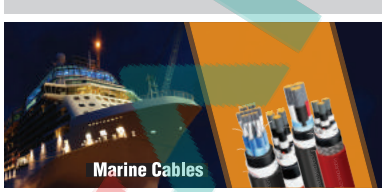
BBS Cables
Environment Friendly Cables

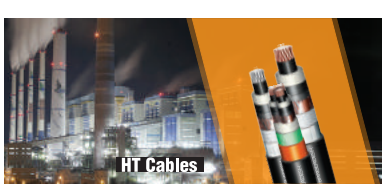
BBS CABLES®
more than safety



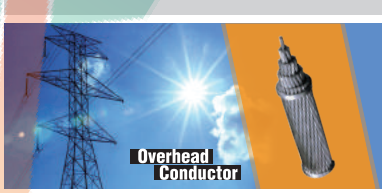












ANNUAL REPORT
2016-2017

MR STOCK



More Than Safety Statements

The Cable Industry started its journey before Bangladesh came into being in 1971. At that time there were very few industries in this sector to serve the whole nation. As time went on the industry expanded significantly realizing the emerging demand of cables both in locally and globally. Now the industry has reached at a reasonable size, still unable to meet the total demand of the country. BBS Cables Limited is engaged in the manufacture of various types of electrical and communication cables. This document contains certain visionary statements with respect to the financial condition, the result of operational activities and business activities as well as the plans and objectives of the company.

BBS Cable Ltd. recognize that Environmental Issues have become critical challenge globally. We are committed to contributing towards "Leaving a beautiful planet as a legacy to future generations". Our discussion may include foresights, estimates, predictions, prophecies, approximations and others that might be considered visionary while these statements signify our present judgement on what the future holds. There is no way to claim that the entire statement will come true. There is a matter of risks and uncertainties by the nature that may lead to material differences in actual result. You are notified not to place unjustified confidence on these statements which imitate our opinions only as of the date of appearance. In all over our deliberations, we will highlight some factors which are relating to our business that may affect our forecasts. Our ultimate objective is to manufacture electrical Cables, Wires and Conductors of the highest quality to contribute to our national economic growth.

BBS CABLES®
more than safety

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AGM INVITATION
for our shareholders



AGM Helpline:

Md. Golam Habib
Md. Imtiaz Ferdous

Tel : +88 02 9854475
Fax : +88 02 9854476
Email : habib@bbscables.com.bd

9th Annual General Meeting of BBS Cables Ltd.

will be held at
Factory Premises, Jaina Bazar,
Telehati, Sreepur,
Gazipur, Bangladesh.
on
Tuesday, 12 December 2017

Environment Friendly Cables

NOTICE OF 9th ANNUAL GENERAL MEETING 2017

Notice is hereby given that the 9th Annual General Meeting (AGM) of BBS Cables Ltd. will be held on Tuesday, 12th December 2017, at time 11.00 A.M at Factory Premises, Janina Bazar, Telehati, Sreepur, Gazipur, Bangladesh to transact the following businesses:

Agendas:

1. **Report and Accounts:**
   To receive, consider and adopt the Directors' Report and the Audited Financial Statements of the Company for the year ended June 30, 2017 and Auditors' Report thereon.
2. **Dividends:**
   To declare Dividend for the year ended June 30, 2017 as recommended by the Board of Directors.
3. **Election of Directors:**
   To elect Directors in accordance with the provisions of Articles of Association of the Company.
4. **Appointment of Auditors:**
   To appoint auditors for the year ended June 30, 2018 and to fix their remuneration.

By the Order of the Board

Date: 27 November, 2017
Place: Dhaka

Sd/-
Md. Nazmul Hasan, QCS
Company Secretary

Notes:

1. Shareholders, whose names appear on the members/Depository Register on the Record Date i.e. on 16 November, 2017, shall be eligible to attend the 9th Annual General Meeting of the Company and to receive the Dividend.
2. A Member eligible to attend and vote at the Annual General Meeting may appoint a proxy on his/her stead. The proxy from attached with Annual Report 2017, duly filed in, signed and stamped, must be submitted at the Corpo rate Office of the Company not later than 48 hours before the time fixed for the meeting.
3. Only shareholders or their validly appointed proxies will be allowed to have access to the registration process to attend the meeting.
4. Admission into the venue will be allowed strictly on submission of the attendance slip sent with the notice.
5. Shareholders are requested to submit their queries on the director's Report and the Audited Financial Statements for the year ended June 30, 2017 at the Corporate Office of the Company at least 3 (three) working days before the day of Annual General Meeting.
6. The Annual Report for the year ended on June 30, 2017 is available in the Company's website at www.bbscables.com.bd
7. No gift/benefit in cash or kind shall be paid to the holders of equity securities in terms of Clause (C) of the Notification No. SEC/SRMI/2009-193/154 dated 24th October, 2013 for attending Annual General Meeting of the Company.

৯ম বার্ষিক সাধারণ সভার বিজ্ঞপ্তি

এতদ্বারা জানানো যাচ্ছে যে, বি বি এস কেবলস্ লিমিটেড এর নবম বার্ষিক সাধারণ সভা নিম্নলিখিত বিষয়াদি সম্প্রদানকল্পে আগামী ১২ ই ডিসেম্বর , ২০১৭ইং রোজ মঙ্গলবার সকাল ১১:০০ মিনিট ফ্যাক্টরী প্রাঙ্গন, জৈনা বাজার, তেলিহাটি, শ্রীপুর, গাজিপুর, বাংলাদেশ অনুষ্ঠিত হবে।

আলোচ্য বিষয়সূচিঃ

১. **প্রতিবেদন এবং হিসাব ঃ**
৩০ জুন ২০১৭ইং তারিখে সমাপ্ত বছরের নিরীক্ষিত লাভ লোকসান হিসাব ও স্থিতিপত্র এবং সেই সঙ্গে পরিচালকমন্ডলীর ও নিরীক্ষের প্রতিবেদন গ্রহন, বিবেচনা ও অনুমোদন।

২. **লভ্যাংশ ঃ**
১২ই ডিসেম্বর ২০১৭ ইং তারিখে সমাপ্ত বছরের কোম্পানির পরিচালনা পর্ষদ কর্তৃক সুপারিশকৃত লভ্যাংশ ঘোষনা ।

৩. **পরিচালক নির্বাচনঃ**
কোম্পানির সঙ্ঘবিধি অনুযায়ি পরিচালক নির্বাচন।

৪. **বিধিবদ্ধ নিরীক্ষক নিয়োগঃ**
৩০ জুন ২০১৮ ইং তারিখে সমাপ্ত বছরের জন্য নিরীক্ষক নিয়োগ ও তাদের পারিশ্রমিক নির্ধারণ।

বোর্ড এর আদেশক্রমে
মোঃ নাজমুল হাসান
কোম্পানী সচিব

স্থানঃ ঢাকা।
তারিখঃ ২৭ নভেম্বর , ২০১৭ইং

নোটঃ

১. যে সকল শেয়ারহোল্ডারদের নাম রেকর্ড ডেট এ অর্থাৎ ১৬ নভেম্বর , ২০১৭ ইং সদস্য / ডিপোসিটরি রেজিস্টারে লিপিবদ্ধ রয়েছে শুধুমাত্র তারাই ৯তম বার্ষিক সাধারণ সভায় অংশগ্রহন ও লভ্যাংশ গ্রহনের জন্য উপযুক্ত বলে বিবেচিত হবেন।

২. যে সকল সদস্যদের বার্ষিক সাধারন সভায় অংশগ্রহন ও ভোট প্রদানের অধিকার রয়েছে, তারা ইচ্ছা করলে তাদের পরিবর্তে ৯তম বার্ষিক সাধারণ সভায় অন্য কোন ব্যক্তিকে অংশগ্রহনের অনুমতি দিতে পারেন। তবে সেক্ষেত্রে ২০১৬-২০১৭ সালের বার্ষিক প্রতিবেদনের শেষের দিকে সংযুক্ত প্রক্সিফরম যথোপযুক্তভাবে পুরন করে স্বাক্ষর ও স্ট্যাম্পসহ সভা অনুষ্ঠিত হওয়ার নির্ধারিত সময়ের ৪৮ ঘন্টা পূর্বে অবশ্যই কোম্পানির প্রধান কার্যালয়ে জমা দিতে হবে।

৩. শুধুমাত্র শেয়ারহোল্ডারগন অথবা তাদের মনোনিত প্রক্সিদের সভায় অংশগ্রহনের রেজিস্ট্রেশন প্রক্রিয়ায় প্রবেশাধিকার রয়েছে বলে বিবেচিত হবে।

৪. কেবলমাত্র সভায় বিজ্ঞপ্তির সাথে প্রেরিত হাজিরা রসিদ/ এটেন্ডেন্স স্লিপ জমার প্রেক্ষিতে শেয়ারহোল্ডারদের অথবা প্রক্সিদের ফ্যাক্টরি প্রাঙ্গনে প্রবেশ এর অনুমতি প্রদান করা হবে।

৫. শেয়ারহোল্ডারদের পরিচালকমন্ডলির প্রতিবেদন ৩০ জুন ২০১৭ইং তারিখে সমাপ্ত নিরীক্ষিত আর্থিক প্রতিবেদনের উপর প্রশ্নাবলীসমূহ বার্ষিক সাধারণ সভার কমপক্ষে ৩ (তিন) দিন পূর্বে কোম্পানির প্রধান কার্যালয়ে জমা দেওয়ার জন্য অনুরোধ করা হল।

৬. ৩০ জুন ২০১৭ইং তারিখে সমাপ্ত বছরের প্রতিবেদন কোম্পানির ওয়েবসাইট www.bbscables.com.bd এ পাওয়া যাবে।

৭. বাংলাদেশ সিকিউরিটি এ্যান্ড এক্সচেঞ্জ কমিশন সার্কুলার নং এসইসি/ সিএমএআরডি/২০০৯-১৯৩/১৫৪ তারিখ ২৪ আগষ্ট ২০১৩ইং অনুযায়ী আসন্ন ৯তম বার্ষিক সাধারন সভায় অংশগ্রহনের জন্য শেয়ারহোল্ডারদের কোন প্রকারের বিশেষ সুবিধা, খাবার বা নগদ উপহার দেওয়া হবে না।

LETTER OF TRANSMITTAL

To
All Shareholders of BBS Cables Ltd.
Bangladesh Securities and Exchange Commission (BSEC)
Registrar of Joint Stock Companies and Firms (RJSC)
Dhaka Stock Exchange Limited (DSE)
Chittagong Stock Exchange Limited (CSE)
National Board of Revenue (NBR)

Subject: Annual Report for the year ended June 30, 2017.

Dear Sir(s),

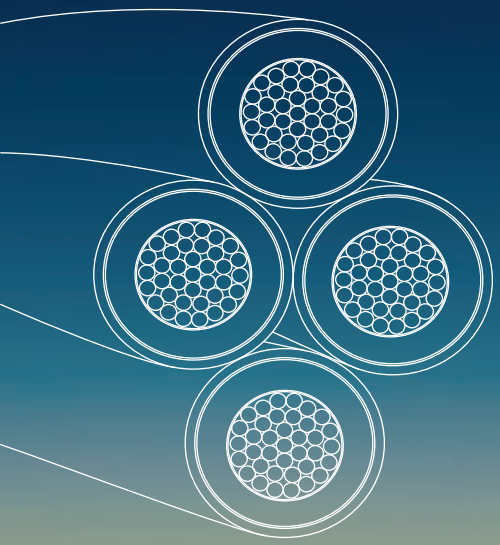
It is our immense pleasure to present before you the Annual Report of BBS Cables Ltd. along with the Audited Financial Statements for the year which ended on June 30, 2017. Financial Statements along with notes to the Accounts of the Company comprise the statements of Financial Positions, statements of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the period which ended on June 30, 2017.

Yours sincerely

Sd/-
Md. Nazmul Hasan QCS
Company Secretary

Date: 27 November, 2017
Place: Dhaka

AMAR STOCK



OVERVIEW OF **BBS CABLES LTD.**



BBS Cables Ltd., a sister concern of Bangladesh Building Systems Ltd. (BBSL) which is a leading Pre-Engineered Steel Building Manufacturer in Bangladesh, has been incorporated in 2009. BBS Cables Ltd. is looking forward to managing expertise and obtaining technology to provide better engineering solutions through supplying quality electrical Cables, Wires, Conductors and better Customer Service. Now at the eve of the 21st century globalization, electric power has become an integral part for infrastructural development. With the rapid urbanization from corner to corner worldwide, the necessity of transmitting power assumes significant for sustainable industrial growth. So, our objective is to manufacture electrical Cables, Wires and Conductors of the highest quality and provide unparallel Customer Service to contribute to our national economic growth. We strongly believe that the relentless effort to quality and continuous improvement is the only key to long term success.

Our factory is located at Sreepur, Gazipur, Bangladesh which is equipped with state of the art technology machineries to manufacture and test all types of quality Cables, Wires and Conductors in conformity with the latest version of National and International Standards e.g. International Electro-technical Commission (IEC), German Standard (VDE), British Standard (BS), Bangladesh Standard (BDS), Australian Standard (AS), Indian Standard (IS) and also meet up the specific requirements of the customer. We believe in a world that is safe and sound for us and also for our next generation.

VINAYSTOCK

Environment Friendly Cables

The Cable Industry started its journey before Bangladesh came into being in 1971. At that time there were very few industries in this sector to serve the whole nation. As time went on the industry expanded significantly realizing the emerging demand of cables both in locally and globally. Now the industry has reached at a reasonable size, still unable to meet the total demand of the country.

The Government of Bangladesh has given special attention to establish power supply in all over the country within a shortest possible time which also increased the demand of cables remarkably. In the Power System Master Plan 2010 demand forecast was made based on 7% GDP growth rate. Based upon the study, the peak demand would be about 12,644 MW in FY 2017, 17,304 MW in FY2020 and 25,199 MW in 2025. The sector is also attractive to the investors for large local market, favorable export opportunity, intelligent labor force, availability of manpower at reasonable cost etc. Again, rapid industrialization and urbanization made the industry more prospective.

BRIEF OVERVIEW

Particulars	Description
Name of the Issuer	BBS CABLES LTD.
Logo	BBS CABLES® more than safety
Date of Incorporation	April 12, 2009 vide registration no.C-76109
Commercial Operation	April 02, 2011
Launching of Plant	15 October, 2009
Launching of Products	02 April, 2011
Launching of Marketing	02 April, 2011
Converted into a public limited Company	January 31, 2015
Authorized Capital	Tk.3,000,000,000 divided into 300,000,000 Ordinary Shares of Tk.10 each
Paid up Capital	Tk.1,200,000,000 divided into 120,000,000 Ordinary Shares of Tk.10 each
Board of Directors	8 Directors
Registered Office	Factory Premises, Jaina Bazar, Telehate, Sreepur, Gazipur, Bangladesh
Registered Office	Configure Bapari Tower (3rd Floor), Ga-64, Middle Badda, Dhaka-1212, Bangladesh
Factory/Plant Address	Jaina Bazar, Telehate, Sreepur, Gazipur, Bangladesh
Telephone Number	+88 02 9859915-17, 9850771
Fax Number	+88 02 9850772
Website	www.bbscables.com.bd
E-mail Address	nazmul@bbscables.com.bd



CORPORATE INFORMATION

Official Name of the Company	: BBS Cables Ltd.
Legal Status	: Public Limited Company
Trade Code	: BBSCABLES
Nature of Business	: Electrical Wire & Cables Manufacturer

Board of Directors

Engr. Mohammad Badrul Hassan	- Chairman
Engr. Abu Noman Howlader	- Managing Director
Engr. Mohammad Ruhul Majid	- Director
Engr. Hasan Morshed Chowdhury	- Director
Mr. Md. Ashraf Ali Khan	- Director
Syed Ferdous Raihan Kirmany	- Nominated Director
Mr. Md. Shafiqur Rahman	- Independent Director
Syed Mansur Ahmed FCA	- Independent Director

Chief Financial Officer

Mr. Mohammad Aminul Islam FCMA

Company Secretary

Mr. Md. Nazmul Hasan QCS

Board Audit Committee

Syed Mansur Ahmed FCA, Independent Director	- Chairman
Engr. Abu Noman Howlader, Managing Director	- Member
Engr. Mohammad Ruhul Majid, Director	- Member
Mr. Md. Aminul Islam FCMA, Chief Financial Officer	- Member
Mr. Biplob Kumar Saha, Head of Internal Audit	- Member
Mr. Md. Nazmul Hasan QCS, Company Secretary	- Member Secretary

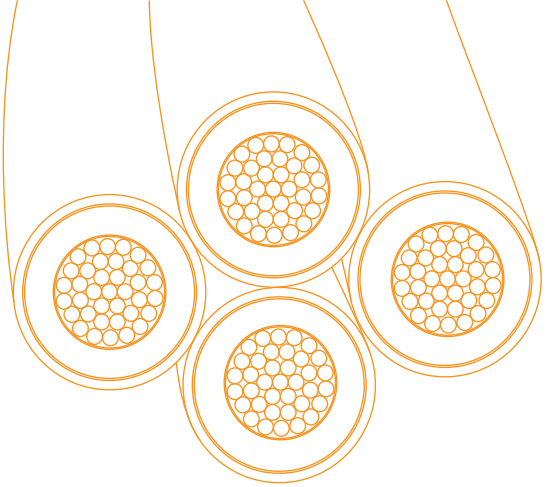
Board Remuneration Committee

Mr. Md. Shafiqur Rahman, Independent Director	- Chairman
Engr. Abu Noman Howlader, Managing Director	- Member
Mr. Md. Aminul Islam FCMA, Chief Financial Officer	- Member
Mr. Md. Nazmul Hasan QCS, Company Secretary	- Member Secretary
Mr. Mohammad Arif Hasan, Manager HRM	- Member

Board CSR Committee

Mr. Md. Shafiqur Rahman, Independent Director	- Chairman
Engr. Abu Noman Howlader, Managing Director	- Member
Mr. Md. Ashraf Ali Khan, Director	- Member
Mr. Nazmul Hasan QCS, Company Secretary	- Member Secretary
Mr. Md. Rabiul Kamal, Brand Manager	- Member

SMARTSOFT



Executive Committee

Engr. Mohammad Badrul Hassan	- Chairman
Engr. Abu Noman Howlader	- Managing Director
Mr. Mohammad Aminul Islam FCMA	- Chief Financial Officer
Mr. Md. Omar Faruk	- Head of Marketing
Mr. Golam Mostofa Kamal	- Head of Human Resources
Mr. Md. Aminur Rahman	- Head of Operations
Mr. Sajal Kumar Bose	- Head of Legal & External Affairs

Head of Internal Audit

Mr. Biplob Kumar Saha

Statutory Auditors

Ahmed Zaker & Co.

Governance Compliance Auditor

Itrat Husain & Associates

Bankers

Mutual Trust Bank Ltd.
Mercantile Bank Ltd.
United Commercial Bank Ltd.
Social Islami Bank Ltd.

NBFIs'

IDLC Finance Ltd.
Lankabangla Finance Ltd.
Industrial and Infrastructure Development Finance Company.
IPDC Bangladesh Ltd.

Registered Office

Factory Premises, Jaina Bazar, Telehate,
Sreepur, Gazipur, Bangladesh.

Corporate Head Office

Configure Bapari Tower (3rd Floor),
GA-64 Middle Badda, Dhaka-1212.
Tel : +88 02 9859915-17,
+880 2 9850771
Fax : +88 02 9850772
Email : info@bbscables.com.bd
Web : www.bbscables.com.bd

Share Office

Homestead Gulshan Link Tower (2nd Floor),
TA-99, Gulshan-Badda Link Road,
Middle Badda, Dhaka-1212.
Tel : +880 2 9854475
Fax : +880 2 9854476
Email : nazmul@bbscables.com.bd

AMAR STOCK

ETHOS & VALUES



Vision

A winning industrial leader creating superior values for business and community beyond the boundary.

Mission

We achieve our vision through honesty & integrity, business ethics, global reach, technological expertise, quality, building long term relationships with all our associates, customers, partners and employees.

Strategic Focus Areas

The foundations upon which our strategy is built have been in place for many years but we continue to focus our activities in the following areas and consistently review our ways of operating business. The details are:

Customer Delight: A promise to fulfill customer expectations.

Growth: Developing brands, innovations and new products to meet consumers evolving needs.

Pursuit of Excellence: A promise to continuous improvement of our teams, services and products as well to become the best.

Understand: We seek to understand the needs of stakeholders and the Company to make the best decisions.

Productivity: Effectively deploying resources to increase profits and generate funds for investment.

Integrity and Transparency: A promise to be ethical, sincere, honest and transparent. Ensuring a sustainable business that meets stakeholder' expectations.

Leadership by Example: Ensuring we have great people, great teams and great place to work. A promise to create standards in our business and transactions through mutual trust.

Quality Policy

Quality and strength are the attributes of our products. In maintaining the quality of the products, BBS Cables Ltd. follow the zero tolerance rules. We at BBS Cables Ltd. constantly strive to meet and exceed customer expectations in our on-going quest for excellence. BBS Cables Ltd. has enriched laboratory where the quality of the products checked in every steps of the production.

Accordingly, we are committed to:

- Complying with the requirements of the quality management system implemented;
- Effectively utilizing the available resources;
- Constant striving for improving the level of customer satisfaction; and
- Continually improving the effectiveness of the quality management system.

Environment Policy

We at BBS Cable Ltd. recognize that Environmental Issues have become critical challenge globally. We are committed to contributing towards "Leaving a beautiful planet as a legacy to future generations".

For achieving this, we believe that we need to work in harmony with the nature; recognize the environmental impact related to our business activities & products and undertake protection of environment through technologically and economically feasible goals within our scope

We are using Lead free PVC Resin in our insulation to be as an environment friendly cable in Bangladesh.
We are committed towards conservation of natural resources by their responsible and efficient use in our operations. We are also committed to continual improvement in environmental performance and complying with environmental legislations and requirements

Environment Friendly Cables

We are providing appropriate training to employees to enhance their awareness and commitment to environmental protection. Our environmental policy is communicated to all our employees, business associates and made available to the public.

Business Environment

The issuer's business environment is conducive to the business as good supply of raw materials. The company has skilled and competent labors as well. The facilities and wages are reasonable. The policy of the Government is favorable to this sector. BBS Cables Ltd. always tries to produce environment friendly cables.

Corporate Objectives

- To give more emphasis on customers satisfaction.
- To promote expansively on current areas of success.
- To build a strong brand image.
- To earn reasonable profits.
- To capture the target market share.
- To oblige consistently the changing needs of customers for their convenience.
- To gratify our customers.
- To be the leading cable manufacturer in Bangladesh.

Corporate Viewpoint

- **For Shareholders:** By forgoing ahead and continuous growing its position as a stable and progressive Manufacturing Company in the Country.
- **For Customers:** The prime objective of BBS Cables Ltd. is to provide the best quality products and services in every aspect of its business as well as to maintain good customer-supplier relationship.
- **For Employee:** Clients do not come first, Employees do. If we take care of our employees the will eventually take care of our clients.

Major Types of Products

The Company produces various types of products, details of which have been laid down as below:

Sl. No.	Product Name	Sl. No.	Product Name	Sl. No.	Product Name
1	Aluminum Cables	7	Submersible Cables	13	Rubber Cables
2	Silicon Cables	8	Flexible Cables	14	Welding Cables
3	Power Cables	9	Tele-communication Cables	15	Automobiles Cables
4	Railway Signaling Cables	10	Copper Cables	16	Coaxial Cables
5	Jelly-filled Cables	11	Optical Fiber Cables	17	Fire Resistance Cables
6	FRLS Cables	12	HR-FRLS Cables		

Upcoming Products

There are special types of cables, which will be launching very soon. The product is "HT Cables up to 66KV capacity".

BBS CABLES®
more than safety

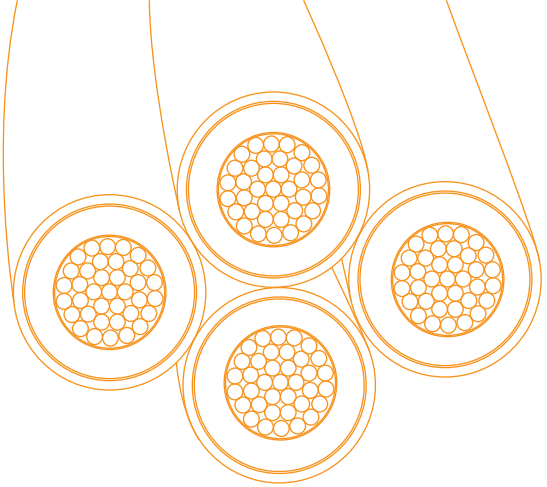
CHAIRMAN'S STATEMENT

"The Board is committed to ensure sustainable growth in business and to deliver long-term value to its shareholders and stakeholders by implementing Good Governence in the company."

Engr. Mohammad Badrul Hassan
Chairman of the Board



MARSTOCK



Dear Shareholders,

On behalf of the Board of Directors, I would like to welcome you all at the 9th Annual General Meeting of BBS Cables Ltd. I would also like to take the opportunity to share and exchange our thoughts and views on the performance of the company in the past years and the potentials and possibilities going forward. Your Company continued to deliver excellent underlying performance in this year, despite challenging conditions. The Board of Directors and Management ensured the sustainable growth in business and committed to delivering long term value to the shareholders and other stakeholders.

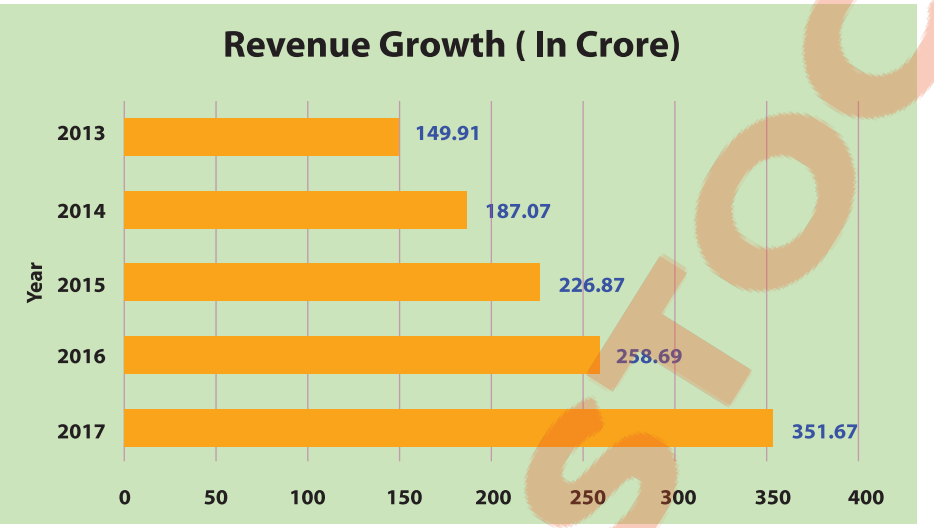
Every year we see new technologies and innovative ideas evolving which enhances the safety and quality of the products. For us, sustainable growth is not a choice or something that is nice to have, it is critical to securing the future of our business by creating value for consumers, our customers and our shareholders. I believe BBS Cables Ltd. looks for new ways, makes the effort and takes the initiatives to adopt those into business processes and deliver the best products at consumers' door in the shortest time possible.

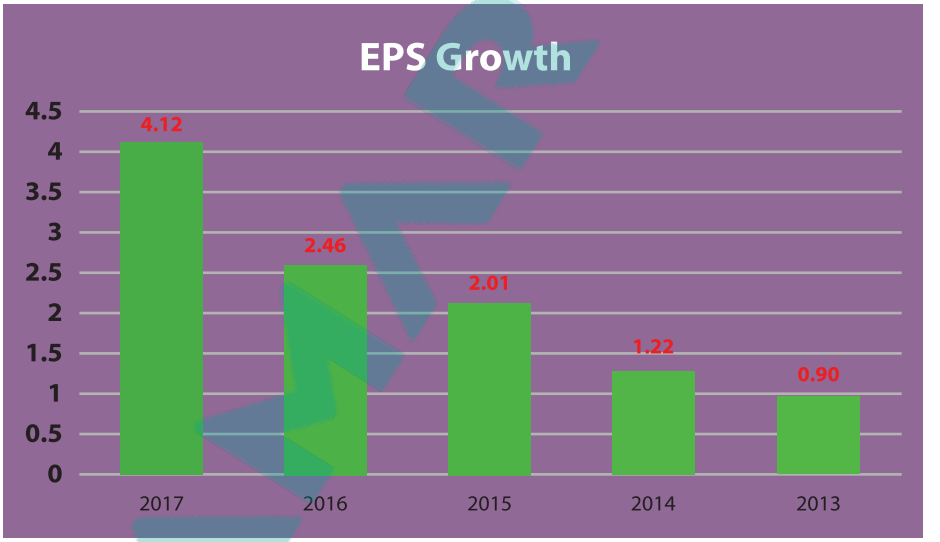
Industry Outlook

The Government of Bangladesh has given special attention to establish power supply in all over the country within a shortest possible time which also increased the demand of cables remarkably. In the Power System Master Plan 2010 demand forecast was made based on 7% GDP growth rate. Based upon the study, the peak demand would be about 12,644 MW in FY 2017, 17,304 MW in FY2020 and 25,199 MW in 2025. The sector is also attractive to the investors for large local market, favorable export opportunity, intelligent labor force, availability of manpower at reasonable cost etc. Again, rapid industrialization and urbanization made the industry more prospective.

Business Performance

The Company has achieved expected growth in all aspects. Volume growth achieved through a focused business strategy that was supported by our dedicated people across all business functions. Our brand portfolio is strengthened through consumer relevant initiatives and excellent retail level executions. The overall Company performance in 2017 was driven by revenue growth, increased market shares, effective cost management and productivity initiatives across the Company. This result was achieved due to hard work of our people, guidance of our Board of Directors, dedication of our Executive Committee members and leadership of our Managing Director who led the business to deliver the results. The business performance can be presented through graphically:





Deliberate Investments

BBS Cables Ltd. is fastest growing electrical cable manufacturing company in Bangladesh. In order to meet the commitment of delivering long term value to our shareholders, the Company invested in the capacity enhancement of our production, safety of our people, and machineries as per the need of the business which will facilitate justifiable future growth. We are working for continuous improvement in our business that will release funds to invest in our brands, helping us to grow our business and deliver higher returns for shareholders.

Compliance of Audit

"Ahmed Zaker & Co.", Chartered Accountants, have been reappointed in the 8th AGM by the Shareholders for the year 2017. Apart from that "Itrat Husain & Associates", Chartered Secretaries, carried out the Corporate Governance Compliance Audit to certify the fulfillment of the requirements of Bangladesh Securities and Exchange Commission (BSEC).

Board of Directors

The Board of Directors of BBS Cables Ltd. is the best board in our country. The Board of Directors of the Company consists of eight Directors. Out of the eight Directors, five are Sponsor Directors, one Nominated Director and two Independent Directors. Throughout different Board meetings during the year, The Board has considered and approved different important business proposals to ensure sustainable business growth and played a catalytic role in protecting your interests. The Board assessment of the key risks and uncertainty, facing the Company broadly remains unchanged. I gratefully thank all of our Board Members for their support and contributions which enable the Management to achieve sustainable business performance throughout the year 2017.

Return of the Shareholders

In this continuous growing business performance, the Board of Directors of BBS Cables Ltd. proposed 5% Cash Dividend and 15% Stock Dividend in the form of Bonus which is being placed in the Annual General Meeting for approval of the honorable shareholders.

Conclusion

I would like to express my sincere thanks and appreciations to you all, our valued customers, suppliers, distributors, shareholders, bankers, Members of the Board, Members of the Executive Committee, Employees of the Company for their confidence in us and valuable contribution to the Company throughout the year 2017.

I would also like to thank the Government bodies, Bangladesh Securities & Exchange Commission (BSEC), Dhaka Stock Exchange Ltd. (DSE), Chittagong Stock Exchange Ltd. (CSE) and other statutory bodies for their support for the various activities of the Company.

Thank you once again for being with BBS Cables Ltd.

sd/-

Engr. Mohammad Badrul Hassan
Chairman of the Board
BBS Cables Ltd.

BBS CABLES®
more than safety

MANAGING DIRECTOR'S OVERVIEW

"We are confident to overcome existing and upcoming challenges by ensuring good corporate governence & market leading innovations to confirm a sustainable future for our business as well as ecconomic development of the country."

Engr. Abu Noman Howlader
Managing Director



Dear Shareholders,

It is indeed a proud moment for me to report another outstanding year of revenue, profit and earnings growth, driven by a successful strategy and winning culture despite very challenging external environment in 2017. On behalf of the Board Members and everyone from BBS Cables Ltd. I welcome you all to the 9th Annual General Meeting 2017. We always try to continue to deliver value to the shareholders while investing in our capacity, our brands, our products, our people and the community where we work, to ensure a sustainable future for our business as well as the country's economic development to change the lives and livings of people across all social ranges.

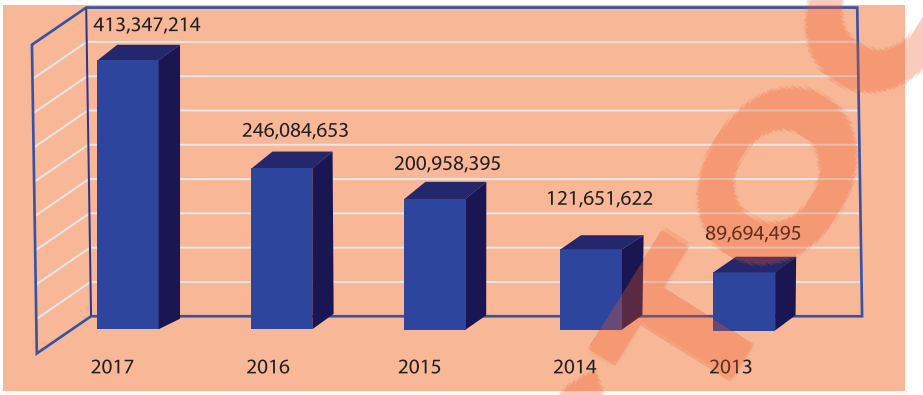
Overview of Business

BBS Cables Ltd. is one of the largest electrical wires and cables manufacturer in Bangladesh. The business performance of BBS Cables Ltd. is growing and indicated up trend. The gross margin of the Company for the year 2016-2017 was BDT 119.54 Crore, up by BDT 30.64 Crores from the previous year. This increase was driven by sales volume growth, smart pricing, increase market shares, effective cost management and productivity initiatives across the company. It is very much promising that the cables industry of Bangladesh has become one of the leading players in our country due to the digitization of the country. BBS Cables Ltd. will also be the market leader in this sector within very short period of time.



TAR STOCK

Net Profit After Tax



Strategy for Continuous Growth

The Company enthusiastically believes that success and responsibility go together. We work together to fight the odds and could overcome all kinds of challenges. Our strategy is to ensure sustainable growth. The Company's business is primarily focused on the sale of electric cables in our country. The Company also take some strategies to export the products within very short period. Now the company is participating tender in the REB and PDB. We always increase our production capacity to participate the tender in DESCO, DESA and others as well as increase the market share.

In 2018, we expect the trading environment will remain challenging, but our strong business model has shown that the Company is well placed to face future challenges. As such, I am confident that we have our strong brands portfolio, excellent management, market-leading innovations and an outstanding range of high-quality products people and focus on efficiency to enable the continued delivery of value to the shareholders. Combined with the strong support of our employees, business partners and relevant stakeholders, we will direct the business towards excellence and will present another successful year for our shareholders.

Our strengths

We always like to work together to fight the probabilities and could overcome all kinds of difficulties arises while operating the business. Apart from the support of our respected Board Members, shareholders and stakeholders, our continued success would not have been possible without our talented people and great leaders who worked efficiently and effectively in delivering remarkable results. This makes us one of the most preferred employers in the country. We have used latest SEKORA technology for producing quality cables and have modern laboratories for testing cables in every step of the production. We are operating business in the engineering sector. We, the management of BBS Cables Ltd. are four Engineers who are graduated from BUET and handling the operations of the business effectively and efficiently. I am very much confident that we have the strength that will help to deliver continuous growth in the coming years.

Our Commitment

BBS Cables Ltd. is one of the leading electrical cables manufacturer in the country. The Company achieve this position due to strong commitment regarding the quality products, after sales service, quality management and others. We really believe that success and responsibility go together for success. We are committed to the social and economic development of the country. As one of the leading electrical manufacturer in the country, we are proud to pay our part in shaping the future of corporate best practices in Bangladesh with the idea of delivering value for shareholders today while investing for tomorrow.

BBS Cables Environment Friendly Cables

Future Prospects

Considering the growing demand of the industry in recent years, the Company has taken decision to expand the business capacity. We are always working for continuous improvement in our business that will release funds to invest in our brands, helping us to grow our business and deliver higher returns for shareholders. With the economic progress, we have shown a consistent ability to improve shareholders' return and to increase our market share. We will continue to focus on meeting customers' expectations. We confident that we are able to overcome the challenges of upcoming years through our strong strategic management, quality products, good brand portfolio, market leading innovations and continuous support the customers demand as well. We will navigate the business towards excellence and will present another successful year for our shareholders with the strong support of our Employees, Board Members, Excellent Executive Committee, and relevant stakeholders.

Compliance of Regulations

The Company is committed to ensure regulatory compliance and environment friendly responsible operations in this sector. We have always been clear that we support and abide by all the laws and regulations of the country. The Company is carrying out all of its activities by following the Companies Act, 1994, Rules and Regulations of Bangladesh Securities and Exchange Commission (BSEC), DSE Listing Regulations, Income Tax Ordinance 1984, Bangladesh Labor Act 2006 and other related rules and regulations.

Conclusion

Let me express my sincere thanks to all the stakeholders of the company for their support and contributions. I would like to express my gratitude and appreciation to you all our valued customers, distributors, suppliers, Board Members, Members of Executive Committee, Employees of the Company and other relevant authorities of the Government. The Board of Directors guidance and support has always been instrumental in shaping the success of the Company. We are really very much grateful to our millions of customers who have been with us along with their believe and dedication towards us and our brands as well. We always believe that we can build values for our shareholders and customers.

Thank you once again and expecting you as a partner of BBS Cables Ltd.

Sd/-

Engr. Abu Noman Howlader
Managing Director
BBS Cables Ltd.

MEMBERS OF THE BOARD



Standing left to right:
Mohammad Aminul Islam FCMA, CFO | Syed Ferdous Raihan Kirmany, Nominated Director | Md. Ashraf Ali Khan, Director | Engr. Mohammad Ruhul Majid, Director | Engr. Mohammad Badrul Hassan, Chairman | Engr. Abu Noman Howlader, Managing Director | Engr. Hasan Morshed Chowdhury, Director | Syed Mansur Ahmed FCA, Independent Director | Md. Shafiqur Rahman, Independent Director | Md. Nazmul Hasan QCS, Company Secretary



Engr. Mohammad Badrul Hassan

Chairman

Mohammad Badrul Hassan is a Graduate in Civil Engineering from I.I.T. Kanpur, India and completed Masters in Advanced Engineering Management from BUET. He took various business related professional courses at home and abroad. He was born in 1975 in Noakhali District. He completed SSC from Motijheel Govt. Boys' High School and HSC from Notre Dame College, Dhaka. He started his professional career in 1998 as a Design Engineer in Engineering & Planning Consultancy Ltd. (EPC). In 1999 he joined in BMI Holdings (Pvt.) Ltd. Sri Lanka as a Sales Engineer. In 2001, he joined in Zamil Steel, Saudi Arabia. In 2003, he along with some entrepreneurs established Bangladesh Building Systems Ltd. (BBSL), one of the leading brand in pre-engineered steel buildings. He was the President of Rotary Club of Dhaka Pioneer. In his professional career he visited India, Sri Lanka, Canada, China, Thailand, Malaysia, Australia and Singapore. He is a member of Malaysia Chamber of Commerce in Bangladesh. He is the Managing Director of BBS Developers Ltd. He is also the Director of Bangladesh Building Systems Ltd., BBS Metallurgic Industries Ltd., Helix Wire & Cables Industries Ltd., Xiamen Reflective Insulations Ltd., BBS Distribution Ltd. and BBS Infrastructure Ltd.



Engr. Abu Noman Howlader

Managing Director

Engr. Abu Noman Howlader, the Managing Director of BBSCL is a Graduate in Mechanical Engineering from BUET. He was born in Bhola District. He completed his SSC from Karimgonj High School, Lalmohon, Bhola and HSC from Rajshahi City College. He started his Professional Career as a Project Engineer (Mechanical) in 1997 in Sinha Textile Group. In 2000 he started exploring new scopes for business with an ambition to be an Industrialist and to be a direct contributor in employment generation. In 2003 his dream came true, he along with some entrepreneurs established Bangladesh Building Systems Ltd. (BBSL), one of the leading brand in pre-engineered steel building in Bangladesh. He is an optimist man, good leader and also a perfectionist. His inner vision, leadership and early adaptability have made BBSL a trusted name in pre-engineered steel building sector in Bangladesh. He is the corporate member of Dhaka Chamber of Commerce & Industry (DCCI), Uttara Club, Bangladesh Electrical Association, Electrical Merchandise & Manufacturing Association. He is also the member of Bangladesh Malaysia Chamber of Commerce & Industry and National Association of Small & Cottage Industries of Bangladesh. He is a regular contributor of many social organizations also. In his professional career he visited India, China, England, Thailand, Hong Kong, Sri Lanka, Australia, KSA and countries. Mr. Noman is also a Managing Director of Bangladesh Building Systems Ltd. (listed Company), BBS Metallurgic Industries Ltd., Helix Wire & Cables Industries Ltd. and Nahee Aluminum Composite Panel Ltd. He is also a Director of Xiamen Reflective Insulations Ltd., BBS Infrastructure Ltd. BBS Distribution Ltd., BBS Developers Ltd., Nahee S S Pipes Industries Ltd., and Nahee Zeo-Textiles Mills Ltd.



Engr. Hasan Morshed Chowdhury

Director

Hasan Morshed Chowdhury is a Civil Engineer, who completed his graduation from BUET. He was born in Dharmapur under Gaibandha district. He completed SSC from Gobindhaganj Bahumukhi Uchchay Biddalaya and HSC from Tejgaon College, Dhaka. He started his professional career in "Multi-Build" under management of Jonson Control-USA. In his service under Multi-build, he worked in Singapore, Sri Lanka & India. He received training on "Building Management System, Air Conditioning System, Fire Protection System & Safety Issue" in USA. Later, he joined in Zamil Steel Industries Ltd. as a Sales Engineer. For his outstanding sales performance. In 2003, he along with some entrepreneurs established Bangladesh Building Systems Ltd. (BBSL). In his professional career he visited Saudi Arabia, Malaysia, UAE, Egypt, Sri Lanka, Bahrain, Thailand, China, Singapore and Canada. He is the Managing Director of BBS Infrastructure Ltd. He is also the Director of Bangladesh Building Systems Ltd. (listed Company), BBS Metallurgic Industries Ltd., Helix Wire & Cables Industries Ltd., Xiamen Reflective Insulations Ltd., BBS Distribution Ltd. and BBS Developers Ltd.



Engr. Mohammad Ruhul Majid

Director

Mohammad Ruhul Majid is a Civil Engineer, who completed his graduation from BUET in the year 1996. His native village name is Sonua under Bashkahli Thana in Chittagong district. He completed SSC from Dhanmondi Govt. Boys' High School and HSC from Dhaka Residential Model School & College. During his study in BUET, he was awarded "Best Organizer" in 1996. He started his professional career as a site supervisor in "Jamuna Bridge Project" under Hyundai Corporation in 1996. During his service in "Jamuna Bridge Project"; he was awarded in safety matter. He joined in Zamil Steel Industries Ltd. as a Sales Engineer in 1998. In 2003 he along with some entrepreneurs established BBSL. He is a fellow member of IEB (FIEB-9048). He is a regular contributor of many social organizations. In his professional career he visited Saudi Arabia, Egypt, Bahrain, Thailand, China & Singapore. He is also the Director of Bangladesh Building Systems Ltd. (listed Company), BBS Metallurgic Industries Ltd., Helix Wire & Cables Industries Ltd., Xiamen Reflective Insulations Ltd., BBS Developers Ltd., BBS Distribution Ltd. and BBS Infrastructure Ltd.



Md. Ashraf Ali Khan

Director

Md. Ashraf Ali Khan is a Management Graduate from Rajshahi University. He was born in Pakshi under Pabna district. He completed SSC from CPVP High School, Pakshi, Pabna and HSC from Rajshahi Government City College. He started his professional career in Construction Business. Later he involved in Garments and Textile business. In 2003 he along with some entrepreneurs established BBSL. He is the "Vice President" of Ishwardi Janakalyan Samity, Dhaka. He is a regular contributor of many social organizations. In his professional career he visited USA, UK, CANADA, China, Thailand, Malaysia, Singapore and other countries. He is the Managing Director of Total Knit Composite Ltd. He is also the Director of Bangladesh Building Systems Ltd. (listed Company), BBS Metallurgic Industries Ltd., Helix Wire & Cables Industries Ltd., Xiamen Reflective Insulations Ltd. and BBS Developers Ltd.



Syed Ferdous Raihan Kirmany

Nominated Director

Syed Ferdous Raihan Kirmany was born in 1978 at Dhaka district. He completed his graduation from University of Asia Pacific Bangladesh in B.Sc Engineering (Civil and Environment). He also completed his MBA from American International University in Operational Management. He started his service period from 2003 in Bangladesh Building Systems Ltd as Assistant Sales Manager. He is now doing his service in Bangladesh Building Systems Ltd. as General Manager (Coordination) from 2016 to till now. Mr. Kirmany is the Fellow Member of the Institution of Engineers, Bangladesh (IEB). He has major experiences in some key areas like coordinating, team building, leadership, development strategies and policies, problem solving and rapid decision making, project development and implementation and supply chain management. He also participated in many training programs from Bangladesh Debate Federation, UAP for Environmental Management Systems.



Md. Shafiqur Rahman
Independent Director

Md. Shafiqur Rahman is Accounting graduate from Dhaka University. He was born in Comilla district. He is the Ex-Managing Director of Social Islami Bank Ltd. He completed his S.S.C and H.S.C from Comilla Zilla School and Comilla Victoria College respectively. He started his professional service as a Senior Officer (on probation) in Sonali Bank Ltd. from 1977 to 1986. He worked as Principal Officer and Senior Principal Officer, Branch In-charge at Sonali Bank Ltd. from 1986 to 1992. After that he worked as Assistant General Manager in Sonali Bank Ltd. at Foreign Exchange department from 1992 to 1997. He worked as Deputy General Manager and branch in-charge in Sonali Bank Ltd. from 1997 to 2003. After that he worked as General Manager in Agrani Bank Ltd. from 2003 to 2008. He also gathered banking knowledge from different banks like Jamuna Bank Ltd., Southeast Bank Ltd., Islami Bank Ltd. and Agrani Bank Ltd. Therefore, for accelerating his banking knowledge, he started his work with Social Islami Bank Ltd. from November 2012 to January 2017. He has taken local and foreign training program from different Institutions. The local training program would be Probationary Officer's Foundation Course at Sonlai Bank Staff College, Dhaka, Management Information Systems at Bangladesh Management Development Centre (BMDC), Personal & Interpersonal Dynamics at Bangladesh Institute of Bank Management (BIBM), Intensive TOFEL Course at Notre Dame College, Account & Micro Economics at BIBM. His foreign training program would be International Trade Finance at BHF Bank Germany, Trade Finance & Cash Management in North Asia SCB Singapore, Client Seminar, AMEX Germany, Correspondent Banking Workshop, SCB China, and Client Services, AMEX New York.



Syed Mansur Ahmed FCA
Independent Director

Syed Mansur Ahmed is a Fellow member of the Institute of Chartered Accountants of Bangladesh (ICAB). His membership number is F-087. He is now a Senior Partner of Haque Shah ALam Mansur & Co., Chartered Accountants. He completed graduation from Dhaka University in 1960. He completed the Chartered Accountancy from the Institute of Chartered Accountants of Bangladesh in 1972. He has both consultancy and service experiences. He started his service life in A Qasem & Co. as Audit Assistant as registered CA student from 1960 to 1968. He worked at Eastern Mercantile Insurance Co. Ltd. as Chief Accountant from 1968 to 1972. He worked as Finance Director in Erstwhile Rupsha Life Insurance Corporation from 1972 to 1973. After that he worked at various sectors related his professional qualifications from 1973 to 1982. Therefore he worked as consultant in various organizations like Jibon Bima Corporation, Civil Aviation Authority of Bangladesh, Micro Industries Development Assistance, UNDP, Consumers Co-operative Organization, Engineering Planners & Consultants, Consortium Tree, BETS, Development Planners & Consultant, Aqua-BETS-DPC Consortium and so on. He attended in various training program to enhance his knowledge and skills from Bahrain, Nicosia and Cyprus on asset management, receivable management, inventory management, foreign exchange exposure and translation, cash and fund management, budget, best estimate, budget review and capital budget also. He also worked in Bahrain, Libya and Cyprus.



Mohammad Aminul Islam FCMA

Chief Financial Officer

Mohammad Aminul Islam is a Fellow member of the Institute of Cost and Management Accountants Bangladesh (ICMAB). His membership number is F-584. He completed graduation from Jagannath University in 1998. He started his service period from 2000 in Roshawa Spining Mills Ltd. as Cost Accountant. After that he joined in Hamid Fabrics Ltd. in 2003 as Manager in the Accounts and Finance Department. He also passed his service period in various renown companies. He joined in the BBS Cables Ltd. in 2011. He is now doing his service in BBS Cables Ltd. as Chief Financial Officer from 2016 to till now. He has major experiences in some key areas like leading as a head of the department, preparation of financial statements, overseeing the financial statements, monitoring productivity, wastage generation, control overhead, budget preparation, budgetary analysis, receivable management, fund management, financial control process, costing analysis, annual tax return submission and follow up, develop financial policies and control procedures and so on. He also participated in many training programs like Training on Cost Audit Procedure, Training on Corporate Governance, Training on Strategic Communication, VAT & Taxes, Training on Corporate Governance, Training on Income Tax Practices and Training on Volatility of Foreign Exchange Rates and so on.



Md. Nazmul Hasan QCS

Company Secretary

Md. Nazmul Hasan was born in 1984 at Jessore district. He is a Qualified Chartered Secretaries of the Institute of Chartered Secretaries of Bangladesh (ICSB). He has also completed 1400 Marks out of 2000 marks from Institute of Cost and Management Accountants Bangladesh (ICMAB). He completed his graduation (BBA) from Uttara University in Finance & Banking. He also completed MBA from Daffodil International University in Finance. A Gold Medal has been owned by Mr. Md. Nazmul Hasan for his great result in BBA from Uttara University in 2008. He started his service period from 2007 in United Consultant Ltd. as Junior Accounts Officer. After that he joined in the BBS Cables Ltd. in 2010 as Senior Executive in the Accounts and Finance Department. He is now doing his service in BBS Cables Ltd. as Company Secretary from 2016 to till now. He has major experiences in some key areas like corporate affairs, preparation of financial statements, analysis of financial statements, coordinating, capital raising process, annual return submission, arrangement of board meeting as well as other coordination meeting, follow up t he decision of the Board of Directors, comply corporate governance and so on. Apart from his diverse role as Company Secretary, he is also secretary of the Board Audit Committee, Board CSR Committee and Board Remuneration Committee. He also participated in many training programs like Training on VAT & Taxes, Training on Corporate Governance, Training on Income Tax Practices and Training on Portfolio Management.

CORPORATE GOVERNANCE

DIRECTORS REPORT

Dear Shareholders,

On behalf of the Board of Directors and Management, we welcome you all at the 9th Annual General Meeting 2017 of BBS Cables Ltd. in compliance with the provisions of section 184-186 of the Companies Act 1994 and Notification No. SEC/CM-MRRCD/2006-158/134/Admin/44 dated 07 August 2012 of the Bangladesh Securities and Exchange Commission (BSEC), it is a pleasure and privilege on the part of the Board of Directors to present the Director's Report together with Audited Financial Statements of BBS Cables Ltd. for the year ended 30 June 2017.

Industry Outlook & Future Prospects

The Cable Industry started its journey before Bangladesh came into being in 1971. At that time there were very few industries in this sector to serve the whole nation. As time went on the industry expanded significantly realizing the emerging demand of cables both in locally and globally. Now the industry has reached at a reasonable size, still unable to meet the total demand of the country.

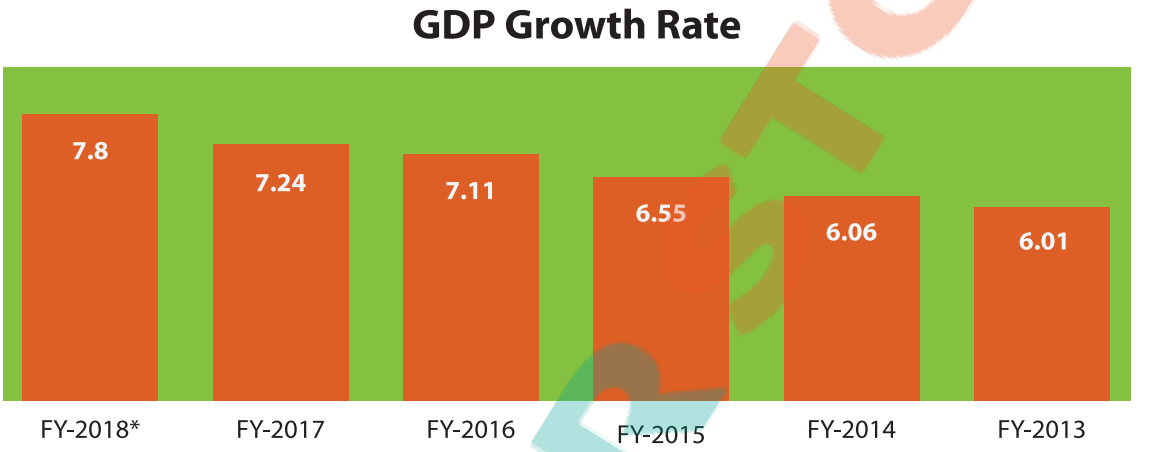
BBS Cables Ltd. is looking forward to managing expertise and obtaining technology to provide better engineering solutions through supplying quality electrical Cables, Wires, Conductors and better Customer Service. Now at the eve of the 21st century globalization, electric power has become an integral part for infrastructural development. With the rapid urbanization from corner to corner worldwide, the necessity of transmitting power assumes significant for sustainable industrial growth. So, our objective is to manufacture electrical Cables, Wires and Conductors of the highest quality to contribute to our national economic growth. Which is equipped with state of the art technology machineries to manufacture and test all types of quality Cables, Wires and Conductors and also meet up the specific requirements of the customer.

The Government of Bangladesh has given special attention to establish power supply in all over the country within a shortest possible time which also increased the demand of cables remarkably. In the Power System Master Plan 2010 demand forecast was made based on 7% GDP growth rate. Based upon the study, the peak demand would be about 12,644 MW in FY 2017, 17,304 MW in FY2020 and 25,199 MW in 2025. The sector is also attractive to the investors for large local market, favorable export opportunity, intelligent labor force, availability of manpower at reasonable cost etc. Again, rapid industrialization and urbanization made the industry more prospective

AMAR STOCK

Economic Overview

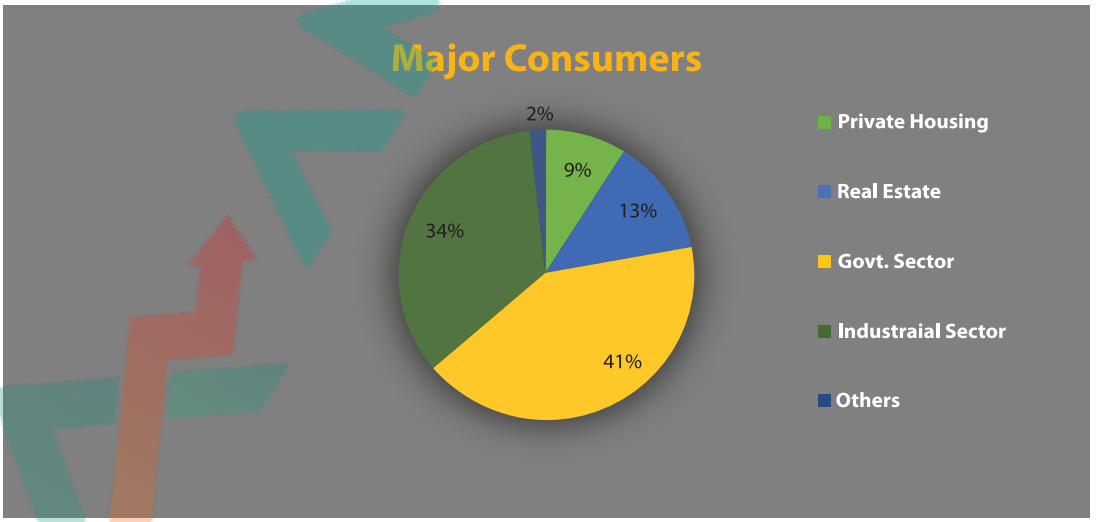
The economy of Bangladesh has grown at nearly 6 percent per year in the past decades and human development went hand-in-hand with economic growth. The growth performance continued because of sharp domestic demand boosted by higher worker remittances, private sector wages and public investment. In the last fiscal year 2016-2017, the country's GDP increased by 7.24%. The growth rate for FY 2018 can be expected to be around 7.5 percent to 7.80 percent subject to continuation of stable business and political environment.



*Expected

Segment wise Performance

We believe that BBS Cables Ltd. could have achieved greater sales growth in these years. In spite of many obstacles in this year, we have achieved a positive outcome in terms of sales volume from standalone point of view and our strong financials indicate more well-off position in our current business operation.

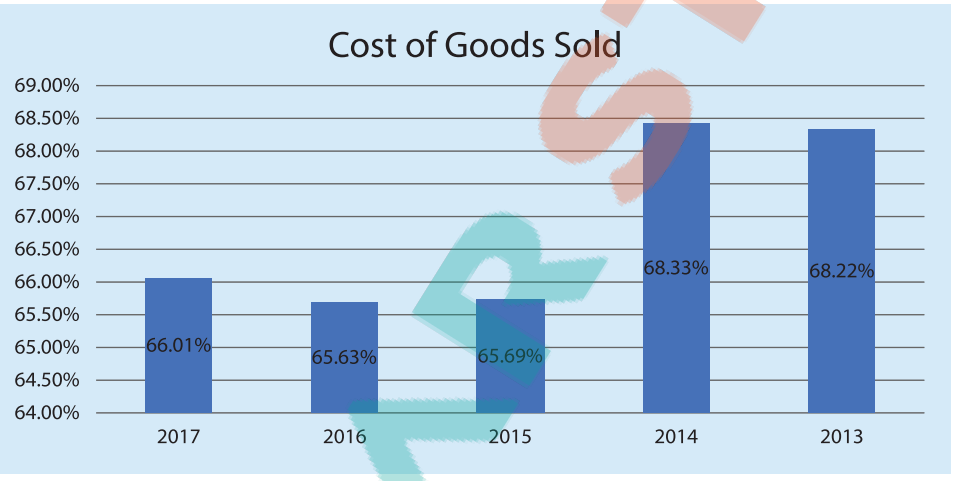


Risk and Concerns

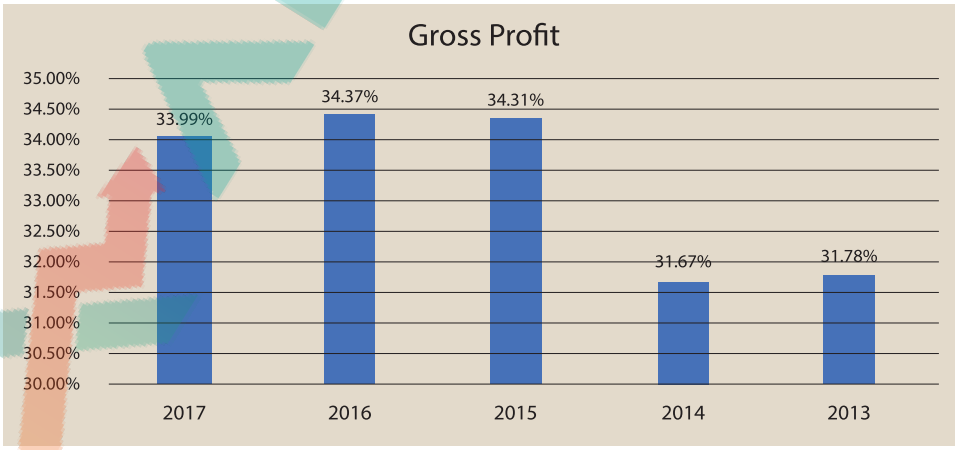
The details of risks and concerns of the Company are discussed in the Risk Management and Internal Control on Page no. 67 in this Annual Report.

Cost of Goods Sold and Profit Margins

In FY 2016-2017 Cost of Goods Sold is 66.01% of net revenue where as it was 65.63% of last year's net revenue. Although it is increased slightly comparing to the last year, but it is favorable for the company. The COGS formula is particularly important for management because it helps them analyze how well purchasing and payroll costs are being controlled. Creditors and investors also use cost of goods sold to calculate the gross margin of the business and analyze what percentage of revenues is available to cover operating expenses. When a business is growing, an increase in COGS is normal. However, larger inventory expenditures can make it difficult to assess the effectiveness of cost control efforts. The last five years scenario of Cost of Goods Sold are as follows

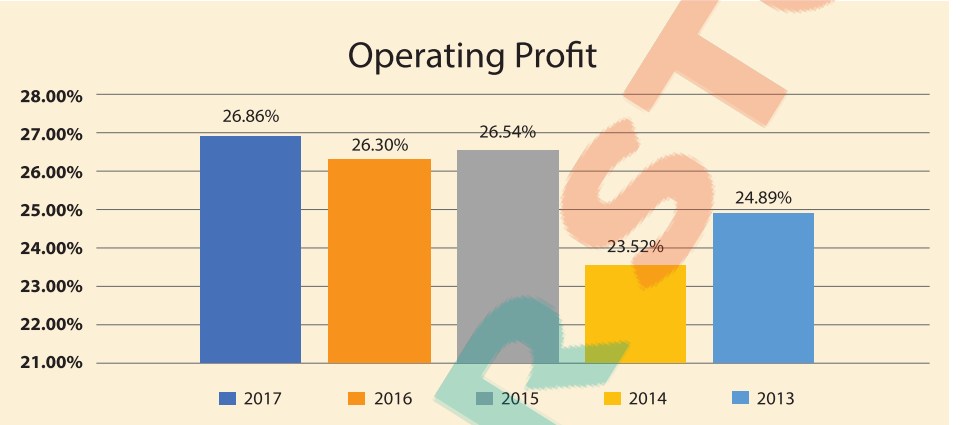


Gross profit margin measures company's manufacturing and distribution efficiency during the production process. In FY 2016-17 the Gross Profit Margin is 33.99% of net revenue where it was 34.37% in 2015-16 of net revenue. The Gross Profit Margin has reduced slightly in FY2016-17 due to increase of Cost of Goods Sold during the year. High gross profit margin indicates that the company can make a reasonable profit, if it keeps the overhead cost in control. Low gross profit margin indicates that the business is unable to control its production cost. The las five years Gross Profit Margin can be shown in graphically:

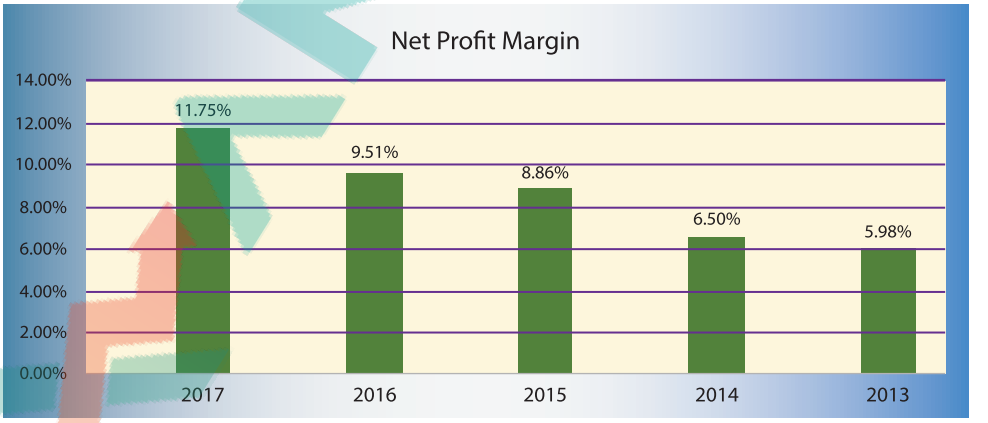


Environment Friendly Cables

Operating profit margin shows the profitability of sales resulting from regular business. Operating income results from ordinary business operations and excludes other revenue or losses, extraordinary items, interest on long term liabilities and income taxes. Operating margin is used to measure company's pricing strategy and operating efficiency. It gives an idea of how much a company makes (before interest and taxes) on each amount of sales. In FY 2016-17 the Operating Profit Margin is 26.86% of net revenue where it was 26.30% in 2015-16 of net revenue. Although the Cost of Goods Sold has increased in the FY2016-17, the Operating Profit Margin has increased due to decrease the operational cost in this year. It means the Company is earning more profit from per amount sales during the period. The last five years comparative operational profit margin shown in below:



Net Profit Margin is a key financial indicator used to assess the profitability of a company. Net profit margin provides clues to the company's pricing policies, cost structure and production efficiency. In FY2016-17 the Net Profit Margin is 11.75% of net revenue where it was 9.51% in FY2015-16. The net profit margin, also known as net profit margin, indicates how much net income a company makes with total sales achieved. A higher net profit margin means that a company is more efficient at converting sales into actual profit. The Net Profit Margin is increasing every year and it means that the Company is controlling its cost more effectively. The las five years Net Profit Margin are as follows:



Extra Ordinary Gain or Loss

BBS Cables Ltd. is one of the growing electrical cables manufacturer in Bangladesh. The earnings of the Company is increasing every year but there is no any extra ordinary gain or losses during the year.

Related Party Transactions

The party is related to the company if the party cast significant influence over the subject matters and also holding the controlling power of the management affairs of the company and any transaction made during the year with any related party transaction as per BAS-24 "Related Party Disclosure". The company engaged in a number of related party transactions on an arm's length basis. All the transaction with related parties was made through local currency at market prices. During the period, there are following related party transactions were made:

Related Party	Transaction during the year	Amount	Head of Accounts
BBS Metallurgic Industries Ltd.	Opening Balance As on 1st July, 2016	34,838,819	Accounts Payable
	Add: Purchase during the period	261,250,100	
	Less: Payment during the period	(246,877,699)	
	Closing balance	49,211,220	
Bangladesh Building Systems Ltd.	Order for making Building during the period	205,000,000	Fixed Asset
	Payment during the period	(205,000,000)	
	Closing balance	-	

Utilization of IPO Fund

BBS Cables Ltd. has got approval for increasing capital through Initial Public Offering (IPO) on 25 April, 2017 from Bangladesh Securities and Exchange Commission (BSEC). The allotment of IPO has been made on 22 June 2017. The IPO Fund has not been utilized as on 30 June 2017. The IPO fund has partially utilized and rest amount will be utilized with January 2018. The utilization report of IPO fund as on 31 October, 2017 is placed for your kind information.

Environment Friendly Cables

Report on Utilization of IPO Proceeds
As on October 31, 2017

Name of the Company	**: BBS CABLES LTD.**
Amount (BDT) of Capital Raised Through IPO	**: Tk. 200,000,000**
Date of Close of Subscription	**: June 04, 2017**
Proceeds Receiving Date (Trading Date)	**: July 31, 2017**
Last Date of Full Utilization of Fund as per Prospectus	**: Within 06 months after receiving the IPO fund**

SL	Purpose Mentioned in the Prospectus	Time line as per prospectus	Amount as per Prospectus	Total Utilized Amount	Utilized (%)	Remarks
a)	Partial Loan Pay off [IDLC Finance Limited, Gulshan Branch , Dhaka]	Immediately on availability of the IPO fund	40,000,000	40,000,000	100%	-
b)	Acquisition of Plant and Machinery	Within 06 months after receiving the IPO fund	98,000,000	-	0.00%	-
c)	Building & Other Civil Works	Within 06 months after receiving the IPO fund	44,610,000	20,000,000	44.83%	-
d)	IPO Expenses	As and When Required	17,390,000	17,390,000	100%	-
		Total	**200,000,000**	**77,390,000**		

Significant Variance between Quarterly and Annual Financial Statements

There was no significant variations between Quarterly Financial Statements and Annual Financial performance of the Company during the year under report. The Company was able to maintain a remarkable performance both in operational and financial perspective throughout the period.

Remuneration of Directors

BBS Cables Ltd. is a sister concern of Bangladesh Building Systems Ltd. The management of BBS Cables Ltd. is the same management of BBSL. The Directors are taken the remuneration from the parent company that's why they are not taking remuneration from BBS Cables Ltd. During the period of 2016-17, the Directors not taken any remuneration from the Company which has disclosed in the note 38 (B) of the Audited Financial Statements.

Internal Control and adequacy of Audit Committee

Internal Controls are to be an integral part of any organization's financial and business policies and procedures. The Company's internal control system is designed at Board and Management levels to provide reasonable assurance regarding the achievement of the Company's objectives in respect of effectiveness and efficiency of operations, reliability (completeness and timeliness) of financial reporting and management information, compliance with applicable laws, regulations and the Company's policies. The Company has its own internal auditors who are accountable to the Audit Committee. Internal controls consist of all the measures taken by the organization for the purpose of;

- Protecting its resources against waste, fraud, and inefficiency;
- Ensuring accuracy and reliability in accounting and operating data;
- Securing compliance with the policies of the organization; and
- Evaluating the level of performance in all organizational units of the organization.

PRIMARY STOCK

The board has formed an Audit Committee as per BSEC directives which consist of the following directors:

The party is related to the company if the party cast significant influence over the subject matters and also holding the controlling power of the management affairs of the company and any transaction made during the year with any related party transaction as per BAS-24 "Related Party Disclosure". The company engaged in a number of related party transactions on an arm's length basis. All the transaction with related parties was made through local currency at market prices. During the period, there are following related party transactions were made:

Names	Designation
Syed Mansur Ahmed FCA, Independent Director	Chairman
Engr. Abu Noman Howlader, Managing Director	Member
Engr. Mohammad Ruhul Majid, Director	Member
Md. Aminul Islam FCMA, CFO	Member
Md. Nazmul Hasan QCS, Company Secretary	Member Secretary
Biplob Kumar Saha, Head of Internal Audit	Member

Going Concern

Going concern is one the fundamental assumptions in accounting based on which financial statements are prepared. Financial statements are prepared assuming that a business entity will continue to operate in the foreseeable future without the need or intention on the part of management to liquidate the entity or to significantly curtail its operational activities. The Board of the Company is explicitly stated that the financial statements (verified through an audit committee and independent audit) are prepared on a going concern basis.

Significant Deviation from The Last Year's Operating Results and The Reasons Behind Deviations

During the year under review phenomenal growth has been witnessed in the year-end financial results. The revenue has increased by 35.94% comparing to the last year. The company has attained the highest revenue growth during the year of 2016-2017 which is BDT 351.68 Crore. With the increasing pattern of revenue the Gross Profit Margin, Operating Profit Margin as well as Net Profit Margin also remarkably increased during the year of 2016-2017 comparing to the last year of 2015-2016.

Particulars	30 June, 2017	30 June, 2016	Growth (%)
Net Revenue	3,516,787,664	2,586,928,680	35.94%
Gross Profit	1,195,482,477	889,041,719	34.47%
Profit from Operation	944,494,974	680,249,611	38.85%
Net Profit after Tax	413,347,214	246,084,653	67.97%
Total Non-Current Assets	1,536,460,375	1,153,018,012	33.26%
Total Current Assets	4,023,776,275	3,328,469,038	20.89%
Total Assets	5,560,236,650	4,481,487,050	24.07%
Total Non-Current Liabilities	435,878,513	458,595,537	-4.95%
Total Current Liabilities	2,823,946,733	2,335,827,323	20.90%
Total Equity	2,300,411,404	1,687,064,190	36.36%
Earnings Per Share(EPS)	4.12	2.46	67.29%
Net Asset Value per share (NAV)	19.17	16.87	13.63%

Environment Friendly Cables

The total assets have increased by 24.07% during the year of 2016-2017 comparing to the last year of 2015-2016 due to addition of new fixed assets. As a result of significant positive growth has been noticed in respect of total non-current assets. The current liability has increased by 20.90% comparing to the last year due to import of raw material against short term bank loan. On the other hand, the non-current liabilities has been decreased by 4.95%. The earning per share (EPS) has increased by 67.29% due to increase for net profit after tax. The net asset value (NAV) has also increased by 13.63% during the year of 2016-2017.

Comparative 5 Years Operating, Financial Data and Performance Indicator

Although the details of five years comparative Consolidated Statement of Comprehensive Income And Statement of Financial Position are presented in section of "Shareholders and Stakeholders Information" page no. of this report, the summary of five years performance of the company are given below:

Particulars	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013
Operation Performance:					
Revenue	3,516,787,664	2,586,928,680	2,268,705,465	1,870,678,476	1,499,124,750
Gross Profit	1,195,482,477	889,041,719	778,434,584	592,477,334	476,418,878
Other income/(expense)	3,478,047	8,378,277	3,910,824	2,436,020	1,142,593
Administrative expenses	(88,991,487)	(62,913,322)	(59,225,229)	(62,288,539)	(39,117,747)
Selling & Distribution Expenses	(161,996,017)	(145,878,786)	(117,082,201)	(90,116,611)	(64,118,701)
Financial expense	(244,712,941)	(251,832,093)	(269,204,822)	(231,110,508)	(209,570,941)
Contribution to WPPF	(33,488,575)	(20,799,800)	(16,039,674)	(10,066,557)	-
Profit before tax	669,771,504	415,995,995	320,793,482	201,331,139	164,754,082
Provision for tax	635,331,681	424,353,657	278,755,059	175,690,958	105,225,059
Net profit after tax	413,347,214	246,084,653	200,958,395	121,651,622	89,694,495
Financial Performance:					
Non-Current Liabilities	435,878,513	458,595,537	425,055,656	576,354,124	430,652,997
Current liabilities	2,823,946,731	2,335,827,323	2,236,585,574	1,585,713,752	1,524,164,083
Shareholders' Equity	2,300,411,404	1,687,064,190	540,979,537	380,807,524	259,155,902
Total Liability & Equity	5,560,236,648	4,481,487,050	3,202,620,767	2,542,875,400	2,213,972,982
Non-Current Asset	1,536,460,375	1,153,018,012	770,664,881	707,879,372	670,145,616
Current Asset	4,023,776,275	3,328,469,038	2,431,955,886	1,834,996,028	1,543,827,366
Total Asset	5,560,236,650	4,481,487,050	3,202,620,767	2,542,875,400	2,213,972,982
Share Information:					
Authorize capital	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000
Paid up capital	1,200,000,000	1,000,000,000	100,000,000	100,000,000	50,000,000
No. of shares outstanding	120,000,000	100,000,000	10,000,000	1,000,000	500,000
Net asset value per share	19.17	16.87	54.10	76.16	51.83
Earnings Per Share(EPS)	**4.12**	**2.46**	**2.01**	**1.22**	**0.90**

Reserve and Surplus

The retained earnings of the Company in FY 2016-2017 stood at BDT 110.04 Crore against BDT 68.70 Crore in FY 2015-2016. The summary of year wise retained earnings are stated below:

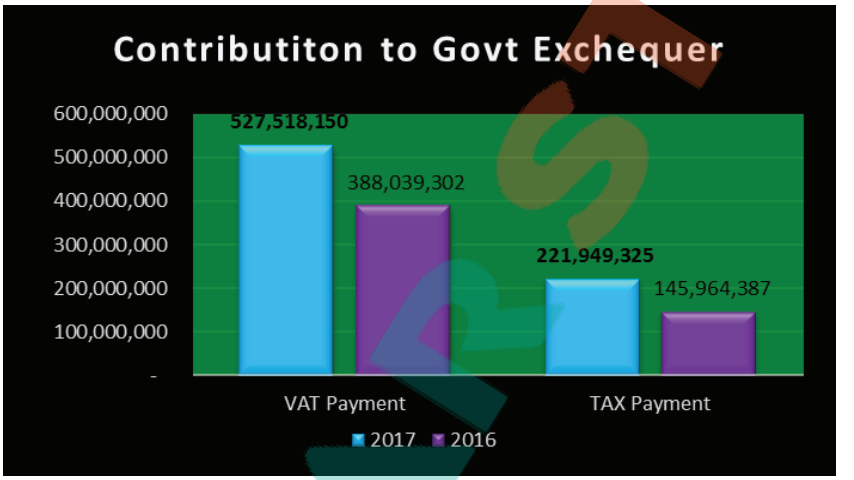
Year Wise Retained Earnings					
Particulars	**2017**	**2016**	**2015**	**2014**	**2013**
Retained Earnings	**1,100,411,404**	**687,064,190**	**440,979,537**	**230,807,524**	**109,155,902**

Dividend

During the year the Board of Directors of the Company has declared 15% Stock dividend in form of bonus and 5% cash dividend for the shareholders subject to the approval of the 9th Annual General Meeting 2017 will be held on 12 December 2017. No dividend has declared in previous year.

Contribution to Govt. Exchequer

BBS Cables Ltd. wants to be one of the major contributors to the economy of Bangladesh through its contribution to the national exchequer, as well as through creation of employment directly or indirectly. BBS Cables Ltd. has deposited Tk. 22.20 Crore in FY2016-2017 and Tk. 14.60 Crore in FY2015-2016 to the government exchequer as corporate income tax. The Company also deposited Tk. 52.75 Crore in FY2016-2017 and TK. 38.80 Crore in FY2015-2016 to the government exchequer as VAT and excise duty.



Board Meetings

The Board of Directors holds meeting on a regular basis. The management provides information, references and details working papers for each item of agenda to all the Directors well ahead of time fixed for the Board of Directors Meeting for Consideration. The Chairman of the Board of Directors allocates sufficient time for the Directors to consider each time of interest of the agenda and allow them to discuss, inquire and express opinions freely on the items of interest so that they can fulfill their duties to the best of their abilities.

The composition of the Board Committees as of 30 June, 2017 and the attendance of Directors at the Board meetings held in 2017 are as follows:

Names	Designation	Board	Participation
Engr. Mohammad Badrul Hassan	Chairman	9	9/9
Engr. Abu Noman Howlader	Managing Director	9	8/9
Engr. Mohammad Ruhul Majid	Director	9	9/9
Md. Ashraf Ali Khan	Director	9	8/9
Engr. Hasan Morshed Chowdhury	Director	9	9/9
Syed Ferdous Raihan Kirmany	Nominated Director	9	9/9
Md. Shafiqur Rahman	Independent Director	9	9/9
Syed Mansur Ahmed FCA	Independent Director	9	8/9
Mohammad Aminul Islam FCMA	Chief Financial Officer	9	9/9
Md. Nazmul Hasan QCS	Company Secretary	9	9/9

BBS Cables Environment Friendly Cables

Patterns of Shareholdings

The pattern of shareholding (along with name wise details) of parent / subsidiaries / associate companies and other related parties, Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Auditor and other Spouse and minor children, Executives, Shareholders holding 10% or more voting interest in the company as at 30 June 2017 are duly stated in the following below:

SL	Name of the Shareholder	Description	Number of Shares	Amount	Percentage (%)
A. Parent/Subsidiary/Associated Companies and Other Rel ated Parties (name wise details)					
01	Bangladesh Building Systems Ltd.	Parent Company	20,000,000	200,000,000	16.67%
B. (i) Directors and their spouses and minor children (name wise details)					
02	Engr. Abu Noman Howlader	Managing Director	4,000,000	40,000,000	3.33%
03	Engr. Mohammed Badrul Hassan	Chairman	4,000,000	40,000,000	3.33%
04	Mr. Md. Ashraf Ali Khan	Director	4,000,000	40,000,000	3.33%
05	Engr. Mohammad Ruhul Majid	Director	4,000,000	40,000,000	3.33%
06	Engr. Hasan Morshed Chowdhury	Director	4,000,000	40,000,000	3.33%
07	Mrs. Monira Noman	Spouse of MD	2,510,000	25,100,000	2.09%
08	Mrs. Khadija Tahera Syira	Spouse of Chairman	4,010,000	40,100,000	3.34%
09	Mrs, Asma Sultana	Spouse of Director Mohammad Ruhul Majid	3,960,000	39,600,000	3.30%
10	Mrs. Sabrina Ahmed Chowdhury	Spouse of Director Hasan Morshed Chowdhury	4,010,000	40,100,000	3.34%
B. (ii) Independent Directors, CFO, Company Secretary & Head of Internal Audit and their Spouses and Minor Children (name wise details);					
11	Md. Shafiqur Rahman	Independent Director	Nil		
12	Syed Mansur Ahmed FCA	Independent Director	Nil		
13	Syed Ferdous Raihan Kirmany	Nominated Director	325,000	3,250,000	0.27%
14	Md. Aminul Islam FCMA	Chief Financial Officer	Nil		
15	Md. Nazmul Hasan QCS	Company Secretary	Nil		
16	Biplob Kumar Saha	Head of Internal Audit	Nil		
C. Executives (Top Five Salaried Employees)					
17	Md. Omar Faruk	Head of Sales & Marketing	Nil		
18	Golam Mostofa Kamal	Head of HR & Admin	Nil		
19	Md. Aminur Rahman	GM-Plant	Nil		
20	M A Matin	Sr.DGM-Sales & Marketing	Nil		
21	Md. Meskatul Amin Sohel	DGM-Sales & Marketing	Nil		

Directors' Retirement and Re-Appointment

As per the Articles of Association of the Company Director, Engr. Mohammad Ruhul Majid and Director, Mr. Md. Ashraf Ali Khan shall retire in the 9th Annual General Meeting by rotation and being eligible for re-election. The Board of Directors appointed them as Directors of the Company on October 24, 2017.

Environment, Health and Safety

We at BBS Cable Ltd. recognize that Environmental Issues have become critical challenge globally. We are committed to contributing towards "Leaving a beautiful planet as a legacy to future generations".

For achieving this, we believe that we need to work in harmony with the nature; recognize the environmental impact related to our business activities & products and undertake protection of environment through technologically and economically feasible goals within our scope. We are using Lead free PVC Resin in our insulation to be as an environment friendly cable in Bangladesh. We are committed towards conservation of natural resources by their responsible and efficient use in our operations. We are also committed to continual improvement in environmental performance and complying with environmental legislations and requirements.

We are providing appropriate training to employees to enhance their awareness and commitment to environmental protection. Our environmental policy is communicated to all our employees, business associates and made available to the public.

Ensuring healthy and safe working environment for employees and contractors is one of the most important issues for the Electrical Cables industry. BBS Cables Ltd. takes all possible measures to ensure that all its employees as well as communities within which it operates remain safe at all times. Moreover, we follow zero tolerance in sacrificing our community's health issues as well as are part of the society.

Corporate Governance Compliance Statement

Corporate governance is a system by which companies are directed and controlled. To ensure the spirit of the corporate governance with accountability, for inspiring confidence of investors, regulators and other stakeholders, BBS Cables Ltd. is committed to comply with all the requirements of corporate governance as required by the Bangladesh Securities and Exchange Commission (BSEC). BBS Cables Ltd. believes that enriched corporate governance contributes to the long-term success of a company and creates trust and engagement between the company and its stakeholders.
It is the responsibility of the Company Secretary, being the highest governance official in the Company, to ensure effective compliance of rules and regulations in this respect. BBS Cables Ltd. always strives for maximizing its shareholders value and benefit as a part of corporate policy. For this reason, the Company is committed to maintaining high standards of Corporate Governance. The Company's Corporate Governance Framework is directed towards achieving its business objectives in a manner that is responsible and in accordance with its high standards of honest, reliability, transparency and accountability. It is our pleasure to confirm that the Company has complied with all the necessary guidelines under BSEC Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 7 August 2012. The Compliance Report along with the necessary remarks and disclosures is appended in this Annual Report for the year 2016-2017. The Certificate of Compliance required under the said Guidelines as provided by "Itrat Husain & Associates", Chartered Secretaries is also annexed to this report.

Auditors

Ahmed Zaker & Co., Chartered Accountants is the statutory auditor of the Company for the year of 2016-17. Based on the suggestion of the Board Audit Committee, the Board recommends the reappointment of Ahmed Zaker & Co., Chartered Accountants for the year of 2017-2018 and continuation up to the next AGM at a fee of Tk. 350,000 (Three Lac Fifty Thousand only) and request the shareholders to approve the appointment. However, they have express their willingness to be re-appointed for the year 2017-2018.

Acknowledgements

It is a very promising sign that the Electrical Cables industry has become one of the leading industry in the country. The outstanding performance and achievement of the year is more than a tribute to the countless brand users of the Company and its numerous shareholders. The Members of the Board would like to place on record their high appreciation to the valued shareholders and all other stakeholders of the Company for their persistent support and guidance. The Board of the Company would like to thank each and every customer for their continued support and for making Company brands their preferred choices.

The Board would also like to thanks to the Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange Ltd. (DSE), Chittagong Stock Exchange Ltd. (CSE), National Board of Revenue (NBR) and other regulatory authorities for their cooperation, positive support and guidance. The Board also offers its utmost gratitude to the bankers, insurers, financial institutions, vendors, press & electronic media, business partners and all of our employees for their continuous support. We also extend our warmest thanks to the management and employees for being the essential part of BBS Cables Ltd. during the year.

We are proud of you all and look forward to your continued support as we walk together to take BBS Cables Ltd. forward as a leading players with very short period of time in the country.

On behalf of the Board of Directors,

Sd/-
Engr. Mohammad Badrul Hassan
Chairman of the Board

Place: Dhaka
Date: 24 October, 2017

AMAR STOCK

Director's Declaration

In addition to the Directors' report, the Directors are declaring following additional statements to the best of their knowledge as complied and maintained for the current financial year under review:

- The financial statements prepared by the management of the Company present a true and fair view of the Company state of affairs, result of its operation, cashflows and changes in equity;
- Proper books of accounts as required by law have been maintained.
- Appropriate accounting policies have been followed in formulating the Financial Statements and Accounting estimates are reasonable and prudent.
- The Financial Statements were prepared and presented in accordance with Bangladesh Accounting Standards (BAS) and Bangladesh Financial Reporting Standards (BFRS).
- The Financial Statements prepared by the management of the Company present a true and fair views of the Company.
- The whole business operation is being conducted in accordance with the rules, regulations, laws, agreements, standards and guidelines governing in the country.
- There are no doubts upon the company's ability to continue as a going concern and the annual accounts have been prepared as a going concern basis.
- All the judgements and decisions taken by management are rational and prudent.

Sd/-
Engr. Mohammad Badrul Hassan
Chairman

Sd/-
Engr. Abu Noman Howlader
Managing Director

Sd/-
Engr. Mohammad Ruhul Majid
Director

Sd/-
Engr. Hasan Morshed Chowdhury
Director

Sd/-
Syed Ferdous Raihan Kirmay
Nominated Director

Sd/-
Md. Ashraf Ali Khan
Director

Sd/-
Md. Shafiqur Rahman
Independent Director

Sd/-
Syed Mansur Ahmed FCMA
Independent Director

AMARSTOCK

Corporate Governance Statement: 2016-2017

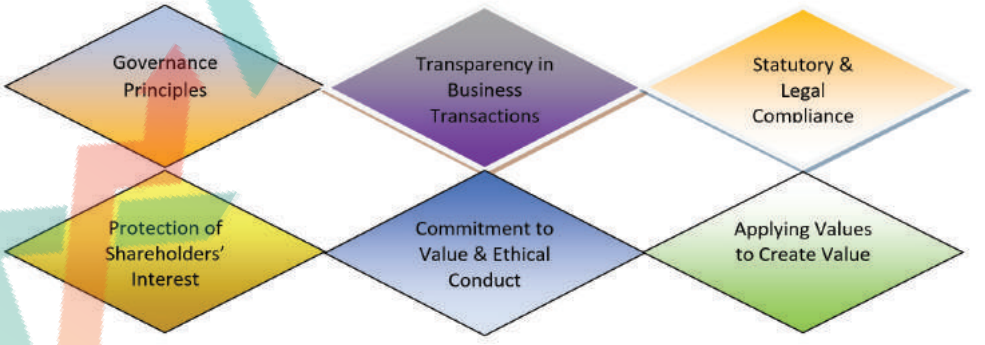
Corporate Governance is a system by which companies are directed and controlled. BBS Cables Ltd., being a renowned Company, believes that its strategic desires and the country's social objectives are mutually inclusive and accordingly follows a governing policy that recognizes communal responsibility over its marketable interest. The principal characteristics of corporate governance are transparency, independence, responsibility, fairness, and responsibility for the society.

BBS Cables Ltd.is always conscious about the corporate governance which ultimately helps to win stakeholders' confidence. The good governance process provides transparency of corporate policies, strategies and the decision-making process. It is also strengthening internal control systems and helps in building relationships with all stakeholders. The Board ensures the integrity and commitment of its employees, supported by a comprehensive framework of policies, guidelines and internal controls. In this Statement of Corporate Governance, we believe to provide insights to the shareholders, investors and other stakeholders on the corporate governance initiatives in the Company. We also believe in transparency and commit ourselves to adhere to good corporate governance practices in all times.

Board Governance

The Company is managed and operated under the direction of the Board of Directors. The Board of Directors of BBS Cables Ltd., being the supreme authority in the Company, believes in ensuring the highest standards of Corporate Governance as it will serve to reinforce the Company's sustainability, organizational effectiveness and foster a high-performance culture within the organization. As we know that the Board of BBS Cables Ltd. is the most prominent board in the country because it is constituted by a galaxy of very resourceful persons, combined with Engineers and Professional Accountants and also includes core competencies considered relevant in the context of the Company. To further ensure a balanced representation, the Board also includes Independent Directors, who are enlightened members of the society. The Board of Directors of the Company remains committed to high standards of governance in cultivating a responsible organization, that adopts and practices in accordance with the principles and recommendations of the Corporate Governance Guidelines of Bangladesh Securities and Exchange Commission (BSEC) and the Company's own governing Principles. The Board recognizes that maintaining good corporate ethics is critical to business integrity and performance, and key to delivering shareholders' value. The corporate governance is essential for the long-term performance and sustainability of our Company, and to protect and enhance the interests of our shareholders and other stakeholders.

Our governance framework plays an integral role in supporting our businesses and helping us to deliver on our strategy. It provides the structure through which our strategy and business objectives are set, our performance in monitored, and the risks we face are managed. It includes a clear framework for decision making and accountability across our business and provides guidance on the standards of behavior we expect from our people. The Company is dedicated and committed to managing its business responsibly amongst a challenging environment for the electric cables industry and the awards and achievements that the Company has received are testimony of such dedication and commitment. We always try to review regularly or governance arrangements as well as developments in market practice, expectations and regulation to establish good governance in our organization. We can consider good governance in the following ways:



Corporate Governance Frameworks

BBS Cables Ltd. Corporate Governance Frameworks has been developed and enhanced based on the basic principles and best practices outlined in the following:

- Bangladesh Securities and Exchange Commission (BSEC) Notification on Corporate Governance;
- The Companies Act 1994 and other applicable regulations of Bangladesh;
- Dhaka and Chittagong Stock Exchanges Listing Regulations;
- Laws of the land;
- Standards of Business Conduct, Policies and Guidelines of the Company;
- Statement of Risk Management Internal Control of the Company;
- Statement of Delegated Authorities of the Company; and
- Local and global best practices.

The Board also continuously reviews its corporate governance frameworks to ensure its relevance, effectiveness and sustainability in addressing future business challenges.
The corporate governance framework of BBS Cables Ltd. is directed towards achieving the Company's business objectives in a responsible manner. Therefore, in order to comply with the laws, rules, regulations, corporate governance codes, articles of association, policies and procedures, the Company constantly exercises good Board practices, effective control processes, transparent disclosures, well-defined shareholders' rights and Board commitments.

Business Compliance

The Board of BBS Cables Ltd. believes that good governance is essential in pursuing its business objectives. The fundamentals of good governance are corporate compliance to the various laws, rules and regulations. Compliance helps build trust among the Board Members, Shareholders, Customers and other stakeholders including the regulators. As leaders of a compliant company, the Management Team of BBS Cables Ltd. adopted strategies that assure compliance with all relevant legal and regulatory requirements. This ensures that good governance cascades right throughout the company. BBS Cables Ltd. is subject to close monitoring process of regulatory bodies that focus on transparency and require that BBS Cables Ltd. provides accurate and periodic reporting of issues/events and certification where necessary. In this context, the Company regularly provides a complete set of financial statements and relevant documents to the Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange Ltd., Chittagong Stock Exchange Ltd., National Board of Revenue (NBR), Registrar of Joint Stock Companies & Firms (RJSC) and all other relevant bodies and authorities. The Company also takes various initiatives to conduct awareness sessions on existing and proposed laws to ensure compliance throughout the company. Overall, BBS Cables Ltd. has always tried to remain a fully compliant company accommodating every possible way and strategy to ensure the same.

Structure of the Board

The Board of Directors of the Company consists of 8 (Eight) Directors. Out of 8 (Eight) Directors, five are sponsor namely, Engr. Mohammad Badrul Hassan, Engr. Abu Noman Howlader, Engr. Mohammad Ruhul Majid, Engr. Hasan Morshed Chowdhury, and Md. Ashraf Ali Khan, 01 (One) Nominated Director namely, Syed Ferdous Raihan Kirmany, and 02(two) Independent Director namely, Md. Shafiqur Rahman and Syed Mansur Ahmed FCA.

Practices of the Board

The responsibilities of the Board of Directors are mainly related to evaluation and development of strategy. The Board is Responsible to the shareholders for overall success of the Company for its strategic directions, its values and its governance. It provides the leadership necessary for the Company to meet its business objectives within the framework of its internal controls, while also discharging the Company's obligations to its shareholders. The Board shall determine the vision, mission of the Company and also determine the strategy and work planning for enhancement of effectiveness and efficiency. The composition of the Board complies with the requirements outlined in the BSEC Guidelines on Corporate Governance, the Listing Regulations and those of the generally applied codes of best practices.

Policy on Appointment of Directors

The Company always complies with the regulations of the regulatory authorities regarding appointment of directors. BSEC notifications and Companies Act are strictly followed in this regard. BBS Cables Ltd. does not have its own and separate policy on appointment of Directors, except for the very first Board. As per the Companies Act, 1994, Directors are subject to retirement. At least one-third of the Directors shall retire by rotation in every AGM. As per the Companies Act 1994, a Director may be appointed for a period of three years and the term may be extended for another three years. The term of an Independent Director is three years and may be extended by another three years. The Company shall follow all relevant rules and regulations of the respective regulatory bodies in case of nomination, removal and casual vacancy of the directors.

Chairman of the Board and Chief Executive Officer

The positions of the Chairman of the Board and the Chief Executive Officer of BBS Cables Ltd. were filled by different individuals. The Chairman was elected from among the directors of the Company. The Managing Director and CEO was also appointed by the Board which was done at the of formation of the Company. The Board of Directors has clearly defined respective roles and responsibilities of the Chairman and Managing Director & Chief Executive Officer as per Articles of Association of the Company.

Chairman of the Board

The Chairman of the company shall be elected by the Board of Directors from among the directors of the company and the Board considers the Chairman being independent.

Roles and Responsibilities of the Chairman

- The Chairman's responsibility is defined by the Board as directed by BSEC's notification on Corporate Governance Guidelines.
- The Chairman presides over meetings of the Board and Company (AGM) and ensures good Corporate Governance in the conducts of the Board and Company.
- As Chairman of the Board of Directors (or Chairman of any Committee formed by the Board), does not personally possess the jurisdiction to apply policy making or executive authority, he does not participate in or interfere into the administration or operational and routine affairs of the Company.
- The Chairman ensures that the Board is functioning in accordance with the Memorandum and Articles of Association of the Company as well as other applicable laws.
- The Chairman maintains relations with the relevant stakeholders in consultation with the Board as well as the Managing Director, representing the Company as a good/responsible corporate citizen.
- The Chairman may assume any responsibility if the Board assigns within the purview of the relevant Rules, Regulations, Acts and Articles.

Primary Roles and Responsibilities of the Managing Director

The position of a Managing Director in a company is crucial as this position will involve the most senior level responsibilities of the organization. Managing directors are the head of the business group and they are the decision-making body of the company. He has the responsibility of running the entire organization and also taking all important decisions for the company. Hence the managing director of a company should be experienced, confident and skilled professional who has good leadership qualities.

- A managing director strives to chart blueprint policies for the company and implements them for the betterment of the employees and the company.
- The Managing Director is responsible for driving business operations, leading the development and execution of the Company's long-term strategies with a view to creating shareholder value.
- The Managing Director's leadership role also entails being ultimately responsible for all day-to-day management decisions and for implementing the Company's long and short-term plans.

- The Managing Director acts as a direct liaison between the Board and Management of the Company and communicates to the Board on behalf of the Management.
- The Managing Director also communicates on behalf of the Company to the shareholders, employees, Government authorities, other stakeholders and the public.
- Develop strategies to boost sales and profits of the company and plan the future prospects of the company.

Independent Director (ID)

Mr. Md. Shafiqur Rahman and Syed Masur Ahmed FCA has appointed by the Board of Directors as Independent Directors. The appointment of the Independent Directors was duly confirmed and approved by the shareholders in the 8th Annual General Meeting 2016.

Qualification of Independent Directors (ID)

Syed Mansur Ahmed FCA one of the Independent Director, is the Chairman of the Board Audit Committee of the Company. He is a Fellow member of the Institute of Chartered Accountants of Bangladesh (ICAB). His membership number is F-087. He is now a Senior Partner of Haque Shah ALam Mansur & Co., Chartered Accountants. He completed graduation from Dhaka University in 1960. He completed the Chartered Accountancy from the Institute of Chartered Accountants of Bangladesh in 1972.

On the other hand, Md. Shafiqur Rahman is also one of the Independent Director of the Company and also the Chairman of the Board Remuneration Committee. Md. Shafiqur Rahman is Accounting graduate from Dhaka University. He was born in Comilla district. He is the Ex-Managing Director of Social Islami Bank Ltd. from January 2013 to January 2017. He completed his S.S.C and H.S.C from Comilla Zilla School and Comilla Victoria College respectively. He started his professional service as a Senior Officer (on probation) in Sonali Bank Ltd. He has taken local and foreign training program from different Institutions. Both of the Independent Directors has significant experience in finance and accounting. All the Independent Directors are "financially literate" as defined by the corporate governance guidelines.

Board's Responsibilities and Authorities

The Board of Directors is appointed to act on behalf of the shareholders to run the day to day affairs of the business. The board are directly accountable to the shareholders and each year the company will hold an annual general meeting (AGM) at which the directors must provide a report to shareholders on the performance of the company, what its future plans and strategies are and also submit themselves for re-election to the board.

- Determine the company's vision and mission to guide and set the pace for its current operations and future development.
- Formulating the long-term strategies of the Company and setting the goals and direction for the Company.
- Review and evaluate present and future opportunities, threats and risks in the external environment and current and future strengths, weaknesses and risks relating to the company.
- Reviewing and approving the ud-audited quarterly financial statements.
- Reviewing Company's risk assessment and ensures implementation of appropriate systems to manage those risks.
- Overseeing the conduct and performance of the Company.
- Providing the leadership necessary to ensure that the business objectives set out by the Board are met within the framework of internal controls, as described in this Statement.
- Other key duties for the Board includes approving financial statements, appropriation of profit, reviewing the adequacy and integrity of the Company's internal control systems and ensuring compliance with applicable laws, rules, regulations, directives and guidelines of various regulators.
- Ensure that communications both to and from shareholders and relevant stakeholders are effective.
- Understand and take into account the interests of shareholders and relevant stakeholders.
- Monitor relations with shareholders and relevant stakeholders by gathering and evaluation of appropriate information.
- Promote the goodwill and support of shareholders and relevant stakeholders.

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In discharging its responsibilities, the Board is guided by the regulations contained in the Memorandum and Articles of Association of the Company, the Companies Act, 1994; relevant applicable regulations, BSEC Codes of Corporate Governance, Listing Regulations, Company's Standards of Business Conduct, Business Principles, Statement of Delegated Authorities, and other generally accepted corporate best practices.

Board Committees

The Board has also constituted a few Committees for quicker and efficient flow of information and thereby exercising effective governance and has delegated certain responsibilities to the Committees to assist the Board in discharging of its responsibilities. There are three such Committees, to which the Board has delegated certain responsibilities. These are:

1. Board Audit Committee
2. Board Remuneration Committee
3. Corporate Social Responsibility Committee

Each of the above-mentioned committee strictly adheres to a set of Terms of Reference (TOR) approved by the Board. Their roles, operating procedures and authorities are clearly defined in the TOR which is regularly reviewed by the Board. There is an evaluation process regarding performance of Audit and CSR committees which facilitates in achieving certain governance objectives. The key functions of these committees are as follows:

1. Board Audit Committee

The main objective of the Audit Committee is to assist the Board of Directors to effectively carry on its responsibilities relating to financial and other relevant affairs of the Company. The Committee is empowered to monitor, review and examine the followings:

- Oversee the financial reporting process;
- Monitor implementation/following the accounting policies and principles;
- Monitor Internal Control Risk Management Process;
- Oversee hiring and performance of external auditors;
- Review along with the management, the Annual Financial Statements before submission to the Board for approval;
- Review along with the management, the Quarterly and Half Yearly Financial Statements (if any) before submission to the Board for approval;
- Review the adequacy of Internal Audit team performance in terms of internal audit report;
- Review statement of significant related party transactions submitted by the management;
- Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors;
- When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/Rights Issue, the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc.), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus.

The members of the Board Audit Committee are as follows:

Names	Designation
Syed Mansur Ahmed FCA, Independent Director	Chairman
Engr. Abu Noman Howlader, Managing Director	Member
Engr. Mohammad Ruhul Majid, Director	Member
Md. Aminul Islam FCMA, CFO	Member
Md. Nazmul Hasan QCS, Company Secretary	Member Secretary
Biplob Kumar Saha, Head of Internal Audit	Member

2. Board Remuneration Committee

The Remuneration Committee has been established to assist the Board in developing and administering a fair and transparent procedure for setting policy on the remuneration of directors and senior management of the Company and for determining their remuneration packages and to review and oversee the Company's overall human resources strategy.

The Committee is empowered to perform, monitor, review and examine the followings:

- Determine the remuneration of the Company's Managing Director, Chief Executive Officer, the Chairman, the Manager, HRM, the Chief Financial Officer and the Company Secretary;
- Review the ongoing appropriateness and relevance of the remuneration policy;
- Approve the design of, and determine targets for any performance related schemes and annual payments made under such schemes;
- Review the design of all new long-term schemes and significant changes to such schemes for approval, in each case, by the Board and shareholders.
- Determine the total individual remuneration package of each Executive Director, the Company Secretary and the Chairman including bonuses, incentive payments and any compensation payments;
- Monitor the level and structure of remuneration for senior management;
- Oversee any major changes in employee benefits structures throughout the Company;
- Review the policy for authorizing claims for expenses from the Managing Director, Chief Executive Officer and the Chairman;
- Ensure that all provisions regarding disclosure of remuneration;
- Review of the Remuneration Committee's performance;
- Review of and proposed amendment to the terms of reference;
- Approval of the Directors' remuneration report
- Be responsible for establishing the selection criteria, selecting, appointing and setting the terms of reference for any remuneration consultants who advise the Remuneration Committee; and
- Obtain reliable, up-to-date information about remuneration in other companies, with a view to judging where to position the Company relative to other companies. The Remuneration Committee shall have full authority to commission any reports or surveys which it deems necessary to help it fulfill its obligations.

The members of the Board Remuneration Committee are as follows:

Name of the Members	Designation
Md. Shafiqur Rahman, Independent Director	Chairman
Engr. Abu Noman Howlader, Managing Director	Member
Md. Aminul Islam FCMA, CFO	Member
Md. Nazmul Hasan QCS, Company Secretary	Member Secretary
Mohammad Arif Hasan, Manager-HR & Admin	Member

3. Board CSR Committee

The Board of BBS Cables Ltd. has formed a Corporate Social Responsibility (CSR) Committee as a sub-committee of the Board. Corporate Social Responsibility(CSR) is crore to the Responsibility strategy of the Company. It is an essential to the business sustainability and enhancement of long-term shareholders value. The Company identifies that it has a role to play in helping society to achieve the necessary sustainable balance of economic growth, environmental protection and social progress as well. The purpose of the formation of the Board CSR Committee is to ensure management of the Company's CSR initiatives in a way that ensures business sustainability, and create positive impact on image and reputation of the Company amongst the society and the stakeholders. The members of the Board Remuneration Committee are as follows:

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Name of the Members	Designation
Syed Mansur Ahmed FCA, Independent Director	Chairman
Engr. Abu Noman Howlader, Managing Director	Member
Md. Ashraf Ali Khan, Director	Member
Md. Nazmul Hasan QCS, Company Secretary	Member Secretary
Md. Rabiul Kamal, Manager- Brand Dept.	Member

Board of Director's Meetings

The Board of Directors holds meeting on a regular basis. The management provides information, references and details working papers for each item of agenda to all the Directors well ahead of time fixed for the Board of Directors Meeting for Consideration. The Chairman of the Board of Directors allocates sufficient time for the Directors to consider each time of interest of the agenda and allow them to discuss, inquire and express opinions freely on the items of interest so that they can fulfill their duties to the best of their abilities.
The composition of the Board Committees as of 30 June, 2017 and the attendance of Directors at the Board meetings held in 2017 are as follows:

Names	Designation	Board	Participation
Engr. Mohammad Badrul Hassan	Chairman	9	9/9
Engr. Abu Noman Howlader	Managing Director	9	8/9
Engr. Mohammad Ruhul Majid	Director	9	9/9
Md. Ashraf Ali Khan	Director	9	8/9
Engr. Hasan Morshed Chowdhury	Director	9	9/9
Syed Ferdous Raihan Kirmany	Nominated Director	9	9/9
Md. Shafiqur Rahman	Independent Director	9	9/9
Syed Mansur Ahmed FCA	Independent Director	9	8/9
Mohammad Aminul Islam FCMA	Chief Financial Officer	9	9/9
Md. Nazmul Hasan QCS	Company Secretary	9	9/9

External / Statutory Audit

Appointment of the Statutory Auditor is regulated by the Companies Act 1994 and by Securities & Exchange Rules 1987. On the basis of suggestion of the Audit Committee, the Board recommends appointment of an auditor, which is approved by the Shareholders at the Annual General Meeting. Along with the appointment, the Shareholders also fix the remuneration of the auditors. Under the BSEC order, a Statutory Auditor can continue in office for maximum three consecutive years. From a corporate governance perspective, BBS Cables Ltd. maintains complete and thorough independence of the Statutory Auditors. The Audit Committee meets with the statutory auditors to ensure that the auditors are acting independently and reviews the financial statements before submission to the Board for approval.

Ahmed Zaker & Co., Chartered Accountants was the External/Statutory Auditor of the Company for the year of 2016-2017. They carry out systematic examination of books and records of the Company and ascertain, verify and report upon the facts regarding the financial operation and the results of the Company. To comply with the corporate governance properly, the company did not engage its statutory auditors to perform the following services:-

- Appraisal or valuation services or fairness opinions.
- Financial information systems design and implementation.
- Book-keeping or other services related to the accounting records or financial statements.
- Broker-dealer services.
- Actuarial services.
- Internal audit services.
- Any other service that the Audit Committee determines.
- No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.

Subsidiary Company

BBS Cables Ltd. has no Subsidiary Company.

Chief Financial Officer

Mr. Mohammad Aminul Islam FCMA is the Chief Financial Officer (CFO) of BBS Cables Ltd. He is a fellow member of the Institute of Cost and Management Accountants of Bangladesh. He is responsible for accounts and finance activities of the Company. The Board of Directors clearly defined the respective roles, responsibilities and duties of the Chief Financial Officer (CFO).

Company Secretary

"Secretary" means any individual possessing the prescribed qualifications appointed to perform the duties which may be performed by a secretary under this Act and any other ministerial or administrative duties. The Company Act. 1994 has accorded statutory recognition to the function of Company Secretary. Securities and Exchange Commission (SEC) has brought into force through their notification that all the listed company should appoint Company Secretary and the Board of Director of the Company should clearly define the role, responsibilities and duties of the Company Secretary.
This is a perfect appreciation of the position and has been necessitated by the fact that a well-managed corporate secretariat under the charge and control of Company Secretary helps in ensuring proper management of the board affairs and well-being of the company's shareholders and compliance with the statutes as well. However, appointment of the Company Secretary taking place under the appointment policy of the Company, which is finally gets approval of the Board of Directors of the company. So, removal is also required the consent and approval of the Board.

The Board has appointed a Company Secretary in order to maintain the necessary link and liaison with the internal organs, as well as external agencies, and also to ensure effective collection, compilation and timely flow of information to and from the Board. The Corporate Governance Guidelines issued by BSEC also require a listed company to appoint a Company Secretary. Being a governance official, the Company Secretary drives for corporate compliance and provides support to the Chairman and other members of the Board to ensure effective functioning of the Board. The Company Secretary organizes and attends all Board and Committee meetings (Audit Committee and CSR Committee), and ensures that deliberations on all issues are properly minuted, decisions recorded and are duly communicated across the respective authorities for necessary information/actions. The Company Secretary is also responsible for agreement signing, policies formulation, protection of the Company's land, Records Management, driving Standards of Business Conduct, administration of seven trust funds and its portfolio investment management. The brief roles and responsibilities of the Company Secretary are as under: -

- Maintaining linkage between the Board, Management, Shareholders and other stakeholders on matters of corporate interests in a transparent way.
- Driving policy compliance awareness among the Company employees.
- Performing the duties as per Power of Attorney and Board level stakeholders' management facilitating Legal and External Affairs (LEX) function especially for company secretarial matters.
- Compliance of the Acts, rules, regulations, notifications, guidelines, orders/directives, etc. as issued by BSEC or Stock Exchange(s) applicable to the conduct of business activities of the Company so as to protect the interests of the investors and other stakeholders.
- Disclosure of the Company's Price Sensitive Information (PSI) and other capital market related issues.
- Ensuring that appropriate Board procedures are followed as per given guidelines and best practices, and advises the Board on matters as such.

Head of Internal Audit

Mr. Biplob Kumar Saha is the Head of Internal Audit of BBS Cables Ltd. he is responsible for internal control and compliance of the Company. The Board of Directors clearly defined respective roles, responsibilities and duties of Head of Internal Audit.

Effective Control Processes

The Board of Directors of BBS Cables Ltd. is ensuring effective control processes in the organization through the Executive Committees of the Company. Executive Committee at the top management level which plays a significant role in managing the business as per the norms of corporate governance and ensures that adequate internal controls are in place and supported through a vigorous risk management.

Executive Committee

The Board is duly assisted by the functional heads of the Company, namely the Executive Committee. The Managing Director leads the Executive Committee which comprises of the following heads of organizational functions:

- Chairman
- Managing Director
- Head of Sales & Marketing
- Head of Accounts & Finance
- Head of Operations
- Head of Legal and External Affairs
- Head of Human Resources
- Head of Internal Audit

The Executive Committee is devolved with the responsibility of executing the policies and decisions of the Board, control the operations as well as developing, organizing and implementing business and corporate strategies. Usually, the Executive Committee meets monthly to implement the Company's strategy and ensure effective day-to-day operations in line with the Company plan.

Internal Control Process

The internal control system of the Company is considered at Board and Management levels to provide reasonable assurance regarding the achievement of the Company's objectives in respect of effectiveness and efficiency of operations, reliability of financial reporting and management information, compliance with applicable laws, regulations and the Company's policies. The Company has its own internal auditors who are accountable to the Audit Committee. The policies and guidelines of internal control process of the Company are as follows:

- Establish Standards of Business Conduct
- Make accounts and finance policy.
- Provide policy for procurement.
- IT Security Policy
- Sales and Marketing policy
- Records Management Policy
- Human resource management policy.
- Other policies and guidelines as required by the board.

Risk Control

The risk identification and mitigation of the risk is the main task of the risk management committee. The Risk Management Committee at management level is headed by the head of finance and consists of knowledgeable cross functional managers including internal auditors who drive an effective risk management framework in the Company. The risk management committee reviews the business risk and ensures that adequate action plans are in place to mitigate the risks. The key risks of the Company are then endorsed by the Executive Committee and then ratified by the Audit Committee as far as effective risk management is concerned.

Criticisms and Counseling

Criticism is the mainstream management control system with a view to highlighting its gaps and to suggesting a direction for its future development. Since employee's behavior affects work discipline, if an employee is aggrieved about their personal employment position, they are encouraged to use the Grievance procedure to raise the matter. From time to time human resources function also counsel's employees. On the other hand, Business counseling, also known as business mentoring, is a highly effective process that enables business owners and senior managers to work through, and explore possibilities on the issues affecting their business.

Ensure Good Work Environment

Good work environment plays a large role in the ability to provide quality work. By work environment, we mean everything that forms part of employees' involvement with the work itself, such as the relationship with co-workers and supervisors, organizational culture, room for personal development, etc. A positive work environment makes employees feel good about coming to work, and this provides the motivation to sustain them throughout the day. The five characteristics which the Company ensures for good work environment. These are:

- Transparent and open communication.
- Work-life balance.
- Training and Development focused.
- Recognition of Hard Work.
- Strong Team Spirit.

Communication to Shareholders & other Stakeholders

The Company encourages communicating with the Shareholders throughout the year and welcome their participation in the Annual General Meeting (AGM). The Directors appreciate the importance of general shareholders of the Company and use the Company's AGM as further opportunities to communicate with them. BBS Cables Ltd. ensures that all shareholders are informed at least 2 weeks before the AGM so that all shareholders may attend on the day. Also, all other types of accounts (Quarterly and Half-yearly) or information are updated on the website and notified to all stakeholders on a duly and diligent basis. The Company tries to maintain liaison with all shareholders as much as possible and ensures that all stakeholders are informed about the company's activities on a routine basis.

The share department of BBS Cables Ltd. plays an instrumental role to make effective communication with its Shareholders and Stakeholders. Shareholders and other Stakeholders of the Company may contact to this department during office hour for any sort of information and queries. To effective and efficient participation of shareholders in AGM, BBS Cables Ltd. publish notice of AGM in daily newspapers with necessary details within reasonable time-frame. Annual report of the Company is circulated as per the provision of Companies Act 1994. So, Shareholders get sufficient time to go through the report and freely provide valuable comments and suggestions in the AGM.

BBS Cables Ltd. provides copies of the annual report in order to ensure that these are made available to them well in advance for detail and constructive discussion. It is the Company's policy to give the shareholders the opportunity to ask questions about its activities and prospects at the AGM. The Board also structures these meetings so that shareholders can vote separately on each matter, by proposing separate resolutions for each item to be considered.

Ensure Shareholders' Rights

The Board of the Company ensures through the Company Secretary that all the shareholders of the Company are treated equitably and ensures that the rights of all shareholders are equally protected. Shareholders also generally enjoy the following types of rights:

- Voting rights on issues that affect the corporation as a whole
- Rights related to the assets of the corporation
- Rights related to the transfer of stock
- Rights to receive dividends as declared by the board of directors of the corporation
- Rights to inspect the records and books of the corporation
- Rights to bring suit against the corporation for wrongful acts by the directors and officers of the corporation.
- Rights to share in the proceeds recovered when the corporation liquidates its assets.

Although the Securities and Exchange Commission and other regulatory bodies attempt to enforce a certain degree of shareholder rights, a well-informed investor who fully understands his or her rights is much less susceptible to additional risks. In order to achieve good governance, the Company Secretary acts as a bridge between the Shareholders and the Board of Directors of the Company who delivers the standard services to its valued Shareholders ensuring the well-defined Shareholders' rights in accordance with applicable laws and the Articles of Association of the Company.

Company's Corporate Website

The Company's website www.bbscables.com.bd displays, the Annual Reports, Half-yearly reports, and quarterly reports and all disclosures required by the Bangladesh Securities and Exchange Commission, Listing Regulations of Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. in form of Price Sensitive Information are made adequately and promptly.

Conclusion

BBS Cables Ltd. ensured highest standards in corporate good governance and strict adherence to the requirements of ethical code of conduct, through close monitoring. The Company recognizes that corporate governance is a continuous process which is to be established, nurtured and excelled by means of concerted efforts of all. And that is why the Company engages all its team in the process because good governance entails managing the business professionally, effectively and responsibly and in a way which is transparent, ethical, law abiding and ensures accountability. The Board is committed to ensure the good corporate governance in the Company.



Audit Committee Report 2016-2017

Dear Shareholders,

As a Chairman of the Audit Committee, I am delighted to place its report for the year ended 30 June, 2017 in front of you all. The Audit Committee Report presented under condition # 3.5 of the BSEC Guidelines provides an insight on the functions of the Audit Committee during 2016-2017. As mentioned in the Compliance statement the Board has formed an Audit Committee, required under the codes of Corporate Governance of BSEC with some specific assignments under its Term of Reference. In accordance with the currently accepted Best Practice and Corporate Governance Guidelines adopted by Bangladesh Securities and Exchange Commission (BSEC), the Board appointed Audit Committee comprises of the following:

Names	Position in the Company	Position in the Audit Committee
Syed Mansur Ahmed FCA	Independent Director	Chairman
Engr. Abu Noman Howlader	Managing Director	Member
Engr. Mohammad Ruhul Majid	Director	Member
Md. Aminul Islam FCMA	Chief Financial Officer	Member
Md. Nazmul Hasan QCS	Company Secretary	Member Secretary
Biplob Kumar Saha	Head of Internal Audit	Member

The main objective of the Audit Committee is to assist the Board of Directors to effectively carry on its responsibilities relating to financial and other relevant affairs of the Company. The Committee is empowered to monitor, review and examine the followings:

- Oversee the financial reporting process;
- Monitor implementation/following the accounting policies and principles;
- Monitor Internal Control Risk Management Process;
- Oversee hiring and performance of external auditors;
- Review along with the management, the Annual Financial Statements before submission to the Board for approval;
- Review along with the management, the Quarterly and Half Yearly Financial Statements (if any) before submission to the Board for approval;

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- Review the adequacy of Internal Audit team performance in terms of internal audit report;
- Review statement of significant related party transactions submitted by the management;
- Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors;
- When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/Rights Issue, the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc.), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus.

Meeting Attendance

The Audit Committee met four times during the year 2016-2017. All the members were present in all meetings of the Committee. The attendance of the Board Audit Committee meetings held in 2016-2017 are as follows:

Names	Designation	Board	Participation
Syed Mansur Ahmed FCA	Chairman	4	4/4
Engr. Abu Noman Howlader	Member	4	4/4
Engr. Mohammad Ruhul Majid	Member	4	4/4
Md. Aminul Islam FCMA	Member	4	4/4
Md. Nazmul Hasan QCS	Member Secretary	4	4/4
Biplob Kumar Saha	Member	4	4/4

Reporting of the Audit Committee

Reporting to the Board of Directors

The Audit Committee reports to the Board of Directors on its activities. The Audit Committee considered significant issues and judgments in respect of the 2016-2017 financial statements and auditing procedures were as follows:

- Compliance of BAS and the disclosure of its financial information under BFRS have been maintained and the interim financial statements are prudent and credible.
- These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
- The recurrent related party transactions entered into by the Company during 2016-17 are observed and verified.
- These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- The scope and extent of internal audit has been checked; and the adequacy of resources to maintain vigilant internal audit process has confirmed and appropriately placed thereto.
- The critical accounting policies, significant judgments and practices used by the Company are in compliance with required laws and regulations and recommended by the Board. The audited financial statements of the Company for the year ended 30 June 2017 represent fair and authentic view of the Company's financials.
- The state of compliance with Corporate Governance and other regulations as per the requirements of Bangladesh Securities and Exchange Commission (BSEC), Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) were ensured.
- To the best of their knowledge and belief, the Company has not entered into any transaction during the year which are fraudulent, illegal or in violation of the Company's codes of conduct.

Reporting to the Authorities

The Audit Committee reports to the Board of Directors regarding any matter which has material impact on the financial condition and also results of operation. If any rectification is required, the committee will discuss with the Board of Directors and the Management If the Audit Committee finds that such rectification has been unreasonably ignored, the Committee reports such findings to the Bangladesh Securities & Exchange Commission upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.

Reporting to the Shareholders and General Investors

Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1 (ii) of the BSEC Corporate Governance Notification above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the Annual Report of the Company.

Authorization

The Board of the Company authorized to the Audit Committee to review or examine any activity within the business as per its Terms of Reference. All employees are expected to cooperate with any request made by the Committee. The Committee is also authorized to have information and advice from the Company Legal Advisor, Tax Consultant and Statutory Auditor if required. The terms of reference of Audit Committee may be amended from time to time as required for the business in line with BSEC notifications subject to approval by the Board of the Company.

On behalf of the Committee
Sd/-
Syed Mansur Ahmed FCA
Chairman of Audit Committee

BBS Cables Environment Friendly Cables

Board Remuneration Committee Report 2016-2017

The Remuneration Committee has been established to assist the Board in developing and administering a fair and transparent procedure for setting policy on the remuneration of directors and senior management of the Company and for determining their remuneration packages and to review and oversee the Company's overall human resources strategy.
The attendance of the Board Remuneration Committee meeting held in 2016-2017 are as follow:

Name of the Members	Designation	Meeting	Attendance
Md. Shafiqur Rahman, Independent Director	Chairman	1	1/1
Engr. Abu Noman Howlader, Managing Director	Member	1	1/1
Md. Aminul Islam FCMA, CFO	Member	1	1/1
Md. Nazmul Hasan QCS, Company Secretary	Member Secretary	1	1/1
Mohammad Arif Hasan, Manager-HR & Admin	Member	1	1/1

The Board Remuneration Committee makes recommendations to the Board on terms of employment of the Executive Committee, managers, and employees. This committee met once in 2016-2017. All members of the Committee were present in the committee meeting. Mr. Md. Nazmul Hasan QCS acted as the Secretary to the Board Remuneration Committee.

CSR Committee Report 2016-2017

Corporate social responsibility (CSR) is a corporation's initiatives to assess and take responsibility for the company's effects on environmental and social wellbeing. The term generally applies to efforts that go beyond what may be required by regulators or environmental protection groups. CSR may also be referred to as "corporate citizenship" and can involve incurring short-term costs that do not provide an immediate financial benefit to the company, but instead promote positive social and environmental change.

The committee usually meets four times in a year ensuring the presence of all members in the meeting. The attendance of the Board CSR Committee Meeting held in 2016-2017 are as follows:

Name of the Members	Designation	Meeting Held	Attendance
Syed Mansur Ahmed FCA, Independent Director	Chairman	4	4/4
Engr. Abu Noman Howlader, Managing Director	Member	4	4/4
Md. Ashraf Ali Khan, Director	Member	4	3/4
Md. Nazmul Hasan QCS, Company Secretary	Member Secretary	4	4/4
Md. Rabiul Kamal, Manager- Brand Dept.	Member	4	4/4

The purpose of the Board CSR Committee is to ensure better management of the Company's CSR initiatives in a way that secure business sustainability as well as to create and maintain a positive impact for the reputation of the Company. The CSR Committee is authorized by the Board of Directors to evaluate activities within the business with respect to CSR. The activities of the CSR has been presented in the CSR Activities part of this report.

CEO and CFO's Declaration

The Board of Directors
BBS Cables Ltd.

Subject: CEO and CFO's Declaration to the Board.

Dear Sir (s),

In Compliance with the condition no. 6 imposed by Bangladesh Securities and Exchange Commission's Notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969, we the undersigned Chief Executive Officer (CEO) and Chief Financial Officer (CFO) respectively of BBS Cables Ltd. do hereby certify that we have thoroughly reviewed the Financial Statements of the Company for the year ended 30 June, 2017 and state that:

a) These statements do not contain any materially untrue statement or omit material fact or contain statements that might be misleading.
b) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
c) To the best of knowledge and belief, no transactions entered into the Company during the year which are fraudu lent, illegal or violation of the Company's code of conduct.

Sd/-
Engr. Abu Noman Howlader
Chief Executive Officer

Sd/-
Md. Aminul Islam FCMA
Chief Financial Officer

AMAR STOCK

Certificate of Bangladesh Association of Publicly Listed Companies (BAPLC)

As per BSEC Notification # SEC/CMRRCD/2006-161/324 dated on April 11, 2010; we hereby present the Certificate of Membership given by Bangladesh Association of Publicly Listed Company (BAPLC) for the year 2017.



বাংলাদেশ এসোসিয়েশন অব পাবলিকলী লিষ্টেড কোম্পানীজ
BANGLADESH ASSOCIATION OF PUBLICLY LISTED COMPANIES
Block # B, Road #1, House # 17 (8th Floor), Unit-A, Niketan Eastern Housing Complex, Gulshan-1, Dhaka-1212
Phone : 8824926 Fax : 9887245. E-mail : baplc@dhaka.net

Ref: CM-2017/272

30th October 2017

TO WHOM IT MAY CONCERN

Certificate of Membership

This is to certify that BBS CABLES LIMITED is an Ordinary Member of Bangladesh Association of Publicly Listed Companies (BAPLC).

This Certificate remains current until 31st December 2017.

Secretary-General
(Acting)

Certificate on Compliance of Corporate Governance Guidelines

ITRAT HUSAIN & ASSOCIATES
CHARTERED SECRETARIES IN PRACTICE

CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

1. We have examined the compliance of conditions of Corporate Governance by **BBS Cables Ltd.** ("the Company") for the period ended 30 June, 2017 as per the Corporate Governance Guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) vide Notification No. SEC/CMRRCD/2006-158/134/Admin 44 dated 7 August 2012.

2. The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on financial statements of the Company.

3. In our opinion and to the best of our information and according to the explanation given to us and the representations made by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the BSEC notification mentioned above.

4. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Itrat Husain & Associates
Chartered Secretaries in Practice

Signed by : Itrat Husain FCMA, FCS
Chief Executive

Dhaka, 9 November, 2017

"CRYSTAL PALACE" REGUS, 3RD FLOOR, SE (D) 22, ROAD 140, SOUTH GULSHAN AVENUE, GULSHAN-1, DHAKA-1212, BANGLADESH
CELL: 01713092222; 01819259703, EMAIL: itratshahed@gmail.com

IMAGE STOCK

Corporate Governance Report

Status of Compliance with the conditions set out by the BSEC Notification on Corporate Governance

(Report under condition No. 7.00)

BBS CABLES LTD.

Status of compliance with the conditions of Corporate Governance Guidelines as set by Bangladesh Securities and Exchange Commission (BSEC) by the Notification no. SEC/CMRRCD/2006-158/134/Admin/44 dated August 07, 2012 and subsequently amended through their notification no. SEC/CMRRCD/2006-158/147/Admin/48 dated July 21, 2013 issued under section 2CC of The Securities and Exchange Ordinance, 1969.

(Report under Condition No.7.00)

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1.0	**BOARD OF DIRECTORS**			
1.1	**Board's Size:**			
	The number of the Board members of the company shall not be less than 5 (five) and more than 20 (twenty).	√		
1.2	**Independent Directors:**			
1.2 (i)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors.	√		There are two independent directors namely Mr. Md. Shafiqur Rahman, and Syed Mansur Ahmed FCA.
1.2 (ii) a)	The independent director does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company.	√		The Independent Directors have declared their compliances.
1.2 (ii) b)	The independent director is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company: Provided that spouse, son, daughter, father, mother, brother, sister, son-in-law and daughter-in-law shall be considered as family members.	√		Do
1.2 (ii) c)	The independent director does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies.	√		Do
1.2 (ii) d)	The independent director is not a member, director or officer of any stock exchange.	√		Do
1.2 (ii) e)	The independent director is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market.	√		Do

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1.2 (ii) f)	The independent director is not a partner or an executive or was not a Partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm.	√		Do
1.2 (ii) g)	The independent director shall not be an independent director in more than 3 (three) listed companies.	√		Do
1.2 (ii) h)	The independent director has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI).	√		Do
1.2 (ii) i)	The independent director has not been convicted for a criminal offence involving moral turpitude.	√		Do
1.2 (iii)	The independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	√		Appointed by Board of Directors on 23.06.2016 and approved by the Shareholders in AGM.
1.2 (iv)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days.	√		There has no vacancy in the position of Independent Director.
1.2 (v)	The Board shall lay down, a code of conduct of all Board members and annual compliance of the code to be recorded.	√		Do
1.2 (vi)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	√		N/A
1.3	**Qualification of Independent Director (ID):**			
1.3 (i)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financials, regulatory and corporate laws and can make meaningful contribution to business.	√		This Compliance has been justified by the two Independent Directors.
1.3 (ii)	The person should be a Business Leader/Corporate Leader/ Bureaucrat/University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants and Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management /professional experiences.	√		Do
1.3 (iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.	-	-	N/A

BBS Cables Environment Friendly Cables

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1.4	**Chairman of the Board and Chief Executive Officer:**			
	The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals. The Chairman of the company shall be elected from among the directors of the company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer.	√		Chairman of the Board and CEO are different individuals. The roles and responsibilities of the Chairman of the Board and CEO are approved in Board Meeting.
1.5	**The Director's Report to Shareholders**			
	The directors of the companies shall include the following additional statements in the Directors' Report prepared under section 184 of the Companies Act, 1994 (Act No. XVIII of 1994):			
1.5 (i)	Industry outlook and possible future developments in the industry.	√		The Directors' Report compliance with the guidelines.
1.5 (ii)	Segment-wise or product-wise performance.	-	-	N/A
1.5 (iii)	Risks and concerns.	√		Do
1.5 (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	√		Do
1.5 (v)	Discussion on continuity of any Extra-Ordinary gain or loss.	-	-	N/A
1.5 (vi)	Basis for related party transactions- a statement of all related party transactions should be disclosed in the Annual Report.	√		The Directors' Report compliance with the guidelines.
1.5 (vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments.	-	-	Do
1.5 (viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO). Rights Offer, Direct Listing etc.	-	-	N/A
1.5 (ix)	If significant variance occurs between Quarterly Financial Performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.	-	-	The Directors' Report compliance with the guidelines.
1.5 (x)	Remuneration to directors including independent directors.	√		
1.5 (xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	√		Mentioned at Directors' Declaration.
1.5 (xii)	Proper books of accounts of the issuer company have been maintained.	√		Do
1.5 (xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	√		Do

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
1.5 (xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standard (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.	√		Do
1.5 (xv)	The system of internal control is sound in design and has been effectively implemented and monitored.	√		Do
1.5 (xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.	√		The Directors' Report compliance with the guidelines.
1.5 (xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.	-	-	N/A
1.5 (xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized.	√		
1.5 (xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.	√		N/A
1.5 (xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	√		
1.5 (xxi)	The pattern of shareholding shall be reported to disclosed the aggregate number of shares (along with name wise details where stated below):			
1.5 (xxi) a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details).	√		Do
1.5 (xxi) b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details).	√		Do
1.5 (xxi) c)	Executives.	√		Do
1.5 (xxi) d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	√		Do
1.5 (xxii)	In case of appointment/re-appointment of a Director the company shall disclose the following information to the shareholders:			
1.5 (xxii) a)	A brief resume of the director.	√		Do
1.5 (xxii) b)	Nature of his/her expertise in specific functional areas.	√		Do
1.5 (xxii) c)	Names of companies in which the person also holds the directorship and the membership of committees of the board.	√		Do

BBS Cables Environment Friendly Cables

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
2.0	**CHIEF FINANCIAL OFFICER (CFO), HEAD OF INTERNAL AUDIT AND COMPANY SECRETARY (CS)**			
2.1	**Appointment:**			
	The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal control and Compliance) and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO, the Head of internal Audit and the CS.	√		The Company has appointed Mr. Md. Aminul Islam FCMA as Chief Financial Officer (CFO), Mr. Biplob Kumar Saha as Head of Internal Audit and Md. Nazmul Hasan QCS as Company Secretary (CS).
2.2	**Requirement to attend the Board Meetings:**			
	The CFO and the Company Secretary of the companies shall attend the meetings of the Board of Directors provided that the CFO and /or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating of their personal matters.	√		In Practice
3.00	**AUDIT COMMITTEE**			
3 (i)	The company shall have an Audit Committee as a sub-committee of the Board of Directors.	√		Already in place
3 (ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	√		In practice
3 (iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	√		In practice
3.1	**Constitution of the Audit Committee:**			
3.1 (i)	The Audit Committee shall be composed of at least 3 (three) members.	√		Do
3.1 (ii)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director.	√		The members of the Audit Committee are appointed by the Board who are directors and which includes one Independent Director.
3.1 (iii)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience.	√		All the members are qualified as per BSEC's Guidelines.
3.1 (iv)	When the term of service of the Committee members expires or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy(i.e.) immediately or not later than 1 (one) month from the date of vacancy(i.e.) in the Committee to ensure continuity of the performance of work of the Audit Committee.	-	-	N/A

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
3.1 (v)	The company secretary shall act as the secretary of the Committee.	√		In practice
3.1 (vi)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	√		In practice
3.2	**Chairman of the Audit Committee:**			
3.2 (i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	√		Syed Mansur Ahmed FCA, Independent Director is selected as the Chairman of the Audit Committee.
3.2 (ii)	Chairman of the Audit Committee shall remain present in the Annual General Meeting (AGM).	√		In Practice
3.3	**Role of Audit Committee shall include the following:**			
3.3 (i)	Oversee the financial reporting process.	√		In Practice
3.3 (ii)	Monitor choice of accounting policies and principles.	√		In Practice
3.3 (iii)	Monitor Internal Control Risk management process.	√		In Practice
3.3 (iv)	Oversee hiring and performance of external auditors.	√		In Practice
3.3 (v)	Review along with the management, the annual financial statements before submission to the board for approval.	√		In Practice
3.3 (vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.	√		In Practice
3.3 (vii)	Review the adequacy of internal audit function.	√		In Practice
3.3 (viii)	Review statement of significant related party transactions submitted by the management.	√		In Practice
3.3 (ix)	Review Management Letters/Letter of Internal Control weakness issued by statutory auditors.	√		In Practice
3.3 (x)	When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/Rights Issue the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc.), on a quarterly basis and annual basis.	-	-	Stated in Directors' Report
3.4	**Reporting to the Audit Committee:**			
3.4.1	Reporting to the Board of Directors:			
3.4.1 (i)	The Audit Committee shall report on its activities to the Board of Directors.	√		Audit Committee informs Board Periodically through its minutes which are placed at Board Meeting.

BBS Cables Environment Friendly Cables

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
3.4.1 (ii)	The Audit Committee shall immediately report to the Board of Directors on the followings, if any:			
3.4.1 (ii) a)	Report on conflicts of interests.	-	-	N/A
3.4.1 (ii) b)	Suspected or presumed fraud or irregularity or material defect in the internal control system.	-	-	N/A
3.4.1 (ii) c)	Suspected infringement of laws, including securities related laws, rules and regulations. and	-	-	N/A
3.4.1 (ii) d)	Any other matter which shall be disclosed to the Board of Directors immediately.	-	-	N/A
3.4.2	**Reporting to the Authorities:**			
	If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board of Directors for three times or completion of the period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.	-	-	N/A
3.5	**Reporting to the Shareholders and General Investors:**			
	Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1(ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer company.	√		
4.0	**EXTERNAL/STATUTORY AUDITORS**			
4 (i)	Non-engagement in Appraisal or valuation services or fairness opinions.	√		
4 (ii)	Non-engagement in designing and implementation of Financial Information System.	√		
4 (iii)	Non-engagement Book-keeping or accounting.	√		
4 (iv)	Non-engagement Broker-dealer services.	√		
4 (v)	Non-engagement in Actuarial services.	√		
4 (vi)	Non-engagement in Internal audit services.	√		
4 (vii)	Non-engagement in any other service determined by the Audit Committee.	√		
4 (viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.	√		
4 (ix)	Audit/certification services on compliance of corporate governance as required under clause (i) of condition No. 7.	√		

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (if any)
		Complied	Not Complied	
5	**SUBSIDIARY COMPANY**			
5 (i)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.	-	-	N/A
5 (ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.	-	-	N/A
5 (iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.	-	-	N/A
5 (iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.	-	-	N/A
5 (v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	-	-	N/A
6.0	**DUTIES OF CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO)**			
6 (i)	The CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief.	√		
6 (i) a)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.	√		
6 (i) b)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	√		
6 (ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.	√		
7	**REPORTING AND COMPLIANCE OF CORPORATE GOVERNANCE:**			
7 (i)	The company shall obtain a certificate from a practicing Professional Accountant/Secretary (Chartered Accountant/Cost and Management Accountant/Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	√		
7 (ii)	The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions.	√		

BBS Cables Environment Friendly Cables

Risk Management & Internal Control

Risks an integral part of a business and contributes to the loss of the company as well as for the shareholders. The Board of Directors recognizes the importance of sound risk management practices and internal controls to safeguard shareholders' investments and the Company's assets. The main responsibility of risk management is to establish and oversee the Company's risk management framework. Company risk management policy is established to identify and analyze the risks faced by the Company, set the appropriate risk limits and to control and monitor risks and adhere to limits. Risks management policy and system is monitored regularly to comply with the changing market conditions and company activities.

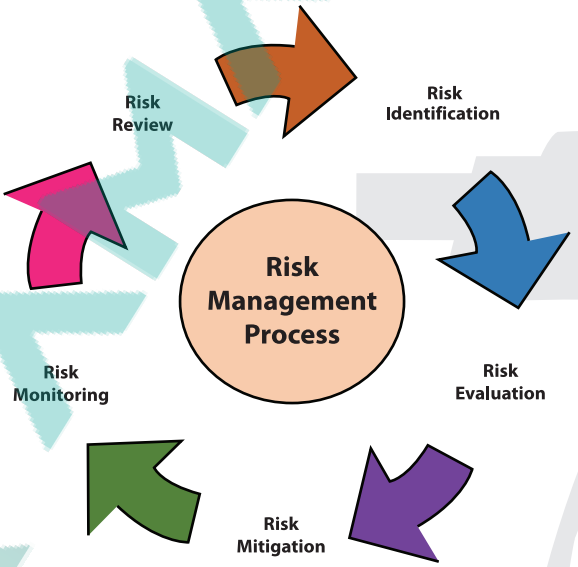
Objective of the Risk Management

Risk management is certainly embedded in the Company's management system as the Company firmly believe that risk management is critical for the company's sustainability and the enhancement of its shareholders' value. The objective of the risk management of the company may as follows:

- Protect its assets and reputation.
- Protect the interests of all other stakeholders.
- Preserve the safety, security and health of its employees.
- Ensure the community of its supply of products to consumers and customers at all times.
- Promote an effective risk awareness culture where risk management is an integral aspect of the Company's management systems.
- Ensure that the company's operations do not impact negatively on the community in which it operates and the environment.

Risk Management Process

Risk management process is a scientific, systematic and structured procedure which involves activities of identifying, analyzing, evaluating, reporting, decision making and mitigation of the different types of risks those are associated with the events. Risk management of BBS Cables Ltd. involves managing and controlling the risks and also defining numerous strategies to address these risks successfully. This is a key part of our business and this concept is introduced to manage, control, reduce and eliminate the risks.



Key Risk Factors

Risks are defined as uncertainties resulting in adverse variations of profitability or in losses, financial or otherwise. The core risk areas of the business are Industry risk, sourcing cost risk, financial risk, technological risk and environmental risk. Some of these risks and the ways of mitigation are discussed elaborately below:

Industry risk

The company is operating in a moderate competitive industry with low profit & highly sensitive to the market. Moreover, the company faces competition from a small number of private sector mills those are found to be steady in the market. Inability of offering competitive products will hinder the company's growth potential. This type of risk refers to increased competition from foreign or domestic sources leading to lower prices, revenues, profit margins, market share etc. These could have an adverse impact on the business condition. Major market players in the cables industry took initiative to expand their capacity and most of them will come into operation within the next one year. If economic growth as well as development activities of the country are not at expected level, market will be more competitive due to excess capacity in the industry.

Management Perception

The company has successfully accessed the market till date and is working on offering new and better-quality products at competitive terms. Moreover, the company's track record for operating profitability and highly market potential environment establishes its capability. Implementation of similar project generally have a lead time of 2 (two) years and before the earliest entrant the company will be able to consolidate its both financial as well as market position. Furthermore, with the track record of BBSCL and its market reputation it will be very difficult for new comers to make the quality Cables. Moreover, Cables Manufacturing is a high capital-intensive and engineering industry and therefore, barriers to entry are high. Hence, first-mover's advantage is big and BBSCL, with its past experience and performance, will enjoy this advantage.

Economic and political risks

Bangladesh is prone to serious unrest in the political condition which produces Hartal, Road-Block and many other barriers to the business. This could also propel the cost of the product upwards.

Management Perception

Although the country has passed a political turmoil of last few years, a sound political atmosphere is prevailing from early this year which is expected to continue in future. Both the ruling and opposition parties are committed to the betterment of the country. Last democratic national assembly election and local council polls are instances of peaceful political situation in Bangladesh.

Potential or Existing Government Regulations

The Company operates under local laws like the Companies Act, 1994, Taxation Policies adopted by NBR, Bangladesh Securities and Exchange Commission Ordinance and Rules and Rules adopted by other Regulatory Authorities. Any abrupt changes of the policies form by those bodies will impact the business of the Company adversely. Unless adverse policies are taken, which may materially affect the industry as a whole; the business of the Company will not be affected.

Management Perception

Since, the company operates in Cables sector; the Government regulations are mostly investment-friendly. However, unless any policy change that may negatively and materially affect the industry as a whole, the business of the company is expected not to be affected. As it is an emerging sector, it is highly expected that the Government will not frustrate the growth of the industry with adverse policy measures.

Market and technology-related risks

The Company has best-class infrastructure with recently imported latest most sophisticated machinery and equipment's. The production facilities are based on currently available technology. But BBSCL's investment in plants and technology may become obsolete and the product quality may be impaired due to malpractice or decayed technological enforcement.

Management Perception

Company owns modern technology with R&D infrastructure and shall be able to adapt to any new inventions with moderate investments. The Company has access to international/multinational companies for supplying appropriate technology and technical management support for operation of new projects. The selected/installed plant and machinery have been

Environment Friendly Cables

manufactured by reputed manufacturer with proper warranty to take care of any defects or confirmation of supplying of adequate spare parts. A significant portion of the entire production process is accomplished through contract manufacturing. This arrangement provides the company with greater leeway to adjust with any changed technological atmosphere.

Potential or Existing Changes in Global or National Policies

Changes in the existing global or national policies can have either positive or negative impacts for the company. Any scarcity or price hike of raw materials due to change in policy in the international market might adversely affect the production and profitability.

Management Perception

The management of BBSCL is always concerned about the prevailing and upcoming future changes in the global or national policy and shall response appropriately and timely to safeguard its interest. The strong brand equity of the company in the local market and deep and profound knowledge of the sponsors will always endeavor to withstand the unexpected changes or any such potential threats. Nevertheless, political stability and a congenial business environment is definitely the best situation in which BBSCL will achieve its maximum potential. Political turmoil and the disturbance are bad for the economy as a whole and also for the company. On the other hand, Government has special attention to the growth of the industry as it is related to infrastructure development of the country.

Credit risk

Credit risk is the risk of a financial loss to the group if a customer or a counter party to a financial instrument fails to meet its contractual obligations, and arises principally from the group's receivables from distributors, institutions etc.

Management Perception

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. In monitoring credit risk, debtors are grouped according to their risk profile, i.e. their legal status, financial conditions, ageing profile etc. Accounts receivable are related to sale of electrical cables.

Exchange rate risks

In many cases the Company depends on imported raw materials. For this reason, BBSCL has to face foreign currency risk. Unfavorable volatility or currency fluctuation may affect the profitability of the Company.

Management perception

Company is fully aware of the risk related to currency fluctuation and as a prudent Company, we always take precautionary measures to save the Company against exchange rate fluctuation.

Interest Rate Risks

BBSCL has outstanding long and short-term liabilities from bank. Hence, it is exposed to volatility of interest rates on its outstanding bank liabilities. Due to several macroeconomic and market driven factors, interest rates on short term and long-term bank loans may vary over time. Inflationary pressure, increased demand for bank loan, increased volatility in money market, restrictive monetary policy, etc. may compel BBSCL's loan giving institutions to increase their interest rates on its outstanding liabilities. If the interest rates on its existing bank loans are increased from current levels, then its cash flow and profitability will be affected adversely. This may also affect its value of shares.

Management perception

While taking loan, Company always carefully considers the balance to be maintained between term loan, which carries fixed interest rate and short-term loan, which carries variable interest rate so that any interest on inflation rate increase can be kept to the minimum. Additionally, Company maintains very good reputation in the banking community and so far being able to attract very competitive rates from the Banks. Management of the Company is also emphasizing on equity based financing to reduce the dependency on bank borrowings, which is reflected in the Financial Statements.

Integrated Report & Responsibility

Integrated Reporting

Integrated Reporting is a process founded on integrated thinking that results in a periodic integrated report by an organization about value creation over time and related communications regarding aspects of value creation. An integrated report is a concise communication about how an organization's strategy, governance, performance and prospects, in the context of its external environment, lead to the creation of value in the short, medium and long term. IR is helping businesses to think holistically about the strategy and plans, make informed decisions and manage key risks to build investor and stakeholder confidence and improve future performance. Our 2016-2017 Annual Report has been presented as an 'Integrated Report' with the objective of expressing how BBS Cables Limited has effectively managed its business to deliver consistent value to its stakeholders.

Scope of the Report

In 2013, the International Integrated Reporting Council (IIRC) released a framework for integrated reporting. The framework establishes principles and concepts that govern the overall content of an integrated report. An integrated report sets out how the organization's strategy, governance, performance and prospects, which lead to the creation of value. In presenting the integrate Report, we have followed to the guidelines issued by the Institute of Chartered Accountants of Bangladesh (ICAB) in the form of "Integrated Reporting Checklist" which is in congruence with the integrated reporting framework model issued by International Integrated Reporting Council (IIRC). In explaining the company's operations and financial performance, financial information so disclosed has been extracted from the Audited Financial Statements for the financial year ended 2016-2017 with relevant comparative information. The financial statements consistently complying with the requirements of-

- Bangladesh Accounting Standards (BAS)
- Bangladesh Financial Reporting Standards (BFRS)
- Companies Act 1994
- International Accounting Standards (IAS)
- Securities and Exchange Rules 1987
- The Income Tax ordinance 1984
- And other applicable laws and regulations of the land.

We have followed the Corporate Governance Guidelines issued by Bangladesh Securities and Exchange Commission (BSEC) to report our corporate governance practices.

Responsibility

I acknowledge the responsibility to ensure the integrity of the disclosure contained in the integrated Report presented herewith which comprise the discussion and analysis, disclosures pertaining to stewardship, which should be read in conjunction with the audited financial statement. In the opinion, the integrated report, incorporated in this annual report has been prepared in accordance with the IIRC's International Integrated Reporting framework and addresses the material matter pertaining to the long-term sustainability of the group and present fairly the integrated performance of BBS Cables and impacts thereof.

Sd/-

Engr. Abu Noman Howlader
Managing Director

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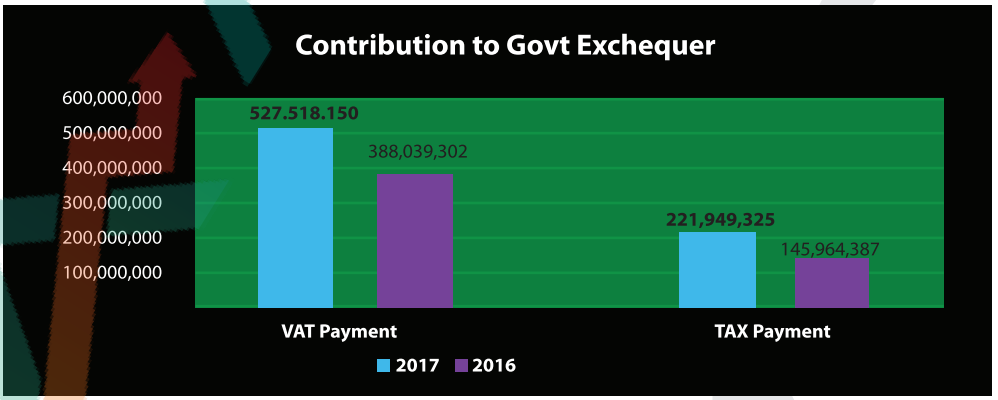
Statement of Value Added and it's Distribution

Our value added statement shows how much value has been created by our Company through utilization of capacity, capital, manpower and other resources and how it is allocated among different stakeholders in an accounting period. The following comparative financial information will let you understand the overall value addition by BBS Cables Ltd. in the financial year 2016-17.

Particulars	2016 -2017	%	2015 -2016	%
Generation of value added				
Sales	3,516,787,664		2,586,928,680	
Cost of bought in material & services	2,559,616,087	-	1,914,359,785	
Gross value added	**957,171,577**		**672,568,895**	
Other income	3,478,047		8,378,277	
Depreciation	109,938,781		87,775,993	
Net value added	**843,754,749**	**100%**	**576,414,625**	**100%**
Distribution of value addition				
To employees -as salaries and allowances	173,983,245	21%	160,418,630	28%
To government - as income tax	256,424,290	30%	169,911,342	29%
To provider of capital - as dividend	-		-	
To retained earning	413,347,214	49%	246,084,653	43%
To non -controlling interest		0%		0%
Net value added	**843,754,749**	100%	**576,414,625**	100%
Number of Employee	557		448	
Value added per employee	**1,514,820**		**1,286,640**	

Contribution to the Bangladesh Economy

BBS Cables Ltd. wants to be one of the major contributors to the economy of Bangladesh through its contribution to the national exchequer, as well as through creation of employment directly or indirectly. BBS Cables Ltd. has deposited Tk. 22.20 Crore in FY2016-2017 and Tk. 14.60 Crore in FY2015-2016 to the government exchequer as corporate income tax. The Company also deposited Tk. 52.75 Crore in FY2016-2017 and TK. 38.80 Crore in FY2015-2016 to the government exchequer as VAT and excise duty.



Economic Value Added (EVA) Statement

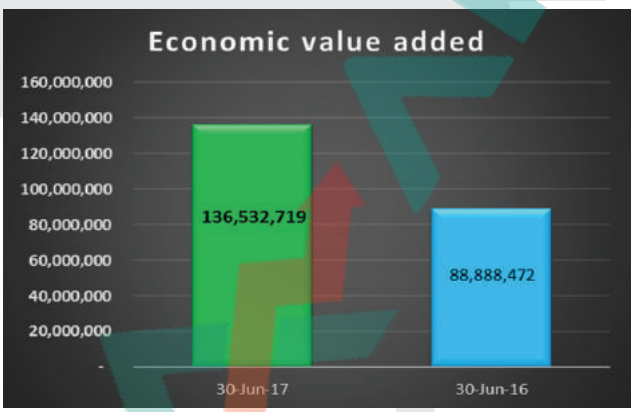
Economic value added (EVA) is a measure of a company's financial performance based on the residual wealth calculated by deducting its cost of capital from its operating profit, adjusted for taxes on a cash basis. EVA can also be referred to as economic profit, and it attempts to capture the true economic profit of a company.

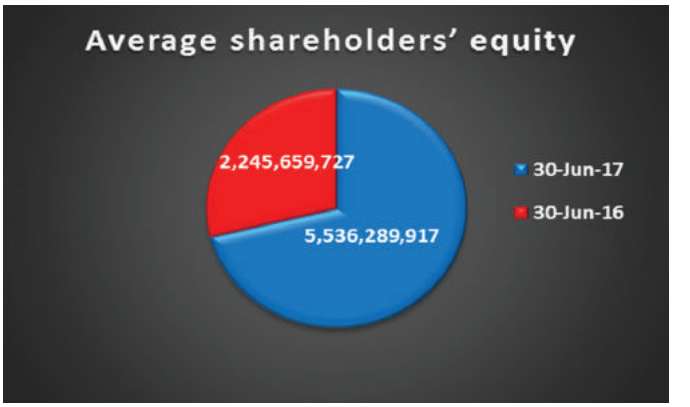
The purpose of EVA is to assess company and management performance. EVA champions the idea a business is only profitable when it creates wealth and returns for shareholders, and requires performance above a company's cost of capital. EVA as a performance indicator is very useful. The calculation shows how and where a company created wealth, through the inclusion of balance sheet items. This forces managers to be aware of assets and expenses when making managerial decisions.

EVA has been calculated by the following formula:

EVA = Net Operating Profit – Taxes – Cost of Capital

Particulars	30-Jun-17	30-Jun-16
Net Operating profit	669,771,505	415,995,995
Provision for taxes	256,424,290	169,911,342
Net Operating Profit after tax (NOPAT)	413,347,214	246,084,653
Capital employed	5,536,289,917	2,245,659,727
Cost of equity (%)	**5%**	**7%**
Capital Charge	276,814,496	157,196,181
Economic value added	136,532,719	88,888,472
Shareholders' equity	2,300,411,404	1,687,064,190
Non-controlling interest	-	-
Non-current liabilities	435,878,513	458,595,537
Accumulated provision for doubtful accounts	-	-
Average shareholders' equity	**5,536,289,917**	**2,245,659,727**



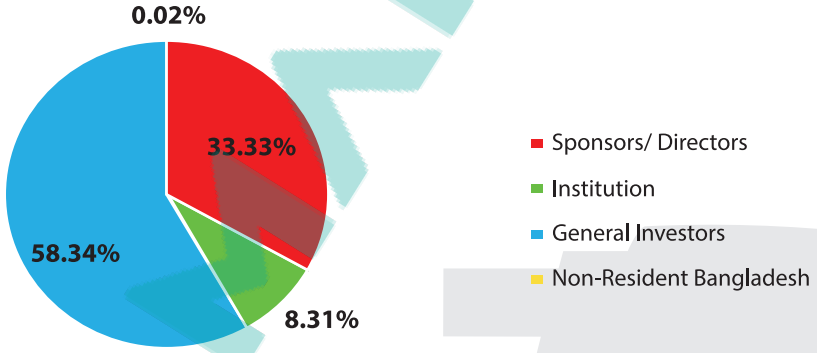


Shareholders & Stakeholders' Information

BBS Cables Ltd. is very much concern of the stakeholders' interest on the Company including the potential investors. BBSCL with 17 years of financial expertise helps its clients to decide in taking right financial decisions. The following historical information will help our current and potential investors for their decision making:

Type of Shareholders	As on 30 June, 2017	
	Percentage	Number of Shares
Sponsors/Directors	33.33%	40,000,000
Institute	8.31%	9,970,000
General Investors	58.34%	70,006,000
Non-Resident Bangladeshi	0.02%	24,000
Total	**100%**	**120,000,000**

Shareholding Position



Key Operating and Financial Highlights

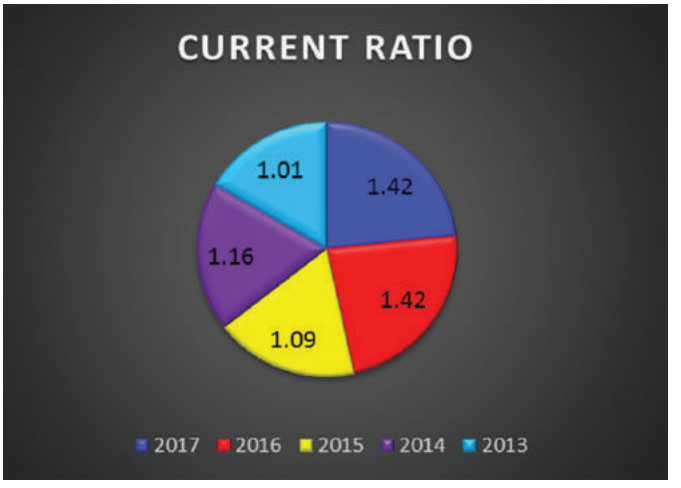
Particulars	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013
Operation Performance					
Revenue	3,516,787,664	2,586,928,680	2,268,705,465	1,870,678,476	1,499,124,750
Gross Profit	1,195,482,477	889,041,719	778,434,584	592,477,334	476,418,878
Other income/(expense)	3,478,047	8,378,277	3,910,824	2,436,020	1,142,593
Administrative expenses	(88,991,487)	(62,913,322)	(59,225,229)	(62,288,539)	(39,117,747)
Selling & Distribution Expenses	(161,996,017)	(145,878,786)	(117,082,201)	(90,116,611)	(64,118,701)
Financial expense	(244,712,941)	(251,832,093)	(269,204,822)	(231,110,508)	(209,570,941)
Contribution to WPPF	(33,488,575)	(20,799,800)	(16,039,674)	(10,066,557)	-
Profit before tax	669,771,504	415,995,995	320,793,482	201,331,139	164,754,082
Provision for tax	635,331,681	424,353,657	278,755,059	175,690,958	105,225,059
Net profit after tax	413,347,214	246,084,653	200,958,395	121,651,622	89,694,495
Financial Performance					
Non-Current Liabilities	435,878,513	458,595,537	425,055,656	576,354,124	430,652,997
Current liabilities	2,823,946,731	2,335,827,323	2,236,585,574	1,585,713,752	1,524,164,083
Shareholders' Equity	2,300,411,404	1,687,064,190	540,979,537	380,807,524	259,155,902
Total Liability & Equity	5,560,236,648	4,481,487,050	3,202,620,767	2,542,875,400	2,213,972,982
Non-Current Asset	1,536,460,375	1,153,018,012	770,664,881	707,879,372	670,145,616
Current Asset	4,023,776,275	3,328,469,038	2,431,955,886	1,834,996,028	1,543,827,366
Total Asset	5,560,236,650	4,481,487,050	3,202,620,767	2,542,875,400	2,213,972,982
Share Information					
Authorize capital	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000	3,000,000,000
Paid up capital	1,200,000,000	1,000,000,000	100,000,000	100,000,000	50,000,000
No. of shares outstanding	120,000,000	100,000,000	10,000,000	1,000,000	500,000
Net asset value per share (Taka)	19.17	16.87	54.10	76.16	51.83
Earnings Per Share(EPS)	**4.12**	**2.46**	**2.01**	**1.22**	**0.90**

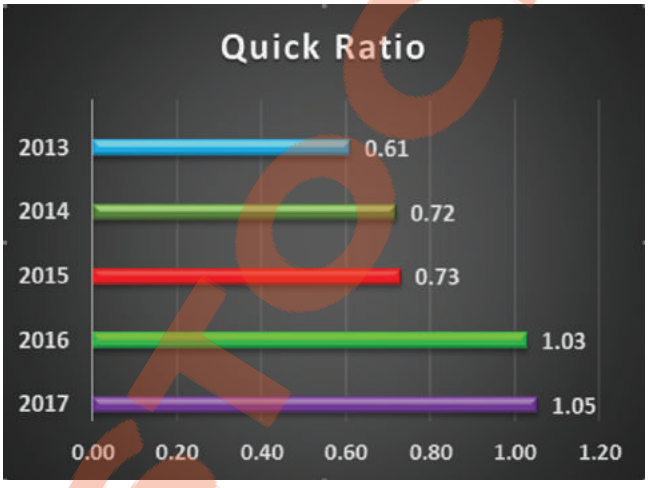
Key Ratios Analysis

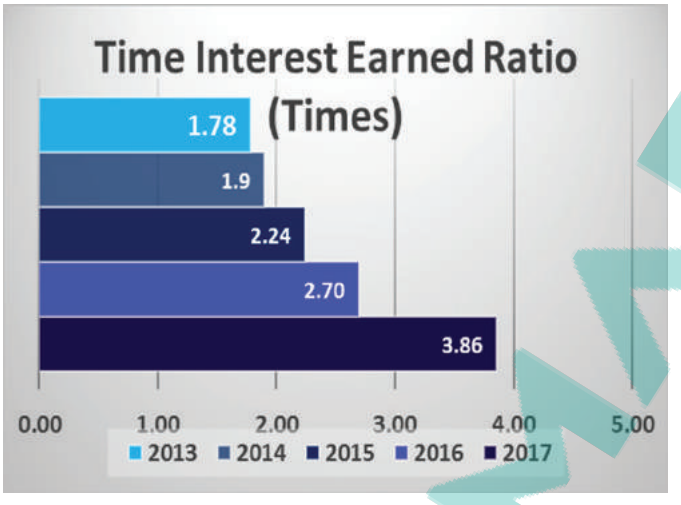
Performance Measure	Indicator Name	2016-17	2015-16	2014-15	2013-14	2012-13
Liquidity Ratio	Current Ratio	1.42	1.42	1.09	1.16	1.01
	Quick Ratio	1.05	1.03	0.73	0.72	0.61
	Time Interest Earned Ratio (Times)	3.86	2.70	2.24	1.90	1.78
	Debt to Equity Ratio	1.42	1.66	4.92	5.68	7.54
Operating Ratios	Accounts Receivable Turnover Ratio (Times)	6.44	2.98	3.27	3.46	4.16
	Inventory Turnover Ratio (Times)	4.44	1.97	2.00	1.96	1.69
	Fixed Assets Turnover Ratio (Times)	4.58	2.69	3.07	2.74	2.41
	Assets Turnover Ratio (Times)	1.26	0.67	0.79	0.79	0.79
Profitability Ratios	Gross Margin Ratio	0.34	0.34	0.34	0.32	0.32
	Operating Income Ratio	0.27	0.26	0.27	0.24	0.25
	Net Income Ratio	0.12	0.10	0.09	0.07	0.06
	Return on Assets Ratio	0.07	0.05	0.06	0.05	0.04
	Return on Equity Ratio	0.18	0.15	0.37	0.32	0.35
	Earnings Per Share (EPS) (Per value Tk. 10)	0.04	0.02	0.02	0.01	0.01
	EBITDA Margin	0.22	0.29	0.29	0.27	0.29
Coverage Ratios	Debt to Total Assets Ratios	0.59	0.62	0.83	0.85	0.88
Cash Flow Ratios	Net Operating Cash Flow Per Share	5.33	0.21	3.04	0.39	2.79
	Net Operating Cash Flow Per Share/EPS	1.30	0.08	1.51	0.32	3.11

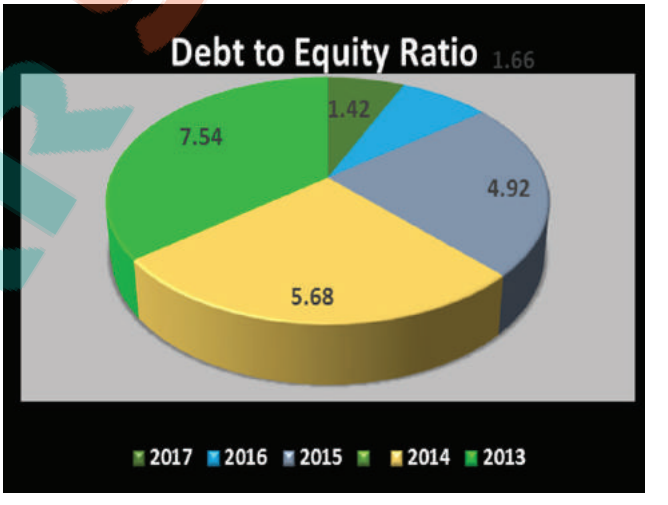
BBS Cables Environment Friendly Cables

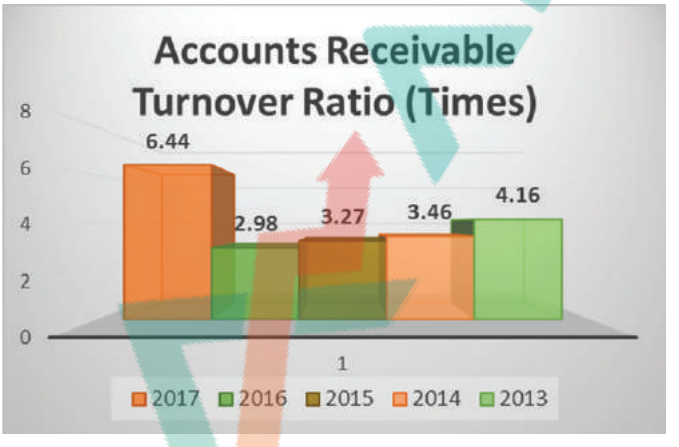
Graphical Presentation

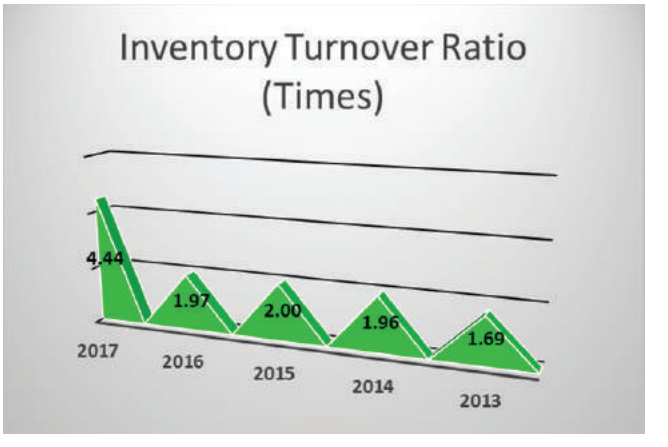




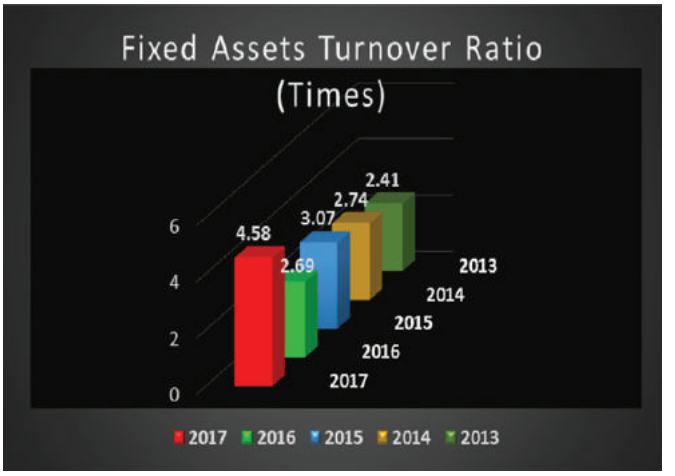


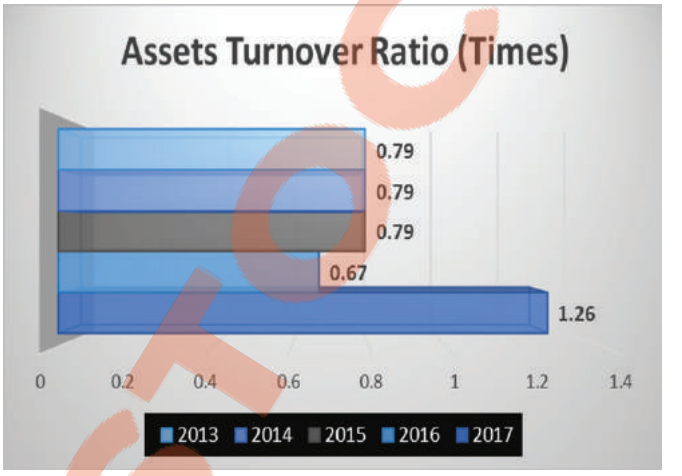


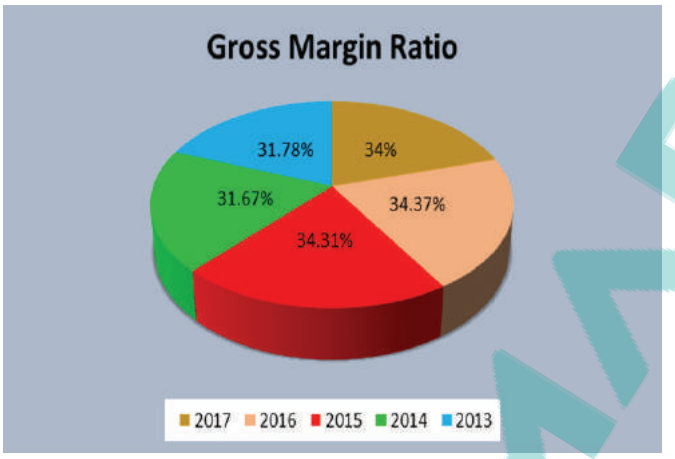


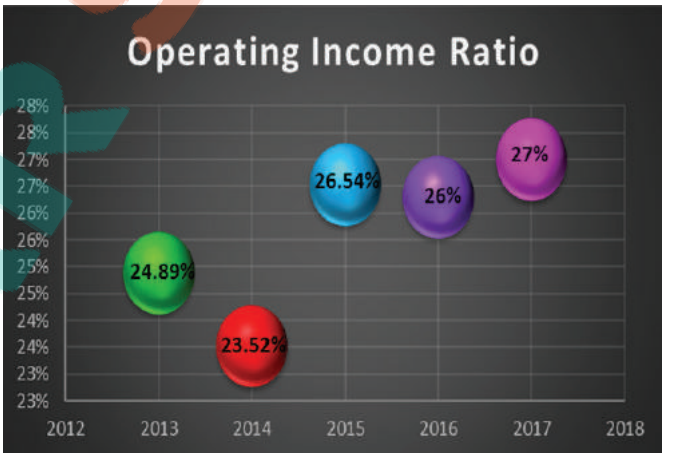


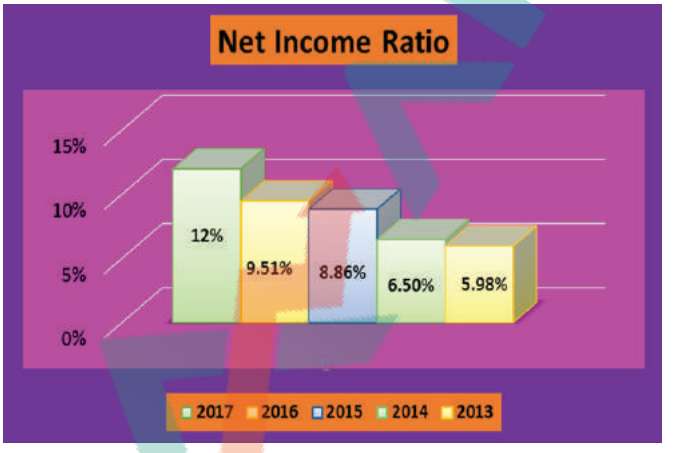
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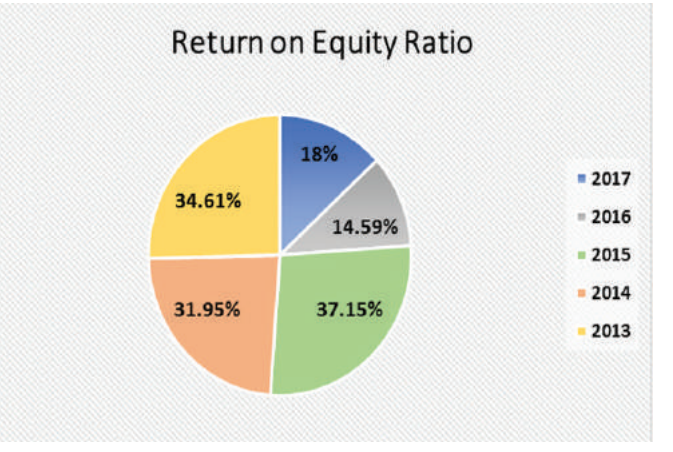




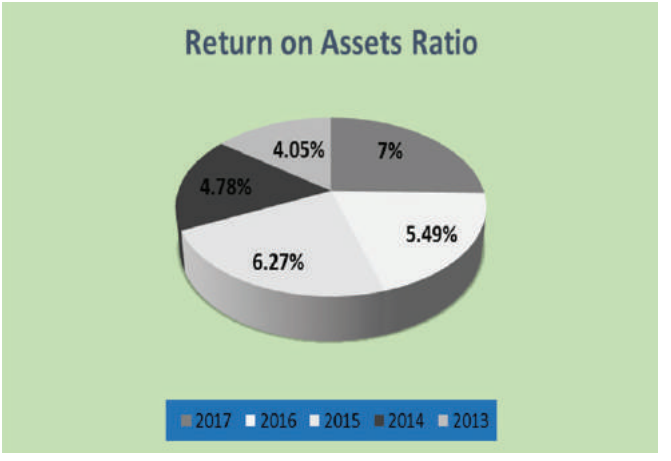


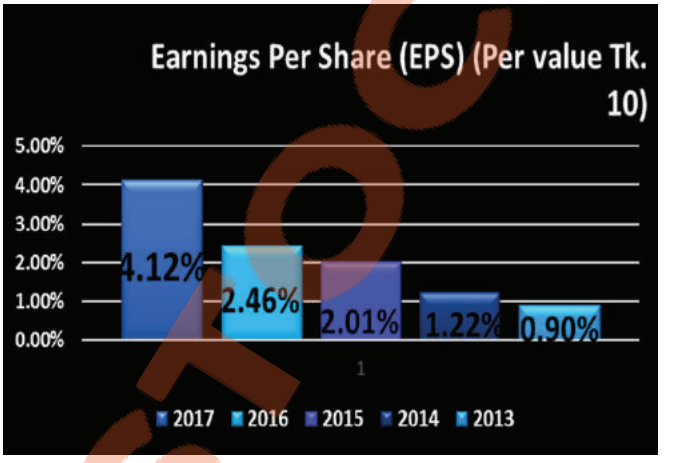


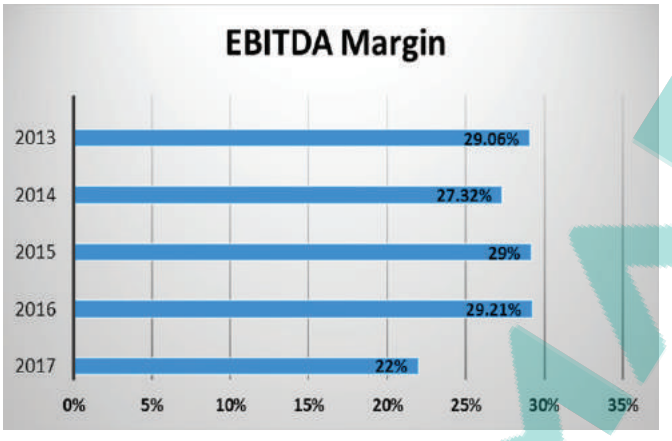


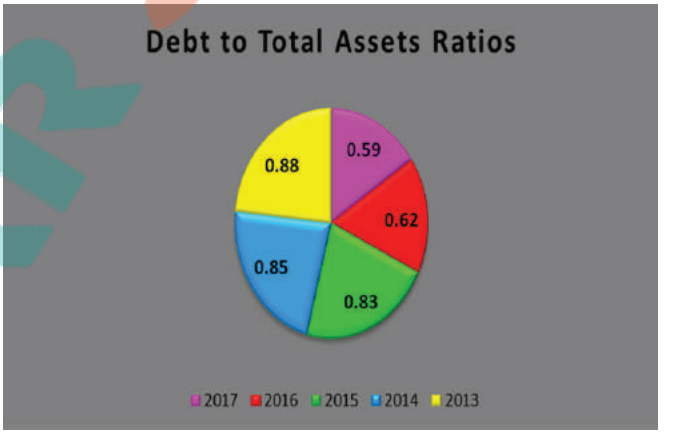


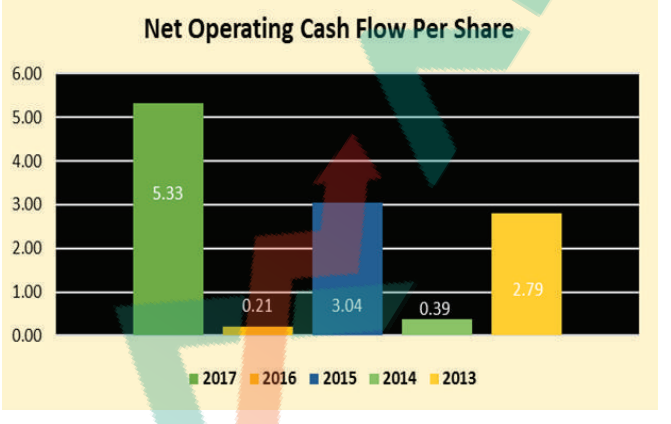
Environment Friendly Cables

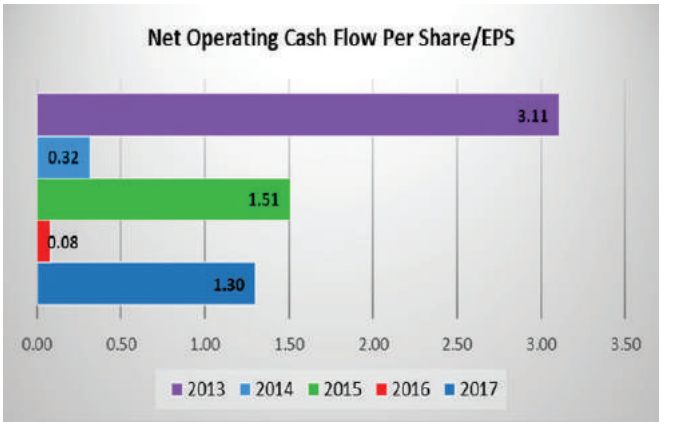

Return on Assets Ratio
4.05%
7%
4.78%
5.49%
6.27%
2017 2016 2015 2014 2013


Earnings Per Share (EPS) (Per value Tk. 10)
5.00%
4.00%
3.00%
2.00%
1.00%
0.00%
4.12%
2.46%
2.01%
1.22%
0.90%
2017 2016 2015 2014 2013


EBITDA Margin
2013
2014
2015
2016
2017
29.06%
27.32%
29%
29.21%
22%
0% 5% 10% 15% 20% 25% 30% 35%


Debt to Total Assets Ratios
0.59
0.62
0.83
0.85
0.88
2017 2016 2015 2014 2013


Net Operating Cash Flow Per Share
6.00
5.00
4.00
3.00
2.00
1.00
0.00
5.33
0.21
3.04
0.39
2.79
2017 2016 2015 2014 2013


Net Operating Cash Flow Per Share/EPS
3.11
0.32
1.51
0.08
1.30
0.00 0.50 1.00 1.50 2.00 2.50 3.00 3.50
2013 2014 2015 2016 2017

5 Years- Horizontal Analysis- Financial Position

Particulars	2017		2016		2015		2014		2013	
	Amount	Growth Rate	Amount	Growth Rate	Amount	Growth Rate	Amount	Growth Rate	Amount	Growth Rate
Asset										
Non-Current Assets										
Property, Plant & Equipment	1,536,460,375	33.26%	1,153,018,012	49.61%	770,664,881	8.87%	707,879,372	7.27%	659,902,702	13.14%
Un-Allocated Revenue Expenditure	-		-		-		-	-100.00%	10,242,914	-20.00%
Total Non-Current Assets	1,536,460,375	33.26%	1,153,018,012	49.61%	770,664,881	8.87%	707,879,372	5.63%	670,145,616	12.42%
Current Asset										
Inventories	1,046,102,880	13.00%	925,754,761	16.30%	796,013,144	14.45%	695,513,145	14.26%	608,692,253	1.33%
Trade and other receivables	1,092,476,284	16.09%	941,038,066	18.00%	797,493,127	35.05%	590,498,930	20.30%	490,863,667	113.68%
Advance, Deposits & Pre-payments	1,173,852,382	27.16%	923,158,205	67.07%	552,562,774	24.47%	443,924,264	24.34%	357,012,539	169.82%
Investment in FDR	-		-		-		-		-	
Cash & Bank Balance	711,344,729	32.09%	538,518,005	88.37%	285,886,841	172.12%	105,059,689	20.40%	87,258,907	205.70%
Total Current Assets	4,023,776,275	20.89%	3,328,469,038	36.86%	2,431,955,886	32.53%	1,834,996,028	18.86%	1,543,827,366	55.74%
Total Asset	5,560,236,650	24.07%	4,481,487,050	39.93%	3,202,620,767	25.94%	2,542,875,400	14.86%	2,213,972,982	39.48%
Equity and Liabilities										
Equity										
Shareholder's Equity	2,300,411,404	36.36%	1,687,064,190	211.85%	540,979,537	42.06%	380,807,524	46.94%	259,155,902	60.27%
Non-Controlling Interest	-		-		-		-		-	
Total	2,300,411,404	36.36%	1,687,064,190	211.85%	540,979,537	42.06%	380,807,524	46.94%	259,155,902	60.27%
Non-Current Liability										
Loan from shareholder	-		-		-		-		-	
Deferred tax liabilities	142,043,853	47.05%	96,597,587	33.63%	72,284,843	11.68%	64,727,475	16.60%	55,513,857	0.00%
Long term loan	293,834,660	-18.83%	361,997,950	2.62%	352,770,813	-31.05%	511,626,649	36.38%	375,139,140	-1.67%
Defined benefit obligations (Gratuity)	-		-		-		-		-	
Total Non-Current Liability	435,878,513	-4.95%	458,595,537	7.89%	425,055,656	-26.25%	576,354,124	33.83%	430,652,997	12.88%
Current Liabilities										
Trade and other payables	96,430,341	-5.74%	102,305,488	-49.05%	200,805,347	31.40%	152,816,348	-61.17%	393,509,677	578.97%
Short term bank loan	1,868,878,295	18.26%	1,580,344,761	0.71%	1,569,149,677	41.23%	1,111,040,428	24.58%	891,848,655	8.91%
Current portion of long term loan	147,223,717	-23.14%	191,537,450	21.01%	158,282,029	25.12%	126,503,279	1.14%	125,083,494	6.88%
Liability for other finance	18,134,784	10.00%	16,486,167	21.64%	13,553,788	41.24%	9,596,182	12.93%	8,497,198	24.85%
Contribution to WPPF	33,488,575	61.00%	20,799,800	29.68%	16,039,674	59.34%	10,066,557		-	
Provision for taxation	635,331,681	49.72%	424,353,657	52.23%	278,755,059	58.66%	175,690,958	66.97%	105,225,059	142.22%
IPO Refundable Subscription	24,459,338		-		-		-		-	
Total Current Liabilities	2,823,946,731	20.90%	2,335,827,323	4.44%	2,236,585,574	41.05%	1,585,713,752	4.04%	1,524,164,083	45.97%
Total equity & liabilities	**5,560,236,648**	**24.07%**	**4,481,487,050**	**39.93%**	**3,202,620,767**	**25.94%**	**2,542,875,400**	**14.86%**	**2,213,972,982**	**39.48%**

5 Years- Vertical Analysis- Financial Position

Particulars	2016-2017	(%)	2015-2016	(%)	2014-2015	(%)	2013-2014	(%)	2012-2013	(%)
Asset										
Non-Current Assets										
Property, Plant & Equipment	1,536,460,375	27.63%	1,153,018,012	25.73%	770,664,881	24.06%	707,879,372	27.84%	659,902,702	29.81%
Un-Allocated Revenue Expenditure	-		-		-		-		10,242,914	
Total Non-Current Assets	1,536,460,375	27.63%	1,153,018,012	25.73%	770,664,881	24.06%	707,879,372	27.84%	670,145,616	30.27%
Current Asset										
Inventories	1,046,102,880	18.81%	925,754,761	20.66%	796,013,144	24.86%	695,513,145	27.35%	608,692,253	27.49%
Trade and other receivables	1,092,476,284	19.65%	941,038,066	21.00%	797,493,127	24.90%	590,498,930	23.22%	490,863,667	22.17%
Advance, Deposits & Pre-payments	1,173,852,382	21.11%	923,158,205	20.60%	552,562,774	17.25%	443,924,264	17.46%	357,012,539	16.13%
Investment in FDR	-		-		-		-		-	
Cash & Bank Balance	711,344,729	12.79%	538,518,005	12.02%	285,886,841	8.93%	105,059,689	4.13%	87,258,907	3.94%
Total Current Assets	4,023,776,275	72.37%	3,328,469,038	74.27%	2,431,955,886	75.94%	1,834,996,028	72.16%	1,543,827,366	69.73%
Total Asset	5,560,236,650	100.00%	4,481,487,050	100.00%	3,202,620,767	100.00%	2,542,875,400	100.00%	2,213,972,982	100.00%
Equity and Liabilities										
Equity										
Shareholder's Equity	2,300,411,404	41.37%	1,687,064,190	37.65%	540,979,537	16.89%	380,807,524	14.98%	259,155,902	11.71%
Non-Controlling Interest	-		-		-		-		-	
Total	2,300,411,404	41.37%	1,687,064,190	37.65%	540,979,537	16.89%	380,807,524	14.98%	259,155,902	11.71%
Non-Current Liability										
Loan from shareholder	-		-		-		-		-	
Deferred tax liabilities	142,043,853	2.55%	96,597,587	2.16%	72,284,843	2.26%	64,727,475	2.55%	55,513,857	2.51%
Long term loan	293,834,660	5.28%	361,997,950	8.08%	352,770,813	11.02%	511,626,649	20.12%	375,139,140	16.94%
Defined benefit obligations (Gratuity)	-		-		-		-		-	
Total Non-Current Liability	435,878,513	7.84%	458,595,537	10.23%	425,055,656	13.27%	576,354,124	22.67%	430,652,997	19.45%
Current Liabilities										
Trade and other payables	96,430,341	1.73%	102,305,488	2.28%	200,805,347	6.27%	152,816,348	6.01%	393,509,677	17.77%
Short term bank loan	1,868,878,295	33.61%	1,580,344,761	35.26%	1,569,149,677	49.00%	1,111,040,428	43.69%	891,848,655	40.28%
Current portion of long term loan	147,223,717	2.65%	191,537,450	4.27%	158,282,029	4.94%	126,503,279	4.97%	125,083,494	5.65%
Liability for other finance	18,134,784	0.33%	16,486,167	0.37%	13,553,788	0.42%	9,596,182	0.38%	8,497,198	0.38%
Contribution to WPPF	33,488,575	0.60%	20,799,800	0.46%	16,039,674	0.50%	10,066,557	0.40%	-	0.00%
Provision for taxation	635,331,681	11.43%	424,353,657	9.47%	278,755,059	8.70%	175,690,958	6.91%	105,225,059	4.75%
IPO Refundable Subscription	24,459,338	0.44%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
Total Current Liabilities	2,823,946,731	50.79%	2,335,827,323	52.12%	2,236,585,574	69.84%	1,585,713,752	62.36%	1,524,164,083	68.84%
Total equity & liabilities	**5,560,236,648**	**100.00%**	**4,481,487,050**	**100.00%**	**3,202,620,767**	**100.00%**	**2,542,875,400**	**100.00%**	**2,213,972,982**	**100.00%**

5 years- Horizontal Analysis-Income statement

Particulars	2017		2016		2015		2014		2013	
	Amount	Growth	Amount	Growth	Amount	Growth	Amount	Growth	Amount	Growth
Net Turnover	3,516,787,664	35.94%	2,586,928,680	14.03%	2,268,705,465	21.28%	1,870,678,476	24.78%	1,499,124,750	47.75%
Cost of Goods Sales	(2,321,305,187)	36.72%	(1,697,886,961)	13.93%	(1,490,270,881)	16.59%	(1,278,201,142)	24.98%	(1,022,705,872)	55.98%
Gross profit	1,195,482,477	34.47%	889,041,719	14.21%	778,434,584	31.39%	592,477,334	24.36%	476,418,878	32.71%
Administrative Expenses	(88,991,487)	41.45%	(62,913,322)	6.23%	(59,225,229)	-4.92%	(62,288,539)	59.23%	(39,117,747)	-13.47%
Selling & Distribution Expenses	(161,996,017)	11.05%	(145,878,786)	24.60%	(117,082,201)	29.92%	(90,116,611)	40.55%	(64,118,701)	1.57%
Operating Expenses	(250,987,504)	20.21%	(208,792,108)	18.43%	(176,307,430)	15.68%	(152,405,150)	47.63%	(103,236,448)	-4.71%
Operating Income	944,494,973	38.85%	680,249,611	12.97%	602,127,154	36.82%	440,072,184	17.92%	373,182,430	48.88%
Other Income	3,478,047	-58.49%	8,378,277	114.23%	3,910,824	60.54%	2,436,020	113.20%	1,142,593	-1.97%
Financial Expenses	(244,712,941)	-2.83%	(251,832,093)	-6.45%	(269,204,822)	16.48%	(231,110,508)	10.28%	(209,570,941)	53.04%
Net Profit/(Loss) before WPPF	703,260,079	61.00%	436,795,795	29.68%	336,833,156	59.34%	211,397,696	28.31%	164,754,082	43.41%
Contribution to WPPF	(33,488,575)	61.00%	(20,799,800)	29.68%	(16,039,674)	59.34%	(10,066,557)	0.00%	-	0.00%
Net Profit/(Loss) before Tax	669,771,504	61.00%	415,995,995	29.68%	320,793,482	59.34%	201,331,139	22.20%	164,754,082	43.41%
Current Tax	(210,978,024)	44.90%	(145,598,598)	29.68%	(112,277,719)	59.34%	(70,465,899)	14.05%	(61,782,781)	43.41%
Differed Tax	(45,446,266)	86.92%	(24,312,744)	221.71%	(7,557,368)	-17.98%	(9,213,618)	-30.60%	(13,276,806)	0.00%
Income Tax Expenses	(256,424,290)	50.92%	(169,911,341)	41.79%	(119,835,087)	50.40%	(79,679,517)	6.16%	(75,059,587)	74.23%
Net Profit/(Loss) after Tax	413,347,214	67.97%	246,084,653	22.46%	200,958,395	65.19%	121,651,622	35.63%	89,694,495	24.92%
Earnings Per Share (EPS)	**4.12**	**67.42%**	**2.46**	**22.43%**	**2.01**	**64.75%**	**1.22**	**35.56%**	**0.90**	**25.00%**

5 years- Vertical Analysis-Income statement

Particulars	2017	(%)	2016	(%)	2015	(%)	2014	(%)	2013	(%)
Net Turnover	3,516,787,664	100.00%	2,586,928,680	100.00%	2,268,705,465	100.00%	1,870,678,476	100.00%	1,499,124,750	100.00%
Cost of Goods Sales	(2,321,305,187)	66.01%	(1,697,886,961)	65.63%	(1,490,270,881)	65.69%	(1,278,201,142)	68.33%	(1,022,705,872)	68.22%
Gross profit	1,195,482,477	33.99%	889,041,719	34.37%	778,434,584	34.31%	592,477,334	31.67%	476,418,878	31.78%
Administrative Expenses	(88,991,487)	2.53%	(62,913,322)	2.43%	(59,225,229)	2.61%	(62,288,539)	3.33%	(39,117,747)	2.61%
Selling & Distribution Expenses	(161,996,017)	4.61%	(145,878,786)	5.64%	(117,082,201)	5.16%	(90,116,611)	4.82%	(64,118,701)	4.28%
Operating Expenses	(250,987,504)	7.14%	(208,792,108)	8.07%	(176,307,430)	7.77%	(152,405,150)	8.15%	(103,236,448)	6.89%
Operating Income	944,494,973	26.86%	680,249,611	26.30%	602,127,154	26.54%	440,072,184	23.52%	373,182,430	24.89%
Other Income	3,478,047	0.10%	8,378,277	0.32%	3,910,824	0.17%	2,436,020	0.13%	1,142,593	0.08%
Financial Expenses	(244,712,941)	6.96%	(251,832,093)	9.73%	(269,204,822)	11.87%	(231,110,508)	12.35%	(209,570,941)	13.98%
Net Profit/(Loss) before WPPF	703,260,079	20.00%	436,795,795	16.88%	336,833,156	14.85%	211,397,696	11.30%	164,754,082	10.99%
Contribution to WPPF	(33,488,575)	0.95%	(20,799,800)	0.80%	(16,039,674)	0.71%	(10,066,557)	0.54%	-	0.00%
Net Profit/(Loss) before Tax	669,771,504	19.04%	415,995,995	16.08%	320,793,482	14.14%	201,331,139	10.76%	164,754,082	10.99%
Current Tax	(210,978,024)	6.00%	(145,598,598)	5.63%	(112,277,719)	4.95%	(70,465,899)	3.77%	(61,782,781)	4.12%
Differed Tax	(45,446,266)	1.29%	(24,312,744)	0.94%	(7,557,368)	0.33%	(9,213,618)	0.49%	(13,276,806)	0.89%
Income Tax Expenses	(256,424,290)	7.29%	(169,911,341)	6.57%	(119,835,087)	5.28%	(79,679,517)	4.26%	(75,059,587)	5.01%
Net Profit/(Loss) after Tax	413,347,214	11.75%	246,084,653	9.51%	200,958,395	8.86%	121,651,622	6.50%	89,694,495	5.98%
Earnings Per Share (EPS)	**4.12**		**2.46**		**2.01**		**1.22**		**0.90**	

Share Stock

Sustainable Development

Sustainable Development

Sustainable development means adopting business strategies and activities that meet the needs of the enterprise and its stakeholders today while protecting, sustaining and enhancing the human and natural resources that will be needed in the future. Sustainable development has great worth to us and we strongly believe that our profitability greatly depends on healthy communities, growing economies as well as the optimum use of scarce natural resources. According to our realization, we have developed long term Sustainable Development policies that help us to operate our business for the well-being of the environment and for the healthiness and safeties of people. Our sustainable development principles draw our attention towards operational efficiency and innovation, healthy environment issues, waste management, welfare of society, quality management, quality improvement & cost reduction, and creating values for the stakeholders. The Sustainable Development is complementary to our process and progress. We are performing Corporate Social Responsibility as a prime tool of Sustainable Development.



Environment Friendly Products

We at BBS Cable Ltd. recognize that Environmental Issues have become critical challenge globally. We are committed to contributing towards "Leaving a beautiful planet as a legacy to future generations".

For achieving this, we believe that we need to work in harmony with the nature; recognize the environmental impact related to our business activities & products and undertake protection of environment through technologically and economically feasible goals within our scope.

We are using Lead free PVC Resin in our insulation to be as an environment friendly cable in Bangladesh. We are committed towards conservation of natural resources by their responsible and efficient use in our operations. We are also committed to continual improvement in environmental performance and complying with environmental legislations and requirements.

We are providing appropriate training to employees to enhance their awareness and commitment to environmental protection. Our environmental policy is communicated to all our employees, business associates and made available to the public.

Environment Friendly Cables

Corporate Social Responsibilities toward Social and Community

Corporate social responsibility (CSR) is a corporation's initiatives to assess and take responsibility for the company's effects on environmental and social wellbeing. The term generally applies to efforts that go beyond what may be required by regulators or environmental protection groups. CSR may also be referred to as "corporate citizenship" and can involve incurring short-term costs that do not provide an immediate financial benefit to the company, but instead promote positive social and environmental change. To contribute to the society through various activities based on the aspects of creativity and culture is aimed by BBS Cables Ltd. and stands at the core of our corporate philosophy. The CSR activities of BBS Cables Ltd. for the societies and the communities are described below:

Tree Plantation

BBS Cables Ltd. has taken several tree plantation programs each and every year to maintain eco-logical balance by protecting our environment and to create awareness among the local habitants. As a good corporate citizen, we encourage all of our employees to participate in creative activities nationally with an awareness of the importance of making a contribution to the society mainly in the area of the environmental conservation. Some of the pictures of tree plantation are as follows:









STOCK

Education

The Board of Directors of BBS Cables Ltd. is very much aware about the education. As a part of the awareness, we always try to increase helping wings the educational events. Some of the events are as follows:









Other CSR Activities



The Board of the Company has been donated a sum of amount to 'PROYASH'.



The Board of the Company has been donated a sum of amount to a 'Marine Engineer'



The Board of the Company has been distributed blanket.



The Board of the Company has been donated Umbrella to Chittagong Metropolitan Police.



The Board of the Company has been donated a sum of amount to 'Actors Equity'.

Human Resources Value Creation

The success of any entity depends on the quality of the human resources in today's competitive business world. So, the management of BBS Cables Ltd. believe that our people are our strength. We create value for our employees by investing in them and ensure that there is growth for them at BBS Cables Ltd. be it as a management or a non-management employee in terms of skill development and leadership. We acknowledge the contribution of every employee for their outstanding performance in the Company over time. We ensure value for our employees who are provided with a work life balance and a safe working environment to ensure that they create value for the Company. Multiple initiatives were taken during the year to create a workforce that is highly motivated, engaged and strives to bring the people together.

It is obvious that Human Resource Accounting helps a Company to realize its inner strength as well as weakness as it related with human. The Company is following conventional accounting practices as directed by the standards of regulatory bodies. As there are no specific accounting standards regarding Human Resource Accounting (HRA), valuing the human resources and measuring the direct impact of the cost spent for employees is difficult. However, the Company acknowledge the importance of HRA which is the process of identifying and reporting expenditures related to human resources of an organization that are presently unaccounted for in the conventional accounting practices. In addition to external financial reporting, the HRA may help as a managerial tool to aid in making managerial decisions that will benefit the long-run strategic goals and profitability of the Company.

Demographic Segmentation of Our Permanent Employees (As on 30 June, 2017)

Age	Corporate Office	Factory	Total
18-25	23	76	99
26-35	98	108	206
36-45	64	77	141
46-55	51	44	95
56 and above	9	7	16
Total	**245**	**312**	**557**

Employees Benefits outlay for the year ended 2016-2017

Particulars	Total Amount
Salary	136,741,871
Labor Charges	30,962,867
Workers Profit Participatory Fund(WPPF)	33,488,575

Certification & Recognition











Award & Recognition

SNAP SHOT











SNAP SHOT

Media Coverage



কালের কণ্ঠ ৬

শিল্প বাণিজ্য

৪ মে ২০১১, বুধবার

বিবিএস কেবলসের উদ্বোধন করছেন শিল্পমন্ত্রী দিলীপ বড়ুয়া।

বাজারে এল বিবিএস কেব্‌লস

বাণিজ্য ডেস্ক ▶

গত ২ মে বঙ্গবন্ধু আন্তর্জাতিক সম্মেলনকেন্দ্রে উৎপাদন ও বিক্রয় কার্যক্রম ঘোষণার মধ্য দিয়ে দেশের নতুন কেবলস কম্পানি হিসেবে বিবিএস কেবলস আত্মপ্রকাশ করে। বিশ্বমানে কেবলস উৎপাদনের লক্ষ্যে বিবিএস কেবলস গাজীপুরের শ্রীপুরে অবস্থিত ফ্যাক্টরিতে স্থাপন করেছে। উদ্বোধনী অনুষ্ঠানে প্রধান অতিথি ছিলেন শিল্পমন্ত্রী দিলীপ বড়ুয়া এবং বিশেষ অতিথি ছিলেন এফবিসিসিআইর প্রেসিডেন্ট এ কে আজাদ। অন্যদের মধ্যে উপস্থিত ছিলেন বিবিএস কেবলসের ম্যানেজিং ডিরেক্টর ইঞ্জিনিয়ার আবু নোমান হাওলাদার, ডিরেক্টর ইঞ্জিনিয়ার হাসান মোর্শেদ চৌধুরী, ইঞ্জিনিয়ার মোহাম্মদ বদরুল হাসান, ইঞ্জিনিয়ার মোহাম্মদ রুহুল মজিদ ও মো. আশরাফ আলী খানসহ বিবিএস কেবলসের ডিলার ও ট্রেডার্স, বিভিন্ন ব্যবসায়িক প্রতিষ্ঠানের উর্ধ্বতন কর্মকর্তা এবং দেশের শীর্ষস্থানীয় ব্যবসায়ী ও সমাজের বিশিষ্ট ব্যক্তিরা।



সমকাল রোববার

২৩ নভেম্বর ২০১৪ ৯ অগ্রহায়ণ ১৪২১

ডিলার কনফারেন্স ২০১৩-২০১৪

বিবিএস কেবলস্-এর ডিলার কনফারেন্স

গত শুক্রবার বসুন্ধরা কনভেনশন সেন্টার-২-এ অনুষ্ঠিত হলো দেশের অন্যতম স্বনামধন্য কেবলস ম্যানুফ্যাকচারিং কোম্পানি বিবিএস কেবলস লি: এর তৃতীয় ডিলার কনফারেন্স ২০১৩-২০১৪। উপস্থিত ছিলেন বিবিএস কেবলস-এর ব্যবস্থাপনা পরিচালক ইঞ্জি: আবু নোমান হাওলাদার, পরিচালক ইঞ্জি: হাসান মোর্শেদ চৌধুরী, পরিচালক ইঞ্জি: মো: বদরুল হাসান, পরিচালক ইঞ্জি: মো: রুহুল মজিদ ও পরিচালক মো: আশরাফ আলী খান, বিবিএস কেবলস-এর বিক্রয় ও বিপণন বিভাগের মহাব্যবস্থাপক ওমর ফারুক।



প্রথম আলো

বিবিএস কেবলসের ডিলার সম্মেলন

বিবিএস কেবলস লিমিটেডের বার্ষিক ডিলার সম্মেলন গত বৃহস্পতিবার রাজধানীর বসুন্ধরায় একটি কনভেনশন সেন্টারে অনুষ্ঠিত হয়েছে। এতে উপস্থিত ছিলেন প্রতিষ্ঠানটির ব্যবস্থাপনা পরিচালক আবু নোমান হাওলাদার, মো. বদরুল হাসান, হাসান মোর্শেদ চৌধুরী, মো. রুহুল মজিদ ও মো. আশরাফ আলী খান, বিক্রয় ও বিপণন বিভাগের জ্যেষ্ঠ মহাব্যবস্থাপক ওমর ফারুক এবং ব্র্যান্ড ব্যবস্থাপক রবিউল কামাল। সারা দেশ থেকে প্রতিষ্ঠানটির প্রায় এক হাজার ডিলার সম্মেলনে অংশ নেন। বিজ্ঞপ্তি।



theindependent

DHAKA, WEDNESDAY JUNE 10, 2015

Signing Ceremony

BBS Cables Ltd + Expressions

8 JUNE 2015

Abu Noman Howlader, managing director of BBS Cables Limited, and Ramendu Majumdar, MD of Expressions Limited, signed an agreement in the capital recently to appoint Expression as the advertising agency for advertisement, branding and promotion of BBS Cables products.

PHOTO: COURTESY

SNAP SHOT

Events



BPL T-20, 2017 Agreement Signing Ceremony between
DBL Sports Ltd (Chittagong Vikings) & BBS Cables Ltd.



BPL T-20, 2017 Agreement Signing Ceremony between
Khulna Royel Bengal & BBS Cables Ltd.



Platinum Sponsor of Dhaka Gladiators in the BPL T-20, 2012.



BPL T-20, 2017 Agreement Signing Ceremony between i sports
(Rangpur Riders) & BBS Cables Ltd.

Events



BBS Cables Ltd launched a new product (FR Skin Coated Cables) 2017.



BBS Cables Ltd 'Corporate Day-out Program' 2016.



BBS Cables Ltd 'Pohela Boishakh Program'.



Agreement Signing Ceremony between BBS Cables Ltd & Expressions Ltd.

Financial Statements



2016-2017

Environment Friendly Cables

Financial Statements

Auditors' Report
To the Shareholders of BBS Cables Ltd.

We have audited the accompanying financial statements of BBS Cables Ltd. which comprise the Statement of Financial Position as at June 30, 2017 along with Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), Companies Act 1994, The Securities and Exchange Rules 1987 and other applicable rules and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing, those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of BBS Cables Ltd. as of June 30, 2017 and of its financial performance for the year then ended in accordance with Bangladesh Financial Reporting Standards and comply with the Companies Act 1994, The Securities and Exchange Rules 1987 and other applicable laws and regulations.

Report on other legal and regulatory requirements

We also report that;

a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;

b) in our opinion proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;

c) Company's Statement of Financial Position, Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows dealt with by the report are in agreement with the books of accounts.

d) the expenditures incurred were for the purpose of the Company's business.

Sd/-
Ahmed Zaker & Co.
Chartered Accountants

Place: Dhaka
Dated: October 24, 2017

BBS Cables Ltd.

Statement of Financial Position

As at 30 June, 2017

Particulars	Notes	Amount in Taka	
		30.06.2017	30.06.2016
Assets			
Non-Current Assets		**1,536,460,375**	**1,153,018,012**
Property, Plant & Equipment	**3.00**	**1,536,460,375**	**1,153,018,012**
Current Assets		**4,023,776,275**	**3,328,469,038**
Inventories	4.00	1,046,102,880	925,754,761
Accounts Receivable	5.00	1,092,476,284	941,038,067
Advances, Deposits & Prepayments	6.00	1,173,852,382	923,158,205
Cash & Cash Equivalents	7.00	711,344,729	538,518,005
Total Assets:		**5,560,236,650**	**4,481,487,050**
Shareholders Equity & Liabilities:			
Shareholders' Equity		**2,300,411,404**	**1,687,064,190**
Share Capital	8.00	1,200,000,000	1,000,000,000
Retained Earnings	9.00	1,100,411,404	687,064,190
Liabilities			
Non-Current Liabilities		**435,878,513**	**458,595,537**
Long Term Loan	10.00	293,834,660	361,997,950
Deferred Tax Liability	11.00	142,043,853	96,597,587
Current Liabilities		**2,823,946,733**	**2,335,827,323**
Current Portion of Long Term Loan	12.00	147,223,717	191,537,450
Short Term Loan	13.00	1,868,878,295	1,580,344,761
Accounts Payable	14.00	96,430,341	102,305,488
Liabilities For Expenses	15.00	18,134,784	16,486,167
Provision for Income Tax	16.00	635,331,681	424,353,657
Workers' Profit Participation Fund	17.00	33,488,575	20,799,800
IPO Refundable Subscription		24,459,338	-
Total Equity & Liabilities:		**5,560,236,650**	**4,481,487,050**
Net Asset Value per Share	26.00	**19.17**	**16.87**

The annexed notes (1-38) form an integral part of these financial statements.

Sd/-	Sd/-	Sd/-
Chairman	Managing Director	Company Secretary

Signed as per our separate report on same date.

Place: Dhaka;
Dated: October 24, 2017

Sd/-
Ahmed Zaker & Co.
Chartered Accountants

BBS Cables Environment Friendly Cables

BBS Cables Ltd.

Statement of Profit or Loss and other Comprehensive Income

For the year ended June 30, 2017

Particulars	Notes	Amount in Taka	
		01.07.2016 to 30.06.2017	01.07.2015 to 30.06.2016
Revenue	18.00	3,516,787,664	2,586,928,680
Cost of Goods Sold	19.00	(2,321,305,187)	(1,697,886,961)
Gross Profit:		**1,195,482,477**	**889,041,719**
Administrative Expenses	20.00	(88,991,487)	(62,913,322)
Selling & Distribution Expenses	21.00	(161,996,017)	(145,878,786)
Profit from Operation:		**944,494,974**	**680,249,611**
Other Income	22.00	3,478,047	8,378,277
Financial Expenses	23.00	(244,712,941)	(251,832,093)
Profit Before Tax and WPPF:		**703,260,080**	**436,795,795**
Contribution to Workers Profit Participation Fund	24.00	(33,488,575)	(20,799,800)
Profit Before Tax:		**669,771,505**	**415,995,995**
Income Tax Expenses:	25.00	**256,424,290**	**169,911,342**
Current Tax	25.01	210,978,024	145,598,598
Deferred Tax	25.02	45,446,266	24,312,744
Net Profit After Tax:		**413,347,214**	**246,084,653**
Earnings per share (Reported)	27.00	**4.12**	**17.34**
Earnings per share (Re-stated)		**-**	**2.46**

The annexed notes (1-38) form an integral part of these financial statements.

Sd/-
Chairman

Sd/-
Managing Director

Sd/-
Company Secretary

Signed as per our separate report on same date.

Place: Dhaka;
Dated: October 24, 2017

Sd/-
Ahmed Zaker & Co.
Chartered Accountants

BBS Cables Limited

Statement of Changes in Equity

For the year ended June 30, 2017

Particulars	Share Capital	Share Money Deposit	Retained Earnings	Total
Balance as on July 01, 2016	1,000,000,000	-	687,064,190	1,687,064,190
Share issued during the year	200,000,000	-	-	200,000,000
Profit made during the year	-	-	413,347,214	413,347,214
Balance at June 30, 2017	**1,200,000,000**	**-**	**1,100,411,405**	**2,300,411,405**

Statement of Changes in Equity

For the year ended June 30, 2016

Particulars	Share Capital	Share Money Deposit	Retained Earnings	Total
Balance as on July 01, 2015	100,000,000	-	440,979,537	540,979,537
Share issued during the year	900,000,000	-	-	900,000,000
Profit made during the year	-	-	246,084,653	246,084,653
Balance at June 30, 2016	**1,000,000,000**	**-**	**687,064,190**	**1,687,064,190**

The annexed notes (1-38) form an integral part of these financial statements.

Sd/-	Sd/-	Sd/-
Chairman	Managing Director	Company Secretary

Signed as per our separate report on same date.

Place: Dhaka;
Dated: October 24, 2017

Sd/-
Ahmed Zaker & Co.
Chartered Accountants

Environment Friendly Cables

BBS Cables Ltd.

Statement of Cash Flows

For the year ended June 30, 2017

Particulars	Notes	Amount in Taka	
		01.07.2016 to 30.06.2017	01.07.2015 to 30.06.2016
Cash Flows from Operating Activities:			
Cash Collection from Customers & Others		3,368,827,494	2,451,762,017
Cash Paid to Suppliers, Employee & Others		(2,612,013,871)	2,284,882,892)
Cash generated from operation		**756,813,623**	**166,879,125**
Income Tax Paid		(221,949,325)	(145,964,387)
Net Cash provided/(used) by Operating Activities:(A)		**534,864,298**	**20,914,738**
Cash Flows from Investing Activities:			
Acquisition of Property, Plant & Equipment		(493,381,144)	(470,129,124)
Net Cash used in Investing Activities:(B)		**(493,381,144)**	**(470,129,124)**
Cash flows from Financing Activities			
Share Capital		200,000,000	900,000,000
Proceed/(Repayment) of Long Term Loan		(112,477,023)	42,482,558
Proceed/(Repayment) of Short Term Loan		288,533,534	11,195,084
Bank Interest Paid		(244,712,941)	(251,832,093)
Net Cash provided/(used) by Financing Activities:(C)		**131,343,570**	**701,845,549**
Net increase/decrease in cash & Cash equivalents: (A+B+C)		**172,826,724**	**252,631,163**
Cash & Cash equivalents at the beginning of the year		538,518,005	285,886,841
Closing Cash & Cash equivalents at the end of the year		**711,344,728**	**538,518,005**
Net Operating Cash Flow per share	**28.00**	**5.33**	**1.47**

The annexed notes (1-38) form an integral part of these financial statements.

Sd/-	Sd/-	Sd/-
Chairman	Managing Director	Company Secretary

Signed as per our separate report on same date.

Place: Dhaka;
Dated: October 24, 2017

Sd/-
Ahmed Zaker & Co.
Chartered Accountants

BBS Cables Limited

Notes, Comprising a Summary of Significant Accounting Policies and other Explanatory Information As at & for the year ended 30 June, 2017

1.00 The Company & It's Operations:

1.01 Legal form of the Company:
The Company was incorporated in 12April, 2009 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 recommended its commercial production in the year 2010. The company has changed its status from Private to Public limited on 31 January, 2015.

1.02 Address of the Registered & Corporate Office:
The registered office of the Company is located at Jaina Bazar, Dhaka Mymensingh Highway, Telehate, Sreepur, Gazipur and its corporate office situated at Configure Bapari Tower (3rd Floor), Ga-64 Middle Badda, Dhaka-1212.

1.03 Nature of Business Activities:
The principal activities of the Company is to carry on the business of manufacturer, trader, buyer, seller, importers, exporters, dealers, distributor and retail in all kinds of aluminum cables, copper cables, silicon cables, optical fiber cables, power cables, rubber cables, railway signaling cables, welding cables and jelly-filled cables, automobiles cables, submersible cables, coaxial cables, flexible and house wire cables (single and multi-core) and all other kinds of electrical, electronic, tele-communication cables and wires.

2.00 Summary of Significant Accounting & Valuation Principles:

2.01 Basis of Preparation & Presentation of the Financial Statements:
The financial statements have been prepared and the disclosures of information made in accordance with the requirements of the Companies Act, 1994 and IAS and IFRS adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), as Bangladesh Accounting Standard (BAS) and Bangladesh Financial Reporting Standard (BFRS). The Statement of Financial Position and Statement of Profit or Loss and other Comprehensive Income have been prepared according to BAS-1 "Presentation of Financial Statements" based on accrual basis of accounting following going concern assumption under generally accepted accounting principles and practices in Bangladesh and cash flow statement according to BAS-7 "Statement of Cash Flow".

2.02 Accounting Convention and Assumption:
The financial statements are prepared under the historical cost convention.

2.03 Accounting Records:
The entity has been maintaining all the required books of accounts as are necessary for the accounts.

2.04 Reporting Period:
The financial statements cover one year from 01 July, 2016 to 30 June, 2017.

2.05 Principal Accounting Policies:
The specific accounting policies have been selected and applied by the Company's management for significant transactions and events that have a material effect within the Framework for preparation and presentation of financial statements. Financial statements have been prepared and presented in compliance with BAS-1 "Presentation of Financial Statements". The previous year's figures were formulated according to the same accounting principles. Compared to the previous year, there were no significant changes in the accounting and valuation policies affecting the financial position and performance of the Company. However, changes made to the presentation are explained in the note for each respective item. Accounting and valuation methods are disclosed for reasons of clarity. The Company classified the expenses using the function of expenses method as per BAS-1.

2.05.1 Legal Compliance:
The financial statements have been prepared and the disclosures of information were made in accordance with the requirements of the Companies Act, 1994 and IASs adopted by the ICAB. On the basis of these regulations, Bangladesh Accounting Standards (BAS) & Bangladesh Financial Reporting Standards (BFRS) were applied with the applicable standards at the Statement of Financial Position date.

BBS Cables Environment Friendly Cables

2.05.2 Critical Accounting Estimates, Assumptions and Judgments:
The preparation of the financial statements is in conformity with BFRS requires the use of judgements regarding certain critical items in the financial statements. It also requires management to exercise its judgment in the process of applying the Company's accounting policies.

2.06 Going Concern:
The Company has adequate resources to continue in operation for the foreseeable future. For this reason, the directors continue to adopt going concern basis in preparing the financial statements. The current credit facilities and resources of the Company provides sufficient fund to meet the present requirements of existing business.

2.07 Application of Standards:
The following BASs and BFRSs are applicable for the financial statements for the year under review.
BAS-1 Presentation of Financial Statements;
BAS-2 Inventories;
BAS-7 Statement of Cash Flows;
BAS-8 Accounting Policies, Changes in Accounting Estimates & Errors;
BAS-10 Events after the Reporting Period;
BAS-12 Income Taxes;
BAS-16 Property, Plant & Equipment;
BAS-17 Leases;
BAS-18 Revenues;
BAS-19 Employee Benefits;
BAS-23 Borrowing Costs;
BAS-24 Related Party Disclosures;
BAS-33 Earnings per Share;
BAS-36 Impairment of Assets;
BAS-37 Provisions, Contingent Liabilities and Contingent Assets;
BAS-38 Intangible Assets;
BAS-39 Financial Instruments: Recognition and Measurement.

2.08 Property, Plant &Equipment:

a. Recognition and Measurement:
In compliance with BAS-16 (Property, Plant & Equipment) items of Property, Plant & Equipment (PPE), excluding land is initially measured at cost less accumulated depreciation and accumulated impairment losses, if any. Land is measured at cost. The cost of an item of PPE comprises its purchase price, import duties and non-refundable taxes after deducting trade discount and rebates and any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the intended manner.

b. Capitalization of Borrowing Cost:
Finance costs that are directly attributable to the construction of plants are included in the cost of those plants in compliance with BAS-23: Borrowing Cost, allowed alternative treatment.

c. Subsequent Costs:
The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of the day to day maintaining cost on PPE are recognized in the Statement of Comprehensive Income as incurred.

d. Depreciation:
No depreciation is charged on land and land development.
Consistently, depreciation is provided on diminishing balance method based on written down value at which the asset is carried in the books of account. Depreciation continues to be provided until such time as the written down value is reduced to Taka one.
Depreciation is charged when the asset is available for use and charging of depreciation on item of PPE ceases in the year in which the assets are disposed of or derecognised.

MAR STOCK

The depreciation/amortization rate(s) are as follows:

Category of Fixed Assets	Rate %
Land & Land Development	-
Factory Buildings	5
Plant & Machinery	10
Office Equipment-Factory	15
Office Buildings/Decoration	20
Office Equipment	15
Furniture &Fixtures	20
Office Equipment-Branch	15
Vehicles	15

e. Retirements and Disposals:
An asset is derecognized on disposal or when no future economic benefits are expected from its use and subsequent disposal. Gains or losses arising from the retirement or disposal of an asset is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognized as gain and loss from disposal of asset under other income in the Statement of Profit or Loss and Other Comprehensive Income.

2.09 Valuation of Inventories:
Inventories are assets held for sale in the ordinary course of business, in the process of production for such sale or in the form of materials or supplies to be consumed in the production process. Inventories are stated at the lower of cost or net realizable value in compliance to the requirements of Para 21 and 25 of BAS-2. Costs including an appropriate portion of fixed and variable factory overhead expenses are assigned inventories by the method most appropriate to the particular class of inventory. Net realizable value represents the estimated selling price for the inventories less all estimated cost of completion and cost necessary to make the sale. Item wise valuation is as follows:

Category of Inventories	Basis of Valuation
Raw & Packing Materials	At Weighted Average Cost
Work-in-Progress	At Standard Cost
Finished Goods	At Standard Cost

Standard cost comprises value of direct materials, direct labor, standard activity cost and overheads.

2.10 Cash & Cash Equivalents:
Cash and cash equivalents include cash in hand, cash at banks, term deposits which are available for use by the Company without any restrictions. There is an insignificant risk of change in value of the same.

2.11 Creditors & Accrued Expenses:

2.11.1 Trade & Other Payables:
Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the Company.

2.11.2 Provision:
The preparation of financial statements in conformity with International Accounting Standards BAS-37 Provisions, Contingent Liabilities and Contingent Assets requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and the disclosure requirements for contingent assets and liabilities during and at the date of the financial statements.

2.12 Authorization date for issuing Financial Statements:
The financial statements were authorized by the Board of Directors on October 24, 2017 for issue after completion of review.

2.13 Income Tax:

2.13.1 Current Tax:
Provision for taxation has been made as per rates prescribed in the Finance Act, 2015 and the Income Tax Ordinance, 1984 on profit made by the company. As per BAS-12 Income Tax provision has been made during the year as the company earned taxable income.

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2.13.2 Deferred Tax:

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using the Statement of Financial Position as liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. BBS Cables Limited recognized deferred tax liabilities for all taxable temporary differences.

2.14 Contingent Liabilities and Assets:

Contingent liabilities and assets are current or possible obligations or assets, arising from past events and whose existence is due to the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the Company. In accordance with BAS-37 Provision, Contingent Liabilities and Contingent Assets are disclosed in the notes to the financial statements.

2.15 Revenue Recognition:

In compliance with the requirements of BAS-18 "Revenue", revenue from receipts from customers against sales is recognized when products are dispatched to customers, that is, when the significant risk 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.

2.16 Impairment:

In accordance with the provision of "BAS-36" Impairment of Assets the carrying amount of non-financial assets other than inventories are reviewed to determine whether there is any indication of impairment. No such indication of impairment has risen till the date of our audit.

2.17 Financial Instrument:

Derivative:

According to BFRS-7 "Financial Instruments Disclosures" the company was not a party to any derivative contract (financial instrument) at the Statement of Financial Position date, such as forward exchange contracts, currency swap agreement or contract to hedge currency exposure related to import of capital machinery to be leased to lessees in future.

Non-Derivative:

Non-derivative financial instruments comprise of accounts and other receivable, borrowings and other payables and are shown at transaction cost as per BAS-39 "Financial Instrument: Recognition and Measurement".

2.18 Foreign Currency Translation:

Transactions in foreign currencies are translated to Bangladesh Taka at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities are converted at the rates prevailing at the Statement of Financial Position date. Non-monetary assets and liabilities denominated in foreign currencies, stated at historical cost are translated into Bangladesh Taka at the exchange rate ruling at the date of transaction.

2.19 Borrowing Costs:

In compliance with the requirements of BAS-23 "Borrowing Costs", borrowing costs of operational period on short term loan and overdraft facilities from commercial banks & financial institutions were charged off as revenue expenditure as they incurred.

2.20 Employees' Benefit:

Employees of the Company are entitled to get the following benefits from the Company:

a. Festival Bonus:
The Company gives 02 festival bonuses to its permanent employees in a year.

b. Workers' Profit Participation Fund:
This represents 5% of the net profit after charging such contribution but before tax contribution by the Company as per provisions of Bangladesh Labour Law Act, 2006 and is payable to the workers as define in the said Act. WPPF are yet to be recognized.

2.21 Statement of Changes in Equity:
The Statement of Changes in Equity reflects information about the increase or decrease in net assets or wealth.

2.22 Statement of Cash Flows:
Statement of Cash Flows is prepared principally in accordance with BAS-7: Statement of Cash Flows and the cash flows from operating activities have been presented under direct method.

2.23 Earnings per Share:
The Company calculates Earnings per Share (EPS) in accordance with BAS-33 "Earning per Share", which has been shown on the face of Statement of Comprehensive Income, and the computation of EPS is stated in the note-27.

Diluted Earnings per Share:
Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average no of ordinary share outstanding for the effect of all diluted potential ordinary shares, if any

2.23.1 Basic Earnings:
This represents earnings for the year attributable to the ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to ordinary shareholders.

2.23.2 Weighted Average Number of Ordinary Shares Outstanding during the year:
Computation of weighted average number of ordinary shares is done on the basis of weighted average number of ordinary shares at the beginning of the year plus weighted average number of ordinary shares issued during the year divided by time weighting factor.

2.23.3 Basic Earnings per Share:
This has been calculated by dividing the basic earnings by number of weighted average ordinary shares outstanding during the year.

2.23.4 Diluted Earnings per Share:
No diluted EPS is required to be calculated for the year, as there was no scope for dilution during the year under review.

2.24 Components of the Financial Statements:

- According to the Bangladesh Accounting Standards (BAS)-1 "Presentation of Financial Statements" the complete set of
- Financial Statements includes the following components":
- Statement of Financial Position as at 30 June, 2017;
- Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June, 2017;
- Statement of Changes in Equity for the year ended 30 June, 2017;
- Statement of Cash Flows for the year ended 30 June, 2017&
- Accounting Policies and Explanatory Notes.

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2.25 Segment Reporting:

No segmental reporting is applicable for the Company as required by BFRS-8: "Operating Segment" as the Company operates in a single industry segment and within a single geographical territory.

2.26 Related Party Transactions:

The objective of BAS-24 'Related Party Disclosures' is to ensure that an entity's financial statements contain the disclosures necessary to draw attention to the possibility that its financial position and profit or loss may have been affected by the existence of related parties and by transactions and outstanding balances with such parties.

Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence or joint control over the other party in making financial and operating decisions.

A party is related to an entity if: [BAS-24] directly, or indirectly through one or more intermediaries, controls, is controlled by, or is under common control with, the entity has an interest in the entity that gives it significant influence over the entity, has joint control over the entity, the party is a member of the key management personnel of the entity or its parent, the party is a close member of the family of any individual, the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual and the party is a post-employment benefit plan for the benefit of employees of the entity.

The Company transacts with related parties and recognize as per BAS-24 'Related Party Disclosures'. Related party transactions have been disclosed under Note - 32.

2.27 Interest paid and other Expenses:

Interest paid and other expenses are recognized on accrual basis.

2.28 Repair upkeep and Maintenance Charges:

There are usually absorbed as revenue charges as and when incurred.

2.29 Comparative:

Comparative information have been disclosed in respect of the previous years for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

2.30 General:

Wherever considered necessary, previous year's figures have been rearranged for the purpose of comparison;
Figures appearing in the financial statements have been rounded off to the nearest Taka.

		Amount in Taka	
		30.06.2017	30.06.2016

3.00 Property, Plant & Equipment: Tk. 1,536,460,375

This is made up as follows:

Particulars		
Opening Balance (at cost)	1,544,445,381	1,074,316,257
Add: Addition made during the year	493,381,144	470,129,124
Closing Balance	**2,037,826,525**	**1,544,445,381**
Less: Accumulated Depreciation	501,366,150	391,427,369
Written Down Value	**1,536,460,375**	**1,153,018,012**

Details of Property, Plant & Equipment and Depreciation are shown in the annexed **(Annexure- A).**

4.00 Inventories: Tk. 1,046,102,880

This is made-up as follows:

Raw Material	485,884,874	429,986,614
Work-in-Process	193,808,024	171,511,526
Finished Goods	366,409,982	324,256,621
Total	**1,046,102,880**	**925,754,761**

The basis of valuation is stated in Note-2.09.
Details of Inventory are shown in the annexed **(Annexure- B).**

At the end of the year physical verification of inventories was carried out by the company officials and a certificate has been furnished to the auditors.

5.00 Accounts Receivable: Tk. 1,092,476,284

This is made-up as follows:

Particulars			
Accounts Receivable	Note: 5.01	1,092,476,284	941,038,067
Total		**1,092,476,284**	**941,038,067**

5.01 Accounts Receivable: Tk. 1,092,476,284

This is made-up as follows:

Particulars		
Ashulia Sales Center	3,362,150	-
Barishal Sales Center	39,297,397	34,519,476
Bogra Sales Center	48,787,417	43,293,406
Chittagong Sales Center	89,287,454	70,684,743
Chowmuhuni Sales Center	6,956,267	5,961,971
Chapai Nawabgonj Sales Center	7,065,302	-
Comilla Sales Center	21,852,396	21,610,779
Direct Sales (Wear House)	499,201,617	434,957,928
Dinajpur Sales Center	17,856,509	14,657,834
Feni Sales Center	15,923,982	12,977,376
Gazipur Sales Center	16,848,961	14,651,270
Jessore Sales Center	9,235,844	7,857,256
Kaptanbazar Sales Center	11,514,679	9,143,199
Khulna Sales Center	9,241,147	8,557,519
Mymenshing Sales Center	3,991,831	3,297,244
Moulovibazar Sales Center	5,670,741	4,583,253
Mohammadpur Sales Center	4,518,622	-
Narayangonj Sales Center	31,995,092	29,126,167
Nawabpur Sales Center	50,916,532	46,883,941
Naogoan Sales Center	10,361,371	9,879,453
Pabna sales Center	7,845,125	-
Rajshahi Sales Center	33,965,346	32,143,779
Rangpur Sales Center	31,474,570	32,586,583

TAMARSTOCK

		Amount in Taka	
		30.06.2017	30.06.2016
	Rampura Sales Center	2,945,100	-
	Savar Sales Center	42,259,536	42,834,379
	Satkhira Sales Center	2,465,913	-
	Sylhet Sales Center	39,417,468	35,145,624
	Tangail Sales Center	10,317,918	9,841,668
	Uttara Sales Center	17,219,702	15,843,219
	Other Receivable	680,295	-
	Total	**1,092,476,284**	**941,038,067**

The above amounts are unsecured but good and have been subsequently realized. No provision was made for bad debt during the year under review.
No amount was due by the Directors (including Managing Director) or any other official of the Company.
Aging of the above receivables is given below:

Particulars		
Due within three months	743,509,887	654,397,872
Due within six months	348,966,396	286,640,195
Six months & above	-	-
Total	**1,092,476,284**	**941,038,067**

6.00 Advances, Deposits & Prepayments: Tk. 1,173,852,382

This is made-up as follows:

Particulars			
Advance to Employees & Others	Note: 6.01	4,887,215	4,636,985
Advance Income Tax	Note: 6.02	658,885,374	436,936,049
Advance to Parties	Note: 6.03	316,616,863	307,254,019
Advance against Showroom		22,055,674	18,788,380
VAT Current Account		8,030,959	4,824,885
L/C Margin/Bank Guarantee		163,376,297	150,717,887
Total:		**1,173,852,382**	**923,158,205**

6.01 Advance to Employees & Others: Tk. 4,887,215

This is made-up as follows:

Particulars		
Mr. Jahurul Islam	-	97,416
Mr. Abdur Rashid	55,000	93,884
Mr. Abu Noor Tariq	-	20,000
Mr. Alim	42,500	90,000
Mr. Golam Habib	40,000	-
Mr. Jamal-Procurement	992,150	869,846
Mr. Matin	56,210	97,700
Mr. Maruful Islam	-	50,000
Mr. Meskatul Amin	315,200	288,864
Mr. Mezbah-ul-Bari	210,000	175,000
Mr. Mehedi Hasan	233,000	183,291
Mr. Mohiuddin	-	19,772
Mr. Monowar	87,000	85,432
Mr. Monowar Hossain	124,316	124,316
Mr. Monir Hossain	287,000	247,169
Mr. Mohsinur Rahman	45,000	30,000
Mr. Mollick Abu Sayeed	92,000	73,000
Mr. Mizanur Rahman	210,500	265,350
Mrs. Nilufar Yasmin	17,242	13,427
Mr. Rafiqul Islam	186,450	139,514
Mr. Rajibul Islam	45,219	20,000
Mr. Rashedul Hassan	42,040	20,040
Mr. Razzak	148,200	136,370
Mr. Rezaul Islam	80,000	50,000
Mr. Ruhul Amin	232,100	209,400
Mr. Sabbir	8,852	59,326
Mr. Sakawat Hossain	88,523	455,917
Mr. Shahed	104,621	99,336
Mr. Sazzad Hossain	182,450	-
Mr. Siddiqur	28,122	24,441
Mr. Sharup Kumar Chowdhry	88,000	97,000
Mr. Shahjalal-IT	289,100	192,720
Mr. Shaikh Abdul Hafiz	174,220	127,250
Mr. Zakir Hossain (Manager S&M) Govt.	88,000	35,000
Mr. Zakiul Islam (Chowmuhuni Br.)	294,200	146,204
Total	**4,887,215**	**4,636,985**

AMARSTOCK

		Amount in Taka	
		30.06.2017	30.06.2016
6.02	**Advance Income Tax: Tk. 658,885,374**		
	This is made-up as follows:		
	Particulars		
	Opening Balance	436,936,049	290,971,662
	Add: AIT from Party	42,712,571	22,700,632
	Add: AIT from Tender	101,775,930	17,605,000
	Add: AIT from Bill of Entry	77,460,824	105,658,755
		658,885,374	**436,936,049**
	Less: AIT Adjustment during the year	-	-
	Total:	**658,885,374**	**436,936,049**
6.03	**Advances to Parties: Tk. 316,616,863**		
	This is made-up as follows:		
	Particulars		
	A S Shiping (Pvt.) Ltd.	1,445,560	1,518,000
	Advanced ERP (Bd.) Ltd.	-	-
	Agrabad Accm-Consorium Ltd.	-	-
	ARTSIGN (Pvt.) Ltd.	55,250	64,000
	Bangladesh Steel Re-Roling Mills Ltd. (BSRML)	-	-
	Bangladesh Developments Report	95,000	125,000
	Bashundhara Convention Center	-	-
	bdreports24.com	46,000	40,000
	Biswas Enterprise	39,064,521	33,969,527
	Chattla Advertising	-	-
	Citisun Watch Co.Ltd.	9,315	8,100
	Corporate Printers	57,500	-
	Comilla Poricroma	-	-
	Crystal Insurance Co. Ltd.	733,885	725,113
	Desk Touch International	82,510	71,271
	Ekattur Media Ltd.	45,600	-
	Energypac Engineering Ltd	742,620	665,000
	ExpoNet Exhibition Pvt. Ltd.	22,700	-
	Godspeed BD Ltd.	-	-
	Impact Advertising	375,620	331,865
	K M Enterprise	28,055,360	30,502,272
	M/S Atlantic Traders	81,259,805	93,325,397
	M/s Patowary Stationery	-	-
	M/s Rasel Enterprise	107,640	93,600
	Marubeni Corporation	42,842,659	39,850,596
	Melody Entertainment	250,000	270,000
	Meghna Insurance Co. Ltd.	98,522	86,811
	Mission Unlimited	138,000	120,000
	MJL Bangladesh Ltd.	-	-
	Momi AD Printers	98,500	85,000
	Monno Ceramic Industries Ltd.	912,365	2,532,482
	Mr. Dellower Hossain	-	-
	Muktijoddha Shangshad Krira Chakra	135,000	-
	Nahar Enterprise	209,000	246,631
	National Credit Ratings Ltd.	175,000	165,000
	New Dhaka Auto E. Car A/c Corner	26,700	-
	Niloy International	-	-
	Northern General Insurence Co. Ltd.	320,512	287,400
	Otobi Ltd.	336,295	292,215
	Park Ad & Event Management	-	-
	Provati Insurance Co. Ltd.	52,160	-
	Property Lifts	-	-
	Power Trade & Engineering	81,500	70,000
	Radio Broadcasting FM (Bd.) Co. Ltd.	-	-
	Reliance Insurance Ltd.	41,560	-
	Republic Insurance Co. Ltd.	619,522	594,138

SMARSTOCK

	Amount in Taka	
	30.06.2017	30.06.2016
RN Timber	-	-
Sadhona Engineering Works	165,000	-
Sal-sabeel Trading	-	-
Shenzhen-Zhuntu Industries Ltd	63,256,810	54,553,286
Signbd	-	-
Software Shop Ltd.	36,200	-
Sophits Archetecture	2,650,000	4,200,000
Sports Craze	-	-
Suma Advertising	40,000	34,550
Symphony Softtech Ltd.	-	-
Techno HAVC System Ltd.	144,000	-
The Neilsen Co (BD) Ltd.	-	-
Tisa Ad	260,000	840,000
Union Insurance Company Ltd.	768,254	842,419
Uniexcel Group Holdings Co. Ltd.	49,802,658	39,859,496
Woods Electric	945,260	884,850
Zoom Power Technology	12,500	-
Total	**316,616,863**	**307,254,019**

Advances: These advances are un-secured but good and subsequently realized and/or adjusted.

In the opinion of the Directors, all current assets, investments, loans and advances are on realization in the ordinary course of business, a value at least equal to the amounts at which they are stated in the Statement of Financial Position.

No amount was due by the Directors (including Managing Director) and managing agents of the Company and any of them severally or jointly with any other person.

7.00 Cash & Cash Equivalents: Tk. 711,344,729

This is made-up as follows:

Particulars			
Cash in Hand		31,020,159	28,064,693
Cash at Bank	Note: 7.01	581,784,102	485,043,086
FDR	Note: 7.02	98,540,468	25,410,226
Total		**711,344,729**	**538,518,005**

7.01 Cash at Bank: Tk. 581,784,102

This is made-up as follows:

Particulars		
AB Bank Ltd., Gulshan Br., A/C No. 4019-777118430	8,430,275	6,422,163
AB Bank Ltd., Rangpur Br., A/C No. 4205792863430	3,920,243	3,693,686
Bank Asia Ltd., Principal Br., CD A/C No. 00336000995	-	33
Bank Asia Ltd., Feni Br., CD A/C No. 07336000054	3,400,065	3,010,703
Brac Bank Ltd., Banani Br., A/C No. CD-1507202117131001	4,743,356	2,953,476
Brac Bank Ltd.,Motijheel Br., A/C No. SND-1505102117131001	40,013,130	-
Dhaka Bank Ltd., Banani Br., SND A/C No. 2061502012	1,209,019	59,686
Dhaka Bank Ltd., Dinajpur Br., SND A/C No. 0437150000000197	4,065,100	-
Dutch-Bangla Bank Ltd., Banani Br., A/C No. SND-0103120000001440	54,109,455	3,279,762
Dutch-Bangla Bank Ltd., Banani Br., A/C No. CD-0103110000020473	10,277,850	17,024,060
Dutch-Bangla Bank Ltd., Jessore Br., A/C No. STD-163.120.2863	3,966,255	2,662,975
Dutch-Bangla Bank Ltd., Nawabpur Br., A/C No. STD-104.120.3584	3,726,386	3,770,298
Dutch-Bangla Bank Ltd., Sylhet Br., A/C No. STD-121.120.3280	9,746,013	9,513,742
Dutch-Bangla Bank Ltd., Ctg Br., A/C No. STD-142.120.2888	8,787,127	3,013,534
Dutch-Bangla Bank Ltd., Narayangonj Br., A/C No. STD-111.120.3978	2,428,524	1,945,526
Dutch-Bangla Bank Ltd., Ashulia Br., A/C No. STD-216.120.1247	1,179,827	-
Dutch-Bangla Bank Ltd., Chapai Nawabgonj Br., A/C No. STD-240.120.280	3,029,535	-
Dutch-Bangla Bank Ltd., Cox'z Bazar Br., A/C No. STD-145.120.2246	1,459,316	-
Eastern Bank Ltd., Gulshan Br. A/C No. 1041060133938	1,981,321	366,493
Eastern Bank Ltd., Motijheel Br. A/C No. 1011220337639	416,893	414,807
Islami Bank Ltd., Gulshan Br., A/C No. 3728	2,946,631	5,923,527
Islami Bank Ltd., Chowmuhani Br., A/C No. STD-20501260900002612	5,905,298	4,395,870
Jamuna Bank Ltd., Banani Br., CD A/C No. 00300210006263	550,470	6,126,982
Mercantile Bank Ltd, Moulovi Bazar Br, SND A/c: 113213121479974	1,399,508	-
Midland Bank Ltd., Bogra Br. SND A/C 00020-1090000168	7,202,677	-

	Amount in Taka	
	30.06.2017	30.06.2016
Mutual Trust Bank Ltd., Banani Br. CD A/C 0210005126	4,149,294	457,409
Mutual Trust Bank Ltd., Tangail Br. SND A/C 0080-0320000140	5,047,585	-
One Bank Ltd., Gulshan Br. SND A/C 0023000000715	47,008,406	533,768
Prime Bank Ltd., Banani Br., A/C No. CD-13211080017232	3,613,353	3,436,641
Shahjalal Islami Bank Ltd. Motijheel Br., A/C No. STD-1392	8,398	-
Social Islami Bank Ltd., Banani Br., A/C No. CD-0271330003505	8,807,991	73,043,259
Social Islami Bank Ltd., Gulshan Br., A/C No. CD-0081330014215	2,324,852	1,081,195
Social Islami Bank Ltd., Banani Br., A/C No. STD-0271360000459	60,882,847	269,596
Social Islami Bank Ltd., Rajshahi Br., A/C No. STD-071360000389	4,601,015	3,481,199
Social Islami Bank Ltd., Savar Br., A/C No. STD-0301360000306	1,609,930	1,995,058
Social Islami Bank Ltd., Banani Br., A/C No. STD-0271360000562	1,456,804	300,002,770
Social Islami Bank Ltd., Gulshan Br., IPO Account A/C No: 0081680000015	215,727,918	-
Social Islami Bank Ltd., Gulshan Br., IPO Account A/C No: 0081360000763	8,731,421	-
Social Islami Bank Ltd., Gazipur Br.,STD-1231360000028	3,637,342	-
Sonali Bank Ltd., Local Office Br., A/C No. CD-000233130837	-	1,115,688
Sonali Bank Ltd., Badda Br., A/C No. CD-0103202000512	6,283,133	-
Southeast Bank Ltd., Banani Br., A/C No. STD-002413100001349	3,192,427	3,531,692
Southeast Bank Ltd., Banani Br., A/C No. CD-002411100007297	1,238,283	4,226,092
Southeast Bank Ltd., Mymenshing Br., A/C No. STD-01310000005	2,597,011	4,557,204
Southeast Bank Ltd., Barishal Br., A/C No. STD-04913100000061	4,011,789	3,082,612
Southeast Bank Ltd., Khulna Br., A/C No. STD-013100000070	3,511,305	3,596,100
SBAC Bank Ltd., Banani Br, A/C No. STD-01130000041898	1,036,274	509,819
Standard Chartered Bank, Banani Br., A/C No. 2113412201	522,855	1,220,315
United Commercial Bank Ltd., Uttara Br., A/C No. 0831301000000073	6,198,654	3,245,714
United Commercial Bank Ltd., Mohakhali Br., A/C No. 0781301000000267	690,941	1,079,632
Total	**581,784,102**	**485,043,086**

The bank balances have been confirmed and reconciled with respective bank statements.

7.02 FDR: Tk. 98,540,468

Social Islami Bank Ltd., Gulshan Br., A/C No. FDR-085310024735	15,271,083	14,449,546
Social Islami Bank Ltd., Gulshan Br., A/C No. FDR-085310040722	11,596,728	10,960,680
Social Islami Bank Ltd., banani Br., A/C No. FDR-0275310028663	51,245,157	-
People's Leasing Co. Ltd	20,427,500	-
Total	**98,540,468**	**25,410,226**

The bank balances have been confirmed and reconciled with respective bank statements.

Cash in hand has been verified by the Management at the close of the year and a cash custody certificate was furnished to the Auditors.

		Amount in Taka	
		30.06.2017	30.06.2016
8.00	**Share Capital: Tk. 1,200,000,000**		
	Authorized Capital		
	300,000,000 ordinary Shares of Tk. 10 each	**3,000,000,000**	**3,000,000,000**
	Issued, Subscribed & Paid-up Capital	**1,200,000,000**	**1,000,000,000**
	Paid-up Capital		
	120,000,000 ordinary Shares of Tk. 10 each in 2016-2017 & 100,000,000 in 2015-2016 respectively.	**1,200,000,000**	**1,000,000,000**

Holding of the Share	No. of Shareholder	No. of Share	% of Holding	2016-2017 Amount in Taka
Sponsor Directors	5	40,000,000	33.33	400,000,000
General Shareholders	92	80,000,000	66.67	800,000,000
Total:	**97**	**120,000,000**	**100.00**	**1,200,000,000**

Name of Sponsor Directors	No. of Share	% of Holding	Value in Taka
Eng. Abu Noman Howlader	4,000,000	3.33%	40,000,000
Eng. Mohammad Badrul Hasan	4,000,000	3.33%	40,000,000
Mr. Md. Asraf Ali Khan	4,000,000	3.33%	40,000,000
Eng. Mohammad Ruhul Majid	4,000,000	3.33%	40,000,000
Engr. Hasan Morshed Chowdhury	4,000,000	3.33%	40,000,000
Syed Ferdous Raihan Kirmany(Nominated Director of Bangladesh Building Systems Ltd.)	20,000,000	16.67%	200,000,000
Total:	**40,000,000**	**33.33%**	**400,000,000**

Classification of Shareholder by holding:

Classification of shareholders	No. of Shareholder	No. of Share	% of Holding	Value in Taka
1-1000	-	-	-	-
1001-5000	-	-	-	-
5001-10000	-	-	-	-
10001-20000	-	-	-	-
20001-30000	-	-	-	-
30001-40000	-	-	-	-
40001-50000	4	200,000	0.17	2,000,000
50001-100000	20	1,900,000	1.58	19,000,000
100001-500000	42	11,826,500	9.86	118,265,000
500001-1000000	9	7,065,375	5.89	70,653,750
1000001-5000000	16	39,008,125	32.51	390,081,250
5000001-Above	1	20,000,000	16.67	200,000,000
Total:	**92**	**80,000,000**	**66.67**	**800,000,000**

9.00	**Retained Earnings: Tk. 1,100,411,404**		
	This is made-up as follows:		
	Particulars		
	Opening Balance	687,064,190	440,979,537
	Net profit/(Loss) during the year	413,347,214	246,084,653
	Total	**1,100,411,404**	**687,064,190**
10.00	**Long Term Loan: Tk. 293,834,660**		
	This is made-up as follows:		
	Particulars		
	United Commercial Bank Ltd.	284,440	948,793
	Term Loan-IDLC Finance Ltd.	60,646,012	85,492,334
	Term Loan-IIDFC	709,412	103,654,019
	Term Loan-IPDC	47,217,951	67,216,082
	Term Loan-Lankabangla Finance Ltd.	76,125,036	195,091,135
	Term Loan-Mercantile Bank Ltd.	162,836,503	-
	Term Loan-Mutual Trust Bank Ltd.	93,239,023	101,133,037
		441,058,377	**553,535,400**
	Less: Current Portion of Long Term Loan	147,223,717	191,537,450
	Total	**293,834,660**	**361,997,950**

The details of the loan is as under:

Name of the Bank: United Commercial Bank Ltd.
Nature: Car Loan
Sanction Limit: Tk. 5,355,000
Expiry Date: 02-08-2016
Interest Rate: 12.50%

Security: Personal guarantee of the Directors of the Company, insurance of the equipment in favor of UCBL; Demand Promissory Note; Undertaking as per UCBL format and 48 (Forty Eight) post dated cheques.

Name of the Financial Institute: IDLC Finance Limited
Nature: Lease Finance
Sanction Limit: Tk. 8,05,00,000/-
Expiry Date: 22-08-2018
Interest Rate: 12.50%

Security: Personal guarantee of the Directors of the Company, 72 (Seventy Two) post dated cheques and insurance of the car in favor of IDLC.

Name of the Financial Institute: IDLC Finance Limited
Nature: Lease Finance
Sanction Limit: Tk. 5,00,00,000/-
Expiry Date: 15/12/2020
Interest Rate: 12.00%

Security: Personal guarantee of the Directors of the Company, 60 (Sixty) post dated cheques and mortgage of Land & Building of Head Office of BBS Cables Ltd.

Name of the Financial Institute: Industrial and Infrastructure Development Finance Company Ltd (IIDFC)
Nature: Lease Finance
Sanction Limit: Tk. 1,64,00,000
Expiry Date: 17-08-2017
Interest Rate: 12.50%
Security: Personal guarantee of the Directors of the Company, insurance of the equipment in favor of IIDFC; Demand Promissory Note; Undertaking as per IIDFC format and 12 post dated cheques.

Name of the Financial Institute: IPDC
Nature: Lease Finance
Sanction Limit: Tk. 4,00,00,000
Expiry Date: 30-06-2017
Interest Rate: 12.50%

Security: Personal guarantee of the Directors of the Company, 60 (sixty) post dated cheques and insurance of the car in favor of IPDC.

Name of the Financial Institute: IPDC
Nature: Lease Finance
Sanction Limit: Tk. 6,00,00,000
Expiry Date: 23-02-2021
Interest Rate: 12.00%

Security: Personal guarantee of the Directors of the Company, 60 (sixty) post dated cheques and insurance of the car in favor of IPDC.

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Name of the Financial Institute: Lankabangla Finance Ltd.
Nature: Lease Finance
Sanction Limit: Tk. 9,50,00,000
Expiry Date: 20-03-2020
Interest Rate: 12.50%

Security: Personal guarantee of the Directors of the Company, 72 (Seventy Two) post dated cheques and insurance of the car in favor of Lankabangla Finance Ltd.

Name of the Financial Institute: Lankabangla Finance Ltd.
Nature: Term Loan
Sanction Limit: Tk. 180,000,000
Expiry Date: 15/09/2020
Interest Rate: 11.00%

Security: Personal guarantee of the Directors of the Company, Corporate Guarantee, Factory land and building and 1 (One) undated cheque in favor of Lankabangla Finance Ltd.

Name of the Financial Institute: Mercantile Bank Ltd.
Nature: Term Loan
Sanction Limit: Tk. 1,80,00,00,000
Expiry Date: 30-11-2020
Interest Rate: 10.50%

Security: Personal guarantee of the Directors of the Company, Security Cheques in favor of Mercantile bank Ltd., L/C Margin, shipping documents & acceptance, hypothecation of raw materials, stocks, WIP, Finished Goods, Machineries, Equipments, 1st ranking pari-passu charge on fixed and floating assets among lenders on pro-rata basis.

Name of the Financial Institute: Mutual Trust Bank Ltd.
Nature: Term Loan
Sanction Limit: Tk. 20,00,00,000
Expiry Date: 30-11-2020
Interest Rate: 11.00%

Security: Personal guarantee of the Directors of the Company, Corporate Guarantee, Factory land and building and 1 (One) undated cheque in favor of Mutual Trust Bank Ltd.

AMAR STOCK

		Amount in Taka	
		30.06.2017	30.06.2016

11.00 Deferred Tax Liability: Tk. 142,043,853

This is made up as follows:

Particulars			
Opening Balance		96,597,587	72,284,843
Add: Addition during the year	Note: 25.02	45,446,266	24,312,744
Closing Balance		**142,043,853**	**96,597,587**

12.00 Current Portion of Term Loan: Tk. 147,223,717

This is made up as follows:

Particulars		
United Commercial Bank Ltd.	284,440	796,285
Term Loan-IDLC Finance Ltd.	31,883,221	35,434,200
Term Loan-IIDFC	709,412	14,406,276
Term Loan-IPDC	16,078,930	26,317,077
Term Loan-Lankabangla Finance Ltd.	21,279,180	67,288,784
Term Loan-Mercantile Bank Ltd.	44,800,000	-
Term Loan-Mutual Trust Bank Ltd.	32,188,534	47,294,828
Total	**147,223,717**	**191,537,450**

This represents the amount will be payable in the next financial year was made in accordance with Para 60(b) of BAS-1: "Presentation of Financial Statements".

13.00 Short Term Loan: Tk. 1,868,878,295

This is made up as follows:

Particulars		
Social Islami Bank Ltd., OD	-	44,695,257
Mutual Trust Bank Ltd., OD	228,622,899	252,806,120
United Commercial Bank Ltd., OD	42,390,740	
Mercantile bank Ltd., OD	363,674,620	
IIDFC-OD	175,925,726	
United Commercial Bank Ltd., Import loan	206,753,100	
Mutual Trust Bank Ltd., Import Loan	320,242,751	363,152,631
Mercantile bank Ltd., Import Loan	201,139,780	
Social Islami Bank Ltd., Import Loan	330,128,677	360,104,457
Lankabangla Finance Ltd., Short Term Loan	-	559,586,296
Total	**1,868,878,295**	**1,580,344,761**

AMARSTOCK

The details of the loan is as under:

Name of the Bank: Social Islami Bank Ltd.
Nature: OD Loan
Sanction Limit: Tk. 50,000,000
Expiry Date: 31.05.2017
Interest Rate: 11.00% (Variable)
Security: Personal guarantee of Directors of the Company and 01(One) undated cheque.

Name of the Bank: Mutual Trust Bank Ltd.
Nature: OD Loan
Sanction Limit: Tk. 250,000,000
Expiry Date: 01.02.2021
Interest Rate: 11.00% (Variable)
Security: Personal guarantee of Directors of the Company and 01(One) undated cheque.

Name of the Bank: United Commercial Bank Ltd.
Nature: OD
Sanction Limit: Tk. 10,00,00,000
Expiry Date: 30.04.18
Interest Rate: 9.50%
Security: Personal guarantee of the Directors of the Company, Hypothication on book debts/accounts receivable of the company,

Name of the Financial Institute: Mercantile Bank Ltd.
Nature: OD
Sanction Limit: Tk. 360,00,00,000
Expiry Date: 01 year revolving basis
Interest Rate: 10.50%
Security: Personal guarantee of the Directors of the Company, hypothecation of raw materials, stocks, WIP, Finished Goods, Machineries, Equipments, 1st ranking pari-passu charge on fixed and floating assets among lenders on pro-rata basis.

Name of the Financial Institute: Industrial and Infrastructure Development Finance Company Ltd (IIDFC)
Nature: OD
Sanction Limit: Tk. 10,00,00,000
Expiry Date: 17-08-2017
Interest Rate: 11.50%
Security: Personal guarantee of the Directors of the Company, Demand Promissory Note; Undertaking as per IIDFC format and 12 post dated cheques.

Name of the Bank: United Commercial Bank Ltd.
Nature: Import Loan
Sanction Limit: Tk. 10,00,00,000
Expiry Date: 30.04.18
Interest Rate: 9.50%
Security: Personal guarantee of the Directors of the Company, Hypothication of plant and Machinery of the company,

Name of the Bank: Mutual Trust Bank Ltd.
Nature: LTR (Working Capital)
Sanction Limit: Tk. 500,000,000
Expiry Date: 01.02.2021
Interest Rate: 11.00% (Variable)
Security: Shipping documents and title imported goods.

AMAR STOCK

Name of the Financial Institute: Mercantile Bank Ltd.
Nature: Import Loan
Sanction Limit: Tk. 30,00,00,000
Expiry Date: 01 year revolving basis
Interest Rate: 10.50%
Security: Personal guarantee of the Directors of the Company, hypothecation of Imported Goods, 1st ranking pari-passu charge on fixed and floating assets among lenders on pro-rata basis.

Name of the Bank: Social Islami Bank Ltd.
Nature: Import Loan (LTR)
Sanction Limit: Tk. 500,000,000
Expiry Date: 31.05.2017
Interest Rate: 11.00% (Variable)
Security: Shipping documents and title imported goods.

Name of the Bank: Lankabangla Finance Ltd.
Nature: OD Loan
Sanction Limit: Tk. 250,000,000
Expiry Date: Yearly Renewable
Interest Rate: 11.25% (Variable)
Security: Personal guarantee of Directors of the Company and 06 (Six) nos. post dated cheque in favor of Lankabangla Finance Ltd.

Name of the Bank: Lankabangla Finance Ltd.
Nature: Lease Loan
Sanction Limit: Tk. 100,000,000
Expiry Date: Yearly Renewable
Interest Rate: 11.25% (Variable)
Security: Shipping documents and title imported goods.

Name of the Bank: Lankabangla Finance Ltd.
Nature: Letter of Credit Facilities
Sanction Limit: Tk. 200,000,000
Expiry Date: Yearly Renewable
Interest Rate: 11.25% (Variable)
Security: Shipping documents and title imported goods.

Name of the Bank: Lankabangla Finance Ltd.
Nature: Short Term Revolving Loan
Sanction Limit: Tk. 200,000,000
Expiry Date: Yearly Renewable
Interest Rate: 11.25% (Variable)
Security: Personal guarantee of Directors of the Company and 06 (Six) nos. Post dated cheque.

AMARSTOCK

		Amount in Taka	
		30.06.2017	30.06.2016
14.00	**Accounts Payable: Tk. 96,430,341**		
	This is made up as follows:		
	Particulars		
	Agni Systems Ltd.	37,500	26,500
	Ahammad Filing & CNG Refueling Station	652,100	593,748
	Ahmed Hossain Architects & Associates	50,000	96,466
	Bangladesh Lift Industries Ltd.	470,000	470,000
	Bangladesh Civil Construction	890,720	-
	BBS Metallurgic Industries Ltd.	49,211,220	34,838,819
	Bismillah Z M Enterprise	17,862,700	20,889,100
	Brenntag Bangladesh Ltd.	93,200	85,100
	Charuta Pvt. Ltd.	33,600	27,600
	Ekattur Media Ltd.	190,000	246,070
	E-Vision	400,000	138,500
	Expressions Ltd.	-	18,400
	Faith Enterprise	233,500	133,400
	Flora Ltd.	-	74,760
	Giga Power Corporation	-	50,000
	Global Printing Press	-	3,090
	Godhury Marketing Communication	29,000	19,500
	Howlader Traders	1,112,300	875,490
	Independent Television Ltd.	-	220,640
	Impression Unlimited	614,200	564,028
	Joy Enterprise	162,540	62,838
	K M Enterprise	763,000	427,601
	Link3 Technologies Ltd.	-	16,500
	Maona CNG Filing Station & Conversion Center	289,200	197,715
	Mawna Optical Fiber Network	-	20,000
	MJS Enterprise	210,000	105,502
	M/S N Islam Transport Agency	910,000	540,533
	M/s Zaman Traders & Saw Mill	1,483,727	3,483,727
	National Television Ltd. (RTV)	128,450	928,450
	Nahar Enterprise	4,850,000	7,580,500
	Next Online Ltd.	-	27,600
	NITS Services Pvt. Ltd.	27,500	20,500
	Orko Advertising	187,500	337,676
	Park Ad & Event Management	170,000	168,000
	Partex Furniture Industries Ltd.	128,000	178,377
	Powerbreeze Engineering Ltd.	42,500	22,500
	Print Dot	32,000	-
	Rahaman Electrical Engineering	37,500	-
	Regent Ad.	132,500	932,085
	Rupali Insurance Company Ltd.	23,000	43,035
	RN Timber	11,020,100	20,903,736
	Samuda Chemical Complex Ltd.	423,000	873,000
	Shawon Printers	-	18,500
	Sincos Engineers Ltd.	342,250	237,212
	Signbd Printing	308,000	319,371
	Software Shop Ltd.	-	11,209
	ST Thai Alumonium	-	27,382
	Super Thai Plastic Ltd.	62,100	51,820
	TAK Chemical Industries Ltd.	1,422,600	3,417,121
	Techno HVAC Systems Ltd.	544,634	634,286
	The Purbokone Limited	-	24,150
	Tokai Power Products Ltd.	150,000	550,000
	Trident Agency	364,200	254,000
	Wood Marc Furniture Ltd.	-	55,783
	Virgo Media Ltd.	336,000	463,568
	Total	**96,430,341**	**102,305,488**

AMARSTOCK

		Amount in Taka	
		30.06.2017	30.06.2016
15.00	**Liabilities for Expenses: Tk. 18,134,784**		
	This is made up as follows:		
	Particulars		
	Salary & Allowances	12,120,320	10,754,838
	Showroom Rent	221,000	198,000
	Electricity Bill-Factory	5,026,215	4,852,329
	Audit Fees	350,000	300,000
	Utility	157,500	155,300
	Other Expenses	259,749	225,700
	Total	**18,134,784**	**16,486,167**
	Most of the outstanding liabilities have subsequently been paid;		
	No liabilities in the Statement of Financial Position are at a value less than the amount at which it is repayable at the date of the Statement of Financial Position.		
16.00	**Provision for Income Tax : Tk. 635,331,681**		
	Opening Balance	424,353,657	278,755,059
	Add: Charged during the year	210,978,024	145,598,598
		635,331,681	**424,353,657**
	Less: Adjustment during the year	-	-
	Closing Balance	**635,331,681**	**424,353,657**
17.00	**Workers' Profit Participation Fund: Tk. 33,488,575**		
	Opening Balance	20,799,800	16,039,674
	Add: Charged during the year	33,488,575	20,799,800
		54,288,375	**36,839,474**
	Less: Paid during the year	(20,799,800)	(16,039,674)
	Closing Balance	**33,488,575**	**20,799,800**

			Amount in Taka	
			01.07.2016-30.06.2017	01.07.2015-30.06.2016
18.00	**Revenue: Tk. 3,516,787,664**			
	This is made-up as follows:			
	Particulars			
	Local Sales		4,044,305,814	2,974,967,982
	Less: VAT		527,518,150	388,039,302
	Local Sales (Net)		**3,516,787,664**	**2,586,928,680**
19.00	**Cost of Goods Sold: Tk. 2,321,305,187**			
	This is made-up as follows:			
	Particulars			
	Raw Material Consumption	Notes: 19.01	2,175,775,579	1,551,709,708
	Manufacturing Overhead	Notes: 19.02	209,979,467	172,159,073
	Total Manufacturing Cost		**2,385,755,046**	**1,723,868,781**
			(22,296,498)	**54,722,769**
	Opening Work-in Process		171,511,526	226,234,295
	Closing Work-in Process		193,808,024	171,511,526
			(42,153,361)	**(80,704,589)**
	Opening Finished Goods		324,256,621	243,552,032
	Closing Finished Goods		366,409,982	324,256,621
	Total Cost of Goods Sold		**2,321,305,187**	**1,697,886,961**
19.01	**Raw Material Consumption: Tk. 2,175,775,579**			
	This is made up as follows:			
	Particulars			
	Opening Inventory		429,986,614	326,226,817
	Add: Purchased during the year		2,231,673,839	1,655,469,505
			2,661,660,453	**1,981,696,322**
	Less: Closing Inventory		485,884,874	429,986,614
	Total		**2,175,775,579**	**1,551,709,708**

Environment Friendly Cables

		Amount in Taka	
		01.07.2016-30.06.2017	01.07.2015-30.06.2016
19.02	**Manufacturing Overhead: Tk. 209,979,467**		
	This is made-up as follows:		
	Particulars		
	Salary & Wages	45,096,589	42,993,486
	Festival Bonus	9,659,241	8,747,577
	Carrying Cost	2,868,945	714,010
	Car Maintenance	2,655,534	1,498,790
	Computer & Accessories	63,500	47,760
	Daily Labour	1,818,783	1,163,362
	Electric Goods	1,690,190	1,189,937
	Electricity Bill	45,519,170	40,538,172
	Entertainment	722,506	735,244
	Fuel & CNG Bill	2,695,360	2,348,331
	Iftar Bill	148,362	132,518
	Indirect Raw Materials	7,696,251	6,820,325
	Internet Bill	278,941	243,528
	Loading & Unloading Cost	196,564	235,364
	Telephone & Postage	11,057	9,615
	Machine Maintenance (Including Spare Parts)	5,168,315	2,332,364
	Medical Expenses	36,693	19,513
	Mobile Bill	261,253	230,947
	Miscellaneous Expenses	221,740	260,803
	Office Maintenances	107,664	48,340
	Repair & Maintenances	432,199	382,555
	Staff Welfare Expenses	412,340	8,576
	Stationery	651,539	631,697
	Sub Station Expenses	112,950	49,720
	Workers Lunch & Tiffin	380,175	446,535
	Depreciation	81,073,606	60,330,004
	Total	**209,979,467**	**172,159,073**
20.00	**Administrative Expenses: Tk. 88,991,487**		
	This is made-up as follows:		
	Particulars		
	Salary & Allowances	22,578,014	18,919,665
	Festival Bonus	4,202,165	4,054,320
	Computer Accessories	689,319	490,810
	Cookeries	87,451	88,200
	Donation	1,350,128	1,310,585
	Electric Goods	131,250	129,005
	Electricity Bill	1,408,278	1,143,553
	Entertainment	862,380	561,124
	Iftar Bill	236,105	31,799
	Insurance Expenses	3,492,430	1,036,116
	Internet Expenses	430,620	351,200
	IPO Expenses	12,642,250	-
	Land Tax Expenses	85,442	10,475
	Legal Expenses	203,569	93,228
	License & Renewal Fees	702,153	579,757
	Lunch Bill	382,480	278,691
	Medical Expenses	125,350	8,200
	Meeting Expenses	114,630	61,739
	Mobile Bill	492,826	385,365
	Miscellaneous Expenses	830,736	520,362
	Office Maintenances	922,910	630,630
	Office Rent	1,707,000	-
	Postage & Courier	701,200	404,036
	Paper Bill	8,461	8,336
	Printing	1,615,422	1,242,872
	Repair & Maintenances	634,058	133,070
	Stationery & Photocopy	995,154	991,667
	Training & Development	98,262	34,401
	Travelling & Conveyance	996,211	942,918
	Telephone & Fax	49,568	79,395
	Vehicle Tracking Expense	398,600	235,814
	Social Contribution	411,000	410,000
	Audit Fees	540,890	300,000
	Depreciation	28,865,175	27,445,989
	Total	**88,991,487**	**62,913,322**

AMAR STOCK

		Amount in Taka	
		01.07.2016-30.06.2017	01.07.2015-30.06.2016
21.00	**Selling & Distribution Expenses: Tk. 161,996,017**		
	This is made-up as follows:		
	Particulars		
	Salary & Allowances	74,521,546	69,563,730
	Bonus	17,925,690	16,139,852
	Conveyance	3,142,196	2,918,041
	Distribution Expenses	2,455,625	2,202,986
	Electricity Bill	972,165	854,226
	Entertainment	465,486	358,203
	Fuel & Gas Bill	1,220,360	913,777
	Iftar	37,502	32,610
	Internet Bill	288,236	252,989
	Loading & Unloading	98,302	50,953
	Lunch & Tiffin Bill	1,251,623	922,981
	Mobile Bill	1,878,527	1,636,159
	Office Maintenances	754,200	569,447
	Out Station Allowance	1,243,256	651,742
	Packaging & Labeling	1,327,689	1,189,072
	Papers & Periodicals	81,371	68,801
	Printing & Stationery	357,456	319,444
	Postage & Stamp	133,917	168,176
	Sample Testing expenses	6,260,526	6,052,470
	Sales Incentive-Employee	7,599,992	5,468,185
	Sales Promotion Expenses	2,544,266	1,872,570
	Showroom Decoration Expenses	2,316,420	2,101,236
	Showroom Rent	2,804,155	2,525,336
	Advertisement	27,949,852	24,999,529
	Tender Form Purchase	162,150	127,195
	Telephone & Postage	99,860	85,413
	Transportation	3,551,480	3,348,740
	Miscellaneous Expenses	552,169	484,923
	Total	**161,996,017**	**145,878,786**
22.00	**Other Income : Tk. 3,478,047**		
	This is made-up as follows:		
	Particulars		
	FDR Interest	3,478,047	8,378,277
	Total	**3,478,047**	**8,378,277**
	Other income includes bank interest on FDR accounts.		
23.00	**Financial Expenses: Tk. 244,712,941**		
	This is made-up as follows:		
	Particulars		
	Bank Commission, Lease Interest & Charges	37,941,891	82,842,986
	Overdraft Interest	49,965,160	31,691,214
	Import Loan Interest	102,914,112	66,186,923
	Term Loan Interest	53,891,778	71,110,970
	Total	**244,712,941**	**251,832,093**

24.00 Contribution of Workers' Profit Participation Fund: Tk. -33,488,575.24

This represents 5 % of the net profit after charging such contribution but before Tax contribution by the Company as per provisions of Bangladesh Labor Law Act 2006. (as amended in 2013)

SMARSTOCK

			Amount in Taka	
			01.07.2016-30.06.2017	01.07.2015-30.06.2016
25.00	**Income Tax Expenses: Tk. 256,424,290**			
	This is made-up as follows:			
	Particulars			
	Current Tax	Note: 25.01	210,978,024	145,598,598
	Deferred tax	Note: 25.02	45,446,266	24,312,744
	Total:		**256,424,290**	**169,911,342**
25.01	**Current Tax : Tk. 210,978,024**			
	This is made-up as follows:			
	Particulars			
	Profit before tax		669,771,505	415,995,995
	Current tax rate		35%	35%
	Tax		**234,420,027**	**145,598,598**
	Rebate at 10% as 20% IPO declared		(23,442,003)	-
	Total:		**210,978,024**	**145,598,598**
25.02	**Deferred Tax : Tk. 45,446,266**			
	This is made-up as follows:			
	Particulars			
	Depreciation charged as per tax department		239,785,254	157,240,976
	Depreciation charged as per financial statements		(109,938,781)	(87,775,993)
	Difference		**129,846,473**	**69,464,983**
	Current tax rate		35%	35%
	Deferred tax during the year		**45,446,266**	**24,312,744**
26.00	**Net Asset Value (NAV) per Share: 19.17**			
	This is made-up as follows:			
	Particulars			
	Total Assets		5,560,236,650	4,481,487,050
	Total Liabilities		(3,259,825,245)	(2,794,422,860)
	Net Asset value (NAV)		**2,300,411,405**	**1,687,064,191**
	Total Number of Ordinary share		120,000,000	100,000,000
	Net Asset Value per Share:		**19.17**	**16.87**
	Net Asset Value (NAV)		2,300,411,405	1,687,064,191
	Weighted Average Number of Ordinary Shares		100,438,356	14,191,781
	Net Asset Value per Share (Weighted Average Method)		**22.90**	**118.88**
27.00	**Earnings per Share: Tk. 4.12**			
	This is made-up as follows:			
	Particulars			
	Net Profit after Taxes		413,347,214	246,084,653
	Weighted Average No. of Share		100,438,356	14,191,781
	Earnings per share (Reported):		**4.12**	**17.34**
	Earnings per share (Re-stated):			**2.46**

Calculation of restated EPS for the year of 2016:

Net Profit after Taxes	246,084,653
Weighted Average Number of Ordinary Shares outstanding:	100,000,000
Earnings per share (Re-stated):	**2.46**

Weighted Average Number of Ordinary Shares outstanding:

As on 30 June, 2016:

No. of Shares	Days	Factor	Weighted average No. of Shares
10,000,000	365	1.000	10,000,000
90,000,000	17	0.047	4,191,781
Total 100,000,000			**14,191,781**

The paid-up capital amounting to Tk. 900,000,000 has been increased through issuance of 90,000,000 shares @ Tk. 10/- each on 14-06-2016.

As on 30 June, 2017:

No. of Shares	Days	Factor	Weighted average No. of Shares
100,000,000	365	1.000	100,000,000
20,000,000	8	0.022	438,356
Total 120,000,000			**100,438,356**

The paid-up capital amounting to Tk. 200,000,000 has been increased through issuance of 20,000,000 shares @ Tk. 10/- each on 22-06-2017.

	Amount in Taka	
	01.07.2016-30.06.2017	01.07.2015-30.06.2016

28.00 Net Operating Cash Flow per share (NOCFPS): 5.33

This is made-up as follows:

Particulars		
Net Operating Cash flow	534,864,298	20,914,738
Weighted Average Number of Ordinary Shares outstanding	100,438,356	14,191,781
Net Operating Cash Flow per share	**5.33**	**1.47**

29.00 Commission, Brokerage or Discount:

No brokerage and discount against sales was paid during the year.

30.00 Payment made in Foreign Currency:

No expenses including Royalty, Technical Experts & Professional Advisory Fees and Interest etc. were incurred or paid in foreign currencies during the financial year.

31.00 Credit Contract:

There are no credit facilities available to the Company under any contract (other than credit available in ordinary course of business) at the Statement of Financial Position date.

32.00 Related Party Disclosure:

The party is related to the company if the party cast significant influence over the subject matters and also holding the controlling power of the management affairs of the company and any transaction made during the year with any related party transaction as per BAS-24 "Related Party Disclosure". The company engaged in a number of related party transactions on an arm's length basis. All the transaction with related parties was made through local currency at market prices. During the period under audit. there are following related party transactions were made:

Related Party	Transaction during the year	Amount		Head of Accounts
BBS Metallurgic Industries Ltd.	Opening Balance As on 1st July, 2016	34,838,819		Accounts Payable
	Add: Purchase during the period	261,250,100		
	Less: Payment during the period	(246,877,699)		
	Closing balance	49,211,220		
Bangladesh Building Systems Ltd.	Order for making Building during the period	205,000,000		Fixed Asset
	Payment during the period	(205,000,000)		
	Closing balance	-		

33.00 Claim not Acknowledged as dept:

There was no claim against the company acknowledged as dept as on 30 June, 2017.

34.00 No board meeting attendance fees has been given to the Board of Directors.

35.00 Subsequent Disclosure of Events after the Statement of Financial Position Date Under BAS-10:

There is no non-adjusting post Statement of Financial Position event of such importance, non-importance, non-disclosure of which would affect the ability to the users of the financial statements to proper evaluation and decision.

36.00 Internal Control:

The following steps have been taken for implementation of an effective internal control procedure of the company:

a. A strong internal control and compliance division has been formed with a view to establish a well designated system of internal control;

b. Regular review of internal audit reports with a view to implement the suggestion of internal auditors in respect of internal control technique;

c. To establish an effective management system that includes planning, organizing and supervising culture in the factory as well as at head office.

37.00 Segment Reporting:

As there is single business and geographic segment within the company operates as such no segment reporting is felt necessary.

Disclosure as per requirement of Schedule XI, Part II of the Companies Act, 1994:

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38.00 Disclosure as per requirement of Schedule XI, Part II, Note 5 of Para 3:

A. Employee position of the company as at June 30, 2017:

Salary (Monthly)	Officer & Staff		Worker	Total Employees
	Factory	Head Office		
Below Tk. 3,000/-	-	-	-	-
Above Tk. 3,000/-	61	245	251	557
Total	**61**	**245**	**251**	**557**

Disclosure as per requirement of Schedule XI, Part II, Para 4:

B.

Name of Directors	Designation	Remuneration	Festival Bonus	Total Payment
Engr. Abu Noman Howlader	Managing Director	-	-	-
Engr. Mohammed Badrul Hassan	Chairman	-	-	-
Mr. Md. Ashraf Ali Khan	Director	-	-	-
Engr. Mohammad Ruhul Majid	Director	-	-	-
Engr. Hasan Morshed Chowdhury	Director	-	-	-
Syed Ferdous Raihan Kirmany	Nominated Director	-	-	-
Md. Shafiqur Rahman	Independent Director	-	-	-
Syed Mansur Ahmed FCA	Independent Director	-	-	-
Total		**-**	**-**	**-**

Period of payment to Directors is from 01 July, 2016 to June 30, 2017.
The above Directors of the company did not take any benefit from the company and the follows:
a. Expenses reimbursed to the managing agent - Nil
b. Commission or other remuneration payable separately to a managing agent or his associate -Nil
c. Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into such concerns with the company-Nil
d. The money value of the contracts for the sale or purchase of goods and materials or supply of services, enter into by the company with the managing agent or his associate during the financial period-Nil
e. Any other perquisites or benefits in cash or in kind stating-Nil
f. Other allowances and commission including guarantee commission-Nil
Pensions, etc.-
1) Pensions-Nil
2) Gratuities-Nil
3) Payment from Provident Fund-Nil
4) Compensation for loss of office-Nil
5) Consideration in connection with retirement from office-Nil

C. Disclosure as per requirement of Schedule XI, Part II, Para 7:

Details of production capacity utilization:

Particulars	License Capacity (In MT)	Installed Capacity (In MT)	Actual Production (In MT)	Capacity Utilization
Annual production capacity of cables in MT	Not mentioned in License	10,800	8,680	80.37%

D. Disclosure as per requirement of Schedule XI, Part II, Para 8:

Raw materials, spare parts, packing materials and capital machinery:

Items	Purchase (BDT)			Consumption (BDT)	% of consumption of total purchase
	Import	Local	Total		
Raw materials	2,042,427,897	189,245,942	2,231,673,839	2,175,775,579	97.50%
Spare parts	-	432,199	432,199	432,199	100.00%
Packing Materials	-	1,327,689	1,327,689	1,327,689	100.00%
Total	**2,042,427,897**	**191,005,830**	**2,233,433,727**	**2,177,535,467**	

Value of export:

Particulars	In foreign currencies (US$)	In BDT
Export	-	-
Total	**-**	**-**

i) The company has not incurred any expenditure in foreign currencies for the period from 01 July, 2016 to 30 June, 2017 on account of royalty, know-how, professional fees, consultancy fees and interest;
ii) The company has not earned any foreign exchanges for royalty, know-how, professional fees, consultancy fees and interest;
iii) The value of export represents for the period from 01 July, 2016 to 30 June, 2017.

E. Disclosure as per requirement of Schedule XI, Part II, Para 3:

Requirements under Condition No.	Compliance status of disclosure of Schedule XI, Part II, Para 3
3(i)(a) The turnover	Complied
3 (i)(b) Commission paid to the selling agent	Not Applicable
3(i)(c) Brokerage and discount on sales, other than the usual trade discount	Not Applicable
3(i)(d)(i) The value of the raw materials consumed, giving item wise as possible	Complied
3(i)(d)(ii) The opening and closing stocks of goods produced	Complied
3(i)(e) In the case of trading companies, the purchase made and the opening and closing stocks	Complied
3(i)(f) In the case of companies rendering or supplying services, the gross income derived from services rendered or supplied	Not Applicable
3(i)(g) Opening and closing stocks, purchases and sales and consumption of raw materials with value and quantity break-up for the company, which falls under one or more categories i.e. manufacturing and/or trading	Complied
3(i)(h) In the case of other companies, the gross income derived under different heads	Not Applicable
3(i)(i) Work-in-progress, which have been completed at the commencement and at the end of the accounting period	Complied
3(i)(j) Provision for depreciation, renewals or diminution in value of fixed assets	Complied
3(i)(k) Interest on the debenture paid or payable to the Managing Director, Managing Agent and Manager	Not Applicable
3(i)(l) Charge of income tax and other taxation on profits	Complied
3(i)(m) Revised for repayment of share capital and repayment of loans	Complied
3(i)(n)(i) Amount set aside or proposed to be set aside, to reserve, but not including provisions made to meet any specific liability, contingency or commitment, know to exist at the date as at which the balance sheet is made up	Not Applicable
3(i)(n)(ii) Amount withdrawn from above mentioned reserve	
3(i)(o)(i) Amount set aside to provisions made for meeting specific liabilities, contingencies of commitments	Not Applicable
3(i)(o)(ii) Amount withdrawn from above mentioned provisions, as no longer required	Not Applicable
3(i)(p) Expenditure incurred on each of the following items, separately for each item: (i) Consumption of stores and spare parts (ii) Power and Fuel (iii) Rent (iv) Repairs of Buildings (v) Repairs of Machinery (vi) (1) Salaries, wages and bonus (2) Contribution to provident and other funds (3) Workmen and staff welfare expenses to the extent not adjusted from any previous provision or reserve	Complied

F. Disclosure of Advances, Deposits and Pre-payments of Schedule XI of the Companies Act, 1994:

The details break-up of Advances, Deposits and Pre-payments as per requirement of Schedule XI of the Companies Act, 1994 as stated below:

Particulars	30-06-2017	30-06-2016
Advances, Deposits and Pre-payments exceeding 6 months	453,525,906	378,302,412
Advances, Deposits and Pre-payments not exceeding 6 months	720,326,476	544,855,793
Other Advances, Deposits & Pre-payments less provision	Nil	Nil
Advances, Deposits and Pre-payments considered good and secured	Nil	Nil
Advances, Deposits and Pre-payments considered goods without security	Nil	Nil
Advances, Deposits and Pre-payments considered doubtful or bad	Nil	Nil
Advances, Deposits and Pre-payments due by Directors	Nil	Nil
Advances, Deposits and Pre-payments due by Employees and others	4,887,215	4,636,985
Advances, Deposits and Pre-payments due from companies under same management	-	-
Maximum Advances, Deposits & Pre-payments due by Directors	Nil	Nil
Maximum Advances, Deposits & Pre-payments due by Officers at any time	Nil	Nil

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BBS Cables Ltd.

Schedule of Property, Plant & Equipment

For the year ended June 30, 2017

Annexure- A

(Figures all in Taka)

Particulars	Cost					Depreciation				
	Balance as on 01.07.16	Addition during the year	Transfer/ Disposal during the year	Balance as on 30.06.17	Rate %	Balance as on 01.07.16	Charged during the year	Transfer/ Disposal during the year	Balance as on 30.06.17	Written down value as on 30.06.17
Land & Land Development	177,443,372	88,820,798	-	266,264,170	-	-	-	-	-	266,264,170
Factory:										
Factory Building & Other Construction	345,798,837	229,624,404	-	575,423,241	5%	44,957,212	20,782,691	-	65,739,903	509,683,338
Plant & Machinery	779,040,607	123,320,857	-	902,361,464	10%	245,723,758	59,497,728	-	305,221,486	597,139,978
Office Equipment	6,980,145	1,119,695	-	8,099,840	15%	2,252,079	793,187	-	3,045,266	5,054,574
Head Office:										
Office Building/Decoration	146,992,277	9,748,903	-	156,741,180	20%	62,031,562	17,967,033	-	79,998,595	76,742,585
Office Equipment	16,920,927	3,925,746	-	20,846,673	15%	5,237,892	2,046,886	-	7,284,778	13,561,895
Office Equipment-Branch	5,731,908	2,992,086	-	8,723,994	15%	1,807,484	813,070	-	2,620,554	6,103,440
Motor Vehicle	63,477,330	33,011,500	-	96,488,830	15%	28,609,780	7,705,995	-	36,315,775	60,173,056
Furniture & Fixtures	2,059,978	817,155	-	2,877,133	20%	807,603	332,191	-	1,139,794	1,737,340
As at June 30, 2017	**1,544,445,381**	**493,381,144**	**-**	**2,037,826,525**		**391,427,369**	**109,938,781**	**-**	**501,366,150**	**1,536,460,375**
As at June 30, 2016	**1,074,316,257**	**470,129,124**	**-**	**1,544,445,381**		**303,651,376**	**87,775,993**	**-**	**391,427,369**	**1,153,018,012**

Depreciation charged during the year has been allocated as follows:

Particulars	30.06.2017	30.06.2016
Manufacturing Overhead	81,073,606	60,330,004
Administrative Overhead	28,865,175	27,445,989
Total	**109,938,781**	**87,775,993**

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Schedule of Inventories

As at June 30, 2017

Particulars	Annexure-B					
	Qty		30-06-2017	Qty		30-06-2016
	(MT/SQM/PCS)		Taka	(MT/SQM/PCS)		Taka
Raw Materials:						
Aluminium Foil/Mylar	61,011		43,866,955	29,049		20,822,614
Aluminum Rod Soft	96,349		27,266,667	22,436		6,353,787
Aluminium Tri Hydrate (ATH)	141,275		17,454,566	2,768		342,774
Aluminium Tri Oxide (ATO)	4,164		9,682,459	1,427		3,313,494
Bis Phenal-A	84		34,567	38		15,618
Calcium Carbonate	114,223		1,723,675	65,852		993,735
Calcium Steatate (CS)	203		54,216	232		60,940
Copper Wire Rod/Cathode	141,223		99,562,300	224,715		158,424,075
Copper Tape	20,380		31,698,450	78,355		120,294,679
China Clay	1,374		76,429	182		10,125
Chorinated Paraffin (CPW) S-52	10,853		1,677,360	9,395		1,470,065
Di Octyl Phthalate	10,109		2,236,526	9,580		2,115,146
Di 2 Propyi Hyptyi Phthalate (DPHP)	210		98,426	718		334,440
Galvanize Steel Wire	231,993		43,684,325	179,272		33,559,748
HDPE KI-SC-0366 IN	36,028		7,643,240	1,213		257,332
HT Cable Core Identification Polyester Tape	38,228		24,857,662	24,180		15,647,523
LDPE KI-SC-0588 IN	1,685		330,568	1,859		364,625
Master Batch Red	2,532		786,320	742		231,112
Master Batch Red (Polyethylene)	1,349		325,478	586		140,837
Molybdeulum Tri Oxide (MTO)	563		3,698,783	651		4,280,375
Multidraw Lubricant (Cu-Rod)	3,775		765,780	2,529		512,955
Nylon Binder	8,066		7,587,690	3,652		3,435,573
Paraffin Wax	758		123,634	458		74,656
Parmacel Adhesive Tape Red	535		1,275,300	112		266,866
Polyester Tape	73,256		56,888,758	5,389		4,175,073
PP Binder Tape	377		269,980	624		446,462
PVC Comp. Red-1	135,823		24,855,669	69,544		12,726,552
PVC Resin-S-70	162,563		24,587,685	86,888		12,946,312
PVC Stabilizer KA-202	4,870		981,626	4,668		940,956
PVC Tape	13,164		3,475,477	3,758		992,173
Red Pigments	637		345,225	617		334,127
Stearic Acid	2,487		346,765	230		32,071
Titaniam Di Oxide	2,621		1,145,324	2,455		1,072,620
Tri Mellitate (TOTM)	2,468		1,127,483	2,658		1,214,369
XLPE Compound	165,043		44,569,875	78,953		21,453,744
Zine Borate (ZB) Grade-2355	1,727		779,631	729		329,062
Total Raw Materials:	-		**485,884,874**	-		**429,986,614**
Work-in-Process:						
Copper Finished Cables	62,452		57,643,027	52,144		48,076,768
Copper Partly Finished Cables	64,223		58,186,392	38,730		35,089,380
8 mm Copper Rod	44,698		41,166,445	64,526		59,368,256
Aluminium Finished Cables	37,640		12,157,662	28,440		9,157,680
PVC	28,542		8,876,443	20,537		6,387,007
Various Process Copper	32,825		10,044,365	38,189		11,647,645
Various Process Aluminum	45,505		5,733,690	14,165		1,784,790
Total Work-in-Process:	-		**193,808,024**	-		**171,511,526**

Environment Friendly Cables

BBS Cables Ltd.

Schedule of Inventories

As at June 30, 2017

Particulars	Annexure-B			
	Qty (MT/SQM/PCS)	30-06-2017 Taka	Qty (MT/SQM/PCS)	30-06-2016 Taka
Finished Goods:				
Barisal Sales Center	503,394	10,055,120	-	-
Bogra Sales Center	188,419	9,665,890	659,522	17,002,676
Chittagong Sales Center	166,028	11,299,852	375,449	25,553,080
Chowmuhani Sales Center	62,616	6,145,874	68,512	6,724,562
Comilla Sales Center	89,438	11,433,660	132,151	16,761,981
Dinajpur Sales Center	71,253	7,788,690	81,633	8,841,653
Direct Sales(Ware House)	3,425,324	158,950,530	2,057,454	95,475,183
Feni Sales Center	252,551	8,855,152	-	-
Gazipur Sales Center	55,037	9,988,770	137,574	24,968,718
Jessore Sales Center	182,422	8,847,125	206,938	10,243,047
Kaptanbazar Sales Center	70,431	12,054,360	96,544	16,427,060
Khulna Sales Center	93,130	8,847,325	85,799	8,178,258
Moulavibazar Sales Center	301,521	8,072,180	-	-
Mymenshing Sales Center	109,104	12,546,983	98,213	11,245,321
Naogaon Sales Center	288,507	7,815,870	-	-
Narayanganj Sales Center	372,131	9,066,456	-	-
Nawabpur Sales Center	105,752	8,988,955	135,643	11,469,869
Rajshahi Sales Center	157,427	8,725,400	263,625	14,611,425
Rangpur Sales Center	72,612	9,366,984	98,655	12,706,171
Savar Sales Center	109,740	8,826,900	209,980	16,889,603
Sylhet Sales Center	238,797	10,745,870	378,788	16,796,252
Tangail Sales Center	278,232	9,755,580	-	-
Uttara Sales Center	244,317	8,566,456	295,520	10,361,762
Total Finished Goods:	-	**366,409,982**	-	**324,256,621**
Grand Total:		**1,046,102,880**		**925,754,761**

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AGM INVITATION
for our shareholders



AGM Helpline:

Md. Golam Habib
Md. Imtiaz Ferdous

Tel : +88 02 9854475
Fax : +88 02 9854476
Email : habib@bbscables.com.bd

9th Annual General Meeting of BBS Cables Ltd.

will be held at
Factory Premises, Jaina Bazar,
Telehati, Sreepur,
Gazipur, Bangladesh.
on
Tuesday, 12 December 2017

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BBS CABLES LTD.

Registered Office: Factory Premises, Jaina Bazar, Telehati, Sreepur, Gazipur, Bangladesh.
Corporate Office: Configure Bapari Tower (3rd Floor), Ga-64, Middle Badda, Progoti Swarani, Dhaka 1212 Bangladesh.

PROXY FORM

I/We……..
of……being of a Member of
BBS Cables Limited, do hereby appoint Mr./ Mrs ……...
of……..
either of them may, in writing, appoint anyone to act as my proxy at the 9th Annual General Meeting of the Company to be held on Tuesday, 12th December 2017 and at any adjournment thereof
As witness my/ our hand this…….. day of……..……..……..…….. 2017.

Revenue Stamp Tk.20

…….. (Signature of Proxy)

…….. (Signature of Share Holder)

Foilio/ BO ID No. ☐☐☐☐☐☐☐☐ – ☐☐☐☐☐☐☐☐

No. of Shares held: ……

Notes:

1. A member entitled to attend and vote in the AGM may appoint a Proxy to attend and vote on his/her behalf.
2. The Proxy Form, duly filed and stamped must be deposited at the Registered Office of the Company, by 10.30 am of 9th December 2017.
3. Signature of the Member(s) must be in accordance with the Specimen Signature recorded with the Company.

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BBS CABLES LTD.

Registered Office: Factory Premises, Jaina Bazar, Telehati, Sreepur, Gazipur, Bangladesh.
Corporate Office: Configure Bapari Tower (3rd Floor), Ga-64, Middle Badda, Progoti Swarani, Dhaka 1212 Bangladesh.

ATTENDANCE SLIP

I/ We do hereby record my/our attendance at the 9th Annual General Meeting (AGM) of the Company being held on 12th December 2017 at 11.00 am at Factory Premises, Jaina Bazar, Telehate, Sreepur, Gazipur, Bangladesh.

Name of the Shares Holder(s)/ Proxy: ……

Folio / BO ID No. of Share Holder: ☐☐☐☐☐☐☐☐ – ☐☐☐☐☐☐☐☐

…….. Signature of Shares Holder(s)/Proxy

No. of Shares held: ……

Note: Please present this attendance slip at the registration counter on or before 11.00 am on the AGM date.

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বি বি এস কেবলস্ লিমিটেড

নিবন্ধিত অফিসঃ জৈনা বাজার, তেলিহাটি, শ্রীপুর, গাজিপুর, বাংলাদেশ।
প্রধান কার্যালয়ঃ কনফিগার বেপারি টাওয়ার, গ/৬৪, মধ্য বাড্ডা , ঢাকা ১২১২, বাংলাদেশ।

প্রতিনিধি পত্র

আমি / আমার.....
ঠিকানা.....
বি বি এস কেবলস্ লিমিটেড এর সদস্য হিসাবে
জনাব / বেগম.....
ঠিকানা.....

কে বা তাদের যেকোন একজনকে আমার / আমাদের প্রতিনিধি হিসাবে আমার / আমাদের অনুপস্থিতিতে ১২ ই ডিসেম্বর, ২০১৭, রোজ মঙ্গলবার কোম্পানির নবম বার্ষিক সাধারন সভায় এবং তার মুলতবি ঘোষিত সভায় উপস্থিত হওয়া ও ভোট দানের জন্য নিযুক্ত করলাম।

.....
(প্রতিনিধির স্বাক্ষর)

রেভিনিউ
স্ট্যাম্প
২০/=

.....
(শেয়ারহোল্ডারের স্বাক্ষর)

ফোলিও / বিও নম্বর ঃ ☐☐☐☐☐☐☐☐ – ☐☐☐☐☐☐☐☐

শেয়ার সংখ্যা ঃ .....

দ্রষ্টব্যঃ

১. অনিবার্য কারণবশতঃ কোন সদস্য তার অনুপস্থিতিতে মনোনিত প্রতিনিধিকে তার পক্ষ থেকে ভোট প্রদানের জন্য পাঠাতে পারবেন।

২. প্রতিনিধিপত্র সঠিকভাবে পূরণ ও স্ট্যাম্প সংযুক্ত করে কোম্পানির নিবন্ধিত অফিসে ৯ই ডিসেম্বর, ২০১৭ দুপুর ১২:০০ মিনিটের মধ্যে জমা দিতে হবে।

৩. কোম্পানির নথিভুক্ত নমুনা স্বাক্ষর ও সদস্যের স্বাক্ষর একই হতে হবে।

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প্রধান কার্যালয়ঃ কনফিগার বেপারি টাওয়ার, গ/৬৪, মধ্য বাড্ডা , ঢাকা ১২১২, বাংলাদেশ।

উপস্থিতি পত্র

আমি/ আমরা আগামী ১২ ই ডিসেম্বর, ২০১৭, রোজ মঙ্গলবার সকাল ১১:০০ মিনিটে জৈনা বাজার, তেলিহাটি, শ্রীপুর, গাজিপুর, বাংলাদেশ এর ফ্যাক্টরী প্রাঙ্গণে অনুষ্ঠিতব্য কোম্পানির নবম বার্ষিক সভায় আমার/আমাদের উপস্থিতি লিপিবদ্ধ করছি।
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বিও/ফোলিও আইডি নং ঃ ☐☐☐☐☐☐☐☐ – ☐☐☐☐☐☐☐☐

শেয়ারের সংখ্যাঃ .....

(শেয়ারহোল্ডারের স্বাক্ষর)

দ্রষ্টব্যঃ - অনুগ্রহপূর্বক, এজিএম এর দিন সকাল ১১:০০ মিনিটে বা তার আগে রেজিস্ট্রেশন কাউন্টারে এই উপস্থিতিপত্র দেখাবেন।

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