BSRM
innovating safety

Bangladesh Steel Re-Rolling Mills Limited

Financial Statements (Un audited)

As at and the for the 2nd quarter ended December 31, 2017

AMAR STOCK

Bangladesh Steel Re-Rolling Mills Limited
Corporate Office : Ali Mansion, 1207/1099, Sadarghat Road, Chittagong, Bangladesh.
Phone: +88-031-2854901-10, 635382, 613282, 637758; Fax: +88-031-610101; E-mail: mail@bsrm.com; Website: www.bsrm.com
Factory : **Steel Melting Works :** 78/79, Nasirabad I/A, Baizid Bostami Road, Chittagong. Phone : +88-031-681487, 683536; Fax : +88-031-683029
Rolling Mill : 147-149, Nasirabad I/A, Baizid Bostami Road, Chittagong, Bangladesh. Phone : +88-031-683053, 683164; Fax : +88-031-682901

Bangladesh Steel Re-Rolling Mills Limited
Statement of Financial Position (Un-audited)
As at 31 December 2017

BSRM innovating safety

		31-Dec-17 BD Tk	30-Jun-17 BD Tk
Assets			
Non-current assets			
Property, plant and equipment	7	13,047,061,463	12,983,387,919
Intangible asset		23,488,731	25,180,402
Capital work in progress		86,139,445	387,667,390
Investment in associates	8	6,003,777,515	5,944,053,289
Other investments	9	117,605,707	110,740,333
Total non-current assets		**19,278,072,862**	**19,451,029,333**
Current assets			
Inventories	10	13,952,700,715	9,428,770,010
Trade receivables		2,280,161,936	2,035,053,001
Other receivables		42,880,292	49,229,482
Due from inter companies		912,602,493	1,246,229,284
Advances and deposits	11	1,906,435,917	1,765,022,527
Short term investments		216,409,008	39,272,419
Cash and cash equivalents		476,789,313	511,739,763
Total current assets		**19,787,979,675**	**15,075,316,486**
Total assets		**39,066,052,536**	**34,526,345,819**
Equity and liabilities			
Equity:			
Share capital		2,146,074,880	1,950,977,170
Share premium		511,970,250	511,970,250
General reserve		30,170,818	30,170,818
Revaluation Reserve		3,995,606,857	4,019,434,561
Retained earnings		4,698,759,140	4,318,587,024
12% convertible coupon bond-equity component		45,661,142	45,661,142
Total equity		**11,428,243,088**	**10,876,800,965**
Liabilities			
Non-current liabilities			
Long term loan		1,275,436,902	2,077,988,167
Defined benefit obligations-Gratuity		171,428,493	157,134,335
Deferred tax liabilities		1,400,358,674	1,331,863,088
Total non-current liabilities		**2,847,224,070**	**3,566,985,590**
Current liabilities			
Trade payables		1,269,385,477	1,409,937,911
Short term loan	12	11,756,734,451	9,180,040,277
Long term loan -current portion		1,715,106,199	1,395,954,000
Due to inter companies		8,852,476,151	7,093,024,328
Advance against sales		359,283,039	246,549,982
Liabilities for expenses		401,400,300	309,768,903
Provision for income tax		89,351,231	146,892,259
Provision for WPPF and Welfare Fund		61,941,641	67,373,325
Other liabilities	13	284,906,891	233,018,279
Total current liabilities		**24,790,585,379**	**20,082,559,264**
Total liabilities		**27,637,809,448**	**23,649,544,854**
Total Equity and liabilities		**39,066,052,536**	**34,526,345,819**
Net Asset Value per share		**53.25**	**55.75**

Chief Financial Officer | Company Secretary | Director | Chairman | Managing Director

Monday, January 29, 2018

Bangladesh Steel Re-Rolling Mills Limited
Corporate Office : Ali Mansion, 1207/1099, Sadarghat Road, Chittagong, Bangladesh.
Phone : +88-031-2854901-10, 635382, 613282, 637758; Fax: +88-031-610101; E-mail: mail@bsrm.com; Website: www.bsrm.com
Factory : **Steel Melting Works :** 78/79, Nasirabad I/A, Baizid Bostami Road, Chittagong. Phone : +88-031-681487, 683536; Fax : +88-031-683029
Rolling Mill : 147-149, Nasirabad I/A, Baizid Bostami Road, Chittagong, Bangladesh. Phone : +88-031-683053, 683164; Fax : +88-031-682901

BSRM stock

BSRM
innovating safety

Bangladesh Steel Re-Rolling Mills Limited

Statement of Profit or Loss and Other Comprehensive Income (Un-audited)
For the period from 1 July 2017 to 31 December 2017

	For the period from 1 July 2017 to 31 December 2017	For the period from 1 July 2016 to 31 December 2016	For the period from 1 October 2017 to 31 December 2017	For the period from 1 October 2016 to 31 December 2016
	BD Tk	BD Tk	BD Tk	BD Tk
Revenue	11,043,286,784	8,524,782,189	6,863,567,732	6,125,989,147
Cost of sales	(9,412,307,726)	(7,335,256,469)	(5,973,040,904)	(5,277,223,514)
Gross profit	**1,630,979,058**	**1,189,525,720**	**890,526,827**	**848,765,633**
Selling and distribution costs	(241,450,580)	(146,062,556)	(133,354,836)	(97,297,824)
Administrative costs	(155,416,404)	(111,172,834)	(66,876,869)	(53,640,307)
	1,234,112,074	**932,290,330**	**690,295,122**	**697,827,502**
Other income	12,136,680	13,999,523	8,710,939	1,975,712
Operating Profit	**1,246,248,754**	**946,289,853**	**699,006,061**	**699,803,214**
Finance costs	(943,043,088)	(665,100,894)	(500,463,418)	(404,873,968)
Finance income	77,567,003	3,231,560	44,443,336	1,977,607
Non-operating income	58,720,109	56,554,171	30,133,686	25,976,392
Profit before tax and WPPF & WF	**439,492,777**	**340,974,690**	**273,119,665**	**322,883,245**
Contribution to WPPF and Welfare Fund	(21,974,639)	(17,048,735)	(13,655,983)	(16,144,162)
	417,518,139	**323,925,955**	**259,463,682**	**306,739,083**
Share of profit of associates	219,615,487	267,803,349	121,716,481	67,098,495
Profit before tax	**637,133,625**	**591,729,304**	**381,180,163**	**373,837,578**
Income tax expenses/benefits:				
Current tax				
Current Year	(17,195,916)	(90,333,154)	(2,166,290)	(81,681,181)
Deferred tax	(76,438,154)	(109,659,562)	(601,117)	(45,435,245)
	(93,634,070)	**(199,992,716)**	**(2,767,407)**	**(127,116,426)**
Net Profit after tax for the period	**543,499,555**	**391,736,589**	**378,412,756**	**246,721,152**
Other comprehensive income	-	-	-	-
Total comprehensive income	**543,499,555**	**391,736,589**	**378,412,756**	**246,721,152**
Earnings per share	2.53	1.83	1.76	1.15

Chief Financial Officer

Company Secretary

Managing Director

Director

Chairman

Monday, January 29, 2018

Bangladesh Steel Re-Rolling Mills Limited

Corporate Office : Ali Mansion, 1207/1099, Sadarghat Road, Chittagong, Bangladesh.

Phone: +88-031-2854901-10, 635382, 613282, 637758; Fax: +88-031-610101; E-mail: mail@bsrm.com; Website: www.bsrm.com

Factory : **Steel Melting Works :** 78/79, Nasirabad I/A, Baizid Bostami Road, Chittagong. Phone : +88-031-681487, 683536; Fax : +88-031-683029

Rolling Mill : 147-149, Nasirabad I/A, Baizid Bostami Road, Chittagong, Bangladesh. Phone : +88-031-683053, 683164; Fax : +88-031-682901

D:\Assigned Job-Reaz'15\BSRM\[BSRM Q2 Financials 2017-2018 Draft.xls]Sheet1 11:58 AM of 1/29/2018

BSRM
innovating safety

Bangladesh Steel Re-Rolling Mills Limited
Statement of Changes in Equity (Un- audited)
For the period from 1 July 2017 to 31 December 2017

	Share Capital	Share premium	General Reserve	Revaluation Reserve	Retained Earnings	12% Convertible coupon bond-equity component	Total
	BD TK	BD TK	BD TK	BD TK	BD TK	BD TK	BD TK
Balance as on 01 July 2016	1,950,977,170	511,970,250	30,170,818	4,067,381,989	3,703,625,286	45,661,142	10,309,786,655
Transfer against difference in depreciation between cost and revalued amount	-	-	-	(5,644,727)	7,526,303	-	1,881,576
Transfer of revaluation surplus on sale of revalued assets	-	-	-	(1,351,274)	1,801,699	-	450,425
Net Profit after tax for the period.	-	-	-	-	391,736,589	-	391,736,589
Balance as on 31 December 2016	**1,950,977,170**	**511,970,250**	**30,170,818**	**4,060,385,988**	**4,104,689,877**	**45,661,142**	**10,703,855,245**
Balance as on 01 July 2017	**1,950,977,170**	**511,970,250**	**30,170,818**	**4,019,434,561**	**4,318,587,024**	**45,661,142**	**10,876,800,965**
Transfer against difference in depreciation between cost and revalued amount	-	-	-	(23,356,105)	31,141,474	-	7,785,368
Stock dividend (@10%)	195,097,710	-	-	-	(195,097,710)	-	-
Transfer of revaluation surplus on sale of revalued assets	-	-	-	(471,598)	628,798	-	157,199
Net Profit during the period	-	-	-	-	543,499,555	-	543,499,555
Balance as on 31 December 2017	**2,146,074,880**	**511,970,250**	**30,170,818**	**3,995,606,857**	**4,698,759,140**	**45,661,142**	**11,428,243,088**

Chief Financial Officer **Company Secretary**

Monday, January 29, 2018 **Managing Director** **Director** **Chairman**

Bangladesh Steel Re-Rolling Mills Limited
Corporate Office : Ali Mansion, 1207/1099, Sadarghat Road, Chittagong, Bangladesh.
Phone: +88-031-2854901-10, 635382, 613282, 637758; Fax: +88-031-610101; E-mail: mail@bsrm.com; Website: www.bsrm.com
Factory : **Steel Melting Works :** 78/79, Nasirabad I/A, Baizid Bostami Road, Chittagong. Phone : +88-031-681487, 683536; Fax : +88-031-683029
Rolling Mill : 147-149, Nasirabad I/A, Baizid Bostami Road, Chittagong, Bangladesh. Phone : +88-031-683053, 683164; Fax : +88-031-682901

D:\Assigned Job-Reaz'15\BSRM\New 1-10-16\Financials\Dec'16\Quarterly\Dec'16 Quarterly.xls 11:58 AM of 1/29/2018

BSRM
innovating safety

Bangladesh Steel Re-Rolling Mills Limited
Statement of Cash Flows (Un-Audited)
For the period from 1 July 2017 to 31 December 2017

	For the period from 1 July 2017 to 31 December 2017	For the period from 1 July 2016 to 31 December 2016
	BD Tk	BD Tk
Cash flows from operating activities		
Cash collection from customers	10,844,845,642	6,635,695,115
Cash payment for cost and expenses	(20,889,729,010)	(12,437,094,180)
Cash in/(out) flow from operating activities	**(10,044,883,368)**	**(5,801,399,065)**
Cash flows from investing activities:		
Fixed asset addition and CWIP	(132,294,547)	(268,214,196)
Proceeds from sale of property, plant and equipment	3,465,000	1,104,034
Dividend income	159,891,260	-
Short term investment	(184,001,964)	(195,444,273)
Inter-companies transaction	8,876,334,038	688,403,055
Non-operating income	58,720,109	56,554,171
Cash in/(out) flow from investing activities	**8,782,113,896**	**282,402,791**
Cash flows from financing activities:		
Short Term Loan	1,711,218,089	5,771,180,542
Share application money		(112,001)
Syndicated Term Loan	(483,399,064)	(431,688,120)
Cash in/(out) flow from financing activities:	**1,227,819,025**	**5,339,380,421**
Total Cash In/ (Out) flow	**(34,950,450)**	**(179,615,853)**
Opening Cash and Bank balances	511,739,763	294,004,367
Closing Cash and Bank balances	476,789,313	114,388,515
	(34,950,450)	**(179,615,852)**
Operating cash flow per share	**(46.81)**	**(29.74)**

Chief Financial Officer **Company Secretary**

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

Monday, January 29, 2018

D:\Assigned Activities\Financial Statements\Quarterly\Dec 17\[illegible] 1/29/2018

Bangladesh Steel Re-Rolling Mills Limited
Notes to the Financial Statements
As at and for the period from 1 July 2017 to 31 December 2017

1.01 Company Profile

Bangladesh Steel Re-Rolling Mills Limited is a public company limited by shares is domiciled in Bangladesh. The address of the company's registered office is Ali Mansion, 1207/1099 Sadarghat Road, Chittagong, Bangladesh. The Company is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited as a publicly quoted Company. Trading of the shares of the Company started in two stock exchanges from April 27 ,2015.

1.02 Nature of the business

The main activity of the company is to manufacture M.S. products by setting up rolling and re-rolling mills. The company had set up its Re-Rolling mill and Steel Melting Workshop at 147/148/149 and 78/79 Baizid Bostami Road, Nasirabad Industrial Area, Chittagong , Bangladesh respectively.
M.S. billets is manufactured from scraps and sponge iron etc. at Steel Melting Works (SMW) and these billets are re-rolled in the next step at Re-Rolling Mills to manufacture M.S. products. The company also deals in sale of M.S. products like angle, channel, I Beam, H Beam and ingot etc.

2.00 Statement of compliance

These financial statements have been prepared in accordance with Bangladesh Financial Reporting Standards (BFRSs), applicable sections of Companies Act 1994 and the Securities and Exchange Rules 1987.

3.00 Accounting policies and method of computations:

Accounting policies and methods of computations followed in preparing this financial statement are consistent with those used in the annual financial statements, prepared and published. But note that the Company has changed the depreciation method from Reducing Balance Method to Straight Line Method from January 2017.

4.00 Revenue

Revenue from sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and rebates, if any. Revenue is recognized when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods and the amount of revenue can be measured reliably.
The timing of the transfer of risk and rewards depends on the individual terms of the sales agreement.

5.00 Subsequent events:

No material events occurred after the reporting date, non-disclosure of which could affect the ability of the users of this financial statement to make proper evaluation and decision.

6.00: General:

6.01 Wherever considered necessary, prior period's figures and phrases have been re-arranged to confirm to this period's presentation.

6.02 Amounts appearing in these financial statements have been rounded off to the nearest taka.

BSRM
innovating safety

		31-Dec-17 BD Tk	30-Jun-17 BD Tk
7.00	**Property, Plant and equipments:**		
	Land and Land Development	3,938,501,502	3,938,501,502
	Plant and Machineries	6,129,242,055	6,299,524,678
	Motor vehicles	25,925,093	18,862,078
	Factory building and sheds	2,786,797,710	2,602,451,727
	Boundary wall, Roads and pavements	133,786,644	81,953,668
	Furniture and fixutes	13,755,720	17,573,154
	Office equipments	13,519,553	17,201,414
	Computer and IT equipments	5,533,186	7,319,698
		13,047,061,463	**12,983,387,919**
8.00	**Investment in associates**		
	BSRM Steels Limited (BSL)	3,618,284,441	3,593,907,671
	BSRM Steel Mills Limited (BSML)	2,385,493,074	2,350,145,618
		6,003,777,515	**5,944,053,289**
9.00	**Other investments**		
	Investment in non-tradable shares at cost	1,000,300	1,000,300
	Investments in Fixed Deposit Receipts	116,605,407	109,740,033
		117,605,707	110,740,333
10.00	**Inventories**		
	Raw Materials	7,277,137,411	4,835,332,118
	Finished Goods	5,269,661,945	3,203,950,750
	Stores and Spares	1,386,394,354	1,372,582,927
	Fuel and Lubricants	19,507,004	16,904,215
		13,952,700,715	**9,428,770,010**
11.00	**Advances and deposits**		
	For capital expenditure	83,334,771	66,901,988
	For revenue expenses	88,452,299	80,364,934
	For scrap purchase and others	4,531,118	2,454,038
	For store & spares	122,763,076	85,368,956
	Godown rent	1,633,770	1,645,449
	Income tax	1,009,928,155	931,716,391
	L/C margin	40,355,680	46,628,123
	Land	324,010,406	323,739,000
	Staff loan against salary	2,784,849	7,128,538
	VAT current account and DEDO recoverable	161,359,446	152,623,428
	Others	-	20,000,000
		1,839,153,572	1,718,570,845
	Deposits	67,282,346	46,451,682
		1,906,435,917	**1,765,022,527**

		31-Dec-17 BD Tk	30-Jun-17 BD Tk
12.00	**Short term loan**		
	Loan against Trust Receipt (LATR)	280,263,556	305,313,374
	Time loan	5,280,060,636	3,901,327,715
	Liability for accepted bills for payment (ABI	3,225,103,633	1,858,962,277
	Loan against CC Pledge and Hypo	2,956,077,236	3,106,578,164
	Factoring Loan against sales invoice	15,229,391	7,858,747
		11,756,734,451	**9,180,040,277**
13.00	**Other liabilities**		
	Security Deposit	1,190,000	1,140,000
	Retention Money	31,259,552	34,478,779
	Income Tax Deducted at Source	10,414,489	1,534,035
	VAT Deducted at source	5,090,018	5,198,416
	Dividend Payable	2,690,698	2,836,583
	Interest payable on long term loan	223,305,915	177,039,942
	Liability to fixed asset suppliers	-	-
	Employees Provident Fund Loan	2,937,539	2,771,844
	IPO over subscription money payable	8,018,679	8,018,679
		284,906,891	**233,018,279**

AMARSTOCK