Golden Son Limited

Registered Office: Khowajnagar, P.O. : Ajimpara, P.S. : Karnaphuli, Chittagong, Bangladesh.
Tel: + 880 31 2864526, 617934, Fax: 031-610911

1st Quarter Financial Statements

Consolidated Statement of Financial Position (Un-audited)
as at 30 September 2016

Particulars	Notes	30 September 2016 Taka	30 June 2016 Taka
Assets			
Non-Current Assets:		**3,390,829,715**	**3,380,806,774**
Property, Plant and Equipment	2.a	1,749,189,704	1,768,317,241
Capital Work-in-Progress		1,252,459,659	1,223,287,857
Investment	3.a	389,180,352	389,201,676
Current Assets:		**2,849,207,197**	**2,909,255,325**
Inventories	4.a	1,387,986,334	1,379,807,181
Trade and other Receivables		1,180,582,646	1,217,872,053
Investment in Shares & Securities		9,870,314	9,941,281
Advances, Deposits and Prepayments		257,953,329	290,807,422
Cash and Cash Equivalents	5.a	12,814,574	10,827,388
Total Assets		**6,240,036,912**	**6,290,062,099**
Equity and Liabilities			
Capital and Reserves:			
Issued Share Capital	6	1,717,297,720	1,717,297,720
Share Premium		1,090,156,184	1,090,156,184
Tax Holiday Reserve		50,567,296	50,567,296
Revaluation Reserve		401,050,711	404,581,709
AFS Reserve		(1,464,139)	(1,581,524)
Retained Earnings	7.a	948,204,457	966,815,306
Equity attributable to shareholders' of the company		**4,205,812,229**	**4,227,836,691**
Non-controlling interest		1,000	1,000
		4,205,813,229	**4,227,837,691**
Non-Current Liabilities:		**148,466,365**	**148,997,377**
Deferred Tax		141,840,094	142,277,730
Lease Finance		6,626,271	6,719,647
Current Liabilities:		**1,885,757,318**	**1,913,227,031**
Short Term Borrowings	8.a	1,314,578,251	1,303,092,080
Provisions for Expenses and other Liabilities		533,568,667	582,232,850
Liabilities for other Finance		15,089,336	6,185,612
Current Portion of Lease Finance		2,028,103	2,311,233
Liabilities for Income Tax		20,492,960	19,405,255
Total Liabilities		**2,034,223,683**	**2,062,224,408**
Total Equity and Liabilities		**6,240,036,912**	**6,290,062,099**
Net Asset Value Per Share (NAVPS)		**24.49**	**24.62**

Chairman **Managing Director** **CFO (Acting)** **Company Secretary**

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Golden Son Limited

Consolidated Statement of Profit or Loss and Other Comprehensive Income (Un-audited)

For the first quarter ended 30 September 2016

Particulars	Notes	01 July to 30 September 2016 Taka	01 July to 30 September 2015 Taka
Turnover		171,346,724	468,206,215
Cost of Sales	9.a	167,746,743	352,789,067
Gross Profit		**3,599,981**	**115,417,148**
Operating Expenses	10.a	20,668,313	26,755,542
Trading Profit/ (Loss)		**(17,068,332)**	**88,661,606**
Financial Expenses	11	23,283,163	19,136,747
Gross Operating Profit/ (Loss)		**(40,351,495)**	**69,524,859**
Other Operating Income		179,082	738,025
Non Operating Income		18,680,635	16,492,761
Profit/(Loss) before Tax for the Period		**(21,491,778)**	**86,755,645**
Current Tax		1,087,705	7,261,060
Deferred Tax		185,481	1,706,531
		1,273,186	8,967,591
Net Profit/(Loss) after Tax for the Period		**(22,764,964)**	**77,788,054**
Other Comprehensive Income/Loss :			
Unrealized loss on securities available for sale		117,385	4,029,325
Total Comprehensive Income		**(22,647,579)**	**81,817,379**
Profit/(Loss) Attributable to:			
Owners of the company		(22,647,578)	-
Non-controling interest		1	-
Total Comprehensive Income		**(22,647,579)**	-
Earnings Per Share (EPS)		**(0.13)**	**0.45**
Number of shares used to compute EPS		**171,729,772**	**171,729,772**

Chairman **Managing Director** **CFO (Acting)** **Company Secretary**

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Golden Son Limited

Consolidated Statement of Changes in Equity (Un-audited)

For the first quarter ended 30 September 2016

Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Non-Controling Interest	Total Taka
Balance as of 01 July 2016	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**404,581,709**	**(1,581,524)**	**966,815,306**	1,000	**4,227,837,691**
Transferred Revaluation Reserve	-	-	-	(4,154,115)		4,154,115	-	-
Deferred Tax	-	-	-	623,117		-	-	623,117
Other comprehensive income/loss for the period: (unrealised loss on securities available for sale)	-	-	-	-	117,385	-	-	117,385
Net Profit after tax for the period	-	-	-	-		(22,764,964)	-	(22,764,964)
Balance as of 30 September 2016	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**401,050,711**	**(1,464,139)**	**948,204,457**	**1,000**	**4,205,813,229**

For the first quarter ended 30 September 2015

Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Non-Controling Interest	Total Taka
Balance as of 01 July 2015	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**419,640,954**	**(4,298,432)**	**911,652,360**	-	**4,185,016,082**
Transferred Revaluation Reserve	-	-	-	(7,685,787)		7,685,787	-	-
Other comprehensive income/loss for the period: (unrealised loss on securities available for sale)	-	-	-	-	4,029,325	-	-	4,029,325
Net Profit after tax for the period	-	-	-	-		77,788,054	-	77,788,054
Balance as of 30 September 2015	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**411,955,167**	**(269,107)**	**997,126,201**	-	**4,266,833,461**

Chairman | Managing Director | CFO (Acting) | Company Secretary

Golden Son Limited

Consolidated Statement of Cash Flows (Un-audited)

For the first quarter ended 30 September 2016

Particulars	01 July to 30 September 2016 Taka	01 July to 30 September 2015 Taka
A. Cash Flows from Operating Activities		
Cash Receipts from Customers	220,109,981	205,938,633
Cash Paid to Suppliers and Employees	(178,213,151)	(350,309,346)
Cash Generated from Operations	**41,896,830**	**(144,370,713)**
Income Tax Paid	(1,688,875)	(2,037,854)
Receipt of Bank interest	76,652	855,781
Net cash flows from/(used in) Operating Activities	**40,284,607**	**(145,552,786)**
B. Cash Flows from Investing Activities		
Acquisition of Property, Plant & Equipment	(6,779,851)	(17,050,372)
Payment for Capital Work-in-Progress	(29,171,802)	(13,040,655)
Sales of shares	188,352	4,569,016
Dividend received on Shares & Securities	431,200	-
Investment	21,324	-
Net cash used in Investing Activities	**(35,310,777)**	**(25,522,011)**
C. Cash Flows from Financing Activities		
Receipt of Short term Borrowings	551,095,720	378,450,260
Repayment of Short term Borrowings	(539,609,549)	(129,765,839)
Payment of Interest	(23,283,163)	(19,136,747)
Receipt/ Repayment from Other finance	8,903,724	(28,307,772)
Repayment of Lease Finance	(93,376)	-
Dividend Paid	-	(243,525)
Net cash (used in)/ flows from Financing Activities	**(2,986,644)**	**200,996,377**
Net increase in cash and cash equivalents (A+B+C)	1,987,186	29,921,580
Cash and cash equivalents at beginning of the period	**10,827,388**	35,810,010
Cash and Cash Equivalents at End of the Period	**12,814,574**	**65,731,590**
Net Operating Cash Flows Per Share (NOCFPS)	**0.23**	**(0.85)**

Chairman **Managing Director** **CFO (Acting)** **Company Secretary**

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Golden Son Limited

1st Quarter Financial Statements

Statement of Financial Position (Un-audited)
as at 30 September 2016

Particulars	Notes	30 September 2016 Taka	30 June 2016 Taka
Assets			
Non-Current Assets:		**3,102,262,111**	**3,123,941,923**
Property, Plant and Equipment	2	1,626,766,033	1,650,361,830
Capital Work-in-Progress		1,076,316,726	1,074,379,417
Investment	3	399,179,352	399,200,676
Current Assets:		**2,789,672,783**	**2,843,711,445**
Inventories	4	1,378,107,181	1,379,807,181
Trade and other Receivables		1,172,454,014	1,217,872,053
Investment in Shares & Securities		9,870,314	9,941,281
Advances, Deposits and Prepayments		217,620,217	226,060,617
Cash and Cash Equivalents	5	11,621,057	10,030,313
Total Assets		**5,891,934,894**	**5,967,653,368**
Equity and Liabilities			
Capital and Reserves:		**4,205,804,176**	**4,227,836,691**
Issued Share Capital	6	1,717,297,720	1,717,297,720
Share Premium		1,090,156,184	1,090,156,184
Tax Holiday Reserve		50,567,296	50,567,296
Revaluation Reserve		401,050,711	404,581,709
AFS Reserve		(1,464,139)	(1,581,524)
Retained Earnings	7	948,196,404	966,815,306
Non-Current Liabilities:		**148,422,702**	**148,997,377**
Deferred Tax		141,796,431	142,277,730
Lease Finance		6,626,271	6,719,647
Current Liabilities:		**1,537,708,015**	**1,590,819,300**
Short Term Borrowings	8	994,316,252	1,002,898,009
Provisions for Expenses and other Liabilities		505,809,765	560,019,190
Liabilities for other Finance		15,089,336	6,185,612
Current Portion of Lease Finance		2,028,103	2,311,233
Liabilities for Income Tax		20,464,559	19,405,255
Total Liabilities		**1,686,130,717**	**1,739,816,677**
Total Equity and Liabilities		**5,891,934,894**	**5,967,653,368**
Net Asset Value Per Share (NAVPS)		**24.49**	**24.62**

Chairman **Managing Director** **CFO (Acting)** **Company Secretary**

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Golden Son Limited

Statement of Profit or Loss and Other Comprehensive Income (Un-audited)

For the first quarter ended 30 September 2016

Particulars	Notes	01 July to 30 September 2016 Taka	01 July to 30 September 2015 Taka
Turnover		157,669,649	468,206,215
Cost of Sales	9	155,419,229	352,789,067
Gross Profit		**2,250,420**	**115,417,148**
Operating Expenses	10	19,398,869	26,755,542
Trading Profit/ (Loss)		**(17,148,449)**	**88,661,606**
Financial Expenses	11	23,283,163	19,136,747
Gross Operating Profit/ (Loss)		**(40,431,612)**	**69,524,859**
Other Operating Income		179,082	738,025
Non Operating Income		18,680,635	16,492,761
Profit/(Loss) before Tax for the Period		**(21,571,895)**	**86,755,645**
Current Tax		1,059,304	7,261,060
Deferred Tax		141,818	1,706,531
		1,201,122	8,967,591
Net Profit/(Loss) after Tax for the Period		**(22,773,017)**	**77,788,054**
Other Comprehensive Income/(Loss) :			
Unrealized profit/ (loss) on securities available for sale		117,385	4,029,325
Total Comprehensive Income		**(22,655,632)**	**81,817,379**
Earnings Per Share (EPS)		**(0.13)**	**0.45**
Number of shares used to compute EPS		**171,729,772**	**171,729,772**

Chairman **Managing Director** **CFO (Acting)** **Company Secretary**

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Golden Son Limited

Statement of Changes in Equity (Un-audited)

For the first quarter ended 30 September 2016

Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Total Taka
Balance as of 01 July 2016	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**404,581,709**	**(1,581,524)**	**966,815,306**	**4,227,836,691**
Transferred Revaluation Reserve	-	-	-	(4,154,115)		4,154,115	-
Deferred Tax	-	-	-	623,117		-	623,117
Other comprehensive income/loss for the period:							
(unrealised loss on securities available for sale)	-	-	-	-	117,385	-	117,385
Net Profit after tax for the period	-	-	-	-		(22,773,017)	(22,773,017)
Balance as of 30 September 2016	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**401,050,711**	**(1,464,139)**	**948,196,404**	**4,205,804,176**

For the first quarter ended 30 September 2015

Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Total Taka
Balance as of 01 July 2015	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**419,640,954**	**(4,298,432)**	**911,652,360**	**4,185,016,082**
Transferred Revaluation Reserve	-	-	-	(7,685,787)		7,685,787	-
Other comprehensive income/loss for the period:							
(unrealised loss on securities available for sale)	-	-	-	-	4,029,325	-	4,029,325
Net Profit after tax for the period	-	-	-	-		77,788,054	77,788,054
Balance as of 30 September 2015	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**411,955,167**	**(269,107)**	**997,126,201**	**4,266,833,461**

Chairman | Managing Director | CFO (Acting) | Company Secretary

Golden Son Limited

Statement of Cash Flows (Un-audited)

For the first quarter ended 30 September 2016

Particulars	01 July to 30 September 2016 Taka	01 July to 30 September 2015 Taka
A. Cash Flows from Operating Activities		
Cash Receipts from Customers	214,561,538	205,938,633
Cash Paid to Suppliers and Employees	(186,699,879)	(350,309,346)
Cash Generated from Operations	**27,861,659**	**(144,370,713)**
Income Tax Paid	(1,688,875)	(2,037,854)
Receipt of Bank interest	76,652	855,781
Net cash flows from/(used in) Operating Activities	**26,249,436**	**(145,552,786)**
B. Cash Flows from Investing Activities		
Acquisition of Property, Plant & Equipment	(307,687)	(17,050,372)
Payment for Capital Work-in-Progress	(1,937,309)	(13,040,655)
Sales of shares	188,352	4,569,016
Dividend received on Shares & Securities	431,200	-
Investment	21,324	-
Net cash used in Investing Activities	**(1,604,120)**	**(25,522,011)**
C. Cash Flows from Financing Activities		
Receipt of Short term Borrowings	520,777,792	378,450,260
Repayment of Short term Borrowings	(529,359,549)	(129,765,839)
Payment of Interest	(23,283,163)	(19,136,747)
Receipt/ (Repayment) from Other finance	8,903,724	(28,307,772)
Repayment of Lease Finance	(93,376)	-
Dividend Paid	-	(243,525)
Net cash (used in)/ flows from Financing Activities	**(23,054,572)**	**200,996,377**
Net increase in cash and cash equivalents (A+B+C)	1,590,744	29,921,580
Cash and cash equivalents at beginning of the period	10,030,313	35,810,010
Cash and Cash Equivalents at End of the Period	**11,621,057**	**65,731,590**
Net Operating Cash Flows Per Share (NOCFPS)	**0.15**	**(0.85)**

Chairman **Managing Director** **CFO (Acting)** **Company Secretary**

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Golden Son Limited

Selected Notes to the Financial Statements (Un-Audited)

For the first quarter ended 30 September 2016

1. Incorporation and Business Activities

Golden Son Limited was incorporated as a private company limited by shares under the Companies Act, 1994 vide registration # C-50117 (412) dated 05 August 2003. Subsequently the company was converted into a Public Limited Company with effect from 30 April 2005. It had started commercial operations since January 2005. The registered office and factory of the company is situated at Khawajanagar, Ajimpara, Karnaphully, Chittagong. Golden Son Limited is basically an export oriented company. Its principal activities include manufacturing of household electronics and electrical goods, twill tape, hotpots and various types of toys, etc. Further the company has taken initiatives to set up two new projects namely solar based energy project and computer casing manufacturing project. The construction of expansion is under progress.

1.1 Information Regarding Subsidiary Companies & Associate Company

As on 30 September 2016 Golden Son Limited has 01 (One) subsidiary and 01 One Associate company to include for preparation of consolidated financial statements as per Bangladesh Financial Reporting Standard (BFRS) 10, 'Consolidated Financial Statements'. A brief description of the companies is described below:

Golden Infinity Ltd. (Subsidiary Company)

Golden Infinity Limited is a private limited company incorporated on 29 July 2015 vide registration # C-124585/2015 in Bangladesh under the Companies Act 1994. The main objectives of the company are to manufacturing of various types of Electric Fan, Led light, Vehicle Chain Cooking Pot & Hot pot, etc. Golden Son Limited holds 99.99 percent shares in this company.

GSL Export Ltd. (Associate Company)

GSL Export Limited is a private limited company incorporated on dated 20 August 2013 vide registration # C-110834/13 in Bangladesh under the Companies Act 1994. The main objectives of the company are to manufacturing of various types of soft toys, ready made garments and accessories etc. Golden Son Limited holds 40 percent shares in this company.

		30 September 2016 Taka	30 June 2016 Taka
2. Property, Plant and Equipment			
Cost		1,601,325,340	1,601,017,653
Revaluation		584,501,931	584,501,931
		2,185,827,271	2,185,519,584
Less : Accumulated Depreciation		559,061,238	535,157,754
		1,626,766,033	**1,650,361,830**
2. a Property, Plant and Equipment			
Golden Son Ltd.		1,626,766,033	1,650,361,830
Golden Infinity Ltd.		122,423,671	117,955,411
		1,749,189,704	**1,768,317,241**
3. Investment			
Fixed Deposit Receipts (FDRs):		376,600,000	376,600,000
GSL Export Ltd.	12,601,676		
Add: Income/(loss) from Associates	(21,324)	12,580,352	12,601,676
Golden Infinity Ltd. (Subsidiary)		9,999,000	9,999,000
		399,179,352	**399,200,676**
3. a Investment		399,179,352	399,200,676
Golden Son Ltd.		9,999,000	9,999,000
Less: Inter company Transaction		**389,180,352**	**389,201,676**
4. Inventories			
Raw Materials		1,104,680,475	1,011,380,475
Finished Goods		273,426,706	368,426,706
		1,378,107,181	**1,379,807,181**

4.a Inventories

Golden Son Ltd.	1,378,107,181	1,379,807,181
Golden Infinity Ltd.	9,879,153	-
	1,387,986,334	**1,379,807,181**

5. Cash and Cash Equivalents

Cash in Hand	905,986	180,875
Cash at Bank	10,715,071	9,849,438
	11,621,057	**10,030,313**

5.a Cash and Cash Equivalents

Golden Son Ltd.	11,621,057	10,030,313
Golden Infinity Ltd.	1,193,517	797,075
	12,814,574	**10,827,388**

6. Share Capital

Authorized Capital		
500,000,000 ordinary shares of Tk. 10/- each	**5,000,000,000**	**5,000,000,000**
Issued, Subscribed and Paid-up Capital		
171,729,772 ordinary shares of Tk. 10/- each	**1,717,297,720**	**1,717,297,720**

7 Retained Earnings

Opening Balance	966,815,306	978,384,665
Add: Accumulated Retained Earnings brought forward	(22,773,017)	152,482,630
	944,042,289	1,130,867,295
Add: Transferred from Revaluation Reserve	4,154,115	26,758,861
	948,196,404	1,157,626,156
Less: Stock Dividend (12.50%)	-	190,810,850
	948,196,404	**966,815,306**

7.a Retained Earnings

Golden Son Ltd.	948,196,404	966,815,306
Golden Infinity Ltd.	8,053	-
	948,204,457	**966,815,306**

8. Short Term Borrowings

CC(HYPO) from Mutual Trust Bank Ltd.	206,855,498	206,193,853
CC from EXIM Bank Ltd.	192,190,290	394,156,894
SOD from Exim Bank Ltd.	145,794,434	167,366,821
Demand loan from Mutual Trust Bank Ltd.	196,595,452	150,667,439
CC from Trust Bank Ltd.	252,880,578	-
FO loan from Mutual Trust Bank Ltd.	-	78,644,428
SOD from UCBL	-	5,868,574
	994,316,252	**1,002,898,009**

8.a Short Term Borrowings

Golden Son Ltd.	994,316,252	1,002,898,009
Golden Infinity Ltd.	320,261,999	300,194,071
	1,314,578,251	**1,303,092,080**

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	01 July to 30 September 2016 Taka	01 July to 30 September 2015 Taka
9. Cost of Sales		
Raw Materials and Finished Goods	102,691,830	278,701,524
Factory Overhead	35,994,960	58,163,492
Depreciation	16,732,439	15,924,051
	155,419,229	**352,789,067**
9.a Cost of Sales		
Golden Son Ltd.	155,419,229	352,789,067
Golden Infinity Ltd.	12,327,514	-
	167,746,743	**352,789,067**
10. Operating Expenses		
Salary and allowances	3,646,181	3,252,848
Travelling & conveyance	852,889	352,892
Export expenses	1,906,307	5,009,004
Depreciation	7,171,045	6,824,593
Other expenses	5,822,447	11,316,205
	19,398,869	**26,755,542**
10.a Operating Expenses		
Golden Son Ltd.	19,398,869	26,755,542
Golden Infinity Ltd.	1,269,444	-
	20,668,313	**26,755,542**
11. Financial Expenses		
Interest on CC (EXIM)	8,609,575	11,470,997
Interest on LDBC (EXIM)	102,334	537,718
Interest on LTR(L/c.) (EXIM)	372,439	-
Interest on CC- Hypo(MTBL)	7,167,820	-
Interest on SOD (UCBL)	149,729	-
Interest on Lease Finance-Jeep(NRBC)	190,801	-
Interest on Lease Finance-Micro(NRBC)	120,263	-
Interest on FO Loan (MTBL)	1,092,284	-
Interest on Demand Loan (MTBL)	1,638,952	-
Interest on CC (Trust)	3,838,966	-
Interest on EDF (JBL)	-	117,483
Interest on SOD (EXIM)	-	2,237,640
Interest on Demand Loan (JBL)	-	1,448,184
Interest on LDBC (JBL)	-	1,386,027
Interest on CC (JBL)	-	1,938,698
	23,283,163	**19,136,747**

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