

**Unilever Consumer Care Limited**

Condensed interim financial statements as at  
and for the six months ended 30 June 2023

Unilever Consumer Care Limited  
Statement of financial position (Unaudited)

<i>In thousands of BDT</i>	<i>Note</i>	<b>30 June 2023</b>	<b>31 December 2022</b>
<b>Assets</b>			
Property, plant and equipment	2	<b>103,631</b>	62,222
Right-of-use assets	3	<b>269,664</b>	309,487
Deferred tax assets	12	<b>16,326</b>	15,861
Advances, deposits and prepayments	4	<b>1,762</b>	2,242
<b>Non-current assets</b>		<b>391,383</b>	389,812
Inventories	5	<b>562,131</b>	539,484
Trade and other receivables	6	<b>64,546</b>	79,619
Advances, deposits and prepayments	4	<b>92,539</b>	84,194
Cash and cash equivalents	7	<b>2,330,823</b>	2,296,256
Short term investments	8	<b>1,000,000</b>	1,250,000
<b>Current assets</b>		<b>4,050,039</b>	4,249,553
<b>Total assets</b>		<b>4,441,422</b>	4,639,365
<b>Equity</b>			
Share capital	9	<b>192,744</b>	120,465
Reserves	10	<b>5,166</b>	5,166
Retained earnings	11	<b>1,561,163</b>	1,555,989
<b>Total equity</b>		<b>1,759,073</b>	1,681,620
<b>Liabilities</b>			
Lease liabilities	17	<b>202,504</b>	237,620
<b>Non-current liabilities</b>		<b>202,504</b>	237,620
Trade payables	14	<b>416,365</b>	436,909
Other payables and provisions	15	<b>1,846,353</b>	2,085,958
Defined benefit liabilities	13	<b>17,995</b>	13,080
Advance from customers	16	<b>12,178</b>	24,654
Lease liabilities	17	<b>68,297</b>	66,367
Current tax liabilities	18	<b>116,943</b>	91,039
Unclaimed dividend payable	19	<b>1,714</b>	2,118
<b>Current liabilities</b>		<b>2,479,845</b>	2,720,125
<b>Total liabilities</b>		<b>2,682,349</b>	2,957,745
<b>Total equity and liabilities</b>		<b>4,441,422</b>	4,639,365
<b>Net Asset Value (NAV) per share (BDT)</b>	23.2	<b>91.27</b>	87.25

Notes 1 to 25 are integral parts of these financial statements.

				
Chairman	Managing Director	Head of Finance	Director	Company Secretary

Dhaka, 31 July 2023

Unilever Consumer Care Limited  
Statement of profit or loss and other comprehensive income (Unaudited)

<i>In thousands of BDT</i>	<i>Note</i>	<b>For the six-month period ended on 30 June</b>		<b>For the three-month period ended on 30 June</b>	
		<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Revenue	20	<b>1,910,791</b>	2,122,495	<b>825,614</b>	907,784
Cost of sales		<b>(1,057,720)</b>	(1,069,864)	<b>(439,731)</b>	(413,337)
Gross profit		<b>853,071</b>	1,052,631	<b>385,883</b>	494,447
Operating expenses		<b>(441,575)</b>	(562,754)	<b>(208,608)</b>	(258,585)
<b>Operating profit</b>		<b>411,496</b>	489,877	<b>177,275</b>	235,862
Net finance income		<b>89,662</b>	7,961	<b>48,332</b>	3,423
Other income		<b>1,355</b>	-	<b>920</b>	-
<b>Profit before contribution to WPPF</b>		<b>502,513</b>	497,838	<b>226,527</b>	239,285
Contribution to WPPF		<b>(25,195)</b>	(24,897)	<b>(11,421)</b>	(11,969)
<b>Profit before tax</b>		<b>477,318</b>	472,941	<b>215,106</b>	227,316
Income tax expense	21	<b>(110,750)</b>	(119,743)	<b>(49,887)</b>	(46,728)
<b>Profit for the year</b>		<b>366,568</b>	353,198	<b>165,219</b>	180,588
Other comprehensive income, net of tax		-	-		
<b>Total comprehensive income for the year</b>		<b>366,568</b>	353,198	<b>165,219</b>	180,588
<b>Earnings per share (BDT)</b>	23.1	<b>19.02</b>	18.33	<b>8.57</b>	9.37

Notes 1 to 25 are integral parts of these financial statements.



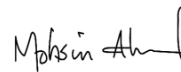
Chairman



Managing Director



Head of Finance



Director



Company Secretary

Dhaka, 31 July 2023

Unilever Consumer Care Limited  
Statement of changes in equity (Unaudited)

For the six months ended 30 June

<i>In thousands of BDT</i>	<b>Share capital</b>	<b>Revaluation reserve</b>	<b>General reserve</b>	<b>Capital reserve</b>	<b>Retained earnings</b>	<b>Total equity</b>
<b>Balance at 1 January 2022</b>	120,465	4,831	5,000	166	1,349,827	1,480,289
<b>Total comprehensive income</b>						
Profit for the period	-	-	-	-	353,198	353,198
Other comprehensive income	-	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	-	353,198	353,198
<b>Transaction with owners of the Company</b>						
Dividend	-	-	-	-	(530,044)	(530,044)
<b>Balance at 30 June 2022</b>	120,465	4,831	5,000	166	1,172,981	1,303,443
<b>Balance at 1 January 2023</b>	<b>120,465</b>	<b>-</b>	<b>5,000</b>	<b>166</b>	<b>1,555,989</b>	<b>1,681,620</b>
<b>Total comprehensive income</b>						
Profit for the period	-	-	-	-	366,568	366,568
Other comprehensive income	-	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	-	366,568	366,568
<b>Transaction with owners of the Company</b>						
Stock dividend	72,279	-	-	-	(72,279)	-
Cash dividend	-	-	-	-	(289,115)	(289,115)
<b>Balance at 30 June 2023</b>	<b>192,744</b>	<b>-</b>	<b>5,000</b>	<b>166</b>	<b>1,561,163</b>	<b>1,759,073</b>

Unilever Consumer Care Limited  
Statement of cash flows (Unaudited)

For the six months ended 30 June

<i>In thousands of BDT</i>	<i>Note</i>	<b>2023</b>	<b>2022</b>
<b>Cash flows from operating activities</b>			
Cash receipts from customers		<b>1,906,040</b>	2,057,422
Cash paid to suppliers and employees		<b>(1,759,334)</b>	(1,790,488)
Interest paid on lease liabilities	17.2	<b>(10,823)</b>	(9,761)
Income tax paid	18	<b>(85,311)</b>	(97,901)
<b>Net cash generated from operating activities</b>		<b>50,572</b>	159,272
<b>Cash flows from investing activities</b>			
Proceeds from encashment of short term investments		<b>250,000</b>	-
Interest received		<b>101,586</b>	15,674
Acquisition of property, plant and equipment		<b>(43,104)</b>	[33]
<b>Net cash (used in)/generated from investing activities</b>		<b>308,482</b>	15,641
<b>Cash flows from financing activities</b>			
Dividend paid		<b>(289,519)</b>	(529,286)
Payment of lease liabilities	17.2	<b>(34,968)</b>	(35,698)
<b>Net cash used in financing activities</b>		<b>(324,487)</b>	(564,984)
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>34,567</b>	(390,071)
Cash and cash equivalents at 1 January		<b>2,296,256</b>	3,760,268
<b>Cash and cash equivalents at 30 June</b>		<b>2,330,823</b>	3,370,197
<b>Closing cash and cash equivalents have been arrived at as follows:</b>			
Term deposits	7.1	<b>1,954,200</b>	3,100,000
Current account with scheduled commercial banks	7.2	<b>376,623</b>	270,197
		<b>2,330,823</b>	3,370,197
<b>Net operating cash flow per share (BDT)</b>	23.3	<b>2.62</b>	8.26

**Unilever Consumer Care Limited**  
Notes to the Financial Statements (Unaudited)  
For the six months ended 30 June 2023

1 The interim financial statements have been prepared in accordance with the requirement of International Accounting Standard IAS 34: Interim Financial Reporting, the Companies Act 1994, the Securities and Exchange Rules 2020, Financial Reporting Act 2015, relevant guidelines issued by Bangladesh Securities and Exchange Commission and other applicable laws and regulations in Bangladesh. There is no change in the basis for preparation and accounting policies governing this interim financial statements from the last reporting date. Consequently, no separate note on accounting policy are being provided. Figures for 2022 have been regrouped whenever necessary to facilitate comparison and to comply with relevant IFRS.

2 **Property, plant and equipment**

<i>In thousands of BDT</i>	Freehold land	Leasehold land	Building	Plant and machinery	Motor vehicles	Furniture, fixtures and office equipment	Capital work in progress	Total
<b>Cost</b>								
Balance at 1 January 2022	221	619	142,028	429,434	45,655	266,788	1,750	886,495
Additions	-	-	-	-	-	91	4,413	4,504
Disposals/transfers	-	-	[187]	[2,059]	-	[781]	[91]	[3,118]
	221	619	141,841	427,375	45,655	266,098	6,072	887,881
<b>Revalued in 1978</b>								
Balance at 1 January 2022	4,831	12	45,747	7,398	-	1,491	-	59,479
Additions	-	-	-	-	-	-	-	-
Disposals/transfers	[4,831]	-	-	-	-	-	-	[4,831]
	-	12	45,747	7,398	-	1,491	-	54,648
Balance at 31 December 2022	221	631	187,588	434,773	45,655	267,589	6,072	942,529
<b>Cost</b>								
Balance at 1 January 2023	221	619	141,841	427,375	45,655	266,098	6,072	887,881
Additions	-	-	-	-	-	-	43,104	43,104
Disposals/transfers	-	-	-	-	-	-	-	-
	221	619	141,841	427,375	45,655	266,098	49,176	930,985
<b>Revalued in 1978</b>								
Balance at 1 January 2023	-	12	45,747	7,398	-	1,491	-	54,648
Additions	-	-	-	-	-	-	-	-
Disposals/transfers	-	-	-	-	-	-	-	-
	-	12	45,747	7,398	-	1,491	-	54,648
<b>Balance at 30 June 2023</b>	<b>221</b>	<b>631</b>	<b>187,588</b>	<b>434,773</b>	<b>45,655</b>	<b>267,589</b>	<b>49,176</b>	<b>985,633</b>
<b>Accumulated depreciation</b>								
Balance at 1 January 2022	-	464	129,317	298,287	45,523	123,571	-	597,162
Depreciation for the period	-	55	3,116	1,355	19	1,487	-	6,032
Adjustment for disposals/transfers	-	-	[75]	[2,059]	-	[675]	-	[2,809]
Balance at 31 December 2022	-	519	132,358	297,583	45,542	124,383	-	600,385
Balance at 1 January 2023	-	519	132,358	297,583	45,542	124,383	-	600,385
Depreciation for the period	-	-	1,548	109	10	28	-	1,695
Adjustment for disposals/transfers	-	-	-	-	-	-	-	-
<b>Balance at 30 June 2023</b>	<b>-</b>	<b>519</b>	<b>133,906</b>	<b>297,692</b>	<b>45,552</b>	<b>124,411</b>	<b>-</b>	<b>602,080</b>
<b>Accumulated impairment</b>								
Balance at 1 January 2022	-	-	-	136,928	-	142,994	-	279,922
Impairment for the period	-	-	-	-	-	-	-	-
Adjustment for disposals/transfers	-	-	-	-	-	-	-	-
Balance at 31 December 2022	-	-	-	136,928	-	142,994	-	279,922
Balance at 1 January 2023	-	-	-	136,928	-	142,994	-	279,922
Impairment for the period	-	-	-	-	-	-	-	-
Adjustment for disposals/transfers	-	-	-	-	-	-	-	-
<b>Balance at 30 June 2023</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>136,928</b>	<b>-</b>	<b>142,994</b>	<b>-</b>	<b>279,922</b>
<b>Carrying amounts</b>								
At 1 January 2022	5,052	167	58,458	1,617	132	1,714	1,750	68,890
<b>At 31 December 2022</b>	<b>221</b>	<b>112</b>	<b>55,230</b>	<b>262</b>	<b>113</b>	<b>212</b>	<b>6,072</b>	<b>62,222</b>
<b>At 30 June 2023</b>	<b>221</b>	<b>112</b>	<b>53,682</b>	<b>153</b>	<b>103</b>	<b>184</b>	<b>49,176</b>	<b>103,631</b>

As a consequence of changing the Company's valuation method from revaluation model to cost model as per Unilever Global Accounting Policy, the carrying amount of revalued land over and above the cost of the said land has been set-off in the financial statements for the year ended 31 December 2022 against the revaluation surplus recognised as a result of the revaluation. Hence land is now presented at cost of BDT 221,000.

**3 Right-of-use assets**

<i>In thousands of BDT</i>	<b>Corporate office &amp; warehouses</b>	<b>Factory premises</b>	<b>Vehicles</b>	<b>Total</b>
<b>Cost</b>				
Balance at 1 January 2022	32,624	285,333	3,650	321,607
Additions	120,948	-	43,889	164,837
Disposals/adjustments	(31,951)	-	-	(31,951)
Balance at 31 December 2022	121,621	285,333	47,539	454,493
Balance at 1 January 2023	<b>121,621</b>	<b>285,333</b>	<b>47,539</b>	<b>454,493</b>
Additions	-	-	-	-
Disposals/adjustments	-	-	-	-
<b>Balance at 30 June 2023</b>	<b>121,621</b>	<b>285,333</b>	<b>47,539</b>	<b>454,493</b>
<b>Accumulated depreciation</b>				
Balance at 1 January 2022	7,436	73,747	1,413	82,596
Depreciation for the period	9,961	57,068	8,064	75,093
Disposals/adjustments	(12,683)	-	-	(12,683)
Balance at 31 December 2022	4,714	130,815	9,477	145,006
Balance at 1 January 2023	<b>4,714</b>	<b>130,815</b>	<b>9,477</b>	<b>145,006</b>
Depreciation for the period	<b>6,171</b>	<b>28,533</b>	<b>5,119</b>	<b>39,823</b>
Disposals/adjustments	-	-	-	-
<b>Balance at 30 June 2023</b>	<b>10,885</b>	<b>159,348</b>	<b>14,596</b>	<b>184,829</b>
<b>Carrying amounts</b>				
At 1 January 2022	25,188	211,586	2,237	239,011
<b>At 31 December 2022</b>	116,907	154,518	38,062	309,487
<b>At 30 June 2023</b>	<b>110,736</b>	<b>125,985</b>	<b>32,943</b>	<b>269,664</b>

**4 Advances, deposits and prepayments**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
<b>Advances</b>		
Advance to suppliers	17,208	27,049
Loans and advances to employees	5,211	6,667
VAT receivable	61,051	48,993
	<b>83,470</b>	82,709
<b>Deposits</b>		
Security deposits	1,762	2,242
	<b>1,762</b>	2,242
<b>Prepayments</b>		
Insurance	8,364	1,281
BSTI license fee	705	204
	<b>9,069</b>	1,485
<b>Closing balance</b>	<b>94,301</b>	86,436
Current portion	92,539	84,194
Non-current portion	1,762	2,242
	<b>94,301</b>	86,436

Security deposits have been paid for utility services.

**5 Inventories**

<i>In thousands of BDT</i>	<i>Note</i>	<b>2023</b>	<b>2022</b>
Stock in trade	5.1	<b>545,219</b>	525,003
Stock in transit	5.2	<b>16,912</b>	14,481
		<b>562,131</b>	539,484

**5.1 Stock in trade**

Raw materials		<b>273,248</b>	256,811
Packing materials		<b>38,139</b>	32,181
Semi finished goods		<b>77,941</b>	70,814
Finished goods		<b>155,891</b>	165,197
		<b>545,219</b>	525,003

**5.2 Stock in transit**

Raw materials		<b>10,147</b>	5,303
Semi finished goods		<b>6,765</b>	9,178
		<b>16,912</b>	14,481

**6 Trade and other receivables**

<i>In thousands of BDT</i>	<i>Note</i>	<b>2023</b>	<b>2022</b>
Trade receivables		<b>269</b>	7,994
Intercompany receivables	6.1	<b>38,300</b>	44,154
Accrued interest		<b>25,907</b>	27,326
Other receivables		<b>70</b>	145
		<b>64,546</b>	79,619

**6.1 Intercompany receivables**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Unilever Bangladesh Limited	<b>38,300</b>	44,154
	<b>38,300</b>	44,154

The receivable from Unilever Bangladesh Limited resulted from agreed settlement of project expenses and sharing of expenses under common platform.

**7 Cash and cash equivalents**

<i>In thousands of BDT</i>	<i>Note</i>	<b>2023</b>	<b>2022</b>
Cash in hand		-	-
<b>Cash at bank :</b>			
Term deposits	7.1	<b>1,954,200</b>	1,965,000
Current account with scheduled commercial banks	7.2	<b>376,623</b>	331,256
		<b>2,330,823</b>	2,296,256
<b>Cash and cash equivalents in the statement of cash flows</b>		<b>2,330,823</b>	2,296,256

Balance in Standard Chartered Bank includes unclaimed dividends payable amounting BDT 1,714 ('000).

Cash and cash equivalent represents cash in hand, cash at bank and short term deposits with scheduled banks. Current account balances are invested in short term deposits at competitive rates.



**7.1 Term deposits**

<i>In thousands of BDT</i>	2023	2022
The Hongkong and Shanghai Banking Corporation Limited	400,000	400,000
Sonali Bank Limited	1,554,200	1,565,000
	<b>1,954,200</b>	<b>1,965,000</b>

**7.2 Current account with scheduled commercial banks**

<i>In thousands of BDT</i>	2023	2022
The Hongkong and Shanghai Banking Corporation Limited	290,925	174,732
Standard Chartered Bank Limited	68,937	121,850
Sonali Bank Limited	16,652	34,573
BRAC Bank Limited	100	101
Dutch Bangla Bank Limited	9	-
	<b>376,623</b>	<b>331,256</b>

**8 Short term investments**

<i>In thousands of BDT</i>	Note	2023	2022
Investments with scheduled commercial banks	11.1	1,000,000	1,250,000
		<b>1,000,000</b>	<b>1,250,000</b>

**8.1 Investments with scheduled commercial banks**

<i>In thousands of BDT</i>	2023	2022
BRAC Bank Limited	1,000,000	1,000,000
Sonali Bank Limited	-	250,000
	<b>1,000,000</b>	<b>1,250,000</b>

**9 Share capital**

<i>In thousands of BDT</i>	2023	2022
<b>Authorised:</b>		
20,000,000 ordinary shares of BDT 10 each	200,000	200,000
	<b>200,000</b>	<b>200,000</b>

**Issued, subscribed and fully paid up:**

Issued for cash:		
350 ordinary shares of BDT 10 each in 1974	4	4
4,943,949 ordinary shares of BDT 10 each as rights issue	49,440	49,440
	<b>49,444</b>	<b>49,444</b>
Issued for consideration other than cash:		
3,787,650 ordinary shares of BDT 10 each in 1974	37,876	37,876
3,314,500 ordinary shares of BDT 10 each as bonus issue	33,145	33,145
7,227,869 ordinary shares of BDT 10 each as bonus issue	72,279	-
	<b>143,300</b>	<b>71,021</b>
	<b>192,744</b>	<b>120,465</b>

**Shareholding position:**

Name of shareholders	2023		2022	
	No. of shares	Value (BDT)	No. of shares	Value (BDT)
Unilever Overseas Holdings B.V., The Netherlands Investment Corporation of Bangladesh (ICB) & ICB Unit and ICB Mutual Funds	15,800,230	158,002	9,875,144	98,752
Shadharan Bima Corporation	1,416,571	14,166	1,371,926	13,719
Local Financial Institutions & other Companies	122,299	1,223	76,437	764
General Public	628,379	6,284	221,481	2,215
Foreign Shareholders	1,250,877	12,509	466,449	4,665
	55,962	560	35,012	350
	<b>19,274,318</b>	<b>192,744</b>	<b>12,046,449</b>	<b>120,465</b>

**9.1 Percentage of shareholdings**

Name of shareholders	2023	2022
Unilever Overseas Holdings B.V., The Netherlands	<b>81.98%</b>	81.98%
Investment Corporation of Bangladesh (ICB) & ICB Unit and ICB Mutual Funds	<b>7.35%</b>	11.39%
Shadharan Bima Corporation	<b>0.63%</b>	0.63%
Local Financial Institutions & other Companies	<b>3.26%</b>	1.84%
General Public	<b>6.49%</b>	3.87%
Foreign Shareholders	<b>0.29%</b>	0.29%
	<b>100.00%</b>	100.00%

**9.2 No. of shares held by the members of the Company Executive Committee**

	2023	2022
No. of shares held by the members of the Company Executive Committee	-	-
	-	-

**10 Reserves**

<i>In thousands of BDT</i>	<i>Note</i>	2023	2022
General reserve		<b>5,000</b>	5,000
Revaluation reserve	10.1	-	-
Capital reserve	10.2	<b>166</b>	166
		<b>5,166</b>	5,166

**10.1 Revaluation reserve**

A balance of BDT 4,831 ('000) was recognised earlier as surplus from the revaluation of fixed assets (land) carried out in 1978. As a consequence of changing the Company's valuation method from revaluation model to cost model as per Unilever Global Accounting Policy, the revalued amount of land has been set-off in the financial statements for the year ended 31 December 2022 against recognised revaluation surplus.

**10.2 Capital reserve**

The balance represents surplus of assets over liabilities as at 28 February 1974 after issue of shares there against.

**11 Retained earnings**

<i>In thousands of BDT</i>	2023	2022
Opening balance	<b>1,555,989</b>	1,349,827
Total comprehensive income for the year:		
Profit for the year	<b>366,568</b>	730,486
Other comprehensive income	-	5,720
Dividends during the year:		
Cash dividend for 2022	<b>(289,115)</b>	-
Stock dividend for 2022	<b>(72,279)</b>	-
Cash dividend for 2021	-	(530,044)
<b>Closing balance</b>	<b>1,561,163</b>	1,555,989

**12 Deferred tax assets**

<b>30 June 2023</b>	<b>Carrying amount on reporting date</b>	<b>Tax base</b>	<b>(Taxable)/ deductible temporary difference</b>
<i>In thousands of BDT</i>			
Property, plant and equipment excluding land and CWIP	54,234	116,745	62,511
Defined benefit liabilities	(17,995)	-	17,995
Right-of-use assets	269,664	-	(269,664)
Lease liabilities	(270,801)	-	270,801
Net temporary difference			<b>81,643</b>
Applicable tax rate			<b>20.0%</b>
<b>Deferred tax assets</b>			<b>16,326</b>

<b>31 December 2022</b>	<b>Carrying amount on reporting date</b>	<b>Tax base</b>	<b>(Taxable)/ deductible temporary difference</b>
<i>In thousands of BDT</i>			
Property, plant and equipment excluding land and CWIP	55,929	127,655	71,726
Defined benefit liabilities	(13,080)	-	13,080
Right-of-use assets	309,487	-	(309,487)
Lease liabilities	(303,987)	-	303,987
Net temporary difference			79,306
Applicable tax rate			20.0%
<b>Deferred tax assets</b>			<b>15,861</b>

**12.1 Deferred tax expense**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Deferred tax assets at the beginning of the period	15,861	24,738
Deferred tax assets at the end of the period	16,326	15,861
	465	(8,877)
Deferred tax attributable to actuarial gain/(loss) on defined benefit plan recognised directly in equity	-	1,430
Deferred tax income / (expense)	465	(7,447)
Deferred tax income resulting from reduction in tax rate	-	2,749
Deferred tax expense related to the origination and reversal of temporary differences	465	(11,626)
Deferred tax attributable to actuarial gain/(loss) on defined benefit plan recognised directly in equity	-	1,430
Deferred tax income / (expense) recognised in profit or loss	465	(7,447)

**13 Defined benefit liabilities**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Opening balance	13,080	10,610
Current gross service cost	4,365	8,730
Interest accrued on defined benefit obligation	550	890
Benefits paid	-	-
Actuarial (gain)/loss:		
Experience (gain)/loss	-	(7,150)
(Gain)/loss for changes in actuarial assumptions	-	-
<b>Closing balance</b>	<b>17,995</b>	<b>13,080</b>

**13.1 Actuarial assumptions**

The following are the key actuarial assumptions used at the reporting date:

	2023	2022
Discount rate	-	8.40%
Rate of salary increase	-	8.00%

**14 Trade payables**

<i>In thousands of BDT</i>	<i>Note</i>	2023	2022
Trade payables		84,758	92,130
Intercompany payables	14.1	331,607	344,779
		<b>416,365</b>	<b>436,909</b>

**14.1 Intercompany payables**

<i>In thousands of BDT</i>	2023	2022
Unilever India Export Limited	8,828	9,445
Unilever Bangladesh Limited	29,231	41,786
Unilever IP Holdings B.V.	218,591	218,591
Unilever PLC, UK	74,957	74,957
	<b>331,607</b>	<b>344,779</b>

Payable to Unilever India Export Limited represents payable against import of Dry Mix Ingredients (DMI) outstanding as on 30 June 2023. Payable to Unilever Bangladesh Limited is on account sharing of expenses under common platform. Payable to Unilever IP Holdings B.V. and Unilever PLC, UK are on account of technology and trade mark royalty.

**15 Other payables and provisions**

<i>In thousands of BDT</i>	<i>Note</i>	2023	2022
Provisions	15.1	730,279	1,040,975
Accrued expenses		1,106,756	1,004,670
Workers' profit participation fund payables	15.2	2,610	20,174
Withholding tax payables		6,708	20,139
		<b>1,846,353</b>	<b>2,085,958</b>

**15.1 Provisions**

<i>In thousands of BDT</i>	2023	2022
Opening balance	1,040,975	1,610,640
Provisions made during the period	-	-
Provisions used/reversed during the period	(310,696)	(569,665)
<b>Closing balance</b>	<b>730,279</b>	<b>1,040,975</b>

**15.2 Workers' profit participation fund payables**

<i>In thousands of BDT</i>	2023	2022
Opening balance	20,174	23,050
Addition during the period	25,195	51,465
Paid during the period	(42,759)	(54,341)
<b>Closing balance</b>	<b>2,610</b>	<b>20,174</b>

**16 Advance from customers**

<i>In thousands of BDT</i>	2023	2022
Advance from customers	12,178	24,654
	<b>12,178</b>	<b>24,654</b>

**17 Lease liabilities**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Opening balance	<b>303,987</b>	251,572
Lease obligation made during the period	<b>12,605</b>	157,759
Payment of lease obligation	<b>(45,791)</b>	(84,663)
Lease liabilities termination/adjustments	-	(20,681)
<b>Closing balance</b>	<b>270,801</b>	303,987

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Current	<b>68,297</b>	66,367
Non-current	<b>202,504</b>	237,620
	<b>270,801</b>	303,987

**17.1 Amounts recognised in profit or loss**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Interest on lease liabilities	<b>10,823</b>	21,613
	<b>10,823</b>	21,613

**17.2 Amounts recognised in the statement of cash flows**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Payments for leases - principal	<b>34,968</b>	63,050
Payments for leases - interest	<b>10,823</b>	21,613
	<b>45,791</b>	84,663

**18 Current tax liabilities**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Balance at 1 January	<b>91,039</b>	54,338
Charge during the period	<b>111,215</b>	239,896
Paid during the period	<b>(85,311)</b>	(203,195)
<b>Closing balance</b>	<b>116,943</b>	91,039

**19 Unclaimed dividend payable**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Balance at 1 January	<b>2,118</b>	2,201
Addition during the period	<b>489</b>	769
Transferred to Capital Market Stabilization Fund	<b>(893)</b>	(644)
Paid during the year	-	(208)
<b>Closing balance</b>	<b>1,714</b>	2,118

**20 Revenue**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Net revenue	<b>1,910,791</b>	2,122,495
	<b>1,910,791</b>	2,122,495

**20.1 Quantity and amounts of revenue by category**

	2023		2022	
	Quantity in	In thousands	Quantity in	In thousands
	MT	of BDT	MT	of BDT
Health food drink	2,428	1,630,988	3,572	1,863,606
Glucose powder	1,007	279,803	1,039	258,889
<b>Total net revenue</b>	<b>3,435</b>	<b>1,910,791</b>	<b>4,611</b>	<b>2,122,495</b>

As per revenue recognition policy, revenue is netted off VAT, SD, returns and allowances, volume rebates and trade discounts in applicable cases.

**21 Income tax expense**

<i>In thousands of BDT</i>	2023	2022
Current tax	111,215	116,741
Deferred tax (income) / expense	(465)	3,002
	<b>110,750</b>	<b>119,743</b>

**21.1 Reconciliation of effective tax rate**

<i>In thousands of BDT</i>	2023		2022	
Profit for the period		477,318		472,941
Income tax using the applicable tax rate	20.00%	95,464	20.00%	94,588
Tax effect of non-deductible expenses	3.20%	15,286	5.32%	25,155
	<b>23.20%</b>	<b>110,750</b>	<b>25.32%</b>	<b>119,743</b>

Notes to the financial statements (continued)

**22 Related party disclosures**

The Company carried out a number of transactions with related parties in the normal course of business on arms length basis. The name of these related parties, nature of transactions and their total value have been set in accordance with the provisions of IAS 24: *Related party disclosures* .

<i>In thousands of BDT</i>	Relationship	Transaction values for the period ended 30 June		Balance outstanding as at	
		2023	2022	30-Jun-23	31-Dec-22
<b>Name of the party</b>					
<b>Dividend</b>					
Unilever Overseas Holdings B.V.	Parent Company	296,254	434,506	-	-
		<b>296,254</b>	434,506	-	-
<b>Technology &amp; trademark royalty</b>					
Unilever IP Holdings B.V.	Sister Concern	105,093	116,737	(218,591)	(218,591)
Unilever PLC, UK	Sister Concern	-	-	(74,957)	(74,957)
		<b>105,093</b>	116,737	<b>(293,548)</b>	(293,548)
<b>Import of materials and finished goods</b>					
Unilever India Exports Limited	Sister Concern	619,028	713,679	(8,828)	(9,445)
		<b>619,028</b>	713,679	<b>(8,828)</b>	(9,445)
<b>Intercompany services</b>					
Unilever Bangladesh Limited	Sister Concern	129,707	100,086	9,069	2,368
		<b>129,707</b>	100,086	<b>9,069</b>	2,368
<b>Total related party transactions and balances</b>		<b>1,150,082</b>	1,365,008	<b>(293,307)</b>	(300,624)

The balance of BDT 9,069 ('000) represents net receivable from Unilever Bangladesh Ltd., presented in notes: 6.1 and 14.1.

**23 EPS, NAV per share and NOCFPS****23.1 Earnings per share (EPS)**

Earnings per share (EPS) is calculated in accordance with the IAS 33 Earnings per share. The composition of EPS is given below:

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Earnings attributed during the period to the ordinary shareholders (a)	<b>366,568</b>	353,198
Weighted average number of ordinary shares outstanding ('000) (b)	<b>19,274</b>	19,274
<b>Earnings per share (BDT) (a/b)</b>	<b>19.02</b>	18.33

**23.1.1** The Board of Directors of the Company proposed to issue 1:0.60 bonus share on 9 March 2023, which was duly approved by the shareholders at 50th Annual General Meeting of the Company held on 16 May 2023. Subsequently, the shares have been allotted to the shareholders on 5 June 2023. Consequently, the number of shares increased to 19,274,318.

**23.1.2** The weighted average number of ordinary shares outstanding during the period is the number of ordinary shares outstanding at the beginning of the year, adjusted by the number of ordinary shares issued during the period multiplied by a timeweighting factor. The time-weighting factor is the number of days that the shares are outstanding as a proportion of the total number of days in the year. The weighted average number of shares is calculated by assuming that the shares have always been in issue. This means that they have been issued at the start of the year presented as the comparative figures.

**23.1.3** No diluted EPS is required to be calculated for the period as there was no scope for dilution during the period.

**23.2 Net Asset Value (NAV) per share**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Total assets	<b>4,441,422</b>	4,455,524
Total liabilities	<b>(2,682,349)</b>	(3,152,081)
Net assets (a)	<b>1,759,073</b>	1,303,443
Weighted average number of ordinary shares outstanding ('000) (b)	<b>19,274</b>	19,274
<b>Net Asset Value per share (BDT) (a/b)</b>	<b>91.27</b>	67.62

The above NAV per share is based on net assets value as at 30 June 2023 and 30 June 2022 respectively. NAV per share as at 31 December 2022 was BDT 87.25 (after retrospective adjustment of the weighted average number of shares).

**23.3 Net operating cash flow per share (NOCFPS)**

<i>In thousands of BDT</i>	<b>2023</b>	<b>2022</b>
Net cash from generated from operating activities (a)	<b>50,572</b>	159,272
Weighted average number of ordinary shares outstanding ('000) (b)	<b>19,274</b>	19,274
<b>Net operating cashflows per share (BDT) (a/b)</b>	<b>2.62</b>	8.26

**24 Reconciliation of net income with cashflows from operating activities**

<i>In thousands of BDT</i>	<i>Note</i>	<b>2023</b>	<b>2022</b>
<b>Cash flows from operating activities</b>			
Profit after tax		<b>366,568</b>	353,198
Net finance income		<b>(88,085)</b>	(9,174)
Income tax expense	21	<b>110,750</b>	119,743
Adjustment for non-cash items:			
- Depreciation	2 & 3	<b>41,518</b>	38,456
- Defined benefit charges	13	<b>4,915</b>	5,253
		<b>435,666</b>	507,476
Changes in working capital components:			
- Inventories		<b>(22,647)</b>	(29,762)
- Trade and other receivables		<b>14,177</b>	29,098
- Advance, deposits and prepayments		<b>(7,865)</b>	(5,257)
- Trade payables		<b>(20,544)</b>	97,776
- Other payables and provisions		<b>(239,605)</b>	(307,958)
- Advance from customers		<b>(12,476)</b>	(24,439)
Cash generated from operating activities		<b>146,706</b>	266,934
Interest paid on lease liabilities	17.2	<b>(10,823)</b>	(9,761)
Income tax paid	18	<b>(85,311)</b>	(97,901)
<b>Net cash generated from operating activities</b>		<b>50,572</b>	159,272



**25 Explanations for significant deviations:**

- 25.1** Despite significant increase in raw and packing material costs, EPS shows an improvement mainly due to efficiency in operating expenses, increased finance income as well as one-off benefit coming out of assessment of past liabilities and obligation in the light of current business development.
- 25.2** The decrease in NOCFPS is mainly due to significant increase in raw and packing material prices along with significant increase in foreign exchange rate partly offset by efficiency in operating expense.
- 25.3** The increase in NAV resulted from improved profitability of the Company.