



Golden Son Limited

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

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

1st. Quarter Financial Statements

Consolidated Statement of Financial Position (Un-audited) as at 30 September, 2020.

Particulars	Notes	30 September 2020 Taka	30 June 2020 Taka
Assets			
Non-Current Assets:			
Property, Plant and Equipment	2.a	3,064,087,299	3,067,170,446
Capital Work-in-Progress	3.a	183,357,515	177,509,188
Investment	4.a	395,096,695	395,611,795
Current Assets:			
Inventories	5.a	1,480,874,251	1,482,420,111
Trade and other Receivables		1,794,212,730	1,789,567,710
Investment in Shares & Securities		7,475,475	5,683,822
Advances, Deposits and Prepayments		300,761,394	348,644,397
Cash and Cash Equivalents	6.a	40,818,247	39,716,756
Total Assets		7,266,683,606	7,306,324,225
Equity and Liabilities			
Capital and Reserves:			
Paid Up Share Capital	7.a	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		353,121,788	355,900,824
AFS Reserve		(3,714,054)	(5,326,542)
Retained Earnings	8.a	211,465,599	230,541,525
Equity attributable to shareholders' of the company		3,418,894,533	3,439,137,007
Non-controlling interest		760	1,112
		3,418,895,293	3,439,138,119
Non-Current Liabilities:			
Deferred Tax	9.a	151,527,556	149,600,500
Long Term Loan		1,426,338,428	1,424,461,239
Lease Finance	10.a	2,255,442	1,718,170
Current Liabilities:			
Short Term Borrowings	11.a	1,462,721,848	1,403,909,656
Provisions for Expenses and other Liabilities		322,910,860	398,207,348
Liabilities for other Finance		9,377,228	29,790,118
Current Portion of Lease Finance		2,860,576	3,432,412
Current Portion of Long Term Loan		406,039,707	389,296,826
Unearned Revenue		55,791,790	59,968,153
Liabilities for Income Tax		7,964,878	6,801,684
Total Liabilities		3,847,788,313	3,867,186,106
Total Equity and Liabilities		7,266,683,606	7,306,324,225
Net Asset Value Per Share (NAVPS)	17.a	19.91	20.03


Chairman


Managing Director


Director


CFO (Acting)


Company Secretary

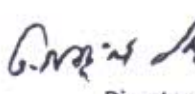
Golden Son Limited

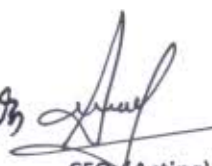
Consolidated Statement of Profit or Loss and Other Comprehensive Income (Un-audited) For the 1st. Quarter ended 30 September 2020.

Particulars	Notes	01 July 2020 to 30 September 2020 Taka	01 July 2019 to 30 September 2019 Taka
Turnover		177,932,892	205,346,754
Cost of Sales	12.a	122,057,902	162,565,977
Gross Profit		55,874,990	42,780,777
Operating Expenses	13.a	21,104,035	22,812,126
Trading Profit		34,770,955	19,968,651
Financial Expenses	14.a	67,577,199	68,617,108
Gross Operating Loss		(32,806,244)	(48,648,457)
Non Operating Income	15	13,862,015	14,893,858
Net Loss before tax for the period		(18,944,229)	(33,754,599)
Current Tax		1,163,194	1,406,880
Deferred Tax		2,238,309	5,885,758
		3,401,503	7,292,638
Net Loss after Tax for the Period		(22,345,732)	(41,047,237)
Other Comprehensive Income/Loss :			
Unrealized Gain on securities available for sale		1,791,653	(844,221)
Related Deferred Tax		(179,165)	84,421
Total Comprehensive Loss		(20,733,244)	(41,807,037)
Loss Attributable to:			
Owners of the company		(20,732,892)	(41,806,709)
Non-controlling interest		(352)	(328)
Total Comprehensive Loss		(20,733,244)	(41,807,037)
Earnings Per Share (EPS)	18.a	(0.13)	(0.24)
Number of shares used to compute EPS		171,729,772	171,729,772


Chairman


Managing Director


Director


CFO (Acting)


Company Secretary

Golden Son Limited

Consolidated Statement of Changes in Equity (Un-audited)
For the 1st. Quarter ended 30 September 2020.

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
Balance as at 01 July 2020	1,717,297,720	1,090,156,184	50,567,296	355,900,824	(5,326,542)	230,541,525	1,112	3,439,138,119
Transferred Revaluation Reserve	-	-	-	(3,269,454)	-	3,269,454	-	-
Deferred Tax	-	-	-	490,418	-	-	-	490,418
Other comprehensive income/loss for the period: (unrealised loss on securities available for sale)	-	-	-	-	1,791,653	-	-	1,791,653
Related Deferred Tax	-	-	-	-	(179,165)	-	-	(179,165)
Net Loss after tax for the period	-	-	-	-	(22,345,380)	-	(352)	(22,345,732)
Balance as at 30 September 2020	1,717,297,720	1,090,156,184	50,567,296	353,121,788	(3,714,054)	211,465,599	760	3,418,895,293

For the 1st. 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
Balance as at 01 July 2019	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: (unrealised loss on securities available for sale)	-	-	-	-	(844,221)	-	-	(844,221)
Related Deferred Tax	-	-	-	-	84,421	-	-	84,421
Net Loss after tax for the period	-	-	-	-	(41,046,909)	-	(328)	(41,047,237)
Balance as at 30 September 2019	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


Chairman


Managing Director


Director


CFO (Acting)


Company Secretary

Golden Son Limited

Consolidated Statement of Cash Flows (Un-audited) For the 1st. Quarter ended 30 September 2020.

Particulars	Notes	01 July 2020 to 30 September 2020 Taka	01 July 2019 to 30 September 2019 Taka
A. Cash Flows from Operating Activities			
Cash Receipts from Customers	20.a	180,462,470	125,872,842
Cash Paid to Suppliers and Employees	21.a	(126,455,209)	(185,153,303)
Cash Generated from Operations		54,007,261	(59,280,461)
Income Tax Paid		(710,005)	(961,515)
Receipt of Bank interest		82,608	67,078
Net cash flows from Operating Activities		<u>53,379,864</u>	<u>(60,174,898)</u>
B. Cash Flows from Investing Activities			
Acquisition of Property, Plant & Equipment		(35,835,955)	(6,104,699)
Payment for Capital Work-in-Progress		(5,848,327)	(12,447,137)
Dividend received on Shares & Securities		-	75,000
Net cash used in Investing Activities		<u>(41,684,282)</u>	<u>(18,476,836)</u>
C. Cash Flows from Financing Activities			
Receipt of Short term Borrowings		379,163,685	702,422,782
Repayment of Short term Borrowings		(320,351,493)	(569,715,609)
Receipt from Long term Loans		40,735,070	100,971,924
Repayment of Long term Loans		(22,115,000)	(58,609,960)
Payment of Interest		(67,577,199)	(68,617,108)
(Repayment) /Receipt from other finance		(20,412,890)	(19,110,063)
Repayment of Lease Finance		(34,564)	(160,500)
Dividend Paid		(1,700)	-
Net cash (used in)/flows from Financing Activities		<u>(10,594,091)</u>	<u>87,181,466</u>
Net increase in cash and cash equivalents (A+B+C)		1,101,491	8,529,732
Cash and cash equivalents at Beginning of the Period		39,716,756	31,965,960
Cash and Cash Equivalents at End of the Period		<u><u>40,818,247</u></u>	<u><u>40,495,692</u></u>
Net Operating Cash Flows Per Share (NOCFPS)	19.a	<u>0.31</u>	<u>(0.35)</u>


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, 2020.

Particulars	Notes	30 September 2020 Taka	30 June 2020 Taka
Assets			
Non-Current Assets:			
		3,086,300,466	3,082,412,002
Property, Plant and Equipment	2	2,505,754,846	2,501,933,350
Capital Work-in-Progress	3	135,453,925	134,871,857
Investment	4	445,091,695	445,606,795
Current Assets:			
		3,524,831,980	3,559,485,905
Inventories	5	1,100,976,775	1,105,972,845
Trade and other Receivables		1,690,509,270	1,686,624,060
Investment in Shares & Securities		7,475,475	5,683,822
Advances, Deposits and Prepayments		687,133,973	722,664,400
Cash and Cash Equivalents	6	38,736,487	38,540,778
Total Assets		6,611,132,446	6,641,897,907
Equity and Liabilities			
Capital and Reserves:			
		3,461,291,982	3,478,012,370
Paid Up Issued 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		353,121,788	355,900,824
AFS Reserve		(3,714,054)	(5,326,542)
Retained Earnings	8	253,863,048	269,416,888
Non-Current Liabilities:			
		1,266,225,220	1,268,329,151
Deferred Tax	9	151,527,556	149,600,500
Long Term Loan		1,113,384,503	1,118,020,732
Lease Finance	10	1,313,161	707,919
Current Liabilities:			
		1,883,615,244	1,895,556,386
Short Term Borrowings	11	1,360,826,508	1,304,241,346
Provisions for Expenses and other Liabilities		254,422,132	310,493,319
Liabilities for other Finance		9,377,228	29,790,118
Current Portion of Long Term Loan		195,777,307	184,034,426
Current Portion of Lease Finance		1,947,376	2,552,618
Unearned Revenue		55,791,790	59,968,153
Liabilities for Income Tax		5,472,903	4,476,406
Total Liabilities		3,149,840,464	3,163,885,537
Total Equity and Liabilities		6,611,132,446	6,641,897,907
Net Asset Value Per Share (NAVPS)	17	20.16	20.25


Chairman


Managing Director


Director


CFO (Acting)


Company Secretary

Golden Son Limited

Statement of Profit or Loss and Other Comprehensive Income (Un-audited) For the 1st. Quarter ended 30 September 2020.

Particulars	Notes	01 July 2020 to 30 September 2020 Taka	01 July 2019 to 30 September 2019 Taka
Turnover		150,149,921	164,754,723
Cost of Sales	12	<u>104,557,138</u>	<u>130,331,157</u>
Gross Profit		45,592,783	34,423,566
Operating Expenses	13	<u>17,721,834</u>	<u>19,283,656</u>
Trading profit		27,870,949	15,139,910
Financial Expenses	14	<u>57,321,452</u>	<u>60,754,388</u>
Gross Operating Loss		(29,450,503)	(45,614,478)
Non Operating Income	15	<u>13,862,015</u>	<u>14,893,858</u>
Loss before Tax for the Period		(15,588,488)	(30,720,620)
Current Tax	16	<u>996,497</u>	<u>1,163,328</u>
Deferred Tax		<u>2,238,309</u>	<u>5,885,758</u>
		<u>3,234,806</u>	<u>7,049,086</u>
Net Loss after Tax for the Period		(18,823,294)	(37,769,706)
Other Comprehensive Income/(Loss) :			
Unrealized profit/ (loss) on securities available for sale		1,791,653	(844,221)
Related Deferred Tax		(179,165)	84,421
Total Comprehensive Loss		(17,210,806)	(38,529,506)
Earnings Per Share (EPS)	18	(0.11)	(0.22)
Number of shares used to compute EPS		171,729,772	171,729,772




Chairman



Managing Director



Director



CFO (Acting)



Company Secretary

Golden Son Limited

Statement of Changes in Equity (Un-audited)
For the 1st. Quarter ended 30 September 2020.

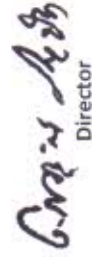
Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Total Taka
Balance as at 01 July 2020	1,717,297,720	1,090,156,184	50,567,296	355,900,824	(5,326,542)	269,416,888	3,478,012,370
Transferred Revaluation Reserve	-	-	-	(3,269,454)	-	3,269,454	-
Deferred Tax	-	-	-	490,418	-	-	490,418
Other comprehensive income/loss for the period:							
(unrealised loss on securities available for sale)	-	-	-	-	1,791,653	-	1,791,653
Related Deferred Tax	-	-	-	-	(179,165)	-	(179,165)
Net Loss after tax for the period	-	-	-	-	-	(18,823,294)	(18,823,294)
Balance as at 30 September 2020	1,717,297,720	1,090,156,184	50,567,296	353,121,788	(3,714,054)	253,863,048	3,461,291,982

For the 1st. Quarter ended 30 September 2019.

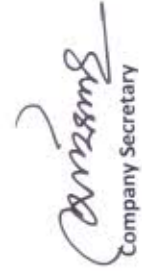
Particulars	Share Capital Taka	Share Premium Taka	Tax holiday Reserve Taka	Revaluation Reserve Taka	AFS Reserve Taka	Retained Earnings Taka	Total Taka
Balance as at 01 July 2019	1,717,297,720	1,090,156,184	50,567,296	367,695,994	(3,168,321)	418,600,302	3,641,149,175
Transferred Revaluation Reserve	-	-	-	(3,469,167)	-	3,469,167	-
Deferred Tax	-	-	-	520,375	-	-	520,375
Other comprehensive income/loss for the period:							
(unrealised 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)
Balance as at 30 September 2019	1,717,297,720	1,090,156,184	50,567,296	364,747,202	(3,928,121)	384,299,763	3,603,140,044


Chairman


Managing Director


Director


CFO (Acting)


Company Secretary


Golden Son Limited
Statement of Cash Flows (Un-audited)
For the 1st. Quarter ended 30 September 2020.

Particulars	Notes	01 July 2020 to 30 September 2020 Taka	01 July 2019 to 30 September 2019 Taka
A. Cash Flows from Operating Activities			
Cash Receipts from Customers	20	153,439,309	114,976,769
Cash Paid to Suppliers and Employees	21	<u>(102,616,273)</u>	<u>(174,050,439)</u>
Cash Generated from Operations		50,823,036	(59,073,670)
Income Tax Paid		(466,384)	(958,255)
Receipt of Bank interest		82,608	67,078
Net cash flows from / (used in) Operating Activities		<u>50,439,260</u>	<u>(59,964,847)</u>
B. Cash Flows from Investing Activities			
Acquisition of Property, Plant & Equipment		(35,617,255)	(4,027,223)
Payment for Capital Work-in-Progress		(582,068)	(8,158,414)
Dividend received on Shares & Securities		-	75,000
Net cash used in Investing Activities		<u>(36,199,323)</u>	<u>(12,110,637)</u>
C. Cash Flows from Financing Activities			
Receipt of Short term Borrowings		372,722,159	681,933,324
Repayment of Short term Borrowings		(316,136,997)	(567,349,718)
Receipt from Long term loans		29,221,652	90,324,922
Repayment of Long term loans		(22,115,000)	(46,723,428)
Payment of Interest		(57,321,452)	(60,754,388)
Repayment of Other finance		(20,412,890)	(19,110,063)
Dividend Paid		(1,700)	-
Repayment of Lease Finance		-	(68,084)
Net cash (used in) / flows from Financing Activities		<u>(14,044,228)</u>	<u>78,252,565</u>
Net increase in cash and cash equivalents (A+B+C)		195,709	6,177,081
Cash and cash equivalents at Beginning of the Period		38,540,778	30,785,599
Cash and Cash Equivalents at End of the Period		<u>38,736,487</u>	<u>36,962,680</u>
Net Operating Cash Flows Per Share (NOCFPS)	19	<u>0.29</u>	<u>(0.35)</u>


Chairman


Managing Director


Director


CFO (Acting)


Company Secretary

Golden Son Limited
Selected Notes to the Financial Statements (Un-Audited)
For the 1st. Quarter ended 30 September, 2020.

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 2020 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.

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 5% 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.

