



# Advanced Chemical Industries Limited

ACI Centre, 245 Tejgaon Industrial Area, Dhaka-1208

## Second Quarter's (Q2) Consolidated Financial Statements (Un-audited)

In compliance with the Listing Regulations 2015 of Dhaka & Chittagong Stock Exchange, we are pleased to publish our un-audited second quarter's (Q2) Consolidated Financial Statements of ACI Limited as at and for the six month period ended on 31<sup>st</sup> December 2017 along with requisite comparative financial indicators, as adopted by the Board of Directors in its 181<sup>st</sup> meeting held on Monday, 29 January 2018 at 4:30 pm at ACI Centre. The detail financial statements have duly been dispatched to Bangladesh Securities and Exchange Commission as well as Stock Exchanges.

### Consolidated statement of financial position (Un-audited)

	Figures in '000' Taka	
	As at 31 December 2017	As at 30 June 2017
<b>Assets</b>		
Property, plant and equipment	20,248,120	18,984,698
Equity-accounted investees	1,129,748	1,067,889
Other investments	749,430	515,115
Intangible assets	121,688	85,911
<b>Non-current assets</b>	<b>22,248,986</b>	<b>20,653,613</b>
Inventories	12,548,039	10,550,939
Trade receivables	10,523,197	8,530,045
Other receivables	633,654	912,543
Inter-company receivables	54,115	13,278
Advances, deposits and prepayments	5,475,060	4,797,846
Cash and cash equivalents	2,518,333	1,511,754
<b>Current assets</b>	<b>31,752,398</b>	<b>26,316,405</b>
<b>Total assets</b>	<b>54,001,384</b>	<b>46,970,018</b>
<b>Equity</b>		
Share capital	482,024	438,204
Share premium	402,310	402,310
Reserves	4,787,920	4,579,908
Retained earnings	5,289,106	5,153,138
Equity attributable to the owners of the company	10,961,361	10,573,561
Non-controlling interest	33,735	65,498
<b>Total equity</b>	<b>10,995,096</b>	<b>10,639,059</b>
<b>Liabilities</b>		
Employee benefits	881,768	788,032
Long term borrowings	6,319,776	5,151,448
Deferred tax liabilities	722,483	724,314
<b>Non-current liabilities</b>	<b>7,924,028</b>	<b>6,663,794</b>
Bank overdraft	3,523,180	1,696,737
Loans and borrowings	21,540,985	19,675,651
Trade payables	2,895,481	2,352,032
Other payables	3,900,625	3,325,118
Current tax liability	3,221,989	2,617,628
<b>Current liabilities</b>	<b>35,082,260</b>	<b>29,667,166</b>
<b>Total liabilities</b>	<b>43,006,288</b>	<b>36,330,960</b>
<b>Total equity and liabilities</b>	<b>54,001,384</b>	<b>46,970,018</b>
<b>Net asset value (NAV) per share</b>	<b>227.40</b>	<b>219.36</b>

### Consolidated statement of profit or loss (Un-audited)

	Figures in '000' Taka			
	For the half year from		For the 2nd Quarter from	
	July to December 2017	July to December 2016	October to December 2017	October to December 2016
Revenue	28,333,311	22,295,870	15,685,187	12,232,254
Cost of sales	(20,027,913)	(15,553,366)	(11,148,611)	(8,412,386)
<b>Gross profit</b>	<b>8,305,398</b>	<b>6,742,504</b>	<b>4,536,577</b>	<b>3,819,869</b>
Administrative, selling and distribution expenses	(6,422,676)	(4,947,743)	(3,323,110)	(2,640,190)
Other income	48,121	45,588	24,742	4,271
<b>Operating profit</b>	<b>1,930,843</b>	<b>1,840,350</b>	<b>1,238,209</b>	<b>1,183,950</b>
Share of profit of equity accounted investees	61,859	78,433	12,005	26,476
Net finance costs	(935,138)	(656,435)	(502,150)	(342,630)
<b>Profit before contribution to WPPF</b>	<b>1,057,564</b>	<b>1,262,348</b>	<b>748,064</b>	<b>867,796</b>
Contribution to WPPF	(91,665)	(95,380)	(62,605)	(60,545)
<b>Profit before tax</b>	<b>965,900</b>	<b>1,166,968</b>	<b>685,459</b>	<b>807,251</b>
Income tax expense	(579,006)	(597,752)	(384,104)	(378,154)
<b>Profit after tax</b>	<b>386,894</b>	<b>569,216</b>	<b>301,355</b>	<b>429,097</b>
<b>Profit attributable to:</b>				
Equity holders of the company	384,975	562,362	271,355	383,176
Non-controlling interests	1,919	6,854	30,000	45,921
<b>Profit after tax</b>	<b>386,894</b>	<b>569,216</b>	<b>301,355</b>	<b>429,097</b>
<b>Earnings per share</b>				
Basic earnings per share (EPS)	7.99	11.67	5.63	7.95

### Consolidated statement of profit or loss and other comprehensive income (Un-audited)

	Figures in '000' Taka			
	For the half year from		For the 2nd Quarter from	
	July to December 2017	July to December 2016	October to December 2017	October to December 2016
Profit after tax	386,894	569,216	301,355	429,097
<b>Other comprehensive income:</b>				
Items that may be reclassified subsequently to profit or loss				
Change in fair value of available-for-sale financial assets	231,113	84,146	93,437	39,886
Income tax on other comprehensive income	(23,111)	(8,415)	(9,344)	(3,989)
<b>Other comprehensive income, net of tax</b>	<b>208,002</b>	<b>75,731</b>	<b>84,093</b>	<b>35,897</b>
<b>Total comprehensive income</b>	<b>594,895</b>	<b>644,947</b>	<b>385,448</b>	<b>464,994</b>
<b>Total comprehensive income attributable to:</b>				
<b>Equity holders of the Company</b>				
Profit after tax	384,975	562,362	271,355	383,176
Other comprehensive income	208,011	75,738	84,093	35,897
	592,986	638,100	355,448	419,073
<b>Non-controlling interest</b>				
Profit after tax	1,919	6,854	30,000	45,921
Other comprehensive income	(9)	(7)	-	-
	1,910	6,847	30,000	45,921
<b>Total comprehensive income</b>	<b>594,895</b>	<b>644,947</b>	<b>385,448</b>	<b>464,994</b>

### Consolidated statement of cash flows (Un-audited)

	Figures in '000' Taka	
	For the half year from	For the half year from
	July to December 2017	July to December 2016
<b>Cash flows from operating activities</b>		
Cash received from customers	26,056,136	20,744,374
Cash received from other income	34,000	22,345
	26,090,136	20,766,719
Cash received/(paid) from/(for):		
Other receivables	(198,611)	(104,913)
Purchase of inventory	(20,957,104)	(15,393,366)
Operating expenses	(6,048,185)	(4,454,999)
Other creditors	196,321	(41,119)
Payment for WPPF	(68,150)	(32,541)
Advances, deposits and prepayments	(138,670)	327,245
	(27,214,399)	(19,699,693)
<b>Cash generated from operations</b>	<b>(1,124,263)</b>	<b>1,067,026</b>
Finance costs paid	(940,010)	(638,100)
Income tax paid	(439,135)	(674,660)
	(1,379,146)	(1,312,760)
<b>Net cash from / (used in) operating activities</b>	<b>(2,503,408)</b>	<b>(245,734)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(926,824)	(1,070,841)
Payments for capital work in progress	(753,633)	(1,444,164)
Sale proceeds from property, plant and equipment	231	1,278
Sale proceeds of Brands	403,900	292,900
Dividend received	3,364	-
Adjustment for Control established in Subsidiary	21,038	-
Investment	211	3
<b>Net cash used in investing activities</b>	<b>(1,251,713)</b>	<b>(2,220,824)</b>
<b>Cash flows from financing activities</b>		
Inter-company debts received/(paid)	40,837	(656)
Dividend paid	(416)	(274,246)
Paid as dividend to non-controlling interest	-	(89,901)
Payment for finance lease	-	(1,841)
Proceeds from issue of share capital	-	2,000
Short-term bank loan received/(paid)	1,721,782	3,580,597
Long-term bank loan received/(paid)	1,171,943	667,446
<b>Net cash from financing activities</b>	<b>2,934,145</b>	<b>3,883,399</b>
Net increase / (decrease) in cash and cash equivalents	(820,975)	1,416,842
Cash and cash equivalents at 1 July	(3,523,180)	(1,917,939)
Effect of movements in exchange rates on cash held	1,111	-
<b>Cash and cash equivalents at 31 December</b>	<b>(1,004,847)</b>	<b>498,903</b>
<b>Closing balance represents</b>		
Cash and cash equivalents	2,518,333	1,899,387
Bank overdraft	(3,523,180)	(1,400,484)
	(1,004,847)	498,903
<b>Net operating cash flows per share (NOCFPS)</b>	<b>(51.94)</b>	<b>(5.10)</b>

### Consolidated statement of changes in equity (Un-audited)

	Figures in '000' Taka								
	For the half year from July 2017 to December 2017								
	Attributable to owner of the Company					Non-controlling Interests			Total equity
	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation reserve	Retained earnings	Total		
Balance at 1 July 2017	438,204	402,310	1,671	300,304	4,277,934	5,153,138	10,573,561	65,498	10,639,059
Total comprehensive income									
Profit after tax	-	-	-	-	-	384,975	384,975	1,919	386,894
Other comprehensive income-net of tax	-	-	-	208,011	-	-	208,011	(9)	208,002
Total comprehensive income	-	-	-	208,011	-	384,975	592,986	1,910	594,895
Transaction with owners of the Company									
Share premium	-	-	-	-	-	-	-	-	-
Bonus share issue	43,820	-	-	-	-	(43,820)	-	-	-
Final dividend for 2016-17	-	-	-	-	-	(175,282)	(175,282)	(31,401)	(206,682)
Adjustment for Control established in Subsidiary	-	-	-	-	-	(29,905)	(29,905)	(2,272)	(32,176)
Capital paid by non controlling interest	-	-	-	-	-	-	-	-	-
Total transactions with owners of the Company	43,820	-	-	-	-	(249,007)	(205,186)	(33,672)	(238,859)
Balance at 31 December 2017	482,024	402,310	1,671	508,314	4,277,934	5,289,106	10,961,361	33,735	10,995,096

	For the half year from July 2016 to December 2016								
	Attributable to owner of the Company					Non-controlling Interests			Total equity
	Share capital	Share premium	Capital reserve	Available for sale reserve	Revaluation reserve	Retained earnings	Total		
Balance at 1 July 2016	398,367	402,310	1,671	201,953	4,277,934	4,426,586	9,708,822	137,066	9,845,888
Total comprehensive income									
Profit after tax	-	-	-	-	-	562,362	562,362	6,854	569,216
Other comprehensive income-net of tax	-	-	-	75,738	-	-	75,738	(7)	75,731
Total comprehensive income	-	-	-	75,738	-	562,362	638,100	6,847	644,947
Transaction with owners of the Company									
Share premium	-	-	-	-	-	-	-	-	-
Bonus share issue	39,837	-	-	-	-	(39,837)	-	-	-
Interim dividend	-	-	-	-	-	(298,775)	(298,775)	(41,868)	(340,643)
Capital paid by non controlling interest	-	-	-	-	-	-	-	2,000	2,000
Total transactions with owners of the company	39,837	-	-	-	-	(338,612)	(298,775)	(39,868)	(338,643)
Balance at 31 December 2016	438,204	402,310	1,671	277,691	4,277,934	4,650,336	10,048,147	104,045	10,152,192

Chairman

Managing Director

Director

Chief Financial Officer

By Order of the Board  
  
Company Secretary (C.C.)  
Dated : 29 January 2018

The details of the un-audited second quarter's (Q2) Financial Statements are also available at the website of the Company. The Address of the website is [www.aci-bd.com](http://www.aci-bd.com)