

Bangladesh Building Systems Limited

Statement of Financial Position

As at September 30, 2021


Particulars	Notes	Amount in BDT	Amount in BDT
		30-Sep-21	30-Jun-21
ASSETS			
Non-current assets		2,096,098,881	2,068,162,802
Property, plant and equipment	3	1,028,893,616	1,043,888,801
Intangible asset	4	1,393,706	1,429,442
Investment in Associate Company	5	988,915,131	945,948,131
Work in Progress for new office space	6	76,896,428	76,896,428
Current assets		2,302,259,147	2,390,991,667
Inventories		762,248,008	848,230,636
Advances, deposits and prepayments		735,509,849	747,886,302
Trade & other receivables		782,596,521	773,899,030
Cash and cash equivalents	7	21,904,769	20,975,698
TOTAL ASSETS		4,398,358,028	4,459,154,469
EQUITY AND LIABILITIES			
Shareholders' equity		2,327,255,456	2,322,698,886
Share capital		1,629,297,331	1,629,297,331
Retained earnings		697,958,125	693,401,555
Non-current liabilities		696,420,871	634,495,257
Long term loan	8	410,052,945	358,456,077
Deferred tax liability	9	286,367,926	276,039,180
Current liabilities		1,374,681,701	1,501,960,325
Accounts and other payables		29,391,411	27,956,331
Accruals and Provisions		341,848,441	346,598,926
Short Term Loan	10	822,645,919	886,926,515
Unclaimed dividend Account	11	1,985,623	2,064,811
Current portion of long term loan	8	178,810,307	238,413,742
TOTAL EQUITY AND LIABILITIES		4,398,358,028	4,459,154,469
Number of share used to calculate NAV		162,929,733	162,929,733
Net asset value per share	18	14.28	14.26

The accompanying notes (01 to 20) form an integral part of this financial statement and are to be read in conjunction therewith.


Chairperson


Director


Managing Director


Chief Financial Officer
Place: Dhaka;
Date: 07 November, 2021


Company Secretary

Bangladesh Building Systems Limited
Un-Audited Statement of Profit or Loss and other Comprehensive Income
For the period ended September 30, 2021


Particulars	Notes	Amount in BDT	
		01/07/2021 to 30/09/2021 (03 Months)	01/07/2020 to 30/09/2020 (03 Months)
Revenue (Net)		235,785,596	260,654,168
Cost of Goods Sold		(197,352,544)	(211,129,876)
Gross profit		38,433,052	49,524,292
Operating expenses		(31,261,065)	(30,512,767)
Administrative expenses		(26,096,745)	(25,762,297)
Selling and distribution expenses		(5,164,320)	(4,750,470)
Profit from operation		7,171,987	19,011,525
Other Income		3,572,450	-
Finance cost	13	(37,411,407)	(36,007,385)
Net profit from operation		(26,666,970)	(16,995,860)
Workers' profit participation fund		-	-
Share of Profit from Associate (Net off Tax)	14	42,967,000	43,535,228
Net Profit Before Tax		16,300,030	26,539,368
Income tax expenses	15	(11,743,460)	(10,693,065)
Net profit after tax		4,556,570	15,846,303
Profit after tax attributable to Ordinary Shareholders of the Company		4,556,570	15,846,303
Other comprehensive income		-	-
Total comprehensive income		4,556,570	15,846,303
Number of share used to calculate EPS		162,929,733	162,929,733
Earning per share for the Period	16	0.03	0.10

for and on behalf of the Board of Directors of Bangladesh Building Systems Ltd.


Chairperson


Director


Managing Director


Chief Financial Officer
Dated, Dhaka;
Date: 07 November, 2021


Company Secretary

Bangladesh Building Systems Limited
Un- Audited Statement of Changes in Equity
For the period ended September 30, 2021

Particulars	Amount in BDT		
	Share capital	Retained earnings	Total
Balance as at 01.07.2021	1,629,297,331	693,401,555	2,322,698,886
Net profit after tax		4,556,570	4,556,570
Balance as at 30.09.2021	1,629,297,331	697,958,125	2,327,255,456
Balance as at 01.07.2020	1,551,711,744	884,694,594	2,436,406,338
Net profit after tax	-	15,846,303	15,846,303
Balance as at 30.09.2020	1,551,711,744	900,540,897	2,452,252,641

for and on behalf of the Board of Directors of Bangladesh Building Systems Ltd.


Chairperson


Director


Managing Director


Chief Financial Officer


Company Secretary

Dated, Dhaka;
Date: 07 November, 2021

Bangladesh Building Systems Limited
Un-Audited Statement of Cash Flows
For the period ended September 30, 2021

	Notes	Amount in BDT	
		01/07/2021 to 30/09/2021 Months)	01/07/2020 to 30/09/2020 (03 Months)
Cash flows from operating activities			
Collections from customers & Others		227,088,105	324,200,195
Payments for operating costs & other expenses		(108,220,043)	(164,313,459)
Income Tax Paid and/or deducted at sources		(8,161,233)	(7,010,378)
Net cash generated from operating activities		110,706,829	152,876,358
Cash flows from investing activities			
Acquisitions of property, plant and equipment		-	(222,695)
Net cash used in investing activities		-	(222,695)
Cash flows from financing activities			
Long Term Loan/(Repayment) banks/financial institutions		(8,006,567)	(3,977,172)
Borrowings from/Repayment of Short Term Loan		(64,280,596)	(87,617,352)
Payment of cash dividend		(79,188)	
Finance cost paid		(37,411,407)	(36,007,385)
Net cash provided by financing activities		(109,777,759)	(127,601,909)
Net changes in cash and cash equivalents		929,070	25,051,754
Cash and cash equivalents at the beginning of the year		20,975,698	21,185,870
Cash and cash equivalents at the end of the Period		21,904,769	46,237,624
Number of share used to calculate NOCFPS		162,929,733	162,929,733
Operating cash flow per share	17	0.68	0.94

for and on behalf of the Board of Directors of Bangladesh Building Systems Ltd.


Chairperson


Director


Managing Director


Chief Financial Officer


Company Secretary

Dated, Dhaka
Date: 07 November, 2021

Bangladesh Building Systems Ltd.
Notes to the Interim Financial Statements
for the period ended 30 September, 2021

1.00 Reporting Entity

The Company was incorporated in 19 July, 2003 as a 'Private' Company limited by shares and registered with the Registrar of Joint Stock Companies & Firms of Bangladesh under the Companies Act, 1994. It has started its commercial production in the year 2005. On 30 October, 2010 the Company registered itself as a Public Limited Company under the Companies Act, 1994. The Company is listed with both Dhaka Stock Exchange Limited (DSE) and Chittagong Stock Exchange Limited (CSE) at 03 October, 2013 and 30 September, 2013 respectively and trading of the share of the Company has been started from 08 October, 2013.

The registered office of the Company is located at Factory premises, Janina Bazar, Dhaka Mymensingh Highway, Telehate, Sreepur, Gazipur. Corporate Office and the Investors Relation Department is situated at Ga/64, Middle Badda, Progati Swarani, Dhaka-1212.

The principal activities of the Company throughout the year continued to be manufacturing and marketing of Pre-Engineered Steel Building (PEB) in Bangladesh to meet-up the growing demand especially in the industrial sector.

Bangladesh Building System Ltd. (BBSL) always eager for managing and seeking expertise and obtaining state of art technology to provide engineering solutions with world class quality and best customer services. It holds two world class quality certifications like "ISO 9001-2015" and "UKAS 018" from international organizations. Usually, BBSL deals with pre-engineered steel buildings like factories, warehouses, hall rooms, workshops, aircraft hangers, office buildings, commercial showrooms, distribution centers, supermarkets, restaurants and residential buildings as well.

2.00 Basis of Preparation of the interim Financial Statements:

2.01 These financial statements are the un-audited interim financial statements (here after 'the interim financial statements') of Bangladesh Building Systems Ltd., Companies incorporated in Bangladesh under the Companies Act, 1994 for the 1st quarter ended on 30 September, 2021 (here after 'the interim period'). They are prepared in accordance with the International Accounting Standard (IAS-34) 'Interim Financial Reporting'. These financial statements should read in conjunction with the Annual Financial Statements as of 30 June, 2021, as they provided an update of previously reported information.

2.02 The accounting policies and presentation used are consistent with those used in the Annual Financials, except where noted below. Where necessary, the comparative figures have been reclassified or extended from the previously reported Interim Financial Statements to take into account any presentational change made in the Annual Financial Statements or in these Interim Financial Statements.

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and disclosure of contingent liabilities at the date of the Interim Financial Statement. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the Interim Financial Statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

2.04 The company operates in industries where significant seasonal or cyclical variations in total sales are not experienced during the reporting period.

2.05 The management has decided that the depreciation on PPE is recognized in compliance with IAS-16, para-55 onward.

2.06 Income Tax expense is recognized based upon the best estimate of the weighted average income tax expected for the reporting period.

2.07 The company has no reportable operating segments as per IFRS-8

2.08 There is no significant event after the end of the interim period that has to be reflected in the financial statements for the interim period.

2.09 The financial statements have been prepared in compliance with the requirement of the Companies ACT 1994, Securities and Exchange Ordinance 1969, Securities and Exchange Rules 1987, Listing Regulations of Dhaka and Chittagong Stock Exchange and other relevant local laws as applicable.

Revenues recognition: Revenue is recognized when a customer obtains control of the goods or services in an amount that reflects the consideration to which the The Company expect to be entitled, excluding those amounts collected on behalf of third parties, value added tax and is after deduction of any trade discounts and volume rebates. Judgment is required in determining the timing of the transfer of control for revenue recognition - at a point in time or over time as the nature of revenues as follow:

2.10 Revenue from sales of construction materials and products:

Revenue from sales of construction steel materials and products is recognized when a customer obtains control of the goods, generally on delivery of the goods to the customers. For contracts that permit the customers to return the goods. The Company is recognized to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognition will not occur. Therefore, the Company will adjust recognized for estimated returns, which are estimated based on the historical data. The revenue is recognized considering the liability of warranty obligation.

3.00 Property, Plant & Equipment: Tk. 1,028,893,616

Cost
Balance as on
Add: Addition during the period
Balance as on 30 September



Amount in BDT	
30-09-2021	30-06-2021

1,724,462,607	1,627,654,052
-	96,808,555
1,724,462,607	1,724,462,607

Depreciation:

Balance as on	680,573,806	620,876,490
Add: Addition during the period	14,995,185	59,697,316
Balance as on 30 September	695,568,991	680,573,806
Written down value as on 30 September	1,028,893,616	1,043,888,801

4.00 Intangible Assets: Tk. 1,393,706

Cost

Balance as on	2,029,555	2,029,555
Add: Addition during the period	-	-
Balance as on 30 September	2,029,555	2,029,555

Amortization:

Balance as on	600,113	441,288
Add: Addition during the period	35,736	158,825
Balance as on 30 September	635,849	600,113
Written down value as on 30 September	1,393,706	1,429,442

The cost incurred for the purpose of Intangible assets includes IT software which is used to maintain Company's accounts. It also includes Share Management Software and Website.

5.00 Investment in Associate Company: Tk 988,915,131

Opening balance	945,948,131	796,268,067
Share of net profit after tax of associate (Note No. 14)	42,967,000	149,680,064
Total	988,915,131	945,948,131

The company's investment in associates (BBSL has 16.09% equity interest in BBS Cables Ltd. i.e 30,904,500 Ordinary Shares of Tk. 10 each.) is accounted for the Financial Statements using the Equity Method in accordance with IAS 28: 'Investment in Associates & Joint Ventures'. Significant influence over an investee (associate) is presumed to exist in accordance with IAS 28.5-28.9. Investment in an associate is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition. The investor's share of investee's profit or loss is recognized in the investor's profit or loss.

6.00 Work in progress: Tk.76,896,428

This is made up as follows

Particulars:

Opening balance	76,896,428	76,896,428
Add: Addition during the Year	-	-
	76,896,428	76,896,428
Less: Adjustment made during the Year	-	-
Closing Balance	76,896,428	76,896,428

07.00 Cash & Cash Equivalents: Tk. 21,904,769

Cash In-Hand	1,392,976	189,880
Balances with Bank:		
Term Deposits (FDR)	2,404,363	2,404,363
Short Term Deposit (STD)	3,151,344	9,461,619
Current & Collection Accounts	14,956,085	8,919,836
Total	21,904,769	20,975,698

08.00 Long Term Loan: Tk.410,052,945

Long term loan Lanka Bangla Finance	112,681,331	111,786,815
Term Loan-UCBL	393,222,515	400,375,070
Term Loan-NRBC	82,959,406	84,707,933
	588,863,252	596,869,819
Less: Current Maturity of Long Term	178,810,307	238,413,742
	410,052,945	358,456,077



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09.00 Deferred tax liability : Tk.286,367,926

This is made up as follows

Particulars:

Opening balance	276,039,180	259,502,608
Adjustment/(Reduction) during the period on fixed assets at cost	636,747	(9,108,050)
Deferred Tax (Associate Income @ 20%)	8,593,400	29,936,013
Provision on Sales	1098599	1,327,609
Less: Adjustment of AIT of Dividend Income	-	(5,619,000)
Closing balance	286,367,926	276,039,180

Temporary timing difference:

As at September 30, 2021	Accounting base Carrying Amount	Tax base	Temporary Difference
Property, Plant and equipment	1,028,893,616.0	594,149,971.0	(434,743,645)
Intangible Assets	1,393,706.0	778,377.0	(615,329)
Net Taxable temporary difference	<u>1,030,287,322.0</u>	<u>594,928,348.0</u>	(435,358,974)
Applicable rate			22.50%
Deffered Tax liability-30 September 2021			(97,955,769)
Deffered Tax liability-30 June 2021			(97,319,022)
Deffered Tax expenses/(income) for the period			636,747

Temporary timing difference:

As at June 30, 2021	Accounting base Carrying Amount	Tax base	Temporary Difference
Property, Plant and equipment	1,043,888,801	611,940,622	(431,948,179)
Intangible Assets	1,429,442	848,635	(580,807)
Net Taxable temporary difference	<u>1,045,318,243</u>	<u>612,789,257</u>	(432,528,986)
Applicable rate			22.50%
Deffered Tax liability-30 June 2021			(97,319,022)
Deffered Tax liability-30 June 2020			(106,427,072)
Deffered Tax expenses/(income) for the year 2021			(9,108,050)

10.00 Short Term Loan: Tk. 822,645,919

This is made up as follows

Particulars:

Import Loan-UCBL	202,054,305	202,207,472
Time loan-UCBL (General)	91,323,764	106,010,757
Time loan-UCBL (COVID)	50,908,200	50,372,938
CC Hypo-UCBL	153,643,167	157,273,065
Import Loan NRBC	132,617,383	177,537,928
Time Loan- NRBC (General)	59,669,662	60,995,376
Time Loan- NRBC (COVID)	30,344,463	30,340,695
Over Draft (OD)-NRBC	102,084,975	102,188,284
Total	822,645,919	886,926,515

11.00 Unclaimed Dividend Account Tk.1,985,623

Unclaimed dividend balance 2019-2021
 Unclaimed Dividend balance 2016-2017
 Unclaimed Dividend balance 2015-2016
 Unclaimed Dividend balance 2013-2014

1,013,885	1,093,073
674,919	674,919
183,684	183,684
113,135	113,135
1,985,623	2,064,811

12.00 Provision for tax: Tk. 274,889,188

Opening balance
 Provision for the period

Total

273,474,474	267,840,220
1,414,714	5,634,254
274,889,188	273,474,474
274,889,188	273,474,474



13.00 Finance Cost: Tk. 37,411,407

Hypo Loan Interest
Import Loan Interest
Term Loan Interest UCBL
Time Loan Interest UCBL
Import Loan Interest NRBC
OD Interest NRBC
Time Loan Interest NRBC
Interest On Lanka Bangla Finance
Term Loan Interest NRBC
Bank Commission, Lease Interest & Charges
Total

Amount in BDT	
30-09-2021	30-09-2020
3,643,550	3,328,169
5,269,090	9,860,269
9,587,407	10,420,778
4,295,675	-
3,608,988	3,380,012
2,149,425	3,263,170
1,909,103	1,858,161
3,577,880	3,845,384
1,926,473	-
1,443,816	51,441
37,411,407	36,007,385

14.00 Share of Profit after Tax of Associate Tk. 42,967,000

Nat Profit attributable to the
Percentage of Holding
Share of Net profit after Tax of

267,041,639	271,585,953
16.09%	16.03%
42,967,000	43,535,228

15.00 Income Tax Expenses: Tk.11,743,460

Current tax expenses
Deferred tax
Total

1,414,714	1,563,925
10,328,746	9,129,140
11,743,460	10,693,065

16.00 Earnings per Share(EPS)- Basic: Tk. 0.03

The Computation of EPS is given below:

Earnings attributable to the Shareholders(Net Profit after Tax)

Total

Total number of Shares outstanding/weighted average for the period

Adjusted/ Basic Earnings per Share(per value Tk. 10)

4,556,570	15,846,303
4,556,570	15,846,303
162,929,733	162,929,733
0.03	0.10

As per BSEC Notification (No: BSEC/CMRRCD/2009-193/188/Admin/69-dated: 07 September 2016), Earning per Share(EPS) has stood Tk. 0.03 for the period ended on 30th September, 2021 as against Tk.0.10 for the period ended on 30th September, 2020 due to decreasing of the revenue of the Company. The Revenue decreases due to effects of COVID-19 pandemic and Country wide lockdown during the period.

17.00 Net Operating Cash Flows per Share (NOCFPS): Tk. 0.68

The Computation of NOCFPS is given below:

Net Cash Generated from Operating Activities
Weighted average number of Shares Outstanding

110,706,829	152,876,358
162,929,733	162,929,733
0.68	0.94

As per BSEC Notification (No: BSEC/CMRRCD/2009-193/188/Admin/69-dated: 07 September 2016), Operating Cashflow (NOCFPS) has stood Tk. 0.68 for the period ended on 30th September, 2021 as against Tk. 0.94 for the period ended on 30th September, 2020 due to decreasing the collection and increasing the payment to the Creditors.

18.0 Net Asset Value (NAV) per Share Tk. 14.29

Total Asset
Less: Total outside Liability
Net Asset
Number of Ordinary Shares Outstanding
Net Asset Value(NAV) per Share

4,398,358,028	4,459,154,469
(2,071,102,572)	(2,136,455,582)
2,327,255,456	2,322,698,887
162,929,733	162,929,733
14.28	14.26



19.00 Reconciliation of Net Profit with Cash Flows from Operating Activities:

This is made up as follows:

Particulars:

Net Profit/(Loss) after Tax	5,125,191	15,846,303
Loss and Other Comprehensive		
Add/(Less) Adjustments:	105,581,638	137,030,055
Depreciation	15,030,921	14,424,870
Change In Inventories	85,982,628	86,917,729
Goods In Transit	-	8,783,377
Change in Advances, Deposits & Pre-payments	12,376,453	4,785,939
Change in Accounts Receivable	(8,697,491)	63,546,027
Change in Deferred Tax Liabilities	10,470,901	9,129,140
Change in Accounts and other payables	1,435,080	(4,400,000)
Change in Accruals and Provisions	(4,750,485)	(38,629,185)
Share of Profit from Associate	(43,677,775)	(43,535,228)
Financial Expenses	37,411,407	36,007,385
Cash Flows from Operating Activities	110,706,829	152,876,358
(As per Statement of Cash Flows)		

20.00 Related Party Transactions:

The Company has entered into transactions with other entities that fall within the definition of related party as contained in BAS-24 "Related Party disclosures." Total transaction of the significant related party as of 30, September, 2021 are as follows:

Key Management Personnel Payment during the period:

Name	Designation	Gross Remuneration/Board Attendance Fee	Tax Paid	Remuneration Gross Amount
Engr. Md. Abu Noman Hoelader	Chairperson	-	-	-
Engr. Hasan Morshed Chowdhury	Managing Director	2,240,000	225,000	2,015,000
Engr. Mohammad Badrul Hassan	Director	-	-	-
Engr. Mohammad Ruhul Majid	Director	-	-	-
Md. Shafiqur Rahman	Independent Director	-	-	-
Md. Enayet Hossain	Independent Director	-	-	-
Total		2,240,000	225,000	2,015,000

In addition to remuneration, Directors avail company vehicles for transportation purpose.


Chief Financial Officer




Company Secretary

Dated: Dhaka
07 November, 2021