

LafargeHolcim Bangladesh Limited

A company of  and 

Second Quarter Consolidated Financial Statements-2018 (Un-audited)

Pursuant to the requirement of Regulations 17(2) of the Listing Regulations 2015 of Dhaka and Chittagong Stock Exchange Limited and Complying with Clause 4(2), Notification No. BSEC/CMRCD/2006-158/208/Admin/81 dated June 20, 2018 of Bangladesh Securities and Exchange Commission. The details of the published quarterly (Q2) financial statements are available in the web-site of the Company. The address of the web-site is: www.lafargeholcim.com.bd

LAFARGEHOLCIM BANGLADESH LIMITED

Consolidated Statement of Financial Position (Un-audited)
at 30 June 2018

	30 Jun 2018 Taka'000	31 Dec 2017 Taka'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	17,408,290	11,499,747
Goodwill	1,580,863	-
Intangible assets	861,564	974,607
Other receivables	143,595	153,010
	<u>19,994,112</u>	<u>12,627,364</u>
CURRENT ASSETS		
Inventories	2,848,098	1,344,902
Trade receivables	1,383,333	1,531,303
Other receivables	3,946,698	2,399,257
Derivative instruments	-	15,176
Cash and cash equivalents	548,334	3,632,655
	<u>8,726,463</u>	<u>8,923,293</u>
TOTAL ASSETS	<u>28,720,575</u>	<u>21,550,657</u>
EQUITY & LIABILITIES		
Share capital	11,613,735	11,613,735
Retained earnings	3,078,104	3,132,305
Other components of equity	12,026	(46,737)
Foreign currency translation	426,624	574,404
	<u>15,130,489</u>	<u>15,273,707</u>
SHAREHOLDERS' EQUITY- PARENT COMPANY	<u>15,130,489</u>	<u>15,273,707</u>
Non-controlling interests	(38)	(4)
	<u>15,130,451</u>	<u>15,273,703</u>
EQUITY	<u>15,130,451</u>	<u>15,273,703</u>
NON-CURRENT LIABILITIES		
Long-term debt	1,300,000	-
Deferred tax liability	3,135,353	2,228,528
Employee benefits	56,226	29,903
Provisions	36,257	36,992
	<u>4,527,836</u>	<u>2,295,423</u>
CURRENT LIABILITIES		
Trade payables	4,733,070	2,899,767
Other payables	1,232,238	522,925
Current portion of long-term loan	800,000	-
Short-term debt	2,296,980	558,839
	<u>9,062,288</u>	<u>3,981,531</u>
TOTAL EQUITY AND LIABILITIES	<u>28,720,575</u>	<u>21,550,657</u>

NB: Comparative figures of 2017 consists only LafargeHolcim Bangladesh Limited with its subsidiaries (LUMPL and LMPL). 2018 figures are included Holcim Cement (Bangladesh) Limited since LafargeHolcim Bangladesh Limited acquired Holcim Cement (Bangladesh) Limited dated on 7 January 2018.

Company Secretary:  Chief Financial Officer:  Director:  Director:  Chief Executive Officer: 

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LAFARGEHOLCIM BANGLADESH LIMITED

Consolidated Statement of Comprehensive Income (Un-audited)
for the period ended 30 June 2018

	Jan-Jun 2018 Taka'000	Jan-Jun 2017 Taka'000	Apr-Jun 2018 Taka'000	Apr-Jun 2017 Taka'000
PROFIT FOR THE PERIOD	526,486	225,595	298,071	(83,951)
Items that may be reclassified subsequently to profit or loss				
Cash flow hedge instruments	58,763	2,459	19,725	4
Exchange differences on translating foreign operation	(147,780)	141,036	(111,707)	33,759
Non controlling interests- currency translation adjustment	(34)	29	(26)	11
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	<u>(89,051)</u>	<u>143,534</u>	<u>(92,008)</u>	<u>33,774</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>437,435</u>	<u>369,129</u>	<u>206,063</u>	<u>(50,117)</u>
Attributable to:				
Owners of the parent Company	437,469	369,090	206,089	(50,188)
Non-controlling interests	(34)	39	(26)	11
	<u>437,435</u>	<u>369,129</u>	<u>206,063</u>	<u>(50,177)</u>

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LAFARGEHOLCIM BANGLADESH LIMITED

Consolidated Statement of Changes in Equity (Un-audited)
for the period ended 30 June 2018

	Share capital	Retained earnings	Other components of equity	Foreign currency translation	Equity for parent company	Non controlling interests	Total equity
Balance at 1 January 2017	11,613,735	3,488,351	(82,748)	353,123	15,372,461	(23)	15,372,438
Total comprehensive income for the period	-	225,595	2,459	141,036	369,090	39	369,129
Final dividend for 2016	-	(580,687)	-	-	(580,687)	-	(580,687)
Balance at 30 June 2017	<u>11,613,735</u>	<u>3,132,305</u>	<u>(80,289)</u>	<u>494,159</u>	<u>15,160,864</u>	<u>16</u>	<u>15,160,880</u>
Balance at 1 January 2018	11,613,735	3,132,305	(46,737)	574,404	15,273,707	(4)	15,273,703
Total comprehensive income for the period	-	526,486	58,763	(147,780)	437,469	(34)	437,435
Final dividend for 2017	-	(580,687)	-	-	(580,687)	-	(580,687)
Balance at 30 June 2018	<u>11,613,735</u>	<u>3,078,104</u>	<u>(12,026)</u>	<u>426,624</u>	<u>15,130,489</u>	<u>(38)</u>	<u>15,130,451</u>

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LAFARGEHOLCIM BANGLADESH LIMITED

Notes to the Condensed Consolidated Financial Statements (Un-audited)
for the period ended 30 June 2018

1 Acquisition of Holcim Cement (Bangladesh) Limited

LafargeHolcim Bangladesh Limited (the "Company") has acquired 100 % shares of Holcim Cement (Bangladesh) Limited for a consideration of BDT 5,047,820 (in thousand) only. The transfer of shares of Holcim Cement Bangladesh Limited in the name of the company has been completed on 07 January 2018. Accordingly, Holcim Cement (Bangladesh) Limited has become 100% owned subsidiary of the company.

2 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	30 Jun 2018 Taka'000	31 Dec 2017 Taka'000
Lafarge Umiam Mining Private Limited, India	499,397	532,139
Lum Mawshun Minerals Private Limited, India	491	523
Holcim Cement (Bangladesh) Limited, Bangladesh *	5,123,537	-
	<u>5,623,425</u>	<u>532,662</u>

LAFARGEHOLCIM BANGLADESH LIMITED

Consolidated Statement of Profit or Loss (Un-audited)
for the period ended 30 June 2018

	Jan-Jun 2018 Taka'000	Jan-Jun 2017 Taka'000	Apr-Jun 2018 Taka'000	Apr-Jun 2017 Taka'000
REVENUE	8,477,820	4,874,863	3,856,941	2,439,836
Cost of sales	(6,505,853)	(3,759,171)	(2,853,408)	(2,012,370)
GROSS PROFIT	<u>1,971,967</u>	<u>1,115,692</u>	<u>1,003,533</u>	<u>427,466</u>
General and administrative expenses	(622,929)	(472,680)	(303,392)	(289,430)
Sales and marketing expenses	(286,984)	(92,423)	(92,038)	(44,990)
Other operating income	(24,841)	2,418	(31,660)	1,354
OPERATING PROFIT	<u>1,037,213</u>	<u>553,007</u>	<u>575,903</u>	<u>94,400</u>
Finance cost	(241,510)	(21,333)	(154,239)	(10,659)
Finance income	4,710	74,528	1,127	34,107
PROFIT BEFORE TAX	<u>800,413</u>	<u>606,202</u>	<u>422,791</u>	<u>117,848</u>
Income tax	(273,927)	(380,607)	(124,720)	(201,799)
PROFIT FOR THE PERIOD	<u>526,486</u>	<u>225,595</u>	<u>298,071</u>	<u>(83,951)</u>
Basic earnings per share (Taka)	<u>0.45</u>	<u>0.19</u>	<u>0.26</u>	<u>(0.07)</u>

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LAFARGEHOLCIM BANGLADESH LIMITED

Consolidated Statement of Cash Flows (Un-audited)
for the period ended 30 June 2018

	Jan-Jun 2018 Taka'000	Jan-Jun 2017 Taka'000
Cash Flows From Operating Activities	8,504,504	4,228,698
Cash receipts from customers	(7,413,692)	(4,229,553)
Cash paid to suppliers and employees	1,090,812	(855)
Cash generated in operations	(397,327)	(202,167)
Income taxes paid	11,396	2,418
Other receipts	-	-
Net cash generated/(used) in operating activities	<u>704,881</u>	<u>(200,604)</u>
Cash Flows From Investing Activities	(167,908)	(147,431)
Payments for property, plant and equipment	(5,123,537)	-
Acquisition of subsidiary company	-	54
Proceeds from sale of property, plant and equipment	-	61,900
Interest income on bank deposits	6,791	(86,287)
Net cash used in investing activities	<u>(5,284,654)</u>	<u>(86,287)</u>
Cash Flows From Financing Activities	2,025,000	-
Proceeds from long-term debt	(261,434)	43,293
(Decrease)/increase in short term debt	(257,843)	(20,180)
Payment of interest and other finance costs	(827)	(382,012)
Dividend payment	-	-
Net cash generated/(used) in financing activities	<u>1,504,896</u>	<u>(358,899)</u>
Net effect of foreign currency translation on cash and cash equivalents	<u>(9,444)</u>	<u>5,106</u>
Net decrease in cash and cash equivalents	<u>(3,084,321)</u>	<u>(640,684)</u>
Cash and Cash Equivalents at Beginning of the Period	3,632,655	3,697,428
Cash and Cash Equivalents at End of the Period	<u>548,334</u>	<u>3,056,744</u>

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Total comprehensive income for the period	-	526,486	58,763	(147,780)	437,469	(34)	437,435
Final dividend for 2017	-	(580,687)	-	-	(580,687)	-	(580,687)
Balance at 30 June 2018	<u>11,613,735</u>	<u>3,078,104</u>	<u>(12,026)</u>	<u>426,624</u>	<u>15,130,489</u>	<u>(38)</u>	<u>15,130,451</u>

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