Bangladesh Building Systems Limited

Un-Audited Statement of Financial Position

As at September 30, 2018

	Notes	Amount in BDT	
		30-Sep-18	30-Jun-18
ASSETS			
Non-current assets		**1,592,273,143**	**1,538,132,939**
Property, plant and equipment	3	934,538,449	947,360,791
Leased assets	4	142,211,681	145,606,932
Intangible asset	5	405,715	416,117
Investment in Associate company	9	515,117,298	444,749,099
Current assets		**2,166,042,147**	**2,140,906,334**
Inventories		704,748,007	686,228,972
Advances, deposits and prepayments		526,285,978	486,101,776
Trade & other receivables		921,825,460	938,550,390
Cash and cash equivalents	6	13,182,702	30,025,196
TOTAL ASSETS		**3,758,315,290**	**3,679,039,273**
EQUITY AND LIABILITIES			
Shareholders' equity		**2,131,703,229**	**2,048,447,750**
Share capital		1,282,406,400	1,282,406,400
Retained earnings		849,296,829	766,041,350
Total equity		**2,131,703,229**	**2,048,447,750**
Non-current liabilities		**312,003,452**	**273,734,755**
Long term loan	7	33,720,778	31,553,899
Lease obligation	8	87,766,064	67,384,978
Deferred tax liability		190,516,610	174,795,878
Current liabilities		**1,314,608,609**	**1,356,856,768**
Accounts and other payables		47,955,372	54,416,566
Accruals and provisions		282,240,350	294,004,407
Short term loan	12	929,049,700	934,588,966
Current portion of long term loan	7	15,750,000	21,000,000
Current portion of lease obligation	8	39,613,187	52,846,829
TOTAL EQUITY AND LIABILITIES		**3,758,315,290**	**3,679,039,273**
Number of share used to calculate NAV		**128,240,640**	**128,240,640**
Net asset value per share		**16.62**	**15.97**

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;
12 November 2018

Bangladesh Building Systems Limited

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

For the period ended September 30, 2018

Particulars	Notes	Amount in BDT	
		01/07/2018 to 30/09/2018 (03 Months)	01/07/2017 to 30/09/2017 (03 Months)
Revenue		477,720,360	469,029,584
Cost of Goods Sold		(372,621,881)	(344,267,715)
Gross profit		**105,098,479**	**124,761,869**
Operating expenses		**(28,311,153)**	**(29,110,785)**
Administrative expenses		(23,871,945)	(25,075,750)
Selling and distribution expenses		(4,439,208)	(4,035,035)
Profit from operation		**76,787,326**	**95,651,084**
Finance income		-	244,367
Finance cost	16	(36,736,110)	(30,534,985)
Net profit from operation		**40,051,216**	**65,360,466**
Provision for workers' profit participation fund		(1,907,201)	(3,112,403)
Share of Profit from Associate (Net off Tax)		70,368,199	31,454,432
Net Profit Before Tax		**108,512,215**	**93,702,496**
Income tax expenses	14	(25,256,736)	(24,015,222)
Net profit after tax		**83,255,479**	**69,687,273**
Profit after tax attributable to Ordinary Shareholders of the Company		83,255,479	69,687,273
Other comprehensive income		-	-
Total comprehensive income		**83,255,479**	**69,687,273**
Number of share used to calculate EPS		**128,240,640**	**128,240,640**
Earning per share for the Period	15	**0.65**	**0.54**

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

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

Chief Financial Officer **Company Secreatry**

Dated, Dhaka;
12 November 2018

Bangladesh Building Systems Ltd. Dhaka

Bangladesh Building Systems Limited
Un- Audited Statement of Changes in Equity
For the period ended September 30, 2018

Amount in BDT

Particulars	Share capital	Retained earnings	Total
Balance as at 01.07.2017	1,165,824,000	693,969,598	1,859,793,598
Issuance of bonus shares	116,582,400	(116,582,400)	-
Payment of cash dividend		(58,291,200)	(58,291,200)
Net profit after tax	-	246,945,352	246,945,352
Balance as at 30.06.2018	**1,282,406,400**	**766,041,350**	**2,048,447,750**
Balance as at 01.07.2018	1,282,406,400	766,041,350	2,048,447,750
Net profit after tax	-	83,255,479	83,255,479
Balance as at 30.09.2018	**1,282,406,400**	**849,296,829**	**2,131,703,229**

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;
12 November, 2018

Bangladesh Building Systems Ltd. Dhaka

AMARSTOCK

Bangladesh Building Systems Limited
Un-Audited Statement of Cash Flows
For the period ended September 30, 2018

	Amount in BDT	
	01/07/2018 to 30/09/2018 (03 Months)	01/07/2017 to 30/09/2017 (03 Months)
Cash flows from operating activities		
Collections from customers & Others	494,445,290	457,219,170
Payments for operating costs & other expenses	(464,065,042)	(458,707,131)
Income Tax Paid and/or deducted at sources	(8,518,300)	(8,050,200)
Net cash generated from operating activities	**21,861,948**	**(9,538,161)**
Cash flows from investing activities		
Acquisitions of property, plant and equipment	(493,389)	(1,154,325)
Net cash used in investing activities	**(493,389)**	**(1,154,325)**
Cash flows from financing activities		
Loan against finance lease	7,147,444	(6,709,013)
Borrowings from/(Repayment) banks/financial institutions	(3,083,121)	(2,546,089)
Borrowings from/Repayment of Short Term Loan	(5,539,266)	16,268,638
Payment of cash dividend		(188,470)
Finance cost paid	(36,736,110)	(30,534,985)
Net cash provided by financing activities	**(38,211,053)**	**(23,709,919)**
Net changes in cash and cash equivalents	(16,842,494)	(34,402,405)
Cash and cash equivalents at the beginning of the year	30,025,196	113,423,283
Cash and cash equivalents at the end of the Period	**13,182,702**	**79,020,878**
Number of share used to calculate NOCFPS	**128,240,640**	**128,240,640**
Operating cash flow per share	**0.17**	**(0.07)**

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
12 November, 2018

Bangladesh Building Systems Ltd. Dhaka

AMAR STOCK

Bangladesh Building Systems Ltd.
Notes to the Interim Financial Statements
for the period ended 30 September, 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 Homesteatd Gulshan Link Tower, Ta-517(New), Ta-99(old) 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 9001-2015" 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, 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, 2018, 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	
	30-09-2018	30-06-2018
3.00 Property, Plant & Equipment: Tk.934,538,449		
Cost		
Balance as on	1,398,665,738	1,378,470,768
Add: Addition during the period	493,389	20,194,970
Balance as on 30 September	**1,399,159,127**	**1,398,665,738**

Depreciation:

Balance as on	451,304,947	396,375,689
Add: Addition during the period	13,315,731	54,929,258
Balance as on 30 September	**464,620,678**	**451,304,947**
Written down value as on 30 September	**934,538,449**	**947,360,791**

4.00 Leased Assets : Tk.142,211,681

Cost

Balance as on	189,544,976	180,230,976
Add: Addition during the period	-	9,314,000
Balance as on 30 September	**189,544,976**	**189,544,976**

Depreciation:

Balance as on	43,938,044	29,647,435
Add: Addition during the period	3,395,251	14,290,609
Balance as on 30 September	**47,333,295**	**43,938,044**
Written down value as on 30 September	**142,211,681**	**145,606,932**

Details are given in Annexure-Awith the report

5.00 Intangible Assets: Tk. 405,715

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	354,503	310,156
Add: Addition during the period	10,402	44,347
Balance as on 30 September	**364,905**	**354,503**
Written down value as on 30 September	**405,715**	**416,117**

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. 13,182,702

Cash In-Hand	**163,964**	**3,050,932**
Balances with Bank:	**13,018,738**	**26,974,265**
Term Deposits (FDR)	7,209,377	17,957,253
Short Term Deposit (STD)	4,432,333	7,392,600
Current & Collection Accounts	1,193,162	1,201,059
IPO Deposits Accounts	183,866	423,353
Total	**13,182,702**	**30,025,197**

7.00 Long Term Loan: Tk. 33,720,778

Term Loan UCBL	49,470,778	52,553,899
	49,470,778	**52,553,899**
Less: Current Maturity of Long Term	15,750,000	21,000,000
	33,720,778	**31,553,899**

Bangladesh Building Systems Ltd. Dhaka

8.00 Lease Obligations: Tk. 87,766,064

Lease Obligations from UCBL	127,106,864	119,839,377
Term Loan-IDLC	-	-
Term Loan-IIDFC	272,387	392,430
	127,379,251	**120,231,807**
Less: Current Maturity of Lease Obligation	39,613,187	52,846,829
Lease Loan-UCBL	39,340,800	52,454,400
Term Loan-IDLC	-	-
Term Loan-IIDFC	272387	392,429
Total	**87,766,064**	**67,384,978**

9.00 Investment in Associate Company:

Opening balance	444,749,099	268,904,980
Share of net profit after tax of associate	70,368,199	175,844,119
Total	**515,117,298**	**444,749,099**

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'	422,124,772	188,688,856
Percentage of Holding	16.67%	16.67%
Share of Net profit after Tax of Associate	**70,368,199**	**31,454,432**

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. 241,911,843

Opening balance	232,375,839	196,830,531
Provision for the period	9,536,004	35,545,308
	241,911,843	**232,375,839**
Total	**241,911,843**	**232,375,839**

12.00 Short Term Loan: Tk. 929,049,700

UCBL-Import Loan	668,749,148	599,474,436
OD-Work Order	15,354,520	39,832,909
CC-Hypo-Ucbl	154,180,883	154,319,121
IDLC	43,018,660	50,525,000
IIDFC	47,746,489	90,437,500
Total	**929,049,700**	**934,588,966**

13.00 Deferred Tax Liability: Tk. 190,516,610

Opening Balance	174,795,878	131,261,188
Adjustemnt/(Reduction) during the year on Fixed assests at cost	1,647,092	8,365,866
Defferred Tax (Associate Income@20%)	14,073,640	37,168,824
Less: Adjustment of AIT of Dividend Income	-	(2,000,000)
Closing Balance	**190,516,610**	**174,795,878**

Bangladesh Building Systems Ltd. Dhaka

	Amount in BDT	
	30-09-2017	30-09-2016
14.00 Income Tax Expenses: Tk. 25,256,736		
Current tax expenses	9,536,004	15,562,016
Deferred tax	15,720,732	8,453,206
	25,256,736	**24,015,222**
15.00 Earnings per Share(EPS)- Basic: Tk. 0.65		
The Computation of EPS is given below:		
Earnings attributable to the Shareholders(Net Profit after Tax)	83,255,479	69,687,273
Total	**83,255,479**	**69,687,273**
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)	0.65	0.54
16.00 Finance Cost: Tk. 36,736,110		
Hypo Loan Interest	4,180,883	3,445,147
Import Loan Interest	16,560,628	10,512,664
Term Loan Interest	1,548,848	1,684,911
OD Work Order Interest	871,881	1,760,728
Interest on Union Capital Loan	-	5,750,010
Interest on IIDFC Loan	6,558,592	2,657,905
Time Loan	2,809,230	1,001,787
Bank Commission, Lease Interest & Charges	4,206,048	3,721,833
	36,736,110	**30,534,985**
17.00 Net Operating Cash Flows per Share (NOCFPS): Tk. 0.17		
The Computation of NOCFPS is given below:		
Net Cash Generated from Operating Activities	21,861,948	(9,538,161)
Weighted avearge number of Shares Outstanding	128,240,640	128,240,640
	0.17	**(0.07)**

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 30, September, 2108 are as follows:

Name of Company	Nature of transaction	Amount
BBS Cables Unit-2 Ltd. (Sister Concern)	Sales	146,900,000

Key Management Personnel Payment during the period:

Name	Designation	Remuneration Gross Amount
Engr. Md. Abu Noman Hoelader	Chairman(Director-Engineering)	1,385,000
Engr. Hasan Morshed Chowdhury	Managing Director	1,625,000
Engr. Mohammad Badrul Hassan	Director-Sales& Mkt	1,625,000

Bangladesh Building Systems Ltd. Dhaka

Mr. Md. Ashraf Ali Khan	Director-Admin	1,055,000
Engr. Mohammad Ruhul Majid	Director-Implementation	1,625,000
A.S.M Ali Kabir	Independent Director	5,000
Md. Anower Hossain FCMA	Independent Director	5,000
Total		**7,325,000**
In addition to remuneration, Directors avail company vehicles for transportation purpose.		

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

Chief Financial Officer **Company Secretary**

Dated: Dhaka
12 November, 2018

Bangladesh Building Systems Ltd. Dhaka

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