BSRM STEELS LIMITED
STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT 31st December 2018

	Notes	31st December 2018 Taka	30th June 2018 Taka
Assets:			
Non-current Assets			
Property, plant and equipment at cost		17,668,362,090	15,903,468,130
Accumulated Depreciation		(3,743,335,312)	(3,499,000,530)
	8	13,925,026,778	12,404,467,600
Intangible Assets		25,484,116	27,629,844
Investment in Associate		1,626,233,712	1,562,913,138
Total Non-current Assets		**15,576,744,606**	**13,995,010,582**
Current Assets			
Short Term Investment		319,833,530	323,908,621
Inventories	9	16,753,099,378	14,451,900,658
Trade & Other Receivables	10	9,911,646,856	6,460,423,147
Current Account with Related Companies		7,374,991,690	6,970,340,553
Advances, deposits and prepayments	11	4,623,327,397	2,954,281,030
Cash and cash equivalents	12	1,019,379,483	524,690,721
Total Current Assets		**40,002,278,334**	**31,685,544,730**
Total Assets	**Taka**	**55,579,022,940**	**45,680,555,312**
Equity and Liabilities:			
Share Capital		3,759,525,000	3,417,750,000
Retained Earnings		6,892,000,691	6,777,298,362
Revaluation Reserve		2,607,033,911	2,613,852,170
Equity attributable to Owners of the Company		**13,258,559,602**	**12,808,900,532**
Liabilities			
Non-current Liabilities			
Long Term Borrowings- non current portion		4,072,406,248	1,777,555,668
Retirement Benefit Obligations - Gratuity		165,623,229	136,970,002
Deferred Tax Liability		1,138,091,003	1,157,754,016
Total Non-current Liabilities		**5,376,120,480**	**3,072,279,686**
Current Liabilities			
Trade Payables		9,030,450,761	5,767,311,018
Short Term Borrowings	13	23,882,556,282	19,295,024,003
Current portion of Long Term Borrowings		690,907,010	1,093,625,713
Current Account with Related Companies		275,429,270	1,540,077,748
Liabilities for Expenses		887,392,682	461,123,854
Current Tax Liabilities		1,109,937,984	957,113,965
Provision for WPPF and Welfare Fund		161,299,331	109,253,966
Other Liabilities	14	906,369,539	575,844,827
Total Current Liabilities		**36,944,342,859**	**29,799,375,094**
Total Liabilities		**42,320,463,339**	**32,871,654,780**
Total Equity and Liabilities	**Taka**	**55,579,022,940**	**45,680,555,312**

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

Chief Financial Officer **Company Secretary**

Monday, January 21, 2019

BSRM Steels Limited
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BSRM STEELS LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED 31st December 2018

	1st July 2018 to 31st December 2018 Taka	1st July 2017 to 31st December 2017 Taka	1st October 2018 to 31st December 2018 Taka	1st October 2017 to 31st December 2017 Taka
Revenue	28,709,027,339	18,626,545,891	14,575,670,521	11,727,766,246
Cost of Goods Sold	(26,399,832,761)	(16,899,056,216)	(13,446,537,000)	(10,923,571,210)
Gross profit	**2,309,194,578**	**1,727,489,675**	**1,129,133,521**	**804,195,036**
Selling and distribution costs	(504,728,414)	(464,355,199)	(267,597,220)	(277,096,114)
Administrative costs	(225,691,354)	(192,091,086)	(116,432,988)	(106,934,975)
	(730,419,768)	(656,446,285)	(384,030,208)	(384,031,089)
	1,578,774,810	**1,071,043,390**	**745,103,313**	**420,163,947**
Other operating income	15,208,997	10,454,073	7,094,657	9,308,733
Profits from operating activities	**1,593,983,807**	**1,081,497,463**	**752,197,970**	**429,472,680**
Finance costs	(999,263,820)	(842,579,462)	(543,236,681)	(702,944,527)
Finance income	446,187,320	521,036,600	219,467,852	518,853,039
	(553,076,500)	(321,542,862)	(323,768,829)	(184,091,488)
Profit before tax and WPP&WF	**1,040,907,307**	**759,954,601**	**428,429,141**	**245,381,192**
Contribution to WPPF and Welfare Fund	(52,045,365)	(37,997,730)	(21,421,457)	(12,269,060)
	988,861,942	**721,956,871**	**407,007,684**	**233,112,132**
Profit on Bargain Purchase	-	10,196,786	-	10,196,786
Share of profit/(loss) of Associate (Net of tax)	63,320,574	19,929,263	36,380,591	28,920,928
Profit before income tax	**1,052,182,516**	**752,082,920**	**443,388,275**	**272,229,846**
Provision for Income Tax				
Current	(280,411,458)	(208,281,569)	(121,272,405)	(79,810,302)
Deferred	17,390,260	48,396,583	7,640,120	41,725,262
	(263,021,198)	(159,884,986)	(113,632,285)	(38,085,040)
Profit after tax for the period	**789,161,318**	**592,197,934**	**329,755,990**	**234,144,806**
Earnings per share:				
Basic earnings per share	**2.10**	**1.58**	**0.88**	**0.62**

Chairman **Director** **Managing Director** **Company Secretary**

Chief Financial Officer

Monday, January 21, 2019

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BSRM STEELS LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED 31st December 2018

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Amount in BDT

Particulars	Share Capital	Revaluation Reserve	Retained Earnings	Total Equity
Balance as July 01, 2018	**3,417,750,000**	**2,613,852,170**	**6,777,298,361**	**12,808,900,532**
Bonus Share Issued	341,775,000			341,775,000
Total comprehensive income for the period	-	-	789,161,318	789,161,318
Final Dividend Paid for 2017-2018			(683,550,000)	(683,550,000)
Transfer of difference in depreciation between cost model and revaluation model	-	(6,818,259)	9,091,012	2,272,753
Balance as at December 31, 2018	**3,759,525,000**	**2,607,033,911**	**6,892,000,691**	**13,258,559,602**
Balance as on July 01, 2017	**3,417,750,000**	**2,104,010,606**	**4,820,530,247**	**10,342,290,853**
Acquisition of BSRM Iron & Steel Company Limited		524,195,793	652,888,151	**1,177,083,944**
Total comprehensive income for the period	-	-	592,197,934	**592,197,934**
Final Dividend Paid for 2016-2017			(512,662,500)	**(512,662,500)**
Transfer of difference in depreciation between cost model and revaluation model	-	(7,177,115)	9,569,487	**2,392,372**
Balance as at December 31, 2017	**3,417,750,000**	**2,621,029,284**	**5,562,523,319**	**11,601,302,603**

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

Monday, January 21, 2019

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BSRM STEELS LIMITED
STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED 31st December 2018

	1st July 2018 to 31st December 2018 Taka	1st July 2017 to 31st December 2017 Taka
a. Cash flows from Operating Activities		
Cash receipts from customers	25,467,227,308	18,750,669,435
Cash payments to suppliers and employees	(26,990,500,552)	(18,803,280,188)
Income tax paid	(127,587,439)	(684,574,633)
Interest paid	(553,076,500)	(321,542,862)
Net cash from operating activities	**(2,203,937,182)**	**(1,058,728,248)**
b. Cash flows from Investing Activities		
Acquisition of Property, plant and equipment	(79,161,634)	(186,694,710)
Addition to CWIP	(1,698,544,539)	(1,024,183,880)
Disposal of Property, plant and equipment	3,667,487	1,123,783
Decrease/ (increase) in investments	4,075,091	272,953,374
Net cash used in investing activities	**(1,769,963,594)**	**(936,801,433)**
c. Cash flows from Financing Activities		
(Repayment) / Receipt of Long term loans	1,892,131,877	18,880,727
Dividend paid	(341,775,000)	(512,662,500)
(Repayment) / Receipt of short term borrowings	4,587,532,279	2,789,182,641
Loan to/from related companies	(1,669,299,615)	131,475,965
Net cash from financing activities	**4,468,589,541**	**2,426,876,833**
d. Net increase/(decrease) in cash and cash equivalent (a+b+c)	**494,688,764**	**431,347,153**
e. Opening Cash and Cash equivalent	524,690,721	73,899,991
f. Closing Cash and Cash equivalent (d+e)	**1,019,379,483**	**505,247,144**

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

Chief Financial Officer **Company Secretary**

Monday, January 21, 2019

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BSRM Steels Limited

Selected Explanatory Notes to the Financial Statements

FOR THE PERIOD ENDED 31st December 2018

1. Legal from of Enterprise

BSRM Steels Limited (hereinafter referred to as BSRMSL, the company or the Parent) was incorporated on 20 July, 2002, vide the certificate C-No. 4392 of 2002 as a Private Limited Company registered in Bangladesh under Companies Act 1994. The company was converted to a Public Limited Company on 20 December 2006. The Company is listed with Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) as a publicly quoted Company. Trading of the shares of the company started in two stock exchanges from 18 January 2009.

The company has set up its rolling mill at 4 Fouzderhat Industrial Estate, Latifpur, Sitakunda, Chittagong and commenced commercial production from 1 April 2008. The principle place of business is at Ali Mansion, 1207/1099, Sadarghat Road, Chittagong, Bangladesh.

BSRM Steel Mills Limited (BSML) was incorporated on 16 April 2008 as a Private Limited Company and was subsequently converted to a Public Limited Company on 12 November 2013. The main objective of BSML is to manufacture and sell M.S. Billets. BSRM Steels Limited has acquired 100,000,000 nos. of Ordinary Shares of Tk. 10 each of BSML i.e., 25.35%. BSML commenced commercial production on 16th June 2016.

2. Nature of the Business

The main purpose of the company is to manufacture M.S. products by setting up rolling and re-rolling mills and marketing the same.

3. Reporting

This Half yearly financial report has been prepared based on International Accounting Standard (BAS) & International Financial Reporting Standard.

4. 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 for the period ended 31 December 2018.

5. Earnings per share (EPS)

Earnings per share has been calculated based on number of shares outstanding for the period ended 31st December 2018 and profit for the same period. The number of shares outstanding for the period was 37,59,52,500. Earnings per share for the same period of preceding year has been also calculated based on 37,59,52,500 shares.

6. 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.

7. General

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

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

7.3 Bracket figures denote negative balance.

BSRM Steels Limited

Selected Explanatory Notes to the Financial Statements

As at and for the period ended 31st December 2018

		31st December 2018 Taka	30th June 2018 Taka
8	**Property, Plant and Equipment**		
	Land and Land development	3,387,353,992	3,384,856,477
	Plant and Machinery	4,086,814,942	4,216,803,371
	Factory Building	1,720,427,079	1,769,356,489
	Motor Vehicles	64,068,928	67,288,420
	Furniture and Fixtures	22,583,032	21,379,298
	Office Equipment	48,402,701	46,351,076
	Roads and Pavements	36,225,508	37,690,449
	Computer & IT Equipment	19,470,415	19,606,377
	Under Construction	4,539,680,182	2,841,135,643
	Total	**13,925,026,778**	**12,404,467,600**
9	**Inventories**		
	Raw Materials-Scrap	4,328,754,917	3,074,906,084
	Raw Materials-Billet	3,269,396,111	4,136,166,908
	Direct Consumable	209,413,654	236,906,708
	Work-in-progress	577,618	(7,961)
	Finished Goods	6,484,342,520	5,188,240,278
	Stores and Spares	2,442,254,472	1,798,616,222
	Fuel and Lubricants	18,360,085	17,072,419
	Total	**16,753,099,378**	**14,451,900,658**
10	**Trade & Other Receivables**		
	Trade Receivables	9,438,264,767	5,779,898,258
	Other Receivables	473,382,089	680,524,889
	Total	**9,911,646,856**	**6,460,423,147**
11	**Advances, deposits and prepayments**		
	Advances	4,575,957,726	2,904,859,098
	Deposits	44,631,360	43,177,610
	Prepayments	2,738,311	6,244,323
	Total	**4,623,327,397**	**2,954,281,030**
12	**Cash and cash equivalents**		
	Cash in hand	7,405,362	6,661,241
	Cash at banks	651,114,644	139,066,577
	Fixed deposit	360,859,477	378,962,904
	Total	**1,019,379,483**	**524,690,721**
13	**Short Term Borrowings**		
	Loan against Trust Receipt (LATR)	983,971,938	117,603,089
	Time loan	4,083,137,670	2,484,059,755
	Demand Loan	5,732,597,429	10,152,769,301
	Bank overdraft and cash credit	2,398,146,386	1,892,114,409
	Factoring Loan-United Leasing Co. Limited	108,349,409	19,975,377
	Liability for accepted bills for payment (ABP)	10,576,353,451	4,628,502,072
	Total	**23,882,556,282**	**19,295,024,003**

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BSRM Steels Limited

Selected Explanatory Notes to the Financial Statements

As at and for the period ended 31st December 2018

		31st December 2018 Taka	30th June 2018 Taka
8	**Property, Plant and Equipment**		
	Land and Land development	3,387,353,992	3,384,856,477
	Plant and Machinery	4,086,814,942	4,216,803,371
	Factory Building	1,720,427,079	1,769,356,489
	Motor Vehicles	64,068,928	67,288,420
	Furniture and Fixtures	22,583,032	21,379,298
	Office Equipment	48,402,701	46,351,076
	Roads and Pavements	36,225,508	37,690,449
	Computer & IT Equipment	19,470,415	19,606,377
	Under Construction	4,539,680,182	2,841,135,643
	Total	**13,925,026,778**	**12,404,467,600**
9	**Inventories**		
	Raw Materials-Scrap	4,328,754,917	3,074,906,084
	Raw Materials-Billet	3,269,396,111	4,136,166,908
	Direct Consumable	209,413,654	236,906,708
	Work-in-progress	577,618	(7,961)
	Finished Goods	6,484,342,520	5,188,240,278
	Stores and Spares	2,442,254,472	1,798,616,222
	Fuel and Lubricants	18,360,085	17,072,419
	Total	**16,753,099,378**	**14,451,900,658**
10	**Trade & Other Receivables**		
	Trade Receivables	9,438,264,767	5,779,898,258
	Other Receivables	473,382,089	680,524,889
	Total	**9,911,646,856**	**6,460,423,147**
11	**Advances, deposits and prepayments**		
	Advances	4,575,957,726	2,904,859,098
	Deposits	44,631,360	43,177,610
	Prepayments	2,738,311	6,244,323
	Total	**4,623,327,397**	**2,954,281,030**
12	**Cash and cash equivalents**		
	Cash in hand	7,405,362	6,661,241
	Cash at banks	651,114,644	139,066,577
	Fixed deposit	360,859,477	378,962,904
	Total	**1,019,379,483**	**524,690,721**
13	**Short Term Borrowings**		
	Loan against Trust Receipt (LATR)	983,971,938	117,603,089
	Time loan	4,083,137,670	2,484,059,755
	Demand Loan	5,732,597,429	10,152,769,301
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	Factoring Loan-United Leasing Co. Limited	108,349,409	19,975,377
	Liability for accepted bills for payment (ABP)	10,576,353,451	4,628,502,072
	Total	**23,882,556,282**	**19,295,024,003**

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