

# Interim Condensed Consolidated Financial Statements of BMMI B.S.C. for the period ended 30 June 2020 (reviewed)

Interim Consolidated Statement of Cash Flows	Six-month period ended 30 June	
	2020	2019
	BD	BD
For the six-month period ended 30 June '20 (reviewed)		
<b>OPERATING ACTIVITIES</b>		
Profit before tax	1,561,899	2,954,874
Adjustments for:		
Net investment income	(390,982)	(553,610)
Depreciation of property, plant and equipment	1,628,809	1,532,316
Depreciation of right-of-use assets	650,124	648,733
Net losses (gains) on investments carried at fair value through profit or loss	68,033	(11,424)
Provision for employees' end of service benefits	198,737	150,447
Finance costs	712,509	850,109
Share of results joint ventures	18,972	48,995
Provision (reversal of provision) for slow moving and expired inventories	496,196	(198,711)
Provision (reversal of allowance) for expected credit losses	144,438	(90,388)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>5,088,735</b>	<b>5,331,341</b>
Working capital changes:		
Inventories	(2,149,211)	(338,006)
Trade and other receivables	336,700	(1,383,184)
Trade and other payables	551,114	(2,213,065)
Net cash generated from operations	3,827,338	1,397,086
Income tax paid	(229,580)	(52,837)
Directors' remuneration paid	(193,500)	(137,000)
Employees' end of service benefits paid	(156,924)	(197,651)
Net movement in advances against employees' end of service benefits	41,500	106,970
Net cash flows from operating activities	3,288,834	1,116,568
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant & equipment	(947,749)	(613,868)
Proceeds from disposal of investments	831,284	967,999
Additions in investments	(429,506)	-
Dividends and interest received	367,500	406,043
Net cash flows (used in) from investing activities	(178,471)	760,174
<b>FINANCING ACTIVITIES</b>		
Dividends paid to shareholders of BMMI B.S.C.	(4,847,073)	(4,687,037)
Interest expenses paid	(472,783)	(850,109)
Payment of principal amount of lease liabilities	(564,932)	(561,426)
Loans and borrowings repaid	(227,552)	(220,453)
Loans and borrowings availed	1,000,000	-
Net movements in retentions payable	-	(1,250)
Net cash flows used in financing activities	(5,112,340)	(6,320,275)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(2,001,977)</b>	<b>(4,443,533)</b>
Net foreign exchange differences	(66,044)	(155,802)
Cash and cash equivalents as at 1 January	1,442,547	3,552,922
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE (a)</b>	<b>(625,474)</b>	<b>(1,046,413)</b>
(a) Cash and cash equivalents comprise of following amounts:		
Cash, bank balances and short-term deposits	5,118,691	3,671,982
Bank overdraft	(5,744,165)	(4,718,395)
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	<b>(625,474)</b>	<b>(1,046,413)</b>

## Non-cash items:

- Dividend and interest income receivable amounting to BD 23,482 (2019: BD 147,567) has been excluded from the movement of trade and other receivables.
- Unpaid interest expense amounting to BD 239,726 (2019: nil) has been excluded from the movement in trade and other payables.
- Unclaimed dividends pertaining to prior years amounting to BD 576,251 (2019: BD 416,215) has been excluded from the movement in trade and other payables.
- An amount of BD 184,865 (2019: BD 168,692) which pertain to unpaid donations to charitable organisation has been excluded from the movements of trade and other payables.
- Disposal of an investment in a joint venture with carrying amount of BD 1,305,765 (note 1) was adjusted against the following accounts:

	BD
Purchase of property, plant and equipment	4,311,646
Loans and borrowings availed	(2,319,618)
Other payable	(481,739)
Net movement in retentions payable	(204,524)
	<b>1,305,765</b>

## Interim Consolidated Statement of Changes in Equity

For the six-month period ended 30 June '20 (reviewed)

	Equity attributable to shareholders of BMMI B.S.C.							
	Share capital	Treasury shares	Other reserves	Retained earnings	Total	Non-controlling interests	Total equity	
	BD	BD	BD	BD	BD	BD	BD	
At January 2020	14,642,854	(1,430,101)	14,009,286	42,388,724	69,610,763	1,705,939	71,316,702	
Profit (loss) for the period	-	-	-	2,278,098	2,278,098	(771,085)	1,507,013	
Other comprehensive income for the period	-	-	(1,173,613)	-	(1,173,613)	-	(1,173,613)	
<b>Total comprehensive (loss) income for the period</b>	<b>-</b>	<b>-</b>	<b>(1,173,613)</b>	<b>2,278,098</b>	<b>1,104,485</b>	<b>(771,085)</b>	<b>333,400</b>	
Final dividend for 2019	-	-	-	(4,270,822)	(4,270,822)	-	(4,270,822)	
Gain on disposals of investments carried at fair value through other comprehensive income	-	-	(20,835)	20,835	-	-	-	
Transfer to charity reserve	-	-	184,865	(184,865)	-	-	-	
Distribution to Alosra Charitable Foundation	-	-	(184,865)	-	(184,865)	-	(184,865)	
<b>Balance at 30 June 2020</b>	<b>14,642,854</b>	<b>(1,430,101)</b>	<b>12,814,838</b>	<b>40,231,970</b>	<b>66,259,561</b>	<b>934,854</b>	<b>67,194,415</b>	
At 1 January 2019	14,642,854	(1,430,101)	13,678,045	39,368,046	66,258,844	3,262,049	69,520,893	
Profit (loss) for the period	-	-	-	3,704,108	3,704,108	(770,949)	2,933,159	
Other comprehensive loss for the period	-	-	522,192	-	522,192	-	522,192	
<b>Total comprehensive income (loss) for the period</b>	<b>-</b>	<b>-</b>	<b>522,192</b>	<b>3,704,108</b>	<b>4,226,300</b>	<b>(770,949)</b>	<b>3,455,351</b>	
Final dividend for 2018	-	-	-	(4,270,822)	(4,270,822)	-	(4,270,822)	
Gain on disposals of investments carried at fair value through other comprehensive income	-	-	(410,941)	410,941	-	-	-	
Transfer to charity reserve	-	-	168,692	(168,692)	-	-	-	
Distribution to Alosra Charitable Foundation	-	-	(168,692)	-	(168,692)	-	(168,692)	
<b>Balance at 30 June 2019</b>	<b>14,642,854</b>	<b>(1,430,101)</b>	<b>13,789,296</b>	<b>39,043,581</b>	<b>66,045,630</b>	<b>2,491,100</b>	<b>68,536,730</b>	

Retained earnings include non-distributable reserves amounting to BD 340,000 relating to the subsidiaries as at 30 June 2020.

Retained earnings include non-distributable reserves amounting to BD 405,681 relating to the subsidiaries as at 30 June 2019.

## Interim Consolidated Statement of Income

For the six-month period ended 30 June '20 (reviewed)

	Six-month period ended 30 June	
	2020	2019
	BD	BD
Revenue from contracts with customers	47,606,200	50,473,037
Costs of revenue	(36,445,589)	(35,735,144)
<b>GROSS PROFIT</b>	<b>11,160,611</b>	<b>14,737,893</b>
Other operating income	2,062,593	1,044,176
Selling and distribution expenses	(4,948,171)	(5,381,056)
General and administrative expenses	(6,304,602)	(7,112,069)
<b>PROFIT FROM OPERATIONS</b>	<b>1,970,431</b>	<b>3,288,944</b>
Net investment income	390,982	553,610
Share of results of joint ventures	(18,972)	(48,995)
Net (losses) gains on investments carried at fair value through profit or loss	(68,033)	11,424
Finance costs	(712,509)	(850,109)
<b>PROFIT BEFORE INCOME TAX</b>	<b>1,561,899</b>	<b>2,954,874</b>
Income tax expense	(54,886)	(21,715)
<b>PROFIT OF THE GROUP FOR THE PERIOD</b>	<b>1,507,013</b>	<b>2,933,159</b>
of which loss attributable to non-controlling interests	771,085	770,949
<b>PROFIT FOR THE PERIOD OF THE GROUP ATTRIBUTABLE TO SHAREHOLDERS OF BMMI B.S.C.</b>	<b>2,278,098</b>	<b>3,704,108</b>
<b>BASIC AND DILUTED EARNINGS PER SHARE (FILS)</b>	<b>16</b>	<b>26</b>

## Interim Consolidated Statement of Comprehensive Income

For the six-month period ended 30 June '20 (reviewed)

	Six-month period ended 30 June	
	2020	2019
	BD	BD
<b>PROFIT OF THE GROUP FOR THE PERIOD</b>	<b>1,507,013</b>	<b>2,933,159</b>
<b>OTHER COMPREHENSIVE (LOSS) INCOME</b>		
<i>Items not to be reclassified to the interim consolidated statement of income in subsequent periods:</i>		
Net changes in fair value of investments classified as fair value through other comprehensive income	(1,107,569)	677,994
<i>Items to be reclassified to the interim consolidated statement of income in subsequent periods:</i>		
Exchange loss on translation of foreign operations	(66,044)	(155,802)
<b>OTHER COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD</b>	<b>(1,173,613)</b>	<b>522,192</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>333,400</b>	<b>3,455,351</b>
of which loss attributable to non-controlling interests	771,085	770,949
<b>TOTAL COMPREHENSIVE INCOME OF THE GROUP ATTRIBUTABLE TO SHAREHOLDERS OF BMMI B.S.C.</b>	<b>1,104,485</b>	<b>4,226,300</b>

## Interim Consolidated Statement of Financial Position

As at 30 June '20 (reviewed)

	30 June '20 (reviewed)	31 Dec '19 (audited)	30 June '19 (reviewed)
	BD	BD	BD
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	52,169,171	48,538,585	49,618,761
Investment property	9,457,725	9,457,725	9,457,725
Right-of-use assets	7,616,485	7,778,597	5,358,044
Investments in joint ventures	244,696	1,569,433	1,604,440
Investments	9,130,712	10,708,092	11,929,803
	78,618,789	78,052,432	77,968,773
<b>CURRENT ASSETS</b>			
Inventories	13,581,070	11,928,055	12,117,568
Trade and other receivables	23,237,606	23,695,262	22,193,602
Bank balances and cash	5,118,691	4,814,777	3,671,982
Advance income tax	117,042	-	-
	42,054,409	40,438,094	37,983,152
<b>TOTAL ASSETS</b>	<b>120,673,198</b>	<b>118,490,526</b>	<b>115,951,925</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	14,642,854	14,642,854	14,642,854
Treasury shares	(1,430,101)	(1,430,101)	(1,430,101)
Other reserves	12,814,838	14,009,286	13,789,296
Retained earnings	40,231,970	42,388,724	39,043,581
<b>Equity attributable to shareholders of BMMI B.S.C.</b>	<b>66,259,561</b>	<b>69,610,763</b>	<b>66,045,630</b>
Non-controlling interests	934,854	1,705,939	2,491,100
<b>TOTAL EQUITY</b>	<b>67,194,415</b>	<b>71,316,702</b>	<b>68,536,730</b>
<b>Non-current liabilities</b>			
Loans and borrowings	16,731,615	14,875,992	16,181,345
Lease liabilities	4,867,353	6,408,530	4,100,772
Employees' end of service benefits	2,018,899	1,935,586	1,784,614
	23,617,867	23,220,108	22,066,731
<b>Current liabilities</b>			
Trade and other payables	12,620,987	11,933,294	11,862,643
Loans and borrowings	7,568,945	6,332,502	6,220,022
Bank overdrafts	5,744,165	3,372,230	4,718,395
Lease liabilities	2,548,174	1,083,917	1,344,579
Retentions payable	1,378,645	1,174,121	1,174,121
Income tax payable	-	57,652	28,704
	29,860,916	23,953,716	25,348,464
<b>Total liabilities</b>	<b>53,478,783</b>	<b>47,173,824</b>	<b>47,415,195</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>120,673,198</b>	<b>118,490,526</b>	<b>115,951,925</b>

Reviewed by Ernst & Young and approved by the Board of Directors on 9 August 2020.

  
Abdulla Hassan Buhindi  
Chairman

  
Shawki Ali Fakhro  
Vice Chairman

