ARGON DENIMS LIMITED

ARGON DENIMS LIMITED
Un-audited
Statement of Financial Position
as at December 31, 2016

ASSETS	TAKA	
	31.12.2016	**30.06.2016**
Non Current Assets	**1,558,694,205**	**1,599,352,647**
Property, Plant and Equipment	1,553,571,217	1,594,229,659
Intangible Assets	5,122,988	5,122,988
Capital Work in Progress	-	-
Current Assets	**3,158,726,916**	**2,922,055,293**
Advance, Deposits and Pre-payments	127,679,743	109,583,953
Bills Receivable	1,895,967,180	1,726,962,540
Inventories	888,859,419	891,390,575
Materials In Transit	51,311,865	24,844,686
Investment in Shares	538,333	493,634
Cash and Cash Equivalent	194,370,375	168,779,905
TOTAL	**4,717,421,122**	**4,521,407,940**
EQUITY & LIABILITIES		
Shareholders Equity	**2,789,465,242**	**2,692,473,595**
Share Capital	1,142,640,000	993,600,000
Share Premium	730,815,534	730,815,534
Tax Holiday Reserve	115,879,072	115,879,072
Revaluation Reserve	131,746,077	133,595,904
Retained Earnings	668,384,559	718,583,085
Non-Current Liabilities	**127,273,068**	**114,869,870**
Long Term Loan	10,825,015	10,688,816
Lease Finance	11,386,701	-
Deferred Tax Liability	105,061,352	104,181,054
Current Liabilities	**1,800,682,812**	**1,714,064,475**
Short Term Loan	1,411,933,164	1,426,953,390
Current Portion of Long Term Loan	1,664,478	4,222,279
Liability for Expenses	45,575,560	32,696,378
Worker Profit Participation & Welfare Fund	66,715,094	58,694,188
Provision for Tax	173,232,800	143,427,869
Share Money Refundable	1,013,652	1,013,652
Dividend Payable	77,985,916	1,182,887
Bills Payable	22,562,149	45,873,833
TOTAL	**4,717,421,122**	**4,521,407,940**
NAV with Revaluation Reserve	**24.41**	**27.10**
NAV without Revaluation Reserve	**23.26**	**25.75**

Shabnam Shehnaz Chowdhury
Chairperson

Anwar-ul Alam Chowdhury
Managing Director

Abu Kawser Majumder
Director

Md.Moniruzzaman Bhuiyan
Company Secretary

Md.Mustafa Kamal
CFO

AMARSTOCK

Registered Office:
Plot #33, Section#7, Mirpur
Dhaka-1216, Bangladesh.
Tel : +88 02 9020491-2
Fax: +88 02 8900897

Corporate Office :
Lotus Kamal Tower-ONE (Level-6), 57, Joar Sahara C/A
Nikunja-2, New Airport Road, Dhaka-1229, Bangladesh.
Phone : +88 02 8900870-4, 8900781-3, Fax: +88 02 8900784
E-mail : info@argondenims.com, Web : www.argondenims.com

Factory:
Vill: Beraiderchala, P.O.:Gilaberaid
P.S.:Sreepur, Dist.:Gazipur, Bangladesh.

ARGON DENIMS LIMITED

ARGON DENIMS LIMITED
Un-audited
Statement of Profit or Loss and Other Comprehensive Income
for the period half yearly ended 31 December, 2016

Particulars	TAKA			
	July to December 2016 (Half yearly)	July to December 2015 (Half yearly)	October to December 2016 (Q-2)	October to December 2015 (Q-2)
Export Revenue	**1,507,640,795**	**1,428,216,447**	**778,377,592**	**724,044,828**
Less: Cost of Goods Sold	1,161,513,747	1,099,105,081	599,451,141	556,191,088
Gross Profit/(Loss)	**346,127,048**	**329,111,366**	**178,926,451**	**167,853,740**
Add: Export Incentive	22,208,176	63,495,827	9,755,522	30,081,247
	368,335,224	**392,607,193**	**188,681,973**	**197,934,987**
Less : Administrative Expenses	58,297,136	54,744,600	28,069,592	26,052,021
	310,038,089	**337,862,594**	**160,612,382**	**171,882,966**
Less : Selling & Distribution Expenses	12,890,597	10,795,442	6,091,314	7,297,721
Operating Profit	**297,147,492**	**327,067,152**	**154,521,068**	**164,585,245**
Less: Financial Expenses	53,520,769	86,346,532	21,796,541	39,052,756
Add : Gain/Loss on Investment in Share	-	211,070	-	211,070
	243,626,722	**240,509,550**	**132,724,527**	**125,743,559**
Add : Other Income/Loss	11,998	98,933	11,998	98,933
Net Profit/(Loss) before WPPF	**243,638,720**	**240,608,483**	**132,736,524**	**125,842,492**
Less: Contribution to WPPF	11,601,844	11,457,547	6,320,787	5,992,500
Net Profit/(Loss) after WPPF	**232,036,876**	**229,150,936**	**126,415,737**	**119,849,992**
Less: Income Tax				
Current Tax	34,804,932	34,372,640	18,961,761	17,977,499
Deferred Tax	880,298	10,669,314	440,149	5,334,657
Net Profit /Loss after Tax	**196,351,646**	**184,108,981**	**107,013,827**	**96,537,836**
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	**196,351,646**	**184,108,981**	**107,013,827**	**96,537,836**
Earning Per Share (EPS)	**1.72**	**1.86**	**0.94**	**0.97**
Earnings Per Share (Fully Diluted)	**1.72**	**1.61**	**0.94**	**0.84**

Shabnam Shehnaz Chowdhury
Chairperson

Anwar-ul Alam Chowdhury
Managing Director

Abu Kayser Majumder
Director

Md.Moniruzzaman Bhuiyan
Company Secretary

Md.Mustafa Kamal
CFO

Registered Office:
Plot #33, Section#7, Mirpur
Dhaka-1216, Bangladesh.
Tel : +88 02 9020491-2
Fax: +88 02 8900897

Corporate Office :
Lotus Kamal Tower-ONE (Level-6), 57, Joar Sahara C/A
Nikunja-2, New Airport Road, Dhaka-1229, Bangladesh.
Phone : +88 02 8900870-4, 8900781-3, Fax: +88 02 8900784
E-mail : info@argondenims.com, Web : www.argondenims.com

Factory:
Vill: Beraiderchala, P.O.:Gilaberaid
P.S.:Sreepur, Dist.:Gazipur, Bangladesh.

Registered Office:
Plot #33, Section#7, Mirpur
Dhaka-1216, Bangladesh.
Tel : +88 02 9020491-2
Fax: +88 02 8900897

Corporate Office :
Lotus Kamal Tower-ONE (Level-6), 57, Joar Sahara C/A
Nikunja-2, New Airport Road, Dhaka-1229, Bangladesh.
Phone : +88 02 8900870-4, 8900781-3, Fax: +88 02 8900784
E-mail : info@argondenims.com, Web : www.argondenims.com

Factory:
Vill: Beraiderchala, PO.:Gilaberaid
PS.:Sreepur, Dist.:Gazipur, Bangladesh.

ARGON DENIMS LIMITED

Un-audited

Statement of Changes in Equity

for the period half yearly ended 31 December, 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
Net profit for the period	-	-	-	-	196,351,646	196,351,646
Issue Bonus Shares	149,040,000	-	-	-	(149,040,000)	-
Cash Dividend paid	-	-	-		(99,360,000)	(99,360,000)
Adjustment for Revulation Surplus	-	-	-	(1,849,827)	1,849,827	-
Balance as on 31.12.2016	**1,142,640,000**	**730,815,534**	**115,879,072**	**131,746,077**	**668,384,559**	**2,789,465,242**

ARGON DENIMS LIMITED

Un-audited

Statement of Changes in Equity

for the period half yearly ended 31 December, 2015

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Revaluation Surplus	Retained Earnings	Total
Balance as on 01.07.2015	993,600,000	730,835,855	115,879,072	137,490,278	395,412,995	2,373,218,199
Net profit for the period	-	-	-	-	184,108,981	184,108,981
Issue Bonus Shares	-	-	-	-	-	-
Cash Dividend paid	-	-	-		-	-
Adjustment for Revulation Surplus	-	-	-	(1,997,115)	1,997,115	-
Balance as on 31.12.2015	**993,600,000**	**730,835,855**	**115,879,072**	**135,493,164**	**581,519,091**	**2,557,327,180**

Shabnam Shehnaz Chowdhury	Anwar-ul Alam Chowdhury	Abu Kawser Majumder	Md.Moniruzzaman Bhuiyan	Md.Mustafa Kamal
Chairperson	Managing Director	Director	Company Secretary	CFO

ANWAR STOCK

ARGON DENIMS LIMITED
Un-audited
Statement of Cash Flows
for the period half yearly ended 31 December, 2016

Particulars	TAKA	
	31.12.2016	31.12.2015
Cash flows from operating activities		
Cash received from customers	1,360,856,329	1,235,026,290
Cash payments to suppliers	(1,196,285,700)	(831,587,714)
Cash payments to employees	(103,409,094)	(75,239,904)
WPPF Paid	3,580,938	-
Income Tax Paid	5,000,000	(13,978,334)
Net Cash flow from operating activities	**69,742,473**	**314,220,338**
Cash flows from investing activities		
Acquisition of fixed assets	(20,555,549)	(34,361,692)
Investment in Shares	44,699	(36,102)
Net Cash used in investing activities	**(20,510,850)**	**(34,397,794)**
Cash flows from financing activities		
Advance, Deposit & Prepayment	(18,095,791)	2,961,962
Financila Expense	(53,520,769)	(63,029,220)
Share Premium		(20,321)
Long Term Loan	136,199	(16,693,225)
Lease Finance	11,386,701	(7,153,438)
Share Money Refund		(7,000)
Dividend Payable	76,803,029	(77,794)
Dividend Paid	(22,772,494)	7,303
Short Term Loan	(15,020,226)	(147,679,557)
Current Portion of Long Term Loan	(2,557,801)	5,456,933
Net Cash flow from financing activities	**(23,641,152)**	**(226,234,357)**
Net increase/(decrease) in cash and cash equivalents	**25,590,471**	**53,588,187**
Opening cash and cash equivalent	**168,779,905**	**49,128,552**
Closing cash and cash equivalent	**194,370,376**	**102,716,740**
Net Operating Cash flows per share	**0.61**	**3.16**

Shabnam Shehnaz Chowdhury
Chairperson

Anwar-ul Alam Chowdhury
Managing Director

Abu Kawser Majumder
Director

Md.Moniruzzaman Bhuiyan
Company Secretary

Md.Mustafa Kamal
CFO

Registered Office:
Plot #33, Section#7, Mirpur
Dhaka-1216, Bangladesh.
Tel : +88 02 9020491-2
Fax: +88 02 8900897

Corporate Office :
Lotus Kamal Tower-ONE (Level-6), 57, Joar Sahara C/A
Nikunja-2, New Airport Road, Dhaka-1229, Bangladesh.
Phone : +88 02 8900870-4, 8900781-3, Fax: +88 02 8900784
E-mail : info@argondenims.com, Web : www.argondenims.com

Factory:
Vill: Beraiderchala, P.O.:Gilaberaid
P.S.:Sreepur, Dist.:Gazipur, Bangladesh.

AMAR STOCK

Argon Denims Ltd

Selected Notes to the Financial Statements

Un-audited

for the period half yearly ended 31 December, 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-6) 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 half yearly ended financial Statement 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.

06. Net Operating Cash Flow Per Share

Net Operating Cash Flow per share has decreased comparing to previous period due to increase of number of shares from 99,360,000 to 114,264,000 and at the same time increase the amount of payment to suppliers Tk.364,697,986 and employees TK.28,169,192 .

AMARSTOCK

ARGON DENIMS LIMITED
Un-audited
Selected Notes to the Financial Statements
for the period half yearly ended 31 December, 2016

No.	Particulars	Taka
07.	**Movement of PPE**	
	Opening Balance	**1,594,229,659**
	Addition during the period	20,555,549
		1,614,785,208
	Depreciation during the period	61,213,990
	Closing Balance (WDV)	**1,553,571,217**
08.	**Inventories**	**888,859,419**
	Yarn	307,915,039
	Dyes & Chemicals	127,746,216
	Work In Process	95,597,983
	Finished Goods	357,600,181
09.	**Bills Receivable**	**1,895,967,180**
	(i) Export bill receivable	1,699,511,990
	(ii) Export incentive	196,455,190
10.	**Cost of Sales**	**1,161,513,747**
	Opening Stock	891,390,575
	Purchase	913,647,510
		1,805,038,085
	Closing Stock	888,859,419
		916,178,666
	Factory Overhead	245,335,081
11.	**Operating Expenses**	**71,187,733**
	Administrative Expenses	58,297,136
	Selling and Distribution Expenses	12,890,597

AMAR STOCK

ARGON DENIMS LIMITED

Selected Notes to the Financial Statements
Un-audited
for the period half yearly ended 31 December, 2016

No.	Particulars	Taka
12.	**Deferred Tax**	**105,061,352**
	As Per last account	104,181,054
	Add: Charged During the year	880,298
13.	**Income Tax**	**173,232,800**
	Opening Balance	143,427,869
	Add: Provision During the year	34,804,932
		178,232,800
	Less : Arrear Income Tax paid	5,000,000

AMAR STOCK