



# Golden Son Limited

Registered Office: Khowaj Nagar, P.O. : Ajimpara, P.S. : Karnaphuli, Chattogram, Bangladesh.

Tel: + 880 31 2864526, 617934, Fax: 031-610911

## 1st Quarter Financial Statements

### Consolidated Statement of Financial Position (Un-audited)

as at 30 September 2019

Particulars	Notes	30 September 2019 Taka	30 June 2019 Taka
<b>Assets</b>			
<b>Non-Current Assets:</b>			
		<b>3,716,633,384</b>	<b>3,730,525,165</b>
Property, Plant and Equipment	2.a	3,140,977,541	3,167,050,959
Capital Work-in-Progress	3.a	170,826,508	158,379,371
Investment	4.a	404,829,335	405,094,835
<b>Current Assets:</b>			
		<b>3,460,430,410</b>	<b>3,414,113,973</b>
Inventories	5.a	1,330,123,276	1,376,919,976
Trade and other Receivables		1,719,598,754	1,628,640,131
Investment in Shares & Securities		7,237,624	8,081,845
Advances, Deposits and Prepayments		362,975,064	368,506,061
Cash and Cash Equivalents	6.a	40,495,692	31,965,960
<b>Total Assets</b>		<b>7,177,063,794</b>	<b>7,144,639,138</b>
<b>Equity and Liabilities</b>			
<b>Capital and Reserves:</b>			
Paid Up Share Capital	7	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		364,747,202	367,695,994
AFS Reserve		(3,928,121)	(3,168,321)
Retained Earnings	8.a	359,201,235	396,778,977
<b>Equity attributable to shareholders' of the company</b>		<b>3,578,041,516</b>	<b>3,619,327,850</b>
Non-controlling interest		2,490	2,818
		<b>3,578,044,006</b>	<b>3,619,330,668</b>
<b>Non-Current Liabilities:</b>			
		<b>1,602,595,127</b>	<b>1,563,455,862</b>
Deferred Tax	9.a	138,017,386	132,736,424
Long Term Loan		1,461,549,339	1,427,406,084
Lease Finance	10.a	3,028,402	3,313,354
<b>Current Liabilities:</b>			
		<b>1,996,424,661</b>	<b>1,961,852,608</b>
Short Term Borrowings	11.a	1,272,577,601	1,139,870,428
Provisions for Expenses and other Liabilities		368,732,918	457,508,016
Liabilities for other Finance		18,251,868	37,361,931
Current Portion of Long Term Loan		326,399,214	318,180,505
Current Portion of Lease Finance		3,302,190	3,177,738
Liabilities for Income Tax		7,160,870	5,753,990
<b>Total Liabilities</b>		<b>3,599,019,788</b>	<b>3,525,308,470</b>
<b>Total Equity and Liabilities</b>		<b>7,177,063,794</b>	<b>7,144,639,138</b>
<b>Net Asset Value Per Share (NAVPS)</b>		<b>20.84</b>	<b>21.08</b>

  
Chairman

  
Managing Director

  
Director

  
CFO (Acting)

  
Company Secretary

# Golden Son Limited

## Consolidated Statement of Profit or Loss and Other Comprehensive Income (Un-audited) For the first quarter ended 30 September 2019

Particulars	Notes	01 July to 30 September 2019 Taka	01 July to 30 September 2018 Taka
Turnover		205,346,754	155,784,295
Cost of Sales	12.a	162,565,977	141,055,689
<b>Gross Profit</b>		<b>42,780,777</b>	<b>14,728,606</b>
Operating Expenses	13.a	22,812,126	16,542,207
<b>Trading Profit/ ( Loss)</b>		<b>19,968,651</b>	<b>(1,813,601)</b>
Financial Expenses	14.a	68,617,108	61,608,765
<b>Gross Operating Loss</b>		<b>(48,648,457)</b>	<b>(63,422,366)</b>
Non Operating Income		14,893,858	14,898,718
<b>Loss before Tax for the Period</b>		<b>(33,754,599)</b>	<b>(48,523,648)</b>
Current Tax		1,406,880	1,025,375
Deferred Tax		5,885,758	(897,463)
		7,292,638	127,912
<b>Net Loss after Tax for the Period</b>		<b>(41,047,237)</b>	<b>(48,651,560)</b>
<b>Other Comprehensive Income/Loss :</b>			
Unrealized Gain on securities available for sale		(844,221)	253,799
Related Deferred Tax		84,421	(25,380)
<b>Total Comprehensive Loss</b>		<b>(41,807,037)</b>	<b>(48,423,141)</b>
<b>Loss Attributable to:</b>			
Owners of the company		<b>(41,806,709)</b>	<b>(48,423,010)</b>
Non-controlling interest		(328)	(131)
<b>Total Comprehensive Loss</b>		<b>(41,807,037)</b>	<b>(48,423,141)</b>
<b>Earnings Per Share (EPS)</b>		<b>(0.2390)</b>	<b>(0.2833)</b>
<b>Number of shares used to compute EPS</b>		<b>171,729,772</b>	<b>171,729,772</b>

  
Chairman

  
Managing Director

  
Director

  
CFO (Acting)

  
Company Secretary



## Golden Son Limited

### Consolidated Statement of Changes in Equity (Un-audited)

For the first quarter ended 30 September 2019

Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Non-Controlling Interest	Total Taka
<b>Balance as at 01 July 2019</b>	1,717,297,720	1,090,156,184	50,567,296	367,695,994	(3,168,321)	396,778,977	2,818	3,619,330,668
Transferred Revaluation Reserve	-	-	-	(3,469,167)	-	3,469,167	-	-
Deferred Tax	-	-	-	520,375	-	-	-	520,375
Other comprehensive income/loss for the period: (unrealized loss on securities available for sale)	-	-	-	-	(844,221)	-	-	(844,221)
Related Deferred Tax	-	-	-	-	84,421	-	-	84,421
Net Profit after tax for the period	-	-	-	-	-	(41,046,909)	(328)	(41,047,237)
<b>Balance as at 30 September 2019</b>	1,717,297,720	1,090,156,184	50,567,296	364,747,202	(3,928,121)	359,201,235	2,490	3,578,044,006

For the first quarter ended 30 September 2018

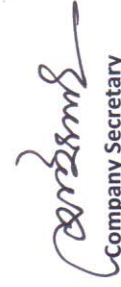
Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Non-Controlling Interest	Total Taka
<b>Balance as at 01 July 2018</b>	1,717,297,720	1,090,156,184	50,567,296	380,216,366	(3,336,925)	552,356,496	3,125	3,787,260,262
Transferred Revaluation Reserve	-	-	-	(3,682,462)	-	3,682,462	-	-
Deferred Tax	-	-	-	552,369	-	-	-	552,369
Other comprehensive income/loss for the period: (unrealized loss on securities available for sale)	-	-	-	-	253,799	-	-	253,799
Related Deferred Tax	-	-	-	-	(25,380)	-	-	(25,380)
Net Loss after tax for the period	-	-	-	-	-	(48,651,429)	(131)	(48,651,560)
<b>Balance as at 30 September 2018</b>	1,717,297,720	1,090,156,184	50,567,296	377,086,273	(3,108,506)	507,387,529	2,994	3,739,389,490

  
Chairman

  
Managing Director

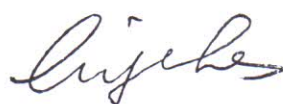
  
Director

  
CFO (Acting)

  
Company Secretary

**Golden Son Limited**  
**Consolidated Statement of Cash Flows (Un-audited)**  
**For the first quarter ended 30 September 2019**

Particulars	01 July to 30 September 2019	01 July to 30 September 2018
	Taka	Taka
<b>A. Cash Flows from Operating Activities</b>		
Cash Receipts from Customers	125,872,842	40,993,089
Cash Paid to Suppliers and Employees	(185,153,303)	(11,063,585)
Cash Generated from Operations	<b>(59,280,461)</b>	<b>29,929,504</b>
Income Tax Paid	(961,515)	(2,149,659)
Receipt of Bank interest	67,078	13,483,581
<b>Net cash (used in) / Flows from Operating Activities</b>	<b>(60,174,898)</b>	<b>41,263,426</b>
<b>B. Cash Flows from Investing Activities</b>		
Acquisition of Property, Plant & Equipment	(6,104,699)	(8,632,568)
Payment for Capital Work-in-Progress	(12,447,137)	(16,472,941)
Dividend received on Shares & Securities	75,000	75,000
Encashment of FDR(s)	-	13,000,000
<b>Net cash used in Investing Activities</b>	<b>(18,476,836)</b>	<b>(12,030,509)</b>
<b>C. Cash Flows from Financing Activities</b>		
Receipt of Short term Loans	702,422,782	143,211,905
Repayment of Short term Loans	(569,715,609)	(342,954,553)
Receipt from long term Loans	100,971,924	274,646,531
Repayment of Long term Loans	(58,609,960)	(15,565,500)
Payment of Interest	(68,617,108)	(61,608,765)
(Repayment)/ Receipt from Other finance	(19,110,063)	(3,707,774)
Repayment of Lease Finance	(160,500)	(545,624)
<b>Net cash Flows /(used in) Financing Activities</b>	<b>87,181,466</b>	<b>(6,523,780)</b>
Net increase in cash and cash equivalents (A+B+C)	8,529,732	22,709,137
Cash and cash equivalents at beginning of the period	31,965,960	22,824,992
<b>Cash and Cash Equivalents at End of the Period</b>	<b>40,495,692</b>	<b>45,534,129</b>
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>(0.3504)</b>	<b>0.2403</b>

  
Chairman

  
Managing Director

  
Director

  
CFO (Acting)

  
Company Secretary



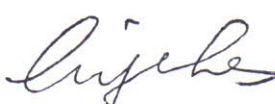

# Golden Son Limited

## 1st Quarter Financial Statements


### Statement of Financial Position (Un-audited)

as at 30 September 2019

Particulars	Notes	30 September 2019 Taka	30 June 2019 Taka
<b>Assets</b>			
<b>Non-Current Assets:</b>			
		<b>3,154,045,712</b>	<b>3,167,200,386</b>
Property, Plant and Equipment	2	2,567,581,451	2,588,629,039
Capital Work-in-Progress	3	131,639,926	123,481,512
Investment	4	454,824,335	455,089,835
<b>Current Assets:</b>			
		<b>3,341,325,640</b>	<b>3,293,561,302</b>
Inventories	5	1,037,712,430	1,064,862,980
Trade and other Receivables		1,526,896,505	1,465,633,840
Investment in Shares & Securities		7,237,624	8,081,845
Advances, Deposits and Prepayments		732,516,401	724,197,038
Cash and Cash Equivalents	6	36,962,680	30,785,599
<b>Total Assets</b>		<b>6,495,371,352</b>	<b>6,460,761,688</b>
<b>Equity and Liabilities</b>			
<b>Capital and Reserves:</b>			
		<b>3,603,140,044</b>	<b>3,641,149,175</b>
Paid Up Share Capital	7	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		364,747,202	367,695,994
AFS Reserve		(3,928,121)	(3,168,321)
Retained Earnings	8	384,299,763	418,600,302
<b>Non-Current Liabilities:</b>			
		<b>1,188,668,270</b>	<b>1,143,568,166</b>
Deferred Tax	9	138,017,386	132,736,424
Long Term Loan		1,049,044,848	1,009,061,949
Lease Finance	10	1,606,036	1,769,793
<b>Current Liabilities:</b>			
		<b>1,703,563,038</b>	<b>1,676,044,347</b>
Short Term Borrowings	11	1,158,540,001	1,043,956,395
Provisions for Expenses and other Liabilities		345,257,315	418,089,763
Liabilities for other Finance		18,251,868	37,361,931
Current Portion of Long Term Loan		173,829,059	170,210,464
Current Portion of Lease Finance		2,515,457	2,419,784
Liabilities for Income Tax		5,169,338	4,006,010
<b>Total Liabilities</b>		<b>2,892,231,308</b>	<b>2,819,612,513</b>
<b>Total Equity and Liabilities</b>		<b>6,495,371,352</b>	<b>6,460,761,688</b>
<b>Net Asset Value Per Share (NAVPS)</b>		<b>20.98</b>	<b>21.20</b>


  
 Chairman                      Managing Director

  
 Director

  
 CFO (Acting)

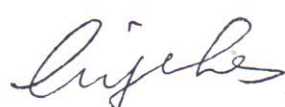
  
 Company Secretary

# Golden Son Limited

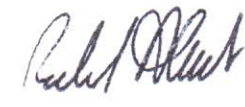
## Statement of Profit or Loss and Other Comprehensive Income (Un-audited)

For the first quarter ended 30 September 2019

Particulars	Notes	01 July to 30 September 2019 Taka	01 July to 30 September 2018 Taka
<b>Turnover</b>		164,754,723	135,196,875
Cost of Sales	12	130,331,157	125,952,317
<b>Gross Profit</b>		<b>34,423,566</b>	<b>9,244,558</b>
Operating Expenses	13	19,283,656	14,107,265
<b>Trading Profit/ (Loss)</b>		<b>15,139,910</b>	<b>(4,862,707)</b>
Financial Expenses	14	60,754,388	57,372,127
<b>Gross Operating Loss</b>		<b>(45,614,478)</b>	<b>(62,234,834)</b>
Non Operating Income		14,893,858	14,898,718
<b>Loss before Tax for the Period</b>		<b>(30,720,620)</b>	<b>(47,336,116)</b>
Current Tax		1,163,328	901,850
Deferred Tax		5,885,758	(897,463)
		7,049,086	4,387
<b>Net Loss after Tax for the Period</b>		<b>(37,769,706)</b>	<b>(47,340,503)</b>
<b>Other Comprehensive Income/(Loss) :</b>			
Unrealized profit/ (loss) on securities available for sale		(844,221)	253,799
Related Deferred Tax		84,421	(25,380)
<b>Total Comprehensive Loss</b>		<b>(38,529,506)</b>	<b>(47,112,084)</b>
<b>Earnings Per Share (EPS)</b>		<b>(0.2199)</b>	<b>(0.2757)</b>
<b>Number of shares used to compute EPS</b>		<b>171,729,772</b>	<b>171,729,772</b>



Chairman



Managing Director



Director



CFO (Acting)



Company Secretary



## Golden Son Limited

### Statement of Changes in Equity (Un-audited)

For the first quarter ended 30 September 2019

Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Total Taka
<b>Balance as at 01 July 2019</b>	<b>1,717,297,720</b>	<b>1,090,156,184</b>	<b>50,567,296</b>	<b>367,695,994</b>	<b>(3,168,321)</b>	<b>418,600,302</b>	<b>3,641,149,175</b>
Transferred Revaluation Reserve	-	-	-	(3,469,167)	-	3,469,167	-
Deferred Tax	-	-	-	520,375	-	-	520,375
Other comprehensive income/loss for the period: (unrealized loss on securities available for sale)	-	-	-	-	(844,221)	-	(844,221)
Related Deferred Tax	-	-	-	-	84,421	-	84,421
Net Loss after tax for the period	-	-	-	-	-	(37,769,706)	(37,769,706)
<b>Balance as at 30 September 2019</b>	<b>1,717,297,720</b>	<b>1,090,156,184</b>	<b>50,567,296</b>	<b>364,747,202</b>	<b>(3,928,121)</b>	<b>384,299,763</b>	<b>3,603,140,044</b>

For the first quarter ended 30 September 2018

Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Total Taka
<b>Balance as at 01 July 2018</b>	<b>1,717,297,720</b>	<b>1,090,156,184</b>	<b>50,567,296</b>	<b>380,216,366</b>	<b>(3,336,925)</b>	<b>571,104,546</b>	<b>3,806,005,187</b>
Transferred Revaluation Reserve	-	-	-	(3,682,462)	-	3,682,462	-
Deferred Tax	-	-	-	552,369	-	-	552,369
Other comprehensive income/loss for the period: (unrealized loss on securities available for sale)	-	-	-	-	253,799	-	253,799
Related Deferred Tax	-	-	-	-	(25,380)	-	(25,380)
Net Profit after tax for the period	-	-	-	-	-	(47,340,503)	(47,340,503)
<b>Balance as at 30 September 2018</b>	<b>1,717,297,720</b>	<b>1,090,156,184</b>	<b>50,567,296</b>	<b>377,086,273</b>	<b>(3,108,506)</b>	<b>527,446,505</b>	<b>3,759,445,472</b>

  
Chairman

  
Managing Director

  
Director

  
CFO (Acting)

  
Company Secretary

**Golden Son Limited**  
**Statement of Cash Flows (Un-audited)**  
**For the first quarter ended 30 September 2019**

Particulars	01 July to 30 September 2019  Taka	01 July to 30 September 2018  Taka
<b>A. Cash Flows from Operating Activities</b>		
Cash Receipts from Customers	114,976,769	34,195,033
Cash Paid to Suppliers and Employees	(174,050,439)	(7,770,532)
Cash Generated from Operations	<b>(59,073,670)</b>	<b>26,424,501</b>
Income Tax Paid	(958,255)	(1,834,377)
Receipt of Bank interest	67,078	13,483,581
<b>Net cash (used in) /flows from Operating Activities</b>	<b>(59,964,847)</b>	<b>38,073,705</b>
<b>B. Cash Flows from Investing Activities</b>		
Acquisition of Property, Plant & Equipment	(4,027,223)	(3,204,584)
Payment for Capital Work-in-Progress	(8,158,414)	(8,791,211)
Dividend received on Shares & Securities	75,000	75,000
Encashment of FDR(s)	-	13,000,000
<b>Net cash (used in) /flows from Investing Activities</b>	<b>(12,110,637)</b>	<b>1,079,205</b>
<b>C. Cash Flows from Financing Activities</b>		
Receipt of Short term Loans	681,933,324	127,652,098
Repayment of Short term Loans	(567,349,718)	(341,914,663)
Receipt from long term Loans	90,324,922	256,945,372
Repayment of Long term Loans	(46,723,428)	-
Payment of Interest	(60,754,388)	(57,372,127)
Repayment of Other finance	(19,110,063)	(3,707,774)
Repayment of Lease Finance	(68,084)	(459,001)
<b>Net cash flows from /(used in) Financing Activities</b>	<b>78,252,565</b>	<b>(18,856,095)</b>
Net increase in cash and cash equivalents (A+B+C)	6,177,081	20,296,815
Cash and cash equivalents at beginning of the period	30,785,599	22,356,045
<b>Cash and Cash Equivalents at End of the Period</b>	<b>36,962,680</b>	<b>42,652,860</b>
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>(0.3492)</b>	<b>0.2217</b>

  
Chairman

  
Managing Director

  
Director

  
CFO (Acting)

  
Company Secretary



**Golden Son Limited**  
**Selected Notes to the Financial Statements (Un-Audited)**  
**For the first quarter ended 30 September 2019**

**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, Karnaphuli, Chattagram. 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 2019 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 for kids, ready made garments and accessories etc. Golden Son Limited holds 40 percent shares in this company.

**1.2 Basis Of Consolidation**

The financial statements of the company and its subsidiary have been consolidated in accordance with International Financial Reporting Standard (IFRS) 10: 'Consolidated Financial Statements'. The consolidation of the financial statements has been prepared by using uniform accounting policies and after eliminating all material intra group balances, income and expenses arising from intra-group transactions.

All assets and liabilities of the company and of its subsidiary are shown in the consolidated Statement of Financial Position. The interest of minority shareholders of the subsidiary are shown separately in the consolidated Statement of Financial Position under the head 'Non-controlling Interest'.

An associate is an entity in which the Company has significant influence and which is neither a subsidiary nor a joint venture. The Company's investment in associates is accounted for in the financial statements using the Equity Method in accordance with International Accounting Standard 28: Accounting for investment in associates. Such investments are classified as other assets in the balance sheet and the share of profit/ loss of such investment is classified under other operating income in the profit and loss account.

**1.3 Basis of Measurement**

The financial statements of the company have been prepared on the historical cost convention method.

#### **1.4 Property, Plant & Equipment**

These are recognized initially at cost and subsequently at cost and revalued amount less accumulated depreciation in compliance with IAS-16: Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any direct attributable cost of bringing the assets to its working condition for its intended use. Expenditure incurred after the assets have been put into use, such as repairs and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the assets, the expenditure is capitalized as an additional cost of the assets.

##### **Depreciation**

Depreciation is recognized in the statement of profit or loss and other comprehensive income using 'Reducing Balance Method' over the estimated useful lives of each fixed assets. Depreciation is charged on addition to fixed assets purchased during the period from the date when such assets is put in to use. Depreciation is allocated as 70% as production expenses and 30% as administrative expenses. The rate(s) of depreciation varies from 2% to 20% p.a. based on useful lives and nature of the assets.

#### **1.5 Capital Work in Progress**

Capital work in progress is reported on the basis of the construction company report. No depreciation is charged for Capital Work in Progress. During the period no impairment has been observed till the end of the period as per IAS 36 .

#### **1.6 Accounting for Borrowing Cost**

Borrowing costs relating to construction of building is capitalized as part of the cost of that asset during the period in accordance with International Accounting Standards - 23: Borrowing Costs.

#### **1.7 Valuation of Inventory**

Inventories are valued in accordance with International Accounting Standards-2: Inventories i.e. at cost and estimated net realizable value whichever is lower. The cost of inventories is valued at first in first out (FIFO) cost method and includes expenditure for acquiring the inventories and bringing them to their existing location and condition. Net realizable value is estimated upon selling price in the ordinary course of business less estimated cost of completion of considering the selling. When the inventories are used, the carrying amount of those inventories are recognized in the period in which the related revenue is recognized.

#### **1.8 Advances, Deposits and Prepayments**

Advances are initially measured at cost. After initial recognition advances are carried at cost less deductions or adjustments. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition prepayments are carried at cost less charges to statement of profit or loss and other comprehensive income.

#### **1.9 Cash and Cash Equivalents**

Cash and Cash Equivalents comprise cash in hand, bank current accounts, other bank deposits free of encumbrance and having maturity dates of three months or less from respective dates of deposit.

#### **1.10 Income Tax**

Income tax expense comprises current and deferred tax. Income tax expense is recognized in the statement of profit or loss and other comprehensive income.

##### **Current Tax**

The company is a publicly traded company. As per the Income Tax Ordinance, 1984, provision for tax has been made at the existing rate of 25% in respect of business income.



## Deferred Tax

Deferred tax liabilities are the amount of income taxes payable in future years in respect of taxable temporary differences. Deferred tax assets are the amount of income taxes recoverable in future years in respect of deductible temporary differences. Deferred tax assets and liabilities are recognized for the future tax consequences of timing differences arising between the carrying values of assets, liabilities, income and expenditure and their respective tax bases. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or subsequently enacted at the reporting date. The impact on the account of changes in the deferred tax assets and liabilities for the year ended 30 September 2019 has been recognized in the statement of profit or loss and other comprehensive income as per IAS-12 "Income Taxes"

### **1.11 Foreign Currency Transaction**

Foreign currency transactions are translated into Bangladesh Taka using exchange rates prevailing on the transaction dates. Monetary assets and liabilities in foreign currency at the Statement of Financial Position date are translated at the closing rate.

### **1.12 Revenue**

Revenue from the sales is measured at the fair value of the consideration received or receivable. The company recognizes revenue when risk and rewards associated with ownership has been transferred to customer, which satisfied all the condition for the revenue recognition as provided in IFRS-15 'Revenue from Contracts with Customers'. Sales revenue is recognized when transactions related to sales are completed and the sales invoices and Challan are issued in favour of the customers.

### **1.13 Financial Expenses**

Financial expenses comprise of interest expense on long term loan, short term loan and finance lease. All such costs are recognized in the Statement of profit or loss and other comprehensive income except those are capitalized in accordance with IAS - 23: Borrowing Cost.

### **1.14 Earnings Per Share**

The company calculates Earning per Share (EPS) in accordance with IAS-33 "Earning Per Share" which has been shown on the face of the Statement of profit or loss and other comprehensive income.

	<b>30 September 2019 Taka</b>	<b>30 June 2019 Taka</b>
<b>2. Property, Plant and Equipment</b>		
Cost	2,813,218,159	2,809,190,937
Revaluation	584,501,931	584,501,931
	<u>3,397,720,090</u>	<u>3,393,692,868</u>
Less : Accumulated Depreciation	830,138,639	805,063,829
	<u><b>2,567,581,451</b></u>	<u><b>2,588,629,039</b></u>
<b>2.a Property, Plant and Equipment</b>		
Golden Son Ltd.	2,567,581,451	2,588,629,039
Golden Infinity Ltd.	573,396,090	578,421,920
	<u><b>3,140,977,541</b></u>	<u><b>3,167,050,959</b></u>
<b>3. Capital Work-in-Progress</b>		
Opening Balance	123,481,512	1,201,427,285
Add: Cost incurred during the period/year	8,158,414	33,387,831
	<u>131,639,926</u>	<u>1,234,815,116</u>
Less: Transferred to Property, Plant & Equipments	-	1,111,333,604
	<u><b>131,639,926</b></u>	<u><b>123,481,512</b></u>

The above amount represents construction cost incurred up to 30 September 2019 in relation to the construction of factory building of the company.

<b>3.a Capital Work-in-Progress</b>			
Golden Son Ltd.		131,639,926	123,481,512
Golden Infinity Ltd.		39,186,582	34,897,859
		<u>170,826,508</u>	<u>158,379,371</u>
<b>4. Investment</b>			
Fixed Deposit Receipts (FDRs):		394,860,086	394,860,086
GSL Export Ltd.	10,234,749		
Less: Loss from Associates	(265,500)	9,969,249	10,234,749
Golden Infinity Ltd. ( Subsidiary)		49,995,000	49,995,000
		<u>454,824,335</u>	<u>455,089,835</u>
<b>4.a Investment</b>			
Golden Son Ltd.		454,824,335	455,089,835
Less: Inter company Transaction		49,995,000	49,995,000
		<u>404,829,335</u>	<u>405,094,835</u>
<b>5. Inventories</b>			
Raw Materials		827,579,806	844,605,026
Finished Goods		210,132,624	220,257,954
		<u>1,037,712,430</u>	<u>1,064,862,980</u>
<b>5.a Inventories</b>			
Golden Son Ltd.		1,037,712,430	1,064,862,980
Golden Infinity Ltd.		292,410,846	312,056,996
		<u>1,330,123,276</u>	<u>1,376,919,976</u>
<b>6. Cash and Cash Equivalents</b>			
Cash in Hand		82,177	119,306
Cash at Bank		36,880,503	30,666,293
		<u>36,962,680</u>	<u>30,785,599</u>
<b>6.a Cash and Cash Equivalents</b>			
Golden Son Ltd.		36,962,680	30,785,599
Golden Infinity Ltd.		3,533,012	1,180,361
		<u>40,495,692</u>	<u>31,965,960</u>
<b>7. Share Capital</b>			
<u>Authorized Capital</u>			
500,000,000 ordinary shares of Tk. 10/- each		<u>5,000,000,000</u>	<u>5,000,000,000</u>
<u>Issued, Subscribed and Paid-up Capital</u>			
171,729,772 ordinary shares of Tk. 10/- each		<u>1,717,297,720</u>	<u>1,717,297,720</u>
<b>8. Retained Earnings</b>			
Opening Balance		418,600,302	571,104,545
Less: Net Loss during the period/year after tax		(37,769,706)	(167,234,093)
		380,830,596	403,870,452
Add: Transferred from Revaluation Reserve		3,469,167	14,729,850
		<u>384,299,763</u>	<u>418,600,302</u>
<b>8.a Retained Earnings</b>			
Golden Son Ltd.		384,299,763	418,600,302
Golden Infinity Ltd.		(25,101,038)	(21,823,507)
Add : Accumulated Non-controlling interest		2,510	2,182
		<u>359,201,235</u>	<u>396,778,977</u>



## 9. Deferred tax liabilities

Opening Balance	132,736,424	135,388,941
Add: Provision during the period (income)-at cost	5,885,758	(461,772)
Add: Provision during the period (income)-at revaluation	(520,375)	(2,209,478)
Add: Provision during the period expense/(income)-on Unrealized Loss on Share	(84,421)	18,733
	<u>138,017,386</u>	<u>132,736,424</u>

### 9.a Deferred tax liabilities

Golden Son Ltd.	138,017,386	132,736,424
Golden Infinity Ltd.	-	-
	<u>138,017,386</u>	<u>132,736,424</u>

## 10. Lease Finance

NRB Commercial Bank(Micro)	576,046	647,680
NRB Commercial Bank(Jeep)	1,029,990	1,122,113
	<u>1,606,036</u>	<u>1,769,793</u>

### 10.a Lease Finance

Golden Son Ltd.	1,606,036	1,769,793
Golden Infinity Ltd.	1,422,366	1,543,561
	<u>3,028,402</u>	<u>3,313,354</u>

## 11. Short Term Borrowings

CC from EXIM Bank Ltd.	239,532,474	231,717,750
Time loan from Mutual Trust Bank Ltd.	54,147,166	12,017,760
CC(HYPO) from Mutual Trust Bank Ltd.	242,262,862	239,146,418
EDF loan from Mutual Trust Bank Ltd.	7,575,462	7,575,462
UPAS from EXIM Bank Ltd.	24,754,459	24,754,459
Time loan from UCBL	42,266,084	-
MIB loan from Exim Bank Ltd.	3,292,880	-
Bank OD loan from UCBL	544,708,614	-
CC from Trust Bank Ltd.	-	528,744,546
	<u>1,158,540,001</u>	<u>1,043,956,395</u>

### 11.a Short Term Borrowings

Golden Son Ltd.	1,158,540,001	1,043,956,395
Golden Infinity Ltd.	114,037,600	95,914,033
	<u>1,272,577,601</u>	<u>1,139,870,428</u>

	01 July to 30 September 2019  Taka	01 July to 30 September 2018  Taka
<b>12. Cost of Sales</b>		
Raw Materials and Finished Goods	75,558,694	85,761,804
Factory Overhead	37,220,095	25,807,125
Depreciation	17,552,368	14,383,388
	<b>130,331,157</b>	<b>125,952,317</b>
<b>12.a Cost of Sales</b>		
Golden Son Ltd.	130,331,157	125,952,317
Golden Infinity Ltd.	32,234,820	15,103,372
	<b>162,565,977</b>	<b>141,055,689</b>
<b>13. Operating Expenses</b>		
Salary and allowances	2,849,075	3,153,702
Travelling & conveyance	270,544	197,912
Export expenses	1,074,849	921,117
Depreciation	7,522,443	6,164,309
Other expenses	7,566,745	3,670,225
	<b>19,283,656</b>	<b>14,107,265</b>
<b>13.a Operating Expenses</b>		
Golden Son Ltd.	19,283,656	14,107,265
Golden Infinity Ltd.	3,528,470	2,434,942
	<b>22,812,126</b>	<b>16,542,207</b>
<b>14. Financial Expenses</b>		
Interest on CC (EXIM)	8,005,474	6,767,188
Interest on LDBC (EXIM)	655,632	158,985
Interest on CC- Hypo(MTBL)	7,916,444	7,727,866
Interest on Lease Finance-Jeep(NRBC)	99,442	142,657
Interest on Lease Finance-Micro(NRBC)	61,666	89,342
Interest on CC (Trust)	13,644,547	16,129,232
Interest on Term Loan(MTBL)	23,548,048	13,224,531
Interest on LTR(L/c.) (MTBL)	1,295,308	194,571
Interest on LDBC (MTBL)	462,354	187,070
Interest on LTR(L/c.) (EXIM)	989,374	-
Interest on Time Loan (UCL)	266,084	-
Interest on Term Loan(DBL)	2,029,452	-
Interest on Demand Loan(MTBL)	874,226	-
Interest on Bank OD(UCBL)	906,337	-
Interest on Time Loan (MTBL)	-	4,014,821
Interest on Loan General (MTB)	-	1,690,164
Interest On STL	-	4,610,955
Interest on SOD (DBL)	-	2,434,745
	<b>60,754,388</b>	<b>57,372,127</b>
<b>14.a Financial Expenses</b>		
Golden Son Ltd.	60,754,388	57,372,127
Golden Infinity Ltd.	7,862,720	4,236,638
	<b>68,617,108</b>	<b>61,608,765</b>