

Quarterly Financial Statements

For the Quarter Ended March 31, 2022




Bangladesh Building Systems Ltd.



Contents

01	Statement of Financial Position	01
02	Statement of Profit or Loss and Other Comprehensive Income	02
03	Statement of Changes in Equity	03
04	Statement of Cash Flows	04
05	Selected Explanatory Notes to the Financial Statements	05-09



Bangladesh Building Systems Limited

Statement of Financial Position

As at March 31, 2022

Particulars	Notes	Amount in BDT	Amount in BDT
		31-Mar-22	30-Jun-21
ASSETS			
Non-current assets		2,098,703,793	2,068,162,802
Property, plant and equipment	3	1,003,621,148	1,043,888,801
Intangible asset	4	1,324,891	1,429,442
Investment in Associate Company	5	1,006,322,176	945,948,131
Work in Progress for new office space	6	87,435,578	76,896,428
Current assets		2,379,178,630	2,390,991,667
Inventories		782,720,559	848,230,636
Goods In Transit		92,966,371	-
Advances, deposits and prepayments		772,158,310	747,886,302
Trade & other receivables		709,352,098	773,899,030
Cash and cash equivalents	7	21,981,292	20,975,698
TOTAL ASSETS		4,477,882,423	4,459,154,469
EQUITY AND LIABILITIES			
Shareholders' equity		2,521,539,484	2,322,698,886
Share capital		1,629,297,331	1,629,297,331
Retained earnings		892,242,153	693,401,555
Non-current liabilities		848,963,257	634,495,257
Long term loan	8	551,748,485	358,456,077
Deferred tax liability	9	297,214,772	276,039,180
Current liabilities		1,107,379,682	1,501,960,325
Accounts and other payables		32,877,723	27,956,331
Accruals and Provisions		339,814,884	346,598,926
Short Term Loan	10	672,767,464	886,926,515
Unclaimed dividend Account	11	2,316,175	2,064,811
Current portion of long term loan	8	59,603,436	238,413,742
TOTAL EQUITY AND LIABILITIES		4,477,882,423	4,459,154,469
Number of share used to calculate NAV		162,929,733	162,929,733
Net asset value per share	19	15.48	14.26

The accompanying notes (01 to 21) form an integral part of this financial statement and are to be read in conjunction therewith.


Chairperson


Director


Managing Director


Chief Financial Officer

Dated, Dhaka;
Date: 21 April, 2022


Company Secretary



Bangladesh Building Systems Limited
Un-Audited Statement of Profit or Loss and other Comprehensive Income
For the period ended March 31, 2022

Particulars	Notes	Amount in BDT		Amount in BDT	
		01/07/2021 to 31/03/2022 (09 Months)	01/07/2020 to 31/03/2021 (09 Months)	01/01/2022 to 31/03/2022 (03 Months)	01/01/2021 to 31/03/2021 (03 Months)
Revenue, Net		809,144,931	770,086,014	305,129,135	222,842,588
Cost of goods sold		(645,243,401)	(640,484,415)	(238,000,725)	(197,217,240)
Gross Profit		163,901,530	129,601,599	67,128,410	25,625,348
Operating Expenses		(89,600,187)	(87,140,030)	(27,526,757)	(26,505,565)
Administrative expenses		(75,798,912)	(75,232,502)	(23,715,432)	(22,997,685)
Selling and distribution expenses		(13,801,275)	(11,907,528)	(3,811,325)	(3,507,880)
Profit from Operation		74,301,343	42,461,569	39,601,653	(880,217)
Others income		3,605,510	-	-	-
Finance cost	13	(100,032,128)	(105,629,747)	(32,600,522)	(36,915,184)
Net Profit from Operation		(22,125,275)	(63,168,178)	7,001,131	(37,795,401)
Workers' profit participation fund		(1,471,643)	(1,337,857)	(1,471,643)	(1,337,857)
Non Operating Income	14	205,767,640	-	67,295,140	-
Share of profit of associate (approx)	15	91,278,545	126,592,792	16,126,264	32,908,753
Profit before Tax		273,449,267	62,086,757	88,950,892	(6,224,505)
Income tax expenses	16	(42,022,722)	(46,514,086)	(13,615,832)	(12,718,641)
Net Profit After Tax		231,426,545	15,572,671	75,335,060	(18,943,146)
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income		231,426,545	15,572,671	75,335,060	(18,943,146)
Number of share used to calculate EPS		162,929,733	162,929,733	162,929,733	162,929,733
Earning per share for the Period (Re-stated)	17	1.42	0.10	0.46	(0.12)

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


Chairperson


Director


Managing Director


Chief Financial Officer


Company Secretary

Place: Dhaka;
Date: 21 April, 2022



Bangladesh Building Systems Limited
Un- Audited Statement of Changes in Equity
For the period ended March 31, 2022

Amount in BDT

Particulars	Share capital	Retained earnings	Total
Balance as at 01.07.2021	1,629,297,331	693,401,555	2,322,698,886
Payment of Cash Dividend	-	(32,585,947)	(32,585,947)
Net profit after tax	-	231,426,545	231,426,545
Balance as at 31.03.2022	1,629,297,331	892,242,153	2,521,539,484

Particulars	Share capital	Retained earnings	Total
Balance as at 01.07.2020	1,551,711,744	884,694,594	2,436,406,338
Issuance of bonus shares	77,585,587	(77,585,587)	-
Payment of Cash Dividend	-	(77,585,587)	(77,585,587)
Net profit after tax	-	15,572,671	15,572,671
Balance as at 31.03.2021	1,629,297,331	745,096,091	2,374,393,422

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


Chairperson


Director


Managing Director


Chief Financial Officer
Place: Dhaka;
Date: 21 April, 2022


Company Secretary



Bangladesh Building Systems Limited
Un-Audited Statement of Cash Flows
For the period ended March 31, 2022

Particulars	Notes	Amount in BDT	
		01/07/2021 to 31/03/2022 Months)	01/07/2020 to 31/03/2021 (09 Months)
Cash flows from operating activities			
Collections from customers & Others		873,691,863	822,185,758
Payments for operating costs & other expenses		(717,666,472)	(547,707,264)
Proceed from Scrap Sale		3,572,450	-
Income Tax Paid and/or deducted at sources		(42,718,737)	(34,808,370)
Interest paid		(100,032,128)	(105,629,747)
Net cash generated from operating activities		16,846,976	134,040,377
Cash flows from investing activities			
Acquisitions of property, plant and equipment		(3,815,000)	(51,474,639)
Capital work in progress		(10,539,150)	(63,000,000)
Capital gain on Sale of Share of Associate (Bonus Share)		205,767,640	-
Dividend Received from Associate(Net of Tax)		24,723,600	22,476,000
Net cash used in investing activities		216,137,090	(91,998,639)
Cash flows from financing activities			
Finance Income		33,060	-
Borrowings /(Repayment) of Longterm Loan		14,482,102	77,159,420
Borrowings from/Repayment of Short Term Loan		(214,159,051)	(52,292,720)
Payment of cash dividend		(32,334,583)	(76,186,857)
Net cash provided by financing activities		(231,978,472)	(51,320,157)
Net changes in cash and cash equivalents		1,005,594	(9,278,419)
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		21,981,292	11,907,451
Number of share used to calculate NOCFPS		162,929,733	162,929,733
Operating cash flow per share	18	0.10	0.82

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


Chairperson


Director


Managing Director


Chief Financial Officer


Company Secretary

Place: Dhaka;
Date: 21 April, 2022



Bangladesh Building Systems Ltd.
Notes to the Interim Financial Statements
for the period ended 31 March, 2022

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, Jaina Bazar, Dhaka Mymensingh Highway, Telehate, Sreepur, Gazipur. Corporate Office and the Investors Relation Department is situated at Configure Bepari Tower (3rd Floor), 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 3rd quarter ended on 31 March, 2022 (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.
- 2.03 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 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. 1,003,621,148

Cost

Balance as on

Add. Addition during the period

Balance as on 31 March

Amount in BDT	
31-03-2022	30-06-2021
1,724,462,607	1,627,654,052
3,815,000	96,808,555
1,728,277,607	1,724,462,607



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Depreciation:

Balance as on	680,573,806	620,876,490
Add: Addition during the period	44,082,653	59,697,316
Balance as on 31 March	<u>724,656,459</u>	<u>680,573,806</u>
Written down value as on 31 March	<u>1,003,621,148</u>	<u>1,043,888,801</u>

4.00 Intangible Assets: Tk. 1,324,891

Cost

Balance as on	2,029,555	2,029,555
Add: Addition during the period	-	-
Balance as on 31 March	<u>2,029,555</u>	<u>2,029,555</u>

Amortization:

Balance as on	600,113	441,288
Add: Addition during the period	104,551	158,825
Balance as on 31 March	<u>704,664</u>	<u>600,113</u>

Written down value as on 31 March	<u>1,324,891</u>	<u>1,429,442</u>
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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 1,006,322,176

Opening balance	945,948,131	824,363,067
Share of net profit after tax of associate (Note No. 15)	91,278,545	149,680,064
Total	<u>1,037,226,676</u>	<u>974,043,131</u>
Adjustment/disposal during the period:		
Cash dividend received	(30,904,500)	(28,095,000)
Closing Balance	<u>1,006,322,176</u>	<u>945,948,131</u>

The company's investment in associates(BBSL has 14.31% equity interest in BBS Cables Ltd. i.e 28,849,725 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.87,435,578

This is made up as follows

Particulars:

Opening balance	76,896,428	76,896,428
Add: Addition during the Year	10,539,150	-
	<u>87,435,578</u>	<u>76,896,428</u>
Less: Adjustment made during the Year	-	-
Closing Balance	<u>87,435,578</u>	<u>76,896,428</u>

07.00 Cash & Cash Equivalents: Tk. 21,981,292

Cash In-Hand	367,970	189,880
Balances with Bank:		
Term Deposits (FDR)	1,250	2,404,363
Short Term Deposit (STD)	20,825,578	9,461,619
Current & Collection Accounts	786,494	8,919,836
Total	<u>21,981,292</u>	<u>20,975,698</u>

08.00 Long Term Loan: Tk.551,748,485

Long term loan Lanka Bangla Finance	116,445,039	111,786,815
Term Loan-UCBL	411,905,386	400,375,070
Term Loan-NRBC	83,001,496	84,707,933
	<u>611,351,921</u>	<u>596,869,819</u>
Less: Current Maturity of Long Term	59,603,436	238,413,742
	<u>551,748,485</u>	<u>358,456,077</u>



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09.00 Deferred tax liability : Tk.297,214,772

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	1,568,416	(9,108,050)
Deferred Tax (Associate Income @ 20%)	18,255,709	29,936,013
Provision on Sales	7,532,367	1,327,609
Less: Adjustment of AIT of Dividend Income	(6,180,900)	(5,619,000)
Closing balance	297,214,772	276,039,180

Temporary timing difference:

As at March 31, 2022	Accounting base Carrying Amount	Tax base	Temporary Difference
Property, Plant and equipment	1,003,621,148.0	564,791,755.0	(438,829,393)
Intangible Assets	1,324,891.0	654,559.0	(670,332)
Net Taxable temporary difference	1,004,946,039.0	565,446,314.0	(439,499,725)
Applicable rate			22.50%
Deffered Tax liability-31 March 2022			(98,887,438)
Deffered Tax liability-30 June 2021			(97,319,022)
Deffered Tax expenses/(income) for the period			1,568,416

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	1,045,318,243	612,789,257	(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. 672,767,464

This is made up as follows

Particulars:

Import Loan-UCBL	74,099,059	202,207,472
Time loan-UCBL (General)	51,078,828	106,010,757
Time loan-UCBL (COVID)	51,123,073	50,372,938
CC Hypo-UCBL	156,904,175	157,273,065
Import Loan NRBC	124,942,662	177,537,928
Time Loan- NRBC (General)	86,812,538	60,995,376
Time Loan- NRBC (COVID)	25,594,344	30,340,695
Over Draft (OD)-NRBC	102,212,785	102,188,284
Total	672,767,464	886,926,515

11.00 Unclaimed Dividend Account Tk.2,316,175

Unclaimed dividend balance 2020-2021

Unclaimed dividend balance 2019-2020

Unclaimed Dividend balance 2016-2017

Unclaimed Dividend balance 2015-2016

Unclaimed Dividend balance 2013-2014

413,531	-
969,533	1,093,073
636,292	674,919
183,684	183,684
113,135	113,135
2,316,175	2,064,811

12.00 Provision for tax: Tk. 277,742,704

Opening balance

Provision for the period

Total

273,474,474	267,840,220
4,268,230	5,634,254
277,742,704	273,474,474

The Company has made provision for income tax @ 0.6% on gross receipts u/s 82(c) 4(a) as per Income Tax Ordinance, 1984.



Amount in BDT	
31-03-2022	31-03-2021

13.00 Finance Cost: Tk. 100,032,328

Hypo Loan Interest	10,512,699	10,530,652
Import Loan Interest	16,455,880	26,312,620
Term Loan Interest UCBL	28,860,677	28,377,652
Time Loan Interest UCBL	11,958,267	-
Import Loan Interest NRBC	10,640,914	10,493,514
Work Order Interest NRBC	-	4,108,442
Time Loan Interest NRBC	5,890,670	6,128,213
Overdraft Interest NRBC	6,579,939	5,861,219
Term Loan Interest NRBC	6,522,702	1,700,930
Interest On Lanka Bangla Finance	-	11,190,305
Bank Commission & Charges	2,610,580	936,216
Total	100,032,328	105,639,763

14.00 Non-Operating Income: Tk. 205,767,640

Capital gain on Sale of Share of Associate (Bonus Share)	205,767,640	-
Total	205,767,640	-

15.00 Share of Profit after Tax of Associate Tk. 91,278,545

Nat Profit attributable to the	637,865,444	786,779,317
Percentage of Holding	14.31%	16.09%
Share of Net profit after Tax of	91,278,545	126,592,792

16.00 Income Tax Expenses: Tk. 42,022,722

Current tax expenses	4,268,230	4,620,516
Tax on Non-Operating Income	10,398,000	-
Deferred tax	27,356,492	41,893,570
Total	42,022,722	46,514,086

17.00 Earnings per Share(EPS)- Basic: Tk. 1.42

The Computation of EPS is given below:

Earnings attributable to the Shareholders(Net Profit after Tax)	231,426,545	15,572,671
Total	231,426,545	15,572,671
Total number of Shares outstanding/weighted average for the period	162,929,733	162,929,733
Adjusted/ Basic Earnings per Share(per value Tk. 10)	1.42	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. 1.42 for the period ended on 31st March, 2022 as against Tk. 0.10 for the period ended on 31st March, 2021 due to increasing of Non-Operating income (Capital Gain on Sale of Bonus Share of Associate) of the Company.

18.00 Net Operating Cash Flows per Share (NOCFPS): Tk. 0.10

The Computation of NOCFPS is given below:

Net Cash Generated from Operating Activities	16,846,976	134,040,377
Weighted average number of Shares Outstanding	162,929,733	162,929,733
	0.10	0.82

As per BSEC Notification (No: BSEC/CMRRCD/2009-193/188/Admin/69-dated: 07 September 2016), Operating Cashflow (NOCFPS) has stood Tk. 0.10 for the period ended on 31st March, 2022 as against Tk. 0.82 for the period ended on 31st March, 2021 due to increasing the payment of Creditors.

19.0 Net Asset Value (NAV) per Share Tk. 15.48

Total Asset	4,477,882,423	4,459,154,469
Less: Total outside Liability	(1,956,342,940)	(2,136,455,582)
Net Asset	2,521,539,483	2,322,698,886
Number of Ordinary Shares Outstanding	162,929,733	162,929,733
Net Asset Value(NAV) per Share	15.48	14.26



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As per BSEC Notification (No: BSEC/CMRRCD/2009-193/188/Admin/69-dated: 07 September 2016), Net Asset Value (NAV) has stood Tk. 15.48 for the period ended on 31st March, 2022 as against Tk. 14.26 for the Year ended on 30 June, 2021 due to increasing the Asset (value of investment in Associate) and decreasing the Bank loan liability and also changes in Profit or loss of the Company.

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

This is made up as follows:

Particulars:

Net Profit/(Loss) after Tax	231,426,545	15,572,671
Loss and Other Comprehensive		
Add/(Less) Adjustments:	(214,579,569)	118,467,706
Depreciation	44,187,204	42,788,799
Change In Inventories	65,510,076	164,143,940
Goods In Transit	(92,966,371)	4,548,790
Change in Advances, Deposits & Pre-payments	(24,272,008)	(33,678,082)
Change in Accounts Receivable	64,546,932	52,099,744
Change in Deferred Tax Liabilities	27,356,492	41,893,570
Change in Accounts and other payables	4,921,392	(1,400,000)
Change in Accruals and Provisions	(6,784,042)	(25,336,263)
Share of Profit from Associate	(91,278,545)	(126,592,792)
Finance Income	(33,060)	-
Capital gain on Sale of Share of Associate	(205,767,640)	-
Cash Flows from Operating Activities	16,846,976	134,040,377
(As per Statement of Cash Flows)		

21.00 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 31, March, 2022 are as follows:

21.01 Transaction with other concerns: Tk. 30,904,500

	Relationship	Nature of Transaction	Amount	Balance
BBS Cables Ltd.	Associate	Cash Dividend	30,904,500	-
Total			30,904,500	-

21.02 Compensation of key management personnel during the year as follows:

Short-term benefit	6,760,000	-
Post-employment benefits	-	-
Other long term benefits	-	-
Termination benefits	-	-
Total	6,760,000	-

Key Management Personnel Payment during the period:

Name	Designation	Gross Remuneration/Board Attendance Fee	Tax Paid	Net Amount
Engr. Md. Abu Noman Hoelader	Chairperson	60,000	6,000	54,000
Engr. Hasan Morshed Chowdhury	Managing Director	6,460,000	726,000	5,734,000
Engr. Mohammad Badrul Hassan	Director	60,000	6,000	54,000
Engr. Mohammad Ruhul Majid	Director	60,000	6,000	54,000
Md. Shafiqur Rahman	Independent Director	60,000	6,000	54,000
Md. Enayet Hossain	Independent Director	60,000	6,000	54,000
Total		6,760,000	756,000	6,004,000

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



Chief Financial Officer



Company Secretary

Dated, Dhaka;

Date: 21 April, 2022

