Lotus Kamal Tower One (Lavel-6 & 12), 57, Joar Sahara C/A, Nikunja-2, New Airport Road. Dhaka-1229, Bangladesh. Phone : 880-2-8900870-4, 8900781-3, Fax: 880-2-8900784

ARGON DENIMS LIMITED

Un-audited

Statement of Financial Position

as at Septemeber 30, 2016

ASSETS	TAKA	
	30.09.2016	**30.06.2016**
Non Current Assets	**1,584,829,782**	**1,599,352,647**
Property, Plant and Equipment	1,579,706,794	1,594,229,659
Intangible Assets	5,122,988	5,122,988
Capital Work in Progress	-	-
Current Assets	**3,037,358,056**	**2,922,055,293**
Advance, Deposits and Pre-payments	122,534,308	109,583,953
Bills Receivable	1,845,427,243	1,726,962,540
Inventories	883,553,333	891,390,575
Materials In Transit	35,395,560	24,844,686
Investment in Shares	523,318	493,634
Cash and Cash Equivalent	149,924,294	168,779,905
TOTAL	**4,622,187,839**	**4,521,407,940**
EQUITY & LIABILITIES		
Shareholders Equity	**2,781,416,103**	**2,692,473,595**
Share Capital	993,600,000	993,600,000
Share Premium	730,815,534	730,815,534
Tax Holiday Reserve	115,879,072	115,879,072
Revaluation Reserve	132,670,990	133,595,904
Retained Earnings	808,450,506	718,583,085
Non-Current Liabilities	**128,770,162**	**114,869,870**
Long Term Loan	11,879,753	10,688,816
Lease Finance	11,840,401	-
Deferred Tax Liability	105,050,008	104,181,054
Current Liabilities	**1,712,001,575**	**1,714,064,475**
Short Term Loan	1,401,916,732	1,426,953,390
Current Portion of Long Term Loan	2,037,792	4,222,279
Liability for Expense	40,684,447	32,696,378
Worker Profit Participation & Welfare Fund	62,095,957	58,694,188
Provision for Tax	154,282,503	143,427,869
Share Money Refundable	1,013,652	1,013,652
Dividend Payable	1,182,887	1,182,887
Bills Payable	48,787,604	45,873,833
TOTAL	**4,622,187,839**	**4,521,407,940**
NAV with Revaluation Reserve	**27.99**	**27.10**
NAV without Revaluation Reserve	**26.66**	**25.75**

Anwar-ul Alam Chowdhury	Abu Kawser Majumder	Md.Mustafa Kamal	Md.Moniruzzaman Bhuiyan
Managing Director and Chairman (CC)	Director	Chief Financial Officer	Company Secretary

ARGON DENIMS LIMITED
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ARGON DENIMS LIMITED

Un-audited

Statement of Profit & Loss and Comprehensive Income

for the period frist quarter ended 30 September, 2016

Particulars	TAKA	
	30.09.2016	30.09.2015
Export Revenue	**729,263,203**	**704,171,619**
Less: Cost of Goods Sold	562,062,606	542,913,993
Gross Profit/(Loss)	**167,200,597**	**161,257,626**
Add: Export Incentive	12,452,654	33,414,580
	179,653,251	**194,672,206**
Less : Administrative Expenses	30,227,544	28,692,579
	149,425,707	**165,979,626**
Less : Selling & Distribution Expenses	6,799,283	3,497,721
Operating Profit	**142,626,424**	**162,481,905**
Less: Financial Expenses	31,724,228	47,293,776
Add : Gain/Loss on Investment in Share	-	45,455
	110,902,196	**115,142,675**
Add : Other Income	47,205	-
Net Profit/(Loss) before WPPF	**110,949,401**	**115,142,675**
Less: Contribution to WPPF	5,283,305	5,482,985
Net Profit/(Loss) after WPPF	**105,666,096**	**109,659,690**
Less: Income Tax		
Current Tax	15,854,635	16,448,954
Deferred Tax	868,954	5,334,657
Net Profit /Loss after Tax	**88,942,508**	**87,876,080**
Other Comprehensive Income	-	-
Total Comprehensive Income	**88,942,508**	**87,876,080**
Earning Per Share (EPS)	**0.90**	**0.88**
Diluted Earnings Per Share	**0.90**	**0.88**

Anwar-ul Alam Chowdhury	Abu Kawser Majumder	Md.Mustafa Kamal	Md.Moniruzzaman Bhuiyan
Managing Director and Chairman (CC)	Director	Chief Financial Officer	Company Secretary

Registered Office:
Plot #33, Section-7, Mirpur Dhaka-1216.
Tel:880-2-801 1227, 801 6196, Fax: 880-2-801 3504

Factory:
Vill/Mouza: Beraiderchala, P.O.:Gilaberaid
P.S.:Shreepur, Dist.:Gazipur, Bangladesh.

AMARSTOCK

ARGON DENIMS LIMITED

Un-audited

Statement of Changes in Equity

for the period frist quarter ended 30 September, 2016

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Revaluation Surplus	Retained Earnings	Total
Balance as on 01.07.2016	993,600,000	730,815,534	115,879,072	133,595,904	718,583,085	2,692,473,595
Add/Less: during the period	-	-	-	-	-	-
Net profit for the period	-	-	-	-	88,942,508	88,942,508
Issue Bonus Shares	-	-	-	-	-	-
Cash Dividend paid	-	-	-		-	-
Adjustment for Revulation Surplus	-	-	-	(924,914)	924,914	-
Income related to IPO	-	-	-	-	-	-
Expenses related to IPO	-	-	-	-	-	-
Balance as on 30.09.2016	**993,600,000**	**730,815,534**	**115,879,072**	**132,670,989**	**808,450,506**	**2,781,416,103**

ARGON DENIMS LIMITED

Un-audited

Statement of Changes in Equity

for the period frist quarter ended 30 September, 2015

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Revaluation Surplus	Retained Earnings	Total
Balance as on 01.07.2016	828,000,000	730,815,534	115,879,072	139,487,392	421,351,537	2,235,533,534
Add/Less: during the period	-	-	-	-	-	-
Net profit for the period	-	-	-	-	225,414,725	225,414,725
Issue Bonus Shares	165,600,000	-	-	-	(165,600,000)	-
Cash Dividend paid	-	-	-		-	-
Adjustment for Revulation Surplus	-	-	-	(2,995,671)	2,995,671	-
Income related to IPO	-	20,896	-	-	-	20,896
Expenses related to IPO	-	(575)	-	-	-	(575)
Balance as on 30.09.2015	**993,600,000**	**730,835,855**	**115,879,072**	**136,491,720**	**484,161,933**	**2,460,968,581**

Anwar-ul Alam Chowdhury	Abu Kawser Majumder	Md.Mustafa Kamal	Md.Moniruzzaman Bhuiyan
Managing Director and Chairman (ee)	Director	Chief Financial Officer	Company Secretary

Registered Office:
Plot #33, Section-7, Mirpur Dhaka-1216.
Tel:880-2-801 1227, 801 6196, Fax: 880-2-801 3504

Factory:
Vill/Mouza: Beraidercchala, P.O.:Gilaberaid
PS.:Shreepur, Dist.:Gazipur, Bangladesh.

ARGON DENIMS LIMITED
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ARGON DENIMS LIMITED

Un-audited

Statement of Cash Flows

for the period frist quarter ended 30 September, 2016

Particulars	TAKA	
	30.09.2016	**30.09.2015**
Cash flow from operating activities		
Cash received from customers	623,298,358	673,836,403
Cash payments to suppliers and employees	(574,116,667)	(509,042,974)
WPPF Paid	1,881,536	-
Income Tax Paid	5,000,000	-
Net Cash used to operating activities	**56,063,227**	**164,793,429**
Cash flow from investing activities		
Acquisition of fixed assets	(16,084,131)	(8,010,465)
Capital WIP	-	(4,720,738)
Investment in Shares	29,684	23,665
Net Cash provided by operating activities	**(16,054,447)**	**(12,707,538)**
Cash flow from financing activities		
Advance, Deposit & Prepayment	(12,950,355)	(13,314,659)
Financila Expense	(31,724,228)	-
Share Premium	-	-
Long Term Loan	1,190,937	(5,058,737)
Lease Finance	11,840,401	(3,409,273)
Share Money Refund	-	376,561
Dividend Payable	-	-
Dividend Paid		16,729
Short Term Loan	(25,036,658)	(91,117,068)
Current Portion of Long Term Loan	(2,184,487)	(3,311,954)
Net Cash provided by financing activities	**(58,864,390)**	**(115,818,402)**
Net increase/(decrease) in cash and cash equivalent	**(18,855,611)**	**36,267,490**
Opening cash and cash equivalent	**168,779,905**	**61,753,363**
Closing cash and cash equivalent	**149,924,294**	**98,020,853**
Net Operating Cash flow per share	**0.56**	**1.66**

Anwar-ul Alam Chowdhury	Abu Kawser Majumder	Md.Mustafa Kamal	Md.Moniruzzaman Bhuiyan
Managing Director and Chairman (CC)	Director	Chief Financial Officer	Company Secretary

AMAR STOCK

Lotus Kamal Tower One (Lavel-6 & 12), 57, Joar Sahara C/A, Nikunja-2, New Airport Road. Dhaka-1229, Bangladesh. Phone : 880-2-8900870-4, 8900781-3, Fax: 880-2-8900784

Argon Denims Ltd

Selected Notes to the Financial Statements

Un-audited

For the period first quarter ended September 30, 2016

01. Reporting Entity:

Argon Denims Limited was originally incorporated as a Private Limited Company on 13th July 2006 under the Companies Act 1994. It has been converted into Public Ltd. Company on 31st day of May 2011. Registered Office of the Company is at Plot No. 33, Section - 7, Mirpur, Dhaka-1216 while Factory is situated at Vill./Mouza : Beraiderchala, P.O.: Gilaberaid, P.S. : Sreepur, Dist. : Gazipur. The Operational Office is situated at Lotus Kamal Tower One (Level-7) 57 Joar Sahara C/A, Nikunja-2 New Airport Road, Dhaka-1229. The principal activity of the company is to manufacture 100% Cotton Denim Fabrics (Deemed Exporters).

02. Nature of Business:

The main activities of the company are concentrated in Manufacturing, Dyeing & Finishing of Denim Fabric and exporting the same.

03. Statement of Compliance:

The financial statements of the company under reporting have been prepared under historical cost convention on a going concern concept and on accrual basis in accordance with generally accepted accounting principles and practice in Bangladesh in compliance with the Companies Act 1994, The Securities and Exchange Rules 1987, The Listing Regulations of Dhaka Stock Exchange Ltd. (DSE) and Chittagong Stock Exchange Ltd. (CSE), International Accounting Standards (IAS) as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) as Bangladesh Accounting Standard (BAS) and other applicable laws and regulations.

04. Reporting:

This un-audited first quarter financial report has been prepared based on Bangladesh Accounting Standard (BAS) - 34: "Interim Financial Reporting",

These interim financial statements should be read in conjunction with the published financial Statements for the period (18 Months) ended June 30, 2016, as they provide an update to previously reported information.

05. Accounting policies and method of computations:

Accounting policies and methods of computations followed in preparing these financial statements are consistent with those used in the annual financial statements, prepared and published for the period (18 Months) ended June 30, 2016.

ARGON DENIMS LIMITED
Un-audited
Selected Notes to the Financial Statements
for the period frist quarter ended 30 September, 2016

No.	Particulars	Taka
06.	**Movement of PPE**	
	Opening Balance	**1,594,229,659**
	Addition during the period	16,084,131
		1,610,313,790
	Depreciation during the period	30,606,995
	Closing Balance (WDV)	**1,579,706,794**
07.	**Inventories**	**883,553,333**
	Yarn	354,058,423
	Dyes & Chemicals	120,995,519
	Work In Process	107,616,296
	Finished Goods	300,883,095
08.	**Bills Receivable**	**1,845,427,243**
	(i) Export bill receivable	1,644,601,319
	(ii) Export incentive	200,825,924
09.	**Cost of Sales**	**562,062,606**
	Opening Stock	891,390,575
	Purchase	433,711,365
		1,325,101,940
	Closing Stock	883,553,333
		441,548,607
	Factory Overhead	120,513,999

AMARSTOCK

ARGON DENIMS LIMITED

Selected Notes to the Financial Statements
Un-audited
for the period frist quarter ended 30 September, 2016

No.	Particulars	Taka
10.	**Operating Expenses**	**37,026,827**
	Administrative Expenses	30,227,544
	Selling and Distribution Expenses	6,799,283
11.	**Deferred Tax**	**105,050,008**
	As Per last account	104,181,054
	Add: Charged During the year	868,954
12.	**Income Tax**	**154,282,503**
	Opening Balance	143,427,869
	Add: Provision During the year	15,854,635
		159,282,503
	Less : Arrear Income Tax paid	5,000,000

AMAR STOCK