Bangladesh Building Systems Limited

Un-Audited Statement of Financial Position
As at September 30, 2016

	Notes	Amount in BDT	
		30-Sep-16	30-Jun-16
ASSETS			
Non-current assets		**1,244,830,630**	**1,154,699,094**
Property, plant and equipment	3	784,384,594	797,784,094
Leased assets	4	152,638,182	156,405,463
Capital Work in Progress		94,051,932	-
Intangible asset	5	496,799	509,537
Investment in Associate company	9	213,259,123	200,000,000
Current assets		**1,624,918,988**	**1,945,331,230**
Inventories		721,114,252	754,687,980
Advances, deposits and prepayments		224,302,784	434,306,852
Trade & other receivables		653,193,531	676,186,091
Cash and cash equivalents	6	26,308,421	80,150,306
TOTAL ASSETS		**2,869,749,618**	**3,100,030,324**
EQUITY AND LIABILITIES			
Shareholders' equity		**1,645,576,688**	**1,555,821,515**
Share capital		1,059,840,000	1,059,840,000
Retained earnings		585,736,688	495,981,515
Total equity		**1,645,576,688**	**1,555,821,515**
Non-current liabilities		**297,109,363**	**237,842,161**
Long term loan	7	61,837,939	22,125,000
Lease obligation	8	123,037,054	105,509,093
Deferred tax liability		112,234,370	110,208,068
Current liabilities		**927,063,567**	**1,306,366,648**
Accounts and other payables		18,211,883	52,882,707
Accruals and provisions		177,061,376	381,911,494
Short term loan	11	680,254,283	819,702,747
Current portion of long term loan	7	15,750,000	7,875,000
Current portion of lease obligation	8	35,786,025	43,994,700
TOTAL EQUITY AND LIABILITIES		**2,869,749,618**	**3,100,030,324**
Number of share used to calculate NAV		**105,984,000**	**105,984,000**
Net asset value per share		**15.53**	**14.68**

for and on behalf of the Board of Directors of Bangladesh Building Systems Ltd.

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dated, Dhaka;
13 November 2016

Bangladesh Building Systems Limited

Un-Audited Statement of Profit or Loss and other Comprehensive Income

For the period ended September 30, 2016

Particulars	Notes	*Amount in BDT*	
		01/07/2016 to 30/09/2016 (03 Months)	01/07/2015 to 30/09/2015 (03 Months)
Revenue		627,259,532	573,691,257
Cost of goods sold		(457,899,458)	(428,403,317)
Gross profit		**169,360,074**	**145,287,940**
Operating expenses		**(33,996,727)**	**(40,166,171)**
Administrative expenses		(27,578,851)	(34,766,917)
Selling and distribution expenses		(6,417,876)	(5,399,254)
Other operating income		-	-
Profit from operation		**135,363,347**	**105,121,769**
Finance income		76,860	103,278
Finance cost	14	(25,508,913)	(21,232,925)
Net profit from operation		**109,931,294**	**83,992,122**
Provision for workers' profit participation fund		(5,234,824)	(3,999,625)
Net profit before tax		**104,696,470**	**79,992,497**
Income tax expenses	12	(28,200,420)	(22,865,041)
Net profit after tax		**76,496,050**	**57,127,456**
Profit after tax attributable to Ordinary Shareholders of the Company		76,496,050	57,127,456
Other comprehensive income			
Share of profit from associate (Net off Tax)		13,259,123	-
Total comprehensive income		**89,755,173**	**57,127,456**
Number of share used to calculate EPS		**105,984,000**	**105,984,000**
Earning per share for the year	13	**0.85**	**0.54**

for and on behalf of the Board of Directors of Bangladesh Building Systems Ltd.

Sd/-	Sd/-	Sd/-
Chairman	**Director**	**Managing Director**
Sd/-		*Sd/-*
Chief Financial Officer		**Company Secreatry**

Dated, Dhaka;
13 November 2016

AMARSTOCK

Bangladesh Building Systems Limited

Un- Audited Statement of Changes in Equity

For the period ended September 30, 2016

Amount in BDT

Particulars	Share capital	Retained earnings	Total
Balance as at 01.07.2015	883,200,000	422,515,748	1,305,715,748
Issuance of bonus shares	176,640,000	(176,640,000)	-
Net profit after tax	-	250,105,767	250,105,767
Share of profit from associate company	-	-	-
Balance as at 30.06.2016	**1,059,840,000**	**495,981,515**	**1,555,821,515**
Balance as at 01.07.2016	1,059,840,000	495,981,515	1,555,821,515
Net profit after tax	-	76,496,050	76,496,050
Share of profit from associate company	-	13,259,123	13,259,123
Balance as at 30.09.2016	**1,059,840,000**	**585,736,688**	**1,645,576,688**

for and on behalf of the Board of Directors of Bangladesh Building Systems Ltd.

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chief Financial Officer

Company Secretary

Dated, Dhaka;
13 November, 2016

Bangladesh Building Systems Limited

Un-Audited Statement of Cash Flows

For the period ended September 30, 2016

	Amount in BDT	
	01/07/2016 to 30/09/2016 (03 Months)	01/07/2015 to 30/09/2015 (03 Months)
Cash flows from operating activities		
Collections from customers	396,329,146	582,209,945
Payments for operating costs & other expenses	(228,343,507)	(539,428,936)
Income Tax Paid and/or deducted at sources	(19,802,300)	(20,112,543)
Net cash generated from operating activities	**148,183,339**	**22,668,466**
Cash flows from investing activities		
Acquisitions of property, plant and equipment	-	(19,664,800)
Capital work in progress	(94,051,932)	-
Net cash used in investing activities	**(94,051,932)**	**(19,664,800)**
Cash flows from financing activities		
Loan against finance lease	9,319,286	30,903,729
Borrowings from/(Repayment) banks/financial institutions	47,587,939	-
Borrowings from/(Repayment) of Short Term Loan	(139,448,464)	(17,558,248)
Payment from IPO Proceeds		(4,376)
Payment of cash dividend	0	(8,926)
Finance cost paid	(25,432,053)	(21,232,925)
Net cash provided by financing activities	**(107,973,292)**	**(7,900,746)**
Net changes in cash and cash equivalents	(53,841,885)	(4,897,080)
Cash and cash equivalents at the beginning of the year	80,150,306	47,917,438
Cash and cash equivalents at the end of the year	**26,308,421**	**43,020,358**
Number of share used to calculate NOCFPS	**105,984,000**	**105,984,000**
Operating cash flow per share	**1.40**	**0.21**

for and on behalf of the Board of Directors of Bangladesh Building Systems Ltd.

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dated, Dhaka
13 November, 2016

AMAR STOCK

Bangladesh Building Systems Ltd.
Notes to the Interim Financial Statements
for the period ended 30 September, 2016

1.00 Reporting Entity

The Company was incorporated in 19 July, 2003 as a 'Private' Company limited by shares and registered with the Registrar of Joint Stock Companies & Firms of Bangladesh under the Companies Act, 1994. It has started its commercial production in the year 2005. On 30 October, 2010 the Company registered itself as a Public Limited Company under the Companies Act, 1994. The Company is listed with both Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) at 03 October, 2013 and 30 September, 2013 respectively and trading of the share of the Company has been started from 08 October, 2013.

The registered office of the Company is located at Factory premises, Janina Bazar, Dhaka Mymensingh Highway, Telehate, Sreepur, Gazipur. and Corporate Office is situated at Ga/64, Middle Badda, Progati Swarani, Dhaka-1212 and the Investors Relation Department is situated at House# 09(6th Floor), Road#04, Block#F, Banani, Dhaka-1213.

The principal activities of the Company throughout the year continued to be manufacturing and marketing of Pre-Engineered Steel Building (PEB) in Bangladesh to meet-up the growing demand especially in the industrial sector.

Bangladesh Building System Ltd. (BBSL) always eager for managing and seeking expertise and obtaining state of art technology to provide engineering solutions with world class quality and best customer services. It holds two world class quality certifications like "ISO 9001-2000" and "UKAS 018" from international organizations. Usually, BBSL deals with pre-engineered steel buildings like factories, warehouses, hall rooms, workshops, aircraft hangers, office buildings, commercial showrooms, distribution centers, supermarkets, restaurants and residential buildings as well.

2.00 Basis of Preparation of the interim Financial Statements:

These financial statements are the un-audited interim financial statements (here after 'the interim financial statements') of Bangladesh Building Systems Ltd., Companies incorporated in Bangladesh under the Companies Act, 1994 for the 1st quarter ended on 30 September, 2015 (here after 'the interim period'). They are prepared in accordance with the Bangladesh Accounting Standard (BAS-34) 'Interim Financial Reporting'. These financial statements should read in conjunction with the Annual Financial Statements as of 30 June, 2015, as they provided an update of previously reported information.

The accounting policies and presentation used are consistent with those used in the Annual Financials, except where noted below. Where necessary, the comparative figures have been reclassified or extended from the previously reported Interim Financial Statements to take into account any presentational change made in the Annual Financial Statements or in these Interim Financial Statements.

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and disclosure of contingent liabilities at the date of the Interim Financial Statement. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the Interim Financial Statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

The company operates in industries where significant seasonal or cyclical variations in total sales are not experienced during the reporting period.

The management has decided that the depreciation on PPE is recognized in compliance with BAS-16, para-55 onward.

Income Tax expense is recognized based upon the best estimate of the weighted average income tax expected for the reporting period.

The company has no reportable operating segments as per IFRS-8

There is no significant event after the end of the interim period that has to be reflected in the financial statements for the interim period.

The financial statements have been prepared in compliance with the requirement of the Companies ACT 1994, Securities and Exchange Ordinance 1969, Securities and Exchange Rules 1987, Listing Regulations of Dhaka and Chittagong Stock Exchange and other relevant local laws as applicable.

	Amount in BDT	
	30-09-2016	**30-06-2016**
3.00 Property, Plant & Equipment: Tk.784,384,594		
Cost		
Balance as on	**1,141,126,926**	**1,114,907,956**
Add: Addition during the period	**-**	**26,218,970**
Balance as on 30September	**1,141,126,926**	**1,141,126,926**

	Depreciation:		
	Balance as on	**343,342,832**	**285,384,400**
	Add: Addition during the period	**13,399,500**	**57,958,432**
	Balance as on 30September	**356,742,332**	**343,342,832**
	Written down value as on 30 September	**784,384,594**	**797,784,094**
4.00	**Leased Assets : Tk.152,638,182**		
	Cost		
	Balance as on	**171,752,926**	**171,752,926**
	Add: Addition during the period	**-**	**-**
	Balance as on 30September	**171,752,926**	**171,752,926**
	Depreciation:		
	Balance as on	**15,347,463**	**2,723,537**
	Add: Addition during the period	**3,767,281**	**12,623,926**
	Balance as on 30September	**19,114,744**	**15,347,463**
	Written down value as on 30 September	**152,638,182**	**156,405,463**
	Details are given in Annexure-Awith the report		
5.00	**Intangible Assets: Tk.496,799**		
	Cost		
	Balance as on	**770,620**	**770,620**
	Add: Addition during the period	**-**	**-**
	Balance as on 30 September	**770,620**	**770,620**
	Amortization:		
	Balance as on	**261,083**	**204,468**
	Add: Addition during the period	**12,738**	**56,615**
	Balance as on 30 September	**273,821**	**261,083**
	Written down value as on 30 September	**496,799**	**509,537**

The cost incurred for the purpose of Intangible assets includes IT software which is used to maintain Company's accounts. It also includes Share Management Software and Website.

6.00	**Cash & Cash Equivalents: Tk. 26,308,421**		
	Cash in hand:	**8,225,100**	**4,144,031**
	Balances with Bank:	**18,083,321**	**76,006,275**
	Term Deposits (FDR)	6,651,525	6,584,228
	Short Term Deposit (STD)	6,091,461	64,081,712
	Current & Collection Accounts	597,284	597,284
	IPO Deposits Accounts	4,743,051	4,743,051
	Total	**26,308,421**	**80,150,306**
7.00	**Long Term Loan: Tk. 61,837,939**		
	Term Loan UCBL	77,587,939	30,000,000
		77,587,939	**30,000,000**
	Less: Current Maturity of Long Term	15,750,000	7,875,000
		61,837,939	**22,125,000**

AMARSTOCK

8.00 Lease Obligations: Tk. 123,037,054

Lease Obligations from UCBL	157,265,194	147,739,348
Term Loan-IDLC	470,742	577,565
Term Loan-IIDFC	1,087,143	1,186,880
	158,823,079	**149,503,793**
Less: Current Maturity of Lease Obligation	35,786,025	43,994,700
Lease Loan-UCBL	34,993,800	42,938,400
Term Loan-IDLC	389,610	519,480
Term Loan-IIDFC	402,615	536,820
Total	**123,037,054**	**105,509,093**

9.00 Investment in Associate Company:

Opening balance	200,000,000	200,000,000
Share of net profit after tax of associate	13,259,123	-
Total	**213,259,123**	**200,000,000**

The company's investment in associates(BBSL has 20% equity interest in BBS Cables Ltd. i.e 20,000,000 Ordinary Shares of Tk. 10 each.) is accounted for the Financial Statements using the Equity Method in accordance with BAS 28: 'Investment in Associates & Joint Ventures'. Significant influence over an investee (associate) is presumed to exist in accordance with BAS 28.5-28.9. Investment in an associate is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition. The investor's share of investee's profit or loss is recognized in the investor's profit or loss. Adjustment after the date of acquisition to the carrying amount has been made for changes in the investor's proportionate interest in the investee. The investor's share of those changes is recognized in other comprehensive income of the investor.

10.00 Provision for tax: Tk. 125,610,448

Opening balance	338,602,322	250,611,096
Provision for the period	26,174,118	87,991,226
	364,776,440	**338,602,322**
AIT adjustment	(239,165,992)	-
Total	**125,610,448**	**338,602,322**

As per our Tax Status up to the current perid with Tax Authority, The Management has decided to adjust Tk. 239,165,992.00 with provision for tax and also advance tax paid.

11.00 Short Term Loan: Tk. 680,254,283

UCBL-Import Loan	151,640,799	249,730,598
OD-Work Order	54,930,257	47,991,415
Deferred Acceptance-UCBL	19,902,720	70,533,024
CC-Hypo-Ucbl	153,780,507	151,447,710
Union Capital Ltd.	200,000,000	200,000,000
IIDFC	100,000,000	100,000,000
Total	**680,254,283**	**819,702,747**

	Amount in BDT	
	30-09-2016	30-09-2015
12.00 Income Tax Expenses: Tk. 28,200,420		
Current tax expenses	26,174,118	19,998,124
Deferred tax	2,026,302	2,866,917
	28,200,420	**22,865,041**
13.00 Earnings per Share(EPS)- Basic: Tk.0.85		
The Computation of EPS is given below:		
Earnings attributable to the Shareholders(Net Profit after Tax)	76,496,050	57,127,456
Other Comprehensive Income		
Share of profit from associate(Net off Tax) (Net profit after Tax of BBS Cales Ltd. Tk. 66,295,615.00 @ 20% investment of BBSL)	13,259,123	-
Total	**89,755,173**	**57,127,456**
Total number of Shares outstanding/weighted average for the period	105,984,000	105,984,000
Adjusted/ Basic Earnings per Share(per value Tk. 10)	0.85	0.54
14.00 Finance Cost: Tk. 25,508,913		
Overdraft Interest		725,097
Hypo Loan Interest	4,136,752	3,714,692
Import Loan Interest	4,160,948	12,263,507
Term Loan Interest	1,684,183	822,082
OD Work Order Interest	1,333,592	-
Interest on Union Capital Loan	5,875,005	-
Interest on IIDFC Loan	2,812,500	-
Time Loan	1,224,469	-
Bill Negotiation Interest & Charges (LBPD)		150,648
Bank Commission, Lease Interest & Charges	4,281,463	3,556,899
	25,508,913	**21,232,925**
15.00 Net Operating Cash Flows per Share (NOCFPS): Tk. 1.40		
The Computation of NOCFPS is given below:		
Net Cash Generated from Operating Activities	148,183,339	22,668,466
Weighted avearge number of Shares Outstanding	105,984,000	105,984,000
	1.40	**0.21**

Sd/-
Chairman

Sd/-
Director

Sd/-
Managing Director

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Dated: Dhaka
13 November, 2016