ARGON DENIMS LIMITED

Un-audited

Statement of Financial Position

as at March 31, 2018

PROPERTY & ASSETS	Note #	TAKA 31.03.2018	TAKA 30.06.2017
Non Current Assets		**1,503,974,115**	**1,530,314,910**
Property, Plant and Equipment	06	1,498,851,127	1,525,191,922
Intangible Assets		5,122,988	5,122,988
Current Assets		**3,487,361,223**	**3,087,924,753**
Advance, Deposits and Pre-payments		162,253,669	142,091,945
Bills Receivable	07	1,938,336,348	1,805,868,733
Inventories	08	925,800,015	930,673,421
Materials In Transit		52,555,896	38,685,578
Capital Work In Progress		68,303,091	-
Investment in Shares		667,203	591,043
Cash and Cash Equivalent		339,445,002	170,014,033
Total Property & Assets		**4,991,335,339**	**4,618,239,663**
EQUITY & LIABILITIES			
Shareholders Equity		**3,160,031,234**	**2,947,957,746**
Share Capital		1,199,772,000	1,142,640,000
Share Premium		730,815,534	730,815,534
Tax Holiday Reserve		115,879,072	115,879,072
Revaluation Reserve		135,458,926	138,094,930
Retained Earnings		978,105,702	820,528,211
Non-Current Liabilities		**159,392,809**	**132,634,923**
Long Term Loan		8,125,701	7,058,790
Lease Finance		42,245,939	17,771,095
Deferred Tax Liability	11	109,021,169	107,805,038
Current Liabilities		**1,671,911,296**	**1,537,646,995**
Short Term Loan		1,377,081,737	1,240,904,236
Current Portion of Long Term Loan		3,876,102	9,899,423
Liability for Expenses		33,156,685	41,975,408
Worker Profit Participation & Welfare Fund		75,717,599	68,361,775
Provision for Tax	12	157,674,087	157,527,214
Share Money Refundable		1,014,033	1,013,856
Dividend Payable		3,741,161	3,704,427
Bills Payable		19,649,892	14,260,656
Total Liabilities & Shareholder's Equity		**4,991,335,339**	**4,618,239,663**
Net Asset Value (NAV) per share		**26.34**	**25.80**

Chairman | Managing Director | Director

Company Secretary | Chief Financial Officer

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
Un-audited
Statement of Profit or Loss and Other Comprehensive Income
For the Third Quarter ended March 31, 2018

Particulars	Note #	TAKA			
		July -2017 to Mar - 2018	July -2016 to Mar - 2017	Jan to Mar-18	Jan to Mar-17
Export Revenue		**2,801,337,183**	**2,295,039,004**	**885,815,022**	**787,398,209**
Less: Cost of Goods Sold	09	2,207,749,356	1,767,950,093	695,062,014	606,436,346
Gross Profit/(Loss)		**593,587,827**	**527,088,911**	**190,753,008**	**180,961,863**
Add: Export Incentive		39,923,684	32,071,151	13,068,756	9,862,975
		633,511,511	**559,160,062**	**203,821,764**	**190,824,838**
Less : Administrative Expenses		85,177,345	83,217,879	27,596,903	24,920,744
		548,334,167	**475,942,183**	**176,224,861**	**165,904,094**
Less : Selling & Distribution Expenses		25,247,722	18,608,582	4,514,009	5,717,985
Operating Profit		**523,086,445**	**457,333,601**	**171,710,852**	**160,186,109**
Less: Financial Expenses		102,133,157	76,920,371	36,382,405	23,399,602
Add : Other Income/Loss		152,471	49,448	-	49,448
Net Profit/(Loss) before WPPF		**421,105,759**	**380,462,677**	**135,328,448**	**136,835,955**
Less: Contribution to WPPF		21,055,288	18,117,270	6,766,422	6,515,998
Net Profit/(Loss) after WPPF		**400,050,470**	**362,345,407**	**128,562,025**	**130,319,957**
Less: Income Tax					
Current Tax		53,598,065	52,058,647	17,175,398	18,961,957
Deferred Tax		1,216,131	1,901,036	405,377	633,679
Net Profit /Loss after Tax		**345,236,274**	**308,385,723**	**110,981,250**	**110,724,321**
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income		**345,236,274**	**308,385,723**	**110,981,250**	**110,724,321**
Earnings Per Share (EPS)		**2.88**	**2.57**	**0.93**	**0.92**

Chairman | Managing Director | Director

Company Secretary | Chief Financial Officer

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ARGON DENIMS LIMITED
Un-audited
Statement of Changes in Equity
For the Third Quarter ended March 31, 2018

Amount in Taka

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Revaluation Surplus	Retained Earnings	Total
Balance as on 01.07.2017	1,142,640,000	730,815,534	115,879,072	138,094,930	820,528,211	2,947,957,746
Net profit for the period	-	-	-	-	345,236,274	345,236,274
Issue Bonus Shares	57,132,000	-	-	-	(57,132,000)	-
Cash Dividend paid	-	-	-		(142,830,000)	(142,830,000)
Excess Provision of Income Tax	-	-	-	-	9,667,214	9,667,214
Adjustment for Revulation Surplus	-	-	-	(2,636,004)	2,636,004	-
Balance as on 31.12.2017	**1,199,772,000**	**730,815,534**	**115,879,072**	**135,458,926**	**978,105,702**	**3,160,031,234**

ARGON DENIMS LIMITED
Un-audited
Statement of Changes in Equity
For the Third Quarter ended March 31, 2017

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	-	-	-	-	308,385,723	308,385,723
Issue Bonus Shares	149,040,000	-	-	-	(149,040,000)	-
Cash Dividend paid	-	-	-	-	(99,360,000)	(99,360,000)
Adjustment for Revulation Surplus	-	-	-	(2,774,741)	2,774,741	-
Balance as on 31.03.2017	**1,142,640,000**	**730,815,534**	**115,879,072**	**130,821,163**	**781,343,549**	**2,901,499,319**

Chairman | Managing Director | Director | Company Secretary | Chief Financial Officer

ARGON DENIMS LIMITED

AMARSTOCK

ARGON DENIMS LIMITED

Un-audited

Statement of Cash Flows

For the Third Quarter ended March 31, 2018

Particulars	TAKA	
	31.03.2018	31.03.2017
Cash flows from operating activities		
Cash received from customers	2,708,945,725	2,074,015,730
Cash payments to suppliers & others	(2,309,840,627)	(1,728,512,137)
Income Tax Paid	(43,783,978)	(5,000,000)
WPPF Paid	(13,699,464)	(6,461,240)
Net Cash flow from operating activities	**341,621,656**	**334,042,353**
Cash flows from investing activities		
Acquisition of fixed assets	(62,722,494)	(23,458,663)
Investment in Shares	(76,160)	(82,149)
Net Cash used in investing activities	**(62,798,653)**	**(23,540,812)**
Cash flows from financing activities		
Advance, Deposit & Prepayment	(20,161,724)	(15,026,040)
Financial Expense	(102,133,157)	(76,920,371)
Long Term Loan	1,066,912	(435,942)
Lease Finance	24,474,844	10,907,179
Dividend Payable	36,734	2,063,531
Dividend Paid	(142,830,000)	(99,360,000)
Share money Refundable	177	-
Current Portion of Long Term Loan	(6,023,321)	(2,557,801)
Short Term Loan	136,177,501	(67,994,773)
Net Cash flow from financing activities	**(109,392,034)**	**(249,324,217)**
Net increase/(decrease) in cash and cash equivalents	**169,430,969**	**61,177,325**
Opening cash and cash equivalent	**170,014,033**	**168,779,905**
Closing cash and cash equivalent	**339,445,002**	**229,957,230**
Net Operating Cash flows per share (NOCFPS)	**2.85**	**2.78**

Chairman | Managing Director | Director

Company Secretary | Chief Financial Officer

AMAR STOCK

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Argon Denims Ltd

Selected Notes to the Financial Statements

Un-audited

For the Third Quarter ended March 31, 2018

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 3rd 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 year ended June 30, 2017, 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 year ended June 30, 2017.

AMARSTOCK

ARGON DENIMS LIMITED
Un-audited
Selected Notes to the Financial Statements
For the Third Quarter ended March 31, 2018

No.	Particulars	Taka
06.	**Movement of PPE**	
	Opening Balance	1,525,191,922
	Addition during the period	62,722,494
		1,587,914,416
	Depreciation during the period	89,063,288
	Closing Balance (WDV)	1,498,851,127
07.	**Bills Receivable**	1,938,336,348
	(i) Export bill receivable	1,717,211,123
	(ii) Export incentive	221,125,225
08.	**Inventories**	925,800,015
	Yarn	307,782,419
	Dyes & Chemicals	120,431,350
	Work In Process	88,301,931
	Finished Goods	409,284,315
09.	**Cost of Sales**	2,207,749,356
	Opening Stock	930,673,421
	Purchase	1,848,871,012
		2,779,544,433
	Closing Stock	925,800,015
		1,853,744,418
	Factory Overhead	354,004,938
10.	**Operating Expenses**	110,425,067
	Administrative Expenses	85,177,345
	Selling and Distribution Expenses	25,247,722

AMAR STOCK

ARGON DENIMS LIMITED
Selected Notes to the Financial Statements
Un-audited
For the Third Quarter ended March 31, 2018

No.	Particulars	Taka
11.	**Deferred Tax**	**109,021,169**
	As Per last account	107,805,038
	Add: Charged During the year	1,216,131
12.	**Income Tax**	**157,674,087**
	Opening Balance	157,527,214
	Add: Provision During the year	53,598,065
		211,125,279
	Less : Arrear Income Tax paid	53,451,192

AMAR STOCK