

BSRM STEELS LIMITED AND ITS SUBSIDIARY
Consolidated Financial Statements (Un-audited)
As at and for the period ended 30th September 2017

Q1 of 2017-18

BSRM Steels Limited

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

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

Factory : Plot No. 4(P), Fouzderhat Industrial Estate, Chittagong, Bangladesh.

Phone: +88-031-2770192, 2770193; Fax: +88-031-751452; E-mail : bsrmsteels@bsrm.com

BSRM STEELS LIMITED AND ITS SUBSIDIARY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT 30 SEPTEMBER 2017



	<u>30-Sep-17</u> <u>Taka</u>	<u>30-Jun-17</u> <u>Taka</u>
Assets:		
Non-Current Assets		
Property, Plant and Equipment at cost	14,209,732,149	12,412,290,595
Accumulated Depreciation	(3,142,412,487)	(2,556,163,994)
	11,067,319,662	10,747,146,750
Intangible Assets	30,854,700	31,927,564
Investment	1,316,044,794	1,325,036,459
Total Non-Current Assets	12,414,219,156	12,104,110,773
Current Assets		
Short Term Investment	505,729,127	496,529,288
Inventories	11,335,165,898	8,980,713,498
Trade & Other Receivables	6,108,035,730	4,354,600,097
Current Account with Related Companies	9,490,477,980	9,648,559,106
Advances, Deposits and Pre-payments	2,541,075,551	1,945,407,207
Cash and cash equivalents	27,921,011	77,855,172
Total Current Assets	30,008,405,297	25,503,664,368
Total Assets	42,422,624,453	37,607,775,141
	Taka	
Equity and Liabilities:		
Share capital	3,417,750,000	3,417,750,000
Retained Earnings	5,872,089,015	5,503,470,464
Revaluation Reserve	2,598,408,052	2,601,996,609
Equity attributable to Owners of the Company	11,888,247,067	11,523,217,073
Non-controlling Interest	107,328,832	107,081,608
Total Equity	11,995,575,899	11,630,298,681
Liabilities		
Non-Current Liabilities		
Long Term Borrowings- non current portion	1,327,701,900	1,117,900,968
Retirement Benefit Obligations - Gratuity	105,843,043	98,761,816
Deferred Tax Liability	1,199,634,598	1,211,086,834
Total Non-Current Liabilities	2,633,179,541	2,427,749,618
Current Liabilities		
Trade Payable	1,079,908,728	103,026,404
Short Term Borrowings	22,803,710,849	21,346,253,998
Current Account with Related Companies	1,408,222,981	59,622,907
Liabilities for Expenses	383,543,916	314,217,165
Current Tax Liabilities	1,217,459,646	1,074,981,753
Provision for WPPF & Welfare Fund	162,718,776	136,181,349
Other Liabilities	738,304,118	515,443,266
Total Current Liabilities	27,793,869,015	23,549,726,842
Total Liabilities	30,427,048,556	25,977,476,460
Total Equity and Liabilities	42,422,624,453	37,607,775,141
	Taka	



 Chairman



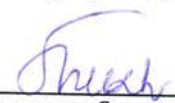
 Director



 Managing Director



 Chief Financial Officer



 Company Secretary

Tuesday, November 7, 2017

BSRM Steels Limited

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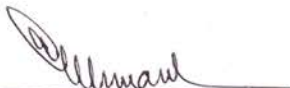
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BSRM STEELS LIMITED AND ITS SUBSIDIARY
**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
 FOR THE PERIOD FROM JULY 01, 2017 TO SEPTEMBER 30, 2017**

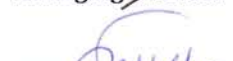
	July-Sept'17 Taka	July-Sept'16 Taka
Revenue	9,602,524,809	7,105,888,154
Cost of Sales	(8,608,008,074)	(5,709,205,911)
Gross Profit	994,516,735	1,396,682,243
Selling and Distribution Costs	(187,259,085)	(89,709,810)
Administrative Costs	(97,247,544)	(76,056,349)
	(284,506,629)	(165,766,159)
	710,010,106	1,230,916,084
Other Income	7,665,778	4,840,430
Results from operating activities	717,675,884	1,235,756,515
Finance Costs	(165,919,089)	(114,479,224)
Finance Income	(19,924,828)	12,112,331
	(185,843,917)	(102,366,893)
Net Profit before Tax and WPP&WF	531,831,967	1,133,389,622
Contribution to WPPF and Welfare Fund	(26,537,427)	(56,669,481)
	505,294,540	1,076,720,141
Share of profit/(loss) of Associate	(8,991,665)	(20,101,655)
Profit before Income Tax	496,302,875	1,056,618,486
Provision for Income Tax		
Current	(142,477,893)	(228,160,154)
Deferred	10,256,050	(65,832,854)
	(132,221,843)	(293,993,008)
Net Profit after Tax for the period	364,081,032	762,625,478
Other Comprehensive Income	-	-
Total Comprehensive Income for the period	364,081,032	762,625,478
Net Profit after Tax attributable to:		
Owners of the Company	363,833,808	756,580,415
Non-controlling Interest	247,224	6,045,063
	364,081,032	762,625,478
Total comprehensive income attributable to:		
Owners of the Company	363,833,808	756,580,415
Non-controlling Interest	247,224	6,045,063
	364,081,032	762,625,478
Earnings Per Share		
Basic Earnings per Share	1.06	2.21


 Chairman


 Director


 Managing Director


 Chief Financial Officer


 Company Secretary

Tuesday, November 7, 2017

BSRM Steels Limited

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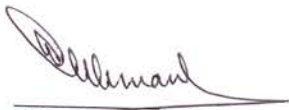
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BSRM STEELS LIMITED AND ITS SUBSIDIARY
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD FROM JULY 01, 2017 TO SEPTEMBER 30, 2017

Particulars	Share Capital	Revaluation Reserve	Retained Earnings	Total	Amount in Taka	
					Non-controlling Interest	Total Equity
Balance as July 01, 2017	3,417,750,000	2,601,996,609	5,503,470,464	11,523,217,073	107,081,608	11,630,298,681
Total comprehensive income for the period	-	-	363,833,808	363,833,808	247,224	364,081,032
Transfer of difference in depreciation between cost model and revaluation model	-	(3,588,557)	4,784,743	1,196,186	-	1,196,186
Balance as at September 30, 2017	3,417,750,000	2,598,408,052	5,872,089,015	11,888,247,067	107,328,832	11,995,575,899
Balance as on July 01, 2016	3,417,750,000	2,621,828,110	4,458,097,149	10,497,675,259	104,148,263	10,601,823,522
Total comprehensive income	-	-	756,580,415	756,580,415	6,045,063	762,625,478
Transfer of difference in depreciation between cost model and revaluation model	-	(3,777,429)	5,036,572	1,259,143	-	1,259,143
Balance as at September 30, 2016	3,417,750,000	2,618,050,681	5,219,714,136	11,255,514,817	110,193,326	11,365,708,143



Chairman

Tuesday, November 7, 2017



Director



Managing Director



Chief Financial Officer



Company Secretary

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BSRM STEELS LIMITED AND ITS SUBSIDIARY
CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD FROM JULY 01, 2017 TO SEPTEMBER 30, 2017



	July-Sept'17 Taka	July-Sept'16 Taka
a. Cash flows from Operating Activities		
Cash receipts from customers	7,756,516,608	6,826,725,207
Cash payments to suppliers and employees	(10,394,185,055)	(10,361,226,361)
Income tax/ Advance income tax paid	-	(555,934,809)
Interest paid	(137,451,374)	(102,366,893)
Net cash from operating activities	(2,775,119,821)	(4,192,802,856)
b. Cash flows from Investing Activities		
Acquisition of Property, plant and equipment	(77,295,813)	(59,263,919)
Addition to CWIP	(371,249,339)	(38,087,792)
Disposal of Property, plant and equipment	-	-
Decrease/ (increase) in investments	(208,174)	18,803,655
Net cash used in investing activities	(448,753,326)	(78,548,056)
c. Cash flows from Financing Activities		
(Repayment) / Receipt of Long term loans	326,060,566	54,501,684
Dividend paid	-	-
(Repayment) / Receipt of short term borrowings	1,334,546,058	4,934,088,781
Loan to/from related companies	1,506,681,200	(731,370,795)
Net cash from financing activities	3,167,287,824	4,257,219,670
d. Net (decrease) / increase in cash and cash equivalents (a+b+c)	(56,585,323)	(14,131,242)
e. Opening Cash and Cash equivalent	84,506,331	295,559,386
f. Closing Cash and Cash equivalent (d+e)	27,921,011	281,428,144



 Chairman



 Director



 Managing Director



 Chief Financial Officer



 Company Secretary

Tuesday, November 7, 2017

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BSRM Steels Limited and its subsidiary
Selected Explanatory Notes to the Financial Statements
For the period from July 01, 2017 to September 30, 2017



1. Legal form of Enterprise

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

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

BSRMSL acquired 95% equity interest in BSRM Iron & Steel Co. Limited (BISCO) i.e. 104,500,000 Ordinary Shares of Tk. 10 each on 10th November 2010 in exchange of 104,500,000 Ordinary Shares of Tk. 10 each in BSRM Steels Limited.

BSRM Steel Mills Limited (BSML) was incorporated on 16 April 2008 as a Private Limited Company and was subsequently converted to a Public Limited Company on 12 November 2013. The main objective of BSML is to manufacture and sell M.S. Billets. BSRM Steels Limited has acquired 100,000,000 nos. of Ordinary Shares of Tk. 10 each of BSML i.e., 25.35%. BSML has not started its commercial operation yet.

2. Nature of the Business

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

3. Reporting

This quarterly financial report has been prepared based on Bangladesh Accounting Standard (BAS) - 34: Interim Financial Reporting". This interim financial statements should be read in conjunction with the published financial statement and last audited financial statements for the period ended 30 June 2017, as they provide an update to previously reported information.

4. Accounting policies and method of computations

Accounting policies and methods of computations followed in preparing this financial statement are consistent with those used in the annual financial statements, prepared and published financial statement and last audited financial statements for the period ended 30 June 2017.

5. Earnings per share (EPS)

Earnings per share has been calculated based on number of shares outstanding for the period ended 30th September 2017 and profit for the same period. The number of shares outstanding for the period was 34,17,75,000. Earnings per share for the same period of preceding year has been also calculated based on 34,17,75,000 shares.

6. Subsequent events

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

7. General

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

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

7.3 Bracket figures denote negative balance.

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