

**GPH ISPAT LIMITED**  
**Statement of Financial Position (Un-Audited)**  
**As at 31 March 2021**

	Note(s)	31 March 2021	30 June 2020
		Taka	Taka
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	3,851,677,558	3,103,436,862
Capital work-in-progress	5	25,131,702,150	23,876,898,898
Intangible assets	6	842,716	1,010,002
Investments	7	151,904,833	62,344,461
<b>Total non-current assets</b>		<b>29,136,127,257</b>	<b>27,043,690,223</b>
<b>Current assets</b>			
Short term investment	8	1,184,507,252	882,572,314
Advances, deposits and prepayments	9	3,095,697,241	2,396,784,998
Inventories	10	8,510,975,162	7,006,674,104
Trade and other receivables	11	2,345,754,999	2,621,012,146
Cash and cash equivalents	12	75,367,019	38,761,528
<b>Total current assets</b>		<b>15,212,301,673</b>	<b>12,945,805,090</b>
<b>Total Assets</b>		<b>44,348,428,930</b>	<b>39,989,495,313</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	13	3,971,058,910	3,781,960,870
Share premium		1,136,440,000	1,136,440,000
Fair value reserve		(20,206,001)	(21,226,941)
Amount to be distributed as dividend		-	89,825,267
Retained earnings		2,306,541,466	1,446,359,318
		<b>7,393,834,375</b>	<b>6,433,358,514</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Long term loan	14	21,061,534,962	19,676,693,426
Finance lease obligations	15	480,630,113	744,497,463
Defined benefit obligation - gratuity	16	47,682,566	41,460,605
Deferred tax liability	17	211,940,986	186,228,559
<b>Total non-current liabilities</b>		<b>21,801,788,627</b>	<b>20,648,880,053</b>
<b>Current liabilities</b>			
Current portion of long term loan	14	664,879,017	155,746,011
Current portion of finance lease obligations	15	203,263,316	162,855,400
Short term borrowings	18	12,979,362,599	11,697,581,384
Creditors and accruals	19	965,430,882	800,583,885
Current tax liability	20	339,870,114	90,490,066
<b>Total current liabilities</b>		<b>15,152,805,928</b>	<b>12,907,256,746</b>
<b>Total liabilities</b>		<b>36,954,594,555</b>	<b>33,556,136,799</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>44,348,428,930</b>	<b>39,989,495,313</b>
<b>NET ASSET VALUE PER SHARE</b>	28	<b>18.62</b>	<b>17.01</b>

  
 Company Secretary

  
 Chief Financial Officer

  
 Director

  
 Managing Director

  
 Chairman

GPH ISPAT LIMITED

Statement of Profit or Loss and Other Comprehensive Income (Un-Audited)

For the 3rd Quarter ended 31 March 2021

	01 July 2020 to 31 March 2021	01 July 2019 to 31 March 2020	01 January 2021 to 31 March 2021	01 January 2020 to 31 March 2020
Note(s)	Taka	Taka	Taka	Taka
21	19,006,841,001	8,063,875,103	7,760,547,967	2,442,074,312
	(578,327,150)	(220,217,165)	(213,285,261)	(78,150,081)
	<b>18,428,513,851</b>	<b>7,843,657,938</b>	<b>7,547,262,706</b>	<b>2,363,924,231</b>
22	(15,532,131,046)	(6,523,793,754)	(6,379,339,351)	(1,986,761,680)
	<b>2,896,382,805</b>	<b>1,319,864,184</b>	<b>1,167,923,355</b>	<b>377,162,551</b>
23	(212,581,799)	(149,476,738)	(77,728,927)	(60,612,230)
24	(340,903,230)	(166,415,600)	(142,808,454)	(67,389,600)
	<b>2,342,897,776</b>	<b>1,003,971,846</b>	<b>947,385,974</b>	<b>249,160,721</b>
25	(846,707,403)	(557,643,499)	(360,029,106)	(211,261,029)
26	76,146,304	70,643,320	22,366,808	25,478,995
	<b>1,572,336,677</b>	<b>516,971,667</b>	<b>609,723,676</b>	<b>63,378,687</b>
27	16,673,251	1,862,960	11,478,750	1,680,913
	<b>1,589,009,928</b>	<b>518,834,627</b>	<b>621,202,426</b>	<b>65,059,600</b>
	(79,450,496)	(25,941,732)	(31,060,120)	(3,252,980)
	<b>1,509,559,432</b>	<b>492,892,895</b>	<b>590,142,306</b>	<b>61,806,620</b>
20	(335,294,040)	(113,662,034)	(131,152,406)	(11,953,689)
17	(25,712,427)	(7,177,723)	(6,916,543)	(2,655,127)
	<b>1,148,552,965</b>	<b>372,053,138</b>	<b>452,073,357</b>	<b>47,197,804</b>
	16,256,902	(23,528,193)	(2,007,267)	(8,212,921)
	<b>16,256,902</b>	<b>(23,528,193)</b>	<b>(2,007,267)</b>	<b>(8,212,921)</b>
	<b>1,164,809,867</b>	<b>348,524,945</b>	<b>450,066,090</b>	<b>38,984,883</b>
	2.89	0.94	1.14	0.12
29	397,105,891	397,105,891	397,105,891	397,105,891

Profit before income tax and distribution of WPPF and Welfare Fund

Contribution to WPPF and Welfare Fund

Profit before Income Tax

Income tax expenses

-Current

-Deferred

Profit after tax

Other comprehensive income

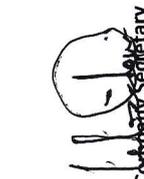
Net change in fair value of investment in quoted shares

Total other comprehensive income

Total comprehensive income

Earning Per Share (Basic)

Number of Shares used to compute EPS

  
Company Secretary

  
Chief Financial Officer

  
Director

  
Managing Director

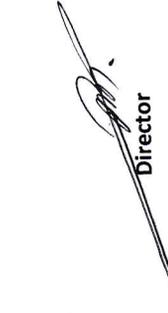
  
Chairman

**GPH ISPAT LIMITED**

**Statement of Changes in Equity (Un-Audited)  
For the 3rd Quarter ended 31 March 2021**

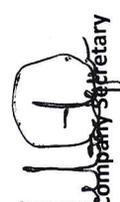
	Share Capital	Share Premium	Fair value reserve	Amount to be distributed as Dividend	Retained Earnings	Total Equity
Balance as on 01 July 2019	3,601,867,500	1,136,440,000	96,161	-	1,596,953,769	6,335,357,430
Change in fair value of investment in quoted shares	-	-	(23,528,193)	-	-	(23,528,193)
Dividend (Stock)	180,093,370	-	-	-	(180,093,370)	-
Dividend (Cash)	-	-	-	-	(180,093,370)	(180,093,370)
Net profit after tax	-	-	-	-	372,053,138	372,053,138
<b>Balance as at 31 March 2020</b>	<b>3,781,960,870</b>	<b>1,136,440,000</b>	<b>(23,432,032)</b>	<b>-</b>	<b>1,608,820,167</b>	<b>6,503,789,005</b>
Balance as on 01 July 2020	3,781,960,870	1,136,440,000	(21,226,941)	89,825,267	1,446,359,318	6,433,358,514
Change in fair value of investment in quoted shares	-	-	16,256,902	-	-	16,256,902
Adjustment of Realized Gain in quoted share	-	-	(15,235,962)	-	-	(15,235,962)
Dividend (Stock)	189,098,040	-	-	-	(189,098,040)	-
Dividend (Cash)	-	-	-	(89,825,267)	(99,272,777)	(189,098,044)
Net profit after tax	-	-	-	-	1,148,552,965	1,148,552,965
<b>Balance as at 31 March 2021</b>	<b>3,971,058,910</b>	<b>1,136,440,000</b>	<b>(20,206,001)</b>	<b>-</b>	<b>2,306,541,466</b>	<b>7,393,834,375</b>

  
Chief Financial Officer

  
Director

  
Managing Director

  
Chairman

  
Company Secretary

**GPH ISPAT LIMITED**  
**Statement of Cash Flows (Un-Audited)**  
**For the 3rd Quarter ended 31 March 2021**

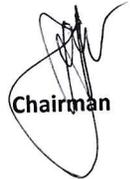
	01 July 2020 to 31 March 2021	01 July 2019 to 31 March 2020
Note(s)	Taka	Taka
<b>a. Operating activities</b>		
Receipts from customers against sales	18,727,978,025	7,469,534,390
Cash Paid to suppliers, operating and other expenses	(17,791,715,708)	(8,959,407,528)
Foreign currency exchange gain/(loss)	(79,296,747)	(23,759,873)
Income tax paid	(348,381,055)	(137,346,746)
<b>Net cash flows generated by operating activities</b>	<b>508,584,515</b>	<b>(1,650,979,757)</b>
	31	
<b>b. Investing activities</b>		
Acquisition of property, plant and equipment	(2,170,480,356)	(3,726,584,495)
Acquisition of Intangible asset	-	(250,000)
Investment in quoted shares	(9,803,470)	-
Investment in private equity	(63,500,000)	-
Dividend received (net of tax)	1,149,831	1,490,390
Interest received from bank deposits and others	47,069,802	39,483,334
Other investments	(272,858,436)	(193,798,159)
<b>Net cash flows used in investing activities</b>	<b>(2,468,422,629)</b>	<b>(3,879,658,930)</b>
<b>c. Financing activities</b>		
Receipts from long term loans	1,893,974,542	3,345,806,760
Repayments of finance lease obligation	(223,459,434)	104,803
(Repayment) / Receipt of short term borrowings	1,281,781,215	2,668,360,176
Dividend paid	(188,442,062)	(179,469,940)
Interest and bank charges paid	(767,412,008)	(533,883,785)
<b>Net cash flows used in financing activities</b>	<b>1,996,442,253</b>	<b>5,300,918,014</b>
<b>d. Net increase in cash and cash equivalents (a+b+c)</b>	<b>36,604,139</b>	<b>(229,720,673)</b>
<b>e. Opening cash and cash equivalents</b>	<b>38,761,528</b>	<b>281,773,961</b>
<b>f. Effect of foreign exchange rate changes</b>	<b>1,352</b>	<b>159</b>
<b>g. Cash and cash equivalents at the end of the period (d+e+f)</b>	<b>75,367,019</b>	<b>52,053,447</b>
<b>Net operating cash flows per share</b>	<b>1.28</b>	<b>(4.16)</b>
	30	
<b>Number of Shares used to compute NOCF</b>	<b>397,105,891</b>	<b>397,105,891</b>

  
Company Secretary

  
Chief Financial Officer

  
Director

  
Managing Director

  
Chairman

**GPH ISPAT LIMITED**  
**Notes to the Financial Statements**  
**As at and for the 3rd Quarter ended 31 March 2021**

**1.00 REPORTING ENTITY**

**1.01 Formation and Legal Status**

GPH Ispat Limited (hereinafter referred to as "GPH" or "the company") was incorporated in Bangladesh as a Private Limited company on 17 May 2006 under the Companies Act 1994. The company, subsequently, was converted into a Public Limited company on 18 December 2009 along with the subdivision of face value of shares from Tk. 100 to Tk. 10 each and enhancement of Authorized Capital from Tk. 2,500,000,000 to Tk. 10,000,000,000.

GPH became listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited during April 2012. The registered office and principal place of business of the company is located at Crown Chamber, 325 Asadgonj, Chattogram, Bangladesh.

**1.02 Nature of Business**

The principal activities of the company are manufacturing and trading of iron products and steel materials of all kinds (except ferro alloy products) or other metallic or allied materials and marketing thereof. The commercial production of the factory commenced on 21 August 2008.

**2.00 BASIS OF FINANCIAL STATEMENT PREPARATION AND PRESENTATION**

**2.01 Basis of Reporting**

This 3rd Quarterly financial report has been prepared in accordance with the provisions of Securities and Exchange Rule, 1987 as well as the provisions of the International Accounting Standard (IAS) & International Financial Reporting Standard (IFRS) as directed by notification No. BSEC/CMRRCD/2006-158/208/Admin/81, Dated: 20 June 2018.

**2.02 Functional and Presentation Currency**

The financial statements are expressed in Bangladesh Taka (Taka/Tk.) which is both functional currency and reporting currency of the Company. The figures of financial statements have been rounded off to the nearest Taka.

**2.03 Comparative Information**

Comparative information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current period financial statements.

**3.00 Accounting policies**

The accounting policies and methods of computation used in preparation of financial statements for the period ended on March 31, 2021 are consistent with those policies and methods used in the annual financial statements, prepared and published financial statement and last audited financial statements for the year ended on June 30, 2020.



4.00 Property, plant and equipment - at cost model

	Amount in Taka										
	Land & Land development	Plant and Machinery	Factory Building	Furniture, Fixture and Decoration	Computer and Accessories	Motor Vehicles	Logistic Vehicles	Electric and Gas Line Installation	Lab Equipment	Office Equipment	Total
<b>At cost</b>											
Balance as on 01 July 2019	822,236,318	1,533,081,028	1,014,540,503	25,886,158	14,896,699	151,606,683	292,707,720	195,769,890	22,490,518	13,060,188	4,086,275,705
Addition during the period	194,002,362	45,417,557	19,621,370	1,249,920	2,688,480	11,758,012	24,433,090	2,512,000	-	1,641,250	303,324,041
Disposal/Adjustment during the period	-	-	-	-	-	(3,829,396)	-	-	-	-	(3,829,396)
<b>Balance as at 30 June 2020</b>	<b>1,016,238,680</b>	<b>1,578,498,585</b>	<b>1,034,161,873</b>	<b>27,136,078</b>	<b>17,585,179</b>	<b>159,535,299</b>	<b>317,140,810</b>	<b>198,281,890</b>	<b>22,490,518</b>	<b>14,701,438</b>	<b>4,385,770,350</b>
Balance as on 01 July 2020	1,016,238,680	1,578,498,585	1,034,161,873	27,136,078	17,585,179	159,535,299	317,140,810	198,281,890	22,490,518	14,701,438	4,385,770,350
Addition during the period	39,597,611	842,369,790	1,647,585	363,100	2,098,670	3,429,000	10,395,960	14,363,045	-	1,412,343	915,677,104
Disposal/Adjustment during the period	-	-	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 March 2021</b>	<b>1,055,836,291</b>	<b>2,420,868,375</b>	<b>1,035,809,458</b>	<b>27,499,178</b>	<b>19,683,849</b>	<b>162,964,299</b>	<b>327,536,770</b>	<b>212,644,935</b>	<b>22,490,518</b>	<b>16,113,781</b>	<b>5,301,447,454</b>
<b>Accumulated depreciation</b>											
Balance as on 01 July 2019	-	606,989,144	251,641,163	9,456,128	8,436,515	44,227,722	100,852,892	67,917,958	14,773,431	6,595,431	1,110,890,384
Charged for the period	-	96,167,608	38,887,414	1,737,668	1,556,320	11,407,409	15,263,857	6,413,530	771,709	1,449,082	173,654,597
Adjustment for disposal during the period	-	-	-	-	-	(2,211,493)	-	-	-	-	(2,211,493)
<b>Balance as at 30 June 2020</b>	<b>-</b>	<b>703,156,752</b>	<b>290,528,577</b>	<b>11,193,796</b>	<b>9,992,835</b>	<b>53,423,638</b>	<b>116,116,749</b>	<b>74,331,488</b>	<b>15,545,140</b>	<b>8,044,513</b>	<b>1,282,333,488</b>
Balance as on 01 July 2020	-	703,156,752	290,528,577	11,193,796	9,992,835	53,423,638	116,116,749	74,331,488	15,545,140	8,044,513	1,282,333,488
Depreciation Rate	0.00%	10.00%	5.00%	10.00%	20.00%	10.00%	7.50%	5.00%	10.00%	20.00%	-
Charged for the period	-	110,941,256	27,925,658	1,207,097	1,291,342	8,101,250	11,372,578	4,963,150	520,903	1,113,174	167,436,408
Adjustment for disposal during the period	-	-	-	-	-	-	-	-	-	-	-
<b>As at 31 March 2021</b>	<b>-</b>	<b>814,098,008</b>	<b>318,454,235</b>	<b>12,400,893</b>	<b>11,284,177</b>	<b>61,524,888</b>	<b>127,489,327</b>	<b>79,294,638</b>	<b>16,066,043</b>	<b>9,157,687</b>	<b>1,449,769,896</b>

**Carrying amount**

As at 30 June 2020	1,016,238,680	875,341,833	743,633,296	15,942,282	7,592,344	106,111,661	201,024,061	123,950,402	6,945,378	6,656,925	3,109,436,862
Balance as at 31 March 2021	1,055,836,291	1,606,770,367	717,355,223	15,098,285	8,399,672	101,439,411	200,047,443	133,350,297	6,424,475	6,956,094	3,851,677,558

**Depreciation Charged**

Dep for the period from 01 July 2020 to 31 March 2021	167,436,408	127,692,290									
Dep charged during the month 01 July 2020 to 31 December 2021	(105,977,039)	(84,646,631)									
<b>Dep for the period from January 2021 to March 2021</b>	<b>61,459,369</b>	<b>43,045,659</b>									

**Depreciation allocated to:**

Direct expenses	22.02	150,692,768	114,923,060	55,313,433	38,741,093
Administrative expenses	23.00	8,371,820	6,384,615	3,072,968	2,152,283
Selling and distribution expenses	24.00	8,371,820	6,384,615	3,072,968	2,152,283
		<b>167,436,408</b>	<b>127,692,290</b>	<b>61,459,369</b>	<b>43,045,659</b>

Allocation Basis	01 Jul 2020 to 31 Mar 2021		01 Jul 2019 to 31 Mar 2020		01 Jan 2021 to 31 Mar 2020	
	Taka	Taka	Taka	Taka	Taka	Taka
22.02	150,692,768	114,923,060	55,313,433	38,741,093	38,741,093	38,741,093
23.00	8,371,820	6,384,615	3,072,968	2,152,283	2,152,283	2,152,283
24.00	8,371,820	6,384,615	3,072,968	2,152,283	2,152,283	2,152,283
	<b>167,436,408</b>	<b>127,692,290</b>	<b>61,459,369</b>	<b>43,045,659</b>	<b>61,459,369</b>	<b>43,045,659</b>



	31 March 2021	30 June 2020
	Taka	Taka
<b>5.00 Capital work-in-progress</b>		
Opening balance	23,876,898,898	19,760,860,267
Add: Expenses incurred during the period	1,967,699,396	4,116,038,631
	<u>25,844,598,294</u>	<u>23,876,898,898</u>
Less: Capitalized during the Period	712,896,144	-
<b>Closing balance</b>	<b><u>25,131,702,150</u></b>	<b><u>23,876,898,898</u></b>
<p>Capital work-in-progress includes all the costs of the new projects of MS Billet plant (840,000 M. Ton per annum) and MS Rod plant (640,000 M. Ton per annum) which are currently under construction. Out of these total assets, after successful commissioning &amp; trailing Air Separation (Plant) Unit Tk. 71,28,96,144/- has been transferred to Fixed Asset.</p>		
<b>6.00 Intangible assets</b>		
Software	842,716	1,010,002
	<u>842,716</u>	<u>1,010,002</u>
<b>7.00 Investments</b>		
Investment in Un-quoted equity-at cost	64,500,000	1,000,000
Investment in quoted shares - at fair value	87,404,833	61,344,461
	<u>151,904,833</u>	<u>62,344,461</u>
<b>8.00 Short term investment</b>		
Investments in Fixed Deposit Receipts (FDR)	1,184,507,252	882,572,314
	<u>1,184,507,252</u>	<u>882,572,314</u>
<b>9.00 Advances, deposits and prepayments</b>		
Advances	2,981,711,910	2,278,271,848
Deposits	111,644,130	111,144,130
Prepayments	2,341,201	7,369,020
	<u>3,095,697,241</u>	<u>2,396,784,998</u>
<b>10.00 Inventories</b>		
Finished goods	4,530,836,034	2,181,449,041
Raw materials	3,133,075,160	4,629,873,049
Spares and other materials	847,063,968	195,352,014
	<u>8,510,975,162</u>	<u>7,006,674,104</u>
<b>11.00 Trade and other receivables</b>		
Trade receivables	1,944,065,261	2,248,595,150
Other receivable	401,689,738	372,416,996
	<u>2,345,754,999</u>	<u>2,621,012,146</u>
<b>12.00 Cash and cash equivalents</b>		
Cash in hand	6,020,176	2,551,177
Cash at bank	69,346,843	31,879,085
Fixed Deposit Receipts (FDR)	-	4,331,266
	<u>75,367,019</u>	<u>38,761,528</u>



	31 March 2021	30 June 2020
	Taka	Taka
<b>13.00 Share capital</b>		
<b>Authorized Capital</b>		
1,000,000,000 Ordinary Shares of Tk 10 each	<u>10,000,000,000</u>	<u>10,000,000,000</u>
<b>Issued, subscribed and paid-up Capital</b>		
100,000 Ordinary Shares of Tk. 10 each as at 17 May 2006	1,000,000	1,000,000
1,100,000 Ordinary Shares of Tk. 10 each as at 28 September 2008	11,000,000	11,000,000
17,000 Ordinary Shares of Tk. 10 each as at 24 January 2010	170,000	170,000
36,428,600 Ordinary Shares of Tk. 10 each as at 28 April 2010	364,286,000	364,286,000
12,354,400 Ordinary Shares of Tk. 10 each as at 28 April 2010	123,544,000	123,544,000
20,000,000 Ordinary Shares of Tk. 10 each as at 20 August 2011	200,000,000	200,000,000
20,000,000 Ordinary Shares of Tk.10 each issued through IPO 07 March 2012	200,000,000	200,000,000
18,000,000 Ordinary Shares of Tk. 10 each as at 13 November 2012	180,000,000	180,000,000
10,800,000 Ordinary Shares of Tk. 10 each as at 09 november 2013	108,000,000	108,000,000
5,940,000 Ordinary Shares of Tk. 10 each as at 10 November 2014	59,400,000	59,400,000
187,110,000 Rights Shares of Tk. 10 each as at 01 June 2016	1,871,100,000	1,871,100,000
15,592,500 Ordinary Shares of Tk. 10 each as at 10 December 2017	155,925,000	155,925,000
32,744,250 Ordinary Shares of Tk. 10 each as at 19 January 2019	327,442,500	327,442,500
18,009,337 Ordinary Shares of Tk. 10 each as at 26 December 2019	180,093,370	180,093,370
18,909,804 Ordinary Shares of Tk. 10 each as at 21 December 2020	189,098,040	-
<b>397,105,891 Ordinary Shares of Tk 10 each</b>	<u><b>3,971,058,910</b></u>	<u><b>3,781,960,870</b></u>
<b>14.00 Long Term Loan</b>		
Term Loan	3,167,262,410	1,992,809,735
Long Term Financing Facility	3,973,951,766	3,563,635,055
Syndication Term Loan	5,739,294,264	5,430,089,108
ECA Backed Finance	7,772,083,919	7,772,083,919
Loan From Directors	1,073,821,620	1,073,821,620
	<u><b>21,726,413,979</b></u>	<u><b>19,832,439,437</b></u>
<b>14.01 Long Term Loan - Maturity analysis</b>		
Due within one period	664,879,017	155,746,011
Due after one period	21,061,534,962	19,676,693,426
	<u><b>21,726,413,979</b></u>	<u><b>19,832,439,437</b></u>
<b>15.00 Finance lease obligations</b>		
Al- Arafah Islami Bank Limited	145,662,514	31,193,123
Industrial and Infrastructure Development Finance Company Limited	31,922,408	49,691,090
IPDC Finance Limited	315,970,235	354,772,250
Pubali Bank Limited	10,980,459	10,396,939
United Commercial Bank Limited	3,256,528	5,860,332
United Finance Limited	176,101,285	197,001,629
Uttara Finance and investment Limited	-	258,437,500
	<u><b>683,893,429</b></u>	<u><b>907,352,863</b></u>
<b>15.01 Finance Lease Obligation - Maturity analysis</b>		
Due within one period	203,263,316	162,855,400
Due after one period	480,630,113	744,497,463
	<u><b>683,893,429</b></u>	<u><b>907,352,863</b></u>



	31 March 2021	30 June 2020
	Taka	Taka
<b>16.00 Defined Benefit Obligation (Gratuity)</b>		
Opening Balance	41,460,605	35,919,462
Add: Provision made during the period	6,479,101	5,885,053
	47,939,706	41,804,515
Less: Paid during the period	(257,140)	(343,910)
Closing balance	<u>47,682,566</u>	<u>41,460,605</u>

**17.00 Deferred tax liability**

Deferred tax liability has been calculated below at the applicable tax rate on the temporary difference between the carrying value and tax base.

Opening Balance	186,228,559	174,152,167
<b>Add: Provided/(adjusted) during the period</b>		
Taxable/(deductible) temporary difference of PPE (excluding land)	27,207,564	15,820,005
Intangible asset	(41,822)	10,905
Provision for Gratuity	(1,555,491)	(1,385,285)
Investment in quoted shares	102,176	(2,369,233)
	<u>25,712,427</u>	<u>12,076,392</u>
Closing Balance	<u>211,940,986</u>	<u>186,228,559</u>

**17.01 Reconciliation of deferred tax liabilities /(assets) are as follows :**

	Carrying amount	Tax base	Rate Applied	Temporary difference	Deferred tax liability /(asset)
<b>As on 31 March 2021</b>	Taka	Taka	(%)	Taka	Taka
Property, plant and equipment	2,795,841,267	1,892,211,511	25%	903,629,756	225,907,439
Intangible asset	842,716	-	25%	842,716	210,679
Provision for gratuity	47,682,566	-	25%	47,682,566	(11,920,642)
Investment in quoted shares	87,404,833	109,969,734	10%	(22,564,901)	(2,256,490)
					<u>211,940,986</u>

	Carrying amount	Tax base	Rate Applied	Temporary difference	Deferred tax liability /(asset)
<b>As on 30 June 2020</b>	Taka	Taka	(%)	Taka	Taka
Property, plant and equipment	2,087,198,182	1,292,398,683	25%	794,799,499	198,699,875
Intangible asset	1,010,002	-	25%	1,010,002	252,501
Provision for gratuity	41,460,605	-	25%	41,460,605	(10,365,151)
Investment in quoted shares	61,344,461	84,931,122	10%	(23,586,661)	(2,358,666)
					<u>186,228,559</u>

**18.00 Short term borrowings**

	31 March 2021	30 June 2020
	Taka	Taka
Loan against Trust Receipt (LATR)	763,439,767	705,240,112
Time loan	7,328,110,794	4,768,472,786
Bank overdraft and cash credit	3,127,734,560	4,259,228,158
Accepted Bill for Payment	1,760,077,478	1,964,640,328
	<u>12,979,362,599</u>	<u>11,697,581,384</u>



	31 March 2021	30 June 2020
	Taka	Taka
<b>19.00 Creditors and accruals</b>		
For Revenue Expenses	357,290,321	63,650,863
For Other Finance	86,375,070	75,514,788
For Supplies	178,839,876	112,802,460
GPH Power Generation Limited.	230,565,646	510,640,586
Advance Against Sales	11,931,318	16,997,033
Workers' Profit Participation Fund	100,428,651	20,978,155
	<b>965,430,882</b>	<b>800,583,885</b>

<b>20.00 Current tax liability</b>		
Opening Balance	90,490,066	254,501,337
Add: Provision made during the period	335,294,040	84,721,754
	425,784,106	339,223,091
Less: Paid/adjusted during the period	(85,913,992)	(248,733,025)
Closing balance	<b>339,870,114</b>	<b>90,490,066</b>

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

Accounting Year	Assessment Year	Opening balance	Provided during the year	Adjusted during the year	Balance	Remarks
Prior to 2015-2016						
			-	-	-	Assessment completed
2016-2017	2017-2018	111,031,009	179,191,873	(106,839,951)	183,382,931	Assessment in Appeal (Second)
2017-2018	2018-2019	183,382,931	169,979,806	(177,186,575)	176,176,162	Assessment in Appeal (First)
2018-2019	2019-2020	176,176,162	248,877,693	(170,552,518)	254,501,337	Assessment in Appeal (First)
2019-2020	2020-2021	254,501,337	84,721,754	(248,733,025)	90,490,066	Return to be submitted
2020-2021	2021-2022	90,490,066	335,294,040	(85,913,992)	339,870,114	Return due by 15th January 2022

	31 March 2021		30 June 2020	
	Rate	Taka	Rate	Taka
<b>20.02 Reconciliation of effective tax rate</b>				
Profit before tax		1,509,559,432		398,584,935
Total income tax expense	<b>22.21%</b>	<b>335,294,040</b>	<b>21.26%</b>	<b>84,721,754</b>

**Factors affecting the tax charge:**

Tax using the applicable rate	25.00%	377,389,858	25.00%	99,646,234
Difference between accounting and fiscal depreciation	-1.80%	(27,165,743)	-3.81%	(15,190,678)
Inadmissible expenses	0.00%	-	0.01%	54,476
Difference between gratuity provision and payment	0.10%	1,555,490	0.35%	1,385,286
Unrealised foreign currency translation gain	0.00%	-	-0.31%	(1,238,011)
Revenue gain on disposal of motor vehicles	0.00%	-	0.04%	157,595
Rebate on export sales	-0.94%	(14,128,306)	0.00%	-
Adjustment of Realized Gain /(Loss) on sale of Shares in Listed Com	-0.15%	(2,285,395)	0.00%	-
Adjustment for reduced rated taxable income	0.00%	(71,864)	-0.02%	(93,148)
	<b>22.21%</b>	<b>335,294,040</b>	<b>21.26%</b>	<b>84,721,754</b>

	01 July 2020 to 31 March 2021	01 July 2019 to 31 March 2020	01 January 2021 to 31 March 2021	01 January 2020 to 31 March 2020
	Taka	Taka	Taka	Taka
<b>21.00 Revenue</b>				
Local Sales	17,372,299,711	8,063,875,103	7,000,301,337	2,442,074,312
Export Sales	1,634,541,290	-	760,246,630	-
	<b>19,006,841,001</b>	<b>8,063,875,103</b>	<b>7,760,547,967</b>	<b>2,442,074,312</b>
Value Added Tax	(578,327,150)	(220,217,165)	(213,285,261)	(78,150,081)
	<b>18,428,513,851</b>	<b>7,843,657,938</b>	<b>7,547,262,706</b>	<b>2,363,924,231</b>
<b>21.01 Local Sales</b>				
M.S. Rod	15,233,675,573	7,998,877,280	6,241,451,696	2,430,139,874
M.S. Billet	1,966,348,563	-	701,662,255	-
Cut Pieces	31,239,870	20,656,289	11,818,010	9,230,286
Miss Roll and Ovel	21,838,050	44,341,534	-	2,704,152
Mill Scale	11,980,896	-	11,635,111	-
Oxygen and Nitrogen	107,216,759	-	33,734,265	-
	<b>17,372,299,711</b>	<b>8,063,875,103</b>	<b>7,000,301,337</b>	<b>2,442,074,312</b>
<b>21.02 Export Sales</b>				
M.S. Rod	8,631,000	-	-	-
M.S. Billet	1,625,910,290	-	760,246,630	-
	<b>1,634,541,290</b>	<b>-</b>	<b>760,246,630</b>	<b>-</b>

The demand for product has been increased significantly, consequently sales have been increased. On the other hand, Company has decided to sell out its trail products in local market. In addition to that, company has exported a huge quantity of billet during this particular period. These are the reasons of higher revenue compared with the previous period.



	01 July 2020 to 31 March 2021	01 July 2019 to 31 March 2020	01 January 2021 to 31 March 2021	01 January 2020 to 31 March 2020
	Taka	Taka	Taka	Taka
<b>22.00 Cost of goods sold</b>				
<b>Opening Finished goods</b>				
M.S. Rod	1,680,512,617	1,188,444,250	2,330,701,928	1,077,019,021
M.S. Billet	500,936,424	475,570,006	2,543,567,302	430,286,658
	<b>2,181,449,041</b>	<b>1,664,014,256</b>	<b>4,874,269,230</b>	<b>1,507,305,679</b>
<b>Add: Cost of Production</b>	<b>17,881,518,039</b>	<b>6,411,659,487</b>	<b>6,035,906,155</b>	<b>2,031,335,991</b>
	<b>20,062,967,080</b>	<b>8,075,673,743</b>	<b>10,910,175,385</b>	<b>3,538,641,670</b>
<b>Less: Closing Finished goods</b>				
M.S. Rod	2,163,489,970	987,940,604	2,163,489,970	987,940,604
M.S. Billet	2,367,346,064	563,939,386	2,367,346,064	563,939,386
	<b>4,530,836,034</b>	<b>1,551,879,990</b>	<b>4,530,836,034</b>	<b>1,551,879,990</b>
	<b>15,532,131,046</b>	<b>6,523,793,754</b>	<b>6,379,339,351</b>	<b>1,986,761,680</b>
<b>23.00 Administrative expenses</b>				
Directors' Remuneration	12,915,000	12,915,000	4,305,000	4,305,000
Salary and Allowances	141,685,076	92,196,385	54,375,549	38,475,728
Depreciation	8,371,820	6,384,615	3,072,968	2,152,283
Amortization of Software	167,286	150,619	55,762	51,595
BIS Certificate Expenses	333,584	93,148	245,531	-
Board Meeting Expenses	765,000	525,000	180,000	60,000
Bonus	8,833,260	4,591,089	-	919,521
Electricity and Other Utility Expenses	1,896,395	1,454,468	274,339	434,604
Entertainment	3,728,057	3,483,558	1,356,616	935,968
Fees and Renewal	2,937,987	2,407,082	856,388	1,985,451
General Meeting Expenses	250,990	1,309,870	45,000	1,189,870
Group Insurance Premium	991,093	-	243,712	-
Legal and Professional Fee	1,394,250	298,500	808,750	58,500
Miscellaneous Expenses	1,230,171	1,110,780	318,094	214,735
Mobile, Telephone and Internet Charges	4,053,272	3,318,206	1,393,336	1,190,101
Newspaper and Periodicals	19,128	33,629	8,233	10,982
Office Maintenance	2,383,722	2,554,953	593,625	722,991
Office Rent	3,105,000	3,041,324	1,035,000	1,035,000
Postage and Stamps	512,589	427,707	261,483	230,281
Recruitment Expenses	27,380	345,000	1,640	100,000
Rent, Rate & Taxes	476,167	125,000	173,538	-
Share Management Expenses	2,460,886	2,542,063	2,214,800	2,186,475
Software & Data Connectivity Expenses	352,081	380,800	82,507	89,300
Stationery and Printing Charges	2,059,078	2,529,327	249,824	911,777
Training Fee	144,560	200,029	45,000	10,000
Travelling and Conveyance	3,710,310	1,913,217	1,305,450	643,018
BO Account Expenses	26,299	-	17,349	-
Vehicle Expenses	7,751,358	5,145,369	4,209,433	2,699,050
	<b>212,581,799</b>	<b>149,476,738</b>	<b>77,728,927</b>	<b>60,612,230</b>
<b>24.00 Selling and distribution expenses</b>				
Advertisement Expenses	37,042,648	26,331,543	4,628,990	13,531,439
Carriage Outward	243,130,673	97,149,608	106,686,814	36,210,310
Loading & Delivery Expenses	6,821,606	5,158,228	3,410,803	3,573,478
Travelling and Conveyance	10,590,435	7,060,821	3,585,285	3,468,079
Commission on Sales	5,198,000	7,024,000	1,660,000	2,320,000
Promotional Expenses	15,662,761	16,077,920	8,628,124	5,825,121
Depreciation	8,371,820	6,384,615	3,072,968	2,152,283
Marketing Collection Expenses	158,585	1,207,600	29,140	302,200
Export Expenses	13,910,152	-	11,103,370	-
Postage and Stamps	16,550	21,265	2,960	6,690
	<b>340,903,230</b>	<b>166,415,600</b>	<b>142,808,454</b>	<b>67,389,600</b>



	01 July 2020 to 31 March 2021	01 July 2019 to 31 March 2020	01 January 2021 to 31 March 2021	01 January 2020 to 31 March 2020
	Taka	Taka	Taka	Taka
<b>25.00 Finance Cost</b>				
Interest on Bank Loan	730,663,076	517,255,849	299,425,416	185,014,147
Bank Charge	12,826,902	9,297,824	1,040,100	1,999,195
Loan Processing Fee	23,922,030	7,330,112	1,247,758	5,352,810
Foreign Currency Exchange (Gain)/Loss	79,295,395	23,759,714	58,315,832	18,894,877
	<b>846,707,403</b>	<b>557,643,499</b>	<b>360,029,106</b>	<b>211,261,029</b>
<b>26.00 Finance income</b>				
Interest Earned from FDR	47,021,226	39,461,563	12,573,068	14,846,830
Interest Income from SND Account	48,576	21,771	125	-
Interest Income from Arbee Textiles Limited	29,076,502	31,159,986	9,793,615	10,632,165
	<b>76,146,304</b>	<b>70,643,320</b>	<b>22,366,808</b>	<b>25,478,995</b>
<b>27.00 Other income</b>				
Dividend Income	1,437,289	1,862,960	242,720	1,680,913
Realised Gain/(Loss) on Sale of Shares in Listed Companies	15,235,962	-	11,236,030	-
	<b>16,673,251</b>	<b>1,862,960</b>	<b>11,478,750</b>	<b>1,680,913</b>

	31 March 2021	30 June 2020
	Taka	Taka
<b>28.00 Net Asset Value Per Share (NAV)</b>		
Total Assets	44,348,428,930	39,989,495,313
Less: Liabilities	36,954,594,555	33,556,136,799
Net Asset Value (NAV)	7,393,834,375	6,433,358,514
Number of ordinary shares outstanding during the period	397,105,891	378,196,087
<b>Net Assets Value (NAV) per share</b>	<b>18.62</b>	<b>17.01</b>

NAV per share is increased due to incremental Net Profit in comparing to the reporting period ended on March 31, 2021.

	01 July 2020 to 31 March 2021	01 July 2019 to 31 March 2020
	Taka	Taka
<b>29.00 Earnings per share (EPS)</b>		
<b>29.01 Basic Earnings per share</b>		
The composition of Earnings per share (EPS) is given below :		
Total earnings attributable to the ordinary shareholders	1,148,552,965	372,053,138
Number of ordinary shares outstanding during the period	397,105,891	378,196,087
Weighted average number of ordinary shares outstanding during the period	397,105,891	397,105,891
<b>Basic Earnings Per Share</b>	<b>2.89</b>	<b>0.98</b>
<b>Restated Earnings Per Share*</b>		<b>0.94</b>

**29.02** The company marketed its new products from the trial production of the new expansion plant. As a result, the market share of the company has been increased significantly. Moreover, the company started the export of MS Billet of its new expansion plant which is the new market opportunity for the company. The combined effects of all above registered a positive impact on EPS and significant deviation has been occurred compared to the corresponding period.



**30.00 Net operating cash flow per share**  
 Net operating cash flows (from statement of cash flows)  
 Number of ordinary shares outstanding during the period  
**Net operating cash flow per share**

01 July 2020 to 31 March 2021 Taka	01 July 2019 to 31 March 2020 Taka
508,584,515	(1,650,979,757)
397,105,891	397,105,891
<b>1.28</b>	<b>(4.16)</b>

NOCFPS increased due to collection against sales was higher than the payment to supplier and lower investment in working capital. As a result, NOCFPS was positive in comparing with the previous period.

**31.00 Reconciliation of cash flows from operating activities**

Profit before income tax

01 July 2020 to 31 March 2021 Taka	01 July 2019 to 31 March 2020 Taka
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1,509,559,432 492,892,895

**Adjustment for**

Depreciation charged

167,436,408 127,692,290

Amortization charged

167,286 150,619

Finance Cost

767,412,008 533,883,785

Finance income

(76,146,304) (70,643,320)

Realised Gain/(Loss) on Sale of Shares in Listed Companies

(15,235,962) -

Dividend Income (net of tax)

(1,149,831) (1,490,390)

**2,352,043,037 1,082,485,879**

**(Increase)/decrease in Current Assets**

Advances, deposits and prepayments

(436,445,180) (404,748,897)

Inventories

(1,504,301,058) (2,075,030,068)

Trade and other receivables

275,257,147 (514,570,033)

**Increase/(decrease) in Current Liabilities**

Defined benefit obligation - gratuity

6,221,961 4,204,816

Creditors and accruals

164,189,663 394,025,292

**856,965,570 (1,513,633,011)**

Income tax paid

**(348,381,055) (137,346,746)**

**Net cash flows generated by operating activities**

**508,584,515 (1,650,979,757)**



### 32.00 Related Party Transactions

During the period the Company carried out a number of transactions with related parties in the normal course of business on an arms' length basis. Names of those related parties, nature of those transactions and their total value have been set out in accordance with the provisions of IAS-24: Related Party Disclosures.

Sl. No	Name of the Party	Relation	Nature of Transactions	Outstanding as on 31 March 2021	Outstanding as on 30 June 2020
1	GPH Power Generation Ltd.	Common Directorship	Supply of power at a flat rate	Cr. 230,565,646	Cr. 510,640,586
2	Jahangir and Other Ltd.	Common Directorship	Head office rent	Dr. 1,534,966	Cr. 377,550
3	GPH Steels Ltd.	Investee	Investment in equity shares	Dr. 1,000,000	Dr. 1,000,000
4	Asia Insurance Ltd.	Common Directorship	Insurance Policy against Letter of Credit	Dr. 11,217,870	Cr. 4,420,165
5	Arbee Textiles Ltd.	Common Directorship	Payment against interest bearing loan	Dr. 401,689,738	Dr. 372,416,996
6	LIPD Industries Ltd.	Common Directorship	Advance	Dr. 185,500	Dr. 185,500
7	GPH Ship Builders Ltd.	Common Directorship	Advance	Dr. 1,500,000	Dr. 1,200,000

01 July 2020 to 31 March 2021	01 July 2019 to 31 March 2020
Taka	Taka

### 33.00 Key management personnel compensation

In accordance with para 17 of BAS 24 related party disclosure: during the period the amount of compensation paid to key management personnel including Board of Directors is as follows;

Short term employee benefits	69,096,100	39,432,463
Post Employment Benefits	4,035,089	1,347,277
Other long Term benefit	-	-
Termination Benefit	-	-
Share-based Payment	-	-
	<u>73,131,189</u>	<u>40,779,740</u>

### 34.00 Directors' Remuneration

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

Name	Designation		
Mr. Mohammed Jahangir Alam	Managing Director	3,150,000	3,150,000
Mr. Md. Almas Shimul	Director	5,625,000	5,625,000
Mr. Md. Ashrafuzzaman	Director	2,070,000	2,070,000
Mr. Md. Abdul Ahad	Director	2,070,000	2,070,000
		<u>12,915,000</u>	<u>12,915,000</u>

Managing director and director, Mr. Md. Almas Shimul, are provided with transport facilities along with their remuneration.

