Bangladesh Building Systems Limited

Un-Audited Statement of Financial Position

As at March 31, 2018

	Notes	Amount in BDT	
		31-Mar-18	30-Jun-17
ASSETS			
Non-current assets		**1,493,131,404**	**1,402,044,064**
Property, plant and equipment	3	945,954,970	980,565,331
Leased assets	4	153,459,087	152,113,289
Intangible asset	5	426,786	460,464
Investment in Associate company	9	393,290,561	268,904,980
Current assets		**2,299,887,652**	**2,182,093,054**
Inventories		783,608,492	816,802,912
Advances, deposits and prepayments		467,920,560	450,700,915
Trade & other receivables		1,025,239,993	801,165,944
Cash and cash equivalents	6	23,118,607	113,423,283
TOTAL ASSETS		**3,793,019,056**	**3,584,137,117**
EQUITY AND LIABILITIES			
Shareholders' equity		**2,002,597,019**	**1,859,793,598**
Share capital		1,282,406,400	1,165,824,000
Retained earnings		720,190,619	693,969,598
Total equity		**2,002,597,019**	**1,859,793,598**
Non-current liabilities		**328,818,201**	**272,747,365**
Long term loan	7	51,161,912	46,710,054
Lease obligation	8	115,181,235	94,776,123
Deferred tax liability		162,475,054	131,261,188
Current liabilities		**1,461,603,836**	**1,451,596,155**
Accounts and other payables		51,475,765	42,955,372
Accruals and provisions		292,240,350	261,640,710
Short term loan	12	1,099,389,916	1,076,757,008
Current portion of long term loan	7	5,250,000	21,000,000
Current portion of lease obligation	8	13,247,805	49,243,064
TOTAL EQUITY AND LIABILITIES		**3,793,019,056**	**3,584,137,117**
Number of share used to calculate NAV		**128,240,640**	**128,240,640**
Net asset value per share		**15.62**	**14.50**

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

Chairman **Director** **Managing Director**

Chief Financial Officer **Company Secretary**

Bangladesh Building Systems Ltd. Dhaka

Dated, Dhaka;
25 April, 2018

Bangladesh Building Systems Limited
Un-Audited Statement of Profit or Loss and other Comprehensive Income
For the period ended March 31, 2018

Particulars	Notes	*Amount in BDT*		*Amount in BDT*	
		01/07/2017 to 31/03/2018 (09 Months)	01/07/2016 to 31/03/2017 (09 Months)	01/01/2018 to 31/03/2018 (03 Months)	01/1/2017 to 31/03/2017 (03 Months)
Revenue		1,272,755,184	1,869,760,725	402,744,775	679,615,395
Cost of goods sold		(949,576,733)	(1,380,811,673)	(297,789,092)	(494,556,123)
Gross profit		**323,178,451**	**488,949,052**	**104,955,683**	**185,059,272**
Operating expenses		**(84,720,212)**	**(76,425,933)**	**(24,132,581)**	**(21,548,738)**
Administrative expenses		(74,033,845)	(65,145,561)	(20,902,692)	(18,833,355)
Selling and distribution expenses		(10,686,367)	(11,280,372)	(3,229,889)	(2,715,383)
Other operating income		812,300	-	-	-
Profit from operation		**239,270,539**	**412,523,119**	**80,823,102**	**163,510,534**
Finance income		795,386	641,423	220,746	78,783
Finance cost	16	(99,673,856)	(77,753,578)	(36,419,241)	(24,785,626)
Net profit from operation		**140,392,069**	**335,410,964**	**44,624,607**	**138,803,691**
Provision for workers' profit participation fund		(7,161,527)	(15,971,952)	(2,601,172)	(6,609,700)
Share of profit of associate		134,385,581	46,798,135	53,252,546	17,115,703
Profit before tax		**267,616,123**	**366,237,147**	**95,275,981**	**149,309,694**
Income tax expenses	14	(66,521,502)	(94,882,399)	(23,166,939)	(38,082,054)
Net profit after tax		**201,094,621**	**271,354,748**	**72,109,042**	**111,227,640**
Other comprehensive income		-	-	-	-
Total comprehensive income		**201,094,621**	**271,354,748**	**72,109,042**	**111,227,640**
Number of share used to calculate EPS		**128,240,640**	**128,240,640**	**128,240,640**	**128,240,640**
Earning per share for the Period (Re-stated)	15	**1.57**	**2.12**	**0.56**	**0.87**

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

Chairman **Director** **Managing Director**

Chief Financial Officer **Company Secretary**

Dated, Dhaka;
25 April, 2018

Bangladesh Building Systems Ltd. Dhaka

Bangladesh Building Systems Limited
Un- Audited Statement of Changes in Equity
For the period ended March 31, 2018

Amount in BDT

Particulars	Share capital	Retained earnings	Total
Balance as at 01.07.2016	1,059,840,000	495,981,515	1,555,821,515
Issuance of bonus shares	105,984,000	(105,984,000)	-
Payment of cash dividend		(36,062,381)	(36,062,381)
Net profit after tax	-	340,034,464	340,034,464
Balance as at 30.06.2017	**1,165,824,000**	**693,969,598**	**1,859,793,598**
Balance as at 01.07.2017	1,165,824,000	693,969,598	1,859,793,598
Net profit after tax	-	201,094,621	201,094,621
Issuance of bonus shares	116,582,400	(116,582,400)	-
Payment of cash dividend		(58,291,200)	(58,291,200)
Balance as at 31.03.2018	**1,282,406,400**	**720,190,619**	**2,002,597,019**

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

Chairman **Director** **Managing Director**

Chief Financial Officer **Company Secretary**

Dated, Dhaka;
25 April, 2018

Bangladesh Building Systems Ltd. Dhaka

AMARSTOCK

Bangladesh Building Systems Limited

Un-Audited Statement of Cash Flows

For the period ended March 31, 2018

	Amount in BDT	
	01/07/2017 to 31/03/2018 (09 Months)	01/07/2016 to 31/03/2017 (09 Months)
Cash flows from operating activities		
Collections from customers & Others	1,049,476,521	1,687,616,474
Payments for operating costs & other expenses	(977,460,250)	(1,540,893,459)
Income Tax Paid and/or deducted at sources	(24,954,048)	(65,228,306)
Interest paid	(99,673,857)	(77,753,578)
Net cash generated from operating activities	**(52,611,634)**	**3,741,131**
Cash flows from investing activities		
Acquisitions of property, plant and equipment	(1,854,721)	(10,420,040)
Capital work in progress	-	(83,631,892)
Dividend Received from Associate(Net of Tax)	8,000,000	-
Net cash used in investing activities	**6,145,279**	**(94,051,932)**
Cash flows from financing activities		
Loan against finance lease	(15,590,147)	(7,076,410)
Borrowings from/(Repayment) banks/financial institutions	(11,298,142)	40,028,462
Borrowings from/Repayment of Short Term Loan	22,632,908	42,033,643
Payment from IPO Proceeds		-
Payment of cash dividend	(39,582,940)	(34,041,255)
Net cash provided by financing activities	**(43,838,321)**	**40,944,440**
Net changes in cash and cash equivalents	(90,304,676)	(49,366,361)
Cash and cash equivalents at the beginning of the year	113,423,283	80,150,306
Cash and cash equivalents at the end of the Period	**23,118,607**	**30,783,945**
Number of share used to calculate NOCFPS	**128,240,640**	**128,240,640**
Operating cash flow per share	**(0.41)**	**0.03**

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

Chairman **Director** **Managing Director**

Chief Financial Officer **Company Secretary**

Dated, Dhaka
25 April,2018

Bangladesh Building Systems Ltd. Dhaka

Bangladesh Building Systems Ltd.
Notes to the Interim Financial Statements
for the period ended 31 March, 2018

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 Gulshan Homestead Link Tower, Ta-99 (2nd Floor), Gulshan-Badda link Road, Middle Badda, Dhaka-1212.

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 3rd quarter ended on 31 March, 2018 (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, 2017, 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 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-2015 of Dhaka and Chittagong Stock Exchange Ltd. and other relevant local laws as applicable.

	Amount in BDT	
	31-03-2018	30-06-2017
3.00 Property, Plant & Equipment: Tk.945,954,970		
Cost		
Balance as on	1,378,470,768	1,141,126,926
Add: Addition during the period	5,056,499	235,511,892
Balance as on 31 March	**1,383,527,267**	**1,376,638,818**

Bangladesh Building Systems Ltd. Dhaka

Depreciation:

Balance as on	396,412,566	343,342,832
Add: Addition during the period	41,159,731	52,730,655
Balance as on 31 March	**437,572,297**	**396,073,487**
Written down value as on 31 March	**945,954,970**	**980,565,331**

4.00 Leased Assets : Tk.153,459,087

Cost

Balance as on	180,230,976	171,752,926
Add: Addition during the period	13,742,956	10,310,000
Balance as on 31 March	**193,973,932**	**182,062,926**

Depreciation:

Balance as on	29,610,558	15,347,463
Add: Addition during the period	10,904,287	14,602,174
Balance as on 31 March	**40,514,845**	**29,949,637**
Written down value as on 31 March	**153,459,087**	**152,113,289**

Details are given in Annexure-Awith the report

Transferred cost value & depreciation of leased Asset(Motor vehicle) BDT 1,831,950/- & BDT 339,079/- respectively to Property Plant & Equipment accordingly due to the maturity of the lease term.

5.00 Intangible Assets: Tk.426,786

Cost

Balance as on	770,620	770,620
Add: Addition during the period	-	-
Balance as on 31 March	**770,620**	**770,620**

Amortization:

Balance as on	310,156	261,083
Add: Addition during the period	33,678	49,073
Balance as on 31 March	**343,834**	**310,156**
Written down value as on 31 March	**426,786**	**460,464**

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. 23,118,607

Cash In-Hand	**882,967**	**1,191,019**
Balances with Bank:	**22,235,640**	**112,232,264**
Term Deposits (FDR)	18,376,881	16,990,498
Short Term Deposit (STD)	1,832,401	89,235,664
Current & Collection Accounts	1,257,934	1,241,326
IPO Deposits Accounts	768,424	4,764,776
Total	**23,118,607**	**113,423,283**

7.00 Long Term Loan: Tk. 51,161,912

Term Loan UCBL	56,411,912	67,710,054
	56,411,912	**67,710,054**
Less: Current Maturity of Long Term	5,250,000	21,000,000
	51,161,912	**46,710,054**

Bangladesh Building Systems Ltd. Dhaka

8.00 Lease Obligations: Tk. 115,181,235

Lease Obligations from UCBL	127,923,427	143,075,494
Term Loan-IDLC	-	121,844
Term Loan-IIDFC	505,613	821,849
	128,429,040	**144,019,187**
Less: Current Maturity of Lease Obligation	13,247,805	49,243,064
Lease Loan-UCBL	13,113,600	48,584,400
Term Loan-IDLC	-	121,844
Term Loan-IIDFC	134,205	536,820
Total	**115,181,235**	**94,776,123**

9.00 Investment in Associate Company:

Opening balance	268,904,980	200,000,000
Share of net profit after tax of associate	134,385,581	68,904,980
Total	**403,290,561**	**268,904,980**
Adjusted/disposal during the period		
Cash dividend received	(10,000,000)	0
Closing balance	**393,290,561**	**268,904,980**

The company's investment in associates(BBSL has 16.67% equity interest in BBS Cables Ltd. i.e 23,000,000 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.

10.00 Share of Profit after Tax of Associate

Nat Profit attributable to the Shareholders' of	806,152,253	233,990,678
Percentage of Holding	16.67%	20%
Share of Net profit after Tax of Associate	**134,385,580.58**	**46,798,135.60**

The percentage of holding of the Company has been reduced due to increasing the Capital of the Associate (BBS Cables Ltd.) through IPO.

11.00 Provision for tax: Tk. 230,138,167

Opening balance	196,830,531	338,602,322
Provision for the period	33,307,636	97,394,201
	230,138,167	**435,996,523**
AIT adjustment	-	(239,165,992)
Total	**230,138,167**	**196,830,531**

12.00 Short Term Loan: Tk. 1,099,389,916

UCBL-Import Loan	532,546,688	413,911,666
OD-Work Order	55,431,124	68,791,214
Deferred Acceptance-UCBL	57,999,326	141,044,636
CC-Hypo-Ucbl	153,412,778	153,009,492
Union Capital Ltd.	200,000,000	200,000,000
IIDFC	100,000,000	100,000,000
Total	**1,099,389,916**	**1,076,757,008**

Bangladesh Building Systems Ltd. Dhaka

13.00 Deferred Tax Liability: Tk. 162,475,054

Opening Balance	131,261,188	110,208,068
Adjustemnt/(Reduction) during the year on Fixed assests at cost	6,336,750	7,272,124
Defferred Tax (Associate Income)	24,877,116	13,780,996
Closing Balance	**162,475,054**	**131,261,188**

	Amount in BDT	
	01/07/2017 to 31/03/2018	01/07/2016 to 31/03/2017
14.00 Income Tax Expenses: Tk. 66,521,502		
Current tax expenses	33,307,636	79,859,753
Deferred tax	33,213,866	15,022,646
	66,521,502	**94,882,399**

15.00 Provision made during the period for WPPF and welfare fund

Profit before tax and WPPF	140,392,069	335,410,964
Cash Dividend received from investment in associates	10,000,000	-
Profit applicable for WPPF	150,392,069	335,410,964
Contribution to WPPF at 5%	**7,161,527**	**15,971,952**

15.00 Earnings per Share(EPS)- Basic: Tk. 1.57

The Computation of EPS is given below:

Earnings attributable to the Shareholders(Net Profit after Tax)	201,094,621	271,354,748
Total	**201,094,621**	**271,354,748**
Total number of Shares outstanding/weighted average for the period	128,240,640	128,240,640
Adjusted/ Basic Earnings per Share(per value Tk. 10)	**1.57**	**2.12**

As per BSEC notification (No. BSEC/CMRRCD/2009-193/188/Admin/69-dated 07 September 2016),Earning per share(EPS) has stood Tk.1.57 for the period ended on 31 March, 2018 as against Tk. 2.12 for the period ended on 31 March, 2017 due to the declining of Sales of the Company comparatively the previous year. Furthermore, the customization of the Product, the effect of the Clients indecision for prolong flood in the different areas of the Country, slack industrialization impact on the declining of Sales of the Company during the period.

16.00 Finance Cost: Tk. 99,673,857

Hypo Loan Interest	10,339,935	11,708,720
Import Loan Interest	38,419,527	13,625,419
Interest on LBPD	190,852	151,983
Term Loan Interest	4,660,901	5,687,377
OD Work Order Interest	5,629,688	4,633,889
Interest on Union Capital Loan	17,250,030	17,949,640
Interest on IIDFC Loan	7,539,124	8,555,640
Time Loan	4,493,264	2,767,174
Bank Commission, Lease Interest & Charges	11,150,536	12,673,736
	99,673,857	**77,753,578**

Bangladesh Building Systems Ltd. Dhaka

17.00 Net Operating Cash Flows per Share (NOCFPS): Tk. (0.41)

The Computation of NOCFPS is given below:

Net Cash Generated from Operating Activities	(52,611,634)	3,741,131
Weighted avearge number of Shares Outstanding	128,240,640	128,240,640
	(0.41)	**0.03**

As per BSEC notification (No. BSEC/CMRRCD/2009-193/188/Admin/69-dated 07 September 2016),Net Operating Cash Flow per share has stood Tk.(0.41) for the period ended on 31 March, 2108 as against Tk. 0.03 for the period ended on 31 March, 2017 due to the declining of Sales & Collections and also the incraese of the payments of the Company comparatively the previous year.

18.00 Related Party Transactions:

The Company has enetered into transactions with other entities that fall within the definition of related party as contained in BAS-24"Related Party disclosures." Total transaction of the significant related party as of 31, March, 2018 are as follows:

Name of Company	Nature of transaction	Amount
BBS Cables Ltd.	Sales	24,640,000
BBS Cables Unit-2 Ltd.	Sales	60,810,804

Key Management Personnel Payment during the period:

Name	Designation	Remuneration Gross Amount
Engr. Hasan Morshed Chowdhury	Chairman(Director-Engineering)	4,485,000
Engr. Md. Abu Noman Hoelader	Managing Director	5,100,000
Engr. Mohammad Badrul Hassan	Director-Sales& Mkt	4,485,000
Mr. Md. Ashraf Ali Khan	Director-Admin	3,877,500
Engr. Mohammad Ruhul Majid	Director-Implementation	4,485,000
Total		**22,432,500**
In addition to remuneration, Directors avail company vehicles for transportation purpose.		

Chairman **Director** **Managing Director**

Chief Financial Officer **Company Secretary**

Dated: Dhaka
25 April, 2018

Bangladesh Building Systems Ltd. Dhaka