

BSRM Steels Limited
Financial Statements (Un-audited)
As at and for the period ended 31st December 2023

Q2 of 2023-2024



BSRM STEELS LIMITED
STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

 As at 31st December 2023

		31 st Dec. 2023	30 th June 2023
	Notes	Taka	Taka
Assets:			
Non-current Assets			
Property, plant and equipment at cost		30,564,505,153	30,326,139,280
Accumulated Depreciation		(8,599,701,880)	(8,072,621,754)
Property, plant and equipment	08.00	21,964,803,273	22,253,517,526
Right of use Asset		173,836,072	218,495,680
Capital work-in-progress		13,345,770,131	9,853,579,508
Intangible Assets		45,752,573	51,500,326
Investment in Non Convertible Bond		100,000,000	-
Financial assets at fair value		2,592,000,000	2,592,000,000
Total Non-current Assets		38,222,162,049	34,969,093,040
Current Assets			
Inventories	09.00	28,134,991,199	18,501,679,245
Trade & Other Receivables	10.00	6,047,416,730	7,143,051,404
Current Account with Related Companies		4,776,725,198	3,541,967,035
Advances, deposits and prepayments	11.00	13,210,038,255	7,078,686,146
Short Term Investment		1,186,397,972	1,221,572,917
Cash and cash equivalents	12.00	4,995,363,331	4,443,074,215
Total Current Assets		58,350,932,685	41,930,030,962
Total Assets		96,573,094,734	76,899,124,002
Equity and Liabilities:			
Share Capital	13.00	3,759,525,000	3,759,525,000
Retained Earnings		15,093,703,026	14,480,528,363
Revaluation Reserve		7,886,248,791	7,891,700,491
Fair Value Reserve		1,432,800,000	1,432,800,000
Equity attributable to Owners of the Company		28,172,276,817	27,564,553,854
Liabilities			
Non-current Liabilities			
Long Term Borrowings- non current portion		7,610,232,706	4,397,519,453
Finance Lease obligations- non current portion		131,146,392	159,315,805
Retirement Benefit Obligations - Gratuity		258,504,970	260,427,314
Deferred Tax Liability	14.00	1,607,132,438	1,659,575,182
Total Non-current Liabilities		9,607,016,506	6,476,837,754
Current Liabilities			
Trade Payables		2,901,274,931	3,009,467,836
Short Term Borrowings	15.00	49,177,984,752	34,191,496,720
Long Term Borrowings-Current portion		1,933,820,598	1,933,820,598
Finance Lease obligations-Current portion		63,413,723	77,034,589
Unclaimed Dividend	16.00	4,765,698	4,900,540
Liabilities for Expenses		1,413,742,737	812,451,180
Current Tax Liabilities	17.00	766,211,942	1,083,846,530
Provision for WPPF and Welfare Fund		146,622,930	198,479,421
Contract liabilities		574,620,659	696,040,904
Other Liabilities		1,811,343,440	850,194,076
Total Current Liabilities		58,793,801,411	42,857,732,394
Total Liabilities		68,400,817,917	49,334,570,148
Total Equity and Liabilities		96,573,094,734	76,899,124,002
Net Asset Value per share	19.00	74.94	73.32


 Chief Financial Officer


 Managing Director


 Company Secretary


 Director


 Chairman

Monday, January 29, 2024



BSRM STEELS LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
For the period ended 31st December 2023

		1 st JUL 2023 to 31 st DEC 2023 Taka	1 st JUL 2022 to 31 st DEC 2022 Taka	1 st OCT 2023 to 31 st DEC 2023 Taka	1 st OCT 2022 to 31 st DEC 2022 Taka
Revenue		36,312,576,925	37,027,691,706	21,511,919,777	20,204,417,436
Cost of Goods Sold		(31,309,895,336)	(34,339,926,121)	(18,457,330,844)	(18,880,583,589)
Gross profit		<u>5,002,681,589</u>	<u>2,687,765,585</u>	<u>3,054,588,933</u>	<u>1,323,833,847</u>
Selling and distribution costs		(629,539,307)	(376,835,865)	(395,576,484)	(225,764,002)
Administrative costs		(343,027,017)	(286,245,085)	(195,521,858)	(153,011,094)
		<u>(972,566,324)</u>	<u>(663,080,949)</u>	<u>(591,098,342)</u>	<u>(378,775,096)</u>
		<u>4,030,115,264</u>	<u>2,024,684,636</u>	<u>2,463,490,591</u>	<u>945,058,751</u>
Other operating income		11,441,302	10,148,683	6,196,813	5,508,288
Profit from operating activities	18.00	<u>4,041,556,567</u>	<u>2,034,833,319</u>	<u>2,469,687,404</u>	<u>950,567,039</u>
Finance costs	20.00	(2,073,665,964)	(1,877,702,176)	(1,121,500,911)	(515,490,054)
Finance income		170,650,322	299,254,848	89,196,396	178,481,258
Net Finance Cost		<u>(1,903,015,642)</u>	<u>(1,578,447,327)</u>	<u>(1,032,304,514)</u>	<u>(337,008,796)</u>
Non Operating Income (Dividend)		-	-	-	-
Profit before tax and WPPF & WF		<u>2,138,540,925</u>	<u>456,385,991</u>	<u>1,437,382,890</u>	<u>613,558,243</u>
Contribution to WPPF and Welfare Fund		(106,927,046)	(22,819,300)	(71,869,144)	(22,819,300)
Profit before income tax		<u>2,031,613,879</u>	<u>433,566,692</u>	<u>1,365,513,745</u>	<u>590,738,943</u>
Provision for Income Tax					
Current		(536,452,410)	(353,184,246)	(312,897,851)	(160,893,147)
Deferred		50,859,993	9,621,263	37,004,193	8,200,875
		<u>(485,592,417)</u>	<u>(343,562,983)</u>	<u>(275,893,658)</u>	<u>(152,692,272)</u>
Profit after tax for the period		<u>1,546,021,461</u>	<u>90,003,709</u>	<u>1,089,620,087</u>	<u>438,046,671</u>
Other Comprehensive Income :					
Not to be reclassified to Profit or Loss		-	(225,504,000)	-	(85,536,000)
Fair Value Reserve on Financial Asset (Net of Tax)		-	-	-	-
Total Comprehensive Income for the period		<u>1,546,021,461</u>	<u>(135,500,291)</u>	<u>1,089,620,087</u>	<u>352,510,671</u>
Earnings per share:					
Basic earnings per share	21.00	<u>4.11</u>	<u>0.24</u>	<u>2.90</u>	<u>1.17</u>


 Chief Financial Officer


 Managing Director


 Director


 Company Secretary


 Chairman

Monday, January 29, 2024




BSRM STEELS LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
 For the period ended 31st December 2023

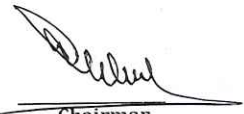
Particulars	Share Capital	Fair Value Reserve	Revaluation Reserve	Retained Earnings	Amount in BDT
					Total Equity
Balance as at July 01, 2023	3,759,525,000	1,432,800,000	7,891,700,491	14,480,528,363	27,564,553,854
Final Dividend paid for 2022-2023	-	-	-	(939,881,250)	(939,881,250)
Total comprehensive income for the period	-	-	-	1,546,021,461	1,546,021,461
Transfer of difference in depreciation between cost model and revaluation model	-	-	(5,451,700)	7,034,452	1,582,752
Balance as at 31st December 2023	3,759,525,000	1,432,800,000	7,886,248,791	15,093,703,026	28,172,276,817
Balance as on July 01, 2022	3,759,525,000	1,658,304,000	7,903,177,754	12,614,176,621	25,935,183,375
Fair value reserve on financial asset	-	(225,504,000)	-	-	(225,504,000)
Total comprehensive income for the period	-	-	-	90,003,709	90,003,709
Final Dividend Paid for 2021-2022	-	-	-	(1,127,857,500)	(1,127,857,500)
Transfer of difference in depreciation between cost model and revaluation model	-	-	(5,738,632)	7,404,687	1,666,055
Balance as at 31st December 2022	3,759,525,000	1,432,800,000	7,897,439,122	11,583,727,517	24,673,491,639


 Chief Financial Officer


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Monday, January 29, 2024



BSRM STEELS LIMITED
STATEMENT OF CASH FLOWS (UN-AUDITED)
For the period ended 31st December 2023

	1st JUL 2023 to 31st DEC 2023 Taka	1st JUL 2022 to 31st DEC 2022 Taka
a. Cash flows from Operating Activities		
Cash receipts from customers	37,298,232,656	37,222,654,316
Cash payments to suppliers and employees	(31,996,677,043)	(30,503,730,151)
Payment of Interest - Net	(468,182,106)	(770,894,991)
Net cash from operating activities	4,833,373,507	5,948,029,174
b. Cash flows from Investing Activities		
Acquisition of Property, plant and equipment	(247,079,371)	(28,429,594)
Addition to CWIP/Capitalized	(3,492,014,241)	(663,683,264)
Decrease/ (increase) in investments	35,174,945	1,813,901,411
Advance given to foreign suppliers	(6,301,719,911)	-
Net cash used in investing activities	(10,005,638,579)	1,121,788,553
c. Cash flows from Financing Activities		
Unclaimed Dividend Paid	(134,841)	(291,523)
(Repayment) / Receipt of Long term loans	3,212,713,253	(798,717,318)
(Repayment) / Receipt of short term loans	3,746,733,939	(5,295,843,857)
Loan to/from related companies	(1,234,758,163)	(6,651,094,385)
Net cash from financing activities	5,724,554,188	(12,745,947,083)
d. Net increase/(decrease) in cash and cash equivalent (a+b+c)	552,289,116	(5,676,129,356)
e. Opening Cash and Cash equivalent	4,443,074,215	8,959,085,745
f. Closing Cash and Cash equivalent (d+e)	4,995,363,331	3,282,956,389
Net Operating Cash Flow per share	22.00	15.82


 Chief Financial Officer


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Monday, January 29, 2024



BSRM Steels Limited
Selected Explanatory Notes to the Financial Statements
As at and for the period ended 31st December 2023

	31 st December 2023 Taka	30 th June 2023 Taka
08.00 Property, Plant and Equipment		
Land and Land development	10,797,586,670	10,684,454,170
Plant and Machinery	6,516,583,235	6,762,737,469
Factory Building	4,029,351,506	4,168,530,679
Motor Vehicles	43,004,050	45,455,083
Furniture and Fixtures	8,128,275	8,042,238
Office Equipment	19,697,946	17,886,933
Roads and Pavements	513,807,636	530,723,791
Computer & IT Equipment	36,643,956	35,687,163
	21,964,803,273	22,253,517,526
09.00 Inventories		
Raw Materials-Scrap	7,211,821,615	5,436,917,578
Raw Materials-Billet	1,195,772,771	1,505,454,781
Direct Consumables	180,679,794	221,897,429
Packing Materials	7,363,544	9,873,958
Finished Goods-Billet	3,931,340,458	1,690,860,545
Finished Goods-Rod	13,207,956,788	7,105,445,065
Stores and Spares	2,380,076,523	2,503,953,418
Fuel and Lubricants	19,979,704	27,276,472
	28,134,991,199	18,501,679,245
10.00 Trade & Other Receivables		
Trade Receivables	5,690,362,206	7,012,602,118
Other Receivables	357,054,524	130,449,286
	6,047,416,730	7,143,051,404
11.00 Advances, deposits and prepayments		
Advances	13,144,188,603	6,882,538,897
Deposits	54,732,718	174,851,986
Prepayments	11,116,934	21,295,263
	13,210,038,255	7,078,686,146
12.00 Cash and cash equivalents		
Cash in Hand	5,947,716	4,668,177
Cash at Banks	4,337,397,115	3,938,169,892
Fixed Deposit	652,018,500	500,236,146
	4,995,363,331	4,443,074,215
13.00 Share Capital:		
13.01 Authorized capital:		
475,000,000 Ordinary Shares @ Tk. 10 each	4,750,000,000	4,750,000,000
25,000,000 Preference Shares @ Tk. 10 each	250,000,000	250,000,000
	5,000,000,000	5,000,000,000
13.02 Issued, Subscribed and Paid-up Capital:		
145,000,000 Ordinary shares @ Tk. 10 each	1,450,000,000	1,450,000,000
104,500,000 Ordinary shares @ Tk. 10 each fully paid-up for consideration other than cash	1,045,000,000	1,045,000,000
21,750,000 Ordinary shares @ Tk. 10 each fully paid up as Bonus Shares (For the year 2009)	217,500,000	217,500,000
54,250,000 Ordinary shares @ Tk. 10 each fully paid up as Bonus Shares (For the year 2010)	542,500,000	542,500,000
16,275,000 Ordinary shares @ Tk. 10 each fully paid up as Bonus Shares (For the year 2012)	162,750,000	162,750,000
34,177,500 Ordinary shares @ Tk. 10 each fully paid up as Bonus Shares (For the year 2018)	341,775,000	341,775,000
	3,759,525,000	3,759,525,000



BSRM Steels Limited
Selected Explanatory Notes to the Financial Statements

 As at and for the period ended 31st December 2023

13.03 Shareholding Position:
Name of Shareholders:

 Sponsor Shareholders
 Foreign Shareholders
 Other Shareholders (Related Parties)
 Other Shareholders (General)

31 st December 2023	30 th June 2023
Percentage of holdings	Percentage of holdings
16.85%	16.85%
0.31%	0.31%
55.21%	55.21%
27.63%	27.63%
100%	100%

14.00
Deferred Tax Liabilities

Assets / (Liabilities)	Carrying Value	Tax base	Taxable Temp. Diff. / (Deductible Tem. Diff.)	Tax Rate	Deferred tax Liability / (Assets) as on 31.12.2023
Property, Plant & Equipment except Land & Land Development	11,212,969,174	5,660,800,647	5,552,168,528	22.50%	1,249,237,919
Deferred tax Liability on Revaluation Surplus (Land)	10,565,364,584	2,612,458,643	7,952,905,941	3%-4%	266,347,024
Gratuity Fund	(256,481,855)	-	(256,481,855)	22.50%	(57,708,417)
Deferred tax on Actuarial gain/(loss)	(2,023,115)	-	(2,023,115)	22.50%	(455,201)
Right of use Asset	173,836,072	-	173,836,072	22.50%	39,113,117
Lease Liability	(194,560,115)	-	(194,560,115)	22.50%	(43,776,026)
Provision for Bad Debt	(21,448,791)	-	(21,448,791)	22.50%	(4,825,978)
Investment in Financial Assets	2,592,000,000	1,000,000,000	1,592,000,000	10.00%	159,200,000
Deferred Tax as on 31-DEC-23					1,607,132,437
Less:					
Opening Balance 01-JUL-2023					1,659,575,181
Adjustment on Revaluation Assets					(1,582,752)
Adjusted Opening Balance					1,657,992,429
Provision made during the period					(50,859,992)
Provision made through OCI					-
Provision made through P&L					(50,859,993)
					(50,859,993)

15.00 Short Term Borrowings

	31 st December 2023 Taka	30 th June 2023 Taka
Loan Against Trust Receipt (LATR)	1,321,109,712	8,939,001
Time Loan	9,753,849,605	7,317,729,373
Demand Loan	3,131,857,263	2,596,352,773
Stimulus Loan	92,070,697	90,720,000
Bank Overdraft and Cash Credit	3,047,718,274	3,890,857,699
Liability for Accepted Bills for Payment (ABP)	31,831,379,201	20,286,897,874
	49,177,984,752	34,191,496,720

16.00 Unclaimed Dividend

Unclaimed Dividend for 2021-22	1,366,100	1,427,229
Unclaimed Dividend for 2020-21 (Final)	1,481,458	1,525,717
Unclaimed Dividend for 2020-21 (Interim)	684,635	697,003
Unclaimed Dividend for 2019-20	1,233,505	1,250,591
	4,765,698	4,900,540



BSRM Steels Limited
Selected Explanatory Notes to the Financial Statements
 As at and for the period ended 31st December 2023

17.00 Provision for Income Tax

Opening Balance
 Add: Provision During the Period
 Less: Payment/Adjustment
 Closing Balance

JUL-23 to DEC-23 Taka	JUL-22 to DEC-22 Taka
1,083,846,529	1,467,963,888
536,452,410	353,184,246
854,086,998	-
766,211,942	1,821,148,134

17.01 Computation of Income Tax

A. Total Taxable Income

Tax Rate
 Tax on Total Taxable Income

2,333,855,230	1,375,047,926
12.00% - 22.50%	12.00% - 22.50%
521,065,401	353,184,246

B. Minimum Tax Payable U/S-163

Gross Receipts during the year
 Tax Rate
 Minimum Tax U/S 163 of ITA 2023

36,494,668,550	37,337,095,237
0.60%	0.60%
218,968,011	224,022,571

C. Minimum Tax U/S-163

Tax deducted at Source under Section 52,53 & 53BB
 Minimum Tax U/S 163 of ITA 2023

536,452,410	308,073,218
536,452,410	308,073,218

Gross Tax Liability (Higher of A, B and C) under section 163

536,452,410	353,184,246
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Provision for Income Tax

536,452,410	353,184,246
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18.00 Reconciliation of Net Income:

Profit before Interest and Tax

Depreciation
 (Increase)/Decrease in inventories
 (Increase)/Decrease in receivables
 (Increase)/Decrease in Advance, Deposit & Pre-payment
 Increase / (Decrease) in payables
 Increase/ (Decrease) in Liability for Expenses
 Increase / (Decrease) in Other liabilities
 Increase / (Decrease) in Provision for Gratuity
 Finance lease obligations Paid

Cash Generate from Operations:

Finance Cost - Net

Reconciled Net Income

Net cash (used in)/generated by operating activities as per Direct Method

JUL-23 to DEC-23 Taka	JUL-22 to DEC-22 Taka
4,041,556,567	2,034,833,319
586,024,604	587,167,894
(941,262,180)	4,112,669,103
974,214,429	184,813,927
170,367,802	(1,345,282,744)
(108,192,905)	181,708,566
601,291,557	(416,445,986)
21,268,364	1,422,286,475
(1,922,344)	(6,189,583)
(41,790,279)	(36,636,806)
5,301,555,614	6,718,924,165
(468,182,107)	(770,894,991)
4,833,373,507	5,948,029,174
4,833,373,507	5,948,029,174



BSRM Steels Limited

Selected Explanatory Notes to the Financial Statements As at and for the period ended 31st December 2023

19.00 Calculation of Net Asset Value (NAV) per share:

	31 st December 2023	30 th June 2023
Share Capital	3,759,525,000	3,759,525,000
Retained Earnings	15,093,703,026	14,480,528,363
Revaluation Reserve	7,886,248,791	7,891,700,491
Fair Value Reserve	1,432,800,000	1,432,800,000
Net Asset Value (A)	28,172,276,817	27,564,553,854
Number of Share Outstanding (B)	375,952,500	375,952,500
Net Asset Value (NAV) per share (A÷B)	74.94	73.32

20.00 Finance Costs:

2,073,665,964	1,877,702,176
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Finance cost includes interest on time & term loan, bank charges and foreign currency transaction & translation losses. During the period rate of interest has been increased. Further as per IAS 21- The effect of changes in foreign exchange rates- Assets and liabilities for each Statement of Financial Position have been translated at the closing rate of that Statement of Financial Position. During this period, FC translation loss stood Tk. 1,435 million which is included in Finance Costs.

21.00 Calculation of earning per share (EPS):

Profit after tax for the period (A)	1,546,021,461	90,003,709
Number of Share Outstanding (B)	375,952,500	375,952,500
Earnings per share (A÷B)	4.11	0.24

The basic earnings per share for six month ended on 31st December 2023 stood Tk. 4.11 against Tk. 0.24 for the same period of previous year. As net profit after tax increased due to above reasons, EPS for this period also increased in same direction.

22.00 Calculation of Net Operating Cash Flows per share (NOCFPS):

Net cash from operating activities (A)	4,833,373,507	5,948,029,174
Number of Share Outstanding (B)	375,952,500	375,952,500
Net Operating Cash Flows per share (NOCFPS): (A÷B)	12.86	15.82

Net Operating Cash Flows per share (NOCFPS) stood Tk. 12.86 compared to the previous period of Tk. 15.82 due to decrease in volumen of Sales and increased volume of payments to suppliers.



BSRM Steels Limited

Selected Explanatory Notes to the Financial Statements

FOR THE PERIOD ENDED 31st December 2023

1. Legal from 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. It has also two billet factory at 202-205, Nasirabad I/E, Baizid Bostami Road, Chattogram and Khilmurari, Zorawargonj, Mirsarai, Chattogram. The principle place of business is at Ali Mansion, 1207/1099, Sadarghat Road, Chattogram, Bangladesh.

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 in accordance with the provisions of Securities and Exchange Rule, 1987 as well as the provisions of the International Accounting Standard (IAS) & International Financial Reporting Standard (IFRS) as directed by notification No. BSEC/CMRRCD/2006-158/208/Admin/81., Dated: 20 June, 2018.

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 30 June 2021.

5. Earnings per share (EPS)

Earnings per share has been calculated based on number of shares outstanding for the period ended 31st December 2023 and profit for the same period. The number of shares outstanding for the period was 375,952,500. Earnings per share for the same period of preceding year has been also calculated based on 375,952,500 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.

