

BSRM STEELS LIMITED AND ITS SUBSIDIARY
Consolidated Financial Statements (Un-audited)
As at and for the period ended 31st March 2015

Q1, 2015

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

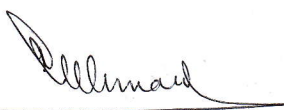
Factory : Plot No. 4(P), Fouzderhat Industrial Estate, Chittagong, Bangladesh.

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BSRM STEELS LIMITED AND ITS SUBSIDIARY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT 31 MARCH 2015



	31-Mar-15	31-Dec-14
	<u>Taka</u>	<u>Taka</u>
Assets:		
Non-Current Assets		
Property, Plant and Equipment at cost	11,435,526,546	11,429,089,040
Accumulated Depreciation	(2,050,132,927)	(1,951,076,799)
	9,385,393,619	9,478,012,241
Capital Work in Progress	95,813,060	52,120,752
Intangible Assets	41,599,001	42,671,865
Investment	944,687,585	945,301,128
Total Non-Current Assets	10,467,493,265	10,518,105,986
Current Assets		
Short Term Investment	257,178,596	254,178,594
Inventories	8,201,350,324	13,627,336,725
Trade & Other Receivables	2,424,245,813	2,973,028,898
Current Account with Related Companies	3,509,611,184	3,040,570,533
Advances, Deposits and Pre-payments	1,639,538,292	1,394,394,506
Cash and cash equivalents	406,494,759	573,851,351
Total Current Assets	16,438,418,968	21,863,360,607
Total Assets	Taka 26,905,912,233	32,381,466,593
Equity and Liabilities:		
Share capital	3,417,750,000	3,417,750,000
Retained Earnings	2,917,922,974	2,609,417,357
Revaluation Reserve	2,631,072,021	2,635,014,277
Equity attributable to Owners of the Company	8,966,744,995	8,662,181,634
Non-controlling Interest	108,109,951	106,672,238
Total Equity	9,074,854,946	8,768,853,872
Liabilities		
Non-Current Liabilities		
Long Term Borrowings	563,321,283	614,600,476
Retirement Benefit Obligations - Gratuity	53,029,475	53,029,475
Deferred Tax Liability	897,002,651	889,207,310
Total Non-Current Liabilities	1,513,353,409	1,556,837,261
Current Liabilities		
Trade Payable	181,265,087	53,285,610
Short Term Borrowings	14,437,598,194	20,235,863,398
Current portion of Long Term Borrowings	315,331,673	440,153,541
Current Account with Related Companies	63,970,633	1,645,134
Liabilities for Expenses	340,704,059	424,159,111
Current Tax Liabilities	616,493,928	495,092,588
Provision for WPPF & Welfare Fund	114,132,393	91,670,284
Other Liabilities	248,207,911	313,905,794
Total Current Liabilities	16,317,703,878	22,055,775,460
Total Liabilities	17,831,057,287	23,612,612,721
Total Equity and Liabilities	Taka 26,905,912,233	32,381,466,593


Director


Director


Company Secretary

Thursday, May 14, 2015

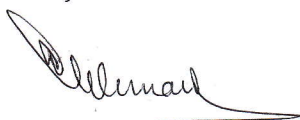
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BSRM STEELS LIMITED AND ITS SUBSIDIARY
**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015**

	31-Mar-15 Taka	31-Mar-14* Taka
Revenue	9,958,605,784	10,363,937,825
Cost of Sales	(9,139,850,318)	(9,088,948,304)
Gross Profit	818,755,466	1,274,989,521
Selling and Distribution Costs	(121,817,324)	(191,128,253)
Administrative Costs	(71,278,449)	(79,093,043)
	(193,095,773)	(270,221,296)
	625,659,693	1,004,768,225
Other Income	1,952,534	1,950,068
Results from operating activities	627,612,227	1,006,718,293
Finance Costs	(173,386,795)	(377,309,621)
Finance Income	2,157,975	16,574,002
	(171,228,820)	(360,735,619)
Net Profit before Tax and WPP&WF	456,383,407	645,982,674
Contribution to WPPF and Welfare Fund	(22,462,109)	(32,121,829)
	433,921,298	613,860,845
Non Operating Income	1,890,000	-
Share of profit/(loss) of Associate	(613,543)	(482,844)
Profit before Income Tax	435,197,755	613,378,001
Provision for Income Tax		
Current	(121,401,340)	(150,640,838)
Deferred	(9,290,679)	(58,276,241)
	(130,692,019)	(208,917,079)
Net Profit after Tax for the period	304,505,736	404,460,922
Other Comprehensive Income	-	-
Total Comprehensive Income for the period	304,505,736	404,460,922
Net Profit after Tax attributable to:		
Shareholders of the Company	303,068,022	403,128,745
Non-controlling Interest	1,437,714	1,332,177
	304,505,736	404,460,922
Total comprehensive income attributable to:		
Owners of the Company	303,068,022	403,128,745
Non-controlling Interest	1,437,714	1,332,177
	304,505,736	404,460,922
Earnings Per Share		
Basic Earnings per Share	0.89	1.18

* Refer to Note-7.2



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Thursday, May 14, 2015

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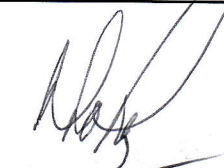
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BSRM STEELS LIMITED AND ITS SUBSIDIARY
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015

Particulars	Amount in Taka					
	Share Capital	Revaluation Reserve	Retained Earnings	Total	Non-controlling Interest	Total Equity
Balance as on January 01, 2015	3,417,750,000	2,635,014,277	2,609,417,357	8,662,181,634	106,672,238	8,768,853,872
Net Profit after Tax for the period	-	-	303,068,022	303,068,022	1,437,713	304,505,736
Adjustment of Deferred Tax on Revaluation of Assets	-	(3,942,256)	3,942,256	-	-	-
Depreciation on Revalued Assets	-	-	1,495,338	1,495,338	-	1,495,338
Balance as at March 31, 2015	3,417,750,000	2,631,072,021	2,917,922,974	8,966,744,995	108,109,951	9,074,854,946
Balance as on January 01, 2014	3,417,750,000	2,651,613,249	1,362,612,936	7,431,976,185	98,330,428	7,530,306,613
Net Profit after Tax for the period	-	-	403,611,589	403,611,589	1,332,177	404,943,766
Adjustment of Deferred Tax on Revaluation of Assets	-	(4,149,743)	4,149,743	-	-	-
Depreciation on Revalued Assets	-	-	1,574,040	1,574,040	-	1,574,040
Balance as at March 31, 2014	3,417,750,000	2,647,463,506	1,771,948,309	7,837,161,815	99,662,605	7,936,824,419
Effect of associate adoption of equity method	-	-	(482,844)	(482,844)	-	(482,844)
Balance as at March 31, 2014 as re-stated (Note-7.2)	3,417,750,000	2,647,463,506	1,771,465,464	7,836,678,970	99,662,605	7,936,341,575


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BSRM STEELS LIMITED AND ITS SUBSIDIARY
CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2015



	31-Mar-15	31-Mar-14*
	Taka	Taka
a. Cash flows from Operating Activities		
Cash receipts from Customers	12,797,021,133	11,486,854,063
Cash payments to Suppliers, Employees and others	(6,255,829,037)	(13,073,997,662)
Interest Paid	(122,263,246)	(173,544,655)
Net Cash (used in)/generated by Operating Activities	6,418,928,850	(1,760,688,254)
b. Cash flows from Investing Activities		
Acquisition of Fixed Assets	(6,437,507)	(61,204,381)
Increase in Investment	(2,386,459)	482,844
Capital Work-in-progress	(43,692,308)	(48,567,208)
Net Cash (used in)/generated by Investing Activities	(52,516,274)	(109,288,745)
c. Cash flows from Financing Activities		
(Repayments) / Receipts of Term Loan	(51,279,194)	209,163,764
Loan to/from Related Companies	(559,402,903)	(2,638,320,303)
Short Term Borrowings	(5,923,087,071)	4,608,828,564
Net cash provided by /(used in) Financing Activities	(6,533,769,168)	2,179,672,026
d. Net increase in Cash and Cash equivalent (a+b+c)	(167,356,592)	309,695,026
e. Opening Cash and Cash equivalent	573,851,351	774,270,614
f. Closing Cash and Cash equivalent (d+e)	406,494,759	1,083,965,640

* Refer to Note-7.2

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BSRM Steels Limited and its subsidiary
Selected Explanatory Notes to the Financial Statements
For the period ended 31st March 2015

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 10 November 2010 in exchange of 104,500,000 Ordinary Shares of Tk. 10 each in BSRM Steels Limited.

BSRMSL has also acquired 13.29% equity interest in BSRM Steel Mills Limited (BSRMSML) i.e. 45,114,600 Ordinary Shares of Tk. 10 each. BSRMSML is treated as associated company as BSRMSL has significant influence in the investee company's policy making process. BSRMSML 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 for the year ended 31st December 2014, 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 for the period ended 31st December 2014.

5. Earnings per share (EPS)

Earnings per share has been calculated based on number of shares outstanding for the period ended 31st March 2015 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 Figures of 1st Qtr. 2014 have been re-stated due to recognition of share of profit/(loss) of associate.

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

7.4 Bracket figures denote negative balance.

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