

Bangladesh Building Systems Ltd.
Statement of Financial Position (Un-Audited)
as at 31 March, 2015

| <u>Particulars</u> | 31-03-2015 | 30-06-2014 |
|--|-----------------------------|-----------------------------|
| | <u>Taka</u> | <u>Taka</u> |
| <u>ASSETS</u> | | |
| Non-Current Assets | 908,047,352 | 675,612,191 |
| Property, Plant & Equipment | 886,622,892 | 649,090,233 |
| Intangible Assets | 581,879 | 629,058 |
| Deferred IPO Expenses | 20,842,581 | 25,892,900 |
| Current Assets | 1,250,660,941 | 1,058,403,521 |
| Inventories | 469,736,452 | 420,920,346 |
| Account Receivables | 387,456,253 | 316,658,291 |
| Advances, Deposits & Pre-payments | 338,276,573 | 300,221,001 |
| Cash & Cash Equivalents | 55,191,663 | 20,603,883 |
| Total Assets | <u>2,158,708,293</u> | <u>1,734,015,712</u> |
| <u>EQUITY & LIABILITIES</u> | | |
| Shareholders' Equity | 1,239,692,627 | 1,096,542,421 |
| Share Capital | 883,200,000 | 736,000,000 |
| Retained Earnings | 356,492,627 | 360,542,421 |
| Non-Current Liabilities | 115,673,804 | 88,994,748 |
| Long Term Loan | 19,300,690 | 3,029,118 |
| Deferred Tax Liabilities | 96,373,114 | 85,965,630 |
| Current Liabilities | 803,341,862 | 548,478,543 |
| Short Term Loan | 481,475,891 | 301,455,768 |
| Current Portion of Long term Loan | 7,334,700 | 1,056,300 |
| Creditors & Accruals | 11,562,743 | 49,565,276 |
| Liabilities for Expenses | 28,073,546 | 26,220,480 |
| Provision for Tax | 269,528,095 | 165,161,811 |
| Others Payable | 5,366,887 | 5,018,908 |
| Total Liabilities | <u>919,015,666</u> | <u>637,473,291</u> |
| Total Equity & Liabilities | <u>2,158,708,293</u> | <u>1,734,015,712</u> |
| Net Asset Value (NAV) per Share | 14.04 | 14.90 |

Company Secretary

Managing Director

Director

Dated: Dhaka
27 April, 2015

Bangladesh Building Systems Ltd.

Statement of Comprehensive Income (Un-Audited)
for the period ended 31 March, 2015

| <u>Particulars</u> | 01-07-2014 to 31-03-2015 (9 months) <u>Taka</u> | 01-07-2013 to 31-03-2014 (9 months) <u>Taka</u> | 01-01-2015 to 31-03-2015 (3 months) <u>Taka</u> | 01-01-2014 to 31-03-2014 (3 months) <u>Taka</u> |
|--|--|--|--|--|
| Turnover | 1,446,440,562 | 1,168,904,186 | 545,335,465 | 463,279,455 |
| Cost of Goods Sold | (1,075,213,620) | (875,221,575) | (403,002,909) | (342,965,781) |
| Gross Profit/(Loss) | 371,226,942 | 293,682,611 | 142,332,556 | 120,313,674 |
| Operating Expenses | (50,275,937) | (50,016,358) | (18,564,849) | (18,583,731) |
| Administrative Expenses | (36,158,791) | (35,093,130) | (13,178,103) | (13,125,975) |
| Selling & Distribution Expenses | (14,117,146) | (14,923,228) | (5,386,746) | (5,457,756) |
| Operating Income | 320,951,005 | 243,666,253 | 123,767,707 | 101,729,943 |
| Other Income | 642,686 | 50,042,768 | 112,629 | 1,892,697 |
| Financial Expenses | (45,903,243) | (45,015,018) | (14,111,928) | (15,071,040) |
| Net Profit/(Loss) before WPPF | 275,690,448 | 248,694,003 | 109,768,408 | 88,551,600 |
| Contribution to Workers' Profit Participation Fund | (13,128,117) | (11,842,572) | (5,227,067) | (4,216,743) |
| Net Profit/(Loss) before Tax | 262,562,331 | 236,851,431 | 104,541,341 | 84,334,858 |
| Income Tax Expenses | (82,612,125) | (70,210,465) | (35,893,224) | (24,944,694) |
| Current Tax | (72,204,641) | (65,134,144) | (28,748,869) | (23,192,086) |
| Deferred Tax | (10,407,484) | (5,076,321) | (7,144,355) | (1,752,608) |
| Net Profit/(Loss) after Tax | 179,950,206 | 166,640,966 | 68,648,117 | 59,390,164 |
| Earning per Share (EPS)/Restated EPS | 2.04 | 1.89 | 0.78 | 0.67 |
| Number of Shares used to compute EPS | 88,320,000 | 88,320,000 | 88,320,000 | 88,320,000 |

Company Secretary

Managing Director

Director

Dated: Dhaka
27 April, 2015

Bangladesh Building Systems Ltd.

Statement of Changes in Equity (Un-Audited)
for the period ended 31 March, 2015

| Particulars | Share Capital | Retained Earnings | Total |
|-------------------------------------|----------------------|--------------------------|----------------------|
| Balance as on 01-07-2014 | 736,000,000 | 360,542,421 | 1,096,542,421 |
| Net Profit/(Loss) during the period | - | 179,950,206 | 179,950,206 |
| Cash Dividend paid | - | (36,800,000) | (36,800,000) |
| Adjustment for Bonous Shares | 147,200,000 | (147,200,000) | - |
| Balance as on 31-03-2015 | 883,200,000 | 356,492,627 | 1,239,692,627 |
| Balance as on 31-03-2014 | 736,000,000 | 300,501,144 | 1,036,501,144 |

Company Secretary

Managing Director

Director

Dated: Dhaka
27 April, 2015

Bangladesh Building Systems Ltd.

Statement of Cash Flows (Un-Audited)
for the period ended 31 March, 2015

| <u>Particulars</u> | 01-07-2014 to 31-03-2015 <u>Taka</u> | 01-07-2013 to 31-03-2014 <u>Taka</u> |
|---|---|---|
| Cash Flows from Operating Activities: | | |
| Collection from Customers | 1,398,267,142 | 1,114,799,221 |
| Payment to Supplier, Employees & Others | (1,195,286,383) | (1,073,981,612) |
| Net Cash Generated from Operating Activities | 202,980,759 | 40,817,609 |
| Cash Flows from Investing Activities: | | |
| Acquisition of Property, Plant & Equipment | (288,607,810) | (91,518,562) |
| Net Cash used in Investing Activities | (288,607,810) | (91,518,562) |
| Cash Flows from Financing Activities: | | |
| Share Capital | - | 140,000,000 |
| Long Term Loan from/(Repayment) | 22,549,972 | (55,850,075) |
| Short Term Loan from/(Repayment) | 180,020,123 | 7,969,187 |
| Received from IPO Proceeds (Net) | (369,531) | 5,172,953 |
| Cash Dividend Paid | (36,082,490) | - |
| Bank Interest & Charges Paid | (45,903,243) | (45,015,018) |
| Net Cash Generated from Financing Activities | 120,214,831 | 52,277,047 |
| Net Cash Increase in Cash & Cash Equivalents | 34,587,780 | 1,576,094 |
| Cash & Cash Equivalents at the Beginning of the year | 20,603,883 | 14,608,775 |
| Cash & Cash Equivalents at the End of the year | 55,191,663 | 16,184,869 |
| Net Operating Cash Flows per Share (NOCFPS) | 2.30 | 0.55 |
| Number of Shares used to compute NOCFPS | 88,320,000 | 73,600,000 |

Company Secretary

Managing Director

Director

Dated: Dhaka
27 April, 2015

Bangladesh Building Systems Ltd.
Notes to the Interim Financial Statements
for the period ended March 31, 2015

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 House #26, Road # 03, Block # I, Banani, Dhaka-1213 and its factory is situated at Janina Bazar, Dhaka Mymensingh Highway, Telehate, Sreepur.

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 9001-2000" 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:

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 3rd quarter ended on 31 March, 2015 (here after 'the interim period'). They are prepared in accordance with the Bangladesh Accounting Standard (BAS-34) 'Interim Financial Reporting'. These financial statements should read in conjunction with the Annual Financial Statements as of 30 June, 2014, as they provided an update of previously reported information.

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.

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

IPO Expenses is amortized into 60 months commencing from July, 2013.

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

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

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.

| | 31-03-2015 | 30-06-2014 |
|--|---------------------------|---------------------------|
| | <u>Taka</u> | <u>Taka</u> |
| 3.00 Cash & Cash Equivalents: | | |
| Cash in Hand | 5,487,354 | 9,597,452 |
| Balances with Bank: | | |
| IPO deposit Accounts | 4,649,377 | 5,018,908 |
| Term Deposits (FDR) | 6,202,109 | 3,561,568 |
| Short Term Deposit (STD) | 37,964,417 | 2,370,686 |
| Current & Collection Accounts | 888,406 | 55,269 |
| Total | <u>49,704,309</u> | <u>11,006,431</u> |
| | <u>55,191,663</u> | <u>20,603,883</u> |
| 4.00 Long Term Loan: | | |
| Term Loan-IDLC | 1,049,000 | 1,807,122 |
| Term Loan-IIDFC | 1,561,278 | 2,278,296 |
| Term Loan-UCBL | 24,025,112 | - |
| | <u>26,635,390</u> | <u>4,085,418</u> |
| Current Portion of Long Term Loan | 7,334,700 | 1,056,300 |
| Total | <u>19,300,690</u> | <u>3,029,118</u> |
| 5.00 Short Term Loan: | | |
| CC Hypo-UCBL | 154,081,491 | - |
| Loan against Bill (LBPD)-UCBL | 4,079,668 | 5,256,927 |
| OD Work Order-UCBL | 24,608,193 | 20,951,500 |
| Deferred Acceptance-UCBL | 46,689,205 | 105,248,256 |
| Import Loan-UCBL | 252,017,334 | 169,999,085 |
| Total | <u>481,475,891</u> | <u>301,455,768</u> |
| 6.00 Amortization on Deferred IPO Expenses: | | |
| Recognition of IPO Expenses | 25,652,407 | 32,065,509 |
| Less: Amortization during the period/year | 4,809,826 | 6,413,102 |
| Closing Balance | <u>20,842,581</u> | <u>25,652,407</u> |

1.00 Property, Plant & Equipment: Tk. 886,622,892

| Sl. No. | Particulars | Cost | | | | Rate % | Depreciation | | | | Written down value as on March 31, 2015 |
|-------------------------|---------------------------------------|-----------------------------|----------------------------|--------------------------------------|------------------------------|--------|-----------------------------|-----------------------|--------------------------------------|------------------------------|---|
| | | Balance as at July 01, 2014 | Addition during the Period | Transfer/ Disposal during the period | Balance as at March 31, 2015 | | Balance as at July 01, 2014 | Charge for the period | Transfer/ Disposal during the period | Balance as at March 31, 2015 | |
| 1 | Land & Land Development | 82,918,792 | 19,657,837 | - | 102,576,629 | - | - | - | - | - | 102,576,629 |
| 2 | Factory Building & Other Construction | 267,776,915 | 98,748,562 | - | 366,525,477 | 5% | 44,498,052 | 12,076,028 | - | 56,574,080 | 309,951,397 |
| 3 | Plant & Machinery | 456,990,815 | 149,907,631 | - | 606,898,446 | 10% | 148,606,083 | 34,371,927 | - | 182,978,010 | 423,920,436 |
| 4 | Electrical Installation | 9,980,958 | 17,646,384 | - | 27,627,342 | 15% | 4,961,945 | 2,549,857 | - | 7,511,802 | 20,115,540 |
| 5 | Furniture & Fixtures | 17,309,962 | 1,883,653 | - | 19,193,615 | 10% | 8,160,219 | 827,505 | - | 8,987,724 | 10,205,891 |
| 6 | Office Equipment & Computer | 7,056,313 | 763,743 | - | 7,820,056 | 15% | 4,033,779 | 425,956 | - | 4,459,735 | 3,360,321 |
| 7 | Office Decoration | 6,486,656 | - | - | 6,486,656 | 10% | 1,833,153 | 349,013 | - | 2,182,166 | 4,304,490 |
| 8 | Leased Asset-Motor Vehicle | 14,753,437 | - | - | 14,753,437 | 5% | 2,090,385 | 474,864 | - | 2,565,249 | 12,188,188 |
| as at 31-03-2015 | | 863,273,848 | 288,607,810 | - | 1,151,881,658 | | 214,183,616 | 51,075,150 | - | 265,258,766 | 886,622,892 |
| as at 30-06-2014 | | 760,536,350 | 102,737,498 | - | 863,273,848 | | 149,422,763 | 64,760,852 | - | 214,183,615 | 649,090,233 |

Depreciation charged for the year has been allocated as follows:

| | 31-03-2015 | 30-06-2014 |
|-------------------------|-------------------|-------------------|
| Manufacturing Overhead | 48,521,393 | 61,522,809 |
| Administrative Expenses | 2,553,758 | 3,238,043 |
| Total | 51,075,150 | 64,760,852 |

2.00 Intangible Assets: Tk. 581,879

| Sl. No. | Particulars | Cost | | | | Rate% | Amortization | | | | Written down as at 31 March, 2015 |
|-------------------------|---------------------------|-----------------------------|--------------------------|---------------------------|------------------------------|-------|-----------------------------|-------------------------|---------------------------|------------------------------|-----------------------------------|
| | | Balance as at 01 July, 2014 | Addition during the year | Transfer/ Disposal during | Balance as at 31 March, 2015 | | Balance as at 01 July, 2014 | Charged during the year | Transfer/ Disposal during | Balance as at 31 March, 2015 | |
| 1 | Accounting Software | 380,000 | - | - | 380,000 | 10% | 76,000 | 22,800 | - | 98,800 | 281,200 |
| 2 | Share Management Software | 250,000 | - | - | 250,000 | 10% | 45,000 | 15,375 | - | 60,375 | 189,625 |
| 3 | Website Development | 140,620 | - | - | 140,620 | 10% | 20,562 | 9,004 | - | 29,566 | 111,054 |
| | | | - | - | - | | | | | | |
| as at 31-03-2015 | | 770,620 | - | - | 770,620 | | 141,562 | 47,179 | - | 188,741 | 581,879 |
| as at 30-06-2014 | | 645,000 | 125,620 | - | 770,620 | | 64,500 | 77,062 | - | 141,562 | 629,058 |