

Bangladesh Building Systems Limited

Statement of Financial Position

As at December 31, 2021


Particulars	Notes	Amount in BDT	Amount in BDT
		31-Dec-21	30-Jun-21
ASSETS			
Non-current assets		2,124,493,072	2,068,162,802
Property, plant and equipment	3	1,018,032,787	1,043,888,801
Intangible asset	4	1,358,863	1,429,442
Investment in Associate Company	5	1,021,100,412	945,948,131
Work in Progress for new office space	6	84,001,010	76,896,428
Current assets		2,487,403,849	2,390,991,667
Inventories		739,186,404	848,230,636
Goods In Transit		10,771,215	-
Advances, deposits and prepayments		775,043,641	747,886,302
Trade & other receivables		810,872,504	773,899,030
Cash and cash equivalents	7	151,530,086	20,975,698
TOTAL ASSETS		4,611,896,921	4,459,154,469
EQUITY AND LIABILITIES			
Shareholders' equity		2,446,204,424	2,322,698,886
Share capital		1,629,297,331	1,629,297,331
Retained earnings		816,907,093	693,401,555
Non-current liabilities		783,074,283	634,495,257
Long term loan	8	488,552,308	358,456,077
Deferred tax liability	9	294,521,975	276,039,180
Current liabilities		1,382,618,214	1,501,960,325
Accounts and other payables		32,940,110	27,956,331
Accruals and Provisions		340,677,049	346,598,926
Short Term Loan	10	855,295,784	886,926,515
Unclaimed dividend Account	11	1,912,453	2,064,811
Cash Dividend Payable		32,585,947	-
Current portion of long term loan	8	119,206,871	238,413,742
TOTAL EQUITY AND LIABILITIES		4,611,896,921	4,459,154,469
Number of share used to calculate NAV		162,929,733	162,929,733
Net asset value per share	19	15.01	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;
26 January, 2022




Company Secretary

Bangladesh Building Systems Limited
Un-Audited Statement of Profit or Loss and other Comprehensive Income
For the period ended December 31, 2021

Particulars	Notes	Amount in BDT		Amount in BDT	
		01/07/2021 to 31/12/2021 (06 Months)	01/07/2020 to 31/12/2020 (06 Months)	01/10/2021 to 31/12/2021 (03 Months)	01/10/2020 to 31/12/2020 (03 Months)
Revenue		504,015,796	547,243,426	268,230,200	286,589,258
Cost of goods sold		(407,242,676)	(443,267,175)	(209,890,132)	(232,137,299)
Gross profit		96,773,121	103,976,251	58,340,069	54,451,959
Operating expenses		(62,073,430)	(60,634,465)	(30,812,365)	(30,121,698)
Administrative expenses		(52,083,480)	(52,234,817)	(25,986,735)	(26,472,520)
Selling and distribution expenses		(9,989,950)	(8,399,648)	(4,825,630)	(3,649,178)
Profit from operation		34,699,691	43,341,786	27,527,704	24,330,261
Others income		3,605,510	-	33,060	-
Finance cost	13	(67,431,606)	(68,714,563)	(30,020,199)	(32,707,178)
Net profit from operation		(29,126,406)	(25,372,777)	(2,459,436)	(8,376,917)
Workers' profit participation fund		-	-	-	-
Non-Operating Income	14	138,472,500	-	138,472,500	-
Share of profit of associate	15	75,152,281	93,684,039	32,185,281	50,148,811
Profit before tax		184,498,375	68,311,262	168,198,346	41,771,894
Income tax expenses	16	(28,406,890)	(33,795,446)	(16,663,431)	(23,102,381)
Net profit after tax		156,091,485	34,515,816	151,534,915	18,669,513
Total comprehensive income		156,091,485	34,515,816	151,534,915	18,669,513
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	0.96	0.21	0.93	0.11

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


Chairman


Director


Managing Director


Chief Financial Officer


Company Secretary

Dated, Dhaka;
26 January, 2022



Bangladesh Building Systems Limited
Un- Audited Statement of Changes in Equity
For the period ended December 31, 2021

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		156,091,485	156,091,485
Balance as at 31.12.2021	1,629,297,331	816,907,093	2,446,204,424
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		34,515,816	34,515,816
Balance as at 31.12.2020	1,629,297,331	764,039,236	2,393,336,567

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;
26 January, 2022




Bangladesh Building Systems Limited
Un-Audited Statement of Cash Flows
For the period ended December 31, 2021

	Notes	Amount in BDT	
		01/07/2021 to 31/12/2021 Months)	01/07/2020 to 31/12/2020 (06 Months)
Cash flows from operating activities			
Collections from customers & Others		467,042,322	483,127,754
Payments for operating costs & other expenses		(353,979,161)	(369,363,928)
Proceed from Scrap Sale		3,572,450	-
Income Tax Paid and/or deducted at sources		(25,341,866)	(15,147,040)
Net cash generated from operating activities		91,293,745	98,616,786
Cash flows from investing activities			
Acquisitions of property, plant and equipment		(3,815,000)	(222,695)
Work In Progress for new office space		(7,104,582)	-
Sale of Shares of Associate		138,472,500	-
Net cash used in investing activities		127,552,918	(222,695)
Cash flows from financing activities			
Finance Income		33,060	-
Borrowings/ (Repayment) of Long term Loan		10,889,360	41,451,747
Borrowings from/Repayment of Short Term Loan		(31,630,731)	(62,923,367)
Payment of cash dividend		(152,358)	-
Finance cost paid		(67,431,606)	(68,714,563)
Net cash provided by financing activities		(88,292,275)	(90,186,183)
Net changes in cash and cash equivalents		130,554,388	8,207,908
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		151,530,086	29,393,778
Number of share used to calculate NOCFPS		162,929,733	162,929,733
Operating cash flow per share	18	0.56	0.61


Chairperson

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


Director


Managing Director


Chief Financial Officer




Company Secretary

Dated, Dhaka
26 January, 2022

Bangladesh Building Systems Ltd.
Notes to the Interim Financial Statements
for the period ended 31 December, 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, Jaina Bazar, Dhaka Mymensingh Highway, Telehate, Sreepur, Gazipur. Corporate Office and the Investors Relation Department is situated at Configure Bepari Tower (3rd Floor), Gal/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 2nd quarter ended on 31 December, 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.

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 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. 1,018,032,787

Cost

Balance as on

Add: Addition during the period

Balance as on 31 December



Amount in BDT	
31-12-2021	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

Depreciation:

Balance as on	680,573,806	620,876,490
Add: Addition during the period	29,671,014	59,697,316
Balance as on 31 December	<u>710,244,820</u>	<u>680,573,806</u>
Written down value as on 31 December	<u>1,018,032,787</u>	<u>1,043,888,801</u>

4.00 Intangible Assets: Tk. 1,358,863**Cost**

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

Amortization:

Balance as on	600,113	441,288
Add: Addition during the period	70,579	158,825
Balance as on 31 December	<u>670,692</u>	<u>600,113</u>
Written down value as on 31 December	<u>1,358,863</u>	<u>1,429,442</u>

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 1,021,100,412

Opening balance	945,948,131	796,268,067
Share of net profit after tax of associate (Note No. 15)	75,152,281	149,680,064
Total	<u>1,021,100,412</u>	<u>945,948,131</u>

The company's investment in associates(BBSL has 14.79% equity interest in BBS Cables Ltd. i.e 28,404,500 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.84,001,010

This is made up as follows

Particulars:

Opening balance	76,896,428	76,896,428
Add: Addition during the Year	7,104,582	-
	<u>84,001,010</u>	<u>76,896,428</u>
Less: Adjustment made during the Year	-	-
Closing Balance	<u>84,001,010</u>	<u>76,896,428</u>

07.00 Cash & Cash Equivalents: Tk. 151,530,086

Cash In-Hand	464,807	189,880
Balances with Bank:		
Term Deposits (FDR)	2,434,117	2,404,363
Short Term Deposit (STD)	145,179,279	9,461,619
Current & Collection Accounts	3,451,882	8,919,836
Total	<u>151,530,086</u>	<u>20,975,698</u>

08.00 Long Term Loan: Tk.488,552,308

Long term loan Lanka Bangla Finance	114,709,252	111,786,815
Term Loan-UCBL	411,905,386	400,375,070
Term Loan-NRBC	81,144,542	84,707,933
	<u>607,759,179</u>	<u>596,869,819</u>
Less: Current Maturity of Long Term	119,206,871	238,413,742
	<u>488,552,308</u>	<u>358,456,077</u>





09.00 Deferred tax liability : Tk.294,521,975

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	1,146,065	(9,108,050)
Deferred Tax (Associate Income @ 20%)	15,030,456	29,936,013
Provision on Sales	2,306,274	1,327,609
Less: Adjustment of AIT of Dividend Income	-	(5,619,000)
Closing balance	294,521,975	276,039,180

Temporary timing difference:

As at December 31, 2021	Accounting base Carrying Amount	Tax base	Temporary Difference
Property, Plant and equipment	1,018,032,787.0	581,055,188.0	(436,977,599)
Intangible Assets	1,358,863.0	713,853.0	(645,010)
Net Taxable temporary difference	<u>1,019,391,650.0</u>	<u>581,769,041.0</u>	(437,622,609)
Applicable rate			22.50%
Deffered Tax liability-31 December 2021			(98,465,087)
Deffered Tax liability-30 June 2021			(97,319,022)
Deffered Tax expenses/(income) for the period			1,146,065

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. 855,295,784

This is made up as follows

Particulars:

Import Loan-UCBL	161,158,761	202,207,472
Time loan-UCBL (General)	93,499,928	106,010,757
Time loan-UCBL (COVID)	51,123,073	50,372,938
CC Hypo-UCBL	153,434,720	157,273,065
Import Loan NRBC	174,301,052	177,537,928
Time Loan- NRBC (General)	95,542,589	60,995,376
Time Loan- NRBC (COVID)	25,025,000	30,340,695
Over Draft (OD)-NRBC	101,210,661	102,188,284
Total	855,295,784	886,926,515

11.00 Unclaimed Dividend Account Tk.1,912,453

Unclaimed dividend balance 2019-2021

Unclaimed Dividend balance 2016-2017

Unclaimed Dividend balance 2015-2016

Unclaimed Dividend balance 2013-2014

979,342	1,093,073
636,292	674,919
183,684	183,684
113,135	113,135
1,912,453	2,064,811

12.00 Provision for tax: Tk. 276,498,569

Opening balance

Provision for the period

Total

273,474,474	267,840,220
3,024,095	5,634,254
276,498,569	273,474,474
276,498,569	273,474,474





Amount in BDT	
31-12-2021	31-12-2020

13.00 Finance Cost: Tk. 67,431,606

Hypo Loan Interest	7,043,245	6,656,339
Import Loan Interest	10,834,074	18,183,581
Term Loan Interest UCBL	19,425,530	18,769,268
Time Loan Interest UCBL	7,628,607	-
Import Loan Interest NRBC	7,273,958	6,551,026
Work Order Interest NRBC	-	2,719,952
Time Loan Interest NRBC	4,573,265	3,949,339
Overdraft Interest NRBC	4,344,626	3,891,961
Interest On Lanka Bangla Finance		7,632,782
Term Loan Interest NRBC	3,849,609	47,499
Bank Commission & Charges	2,458,694	312,816
Total	67,431,606	68,714,563

14.00 Non-Operating Income: Tk. 138,472,500

Share Sale of Associate through Stock Exchange	138,472,500	-
Total	138,472,500	-

15.00 Share of Profit after Tax of Associate Tk. 75,152,281

Nat Profit attributable to the	508,129,013	582,250,087
Percentage of Holding	14.79%	16.09%
Share of Net profit after Tax of	75,152,281	93,684,039

16.00 Income Tax Expenses: Tk.28,406,890

Current tax expenses	3,024,095	3,283,461
Tax on Non-Operating Income	6,900,000	-
Deferred tax	18,482,795	30,511,985
Total	28,406,890	33,795,446

17.00 Earnings per Share(EPS)- Basic: Tk.0.96

The Computation of EPS is given below:

Earnings attributable to the Shareholders(Net Profit after Tax)

Total	156,091,485	34,515,816
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)	0.96	0.21

As per BSEC Notification (No: BSEC/CMRRC/2009-193/188/Admin/69-dated: 07 September 2016), Earning per Share(EPS) has stood Tk. 0.96 for the period ended on 31st December, 2021 as against Tk.0.21 for the period ended on 31st December, 2020 due to increasing of non-operating income (Bonus share sale of Associate) of the Company.

18.00 Net Operating Cash Flows per Share (NOCFPS): Tk. 0.56

The Computation of NOCFPS is given below:

Net Cash Generated from Operating Activities	91,293,745	98,616,786
Weighted average number of Shares Outstanding	162,929,733	162,929,733
	0.56	0.61

As per BSEC Notification (No: BSEC/CMRRC/2009-193/188/Admin/69-dated: 07 September 2016), Operating Cashflow (NOCFPS) has stood Tk. 0.56 for the period ended on 31st December, 2021 as against Tk. 0.61 for the period ended on 30st December, 2020 due to decreasing the collection.

19.0 Net Asset Value (NAV) per Share Tk. 15.01

Total Asset	4,611,896,921	4,459,154,469
Less: Total outside Liability	(2,165,692,497)	(2,136,455,582)
Net Asset	2,446,204,424	2,322,698,887
Number of Ordinary Shares Outstanding	162,929,733	162,929,733
Net Asset Value(NAV) per Share	15.01	14.26



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

This is made up as follows:

Particulars:

Net Profit/(Loss) after Tax	156,091,485	34,515,816
Loss and Other Comprehensive		
Add/(Less) Adjustments:	(64,797,740)	64,100,970
Depreciation	29,741,593	28,544,573
Change In Inventories	109,044,231	131,733,458
Goods In Transit	(10,771,215)	(5,508,491)
Change in Advances, Deposits & Pre-payments	(27,157,339)	(5,359,145)
Change in Accounts Receivable	(36,973,474)	(64,115,672)
Change in Deferred Tax Liabilities	18,482,795	30,511,985
Change in Accounts and other payables	4,983,779	(1,400,000)
Change in Accruals and Provisions	(5,921,877)	(25,336,263)
Share of Profit from Associate	(75,152,281)	(93,684,039)
Finance Income	(33,060)	-
Financial Expenses	67,431,606	68,714,563
Sale of Share of Associate	(138,472,500)	-
Cash Flows from Operating Activities	91,293,745	98,616,786
(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, December, 2021 are as follows:

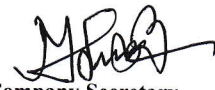
Key Management Personnel Payment during the period:

Name	Designation	Gross Remuneration/Board Attendance Fee	Tax Paid	Remuneration Gross Amount
Engr. Md. Abu Noman Hoelader	Chairperson	40,000	4,000	36,000
Engr. Hasan Morshed Chowdhury	Managing Director	4,328,000	472,000	3,856,000
Engr. Mohammad Badrul Hassan	Director	40,000	4,000	36,000
Engr. Mohammad Ruhul Majid	Director	40,000	4,000	36,000
Md. Shafiqur Rahman	Independent Director	40,000	4,000	36,000
Md. Enayet Hossain	Independent Director	40,000	4,000	36,000
Total		4,528,000	492,000	4,036,000

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



Chief Financial Officer



Company Secretary

Dated, Dhaka;
26 January, 2022

