

Date: July 27, 2010

Dear Shareholders,

We are pleased to forward herewith the Un-audited Financial Statements for the half-year ended 30<sup>th</sup> June 2010 of the Company as per Rule –13 of the Securities and Exchange Commission Rules 1987 as amended to date.

We are also please to inform you that the Company earned a net profit of Tk. 601.21 million during the half year ended 30<sup>th</sup> June 2010 as against net profit of Tk 515.53 million during the same period of 2009. Thus the Earning Per Share (EPS) comes to Tk 106.40 during the half year ended 30<sup>th</sup> June 2010 as against Tk 91.24 during the same period of 2009.

Jear-Claude Jamar  
Managing Director

## HEIDELBERGCEMENT BANGLADESH LIMITED

### Statement of Financial Position (Unaudited)

As at 30th June 2010

	Figures in Thousand Taka	
	<b>30 June 2010</b>	<b>31 Dec 2009</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,487,168	2,610,544
Capital work-in-progress	74,774	36,328
Intangible assets	2,251	2,674
	2,564,192	2,649,546
<b>Current assets</b>		
Inventories	710,977	861,050
Trade and other receivables	653,979	586,848
Advance, deposits & prepayments	169,036	113,639
Cash and bank balance	2,882,750	1,819,367
	4,416,742	3,380,904
<b>Total assets</b>	<b>6,980,934</b>	<b>6,030,450</b>
<b>EQUITY</b>		
<b>Shareholders' equity</b>		
Share capital	565,036	565,036
Capital reserve	605,657	605,657
Revenue reserves and surplus:		
General reserve	15,000	15,000
Dividend equalization fund	8,600	8,600
Retained earnings	3,164,689	2,778,197
	4,358,982	3,972,490
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Suppliers' equity loan	2,565	2,565
Quasi equity loan	122,636	122,636
ADP loan	12,699	12,699
Deferred liability-gratuity	28,114	27,364
Deferred Tax liability	358,973	230,912
	524,987	396,176
<b>Current liabilities</b>		
Trade and other payables	1,565,408	1,333,660
Short Term Loan	18,744	6,222
Provision for other liabilities and charges	51,504	74,882
Provision for Tax liability	224,483	198,477
Unclaimed dividend	236,826	48,543
	2,096,965	1,661,784
Total liabilities	2,621,952	2,057,960
<b>Total equity and liabilities</b>	<b>6,980,934</b>	<b>6,030,450</b>

Note : Last year's figure have been rearranged to confirm to current half year's presentation.

**M. Abul Hasham FCS, ACA**  
Company Secretary

**Jashim Uddin Chowdhury FCA**  
Director

## HEIDELBERGCEMENT BANGLADESH LIMITED

**Statement of Comprehensive Income (Unaudited)  
For the period from 1 January to 30th June 2010**

	Figures in Thousand Taka			
	Jan to June 2010	Jan to June 2009	April to June 2010	April to June 2009
<b>REVENUE</b>	4,483,995	4,101,245	2,239,667	2,025,817
Cost of goods sold	(3,317,279)	(3,072,853)	(1,696,689)	(1,446,644)
<b>Gross profit</b>	1,166,716	1,028,392	542,978	579,173
Other operating Income	4,180	3,775	2,520	1,975
Warehouse, distribution & selling expenses	(47,069)	(41,672)	(28,825)	(25,149)
Administrative expenses	(166,358)	(131,855)	(83,520)	(64,377)
<b>Operating Profit</b>	957,469	858,640	433,153	491,622
Other non operating income/(Loss)	2,494	1,450	691	1,143
Financial Income	70,760	41,074	64,428	20,700
Financial Expenses	(9,952)	(14,053)	(5,112)	(8,728)
Contribution to Workers' Profit Participation Fund	(51,504)	(44,821)	(24,891)	(25,470)
<b>Profit before income tax</b>	969,267	842,289	468,269	479,266
Income Tax Expenss	(368,061)	(326,758)	(197,243)	(216,379)
Current year	(240,000)	(200,000)	(120,000)	(130,000)
Deferred Tax	(128,061)	(126,758)	(77,243)	(86,379)
<b>Ptoft for the year</b>	601,206	515,531	271,026	262,887
<b>Earning per share</b>	<b>106.40</b>	<b>91.24</b>	<b>47.97</b>	<b>46.53</b>

Note : Last year's figure have been rearranged to confirm to current half year's presentation.

**M. Abul Hasham FCS, ACA**  
Company Secretary

**Jashim Uddin Chowdhury FCA**  
Director

## HEIDELBERGCEMENT BANGLADESH LIMITED

Statement of Changes in Equity (Unaudited)  
For the period from 1 January to 30 June 2010

Figures in Thousand Taka

	Share Capital	Capital Reserve	General Reserve	Dividend equalisation fund	Accumulated Profit	Total
<b>Balance at January 01 2010</b>	565,036	605,657	15,000	8,600	2,778,197	3,972,490
Net profit for the period ( January -June 10)	-	-	-	-	601,206	601,206
Cash Dividend for the year 2009					(214,714)	(214,714)
						-
<b>Balance at 30 June 2010</b>	<b>565,036</b>	<b>605,657</b>	<b>15,000</b>	<b>8,600</b>	<b>3,164,689</b>	<b>4,358,982</b>
<b>Balance at June 30, 2009</b>	<b>565,036</b>	<b>605,657</b>	<b>15,000</b>	<b>8,600</b>	<b>2,442,849</b>	<b>3,637,142</b>

**M. Abul Hasham FCS, ACA**  
Company Secretary

**Jashim Uddin Chowdhury FCA**  
Director

**HEIDELBERGCEMENT BANGLADESH LIMITED****Statement of Cash Flows (Unaudited)  
For the period from 1 January to 30 June 2010**

	<b>Figures in Thousand</b>	
	<b>half year ended 30 June' 2010</b>	<b>half year ended 30 June' 2009</b>
<b>A. OPERATING ACTIVITIES</b>		
Cash received from customers	4,416,864	4,673,844
Cash received from other operating Income	35,051	42,579
Cash paid to suppliers	(3,142,173)	(3,219,031)
Payment of Financial Expenses	(1,450)	(1,304)
Income tax paid	(213,994)	(78,409)
<b>Net cash flow from operating activities</b>	<b>1,094,297</b>	<b>1,417,679</b>
<b>B. INVESTING ACTIVITIES</b>		
Capital expenditures	(42,603)	(25,264)
Proceeds on sale of assets	-	10
<b>Net cash used in investing activities</b>	<b>(42,603)</b>	<b>(25,254)</b>
<b>C. FINANCING ACTIVITIES</b>		
Dividend paid	(834)	(22,058)
Short term loan (repayment)/Received	12,522	(810,000)
<b>Net cash used in financing activities</b>	<b>11,688</b>	<b>(832,058)</b>
<b>D. Net cash flow increase/(decrease) during the Period</b>	<b>1,063,383</b>	<b>560,367</b>
<b>E. Opening balance-as at 1st January</b>	<b>1,819,367</b>	<b>768,454</b>
<b>F. Closing balance (D+E)</b>	<b>2,882,750</b>	<b>1,328,821</b>

Note : Last year's figure have been rearranged to confirm to current half year's presentation.

**M. Abul Hasham FCS, ACA**  
Company Secretary

**Jashim Uddin Chowdhury FCA**  
Director

## **HEIDELBERGCEMENT BANGLADESH LIMITED**

### **Notes to the unaudited condensed Financial Statements for the period 30 June 2010**

#### **1. Basis of Preparation:**

The condensed financial statements have been prepared in accordance with Bangladesh Accounting standard (BAS 34), Interim Financial Reporting.

#### **2. Significant accounting Policies:**

The condensed financial statements have been prepared under the historical cost convention except for the revaluation of certain properties. The accounting policies adopted are consistent with those followed in the preparation of the financial statements for the year ended 31 December 2009.

#### **3. Revenues:**

Sales volume during the half year increased by 9.10% than the same period of 2009. However sales growth is 9.33% compared to the same period of 2009.

#### **4. Cost of goods sold:**

The cost of goods increased by 7.95% compared to the same period of 2009 mainly for increase the volume..

#### **5. Financial Income:**

This is increased by 72.27% compared to the same period of 2009, mainly for higher bank interest income from short-term bank deposit.

#### **5. Financial Expenses:**

Financial expenses decrease by 29.18% compared to the same period 2009 due to re-payment of entire short-term loan.

#### **6. Income tax expenses:**

Interim income tax accrued on the estimated average annual income.

#### **7. Deferred Tax:**

Deferred tax is recognized on difference between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. In this period the tax expenses increases due to taxable temporary difference accrued from accelerated depreciation charge for expansion unit (Unit-IV) in Kachpur plant.

**M. Abul Hashem FCS ACA**  
Company Secretary

**Jashim Uddin Chowdhury FCA**  
Director

**Jean-Claude Jamar**  
Managing Director