

## LafargeHolcim Bangladesh Limited

### A company of LafargeHolcim and BSECE FIRST QUARTER CONSOLIDATED FINANCIAL STATEMENTS 2024 (UN-AUDITED)

Pursuant to the requirement of Regulation 17(1) of the Listing Regulations of Dhaka and Chittagong Stock Exchange Limited and Complying with Clause 4(1) Notification No.BSEC/MRRC/2006-158/2018/Adm/81 dated June 20, 2018 of Bangladesh Securities and Exchange Commission.

LAFARGEHOLCIM BANGLADESH LIMITED Consolidated Statement of Financial Position (Un-audited) at 31 March 2024			
NOTES	31 Mar 2024 (Taka'000)	31 Dec 2023 (Taka'000)	
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	16,506,278	17,073,032	
Goodwill	317,778	317,778	
Intangible assets	576,687	505,163	
<b>Total non-current assets</b>	<b>17,800,743</b>	<b>17,895,973</b>	
<b>Current assets</b>			
Inventories	3,632,257	3,435,272	
Trade receivables	623,719	565,241	
Other current assets	6,403,682	4,931,397	
Cash and cash equivalents	8,051,951	9,345,255	
<b>Total current assets</b>	<b>18,711,609</b>	<b>18,717,165</b>	
<b>Total assets</b>	<b>37,512,352</b>	<b>36,613,138</b>	
<b>Equity &amp; Liabilities</b>			
<b>Equity</b>			
Share capital	11,813,735	11,813,735	
Retained earnings	11,608,234	10,075,574	
Other components of equity	(199,738)	(171,495)	
Foreign currency translation	750,725	713,914	
<b>Equity attributable to owners of the Company</b>	<b>24,973,956</b>	<b>23,332,738</b>	
Non-controlling interests	(528)	(527)	
<b>Total equity</b>	<b>24,973,428</b>	<b>23,332,211</b>	
<b>Non-current liabilities</b>			
Loan liabilities	102,299	112,265	
Deferred tax liabilities	1,784,718	1,826,315	
Employee benefits	116,126	102,237	
Provision	83,483	80,614	
<b>Total non-current liabilities</b>	<b>2,086,626</b>	<b>2,121,431</b>	
<b>Current liabilities</b>			
Trade payables	8,165,741	10,047,135	
Other current liabilities	796,704	1,191,014	
Loan liabilities	28,351	27,402	
Current income tax liabilities	500,530	555,586	
Borrowing	1,061,509	1,061,509	
Undivided dividend	24,362	28,349	
<b>Total current liabilities</b>	<b>11,587,197</b>	<b>13,857,086</b>	
<b>Total equity and liabilities</b>	<b>37,512,352</b>	<b>36,613,138</b>	
<b>Net Asset Value (NAV) Per Share</b>	<b>20.53</b>	<b>19.14</b>	

LAFARGEHOLCIM BANGLADESH LIMITED Consolidated Statement of Comprehensive Income (Un-audited) for the period ended 31 March 2024			
NOTES	Jan-Mar 2024 (Taka'000)	Jan-Mar 2023 (Taka'000)	
<b>Profit for the period</b>			
	1,626,660	1,908,700	
<b>Items that may be reclassified subsequently to profit or loss</b>			
Cash flow hedge instruments	(28,333)	(1,966)	
Exchange differences on translating foreign operation	17,813	250,814	
Non-controlling interests-currency translation adjustment	(1)	12	
Other comprehensive income for the period	(10,821)	248,760	
<b>Total comprehensive income for the period</b>	<b>1,615,139</b>	<b>2,158,460</b>	
<b>Profit attributable to Owners of the parent Company</b>			
	1,616,140	2,156,448	
Non-controlling interests	(1)	12	
<b>Total comprehensive income for the period</b>	<b>1,616,139</b>	<b>2,158,460</b>	

LAFARGEHOLCIM BANGLADESH LIMITED Notes to the Condensed Consolidated Financial Statements (Un-audited) for the period ended 31 March 2024							
	Share capital	Retained earnings	Other components of equity	Foreign currency translation	Equity for parent company	Non controlling interests	Total equity
Balance at 1 January 2023	11,413,735	8,871,541	(214,283)	438,517	17,716,518	(146)	17,716,330
Total comprehensive income for the period	1,615,139	1,908,700	(1,966)	250,814	2,772,685	12	2,772,707
Balance at 31 March 2023	11,813,735	7,962,841	(215,349)	690,331	19,888,558	(134)	19,888,424
Balance at 1 January 2024	11,813,735	10,075,574	(171,495)	712,912	22,226,816	(527)	22,226,289
Total comprehensive income for the period	1,615,139	1,626,660	(28,333)	17,813	1,616,140	(1)	1,616,139
Balance at 31 March 2024	11,813,735	11,608,234	(199,738)	730,725	22,952,956	(528)	22,952,428

LAFARGEHOLCIM BANGLADESH LIMITED Consolidated Statement of Changes in Equity (Un-audited) for the period ended 31 March 2024			
	31 Mar 2024 (Taka'000)	31 Dec 2023 (Taka'000)	
<b>Share capital</b>	11,813,735	11,813,735	
<b>Retained earnings</b>	11,608,234	10,075,574	
<b>Other components of equity</b>	(199,738)	(171,495)	
<b>Foreign currency translation</b>	750,725	713,914	
<b>Equity for parent company</b>	24,973,956	23,332,738	
<b>Non controlling interests</b>	(528)	(527)	
<b>Total equity</b>	24,973,428	23,332,211	

**1. General Information**

LafargeHolcim Bangladesh Limited (LHBL) (hereinafter referred to as "the Company") was incorporated on 11 November 1992 as a private limited company in Bangladesh under the Companies Act 1994 having its registered office in Dhaka. At the time of incorporation the name of the Company was "Lafarge Sumco Cement Limited". On 07 February 2017 the Registrar of Joint Stock Companies and Firms of Bangladesh (RJSC) approved the name change to "LafargeHolcim Bangladesh Limited" of the Company. The Company has subsequently been converted into a public limited company on 20 January 2023 and went for Initial Public Offering of shares in November 2023 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 binding company. A brief description of each of the subsidiaries is given below:

**Lum Maxuhon Minerals Private Limited (LMMPPL)** - Incorporated under the Indian Companies Act 1956 on 17 November 1994 as a private limited company with its registered office at Shillong in the State of Meghalaya, India.

**Lafarge Umiam Mining Private Limited (LUMPL)** - Incorporated under the Indian Companies Act 1956 on 22 March 1999 as a private limited company with its registered office at Shillong in the State of Meghalaya, India.

**2. Nature of business**

The Company operates cement and aggregates manufacturing plants at Chhatra under Sunamganj district, and three (3) grinding plants near Dhaka and Moulvibazar. The Company extracts and processes the basic raw materials of limestone from the quarry in Meghalaya, India, owned by the Company's fully owned subsidiary Lafarge Umiam Minerals Private Limited. A 17 kilometers intra-border conveyor belt links the quarry with the cement plant for transportation of raw materials. The Company is engaged in manufacturing and marketing of building materials in the local and international market.

**3. Basis of preparation**

The consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

**4. Principles of consolidation**

The accounts of all the subsidiaries of the Company have been fully consolidated as the Company directly controls more than 50% of the voting shares of these entities.

The Company has made following investments in its subsidiaries which have been eliminated during consolidation:

Name of subsidiary	31 Mar 2024 (Taka'000)	31 Dec 2023 (Taka'000)
Lafarge Umiam Mining Private Limited, India	519,356	519,356
Lum Maxuhon Minerals Private Limited, India	537	537
	<b>(519,893)</b>	<b>(519,893)</b>

All inter-company balances between the Company and its subsidiaries are eliminated on consolidation.

**5. Scope of consolidation**

The name of subsidiaries, country of incorporation and proportion of ownership interest are as follows:

Name of subsidiary	Country of incorporation	% of ownership interest
Lafarge Umiam Mining Private Limited	India	100
Lum Maxuhon Minerals Private Limited	India	74

**6. Significant accounting policies**

The same accounting policies, presentation and methods of computation have been followed in these interim financial statements as were applied in the preparation of the Company's financial statements for the year ended 31 December 2023. 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.

**7. Gas sales agreement with JSTDS**

The amount of Other current assets include an advance amount of Taka 2,969,735 (in thousands) paid to Jalabadi Gas Transmission and Distribution System Limited (JSTDS) as of the period ended in March 31, 2024. The Company had an Arbitration award with Jalabadi Gas Transmission and Distribution System Limited (JSTDS). On 15 September 2023, the Arbitration Tribunal issued the Final Award in favor of the Company. As per the Award, the Claimant is to provide a valid and enforceable provision of the Gas Sales Agreement (GSA). The Primary Term of the GSA is for 20 years from the Gas Delivery Commencement Date which is due on 17 January 2026. As per the GSA, the Primary Term shall automatically be extended for a further period of five (5) years unless terminated by either:

LAFARGEHOLCIM BANGLADESH LIMITED Consolidated Statement of Profit or Loss (Un-audited) for the period ended 31 March 2024			
NOTES	Jan-Mar 2024 (Taka'000)	Jan-Mar 2023 (Taka'000)	
<b>Revenue</b>			
	8,257,424	8,548,818	
Cost of sales	(5,519,434)	(5,445,948)	
<b>Gross profit</b>	<b>2,737,990</b>	<b>3,072,870</b>	
<b>General and administrative expenses</b>			
Sales and marketing expenses	(509,693)	(516,631)	
Other operating income	6,157	2,425	
<b>Operating profit</b>	<b>2,135,554</b>	<b>2,459,433</b>	
<b>Finance cost</b>			
Finance income	(49,834)	(15,831)	
<b>Profit before tax</b>	<b>2,100,319</b>	<b>2,440,768</b>	
Income tax	(473,659)	(552,568)	
<b>Profit for the period</b>	<b>1,626,660</b>	<b>1,908,700</b>	
<b>Earning Per Share</b>			
Basic (Taka)	1.40	1.64	
Diluted (Taka)	1.40	1.64	

LAFARGEHOLCIM BANGLADESH LIMITED Consolidated Statement of Cash Flows (Un-audited) for the period ended 31 March 2024			
	Jan-Mar 2024 (Taka'000)	Jan-Mar 2023 (Taka'000)	
<b>Cash flows from operating activities</b>			
Cash receipts from customers	7,445,619	7,483,258	
Cash paid to suppliers and employees	(5,774,579)	(4,780,475)	
Cash generated from operations	1,671,040	2,702,783	
Income tax paid	(576,261)	(577,816)	
Other receipts	6,157	2,425	
<b>Net cash generated by operating activities</b>	<b>1,100,897</b>	<b>3,160,425</b>	
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment	(235,362)	(85,112)	
Interest income on bank deposits	55,263	18,182	
<b>Net cash used in investing activities</b>	<b>(180,099)</b>	<b>(66,930)</b>	
<b>Cash flows from financing activities</b>			
Repayments of long term borrowings	(8,630)	(6,568)	
Payment other financing costs	(9,842)	(6,994)	
Receipts from short term borrowings	1,061,509	-	
Large accounts balances with banks	(2,255,350)	-	
Interest paid on lease liability	(3,406)	(1,641)	
Dividend payment	(87)	(24,681)	
<b>Net cash used in financing activities</b>	<b>(2,445,330)</b>	<b>(225,266)</b>	
Net effect of foreign currency translation on cash and cash equivalents	597	10,133	
<b>Net increase in cash and cash equivalents</b>	<b>(232,570)</b>	<b>2,840,415</b>	
Cash and cash equivalents at beginning of the period	8,265,535	8,848,724	
<b>Cash and cash equivalents at end of the period</b>	<b>7,993,965</b>	8,708,309	
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>8.95</b>	<b>3.73</b>	

Subsequent to the reporting date, JSTDS communicated their intention not to extend beyond the Primary Term. In March 2024, JSTDS filed an application before the High Court Division of the Supreme Court of Bangladesh asking the Honorable Court to grant an order on JSTDS' application to pay in accordance with the price fixed by the Government. The Company has taken this matter with due importance and is presently working on it.

**Borrowings**

The Company availed short term borrowings (advance payable) at sight facilities from the banks for settlement of payables against import purchases.

**9. Segment Information-Period: January-March**

2024 Taka'000	Reportable segments	Aggregates	Total
	Clinker and cement		
<b>Statement of profit and loss</b>			
Segment revenue	6,864,522	1,392,902	8,257,424
Segment expenses	(1,393,844)	727,114	2,155,864
<b>Operating profit</b>	5,470,678	665,788	6,136,466
Assets	28,845,264	395,425	29,240,689
Segment assets	28,845,264	395,425	29,240,689
Unallocated assets*	-	-	-
<b>Total assets</b>	<b>28,845,264</b>	<b>395,425</b>	<b>29,240,689</b>
<b>Equity and liabilities</b>			
Segment liabilities	10,048,309	65,977	10,114,286
Segment liabilities	10,048,309	65,977	10,114,286
Unallocated equity and liabilities**	-	-	-
<b>Total equity and liabilities</b>	<b>10,048,309</b>	<b>65,977</b>	<b>10,114,286</b>

  

2023 Taka'000	Clinker and cement	Aggregates	Total
<b>Statement of profit and loss</b>			
Segment revenue	7,472,395	1,073,422	8,548,818
Operating profit	1,891,399	541,943	2,433,433
Assets	24,317,049	366,909	24,683,958
Segment assets	24,317,049	366,909	24,683,958
Unallocated assets*	-	-	-
<b>Total assets</b>	<b>24,317,049</b>	<b>366,909</b>	<b>24,683,958</b>
<b>Equity and liabilities</b>			
Segment liabilities	5,229,156	94,553	5,323,709
Segment liabilities	5,229,156	94,553	5,323,709
Unallocated equity and liabilities**	-	-	-
<b>Total equity and liabilities</b>	<b>5,229,156</b>	<b>94,553</b>	<b>5,323,709</b>

\* Advance tax, derivatives instruments and cash and cash equivalents  
\*\* Borrowings, deferred tax liabilities and undivided dividend.

**10. Finance Cost**

Finance costs increased due to interest cost on short term UPAS loan and exchange loss during the period.

**11. Related Party Transactions**

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

	Jan-Mar 2024 Taka	Jan-Mar 2023 Taka
<b>12. Comparative information of the Shareholders</b>		
Net Asset Value (NAV) Per Share	20.53	19.14
Earning Per Share (EPS)	1.40	1.64
Net Operating Cash Flow Per Share (NOCFPS)	8.95	3.73
Profit for the period	1,626,660,000	1,908,700,000

For the period ending in March 2024, EPS decreased compared to the previous period, mainly due to decreased current sales. NOCFPS decreased compared to the same period of last year, due to significant payments to suppliers against local and imported purchases.

**LafargeHolcim Bangladesh Limited**

**A company of LafargeHolcim and MOLINS**  
**FIRST QUARTER CONSOLIDATED FINANCIAL STATEMENTS 2024 (UN-AUDITED)**

Pursuant to the requirement of Regulation 17(1) of the Listing Regulations of Dhaka and Chittagong Stock Exchange Limited and Complying with Clause 4(1) Notification No.BSEC/CRCD/2006-158/208/Adm/01 dated June 20, 2018 of Bangladesh Securities and Exchange Commission.

**LAFARGEHOLCIM BANGLADESH LIMITED**  
 Consolidated Statement of Financial Position (Un-audited)  
 at 31 March 2024

NOTES	31 Mar 2024 (Taka'000)	31 Dec 2023 (Taka'000)
<b>Assets</b>		
Non-current assets		
Property, plant and equipment	16,906,278	17,072,033
Goodwill	317,776	317,776
Intangible assets	576,687	565,142
<b>Total non-current assets</b>	<b>17,800,741</b>	<b>17,954,951</b>
Current assets		
Investments	3,832,537	3,435,232
Trade receivables	823,719	500,241
Other current assets	6,403,482	4,991,397
Cash and cash equivalents	6,651,951	9,345,525
<b>Total current assets</b>	<b>17,711,689</b>	<b>18,272,435</b>
<b>Total assets</b>	<b>35,512,430</b>	<b>36,227,386</b>
<b>Equity &amp; Liabilities</b>		
Share capital	11,613,735	11,613,735
Reserve earnings	11,888,224	10,071,574
Other components of equity	790,732	712,912
Foreign currency translation		
<b>Equity attributable to owners of the Company</b>	<b>24,292,691</b>	<b>22,398,221</b>
Non-controlling interests	(27)	(27)
<b>Total equity</b>	<b>24,264,964</b>	<b>22,329,294</b>
Non-current liabilities		
Lease liabilities	102,790	112,305
Deferred tax liabilities	1,784,716	1,826,213
Employee benefits	118,126	103,337
Provision	43,483	60,614
<b>Total non-current liabilities</b>	<b>2,048,115</b>	<b>2,102,469</b>
Current liabilities		
Trade payables	5,165,741	10,447,135
Other current liabilities	796,704	1,951,614
Lease liabilities	28,391	37,402
Current income tax liabilities	500,520	555,586
Borrowings	1,081,509	26,349
Undivided dividend	26,392	26,349
<b>Total current liabilities</b>	<b>11,589,097</b>	<b>13,847,088</b>
<b>Total equity and liabilities</b>	<b>35,812,061</b>	<b>36,176,382</b>
<b>Net Asset Value (NAV) Per Share</b>	<b>20.53</b>	<b>19.14</b>

**LAFARGEHOLCIM BANGLADESH LIMITED**  
 Consolidated Statement of Comprehensive Income (Un-audited)  
 for the period ended 31 March 2024

	Jan-Mar 2024 (Taka'000)	Jan-Mar 2023 (Taka'000)
<b>Profit for the period</b>	<b>1,628,660</b>	<b>1,908,780</b>
Items that may be reclassified subsequently to profit or loss		
Cash flow hedge instruments	(28,333)	(1,856)
Exchange differences on translating foreign operation	17,813	230,814
Non-controlling interests - currency translation adjustment	(11)	12
<b>Other comprehensive income for the period</b>	<b>(10,511)</b>	<b>228,760</b>
<b>Total comprehensive income for the period</b>	<b>1,618,149</b>	<b>2,137,546</b>
<b>Profit attributable to:</b>		
Owners of the parent Company	1,618,149	2,137,546
Non-controlling interests	(1)	12
<b>Total comprehensive income for the period</b>	<b>1,618,148</b>	<b>2,137,558</b>

**LAFARGEHOLCIM BANGLADESH LIMITED**  
 Consolidated Statement of Profit or Loss (Un-audited)  
 for the period ended 31 March 2024

NOTES	Jan-Mar 2024 (Taka'000)	Jan-Mar 2023 (Taka'000)
<b>Revenue</b>	<b>8,257,424</b>	<b>8,545,818</b>
Cost of sales	(5,516,434)	(5,465,919)
<b>Gross profit</b>	<b>2,740,990</b>	<b>3,079,899</b>
General and administrative expenses	(309,693)	(518,231)
Sales and marketing expenses	(118,800)	(173,201)
Other operating income	6,157	2,425
<b>Operating profit</b>	<b>2,318,654</b>	<b>2,430,922</b>
Finance cost	(65,834)	(15,831)
Finance income	54,589	44,166
<b>Profit before tax</b>	<b>2,307,409</b>	<b>2,459,257</b>
Income tax	(473,659)	(352,068)
<b>Profit for the period</b>	<b>1,833,750</b>	<b>2,107,189</b>
<b>Earnings Per Share</b>		
Basic (Taka)	1.60	1.64
Diluted (Taka)	1.60	1.64

**LAFARGEHOLCIM BANGLADESH LIMITED**  
 Consolidated Statement of Cash Flows (Un-audited)  
 for the period ended 31 March 2024

	Jan-Mar 2024 (Taka'000)	Jan-Mar 2023 (Taka'000)
<b>Cash flows from operating activities</b>		
Cash receipts from customers	7,445,619	8,483,258
Cash paid to suppliers and employees	(3,724,920)	(4,340,415)
Cash generated from operations	3,720,699	4,142,843
Income tax paid	(576,355)	(577,816)
Other receipts	6,157	2,425
<b>Net cash generated by operating activities</b>	<b>3,150,501</b>	<b>3,567,452</b>
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment	(235,362)	(53,112)
Interest income on bank deposits	55,249	18,182
<b>Net cash used in investing activities</b>	<b>(179,113)</b>	<b>(34,930)</b>
<b>Cash flows from financing activities</b>		
Cash flows from financing activities	(8,430)	(6,564)
Payments of lease liabilities	(8,942)	(8,942)
Receipts from term borrowings	1,001,500	37,402
Margin accounts balances with banks	(2,255,300)	-
Interest paid on lease liability	(1,404)	(1,441)
Dividend payment	(67)	(24,881)
<b>Net cash used in financing activities</b>	<b>(1,707,838)</b>	<b>(179,424)</b>
<b>Net effect of foreign currency translation on cash and cash equivalents</b>	557	10,133
<b>Net increase in cash and cash equivalents</b>	<b>1,283,167</b>	<b>2,343,231</b>
Cash and cash equivalents at beginning of the period	6,651,951	4,888,726
Cash and cash equivalents at end of the period	7,935,118	7,231,957
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>8.85</b>	<b>7.73</b>

**LAFARGEHOLCIM BANGLADESH LIMITED**  
 Notes to the Consolidated Financial Statements (Un-audited)  
 for the period ended 31 March 2024

	Share capital	Retained earnings	Other components of equity	Foreign currency translation	Equity for parent company	Non-controlling interests	Total equity
Balance at 1 January 2023	11,613,735	8,871,541	(214,283)	439,517	17,719,510	(189)	17,719,320
Total comprehensive income for the period		1,908,780	700,616	2,150,160	3,769,572	12	3,769,584
Balance at 31 March 2023	11,613,735	10,780,321	(413,667)	2,589,677	21,480,085	(177)	21,479,908
Balance at 1 January 2024	11,613,735	10,071,574	(171,465)	712,912	22,226,716	(827)	22,225,889
Total comprehensive income for the period		1,628,660	(28,333)	17,813	1,618,149	(1)	1,618,148
Balance at 31 March 2024	11,613,735	11,700,234	(199,798)	730,725	23,944,907	(828)	23,944,079

**1. General Information**  
 LafargeHolcim Bangladesh Limited (BHL) (hereinafter referred to as "the Company") was incorporated on 11 November 1993 as a private limited company in Bangladesh under the Companies Act 1994 having its registered office in Dhaka. At the time of incorporation the name of the Company was "Lafarge Sumit Cement Limited". On 27 February 2017 the Registrar of Joint Stock Companies and Firms of Bangladesh (RJSC) approved the name change to "LafargeHolcim Bangladesh Limited" of the Company. The Company has subsequently been converted into a public limited company on 20 January 2022 and went for Initial Public Offering of shares in November 2023 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:

**Lum Mawshun Minerals Private Limited (LMMPL)** - incorporated under the Indian Companies Act 1956 on 17 November 1994 as a private limited company with its registered office at Shillong in the State of Meghalaya, India.

**Lafarge Umiam Mining Private Limited (LUMPL)** - incorporated under the Indian Companies Act 1956 on 22 March 1999 as a private limited company with its registered office at Shillong in the State of Meghalaya, India.

**2. Nature of business**  
 The Company operates cement and aggregates manufacturing plants at Chhota under Sonmarg district, and three (3) grinding plants near Dhuba and Shubha. The Company extracts and processes the basic raw materials of limestone from the quarry in Meghalaya, India, owned by the Company's fully owned subsidiary Lafarge Umiam Minerals Private Limited. A 17 kilometers cross-border conveyor belt links the quarry with the cement plant for transportation of raw materials. The company is engaged in manufacturing and marketing of building materials in the local market and international market.

**3. Bank of preparation**  
 The consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

**4. Principles of consolidation**  
 The accounts of all the subsidiaries of the Company have been fully consolidated as the Company directly controls more than 50% of the voting shares of these entities.

The Company has made following investments in its subsidiaries which have been eliminated during consolidation:

Name of subsidiary	31 Mar 2024 (Taka'000)	31 Dec 2023 (Taka'000)
Lafarge Umiam Mining Private Limited, India	519,356	519,356
Lum Mawshun Minerals Private Limited, India	527	537
	<b>519,883</b>	<b>519,893</b>

All inter-company balances between the Company and its subsidiaries are eliminated on consolidation.

**5. Scope of consolidation**  
 The name of subsidiaries, country of incorporation and proportion of ownership interest are as follows:

Name of subsidiary	Country of incorporation	% of ownership interest
Lafarge Umiam Mining Private Limited	India	100
Lum Mawshun Minerals Private Limited	India	74

**6. Significant accounting policies**  
 The same accounting policies, presentation and methods of computation have been followed in these interim financial statements as were applied in the preparation of the Company's financial statements for the year ended 31 December 2023. 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.

**7. Gas sales agreement with JTDS**  
 The amount of Other current assets include an advance amount of Taka 2,900,755 (in thousands) paid to Jiluhad Gas Transmission and Distribution Systems Limited (JTDS) as of the period ended 31 March 2024. The Company had an Agreement with Jiluhad Gas Transmission and Distribution Systems Limited (JTDS). On 15 September 2023, the Arbitration Tribunal issued the Final Award in favor of the Company. As per the Award, the Contract Price is a valid and enforceable provision of the Gas Sales Agreement (GSA). The Final Award of the GSA for 30 years from the Gas Delivery Commencement Date which is due on 17 January 2026. As per the GSA, the Primary Term shall automatically be extended for a further period of five (5) years unless terminated by either party. Subsequent to the reporting date, JTDS communicated their intention not to extend beyond the Primary Term. In March 2024, JTDS filed an application before the High Court Division of the Supreme Court of Bangladesh asking the Honorable Court to pass an order on LafargeHolcim Bangladesh to pay in accordance with the price fixed by the Government. The Company has taken this matter with due importance and is presently working on it.

**Borrowings**  
 The Company availed short term borrowings (balance payable) at eight facilities from the banks for settlement of payables against import purchases.

**9. Segment Information-Period: January-March 2024**

2024 Taka'000	Reportable segments Clinker and cement	Aggregates	Total
<b>Statement of profit and loss</b>			
Segment revenue	6,864,522	1,293,902	8,158,424
Segment profit	1,239,844	721,214	1,961,058
Operating profit	28,065,284	355,425	28,420,709
Segment assets	9,061,951	9,061,951	18,123,902
Unallocated assets**	-	-	37,512,649
<b>Total assets</b>			
Equity and Liabilities	10,048,109	65,917	10,114,026
Segment liabilities	-	-	27,308,494
Unallocated equity and liabilities**	-	-	27,308,494
<b>Total equity and liabilities</b>			
2023 Taka'000	Clinker and cement	Aggregates	Total
<b>Statement of profit and loss</b>			
Segment revenue	7,472,395	1,073,422	8,545,818
Operating profit	1,891,390	541,643	2,433,033
Segment assets	24,317,068	346,091	24,663,159
Unallocated assets**	-	-	7,488,771
<b>Total assets</b>			
Equity and Liabilities	9,228,156	34,553	9,262,709
Segment liabilities	-	-	23,045,428
Unallocated equity and liabilities**	-	-	23,045,428
<b>Total equity and liabilities</b>			

\*\*Advance tax, derivatives instruments and cash and cash equivalents  
 \*Borrowing, deferred tax liabilities and unclaimed dividend.

**10. Finance Cost**  
 Finance costs increased due to interest cost on short term UPAS loan and exchange loss during the period.

**11. Related Party Transactions**  
 Except for the regular transactions, there were no significant related party transactions during the period.

**12. Comparative Information of the Shareholders**

	Jan-Mar 2024 Taka	Jan-Mar 2023 Taka
Net Asset Value (NAV) Per Share	20.53	19.14
Earnings Per Share (EPS)	1.60	1.64
Net Operating Cash Flow Per Share (NOCFPS)	8.85	7.73
Profit for the period	1,833,750	2,107,189

For the period January to March 2024, EPS decreased compared to the previous period, mainly due to decreased earnings. NOCFPS decreased compared to the same period of last year, due to significant payments to suppliers against local and imported purchases.



# LafargeHolcim Bangladesh Limited

## A company of LafargeHolcim and **FIRST QUARTER CONSOLIDATED FINANCIAL STATEMENTS 2024 (UN-AUDITED)**

Pursuant to the requirement of Regulation 17(1) of the Listing Regulations of Dhaka and Chittagong Stock Exchange Limited and Complying with Clause 4(1) Notification No. BSEC/CMRCD/2006-158/2018/Amn/01 dated June 20, 2018 of Bangladesh Securities and Exchange Commission.

LAFARGEHOLCIM BANGLADESH LIMITED Consolidated Statement of Financial Position (Un-audited) at 31 March 2024		
NOTES	31 Mar 2024 (Taka'000)	31 Dec 2023 (Taka'000)
<b>Assets</b>		
Non-current assets		
Property, plant and equipment	16,906,278	17,071,033
Goodwill	312,279	308,162
Intangible assets	796,600	-
<b>Total non-current assets</b>	<b>17,895,157</b>	<b>17,379,195</b>
Current assets		
Inventory	6,632,537	6,425,272
Trade receivables	623,719	560,341
Other current assets	4,603,630	4,931,197
Cash and cash equivalents	9,051,951	9,345,255
<b>Total current assets</b>	<b>20,911,837</b>	<b>21,261,965</b>
<b>Total assets</b>	<b>38,807,000</b>	<b>38,641,160</b>
<b>Equity &amp; Liabilities</b>		
Share capital	11,613,235	11,613,235
Reserve earnings	11,808,234	10,077,574
Other components of equity	(198,738)	(171,495)
Foreign currency translation	750,273	712,912
<b>Equity attributable to owners of the Company</b>	<b>23,862,904</b>	<b>22,232,231</b>
Noncontrolling interests	(528)	(527)
<b>Total equity</b>	<b>23,857,376</b>	<b>22,231,704</b>
Non-current liabilities		
Lease liabilities	181,790	112,305
Deferred tax liabilities	1,784,718	1,828,315
Employee benefits	118,128	103,337
Provision	83,483	89,114
<b>Total non-current liabilities</b>	<b>2,168,119</b>	<b>2,133,071</b>
Current liabilities		
Trade payables	9,162,241	10,047,135
Other current liabilities	758,764	1,191,014
Lease liabilities	28,351	27,482
Current income tax liabilities	505,530	555,586
Borrowings	1,061,509	25,340
Undivided dividend	25,242	-
<b>Total current liabilities</b>	<b>11,542,697</b>	<b>11,877,556</b>
<b>Total equity and liabilities</b>	<b>35,400,073</b>	<b>34,109,260</b>
Net Asset Value (NAV) Per Share	20.53	19.14

LAFARGEHOLCIM BANGLADESH LIMITED Consolidated Statement of Comprehensive Income (Un-audited) for the period ended 31 March 2024		
Jan-Mar 2024 (Taka'000)	Jan-Mar 2023 (Taka'000)	
<b>Profit for the period</b>	<b>1,616,660</b>	<b>1,068,700</b>
<b>Items that may be reclassified subsequently to profit or loss</b>		
Cash flow hedge	(28,333)	(1,066)
Exchange differences on translating foreign operation	17,815	250,814
Non-controlling interests - currency translation adjustment	16,530	12
Other comprehensive income for the period	<b>(10,511)</b>	<b>249,760</b>
<b>Total comprehensive income for the period</b>	<b>1,616,178</b>	<b>1,318,466</b>
Profit attributable to: Owners of the parent Company	1,616,140	1,318,448
Non-controlling interests	(1)	12
<b>1,616,139</b>	<b>1,318,460</b>	

LAFARGEHOLCIM BANGLADESH LIMITED Consolidated Statement of Profit or Loss (Un-audited) for the period ended 31 March 2024		
NOTES	Jan-Mar 2024 (Taka'000)	Jan-Mar 2023 (Taka'000)
Revenue	5	5,237,434
Cost of sales		(5,519,434)
<b>Gross profit</b>	<b>3,297,898</b>	<b>3,079,870</b>
General and administrative expense	(509,693)	(518,631)
Sales and marketing expense	(118,890)	(177,230)
Other operating income	6,157	2,425
<b>Operating profit</b>	<b>3,118,562</b>	<b>2,432,434</b>
Finance cost	(69,834)	(15,831)
Finance income	54,589	44,166
<b>Profit before tax</b>	<b>3,103,317</b>	<b>2,460,768</b>
Income tax	(473,658)	(552,088)
<b>Profit for the period</b>	<b>1,629,659</b>	<b>1,908,700</b>
Earning Per Share	1.45	1.61
Basic (EPS)	1.40	1.64
Diluted (EPS)		

LAFARGEHOLCIM BANGLADESH LIMITED Consolidated Statement of Cash Flows (Un-audited) for the period ended 31 March 2024		
Jan-Mar 2024 (Taka'000)	Jan-Mar 2023 (Taka'000)	
<b>Cash flows from operating activities</b>		
Cash receipts from customers	7,445,619	6,483,258
Cash paid to suppliers and employees	(5,779,578)	(4,760,410)
Cash generated from operations	1,267,099	3,762,848
Income tax paid	(576,350)	(577,816)
Other receipts	6,157	2,425
<b>Net cash generated by operating activities</b>	<b>1,196,956</b>	<b>3,187,457</b>
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment	(235,362)	(85,112)
Interest income on bank deposits	35,369	18,182
<b>Net cash used in investing activities</b>	<b>(199,993)</b>	<b>(66,930)</b>
<b>Cash flows from financing activities</b>		
Payments of the lease liabilities	(8,420)	(6,564)
Payment of finance cost	(9,942)	(8,954)
Receipts from short term borrowings	1,061,509	-
Margin accounts balances with banks	(2,255,300)	-
Interest paid on lease liability	(4,464)	(1,641)
Dividend payment	(67)	(256,881)
<b>Net cash used in financing activities</b>	<b>(1,141,930)</b>	<b>(770,040)</b>
Net effect of foreign currency translation on cash and cash equivalents	557	10,133
<b>Net increase in cash and cash equivalents</b>	<b>(23,366)</b>	<b>2,401,619</b>
Cash and cash equivalents at beginning of the period	9,051,951	8,643,726
Cash and cash equivalents at end of the period	8,828,585	7,682,107
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>8.85</b>	<b>2.73</b>

LAFARGEHOLCIM BANGLADESH LIMITED Notes to the Condensed Consolidated Financial Statements (Un-audited) for the period ended 31 March 2024						
	Share capital	Retained earnings	Other components of equity	Foreign currency translation	Equity for parent company	Non-controlling interests
Balance at 1 January 2023	11,613,235	5,871,541	(21,433)	438,517	17,710,519	(168)
Total comprehensive income for the period		1,400,700	759,814	2,156,488	721,716	72
Balance at 31 March 2023	11,613,235	7,272,241	(215,539)	695,005	19,865,954	(166)
Balance at 1 January 2024	11,613,235	10,077,574	(171,495)	712,912	22,232,816	(527)
Total comprehensive income for the period		1,616,660	(28,333)	17,815	1,616,140	(1)
Balance at 31 March 2024	11,613,235	11,694,234	(199,993)	730,727	24,948,203	(528)

**1. General Information**  
LafargeHolcim Bangladesh Limited (LHBL) (hereinafter referred to as "the 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. At the time of incorporation the name of the Company was "Lafarge Sumit Cement Limited". On 07 February 2017 the Registrar of Joint Stock Companies and Firms of Bangladesh (RJSC) approved the name change to "LafargeHolcim Bangladesh Limited" of the Company. The Company has subsequently been converted into a public limited company on 20 January 2023 and went for initial public offering of shares in November 2023 which was fully subscribed and the shares have been listed and are being traded in Dhaka and Chittagong Stock Exchanges. Presently the Company has two subsidiaries in India. The main activities of the subsidiaries are as follows:  
Lum Maunsh Minerals Private Limited (LUMMP) - incorporated under the Indian Companies Act 1956 on 17 November 1994 as a private limited company with its registered office at Shillong in the State of Meghalaya, India.  
Lafarge Umam Mining Private Limited (LUMPL) - incorporated under the Indian Companies Act 1956 on 22 March 1999 as a private limited company with its registered office at Shillong in the State of Meghalaya, India.

**2. Nature of business**  
The Company manufactures cement and aggregates manufacturing plants at Chakma under Sunamganj district, and three (3) grinding plants near Dhaka and Bhola. The Company extracts and processes the basic raw materials of limestone from the quarry in Meghalaya, India, owned by the Company's fully owned subsidiary Lafarge Umam Mining Private Limited. A 17 kilometers cross-border conveyor belt links the quarry with the cement plant for transportation of raw materials. The Company is engaged in manufacturing and marketing of building materials in the local market and international markets.

**3. Basis of preparation**  
The consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

**4. Principles of consolidation**  
The accounts of all the subsidiaries of the Company have been fully consolidated as the Company directly controls more than 50% of the voting shares of these entities.  
The Company has made following investments in its subsidiaries which have been eliminated during consolidation:

Name of subsidiary	31 Mar 2024 (Taka'000)	31 Dec 2023 (Taka'000)
Lafarge Umam Mining Private Limited, India	519,356	519,356
Lum Maunsh Minerals Private Limited, India	519,839	519,839

All inter-company balances between the Company and its subsidiaries are eliminated on consolidation.

**5. Scope of consolidation**  
The name of subsidiaries, country of incorporation and proportion of ownership interest are as follows:

Name of subsidiary	Country of Incorporation	% of ownership Interest
Lafarge Umam Mining Private Limited	India	100
Lum Maunsh Minerals Private Limited	India	74

**6. Significant accounting policies**  
The same accounting policies, presentation and methods of computation have been followed in these interim financial statements as were applied in the preparation of the Company's financial statements for the year ended 31 December 2023. 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.

**7. Gas sales agreement with JTDS**  
The amount of other current assets include an advance amount of Taka 2,960,755 (in thousand) paid to Jaldaba Gas Transmission and Distribution Systems Limited (JTDS) as of the period ended in March 31, 2024. The Company has an Arbitration with Jaldaba Gas Transmission and Distribution Systems Limited (JTDS), On 15 September 2023, the Arbitration Tribunal issued the Final award in favor of the Company. As per the award, the Contract Price is a valid and enforceable provision of the Gas Sales Agreement (GSA). The Primary Term of the GSA is for 20 years from the Gas Delivery Commencement Date which is due on 17 January 2024. As per the GSA, the Primary Term shall automatically be extended for a further period of five (5) years unless terminated by either party. Subsequent to the reporting date, JTDS communicated their intention not to extend beyond the Primary Term. In March 2024, JTDS filed an application before the High Court Division of the Supreme Court of Bangladesh asking the Honorable Court to grant an order on LafargeHolcim Bangladesh to pay in accordance with the price fixed by the Government. The Company has taken this matter with due importance and is presently working on it.

**8. The company availed short term borrowings (loan payable at night) facilities from the banks for settlement of payables against import purchases.**

**9. Segment Information-Period: January-March**

2024 Taka'000	Reportable segments Clinker and cement	Aggregates	Total
<b>Statement of profit and loss</b>			
Segment revenue	6,884,522	1,952,902	8,837,424
Segment operating profit	3,393,408	721,716	4,115,124
Assets	28,065,264	356,425	28,466,689
Segment assets	-	-	9,051,951
Unallocated assets*	-	-	37,512,640
<b>Total assets</b>	<b>10,048,309</b>	<b>65,977</b>	<b>10,114,286</b>
<b>Equity and Liabilities</b>			
Segment liabilities	-	-	27,398,404
Unallocated equity and liabilities**	-	-	27,512,640
<b>Total equity and liabilities</b>			

2023 Taka'000	Clinker and cement	Aggregates	Total
<b>Statement of profit and loss</b>			
Segment revenue	7,472,396	1,073,422	8,545,818
Segment operating profit	1,851,399	541,043	2,492,434
Assets	24,311,808	366,095	24,677,903
Segment assets	-	-	9,051,951
Unallocated assets*	-	-	7,682,107
<b>Total assets</b>	<b>10,048,309</b>	<b>65,977</b>	<b>10,114,286</b>
<b>Equity and Liabilities</b>			
Segment liabilities	9,228,156	94,553	9,322,709
Unallocated equity and liabilities**	-	-	21,045,478
<b>Total equity and liabilities</b>			<b>32,368,337</b>

\* Advance tax, derivatives instruments and cash and cash equivalents  
\*\* Borrowings, deferred tax liabilities and undivided dividend.

**10. Finance Cost**  
Finance cost increased due to interest cost on short term UPAS loan and exchange loss during the period.

**11. Related Party Transactions:**  
Except for the regular transactions, there were no significant related party transactions during the period.

**12. Comparative Information of the Shareholders**

	Jan-Mar 2024 Taka	Jan-Mar 2023 Taka
Net Asset Value (NAV) Per Share	20.53	19.14
Earning Per Share (EPS)	1.40	1.64
Net Operating Cash Flow Per Share (NOCFPS)	8.85	2.73
Profit for the period	1,629,659	1,908,700

For the period January to March 2024, EPS decreased compared to the previous period, mainly due to decreased cement sales. NOCFPS decreased compared to the same period of last year, due to significant payments to suppliers against local and imported purchases.