

RAK Ceramics (Bangladesh) Ltd.
RAK Tower (7th, 8th & 9th Floor)
Plot 1/A, Jasimuddin Avenue, Sector 3,
Uttara, Dhaka 1230

RAK Ceramics (Bangladesh) Limited

Consolidated financial statements
for the period from 01 January to 30 June 2012

RAK Ceramics (Bangladesh) Ltd

Statement of Financial Position (Consolidated) as at 30 June 2012

Amounts in Taka

	Notes	Amounts in Taka	
		At 30 June 2012	At 31 Dec 2011
ASSETS			
Non-Current Assets			
Property, plant and equipment	4	3,133,934,988	2,725,576,102
Intangible Assets	5	115,293,507	113,928,723
Capital work-in-progress	6	31,760,366	36,578,205
Investment in associate companies	7	109,193,037	82,955,354
Investment in shares	8	2,571,056	3,176,995
Non-current receivables	9	108,518,630	10,926,364
Total Non-Current Assets		3,501,271,584	2,973,141,743
Current Assets			
Inventories	10	1,807,260,062	1,658,062,569
Trade & other receivables	11	562,439,189	526,123,351
Advance, deposit & prepayments	12	199,582,386	178,947,275
Advance corporate income tax	13	1,077,758,379	948,002,438
Cash and cash equivalents	14	639,263,319	1,442,035,679
Total Current Assets		4,286,303,335	4,753,171,312
Total Assets		7,787,574,919	7,726,313,055
EQUITY AND LIABILITIES			
Capital and Reserves			
Share capital	15	2,783,889,350	2,530,808,500
Share premium		1,473,647,979	1,473,647,979
Retained earnings		977,843,287	1,318,178,608
Total shareholders' funds		5,235,380,616	5,322,635,087
Non-Controlling Interests	17	134,578,504	173,866,834
Non-Current Liabilities			
Borrowings	18	26,145,729	32,931,914
Total Non-Current Liabilities		26,145,729	32,931,914
Current Liabilities			
Provision for employee benefits	19	11,935,349	13,188,267
Trade and other payables	20	553,695,982	545,375,977
Borrowings - current portion	18	142,044,478	148,621,814
Provision for expenses	21	127,961,054	163,185,614
Provision for corporate income tax	22	1,259,478,241	1,085,466,420
Provision for royalty and technical know-how fees	23	161,713,168	106,399,330
Deferred tax liabilities	24	134,641,798	134,641,798
Total Current Liabilities		2,391,470,070	2,196,879,220
Total Equity and Liabilities		7,787,574,919	7,726,313,055

See annexed notes

for RAK Ceramics (Bangladesh) Ltd


Finance Controller


Managing Director

Dhaka, Bangladesh
Dated, 23 July 2012

RAK Ceramics (Bangladesh) Ltd

Statement of Comprehensive Income (Consolidated) for the period ended 30 June 2012

	Notes	Jan to June'12 Taka	Jan to June'11 Taka	April to June'12 Taka	April to June'11 Taka
Sales	25	2,374,325,581	2,269,484,708	1,167,909,622	1,146,394,962
Less: Cost of Goods Sold	26	1,422,737,628	1,335,428,305	696,306,885	683,422,568
Gross Profit		951,587,953	934,056,403	471,602,737	462,972,394
Less: Operating Expenses					
Administrative expenses	27	189,233,345	166,883,511	104,019,858	66,187,144
Marketing and selling expenses	28	352,301,345	314,549,146	184,773,221	159,291,264
		541,534,690	481,432,657	288,793,079	225,478,408
Operating Profit		410,053,263	452,623,746	182,809,658	237,493,986
Financial expenses	29	12,286,058	26,132,118	(364,133)	15,532,478
		397,767,205	426,491,628	183,173,791	221,961,508
Other income	30	7,453,091	77,038,703	3,284,395	38,060,509
Net Profit before Tax		405,220,296	503,530,331	186,458,186	260,022,018
Income tax expenses					
Current tax		174,011,821	183,937,980	84,188,356	93,480,465
		174,011,821	183,937,980	84,188,356	93,480,465
Net Profit after Tax		231,208,475	319,592,351	102,269,830	166,541,552
Non-Controlling Interest		61,158,329	64,295,537	31,851,958	30,210,820
Net Profit after Tax and Non-Controlling Interest		292,366,804	383,887,888	134,121,788	196,752,372
Earnings per share (EPS) for the period	3.6	1.05	1.38	0.48	0.71

See annexed notes

for RAK Ceramics (Bangladesh) Ltd


Finance Controller


Managing Director

Dhaka, Bangladesh
Dated, 23 July 2012

RAK Ceramics (Bangladesh) Ltd

Statement of Changes in Equity (Consolidated) for the period ended 30 June 2012

Particulars	Amounts in Taka			
	Share capital	Share Premium	Retained earnings	Total
Balance as at 01 January 2012	2,530,808,500	1,473,647,979	1,318,178,608	5,322,635,087
Net profit after tax for the period	-	-	292,366,804	292,366,804
Cash Dividend (15%)	-	-	(379,621,275)	(379,621,275)
Stock Dividend (10%)	253,080,850	-	(253,080,850)	-
Balance as at 30 June 2012	<u>2,783,889,350</u>	<u>1,473,647,979</u>	<u>977,843,287</u>	<u>5,235,380,616</u>
Balance as at 01 January 2011	2,300,735,000	1,473,647,979	1,136,409,713	4,910,792,692
Net profit after tax for the period	-	-	383,887,888	383,887,888
Cash Dividend (15%)	-	-	(345,110,250)	(345,110,250)
Stock Dividend (10%)	230,073,500	-	(230,073,500)	-
Balance as at 30 June 2011	<u>2,530,808,500</u>	<u>1,473,647,979</u>	<u>945,113,851</u>	<u>4,949,570,330</u>

for RAK Ceramics (Bangladesh) Ltd.


Finance Controller


Managing Director

Dhaka, Bangladesh
Dated, 23 July 2012

RAK Ceramics (Bangladesh) Ltd

Statement of Cash Flows (Consolidated) for the period ended 30 June 2012

	Amounts in Taka	
	Period ended 30 June 2012	Period ended 31 June 2011
Cash Flows from Operating Activities		
Cash received from customers	2,302,086,667	2,245,757,487
Cash paid to suppliers and employees	(1,908,893,995)	(1,699,004,322)
Other income	3,381,532	1,095,337
Interest on bank deposit	3,818,593	15,204,190
Exchange gain/(loss)	340,360	(16,289,300)
Interest paid	(11,501,010)	(9,121,708)
Other bank charges	(1,125,408)	(721,110)
Payments for corporate income tax		
Current period	(129,755,941)	(101,417,322)
Net cash (used)/from operating activities	<u>258,350,798</u>	<u>435,503,253</u>
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(592,641,919)	(192,725,243)
Sale of property, plant and equipment	3,319,367	278,193
Intangible assets	(7,134,164)	(3,089,058)
Capital work-in-progress	4,817,839	17,725,066
Non-current receivables	(97,592,266)	2,439,270
(Investment)/disinvestment in shares	605,939	1,092,334
Investment in associates companies	(70,000,000)	(55,000,000)
Dividend income	376,920	283,000
Collection from non-controlling interests	21,870,000	21,184,999
Net cash (used)/from in investing activities	<u>(736,378,284)</u>	<u>(207,811,439)</u>
Cash Flows from Financing Activities		
Interest received on FDR's	58,206,608	60,983,661
Avail/(repayment) of term loan	(6,786,185)	16,092,202
Avail/(repayment) of short-term loan	(6,577,336)	26,843,275
Dividend paid	(369,088,753)	(330,115,063)
Share money deposits	(499,208)	(13,470,191)
Net cash(used)/form in financing activities	<u>(324,744,874)</u>	<u>(239,666,116)</u>
Net Increase/(Decrease) in Cash	(802,772,360)	(11,974,303)
Opening cash and cash equivalents	1,442,035,679	1,487,659,903
Closing cash and cash equivalents	<u>639,263,319</u>	<u>1,475,685,600</u>

for RAK Ceramics (Bangladesh) Ltd


Finance Controller


Managing Director

Dhaka, Bangladesh
Dated, 23 July 2012

General

1. The Company and Its Activities

RAK Ceramics (Bangladesh) Ltd (the Company), formerly RAK Ceramics (Bangladesh) Pvt. Limited, a UAE-Bangladesh joint venture company, was incorporated in Bangladesh on 26 November 1998 as a private company limited by shares under the Companies Act 1994. It was converted into public limited on 10 June 2008 after observance of required corporate formalities as per laws. The name of the company was thereafter changed to RAK Ceramics (Bangladesh) Limited as certificate issued by the registrar of Joint Stock Companies dated 11 February 2009. The company got listed with the Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) on 13 June 2010. The Company is engaged in manufacturing and marketing of ceramics tiles, bathroom sets and all types of sanitary ware. It started its commercial production on 12 November 2000. The commercial production of its new sanitary ware plant, expansion unit of ceramics facilities, tiles and sanitary plant was started on 10 January 2004, 01 July 2004 and 01 September 2007 respectively.

The Company and its subsidiary together are called "Group/Consolidated".

2. Significant Accounting Policies

These financial statements have been prepared under historical cost convention in accordance with generally accepted accounting principles as laid down in the International Accounting Standards (IASs)/International Financial Reporting Standards (IFRSs), applicable to the company so far adopted by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BASs)/Bangladesh Financial Reporting Standards (BFRS). The disclosures of information made in accordance with the requirements of the Companies Act 1994 and the Statement of Financial Position and Statement of Comprehensive Income have been prepared according to BAS -1/IAS -1 (presentation of financial statements) on accrual basis following going concern concept.

These condensed financial statements are prepared in accordance with International Accounting Standard-34 (interim financial reporting) where it is not necessary to disclose full information for a complete set of financial statements as required under IAS-1 (presentation of financial statements).

The accounting policies applied by the company in these condensed interim financial statements are the same as those applied by the Company in its financial statements as at and for the year ended 31 December 2011.

2.1 Basis of preparation of consolidated financial statements

These financial statements relate to the Company and its subsidiaries. The consolidated financial statements have been prepared on the following basis:

- (i) In respect of subsidiary companies, the financial statements have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and unrealised profits/losses on intra-group transactions as per BAS-27/IAS-27 "Consolidated Financial Statements". The results of subsidiaries are included from the date of acquisition of a controlling interest.
- (ii) Non-controlling interest is the net assets of consolidated subsidiaries consists of the amount of equity attributable to the non-controlling shareholders at the dates on which investments are made by the Company in its subsidiary companies and further movements in their shares in equity, subsequent to the dates of investments.
- iii) The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the Company's separate financial statements.

2.2 Use of estimate

In the preparation of these financial statements, management requires information to make judgments, estimate and assumption that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from those estimate.

2.3 Investments

- a) Investments in associate companies are recorded as per equity method IAS-28/BAS-28.
- b) Investment in subsidiaries has been accounted for as per BFRS-3 'Business Combination'. The investment is eliminated in full against the equity of acquiree measured at fair value at the date of acquisition.

2.4 Capital work-in-progress

Capital work-in-progress is recorded at cost to the extent of expenditure incurred at the date of Statement of Financial Position. The amount of capital work-in-progress is transferred to appropriate asset category and depreciated when the asset is completed and commissioned. None of interest included under capital work in progress in the period ended 30 June 2012.

2.5 Intangible assets

Expenditure to acquire designs development, brand, trade marks and various licenses cost for manufacturing of ceramic tiles, sanitary ware and pharmaceutical products is capitalised. This is being amortised equally within a period of fifteen years depending upon the tenure of accrual of benefits.

2.6 Accounts receivable

Accounts receivable has been stated at its original invoiced amount after deducting credit balances those have legally enforceable right to set off or are intended either to be settled.

2.7 Employee retirement benefits

The Company, for its permanent employees, operates a scheme of contributory provident fund. The provident fund is administered by a Board of Trustees and is funded by contributions from the employees equally matched by the Company at predetermined rates. The contributions are invested separately from the Company's assets.

Permanent employees are also entitled to gratuity after completion of minimum three years of service in the Company. The gratuity is calculated on the last basic pay and is payable at the rate of one month's basic pay for every completed year of service. The expected cost of this benefit is included in respective annual Statement of Comprehensive Income over the period of employment.

2.8 Revenue recognition

Revenue is measured at fair value of consideration received or receivable. Revenue from sale of goods/supplies is recognised when the Company has transferred significant risk and rewards of ownership of goods to the buyer and revenue and costs incurred to effect the transaction can be measured reliably in compliance with the requirements of BAS -18/IAS-18 (Revenue).

2.9 Borrowing costs

In compliance with the requirement of BAS-23 (Borrowing costs), borrowing costs relating to operational period of long term loans, short term loans and overdraft facilities was charged to revenue account as an expense as incurred.

2.10 Property, plant and equipment

Property, plant and equipment are stated in attached Statement of Financial Position at cost less accumulated depreciation in accordance with BAS-16/IAS-16. Maintenance, renewals and betterments that enhance the economic useful life of the property, plant and equipment or that improve the capacity, quality or reduce substantially the operating cost or administration expenses are capitalised by adding it to the related property, plant and equipment.

Upon disposal of items of property, plant and equipment, the cost of those assets and their related accumulated depreciation are eliminated up to the date of disposal and any gains or losses therefrom are reported in the statement of comprehensive income of that period.

Notes to consolidated financial statements for the period ended 30 June 2012

2.11 Depreciation on property, plant and equipment

Depreciation on property, plant & equipment is charged following straight-line method. Depreciation continues to be charged on each item of property, plant and equipment until the written down value of such fixed asset is reduced to Taka one. Depreciation on addition to fixed assets is charged from the day of their acquisition and charging of depreciation on property, plant and equipment ceases from the day on which the deletion thereof takes place.

Rates of depreciation on various classes of property, plant and equipment are as under:

<u>Category of property, plant and equipment</u>	<u>Rate (%)</u>
Factory building	2.5-5
General building	2.5-20
Head Office building	2.5-5
Plant and machinery	5- 6.67
Mobile plant	10
Electrical installation	10-20
Gas pipeline	10-20
Furniture, fixtures and fittings	10
Office equipment	10-33.33
Communication equipment	10-12.5
Fire fighting equipment	20
Tools and appliances	10
Vehicles	10-20

Land is not depreciated as it deemed to have an infinite life and all the land are free-hold including subsidiaries. Buildings belongs on free-hold land.

2.12 Taxation

Current tax:

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date, and any adjustment to tax payable in respect of previous year. Provision for corporate income tax is made following the tax rate applicable for a publicly-traded company.

Deferred tax:

The Company has adopted deferred tax accounting policy as required in BAS-12/IAS-12 "income taxes". Accordingly deferred tax assets/liabilities is accounted for on all temporary timing differences arising from the tax base of the assets and liabilities and their carrying value for financial reporting purpose which is accounted for at end of the year.

2.13 Valuation of inventories

Inventories are stated at lower of cost and net realisable value in compliance with the requirements of para 9 of BAS-2/IAS-2 (inventories).

Raw materials and consumable spare parts :

Raw materials and consumable spare parts are stated at weighted average cost.

Inventories are tested for obsolesces and impairment at end of the year. Corresponding provisions are being made in the books of account, if required.

Work-in-process:

Work-in-process is stated at cost to complete the respective product. Cost comprises cost of raw materials, wages and other overheads upto the stage of completion.

Finished products:

Finished products are stated at lower of cost and net realisable value. Cost comprises cost of raw materials, wages and other direct costs those contribute in transforming raw materials into finished products. Cost is calculated using the weighted average method. Net realisable value is arrived at after deducting cost to sell from selling prices of various items.

2.14 Impairment

The Company reviews the carrying values of tangible and intangible assets for any possible impairment at each Statement of Financial Position date. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. In assessing the recoverable amount, the estimated future cash flows are discounted to their present value at appropriate discount rates.

Notes to consolidated financial statements for the period ended 30 June 2012

2.15 Contingent liabilities

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. A Provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation and in respect of which a reliable estimate can be made. Provision is not discounted and is determined based on best estimate required to settle the obligation at the year end date. Contingent assets are not recognised or disclosed in these financial statements.

Details are given in note no. 3.4

2.16 Lease assets

The Company has no lease assets and as such no payments were made thereagainst during the period 2012.

2.17 Statement of Cash Flows

Statement of Cash Flows are prepared under direct method in accordance with BAS-7/IAS-7 "statement of cash flows" as required by the Securities and Exchange Rules 1987.

2.18 Creditors and accruals

Liabilities are recorded at the level of estimated amount payable in settlement.

2.19 Foreign currency transactions

Foreign currency transactions are recorded in BDT at applicable rates of exchange ruling at the dates of transactions in accordance with BAS-21/IAS-21 "the effects of changes in foreign exchange rates". Exchange difference at the statement of financial position date are charged / credited to statement of comprehensive income.

2.20 Cash and cash equivalents

Cash and cash equivalents include cash in hand, bank balances, term deposits, etc which are available for use by the Company without any restrictions. There is no significant risk of change in value of the same.

3 Subsidiaries considered in consolidated financial statements

List of subsidiary companies:

Name of subsidiary	Nature of business	Country of incorporation	% of ownership	Date of incorporation
RAK Pharmaceuticals	Pharmaceuticals business	Bangladesh	55	29 June 2005
RAK Power Pvt. Ltd	Electricity generation	Bangladesh	57	23 June 2005
Classic Porcelain Pvt. Ltd	Tableware products	Bangladesh	51	19 August 2009
RAK Food & Beverage	Food and beverage products	Bangladesh	51	19 August 2009

3.1 Details of investments in associate companies are as shown as under:

Name of associates	Nature of business	% of holding	No. of share hold	Investment/ Taka	Current period share of profit/(loss) /Taka	Cumulative profit/(loss) till date /Taka	Net investment /Taka
RAK Security & Services Pvt. Ltd	Security service provider	35	3,500	350,000	1,983,461	2,991,240	3,341,240
RAK Paints Pvt. Ltd	Paints manufacturing	40	200,000	190,000,000	(40,245,900)	(95,613,704)	94,386,296
RAK Mosfly (Bangladesh) Pvt. Ltd	Pesticides manufacturing	20	44,400	19,250,000	(5,499,878)	(7,784,499)	11,465,501

3.2 Investment and loans and advance to subsidiaries are shown as under:

Name of subsidiaries	equity %	No. of share hold	Investment/ Taka	Share of profit / (loss) /Taka	Loan outstanding Taka.	Interest charged Taka	Security status
RAK Pharmaceuticals Pvt. Ltd	55	25,769,480	469,020,800	(90,880,857)	500,000,000	36,054,340	No collateral
RAK Power Pvt. Ltd	57	1,168,500	116,850,000	17,902,581	37,589,907	3,607,678	No collateral
Classic Porcelain Pvt. Limited	51	51,000	5,100,000	(308,377)	-	-	-
RAK Food & Beverage Pvt. Ltd.	51	10,200	1,020,000	(10,863)	-	-	-

3.3 Related party disclosures under IAS-24

List of related parties with whom transactions have taken place and their relationship as identified and certified by management:

Amounts in Taka

Name of related party	Relationship	Period	Purchase of goods/services	Sale of goods/services	Outstanding receivables	Outstanding payable	Remuneration	Loan	Interest receivables
RAK Pharmaceuticals Pvt. Ltd	Subsidiary	Current period	-	-	-	-	-	500,000,000	121,477,733
		Previous period	-	-	-	-	-	500,000,000	51,104,061
RAK Power Pvt. Ltd	Subsidiary	Current period	113,838,268	-	15,232,038	19,555,818	-	37,589,907	-
		Previous period	88,694,931	-	18,749,171	-	-	100,000,000	9,732,269
Classic Porcelain Pvt. Ltd	Subsidiary	Current period	-	-	-	-	-	-	-
		Previous period	-	-	-	-	-	-	-
RAK Food & Beverage Pvt. Ltd.	Subsidiary	Current period	-	-	-	-	-	-	-
		Previous period	-	-	-	-	-	-	-
RAK Security & Services Pvt. Ltd	Associates	Current period	20,810,133	-	-	2,711,285	-	-	-
		Previous period	16,672,253	-	-	2,117,722	-	-	-
RAK Paints Pvt. Ltd.	Associates	Current period	356,059	-	-	46,456	-	100,000,000	1,083,333
		Previous period	-	-	-	-	-	-	-
RAK-Mosfly (Bangladesh) Pvt. Ltd.	Associates	Current period	-	-	-	-	-	-	-
		Previous period	-	-	-	-	-	-	-
Kea Printing & Packaging Industries	Other related party	Current period	99,043,445	-	-	16,958,894	-	-	-
		Previous period	83,399,963	-	-	13,397,217	-	-	-
Palli Properties Pte. Ltd	Other related party	Current period	4,852,304	-	637,275	-	-	-	-
		Previous period	4,233,357	-	-	217,968	-	-	-
Sky Bird Travel Agents Pvt. Ltd.	Other related party	Current period	1,888,635	-	-	356,622	-	-	-
		Previous period	1,179,596	-	-	-	-	-	-
Green Planet Communications	Other related party	Current period	6,531,216	-	3,606,780	-	-	-	-
		Previous period	8,102,760	-	-	616,945	-	-	-
Speedway International Pvt. Ltd	Other related party	Current period	160,000	-	-	20,000	-	-	-
		Previous period	120,000	-	-	-	-	-	-
Mohammed Foods & Allieds Ltd.	Other related party	Current period	-	-	-	-	-	-	-
		Previous period	-	-	-	-	-	-	-
Global Business Associates Ltd.	Other related party	Current period	111,780	-	37,050	-	-	-	-
		Previous period	316,522	-	-	106,486	-	-	-
Mohammed Trading	Other related party	Current period	-	1,056,179,835	436,973,727	-	-	-	-
		Previous period	-	1,027,665,097	164,819,829	-	-	-	-
S.A.K. Ekramuzzaman	Key Management Personnel	Current period	-	-	-	-	18,520,854	-	-
		Previous period	-	-	-	-	20,424,157	-	-
Md. Amir Hossain	Key Management Personnel	Current period	-	-	-	-	8,232,000	-	-
		Previous period	-	-	-	-	1,500,000	-	-

b) Transaction with related parties:

Nature of transaction	Subsidiary	Associate	Key management Personnel	Other related party
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	Amounts in Taka	
	At	At
	30 June 2012	31 June 2011
3.4 <u>Contingent liabilities and commitments</u>		
Letters of guarantee	39,095,184	75,694,777
Letters of credit/LCA	417,009,217	365,044,747
VAT	107,335,271	85,065,817
Income tax	136,764,396	136,764,396
	<u>700,204,068</u>	<u>662,569,737</u>

Out of the above, an amount of Taka. 8,187,661 was paid under protest against VAT demand and Taka 55,877,412 was paid as advance income tax/tax paid under protest against the said income tax demand.

3.5 Segment reporting

Details of product-wise segment reporting as required by BFRS-8 (operating segments) are shown in Annex I.

3.6 Earnings per share (EPS)

Calculation of earnings per share (EPS) is as under:	Amounts in Taka	
	At	At
	30 June 2012	30 June 2011
Net profit after tax	292,366,804	383,887,888
Number of ordinary shares	278,388,935	278,388,935
Weighted average number of ordinary shares outstanding	278,388,935	278,388,935
Earnings per share (EPS) for the period	1.05	1.38

3.7 Events after the reporting period

No events, adjusting or non-adjusting occurred after the date of Statement of Financial Position which require adjustment or disclosure.

3.8 Others

3.8.1 These notes form an integral part of the annexed financial statements and accordingly are to be read in conjunction therewith.

3.8.2 Figures in these notes and annexed financial statements have been rounded off to the nearest Taka.

3.8.3 Previous period's figures have been regrouped and/or rearranged wherever considered necessary for the purpose of current period's financials presentation.

4 Property, Plant and Equipment

Amounts in Taka

Particulars	C O S T			D E P R E C I A T I O N					Net book value at 30 June 2012	
	Balance at 01 Jan 2012	Additions	Sale/ disposal	Total at 30 June 2012	Rate (%)	Up to 01 Jan 2012	Charged for the period	Adjustment		Total to 30 June 2012
Land	236,618,242	500,471,750	-	737,089,992	-	-	-	-	-	737,089,992
Factory building	664,746,200	19,618,127	-	684,364,327	2.5-5	174,226,272	15,238,109	-	189,464,381	494,899,946
Factory office building	66,191,156	-	-	66,191,156	2.5-20	24,651,989	1,498,058	-	26,150,047	40,041,109
Head office building	171,556,721	-	-	171,556,721	2.5-5	26,947,584	3,423,568	-	30,371,152	141,185,569
Plant and machinery	3,248,192,833	62,924,835	-	3,311,117,668	5-6.67	1,703,604,340	132,289,970	-	1,835,894,310	1,475,223,358
Mobile plant	89,121,262	-	-	89,121,262	10	45,796,183	3,787,499	-	49,583,682	39,537,580
Electrical installation	222,723,445	-	-	222,723,445	10-20	113,046,179	11,120,192	-	124,166,371	98,557,074
Gas pipeline	42,530,307	-	-	42,530,307	10-20	32,906,576	2,010,055	-	34,916,631	7,633,676
Furniture and fixtures	50,482,769	1,056,728	-	51,539,497	10	17,579,341	2,484,148	-	20,063,489	31,476,008
Office equipment	32,103,391	1,369,968	(880,975)	32,592,384	10-33.33	17,166,735	3,210,261	(448,984)	19,928,012	12,664,372
Communication equipment	3,441,696	-	-	3,441,696	10-12.5	1,637,300	169,172	-	1,806,472	1,635,224
Tools and appliances	7,036,968	-	-	7,036,968	10	3,143,061	325,077	-	3,468,138	3,568,830
Vehicles	78,040,597	7,200,511	(3,667,170)	81,573,938	10-20	27,976,331	5,764,175	(1,499,513)	32,240,993	49,332,945
Fire fighting equipments	3,631,012	-	-	3,631,012	20	2,178,606	363,101	-	2,541,707	1,089,305
Total at 30 June 2012	4,916,436,599	592,641,919	(4,548,145)	5,504,530,373		2,190,860,497	181,683,385	(1,948,497)	2,370,595,385	3,133,934,988
Total at 31 December 2011	4,685,396,764	231,789,189	(749,354)	4,916,436,599		1,832,008,114	359,147,395	(295,010)	2,190,860,497	2,725,576,102

Allocation of depreciation to:

Manufacturing overhead	165,223,536
Administrative overhead	14,434,598
Selling overhead	2,025,251
	<u>181,683,385</u>

Details of disposal of property, plant & equipment for the period ended 30 June 2012

Particulars	Year of purchase	Original cost	Accumulated depreciation	Net book value	Sale value/Claim received	Gain/(Loss)	Mode of disposal
Vehicle	2011	1,232,076	105,317	1,126,759	1,232,076	105,317	Sale
Vehicle	2009	879,950	507,719	372,231	801,000	428,769	Sale
Vehicle	2009	1,440,744	842,342	598,402	755,000	156,598	Sale
Office Equipment	2010	880,975	448,984	431,991	431,991	-	Lost
Motor Cycle	2008	114,400	44,135	70,265	99,300	29,035	Lost
Total		4,548,145	1,948,497	2,599,648	3,319,367	719,719	

RAK Ceramics (Bangladesh) Ltd

Notes to consolidated financial statements for the period ended 30 June 2012

	Amounts in Taka	
	At 30 June 2012	At 31 Dec 2011
5 Intangible Assets		
Opening balance	113,928,723	105,134,125
Add: Additions during the period	7,134,164	18,614,118
Less: Amortisation during the period	5,769,380	9,819,520
Closing balance	<u>115,293,507</u>	<u>113,928,723</u>
6 Capital Work-in-Progress		
Heavy equipment and machinery	19,747,791	19,901,778
Building	11,922,975	16,676,427
Furniture & fixture	89,600	-
	<u>31,760,366</u>	<u>36,578,205</u>
7 Investment in Associate Companies		
RAK Security & Services Pvt. Ltd	3,341,240	1,357,779
RAK Paints Pvt. Ltd	94,386,296	74,632,196
RAK Mosfly (Bangladesh) Pvt. Ltd	11,465,501	6,965,379
	<u>109,193,037</u>	<u>82,955,354</u>
8 Investment in Shares		
	<u>2,571,056</u>	<u>3,176,995</u>
The above amount represents investment made by the subsidiary company, Classic Porcelain Pvt. Ltd, in the shares of listed companies are recorded as cost or market price, whichever is lower. Details are shown in Annex II		
9 Non-Current Receivables		
Preliminary expenses	938,116	957,556
Pre operating expenses	7,580,514	9,968,808
Loan to associates	100,000,000	-
	<u>108,518,630</u>	<u>10,926,364</u>
10 Inventories		
Raw materials	919,593,406	768,485,040
Stores and consumables spares	759,478,805	726,678,485
Finished goods	82,308,996	116,881,902
Work-in-process	33,912,329	34,594,847
Goods-in-transit	11,966,526	11,422,295
	<u>1,807,260,062</u>	<u>1,658,062,569</u>
11 Trade & other receivables		
Trade receivables	544,407,050	493,010,423
Claim receivable	9,425,703	9,218,527
Accrued Interest	8,606,436	23,894,401
	<u>562,439,189</u>	<u>526,123,351</u>
(*) All the receivables are considered as realisable and secured except provision for doubtful debt made Tk. 2,131,455 in the period 2011.		
12 Advance, deposit & prepayments		
Advance to suppliers	44,241,642	41,068,258
Deposits (note 12.1)	28,685,562	23,279,068
Deposited with VAT authority	8,187,661	5,960,715
Deposited with tax authority	9,705,739	3,317,649
Prepaid expenses	40,576,285	15,659,934
Other advances (note 12.2)	68,185,497	89,661,651
	<u>199,582,386</u>	<u>178,947,275</u>

RAK Ceramics (Bangladesh) Ltd

Notes to consolidated financial statements for the period ended 30 June 2012

	Amounts in Taka	
	At 30 June 2012	At 31 Dec 2011
12.1 Deposits		
Titas gas	19,217,750	19,217,750
Mymensingh Palli Bidyut Samity-2	1,991,090	1,991,090
House rent	6,632,722	1,237,228
Others	844,000	833,000
	<u>28,685,562</u>	<u>23,279,068</u>
12.2 Other advances		
VAT & Supplementary duty paid against sales	31,061,875	40,949,407
Employee advance and imprest account	13,285,097	24,380,171
Others	23,838,525	24,332,073
	<u>68,185,497</u>	<u>89,661,651</u>
13 Advance Corporate Income Tax		
13.1 Head wise payment		
Import	308,022,410	269,615,417
Export	439,299	404,313
Supply	345,793	223,361
Interest on bank deposit	36,110,589	29,847,059
Rental income	479,348	479,348
Registration	547,000	363,000
Dividend income	7,151,000	2,407,000
Paid in cash	724,662,940	644,662,940
	<u>1,077,758,379</u>	<u>948,002,438</u>
13.2 Year wise payment		
Current year	49,755,941	-
Year 2011	317,363,244	237,363,244
Year 2010	263,867,684	263,867,684
Year 2009	117,346,023	117,346,023
Year 2008	86,369,770	86,369,770
Year 2007	124,816,528	124,816,528
Year 2006	95,937,931	95,937,931
Year 2005	3,197,658	3,197,658
Year 2004	1,607,895	1,607,895
Year 2003	1,746,309	1,746,309
Year 2002	879,941	879,941
Year 2001	9,689,804	9,689,804
Year 2000	5,176,302	5,176,302
Year 1999	3,349	3,349
	<u>1,077,758,379</u>	<u>948,002,438</u>
14 Cash and cash equivalents		
Cash in hand	5,394,432	6,672,678
Bank balances in		
Current account	79,157,761	172,869,966
Short-term deposit account	130,892,851	95,111,483
Export retention account	5,270,241	3,727,944
Margin money deposit account	30,863	1,250,913
Fixed deposit	414,170,701	1,158,016,577
Foreign Currency account-for IPO refund	4,346,470	4,386,118
	<u>639,263,319</u>	<u>1,442,035,679</u>

RAK Ceramics (Bangladesh) Ltd

Notes to consolidated financial statements for the period ended 30 June 2012

	Amounts in Taka	
	At	At
	30 June 2012	31 Dec 2011
15 Share Capital		
<u>Authorised capital</u>		
600,000,000		
ordinary shares		
of		
Taka 10/- each	<u>6,000,000,000</u>	<u>3,000,000,000</u>
<u>Issued, subscribed, called and paid up capital</u>		
278,388,935/253,080,850 ordinary shares of Taka 10/- each	<u>2,783,889,350</u>	<u>2,530,808,500</u>

Particulars of shareholdings are as follows

<u>Name of shareholder</u>	Number of shares		Value of shares	
	At	At	At	At
	30 June 2012	31 Dec 2011	30 June 2012	31 Dec 2011
RAK Ceramics PSC, UAE	202,078,531	183,707,755	2,020,785,305	1,837,077,550
S.A.K. Ekramuzzaman	18,556,350	18,556,350	185,563,500	185,563,500
HH Sheikh Saud Bin Saqr Al Qassimi	24	22	242	220
Sheikh Omer Bin Saqr Al Qassimi	24	22	242	220
Sheikh Ahmad Bin Humaid al Qassimi	24	22	242	220
Hamad Abdulla Al Muttawa	12	11	121	110
Dr. Khater Massaad	12	11	121	110
Abdallah Massaad	12	11	121	110
Manoj Uttamrao Ahire	12	11	121	110
General Public (including EII & employee)	57,753,934	50,816,635	577,539,335	508,166,350
	<u>278,388,935</u>	<u>253,080,850</u>	<u>2,783,889,350</u>	<u>2,530,808,500</u>

16 Classification of shareholders by holding

No of Holders	Holdings Range	Total Holdings	Total holdings (%)
53,838	Less than 500 shares	12,037,075	4.32
9,279	501 to 5,000 shares	12,904,095	4.64
445	5001 to 10,000 shares	3,040,895	1.09
170	10,001 to 20,000 shares	2,358,019	0.85
56	20,001 to 30,000 shares	1,342,375	0.48
29	30,001 to 40,000 shares	976,901	0.35
24	40,001 to 50,000 shares	1,082,650	0.39
33	50,001 to 100,000 shares	2,229,436	0.80
36	100,001 to 1,000,000 shares	8,318,472	2.99
6	Over 1,000,000 shares	234,099,017	84.09
63,916		278,388,935	100.00

17 Non Controlling Interest

Equity	195,736,833	289,082,286
Share of loss (Current period)	<u>(61,158,329)</u>	<u>(115,215,452)</u>
	<u>134,578,504</u>	<u>173,866,834</u>

RAK Ceramics (Bangladesh) Ltd

Notes to consolidated financial statements for the period ended 30 June 2012

	Amounts in Taka	
	At	At
	30 June 2012	31 Dec 2011
18 Borrowings		
Non-current:		
Term loan	39,637,624	45,710,761
Current portion of term loan	(13,491,895)	(12,778,847)
	<u>26,145,729</u>	<u>32,931,914</u>
Current:		
Bank overdrafts	116,526,275	123,578,172
Short-term borrowings	12,026,308	12,264,795
Current portion of term loan	13,491,895	12,778,847
	<u>142,044,478</u>	<u>148,621,814</u>
	<u>168,190,207</u>	<u>181,553,728</u>

18.1 Borrowings by maturity

At 30 June 2012	Amounts in Taka				
	< 1 year	1-2 years	2-5 years	> 5 years	Total
Bank overdrafts	116,526,275	-	-	-	116,526,275
Short-term loans	12,026,308	-	-	-	12,026,308
Term loans and others	13,491,895	14,029,096	12,116,633	-	39,637,624
	<u>142,044,478</u>	<u>14,029,096</u>	<u>12,116,633</u>	<u>-</u>	<u>168,190,207</u>
At 31 Dec 2011	< 1 year	1-2 years	2-5 years	> 5 years	Total
Bank overdrafts	123,578,172	-	-	-	123,578,172
Short-term loan	12,264,795	-	-	-	12,264,795
Term loans and others	12,778,847	14,612,037	18,319,877	-	45,710,761
	<u>148,621,814</u>	<u>14,612,037</u>	<u>18,319,877</u>	<u>-</u>	<u>181,553,728</u>

RAK Ceramics (Bangladesh) Ltd.

Notes to consolidated financial statements for the period ended 30 June 2012

	Amounts in Taka	
	At 30 June 2012	At 31 Dec 2011
19 Provision for Employee Benefits		
Opening balance	13,188,267	7,192,098
Add: Charged for the period	25,107,973	39,602,909
Less: Payments made during the period	(26,360,891)	(33,606,740)
Closing balance	<u>11,935,349</u>	<u>13,188,267</u>
This includes provision made for employer's contribution to provident fund, gratuity and leave encashment which is payable within the service life of each employee and/or after his/her retirement as per terms of employment of service.		
20 Trade and Other Payables		
Trade payables	499,646,169	502,997,110
Income tax and VAT deducted at source	10,915,230	9,277,598
Dividend Payables	21,605,751	11,073,229
Share Money Deposit	21,528,832	22,028,040
	<u>553,695,982</u>	<u>545,375,977</u>
21 Provision for Expenses		
Power and gas	17,341,191	16,397,405
Staff cost	58,211,322	39,746,097
Audit fees	-	198,750
Professional charges	265,625	263,000
Interest on loans	76,956	97,697
Telephone	307,918	294,618
Managing Director's remuneration	18,520,854	39,811,796
Worker's profit participation and welfare fund	29,398,182	63,193,326
Doubtful Debts	2,093,615	2,131,455
Others	1,745,391	1,051,470
	<u>127,961,054</u>	<u>163,185,614</u>
22 Provision for Corporate Income Tax		
For the period	174,011,821	-
Year 2011	323,570,136	323,570,136
Year 2010	294,058,668	294,058,668
Year 2009	207,143,340	207,143,340
Year 2008	85,378,847	85,378,847
Year 2007	80,163,573	80,163,573
Year 2006	89,730,898	89,730,898
Year 2005	5,242,907	5,242,907
Year 2004	20,925	20,925
Year 2003	45,563	45,563
Year 2002	111,563	111,563
	<u>1,259,478,241</u>	<u>1,085,466,420</u>
23 Provision for royalty and technical know-how fees		
For the period	55,313,838	106,399,330
Year 2011	106,399,330	-
	<u>161,713,168</u>	<u>106,399,330</u>
24 Deferred tax liabilities/assets		
Opening balance	134,641,798	139,248,424
Less: Released during the period	-	(4,606,626)
	<u>134,641,798</u>	<u>134,641,798</u>

Notes to consolidated financial statements for the period ended 30 June 2012

	Jan to June' 12 Taka	Jan to June' 11 Taka	April to June' 12 Taka	April to June' 11 Taka
25 Sales				
Gross sales (Local)	3,106,685,605	2,976,382,530	1,523,373,537	1,502,023,167
Gross sales (Export)	4,994,428	-	4,994,428	-
Sales Total	3,111,680,033	2,976,382,530	1,528,367,965	1,502,023,167
Less: SD	331,090,910	317,095,731	161,311,908	159,058,849
VAT	406,263,542	389,802,091	199,146,435	196,569,356
Net sales	2,374,325,581	2,269,484,708	1,167,909,622	1,146,394,962
26 Cost of Goods Sold				
Raw materials	673,291,108	665,336,618	328,135,813	359,579,079
Direct labour (note-26.1)	119,024,518	99,847,341	58,242,615	52,283,983
Direct expenses:				
Power and gas	107,307,721	106,353,672	54,193,256	53,934,568
Repairs and indirect materials (note-26.2)	225,695,856	220,691,319	111,206,628	105,237,865
Rental charges	410,870	410,870	205,435	410,870
Moulds and punches	16,346,373	14,073,107	5,920,186	6,983,755
Depreciation	165,223,536	158,619,920	83,193,692	79,996,889
Royalty and technical know-how/assistance fees	55,313,838	52,877,934	27,009,836	26,538,413
Other production overhead (note-26.3)	24,868,384	21,407,109	12,495,080	9,903,958
Movement in work-in-process & finished goods	35,255,424	(4,189,585)	15,704,344	(11,446,812)
	1,422,737,628	1,335,428,305	696,306,885	683,422,568
26.1 Direct Labour				
Salary & Wages	72,466,248	62,180,103	36,082,854	31,960,752
Overtime	5,332,899	5,942,445	2,728,304	3,262,265
Bonus	9,813,730	7,010,683	3,143,803	3,615,896
Incentive	4,726,338	3,767,559	2,451,183	1,963,573
Temporary Labour Wages	7,306,816	5,771,474	3,830,981	3,300,840
Temporary Labour for Production	8,720,039	7,132,399	4,631,077	3,882,865
Gratuity	3,271,748	2,711,200	1,635,862	1,401,907
Employers Contribution to provident fund	4,113,170	3,262,211	2,045,382	1,791,666
Leave Encashment	931,136	992,695	465,764	522,088
Group Life Insurance	578,025	159,082	300,306	28,696
Medical expenses	87,743	80,244	72,721	27,469
Cleaning Service Factory	1,676,626	837,246	854,378	525,965
	119,024,518	99,847,341	58,242,615	52,283,983
26.2 Repair and indirect materials				
Stores, Spares, repair & Maintenance	100,332,142	112,324,271	49,803,202	51,187,221
Packing expenses	125,363,714	108,367,048	61,403,426	54,050,644
	225,695,856	220,691,319	111,206,628	105,237,865
26.3 Other production overhead				
Travelling & training expenses	3,076,535	3,137,987	1,627,633	1,611,851
Hotel fare and expenses for technician	2,037,435	1,898,703	940,404	(110,035)
Demurrage	752,387	228,261	253,575	126,194
Insurance	10,181,873	9,940,358	4,924,756	5,105,846
Fuel & Maintenance	282,513	506,935	66,534	(6,142)
Other expenses	8,537,641	5,694,865	4,682,178	3,176,244
	24,868,384	21,407,109	12,495,080	9,903,958

	Jan to June' 12 Taka	Jan to June' 11 Taka	April to June' 12 Taka	April to June' 11 Taka
27 Administrative Expenses				
Staff cost (note-27.1)	64,086,234	40,472,380	31,963,897	20,348,667
Annual General Meeting expenses	19,364,080	27,341,736	18,606,881	2,593,183
Telephone, postage and supplies	2,948,704	2,230,804	1,456,439	1,166,545
Office repair and maintenance (note 27.2)	8,521,410	7,758,023	4,702,608	4,146,939
Registration and renewal	950,178	1,135,230	647,438	472,058
Security and guard expenses	4,154,410	2,815,162	2,195,584	1,282,955
Depreciation	14,434,598	13,744,261	7,275,810	6,811,709
Amortisation	5,769,380	5,464,593	3,657,765	2,622,667
Legal and professional fees	962,182	1,512,883	560,454	894,362
Vehicle repair and maintenance	4,432,725	3,352,380	2,208,266	1,850,082
Rent, rate and tax	4,008,129	3,053,911	2,477,106	954,655
Loss on sale of shares	605,939	1,135,993	269,189	1,135,993
CSR expenses	5,686,266	-	2,520,658	-
Managing Director's remuneration (note-27.3)	18,520,854	20,424,157	8,458,426	3,271,256
Workers profit participation and welfare fund (note-27.4)	29,398,182	32,419,297	13,426,075	16,083,201
Others	5,390,074	4,022,701	3,593,262	2,552,873
	<u>189,233,345</u>	<u>166,883,511</u>	<u>104,019,858</u>	<u>66,187,144</u>
27.1 Staff cost-Admin				
Salary & Wages	46,969,217	28,578,882	23,617,676	14,083,628
Bonus	5,081,923	3,310,779	2,383,272	1,674,753
Incentive	3,039,445	1,715,791	1,535,130	1,053,576
Gratuity	1,819,134	1,119,449	962,821	574,665
Employers Contribution to provident fund	2,460,499	1,566,628	1,246,702	792,679
Leave Encashment	485,776	368,093	249,348	176,388
Group Life Insurance	320,282	73,284	169,483	5,460
Canteen expenses	457,289	515,597	247,042	252,708
Staff welfare expenses	349,901	738,605	194,163	146,335
Hotel, tour, food and air ticket	1,795,086	1,344,930	741,702	907,692
Food expenses	842,675	779,317	439,524	519,593
Medical expenses	379,832	224,875	142,753	93,358
Accommodation	69,961	119,504	29,499	51,186
Travelling & conveyance	15,214	16,646	4,782	16,645
	<u>64,086,234</u>	<u>40,472,380</u>	<u>31,963,897</u>	<u>20,348,667</u>
27.2 Office repair & maintenance				
Repairs office equipment	1,317,075	1,484,445	570,710	932,813
Electricity, gas and water	1,678,615	1,179,780	1,007,529	780,011
Office maintenance	4,495,738	4,228,555	2,599,192	2,364,815
Rent, rates & taxes	77,700	106,430	20,300	23,425
Others	952,282	758,813	504,877	45,875
	<u>8,521,410</u>	<u>7,758,023</u>	<u>4,702,608</u>	<u>4,146,939</u>
27.3	This represents provision made 3% of net profit after charging remuneration.			
27.4	This represents provision made 5% of net profit after charging such contribution provided as contribution to workers profit participation and welfare funds in terms of labour Act 2006			
28 Marketing & Selling Expenses				
Staff cost (note-28.1)	66,442,973	55,218,524	35,798,460	27,635,046
Advertisement	704,916	3,493,706	410,208	1,585,956
Freight and transportation	72,579,528	66,246,520	36,639,584	34,058,062
Performance rebates (note-28.2)	114,441,992	111,060,561	56,295,098	57,162,913
Business promotion	78,767,146	64,401,058	44,074,812	29,227,677
Depreciation	2,025,251	953,711	1,013,401	494,081
Travel, entertainment and others	17,339,539	13,175,066	10,541,658	9,127,529
	<u>352,301,345</u>	<u>314,549,146</u>	<u>184,773,221</u>	<u>159,291,264</u>

RAK Ceramics (Bangladesh) Ltd

Notes to consolidated financial statements for the period ended 30 June 2012

	Jan to June' 12 Taka	Jan to June' 11 Taka	April to June' 12 Taka	April to June' 11 Taka
28.1 Staff cost-Marketing & Selling				
Salary & Wages	56,613,248	49,157,504	30,633,825	24,554,691
Overtime	7,855	18,752	5,357	5,862
Bonus	4,767,320	2,595,474	2,723,602	1,297,737
Incentive	890,076	539,903	298,565	150,580
Gratuity	1,985,715	1,630,785	1,070,208	838,337
Employers Contribution to provident fund	1,736,664	1,078,436	842,612	686,345
Leave Encashment	107,228	74,352	58,371	37,176
Group Life Insurance	45,990	9,152	24,277	-
Food expenses	255,646	94,650	130,595	59,965
Medical expenses	33,231	19,516	11,048	4,353
	<u>66,442,973</u>	<u>55,218,524</u>	<u>35,798,460</u>	<u>27,635,046</u>
28.2 Performance rebates				
Compensation	1,741,969	347,525	399,099	184,395
Dealers' commission	61,589,250	64,311,404	30,895,231	33,932,591
Breakage commission	51,110,773	46,401,632	25,000,768	23,045,927
	<u>114,441,992</u>	<u>111,060,561</u>	<u>56,295,098</u>	<u>57,162,913</u>
29 Financial Expenses				
Interest expenses	11,501,010	9,121,708	6,341,606	5,264,889
Foreign exchange loss/(gain)	(340,360)	16,289,300	(7,087,811)	9,887,524
Bank charges	1,125,408	721,110	382,072	380,065
	<u>12,286,058</u>	<u>26,132,118</u>	<u>(364,133)</u>	<u>15,532,478</u>
30 Other income				
Interest income	46,737,236	75,580,366	22,790,873	36,962,172
Share of profit/(loss) of associates companies	(43,762,316)	-	(22,415,512)	-
Misc. income	3,381,532	1,095,337	2,267,712	1,095,337
Dividend income	376,920	353,000	26,920	3,000
Profit on sale of property, plant & equipment	719,719	10,000	614,402	-
	<u>7,453,091</u>	<u>77,038,703</u>	<u>3,284,395</u>	<u>38,060,509</u>

for RAK Ceramics (Bangladesh) Ltd



Finance Controller



Managing Director

Dhaka, Bangladesh
Dated, 23 July 2012

RAK Ceramics (Bangladesh) Ltd

Details of product-wise segment reporting for the period ended 30 June 2012

Annex I

Particulars	Amounts in million Taka												
	Ceramics Product		Other Industries		Services & Others		Total						
	Period June 2012	Period June 2011	Period June 2012	Period June 2011	Period June 2012	Period June 2011	Period June 2012	Period June 2011	Period June 2012	Period June 2011	Period June 2012	Period Dec 2011	
1													
<u>Segment Revenue</u>	2,212.55	2,115.12	161.77	154.37	-	-	-	-	-	-	-	-	2,269.49
External turnover	-	-	117.49	92.46	-	-	-	-	-	-	-	-	-
Intra- segment turnover	2,212.55	2,115.12	279.26	246.83	-	-	-	-	-	-	-	-	2,269.49
2													
<u>Segment Result</u>	476.34	538.16	(65.64)	(84.36)	(0.65)	(1.17)	(0.65)	(1.17)	(0.65)	(1.17)	(0.65)	(1.17)	452.62
Profit before interest and tax	1.23	18.25	11.05	7.88	-	-	-	-	-	-	-	-	26.13
Less: Financial expenses	-	-	4.11	1.12	3.35	75.92	7.46	77.04	3.35	75.92	7.46	77.04	77.04
Add: Other income	475.11	519.91	(72.58)	(91.12)	2.70	74.75	405.23	503.53	2.70	74.75	405.23	503.53	503.53
Profit before tax and non-controlling interest	155.17	175.00	18.84	8.94	-	-	-	-	-	-	-	-	183.94
Less: Corporate income tax	-	-	(60.85)	(63.72)	(0.31)	(0.58)	(61.16)	(64.30)	(0.31)	(0.58)	(61.16)	(64.30)	(64.30)
Less: Non-controlling interest	319.94	344.91	(30.57)	(36.34)	3.01	75.33	292.37	383.89	3.01	75.33	292.37	383.89	383.89
Profit After Tax and Non-Controlling Interest													
3													
<u>Other Information</u>													
Segment assets	1,331.86	1,400.22	1,325.16	1,359.51	5,130.56	4,966.58	7,787.58	7,726.31	5,130.56	4,966.58	7,787.58	7,726.31	7,726.31
Segment liabilities	-	-	1,325.16	1,359.51	6,462.42	6,366.80	7,787.58	7,726.31	6,462.42	6,366.80	7,787.58	7,726.31	7,726.31
Capital expenditure	66.39	169.96	16.73	23.68	509.52	38.15	592.64	231.79	509.52	38.15	592.64	231.79	231.79
Depreciation	134.75	267.68	38.81	75.96	8.13	15.51	181.69	359.15	8.13	15.51	181.69	359.15	359.15
Amortisation of capitalised expenses	-	-	3.83	7.47	1.94	2.35	5.77	9.82	1.94	2.35	5.77	9.82	9.82

Notes :

- (i) Net turnover is determined after elimination of intra-segment turnover of Taka 117.49 million (Period 2011: Taka 92.46 million).
- (ii) As per BFRS-8 (segment reporting), the Company has reported segment information on consolidated basis including business of its subsidiaries.
- (iii) The reportable segments are further described below:
 - Ceramics Product includes Ceramics Tiles and Sanitary Ware;
 - Other industries segment includes Pharmaceuticals and Power Business;
 - Business which has no reportable segments during the period, has been grouped under service & other segment.
- (iv) Unallocated corporate assets and liabilities comprise of assets and liabilities not identifiable with reportable segments.

Notes to consolidated financial statements for the period ended 30 June 2012

S No.	Script	Date of purchase	Face Value	No of shares	Purchase price per share	Purchase cost	Brokerage commission	Total cost	Market rate at 30 June 2012	Market value at 30 June 2012
1	ICB	05.09.10	100	100	4,594	459,399	2,297	461,696	1991.25	199,125
2	BSRM Steel	03.10.10	10	4000	194	777,206	3,886	781,092	83.90	335,600
3	BSRM Steel	08.05.11	10	5000	194	971,450	4,857	976,307	83.90	419,500
4	UCBL	07.10.10	10	3000	175	525,429	2,627	528,056	26.00	78,000
5	UCBL	08.05.11	10	2000	46	92,800	464	93,264	26.00	52,000
6	UCBL	20.07.11	10	1000	61	60,650	334	60,984	26.00	26,000
7	UCBL	28.04.11	10	1000	56	56,500	311	56,811	26.00	26,000
8	Uttara Finance	20.07.11	10	1000	194	193,899	1,067	194,966	107.30	107,300
9	Desco	31.10.10	10	1000	347	347,300	1,737	349,037	91.00	91,000
10	Desco	08.05.11	10	500	161	80,637	403	81,040	91.00	45,500
11	Bayleasing	13.04.11	10	1000	205	205,000	1,025	206,025	44.90	44,900
12	Bayleasing	28.7.11	10	1000	110	110,300	607	110,907	44.90	44,900
13	Meghna Life	13.04.11	10	1000	372	372,000	1,860	373,860	158.70	158,700
14	Meghna Life	18.04.11	10	400	378	151,395	757	152,152	158.70	63,480
15	Meghna Life	08.05.11	10	100	340	33,950	170	34,120	158.70	15,870
16	PLFSL	13.04.11	10	1000	150	150,000	750	150,750	41.60	41,600
17	Squarepharma	13.04.11	10	170	332	56,426	282	56,708	263.50	44,795
18	One Bank	28.07.11	10	2500	57	141,425	778	142,203	24.50	61,250
19	Prime Bank	28.07.11	10	3050	49	148,632	818	149,450	31.30	95,465
20	UCBL	02.05.11	10	3000	15	45,000	-	45,000	26.00	78,000
				31,820		4,979,397	25,030	5,004,427		2,028,985
Bonus shares										
1	ICB	30.10.11	100	35	-	-	-	-	1991.25	69,694
2	Desco	11.01.11	10	300	-	-	-	-	91.00	27,300
3	Desco	19.01.12	10	450	-	-	-	-	91.00	40,950
4	UCBL	08.06.11	10	1500	-	-	-	-	26.00	39,000
5	BSRM Steel	12.06.11	10	1000	-	-	-	-	83.90	83,900
6	Bayleasing	10.07.11	10	550	-	-	-	-	44.90	24,695
7	Meghna Life	21.08.11	10	600	-	-	-	-	158.70	95,220
8	Squarepharma	28.09.11	10	50	-	-	-	-	263.50	13,175
9	One Bank	04.04.12	10	750	-	-	-	-	24.50	18,375
10	Prime Bank	08.04.12	10	610	-	-	-	-	31.30	19,093
11	Bayleasing	21.05.12	10	510	-	-	-	-	44.90	22,899
12	UCBL	15.05.12	10	1725	-	-	-	-	26.00	44,850
13	Uttara Finance	25.06.12	10	400	-	-	-	-	107.30	42,920
				8,480						542,071
				40,300		4,979,397	25,030	5,004,427		2,571,056
Grand Total										