of these financial statements.

Managing Director

Director

Company Secretary

As per our report of same date.

Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017

Advanced Chemical Industries Limited

Statement of Profit or Loss and other Comprehensive Income

In Taka	Note	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Profit after tax		1,243,546,536	3,863,189,707	679,657,793	3,183,531,914
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Revaluation surplus on property, plant and equipment	19.1	-	2,265,670,459	-	2,265,670,459
Related tax on revaluation surplus		-	(80,998,145)	-	(80,998,145)
		-	2,184,672,314	-	2,184,672,314
Items that may be reclassified subsequently to profit or loss					
Change in fair value of available-for-sale financial assets	19.2	109,317,275	50,965,509	14,033,991	36,931,518
Related tax on available-for-sale of financial assets		(10,931,728)	(5,096,551)	(1,403,399)	(3,693,152)
		98,385,547	45,868,958	12,630,592	33,238,366
Other comprehensive income, net of tax		98,385,547	2,230,541,272	12,630,592	2,217,910,680
Total comprehensive income		1,341,932,083	6,093,730,979	692,288,385	5,401,442,594

The annexed notes 1 to 43 form an integral part of these financial statements.



Managing Director




Director



Company Secretary

As per our report of same date.



Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017

Advanced Chemical Industries Limited

Statement of Changes in Equity



For the year ended 30 June 2017

In Taka	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation reserve	Retained earnings	Total equity
Balance at 1 July 2016	398,367,290	402,310,367	1,671,386	203,195,572	3,075,540,947	7,868,234,438	11,949,320,002
Total comprehensive income							
Profit after tax	-	-	-	-	-	1,243,546,536	1,243,546,536
Other comprehensive income - net of tax	-	-	-	98,385,547	-	-	98,385,547
Total comprehensive income	-	-	-	98,385,547	-	1,243,546,536	1,341,932,083
Transactions with owners of the Company							
Contributions and distributions							
Issuance of bonus shares for the year 2015	39,836,720	-	-	-	-	(39,836,720)	-
Interim dividend paid for the year 2016-2017	-	-	-	-	-	(298,775,468)	(298,775,468)
Total contributions and distributions	39,836,720	-	-	-	-	(338,612,188)	(298,775,468)
Total transactions with owners of the Company	39,836,720	-	-	-	-	(338,612,188)	(298,775,468)
Transactions recognised directly in equity							
Realisation of revaluation reserve	-	-	-	-	-	-	-
Total transactions recognised directly in equity	-	-	-	-	-	-	-
Balance at 30 June 2017	438,204,010	402,310,367	1,671,386	301,581,119	3,075,540,947	8,773,168,786	12,992,476,617

For the six month period ended 30 June 2016

In Taka	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation reserve	Retained earnings	Total equity
Balance at 1 January 2016	398,367,290	402,310,367	1,671,386	190,564,980	3,075,540,947	7,646,699,029	11,715,154,000
Total comprehensive income							
Profit after tax	-	-	-	-	-	679,657,793	679,657,793
Other comprehensive income - net of tax	-	-	-	12,630,592	-	-	12,630,592
Total comprehensive income	-	-	-	12,630,592	-	679,657,793	692,288,385
Transactions with owners of the Company							
Contributions and distributions							
Final dividend paid for the year 2015	-	-	-	-	-	(458,122,384)	(458,122,384)
Total contributions and distributions	-	-	-	-	-	(458,122,384)	(458,122,384)
Total transactions with owners of the Company	-	-	-	-	-	(458,122,384)	(458,122,384)
Transactions recognised directly in equity							
Realisation of revaluation reserve	-	-	-	-	-	-	-
Total transactions recognised directly in equity	-	-	-	-	-	-	-
Balance at 30 June 2016	398,367,290	402,310,367	1,671,386	203,195,572	3,075,540,947	7,868,234,438	11,949,320,001

For the year ended 31 December 2015

In Taka	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation reserve	Retained earnings	Total equity
Balance at 1 January 2015	343,944,020	351,340,343	1,671,386	157,326,614	890,868,633	4,861,534,405	6,606,685,401
Total comprehensive income							
Profit after tax	-	-	-	-	-	3,183,531,914	3,183,531,914
Other comprehensive income - net of tax	-	-	-	33,238,366	2,184,672,314	-	2,217,910,680
Total comprehensive income	-	-	-	33,238,366	2,184,672,314	3,183,531,914	5,401,442,594
Transactions with owners of the Company							
Contributions and distributions							
Conversion of bond into equity	2,462,320	-	-	-	-	-	2,462,320
Share premium on conversion of bond into equity	-	50,970,024	-	-	-	-	50,970,024
Issuance of bonus shares for the year 2014	51,960,950	-	-	-	-	(51,960,950)	-
Final dividend paid for the year 2014	-	-	-	-	-	(346,406,340)	(346,406,340)
Total contributions and distributions	54,423,270	50,970,024	-	-	-	(398,367,290)	(292,973,996)
Total transactions with owners of the Company	54,423,270	50,970,024	-	-	-	(398,367,290)	(292,973,996)
Transactions recognised directly in equity							
Realisation of revaluation reserve	-	-	-	-	-	-	-
Total transactions recognised directly in equity	-	-	-	-	-	-	-
Balance at 31 December 2015	398,367,290	402,310,367	1,671,386	190,564,980	3,075,540,947	7,646,699,029	11,715,154,000

The annexed notes 1 to 43 form an integral part of these financial statements.

Advanced Chemical Industries Limited

Statement of Cash Flows

<i>In Taka</i>	Note	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities					
Cash received from customers		17,009,037,177	21,450,416,862	7,554,570,379	13,895,846,483
Cash received from other income		16,208,506	24,869,568	8,779,243	16,090,325
		17,025,245,683	21,475,286,430	7,563,349,622	13,911,936,808
Cash received from/ (paid for):					
Other receivables		(2,779,506)	(68,197,906)	83,737,464	(151,935,370)
Purchase of inventory		(10,689,427,882)	(13,164,779,629)	(4,335,877,594)	(8,828,902,035)
Operating expenses		(6,244,477,137)	(7,211,993,405)	(2,809,385,891)	(4,402,607,514)
Other creditors		(69,380,015)	204,311,240	38,885,217	165,426,023
Payment for WPPF		(39,601,403)	(97,270,166)	(48,097,253)	(49,172,913)
Advances, deposits and prepayments		(160,972,029)	(210,116,106)	(103,992,040)	(106,124,066)
		(17,206,637,972)	(20,548,045,972)	(7,174,730,097)	(13,373,315,875)
Cash generated from operations		(181,392,289)	927,240,458	388,619,525	538,620,933
Finance costs paid		(174,043,022)	(75,379,714)	(7,211,158)	(68,168,556)
Income tax paid		(536,570,940)	(624,167,857)	(222,286,373)	(401,881,484)
		(710,613,962)	(699,547,571)	(229,497,531)	(470,050,040)
Net cash (used in)/ generated from operating activities		(892,006,251)	227,692,887	159,121,994	68,570,893
Cash flows from investing activities					
Acquisition of property, plant and equipment		(868,783,938)	(740,917,585)	(120,713,056)	(620,204,529)
Payments for capital work in progress		(783,282,263)	(464,425,175)	(299,140,263)	(165,284,912)
Sale proceeds from property, plant and equipment		7,500,830	7,864,907	2,967,613	4,897,294
Sale proceeds from brands		292,900,000	2,520,002,006	-	2,520,002,006
Dividend received		50,988,115	75,054,220	-	75,054,220
Investment		(86,807,000)	(105,060,000)	(50,000,000)	(55,060,000)
Net cash (used in)/ generated from investing activities		(1,387,484,256)	1,292,518,373	(466,885,706)	1,759,404,079
Cash flows from financing activities					
Inter-company debts received/(paid)		(990,980,155)	1,439,867,060	120,156,419	1,319,710,641
Dividends paid		(341,376,360)	(728,372,309)	(397,307,857)	(331,064,452)
Payment for finance lease		(519,686)	(1,617,469)	(581,165)	(1,036,304)
Payment for redemption of Zero Coupon Bonds		-	(209,257,006)	-	(209,257,006)
Short-term bank loan received/(paid)		4,311,941,976	(2,654,676,856)	135,475,085	(2,790,151,941)
Long-term bank loan and other liabilities received/(paid)		(44,265,498)	106,073,274	53,835,992	52,237,282
Net cash (used in)/ generated from financing activities		2,934,800,277	(2,047,983,306)	(88,421,526)	(1,959,561,780)
Net increase/(decrease) in cash and cash equivalents		655,309,770	(527,772,046)	(396,185,238)	(131,586,808)
Opening cash and cash equivalents		(493,083,370)	34,688,676	(96,898,132)	34,688,676
Closing cash and cash equivalents at reporting date		162,226,400	(493,083,370)	(493,083,370)	(96,898,132)
Closing cash and cash equivalents represent:					
Cash and cash equivalents	16	699,121,707	619,500,180	619,500,180	525,674,020
Bank overdraft	23	(536,895,307)	(1,112,583,550)	(1,112,583,550)	(622,572,152)
		162,226,400	(493,083,370)	(493,083,370)	(96,898,132)

The annexed notes 1 to 43 form an integral part of these financial statements.



Advanced Chemical Industries Limited

Consolidated Statement of Financial Position

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Assets				
Property, plant and equipment	8(a)	18,984,698,144	14,526,928,460	12,600,811,592
Equity-accounted investees	9(a).1	1,067,888,774	923,975,608	816,531,040
Other investments	9(a).2	515,115,470	398,480,679	381,462,397
Intangible assets	10(a)	85,910,725	30,589,106	31,772,971
Non-current assets		20,653,613,113	15,879,973,853	13,830,578,000
Inventories	11(a)	10,550,939,071	8,402,056,153	7,674,747,562
Trade receivables	12(a)	8,530,045,056	5,899,207,927	5,153,869,656
Other receivables	13(a)	912,543,207	649,530,397	326,752,970
Inter-company receivables	14(a)	13,277,557	13,341,487	63,513,237
Advances, deposits and prepayments	15(a)	4,797,846,027	3,975,506,886	2,883,677,235
Cash and cash equivalents	16(a)	1,511,754,437	1,249,939,473	1,103,095,240
Current assets		26,316,405,355	20,189,582,323	17,205,655,900
Total assets		46,970,018,468	36,069,556,176	31,036,233,900
Equity				
Share capital		438,204,010	398,367,290	398,367,290
Share premium		402,310,367	402,310,367	402,310,367
Reserves	19(a)	4,579,908,446	4,481,558,306	4,468,875,512
Retained earnings		5,153,137,802	4,426,586,566	4,502,538,921
Equity attributable to the owners of the company		10,573,560,625	9,708,822,529	9,772,092,090
Non-controlling interest		65,498,322	137,066,072	280,527,866
Total equity		10,639,058,947	9,845,888,601	10,052,619,956
Liabilities				
Employee benefits	20(a)	788,032,113	640,574,957	565,900,360
Long term bank loan	21(a)	5,151,447,744	2,740,906,073	1,955,234,872
Deferred tax liabilities	22(a)	724,314,235	726,780,346	774,891,176
Non-current liabilities		6,663,794,092	4,108,261,376	3,296,026,408
Bank overdraft	23(a)	1,696,737,293	2,167,878,566	1,195,598,119
Loans and borrowings	24(a)	19,675,650,669	13,208,332,772	10,927,269,463
Trade payables	25(a)	2,352,032,137	1,710,795,307	1,639,539,844
Other payables	26(a)	3,325,117,640	2,796,896,411	2,273,212,726
Current tax liabilities	28(a)	2,617,627,690	2,231,503,143	1,651,967,384
Current liabilities		29,667,165,429	22,115,406,199	17,687,587,536
Total liabilities		36,330,959,521	26,223,667,575	20,983,613,944
Total equity and liabilities		46,970,018,468	36,069,556,176	31,036,233,900

The annexed notes 1 to 43 form an integral part of these financial statements.

Managing Director

Director

Company Secretary

As per our report of same date.

Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017

Advanced Chemical Industries Limited

Consolidated Statement of Profit or Loss

In Taka	Note	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Revenue	29(a)	47,668,027,608	49,236,082,736	17,852,643,155	31,383,439,581
Cost of sales	30(a)	(33,563,743,344)	(33,732,551,537)	(12,189,530,589)	(21,543,020,948)
Gross profit		14,104,284,264	15,503,531,199	5,663,112,566	9,840,418,633
Administrative, selling and distribution expenses	31 (a)	(10,901,743,654)	(12,031,222,250)	(4,626,596,369)	(7,404,625,881)
Other income	32(a)	82,477,299	175,476,768	91,545,495	83,931,273
Operating profit		3,285,017,909	3,647,785,717	1,128,061,692	2,519,724,025
Gain from sale of Brands	29.2	403,900,000	2,812,902,006	292,900,000	2,520,002,006
Share of profit of equity accounted investees		143,913,166	238,336,459	57,444,568	180,891,891
Net Finance costs	33(a)	(1,457,820,520)	(1,736,223,886)	(543,625,161)	(1,192,598,725)
Profit before contribution to WPPF		2,375,010,556	4,962,800,296	934,781,099	4,028,019,197
Contribution to WPPF		(186,023,965)	(200,334,023)	(82,257,884)	(118,076,139)
Profit before tax		2,188,986,591	4,762,466,273	852,523,215	3,909,943,058
Income tax expense	34(a)				
Current tax		(1,166,431,472)	(1,355,581,689)	(590,106,382)	(765,475,307)
Deferred tax income/(expense)		13,393,333	(300,194,703)	49,520,872	(349,715,575)
		(1,153,038,139)	(1,655,776,392)	(540,585,510)	(1,115,190,882)
Profit after tax		1,035,948,452	3,106,689,881	311,937,705	2,794,752,176
Profit attributable to					
Equity holders of the company		1,065,163,424	3,260,542,055	382,170,029	2,878,372,026
Non-controlling interests		(29,214,972)	(153,852,174)	(70,232,324)	(83,619,850)
		1,035,948,452	3,106,689,881	311,937,705	2,794,752,176
Earnings per share	35(a)				
Basic earnings per share		24.31	74.47	8.72	65.75

The annexed notes 1 to 43 form an integral part of these financial statements.



Managing Director

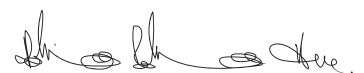


Director



Company Secretary

As per our report of same date.



Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017



Advanced Chemical Industries Limited

Consolidated Statement of Profit or Loss and other Comprehensive Income

In Taka	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Profit after tax	1,035,948,452	3,106,689,881	311,937,705	2,794,752,176
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Revaluation surplus on property plant and equipment	-	3,444,441,069	-	3,444,441,069
Related tax on revaluation surplus	-	(140,134,855)	-	(140,134,855)
	-	3,304,306,214	-	3,304,306,214
Items that may be reclassified subsequently to profit or loss				
Change in fair value of available-for-sale financial assets	109,272,217	49,890,169	14,100,420	35,789,749
Related tax on available-for-sale of financial assets	(10,927,222)	(4,989,017)	(1,410,042)	(3,578,975)
	98,344,995	44,901,152	12,690,378	32,210,774
Other comprehensive income, net of tax	98,344,995	3,349,207,366	12,690,378	3,336,516,988
Total comprehensive income	1,134,293,447	6,455,897,247	324,628,083	6,131,269,164
Total comprehensive income attributable to				
Equity holders of the Company				
Profit after tax	1,065,163,424	3,260,542,054	382,170,028	2,878,372,026
Other comprehensive income	98,350,141	3,061,770,960	12,682,794	3,049,088,166
	1,163,513,565	6,322,313,014	394,852,822	5,927,460,192
Non-controlling interests				
Profit after tax	(29,214,972)	(153,852,174)	(70,232,324)	(83,619,850)
Other comprehensive income	(5,146)	287,436,407	7,585	287,428,822
	(29,220,118)	133,584,233	(70,224,739)	203,808,972
Total comprehensive income	1,134,293,447	6,455,897,247	324,628,083	6,131,269,164

The annexed notes 1 to 43 form an integral part of these financial statements.

Managing Director

Director

Company Secretary

As per our report of same date.

Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017

Advanced Chemical Industries Limited

Consolidated Statement of changes in equity



For the year ended 30 June 2017

In Taka	Share capital	Share premium	Capital reserve	Attributable to owner of the Company	Revaluation reserve	Retained earnings	Total	Non-controlling interests	Total equity
Balance at 1 July 2016	398,367,290	402,310,367	1,671,386	201,953,398	4,277,933,521	4,426,586,566	9,708,822,529	137,066,072	9,845,888,601
Total comprehensive income	-	-	-	-	-	1,065,163,424	1,065,163,424	(29,214,972)	1,035,948,452
Profit after tax	-	-	-	-	-	98,350,141	98,350,141	(5,146)	96,344,995
Other comprehensive income - net of tax	-	-	-	-	-	1,065,163,424	1,065,163,424	(29,220,118)	1,134,293,447
Transactions with owners of the Company									
Contributions and distributions	39,836,720	-	-	-	-	(39,836,720)	(39,836,720)	-	-
Issuance of bonus shares for the year 2015	-	-	-	-	-	(298,775,468)	(298,775,468)	(41,867,790)	(340,643,258)
Interim dividend paid for the year 2016-2017	-	-	-	-	-	-	-	(5,679,842)	(5,679,842)
Impact of change in non controlling interest	-	-	-	-	-	-	-	5,200,000	5,200,000
Capital paid by non controlling interest	-	-	-	-	-	(338,612,188)	(338,612,188)	(42,347,632)	(341,123,100)
Total contributions and distributions	39,836,720	-	-	-	-	(338,612,188)	(338,612,188)	(42,347,632)	(341,123,100)
Transactions with owners of the Company	39,836,720	-	-	-	-	(338,612,188)	(338,612,188)	(42,347,632)	(341,123,100)
Transactions recognised directly in equity	-	-	-	-	-	-	-	-	-
Realisation of revaluation reserve	-	-	-	-	-	-	-	-	-
Total transactions recognised directly in equity	-	-	-	-	-	-	-	-	-
Balance at 30 June 2017	438,204,010	402,310,367	1,671,386	300,303,539	4,277,933,521	5,153,137,802	10,573,560,625	65,498,322	10,639,058,947

For the six month period ended 30 June 2016

In Taka	Share capital	Share premium	Capital reserve	Attributable to owner of the Company	Revaluation reserve	Retained earnings	Total	Non-controlling interests	Total equity
Balance at 1 January 2016	398,367,290	402,310,367	1,671,386	189,270,604	4,277,933,521	4,502,538,921	9,772,092,090	280,527,866	10,052,619,956
Total comprehensive income	-	-	-	-	-	382,170,029	382,170,029	(70,232,324)	311,937,705
Profit after tax	-	-	-	-	-	12,682,794	12,682,794	7,585	12,690,379
Other comprehensive income - net of tax	-	-	-	-	-	382,170,029	382,170,029	(70,224,739)	324,628,084
Transactions with owners of the Company									
Contributions and distributions	-	-	-	-	-	(458,122,384)	(458,122,384)	(73,237,055)	(531,359,439)
Final dividend paid for the year 2015	-	-	-	-	-	(458,122,384)	(458,122,384)	(73,237,055)	(531,359,439)
Total contributions and distributions	-	-	-	-	-	(458,122,384)	(458,122,384)	(73,237,055)	(531,359,439)
Transactions with owners of the Company	-	-	-	-	-	(458,122,384)	(458,122,384)	(73,237,055)	(531,359,439)
Transactions recognised directly in equity	-	-	-	-	-	-	-	-	-
Realisation of revaluation reserve	-	-	-	-	-	-	-	-	-
Total transactions recognised directly in equity	-	-	-	-	-	-	-	-	-
Balance at 30 June 2016	398,367,290	402,310,367	1,671,386	201,953,398	4,277,933,521	4,426,586,566	9,708,822,529	137,066,072	9,845,888,601

For the year ended 31 December 2015

In Taka	Share capital	Share premium	Capital reserve	Attributable to owner of the Company	Revaluation reserve	Retained earnings	Total	Non-controlling interests	Total equity
Balance at 1 January 2015	343,944,020	351,340,343	1,671,386	157,207,448	1,261,604,011	2,021,838,686	4,137,605,894	136,592,850	4,274,198,744
Total comprehensive income	-	-	-	-	-	2,878,372,026	2,878,372,026	(83,619,850)	2,794,752,176
Profit after tax	-	-	-	-	-	3,017,025,009	3,017,025,009	287,428,823	3,306,516,988
Other comprehensive income - net of tax	-	-	-	-	-	3,017,025,009	3,017,025,009	203,808,973	6,131,269,164
Transactions with owners of the Company									
Contributions and distributions	2,462,320	50,970,024	-	-	-	-	2,462,320	-	2,462,320
Conversion of bond into equity	-	-	-	-	-	-	50,970,024	-	50,970,024
Share premium	51,960,950	-	-	-	-	(51,960,950)	-	-	-
Issuance of bonus shares	-	-	-	-	-	(346,406,340)	(346,406,340)	(62,801,685)	(409,208,025)
Dividends paid	-	-	-	-	-	-	-	2,927,728	2,927,728
Capital paid by non controlling interest	-	-	-	-	-	(398,367,290)	(398,367,290)	(59,873,957)	(352,847,953)
Total contributions and distributions	54,423,270	50,970,024	-	-	-	(398,367,290)	(292,973,996)	(59,873,957)	(352,847,953)
Transactions with owners of the Company	54,423,270	50,970,024	-	-	-	(398,367,290)	(292,973,996)	(59,873,957)	(352,847,953)
Transactions recognised directly in equity	-	-	-	-	-	(695,499)	-	-	-
Realisation of revaluation reserve	-	-	-	-	-	(695,499)	-	-	-
Total transactions recognised directly in equity	-	-	-	-	-	(695,499)	-	-	-
Balance at 31 December 2015	398,367,290	402,310,367	1,671,386	189,270,604	4,277,933,521	4,502,538,921	9,772,092,090	280,527,866	10,052,619,956

The annexed notes 1 to 43 form an integral part of these financial statements.



Advanced Chemical Industries Limited

Consolidated Statement of Cash Flows

In Taka	Note	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities					
Cash received from customers		44,808,061,285	46,692,686,987	17,166,647,778	29,526,039,209
Cash received from other income		89,263,585	217,138,542	88,728,450	128,410,092
		44,897,324,870	46,909,825,529	17,255,376,228	29,654,449,301
Cash received from/(paid for):					
Other receivables		(99,230,807)	(88,516,993)	70,292,196	(158,809,189)
Purchase of inventory		(34,657,988,546)	(34,738,902,125)	(12,563,192,409)	(22,175,709,716)
Operating expenses		(9,947,027,325)	(10,860,767,059)	(4,227,277,210)	(6,633,489,849)
Other creditors		(120,984,285)	237,820,446	69,793,509	168,026,937
Payment for WPPF		(65,744,726)	(169,466,465)	(94,760,751)	(74,705,714)
Advances, deposits and prepayments		(169,676,675)	(790,510,138)	(493,676,744)	(296,833,394)
		(45,060,652,364)	(46,410,342,334)	(17,238,821,409)	(29,171,520,925)
Cash generated from operations		(163,327,494)	499,483,195	16,554,819	482,928,376
Finance costs paid		(1,410,611,580)	(1,647,967,289)	(529,028,005)	(1,118,939,284)
Income tax paid		(1,337,600,617)	(1,205,797,388)	(417,125,234)	(788,672,154)
		(2,748,212,197)	(2,853,764,677)	(946,153,239)	(1,907,611,438)
Net cash from/(used in) operating activities		(2,911,539,691)	(2,354,281,482)	(929,598,420)	(1,424,683,062)
Cash flows from investing activities					
Acquisition of property, plant and equipment		(1,871,694,461)	(1,316,798,214)	(429,034,397)	(887,763,817)
Payments for capital work in progress		(3,231,252,733)	(2,766,338,239)	(1,992,171,640)	(774,166,599)
Sale proceeds from property, plant and equipment		9,886,021	13,185,917	3,136,743	10,049,174
Sale proceeds from brands		292,900,000	2,520,002,006	-	2,520,002,006
Dividend received		2,855,905	2,855,905	-	2,855,905
Investment		430,830	(89,858,392)	(49,061,012)	(40,797,380)
Net cash from/(used in) investing activities		(4,796,874,438)	(1,636,951,017)	(2,467,130,306)	830,179,289
Cash flows from financing activities					
Payment as dividend to non-controlling interest		(106,990,270)	(152,254,217)	(90,585,536)	(61,668,681)
Inter-company debts received/(paid)		(63,930)	(48,794,606)	(50,171,750)	1,377,144
Dividend paid		(341,376,360)	(728,372,309)	(397,307,857)	(331,064,452)
Proceeds from issue of shares		5,200,000	5,104,602	-	5,104,602
Payment for finance lease		(1,840,503)	(20,281,713)	(6,555,126)	(13,726,587)
Payment for redemption of Zero Coupon Bonds		-	(209,257,006)	-	(209,257,006)
Short-term bank loan received/(paid)		6,469,158,400	3,423,173,179	2,319,171,457	1,104,001,722
Long-term bank loan and other liabilities received/(paid)		2,417,283,028	2,046,022,686	796,741,324	1,249,281,362
Net cash from/(used in) financing activities		8,441,370,365	4,315,340,616	2,571,292,512	1,744,048,104
Net increase/(decrease) in cash and cash equivalents		732,956,237	324,108,117	(825,436,214)	1,149,544,331
Opening cash and cash equivalents		(917,939,093)	(1,242,047,210)	(92,502,879)	(1,242,047,210)
Cash and cash equivalents at reporting date		(184,982,856)	(917,939,093)	(917,939,093)	(92,502,879)
Closing balance represents					
Cash and cash equivalents	16(a)	1,511,754,437	1,249,939,473	1,249,939,473	1,103,095,240
Bank overdraft	23(a)	(1,696,737,293)	(2,167,878,566)	(2,167,878,566)	(1,195,598,119)
		(184,982,856)	(917,939,093)	(917,939,093)	(92,502,879)

The annexed notes 1 to 43 form an integral part of these financial statements.

Advanced Chemical Industries Limited

Notes to the Financial Statements

as at and for the year ended 30 June 2017

1 Reporting entity

1.1 Company profile

Advanced Chemical Industries Limited (ACI Limited) is a public limited company incorporated in Bangladesh on 24 January 1973 as ICI Bangladesh Manufacturers Limited. The registered office of the Company is at 245 Tejgaon Industrial Area, Dhaka-1208 in Bangladesh. The consolidated financial statements of the Company as at and for the year ended 30 June 2017 comprise the Company's and its subsidiaries (together referred to as the "Group" and individually as "Group entities") and the Group's interest in associates and jointly controlled entities.

The Company is listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE).

1.2 Nature of business

The Company is primarily involved in manufacturing of pharmaceuticals, consumer brands, animal health care products and marketing them along with fertilizer, seeds and other agricultural items.

1.3 Description of subsidiaries

1.3.1 ACI Formulations Limited

The company was incorporated on 29 October 1995 as a private limited company under the Companies Act 1994. It was converted to public limited company on 4 May 2005 and listed with both Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) on 30 October 2008. The principal activities of the company are manufacturing and marketing of a number of agrochemical and consumer products.

1.3.2 ACI Salt Limited

The company was incorporated on 13 June 2004 as a private limited company under the Companies Act 1994. The principal activity of the company is manufacturing and marketing of edible branded salt.

1.3.3 ACI Foods Limited

The company was incorporated on 14 September 2006 as a private limited company under the Companies Act 1994. The main objectives of the company are manufacturing, processing and marketing of different food items including spices and different snack items.

1.3.4 ACI Pure Flour Limited

The company was incorporated on 29 August 2006 as a private limited company under the Companies Act 1994. The main objectives of the company are to carry on the business of milling, processing, packaging and marketing of wheat flour products.

1.3.5 ACI Agrolink Limited

The company was incorporated on 4 July 2006 as a private limited company under the Companies Act 1994. The main objectives of the company are to carry on the business of manufacturing, formulating and packaging of pesticide, fertilizer, plant nutrient, animal food and other nutrient products. The company has changed its name from "ACI Agrochemicals Limited" to "ACI Agrolink Limited" in 2015.



1.3.6 ACI Motors Limited

The company was incorporated on 11 December 2007 as a private limited company under the Companies Act 1994. The main objectives of the company are to carry on the business of buying, selling, importing and assembling of vehicles for both agricultural and non-agricultural use including other agricultural equipment and supplying of spare parts and providing service facilities for these vehicles and equipment.

The company has a distribution agreement with India Yamaha Motors Private Ltd. for an initial term of three years to sell and distribute YAMAHA brand motorcycles and parts in Bangladesh.

1.3.7 Creative Communication Limited

The company was incorporated on 2 September 2007 as a private limited company under the Companies Act 1994. The principal activities of the company are managing media solutions and similar services for different clients including television commercials and other advertisement and promotion related activities.

1.3.8 Premiaflex Plastics Limited

The company was incorporated on 11 June 2007 as a private limited company under the Companies Act 1994. The main objectives of the company are to carry out the business of manufacturing and marketing of plastic products, flexible printing and other ancillary business associated with plastic and flexible printing. The Company commenced its commercial production from 1 December 2008.

1.3.9 ACI Logistics Limited

The company was incorporated on 29 April 2008 as a private limited company under the Companies Act 1994. The main objective of the company is to set-up nationwide retail outlets in order to facilitate the improvement in goods marketing efficiency and to provide a modern self service shopping option to customers.

1.3.10 ACI Edible Oils Limited

The company was incorporated on 13 December 2010 as a private limited company under the Companies Act 1994. The main objective of the company is to carry out the business as manufacturing as well as trading of all kinds of crude and refined edible oils, edible fats, food grade chemicals, cleansing materials, preservatives and other allied food products.

1.3.11 ACI HealthCare Limited

The company was incorporated on 18 February 2013 as a public limited company under the Companies Act 1994. The principal activities of the company are to be manufacturing and marketing of pharmaceutical products for regulated markets. The company is yet to start its commercial operation.

1.3.12 ACI Chemicals Limited

The company was incorporated on 26 November 2013 as a private limited company under the Companies Act 1994. The main objective of the company is to represent foreign and local principals and market and promote their products and process and engage in the service of indenting on their behalf.

1.3.13 ACI Biotech Limited

The company was incorporated in Bangladesh on 22 November 2016 as a private limited company under the Companies Act 1994. The principal activities of the company are to be manufacturing and marketing of pharmaceutical products.

1.3.14 Infolytx Bangladesh Limited

Infolytx Bangladesh Limited is a private limited company incorporated on 23 July 2015 under the Companies Act 1994 being a 60% owned subsidiary of ACI Limited incorporated in Bangladesh having its registered office situated at 245, Tejgaon I/A, Dhaka. The main objective of the company is the development of computer software, e-commerce, information technology, communication.

1.3.15 Flyban Insecticides Limited

The company was incorporated on 5 October 1991 as a private limited company under the Companies Act 1994. The company's main function was to manufacture and sale of mosquito coil. The company was inactive since its inception and it has been struck off from the register by the Registrar, Joint Stock Companies & Firms as defunct company through publication of gazette notification. Accordingly, outstanding balances in the books of accounts of ACI Limited has been written off in the year 2015.

2 Basis of accounting

2.1 Statement of compliance

The consolidated financial statements have been prepared in accordance with Bangladesh Accounting Standards (BASs), Bangladesh Financial Reporting Standards (BFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

2.2 Date of authorisation

The audited consolidated financial statements as well as separate financial statements for the year ended 30 June 2017 were authorised by the Board of Directors on 23 October 2017 for publication.

2.3 Basis of measurement

The financial statements have been prepared on historical cost basis except for certain assets which are stated either at revalued amount or fair market value as explained in the accompanying notes.

3 Functional and presentational currency

These financial statements are presented in Bangladesh Taka (Taka/TK/BDT), which is both functional and presentation currency of the Company. The amounts in these financial statements have been rounded off to the nearest Taka, unless stated otherwise indicated. Because of these rounding off, in some instance the total may not match the sum of individual balance.

4 Use of judgments and estimates

In preparing these financial statements, management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively.

4.1 Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the consolidated financial statements is included in the following notes:

Note 6C	Basis of consolidation
Note 6D	Commission revenue
Note 6N	Leases



4.2 Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ended 30 June 2017 is included in the following notes:

Note 6L, 8 and 8(a)	Property, plant and equipment
Note 6K, 11 and 11(a)	Inventories
Note 6O, 12 and 12(a)	Trade receivables
Note 6O, 13 and 13(a)	Other receivables
Note 6O, 14 and 14(a)	Inter company receivables
Note 6F, 20 and 20(a)	Employee benefits
Note 6H, 22 and 22(a)	Deferred tax liabilities
Note 6H, 28 and 28(a)	Current tax liabilities
Note 37	Commitments
Note 6T and 38	Contingencies
Note 6C and 9(a)	Acquisition of subsidiary

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

- Level 1 : quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 : inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 : inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

5 Reporting period

The current financial period of the Company covers one year from 1 July 2016 to 30 June 2017 and will be following consistently. However, pursuant to changes in the provision of section 2 (35) of the Income Tax Ordinance 1984 following the enactment of Finance Act 2015, the Company had changed its reporting period to 1 July to 30 June from 1 January to 31 December in prior period. Accordingly, these financial statements cover an eighteen-month period from 1 January 2015 to 30 June 2016 for comparative figures. As a result, the comparative figures stated in the financial statements and the related notes are not entirely comparable.

Financial period of associate is:

Asian Consumer Care (Pvt.) Limited	From 1 April to 31 March
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For the purpose of consolidation, additional financial information of the associate was prepared as of 30 June 2017 to enable the Group to consolidate the financial result of the associates. However, the figures involved in the aforesaid associate company up to 30 June 2017 from the end of their accounting years was insignificant.

6 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

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

- A Current versus non-current classification
- B Offsetting
- C Basis of consolidation
- D Revenue
- E Foreign currency transactions
- F Employee benefits
- G Finance income and finance costs
- H Income tax
- I Biological assets
- J Investment
- K Inventories
- L Property, plant and equipment
- M Intangible assets and goodwill
- N Leases
- O Financial instruments
- P Share capital
- Q Provisions
- R Impairment
- S Going concern
- T Contingencies
- U Statement of cash flows
- V Earnings per share (EPS)
- W Events after the reporting period
- X Dividends
- Y Materiality and aggregation
- Z Standards issued but not yet effective

A Current versus non-current classification

The Group presents assets and liabilities in statement of financial position based on current/non-current classification. An asset is current when it is:

- i) expected to be settled in normal operating cycle, or
- ii) due to be settled within twelve months after the reporting period, or
- iii) held primarily for the purpose of trading, or
- iv) there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when it is:

- i) expected to be settled in normal operating cycle, or
- ii) due to be settled within twelve months after the reporting period, or
- iii) held primarily for the purpose of trading, or
- iv) there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Group classifies all other liabilities as non-current.



B Offsetting

The Group reports separately both assets and liabilities, and income and expenses, unless required by an applicable accounting standard or offsetting reflects the substance of the transaction and such offsetting is permitted by applicable accounting standard.

Cash receipts and payments on behalf of customers when the cash flows reflect the activities of the customer rather than those of the entity and cash receipts and payments for items in which the turnover is quick, the amounts are large, and the maturities are short are presented net in the statement of cash flows.

C Basis of consolidation

(i) Subsidiaries

Subsidiaries are entities controlled by ACI Limited. ACI Limited controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries have been included in the consolidated financial statements from the date on which control commences until the date on which control ceases. The accounting policies of subsidiaries have been changed when necessary to align them with the policies adopted by ACI Limited.

(ii) Non-controlling interests

Non-controlling interest (NCI) is the equity interest in a subsidiary not attributable to ACI Limited. NCI is measured at subsidiaries' proportionate share of identifiable net assets.

(iii) Interests in equity-accounted investees

The ACI Limited's interests in equity-accounted investees comprise interests in associates and joint ventures.

Associates are those entities in which ACI Limited has significant influence, but not control or joint control, over the financial and operating policies. A joint venture is an arrangement in which ACI Limited has joint control, whereby ACI Limited has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities. Interests in associates and the joint ventures are accounted for using the equity method. They are initially recognised at cost.

(iv) Loss of control

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

(v) Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of ACI Limited's interest in the investee. Unrealised losses, if any, are eliminated in the same way as unrealised gains but only to the extent that there is no evidence of impairment.

D Revenue

(i) Sale of goods

Revenue is recognised when the significant risks and rewards of ownership have been transferred to the customers, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing involvement with the goods, and the amount of revenue can be measured reliably. Revenue is measured net of value added tax, trade discount, returns and allowances (if any). In case of cash delivery, revenue is recognised when delivery is made and cash is received by the Group.

(ii) Rendering of services

Revenue from rendering of services is recognised in proportion to the stage of completion of the transaction at the reporting date. The stage of completion is assessed based on surveys of work performed.

(iii) Commissions

When the Group acts in the capacity of an agent rather than as the principal in a transaction, the revenue is recognised in the net amount of commission earned by the Group.

(iv) Dividend income

Dividend income is recognised when the right to receive payment of such dividend is established.

E Foreign currency transactions

Transactions in foreign currencies are translated at the exchange rate prevailing on the date of transactions. Monetary assets and liabilities denominated in foreign currencies are translated at exchange rates prevailing at the date of statement of financial position. Foreign currency differences are generally recognised in the statement of profit and loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of transactions.

F Employee benefits

(i) Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(ii) Defined contribution plan (provident fund)

The Group operates a recognised provident fund scheme where employees contribute 10% of their basic salary with equal contribution by the Group. The provident fund is considered as defined contribution plan being managed by a Board of Trustees.

(iii) Defined benefit plan (gratuity)

The Group operates an unfunded gratuity scheme, provision in respect of which is made annually covering all permanent eligible employees. The Employees' Gratuity Fund is being considered as defined benefit plan.

Defined benefit plan is a retirement benefit plan under which amounts to be paid as retirement benefits are determined by reference to employees' earnings and year of services. The rate used to discount post employment benefit obligations is determined by reference to the rate stated in the actuarial report. Actuarial valuation of gratuity scheme has been made in 2015 to assess the adequacy of the liabilities provided for the schemes.

(iv) Workers' profit participation fund

The Group operates funds for workers as "Workers' Profit Participation Fund" and 5% of the profit before charging such expense have been transferred to this fund as per section 234 of the Labour Act 2006 (amended in 2013). In 2015, management has sought opinion from senior legal counsel as to calculation of profit for this purpose. Counsel has opined that profit calculated for the purposes of WPPF should exclude certain items. WPPF provision has been calculated accordingly.

G Finance income and finance costs

The Group's finance income and finance costs include:

- interest income and
- interest expense;

Interest income or expense is recognised using the effective interest method.



H Income tax

Income tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to items recognised directly in equity or in OCI (Other Comprehensive Income).

(i) Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to tax payable or receivable in respect of previous years. The amount of current tax payable is the best estimate of the tax amount expected to be paid that reflects uncertainty related to income tax, if any. Current tax assets/liabilities are offset if certain criteria are met. It is measured using tax rates enacted or substantively enacted at the reporting period. The applicable tax rate for ACI Limited is currently 25%.

(ii) Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss;
- temporary differences related to investments in subsidiaries to the extent that the Group is able to control the timing of the reversal of the temporary difference and it is probable that they will
- taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent it is probable that future taxable profits will be available against which they can be used. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improve.

I Biological assets

Biological assets are measured at fair value less cost to sell with any changes therein recognised in profit and loss.

J Investment

In the separate financial statements of ACI Limited, investment in subsidiaries, associates and joint ventures has been carried at cost as per BAS 27: Separate Financial Statements. All other investments categorised under 'Investment available for sale' and 'Held-to-maturity' are carried at fair value.

K Inventories

Inventories except materials in transit are measured at the lower of cost and net realisable value. The cost of inventories is based on the weighted average method, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of production overheads based on normal operation capacity.

Allowance for inventory is periodically recognised mainly on the basis of failure in quality control testing, net realisable value, non compliance testing, near to expiry etc. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

Material in transit represents the cost incurred up to the date of the statement of financial position for the items that were not received but the relative risk has been transferred till to the date of reporting. Inventory losses and abnormal losses are recognised as expenses.

L Property, plant and equipment

(i) Recognition and measurement

Items of property, plant and equipment are measured at cost or revaluation less accumulated depreciation. The items of property, plant and equipment were revalued in the year 2004, 2007, 2010 and 2015 by the firm of professional valuers on the basis of applicable methods including market value based method, premised on the accompanying narrative information and valuation methodology. When revalued assets are disposed off, the amounts included in the revaluation surplus are transferred to retained earnings.

Cost includes expenditure that is directly attributable to the acquisition of asset. The cost of self constructed asset includes the cost of material, direct labour and any other costs directly attributable to bringing the assets to the working condition for their intended use.

(ii) Subsequent costs

Subsequent to initial recognition, cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group and its cost can be measured reliably. All other repair and maintenance expenses are charged in statement of profit or loss as they are incurred.

(iii) Depreciation

All items of property, plant and equipment have been depreciated on straight line basis. Depreciation on additions are charged at 50% of normal rates only in the year of acquisition and no depreciation is charged in the year of disposal. Depreciation is charged at the rates varying from 2.5% to 20% depending on the estimated useful lives of assets. No depreciation is charged for land and capital work-in-progress. The Group is following this policy consistently from past years.

The revalued items of property, plant and equipment are depreciated by writing off their revalued amount at the date of revaluation over their remaining estimated useful lives.

The estimated useful lives for the current and comparative of initially recognised property, plant and equipment period/years are as follows:

In years	30 June 2017	30 June 2016	31 December 2015
Building	20-40	20-40	20-40
Plant and machinery	2-10	2-10	2-10
Furniture and fixture	5-10	5-10	5-10
Electrical and other appliances	2-10	2-10	2-10
Office machinery	2-15	2-15	2-15
Motor vehicles	2-5	2-5	2-5

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate. No significant adjustment in respect of items of property, plant and equipment was done in the year ended 30 June 2017.

(iv) Capitalisation of borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are included in the cost of that asset as per Bangladesh Accounting Standard (BAS) - 23, Borrowing cost. The capitalisation of such borrowing costs ceases when the asset is ready for intended use.

(v) Capital work in progress

Capital work-in-progress represents the cost incurred for acquisition and/or construction of items of property, plant and equipment that were not ready for use at 30 June 2017 and these are stated at cost.

(vi) Impairment

The carrying amount of the entity's non-financial assets, other than inventories and deferred tax assets (considered as disclosed separately under respective accounting standards), are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. However, no such conditions that might be suggestive of a heightened risk of impairment of assets existed at the reporting date.

(vii) Retirement and disposals

An asset is derecognised on disposal or when no future economic benefits are expected from its use and subsequent disposals. Gains and losses arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised as gain or loss from disposal of asset in profit or loss. When revalued assets are disposed of, the amounts included in the revaluation surplus are transferred to retained earnings.

M Intangible assets and goodwill

(i) Recognition and measurement

Expenditure on research activities, undertaken with the prospect of gaining new scientific or technical knowledge and understanding is recognised in the profit or loss as incurred.

Development activities involve a plan or design for the production of new and substantially improved products and process. Development expenditures, on an individual project, are recognised as an intangible asset when the Group can demonstrate all of the following:

- (a) the technical feasibility of completing the intangible asset so that it will be available for use or sale;
- (b) its intention to complete the intangible asset and use or sell it;
- (c) its ability to use or sell the intangible asset;
- (d) how the intangible asset will generate probable future economic benefits. Among other things, the entity can demonstrate the existence of a market for the output of the intangible asset or the intangible asset itself or, if it is to be used internally, the usefulness of the intangible asset;
- (e) the availability of adequate technical, financial and other resources to complete the development and to use or sell the intangible asset;
- (f) its ability to measure reliably the expenditure attributable to the intangible asset during its development;

Other development expenditures are recognised in profit and loss as incurred. Development costs previously recognised as an expense are not recognised as an asset in a subsequent period. Following initial recognition of the development expenditure as an asset, the cost model is applied requiring the asset to be carried at cost less any accumulated amortisation and accumulated impairment losses. During the period of development, the asset is tested for impairment annually.

Internally generated intangible assets, excluding capitalised development costs, are not capitalised and expenditure is reflected in profit or loss in the year in which the expenditure is incurred.

(ii) Amortisation

Amortisation is charged in profit or loss on a straight line basis over the estimated useful lives of intangible assets other than goodwill. Amortisation on additions are charged at 50% of normal rates only in the year of acquisition. Amortisation is charged at the rates of 10% to 20% depending on the estimated useful lives of assets and no amortisation is charged in the year of disposal.

The estimated useful life for the current intangible asset is as follows:

In years	30 June 2017	30 June 2016	31 December 2015
Software	5 - 10	5 - 10	5 - 10

Amortisation methods, useful lives and residual values are reviewed at each reporting date.

(iii) Retirement and disposals

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gain or losses arising from derecognition of intangible assets, measured as the difference between the net disposal proceeds and the carrying amount of the assets are recognised in profit or loss.

(iv) Goodwill

Goodwill arising on the acquisition of subsidiaries is measured at cost less accumulated impairment losses.

(v) Software

Software, acquired by the Group and have finite useful life, are measured at cost less accumulated amortisation and any accumulated impairment losses.

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific assets to which it relates.

N Leases

(i) Finance lease

Leases in terms of which the Group assumes substantially all the risks and rewards of ownership are classified as finance leases. Upon initial recognition, the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the leased asset is accounted for in accordance with the accounting policy applicable to that asset.

Depreciation

Depreciation is charged according to the policy applicable for the owned assets of the Group.

Lease payments

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

(ii) Operating lease

All leases other than those which meet the definition of finance lease are treated as operating lease and are recognised in the statement of profit and loss. Payments made under operating leases are recognised in profit or loss. For non cancellable operating leases payments are recognised on a straight line basis over the term of the lease.

O Financial instruments

Non-derivative financial instruments comprise investments in shares and term deposit, trade receivables, other receivables, inter company receivables, cash and cash equivalents, trade payables, other payables, intercompany payables, share capital and interest-bearing borrowings.

(i) Financial assets

The Group initially recognises receivables and deposits issued on the date when they are originated. All other financial assets are initially recognised on the trade date.

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 in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred, or it neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control over the transferred asset.

The Group's financial assets comprise trade and other receivables, investment in shares and term deposit and cash and cash equivalents.



Trade, other and intercompany receivables

Trade, other and intercompany receivables are recognised at original invoiced amount. Receivables are stated at netted off provision for bad and doubtful debt and written off. Provision is made in the financial statements considering the uncertainty of recovery at the date of the statement of financial position and bad debts are written off when the debts became finally irrecoverable based on assessment and judgment made by senior management of the Group.

Investment in shares-other than the investment in subsidiaries, associates and joint ventures

Investment in shares are non-derivative financial assets that are designated as available-for-sale. Initially they are recognised at cost and subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses and foreign currency differences on available-for-sale are recognised in other comprehensive income and presented in fair value reserve in equity. When an investment is derecognised, the gain or loss accumulated in equity is reclassified to profit or loss.

Investment in term deposit

The Group has the positive intent and ability to hold term deposit to maturity, and as such financial assets are classified as held to maturity. Held-to-maturity financial assets are recognised at fair value plus any directly attributable transaction cost.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and all call deposits with original maturities of three months or less. Bank overdrafts that are repayable on demand and form an integral part of the Group's cash management are included as a component of cash and cash equivalents for the purpose only of the statement of cash flows.

(ii) Financial Liabilities

The Group initially recognises financial liabilities on the transaction date at which the Group becomes a party to the contractual provisions of the liability. The Group recognises such financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the entity of resources embodying benefits.

The Group derecognises a financial liability when its contractual obligations are discharged or cancelled, or expired.

The Group's financial liabilities comprise trade and other payables and interest - bearing borrowings.

Trade payables

Trade payables are recognised at fair value.

Interest-bearing borrowings

Interest-bearing borrowings are recognised initially at fair value less attributable transaction costs. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost using the effective interest method less any impairment losses.

ACI 20% Convertible Zero Coupon Bonds (ZCBs)

ZCBs are recognised initially at fair value less attributable transaction costs. Subsequent to initial recognition, ZCBs are stated at amortised cost using the effective interest method.

(iii) Offsetting a financial asset and a financial liability

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

P Share capital

Ordinary shares are classified as equity. Incremental cost directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effect.

Q Provisions

A provision is recognised in the statement of financial position when the Group 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. Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is probable that an outflow of resources embodying economic benefits are required to settle the obligation, the provision are reversed.

R Impairment

(i) Financial assets

Financial assets are assessed at each reporting date to determine whether there is objective evidence of impairment. Objective evidence that financial assets are impaired includes:

- default or delinquency by a debtor;
- restructuring of an amount due to the Group on terms that the Group would not consider otherwise;
- indications that a debtor or issuer will enter bankruptcy;
- adverse changes in the payment status of borrowers or issuers; or
- observable data indicating that there is measurable decrease in expected cash flows from a company of financial assets.

The Group considers evidence of impairment for these assets at both an individual asset and a collective level. All individually significant assets are individually assessed for impairment. Those found not to be impaired are then collectively assessed for any impairment that has been incurred but not yet individually identified. Assets that are not individually significant are collectively assessed for impairment. Collective assessment is carried out by grouping together assets with similar risk characteristics.

In assessing collective impairment, the Group uses historical information on the timing of recoveries and the amount of loss incurred, and makes an adjustment if current economic and credit conditions are such that the actual losses are likely to be greater or lesser than suggested by historical trends.

An impairment loss is calculated as the difference between an asset's carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. Losses are recognised in profit or loss and reflected in an allowance account. When the Group considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through profit or loss.

(ii) Non-financial assets

At each reporting date, the Group reviews the carrying amounts of its non-financial assets (other than deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or CGUs (Cash-generating units).

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss is recognised in profit or loss if the carrying amount of an asset or CGU exceeds its recoverable amount.



S Going concern

The Group has adequate resources to continue in operation for the foreseeable future. For this reason the management continues to adopt going concern basis in preparing the financial statements. The current resources of the Company provide sufficient fund to meet the present requirements of its existing business.

During the period/year under review, following two of the subsidiaries of ACI Limited have following results and financial position:

ACI Logistics Limited

	As at/For the year ended	As at/For the six month period ended	As at/For the year ended
	30 June	30 June	31 December
<i>In Taka</i>	2017	2016	2015
Loss after tax	1,350,901,003	642,903,184	1,092,196,329
Accumulated loss	7,558,869,587	6,207,968,584	5,565,065,402
Current liabilities exceeds current assets	6,219,181,422	5,340,159,353	3,972,810,206
Paid up capital	360,000,000	360,000,000	360,000,000
Dues to banks and financial lease company	8,695,670,414	7,613,061,013	6,226,733,517

ACI Foods Limited

	As at/For the year ended	As at/For the six month period ended	As at/For the year ended
	30 June	30 June	31 December
<i>In Taka</i>	2017	2016	2015
Loss after tax	117,417,996	64,289,327	155,719,973
Accumulated loss	1,427,430,045	1,310,012,049	1,245,722,722
Current liabilities exceeds current assets	2,025,221,637	1,868,335,778	1,755,619,730
Paid up capital	40,000,000	40,000,000	40,000,000
Dues to banks and financial lease company	374,126,927	962,351,590	1,057,690,346

The management is, however, confident that the above companies will continue in operational existence for a foreseeable future on the basis of continued support from the parent Company, ACI Limited and the Group's banks and its shareholders. The management is also confident that the companies will improve their trading conditions as well.

In view of the continued support and assurance from the Group and major shareholders, management believes that it is appropriate to prepare these financial statements on a going concern basis.

T Contingencies

Contingent liability

Contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

The Group discloses contingent liability in the financial statements. A provision is recognised in the period in which the recognition criteria of provision is met.

Contingent asset

Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. The Group does not recognise contingent asset.

U Statement of cash flows

Cash flows from operating activities are presented under direct method as per BAS 7: Statement of cash flows.

V Earnings per share (EPS)

The ACI Limited and the Group presents its basic earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the ACI Limited / Group by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to the ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, if any.

This has been shown on the face of profit or loss and computation of EPS is stated in note 35.

W Events after the reporting period

Events after the reporting period that provide additional information about the Group's position at the reporting date or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.

X Dividends

Final dividend distribution to the Group's shareholders are recognised as a liability in the financial statements in the period in which the dividends are approved by the Group's shareholders at the Annual General Meeting, while interim dividend distributions are recognised in the period in which the dividends are declared and paid.

Y Materiality and aggregation

Each material class of similar items is presented separately in the financial statements. Items of dissimilar nature or function are presented separately unless they are immaterial.

Z Standards issued but not yet effective

The Group has consistently applied the accounting policies as set out in Note 6 to all periods presented in these financial statements. The various amendments to standards, including any consequential amendments to other standards, with the date of initial application of 1 July 2016 have been considered. However, these amendments have no material impact on the financial statements of the Group.

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January 2018 and earlier application is permitted. However, the Group has not early applied the following new standards in preparing these financial statements.

(i) BFRS 9 Financial Instruments

BFRS 9, published in July 2014, replaces the existing guidance in BAS 39: Financial Instruments: Recognition and Measurement. BFRS 9 includes revised guidance on the classification and measurement of the financial instruments, a new expected credit loss model for calculating impairment of financial assets, and the new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from BAS 39. BFRS 9 is effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted. The Group is yet to assess the potential impact of BFRS 9 on its financial statements.

(ii) BFRS 15 Revenue from Contracts with Customers

BFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It replaces existing recognition guidance, including BAS 18 Revenue, BAS 11 Construction Contracts and BFRI 13 Customer Loyalty Programmes. BFRS 15 is effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted. The Group is yet to assess the potential impact of BFRS 15 on its financial statements. The Group is yet to assess the potential impact of BFRS 15 on its financial statements.

(iii) BFRS 16 Leases

BFRS 16 eliminates the current operating/financing lease dual accounting model for leases. Instead, there is a single, on-balance sheet accounting model, similar to current finance lease accounting. Issued in January 2016, the new BFRS will replace the existing guidance in BAS 17 Leases. BFRS 16 is effective for annual reporting periods beginning on or after 1 January 2019. Early adoption is permitted if BFRS 15 Revenue from Contracts with Customers is also adopted. The Group is yet to assess the potential impact of BFRS 16 on its financial statements.

7 Operating segments

(i) Basis for segmentation

The Group has the following strategic business units, which are its reportable segments. These business units offer different products and services, and are managed separately because they require different technology and marketing strategies.

Reportable segments	Operations
1. Pharmaceuticals	Buying, manufacturing, marketing and selling of health care products in home and abroad.
2. Animal Health	Buying, manufacturing, distributing and selling of veterinary and fisheries products.
3. Consumer Brands	Buying, manufacturing, marketing and selling of consumer products.
4. Crop Care and Public Health	Buying, manufacturing, marketing and selling of crop protection items.
5. Motors	Buying and selling of agricultural equipment.
6. Pure Flour	Buying, milling, processing, packaging, marketing and selling of wheat flour products.
7. Retail Chain	Facilitating modern self-service shopping option to customers.
8. Salt	Buying, manufacturing, marketing and selling of vacuum evaporated free flow iodised salt.
9. Foods	Buying, manufacturing, processing, marketing and selling of food items including spices and snack items.
10. Premiaflex Plastics	Buying, manufacturing, processing, marketing and selling of plastic products.

Operating results of all segments are regularly reviewed by the Group's managing director to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

Other operations include the manufacture and distribution of edible oil, managing media solutions, the formulation and packaging of pesticide, fertilizer, seeds, livestock, fisheries and other plant nutrients, and the manufacture and distribution of paints and herbal products. None of these segments met the quantitative thresholds for reportable segments for the year ended on 30 June 2017, six month period ended 30 June 2016 and year ended 31 December 2015. Inter-segment pricing is determined on an arm's length basis.

(ii) Information about reportable segments

Information related to each reportable segment is set out below. Segment profit before tax is used to measure performance because management believes that this information is the most relevant in evaluating the results of the respective segments relative to other entities that operate in the same industries.

For the year ended 30 June 2017

In Taka	Reportable segments										Total
	Pharmaceuticals	Animal Health	Consumer Brands	Crop Care and Public Health	Motors	Pure Flour	Retail Chain	Salt	Foods	Premiaflex Plastic	Total reportable segments
External revenue	8,379,339,834	3,111,066,520	5,131,291,271	2,246,950,904	6,377,561,310	3,651,431,390	8,777,119,859	2,309,747,164	3,006,598,078	2,002,130,916	44,993,237,247
Intra-segment revenue	-	-	1,306,042,080	-	80,522,032	51,090,527	139,117,808	52,057,015	536,544,224	336,837,882	2,502,811,568
Segment revenue	8,379,339,834	3,111,066,520	6,437,333,351	2,246,950,904	6,458,083,342	3,702,521,917	8,916,837,667	2,361,804,179	3,543,142,302	2,338,968,798	47,496,048,814
Depreciation and amortisation	237,617,166	29,245,619	49,085,210	28,888,650	15,209,790	25,448,826	201,058,921	50,570,729	48,064,126	80,535,196	765,724,232
Operating expenses	3,776,651,581	701,564,558	1,672,183,161	509,500,476	733,537,268	245,201,897	1,798,334,762	213,425,705	392,148,527	79,675,687	10,122,223,622
Finance costs / (income)	150,839,720	29,977,824	(29,415,230)	108,720,621	154,994,902	(18,042,871)	716,377,794	7,159,058	191,800,259	84,889,365	1,397,301,442
Segment profit/(loss) before tax	1,564,342,304	302,550,933	(245,171,349)	352,290,075	634,273,841	212,786,915	(1,297,183,300)	268,752,506	(107,266,059)	324,074,284	2,009,450,149
Segment assets	7,631,319,439	2,765,806,653	4,573,248,526	2,794,009,021	5,599,767,832	1,409,757,638	3,330,123,401	1,543,491,693	1,847,710,628	3,190,647,676	34,685,882,508
Segment liabilities	1,701,326,881	1,022,209,071	1,808,614,387	796,570,879	4,638,287,305	561,537,052	10,528,992,988	714,862,768	3,207,822,548	1,968,151,665	26,948,375,545

For the six month period ended 30 June 2016

In Taka	Reportable segments										Total
	Pharmaceuticals	Animal Health	Consumer Brands	Crop Care and Public Health	Motors	Pure Flour	Retail Chain	Salt	Foods	Premiaflex Plastic	Total reportable segments
External revenue	3,940,302,257	1,313,085,281	2,240,499,309	1,025,062,099	1,484,770,220	1,272,648,520	3,319,517,774	984,278,912	840,574,165	804,845,184	17,225,583,721
Intra-segment revenue	-	-	610,848,335	2,897,500	-	26,954,080	16,853,924	18,241,852	105,731,226	108,021,729	889,548,646
Segment revenue	3,940,302,257	1,313,085,281	2,851,347,644	1,027,959,599	1,484,770,220	1,299,602,600	3,336,371,698	1,002,520,764	946,305,391	912,866,913	18,115,132,367
Depreciation and amortisation	110,314,880	13,475,603	18,780,943	13,074,293	4,650,772	12,575,526	72,951,167	24,895,110	16,921,396	28,330,036	315,969,726
Operating expenses	1,689,297,393	286,778,821	693,017,545	288,056,368	206,775,008	84,481,877	658,411,076	132,822,491	172,991,822	68,703,752	4,281,336,154
Finance costs / (income)	54,683,307	10,867,738	(61,802,609)	27,587,342	38,056,256	(3,693,614)	336,262,425	10,967,563	82,954,260	30,602,992	526,485,660
Segment profit/(loss) before tax	754,910,494	101,695,783	178,742,953	120,617,938	136,759,529	125,538,753	(605,231,194)	113,652,515	(61,718,418)	122,289,478	987,257,832
Segment assets	6,150,130,261	2,191,023,999	2,952,759,811	2,544,784,225	3,601,494,703	1,309,559,934	3,202,006,041	1,247,977,339	1,184,477,649	2,385,438,673	26,769,352,634
Segment liabilities	972,423,374	603,135,662	1,187,118,057	1,216,883,004	3,033,510,543	595,506,262	9,049,974,631	589,918,243	2,427,171,575	1,373,975,104	21,049,616,455

For the year ended 31 December 2015

In Taka	Reportable segments										Total
	Pharmaceuticals	Animal Health	Consumer Brands	Crop Care and Public Health	Motors	Pure Flour	Retail Chain	Salt	Foods	Premiaflex Plastic	Total reportable segments
External revenue	6,726,957,274	2,185,560,179	4,022,386,655	1,933,028,766	2,619,863,702	2,693,576,746	5,636,659,077	1,530,839,840	759,465,973	1,485,108,211	29,593,446,423
Intra-segment revenue	-	-	1,094,662,307	-	-	35,653,318	40,575,017	16,750,200	147,916,938	203,341,870	1,538,899,650
Segment revenue	6,726,957,274	2,185,560,179	5,117,048,962	1,933,028,766	2,619,863,702	2,729,230,064	5,677,234,094	1,547,590,040	907,382,911	1,688,450,081	31,132,346,073
Depreciation and amortisation	211,418,360	26,295,408	39,939,585	24,909,526	5,623,368	23,989,613	126,282,474	72,223,122	20,458,273	61,602,544	612,742,273
Operating expenses	2,681,081,139	547,838,332	1,065,925,883	372,235,879	316,667,672	185,017,318	1,194,965,490	194,230,915	235,093,349	65,253,146	6,859,309,123
Finance costs / (income)	41,313,726	8,210,673	31,081,441	46,467,568	101,515,902	(1,668,659)	684,021,190	63,359,781	138,246,468	65,125,064	1,177,673,154
Segment profit/(loss) before tax	1,330,992,290	188,070,146	56,771,751	298,299,312	240,948,710	223,337,798	(1,074,912,909)	88,113,221	(160,283,866)	205,050,482	1,396,386,935
Segment assets	5,569,167,571	2,193,029,436	2,840,569,039	2,437,600,318	2,690,019,577	1,094,900,750	2,647,394,428	1,158,671,232	886,926,797	1,874,159,005	23,400,438,154
Segment liabilities	771,349,524	958,867,145	1,435,907,914	1,263,703,958	2,209,126,334	460,414,466	7,852,459,830	566,702,327	2,065,331,395	937,640,014	18,521,502,907

8. Property, plant and equipment

<i>In Taka</i>	Land	Building	Plant and Machinery	Furniture and fixture	Electrical and other appliances	Office machinery	Motor Vehicles	Leased assets	Under construction	Total
Cost										
Balance at 1 January 2015	731,452,180	529,377,263	1,524,931,459	135,522,613	138,005,641	49,361,284	311,879,641	10,642,993	401,274,471	3,832,447,545
Additions	289,496,418	-	19,579,856	25,753,253	30,424,052	14,753,702	242,314,748	-	165,284,912	787,606,941
Transfers	73,600	9,474,082	63,463,854	-	-	-	-	-	(73,011,536)	-
Disposals	-	-	(7,992,547)	-	-	-	(1,971,302)	-	-	(9,963,849)
Adjustment for revaluation	-	(74,597,714)	(650,851,228)	(63,902,581)	(60,422,943)	(37,525,520)	(232,335,563)	-	-	(1,119,635,549)
Balance at 31 December 2015	1,021,022,198	464,253,631	949,131,394	97,373,285	108,006,750	26,589,466	319,887,524	10,642,993	493,547,847	3,490,455,088
Balance at 1 January 2016	1,021,022,198	464,253,631	949,131,394	97,373,285	108,006,750	26,589,466	319,887,524	10,642,993	493,547,847	3,490,455,088
Additions	-	-	10,515,506	12,962,115	12,920,737	11,412,543	72,902,155	-	99,573,314	220,286,370
Transfers	-	10,489,507	48,272,266	-	-	-	-	-	(58,761,773)	-
Disposals	-	-	-	(9,000)	-	-	(3,029,499)	-	-	(3,038,499)
Balance at 30 June 2016	1,021,022,198	474,743,138	1,007,919,166	110,326,400	120,927,487	38,002,009	389,760,180	10,642,993	534,359,388	3,707,702,959
Balance at 1 July 2016	1,021,022,198	474,743,138	1,007,919,166	110,326,400	120,927,487	38,002,009	389,760,180	10,642,993	534,359,388	3,707,702,959
Additions	616,069,219	1,982,704	12,407,477	41,442,022	23,197,482	32,369,916	141,315,118	-	783,282,263	1,652,066,202
Transfers	402,479	32,806,840	248,209,610	51,187,362	37,045,619	-	-	-	(369,651,909)	-
Disposals	-	-	-	-	(637,295)	-	(2,129,456)	-	-	(2,766,751)
Balance at 30 June 2017	1,637,493,896	509,532,682	1,268,536,253	202,955,784	180,533,293	70,371,925	528,945,842	10,642,993	947,989,742	5,357,002,410
Revaluation										
Balance at 1 January 2015	744,081,718	38,483,654	56,375,645	3,814,918	3,693,683	2,227,188	42,665,921	-	-	891,342,727
Additions for revaluation	2,246,378,325	7,912,156	11,138,150	(261,718)	(249,617)	(194,703)	-	-	-	2,264,722,593
Disposals	-	-	-	-	-	-	-	-	-	-
Adjustment for revaluation	-	(4,810,457)	(40,432,767)	(3,020,197)	(3,183,593)	(2,067,331)	(42,665,242)	-	-	(96,179,587)
Balance at 31 December 2015	2,990,460,043	41,585,353	27,081,028	533,003	260,473	(34,846)	679	-	-	3,059,885,733
Balance at 1 January 2016	2,990,460,043	41,585,353	27,081,028	533,003	260,473	(34,846)	679	-	-	3,059,885,733
Disposals	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2016	2,990,460,043	41,585,353	27,081,028	533,003	260,473	(34,846)	679	-	-	3,059,885,733
Balance at 1 July 2016	2,990,460,043	41,585,353	27,081,028	533,003	260,473	(34,846)	679	-	-	3,059,885,733
Disposals	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2017	2,990,460,043	41,585,353	27,081,028	533,003	260,473	(34,846)	679	-	-	3,059,885,733

<i>In Taka</i>	Land	Building	Plant and Machinery	Furniture and fixture	Electrical and other appliances	Office machinery	Motor Vehicles	Leased assets	Under construction	Total
Accumulated depreciation- Cost										
Balance at 1 January 2015	-	60,384,370	495,867,829	49,189,832	45,427,094	29,710,565	156,099,896	9,295,993	-	845,975,580
Depreciation	-	14,213,346	157,687,676	14,712,749	14,995,849	7,814,955	76,828,999	898,000	-	287,151,574
Disposals	-	-	(2,704,277)	-	-	-	(593,331)	-	-	(3,297,608)
Adjustment for revaluation	-	(74,597,716)	(650,851,228)	(63,902,581)	(60,422,943)	(37,525,520)	(232,335,564)	-	-	(1,119,635,552)
Balance at 31 December 2015	-	-	-	-	-	-	-	10,193,993	-	10,193,993
Balance at 1 January 2016	-	-	-	-	-	-	-	10,193,993	-	10,193,993
Depreciation	-	6,924,641	77,096,497	9,041,865	8,372,046	6,674,722	47,093,373	224,500	-	155,427,644
Disposals	-	-	-	(8,999)	-	-	(219,215)	-	-	(228,214)
Adjustment	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2016	-	6,924,641	77,096,497	9,032,866	8,372,046	6,674,722	46,874,158	10,418,493	-	165,393,423
Balance at 1 July 2016	-	6,924,641	77,096,497	9,032,866	8,372,046	6,674,722	46,874,158	10,418,493	-	165,393,423
Depreciation	-	13,850,599	171,943,943	22,775,690	19,420,338	16,378,781	110,943,809	224,500	-	355,537,659
Disposals	-	-	-	-	(91,042)	-	(397,987)	-	-	(489,029)
Adjustment	-	446,928	80,556	-	-	3,300	-	-	-	530,784
Balance at 30 June 2017	-	21,222,168	249,120,996	31,808,556	27,701,342	23,056,803	157,419,980	10,642,993	-	520,972,839

<i>In Taka</i>	Land	Building	Plant and Machinery	Furniture and fixture	Electrical and other appliances	Office machinery	Motor Vehicles	Leased assets	Under construction	Total
Accumulated depreciation- Revaluation										
Balance at 1 January 2015	-	3,848,365	33,539,673	2,781,668	2,728,474	1,637,504	34,132,296	-	-	78,667,980
Depreciation	-	962,091	6,893,093	238,529	455,118	429,827	8,532,946	-	-	17,511,604
Disposals	-	-	-	-	-	-	-	-	-	-
Adjustment for revaluation	-	(4,810,456)	(40,432,766)	(3,020,197)	(3,183,592)	(2,067,331)	(42,665,242)	-	-	(96,179,584)
Balance at 31 December 2015	-	-	-	-	-	-	-	-	-	-
Balance at 1 January 2016	-	-	-	-	-	-	-	-	-	-
Depreciation	-	719,717	4,853,354	13,325	6,512	(1,715)	129	-	-	5,591,322
Disposals	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2016	-	719,717	4,853,354	13,325	6,512	(1,715)	129	-	-	5,591,322
Balance at 1 July 2016	-	719,717	4,853,354	13,325	6,512	(1,715)	129	-	-	5,591,322
Depreciation	-	1,436,053	6,441,873	224,395	226,772	(33,147)	-	-	-	8,295,946
Disposals	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2017	-	2,155,770	11,295,227	237,720	233,284	(34,862)	129	-	-	13,887,268
Carrying amounts										
At 1 January 2015	1,475,533,898	503,628,182	1,051,899,602	87,366,031	93,543,756	20,240,403	164,313,370	1,347,000	401,274,471	3,799,146,712
At 31 December 2015	4,011,482,241	505,838,984	976,212,422	97,906,288	108,267,223	26,554,620	319,888,203	449,000	493,547,847	6,540,146,827
At 30 June 2016	4,011,482,241	508,684,133	953,050,343	101,813,212	112,809,402	31,294,156	342,886,572	224,500	534,359,388	6,596,603,946
At 30 June 2017	4,627,953,939	527,740,097	1,035,201,058	171,442,511	152,859,140	47,315,138	371,526,412	-	947,989,742	7,882,028,036

Note:

In 2015, all the property, plant and equipment of the Company were revalued by the independent professional valuer M/s. Masih Muthi Haque & Co., Chartered Accountants. Such revaluation was made with sufficient regularity to ensure that carrying amount does not differ materially from their fair value. The items of property, plant and equipment were also revalued last in 2010, 2007 and 2004 accordingly.

8(a) Consolidated property, plant and equipment

<i>In Taka</i>	Land	Building	Plant and Machinery	Furniture and fixture	Electrical and other appliances	Office machinery	Motor Vehicles	Leased assets	Under construction	Total
Cost										
Balance at 1 January 2015	1,330,425,501	1,320,157,245	3,722,052,847	581,018,596	340,853,919	323,761,213	390,423,411	55,089,077	707,418,786	8,771,200,595
Adjustment/transfer	(2,350,599)	(15,900)	(3,982,800)	-	-	-	-	-	(22,425,000)	(28,774,299)
Additions	326,179,851	812,362	36,026,902	28,093,078	34,282,241	20,075,292	303,979,420	-	1,055,527,698	1,804,976,844
Transfers	73,600	13,738,338	133,437,991	93,481,382	15,774,841	48,892,505	6,161,548	-	(314,510,956)	(2,950,751)
Disposals	-	-	(49,519,791)	(1,285,069)	-	(294,500)	(1,971,304)	-	-	(53,070,664)
Adjustment for revaluation	-	(190,812,151)	(1,662,588,040)	(82,295,186)	(84,818,418)	(53,772,998)	(266,552,707)	-	-	(2,340,839,500)
Balance at 31 December 2015	1,654,328,353	1,143,879,894	2,175,427,109	619,012,801	306,092,583	338,661,512	432,040,368	55,089,077	1,426,010,528	8,150,542,225
Balance at 1 January 2016	1,654,328,353	1,143,879,894	2,175,427,109	619,012,801	306,092,583	338,661,512	432,040,368	55,089,077	1,426,010,528	8,150,542,225
Additions	14,591,476	11,005,672	14,343,070	13,399,102	29,751,643	19,802,060	112,129,646	-	2,060,863,578	2,275,886,247
Transfers	34,881,118	112,187,611	245,409,055	83,716,357	51,372,254	32,036,185	8,619,693	-	(568,222,273)	-
Disposals	-	-	-	(9,000)	-	-	(3,190,627)	-	-	(3,199,627)
Balance at 30 June 2016	1,703,800,947	1,267,073,177	2,435,179,234	716,119,260	387,216,480	390,499,757	549,599,080	55,089,077	2,918,651,833	10,423,228,845
Balance at 1 July 2016	1,703,800,947	1,267,073,177	2,435,179,234	716,119,260	387,216,480	390,499,757	549,599,080	55,089,077	2,918,651,833	10,423,228,845
Additions	860,969,203	15,937,557	37,062,683	57,532,131	52,846,692	59,941,860	230,539,851	-	4,070,019,150	5,384,849,128
Transfers	12,129,514	171,643,836	771,535,303	214,002,202	74,755,338	198,959,005	15,397,126	-	(1,522,198,231)	(63,775,908)
Disposals	-	-	(12,549,827)	-	(845,406)	-	(3,532,316)	-	-	(16,927,549)
Adjustment	-	-	-	(8,597)	(42,006)	-	-	-	-	(50,603)
Balance at 30 June 2017	2,576,899,664	1,454,654,570	3,231,227,393	987,644,996	513,931,098	649,400,622	792,003,742	55,089,077	5,466,472,752	15,727,323,913
Revaluation										
Balance at 1 January 2015	1,555,030,636	82,265,271	83,521,215	7,179,208	9,573,158	4,618,363	45,813,098	-	-	1,788,000,949
Additions for revaluation	3,361,923,368	19,629,661	18,371,902	(320,777)	(767,886)	(279,104)	-	-	-	3,398,557,164
Disposals	-	-	-	-	-	-	(1,299,998)	-	-	(1,299,998)
Adjustment for revaluation	-	(9,287,333)	(61,497,005)	(3,683,545)	(5,046,477)	(3,837,096)	(44,512,963)	-	-	(127,864,419)
Balance at 31 December 2015	4,916,954,004	92,607,599	40,396,112	3,174,886	3,758,795	502,163	137	-	-	5,057,393,696
Balance at 1 January 2016	4,916,954,004	92,607,599	40,396,112	3,174,886	3,758,795	502,163	137	-	-	5,057,393,696
Disposals	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2016	4,916,954,004	92,607,599	40,396,112	3,174,886	3,758,795	502,163	137	-	-	5,057,393,696
Balance at 1 July 2016	4,916,954,004	92,607,599	40,396,112	3,174,886	3,758,795	502,163	137	-	-	5,057,393,696
Disposals	-	-	-	-	-	-	-	-	-	-
Adjustment	-	-	-	9,339	42,421	-	-	-	-	51,760
Balance at 30 June 2017	4,916,954,004	92,607,599	40,396,112	3,184,225	3,801,216	502,163	137	-	-	5,057,445,456

<i>In Taka</i>	Land	Building	Plant and Machinery	Furniture and fixture	Electrical and other appliances	Office machinery	Motor Vehicles	Leased assets	Under construction	Total
Accumulated depreciation- Cost										
Balance at 1 January 2015	-	150,955,094	1,365,030,524	292,865,461	128,854,307	163,668,572	206,693,817	25,119,757	-	2,333,187,532
Depreciation	-	34,180,745	343,117,064	83,310,582	41,226,265	45,674,914	93,566,140	7,906,332	-	648,982,042
Disposals	-	-	(38,228,671)	(831,038)	-	(159,147)	(593,331)	-	-	(39,812,187)
Adjustment	-	5,676,312	(5,140,506)	2,897,356	1,579,779	593,499	-	-	-	5,606,440
Adjustment for revaluation	-	(190,812,151)	(1,662,588,040)	(82,295,186)	(84,818,418)	(53,772,998)	(266,552,705)	-	-	(2,340,839,498)
Balance at 31 December 2015	-	-	2,190,371	295,947,175	86,841,933	156,004,840	33,113,921	33,026,089	-	607,124,329
Balance at 1 January 2016	-	-	2,190,371	295,947,175	86,841,933	156,004,840	33,113,921	33,026,089	-	607,124,329
Depreciation	-	18,024,524	161,220,493	43,304,821	23,149,071	30,457,658	59,878,111	3,728,666	-	339,763,344
Disposals	-	-	-	(9,000)	-	-	(219,215)	-	-	(228,215)
Adjustment	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2016	-	18,024,524	163,410,864	339,242,996	109,991,004	186,462,498	92,772,817	36,754,755	-	946,659,458
Balance at 1 July 2016	-	18,024,524	163,410,864	339,242,996	109,991,004	186,462,498	92,772,817	36,754,755	-	946,659,458
Depreciation	-	39,386,871	373,415,327	116,203,748	55,135,494	91,899,882	152,334,510	6,963,761	-	835,339,593
Disposals	-	-	(482,685)	-	(129,006)	-	(680,438)	-	-	(1,292,129)
Adjustment	-	446,928	80,556	-	-	3,300	-	-	-	530,784
Balance at 30 June 2017	-	57,858,323	536,424,062	455,446,744	164,997,492	278,365,680	244,426,889	43,718,516	-	1,781,237,706

<i>In Taka</i>	Land	Building	Plant and Machinery	Furniture and fixture	Electrical and other appliances	Office machinery	Motor Vehicles	Leased assets	Under construction	Total
Accumulated depreciation- Revaluation										
Balance at 1 January 2015	-	9,466,807	52,668,850	5,003,813	5,798,561	3,857,524	36,650,476	-	-	113,446,031
Depreciation	-	1,888,056	8,562,524	312,920	827,695	571,145	8,902,487	-	-	21,064,827
Disposals	-	-	-	-	-	-	(1,040,000)	-	-	(1,040,000)
Adjustment	-	(2,067,530)	265,631	(1,633,188)	(1,579,779)	(591,573)	-	-	-	(5,606,439)
Adjustment for revaluation	-	(9,287,333)	(61,497,005)	(3,683,545)	(5,046,477)	(3,837,096)	(44,512,963)	-	-	(127,864,419)
Balance at 31 December 2015	-	-	-	-	-	-	-	-	-	-
Balance at 1 January 2016	-	-	-	-	-	-	-	-	-	-
Depreciation	-	1,329,969	5,408,670	80,673	173,405	41,779	127	-	-	7,034,623
Disposals	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2016	-	1,329,969	5,408,670	80,673	173,405	41,779	127	-	-	7,034,623
Balance at 1 July 2016	-	1,329,969	5,408,670	80,673	173,405	41,779	127	-	-	7,034,623
Depreciation	-	2,663,322	8,460,800	234,900	354,604	84,114	-	-	-	11,797,740
Disposals	-	-	-	-	-	-	-	-	-	-
Adjustment	-	-	-	742	415	-	-	-	-	1,157
Balance at 30 June 2017	-	3,993,291	13,869,470	316,315	528,424	125,893	127	-	-	18,833,520
Carrying amounts										
At 1 January 2015	2,885,456,137	1,242,000,615	2,387,874,688	290,328,530	215,774,209	160,853,480	192,892,216	29,969,320	707,418,786	8,112,567,981
As at 31 December 2015	6,571,282,357	1,236,487,493	2,213,632,850	326,240,512	223,009,445	183,158,835	398,926,584	22,062,988	1,426,010,528	12,600,811,592
At 30 June 2016	6,620,754,951	1,340,326,283	2,306,755,812	379,970,477	280,810,866	204,497,643	456,826,273	18,334,322	2,918,651,833	14,526,928,460
At 30 June 2017	7,493,853,668	1,485,410,554	2,721,329,973	535,066,161	352,206,398	371,411,212	547,576,863	11,370,561	5,466,472,752	18,984,698,144

Note:

In 2015, Flyban Insecticides Limited, one of the subsidiaries of ACI Limited, has been struck off and its property, plant and equipment has been adjusted with opening balances of land for Tk. 2,350,600, building for Tk. 15,900 and plant and machineries for Tk. 3,982,800.

9. Investments

i) Investment in shares

	30 June 2017			30 June 2016		31 December 2015	
	Number of shares	Face value per share	Called and paid up capital per share	Shareholding %	Value Taka	Value Taka	Value Taka
Investment in subsidiaries							
ACI Formulations Limited	24,066,105	10	10	53.48	66,872,823	66,872,823	66,872,823
ACI Salt Limited	233,000	1,000	1,000	77.67	155,000,000	155,000,000	155,000,000
ACI Foods Limited	380,000	100	100	95.00	38,000,000	38,000,000	38,000,000
ACI Pure Flour Limited	380,000	100	100	95.00	38,000,000	38,000,000	38,000,000
ACI Agrolink Limited	288,180	100	100	90.00	28,818,000	18,000	18,000
Creative Communication Limited	6,000	100	100	60.00	600,000	600,000	600,000
ACI Motors Limited	6,750	100	100	67.50	675,000	665,000	665,000
Premiaflex Plastics Limited	261,945	1,000	1,000	87.32	229,945,000	229,945,000	229,945,000
ACI Logistics Limited	273,600	1,000	1,000	76.00	273,600,000	273,600,000	273,600,000
ACI Healthcare Limited	46,469,000	10	10	92.94	464,690,000	464,690,000	464,690,000
ACI Edible Oils Limited	850,000	10	10	85.00	8,500,000	8,500,000	8,500,000
ACI Chemicals Limited	1,500,006	10	10	75.00	15,000,060	15,000,060	15,000,060
Infolytx Bangladesh Limited	600	100	100	60.00	50,060,000	60,000	60,000
ACI Biotech Limited	800,000	10	10	80.00	8,000,000	-	-
					1,377,760,883	1,290,950,883	1,290,950,883
Investment in Joint Ventures							
ACI Godrej Agrovet (Pvt.) Limited	1,850,000	100	100	50.00	185,000,000	185,000,000	185,000,000
Tetley ACI (Bangladesh) Limited	2,500,000	100	100	50.00	250,000,000	250,000,000	200,000,000
					435,000,000	435,000,000	385,000,000
Investment in Associates							
Asian Consumer Care (Pvt.) Limited	8,480,187	10	10	24.00	115,205,895	115,205,895	115,205,895
Computer Technology Limited	200	100	100	40.00	20,000	20,000	20,000
Stochastic Logic Limited	2,000	100	100	20.00	200,000	200,000	200,000
					115,425,895	115,425,895	115,425,895
Investment in others							
Mutual Trust Bank Limited	14,772,607	10	10	3.33	363,406,133	254,088,858	240,054,867
Central Depository Bangladesh Limited	1,142,362	10	10	0.58	3,138,890	3,138,890	3,138,890
					366,545,023	257,227,748	243,193,757
ii) Other investment							
Term deposit and others					3,926,930	3,929,930	3,929,930
					3,926,930	3,929,930	3,929,930
Investment impairment provision					2,298,658,731	2,102,534,456	2,038,500,465
					(230,000,000)	(200,000,000)	(180,000,000)
Total investment					2,068,658,731	1,902,534,456	1,858,500,465

In 2015, Flyban Insecticides Limited had been struck off from the register by the Registrar, Joint Stock Companies & Firms as defunct company through publication of gazette notification. Accordingly, outstanding balances in books of accounts of ACI Limited was written off during the year 2015.

Investment impairment provision is kept on investment in ACI Logistics Limited as it has been loss making since its inception, which led management to make this impairment provision.

9(a) Consolidated investments

9(a).1 Equity-accounted investees

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Investment valued under equity method			
ACI Godrej Agrovat (Pvt.) Limited	884,839,526	749,101,145	690,345,663
Tetley ACI (Bangladesh) Limited	(34,100,155)	(16,798,774)	(55,023,824)
Asian Consumer Care (Pvt.) Limited	217,604,249	192,285,993	181,896,210
Stochastic Logic Limited	(454,846)	(612,756)	(687,009)
	1,067,888,774	923,975,608	816,531,040

9(a).2 Other investments

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Investment valued at fair value			
Mutual Trust Bank Limited	363,406,133	254,088,858	240,054,867
Investment Corporation of Bangladesh	671,675	671,675	671,675
Titas Gas Transmission and Distribution Company Limited	1,635,300	1,635,300	1,635,300
	365,713,108	256,395,833	242,361,842
Investment valued at cost			
Central Depository Bangladesh Limited	3,138,890	3,138,890	3,138,890
Computer Technology Limited	20,000	20,000	20,000
Term deposits and others	146,243,472	138,925,956	135,941,665
	149,402,362	142,084,846	139,100,555
	515,115,470	398,480,679	381,462,397

10 Intangible assets represent software used for the operation of the Company.

10(a) Consolidated intangible assets

<i>In Taka</i>	Product Development	Software	Goodwill	Total
Cost				
Balance at 1 January 2015	-	37,988,515	12,382,918	50,371,433
Additions	-	2,295,000	-	2,295,000
Retirement and disposal	-	-	-	-
Balance at 31 December 2015	-	40,283,515	12,382,918	52,666,433
Balance at 1 January 2016	-	40,283,515	12,382,918	52,666,433
Additions	-	765,368	-	765,368
Retirement and disposal	-	-	-	-
Balance at 30 June 2016	-	41,048,883	12,382,918	53,431,801
Balance at 1 July 2016	-	41,048,883	12,382,918	53,431,801
Additions	63,775,908	6,605,143	-	70,381,051
Retirement and disposal	-	-	-	-
Balance at 30 June 2017	63,775,908	47,654,026	12,382,918	123,812,852

<i>In Taka</i>	Product Development	Software	Goodwill	Total
Accumulated amortisation- Cost				
Balance at 1 January 2015	-	16,812,219	-	16,812,219
Amortisation	-	4,081,243	-	4,081,243
Retirement and disposal	-	-	-	-
Balance at 31 December 2015	-	20,893,462	-	20,893,462
Balance at 1 January 2016	-	20,893,462	-	20,893,462
Amortisation	-	1,949,233	-	1,949,233
Retirement and disposal	-	-	-	-
Balance at 30 June 2016	-	22,842,695	-	22,842,695
Balance at 1 July 2016	-	22,842,695	-	22,842,695
Amortisation	3,188,796	4,635,511	7,235,126	15,059,432
Retirement and disposal	-	-	-	-
Balance at 30 June 2017	3,188,796	27,478,206	7,235,126	37,902,127
Carrying amounts				
At 1 January 2016	-	19,390,053	12,382,918	31,772,971
At 30 June 2016	-	18,206,188	12,382,918	30,589,106
At 30 June 2017	60,587,113	20,175,820	5,147,792	85,910,725

11 Inventories

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Raw materials	1,451,867,366	806,807,672	824,997,165
Packing materials	392,165,025	266,749,203	321,718,901
Work in process	124,081,284	141,280,438	147,383,178
Finished goods	2,556,524,208	2,609,789,400	2,599,243,975
Goods in transit	475,412,334	319,301,142	238,473,927
Stores and spares	40,513,628	41,097,122	38,413,249
Allowance for inventories	(227,850,953)	(230,754,673)	(221,191,194)
	4,812,712,892	3,954,270,304	3,949,039,201

As the Company deals in large number of items which vary in units, item-wise quantity statement of inventories could not be given.

11(a) Consolidated inventories

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Raw materials	2,822,486,285	1,825,201,249	1,470,990,557
Packing materials	713,720,800	378,772,555	476,754,295
Work in process	270,164,416	216,636,915	183,123,861
Finished goods	5,943,606,817	5,512,055,508	5,170,397,645
Goods in transit	1,092,229,447	642,287,922	531,724,324
Stores and spares	129,415,348	89,500,986	156,742,406
Allowance for inventories	(420,684,041)	(262,398,982)	(314,985,526)
	10,550,939,071	8,402,056,153	7,674,747,562

12 Trade receivables

<i>In Taka</i>	30 June 2017			30 June 2016 31 December 2015	
	Dues over 6 months	Dues below 6 months	Total	Total	Total
Pharmaceuticals	53,101,607	641,462,754	694,564,361	641,498,611	284,989,423
Animal health	66,844,169	550,799,182	617,643,351	444,426,290	348,747,259
Consumer brands	442,309,658	1,083,927,980	1,526,237,638	704,103,241	643,587,303
Seeds	163,356,120	198,749,504	362,105,624	278,103,804	405,055,856
Fertilizer	115,713,623	272,262,744	387,976,367	320,734,570	321,696,601
Cropex	113,610,418	-	113,610,418	116,088,765	134,215,604
	954,935,595	2,747,202,164	3,702,137,759	2,504,955,281	2,138,292,046
Provision for doubtful debts			(277,887,614)	(255,158,931)	(188,017,890)
			3,424,250,145	2,249,796,350	1,950,274,156

As the Company deals with large number of parties, party-wise trade receivables could not be given and hence business wise breakdown has been disclosed.

12 Consolidated trade receivables

In Taka	30 June 2017			30 June 2016	31 December 2015
	Dues over 6 months	Dues below 6 months	Total	Total	Total
ACI Limited	954,935,595	2,747,202,164	3,702,137,759	2,504,955,281	2,138,292,046
ACI Formulations Limited	283,189,477	1,193,171,940	1,476,361,417	1,343,157,669	1,394,417,135
ACI Logistics Limited	3,722,245	86,992,599	90,714,844	79,839,946	77,857,299
ACI Salt Limited	241,328	40,085,493	40,326,821	19,763,938	35,341,273
ACI Foods Limited	90,472,497	299,663,119	390,135,616	185,281,992	41,348,542
ACI Pure Flour Limited	13,394,689	165,930,476	179,325,165	155,374,634	129,182,934
Premiaflex Plastics Limited	88,003,049	595,793,509	683,796,558	456,688,973	429,644,184
ACI Motors Limited	178,806,976	2,165,626,593	2,344,433,569	1,719,320,518	1,498,752,053
Creative Communication Limited	12,350,431	55,709,383	68,059,814	42,924,321	26,796,525
ACI Agrolink Limited	-	108,463,004	108,463,004	10,090,125	-
ACI Edible Oils Limited	1,097,575	9,992,630	11,090,205	14,700,124	5,840,386
ACI Chemicals Limited	-	5,506,056	5,506,056	-	-
Consolidating elimination	-	-	(83,419,230)	(147,606,544)	(258,006,707)
	1,626,213,862	7,474,136,966	9,016,931,598	6,384,490,977	5,519,465,670
Provision for doubtful debts			(486,886,542)	(485,283,050)	(365,596,014)
			8,530,045,056	5,899,207,927	5,153,869,656

13 Other receivables

In Taka	30 June 2017			30 June 2016	31 December 2015
	Dues over 6 months	Dues below 6 months	Total	Total	Total
Les Laboratories Servier	-	25,868,781	25,868,781	69,260,197	68,732,991
Transcom Distribution Limited	-	66,289	66,289	40,980,811	6,512
Receivables from other entities	55,077,995	590,743,165	645,821,160	447,735,722	196,255,173
	55,077,995	616,678,235	671,756,230	557,976,730	264,994,676

13(a) Consolidated other receivables

In Taka	30 June 2017	30 June 2016	31 December 2015
Debts due over six months	220,878,523	365,700,024	64,870,338
Debts due below six months	691,664,684	283,830,373	261,882,632
	912,543,207	649,530,397	326,752,970

14 Inter-company receivables

In Taka	30 June 2017			30 June 2016	31 December 2015
	Dues over 6 months	Dues below 6 months	Total	Total	Total
ACI Formulations Limited	-	58,851,868	58,851,868	403,437,862	491,604,843
Computer Technology Limited	30,000	-	30,000	30,000	30,000
Tetley ACI (Bangladesh) Limited	-	707,248	707,248	482,618	51,277,268
Asian Consumer Care (Pvt.) Limited	7,893,516	-	7,893,516	7,893,516	7,893,516
ACI Salt Limited	-	191,532,038	191,532,038	164,180,670	164,770,859
ACI Godrej Agrovet (Pvt.) Limited	879,726	-	879,726	879,726	879,726
ACI Foods Limited	86,314,341	2,551,499,529	2,637,813,870	1,311,890,509	878,341,150
ACI Edible Oils Limited	-	-	-	-	3,592,039
ACI Agrolink Limited	-	90,605,920	90,605,920	20,829,407	2,555,820
Stochastic Logic Limited	-	3,767,067	3,767,067	4,055,627	3,432,727
Premiaflex Plastics Limited	-	216,047,636	216,047,636	106,316,836	151,771,126
Creative Communication Limited	-	-	-	-	7,521,559
ACI Chemicals Limited	-	38,572,948	38,572,948	6,861,253	-
Infolytx Bangladesh Limited	40,421,289	34,859,502	75,280,791	60,795,465	24,982,244
ACI Logistics Limited	-	378,137,439	378,137,439	289,608,942	690,053,918
ACI Healthcare Limited	-	1,435,859,161	1,435,859,161	1,046,256,150	535,249,532
ACI Biotech Limited	-	108,744,217	108,744,217	-	-
	135,538,872	5,109,184,573	5,244,723,445	3,423,518,581	3,013,956,327

14(a) Consolidated inter-company receivables

In Taka	30 June 2017			30 June 2016	31 December 2015
	Dues over 6 months	Dues below 6 months	Total	Total	Total
Tetley ACI (Bangladesh) Limited	-	707,248	707,248	482,618	51,277,268
Asian Consumer Care (Pvt.) Limited	7,893,516	-	7,893,516	7,893,516	7,893,516
Computer Technology Limited	30,000	-	30,000	30,000	30,000
ACI Godrej Agrovet (Pvt.) Limited	879,726	-	879,726	879,726	879,726
Stochastic Logic Limited	-	3,767,067	3,767,067	4,055,627	3,432,727
	8,803,242	4,474,315	13,277,557	13,341,487	63,513,237

15 Advances, deposits and prepayments

In Taka	Note	30 June 2017	30 June 2016	31 December 2015
Advances				
Staff		87,857,837	98,507,510	101,075,789
Suppliers, C&F agents and others		158,383,302	94,916,450	103,174,249
Rent		152,328,759	134,930,924	62,962,166
Bank guarantee margin		9,491,925	10,391,167	9,410,384
VAT current account		201,170,558	101,659,654	81,680,873
Advance for capital expenditure		469,229,954	433,008,141	233,270,023
Advance income tax	15.1	1,013,212,098	822,604,004	600,317,631
		2,091,674,433	1,696,017,850	1,191,891,115
Deposits				
Deposits for utilities		8,628,801	8,323,766	8,090,366
Tender deposits		50,260,431	29,129,704	18,733,751
		58,889,232	37,453,470	26,824,117
Prepayments				
Prepaid expenses		102,017,839	68,019,157	36,951,102
		2,252,581,504	1,801,490,477	1,255,666,334

15.1 Advance income tax

In Taka	30 June 2017	30 June 2016	31 December 2015
Opening balance	822,604,004	600,317,631	198,436,147
Paid during the year/period	190,608,094	222,286,373	401,881,484
Adjustment against completion of tax assessment	(345,962,846)	-	-
Closing balance	1,013,212,098	822,604,004	600,317,631

15(a) Consolidated advances, deposits and prepayments

In Taka	30 June 2017	30 June 2016	31 December 2015
Advances			
Staff	140,745,260	144,668,036	118,117,171
Suppliers and others	430,262,363	404,239,058	238,313,503
Rent	446,936,911	424,703,123	387,032,461
Bank guarantee margin and L/C margin	83,458,226	58,522,313	10,429,046
VAT current account	278,864,105	115,241,282	100,620,759
Advance for capital expenditure	572,124,072	595,466,246	298,973,815
Advance income tax	2,503,078,403	1,932,000,675	1,521,365,127
	4,455,469,338	3,674,840,733	2,674,851,882
Deposits			
Deposits for utilities	109,062,193	57,107,453	56,505,416
Tender deposits	71,539,580	64,075,645	40,386,935
	180,601,773	121,183,098	96,892,351
Prepayments			
Prepaid expenses	161,774,916	179,483,055	111,933,002
	4,797,846,027	3,975,506,886	2,883,677,235

16 Cash and cash equivalents

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Cash in hand		32,510,164	26,967,553	23,296,089
Collection in hand	16.1	153,536,076	138,954,235	117,422,495
Cash at banks	16.2	513,075,467	453,578,392	384,955,436
Cash and cash equivalents in the statement of financial position		699,121,707	619,500,180	525,674,020
Bank overdrafts	23	(536,895,307)	(1,112,583,550)	(622,572,152)
Cash and cash equivalents in the statement of cash flows		162,226,400	(493,083,370)	(96,898,132)

16.1 This represents cash in hand at depots which was collected against cash sales and collection instruments collected against credit sale at the end of the reporting period.

16.2 Cash at banks

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
AB Bank Limited	75,014,977	19,012,145	34,010,490
Al-Arafah Islami Bank Limited	2,365	118,880	3,365
Bank Alfalah Limited	-	40,534,990	35,007,915
Bank Asia Limited	-	1,606	-
BRAC Bank Limited	72,741,602	16,383,673	8,716,945
Commercial Bank of Ceylon Plc.	40,595,837	17,645,531	20,279,977
Dhaka Bank Limited	483,590	-	-
Dutch-Bangla Bank Limited	5,715,393	6,280,598	221,447
Eastern Bank Limited	9,936,258	48,055,298	37,007,141
Jamuna Bank Limited	-	6,348	3,880
Janata Bank Limited	14,032,342	11,422,890	18,679,315
Mercantile Bank Limited	645	645	645
Midland Bank Limited	-	29	604
Mutual Trust Bank Limited	3,252	69,618	788
ONE Bank Limited	9,632,141	5,006,858	20,208,229
Prime Bank Limited	2,212,914	-	-
Pubali Bank Limited	11,653,532	5,887,247	9,488,113
Sonali Bank Limited	92,698,867	50,655,018	60,982,193
Standard Chartered Bank	91,069,469	79,697,770	45,447,507
The City Bank Limited	14,231,879	6,152,942	3,635,901
The Hongkong and Shanghai Banking Corporation Limited (HSBC)	72,493,538	146,646,306	91,260,706
Trust Bank Limited	7,700	-	275
Uttara Bank Limited	549,166	-	-
	513,075,467	453,578,392	384,955,436

16(a) Consolidated cash and cash equivalents

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Cash in hand		57,513,978	49,567,569	38,596,086
Collection in hand		599,071,318	543,988,451	284,775,181
Cash at banks		855,169,140	656,383,453	779,723,973
Cash and cash equivalents in the consolidated statement of financial position		1,511,754,437	1,249,939,473	1,103,095,240
Bank overdrafts	23(a)	(1,696,737,293)	(2,167,878,566)	(1,195,598,119)
Cash and cash equivalents in the consolidated statement of cash flows		(184,982,856)	(917,939,093)	(92,502,879)

17 Share capital

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
In issue at the opening	398,367,290	398,367,290	343,944,020
Bonus share issued	39,836,720	-	51,960,950
Issued on conversion of Zero Coupon Bond	-	-	2,462,320
In issue at reporting date- fully paid	438,204,010	398,367,290	398,367,290
Authorised - par value Tk. 10	500,000,000	500,000,000	500,000,000

Number and percentage of shareholdings:

	Number of shares			Percentage of shareholding		
	30 June 2017	30 June 2016	31 December 2015	30 June 2017	30 June 2016	31 December 2015
Directors & sponsors	19,501,022	13,858,962	13,858,962	44.50%	34.79%	34.79%
Institutions	12,851,256	13,160,872	12,684,760	29.33%	33.04%	31.84%
General shareholders	11,468,123	12,816,895	13,293,007	26.17%	32.17%	33.37%
	43,820,401	39,836,729	39,836,729	100.00%	100.00%	100.00%

A distribution schedule of the above shares is given below as required by the Listing Rules:

	Number of shareholders			Number of shares			Percentage of shareholdings of total number of shares		
	30 June 2017	30 June 2016	31 December 2015	30 June 2017	30 June 2016	31 December 2015	30 June 2017	30 June 2016	31 December 2015
Number of shareholdings									
Less than 500	11,311	12,043	12,825	1,195,060	1,376,629	1,429,225	2.73%	3.46%	3.59%
501 - 5,000	2,140	2,303	2,416	3,072,468	3,339,494	3,484,942	7.01%	8.38%	8.75%
5,001 - 10,000	177	193	225	1,290,140	1,412,909	1,626,493	2.94%	3.55%	4.08%
10,001 - 20,000	109	118	123	1,591,485	1,694,791	1,759,163	3.63%	4.25%	4.42%
20,001 - 30,000	41	43	39	1,007,181	1,058,090	935,637	2.30%	2.66%	2.35%
30,001 - 40,000	15	21	17	525,361	753,546	600,610	1.20%	1.89%	1.51%
40,001 - 50,000	13	16	17	594,490	752,057	774,389	1.36%	1.89%	1.94%
50,001 - 100,000	22	31	30	1,627,497	2,257,503	2,216,722	3.71%	5.67%	5.56%
100,001 - 1,000,000	26	19	21	8,900,549	5,899,650	9,039,684	20.31%	14.81%	22.69%
Over - 1,000,000	7	8	5	24,016,170	21,292,060	17,969,864	54.81%	53.45%	45.11%
	13,861	14,795	15,718	43,820,401	39,836,729	39,836,729	100.00%	100.00%	100.00%

18 Share premium

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Opening balance	402,310,367	402,310,367	351,340,343
Addition upon conversion of bond into equity	-	-	50,970,024
Closing balance	402,310,367	402,310,367	402,310,367

19 Reserves

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Capital reserve		1,671,386	1,671,386	1,671,386
Revaluation reserve	19.1	3,075,540,948	3,075,540,948	3,075,540,948
Available for sale reserve	19.2	301,581,120	203,195,572	190,564,980
		3,378,793,454	3,280,407,906	3,267,777,314

19.1 Revaluation reserve

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Opening balance	3,075,540,948	3,075,540,948	890,868,634
Gain on revaluation	-	-	2,265,670,459
Deferred tax expenses recognised for revaluation surplus through OCI	-	-	(80,998,145)
Closing balance	3,075,540,948	3,075,540,948	3,075,540,948

In 2015, the Company carried out revaluation against which there is an upward revaluation of Tk. 2,269,295,974 and downward revaluation of Tk. 4,573,381. An amount of Tk. 2,265,670,459 has been added after making necessary adjustment with the surplus and loss balances of last revaluation carried out in the year of 2010.

19.2 Available for sale reserve

	Number of shares held	Market value of shares	Cost of investment	Movement in fair value	Changes in fair value of AFS financial assets	AFS reserve as at reporting date
		<i>In Taka</i>	<i>In Taka</i>	<i>In Taka</i>	<i>In Taka</i>	<i>In Taka</i>
31 December 2015	12,310,506	240,054,867	28,316,000	211,738,867	36,931,518	190,564,980
30 June 2016	14,772,607	254,088,858	28,316,000	225,772,858	14,033,991	203,195,572
30 June 2017	14,772,607	363,406,133	28,316,000	335,090,133	109,317,275	301,581,120

This available for sale reserve is for investment in shares of Mutual Trust Bank Limited.

19(a) Consolidated reserves

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Capital reserve	1,671,386	1,671,386	1,671,386
Revaluation reserve	4,277,933,521	4,277,933,521	4,277,933,521
Available for sale reserve	300,303,539	201,953,399	189,270,605
	4,579,908,446	4,481,558,306	4,468,875,512

19(a).1 Consolidated revaluation reserve

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Opening balance	4,277,933,521	4,277,933,521	1,261,604,011
Gain on revaluation during the year (net of tax)	-	-	3,017,025,009
Realised during the year	-	-	(695,499)
Closing balance	4,277,933,521	4,277,933,521	4,277,933,521

20 Employee benefits

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Staff gratuity provision	20.1	605,964,000	491,757,621	453,347,420
Other long term employee benefits		108,154,731	98,640,951	93,808,475
Employees group insurance fund		400,000	400,000	400,000
		714,518,731	590,798,572	547,555,895

20.1 Staff gratuity provision

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Opening balance	491,757,621	453,347,420	358,552,986
Provision made during the year/period	127,215,709	41,439,765	104,790,924
Paid during the year	(13,009,330)	(3,029,564)	(9,996,490)
Closing balance	605,964,000	491,757,621	453,347,420

20(a) Consolidated employee benefits

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Staff gratuity provision	674,017,471	536,074,095	467,131,975
Other long term employee benefits	113,614,642	104,100,862	98,368,385
Employees group insurance fund	400,000	400,000	400,000
	788,032,113	640,574,957	565,900,360

21 Long term bank loans

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Eastern Bank Limited	8,849,819	53,115,317	42,522,004
	8,849,819	53,115,317	42,522,004

21(a) Consolidated long term bank loans

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Bank Al-Arafah Limited	-	4,242,705	36,261,975
Bank Asia Limited	190,898,745	187,425,210	188,383,924
Brac Bank Limited	492,269,109	-	-
Dhaka Bank Limited	800,000,000	-	-
Dutch-Bangla Bank Limited	1,130,865,072	953,846,627	1,129,972,102
Eastern Bank Limited	243,128,656	426,373,028	81,435,851
Standard Chartered Bank	-	768,458,098	-
Jamuna Bank Limited	401,940,555	90,160,201	114,117,029
Prime Bank Limited	809,644,499	-	-
The City Bank Limited	23,193,110	48,069,553	60,158,666
HSBC	-	-	2,888,829
Trust Bank Limited	979,343,433	262,330,651	342,016,496
United Commercial Bank Limited	80,164,565	-	-
	5,151,447,744	2,740,906,073	1,955,234,872

22 Deferred tax liabilities

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Opening balance		468,670,449	505,368,235	62,743,398
Deferred tax (income)/expense recognised through profit or loss	34	(26,440,165)	(38,101,185)	357,933,540
Deferred tax expenses recognised for revaluation surplus through OCI	22.1	-	-	80,998,145
Deferred tax expense recognised for financial assets through OCI available-for-sale of	19.2	10,931,728	1,403,399	3,693,152
Closing balance		453,162,012	468,670,449	505,368,235

- 22.1** In 2015, deferred tax expenses recognised for revaluation surplus through other comprehensive income are due to upward revaluation of land, building, plant & machineries.

Details of deferred tax liabilities

<i>In Taka</i>	Carrying amount on reporting date	Tax base	Taxable/ (deductible) temporary difference	Deferred tax liabilities/ (assets)
At 30 June 2017				
Property, plant and equipment (other than land and under construction)	2,306,084,355	1,432,645,178	873,439,177	218,359,794
Land	4,627,953,939	-	4,627,953,939	135,196,467
Gain from sale of brands	2,520,002,006	-	2,520,002,006	401,522,379
Provision for inventories	(227,850,953)	-	(227,850,953)	(56,962,738)
Provision for trade receivables	(277,887,614)	-	(277,887,614)	(69,471,904)
Investment impairment provision	(230,000,000)	-	(230,000,000)	(57,500,000)
Provision for gratuity	(605,964,000)	-	(605,964,000)	(151,491,000)
Available for sale reserve	335,090,133	-	335,090,133	33,509,013
Taxable temporary differences	8,447,427,866	1,432,645,178	7,014,782,688	453,162,012
At 30 June 2016				
Property, plant and equipment (other than land and under construction)	2,050,762,317	1,235,593,824	815,168,493	203,792,123
Land	4,011,482,241	-	4,011,482,241	135,196,467
Gain from sale of brands	2,520,002,006	-	2,520,002,006	401,522,379
Provision for inventories	(230,754,673)	-	(230,754,673)	(57,688,668)
Provision for trade receivables	(255,158,931)	-	(255,158,931)	(63,789,733)
Investment impairment provision	(200,000,000)	-	(200,000,000)	(50,000,000)
Provision for gratuity	(491,757,621)	-	(491,757,621)	(122,939,405)
Available for sale reserve	225,772,858	-	225,772,858	22,577,286
Taxable temporary differences	7,630,348,197	1,235,593,824	6,394,754,373	468,670,449
At 31 December 2015				
Property, plant and equipment (other than land and under construction)	2,035,116,736	1,202,658,227	832,458,509	208,114,627
Land	4,011,482,241	-	4,011,482,241	135,196,467
Gain from sale of brands	2,520,002,006	-	2,520,002,006	401,522,379
Provision for inventories	(221,191,194)	-	(221,191,194)	(55,297,799)
Provision for trade receivables	(188,017,890)	-	(188,017,890)	(47,004,473)
Impairment for investment	(180,000,000)	-	(180,000,000)	(45,000,000)
Provision for gratuity	(453,347,420)	-	(453,347,420)	(113,336,855)
Available for sale reserve	211,738,869	-	211,738,869	21,173,887
Taxable temporary differences	7,735,783,348	1,202,658,227	6,533,125,121	505,368,235
Applicable tax rate for:				
Land				3% - 4%
Gain from sale of brands				3% - 25%
Available for sale reserve				10%
Other than land and available for sale reserve				25%

22(a) Consolidated deferred tax liabilities

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Opening balance		726,780,346	774,891,176	281,461,771
Deferred tax (income)/expense recognised through profit or loss		(13,393,333)	(49,520,872)	349,715,575
Deferred tax expenses recognised for revaluation surplus through OCI	22.1	-	-	140,134,855
Deferred tax expense recognised for available-for-sale of financial assets through OCI		10,927,222	1,410,042	3,578,975
Closing balance		724,314,235	726,780,346	774,891,176

23 Bank overdraft

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
AB Bank Limited	-	68,133,823	-
Bank Alfalah Limited	4,883,561	112,555,606	18,843,988
BRAC Bank Limited	1,465,856	24,408,225	100,209,182
Commercial Bank of Ceylon Plc.	4,970,225	8,763,921	6,520,584
Dutch-Bangla Bank Limited	10,820,819	121,409,959	7,094,527
Eastern Bank Limited	15,634,371	35,703,250	20,112,283
Jamuna Bank Limited	189,738	-	1,888,925
National Credit and Commerce Bank Limited	1,762,327	199,410,869	7,131,964
ONE Bank Limited	82,452,850	76,429,998	22,918,034
Pubali Bank Limited	45,271,216	8,793,759	10,465,664
Standard Chartered Bank	288,343,401	134,655,497	352,189,608
The City Bank Limited	21,010,986	184,673,468	25,484,787
HSBC	48,842,991	15,258,777	22,026,554
The Premier Bank Limited	10,550,173	121,679,328	6,320,605
United Commercial Bank Limited	696,793	707,070	21,365,447
	536,895,307	1,112,583,550	622,572,152

23(a) Consolidated bank overdraft

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
AB Bank Limited	-	68,133,823	18,843,988
Bank Alfalah Limited	4,883,561	112,555,606	100,209,182
Bank Asia Limited	12,443,151	19,198,359	8,096,941
BRAC Bank Limited	3,415,970	32,175,696	10,278,800
Commercial Bank of Ceylon Plc.	8,143,552	13,134,714	10,602,080
Dutch-Bangla Bank Limited	181,528,098	241,201,796	78,804,416
Eastern Bank Limited	58,038,691	106,753,740	3,213,012
Midland Bank Limited	29,498,806	-	-
National Bank Limited	58,346,771	162,967,032	46,104,275
National Credit and Commerce Bank Limited	1,762,327	199,410,869	7,131,964
ONE Bank Limited	177,386,106	147,120,465	27,954,430
Prime Bank Limited	71,625,787	30,631,240	30,662,445
Pubali Bank Limited	462,348,376	450,965,589	342,259,278
Standard Chartered Bank	323,824,789	183,718,605	397,720,402
The City Bank Limited	21,010,986	184,673,468	25,484,787
HSBC	51,727,127	42,103,348	42,593,477
The Premier Bank Limited	10,550,173	121,679,328	6,320,605
United Commercial Bank Limited	88,921,755	51,454,888	39,318,037
Jamuna Bank Limited	69,107,867	-	-
Trust Bank Limited	62,173,400	-	-
	1,696,737,293	2,167,878,566	1,195,598,119

24 Loans and borrowings - short term

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Short term loan	24.1	7,269,570,229	2,934,991,336	2,782,510,815
Current portion of long term loan	24.2	2,290,045	25,446,648	42,452,084
		7,271,860,274	2,960,437,984	2,824,962,899

24.1 Short term loan

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
AB Bank Limited	-	27,000,000	-
Bank Alfalah Limited	153,790,401	146,649,730	-
BRAC Bank Limited	46,506,052	635,885,219	105,025,662
Commercial Bank of Ceylon Plc.	629,393,479	581,035,890	839,613,784
Dhaka Bank Limited	41,753,617	-	593,670,978
Dutch Bangla Bank Limited	475,405,626	439,941,302	-
Eastern Bank Limited	811,845,672	406,131,024	220,987,231
Jamuna Bank Limited	1,203,206,259	41,121,661	460,844,440
ONE Bank Limited	200,000,000	-	146,754,023
Prime Bank Limited	1,025,168,353	-	-
Pubali Bank Limited	114,715,245	42,542,169	-
Standard Chartered Bank	329,809,182	360,323,268	1,106,369
The City Bank Limited	1,116,884,978	-	138,452,629
HSBC	418,914,581	252,014,953	13,956,728
The Premier Bank Limited	-	-	262,098,971
United Commercial Bank Limited	2,222,765	2,346,120	-
Uttara Bank Limited	699,954,019	-	-
	7,269,570,229	2,934,991,336	2,782,510,815

24.2 Current portion of long term loan

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Industrial Promotion and Development Company of Bangladesh Ltd.	-	-	17,473,642
Current portion of obligation under finance lease Eastern Bank Limited	-	519,686	1,100,850
	2,290,045	24,926,962	23,877,592
	2,290,045	25,446,648	42,452,084

ACI Limited has following facility arrangements with banks as at 30 June 2017:

<i>In Taka</i>	Overdraft limits	Short-term facilities limits	Long-term loan limits	Revolving Trust Receipt Limit/ Letter of credit	Bank guarantee
Bank Alfalah Limited	120,000,000	100,000,000	-	220,000,000	-
Bank Asia Limited	-	-	-	-	2,382,466
BRAC Bank limited	60,000,000	550,000,000	-	800,000,000	30,000,000
Commercial Bank of Ceylon Plc.	130,000,000	300,000,000	-	545,000,000	-
Dhaka Bank Limited	-	300,000,000	-	110,000,000	-
Dutch Bangla Bank Limited	150,000,000	-	-	800,000,000	-
Eastern Bank Limited	40,000,000	1,800,000,000	200,000,000	950,000,000	10,000,000
HSBC	30,000,000	400,000,000	-	433,000,000	5,000,000
Jamuna Bank Limited	-	-	-	400,000,000	-
NCC Bank Limited	250,000,000	1,000,000,000	-	-	-
ONE Bank Limited	100,000,000	-	-	300,000,000	-
Premier Bank Limited	400,000,000	-	-	750,000,000	-
Prime Bank Limited	150,000,000	-	-	800,000,000	50,000,000
Pubali Bank Limited	500,000,000	-	-	400,000,000	210,000,000
Standard Chartered Bank	100,000,000	600,000,000	-	600,000,000	20,000,000
The City Bank Limited	200,000,000	1,300,000,000	-	390,000,000	10,000,000
Trust Bank Limited	200,000,000	800,000,000	-	250,000,000	-
United Commercial Bank Limited	50,000,000	-	-	500,000,000	10,000,000
Uttara Bank Limited	-	700,000,000	-	-	-

Securities for the facilities mentioned above are as below:

- Demand promissory notes for BDT 15,912.69 million.
- Registered hypothecation over inventories and trade receivables on pari-passu basis for BDT 10,745.00 million.
- Registered hypothecation over plant and machinery on pari-passu basis for BDT 1,855.00 million.
- Corporate guarantee issued to One Bank Limited and Premier Bank Limited by ACI Salt Limited.
- Corporate guarantee issued to Dutch Bangla Bank Limited by ACI Salt Limited, ACI Foods Limited, ACI Motors Limited and Premiaflex Plastics Limited.
- Post dated Cheque to NCC Bank Ltd. from Standard Chartered Bank and Pubali Bank Limited covering total overdraft limit BDT 1,000.00 million.
- Post dated Cheque to Jamuna Bank Ltd. from Jamuna Bank Limited covering total LC / LATR limit BDT 400.00 million.
- Post dated Cheque to Dhaka Bank Ltd. from Pubali Bank Limited covering total LC / LATR / STL limit BDT 800.00 million.
- Post dated Cheque to Prime Bank Ltd. from Dutch Bangla Bank Limited covering total LC / LATR / STL limit BDT 650.00 million.
- Post dated Cheque to Uttara Bank Ltd. from UCBL covering total STL limit BDT 747.25 million.

24(a) Consolidated loans and borrowings - short term

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Short term loan	24(a).1	17,894,163,049	11,879,482,998	9,781,023,571
Current portion of long term loan	24(a).2	1,781,487,620	1,328,849,774	1,146,245,892
		19,675,650,669	13,208,332,772	10,927,269,463

24(a).1 Consolidated short term loan

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
AB Bank Limited	-	27,000,000	-
Bank Alfalah Limited	153,790,401	146,649,730	105,025,662
Bank Asia Limited	1,065,499,524	351,594,844	2,764,292
BRAC Bank Limited	155,647,066	1,140,988,687	897,695,918
Commercial Bank of Ceylon Plc.	1,023,851,068	855,467,998	960,794,156
Dhaka Bank Limited	41,753,617	-	-
Dutch Bangla Bank Limited	1,608,326,377	1,099,638,863	222,990,458
Eastern Bank Limited	4,112,031,239	3,718,750,665	2,220,667,057
Foreign Trade Loan	500,000,000	137,834,026	1,060,045,519
Jamuna Bank Limited	1,207,314,592	186,207,507	230,824,772
Midland Bank Limited	238,774,481	-	302,865,000
National Bank Limited	150,000,230	150,000,230	-
ONE Bank Limited	300,000,000	100,250,000	-
Prime Bank Limited	2,232,831,593	-	23,618,076
Pubali Bank Limited	2,120,131,910	2,087,575,941	2,042,440,817
Standard Chartered Bank	483,693,040	475,654,649	246,608,508
The City Bank Limited	1,116,884,978	-	50,130,968
HSBC	634,334,776	419,943,204	577,164,649
Foreign Trade Loan	10,693,796	-	-
Trust Bank Limited	5,489,148	684,793,494	671,093,488
United Commercial Bank Limited	33,161,194	297,133,160	166,294,231
Uttara Bank Limited	699,954,019	-	-
	17,894,163,049	11,879,482,998	9,781,023,571

24(a).2 Consolidated current portion of long term loan

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Al-Arafah Islami Bank Limited	-	27,874,149	23,172,225
Bank Asia Limited	440,521,001	331,968,949	210,217,659
Current portion of obligation under finance lease	-	1,840,503	8,395,629
Dutch Bangla Bank Limited	318,935,632	308,494,837	264,103,813
Eastern Bank Limited	460,640,834	383,400,767	236,385,220
Industrial Promotion and Development Company of Bangladesh Ltd.	-	-	17,473,642
Jamuna Bank Limited	167,181,501	60,808,075	63,528,812
Loan from SEAF	-	-	30,000,000
National Bank Limited	-	-	3,733,164
Prime Bank Limited	-	14,601,496	45,220,369
The City Bank Limited	23,163,200	23,163,200	23,163,200
HSBC	-	21,397,940	61,991,752
Trust Bank Limited	349,538,207	155,299,858	158,860,407
United Commercial Bank Limited	21,507,245	-	-
	1,781,487,620	1,328,849,774	1,146,245,892

25 Trade payables

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Payable to suppliers	667,713,019	589,428,656	756,742,199
	667,713,019	589,428,656	756,742,199

Trade payable consists of balances owing to large number of suppliers and thus supplier wise detailed break up has not been given.

25(a) Consolidated trade payables

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
ACI Limited	667,713,019	589,428,656	756,742,199
ACI Formulations Limited	66,025,151	34,480,802	107,435,317
ACI Logistics Limited	1,239,002,325	985,516,199	821,180,157
ACI Salt Limited	30,056,957	34,179,319	34,975,814
ACI Foods Limited	99,956,986	65,838,369	66,684,217
ACI Pure Flour Limited	86,100,124	56,242,671	48,831,043
Premiaflex Plastics Limited	55,583,329	15,442,190	19,135,774
ACI Motors Limited	102,500,984	50,999,100	42,283,474
ACI Agrolink Limited	22,183,335	2,368,148	-
ACI Edible Oils Limited	66,226,323	23,906,397	278,554
ACI Chemicals Limited	102,834	-	-
Consolidating elimination	(83,419,230)	(147,606,544)	(258,006,705)
	2,352,032,137	1,710,795,307	1,639,539,844

26 Other payables

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Accruals		715,323,579	574,303,186	441,122,971
Advance from customers		31,844,746	33,689,090	16,610,820
Security money received from customers		170,865,391	159,036,495	219,865,325
Workers' profit participation fund	26.1	429,278,071	352,033,272	336,290,858
Unclaimed dividend		85,984,628	128,585,520	67,770,993
Tax and VAT deducted at source		46,572,527	90,992,572	26,197,592
Employees welfare fund		145,176,325	263,856,666	251,220,615
Rights share deposit to be refunded		563,723	563,723	563,723
Family day fund		4,230,862	3,951,728	3,882,506
Non-management staff provident fund		2,266,616	1,157,060	1,414,060
Unclaimed refund warrant - Zero Coupon Bonds		3,647,450	3,647,450	3,647,450
Payable for redemption of Zero Coupon Bonds		20,440,648	20,530,440	20,571,531
Management staff provident fund		12,125,479	16,222,296	4,587,946
Advertisement and promotional funds		5,973,913	1,154,419	7,355,154
Development funds		81,714,244	18,347,853	41,208,633
		1,756,008,202	1,668,071,770	1,442,310,177

26.1 Workers' profit participation fund

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Opening balance	352,033,272	336,290,858	286,233,804
Addition during the year/period	88,086,654	48,668,464	74,412,418
Interest accrued during the year/period	28,759,548	15,171,203	24,817,549
Paid during the year/period	(39,601,403)	(48,097,253)	(49,172,913)
Closing balance	429,278,071	352,033,272	336,290,858

26(a) Consolidated other payables

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Accruals		1,918,097,720	1,344,235,944	1,061,766,080
Advance from customers		125,424,334	157,285,499	53,153,344
Security money received from customers		239,911,927	195,569,915	249,261,451
Workers' profit participation fund	26(a).1	535,347,608	386,075,363	383,407,026
Unclaimed dividend		96,643,434	204,366,805	76,637,814
Provident fund		12,125,479	16,222,296	4,587,946
Tax and VAT deducted at source		98,472,417	158,710,331	59,298,274
Employees welfare fund		179,905,063	273,053,427	257,285,015
Rights share deposit to be refunded		563,723	563,723	563,723
Family day fund		4,230,862	3,951,728	3,882,506
Non-management staff provident fund		2,266,616	1,157,060	1,414,060
Unclaimed refund warrant - Zero Coupon Bonds		3,647,450	3,647,450	3,647,450
Payable for redemption of Zero Coupon Bonds		20,440,648	20,530,440	20,571,531
Creditors for capital expenditure		352,202	12,024,158	53,297,354
Advertisement and promotional funds		5,973,913	1,154,419	3,230,519
Development funds		81,714,244	18,347,853	41,208,633
		3,325,117,640	2,796,896,411	2,273,212,726

26(a).1 Workers' profit participation fund

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Balance at the opening	386,075,363	383,407,026	322,711,221
Addition during the year/period	186,023,965	82,257,884	118,076,139
Interest accrued during the year/period	28,993,006	15,171,203	24,817,549
Paid during the year/period	(65,744,726)	(94,760,750)	(82,197,883)
Balance at reporting date	535,347,608	386,075,363	383,407,026

27 Inter-company payable

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
ACI Chemicals Limited	-	-	5,608,287
Creative Communication Limited	37,218,560	3,199,871	-
ACI Edible Oils Limited	217,677,343	3,957,509	-
ACI Motors Limited	1,003,530,471	383,083,376	12,317,157
ACI Pure Flour Limited	220,305,300	258,266,209	100,862,847
	1,478,731,674	648,506,965	118,788,291

28 Current tax liabilities

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Opening balance	1,065,742,865	782,598,660	390,226,161
Provision made during the year/period	456,540,049	283,144,205	392,372,499
Adjustment against completion of tax assessment	(345,962,846)	-	-
Closing balance	1,176,320,068	1,065,742,865	782,598,660

28(a) Consolidated current tax liabilities

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Opening balance	2,231,503,143	1,651,967,384	922,009,971
Provision made during the year/period	1,166,431,472	590,106,382	765,475,307
Adjustment against completion of tax assessment	(780,306,925)	(10,570,623)	(35,517,894)
Closing balance	2,617,627,690	2,231,503,143	1,651,967,384

29 Revenue

<i>In Taka</i>	Note	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Pharmaceuticals	29.1	8,379,339,834	10,667,259,531	3,940,302,257	6,726,957,274
Animal Health		3,111,066,520	3,498,645,460	1,313,085,281	2,185,560,179
Consumer brands		5,303,351,771	6,337,716,852	2,273,392,609	4,064,324,243
Seeds (Local)		421,811,369	481,337,890	46,739,973	434,597,917
Seeds (Import)		223,856,709	210,862,803	13,296,734	197,566,069
Fertilizer		838,773,464	984,198,033	325,101,262	659,096,771
Cropex		27,530,892	328,035,474	29,294,279	298,741,195
		18,305,730,559	22,508,056,043	7,941,212,395	14,566,843,648

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Local sales	18,133,845,215	22,295,016,207	7,893,974,693	14,401,041,514
Export sales	171,885,344	213,039,836	47,237,702	165,802,134
	18,305,730,559	22,508,056,043	7,941,212,395	14,566,843,648

29.1 Pharmaceuticals

Pharmaceuticals turnover includes sales of the following in units:

<i>In Taka</i>	Quantity	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Tablets	Pcs	20,519,323	28,714,154	10,247,664	18,466,490
Capsules	Pcs	5,624,508	7,215,568	2,629,134	4,586,434
Injection	Pcs	5,363,752	7,519,028	2,821,427	4,697,601
Bottled products	Pcs	29,561,666	39,279,624	13,977,020	25,302,604
Creams	Pcs	8,167,197	10,137,292	3,487,342	6,649,950
Inhaler	Pcs	1,182,041	1,639,073	390,712	1,248,361
Others	Pcs	370,138	622,141	281,044	341,097

29.2 On 24 April 2015, ACI Limited entered into agreements with S.C. Johnson & Son, Inc. (a corporation incorporated under the laws of the State of Wisconsin, USA) whereby S.C. Johnson & Son, Inc. has purchased the brands in the categories of insect control, air care and toilet care products on mutually beneficial terms at a price of Taka 2,520,002,006. ACI Limited will continue to be the distributor of the products for a period of 5 years from 24 April 2015.

29(a) Consolidated revenue

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Gross sales	50,319,012,053	51,672,776,427	18,749,733,926	32,923,042,501
Inter-company sales	(2,650,984,445)	(2,436,693,691)	(897,090,771)	(1,539,602,920)
	47,668,027,608	49,236,082,736	17,852,643,155	31,383,439,581

30 Cost of sales

In Taka		For the year ended			For the eighteen month period ended		For the six month period ended		For the year ended	
		30 June 2017			30 June 2016		30 June 2016		31 December 2015	
Opening Stock of finished goods		2,609,789,400			1,951,960,246		2,599,243,975		1,951,960,246	
Cost of goods manufactured		4,800,944,567			6,298,670,627		2,156,257,671		4,142,412,956	
Finished goods purchased		5,255,620,080			7,044,422,116		2,234,714,742		4,809,707,374	
Cost of finished goods available for sale		12,666,354,047			15,295,052,989		6,990,216,388		10,904,080,576	
Stock of finished goods as at reporting date		(2,556,524,208)			(2,609,789,400)		(2,609,789,400)		(2,599,243,975)	
Inter business adjustment		-			-		-		-	
		10,109,829,839			12,685,263,589		4,380,426,988		8,304,836,601	

Business wise breakup of cost of sales

In Taka	Note	For the year ended 30 June 2017							For the six month period ended		For the year ended	
		Pharmaceuticals	Consumer brands	Animal Health	Seeds	Fertilizer	Cropex	Total	30 June 2016		31 December 2015	
Opening stock of finished goods		335,540,815	600,768,153	1,125,051,409	490,781,878	57,647,145	-	2,609,789,400	2,599,243,975		1,951,960,246	
Cost of goods manufactured	30.1	3,099,846,896	804,370,797	167,239,648	153,930,933	575,556,294	-	4,800,944,567	2,156,257,671		4,142,412,956	
Finished goods purchased		73,155,093	3,258,225,328	1,503,278,684	393,512,219	678,815	26,769,941	5,255,620,080	2,234,714,742		4,809,707,374	
Cost of finished goods available for sale		3,508,542,804	4,663,364,278	2,795,569,741	1,038,225,030	633,882,254	26,769,941	12,666,354,047	6,990,216,388		10,904,080,576	
Closing stock of finished goods		(423,695,616)	(637,398,449)	(851,373,355)	(574,248,790)	(69,807,998)	-	(2,556,524,208)	(2,609,789,400)		(2,599,243,975)	
Inter business adjustment		(266,042,160)	149,148,154	116,894,006	-	-	-	-	-		-	
		2,818,805,028	4,175,113,983	2,061,090,392	463,976,240	564,074,256	26,769,941	10,109,829,839	4,380,426,988		8,304,836,601	

30.1 Cost of goods manufactured

In Taka	Note	For the year ended 30 June 2017							For the six month period ended		For the year ended	
		Pharmaceuticals	Consumer brands	Animal Health	Seeds	Fertilizer	Cropex	Total	30 June 2016		31 December 2015	
Cost of materials consumed	30.1.1	2,428,660,527	677,630,739	146,852,909	54,777,931	555,823,025	-	3,863,745,131	1,693,780,982		3,316,957,401	
Manufacturing expenses	31	586,524,375	97,749,935	52,671,470	64,953,858	20,600,203	-	822,499,841	404,658,828		750,035,662	
Quality control and development expenses	31	178,433,013	-	-	-	-	-	178,433,013	81,984,683		164,229,307	
Cost of samples, product bonus and stock write off		(69,784,790)	28,990,123	(26,350,047)	(12,920,923)	(866,934)	-	(80,932,572)	(30,269,562)		(24,111,030)	
Cost of production		3,123,833,125	804,370,797	173,174,332	106,810,866	575,556,294	-	4,783,745,413	2,150,154,931		4,207,111,340	
Opening work in process		67,832,644	-	2,528,232	70,919,562	-	-	141,280,438	147,383,178		82,684,794	
Closing work in process		(91,818,873)	-	(8,462,916)	(23,799,495)	-	-	(124,081,284)	(141,280,438)		(147,383,178)	
		(23,986,229)	-	(5,934,684)	47,120,067	-	-	17,199,154	6,102,740		(64,698,384)	
		3,099,846,896	804,370,797	167,239,648	153,930,933	575,556,294	-	4,800,944,567	2,156,257,671		4,142,412,956	

30.1.1 Cost of materials consumed

In Taka	Note	For the year ended 30 June 2017						For the six month period ended 30 June 2016		For the year ended 31 December 2015	
		Pharmaceuticals	Consumer brands	Animal Health	Seeds	Fertilizer	Cropex	Total	Total	Total	Total
Raw and packing materials											
Opening stock		670,672,662	135,555,899	171,029,613	45,036,694	51,262,007	-	1,073,556,875	1,146,716,066	965,709,083	
Purchase		2,720,098,028	815,156,567	474,491,520	51,109,247	573,365,285	-	4,634,220,647	1,620,621,791	3,497,964,384	
Closing stock		(962,110,163)	(273,081,727)	(498,668,224)	(41,368,010)	(68,804,267)	-	(1,844,032,391)	(1,073,556,875)	(1,146,716,066)	
		2,428,660,527	677,630,739	146,852,909	54,777,931	555,823,025	-	3,863,745,131	1,693,780,982	3,316,957,401	

30(a) Consolidated cost of sales

In Taka		For the year ended 30 June 2017		For the six month period ended 30 June 2016		For the year ended 31 December 2015	
		For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015	For the year ended 31 December 2015	For the year ended 31 December 2015
Opening stock		7,931,078,061	6,100,638,139	7,367,112,166	6,100,638,139	6,100,638,139	
Purchase		33,174,478,304	32,929,925,047	11,816,878,777	21,113,046,270	21,113,046,270	
Manufacturing expenses		2,210,307,273	2,633,066,412	936,617,707	1,696,448,705	1,696,448,705	
Closing stock		(9,752,120,294)	(7,931,078,061)	(7,931,078,061)	(7,367,112,166)	(7,367,112,166)	
		33,563,743,344	33,732,551,537	12,189,530,589	21,543,020,948	21,543,020,948	

31 Administrative, selling and distribution expenses

	For the year ended	For the eighteen month period ended	For the six month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
(a) Administrative expenses	590,362,187	698,779,685	231,158,930	467,620,755
(b) Distribution expenses	720,119,200	824,611,936	302,503,482	522,108,454
(c) Selling expenses	5,361,107,784	6,146,677,258	2,398,366,293	3,748,310,965
	6,671,589,171	7,670,068,879	2,932,028,705	4,738,040,174

Allocation of expenses:

	For the year ended 30 June 2017				For the six month period ended		For the year ended	
<i>In Taka</i>	Administrative expenses	Distribution expenses	Manufacturing expenses	QC and development expenses	Selling expenses	Total	Total	Total
Salary and wages	452,536,782	208,220,191	342,722,914	115,041,416	2,055,218,250	3,173,739,553	1,306,449,119	2,222,504,465
Traveling and conveyance	9,048,846	126,440,628	7,267,489	108,211	493,271,329	636,136,503	270,636,545	497,070,455
Rent and rates	13,417,699	50,685,401	19,089,989	-	147,544,696	230,737,785	104,581,026	128,919,699
Repair and maintenance	17,703,886	10,130,199	97,127,622	6,355,838	26,425,891	157,743,436	65,286,398	159,585,549
Fuel and power	8,200,179	9,625,950	129,633,519	5,283,106	10,397,139	163,139,893	72,415,743	174,056,061
Postage	9,717,110	4,589,550	2,379,617	358,711	50,389,122	67,434,111	28,670,625	39,928,715
Printing and stationery	5,083,133	30,579,990	4,782,872	1,002,072	26,917,072	68,365,139	30,911,708	50,408,553
Promotional expenses	13,123,790	190,178	6,035,058	-	1,955,985,092	1,975,334,118	956,771,906	1,467,319,537
Entertainment	6,133,534	7,735,249	4,475,010	237,630	12,305,375	30,886,798	13,726,284	17,441,547
Vehicle maintenance	14,919,483	71,886,065	3,445,014	581,200	71,169,475	162,001,237	69,141,737	113,062,556
Bad debts	-	-	-	-	24,177,673	24,177,673	68,489,176	11,892,340
Truck and handling	-	155,162,264	9,302,358	7,700	201,670,293	366,142,615	140,966,869	207,213,341
Legal and professional charges	5,770,531	13,801	-	-	6,856,162	12,640,494	4,392,346	11,442,536
Audit fees	3,088,692	9,451,288	-	-	-	900,000	600,000	600,000
Insurance	16,500	1,671,882	8,472,802	460,386	14,633,186	36,106,354	16,077,277	32,389,545
Directors' fees	14,210	278,428	35	-	-	16,500	7,500	34,500
Bank charges	-	-	-	-	5,863,624	7,549,751	3,746,926	8,702,653
Sundry expenses	-	-	-	-	-	278,428	139,004	197,250
Product development expenses	-	-	11,880	4,705,141	33,216,464	37,933,485	17,629,813	37,546,234
Training expenses	1,419,037	1,114,667	131,245	94,755	28,818,525	31,578,229	22,372,882	45,400,521
Depreciation	21,394,958	32,285,352	182,193,531	23,917,497	104,042,267	363,833,605	160,753,526	304,351,398
Amortisation	153,072	-	14,000	-	115,000	282,072	102,768	503,068
Lab chemical and apparatus	-	-	5,198,054	20,279,350	-	25,477,404	16,094,369	34,474,300
Meeting expenses	6,564,996	58,117	3,558	-	69,471,971	76,098,642	31,089,432	47,247,202
Share department expenses	-	-	-	-	-	-	-	1,382,895
Export expenses	-	-	-	-	9,203,505	9,203,505	2,976,892	6,704,660
ISO/TQM related expenses	-	-	150,274	-	-	150,274	5,694,362	19,145,031
Market research	-	-	-	-	13,415,673	13,415,673	8,620,588	11,054,682
Corporate Social Responsibility expenses	1,155,749	-	63,000	-	-	1,218,749	327,395	1,725,850
	590,362,187	720,119,200	822,499,841	178,433,013	5,361,107,784	7,672,522,024	3,418,672,216	5,652,305,143

31(a) Consolidated administrative, selling and distribution expenses

	For the year ended	For the eighteen month period ended	For the six month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
Administrative expenses	1,632,081,555	1,795,817,605	630,524,744	1,165,292,861
Distribution expenses	1,169,452,224	1,250,997,645	467,568,817	783,428,817
Selling expenses	8,100,209,876	8,984,407,000	3,528,502,797	5,455,904,203
	10,901,743,654	12,031,222,250	4,626,596,369	7,404,625,881

32 Other income

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Service charges	7,304,096	10,031,393	4,863,440	5,167,953
Dividend received	50,988,115	159,316,720	84,262,500	75,054,220
Rental income	1,513,125	2,226,276	834,276	1,392,000
Gain/(loss) on sale of fixed assets	5,223,108	(5,194,902)	157,330	(5,352,232)
Revaluation loss	-	(947,866)	-	(947,866)
Gain/(loss) from foreign currency transactions	(6,095,634)	3,761,975	1,338,824	2,423,151
Proceeds from scrap sale	6,429,773	9,136,478	2,323,126	6,813,352
Miscellaneous income	961,512	3,032,460	315,440	2,717,020
	66,324,095	181,362,534	94,094,936	87,267,598

32(a) Consolidated other income

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Service charges	7,304,096	10,031,393	4,863,440	5,167,953
Dividend received	2,855,905	2,856,220	-	2,856,220
Rental income	33,675,092	74,903,317	28,298,826	46,604,491
Gain/(loss) on sale of fixed assets	(1,086,908)	(7,518,731)	157,330	(7,676,061)
Revaluation loss	-	(43,871,390)	-	(43,871,390)
Gain/(loss) from foreign currency transactions	(6,635,233)	3,761,975	1,338,824	2,423,151
Proceeds from scrap sale	21,322,767	38,375,761	12,032,043	26,343,718
Commission income	5,959,539	72,898,253	34,258,972	38,639,281
Miscellaneous income	19,082,041	24,039,970	10,596,060	13,443,910
	82,477,299	175,476,768	91,545,495	83,931,273

33 Net finance costs

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Bank loan interest / (deposit interest income)	141,563,104	24,417,361	(9,734,307)	34,151,668
Employee welfare fund	20,679,042	26,419,463	10,376,278	16,043,185
Finance lease	20,309	326,514	66,829	259,685
Security deposits	11,461,945	19,831,964	6,456,123	13,375,841
Workers' profit participation fund	28,759,548	39,988,752	15,171,203	24,817,549
ACI 20% Zero Coupon Bonds	-	4,236,572	-	4,236,572
Other funds/borrowings	318,622	147,840	46,235	101,605
	202,802,570	115,368,466	22,382,361	92,986,105

33(a) Consolidated net finance costs

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Bank loan interest	1,396,581,054	1,645,272,781	511,508,493	1,133,764,288
Employee welfare fund	20,679,042	26,419,463	10,376,278	16,043,185
Finance lease	20,309	326,514	66,829	259,685
Security deposits	11,461,945	19,831,964	6,456,123	13,375,841
Workers' profit participation fund	28,759,548	39,988,752	15,171,203	24,817,549
ACI 20% Zero Coupon Bonds	-	4,236,572	-	4,236,572
Other funds/borrowings	318,622	147,840	46,235	101,605
	1,457,820,520	1,736,223,886	543,625,161	1,192,598,725

34 Income tax expense

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Current tax expense				
Provision made during the year/period	456,540,049	675,516,705	283,144,205	392,372,500
Deferred tax expense / (income)				
Change in deferred tax liabilities	(26,440,165)	319,832,355	(38,101,185)	357,933,540
Income tax expense	430,099,884	995,349,060	245,043,020	750,306,040

In making provision for tax for the year 2015 on sale of selected brands, the company has taken advantage of section 32(5) of Income Tax Ordinance 1984.

34(a) Consolidated income tax expense

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Current tax expense				
Provision made during the year/period	1,166,431,472	1,355,581,689	590,106,382	765,475,307
Deferred tax expense / (income)				
Change in deferred tax liabilities	(13,393,333)	300,194,703	(49,520,872)	349,715,575
Consolidated income tax expense	1,153,038,139	1,655,776,392	540,585,510	1,115,190,882

35 Earnings per share

The calculation of basic earnings per share based on profit of the Company attributable to ordinary shareholders and weighted average number of ordinary shares outstanding is as follows:

<i>In Taka/Number</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Profit of the Company (Taka)	1,243,546,536	3,863,189,707	679,657,793	3,183,531,914
Opening ordinary shares (Number)	43,820,401	34,394,402	39,836,729	34,394,402
Impact of conversion of bond into equity (Number)	-	205,193	-	205,193
Impact of bonus share issue - 2014 (Number)	-	5,196,095	-	5,196,095
Impact of bonus share issue - 2015 (Number)	-	3,983,672	3,983,672	3,983,672
Weighted average number of ordinary shares at reporting date (Number)	43,820,401	43,779,362	43,820,401	43,779,362
Earnings per share (Taka)	28.38	88.23	15.51	72.72

35.1 Diluted earnings per share

No diluted EPS was required to be calculated for the year ended 30 June 2017 since there was no scope for dilution of shares.

35(a) Consolidated earnings per share

The calculation of consolidated basic earnings per share based on profit attributable to the equity holders of the Company and weighted average number of ordinary shares outstanding is as follows:

<i>In Taka/Number</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Profit attributable to equity holders of the Company (Taka)	1,065,163,424	3,260,542,055	382,170,029	2,878,372,026
Weighted average number of ordinary shares at reporting date (Number)	43,820,401	43,779,362	43,820,401	43,779,362
Earnings per share (Taka)	24.31	74.48	8.72	65.75

36 Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- Credit risk (see 36(ii))
- Liquidity risk (see 36(iii))
- Market risk (see 36(iv))

(i) Risk management framework

The Group's 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 these risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adhere to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

(ii) 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.

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry and country in which customers operate.

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

(a) Exposure to credit risk

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

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Trade receivables*	12(a)	8,290,133,129	5,703,638,012	4,904,608,205
Other receivables	13(a)	912,543,207	649,530,397	326,752,970
Inter-company receivables	14(a)	13,277,557	13,341,487	63,513,237
Deposits	15(a)	180,601,773	121,183,098	96,892,351
Cash and cash equivalents	16(a)	1,511,754,437	1,249,939,473	1,103,095,240
		10,908,310,102	7,737,632,467	6,494,862,003

* Trade receivables is net off of security money mentioned in Note 26(a).

At reporting dates, the maximum exposure to credit risk for trade receivables by geographic regions was as follows:

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Domestic	8,821,884,119	6,294,073,842	5,405,781,190
Foreign	195,047,479	90,417,135	113,684,480
	9,016,931,598	6,384,490,977	5,519,465,670

(b) Impairment

The ageing of trade receivables was as follows:

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Dues below 6 months	7,474,136,966	4,830,264,101	4,632,103,670
Dues over 6 months	1,542,794,633	1,554,226,876	887,362,000
	9,016,931,598	6,384,490,977	5,519,465,670

The movement in the allowance for impairment in respect of trade receivables during the year was as follows:

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Opening balance	485,283,050	365,596,012	351,712,262
Impairment loss recognised	1,603,492	119,687,038	13,883,752
Closing balance	486,886,542	485,283,050	365,596,014

(iii) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Group aims to maintain the level of its cash and cash equivalents and other investments at amounts in excess of expected cash outflows on financial liabilities. The Group also monitors the level of expected cash inflows on trade and other receivables together with expected cash outflows on trade and other payables.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

30 June 2017

In Taka	Note	Carrying amount	Contractual cash flows				
			Total	2 months or less	2-12 months	1-5 years	More than 5 years
Non-derivative financial liabilities							
Employee benefits	20(a)	788,032,113	788,032,113	-	-	-	788,032,113
Long term bank loan	21(a)	5,151,447,744	5,151,447,744	-	-	5,151,447,744	-
Bank overdraft	23(a)	1,696,737,293	1,696,737,293	1,696,737,293	-	-	-
Loans and borrowings	24(a)	19,675,650,669	19,675,650,669	-	19,675,650,669	-	-
Trade payable	25(a)	2,352,032,137	2,352,032,137	2,352,032,137	-	-	-
Other payable	26(a)	3,325,117,640	3,325,117,640	3,325,117,640	-	-	-
		32,989,017,596	32,989,017,596	7,373,887,070	19,675,650,669	5,151,447,744	788,032,113
Derivative financial liabilities							
		-	-	-	-	-	-
		32,989,017,596	32,989,017,596	7,373,887,070	19,675,650,669	5,151,447,744	788,032,113

30 June 2016

In Taka	Note	Carrying amount	Total	Contractual cash flows				
				2 months or less	2 - 12 months	1 - 5 years	More than 5 years	
Non-derivative financial liabilities								
Employee benefits	20(a)	640,574,957	640,574,957	-	-	-	-	640,574,957
Long term bank loan	21(a)	2,740,906,073	2,740,906,073	-	-	2,740,906,073	-	-
Bank overdraft	23(a)	2,167,878,566	2,167,878,566	2,167,878,566	-	-	-	-
Loans and borrowings	24(a)	13,208,332,772	13,208,332,772	-	13,208,332,772	-	-	-
Finance lease liabilities	24(a).2	1,840,503	1,840,503	-	1,840,503	-	-	-
Trade payable	25(a)	1,710,795,307	1,710,795,307	1,461,533,856	-	249,261,451	-	-
Other payable	26(a)	2,796,896,411	2,796,896,411	2,796,896,411	-	-	-	-
		23,267,224,589	23,267,224,589	6,426,308,833	13,210,173,275	2,990,167,524	-	640,574,957
Derivative financial liabilities								
		-	-	-	-	-	-	-
		23,267,224,589	23,267,224,589	6,426,308,833	13,210,173,275	2,990,167,524	-	640,574,957

31 December 2015

In Taka	Note	Carrying amount	Contractual cash flows				
			Total	2 months or less	2 - 12 months	1 - 5 years	More than 5 years
Non-derivative financial liabilities							
Employee benefits	20(a)	565,900,360	565,900,360	-	-	-	565,900,360
Long term bank loan	21(a)	1,955,234,872	1,955,234,872	-	-	1,955,234,872	-
Bank overdraft	23(a)	1,195,598,119	1,195,598,119	1,195,598,119	-	-	-
Loans and borrowings	24(a)	10,927,269,463	10,927,269,463	-	10,927,269,463	-	-
Finance lease liabilities	24(a).2	8,395,629	8,395,629	-	-	8,395,629	-
Trade payables	25(a)	1,639,539,844	1,639,539,844	1,639,539,844	-	-	-
Other payables	26(a)	2,273,212,726	2,273,212,726	2,273,212,726	-	-	-
		18,565,151,013	18,565,151,013	5,108,350,689	10,927,269,463	1,963,630,501	565,900,360
Derivative financial liabilities							
		-	-	-	-	-	-
		18,565,151,013	-18,565,151,013	5,108,350,689	10,927,269,463	1,963,630,501	565,900,360

(iv) 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. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

a) Currency risk

The Group is exposed to currency risk to the extent that there is a mismatch between the currencies in which purchases are denominated and the respective functional currency of the Group. The functional currency of the Group is Bangladesh Taka (Taka/TK/BDT). The foreign currency in which these transactions are denominated is US Dollar (USD).

Exposure to currency risk

The Group's exposure to foreign currency risk arising from foreign currency denominated assets/(liabilities) as at the date of consolidated statement of financial position was as follows:

<i>In USD</i>	30 June 2017	30 June 2016	31 December 2015
Trade receivables	1,429,901	1,070,695	546,353
Other receivables	415,874	785,936	729,959
Cash and cash equivalents	1,670,024	1,927,701	130,817
Trade payables	(376,923)	(1,755,885)	(1,860,161)
Loans and borrowings	(45,332,177)	(40,226,288)	(43,595,040)
Net exposure	(42,193,301)	(38,197,841)	(44,048,072)

<i>In EUR</i>	30 June 2017	30 June 2016	31 December 2015
Trade receivables	-	-	-
Other receivables	480,086	537,942	684,602
Cash and cash equivalents	2,213	2,220	1,026,228
Trade payables	-	-	(262,305)
Loans and borrowings	(3,023,115)	(6,455,909)	(2,803,744)
Net exposure	(2,540,815)	(5,915,748)	(1,355,219)

<i>In GBP</i>	30 June 2017	30 June 2016	31 December 2015
Trade receivables	-	-	-
Other receivables	-	-	-
Cash and cash equivalents	1,434	1,440	1,439
Trade payables	(201,250)	-	-
Loans and borrowings	(432,149)	(196,000)	(396,975)
Net exposure	(631,965)	(194,560)	(395,536)

<i>In CHF</i>	30 June 2017	30 June 2016	31 December 2015
Trade receivables	-	-	-
Other receivables	-	-	-
Cash and cash equivalents	-	-	-
Trade payables	-	-	-
Loans and borrowings	(39,500)	-	-
Net exposure	(39,500)	-	-

<i>In JPY</i>	30 June 2016	30 June 2016	31 December 2015
Trade receivables	-	-	-
Other receivables	-	-	-
Cash and cash equivalents	-	-	-
Trade payables	-	-	-
Loans and borrowings	(44,000,000)	-	-
Net exposure	(44,000,000)	-	-

The following significant exchange rates have been applied during the year / period:

<i>In Taka</i>	Average rate			Year-end rate		
	For the year ended	For the six month period ended	For the year ended	As at		
	30 June 2017	30 June 2016	31 December 2015	30 June 2017	30 June 2016	31 December 2015
USD	79.95	78.78	78.36	81.30	78.60	78.95
EUR	91.18	88.02	87.85	93.81	88.55	87.49
GBP	106.56	112.37	119.68	106.49	106.64	118.11
CHF	83.52	81.01	80.88	85.81	81.23	80.79
JPY	0.76	0.72	0.67	0.74	0.78	0.67

Sensitivity analysis

A reasonably possible strengthening (weakening) of foreign currency against functional currency at reporting date would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignore any impact of forecast sales and purchase.

<i>In Taka</i>	Profit/(loss)		Equity, net of tax increase/(decrease)	
	Strengthening	Weakening	Strengthening	Weakening
30 June 2017				
USD (5% movement)	168,667,722	(168,667,722)	168,667,722	(168,667,722)
EUR (5% movement)	11,583,805	(11,583,805)	11,583,805	(11,583,805)
GBP (5% movement)	3,367,170	(3,367,170)	3,367,170	(3,367,170)
CHF (5% movement)	164,956	(164,956)	164,956	(164,956)
JPY (5% movement)	1,662,650	(1,662,650)	1,662,650	(1,662,650)
30 June 2016				
USD (5% movement)	150,117,514	(150,117,514)	150,117,514	(150,117,514)
EUR (5% movement)	26,191,974	(26,191,974)	26,191,974	(26,191,974)
GBP (5% movement)	1,037,347	(1,037,347)	1,037,347	(1,037,347)
31 December 2015				
USD (5% movement)	173,879,764	(173,879,764)	173,879,764	(173,879,764)
EUR (5% movement)	5,806,232	(5,806,232)	5,806,232	(5,806,232)
GBP (5% movement)	2,299,152	(2,299,152)	2,299,152	(2,299,152)

b) Interest rate risk

Interest rate risk is the risk that arises due to changes in interest rates on borrowings. At present the Group has no borrowings which is subject to significant interest rate risk.

Exposure to interest rate risk

The interest rate profile of the Group's interest-bearing financial instruments as at the date of consolidated statement of financial position date is as follows.

<i>In Taka</i>	Note	30 June 2017	30 June 2016	31 December 2015
Fixed rate instruments				
Financial assets				
Term deposit	9(a).2	146,243,472	138,925,956	135,941,665
Financial liabilities				
Bank overdraft	23(a)	1,696,737,293	2,167,878,566	1,195,598,119
Loans and borrowings	24(a)	15,651,803,690	9,294,714,787	7,204,221,335
Variable rate instruments				
Financial liabilities				
Offshore loan	24(a)	4,023,846,979	3,913,617,985	3,723,048,128

v)

Financial instruments - Fair values and financial risk management

Accounting classifications and fair values

The following table shows the carrying amounts and fair values, where applicable, of financial assets and financial liabilities of the Group, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

30 June 2017

In Taka	Note	Held-for- trading	Designated at fair value	Fair value- hedging instruments	Carrying amount			Fair value					
					Loans and receivables	Available for sale	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
Financial assets measured at fair value													
Investment valued at fair value	9(a),2	-	-	-	-	-	365,713,108	-	365,713,108	365,713,108	-	-	365,713,108
		-	-	-	-	-	365,713,108	-	365,713,108	365,713,108	-	-	365,713,108
Financial assets not measured at fair value													
Investment valued at cost and under equity method	9(a)	-	-	-	149,402,362	-	1,067,888,774	-	1,217,291,136	-	-	-	-
Trade receivables	12(a)	-	-	-	-	8,530,045,056	-	-	8,530,045,056	-	-	-	-
Other receivables	13(a)	-	-	-	-	912,543,207	-	-	912,543,207	-	-	-	-
Inter-company receivables	14(a)	-	-	-	-	13,277,557	-	-	13,277,557	-	-	-	-
Tender deposits	15(a)	-	-	-	-	71,539,580	-	-	71,539,580	-	-	-	-
Cash at banks	16(a)	-	-	-	-	855,169,140	-	-	855,169,140	-	-	-	-
		-	-	-	149,402,362	10,382,574,540	1,067,888,774	-	11,599,865,676	-	-	-	-
Financial liabilities measured at fair value													
		-	-	-	-	-	-	-	-	-	-	-	-
Financial liabilities not measured at fair value													
Employee benefits	20(a)	-	-	-	-	-	-	788,032,113	788,032,113	-	-	-	-
Short term interest bearing loans	24(a),1	-	-	-	-	-	-	17,894,163,049	17,894,163,049	-	-	-	-
Long term interest bearing loans	21(a) & 24(a),2	-	-	-	-	-	-	6,932,935,364	6,932,935,364	-	-	-	-
Finance lease liabilities	24(a),2	-	-	-	-	-	-	-	-	-	-	-	-
Trade payables	25(a)	-	-	-	-	-	-	2,352,032,137	2,352,032,137	-	-	-	-
Other payables	26(a)	-	-	-	-	-	-	3,325,117,640	3,325,117,640	-	-	-	-
Bank overdraft	23(a)	-	-	-	-	-	-	1,696,737,293	1,696,737,293	-	-	-	-
		-	-	-	-	-	-	32,989,017,596	32,989,017,596	-	-	-	-

30 June 2016

In Taka	Note	Held-for-trading	Designated at fair value	Fair value-hedging instruments	Carrying amount			Fair value					
					Loans and receivables	Held to maturity	Available for sale	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value													
Investment valued at fair value	9(a).2	-	-	-	-	-	256,395,833	-	256,395,833	256,395,833	-	-	256,395,833
Financial assets not measured at fair value													
Investment valued at cost and under equity method	9(a)	-	-	-	142,084,846	-	923,975,608	-	-	1,066,060,454	-	-	-
Trade receivables	12(a)	-	-	-	-	5,899,207,927	-	-	-	5,899,207,927	-	-	-
Other receivables	13(a)	-	-	-	-	649,530,397	-	-	-	649,530,397	-	-	-
Inter-company receivables	14(a)	-	-	-	-	13,341,487	-	-	-	13,341,487	-	-	-
Tender deposits	15(a)	-	-	-	-	64,075,645	-	-	-	64,075,645	-	-	-
Cash at banks	16(a)	-	-	-	-	656,383,453	-	-	-	656,383,453	-	-	-
-	-	-	-	-	142,084,846	7,282,538,909	923,975,608	-	-	8,348,599,363	-	-	-
Financial liabilities measured at fair value-													
Financial liabilities not measured at fair value													
Employee benefits	20(a)	-	-	-	-	-	-	-	-	640,574,957	-	-	-
Short term interest bearing loans	24(a).1	-	-	-	-	-	-	-	-	11,879,482,998	-	-	-
Long term interest bearing loans	21(a) & 24(a).2	-	-	-	-	-	-	-	-	4,069,755,847	-	-	-
Finance lease liabilities	24(a).2	-	-	-	-	-	-	-	-	2,360,189	-	-	-
Trade payables	25(a)	-	-	-	-	-	-	-	-	1,710,795,307	-	-	-
Other payables	26(a)	-	-	-	-	-	-	-	-	2,796,896,411	-	-	-
Bank overdraft	23(a)	-	-	-	-	-	-	-	-	2,167,878,566	-	-	-
-	-	-	-	-	-	-	-	-	-	23,267,744,275	-	-	-

31 December 2015

In Taka	Note	Held-for-trading at fair value	Fair value-hedging instruments	Carrying amount			Available for sale	Other financial liabilities	Total	Fair value			
				Loans and receivables	Held to maturity					Level 1	Level 2	Level 3	Total
Financial assets measured at fair value													
Investment valued at fair value	9(a). 2	-	-	-	-	-	242,361,842	-	242,361,842	242,361,842	-	-	242,361,842
Financial assets not measured at fair value													
Investment valued at cost and under equity method	9(a)	-	-	-	139,100,555	-	816,531,040	-	-	955,631,595	-	-	-
Trade receivables	12(a)	-	-	-	-	5,153,869,656	-	-	-	5,153,869,656	-	-	-
Other receivables	13(a)	-	-	-	-	326,752,970	-	-	-	326,752,970	-	-	-
Inter-company receivables	14(a)	-	-	-	-	63,513,237	-	-	-	63,513,237	-	-	-
Tender deposits	15(a)	-	-	-	-	40,386,935	-	-	-	40,386,935	-	-	-
Cash at banks	16(a)	-	-	-	-	779,723,973	-	-	-	779,723,973	-	-	-
		-	-	-	139,100,555	6,364,246,771	816,531,040	-	-	7,319,878,366	-	-	-
Financial liabilities measured at fair value													
		-	-	-	-	-	-	-	-	-	-	-	-
Financial liabilities not measured at fair value													
Employee benefits	20(a)	-	-	-	-	-	-	565,900,360	565,900,360	-	-	-	-
Short term interest bearing loans	24(a).1	-	-	-	-	-	-	9,781,023,571	9,781,023,571	-	-	-	-
Long term interest bearing loans	21(a) & 24(a).2	-	-	-	-	-	-	1,997,686,956	1,997,686,956	-	-	-	-
Finance lease liabilities	24(a).2	-	-	-	-	-	-	8,395,629	8,395,629	-	-	-	-
Trade payables	25(a)	-	-	-	-	-	-	1,639,539,844	1,639,539,844	-	-	-	-
Other payables	26(a)	-	-	-	-	-	-	2,273,212,726	2,273,212,726	-	-	-	-
Bank overdraft	23(a)	-	-	-	-	-	-	1,195,598,119	1,195,598,119	-	-	-	-
		-	-	-	-	-	-	17,461,357,205	17,461,357,205	-	-	-	-

The Group has not disclosed the fair values for financial instruments because their carrying amounts are a reasonable approximation of fair values.

37 Commitments

37.1 Capital expenditure

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Approved but not contracted for	520,870,796	1,377,794,228	895,372,779

38 Contingencies

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Shipping Guarantee			
Standard Chartered Bank	10,651,980	17,403,193	-
Eastern Bank Limited	36,211,404	10,235,807	-
	46,863,384	27,639,000	-
Bank Guarantee			
Standard Chartered Bank	-	-	7,897,526
Eastern Bank Limited	-	-	5,331,896
Bank Asia Limited	2,380,000	2,380,000	2,382,466
Pubali Bank Limited	26,599,100	35,046,250	3,326,800
United Commercial Bank Limited	13,095,628	21,084,723	13,325,628
	42,074,728	58,510,973	32,264,316

39 Payments made in foreign currencies

<i>In Taka</i>	For the year ended 30 June 2017	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Raw materials and packing materials	2,448,767,788	800,068,022	1,894,921,387
Finished goods	2,667,506,777	1,033,688,440	1,974,784,392
	5,116,274,565	1,833,756,462	3,869,705,780

40 Production capacity

	Capacity in units pack per 8hr/month			Utilisation		
	For the year ended 30 June 2017	For the six month period ended 30 June 2016	For the year ended 31 December 2015	For the year ended 30 June 2017	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Pharmaceuticals	5,000,000	4,800,000	4,800,000	125.40%	121.77%	114.47%
Consumer Brand	600,000	600,000	600,000	137.33%	162.31%	162.31%
Animal Health	250,000	250,000	250,000	83.34%	88.83%	88.83%

41 Related parties

a) Transactions with key management personnel

(i) Loans to directors

During the period/year, no loan was given to the directors of the Company/Group.

(ii) Key management personnel compensation

Key management personnel compensation comprised the following:

<i>In Taka</i>	For the year ended 30 June 2017	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Salary	34,873,600	14,536,290	26,967,960
Benefit	10,410,584	5,554,338	9,843,980
Provident fund contribution	2,735,880	1,135,782	2,061,102
	48,020,064	21,226,410	38,873,042

The Company's/Group's key management personnel includes the Company's/Group's directors. Compensation includes salaries, non-cash benefits, and contributions to a post employment defined benefit plan.

(b) Other related party transactions

In Taka	Transactions during the period / year						Balance outstanding at reporting date			
	For the year ended 30 June 2017	For the six month period ended 30 June 2016	For the year ended 31 December 2015	For the six month period ended 30 June 2016	For the year ended 31 December 2015	For the six month period ended 30 June 2016	30 June 2017	30 June 2016	31 December 2015	
Subsidiaries:										
ACI Formulations Limited	-	(2,897,500)	(379,923,466)	344,585,994	-	88,079,223	(484,656,820)	58,851,868	403,437,862	491,604,843
ACI Salt Limited	(36,089,220)	(11,945,882)	(15,083,870)	(63,440,588)	11,395,943	(187,046,195)	191,532,038	164,180,670	164,770,859	
ACI Chemicals Limited	-	-	-	(31,711,695)	(12,469,540)	(9,459,246)	38,572,948	6,861,253	(5,608,287)	
ACI Biotech Limited	-	-	-	(108,744,217)	-	108,744,217	-	-	-	
ACI Pure Flour Limited	(9,339,000)	(247,500)	-	(47,299,909)	(157,155,862)	(76,139,715)	(220,305,300)	(258,266,209)	(100,862,847)	
ACI Foods Limited	(53,939,324)	(7,671,484)	(8,291,962)	(1,379,862,685)	(441,233,111)	(296,851,543)	2,637,813,870	1,311,890,509	878,341,150	
ACI Agrolink Limited	-	-	-	(69,776,513)	18,273,587	2,309,721	90,605,920	20,829,407	2,555,820	
Creative Communication Limited	(40,835,877)	-	-	(6,817,188)	(10,721,430)	(4,930,865)	(37,218,560)	(3,199,871)	7,521,559	
ACI Motors Limited	(78,082,336)	405,190	116,236	542,364,759	(371,171,409)	(73,411,918)	(1,003,530,471)	(383,083,376)	(12,317,157)	
Premiaflex Plastics Limited	(74,342,623)	(31,159,887)	(80,232,251)	(184,073,423)	(1,535,073)	154,832,921	216,047,636	106,316,836	151,771,126	
ACI Logistics Limited	(139,717,808)	(16,853,924)	(40,575,017)	(145,672,152)	(404,828,840)	(2,037,137,556)	378,137,439	289,608,942	690,053,918	
	82,574,153	32,893,300	41,056,043	-	-	-	-	-	-	
ACI Edible Oils Limited	(1,403,400)	(1,524,160)	(703,270)	212,316,434	(6,025,388)	1,380,748	(217,677,343)	(3,957,509)	3,592,039	
Computer Technology Limited	-	-	-	-	-	-	30,000	30,000	30,000	
ACI Healthcare Limited	-	-	-	(389,603,011)	(511,006,618)	(391,076,393)	1,435,859,161	1,046,256,150	535,249,532	
Infolyx Bangladesh Limited	-	-	-	(14,485,326)	(35,813,221)	(24,982,244)	75,280,791	60,795,465	24,982,244	
Joint Ventures:										
Tetley ACI (Bangladesh) Limited	-	-	-	(224,630)	(50,794,650)	4,073,950	707,248	482,618	51,277,268	
ACI Godrej Agrovet (Pvt.) Limited	-	-	-	-	-	-	879,726	879,726	879,726	
Associates:										
Stochastic Logic Limited	-	-	-	288,560	622,900	(2,696,806)	3,767,067	4,055,627	3,432,727	
Asian Consumer Care (Pvt.) Limited	-	-	-	-	-	-	7,893,516	7,893,516	7,893,516	

42 Other disclosures

42.1 Number of employees

The number of regular employees of ACI Limited receiving remuneration of Tk. 36,000 or above per annum at reporting date was as follows:

	30 June 2017	30 June 2016	31 December 2015
Number of employees	8,364	7,275	7,090

42.2 Comparatives

Previous year's figures have been rearranged, whenever considered necessary to conform to the current year's presentation.

42.3 Subsequent events

The Board of Directors in their meeting held on 23 October 2017 have recommended final cash dividend @ 40% per share of Taka 10 each aggregating to Taka 175,281,604 and final stock dividend @ 10% i.e. 1 (one) bonus share for every 10 (ten) ordinary share of Taka 10 each aggregating to Taka 43,820,401 for the year ended 30 June 2017 in addition to interim cash dividend @ 75% per share of Taka 10 each aggregating to Taka 298,775,468 subject to approval of the shareholders' in the Annual General Meeting was scheduled to be held on 18 December 2017.

There are no other events identified after the date of the statement of financial position which require adjustment or disclosure in the accompanying financial statements.

43 Name of auditors of the group companies

Sl.	Name of the company	Status	Name of auditors
1	ACI Formulations Limited	Subsidiary	Rahman Rahman Huq
2	ACI Logistics Limited	Subsidiary	Rahman Rahman Huq
3	ACI HealthCare Limited	Subsidiary	Rahman Rahman Huq
4	ACI Godrej Agrovat (Pvt.) Limited	Joint venture	Rahman Rahman Huq
5	Tetley ACI (Bangladesh) Limited	Joint venture	Rahman Rahman Huq
6	ACI Salt Limited	Subsidiary	Hoda Vasi Chowdhury & Co.
7	Premiaflex Plastics Limited	Subsidiary	Masih Muhith Haque & Co.
8	ACI Foods Limited	Subsidiary	M. J. Abedin & Co.
9	ACI Pure Flour Limited	Subsidiary	M. J. Abedin & Co.
10	Creative Communication Limited	Subsidiary	Ashraful Haque Nabi & Co.
11	ACI Motors Limited	Subsidiary	Ashraful Haque Nabi & Co.
12	ACI Edible Oils Limited	Subsidiary	Ashraful Haque Nabi & Co.
13	ACI Chemicals Limited	Subsidiary	Ashraful Haque Nabi & Co.
14	Infolytx Bangladesh Limited	Subsidiary	Ashraful Haque Nabi & Co.
15	ACI Biotech Limited	Subsidiary	Ashraful Haque Nabi & Co.
16	ACI Agrolink Limited	Subsidiary	Shiraz Khan Basak & Co.
17	Stochastic Logic Limited	Associate	Shiraz Khan Basak & Co.
18	Asian Consumer Care (Pvt.) Limited	Associate	Ahmed Mashque & Co.
19	Computer Technology Limited	Associate	-

Advanced Chemical Industries Limited

Reports of the Directors and Audited Financial Statements of the Subsidiary Companies for the year ended 30 June 2017



ACI Formulations Limited

Directors' Report

Despite all the challenges of excessive rainfall and flooding in large part of the country in two consecutive seasons, our business of Crop Care and Public Health (CC & PH) recorded a growth of 16% over the year 2015. This was possible because of the strategic leadership and untiring efforts of our sales and marketing team. They deserve to be acknowledged and appreciated for an excellent job done.

In the Crop Care business we have modernized our product range further with the addition of six more molecules, which are cost-effective and more environmentally friendly. The new molecules are being branded and will become winners in their respective categories. We continue to be the market leader in Herbicide category. We have retained a strong position in Fungicide range and overall gained market share.

We have introduced a Spraying Service called "Flow Master" which provides a spraying machine to a sprayer trained by us, who can be hired by farmers to spray their crop. This service is expected to take care of proper application and safety. This is an initiative under our Corporate Social Responsibility.

Flora is a bio-friendly plant energizer and yield booster. As we found good response from users we felt encouraged to setup a Strategic Business Unit to handle Flora and funded for vigorous branding campaign. We also created a separate field force for Flora in 2015. In the first two years, we got a robust growth in sales of Flora and therefore, planned the logistics in expectation for similar results. Unfortunately, the floods in successive seasons severely curtailed the demand for Flora. We are now taking several initiatives to address the situation and take corrective measures. The potential of Flora is tremendous and our branding of the product has been very successful. We will put the required resources to harness full potential of this product in the coming seasons and reap the benefit of branding.

Both Crop Care and Flora team of Crop Care business are present in the field, educating the farmers to adopt modern agronomic practices for increased yield of their crop. We are also working with several NGOs & donor agencies to access the farmers in remote areas, teaching them modern cultivation technique. We are also working on A2i project with the Government at Upazilla level.

The factory of ACI Formulations Limited, located in Gazipur is a fully compliant establishment and is certified under the ISO 14001 Environmental Management System. ACI FL is committed to maintain sustainable environment.

Our Quality Control labs have all the modern analytical equipments and our Standard Operating Procedures ensure that the products comply with the set Standards without exception. We have Health Safety and Environment policies and we ensure factory is fully compliant of the highest standards. We ensure that our employees always wear personal protective gears while at work.

We toll-manufacture products for SC Johnson of the USA and AkzoNobel of the Netherlands. We are meeting their quality and volume of products to their satisfaction. They conduct technical audit from time to time and our operations score high in the audit rating.

During the year we have taken many production- related improvement measures like automation and process improvement. These initiatives have reduced cost and improved productivity.

Our Effluent Treatment Plant meets all the environment regulations and standards. We process all waste materials, both solid and liquid, to remove or breakdown the toxic chemicals. Our residue disposal protocol meets world-class standards.

Key Operating & Financial Information at a Glance

The key operating and financial information for the year 2016-17 along with the preceding five years are presented below:

Figures are in million (BDT)

Particulars	July 2016 June 2017	January 2016 June 2016 (six month)	December 2015	December 2014	December 2013	December 2012	December 2011
Net Turnover	3,629.43	1,625.48	3,006.49	2,908.11	2,340.43	2,581.04	2,443.66
Gross profit	1,107.81	476.94	800.14	738.58	584.56	609.86	571.86
Profit before tax	356.73	126.64	313.11	259.65	172.29	200.21	197.49
Profit after tax	261.44	90.40	235.14	187.62	129.23	149.96	146.85
Earnings per share (Taka)	5.81	2.01	5.23	4.17	2.87	3.33	3.26
Issued & paid capital	450.00	450.00	450.00	450.00	450.00	450.00	300.00
Shareowners' equity	2,454.80	2,283.36	2,350.46	1,805.59	1,730.47	1,713.74	1,638.78
Net asset per share (Taka)	54.55	50.74	52.23	40.12	38.45	38.08	36.42
Number of employees	1,679	1,489	1,459	1,149	922	921	798
Total contribution to National Exchequer	564.34	255.82	386.64	246.47	165.58	170.00	172.47



Financial Results

For the year ended 30 June 2017, total revenue of ACI Formulations Limited was Taka 3,629.43 million which was Taka 4,631.97 million for 18 month comparative period. The gross profit margin has increased to 30.52% in the current year from 27.57% of last 18 month comparative period due to favorable material price variance and higher proportionate sale of high margin products. In the current year, operating profit was Taka 493.65 million and profit after tax (PAT) was Taka 261.44 million resulting into Earnings per Share Taka 5.81.

Appropriation of Profit

Considering the financial results of the Company during the year and free reserve carried over and in line with following a consistent dividend policy, the Directors recommended appropriation of net profit as follows:

	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
	Taka	Taka	Taka	Taka
Un-appropriated profit	696,967,963	527,627,496	606,569,899	527,627,496
Add: Net profit after tax for the period / year	261,436,927	325,540,469	90,398,064	235,142,405
Add: Realization of revaluation reserve	-	1,299,998	-	1,299,998
Total available for appropriation	958,404,890	854,467,963	696,967,963	764,069,899
Appropriation of profit:				
Interim dividend				
Cash dividend	90,000,000	-	-	-
Final dividend proposed:				
Cash dividend	67,500,000	157,500,000	-	157,500,000
Total dividend	157,500,000	157,500,000	-	157,500,000
Balance carried forward	800,904,890	696,967,963	696,967,963	606,569,899

With the balance carried forward and with future ploughing back of the profit, Directors are confident that company will be able to maintain prudent dividend policy in coming years.

Dividend

The Board of Directors has already distributed interim cash dividend @ 20% i.e. Taka 2 per share.

In addition to the above interim dividend, the Board of Directors is pleased to recommend cash dividend @15 percent on face value of Tk. 10 per share (i.e. Taka 1.5 per share) for the year ended 30 June 2017 to those shareowners whose names were appeared in the Share Register of Members of the Company or in the Depository list of CDBL on the Record Date which is Monday, 13th November 2017.

Contribution to the National Exchequer

For the year ended 30 June 2017, the company contributed Taka 564.34 million to the National Exchequer in the form of corporate tax, custom duty and Value Added Tax (VAT). This is equivalent to 15.55 percent of the Company's net sales revenue for the year 2016-17.

Cost of Goods Sold and Profit Margins

For the year ended 30 June 2017, cost of goods sold was Taka 2,521.62 million (69.48% of net revenue) which was Taka 3,354.89 million (72.43% of net revenue) for 18 month comparative period. This has been achieved due to comparative lower material cost and high yielding product mixes. We have been able to generate gross profit margin of 30.52% (Taka 1,107.81 million) during the year ended 30 June 2017 as against 27.57% (Taka 1,277 million) during 18 month comparative period. Despite a large growth in gross profit margin, the PAT percentage was 7.2% due to increased administrative, selling and distribution expenses and higher financing costs.

On behalf of the Board

Shusmita Anis

Managing Director

Kamran T. Rahman

Independent Director

Dhaka, 23 October 2017



Rahman Rahman Huq
Chartered Accountants
9 & 5 Mohakhali C/A
Dhaka 1212
Bangladesh

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INDEPENDENT AUDITOR'S REPORT **to the Shareholders of** **ACI Formulations Limited**

Report on the Financial Statements

We have audited the accompanying separate financial statements of ACI Formulations Limited ("the Company") as well as the consolidated financial statements of ACI Formulations Limited and its subsidiaries ("the Group"), which comprise the separate and the consolidated statements of financial position as at 30 June 2017, statements of profit or loss, statements of profit or loss and other comprehensive income, statements of changes in equity, statements of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information. The financial statements of three subsidiaries as disclosed in note 38 to these financial statements were not audited by us.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the separate financial statements of the Company and the consolidated financial statements of the Group in accordance with Bangladesh Financial Reporting Standards, the Companies Act 1994, the Securities and Exchange Rules 1987, and for such internal control as management determines is necessary to enable the preparation of the separate financial statements of the Company and the consolidated financial statements of the Group that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements of the Company and the consolidated financial statements of the Group. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the separate financial statements of the Company and the consolidated financial statements of the Group, 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 separate financial statements of the Company and the consolidated financial statements of the Group 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 separate financial statements of the Company and the consolidated financial statements of the Group.

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 separate financial statements of the Company and the consolidated financial statements of the Group give a true and fair view of the financial position of the Company as well as of the Group as at 30 June 2017, and of their financial performance and their cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards.

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987 and relevant notification issued by Bangladesh Securities and Exchange Commission, we also report the following:

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

Dhaka, 23 October 2017

Rahman Rahman Huq
Chartered Accountants

Rahman Rahman Huq, a partnership firm registered in Bangladesh and a member firm of the KPMG network of independent member firms affiliated with KPMG International cooperative ("KPMG International"), a Swiss entity.

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ACI Formulations Limited

Statement of Financial Position

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	1,792,755,192	1,739,759,689	1,744,120,249
Investments	7,067,287	14,934,040	14,891,144
Non-current assets	1,799,822,479	1,754,693,729	1,759,011,393
Inventories	1,384,424,562	994,888,240	897,742,081
Trade receivables	1,326,720,349	1,187,990,035	1,263,209,784
Other receivables	7,096,188	10,085,588	9,738,191
Inter - company receivables	39,933,951	23,556,817	21,201,708
Advances, deposits and prepayments	399,976,801	390,304,295	309,727,015
Cash and cash equivalents	138,354,624	112,511,708	92,773,885
Current assets	3,296,506,475	2,719,336,683	2,594,392,664
Total assets	5,096,328,954	4,474,030,412	4,353,404,057
Equity			
Share capital	450,000,000	450,000,000	450,000,000
Revaluation reserve	1,136,392,931	1,136,392,931	1,136,392,931
Retained earnings	868,404,890	696,967,963	764,069,899
Total equity	2,454,797,821	2,283,360,894	2,350,462,830
Liabilities			
Employee benefits	30,560,130	29,271,614	15,864,476
Deferred tax liabilities	51,789,493	47,650,008	61,269,695
Non-current liabilities	82,349,623	76,921,622	77,134,171
Bank overdrafts	85,843,847	68,781,653	51,877,357
Loans and borrowings	1,875,875,406	944,237,189	787,827,659
Trade payables	56,095,428	28,305,846	64,893,640
Other payables	256,273,023	398,773,731	309,722,032
Inter-company payables	56,695,146	403,437,863	491,138,072
Provision for tax	228,398,660	270,211,614	220,348,296
Current liabilities	2,559,181,510	2,113,747,896	1,925,807,056
Total liabilities	2,641,531,133	2,190,669,518	2,002,941,227
Total equity and liabilities	5,096,328,954	4,474,030,412	4,353,404,057

Managing Director

Director

Company Secretary

As per our report of same date.

Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017

ACI Formulations Limited

Statement of Profit or Loss

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen- month period ended 30 June 2016	For the six- month period ended 30 June 2016	For the year ended 31 December 2015
Revenue	3,629,430,879	4,631,970,028	1,625,484,898	3,006,485,130
Cost of sales	(2,521,617,906)	(3,354,887,078)	(1,148,546,008)	(2,206,341,070)
Gross profit	1,107,812,973	1,277,082,950	476,938,890	800,144,060
Other income	4,380,330	8,318,428	2,765,826	5,552,602
Administrative, selling and distribution expenses	(618,540,895)	(739,363,582)	(317,506,138)	(421,857,444)
Operating profit	493,652,408	546,037,796	162,198,578	383,839,218
Finance costs, net	(118,151,966)	(83,142,140)	(28,891,531)	(54,250,609)
Profit before contribution to WPPF	375,500,442	462,895,656	133,307,047	329,588,609
Contribution to WPPF	(18,775,022)	(23,144,782)	(6,665,352)	(16,479,430)
Profit before tax	356,725,420	439,750,874	126,641,695	313,109,179
Income tax expense				
Current tax	(91,149,008)	(128,990,254)	(49,863,318)	(79,126,936)
Deferred tax income/(expense)	(4,139,485)	14,779,849	13,619,687	1,160,162
	(95,288,493)	(114,210,405)	(36,243,631)	(77,966,774)
Profit after tax	261,436,927	325,540,469	90,398,064	235,142,405
Earnings per share				
Basic earnings per share	5.81	7.23	2.01	5.23



Managing Director

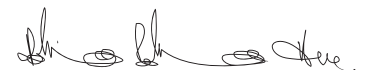


Director



Company Secretary

As per our report of same date.



Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017



ACI Formulations Limited

Statement of Profit or Loss and other Comprehensive Income

	For the year ended	For the eighteen- month period ended	For the six- month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
Profit after tax	261,436,927	325,540,469	90,398,064	235,142,405
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Revaluation of property, plant and equipment	-	459,408,825	-	459,408,825
Related tax on other comprehensive income	-	(14,676,207)	-	(14,676,207)
Other comprehensive income, net of tax	-	444,732,618	-	444,732,618
Total comprehensive income	261,436,927	770,273,087	90,398,064	679,875,023

Managing Director

Director

Company Secretary

As per our report of same date.

Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017

ACI Formulations Limited

Statement of Changes in Equity

For the year ended 30 June 2017

<i>In Taka</i>	Share capital	Revaluation reserve	Retained earnings	Total
Balance at 1 July 2016	450,000,000	1,136,392,931	696,967,963	2,283,360,894
Total comprehensive income				
Profit after tax	-	-	261,436,927	261,436,927
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income	-	-	261,436,927	261,436,927
Transactions with owners of the company				
Contributions and distributions				
Interim dividends	-	-	(90,000,000)	(90,000,000)
Total transactions with owners of the company	-	-	(90,000,000)	(90,000,000)
Transactions recognised directly in equity				
Realisation of revaluation surplus	-	-	-	-
Total transactions recognised directly in equity	-	-	-	-
Balance at 30 June 2017	450,000,000	1,136,392,931	868,404,890	2,454,797,821

For the six-month period ended 30 June 2016

<i>In Taka</i>	Share capital	Revaluation reserve	Retained earnings	Total
Balance at 1 January 2016	450,000,000	1,136,392,931	764,069,899	2,350,462,830
Total comprehensive income				
Profit after tax	-	-	90,398,064	90,398,064
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income	-	-	90,398,064	90,398,064
Transactions with owners of the company				
Contributions and distributions				
Final dividends for 2015	-	-	(157,500,000)	(157,500,000)
Total transactions with owners of the company	-	-	(157,500,000)	(157,500,000)
Transactions recognised directly in equity				
Realisation of revaluation surplus	-	-	-	-
Total transactions recognised directly in equity	-	-	-	-
Balance at 30 June 2016	450,000,000	1,136,392,931	696,967,963	2,283,360,894

For the year ended 31 December 2015

<i>In Taka</i>	Share capital	Revaluation reserve	Retained earnings	Total
Balance at 1 January 2015	450,000,000	692,960,311	662,627,496	1,805,587,807
Total comprehensive income				
Profit after tax	-	-	235,142,405	235,142,405
Other comprehensive income net of tax	-	444,732,618	-	444,732,618
Total comprehensive income	-	444,732,618	235,142,405	679,875,023
Transactions with owners of the company				
Contributions and distributions				
Final dividends for 2014	-	-	(135,000,000)	(135,000,000)
Total transactions with owners of the company	-	-	(135,000,000)	(135,000,000)
Transactions recognised directly in equity				
Realisation of revaluation surplus	-	(1,299,998)	1,299,998	-
Total transactions recognised directly in equity	-	(1,299,998)	1,299,998	-
Balance at 31 December 2015	450,000,000	1,136,392,931	764,069,899	2,350,462,830



ACI Formulations Limited

Statement of Cash Flows

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen- month period ended 30 June 2016	For the six- month period ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities				
Cash received from customers	3,490,700,565	4,208,799,155	1,678,127,325	2,530,671,830
Cash received from other income	4,380,330	8,234,409	2,757,828	5,476,581
	3,495,080,895	4,217,033,564	1,680,885,153	2,536,148,411
Cash received/(paid) from/for:				
Purchase of inventory	(2,839,139,692)	(3,502,554,378)	(1,245,771,802)	(2,256,782,576)
Other receivables	2,989,401	11,576,675	(347,397)	11,924,072
Operating expenses	(685,378,982)	(624,730,597)	(290,994,981)	(333,735,616)
Other payables	(26,099,599)	34,705,468	26,870,288	7,835,180
Payment for WPPF	(6,665,352)	(33,097,532)	(16,860,945)	(16,236,587)
Advances, deposits and prepayments	(7,690,076)	(42,550,688)	(11,382,387)	(31,168,301)
	(3,561,984,300)	(4,156,651,052)	(1,538,487,224)	(2,618,163,828)
Cash (used in)/generated from operating activities	(66,903,405)	60,382,512	142,397,929	(82,015,417)
Interest paid	(92,619,989)	(78,522,559)	(25,759,170)	(52,763,389)
Income tax paid	(134,944,391)	(166,621,116)	(69,194,893)	(97,426,223)
	(227,564,380)	(245,143,675)	(94,954,063)	(150,189,612)
Net cash (used in)/generated from operating activities	(294,467,785)	(184,761,163)	47,443,866	(232,205,029)
Cash flows from investing activities				
Acquisition of property, plant and equipment	(110,117,465)	(111,700,770)	(20,505,250)	(91,195,520)
Sale proceed from property, plant and equipment	-	1,696,010	169,130	1,526,880
Investment	(29,913)	(617,269)	(42,896)	(574,373)
Net cash (used in)/generated from investing activities	(110,147,378)	(110,622,029)	(20,379,016)	(90,243,013)
Cash flows from financing activities				
Inter-company debts received/(paid)	(363,119,851)	310,463,448	(90,055,318)	400,518,766
Proceeds from loans and borrowings	931,638,216	231,651,074	156,409,530	75,241,544
Dividends paid	(155,122,480)	(224,452,531)	(90,585,535)	(133,866,996)
Net cash (used in)/generated from financing activities	413,395,885	317,661,991	(24,231,323)	341,893,314
Net increase/(decrease) in cash and cash equivalents	8,780,722	22,278,799	2,833,527	19,445,272
Opening cash and cash equivalent	43,730,055	21,451,256	40,896,528	21,451,256
Closing cash and cash equivalents at reporting date	52,510,777	43,730,055	43,730,055	40,896,528
Closing cash and cash equivalents represent:				
Cash and cash equivalents	138,354,624	112,511,708	112,511,708	92,773,885
Bank overdraft	(85,843,847)	(68,781,653)	(68,781,653)	(51,877,357)
	52,510,777	43,730,055	43,730,055	40,896,528

ACI Formulations Limited

Consolidated Statement of Financial Position


<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	1,795,620,835	1,743,007,087	1,747,967,897
Investments	3,118,953	3,089,040	3,046,144
Intangible assets	5,147,792	12,382,918	12,382,918
Non-current assets	1,803,887,580	1,758,479,045	1,763,396,959
Inventories	1,397,198,792	1,004,511,450	899,366,357
Trade receivables	1,339,390,192	1,190,805,166	1,264,626,778
Other receivables	7,088,014	10,085,589	9,803,584
Inter - company receivable	-	212,659	-
Advances, deposits and prepayments	404,723,417	394,558,075	311,064,400
Cash and cash equivalents	150,743,214	114,893,750	95,685,266
Current assets	3,299,143,629	2,715,066,689	2,580,546,385
Total assets	5,103,031,209	4,473,545,734	4,343,943,344
Equity			
Share capital	450,000,000	450,000,000	450,000,000
Revaluation reserve	1,136,392,931	1,136,392,931	1,136,392,931
Retained earnings	859,292,594	686,155,155	754,444,449
Equity attributable to the owners of the Company	2,445,685,525	2,272,548,086	2,340,837,380
Non controlling interest	(210,452)	(231,655)	(207,423)
Total equity	2,445,475,073	2,272,316,431	2,340,629,957
Liabilities			
Employee benefits	30,560,130	29,271,614	15,864,476
Deferred tax liabilities	51,201,931	47,075,010	60,991,894
Non-current liabilities	81,762,061	76,346,624	76,856,370
Bank overdrafts	85,843,847	68,781,653	51,877,357
Loans and borrowings	1,881,364,554	948,550,813	787,827,659
Trade payables	66,025,151	34,480,801	64,905,022
Other payables	257,187,927	399,342,642	310,302,679
Inter-company payables	56,695,146	403,437,863	491,138,072
Provision for tax	228,677,450	270,288,907	220,406,228
Current liabilities	2,575,794,075	2,124,882,679	1,926,457,017
Total liabilities	2,657,556,136	2,201,229,303	2,003,313,387
Total equity and liabilities	5,103,031,209	4,473,545,734	4,343,943,344



Managing Director

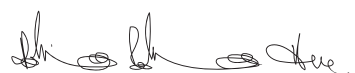


Director



Company Secretary

As per our report of same date.



Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017



ACI Formulations Limited

Consolidated Statement of Profit or Loss

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen- month period ended 30 June 2016	For the six- month period ended 30 June 2016	For the year ended 31 December 2015
Revenue	3,663,013,573	4,639,985,562	1,628,411,658	3,011,573,904
Cost of sales	(2,552,157,279)	(3,362,685,096)	(1,151,382,264)	(2,211,302,832)
Gross profit	1,110,856,294	1,277,300,466	477,029,394	800,271,072
Other income	4,380,330	8,318,428	2,765,826	5,552,602
Administrative, selling and distribution expenses	(619,196,713)	(748,688,489)	(319,071,567)	(429,616,922)
Operating profit	496,039,911	536,930,405	160,723,653	376,206,752
Finance costs, net	(118,619,710)	(83,228,503)	(28,906,031)	(54,322,472)
Profit before contribution to WPPF	377,420,201	453,701,902	131,817,622	321,884,280
Contribution to WPPF	(18,775,022)	(23,144,782)	(6,665,352)	(16,479,430)
Profit before tax	358,645,179	430,557,120	125,152,270	305,404,850
Income tax expense				
Current tax	(91,350,505)	(129,035,059)	(49,882,679)	(79,152,380)
Deferred tax income/(expense)	(4,126,921)	15,148,819	13,916,883	1,231,936
	(95,477,426)	(113,886,240)	(35,965,796)	(77,920,444)
Profit after tax	263,167,753	316,670,880	89,186,474	227,484,406
Profit attributable to:				
Owners of the Company	263,137,439	316,848,272	89,210,706	227,637,566
Non-controlling interest	30,314	(177,392)	(24,232)	(153,160)
	263,167,753	316,670,880	89,186,474	227,484,406
Earnings per share				
Basic earnings per share	5.85	7.04	1.98	5.06

Managing Director

Director

Company Secretary

As per our report of same date.

Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017

ACI Formulations Limited

Consolidated Statement of Profit or Loss and other Comprehensive Income

	For the year ended	For the eighteen- month period ended	For the six- month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
Profit after tax	263,167,753	316,670,880	89,186,474	227,484,406
Other comprehensive income:				
Items that will not be reclassified to profit or loss				
Revaluation of property, plant and equipment	-	459,408,825	-	459,408,825
Related tax on other comprehensive income	-	(14,676,207)	-	(14,676,207)
Other comprehensive income, net of tax		444,732,618	-	444,732,618
Total comprehensive income	263,167,753	761,403,498	89,186,474	672,217,024
Total comprehensive income attributable to:				
Owners of the Company	263,137,439	761,580,890	89,210,706	672,370,184
Non-controlling interest	30,314	(177,392)	(24,232)	(153,160)
	263,167,753	761,403,498	89,186,474	672,217,024



Managing Director

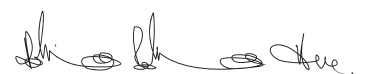


Director



Company Secretary

As per our report of same date.



Rahman Rahman Huq
Chartered Accountants

Dhaka, 23 October 2017



ACI Formulations Limited

Consolidated Statement of Changes in Equity

For the year ended 30 June 2017

In Taka	Attributable to owner of the Company				Non-controlling interests	Total equity
	Share capital	Revaluation reserve	Retained earnings	Total		
Balance as at 1 July 2016	450,000,000	1,136,392,931	686,155,155	2,272,548,086	(231,655)	2,272,316,431
Total comprehensive income						
Profit after tax	-	-	263,137,439	263,137,439	30,314	263,167,753
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	263,137,439	263,137,439	30,314	263,167,753
Transactions with owners of the company						
Contributions and distributions						
Realisation of revaluation surplus	-	-	-	-	-	-
Changes in ownership interests						
Adjustment for striking off of subsidiary	-	-	-	-	(9,111)	(9,111)
Total transactions with owners of the company	-	-	-	-	(9,111)	(9,111)
Transactions recognised directly in equity						
Interim dividends	-	-	(90,000,000)	(90,000,000)	-	(90,000,000)
Total transactions recognised directly in equity	-	-	(90,000,000)	(90,000,000)	-	(90,000,000)
Balance as at 30 June 2017	450,000,000	1,136,392,931	859,292,594	2,445,685,525	(210,452)	2,445,475,073

For the six-month period ended 30 June 2016

In Taka	Attributable to owner of the Company				Non-controlling interests	Total equity
	Share capital	Revaluation reserve	Retained earnings	Total		
Balance as at 1 January 2016	450,000,000	1,136,392,931	754,444,449	2,340,837,380	(207,423)	2,340,629,957
Total comprehensive income						
Profit after tax	-	-	89,210,706	89,210,706	(24,232)	89,186,474
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income	-	-	89,210,706	89,210,706	(24,232)	89,186,474
Transactions with owners of the company						
Contributions and distributions						
Realisation of revaluation surplus	-	-	-	-	-	-
Changes in ownership interests						
Acquisition of subsidiary with NCI	-	-	-	-	-	-
Total transactions with owners of the company	-	-	-	-	-	-
Transactions recognised directly in equity						
Final dividends for 2015	-	-	(157,500,000)	(157,500,000)	-	(157,500,000)
Total transactions recognised directly in equity	-	-	(157,500,000)	(157,500,000)	-	(157,500,000)
Balance as at 30 June 2016	450,000,000	1,136,392,931	686,155,155	2,272,548,086	(231,655)	2,272,316,431

For the year ended 31 December 2015

In Taka	Attributable to owner of the Company				Non-controlling interests	Total equity
	Share capital	Revaluation reserve	Retained earnings	Total		
Balance at 1 January 2015	450,000,000	692,960,311	661,475,821	1,804,436,132	(678,199)	1,803,757,933
Total comprehensive income						
Profit after tax	-	-	227,637,566	227,637,566	(153,160)	227,484,406
Other comprehensive income, net of tax	-	444,732,618	-	444,732,618	-	444,732,618
Total comprehensive income	-	444,732,618	227,637,566	672,370,184	(153,160)	672,217,024
Transactions with owners of the company						
Contributions and distributions						
Realisation of revaluation surplus	-	(1,299,998)	1,299,998	-	-	-
Changes in ownership interests						
Adjustment for change in NCI	-	-	(968,936)	(968,936)	968,936	-
Acquisition of subsidiary with NCI	-	-	-	-	(345,000)	(345,000)
Total transactions with owners of the company	-	(1,299,998)	331,062	(968,936)	623,936	(345,000)
Transactions recognised directly in equity						
Final dividends for 2014	-	-	(135,000,000)	(135,000,000)	-	(135,000,000)
Total transactions with owners of the company	-	-	(135,000,000)	(135,000,000)	-	(135,000,000)
Balance at 31 December 2015	450,000,000	1,136,392,931	754,444,449	2,340,837,380	(207,423)	2,340,629,957

ACI Formulations Limited

Consolidated Statement of Cash Flows

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities				
Cash received from customers	3,514,428,548	4,214,716,720	1,679,655,949	2,535,060,771
Cash received from other income	4,380,330	8,234,409	2,757,828	5,476,581
	3,518,808,878	4,222,951,129	1,682,413,777	2,540,537,352
Cash received/(paid) from/for:				
Purchase of inventory	(2,852,355,646)	(3,510,573,096)	(1,250,328,244)	(2,260,244,852)
Other receivables	2,989,401	11,576,675	(347,397)	11,924,072
Operating expenses	(685,312,792)	(624,902,222)	(289,828,423)	(335,073,799)
Other payables	(26,099,599)	34,705,469	26,870,289	7,835,180
Payment for WPPF	(6,665,352)	(33,097,532)	(16,860,945)	(16,236,587)
Advances, deposits and prepayments	(8,220,828)	(44,629,968)	(14,349,589)	(30,280,379)
	(3,575,664,816)	(4,166,920,674)	(1,544,844,309)	(2,622,076,365)
Cash (used in)/generated from operating activities	(56,855,938)	56,030,455	137,569,468	(81,539,013)
Interest paid	(93,087,733)	(78,608,922)	(25,773,670)	(52,835,252)
Income tax paid	(135,464,269)	(166,621,116)	(69,194,893)	(97,426,223)
	(228,552,002)	(245,230,038)	(94,968,563)	(150,261,475)
Net cash (used in)/generated from operating activities	(285,407,940)	(189,199,583)	42,600,905	(231,800,488)
Cash flows from investing activities				
Acquisition of property, plant and equipment	(110,346,288)	(111,790,770)	(20,505,250)	(91,285,520)
Sale proceed from property, plant and equipment	-	1,696,010	169,130	1,526,880
Investment	(29,913)	(617,269)	(42,896)	(574,373)
Net cash (used in)/generated from investing activities	(110,376,201)	(110,712,029)	(20,379,016)	(90,333,013)
Cash flows from financing activities				
Inter-company debts received/(paid)	(363,119,851)	310,463,447	(90,055,319)	400,518,766
Proceeds from loans and borrowings	932,813,742	235,964,698	160,723,154	75,241,544
Dividends paid	(155,122,480)	(224,452,532)	(90,585,536)	(133,866,996)
Net cash (used in)/generated from financing activities	414,571,411	321,975,613	(19,917,701)	341,893,314
Net increase/(decrease) in cash and cash equivalents	18,787,270	22,064,001	2,304,188	19,759,813
Opening cash and cash equivalents	46,112,097	24,048,096	43,807,909	24,048,096
Closing cash and cash equivalents as at reporting date	64,899,367	46,112,097	46,112,097	43,807,909
Closing balance represents				
Cash and cash equivalents	150,743,214	114,893,750	114,893,750	95,685,266
Bank overdraft	(85,843,847)	(68,781,653)	(68,781,653)	(51,877,357)
	64,899,367	46,112,097	46,112,097	43,807,909



ACI Logistics Limited Directors' Report

ACI Logistics Limited, a private company limited by shares, was incorporated with the Registrar of Joint Stock Companies, Dhaka, in 2008 as a subsidiary of Advanced Chemical Industries Limited (ACI) having 76% shareholding in the Company. ACI Logistics entered into the market with the brand name "Shwapno" in 2009.

With 63 outlets across the country, Shwapno currently serves over 35,000 customers daily. ACI Logistics has been continuing with aggressive expansion; opened 12 new outlets from July 2016 to June 2017. In doing so, Shwapno has extended its reach both within existing customer segments as well as brought modern retail to new consumer groups. Resultantly, the Company has experienced a remarkable growth, leading to 57% over the year 2015 increase in sales and 32% increase in footfall.

Shwapno's expansion has taken the retail chain beyond the primary metropolitan centers of Dhaka, Chittagong and Sylhet. New outlets opened in Comilla and Tangail, have been receiving enthusiastic response from customers; providing very promising indication of further expansion potential across the country. Considering newly opened outlets and expansion of previous ones, ACI Logistics operates 324,764 square feet of retail space as of June 2017. ACI Logistics' expansion has led to several landmarks and breaking of records: retail sales for June 2017 stood at BDT 924,297,262 with one day footfall of over 95,000.

Beyond ACI Logistics' growth, the Company has invested significantly in improving customer experience. In November 2016, Shwapno was recognized as the Best Retail Brand in Bangladesh, as awarded jointly by Kantar Millward Brown & Bangladesh Brand Forum. ACI Logistics is also focusing on improving sustainability, by enrolling with Global G.A.P.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	8,916,837,667
Gross Profit/(Loss)	1,181,416,478
Operating Profit/(Loss)	(580,805,506)
Profit/(Loss) before tax	(1,297,183,300)
Profit/(Loss) after tax	(1,350,901,003)

On behalf of the Board

Dr. Arif Dowla

Managing Director

Juned Ahmed Choudhury

Director

Dhaka, 18 October 2017



Rahman Rahman Huq
Chartered Accountants
9 & 5 Mohakhali C/A
Dhaka 1212
Bangladesh

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Independent Auditor's Report to the Shareholders of **ACI Logistics Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of ACI Logistics Limited ("the Company"), which comprise the statement of financial position as at 30 June 2017, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Bangladesh Financial Reporting Standards, and for such internal controls as management determines is necessary to enable the preparation of 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 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 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, the auditor considers internal control relevant to the entity's preparation of 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.

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 2017, and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS).

Emphasis of matter

We draw attention to Note 4.13 to the financial statements where management explains the Company will continue in operational existence for the foreseeable future in spite of having net current liabilities and overall net liabilities as at the reporting date by virtue of support from its bankers, Advanced Chemical Industries Limited (the parent company) and improved trading conditions. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

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

- 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;
- in our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of those books; and
- the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

Dhaka, 18 October 2017

Rahman Rahman Huq
Chartered Accountants

Rahman Rahman Huq, a partnership firm registered in Bangladesh and a member firm of the KPMG network of independent member firms affiliated with KPMG International cooperative ("KPMG International"), a Swiss entity.

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Internet www.kpmg.com/bd



ACI Logistics Limited

Statement of Financial Position

In Taka	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	799,561,762	585,628,837	481,814,951
Intangible assets	13,528,159	17,221,084	19,067,549
Capital work-in-progress	126,698,186	82,820,237	20,947,995
Investments in FDR	126,676,307	120,302,117	117,789,941
Non-current assets	1,066,464,414	805,972,275	639,620,436
Inventories	1,458,999,869	1,695,176,106	1,541,729,490
Trade and other receivables	97,655,790	81,595,800	77,857,299
Advances, deposits and prepayments	455,654,668	530,488,361	299,628,953
Cash and cash equivalents	251,348,660	88,773,507	88,558,250
Current assets	2,263,658,987	2,396,033,774	2,007,773,992
Total assets	3,330,123,401	3,202,006,049	2,647,394,428
Equity			
Share capital	360,000,000	360,000,000	360,000,000
Accumulated loss	(7,558,869,587)	(6,207,968,584)	(5,565,065,402)
Total equity	(7,198,869,587)	(5,847,968,584)	(5,205,065,402)
Liabilities			
Long term loan	2,035,086,512	1,310,580,184	1,622,367,602
Employee benefits	11,066,067	3,201,322	2,479,990
Non-current liabilities	2,046,152,579	1,313,781,506	1,624,847,592
Bank overdraft	716,046,620	640,928,466	355,834,139
Long term loan(Current Portion)	835,655,340	552,476,919	509,665,256
Obligation under finance leases	-	1,320,817	7,294,778
Short term loan	5,108,881,942	5,107,754,628	3,731,571,741
Trade payables	1,239,002,325	985,516,199	821,180,157
Other payables	124,862,168	85,579,827	78,293,025
Intercompany liabilities	378,137,381	289,608,883	688,437,744
Current tax liability	80,254,632	73,007,388	35,335,397
Current liabilities	8,482,840,408	7,736,193,127	6,227,612,238
Total liabilities	10,528,992,987	9,049,974,633	7,852,459,830
Total equity and liabilities	3,330,123,401	3,202,006,049	2,647,394,428

Managing Director

Director

Company Secretary

As per our report of same date.

Rahman Rahman Huq
Chartered Accountants

Dhaka, 18 October 2017

ACI Logistics Limited

Statement of profit or loss and other comprehensive income

	For the year ended	For the eighteen month period ended	For the six month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
Revenue	8,916,837,667	9,013,605,793	3,336,371,699	5,677,234,094
Cost of sales	(7,735,421,189)	(7,854,791,710)	(2,960,639,458)	(4,894,152,252)
Gross profit	1,181,416,478	1,158,814,083	375,732,241	783,081,842
Other income	36,112,778	34,701,996	13,710,068	20,991,928
Administrative expenses	(666,257,712)	(681,010,598)	(226,379,585)	(454,631,013)
Marketing, selling and distribution expenses	(1,132,077,050)	(1,172,365,966)	(432,031,489)	(740,334,477)
Operating loss	(580,805,506)	(659,860,485)	(268,968,765)	(390,891,719)
Finance income	7,307,589	13,772,142	3,856,829	9,915,313
Finance costs	(723,685,383)	(1,034,055,758)	(340,119,255)	(693,936,503)
Finance costs, net	(716,377,794)	(1,020,283,616)	(336,262,426)	(684,021,190)
Loss before tax	(1,297,183,300)	(1,680,144,100)	(605,231,191)	(1,074,912,909)
Income tax expense	(53,717,703)	(54,955,411)	(37,671,991)	(17,283,420)
Loss after tax	(1,350,901,003)	(1,735,099,511)	(642,903,182)	(1,092,196,329)
Other comprehensive income	-	-	-	-
Total comprehensive loss	(1,350,901,003)	(1,735,099,511)	(642,903,182)	(1,092,196,329)



Managing Director



Director



Company Secretary

As per our report of same date.



Rahman Rahman Huq
Chartered Accountants

Dhaka, 18 October 2017



ACI Logistics Limited

Statement of Changes in Equity

	For the year ended 30 June 2017		
<i>In Taka</i>	Share capital	Accumulated loss	Total equity
Balance at 1 July 2016	360,000,000	(6,207,968,584)	(5,847,968,584)
Loss after tax	-	(1,350,901,003)	(1,350,901,003)
Other comprehensive income	-	-	-
Total comprehensive loss	-	(1,350,901,003)	(1,350,901,003)
Balance at 30 June 2017	360,000,000	(7,558,869,587)	(7,198,869,587)

	For the six month period ended 30 June 2016		
<i>In Taka</i>	Share capital	Accumulated loss	Total equity
Balance at 1 January 2016	360,000,000	(5,565,065,402)	(5,205,065,402)
Loss after tax	-	(642,903,182)	(642,903,182)
Other comprehensive income	-	-	-
Total comprehensive loss	-	(642,903,182)	(642,903,182)
Balance at 30 June 2016	360,000,000	(6,207,968,584)	(5,847,968,584)

	For the year ended 31 December 2015		
<i>In Taka</i>	Share capital	Accumulated loss	Total equity
Balance at 1 January 2015	360,000,000	(4,472,869,073)	(4,112,869,073)
Loss after tax	-	(1,092,196,329)	(1,092,196,329)
Other comprehensive income	-	-	-
Total comprehensive loss	-	(1,092,196,329)	(1,092,196,329)
Balance at 31 December 2015	360,000,000	(5,565,065,402)	(5,205,065,402)

ACI Logistics Limited

Statement of Cash Flows

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities				
Cash receipts from customers	8,912,982,857	8,989,243,542	3,327,368,964	5,661,874,578
Cash receipts from other income	36,207,598	30,650,990	11,954,214	18,696,776
Cash paid for:				
- Purchase of inventory	(7,258,058,821)	(7,902,151,936)	(2,949,750,032)	(4,952,401,904)
- Operating expenses	(1,557,993,500)	(1,601,787,274)	(571,153,016)	(1,030,634,257)
- Advances, deposits and prepayments	74,833,693	(260,662,663)	(230,859,408)	(29,803,255)
Cash used in operating activities	207,971,827	(744,707,341)	(412,439,279)	(332,268,062)
Finance cost paid	(723,685,383)	(974,669,329)	(340,119,255)	(634,550,074)
Income tax paid	(46,470,458)	(35,517,894)	-	(35,517,894)
Net cash used in operating activities	(562,184,014)	(1,754,894,564)	(752,558,534)	(1,002,336,030)
Cash flows from investing activities				
Acquisition of property, plant and equipment	(411,298,926)	(379,857,984)	(236,790,830)	(143,067,154)
Payment for capital work in progress	(43,877,949)	-	-	-
Investments in fixed deposits	933,399	1,615,294	1,344,653	270,641
Net cash used in investing activities	(454,243,476)	(378,242,690)	(235,446,177)	(142,796,513)
Cash flows from financing activities				
Intercompany payables	96,393,243	(2,449,920,626)	(398,107,529)	(2,051,813,097)
Issue of ordinary shares	-	-	-	-
Payment for finance lease	(1,320,817)	(18,664,244)	(5,973,961)	(12,690,283)
Net inflow for short term loans received/(paid)	284,305,735	1,266,459,857	(268,975,756)	1,535,435,612
Long term bank loan received/(paid)	724,506,328	4,117,732,263	1,376,182,887	2,741,549,376
Net cash from financing activities	1,103,884,489	2,915,607,249	703,125,641	2,212,481,608
Net increase/(decrease) in cash and cash equivalents	87,456,999	782,469,995	(284,879,070)	1,067,349,065
Opening cash and cash equivalents	(552,154,959)	(1,334,624,955)	(267,275,889)	(1,334,624,955)
Closing cash and cash equivalents	(464,697,960)	(552,154,959)	(552,154,959)	(267,275,889)
Closing cash and cash equivalents represent				
Cash and cash equivalents	251,348,660	88,773,507	88,773,507	88,558,250
Bank overdraft	(716,046,620)	(640,928,466)	(640,928,466)	(355,834,139)
	(464,697,960)	(552,154,959)	(552,154,959)	(267,275,889)



ACI Pure Flour Limited Directors' Report

ACI Pure Flour Limited (APFL), a private company limited by shares, is a subsidiary of Advanced Chemical Industries (ACI) Limited having 95% holding in the Company. APFL was incorporated in 2006 with the Registrar of Joint Stock Companies of Bangladesh and commenced its operations in 2008. Since inception, this company has become one of the largest flour producing companies in Bangladesh and is operating as one of the lucrative businesses in ACI fraternity.

APFL's first factory was built utilizing approximately 7 acres of land in Dewli, Chourapara, Narayanganj, based on state-of-the-art European technology. After continuously noticing an upward trend in demand, APFL was able to exceed full production capacity of the Narayanganj factory and thus took lease of a new factory in Chittagong with an infrastructure based on the most modern technology in early 2016. This company is diligent in coming up with innovative product lines to satisfy and delight the customers. It has been able to establish itself as a trendsetter in the flour industry due to its innovation in the Atta/Maida/Suji category. Apart from the regular all-purpose flour, it provides Brown Atta, Multigrain Atta, Parata Maida and Suji Mix in its product portfolio. Further to its operation a modern state of the art Daal mill is going to be started with capacity of 4 mt per hour by early 2018.

APFL has been successfully maintaining a steady growth since its inception and continues to uphold this trend significantly. A number of factors have contributed to this growth over the years. The high production capacity of the factories, expertise in procurement, strong distribution channel, dedicated sales team, innovation in product lines, creative and awe-inspiring market activities have contributed to the strong position ACI Flour holds in the flour industry.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	Taka
Revenue	3,702,521,917
Gross Profit/(Loss)	453,996,148
Operating Profit/(Loss)	205,943,355
Profit/(Loss) before tax	212,786,915
Profit/(Loss) after tax	134,466,914

On behalf of the Board

Dr. Arif Dowla
Managing Director

Syed Alamgir
Director

Dhaka, 20 September 2017

এম.জে. আবেদীন এন্ড কোং
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Dhaka-1205, Bangladesh

Independent Auditors' Report to the Shareholders of ACI Pure Flour Limited

We have audited the accompanying financial statements of ACI Pure Flour Limited which comprises the statement of financial position as at 30 June 2017 and statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and explanatory notes thereto.

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 (BFRSs), the Companies Act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of these financial statements that are free from material misstatement, whether due to fraud and 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 (BSAs). 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' 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, the auditor considers 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 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.

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 (BFRSs), give a true and fair view of the state of the financial position of the Company as at 30 June 2017 and of the financial performance and its cash flows for the year then ended and comply with the Companies Act 1994 and other applicable laws and regulations.

We also report that:

- 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;
- in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books and
- Company's statement of financial position and statement of profit or loss and other comprehensive income together with the annexed notes 1 to 24 dealt with by the report are in agreement with the books of account.

Dhaka, 20 September 2017



M. J. Abedin & CO
Chartered Accountants

An independent member firm of
MOORE STEPHENS
INTERNATIONAL LIMITED



ACI Pure Flour Limited

Statement of Financial Position

as at 30 June 2017

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	473,720,042	498,276,521	508,002,248
Capital work-in-progress- Lentil Unit	14,739,502	-	-
Non-current assets	488,459,544	498,276,521	508,002,248
Inventories	139,313,413	83,803,774	61,137,783
Trade receivables	172,282,290	149,186,898	123,351,123
Other receivables	4,173,281	1,722,262	311,237
Inter-company receivables	354,118,780	260,045,890	103,891,146
Advances, deposits and prepayments	215,214,625	279,002,362	266,450,462
Cash and bank balances	36,195,706	37,222,227	31,756,751
Current assets	921,298,094	810,983,413	586,898,502
Total assets	1,409,757,638	1,309,259,934	1,094,900,750
Equity			
Share capital	40,000,000	40,000,000	40,000,000
Revaluation Reserve	218,270,676	218,270,676	218,270,676
Retained earnings	589,949,910	455,482,996	376,215,608
Total equity	848,220,586	713,753,672	634,486,284
Liabilities			
Employment benefits	9,273,243	1,430,925	837,833
Deferred tax liabilities	57,014,796	64,988,857	68,774,695
Non-current liabilities	66,288,039	66,419,782	69,612,528
Bank overdraft	71,177,891	61,952,447	39,636,352
Trade payables	86,100,124	56,242,671	48,831,044
Other payables	118,168,202	104,193,349	66,874,743
Inter-company payables	6,165	46,645,203	25,464,193
Current tax liability	219,796,631	260,052,810	209,995,606
Current liabilities	495,249,013	529,086,480	390,801,938
Total liabilities	561,537,052	595,506,262	460,414,466
Total equity and liabilities	1,409,757,638	1,309,259,934	1,094,900,750

Managing Director

Director

Company Secretary

As per our separate report of even date annexed.

M. J. Abedin & CO
Chartered Accountants

Dhaka, 20 September 2017

ACI Pure Flour Limited

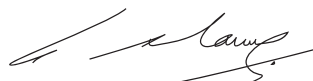
Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2017

<i>In Taka</i>	For 01 July 2016 to 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Revenue	3,702,521,917	4,028,832,664	1,299,602,600	2,729,230,064
Cost of sales	(3,248,525,770)	(3,404,594,332)	(1,089,918,726)	(2,314,675,606)
Gross profit	453,996,148	624,238,332	209,683,874	414,554,458
Administrative, selling and distribution expenses	(245,201,897)	(269,499,194)	(84,481,876)	(185,017,318)
Other income/(loss)	(2,850,895)	7,137,065	3,250,445	3,886,620
Operating profit	205,943,355	361,876,203	128,452,443	233,423,760
Finance income/(expenses)	18,042,871	5,362,273	3,693,614	1,668,659
Profit before contribution to WPPF	223,986,226	367,238,476	132,146,057	235,092,419
Contribution to WPPF	(11,199,311)	(18,361,924)	(6,607,303)	(11,754,621)
Profit before tax	212,786,915	348,876,552	125,538,754	223,337,798
Income tax expenses:				
Current tax	(86,294,062)	(135,854,220)	(50,057,204)	(85,797,016)
Deferred tax income	7,974,061	6,852,899	3,785,838	3,067,061
	(78,320,001)	(129,001,321)	(46,271,366)	(82,729,955)
Profit after tax	134,466,914	219,875,231	79,267,388	140,607,843
Other comprehensive income:				
Revaluation surplus	-	227,733,770	-	227,733,770
Deferred tax on revaluation surplus	-	(9,463,094)	-	(9,463,094)
Total other comprehensive income, net of tax	-	218,270,676	-	218,270,676
Total comprehensive income	134,466,914	438,145,907	79,267,388	358,878,519



Managing Director



Director



Company Secretary

As per our separate report of even date annexed.



M. J. Abedin & CO
Chartered Accountants

Dhaka, 20 September 2017



ACI Pure Flour Limited

Statement of Changes in Equity

For the year ended 30 June 2017

	Share capital Taka	Retained Earnings Taka	Revaluation Surplus Taka	Total Taka
Balance as at 01 July 2016	40,000,000	455,482,996	218,270,676	713,753,672
Net profit after tax for the year	-	134,466,914	-	134,466,914
Total other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	134,466,914	-	134,466,914
Balance at 30 June 2017	<u>40,000,000</u>	<u>589,949,910</u>	<u>218,270,676</u>	<u>848,220,586</u>
Balance as at 01 January 2016	40,000,000	376,215,608	218,270,676	634,486,284
Profit after tax for the year	-	79,267,388	-	79,267,388
Total other comprehensive income	-	-	-	-
Balance at 30 June 2016	<u>40,000,000</u>	<u>455,482,996</u>	<u>218,270,676</u>	<u>713,753,672</u>
Balance as at 01 January 2015	40,000,000	235,607,764	-	275,607,764
Profit after tax for the year	-	140,607,844	-	140,607,844
Total other comprehensive income	-	-	218,270,676	218,270,676
Balance at 31 December 2015	<u>40,000,000</u>	<u>376,215,608</u>	<u>218,270,676</u>	<u>634,486,284</u>

Managing Director

Director

Company Secretary

As per our separate report of even date annexed.

M. J. Abedin & CO
Chartered Accountants

Dhaka, 20 September 2017

ACI Pure Flour Limited

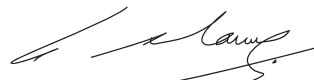
Statement of Cash Flows

For the year ended 30 June 2017

In Taka	For 01 July 2016 to 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
A Cash flows from operating activities				
Cash received from customers	3,679,426,525	3,973,090,787	1,273,766,825	2,699,323,962
Cash received from other income	645,321	7,238,968	3,250,445	3,988,523
	<u>3,680,071,846</u>	<u>3,980,329,755</u>	<u>1,277,017,270</u>	<u>2,703,312,485</u>
Cash received/(paid) from/(for) :				
Purchase of inventories and for production	(3,251,775,534)	(3,380,761,830)	(1,093,976,718)	(2,286,785,113)
Operating expenses	(228,820,508)	(200,169,491)	(40,043,707)	(160,125,784)
Other receivables	(2,451,019)	(1,600,648)	(1,411,025)	(189,623)
Workers profit participation fund	(6,607,303)	(17,419,829)	(11,754,621)	(5,665,208)
Advance, deposits and prepayments	38,088,744	(60,537,882)	4,902,558	(65,440,440)
	<u>(3,451,565,619)</u>	<u>(3,660,489,680)</u>	<u>(1,142,283,512)</u>	<u>(2,518,206,168)</u>
Cash generated from operations	228,506,227	319,840,075	134,733,758	185,106,317
Finance income	18,042,871	5,362,273	3,693,614	1,668,659
Income tax paid	(100,851,248)	(58,860,708)	(17,454,458)	(41,406,250)
	<u>(82,808,377)</u>	<u>(53,498,435)</u>	<u>(13,760,844)</u>	<u>(39,737,591)</u>
Net cash from operating activities	<u>145,697,850</u>	<u>266,341,640</u>	<u>120,972,914</u>	<u>145,368,726</u>
B Cash flows from investing activities				
Acquisition of property, plant and equipment	(1,062,494)	(9,021,077)	(2,849,799)	(6,171,278)
Payment for capital work in progress	(14,739,502)	-	-	-
Sale proceeds from property, plant and equipment	564,109	-	-	-
Net cash used in investing activities	<u>(15,237,887)</u>	<u>(9,021,077)</u>	<u>(2,849,799)</u>	<u>(6,171,278)</u>
C Cash flows from financing activities				
Intercompany debts(paid)/received	(140,711,928)	(234,402,605)	(134,973,734)	(99,428,871)
Net cash flows provided by financing activities	<u>(140,711,928)</u>	<u>(234,402,605)</u>	<u>(134,973,734)</u>	<u>(99,428,871)</u>
D Net cash flow from all activities (A+B+C)	<u>(10,251,965)</u>	<u>22,917,958</u>	<u>(16,850,619)</u>	<u>39,768,577</u>
E Opening cash and bank balances	<u>(24,730,220)</u>	<u>(47,648,178)</u>	<u>(7,879,601)</u>	<u>(47,648,178)</u>
F Closing Cash and bank balances	<u>(34,982,185)</u>	<u>(24,730,220)</u>	<u>(24,730,220)</u>	<u>(7,879,601)</u>
Closing Balance represents :				
Cash in hand and at bank	36,195,706	37,222,227	37,222,227	31,756,751
Bank overdraft	(71,177,891)	(61,952,447)	(61,952,447)	(39,636,352)
	<u>(34,982,185)</u>	<u>(24,730,220)</u>	<u>(24,730,220)</u>	<u>(7,879,601)</u>



Managing Director



Director



Company Secretary

As per our separate report of even date annexed.



M. J. Abedin & CO
Chartered Accountants

Dhaka, 20 September 2017



ACI Foods Limited Directors' Report

ACI Foods Limited was incorporated in 2006 with the Registrar of Joint Stock Companies of Bangladesh as a subsidiary of Advanced Chemical Industries Limited, having 95% holding in the Company. It is engaged in manufacturing, marketing, and distribution of various branded food products including rice, spices and condiments.

The Company has been able to establish a strong presence in the market through innovative product exhibits under its umbrella brands 'PURE' and 'Fun'. ACI Pure High Protein Mixed Dal and ACI Pure Thai Noodles have been launched under PURE brand while significant additions were made to the Fun brand. New flavored variations introduced in the Fun Potato Crackers range and the entire Fun Cake range was re-launched. Existing product lines have been extended. The new and revamped products have garnered a positive reception in the local market. The export market, however, continues to grow significantly by exporting Company's food products to 33 countries.

The Company has successfully launched rice business in 2016 by setting up a state-of-the-art rice mill at Mahadevpur, Naogaon. As a part of expansion of the business, a new unit was also established in early 2017 for producing aromatic rice. Different varieties of rice like Minikate, Premium Minikate, Paizam, BR-28, BR-29, Gutti, Zirashail, Pariza, Premium Nazirshile Rice, Kataribhog, Chinigura Rice and Basmati rice in multiple SKUs have been introduced under the brand name ACI Pure, ACI Aroma and ACI Nutrilife. Low GI rice was also introduced under the ACI Nutrilife brand to cater to the demand of the health-conscious consumers. Right from the launch, ACI Pure Premium Minikate Rice and Aromatic Rice were well received by the consumers and traders due to their impeccable quality.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	3,543,142,302
Gross Profit/(Loss)	456,719,569
Operating Profit/(Loss)	84,534,200
Profit/(Loss) before tax	(107,266,059)
Profit/(Loss) after tax	(117,417,995)

On behalf of the Board

Dr. Arif Dowla
Managing Director

Syed Alamgir
Director

Dhaka, 20 September 2017

এম.জে. আবেদীন এন্ড কোং
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Independent Auditors' Report to the Shareholders of **ACI Foods Limited**

We have audited the accompanying financial statements of ACI Foods Limited which comprises the statement of financial position as at 30 June 2017 and statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and explanatory notes thereto.

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 (BFRSs), the Companies Act 1994 and for such internal control as management determines is necessary to enable the preparation of these financial statements that are free from material misstatement, whether due to fraud and 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 (BSAs). 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 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, the auditor considers 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 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.

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 (BFRSs), give a true and fair view of the state of the financial position of the Company as at 30 June 2017 and of the financial performance and its cash flows for the year then ended and comply with the Companies Act 1994 and other applicable laws and regulations.

Emphasis of matter

Without qualifying our opinion, we draw attention to note- 1.4.10 to the financial statements which describe the uncertainty related to the company's ability to continue as a going concern.

We also report that:

- 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;
- In our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books and
- Company's statement of financial position and statement of profit or loss and comprehensive income together with the annexed notes 1 to 30 dealt with by the report are in agreement with the books of account.

Dhaka, 20 September 2017



M. J. Abedin & CO
Chartered Accountants

An independent member firm of
MOORE STEPHENS
INTERNATIONAL LIMITED



ACI Foods Limited

Statement of Financial Position

as at 30 June 2017

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment:	661,380,545	572,008,500	243,705,724
Capital work-in-progress	22,080,407	3,520,589	289,319,132
Deferred tax asset	61,813,329	50,112,764	44,190,276
Non-current assets	745,274,281	625,641,853	577,215,132
Inventories	528,686,014	231,880,978	104,948,460
Trade receivables	379,332,588	174,478,964	30,545,513
Other receivables	28,407,109	28,376,663	19,619,732
Advances, deposits and prepayments	50,732,551	40,041,484	50,254,351
Inter-company receivables	439,166	3,274,711	3,206,069
Advance income tax	10,173,500	9,985,179	8,044,048
Cash and cash equivalents	104,665,419	70,797,816	93,093,493
Current assets	1,102,436,347	558,835,796	309,711,666
Total assets	1,847,710,628	1,184,477,649	886,926,797
Equity			
Share capital	40,000,000	40,000,000	40,000,000
Revaluation surplus	27,318,125	27,318,125	27,318,125
Retained earnings	(1,427,430,045)	(1,310,012,049)	(1,245,722,722)
Total equity	(1,360,111,920)	(1,242,693,925)	(1,178,404,597)
Liabilities			
Long term bank loan	80,164,565	-	-
Non-current liabilities	80,164,565	-	-
Bank overdraft	106,636,323	171,195,887	69,488,367
Short term bank loan	165,818,793	791,155,703	984,468,815
Long term bank loan -current portion	21,507,245	-	3,733,164
Trade payables	99,956,986	65,838,368	66,684,217
Other payables	63,297,957	68,918,019	52,733,778
Inter-company liabilities	2,637,813,870	1,311,868,961	878,521,817
Current tax liability	32,626,808	18,194,635	9,701,237
Current liabilities	3,127,657,983	2,427,171,573	2,065,331,394
Total liabilities	3,207,822,548	2,427,171,573	2,065,331,394
Total equity and liabilities	1,847,710,628	1,184,477,649	886,926,797

Managing Director

Director

Company Secretary

As per our separate report of even date annexed.

M. J. Abedin & CO
Chartered Accountants

Dhaka, 20 September 2017

ACI Foods Limited


Statement of Profit or Loss and other Comprehensive Income

For the year ended 30 June 2017

In Taka	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Revenue	3,543,142,302	1,853,688,302	946,305,391	907,382,911
Cost of sales	(3,086,422,733)	(1,467,412,193)	(762,358,347)	(705,053,846)
Gross profit	456,719,569	386,276,109	183,947,044	202,329,065
Administration, selling and distribution expenses	(392,148,527)	(408,085,171)	(172,991,822)	(235,093,349)
Other income	19,963,159	25,524,930	13,147,769	12,377,161
Operating profit	84,534,200	3,715,868	24,102,991	(20,387,123)
Finance cost	(191,800,259)	(225,718,148)	(85,821,409)	(139,896,739)
Profit/(loss) before tax	(107,266,059)	(222,002,279)	(61,718,418)	(160,283,862)
Income tax expenses				
Current tax expenses	(21,852,502)	(11,248,175)	(8,493,398)	(2,754,777)
Deferred tax income	11,700,565	13,241,154	5,922,488	7,318,666
	(10,151,937)	1,992,979	(2,570,910)	4,563,889
Net Loss after tax	(117,417,995)	(220,009,300)	(64,289,328)	(155,719,973)
Other Comprehensive Income:				
Revaluation of Property, plant and equipment	-	28,811,796	-	28,811,796
Deferred tax expense on revaluation	-	(1,493,671)	-	(1,493,671)
Net Other Comprehensive Income	-	27,318,124	-	27,318,124
Total profit or loss and other comprehensive income	(117,417,995)	(192,691,176)	(64,289,328)	(128,401,848)



Managing Director



Director



Company Secretary

As per our separate report of even date annexed.



M. J. Abedin & CO
Chartered Accountants

Dhaka, 20 September 2017



ACI Foods Limited

Statement of Changes in Equity

For the year ended 30 June 2017

For the year ended 31 December 2015

<i>In Taka</i>	Share Capital	Revaluation reserve	Retained earnings	Total equity
Balance at 1 January 2015	40,000,000	-	(1,090,002,749)	(1,050,002,749)
Loss after tax	-	-	(155,719,973)	(155,719,973)
Other comprehensive income/(Loss) for the period	-	27,318,125	-	27,318,125
Balance at 31 December 2015	40,000,000	27,318,125	(1,245,722,722)	(1,178,404,597)

For the six month period ended 30 June 2016

<i>In Taka</i>	Share Capital	Revaluation reserve	Retained earnings	Total equity
Balance on 01 January 2016	40,000,000	27,318,125	(1,245,722,722)	(1,178,404,597)
Loss after tax	-	-	(64,289,328)	(64,289,328)
Balance at 30 June 2016	40,000,000	27,318,125	(1,310,012,049)	(1,242,693,925)

For the year ended 30 June 2017

<i>In Taka</i>	Share Capital	Revaluation reserve	Retained earnings	Total equity
Balance on 01 July 2016	40,000,000	27,318,125	(1,310,012,049)	(1,242,693,925)
Loss after tax	-	-	(117,417,995)	(117,417,995)
Balance at 30 June 2017	40,000,000	27,318,125	(1,427,430,045)	(1,360,111,920)

Managing Director

Director

Company Secretary

As per our separate report of even date annexed.

M. J. Abedin & CO
Chartered Accountants

Dhaka, 20 September 2017

ACI Foods Limited

Statement of Cash Flows

For the year ended 30 June 2017

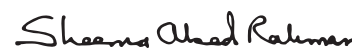
<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities				
Cash received from customers	3,338,288,678	1,698,800,797	802,371,940	896,428,857
Cash receipts from other income	19,963,159	21,433,498	10,280,620	11,152,878
	3,358,251,837	1,720,234,296	812,652,561	907,581,735
Cash received/(paid) from/(for) :				
Purchase of inventory	(3,303,200,264)	(1,604,529,133)	(873,758,138)	(730,770,995)
Other receivables	(30,447)	(8,756,932)	(8,756,932)	-
Operating expenses	(395,613,349)	(374,122,432)	(156,264,761)	(217,857,671)
Advances, deposits and prepayments	(6,523,601)	(11,168,507)	10,212,867	(21,381,374)
	(3,705,367,661)	(1,998,577,003)	(1,028,566,963)	(970,010,040)
Cash generated from operations	(347,115,823)	(278,342,708)	(215,914,403)	(62,428,305)
Financing cost	(191,800,259)	(221,200,728)	(82,954,260)	(138,246,468)
Income tax	(7,608,650)	(7,088,228)	(1,941,132)	(5,147,096)
	(199,408,909)	(228,288,956)	(84,895,392)	(143,393,564)
Net cash from/(used in) operating activities	(546,524,732)	(506,631,663)	(300,809,794)	(205,821,869)
Cash flows from investing activities				
Acquisition of property, plant and equipment	(46,444,718)	(19,312,143)	(12,091,754)	(7,220,389)
Payment for capital work-in-progress	(109,551,272)	(316,076,797)	(47,333,875)	(268,742,923)
Advance payment for capital expenditure	(4,167,466)	-	-	-
Net cash from/(used in) investing activities	(160,163,456)	(335,388,941)	(59,425,629)	(275,963,312)
Cash flows from financing activities				
Inter-company debts (paid)/received	1,328,780,455	559,621,006	433,278,503	126,342,503
Short term loan (paid)/received	(603,829,664)	336,043,379	(193,313,112)	529,356,491
Long term loan (paid)/received	80,164,565	(23,799,686)	(3,733,164)	(20,066,522)
Net cash from/(used in) financing activities	805,115,356	871,864,699	236,232,227	635,632,472
Net cash increase/(decrease) in cash and cash equivalents	98,427,167	29,844,095	(124,003,197)	153,847,291
Opening Cash and cash equivalent	(100,398,071)	(130,242,165)	23,605,126	(130,242,165)
Cash and cash equivalent at reporting date	(1,970,904)	(100,398,071)	(100,398,071)	23,605,126
Closing balance represents				
Cash and cash equivalent	104,665,419	70,797,816	70,797,816	93,093,493
Bank overdraft	(106,636,323)	(171,195,887)	(171,195,887)	(69,488,367)
	(1,970,904)	(100,398,071)	(100,398,071)	23,605,126



Managing Director



Director



Company Secretary

As per our separate report of even date annexed.



M. J. Abedin & CO
Chartered Accountants

Dhaka, 20 September 2017



ACI Salt Limited Directors' Report

ACI Salt Limited was incorporated in 2004 with the Registrar of Joint Stock Companies, Dhaka, under the Companies Act 1994 as a private company limited by shares. Being the parent company, Advanced Chemical Industries Limited holds 77.67% shares of the Company. Over many years the Company has been serving the country by providing premium grade edible salt with impeccable reputation with 100% purity and perfect mixture of iodine.

ACI Salt is a legendary brand that introduced Vacuum Evaporated salt in Bangladesh for the first time. Continuing its legacy in 2016-2017, the brand outdid its past years by exhibiting extraordinary vigor and tenacity to hold a leading position in the market. The Company diligently managed crude salt crisis, through its marketing prowess and sales efforts. Being a certified Occupational Health and Safety Management System i.e. OHSAS 18001:2007 from Bureau Veritas Ltd., ACI Salt's production facilities are state-of-the-art, and unparalleled in the Bangladesh Salt Industry. For the sixth consecutive year, the Company received the prestigious "Best Brand Award" in Salt Category by undergoing a thorough brand health study conducted by Milward Brown and Bangladesh Brand Forum. ACI Salt continues to grow at a double digit rate in the market due to its commitment to quality and pledge to improve the lives of its consumers. Over the years, ACI Salt has become intertwined with the lives of several thousands of households, thus acquiring an enduring place in peoples' hearts.

The operating results of the Company for year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	2,361,804,179
Gross Profit/(Loss)	507,675,371
Operating Profit/(Loss)	290,056,433
Profit/(Loss) before tax	268,752,506
Profit/(Loss) after tax	170,569,829

On behalf of the Board

Syed Alamgir

Managing Director

Dr. Arif Dowla

Director

Dhaka, 20 September 2017

Hoda Vasi Chowdhury & Co

Chartered Accountants

Auditors' Report to the Shareholders of **ACI Salt Limited**

We have audited the accompanying financial statements of ACI Salt Limited (here-in-after referred to as "the Company") which comprise the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows for the year then ended, 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 (BFRSs), 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.

Auditor's 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 (BSAs). 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 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, the auditor considers 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 the 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 present fairly, in all material respects, the financial position of ACI Salt Limited as at 30 June 2017, and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs).

We also report that:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books; and
- c) the company's statement of financial position and statement of profit or loss and other comprehensive income along with the annexed notes 1 to 34 dealt with by the report are in agreement with the books of account.



Hoda Vasi Chowdhury & Co.
Chartered Accountants

Dhaka, 20 September 2017

National Office : BTMC Bhaban (8th Floor), 7-9 Karwan Bazar Commercial Area, Dhaka-1215, Bangladesh
Motijheel Office : Ispahani Building (3rd Floor), 14-15 Motijheel Commercial Area, Dhaka 1000, Bangladesh
Chittagong Office : Delwar Bhaban (4th Floor), 104 Agrabad Commercial Area, Chittagong-4100, Bangladesh



ACI Salt Limited

Statement of Financial Position

	30 June 2017 Taka	30 June 2016 Taka	31 December 2015 Taka
Assets			
Non-current assets			
Property, plant and equipment- net off	904,316,070	953,020,201	974,361,914
Long term investment	12,034,358	11,568,694	11,205,925
	<u>916,350,428</u>	<u>964,588,895</u>	<u>985,567,839</u>
Current assets			
Inventories	391,878,521	200,264,140	67,009,178
Trade receivables	39,818,965	19,374,642	30,061,547
Advances, deposits and prepayments	14,149,474	13,857,504	22,422,586
Advance income tax	124,718,166	7,303,981	6,787,820
Cash and cash equivalents	56,576,139	42,588,178	46,822,262
	<u>627,141,265</u>	<u>283,388,444</u>	<u>173,103,393</u>
Total assets	<u>1,543,491,693</u>	<u>1,247,977,339</u>	<u>1,158,671,232</u>
Equity and Liabilities			
Shareholders' equity			
Share capital	300,000,000	300,000,000	300,000,000
Revaluation surplus	142,447,883	142,447,883	142,447,883
Retained earnings	386,181,042	215,611,213	149,521,022
	<u>828,628,925</u>	<u>658,059,096</u>	<u>591,968,905</u>
Non-current liabilities			
Long term loan - non current portion	-	-	2,888,829
Employee benefit	8,932,266	5,316,563	1,330,052
Deferred tax liability	158,505,209	151,220,746	144,754,722
	<u>167,437,475</u>	<u>156,537,309</u>	<u>148,973,603</u>
Current liabilities			
Bank overdrafts	41,782,246	39,531,536	39,512,904
Short-term loan	19,899,918	7,635,061	2,003,227
Long term loan - current portion	-	35,999,436	107,212,121
Trade payables	30,056,957	34,179,319	34,975,814
Other payables	118,356,371	95,751,436	54,856,013
Inter-company payables	196,156,479	165,960,351	165,941,150
Current tax liability	141,173,322	54,323,795	13,227,495
Total current liabilities	<u>547,425,293</u>	<u>433,380,934</u>	<u>417,728,725</u>
Total liabilities	<u>714,862,768</u>	<u>589,918,243</u>	<u>566,702,328</u>
Total equity and liabilities	<u>1,543,491,693</u>	<u>1,247,977,339</u>	<u>1,158,671,232</u>

Managing Director

Director

Company Secretary

Auditors' report to the shareholders
See annexed report of date

Hoda Vasi Chowdhury & Co.
Chartered Accountants

Dhaka, 20 September 2017

ACI Salt Limited

Statement of Profit or Loss and other Comprehensive Income

	For the year from 01 July 2016 to 30 June 2017	For the 18 months from January 2015 to June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
	Taka	Taka	Taka	Taka
Revenue	2,361,804,179	2,550,110,804	1,002,520,764	1,547,590,040
Cost of sales	(1,854,128,808)	(1,891,292,993)	(739,096,484)	(1,152,196,509)
Gross profit	507,675,371	658,817,811	263,424,280	395,393,531
Administrative, selling and distribution expenses	(213,425,705)	(327,053,406)	(132,822,491)	(194,230,915)
Other (loss) / income	(4,193,233)	(45,052,076)	-	(45,052,076)
Operating profit	290,056,433	286,712,329	130,601,789	156,110,540
Financing costs	(7,159,058)	(74,327,344)	(10,967,563)	(63,359,781)
Profit before contribution to WPPF	282,897,375	212,384,985	119,634,227	92,750,759
Contribution to WPPF	(14,144,869)	(10,619,249)	(5,981,711)	(4,637,538)
Profit before tax	268,752,506	201,765,736	113,652,515	88,113,221
Income tax expenses				
Current tax	(90,898,214)	(45,739,818)	(41,096,300)	(4,643,518)
Deferred tax (expense) / income	(7,284,463)	(38,456,299)	(6,466,024)	(31,990,275)
	(98,182,677)	(84,196,117)	(47,562,323)	(36,633,793)
Profit after tax	170,569,829	117,569,619	66,090,192	51,479,428
Other comprehensive income				
Revaluation surplus	-	163,151,873	-	163,151,873
Deferred tax on revaluation surplus	-	(20,703,990)	-	(20,703,990)
	-	142,447,883	-	142,447,883
Total comprehensive income	170,569,829	260,017,502	66,090,192	193,927,311



Managing Director

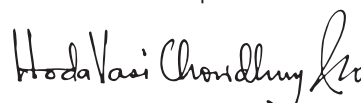


Director



Company Secretary

Auditors' report to the shareholders
See annexed report of date



Hoda Vasi Chowdhury & Co.
Chartered Accountants

Dhaka, 20 September 2017



ACI Salt Limited

Statement of Changes in Equity

Particulars	Share capital Taka	Revaluation reserve Taka	Retained earnings Taka	Total Taka
Balance as at 01 January 2015	300,000,000		98,041,595	398,041,595
Profit after tax	-	-	51,479,428	51,479,428
Other comprehensive income	-	142,447,883	-	142,447,883
Balance as at 31 December 2015	<u>300,000,000</u>	<u>142,447,883</u>	<u>149,521,022</u>	<u>591,968,905</u>
Balance as at 01 January 2016	300,000,000	142,447,883	149,521,022	591,968,905
Profit after tax	-	-	66,090,192	66,090,192
Balance as at 30 June 2016	<u>300,000,000</u>	<u>142,447,883</u>	<u>215,611,213</u>	<u>658,059,096</u>
Balance as at 01 July 2016	300,000,000	142,447,883	215,611,213	658,059,096
Profit after tax	-	-	170,569,829	170,569,829
Balance as at 30 June 2017	<u>300,000,000</u>	<u>142,447,883</u>	<u>386,181,042</u>	<u>828,628,925</u>

Managing Director

Director

Company Secretary

ACI Salt Limited

Statement of Cash Flows

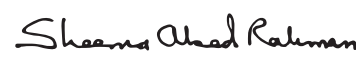
	For the year from 01 July 2016 to 30 June 2017	For the 18 months from January 2015 to June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
	Taka	Taka	Taka	Taka
A Cash flows from operating activities				
Cash received from customers	2,341,359,856	2,558,810,755	1,013,207,669	1,545,603,086
Cash received from other income	2,510,745	249,297	-	249,297
	<u>2,343,870,601</u>	<u>2,559,060,052</u>	<u>1,013,207,669</u>	<u>1,545,852,383</u>
Cash (paid) / received (for) / from:				
Purchase of inventories	(1,999,295,908)	(1,777,461,467)	(848,252,830)	(929,208,637)
Operating expenses	(198,868,367)	(283,044,389)	(89,284,730)	(193,759,659)
Workers' profit participation fund	(5,981,711)	(8,268,544)	(4,637,538)	(3,631,006)
Advances, deposits and prepayments	(291,971)	(522,294)	8,565,082	(9,087,376)
	<u>(2,204,437,958)</u>	<u>(2,069,296,694)</u>	<u>(933,610,016)</u>	<u>(1,135,686,678)</u>
Cash generated from operating activities	139,432,643	489,763,358	79,597,653	410,165,705
Financing cost	(7,159,058)	(74,327,344)	(10,967,563)	(63,359,781)
Income tax paid	(117,414,185)	(4,791,947)	(516,161)	(4,275,786)
	<u>(124,573,243)</u>	<u>(79,119,291)</u>	<u>(11,483,724)</u>	<u>(67,635,567)</u>
Net cash from operating activities	14,859,400	410,644,067	68,113,929	342,530,138
B Cash flows from investing activities				
Purchase of property, plant and equipment	(13,933,738)	(11,704,734)	(3,553,397)	(8,151,337)
Long term investment	(465,664)	(796,418)	(362,769)	(433,649)
Receipt from sale of fixed assets	1,200,000	3,625,000	-	3,625,000
Net cash (used) in investing activities	<u>(13,199,402)</u>	<u>(8,876,152)</u>	<u>(3,916,166)</u>	<u>(4,959,986)</u>
C Cash flows from financing activities				
Received / (paid) of short term loan	12,264,857	5,753,761	5,631,834	121,927
Employee Benefits	3,615,703	-	-	-
Repayment of long term loan	(35,999,436)	(234,684,304)	(74,101,514)	(160,582,790)
Inter-company debt (Paid) / received	30,196,128	(214,435,393)	19,201	(214,454,594)
Net cash (used) in financing activities	<u>10,077,253</u>	<u>(443,365,936)</u>	<u>(68,450,479)</u>	<u>(374,915,457)</u>
D Net cash flows (A+B+C)	11,737,251	(41,598,021)	(4,252,716)	(37,345,305)
E Opening cash and cash equivalents	3,056,642	44,654,663	7,309,358	44,654,663
F Closing cash and cash equivalents	<u>14,793,893</u>	<u>3,056,642</u>	<u>3,056,642</u>	<u>7,309,358</u>
Closing balance represents:				
Cash and cash equivalents	56,576,139	42,588,178	42,588,178	46,822,262
Bank overdrafts	(41,782,246)	(39,531,536)	(39,531,536)	(39,512,904)
	<u>14,793,893</u>	<u>3,056,642</u>	<u>3,056,642</u>	<u>7,309,358</u>



Managing Director



Director



Company Secretary



ACI Motors Limited Directors' Report

ACI Motors Limited is a private Company limited by shares incorporated in 2007 with the Registrar of Joint Stock Companies, Dhaka, as a subsidiary of Advanced Chemical Industries (ACI) Limited. ACI holds 67.50% share in the Company. The business of the Company has been segmented into three major divisions: Farm Mechanization, Infrastructure Development Services (IDS) & Motorcycle. It provides complete Farm Mechanization Solution to farmers by offering a wide range of agriculture machineries like, Tractor, Power Tiller, Reaper, Mini Combine Harvester, Rice Transplanter etc. covering the full cycle from land preparation and cultivation to crop preservation.

The Farm Mechanization wing is providing complete farm mechanization solution with its diversified product lines at each stage of mechanization for a farmer. ACI Motors' Tractor brand 'SONALIKA' has been the market leader in Tractor industry through superior product quality and commitment of reaching any customer anywhere in Bangladesh within 6 hours of service call. ACI Power Tiller has continued to be the most innovative and efficient solution for the farmers through introduction of new model R28-900 mm with 28 blades rotary tiller giving 25% higher efficiency in Cultivation. As the pioneer of harvesting solutions industry, e.g. Reaper & Combine Harvester, ACI Motors is the only trusted source for farmers. Under IDS, Construction Equipment business is doing remarkably well, having leadership in Brand New Backhoe Loader and Roller segments. Initiating this wing with the brand CASE and later on ESCORTS, ACI Motors is going to introduce construction equipment of another world-renowned brand LOVOL. After initiation of YAMAHA Motorcycle business this year, ACI Motors has already expanded a network of 33 nos. 3S Centers throughout the country equipped with most modern service facilities. YAMAHA Motorcycle has become the most preferred brand in the premium segment of Motorcycle industry. ACI Motors has initiated Diesel Generator business with the brands YANMAR (Japan) and YORPOWER (UK). Also, ACI Motors has started Gas Stove business in its own brand name. In continuation of customer centric approach, ACI Motors has initiated a dedicated call center (16509) for existing and potential customer feedback.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	6,458,083,342
Gross Profit/(Loss)	1,556,188,844
Operating Profit/(Loss)	822,651,576
Profit/(Loss) before tax	634,273,841
Profit/(Loss) after tax	393,496,370

On behalf of the Board

Dr. F H Ansarey

Managing Director

Dr. Arif Dowla

Director

Dhaka, 20 September 2017

Auditors' Report to the Shareholders of **ACI Motors Limited**

We have audited the accompanying financial statements of ACI Motors Limited ("the Company") which comprises the statement of financial position as at 30 June 2017, the statement of Profit or Loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2017 and a summary of significant accounting policies and other relevant explanatory notes.

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 (BFRSs) and Bangladesh Accounting Standards (BASs), the Companies act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's 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 (BSAs). Those standards require that we comply with relevant 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 our 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 the 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 give a true and fair view of the financial position of ACI Motors Limited as at 30 June 2017 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs).

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 purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of comprehensive income along with the annexed notes 1 to 26 dealt with by the report are in agreement with the books of account.

Dhaka, 20 September 2017



Ashraful Haque Nabi & Co.
Chartered Accountants



ACI Motors Limited

Statement of Financial Position

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	162,183,763	33,289,496	28,884,010
Capital work in progress	14,842,035	-	-
Deferred tax assets	9,543,196	9,731,245	4,634,684
Non-current assets	186,568,994	43,020,741	33,518,694
Inventories	1,245,521,973	885,582,396	799,435,312
Trade receivables	2,327,592,726	1,701,520,387	1,485,514,981
Other receivables	127,238,597	30,113,940	27,128,037
Inter-company receivables	1,003,530,471	383,083,376	18,526,528
Advances, deposits and prepayments	241,964,270	211,504,675	54,853,487
Advance income tax	293,293,425	181,915,033	142,869,602
Cash and cash equivalents	174,057,377	164,754,154	128,172,936
Current assets	5,413,198,839	3,558,473,961	2,656,500,883
Total assets	5,599,767,833	3,601,494,702	2,690,019,577
Equity			
Share capital	1,000,000	1,000,000	1,000,000
Retained earnings	960,480,529	566,984,159	479,893,243
Total equity	961,480,529	567,984,159	480,893,243
Liabilities			
Long term loans	257,839,915	288,954,587	210,425,413
Employee benefit	11,777,627	9,249,641	6,209,371
Non-current liabilities	269,617,542	298,204,228	216,634,784
Bank overdraft	76,009,976	50,508,973	8,096,941
Loans & borrowings	3,208,382,943	2,146,855,733	1,536,459,187
Trade payables	102,500,984	50,999,100	42,283,474
Other payables	594,764,930	234,157,781	207,632,393
Current tax liability	387,010,928	252,784,728	198,019,555
Current liabilities	4,368,669,762	2,735,306,314	1,992,491,550
Total liabilities	4,638,287,303	3,033,510,543	2,209,126,334
Total equity and liabilities	5,599,767,833	3,601,494,702	2,690,019,577

Managing Director

Director

Company Secretary

As per our report of same date.

Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017

ACI Motors Limited

Statement of Profit or Loss and other Comprehensive Income

<i>In Taka</i>	For the year from 01 July 2016 to 30 June 2017	For the eighteen months period ended January 2015 to June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Revenue	6,458,083,342	4,104,633,922	1,484,770,220	2,619,863,702
Cost of sales	(4,901,894,498)	(3,056,712,982)	(1,095,981,558)	(1,960,731,424)
Gross profit	1,556,188,844	1,047,920,940	388,788,662	659,132,278
Administrative, selling and distribution expenses	(733,537,268)	(523,442,681)	(206,775,008)	(316,667,673)
Operating profit	822,651,576	524,478,259	182,013,654	342,464,605
Financing costs	(154,994,902)	(139,572,151)	(38,056,256)	(101,515,895)
Profit before contribution to WPPF & tax	667,656,675	384,906,108	143,957,398	240,948,710
Contribution to WPPF	(33,382,834)	(7,197,870)	(7,197,870)	-
Profit before tax	634,273,841	377,708,238	136,759,528	240,948,710
Income tax expenses:				
Current tax	(240,589,422)	(143,933,794)	(54,765,173)	(89,168,621)
Deferred tax income /(expense)	(188,049)	3,674,442	5,096,561	(1,422,119)
	(240,777,471)	(140,259,352)	(49,668,612)	(90,590,740)
Profit after tax	393,496,370	237,448,886	87,090,916	150,357,970



Managing Director



Director



Company Secretary

As per our report of same date.



Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017



ACI Motors Limited

Statement of Changes in Equity

<i>In Taka</i>	Share capital	Retained earnings	Total Equity
Balance as at 01 July 2016	1,000,000	566,984,159	567,984,159
Profit after tax	-	393,496,370	393,496,370
Other comprehensive income/(loss) for the period	-	-	-
Total comprehensive income for the period		393,496,370	393,496,370
Balance at 30 June 2017	1,000,000	960,480,529	961,480,529
 Balance as at 01 January 2016	 1,000,000	 479,893,243	 480,893,243
Profit after tax	-	87,090,916	87,090,916
Other comprehensive income/(Loss) for the year	-	-	-
Total comprehensive income for the period	-	87,090,916	87,090,916
Balance as at 30 June 2016	1,000,000	566,984,159	567,984,159
 Balance as at 01 January 2015	 1,000,000	 329,535,273	 330,535,273
Profit after tax	-	150,357,970	150,357,970
Other comprehensive income/(Loss) for the year	-	-	-
Total comprehensive income for the period	-	150,357,970	150,357,970
Balance as at 31 December 2015	1,000,000	479,893,243	480,893,243

ACI Motors Limited

Statement of Cash Flows

<i>In Taka</i>	For the year from 01 July 2016 to 30 June 2017	For the eighteen months period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities				
Cash received from customers	5,832,011,003	3,576,289,416	1,268,764,814	2,307,524,602
Cash received from other receivables	(97,124,657)	(21,594,671)	(2,985,903)	(18,608,768)
	5,734,886,346	3,554,694,745	1,265,778,911	2,288,915,834
Cash received/(paid) from/(for):				
Purchase of inventory	(5,210,332,191)	(3,496,002,512)	(1,173,413,015)	(2,322,589,497)
Operating expenses	(391,042,356)	(349,730,698)	(182,796,719)	(166,933,979)
Advances, deposits and prepayments	(30,459,595)	(179,371,691)	(156,651,188)	(22,720,503)
	(5,631,834,141)	(4,025,104,902)	(1,512,860,922)	(2,512,243,980)
Cash used in operation	103,052,205	(470,410,157)	(247,082,011)	(223,328,146)
Financing costs	(154,994,902)	(139,572,152)	(38,056,256)	(101,515,896)
Income tax Paid	(217,741,614)	(115,858,878)	(39,045,431)	(76,813,447)
	(372,736,516)	(255,431,030)	(77,101,687)	(178,329,343)
Net cash used in operating activities	(269,684,311)	(725,841,187)	(324,183,698)	(401,657,489)
Cash flows from investing activities				
Acquisition of property, plant and equipment	(144,785,944)	(37,046,450)	(9,056,258)	(27,990,192)
Payment for capital work in progress	(14,842,035)	-	-	-
Sales proceed from property, plant and equipemnt	621,082	-	-	-
Net cash from (used in) investing activities	(159,006,897)	(37,046,450)	(9,056,258)	(27,990,192)
Cash flows from financing activities				
Inter-company debts received/(paid)	(620,447,095)	(437,817,323)	(364,556,848)	(73,260,475)
Short term loan received/(paid)	1,061,527,210	1,257,548,952	610,396,546	647,152,406
Long term loan and other liability received/(paid)	(28,586,688)	(32,314,934)	81,569,444	(113,884,378)
Net cash from financing activities	412,493,427	787,416,695	327,409,142	460,007,553
Net increase/(decrease) in cash and cash equivalents	(16,197,781)	24,529,058	(5,830,814)	30,359,872
Opening cash and cash equivalents	114,245,181	89,716,123	120,075,995	89,716,123
Cash and cash equivalents at reporting date	98,047,400	114,245,181	114,245,181	120,075,995
Closing balance represents				
Cash and cash equivalents	174,057,376	164,754,154	164,754,154	128,172,936
Bank overdraft	(76,009,976)	(50,508,973)	(50,508,973)	(8,096,941)
	98,047,400	114,245,181	114,245,181	120,075,995



Creative Communication Limited

Directors' Report

Creative Communication Limited is a private Company limited by shares incorporated in 2007 with the Registrar of Joint Stock Companies, Dhaka, Bangladesh as a subsidiary of Advanced Chemical Industries (ACI) Limited with 60% shareholding. The Company is an integrated communication house staffed by dedicated and pragmatic specialists working as a team. As a forward-thinking marketing and advertising firm, Creative Communication Limited is a solid partner at both strategic and tactical levels and has developed several partnerships with the most state-of-the-art players in numerous fields.

The principal business of the Company is to provide result-oriented advertisement, public relations and complete corporate communication solutions and has long experience in handling outdoors, events and project management along with strong rapport in the electronic and press media.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	77,290,336
Gross Profit/(Loss)	33,157,531
Operating Profit/(Loss)	31,949,990
Profit/(Loss) before tax	35,577,551
Profit/(Loss) after tax	22,880,408

On behalf of the Board

Dr. Arif Dowla

Director

Bilkis Mansoor

Director

Dhaka, 20 September 2017

Auditors' Report to the Shareholders of Creative Communication Limited

We have audited the accompanying financial statements of Creative Communication Limited ("the Company") which comprises the statement of financial position as at 30 June 2017, the statement of Profit or Loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2017 and a summary of significant accounting policies and other relevant explanatory notes.

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 (BFRSs) and Bangladesh Accounting Standards (BASs), the Companies act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's 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 (BSAs). Those standards require that we comply with relevant 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 our 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 the 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 give a true and fair view of the financial position of Creative Communication Limited as at 30 June 2017 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs).

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 purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of comprehensive income along with the annexed notes 1 to 17 dealt with by the report are in agreement with the books of account.

Dhaka, 20 September 2017



Ashraful Haque Nabi & Co.
Chartered Accountants



Creative Communication Limited

Statement of Financial Position

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	834,122	839,225	928,909
Deferred tax assets	178,205	195,568	204,303
Non-current assets	1,012,327	1,034,793	1,133,212
Trade receivables	68,059,814	42,924,321	26,796,525
Other receivables	2,371,519	2,371,519	2,371,519
Advance income tax	19,001,406	16,204,272	12,624,605
Advances, deposits and prepayments	1,564,879	1,764,025	557,933
Inter-company receivables	37,218,560	3,199,871	-
Cash and cash equivalents	63,417	28,280,839	49,784,578
Current assets	128,279,595	94,744,847	92,135,160
Total assets	129,291,922	95,779,640	93,268,372
Equity			
Share capital	1,000,000	1,000,000	1,000,000
Retained earnings	89,301,245	66,420,837	61,763,195
Total equity	90,301,245	67,420,837	62,763,195
Bank overdraft	5,106,575	-	-
Other payables	7,021,090	3,646,391	880,762
Inter-company payables	-	-	7,521,559
Current tax liabilities	26,863,012	24,712,412	22,102,856
Current liabilities	38,990,677	28,358,803	30,505,177
Total equity and liabilities	129,291,922	95,779,640	93,268,372

Director

Director

Company Secretary

As per our report of same date.

Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017

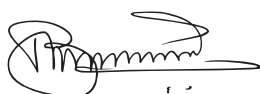
Creative Communication Limited

Statement of Profit or Loss and other Comprehensive Income


<i>In Taka</i>	For the year from 01 July 2016 to 30 June 2017	For the eighteen months from January 2015 to June 2016	For the six months period ended 30 June 2016	For the year ended 31 December 2015
Revenue	77,290,336	65,620,045	22,156,467	43,463,578
Cost of service	(44,132,805)	(38,959,115)	(15,945,996)	(23,013,119)
Gross profit	33,157,531	26,660,930	6,210,471	20,450,459
Administrative, selling and distribution expenses	(1,207,541)	(1,996,968)	(878,598)	(1,118,370)
Financing income	3,627,561	6,114,639	1,944,060	4,170,579
Profit before tax	35,577,551	30,778,601	7,275,933	23,502,668
Income tax expense:				
Current tax	(12,679,780)	(12,507,120)	(2,609,556)	(9,897,564)
Deferred tax income/(expense)	(17,363)	22,895	(8,735)	31,630
	(12,697,143)	(12,484,225)	(2,618,291)	(9,865,934)
Profit after tax	22,880,408	18,294,376	4,657,642	13,636,734
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	22,880,408	18,294,376	4,657,642	13,636,734



Director



Director



Company Secretary

As per our report of same date.



Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017



Creative Communication Limited

Statement of Changes in Equity

<i>In Taka</i>	Share capital	For the period ended 30 June 2017	
		Retained earnings	Total equity
Balance at 1 July 2016	1,000,000	66,420,837	67,420,837
Total comprehensive income			
Profit after tax	-	22,880,408	22,880,408
Total other comprehensive income - net of tax	-	-	-
Total comprehensive income	-	22,880,408	22,880,408
Balance at 30 June 2017	1,000,000	89,301,245	90,301,245

<i>In Taka</i>	Share capital	For the half year ended 30 June 2016	
		Retained earnings	Total equity
Balance at 1 January 2016	1,000,000	61,763,195	62,763,195
Total comprehensive income			
Profit after tax	-	4,657,642	4,657,642
Total other comprehensive income - net of tax	-	-	-
Total comprehensive income	-	4,657,642	4,657,642
Balance at 30 June 2016	1,000,000	66,420,837	67,420,837

Creative Communication Limited

Statement of Cash Flows

<i>In Taka</i>	For the year from 01 July 2016 to 30 June 2017	For the eighteen months from January 2015 to June 2016	For the six months period ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities				
Cash received from customers	52,154,843	58,907,730	6,028,671	52,879,059
	52,154,843	58,907,730	6,028,671	52,879,059
Cash received/(paid) from/(for):				
Operating expenses	(41,758,594)	(40,111,981)	(13,956,281)	(26,155,700)
Advances, deposits and prepayments	199,146	(1,516,185)	(1,206,092)	(310,093)
	(41,559,448)	(41,628,166)	(15,162,373)	(26,465,793)
Cash generated from operations	10,595,395	17,279,565	(9,133,702)	26,413,266
Finance income	3,627,561	6,114,639	1,944,060	4,170,579
Income Tax Paid	(13,326,314)	(11,212,083)	(3,579,667)	(7,632,416)
	(9,698,753)	(5,097,444)	(1,635,607)	(3,461,837)
Net cash from operating activities	896,642	12,182,121	(10,769,309)	22,951,429
Cash flows from investing activities				
Acquisition of property, plant and equipment	(201,950)	(42,640)	(13,000)	(29,640)
Net cash (used) in investing activities	(201,950)	(42,640)	(13,000)	(29,640)
Cash flows from financing activities				
Inter-company debts received/(paid)	(34,018,689)	(15,652,295)	(10,721,430)	(4,930,865)
Net cash (used)/from financing activities	(34,018,689)	(15,652,295)	(10,721,430)	(4,930,865)
Net increase in cash and cash equivalents	(33,323,997)	(3,512,814)	(21,503,739)	17,990,924
Opening cash and cash equivalents	28,280,839	31,793,653	49,784,578	31,793,653
Closing Cash and cash equivalents	(5,043,158)	28,280,839	28,280,839	49,784,578
Closing balance represents				
Cash and cash equivalents	63,417	28,280,839	28,280,839	49,784,578
Bank overdraft	(5,106,575)	-	-	-
	(5,043,158)	28,280,839	28,280,839	49,784,578



Premiaflex Plastics Limited

Directors' Report

Premiaflex Plastics Limited is a private Company limited by shares incorporated in 2007 with the Registrar of Joint Stock Companies, Dhaka, Bangladesh under Companies Act 1994. Being the parent company, Advanced Chemical Industries Limited holds 87.32% shares of the Company. The Company specializes in the manufacturing and marketing of plastic products, flexible packaging and doing other ancillary associated businesses.

Premiaflex Plastics Limited has been able to create a benchmark of quality business through usage of best quality raw materials, continuous development of innovative products, technically expertise production using fully automated roto gravure technology, superior quality product supply, on time delivery assurance and dedicated customer support service. Through the implementation of 5-layer film, Lamination extrusion, 10 color printing, Premiaflex has been able to manufacture high barrier edible oil and dairy based packaging products with spot lamination and matt coating. With State-of-the-art Quality Control Laboratory equipped with 22 different quality testing equipments for the first time in Bangladesh, Premiaflex has been able to ensure best quality tested products to its customers surpassing its competitors by grabbing a noteworthy market share ensuring future prosperity in flexible packaging market. The future looks promising for the business as the Company has already started to introduce new technological extension to its product line like Central Impression Flexographic printing and Lami Tube production in order to grow with our business partners. Premiaflex Plastics Limited has already been recognized with the ISO 9001:2008, HACCP certification and also FSSC 22000 certification assuring quality services in the transformation of the packaging industry.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	2,338,968,798
Gross Profit/(Loss)	499,439,328
Operating Profit/(Loss)	426,020,190
Profit/(Loss) before tax	324,074,284
Profit/(Loss) after tax	210,626,767

On behalf of the Board

Dr. F H Ansarey
Managing Director

Dr. Arif Dowla
Director

Dhaka, 16 September 2017

Auditors' Report to the Shareholders

Premiaflex Plastics Limited

Introduction

We have audited the accompanying financial statements of Premiaflex Plastics Limited which comprises the statement of financial position as at June 30, 2017 and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory 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, 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.

Auditor's 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. 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 amount 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, the auditor considers 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 the 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 June 30, 2017 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:

- 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;
- 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;
- The statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account and returns.

Dhaka, 16 September 2017



Masih Muhith Haque & Co.
Chartered Accountants



Premiaflex Plastics Limited

Statement of Financial Position

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	1,381,425,924	1,131,493,689	775,968,788
Investments	2,793,900	2,343,150	2,276,700
Non-current assets	1,384,219,824	1,133,836,839	778,245,488
Inventories	522,940,356	316,415,224	248,149,946
Trade receivables	655,081,120	415,199,622	413,073,721
Advances, deposits and prepayments	55,841,721	42,090,555	38,818,365
Advance income tax	542,710,337	404,708,264	354,543,721
Cash and cash equivalents	29,854,317	73,188,167	41,327,765
Current assets	1,806,427,851	1,251,601,832	1,095,913,518
Total assets	3,190,647,675	2,385,438,671	1,874,159,006
Equity			
Share capital	300,000,000	300,000,000	300,000,000
Reserves	286,166,357	285,760,682	285,700,877
Retained earnings	636,329,652	425,702,886	350,818,115
Total equity	1,222,496,010	1,011,463,568	936,518,992
Liabilities			
Long term bank loan	190,530,776	319,797,887	77,031,025
Deferred tax liabilities	83,167,272	56,830,986	69,044,271
Employee benefit	1,904,049	1,306,379	-
Non-current liabilities	275,602,097	377,935,252	146,075,296
Bank overdraft	57,171,336	22,381,798	8,574,907
Loans and borrowings	1,023,171,325	625,428,573	432,070,614
Trade payables	55,583,329	15,442,190	19,135,774
Other Payables	54,176,777	27,227,596	31,470,077
Inter-company payables	216,047,636	106,316,836	150,124,501
Current tax liabilities	286,399,165	199,242,859	150,188,845
Current liabilities	1,692,549,568	996,039,852	791,564,718
Total liabilities	1,968,151,665	1,373,975,104	937,640,014
Total equity and liabilities	3,190,647,675	2,385,438,671	1,874,159,006

Managing Director

Director

Company Secretary

As per our report of same date.

Masih Muhith Haque & Co.
Chartered Accountants

Dhaka, 16 September 2017

Premiaflex Plastics Limited

Statement of Profit or Loss and other Comprehensive Income

<i>In Taka</i>	For the year ended 30 June 2017	For the eighteen month period ended 30 June 2016	For the six month period ended 30 June 2016	For the year ended 31 December 2015
Revenue	2,338,968,798	2,601,316,994	912,866,913	1,688,450,081
Cost of sales	(1,839,529,470)	(2,040,486,954)	(688,415,849)	(1,352,071,105)
Gross profit	499,439,328	560,830,040	224,451,064	336,378,976
Administrative, selling and distribution expenses	(79,675,687)	(133,956,898)	(68,703,752)	(65,253,146)
Other income	6,256,549	13,423,293	3,581,446	9,841,847
Operating profit	426,020,190	440,296,435	159,328,759	280,967,677
Financing cost	(84,889,365)	(95,728,056)	(30,602,992)	(65,125,064)
Profit before contribution to WPPF	341,130,825	344,568,379	128,725,767	215,842,613
Contribution to WPPF	(17,056,541)	(17,228,419)	(6,436,288)	(10,792,131)
Profit before tax	324,074,284	327,339,960	122,289,478	205,050,482
Income tax expenses				
Current tax	(87,156,306)	(138,156,823)	(59,624,637)	(78,532,185)
Deferred tax income/(expenses)	(26,291,211)	18,053,214	12,219,930	5,833,283
	(113,447,517)	(120,103,609)	(47,404,707)	(72,698,902)
Profit after tax	210,626,767	207,236,351	74,884,771	132,351,580
Other comprehensive income				
Change in fair value of available-for-sale of financial assets	450,750	(1,074,927)	66,450	(1,141,377)
Income tax on available-for-sale of financial assets	(45,075)	107,493	(6,645)	114,138
	405,675	(967,434)	59,805	(1,027,239)
Revaluation surplus	-	300,027,061	-	300,027,061
Tax on revaluation surplus	-	(13,162,463)	-	(13,162,463)
	-	286,864,598	-	286,864,598
Other comprehensive income, net of tax	405,675	285,897,164	59,805	285,837,359
Total comprehensive income	211,032,442	493,133,515	74,944,576	418,188,939
Basic earnings per share	702.09	690.79	249.62	441.17


Managing Director


Director


Company Secretary

As per our report of same date.


Masih Muhith Haque & Co.
Chartered Accountants

Dhaka, 16 September 2017



Premiaflex Plastics Limited

Statement of Changes in Equity

For the year ended 30 June 2017					
<i>In Taka</i>	Share capital	Available for sale reserve	Revaluation reserve	Retained earnings	Total equity
Balance as at 1 July 2016	300,000,000	(1,103,916)	286,864,598	425,702,886	1,011,463,568
Total comprehensive income					
Profit after tax	-	-	-	210,626,767	210,626,767
Other comprehensive income - net of tax	-	405,675	-	-	405,675
Total comprehensive income	-	405,675	-	210,626,767	211,032,442
Contributions by and distributions to owners of the Company:					
Total contribution by and distribution to owners of the company	-	-	-	-	-
Balance as at 30 June 2017	300,000,000	(698,241)	286,864,598	636,329,652	1,222,496,009

For the six month period ended 30 June 2016					
<i>In Taka</i>	Share capital	Available for sale reserve	Revaluation surplus	Retained earnings	Total equity
Balance as at 1 January 2016	300,000,000	(1,163,721)	286,864,598	350,818,115	936,518,992
Total comprehensive income	-	-	-	-	-
Profit after tax	-	-	-	74,884,771	74,884,771
Other comprehensive income - net of tax	-	59,805	-	-	59,805
Total comprehensive income	-	59,805	-	74,884,771	74,944,576
Contributions by and distributions to owners of the Company:					
Total contribution by and distribution to owners of the company	-	-	-	-	-
Balance as at 30 June 2016	300,000,000	(1,103,916)	286,864,598	425,702,886	1,011,463,568

For the year ended 31 December 2015					
<i>In Taka</i>	Share capital	Available for sale reserve	Revaluation surplus	Retained earnings	Total equity
Balance as at 01 January 2015	300,000,000	(136,482)	-	218,466,534	518,330,052
Total comprehensive income	-	-	-	-	-
Profit after tax	-	-	-	132,351,580	132,351,580
Other comprehensive income - net of tax	-	(1,027,239)	286,864,598	-	(1,027,239)
Total comprehensive income	-	(1,027,239)	286,864,598	132,351,580	131,324,341
Contributions by and distributions to owners of the Company:					
Total contribution by and distribution to owners of the company	-	-	-	-	-
Balance as at 31 December 2015	300,000,000	(1,163,721)	286,864,598	350,818,115	936,518,992

Managing Director

Director

Company Secretary

As per our report of same date.

Masih Muhith Haque & Co.
Chartered Accountants

Dhaka, 16 September 2017

Premiaflex Plastics Limited

Statement of Cash Flows

	For the year ended	For the eighteen month period ended	For the six month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
Cash flows from operating activities				
Cash received from customers	2,111,861,213	2,560,344,538	885,822,124	1,674,522,414
Cash received from other income	6,239,149	13,423,293	3,581,446	9,841,847
	2,118,100,362	2,573,767,831	889,403,570	1,684,364,261
Cash received/(paid) from/(for):				
Purchase of inventory	(1,926,482,068)	(1,959,894,763)	(732,246,967)	(1,227,647,796)
Operating expenses	(91,206,919)	(107,990,449)	(43,582,572)	(64,407,878)
Other payables	16,548,139	6,950,206	4,038,003	2,912,203
Payment for WPPF	(6,888,957)	(21,406,255)	(13,410,394)	(7,995,861)
Advances, deposits and prepayments	(13,751,166)	(13,752,783)	(3,272,190)	(10,480,593)
	(2,021,780,972)	(2,096,094,044)	(788,474,119)	(1,307,619,925)
Cash generated from operations	96,319,390	477,673,787	100,929,451	376,744,336
Finance cost	(84,889,365)	(95,728,056)	(30,602,992)	(65,125,064)
Income tax paid	(138,002,073)	(176,456,204)	(60,735,165)	(115,721,039)
	(222,891,438)	(272,184,260)	(91,338,157)	(180,846,103)
Net cash from operating activities	(126,572,048)	205,489,527	9,591,294	195,898,233
Cash flows from investing activities				
Acquisitions of property, plant and equipment	(147,563,070)	(9,612,036)	(7,107,600)	(2,504,436)
Payments for capital-work-in-progress	(182,792,382)	(417,714,447)	(376,747,337)	(40,967,110)
Net cash (used) in investing activities	(330,355,452)	(427,326,483)	(383,854,937)	(43,471,546)
Cash flows from financing activities				
Inter-company debt received/(Paid)	109,730,800	(70,490,734)	(43,807,665)	(26,683,069)
Short term bank loan received/(paid)	397,742,751	94,089,877	193,357,959	(99,268,082)
Long term bank loan and others liabilities received/(Paid)	(128,669,440)	205,118,391	242,766,862	(37,648,471)
Net cash (used)/from financing activities	378,804,111	228,717,533	392,317,156	(163,599,622)
Net increase/(decrease) in cash and cash equivalents	(78,123,389)	6,880,577	18,053,513	(11,172,935)
Opening cash and cash equivalents	50,806,369	43,925,792	32,752,857	43,925,792
Closing cash and cash equivalents	(27,317,020)	50,806,369	50,806,369	32,752,857
Closing Balance represents:				
Cash and cash equivalents	29,854,317	73,188,167	73,188,167	41,327,765
Bank overdraft	(57,171,336)	(22,381,798)	(22,381,798)	(8,574,907)
	(27,317,020)	50,806,369	50,806,369	32,752,857



ACI Agrolink Limited

Directors' Report

ACI Agrolink Limited is a subsidiary of Advanced Chemical Industries (ACI) having 90% stake in the Company. The Company was incorporated in 2006 as ACI Agrochemical Limited and subsequently renamed in September 2015 with an aim to establish forward and backward linkage for farmers and agro value addition industry. The Company is enriching life through appropriate intervention in agriculture value chain to ensure food safety and nutrition security in Bangladesh through agro-processing, trading and export.

In 2016-2017, ACI Agrolink Limited has successfully enriched its portfolio with new product lines by understanding market and industry dynamics. To empower rural livelihood as well as increase access of fresh food to support healthy communities in Bangladesh, ACI Agrolink is continuously developing backward linkage of poultry and grain sector in newly developed Human Food Commodity portfolio. For creating emerging prospects in the agro-value addition industry ACI Agrolink has also tapped into trading of high value cash crops and non-food sector. The animal feed portfolio through its supply of quality feed ingredients for production of nutrition enriched animal feed; mostly focused on selling high GP products through re-engineering product placement and category ensuring quality business delivery. The business is also tapping into emerging prospects of agro-processing industry through stepping into blue economy with the establishment of state-of-the-art export oriented shrimp processing plant to produce quality value added seafood products.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	404,055,356
Gross Profit/(Loss)	11,359,645
Operating Profit/(Loss)	(4,893,338)
Profit/(Loss) before tax	(8,723,284)
Profit/(Loss) after tax	(9,054,330)

On behalf of the Board

Dr. F H Ansarey

Managing Director

Dr. Arif Dowla

Director

Dhaka, 20 September 2017

Independent Auditor's Report to the Shareholders of **ACI Agrolink Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of ACI Agrolink Limited, which comprise the statement of financial position as at 30 June, 2017 and the statement of profit or loss and other comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRS) and for such internal controls as management determines is necessary to enable the preparation of 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 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' 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, the auditor considers internal control relevant to the entity's preparation of 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.

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 ACI Agrolink Limited as at 30 June, 2017 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS), Bangladesh Accounting Standards (BASs) and comply with the Companies Act, 1994 and other applicable laws and regulations.

Report on Other Legal and Regulatory Requirements

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

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

Dhaka, 20 September 2017



Shiraz Khan Basak & CO.
Chartered Accountant



ACI Agrolink Limited

Statement of Financial Position

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	5,985,470	3,386,083	858,024
Non-current assets	5,985,470	3,386,083	858,024
Trade receivable	108,463,004	10,090,125	-
Advances, deposits and prepayments	17,013,120	2,648,832	900,655
Advance income tax	541,237	29,560	29,560
Cash and cash equivalents	1,910,643	3,753,347	847
Current assets	127,928,004	16,521,864	931,062
Total assets	133,913,474	19,907,947	1,789,086
Equity			
Share capital	32,020,000	20,000	20,000
Retained earnings	(11,732,444)	(2,678,114)	(870,895)
Total equity	20,287,556	(2,658,114)	(850,895)
Liabilities			
Deferred tax liability/(Assets)	(3,212,468)	(1,100,529)	43,943
Non-current liabilities	(3,212,468)	(1,100,529)	43,943
Inter-company payables	90,605,920	20,829,407	2,556,820
Trade payables	22,183,335	2,368,148	-
Other Payables	1,371,022	233,911	8,000
Current tax liability	2,678,109	235,124	31,218
Current liabilities	116,838,386	23,666,590	2,596,038
Total liabilities	113,625,918	22,566,061	2,639,981
Total equity and liabilities	133,913,474	19,907,947	1,789,086

Managing Director

Director

Company Secretary

As per our report of same date.

Shiraz Khan Basak & CO.
Chartered Accountants

Dhaka, 20 September 2017

ACI Agrolink Limited

Statement of Profit or Loss and other Comprehensive Income


	For the year ended	For the eighteen month period ended	For the six month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
Revenue	404,055,356	35,829,935	30,316,380	5,513,555
Cost of sales	(392,695,711)	(34,439,074)	(28,979,793)	(5,459,281)
Gross profit	11,359,645	1,390,861	1,336,587	54,274
Administrative, selling and distribution expenses	(19,361,760)	(4,451,584)	(3,917,635)	(533,949)
Other income	3,108,777	111,200	111,200	-
Operating profit	(4,893,338)	(2,949,523)	(2,469,848)	(479,675)
Financing cost	(3,829,946)	(320,397)	(277,937)	(42,460)
Profit before income tax	(8,723,284)	(3,269,920)	(2,747,785)	(522,135)
Income tax expenses				
Current tax expenses	(2,442,985)	(235,125)	(203,906)	(31,218)
Deferred tax income/(expenses)	2,111,939	1,100,529	1,144,472	(43,943)
	(331,046)	865,404	940,566	(75,162)
Profit after tax	(9,054,330)	(2,404,515)	(1,807,219)	(597,296)
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income	(9,054,330)	(2,404,515)	(1,807,219)	(597,296)



Managing Director



Director



Company Secretary

As per our report of same date.



Shiraz Khan Basak & CO.
Chartered Accountants

Dhaka, 20 September 2017



ACI Agrolink Limited

Statement of Changes in Equity

	For the year ended 30 June 2017		
<i>In Taka</i>	Share capital	Retained earnings	Total equity
Balance as at 01 July 2016	20,000	(2,678,114)	(2,658,114)
Net profit after tax	-	(9,054,330)	(9,054,330)
Total other comprehensive income	-	-	-
Total comprehensive income	-	(9,054,330)	(9,054,330)
Contributions by and distributions to owners of the Company:			
Share money deposited	-	-	-
Raising share capital	32,000,000	-	32,000,000
Total contribution by and distribution to owners of the company	32,000,000	-	32,000,000
Balance as at 30 June 2017	32,020,000	(11,732,444)	20,287,556

	For the year ended 30 June 2016		
<i>In Taka</i>	Share capital	Retained earnings	Total equity
Balance as at 01 January 2016	20,000	(870,895)	(850,895)
Net profit after tax	-	(1,807,219)	(1,807,219)
Other comprehensive income-net of tax	-	-	-
Total comprehensive income	-	(1,807,219)	(1,807,219)
Balance as at 30 June 2016	20,000	(2,678,114)	(2,658,114)

	For the year ended 31 December 2015		
<i>In Taka</i>	Share capital	Retained earnings	Total equity
Balance as at 01 January 2015	20,000	(273,599)	(253,599)
Net profit after tax	-	(597,296)	(597,296)
Total other comprehensive income	-	-	-
Total comprehensive income	-	(597,296)	(597,296)
Balance as at 31 December 2015	20,000	(870,895)	(850,895)



Managing Director



Director



Company Secretary

As per our report of same date.



Shiraz Khan Basak & CO.
Chartered Accountants

Dhaka, 20 September 2017

ACI Agrolink Limited

Statement of Cash Flows

	For the year ended	For the eighteen month period ended	For the six month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
Cash flows from operating activities				
Cash receipts from customers	305,682,477	25,739,810	20,226,255	5,513,555
Cash receipts from other income	3,108,777	111,200	111,200	-
	308,791,254	25,851,010	20,337,455	5,513,555
Cash received/(paid) from/(for):				
Purchase of inventory	(372,880,524)	(32,070,926)	(26,611,645)	(5,459,281)
Operating expenses	(18,733,562)	(4,308,941)	(3,820,151)	(488,790)
Receipts from/(payments to) other payables	1,137,111	226,411	225,911	500
Advances, deposits and prepayments	(14,364,288)	(2,648,832)	(1,748,177)	(900,655)
	(404,841,263)	(38,802,288)	(31,954,062)	(6,848,226)
Cash generated from operations	(96,050,009)	(12,951,278)	(11,616,607)	(1,334,671)
Financing cost	(3,829,946)	(320,397)	(277,937)	(42,460)
Income tax paid	(511,677)	(29,560)	-	(29,560)
	(4,341,623)	(349,957)	(277,937)	(72,020)
Net cash from/(used in) operating activities	(100,391,632)	(13,301,235)	(11,894,544)	(1,406,691)
Cash flows from investing activities				
Acquisition of property, plant and equipment	(3,227,585)	(3,528,726)	(2,625,543)	(903,183)
Net cash used in investing activities	(3,227,585)	(3,528,726)	(2,625,543)	(903,183)
Cash flows from financing activities				
Inter-company received/(Paid)	69,776,513	20,583,308	18,272,587	2,310,721
Received from share capital raising	32,000,000	-	-	-
Net cash flows provided by financing activities	101,776,513	20,583,308	18,272,587	2,310,721
Net increase/(decrease) in cash and cash equivalents	(1,842,704)	3,753,347	3,752,500	847
Opening cash and cash equivalents	3,753,347	-	847	-
Closing cash and cash equivalents	1,910,643	3,753,347	3,753,347	847
Closing Balance represents:				
Cash and cash equivalents	1,910,643	3,753,347	3,753,347	847



Managing Director



Director



Company Secretary

As per our report of same date.



Shiraz Khan Basak & CO.
Chartered Accountants

Dhaka, 20 September 2017



ACI Edible Oils Limited

Directors' Report

ACI Edible Oils Limited (AEOL), a subsidiary of Advanced Chemical Industries (ACI) Limited, was established in 2010 and registered with the Registrar of Joint Stock Companies, Dhaka, as a private Company limited by shares. ACI has 85% ownership in the Company. AEOL is set up with the vision of becoming the market leader in the vast edible oil category.

Currently, the business of the Company is operating under its two homegrown brands, ACI Pure Soybean Oil and ACI Nutrilife Rice Bran Oil to cater the demand of both the mass consumer base and the health-conscious consumers. ACI Edible Oil promises to deliver uncompromising quality and this is a big contributing factor in keeping the strong brand image of the products under this business. The factories are running through strict quality control system following a very smart, efficient and successful operation model.

ACI Nutrilife Rice Bran Oil has positioned as premium brand over the years and maintained the leading position in promoting this heart-healthy oil. ACI Pure Soybean Oil has been re-launched with innovative improvement resulting significant revenue growth during the period under review. To strengthen the business further, Sunflower Oil and Palm Oil are going to be added with the product portfolio of the business very soon. ACI Edible Oil continues to come up with new ways to improve through streamlining its production process and distribution channel as required.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	486,652,288
Gross Profit/(Loss)	41,542,865
Operating Profit/(Loss)	21,197,257
Profit/(Loss) before tax	21,337,825
Profit/(Loss) after tax	13,469,586

On behalf of the Board

Dr. Arif Dowla

Director

Syed Alamgir

Director

Dhaka, 20 September 2017

Auditors' Report to the Shareholders of **ACI Edible Oils Limited**

We have audited the accompanying financial statements of ACI Edible Oils Limited ("the Company") which comprises the statement of financial position as at 30 June 2017, the statement of Profit or Loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2017 and a summary of significant accounting policies and other relevant explanatory notes.

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 (BFRSs) and Bangladesh Accounting Standards (BASs), the Companies act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's 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 (BSAs). Those standards require that we comply with relevant 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 our 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 the 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 give a true and fair view of the financial position of ACI Edible Oils as at 30 June 2017 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs).

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 purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of comprehensive income along with the annexed notes 1 to 21 dealt with by the report are in agreement with the books of account.

Dhaka, 20 September 2017



Ashraful Haque Nabi & Co.
Chartered Accountants



ACI Edible Oils Limited

Statement of Financial Position

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Deferred tax asset	502,840	502,840	502,840
Non-current assets	502,840	502,840	502,840
Inventories	47,446,904	28,563,614	2,217,499
Trade receivables	9,992,630	13,602,549	4,742,811
Other receivables	-	165,420	-
Advances, deposits and prepayments	7,579,062	3,088,028	115,460
Advance income tax	18,069,642	6,991,443	4,691,443
Inter-company receivables	217,677,343	48,188,894	22,512,714
Cash and cash equivalents	3,784,468	3,796,254	1,877,251
Current assets	304,550,049	104,396,202	36,157,178
Total assets	305,052,889	104,899,042	36,660,018
Equity			
Share capital	10,000,000	10,000,000	10,000,000
Retained earnings	33,894,312	20,424,726	11,776,136
Total Equity	43,894,312	30,424,726	21,776,136
Loan & borrowings	25,000,001	30,717,104	-
Trade payables	66,226,323	23,906,397	278,554
Other payables	19,943,614	6,003,414	2,769,363
Inter-company payables	129,208,040	935,040	3,592,039
Current tax liability	20,780,599	12,912,361	8,243,926
Current liabilities	261,158,577	74,474,316	14,883,882
Total equity and liabilities	305,052,889	104,899,042	36,660,018

Director

Director

Company Secretary

As per our report of same date.

Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017

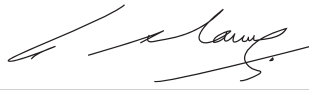
ACI Edible Oils Limited

Statement of Profit or Loss and other Comprehensive Income

<i>In Taka</i>	For the year from 01 July 2016 to 30 June 2017	For the 18 months from 01 January 2015 to 30 June 2016	For the six months ended 30 June 2016	For the year ended 31 December 2015
Revenue	486,652,288	270,034,090	144,310,757	125,723,333
Cost of goods sold	(445,109,423)	(235,237,151)	(125,336,278)	(109,900,873)
Gross profit	41,542,865	34,796,939	18,974,479	15,822,460
Administrative, Selling and Distribution expenses	(20,345,608)	(14,503,715)	(6,253,970)	(8,249,745)
Operating profit	21,197,257	20,293,224	12,720,509	7,572,715
Finance Income	1,263,611	2,782,967	1,297,412	1,485,555
Profit before contribution to WPPF	22,460,868	23,076,191	14,017,921	9,058,270
Contribution to WPPF	(1,123,043)	(700,896)	(700,896)	-
Profit before tax	21,337,825	22,375,295	13,317,025	9,058,270
Income tax expenses:				
Current tax expenses	(7,868,239)	(8,393,589)	(4,668,435)	(3,725,154)
Deferred tax income	-	-	-	-
	(7,868,239)	(8,393,589)	(4,668,435)	(3,725,154)
Profit after tax	13,469,586	13,981,706	8,648,590	5,333,116
Other comprehensive income	-	-	-	-
Total comprehensive income	13,469,586	13,981,706	8,648,590	5,333,116



Director



Director



Company Secretary

As per our report of same date.



Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017



ACI Edible Oils Limited

Statement of Changes in Equity

For the year ended 30 June 2017

In Taka	Share capital	Retained earnings	Total equity
Balance at 01 July 2016	10,000,000	20,424,726	30,424,726
Total comprehensive income			
Profit after tax	-	13,469,586	13,469,586
Total other comprehensive income	-	-	-
Total comprehensive income for the year	-	13,469,586	13,469,586
Balance at 30 June 2017	10,000,000	33,894,312	43,894,312

For the six months ended 30 June 2016

In Taka	Share capital	Retained earnings	Total equity
Balance at 01 January 2016	10,000,000	11,776,136	21,776,136
Total comprehensive income			
Profit after tax	-	8,648,590	8,648,590
Total other comprehensive income	-	-	-
Total comprehensive income for the year	-	8,648,590	8,648,590
Balance at 30 June 2016	10,000,000	20,424,726	30,424,726

For the year ended 31 December 2015

In Taka	Share capital	Retained earnings	Total equity
Balance at 01 January 2015	10,000,000	6,443,020	16,443,020
Total comprehensive income			
Profit after tax	-	5,333,116	5,333,116
Total other comprehensive income	-	-	-
Total comprehensive income	-	5,333,116	5,333,116
Balance at 31 December 2015	10,000,000	11,776,136	21,776,136

Director

Director

Company Secretary

As per our report of same date.

Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017

ACI Edible Oils Limited

Statement of Cash Flows

<i>In Taka</i>	For the year from 01 July 2016 to 30 June 2017	For the 18 months from 01 January 2015 to 30 June 2016	For the six months ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities				
Cash received from customers	490,262,206	259,608,785	135,451,019	124,157,766
Cash received/(paid) from/(for):				
Purchase of Inventories	(421,672,787)	(234,404,540)	(128,054,550)	(106,349,990)
Operating expenses	(7,528,451)	(9,970,621)	(3,720,815)	(6,249,806)
Other receivable	165,420	(165,420)	(165,420)	-
Advance, deposits and prepayments	(4,491,034)	(3,088,028)	(2,972,568)	(115,460)
	(433,526,852)	(247,628,609)	(134,913,353)	(112,715,256)
Cash generated from/(used in) operations	56,735,354	11,980,176	537,666	11,442,510
Finance income	1,263,611	2,782,967	1,297,412	1,485,555
Income tax paid	(11,078,199)	(5,031,306)	(2,300,000)	(2,731,306)
	(9,814,588)	(2,248,339)	(1,002,588)	(1,245,751)
Net Cash generated from/(used in) operations	46,920,766	9,731,837	(464,922)	10,196,759
Cash flows from financing activities				
Inter-company debts(paid) received	(41,215,449)	(38,000,069)	(28,333,179)	(9,666,890)
Short term loan	(5,717,103)	30,717,104	30,717,104	-
Net cash (used)/from financing activities	(46,932,552)	(7,282,965)	2,383,925	(9,666,890)
Net increase in cash and cash equivalents	(11,786)	2,448,872	1,919,003	529,869
Opening cash and cash equivalents	3,796,254	1,347,382	1,877,251	1,347,382
Cash and cash equivalents at reporting date	3,784,468	3,796,254	3,796,254	1,877,251
Closing balance represents :				
Cash and cash equivalents	3,784,468	3,796,254	3,796,254	1,877,251
Bank overdrafts	-	-	-	-
	3,784,468	3,796,254	3,796,254	1,877,251



ACI HealthCare Limited

Directors' Report

ACI HealthCare Limited was incorporated with the Registrar of Joint Stock Companies and Firms, Dhaka, Bangladesh in 2013 as a public company limited by shares and governed by the Companies Act 1994. It was formed as a subsidiary of Advanced Chemical Industries (ACI) Limited having 92.94% ownership in the Company.

ACI HealthCare Limited, was initiated with an objective to manufacturing and marketing pharmaceutical products for regulated markets, especially for USA. The Company may also manufacture for local market. With this aim, a state-of-the-art pharmaceutical factory of the Company is being built in full compliance with USFDA specification at its own land at mousa - Tripurdi, Sonargaon, Narayanganj.

During the last fiscal year 2016-2017, a significant progress has been achieved to complete the project by June 2018.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	53,960,891
Gross Profit/(Loss)	50,772,096
Operating Profit/(Loss)	43,830,879
Profit/(Loss) before tax	42,858,133
Profit/(Loss) after tax	30,932,396

On behalf of the Board

M Mohibuz Zaman

Managing Director

Dr. Arif Dowla

Director

Dhaka, 18 September 2017



Rahman Rahman Huq
Chartered Accountants
9 & 5 Mohakhali C/A
Dhaka 1212
Bangladesh

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Independent Auditor's Report to the Shareholders of **ACI HealthCare Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of ACI HealthCare Limited ("the Company"), which comprise the statement of financial position as at 30 June 2017, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Bangladesh Financial Reporting Standards, 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.

Auditor's 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. 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 our 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 of 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.

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 2017, and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards.

Report on Other Legal and Regulatory Requirements

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

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

Dhaka, 18 September 2017

Rahman Rahman Huq
Chartered Accountants

Rahman Rahman Huq, a partnership firm registered in Bangladesh and a member firm of the KPMG network of independent member firms affiliated with KPMG International cooperative ("KPMG International"), a Swiss entity.

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ACI HealthCare Limited

Statement of Financial Position

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	539,537,365	493,997,369	489,596,170
Intangible assets	66,531,742	-	-
Capital work-in-progress	4,139,388,562	1,874,646,025	552,041,872
Deferred tax assets	3,074,610	-	-
Non-current assets	4,748,532,279	2,368,643,394	1,041,638,042
Royalty receivables	55,468,840	-	-
Advances, deposits and prepayments	40,981,315	35,568,636	55,424,696
Cash and cash equivalents	2,203,192	2,041,288	236,907
Current assets	98,653,347	37,609,924	55,661,603
Total assets	4,847,185,626	2,406,253,318	1,097,299,645
Equity			
Share capital	500,000,000	500,000,000	500,000,000
Retained earnings	18,959,001	(11,973,395)	(9,305,730)
Total equity	518,959,001	488,026,605	490,694,270
Liabilities			
Long term bank loan	2,578,976,156	768,458,098	-
Non-current liabilities	2,578,976,156	768,458,098	-
Loans and borrowings	110,000,000	-	-
Other payables and accruals	188,390,961	103,512,465	71,355,843
Inter company payables	1,435,859,161	1,046,256,150	535,249,532
Current tax payable	15,000,346	-	-
Current liabilities	1,749,250,468	1,149,768,615	606,605,375
Total liabilities	4,328,226,624	1,918,226,713	606,605,375
Total equity and liabilities	4,847,185,626	2,406,253,318	1,097,299,645

Managing Director

Director

Company Secretary

As per our report of same date.

Rahman Rahman Huq
Chartered Accountants

Dhaka, 18 September 2017

ACI HealthCare Limited

Statement of Profit or Loss and other Comprehensive Income

	For the year ended	For the eighteen month period ended	For the six month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
Royalty income	53,960,891	-	-	-
Amortisation of product development cost	(3,188,796)	-	-	-
Gross profit	50,772,096	-	-	-
General and administrative expenses	(6,941,216)	(5,933,215)	(2,517,243)	(3,415,972)
Operating profit/(loss)	43,830,879	(5,933,215)	(2,517,243)	(3,415,972)
Foreign exchange gain/(loss)	1,507,949	-	-	-
Net finance costs	(225,004)	(454,498)	(150,422)	(304,076)
Profit before contribution to WPPF	45,113,824	(6,387,713)	(2,667,665)	(3,720,048)
Contribution to WPPF	(2,255,691)	-	-	-
Profit before tax	42,858,133	(6,387,713)	(2,667,665)	(3,720,048)
Income tax expenses	(11,925,737)	-	-	-
Profit after tax	30,932,396	(6,387,713)	(2,667,665)	(3,720,048)
Other comprehensive income	-	-	-	-
Total comprehensive income/(loss)	30,932,396	(6,387,713)	(2,667,665)	(3,720,048)



Managing Director



Director



Company Secretary

As per our report of same date.



Rahman Rahman Huq
Chartered Accountants

Dhaka, 18 September 2017



ACI HealthCare Limited

Statement of Changes in Equity

For the year ended 30 June 2017			
<i>In Taka</i>	Share capital	Retained earnings	Total equity
Balance at 1 July 2016	500,000,000	(11,973,395)	488,026,605
Profit/(loss) for the year	-	30,932,396	30,932,396
Other comprehensive income	-	-	-
Total comprehensive income/(loss)	-	30,932,396	30,932,396
Balance at 30 June 2017	500,000,000	18,959,001	518,959,001

For the six-month period ended 30 June 2016			
<i>In Taka</i>	Share capital	Retained earnings	Total equity
Balance at 1 January 2016	500,000,000	(9,305,730)	490,694,270
Profit/(loss) for the period	-	(2,667,665)	(2,667,665)
Other comprehensive income	-	-	-
Total comprehensive income/(loss)	-	(2,667,665)	(2,667,665)
Balance at 30 June 2016	500,000,000	(11,973,395)	488,026,605

For the year ended 31 December 2015			
<i>In Taka</i>	Share capital	Retained earnings	Total equity
Balance at 1 January 2015	500,000,000	(5,585,682)	494,414,318
Profit/(loss) for the year	-	(3,720,048)	(3,720,048)
Other comprehensive income	-	-	-
Total comprehensive income/(loss)	-	(3,720,048)	(3,720,048)
Balance at 31 December 2015	500,000,000	(9,305,730)	490,694,270

ACI HealthCare Limited

Statement of Cash Flows

	For the year ended	For the eighteen month period ended	For the six month period ended	For the year ended
<i>In Taka</i>	30 June 2017	30 June 2016	30 June 2016	31 December 2015
Cash flows from operating activities				
Payment for other operating expenses	(6,822,348)	(5,551,656)	(2,557,243)	(2,994,413)
Payment for other creditors	(50,371,902)	(150,608)	-	(150,608)
Payment for advances, deposits and prepayments	(15,626,927)	-	-	-
Cash (used in)/generated from operations	(72,821,178)	(5,702,264)	(2,557,243)	(3,145,021)
Income tax paid	(12,091,884)	-	-	-
Net cash (used in)/generated from operating activities	(84,913,062)	(5,702,264)	(2,557,243)	(3,145,021)
Cash flows from investing activities				
Acquisition of property, plant and equipment	(121,718,258)	(6,192,277)	(5,024,346)	(1,167,931)
Cash paid for capital work-in-progress	(1,983,698,903)	(1,546,994,249)	(1,270,078,746)	(276,915,503)
Net cash (used in)/from investing activities	(2,105,417,161)	(1,553,186,526)	(1,275,103,092)	(278,083,434)
Cash flows from financing activities				
Proceeds from inter company borrowings	269,974,068	793,111,618	511,006,618	282,105,000
Proceeds from short term bank loan	110,000,000	-	-	-
Proceeds from long term bank loan	2,578,976,156	768,458,098	768,458,098	-
Payment for long term bank loan	(768,458,098)	-	-	-
Payment for loan arrangement fee	-	(933,300)	-	(933,300)
Net cash (used in)/from financing activities	2,190,492,126	1,560,636,416	1,279,464,716	281,171,700
Net increase/(decrease) in cash and cash equivalents	161,904	1,747,626	1,804,381	(56,755)
Opening cash and cash equivalents	2,041,288	293,662	236,907	293,662
Cash and cash equivalents at reporting date	2,203,192	2,041,288	2,041,288	236,907



ACI Chemicals Limited Directors' Report

ACI Chemicals Limited was incorporated in 2013 with the Registrar of Joint Stock Companies and Firms, Dhaka, Bangladesh under the Companies Act 1994. Being the parent Company, Advanced Chemical Industries Limited holds 75% ownership in the Company.

The Company started its operation from June 2014 with the aim to becoming a leading value added supply chain solution provider in industrial and specialty chemical sectors in Bangladesh having major focus in textiles, leather, water treatment, paint and plastic industries. It has developed partnerships with reputed Global companies. It has moved into new sectors like food, pharmaceuticals, commodities and coal. The Company has also opened up an export wing in order to create a forward linkage support for the existing trade customers, especially in textiles, leather and jute sectors.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	6,950,844
Gross Profit/(Loss)	6,950,844
Operating Profit/(Loss)	(26,140,243)
Profit/(Loss) before tax	(26,196,198)
Profit/(Loss) after tax	(26,237,903)

On behalf of the Board

M. Anis Ud Dowla
Managing Director

Dr. Arif Dowla
Director

Dhaka, 20 September 2017

Auditors' Report to the Shareholders of **ACI Chemicals Limited**

We have audited the accompanying financial statements of ACI Chemicals Limited ("the Company") which comprises the statement of financial position as at 30 June 2017, the statement of Profit or Loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2017 and a summary of significant accounting policies and other relevant explanatory notes.

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 (BFRSs) and Bangladesh Accounting Standards (BASs), the Companies act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's 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 (BSAs). Those standards require that we comply with relevant 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 our 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 the 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 give a true and fair view of the financial position of ACI Chemicals Limited as at 30 June 2017 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs).

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 purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of comprehensive income along with the annexed notes 1 to 11 dealt with by the report are in agreement with the books of account.

Dhaka, 20 September 2017



Ashraful Haque Nabi & Co.
Chartered Accountants



ACI Chemicals Limited

Statement of Financial Position

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	766,672	739,586	154,545
Non-current assets	766,672	739,586	154,545
Inventories	8,382,314	2,038,669	2,038,669
Trade receivables	5,506,056	742,350	173,590
Advance Income Tax	616,212	162,107	90,153
Advances, deposits and prepayments	428,395	2,395,200	89,200
Inter-company receivables	-	-	5,608,287
Cash and cash equivalents	790,820	245,969	1,118
Current assets	15,723,797	5,584,295	8,001,017
Total assets	16,490,469	6,323,881	8,155,562
Equity			
Share capital	20,000,100	20,000,100	20,000,100
Retained earnings	(46,917,776)	(20,679,873)	(11,880,341)
Total equity	(26,917,676)	(679,773)	8,119,759
Bank Overdraft	67,172	14,255	5,000
Trade payables	102,834	-	-
Other payables	509,300	122,293	30,282
Short term bank loan	4,108,333	-	-
Inter-company payables	38,572,948	6,861,253	-
Provision for tax	47,558	5,853	521
Current liabilities	43,408,145	7,003,654	35,803
Total equity and liabilities	16,490,469	6,323,881	8,155,562

Managing Director

Director

Company Secretary

Auditors' report to the shareholders
See annexed report of date

Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017

ACI Chemicals Limited

Statement of Profit or Loss and other Comprehensive Income

<i>In Taka</i>	For the year from 01 July 2016 to 30 June 2017	For the 18 months from January 2015 to 30 June 2016	For the six months ended 30 June 2016	For the year ended 31 December 2015
Revenue	6,950,844	1,062,273	888,683	173,590
Cost of sales	-	-	-	-
Gross profit	6,950,844	1,062,273	888,683	173,590
Administrative, selling and distribution expenses	(33,091,087)	(18,035,399)	(9,682,883)	(8,352,516)
Operating Profit (loss)	(26,140,243)	(16,973,126)	(8,794,200)	(8,178,926)
Finance cost	(55,955)	-	-	-
Profit/(loss) before tax	(26,196,198)	(16,973,126)	(8,794,200)	(8,178,926)
Income tax expense:				
Current tax	(41,705)	(5,853)	(5,332)	(521)
	(41,705)	(5,853)	(5,332)	(521)
Profit after tax	(26,237,903)	(16,978,979)	(8,799,532)	(8,179,447)
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	(26,237,903)	(16,978,979)	(8,799,532)	(8,179,447)



Managing Director

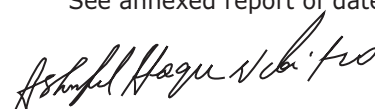


Director



Company Secretary

Auditors' report to the shareholders
See annexed report of date



Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017



ACI Chemicals Limited

Statement of Changes in Equity

For the year ended 30 June 2017			
<i>In Taka</i>	Share capital	Retained earnings	Total equity
Balance at 01 July 2016	20,000,100	(20,679,873)	(679,773)
Issue of share capital	-		-
Total comprehensive income			
Profit after tax	-	(26,237,903)	(26,237,903)
Total other comprehensive income - net of tax	-	-	-
Total comprehensive income	-	(26,237,903)	(26,237,903)
Balance at 30 June 2017	20,000,100	(46,917,776)	(26,917,676)
For the six months ended 30 June 2016			
<i>In Taka</i>	Share capital	Retained earnings	Total equity
Balance at 01 January 2016	20,000,100	(11,880,341)	8,119,759
Issue of share capital	-		-
Total comprehensive income			
Profit after tax	-	(8,799,532)	(8,799,532)
Total other comprehensive income - net of tax	-	-	-
Total comprehensive income	-	(8,799,532)	(8,799,532)
Balance at 30 June 2016	20,000,100	(20,679,873)	(679,773)
For the year ended 31 December 2015			
<i>In Taka</i>	Share capital	Retained earnings	Total equity
Balance at 01 January 2015	100	(3,700,894)	(3,700,794)
Issue of share capital	20,000,000		20,000,000
Total comprehensive income			
Profit after tax	-	(8,179,447)	(8,179,447)
Total other comprehensive income - net of tax	-	-	-
Total comprehensive income	-	(8,179,447)	(8,179,447)
Balance at 31 December 2015	20,000,100	(11,880,341)	8,119,759

Managing Director

Director

Company Secretary

Auditors' report to the shareholders
See annexed report of date

Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017

ACI Chemicals Limited

Statement of Cash Flows

<i>In Taka</i>	For the year from 01 July 2016 to 30 June 2017	For the 18 months from January 2015 to 30 June 2016	For the six months ended 30 June 2016	For the year ended 31 December 2015
Cash flows from operating activities				
Cash received from customers	2,187,138	319,923	319,923	-
	2,187,138	319,923	319,923	-
Cash received/(paid) from/(for):				
Operating expenses	(32,515,083)	(17,829,876)	(9,539,022)	(8,290,854)
Purchase of inventory	(6,240,811)	(2,038,669)	-	(2,038,669)
Advances, deposits and prepayments	1,966,805	(2,395,200)	(2,306,000)	(89,200)
	(36,789,089)	(22,263,745)	(11,845,022)	(10,418,723)
Cash generated from operations	(34,601,951)	(21,943,822)	(11,525,099)	(10,418,723)
Financing costs	(55,955)	-	-	-
Income Tax	(454,105)	(161,607)	(71,954)	(89,653)
	(510,060)	(161,607)	(71,954)	(89,653)
Net cash from operating activities	(35,112,011)	(22,105,429)	(11,597,053)	(10,508,376)
Cash flows from investing activities				
Acquisition of property, plant and equipment	(216,083)	(673,191)	(636,891)	(36,300)
Net cash (used) in investing activities	(216,083)	(673,191)	(636,891)	(36,300)
Cash flows from financing activities				
Proceeds from issue of share capital	-	20,000,000	-	20,000,000
Inter-company debts received/(paid)	31,711,695	3,010,294	12,469,540	(9,459,246)
Short term bank loan (paid)/received	4,108,333	-	-	-
Net cash (used)/from financing activities	35,820,028	23,010,294	12,469,540	10,540,754
Net increase in cash and cash equivalents	491,934	231,674	235,596	(3,922)
Opening cash and cash equivalents	231,714	40	(3,882)	40
Closing cash and cash equivalents	723,648	231,714	231,714	(3,882)
Closing balance represents				
Cash and cash equivalents	790,820	245,969	245,969	1,118
Bank overdraft	(67,172)	(14,255)	(14,255)	(5,000)
	723,648	231,714	231,714	(3,882)



INFOLYTX Bangladesh Limited

Directors' Report

INFOLYTX Bangladesh Limited was incorporated with the Registrar of Joint Stock Companies and Firms, Dhaka, Bangladesh in 2015 as a private Company limited by shares and governed by the Companies Act 1994. The Company has been formed under a joint venture effort of Advanced Chemical Industries (ACI) Limited and Odysseus Global, LLC, Delaware, USA, with a view to establish an IT Company of international standards. Being parent, ACI Limited holds 60% ownership in the Company. The principal activities of the Company are to promote the advancement of software development and to work closely with international clients in the ICT area with a view to enabling the Bangladesh software and information technology industry to reach global pre-eminence.

The Company has recruited, trained and deployed several additional software engineers into six teams of highly focused units aligned with the demands of the US healthcare and high tech market. This strategy and approach is gaining traction as prospective clients are inquiring, following up and signing on for the services to be provided.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	-
Gross Profit/(Loss)	-
Operating Profit/(Loss)	(66,575,769)
Profit/(Loss) before tax	(66,575,769)
Profit/(Loss) after tax	(66,575,769)

On behalf of the Board

Badrul Husain
Managing Director

Dr. Arif Dowla
Director

Dhaka, 20 September 2017

Auditors' Report to the Shareholders of **INFOLYTX Bangladesh Limited**

We have audited the accompanying financial statements of INFOLYTX Bangladesh Limited ("the Company") which comprises the statement of financial position as at 30 June 2017, the statement of Profit or Loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2017 and a summary of significant accounting policies and other relevant explanatory notes.

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 (BFRSs) and Bangladesh Accounting Standards (BASs), the Companies act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's 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 (BSAs). Those standards require that we comply with relevant 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 our 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 the 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 give a true and fair view of the financial position of INFOLYTX Bangladesh Limited as at 30 June 2017 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs).

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 purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of comprehensive income along with the annexed notes 1 to 10 dealt with by the report are in agreement with the books of account.

Dhaka, 20 September 2017



Ashraful Haque Nabi & Co.
Chartered Accountants



INFOLYTX Bangladesh Limited

Statement of Financial Position

<i>In Taka</i>	30 June 2017	30 June 2016	31 December 2015
Assets			
Property, plant and equipment	9,258,106	8,701,704	1,163,223
Non-current assets	9,258,106	8,701,704	1,163,223
Advances, deposits and prepayments	100,000	100,000	100,000
Advance Income Tax	15,000	-	-
Cash and cash equivalents	103,162	103,797	103,797
Current assets	218,162	203,797	203,797
Total assets	9,476,268	8,905,501	1,367,020
Equity			
Share capital	100,000	100,000	100,000
Preference shares	10,000,000	-	-
Share premium	40,000,000	-	-
Share money deposit	4,602	4,602	4,602
Accumulated loss	(118,705,853)	(52,130,084)	(24,070,343)
Total equity	(68,601,251)	(52,025,482)	(23,965,741)
Inter-company payables	75,280,791	60,795,465	24,982,244
Other payables	2,796,728	135,518	350,517
Current liabilities	78,077,519	60,930,983	25,332,761
Total equity and liabilities	9,476,268	8,905,501	1,367,020

Managing Director

Director

Company Secretary

Auditors' report to the shareholders
See annexed report of date

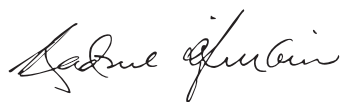
Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017

INFOLYTX Bangladesh Limited

Statement of Profit or Loss and other Comprehensive Income

<i>In Taka</i>	01 July 2016 to to 30 June 2017	23 July 2015 to 30 June 2016	23 July 2015 to 31 December 2015
Revenue	-	-	-
Cost of sales	-	-	-
Gross profit/(loss)	-	-	-
General and administrative expenses	(66,575,769)	(52,130,084)	(24,070,343)
Operating loss	(66,575,769)	(52,130,084)	(24,070,343)
Other income	-	-	-
Loss before income tax	(66,575,769)	(52,130,084)	(24,070,343)
Income tax expense	-	-	-
Loss for the period	(66,575,769)	(52,130,084)	(24,070,343)



Managing Director



Director



Company Secretary

Auditors' report to the shareholders
See annexed report of date



Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017



INFOLYTX Bangladesh Limited

Statement of Changes in Equity

<i>In Taka</i>	Share Capital	Share money deposit	Loss for the period	Total Equity
Balance as at 01 July 2016	100,000	4,602	(52,130,084)	(52,025,482)
Share Capital	10,000,000	-	-	10,000,000
Share premium	40,000,000	-	-	40,000,000
Share money deposit	-	-	-	-
Loss for the period	-		(66,575,769)	(66,575,769)
Balance as at 30 June 2017	50,100,000	4,602	(118,705,853)	(68,601,251)
Balance as at 01 January 2016	100,000	4,602	(24,070,343)	(23,965,741)
Share Capital		-	-	-
Share money deposit	-		-	-
Loss for the period	-		(28,059,741)	(28,059,741)
Balance as at 30 June 2016	100,000	4,602	(52,130,084)	(52,025,482)
Share Capital	100,000	-	-	100,000
Share money deposit	-	4,602	-	4,602
Loss for the period	-		(24,070,343)	(24,070,343)
Balance as at 31 December 2015	100,000	4,602	(24,070,343)	(23,965,741)

INFOLYTX Bangladesh Limited

Statement of Cash Flows

<i>In Taka</i>	01 July 2016 to 30 June 2017	23 July 2015 to 30 June 2016	23 July 2015 to 31 December 2015
A. Cash flows from operating activities			
Cash Paid for :			
Operating expenses	(61,828,612)	(51,341,516)	(23,594,968)
<i>Net cash from operating activities</i>	(61,828,612)	(51,341,516)	(23,594,968)
Advances, deposits and prepayments	-	(100,000)	(100,000)
Net cash generated from/(used in) operating activities	(61,828,612)	(51,441,516)	(23,694,968)
Income Tax Paid	(15,000)	-	-
Net cash from operating activities	(61,843,612)	(51,441,516)	(23,694,968)
B. Cash flows from investing activities			
Purchase of property, plant and equipment	(2,642,349)	(9,354,754)	(1,288,081)
<i>Net cash generated from/(used in) investing activities</i>	(2,642,349)	(9,354,754)	(1,288,081)
C. Cash flows from financing activities			
Inter-company debts received/(paid)	14,485,326	60,795,465	24,982,244
Proceeds from share money deposit	-	4,602	4,602
Proceeds from share premium	40,000,000	-	-
Proceeds from issue of share capital	10,000,000	100,000	100,000
<i>Net cash from financing activities</i>	64,485,326	60,900,067	25,086,846
D. Net increase in cash and cash equivalents for the period (A+B+C)	(635)	103,797	103,797
E. Opning cash and cash equivalents	103,797	-	-
F. Closing cash and cash equivalents	103,162	103,797	103,797
Closing balance represents			
Cash and cash equivalents	103,162	103,797	103,797
	103,162	103,797	103,797



ACI Biotech Limited Directors' Report

ACI Biotech Limited was incorporated in November 2016 with the Registrar of Joint Stock Companies and Firms, Dhaka, Bangladesh under Companies Act 1994 as a private company limited by shares. It was formed as a subsidiary of Advanced Chemical Industries Limited having 80% holding in the Company.

The Company was established with the objective to manufacture and market biotech products, biotech specialty, monoclonal antibody, cell culture, anticancer, hormones, steroids, small molecule and large molecule pharmaceuticals, genome, gene therapy, medicinal substances, biological and other alike products in the country and abroad, as well. With this aim, a plant having state-of-the-art manufacturing facilities is planned to be established in line with the standards of USFDA, MHRA, WHO, cGMP and other relevant agencies of that nature.

The Company has already engaged in research and development activities for the targeted products as per the plan.

The operating results of the Company for the year ended on 30 June 2017 are as follows:

Key Financial Results

	<u>Taka</u>
Revenue	-
Gross Profit/(Loss)	-
Operating Profit/(Loss)	(1,110,941)
Profit/(Loss) before tax	(1,110,941)
Profit/(Loss) after tax	(1,110,941)

On behalf of the Board

M Mohibuz Zaman
Managing Director

Dr. Arif Dowla
Director

Dhaka, 20 September 2017

Auditors' Report to the Shareholders of **ACI Biotech Limited**

We have audited the accompanying financial statements of ACI Biotech Limited ("the Company") which comprises the statement of financial position as at 30 June 2017, the statement of Profit or Loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2017 and a summary of significant accounting policies and other relevant explanatory notes.

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 (BFRSs) and Bangladesh Accounting Standards (BASs), the Companies act 1994 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's 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 (BSAs). Those standards require that we comply with relevant 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 our 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 the 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 give a true and fair view of the financial position of ACI Biotech Limited as at 30 June 2017 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs).

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 purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of comprehensive income along with the annexed notes 1 to 15 dealt with by the report are in agreement with the books of account.

Dhaka, 20 September 2017



Ashraful Haque Nabi & Co.
Chartered Accountants



ACI Biotech Limited

Statement of Financial Position

In Taka	30 June 2017
Assets	
Capital work-in-progress	105,381,368
Non-current assets	105,381,368
Advances, deposits and prepayments	30,178,100
Cash and cash equivalents	336,197
Current assets	30,514,297
Total assets	135,895,665
Equity	
Share capital	10,000,000
Retained earnings	(1,110,941)
Total equity	8,889,059
Liabilities	
Inter company payables	108,744,217
Other payables and accruals	18,262,389
Current liabilities	127,006,606
Total equity and liabilities	135,895,665

Managing Director

Director

Company Secretary

As per our report of same date.

Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017

ACI Biotech Limited

Statement of Profit or Loss and other Comprehensive Income

In Taka	30 June 2017
Revenue	-
Cost of sales	-
Gross profit	-
General and administrative expenses	(1,110,941)
Loss from operation	(1,110,941)
Finance cost	-
Loss before tax	(1,110,941)
Income tax expenses	-
Net loss after tax	(1,110,941)



Managing Director



Director



Company Secretary

As per our report of same date.



Ashraful Haque Nabi & Co.
Chartered Accountants

Dhaka, 20 September 2017



ACI Biotech Limited

Statement of Changes in Equity

<i>In Taka</i>	For the year ended 30 June 2017		
	Share capital	Retained earnings	Total equity
Share capital	10,000,000	-	10,000,000
Loss for the period	-	(1,110,941)	(1,110,941)
Balance as at 30 June 2017	10,000,000	(1,110,941)	8,889,059

ACI Biotech Limited

Statement of Cash Flows

<i>In Taka</i>	For the year ended 30 June 2017
Cash flows from operating activities	
Payment for operating expenses	(1,110,941)
Proceeds from other creditors	7,181,982
Advance deposit and prepayment	(30,178,100)
Net cash from operating activities	(24,107,059)
Cash flows from investing activities	
Expenditure incurred for capital work-in-progress	(94,300,961)
Net cash used in investing activities	(94,300,961)
Cash flows from financing activities	
Proceeds from inter company borrowings	108,744,217
Proceeds from share issue	10,000,000
Net cash from financing activities	118,744,217
Net increase in cash and cash equivalents	336,197
Opening cash and cash equivalents	-
Closing cash and cash equivalents	336,197



Advanced Chemical Industries Limited

Corporate Directory

Registered Office

ACI Centre
245 Tejgaon Industrial Area
Dhaka-1208
Phone : (8802) 8878603
Fax : (8802) 8878619, 8878626
Email : info@aci-bd.com
Web : www.aci-bd.com

Share Office

9 Motijheel C/A
Dhaka-1000
Phone : (8802) 9556254

Manufacturing Facilities

Advanced Chemical Industries Ltd

- 1. Pharmaceuticals unit**
7 Hajiganj Road, Godnail, Narayanganj
Phone : (8802) 7630493, 7630496, 7630525
Fax : (8802) 7630524
- 2. Electrical Products unit**
Plot-208-209, Block-D, BSCIC Industrial Estate, Tongi, Gazipur 1700
Phone : 01730028419
- 3. Napkin unit**
Nil Nagar, Konabari, Gazipur
Phone : 01730007780

ACI Formulations Limited

- 4. Formulations unit**
Rajabari, Sreepur, Gazipur
Phone : 01755521007

ACI Pure Flour Limited

- 5. Flour unit-1**
6/3 Dewli Chowrapara
Bondor, Narayanganj
Phone : 01713 069714
- 6. Flour unit-2**
52/A, Faujdarhat Industrial Area
Sagorika Road, Chittagong.
Phone : 01708130207

ACI Salt Limited

- 7. Salt unit**
Murapara, Rupganj
Narayanganj
Phone : 01713142857

ACI Foods Limited

- 8. Foods unit**
Kutirchar, Bhadrachhat
Kamarkhand, Sirajganj
Phone : 01755607412
- 9. Rice unit**
Swarashatipur, Mohadevpur, Naogaon
Mobile: 01709650770

Premiaflex Plastics Limited

- 10. Plastics unit**
Kewa Poschim Khondo,
Mouna, Sreepur, Gazipur
Phone : 01730028466

ACI HealthCare Limited

- 11. Health Care unit**
Treepordi, Sonargaon
Narayanganj-1440
Phone : 01713238832



Advanced Chemical Industries Limited

Registered Office

ACI Centre, 245 Tejgaon Industrial Area, Dhaka-1208

PROXY FORM

I/We _____
of _____
being a Member of Advanced Chemical Industries Limited, hereby appoint _____
of _____
whose signature is appended below as my/our proxy to attend and vote for me/us and on my/our behalf
at the 44th Annual General Meeting of the Company to be held on Monday, 18 December 2017 at
11:00 a.m. and/or at any adjournment thereof.

As witness my hands this _____ day of _____ 2017.

Signature on
Tk.20
Revenue Stamp

(Signature of the Proxy)

(Signature of the Shareholder)

Registered Folio/BO ID No. _____

No. of Shares held _____

Date: _____

Note : A Member entitled to attend and vote at the Annual General Meeting may appoint a proxy to attend and vote on his/her behalf. The Proxy Form, duly completed, must be deposited at the Share Office of the Company at 9 Motijheel C/A, Dhaka 1000, not later than 48 hours before the time fixed for the meeting.

[illegible]



Safety, Health and Environment (SHE) Policy

ACI is committed to conduct all its operations in a manner that is protective of the environment, health and safety of employees, customers and the community. To this end, the company has already obtained ISO 14001 Certification for Environmental Management System. ACI will provide the resources to educate and involve every individual in the Company in achieving this objective. In fulfillment of this commitment, we shall maintain a continuing effort to adhere to the following principles.

Principles

- 1 We believe that all accidents, incidents and work- related ill health are preventable and with this aim in mind we will manage our businesses. We will deploy adequate resources for the prevention and control of accident.
- 2 We will investigate all workplace accidents and illnesses in order to promptly correct any unsafe conditions or practices, and to prevent repetition of these occurrences.
- 3 We will fully comply with all the national regulations but in addition will set our own stringent internal corporate standards on matters relating to safety, health and the environment, and endeavour to strictly adhere to them.
- 4 We will continue to improve communication and exchange views with employees, employee representatives, customers, contractors, suppliers, neighbours and any other individual or organisation affected by our business.
- 5 We will integrate SHE considerations into business planning and decision-making.
- 6 We will continue to innovate in order to improve our products and processes so that their effects on safety, health and the environment are reduced.
- 7 We will increase shareowners' value through SHE excellence.



Advanced Chemical Industries Limited
ACI Centre, 245 Tejgaon Industrial Area, Dhaka 1208



Please complete the attendance slip and hand it over at the venue of the Meeting.



ADVANCED CHEMICAL INDUSTRIES LIMITED

Registered Office

ACI Centre, 245 Tejgaon Industrial Area, Dhaka-1208

ATTENDANCE SLIP

I hereby record my Attendance at the 44th Annual General Meeting being held on Monday, 18 December 2017 at 11:00 a.m. at Officers Club, 26 Baily Road, Dhaka.

Name of member/proxy _____

Registered Folio/ BO ID No. _____

No. of Shares held: _____

Signature of Shareholder(s)