RATANPUR STEEL RE-ROLLING MILLS LIMITED

FINANCIAL STATEMENTS (UN-AUDITED)

As at and for the period ended 31st December, 2018

Quarter - 02 (2018-2019)

AMARSTOCK

Ratanpur Steel Re-Rolling Mills Limited

Statement of Financial Position (Un-Audited)

As on 31 December, 2018

		Amount in BDT
	31-Dec-18	30-Jun-18
Assets		
Non-Current Assets:	**2,008,853,054**	**2,039,415,801**
Property Plant & Equipment	1,992,948,180	2,023,510,927
Capital Work-In-Progress	15,904,874	15,904,874
Current Assets:	**5,349,810,460**	**4,696,332,948**
Advances, Deposits and Prepayments	1,122,379,835	787,067,632
Inventories	2,204,112,815	1,936,265,900
Accounts Receivable	1,992,448,685	1,942,197,752
Cash and Cash Equivalents	30,869,125	30,801,664
Total Assets	**7,358,663,514**	**6,735,748,749**
Equity and Liabilities		
Shareholders' Equity:	**4,894,610,253**	**4,527,478,325**
Share Capital	1,011,890,880	1,011,890,880
Share Premium	750,000,000	750,000,000
Revaluation Surplus of Land	943,950,000	943,950,000
Retained Earnings	2,188,769,373	1,821,637,445
Non-Current Liabilities:	**931,498,555**	**142,217,153**
Long term Liabilities	785,795,466	-
Deferred Tax Liability	145,703,090	142,217,153
Current Liabilities:	**1,532,554,706**	**2,066,053,271**
Current Portion of Lease Liabilities	-	3,519,604
Short term Liabilities	860,388,148	1,568,158,042
Creditors and Accruals	84,552,034	64,008,556
Income Tax Liability	515,043,349	382,932,338
Liability for WPPF and Welfare Fund	72,571,175	47,434,731
Total Liabilities	**2,464,053,261**	**2,208,270,424**
Total Liabilities and Shareholders' Equity	**7,358,663,514**	**6,735,748,749**
Net Asset Value Per Share (NAV)	**48.37**	**44.74**

Director

Managing Director

Chairman

Chief Financial Officer

Company Secretary

AMARSTOCK

Ratanpur Steel Re-Rolling Mills Limited

Statement of Profit or Loss and other Comprehensive Income (Un-Audited)
For the Period ended 31,December- 2018

Amount in BDT

	July- December 2018	July- December 2017	October- December 2018	October- December 2017
Revenue (Net off VAT)	3,931,731,050	3,936,966,268	1,957,562,950	1,918,432,568
Cost of Goods Sold	(3,286,894,053)	(3,295,977,283)	(1,640,740,367)	(1,619,432,240)
Gross Profit	**644,836,997**	**640,988,985**	**316,822,583**	**299,000,328**
Operating Expenses	**(39,800,720)**	**(39,587,022)**	**(19,582,168)**	**(21,604,299)**
Administrative and Other Expenses	(14,579,344)	(14,358,327)	(6,537,351)	(7,840,616)
Selling and Distribution Expenses	(25,221,376)	(25,228,695)	(13,044,818)	(13,763,683)
Operating Profit	**605,036,277**	**601,401,963**	**297,240,415**	**277,396,030**
Finance Cost	(78,025,572)	(80,377,365)	(31,803,310)	(30,142,146)
Finance & Other Income	854,614	334,050	854,614	334,050
Profit before WPPF and Income Tax	**527,865,319**	**521,358,649**	**266,291,719**	**247,587,934**
Contribution to WPPF and Welfare Fund @ 5%	(25,136,444)	(24,826,602)	(12,680,558)	(11,789,902)
Net Profit Before Income Tax	**502,728,876**	**496,532,047**	**253,611,161**	**235,798,033**
Tax Expenses				
Current Tax	(132,111,011)	(118,058,248)	(67,076,750)	(49,847,682)
Deferred Tax	(3,485,937)	(6,074,764)	3,673,959	919,208
Net Profit After Tax	**367,131,928**	**372,399,035**	**190,208,371**	**186,869,559**
Earning Per Share (EPS)	**3.63**	**3.68**	**1.88**	**1.85**

Director | Managing Director | Chairman

Chief Financial Officer | Company Secretary

AMARSTOCK

Ratanpur Steel Re-Rolling Mills Limited

Statement of Changes in Equity (Un-Audited)

For the Period ended on 31 December, 2018

Amount in BDT

Particulars	Share Capital	Retained Earnings	Revaluation Reserve	Share Premium	Total Equity
Balance as on 01 July 2018	1,011,890,880	1,821,637,445	943,950,000	750,000,000	4,527,478,325
Profit / (Loss) after tax		367,131,928			
Cash Dividend					
Balance as on 31, Dec- 2018	**1,011,890,880**	**2,188,769,373**	**943,950,000**	**750,000,000**	**4,527,478,325**

Particulars	Share Capital	Retained Earnings	Revaluation Reserve	Share Premium	Total Equity
Balance as on 01 July 2017	864,864,000	1,298,447,553	943,950,000	750,000,000	3,857,261,553
Profit / (Loss) after tax		372,399,035			372,399,035
Bonus Share	147,026,880	(147,026,880)			-
Cash Dividend		(43,243,200)			(43,243,200)
Balance as on 31, Dec- 2017	**1,011,890,880**	**1,480,576,508**	**943,950,000**	**750,000,000**	**4,186,417,388**

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

Chief Financial Officer | **Company Secretary**

AMARSTOCK

Ratanpur Steel Re-Rolling Mills Limited

Statement of Cash Flows (Un-Audited)

For the Period ended on 31 December, 2018

		Amount in BDT
	31-Dec-18	**31-Dec-17**
A. Cash Flows from Operating Activities		
Collection from sales and other income	3,908,694,182	4,045,330,649
Less: Payment for cost and other expenses	(3,884,028,797)	(3,945,309,152)
Less: Interest Paid	(67,888)	(30,371,197)
Less: Income Taxe/ Advance Tax Paid	(20,080,431)	(25,545,113)
Net cash inflow /(outflow) from Operating Activities	**4,517,066**	**44,105,187**
B. Cash flows from Investing Activities		
Acquisition of property, plant & equipment		-
Investment in FDR	(930,000)	-
Capital work in progress		-
Net cash inflow /(outflow) from Investing Activities	**(930,000)**	**-**
C. Cash flows from Financing Activities		
Lease Loan Repayment	(3,519,604)	(10,014,036)
Net cash inflow /(outflow) from Fianancing Activities	**(3,519,604)**	**(10,014,036)**
D. Net increase/(Decrese) in cash & cash equivalents (A+B+C)	67,462	34,091,151
E. Cash and cash equivalents at the beginning	30,801,664	17,876,240
F. Cash and cash equivalents at the end (D+E)	**30,869,125**	**51,967,392**
G. Net Operating Cash Flow Per Share	**0.04**	**0.44**

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

Chief Financial Officer **Company Secretary**

AMARSTOCK

Ratanpur Steel Re-Rolling Mills Limited

Selected explanatory Notes to the Financial Statements
For the period ended 31st December, 2018.

1. Legal form of Enterprise

The company was incorporated in Bangladesh as private limited company on 22 April, 1986 vide the certificate C-No 15492 of 1986 as company limited by shares under the companies Act, 1913 and converted into public limited company on 14 June 2012 under the companies act, 1994. 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 22 september 2014. The company has set up its Re-Rolling Mills at 176, Baizid Bostami I/A, Baizid Bostami road, Nasirabad, Chittagong, and commenced commercial production

2. Nature of Business

The principal activities of the Company are to manufacture and sales of M.S. Deformed Bar of various grades (400W/60 Grade and 500w/TMT) from M.S. Billet.

3. Reporting

This quarterly financial report has been prepared based on Bangladesh Accounting Standard (BAS)-34 "Interim Financial Reporting". This interim financial statements should be read in conjunction with the published financial statement for the year ended 30 June 2018, as they provide an update to previously reported information.

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 & published for the year ended 30 June 2018.

5. Earnings per share (EPS)

Earnings per share has been calculated based on number of shares outstanding for the period from 1 July, 2018 to 31st December 2018 and profit for the same period. The weighted number of ordinery shares outstanding for the period was 101,189,088. Earnings per share for the same period of preceding year has been calculated based

6. **Review of net Operating Cash Flow per share**

Due to average raw material purchase price were increases as well as other overhead cost were rises we need to pay much than before. In addition to that market competition are increases as therefore we need to purchase on likely cash basis but sales made through credit. That's why operating cash flow per share are decreases

7. Subsequent events

The Board of Directors of the company in its 362 nd meeting held on 29/01/2018 commencing at 06:00 P.M. and

8. Capital Commitment

The company had no capital commitment at the reporting date.

09. Related Party Transactions:

Till 2nd Qtr, RSRM was Purchased raw material from Modern Steel Mills Ltd (related party) Tk: 128,46,60,100/-

10. General

Comparative figures have been re-arranged where considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the Amounts appearing in these financial statements have been rounded off to the nearest taka.
Bracket figures denote negative balance.
The financial period of the companies covers from 1st July 2018 to 31st December 2018.

Notes to the Financial Statements

		Amount in BDT	
		31-Dec-18	30-Jun-18
4.00	**Property Plant & Equipment**		
	At cost	**2,508,700,319**	**2,508,700,319**
	Land and land Development	1,048,750,000	1,048,750,000
	Factory Building & Civil Construction	402,531,158	402,531,158
	Plant & Machinery	793,428,390	793,428,390
	Logistics Equipment	77,810,979	77,810,979
	Furniture & Fixture	2,962,460	2,962,460
	Motor Vehicles	39,806,505	39,806,505
	Office Equipment	13,510,827	13,510,827
	Machinery under capital lease	129,900,000	129,900,000
	Accumulated Depreciation:	**515,752,139**	**485,189,392**
	Land and land Development	-	-
	Factory Building & Civil Construction	103,014,137	96,901,545
	Plant & Machinery	290,406,758	272,162,450
	Logistics Equipment	33,013,639	31,388,865
	Furniture & Fixture	1,738,497	1,674,077
	Motor Vehicles	27,252,260	25,857,344
	Office Equipment	6,890,133	6,541,675
	Machinery under capital lease	53,436,715	50,663,436
	Written down value	**1,992,948,180**	**2,023,510,927**
6.00	**Inventories**		
	Finished Goods	1,046,605,485	1,008,451,295
	Raw Materials	1,122,237,459	889,623,487
	Spares Parts	35,269,870	38,158,741
		2,204,112,815	**1,936,233,524**
9.00	**Share Capital**		
	Authorised Share Capital		
	50,000,0000 Ordinary Shares of BDT 10 each	**5,000,000,000**	**5,000,000,000**
	Authorised Share Capital are increased to 500 Crore by decided in Board of Directors Meeting and subsequently approved by the shareholders in 1st EGM		
	Issued, Subscribed and Paid-up capital		
	29,600,000 Ordinary Shares of Tk. 10 each (For the year 2014)	296,000,000	296,000,000
	35,920,000 Ordinary Share as at Tk. 10 each (For the year 2015)	359,200,000	359,200,000
	131,040,000 Ordinary Shares as at Tk. 10 each (For the year 2016)	131,040,000	131,040,000
	78,624,000 Ordinary Shares as at Tk. 10 each (For the year 2017)	78,624,000	78,624,000
	14,702,688 Ordinary Shares as at Tk. 10 each (For the year 2018)	147,026,880	147,026,880
	101,189,088 Ordinary Shares of BDT 10 each	**1,011,890,880**	**1,011,890,880**
	(14,702,688 Bonus Share at Tk. 10 each has been issued for the year 2017-2018)		

WWW.AMARSTOCK

Notes to the Financial Statements

		Amount in BDT
	31-Dec-18	30-Jun-18

9.02 Compositon of Shareholders at 31st December

Name of Shareholders	Number of Shares	
Sponsor Shareholders	47,585,003	47.03%
Institute Shareholders	34,570,652	34.16%
Other Shareholders	19,033,433	18.81%
Total	**101,189,088**	**100**

9.03 Composition of Share holding as at 31st December, 2018

Name	Number of share	Holding (%)
ICB (Corporate Director, Nominated To Kazi Sanaul Hoq)	17303640	17%
Mr. Maksudur Rahman (Managing Director)	14958506	15%
Md. Younus Bhuiyan (Director)	5284609	5%
Shamsun Nahar Rahman (Director)	5882408	6%
Marzanur Rahman (Director)	2077920	2%
Mizanur Rahman (Director)	2077920	2%
Other Shareholders	53604085	53%
Total	**101189088**	**100%**

13.02 Foreign Currency

Foreign (USD $)	346,794	345,238
Foreign refund warrant are increases due to changes in the foreign exchange rate Begning rate Tk-83.5235 and Period Ended Rate Tk-83.9		

1.00 Net Asset Value per share (NAV)

Total Assets	7,358,663,514	6,735,748,749
Less: Total Liabilities	(2,464,053,261)	(2,208,270,424)
Shareholders' Equity	**4,894,610,253**	**4,527,478,324**
Number of Ordinary Shares at the year end	101,189,088	101,189,088
Net Asset Value per share (NAV)	**48.37**	**44.74**

AMAR STOCK

Notes to the Financial Statements

		01/07/2018 to 31/12/2018	01/07/2017 to 31/12/2017	01/10/2018 to 31/12/2018	01/10/2017to 31/12/2017
22.00	**Earnings per share (EPS)**				
	Net profit attributable to the shareholders for the year	367,131,928	372,399,035	190,208,371	186,869,559
	Number of Ordinary Shares at year end	101,189,088	101,189,088	101,189,088	101,189,088
	Basic Earning per share	**3.63**	**3.68**	**1.88**	**1.85**
24.00	**Net Operating Cash Flow per share (NOCF)**				
	Net cash inflow /(outflow) from Operating Activities	4,517,066	44,105,187		
	Number of Ordinary Shares at the year end	101,189,088	101,189,088		
	Net Operating Cash Flow per share (NOCF)	**0.04**	**0.44**		

AMARSTOCK

Ratanpur Steel Re-Rolling Mills Limited
Deferred Tax Calculation (01.07.2018 to 31.12.2018)

Taxable Temporary Difference for leases asset	31.12.2018
Total Lease Payment for the period	**3,519,720**
Total Interest Payment for leased assets	**(67,888)**
Total Depreciation on leased assets	**(2,773,280)**
	678,552
Deferred Tax liability for other than laese assets	151,817,562
Deferred Tax liability for lease assets	169,638
Total Deferred tax liability	**151,987,201**
Deferred tax asset on WPPF	**(6,284,111)**
Total Deferred tax assets	(6,284,111)
Net Deferred tax Liability	145,703,090
Previous Year Balance	**142,217,153**
Deferred Tax Expense/(Income)	**3,485,937**
Considered applicable Rate of Income Tax @ 25%	

AMAR STOCK