

**Bangladesh Steel Re-Rolling Mills Limited**

Independent Auditors' Report,  
Consolidated and Separate Financial Statements  
As at and for the year ended 30 June 2024

**INDEPENDENT AUDITORS' REPORT**  
**To the Shareholders of**  
**Bangladesh Steel Re-Rolling Mills Limited**

**Report on the Audit of the Consolidated and Separate Financial Statements**

**Opinion**

We have audited the consolidated financial statements of **Bangladesh Steel Re-Rolling Mills Limited** and its subsidiary (the Group), as well as the separate financial statements of Bangladesh Steel Re-Rolling Mills Limited ("the Company") which comprise the consolidated and separate statement of financial position as at 30 June 2024, and the consolidated and separate statement of profit or loss and other comprehensive income, consolidated and separate statement of changes in equity and consolidated and separate statement of cash flows for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated and separate financial statements presents fairly, in all material respects, the consolidated financial position of the Group and the separate financial position of the Company as at 30 June 2024 and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and comply with the Companies Act, 1994, the Securities and Exchange Rules, 2020 and other applicable laws and regulations.

**Basis for Opinion**

We conducted our audit in accordance with International Standard on Auditing (ISAs). Our responsibilities under those standards are further described in Auditor's Responsibilities for the Audit of the Consolidated and separate Financial Statements section of our report. We are independent of the Group and the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

Key audit matters are those matters that, in the auditors' professional judgment, were of most significance in our audit of the consolidated and the separate financial statements for the current period. These matters were addressed in the context of our audit of the consolidated and the separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

Key audit matter	How our audit addressed the key audit matter
<p><b>1. Inventory</b></p> <p><b>Refer to Note 4.05 &amp; 11 &amp; 11a</b></p> <p>The Company &amp; Group have shown inventory BDT 32,586.09 million in separate &amp; consolidated financial statement.</p> <p>Inventory is carried in the separate &amp; consolidated financial statements at the lower of cost and net realisable value.</p> <p>The exercise for the assessment of the net realisable value involves the use of judgement and assumptions that may vary depending on technological and socio-economical conditions and is therefore considered a significant key audit matter.</p>	<ul style="list-style-type: none"> <li>• Verified a sample of inventory items to ensure that costs have been appropriately recorded.</li> <li>• Tested on a sample basis the net realisable value by comparing costs to recent selling prices and assessing the reasonableness of any resulting write down of inventory items.</li> <li>• Performed cut-off tests to determine that the purchases and sales of the inventories have been captured in the correct accounting period.</li> <li>• Confirmed physical existence and completeness by performing annual physical inventory on a sample basis.</li> <li>• Confirmed all necessary disclosures have been made and that the information is appropriately presented.</li> </ul>



Key audit matter	How our audit addressed the key audit matter
<p><b>2. Revenue</b></p> <p><b>Refer to Note 4.16 &amp; 33 &amp; 33a</b></p> <p>Revenue recognition has significant and wide influence on the separate and the consolidated financial statements.</p> <p>The Company &amp; Group recognize revenue upon transfer of control as per IFRS 15 – Revenue from Contracts with Customers in its separate and consolidated financial statements.</p> <p>The Company &amp; Group have reported revenue BDT 82,796.05 and 83,525.50 million in the separate and consolidated financial statements.</p> <p>This material item is subject to considerable inherent risk due to the complexity and identifying revenue and the high number of transactions from which revenue is being recognized.</p> <p>Against this background, the proper application of the accounting standards is considered to be complex and assumptions made by management.</p>	<ul style="list-style-type: none"> <li>• Assessed the relevant systems supporting the accounting of revenue.</li> <li>• Assessed the design and tested the operating effectiveness of internal controls related to revenue recognition.</li> <li>• Performed walkthrough test to understand the adequacy and the design of the revenue cycle.</li> <li>• Assessed the invoicing and measurement systems up to entries in the general ledger.</li> <li>• Examined customer contracts, invoices and receipts of invoice amount on a test basis.</li> <li>• Conducted analytical procedures such as trend analysis, ratio analysis, and variance analysis on a sample basis.</li> <li>• Obtained and reviewed supporting documents for sales transactions recorded.</li> <li>• Tested the timing of revenue recognition as well as cut off checked.</li> <li>• Tested the revenue charging model against the regulatory guidelines, contractual provisions and accounting standards, on a sample basis &amp; assessed whether the sufficient disclosure has been given.</li> </ul>

Key audit matter	How our audit addressed the key audit matter
<p><b>3. Leases</b></p> <p><b>Refer to Note 4.03 &amp; 31 &amp; 31a</b></p> <p>The Company &amp; Group have reported right-of-use assets (ROU) BDT 105.73 million and lease liabilities BDT 117.41 million in its separate and consolidated financial statements which is arising from the lease rental agreements for its land, warehouse and office spaces.</p> <p>For calculation of the lease liability, the management applies its judgement in determination of lease term where certainty of exercising the option to extend or the option not to terminate the lease is considered.</p> <p>The incremental borrowing rate is used as discounting rate in calculation of lease liability.</p> <p>We considered the implementation of IFRS 16 Leases as a key audit matter.</p> <p>Management had to apply several judgments and estimates such as lease term, discount rates, measurement basis among others and undertake a significant data extraction exercise to summarize the lease data for input into their lease calculation model.</p>	<ul style="list-style-type: none"> <li>• Obtained an understanding of the managements approach for implementing IFRS 16 and its impact on the financial statements.</li> <li>• Obtained, read and evaluated the contracts (sample basis) for lease rental arrangements, especially the terms and conditions related to payments, lease incentives, any indirect costs, dismantling and restoration, option to extend the lease or not to terminate the lease.</li> <li>• Tested the lease amortization schedule and depreciation schedule of the leases on sample basis.</li> <li>• Assessed whether the disclosures within the financial statements are as prescribed by the relevant IFRS Standards.</li> <li>• Tested managements assumptions in determining the certainty of exercising option to extend or terminate lease and the discounting rate applied to calculate lease liability.</li> </ul>

Key audit matter	How our audit addressed the key audit matter
<b>4. Related Party</b>	
<p><b>Refer to Note 13, 13a, 26 &amp; 46</b></p> <p>We determined the identification and completeness of disclosure of related party transactions as set out in respective notes to the financial statements as a key audit matter due to high volume of business transactions with numerous related parties during the year ended 30 June 2024.</p>	<ul style="list-style-type: none"> <li>• Obtained an understanding of the Company's processes and procedures in respect of identifying related parties; approval and recording of related party transactions including how management determines all transactions/balances with related parties are determined at arm's length and entered into in the normal course of business and disclosed in the separate &amp; consolidated financial statements.</li> <li>• Tested, on a sample basis, related party transactions with the underlying documents and for authorization and approval for such transactions.</li> <li>• Obtained balance confirmation from the related parties.</li> <li>• Read minutes of shareholder meetings, board meetings and minutes of meetings of those charged with governance in connection with transaction with related parties effected during the year.</li> <li>• Evaluated the completeness of the disclosures through reading of statutory information, books and records and other documents obtained during the course of our audit.</li> </ul>

Key audit matter	How our audit addressed the key audit matter
<b>5. Deferred tax</b>	
<p><b>Refer to Note 4.17 &amp; 23 &amp; 23a</b></p> <p>As at 30 June 2024, the Company &amp; Group have reported deferred tax liabilities amounted to BDT 4,856.05 million in its separate and consolidated financial statement. Deferred tax is recognized on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.</p> <p>The calculation of deferred taxes takes into account the expected point in time when, and the manner in which, the assets and liabilities are expected to be realized or settled. The applied tax rates correspond to those that are enacted or substantively enacted at the balance sheet date.</p> <p>Deferred taxes primarily results from tangible and intangible assets including revaluated tangible asset, Investment in associate, employee benefits and unabsorbed depreciation.</p> <p>These calculations are complex because of the applicable tax rules and the necessary subjective estimates and accompanying uncertainty.</p> <p>Therefore, we have defined the carrying amount of deferred tax liabilities as a key audit matter.</p>	<ul style="list-style-type: none"> <li>• Obtained an understanding, evaluated the design, and tested the operational effectiveness of the key control over the recognition and measurement of deferred tax liabilities and the assumptions used in estimating the deductible temporary difference.</li> <li>• Assessed the completeness and accuracy of the data used for the estimations of the deductible temporary difference.</li> <li>• Performed the mathematical accuracy of the deferred tax calculation.</li> <li>• Engaged tax specialists to assess key assumptions, controls, recognition and measurement of deferred tax liabilities.</li> <li>• We also assessed the appropriateness of presentation of disclosures against IAS 12 Income Taxes.</li> </ul>



**Information Other than the Financial Statements and Auditor's Report Thereon**

Management is responsible for the other information. The other information comprises the information included in the Bangladesh Steel Re-Rolling Mills Limited's annual report, but does not include the consolidated and separate financial statements and our auditor's report thereon. The draft annual report is expected to be made available to us after the date of this auditors' report but before finalization of the annual report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the annual report before finalization, if we conclude that there is a material misstatement therein, we will communicate the matter to those charged with governance of the Company so that the matter is duly addressed in the annual report.

**Responsibilities of Management and Those Charged with Governance for the Consolidated and the Separate Financial Statements**

Management is responsible for the preparation and fair presentation of these consolidated and separate financial statements in accordance with International Financial Reporting Standards (IFRSs), the Companies Act, 1994, the Securities and Exchange Rules, 2020 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and the separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company's financial reporting process.

**Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated and the separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and the separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated and the separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the consolidated and the separate financial statements, including the disclosures, and whether the consolidated and the separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the consolidated and the separate financial statements. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and the separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.


#### Other matter

The financial statements of Bangladesh Steel Re-Rolling Mills Limited for the year ended 30 June 2023 were audited by A. Qasem & Co., Chartered Accountants, who expressed an unmodified opinion on those financial statements on 12 October 2023.

#### Report on other legal and regulatory requirements

In accordance with the Companies Act 1994 and the Securities and Exchange Rules, 2020, we also report the following;

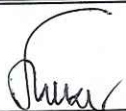
- i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii) In our opinion, proper books of account as required by law have been kept by the Company so far as it appeared from our examination of these books and proper returns adequate for the purposes of our audit have been received from branch not visited by us;
- iii) The statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns; and
- iv) The expenditure incurred was for the purposes of the Company's business.

Firm Name	: Hussain Farhad & Co., Chartered Accountants
Registration No.	: 4/452/ICAB-84
Signature of the auditor	: 
Name of the auditor	: Sarwar Uddin FCA, Partner/Enrollment No: 0779 FRC Enrollment No: CA-001-136
DVC No.	: 2410230779AS426574
Place	: Chattogram
Date	: 23 October 2024

**Bangladesh Steel Re-Rolling Mills Limited**  
**Statement of Financial Position**  
**As at 30 June 2024**

	Note(s)	Separate		Note(s)	Consolidated	
		30 June 2024	30 June 2023		30 June 2024	30 June 2023
		BDT	BDT		BDT	BDT
<b>ASSETS</b>						
<b>Non-current assets</b>						
Property, plant and equipment	5.00	36,290,102,860	36,745,942,106	5.a	36,290,165,400	36,745,942,106
Capital work-in-progress	6.00	1,090,653,159	971,979,504	6.a	1,090,653,159	971,979,504
Right-of-use assets	31.00	105,727,517	130,365,111	31.a	105,727,517	130,365,111
Intangible assets	7.00	3,459,997	10,959,972	7.a	3,459,997	10,959,972
Investment in subsidiary and associate	8.00	9,570,593,221	8,674,947,315	8.a	9,489,582,046	8,596,650,873
Other investments	9.00	214,245,921	211,103,121	9.a	214,245,921	211,103,121
<b>Total non-current assets</b>		<b>47,274,782,675</b>	<b>46,745,297,129</b>		<b>47,193,834,040</b>	<b>46,667,000,687</b>
<b>Current assets</b>						
Short term investments	10.00	836,398,462	1,713,438,543	10.a	836,398,462	1,713,438,543
Inventories	11.00	32,586,089,724	27,831,434,156	11.a	32,586,089,724	27,831,434,156
Trade and other receivables	12.00	2,271,029,979	5,433,526,873	12.a	2,264,754,412	5,433,526,873
Current account with related companies	13.00	3,617,656,648	4,236,181,646	13.a	3,603,327,209	4,222,444,290
Advances and deposits	14.00	11,571,080,037	16,133,048,372	14.a	11,878,342,726	16,300,485,131
Cash and cash equivalents	15.00	1,208,960,610	1,868,160,881	15.a	1,211,843,583	1,873,768,817
<b>Total current assets</b>		<b>52,091,215,460</b>	<b>57,215,790,471</b>		<b>52,380,756,116</b>	<b>57,375,097,810</b>
<b>Total assets</b>		<b>99,365,998,135</b>	<b>103,961,087,600</b>		<b>99,574,590,156</b>	<b>104,042,098,497</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Shareholder's equity</b>						
Share capital	16.00	2,985,846,260	2,985,846,260	16.00	2,985,846,260	2,985,846,260
Share premium	17.00	2,057,514,350	2,057,514,350	17.00	2,057,514,350	2,057,514,350
General reserve	18.00	30,170,818	30,170,818	18.00	30,170,818	30,170,818
Revaluation reserve	18.02	15,871,703,334	16,604,549,418	18.02	15,871,703,334	16,604,549,420
Fair value reserve		446,867,474	446,867,474		446,867,474	446,867,474
Foreign currency translation reserve		59,581,377	52,856,841		59,581,377	52,856,841
Retained earnings		23,352,617,517	19,760,360,238		23,352,617,517	19,760,360,236
<b>Equity attributable to owners of the parent</b>		<b>44,804,301,130</b>	<b>41,938,165,398</b>		<b>44,804,301,130</b>	<b>41,938,165,398</b>
Non-controlling Interest		-	-		-	-
<b>Total equity</b>		<b>44,804,301,130</b>	<b>41,938,165,398</b>		<b>44,804,301,130</b>	<b>41,938,165,398</b>
<b>Non-current liabilities</b>						
Long term borrowings- non-current portion	19.00	-	26,103,658	19.a	-	26,103,658
Defined benefit obligations- gratuity	20.00	387,881,745	410,905,411	20.a	387,881,745	410,905,411
Lease liabilities- non-current portion	31.00	82,188,159	99,605,774	31.00	82,188,159	99,605,774
Deferred tax liabilities	23.00	4,856,052,938	3,848,030,684	23.a	4,856,052,938	3,848,030,684
<b>Total non-current liabilities</b>		<b>5,326,122,842</b>	<b>4,384,645,527</b>		<b>5,326,122,842</b>	<b>4,384,645,527</b>
<b>Current liabilities</b>						
Trade payables	24.00	893,922,309	687,650,579	24.a	893,922,309	687,650,579
Short term borrowings	25.01	45,050,745,434	53,459,038,280	25.a	45,257,921,575	53,538,269,009
Long term borrowings - current portion	25.02	-	307,528,271	25.b	-	307,528,271
Current account with related companies		-	-	26.00	-	-
Contract liabilities	27.00	335,702,895	528,907,843	27.a	335,702,895	528,907,843
Liabilities for expenses	28.00	1,229,217,261	1,221,275,338	28.a	1,230,044,787	1,221,596,539
Provision for income tax	21.00	1,251,402,262	1,044,185,027	21.a	1,251,990,618	1,045,643,995
Provision for WPPF and Welfare Fund	29.00	283,827,185	185,561,343	29.a	283,827,185	185,561,343
Lease liabilities-current portion	31.00	35,223,497	42,688,189	31.00	35,223,497	42,688,189
Other liabilities	30.00	153,240,126	159,266,115	30.a	153,240,126	159,266,115
Unclaimed dividend account	32.00	2,293,193	2,175,688	32.00	2,293,193	2,175,688
<b>Total current liabilities</b>		<b>49,235,574,163</b>	<b>57,638,276,674</b>		<b>49,444,166,184</b>	<b>57,719,287,572</b>
<b>Total liabilities</b>		<b>54,561,697,005</b>	<b>62,022,922,201</b>		<b>54,770,289,026</b>	<b>62,103,933,098</b>
<b>Total equity and liabilities</b>		<b>99,365,998,135</b>	<b>103,961,087,600</b>		<b>99,574,590,156</b>	<b>104,042,098,497</b>
<b>Net Assets Value (NAV) per share</b>	43.00	<b>150.06</b>	<b>140.46</b>	43.a	<b>150.06</b>	<b>140.46</b>

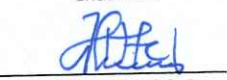
The annexed notes 1 to 55 form an integral part of these financial statements

  
Shekhar Ranjan Kar FCA  
Company Secretary

  
Aameir Alihussain  
Managing Director

  
Alihussain Akberail FCA  
Chairman

Signed in terms of our annexed report of same date

  
Hussain Farhad & Co.  
Chartered Accountants

Place : Chattogram

Dated : 23 October 2024

DVC : 2410230779AS426574

**Bangladesh Steel Re-Rolling Mills Limited**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 30 June 2024**

	Note(s)	Separate		Note(s)	Consolidated	
		01 July 2023	01 July 2022		01 July 2023	01 July 2022
		to 30 June 2024	to 30 June 2023		to 30 June 2024	to 30 June 2023
		BDT	BDT		BDT	BDT
Revenue	33.00	82,796,045,993	115,060,731,490	33.a	83,525,498,873	115,061,642,084
Cost of Sales	34.00	(73,233,527,404)	(104,741,609,510)	34.a	(73,915,573,837)	(104,741,229,019)
<b>Gross profit</b>		<b>9,562,518,589</b>	<b>10,319,121,980</b>		<b>9,609,925,036</b>	<b>10,320,413,065</b>
Selling and distribution expenses	35.00	(1,879,153,149)	(1,151,403,348)	35.a	(1,879,153,149)	(1,151,403,348)
Administrative expenses	36.00	(1,028,595,044)	(1,065,382,960)	36.a	(1,055,188,493)	(1,083,180,502)
Other operating income	37.00	40,722,373	57,004,743	37.a	40,722,373	78,141,362
<b>Profit from operating activities</b>		<b>6,695,492,769</b>	<b>8,159,340,415</b>		<b>6,716,305,767</b>	<b>8,163,970,578</b>
Finance costs	38.00	(1,467,949,769)	(4,984,768,109)	38.a	(1,479,862,553)	(4,985,206,582)
Finance income	39.00	96,700,838	130,989,163	39.a	96,700,838	130,989,163
<b>Net finance cost</b>		<b>(1,371,248,931)</b>	<b>(4,853,778,946)</b>		<b>(1,383,161,715)</b>	<b>(4,854,217,419)</b>
Non-operating income	40.00	59,165,883	53,904,610	40.a	59,165,883	53,904,610
<b>Profit before WPPF and Welfare Fund</b>		<b>5,383,409,721</b>	<b>3,359,466,080</b>		<b>5,392,309,935</b>	<b>3,363,657,769</b>
Contribution to WPPF and Welfare Fund	29.01	(283,827,185)	(185,561,343)	29.01.a	(283,827,185)	(185,561,343)
Share of profit of subsidiary and associate (net of tax)	41.00	1,192,282,889	933,221,045	41.02	1,184,090,610	929,227,311
<b>Profit before tax</b>		<b>6,291,865,426</b>	<b>4,107,125,783</b>		<b>6,292,573,360</b>	<b>4,107,323,738</b>
Income tax expenses						
Current Tax	22.00	(1,679,896,669)	(1,097,660,244)	22.a	(1,680,604,602)	(1,097,858,198)
Deferred Tax	23.01	(288,682,471)	(95,900,365)	23.01.a	(288,682,471)	(95,900,365)
<b>Total income tax expenses</b>		<b>(1,968,579,140)</b>	<b>(1,193,560,608)</b>		<b>(1,969,287,074)</b>	<b>(1,193,758,563)</b>
<b>Net profit after tax</b>		<b>4,323,286,286</b>	<b>2,913,565,175</b>		<b>4,323,286,286</b>	<b>2,913,565,175</b>
<b>Profit attributable to:</b>						
Owners of the company		-	-		4,323,286,286	2,913,565,175
Non-controlling interests		-	-		-	-
					<b>4,323,286,286</b>	<b>2,913,565,175</b>
<b>Other comprehensive income</b>						
<b>Items that are or may be reclassified to profit or loss</b>						
Exchange differences on translation of foreign operations		6,724,538	26,396,072		6,724,538	26,396,072
		<b>6,724,538</b>	<b>26,396,072</b>		<b>6,724,538</b>	<b>26,396,072</b>
<b>Items that will never be reclassified to profit or loss</b>						
Transfer to deferred tax from revaluation reserve for land		(722,416,120)	-		(722,416,120)	-
Fair value reserve on financial assets (net of tax)		-	(70,331,102)		-	(70,331,102)
		<b>(722,416,120)</b>	<b>(70,331,102)</b>		<b>(722,416,120)</b>	<b>(70,331,102)</b>
<b>Total other comprehensive income/ (loss) for the year, net of tax</b>		<b>(715,691,582)</b>	<b>(43,935,030)</b>		<b>(715,691,582)</b>	<b>(43,935,030)</b>
<b>Total comprehensive income for the year, net of tax</b>		<b>3,607,594,704</b>	<b>2,869,630,145</b>		<b>3,607,594,704</b>	<b>2,869,630,145</b>
<b>Total comprehensive income attributable to:</b>						
Owners of the company		-	-		3,607,594,704	2,869,630,145
Non-controlling interests		-	-		-	-
					<b>3,607,594,704</b>	<b>2,869,630,145</b>
<b>Earnings per share</b>	42.01	<b>14.48</b>	<b>9.76</b>	42.a	<b>14.48</b>	<b>9.76</b>

The annexed notes 1 to 55 form an integral part of these financial statements

  
Shekhar Ranjan Kar FCA  
Company Secretary

  
Aameir Alihussain  
Managing Director

  
Alihussain Akberali FCA  
Chairman

Signed in terms of our annexed report of same date

  
Hussain Farhad & Co.  
Chartered Accountants

Place : Chattogram  
Dated : 23 October 2024

DVC : 2410230779AS426574



**Bangladesh Steel Re-Rolling Mills Limited**  
**Separate Statement of Changes in Equity**  
**For the year ended 30 June 2024**

Amount in Taka

Particulars	Share capital	Share premium	General reserve	Revaluation reserve	Fair Value Reserve	Foreign currency translation reserve	Retained earnings	Total
<b>Balance at 1 July 2022</b>	2,985,846,260	2,057,514,350	30,170,818	17,062,603,779	517,198,576	26,460,769	17,415,689,542	40,095,484,094
Fair value reserve on financial assets of BSL	-	-	-	-	(70,331,102)	-	-	(70,331,102)
Annual cash dividend paid @35% for 2022	-	-	-	-	-	-	(1,045,046,191)	(1,045,046,191)
Transfer against difference in depreciation between cost and revalued amount	-	-	-	(11,147,063)	-	-	14,383,307	3,236,244
Transfer of revaluation surplus on sale of revalued assets	-	-	-	(446,907,299)	-	-	460,729,174	13,821,875
Transfer of deferred tax to retained earnings by the equity accounted investees due to excess deprecation between cost and revalued model	-	-	-	-	-	-	1,039,232	1,039,232
Exchange difference on translation of foreign operations	-	-	-	-	-	26,396,072	-	26,396,072
Profit after tax for the year	-	-	-	-	-	-	2,913,565,175	2,913,565,175
<b>Balance as at 30 June 2023</b>	<b>2,985,846,260</b>	<b>2,057,514,350</b>	<b>30,170,818</b>	<b>16,604,549,418</b>	<b>446,867,474</b>	<b>52,856,841</b>	<b>19,760,360,238</b>	<b>41,938,165,398</b>
<b>Balance at 1 July 2023</b>	2,985,846,260	2,057,514,350	30,170,818	16,604,549,418	446,867,474	52,856,841	19,760,360,238	41,938,165,398
Annual cash dividend paid @25% for 2023	-	-	-	-	-	-	(746,461,565)	(746,461,565)
Transfer against difference in depreciation between cost and revalued amount	-	-	-	(10,429,964)	-	-	13,458,019	3,028,054
Transfer to deferred tax from revaluation reserve for land	-	-	-	(722,416,120)	-	-	-	(722,416,120)
Transfer of deferred tax to retained earnings by the equity accounted investees due to excess deprecation between cost and revalued model	-	-	-	-	-	-	1,974,540	1,974,540
Exchange difference on translation of foreign operations	-	-	-	-	-	6,724,536	-	6,724,536
Profit after tax for the year	-	-	-	-	-	-	4,323,286,286	4,323,286,286
<b>Balance as at 30 June 2024</b>	<b>2,985,846,260</b>	<b>2,057,514,350</b>	<b>30,170,818</b>	<b>15,871,703,334</b>	<b>446,867,474</b>	<b>59,581,377</b>	<b>23,352,617,517</b>	<b>44,804,301,130</b>



Bangladesh Steel Re-Rolling Mills Limited  
Consolidated Statement of Changes in Equity  
For the year ended 30 June 2024

Amount in Taka

Particulars	Attributable to owners of the company								Non-controlling interests	Total
	Share capital	Share premium	General reserve	Revaluation reserve	Fair Value Reserve	Foreign currency translation reserve	Retained earnings	Total		
<b>Balance at 1 July 2022</b>	2,985,846,260	2,057,514,350	30,170,818	17,062,603,781	517,198,576	26,460,769	17,415,689,540	40,095,484,094	-	40,095,484,094
Fair value reserve on financial assets of BSL	-	-	-	-	(70,331,102)	-	-	(70,331,102)	-	(70,331,102)
Annual cash dividend paid @35% for 2022	-	-	-	-	-	-	(1,045,046,191)	(1,045,046,191)	-	(1,045,046,191)
Transfer against difference in depreciation between cost and revalued amount	-	-	-	(11,147,063)	-	-	14,383,307	3,236,244	-	3,236,244
Transfer of deferred tax to retained earnings by the equity accounted investees due to excess depreciation between cost and revalued model	-	-	-	-	-	-	1,039,232	1,039,232	-	1,039,232
Transfer of revaluation surplus on sale of revalued assets	-	-	-	(446,907,299)	-	-	460,729,174	13,821,875	-	13,821,875
Exchange difference on translation of foreign operations	-	-	-	-	-	26,396,072	-	26,396,072	-	26,396,072
Profit after tax for the year	-	-	-	-	-	-	2,913,565,175	2,913,565,175	-	2,913,565,175
<b>Balance as at 30 June 2023</b>	<b>2,985,846,260</b>	<b>2,057,514,350</b>	<b>30,170,818</b>	<b>16,604,549,420</b>	<b>446,867,474</b>	<b>52,856,841</b>	<b>19,760,360,236</b>	<b>41,938,165,398</b>	<b>-</b>	<b>41,938,165,398</b>
<b>Balance at 1 July 2023</b>	<b>2,985,846,260</b>	<b>2,057,514,350</b>	<b>30,170,818</b>	<b>16,604,549,420</b>	<b>446,867,474</b>	<b>52,856,841</b>	<b>19,760,360,236</b>	<b>41,938,165,398</b>	<b>-</b>	<b>41,938,165,398</b>
Annual cash dividend paid @25% for 2023	-	-	-	-	-	-	(746,461,565)	(746,461,565)	-	(746,461,565)
Transfer against difference in depreciation between cost and revalued amount	-	-	-	(10,429,964)	-	-	13,458,019	3,028,054	-	3,028,054
Transfer to deferred tax from revaluation reserve for land	-	-	-	(722,416,120)	-	-	-	(722,416,120)	-	(722,416,120)
Transfer of deferred tax to retained earnings by the equity accounted investees due to excess depreciation between cost and revalued model	-	-	-	-	-	-	1,974,540	1,974,540	-	1,974,540
Exchange difference on translation of foreign operations	-	-	-	-	-	6,724,536	-	6,724,536	-	6,724,536
Profit after tax for the year	-	-	-	-	-	-	4,323,286,286	4,323,286,286	-	4,323,286,286
<b>Balance at 30 June 2024</b>	<b>2,985,846,260</b>	<b>2,057,514,350</b>	<b>30,170,818</b>	<b>15,871,703,334</b>	<b>446,867,474</b>	<b>59,581,377</b>	<b>23,352,617,517</b>	<b>44,804,301,130</b>	<b>-</b>	<b>44,804,301,130</b>



**Bangladesh Steel Re-Rolling Mills Limited**  
**Statement of Cash Flows**  
**For the year ended 30 June 2024**

	Separate		Note(s)	Consolidated		
	01 July 2023 to 30 June 2024	01 July 2022 to 30 June 2023		01 July 2023 to 30 June 2024	01 July 2022 to 30 June 2023	
Note(s)	BDT	BDT	Note(s)	BDT	BDT	
<b>Cash flows from operating activities</b>						
Cash receipts from customers	85,859,693,275	112,088,101,435		87,528,661,138	112,177,858,607	
Cash payments to suppliers and employees	(80,536,148,433)	(104,328,113,936)		(82,321,183,910)	(104,570,097,528)	
Income tax paid	(417,734,131)	(1,067,088,571)		(417,734,131)	(1,067,088,571)	
Interest paid	(759,588,800)	(3,487,566,074)		(770,941,817)	(3,488,018,208)	
<b>Net cash from operating activities</b>	<b>4,146,221,911</b>	<b>3,205,332,854</b>		<b>4,018,801,279</b>	<b>3,052,654,301</b>	
<b>Cash flows from investing activities</b>						
Acquisition of Property, plant and equipment	(563,933,553)	(155,914,789)		(563,938,871)	(155,914,789)	
Acquisition of Intangible Assets	(559,554)	-		(559,554)	-	
Addition of capital work-in-progress	(620,869,372)	(417,508,522)		(620,869,372)	(417,508,522)	
Sales proceed from the sale of Fixed Assets	5,578,367	544,269,700		5,578,367	544,269,700	
Dividend received	293,133,975	351,760,770		293,133,975	351,760,770	
Increase/ (Decrease) in investments	873,897,281	2,310,683,485		873,897,281	2,310,683,485	
<b>Net cash from/(used) in investing activities</b>	<b>(12,752,856)</b>	<b>2,633,290,643</b>		<b>(12,758,174)</b>	<b>2,633,290,643</b>	
<b>Cash flows from financing activities</b>						
(Repayment) / Receipt of Long term loans	(333,631,929)	(794,088,100)		(333,631,929)	(794,088,100)	
Dividend paid	(746,344,061)	(1,066,226,850)		(746,344,061)	(1,066,226,850)	
Lease rent payment	(73,682,452)	(64,139,316)	31.00	(73,682,452)	(64,139,316)	
(Repayment) / Receipt of short term borrowings	(4,263,837,568)	(4,629,004,888)		(4,139,307,026)	(4,549,774,161)	
Loan (to)/from related Companies	618,524,998	(3,102,872,354)		618,524,998	(3,102,872,354)	
<b>Net cash from/(used in) financing activities</b>	<b>(4,798,971,012)</b>	<b>(9,656,331,508)</b>		<b>(4,674,440,470)</b>	<b>(9,577,100,781)</b>	
<b>Net increase/(decrease) in cash and cash equivalent</b>	<b>(665,501,957)</b>	<b>(3,817,708,011)</b>		<b>(668,397,366)</b>	<b>(3,891,155,837)</b>	
Cash and cash equivalents at 01 July	1,868,160,881	5,682,463,553		1,873,768,817	5,750,673,133	
Effect of movements in exchange rates on cash and cash equivalents held	6,301,686	3,405,340		6,472,132	14,251,521	
<b>Cash and cash equivalents at 30 June</b>	<b>15.00</b>	<b>1,208,960,610</b>	<b>1,868,160,881</b>	<b>15.a</b>	<b>1,211,843,583</b>	<b>1,873,768,817</b>
<b>Net Operating Cash flow per share</b>	<b>44.00</b>	<b>13.89</b>	<b>10.74</b>	<b>44.a</b>	<b>13.46</b>	<b>10.22</b>



**Bangladesh Steel Re-Rolling Mills Limited**  
**Notes to the separate and consolidated financial statements**  
**As at and for the year ended 30 June 2024**

**1.00 Reporting entity**

**1.01 Company profile**

Bangladesh Steel Re-Rolling Mills Limited, a public company limited by shares is domiciled in Bangladesh. The company was formed and incorporated with the Registrar of Joint Stock Companies and Firms in Bangladesh on 28 December 1960 vide the certificate C/186-No. 1491/92 E.P. of 1960-1961 under Companies Act 1913 (since repealed and substituted by the Companies Act 1994) as a private company limited by share. The company was converted into a public limited company on 03 November 2009 under the Companies Act 1994. The company is listed with Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) as a public limited company. Trading of the shares of the company started in two stock exchanges on 27 April 2015.

The company has set up its Re-Rolling Mill and Steel Melting Workshop (SMW previously known as Meghna Engineering Works Limited) at 147/148/149 and 78/79 Baizid Bostami Road, Nasirabad Industrial Area, Chattogram, Bangladesh respectively and commenced commercial production from 1987 after first BMRE. The principal place of business is located at Ali Mansion, 1207/1099, Sadarghat Road, Chattogram, Bangladesh. It has current capacity of producing 175,000 MT billet.

Another Billet-making plant named- Melting Unit-2 (SML), located at Sonapahar, 03 No. Zorargonj, Mirsarai, Chattogram previously known as BSRM Steel Mills Limited was merged with the Company on February 01, 2021. The production capacity of this plant is 1,125,000 MT per year.

**1.02 Description of the companies and nature of business**

Bangladesh Steel Re-Rolling Mills Limited (BSRM) primarily engages in the production of M.S. (Mild Steel) products through the establishment of melting, rolling, and re-rolling mills.

M.S. billets are produced from scrap metal and sponge iron at BSRM's Steel Melting Works (SMW) and Bangladesh Steel Mills Limited (BSML). These billets are then re-rolled at BSRM's re-rolling mills to manufacture a variety of M.S. products, including Angle, Channel, I-Beam, H-Beam, and Ingots. The company is also involved in the sale of these M.S. products in domestic and international markets.

**Branch office of the company**

BSRM operates branch offices in Kolkata and Agartala, India, with the approval of the Reserve Bank of India. This approval was granted through letters Ref: FC.CO.FID/455/10.83.493/2014, dated 28 October 2014, and Ref: FE.CO.FID/1707/10.83.493/2014-15, dated 24 April 2015. These branch offices are authorized to engage in export and import activities. They have been allowed to access short-term loans against SBDC, as per approval by Bangladesh Bank (Ref No-FEPD (Import Policy)/117/2015-11287, dated 30 December 2015), with renewals as needed, including the latest on Ref: FEPD (A&NFBP)/103/2024-2734 Date: 14/05/2024. The Kolkata branch office is actively involved in BSRM's export and import operations.

**BSRM (Hong Kong) Limited- subsidiary**

BSRM (Hong Kong) Limited was incorporated on 30 May 2018 in Hong Kong as a private company limited by shares. The registered office of the company is in Hong Kong. The company has a share capital of HKD 3,920,000 (3,920,000 shares) which is owned by Bangladesh Steel Re-Rolling Mills Limited.

**BSRM Steels Limited- associate**

BSRM Steels Limited was incorporated on 20 July 2002, vide the certificate C-No. 4392 of 2002, as a private limited company under the Companies Act 1994. The company was converted to a public limited company on 20 December 2006. The company is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited as a publicly quoted company. Trading of the company's shares started in two stock exchanges on 18 January 2009. Bangladesh Steel Re-Rolling Mills Limited directly holds 31.19% of ordinary shares in BSRM Steels Limited.

The main objective of BSRM Steels Limited is to manufacture M.S. products by setting up rolling and re-rolling mills. The company has set up its Rolling mill at 4, Fouzderhat Industrial Estate, Latifpur, Sitakunda, Chattogram and commenced commercial production from 01 April 2008.

In addition to the Rolling unit, the company produce M.S. Billets at Mirsharai, Chattogram, since April 16, 2019. This unit is supplying Billet to the rolling unit of BSRM Steels Limited. The annual production capacity of this plant is 750,000 MT and it has another plant to produce M.S. Billets at Baizid Bostami Road, Nasirabad Industrial Area, Chattogram with 250,000 MT capacity per annum.



## 2.00 Basis of preparation

### 2.01 Statement of compliance

The consolidated financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) adopted by the Financial Reporting Council, Bangladesh, the Company Act 1994, the Securities and Exchange Rules 2020, and other applicable laws and regulations in Bangladesh. Cash flows from operating activities are prepared under direct method as prescribed by the Securities and Exchange Rules 2020.

The title and format of these financial statements follow the requirements of IFRSs which are to some extent different from the requirements of the Companies Act, 1994. However, such differences are not material, and in the view of management, IFRS format gives a better presentation to the shareholders.

#### Compliance with other laws and regulations of various government bodies are as follows:

The financial statements are prepared also considering below laws and regulations:

- The Income Tax Act, 2023 & applicable Income Tax Rules
- The Value Added Tax and Supplementary Duty Act, 2012
- The Value Added Tax and Supplementary Duty Rules, 2016
- The Customs Act, 1969 & The Customs Act, 2023
- Bangladesh Labour Act, 2006 (Amended in 2018)
- The Securities and Exchange Ordinance, 1969
- The Securities and Exchange Rules, 2020
- The Financial Reporting Act, 2015

The following IASs and IFRSs are applicable for the preparation of standalone and consolidated financial statements for the year under review.

IAS 1	Presentation of Financial Statements
IAS 2	Inventories
IAS 7	Statement of Cash Flows
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors
IAS 10	Events after the Reporting Period
IAS 12	Income Taxes
IAS 16	Property, Plant and Equipment
IAS 19	Employee Benefits
IAS 21	The Effects of Changes in Foreign Exchange Rates
IAS 23	Borrowing Costs
IAS 24	Related Party Disclosures
IAS 28	Investments in Associates
IAS 33	Earnings Per Share
IAS 36	Impairment of Assets
IAS 37	Provisions, Contingent Liabilities and Contingent Assets
IAS 38	Intangible Assets
IFRS 3	Business Combinations
IFRS 7	Financial Instruments, disclosures
IFRS 8	Operating Segments
IFRS 9	Financial Instruments
IFRS 10	Consolidated Financial Statements
IFRS 12	Disclosure of Interests in Other Entities
IFRS 13	Fair value Measurement
IFRS 15	Revenue from Contract with Customers
IFRS 16	Lease

### 2.02 Authorization for issue

These consolidated financial statements for the year ended 30 June, 2024 have been authorized for issue by the Board of Directors on 22 October 2024.

### 2.03 Reporting period

The separate financial statements of the company and the consolidated financial statements of the group cover twelve months from 1 July to 30 June and is followed consistently.

### 2.04 Functional and presentation currency

These financial statements are prepared in Bangladesh Taka, which is the functional currency of the Group and the Company. All financial information presented in Taka has been rounded off to the nearest integer except when otherwise indicated.



**2.05 Basis of measurement**

These financial statements have been prepared on accrual basis following the going concern concept under the historical cost convention. Property, plant, and equipment are measured following the revaluation model. Financial instrument items are measured at fair value.

**2.06 Going concern**

The financial statements have been prepared on a going concern basis, which assumes that the company will continue to operate for the foreseeable future. Management has made this assessment based on current financial conditions, available resources, and projected future cash flows, ensuring that there are no material uncertainties that cast significant doubt on the company's ability to meet its obligations as they fall due.

In making this determination, management has considered factors such as:

- The company's current financial position and liquidity, including access to financing.
- Operational performance and ongoing business activities.
- Market conditions and external factors affecting the industry.
- Future revenue expectations and strategic plans for business growth or restructuring, if applicable.

After evaluating these aspects, management believes that the company has adequate resources to continue its operations and meet liabilities for at least the next 12 months from the reporting date.

**2.07 Consistency**

Unless otherwise stated, the accounting policies and methods of computation used in preparation of the financial statements as at and for the year ended 30 June 2024 are consistent with those policies and methods adopted in preparing the financial statements as at and for the year ended 30 June 2023.

**2.08 Comparative information**

Comparative information has been disclosed in respect of 2023 in accordance with IAS 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 financial statements. Prior year's figures have been rearranged wherever considered necessary to ensure comparability with the current year.

**2.09 Consolidation of Financial Statements**

These consolidated financial statements comprise the consolidated statement of financial position, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows of the Group and the results of operations and total assets and liabilities of its subsidiary is included in the consolidated financial statements on a line by line basis.

**i. Basis of consolidation**

The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the Group's separate financial statements.

IFRS-10 "Consolidated Financial Statements" introduces a control model that focuses on whether the Group has power over an investee, exposure or rights to variable returns from its involvement with the investee and ability to use its power to affect those returns. An investor has power over an investee when the investor has existing rights that gives it the current ability to direct the relevant activities that significantly affect the investee's returns.

Power arises from rights. An investor is exposed, or has rights, to variable returns from its involvement with the investee when the investor's returns from its involvement have the potential to vary as a result of the investee's performance. An investor controls an investee if the investor not only has the power over the investee and exposure or rights to variable returns from its involvement with the investee, but also has the ability to use its power to affect the investor's return from its involvement with the investee.

**ii. Investment in Subsidiary**

Subsidiary is the entity, controlled by the Bangladesh Steel Re-Rolling Mills Limited (BSRM). Control exists when BSRM has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control power over the investee, exposure, or rights, to variable returns from its involvement with the investee, and the ability to use its power over the investee to affect the amount of the investor's returns are taken into account. The consolidated financial statements of subsidiary have been included in the consolidated financial statements from the year when control is established until the date that it ceases.

**iii. Loss of control**

Upon the loss of control, the Group derecognizes the assets and liabilities of the subsidiary and other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognized in consolidated statement of profit or loss and other comprehensive income. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently it is accounted for as an equity-accounted investee or as an available-for-sale financial asset depending on the level of influence retained.

**iv. Investment in Associate**

Associate is the entity in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20% and 50% of the voting power of another entity. Investment in associate is accounted for using the equity method and are recognized initially at cost. The consolidated financial statements include the Group's share of the consolidated comprehensive income of equity accounted investees, after adjustments to align the accounting policies with those of the Group, from the date that significant influence commences until the date that significant influence ceases.

When the Group's share of losses exceeds its interest in an equity-accounted investee, the carrying amount of the investment, including any long-term interests that form part thereof, is reduced to zero, and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the investee.

**v. Intra-Group transactions**

Intra-Group balances and transactions, and any unrealized income and expenses arising from intra-Group transactions are eliminated in preparing consolidated financial statements.

**vi. Non-controlling interest**

Non-controlling interest is the net assets of consolidated subsidiary consists of the amount of equity attributable to the non-controlling shareholders at the time on which investments were made by the Group in its subsidiary company and further movements in their share in equity, subsequent to the dates of investment. However, the Group is holding 100% share of subsidiary companies, so no non-controlling interest is presented in the consolidated financial statements.

**vii. Companies considered in consolidated financial statements**

<u>Name of Company</u>	<u>% holding</u>	<u>Relationship with the group</u>
BSRM (Hong Kong) Limited	100%	Subsidiary
BSRM Steels Limited	31.19%	Associate

**3.00 Use of estimates and judgements**

In preparing these consolidated and separate financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Estimates and assumptions are reviewed on an ongoing basis.

In preparing these consolidated and separate financial statements, management has made judgements and estimates that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

**Judgements, assumptions and estimation uncertainties**

In the process of applying entities accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements.

Note	5.00 & 5.a	Property, plant and equipment
Note	7 & 7.a	Intangible assets
Note	11 & 11.a	Inventories
Note	12 & 12.a	Trade and other receivables
Note	20 & 20.a	Defined benefit obligations- gratuity
Note	21 & 21.a	Provision for income tax
Note	23 & 23.a	Deferred tax liabilities
Note	28 & 28.a	Liabilities for expenses
Note	30 & 30.a	Other liabilities
Note	31 & 31.a	Right-of-use assets
Note	47.00	Contingent liabilities



#### Measurement of fair values

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values as per below, and reports directly to the Chief Financial Officer. The valuation team regularly reviews significant unobservable inputs and valuation adjustments.

Significant valuation issues are reported to the Group's Audit Committee.

When measuring the fair value of an asset or a liability, the entity uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

**Level 1:** Quoted prices (unadjusted) in active markets for identical assets and liabilities.

**Level 2:** Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

**Level 3:** Inputs for the assets or liabilities that are not based on observable market data.

If the inputs used to measure the fair value of an asset or liability might be categorized in different levels of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

#### 4.00 Significant accounting policies

BSRM has consistently applied the following accounting policies to all periods presented in these financial statements. Effective from 1 January 2023, BSRM adopted the Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2). These amendments require the disclosure of 'material' accounting policies rather than 'significant' ones. However, the adoption of these amendments did not result in any changes to the actual accounting policies applied by the company.

Below is an index of the material accounting policies, the details of which can be found on the current and subsequent pages:

4.01	Property, plant and equipment
4.02	Intangible assets
4.03	Right of use assets
4.04	Investment Property
4.05	Inventories
4.06	Financial instruments
4.07	Impairment
4.08	Cash and cash equivalents
4.09	Share capital
4.10	Dividend to the equity holders
4.11	Employee benefits
4.12	Accruals
4.13	Provisions
4.14	Contingencies
4.15	Foreign currency transactions
4.16	Revenue from contract with customers
4.17	Income tax
4.18	Finance income and finance expense
4.19	Current versus non-current classification
4.20	Statement of cash flows
4.21	Materiality and aggregation
4.22	Earnings per share
4.23	Events after the reporting

#### 4.01 Property, plant and equipment

##### I. Recognition and measurement

Property, plant and equipment are stated at revalued amount less 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.

**II. 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 Group and its cost can be measured reliably. The costs of the day to day servicing of Property, plant and equipment are recognized in Statement of profit and loss as incurred.

**III. 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:

<u>Category of assets</u>	<u>Useful lives (years)</u>	<u>Rates</u>
Factory building and shed	5	20%
Boundary wall, road & pavements	5	20%
Plant and machinery	7-25	4% - 15%
Motor vehicles	6-15	6% - 16%
Furniture and fixtures	20	5%
Office equipment	20	5%
Computer & IT equipment	5	20%

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

**IV. Non-current asset held for sale**

Non-current assets that are highly probable to be recovered primarily through sale rather than through continuing use are classified as held for sale. Immediately before classification as held for sale the assets are remeasured in accordance with the Group's accounting policies. Thereafter, the assets are generally measured at the lower of their carrying amount and fair value less costs to sell. Impairment losses on initial classification as held for sale are recognized to revaluation reserve to the extent of revaluation surplus, in excess of revaluation surplus and subsequent gains or losses on remeasurement are recognized in the Statement of profit or loss. Gains are not recognized in excess of any cumulative impairment loss.

If criteria for an asset to be classified as held for sale are no longer met, then the asset or disposal group ceases to be held for sale.

In this case, the asset or disposal group should be valued at the lower of the carrying amount before the asset or disposal group was classified as held for sale (as adjusted for any subsequent depreciation, amortization, or revaluation) and its recoverable amount at the date of the decision not to sell.

**V. Capital work-in-progress**

Property, plant and equipment under construction/acquisition is accounted for and measured at cost as capital work-in-progress until construction/acquisition is completed and it is ready for use.

**VI. Capitalisation of borrowing costs**

As per the requirements of IAS 23 Borrowing Costs, directly attributable borrowing costs are capitalised during construction period for all qualifying assets. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. The borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are those borrowing costs that would have been avoided if the expenditure on the qualifying asset had not been made. All other borrowing costs are recognised in profit or loss in the year in which they are incurred.

**4.02 Intangible assets**

**I. Recognition and measurement**

Intangible assets that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment losses, if any. Intangible assets are recognized when all the conditions for recognition as per IAS 38: Intangible Assets are met. The cost of an intangible asset comprises its purchase price and any directly attributable cost of preparing the asset for its intended use.

**II. Subsequent costs**

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditures are recognized in the Statement of profit or loss as incurred.

**III. Amortisation**

Amortisation is recognized in profit or loss on a straight line basis over the estimated useful lives of intangible assets, from the date that they are available for use. The estimated useful lives and rates of amortization are as follows:

<u>Category of assets</u>	<u>Useful life</u>
ORACLE EBS software	10 years

**iv. Derecognition**

An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from the derecognition of intangible assets, measured as the difference between the net disposal proceeds and the carrying amount of the assets, are recognized in profit or loss.

**4.03 Right of use assets**

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period in exchange for consideration.

**Company as a lessee**

The Company applies a single recognition and measurement approach for all leases. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

**i) Right-of-use assets**

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised and lease payments made at or before the commencement date less any lease incentives received.

**ii) Lease liabilities**

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in- substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs. In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

The Company presents right-of-use assets and lease liabilities in the statement of financial position.



#### 4.04 Investment Property

Investment property is land or a building (including part of a building) or both that is:

- Held to earn rentals or for capital appreciation or both;
- Not owner-occupied;
- Not used in production or supply of goods and services, or for administration; and
- Not held for sale in the ordinary course of business.

Investment property may include investment property that is being redeveloped. An investment property is measured initially at cost. For subsequent measurement an entity must adopt either the fair value model or the cost model as its accounting policy for all investment properties. Under the cost model, investment property is measured at cost less accumulated depreciation and any accumulated impairment losses. Fair value is disclosed. Gains and losses on disposal are recognised in profit or loss.

#### 4.05 Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on weighted average cost method, and includes expenditure incurred in acquiring the inventories, production or conversion costs, and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. Stores and spares are measured following weighted average cost method (subject to impairment review) and material in transit are measured at cost.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

#### 4.06 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Non-derivative financial instruments comprise deposits, trade and other receivables, cash and cash equivalents, trade and other payables, intercompany payables, share capital and interest-bearing borrowings.

##### (i) Financial assets

The Company initially recognises receivables and deposits on the date that they are originated. All other financial assets are recognised initially on the date at which the Company becomes a party to the contractual provisions of the transaction.

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred, or it neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control over the transferred asset.

The Company's financial assets comprise trade and other receivables, Current Account with related companies, Investment In FDR, deposits and cash and cash equivalents.

##### a) Trade and other receivables

Trade and other receivables consist of unpaid bills receivable from customers and other parties. Trade and other receivables are recognised initially at original invoice amount and subsequently measured at the remaining amount less expected credit loss at the year end, which is made at the discretion of the management.

##### Measurement of Expected Credit Losses (ECL)

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Company expects to receive). ECLs are discounted at the effective interest rate of the financial asset.

At each reporting date, the Company assesses whether financial assets carried at amortised cost and debt securities at FVOCI are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. BSRM uses Lifetime Expected Credit Loss method for Trade receivables.

##### b) Deposits

Short-term investment consists of fixed deposits with original maturity of more than three months to one year. The Company has the positive intent and ability to hold FDR to maturity, and such financial assets are carried as financial assets at amortised cost. Held-to-maturity financial assets are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, held-to-maturity financial assets are measured at amortised cost using the effective interest method, less any impairment losses.



**C) Cash and cash equivalents**

Cash and cash equivalents comprise cash balances and all cash deposits with maturities of three months or less that are subject to an insignificant risk of changes in their fair value, and are used by the Company in the management of its short term commitments.

**d) Advances, deposits and prepayments**

After initial recognition advances are carried at cost less deductions, adjustments or charges to other account heads such as property, plant and equipment, inventory and expenses etc. Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges for the period.

**(ii) Financial liabilities**

All financial liabilities are recognised initially on the transaction date at which the Company becomes a party to the contractual provisions of the liability. The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expired. Financial liabilities include trade and other payables, Short term & Long term loans and borrowing etc.

**(a) Trade and other payables**

The Company recognises trade and intercompany payables when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the entity of resources embodying economic benefits.

**(b) Loans and borrowings**

The Company derecognises loans and borrowings when its contractual obligations are discharged or cancelled, or expire. The Company also derecognises loans and borrowings when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

**(iii) Offsetting a financial asset and a financial liability**

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

**4.07 Impairment**

**i. Financial assets**

The Company recognises loss allowances for ECLs on:

- Financial assets measured at amortised cost;
- Debt investments measured at FVOCI; and
- Contract assets.

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets. The Company measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- Debt securities that are determined to have low credit risk at the reporting date; and
- Other debt securities and bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

Loss allowances for trade receivables and contract assets are always measured at an amount equal to lifetime ECLs. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward-looking information.

**iii) Reversal of impairment**

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the assets' carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

**4.08 Cash and cash equivalents**

Cash and cash equivalents comprise cash balances and call deposits with maturity of three months or less from the date of acquisition that are subject to an insignificant risk of changes in their fair value, and are used by the company in the management of its short term commitments.

**4.09 Share capital**

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects. Paid up capital represents total amount contributed by the shareholders and bonus shares, if any, issued by the Company to the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding up of the Company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

**4.10 Dividend to the equity holders**

The Company recognises a liability to make cash dividend when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in Bangladesh, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

**4.11 Employee benefits**

**i) Short-term employee benefits**

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

The Group maintains both defined contribution plan and defined benefit plan for its eligible permanent employees.

**ii. Defined contribution plan (Provident Fund)**

A defined contribution plan is a post employment benefit plan under which the company pays fixed contributions into a separate fund and will have no legal or constructive obligation to pay further amount. The company maintains the Recognized Provident Fund for all permanent employees to which both the company and employees contribute @ 10% of basic salary. The Employees' Provident Fund was obtained recognition from Income Tax Authority on August 05, 1975 which was effective from September 30, 1973 and is considered as defined contribution plan as it meets the recognition criteria specified for this purpose in IAS 19: Employee Benefits.

Obligation for contribution to a defined contribution plan is recognized as provident fund contribution expenses in the Statement of profit or loss in the period during which services are rendered by employees. Advance against PF is recognized as an asset to the extent that a cash refund or a reduction in future payments is available.

**iii. Defined Benefit Plan (Gratuity)**

The Group maintains an funded gratuity scheme and provision in respect of which is made annually for the employees. Gratuity payable at the end of each year is determined on the basis of following rules and regulations of the group.

**Service length**

Less than five (5) years  
 For five (5) years and more

**Payment basis**

Nil  
 Two (2) times of last month's basic salary multiplied by year of service.

**iv. Workers' Profit Participation and Welfare Funds**

The Company operates fund for workers as workers' profit participation and welfare fund ("the Fund") and provides 5% of its profit before tax as per provision of the Bangladesh Labour Act 2006. The Company recognises the contribution to the fund as short term employee benefits.

The Fund is governed by Bangladesh Labour Act, 2006 as amended up to 2018 and the trust deed.

**4.12 Accruals**

Accruals are liabilities to pay for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amongst due to employees. Accruals are reported as part of trade and other payables.

**4.13 Provisions**

A provision is recognised in the statement of financial position when the Company has a legal or constructive obligation as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate thereof can be made. Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits are required to settle the obligation, the provisions are reversed.



**4.14 Contingencies**

**i) Contingent liability**

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or a present obligation that arises from past events but is not recognised because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are not recognised in the statement of financial position of the Company. Moreover, contingencies arising from claims, litigations, assessments, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

**ii) Contingent asset**

Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. The Company does not recognise contingent asset.

**4.15 Foreign currency transactions**

Transactions in foreign currencies are translated to Taka at the foreign exchange rates prevailing on the date of transaction. All monetary assets and liabilities denominated in foreign currencies at reporting date are translated to Taka at the rates of exchange prevailing on that date. Resulting exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognized in the consolidated statement of profit or loss and other comprehensive income as per IAS 21 The Effects of Changes in Foreign Exchange Rates.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of transactions.

**4.16 Revenue from contract with customers**

The Company recognises as revenue the amount that reflects the consideration to which the Company expects to be entitled in exchange for goods or services when (or as) it transfers control to the customer. To achieve that core principle company follow IFRS 15 five-step model as follows:

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognise revenue when (or as) the entity satisfies a performance obligation.

Considering the five steps model, the Company recognises revenue when (or as) the Company satisfies a performance obligation by transferring a promised good to a customer. Goods are considered as transferred when (or as) the customer obtains control of that goods. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of Value Added Tax (VAT). Gross turnover comprises local sales of M.S. Rod, M.S. Billet, By-products, export of M.S. Rod and includes VAT paid to the Government of Bangladesh.

The following table provides information about the nature and timing of the satisfaction of performance obligations in contracts with customers:

Type of products	Nature and timing of satisfaction of performance	Revenue recognition under
Local sales	Customers obtain control of products when goods are delivered at factory gate. Invoices are generated through oracle system as per management approved price list at that point in time. Invoices are usually paid in cheque or bank transfer as advance before getting delivery of the goods or customers are allowed a credit period of 30 to 60 days.	Revenue is recognized when (or as) the entity satisfies a performance obligation by transferring the promised good or service to a customer.
Export sales		
By-products		

**4.17 Income tax**

Income tax expense comprises current and deferred taxes. Income tax expense is recognised in profit or loss except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

**i) Current tax**

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years. Provision for corporate income tax is made following the rate applicable for companies as per Income Tax Act 2023 i.e. 22.5%



**ii) Deferred tax**

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which they can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

**4.18 Finance income and finance expense**

**i) Finance income**

Finance income comprises interest income on funds invested and is recognised as it accrues in profit or loss using the effective interest method.

**ii) Finance cost**

Finance costs comprise interest expense on borrowings and foreign exchange gain or loss. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

**4.19 Current versus non-current classification**

**Current versus non-current classification**

The Group and the Company presents assets and liabilities in the statement of financial position based on current/non-current classification.

**An asset is current when it is:**

- a. Expected to be realized or intended to be sold or consumed in the normal operating cycle, or
- b. Held primarily for the purpose of trading, or
- c. Expected to be realized within twelve months after the reporting period, or
- d. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Company classifies all other assets as non-current.

**A liability is current when:**

- a. It is expected to be settled in the normal operating cycle, or
- b. It is held primarily for the purpose of trading, or
- c. It is due to be settled within twelve months after the reporting period, or
- d. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Group and the Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities respectively.

**4.20 Statement of cash flows**

Statement of cash flows is prepared in accordance with IAS 7: Statement of Cash Flows and the cash flows from operating activities have been presented under direct method.

**4.21 Materiality and aggregation**

Each material class of similar items is presented separately in the financial statements. Items of dissimilar nature or function are presented separately unless they are immaterial.

**4.22 Earnings per share**

The Company presents its basic earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares, if any. However, dilution of EPS is not applicable for these financial statements as there was no potential dilutive ordinary shares at the reporting date.

**4.23 Events after the reporting**

Events after statement of financial position date that provide additional information about the Company's position at the statement of financial position date are reflected in the financial statements. Events after statement of financial position date that are non-adjusting events are disclosed in the notes when material.

Notes to the Financial Statements (Continued)

5.00 Property, plant and equipment (PPE) - revalued model

See accounting policy in note 4.01

Bangladesh Steel Re-Rolling Mills Limited-HO

Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch

Note(s)	30 June 2024	30 June 2023
	BDT	BDT
5.01	36,289,087,150	36,744,650,973
	1,015,710	1,291,132
	<b>36,290,102,860</b>	<b>36,745,942,106</b>

5.01 Bangladesh Steel Re-Rolling Mills Limited-HO

Particulars	Land and land development	Factory building and shed	Boundary wall, road & pavements	Plant and machinery	Motor vehicles	Furniture and fixtures	Office equipment	Computer & IT equipment	Total
<b>At Revaluation</b>									
Balance at 1 July 2022	17,996,094,703	7,700,599,570	1,353,368,980	21,322,880,516	79,713,266	129,103,142	161,480,903	73,925,221	48,817,166,299
Additions	104,865,943	131,500	1,574,823	224,710,868	6,689,095	1,598,835	5,616,488	13,816,722	359,004,273
Disposal	(533,819,268)	-	-	(5,662,997)	(16,761,124)	(2,554,451)	(1,847,977)	(3,557,434)	(564,203,251)
<b>Balance at 30 June 2023</b>	<b>17,567,141,378</b>	<b>7,700,731,070</b>	<b>1,354,943,803</b>	<b>21,541,928,386</b>	<b>69,641,237</b>	<b>128,147,526</b>	<b>165,249,413</b>	<b>84,184,508</b>	<b>48,611,967,322</b>
Balance at 1 July 2023	17,567,141,378	7,700,731,070	1,354,943,803	21,541,928,386	69,641,237	128,147,526	165,249,413	84,184,508	48,611,967,322
Additions	524,882,501	-	119,272,889	435,221,208	16,366,781	988,650	6,556,260	8,365,629	1,111,653,918
Disposal	-	-	-	(36,821,583)	(1,206,995)	(400,810)	(57,242)	(709,303)	(39,195,933)
<b>Balance at 30 June 2024</b>	<b>18,092,023,879</b>	<b>7,700,731,070</b>	<b>1,474,216,692</b>	<b>21,940,328,011</b>	<b>84,801,023</b>	<b>128,735,366</b>	<b>171,748,431</b>	<b>91,840,834</b>	<b>49,684,425,307</b>
<b>Accumulated depreciation</b>									
Balance at 1 July 2022	-	2,077,348,630	412,608,519	7,484,692,644	62,090,305	111,616,888	133,158,359	43,845,169	10,325,360,513
Charged for the year	-	297,717,898	49,042,585	1,188,741,992	6,757,705	9,863,156	8,806,373	9,628,442	1,570,558,151
Adjustment for disposal	-	-	-	(4,073,810)	(16,577,655)	(2,554,451)	(1,838,966)	(3,557,434)	(28,602,316)
<b>Balance at 30 June 2023</b>	<b>-</b>	<b>2,375,066,528</b>	<b>461,651,104</b>	<b>8,669,360,826</b>	<b>52,270,355</b>	<b>118,925,593</b>	<b>140,125,766</b>	<b>49,916,176</b>	<b>11,867,316,349</b>
Balance at 1 July 2023	-	2,375,066,528	461,651,104	8,669,360,826	52,270,355	118,925,593	140,125,766	49,916,176	11,867,316,349
Charged for the year	-	297,724,312	50,568,185	1,190,561,384	5,818,086	4,108,553	6,716,287	11,675,487	1,567,172,294
Adjustment for disposal	-	-	-	(36,821,583)	(1,206,995)	(400,810)	(51,970)	(669,128)	(39,150,486)
<b>Balance at 30 June 2024</b>	<b>-</b>	<b>2,672,790,840</b>	<b>512,219,289</b>	<b>9,823,100,627</b>	<b>56,881,446</b>	<b>122,633,336</b>	<b>146,790,083</b>	<b>60,922,535</b>	<b>13,395,338,157</b>
<b>Carrying amount</b>									
As at 30 June 2023	17,567,141,378	5,325,664,542	893,292,699	12,872,567,561	17,370,882	9,221,933	25,123,647	34,268,332	36,744,650,973
As at 30 June 2024	18,092,023,879	5,027,940,230	961,997,403	12,117,227,385	27,919,577	6,102,030	24,958,348	30,918,299	36,289,087,150

Depreciation allocation:

Cost of sales  
Selling & distribution costs  
Administrative costs

Note(s)	30 June 2024	30 June 2023
	BDT	BDT
34.02	1,510,517,682	1,515,724,740
35.01	44,143,629	45,168,412
36.01	12,510,985	9,664,999
	<b>1,567,172,294</b>	<b>1,570,558,151</b>





Notes to the Financial Statements (Continued)

5.02 Property, plant and equipment (PPE) - cost model

	30 June 2024		30 June 2023	
	Note(s)	BDT	BDT	BDT
Bangladesh Steel Re-Rolling Mills Limited-HO	5.03	22,491,760,204	22,933,866,009	
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		1,015,710	1,291,132	
		<b>22,492,775,914</b>	<b>22,935,157,141</b>	

5.03 Bangladesh Steel Re-Rolling Mills Limited-HO

Particulars	Land and land development	Factory building and shed	Boundary wall, road & pavements	Plant and machinery	Motor vehicles	Furniture and fixtures	Office equipment	Computer & IT equipment	Total
<b>At cost</b>									
Balance at 1 July 2022	4,057,729,015	7,830,308,884	1,353,368,980	22,178,732,288	109,616,487	143,339,527	178,479,399	73,925,221	35,925,499,801
Additions	104,865,943	131,500	1,574,823	224,710,868	6,689,095	1,598,835	5,616,488	13,816,722	359,004,273
Disposal	(515,724,664)	-	-	(5,662,997)	(16,761,124)	(2,554,451)	(1,847,977)	(3,557,434)	(546,108,647)
<b>Balance at 30 June 2023</b>	<b>3,646,870,294</b>	<b>7,830,440,384</b>	<b>1,354,943,803</b>	<b>22,397,780,159</b>	<b>99,544,458</b>	<b>142,383,911</b>	<b>182,247,909</b>	<b>84,184,509</b>	<b>35,738,395,428</b>
Balance at 1 July 2023	3,646,870,294	7,830,440,384	1,354,943,803	22,397,780,159	99,544,458	142,383,911	182,247,909	84,184,509	35,738,395,428
Additions	524,882,501	-	119,272,889	435,221,208	16,366,781	988,650	6,556,260	8,365,629	1,111,653,918
Disposal	-	-	-	(36,821,583)	(1,206,995)	(400,810)	(57,242)	(709,303)	(39,195,933)
<b>Balance at 30 June 2024</b>	<b>4,171,752,795</b>	<b>7,830,440,384</b>	<b>1,474,216,692</b>	<b>22,796,179,784</b>	<b>114,704,244</b>	<b>142,971,751</b>	<b>188,746,927</b>	<b>91,840,835</b>	<b>36,810,853,413</b>
<b>Accumulated depreciation</b>									
Balance at 1 July 2022	-	2,244,122,386	412,608,519	8,226,620,886	78,802,765	125,873,220	145,083,958	43,845,157	11,276,956,891
Charged for the year	-	295,748,609	49,042,585	1,176,362,198	6,723,481	9,863,156	8,806,373	9,628,442	1,556,174,844
Adjustment for disposal	-	-	-	(4,073,810)	(16,577,655)	(2,554,451)	(1,838,966)	(3,557,434)	(28,602,316)
<b>Balance at 30 June 2023</b>	<b>-</b>	<b>2,539,870,995</b>	<b>461,651,104</b>	<b>9,398,909,273</b>	<b>68,948,591</b>	<b>133,181,925</b>	<b>152,051,366</b>	<b>49,916,165</b>	<b>12,804,529,419</b>
Balance at 1 July 2023	-	2,539,870,995	461,651,104	9,398,909,273	68,948,591	133,181,925	152,051,366	49,916,165	12,804,529,419
Charged for the year	-	295,755,024	50,568,185	1,179,106,878	5,783,862	4,108,553	6,716,287	11,675,487	1,553,714,275
Adjustment for disposal	-	-	-	(36,821,583)	(1,206,995)	(400,810)	(51,970)	(669,128)	(39,150,486)
<b>Balance at 30 June 2024</b>	<b>-</b>	<b>2,835,626,019</b>	<b>512,219,289</b>	<b>10,541,194,568</b>	<b>73,525,458</b>	<b>136,889,668</b>	<b>158,715,683</b>	<b>60,922,524</b>	<b>14,319,093,208</b>
<b>Carrying amount</b>									
As at 30 June 2023	3,646,870,294	5,290,569,389	893,292,700	12,998,870,886	30,595,867	9,201,986	30,196,544	34,268,343	22,933,866,009
As at 30 June 2024	4,171,752,795	4,994,814,365	961,997,404	12,254,985,215	41,178,786	6,082,083	30,031,245	30,918,310	22,491,760,204

Notes to the Financial Statements (Continued)

5.a **CONSOLIDATED PROPERTY, PLANT AND EQUIPMENT (PPE)-REVALUATION MODEL**

Bangladesh Steel Re-Rolling Mills Limited-HO  
 Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch

BSRM (Hong Kong) Limited

Note(s)	30 June 2024	30 June 2023
	BDT	BDT
	36,289,087,150	36,744,650,973
	1,015,710	1,291,132
	36,290,102,860	36,745,942,106
	62,539	-
5.a.i	<b>36,290,165,400</b>	<b>36,745,942,106</b>

5.a.i **Bangladesh Steel Re-Rolling Mills Limited-HO, Bangladesh Steel Re-Rolling Mills Limited (Kolkata) and BSRM (Hong Kong) Limited**

Particulars	Land and land development	Factory building and shed	Boundary wall, road & pavements	Plant and machinery	Motor vehicles	Furniture and fixtures	Office equipment	Computer & IT equipment	Total
<b>At revaluation</b>									
Balance at 1 July 2022	17,996,094,704	7,700,931,957	1,353,368,980	21,322,944,805	80,895,178	132,030,559	162,214,033	74,524,764	<b>48,823,004,980</b>
Additions (BSRM- HO)	104,865,943	131,500	1,574,823	224,710,868	6,689,095	1,598,835	5,616,488	13,816,722	<b>359,004,273</b>
Additions (BSRM- Kolkata)	-	-	-	-	-	48,000	17,787	-	<b>65,787</b>
Additions (BSRM- Hong Kong)	-	-	-	-	-	-	-	-	<b>-</b>
Disposal (BSRM- Hong Kong)	-	-	-	-	-	(474,478)	(466,609)	-	<b>(941,087)</b>
Disposal (BSRM- HO)	(533,819,268)	-	-	(5,662,997)	(16,761,124)	(2,554,451)	(1,847,977)	(3,557,434)	<b>(564,203,251)</b>
<b>Balance at 30 June 2023</b>	<b>17,567,141,379</b>	<b>7,701,063,457</b>	<b>1,354,943,803</b>	<b>21,541,992,676</b>	<b>70,823,149</b>	<b>130,648,465</b>	<b>165,533,722</b>	<b>84,784,051</b>	<b>48,616,930,703</b>
Balance at 1 July 2023	17,567,141,379	7,701,063,457	1,354,943,803	21,541,992,676	70,823,149	130,648,465	165,533,722	84,784,051	<b>48,616,930,703</b>
Additions (BSRM- HO)	524,882,501	-	119,272,889	435,221,208	16,366,781	988,650	6,556,260	8,365,629	<b>1,111,653,918</b>
Additions (BSRM- Kolkata)	-	-	-	-	-	-	28,641	-	<b>28,641</b>
Additions (BSRM- Hong Kong)	-	-	-	-	-	-	-	76,579	<b>76,579</b>
Disposal (BSRM- Kolkata)	-	-	-	-	-	-	(25,048)	-	<b>(25,048)</b>
Disposal (BSRM- HO)	-	-	-	(36,821,583)	(1,206,995)	(400,810)	(57,242)	(709,303)	<b>(39,195,933)</b>
<b>Balance at 30 June 2024</b>	<b>18,092,023,880</b>	<b>7,701,063,457</b>	<b>1,474,216,692</b>	<b>21,940,392,301</b>	<b>85,982,935</b>	<b>131,236,305</b>	<b>172,036,334</b>	<b>92,516,956</b>	<b>49,689,468,861</b>
<b>Accumulated depreciation</b>									
Balance at 1 July 2022	-	2,077,495,052	412,608,519	7,484,692,645	63,178,649	113,122,006	133,736,136	44,663,945	<b>10,329,496,952</b>
Charged for the year (BSRM- HO)	-	297,717,898	49,042,585	1,188,741,992	6,757,705	9,863,156	8,806,373	9,628,442	<b>1,570,558,151</b>
Charged for the year (BSRM- Kolkata)	-	-	-	-	54,154	447,768	104,975	53,672	<b>660,569</b>
Adjustment for disposal (BSRM- HK)	-	-	-	-	-	(474,478)	(466,609)	-	<b>(941,087)</b>
Adjustment for Foreign Exchange	-	-	-	-	-	-	-	-	<b>(183,673)</b>
Adjustment for disposal (BSRM- HO)	-	-	-	(4,073,810)	(16,577,655)	(2,554,451)	(1,838,966)	(3,557,434)	<b>(28,602,315)</b>
<b>Balance at 30 June 2023</b>	<b>-</b>	<b>2,375,212,950</b>	<b>461,651,104</b>	<b>8,669,360,827</b>	<b>53,412,853</b>	<b>120,404,002</b>	<b>140,341,909</b>	<b>50,788,625</b>	<b>11,870,988,597</b>
Balance at 1 July 2023	-	2,375,212,950	461,651,104	8,669,360,827	53,412,853	120,404,002	140,341,909	50,788,625	<b>11,870,988,597</b>
Charged for the year (BSRM- HO)	-	297,724,312	50,568,185	1,190,561,384	5,818,086	4,108,553	6,716,287	11,675,487	<b>1,567,172,294</b>
Charged for the year (BSRM- Kolkata)	-	-	-	-	27,939	281,602	70,159	12,934	<b>392,634</b>
Charged for the year (BSRM- HK)	-	-	-	-	-	-	-	14,040	<b>14,040</b>
Adjustment for disposal (BSRM- Kolkata)	-	-	-	-	-	-	(25,048)	-	<b>(25,048)</b>
Adjustment for Foreign Exchange	-	-	-	-	-	-	-	-	<b>(88,571)</b>
Adjustment for disposal (BSRM- HO)	-	-	-	(36,821,583)	(1,206,995)	(400,810)	(51,970)	(669,128)	<b>(39,150,486)</b>
<b>Balance at 30 June 2024</b>	<b>-</b>	<b>2,672,937,262</b>	<b>512,219,289</b>	<b>9,823,100,628</b>	<b>58,051,883</b>	<b>124,393,347</b>	<b>147,051,338</b>	<b>61,821,959</b>	<b>13,399,303,461</b>
<b>Carrying amount</b>									
As at 30 June 2023	<b>17,567,141,379</b>	<b>5,325,850,507</b>	<b>893,292,699</b>	<b>12,872,631,849</b>	<b>17,410,295</b>	<b>10,244,464</b>	<b>25,191,813</b>	<b>33,995,426</b>	<b>36,745,942,106</b>
As at 30 June 2024	<b>18,092,023,880</b>	<b>5,028,126,195</b>	<b>961,997,403</b>	<b>12,117,291,673</b>	<b>27,931,052</b>	<b>6,842,959</b>	<b>24,984,996</b>	<b>30,694,998</b>	<b>36,290,165,400</b>

Notes to the Financial Statements (Continued)

5.b CONSOLIDATED PROPERTY, PLANT AND EQUIPMENT (PPE)- COST MODEL

	Note(s)	30 June 2024	30 June 2023
		BDT	BDT
Bangladesh Steel Re-Rolling Mills Limited-HO	5.03	22,491,760,204	22,933,866,009
BSRM (Hong Kong) Limited		62,539	-
		22,491,822,744	22,933,866,009
Bangladesh Steel Re-Rolling Mills Limited-		1,015,710	1,291,132
	5.b.i	<b>22,492,838,453</b>	<b>22,935,157,138</b>

5.b.i Bangladesh Steel Re-Rolling Mills Limited-HO, Bangladesh Steel Re-Rolling Mills Limited (Kolkata) and BSRM (Hong Kong) Limited

Particulars	Land and land development	Factory building and shed	Boundary wall, road & pavements	Plant and machinery	Motor vehicles	Furniture and fixtures	Office equipment	Computer & IT equipment	Total
<b>At cost</b>									
Balance at 1 July 2022	4,057,729,015	7,830,641,271	1,353,368,980	22,178,796,576	110,798,398	146,266,944	179,212,529	74,524,765	35,931,338,476
Additions (BSRM HO)	104,865,943	131,500	1,574,823	224,710,868	6,689,095	1,598,835	5,616,488	13,816,722	359,004,273
Additions (BSRM- Kolkata)	-	-	-	-	-	48,000	17,787	-	65,787
Additions (BSRM- Hong Kong)	-	-	-	-	-	-	-	-	-
Disposal (BSRM- Hong Kong)	-	-	-	-	-	(474,478)	(466,609)	-	(941,087)
Disposal (BSRM- HO)	(515,724,664)	-	-	(5,662,997)	(16,761,124)	(2,554,451)	(1,847,977)	(3,557,434)	(546,108,647)
<b>Balance at 30 June 2023</b>	<b>3,646,870,294</b>	<b>7,830,772,771</b>	<b>1,354,943,803</b>	<b>22,397,844,447</b>	<b>100,726,369</b>	<b>144,884,851</b>	<b>182,532,218</b>	<b>84,784,053</b>	<b>35,743,358,803</b>
Balance at 1 July 2023	3,646,870,294	7,830,772,771	1,354,943,803	22,397,844,447	100,726,369	144,884,851	182,532,218	84,784,053	35,743,358,803
Additions (BSRM- HO)	524,882,501	-	119,272,889	435,221,208	16,366,781	988,650	6,556,260	8,365,629	1,111,653,918
Additions (BSRM- Kolkata)	-	-	-	-	-	-	28,641	-	28,641
Additions (BSRM- Hong Kong)	-	-	-	-	-	-	-	76,579	76,579
Disposal (BSRM- Kolkata)	-	-	-	-	-	-	(25,048)	-	(25,048)
Disposal (BSRM- HO)	-	-	-	(36,821,583)	(1,206,995)	(400,810)	(57,242)	(709,303)	(39,195,933)
<b>Balance at 30 June 2024</b>	<b>4,171,752,795</b>	<b>7,830,772,771</b>	<b>1,474,216,692</b>	<b>22,796,244,072</b>	<b>115,886,155</b>	<b>145,472,691</b>	<b>189,034,830</b>	<b>92,516,958</b>	<b>36,815,896,961</b>
<b>Accumulated depreciation</b>									
Balance at 1 July 2022	-	2,244,268,808	412,608,518	8,226,620,887	79,891,110	127,378,337	145,661,735	44,663,933	11,281,093,328
Charged for the year (BSRM- HO)	-	295,748,609	49,042,585	1,176,362,198	6,723,481	9,863,156	8,806,373	9,628,442	1,556,174,844
Charged for the year (BSRM- Kolkata)	-	-	-	-	54,154	447,768	104,975	53,672	660,569
Charged for the year (BSRM- HK)	-	-	-	-	-	-	-	-	-
Adjustment for disposal (BSRM- HK)	-	-	-	-	-	(474,478)	(466,609)	-	(941,087)
Adjustment for Foreign Exchange	-	-	-	-	-	-	-	-	(183,673)
Adjustment for disposal (BSRM- HO)	-	-	-	(4,073,810)	(16,577,655)	(2,554,451)	(1,838,966)	(3,557,434)	(28,602,316)
<b>Balance at 30 June 2023</b>	<b>-</b>	<b>2,540,017,417</b>	<b>461,651,103</b>	<b>9,398,909,275</b>	<b>70,091,091</b>	<b>134,660,333</b>	<b>152,267,508</b>	<b>50,788,613</b>	<b>12,808,201,666</b>
Balance at 1 July 2023	-	2,540,017,417	461,651,103	9,398,909,275	70,091,091	134,660,333	152,267,508	50,788,613	12,808,201,666
Charged for the year (BSRM- HO)	-	295,755,024	50,568,185	1,179,106,878	5,783,862	4,108,553	6,716,287	11,675,487	1,553,714,275
Charged for the year (BSRM- Kolkata)	-	-	-	-	27,939	281,602	70,159	12,934	392,634
Charged for the year (BSRM- HK)	-	-	-	-	-	-	-	14,040	14,040
Adjustment for disposal (BSRM- Kolkata)	-	-	-	-	-	-	(25,048)	-	(25,048)
Adjustment for Foreign Exchange	-	-	-	-	-	-	-	-	(88,571)
Adjustment for disposal (BSRM- HO)	-	-	-	(36,821,583)	(1,206,995)	(400,810)	(51,970)	(669,128)	(39,150,486)
<b>Balance at 30 June 2024</b>	<b>-</b>	<b>2,835,772,441</b>	<b>512,219,288</b>	<b>10,541,194,570</b>	<b>74,695,897</b>	<b>138,649,678</b>	<b>158,976,936</b>	<b>61,821,946</b>	<b>14,323,058,512</b>
<b>Carrying amount</b>									
As at 30 June 2023	3,646,870,294	5,290,755,354	893,292,700	12,998,935,172	30,635,278	10,224,518	30,264,710	33,995,440	22,935,157,138
As at 30 June 2024	4,171,752,795	4,995,000,330	961,997,404	12,255,049,502	41,190,258	6,823,013	30,057,894	30,695,012	22,492,838,453

Notes to the Financial Statements (Continued)

5.04 Revaluation of Property, plant and equipment

All the revaluations made against Property, plant and equipment are summarized below:

Revaluation period	Class of assets revalued	Valuation method	Effective date	Valuer	Recognized into FS	Net revaluation gain
2008	All Property, plant and equipment	Replacement cost and net realizable value method	31-Dec-06	Hoda Vasi Chowdhury & Co., Chartered Accountants.	Beginning of 2008	1,673,400,176
2012			31-Dec-12		Beginning of 2012	2,004,256,895
2019	Land and land developments	Net realizable value/fair market value method	30-Jun-19	ACNABIN, Chartered Accountants.	30 June 2019	3,480,930,388

Replacement cost and net realizable value method, as applicable, have been used by the independent valuer in re-valuation of Property, plant and equipment.

Difference of depreciation between revalued carrying amount and depreciation based on carrying amount as per assets' original cost has been transferred from Revaluation Reserve to Retained Earnings as shown in Statement of Changes in Equity.

	Note(s)	30 June 2024 BDT	30 June 2023 BDT		
<b>6.00 Capital work-in-progress</b>					
See accounting policy in note 4.01 (V)					
Bangladesh Steel Re-Rolling Mills Limited-HO	6.01	1,090,653,159	971,979,504		
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-		
		<u>1,090,653,159</u>	<u>971,979,504</u>		
<b>6.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>					
Opening balance		971,979,504	771,803,003		
Add: Additions during the year	6.02	666,422,661	405,099,409		
		1,638,402,165	1,176,902,412		
Less: Capitalized during the year		(547,749,006)	(204,922,908)		
		<u>1,090,653,159</u>	<u>971,979,504</u>		
<b>6.02 Details of Capital work-in-progress</b>					
		<b>Opening Balance</b>	<b>Additions</b>	<b>Capitalized during the year</b>	<b>Closing Balance</b>
Factory building and shed		588,078,335	7,323,684	-	595,402,019
Plant and machineries		268,532,273	637,290,630	(428,714,125)	477,108,778
Boundary wall, drainage System, roads and pavement		115,368,896	21,808,347	(119,034,881)	18,142,362
		<u>971,979,504</u>	<u>666,422,661</u>	<u>(547,749,006)</u>	<u>1,090,653,160</u>
Property, Plant and Equipment under construction/acquisition is accounted for and measured at cost as capital work-in-progress until construction/acquisition is completed and it is ready for use.					
<b>6.a CONSOLIDATED CAPITAL WORK IN PROGRESS</b>					
Bangladesh Steel Re-Rolling Mills Limited	6.00	1,090,653,159	971,979,504		
BSRM (Hong Kong) Limited		-	-		
		<u>1,090,653,159</u>	<u>971,979,504</u>		



Notes to the Financial Statements (Continued)

	Note(s)	30 June 2024	30 June 2023
		BDT	BDT
<b>7.00 Intangible assets</b>			
See accounting policy in note 4.02			
Bangladesh Steel Re-Rolling Mills Limited-HO	7.01	3,459,997	10,959,972
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<u>3,459,997</u>	<u>10,959,972</u>
<b>7.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
<b>At Cost</b>			
Balance as at July 01		63,813,678	61,980,254
Addition during the year		559,554	1,833,424
Balance as at Jun 30		<u>64,373,231</u>	<u>63,813,678</u>
<b>Accumulated Amortisation</b>			
Balance as at July 01		52,853,705	45,774,813
Amortisation during the year		8,059,529	7,078,893
Balance as at Jun 30		<u>60,913,234</u>	<u>52,853,705</u>
		<u>3,459,997</u>	<u>10,959,972</u>
<b>Carrying Amounts</b>			
<b>7.a CONSOLIDATED INTANGIBLE ASSETS</b>			
Bangladesh Steel Re-Rolling Mills Limited	7.00	3,459,997	10,959,972
BSRM (Hong Kong) Limited		-	-
		<u>3,459,997</u>	<u>10,959,972</u>
<b>8.00 Investment in subsidiaries and associate</b>			
<b>Subsidiary company</b>			
BSRM (Hong Kong) Limited (BSRM HK)	8.01 & 8.02	81,011,174	78,296,442
<b>Associate company</b>			
BSRM Steels Limited (BSL)	8.01 & 8.03	9,489,582,046	8,596,650,873
		<u>9,570,593,221</u>	<u>8,674,947,315</u>
<b>8.01 Movement of Investment in Associate and Subsidiary</b>			
		<b>BSL</b>	<b>BSRM HK</b>
<b>Balance at 1 July 2023</b>		8,596,650,873	78,296,442
Investment made		-	-
<b>Addition/adjustments during the year:</b>			
Share of profit/(loss) of equity accounted Investees		1,184,090,608	8,192,279
Effect of foreign currency rate fluctuation		-	2,989,653
Transfer of Deferred Tax to Retained Earnings by the equity accounted investees due to excess depreciation between cost and revalued model		1,974,540	-
		(293,133,975)	(8,467,200)
Dividend received		<u>9,489,582,046</u>	<u>81,011,174</u>
<b>Balance at 30 June 2024</b>		<u>8,088,476,203</u>	<u>64,001,293</u>
		<b>BSL</b>	<b>BSRM HK</b>
<b>Balance at 1 July 2022</b>		8,088,476,203	64,001,293
Investment made		-	-
<b>Addition/adjustments during the year:</b>			
Share of profit/(loss) of equity accounted Investees		929,227,311	3,993,726
Effect of foreign currency rate fluctuation		-	10,301,423
Transfer of Deferred Tax to Retained Earnings by the equity accounted investees due to excess depreciation between cost and revalued model		1,039,232	-
		(70,331,102)	-
Fair Value Reserve		(351,760,770)	-
Dividend received		<u>8,596,650,873</u>	<u>78,296,442</u>
<b>Balance at 30 June 2023</b>		<u>8,596,650,873</u>	<u>78,296,442</u>



Notes to the Financial Statements (Continued)

**8.02 Investment in subsidiary company- BSRM (Hong Kong) Limited**

Bangladesh Bank allowed the Company to remit and invest USD 500,000 in the equity shares of BSRM (Hong Kong) Limited (Ref- EFID/DIBA/703(2)/42/2622-585 dated 15 February 2022). Accordingly, the Company remitted USD 500,000. On 28 April 2022, 39,19,999 Nos ordinary shares @ HKD 1 (equivalent to TK. 4,26,24,990) were issued by BSRM (Hong Kong) Limited. Now Bangladesh Steel Re-Rolling Mills Limited is holding 39,20,000 nos ordinary shares @ HKD 1 each in BSRM (Hong Kong) Limited and has become the 100% shareholder of BSRM (Hong Kong) Limited.

	30 June 2024	30 June 2023
	HKD	HKD
Non-current assets	4,343	-
Current assets	21,690,090	12,534,929
<b>Total assets</b>	<b>21,694,433</b>	<b>12,534,929</b>
Share capital	3,920,000	3,920,000
Retained earnings	1,705,776	1,751,600
<b>Total equity</b>	<b>5,625,776</b>	<b>5,671,600</b>
Current liabilities	16,068,657	6,863,329
<b>Total liabilities</b>	<b>16,068,657</b>	<b>6,863,329</b>
<b>Total equity &amp; liabilities</b>	<b>21,694,433</b>	<b>12,534,929</b>
Revenue	116,052,743	5,878,506
Expenses	(115,510,567)	(5,580,199)
<b>Profit for the year</b>	<b>542,176</b>	<b>298,307</b>

**8.03 Investment in associate company- BSRM Steels Limited (BSL)**

BSRM Limited has 31.19% equity interest in BSRM Steels Limited (BSL) i.e. 117,253,590 Ordinary Shares of Tk. 10 each. BSRM Steels Limited has been considered as an equity accounted investee of the Company and has been accounted for according to IAS 28: Investments in Associates and Joint Ventures. Reporting date of BSL is 30 June.

Summary of financial information of associate:

	30 June 2024	30 June 2023
	BDT	BDT
Non-current assets	41,434,890,800	34,969,093,040
Current assets	55,733,635,287	41,930,030,962
<b>Total assets</b>	<b>97,168,526,087</b>	<b>76,899,124,002</b>
Share capital	3,759,525,000	3,759,525,000
Retained earnings	17,365,358,008	14,480,528,363
Fair Value Reserve	-1,432,800,000	1,432,800,000
Revaluation reserve	7,869,893,691	7,891,700,491
<b>Total Equity</b>	<b>30,427,576,699</b>	<b>27,564,553,854</b>
Non-current liabilities	10,501,462,370	6,476,837,754
Current liabilities	56,239,487,018	42,857,732,394
<b>Total liabilities</b>	<b>66,740,949,388</b>	<b>49,334,570,147</b>
<b>Total equity &amp; liabilities</b>	<b>97,168,526,087</b>	<b>76,899,124,002</b>
<b>Net asset value (NAV) per share</b>	<b>80.93</b>	<b>73.32</b>
Revenue	82,706,096,133	84,524,774,603
Other income	379,263,170	551,543,783
Expenses	(79,288,786,214)	(82,096,918,516)
<b>Profit for the year</b>	<b>3,796,573,089</b>	<b>2,979,399,870</b>
Other comprehensive income	-	(225,504,000)
<b>Total Comprehensive income attributable to owners of the company</b>	<b>3,796,573,089</b>	<b>2,753,895,870</b>
<b>Earnings per share (EPS)</b>	<b>10.10</b>	<b>7.92</b>

The market price of the Ordinary shares of BSRM Steels Limited (BSL) was Tk. 57.90 per share on 30 June 2024. Fair value of investments in BSL for 117,253,590 numbers of share has been estimated at Tk. 6,788,982,861.

Out of 117,253,590 nos. ordinary shares of BSL, 3,000,000 nos., 8,000,000 nos., 10,000,000 nos. of ordinary shares are pledged against bridge finance and term loans from IPDC Limited, South Bangla Agriculture and Commerce Bank Limited, One Bank Limited, Prime Bank Limited respectively.

**8.a CONSOLIDATED EQUITY ACCOUNTED INVESTEES**

BSRM Steel Limited (BSL)  
BSRM (Hong Kong) Limited

8.01	9,489,582,046	8,596,650,873
8.01	-	-
	<b>9,489,582,046</b>	<b>8,596,650,873</b>



Notes to the Financial Statements (Continued)

	Note(s)	30 June 2024	30 June 2023
		BDT	BDT
<b>9.00 Other investments</b>			
Bangladesh Steel Re-Rolling Mills Limited-HO	9.01	214,245,921	211,103,121
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<b>214,245,921</b>	<b>211,103,121</b>
<b>9.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Investment in non-tradable shares	9.02	214,245,921	211,103,121
		<b>214,245,921</b>	<b>211,103,121</b>
<b>9.02 Investment in non-tradable shares</b>			
Islamic Steamship Co. Limited		300	300
BSRM Wires Limited		164,500,000	164,500,000
BMS Steel Limited		49,745,621	46,602,821
		<b>214,245,921</b>	<b>211,103,121</b>

Bangladesh Bank allowed the Company to remit and invest in the BMS Steel Limited USD 523,800 by its approval Letter Ref: বৈমুবি/৭০৩(৩)/ওবিশাএ/নন-ব্যাংক/২০২০-২৪৩৮, তারিখ: ২০ আগস্ট ২০২০ ইং. Accordingly the Company remitted USD 523,800 on 29 August 2021 and 52,380 nos Ordinary shares has been issued in favor of Bangladesh Steel Re-Rolling Mills Limited on 21 December 2021. Now the Company is holding 18% equity in BMS Steel Limited.

<b>9.a CONSOLIDATED OTHER INVESTMENTS</b>			
Bangladesh Steel Re-Rolling Mills Limited	9.00	214,245,921	211,103,121
BSRM (Hong Kong) Limited		-	-
		<b>214,245,921</b>	<b>211,103,121</b>
<b>10.00 Short term investments</b>			
See accounting policy in note 4.06			
Bangladesh Steel Re-Rolling Mills Limited-HO	10.01	836,398,462	1,713,438,543
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<b>836,398,462</b>	<b>1,713,438,543</b>
<b>10.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Investment in fixed deposit receipts	10.02	836,398,462	1,713,438,543
		<b>836,398,462</b>	<b>1,713,438,543</b>

10.02 Investment in fixed deposit receipts				30 June 2024	30 June 2023
Name of financial company	Tenure	Purpose	Rate of Interest		
AB Bank Limited	3 Months	L/C Margin	7.25%	-	111,353,300
Bank Asia Limited	3 Months	L/C Margin	3.00% to 6.00%	25,499,999	78,499,678
Dutch Bangla Bank Limited	3 Months	L/C Margin	2.025%	-	25,393,371
IFIC Bank Limited	3 Months	L/C Margin	5.25%	1,061,748	29,137,848
National Bank Limited	3 Months	L/C Margin	5.50%	-	5,503,324
Shahjalal Islami Bank Limited	3 Months	L/C Margin	5.00%	-	4,456,346
Islami Bank Bangladesh Ltd	3 Months	L/C Margin	7.00%	-	100,765,616
Uttara Bank Limited	3 Months	L/C Margin	5.00%	-	18,682,092
Habib Bank Limited	3-6 Months	L/C Margin	4.50% to 4.75%	872,561	20,772,410
Trust Bank Limited	3-9 Months	L/C Margin	2.50% to 8.50%	35,833,277	40,740,318
Agrani Bank Limited	3 Months - 1 year	L/C Margin	5.10% to 6.00%	15,800,000	70,044,075
Mercantile Bank Limited	3 Months - 1 year	L/C Margin	4.25 to 5.60%	46,801,601	234,383,829
United Commercial Bank Limited	3 Months - 1 year	L/C Margin	3.75% to 7.00%	-	323,317,736
Southeast Bank Ltd	3 Months - 1 year	L/C Margin	4.50% to 8.00%	239,043,479	48,627,995



Name of financial company	Tenure	Purpose	Rate of Interest	30 June 2024	30 June 2023
				BDT	BDT
One Bank Ltd	3 Months - 1 year	L/C Margin	4.50%	120,000	5,592,890
Commercial Bank of Ceylon PLC	6 Months	L/C Margin	4%	-	11,392,007
Dhaka Bank Limited	6 Months	L/C Margin	4.00% to 9.00%	272,073,225	303,647,657
Mutual Trust Bank Ltd	6 Months	L/C Margin	9.75% to 10.00%	162,870,000	100,000,000
NCC Bank Limited	6 Months	L/C Margin	6.75%	-	18,564,000
Jamuna Bank Limited	3 Months	Investment	4.00% to 5.00%	-	126,141,480
Fareast Finance and Investment Limited	1 Year	Security Deposit	10.00%	3,311,597	3,311,597
International Leasing and Financial Services Limited	1 Year	Security Deposit	12.50%	33,110,975	33,110,975
				<b>836,398,462</b>	<b>1,713,438,543</b>

**Note(s)**

**10.a CONSOLIDATED SHORT TERM INVESTMENTS**

Bangladesh Steel Re-Rolling Mills Limited  
BSRM (Hong Kong) Limited

<b>10.00</b>	836,398,462	1,713,438,543
	-	-
	<b>836,398,462</b>	<b>1,713,438,543</b>

**11.00 Inventories**

See accounting policy in note 4.05

Bangladesh Steel Re-Rolling Mills Limited-HO  
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch

<b>11.01</b>	32,412,162,255	27,820,660,317
	173,927,469	10,773,840
	<b>32,586,089,724</b>	<b>27,831,434,156</b>

**11.01 Bangladesh Steel Re-Rolling Mills Limited-HO**

**Raw material**

Raw Materials- Billets  
Raw Materials- Scraps and Ribbed Wire

	8,325,401,969	11,243,886,430
	10,320,820,458	7,167,151,986
	<b>18,646,222,427</b>	<b>18,411,038,415</b>

**Finished goods**

Finished goods- own production  
Finished goods- procured

	10,011,040,427	5,845,750,919
	234,576,220	248,892,757
	<b>10,245,616,647</b>	<b>6,094,643,676</b>

**Stores and spares**

Mechanical stores  
M.S. Roll  
Electrical stores  
General stores  
Consumable stores

	1,570,702,568	1,279,681,624
	68,723,318	109,699,884
	754,610,305	735,108,389
	40,197,001	36,918,821
	1,059,912,813	1,124,163,152
	<b>3,494,146,005</b>	<b>3,285,571,869</b>

**Fuel and lubricants**

	<b>26,177,176</b>	<b>29,406,357</b>
	<b>32,412,162,255</b>	<b>27,820,660,317</b>

**11.a CONSOLIDATED INVENTORIES**

Bangladesh Steel Re-Rolling Mills Limited  
BSRM (Hong Kong) Limited

<b>11.00</b>	32,586,089,724	27,831,434,156
	-	-
	<b>32,586,089,724</b>	<b>27,831,434,156</b>





Notes to the Financial Statements (Continued)

		30 June 2024	30 June 2023
	Note(s)	BDT	BDT
<b>12.00 Trade and other receivables</b>			
See accounting policy in note 4.06			
Bangladesh Steel Re-Rolling Mills Limited-HO	12.01	2,012,432,748	5,227,584,519
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		258,597,231	205,942,354
		<u>2,271,029,979</u>	<u>5,433,526,873</u>
<b>12.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Trade receivables	12.02	1,960,285,188	5,173,154,158
Other receivables	12.03	52,147,560	54,430,360
		<u>2,012,432,748</u>	<u>5,227,584,519</u>
<b>12.02 Trade receivables</b>			
BSRM Steels Limited		-	2,723,513,620
BSRM Wires Limited		467,431	116,047
BSRM Logistics Limited		783,245	-
H. Akberali & Co. Limited		46,842	1
Other parties		1,962,707,216	2,450,813,460
		<u>1,964,004,734</u>	<u>5,174,443,128</u>
Provision for doubtful debt		(3,719,546)	(1,288,970)
<b>Net Trade Receivables</b>		<u>1,960,285,188</u>	<u>5,173,154,158</u>
<b>12.03 Other receivables</b>			
DEDO and other receivables		43,680,360	43,680,360
Receivable from Kolkata		-	10,750,000
Dividend Receivable (BSRM Hong Kong Limited)		8,467,200	-
		<u>52,147,560</u>	<u>54,430,360</u>
<b>12.04 Aging of trade receivables is as follows:</b>			
Not yet due		1,287,248,787	2,181,440,403
Less than 3 months		437,382,602	2,839,747,946
Over 3 months but less than 6 months		61,525,046	19,578,207
Over 6 months		177,848,299	133,676,572
		<u>1,964,004,734</u>	<u>5,174,443,128</u>
<b>12.a CONSOLIDATED TRADE AND OTHER RECEIVABLES</b>			
Bangladesh Steel Re-Rolling Mills Limited	12.00	2,271,029,979	5,433,526,873
BSRM (Hong Kong) Limited		2,191,633	-
Less: Intra group elimination (Dividend Receivable)		(8,467,200)	-
		<u>2,264,754,412</u>	<u>5,433,526,873</u>
<b>13.00 Current account with related companies</b>			
BSRM Logistics Limited		307,791,127	432,865,312
BSRM Ispat Limited		952,238,804	994,803,302
BSRM Wires Limited		1,799,559,352	2,201,087,177
Chittagong Power Company Limited		543,737,926	542,437,926
H. Akberali & Co. Limited		-	51,250,574
BSRM (Hong Kong) Limited (BSRM HK)		14,329,439	13,737,356
		<u>3,617,656,648</u>	<u>4,236,181,646</u>
All transactions among the related companies have been made through account payee cheques or bank transfers and interests were charged at market rate on all related companies' balances.			
<b>13.a CONSOLIDATED CURRENT ACCOUNT WITH RELATED COMPANIES</b>			
Bangladesh Steel Re-Rolling Mills Limited	13.00	3,617,656,648	4,236,181,646
BSRM (Hong Kong) Limited		-	-
Less: Intra group elimination		(14,329,439)	(13,737,356)
		<u>3,603,327,209</u>	<u>4,222,444,290</u>
<b>14.00 Advances and deposits</b>			
See accounting policy in note 4.06			
Bangladesh Steel Re-Rolling Mills Limited-HO	14.01	11,431,687,475	15,969,648,181
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		139,392,562	163,400,191
		<u>11,571,080,037</u>	<u>16,133,048,372</u>



Notes to the Financial Statements (Continued)

		30 June 2024	30 June 2023
	Note(s)	BDT	BDT
<b>14.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Advances	14.02	11,261,430,757	15,791,112,185
Deposits	14.03	170,256,718	178,535,996
		<b>11,431,687,475</b>	<b>15,969,648,181</b>
<b>14.02 Advances</b>			
For capital expenditure		33,050,322	38,721,412
For revenue expenses		116,773,178	67,181,739
For scrap purchase and others		761,595,617	92,490,674
For store and spares		626,643,536	307,422,643
Godown rent		216,597	386,605
Income tax		2,959,948,984	4,014,894,285
L/C margin		5,662,103,455	9,806,558,733
Against L/C		31,785,836	191,332,258
Land		902,953,053	945,035,879
Staff loan against salary		2,846,165	7,322,394
VAT account (Receivable)		143,514,014	299,765,563
Western Marine Shipyard Limited		20,000,000	20,000,000
		<b>11,261,430,757</b>	<b>15,791,112,185</b>
<b>14.03 Deposits</b>			
Bangladesh Ansar and VDP		825,682	825,682
Bank guarantee to Customs authority		7,292,967	14,615,906
Bureau of Indian Standards		1,630,000	2,806,340
Customs authority against claim		552,890	552,890
Karnaphuli Gas Distribution Co. Limited (KGDC)		21,932,805	21,932,805
Linde Bangladesh Limited		879,900	879,900
Meghna Petroleum Limited		40,000	40,000
Maxicon Shipping Agencies (BD) Pvt. Limited		650,000	650,000
Power Development Board		132,949,368	132,949,368
Refundable security deposits for IPO		500,000	500,000
T & T and others		227,944	227,944
WASA		500,000	500,000
Others		2,275,162	2,055,162
		<b>170,256,718</b>	<b>178,535,996</b>
<b>14.04</b>	The directors consider that all the above advances, deposits and prepayments are either adjustable or recoverable in cash or in kind and that no provision against these are required at this stage.		
<b>14.a CONSOLIDATED ADVANCE, DEPOSITS AND PREPAYMENTS</b>			
Bangladesh Steel Re-Rolling Mills Limited	14.00	11,571,080,037	16,133,048,372
BSRM (Hong Kong) Limited		307,262,688	167,436,759
		<b>11,878,342,726</b>	<b>16,300,485,131</b>
<b>15.00 Cash and cash equivalents</b>			
See accounting policy in note 4.08			
Bangladesh Steel Re-Rolling Mills Limited-HO	15.01	1,161,087,103	1,832,990,947
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		47,873,507	35,169,934
		<b>1,208,960,610</b>	<b>1,868,160,881</b>
<b>15.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Cash in hand	15.02	2,352,699	2,858,990
Cash at banks	15.03	1,158,734,404	1,822,167,833
Fixed deposit receipts	15.05	-	7,964,124
		<b>1,161,087,103</b>	<b>1,832,990,947</b>
<b>15.02 Cash in hand</b>			
Corporate office		171,368	173,821
Factory office		1,794,110	2,263,775
Dhaka office		152,231	246,393
Mirsarai office (Warehouse)		234,990	175,000
		<b>2,352,699</b>	<b>2,858,990</b>



Notes to the Financial Statements (Continued)

15.03 Cash at banks

Name of the Banks	Branch	Account type	Currency	30 June 2024	30 June 2023
				BDT	BDT
AB Bank PLC	Agrabad	CD	BDT	474,798	4,449,539
AB Bank PLC	Agrabad	CD	USD	108,453	174,537
Agrani Bank PLC	Laldighi East	CD	BDT	1,192,562	493,320,315
Agrani Bank PLC	Laldighi East	CD	USD	-	65,251,806
Agrani Bank PLC	Laldighi East	CD	USD	3,291,438	89,782,188
Al-Arafah Islami Bank PLC	Agrabad	CD	BDT	2,398,594	14,041,714
Bank Alfalah Limited	Agrabad	CD	BDT	-	5,967
Bank Asia PLC	Agrabad	CD	BDT	38,239,240	127,119
BASIC Bank Limited	Dewanhat	CD	BDT	61,314	213,334
BRAC Bank PLC	Agrabad	CD	BDT	46,052,848	(31,116,698)
BRAC Bank PLC	Agrabad	FCY CD	USD	123,271,850	31,488,516
Commercial Bank of Ceylon PLC	Agrabad	CD	BDT	268,458	1,511,373
Dhaka Bank Limited	Jubilee Road	CD	BDT	5,385,856	1,267,020
Dutch Bangla Bank PLC	Jubilee Road	CD	BDT	3,641	538,985
Eastern Bank PLC	Agrabad	CD	BDT	1,037,973	2,359,901
Eastern Bank PLC	Agrabad	CD	BDT	109,733,115	21,028,021
EXIM Bank PLC	CDA Avenue	CD	BDT	1,762,337	2,323,014
HSBC Limited	Agrabad	CD	BDT	(12,373,021)	(97,581,693)
IFIC Bank PLC	Agrabad	CD	BDT	9,758,788	100,762
IFIC Bank PLC	Agrabad	OD	BDT	281	-
Islami Bank Bangladesh PLC	Jubilee Road	CD	BDT	105,101,392	38,688,734
Islami Bank Bangladesh PLC	Barayarhat	CD	BDT	598,288	106,110
Jamuna Bank PLC	Khatunjonj	CD	BDT	206,597	364,988
Janata Bank PLC	Laldighi East	CD	BDT	726,953	70,085
Mercantile Bank PLC	Jubilee Road	CD	BDT	467,178	330,450
Midland Bank PLC	Agrabad	CD	BDT	2,686,961	87,116
Mutual Trust Bank PLC	Jubilee Road	CD	BDT	309,862,749	2,773,721
Mutual Trust Bank PLC	Jubilee Road	CD	USD	-	28,318,274
National Bank Limited	Jubilee Road	CD	BDT	77,588	106,713
NCC Bank PLC	Agrabad	CD	BDT	85,847,784	68,163,237
NCC Bank PLC	Agrabad	CD	BDT	77,100	40,897
NRB Commercial Bank PLC	Agrabad	CD	BDT	1,693,089	12,000
NCC Bank PLC	Agrabad	ERQ	USD	101,354,959	238,463,273
NCC Bank PLC	Agrabad	FCY CD	USD	60	58
NCC Bank PLC	Agrabad	FCY CD	USD	21,395,077	91,958,442
NCC Bank PLC	Agrabad	FCY CD	USD	112	109
One Bank PLC	Agrabad	CD	BDT	-	100,043,407
One Bank PLC	Agrabad	CD	BDT	-	(69,268,231)
Premier Bank PLC	O.R Nizam Road	CD	BDT	1,627,373	2,652,212
Prime Bank PLC	O.R Nizam Road	CD	BDT	110,361,423	11,425,185
Prime Bank PLC	Agrabad	Escrow	BDT	-	684,004
Pubali Bank PLC	Dhaka	CD	BDT	106,950	63,050
Shahjalal Islami Bank PLC	Jubilee Road	CD	BDT	1,628,981	187,266
Social Islami Bank PLC	Jubilee Road	CD	BDT	6,778,681	22,220,209
Sonali Bank PLC	Kalibari	CD	BDT	2,000	2,000
Sonali Bank PLC	Laldighi East	CD	BDT	99,974	5,087
Southeast Bank PLC	CDA Avenue	CD	BDT	22,639	320,089
Southeast Bank PLC	Pahartali	CD	BDT	2,786,271	1,420,501
Standard Bank PLC	Sadarghat Road	CD	BDT	27,376,474	58,993,060
Standard Bank PLC	Agrabad	CD	BDT	1,987,787	358,705,102
Standard Chartered Bank PLC	Dhaka	CD	BDT	22,967	23,657
State Bank of India	Agrabad	CD	BDT	123,260	141,213
The City Bank PLC	Agrabad	CD	BDT	4,759,283	42,532,761
The City Bank PLC	Agrabad	DD	BDT	27,141,239	215,544,180
The City Bank PLC	Agrabad	FCY CD	USD	-	3,898,634
The City Bank PLC	Agrabad	FCY CD	USD	7,141,237	688,762
Trust Bank PLC	CDA Avenue	CD	BDT	4,066	3,315
Madhumati Bank PLC	Agrabad	CD	BDT	12,945	4,293
Uttara Bank PLC	Agrabad	CD	BDT	318,282	927,874



Notes to the Financial Statements (Continued)

Name of the Banks	Branch	Account type	Currency	Note(s)	30 June 2024	30 June 2023
					BDT	BDT
United Commercial Bank PLC	Jubilee Road	CD	BDT		6,766	1,540,066
United Commercial Bank PLC	Jubilee Road	CD	BDT		4,681	5,371
United Commercial Bank PLC	Jubilee Road	Escrow	BDT		4,731	5,421
NRB Commercial Bank PLC	Agrabad	CD	BDT		37,739	-
Prime Bank PLC	Agrabad	SND	BDT		1,354,333	-
Shahjalal Islami Bank PLC	Jubilee Road	FCY	USD		3,586,643	-
Shahjalal Islami Bank PLC	Jubilee Road	Retention-Quota	USD		66,460	-
					<b>1,158,127,597</b>	<b>1,821,538,411</b>
Standard Chartered Bank PLC	Agrabad	CD	BDT	15.04	606,807	629,422
					<b>606,807</b>	<b>629,422</b>
					<b>1,158,734,404</b>	<b>1,822,167,833</b>

All Bank balances are reconciled with bank statements and negative balances shown in the bank book represent book overdraft.

15.04 These accounts were opened for deposit of Share Money (IPO) and payment of dividend. Balances in these accounts represent amount refundable to the applicants to whom shares were not allotted and unclaimed dividend.

15.05 Fixed deposit receipts

Name of the Banks	Tenure	Rate of interest		
Sonali Bank Limited	3 Months	5.5%-6%	-	7,964,124
			-	<b>7,964,124</b>

15.a CONSOLIDATED CASH AND CASH EQUIVALENTS

Bangladesh Steel Re-Rolling Mills Limited	15.00	1,208,960,610	1,868,160,881
BSRM (Hong Kong) Limited		2,882,973	5,607,936
		<b>1,211,843,583</b>	<b>1,873,768,817</b>

16.00 Share capital

See accounting policy in note 4.09

Authorized capital

500,000,000 Ordinary shares @ Tk. 10 each	5,000,000,000	5,000,000,000
	<b>5,000,000,000</b>	<b>5,000,000,000</b>

Issued, Subscribed and Paid-up capital

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 paid-up as Bonus Shares	643,454,910	643,454,910
27,160,056 Ordinary shares @ Tk. 10 each fully paid up (other than cash)	271,600,560	271,600,560
17,500,000 Ordinary shares @ Tk. 10 each issued through Initial Public Offering (IPO)	175,000,000	175,000,000
4,010,523 Ordinary shares @ Tk. 10 each issued against 12% Convertible coupon bond	40,105,230	40,105,230
17,736,156 Ordinary shares @ Tk. 10 each fully paid-up as Bonus Shares	177,361,560	177,361,560
19,509,771 Ordinary shares @ Tk. 10 each fully paid-up as Bonus Shares	195,097,710	195,097,710
2,146,748 Ordinary shares @ Tk. 10 each fully paid-up as Bonus Shares	214,607,480	214,607,480
62,516,390 share issued @Tk.10 each merger with BSRM Steel Mills Ltd with 1:288 ratio	625,163,900	625,163,900
	<b>2,985,846,260</b>	<b>2,985,846,260</b>

16.01 Classification of shares by holding at 30 June 2024

Class by number of shares	No. of holders	No. of Shares	Holding (%)
Less than 500	4,945	785,590	0.26%
From 501 to 5000	2,604	4,049,630	1.36%
From 5,001 to 10,000	255	1,908,990	0.64%
From 10,001 to 20,000	151	2,230,931	0.75%
From 20,001 to 30,000	60	1,527,727	0.51%
From 30,001 to 40,000	21	753,981	0.25%
From 40,001 to 50,000	17	756,507	0.25%
From 50,001 to 100,000	40	3,045,089	1.02%
From 100,001 to 1,000,000	46	16,298,470	5.46%
From 1,000,001 to above	30	267,227,711	89.50%
	<b>8,169</b>	<b>298,584,626</b>	<b>100%</b>



Notes to the Financial Statements (Continued)

	Note(s)	30 June 2024	30 June 2023
		BDT	BDT
<b>16.02 Composition of Shareholders at 30 June 2024</b>			
<u>Name of shareholders</u>		<u>No. of shares</u>	<u>Holding (%)</u>
<b>Directors:</b>			
Mr. Alihussain Akberali		29,970,251	10.04%
Mr. Aameir Alihussain		25,409,856	8.51%
Mr. Zohair Taherali		46,835,044	15.69%
Mrs. Sabeen Aameir		28,800,000	9.65%
Shareholders other than Directors		167,569,475	56.12%
		<b>298,584,626</b>	<b>100%</b>
<b>16.03 Composition of Shareholders at 30 June 2024</b>			
<u>Nature of shareholders</u>	<u>No. of holders</u>	<u>No. of shares</u>	<u>Holding (%)</u>
Sponsor/Director Shareholders	5	140,703,407	47.12%
Foreign Shareholders	10	51,147,882	17.13%
Other Shareholders	8,154	106,733,337	35.75%
	<b>8,169</b>	<b>298,584,626</b>	<b>100%</b>
<b>16.04 Dividends</b>			
The following dividends were declared and paid/payable by the company for the year:	<u>Date of board meeting</u>		
25% annual cash dividend (Tk.3.50) per qualifying ordinary share (For Jul'22-Jun'23)	12-Oct-23	746,461,565	-
35% annual cash dividend (Tk.3.50) per qualifying ordinary share (For Jul'21-Jun'22)	27-Oct-22	-	1,045,046,191
<b>17.00 Share Premium</b>			
Balance As at July 01		2,057,514,350	2,057,514,350
Balance As at June 30		<b>2,057,514,350</b>	<b>2,057,514,350</b>
<b>18.00 General reserve</b>			
Balance As at July 01		30,170,818	30,170,818
Balance As at June 30		<b>30,170,818</b>	<b>30,170,818</b>
<b>18.01 General reserve</b>			
The general reserve is created from time to time by transferring profits from retained earnings for appropriation purposes and to meet future known or unknown requirements. There is no policy of regular transfer. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will not be reclassified subsequently to profit or loss.			
<b>18.02 Revaluation reserve</b>			
Balance As at July 01		16,604,549,418	17,062,603,779
Balance As at June 30		<b>15,871,703,334</b>	<b>16,604,549,418</b>
Revaluation reserve relates to the revaluation of property plant and equipment.			
<b>19.00 Long term borrowings- non-current portion</b>			
See accounting policy in note 4.19			
Bangladesh Steel Re-Rolling Mills Limited-HO	19.01	-	26,103,658
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		-	<b>26,103,658</b>
<b>19.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Lanka Bangla Finance Limited	19.02	-	-
Prime Bank Limited- Syndicated term loan	19.03	-	26,103,658
		-	<b>26,103,658</b>
<b>19.02 Lanka Bangla Finance Limited</b>			
Due within one (1) year		-	26,394,938
Due after more than one (1) year		-	-
		-	<b>26,394,938</b>
<b>19.03 Prime Bank Limited - Syndicated term loan</b>			
Due within one (1) year		-	281,133,333
Due after more than one (1) year		-	26,103,658
		-	<b>307,236,991</b>
<b>19.a CONSOLIDATED LONG TERM BORROWING- NON CURRENT PORTION</b>			
Bangladesh Steel Re-Rolling Mills Limited	19.00	-	26,103,658
BSRM (Hong Kong) Limited		-	-
		-	<b>26,103,658</b>



Note(s)	30 June 2024	30 June 2023	
	BDT	BDT	
<b>20.00 Defined benefit obligations - gratuity</b>			
See accounting policy in note 4.11			
Opening balance	410,905,411	409,316,636	
Add: Current service cost	87,731,969	96,245,564	
	<b>498,637,380</b>	<b>505,562,200</b>	
Less: Payment made during the year	(110,755,635)	(94,656,789)	
	<b>387,881,745</b>	<b>410,905,411</b>	
	<b>387,881,745</b>	<b>410,905,411</b>	
<b>Closing balance</b>			
A funded gratuity scheme has been established with the prior approval from the National Board of Revenue vide Letter Ref: 08.01.0000.035..02.347.20/57 dated 18 February 2021. Following this approval, a sum of BDT 87,731,969 was transferred to the employee gratuity fund from where amounting to BDT 14,510,071 was transferred to fund from 1 July 2023 to 30 June 2024 & amounting to BDT 5,000,000 & 68,221,898 were transferred to fund in subsequent period dated 1 July 2024 & 29 July 2024.			
<b>20.a CONSOLIDATED DEFINED BENEFIT OBLIGATIONS-GRATUITY</b>			
Bangladesh Steel Re-Rolling Mills Limited	20.00	387,881,745	410,905,411
BSRM (Hong Kong) Limited		-	-
		<b>387,881,745</b>	<b>410,905,411</b>
<b>21.00 Provision for Income Tax</b>			
See accounting policy in note 4.17			
Bangladesh Steel Re-Rolling Mills Limited-HO	21.01	1,251,402,262	1,044,185,027
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<b>1,251,402,262</b>	<b>1,044,185,027</b>
<b>21.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Opening Balance		1,044,185,027	1,122,047,427
Add: Provision during the year		1,269,353,537	1,097,879,879
Add/(Less): Previous year tax Adjustment		(18,106,639)	22,154,118
Less: Advance Income Tax Adjusted during the year		(1,044,029,662)	(1,197,896,397)
Closing Balance		<b>1,251,402,262</b>	<b>1,044,185,027</b>
<b>21.a CONSOLIDATED PROVISION FOR INCOME TAX</b>			
Bangladesh Steel Re-Rolling Mills Limited	21.00	1,251,402,262	1,044,185,027
BSRM (Hong Kong) Limited		588,355	1,458,968
		<b>1,251,990,618</b>	<b>1,045,643,995</b>
<b>22.00 Current Tax Expenses</b>			
See accounting policy in note 4.17			
Bangladesh Steel Re-Rolling Mills Limited-HO		1,251,402,263	1,044,185,027
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		17,951,274	53,694,852
Add/(Less): Previous year tax Adjustment		410,543,132	(219,636)
		<b>1,679,896,669</b>	<b>1,097,660,244</b>

**22.01 Year wise income tax assessment status is as follows:**

Accounting Year	Assessment Year	Charged to profit or loss	Demand created at DCT end	Demand created after CT Appeal	Demand created after Tribunal	Remarks
Year 2013	2014-2015	113,218,197	-	-	115,806,937	Reference to High Court.
Year 2014	2015-2016	31,995,903	-	-	92,358,470	Reference to High Court.
2018-19	2019-2020	306,310,048	-	-	328,206,054	Reference to High Court.
2020-21	2021-2022	466,887,027	-	-	506,093,935	Tribunal Completed
2021-22	2022-2023	1,144,201,545	-	1,164,247,719	-	Pending at Tribunal
2022-23	2023-2024	1,026,078,388	1,056,074,178	-	-	Pending at CT Appeal

**22.02 Reconciliation of effective tax rate**

	2024		2023	
	Rate	Taka	Rate	Taka
Profit before tax		6,291,865,426		4,107,125,783
Tax using the applicable tax rate	22.5%	1,415,669,721	22.5%	924,103,301
Tax effect of:				
Share of loss/ (profit) of equity accounted investee	-4.26%	(268,263,650)	-5.11%	(209,974,735)
Difference between accounting and fiscal depreciation	2.80%	176,349,980	4.14%	170,188,535
Inadmissible expenses	-1.73%	(108,677,111)	1.80%	73,990,267
Rebate on export sales	-0.07%	(4,661,426)	-0.07%	(3,014,024)
Rebate on CSR	-0.02%	(1,341,273)	-0.02%	(683,500)
Implication for minimum tax	0.03%	1,700,979	0.39%	15,930,133
Bangladesh Steel Re-Rolling Mills Ltd. (Kolkata Branch)	0.06%	3,809,357	1.12%	46,107,155
Effect of deferred tax	4.59%	288,682,471	2.33%	95,900,365
Final Tax on sale of revalued Assets	0.00%	-	0.39%	16,086,960
Prior year income tax	6.52%	410,543,132	-0.01%	(219,636)
Gain/(loss) on sale of Non-current asset	0.00%	(99,669)	-0.02%	(812,840)
Impact on cash dividend received	0.87%	54,866,630	1.61%	65,958,627
	<b>31.29%</b>	<b>1,968,579,140</b>	<b>29.06%</b>	<b>1,193,560,608</b>



Notes to the Financial Statements (Continued)

	Note(s)	30 June 2024	30 June 2023			
		BDT	BDT			
<b>22.a CONSOLIDATED CURRENT TAX EXPENSES</b>						
Bangladesh Steel Re-Rolling Mills Limited	22.00	1,679,896,669	1,097,660,244			
BSRM (Hong Kong) Limited		707,934	197,955			
		<b>1,680,604,602</b>	<b>1,097,858,198</b>			
<b>23.00 Deferred tax liability</b>						
See accounting policy in note 4.17						
Bangladesh Steel Re-Rolling Mills Limited-HO	23.02	4,856,838,958	3,848,734,520			
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		(786,019)	(703,836)			
		<b>4,856,052,938</b>	<b>3,848,030,684</b>			
<b>23.01 Deferred Tax Expenses</b>						
See accounting policy in note 4.17						
Bangladesh Steel Re-Rolling Mills Limited-HO	23.02.01	288,716,372	95,966,543			
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		(33,901)	(66,177)			
		<b>288,682,471</b>	<b>95,900,365</b>			
<b>23.02 Bangladesh Steel Re-Rolling Mills Limited-HO</b>						
Deferred tax liability has been calculated considering the temporary difference between the carrying value and tax base at the applicable tax rate.						
<b>Balance at 1 July</b>		3,848,734,520	3,769,826,096			
<b>Provided/ (adjusted) during the year:</b>						
For temporary difference of PPE and software (excluding land)		(173,277,317)	(166,173,248)			
Adjustment for gratuity		5,180,324	(357,474)			
Unabsorbed depreciation		110,287,244	147,894,538			
Investments in associates		346,581,181	114,095,670			
Right of use of assets		5,543,459	(2,764,289)			
Lease liabilities		(5,598,519)	3,271,346			
<b>Deferred tax expenses through P/L</b>	23.02.01	<b>288,716,372</b>	<b>95,966,543</b>			
Sale/ derecognition of revalued assets		-	(13,821,875)			
Deferred tax on land revaluation		722,416,120	-			
Adjustment for impact of excess depreciation on revaluation surplus		(3,028,054)	(3,236,244)			
<b>Deferred tax expenses through OCI</b>		<b>719,388,066</b>	<b>(17,058,119)</b>			
<b>Balance at 30 June</b>		<b>4,856,838,958</b>	<b>3,848,734,520</b>			
<b>Reconciliation of Deferred tax liabilities/(assets) is as follows:</b>						
Particulars	Rate applied	Carrying amount	Tax base	Taxable/ (Deductible) temporary difference	Deferred tax Liability/ (Asset)	
<b>As on 30 June 2024</b>						
Property, plant and equipment (other than land)	22.50%	18,197,063,271	7,677,897,450	10,519,165,821	2,366,812,310	
Intangible assets (Software)	22.50%	3,459,997	21,318,078	(17,858,082)	(4,018,068)	
Provision for gratuity	22.50%	387,881,745	-	(387,881,745)	(87,273,393)	
Unabsorbed depreciation	22.50%	-	-	-	-	
Investment in Associate	5-20%	-	-	-	1,421,904,892	
Right of use of assets	22.50%	105,727,517	-	(105,727,517)	(23,788,691)	
Lease liabilities	22.50%	(117,411,656)	-	117,411,656	26,417,623	
DT on Revaluation Reserve	-	-	-	-	254,244,550	
Deferred tax on land revaluation	15.00%	-	-	-	903,020,150	
Deferred tax of overseas branch	-	-	-	-	(480,414)	
					<b>4,856,838,958</b>	
Particulars	Rate applied	Carrying amount	Tax base	Taxable/ (Deductible) temporary difference	Deferred tax Liability/ (Asset)	
<b>As on 30 June 2023</b>						
Property, plant and equipment (other than land)	22.50%	19,177,509,595	7,880,455,202	11,297,054,393	2,541,837,239	
Intangible assets (Software)	22.50%	10,959,972	23,127,200	(12,167,228)	(2,737,626)	
Provision for gratuity	22.50%	410,905,411	-	(410,905,411)	(92,453,717)	
Unabsorbed depreciation	22.50%	490,165,528	-	(490,165,528)	(110,287,244)	
Investment in Associate	5-20%	-	-	-	1,075,323,711	
Right of use of assets	22.50%	130,365,111	-	(130,365,111)	(29,332,150)	
Lease liabilities	22.50%	(142,293,963)	-	142,293,963	32,016,142	
DT on Revaluation Reserve	-	-	-	-	254,244,550	
Deferred tax on land revaluation	3%-4%	-	-	-	180,604,030	
Deferred tax of overseas branch	-	-	-	-	(480,414)	
					<b>3,848,734,520</b>	
<b>23.a CONSOLIDATED DEFERRED TAX LIABILITY</b>						
Bangladesh Steel Re-Rolling Mills Limited	23.00	4,856,052,938	3,848,030,684			
BSRM (Hong Kong) Limited		-	-			
		<b>4,856,052,938</b>	<b>3,848,030,684</b>			
<b>23.01.a CONSOLIDATED DEFERRED TAX EXPENSES</b>						
Bangladesh Steel Re-Rolling Mills Limited	23.01	288,682,471	95,900,365			
BSRM (Hong Kong) Limited		-	-			
		<b>288,682,471</b>	<b>95,900,365</b>			



Notes to the Financial Statements (Continued)

		30 June 2024	30 June 2023
Note(s)		BDT	BDT
<b>24.00</b>	<b>Trade payables</b>		
	See accounting policy in note 4.06		
	Bangladesh Steel Re-Rolling Mills Limited-HO	884,969,110	634,505,649
	Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch	8,953,199	53,144,930
		<b>893,922,309</b>	<b>687,650,579</b>
<b>24.01</b>	<b>Bangladesh Steel Re-Rolling Mills Limited-HO</b>		
	BSRM Logistics Limited	24,343,751	31,252,532
	Goods & supplies	159,237,620	44,735,407
	Labor cost	1,145,929	542,407
	Bangladesh Agriculture Products Limited	41,985	-
	Payables for stores and spares	658,585,542	557,696,013
	BSRM Steels Limited	39,902,983	190,142
	BSRM Wires Limited	1,711,300	89,147
		<b>884,969,110</b>	<b>634,505,649</b>
	These balances represent amounts payable against supply of raw materials and services.		
<b>24.a</b>	<b>CONSOLIDATED TRADE PAYABLES</b>		
	Bangladesh Steel Re-Rolling Mills Limited	893,922,309	687,650,579
	BSRM (Hong Kong) Limited	-	-
	Less: Intra group elimination	-	-
		<b>893,922,309</b>	<b>687,650,579</b>
<b>25.00</b>	<b>Short term borrowings</b>		
	See accounting policy in note 4.06		
	Short term borrowings	45,050,745,434	53,459,038,280
	Long term borrowings- current portion	-	307,528,271
		<b>45,050,745,434</b>	<b>53,766,566,552</b>
<b>25.01</b>	<b>Short term borrowings</b>		
	Time loan	7,850,687,479	4,411,959,640
	Bank overdraft, SOD and cash credit	4,867,660,038	4,957,903,094
	Demand Loan	12,562,719,636	6,291,258,136
	Liability for accepted bills for payment (ABP)	18,130,874,289	37,797,917,411
	Loan against Trust Receipt (LATR)	1,638,803,992	-
		<b>45,050,745,434</b>	<b>53,459,038,280</b>
<b>25.01.01</b>	<b>Time loan</b>		
	Bangladesh Steel Re-Rolling Mills Limited-HO	7,444,531,330	4,233,348,916
	Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch	406,156,149	178,610,723
		<b>7,850,687,479</b>	<b>4,411,959,640</b>
<b>25.01.01.01</b>	<b>Bangladesh Steel Re-Rolling Mills Limited-HO</b>		
	BRAC Bank PLC	467,933,446	1,317,109,641
	Dutch Bangla Bank PLC	1,089,337,159	514,467,817
	Al-Arafah Islami Bank PLC	705,315,876	639,625,000
	Jamuna Bank PLC	1,258,906,250	1,013,250,000
	Mutual Trust Bank PLC	1,313,552,779	114,375,625
	State Bank of India	354,330,278	304,333,333
	Habib Bank Limited	180,194,250	180,000,000
	HSBC Limited	-	150,187,500
	NRB Commercial Bank PLC	349,989,216	-
	Standard Chartered Bank PLC	703,962,354	-
	Uttara Bank PLC	1,021,009,722	-
		<b>7,444,531,330</b>	<b>4,233,348,916</b>





Notes to the Financial Statements (Continued)

Note(s)	Type	30 June 2024	30 June 2023
		BDT	BDT
<b>25.01.02 Bank overdraft, SOD and cash credit</b>			
Agrani Bank PLC	CC Hypo	591,028,101	661,222,764
Agrani Bank PLC	CC Pledge	638,643,697	96,813
Bank Alfalah Limited	OD	201,179,510	-
Dhaka Bank Limited	OD	396,808,548	111,274,320
Habib Bank Limited	OD	7,888,729	7,327,508
IFIC Bank PLC	OD	-	98,636,568
Jamuna Bank PLC	CC	50,800,636	947,656
Mercantile Bank PLC	CC	221,155,925	260,813,301
Midland Bank PLC	OD	90,033,975	-
Mutual Trust Bank PLC	OD	171,021,100	160,848,196
National Bank Limited	CC	26,738,800	47,858,489
NRB Commercial Bank PLC	OD	184,181,227	19,771,656
One Bank PLC	OD	99,121,690	-
Pubali Bank PLC	CC	78,503,971	181,726,402
Pubali Bank PLC	OD	1,007,299,313	879,817,973
Shahjalal Islami Bank PLC	Bai-Muazzal	-	1,392,285,275
Prime Bank PLC	Bai-Muazzal	-	304,950,000
Sonali Bank PLC	CC	247,307,949	258,890,835
Sonali Bank PLC	CC	31,702,483	50,608,749
Southeast Bank PLC	OD	21,907,801	58,196
Standard Chartered Bank	OD	17,245,289	95,267
State Bank of India	CC	444,575,258	82,460,629
The City bank PLC	OD	35,026,145	(7,538,276)
Trust Bank PLC	OD	124,729,721	127,182,764
Uttara Bank PLC	OD	78,662,144	7,795,513
Dutch Bangla Bank PLC	OD	87,640,182	135,610,570
Bank Asia PLC	OD	1,263,798	94,847,016
United Commercial Bank PLC	CC	13,194,046	80,314,910
		<b>4,867,660,038</b>	<b>4,957,903,094</b>
<b>25.01.03 Demand Loan</b>			
Prime Bank PLC		3,384,893,288	556,137,077
Eastern Bank PLC		1,838,728,167	2,120,000,000
The City Bank PLC		1,491,575,511	2,005,125,000
Bank Asia PLC		2,845,906,456	1,001,250,000
Bank Alfalah Limited		151,733,333	186,146,058
Standard Bank PLC		324,217,000	422,600,000
Dhaka Bank Limited		916,317,764	-
Shahjalal Islami Bank PLC	Bai-Muazzal	717,242,944	-
Shahjalal Islami Bank PLC		513,072,073	-
United Commercial Bank PLC		379,033,100	-
		<b>12,562,719,636</b>	<b>6,291,258,136</b>
<b>25.01.04 Liability for accepted bills for payment (ABP)</b>			
Al-Arafah Bank Limited PLC		1,925,799,822	1,329,736,164
Bank Asia Limited PLC		1,497,799,008	3,084,723,819
Dhaka Bank Limited		1,753,269,149	1,519,443,906
Dutch Bangla Bank Limited PLC		-	1,265,186,660
HSBC Limited		1,303,423,476	3,081,278,504
Mutual Trust Bank Limited PLC		1,029,240,964	2,553,728,620
Mercantile Bank Limited PLC		2,920,490,990	2,002,972,329
NCC Bank Limited PLC		1,006,925,023	2,917,079,683
Jamuna Bank Limited PLC		-	2,016,805,863
One Bank Limited PLC		-	95,257,948
Prime Bank Limited PLC		276,841,956	1,362,184,548
Pubali Bank Limited PLC		-	450,606,203
Standard Chartered Bank PLC		891,014,716	3,051,525,398



Notes to the Financial Statements (Continued)

		30 June 2024	30 June 2023
	Note(s)	BDT	BDT
The City Bank Limited PLC		829,526,889	1,509,656,889
Trust Bank Limited PLC		327,748,586	1,144,607,041
United Commercial Bank Limited PLC		561,085,521	1,000,980,601
Agrani Bank Limited PLC		341,247,859	610,677,568
Commercial Bank of Ceylon PLC PLC		757,046,742	2,511,598,502
IFIC Bank Limited PLC		-	194,995,000
Islami Bank Limited PLC		-	579,268,451
Shahjalal Islami Bank Limited PLC		625,250,976	292,741,966
Sonali Bank Limited PLC		-	166,797,519
BRAC Bank Limited PLC		1,067,343,884	2,780,140,629
Eastern Bank Limited PLC		678,809,982	1,629,889,970
Southeast Bank Limited PLC		338,008,746	631,155,623
Standard Bank Limited PLC		-	14,878,005
		<b>18,130,874,289</b>	<b>37,797,917,411</b>
<b>25.01.05 Loan against Trust Receipt (LATR)</b>			
Bank Asia Limited PLC		283,729,344	-
Mutual Trust Bank Limited PLC		606,652,860	-
NCC Bank Limited PLC		206,439,393	-
NRB Commercial Bank Limited PLC		116,240,306	-
Standard Bank Limited PLC		425,742,089	-
		<b>1,638,803,992</b>	<b>-</b>
<b>25.02 Long term borrowings- current portion</b>			
These balances represent current portion of long term loans from financial institutions which are repayable within next twelve months from reporting date and consist of as follows:			
Lanka Bangla Finance Limited	19.02	-	26,394,938
Prime Bank Limited- Syndicated term loan	19.03	-	281,133,333
		-	<b>307,528,271</b>
<b>25.a CONSOLIDATED SHORT TERM BORROWINGS</b>			
Bangladesh Steel Re-Rolling Mills Limited	25.01	45,050,745,434	53,459,038,280
BSRM (Hong Kong) Limited		207,176,141	79,230,729
		<b>45,257,921,575</b>	<b>53,538,269,009</b>
<b>25.b CONSOLIDATED LONG TERM BORROWINGS CURRENT PORTION</b>			
Bangladesh Steel Re-Rolling Mills Limited	25.02	-	307,528,271
BSRM (Hong Kong) Limited		-	-
		-	<b>307,528,271</b>
<b>26.00 CONSOLIDATED CURRENT ACCOUNT WITH RELATED COMPANIES</b>			
Bangladesh Steel Re-Rolling Mills Limited		-	-
BSRM (Hong Kong) Limited		14,329,440	13,737,356
Less: Intra group elimination		(14,329,440)	(13,737,356)
		-	-
<b>27.00 Contract liabilities</b>			
Bangladesh Steel Re-Rolling Mills Limited-HO		335,702,895	528,907,843
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<b>335,702,895</b>	<b>528,907,843</b>
These balances represent advances received from different parties against sale of finished goods. Goods have not been delivered to them within the reporting date.			
<b>27.a CONSOLIDATED CONTRACT LIABILITIES</b>			
Bangladesh Steel Re-Rolling Mills Limited	27.00	335,702,895	528,907,843
BSRM (Hong Kong) Limited		-	-
		<b>335,702,895</b>	<b>528,907,843</b>



Notes to the Financial Statements (Continued)

		30 June 2024	30 June 2023
	Note(s)	BDT	BDT
<b>28.00 Liabilities for expenses</b>			
See accounting policy in note 4.12 & 4.13			
Bangladesh Steel Re-Rolling Mills Limited-HO	28.01	1,229,217,261	1,221,275,338
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<u>1,229,217,261</u>	<u>1,221,275,338</u>
<b>28.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Brokerage and commission		81,454	86,314,144
C & F bill and others		3,794,589	3,061,447
Carriage on sales		77,281,475	136,472,094
Contractors		6,786,439	6,089,871
Karnaphuli Gas Distribution Co. Limited		69,411,550	61,572,712
Liability for fixed assets		299,632	3,196,827
Power Development Board for electricity (Factory)		775,747,879	714,308,890
Professional expenses		2,096,752	579,322
Repair and maintenance		578,432	637,316
Salary and allowances		26,138,700	23,247,413
Sales promotion		9,552,695	3,152,875
Unclaimed cheque		6,073,169	4,677,236
Audit fees		920,000	920,000
CSR expenses		1,459,820	2,662,338
Insurance expenses		3,346,215	769,533
Travelling and conveyance		788,305	9,321
WASA		7,021	26,560
Printing and stationeries		1,450,469	-
Rent Expenses		23,238	4,250
Financial Expense		-	101,989
Training expenses		170,825	-
Others		243,208,602	173,471,199
		<u>1,229,217,261</u>	<u>1,221,275,338</u>
<b>28.a CONSOLIDATED LIABILITIES FOR EXPENSES</b>			
Bangladesh Steel Re-Rolling Mills Limited	28.00	1,229,217,261	1,221,275,338
BSRM (Hong Kong) Limited		9,294,726	321,201
Less: Intra group elimination		(8,467,200)	-
		<u>1,230,044,787</u>	<u>1,221,596,539</u>
<b>29.00 Provision for WPPF and Welfare Fund</b>			
See accounting policy in note 4.11			
<b>Balance at 1 July</b>		185,561,343	195,174,768
Provided during the year	29.01	283,827,185	185,561,343
Paid during the year		(185,561,343)	(195,174,768)
<b>Balance at 30 June</b>		<u>283,827,185</u>	<u>185,561,343</u>
<b>29.01 Contribution to WPPF and Welfare Fund</b>			
Profit before tax and WPPF and Welfare Fund		5,383,409,721	3,359,466,080
Cash dividend received from investment in associates		293,133,975	351,760,770
Profit applicable for WPPF and Welfare Fund		5,676,543,696	3,711,226,850
Contribution to WPPF and Welfare Fund at 5%		<u>283,827,185</u>	<u>185,561,343</u>
<b>29.a CONSOLIDATED PROVISION FOR WPPF AND WELFARE FUND</b>			
Bangladesh Steel Re-Rolling Mills Limited	29.00	283,827,185	185,561,343
BSRM (Hong Kong) Limited		-	-
		<u>283,827,185</u>	<u>185,561,343</u>



Notes to the Financial Statements (Continued)

	Note(s)	30 June 2024	30 June 2023
		BDT	BDT
<b>29.01.a CONSOLIDATED CONTRIBUTION TO WPPF AND WELFARE FUND</b>			
Bangladesh Steel Re-Rolling Mills Limited		283,827,185	185,561,343
BSRM (Hong Kong) Limited		-	-
		<b>283,827,185</b>	<b>185,561,343</b>
<b>30.00 Other liabilities</b>			
See accounting policy in note 4.06			
Bangladesh Steel Re-Rolling Mills Limited-HO	30.01	130,581,876	146,315,024
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		22,658,250	12,951,091
		<b>153,240,126</b>	<b>159,266,115</b>
<b>30.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Duty drawback		94,589,647	110,738,498
Retention money		31,227,246	31,861,540
Security deposit		4,764,983	3,714,986
		<b>130,581,876</b>	<b>146,315,024</b>
<b>30.a CONSOLIDATED OTHER LIABILITIES</b>			
Bangladesh Steel Re-Rolling Mills Limited	30.00	153,240,126	159,266,115
BSRM (Hong Kong) Limited		-	-
Less: Intra group elimination		-	-
		<b>153,240,126</b>	<b>159,266,115</b>



Notes to the Financial Statements (Continued)

**31.00 Leases as a Lessee**

See accounting policy in note 4.03

Set Out below are the carrying amounts of right of use assets recognised and the movements during the year:

	Land	Warehouse / Godown / Shed	Office Space	Total
As at 01 July 2022	44,696,204	47,922,928	25,460,251	118,079,383
Additions	-	-	-	-
Addition due to lease modification	26,704,514	38,534,033	-	65,238,547
Depreciation expense	(21,105,322)	(24,091,752)	(7,755,746)	(52,952,820)
As at 30 June 2023	<u>50,295,397</u>	<u>62,365,209</u>	<u>17,704,505</u>	<u>130,365,111</u>
As at 01 July 2023	50,295,397	62,365,209	17,704,505	130,365,111
Additions	1,081,619	7,385,220	3,943,052	12,409,891
Addition due to lease modification	14,396,258	-	9,901,073	24,297,331
Depreciation expense	(21,546,651)	(31,084,516)	(8,713,649)	(61,344,816)
As at 30 June 2024	<u>44,226,624</u>	<u>38,665,913</u>	<u>22,834,981</u>	<u>105,727,517</u>
<b>Depreciation allocation:</b>			<b>30 June 2024</b>	<b>30 June 2023</b>
Cost of sales	34.02		45,056,007	40,321,548
Selling & distribution costs	35.01		7,895,789	4,875,525
Administrative costs	36.01		8,393,020	7,755,746
			<u>61,344,816</u>	<u>52,952,820</u>

Set out below are the carrying amounts of lease liabilities and the movements during the year:

As on 01 July 2023	142,293,962	127,754,647
Additions	12,409,891	-
Addition due to lease modification	24,297,331	65,238,547
Accretion of interest	12,092,924	13,440,084
Payments	(73,682,452)	(64,139,316)
As on 30 June 2024	<u>117,411,656</u>	<u>142,293,962</u>
Current	<u>35,223,497</u>	<u>42,688,189</u>
Non-current	<u>82,188,159</u>	<u>99,605,774</u>

**31.01 Amounts recognized in statement of profit or loss**

Interest on lease liabilities	12,092,924	13,440,084
Depreciation charge on right-of-use assets	61,344,816	52,952,820
	<u>73,437,740</u>	<u>66,392,904</u>

**31.02 Amount recognized in statement of cash flows**

Interest paid on lease liabilities	<u>(12,092,924)</u>	<u>(13,440,084)</u>
Principal paid on lease liabilities	<u>(61,589,528)</u>	<u>(50,699,232)</u>

**31.03 Maturity analysis**

The following figures sets out a maturity analysis of lease payments, showing the undiscounted lease payments to be made after the reporting date.

Less than one year	81,002,521	63,704,316
One to two years	39,227,390	61,067,316
Two to three years	12,652,456	28,135,536
Three to four years	3,967,641	6,210,180
Four to five years	1,463,263	-
More than five years	2,406,508	-
	<u>140,719,779</u>	<u>159,117,348</u>

**31.a CONSOLIDATED RIGHT OF USE ASSETS**  
Bangladesh Steel Re-Rolling Mills Limited  
BSRM (Hong Kong) Limited

	105,727,517	130,365,111
	<u>105,727,517</u>	<u>130,365,111</u>



Notes to the Financial Statements (Continued)

	Note(s)	30 June 2024	30 June 2023
		BDT	BDT
<b>32.00 Unclaimed dividend account</b>			
Year wise unclaimed dividend as on June 30 2024			
Year- 2022-23		665,751	-
Year- 2021-22		606,581	650,800
Year- 2020-21 (Final)		786,547	789,047
Year- 2020-21 (Interim)		234,314	237,192
Year- 2019-20		-	498,649
		<b>2,293,193</b>	<b>2,175,688</b>

An Amount BDT 4,98,649 was transferred to Capital Market Stabilization Fund, on Mar 12, 2024 through CQ No 6989981, Prime Bank Limited as per Bangladesh Securities and Exchange Commission Letter No: SEC/SRMIC/65-2020/Part-1/182 dated July 19,2021.

	Note(s)	01 July 2023 to 30 June 2024	01 July 2022 to 30 June 2023
		BDT	BDT
<b>33.00 Revenue</b>			
See accounting policy in note 4.16			
Bangladesh Steel Re-Rolling Mills Limited-HO	33.01	83,270,159,674	116,112,373,434
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		2,985,589,842	2,761,410,720
Less: Intra-company sales		(1,600,386,054)	(1,351,880,385)
Less: VAT on sales		(1,859,317,468)	(2,461,172,279)
<b>Net Revenue</b>		<b>82,796,045,993</b>	<b>115,060,731,490</b>
<b>33.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Local sales	33.01.01	80,715,709,393	112,807,329,613
Export sales	33.01.02	695,132,813	843,871,542
		<b>81,410,842,206</b>	<b>113,651,201,155</b>
Add: VAT on sales		1,859,317,468	2,461,172,279
		<b>83,270,159,674</b>	<b>116,112,373,434</b>
<b>33.01.01 Local sales</b>			
MS Rod/Channal/Angle etc.		78,660,185,918	99,702,254,241
MS Billets, scrap and by-products etc.		2,055,523,475	13,105,075,372
		<b>80,715,709,393</b>	<b>112,807,329,613</b>
<b>33.01.02 Export sales</b>			
By Products		526,306,668	658,658,475
Finished Products		168,826,145	185,213,067
		<b>695,132,813</b>	<b>843,871,542</b>
Between 1st July 2023 to 30th June 2024, exports of finished products generated USD 1,408,690 at a volume of 1,847 metric tons. In comparison, during the period from 1st July 2022 to 30th June 2023, exports amounted to USD 1,705,384.64 for 1,978.920 metric tons of goods.			
<b>33.01-A Revenue streams</b>			
Revenue from contracts with customers	33.01.01 & 33.01.02	81,410,842,206	113,651,201,155
		<b>81,410,842,206</b>	<b>113,651,201,155</b>
<b>33.01-B Disaggregation of revenue from contracts with customers (net of VAT)</b>			
<b>Primary geographical markets</b>			
Bangladesh		80,909,985,865	112,992,542,681
China		416,525,361	636,837,574
Singapore		20,160,000	-
India		18,322,374	21,820,900
Malaysia		45,848,606	-
		<b>81,410,842,206</b>	<b>113,651,201,155</b>
<b>Major products lines or services</b>			
Xtreme 500W		45,140,350,855	52,066,557,855
Xtreme 500W-Stirrup		163,892,658	133,139,551
Xtreme 500W-Bend Cut		565,419,454	580,866,353
MS Square Bar		16,607,253,262	15,146,247,502
M.S Angel-Manufactured		10,470,799,430	9,408,783,008
Ribbed Wire Rod		1,895,117,854	1,813,918,416
Others		6,568,008,693	34,501,688,470
<b>Total Revenue from contracts with customers</b>		<b>81,410,842,206</b>	<b>113,651,201,155</b>



Notes to the Financial Statements (Continued)

	Note(s)	01 July 2023 to 30 June 2024 BDT	01 July 2022 to 30 June 2023 BDT
<b>Timing of revenue recognition</b>			
Products transferred at a point in time		81,410,842,206	113,651,201,155
		<b>81,410,842,206</b>	<b>113,651,201,155</b>
<b>33.01-C Contract balances</b>			
The following table provides information about receivables, contract assets and contract liabilities from contracts with customers.			
Receivables, which are included in 'trade and other receivables	12.02	1,960,285,188	5,173,154,158
Contract liabilities	27.00	335,702,895	528,907,843
<b>33.a CONSOLIDATED REVENUE</b>			
Bangladesh Steel Re-Rolling Mills Limited	33.00	82,796,045,993	115,060,731,490
BSRM (Hong Kong) Limited		1,753,556,947	57,564,825
Less: Intra-group elimination		(1,024,104,067)	(56,654,232)
		<b>83,525,498,873</b>	<b>115,061,642,084</b>
<b>34.00 Cost of sales</b>			
Bangladesh Steel Re-Rolling Mills Limited-HO	34.01	72,226,199,061	103,641,114,610
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		2,607,714,397	2,452,375,285
Less: Intra-company sales		(1,600,386,054)	(1,351,880,385)
		<b>73,233,527,404</b>	<b>104,741,609,510</b>
<b>34.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Cost of sales- own production	34.01.01	66,234,781,610	70,794,933,231
Cost of sales- finished goods procured and sold	34.01.02	303,925,572	511,857,618
Cost of sales- scrap and others	34.01.01	1,397,465,843	1,475,536,876
Cost of sales- billet	34.01.01	2,459,348,524	29,138,311,157
Cost of sales- ribbed wire	34.01.03	1,830,677,512	1,720,475,728
		<b>72,226,199,061</b>	<b>103,641,114,610</b>
<b>34.01.01 Cost of sales- own production</b>			
Stock of raw materials-scrap at 1 July		7,146,435,583	20,781,100,472
Purchase during the year		57,582,414,876	63,555,614,354
		<b>64,728,850,459</b>	<b>84,336,714,826</b>
Cost of scrap and others sales		(1,397,465,843)	(1,475,536,876)
Stock of raw materials-scrap at 30 June	11.01	(9,929,830,671)	(7,146,435,583)
<b>Raw materials consumed-scrap</b>		<b>53,401,553,945</b>	<b>75,714,742,367</b>
Factory overhead- Melting Unit	34.02.a	12,567,317,200	15,164,116,042
<b>Cost of billet manufactured</b>		<b>65,968,871,145</b>	<b>90,878,858,408</b>
Stock of billet at 1 July		10,283,223,358	16,153,394,297
<b>Stock of billet available</b>		<b>76,252,094,504</b>	<b>107,032,252,705</b>
Cost of billet sale		(2,459,348,524)	(29,138,311,157)
Stock of billet at 30 June	11.01	(7,628,060,661)	(10,283,223,358)
<b>Billet transferred to Re-Rolling Unit</b>		<b>66,164,685,319</b>	<b>67,610,718,190</b>
Stock of billet at 1 July		960,663,070	1,438,062,514
Purchase during the year		2,522,230	-
Stock of billet at 30 June	11.01	(697,350,613)	(960,663,070)
<b>Billet consumed</b>		<b>66,430,520,005</b>	<b>68,088,117,633</b>
Cost of packing materials		126,156,683	143,893,920
Factory overhead- Rolling Unit	34.02.b	3,207,798,649	2,764,914,287
<b>Cost of Production of finished goods</b>		<b>69,764,475,337</b>	<b>70,996,925,840</b>
Stock of finished goods at 1 July		5,854,026,927	4,903,132,153
Purchase FG for cut and bend during the year		360,959,352	598,019,712
Production cost for cut and bend		493,853,787	373,441,602
Stock of finished goods at 30 June	11.01	(9,898,745,869)	(5,854,026,927)
<b>Goods available for sale</b>		<b>66,574,569,534</b>	<b>71,017,492,380</b>
Own use		(339,787,924)	(222,559,149)
<b>Cost of sales- own production</b>		<b>66,234,781,610</b>	<b>70,794,933,231</b>



Notes to the Financial Statements (Continued)

	Note(s)	01 July 2023 to 30 June 2024 BDT	01 July 2022 to 30 June 2023 BDT
<b>34.01.02 Cost of sales- finished goods procured and sold</b>			
Stock of finished goods at 1 July		180,369,327	288,201,338
Finished goods imported		254,891,938	347,875,468
Finished goods purchased locally		226,921,388	121,234,521
<b>Available for sale/consumption</b>		<b>662,182,652</b>	<b>757,311,327</b>
Stock of finished goods at 30 June	11.01	(250,010,765)	(180,369,327)
Goods used by the company		(108,246,316)	(65,084,383)
<b>Cost of sales- finished goods procured and sold</b>		<b>303,925,572</b>	<b>511,857,618</b>
<b>34.01.03 Cost of sales- Ribbed Wire</b>			
Stock of raw materials-Ribbed Wire at 1 July		20,716,402	519,894,265
Purchase during the year		2,334,547,659	1,276,055,928
Stock of raw materials-Ribbed Wire at 30 June	11.01	(390,989,788)	(20,716,402)
<b>Raw materials consumed-Wire Rod</b>		<b>1,964,274,274</b>	<b>1,775,233,790</b>
Cost of Packing Materials		3,396,323	3,358,796
Factory overhead	34.02.c	75,798,277	69,377,266
<b>Cost of billet manufactured</b>		<b>2,043,468,874</b>	<b>1,847,969,852</b>
Stock of finished goods at 01 July		60,247,422	131,872,078
Stock of finished goods at 30 June	11.01	(96,850,707)	(60,247,422)
<b>Goods available for sale</b>		<b>2,006,865,589</b>	<b>1,919,594,509</b>
(Own use)/ Transfer		(3,107,714)	967,673
Transfer to rolling unit for binding		(173,080,363)	(200,086,453)
<b>Cost of sales- Ribbed Wire</b>		<b>1,830,677,512</b>	<b>1,720,475,728</b>
<b>34.02 Factory overhead</b>			
Factory overhead- Melting Unit	34.02.a	12,567,317,200	15,164,116,042
Factory overhead- Rolling Unit	34.02.b	3,207,798,649	2,764,914,287
Factory overhead- Ribbed Wire	34.02.c	75,798,277	69,377,266
		<b>15,850,914,126</b>	<b>17,998,407,595</b>
<b>34.02.a Factory overhead- Melting Unit</b>			
Salary and allowances		692,682,957	655,263,362
Casual Wages		236,340,752	313,308,569
Consumption of electrical stores		82,029,053	77,116,787
Consumption of general stores		41,218,842	37,195,443
Consumption of mechanical stores		247,519,468	279,453,880
Conveyance expenses		26,062,367	21,889,857
Depreciation	5.01	958,386,537	962,598,829
Direct materials consumed		3,132,227,443	4,540,195,619
Entertainment		17,695,498	15,786,997
Fees and renewals		8,398,922	3,261,697
Fuel and lubricants		304,674,293	379,143,188
Gas		89,185,717	75,896,379
Gratuity expenses		42,816,735	40,841,690
Guest house expenses		554,556	691,936
Guest house rent		1,953,284	1,477,350
Materials and finished goods handling charges		340,683,166	367,656,508
Medical expenses		8,294,422	7,323,023
Motor vehicle expenses		7,294,934	7,477,120
Postage and telegram		1,830	3,850
Power (factory)		6,122,471,569	7,145,506,824
Printing and stationery		479,463	307,975
Repairs and maintenance		49,001,612	56,931,603
Scrap Processing Expenses		60,535,722	68,862,953
Slag Processing Expenses		21,574,038	32,281,110
Travelling expenses		1,018,446	2,088,453
Testing Charges		546,612	542,529
Water bill- WASA		134,112	112,497
Depreciation- Right-of-use assets	31.00	29,745,773	25,284,224
Insurance expenses		17,435,175	21,478,680
Rent		26,353,904	24,137,111
		<b>12,567,317,200</b>	<b>15,164,116,042</b>





Notes to the Financial Statements (Continued)

		01 July 2023 to 30 June 2024	01 July 2022 to 30 June 2023
	Note(s)	BDT	BDT
<b>34.02.b Factory overhead- Rolling Unit</b>			
Salary and allowances		264,182,349	239,538,610
Casual Wages		46,704,132	39,383,356
Consumption of electrical stores		46,391,745	41,796,791
Consumption of general stores		29,236,719	21,315,114
Consumption of mechanical stores		205,739,765	193,041,551
Conveyance expenses		7,481,508	5,815,488
Depreciation	5.01	549,379,277	550,441,446
Other materials consumed		28,540,150	35,184,381
Entertainment		3,670,485	3,524,014
Fees and renewals		1,267,679	302,263
Fuel and lubricants		103,271,723	106,811,292
Gas		710,338,875	464,913,073
Gratuity expenses		23,006,814	21,140,229
Guest house expenses		236,544	122,363
Guest house rent		757,775	1,451,863
Insurance expenses		9,059,232	9,216,871
Materials and finished goods handling charges		321,093,980	269,064,368
Medical expenses		2,881,754	2,744,053
Motor vehicle expenses		3,247,323	2,487,190
Postage and telegram		7,380	6,040
Power (factory)		721,359,932	645,886,459
Printing and stationery		110,516	629,107
Rent		2,366,872	2,662,371
Repairs and maintenance		34,687,717	35,626,064
Travelling expenses		727,043	947,832
Testing Charges		806,069	338,988
Water bill- WASA		156,679	632,535
Consumption of MS Roll		75,778,382	54,853,251
Depreciation- Right-of-use assets	31.00	15,310,234	15,037,324
		<b>3,207,798,649</b>	<b>2,764,914,287</b>
<b>34.02.c Factory overhead- Ribbed Wire</b>			
Carrying charges		5,315	6,335
Consumption electrical stores		494,288	591,187
Consumption general stores		1,317,272	1,053,521
Consumption of Mechanical Stores		1,563,733	1,701,189
Conveyance expenses		652,964	597,024
Depreciation	5.01	2,751,867	2,684,465
Entertainment		417,021	337,628
Fuel and Lubricants		410,081	430,782
Gratuity expenses		3,028,245	3,256,239
Materials and finished goods handling charges		4,388,134	3,995,492
Medical expenses		863,873	584,022
Motor vehicles expenses		222,000	221,000
Postage and telegram		370	1,726
Power		5,726,122	4,748,325
Printing and stationery		41,338	24,412
Repairs and Maintenance		881,601	730,450
Salaries and allowances		48,696,737	43,917,331
Casual Wages		3,916,002	4,004,178
Testing Charges		344,898	362,259
Travelling expenses		54,800	109,319
Water bill-WASA		21,616	20,384
		<b>75,798,277</b>	<b>69,377,266</b>
<b>34.a CONSOLIDATED COST OF SALES</b>			
Bangladesh Steel Re-Rolling Mills Limited	34.00	73,233,527,404	104,741,609,510
BSRM (Hong Kong) Limited		1,706,150,500	56,273,740
Less: Intra-group elimination		(1,024,104,067)	(56,654,232)
		<b>73,915,573,837</b>	<b>104,741,229,019</b>



Notes to the Financial Statements (Continued)

		01 July 2023 to 30 June 2024	01 July 2022 to 30 June 2023
	Note(s)	BDT	BDT
<b>35.00 Selling and distribution costs</b>			
Bangladesh Steel Re-Rolling Mills Limited-HO	35.01	1,879,153,149	1,151,403,348
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<u>1,879,153,149</u>	<u>1,151,403,348</u>
<b>35.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>		258,652,764	219,980,728
Salary and allowances		115,717,704	165,941,975
Advertisement		3,977,032	918,643
Bad debt		176,525	189,057
Professional and legal expenses		21,072,095	46,826,465
Sales promotion expenses		1,061,682,580	155,531,344
Brokerage and commission		91,870,244	81,903,904
Marketing expenses		106,395,154	246,240,875
Carriage on sales		192,561	174,503
Communication expenses		821,559	805,775
Conveyance expenses		44,143,629	45,168,412
Depreciation	5.01	12,223,794	10,751,410
Electricity expenses		298,461	337,707
Entertainment		42,680,183	38,498,116
Finished goods handling charges		4,509,705	7,039,014
Export charges		742,273	559,287
Repair & maintenance		257,940	175,543
Fees and renewals		1,062,641	4,469,454
Godown rent		2,299,018	1,548,657
Medical expenses		15,666,576	14,533,312
Motor cycle expenses		2,951,343	3,121,557
Printing and stationeries expenses		73,555,031	86,612,687
Royalty expenses	35.02	3,165,869	2,958,874
Testing charges		3,383,838	3,074,239
Travelling expenses		7,895,789	4,875,526
Depreciation- Right-of-use assets	31.00	3,758,841	9,166,285
Gratuity expenses		<u>1,879,153,149</u>	<u>1,151,403,348</u>
<b>35.02</b> BSRM 'Xtreme 500W' has been officially registered under the ownership of 'H. Akberali & Co. Limited' (HACL) with the Department of Patents, Designs, and Trademarks of the Government of Bangladesh, in accordance with section 20(2) of the Trademark Act 2009. Pursuant to the provisions of the Trademark License Agreement, which became effective from January 1st, 2016, the company paid royalty fee of Tk. 150 per metric ton for the quantified volume of goods sold.			
<b>35.a CONSOLIDATED SELLING AND DISTRIBUTION COSTS</b>			
Bangladesh Steel Re-Rolling Mills Limited	35.00	1,879,153,149	1,151,403,348
BSRM (Hong Kong) Limited		-	-
		<u>1,879,153,149</u>	<u>1,151,403,348</u>
<b>36.00 Administrative costs</b>			
Bangladesh Steel Re-Rolling Mills Limited-HO	36.01	747,629,076	805,597,291
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		280,965,968	259,785,668
		<u>1,028,595,044</u>	<u>1,065,382,960</u>
<b>36.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>		326,498,997	300,931,792
Salaries and allowances		166,500,000	166,500,000
Directors' remuneration	36.02	504,924	831,402
Advertisement expenses		1,308,500	1,277,500
Audit fees		319,000	209,000
Board meeting expenses		4,128,569	5,880,479
Conveyance expenses		47,041	49,641
Insurance expenses		81,528,720	159,685,145
CSR expenses		12,510,985	9,664,999
Depreciation	5.01	8,059,529	7,078,893
Amortisation	7.01	369,816	477,421
Donation and subscriptions		15,130,018	13,192,748
Entertainment		21,680,018	29,954,790
Fees and renewals		660,757	1,101,906
Generator and fuel expenses			



Notes to the Financial Statements (Continued)

	Note(s)	01 July 2023	01 July 2022
		to 30 June 2024	to 30 June 2023
		BDT	BDT
Guest house expenses		1,310,680	1,466,096
Land revenue, municipal tax		4,433,655	2,088,269
Legal expenses		141,500	725,476
Medical expenses		5,740,984	7,543,365
Motor vehicle expenses		19,788,529	14,850,526
Office expenses		799,455	1,130,376
Postage expenses		422,646	449,064
Printing expenses		4,637,856	5,267,858
Professional expenses		14,963,340	10,380,294
Rent (office, depot and others)		2,734,776	2,065,463
Repair and maintenance		5,808,593	13,136,994
Telephone expenses		5,097,327	4,370,644
Internet expenses		2,386,336	2,620,315
Training expenses		5,644,289	4,898,916
Travelling expenses		7,305,798	7,572,964
Utility expenses		3,556,084	3,193,969
Gratuity expenses		15,217,334	19,245,242
Depreciation- Right-of-use assets	31.00	8,393,020	7,755,746
		<b>747,629,076</b>	<b>805,597,291</b>

**36.02 Directors' remuneration**

Details of directors' remuneration paid during the year are as follows:

Director's Name	Designation	Gross remuneration	Income tax deducted	Net paid
Mr. Alihussain Akberali	Chairman	66,000,000	16,500,000	49,500,000
Mr. Aameir Alihussain	Managing Director	64,500,000	16,125,000	48,375,000
Mr. Zohair Taherali	Director	28,500,000	7,125,000	21,375,000
Mrs. Sabeen Aameir	Director	7,500,000	1,500,000	6,000,000
		<b>166,500,000</b>	<b>41,250,000</b>	<b>125,250,000</b>

In addition to remuneration, directors avail company vehicles for transportation purposes. These key management personnel are not entitled to any other benefits. No amount is lying as receivable from the directors.

**36.a CONSOLIDATED ADMINISTRATIVE COSTS**

Bangladesh Steel Re-Rolling Mills Limited	36.00	1,028,595,044	1,065,382,960
BSRM (Hong Kong) Limited		26,593,449	17,797,542
		<b>1,055,188,493</b>	<b>1,083,180,502</b>

**37.00 Other operating income**

Bangladesh Steel Re-Rolling Mills Limited-HO	37.01	40,722,373	57,004,743
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<b>40,722,373</b>	<b>57,004,743</b>

**37.01 Bangladesh Steel Re-Rolling Mills Limited-HO**

Late payment charge		8,598,571	6,101,058
Other item sales		26,590,882	42,234,920
Gain/(loss) on sale of PPE		5,532,920	8,668,765
		<b>40,722,373</b>	<b>57,004,743</b>

**37.a CONSOLIDATED OTHER OPERATING INCOME**

Bangladesh Steel Re-Rolling Mills Limited	37.00	40,722,373	57,004,743
BSRM (Hong Kong) Limited		-	21,136,619
		<b>40,722,373</b>	<b>78,141,362</b>

**38.00 Finance costs**

See accounting policy in note 4.18

Bangladesh Steel Re-Rolling Mills Limited-HO	38.01	1,433,893,259	4,969,241,441
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		34,056,510	15,526,667
		<b>1,467,949,769</b>	<b>4,984,768,109</b>



Notes to the Financial Statements (Continued)

		01 July 2023 to 30 June 2024	01 July 2022 to 30 June 2023
	Note(s)	BDT	BDT
<b>38.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Interest on LATR		80,635,322	39,906,013
Interest on Demand and Time loan		1,733,073,470	694,856,243
Interest on Overdraft		377,121,201	204,653,737
Interest on Term loan		6,569,264	69,592,078
Bank charges		32,110,781	44,381,399
Bank guarantee commission		909,532	6,479,780
Agency fee		2,300,000	4,025,000
Interest on balance due to inter companies		139,240,351	154,335,402
Interest on balance due from inter companies		(470,316,718)	(292,671,069)
Interest on stimulus fund		-	18,664,414
Interest on lease liabilities	31.00	12,092,924	13,440,084
Foreign currency exchange rate fluctuation (gain)/loss	38.02	(479,842,868)	4,011,578,360
		<u>1,433,893,259</u>	<u>4,969,241,441</u>
<b>38.02 Foreign currency exchange loss/(gain)</b>			
Realized foreign currency transaction loss/(gain)		(1,057,282,177)	2,738,343,907
Unrealized foreign currency translation loss/(gain)		577,439,309	1,273,234,453
		<u>(479,842,868)</u>	<u>4,011,578,360</u>
<b>Foreign currency transaction loss/(gain)</b>			
This represents net gain on transaction in foreign currency during the year.			
<b>Foreign currency translation loss/(gain)</b>			
This represents net gain on translation of foreign currencies into Bangladeshi Taka at the rate prevailing on reporting date.			
<b>38.a CONSOLIDATED FINANCE COSTS</b>			
Bangladesh Steel Re-Rolling Mills Limited	38.00	1,467,949,769	4,984,768,109
BSRM (Hong Kong) Limited		11,912,784	438,474
		<u>1,479,862,553</u>	<u>4,985,206,582</u>
<b>39.00 Finance income</b>			
See accounting policy in note 4.18			
Bangladesh Steel Re-Rolling Mills Limited-HO	39.01	96,700,838	130,989,163
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<u>96,700,838</u>	<u>130,989,163</u>
<b>39.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
Interest income on STD		6,822,082	17,871,435
Interest income from FDR		89,878,756	113,117,728
		<u>96,700,838</u>	<u>130,989,163</u>
<b>39.a CONSOLIDATED FINANCE INCOME</b>			
Bangladesh Steel Re-Rolling Mills Limited	39.00	96,700,838	130,989,163
BSRM (Hong Kong) Limited		-	-
		<u>96,700,838</u>	<u>130,989,163</u>
<b>40.00 Non-operating income</b>			
Bangladesh Steel Re-Rolling Mills Limited-HO	40.01	59,165,883	53,904,610
Bangladesh Steel Re-Rolling Mills Limited-Kolkata Branch		-	-
		<u>59,165,883</u>	<u>53,904,610</u>
<b>40.01 Bangladesh Steel Re-Rolling Mills Limited-HO</b>			
PF forfeiture		671,335	148,933
Rental income		58,494,548	53,755,677
		<u>59,165,883</u>	<u>53,904,610</u>
<b>40.a CONSOLIDATED NON-OPERATING INCOME</b>			
Bangladesh Steel Re-Rolling Mills Limited	40.00	59,165,883	53,904,610
BSRM (Hong Kong) Limited		-	-
		<u>59,165,883</u>	<u>53,904,610</u>



Notes to the Financial Statements (Continued)

	Note(s)	01 July 2023 to 30 June 2024 BDT	01 July 2022 to 30 June 2023 BDT
<b>41.00 Share of (loss)/profit of equity accounted investees (Net of tax)</b>			
Share of profit of subsidiary (BSRM HK)	41.01	8,192,279	3,993,734
Share of profit of associate (BSL)	41.02	1,184,090,610	929,227,311
		<b>1,192,282,889</b>	<b>933,221,045</b>
<b>41.01 Share of profit of subsidiary (BSRM HK)</b>			
Net profit/(loss) attributable to the shareholders' of BSRM (HK)		8,192,279	3,993,734
Percentage of holding		100%	100%
Net profit attributable to BSRM Ltd.		<b>8,192,279</b>	<b>3,993,734</b>
<b>41.02 Share of profit of associate (BSL)</b>			
Net profit attributable to the shareholders' of BSL		3,796,573,089	2,979,399,870
Percentage of holding		31.19%	31.19%
Net profit attributable to BSRM Ltd.		<b>1,184,090,610</b>	<b>929,227,311</b>
<b>41.03 Share of other comprehensive income of associate (BSL) (Net of tax)</b>			
Other comprehensive income attributable to the shareholders' of BSL		-	(225,504,000)
Percentage of holding		31.19%	31.19%
Other comprehensive income attributable to BSRM Ltd.		<b>-</b>	<b>(70,331,102)</b>
<b>42.00 Earnings per share (EPS)</b>			
See accounting policy in note 4.22			
<b>42.01 Basic EPS</b>			
Profit attributable to the ordinary shareholders		4,323,286,286	2,913,565,175
Number of ordinary shares at the year end		298,584,626	298,584,626
Weighted average no. of shares outstanding during the year (Nos.)		<b>298,584,626</b>	<b>298,584,626</b>
		<b>14.48</b>	<b>9.76</b>
<b>42.a CONSOLIDATED EARNING PER SHARE</b>			
Net profit after tax attributable to owners of the company (Taka)		4,323,286,286	2,913,565,175
Number of ordinary shares at the period end		298,584,626	298,584,626
Weighted average number of ordinary shares outstanding during the year (Nos.)		<b>298,584,626</b>	<b>298,584,626</b>
		<b>14.48</b>	<b>9.76</b>
Earning per share (EPS) has been computed by dividing the basic earnings by the number of ordinary shares outstanding as of 30 June 2024 in terms of International Accounting Standard (IAS-33).			
	Note(s)	30 June 2024 BDT	30 June 2023 BDT
<b>43.00 Net asset value per share (NAV)</b>			
Total assets		99,365,998,135	103,961,087,600
Total liabilities		(54,561,697,005)	(62,022,922,201)
<b>Net asset value (NAV)</b>		<b>44,804,301,130</b>	<b>41,938,165,399</b>
Number of ordinary shares outstanding during the year		298,584,626	298,584,626
		<b>150.06</b>	<b>140.46</b>
<b>43.a CONSOLIDATED NET ASSET VALUE PER SHARE (CNAV)</b>			
Total assets		99,574,590,156	104,042,098,497
Total liabilities		(54,770,289,026)	(62,103,933,098)
<b>Consolidated net asset value (CNAV)</b>		<b>44,804,301,129</b>	<b>41,938,165,398</b>
Less: Non-controlling interest		-	-
Assets attributable to owners of the company		44,804,301,129	41,938,165,398
Number of ordinary shares outstanding during the year		298,584,626	298,584,626
		<b>150.06</b>	<b>140.46</b>
<b>44.00 Net operating cash flow per share</b>			
Net operating cash flow		4,146,221,911	3,205,332,854
Number of ordinary shares outstanding during the year		298,584,626	298,584,626
Net operating cash flow per share		<b>13.89</b>	<b>10.74</b>
<b>44.a CONSOLIDATED NET OPERATING CASH FLOW PER SHARE</b>			
Consolidated net operating cash flow		4,018,801,279	3,052,654,301
Number of ordinary shares outstanding during the year		298,584,626	298,584,626
Net operating cash flow per share		<b>13.46</b>	<b>10.22</b>



Notes to the Financial Statements (Continued)

Note(s)	01 July 2023 to 30 June 2024 BDT	01 July 2022 to 30 June 2023 BDT
<b>45.00 Reconciliation of net income with cash flows from operating activities:</b>		
Net Profit before Tax	6,291,865,426	4,107,125,783
<b>Adjustments to reconcile net income with cash flows from operating activities:</b>		
Amortisation	8,059,529	7,078,893
Gain/(loss) on sale of PPE	(5,532,920)	(8,668,765)
Depreciation	1,567,564,928	1,570,558,151
Depreciation on right-of-use-assets	61,344,816	52,952,820
Interest on finance lease	12,092,924	13,440,084
Unrealized foreign currency translation loss/(gain)	5,661,554	1,271,505,355
Share of (loss)/profit of equity accounted investee, net of tax	<u>(1,192,282,889)</u>	<u>(933,221,045)</u>
	<b>456,907,942</b>	<b>1,973,645,493</b>
<b>(Increase)/decrease in current assets:</b>		
Trade and other receivables	3,162,496,894	(3,194,588,013)
Advances and deposits	(5,439,841,728)	1,136,843,495
<b>Increase/(decrease) in current liabilities:</b>		
Trade payables	206,271,730	22,589,903
Other liabilities	(6,025,988)	(75,774,434)
Defined benefit obligations - gratuity	(23,023,666)	1,588,775
Advance against sales	(193,204,948)	210,251,954
Liabilities for expenses	10,244,539	100,351,892
Provision for WPPF and Welfare Fund	98,265,842	(9,613,424)
	<u>(2,184,817,326)</u>	<u>(1,808,349,851)</u>
Income tax paid	(417,734,131)	(1,067,088,571)
<b>Net cash flow from operating activities</b>	<b>4,146,221,911</b>	<b>3,205,332,854</b>
<b>45.a Reconciliation of consolidated net income with cash flows from operating activities:</b>		
Net profit before tax	6,292,573,360	4,107,323,738
<b>Adjustments to reconcile net income with cash flows from operating activities:</b>		
Amortisation	8,059,529	7,078,893
Gain/(loss) on sale of PPE	(5,532,920)	(8,668,765)
Depreciation & Amortization of ROU Assets	1,567,578,968	1,624,171,540
Interest on finance lease	12,092,924	13,440,084
Unrealized foreign currency translation loss/(gain)	5,661,554	1,271,505,355
Consolidation impact	52,492,671	8,901,985
Share of (loss)/profit of equity accounted investee, net of tax	<u>(1,184,090,610)</u>	<u>(929,227,311)</u>
	<b>456,262,117</b>	<b>1,987,201,781</b>
<b>(Increase)/decrease in current assets:</b>		
Trade and other receivables	3,160,305,257	(3,194,588,013)
Advances and deposits	(5,572,451,083)	970,324,228
<b>Increase/(decrease) in current liabilities:</b>		
Trade payables	206,271,730	22,589,903
Other liabilities	(6,025,988)	(75,774,434)
Defined benefit obligations - gratuity	(23,023,666)	1,588,775
Advance against sales	(193,204,948)	210,251,954
Liabilities for expenses	19,204,219	100,438,363
Provision for WPPF and Welfare Fund	98,265,842	(9,613,424)
	<u>(2,310,658,638)</u>	<u>(1,974,782,647)</u>
Income tax paid	(419,375,560)	(1,067,088,571)
<b>Net cash flow from operating activities</b>	<b>4,018,801,279</b>	<b>3,052,654,301</b>



Notes to the Financial Statements (Continued)

46.00 Related party transactions

46.01 Transactions with key management personnel

Name of personnel	Relationship	Nature of transactions	Transactions values for the year ended 30 June		Balance outstanding as at 30 June	
			2024	2023	2024	2023
Mr. Alihussain Akberali	Chairman	Remuneration and other benefits	66,356,294	66,286,000	-	-
Mr. Aameir Alihussain	Managing Director		64,987,308	64,522,000	-	-
Mr. Zohair Taherali	Director		29,509,760	29,261,000	-	-
Mrs. Sabeen Aameir	Director		7,515,000	7,522,000	-	-
			<b>168,368,362</b>	<b>167,591,000</b>	-	-

46.02 Other related party transactions

During the year the company carried out a number of transactions with related parties in the normal course of business and on arm's length basis. The name of the related parties, nature of relationship, nature of transactions, transactions value at the reporting date and balance as at reporting date have been set out in accordance with the provisions of IAS 24: Related Party Disclosures.

Name of the party	Relationship	Nature of transactions	Transactions during the year		Balance outstanding as at 30 June	
			Addition	Adjustment	2024	2023
BSRM Hong Kong Limited	Subsidiary	Short Term Finance	592,083	-	14,329,439	13,737,356
		Investment	11,181,933	8,467,200	81,011,175	78,296,442
		Purchase	932,804,169	932,804,169	-	-
BSRM Steels Limited	Associate	Short Term Finance	157,670,373,818	157,670,373,818	-	-
		Purchase	650,743,660	690,456,501	(39,902,983)	(190,142)
		Rental Income	49,330,644	49,330,644	-	-
		Sales Revenue	3,066,265,759	5,789,779,379	-	2,723,513,620
		Investment	1,201,065,220	293,133,975	9,504,582,118	8,596,650,873
BSRM Wires Limited		Short Term Finance	4,658,613,359	5,060,141,184	1,799,559,352	2,201,087,177
		Purchase	86,422,878	88,045,032	(1,711,300)	(89,147)
		Investment	-	-	164,500,000	164,500,000
		Sales Revenue	3,964,983	3,613,599	467,432	116,048
BSRM Logistics Limited		Short Term Finance	190,650,000	315,724,185	307,791,127	432,865,312
		Purchase	508,359,291	501,450,510	(24,343,751)	(31,252,532)
		Rental Expenses	828,000	828,000	-	-
		Rental Income	4,446,000	4,446,000	-	-
		Sales Revenue	2,564,162	1,780,917	783,245	-
Chittagong Power Company Limited	Sister Company	Short Term Finance	1,317,980	17,980	543,737,926	542,437,926
		Land Purchase	106,341,760	106,341,760	-	-
		Rental expenses	4,140,000	4,140,000	-	-
Karnafully Engineering Works Limited		Short Term Finance	8,716,060	8,716,060	-	-
		Rental expenses	24,150,000	24,150,000	-	-
H. Akber Ali & Co. Limited		Short Term Finance	704,537,257	755,787,831	-	51,250,574
		Royalty Expenses	81,420,682	73,555,031	-	(7,865,651)
		Rental Expenses	18,034,502	18,034,502	-	-
		Sales Revenue	1,081,385	1,034,544	46,841	-
BSRM Ispat Limited		Short Term Finance	103,713,502	146,278,000	952,238,804	994,803,302
		Land Purchase	239,186,640	239,186,640	-	-
BSRM Real Estat Ltd.		Short Term Finance	11,000	11,000	-	-



Notes to the Financial Statements (Continued)

Name of the party	Relationship	Nature of transactions	Transactions during the year		Balance outstanding as at 30 June	
			Addition	Adjustment	2024	2023
BSRM Metals Limited	Sister Company	Short Term Finance	40,000	40,000	-	-
Bangladesh Agricultural		Sales Revenue	99,220	91,820	-	(7,400)
		Purchase	777,371	819,356	(41,985)	-
Bangladesh Steels Limited		Rental expenses	9,273,600	9,273,600	-	-
BMS Steels Limited		Investment	3,142,800		49,745,621	46,602,821
<b>Total</b>			<b>170,344,189,719</b>	<b>172,797,853,236</b>	<b>13,352,795,085</b>	<b>15,806,458,601</b>

**47.00 Contingent liabilities**

See accounting policy in note 4.14

Contingent liabilities at the reporting date are as follows:

**47.01 Bank guarantee**

Note(s)	30 June 2024 BDT	30 June 2023 BDT
Karnaphuli Gas Distribution Co. Limited	185,255,305	179,770,837
Bakhrabad Gas System	3,575,532	-
Customs authority	29,634,740	29,634,740
Aviation Dhaka Consortium	26,572,200	-
Chittagong Port	428,214	428,214
Pioneer Insurance Company Ltd.	1,000,000	1,000,000
Green Delta Insurance Co. Ltd.	1,000,000	1,000,000
Global insurance Ltd	500,000	500,000
United Insurance Co Limited	2,000,000	2,000,000
Madina Maritime Ltd	-	10,000,000
Comptroller of Export & Import	20,012,983	47,701,169
IHI-SMCC Joint Venture	-	64,621,653
	<b>269,978,974</b>	<b>336,656,613</b>

**47.02 Corporate guarantee**

The company has a policy to extend corporate guarantee for the financial arrangements of the sister companies within the Group. The guarantee is issued to sister companies without any fee or premium. In addition, there is no interest rate benefit for the borrower as a result of the said guarantee. At the reporting date, status of such guarantees were as follows:

**Maximum limit in million**

		30 June 2024	30 June 2023
BSRM Steels Limited	L/C liability	3,560	13,233
BSRM Wires Limited	L/C liability	-	3,000
H. Akberali & Co. Limited	L/C liability	1,370	-
		<b>4,930</b>	<b>16,233</b>

The company has not recognized a liability in respect of the financial guarantees as no liability is expected to arise, hence disclosed as a contingent liability where there is a present obligation but payment is not probable. The associated companies are in strong position to settle their financial obligations with the banks and financial institutions with no history of defaulting on their respective obligations. This is further supported by their respective credit ratings which is as follows:

	Credit rating	
	30 June 2024	30 June 2023
BSRM Steels Limited	AA+	AA+
BSRM Wires Limited	A-	A-
H. Akberali & Co. Limited	A+	A+





Notes to the Financial Statements (Continued)

**47.03 Status of pending litigation with the Valued Added Tax (VAT) authority:**

Subject matter	Current status
Claimed by VAT Commissionerate Office against Duty Drawback from 01 January 2015 to 31 August 2018.	At High Court (VAT Revision No 50 of 2021) (Appellate Tribunal Nothi No CEVT/Case(VAT)-55/2019).
Claimed by VAT Commissionerate Office against Duty Drawback from 01 September 2018 to 31 December 2018	At High Court (VAT Revision No 49 of 2021) (Appellate Tribunal Nothi No CEVT/Case(VAT)-56/2019).
Trade VAT of K. Rahman warehouse regarding sale of wastage items (packing materials).	At High Court (VAT Revision No 33 of 2021) (Appellate Tribunal Nothi No CEVT/Case(VAT)-72/2019, Demand No 54/2019) for a demand of BDT 322,566.
Claim by VAT Commissionerate office against export of January 2019 to garments and projects.	At High Court (VAT Appeal No 62 of 2021) (Appellate Tribunal Nothi No CEVT/Case(VAT)-02/2020, Demand No 152/2019/4861 dated 04.12.2019).

**48.00 Capital expenditure commitment**

The Company has no capital expenditure commitment at the reporting date.

**49.00 Production capacity**

**(i) MS product- finished**

Installed Capacity (In M.Ton)  
Production (In M.Ton)  
Capacity utilized (%)

	30 June 2024	30 June 2023
Installed Capacity (In M.Ton)	800,000	800,000
Production (In M.Ton)	846,174	852,042
Capacity utilized (%)	105.77%	106.51%

**(ii) MS billet**

Installed Capacity (In M.Ton)  
Production (In M.Ton)  
Capacity utilized (%)

Installed Capacity (In M.Ton)	1,300,000	1,012,000
Production (In M.Ton)	870,748	1,159,153
Capacity utilized (%)	66.98%	114.54%

**(iii) Wires Unit**

Installed Capacity (In M.Ton)  
Production (In M.Ton)  
Capacity utilized (%)

Installed Capacity (In M.Ton)	24,000	24,000
Production (In M.Ton)	19,860	18,834
Capacity utilized (%)	82.75%	78.47%

**50.00 No. of employees**

Number of employees whose salary was below Tk. 3,000  
Number of employees whose salary was above Tk. 3,000

Number of employees whose salary was below Tk. 3,000	-	-
Number of employees whose salary was above Tk. 3,000	1,978	1,932
	1,978	1,932

The above mentioned number of employees represent employees working at the company (i.e. Parent Company) only.

**51.00 Financial summary of Kolkata Branch office on 30 June 2024 as per audited financial statements:**

	30 June 2024	30 June 2023
	INR	INR
Non-current assets	3,223,608	3,352,615
Current assets	438,694,771	293,509,007
<b>Total assets</b>	<b>441,918,379</b>	<b>296,861,622</b>
Head Office Account	(113,920,330)	(86,417,292)
Retained earnings	244,459,244	197,585,528
	<b>130,538,914</b>	<b>111,168,236</b>
Non-current liabilities	288,422,205	135,537,049
Current liabilities	22,957,260	50,156,337
<b>Total liabilities</b>	<b>311,379,465</b>	<b>185,693,386</b>
<b>Total equity &amp; liabilities</b>	<b>441,918,379</b>	<b>296,861,622</b>
Revenue	2,226,556,672	2,162,420,297
Expenses	(2,179,682,955)	(2,136,012,232)
<b>Profit for the year</b>	<b>46,873,717</b>	<b>26,408,065</b>



**Notes to the Financial Statements (Continued)**

**51-A Events after the reporting period**

The Board of Directors of the Bangladesh Steel Re-Rolling Mills Limited at its 451<sup>st</sup> meeting held on 22 October 2024 recommended a final cash dividend amounting to BDT 1,045,046,191 being 35% of the paid up capital (i.e. BDT 3.50 Per Share) for the year ended 30 June 2024. This dividend is subject to final approval by the shareholders at the forthcoming annual general meeting of the Company.

**51-B Minimum amount to be distributed as dividend as per tax law**

As per Section 22 of ITA 2023, as a listed company, BSRM Limited shall declare and distribute at least 30% of its net profit after tax as dividend (as per section 22 stock and cash) to its shareholders, otherwise 10% tax shall be imposed on the total amount of retained earnings, fund, reserve or surplus transferred during the period.

**Distributable Profit**

Net profit after tax	4,323,286,286
Un-realized share of profit from Associates under equity method	(1,192,282,889)
Realized profit from Associates as dividend received during this year	293,133,975
Distributable profit for the year	<b>3,424,137,372</b>
<b>Rate Minimum dividend on current year's profit</b>	<b>30%</b>
Minimum Dividend payable during the year u/s 22 of the ITA 2023	1,027,241,212
Interim dividend paid during the year	-
<b>Net Minimum dividend payable</b>	<b>1,027,241,212</b>
Paid up share capital	2,985,846,260
<b>Applicable Minimum Rate of Final Dividend</b>	<b>34.40%</b>

The Net Profit after tax of Tk.4,323,286,286 includes Tk. 1,192,282,889 which is "share of profit of equity accounted investees". This Tk. 1,192,282,889 is an unrealized gain but included in the profit and loss statement as per International Accounting Standards-28: Investments in Associates and Joint Ventures. As dividend cannot be declared and distributed from the unrealized gain/profit, hence Tk. 1,192,282,889 has been excluded in computing distributable profit for this year. Again dividend declared and received from associate company of Tk. 293,133,975 is not included in profit of Tk. 4,323,286,286. As this declared and distributed dividend by the Associated Company is realized gain for the company and hence Tk. 293,133,975 has been included while computing distributable profit for the year.



**Notes to the Financial Statements (Continued)**

**52.00 Segment Reporting**

**Determining Reportable Segments:**

The Company is based in Bangladesh and produces and distributes M.S. products. The company has a branch office in India and a 100% owned subsidiary in Hong Kong. None of these units/any other brands contributes more than 10% of the total operating performance in the group in terms of revenue, profit, or assets.

**Information about Profit or loss, assets, and liabilities:**

The Company generates its revenue from the domestic and export sale of M.S. products. In 2024, the total revenue amounted to BDT 82,796.05 million, while in the previous year, it was BDT 115,060.73 million. It's worth a very insignificant portion of non-current assets outside of Bangladesh

The Company achieved revenue from a single external customer was BDT 1,302.82 million in 2023-2024 and BDT 1399.37 million in the previous year.

The main focus of the Company's business is manufacturing and selling M.S Rod in Bangladesh, although the Company has a variety of differentiated SKU in M.S Rod that are included below:

- 1) Xtreme 500W
- 2) Xtreme 500W-Stirrup
- 3) Xtreme 500W-Bend Cut
- 4) Xtreme 500W -Trading
- 5) ULTIMA 420D-Bend Cut
- 6) MS Square Bar
- 7) M.S Angel-Manufactured
- 8) Ribbed Wire Rod
- 9) M.S Channel-Manufactured

The internal reporting system and operations are not tracked any grade/ brand wise. As a result, company does not allocate any assets, liabilities, interest expense, tax expense, or non-recurring gains and losses etc. separately to any reportable segments. Hence, it is difficult to accurately segment the company's financial results by grade /brand.

In addition to manufacturing M.S Rod, the Company also exports APC Dust (Zinc Ash) outside of Bangladesh. However, this contributes to less than 10% of the gross and net turnover. Further, details on the breakdown of sales, including M.S Rod and export sales, can be found in Note 33.00

**Information about Geographical Areas (BDT in Million):**

Particulars	Country of domicile	Foreign countries	Total
Revenue-External Customers	80,716	695	81,411
Non-Current Assets	47,112	82	47,194

**53.00 Tax calculation of the Kolkata Branch:**

As of June 30th, 2024, the income tax expense for the Kolkata operation has decreased compared to the previous year. Under the Indian Income Tax Act, a return is to be submitted based on the Financial Statements for the year ended on March 31st of every year, starting from April 1st. But being a branch office, we have to add financial information based on July to June to the accounts of Bangladesh. During the financial year ended on March 31st, 2024, the net profit of the branch office amounted to BDT 4,15,15,605 , on which income tax was calculated at BDT 1,85,75,488. Again profit for the period from 01 July 2023 to 30 June 2024 has been increased to BDT 6,28,52,967, which indicates that revenue has been increased in the last three months (Apr'24 - Jun'24) compared to the same period of the last year. However, the amount of Income Tax paid as advance in the last year BDT 2,60,77,039 has now been fully charged in the current year Profit or Loss account complying the tax law of India.



Notes to the Financial Statements (Continued)

**54.00 Financial risk management**

International Financial Reporting Standard IFRS 7: Financial Instruments: Disclosures - requires disclosure of information relating to both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information- the Group's policies for controlling risks and exposures.

The Group and the Company management has overall responsibility for the establishment and oversight of the group and the Company's risk management framework. The management policies are established to identify and analyze the risks faced by The Group and the Company to set appropriate risk limits and controls and to monitor risks and adherence to limit. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. The Group and the Company has exposure to the following risks from its use of financial instruments:

a) Credit risk	54.01
b) Liquidity risk	54.02
c) Market risk	54.03

**54.01 Credit risk**

Credit risk is the risk of a financial loss to the group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the group's receivables and investments.

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis.

In monitoring credit risk, debtors are grouped according to their risk profile, i.e. their legal status, financial condition, ageing profile etc. Accounts receivable are related to sale of steels (MS Rod and allied products).

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

**54.01.01 Exposure to credit risk**

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

		30 June 2024	30 June 2023
	Note(s)	BDT	BDT
Investment in non-tradable shares	9.02	214,245,921	211,103,121
Investments in FDRs (Short term)	10 & 15.05	836,398,462	1,721,402,667
Advances and deposits	14.00	11,571,080,037	16,133,048,372
Trade and other receivables	12.00	2,271,029,979	5,433,526,873
Due from sister companies	13.00	3,617,656,648	4,236,181,646
Cash at bank	15.03	1,158,734,404	1,822,167,833
		<u>19,669,145,451</u>	<u>29,557,430,512</u>

**54.01.01.a CONSOLIDATED EXPOSURE TO CREDIT RISK**

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

Investment in non-tradable shares	214,245,921	211,103,121
Investments in FDRs (Short term)	836,398,462	1,721,402,667
Advances and deposits	11,878,342,726	16,300,485,131
Trade and other receivables	2,264,754,412	5,433,526,873
Due from sister companies	3,603,327,209	4,222,444,290
Cash at bank	1,211,843,583	1,873,768,817
	<u>20,008,912,313</u>	<u>29,762,730,899</u>

**54.01.02 Aging of trade receivables**

Not yet due	1,287,248,787	2,181,440,403
Dues within 3 months	437,382,602	2,839,747,946
Dues over 3 months but less than 6 months	61,525,046	19,578,207
Dues over 6 months	177,848,299	133,676,572
	<u>1,964,004,734</u>	<u>5,174,443,128</u>

**54.01.02.a AGING OF CONSOLIDATED TRADE RECEIVABLES**

Not yet due	1,289,440,420	2,181,440,403
Dues within 3 months	437,382,602	2,839,747,946
Dues over 3 months but less than 6 months	61,525,046	19,578,207
Dues over 6 months	177,848,299	133,676,572
	<u>1,966,196,367</u>	<u>5,174,443,128</u>



Notes to the Financial Statements (Continued)

**54.02 Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or other financial assets. The Company's approach to manage liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically, the Company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, based on time line of payment of financial obligations and accordingly arrange for sufficient liquidity/fund to make the expected payments within due dates. Moreover, the Company has short term credit facilities with scheduled commercial banks to ensure payment of obligation in the event that there is insufficient cash to make the required payment. The requirement is determined in advance through cash flow projections and credit lines with banks are negotiated accordingly.

**54.02.01 Exposure to Liquidity risk**

The followings are the contractual maturities of financial liabilities:

Non-derivative financial liabilities	Carrying amount	Interest Rate	Contractual cash flows		
			Within 12 months	2 to 5 years	More than 5 years
<b>As At 30 June 2024</b>					
Defined benefit obligations - Gratuity	387,881,745	N/A	-	-	387,881,745
Trade payables	893,922,309	N/A	893,922,309	-	-
Short term borrowings	45,050,745,434	8%-13.5%	45,050,745,434	-	-
Liabilities for expenses	1,229,217,261	N/A	1,229,217,261	-	-
Provision for WPPF and Welfare Fund	283,827,185	N/A	283,827,185	-	-
Lease liabilities	117,411,656	9%	35,223,497	82,188,159	-
Other liabilities	153,240,126	N/A	153,240,126	-	-
	<b>48,116,245,716</b>		<b>47,646,175,812</b>	<b>82,188,159</b>	<b>387,881,745</b>
<b>As At 30 June 2023</b>					
Long term borrowings	333,631,929	7.75% & 8.99%	307,528,271	26,103,658	-
Defined benefit obligations - Gratuity	410,905,411	N/A	-	-	410,905,411
Trade payables	687,650,579	N/A	687,650,579	-	-
Short term borrowings	53,459,038,280	4%-9%	53,459,038,280	-	-
Liabilities for expenses	1,221,275,338	N/A	1,221,275,338	-	-
Provision for WPPF and Welfare Fund	185,561,343	N/A	185,561,343	-	-
Lease liabilities	142,293,963	9%	42,688,189	99,605,774	-
Other liabilities	159,266,115	N/A	159,266,115	-	-
	<b>56,599,622,957</b>		<b>56,063,008,115</b>	<b>125,709,432</b>	<b>410,905,411</b>

**54.02.01.a CONSOLIDATED EXPOSURE TO LIQUIDITY RISK**

The followings are the contractual maturities of financial liabilities:

Non-derivative financial liabilities	Carrying amount	Interest Rate	Contractual cash flows		
			Within 12 months	2 to 5 years	More than 5 years
<b>As At 30 June 2024</b>					
Defined benefit obligations - Gratuity	387,881,745	N/A	-	-	387,881,745
Trade payables	893,922,309	N/A	893,922,309	-	-
Short term borrowings	45,257,921,575	8%-13.5%	45,257,921,575	-	-
Liabilities for expenses	1,230,044,787	N/A	1,230,044,787	-	-
Provision for WPPF and Welfare Fund	283,827,185	N/A	283,827,185	-	-
Lease liabilities	117,411,656	9%	35,223,497	82,188,159	-
Other liabilities	153,240,126	N/A	153,240,126	-	-
	<b>48,324,249,382</b>		<b>47,854,179,479</b>	<b>82,188,159</b>	<b>387,881,745</b>



Notes to the Financial Statements (Continued)

Non-derivative financial liabilities	Carrying amount	Interest Rate	Contractual cash flows		
			Within 12 months	2 to 5 years	More than 5 years
<b>As At 30 June 2023</b>					
Long term borrowings	333,631,929	7.75%-8.99%	307,528,271	26,103,658	-
Defined benefit obligations - Gratuity	410,905,411	N/A	-	-	410,905,411
Trade payables	687,650,579	N/A	687,650,579	-	-
Short term borrowings	53,538,269,009	4%-9%	53,538,269,009	-	-
Liabilities for expenses	1,221,596,539	N/A	1,221,596,539	-	-
Provision for WPPF and Welfare Fund	185,561,343	N/A	185,561,343	-	-
Lease liabilities	142,293,963	9%	42,688,189	99,605,774	-
Other liabilities	159,266,115	N/A	159,266,115	-	-
	<b>56,679,174,888</b>		<b>56,142,560,045</b>	<b>125,709,432</b>	<b>410,905,411</b>

**54.03 Market risk**

Market risk is the risk that changes in market prices such as foreign exchange rates, will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

**54.03.01 Currency risk exposure and its management**

The Group and the Company is exposed to currency risk on sales, purchases, borrowings, payables, bank balances and investments that are denominated in a currency other than the functional currencies of the company. To manage this exposure, the company has adopted direct risk reduction methods based on matching receipts and payments on assets and liabilities.

As at 30 June 2024, The Group and the Company was exposed to foreign currency risk in respect of financial assets and liabilities denominated in the following currencies:

**54.03.02 Basis of consideration of foreign currency rate**

Foreign exchange loss refers to the loss that occurs as a result of converting foreign currency assets and liabilities, mainly comprised of UPAS loan liabilities. According to IAS-21, the closing rate must be used to convert foreign currency assets and liabilities. During the financial year 2023-24, the value of BDT has significantly deteriorated against foreign currencies such as USD and EURO. As a result, it is advisable to make a forward booking, which has also indicated a record rise in the USD to BDT conversion rate that extended up to Taka 122/USD in a transaction that occurred with us. To minimize the risk, we have converted our outstanding foreign currency liabilities and assets using the forward booking rate of BDT 122/USD as a base mark, in accordance with the principle of conservatism. This was done to ensure maximum risk coverage by the end of the reporting period, which is 30th June 2024

<b>54.03.01.01 Exposure to currency risk</b>	<b>GBP</b>	<b>EURO</b>	<b>USD</b>	<b>Taka</b>
<b>30 June 2024</b>				
<b>Foreign currency denominated assets:</b>				
Cash and cash equivalents	-	-	2,132,920	260,216,289
	-	-	<b>2,132,920</b>	<b>260,216,289</b>
<b>Foreign currency denominated liabilities:</b>				
Liability for accepted bills for payment (ABP)	-	-	148,613,724	18,130,874,289
	-	-	<b>148,613,724</b>	<b>18,130,874,289</b>
<b>Net exposure</b>			<b>(146,480,803)</b>	<b>(17,870,658,000)</b>
	<b>GBP</b>	<b>EURO</b>	<b>USD</b>	<b>Taka</b>
<b>30 June 2023</b>				
<b>Foreign currency denominated assets:</b>				
Cash and cash equivalents	-	-	4,661,225	550,024,600
	-	-	<b>4,661,225</b>	<b>550,024,600</b>
<b>Foreign currency denominated liabilities:</b>				
Liability for accepted bills for payment (ABP)	-	-	320,905,406	37,797,917,411
	-	-	<b>320,905,406</b>	<b>37,797,917,411</b>
<b>Net exposure</b>			<b>(316,244,180)</b>	<b>(37,247,892,811)</b>

The following significant exchange rates are applied during the year:

	<b>30 June 2024</b>	<b>30 June 2023</b>
US dollar	122	118
EURO	-	-
GBP	-	-



Notes to the Financial Statements (Continued)

54.03.01.02 Sensitivity analysis

A reasonably possible strengthening/weakening of foreign currencies against the Bangladesh Taka at the reporting date would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. The analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

	30 June 2024			
	Profit or loss		Equity- net of tax	
	Strengthening	Weakening	Strengthening	Weakening
USD (2% movement)	(357,413,160)	357,413,160	(80,417,961)	80,417,961

	30 June 2023			
	Profit or loss		Equity- net of tax	
	Strengthening	Weakening	Strengthening	Weakening
USD (2% movement)	(677,415,885)	677,415,885	(152,418,574)	152,418,574

54.03.01.01.a CONSOLIDATED EXPOSURE TO CURRENCY RISK

	<u>GBP</u>	<u>EURO</u>	<u>USD</u>	<u>BDT</u>
<b>30 June 2024</b>				
<b>Foreign currency denominated assets:</b>				
Cash and cash equivalents	-	-	2,132,920	260,216,289
	-	-	<b>2,132,920</b>	<b>260,216,289</b>
<b>Foreign currency denominated liabilities:</b>				
Liability for accepted bills for payment (ABP)	-	-	148,613,724	18,130,874,289
	-	-	<b>148,613,724</b>	<b>18,130,874,289</b>
Net exposure	-	-	<b>(146,480,803)</b>	<b>(17,870,658,000)</b>
<b>30 June 2023</b>				
<b>Foreign currency denominated assets:</b>				
Cash and cash equivalents	-	-	4,661,225	550,024,600
	-	-	<b>4,661,225</b>	<b>550,024,600</b>
<b>Foreign currency denominated liabilities:</b>				
Liability for accepted bills for payment (ABP)	-	-	320,905,406	37,797,917,411
	-	-	<b>320,905,406</b>	<b>37,797,917,411</b>
Net exposure	-	-	<b>(316,244,180)</b>	<b>(37,247,892,811)</b>

The following significant exchange rate is applied during the year:

	30 June 2024	30 June 2023
US dollar	122	118
EURO	-	-
GBP	-	-



Notes to the Financial Statements (Continued)

**54.03.01.02.a CONSOLIDATED EXPOSURE TO SENSITIVITY ANALYSIS**

A reasonably possible strengthening/weakening of foreign currencies against the Bangladesh Taka at the reporting date would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. The analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

	30 June 2024			
	Profit or loss		Equity- net of tax	
	<u>Strengthening</u>	<u>Weakening</u>	<u>Strengthening</u>	<u>Weakening</u>
USD (2% movement)	(357,413,160)	357,413,160	(80,417,961)	80,417,961
EURO (2% movement)	-	-	-	-
GBP (2% movement)	-	-	-	-

	30 June 2023			
	Profit or loss		Equity- net of tax	
	<u>Strengthening</u>	<u>Weakening</u>	<u>Strengthening</u>	<u>Weakening</u>
USD (2% movement)	(677,415,885)	677,415,885	(152,418,574)	152,418,574

**54.03.02 Transaction risk**

Transaction risk is the risk that the Company will incur exchange losses when the accounting results are translated into the home currency.

**54.03.03 Economic risk**

Economic risk refers to the effect of exchange rate movements on the international competitiveness of the Company.

**54.03.04 Interest risk**

Interest rate risk arises from movement in interest rates. The Company needs to manage interest rate risk so as to be able to re-pay debts as they fall due and to minimize the risks surrounding interest payments and receipts.

**Exposure to interest rate risk**

The interest rate profile of the company's interest-bearing financial instruments as reported to the management of the Company is as follows.

	30 June 2024	30 June 2023
<b>Variable-rate instruments</b>		
Financial assets	4,454,055,110	5,957,584,313
Financial liabilities	<u>(45,050,745,434)</u>	<u>(53,792,670,210)</u>
	<u>(40,596,690,324)</u>	<u>(47,835,085,896)</u>
<b>Fixed-rate instruments</b>		
Financial assets	-	-
Financial liabilities	<u>-</u>	<u>-</u>

**54.03.04.a CONSOLIDATED EXPOSURE TO INTEREST RATE RISK**

The interest rate profile of the company's interest-bearing financial instruments as reported to the management of the Company is as follows.

	30 June 2024	30 June 2023
<b>Variable-rate instruments</b>		
Financial assets	4,439,725,671	5,943,846,957
Financial liabilities	<u>(45,257,921,575)</u>	<u>(53,871,900,939)</u>
	<u>(40,818,195,904)</u>	<u>(47,928,053,982)</u>
<b>Fixed-rate instruments</b>		
Financial assets	-	-
Financial liabilities	<u>-</u>	<u>-</u>





Notes to the Financial Statements (Continued)

55.00 Financial instruments- Accounting classifications and fair values

The following table shows the carrying amounts of financial assets and financial liabilities. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Note(s)	Fair value through profit or loss	Fair value through other comprehensive income- debt instruments	Fair value through other comprehensive income- equity instruments	Carrying amount		Fair Value				
				Financial assets at amortized costs	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>30 June 2024</b>										
<b>Financial assets not measured at fair value:</b>										
Trade and other receivables	12.00	-	-	-	2,271,029,979	-	2,271,029,979			
Due from sister companies	13.00	-	-	-	3,617,656,648	-	3,617,656,648			
Investments in FDRs	10.02	-	-	-	836,398,462	-	836,398,462			
Deposits	14.03	-	-	-	170,256,718	-	170,256,718			
Cash at bank	15.03	-	-	-	1,158,734,404	-	1,158,734,404			
		-	-	-	<u>8,054,076,211</u>	-	<u>8,054,076,211</u>			
<b>Financial liabilities not measured at fair value:</b>										
Trade and other payables	24.00	-	-	-	-	893,922,309	893,922,309			
Short term liabilities	25.01	-	-	-	-	45,050,745,434	45,050,745,434			
Other liabilities	30.00	-	-	-	-	153,240,126	153,240,126			
		-	-	-	-	<u>46,097,907,870</u>	<u>46,097,907,870</u>			
Note(s)	Fair value through profit or loss	Fair value through other comprehensive income- debt instruments	Fair value through other comprehensive income- equity instruments	Financial assets at amortized costs	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>30 June 2023</b>										
<b>Financial assets not measured at fair value:</b>										
Trade and other receivables	12.00	-	-	-	5,433,526,873	-	5,433,526,873			
Due from sister companies	13.00	-	-	-	4,236,181,646	-	4,236,181,646			
Investments in FDRs	10 & 15.05	-	-	-	1,721,402,667	-	1,721,402,667			
Deposits	14.03	-	-	-	178,535,996	-	178,535,996			
Cash at bank	15.03	-	-	-	1,822,167,833	-	1,822,167,833			
		-	-	-	<u>13,391,815,015</u>	-	<u>13,391,815,015</u>			
<b>Financial liabilities not measured at fair value:</b>										
Trade and other payables	24.00	-	-	-	-	687,650,579	687,650,579			
Short term liabilities	25.01	-	-	-	-	53,459,038,280	53,459,038,280			
Long term loan	19 & 25.02	-	-	-	-	333,631,930	333,631,930			
Other liabilities	30.00	-	-	-	-	159,266,115	159,266,115			
		-	-	-	-	<u>54,639,586,904</u>	<u>54,639,586,904</u>			

Notes to the Financial Statements (Continued)

55.a **CONSOLIDATED FINANCIAL INSTRUMENTS- ACCOUNTING CLASSIFICATIONS AND FAIR VALUES**

The following table shows the carrying amounts of financial assets and financial liabilities. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Note(s)	Carrying amount				Fair Value					
	Fair value through profit or loss	Fair value through other comprehensive income- debt instruments	Fair value through other comprehensive income- equity instruments	Financial assets at amortized costs	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>30 June 2024</b>										
<b>Financial assets not measured at fair value:</b>										
Trade and other receivables	12.a	-	-	-	2,264,754,412	-	2,264,754,412			
Due from inter companies	13.a	-	-	-	3,603,327,209	-	3,603,327,209			
Investments in FDRs	10.a	-	-	-	836,398,462	-	836,398,462			
Deposits	14.03	-	-	-	170,256,718	-	170,256,718			
Cash at bank	15.03 & 15.a	-	-	-	1,161,617,377	-	1,161,617,377			
		-	-	-	<b>8,036,354,178</b>	-	<b>8,036,354,178</b>			
<b>Financial liabilities not measured at fair value:</b>										
Trade and other payables	24.a	-	-	-	-	893,922,309	893,922,309			
Short term liabilities	25.a	-	-	-	-	45,257,921,575	45,257,921,575			
Other liabilities	30.a	-	-	-	-	153,240,126	153,240,126			
		-	-	-	-	<b>46,305,084,010</b>	<b>46,305,084,010</b>			
<b>30 June 2023</b>										
<b>Financial assets not measured at fair value:</b>										
Trade and other receivables	12.a	-	-	-	5,433,526,873	-	5,433,526,873			
Due from inter companies	13.a	-	-	-	4,222,444,290	-	4,222,444,290			
Investments in FDRs	10.a & 15.05	-	-	-	1,721,402,667	-	1,721,402,667			
Deposits	14.03 & 14.a	-	-	-	345,972,755	-	345,972,755			
Cash at bank	15.03 & 15.a	-	-	-	1,827,775,769	-	1,827,775,769			
		-	-	-	<b>13,551,122,354</b>	-	<b>13,551,122,354</b>			
<b>Financial liabilities not measured at fair value:</b>										
Trade and other payables	24.a	-	-	-	-	687,650,579	687,650,579			
Short term liabilities	25.a	-	-	-	-	53,538,269,009	53,538,269,009			
Long term loan	19.a & 25.b	-	-	-	-	333,631,930	333,631,930			
Other liabilities	30.a	-	-	-	-	159,266,115	159,266,115			
		-	-	-	-	<b>54,718,817,632</b>	<b>54,718,817,632</b>			