

moving forward with
GREEN TECHNOLOGY



Annual Report
2015-2016



GPH ispat Ltd.
COMMITTED TO STRENGTH



Annual Report
2015-2016



GPH ispat Ltd.
COMMITTED TO STRENGTH

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GOD FEARING PLAIN LIVING HIGH THINKING

"In the beginning God created man"

and after thousand years of intelligence, precision, hard work and innovation, man created steel - one of the greatest innovations of all time. This super-strong, carbonized and alloyed form of iron is an element without which modern life is literally unimaginable. From skyscrapers and planes to syringes and forks, steel is an essential part of our everyday life.

GPH Ispat Ltd.

One of the leaders of Bangladesh in manufacturing steel promises a super strong future and economy with its world class products. Not only structural bar, but GPH Ispat Ltd is also one of the producers of low & medium carbon and low alloy steel billets in Bangladesh, the main ingredients of manufacturing graded steel bar. As GPH is ensuring the highest quality products in Bangladesh as per various international and national standards, GPH steel billets and bars are getting exported to other countries after nourishing national demand. The introduction of GPH Ispat Ltd has all the potentials to take Bangladesh quite a few steps forward to a stronger, brighter tomorrow.

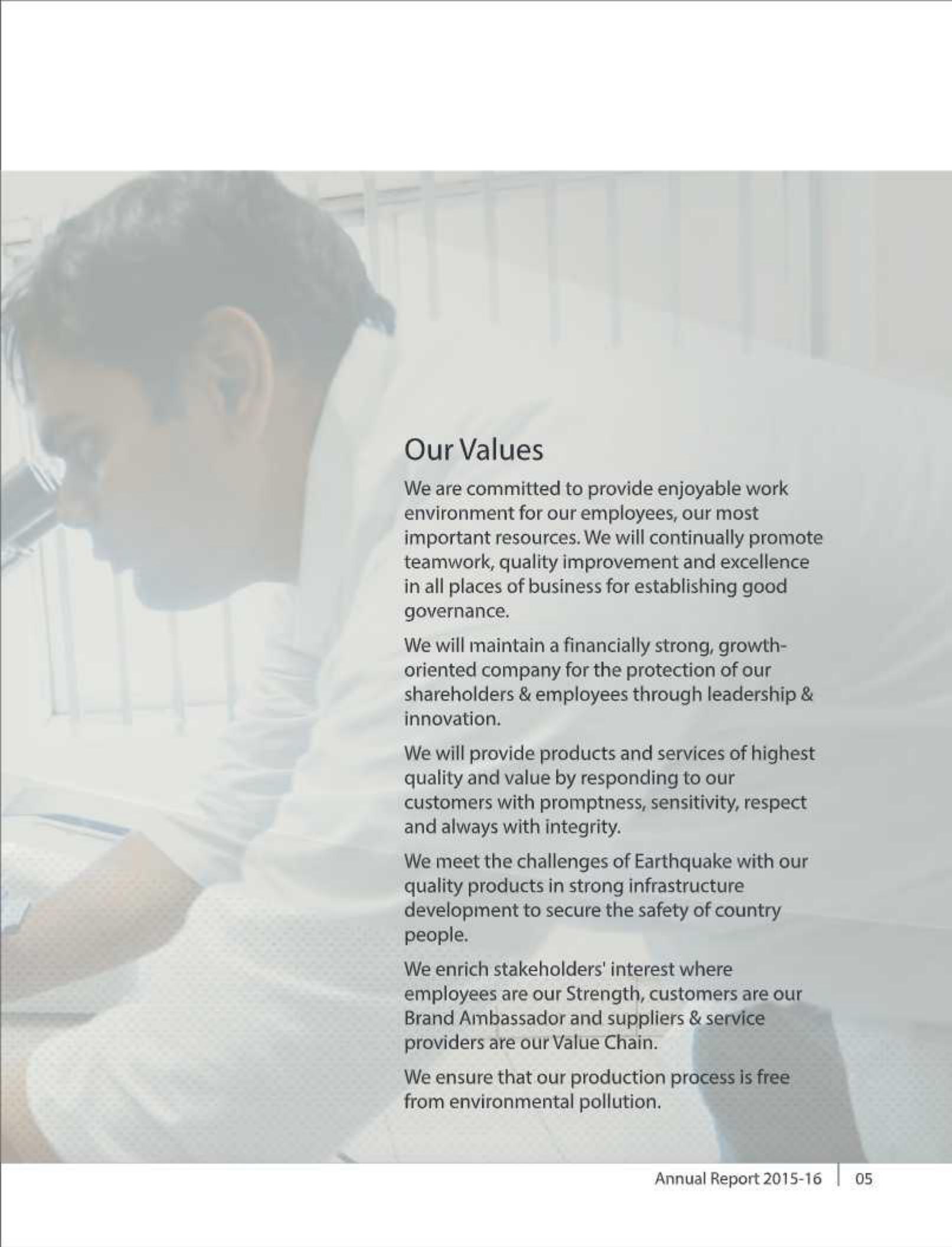


Vision

"TO ENRICH THE STEEL SECTOR OF BANGLADESH AS A BEACON OF LIGHT FOR OTHERS AND TO HELP THE COUNTRY IN UPCOMING INFRASTRUCTURAL DEVELOPMENT WITH UPGRADED TECHNOLOGIES."

Mission

"TO PROVIDE CUSTOMERS WITH EXCELLENT SERVICES AND PRODUCTS RESULTING IN CONSTANT IMPROVEMENT AND INNOVATION AT THE HIGHEST LEVEL OF QUALITY."



Our Values

We are committed to provide enjoyable work environment for our employees, our most important resources. We will continually promote teamwork, quality improvement and excellence in all places of business for establishing good governance.

We will maintain a financially strong, growth-oriented company for the protection of our shareholders & employees through leadership & innovation.

We will provide products and services of highest quality and value by responding to our customers with promptness, sensitivity, respect and always with integrity.

We meet the challenges of Earthquake with our quality products in strong infrastructure development to secure the safety of country people.

We enrich stakeholders' interest where employees are our Strength, customers are our Brand Ambassador and suppliers & service providers are our Value Chain.

We ensure that our production process is free from environmental pollution.

Transmittal Letter



GPH ispat Ltd.

Corporate Office:
Crown Chamber, 3/25 Asadgonj,
Chittagong 4000, Bangladesh.
Phone: +880 31 631460
Fax: +880 31 2854997
Fax: +880 31 610995
E-mail: info@gphiplat.com.bd

Dhaka Office:
Hamid Tower (3rd Floor)
24 Gulshan C/A,
Circle 2, Dhaka 1212.
Phone: +88 02 9840777
Fax: +88 02 9880365
Email: info@gphiplat.com.bd
www.gphiplat.com.bd

November 24, 2016

The Valued Shareholders of GPH Ispat Limited
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited

Sub: Annual Report for the period ended June 30, 2016

Dear Sir(s)

We are pleased to enclose the notice of 10th Annual General Meeting, a copy of the Annual Report together with the Audited Financial Statements including Statement of Financial Position, Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the fourteen months period ended June 30, 2016 along with the notes thereon of GPH Ispat Limited for your kind information & record.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Arafat Kamal'.

(Arafat Kamal, FCA)
Company Secretary

Notice of the 10th Annual General Meeting



Notice of the
10th Annual General Meeting

Notice is hereby given that the 10th Annual General Meeting of the Shareholders of GPH Ispat Ltd will be held on Tuesday, the 13th December, 2016 at 11.00 am at Chittagong Club Limited, S.Khaled Road, Lalkhan Bazar, Chittagong to transact the following business:

Agenda-1 : To receive, consider and adopt the Audited Financial Statements of the company for the fourteen months period ended June 30, 2016 together with the Auditors' Report & Directors' Report thereon.

Agenda-2 : To approve dividend for the period ended June 30, 2016

Agende-3: To elect Directors in terms of the relevant provision of Articles of Association.

Agenda-4 : To appoint Auditors for the financial year ended on June 30, 2017 and to fix their remuneration.

By order of the Board

Dated: November 24, 2016

(Arafat Kamal, FCA)
Company Secretary

Notes:

1. The Shareholders, whose name appears in the Share Register of the company or in the Depository Register on the record date (November 20, 2016) will be eligible to attend the 10th Annual General Meeting and to receive the Dividend.
2. A Shareholder eligible to attend and vote at the Annual General Meeting, may appoint a proxy to attend and vote in his/her stead. The Proxy Form attached with this Annual Report, duly filled in, signed and stamped must be submitted to the Company's registered office, Crown Chamber, 325 Asadgonj, Chittagong not later than 48 hours before the time fixed for the meeting.
3. Annual Report for the period ended on June 30, 2016 is available in the company's website at www.ophispat.com.bd.

সম্পর্কিত শোয়াস্ত্রের সময় অবস্থার ক্ষেত্রে ক্ষেত্রে যাইছে কে, কোম্পানির ১০৮ বারিক সাধারণ সভায় মেল প্রকরণ উপর প্রত্যেক প্রতিবেদনে

Corporate Information

Corporate History

Company Name	: GPH Ispat Limited
Registration No.	: CH-5853 of 2006
Date of Incorporation	: May 17, 2006
Commencement of Business	: August 21, 2008
Conversion to Public Limited Company	: December 18, 2009
Listed with Stock Exchanges	: April 19, 2012
TIN	: 875829530252
VAT Registration	: 24241012302
BOI Registration	: 20060607-C
Trade License	: 180048
Import Registration Certificate	: BA-0165484
Export Registration Certificate	: RA-0088918
Registered Office	: Crown Chamber, 325 Asadgonj, Chittagong-4000
Factory	: Masjidah, Kumira, Sitakunda, Chittagong.
Dhaka Office	: Hamid Tower (3rd Floor), 24 Gulshan C/A, Circle-2, Dhaka-1212
Phone	: +880-31-631460(PABX), +880-31-2854997
Fax	: +880-31-610995
E-mail	: info@gphispat.com.bd
Website	: www.gphispat.com.bd

Board of Directors:

Mr. Md. Alamgir Kabir	: Chairman
Mr. Mohammed Jahangir Alam	: Managing Director
Mr. Md. Almas Shimul	: Additional Managing Director
Mr. Md. Abdur Rouf	: Director
Mr. Md. Ashrafuzzaman	: Director
Mr. Md. Abdul Ahad	: Director
Mr. Md. Azizul Hoque	: Director
Professor Dr. Mohammad Saleh Jahur	: Independent Director
Mr. Md. Velayet Hossain	: Independent Director

Audit Committee:

Professor Dr. Mohammad Saleh Jahur	: Chairman
Mr. Mohammed Jahangir Alam	: Member
Mr. Md. Almas Shimul	: Member

Corporate Officials:

Mr. Kamrul Islam, FCA	: Chief Financial Officer
Mr. Arafat Kamal, FCA	: Company Secretary
Mr. Atiqur Rahman	: Head of Internal Audit

Advisors:

Engr. Md. Aktar Hossain, Ph.D	: Technical Advisor
Engr. Serazul Islam	: Technical Advisor
Mohammad Osman Gani Chowdhury	: Media Advisor

Banker:

AB Bank Ltd
Trust Bank Ltd
United Commercial Bank Ltd
Standard Chartered Bank
Pubali Bank Ltd
The City Bank Ltd
One Bank Ltd
Southeast Bank Ltd
Premier Bank Ltd
Mercantile Bank Ltd
State Bank of India

Listing:

Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited

Insurer:

Asia Insurance Limited
Pioneer Insurance Company Limited
Pragati Insurance Limited
Peoples Insurance Company Limited

Credit Rating:

Credit Rating Agency of Bangladesh Ltd (CRAB)

Chairman's Profile



Mr. Md. Alamgir Kabir
Chairman

Mr. Md. Alamgir Kabir having educational background in MBA in Marketing is a sponsor Director & present Chairman of GPH Ispat Ltd. Having about three decades of business experience in both trading and manufacturing sectors, he has proved his wisdom and leadership in business. At present he is serving M. I. Cement Factory Ltd as its Additional Managing Director. He holds the position of Managing Director of Crown Cement Concrete and Building Products Ltd.

He is also the Director of GPH Power Generation Limited, GPH Ship Builders Limited, GPH Engineers & Development Limited, Jahangir & Others Limited, Chittagong Capital Limited, Indo Steel Re-Rolling Industries Limited, Crown Power Generation Limited, Crown Polymer Bagging Limited, Crown Mariners Limited, Premier Cement Mills Limited, Premier Power

Generation Limited and actively participating in their management. He is also running his trading house, engaged in trading of cement and other construction materials. He is also associated with some limited companies engaged in trading with his brothers.

Besides success in business Mr. Kabir has also been proving his commitment to the society by attaching himself in Social activities like:

- Vice President, Bangladesh Cement Manufacturers Association
- Member, Army Golf Club
- President, Munshigonj Unnoyon Forum
- Life Member, Bangladesh Red Crescent Society

Managing Director's Profile



Mr. Mohammed Jahangir Alam
Managing Director

Mr. Mohammed Jahangir Alam is a man of Wisdom and energetic businessman. After completing education from Government College of Commerce, Chittagong, Bangladesh in 1980 started his career by joining in a private service.

He has derived vast proficiency in trading in Iron & Steel, Cement, Bitumen, C.I Sheet, Zinc Ingot, Capital Market, Industrial ventures etc. Initially he established his business house named Jahangir & Others in 1987 which was subsequently incorporated as Jahangir & Others Limited in 2003. He has established himself as one of the business leaders in Bangladesh.

He is the Chairman of M. I. Cement Factory Limited, Crown Power Generation Limited, Crown Polymer Bagging Limited, Crown Mariners Limited and Crown Transportation & Logistics Limited.

He is the Managing Director of GPH Ispat Limited, GPH Power Generation Limited, Indo Steel Re-Rolling Industries Limited, Jahangir & Others Limited, and Chittagong Capital Limited.

He is also the Director of Premier Cement Mills Limited, Premier Power Generation Limited, Asia Insurance Ltd. and Chartered Life Insurance Ltd.

As a part of social activities he is actively involved with the following social organizations:

- Founder Member of Independent University of Bangladesh (IUB), Chittagong, Bangladesh
- Vice President of Gulshan North Club Limited
- Life Member of Chittagong Maa-o-Shishu Hospital
- Member of Bangladesh German Chamber of Commerce and Industry
- Executive Director of Auto Re-Rolling and Steel Mills Association
- General Secretary of Chattogram Iron - Steel Utpadak and Banik Samity
- Member of Bangladesh Ex-Cadet Association
- Life Member of Bangladesh National Society for the Blind.
- Life Member of Bhatiary Golf & Country Club
- Life Member of Gulshan Society
- Vice President of Gulshan Joggers Society
- General Member of FBCCI
- Life Member of Banani Club Limited
- Life Member of Dhaka Boat Club Limited

Mr. Mohammed Jahangir Alam is a man of commitment which he strongly maintains in his day to day business activities.

Additional Managing Director's Profile



Mr. Md. Almas Shimul
Additional Managing Director

Mr. Md. Almas Shimul went into Japan for his career development. After two years successful completion of job in a Japanese IT company he returned to Bangladesh and joined in family business.

During his business history he holds the Chairmanship of Indo Steel Re-Rolling Industries Limited and the Additional Managing Director of GPH Ispat Limited.

He is the Director of GPH Power Generation Limited, GPH Ship Builders Limited, GPH Engineers & Development Limited, Chittagong Capital Limited, Jahangir & Others Limited, M.I. Cement Factory Limited, Crown Polymer Bagging Limited, Crown Mariner Limited and Crown Power Generation Ltd. Together with his brothers, he has been carrying out the trading of construction materials like Cement, MS Rod, CI Sheet etc. from their different trading houses from Chittagong Centre.

He is also actively involved with the following social organizations:

- Region Chairperson Lions District 315-B4, Bangladesh
- President - Chittagong Friends Club
- Joint Secretary - Chittagong Islamia College Ex Student Forum
- Executive Member - Khulshi Club, Chittagong
- Founder Member - Idris Ali Matbar Foundation, Munshigonj
- Life Member - Bhatiary Golf and Country Club, Chittagong

Directors' Profile



Mr. Md. Abdur Rouf
Director

Mr. Md. Abdur Rouf has been involved in business for long twenty eight years and gathered experience in trading on C.I. Sheet, Cement, M.S. Rod, Industrial Ventures, etc. Currently, he is the Chairman of Jahangir & Others Limited.

He is serving as the Managing Director of GPH Ship Builders Limited. Mr. Rouf was also the founder Chairman of M. I. Cement Factory Limited, the leader of Cement export from Bangladesh.

Moreover, he is holding Directorship in different organizations of GPH Group such as Director of GPH Ispat Limited, GPH Power Generation Limited, GPH Engineers & Development Limited and Indo Steel Re-Rolling Industries Limited. He is also the proprietor of Brothers Corporation, partner of Brothers Electronics and Nimoy Enterprise.

Besides involvement with various business organizations, Mr. Rouf was also a Freedom Fighter and currently is involved with a number of charitable and social organizations.



Mr. Md. Ashrafuzzaman
Director

After completing graduation Mr. Md. Asrafuzzaman joined family business of trading in construction materials like C. I. Sheet, M. S. Rod, Cement etc. In his twenty four years of trading business he acquired much experience later on and appeared as an industrial entrepreneur.

At Present he is holding Directorship in different companies of GPH Group and Crown Cement Group where he is actively contributing. He is also shouldering the responsibility of Managing Director of Ecoenergy Bricks Limited, an auto bricks manufacturing unit under implementation independently. He is also running a trading firm as its sole proprietor.

Moreover, he is engaged in different social activities by associating himself with some national and international social benevolent organizations.

Directors' Profile



Mr. Md. Abdul Ahad
Director

Mr. Md. Abdul Ahad has been involved in the business for 15 years in trading of C.I. Sheet, Cement, M.S. Rod, Angle, Flat Bar and all other Steel products. Currently he is holding directorship of GPH Ispat Limited, GPH Ship Builders Ltd and GPH Engineers & Development Ltd.

He is also a sponsor shareholder of GPH Power Generation Limited, M. I. Cement Factory Limited and proprietor of a trading house named A. Ahad Corporation.



Mr. Md. Azizul Hoque
Director

Mr. Md. Azizul Hoque has been involved in the business for last 18 years in trading of C.I. Sheet, Cement, M.S. Rod, Bitumen, Zink, Ingot etc. Currently, he is holding directorship of GPH Ispat Limited, Jahangir & Others Limited, Metal Marketing(Pvt.) Limited and proprietor of a trading house named Steel & Cement Corporation. Besides his business activities, he is also a devoted social worker having involvement with many social organizations.

Independent Directors' Profile



Professor Dr. Mohammad Saleh Jahur
Independent Director

Professor Dr. Mohammad Saleh Jahur is a Ph.D in Finance. He is a researcher as well as trainer on Capital Market, Finance, and Banking.

A good number of his articles have already been published at home and abroad. Having excellent academic track record (all first classes in every public exam). Professor Jahur also enriched his knowledge by participating in a certificate course on IFRS at the Institute of Chartered Accountants of England & Wales (ICAEW), UK.

Professor Jahur was also a Syndicate member of Southern University Bangladesh. Over last 17 years he has been working as a business consultant in different business houses like Super Refineries Ltd, Elite Group of Companies etc.

He is also involved with social activities. He is a member of Chittagong Club Limited, Life member of Ma O Shishu Hospital, Life member of Chittagong Diabetics Association, Chittagong.



Mr. Md. Velayet Hossain
Independent Director

Mr. Md. Velayet Hussain is a Master in Commerce from the University of Dhaka. He started his career as a banker during 1968 with the then Mercantile Bank Ltd. (at present Pubali Bank Ltd.) in the then East Pakistan and also obtained his "DAIBP (Diploma Associate)" degree from the institute of Bankers in Pakistan.

He has served for long 37 years in banking sector and has gathered extensive knowledge and experiences in both conventional banking and Islami banking. He was at Islami Bank Bangladesh Limited for 17 years and served at different capacities. In 2005, he got retired from the post of Deputy Managing Director of Islami Bank Bangladesh Limited.

Mr. Hussain is a widely travelled person who visited USA, French, Germany, Japan, Thailand, Singapore, Indonesia, Malaysia, KSA in connection with attending workshop, seminar, conference and Banking Business.



Management Team



- ❑ Mr. Mohammed Jahangir Alam
Managing Director
- ❑ Mr. Md. Almas Shimul
Additional Managing Director
- ❑ Mr. Md. Ashrafuzzaman
Director
- ❑ Mr. Abu Bakar Siddique, FCMA
Executive Director
- ❑ Mr. Kamrul Islam, FCA
Sr. GM & Chief Financial Officer
- ❑ Engr. A S M Shumon, Ph.D
GM-Project
- ❑ Mr. Saroj Kanti Chakroborty
GM-HR & Admin
- ❑ Mr. Arafat Kamal, FCA
Company Secretary
- ❑ Engr. Fazle Rabbi
DGM, Rolling Mill
- ❑ Mr. Anamul Islam
DGM (Marketing & Sales)
- ❑ Mr. A. B. M. Sahedul Alam Al Masud
DGM (HR & Admin)
- ❑ Mr. Jahed Al Asba
DGM (Marketing & Sales)
- ❑ Mr. Mohammed Atiqur Rahman
Head of Internal Audit
- ❑ Mr. H. M. Ashraf-Uz-Zaman, ACA
AGM (Accounts & Finance)
- ❑ Mr. Hamidul Islam
AGM (Accounts & Finance)
- ❑ Mr. Faruk Ahmad
AGM (Marketing & Sales)
- ❑ Mr. Amirul Islam Chowdhury
AGM, Steel Melting Shop

Chairman's Message



Bismillahir Rahmannir Rahim
Dear Fellow Shareholders,
Assalamu Alaikum,

I feel privileged to welcome you all at the 10th Annual General Meeting of GPH Ispat Limited.

Last few years Steel Industry has played a significant role in infrastructural development of the country. Infrastructural development and construction of multi-storied building create demand for construction materials like high quality MS Rod. GPH Ispat Limited is one of the leading high quality & earthquake resistant MS Rod producers in Bangladesh. Due to natural disaster like earthquake, structural security has become a major concern at present. Without high quality and earthquake resistant graded Steel, structural security arrangement is not possible.

In the ongoing economic changes, we are also continuing to take decisive action to strengthen and grow our company in a sustainable way. We adopted a corporate structure that allows us to be more competitive in business and market players. Our management team is always concerned about new sustainable strategy that potentially increases the number of commitments and targets we intend to reach in the coming years. In this connection, the ongoing production capacity enhancement will hopefully be witnessed within next two years. This development will reflect by enlarging the

product platform and by introducing new quality products to the market. It is to be noted that, human activities are being modernized rapidly and the technological advancement yields benefit to the world. The management of GPH Ispat Limited has taken the decision for modernizing the technology of the company which is the right decision on right time. This is the latest technology ever made whose quality is already proved.

There are a number of areas which we have already reported progress. We are continuously trying to increase efficiency and productivity of the mill. Moreover, if any weakness is found in the production process, sales process and delivery process, those are detected and remedial measures have been taken to remove such weakness. We are also concerned regarding profit generation by reducing cost in all spheres of production cycle as well as increasing sales volume.

We always concentrate on all of our employees to improve their performance and position. The diversity, commitment and expertise of our employees working interactively with our customers, suppliers and other partners inspiring our vision. We are working relentlessly to improve ourselves to meet the needs of our dynamic society. We believe our employees will continue to be the driving force behind our success and growth.

Finally, I would like to offer my heartfelt thanks and gratitude to our valued Shareholders, Customers, Distributors, Suppliers, Employees, Government Authorities, Semi-Government Authorities, Bankers, Consultants and other Stakeholders for their support and co-operation to the company.



Md. Alamgir Kabir
Chairman

চেয়ারম্যান এর বাণী

বিস্মিল্লাহির রাহমানির রাহিম
তিয়া শেয়ারহোকারবৃন্দ,
আসুসালামু আলাইকুম,

জিপিএইচ ইস্পাত লিমিটেড এর ১০ম বার্ষিক সাধারণ সভার
আপনাদের সবাইকে শাপত জানাচ্ছি।

গত কয়েক বছর ধরে ইস্পাত শিল্প দেশের অবকাঠামোগত
উন্নয়নে গুরুত্বপূর্ণ ভূমিকা পালন করছে। অবকাঠামোগত
উন্নয়ন ও বৃহত্তর ভবন নির্মাণের কারণে উচ্চমান সম্পদ
নির্মাণ উপকরণ এম এস রড এর চাহিদা সৃষ্টি হচ্ছে।
জিপিএইচ ইস্পাত লিমিটেড বাংলাদেশের অন্যতম
নেতৃত্বানীয় উচ্চমান সম্পদ ও ভূমিকম্প সহনীয় এম এস রড
উৎপাদনকারী প্রতিষ্ঠান। ভূমিকম্পের মত প্রাকৃতিক দুর্ঘেস্থের
কারণে বর্তমানে নির্মাণ নিরাপত্তা একটি বড় উদ্দেশের বিষয়
হয়ে দাঁড়িয়েছে। উচ্চমান সম্পদ ও ভূমিকম্প সহনীয়
গ্রেডেড স্টীল ছাড়া নির্মাণ নিরাপত্তা বিধান করা সম্ভব নয়।

চলমান অর্থনৈতিক পরিবর্তনের সাথে সাথে আমাদের
কোম্পানীকে শক্তিশালী ও টেকসই করার লক্ষ্যে আমরা
কার্যকর সিদ্ধান্ত গ্রহণ অব্যাহত রেখেছি। আমরা একটি
কর্পোরেট কাঠামো প্রতিষ্ঠা করেছি যা আমাদেরকে আরো
প্রতিবেগিতামূলক ব্যবসা এবং বাজার নেতৃত্বানীয় হতে
সহায়তা করছে। আমাদের ব্যবস্থাগুলি দল নতুন নতুন
টেকসই কৌশল সম্পর্কে সর্বদা সচেষ্ট রয়েছে যাতে আমরা
আগামী বছর গুলোতে আমাদের সম্ভাব্য অঙ্গীকার পূরণ ও
লক্ষ্যে পৌছাতে পারি। এই ক্ষেত্রে, চলমান উৎপাদন ক্ষমতা
বৃদ্ধি করণ প্রকল্প আগামী দুই বছরের মধ্যে দৃশ্যমান হবে
আশা করা যায়। এখানে উল্লেখ্য যে, পৃথিবীতে মানুষের
প্রয়োজনীয় কার্যাদি দ্রুত আধুনিকারণ হচ্ছে, প্রযুক্তিগত
সুবিধাদি এ জগৎ-কে সুফল দিচ্ছে। জিপিএইচ ইস্পাত
লিমিটেড প্রযুক্তিগত আধুনিকায়নে যথো সময়ে সাঁচিক সিদ্ধান্ত
নির্মেছে। এ প্রযুক্তি এ যাবৎ কাগের সর্বাধুনিক প্রযুক্তি যার
গুণগত মান প্রমাণিত।

ইতিমধ্যে আমরা বিভিন্ন ক্ষেত্রে অগ্রগতি অর্জন করতে সক্ষম
হয়েছি। আমরা ক্রমাগত ভাবে কারখানার দক্ষতা ও
উৎপাদনশীলতা বৃদ্ধির জন্য চেষ্টা চালিয়ে যাচ্ছি। তাছাড়া,
উৎপাদন, বিক্রয় ও বিতরণ প্রক্রিয়ার যদি কোন দুর্বলতা
পাওয়া যায় তা সনাক্ত করা হয় এবং সে সকল দুর্বলতা দূর
করার জন্য প্রতিকার মূলক ব্যবস্থা গ্রহণ করা হয়। আমরা

উৎপাদন চক্রের সর্বক্ষেত্রে খরচ হ্রাস করে এবং বিক্রয়ের
পরিমাণ বৃদ্ধি করে মুনাফা বৃদ্ধির বিষয়ে সচেষ্ট রয়েছি।

আমরা আমাদের কর্মীদের কর্মদক্ষতা ও অবস্থার উন্নতি
বিষয়ে স্বীকৃত সজাগ রয়েছি। কর্মীদের অভিজ্ঞতা, অঙ্গীকার
এবং বৈচিত্র্য আমাদের প্রাহ্লক, সরবরাহকারী ও অন্যান্য
অংশীদারদের সাথে পারস্পরিক মত বিনিয় হিসাবে কাজ
করে যা আমাদের সক্ষ্য অর্জনে অনুপ্রাপ্তি করে। গতিশীল
সমাজের চাহিদা পূরনে আমাদেরকে উন্নত করতে আমরা
নিরূপ ভাবে কাজ করে যাচ্ছি। আমরা বিশ্বাস করি,
আমাদের কর্মীরা আমাদের সফলতা ও সমৃদ্ধির মূল চালিকা
শক্তি হিসাবে চলমান থাকবে।

পরিশেষে, আমি সকল সম্মানিত শেয়ার হোস্টার, ক্ষেত্রাধিক,
বিপণনকারী, সরবরাহকারী, কর্মকর্তা ও কর্মচারীবৃন্দ,
সরকারী বিভিন্ন কর্তৃপক্ষ, আধা-সরকারী কর্তৃপক্ষ, ব্যাংকার,
প্রযোজনীয় এবং অন্যান্য অংশীদারদেরকে কোম্পানীর প্রতি
তাদের সহযোগিতা ও সমর্থনের জন্য আন্তরিক ধন্যবাদ ও
কৃতজ্ঞতা জানাই।



মো: আলমমনুর রেজা
চেয়ারম্যান



Message from the Managing Director



Dear Valued Shareholders,
Assalamu Alaikum,

It is my great pleasure to welcome you all at the 10th Annual General Meeting of GPH Ispat Limited and to present the Annual Report of the Company for the financial period ended on June 30, 2016.

The period 2015-16 was another progressive period for the company. In this period, your company was able to increase production compared to the previous year. The production of MS Billet and MS Rod was 1,37,120 M. Ton and 1,25,580 M. Ton respectively in the period 2015-16 (fourteen months) while it was 1,11,946 M. Ton and 97,428 M. Ton respectively in the previous year. At the same time, the company was able to earn more profit during the period 2015-16. The profit excluding tax has been increased from Tk. 292.46 million to Tk. 366.36 million.

Last few years we have been continuing our efforts to establish an Ultra-modern State of the Art Steel Plant with the latest technology in Bangladesh. As per our earlier decision for enhancement of production capacity of MS Billet by 840,000 M. Ton (per annum) and MS Rod/Medium Section Product by 640,000 M. Ton (per annum), we are working relentlessly to this end. For bringing the dream into reality, in

January 2016 we have signed an agreement with Primetals Technologies Austria, a joint venture of Siemens and Mitsubishi Heavy Industries & Partners to supply the Ultra-modern State of the Art Long-steel Technology and necessary Machineries for the said expansion. In May 2016, we have signed a Syndicated Term Loan agreement of USD 154.00 Million with United Commercial Bank Limited (UCBL) as Lead Arranger along with 12 other local Banks. This was the largest Syndicated Term Loan first ever in Bangladesh. In June 2016, we have signed an agreement with M. N. Dastur & Company (Pvt.) Limited, India which is a reputed and well-acclaimed company renowned globally for Engineering, Procurement, Construction and Management (EPCM).

After establishment of "State of the Art" technology we could save 50% of Electricity consumption as well as reduction of Natural Gas usage. This technology would also ensure world-class supreme quality products.

The equity portion of the above said project has already been arranged by issuing 18,71,10,000 nos. Ordinary Share as Right Share. The total proceeds of Right Issue is Tk. 2,619.54 million which will be utilized as per implementation schedule of Right Share Offer Document.

Finally, I would like to thank all of our shareholders, and also our Customers, Suppliers, Financial Institutions, Govt. Authorities, Bangladesh Securities & Exchange Commission, Dhaka Stock Exchange Limited, Chittagong Stock Exchange Limited, Central Depository Bangladesh Limited, Registrar of Joint Stock Companies and Firms and other well wishers for their whole hearted support to the company during the period.



Mohammed Jahangir Alam
Managing Director

ব্যবস্থাপনা পরিচালকের বক্তব্য

প্রিয় সম্মানিত শেয়ার হোল্ডারবৃক্ষ,
আসন্নালাভু আলাইকুম,

জিপিএইচ ইস্পাত লিমিটেড এর ১০ম বার্ষিক সাধারণ সভায় আনন্দের সাথে আগন্তুর সবাইকে স্বাগত জানাচ্ছি এবং কোম্পানীর ৩০ জুন, ২০১৬ ইং তারিখে সমাপ্ত আর্থিক সময়ের বার্ষিক প্রতিবেদন উপস্থাপন করছি।

কোম্পানীর অগ্রগতি অর্জনের আরো একটি উল্লেখযোগ্য সময় ছিল ২০১৫-১৬। এই সময়ে আগন্তুর কোম্পানী পূর্ববর্তী বছরের তুলনায় উৎপাদন বৃদ্ধি করতে সক্ষম হয়েছে। ২০১৫-১৬ (চৌদ্দ মাস) সময়ে এমএস বিল্ডেট ও এমএস রডের উৎপাদন ছিল যথাক্রমে ১,৩৭,১২০ মে. টন ও ১,২৫,৫৮০ মে. টন, যেখানে পূর্ববর্তী বছরে ছিল যথাক্রমে ১,১১,৯৪৬ মে. টন ও ৯৭,৪২৮ মে. টন। একই সাথে আগন্তুর কোম্পানী ২০১৫-১৬ সময়ে তুলনামূলক অধিক পরিমাণ মূলাফা অর্জন করতে সক্ষম হয়েছে। কর পরবর্তী মূলাফা ৩৬৬,৩৬ মিলিয়ন টাকা এবং এর পূর্ববর্তী বছরে ছিল ২৯২,৪৬ মিলিয়ন টাকা।

গত কয়েক বছর ধরে আমরা বাংলাদেশে একটি অত্যাধুনিক প্রযুক্তির স্টেট অব আর্ট স্টীল প্ল্যাট স্থাপনের প্রচেষ্টা চালিয়ে আসছি। পূর্বের সিদ্ধান্ত মোতাবেক এম.এস. বিল্ডেট এর বার্ষিক উৎপাদন ক্ষমতা ৮৪০,০০০ মেট্রিক টন এবং এম.এস. রড/মিডিয়াম সেক্ষন প্রোডাট এর বার্ষিক উৎপাদন ক্ষমতা ৬৪০,০০০ মেট্রিক টন বৃদ্ধির লক্ষ্যে আমরা নিরসনভাবে কাজ করে যাচ্ছি। এই স্বপ্নকে বাস্তবে রূপদানের জন্য আমরা ২০১৬ইং সালের জানুয়ারী মাসে প্রাইমেটাল টেকনোলজি, অস্ট্রিয়া (সিমেন্স এবং মিতশ্বিশি হেভি ইলেক্ট্রিক্স এন্ড পার্টনার্স এর মৌখিক উদ্যোগ) এর সাথে অত্যাধুনিক স্টেট অব আর্ট লং-স্টীল প্রযুক্তি ও প্রযোজনশীল মেশিনারি সরবরাহের জন্য একটি চুক্তি স্বাক্ষর করেছি। ২০১৬ইং সালের মে মাসে আমরা ইউনাইটেড কমার্শিয়াল ব্যাংক লিমিটেড (ইউসিবিএল) এর নেতৃত্বে অন্যান্য ১২টি স্থানীয় ব্যাংক এর সাথে ১৫৪ মিলিয়ন মার্কিন ডলারের সিভিকেটেড টার্ম খণ্ড চুক্তি স্বাক্ষর করেছি যা বাংলাদেশে এ পর্যন্ত বৃহত্তম সিভিকেটেড টার্ম খণ্ড। ২০১৬ইং সালের জুন মাসে আমরা ভারতের খনামুখন্য 'এম. এন. দস্তুর এন্ড কোম্পানী (প্রাঃ) লিমিটেড' এর সাথে একটি চুক্তি স্বাক্ষর করেছি, যারা বিশ্বব্যাপী প্রকৌশল, ক্রয়, নির্মাণ এবং ব্যবস্থাপনা (ইপিসিএম) এর জন্য বিশ্বায়।

“স্টেট অব আর্ট” প্রযুক্তি স্থাপনের ফলে উৎপাদনের ফেত্তে আমরা ৫০ শতাংশ বিদ্যুতের ব্যবহার সাধ্য করতে পারবো এবং সে সাথে প্রাকৃতিক গ্যাস এর ব্যবহারও হ্রাস করতে পারবো। একই সাথে এ প্রযুক্তি বিশ্বানের পণ্য উৎপাদনও নিশ্চিত করবে।

উক্ত প্রকল্পের ইকুইটি অংশ ইতিমধ্যে ১৮,৭১,১০,০০০ সংখ্যক সাধারণ শেয়ার রাইট শেয়ার হিসেবে ইস্যু করে ব্যবস্থা করা হয়েছে। রাইট শেয়ার ইস্যু হতে প্রাপ্ত মোট অর্থ ২,৬১৯,৫৪ মিলিয়ন টাকা যা রাইট শেয়ার অফার ডকুমেন্ট এর বাস্তবায়ন সূচি অনুযায়ী ব্যবহার করা হবে।

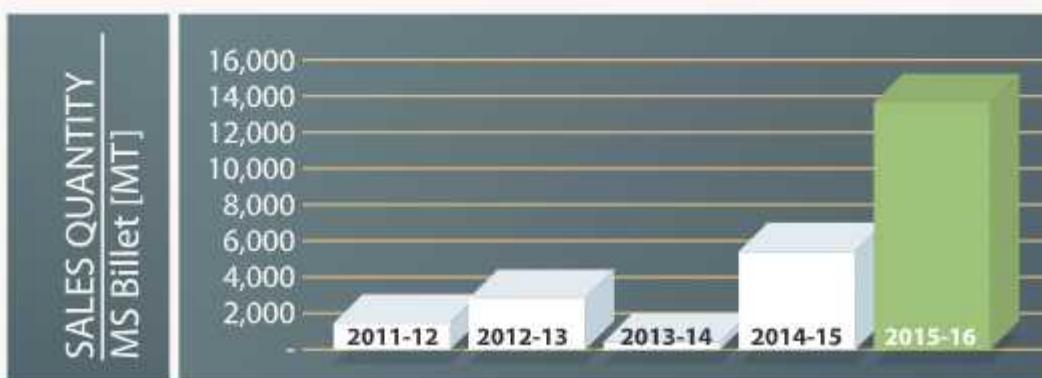
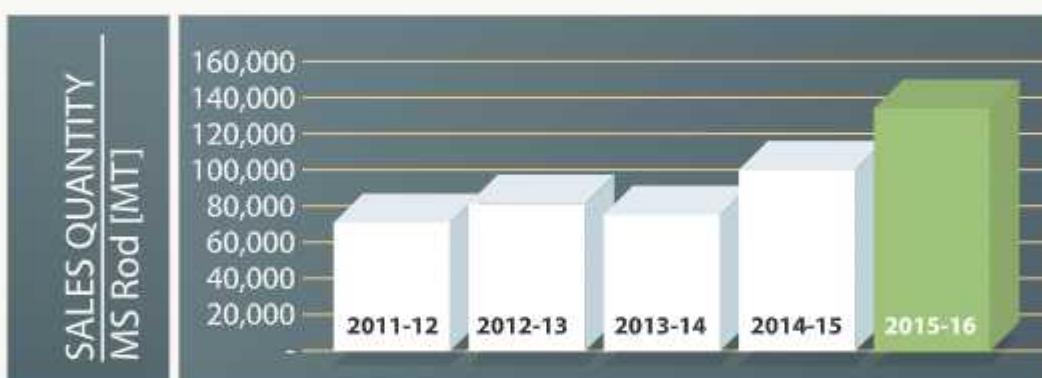
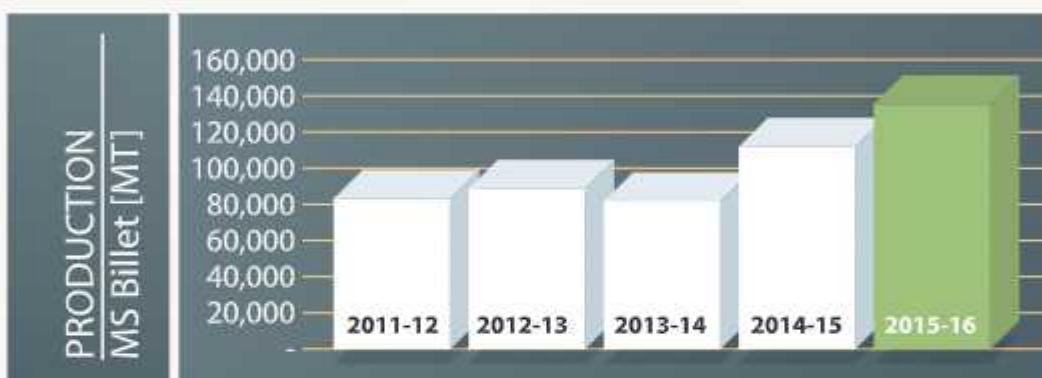
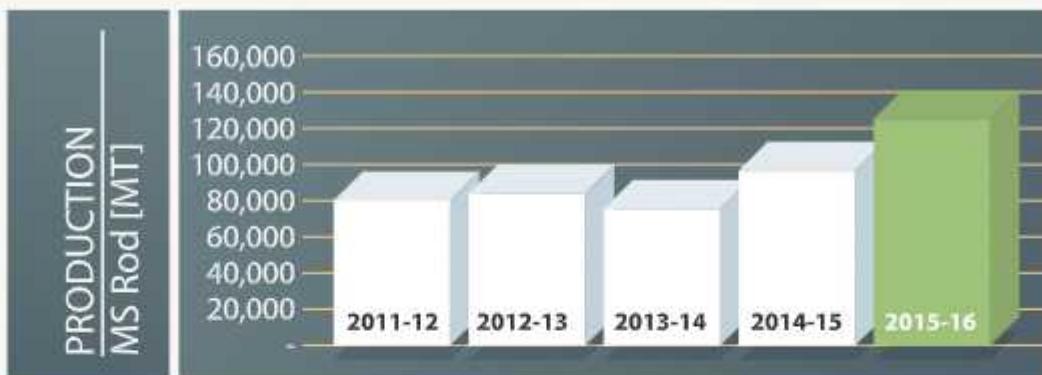
পরিশেষে, আমি আগন্তুর সকল সম্মানিত শেয়ারহোল্ডার, ক্রেতা, সরবরাহকারী, আর্থিক প্রতিষ্ঠান, সরকারী বিভিন্ন কর্তৃপক্ষ, বাংলাদেশ সিকিউরিটিজ এবং একচেষ্ট কমিশন, ঢাকা স্টক একচেষ্ট লিমিটেড, চট্টগ্রাম স্টক একচেষ্ট লিমিটেড, সেন্ট্রাল ডিপজিটরী বাংলাদেশ লিমিটেড, রেজিস্ট্রার অব জার্যেট স্টক কোম্পানীজ এবং ফার্মস এবং অন্যান্য শুভানুব্যায়ী গণকে তাদের সর্বীকৃত সহযোগিতা ও সমর্থনের জন্য আন্তরিক ধন্যবাদ এবং কৃতজ্ঞতা জানাই।

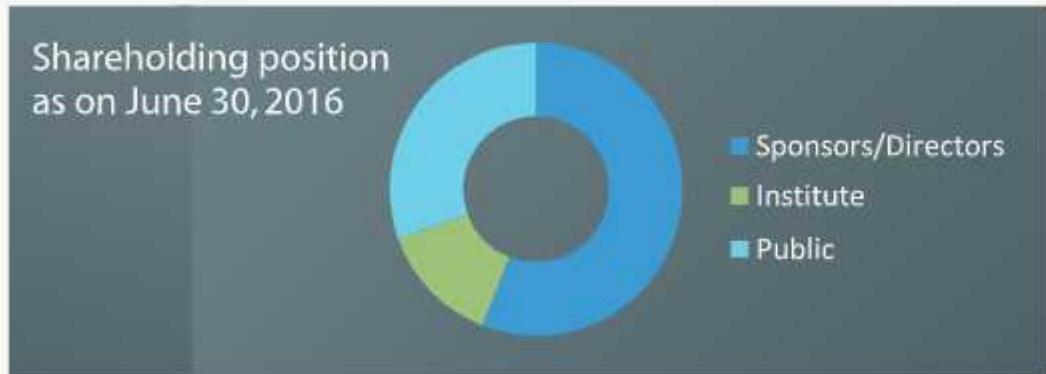
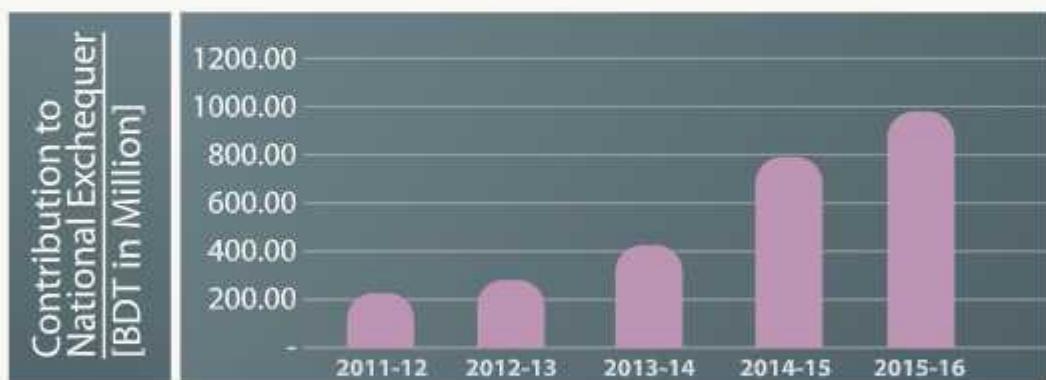
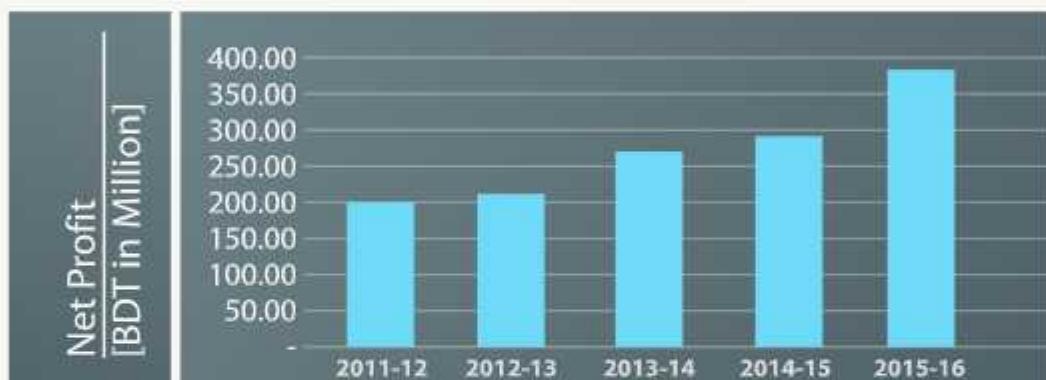
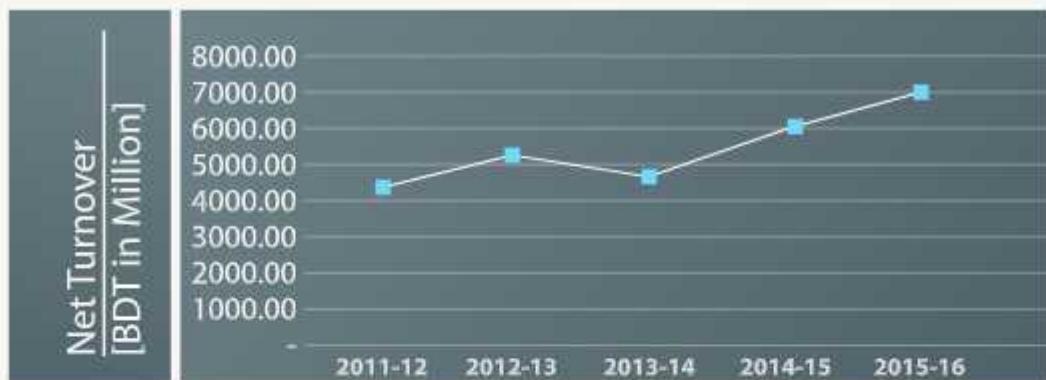


মোহাম্মদ জাহাঙ্গীর আলম
ব্যবস্থাপনা পরিচালক



Comparative Graphical Presentation





Board of Directors' Report
to the Shareholders
For the period ended 30th June, 2016



Board of Directors' Report to the Shareholders

Bismillahir Rahmanir Rahim
Dear Fellow Shareholder(s),
Assalamu Alaikum,

On behalf of the Board of Directors' and on my own behalf, I welcome you all in the 10th Annual General Meeting of GPH Ispat Limited.

It is a matter of immense pleasure to present the Directors' Report along with the Audited Financial Statements and Auditors' Report of the Company for the period ended on June 30, 2016 for your consideration, adoption and approval. These Reports have prepared under section 184 of the Companies Act, 1994 and in compliance with the Bangladesh Securities and Exchange Commission (BSEC) notification SEC/CMRRCD/2006-158/134/Admin/44 dated 7th August 2012.

Industry outlook & possible future developments:

The economy of Bangladesh is considered as a developing economy. Yet, almost one-fourth people of Bangladesh are living in extreme poverty. Besides, three-fifth people of Bangladesh are employed with the agriculture sector. The biggest obstacles to sustainable development in Bangladesh are over population, poor infrastructure, corruption, political instability and a slow implementation of economic reforms.

In fiscal year 2015-16, Bangladesh achieved the GDP growth 6.51% and last one decade (2006-2015) average GDP growth rate over 6.00%. To be a middle-income country and achieve the vision 2021, GDP growth will require to increase 7.50%-8.00% per year. Both public and private investment will need to increase as well.

It is a matter of pleasure that various mega infrastructural development projects like Padma Bridge, Coal Based Power Plant, Ruppur Nuclear Power Plant, Deep Sea Ports, Karnaphuli Tunnel and Metro Rail project have been undertaken by the Government. Besides, in private sector a number of development projects have also been started which ultimately increasing the demand for high quality MS Rod.

With a view to increase market share and capitalize the upcoming demand of high quality MS Rod in construction sector, we are increasing our production capacity which is in under process. The new production plant of GPH Ispat is considered as one of the most modern State of the Art integrated steel plant having most sophisticated production facilities which will be first of its kind in Bangladesh as well as in Asia Region. GPH have always been continuing its commitment to use of modern technology in production process for maintaining and strengthening the company's technological leadership.

Product wise Performance:

GPH Ispat produces two products; MS Rod & MS Billet. Product wise performance along with previous year's comparison is tabulated below:

Particulars	MS Rod		MS Billet	
	01 May 2015 to 30 June 2016 (14 Months)	01 May 2014 to 30 April 2015 (12 Months)	01 May 2015 to 30 June 2016 (14 Months)	01 May 2014 to 30 April 2015 (12 Months)
Installed Capacity (MT)	140,000	120,000	196,000	168,000
Production Quantity (MT)	125,580	97,428	137,120	111,946
Capacity Utilization (%)	89.70	81.19	69.96	66.63
Sales Quantity (MT)	133,240	99,612	13,799	5,567

Cost of Goods Sold, Gross Profit Margin and Net Profit Margin:

Cost of Goods Sold, Gross Profit Margin and Net Profit Margin of the Company over last five years is as follows:

Particulars	01 May 2015 to 30 June 2016 (14 months) Taka	01 May 2014 to 30 April 2015 (12 months) Taka	01 May 2013 to 30 April 2014 (12 months) Taka	01 May 2012 to 30 April 2013 (12 months) Taka	01 May 2011 to 30 April 2012 (12 months) Taka
Cost of Goods Sold	5,808,386,640	5,086,543,324	3,819,621,077	4,521,129,044	3,572,803,464
Gross Profit Margin	1,159,373,277	901,853,205	867,595,304	866,299,061	813,513,235
Net Profit Margin	366,368,646	292,469,222	269,653,393	207,243,116	201,544,173



The above chart shows upward trend of profit from year to year.

Risks and Concerns:

Every equity investment is associated with risks. Among those risks some can be averted, others are beyond control. The Board of Directors and Management of the Company are regularly monitoring, assessing and identifying the possible risks and threats to profitability and sustainable growth. Therefore, Investors should take the risk factors into consideration before making any investment decision. In GPH Ispat Limited, major such risk factors along with concerns are described in brief as in the **Annexure- D**.

Extra-Ordinary Loss or Gain:

During the period under review (01.05.2015 to 30.06.2016) the Company earned Tk. 13.10 million as interest income from Rights Share Proceeds by depositing to bank.

Related Party Transaction:

All transactions with related parties have made for business purpose. Details of the related party transactions have enclosed in the **Annexure-A(i)**.

Utilization of IPO and Rights Share Issue Proceeds:

There is no unutilized IPO Proceeds in Company's account as the proceeds was utilized fully during the year 2011-2012. In the period 2015-16, your Company has raised Tk. 2,619.54 million by issuing 18,71,10,000 nos. Ordinary Share as Right. The full amount will be utilized within next 24 (twenty four) months after receiving of the fund.

The Financial results after the Company goes for Initial Public Offer and Rights Offer:

The Company has been constantly growing since Initial Public Offer and Issuance of Rights Share and no Financial deteriorate or adverse situation of the company has yet arisen to date.

Significant variance between Quarterly Financial performance and Annual Financial Statements:

There is no significant variance between Quarterly Financial performance and Annual Financial Statements. The Company was able to maintain a remarkable performance both in Operational and Financial perspective throughout the period.

Directors' Remuneration:

Directors were remunerated as per Board of Directors decision. A report of the Directors' Remuneration is detailed in **Annexure-A(ii)**.

Preparation of Financial Statements:

To compliance with the Bangladesh Securities and Exchange Commission's notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August, 2012 the Board of Directors confirm as follows:

- The Financial Statements prepared by the management of the Company presented fairly its state of affairs, the result of its operations, cash flows and change in equity.
- Proper books of accounts of the company have been maintained.
- Appropriate accounting policies have been consistently applied in preparation of the Financial Statements and that the accounting estimates are based on reasonable and prudent judgment.
- International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the Financial Statements.

Internal Control System:

The Board of Directors of the Company has established an effective Internal Control System which ensures financial transparency, prevent the scope of fraud, defalcation and to minimize misuse etc. The company has a separate Internal Audit Department which is involved with checking the effectiveness of control system. On the other hand, the management of the company always pays importance to the suggestions from Audit Committee and Internal Audit Department.

Ability to continue as a going concern:

There is no significant doubt upon the company's ability to continue as a going concern and the Financial Statements have been prepared on a going concern basis.

Significant deviations from the last year's operating results:

The significant deviations from last year's operating results of the company have been highlighted in this report and the reasons thereof have also been explained.

Last five year's Operational Performance:

Operationally we have been made significant progress over last five years in respect of Production, Sales and Profit generating. The operational performance of the Company for last five years is tabulated below:

Particulars	01 May 2015 to 30 June 2016 (14 months) Taka	01 May 2014 to 30 April 2015 (12 months) Taka	01 May 2013 to 30 April 2014 (12 months) Taka	01 May 2012 to 30 April 2013 (12 months) Taka	01 May 2011 to 30 April 2012 (12 months) Taka
Turnover(net)	6,967,759,917	5,988,396,529	4,687,216,381	5,387,428,105	4,386,316,699
Cost of Goods Sold	5,808,386,540	5,086,543,324	3,819,521,077	4,521,129,044	3,572,803,464
Gross Profit	1,159,373,277	901,853,205	867,595,304	866,299,061	813,513,235
Operating Profit	918,918,241	731,688,521	711,665,073	718,579,208	672,439,766
Profit before Tax & Reserve	486,935,339	381,146,951	410,054,909	339,171,840	302,019,365
Profit after Tax	366,368,646	292,469,222	278,853,050	250,124,897	257,287,747
Tax Holiday Reserve	-	-	9,199,657	42,881,781	55,743,574
Profit after Tax & Reserve	366,368,646	292,469,222	269,653,393	207,243,116	201,544,173

Dividend:

The Board of Directors of the Company is always concerned about the Shareholders' interest. Your Company earned Taka 366.36 million only as Profit after tax during the period ended 30th June, 2016. The Board of Directors is pleased to recommend 12% Cash Dividend for its all Ordinary Shareholders out of accumulated profit & Reserve held on June 30, 2015.

It is a matter of pleasure that our company secures its place in "A" category according to Dhaka Stock Exchange Limited & Chittagong Stock Exchange Limited categorization based on Dividend payment and other terms and conditions.

Number of Board Meeting held and attendance by Directors:

The Board of Directors of the company has been called upon meeting 9 times during the period 2015-16 to consider and discuss the various agenda related to company's operation and others. Number of Directors' meeting held and attendance of Directors' during the year is attached in **Annexure-F**.

Shareholding Information:

The pattern of shareholding of the company as on 30th June, 2016 is set out in the **Annexure-E**.

Directors' Appointment, Retirement & Re-appointment:

Directors' appointment, retirement and re-appointment are governed by the Articles of Association of the Company and the Companies Act 1994.

In the forthcoming Annual General Meeting the following Directors will retire and will also be eligible for re-appointment:

- A) Mr. Md. Alamgir Kabir
- B) Mr. Md. Almas Shimul
- C) Mr. Md. Ashrafuzzaman

The short bio-data of the said Directors are set out in page no. 10, 12 and 13 of this Annual Report.

Re-Appointment of Independent Director:

According to Corporate Governance Guidelines-2012 issued by Bangladesh Securities and Exchange Commission, the Board of Directors of the Company has re-appointed Mr. Md. Velayet Hossain as Independent Director for an another term of three (03) years. The short bio-data of Mr. Md. Velayet Hossain is set out in page no. 15 of this Annual Report.

Rights Share Issue:

The Company has raised total Tk. 2,619,540,000 (two hundred sixty one crore ninety five lac forty thousand) only by issuing 187,110,000 nos. Ordinary Share as Right Share at Tk. 10.00 each at an issue price of Tk. 14.00 each including a premium of Tk. 4.00 per share offered on the basis of 03[R]:02, i.e. 03 (three) Right Shares for every 02 (two) existing shares, which was approved by Bangladesh Securities and Exchange Commission (BSEC) dated February 9, 2016. Moreover, the company has duly been complied with the all conditions as mentioned in the approval letter of BSEC. After Rights Issue Company's Paid-up Capital has raised to Tk. 3,118,500,000 (three hundred eleven crore eighty five lac) only.

Marketing & Branding:

Assurance, reliability and superior brand experience in every segment have always been the key focus area for GPH Ispat's brand building endeavours. The management of the company is always concerned in connection with marketing strategy and considers the current realities of the marketplace, enhancement of customer satisfaction and relationship with existing customers.

Human Resource Management:

Proper Human Resource Management brings out the important values of trust, reliability, teamwork, encouragement and relation development between Company's management and employees. We always believe skilled, competent and dedicated human resource is one of the pre-requisite for Company's success. We have been taking initiatives for skill development of our officers, staffs and workers by arranging indoor and outdoor training facilities throughout the period. A well-timed Human Resource Policy has been established which ensures long term benefits like Provident Fund and Gratuity Fund for the employees. In May 2016, we have signed an agreement with a insurance company for employees Group Insurance facility.

Corporate Social Responsibility:

As a corporate entity, we are also a part of the society and we can be benefited being fully involved at the community level. During the period under review, your company has contributed to the welfare of the society in different level. Your company is also involved in creating awareness for environment friendly industrialization, development of education, poverty alleviation etc.

Credit Rating:

Credit Rating Agency of Bangladesh Ltd (CRAB) has performed our Rating for the year 2015-2016 as follows:

Long Term	Short Term
AA3	ST-2

"AA3" indicates the company has very strong capacity to meet financial commitments. The company is judged to be of very high quality, subject to very low credit risk.

"ST-2" indicates the degree of safety regarding timely payment on the loans/facilities is strong.

Contribution to National Exchequer:

Last few years the contributions of GPH Ispat Limited to national exchequer is also notable. During the period 2015-16, we have paid BDT 977.09 million to National Exchequer against Corporate Tax, Source Tax, Custom duty, VAT, Registration etc.

Compliance of Corporate Governance:

Bangladesh Securities and Exchange Commission has issued a mandatory Guideline on Corporate Governance vide its notification SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012. This guideline is issued with a view to ensure good governance, financial transparency etc. Your company ensures all compliances by abiding the conditions of the said Corporate Governance Guidelines. The Compliance status of your company along with Auditors' Certificate is attached in **Annexure-B & Annexure-C**.

Change in Accounting Period:

The Company's accounting year was from 1st May to 30th April of each year. But, as per Finance Act 2015, the Company have to close its accounting period on 30th June of every year. With a view to comply with this regulation, GPH Ispat Limited's management have prepared a fourteen months Financial Statement from 01.05.2015 to 30.06.2016. After this period, accounting year end will be on 30th June of every year consistently.

Auditors:

The Directors hereby report that M/S Hoda Vasi Choudhury & Co., Chartered Accountants, Delwar Bhaban (4th Floor), 104, Agrabad, Chittagong, was appointed as Auditors of the Company for the Financial period ended 30 June, 2016 in the last Annual General Meeting of the Company. The Auditor has carried out the audit for the period ended 30 June, 2016 and submitted their Report thereof. Being eligible for re-appointment, they have expressed their willingness to take up the audit for the year 2016-17.

Finally, the Board of Directors' would like to express thanks and gratitude to all the valued Shareholders for their support to the Company and expects to be continuing in the coming years.

On behalf of the Board



Mohammed Jahangir Alam
Managing Director

৩০ জুন, ২০১৬ ইং তারিখে সমাপ্ত সময়ের জন্য শে রাহোন্নারগণের প্রতি
পরিচালনা পর্ষদের প্রতিবেদন।

বিস্মিল্লাহির রাতুমানির রাহিম
সম্মানীত শেয়ারহোল্ডারবৃন্দ,
আসন্দালামু আলাইকুম,

জিপিএইচ ইস্পাত লিঃ এর ১০ম বার্ষিক সাধারণ সভায় কোম্পানীর পরিচালনা পর্ষদ এবং আমার পক্ষ থেকে
আপনাদের সবাইকে স্বাগত জানাই।

অত্যন্ত আনন্দের সাথে কোম্পানীর ৩০শে জুন, ২০১৬ ইং তারিখের সময়ের নিরীক্ষিত
অর্থিক বিবরণী, নিরীক্ষকের প্রতিবেদন এবং পরিচালনা পর্ষদের প্রতিবেদন আপনাদের
বিবেচনা, গ্রহণ ও অনুমোদন এর জন্য উপস্থাপন করছি। উক্ত প্রতিবেদনগুলো
কোম্পানী আইন ১৯৯৪ এর ধারা ১৮৪ এবং বাংলাদেশ সিকিউরিটিজ এন্ড
এরচেঞ্চ কমিশন এর ০৭ আগস্ট, ২০১২ ইং তারিখের নোটিফিকেশনঃ
এসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/১৩৪/এডমিন/৪৪ এর
আলোকে প্রস্তুত করা হয়েছে।

শিল্পের সার্বিক অবস্থা ও সম্ভাব্য ভবিষ্যত উন্নয়ন :

বাংলাদেশের অর্থনীতিকে একটি উন্নয়নশীল অর্থনীতি হিসাবে বিবেচনা
করা হয়। যদিও বাংলাদেশের প্রায় এক-চতুর্থাংশ মানুষ চরম দারিদ্র্যে
মধ্যে বসবাস করছে। এছাড়াও বাংলাদেশের তিন-পঞ্চাংশ মানুষ ক্রমে
খাতে নিযুক্ত রয়েছে। বাংলাদেশের টেকসই উন্নয়নের সবচেয়ে বড় বাধা
হল অতিরিক্ত জনসংখ্যা, দুর্বল অবকাঠামো, দুর্নীতি, গ্রাজনৈতিক
অস্থিতিশীলতা ও অর্থনৈতিক সংক্ষারের দীর বাত্তবায়ন।

২০১৫-২০১৬ অর্থবছরে বাংলাদেশ জিডিপি প্রবৃক্ষ ৬.৫১% অর্জন করেছে
এবং গত এক দশকে (২০০৬-২০১৫) গড় জিডিপি প্রবৃক্ষ ৬.০০% এর বেশ।
একটি মূল্যমান আয়ের দেশ হতে হলে এবং ভিশন ২০২১ অর্জন করতে হলে প্রতি
বছর জিডিপি প্রবৃক্ষ ৭.৫০%-৮.০০% প্রৱোজন হবে। সরকারী ও বেসরকারী
উভয় বিনিয়োগ বৃক্ষি করতে হবে।

ইহা অতি আনন্দের বিষয় যে, সরকার কর্তৃক পৰ্যাপ্ত সেতু, কয়লা ভিত্তিক বিদ্যুৎ কেন্দ্র,
রুগ্নপুর পারমাণবিক বিদ্যুৎ কেন্দ্র, গভীর সমুদ্র বন্দর, কর্ণফুলী টানেল ও মেট্রোরেল
প্রকল্প এর মত বৃহৎ অবকাঠামো উন্নয়ন প্রকল্প গৃহীত হয়েছে। এছাড়া বেসরকারী খাতেও
একাধিক উন্নয়ন প্রকল্পের কাজ শুরু হয়েছে যার ফলে উচ্চ মানসম্পদ্ধ এমএস বড় এর
চাহিদা বৃক্ষি পাচ্ছে।

মার্কেট শেয়ার বৃক্ষি এবং নির্মাণ খাতে উচ্চ মানসম্পদ্ধ এমএস বড় এর আসন্ন চাহিদা পুরনের
জন্য আমরা আমাদের উৎপাদন ক্ষমতা বৃক্ষি করছি যা প্রক্রিয়ারীন রয়েছে। জিপিএইচ ইস্পাত
এর নতুন উৎপাদন প্ল্যাটকে একটি সর্বাধুনিক উৎপাদন সুবিধা সম্পর্কিত ইন্টিগ্রেটেড স্টাল প্ল্যাট
হিসাবে বিবেচনা করা হয় যা প্রযুক্তিগত দিক থেকে বাংলাদেশ এবং এশিয়া অঞ্চলের মধ্যে
প্রথম। জিপিএইচ প্রযুক্তি ব্যবহারে নেতৃত্বান্বিত ও উৎপাদন প্রক্রিয়ায় আধুনিক প্রযুক্তির ব্যবহার
বজায় রাখার প্রতিশ্রুতি অব্যাহত রেখেছে।

পণ্য অনুযায়ী ফলাফলঃ

জিপিএইচ ইস্পাত দুই ধরনের পণ্য উৎপাদন করে : এম.এস. রড এবং এম.এস. বিলেট। পূর্ববর্তী বছরের সাথে তুলনামূলক পণ্য অনুযায়ী ফলাফল ছক আকারে নিম্নে দেখানো হল:

বিবরণ	এম.এস. রড		এম.এস. বিলেট	
	১লা মে ২০১৫ হতে ৩০ জুন ২০১৬ (১৪ মাস)	১লা মে ২০১৪ হতে ৩০ এপ্রিল ২০১৫ (১২ মাস)	১লা মে ২০১৫ হতে ৩০ জুন ২০১৬ (১৪ মাস)	১লা মে ২০১৪ হতে ৩০ এপ্রিল ২০১৫ (১২ মাস)
উৎপাদন ক্ষমতা (মেট্রিক্যুন)	১৪০,০০০	১২০,০০০	১৯৬,০০০	১৬৮,০০০
উৎপাদনের পরিমাণ (মেট্রিক্যুন)	১২৫,৫৮০	৯৭,৪২৮	১৩৭,১২০	১১১,৯৪৬
উৎপাদন ক্ষমতার ব্যবহার (%)	৮৯.৭০	৮১.১৯	৬৯.৯৬	৬৬.৬৩
বিক্রয়ের পরিমাণ (মেট্রিক্যুন)	১৩৩,২৪০	৯৯,৬১২	১৩,৭৯৯	৫,৫৬৭

বিক্রিত পণ্যের ব্যায়, মোট মুনাফা এবং নেট মুনাফা :

কোম্পানীর গত পাঁচ বছরের বিক্রিত পণ্যের ব্যায়, মোট মুনাফা এবং নেট মুনাফা নিম্নরূপ :

বিবরণ	১লা মে ২০১৫ হতে ৩০ জুন ২০১৬ (১৪ মাস) টাকা	১লা মে ২০১৪ হতে ৩০ এপ্রিল ২০১৫ (১২ মাস) টাকা	১লা মে ২০১৩ হতে ৩০ এপ্রিল ২০১৪ (১২ মাস) টাকা	১লা মে ২০১২ হতে ৩০ এপ্রিল ২০১৩ (১২ মাস) টাকা	১লা মে ২০১১ হতে ৩০ এপ্রিল ২০১২ (১২ মাস) টাকা
	বিক্রিত পণ্যের ব্যায়	মোট মুনাফা	নেট মুনাফা	মোট মুনাফা	নেট মুনাফা
বিক্রিত পণ্যের ব্যায়	৫,৮০৮,৩৮৬,৬৪০	৫,০৮৬,৫৪৩,৩২৪	৩,৮১৯,৬২১,০৭৭	৮,৫২১,১২৯,০৮৮	৩,৫৭২,৮০৩,৪৬৪
মোট মুনাফা	১,১৫৯,৩৭৩,২৭৭	৯০১,৮৫৩,২০৫	৮৬৭,৫৯৫,৩০৪	৮৬৬,২৯৯,০৬১	৮১৩,৫১৩,২৩৫
নেট মুনাফা	৩৬৬,৩৬৮,৬৪৬	২৯২,৪৬৯,২২২	২৬৯,৬৫৩,৩৯৩	২০৭,২৪৩,১১৬	২০১,৫৪৪,১৭৩



উক্ত ছক বছর অতি মুনাফার উর্ধ্বমুখী প্রবণতা নির্দেশ করে।

বুকি ও ব্যবস্থাপনা :

পর্যাপ্ত সাধারণ শেয়ারে বিলিয়োগ বুকিংপূর্ণ। এ সমস্ত বুকিংয়ে কিছু এড়ানো যাব, অন্যান্য গুলো নিয়ন্ত্রণ বোগ্য নয়। কোম্পানীর পরিচালনা পর্যবেক্ষণ ও ব্যবস্থাপনা কর্তৃপক্ষ কোম্পানীর মুনাফা ও টেকসই প্রতিক অর্জনের ফলে সম্ভাব্য বুকি ও হমকি সমূহ নিয়মিত পর্যবেক্ষণ, মূল্যায়ন ও চিহ্নিত করছেন। এছাড়াও, যে কোন বিনিয়োগের সিদ্ধান্ত নেয়ার পূর্বে বিনিয়োগকারীদের বুকিংয়ে বিবরণগুলো বিবেচনার নেয়া উচিত। জিপিএইচ ইস্পাত লিমিটেড এ ধরনের সম্ভাব্য প্রথান বুকিংয়ে এবং সাথে বুকি করানোর উদ্যোগ গুলি সংশ্লিষ্ট ভাবে বর্ণনা করা হয়েছে (সংযুক্তি-D)।

অর্থাত্বিক ক্ষতি / মুনাফা :

আলোচ্য সময়ে (০১.০৫.১৫ থেকে ৩০.০৬.১৬) কোম্পানী রাইট শেয়ার এবং টাকা ব্যাংকে জমা রেখে ১.৩১ কোটি টাকা মুনাফা লাভ করে।

সংশ্লিষ্ট পক্ষের সাথে লেনদেন :

কোম্পানীর সাথে সংশ্লিষ্ট পক্ষের সাথে সকল লেনদেন ব্যবসায়িক উক্তিশেষ করা হয়েছে। কোম্পানী সংশ্লিষ্ট পক্ষের সাথে লেনদেনের বিত্তান্তিক বিবরণ সংযুক্তি-A(i)-তে সংযুক্ত করা হয়েছে।

আইপিও এবং রাইট শেয়ার ইস্যু হতে প্রাপ্ত অর্থের ব্যবহার :

২০১১-১২ হিসাববর্ষে আর্থিক গণপ্রত্নতাব হতে প্রাপ্ত অর্থ সম্পূর্ণ ব্যবহারের ফলে কোম্পানীর নিকট এ উৎস হতে প্রাপ্ত আর কোন অর্থ অব্যবহৃত ছিল না।

২০১৫-১৬ হিসাববর্ষে আপনাদের কোম্পানী রাইট শেয়ার ইস্যু করে ২,৬১৯.৫৪ মিলিয়ন টাকা উত্তোলন করে। উক্ত তহবিলের সম্পূর্ণ অর্থ প্রাপ্তির পর হতে (০১.০৬.২০১৬) পরবর্তী ২৪ (চারিশ) মাসের মধ্যে ব্যবহার করা হবে।

আইপিও এবং রাইট শেয়ার ইস্যু পরবর্তী কোম্পানীর আর্থিক ফলাফল :

আইপিও এবং রাইট শেয়ার ইস্যু পরবর্তী সময়ে কোম্পানীর ব্যবসা বৃদ্ধি পাচ্ছে এবং এখন পর্যন্ত কোন ধরনের আর্থিক অবনতি বা প্রতিকূল অবস্থার সূচিটি হয়নি।

ত্রৈমাসিক ও বার্ষিক আর্থিক প্রতিবেদন এর মধ্যে উল্লেখযোগ্য পার্থক্য :

ত্রৈমাসিক ও বার্ষিক আর্থিক প্রতিবেদনে আর্থিক ফলাফল এর মধ্যে উল্লেখযোগ্য কোন পার্থক্য নেই। কোম্পানী আলোচ্য হিসাবকাল ব্যাপী পরিচালনাগত ও আর্থিক উভয় দৃষ্টিকোন থেকে উল্লেখযোগ্য ফলাফল বজায় রাখতে সক্ষম হয়েছে।

পরিচালকবুদ্দের সম্মানী :

পরিচালকবুদ্দের সম্মানী কোম্পানীর পরিচালনা পর্যবেক্ষণের সিদ্ধান্ত মোতাবেক প্রদান করা হয়। পরিচালকবুদ্দের সম্মানী প্রদানের বিত্তান্তিক বিবরণ সংযুক্তি-A(ii)-তে সংযুক্ত করা হয়েছে।

আর্থিক বিবরণী প্রস্তুতকরণ :

বাংলাদেশ সিকিউরিটিজ আর্ক এন্ড এন্টেন্স কমিশনের নোটিফিকেশন নং-এসটিসি/সিএমআরআরসিডি/২০০৬-১৫৮/১৩৪/এডবিল/৪৪, তারিখ ০৭ আগস্ট, ২০১২ মেনে চলার জন্য পরিচালনা পর্যবেক্ষণের নিম্নোক্ত বিষয় গুলো নিশ্চিত করেছেন:

- কোম্পানীর ব্যবস্থাপনা কর্তৃপক্ষ প্রস্তুতকৃত আর্থিক বিবরণীতে কোম্পানীর চলমান ঘটনা প্রবাহ, কার্যক্রমের ফলাফল, নগদ প্রবাহ ও সম্পদের পরিবর্তন ঘটায়থ ভাবে উপস্থাপন করা হয়েছে।
- কোম্পানীর যথাযথ হিসাব বই সংরক্ষণ করা হয়েছে।
- আর্থিক বিবরণী প্রস্তুতের সময় হিসাব নীতিমালা যথাযথ ভাবে প্রয়োগ করা হয়েছে এবং হিসাব অনুমানগুলো যুক্তিসংগত এবং যথোপযুক্ত বিচার বিশ্লেষণের উপর ভিত্তি করে করা হয়েছে।
- আর্থিক বিবরণী প্রস্তুতের সময় ইন্টারন্যাশনাল একাউন্টিং স্ট্যান্ডার্ডস (আইএএস)/ বাংলাদেশ একাউন্টিং স্ট্যান্ডার্ডস (বিএএস)/ ইন্টারন্যাশনাল ফাইন্যান্সিয়াল রিপোর্টিং স্ট্যান্ডার্ডস (আইএফআরএস)/ বাংলাদেশ ফাইন্যান্সিয়াল রিপোর্টিং স্ট্যান্ডার্ডস (বিএফআরএস)/, বাংলাদেশে যেভাবে প্রযোজ্য সেভাবে অনুসরণ করা হয়েছে।

অভ্যন্তরীণ নিয়ন্ত্রণ পদ্ধতি :

কোম্পানীর পরিচালনা পর্বদ একটি কার্যকর অভ্যন্তরীণ নিয়ন্ত্রণ ব্যবস্থা প্রতিষ্ঠা করেছে যা কোম্পানীর ব্যবস্থাপনার আর্থিক স্থচ্ছা, জালিয়াতি, তহবিল তহরুপ প্রতিরোধ ও অপব্যয় হ্রাস ইত্যাদি নিশ্চিত করে। কোম্পানীর একটি আলাদা অভ্যন্তরীণ নিরীক্ষা বিভাগ রয়েছে যেটি কোম্পানীর নিয়ন্ত্রণ ব্যবস্থার কার্যকারিতা নিরীক্ষণ কাজে নিয়োজিত থাকে। অপরপক্ষে, কোম্পানীর ব্যবস্থাপনা কর্তৃপক্ষ কোম্পানীর নিরীক্ষা কর্মসূচি ও অভ্যন্তরীণ নিরীক্ষা বিভাগ কর্তৃক প্রদত্ত সকল গরান্শ অভ্যন্ত গুরুত্বের সাথে প্রাপ্ত করেন।

চলমান প্রতিষ্ঠান হিসাবে যাত্রা অব্যাহত রাখার অভ্যন্তরীণ পদ্ধতি :

একটি চলমান প্রতিষ্ঠান হিসাবে যাত্রা অব্যাহত রাখতে কোম্পানীর যোগ্যতায় কোন প্রকার সন্দেহ নেই এবং একটি চলমান প্রতিষ্ঠানের ভিত্তিতে আর্থিক বিবরণী প্রস্তুত করা হয়েছে।

গত বছর হতে পরিচালনাগত ফলাফলে উল্লেখযোগ্য পরিবর্তন :

গত বছর হতে কোম্পানীর পরিচালনাগত ফলাফলে গুরুত্বপূর্ণ পরিবর্তন সমূহ এই প্রতিবেদনে উল্লেখ করা হয়েছে এবং এর কারণ যথাযথভাবে ব্যাখ্যা করা হয়েছে।

গত পাঁচ বছরের পরিচালনাগত ফলাফল :

পরিচালনাগত দিক থেকে বিগত পাঁচ বছর কোম্পানী উৎপাদন, বিক্রয় ও মূলাফা অর্জনের ক্ষেত্রে উল্লেখযোগ্য অংশগতি দাঢ় করতে সক্ষম হয়েছে। বিগত পাঁচ বছরের কোম্পানীর পরিচালনাগত ফলাফল নিম্নে ছক আকারে দেখানো হল :

বিবরণ	১লা মে ২০১৫ হতে ১লা মে ২০১৪ হতে	১লা মে ২০১৩ হতে ১লা মে ২০১২ হতে	১লা মে ২০১১ হতে ১লা মে ২০১০ হতে		
	৩০ জুন ২০১৬ (১৪ মাস) টাকা	৩০ এপ্রিল ২০১৫ (১২ মাস) টাকা	৩০ এপ্রিল ২০১৪ (১২ মাস) টাকা	৩০ এপ্রিল ২০১৩ (১২ মাস) টাকা	৩০ এপ্রিল ২০১২ (১২ মাস) টাকা
বিক্রয় (নেট)	৬,৯৬৭,৭৫৯,৯১৭	৫,৯৮৮,৩৯৬,৫২৯	৪,৬৮৭,২১৬,৩৮১	৫,৩৮৭,৪২৮,১০৫	৪,৩৮৬,৩১৬,৬৯৯
বিক্রিত পণ্যের বায়	৫,৮০৮,৩৮৬,৬৪০	৫,০৮৬,৪৪৩,৩২৪	৩,৮১৯,৬২১,০৭৭	৪,৫২১,১২৯,০৪৪	৩,৫৭২,৮০৩,৪৬৪
মোট মূলাফা	১,১৫৯,৩৭৩,২৭৭	৯০১,৮৫৩,২০৫	৮৬৭,৫৯৫,৩০৮	৮৬৬,২৯৯,০৬১	৮১৩,৫১৩,২৩৫
পরিচলন মূলাফা	৯১৮,৯১৮,২৪১	৭৩১,৬৮৮,৫২১	৭১১,৬৬৫,০৭৩	৭১৮,৫৭৯,২০৮	৬৭২,৪৩৯,৭৬৬
কর ও সর্কিতি পূর্ব মূলাফা	৪৮৬,৯৩৫,৩৮৯	৩৮১,১৪৬,৯৫১	৪১০,০৫৪,৯০৯	৩০৯,১৭১,৮৪০	৩০২,০১৯,৩৬৫
কর পরবর্তী মূলাফা	৩৬৬,৩৬৮,৬৪৬	২৯২,৪৬৯,২২২	২৭৮,৮৫৩,০৫০	২৫০,১২৪,৮৯৭	২৫৭,২৮৭,৭৪৭
কর অবকাশ সর্কিতি	-	-	৯,১৯৯,৬৫৭	৪২,৮৮১,৭৮১	৫৫,৭৪৩,৫৭৪
কর পরবর্তী মূলাফা	৩৬৬,৩৬৮,৬৪৬	২৯২,৪৬৯,২২২	২৬৯,৬৫৩,৩৯৩	২০৭,২৪৩,১১৬	২১০,২৪৪,১৭৩

লভ্যাংশ :

কোম্পানীর পরিচালনা পর্বদ শেয়ারহোল্ডারদের স্বার্থের বিষয়ে সর্বদা সচেষ্ট রয়েছে। আপনাদের কোম্পানী ৩০শে জুন, ২০১৬ ইং তারিখের সমান্ত সময়ে কর পরবর্তী ৩৬৬,৩৬ মিলিয়ন টাকা মূলাফা অর্জন করেছে। ৩০শে জুন, ২০১৬ ইং তারিখের মূলাফা ও সংগ্রহ থেকে শেয়ারহোল্ডারদের লভ্যাংশ হিসাবে ১২% নগদ লভ্যাংশ প্রদানের সুপারিশ করতে পেরে পরিচালনা পর্বদ আনন্দিত।

ইহা অতি আনন্দের বিষয় যে, আপনাদের কোম্পানী লভ্যাংশ প্রদান ও অন্যান্য কমপ্লায়েম এর উপর ভিত্তি করে টাকা টক এক্সচেঞ্চ লিমিটেড ও চাটথাম টক এক্সচেঞ্চ লিমিটেড এর শ্রেণীবিন্দুকরণ অনুযায়ী “এ” শ্রেণীতে অবস্থান করছে।

অনুষ্ঠিত পর্বদ সভার সংখ্যা ও পরিচালকদের উপস্থিতি :

২০১৫-২০১৬ সালে কোম্পানীর পরিচালনা পর্বদ কোম্পানীর কার্যক্রম ও বিভিন্ন বিষয়ে আলোচনার জন্য মোট ৯ বার পর্বদ সভা আহবান করেছেন। পর্বদ সভার সংখ্যা ও পরিচালকদের উপস্থিতি সংযুক্ত-১ এ সংযুক্ত করা হয়েছে।

শেয়ার ধারণের তথ্যঃ

৩০শে জুন ২০১৬ ইং তারিখে কোম্পানীর শেয়ার ধারণ সংক্ষিপ্ত তথ্য সংযুক্তি-E তে মুক্ত করা হয়েছে।

পরিচালক নিয়োগ, অবসর ও পুনঃনিয়োগঃ

পরিচালক নিয়োগ, অবসর ও পুনঃনিয়োগ প্রতিষ্ঠানের সংঘর্ষিতি এবং কোম্পানী আইন ১৯৯৪ এর বিধি অনুযায়ী নির্ধারিত হয়।

আসন্ন বার্ষিক সাধারণ সভায় নিম্নলিখিত পরিচালকগণ অবসর প্রাপ্ত করবেন এবং পুনৰায় নিয়োগের যোগ্য বিধায় পুনঃনিয়োগের জন্য বিবেচিত হবেনঃ-

- ক) জনাব মোঃ আবামগীর কবির
- খ) জনাব মোঃ আলমাস শিয়ুল
- গ) জনাব মোঃ আশৰাফুজ্জামান

উক্ত পরিচালকগণের সংক্ষিপ্ত জীবন বৃত্তান্ত এই প্রতিবেদন এর ১০, ১২ এবং ১৩ পৃষ্ঠায় বর্ণনা করা হল।

স্বতন্ত্র পরিচালকের পুনঃনিয়োগঃ

বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন কর্তৃক জারীকৃত কর্পোরেট গভর্ন্যাল গাইডলাইন ২০১২ অনুসারে কোম্পানীর পরিচালনা পর্যন্ত জনাব মোঃ বেলায়েত হোসেনকে দ্বিতীয় মেয়াদে স্বতন্ত্র পরিচালক হিসেবে প্রবর্তী তিনি বছরের জন্য পুনঃনিয়োগ দিয়েছেন। জনাব মোঃ বেলায়েত হোসেন এর সংক্ষিপ্ত জীবন বৃত্তান্ত এই প্রতিবেদন এর ১৫ পৃষ্ঠায় বর্ণনা করা হল।

রাইট শেয়ার ইস্যুঃ

বেক্রেয়ারী ০৯, ২০১৬ ইং তারিখে বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন (বিএসইসি) কর্তৃক অনুমোদনের ফলে কোম্পানী রাইট শেয়ার হিসেবে ১৮,৭১,১০,০০০ সংখ্যক সাধারণ শেয়ার প্রতিটি ১০ টাকা মূল্যে যা প্রতিটি ১৪ টাকা ইস্যু মূল্যে (প্রতিটি ৪ টাকা প্রিমিয়াম বৃক্ত) ৩ (তিনি) ও ২ (দুই) অনুপাতে (প্রতি ২টি সাধারণ শেয়ারের বিপরীতে ৩টি রাইট শেয়ার) ইস্যু করে মোট ২৬১,৯৫,৪০,০০০ (দুইশত একবিংশ কোটি পঁচাশকাহাঁ লক্ষ চতুর্থশ হাজার) টাকা উত্তোলন করে। এছাড়াও কোম্পানী বিএসইসি'র অনুমোদন পত্রে উল্লেখিত সকল শর্ত ব্যাখ্যাত ভাবে পালন করেছে। রাইট শেয়ার ইস্যুর পর কোম্পানীর পরিশোধিত মূলধনের পরিমাণ ৩১,৮৫,০০,০০০.০০ (তিনি শত এগার কোটি পঁচাশ লক্ষ) টাকায় বৃক্তি পেয়েছে।

বাজারজাতকরণ ও ব্র্যান্ডিংঃ

জিপিএইচ ইন্সেপ্টের ব্র্যান্ড বৃক্ষির মূল কেন্দ্রবিন্দু হিসেবে সকল ফেন্টে নিশ্চয়তা, বিশ্বাসযোগ্যতা ও উচ্চতর ব্র্যান্ড অভিজ্ঞতার প্রচেষ্টা চালিয়ে আসছে। কোম্পানীর ব্যবস্থাপনা কর্তৃপক্ষ বিপরীত কৌশল সম্পর্কে সর্বদা সচেষ্ট রয়েছে এবং চলমান বাজারের বাস্তব অবস্থা, গ্রাহকদের সন্তুষ্টি বৃদ্ধিকরণ ও বিদ্যমান গ্রাহকদের সাথে সম্পর্ক বজায় রাখতে সচেষ্ট রয়েছে।

মানব সম্পদ ব্যবস্থাপনাঃ

ব্যাখ্যাত মানব সম্পদ ব্যবস্থাপনা কোম্পানীর কর্তৃপক্ষ এবং কর্মচারীদের মধ্যে আহ্বা, নির্ভরযোগ্যতা, দলবদ্ধতা, উৎসাহ ও সম্পর্ক উন্নয়নে গুরুত্বপূর্ণ ভূমিকা পালন করে। আমরা সবসময় বিশ্বাস করি দক্ষ, যোগ্য ও নিবেদিত মানব সম্পদ কোম্পানীর সফলতার পূর্বশর্ত। কর্মকর্তা, কর্মচারী ও শ্রমিকদের দক্ষতা উন্নয়নের জন্য আমরা বছর বাপী অভ্যন্তরীণ এবং বাহ্যিক প্রশিক্ষনের ব্যবস্থা করেছি। একটি সময়োপযোগী মানব সম্পদ নীতিমালা প্রতিষ্ঠা করা হয়েছে যা কর্মচারীদের জন্য প্রতিভিত্তি কান্ত ও গ্র্যান্ডাইটি কান্ত এর মত দীর্ঘমেয়াদী সুবিধা নিশ্চিত করবে। কর্মচারীদের যৌথ বীমা সুবিধা প্রদানের জন্য ২০১৬ সালের মে মাসে একটি বীমা কোম্পানীর সাথে চুক্তি সম্পাদন করেছি।

কর্পোরেট সামাজিক দায়বদ্ধতাঃ

কর্পোরেট প্রতিষ্ঠান হিসেবে আমরাও সমাজের একটি অংশ এবং কমিউনিটি পর্যায়ে সরাসরি যুক্ত হয়ে আমরা উপকৃত হতে পারি। আলোচ্য সময়ে আগন্তুকদের কোম্পানী সমাজের কলাণে বিভিন্ন পর্যায়ে অবদান রেখেছে। এছাড়াও আগন্তুকদের কোম্পানী পরিবেশবাদী শিল্পায়নে সচেতনতা সৃষ্টি, শিক্ষার উন্নয়ন এবং দারিদ্র্য দূরীকরণ ইত্যাদি কাজের সাথে যুক্ত রয়েছে।

ঝুঁঝমান নির্ধারণ :

ক্রেডিট রেটিং এজেন্সি অব বাংলাদেশ লিমিটেড ২০১৫-২০১৬ সালের জন্য আমাদের ঝুঁঝমান যাচাই সম্পত্তি করেছে, যা নিম্নরূপ:

দীর্ঘকালীণ	ক্ষেত্রকালীণ
AA3	ST-2

"AA3" কোম্পানী আর্থিক অঙ্গীকার পূরণে অত্যন্ত শক্তিশালী সামর্থ্য ইঙ্গিত করে। কোম্পানী খুব কম ঝুঁঝ সাপেক্ষে উচ্চমানসম্পত্তি হিসেবে গণ্য করা হয়।

"ST-2" যথাসময়ে ঝুঁঝ পরিশোধ সংক্রান্ত বিষয়ে সর্বোচ্চ নিরাপত্তা সীমা ইঙ্গিত করে।

রাষ্ট্রীয় কোষাগারে অবদান :

গত কয়েক বছর জিপিএইচ ইস্পাত রাষ্ট্রীয় কোষাগারে উত্তোলনোগ্য অবদান রেখেছে। ৩০শে জুন, ২০১৬ ইং তারিখে সমাপ্ত হিসাবকালে আমারা প্রতিষ্ঠানিক আয়কর, উৎস কর, কাটিম শুল্ক, মূল্য সংবেজন কর ইত্যাদি খাতে রাজব তহবিলে প্রায় ৯৭৭.০৯ মিলিয়ন টাকা পরিশোধ করেছি।

কর্পোরেট সু-শাসনের কমপ্লাইয়েন্স :

বাংলাদেশ সিকিউরিটিজ এন্ড একচেল কমিশন (বিএসইসি) ৭ই আগস্ট, ২০১২ইং তারিখে কর্পোরেট সুশাসন এর উপর একটি নোটিফিকেশন (এসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/১২৯/এডমিন/৪৩) জারি করেছে। সুশাসন ও আর্থিক ব্রহ্মতা নিশ্চিত করার জন্য এই নির্দেশনা জারি করা হয়েছে। আপনাদের কোম্পানী সেই নির্দেশনার শর্ত মেনে সকল কমপ্লাইয়েন্স নিশ্চিত করেছে। কোম্পানীর কমপ্লাইয়েল স্ট্যাটিস এবং এই বিষয়ে নিরীক্ষক হতে প্রাপ্ত সনদ সংযুক্তি-B ও C-তে সংযুক্ত করা হল।

হিসাব কালের পরিবর্তন :

পূর্বে কোম্পানীর হিসাবকাল ছিল প্রতি বছরের ১লা মে হতে ৩০শে এপ্রিল। কিন্তু অর্থ আইন ২০১৫ অনুসারে, কোম্পানীর হিসাবকাল প্রতি বছর ৩০শে জুন এর মধ্যে শেষ করতে হবে। উক্ত আইন মেনে চলার জন্য জিপিএইচ ইস্পাত লিমিটেড এর কর্তৃপক্ষ ০১.০৫.২০১৫ হতে ৩০.০৬.২০১৬ চৌদ্দ মাসের আর্থিক বিবরণী প্রস্তুত করেছেন। এই হিসাবকাল শেষে হিসাব বছর ধরাবাহিক ভাবে প্রতি বছর ৩০শে জুন সমাপ্ত হবে।

নিরীক্ষক :

গত বার্ষিক সাধারণ সভায় মেসার্স হোল্ড ভাসী চৌধুরী এন্ড কোং, চার্টেড অ্যাকাউন্টেন্টস, দেলোয়ার ভবন (৫ম তলা), ১০৪, আপ্রাবাদ, চট্টগ্রাম-কে কোম্পানীর ২০১৫-২০১৬ হিসাব বছরের নিরীক্ষক হিসেবে নিয়োগ প্রদান করা হয়। নিরীক্ষকগণ ৩০ শে জুন, ২০১৬ ইং তারিখে সমাপ্ত সময়ের নিরীক্ষণ কার্য সম্পাদন করে এর প্রতিবেদন উপস্থাপন করেছেন। পুনরায় নিয়োগ পাওয়ার যোগ্য হিসেবে নিরীক্ষকগণ ২০১৬-১৭ হিসাব বছরের নিরীক্ষণ কার্যের জন্য পুনঃনিয়োগ লাভের আয়ত্ত প্রকাশ করেছেন।

পরিশেষে, পরিচালনা পর্বদের পক্ষে



মোহাম্মদ জাহাঙ্গীর আলম
ব্যবস্থাপনা পরিচালক

Annexure-A

i. Related Party transactions:

During the period the Company carried out the following transactions with it's sister concerns in the normal course of business on an arm's length basis:

Sl. No	Party name	Relation	Nature of transaction	Outstanding as on 30 June, 2016	Outstanding as on 30 April, 2015
1	GPH Power Generation Ltd	Common Directorship	Supply of Power at a flat rate	(425,014,631)	(70,581,844)
2	Jahangir & Other Ltd	Common Directorship	Head office rent	(263,500)	(198,849)
3	GPH Steels Limited	Common Directorship	Investment in equity Shares	1,000,000	1,000,000
4	Asia Insurance Limited	Common Directorship	Insurance policy against Letter of Credit	(296,869)	(2,212,571)
5	Arbee Textiles Limited	Common Directorship	Payment against interest bearing loan	224,376,249	-

ii. During the period 2015-2016, the following Directors were remunerated:

Sl. No	Name of Director	Designation	01 May 2014 to 30 June 2016 (14 months) Taka	01 May 2014 to 30 April 2015 (12 months) Taka
1	Mr. Mohammed Jahangir Alam	Managing Director	4,900,000	4,200,000
2	Mr. Md. Almas Shimul	Additional Managing Director	4,900,000	4,200,000
3	Mr. Md. Ashrafuzzaman	Director	2,520,000	2,085,000

Managing Director and Additional Managing Director are provided with transport facilities along with their remuneration.

Annexure-B

REPORT OF THE STATUS OF COMPLIANCE OF CORPORATE GOVERNANCE

Status of compliance with the conditions imposed by the Commission's Notification No SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 and as amended by Notification No SEC/CMRRCD/2006-158/147/Admin/48 dated 21 July 2013 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report under Condition No. 7)

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.1	The number of the board members of the company shall not be less than 5 (five) and more than 20 (twenty).	✓		
1.2 (i)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors.	✓		
1.2 (ii) a)	For the purpose of this clause "independent director" means a director (a) who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company;	✓		
1.2 (ii) b)	b) Who is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company;	✓		
1.2 (ii) c)	c) who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies;	✓		
1.2 (ii) d)	d) who is not a member, director or officer of any stock exchange;	✓		
1.2 (ii) e)	e) who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market;	✓		
1.2 (ii) f)	f) who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of any statutory audit firm;	✓		
1.2 (ii) g)	g) who shall not be an independent director in more than 3 (three) listed companies;	✓		
1.2 (ii) h)	h) who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI);	✓		
1.2 (ii) i)	i) Who has not been convicted for a criminal offence involving moral turpitude	✓		
1.2 (iii)	(ii) the independent director(s) shall be nominated by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	✓		
1.2 (iv)	(iv) The post of independent director(s) cannot remain vacant for more than 90 (ninety) days.	✓		
1.2 (v)	(v) The Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	✓		
1.2 (vi)	(vi) the tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	✓		
1.3 (i)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	✓		
1.3 (ii)	(ii) The person should be a Business Leader/Corporate Leader/Bureaucrat/University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The Independent director must have at least 12 (twelve) years of corporate management/professional experiences.	✓		
1.3 (iii)	(iii) In special cases the above qualifications may be relaxed subject to prior approval of the Commission.	N/A		
1.4	The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals.	✓		
1.5 (i)	The directors of the companies shall include the following additional statements in the Directors' Report prepared under section 184 of the Companies Act, 1994:-(i) Industry outlook and possible future developments in the industry.	✓		
1.5 (ii)	(ii) Segment-wise or product-wise performance.	✓		
1.5 (iii)	(iii) Risks and concerns.	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.5 (iv)	(iv) A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	✓		
1.5 (v)	(v) Discussion on continuity of any Extra-Ordinary gain or loss.	✓		
1.5 (vi)	(vi) Basis for related party transactions- a statement of all related party transactions should be disclosed in the annual report.	✓		
1.5 (vii)	(vii) Utilization of proceeds from public issues, rights issues and/or through any other instruments.	✓		
1.5 (viii)	(viii) An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc.		N/A	
1.5 (ix)	(ix) If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.		N/A	
1.5 (x)	(x) Remuneration to directors including independent directors.	✓		
1.5 (xi)	(xi) The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	✓		
1.5 (xii)	(xii) Proper books of account of the issuer company have been maintained.	✓		
1.5 (xiii)	(xiii) Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	✓		
1.5 (xiv)	(xiv) International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.	✓		
1.5 (xv)	(xv) The system of internal control is sound in design and has been effectively implemented and monitored.	✓		
1.5 (xvi)	(xvi) There are no significant doubts upon the Issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed.	✓		
1.5 (xvii)	(xvii) Significant deviations from the last year's operating results of the Issuer company shall be highlighted and the reasons thereof should be explained.		N/A	
1.5 (xviii)	(xviii) Key operating and financial data of at least preceding 5 (five) years shall be summarized.	✓		
1.5 (xix)	(xix) If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.		N/A	
1.5 (xx)	(xx) The number of Board meetings held during the year and attendance by each director shall be disclosed.	✓		
1.5 (xxi) a)	(xxi) The pattern of shareholding shall be reported to disclose the aggregate number of shares (along with name wise details where stated below) held by:- (a) Parent/Subsidiary/Associated Companies and other related parties (name wise details);	✓		
1.5 (xxi) b)	b) Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details);	✓		
1.5 (xxi) c)	c) Executives;	✓		
1.5 (xxi) d)	d) Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	✓		
1.5 (xxii) a)	In case of the appointment/re-appointment of a director the company shall disclose the following information to the shareholders:-			
1.5 (xxii) b)	a) a brief resume of the director;	✓		
1.5 (xxii) b)	b) nature of his/her expertise in specific functional areas;	✓		
1.5 (xxii) c)	c) Names of companies in which the person also holds the directorship and the membership of committees of the board.	✓		
2.1	The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS).	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
2.2	The CFO and the Company Secretary of the companies shall attend the meetings of the Board of Directors, provided that the CFO and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.	✓		
3 (i)	(i) The company shall have an Audit Committee as a sub-committee of the Board of Directors.	✓		
3 (ii)	(ii) The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	✓		
3 (iii)	(iii) The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	✓		
3.1 (i)	(i) The Audit Committee shall be composed of at least 3 (three) members.	✓		
3.1 (ii)	(ii) The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director.	✓		
3.1 (iii)	(iii) All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience.	✓		
3.1 (iv)	When the term of service of the Committee members expires or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy(ies) immediately or not later than 1 (one) month from the date of vacancy(ies) in the Committee to ensure continuity of the performance of work of the Audit Committee.	✓		
3.1 (v)	(v) The company secretary shall act as the secretary of the Committee.	✓		
3.1 (vi)	(vi) The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	✓		
3.2 (i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	✓		
3.2 (ii)	(ii) Chairman of the audit committee shall remain present in the Annual General Meeting (AGM).	✓		
3.3 (i)	Role of audit committee shall include the following:- (i) Oversee the financial reporting process.	✓		
3.3 (ii)	(ii) Monitor choice of accounting policies and principles.	✓		
3.3 (iii)	(iii) Monitor Internal Control Risk management process.	✓		
3.3 (iv)	(iv) Oversee hiring and performance of external auditors.	✓		
3.3 (v)	(v) Review along with the management, the annual financial statements before submission to the board for approval.	✓		
3.3 (vi)	(vi) Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.	✓		
3.3 (vii)	(vii) Review the adequacy of internal audit function.	✓		
3.3 (viii)	(viii) Review statement of significant related party transactions submitted by the management.	✓		
3.3 (ix)	(ix) Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors.	✓		
3.3 (x)	(x) When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/Rights Issue the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus.	✓		
3.4.1 (i)	(i) The Audit Committee shall report on its activities to the Board of Directors.	✓		
3.4.1 (ii) a)	(ii) The Audit Committee shall immediately report to the Board of Directors on the following findings, if any:- a) report on conflicts of interests;	✓		

Condition No.	Title	Compliance Status(Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
3.4.1 (ii) b)	b) suspected or presumed fraud or irregularity or material defect in the internal control system;	✓		
3.4.1 (ii) c)	c) suspected infringement of laws, including securities related laws, rules and regulations;	✓		
3.4.1 (ii) d)	d) Any other matter which shall be disclosed to the Board of Directors immediately.	✓		
3.4.2	If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.			N/A
3.5	Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1 (ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer company.	✓		
4 (i)	The issuer company should not engage its external/statutory auditors to perform the following services of the company; namely:- (i) Appraisal or valuation services or fairness opinions.	✓		
4 (ii)	(ii) Financial Information systems design and implementation.	✓		
4 (iii)	(iii) Book-keeping or other services related to the accounting records or financial statements.	✓		
4 (iv)	(iv) Broker-dealer services.	✓		
4 (v)	(v) Actuarial services.	✓		
4 (vi)	(vi) Internal audit services.	✓		
4 (vii)	(vii) Any other service that the Audit Committee determines.	✓		
4 (viii)	(viii) No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.	✓		
5 (i)	(i) Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.			N/A
5 (ii)	(ii) At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.			N/A
5 (iii)	(iii) The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.			N/A
5 (iv)	(iv) The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.			N/A
5 (v)	(v) The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.			N/A
6 (i) a)	The CEO and CFO shall certify to the Board that:- (i) They have reviewed financial statements for the year and that to the best of their knowledge and belief: a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;	✓		
6 (i) b)	b) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	✓		
6 (ii)	(ii) There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.	✓		
7 (i)	(i) The company shall obtain a certificate from a Professional Accountant/Secretary (Chartered Accountant/Cost & Management Accountant/Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	✓		
7 (ii)	(ii) The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions.	✓		

Annexure-C



Rahman Mostafa Alam & Co.
Chartered Accountants



**Certificate of compliance of conditions of corporate governance
guidelines to the shareholders of**

GPH Ispat Limited

We have examined the compliance of conditions of corporate governance guidelines of the Bangladesh Securities and Exchange Commission (BSEC) by **GPH Ispat Limited** (the Company) for the period ended on **June 30, 2016** as stipulated in clause 7(i) of the BSEC notification no. SEC/CMRRECD/2006-158/134/Admin/44 dated August 07, 2012 as amended by notification no. SEC/CMRRC/2006-158/147/Admin/48 dated July 21, 2013 of Bangladesh Securities and Exchange Commission.

The compliance of conditions of Corporate Governance Guidelines as stated in the aforesaid notifications and reporting of the status of compliance is the responsibility of the management of **GPH Ispat Limited**. Our examinations for issuing this certification was limited to the checking of procedure and implementation thereof, adopted by **GPH Ispat Limited** for ensuring the compliance of conditions of corporate governance and correct reporting of compliance status on the attached statement on the basis of evidence gathered and representation received.

To the best of our information and the explanations provided to us, we certify that, the attached status of compliance statement of **GPH Ispat Limited** has complied with the conditions of corporate governance guidelines as stipulated in the above mentioned BSEC notification dated August 07, 2012 and as amended by the notification dated July 21, 2013.

Dated: Chittagong
October 27, 2016

Rahman Mostafa Alam & Co.
Chartered Accountants

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Annexure-D

RISKS & CONCERNS

a) Profitability reduction risk:

The Company is operating in a highly competitive industry with low profit & highly sensitive to the market. Moreover the Company faces competition from a number of private sector mills those are found to be very aggressive in the market. Inability of offering competitive products will hinder the Company's growth potential.

Management Concern:

The company has successfully accessed the market till date and is working on offering new and better quality products at competitive terms. Moreover, the group's track records of last 5 (five) years for operating in the low profit and highly market sensitive environment establishes its capability.

b) Technology Related Risks:

Technology always plays a vital role for each and every type of business. Better technology can increase productivity and reduce costs of production. Firms are exposed to technology risks when there are better technologies available in the market than the one used by the company which may cause technological obsolescence and negative operational efficiency.

Management Concern:

The company is aware of technological changes and has adopted new technology according to its needs. Furthermore, routine and proper maintenance of the equipment carried out by the Company ensures longer service life for the existing equipment and facilities.

c) Risk of new entrants:

New entrants of similar/higher scale may push the Company in a competitive scenario.

Management Concern:

Implementation of similar project generally have a lead time of 3 (three) years and before the earliest entrant the Company will be able to consolidate its both financial as well as market position. Furthermore, with the track record of GPH and its market reputation it will be very difficult for new comers to make inroads into the quality steels market. Moreover, Steel is a high capital-intensive industry and therefore, barriers to entry are high. The company is enhancing its production capacity of MS Billet by 840,000 M.Ton (per annum) and MS Rod/Medium Section product (Steel bim, Angle, channel, flat bar etc) by 640,000 (per annum) which will be added to the existing annual capacity of 168,000 M.Ton MS Billet and 120,000 M.Ton MS Rod. After establishment of latest technology based production capacity enhancement plant, we would be more capable to face new entrants.

d) Interest Rate Risk:

Interest rate risk is the risk that Company faces due to unfavorable movement in the interest rates. Changes in the Government's monetary policy, along with increased demand for loans/investments trend to increase the interest rates. Such rises in interest rates mostly affect Companies having floating rate loans or Companies investing in debt securities.

Management Concern:

In order to manage this risk and overcome it, the management of the company closely monitor its cash flows, coupled with continued strength in sales and marketing. GPH is very careful in forecasting the prices of International steels and manage its costs in an effective manner, so as to ensure that the debt repayments are met on schedule, even if the interest rates were to rise.

e) Potential Changes in Global or National Policies:

Changes in the existing global or national policies can have either positive or negative impacts for the company. Any scarcity or price hike of raw materials due to changes in policy in the international market might hamper the production and profitability. Furthermore, the performance of the company would also be hampered due to unavoidable circumstances both in Bangladesh and worldwide like political turmoil. Since the risk involved with the potential changes in global or national policies is a macro factor, it is beyond the capability of GPH to control.

Management Concern:

The management of GPH Ispat Limited is always concerned about the prevailing and upcoming future changes in the global or national policy and shall response appropriately and timely to safeguard its interest. Strong brand equity of the company in the local market and deep and profound knowledge of the sponsors will always endeavor to withstand the unexpected changes or any such potential threats. Nevertheless, political stability and a congenial business environment is definitely the best situation in which GPH will achieve its maximum potential. Political turmoil and disturbance are bad for the economy as a whole and also for the company. On the other hand, Government has special attention for the growth of the industry as it is related to infrastructure development of the country.

f) Potential or Existing Government Regulations:

The Company operates under Company's Act 1994, Income Tax Ordinance 1984, Income Tax Rules 1984, Value Added Tax (VAT) Act 1991 and Value Added Tax (VAT) Rules 1991 and other related regulations. Any abrupt changes of the policies made by the regulatory authorities may adversely affect the business of the company.

Management Concern:

Since the Company Operates in Steel sector, the Government regulations are mostly investment-friendly. However, unless any policy change that may negatively and materially affect the industry as a whole, the business of the Company is expected not to be affected. As it is an emerging sector, it is highly expected that the Government will not frustrate the growth of the industry with adverse policy measures.

g) Availability of Power and Gas:

Steel industries require huge and uninterrupted power supply. Any unfavorable change in power related regulations may affect the Company's business. The Company also requires Gas for heating billets and accordingly shortage of gas supply will affect the operation of the Company.

Management Concern:

The Company has 27 MW power connections. 15 MW load connection through 132/33 KV substation and 33 KV H.T. line from PDB and 12 MW gas fired captive power plant named GPH Power Generation Limited which ensures uninterrupted power supply. Moreover, Bangladesh Power Development Board has sanctioned 65 MW power in addition to existing 15 MW Power. This sanction has been issued for proposed new expansion plant of GPH. Furthermore, GPH's gas connection is connected with main distribution line of Chittagong zone. So GPH Ispat Limited is enjoying uninterrupted and sufficient electricity and gas supply at present except complying some Govt. special order and it is expected that this availability will remain same in the near future.

Annexure-E

The pattern of Shareholding as on 30 June, 2016

Name	Status/Position	No of Shares	% of Shareholding
(a) Parent/Subsidiary/Associate Companies and other related parties:		Nil	-
(b) Directors, CEO, CS, CFO, Head of Internal Audit and their spouses and minor children:			
Mr. Md. Alamgir Kabir	Chairman	1,50,04,000	4.81%
Mr. Mohammed Jahangir Alam	Managing Director	9,35,25,000	29.99%
Mr. Md. Almas Shimul	Additional Managing Director	3,37,59,000	10.83%
Mr. Md. Abdur Rouf	Director	93,55,500	3.00%
Mr. Md. Ashrafuzzaman	Director	93,55,500	3.00%
Mr. Md. Abdul Ahad	Director	74,84,400	2.40%
Mr. Md. Azizul Haque Raju	Director	62,37,000	2.00%
Prof. Dr. Mohammad Saleh Jahur	Independent Director	Nil	-
Mr. Md. Velayet Hossain	Independent Director	Nil	-
Mr. Kamrul Islam, FCA	Chief Financial Officer	Nil	-
Mr. Arafat Kamal, FCA	Company Secretary	Nil	-
Mr. Mohammed Atiqur Rahman	Head of Internal Audit	Nil	-
(c) Executives			
Mr. Abu Bakar Siddique, FCMA	Executive Director	Nil	-
Engr. A S M Shumon, Ph.D	GM-Project	Nil	-
Mr. Saroj Kanti Chakraborty	GM-HR & Admin	Nil	-
Engr. Mahamudul Hossain	GM-Factory(CC)	Nil	-
(d) Shareholders holding 10% or more voting interest in the Company:			
Mr. Mohammed Jahangir Alam	Managing Director	9,35,25,000	29.99%
Mr. Md. Almas Shimul	Additional Managing Director	3,37,59,000	10.83%

Annexure-F

Board Meeting & Attendance during the period ended on June 30, 2016

Name	No. of Meeting held during the year	No. of meetings attended in person or in alternative
Mr. Md. Alamgir Kabir	9	8
Mr. Mohammed Jahangir Alam	9	8
Mr. Md. Almas Shimul	9	9
Mr. Md. Abdur Rouf	9	5
Mr. Md. Ashrafuzzaman	9	9
Mr. Md. Abdul Ahad	9	7
Mr. Md. Azizul Haque	9	4
Professor Dr. Mohammad Saleh Jahur	9	7
Mr. Velayet Hossain	9	9

Annexure-G



GPH ispat Ltd.

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Fax: +880 31 2854997
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Phone: +88 02 9840177
Fax: +88 02 9880366
Email: slesdh@gphispot.com.bd
www.gphispot.com.bd

October 25, 2016

**The Board of Directors
GPH Ispat Limited.**

Subject: CEO and CFO's Declaration to the Board.

Dear Sirs,

Compliance with the condition no. 6 imposed by Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby certify to the Board that:

- i) We have reviewed the Financial Statements of the Company for the period ended on 30 June, 2016 and that to the best of our knowledge and belief,
 - a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading,
 - b) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- ii) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the period which are fraudulent, illegal or violation of the Company's code of conduct.

Sincerely yours,

A blue ink signature of the name 'Mohammed Jahangir Alam'.

Mohammed Jahangir Alam
Managing Director

A blue ink signature of the name 'Kamrul Islam, FCA'.

Kamrul Islam, FCA
Chief Financial Officer

Audit Committee Report

For the period 2015-2016

Audit Committee Report

The Audit Committee of GPH Ispat Limited consists of three members nominated and formed by the Board of Directors as follows:

1. Professor Dr. Mohammad Saleh Jahur, Independent Director & Chairman of Audit Committee
2. Mr. Mohammed Jahangir Alam, Director and Managing Director & Member of Audit Committee
3. Mr. Md. Almas Shimul, Director and Additional Managing Director & Member of Audit Committee

Governance in Corporate Affairs

During the accounting period 2015-16, four meetings of the Audit committee were held. The Audit Committee met at the end First, second and third quarter of accounting year for reviewing quarterly report and finally annual report. Executive Director, Chief Financial Officer, Company Secretary, and Head of Internal Audit Department attended all three meetings of audit committee on invitation of Chairman of Board Audit Committee. The committee has reviewed financial reports and regulatory & policy compliances from all perspectives, and also reviewed of internal audit committee reports and observation. The insights drawn from the critical analysis have been found to be more contributory to the corporat policy and strategy development with a view to ensure governance in all corporate affairs.

Role of Audit Committee

Audit Committee has been actively involved in bringing transparency, enforcing good governance, and protecting the interest of all stakeholders in general and minority in particular across accounting year. The key role being played by the audit committee is to enable the Board in discharging its responsibilities for bringing financial discipline at all financial and operating levels of GPH Ispat Limited. The audit committee has performed all the activities in line with its fundamental responsibilities are as follows:

1. To evaluate whether management is setting the ideal compliance culture of internal control in order to ensure that all employees have good understanding of their roles and responsibilities;
2. To review the existing risk management policies and process in order to ensure workings of effective internal check and control system for managing both systematic and unsystematic risk;
3. To review quarterly and annual financial reports, and find whether they have been prepared in line with the relevant laws & regulations of concerned regulatory authority, and accounting standards adopted by ICAB for implementation in the accounting and reporting practices;
4. To review the effectiveness and efficacy of internal audit function;
5. To review the findings and recommendations made by the internal auditors for bringing regularities and removing inconsistencies in the accounting and internal control practices; and
6. To review the audit performance of external auditors and their audit reports.

Task Performed

During the accounting period 2015-16, the audit committee has specially focused on the following activities amongst activities performed:

1. Reviewed quarterly financial statements of the company in order to evaluate the financial, accounting, and reporting performance of the company;
2. Reviewed findings and recommendations of internal audit for making corrective measures on time, and thereby keeping the company on the right track of compliance; and
3. The Audit Committee has tried to get insight into the implementation practices of all kinds of recommendation in line with the corporate policy and strategy.

Growth and Development of GPH

The company has entered into era of state of art technology for expansion of its capacity by the 2018 with a view to be a market leader in the steel sector of Bangladesh. By this time, the company has undertaken green field work for this expansion. The committee has taken its best interest so that green field operations being performed are accomplished most transparently and efficiently. Like previous year, the company keeps on undertaking different skill developed programs for having competitive forces at all levels.

Acknowledgement

The Audit Committee would like to express its heartfelt thanks to the members of the Board, key management executives, internal audit division, and all other employees for their utmost cooperation and dedication to discharge of responsibilities in the accounting period 2015-16.



(Professor Dr. Mohammad Saleh Jahur)

Chairman

Board Audit Committee,

GPH Ispat Limited.

Value Added Statement

	01 May 2015 to 30 June 2016 Taka	%	01 May 2014 to 30 April 2015 Taka	%
Value Added:				
Revenue	7,084,542,250		6,072,946,736	
Other Income	37,827,010		25,026,382	
	7,122,369,260		6,097,973,118	
Less: Cost of materials & services	5,512,948,688		4,962,985,090	
	1,609,420,572		1,134,988,028	
Distribution:				
Employee Cost	433,374,456	26.93	226,701,070	19.97
Govt.	237,349,025	14.75	173,227,936	15.26
Bank	451,143,812	28.03	334,134,686	29.44
	1,121,867,294	69.71	734,063,692	64.68
Retained for re-investment & future growth				
Depreciation	121,184,633	7.53	108,455,114	9.56
Tax Holiday Reserve	-	-	292,469,222	25.77
Retained Earnings	366,368,645	22.76	400,924,336	35.32
	487,553,278	30.29		
	1,609,420,572	100	1,134,988,028	100





**Auditors' report and
Financial Statements**

GPH ispat ltd.

For the period from 01 May 2015 to 30 June 2016

AUDITORS' REPORT

TO THE SHAREHOLDERS OF GPH ISPAT LIMITED

We have audited the accompanying financial statements of **GPH ISPAT LIMITED**, which comprises the Statement of Financial Position as at 30 June 2016 and the related Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the period from 01 May 2015 to 30 June 2016, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations. This responsibility includes: designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

In our opinion, the Financial Statements prepared in accordance with Bangladesh Accounting Standards (BAS) & Bangladesh Financial Reporting Standards (BFRS), give a true and fair view of the state of the company's affairs as at 30 June 2016 and of the results of its operations and its cash flows for the period from 01 May 2015 to 30 June 2016 and comply with the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Further to our opinion in the above paragraph, we state that:

- (i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- (ii) in our opinion, proper books of account as required by law have been kept by **GPH ISPAT LIMITED** so far as it appeared from our examination of those books;
- (iii) the Company's Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income and its Statement of Cash Flows dealt with by the report are in agreement with the books of account and returns;
- (iv) the expenditure incurred was for the purpose of the Company's business.

Chittagong, 27 October 2016

Hoda Wasim Choudhury
Chartered Accountants

Wahid

GPH ISPAT LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Note(s)	30 June 2016 Taka	30 April 2015 Taka
ASSETS			
NON CURRENT ASSETS			
Property, Plant and Equipment	4	2,107,531,015	1,758,280,062
Capital Work-in-Progress	5	254,959,924	-
Intangible Asset	6	1,161,000	630,000
Investment	7	313,564,538	155,402,339
CURRENT ASSETS			
Short Term Investment	8	8,186,724,848	4,245,588,483
Advances, Deposits and Prepayments	9	308,794,493	222,278,247
Inventories	10	1,060,118,605	637,632,353
Trade Receivables	11	3,063,485,982	2,260,144,618
Cash and Cash Equivalents	12	1,122,973,036	989,400,218
		2,631,352,732	136,133,047
TOTAL ASSETS		10,294,255,863	6,003,868,545
EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
		4,819,087,643	2,045,236,997
Share Capital	13	3,118,500,000	1,247,400,000
Share Premium		1,136,440,000	388,000,000
Retained Earnings		564,147,643	409,836,997
NON CURRENT LIABILITIES			
Long Term Loan	14	457,038,391	634,356,633
Finance Lease Obligations	15	323,073,319	502,256,691
Deferred Tax Liability	18	18,808,970	29,174,027
		115,156,102	102,925,915
CURRENT LIABILITIES AND PROVISIONS			
Current Portion of Long Term Loan	14	5,018,129,829	3,324,274,915
Current Portion of Finance Lease Obligations	15	47,613,367	65,182,930
Short Term Borrowings	16	14,017,261	21,877,632
Creditors and Accruals	17	4,254,214,515	2,922,047,896
Provision for Tax	18	591,253,677	223,249,125
		111,031,009	91,917,332
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES		10,294,255,863	6,003,868,545
NET ASSET VALUE PER SHARE	25	15.45	16.40
CONTINGENT LIABILITIES AND COMMITMENTS	35		

These financial statements should be read in conjunction with the annexed notes
and were approved by the Board of Directors on 26 October 2016
and were signed on its behalf by:


Company Secretary


Director


Managing Director

Chittagong, 27 October 2016


Hoda Vassichy & Co
Chartered Accountants
Shahro

GPH ISPAT LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD FROM 01 MAY 2015 TO 30 JUNE 2016

Note(s)	01 May 2015 to 30 April 2016	01 May 2016 to 30 June 2016	01 May 2015 to 30 June 2016	01 May 2014 to 30 April 2015
	12 Months Taka	2 Months Taka	14 Months Taka	12 Months Taka
Gross Revenue	6,093,419,573	991,122,677	7,084,542,250	6,072,946,736
Value Added Tax	(98,899,939)	(17,882,394)	(116,782,333)	(84,550,207)
Net Revenue	5,994,519,634	973,240,283	6,967,759,917	5,988,396,529
Cost of Sales	20 (4,994,427,911)	(813,958,729)	(5,808,386,640)	(5,086,543,324)
Gross Profit	1,000,091,723	159,281,554	1,159,373,277	901,853,205
Operating Expenses				
Administrative Expenses	21 (97,401,838)	(24,548,665)	(121,950,503)	(87,447,213)
Selling and Distribution Expenses	22 (96,745,595)	(21,758,938)	(118,504,533)	(82,717,471)
	(194,147,433)	(46,307,603)	(240,455,036)	(170,164,684)
Operating Profit	805,944,290	112,973,951	918,918,241	731,688,521
Financial Expenses	23 (389,653,800)	(61,490,012)	(451,143,812)	(334,134,686)
Non-Operating Income	24 28,830,485	8,996,525	37,827,010	25,026,382
Changes in Fair Value of Tradable Securities	7.2 7,685,587	(723,511)	6,962,076	(21,372,900)
	(353,137,728)	(53,216,998)	(406,354,726)	(330,481,205)
Profit before Distribution of WPP & WF	452,806,562	59,756,953	512,563,515	401,207,317
Contribution to WPP & WF	(22,640,328)	(2,987,848)	(25,628,176)	(20,060,366)
Profit before Tax & Reserve	-	430,166,234	56,769,105	381,146,951
Provision for Tax				
Current	18 (95,613,867)	(12,722,639)	(108,336,506)	(89,002,983)
Deferred	18 (10,483,017)	(1,747,170)	(12,230,187)	325,254
	(106,096,884)	(14,469,809)	(120,566,693)	(88,677,729)
Profit after Tax	324,069,350	42,299,296	366,368,646	292,469,222
Other comprehensive income				
Unrealized Gain/(Loss)				
Total comprehensive income	324,069,350	42,299,296	366,368,646	292,469,222
Basic Earning Per Share	26 2.60	0.20	2.65	2.34

These financial statements should be read in conjunction with the annexed notes
and were approved by the Board of Directors on 26 October 2016
and were signed on its behalf by:


Company Secretary


Director


Managing Director

Chittagong, 27 October 2015


Hoda Vasichi & Co
Chartered Accountants
Munshi

GPH ISPAT LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 01 MAY 2015 TO 30 JUNE 2016

	Amount in Taka				
	Share Capital	Tax Holiday Reserve	Share Premium	Retained Earnings	Total Equity
Balance as on 01 May 2015	1,247,400,000		388,000,000	409,836,997	2,045,236,997
Dividend (Stock)	-	-	-	-	-
Dividend (Cash)	-	-	-	(212,058,000)	(212,058,000)
Share Capital issued	1,871,100,000	-	-	-	1,871,100,000
Share Premium	-	-	748,440,000	-	748,440,000
Tax holiday reserve	-	-	-	-	-
Net profit (after tax and reserve)	-	-	-	366,368,645	366,368,645
Balance as at 30 June 2016	3,118,500,000		1,136,440,000	564,147,643	4,819,087,643
Balance as on 01 May 2014	1,188,000,000	13,554,021	388,000,000	341,413,754	1,930,967,775
Dividend (Stock)	59,400,000	-	-	(59,400,000)	-
Dividend (Cash)	-	-	-	(178,200,000)	(178,200,000)
Tax holiday reserve	-	(13,554,021)	-	-	13,554,021
Net profit (after tax and reserve)	-	-	-	292,469,222	292,469,222
Balance as at 30 April 2015	1,247,400,000		388,000,000	409,836,997	2,045,236,997



Managing Director



Director



Company Secretary

GPH ISPAT LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 01 MAY 2015 TO 30 JUNE 2016

	01 May 2015 to 30 June 2016	01 May 2014 to 30 April 2015
	14 Months Taka	12 Months Taka
CASH FLOW FROM OPERATING ACTIVITIES		
Collection from sales and other income	6,864,599,757	6,047,785,367
Cash Payments to suppliers, employees and expenses	(6,808,610,984)	(5,465,157,806)
Net cash inflow / (outflow) from Operating Activities	55,988,773	582,627,561
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Property, plant and equipment	(57,107,466)	(56,874,156)
Sale proceeds of property, plant and equipment	450,000	123,000
Capital work-in-progress	(254,959,924)	-
Investment	(158,162,199)	(57,500)
Intangible Asset	(720,000)	-
Dividend income from Investment into Shares	11,443,765	2,913,044
Short Term Investment	(86,516,246)	(23,583,349)
Net cash inflow / (outflow) from Investing Activities	(545,572,070)	(77,478,961)
CASH FLOW FROM FINANCING ACTIVITIES		
Short Term Loan	1,332,166,618	(167,599,072)
Long Term Loan	(196,752,935)	375,900,633
Lease Obligation	(18,225,428)	(21,179,464)
Cash Dividend Paid	(211,558,632)	(177,407,553)
Finance Costs	(451,143,812)	(334,134,686)
Proceeds of Ordinary Share Capital	1,871,100,000	-
Share premium	748,440,000	-
Income tax paid	(89,222,829)	(88,554,393)
Net cash inflow / (outflow) from Financing Activities	2,984,802,982	(412,974,535)
Net increase in cash & cash equivalents	2,495,219,685	92,174,065
Cash and cash equivalents at the beginning	136,133,047	43,958,982
Cash and cash equivalents at the end	2,631,352,732	136,133,047
OPERATING CASH FLOW PER SHARE	0.41	4.67


Company Secretary


Director


Managing Director

GPH ISPAT LIMITED
Notes to the Financial Statements
For the period from 01 May 2015 to 30 June 2016

BACKGROUND AND INFORMATION

1 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, Chittagong, Bangladesh.

1.2 Nature of Business

The principal activities of the company are setting up plants for manufacturing and trading of iron products and steel materials of all kinds or other metallic or allied materials and marketing thereof. The commercial production of the factory commenced on 21 August 2008.

2 BASIS OF PREPARATION AND PRESENTATION OF THE FINANCIAL STATEMENTS

2.1 Statement of Compliance

The financial statements have been prepared on a going concern basis following accrual basis of accounting except for statement of cash flows in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh (ICAB) as Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs) respectively.

2.2 Basis of Reporting

The financial statements are prepared and presented for external users by the company in accordance with identified financial reporting framework. Presentation has been made in compliance with the requirements of BAS 1 - "Presentation of Financial Statements". The financial statements comprise of:

- a) A statement of financial position as at 30 June 2016
- b) A statement of profit or loss and other comprehensive income for the period from 01 May 2015 to 30 June 2016
- c) A statement of changes in equity for the period from 01 May 2015 to 30 June 2016
- d) A statement of cash flows for the period from 01 May 2015 to 30 June 2016
- e) Notes, comprising a summary of significant accounting policies and explanatory information.

2.3 Basis of Measurement

The Financial Statements have been prepared on going concern basis under the historical cost convention except investment in quoted shares which are measured at fair value.

2.4 Authorization for Issue

The Financial Statements have been authorized for issue by the Board of Directors on 26 October 2016.

2.5 Other Regulatory Compliances

The company is also required to comply with the following major laws and regulations in addition to the Companies Act 1994:

- The Income Tax Ordinance, 1984
- The Income Tax Rules, 1984
- The Value Added Tax Act, 1991
- The Value Added Tax Rules, 1991
- The Customs Act, 1969
- Bangladesh Labour Law, 2006
- The Securities and Exchange Ordinance, 1969
- The Securities and Exchange Rules, 1987
- Securities and Exchange Commission Act, 1993

2.6 Functional and presentation currency

These financial statements are prepared in Bangladesh Taka (Taka/Tk), which is the company's functional currency. All financial information presented in Taka has been rounded off to the nearest integer.

2.7 Going concern

The company has adequate resources to continue its operation for foreseeable future. For this reason the directors continue to adopt going concern basis in preparing the Financial Statements. The current revenue generations and resources of the company provide sufficient fund to meet the present requirements of its existing business and operations.

2.8 Applicable Financial Reporting Standards

BAS 1	Presentation of Financial Statements
BAS 2	Inventories
BAS 7	Statements of Cash Flows
BAS 8	Accounting Policies, Changes in Accounting Estimates and Errors
BAS 10	Events after the Reporting Period
BAS 12	Income Taxes
BAS 16	Property, Plant and Equipment
BAS 17	Leases
BAS 18	Revenue
BAS 19	Employee Benefits
BAS 21	The Effects of Changes in Foreign Exchange Rates
BAS 23	Borrowing Cost
BAS 24	Related Party Disclosures
BAS 32	Financial Instruments: Presentation
BAS 33	Earnings Per Share
BAS 34	Interim Financial Reporting
BAS 36	Impairment of Assets
BAS 37	Provisions, Contingent Liabilities and Contingent Assets
BAS 38	Intangible Assets
BAS 39	Financial Instruments: Recognition and Measurement
BFRS 7	Financial Instruments: Disclosures
BFRS 13	Fair Value Measurement

2.9 Use of Estimates and Judgments

The preparation of the Financial Statements in conformity with BAS and BFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

Note 4	Property, Plant and Equipment
Note 5	Capital Work-in-Progress
Note 6	Intangible Assets
Note 10	Inventories
Note 11	Trade Receivables
Note 17	Creditors and Accruals (Defined benefit obligation)
Note 18	Provision for Tax
Note 18	Deferred Tax Liabilities
Note 35	Contingent Liabilities and Commitments

2.10 Reporting Period

These financial statements cover the period from 1 May 2015 to 30 June 2016, as per BSEC directive no. SEC/SRMIC/2011/1240/445 dated 27 April 2015 in connection with uniform year end of all listed companies pursuant to the provisions of section 2 clause (35) of ITO 1984 Financial Act - 2015.

3 PRINCIPAL ACCOUNTING POLICIES

The specific accounting policies selected and applied by the company's directors for significant transactions and events that have material effect within the framework of BAS-1 "Presentation of Financial Statements", in preparation and presentation of financial statements have been consistently applied throughout the year and were also consistent with those used in earlier years.

For a proper understanding of the financial statements, these accounting policies are set out below in one place as prescribed by the BAS-1 "Presentation of Financial Statements". The recommendations of BAS-1 relating to the format of financial statements were also taken into full consideration for fair presentation.

3.1 Consistency

Unless otherwise stated, the accounting policies and methods of computation used in preparation of financial statements for the period from 01 May 2015 to 30 June 2016 are consistent with those policies and methods adopted in preparing the financial statements for the year ended 30 April 2015.

3.2 Property, Plant and Equipment

Recognition and Measurement

Property, Plant and Equipment are accounted for according to BAS 16 "Property, Plant and Equipment" at historical cost less cumulative depreciation except land & land development and the capital work-in-progress (when arises) is stated at cost.

Measurement Subsequent to Initial Recognition

The company uses cost model for measurement subsequent to initial recognition. Cost includes expenditures that are directly attributable to the acquisition of an asset. The cost of self-constructed / installed assets includes the cost of materials and direct labor, any other costs

directly attributable to bringing the asset to the working condition for its intended use and the cost of dismantling and removing an item and restoring the site on which they are located.

Subsequent Costs

The cost of replacing part of an item of Property, plant and equipment is recognized in the carrying amount of the item, if it is probable that the future benefit embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day to day servicing of Property, plant and equipment are recognized in profit or loss as incurred.

Depreciation

The depreciable amount is allocated on a systematic basis over the asset's useful life.

Depreciation is provided on a diminishing balance method at the annual rate(s) shown below:

Item of Property, Plant and Equipment	Depreciation Rate (%)
Land and Land Development	-
Plant and Machinery	10
Factory Building	5
Furniture, Fixture and Decoration	10
Computer and Accessories	20
Motor Vehicles	10
Logistic Vehicles	7.5
Electric and Gas Line Installation	5
Lab Equipment	10
Office Equipment	20

Depreciation is charged on addition from the month (date of service) of acquisition/addition and no depreciation is charged in the month of disposal.

Total depreciation is distributed as under:

Category	Rate	(%)
Direct Expenses	90	
Administrative Expenses	5	
Selling and Distribution Expenses	5	

Disposal

An asset is removed from the statement of financial position on disposal or when it is withdrawn from use and no future economic benefits are expected from its disposal. The gain or loss on disposal is the difference between the proceeds and the carrying amount and is recognized in the statement of profit or loss and other comprehensive income.

3.3 Capital Work-in-Progress

Capital work-in-progress is stated at cost.

3.4 Leasehold Assets

Assets held under finance leases are recognized as assets of the company at their fair value at the date of acquisition or, if lower, at the present value of the minimum lease payments. The corresponding liability is included in the statement of financial position as a finance lease obligation. Lease payments are apportioned between finance costs and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance costs are recognized in the statement of profit or loss and other comprehensive income.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets.

3.5 Investments

- i. Investment in unquoted shares are initially recognized at cost. After initial recognition these are carried at cost less impairment losses, if any.
- ii. Investment in quoted shares are classified under at fair value through profit or loss. Changes in fair value are recognized in the statement of profit or loss and other comprehensive income. Fair values of investment in quoted shares are determined by reference to their quoted closing price less cost to sell in active market at the reporting date.

3.6 Intangible Assets

Recognition

Intangible assets are recognized when:

- it is probable that the future economic benefits that are attributable to the asset will flow to the entity and
- The cost of the asset can be measured reliably.

Measurement Subsequent to Initial Recognition

Intangible assets that are acquired by the company and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment loss, if any. The cost of an intangible asset comprises its purchase price and any directly attributable cost of preparing the asset for its intended use.

Subsequent Costs

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditures are recognized in profit or loss as incurred.

Amortization

The amortizable amount is allocated on a systematic basis over the asset's useful life.

Intangible asset is comprised of software which is amortized on a straight line method at 10% p.a.

Full year's amortization is charged on the assets acquired during the year irrespective of the date of acquisition and no amortization is charged in the year of disposal/deletion. Total amortization is allocated to administration expenses.

3.7 Inventories

Nature of Inventories

Inventories comprise raw materials (melting scrap), chemicals, consumable stores, fuel and lubricants and finished goods (MS Rods/Billets) etc.

Valuation of Inventories

Inventories are measured at cost or net realizable value whichever is lower. Cost of inventories includes:

- Costs of purchase (including taxes, transport, and handling) net of trade discounts received.
- Other costs incurred in bringing the inventories to their present location and condition.

Basis of valuation are as follows:

Category	Basis of valuation
Raw Materials	Raw materials are valued at cost or net realizable value whichever is lower
Finished Goods	Finished goods are valued at cost or net realizable value whichever is lower
Goods in Transit	At cost
Stores and Spares	Based on weighted average method

3.8 Financial Assets

The company initially recognizes loans and receivables and deposits on the date that they are originated. All other financial assets are recognized initially on the trade date, which is the date the company becomes a party to the contractual provisions of the instrument.

The company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

Financial assets are classified into the following categories: financial assets at fair value through profit or loss, held to maturity, loans and receivables and available-for-sale financial assets.

At fair value through profit or loss

A financial asset is classified as at fair value through profit or loss if it is classified as held for trading or is designated as such on initial recognition. Financial assets are designated as at fair value through profit or loss if the company manages such investment and makes purchase or sale decisions based on their fair value in accordance with the company's documented risk management or investment table transactions costs are recognized in profit and loss as incurred. Financial assets at fair value through profit or loss are measured at fair value and changes therein which take into account and dividend income are recognized in profit or loss. Investment in equity securities and debt securities are classified under at fair value through profit or loss.

Financial assets include Short Term Investments; Trade and Other Receivable; Advances, Deposits and Prepayments and Cash and Bank balances etc.

3.8.1 Trade Receivables

Trade receivables are initially recognized at cost which is the fair value of the consideration given in return. After initial recognition, these are carried at cost less impairment losses, if any, due to un-collectability of any amount so recognized.

3.8.2 Advances, Deposits and Prepayments

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deductions, adjustments or charges to other account heads such as Property, Plant and Equipment, Inventory or Expenses.

Deposits are measured at payment value.

Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to profit and loss.

3.8.3 Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand and demand deposits, together with short-term, highly liquid investments that are readily convertible to a known amount of cash and that are subject to an insignificant risk of changes in value.

3.9 Financial Liabilities

The company recognizes all financial liabilities on the trade date which is the date the company becomes a party to the contractual provisions of the instrument. The company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired. Financial liabilities comprise Trade payables and accruals, long term loans etc.

3.9.1 Trade Payables and Accruals

The company recognizes a financial liability when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the company of resources embodying economic benefits.

3.10 Impairment

3.10.1 Financial Assets

Financial assets not carried at fair value through profit or loss, loans and receivables are assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

3.10.2 Non-Financial Assets

The carrying amounts of the company's non-financial assets, other than Inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the recoverable amount of the asset is estimated. An impairment loss is recognized if the carrying amount of an asset or its related cash-generating unit (CGU) exceeds its estimated recoverable amount.

3.11 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with BAS 7 and the cash flow from operating activities has been presented under direct method.

3.12 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized in the statement of financial position when the company has a legal or contractual obligation as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities are not recognized but disclosed, unless the possibility of an outflow of economic resources is remote.

Contingent assets are not recognized but disclosed where an inflow of economic benefits is probable. When the realization of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.

3.13 Transactions in Foreign Currencies

Foreign currency transactions are recorded at the applicable rates of exchange ruling on the date of transactions. Monetary assets and liabilities, if any, denominated in foreign currencies at the reporting date are translated at the applicable rates of exchange ruling at that date and the related exchange differences are recognized as gain or loss in the statement of profit or loss and other comprehensive income.

3.14 Taxation

3.14.1 Tax Holiday

The company had been enjoying tax holiday for a period of five years from 01 August 2008 vide National Board of Revenue's circular ref. 11(10) ANU - 1/2009 dated 30.03.2009. The benefit was, from 01 August 2008 to 31 July 2010 (first two years) @ 100%, from 01 August 2010 to 31 July 2012 (Third and Fourth Year) @ 50%, from 01 August 2012 to 31 July 2013 (Fifth year) @ 25%. This tax holiday has now expired.

3.14.2 Current Tax

Provision for taxation is calculated on the basis of applicable corporate tax rate for publicly traded company as per ITO 1984.

3.14.3 Deferred Tax

Deferred tax liabilities are the amount of income taxes payable in the future periods in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the statement of financial position date. The impact of changes on the account in deferred tax assets and liabilities has also been recognized in the profit and loss account as per BAS-12 "Income taxes".

3.15 Revenue

In compliance with the requirements of BAS 18 : Revenue from the sale of goods (MS Rod, MS Billet and Miss Roll/Ovel) is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognized when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. Specific policies regarding the recognition of revenue are as follows:

- When the invoices are raised and products are dispatched to the customers;
- Interest income is accrued on a time basis by reference to the principal outstanding at the effective interest rate applicable.

3.16 Employee Benefits

The company maintains both defined contribution plan and defined benefit plan for its eligible permanent employees.

3.16.1 Defined Contribution Plan

The company maintains a recognized provident fund @ 5% of basic pay (Equally contributed by employee and employer) for all eligible permanent employees.

3.16.2 Defined Benefit Plan

The company maintains an unfunded gratuity scheme, provision in respect of which is made annually for the employees. Gratuity payable at the end of each year is determined on the basis of following rules and regulations of the company.

Service Length	Payment Basis
Less than 5 (Five) years	Nil amounts.
After completion of 5 (Five) years but upto 10 (Ten) years	Half times of last month basic salary X years of services
Above 10 (Ten) years but upto 15 (Fifteen) years	One times of last month basic salary X years of services
Above 15 (Fifteen) years	One and half times of last month basic salary X years of services

Six months continued service in the year of leaving or retirement will be treated as one year for the purpose of calculation of gratuity.

3.16.3 Workers' Profit Participation and Welfare Funds

The company contributed 5% of net profit to the aforementioned fund in accordance with the requirement of Section 234 (Kha), Chapter 15 of Labour Law 2006.

3.17 Earnings Per Share

The company calculates Earnings per share (EPS) in accordance with BAS 33 "Earnings per share" which has been shown on the face of Statement of profit or loss and other Comprehensive Income and the computation of EPS is stated in note 25 of the financial statements.

3.17.1 Basis of Earnings

This represents profit for the year attributable to ordinary shareholders. As there were no preference shares requiring returns or dividends, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

3.17.2 Basic Earnings Per Share

This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the period.

3.17.3 Diluted Earnings Per Share

Diluted earnings per share is required to be calculated for the year when there is scope for dilution exists.

3.17.4 Re-stated Earnings Per Share

Issue of bonus share in any year requires re-stating the EPS of the prior year. In such a case, the EPS calculation for those and any prior financial statements presented are based on the new number of shares.

3.18 Share Capital

Paid up capital represents the total amount contributed by the shareholders and bonus shares issued by the company to the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding up of the company, ordinary shareholders rank after all other shareholders and creditors are fully entitled to any residual proceeds of liquidation.

3.19 Measurement of Fair Values

When measuring the fair value of an asset or liability, the entity uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.

Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Inputs for the assets or liabilities that are not based on observable market data.

If the inputs used to measure the fair value of an asset or liability might be categorized in different levels of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Property, Plant and Equipment

The fair value of items of property, plant and equipment has been determined based on the depreciated replacement cost method and net realizable value method as applicable.

Equity and Debt Securities

Fair values of tradable equity and debt securities are determined by reference to their quoted closing price in active market at the reporting date which are categorized under 'Level 1' of the fair value hierarchy.

3.20 Events after the Reporting Period

Events after the reporting period that provide additional information about the company's position at the date of Statement of Financial Position or those that indicate the going concern assumption is not appropriate are reflected in the Financial Statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.

3.21 Comparative Information and Re-arrangement thereof

In accordance with the provisions of BAS-1: Presentation of Financial Statements, Comparative information has been disclosed for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

	30-Jun-2016 Taka	30-Apr-2015 Taka
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4 PROPERTY, PLANT AND EQUIPMENT

Detail of Property, Plant & Equipment and Depreciation as on 30 June 2016 are shown in the notes 4.1, 4.2 & 4.3.

A. Cost

Opening Balance as on 01 May 2015	2,205,730,876	2,149,198,270
Addition during the period	57,107,466	56,874,156
Disposal during the period	(755,000)	(341,550)
Total Cost as on 30 June 2016	2,262,083,342	2,205,730,876

B. Accumulated Depreciation

Opening Balance as on 01 May 2015	603,483,153	495,204,714
Depreciation for the period	121,184,633	108,455,114
Disposal during the period	(429,997)	(176,675)
Total Depreciation as on 30 June 2016	724,237,789	603,483,153
Written Down Value (WDV) as on 30 June 2016 (A-B)	1,537,845,553	1,602,247,723

4.1 Operating Property, Plant & Equipment at Cost less Accumulated Depreciation - note 3.2

Particulars	Amount in Taka					
	Cost		Depreciation		Written Down Value at 30 Jun 2016 (Taka)	
	Opening Balance as on 01 May 2015	Addition during the period	Deletion/ Adjustment during the period	Dep. Rate	Depreciation as on 01 May 2015	Disposed during the period
Land & Land Development	250,557,692	988,815	251,546,507	-	-	251,546,507
Plant and Machinery	88,774,150	2,432,608	908,906,758	10%	337,070,301	402,114,451
Factory Building	627,002,695	19,349,363	646,352,058	5%	137,531,126	506,792,307
Furniture, Fixture & Decoration	13,019,792	585,601	13,605,393	10%	4,565,947	479,753,470
Computer & Accessories	7,885,390	1,299,500	9,184,890	20%	4,080,938	5,138,106
Motor Vehicle	59,094,338	350,000	58,689,338	10%	19,659,540	4,046,784
Logistic Vehicles	163,246,350	12,341,984	175,488,334	7.5%	45,973,895	34,875,027
Electric & Gas Line Installation	168,485,342	240,000	168,725,342	5%	40,828,199	56,695,434
Lab Equipment	22,490,518	-	22,490,518	10%	10,506,534	118,792,900
Office Equipment	6,574,609	519,595	7,094,204	20%	3,266,673	48,288,866
As on 30 Jun 2016	2,205,730,876	57,107,466	755,000	2,262,083,342	603,483,153	121,184,633
As on 30 Apr 2015	2,149,198,270	56,874,156	341,250	2,205,730,876	495,204,714	108,455,114
					176,675	603,483,153
						1,602,247,723

4.2 Depreciation allocated to:

Depreciation for the period 01 May 2015 to 30 Apr 2016
 Depreciation for the period 01 May 2016 to 30 Jun 2016

103,872,543
17,312,090
121,184,633

01 May 2015 to 30 Apr 2016	01 May 2016 to 30 Jun 2016	01 May 2014 to 30 Apr 2015
Taka	Taka	Taka
93,485,288	15,580,881	97,609,602
5,193,627	865,605	5,422,756
5,193,627	865,605	5,422,756
103,872,542	17,312,091	108,455,114

4.3 Allocation of Depreciation:

Direct Expenses (90%) - note 20.2
 Administrative Expenses (5%) - note 21
 Selling & Distribution Expenses (5%) - note 22

	30-Jun-2016 Taka	30-Apr-2015 Taka
5 CAPITAL WORK-IN-PROGRESS		
Opening balance	-	-
Expenses incurred during the period	254,959,924	-
	<u>254,959,924</u>	<u>-</u>
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 is under construction.		
6 INTANGIBLE ASSETS		
SOFTWARE		
At Cost		
Opening balance	900,000	900,000
Addition during the period	720,000	-
Closing balance	<u>1,620,000</u>	<u>900,000</u>
Accumulated Amortization		
Opening balance	270,000	180,000
Addition during the period	189,000	90,000
Closing balance	<u>459,000</u>	<u>270,000</u>
Written Down Value		
	<u>1,161,000</u>	<u>630,000</u>
7 INVESTMENT		
Investment in Un-quoted equity-at cost - note 7.1	1,000,000	1,000,000
Investment in Quoted Shares - at fair value - note 7.2	88,188,289	154,402,339
Loan to Arbee Textiles Limited	224,376,249	-
	<u>313,564,538</u>	<u>155,402,339</u>
7.1 Investment in Un-quoted Equity-at cost		
GPH Steels Limited	1,000,000	1,000,000
	<u>1,000,000</u>	<u>1,000,000</u>
GPH Ispat Limited has acquired 10% equity in GPH Steels Limited i.e. 100,000 ordinary shares of Tk 10 each. GPH Steels Limited has yet not started its commercial operation till the date of Statement of Financial Position.		
7.2 Investment in Quoted Shares - at fair value		
Opening balance	154,402,339	175,717,739
Investment made during the period	-	57,500
Sales during the period - note 7.3	(73,176,126)	-
Gain/(loss) during the period - note 7.3	6,962,076	(21,372,900)
	<u>88,188,289</u>	<u>154,402,339</u>

7.3 Details of investment in quoted shares - note 7.2

Particulars	Number of Shares (Present Qty)	Number of Shares (Sales Qty)	30-Jun-2016			30-Apr-2015 Fair Value
			Fair Value	Sales Value	Gain/(Loss)	
AB Bank Limited	-	135,443	-	2,133,035	(61,500)	2,194,535
Bank Asia Limited	600,300	413,223	9,685,980	5,689,731	2,387,512	12,988,199
Brac Bank Limited	-	9,200	-	384,854	97,902	286,952
City Bank Limited	-	630,000	-	13,701,807	3,417,927	10,283,880
Dhaka Electric Supply Company Limited	-	13,648	-	649,505	(114,752)	764,257
Eastern Bank Limited	111,000	740,000	3,141,367	18,886,084	2,621,610	19,405,841
Envoy Textile Limited	840,582	-	29,233,635	-	(8,180,983)	37,414,618
Meghna Cement Limited	73,585	8,815	6,254,832	801,561	142,596	6,913,797
Mercantile Bank Limited	-	12,096	-	127,705	(4,885)	132,590
National Bank Limited	-	10,285	-	93,219	8,432	84,787
One Bank Limited	109,108	1,593,776	1,402,567	19,164,984	3,978,259	16,589,292
Peoples Insurance Co. Limited	303,400	-	4,414,136	-	-	4,414,136
Prime Bank Limited	-	279,185	-	3,866,729	(328,760)	4,195,489
Pubali Bank Limited	420,000	-	7,700,952	-	(544,089)	8,245,041
Rupali Bank Limited	-	16,932	-	456,685	(146,353)	603,038
Southeast Bank Limited	-	483,000	-	6,770,392	(821,742)	7,592,134
Square Pharmaceuticals Limited	99,576	-	26,354,820	-	4,665,897	21,688,923
United Airways Limited	-	98,183	-	449,835	(154,995)	604,830
	2,557,251	4,443,786	88,188,289	73,176,126	6,962,076	154,402,339

Investments in quoted shares are carried at fair value as on 30 June 2016. Net gain/(loss) thereon has been charged to Statement of Profit or Loss and Other Comprehensive Income.

	30-Jun-2016 Taka	30-Apr-2015 Taka
8 SHORT TERM INVESTMENTS		
Name of the banks		
AB Bank Ltd	53,401,207	49,073,457
NCC Bank Ltd	6,631,471	4,879,378
Mercantile Bank Ltd	15,254,816	-
Midland Bank Ltd	39,425	-
One Bank Ltd	8,581,320	-
Premier Bank Ltd	-	3,341,117
Pubali Bank Ltd	20,371,808	-
Southeast Bank Ltd	21,639,676	487,214
Standard Chartered Bank	165,631,007	156,357,984
State Bank of India	2,057,969	1,922,827
The City Bank Ltd	6,095,785	-
Trust Bank Ltd	4,769,397	2,181,318
United Commercial Bank Ltd	4,320,612	4,034,952
	308,794,493	222,278,247
9 ADVANCES, DEPOSITS AND PREPAYMENTS		
Advances - note 9.1	1,029,239,962	618,475,008
Deposits - note 9.2	30,038,060	17,994,783
Prepayments - note 9.3	840,583	1,162,562
	1,060,118,605	637,632,353
9.1 Advances - note 9		
Income Tax - note 9.1.1	394,317,240	198,490,615
VAT Current Account	1,801,923	1,782,606
LC	306,530,424	195,420,006
Other Supply	288,860,180	216,231,197
Raw Material Supply	33,212,883	921,298
Employees	4,517,312	5,629,286
	1,029,239,962	618,475,008
9.1.1 Income Tax - note 9.1		
Opening Balance	198,490,615	126,801,677
Addition during the period	285,049,454	160,243,331
Paid/adjustment during the period	(89,222,829)	(88,554,393)
	394,317,240	198,490,615
9.2 Deposits - note 9		
Bangladesh Power Development Board	9,000,000	9,000,000
Karnaphuli Gas Distribution Company Limited	2,864,818	2,490,793
Security to Shipping Lines	18,173,242	6,156,990
Lease Deposit	-	347,000
	30,038,060	17,994,783
9.3 Prepayments - note 9		
Insurance Premium	840,583	1,162,562
	840,583	1,162,562

The directors consider that all the above advances, deposits and prepayments are either adjustable or recoverable in kind or in cash and that no provision against those are required at this stage.

	30-Jun-2016 Taka	30-Apr-2015 Taka
10 INVENTORIES		
Finished goods - note 10.1	863,149,413	1,711,049,894
Raw materials - note 10.2	2,014,235,566	336,901,022
Chemicals - note 10.3	37,089,639	41,329,616
Spares and other materials - note 10.4	149,011,364	170,864,086
	3,063,485,982	2,260,144,618
10.1 Finished Goods - note 20		
M. S. Rod	630,167,401	1,161,633,752
M. S. Billet	232,982,012	549,416,142
	863,149,413	1,711,049,894
10.2 Raw Materials - note 20.1		
Melting Scrap	1,966,285,514	301,752,848
Sponge Iron	47,950,052	35,148,174
	2,014,235,566	336,901,022
10.3 Chemicals - note 20.1		
Ferro Alloy	22,200,422	34,346,374
Quartz Powder	11,427,983	3,448,152
Pet Coke	3,461,234	3,535,090
	37,089,639	41,329,616
10.4 Spares and Other Materials - note 20.1		
Refractory Bricks	24,327,531	33,747,857
Spares and Consumables	110,790,613	128,767,694
Rolls	13,186,372	7,706,535
Copper Mould Tube	706,848	642,000
	149,011,364	170,864,086
11 TRADE RECEIVABLES	1,122,973,036	989,400,218
Receivables against sale of M.S. Rod, M.S. Billet, Cut pieces and Oval		
a) Trade Receivables represent receivable from 490 Parties as on 30 June 2016		
b) Receivables are unsecured but considered good and recoverable		
c) Ageing of trade receivables		
Up to 6 months	1,035,458,515	968,738,801
Over 6 months	87,514,521	20,661,417
	1,122,973,036	989,400,218
12 CASH AND CASH EQUIVALENTS		
Cash In hand - note 12.1	1,615,530	1,099,429
Cash at bank - note 12.2	2,629,737,202	38,597,343
FDR Account - note 12.3	-	96,436,275
	2,631,352,732	136,133,047

			30-Jun-2016 Taka	30-Apr-2015 Taka
12.1 Cash In hand - note 12				
Dhaka office petty cash			567,766	673,119
Factory petty cash			992,486	426,310
Minimill Petty Cash			44,558	-
Cash - RS			10,720	-
			1,615,530	1,099,429
12.2 Cash at Bank - note 12				
Name of the Banks	Branch	A/C Type		
AB Bank Limited	Gulshan	Current	46,870	50,000
AB Bank Limited	Khatungonj	SND	1,152	2,774
AB Bank Limited	Sitakunda	Current	1,498,999	677
AB Bank Limited	Khatungonj	Current	-	25,157,308
Agrani Bank Limited	Asadgonj	Current	15,862	22,173
Al-Arafah Islami Bank Limited	Khatungonj	Current	33,615	24,828
Bangladesh Development Bank Ltd	Khatungonj	Current	3,991	5,000
Bank Al Falah Limited	Agrabad	Current	20,393	8,043
Bank Asia Limited	Anderkilla	Current	9,890	14,247
Bank Asia Limited	Banani	Current	3,235	19,776
BASIC Bank Limited	Asadgonj	Current	17,783	9,036
BRAC Bank Limited	Agrabad	Current	12,342	130,297
Dhaka Bank Limited	Khatungonj	Current	16,029	13,030
Dutch Bangla Bank Limited	Khatungonj	Current	93,046	19,294
Dutch Bangla Bank Limited	Agrabad	Current	163,878	36,925
Eastern Bank Limited	Agrabad	Current	24,747	28,309
EXIM Bank Limited	Khatungonj	Current	18,059	243,506
First Security Islami Bank Limited	Khatungonj	Current	92,968	16,306
HSBC	Agrabad	Current	12,265	30,262
IFIC Bank Limited	Khatungonj	Current	18,621	182,126
Islami Bank Bangladesh Limited	Khatungonj	Current	26,290	1,456,165
Jamuna Bank Limited	Khatungonj	Current	23,987	916,292
Janata Bank Limited	Khatungonj	Current	9,653	24,367
Mercantile Bank Limited	Khatungonj	Current	15,361	34,843
Meghna Bank Limited	Agrabad	Current	12,235	-
Midland Bank Limited	Agrabad	Current	69,998	5,000
Modhumoti Bank Limited	Agrabad	Current	5,865	-
Mutual Trust Bank Limited	Khatungonj	Current	46,502	605,718
Mutual Trust Bank Limited	Khatungonj	SND	1,228	2,953
National Bank Limited	Anderkilla	Current	17,132	517,118
National Bank Limited	Jubilee Road	Current	9,130	-
NCC Bank Limited	Khatungonj	Current	21,680	12,611
NRB Commercial Bank Limited	Agrabad	Current	29,860	5,000
One Bank Limited	Khatungonj	Current	62,378	19,740
Premier Bank Limited	O.R.Nizam Road	Current	34,303	14,449
Prime Bank Limited	Khatungonj	Current	173,541	11,600
Prime Bank Limited	O.R.Nizam Road	Current	29,790	6,066
Shahjalal Islami Bank Limited	Khatungonj	Current	17,879	16,567
Social Islami Bank Limited	Khatungonj	Current	40,323	4,700
Sonali Bank Limited	Khatungonj	Current	1,477,425	9,957
South Bangla Agricultural Bank Limited	Agrabad	Current	2,675	-
Southeast Bank Limited	Khatungonj	Current	130,938	5,993,209
Standard Bank Limited	Khatungonj	Current	21,435	106,584

			30-Jun-2016 Taka	30-Apr-2015 Taka
State Bank of India	Agrabad	Current	72,244	861
The City Bank Limited	Khatungonj	Current	6,308	19,674
Trust Bank Limited	CDA Avenue	Current	240,781	32,357
Trust Bank Limited	CDA Avenue	Current	-	901
United Commercial Bank Limited	Khatungonj	Current	92,337	13,000
United Commercial Bank Limited	Gulshan	Current	348,668	218,872
Union Bank Limited	Khatungonj	Current	18,165	10,535
Uttara Bank Limited	Khatungonj	Current	15,801	83,317
Sub-total			5,177,657	36,156,373
AB Bank Limited	Khatungonj	SND	514,106	479,131
AB Bank Limited	Khatungonj	GBP	15,000	15,000
AB Bank Limited	Khatungonj	USD	49,748	49,748
BRAC Bank Limited	Agrabad	SND	12,328,638	-
Southeast Bank Limited	Khatungonj	SND	2,609,214,382	-
Southeast Bank Limited	Agrabad	SND	576,648	552,681
Standard Chartered Bank Limited	Agrabad	SND	533,999	524,111
Standard Chartered Bank Limited	Agrabad	SND	785,533	820,299
Standard Chartered Bank Limited	Agrabad	SND	541,491	-
Sub-total			2,624,559,545	2,440,970
Total			2,629,737,202	38,597,343

12.3 FDR Account - note 12

Name of the banks

Dutch Bangla Bank Limited	-	3,965,363
Islami Bank Bangladesh Limited	-	27,531,952
Jamuna Bank Limited	-	2,552,933
NCC Bank Limited	-	1,235,313
Premier Bank Limited	-	1,726,633
Pubali Bank Limited	-	13,883,864
Southeast Bank Limited	-	11,719,868
The City Bank Limited	-	5,478,166
Trust Bank Limited	-	28,342,183
Total	-	96,436,275

13 SHARE CAPITAL

Authorized

<u>1,000,000,000</u>	Ordinary Shares of Tk 10 each	10,000,000,000	2,500,000,000
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Issued, subscribed and paid-up

		Paid-up in cash	Paid-up in cash
<u>57,645,600</u>	Ordinary Shares of Tk 10 each	576,456,000	576,456,000
	For consideration other than cash		
<u>12,354,400</u>	Ordinary Shares of Tk 10 each as exchange of land	123,544,000	123,544,000
<u>70,000,000</u>		700,000,000	700,000,000
<u>54,740,000</u>	Ordinary Shares of Tk 10 each as Bonus Share	547,400,000	547,400,000
<u>187,110,000</u>	Ordinary Shares of Tk 10 each as Rights Share	1,871,100,000	-
<u>311,850,000</u>	Ordinary Shares of Tk 10 each	3,118,500,000	1,247,400,000

13.1 Position of share holding

Shareholders	30-Jun-2016		30-Apr-2015	
	Position of share holding (%)	Taka	Position of share holding (%)	Taka
Mr. Mohammed Jahangir Alam	29.99	935,250,000	29.99	374,100,000
Mr. Md. Abdur Rouf	3.00	93,555,000	3.89	48,510,000
Mr. Md. Alamgir Kabir	4.81	150,040,000	5.61	70,016,000
Mr. Md. Almas Shimul	10.83	337,590,000	10.83	135,036,000
Mr. Md. Ashrafuzzaman	3.00	93,555,000	3.89	48,510,000
Mr. Md. Abdul Ahad	2.40	74,844,000	3.11	38,808,000
Mr. Md. Azizul Haque Raju	2.00	62,370,000	2.33	29,106,000
General Shareholders	43.97	1,371,296,000	40.35	503,314,000
	100.00	3,118,500,000	100.00	1,247,400,000

13.2 The distribution schedule showing the number of shareholders and their shareholding percentage as on 30 June 2016 is as follows:

Class by number of shares	30-Jun-2016		30-Apr-2015	
	No. of Holders	No. of Shares	(%) of Holdings	(%) of Holdings
Less than 500	2,180	468,006	0.15	0.21
500-5,000	4,899	7,955,698	2.55	3.47
5,001-10,000	507	3,875,224	1.24	0.99
10,001-20,000	275	3,975,170	1.27	1.10
20,001-30,000	109	2,705,874	0.87	0.87
30,001-40,000	42	1,468,012	0.47	0.42
40,001-50,000	37	1,740,537	0.56	0.29
50,001-100,000	61	4,312,820	1.38	1.98
100,001-1,000,000	63	16,509,360	5.30	8.72
Above 1,000,000	30	268,839,297	86.21	81.96
	8,203	311,850,000	100.00	100.00

14 LONG TERM LOAN

	30-Jun-2016	30-Apr-2015
	Taka	Taka
AB Bank Ltd	65,342,080	128,356,136
Pubali Bank Ltd	70,344,606	439,083,485
Loan from Directors	235,000,000	-
	370,686,686	567,439,621

14.1 Aging of Long Term Loan

Due within one year	47,613,367	65,182,930
Due after one year	323,073,319	502,256,691
	370,686,686	567,439,621

14.2 Terms of Long Term Loan Facility
AB Bank Ltd
Security:

Pari-Passu registered mortgage of industrial land measuring 284.38 decimal (Tk 42,657,000), charge by the way of hypothecation with RJSC on entire Floating assets, personal guarantee of all the sponsor director were kept as security for Loan facilities from AB Bank Limited, Khatungonj Branch, Chittagong.

Rate of Interest:

Interest rate is ranging from 11.00% per annum and will be calculated on quarterly basis.

Pubali Bank Ltd**Security:**

Pari-Passu registered mortgage of industrial land , charge by the way of hypothecation with RJSC on entire Floating assets, personal guarantee of all the sponsor director were kept as security for Loan facilities from Pubali Bank Limited, CDA Avenue Branch, Chittagong.

Rate of Interest:

Interest rate is ranging from 10.50% - per annum and will be calculated on quarterly basis.

14.3 Loan From Directors

Mohammed Jahangir Alam
Md. Almas Shimul

	30-Jun-2016 Taka	30-Apr-2015 Taka
	95,000,000	-
	140,000,000	-
	235,000,000	-

15 FINANCE LEASE OBLIGATIONS

Due within one year
Due after one year

	14,017,261	21,877,632
	18,808,970	29,174,027
	32,826,231	51,051,659

15.1 Pubali Bank Limited

	Current Portion	Long term portion
Lease Financing Scheme # 21	530,610	-
Lease Financing Scheme # 22	307,504	-
Lease Financing Scheme # 23	2,927,890	-
Lease Financing Scheme # 25	2,008,532	555,721
Lease Financing Scheme # 26	5,958,850	10,118,072
Lease Financing Scheme # 27	1,422,147	2,894,832
Lease Financing Scheme # 29	524,968	3,117,332
	13,680,501	16,685,957

The Company has seven separate lease agreements with Pubali Bank Ltd all of which are under Capital lease with following particulars:

- Principal amount of finance: Tk 61,102,000 - Repaid till 30 June 2016: Tk 30,735,542.
- Repayment Term is 4 - 5 years

Security :

- Post dated cheques
- Ownership of Lease Assets
- Corporate guarantee from Jahangir and Others Limited and personal guarantee of Directors

15.2 United Commercial Bank Ltd

	Current Portion	Long term portion
HP # 160800002	336,760	2,123,013
	336,760	2,123,013

The Company has one separate lease agreements with United Commercial Bank Ltd all of which are under Capital lease with following particulars:

- Principal amount of finance: Tk 2,459,773 - Repaid till 30 June 2016: Tk 0.00.
- Repayment Term is 4.5 years

Security :

- Post dated cheques
- Ownership of Lease Assets
- Corporate guarantee from Jahangir and Others Limited and personal guarantee of Directors

	30-Jun-2016 Taka	30-Apr-2015 Taka
16 SHORT TERM BORROWINGS		
Loan against Trust Receipt (LTR) - note 16.1	741,459,124	683,565,294
Time Loan - note 16.2	3,051,943,780	2,138,666,048
Bank Overdraft and Cash Credit - note 16.3	460,811,611	99,816,554
	4,254,214,515	2,922,047,896
16.1 Loan against Trust Receipt (LTR) - note 16		
AB Bank Ltd	38,259,747	10,043,656
Mercantile Bank Ltd	188,885,862	-
Pubali Bank Ltd	275,817,099	126,854,543
Trust Bank Ltd	238,496,416	543,895,429
United Commercial Bank Ltd	-	2,771,666
	741,459,124	683,565,294
16.2 Time Loan - note 16		
AB Bank Ltd	486,563,722	596,259,011
One Bank Ltd	577,088,198	357,453,656
Premier Bank Ltd	294,323,236	-
Standard Chartered Bank	649,330,478	812,848,422
The City Bank Ltd	548,351,036	53,580,000
Trust Bank Ltd	311,498,823	157,603,799
United Commercial Bank Ltd	184,788,287	160,921,160
	3,051,943,780	2,138,666,048
16.3 Bank Overdraft and Cash Credit - note 16		
AB Bank Ltd	45,543,126	-
Mercantile Bank Ltd	35,840,706	-
Premier Bank Ltd	204,039,240	55,719,754
Standard Chartered Bank	61,670,385	25,574,665
State Bank of India	3,748,697	-
The City Bank Ltd	24,137,434	-
Trust Bank Ltd	85,026,001	-
United Commercial Bank Ltd	806,022	18,522,135
	460,811,611	99,816,554
16.4 Terms of Short Term Borrowings		
Security:		
Post dated cheques		
Personal guarantee of all the sponsor directors		
Pari-passu mortgage of land		
Pari-passu 1st charge on floating assets		
Rate of Interest:		
Interest rate is ranging from 9.00% - 11.00% per annum and will be calculated on quarterly basis.		
17 CREDITORS AND ACCRUALS		
Revenue Expenses - note 17.1	51,847,497	53,277,545
Other Finance - note 17.2	4,321,832	6,520,576
Supplies	49,706,946	38,127,466
GPH Power Generation Ltd.	425,014,630	70,581,844
Advance Against Sales	34,734,596	34,681,328
Workers' Profit Participation & Welfare Fund - note 17.3	25,628,176	20,060,366
	591,253,677	223,249,125

	30-Jun-2016 Taka	30-Apr-2015 Taka
17.1 Revenue Expenses - note 17		
Salary Payable	5,694,000	11,840,000
Audit Fee Payable	300,000	490,000
Utility Bill Payable	26,495,223	26,494,000
Provident Fund - note 17.1.1	1,134,137	596,650
Defined benefit obligations (Gratuity) - note 17.1.2	18,224,137	13,506,895
Directors' Remuneration Payable	-	350,000
	51,847,497	53,277,545
17.1.1 Provident Fund - note 17.1		
Opening Balance	596,650	528,404
Add: Addition during the period	6,078,594	4,427,120
	6,675,244	4,955,524
Less: Paid during the period	(5,541,107)	(4,358,874)
Closing balance	1,134,137	596,650
17.1.2 Defined Benefit Obligation (Gratuity) - note 17.1		
Opening Balance	13,506,895	4,415,225
Add: Provision made during the period	4,717,242	9,091,670
	18,224,137	13,506,895
Less: Paid during the period	-	-
Closing balance	18,224,137	13,506,895
17.2 Other finance - note 17		
AIT Payable	748,349	483,713
VAT Deducted at Source	756,698	3,719,446
Unpaid Refund Warrant	453,670	453,670
Unpaid Dividend	2,363,115	1,863,747
	4,321,832	6,520,576
17.3 Workers' Profit Participation & Welfare Fund - note 17		
Opening Balance	20,060,366	29,182,986
Add: Addition during the period @ 5%	25,628,176	20,060,366
	45,688,542	49,243,352
Less: Paid during the period	(20,060,366)	(29,182,986)
Closing balance	25,628,176	20,060,366
18 PROVISION FOR INCOME TAX		
Provision for Income Tax - note 18.1	111,031,009	91,917,332
Deferred Tax Liabilities - note 18.2	115,156,102	105,178,710
	226,187,111	197,096,042
18.1 Provision for Current Tax		
Opening Balance	91,917,332	91,468,742
Add: Provision made during the period - note 18.1.2	108,336,506	89,002,983
	200,253,838	180,471,725
Less: Adjusted during the period - note 18.1.1	(89,222,829)	(88,554,393)
Closing balance	111,031,009	91,917,332

18.1.1 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 2009-2010		-	-	-	-	Assessment completed
2010-2011	2011-2012	- 18,735,287	-	- 18,735,287	-	Assessment completed
2011-2012	2012-2013	- 37,969,548	(23,121,403)	- 33,583,432	-	Assessment completed
2012-2013	2013-2014	- 46,283,045	(34,034,387)	- 45,832,090	-	Assessment completed
2013-2014	2014-2015	- 89,422,793	(43,786,141)	- 91,468,742	-	Assessment completed
2014-2015	2015-2016	- 89,002,983	(88,554,393)	- 91,917,332	-	Assessment yet to be completed
2015-2016	2016-2017	- 108,336,506	(89,222,829)	- 111,031,009	-	Return to be submitted

01 May 2015 to 30 Apr 2016	01 May 2016 to 30 Jun 2016	01 May 2015 to 30 Jun 2016
12 Months Taka	2 Months Taka	14 Months Taka

18.1.2 Provision for Income Tax during the year - note 18

Profit before tax	430,166,234	56,769,105	486,935,339
Items for separate consideration			
Dividend Income	(9,299,680)	(5,005,019)	(14,304,699)
Other Non-operating income	(19,530,805)	(3,991,506)	(23,522,311)
Gain on Investment	(7,685,587)	723,511	(6,962,076)
	(36,516,072)	(8,273,014)	(44,789,086)
	393,650,162	48,496,091	442,146,253
Add: Other Inadmissible Allowances			
Accounting Depreciation	103,872,543	17,312,090	121,184,633
Amortization	162,000	27,000	189,000
Gratuity	3,625,990	1,091,253	4,717,243
	107,660,533	18,430,343	126,090,876
	501,310,695	66,926,434	568,237,129
Tax depreciation u/s 29 (1) (viii) of the ITO, 1984	(144,188,428)	(24,031,405)	(168,219,833)
	357,122,267	42,895,029	400,017,296
50% of Export Sales Income - as per Para:			
28 of 6th Schedule (Part A) of ITO 1984	(1,637,347)	-	(1,637,347)
Taxable Income from Operation	355,484,920	42,895,029	398,379,949
Tax on Other Non-Operating Income	4,882,701	997,877	5,880,578
Tax on Dividend Income	1,859,936	1,001,004	2,860,940
Tax on Operational Income	88,871,230	10,723,758	99,594,988
Tax on Total Taxable Income	95,613,867	12,722,639	108,336,506

18.2 Deferred Tax Liability - note 18

a) As at 30 June 2016

	Carrying amount	Tax base	Temporary difference
	Taka	Taka	Taka
Property, Plant and Equipment	1,286,299,046	805,242,114	481,056,932
Intangible Asset	1,161,000	-	1,161,000
Provision for Gratuity	(18,224,137)	-	(18,224,137)
Net Taxable Temporary Difference	1,269,235,909	805,242,114	463,993,795
Applicable Tax Rate			25%
			115,998,449
Investment in Quoted Shares	88,188,289	96,611,754	(8,423,465)
Applicable Tax Rate for Capital Gain from Quoted Shares			0.10
			(842,347)

Deferred Tax Liability

As at 01 May 2015

Increase/(Decrease) in Deferred Tax Liability

		01 May 2015 to 30 Apr 2016	01 May 2016 to 30 Jun 2016	01 May 2015 to 30 Jun 2016	01 May 2014 to 30 Apr 2015
		12 Months Taka	2 Months Taka	14 Months Taka	12 Months Taka
19 REVENUE					
Local Sales					
M.S. Rod	5,481,482,733	986,582,817	6,468,065,550	5,715,898,075	
M.S. Billet	484,907,346	-	484,907,346	210,573,516	
Cut Pieces	11,234,090	107,500	11,341,590	-	
Miss Roll and Oval	59,920,740	4,432,360	64,353,100	102,547,970	
	6,037,544,909	991,122,677	7,028,667,586	6,029,019,561	
Export Sales					
M.S. Rod	-	-	-	24,908,175	
M.S. Billet	55,874,664	-	55,874,664	19,019,000	
	55,874,664		55,874,664	43,927,175	
Total Gross Revenue	6,093,419,573	991,122,677	7,084,542,250	6,072,946,736	
20 COST OF GOODS SOLD					
Opening Finished Goods					
M.S. Rod	1,161,633,752	685,523,199	1,161,633,752	1,424,103,300	
M.S. Billet	549,416,142	149,988,207	549,416,142	302,196,950	
	1,711,049,894	835,511,406	1,711,049,894	1,726,300,250	
Add: Cost of Production - note 20.1	4,118,889,423	841,596,736	4,960,486,159	5,071,292,968	
	5,829,939,317	1,677,108,142	6,671,536,053	6,797,593,218	
Less: Closing Finished Goods					
M.S. Rod - note 10.1	685,523,199	630,167,401	630,167,401	1,161,633,752	
M.S. Billet - 10.1	149,988,207	232,982,012	232,982,012	549,416,142	
	835,511,406	863,149,413	863,149,413	1,711,049,894	
	4,994,427,911	813,958,729	5,808,386,640	5,086,543,324	
20.1 Cost of Production - note 20					
Opening Stock:					
Raw Material	336,901,022	2,453,176,397	336,901,022	511,018,405	
Chemical	41,329,616	39,564,252	41,329,616	118,777,836	
Spare and Other	170,864,086	155,031,766	170,864,086	132,248,050	
	549,094,724	2,647,772,415	549,094,724	762,044,291	
Add: Purchase					
Raw Material	4,846,854,189	96,019,241	4,942,873,430	3,493,075,411	
Chemical	166,772,619	29,825,454	196,598,073	170,588,692	
Spare and Other	199,170,848	84,579,488	283,750,336	145,636,799	
	5,212,797,656	210,424,183	5,423,221,839	3,809,300,902	
Less Closing Stock of					
Raw Material - note 10.2	2,453,176,397	2,014,235,566	2,014,235,566	336,901,022	
Chemical - note 10.3	39,564,252	37,089,639	37,089,639	41,329,616	
Spare and other materials - note 10.4	155,031,766	149,011,364	149,011,364	170,864,086	
	2,647,772,415	2,200,336,569	2,200,336,569	549,094,724	
Raw and Other Materials Consumed	3,114,119,965	657,860,029	3,771,979,994	4,022,250,469	
Add: Factory overhead - note 20.2	1,004,769,458	183,736,707	1,188,506,165	1,049,042,499	
Cost of Production	4,118,889,423	841,596,736	4,960,486,159	5,071,292,968	

	01 May 2015 to 30 Apr 2016	01 May 2016 to 30 Jun 2016	01 May 2015 to 30 Jun 2016	01 May 2014 to 30 Apr 2015
	12 Months Taka	2 Months Taka	14 Months Taka	12 Months Taka
20.2 FACTORY OVERHEAD				
Salaries, Wages and Allowances	133,926,134	27,015,356	160,941,490	118,343,716
Overtime	10,536,331	2,709,910	13,246,241	7,816,387
Bonus	21,361,415	2,823,103	24,184,518	5,516,044
Electricity Bill	622,554,984	114,608,681	737,163,665	698,209,271
Gas Bill	33,703,138	5,545,494	39,248,632	30,798,992
Daily Labour Bill	17,660,590	2,408,502	20,069,092	18,788,990
Carriage Inward	468,796	99,954	568,750	454,536
Fuel, Oil and Lubricant	25,985,479	5,469,895	31,455,374	21,944,223
Depreciation - note 4.3	93,485,288	15,580,881	109,066,169	97,609,602
Repair and Maintenance	8,728,588	1,637,452	10,366,040	7,692,524
Testing Expenses	556,757	136,825	693,582	161,714
Oxygen and LP Gas Charges	13,874,703	2,578,040	16,452,743	19,448,996
Loading and Unloading Expenses	697,682	156,936	854,618	638,092
Factory Canteen	7,126,428	692,619	7,819,047	7,069,018
Staff Uniform	1,588,470	106,720	1,695,190	1,412,179
Vehicle Fuel and Maintenance	9,883,603	1,727,173	11,610,776	10,306,206
Land Rent	240,000	40,000	280,000	240,000
Medical Expenses	352,526	75,934	428,460	272,890
Internet Expenses	21,148	1,254	22,402	46,829
Insurance	2,017,398	321,978	2,339,376	2,277,290
	1,004,769,458	183,736,707	1,188,506,165	1,049,042,499
21 ADMINISTRATIVE EXPENSES				
Directors' Remuneration	10,560,000	1,760,000	12,320,000	10,485,000
Salary and Allowances	43,856,798	7,453,933	51,310,731	39,525,792
Entertainment	1,421,136	574,331	1,995,467	867,062
Office Maintenance	966,901	182,757	1,149,658	620,925
Mobile, Telephone and Internet Charges	1,837,710	466,418	2,304,128	1,887,775
Office Rent	4,033,500	685,000	4,718,500	3,192,000
Newspaper and Periodicals	18,994	6,969	25,963	13,117
Postage and Stamps	158,355	80,444	238,799	199,882
Stationery and Printing Charges	1,671,960	227,953	1,899,913	1,311,690
Vehicle Expenses	3,322,965	841,115	4,164,080	2,120,941
Travelling and Conveyance	2,525,801	1,013,324	3,539,125	3,428,151
Audit Fee	268,643	42,857	311,500	491,500
Fees and Renewal	4,285,187	26,650	4,311,837	4,597,225
Legal and Professional Fee	387,750	-	387,750	110,000
Bonus	4,058,078	2,616,130	6,674,208	6,164,775
Miscellaneous Expenses	1,259,092	283,760	1,542,852	1,342,625
Electricity and Other Utility Expenses	1,496,643	409,113	1,905,756	1,260,120
Training Fee	248,495	7,000	255,495	197,053
Board Meeting Expense	667,204	90,000	757,204	374,707
Depreciation - note 4.3	5,193,627	865,605	6,059,232	5,422,756
Amortization of Software	162,000	27,000	189,000	90,000
Recruitment Expenses	60,070	161,774	221,844	40,611
Share Management Expenses	2,824,846	264,160	3,089,005	2,084,748
BIS Certificate Expenses	77,292	91,708	169,000	501,214
General Meeting Expenses	1,182,360	-	1,182,360	448,705
Software & Data Connectivity Expenses	498,540	145,440	643,980	368,000
Rent, Rate & Taxes	226,903	-	226,903	300,839
BO Account Expenses	-	9,058	9,058	-
Right Share Issue Expenses	4,130,988	5,686,341	9,817,329	-
Group Insurance Premium	-	529,825	529,825	-
	97,401,838	24,548,665	121,950,503	87,447,213

	01 May 2015 to 30 Apr 2016	01 May 2016 to 30 Jun 2016	01 May 2015 to 30 Jun 2016	01 May 2014 to 30 Apr 2015
	12 Months Taka	2 Months Taka	14 Months Taka	12 Months Taka
22 SELLING AND DISTRIBUTION EXPENSES				
Advertisement Expenses	25,343,077	1,483,825	26,826,902	20,929,972
Carriage Outward	32,445,800	11,880,240	44,326,040	32,542,035
Travelling and Conveyance	4,010,535	928,348	4,938,883	2,465,252
Commission on Sales	11,815,225	2,150,000	13,965,225	7,760,850
Promotional Expenses	15,374,893	3,712,687	19,087,580	11,557,889
Depreciation - note 4.3	5,193,627	865,605	6,059,232	5,422,756
Warehouse Rent	960,000	530,000	1,490,000	880,000
Marketing Collection Expenses	444,469	188,860	633,329	410,653
Export Expenses	1,064,685	-	1,064,685	549,868
Sales LC Expenses	93,284	19,373	112,657	188,196
	96,745,595	21,758,938	118,504,533	82,717,471
23 FINANCIAL EXPENSES				
Finance Costs	392,376,795	81,440,553	473,817,348	342,892,828
Bank Charge	3,086,712	528,213	3,614,925	2,372,116
Loan Processing Fee	12,074,125	44,764	12,118,889	7,678,578
Exchange Gain	(7,926,418)	(7,550,645)	(15,477,063)	(18,808,836)
Interest Income	(9,957,414)	(12,972,873)	(22,930,287)	-
	389,653,800	61,490,012	451,143,812	334,134,686
24 NON OPERATING INCOME				
Interest Earned from FDR	19,405,808	3,991,506	23,397,314	21,426,961
Dividend Income	9,299,680	5,005,019	14,304,699	3,641,296
Gain/(Loss) on Disposal of Long Term Asset	124,997	-	124,997	(41,875)
	28,830,485	8,996,525	37,827,010	25,026,382
25 NET ASSETS VALUE PER SHARE				
The computation of NAV Per Share is given below:				
Total Assets	10,294,255,863	6,003,868,545		
Less: Liabilities	5,475,168,220	3,958,631,548		
Net Assets Value (NAV)	4,819,087,643	2,045,236,997		
Number of ordinary shares outstanding during the year	311,850,000	124,740,000		
Net Assets Value (NAV) Per Share	15.45	16.40		
26 EARNING PER SHARE (EPS)				
The Composition of Earnings Per Share (EPS) is given below :				
a) Earnings Attributed to Ordinary Shareholders during the period	366,368,646	292,469,222		
b) Number of Ordinary Shares at the period end	311,850,000	124,740,000		
c) Weighted Average Number of Outstanding Ordinary Shares	138,105,000	124,740,000		

	01 May 2015 to 30 Apr 2016	01 May 2016 to 30 Jun 2016	01 May 2015 to 30 Jun 2016	01 May 2014 to 30 Apr 2015
	12 Months Taka	2 Months Taka	14 Months Taka	12 Months Taka
Attributable Profit	324,069,350	42,299,296	366,368,645	292,469,272
Weighted Average Number of Outstanding Ordinary Shares	124,740,000	216,761,311	138,105,000	124,740,000
Basic EPS*	2.60	0.20	2.65	2.34

*EPS for the period from 01 May 2015 to 30 June 2016 has been restated based on the new weighted average of number of ordinary shares in accordance with para 26, 27 of BAS 33.

DILUTED EPS

No diluted EPS was required to be calculated for the period since there was no scope for dilution of share during the period under review.

27 OPERATING CASH FLOW PER SHARE

The composition of operating cash inflow/outflow value per share is given below:

- a) Operating cash inflow/(outflow) during the period
- b) Weighted Average Number of Outstanding Ordinary Shares

30-Jun-2016 Taka	30-Apr-2015 Taka
55,988,773	582,627,561
138,105,000	124,740,000
0.41	4.67

28 NUMBER OF EMPLOYEES - Para 3 of Schedule XI, Part II

Employees drawing salary above Tk 3,000 per month
Employees drawing salary above Tk 3,000 or below per month

763	735
-	-
763	735

29 CAPACITY AND PRODUCTION

Production Capacity
Actual Production
Capacity Utilization (%)

M.Ton	M.Ton
336,000	288,000
262,700	209,374
78.18	72.70

Production Capacity (In M.Ton)- 14 months

MS Billet	196,000	168,000
MS Rod	140,000	120,000
	336,000	288,000

Actual Production (In M.Ton)-14 months

MS Billet	137,120	111,946
MS Rod	125,580	97,428
	262,700	209,374

30 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 BAS-24: Related Party Disclosures.

Sl. No	Name of the Party	Relation	Nature of Transactions	Outstanding as on 30 June 2016	Outstanding as on 30 April 2015
1	GPH Power Generation Ltd	Common Directorship	Supply of power at a flat rate	(425,014,631)	(70,581,844)
2	Jahangir and Other Ltd	Common Directorship	Head office rent	(263,500)	(198,849)
3	GPH Steels Ltd	Common Directorship	Investment in equity shares	1,000,000	1,000,000
4	Asia Insurance Ltd	Common Directorship	Insurance policy against Letter of Credit	(296,869)	(2,212,571)
5	Arbee Textiles Ltd	Common Directorship	Payment against interest bearing loan	224,376,249	-

31 DIRECTORS' REMUNERATION

Name	Designation	Monthly Remuneration	No.of Month	01 May 2015 to 30 June 2016	01 May 2014 to 30 April 2015
				Taka	Taka
Mr. Mohammed Jahangir Alam	Managing Director	350,000	14	4,900,000	4,200,000
Mr. Md. Almas Shimul	Director	350,000	14	4,900,000	4,200,000
Mr. Md. Ashrafuzzaman	Director	180,000	14	2,520,000	2,085,000
Total				12,320,000	10,485,000

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

32 ATTENDANCE STATUS OF BOARD MEETING OF DIRECTORS

During the period from 01 May 2015 to 30 June 2016, there were 9 (Nine) Board meetings held. The attendance status of all the meetings are as follows:

SL	Name of the Directors	Position	Meeting held	Attendance
1	Mr. Md. Alamgir Kabir	Chairman	9	8
2	Mr. Mohammed Jahangir Alam	Managing Director	9	8
3	Mr. Md. Almas Shimul	Director	9	9
4	Mr. Md. Abdur Rouf	Director	9	5
5	Mr. Md. Ashrafuzzaman	Director	9	9
6	Mr. Md. Abdul Ahad	Director	9	7
7	Mr. Md. Azizul Haque	Director	9	4
8	Professor Dr. Mohammad Saleh Jahur	Independent Director	9	7
9	Mr. Velayet Hossain	Independent Director	9	9

33 AUDITOR'S REMUNERATION - Para 6 of Schedule XI, Part II - note 21

Statutory Audit Fee - Hoda Vasi Chowdhury & Co

30-Jun-2016 Taka	30-Apr-2015 Taka
300,000	490,000
300,000	490,000

34 EVENT AFTER THE REPORTING PERIOD

The Board of Directors in their meeting held on 26 October 2016 recommended 12% Cash dividend for the period from 01 May 2015 to 30 June 2016 which is subject to approval by the shareholders in the Annual General Meeting for fourteen (14) months.

	30-Jun-2016 Taka	30-Apr-2015 Taka
35 CONTINGENT LIABILITIES AND COMMITMENTS		
35.1 Contingent Liabilities		
Bank guarantee	2,315,500	2,315,500
L/C liabilities	895,502,786	1,161,453,961
	897,818,286	1,163,769,461
Contingent liabilities at the reporting date are as follows:		
35.2 Bank Guarantee		
AB Bank Limited	535,500	535,500
Southeast Bank Limited	1,000,000	1,000,000
State Bank of India	780,000	780,000
	2,315,500	2,315,500
35.3 L/C Liabilities		
AB Bank Limited	224,977,040	289,503,458
Mercantile Bank Limited	33,631,507	-
One Bank Limited	64,970,054	-
Pubali Bank Limited	274,696,143	322,851,809
Southeast Bank Limited	124,616,365	-
Standard Chartered Bank Limited	-	151,593,000
The City Bank Limited	28,990,726	26,130,000
Trust Bank Limited	143,620,951	371,375,694
	895,502,786	1,161,453,961

There were no claims legal or otherwise, not acknowledged as debt, outstanding as of the end of the reporting period. There was no unprovided committed expenditure as at 30 June 2016.

36 FINANCIAL RISK MANAGEMENT

Bangladesh Financial Reporting Standard (BFRS) 7 – Financial Instruments: Disclosures - requires disclosure of information relating to both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information- the Company's policies for controlling risks and exposures.

The management has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies are established to identify and analyse the risks faced by the company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. This note presents information about the company's exposure to each of the following risks, the company's objectives, policies and processes for measuring and managing risk, and its management of capital. The company has exposure to the following risks from its use of financial instruments.

36.1 Credit Risk

Credit risk is the risk of a financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from distributors, institutional and export customers etc.

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. In monitoring credit risk, debtors are grouped according to their risk profile, i.e. their legal status, financial condition, ageing profile etc. Accounts receivable are related to sale of steels (MS Rod and allied products). The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

a) Exposure to Credit Risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

Trade Receivable-Local customer	1,122,973,036	989,400,218
Advance, Deposit and Prepayments	1,060,118,605	637,632,353
Cash and Cash Equivalents	2,631,352,732	136,133,047
	4,814,444,373	1,763,165,618

b) Ageing of Receivables

Dues up to 6 months	1,035,458,515	968,738,801
Dues over 6 months	87,514,521	20,661,417
	1,122,973,036	989,400,218

c) Credit exposure by credit rating

30 June 2016		
Credit rating	Amount	(%)
Trade Receivable	NR	1,122,973,036
Advance, Deposit and Prepayments	NR	1,060,118,605
Cash and Cash Equivalents:		
Cash in Hand	NR	1,615,530
Cash at Bank		2,629,737,202
AB Bank Limited	AA3	2,125,875
Agrani Bank Limited	AAA	15,862
Al-Arafah Islami Bank Limited	AA2	33,615
Bangladesh Development Bank Ltd	AAA	3,991
Bank Al Falah Limited	A1	20,393
Bank Asia Limited	AA2	13,125
BASIC Bank Limited	A	17,783
BRAC Bank Limited	AA2	12,340,980
Dhaka Bank Limited	A1	16,029
Dutch Bangla Bank Limited	AA1	256,924
Eastern Bank Limited	AA	24,747
EXIM Bank Limited	A+	18,059
First Security Islami Bank Limited	A+	92,968
HSBC	AAA	12,265
IFIC Bank Limited	AA2	18,621
Islami Bank Bangladesh Limited	AA+	26,290
Jamuna Bank Limited	AA3	23,987
Janata Bank Limited	AAA	9,653
Mercantile Bank Limited	AA-	15,361
Meghna Bank Limited	BBB	12,235
Midland Bank Limited	N/R	69,998
Modhumoti Bank Limited	BBB1	5,865
Mutual Trust Bank Limited	AA-	47,730
National Bank Limited	AA-	26,262
NCC Bank Limited	AA	21,680
NRB Commercial Bank Limited	BBB1	29,860
One Bank Limited	AA	62,378
Premier Bank Limited	AA+	34,303
Prime Bank Limited	AA2	203,331
Shahjalal Islami Bank Limited	AA3	17,879
Social Islami Bank Limited	AA-	40,323
Sonali Bank Limited	AAA	1,477,425
South Bangla Agricultural Bank Limited	BBB1	2,675
Southeast Bank Limited	AA	2,609,921,968
Standard Bank Limited	AA3	21,435
State Bank of India	AAA	72,244
Standard Chartered Bank Limited	AAA	1,861,023
The City Bank Limited	AA2	6,308
Trust Bank Limited	AA2	240,781
United Commercial Bank Limited	AA	441,005
Union Bank Limited	BBB-	18,155
Uttara Bank Limited	AA3	15,801

36.2 Liquidity Risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The company's approach to managing liquidity (cash and cash equivalents) is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation. Typically, the company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, based on time line of payment of financial obligations and accordingly arrange for sufficient liquidity/fund to make the expected payments within due dates. Moreover, the company seeks to maintain short term lines of credit with scheduled commercial banks to ensure payment of obligation in the event that there is insufficient cash to make the required payment. The requirement is determined in advance through cash flow projections and credit lines with banks are negotiated accordingly.

The following are the contractual maturities of financial liabilities:

Category of Liabilities	Carrying amount Taka	Maturity period	Nominal Interest rate	Contractual cash flows	Within 6 months or less	Within 6-12 months
				Taka	Taka	Taka
Creditors and Accruals	591,253,677	December 2016	-	591,253,677	591,253,677	-
Short Term Borrowings	4,254,214,515	December 2016	9-11%	4,254,214,515	4,254,214,515	-
Current portion of Finance Lease Obligations	14,017,261	June 2017	12.5-16.5%	14,017,261	7,008,631	7,008,630
Current portion of Long Term Loan	47,613,367	June 2017	10.5-11%	47,613,367	23,806,684	23,806,683
	4,907,098,820			4,907,098,820	4,876,283,507	30,815,313

36.3 Market Risk

Market risk is the risk that any change in market prices, such as foreign exchange rates and interest rates will affect the company's income or the value of its holdings of financial instruments.

a) Currency risk

The company is exposed to currency risk on certain revenues and purchases such as melting scrap, chemical and acquisition of equipment. Majority of the company's foreign currency transactions are denominated in USD.

(i) Exposure to currency risk

The company does not have any foreign currency asset or liability at the year end for which an exchange gain/(loss) may arise at the time of settlement. Hence, it does not have a significant exposure to currency risk.

The following significant exchange rates are applied at the year end:

	30-Jun-2016 Taka	30-Apr-2015 Taka
Exchange Rate of US Dollar	78.40	77.80

Exchange Rate of US Dollar

(ii) Foreign exchange rate sensitivity analysis for foreign currency expenditures

There being no current risk exposure, sensitivity analysis has not been presented.

b) Interest rate risk

Interest rate risk is the risk that arises due to changes in interest rates on borrowings. Short term bank borrowings are, however, not significantly affected by fluctuations in interest rates. The company has not entered into any type of derivative instrument in order to hedge interest rate risk as at the reporting date.

(i) Profile

As at 30 June 2016, the interest rate risk profile of the company's interest bearing financial instruments was:

	Carrying Amount 30-Jun-16
Fixed Rate Instrument	
Financial Asset	308,794,493
Financial Liability	4,657,727,432
Variable Rate Instrument	
Financial Asset	Nil
Financial Liability	Nil

(ii) Cash flow sensitivity analysis for variable rate instruments

There being no variable rate instruments, sensitivity analysis has not presented.

36.4 Accounting Classification and Fair Value

Fair value of financial assets and liabilities together with carrying amount shown in the statement of financial position are as follows:

	Carrying amount Taka	Fair value Taka
Assets carried at fair value through profit and loss	88,188,289	88,188,289
Held to maturity assets		
FDR with Banks	308,794,493	308,794,493
Loans on Receivables		
Trade Receivables	1,122,973,036	1,122,973,036
Security Deposit	30,038,060	30,038,060
Cash and Cash Equivalents	2,631,352,732	2,631,353,732
Available for sale financial assets	Nil	Nil
Liabilities carried at fair value through profit and loss	Nil	Nil
Liabilities carried at amortized cost		
Accounts and other payables	Nil	Nil
Short term bank borrowing	4,254,214,515	*N/A
Current portion of long term borrowing	47,613,367	*N/A

* As per the requirements of BFRS 7 (ref: Para 29), determination of fair value is not required for instruments for which fair value is not likely to be significantly different from the carrying amounts.

37 AUTHORISATION FOR ISSUE

These financial statements have been authorized for issue by the Board of Directors of the company on 2016.

38 GENERAL

38.1 Figures appearing in these accounts have been rounded off to the nearest taka.

38.2 Previous year's phrases & amounts have been re-arranged, wherever considered necessary, to conform to the presentation for the year under review.

38.3 Figure in bracket denotes negative.

These financial statements should be read in conjunction with the annexed notes
and were approved by the Board of Directors on 26 October 2016
and were signed on its behalf by:


Company Secretary


Director


Managing Director

ISO Certificate



Cert IJU Iss 0408



Certificate of Registration

This certificate has been awarded to

GPH Ispat Limited

Masjiddah, Kumira, Sitakunda, Chittagong-4000, Bangladesh

in recognition of the organization's Quality Management System which complies with

ISO 9001:2008

The scope of activities covered by this certificate is defined below

Manufacture and Marketing of Structural Steel

Certificate Number:

57823/AV/0001/AM/UEn

Date of Issue: (Original)

08 May 2013

Date of Issue:

08 May 2013

Issue No.:

1

Expiry Date:

05 May 2016

Issued by:

On behalf of the Scheme Manager



BUET test report

BANGLADESH UNIVERSITY OF ENGINEERING AND TECHNOLOGY (BUET)
DEPARTMENT OF CIVIL ENGINEERING
Mobile 01618 557 954; PABX: 9616 5656-60 Ext. 7226; www.buet.ac.bd/civil
STRENGTH OF MATERIALS LABORATORY

TEST OF DEFORMED M.S. BARS (ASTM A 615M-16)

Sent by: Deputy General Manager, Marketing & Sales, CIPM Report No: 302; Acronym: CIPM-4000



BUET No: 1191-21 (BUCET/16/22/6166)

Ref. No: D-26-31/1/2015

Date of Test: 7/1/2015

ASTM A615M-16 Weight Requirements and Nominal Area of Bars (Table A1)

Bar Classifications: **Deformed**

No.	Prod. Mkt / Identification	Bar Deformed / Nominal dia.	Actual dia.	Unit Weight	Average Unit Weight	Yield or Proof Load	Yield or Proof Strength	Average Yield or Proof Strength (kN)	Tensile Load	Tensile Strength (kN)	Average Tensile Strength (kN)	Ult. length = 250 mm	Average Elongation (%)	Break Test (Excessive samples)
1	SPH-TMT 500W	16	16.1	1.592	1.591	1.681	131	650	654	656	656	15	16	16
2	SPH-TMT 500W	16	16.0	1.581	1.581	1.611	700	670	705	705	705	15	16	16
3	SPH-TMT 500W	16	16.0	1.581	1.581	1.611	700	670	705	705	705	15	16	16
4	SPH-TMT 500W	12	12.0	0.893	0.893	0.916	98	900	570	572	575	15	16	16
5	SPH-TMT 500W	12	12.0	0.893	0.893	0.916	92	900	520	520	525	15	16	16
6	SPH-TMT 500W	12	12.0	0.890	0.890	0.913	90	900	510	510	515	15	16	16
7	SPH-TMT 500W	10	10.0	0.617	0.617	0.646	43	545	340	340	345	15	16	16
8	SPH-TMT 500W	10	10.0	0.615	0.615	0.645	42	540	330	330	335	15	16	16
9	SPH-TMT 500W	10	10.0	0.617	0.617	0.646	43	545	340	340	345	15	16	16
10	SPH-TMT 500W	8	8.0	0.395	0.395	0.424	27	515	24	24	270	15	16	16
11	SPH-TMT 500W	8	8.0	0.393	0.393	0.424	32	515	29	29	315	15	16	16
12	SPH-TMT 500W	8	8.0	0.394	0.394	0.424	27	515	24	24	270	15	16	16
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Conversion factor: 1.0 MPa = 1.0 N/mm² = 145 psi. Dimensions are in millimeters.

ASTM A615M-16 Weight Requirements and Nominal Area of Bars (Table A1)

Bar Classifications: **Deformed**

Nominal area, sq. mm.

Nominal weight, kg/mm

Nominal unit weight shall reflect the base weight of the nominal weight. Below this table is a table where area is not given for other sizes in Table A1.1.

Actual area & unit weight are provided for informative purposes only. These are not requirements of ASTM A615M-16.

ASTM A615M-16 Tension Requirements for Common Decks (Tables 1-3)

Grade 50: Grade 50 - Grade 50

Grade 60: Grade 60

Grade 70: Grade 70

Grade 80: Grade 80

Grade 90: Grade 90

Grade 100: Grade 100

Grade 110: Grade 110

Grade 120: Grade 120

Grade 130: Grade 130

Grade 140: Grade 140

Grade 150: Grade 150

Grade 160: Grade 160

Grade 170: Grade 170

Grade 180: Grade 180

Grade 190: Grade 190

Grade 200: Grade 200

Grade 210: Grade 210

Grade 220: Grade 220

Grade 230: Grade 230

Grade 240: Grade 240

Grade 250: Grade 250

Grade 260: Grade 260

Grade 270: Grade 270

Grade 280: Grade 280

Grade 290: Grade 290

Grade 300: Grade 300

Grade 310: Grade 310

Grade 320: Grade 320

Grade 330: Grade 330

Grade 340: Grade 340

Grade 350: Grade 350

Grade 360: Grade 360

Grade 370: Grade 370

Grade 380: Grade 380

Grade 390: Grade 390

Grade 400: Grade 400

Grade 410: Grade 410

Grade 420: Grade 420

Grade 430: Grade 430

Grade 440: Grade 440

Grade 450: Grade 450

Grade 460: Grade 460

Grade 470: Grade 470

Grade 480: Grade 480

Grade 490: Grade 490

Grade 500: Grade 500

Grade 510: Grade 510

Grade 520: Grade 520

Grade 530: Grade 530

Grade 540: Grade 540

Grade 550: Grade 550

Grade 560: Grade 560

Grade 570: Grade 570

Grade 580: Grade 580

Grade 590: Grade 590

Grade 600: Grade 600

Grade 610: Grade 610

Grade 620: Grade 620

Grade 630: Grade 630

Grade 640: Grade 640

Grade 650: Grade 650

Grade 660: Grade 660

Grade 670: Grade 670

Grade 680: Grade 680

Grade 690: Grade 690

Grade 700: Grade 700

Grade 710: Grade 710

Grade 720: Grade 720

Grade 730: Grade 730

Grade 740: Grade 740

Grade 750: Grade 750

Grade 760: Grade 760

Grade 770: Grade 770

Grade 780: Grade 780

Grade 790: Grade 790

Grade 800: Grade 800

Grade 810: Grade 810

Grade 820: Grade 820

Grade 830: Grade 830

Grade 840: Grade 840

Grade 850: Grade 850

Grade 860: Grade 860

Grade 870: Grade 870

Grade 880: Grade 880

Grade 890: Grade 890

Grade 900: Grade 900

Grade 910: Grade 910

Grade 920: Grade 920

Grade 930: Grade 930

Grade 940: Grade 940

Grade 950: Grade 950

Grade 960: Grade 960

Grade 970: Grade 970

Grade 980: Grade 980

Grade 990: Grade 990

Grade 1000: Grade 1000

Grade 1010: Grade 1010

Grade 1020: Grade 1020

Grade 1030: Grade 1030

Grade 1040: Grade 1040

Grade 1050: Grade 1050

Grade 1060: Grade 1060

Grade 1070: Grade 1070

Grade 1080: Grade 1080

Grade 1090: Grade 1090

Grade 1100: Grade 1100

Grade 1110: Grade 1110

Grade 1120: Grade 1120

Grade 1130: Grade 1130

Grade 1140: Grade 1140

Grade 1150: Grade 1150

Grade 1160: Grade 1160

Grade 1170: Grade 1170

Grade 1180: Grade 1180

Grade 1190: Grade 1190

Grade 1200: Grade 1200

Grade 1210: Grade 1210

Grade 1220: Grade 1220

Grade 1230: Grade 1230

Grade 1240: Grade 1240

Grade 1250: Grade 1250

Grade 1260: Grade 1260

Grade 1270: Grade 1270

Grade 1280: Grade 1280

Grade 1290: Grade 1290

Grade 1300: Grade 1300

Grade 1310: Grade 1310

Grade 1320: Grade 1320

Grade 1330: Grade 1330

Grade 1340: Grade 1340

Grade 1350: Grade 1350

Grade 1360: Grade 1360

Grade 1370: Grade 1370

Grade 1380: Grade 1380

Grade 1390: Grade 1390

Grade 1400: Grade 1400

Grade 1410: Grade 1410

Grade 1420: Grade 1420

Grade 1430: Grade 1430

Grade 1440: Grade 1440

Grade 1450: Grade 1450

Grade 1460: Grade 1460

Grade 1470: Grade 1470

Grade 1480: Grade 1480

Grade 1490: Grade 1490

Grade 1500: Grade 1500

Grade 1510: Grade 1510

Grade 1520: Grade 1520

Grade 1530: Grade 1530

Grade 1540: Grade 1540

Grade 1550: Grade 1550

Grade 1560: Grade 1560

Grade 1570: Grade 1570

Grade 1580: Grade 1580

Grade 1590: Grade 1590

Grade 1600: Grade 1600

Grade 1610: Grade 1610

Grade 1620: Grade 1620

Grade 1630: Grade 1630

Grade 1640: Grade 1640

Grade 1650: Grade 1650

Grade 1660: Grade 1660

Grade 1670: Grade 1670

Grade 1680: Grade 1680

Grade 1690: Grade 1690

Grade 1700: Grade 1700

Grade 1710: Grade 1710

Grade 1720: Grade 1720

Grade 1730: Grade 1730

Grade 1740: Grade 1740

Grade 1750: Grade 1750

Grade 1760: Grade 1760

Grade 1770: Grade 1770

Grade 1780: Grade 1780

BAPLC Certificate

BANGLADESH ASSOCIATION OF PUBLICLY LISTED COMPANIES

Ref. No: 01-2016/0095

Date of Issue: 1st March 2016



Renewed Certificate

This is to certify that

GPH ISPAT LIMITED

*is a Ordinary Member of Bangladesh Association of Publicly Listed Companies
and is entitled to all the rights and privileges appertaining thereto.*

This certificate remains current until 31st December 2016.

A handwritten signature in black ink, appearing to read 'Zul' followed by a surname, is placed above the title 'Secretary-General'.



Remarkable Projects



Orion Pharmaceuticals Ltd.



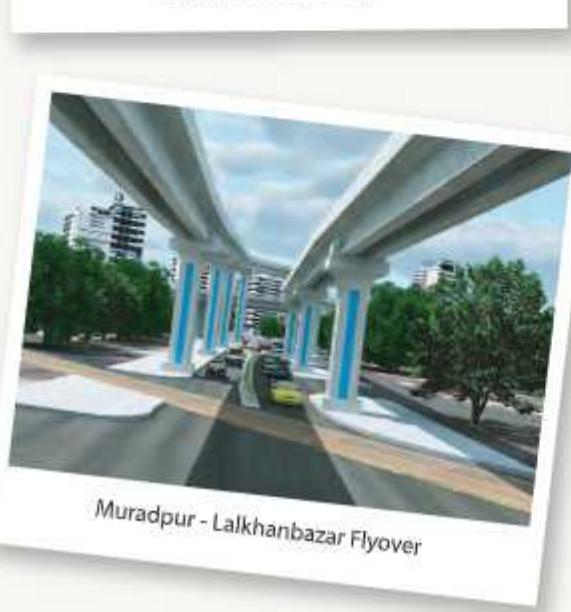
Padma Future Shopping Center



Gulistan - Jatrabari Flyover



Barapukuria Coal Power Plant



Muradpur - Lalkhanbazar Flyover



Snowtex Outer Wear Ltd.

Events Album



The Chairman, Managing Director, Additional Managing Director, Other Directors and Senior Officials are seen at 9th Annual General Meeting of GPH Ispat Ltd.



Management of GPH Ispat Limited and United Commercial Bank Ltd, the lead arranger along with 12 other local Banks' Officials are seen at agreement signing ceremony of Syndicated Term Loan of USD 154.00 Million

Events Album



The Chairman, Managing Director, Additional Managing Director of GPH Ispat Ltd. and Dr. Heinrich Maximilian Rohrl, CEO of Primetals Technologies Austria are seen at agreement signing ceremony to supply the Ultra-modern Long-steel Technology and necessary Machineries



Mr. Mohammed Jahangir Alam, the Managing Director is handing over the prize to Mr. Mohammad Mahbubur Rahman, the Exclusive Dealer of GPH Ispat Ltd at Exclusive Dealers Meet Program



Mr. Md. Alamgir Kabir, the Chairman is handing over the prize to Alhaj Mosharof Hossain, the Exclusive Dealer of GPH Ispat Ltd at Exclusive Dealers Meet Program.

The Managing Director, Additional Managing Director, Other Directors and Officials of GPH Ispat Ltd. are seen at inauguration session of GPH Utshab-2016

Events Album



Mr. Asaduzzaman Khan, Honorable Home Minister, Senior Secretary of Home Affairs Ministry, Director General of Fire Service & Civil Defense and Managing Director of GPH Ispat Ltd are seen at awareness seminar on 'Earthquake Vulnerability, Preparedness and Way Forward Bangladesh Context' jointly arranged by GPH Ispat Ltd. and M.I. Cement Factory Ltd.



The Managing Director, Other Directors, High Officials of GPH Ispat Ltd and Joint Managing Director of M. N. Dastur & Company along with the Distinguished Guest are seen at agreement signing ceremony for Engineering, Procurement, Construction and Management (EPCM)



Additional Managing Director of GPH Ispat Ltd and CEO of Chartered Life Insurance Company Ltd are seen at agreement signing ceremony for Employees group insurance policy



Additional Managing Director of GPH Ispat Ltd & others are seen at inauguration session of GPH Group Golf Tournament-2016



Additional Managing Director is seen hoisting National Flag along with Senior Officials on Independence Day of Bangladesh



Mr. Mezbah Uddin, Honorable District Commissioner of Chittagong along with the Managing Director, Additional Managing Director and others High Officials of GPH Ispat Ltd are seen at Tree Plantation Program at GPH Ispat Factory side

News Board

News Board





GPH ispat ltd.

Registered Office: Crown Chamber, 325 Asadgonj, Chittagong.

PROXY FORM

I/We.....
of.....
.....being a member of GPH Ispat Ltd. do hereby appoint
Mr/Mrs/Miss.....
Of.....
as my/our proxy to attend and vote on my/our behalf at the 10th Annual General Meeting (AGM) of the Company to be held on Tuesday, the 13th December, 2016 at 11.00 am at Chittagong Club Limited, S.S Khaled Road, Lalkhan Bazar, Chittagong and at any adjournment thereof.

As witness my hand this..... day of..... 2016.

Affix Revenue
Stamp of
Tk.20

(Signature of the Proxy)
Number of Shares held.....

(Signature of Shareholder)

Shareholders BO ID No:

--	--	--	--	--	--	--	--	--	--

Note:

1. The proxy form duly filled up should reach to the Registered Office of the company not less than 48 hours before the time fixed for the meeting.
2. Signature of the Shareholder should agree with the specimen signature registered with the Company or BO Account/CDBL Record.

.....
Authorized Signatory
GPH Ispat Ltd.

Signature Verified



GPH ispat ltd.

Registered Office: Crown Chamber, 325 Asadgonj, Chittagong.

SHAREHOLDERS' ATTENDENCE SLIP

I/We hereby record my/our presence at the 10th Annual General Meeting of the Company to be held on Tuesday, the 13th December, 2016 at 11.00 am at Chittagong Club Limited, S.S Khaled Road, Lalkhan Bazar, Chittagong.
Name of the Shareholder/Proxy:.....

Shareholders BO ID No:

--	--	--	--	--	--	--	--	--	--

.....
Signature of Shareholder/Proxy

.....
Signature of Shareholder (S)
GPH Ispat Ltd.

N.B: Please present this slip at the reception desk on the AGM date.





GPH ispat Ltd.

COMMITTED TO STRENGTH

Registered Office:

Crown Chamber,
325 Asadgonj, Chittagong 4000, Bangladesh
Phone : +880-31-631460 (PABX),
+880-31-2854997, 633007
Fax : +880-31-610995
E-mail : info@gphispat.com.bd

Dhaka Office:

Hamid Tower(3rd Floor), 24 Gulshan C/A,
Circle 2, Dhaka 1212.
Phone : +88-02-9840177
Fax : +88-02-9880366
Email : salesdhk@gphispat.com.bd
www.gphispat.com.bd

GPH ispat Ltd.