

**BSRM Steels Limited**  
**Financial Statements (Un-audited)**  
As at and for the period ended 31<sup>st</sup> March 2024

**Q3 of 2023-2024**




**BSRM STEELS LIMITED**  
**STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**As at 31<sup>st</sup> March 2024**

|   | Notes | 31 <sup>st</sup> March 2024<br>Taka | 30 <sup>th</sup> June 2023<br>Taka |
|---|-------|-------------------------------------|------------------------------------|
| <b>Assets:</b>                                      |       |                                     |                                    |
| <b>Non-current Assets</b>                           |       |                                     |                                    |
| Property, plant and equipment at cost               |       | 34,095,351,211                      | 30,326,139,280                     |
| Accumulated Depreciation                            |       | (8,908,095,420)                     | (8,072,621,754)                    |
| Property, plant and equipment                       | 08.00 | 25,187,255,791                      | 22,253,517,526                     |
| Right of use Asset                                  |       | 151,506,268                         | 218,495,680                        |
| Capital work-in-progress                            |       | 11,124,089,161                      | 9,853,579,508                      |
| Intangible Assets                                   |       | 42,878,697                          | 51,500,326                         |
| Investment in Non Convertible Bond                  |       | 100,000,000                         | -                                  |
| Financial assets at fair value                      |       | 2,592,000,000                       | 2,592,000,000                      |
| <b>Total Non-current Assets</b>                     |       | <b>39,197,729,917</b>               | <b>34,969,093,040</b>              |
| <b>Current Assets</b>                               |       |                                     |                                    |
| Inventories   | 09.00 | 27,468,682,821                      | 18,501,679,245                     |
| Trade & Other Receivables                           | 10.00 | 8,578,243,012                       | 7,143,051,404                      |
| Current Account with Related Companies              |       | 5,865,434,031                       | 3,541,967,035                      |
| Advances, deposits and prepayments                  | 11.00 | 15,464,355,784                      | 7,078,686,146                      |
| Short Term Investment                               |       | 987,438,260                         | 1,221,572,917                      |
| Cash and cash equivalents                           | 12.00 | 5,845,058,005                       | 4,443,074,215                      |
| <b>Total Current Assets</b>                         |       | <b>64,209,211,913</b>               | <b>41,930,030,962</b>              |
| <b>Total Assets</b>                                 |       | <b>103,406,941,830</b>              | <b>76,899,124,002</b>              |
| <b>Equity and Liabilities:</b>                      |       |                                     |                                    |
| Share Capital                                       | 13.00 | 3,759,525,000                       | 3,759,525,000                      |
| Retained Earnings                                   |       | 16,344,570,329                      | 14,480,528,363                     |
| Revaluation Reserve                                 |       | 7,883,522,941                       | 7,891,700,491                      |
| Fair Value Reserve                                  |       | 1,432,800,000                       | 1,432,800,000                      |
| <b>Equity attributable to Owners of the Company</b> |       | <b>29,420,418,270</b>               | <b>27,564,553,854</b>              |
| <b>Liabilities</b>                                  |       |                                     |                                    |
| <b>Non-current Liabilities</b>                      |       |                                     |                                    |
| Long Term Borrowings- non current portion           |       | 8,426,381,700                       | 4,397,519,453                      |
| Finance Lease obligations- non current portion      |       | 110,251,253                         | 159,315,805                        |
| Retirement Benefit Obligations - Gratuity           |       | 265,023,188                         | 260,427,314                        |
| Deferred Tax Liability                              | 14.00 | 1,627,742,547                       | 1,659,575,182                      |
| <b>Total Non-current Liabilities</b>                |       | <b>10,429,398,688</b>               | <b>6,476,837,754</b>               |
| <b>Current Liabilities</b>                          |       |                                     |                                    |
| Trade Payables                                      |       | 3,200,911,975                       | 3,009,467,836                      |
| Short Term Borrowings                               | 15.00 | 54,148,955,763                      | 34,191,496,720                     |
| Long Term Borrowings-Current portion                |       | 1,719,821,349                       | 1,933,820,598                      |
| Finance Lease obligations-Current portion           |       | 63,413,723                          | 77,034,589                         |
| Unclaimed Dividend                                  | 16.00 | 6,571,115                           | 4,900,540                          |
| Liabilities for Expenses                            |       | 1,052,211,740                       | 812,451,180                        |
| Current Tax Liabilities                             | 17.00 | 1,265,195,030                       | 1,083,846,530                      |
| Provision for WPPF and Welfare Fund                 |       | 199,965,712                         | 198,479,421                        |
| Contract liabilities                                |       | 1,037,794,297                       | 696,040,904                        |
| Other Liabilities                                   |       | 862,284,168                         | 850,194,076                        |
| <b>Total Current Liabilities</b>                    |       | <b>63,557,124,872</b>               | <b>42,857,732,394</b>              |
| <b>Total Liabilities</b>                            |       | <b>73,986,523,560</b>               | <b>49,334,570,148</b>              |
| <b>Total Equity and Liabilities</b>                 |       | <b>103,406,941,830</b>              | <b>76,899,124,002</b>              |
| Net Asset Value per share                           | 18.00 | 78.26                               | 73.32                              |

  
 Chief Financial Officer

  
 Managing Director

  
 Director

  
 Company Secretary

  
 Chairman

Monday, April 29, 2024

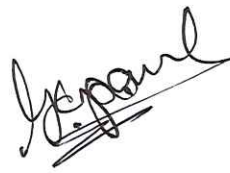


**BSRM STEELS LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)**  
**For the period ended 31<sup>st</sup> March 2024**

|  |       | 1 <sup>st</sup> JUL 2023 to<br>31 <sup>st</sup> MAR 2024<br>Taka | 1 <sup>st</sup> JUL 2022 to<br>31 <sup>st</sup> MAR 2023<br>Taka | 1 <sup>st</sup> JAN 2024 to<br>31 <sup>st</sup> MAR 2024<br>Taka | 1 <sup>st</sup> JAN 2023 to<br>31 <sup>st</sup> MAR 2023<br>Taka |
|--|-------|--|--|--|--|
| <b>Revenue</b>                                     |       | 63,786,406,250   | 64,653,020,987   | 27,473,829,325   | 27,625,329,281   |
| Cost of Goods Sold                                 |       | (55,943,905,972)   | (59,549,130,932)   | (24,634,010,635)   | (25,209,204,811)   |
| <b>Gross profit</b>                                |       | <b>7,842,500,278</b>   | <b>5,103,890,055</b>   | <b>2,839,818,690</b>   | <b>2,416,124,470</b>   |
| Selling and Distribution Expenses                  |       | (1,337,110,933)  | (528,496,233)  | (707,571,627)  | (151,660,369)  |
| Administrative Expenses                            |       | (533,532,962)  | (433,135,376)  | (190,505,944)  | (146,890,291)  |
|  |       | (1,870,643,895)  | (961,631,609)  | (898,077,571)  | (298,550,660)  |
| Other Operating Income                             |       | 5,971,856,383  | 4,142,258,446  | 1,941,741,119  | 2,117,573,811  |
|  |       | 14,517,967   | 13,087,864   | 3,076,665  | 2,939,181  |
| <b>Profit from Operating Activities</b>            | 19.00 | <b>5,986,374,351</b>   | <b>4,155,346,311</b>   | <b>1,944,817,784</b>   | <b>2,120,512,992</b>   |
| Finance costs                                      | 20.00 | (2,250,671,228)  | (2,663,821,123)  | (177,005,264)  | (786,118,947)  |
| Finance income                                     |       | 191,611,120  | 309,927,921  | 20,960,797   | 10,673,073   |
| <b>Net Finance Cost</b>                            |       | <b>(2,059,060,108)</b>   | <b>(2,353,893,202)</b>   | <b>(156,044,466)</b>   | <b>(775,445,875)</b>   |
| Non Operating Income (Dividend)                    |       | 72,000,000   | 100,800,000  | 72,000,000   | 100,800,000  |
| <b>Profit before tax and WPPF &amp; WF</b>         |       | <b>3,999,314,243</b>   | <b>1,902,253,109</b>   | <b>1,860,773,318</b>   | <b>1,445,867,117</b>   |
| Contribution to WPPF and Welfare Fund              |       | (199,965,712)  | (95,112,655)   | (93,038,666)   | (72,293,356)   |
| <b>Profit before income tax</b>                    |       | <b>3,799,348,531</b>   | <b>1,807,140,453</b>   | <b>1,767,734,652</b>   | <b>1,373,573,761</b>   |
| Provision for Income Tax                           |       |  |  |  |  |
| Current  |       | (1,035,435,498)  | (594,998,595)  | (498,983,088)  | (241,814,349)  |
| Deferred   |       | 29,458,507   | (198,819)  | (21,401,486)   | (9,820,082)  |
|  |       | (1,005,976,991)  | (595,197,414)  | (520,384,574)  | (251,634,431)  |
| <b>Profit after tax for the period</b>             |       | <b>2,793,371,539</b>   | <b>1,211,943,039</b>   | <b>1,247,350,078</b>   | <b>1,121,939,330</b>   |
| <b>Other Comprehensive Income :</b>                |       |  |  |  |  |
| <b>Not to be reclassified to Profit or Loss</b>    |       |  |  |  |  |
| Fair Value Reserve on Financial Asset (Net of Tax) |       | -  | (225,504,000)  | -  | -  |
| <b>Total Comprehensive Income for the period</b>   |       | <b>2,793,371,539</b>   | <b>986,439,039</b>   | <b>1,247,350,078</b>   | <b>1,121,939,330</b>   |
| <b>Earnings per share:</b>                         |       |  |  |  |  |
| Basic earnings per share                           | 21.00 | <b>7.43</b>  | <b>3.22</b>  | <b>3.32</b>  | <b>2.98</b>  |

  
 Chief Financial Officer

  
 Managing Director

  
 Director

  
 Company Secretary

  
 Chairman

Monday, April 29, 2024





**BSRM STEELS LIMITED**  
**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
 For the period ended 31<sup>st</sup> March 2024

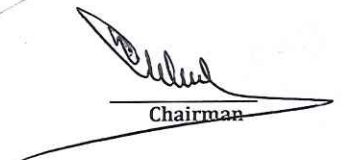
| Particulars   | Amount in BDT        |                      |                      |                       |                       |
|---|----------------------|----------------------|----------------------|-----------------------|-----------------------|
|   | Share Capital        | Fair Value Reserve   | Revaluation Reserve  | Retained Earnings     | Total Equity          |
| <b>Balance as at July 01, 2023</b>  | <b>3,759,525,000</b> | <b>1,432,800,000</b> | <b>7,891,700,491</b> | <b>14,480,528,363</b> | <b>27,564,553,854</b> |
| Final Dividend paid for 2022-2023   | -                    | -                    | -                    | (939,881,250)         | (939,881,250)         |
| Total comprehensive income for the period                                       | -                    | -                    | -                    | 2,793,371,539         | 2,793,371,539         |
| Transfer of difference in depreciation between cost model and revaluation model | -                    | -                    | (8,177,550)          | 10,551,677            | 2,374,127             |
| <b>Balance as at 31<sup>st</sup> March 2024</b>                                 | <b>3,759,525,000</b> | <b>1,432,800,000</b> | <b>7,883,522,941</b> | <b>16,344,570,329</b> | <b>29,420,418,270</b> |
| <b>Balance as on July 01, 2022</b>  | <b>3,759,525,000</b> | <b>1,658,304,000</b> | <b>7,903,177,754</b> | <b>12,614,176,621</b> | <b>25,935,183,375</b> |
| Fair value reserve on financial asset   | -                    | (225,504,000)        | -                    | -                     | (225,504,000)         |
| Total comprehensive income for the period                                       | -                    | -                    | -                    | 1,211,943,039         | 1,211,943,039         |
| 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 | -                    | -                    | (8,607,947)          | 11,107,029            | 2,499,082             |
| <b>Balance as at 31<sup>st</sup> March 2023</b>                                 | <b>3,759,525,000</b> | <b>1,432,800,000</b> | <b>7,894,569,807</b> | <b>12,709,369,189</b> | <b>25,796,263,996</b> |

  
 Chief Financial Officer

  
 Company Secretary

  
 Managing Director

  
 Director

  
 Chairman

Monday, April 29, 2024




**BSRM STEELS LIMITED**  
**STATEMENT OF CASH FLOWS (UN-AUDITED)**  
 For the period ended 31<sup>st</sup> March 2024


|   | 1st JUL 2023 to<br>31st MAR 2024 | 1st JUL 2022 to<br>31st MAR 2023 |
|---|----------------------------------|----------------------------------|
|   | Taka                             | Taka                             |
| <b>a. Cash flows from Operating Activities</b>                        |                                  |                                  |
| Cash receipts from customers  | 62,707,486,002                   | 64,127,024,702                   |
| Cash payments to suppliers and employees                              | (55,483,863,917)                 | (48,174,443,307)                 |
| Income tax paid   | (854,086,998)                    | (1,243,504,725)                  |
| Finance Cost - Net  | (756,066,931)                    | (1,580,020,632)                  |
| <b>Net cash from operating activities</b>                             | <b>5,613,468,156</b>             | <b>13,129,056,038</b>            |
| <b>b. Cash flows from Investing Activities</b>                        |                                  |                                  |
| Acquisition of Property, plant and equipment                          | (3,779,389,966)                  | (65,246,900)                     |
| Addition to CWIP/Capitalized  | (1,270,509,653)                  | (1,575,664,008)                  |
| Disposal of Property, plant and equipment                             | 176,380                          | 12,730,595                       |
| Decrease/ (increase) in investments                                   | 234,134,657                      | 1,816,103,942                    |
| Advance given to foreign suppliers                                    | (6,810,873,668)                  | -                                |
| <b>Net cash used in investing activities</b>                          | <b>(11,626,462,250)</b>          | <b>187,923,629</b>               |
| <b>c. Cash flows from Financing Activities</b>                        |                                  |                                  |
| (Repayment) / Receipt of Long term loans                              | 3,814,862,998                    | (1,202,402,904)                  |
| (Repayment) / Receipt of short term loans                             | 6,861,792,557                    | (16,880,478,132)                 |
| Unclaimed Dividend Paid   | 1,670,575                        | 1,766,295                        |
| Final Dividend Paid   | (939,881,250)                    | (1,127,857,500)                  |
| Loan to/from related companies  | (2,323,466,996)                  | 1,460,973,577                    |
| <b>Net cash from financing activities</b>                             | <b>7,414,977,884</b>             | <b>(17,747,998,664)</b>          |
| <b>d. Net increase/(decrease) in cash and cash equivalent (a+b+c)</b> | <b>1,401,983,790</b>             | <b>(4,431,018,997)</b>           |
| <b>e. Opening Cash and Cash equivalent</b>                            | <b>4,443,074,215</b>             | <b>8,959,085,745</b>             |
| <b>f. Closing Cash and Cash equivalent (d+e)</b>                      | <b>5,845,058,005</b>             | <b>4,528,066,748</b>             |
| <b>Net Operating Cash Flow per share</b>                              | <b>22.00</b>                     | <b>14.93</b>                     |
|   | <b>14.93</b>                     | <b>34.92</b>                     |

  
 Chief Financial Officer

  
 Company Secretary

  
 Managing Director

  
 Director

  
 Chairman

Monday, April 29, 2024



## **BSRM Steels Limited**

### **Selected Explanatory Notes to the Financial Statements**

#### **FOR THE PERIOD ENDED 31<sup>st</sup> March 2024**

#### **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. 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 2023.

#### **5. Earnings per share (EPS)**

Earnings per share has been calculated based on number of shares outstanding for the period ended 31<sup>st</sup> March 2024 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.



**BSRM Steels Limited**  
**Selected Explanatory Notes to the Financial Statements**  
 As at and for the period ended 31<sup>st</sup> March 2024

|  | 31 <sup>st</sup> March 2024<br>Taka | 30 <sup>th</sup> June 2023<br>Taka |
|--|-------------------------------------|------------------------------------|
| <b>08.00 Property, Plant and Equipment</b>   |                                     |                                    |
| Land and Land development  | 10,860,503,007                      | 10,684,454,171                     |
| Plant and Machinery  | 9,396,487,659                       | 6,762,737,468                      |
| Factory Building   | 4,307,937,396                       | 4,168,530,678                      |
| Motor Vehicles   | 39,235,596                          | 45,455,085                         |
| Furniture and Fixtures   | 11,349,149                          | 8,042,238                          |
| Office Equipment   | 28,064,223                          | 17,886,932                         |
| Roads and Pavements  | 505,349,558                         | 530,723,791                        |
| Computer & IT Equipment  | 38,329,203                          | 35,687,163                         |
|  | <b>25,187,255,791</b>               | <b>22,253,517,526</b>              |
| <b>09.00 Inventories</b>   |                                     |                                    |
| Raw Materials-Scrap  | 12,715,384,189                      | 5,436,917,578                      |
| Raw Materials-Billet   | 1,367,410,846                       | 1,505,454,780                      |
| Direct Consumables   | 220,194,553                         | 221,897,429                        |
| Packing Materials  | 9,291,731                           | 9,873,958                          |
| Finished Goods-Billet  | 2,392,379,659                       | 1,690,860,545                      |
| Finished Goods-Rod   | 7,916,620,158                       | 7,105,445,065                      |
| Stores and Spares  | 2,812,702,823                       | 2,503,953,418                      |
| Fuel and Lubricants  | 34,698,863                          | 27,276,472                         |
|  | <b>27,468,682,821</b>               | <b>18,501,679,245</b>              |
| <b>10.00 Trade &amp; Other Receivables</b>   |                                     |                                    |
| Trade Receivables  | 8,041,261,391                       | 7,012,602,118                      |
| Other Receivables  | 536,981,621                         | 130,449,286                        |
|  | <b>8,578,243,012</b>                | <b>7,143,051,404</b>               |
| <b>11.00 Advances, deposits and prepayments</b>  |                                     |                                    |
| Advances   | 6,632,164,946                       | 3,541,449,651                      |
| Deposits   | 55,090,858                          | 174,851,986                        |
| Prepayments  | 11,116,934                          | 21,295,263                         |
| LC Margin  | 8,765,983,046                       | 3,341,089,246                      |
|  | <b>15,464,355,784</b>               | <b>7,078,686,146</b>               |
| <b>12.00 Cash and cash equivalents</b>   |                                     |                                    |
| Cash in Hand   | 5,713,331                           | 4,668,177                          |
| Cash at Banks  | 5,165,555,283                       | 3,938,169,892                      |
| Fixed Deposit  | 673,789,391                         | 500,236,146                        |
|  | <b>5,845,058,005</b>                | <b>4,443,074,215</b>               |
| <b>13.00 Share Capital:</b>  |                                     |                                    |
| <b>13.01 Authorized capital:</b>   |                                     |                                    |
| 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                        |
|  | <b>5,000,000,000</b>                | <b>5,000,000,000</b>               |
| <b>13.02 Issued, Subscribed and Paid-up Capital:</b>                                       |                                     |                                    |
| 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                        |
|  | <b>3,759,525,000</b>                | <b>3,759,525,000</b>               |



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**BSRM Steels Limited**
**Selected Explanatory Notes to the Financial Statements**

 As at and for the period ended 31<sup>st</sup> March 2024

**13.03 Shareholding Position:**
**Name of Shareholders:**

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

|                                      | 31 <sup>st</sup> March 2024   | 30 <sup>th</sup> June 2023    |
|--------------------------------------|-------------------------------|-------------------------------|
| <b>Percentage of holdings</b>        | <b>Percentage of holdings</b> | <b>Percentage of holdings</b> |
| Sponsor Shareholders                 | 16.85%                        | 16.85%                        |
| Foreign Shareholders                 | 0.31%                         | 0.31%                         |
| Other Shareholders (Related Parties) | 55.21%                        | 55.21%                        |
| Other Shareholders (General)         | 27.63%                        | 27.63%                        |
|                                      | <b>100%</b>                   | <b>100%</b>                   |

**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 31.03.2024 |
|--|----------------|---------------|---|----------|--|
| Property, Plant & Equipment except Land & Land Development | 14,369,631,479 | 8,717,909,581 | 5,651,721,898                                 | 22.50%   | 1,271,637,427                                      |
| Deferred tax Liability on Revaluation Surplus (Land)       | 10,860,503,009 | 2,675,374,980 | 8,185,128,029                                 | 3%-4%    | 266,347,024  |
| Gratuity Fund  | (263,000,073)  | -             | (263,000,073)                                 | 22.50%   | (59,175,016)                                       |
| Deferred tax on Actuarial gain/(loss)                      | (2,023,115)    | -             | (2,023,115)                                   | 22.50%   | (455,201)  |
| Right of use Asset   | 151,506,268    | -             | 151,506,268                                   | 22.50%   | 34,088,910   |
| Lease Liability  | (173,664,976)  | -             | (173,664,976)                                 | 22.50%   | (39,074,620)                                       |
| 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  |
|  |                |               |   |          | <b>Deferred Tax as on 31-MAR-24</b>                |
|  |                |               |   |          | <b>1,627,742,547</b>                               |
|  |                |               |   |          | <b>Less:</b>                                       |
|  |                |               |   |          | <b>Opening Balance 01-JUL-2023</b>                 |
|  |                |               |   |          | 1,659,575,181                                      |
|  |                |               |   |          | Adjustment on Revaluation Assets                   |
|  |                |               |   |          | (2,374,127)  |
|  |                |               |   |          | <b>Adjusted Opening Balance</b>                    |
|  |                |               |   |          | <b>1,657,201,054</b>                               |
|  |                |               |   |          | <b>Provision made during the period</b>            |
|  |                |               |   |          | <b>(29,458,507)</b>                                |
|  |                |               |   |          | <b>Provision made through OCI</b>                  |
|  |                |               |   |          | -  |
|  |                |               |   |          | <b>Provision made through P&amp;L</b>              |
|  |                |               |   |          | <b>(29,458,507)</b>                                |
|  |                |               |   |          | <b>(29,458,507)</b>                                |

**15.00 Short Term Borrowings**

|  | 31 <sup>st</sup> March 2024<br>Taka | 30 <sup>th</sup> June 2023<br>Taka |
|--|-------------------------------------|------------------------------------|
| Loan Against Trust Receipt (LATR)              | 1,070,395,060                       | 8,939,001                          |
| Time Loan                                      | 8,650,845,134                       | 7,317,729,373                      |
| Demand Loan                                    | 3,635,911,521                       | 2,596,352,773                      |
| Stimulus Loan                                  | 92,047,499                          | 90,720,000                         |
| Bank Overdraft and Cash Credit                 | 3,648,185,364                       | 3,890,857,699                      |
| Liability for Accepted Bills for Payment (ABP) | 37,051,571,184                      | 20,286,897,874                     |
|  | <b>54,148,955,763</b>               | <b>34,191,496,720</b>              |

**16.00 Unclaimed Dividend**

|  |                  |                  |
|--|------------------|------------------|
| Unclaimed Dividend for 2022-23           | 3,074,199        | -                |
| Unclaimed Dividend for 2021-22           | 1,342,965        | 1,427,229        |
| Unclaimed Dividend for 2020-21 (Interim) | 679,505          | 1,525,717        |
| Unclaimed Dividend for 2020-21 (Final)   | 1,474,446        | 697,003          |
| Unclaimed Dividend for 2019-20           | -                | 1,250,591        |
|  | <b>6,571,115</b> | <b>4,900,540</b> |


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**BSRM Steels Limited**  
 Selected Explanatory Notes to the Financial Statements  
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| 17.00 <u>Provision for Income Tax</u>                               | JUL-23 to MAR-24<br>Taka          | JUL-22 to MAR-23<br>Taka         |
|---|-----------------------------------|----------------------------------|
| Opening Balance   | 1,083,846,530                     | 1,467,963,888                    |
| Add: Provision During the Period                                    | 1,035,435,498                     | 594,998,595                      |
| Less: Payment/Adjustment  | 854,086,998                       | 1,243,504,724                    |
| Closing Balance   | <u>1,265,195,030</u>              | <u>819,457,759</u>               |
| <b>17.01 <u>Computation of Income Tax</u></b>                       |                                   |                                  |
| <b>A. Total Taxable Income</b>                                      | 4,645,237,307                     | 2,718,623,923                    |
| Tax Rate  | 12.00% - 22.50%                   | 12.00% - 22.50%                  |
| Tax on Total Taxable Income   | <u>1,035,435,498</u>              | <u>594,998,595</u>               |
| <b>B. Minimum Tax Payable U/S-163</b>                               |                                   |                                  |
| Gross Receipts during the year                                      | 64,064,535,337                    | 65,076,836,773                   |
| Tax Rate  | 0.60%                             | 0.60%                            |
| Minimum Tax U/S 163 of ITA 2023                                     | <u>384,387,212</u>                | <u>390,461,021</u>               |
| <b>C. Minimum Tax U/S-163</b>                                       |                                   |                                  |
| Tax deducted at Source under Section 89, 120 & 123                  | 806,178,341                       | 498,290,482                      |
| Minimum Tax U/S 163 of ITA 2023                                     | <u>806,178,341</u>                | <u>498,290,482</u>               |
| <b>Gross Tax Liability (Higher of A, B and C) under section 163</b> | 1,035,435,498                     | 594,998,595                      |
| <b>Provision for Income Tax</b>                                     | <u>1,035,435,498</u>              | <u>594,998,595</u>               |
| <b>17.02 Reconciliation of effective tax rate</b>                   |                                   |                                  |
| Profit before tax   | 3,799,348,531                     | 1,807,140,453                    |
| Current Tax Expense   | 1,035,435,498                     | 594,998,595                      |
| Deferred Tax Expense/(Income)                                       | (29,458,507)                      | 198,819                          |
| Total Tax Expense   | <u>1,005,976,991</u>              | <u>595,197,414</u>               |
| Effective Current Tax   | 27.25%                            | 32.92%                           |
| Effective Deferred Tax  | -0.78%                            | 0.01%                            |
| Total Effective Tax Rate  | <u>26.48%</u>                     | <u>32.94%</u>                    |
| <b>18.00 Calculation of Net Asset Value (NAV) per share:</b>        | <b>31<sup>st</sup> March 2024</b> | <b>30<sup>th</sup> June 2023</b> |
| Share Capital   | 3,759,525,000                     | 3,759,525,000                    |
| Retained Earnings   | 16,344,570,329                    | 14,480,528,363                   |
| Revaluation Reserve   | 7,883,522,941                     | 7,891,700,491                    |
| Fair Value Reserve  | 1,432,800,000                     | 1,432,800,000                    |
| Net Asset Value (A)   | <u>29,420,418,270</u>             | <u>27,564,553,854</u>            |
| Number of Share Outstanding (B)                                     | 375,952,500                       | 375,952,500                      |
| Net Asset Value (NAV) per share (A÷B)                               | <u>78.26</u>                      | <u>73.32</u>                     |




**BSRM Steels Limited**  
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**19.00 Reconciliation of Net Income:**

|  | JUL-23 to MAR-24<br>Taka | JUL-22 to MAR-23<br>Taka |
|--|--------------------------|--------------------------|
| <b>Profit before Interest and Tax</b>  | <b>5,986,374,351</b>     | <b>4,155,346,311</b>     |
| Depreciation   | 921,086,360              | 800,803,460              |
| (Increase)/Decrease in inventories   | 2,797,669,734            | 12,696,598,025           |
| (Increase)/Decrease in receivables   | (1,093,438,215)          | (539,084,149)            |
| (Increase)/Decrease in Advance, Deposit & Pre-payment                            | (1,574,795,970)          | (690,554,287)            |
| Increase / (Decrease) in payables  | 191,444,139              | 386,795,201              |
| Increase/ (Decrease) in Liability for Expenses                                   | 239,760,560              | (384,005,852)            |
| Increase / (Decrease) in Other liabilities                                       | 12,090,092               | (183,969,250)            |
| Increase / (Decrease) in Provision for Gratuity                                  | 4,595,874                | 2,725,810                |
| Finance lease obligations Paid   | (62,685,418)             | (54,955,208)             |
| <b>Cash Generate from Operations:</b>  | <b>7,422,101,507</b>     | <b>16,189,700,060</b>    |
| Finance Cost - Net   | (756,066,931)            | (1,580,020,632)          |
| WPPF & WWF Paid  | (198,479,422)            | (237,118,664)            |
| Income Tax Paid  | (854,086,998)            | (1,243,504,725)          |
| <b>Reconciled Net Income</b>   | <b>5,613,468,156</b>     | <b>13,129,056,038</b>    |
| <b>Net cash (used in)/generated by operating activities as per Direct Method</b> | <b>5,613,468,156</b>     | <b>13,129,056,038</b>    |

**20.00 Finance Costs:**

|               |               |
|---------------|---------------|
| 2,250,671,228 | 2,663,821,123 |
|---------------|---------------|

Finance cost includes interest on Term & Time 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 of nine month finance cost has been reduced due to the impact of foreign currency transactions which we have recorded our FC liabilities using higher rate based on the FC market trend but liability paid off at a lower rate. During this period FC translation loss stood Tk. 1,303 million which is included in Finance Costs.

**21.00 Calculation of earning per share (EPS):**

|                                     |               |               |
|-------------------------------------|---------------|---------------|
| Profit after tax for the period (A) | 2,793,371,539 | 1,211,943,039 |
| Number of Share Outstanding (B)     | 375,952,500   | 375,952,500   |
| <b>Earnings per share (A÷B)</b>     | <b>7.43</b>   | <b>3.22</b>   |

The basic earnings per share for nine month ended on 31<sup>st</sup> March 2024 stood Tk. 7.43 against Tk. 3.22 for the same period of previous year. As net profit after tax increased due to increase in GP margin, EPS for this period also increased based on same directions.

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

|   |               |                |
|---|---------------|----------------|
| Net cash from operating activities (A)                    | 5,613,468,156 | 13,129,056,038 |
| Number of Share Outstanding (B)                           | 375,952,500   | 375,952,500    |
| <b>Net Operating Cash Flows per share (NOCFPS): (A÷B)</b> | <b>14.93</b>  | <b>34.92</b>   |

Net Operating Cash Flows per share (NOCFPS) stood Tk. 14.93 compared to the previous period of Tk. 34.92 due to decrease in volume of Sales and increased volume of payments to suppliers.



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