

Bangladesh Steel Re-Rolling Mills Limited and its subisidiary

Consolidated and Separate Financial Statements (un audited)
As at and for the second quarter ended December 31, 2018

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: **Steel Melting Works**: 78/79, Nasirabad I/A, Baizid Bostami Road, Chittagong; Phone: +88-031-681487, 683536; Fax:+88-031-683029 **Rolling Mill**: 147-149, Nasirabad I/A, Baizid Bostami Road, Chittagong, Bangladesh. Phone: +88-031-683053, 683164; Fax: +88-031-682901



Bangladesh Steel Re-Rolling Mills Limited and its subsidiary Consolidated statement of financial position (un-audited)

	31 December	30 June
In Taka	2018	2018
	2010	2010
ASSETS		
Non-current assets	04 055 500 000	24 726 077 702
Property, plant and equipment	31,255,739,328	31,736,877,702
Intangible assets 9.00	36,670,540	39,762,082
Investment in associate 10.00		3,994,597,901
Other investments	105,119,036	122,190,354
Non-current assets	35,532,383,671	35,893,428,038
Short term investment	1,644,487,599	1,367,141,161
Inventories	26,047,773,473	23,438,884,798
Trade and other receivables 11.00		8,193,143,601
Current account with related companies	1,867,365,371	2,576,514,730
Advances and deposits	5,097,722,608	4,348,160,534
Cash and cash equivalents	920,754,049	779,433,146
Current assets	48,104,609,192	40,703,277,970
Total Assets	83,636,992,864	76,596,706,008
Parite		
Equity Share capital 12.00	2 260 692 260	2,146,074,880
Share premium	511,970,250	511,970,250
General reserve	30,170,818	30,170,818
Revaluation reserve	3,955,883,272	3,974,789,370
Retained earnings	7,174,177,561	6,962,742,079
12% Convertible coupon bond-equity component	45,661,142	45,661,142
Equity attributable to owners of the company	14,078,545,405	13,671,408,539
Non- controlling interests	3,530,078,528	3,392,628,051 17,064,036,592
Total equity	17,608,623,933	17,004,030,392
Liabilities	6.046.470.040	0.205.420.261
Long term borrowings- non current portion	6,846,179,218	8,305,438,361
Defined benefit obligations - Gratuity	287,208,759	226,378,396
Deferred tax liability	3,274,559,345	2,965,622,218
Non-current liabilities	10,407,947,323	11,497,438,976
Trade payables 13.00	4,052,378,304	1,216,553,373
Short term borrowings	42,687,193,569	39,794,968,536
Current account with related companies	4,985,681,630	4,919,172,515
Advance against sales	1,467,207,071	320,121,941
Liabilities for expenses	1,506,651,085	958,520,190
Current tax liability	364,508,904	349,888,115
Provision for WPPF and Welfare Fund	276,838,585	209,125,156
Other liabilities	279,962,459	266,880,612
Current liabilities	55,620,421,607	48,035,230,440
Total liabilities	66,028,368,929	59,532,669,416
Total equity and liabilities	83,636,992,864	76,596,706,008
Net Asset Value per share	59.64	63.70
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Ris: . **Chief Financial Officer**

Managing Director

Chattogram, January 21, 2019

ompaný Secretary

Bangladesh Steel Re-Rolling Mills Limited

Director

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Bangladesh Steel Re-Rolling Mills Limited and its subsidiary

Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)

	9	For the period					
In Taka	July'18- Dec'18	July'17- Dec'17	Oct'18 - Dec'18	Oct'17- Dec'17			
Revenue	38,599,983,159	30,776,965,005	18,542,457,473	17,429,155,151			
Cost of sales	(34,993,208,847)	(28,131,019,599)	(16,657,126,543)	(15,956,131,556			
Gross profit	3,606,774,312	2,645,945,407	1,885,330,931	1,473,023,595			
Selling and distribution costs	(359,753,658)	(241,737,275)	(184,600,167)	(133,609,613			
Administrative costs	(258,598,969)	(203,150,415)	(145,961,587)	(90,700,052			
Other operating income	13,568,873	20,089,023	7,519,703	13,054,952			
Operating profit	3,001,990,558	2,221,146,740	1,562,288,880	1,261,768,883			
Finance costs	(2,059,601,191)	(1,667,596,924)	(1,061,927,277)	(874,525,451			
Finance income	252,124,302	138,984,147	118,160,861	92,339,799			
	1,194,513,669	692,533,963	618,522,464	479,583,231			
Non-operating Income	51,304,033	70,824,109	13,568,464	36,460,686			
Profit before WPPF and Welfare Fund	1,245,817,702	763,358,072	632,090,928	516,043,917			
Contribution to WPPF and Welfare Fund	(67,723,429)	(38,167,904)	(36,985,793)	(25,802,196			
Share of (loss)/profit of equity			100 000 000	TO 420 00			
accounted investee, net of tax	246,835,668	184,268,030	103,200,053	70,420,994			
Profit before tax	1,424,929,941	909,458,198	698,305,188	560,662,715			
Income tax expense:							
Current year	(318,306,326)	(37,011,074)	(179,814,511)	(12,790,452			
Previous year	(38,491,649)		(38,491,649)				
Deferred tax	(315,239,159)	(285,686,959)	(156,113,340)	(106,680,619			
Total income tax expense	(672,037,134)	(322,698,033)	(374,419,501)	(119,471,071			
Profit after tax	752,892,807	586,760,165	323,885,687	441,191,644			
Other comprehensive income		-	•				
Total comprehensive income	752,892,807	586,760,165	323,885,687	441,191,644			
Profit attributable to:							
Owners of the company	615,442,330	543,499,555	244,914,046	378,412,756			
Non-controlling interests	137,450,477	43,260,610	78,971,641	62,778,888			
	752,892,807	586,760,165	323,885,687	441,191,64			
Total comprehensive income attributal			•				
Owners of the company	615,442,330	543,499,555	244,914,046	378,412,75			
Non-controlling interests	137,450,477	43,260,610	78,971,641	62,778,888			
0	752,892,807	586,760,165	323,885,687	441,191,64			
Earnings per share							
Basic earnings per share (Taka)	2.61	2.30	1.04	1.60			

Chief Financial Officer

Chattogram, January 21, 2019

ing Director

Company Secretary

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, Bangladesh Steel Re-Rolling Mills Limited

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Bangladesh Steel Re-Rolling Mills Limited and its subsidiary Consolidated statement of changes in equity (un audited)

						Conson	dated statement	Consolidated statement of changes in equity (un audited) For the period from 1 July 2018 to 31 December 2018	ember 2018
			Attribut	Attributable to owners of the company	e company				
In Taka	Share Capital	Share Premium	General Reserve	Revaluation surplus	Retained Earnings	12% Convertible coupon bond-	Total	Non-controlling interests	Total
Balance as on July 1, 2017	1,950,977,170	511,970,250	30,170,818	4,019,434,561	4,318,587,024	45,661,142	10,876,800,965	2,876,267,244	13,753,068,209
Transfer against difference in depreciation between cost and revalued amount		1,	•	(23,356,105)	31,141,474	ř.	7,785,368		7,785,368
Deferred tax to revaluation surplus			•	1) 1	ā	•		
Stock dividend (@10%)	195,097,710			21 1	(195,097,710)	î			•
Transfer of revaluation surplus on sale of revalued assets	1	28		(471,598)	628,798	ï	157,199		157,199
Deferred tax on interest on 12% Convertible Coupon Bond	ı	1			•	ï	•		T
Net Profit during the period	Î		•		543,499,555	ı	543,499,555	43,260,610	586,760,165
Balance as on December 31, 2017	2,146,074,880	511,970,250	30,170,818	3,995,606,857	4,698,759,140	45,661,142	11,428,243,088	2,919,527,854	14,347,770,942
Balance as on July 1, 2018	2,146,074,880	511,970,250	30,170,818	3,974,789,370	6,962,742,079	45,661,142	13,671,408,539	3,392,628,051	17,064,036,590
Cash dividend	•				(214,607,496)		(214,607,496)		(214,607,496)
Bonus dividend @10%	214,607,480				(214,607,480)				•
Transfer against difference in depreciation between cost and revalued amount	•		ı	(18,906,096)	25,208,128	•	6,302,032	•	6,302,032
Net profit after tax for the Period	ī	1	1	1	615,442,330		615,442,330	137,450,477	752,892,807
Balance as on December 31, 2018	2,360,682,360	511,970,250	30,170,818	3,955,883,274	7,174,177,561	45,661,142	14,078,545,405	3,530,078,528	17,608,623,934
Res		,					()		
Chief Financial Officer			ě	Land Land		,	Company Secretary		
Chattogram, January 21, 2019	Managing Director			Dirfetor			Chairman	Λ	5



Bangladesh Steel Re-Rolling Mills Limited and its subsidiary Consolidated statement of cash flows (un audited)

	Consolidated state	ment of cash flow	s (un audited)
		For the p	
_	In Taka	July'18- Dec'18	July'17- Dec'17
a.	Cash flows from operating activities		
	Cash receipts from customers	41,423,660,562	28,027,215,660
	Cash payments to suppliers and employees	(40,687,561,007)	(44,804,806,967)
	Interest paid	(1,856,133,214)	(1,717,388,743)
_	Net cash from operating activities	(1,120,033,659)	(18,494,980,049)
b.	Cash flows from investing activities		
	Acquisition of Property, plant and equipment &CWIP	(509,024,216)	(611,034,946)
	Disposal of Property, plant and equipment	3,500,000	3,465,000
	Dividend income	106,594,191	159,891,260
	Increase/ (Decrease) in short term investments	(260,275,122)	(727,112,251)
_	Net cash used in investing activities	(659,205,147)	(1,174,790,938)
c.	Cash flows from financing activities		
	(Repayments) / Receipts of long term Loans	(1,452,446,539)	(1,214,292,338)
	Dividend Paid	(212,398,292)	-
	Short Term Borrowings/repayment	2,808,139,236	15,658,063,554
	Loan to/ from Related Companies	777,265,304	5,207,293,719
_	Net cash from financing activities	1,920,559,710	19,651,064,935
	Net (decrease)/ increase in cash and cash equivalents (a+b+c)	141,320,904	(18,706,052)
e.	Opening cash and cash equivalents	779,433,146	523,785,930
f.	Closing cash and cash equivalents (d+e)	920,754,049	505,079,878
-	Net Operating Cash flow per share	(4.74)	(86.18)
	-		

Chief Financial Officer

Managing Director

Company Secretary

Chatem

Chattogram, January 21, 2019

Bangladesh Steel Re-Rolling Mills Limited

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Fæcterigned Steels #ዘብተዋናያ WARTH 578/7%, Næstræbed የ/አት, Bartzlift Brostant Product; Chittagong; Phone: +88-031-681487, 683536; Fax: +88-031-682901

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Bangladesh Steel Re-Rolling Mills Limited Separate statement of financial position

		31 December	30 June
In Taka		2018	2018
ASSETS			
Property, plant and equipment		12,653,294,875	12,958,556,023
Intangible assets	9.00	20,105,390	21,797,061
Investment in subsidiary and associate	10.00	7,017,161,020	6,766,652,548
Other investments		105,119,036	122,190,354
Non-current assets		19,795,680,321	19,869,195,986
Short term investment		363,523	50,220,680
Inventories		19,647,115,196	13,442,320,054
Trade and other receivables	11.00	3,530,837,046	2,356,392,380
Current account with related companies		1,243,039,786	1,537,959,598
Advances and deposits		1,891,951,759	1,983,627,504
Cash and cash equivalents		856,867,682	704,983,780
Current assets		27,170,174,992	20,075,503,997
Total Assets		46,965,855,313	39,944,699,984
Equity		:	
Share capital	12.00	2,360,682,360	2,146,074,880
Share premium	12.00	511,970,250	511,970,250
General reserve		30,170,818	30,170,818
Revaluation reserve		3,955,883,272	3,974,789,368
Retained earnings			
12% Convertible coupon bond-equity component		7,174,177,563	6,962,742,081
Total equity		45,661,142	45,661,142
Liabilities		14,078,545,405	13,671,408,539
Long term borrowings- non current portion		4,852,420,989	5,442,343,709
Defined benefit obligations - Gratuity		246,915,360	196,162,000
Deferred tax liability		1,431,915,972	1,323,809,318
Non-current liabilities		6,531,252,320	6,962,315,027
Trade payables	13.00	4,690,221,416	1,116,279,307
Short term borrowings	13.00	12,199,185,310	9,742,889,798
Current portion of long term borrowings		2,200,350,762	2,210,092,751
Current account with related companies			4,919,172,515
Advance against sales		4,808,051,157	
		1,020,289,477	290,873,624
Liabilities for expenses		895,586,553	409,572,284
Current tax liability		150,052,323	303,624,779
Provision for WPPF and Welfare Fund		150,830,481	115,677,749
Other liabilities		241,490,109	202,793,610
Current liabilities		26,356,057,588	19,310,976,417
Total liabilities		32,887,309,909	26,273,291,444
Total equity and liabilities		46,965,855,313	39,944,699,984
Net Asset Value Per Share		\$9.64	63.70
		- 1	

Rusir **Chief Financial Officer**

Managing Director

Company Secretary

Director Chairman

Chattogram, Janua Bangladesh Steel Re-Rolling Mills Limited

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Bangladesh Steel Re-Rolling Mills Limited Separate Statement of Profit or Loss and Other Comprehensive Income

Se	Separate Statement of Profit or Loss and Other Comprehensive Income						
		-	For the period				
In Taka	July'18- Dec'18	July'17- Dec'17	Oct'18-Dec'18	Oct'17-Dec'17			
Revenue	18,359,742,229	11,043,286,784	10,222,617,408	6,863,567,732			
Cost of sales	(16,288,106,295)	(9,412,307,726)	(9,169,379,476)	(5,973,040,904)			
Gross profit	2,071,635,934	1,630,979,058	1,053,237,931	890,526,827			
Selling and distribution costs	(354,898,732)	(241,450,580)	(182,298,371)	(133,354,836)			
Administrative costs	(186,936,925)	(155,416,404)	(108,796,369)	(66,876,869)			
Other operating income	13,568,873	12,136,680	7,519,703	8,710,939			
Operating profit	1,543,369,151	1,246,248,754	769,662,895	699,006,061			
Finance costs	(1,118,811,811)	(943,043,088)	(571,780,228)	(500,463,418)			
Finance income	138,703,515	77,567,003	72,169,455	44,443,336			
	(980,108,296)	(865,476,085)	(499,610,774)	(456,020,082)			
Non-operating Income	33,199,593	58,720,109	3,940,500	30,133,686			
Profit before WPPF and Welfare Fund	596,460,448	439,492,777	273,992,621	273,119,665			
Contribution to WPPF and Welfare Fund	(35,152,732)	(21,974,639)	(19,029,341)	(13,655,983)			
Share of profit of equity accounted investees, net of	357,087,272	219,615,487	166,695,595	121,716,481			
Profit before tax	918,394,988	637,133,625	421,658,875	381,180,163			
Income tax expenses	ž <u>g</u>		-				
Current tax:							
Current year	(150,052,323)	(17,195,916)	(83,557,628)	(2,166,290)			
Previous year	(38,491,649)	=	(38,491,649)				
Deferred tax	(114,408,686)	(76,438,154)	(54,695,551)	(601,117)			
Total income tax expense	(302,952,658)	(93,634,070)	(176,744,829)	(2,767,407)			
Profit after tax	615,442,330	543,499,555	244,914,046	378,412,756			
Other comprehensive income	-	_		-			
Total comprehensive income	615,442,330	543,499,555	244,914,046	378,412,756			
Earnings now share			_	×			
Earnings per share Basic earnings per share (Taka)	2.61	2.30	1.04	1.60			
basic carmings per snare (raka)	4.01	2.30	1.04	1.60			

Chief Financial Officer

Managing Director

Company Secretary

Chairman

Chattogram, January 21, 2019

Bangladesh Steel Re-Rolling Mills Limited

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Bangladesh Steel Re-Rolling Mills Limited Separate statement of changes in equity

For the period from 1 July 2018 to 31 December 2018

In Taka	Share Capital	Share premium	General Reserve	Revaluation Reserve	Retained Earnings	12% Convertible coupon bond- equity	Total
Balance as on July 1, 2017	1,950,977,170	511,970,250	30,170,818	4,019,434,561	4,318,587,024	45,661,142	10,876,800,965
Transfer against difference in depreciation between cost and revalued amount	•	-	-	(23,356,105)	31,141,474	-	7,785,368
Transfer of revaluation surplus on sale of revalued assets	, =	-		(471,598)	628,798	-	157,199
Stock dividend (@10%)	195,097,710	=	72 724		(195,097,710)		-
Net Profit during the period	•			-	543,499,555		543,499,555
Balance as on December 31, 2017	2,146,074,880	511,970,250	30,170,818	3,995,606,857	4,698,759,140	45,661,142	11,428,243,088
Balance as on 1 July 2018	2,146,074,880	511,970,250	30,170,818	3.974.789.368	6,962,742,081	45,661,142	13,671,408,539
Transfer against difference in depreciation between cost and revalued amount	2,110,071,000	- ·	-	(18,906,096)	25,208,128	+3,001,1 + 2 -	6,302,032
Cash dividend	-	-	-	-	(214,607,496)	- ,	(214,607,496)
Bonus dividend @10%	214,607,480	-	·-	-	(214,607,480)	v	-
Net profit after tax for the Period		-	÷	¥	615,442,330	*	615,442,330
Balance as on December 31, 2018	2,360,682,360	511,970,250	30,170,818	3,955,883,272	7,174,177,563	45,661,142	14,078,545,406

Chief Financial Officer

Managing Director

Chattogram, January 21, 2019

Company Secretary

Chairman

Bangladesh Steel Re-Rolling Mills Limited



Bangladesh Steel Re-Rolling Mills Limited Separate statement of cash flows

		Separate statem	ent of cash flows
			e period
	In Taka	July'18- Dec'18	July'17- Dec'17
۱.	Cash flows from operating activities		
	Cash receipts from customers	17,960,614,568	10,903,565,751
	Receipt against other income		
	Cash payments to suppliers, employees and advance tax	(18,777,045,397)	(20,889,729,010)
	Interest paid	(980,108,296)	(943,043,088)
	Net cash from operating activities	(1,796,539,125)	(10,929,206,348)
b.	Cash flows from investing activities		
	Acquisition of Property, plant and equipment	(56,630,604)	(132,294,547)
	Disposal of Property, plant and equipment	3,500,000	3,465,000
	Dividend income	106,594,191	159,891,260
	Increase in short term investment	66,928,476	(184,001,964)
	Net cash used in investing activities	120,392,063	(152,940,251)
) .	Cash flows from financing activities		
	(Repayment) / Receipt of Long term loans	(599,664,710)	(483,399,064)
	Dividend paid	(212,398,292)	-
	Receipt/(Repayment) of short term borrowings	2,456,295,512	2,654,261,177
	Loan to/from related companies	183,798,454	8,876,334,038
	Net cash from financing activities	1,828,030,964	11,047,196,152
l.	Net increase/(decrease) in cash and cash equivalent (a+b+c)	151,883,902	(34,950,447)
) .	Opening cash and cash equivalents	704,983,780	511,739,763
•	Closing cash and cash equivalents (d+e)	856,867,682	476,789,316
	Net Operating Cash flow per share	(7.61)	(50.93)

Chief Financial Officer

Managing Director

Director

Company Secretary

Chairman

Chattogram, January 21, 2019



1.00 Summary of significant accounting policies

The specific accounting policies selected and applied by the company's management for significant transactions and events that have material effect within the framework of BAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the BAS-1 "Presentation of Financial Statements". The recommendations of BAS-1 relating to the format of financial statements were also taken into full consideration for fair presentation.

Set out below is an index of the significant accounting policies, the details of which are available on the following:

1.00 Basis of consolidation and disclosure of interest in other entities 2.00 Consistency Property, Plant and Equipment 3.00 Capital Work-In-Progress 4.00 5.00 **Intangible Assets** 6.00 Inventories 7.00 Transactions in Foreign Currencies Investment in subsidiary and associate 8.00 9.00 Financial Assets 10.00 Financial Liabilities 11.00 **Impairment** 12.00 Cash Flow Statement 13.00 Provisions, Contingent Liabilities and Contingent Assets 14.00 **Borrowing Costs** 15.00 Taxation 16.00 Share Capital 17.00 Employee benefit 18.00 Revenue Recognition 19.00 Finance Income and Costs 20.00 Other Operating Income 21.00 Earnings Per Share (EPS) 22.00 **Duty Drawback** 23.00 Measurement of Fair Values 24.00 **Events After the Reporting Period** 25.00 **Comparative Information**

2.00 Basis of consolidation and disclosure of interest in other entities

Standards issued but not yet adopted

26.00

27.00

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Subsidiary is an enterprise controlled by the parent entity. Control exists when an investor is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. The financial statements of subsidiary are included in the consolidated financial statements from the date that control commences until the date that control ceases. The consolidated financial statements have been prepared in accordance with BFRS 10 "Consolidated Financial Statements".

BSML is a subsidiary company of BSRM Limited. The Company has made 52.87% (Direct investment 44.97% and indirect investment 07.91%) equity investment in this subsidiary. The company is exposed to and has rights, to variable returns from the subsidiary and also has the ability to affect those returns through its power over BSML.

The Financial Statements of the subsidiary company are incorporated on a line by line basis and the investment held by the parent is eliminated against the corresponding share capital of subsidiary in the consolidated financial statements. The accounting policies of subsidiary have been changed when it is necessary to align them with the policies adopted by BSRM Limited (Parent entity).

The group eliminates intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intra-group transactions that are recognized in assets, such as inventors and fixed assets, are climinated in full).

Bangladesh Steel Re-Rolling Mills Limited

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Phone: +88-031-2854901-10, 635382, 613282, 637758; Fax: +88-031-610101, E-mail: mail@bsrm.com; Webste: www.bsrm.com
Factory: Steel Melting Works: 78/79, Nasirabad I/A, Baizid Bostami Road, Chittagong; Phone: +88-031-681487, 683536; Fax: +88-031-683029
Rolling Mill: 147-149, Nasirabad I/A, Baizid Bostami Road, Chittagong, Bangladesh. Phone: +88-031-683053, 683164; Fax: +88-031-682901



Non-controlling interests

The group presents non-controlling interests in its consolidated statement of financial position within equity, separately from the equity of the owners of the parent.

The group attributes the profit or loss and each component of other comprehensive income to the owners of the parent and to the non-controlling interests. The proportion allocated to the parent and non-controlling interests are determined on the basis of present ownership interests.

3.00 Property, Plant and Equipment

3.01 Recognition and Measurement

Property, Plant and Equipment are stated at cost less accumulated depreciation except Land & land development and Factory Building which are carried at revalued amount, being fair values at the date of revaluation less subsequent accumulated depreciation and subsequent impairment losses, if any.

Cost includes expenditures that are directly attributable to the acquisition of an asset. The cost of self-constructed / installed assets includes the cost of materials and direct labor, any other costs directly attributable to bringing the asset to the working condition for its intended use and the cost of dismantling and removing an item and restoring the site on which they are located.

When parts of an item of Property, Plant and Equipment have different useful lives, they are accounted for as separate items (major components) of Property, Plant and Equipment.

4.00 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 benefit embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day to day servicing of Property, Plant and Equipment are recognized in profit and loss as incurred.

5.00 Depreciation

Land is held on a freehold basis and is not depreciated considering the unlimited life. In respect of all other property, plant and equipment, depreciation is recognized in statement of profit or loss and other comprehensive income on straight line method over the estimated useful lives of property, plant and equipment.

Depreciation is charged on addition when it is ready for use and no depreciation is charged in the month of disposal. The depreciation method used reflects the pattern in which the asset's economic benefits are consumed by the entity. The depreciation charge for the year is recognized as an expense unless it is included in the carrying amount of another asset.

The principal annual rates and useful lives under straight line method were as follows:

Category of Assets	Useful lives (years)	Rates
Plant and Machinery	7-25	4% - 15%
Motor Vehicle	6-15	6% - 16%
Furniture and Fixtures	5	20%
Office Equipment	5	20%
Factory Buildings	20	5%
Roads and Pavements	20	5%
Computer & IT equipment	5	20%

Depreciation methods, useful lives and residual values are reassessed at the reporting dates.

Management has reviewed and revised the depreciation method from reducing balance method to straight line method and estimated useful lives of assets in the 222nd meeting of the Board of Directors held on 26 January 2017 effective from January 2017.

Upon retirement of assets, the cost and related accumulated depreciation are eliminated from the accounts and resulting gain or loss is charged or credited to statement of profit or loss and other comprehensive income.



Bangladesh Steel Re-Rolling Mills Limited

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Notes to the separate and consolidated financial statements

6.00 Revenue Recognition

Revenue from sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and rebates, if any. Revenue is recognized when the significant risks 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 and there is no continuing management involvement with the goods. Sales revenue is recognized when the goods are delivered.

The timing of the transfer of risk and rewards depends on the individual terms of the sales agreement.

7.00 Earnings Per Share (EPS)

The company calculates its earnings per share in accordance with Bangladesh Accounting Standard BAS-33 "Earnings per Share" which has been reported on the face of Statement of Profit or Loss and Other Comprehensive Income.

Basis of Earnings

This represents profit for the year attributable to ordinary shareholders and Non-Controlling shareholders. As there were no preference shares requiring returns or dividends, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

Basic Earnings Per Share

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

Diluted Earnings Per Share

Diluted earnings per share is required to be calculated for the year when scope for dilution exists.

8.00 Comparative Information

Comparative information is disclosed in respect of the prior period/year in accordance with BAS-1: Presentation of Financial Statements, for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current period's/year's financial statements. Prior period's/year's figures is rearranged wherever considered necessary to ensure comparability with the current period.

Bangladesh Steel Re-Rolling Mills Limited



Trade Receivables		
In Taka	July'18- Dec'18	30 June 2018
BSRM Steels Limited	11,954,625	323,190
BSRM Wires Limited	1,079,975	-
BSRM Logistics Limited	673,483	<u>.</u>
BSRM Steel Mills Limited	1,834,078	_
H. Akberali & Co. Limited	862,981	-
Other Parties	3,356,873,229	2,082,401,267
	3,373,278,371	2,082,724,457
Less: Provision for doubtful debt	(1,091,002)	(1,091,002)
	3,372,187,369	2,081,633,455
Other Receivables	-	
In Taka	July'18- Dec'18	30 June 2018
Interest Receivables	67,283,092	69,625,880
Duty draw back	33,866,856	124,429,771
	101,149,948	194,055,651
Consolidated trade and other receivables <i>In Taka</i>	July'18- Dec'18	30 June 2018
Bangladesh Steel Re-Rolling Mills Limited	3,530,837,046	2,356,392,380
BSRM Steel Mills Limited	10,405,723,353	5,837,890,746
Less: Intra group receivables	(1,410,054,307)	(1,139,525)
	12,526,506,092	8,193,143,601
Share capital		
In Taka	July'18- Dec'18_	30-Jun-18
Authorized capital 500,000,000 Ordinary shares @ Tk. 10 each	5,000,000,000	5,000,000,000
8	5,000,000,000	5,000,000,000
Issued, Subscribed and Paid-up capital	a a	
64,345,491 Ordinary shares @ Tk. 10 each issued in cash	643,454,910	643,454,910
64,345,491 Ordinary shares @ Tk. 10 each fully	643,454,910	643,454,910
27,160,056 Ordinary shares @ Tk. 10 each fully	n	271,600,560
17,500,000 Ordinary shares @ Tk. 10 each issued		175,000,000
4,010,523 Ordinary shares @ Tk. 10 each issued		40,105,230
17,736,156 Ordinary shares @ Tk. 10 each fully		177,361,560
19,509,771 Ordinary shares @ Tk. 10 each fully		195,097,710
21,460,748 Bonus share issued @Tk. 10 each fully		193,097,710
paid	214,607,480	0

12.00

Bangladesh Steel Re-Rolling Mills Limited
 Corporate Office: Ali Mansion, 1207/1099, Sadarghat Road, Chittagong, Bangladesh.

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	2,360,682,360	2,146,074,
Trade payables		
In Taka	July'18- Sept'18	30 June 2018
Bangladesh Steel Re-Rolling Mills Limited-HO	4,622,027,092	1,043,408
Bangladesh Steel Re-Rolling Mills Limited-Kolkata		72,870
	4,690,221,416	1,116,279
1	×	
Bangladesh Steel Re-Rolling Mills Limited-HO		
In Taka	July'18- Sept'18	30 June 2018
BSRM Steels	3,163,286,969	933,189
BSRM Wires	12,822,722	8,093
BSRM Logistics	3,307,359	8,558
BSRM Steel Mills Limited	1,408,220,229	1,139
BSRM Recycling	-	
Labor Cost	174,924	575
Goods & supplies	12,397,051	11,368
Payables for stores and spares	21,817,838	80,485
	4,622,027,092	1,043,408
	₹	
Consolidated trade payables	_	
Consolidated trade payables <i>In Taka</i>	- July'18- Sept'18	30 June 2018
	July'18- Sept'18 4,690,221,416	
In Taka		1,116,279
In Taka Bangladesh Steel Re-Rolling Mills Limited	4,690,221,416	30 June 2018 1,116,279 101,413, (1,139,



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14.00	Calculation of NAV, EPS and NOCFPS Calculation of NAV (Separate)	July'18- Dec'18	July'17- June'18
	No of Shares	236,068,236	214,607,488
	Net Asset Value	14,078,545,405	13,671,408,539
	Net Asset Value Per share	59.64	63.70
	Calculation of NAV (Separate)	July'18- Dec'18	July'17- June'18
	No of Shares	236,068,236	214,607,488
	Net Asset Value (Non-controlling)	14,078,545,405	13,671,408,539
	Net Asset Value Per share	59.64	63.70
	Earning Per share (Separate)	July'18- Dec'18	July'17- Dec'17
	No of Shares	236,068,236	236,068,236
	Net Profit after tax	615,442,330	543,499,555
	Earning per share	2.61	2.30
	Earning per share (consolidated)	July'18- Dec'18	July'17- Dec'17
	No of Shares	236,068,236	236,068,236
	Net Profit after tax	615,442,330	543,499,555
	Earning per share	2.61	2.30
	Net Operating Cash flows per shares (Separate) No of Shares	July'18- Dec'18 236,068,236	July'17- Dec'17 214,607,488
*	Net Operating Cash flows	(1,796,539,125)	(10,929,206,348)
	Net Operating Cash flows per shares (Separate)	(7.61)	(50.93)
, so e	Net Operating Cash flows per shares (consolidated)	July'18- Dec'18	July'17- Dec'17
	No of Shares	236,068,236	214,607,488
	Net Operating Cash flows	(1,120,033,659)	(18,494,980,049)

Net Operating Cash flows per shares (Separate)

Bangladesh Steel Re-Rolling-Mills-Limited

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$\begin{array}{c} \text{Adjustment of net profit with cash flows from} \\ 15.00 & \text{operating activities} \end{array}$

	July'18- Dec'18	July'17-Dec'17
Operating Profit	1,543,369,151	1,246,248,754
Depreciation	359,259,068	370,148,949
Other operating income	32,332,277	55,255,109
(Increase)/decrease in -		
Trade Receivable	(1,174,444,666)	(245,108,934)
Advance against Sales	729,415,853	112,733,057
Inventories	(6,204,795,142)	(4,523,930,704)
Advances, deposits and pre-payments	91,675,745	(135,064,200)
Intangible asset	1,691,671	1,691,671
Increase/(decrease) in-	-	-
Trade payables	3,573,942,109	(140,552,434)
Liabilities for expenses	485,998,879	(6,691,624,028)
Provision for gratuity	50,753,360	14,294,158
Provision for income tax	(342,116,428)	(74,736,944)
Other liabilities	36,487,293	24,482,289
Interest paid	(980,108,296)	(943,043,088)
	(1,796,539,125)	(10,929,206,347)



Intangible assets		
In Taka	July'18- Dec'18	30 June 2018
Bangladesh Steel Re-Rolling Mills Limited-HO	20,105,390	21,797,0
Bangladesh Steel Re-Rolling Mills Limited-Kolka		21 707 0
	20,105,390	21,797,0
Bangladesh Steel Re-Rolling Mills Limited-H In Taka	0 July'18- Dec'18	30 June 2018
Computer Software (Oracle ERP)	20,105,390	21,797,0
	20,105,390	21,797,0
Consolidated intangible assets In Taka	July/10 Doc/10	20 June 2019
Bangladesh Steel Re-Rolling Mills Limited	July'18- Dec'18 20,105,390	30 June 2018 21,797,0
BSRM Steel Mills Limited	20,105,390 16,565,150	21,797,0 17,965,0
DSKM Steel Wills Lillited	36,670,540	39,762,0
Investment in subsidiary and associate In Taka	July'18- Dec'18	30 June 2018
In Taka	July'18- Dec'18	30 June 2018
Subsidiary company	2.004.262.024	2 772 054 (
BSRM Steel Mills Limited (BSML) BSRM (Hong Kong) Limited	2,884,362,921	2,772,054,6
Associate company	(2,056,669)	
BMS Steel Limited	15,390	
In associate company-BSRM Steels Limited	4,134,839,378	3,994,597,9
2	7,017,161,020	6,766,652,5
	_	
Trade and Other Receivables		
In Taka	July'18- Dec'18	30 June 2018
Bangladesh Steel Re-Rolling Mills Limited-HO	3,473,337,317	2,275,689,1
Bangladesh Steel Re-Rolling Mills Limited-Kolka		80,703,2
	3,530,837,046	2,356,392,3
Bangladesh Steel Re-Rolling Mills Limited-H In Taka	IO July'18- Dec'18	20 Juna 2010
Trade Receivables	3,372,187,369	30 June 2018 2,081,633,4
Other Receivables	3,372,187,369 101,149,948	2,081,633,4 194,055,6
omer receivables	3,473,337,317	2,275,689,1
	3,473,337,317	4,473,069,1

