

**GPH ISPAT LIMITED**  
**Statement of Financial Position (Un-Audited)**  
**As at 31 December 2020**

	Note(s)	31 December 2020	30 June 2020
		Taka	Taka
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	3,830,871,860	3,103,436,862
Capital work-in-progress	5	24,398,391,067	23,876,898,898
Intangible assets	6	898,478	1,010,002
Investments	7	154,112,385	62,344,461
<b>Total non-current assets</b>		<b>28,384,273,790</b>	<b>27,043,690,223</b>
<b>Current assets</b>			
Short term investment	8	950,855,949	882,572,314
Advances, deposits and prepayments	9	3,397,121,883	2,396,784,998
Inventories	10	6,469,754,375	7,006,674,104
Trade and other receivables	11	2,364,693,050	2,621,012,146
Cash & Bank Balance	12	444,917,355	38,761,528
<b>Total current assets</b>		<b>13,627,342,612</b>	<b>12,945,805,090</b>
<b>Total Assets</b>		<b>42,011,616,402</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		(6,934,568)	(21,226,941)
Amount to be distributed as dividend		-	89,825,267
Retained earnings		1,854,468,109	1,446,359,318
		<b>6,955,032,451</b>	<b>6,433,358,514</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Long term loan	14	20,424,166,985	19,676,693,426
Finance lease obligations	15	792,207,288	744,497,463
Defined benefit obligation - gratuity	16	45,435,222	41,460,605
Deferred tax liability	17	205,024,443	186,228,559
<b>Total non-current liabilities</b>		<b>21,466,833,938</b>	<b>20,648,880,053</b>
<b>Current liabilities</b>			
Current portion of long term loan	14	173,700,751	155,746,011
Current portion of finance lease obligations	15	191,080,646	162,855,400
Short term borrowings	18	11,599,201,832	11,697,581,384
Creditors and accruals	19	1,331,135,084	800,583,885
Current tax liability	20	294,631,700	90,490,066
<b>Total current liabilities</b>		<b>13,589,750,013</b>	<b>12,907,256,746</b>
<b>Total liabilities</b>		<b>35,056,583,951</b>	<b>33,556,136,799</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>42,011,616,402</b>	<b>39,989,495,313</b>
<b>NET ASSET VALUE PER SHARE</b>	28	<b>17.51</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 half year ended 31 December 2020

	01 July 2020 to 31 December 2020 Taka	01 July 2019 to 31 December 2019 Taka	01 October 2020 to 31 December 2020 Taka	01 October 2019 to 31 December 2019 Taka
21 Revenue	10,881,251,145	5,479,733,707	6,488,272,148	2,845,662,695
22 Cost of goods sold	(9,152,791,695)	(4,537,032,074)	(5,494,379,660)	(2,374,739,805)
<b>Gross Profit</b>	<b>1,728,459,450</b>	<b>942,701,633</b>	<b>993,892,488</b>	<b>470,922,890</b>
Administrative expenses	(134,852,872)	(88,864,508)	(65,742,442)	(42,067,104)
Selling and distribution expenses	(198,094,776)	(99,026,000)	(121,656,195)	(48,026,240)
<b>Profit from operating activities</b>	<b>1,395,511,802</b>	<b>754,811,125</b>	<b>806,493,851</b>	<b>380,829,546</b>
Finance Cost	(486,678,297)	(346,382,470)	(260,831,572)	(181,051,998)
Finance income	53,779,496	45,164,325	28,989,010	24,738,766
<b>Profit before other income</b>	<b>962,613,001</b>	<b>453,592,980</b>	<b>574,651,289</b>	<b>224,516,314</b>
Other income	5,194,501	182,047	5,194,501	-
<b>Profit before income tax and distribution of WPPF and Welfare Fund</b>	<b>967,807,502</b>	<b>453,775,027</b>	<b>579,845,790</b>	<b>224,516,314</b>
Contribution to WPPF and Welfare Fund	(48,390,376)	(22,688,752)	(28,992,290)	(11,225,816)
<b>Profit before Income Tax</b>	<b>919,417,126</b>	<b>431,086,275</b>	<b>550,853,500</b>	<b>213,290,498</b>
Income tax expenses				
-Current	(204,141,634)	(101,708,345)	(121,280,670)	(50,083,438)
-Deferred	(18,795,884)	(4,522,596)	(7,872,716)	(2,385,689)
<b>Profit after tax</b>	<b>696,479,608</b>	<b>324,855,334</b>	<b>421,700,114</b>	<b>160,821,371</b>
<b>Other comprehensive income</b>				
Net change in fair value of investment in quoted shares	18,264,169	(15,315,272)	1,104,527	(8,534,992)
<b>Total other comprehensive income</b>	<b>18,264,169</b>	<b>(15,315,272)</b>	<b>1,104,527</b>	<b>(8,534,992)</b>
<b>Total comprehensive income</b>	<b>714,743,777</b>	<b>309,540,062</b>	<b>422,804,641</b>	<b>152,286,379</b>
Earning Per Share (Basic)	1.75	0.82	1.06	0.40
<b>Number of Shares used to compute EPS</b>	<b>397,105,891</b>	<b>397,105,891</b>	<b>397,105,891</b>	<b>397,105,891</b>

  
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Chief Financial Officer

  
Director

  
Managing Director

  
Chairman



**GPH ISPAT LIMITED**

**Statement of Changes in Equity (Un-Audited)  
For the half year ended 31 December 2020**

	Amount in Taka					
	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	-	-	(15,315,272)	-	-	(15,315,272)
Dividend (Stock)	180,093,370	-	-	-	(180,093,370)	-
Dividend (Cash)	-	-	-	-	(180,093,370)	(180,093,370)
Net profit after tax	-	-	-	-	324,855,334	324,855,334
<b>Balance as at 31 December 2020</b>	<b>3,781,960,870</b>	<b>1,136,440,000</b>	<b>(15,219,111)</b>	<b>-</b>	<b>1,561,622,363</b>	<b>6,464,804,122</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	-	-	18,264,169	-	-	18,264,169
Adjustment of Realized Gain in quoted share	-	-	(3,971,796)	-	-	(3,971,796)
Dividend (Stock)	189,098,040	-	-	-	(189,098,040)	-
Dividend (Cash)	-	-	-	(89,825,267)	(99,272,777)	(189,098,044)
Net profit after tax	-	-	-	-	696,479,608	696,479,608
<b>Balance as at 31 December 2020</b>	<b>3,971,058,910</b>	<b>1,136,440,000</b>	<b>(6,934,568)</b>	<b>-</b>	<b>1,854,468,109</b>	<b>6,955,032,451</b>

  
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**GPH ISPAT LIMITED**  
**Statement of Cash Flows (Un-Audited)**  
**For the half year ended 31 December 2020**

	<u>Note(s)</u>	<b>01 July 2020 to 31 December 2020</b>	<b>01 July 2019 to 31 December 2019</b>
		<b>Taka</b>	<b>Taka</b>
<b>a. Operating activities</b>			
Receipts from customers against sales		11,159,394,555	5,689,438,166
Cash Paid to suppliers, operating and other expenses		(9,456,609,399)	(7,033,192,047)
Foreign currency exchange gain/(loss)		(20,980,685)	(4,865,485)
Income tax paid		(89,658,165)	(94,499,580)
<b>Net cash flows generated by operating activities</b>	31	<b><u>1,592,146,306</u></b>	<b><u>(1,443,118,946)</u></b>
<b>b. Investing activities</b>			
Acquisition of property, plant and equipment		(1,354,904,206)	(2,854,706,484)
Investment in quoted shares		(9,975,619)	-
Investment in private equity		(63,500,000)	-
Dividend received (net of tax)		955,655	145,639
Interest received from bank deposits and others		34,496,609	24,636,504
Other investments		(49,000,748)	(198,077,609)
<b>Net cash flows used in investing activities</b>		<b><u>(1,441,928,309)</u></b>	<b><u>(3,028,001,950)</u></b>
<b>c. Financing activities</b>			
Receipts from long term loans		765,428,299	2,501,202,034
Repayments of finance lease obligation		75,935,071	(13,680,118)
(Repayment) / Receipt of short term borrowings		(98,379,552)	2,147,903,551
Dividend paid		(21,348,376)	-
Interest and bank charges paid		(465,698,734)	(341,517,633)
<b>Net cash flows used in financing activities</b>		<b><u>255,936,708</u></b>	<b><u>4,293,907,834</u></b>
<b>d. Net increase in cash and cash equivalents (a+b+c)</b>		<b>406,154,705</b>	<b>(177,213,062)</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>1,122</b>	<b>648</b>
<b>g. Cash and cash equivalents at the end of the year (d+e+f)</b>		<b><u>444,917,355</u></b>	<b><u>104,561,547</u></b>
<b>Net operating cash flows per share</b>	30	<b><u>4.01</u></b>	<b><u>(3.63)</u></b>
<b>Number of Shares used to compute NOCF</b>		<b><u>397,105,891</u></b>	<b><u>397,105,891</u></b>

  
Company Secretary

  
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Director

  
Managing Director

  
Chairman



**GPH ISPAT LIMITED**  
**Notes to the Financial Statements**  
**As at and for the half year ended 31 December 2020**

**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 half yearly 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 and reclassification**

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. To facilitate comparison, certain relevant balances pertaining to the previous period have been rearranged/reclassified wherever considered necessary to conform to current periods presentation.

**3.00 Accounting policies**

The accounting policies and methods of computation used in preparation of financial statements for the period ended on December 31, 2020 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

	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
Disposals/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	5,634,135	809,422,921	1,068,831	157,300	1,161,484	3,429,000	-	11,513,045	-	1,025,321	833,412,037
Disposals/Adjustment during the period	-	-	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 December 2020</b>	<b>1,021,872,815</b>	<b>2,387,921,506</b>	<b>1,035,230,704</b>	<b>27,293,378</b>	<b>18,746,663</b>	<b>162,964,299</b>	<b>317,140,810</b>	<b>209,794,935</b>	<b>22,490,518</b>	<b>15,726,759</b>	<b>5,219,182,387</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	-	68,534,527	18,611,483	800,179	825,189	5,362,733	7,538,402	3,238,815	347,269	718,442	105,977,039
Adjustment for disposal during the period	-	-	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 December 2020</b>	<b>-</b>	<b>771,691,279</b>	<b>309,140,060</b>	<b>11,993,975</b>	<b>10,818,024</b>	<b>58,786,371</b>	<b>123,655,151</b>	<b>77,570,303</b>	<b>15,892,409</b>	<b>8,762,955</b>	<b>1,388,310,527</b>
<b>Carrying amount</b>											
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	3,103,436,862
As at 31 December 2020	1,021,872,815	1,616,230,227	726,090,644	15,299,403	7,928,639	104,177,928	193,485,659	132,224,632	6,598,109	6,963,804	3,830,871,860

Depreciation Charged

Dep for the period from 01 July 2020 to 31 December 2020  
 Dep charged during the month 01 July 2020 to 30 September 2020  
 Dep for the period from October 2020 to December 2020



Allocation Basis	01 Jul 2020 to 31 Dec 2020		01 Oct 2020 to 31 Dec 2020		01 Oct 2019 to 31 Dec 2019	
	Taka	%	Taka	%	Taka	%
Note(s)	95,379,335	90.00%	53,546,524	50.00%	38,275,233	36.00%
Direct expenses	5,298,852	5.00%	2,974,807	2.80%	2,126,402	2.00%
Administrative expenses	5,298,852	5.00%	2,974,807	2.80%	2,126,402	2.00%
Selling and distribution expenses	105,977,039	100.00%	59,496,138	56.00%	42,528,037	40.00%



	31 December 2020	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	1,234,388,313	4,116,038,631
	25,111,287,211	23,876,898,898
Less: Capitalized during the Period	712,896,144	-
<b>Closing balance</b>	<b>24,398,391,067</b>	<b>23,876,898,898</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	898,478	1,010,002
	<b>898,478</b>	<b>1,010,002</b>
<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	89,612,385	61,344,461
	<b>154,112,385</b>	<b>62,344,461</b>
<b>8.00 Short term investment</b>		
Investments in Fixed Deposit Receipts (FDR)	950,855,949	882,572,314
	<b>950,855,949</b>	<b>882,572,314</b>
<b>9.00 Advances, deposits and prepayments</b>		
Advances	3,281,978,782	2,278,271,848
Deposits	111,144,130	111,144,130
Prepayments	3,998,971	7,369,020
	<b>3,397,121,883</b>	<b>2,396,784,998</b>
<b>10.00 Inventories</b>		
Finished goods	4,874,269,230	2,181,449,041
Raw materials	1,237,164,979	4,629,873,049
Spares and other materials	358,320,166	195,352,014
	<b>6,469,754,375</b>	<b>7,006,674,104</b>
<b>11.00 Trade and other receivables</b>		
Trade receivables	1,972,861,447	2,248,595,150
Other receivable	391,831,603	372,416,996
	<b>2,364,693,050</b>	<b>2,621,012,146</b>
<b>12.00 Cash and cash equivalents</b>		
Cash in hand	5,025,688	2,551,177
Cash at bank	439,891,667	31,879,085
Fixed Deposit Receipts (FDR)	-	4,331,266
	<b>444,917,355</b>	<b>38,761,528</b>



	31 December 2020	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	2,091,719,811	1,992,809,735
Long Term Financing Facility	3,973,951,766	3,563,635,055
Syndication Term Loan	5,686,290,620	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>20,597,867,736</b></u>	<u><b>19,832,439,437</b></u>
<b>14.01 Long Term Loan - Maturity analysis</b>		
Due within one period	173,700,751	155,746,011
Due after one period	20,424,166,985	19,676,693,426
	<u><b>20,597,867,736</b></u>	<u><b>19,832,439,437</b></u>
<b>15.00 Finance lease obligations</b>		
Al- Arafah Islami Bank Limited	152,029,279	31,193,123
Industrial and Infrastructure Development Finance Company Limited	37,976,552	49,691,090
IPDC Finance Limited	338,633,755	354,772,250
Pubali Bank Limited	11,885,013	10,396,939
United Commercial Bank Limited	3,963,267	5,860,332
United Finance Limited	180,362,568	197,001,629
Uttara Finance and Investments Limited	258,437,500	258,437,500
	<u><b>983,287,934</b></u>	<u><b>907,352,863</b></u>
<b>15.01 Finance Lease Obligation - Maturity analysis</b>		
Due within one period	191,080,646	162,855,400
Due after one period	792,207,288	744,497,463
	<u><b>983,287,934</b></u>	<u><b>907,352,863</b></u>





	31 December 2020	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	4,044,042	5,885,053
	<u>45,504,647</u>	<u>41,804,515</u>
Less: Paid during the period	(69,425)	(343,910)
Closing balance	<u><u>45,435,222</u></u>	<u><u>41,460,605</u></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)	18,388,077	15,820,005
Intangible asset	(27,881)	10,905
Provision for Gratuity	(993,655)	(1,385,285)
Investment in quoted shares	1,429,343	(2,369,233)
	<u>18,795,884</u>	<u>12,076,392</u>
Closing Balance	<u><u>205,024,443</u></u>	<u><u>186,228,559</u></u>

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

	Carrying amount	Tax base	Rate Applied	Temporary difference	Deferred tax liability /(asset)
As on 31 December 2020	Taka	Taka	(%)	Taka	Taka
Property, plant and equipment	2,808,999,045	1,940,647,239	25%	868,351,806	217,087,952
Intangible asset	898,478	-	25%	898,478	224,620
Provision for gratuity	(45,435,222)	-	25%	(45,435,222)	(11,358,806)
Investment in quoted shares	89,612,385	98,905,619	10%	(9,293,234)	(929,323)
					<u><u>205,024,443</u></u>

	Carrying amount	Tax base	Rate Applied	Temporary difference	Deferred tax liability /(asset)
As on 30 June 2020	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><u>186,228,559</u></u>

**18.00 Short term borrowings**

Loan against Trust Receipt (LATR)	18.01	608,949,802	705,240,112
Time loan	18.02	5,640,489,397	4,768,472,786
Bank overdraft and cash credit	18.03	3,908,259,604	4,259,228,158
Accepted Bill for Payment		1,441,503,029	1,964,640,328
		<u>11,599,201,832</u>	<u>11,697,581,384</u>



19.00 Creditors and accruals

	31 December 2020	30 June 2020
	Taka	Taka
For Revenue Expenses	325,111,769	63,650,863
For Other Finance	240,060,593	75,514,788
For Supplies	277,939,663	112,802,460
GPH Power Generation Limited	399,247,788	510,640,586
Advance Against Sales	19,406,740	16,997,033
Workers' Profit Participation Fund	69,368,531	20,978,155
	<b>1,331,135,084</b>	<b>800,583,885</b>

20.00 Current tax liability

Opening Balance	90,490,066	254,501,337
Add: Provision made during the period	204,141,634	84,721,754
	294,631,700	339,223,091
Less: Paid/adjusted during the period	-	(248,733,025)
Closing balance	<b>294,631,700</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	204,141,634		294,631,700	Return due by 15th January 2022

20.02 Reconciliation of effective tax rate

	31 December 2020		30 June 2020	
	Rate	Taka	Rate	Taka
Profit before tax		919,417,126		398,584,935
Total income tax expense	<b>22.20%</b>	<b>204,141,634</b>	<b>21.26%</b>	<b>84,721,754</b>

Factors affecting the tax charge:

Tax using the applicable rate	25.00%	229,854,282	25.00%	99,646,234
Difference between accounting and fiscal depreciation	-2.00%	(18,360,196)	-3.81%	(15,190,678)
Inadmissible expenses	0.00%	-	0.01%	54,476
Difference between gratuity provision and payment	0.11%	993,654	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	-0.84%	(7,686,388)	0.00%	-
Adjustment of Realized Gain /(Loss) on sale of Shares in Listed	-0.07%	(599,990)	0.00%	-
Adjustment for reduced rated taxable income	-0.01%	(59,728)	-0.02%	(93,148)
	<b>22.20%</b>	<b>204,141,634</b>	<b>21.26%</b>	<b>84,721,754</b>

21.00 Revenue

	01 July 2020 to 31 December 2020	01 July 2019 to 31 December 2019	01 October 2020 to 31 December 2020	01 October 2019 to 31 December 2019
	Taka	Taka	Taka	Taka
Local Sales	10,371,998,374	5,621,800,791	5,827,906,895	2,923,278,585
Export Sales	874,294,660	-	865,663,660	-
	<b>11,246,293,034</b>	<b>5,621,800,791</b>	<b>6,693,570,555</b>	<b>2,923,278,585</b>
Value Added Tax	(365,041,889)	(142,067,084)	(205,298,407)	(77,615,890)
	<b>10,881,251,145</b>	<b>5,479,733,707</b>	<b>6,488,272,148</b>	<b>2,845,662,695</b>

After withdrawal of the lockdown restrictions due to effect from Covid-19, 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 December 2020 Taka	01 July 2019 to 31 December 2019 Taka	01 October 2020 to 31 December 2020 Taka	01 October 2019 to 31 December 2019 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	2,550,826,385	1,145,015,734
M.S. Billet	500,936,424	475,570,006	2,193,486,250	427,098,514
	<b>2,181,449,041</b>	<b>1,664,014,256</b>	<b>4,744,312,635</b>	<b>1,572,114,248</b>
<b>Add: Cost of Production</b>	11,845,611,884	4,380,323,496	5,624,336,255	2,309,931,235
	<b>14,027,060,925</b>	<b>6,044,337,752</b>	<b>10,368,648,890</b>	<b>3,882,045,483</b>
<b>Less: Closing Finished goods</b>				
M.S. Rod	2,330,701,928	1,077,019,020	2,330,701,928	1,077,019,020
M.S. Billet	2,543,567,302	430,286,658	2,543,567,302	430,286,658
	<b>4,874,269,230</b>	<b>1,507,305,678</b>	<b>4,874,269,230</b>	<b>1,507,305,678</b>
	<b>9,152,791,695</b>	<b>4,537,032,074</b>	<b>5,494,379,660</b>	<b>2,374,739,805</b>

<b>23.00 Administrative expenses</b>				
Directors' Remuneration	8,610,000	8,610,000	4,305,000	4,305,000
Salary and Allowances	87,309,527	53,720,657	44,765,124	26,557,527
Depreciation	5,298,852	4,232,332	2,974,807	2,126,402
Amortization of Software	111,524	99,024	55,762	49,512
BIS Certificate Expenses	88,053	93,148	-	-
Board Meeting Expenses	585,000	465,000	585,000	345,000
Bonus	8,833,260	3,671,568	-	-
Electricity and Other Utility Expenses	1,622,056	1,019,864	784,978	383,551
Entertainment	2,371,441	2,547,590	1,554,381	1,761,038
Fees and Renewal	2,081,599	421,631	1,635,481	202,950
General Meeting Expenses	205,990	120,000	105,240	120,000
Group Insurance Premium	747,381	-	498,254	-
Legal and Professional Fee	585,500	240,000	385,500	-
Miscellaneous Expenses	912,077	896,045	389,883	370,725
Mobile, Telephone and Internet Charges	2,659,936	2,128,105	1,359,783	1,046,810
Newspaper and Periodicals	10,895	22,647	5,177	10,753
Office Maintenance	1,790,097	1,831,962	460,858	1,060,567
Office Rent	2,070,000	2,006,324	1,035,000	971,324
Postage and Stamps	251,106	197,426	140,956	67,935
Recruitment Expenses	25,740	245,000	25,740	25,000
Rent, Rate & Taxes	302,629	125,000	177,629	-
Share Management Expenses	246,086	355,588	76,614	159,228
Software & Data Connectivity Expenses	269,574	291,500	185,124	156,250
Stationery and Printing Charges	1,809,254	1,617,550	889,980	758,120
Training Fee	99,560	190,029	50,560	-
Travelling and Conveyance	2,404,860	1,270,199	1,392,370	450,943
BO Account Expenses	8,950	-	8,950	-
Vehicle Expenses	3,541,925	2,446,319	1,894,291	1,138,469
	<b>134,852,872</b>	<b>88,864,508</b>	<b>65,742,442</b>	<b>42,067,104</b>

	01 July 2020 to 31 December 2020 Taka	01 July 2019 to 31 December 2019 Taka	01 October 2020 to 31 December 2020 Taka	01 October 2019 to 31 December 2019 Taka
<b>24.00 Selling and distribution expenses</b>				
Advertisement Expenses	32,413,658	12,800,104	23,969,933	6,970,382
Carriage Outward	136,443,859	60,939,298	80,148,221	29,424,427
Loading & Delivery Expenses	3,410,803	1,584,750	3,410,803	1,584,750
Travelling and Conveyance	7,005,150	3,592,742	3,499,160	1,245,594
Commission on Sales	3,538,000	4,704,000	1,908,000	2,584,000
Promotional Expenses	7,034,637	10,252,799	2,876,954	3,229,745
Depreciation	5,298,852	4,232,332	2,974,807	2,126,402
Marketing Collection Expenses	129,445	905,400	59,685	854,700
Export Expenses	2,806,782	-	2,806,782	-
Postage and Stamps	13,590	14,575	1,850	6,240
	<b>198,094,776</b>	<b>99,026,000</b>	<b>121,656,195</b>	<b>48,026,240</b>



<b>25.00</b>	<b>Finance Cost</b>				
	Interest on Bank Loan				
	Bank Charge	431,237,660	332,241,702	238,147,070	170,845,056
	Loan Processing Fee	11,786,802	7,298,629	7,605,298	4,703,072
	Foreign Currency Exchange (Gain)/Loss	22,674,272	1,977,302	22,375,865	381,345
		<u>20,979,563</u>	<u>4,864,837</u>	<u>(7,296,661)</u>	<u>5,122,525</u>
		<u><b>486,678,297</b></u>	<u><b>346,382,470</b></u>	<u><b>260,831,572</b></u>	<u><b>181,051,998</b></u>
<b>26.00</b>	<b>Finance income</b>				
	Interest Earned from FDR				
	Interest Income from SND Account	34,448,158	24,614,733	19,174,995	14,295,110
	Interest Income from Arbee Textiles Limited	48,451	21,771	48,451	21,771
		<u>19,282,887</u>	<u>20,527,821</u>	<u>9,765,564</u>	<u>10,421,885</u>
		<u><b>53,779,496</b></u>	<u><b>45,164,325</b></u>	<u><b>28,989,010</b></u>	<u><b>24,738,766</b></u>
<b>27.00</b>	<b>Other income</b>				
	Dividend Income				
	Realised Gain/(Loss) on Sale of Shares in Listed Companies	1,194,569	182,047	1,194,569	-
		<u>3,999,932</u>	<u>-</u>	<u>3,999,932</u>	<u>-</u>
		<u><b>5,194,501</b></u>	<u><b>182,047</b></u>	<u><b>5,194,501</b></u>	<u><b>-</b></u>
<b>28.00</b>	<b>Net Asset Value Per Share (NAV)</b>				
	Total Assets				
	Less: Liabilities				
	Net Asset Value (NAV)				
	Number of ordinary shares outstanding during the period				
	<b>Net Assets Value (NAV) per share</b>				
				<b>31 December 2020</b>	<b>30 June 2020</b>
				<b>Taka</b>	<b>Taka</b>
				42,011,616,402	39,989,495,313
				<u>35,056,583,951</u>	<u>33,556,136,799</u>
				<u>6,955,032,451</u>	<u>6,433,358,514</u>
				<u>397,105,891</u>	<u>378,196,087</u>
				<u><b>17.51</b></u>	<u><b>17.01</b></u>
				<b>01 July 2020</b>	<b>01 July 2019</b>
				<b>to</b>	<b>to</b>
				<b>31 December 2020</b>	<b>31 December 2019</b>
				<b>Taka</b>	<b>Taka</b>
				696,479,608	324,855,334
				<u>397,105,891</u>	<u>378,196,087</u>
				<u>397,105,891</u>	<u>397,105,891</u>
				<u><b>1.75</b></u>	<u><b>0.86</b></u>
				<u><b>0.82</b></u>	<u><b>0.82</b></u>
<b>29.00</b>	<b>Earnings per share (EPS)</b>				
<b>29.01</b>	<b>Basic Earnings per share</b>				
	The composition of Earnings per share (EPS) is given below :				
	Total earnings attributable to the ordinary shareholders				
	Number of ordinary shares outstanding during the period				
	Weighted average number of ordinary shares outstanding during the period				
	<b>Basic Earnings Per Share</b>				
	<b>Restated Earnings Per Share*</b>				
<b>29.02</b>	Due to increase in sales volume, revenue has been increased significantly, consequently it has a positive impact on EPS and increased it significantly with compared to previous period.				
<b>30.00</b>	<b>Net operating cash flow per share</b>				
	Net operating cash flows (from statement of cash flows)				
	Number of ordinary shares outstanding during the period				
	<b>Net operating cash flow per share</b>				
				<b>01 July 2020</b>	<b>01 July 2019</b>
				<b>to</b>	<b>to</b>
				<b>31 December 2020</b>	<b>31 December 2019</b>
				<b>Taka</b>	<b>Taka</b>
				1,592,146,306	(1,443,118,946)
				<u>397,105,891</u>	<u>397,105,891</u>
				<u><b>4.01</b></u>	<u><b>(3.63)</b></u>





	01 July 2020 to 31 December 2020 Taka	01 July 2019 to 31 December 2019 Taka
<b>31.00 Reconciliation of cash flows from operating activities</b>		
Profit before income tax	919,417,126	431,086,275
<b>Adjustment for</b>		
Depreciation charged	105,977,039	84,646,632
Amortization charged	111,524	99,024
Finance Cost	465,698,734	341,517,633
Finance income	(53,779,496)	(45,164,325)
Realised Gain/(Loss) on Sale of Shares in Listed Companies	(3,999,932)	-
Dividend paid	21,348,376	-
Dividend Income (net of tax)	(955,655)	(145,639)
	<b>1,453,817,716</b>	<b>812,039,600</b>
<b>(Increase)/decrease in Current Assets</b>		
Advances, deposits and prepayments	(910,678,720)	(1,086,698,166)
Inventories	536,919,729	(1,255,398,291)
Trade and other receivables	256,319,096	68,747,804
<b>Increase/(decrease) in Current Assets</b>		
Defined benefit obligation - gratuity	3,974,617	2,338,079
Creditors and accruals	341,452,033	110,351,608
	<b>1,681,804,471</b>	<b>(1,348,619,366)</b>
Income tax paid	<b>(89,658,165)</b>	<b>(94,499,580)</b>
<b>Net cash flows generated by operating activities</b>	<b>1,592,146,306</b>	<b>(1,443,118,946)</b>



**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 December 2020	30 June 2020
1	GPH Power Generation Ltd.	Common Directorship	Supply of power at a flat rate	Cr. 399,247,788	Cr. 510,640,586
2	Jahangir and Other Ltd.	Common Directorship	Head office rent	Dr. 1,474,912	Dr. 919,639
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. 8,950,600	Dr. 4,420,165
5	Arbee Textiles Ltd.	Common Directorship	Payment against interest bearing loan	Dr. 391,831,603	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. 1,800,000	Dr. 1,200,000

01 July 2020 to 31 December 2020 Taka	01 July 2019 to 31 December 2019 Taka
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**33.00 Key management personnel compensation**

In accordance with para 17 of IAS 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	46,936,400	27,801,760
Post Employment Benefits	3,034,663	1,072,740
Other long Term benefit	-	-
Termination Benefit	-	-
Share-based Payment	-	-
	<u>49,971,063</u>	<u>28,874,500</u>

**34.00 Directors' Remuneration**

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

Name	Designation		
Mr. Mohammed Jahangir Alam	Managing Director	2,100,000	2,100,000
Mr. Md. Almas Shimul	Director	3,750,000	3,750,000
Mr. Md. Ashrafuzzaman	Director	1,380,000	1,380,000
Mr. Md. Abdul Ahad	Director	1,380,000	1,380,000
		<u>8,610,000</u>	<u>8,610,000</u>

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

