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 2017

Particulars	Notes	30 September 2017 Taka	30 June 2017 Taka
Assets			
Non-Current Assets:		**3,620,691,238**	**3,630,945,992**
Property, Plant and Equipment	2.a	1,772,107,567	1,796,976,282
Capital Work-in-Progress		1,426,081,537	1,411,377,846
Investment	3.a	422,502,134	422,591,864
Current Assets:		**3,298,430,855**	**2,932,731,896**
Inventories	4.a	1,367,938,863	1,287,295,341
Trade and other Receivables		1,434,910,670	1,341,027,800
Investment in Shares & Securities		10,619,210	10,914,610
Advances, Deposits and Prepayments		463,088,137	275,957,460
Cash and Cash Equivalents	5.a	21,873,975	17,536,685
Total Assets		**6,919,122,093**	**6,563,677,888**
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		390,187,874	393,511,710
AFS Reserve		(1,981,614)	(1,999,433)
Retained Earnings		656,134,559	715,289,201
Equity attributable to shareholders' of the company		**3,902,362,019**	**3,964,822,678**
Non-controlling interest		3,215	3,472
		3,902,365,234	**3,964,826,150**
Non-Current Liabilities:		**142,360,357**	**143,653,113**
Deferred Tax		137,312,039	138,105,602
Lease Finance		5,048,318	5,547,511
Current Liabilities:		**2,874,396,502**	**2,455,198,626**
Short Term Borrowings	8.a	2,118,584,040	1,921,890,682
Provisions for Expenses and other Liabilities		706,725,698	498,010,596
Liabilities for other Finance		40,161,173	27,260,518
Current Portion of Lease Finance		2,221,533	2,143,428
Liabilities for Income Tax		6,704,059	5,893,402
Total Liabilities		**3,016,756,860**	**2,598,851,739**
Total Equity and Liabilities		**6,919,122,093**	**6,563,677,888**
Net Asset Value Per Share (NAVPS)		**22.72**	**23.09**

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 2017

Particulars	Notes	01 July to 30 September 2017 Taka	01 July to 30 September 2016 Taka
Turnover		132,352,399	171,346,724
Cost of Sales	9.a	139,726,192	167,567,661
Gross Profit		**(7,373,793)**	**3,779,063**
Operating Expenses	10.a	18,187,804	20,668,313
Trading Profit/ (Loss)		**(25,561,597)**	**(16,889,250)**
Financial Expenses	11.a	51,662,743	23,283,163
Gross Operating Profit/ (Loss)		**(77,224,340)**	**(40,172,413)**
Non Operating Income		14,760,719	18,680,635
Profit/(Loss) before Tax for the Period		**(62,463,621)**	**(21,491,778)**
Current Tax		810,656	1,087,705
Deferred Tax		(208,983)	185,481
		601,673	1,273,186
Net Profit/(Loss) after Tax for the Period		**(63,065,294)**	**(22,764,964)**
Other Comprehensive Income/Loss :			
Unrealized loss on securities available for sale		(202,360)	117,385
Related Deferred Tax		1,980	-
Total Comprehensive Income		**(63,265,674)**	**(22,647,579)**
Profit/(Loss) Attributable to:			
Owners of the company		**(63,265,417)**	**(22,647,578)**
Non-controling interest		**(257)**	1
Total Comprehensive Income		**(63,265,674)**	**(22,647,579)**
Earnings Per Share (EPS)		**(0.37)**	**(0.13)**
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 2017

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 2017	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**393,511,709**	**(1,999,433)**	**715,289,201**	**3,472**	**3,964,826,149**
Transferred Revaluation Reserve	-	-	-	(3,910,395)		3,910,395	-	-
Deferred Tax	-	-	-	586,560		-	-	586,560
Other comprehensive income/loss for the period: (unrealised loss on securities available for sale)	-	-	-	-	(202,360)	-	-	(202,360)
Related Deferred Tax					220,179			220,179
Net Profit after tax for the period	-	-	-	-		(63,065,037)	(257)	(63,065,294)
Balance as of 30 September 2017	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**390,187,874**	**(1,981,614)**	**656,134,559**	**3,215**	**3,902,365,234**

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**

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

Golden Son Limited

Consolidated Statement of Cash Flows (Un-audited)

For the first quarter ended 30 September 2017

Particulars	01 July to 30 September 2017 Taka	01 July to 30 September 2016 Taka
A. Cash Flows from Operating Activities		
Cash Receipts from Customers	50,890,504	220,109,981
Cash Paid to Suppliers and Employees	(186,750,117)	(178,213,151)
Cash Generated from Operations	**(135,859,613)**	**41,896,830**
Income Tax Paid	(500,950)	(1,688,875)
Receipt of Bank interest	50,565	76,652
Net cash flows from/(used in) Operating Activities	**(136,309,998)**	**40,284,607**
B. Cash Flows from Investing Activities		
Acquisition of Property, Plant & Equipment	(1,831,422)	(6,779,851)
Payment for Capital Work-in-Progress	(14,703,691)	(29,171,802)
Sales of shares	315,199	188,352
Dividend received on Shares & Securities	-	431,200
Investment	89,730	21,324
Net cash used in Investing Activities	**(16,130,184)**	**(35,310,777)**
C. Cash Flows from Financing Activities		
Receipt of Short term Borrowings	622,706,820	551,095,720
Repayment of Short term Borrowings	(426,013,462)	(539,609,549)
Payment of Interest	(51,662,743)	(23,283,163)
Receipt/ Repayment from Other finance	12,900,655	8,903,724
Repayment of Lease Finance	(421,089)	(93,376)
Dividend Paid	(732,710)	-
Net cash (used in)/ flows from Financing Activities	**156,777,471**	**(2,986,644)**
Net increase in cash and cash equivalents (A+B+C)	4,337,289	1,987,186
Cash and cash equivalents at beginning of the period	**17,536,685**	**10,827,388**
Cash and Cash Equivalents at End of the Period	**21,873,974**	**12,814,574**
Net Operating Cash Flows Per Share (NOCFPS)	**(0.79)**	**0.23**

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 2017

Particulars	Notes	30 September 2017 Taka	30 June 2017 Taka
Assets			
Non-Current Assets:		**3,194,707,818**	**3,204,216,404**
Property, Plant and Equipment	2	1,557,156,311	1,579,013,303
Capital Work-in-Progress		1,165,054,373	1,152,616,237
Investment	3	472,497,134	472,586,864
Current Assets:		**3,007,876,964**	**2,859,087,336**
Inventories	4	1,216,909,606	1,183,766,084
Trade and other Receivables		1,335,216,580	1,272,653,855
Investment in Shares & Securities		10,619,210	10,914,610
Advances, Deposits and Prepayments		427,575,043	374,507,379
Cash and Cash Equivalents	5	17,556,525	17,245,408
Total Assets		**6,202,584,782**	**6,063,303,740**
Equity and Liabilities			
Capital and Reserves:		**3,920,214,629**	**3,980,103,823**
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		390,187,875	393,511,710
AFS Reserve		(1,981,614)	(1,999,433)
Retained Earnings	7	673,987,168	730,570,346
Non-Current Liabilities:		**142,360,357**	**143,653,113**
Deferred Tax		137,312,039	138,105,602
Lease Finance		5,048,318	5,547,511
Current Liabilities:		**2,140,009,796**	**1,939,546,804**
Short Term Borrowings	8	1,733,903,525	1,530,182,591
Provisions for Expenses and other Liabilities		357,596,299	374,480,248
Liabilities for other Finance		40,161,173	27,260,518
Current Portion of Lease Finance		2,221,532	2,143,428
Liabilities for Income Tax		6,127,266	5,480,019
Total Liabilities		**2,282,370,153**	**2,083,199,917**
Total Equity and Liabilities		**6,202,584,782**	**6,063,303,740**
Net Asset Value Per Share (NAVPS)		**22.83**	**23.18**

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 2017

Particulars	Notes	01 July to 30 September 2017 Taka	01 July to 30 September 2016 Taka
Turnover		105,117,487	157,669,649
Cost of Sales	9	115,930,429	155,240,147
Gross Profit		**(10,812,942)**	**2,429,502**
Operating Expenses	10	14,339,489	19,398,869
Trading Profit/ (Loss)		**(25,152,431)**	**(16,969,367)**
Financial Expenses	11	49,663,597	23,283,163
Gross Operating Profit/ (Loss)		**(74,816,028)**	**(40,252,530)**
Non Operating Income		14,760,719	18,680,635
Profit/(Loss) before Tax for the Period		**(60,055,309)**	**(21,571,895)**
Current Tax		647,247	1,059,304
Deferred Tax		(208,983)	141,818
		438,264	1,201,122
Net Profit/(Loss) after Tax for the Period		**(60,493,573)**	**(22,773,017)**
Other Comprehensive Income/(Loss) :			
Unrealized profit/ (loss) on securities available for sale		(202,360)	117,385
Related Deferred Tax		1,980	-
Total Comprehensive Income		**(60,693,953)**	**(22,655,632)**
Earnings Per Share (EPS)		**(0.35)**	**(0.13)**
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 2017

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 2017	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**393,511,709**	**(1,999,433)**	**730,570,346**	**3,980,103,822**
Transferred Revaluation Reserve	-	-	-	(3,910,395)	-	3,910,395	-
Deferred Tax	-	-	-	586,560	-	-	586,560
Other comprehensive income/loss for the period:							
(unrealised loss on securities available for sale)	-	-	-	-	(202,360)	-	(202,360)
Related Deferred Tax					220,179		220,179
Net Profit after tax for the period	-	-	-	-		(60,493,573)	(60,493,573)
Balance as of 30 September 2017	**1,717,297,720**	**1,090,156,184**	**50,567,296**	**390,187,874**	**(1,981,614)**	**673,987,168**	**3,920,214,628**

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**

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

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Golden Son Limited

Statement of Cash Flows (Un-audited)

For the first quarter ended 30 September 2017

Particulars	01 July to 30 September 2017 Taka	01 July to 30 September 2016 Taka
A. Cash Flows from Operating Activities		
Cash Receipts from Customers	54,975,737	214,561,538
Cash Paid to Suppliers and Employees	(207,617,222)	(186,699,879)
Cash Generated from Operations	**(152,641,485)**	**27,861,659**
Income Tax Paid	(500,950)	(1,688,875)
Receipt of Bank interest	50,565	76,652
Net cash (used in)/flows from Operating Activities	**(153,091,870)**	**26,249,436**
B. Cash Flows from Investing Activities		
Acquisition of Property, Plant & Equipment	(368,000)	(307,687)
Payment for Capital Work-in-Progress	(12,438,136)	(1,937,309)
Sales of shares	315,199	188,352
Dividend received on Shares & Securities	-	431,200
Investment	89,730	21,324
Net cash used in Investing Activities	**(12,401,207)**	**(1,604,120)**
C. Cash Flows from Financing Activities		
Receipt of Short term Borrowings	610,232,086	520,777,792
Repayment of Short term Borrowings	(406,511,152)	(529,359,549)
Payment of Interest	(49,663,597)	(23,283,163)
Receipt from Other finance	12,900,655	8,903,724
Repayment of Lease Finance	(421,089)	(93,376)
Dividend Paid	(732,710)	-
Net cash flows from/(used in) Financing Activities	**165,804,193**	**(23,054,572)**
Net increase in cash and cash equivalents (A+B+C)	311,116	1,590,744
Cash and cash equivalents at beginning of the period	17,245,408	10,030,313
Cash and Cash Equivalents at End of the Period	**17,556,524**	**11,621,057**
Net Operating Cash Flows Per Share (NOCFPS)	**(0.89)**	**0.15**

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 2017

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 2017 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 2017 Taka	30 June 2017 Taka
2. Property, Plant and Equipment			
Cost		1,626,476,530	1,626,108,530
Revaluation		584,501,931	584,501,931
		2,210,978,461	2,210,610,461
Less : Accumulated Depreciation		653,822,150	631,597,158
		1,557,156,311	**1,579,013,303**
2. a Property, Plant and Equipment			
Golden Son Ltd.		1,557,156,311	1,579,013,303
Golden Infinity Ltd.		214,951,256	217,962,979
		1,772,107,567	**1,796,976,282**
3. Investment			
Fixed Deposit Receipts (FDRs):		410,600,000	410,600,000
GSL Export Ltd.	11,991,864		
Add: Income/(loss) from Associates	(89,730)	11,902,134	11,991,864
Golden Infinity Ltd. (Subsidiary)		49,995,000	49,995,000
		472,497,134	**472,586,864**
3. a Investment			
Golden Son Ltd.		472,497,134	472,586,864
Less: Inter company Transaction		49,995,000	49,995,000
		422,502,134	**422,591,864**
4. Inventories			
Raw Materials		933,640,938	906,040,938
Finished Goods		283,268,668	277,725,146
		1,216,909,606	**1,183,766,084**

4.a Inventories

Golden Son Ltd.	1,216,909,606	1,183,766,084
Golden Infinity Ltd.	151,029,257	103,529,257
	1,367,938,863	**1,287,295,341**

5. Cash and Cash Equivalents

Cash in Hand	730,018	936,097
Cash at Bank	16,826,507	16,309,311
	17,556,525	**17,245,408**

5.a Cash and Cash Equivalents

Golden Son Ltd.	17,556,525	17,245,408
Golden Infinity Ltd.	4,317,450	291,277
	21,873,975	**17,536,685**

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	730,570,346	966,815,306
Add: Net (Loss)/Profit After tax during the period	(60,493,573)	(202,963,122)
	670,076,773	763,852,184
Add: Transferred from Revaluation Reserve	3,910,395	16,616,463
	673,987,168	780,468,647
Less: Cash Dividend (5%)	-	49,898,300
	673,987,168	**730,570,346**

8. Short Term Borrowings

CC from EXIM Bank Ltd.	210,176,657	203,944,908
Time loan from Mutual Trust Bank Ltd.	-	28,574,828
CC(HYPO) from Mutual Trust Bank Ltd.	266,474,749	205,958,781
EDF loan from Mutual Trust Bank Ltd.	23,830,221	23,830,221
IBB from Exim Bank Ltd.	251,743,073	247,201,957
Term loan from Mutual Trust Bank Ltd.	338,669,905	296,114,769
SOD from Dhaka Bank Ltd.	6,244,802	5,013,889
Loan General from Mutual Trust Bank Ltd.	46,985,724	10,470,028
CC from Trust Bank Ltd.	519,778,394	509,073,210
STL From Dhaka Bank	70,000,000	-
	1,733,903,525	**1,530,182,591**

8.a Short Term Borrowings

Golden Son Ltd.	1,733,903,525	1,530,182,591
Golden Infinity Ltd.	384,680,515	391,708,091
	2,118,584,040	**1,921,890,682**

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	01 July to 30 Taka	01 July to 30 Taka
9. Cost of Sales		
Raw Materials and Finished Goods	67,298,576	102,691,830
Factory Overhead	33,074,359	35,994,960
Depreciation	15,557,494	16,732,439
	115,930,429	**155,419,229**
9.a Cost of Sales		
Golden Son Ltd.	115,930,429	155,419,229
Golden Infinity Ltd.	23,795,763	12,327,514
	139,726,192	**167,746,743**
10. Operating Expenses		
Salary and allowances	3,373,457	3,646,181
Travelling & conveyance	234,862	852,889
Export expenses	1,362,219	1,906,307
Depreciation	6,667,498	7,171,045
Other expenses	2,701,453	5,822,447
	14,339,489	**19,398,869**
10.a Operating Expenses		
Golden Son Ltd.	14,339,489	19,398,869
Golden Infinity Ltd.	3,848,315	1,269,444
	18,187,804	**20,668,313**
11. Financial Expenses		
Interest on CC (EXIM)	6,231,749	8,609,575
Interest on LDBC (EXIM)	222,852	102,334
Interest on LTR(L/c.) (EXIM)	1,758,614	372,439
Interest on CC- Hypo(MTBL)	6,706,508	7,167,820
Interest on Lease Finance-Jeep(NRBC)	163,157	190,801
Interest on Lease Finance-Micro(NRBC)	103,723	120,263
Interest on CC (Trust)	12,905,184	3,838,966
Interest on Time Loan (MTBL)	112,931	-
Interest on IBB (EXIM)	8,802,818	-
Interest on Term Loan(MTBL)	11,328,489	1,638,952
Interest on LTR(L/c.) (MTBL)	25,933	-
Interest on Loan General (MTB)	575,726	-
Interest On STL	575,000	-
Interest on SOD (DBL)	150,913	-
Interest on SOD (UCBL)	-	149,729
Interest on FO Loan (MTBL)	-	1,092,284
Interest on Demand Loan (MTBL)	-	
	49,663,597	**23,283,163**
11.a Financial Expenses		
Golden Son Ltd.	49,663,597	23,283,163
Golden Infinity Ltd.	1,999,146	-
	51,662,743	**23,283,163**

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