



সিভিও পেট্রোক্যামিকেল রিফাইনারী লিমিটেড
CVO Petrochemical Refinery Limited

THIRD QUARTER FINANCIAL STATEMENT (UN-AUDITED)

for the period ended 31 March 2019

REGISTERED & CORPORATE OFFICE:

37, Katalgonj, Panchlaish, Chittagong.
Phone: +88 031 650525-6, 650533, 2557201-02,
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DHAKA OFFICE:

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CVO Petrochemical Refinery Limited

STATEMENT OF FINANCIAL POSITION (Un-Audited)
AS AT 31 MARCH 2019

	Notes	31-Mar-19 Taka	30-Jun-18 Taka
ASSETS			
Non-Current Assets			
		483,932,613	471,862,346
Property, Plant and Equipment	5	477,717,183	467,855,056
Investment in Shares	6	6,215,430	4,007,290
Current Assets			
		194,636,863	173,456,749
Inventories		22,736,546	14,755,865
Accounts Receivable	7	129,940,535	83,790,136
Advances, Deposits and Prepayments		41,349,434	43,762,249
Cash and Cash Equivalents	8	610,348	31,148,499
TOTAL ASSETS		678,569,476	645,319,095
EQUITY AND LIABILITIES			
Shareholders' Equity			
		370,464,238	368,141,901
Share Capital		252,450,000	252,450,000
Share Premium		37,500,000	37,500,000
Tax Holiday Reserve		73,544,528	73,002,850
Fair Value Adjustment Reserve		(105,557)	315,216
Retained Earnings		7,075,267	4,873,835
Non-Current Liabilities			
Deferred Tax Liabilities	9	35,392,908	29,333,798
Current Liabilities			
		272,712,330	247,843,396
Short Term Loan	10	14,386,241	38,206,541
Loan from Director	11	232,900,000	190,000,000
Provision for Income Tax		6,369,076	3,315,740
Accounts Payable		5,745,454	3,403,320
Others Payable		13,311,559	12,917,795
TOTAL EQUITY AND LIABILITIES		678,569,476	645,319,095
NET ASSETS VALUE (NAV) PER SHARE		14.67	14.58


Company Secretary


CFO (Acting)


Director


Managing Director


Chairman



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CVO Petrochemical Refinery Limited

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Un-Audited)
FOR THE THIRD QUARTER ENDED 31 MARCH 2019

	Notes	Nine Months Ended		Third Quarter Ended	
		31-Mar-19 Taka	31-Mar-18 Taka	Jan'19 to Mar'19 Taka	Jan'18 to Mar'18 Taka
Net Turnover	12	550,675,672	538,529,248	202,717,815	169,769,863
Cost of Goods Sold		(512,334,590)	(495,404,491)	(187,146,914)	(150,716,328)
Gross Profit		38,341,082	43,124,757	15,570,901	19,053,535
Operating Expenses:					
General and Administrative		(20,816,379)	(25,577,985)	(7,250,967)	(7,783,159)
Selling & Distribution		(3,858,250)	(7,172,026)	(1,640,770)	(2,090,397)
Financial Expenses		(2,113,889)	-	(13,889)	-
		(26,788,518)	(32,750,011)	(8,905,626)	(9,873,556)
Operating Profit		11,552,564	10,374,746	6,665,275	9,179,979
Other Income		3,546,496	3,024,170	1,730,922	2,690,764
Profit Before Contribution to WPPF & Welfare Fund		15,099,060	13,398,916	8,396,197	11,870,743
Contribution to WPPF & Welfare Fund		(719,003)	(638,044)	(399,819)	(565,273)
Profit Before Tax		14,380,057	12,760,872	7,996,378	11,305,470
Provision for Tax:					
Current tax		(3,053,336)	(1,914,131)	(1,685,821)	(1,695,820)
Deferred tax		(6,059,110)	(8,214,929)	(1,998,206)	(2,735,081)
		(9,112,446)	(10,129,060)	(3,684,027)	(4,430,901)
Net Profit After Tax		5,267,611	2,631,813	4,312,351	6,874,568
Other Comprehensive Income:					
Profit/(Loss) on Investment in Shares (Unrealized)		(420,773)	(1,834,910)	(370,455)	(1,363,780)
Total Comprehensive Income		4,846,838	796,903	3,941,896	5,510,788
Earnings Per Share (EPS)	13	0.21	0.10	0.17	0.27


Company Secretary


CFO (Acting)


Director


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STATEMENT OF CHANGES IN EQUITY (Un-Audited)
FOR THE THIRD QUARTER ENDED 31 MARCH 2019

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Fair Value Adjustment Reserve	Retained Earnings	Total Equity
Balance at 01 July 2018	252,450,000	37,500,000	73,002,850	315,216	4,873,835	368,141,901
Cash Dividend	-	-	-	-	(2,524,501)	(2,524,501)
Net Profit for the period	-	-	-	-	5,267,611	5,267,611
Provision for Tax Holiday	-	-	541,678	-	(541,678)	-
Other Comprehensive Income	-	-	-	(420,773)	-	(420,773)
Balance at 31 March 2019	252,450,000	37,500,000	73,544,528	(105,557)	7,075,267	370,464,238

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Fair Value Adjustment Reserve	Retained Earnings	Total Equity
Balance at 01 July 2017	247,500,000	37,500,000	76,046,944	(626,757)	228,972	360,649,159
Tax Holiday Reserve transfer to Retained Earnings	-	-	(4,950,000)	-	4,950,000	-
Stock Dividend	4,950,000	-	-	-	(4,950,000)	-
Net Profit for the period	-	-	-	-	2,631,813	2,631,813
Provision for Tax Holiday	-	-	263,181	-	(263,181)	-
Other Comprehensive Income	-	-	-	(1,834,910)	-	(1,834,910)
Balance at 31 March 2018	252,450,000	37,500,000	71,360,125	(2,461,667)	2,597,604	361,446,062


Company Secretary


CFO (Acting)


Director


Managing Director


Chairman



STATEMENT OF CASH FLOWS (Un-Audited)
FOR THE THIRD QUARTER ENDED 31 MARCH 2019

	Notes	31-Mar-19 Taka	31-Mar-18 Taka
A. CASH FLOW FROM OPERATING ACTIVITIES			
Cash received from customers		504,525,273	429,290,015
Cash received from other income		1,815,573	2,926,206
Payment to suppliers and employees		(485,671,511)	(468,734,935)
Payment for other expenses		(25,168,866)	(32,315,520)
Income tax paid		(12,399,929)	(112,943)
Net Cash Provided From/(Used in) Operating Activities		(16,899,460)	(68,947,177)
B. CASH FLOW FROM INVESTING ACTIVITIES			
Acquisition of Property, Plant and Equipment		(29,525,717)	(1,157,708)
Investment in Shares		(765,000)	-
Dividend received		14,210	97,964
Net Cash Provided From/(Used in) Investing Activities		(30,276,507)	(1,059,744)
C. CASH FLOW FROM FINANCING ACTIVITIES			
Short Term Loan Refund		(23,820,300)	(34,693,839)
Loan from Director		42,900,000	124,607,344
Dividend Paid		(2,441,884)	(25,271)
Net Cash Provided From/(Used in) Financing Activities		16,637,816	89,888,234
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		(30,538,151)	19,881,313
Cash and Cash Equivalents at the Beginning		31,148,499	12,055,949
Cash and Cash Equivalents at the End		610,348	31,937,262
Net Operating Cash Flow Per Share (NOCFPS)	14	(0.67)	(2.73)


Company Secretary


CFO (Acting)


Director


Managing Director


Chairman



**NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THIRD QUARTER ENDED 31 MARCH 2019**

1. LEGAL FORM OF THE COMPANY

Chittagong Vegetable Oil Industries Limited (CVO) was incorporated on 9th December 1984 with the Registrar of Joint Stock Companies & Firms in Bangladesh under the Companies Act 1913 as a private company limited by shares. Subsequently, the Company converted to “Public Company” limited by shares vide special resolution passed in the extra ordinary general meeting held on 3rd February 1988. The Company is listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE). Chittagong Vegetable Oil Industries Limited has been renamed as **CVO Petrochemical Refinery Limited** vide Issue no. 937 dated 29.07.2010 of the Registrar of Joint Stock Companies & Firms.

2. REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS

The registered office and principal place of business of the Company is situated at “37 Katalgonj, Panchlaish, Chittagong, Bangladesh”

3. PRINCIPAL ACTIVITIES AND NATURE OF BUSINESS

i) The Company is engaged in the production and sale of fuel like Motor Spirit (MS), High Speed Diesel (HSD) and Mineral Turpentine (MTT) from Natural Gas Condensate. The installed production capacity is 150 MT per day.

ii) Raw material (Natural Gas Condensate) is procured by the Company from various Gas Fields of Sylhet Gas Fields Limited & Bangladesh Gas Fields Company Limited and also its finished products are sold to Padma Oil Company Limited, Meghna Petroleum Limited and Jamuna Oil Company Limited under Bangladesh Petroleum Corporation (BPC) as per contract.

4. BASIS OF PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

These quarterly financial statements should be read in conjunction with the annual financial statements as on June 30, 2018 as they provide an update position to previously reported information.

The accounting policies used are consistent with those used in the annual financial statements. The financial statements have been prepared in accordance with the International Accounting Standards (IAS 34). The presentation of the interim financial statements is consistent with the annual financial statements. Where necessary, the comparatives have been reclassified or extended to take into account any presentational changes made in the annual financial statements.



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	31-Mar-19 Taka	30-Jun-18 Taka
5 PROPERTY, PLANT AND EQUIPMENT		
<u>At Cost</u>		
Opening Balance	619,541,540	617,339,502
Add: Addition during the period	29,525,717	2,202,038
	649,067,257	619,541,540
Less: Adjustment/Disposal during the period	-	-
Closing Balance	649,067,257	619,541,540
<u>Accumulated Depreciation</u>		
Opening Balance	151,686,484	123,774,225
Add: Addition during the period	19,663,590	27,912,259
	171,350,074	151,686,484
Less: Adjustment/Disposal during the period	-	-
Closing Balance	171,350,074	151,686,484
Written Down Value	477,717,183	467,855,056
6 INVESTMENT IN SHARES		
Investment in Shares at Cost Price	6,320,987	3,692,074
Add: Unrealized gain/(Loss)	(105,557)	315,216
Investment in Shares at Market Price	6,215,430	4,007,290
7 ACCOUNTS RECEIVABLE		
Bangladesh Petroleum Corporation (BPC):		
Meghna Petroleum Limited	85,107,715	63,388,216
Padma Oil Company Limited	19,730,880	20,401,920
Jamuna Oil Company Limited	25,101,940	-
	129,940,535	83,790,136
8 CASH AND CASH EQUIVALENTS		
Cash in hand	-	-
Cash at Banks:		
Exim Bank Ltd., Jubilee Road Br. Ctg.(SND A/C)	128,720	25,718,124
Sonali Bank Ltd.,Panchlaish Br. Ctg. (SND A/C)	19,034	270,086
AB Bank Ltd.,Chawkbazar Br. Ctg.(SND A/C)	32,623	642,962
Dutch -Bangla Bank Ltd., Muradpur Br. Ctg.(STD A/C)	42,770	3,128,120
Uttara Bank Ltd, Chawk Bazar Br. Ctg.(SND A/C)	29,633	-
NCCBL, Agrabad Br. Ctg.(CD A/C)	171,818	205,758
Prime Bank Ltd., Muradpur Br, Ctg.(SND A/C)	110,541	935,856
Eastern Bank Ltd., Jamal Khan Br. Ctg.(SND A/C)	62,468	193,618
Jamuna Bank Ltd., Khatungonj Br. Ctg.(SND A/C)	-	38,756
Islami Bank (BD) Ltd.,Muradpur Br, Ctg.(CD A/C)	12,741	13,316
Dutch -Bangla Bank Ltd., Muradpur Branch (CD A/C)	-	1,903
	610,348	31,148,499
	610,348	31,148,499



9 DEFERRED TAX LIABILITIES

	Carrying amount	Tax Base	Temporary timing difference as at 31 March 2019	Temporary timing difference as at 30 June 2018
Property, Plant and Equipment	477,717,183	336,145,550	141,571,633	117,335,191
Applicable Rate			25%	25%
Deferred tax liability as on 31 March			35,392,908	29,333,798
			31-Mar-19 Taka	31-Mar-18 Taka
Deferred tax for the period				
Deferred tax liability required			35,392,908	26,528,655
Less: Opening Balance			29,333,798	18,313,726
Deferred tax charged for the period			6,059,110	8,214,929
			31-Mar-19 Taka	30-Jun-18 Taka

10 SHORT TERM LOAN

Opening Balance	38,206,541	101,794,061
Add: Received during the period	52,750,000	-
	90,956,541	101,794,061
Less: Refund during the period	76,570,300	63,587,520
Closing Balance	14,386,241	38,206,541

This represents balance of loan obtained from M/S. Alhaj Md. Younus & Co. The loan is unsecured and interest free. The tenure of the loan is 10 years from the date of commercial operation as per agreement dated 10 October 2011.

11 LOAN FROM DIRECTOR

Opening Balance	190,000,000	65,392,656
Add: Received during the period	136,800,000	144,607,344
	326,800,000	210,000,000
Less: Refund during the period	93,900,000	20,000,000
Closing Balance	232,900,000	190,000,000

This represents balance of loan obtained from Mr. Shamsul Alam Shamim, Chairman of the Company as per decision of the Board of Directors in its meeting held on 29 April 2017 to meet the day to day office expenses and requirement of working capital.



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	31-Mar-19 Taka	31-Mar-18 Taka
12 NET TURNOVER		
Turnover	641,142,000	626,505,089
Less: Cetane	3,883,315	3,129,089
	637,258,685	623,376,000
Less: Loss in transit	2,955,798	3,480,495
	634,302,887	619,895,505
Less: Value Added Tax	83,627,215	81,366,257
	550,675,672	538,529,248

The turnover of the company has been increased during the period due to increase of supply of raw material (Natural Gas Condensate) by the Sylhet Gas Fields Limited and Bangladesh Gas Fields Company Limited compared to previous period.

13 EARNINGS PER SHARE (EPS)

Surplus for the year attributable to Shareholders	5,267,611	2,631,813
Weighted average no. of Ordinary Shares outstanding during the period	25,245,000	25,245,000
Earnings per Share	0.21	0.10

The Management of the company could reduce its expenditure during the period. As a result the Net Profit as well as Earnings per Share (EPS) of the Company was increased.

14 NET OPERATING CASH FLOW PER SHARE (NOCFPS)

Operating Cash Inflow at the period end	(16,899,460)	(68,947,177)
Weighted average no. of Ordinary Shares outstanding during the period	25,245,000	25,245,000
Net Operating Cash Flow per Share	(0.67)	(2.73)

Net Operating Cash Flow per Share (NOCFPS) is shown negative due to increase of accounts receivable during the period.

15 GENERAL

- Figures appearing in these financial statements have been rounded off to the nearest taka.
- Bracket figure denotes negative.


Company Secretary


CFO (Acting)


Md Anwar
Director


Managing Director


Chairman