Lafarge Surma Cement Ltd.

A company of LAFARGE and M MOLINS

3rd Quarter Consolidated Financial Statements-2013 (Un-audited)

Complying with Notification No.SEC/CMRRCD/2008-183/Admin/03-34 dated September 27, 2009 and Letter No. SEC/CFD/Misc./233/2004/615 dated February 02, 2010 of Bangladesh Securities and Exchange Commission.

The details of the published quarterly financial statements are available in the web-site of the Company. The address of the web-site is: www.lafarge-bd.com

TED Position (Un-audited)			Consolidated S	tatement of (Cash Flows (Un-au	dited)		
NOTES	30 Sep 2013	31 Dec 2012					lan Con 2012	Ian Con 20
5	12,805,026	13,370,193		_			Taka'000	Jan-Sep 20 Taka'0
6 9	977,515 36,383	1,185,810 55,359	Cash receipts fro	om customers			8,101,891	5,655,7
	St. St. St. St.				npioyees			2,330,9
7 8	939,956	711,629	Income tax paid				(195,367)	(114,10
10	411,268	154,160		rated by one	rating activities			2,218,2
	18,616,802	18,523,368					2,000,010	
	11,613,735	11,613,735	Payments for pro	operty, plant a	and equipment		(189,397)	(28,5)
	(94,656)	(11,894)	Proceeds from s	ale of propert	y, plant and equipm	ent	6,371	
DMPANY	9,912,797	8,380,516					(184,230)	(60,1
	9,912,936	8,380,747	Repayment of lo	ng term debt			(2,640,318)	(1,044,6
11.1		A			erm debt		468,643	(895,1 (26,2
12	1,448,320	612,200					(323,125)	(338,1
13	22,035	23,125		property and the Real		and cash	(2,494,800)	(2,304,1
14			equivalents				(18,902)	(3
15	293,782 103,816	473,595 7,641	Net increase/(d	lecrease) in o	cash and cash equ	ivalents	257,108	(146,3
16	406,638 3,379,071	3,063,221	Cash and Cash	Equivalents	at Beginning of th	e Period	154,160	245,
17	6,536,908		Cash and Cash	Equivalents	at End of the Perio	od	411,268	99,
	18,616,802	18,523,368						TV
	Chief	Executive Officer	Finance Director	9			Chief	Executive Of
TED.		112424444						
013		NOTE	Jan-Sep 2		Jan-Sep 2012 Taka '000			Jul-Sep 2 Taka '
		18			7,823,461			2,283,
		19		3000	(4,767,895)	_207,113333		(1,331,
		20	1					952, (154,
		21 28	(120,	522)	(107,440)	(39	,581)	(34,2
					2,457,715			731,
		22			(602,284)			(54,3 113,
			2,300	,671	1,855,822			790,8
		23			(619,493)		1000000	(174,0 616,
				12				
			owana Pi	1.22	1.06	29	0.31	1-K
		Financ	e Director				Chie	f Executive Of
	ited)							
)13			Taka	000	Taka '000	Taka	1'000	Jul-Sep 2 Taka '
								616,8 50,1
on operation			50400	•	6	0.00		(115,
lation adjustment			152	(92)	3	(44	(27)	(115,
SS) FOR THE PERIOD			109	,618	(20,100)	(45	,463)	(65,0
R THE PERIOD			1,532	,189	1,216,229	31	5,087	551,
			1,532	,281	1,216,226	31:	5,114	551,7
			1.532	(92)	1.216.229	31:	(27) 5.087	551,7
					1,219,220		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	Tok
			The second secon				Chie	f Executive Of
TED								
)13 –			Other	Chara	Faraign	Caulty for		are in Tk. 'C
	Share capital	Retained earnings	components of equity	money	currency	parent	controlling	T ec
e period	11,575,806	(5,343,728)	(16,113)	37,929	197,787	6,451,681	302	6,451, 1,216,
	37,929 11.613.735			(37,929)		-		7,668,
-		2000 - 20						8,380,
e period		1,422,571	(82,762)	-	192,472	1,532,281	(92)	1,532, 9,912,
-	M-0	(2,007,000)	(04,000)		401,101	0,012,101		1-K
							26.0	400
	Finance Director						Chiet	Executive Of
TED Financial Statements			Act 1956	on 17 Nove	als Private Limited mber 1994 as a p Meghalaya, India.	(LMMPL) - incorprivate limited co	porated under th	e Indian Com
	Position (Un-audited) NOTES 5 6 9 7 8 9 10 OMPANY 11.1 12 13 14 15 11.2 16 17 TED audited) 013 gn operation ation adjustment SS) FOR THE PERIOD A THE PERIOD A THE PERIOD TED audited) 013 Graph operation at one adjustment SS) FOR THE PERIOD TED audited) 013 TED audited) 013	Position (Un-audited) NOTES NOTES 30 Sep 2013 Taka'000 12,805,026 6 977,515 9 4318,8924 7 1,718,890 9 1,727,764 411,268 4,797,878 18,616,802 11,613,735 (2,067,686) (94,656) (94,6	NOTES 30 Sep 2013	NOTES 30 Sep 2013 31 Dec 2015 12 Bak 2000 12 Bak	NOTES 30 Sep 2013 31 Dec 2012 Taka 2000 Taka	NOTES 12,805,0056 13,370,193 11,168,210 14,811,382 14,811,3	NOTES 28 92 913 3 10 ex 2012 Take 2000 Take 2000	NoTISE NoTISE 18400000 1840000000000

The Company has established the country's only modern, integrated and state-of-the art cement

manufacturing plant at Chhatak under Sunamganj district. The company extracts and processes

the basic raw materials limestone from its own quarry in Meghalaya. A 17-kilo metre cross-border

The company is engaged in manufacturing and marketing of cement and clinker in the local

belt conveyor links the quarry with the cement plant for transportation of raw materials.

these interint financial statements as were applied in the preparation of the Contract statements for the year ended 31 December 2012. 7		 i) derivative financial instruments measured at fair value; ii) financial instruments at fair value through profit and loss measured at fair value. The same accounting policies, presentation and methods of computation have been followed in 								
Property, Plant and Equipment				ompany's financial						
COST		Property Plant and Equipment								
Additions 102,043 224,543 11,1254 16,809,572 16,809,072 110,199)	COST								
At September 30/December 31 16,800,807 110,109 1										
At September 30/December 31 DEFECCATION At January At January At January At January At January Translation adjustment Charge for the period At January Translation adjustment At September 30/December 31 CARRYING AMOUNT Translation adjustment COST At January At J										
Al Jamany										
Dispose s		DEPRECIATION								
Change for the period										
A September 30/December 31 3,795,321 3,438,894 CARRYING AMOUNT 12,805,026 13,370,183 Intangible Assets COST		Change for the period	429,429	570,599						
Intangible Assets		At September 30/December 31	3,795,321	3,438,864						
Actions			12,805,026	13,370,193						
Additions 1,204 10,908 17,005/4 At September 30/December 31 1,148,826 1,338,116 AMCRIZATION 37,148 53,008 1,338,116 37,148 53,008 1,338,116 37,148 53,008 1,338,116 37,148 53,008 1,338,116 37,148 53,008 1,338,116 37,148 53,008 1,338,110 37,148 53,008 1,338,110 37,148 53,008 1,338,110 37,148 53,008 1,338,110 37,148 53,008 1,338,110 37,148 53,008 37,148 53,008 37,148 53,008 37,148 53,008 37,148 53,008 37,148 53,008 37,148 53,008 37,148 53,008 37,148 53,008 37,148 53,008 37,148 53,008 37,148 33,058 34,141 35,030 37,148 33,145 34,345 30,457 37,148 36,308 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,148 36,309 37,149 37,149	i									
Translation adjustment 1,148,826 1,338,116										
AMORTIZATION At January Change for the period Tarialtion adjustment (18,143) Tarialtion adjustment (18,143) At September 30/December 31 Tiri,1311 Tipi,230 CARRYING AMOUNT 977,515 Tinventories Raw materials Spare parts 805,227 G88,300 Packing materials Other materials Trade Receivables Trade receivables Trade receivables Other receivables Other receivables Other receivables Contractors, consultants, suppliers and others Employees 44,481 A,676 Prepaid expenses 221,797 176,432 VAI current account 188,030 271,727 Income tax-deducted at source Other receivables Other receivables Other receivables Current portion Nor-current portion Nor-current portion AB Bank Limited Cash at banks 11,764,147 Long portion AB Bank Limited Cash at banks AL-Mumbai Sandard Chartered Bank - Mumbai Sandard Chartere		Translation adjustment	(190,494)	(70,574)						
Alamany 152,306 104,731 104,		3 2 2 2 3 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4	1,148,826	1,338,116						
Translation adjustment (18,143) (5,523) At September 30 17,131 15,253 1,188,810 1,188,		At January								
Inventories		Translation adjustment	(18,143)	(5,523)						
Inventories										
Raw materials	,		The state of the s							
Packing materials		Raw materials								
Finished goods and work in process 1,718,890 1,659,520		Packing materials	13,945	14,857						
Trade Receivables										
Valuation allowance (8,175) (6,762)	3	Trade Receivables	1,718,890	1,659,520						
Contractors, consultants, suppliers and others			10.50 - 10.50 - 10.50	1700000000						
Prepaid expenses	•	Contractors, consultants, suppliers and others								
Income tax-deducted at source 970,091 747,425 50,834 30,965		Prepaid expenses	221,797	176,432						
Current portion 1,727,764 1,386,697 Non-current portion 36,383 55,359		Other receivables								
Non-current portion 36,383 55,359		Current portion								
Cash in hand Cash at banks 341 (1,927 (153,683) (154,160) (154,16										
Cash at banks	0		244	477						
1. Long Portion AB Bank Limited Citibank N.A Mumbai 279,897 430,799 Standard Chartered Bank - Mumbai 279,897 430,799 Standard Chartered Bank - Mumbai 303,433 509,740 583,330 948,895 1. Current portion*										
1.1 Long portion AB Bank Limited 279,897 430,799 Standard Chartered Bank - Mumbai 279,897 430,799 303,433 509,740 583,330 948,895 1.2 Current portion* International Finance Corporation 1,122,375 Asian Development Bank - 455,857 European Investment Bank - 455,857 European Investment Bank - 27,883 Citibank N.A Mumbai 233,248 191,467 Standard Chartered Bank - Mumbai 233,248 191,467 Standard Chartered Bank - Mumbai 173,390 203,896 406,638 2,838,908 ** 1**Loans of International Finance Corporation and European Investment Bank have been paid of subsequently on 15 July 2013. 1**Deferred Tax (Liabilities)/Assets The tax effects of temporary differences that resulted in deferred tax assets and liabilities. ** **Deferred Tax assets Provision for gratuity 36,324 36,517 26,536 2,536	8	V 000 400 400 400	411,268	154,160						
AB Bank Limited Citibank N.A Mumbai Standard Chartered Bank - Mumbai Citibank N.A Mumbai Standard Chartered Bank - Mumbai Citibank N.A Mumbai 11.2 Current portion* International Finance Corporation Asian Development Bank European Investment Bank European Investment Bank AB Bank Limited. Citibank N.A Mumbai Standard Chartered Bank - Mumbai **Loans of International Finance Corporation and European Investment Bank have been paid of subsequently on 15 July 2013. 12 Deferred Tax (Liabilities)/Assets The tax effects of temporary differences that resulted in deferred tax assets and liabilities. **Deferred Tax Assets** Provision for gratuity Provision for doubtful debts Business loss Standard Chartered Bank - Mumbai 1.829,061 2.676,458 Cash flow hedge 1.868,450 2.715,803 **Deferred tax liabilities** Property, plant and equipment 3.316,770 3.328,003) 6.1,448,320 6.12,200) 1.7 ranslation adjustment (3.685) C1,251) The Company is legally required to restore a quarry site, the estimated costs of site restoratio are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted t Indian Bureau of Mines (IBM). 1.829,061 1.184,268 2.31,25 2.31,25 2.31,25 2.31,25 3.		NO NOTE OF THE PARTY OF THE PAR								
Standard Chartered Bank - Mumbai 303,433 509,740 583,330 948,895 11.2 Current portion*		AB Bank Limited	270 907							
International Finance Corporation			303,433	509,740						
International Finance Corporation	4.0	Commant martinat	583,330	948,895						
European Investment Bank	1.2	International Finance Corporation								
Citibank N.A Mumbai 233,248 191,467 Standard Chartered Bank - Mumbai 173,390 203,896 406,638 2,838,908 406,638 2,838,908 406,638 2,838,908 406,638 2,838,908 *Loans of International Finance Corporation and European Investment Bank have been paid of subsequently on 15 July 2013. Deferred Tax (Liabilities)/Assets The tax effects of temporary differences that resulted in deferred tax assets and liabilities. Deferred tax assets Provision for gratuity 36,324 36,517 Provision for doubtful debts 3,065 2,536 Business loss 1,829,061 2,676,458 Cash flow hedge 1,868,450 2,715,803 Deferred tax liabilities 1,868,450 2,715,803 Deferred tax liabilities Toperty, plant and equipment (3,316,770) (3,328,003) (3,328,003) (3,328,003) (1,448,320) (612,200) (612,200) (1,448,320) (612,200) (1,251) (2,905 24,376 1,251) (2,905 23,125 23,125 23,125 (3,685) (1,251) (3,685) (1,251) (3,685) (1,251) (3,685) (1,251) (3,685) (1,251) (3,685) (1,251) (3,685) (1,251) (3,685) (3,		European Investment Bank		837,430						
*Loans of International Finance Corporation and European Investment Bank have been paid of subsequently on 15 July 2013. 2 Deferred Tax (Liabilities)/Assets The tax effects of temporary differences that resulted in deferred tax assets and liabilities. *Deferred tax assets Provision for gratuity Provision for doubtful debts Business loss Cash flow hedge 1,889,061 2,676,858 Cash flow hedge 1,888,450 2,715,803 *Deferred tax liabilities Property, plant and equipment (3,316,770) (3,328,003) (1,448,320) (612,200) 3 Provisions Site restoration provisions Balance at 1 January Addition 2,595 24,376 Translation adjustment (3,685) The Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted tell Indian Bureau of Mines (IBM). 4 Trade Payables Payable for expenses General assistance fee (Note-14.1) 1383,598 304,884 Trademark license fee (Note-14.2) 383,598 304,884		Citibank N.A Mumbai		191,467						
*Loans of International Finance Corporation and European Investment Bank have been paid of subsequently on 15 July 2013. 2 Deferred Tax (Liabilities)/Assets The tax effects of temporary differences that resulted in deferred tax assets and liabilities. *Deferred tax assets** Provision for gratuity 36,324 36,517 Provision for doubtful debts 3,065 2,536 Business loss 1,829,061 2,676,458 Cash flow hedge 1,868,450 2,715,803 **Deferred tax liabilities** Property, plant and equipment (3,316,770) (3,328,003) (1,448,320) (612,200) 3 Provisions Site restoration provisions Balance at 1 January Addition 2,595 Addition 2,595 24,376 Translation adjustment (3,685) (1,251) The Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted tell Indian Bureau of Mines (IBM). 4 Trade Payables Payable for expenses Payable for exp		Standard Chartered Bank - Mumbai								
Subsequently on 15 July 2013.				· Characteristics						
The tax effects of temporary differences that resulted in deferred tax assets and liabilities. Deferred tax assets		subsequently on 15 July 2013.	20	33						
Deferred tax assets Provision for gratuity 36,324 36,517 Provision for doubtful debts 3,065 2,536 Business loss 1,829,061 2,676,458 Cash flow hedge - 292 1,868,450 2,715,803 Deferred tax liabilities Property, plant and equipment (3,316,770) (3,328,003) (3,316,770) (3,328,003) (3,328,003) (1,448,320) (612,200) 3 Provisions Site restoration provisions Balance at 1 January 23,125 - Addition 2,595 24,376 Translation adjustment (3,685) (1,251) 22,035 23,125 The Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted the ludian Bureau of Mines (IBM). 4 Trade Payables Payable for expenses 1,282,961 1,184,268 General assistance fee (Note- 14.1) 383,598 304,884 Trademark license fee (No	2		ed in deferred tax assets a	nd liabilities.						
Provision for doubtful debts 3,065 2,536 Business loss 1,829,061 2,676,458 Cash flow hedge - 292 1,868,450 2,715,803 Deferred tax liabilities Property, plant and equipment (3,316,770) (3,328,003) (3,316,770) (3,328,003) (612,200) 3 Provisions Balance at 1 January 23,125 - Addition 2,595 24,376 Translation adjustment (3,685) (1,251) The Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted to Indian Bureau of Mines (IBM). 4 Trade Payables Payable for expenses 1,282,961 1,184,268 General assistance fee (Note- 14.1) 383,598 304,884 Trademark license fee (Note- 14.2) 383,598 304,884		Deferred tax assets								
Cash flow hedge - 292 Deferred tax liabilities Property, plant and equipment (3,316,770) (3,328,003) Provisions Site restoration provisions Balance at 1 January 23,125 - Addition 2,595 24,376 Translation adjustment (3,685) (1,251) End Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted the Indian Bureau of Mines (IBM). 4 Trade Payables Payable for expenses 1,282,961 1,184,268 General assistance fee (Note-14.1) 383,598 304,884 Trademark license fee (Note-14.2) 383,598 304,884		Provision for doubtful debts	3,065	2,536						
Deferred tax liabilities Property, plant and equipment (3,316,770) (3,328,003) (3,316,770) (3,328,003) (1,448,320) (612,200) 3 Provisions Site restoration provisions Balance at 1 January 23,125 - Addition 2,595 24,376 Translation adjustment (3,685) (1,251) 22,035 23,125 The Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted the lindian Bureau of Mines (IBM). 4 Trade Payables Payable for expenses 1,282,961 1,184,268 General assistance fee (Note- 14.1) 383,598 304,884 Trademark license fee (Note- 14.2) 383,598 304,884		APP TO A STATE OF THE STATE OF		292						
3,316,770 (3,328,003) (1,448,320) (612,200) (612,200) 3 Provisions Site restoration provisions Balance at 1 January 23,125 - 4,376 (3,685) (1,251) (22,035) (23,125) (1,251) (22,035) (23,125) (23,125) (23,125) (23,125) (3,685) (1,251) (22,035) (23,125) (3,685) (1,251) (3,685) (1,251) (2,2035) (2,2035) (2,2035) (2,2035) (2,2035) (2,2035) (2,2035) (2,2035) (3,685) (1,251) (2,2035)			00.000000000000000000000000000000000000	CYCLU AND COLOR OF A						
3 Provisions Site restoration provisions Balance at 1 January 23,125 - Addition 2,595 24,376 Translation adjustment (3,685) (1,251) 22,035 23,125 The Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted the Indian Bureau of Mines (IBM). 4 Trade Payables 1,282,961 1,184,268 General assistance fee (Note- 14.1) 383,598 304,884 Trademark license fee (Note- 14.2) 383,598 304,884		Property, plant and equipment	(3,316,770)	(3,328,003)						
Site restoration provisions Balance at 1 January 23,125 - Addition 2,595 24,376 Translation adjustment (3,685) (1,251) The Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted to Indian Bureau of Mines (IBM). Trade Payables Payable for expenses 1,282,961 1,184,268 General assistance fee (Note-14.1) 383,598 304,884 Trademark license fee (Note-14.2) 383,598 304,884	3	Provisions	(1,448,320)	(612,200)						
Addition 2,595 24,376 Translation adjustment (3,685) (1,251) 22,035 23,125 The Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted to Indian Bureau of Mines (IBM). 4 Trade Payables Payable for expenses 1,282,961 1,184,268 General assistance fee (Note-14.1) 383,598 304,884 Trademark license fee (Note-14.2) 383,598 304,884		Site restoration provisions	23.125							
The Company is legally required to restore a quarry site, the estimated costs of site restoration are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted to Indian Bureau of Mines (IBM). Trade Payables Payable for expenses Payable for expenses General assistance fee (Note- 14.1) Trademark license fee (Note- 14.2) 383,598 304,884		Addition	2,595							
are accrued and recognized to the cost of sales, on the basis of mines closure plan submitted t Indian Bureau of Mines (IBM). 4 Trade Payables Payable for expenses 1,282,961 1,184,268 General assistance fee (Note- 14.1) 383,598 304,884 Trademark license fee (Note- 14.2) 383,598 304,884										
4 Trade Payables Payable for expenses 1,282,961 1,184,268 General assistance fee (Note- 14.1) 383,598 304,884 Trademark license fee (Note- 14.2) 383,598 304,884		are accrued and recognized to the cost of sales, on								
Payable for expenses 1,282,961 1,184,268 General assistance fee (Note- 14.1) 383,598 304,884 Trademark license fee (Note- 14.2) 383,598 304,884	4	TO CONTROL OF A 15 AND A 15 AN								
Trademark license fee (Note- 14.2) 383,598 304,884		Payable for expenses								
Auvances para by customers 138.863 64.274		Trademark license fee (Note- 14.2)	383,598	304,884						
Others 6,717 87,260 2,195,737 1,945,520			6,717	87,260						

The consolidated interim financial statements have been prepared in accordance with

Bangladesh Accounting Standard 34 Interim Financial Reporting.

BASIC EARNINGS PER SHARE DILUTED EARNINGS PER SHARE Finance Director

14.1 General assistance fee The amount is payable to Lafarge S.A. and Cementos Molins for general assistance fee (1 percent of annual net turnover of the company in accordance with the General Assistance 14.2 Trademark license fee The amount is equally payable to Lafarge S.A. and Cementos Molins for trademark license fee (1 percent of annual net turnover of the company in accordance with the Trademark License 30 Sep 2013 31 Dec 2012 Taka'000 Taka'000 Other Payables Payables to supplier of property, plant & equipment 21,074 108,428 7,161 63,728 Accrued interest and commitment fees Payable to employees 178,118 211,033 Income tax & VAT deducted at source 87,429 90,406 293,782 473,595 38,298 171,439 3,340,773 2,891,782 3,379,071 3,063,221 115,592 62,147 42,272 53,445 157,864 115,592

Short Term Debt Bank overdraft facilities Short term credit facilities 17 Current Tax Liabilities Balance at 1 January Provision for the year Jan-Sep 2013 Jan-Sep 2012 Taka'000 Taka'000 Revenue Sale of gray cement 6,642,427 6,384,233 Sale of cement clinker 1,613,432 1,439,228 8,255,859 7,823,461 Cost of Sales Manufacturing variable cost 2,719,308 2,681,745 Manufacturing fixed cost 891,278 774,719 Distribution cost to customers 224,829 217,788 483,505 464.301 Internal distribution cost Inventory movement (14,917)180,672 443,841 448,670 Depreciation and amortization 4,747,844 4,767,895 General and Administrative Expenses 128,885 116,477 Salary, allowances and benefits 78,714 76,057 General assistance fee 78,714 Trademark license fee 76,057 24,989 19,612 Computer expenses 97,182 Other office expenses 83,280 Administrative depreciation and amortization 22,735 19,363 Contribution to Workers' Profit Participation and welfare Fund 113,872 77,437 468,283 545,091 21 Sales and Marketing Expenses Salary, allowances and benefits 46,317 45,913 54,957 Advertisement 49,545 Other office expenses 19,248 11,982 120,522 107,440 22 Finance Costs and Income 99,240 241,540 Interest on long term debt Interest on short term debt 149,338 167,525 7,364 17,486 Fees for long term debt Other finance costs 40,273 451,361 124,960 Exchange loss 17,107 10,500 Bank charges and commission 724,822 602,284 Finance costs 391 Interest income on bank deposits 1,101 391 Finance income 723,721 601,893 Net finance costs Income Tax Current income tax expenses 42,272 43,849 835,828 575,644 Deferred income tax expenses 878,100 619,493 24 Earnings Per Share

The computation of basic earnings per share for the periods ended 2013 and 2012 are as

NUMERATOR (Thousand Taka) INCOME FOR THE PERIOD- ATTRIBUTABLE TO THE OWNERS OF THE PARENT COMPANY 1,422,571 1,236,329 DENOMINATOR (Thousands of Shares) WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING 1,161,374 1,161,374

Taka

25 Related Party Transactions

Except for the regular transactions, there were no significant related party transactions during the period.

1.22

1.06

26 Commitments and Contingencies

There were no significant changes in the commitments and contingencies made by the Company during the period.

27 Agreement with the Madina Cement Industries

Lafarge Surma and Madina Cement Industries ("Madina") have entered into an outsourced Toll Grinding Agreement (the "Agreement") on March 10, 2013. The Agreement is for three years with provisions for further extension by mutual agreement. Under the agreement Madina will produce Portland Composite Cement (PCC) for Lafarge Surma. Lafarge Surma shall supply clinker to Madina and Madina shall supply other raw materials to manufacture the bagged PCC cement strictly in accordance with Lafarge Surma's specification and quality standard. Madina shall sell the bagged cement, produced under the Agreement, exclusively to Lafarge Surma. Lafarge Surma shall market and distribute the cement under the brand name "POWERCRETE".

28 Other Operating Income

Last year, the Company filed an insurance claim against business interruption arising from machinery breakdown in Lafarge Surma Cement Limited (LSC). During the year, an amount of Taka 170,533 (in thousand) which is included under the "Other operating income" head has been received from the insurance company as final settlement of the claim.

29 Comparatives

Comparative figures and account titles in the financial statements have been rearranged/ reclassified where necessary to conform with changes in presentation in the current period.

Chief Executive Officer

Lafarge Surma Cement Ltd., Suvastu Imam Square, 65 Gulshan Avenue, 3rd floor, Gulshan - 1, Dhaka 1212, Bangladesh, Tel: +880(2) 8812026, 8854847 Fax: 880 (2) 8825413, 8815167, 9887650 Email: info@bd.lafarge.com, Web: www.lafarge-bd.com

Company") was incorporated on 11 November 1997 as a private limited company in Bangladesh

under the Companies Act 1994 having its registered office in Dhaka. The Company has

subsequently been converted into a public limited company on 20 January 2003 and went for

Initial Public Offering of shares in November 2003 which was fully subscribed and issued. The

shares have since been listed and are being traded in Dhaka and Chittagong Stock Exchanges.

Presently the Company has two subsidiaries in India. The main objectives of the subsidiaries are to support the holding company. A brief description of each of the subsidiary is given below: