



GOLDEN SON LIMITED
A PUBLIC LIMITED COMPANY

2019-2020 ANNUAL REPORT

প্রতিকূলতার বাঁধ ভেঙ্গে



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LETTER OF TRANSMITTAL

Valued Shareholders of Golden Son Limited
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Ltd.
Chittagong Stock Exchange Ltd.

Sub: Annual Report for the year ended 30th June, 2020

Dear Sir(s)

The undersigned on behalf of the Board of Directors and Management of Golden Son Limited is pleased to present herewith the Annual Report for the period of July 1, 2019 to June 30, 2020 along with the audited financial statements, Report of the Board of Directors and Auditors' Report thereon (Statement of Financial Position as at June 30, 2020, Statement of Comprehensive Income, Statement of Cash Flows, Statement of Changes in Equity and Notes Thereon/to) and the related consolidated Financial Statements for above mentioned period of the company for your information and records.

Sincerely yours,



Md. Ayinuddin ACS
Company Secretary



CORPORATE AND CONTACT INFORMATION

COMPANY NAME

Golden Son Limited

DATE OF INCORPORATION

August 05, 2003.

COMMERCIAL OPERATION

January 2005

DATE OF CONVERSION INTO PUBLIC LIMITED COMPANY

April 30, 2005

SHARE CAPITAL

Authorized Capital: BDT. 5,000,000,000.00

Paid-Up Capital : BDT.1,717,297,720.00

PUBLIC ISSUE OF SHARES

March, 2007

LISTING WITH DSE & CSE

MAY 20, 2007

TRADING WITH DSE & CSE

May 22, 2007

LEGAL STATUS

Public Limited Company-Listed With
Dhaka Stock Exchange Limited
Chattogram Stock Exchange Limited.

STATUTORY AUDITORS

FAMES & R, Chartered Accountants.

REGISTERED OFFICE

Khowaj Nagar, P.O: Ajimpara

P.S.: Karnaphuli, Chattogram.

SHARE OFFICE

Road # 90, House # 10B,

Gulshan-02, Dhaka-1212.

LOCATION OF FACTORY

Khowaj Nagar, P.O: Ajimpara

P.S.: Karnaphuli, Chattogram.

BANKERS

EXIM Bank Ltd. - Gulshan Branch, Dhaka.

Mutual Trust Bank Limited, - Kakrail Branch, Dhaka.

BOARD OF DIRECTORS

Ms. Lin Yu Chen

Chairman

Mr. Belal Ahmed

Managing Director

Ms. Nasmin Anwar

Nominated Director (ICB)

Mr. A.S.A Muiz

Independent Director

Mr. Md. Baitul Amin Bhuiyan

Independent Director

Mr. Md. Abdul Rouf

Independent Director

BOARD AUDIT COMMITTEE

Mr. A.S.A Muiz

Chairman

Ms. Lin Yu Chen

Member

Mr. Abdur Rouf

Member

Mr. Md. Ayinuddin, ACS

Member Secretary

NOMINATION AND REMUNERATION COMMITTEE (NRC)

Mr. A.S.A Muiz

Chairman

Mr. Belal Ahmed

Member

Mr. Abdur Rouf

Member

Mr. Md. Ayinuddin, ACS

Member Secretary

MANAGEMENT COMMITTEE

Mr. Belal Ahmed

Chairman

Mr. A.S.A Muiz

Member

Mr. Md. Baitul Amin Bhuiyan

Member

Mr. Md. Ayinuddin, ACS

Member Secretary

INSURERS

Janata Insurance Co. Ltd.

Green Delta Insurance Co. Limited.

CREDIT RATING

BBB³

Agency

Credit Rating Agency of Bangladesh



Board of Directors are seen attending the 15th Annual General Meeting of Golden Son Ltd. on 26th December- 2019 at Factory Premises of the Company at Khowaj Nagar, P.O: Ajimpara, P.S: Karnaphuli, Chattagram .



Shareholders are seen attending the 15th Annual General Meeting of Golden Son Ltd. on 26th December- 2019 at Factory Premises of the Company at Khowaj Nagar, P.O: Ajimpara, P.S: Karnaphuli, Chattagram .



BOARD OF DIRECTORS



MS. LIN YU CHEN
CHAIRMAN



MR. BELAL AHMED
MANAGING DIRECTOR



MR. A.S.A MUIZ
INDEPENDENT DIRECTOR



MS. NASMIN ANWAR
DIRECTOR (ICB NOMINATED)



MR. MD. ABDUR ROUF
INDEPENDENT DIRECTOR



MR. MD. BAITUL AMIN BHUIYAN
INDEPENDENT DIRECTOR

COMPANY SECRETARY



MR. MD. AYINUDDIN ACS

BANGLADESH ASSOCIATION OF PUBLICLY LISTED COMPANIES

Ref. No: CM-2020/268

Date of issue : November 15, 2020



Renewed Certificate

This is to certify that

GOLDEN SON LIMITED

is an Ordinary Member of Bangladesh Association of Publicly Listed Companies and is entitled to all the rights and privileges appertaining thereto.

This certificate remains current until 31st December 2020.



[Signature]
Secretary-General

GOLDEN SON LTD.

Registered Office: Khowaj Nagar, P-O: Ajim Para, P-S: Karnaphuli, Chattogram.

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

NOTICE OF THE 16th ANNUAL GENERAL MEETING.

Notice is hereby given that the 16th Annual General Meeting (AGM) of the Company will be held on 31 December 2020 at 11:00 A.M. on Thursday using Digital Platform through the link <http://goldenson.digitalagmbd.net> to transact the following business:

AGENDA

1. To receive, consider and adopt the audited financial statements of the Company for the year ended on 30 June 2020 together with the Reports of the Directors and the Auditors thereon;
2. To declare dividend for the year ended on 30 June 2020 as recommended by the Board of Directors.
3. To appoint Statutory Auditors for the year 2020-2021 and to fix their remuneration;
4. To elect/ re-elect Director(s) in place of those who shall retire by rotation in accordance with the provisions of Articles of Association of the Company;
5. To appoint Compliance Auditor for the year FY 2020-2021 for Corporate Governance Code and to fix their remuneration;
6. To confirm appointment of 2 (two) Independent Directors of the company; and
7. To transact any other business with the permission of the Chair.

Dated, Dhaka:

24 November, 2020

By order of the Board



(Md. Ayinuddin ACS)

Company Secretary

NOTES:

1. Shareholders, whose names appearing in the Member/ Depository Register as on Record Date i.e. December 15, 2020 will be eligible to attend the 16th AGM (virtual meeting through digital platform/ online live portal) of the company and to receive dividend.
2. A shareholder entitled to join/attend and vote at the Virtual AGM may appoint a proxy to his/her stead. The "Proxy Form", duly filled and stamped with a revenue stamp of Tk. 20/- and signed by the member must be sent by email to noon@goldensonbd.com not later than 48 hours before the commencement of the AGM.
3. The shareholders are requested to submit their question (s) comment (s) into the link <http://goldenson.digitalagmbd.net> before 24 hours of the AGM and during AGM. For login to the system, the shareholders need to put their 16-digit Beneficial Owner (BO) ID number and number of shares held on record date as proof of their identity.
4. Pursuant to the Bangladesh Securities and Exchange Commission's (BSEC) Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated June 20, 2018, soft copy of the Annual Report-2020 will be sent to shareholders respective email addresses as available in their Beneficiary Owner (BO) Accounts maintained with the CDBL. Soft copy of the Annual Report 2020 will also be available at the Company's website at: www.goldensonbd.com
5. The company will send the link of the online live portal to attend the 16th AGM to the shareholders through SMS and e-mail address in due course.

In compliance with the Bangladesh Securities & Exchange Commission's Circular No. SEC/CMRRCD/2009-193/154 dated 24th October'2013, no Gift/Gift Coupon/Food Box Shall be distributed at the 16th AGM.

ROUND – UP MANAGING DIRECTOR



Dear Shareholders, Ladies and Gentlemen

Assalamualaikum,

I have the pleasure to welcome you all to this 16th Annual General Meeting of your Company for the year ended 30th June, 2020 in this pandemic situation. I believe, you all are in good health and maintaining Govt. and specialists advise to prevent the Pandemic covid-19 situation from worsening.

I am delighted to place before you the “Annual Report 2019-2020” along with the Audited Financial Statements, the Auditors’ Report & the Directors’ Report thereon for the year ended 30th June, 2020.

As you are aware of the adverse impact of Corona Virus around the world in both social and economic aspects in everyone’s life, we all are trying to survive in this most difficult time which is unfamiliar in human civilization. Since most of our customers & suppliers are located in Europe, North America, Asia where covid-19 had impacted heavily, we have faced with continuous challenge to cope with all the negative outcomes.

The management of Golden son always considered its employees, suppliers, buyers as “Family Members”. To mitigate the risk of Covid-19 spread-out, the company has taken various initiatives to continue its production and enhance value creation of the company.

The Government announced stimulus packages to help mitigate the impact of the coronavirus on the country’s economy specially in export sector. Taking the anticipated impact into consideration, the government should also allocate funds for Export sector immediately from the stimulus package for survival of this sector.

Business Prospects and Problems Export sector is one of the fastest growing and thrusting sectors in Bangladesh. This sector is facing various problems like increasing price of raw materials, which are major obstacles for maintaining sustainable growth of the industry. Sustainable development we in GSL integrate sustainability into our business strategy. We reduce energy consumption in the factory by using captive

power generation which in turn, reduces operational cost for the company.

I sincerely wish that this company will continue to achieve strong financial growth and firmly believe that its gradual development along with market stability would raise it to a reasonably high level in the years to come. To meet the future demand of international market of our company’s products and the Company has already taken initiative to develop the world market and as such the Company has a very good future for business of “Kids for baby Toy” items in abroad.

The management of the company is always trying to use automated & eco-friendly state of the art machineries in its production process. To keep in mind this, the management is going to substitute & newly adding few capital machineries for automated & effective production process so that the company will ensure to reduce carbon emissions, less uses of utilities and unavoidable production hazards etc.

The COVID-19 epidemic has given your Company as well as its buyer an opportunity to review all systems of working and become more efficient and competitive. Thus while we are going through difficult days I believe we will all emerge stronger and fitter in the future.

I look to the future with a great deal of optimism. Many new opportunities are likely to open as the world adjusts to the post COVID-19 scene. The government has always been very supportive of manufacturing and I expect conditions for increasing our competitiveness and growth will continue to get better in the coming year.

In Conclusion I express my sincere gratitude to all our shareholders, business associates, well-wisher and above all to our employees for their valuable contributions of this company throughout FY 2019-20

I also express my special thanks to the Board of Directors for its guidance to our management team throughout the financial year under review which has been the instrumental in shaping success towards this company.

Allah Hafez

Belal Ahmed
Managing Director

Brief Resume of Board of Directors

Ms. Lin Yu-Chen, Chairman & Director.

Ms. Lin Yu Chen aged 48, Taiwanese by birth. She has graduated in Accounting from the Red Bridge College in London, UK in 1991. She is the Chairman of the company. After completion her education firstly she joined business concerns namely Hsichchou plastic Enterprise company Ltd. and Jir Shying Industry Company Ltd. located at Feng Yuan City, Taiwan. The above 2 companies were running under one management and are engaged in manufacturing and exporting non-electrical Hot Pot, electrical appliances, Plastic Products and Toys. At one stage of her career she looked after production activities for 5 years. Then she engaged herself in international sales and marketing of Hot Pot, Toys, Fan Motors and Fan capacitor for 7 years. In this way she has acquired highly commendable and versatile knowledge and skill to her credit. She is an energetic, hardworking and challenging business personality with excellent and amiable disposition. She has travel widely both at home and abroad for business purpose. She has already proved appreciating managerial capability in different fields of activities. She is the Sponsor Director and now the Chairman of the Board of Golden Son Ltd. She has been looking after the production and International Marketing of Golden Son Ltd. She is also Director of GSL Export Limited and Golden Infinity Limited.

Mr. Belal Ahmed, Managing Director & Director.

Mr. Belal Ahmed hails from a prominent Muslim family of Sylhet. His father Late; M.A Bari was an eminent businessman and social leader. Mr. Ahmed aged 57 years obtained B. Com. from City College, Chittagong. He has excellent ability to plan, research & organize Plastic Industry. He is the pioneer in establishment of plastic base industry in the country. He established Plastic Fan Manufacturing Industry namely ABY (Pvt) Ltd. He was also the sponsor of Pan Mark Accessories (Pvt) Ltd. & Ron Son Ltd. He is Sponsor Director, and now Chairman of Janata Insurance Company Ltd. He is now Managing Director of the Board of Golden Son limited. He is a social worker and related with several social organization. He is plying a vital role for industrial development of the country. Mr. Ahmed has traveled different countries of the world for business purpose.

He is also Chairman of GSL Export Limited and Golden Infinity Limited.

Ms. Nasmin Anwar, NOMINATED Director (ICB)

Mrs. Nasmin Anwar Joined ICB in 1987 as Senior Officer. She obtained her graduation and post-graduation degree in Economics from the Jahangirnagar University. She has been working in different divisions/departments including Central Accounts Department, Fund Management Department and Establishment Division of ICB in various capacities for the last 33 years. She also served as the Additional Chief Executive Officer of ICB Securities Trading Company Limited (ISTCL). She has participated in different training courses on various subjects at home and abroad. Currently she is working as the General Manager of Operations Wing of ICB. She Joined as nominated Director of ICML on 06 June 2020. She is also serving as the Director of CVC Finance Ltd.

Mr. Abu Saleh Abdul Muiz, Independent Director.

Mr. A.S.A Muiz is the Independent Director of Golden Son Limited. He is the Consultant of Green Delta Insurance Co. Ltd. After his graduation from the University of Dhaka, he started his Insurance career with the erstwhile Great Eastern Insurance Co. Ltd. in 1969 as a Probationary Officer. He joined Sadharan Bima Corporation as Assistant Manager in 1973 and went abroad for higher training and exposure and in the process he got associated with giant insurance Organization like, Lloyds and many more companies and attended the chartered Insurance College, London for more than a year. During his training with these mammoth organizations, he came across many insurance celebrities who immensely enriched his knowledge in insurance and Re- insurance. He also got training with Munich Re, Germany, Swiss Re, Switzerland and Paris, France and got extensive training in Re-insurance, Engineering and Aviation Re-insurance placement for about six months. He is the Chairman of Alpha Credit Rating Ltd., Chairman, Audit Committee of Delta Hospital Ltd, Managing Director of Hikmat Carrier Ltd. He is also the Director of Delta Hospital Ltd.

He joined in the company as Independent Director in July, 2015.

Mr. Md. Baitul Amin Bhuiyan, Independent Director

Mr. Md. Baitul Amin Bhuiyan is an Independent Director of Golden Son Limited. Mr. Bhuiyan obtained Bachelor of Social Science-BSS (Hons.) and Masters of Social Science-(MSS) in Sociology from Dhaka University. He is a former Additional Secretary to the Government of The People's Republic of Bangladesh.

He worked in different ministries of Bangladesh Govt. since his long career he is also an Independent Director of Janata Insurance Company Limited. At present he is serving as an Advisor, Summit Corporation Limited.

Mr. Bhuiyan attends various training courses, seminar's, and conformance's both at home and abroad.

He joined in the company as Independent Director in November 2020.

Mr. Md. Abdur Rouf, Independent Director

Mr. Md. Abdur Rouf started his career in Investment Corporation of Bangladesh (ICB). At last he was the Managing Director of karmasangsthan Bank. He has about 30 years experience in banking as well as capital market. During his long service career, he worked as Deputy Managing Director of Sonali Bank Limited, General Manager of Investment Corporation of Bangladesh (ICB), CEO, ICB. Capital Management Ltd. Besides, He worked in different departments of ICB.

In addition, He was the Chairman, Board of the Directors of ICB Securities Trading Company Ltd. a subsidiary of ICB. He was the Secretary General of Bangladesh Merchant Bankers Association (BMBA). He has attended several capital market and banking related trainings at home & abroad. He is associated with different social welfare activities. He is also a life time member of the Institute of Banking Bangladesh. He Has Completed his Masters Degree in Management under University of Dhaka.

He joined in the company as Independent Director in November 2020.

Corporate Governance Statement

The maintenance of effective corporate governance remains a key priority of the Board of Golden Son Limited. To exercise clarity about directors' responsibilities towards the shareholders, corporate governance must be dynamic and remain focused on the business objectives of the Company and create a culture of openness and accountability.

The Board of Directors of GSL is responsible for proper governance which includes setting out Company's strategic aims, providing the necessary leadership to implement such aims, supervising the management of the business and reporting to the shareholders on their stewardships.

Golden Son Limited is committed to continually reviewing all corporate governance policies and practices to ensure the ongoing transparency of the company's practices and the delivery of high standards and quality information to stakeholders.

Keeping this in mind, clear structure and accountabilities supported by well understood policies and procedures to guide the activities of the Company's management have been instituted.

Statement of Compliance

Bangladesh Securities and Exchange Commission's notification on Corporate Governance Code As Golden Son Ltd. is listed with the Stock Exchanges in Bangladesh, we comply with the BSEC's notification No. BSEC/CMRRCD/2006- 158/207/Admin/80 dated 3 June 2018. For the year ended 30th June 2020, we have complied with the relevant provisions set out in Annexure – B of the Directors' Report.

Corporate Governance Framework

The Board continuously reviews its corporate governance framework to ensure its relevance, effectiveness and sustainability in addressing the future business challenges.

Good corporate governance practices are not just a matter for the Board but are at the heart of everything that we do within the Company. The Company operates within a comprehensive governance framework.

Board Practices

The Directors of the Board are appointed by the Shareholders at the Annual General Meeting (AGM) and accountable to the Shareholders. The Board is responsible for ensuring that the business activities are soundly administered and effectively controlled.

The Directors of the Board keep themselves informed about the Company's financial position and ensure that its activities, accounts and asset management are subject to adequate control. The Board also ensures that GSL Policies & Procedures and Codes of Conduct are implemented and maintained, and the Company adheres to generally accepted principles for good governance and effective control of Company activities.

Roles and Responsibilities of the Board

The Board of Directors is responsible for protecting the rights and interests of all shareholders and also accountable for the overall management of the entity. Besides its usual legal and statutory responsibilities, the Board is responsible for the following:

- * Establishing committees including the Audit Committee, Nomination and Remuneration Committee & Executive Committee;
- * Establishing and monitoring compliance with the company's standards of business conduct and other;
- * Reviewing and adopting a strategic plan for the company;

- * Overseeing the conduct of the company's business to evaluate whether the business is being properly managed;
- * Identifying principal risks and ensuring the implementation of appropriate systems to manage these risks;
- * Succession planning, including appointing, training, fixing the compensation and where appropriate,
- * Developing and implementing and investor relations program or shareholder communications policy for the company;
- * Reviewing the adequacy and the integrity of the company's internal control systems and management information systems, including systems for compliance with applicable laws, and regulations, rules, directives and guidelines;
- * Approving the financial statements and accounting policies of the company;
- * Approving changes in the policy;
- * Recommending dividend for declaration in AGM;
- * Receiving and reviewing reports from committees of the Board;
- * Policies of the company;
- * Establishing appropriate systems of corporate governance in the company;
- * Considering and approving other matters specially reserved for the attention of the Board; and constantly guide and assist the company in external stakeholder management.

Board Composition

The Board in GSL is comprised of 6 (six) Directors, including the Chairman who is elected from amongst the members.

In compliance with the BSEC's Corporate Governance Code the Board of Directors has appointed 3 (three) Independent Directors. We believe that our Board has the optimum level of knowledge, composure and technical understanding about Company's business which, combined with its diversity of culture and background stands as the perfect platform to perform and deliver.

Please refer to pages 9 to 10 for details of the Board of Directors, their profile and their respective membership.

Retirement and Reelection of Directors

As per the Article of Association of the company, one-third of the directors to retire in every year shall be those who have been longest in office since their last election, but as between persons who became directors on the same day, those to retire shall (unless they otherwise agree themselves) be determined by lot, but remains eligible for re-election.

Independent Director

The Company has complied with the notification of the Bangladesh Securities and Exchange Commission with regard to appointment of independent Director to the Board.

Golden Son has 3 (three) independent directors namely Mr. A.S.M Muiz, Mr. Md. Abdur Rouf, Mr. Md. Baitul Amin Bhuiyan.

Board Committees

The Board has established three Board Committees to which it has delegated some of its responsibilities. They are the Audit Committee, Nomination and Remuneration Committee and the Executive Committee.

a) Audit Committee

The Audit Committee of Golden Son Limited is a sub-committee of the Board of Directors and is appointed and authorized by the Board in pursuance of BSEC Circular to review the activities of business.

The role of the Audit Committee is to monitor the integrity of the financial statements of the company and review when appropriate, make recommendations to the Board of Directors on business risks, internal controls, governance issues and compliance. The committee satisfies itself by means of suitable steps and appropriate information, that proper and satisfactory internal control systems are in place to identify and contain business risks and that the company's business is conducted in a proper and prudent manner.

The Audit Committee comprises of three members and out of them, two are independent directors. The Chairman of the Audit Committee is an Independent Director

b) Nomination and Remuneration Committee

The Nomination and Remuneration Committee consists of three Directors including one Independent Director. Independent Director is the Chairman of the Nomination and Remuneration Committee. The Committee acts as per the terms and conditions of the Corporate Governance Code of BSEC.

c) Executive Committee

The Executive Committee of Golden Son Ltd. manages and runs the affairs of the Company on behalf of the board. The Managing Director is the leader of the team. Executive Committee endeavors to achieve the strategic goals & mission of the Company set by the Board of Directors.

Board Meetings

The meetings of the Board of Directors of Golden Son Ltd are generally held at the Registered /Corporate Office of the Company. The meetings are held frequently, at least once in a quarter, to discharge its responsibilities and functions as mentioned above. Meeting is scheduled well in advance and the notice of each Board meeting is given, in writing to each director by the Company Secretary. The Board meets for both scheduled meetings and on other occasions to deal with urgent and important matters that require attention.

The details of Board Meeting and attendance are given in Annexure I of the Directors' Report.

Division of work for the Board and Managing Director

The role of the Board and Managing Director are separate and delegation of responsibilities is clearly established, set out in writing and agreed by the Board to ensure transparency and better corporate governance. To that end, GSL has also adopted "Governance Guidelines for Managing Director".

Role of the Chairman

The Chairman leads the Board in determination of its strategy and achievement of its objectives. The Chairman is responsible for organizing the business of the Board, ensuring its effectiveness and setting its agenda. The Chairman is also responsible for ensuring that the Directors receive accurate, timely and clear information. The Chairman facilitates the effective contribution of Independent Directors and ensures that constructive relations exist amongst the Directors. Minutes of Board meeting are signed by the Chairman.

Role of the Managing Director

The Managing Director is the authoritative head for day-to-day management in GSL. He acts to reasonably ensure that GSL operates business as per the Articles of Association (AOA), decisions made by the Board and Shareholders, as well as according to GSL Policies and Procedures and applicable regulatory legislations.

The Managing Director is responsible for running the business and for formulating and implementing Board strategy and policy. He also has direct charge and overall control of the Company on a day-to-day basis and is accountable to the Board for the financial and operational performance of the Company.

He is to certify to the board regarding financial statements and financial transactions of the company according to the corporate governance guidelines as issued by Bangladesh Securities and Exchange Commission (BSEC).

Role of Chief Financial Officer

The Chief Financial Officer is a versatile individual with the talent to meet a continually changing set of circumstances.

He is responsible for accounts and treasury functions of the Company. In addition he attends all board meetings and presents quarterly and periodical results.

He is to certify to the board regarding financial statements and financial transactions of the company according to the corporate governance guidelines as issued by Bangladesh Securities and Exchange Commission (BSEC).

Role of Company Secretary

The Corporate Governance Guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) also require a listed company to appoint a Company Secretary, as distinct from other managers of the Company.

In pursuance of the same, the Board of Directors has appointed a Associate Member of the Institute of Chartered Secretaries of Bangladesh (ICSB) as Company Secretary and defined his roles & responsibilities.

Role of the Head of Internal Audit and Compliance

The Head of Internal Control and Compliance is responsible for reporting to the Board/ Audit Committee regarding any deviation from accounting and internal control systems of the Company. He is also responsible for ensuring regulatory compliance of the Company.

Secretarial Standards

The Company has complied with all the Secretarial Standards (BSS) as adopted by The Institute of Chartered Secretaries of Bangladesh (ICSB).

Price Sensitive Information

The Board of Golden Son Limited through the company secretary always ensures to inform all price sensitive information within 30 minutes of the decision or immediately upon getting such information to the BSEC and the Stock Exchanges and also ensure immediate publication of such information/decision in two widely circulated daily newspapers, one in Bangla and the other in English and in one on-line news portal. The communication is done through E-mail/Fax and by special messenger, and through courier service in special cases

Disclosure on the performance and prospect of the Company

Golden Son Ltd. attaches high priority on timely publication of quarterly, half-yearly and annual report with comprehensive details in excess of regulatory requirements.

Mediums of publication include printed materials, newspapers and the website of the Company. Price Sensitive information is released to the regulators within half an hour of the decision. The Financial Statements are prepared in accordance with IAS and IFRS as adopted by Bangladesh Accounting Standards.

Dividend Policy

The Board of Directors has a Dividend Policy which is based on company's performance and company's long term objectives.

Standard of Business Conduct

Golden Son Limited is committed to achieving high standard of integrity in public life and in all of its business practices. This commitment is set out in the standards of business conduct adopted by the company in order to conduct the company's business with honesty, integrity and transparently.

The standards are an integral part of the principles of corporate governance in Golden Son Limited and are designed to:

- * Ensure that decision and judgments made by the employees are lawful and comply with the ethical standards expected of a leading public limited company;
- * The Standard of Business Conduct are reviewed from time to time and updated to reflect what we see as developments and issues affecting corporate conduct and values, and the standards expected.
- * Set a tone and culture for the organization which will enable it to be regarded as a good corporate citizen;
- * Help employees who are faced with making relevant judgments in the course of doing their work;
- * Assist managers in considering disciplinary matters where appropriate, give reassurance to Golden Son Limited's shareholders, customers and suppliers, to government and to other third parties with whom Golden Son Limited comes into business contact and;
- * Seek to protect Golden Son Limited from being subject to loss as a consequence of extortion, fraud, theft, bribery and corruption, insider dealing and antiterrorism or other dishonesty.

Whistleblower Policy

This policy is formulated to provide an opportunity to the employees of the Company to report to the management instances of unethical behavior, actual or suspected fraud, corruption, improper governmental activity, health and safety concerns within the company or violation of the company's Code of Conduct.

The Whistleblower Policy is applicable to all employees and all other stakeholders of Golden Son Limited.

Statement of Internal Control

The internal control system of Golden Son Limited is designed to manage risks that may impede the achievement of the company's business objectives rather than eliminates these risks. Internal control is the process by which the company's directors, management and staff obtain reasonable assurance as to the achievement of specified objectives including:-

- * Efficiency and effectiveness of operations,
- * Maintenance of assets,
- * Reliability of financial and other management information,
- * the prevention of fraud,
- * Compliance with relevant national laws and Companies Act. BSEC Rules, Stock Exchanges Rules and Regulations.

Golden Son Limited continues to ensure the presence of the following components that would create an effective internal control system

Control Environment

The Board of Directors sets the tone for an effective control environment through regular exchange views and reviews of the processes for identifying, evaluating and managing the significant risks. An effective control environment is set by top management that cascades across all business functions.

Risk Management

The company has an ongoing risk management process to identify key business risks. Process risks are also assessed at the planning stages whereby objectives are reviewed along with the associated risks that may potentially affect the achievement of objectives. Appropriate risk responses are articulated to enable the company to achieve its objectives effectively.

In Golden Son risks can come from uncertainty in form of project failures (at any phase in design, development, material cost), legal liabilities, credit risk, accidents, natural causes and disasters as well as deliberate attack from an adversary, or events of uncertain or unpredictable root cause.

Control Activities

Control activities are the policies and the procedure to help ensure that management directives are carried out, and the necessary actions are taken to minimize the risks of failing to meet objectives. Policies and procedures are effectively established within the company and continuously reviewed for compliance, adequacy and improvement.

Information and Communication

The company ensures the effective flow of information on internal activities and external factors across the management levels. All individuals receive a clear message from senior management that control responsibilities must be taken seriously.

Monitoring

Ongoing monitoring activities are conducted through regular management activities. An Internal Audit Team members during the year under review.

The internal audit function monitors the presence of the components of internal control system and reports to the audit committee.

Accountability and Audit

In implementing and ensuring the right Governance in GSL, the Board and Executive Committee ensure the following:

Financial Reporting

GSL has strong financial reporting procedures in line with the requirements of Bangladesh Financial Reporting Standard (BFRS), Bangladesh Accounting Standard (BAS) and other related local legislations.

Financial Review

Financial Review is conducted quarterly. Financial Review provides the internal quarterly results follow-up for the Company. The purpose is to provide an analysis of the economic and financial situations, which will then form the basis for external reporting and presentations, and to provide quality assurance for the financial reporting. In addition, internal review on monthly financial results is conducted by Managing Director on a monthly basis.

Statutory Audit

Statutory Audit of the Company is governed by the Companies Act, 1994 and Securities and Exchange Rules 1987. As per these regulations, auditors are appointed at each Annual General Meeting (AGM) and their remuneration is also fixed by the Shareholders at the AGM. Appropriate structure is in place as per corporate governance best practices to ensure independence of statutory auditors.

Corporate Governance Compliance Audit

As per the BSEC's notification no. BSEC/ CMRRCD/2006-158/207/Admin/80 dated 3 June 2018 the compliance auditors are appointed at each Annual General Meeting (AGM) and their remuneration is also fixed by the Shareholders at the AGM.

Internal Audit

The Internal Audit department is independent of business operations. It undertakes a programme to address internal control and risk management processes with particular reference to the GSL Audit Charter.

It operates a risk-based methodology, ensuring that the Company's key risks receive appropriate regular examination. Its responsibilities include reviewing and reporting on the effectiveness of risk management systems and internal control with the Executive Committee, the Audit Committee and ultimately to the Board. Internal Audit facilitates oversight of risk and control systems across the company.

Compliance with Rules and Regulations

In this context, the Company provides complete set of financial statements and relevant documents to the Bangladesh Securities and Exchange Commission (BSEC), CDBL, National Board of Revenue (NBR), Registrar of Joint Stock Companies & Firms (RJSC), Dhaka Stock Exchange (DSE), Chittagong Stock Exchange (CSE). The CFO and Company Secretary always accommodate any queries that are raised by regulators of the country.

Going Concern

The company has adequate resources to continue its operational existence in the foreseeable future. For this reason, the financial statements are prepared based on the going concern concept.

Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercises significant influence over the other party in making financial and operational decision and include associated companies with or without common Directors and key management positions. The Company has entered into transaction with other related entities in normal course of business that fall within the definition of related party as per Bangladesh Accounting Standard 24: "Related Party Disclosures."

Details of these transactions are set out under Notes to the Financial Statements.

Employees' remuneration Policy

The objective of the Company's remuneration policy is to attract, motivate, reward and retain quality staff. The Board ensures that the remuneration policies are in line with the strategic objectives and corporate values of the Company, and do not give rise to conflicts between the objectives of the Company and the interests of individual Directors and key executives.

Code of Conduct

In accordance with approved and agreed Code of Conduct, Golden Son Limited employees are expected to avoid personal activities and financial interests which could conflict with their responsibilities to the company. Golden Son Limited employees must not seek gain for themselves or others through misuse of their positions.

Compliance with Bangladesh Labour Act

The Company has complied for the Factory worker's with the relevant conditions of Bangladesh Labour Act 2006 (as amended in 2013).

Restriction on dealings in GSL Shares by Insiders

The Company has established policy relating to trading of GSL shares by Directors, Employees and other Insiders. The securities laws also impose restrictions on similar transactions. All the Insiders are prohibited from trading in the GSL shares, while in possession of unpublished price sensitive information in relation to the Company during prescribed restricted trading period.

Directors and Employees are also required to notify their intention to trade in the GSL shares prior to initiating the same.

Communications with Shareholders

GSL is continuously striving to improve relations with its shareholders. The Company encourages communications with shareholders throughout the year and welcomes their participation at the shareholders' meeting. All information provided to the BSEC and Stock Exchanges are immediately made available to the Shareholders on our company website: www.goldensonbd.com

General Meeting

An Annual General Meeting normally takes place within each fiscal year. The Company requires its Board and auditors to attend each Annual General Meeting (AGM) so as to be available to answer Shareholders queries on the results of the Company.

Website

The Company has an official website linked with the website of the stock exchanges. All financial results are posted on the Investor Relations section of the Company's website: www.goldensonbd.com

Shareholders Queries

GSL has set up a separate share division in Dhaka office of GSL. In addition we have special queries telephone lines and an email address. Shareholders can contact + (8802) 55052099 or mail to GSL Share Office: noon@goldensonbd.com for any queries and/or grievances.

Director's Report to the Shareholders

Dear Shareholders,

On behalf of the Board of Directors of GSL, I have the pleasure to welcome you all at the 16th Annual General Meeting of the company. We are therefore pleased to submit before you the operational activities and audited financial statements of the company for the year ended on 30th June 2020.

The Directors' Report is prepared in compliance with section 184 of the Companies Act 1994, Bangladesh Securities and Exchange Commission's **Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3rd June 2018** and other applicable laws and regulations. Relevant disclosures and explanations pertaining to issues to ensure compliance, transparency and good corporate governance practice have been made along with the details of the business performance, operations and achievements of Golden Son Limited for the year 2019-2020.

Principal Activity

The principal activity of the company is to manufacture and sales of 100% export quality Hot Pot, Food Warmer, Fan Components, Baby Toys, Plastic Product, Garments accessories and solar lightings.

Operational Activity

During the year under review production was for TK. 308,548,443 and sales for the year were TK. 532,195,680 as against production & sales of TK. 240,048,091 and TK. 602,329,317 respectively in the previous year. During the year the company faced net loss of TK. 163,060,084.

Industry Outlook

Continuous price hike of various product variables has narrowed the scope of profitability from our business. In spite of this adverse situation GSL does not compromise with the quality, rather GSL management has changed the strategy to negotiate with the foreign buyers, to focus in the volume business by producing new products and to select and the right target buyers.

Presently, the industry outlook is not good due mainly to change in world market demand from plastic base toy product to synthetic. Also environmental compliance is an important factor for export oriented industries. The compliance of the industry is not accepted by the foreign customers due non-functioning of industrial compliance. Despite all these challenges, GSL will continue to look into its potentials and development options with its business strategy. Corporate image, professionalism and quality product growth with aggressive marketing will be our priority.

Segment-wise performance

Principal activities of the company have been explained under 'Business Activities' as above. Segment wise performance comprising of the company is shown below:

Segment wise or Product wise performance during the year

Particulars	Capacity (Unit)	Actual Production (Unit)	Capacity Utilization (%)
Toys for Children	5000000	12,80,361	25.61
Garments Accessories	36600000	105,71,449	28.88
Light Engineering Products	100000	5,234	5.23

Risk & concerns:

The Board has established a risk and control structure to manage the achievement of business objectives. Risk & concerns are shown under notes no. 3.26 to the financial statements.

Business Performance

The Directors are pleased to report that business performance of the company for the year under review is as follows:

	2019-2020	2018-2019
Turnover	532,195,680	602,329,317
Cost of Sales	410,991,249	542,165,315
Gross (Loss)/ Profit	121,204,431	60,164,002
Operating, Administrative & Selling Expenses	60,983,619	54,817,946
Trading (Loss)/ Profit	60,220,812	5,346,056
Financial Expenses	257,247,334	227,017,416
Gross Operating Loss	(197,026,522)	(221,671,360)
Non-Operating Income	57,790,922	57,981,505
(Loss)/Profit before Tax	(139,235,600)	(163,689,855)
Current Tax	4,639,106	4,006,010
Deferred Tax	19,185,378	(461,772)
Provision for Tax	23,824,484	3,544,238
Net (Loss)/Profit after Tax	(163,060,084)	(167,234,093)

Financial Result and Appropriation

I am pleased to present herewith a comparative financial statement of the year under review and the immediate past year and would like to place recommendations for appropriation of the profit generated:

	2019-2020	2017-2018
Net Profit after Tax	(163,060,084)	(167,234,093)
Add: Transferred from Revaluation Reserve	13,876,670	14,729,850
Add: Accumulated Retained Earnings	418,600,302	571,104,545
Add: Reclassification adjustment for previous year unrealized loss on securities available for sale	(3,168,321)	(3,336,925)
Add: Other Comprehensive Income/(Loss)	(2,398,023)	187,337
Add: Related Deferred Tax	239,802	(18,733)
	264,090,346	415,431,981
Less: Dividend paid for previous year		
Cash Dividend	-	-
Profit available for appropriations	264,090,346	415,431,981
Proposed appropriations:		
Proposed Cash Dividend	-	-
Proposed Stock Dividend	26,199,150	-
Balance Carried forward	264,090,346	415,431,981
Total	264,090,346	415,431,981

Cost of Goods sold, Gross Profit Margin and Net Profit Margin:

Management Discussion

Management Discussion and Analysis are designed to provide regards with an overview of the business and an analysis on Cost of Goods Sold, Gross Profit Margin & Net Profit Margin.

Financial Performance:

Particulars	2019-2020	2018-2019
Cost of Goods Sold (Year)	410,991,249	542,165,315
Gross(Loss)/Profit (Year)	121,204,431	60,164,002
Net (Loss)/Profit After Tax (Year)	(163,060,084)	(167,234,093)

Cost of Goods Sold (COGS):

Cost of goods sold (cost of sales) is the cost of products sold during the year. COGS include all the costs directly related to getting inventory ready for sales such as: Raw materials (Including duties and taxes), Handling and other cost of converting materials into finished goods.

COGS vary directly with sales and production, the more items we sell or produce, the more stock or components we need to buy. Cost of Goods Sold in 2019-2020 has been decreased in compare to the previous year.

Gross Profit Margin Ratio:

Gross profit is the difference between sales and the cost of goods sold.

Gross Profit = Sales-Cost of Goods Sold

The gross profit margin is one indicator of the financial health of a business. Larger gross profit margins are better for business- the higher the percentage, the more the business retains of each Taka of sales for other expenses and net profit.

Gross Profit Margin % = $\frac{\text{Gross Profit}}{\text{Sales}} \times 100$

During the year 2019-2020 Gross Profit Margin has increased.

Net Profit Margin Ratio:

Net Profit is calculated by subtracting expenses including tax from the gross profit, showing what the business has earned (or lost) in a given period of time.

Net Profit = Gross Profit - Expenses with Tax:

Net Profit of the company in the year 2019-2020 has been increased than 2018-2019.

Extraordinary Gain or Loss

No events of extra ordinary gain or loss occurred during the reporting period requiring adjustment or disclosure in the financial statements.

Related Party Transactions

GSL had to enter into transactions with the related parties as defined in the “Bangladesh Accounting Standards 24: Related party Disclosure”. Related party Transactions are disclosed in the note 38 of the notes to the financial statements.

Utilization of proceeds from Public Issue

This is not applicable for GSL as no such event of collecting fund from public issues took place which would require adjustment or disclosure in the annual report.

Financial Result Deterioration after the Public Issue

This is not applicable for GSL.

Variance within the Quarterly Financial Statements and Annual Financial Statements

There was no event of significant variance between quarterly financial performances and annual financial statements during the year under reporting.

Remuneration to Directors including Independent Director

Directors draw Board and Audit Committee Meeting attendance fees. The details are given in Annexure-II of this report and note no. 37 of the Financial Statements.

Fairness Financial Statements

The financial statements together with the notes thereon have been drawn up in conformity with the Internationals Accounting Standards/ Financial Reporting Standards, Companies Act 1994 and Securities and Exchange Rules 1987. These statements present fairly the Company's state of affairs, the results of its operations, cash flows and change in equity.

Proper Books of Accounts

Proper books of accounts of the company have been maintained.

Adaptation of Proper Accounting Policies and Estimates

Appropriate Accounting Policies have been consistently applied in preparation of the financial statements and the accounting estimates are based on reasonable and prudent judgment.

IAS/BAS/IFRS/BFRS Application

International Accounting Standards (IAS) Bangladesh Accounting Standards (BSA) International Financial Reporting Standards (IFRS)/ Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure therefore has been adequately disclosed. Last of BAS/BFRS complied is listed on note 3.21 of the audited accounts.

Internal Control

The company maintains a sound internal control system which gives reasonable assurance against any material misstatement. The internal control system is regularly monitored by the Audit Committee in each meeting and by the company Executive committee on quarterly basis.

Minority Shareholders

Minority shareholders interest always looked after by the Board.

Subsidiary Operation**Golden Infinity Ltd.**

Golden Son Ltd. holds 99.99% shares of the company. The Directors' Report for the year ended 30 June 2020 of the Company together with Audited Accounts containing Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows and Auditor's Report thereon are included therein.

Majority Investment (Subsidiaries)Golden Infinity Ltd.

Golden Son Ltd. holds 99.99% shares of the company. The financial position and operational results are contained in the Directors' report of the Company as enclosed herewith.

Going Concern

Based on the available information on the future, the directors consider that the company has the plans and resources to manage its business risks successfully, as it has a diverse range of businesses and remains financially strong.

After making enquiries, the directors have a reasonable expectation that the Company have adequate resources to continue their operations for the foreseeable future.

Significant deviation from last year's operating result

There was no significant deviation from last year's operating result.

Key Operating & Financial Data

The summarized key operating and financial data for the five years is set out in Annexure-VIII of the Annual Report.

Dividend:

In 2019-2020 the company has earned net loss to the extent of TK. 16.30 crore after making necessary provisions. The Board of Directors in their meeting held on 24 November 2020 have recommend cash dividend at the rate of 2.5% for the year ended June 30, 2020 excluding Sponsors and/or Directors. The same is being placed before the shareholders meeting for approval.

Interim Dividend

No stock dividend was declared during the period under review as interim dividend.

Board, Audit Committee & Nomination and Remuneration Committee Meeting and Attendance

During the year 2019-20 total 6 (Six) board meeting and 4 (Four) Audit Committee meeting & 1 (One) Nomination and Remuneration Committee were held. Details of the Board meeting and Audit Committee & Nomination and Remuneration Committee meeting are shown in Annexure-II of the Annual Report. The CFO and Company Secretary, HIAC were present in all Board meeting.

Pattern of Shareholding and Name wise details

The shareholding information as at June 30, 2020 and other related information are shown in Annexure-III of the Annual Report.

Contribution to National Exchequer:

GSL is paying and facilitating collection of Government's revenue. During the period of July 2019 to June 2020, we have paid, collected & deposited a significant amount of Income Tax, VAT and Duties in time. During this period, Golden Son Limited collected and contributed Tk. 19,778,671 to the government exchequer along with utility bill which is advance Income Tax: 3,183,783; Gas Bill: 15,143,956; Land Tax: 11,120; Holding Tax: Tk. 13,464; Electricity Bill: 1,426,348.

Directors Election

Directors' Election Appointment and re-appointment: Directors.

Retirement of Directors and re-election

Mr. Belal Ahmed, Director of the company will retire in this Annual General Meeting being eligible offered his- selves for re-election. His brief resume is shown in the page number-12.

Management discussion and analysis

Management discussion and analysis has been highlighted in the Managing director's Statement and Directors' Report.

Declaration by the CEO and the CFO

Declaration by the Managing Director and CFO has been given on page 27 and Annexure-I.

Reporting on Compliance of the Corporate Governance Code

Golden Son Limited adheres to appropriate good Corporate Governance practices, as described on pages 30 to 39 of the Annual Report.

The company also complied with all the requirements of Corporate Governance as required by the Bangladesh Securities and Exchange Commission (BSEC). In accordance with the BSEC Notification Corporate Governance Certificate Report is shown in Annexure-IV of the Annual Report.

Further in compliance with the BSEC Notification No: BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June, 2018, Mr. A K M Mohitul Huque, FCA, Managing Partner of Ahmed Zaker & CO., Chartered Accountants issued the Corporate Governance Compliance Certificate which is shown on page 40 of this Report.

Appointment of Auditors:

The existing Auditors M/S FAMES & R, Chartered Accountants (Ex. Shahadat Rashid & Co.) Chartered Accountants will retire in this Annual General Meeting and being eligible has expressed their willingness for re-appointment as Auditors for the year 2020-2021.

The Board of Directors in its 112th Board meeting held on 24th November' 2020 recommended for appointment them as Auditors for the year 2020-2021 at a fee of Tk. 250,000 excluding VAT and TAX.

The appointment of Auditors and fixation of their fee to be approved by the shareholders in the Annual General Meeting.

Appointment of a Professional (Chartered Accountant/Chartered Secretaries) Firm for the Certificate on Compliance with the Corporate Governance Code of BSEC

As per Notification No: BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June, 2018, the Company shall obtain a Certificate from Professional Accountant/ Secretary (Chartered Accountant/Cost and Management Accountant/Chartered Secretary) regarding compliance with the condition of Corporate Governance Code of the commission and such certificate shall be disclosed in the Annual Report. And the professional who will provide the Certificate on Compliance of this Corporate Governance Code shall be appointed by the shareholders in the Annual General Meeting.

Pursuant to the BSEC's directive, Board has recommended Mr. Md. Maqbul Ahmed FCA, Senior Partner of ATA KHAN & Co., Chartered Accountants, address to appoint as a Professional Accountant to issue Certificate on Compliance of Corporate Governance Code enacted by Bangladesh Securities and Exchange Commission for the year ended on June 30, 2021 subject to approval of the shareholders in the next Annual General Meeting.

Ethical Code of Conduct

Performance with integrity is central to operation at GSL. The Board of Directors of the company has adopted a statement of ethical code of conduct which was circulated among the employees. All employees are required to abide by the ethical code in relation to business and regulations.

Compliance with Laws and Regulations

The company was not involved in any activities contravening the laws and regulations of the Country. The company ensures compliance with the provisions of all concerned regulatory authorities.

Environmental protection

The company is committed to protect the environmental issues. To the best of the Board's knowledge, the company was not involved in any activity which might be harmful to environment.

Audit Committee Report

The board audit committee has been formed headed by Mr. Shishir Ranjan Bose, FCA, Independent Director and a report of the audit committee is enclosed in Annexure-vi.

Chairman of the Board & Managing Director:

Chairman of the Board and Managing Director are two separate persons selected from the Board of Directors. Both are performing defined responsibilities and focusing on the strategic value addition of the company.

Chief Financial Officer, Company Secretary & Head of Internal Audit and Compliance

The company has appointed Chief Finance Officer, Company Secretary and Head of Internal Audit. The CFO, the Company Secretary and HIAC are also attending Board meeting. The Board of Directors clearly defined respective rules, responsibilities and duties of the CFO, The Company Secretary & Head of Internal Audit and compliance.

External/Statutory Auditors:

The external auditors are not engaged on any material non-audit work such which refers to status of compliance code (code no. 7 -7.3) page number-39.

Share holding Pattern

The shareholding combination as per clause 1.5(xxi) of Bangladesh Securities and Exchange Commission notification no. SEC/CMRRCD/2006-158/34Admin/44 Date: August 07,2012 has been shown in annexure-III.

Corporate Governance

The Company has taken effective stand for best practice of corporate governance. Presently working for strengthening all sorts of operational policies and procedures. The company is determined to ensure good governance by complying with all the applicable rules and regulations of corporate governance guidelines of BSEC.

Acknowledgement

The Board expresses their gratitude to the Government of the People's Republic of Bangladesh, National Board of Revenue (NBR) Bangladesh Securities and Exchange Commission (BSEC), Registrar of Joint Stock Companies & Firms (RJSC), Dhaka Stock Exchange (DSE), Chittagong Stock Exchange (CSE) and Central Depository of Bangladesh Limited (CDBL), the companies bankers, and other business partner for their cooperation, positive support, and guidance. The Company and its Board of Directors also would like to extend its foremost regard and appreciation to the valued shareholders and other stockholders of the Company for their persistent support and guidance to the company that led to the achievements.

Lastly, we promise that we will continue our journey towards a bright future, we look forward to your continued support in 2020-21 and the days ahead. I would like to you say that the Board, with the support of the shareholders, would continue to strive to improve the company's operation and probability in the upcoming years.

On behalf of the Board of Directors,



(Lin Yu Chen)

Chairman

Directors' Responsibilities Statements:

Pursuant to the BSEC notification No. BSEC/CMRRCD/2006-158/207/Admin/80, dated: 03 June, 2018 the Directors confirm that:

- a) The Financial Statements prepared by the management of GSL fairly present its state of affairs, the result of its operations, cash flows and changes in equity.
- b) Proper Books of Account of the Company have been maintained.
- c) Appropriate accounting policies have been consistently applied in preparation of the Financial Statements and that the accounting estimates are based on reasonable and prudent judgment.
- d) International Accounting Standard (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS) / Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed.
- e) The system of internal controls sounds in design and has been effectively implemented and monitored.
- f) Minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress;
- g) There are no doubts upon the company's ability to continue as a going concern and the annual accounts have been prepared as a going concern basis.
- h) The key operating and financial data for the last five years is disclosed in Annexure-VIII.
- i) The pattern of shareholding is disclosed in Annexure-III.
- j) A compliance status report with requirements of corporate governance as required by BSEC has been disclosed in Annexure-IV.
- k) Directors' profile and their directorship and business interest in other organizations have been disclosed in Board of Directors segment.
- l) There was no declaration of bonus share or stock dividend as interim dividend.

Acknowledgements:

I, on behalf of Board, express my sincere gratitude to all honorable shareholders, bankers, RJSC, National Board of Revenue and other government bodies for their support and co-operation. I am very much thankful to our management team and workforces for their dedication and hard working. We welcome your good suggestion and advice.

We are trying our best to achieve maximum efficiency and profitability. We always value your support. Please be with us in our journey to the excellence.

Stay safe,



Belal Ahmed

Managing Director

GOLDEN SON LIMITED DECLARATION OF CEO AND CFO

ANNEXURE-I

Date: November 24, 2020

The Board of Directors

Golden Son Limited

Khawajagar, Ajimpara, Karnaphuli Chattogram.

Subject: Declaration on Financial Statements for the year ended on 30th June 2020.

Dear Sirs,

Pursuant to the condition No. 1(5) (xxvi) imposed vide the commission's notification No. BSEC/CM-RRCD/2006-158/207/Admin/80, Dated 03 June, 2018 under section 2CC of the Securities and Exchange Ordinance 1969, we do hereby declare that:

1. The Financial Statements of Golden Son Limited for the year ended on 30th June 2020 have been prepared in compliance with International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh and any departure there from has been adequately disclosed;
2. The estimates and judgments related to financial statements were made on a prudent and reasonable basis, in order for the financial statements to reveal a true and fair view;
3. The form and substance of transactions and the company's state of affairs have been reasonably and fairly presented in its financial statements;
4. To ensure above, the Company has taken proper and adequate care in installing a system of Internal control and maintenance of accounting records;
5. Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the Company were consistently followed; and
6. The management's use of the going concern basis of accounting in preparing the financial statements is appropriate and there exist no materials uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regard, we also certify that:-

- (i) We have reviewed financial statements for the year ended 30th June 2020 and that to the best of our knowledge and belief:
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b) These financial statements collectively present true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.
- (ii) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board of Directors or its members.

Sincerely yours,



Belal Ahmed
Managing Director



Aminul Islam
Chief Financial Officer

Board, Board Audit Committee and NRC Attendance**ANNEXURE-II****a. Board Meeting:**

The number of board meeting and the attendance of Directors during the year under review.

Name Of Directors	Designation	MeetingHeld	Attended	Remarks
Ms. Lin Yu Chen,	Chairman	06	06	
Mr. Belal Ahmed	Managing Director	06	06	
Mr. Md. Mosaddake-Ul-Alam	Director	06	03	(Nominated by ICB as on 12 th November 2017.
Mr. A.S.A Muiz	Independent Director	06	04	Re-appointment/Extension on 4 th August 2018
Mr. ShishirRanjan Bose, FCA	Independent Director	06	06	Appointment on 18 th August 2017

b. Board Audit Committee Meeting:

Name Of Members	Position	Meeting Held	Meeting Attended
Mr. ShishirRanjan Bose, FCA	Chairman	04	04
Ms. Lin Yu Chen,	Member	04	04
Mr. A.S.A Muiz	Member	04	02
Mr. Md. Ayinuddin ACS	Member Secretary	04	04

c. Nomination and Remuneration Committee:

Name of Members	Position	Meeting Held	Meeting Attended
Mr. A.S.A Muiz	Chairman of Nomination and Remuneration Committee (NRC)	01	01
Mr. Belal Ahmad	Member	01	01
Mr. Shishir Ranjan Bose, FCA	Member	01	00
Mr. Md. Ayinuddin, ACS	Acts as the Secretary of the Committee	01	01

The Directors who could not attend the meetings were granted leave of absence.

Other Sub-Committee of the Board of Directors**Management Committee:**

The company has formed a 4 member's management committee head by Mr. Belal Ahmed, Managing Director which is as under:

- Mr. Belal Ahmed, Managing Director (Chairman of the committee)
- Mr. A.S.A Muiz (Independent Director) (Member of the committee)
- Mr. Shishir Ranjan Bose, FCA (Independent Director) (Member of the committee)
- Mr. Md. Ayinuddin ACS, Company Secretary (Member of the committee)

Purchase Committee:

The company has formed a 4 member's purchase committee headed by Ms. Lin Yu Chen, Chairman of the Board which is as following:

- Ms. Lin Yu Chen, Chairman (Chairman of the committee)
- Mr. Belal Ahmed, Managing Director (Member of the committee)
- Mr. Aminul Islam, Acting Chief Financial Officer (Member of the committee)

ANNEXURE-III

PATTERN OF SHAREHOLDING AS ON 30.06.2020.

SL No	Shareholder's Group	No. of Share holding
i)	Parent/Subsidiary/Associated Companies and others related parties:-	Nil
ii)	Directors, CEO, Company Secretary, CFO, Head of Internal Audit and others:	
	Ms. Lin Yu Chen, Chairman	28,184,300
	Mr. Belal Ahmed, Managing Director	10,459,699
	Ms.Nasmin Anwar (Director Nominated By ICB)	10,618,720 (Held By ICB)
	Mr. A.S.A Muiz, Independent Director	Nil
	Mr. ShishirRanjan Bose, FCA Independent Director	Nil
	Mr. Md. Ayinuddin ACS, Company Secretary and his spouse and minor children	Nil
	Mr. Aminul Islam, CFO and his spouse and minor children	Nil
	Mr. Moinul Islam, Head of Internal Audit and his spouse and minor children.	Nil
iii)	Executive (Top five salaried persons other than CEO, Company Secretary, CFO and Head of Internal Audit)	Nil
	Total	49,262,719
iv)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise)	Nil

Shareholdings:Summarized position of Shareholders as on 30th June, 2020.

Category/Director	Total Shareholders	Total Shareholding	Percentage (%)
Sponsor/Director/Foreign Investor	10	66,933,171	38.98%
Financial Institute	132	32,218,656	18.76%
General Public	13,969	72,577,945	42.26%
Total	14,111	17,1729,772	100%

Corporate Governance Compliance Status

Annexure-IV

The Compliance with of notification of Bangladesh Securities and Exchange Commission
Status of compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969 (XVII of 1969). (Report-under Condition no.7.00) is presented below:

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not Complied	
1	Board of Directors			
1(1)	Board's Size:			
	The total number of members of a Company's Board of Directors (hereinafter referred to as Board") shall not be less than 5 (five) and more than 20 (twenty).	✓		
1(2)	Independent Directors			
1(2)(a)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors. Any fraction shall be considered to the next integer or whole number for calculating number of independent director(s).	✓		
1(2)(b)(i)	Who either does not hold any share in the company holds less than One percent (1%) shares of the total paid-up shares of the company.	✓		Independent Director does not hold any shares of total paid up capital
1(2)(b)(ii)	Who is not sponsor of the company or is not connected with the company's any sponsor or director or nominated director or shareholder of the company or any of its associates, sister concerns, subsidiaries and parents or holding entitles who hold one (1%) or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members also shall not above mentioned shares in the company.	✓		
1(2)(b)(iii)	Who has not been an executive of the company in immediately preceding 2 (two) financial years.	✓		
1(2)(b)(iv)	Who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated company;	✓		
1(2)(b)(v)	who is not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange;	✓		
1(2)(b)(vi)	who is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market;	✓		
1(2)(b)(vii)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code;	✓		
1(2)(b)(viii)	who is not independent director in more than 5 (five) listed companies;	✓		
1(2)(b)(ix)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan or any advance to a bank or a Non-Bank Financial institution (NBFI); and	✓		
1(2)(b)(x)	who has not been convicted for a criminal offence involving moral turpitude;	✓		
1(2)(c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM);	✓		
1(2)(d)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days; and	✓		
1(2)(e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) tenure only: .	✓		

1(3)	Qualification of Independent Director (ID)			
1(3)(a)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to the business;	✓		
1(3)(b)(i)	Business Leader who is or was a promoter or director of an unlisted company having minimum paid-up capital of Tk.100.00 million or any listed company or a member of any national or international chamber of commerce or business association; or	N/A		
1(3)(b)(ii)	Corporate Leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid up capital of Tk. 100.00 million or of a listed company; or	✓		
1(3)(b)(iii)	Former official of government or statutory or autonomous or regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or law; or	✓		
1(3)(b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law; or	N/A		
1(3)(b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification;	N/A		
1(3)(c)	The independent director shall have at least 10 (ten) years of experiences in any field mentioned in clause (b);	✓		
1(3)(d)	In special cases, the above qualifications or experiences may be relaxed subject to prior approval of the Commission'	N/A		
1(4)	Duality of Chairman of the Board and Managing Director or Chief Executive Officer:-			
1(4)(a)	The position of the Chairperson of the Board and the Managing Director (MD) and/or Chief Executive Officer (CEO) of the company shall be filled by different individuals;	✓		
1(4)(b)	The Managing Director (MD) and/or Chief Executive Officer I V (CEO) of a listed company shall not hold the same Position in another listed company	✓		
1(4)(c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company;	✓		
1(4)(d)	The Board shall clearly define respective roles and responsibilities of the Chairperson and the Managing Director and/or Chief Executive Officer;	✓		
1(4)(e)	In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from nonexecutive directors as Chairperson for that particular Board's meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes'	✓		No such case occurred in the year.
1(5)	The Directors' Report to Shareholders			
1(5)(i)	An industry outlook and possible future developments in the industry;	✓		
1(5)(ii)	The segment-wise or product-wise performance;	✓		
1(5)(iii)	Risk and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any;	✓		

1(5)(iv)	A Discussion on cost of Goods sold, Gross Profit Margin and Net Profit Margin, where applicable;	✓		
1(5)(v)	A discussion on continuity of any extraordinary activities and their implications (gain or loss);	N/A		Company has no such gain/loss
1(5)(vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions;	✓		
1(5)(vii)	A statement of utilization of proceeds raised through public issues, rights issues and/or any other instruments;	N/A		
1(5)(viii)	An explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Share Offer, Direct Listing, etc.;	N/A		
1(5)(ix)	An explanation on any significant variance that occurs between Quarterly Financial performances and Annual Financial Statements;	N/A		
1(5)(x)	A statement of remuneration paid to the directors including independent directors;	✓		
1(5)(xi)	A statement that the financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity;	✓		
1(5)(xii)	A statement that proper books of account of the issuer company have been maintained;	✓		
1(5)(xiii)	A statement that appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment;	✓		
1(5)(xiv)	A statement that International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed;	✓		
1(5)(xv)	A statement that the system of internal control is sound in design and has been effectively implemented and monitored;	✓		
1(5)(xvi)	A statement that minority shareholders have been protected from abusive actions by, or in the interest of controlling shareholders acting either directly or indirectly and have effective means of redress;	✓		
1(5)(xvii)	A statement that there is no significant doubt upon the issuer company's ability to continue as a going concern, if the issuer company is not considered to be a going concern. the fact along with reasons there of shall be disclosed;	✓		
1(5)(xviii)	An explanation that significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof shall be explained;	✓		
1(5)(xix)	A statement where key operating and financial data of at least preceding 5 (five) years shall be summarized;	✓		
1(5)(xx)	An explanation on the reasons if the issuer company has not declared dividend (cash or stock) for the year;	✓		
1(5)(xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend;	N/A		Included in the Director' Report
1(5)(xxii).	The total number of Board meetings held during the year and attendance by each director;	✓		
1(5)(xxiii)	A report o the pattern of shareholding disclosing the aggregate number of shares (along with name-wise details where sated below) held by:-			
1(5)(xxiii)(a)	Parent or Subsidiary or Associated Companies and other related parties (name-wise details);	✓		

1(5)(xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and Compliance and their spouses and minor children (name-wise details);	✓		
1(5)(xxiii)c.	Executives; and	✓		
1(5)(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name-wise details);	✓		
1(5)(xxiv)	In case of the appointment or reappointment of a director, a disclosure on the following information to the shareholders:-			
1(5)(xxiv)(a)	a brief resume of the director;	✓		Disclosed in the annual report.
1(5)(xxiv)(b)	nature of his or her expertise in specific functional areas; and	✓		
1(5)(xxiv)(c)	names of companies in which the person also holds the directorship and the membership of committees of the Board;	✓		
1(5)(xxv)	A Management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the company's position and operations along with a brief discussion of changes in the financial statements, among others, focusing on:			
1(5)(xxv)(a)	accounting policies and estimation for preparation of financial statements;	✓		
1(5)(xxv)(b)	changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes;	✓		
1(5)(xxv)(c)	comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof;	✓		
1(5)(xxv)(d)	compare such financial performance or results and financial position as well as cash flows with the peer industry scenario;	✓		
1(5)(xxv)(e)	briefly explain the financial and economic scenario of the country and the globe;	✓		
1(5)(xxv)(f)	risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company; and	✓		
1(5)(xxv)(g)	future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explained to the shareholders in the next AGM;	✓		
1(5)(xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure-I; and	✓		
1(5)(xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-4 and Annexure-5.	✓		
1(6)	Meetings of the Board of Directors The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	✓		
1(7)	Code of conduct for the Chairperson, other Board Members and Chief Executives Officer			
1(7)(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) at condition No. 6, for the Chairperson of the Board, other board members and Chief Executive Officer of the company;	✓		
1(7)(b)	The code of conduct as determined by the NRC shall be posted on the website of the company including, among others, prudent conduct and behavior; confidentiality; conflict of interest; compliance with laws, rules and regulations; prohibition of insider trading; relationship with environment, employees, customers and suppliers; and independency.	✓		

2	Governance of Board of Directors of Subsidiary Company:-			
2(a)	Provisions relating to the composition of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company;	✓		
2(b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company;	✓		
2(c)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company;	✓		
2(d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also;	✓		
2(e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	✓		
3	Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary (CS):-			
3 (a)	Appointment	✓		
3(i)(a)	The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC);	✓		
3(i)(b)	The positions of the Managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals;	✓		
3(i)(c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time;	✓		
3(i)(d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS;	✓		
3(i)(e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and Stock Exchange.	✓		
3(2)	Requirement to attend the Board Meetings			
	The CFO, HIAC and the Company Secretary of the company shall attend the meetings of the Board of Directors, provided that the CFO, HIAC and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.	✓		
3(3)	Duties of Managing Director (MD) or Chief Executive Officer (CEO) Chief Financial Officer (CFO)			
3(3)(a)	The MD or CEO and CFO shall certify to the Board that they have reviewed financial statements for the year and that to the best of their knowledge and belief:	✓		
3(3)(a)(i)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading; and	✓		
3(3)(a)(ii)	these statements together present a true and a fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;	✓		
3(3)(b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transactions entered into by the company during the year - which are fraudulent, illegal or in violation of the code of conduct for the company's Board or its members;	✓		

3(3)(c)	The certification of the MD or CEO shall be disclosed in the Annual Report,	✓		
4	Board of Director's Committee:-			
4(i)	Audit Committee; and	✓		
4(ii)	Nomination and Remuneration Committee.	✓		
5	Audit Committee:-			
5(1)	Responsibility to the Board of Director's			
5(1)(a)	The company shall have an Audit committee as a sub-committee of the Board;	✓		
5(1)(b)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	✓		
5(1)(c)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	✓		
5(2)	Constitution of the Audit Committee			
5(2)(a)	The Audit Committee shall be composed of at least 3 (three) members.	✓		
5(2)(b)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director.	✓		
5(2)(c)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management background and 10 (ten) years of such experience.	✓		
5(2)(d)	When the term of service of the committee members expires or there is any circumstance causing any committee member to be unable to hold office until expiration of the term of service, thus making the number of the committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new committee member(s) to fill up the vacancy immediately or not later than 1 (one) month from the date of vacancy in the committee to ensure continuity of the performance of work of the Audit Committee.	✓		
5(2)(e)	The company secretary shall act as the secretary of the audit Committee	✓		
5(2)(f)	The quorum of the Audit committee meeting shall not constitute without at least 1 (one) independent Director.	✓		
5(3)	Chairperson of the Audit Committee			
5(3)(a)	The Board of Directors shall select 1 (one) member of the Audit Committee to be chairperson of the Audit Committee, who shall be an independent Director.	✓		
5(3)(b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b) and the reason of absence of the regular Chairperson shall be duly recorded in the minutes,	✓		
5(3)(c)	Chairperson of the audit committee shall remain present in the Annual General Meeting (AGM).	✓		

5(4)	Meeting of the Audit Committee			
5(4)(a)	The Audit Committee shall conduct at least its four meetings in a financial year:	✓		
5(4)(b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	✓		
5(5)	Role of Audit Committee			
	The Audit Committee shall:-			
5(5)(a)	Oversee the financial reporting process.	✓		
5(5)(b)	Monitor choice of accounting policies and principles.	✓		
5(5)(c)	monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report;.	✓		
5(5)(d)	Oversee hiring and performance of external auditors.	✓		
5(5)(e)	hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;	✓		
5(5)(f)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.	✓		
5(5)(g)	review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval;	✓		
5(5)(h)	Review statement of significant related party transactions submitted by the management.	✓		
5(5)(i)	review the adequacy of internal audit function;	✓		
5(5)(j)	review the Management's Discussion and Analysis before disclosing in the Annual Report;	✓		
5(5)(k)	review statement of all related party transactions submitted by the management;	✓		
5(5)(l)	review Management Letters or Letter of Internal Control weakness issued by statutory auditors;	✓		
5(5)(m)	oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors; and	✓		
5(5)(n)	oversee whether the proceeds raised through Initial public Offering (IPO) or Repeat Public Offering (RPO) or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission:	N/A		
5(6)	Reporting of the Audit committee			
5(6)(a)	Reporting to the Board of Directors			
5(6)(a)(i)	The Audit Committee shall report on its activities to the Board of Directors.	✓		
5(6)(a)(ii)(a)	Report on conflicts of interest;	N/A		
5(6)(a)(ii)(b)	Suspected or presumed fraud or irregularity or material defect in the internal control systems;	N/A		

5(6)(a)(ii)(a)	Suspected infringement of laws, including securities related laws, rules and regulations; and	N/A		
5(6)(a)(ii)(a)	Any other matter which shall be disclosed to the Board of Directors immediately.	✓		
5(6)(b)	Reporting to the Authorities			
	If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.	N/A		
5(7)	Reporting to the shareholders and General investors.			
	Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1 (ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer Company.	✓		
6	Nomination and Remuneration Committee (NRC):-			
6(1)	Responsibility to the Board of Directors			
6(1)(a)	The company shall have a Nomination and Remuneration Committee (NRC) as a subcommittee of the Board;	✓		
6(1)(b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;	✓		
6(1)(c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No.6(5)(b).	✓		
6(2)	Constitution of the NRC			
6(2)(a)	The Committee shall comprise of at least three members including an independent director;	✓		
6(2)(b)	All members of the Committee shall be non-executive directors;	✓		
6(2)(c)	Members of the Committee shall be nominated and appointed by the Board;	✓		
6(2)(d)	The Board shall have authority to remove and appoint any member of the Committee;	✓		
6(2)(e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee;	✓		
6(2)(f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee;	✓		
6(2)(g)	The company secretary shall act as the secretary of the Committee;	✓		
6(2)(h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;	✓		

6(2)(j)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company.	✓		
6(3)	Chairperson of the NRC			
6(3)(a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director;	✓		
6(3)(b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;	✓		
6(3)(c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders;	✓		
6(4)	Meeting of the NRC			
6(4)(a)	The NRC shall conduct at least one meeting in a financial year;	✓		
6(4)(b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;	✓		
6(4)(c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h);	✓		
6(4)(d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.	✓		
6(5)	Role of the NRC			
6(5)(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders;	✓		
6(5)(b)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board			
6(5)(b)(i)(a)	the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate suitable directors to run the company successfully;	✓		
6(5)(b)(i)(b)	the relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and	✓		
6(5)(b)(i)(c)	remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;	✓		
6(5)(b)(ii)	devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality;	✓		
6(5)(b)(iii)	identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board;	✓		
6(5)(b)(iv)	formulating the criteria for evaluation of performance of independent directors and the Board;	✓		
6(5)(b)(v)	identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria; and	✓		
6(5)(b)(vi)	developing, recommending and reviewing annually the company's human resources and training policies;	✓		
6(5)(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.	✓		

7	External/Statutory Auditors:-			
7(1)	The issuer company should not engage its external/statutory auditors to perform the following services of the company; namely:-			
7(1)(i)	Appraisal or valuation services or fairness opinions	✓		
7(1)(ii)	Financial information systems design and implementation.	✓		
7(1)(iii)	Book keeping or other services related to the accounting records or financial statements.	✓		
7(1)(iv)	Broker –dealer services;	✓		
7(1)(v)	Actuarial services;	✓		
7(1)(vi)	internal audit services or special audit services;	✓		
7(1)(vii)	Any other service that the Audit Committee determines;	✓		
7(1)(viii)	audit or certification services on compliance of corporate governance as required under condition No, 9(1); and	✓		
7(1)(ix)	any other service that creates conflict of interest.	✓		
7(2)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company;his or her family members also shall not hold any shares inthe said company;	✓		
7(3)	Representative of external or statutory auditors shall remainpresent in the Shareholders' Meeting (Annual GeneralMeeting or Extraordinary General Meeting) to answer thequeries of the shareholders.	✓		
8	Maintaining a website by the Company:-			
8(1)	The company shall have an official website linked with the website of the stock exchange.	✓		
8(2)	The company shall keep the website functional from the date of listing.	✓		
8(3)	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	✓		
9	Reporting and Compliance of Corporate Governance:-			
9(1)	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountantor Cost and Management Accountant or CharteredSecretary) other than its statutory auditors or audit firm onyearly basis regarding compliance of conditions of CorporateGovernance Code of the Commission and shall suchcertificate shall be disclosed in the Annual Report.	✓		
9(2)	The professional who will provide the certificate oncompliance of this Corporate Governance Code shall beappointed by the shareholders in the annual generalmeeting.	✓		
9(3)	The directors of the company shall state, in accordance with the Annexure-3 attached, in the directors' report whether the company has complied with these conditions or not.	✓		

Annexure-v

[Certificate as per condition No. 1(5)(xxvii)]

**Report to the Shareholders of Golden Son Limited on compliance
on the Corporate Governance Code**

We have examined the compliance status to the Corporate Governance Code by Golden Son Limited for the year ended on June 30, 2020. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/ Admin/80 Dated 03 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required and after due scrutiny and verification thereof, we report that, in our opinion:

- (a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the abovementioned Corporate Governance Code issued by the Commission;
- (b) The company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;
- (c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and
- (d) The governance of the company is satisfactory.

Place: Dhaka

Dated: 29 November, 2020



AKM Mohitul Haq, FCA
Senior Partner
Ahmed Zaker & Co.
Chartered Accountants

REPORT OF THE AUDIT COMMITTEE

ANNEXURE-VI

Audit Committee Report for the year ended June 30, 2020

The terms of reference of the Audit Committee has been determined by the Board of Directors of the Company in accordance with the conditions of Corporate Governance Code of Bangladesh Securities and Exchange Commission (BSEC).

The Committee is appointed by and responsible to the Board of Directors. At present the Audit Committee consists of 4 members of the Board two of them are independent directors. **Composition of the Board Audit Committee.**

The following members of the Board of Directors comprise the Board Audit Committee:

- | | | |
|--------------------------------|------------|---------------------------------|
| - Mr. Shishir Ranjan Bose, FCA | - Chairman | -Independent Director |
| - Ms. Lin Yu Chen, | - Member | -Chairman of Board of Directors |
| - Mr. A.S.A Muiz | - Member | -Independent Director |

Mr.Md. Ayinuddin ACS, Company Secretary acts as Secretary of the Committee

During the financial year ended on June 30, 2020 Four meetings of the Audit Committee were held. The details of attendance of the members have been shown in the Annexure- ii of Directors' Report. The Chief Financial Officer (CFO), the Head of Internal Audit and Compliance (HIAC) attended the meeting by invitation.

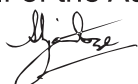
Activities carried out during the year:

The following activities were carried out by the Audit Committee:

1. Reviewed the Quarterly, Half yearly and Annual Financial Statements of the Company before submission to the Board for their approval.
2. Reviewed the effectiveness of internal control and also reviewed audit objection of Head of Internal Audit and also reviewed points or suggestions and amendments by the Internal Auditor.
3. Met with the members of the external auditors and had discussion on the audit of financial statements of the Company.
4. Reviewed the annual financial statements of the Company prior to submission to the Board for approval. The review was to ensure that the financial reporting and disclosures were in compliance with the Securities Laws, provision of the Companies Act 1994, International Financial Reporting Standards (IFRS) as applicable in Bangladesh.
5. Reviewed statement of all related party transactions submitted by the management.
6. Recommended the appointment of M/s. FAMS R & Co., Chartered Accountants, as External Auditors of the Company for the year 2020-2021.
7. Recommended to the Board regarding the appointment of M/s. FAMS R & Co., Chartered Accountant as Compliance Auditors of the Company for the year 2020-2021.

The committee is of the opinion that adequate controls and procedures are there to provide reasonable assurance that the company's assets are safeguarded, the liabilities are properly accounted for and financial activities of the company is well managed.

On behalf of the Audit Committee



Mr. Shishir Ranjan Bose, FCA

Chairman Audit Committee

Dated : 24 November, 2020

Report of the Nomination and Remuneration Committee for the year ended June 30, 2020

As per the requirements of the BSEC Code of Corporate Governance the Board of Directors of Golden Son Limited has constituted a Nomination and Remuneration Committee (NRC) in July, 2018. The NRC is a Sub - Committee of the Board.

Composition of the Committee

The Nomination and Remuneration Committee (NRC) consist of three Directors including two Independent Director. Independent Director is the Chairman of the Committee. The Committee acts as per the terms and conditions of the Corporate Governance Code of BSEC. The Committee members are:

Sl No	Name	Designation
1.	Mr. A.S.A Muiz	Chairman of Nomination and Remuneration Committee (NRC)
2.	Mr. Belal Ahmed	Member
3.	Shirshir Ranjan Bose, FCA	Member
4.	Mr. Md. Ayinuddin ACS	Acts as the Secretary of the Committee

The Managing Director and the CFO & Head of HR attend the meeting, as and when required by invitation.
Major Role and Responsibilities of the Committee

- The Committee is an independent sub-committee of the Board and responsible or accountable to the Board and to the shareholders of the Company.
- The Committee discharges the responsibilities and acts as stipulated in the Terms of Reference (ToR) of the Nomination and Remuneration Committee adopted by the Board in line with the Corporate Governance Code 2018.

The activities of the NRC during the year were as follows:

- During the year under review the Committee met once. The Managing Director and the Chief Financial Officer & Head of Human Resources attended the meeting by invitation of the Committee. The attendance record of the members is shown in Annexure ii of the Directors' Report.
- Reviewed the management's proposals for the annual increment/ promotion/ enhancement of salary and renewal of contract appointments of Senior Management of the Company.

On behalf of the Committee

Sd/-

A.S.M Muiz

Chairman

Nomination and Remuneration Committee

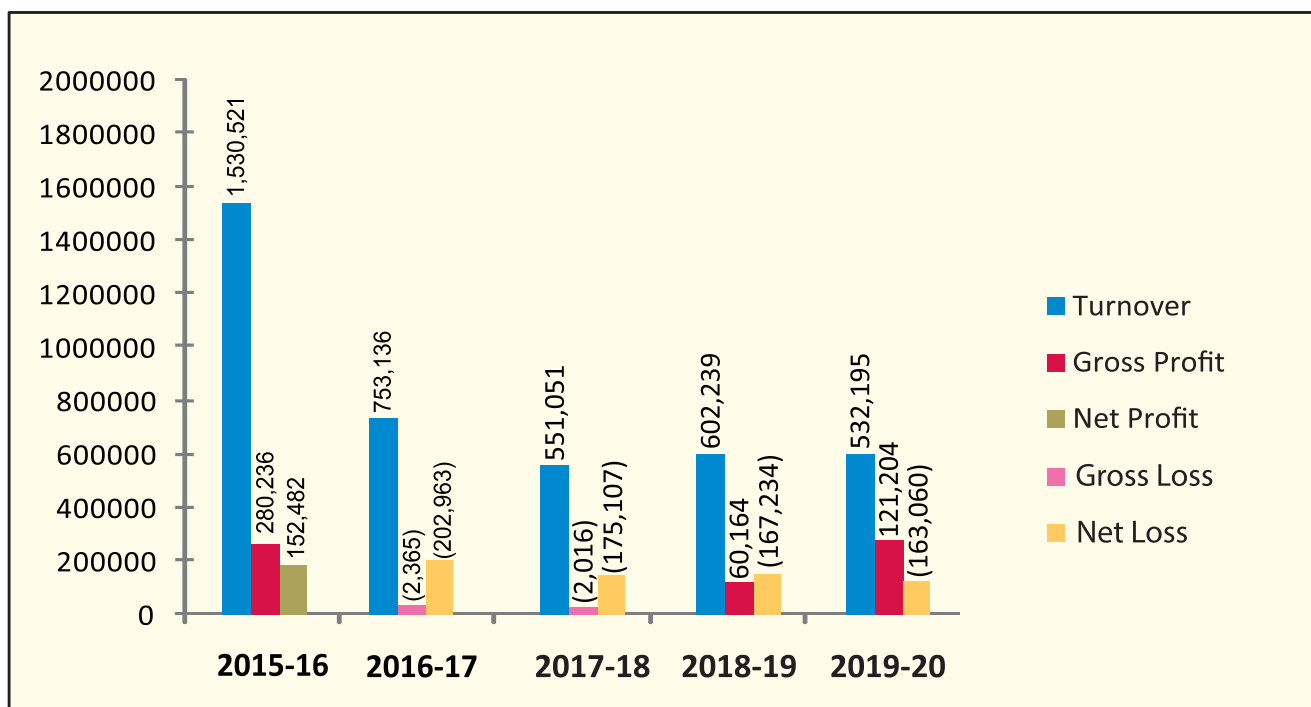
Financial Highlights

ANNEXURE-VIII

Particulars	2019-20	2018-19	2017-18	2016-17	2015-16
01 Liquidity Ratios:					
Current Ratio	1.88	1.97	1.69	1.47	1.79
Quick Ratio	1.29	1.33	1.11	0.86	0.92
Times Interest Earned Ratio	0.46 times	0.27 times	0.001 times	(0.17) times	2.96 times
Debt to Equity Ratio	0.91	0.77	0.67	0.52	0.41
02 Operating Ratios:					
Trade Receivables Turnover Ratio	0.39 times	0.48 times	0.46 times	0.66 times	1.35 times
Inventory Turnover Ratio	0.38 times	0.51 times	0.49 times	0.61 times	0.88 times
Asstes Turnover Ratio	0.08 times	0.09 times	0.09 times	0.13 times	0.27 times
03 Profitability Ratios:					
Gross Profit Margin Ratio	22.77%	9.99%	(0.37)%	(3.14)%	18.31%
Operating Income Ratio	(37.02)%	(36.8)%	(41.66)%	(34.49)%	5.45%
Net Income Ratio (before tax)	(26.16)%	(27.18)%	(31.11)%	(26.41)%	12.62%
Net Income Ratio (after tax)	(30.64)%	(27.76)%	(31.78)%	(26.95)%	9.96%
Return on Assets ratio	0.46%	0.03%	(0.75)%	(1.26)%	3.95%
Return on Equity Ratio	(4.58)%	(4.49)%	(4.50)%	(4.95)%	3.68%
Earnings Per Share (EPS)	(0.95)	(0.97)	(1.02)	(1.18)	0.89

Financial Performance (Taka in Thousand)

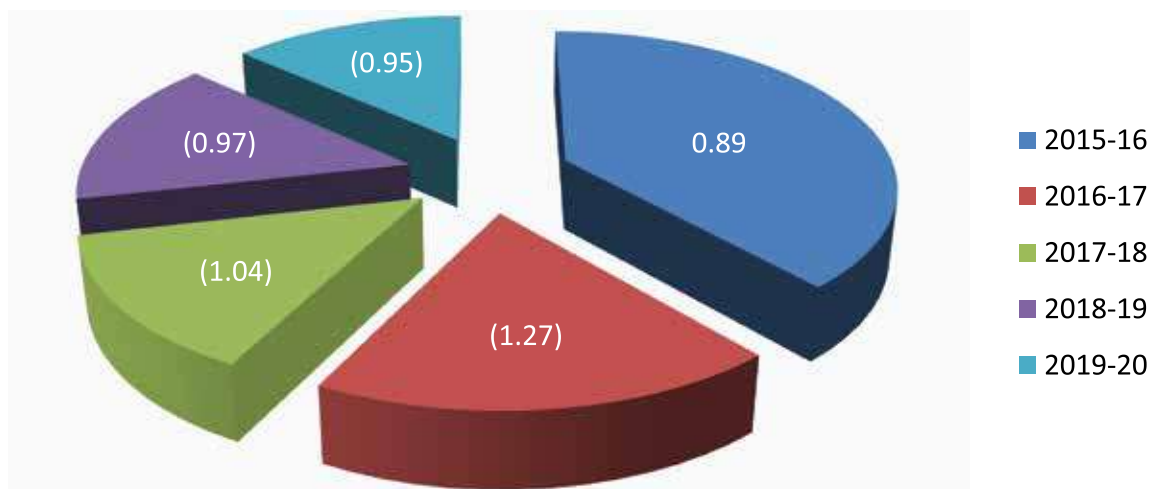
Particulars	2019-20	2018-19	2017-18	2016-17	2015-16
Turnover	532,195	602,239	551,051	753,136	1,530,521
Gross Profit/(Loss)	121,204	60,164	(2,016)	(2,365)	280,236
Net (Loss)/Profit after tax	(163,060)	(167,234)	(175,107)	(202,963)	152,482



EARNINGS PER SHARE & PAID-UP CAPITAL STRUCTURE

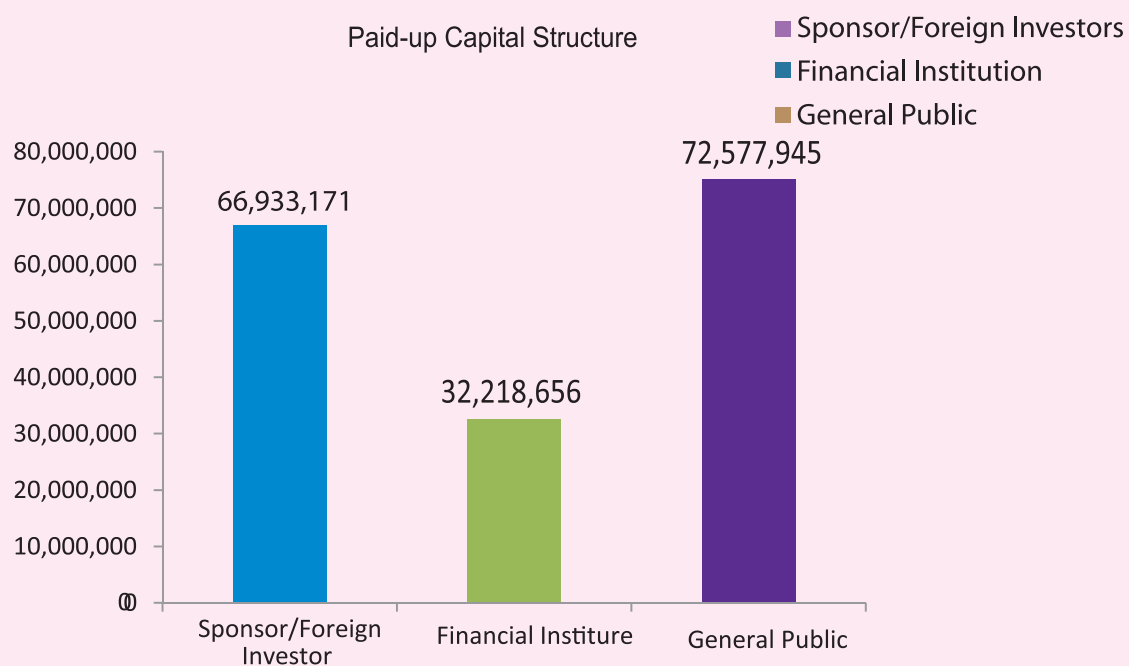
Particulars	2019-20	2018-19	2017-18	2016-17	2015-16
Earnings Per Share	(0.95)	(0.97)	(1.04)	(1.27)	0.89

Earnings Per Share



Category	Shares	Percentage
Sponsor/Foreign Investor	66,933,171	38.98%
Financial Institution	32,218,656	18.76%
General Public	72,577,945	42.26%

Paid-up Capital Structure





Certificate of Conformity

About the EMC Directive 2004/108/EC

Certificate No.: UK130102010

This inspected products have been tested by us with the listed standards and found in compliance with the European Community Electromagnetic Compatibility Directives 2004/108/EC. The statement is based on a single evaluation of one sample of below mentioned products. The CE mark below can be used under the responsibility of manufacturer after completion of an EC declaration of conformity and compliance with all relevant EC directives.

Applicant : Golden Son Limited
Suite # 808, Palton Tower (8th Fl.) 87 Purana Palton Lane,
Dhaka-1000

Manufacturer: Golden Son Limited
Khowaj Nagar, Ajimpara, Karnafully, Chittagong, Bangladesh

Product : Table Fan

Model No.: GF-123T, GF-123TN, GF-163ST, GF-143ST, GF-163T, GF-143T,
GF-162T, GF-142T, GF-162W, GF-142W, GF-163W, GF-143W

Standards applied: EN 61000-3-2: 2006+A2: 2009
EN 61000-3-3: 2008
EN 55014-1: 2006+A2: 2011
EN 55014-2: 1997+A2: 2008

Report No.: UK130102010

Date of Issue: 2013-04-01

Signature:

Eric Zhang [Section Manager]



U.K STANDARD TESTING CO., LTD.
Addr Floor 2&3, Building E, Nanpu Technology Innovation Center, Banshi,
Village, Changpin Town, Dongguan City, Guangdong Province

SERVICE LINE:+86-769-22501690
Web: <http://www.uk-st.com>
E-mail : uk.customer@163.com



Certificate of Conformity

About the Low Voltage Directive 2006/95/EC

Certificate No.: UK130101008

This inspected products have been tested by us with the listed standards and found in compliance with the European Directives 2006/95/EC.

The statement is based on a single evaluation of one sample of above mentioned products. The CE mark above can be used under the responsibility of manufacturer after completion of an EC declaration of conformity and compliance with all relevant EC directives.

Applicant : Golden Son Limited
Suite # 808, Palton Tower (8th Fl.) 87 Purana Palton Lane,
Dhaka-1000

Manufacturer: Golden Son Limited
Khowaj Nagar, Ajimpara, Karnafully, Chittagong, Bangladesh

Product : Table Fan

Model No.: GF-123T, GF-123TN, GF-163ST, GF-143ST, GF-163T, GF-143T,
GF-162T, GF-142T, GF-162W, GF-142W, GF-163W, GF-143W

Standards applied: EN 62233: 2008
EN 60335-1: 2012
EN 60335-2-80: 2003+A2: 2009

Report No.: UK130101008, UK130101009

Date of Issue: 2013-04-01

Signature:



Eric Zhang [Section Manager]



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SERVICE LINE:+86-769-22501690
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E-mail : uk.customer@163.com



Certificate of Conformity

About the EMC Directive 2004/108/EC

Certificate No.: UK130102013

This inspected products have been tested by us with the listed standards and found in compliance with the European Community Electromagnetic Compatibility Directives 2004/108/EC. The statement is based on a single evaluation of one sample of below mentioned products. The CE mark below can be used under the responsibility of manufacturer after completion of an EC declaration of conformity and compliance with all relevant EC directives.

Applicant : Golden Son Limited
Suite # 808, Palton Tower (8th Fl.) 87 Purana Palton Lane,
Dhaka-1000

Manufacturer: Golden Son Limited
Khowaj Nagar, Ajimpara, Karnafully, Chittagong, Bangladesh

Product : Stand Fan

Model No.: GDF-163RS, GDF-143RS, GDF-163S, GDF-143S, GF-163S,
GF-143S, GF-165S, GF-185S

Standards applied: EN 61000-3-2: 2006+A2: 2009
EN 61000-3-3: 2008
EN 55014-1: 2006+A2: 2011
EN 55014-2: 1997+A2: 2008

Report No.: UK130102013

Date of Issue: 2013-04-01

Signature:

Eric Zhang [Section Manager]



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E-mail : uk.customer@163.com



Certificate of Conformity

About the Low Voltage Directive 2006/95/EC

Certificate No.: UK130101011

This inspected products have been tested by us with the listed standards and found in compliance with the European Directives 2006/95/EC.

The statement is based on a single evaluation of one sample of above mentioned products. The CE mark above can be used under the responsibility of manufacturer after completion of an EC declaration of conformity and compliance with all relevant EC directives.

Applicant : Golden Son Limited
Suite # 808, Palton Tower (8th Fl.) 87 Purana Palton Lane,
Dhaka-1000

Manufacturer: Golden Son Limited
Khowaj Nagar, Ajimpara, Karnafully, Chittagong, Bangladesh

Product : Stand Fan

Model No.: GDF-163RS, GDF-143RS, GDF-163S, GDF-143S, GF-163S,
GF-143S, GF-165S, GF-185S

Standards applied: EN 62233: 2008
EN 60335-1: 2012
EN 60335-2-80: 2003+A2: 2009

Report No.: UK130101011, UK130101012

Date of Issue: 2013-04-01

Signature:



Eric Zhang [Section Manager]



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Independent Auditor's Report To the shareholders of Golden Son Ltd.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Golden Son Ltd., which comprise the statement of financial position as at June 30, 2020 and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at June 30, 2020 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion thereon and we do not provide a separate opinion on these matters.

Turnover (Revenue)	
See note # 25 to the financial statements	How the matters were addressed in our audit
Key audit matters	
<p>At year-end, the reported total Turnover is Tk. 628,411,935/-</p> <p>There is also a risk that revenue may be overstated /understated due to the timing differences.</p> <p>We identified revenue recognition as key audit matter as it is one of the key performance Indicators of the Company, which give rise to an inherent risk of the existence and the accuracy of the revenue.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Obtaining an understanding of and assessing the design and operating effectiveness of controls designed to ensure that revenue is recognized in the appropriate accounting standards. • Segregation of duties in invoice creation and modification and timing of revenue recognition. • Assessing the appropriateness of the Company's accounting policies for revenue recognition and compliance of those policies with applicable accounting standards. • Obtain supporting documentation for sale transaction recorded either side of year-end to determine whether revenue was recognized in the current period. • Comparing a sample of revenue transactions recognized during the year with the sale invoices and other relevant underlying documentation. • Critically assessing manual journals posted to revenue to identify unusual or irregular items, and finally assessed the appropriateness and presentation of disclosures against relevant accounting standards. <p>We were satisfied that the revenue recognition policies have been applied appropriately. Based on the work performed, we concluded that revenue has been recorded appropriately.</p>

Inventories	
See note # 7 to the financial statements	
Key audit matters	How the matters were addressed in our audit
<p>As at June 30, 2020, the reported amount of inventories is Tk. 1,482,420,111/- held in plants warehouses.</p> <p>On the reporting date, inventories are carried at the lower of cost and net realizable value. As such, the companies apply judgment in determining the appropriate values of inventory in accordance with International Accounting Standard (IAS).</p> <p>Considering the risk as stated above the valuation of Inventory is a key audit matter to the Financial Statements.</p>	<p>We verified the appropriateness of, management's assumptions applied in calculating the value of the inventory as per International Accounting Standard (IAS) by:</p> <ul style="list-style-type: none"> • Evaluating the design and implementation of key inventory controls operating across the factory, warehouse. • Inventory counts and reconciling the results have been done by the management, due to COVID-19 situation, couldn't attend physical verification counting. • We have collected inventory count data sheet and relevant certification of inventories which indicates inventory items were maintained in good condition and maintaining all compliances. • Reviewing the historical accuracy of inventory provisioning and the level of inventory write-offs during the year. • Obtaining a detailed review with the subsequent sales to compare with the net realizable value. <p>We were satisfied that the inventory recognition and measurement policies have been applied appropriately. Based on the work performed, we concluded that inventories have been recorded appropriately.</p>
Long Term Loan & Short-Term Loan	
See note # 18 & 20 to the financial statements	
Key audit matters	How the matters were addressed in our audit
<p>As at June 30, 2020, the reported amount of total long-term loan is Tk. 1,424,461,239/- and Short-term Borrowings is Tk. 1,403,909,656/- respectively. The company borrowed fund from various Bank for the purpose of acquisition of non-current assets and working capital as well.</p> <p>The company may face difficulties due to unfavorable movement in interest rate & monetary policy that may result in short-term and cash flow crisis.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Obtaining an understanding of and assessing the design and operating effectiveness of controls designed to ensure the proper use of loan • We verified sanction letter, loan schedule bank statements to confirm the loan outstanding and found that the balance had been reported in the Financial Statements accurately. • We checked the financial expenses and classification of loan and repayment schedule on a test basis as well. • We checked the recording date of transactions and found the recording date is in line with the loan disbursement date. We were satisfied that; Long Term Loan & Short-Term Loan were recorded properly. Based on the work performed, we concluded that Long Term Loan & Short-Term Loan have been recorded appropriately.

Trade and Other Receivable	
See note # 8 to the financial statements	
Key audit matters	How the matters were addressed in our audit
<p>The total amount of Trade and other Receivables is Tk. 1,789,567,710/- at June 30, 2020. There are significant large numbers of individual small customers. Customers in different business segments and jurisdictions are subject to their independent business risk.</p> <p>The increasing challenges over the economy and operating environment in the manufacturing industry during the year have increased the risks of default on receivables from the customers. In particular, in the event of insolvency of customers, the company is exposed to potential risk of financial loss when the customers fail to meet their contractual obligations in accordance with the requirements of the agreements.</p> <p>Accordingly, we identified the recoverability of Receivables as a key audit matter because of the significance of Receivables to Company's Financial Position and because of the significant degree of management judgment involved in evaluating the adequacy of the allowance for doubtful debts.</p>	<p>Our audit procedures of assess the recoverability of trade receivables including the following:</p> <ul style="list-style-type: none"> • Tested the accuracy of aging of Receivables at year end on a sample basis; • Evaluating the Company's policy for making allowance for doubtful debts with reference to the requirements of the prevailing accounting standards; • Assessing the classification of trade receivables in the debtors ageing report by comparison with sales invoice and other underlying documentation on a taste basis; • Assessed the recoverability of the debtors on a sample basis through our evaluation of management's assessment with reference to the credit profile of the customers, historical payment pattern of customers and • Inspecting subsequent bank receipts from customers and other relevant underlying documentation relating to trade receivable balances at 30 June 2020; <p>We were satisfied that; Trade and Other Receivable were recorded properly and assessed with their appropriate recoverability. Based on the work performed, we concluded that Trade and Other Receivable have been recorded appropriately.</p>

Other Matter

The financial statements of the Company for the year ended June 30, 2019 were audited by another auditor namely Ahmed Zaker & Co. Chartered Accountants who expressed an unmodified opinion on these financial statements on October 29, 2019.

Other Information

Management is responsible for the other information. The other information comprises the Director's Report to the Shareholders, Financial Highlights & Financial Performance, Report of the Audit Committee and Certification on Corporate Governance but doesn't include the financial statements and our auditor's report. The Director's Report to the Shareholders, Financial Highlights & Financial Performance, Report of the Audit Committee and Certification on Corporate Governance are expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Director's Report to the Shareholders, Financial Highlights & Financial Performance, Report of the Audit Committee and Certification on Corporate Governance that there is a material misstatement there in; we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987, relevant notifications issued by Bangladesh Securities and Exchange Commission (BSEC) and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.


Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987 and relevant notifications issued by Bangladesh Securities and Exchange Commission (BSEC), we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of these books;
- c) the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns; and
- d) the expenditure incurred was for the purpose of the Company's business.

Signed for & on behalf of

Place: Dhaka
Date: November 24, 2020


FAMES & R
Chartered Accountants
Fouzia Haque, FCA
Partner

Golden Son Limited
Consolidated Statement of Financial Position
As at 30 June, 2020

Particulars	Notes	Amount in Taka	
		30.06.2020	30.06.2019
Assets			
Non-Current Assets:		3,640,291,429	3,730,525,165
Property, Plant and Equipment	4	3,067,170,446	3,167,050,959
Capital Work-in-Progress	5	177,509,188	158,379,371
Investment	6	395,611,795	405,094,835
Current Assets:		3,666,032,796	3,414,113,973
Inventories	7	1,482,420,111	1,376,919,976
Trade and other Receivables	8	1,789,567,710	1,628,640,131
Investment in Shares & Securities	9	5,683,822	8,081,845
Advances, Deposits and Prepayments	10	348,644,397	368,506,061
Cash and Cash Equivalents	11	39,716,756	31,965,960
Total Assets		7,306,324,225	7,144,639,138
Equity and Liabilities			
Capital and Reserves:			
Paid Up Share Capital	12	1,717,297,720	1,717,297,720
Share Premium	13	1,090,156,184	1,090,156,184
Tax Holiday Reserve	14	50,567,296	50,567,296
AFS Reserve	9.01.01	(5,326,542)	(3,168,321)
Revaluation Reserve	15	355,900,824	367,695,994
Retained Earnings	16	230,541,525	396,778,977
Equity attributable to shareholders' of the company		3,439,137,007	3,619,327,850
Non-controlling Interest		1,112	2,818
Total shareholders' equity		3,439,138,119	3,619,330,668
Non-Current Liabilities:		1,575,779,909	1,563,455,862
Deferred Tax	17	149,600,500	132,736,424
Long Term Loan	18	1,424,461,239	1,427,406,084
Lease Finance	19	1,718,170	3,313,354
Current Liabilities:		2,291,406,197	1,961,852,608
Short Term Borrowings	20	1,403,909,656	1,139,870,428
Provisions for Expenses and other Liabilities	21	398,207,348	445,044,864
Liabilities for other Finance	22	29,790,118	37,361,931
Current Portion of Long Term Loan	18	389,296,826	318,180,505
Current Portion of Lease Finance		3,432,412	3,177,738
Unearned Revenue	23	59,968,153	12,463,152
Liabilities for Income Tax	24	6,801,684	5,753,990
Total Liabilities		3,867,186,106	3,525,308,470
Total Equity and Liabilities		7,306,324,225	7,144,639,138
Net Asset Value Per Share (NAVPS)		20.03	21.08

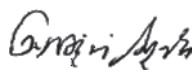
The accompanying policies & explanatory notes 1-39 form an integral part of these Financial Statements.



Chairman



Managing Director



Director



Company Secretary

Signed in terms of our separate report of even date annexed.



FAMES & R

Chartered Accountants

Place: Dhaka

Date: November 24, 2020

Golden Son Limited			
Consolidated Statement of Profit or Loss & Other Comprehensive Income			
for the year ended 30 June, 2020			
Particulars	Notes	Amount in Taka	
		2019-2020	2018-2019
Turnover	25	628,411,935	733,599,254
Cost of Sales	26	479,059,730	635,935,388
Gross Profit		149,352,205	97,663,866
Operating, Administrative & Selling Expenses	27	74,458,324	65,464,721
Trading Profit		74,893,881	32,199,145
Financial Expenses	28	288,398,849	256,156,468
Gross Operating Loss		(213,504,968)	(223,957,323)
Non Operating Income	29	57,790,922	57,981,505
		57,790,922	57,981,505
Loss before Tax		(155,714,046)	(165,975,818)
Current Tax expenses	30	5,216,404	4,793,629
Deferred Tax	17	19,185,378	(461,772)
Provision for Tax		24,401,782	4,331,857
Net Loss after Tax		(180,115,828)	(170,307,675)
Other Comprehensive Income/(Loss) :			
Unrealized (Loss) / Income on Securities Available for Sale		(2,398,023)	187,337
Related Deferred Tax		239,802	(18,733)
Total Comprehensive Loss		(182,274,049)	(170,139,071)
Profit/(Loss) Attributable to :			
Owners of the company		(182,272,343)	(170,138,764)
Non-controlling Interest		(1,706)	(307)
Total Comprehensive Loss		(182,274,049)	(170,139,071)
Consolidated Earnings Per Share (EPS)	31	(1.05)	(0.99)

The accompanying policies & explanatory notes 1-39 form an integral part of these Financial Statements.



Chairman



Managing Director



Director



Company Secretary

Signed in terms of our separate report of even date annexed.

Place: Dhaka

Date: November 24, 2020



FAMES & R
Chartered Accountants

Golden Son Limited
Consolidated Statement of Changes in Equity
For the year ended 30 June, 2020.

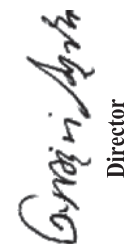
Particulars	Share capital	Share premium	Tax holiday reserve	Revaluation reserve	AFS Reserve	Amount in Taka	
						Retained earnings	Non-controlling interest
Balance as at 01 July, 2019	1,717,297,720	1,090,156,184	50,567,296	367,695,994	(3,168,321)	396,778,977	2,818
Transferred Revaluation Reserve	-	-	-	(13,876,670)	-	13,876,670	-
Deferred Tax	-	-	-	2,081,500	-	-	-
Other Comprehensive Income/(Loss) for the year	-	-	-	-	(2,398,023)	-	-
(Unrealised Loss on Securities Available for Sale)	-	-	-	-	-	-	-
Related deferred Tax	-	-	-	-	239,802	-	-
Net Loss after Tax	-	-	-	-	-	(180,114,122)	(1,706)
Balance as at 30 June, 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

For the year ended 30 June, 2019.

Particulars	Share capital	Share premium	Tax holiday reserve	Revaluation reserve	AFS Reserve	Retained earnings	Non-controlling interest	Total
Balance as at 01 July, 2018	1,717,297,720	1,090,156,184	50,567,296	380,216,366	(3,336,925)	552,356,495	3,125	3,787,260,261
Transferred Revaluation Reserve	-	-	-	(14,729,850)	-	14,729,850	-	-
Deferred Tax	-	-	-	2,209,478	-	-	-	2,209,478
Other Comprehensive Income/(Loss) for the year	-	-	-	-	187,337	-	-	187,337
(Unrealised Income on Securities Available for Sale)	-	-	-	-	(18,733)	-	-	(18,733)
Related deferred Tax	-	-	-	-	-	-	(307)	(170,307,675)
Net Loss after Tax	-	-	-	-	-	(170,307,368)	-	-
Balance as at 30 June, 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


Chairman


Managing Director


Director


Company Secretary

Signed in terms of our separate report of even date annexed.

Place: Dhaka
Date: November 24, 2020


FAMES & R
Chartered Accountants

Golden Son Limited
Consolidated Statement of Cash Flows
for the year ended 30 June, 2020

Particulars	Notes	Amount in Taka	
		2019-2020	2018-2019
A. Cash Flows from Operating Activities			
Cash received from customers	32	552,748,119	632,639,696
Cash paid to suppliers and employees	33	(536,963,284)	(475,132,827)
Cash generated from operations		15,784,835	157,506,869
Income tax paid		(7,410,458)	(5,631,259)
Receipt of bank interest		9,037,638	23,290,634
Net Cash Flows from Operating Activities		17,412,015	175,166,244
B. Cash Flows from Investing Activities			
Acquisition of property, plant & equipment	34	(34,919,640)	(75,721,039)
Payment for capital work-in-progress		(19,129,817)	(62,398,323)
Dividend received on Share & Securities		281,000	332,500
Investment		9,483,040	18,840,096
Net Cash Used in Investing Activities		(44,285,417)	(118,946,766)
C. Cash Flows from Financing Activities			
Receipt from short term borrowings		1,330,274,051	655,055,412
Repayment of short term borrowings		(1,066,234,823)	(1,060,783,021)
Receipt from other finance		(7,571,813)	20,277,544
Receipt from Long Term Loan		244,866,138	1,106,543,904
Repayment of Long Term Loan		(176,694,662)	(509,312,402)
Payment of Financial Expenses		(288,398,849)	(256,156,468)
Dividend paid		(275,334)	(66,605)
Repayment of Lease Finance		(1,340,510)	(2,636,874)
Net Cash Flows from / (Used in) Financing Activities		34,624,198	(47,078,510)
Net surplus in cash and cash equivalents (A+B+C)		7,750,796	9,140,968
Cash and cash equivalents at the beginning of the year		31,965,960	22,824,992
Cash and Cash Equivalents at the end of the year		39,716,756	31,965,960
Net Operating Cash Flows Per Share (NOCFPS)		0.10	1.02



Chairman



Managing Director



Director



Company Secretary

Signed in terms of our separate report of even date annexed.



FAMES & R

Chartered Accountants

Place: Dhaka

Date: November 24, 2020

Golden Son Limited
Statement of Financial Position
As at 30 June, 2020

Particulars	Notes	Amount in Taka	
		30.06.2020	30.06.2019
Assets			
Non-Current Assets:		3,082,412,002	3,167,200,386
Property, Plant and Equipment	4	2,501,933,350	2,588,629,039
Capital Work-in-Progress	5	134,871,857	123,481,512
Investment	6	445,606,795	455,089,835
Current Assets:		3,559,485,905	3,293,561,302
Inventories	7	1,105,972,845	1,064,862,980
Trade and other Receivables	8	1,686,624,060	1,465,633,840
Investment in Shares & Securities	9	5,683,822	8,081,845
Advances, Deposits and Prepayments	10	722,664,400	724,197,038
Cash and Cash Equivalents	11	38,540,778	30,785,599
Total Assets		6,641,897,907	6,460,761,688
Equity and Liabilities			
Capital and Reserves:		3,478,012,370	3,641,149,175
Issued Share Capital	12	1,717,297,720	1,717,297,720
Share Premium	13	1,090,156,184	1,090,156,184
Tax Holiday Reserve	14	50,567,296	50,567,296
Revaluation Reserve	15	355,900,824	367,695,994
AFS Reserve	9.1.1	(5,326,542)	(3,168,321)
Retained Earnings	16	269,416,888	418,600,302
Non-Current Liabilities:		1,268,329,151	1,143,568,166
Deferred Tax	17	149,600,500	132,736,424
Long Term Loan	18	1,118,020,732	1,009,061,949
Lease Finance	19	707,919	1,769,793
Current Liabilities:		1,895,556,386	1,676,044,347
Short Term Borrowings	20	1,304,241,346	1,043,956,395
Provisions for Expenses and other Liabilities	21	310,493,319	405,626,611
Liabilities for other Finance	22	29,790,118	37,361,931
Current Portion of Long Term Loan		184,034,426	170,210,464
Current Portion of Lease Finance		2,552,618	2,419,784
Unearned Revenue	23	59,968,153	12,463,152
Liabilities for Income Tax	24	4,476,406	4,006,010
Total Liabilities		3,163,885,537	2,819,612,513
Total Equity and Liabilities		6,641,897,907	6,460,761,688
Net Asset Value Per Share (NAVPS)		20.25	21.20

The accompanying policies & explanatory notes 1-39 form an integral part of these Financial Statements.


Chairman


Managing Director


Director


Company Secretary

Signed in terms of our separate report of even date annexed.

Place: Dhaka
Date: November 24, 2020


FAMES & R
Chartered Accountants

Golden Son Limited
Statement of Profit or Loss and Other Comprehensive Income
for the year ended 30 June, 2020

Particulars	Notes	Amount in Taka	
		2019-2020	2018-2019
Turnover	25	532,195,680	602,329,317
Cost of Sales	26	410,991,249	542,165,315
Gross Profit		121,204,431	60,164,002
Operating, Administrative & Selling Expenses	27	60,983,619	54,817,946
Trading Profit		60,220,812	5,346,056
Financial Expenses	28	257,247,334	227,017,416
Gross Operating Loss		(197,026,522)	(221,671,360)
Non Operating Income	29	57,790,922	57,981,505
		57,790,922	57,981,505
Loss before Tax		(139,235,600)	(163,689,855)
Current Tax expenses	30	4,639,106	4,006,010
Deferred Tax	17	19,185,378	(461,772)
Provision for Tax		23,824,484	3,544,238
Net Loss after Tax		(163,060,084)	(167,234,093)
Other Comprehensive Income/Loss :			
Unrealized (Loss) / Income on Securities Available for Sale		(2,398,023)	187,337
Related Deferred Tax		239,802	(18,733)
Total Comprehensive Loss		(165,218,305)	(167,065,489)
Earnings Per Share (EPS)	31	(0.95)	(0.97)

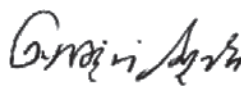
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Chairman



Managing Director



Director



Company Secretary

Signed in terms of our separate report of even date annexed.

Place: Dhaka
Date: November 24, 2020



FAMES & R
Chartered Accountants

Golden Son Limited
Statement of Changes in Equity
For the year ended 30 June, 2020.

Particulars	Share capital	Share premium	Tax holiday reserve	Revaluation reserve	AFS Reserve	Amount in Taka	
						Retained earnings	Total
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	-	-	-	(13,876,670)	-	13,876,670	-
Deferred Tax	-	-	-	2,081,500	-	-	2,081,500
Other Comprehensive Income/(Loss) for the year	-	-	-	-	(2,398,023)	-	(2,398,023)
(Unrealised Loss on Securities Available for Sale)	-	-	-	-	239,802	-	239,802
Related Deferred Tax	-	-	-	-	-	(163,060,084)	(163,060,084)
Net Loss after Tax	-	-	-	-	-	-	-
Balance as at 30 June, 2020	1,717,297,720	1,090,156,184	50,567,296	355,900,824	(5,326,542)	269,416,889	3,478,012,370

For the year ended 30 June, 2019.

Particulars	Share capital	Share premium	Tax holiday reserve	Revaluation reserve	AFS Reserve	Retained earnings	Total
Balance as at 01 July, 2018	1,717,297,720	1,090,156,184	50,567,296	380,216,366	(3,336,925)	571,104,545	3,806,005,186
Transferred Revaluation Reserve	-	-	-	(14,729,850)	-	14,729,850	-
Deferred Tax	-	-	-	2,209,478	-	-	2,209,478
Other Comprehensive Income/(Loss) for the year	-	-	-	-	187,337	-	187,337
(Unrealised Income on Securities Available for Sale)	-	-	-	-	(18,733)	-	(18,733)
Related Deferred Tax	-	-	-	-	-	(167,234,093)	(167,234,093)
Net Loss after Tax	-	-	-	-	-	-	-
Balance as at 30 June, 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


Chairman


Managing Director


Director


Company Secretary

Signed in terms of our separate report of even date annexed.

Place: Dhaka

Date: November 24, 2020



FAMES & R

Chartered Accountants

Golden Son Limited
Statement of Cash Flows
for the year ended 30 June, 2020

Particulars	Notes	Amount in Taka	
		2019-2020	2018-2019
A. Cash Flows from Operating Activities			
Cash Received from Customers	32	396,469,223	575,235,492
Cash Paid to Suppliers and Employees	33	(491,698,245)	(440,673,487)
Cash Generated from Operations		(95,229,022)	134,562,005
Income Tax Paid		(3,183,783)	(5,142,918)
Receipt of Bank Interest		9,037,638	23,290,634
Net Cash (Used in) / Flows from Operating Activities		(89,375,167)	152,709,721
B. Cash Flows from Investing Activities			
Acquisition of Property, Plant & Equipment	34	(18,287,524)	(37,107,612)
Payment for Capital Work-In-Progress		(11,390,345)	(33,387,831)
Dividend Received on Share & Securities		281,000	332,500
Investment		9,483,040	18,840,096
Net Cash Used in Investing Activities		(19,913,829)	(51,322,847)
C. Cash Flows from Financing Activities			
Receipt from Short Term Borrowings		1,275,614,000	542,785,141
Repayment of Short Term Borrowings		(1,015,329,049)	(903,512,216)
(Repayment of) / Receipt from Other Finance		(7,571,813)	20,277,544
Receipt from Long Term Loan		221,141,099	780,444,860
Repayment of Long Term Loan		(98,358,354)	(303,884,737)
Payment of Financial Expenses		(257,247,334)	(227,017,416)
Dividend Paid		(275,334)	(66,605)
Repayment of Lease Finance		(929,040)	(1,983,891)
Net Cash Flows from / (Used in) Financing Activities		117,044,175	(92,957,320)
Net surplus in cash and cash equivalents (A+B+C)		7,755,179	8,429,554
Cash and cash equivalents at the beginning of the year		30,785,599	22,356,045
Cash and Cash Equivalents at the end of the year		38,540,778	30,785,599
Net Operating Cash Flows Per Share (NOCFPS)		(0.52)	0.89


Chairman


Managing Director


Director


Company Secretary

Signed in terms of our separate report of even date annexed.

Place: Dhaka
Date: November 24, 2020


FAMES & R
Chartered Accountants

Golden Son Limited
Notes to the Financial Statements
For the year ended 30 June, 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 Khowajnar, Ajimpara, Karnaphuli, Chattogram. 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.

2. Basis of Preparation of Financial Statements

2.1 Statement of Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), the Companies Act, 1994, The Securities and Exchange rules 1987 and other applicable laws in Bangladesh. Cash flows from operating activities are computed under direct method as prescribed in the Securities and Exchange Rules 1987.

2.2 Information Regarding Subsidiary Companies & Associates

As on 30 June 2020 Golden Son Limited has 01 (One) subsidiary and 01 One Associates company to include for preparation of consolidated financial statements as per International Financial Reporting Standard (IFRS) 10, 'Consolidated Financial Statements'. A brief description of the companies is described below:

Golden Infinity Limited (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 Limited (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.

2.3 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.

2.4 Date of Authorization:

The Board of Directors of Golden Son Limited approved this Financial Statements on November 24, 2020.

2.5 Basis of Measurement

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

2.6 Use of Estimates and Judgments

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that effect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from this estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the year in which the estimates are revised and in any future years affected.

2.7 Reporting Period

The financial year of the company covers Twelve(12) months from 01 July 2019 to 30 June 2020 to comply with the guide line of BSEC.

3. Significant Accounting Policies

3.1 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 year 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.

3.2 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 year 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 which are as follows:

Land	0%
Building	5% /2%
Plant and machinery	10%
New office space	5%
Electrical installation	10%
Air-conditioner	10%
Tools and equipment	10%
Gas generator	10%
Gas line installation	10%
Diesel generator	10%
Office equipment	10%
Motor vehicle	20%
Furniture & fixture	10%
Fire extinguisher	10%
Deep tube well	10%
Refrigerator	10%
Lift	10%

3.3 Impairment:

In accordance with the provisions of IAS 36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in profit and loss account. No such indication of impairment has been observed till the end of the year.

3.4 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.

3.5 Accounting for Borrowing Cost

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

3.6 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.

3.7 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.

3.8 Cash and Cash Equivalents

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

3.9 Trade Receivables

Trade receivables are recognized at cost at net realizable value from the ordinary course of sales in the market whichever is lower consideration given for them. Trade receivables from foreign currency transactions are recognized into Bangladeshi Taka using exchange rates prevailing on the closing date of the accounts in accordance with IAS-21: The Effects of Changes in Foreign Exchange Rates. Exchange differences at the Statement of Financial Position date are charged/credited to the Statement of profit or loss and other comprehensive income.

3.10 Trade and other Payables

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the company.

3.11 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 June 2020 has been recognized in the statement of profit or loss and other comprehensive income as per IAS-12 "Income Taxes"

3.12 Workers' Profit Participation Fund

As per company's existing policies of employment, all the employees are on contractual basis for which their entitlement for Workers' Profit Participation and Welfare Fund does not apply and hence company did not make provision for WPPF during the Year. The subject matter was vetted by the two senior lawyers of the honorable Supreme Court.

3.13 Provisions

A provision is recognized on the Statement of Financial Position date if, as a result of past events, the company has a present legal obligation that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation.

3.14 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.

3.15 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.

3.16 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.

3.17 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 and details are shown in note # 31.

Basic Earnings:

This represents earnings for the period attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the year has been considered as fully attributable to the ordinary shareholders.

Sl.No.	Particulars	2019-2020
a)	Earnings attributable to the ordinary shareholders	(163,060,084)
b)	Number of Shares	171,729,772
c)	Earnings Per Share	(0.95)

The company EPS has negative during the year due to decrease of turnover and increase of operational and financial expenses.

Weighted average number of ordinary shares outstanding during the year:

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of shares issued during the year multiplied by a time-weighted factor is the number of months the specific shares is outstanding as a proportion of the total number of months in the year.

Diluted Earnings per Share:

The company has no scheme/option for dilutive potential ordinary shares. As a result, calculation and presentation of diluted EPS is not applicable for the company.

3.18 Statement of Cash Flows

Statement of cash flows is prepared principally in accordance with IAS - 7: Statement of Cash Flows and the cash flows from operating activities have been presented under direct method.

3.19 Events after the Reporting Year

All material events occurring after the Statement of Financial Position date are considered and where necessary, adjusted for or disclosed in note# 35 of these financial statements.

3.20 Contingencies

Contingencies arising from claim, litigation assessment, fines, penalties etc. are recorded when it is probable that a liability has been incurred and the amount can reasonably be measured.

3.21 Application of International Accounting Standards (IASs) :

The Financial Statements have been prepared in compliance with requirement of IAS as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) and applicable in Bangladesh. The following IASs are applicable for the financial statements for the year under review :

- IAS- 1 Presentation of Financial Statements
- IAS- 2 Inventories
- IAS- 7 Statement of Cash Flows
- IAS- 8 Accounting Policies, Changes in Accounting Estimates and Errors
- IAS- 10 Events after the Reporting Period
- IAS- 12 Income Taxes
- IAS- 16 Property, Plant and Equipment
- IAS- 17 Leases
- IAS- 21 The effects of changes in Foreign Exchange Rate
- IAS- 23 Borrowing Cost
- IAS- 24 Related Party Disclosure
- IAS- 28 Investments in Associates and Joint Ventures
- IAS- 32 Financial Instruments: Presentation
- IAS- 33 Earning Per Share (EPS)
- IAS- 39 Financial Instruments: Recognition and Measurement
- IFRS- 7 Financial Instruments : Disclosures
- IFRS- 10 Consolidated Financial Statements
- IFRS- 15 Revenue from Contracts with Customers

3.22 Information on Financial Statement:

Responsibility for Preparation and Presentation of Financial Statements:

The company's management and the Board of Directors are responsible for the preparation and presentation of Financial Statements as per section 183 of the companies Act 1994.

Components of the Financial Statements:

Following are the components of the financial statements:

- a) Statement of Financial Position
- b) Statement of Profit or Loss and Other Comprehensive Income
- c) Statement of Changes in Equity
- d) Statement of Cash flows
- e) Explanatory notes to the financial statements

3.23 Comparative:

Comparative information have been disclosed in respect of the previous year for all numerical information in the financial statements including narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Previous year's figure has been re-arranged whenever considered necessary to ensure comparability with the current year's presentation as per IAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

Components of the Comparative Financial Statements:

Following are the components of the financial statements:

- a) Statement of Financial Position
- b) Statement of Profit or Loss and Other Comprehensive Income
- c) Statement of Changes in Equity
- d) Statement of Cash flows
- e) Explanatory notes to the financial statements

3.24 Re-arrangement

Previous year's figures have been re-arranged and applied retrospective restatement whenever necessary to ensure comparability with the current year's presentation.

3.25 General

- i. Figures have been rounded off to the nearest Taka.
- ii. Previous year's figures have been rearranged wherever considered necessary to conform to the current year's presentation.

3.26 Risk Exposure**a) Interest Rate Risk**

The company is exposed to the volatility of interest rate as it has short-term bank loan. Any higher trend in interest rate in the future will definitely in turn aggravate the adversity.

Management Perception:

The management of Golden Son Limited has decided to minimize short-term loan all over the period to make the Gearing Ratio at a satisfactory level which is expected to reduce the financial leverage and interest burden significantly.

b) Exchange Rate Risk

The entity is engaged in global trade as it procures its raw materials from overseas markets. Therefore, fluctuations in the related foreign currency rates may affect adversely to the company's liquidity and profitability and expose a threat to the stability of the company in the near future.

Management Perception:

Golden Son Limited settles its foreign transaction through United States Currency Dollar in case of both export and import. While the value of functional currency fluctuates, the loss or gain on currency fluctuation for export automatically sets off against the loss or gain on currency fluctuation for import. As the value of export is always voluminous that of import, some balance is creditably created in the foreign currency transactions. Furthermore, the company is contemplating about setting a system of hedging on foreign currency transactions in the future. An adverse movement in the exchange rate may invite exposures the company into the risks of foreign currency loss.

c) Industry Risks**i) Market Demand:**

The products of Golden Son Limited are sold in International market. Any economic recession, change in tastes and fashions of the consumers, national income and other related factors may cause to decline the market demand of the company products.

Management Perception:

The management has all out endeavor to high operational targets and always evaluates to its customers' satisfaction and changes in tastes and fashion. Therefore its expert team promptly dedicates their creativity and research work to respond any changes in customers demand and product diversifications.

ii) Competition:

The Company is operating in a free market economy regime. The company might have to face stiff competition from its competitors in the foreseeable future.

Management Perception:

Bangladesh is the prime source of cheapest labors in the world, earning comparative advantages for its industries over their global competitors. In addition to that, the management of Golden Son Limited employs the efficient people to exercise their efficiencies; expertise and discretions to minimize the cost of its products.

iii) Rising of Raw Materials costs:

The trend of cost of raw materials are rising gradually and drastically round the year. It may deter the profitability of the company to a greater extent.

Management Perception:

The entity is aware of the continuing market situation of its raw materials. The management of Golden Son Limited believes that long term planning for raw material management, exploring number of global markets, job wise costing for its finished products and trustworthy relations with the suppliers and mitigate the risk of rising of materials cost.

d) Risks Steaming from Technological Changes:

Changes in technologies may reduce the cost efficiency of the company.

Management Perception:

Golden Son Limited applies the latest technology in the production process. The machineries and equipments of the company are also the latest invention in the sector which is imported from renowned manufacturers of the world.

e) Other risk factors:**i) Political Unrest:**

Bangladesh is prone to serious unrest in the political condition embraced by Hartal, Road-Block and many other politicized barriers to the business. Due to these factors it would aggravate the cost of the product upwards.

Management Perception:

During the last forty eight years of post independence period, Bangladesh has gone through a variety of political situations. But presently, a sound political atmosphere is prevailing in the country. Both the ruling and opposition parties are committed to the betterment of the country. Last democratic national assembly election and local council polls are instances of peaceful political situation in Bangladesh.

ii) Possible Slowdown in Economic Growth in Bangladesh:

Our performance and growth are dependent on the sound health of the Bangladesh economy. The economy could be adversely affected by various factors such as political or regulatory action, including adverse changes in liberalization policies, social disturbances, terrorist attacks and other acts of violence or war, natural calamities, commodity and energy prices and various other factors. Any significant change may adversely affect our business and economy significantly.

Management Perception:

Bangladesh economy is booming for last few years. Consistent industrial growth along with increased agricultural production has made the Per Capital Income higher than that of recent years. In addition, favorable government policies and industry friendly policies by other regulatory bodies have proved to be congenial to the economy of the country.

iii) Natural Calamities:

Bangladesh is a country where recurrent natural calamities take place every year. It is a serious threat to the business as a whole. Recent natural calamity has been stuck whole world from early March 2020 in the name of " COVID-19", there has been health related safety prioritized restrictions on travel, social gathering, meetings and access to resources/sites in some jurisdictions, limitation in providing supporting documents and explanations by the concerned resources of the company. (i) Market risk due to COVID-19 Pandemic that would lead to recession and the (ii) operational risk due to loss of business opportunities and continuation with operational and maintenance overheads. Furthermore, to extend that there are Control deficiencies exists when the design or operation of a control does not allow management to prevent or detect misstatements in a timely manner. Design deficiency occurs when: a requisite control is missing, or an existing control is ineffective because it is not properly designed. The Challenges ahead are huge, that would be addressed both by invention and discoveries and also with cognizance to the nature and nurture. Last but not the least, there is always light at the other end of a tunnel.

Management Perception:

This type of situation is totally beyond the control of human being. Though the management of Golden Son Limited has very little to do with because being an exporter we can not forecast the future situation as the second wave of COVID is going on and several countries enforced lockdown again, we can and should have some precaution measures to minimize the damage of the business in such situations. Regulatory initiatives and stimulus packages are under constant evaluations of the Government to sustain business operations by enhancing the process of attention to loan covenants and lender requirements & Export receivable collection.

Amount in Taka	
30.06.2020	30.06.2019

4. Property, Plant and Equipment**Cost**

Opening Balance

Add: Addition during the year

3,393,692,867

2,245,251,651

18,287,524

1,148,441,216

3,411,980,391

3,393,692,867

Less: Accumulated Depreciation

Opening Balance

Add: Charged during the year

805,063,828

721,390,860

104,983,213

83,672,968

910,047,041

805,063,828

Written Down Value

Details have been shown in Schedule-A

2,501,933,350**2,588,629,039****Consolidated**

Golden Son Limited

Golden Infinity Limited

2,501,933,350

2,588,629,039

565,237,096

578,421,920

3,067,170,446**3,167,050,959****5. Capital Work-in-Progress**

Opening Balance

Add: Cost incurred during the year

123,481,512

1,201,427,285

11,390,345

33,387,831

134,871,857

1,234,815,116

Less: Transferred to Property, Plant & Equipments

-

1,111,333,604

134,871,857**123,481,512**

The work in Process represents the on going construction cost of the factory building .

Consolidated Capital Work-in-Progress

Golden Son Limited

Golden Infinity Limited

134,871,857

123,481,512

42,637,331

34,897,859

177,509,188**158,379,371****Investment**

Fixed Deposit Receipts (FDRs):

GSL Export Limited

Less: Loss from Associates

Golden Infinity Limited (Subsidiary)

(Note: 6.01)

10,234,749

(2,583,040)

387,960,086

394,860,086

7,651,709

10,234,749

49,995,000

49,995,000

445,606,795**455,089,835**

This represents investment in 40% paid up share capital of GSL Export Limited & 99.99% paid up share capital of Golden Infinity Limited at the face value of Tk. 10 per share.

6.01 Fixed Deposit Receipts (FDRs):

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027887

3,500,000

3,500,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027889

2,500,000

2,500,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027891

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027892

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027893

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027894

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027895

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027896

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027897

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0027898

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034301

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034302

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034303

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034304

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034305

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034306

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034307

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034308

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034309

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034310

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034311

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034312

2,000,000

2,000,000

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FDR.# 0034313

2,000,000

2,000,000

Amount in Taka	
30.06.2020	30.06.2019

[illegible]

	Amount in Taka	
	30.06.2020	30.06.2019
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499019	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499027	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499035	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka.) FDR.# 499043	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499051	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499068	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499076	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka.) FDR.# 499084	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499092	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499101	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499118	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499126	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499134	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499142	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499159	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499167	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499175	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499183	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka.) FDR.# 499191	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499209	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499217	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499225	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499233	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499241	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499258	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499266	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499274	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499282	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499291	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499308	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499316	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499324	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499332	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499341	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499357	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499365	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499548	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499555	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 499563	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 501046	500,000	500,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 501061	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 501079	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 501087	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 501095	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 502325	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 50232550231	2,000,000	2,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 502325502333	1,000,000	1,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 502549	500,000	500,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39001	1,000,000	1,000,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39002	1,000,000	1,000,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39003	1,000,000	1,000,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39004	1,000,000	1,000,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39005	1,000,000	1,000,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39006	1,000,000	1,000,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39007	1,000,000	1,000,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39008	1,000,000	1,000,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39009	1,000,000	1,000,000
The City Bank Ltd.(Principal Off.-Dhaka) DG.# 39010	1,000,000	1,000,000
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 2310000289	2,000,000	2,000,000
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 2310000314	2,000,000	2,000,000
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 2310000323	2,000,000	2,000,000
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 2310000332	2,000,000	2,000,000
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 2310000341	6,000,000	6,000,000
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 2310000350	2,000,000	2,000,000

Amount in Taka	
30.06.2020	30.06.2019
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
2,000,000	2,000,000
400,000	400,000
4,000,000	4,000,000
225,000	225,000
135,086	135,086
500,000	500,000
1,000,000	1,000,000
1,000,000	1,000,000
1,000,000	1,000,000
1,100,000	1,100,000
-	1,000,000
-	2,150,000
-	500,000
-	1,600,000
-	200,000
-	350,000
-	500,000
-	600,000
387,960,086	394,860,086
445,606,795	455,089,835
49,995,000	49,995,000
395,611,795	405,094,835
834,357,215	844,605,026
271,615,630	220,257,954
1,105,972,845	1,064,862,980
1,105,972,845	1,064,862,980
376,447,266	312,056,996
1,482,420,111	1,376,919,976

As finished goods of one process is the raw materials of another process and as production stopped at every year ended, inventory taking and as every day's schedule production has been finished daily basis, there are no work in progress at the end of the year.

8. Trade and other Receivables

(a) Trade Receivables

Regency Garments Ltd.	44,550,146	34,787,863
Jeans 2000 Ltd.	52,468,387	53,194,203
Regency Three Ltd.	33,066,201	33,704,905
Loung Yee Co. Ltd.	450,633,776	367,887,470
Universal Jeans Ltd.	48,091,048	53,128,185
GSL Export Limited	8,303,074	6,048,716
HKD Outdoor Innovations Ltd.	9,311,931	10,412,871
Geebee (Bangladesh) Ltd.	13,519,929	23,568,918
Univogue Garments Ltd.	28,223,544	29,155,544
Centex Textile & Apparels Ltd.	12,431,693	15,032,243
Pacific Jeans Ltd.	16,662,362	16,668,962

Amount in Taka		
	30.06.2020	30.06.2019
Innovative Knitex Ltd.	6,324,395	8,033,225
Samrat & Co.(Pvt.) Ltd.	11,484,739	11,573,919
Section Seven Apparels (Pvt.) Ltd.	7,872,722	8,407,002
Section Seven Ltd.	17,926,345	18,426,345
Self Fashion Ltd.	9,634,466	10,228,076
Badhan Knit Fashion Ltd.	6,266,169	6,466,169
Gao Deng Sheng Trade Co. Ltd.	166,940,715	209,850,715
Badhan Fashion Ltd.	6,489,184	6,491,325
Denim Expert Ltd.	38,153,541	41,297,331
Deva Ltd.	11,438,172	11,726,214
Empiric Attires Ltd.	11,413,991	12,664,431
Anowara Dress Makers Ltd.	5,655,503	5,955,503
Benex Apparels Ltd.	11,922,154	13,964,900
Outfit Apparels Ltd.	18,027,812	19,927,812
Imam Dyeing & Knitting Printing & Finishing Inds. Ltd.	10,400,413	11,270,413
H N Apparels	13,194,751	14,294,751
NHT Fashion Ltd.	4,955,880	5,475,880
Shirsty Fashion Ltd.	5,680,197	6,481,175
Z-3 Composite Knitwear Ltd.	18,888,848	17,348,368
Azmat Fashion Ltd.	9,238,728	7,390,152
Prominent Apparels Ltd.	4,446,775	4,535,955
V. Teac Fashion(Pvt) Ltd.	8,614,378	8,614,378
Shen Hsien Hsinh Industry Co. Ltd.	3,931,249	3,931,249
Shoeb Knit Composite Ltd.	6,936,118	6,936,118
MHC (Pvt.) Ltd.	24,159,257	24,346,266
Z & Z Intimates Ltd.	40,364,907	42,026,278
Shirt Markets Ltd.	18,257,550	20,257,550
Jazira Fabris	7,312,021	7,412,021
James App(Pvt.) Ltd.	8,987,917	9,087,917
Knitivo Fashion Ltd.	7,727,400	7,733,502
New Siraj Hosiery	6,120,181	2,222,185
Mit App. Ltd.	7,851,413	4,108,682
Orpat Sweaters Ltd.	7,075,780	7,895,780
R K Fashion Ltd.	3,223,276	2,630,826
A.B.S Garments Ltd.	6,590,157	447,284
Ananna Knitex Ltd.	4,967,137	1,000,007
Asahi Knit Apparels	8,156,875	872,035
Color Yard Apparels Ltd.	6,342,136	1,760,007
Dhaka Far East Ltd.	5,442,279	1,680,016
Fahim Apparels Ltd.	5,092,567	800,182
FK Textile Mills	5,512,705	1,286,128
H & R Apparels	5,776,911	760,005
Plummy Fashion Ltd.	5,692,983	1,348,128
Polygon Fashion Ltd.	7,108,625	3,385,900
Proud Textile	6,985,957	908,310
Pullman Knitwer Pvt. Ltd.	3,991,178	1,056,402
Radical Design Ltd.	9,991,972	706,062
Abloom Design Ltd.	1,020,713	-
Century Apparels Ltd.	2,542,805	-
Fair Apparels Ltd.	1,087,246	-
Fraulen Fashions Ltd.	6,127,434	-
Ibrahim Kinit Garments(Pvt.) Ltd.	2,573,712	-
Dowas-Land Apparels Ltd.	816,890	-
Mazib Fashion	1,230,141	-
Moonlux Composite Garments Ltd.	1,245,004	-
Mother Color Ltd.	2,447,204	-
Multitech Apparels Ltd.	5,839,201	-
Murad Apparels Ltd.	2,189,342	-
Osman Garments Ltd.	6,894,278	-
Pole Star App.(Pvt.) Ltd.	1,207,236	-
S. B. Style Composite Ltd.	3,513,829	-
South End Sweater Co. Ltd.	2,499,992	-
United Apparels	883,563	-
West Apparels Ltd.	2,025,320	-

	Amount in Taka	
	30.06.2020	30.06.2019
Zas Apparels Ltd.	10,908,964	-
Knit Fair Ltd.	5,801,088	-
MHC Aparels(Pvt.) Ltd.	3,014,852	-
Monira Knit Apparels Ltd.	6,744,182	-
Knit Syndicate	7,565,880	-
Pole Star Fashion Ltd.	6,806,899	-
Radance Knitwears Ltd.	5,804,589	-
RS Knit Wears(Pvt.)Ltd.	6,584,928	-
Rose Intimidade Ltd.	6,498,370	-
Green Brothers Pty. Ltd.	-	3,028,913
Century Apparels Ltd.	-	1,120,254
Fair Apparels Ltd.	-	510,330
Nemrac Design Ltd.	-	3,200,468
Sub-total (a)	1,449,704,182	1,266,472,724

- (i) Trade receivables have been considered good and recoverable.
(ii) There is no such trade receivable due by or to directors or other officers of the Company.
(iii) The management considered the receivables are collectable and thus no provision had been made for any doubtful receivable.

(b) Other Receivables

FDR Interest	236,919,878	199,161,116
Sub-total (b)	236,919,878	199,161,116
Grand total (a+b)	1,686,624,060	1,465,633,840

Consolidated Trade and other Receivables

Golden Son Limited	1,686,624,060	1,465,633,840
Golden Infinity Limited	102,943,650	163,006,291
	1,789,567,710	1,628,640,131

9. Investment in Shares & Securities

Shares & Securities in Public Listed Company (Note : 9.01)

	5,683,822	8,081,845
	5,683,822	8,081,845

9.01 Shares & Securities in Public Listed Company

As per IAS-39, The investment has been classified as financial assets available for sale of fair value through profit or loss. As per IAS the investment has been recognized at fair value measured based on the available market price of DSE at the close of the financial year. As per IAS 39, the profit or loss on the investment in share has been recognized in the Statement of Profit or Loss and Other Comprehensive Income as on June, 2020.

Name of Securities	Cost Value	Market Value
Appollo Ispat Ltd.	2,469,840	385,220
Eastern Housing Ltd.	5,570,650	3,986,100
Generation Next Ltd.	22	2
Islami Bank Ltd.	3,561,690	1,312,500
	11,602,202	5,683,822

9.01.01 Unrealised Loss on Investment in Securities (AFS Reserve)

Cost Value	11,602,202	11,602,202
Market Value	5,683,822	8,081,845
Unrealised Loss	(5,918,380)	(3,520,357)
Less: Related Deferred Tax	591,838	352,036
	(5,326,542)	(3,168,321)

Quantity & Rates have been shown in **Schedule - B**

10. Advances, Deposits and Prepayments
(a) Advances

Advance against salary	3,263,308	2,780,179
Advance income tax	3,183,783	4,168,710
VAT current account	110,383	101,732
Sar Securities Ltd.	233	233
NABA International	500,000	500,000
Gold Smith Capital Ltd.	140,000	140,000
Syntech Solution Ltd.	310,000	310,000

FAMES & R
Chartered Accountants

Amount in Taka		
30.06.2020	30.06.2019	
Advance L/c.	907,053	1,068,626
GSL Export Limited	123,895,226	169,807,827
Mr. Shahid(Engineer)	2,558,818	2,508,856
Royal Capital Ltd.	3,996	3,996
Shapla Engineering	175,000	175,000
Belamy Textiles	8,549,873	4,162,849
Advance for Land	1,440,000	1,440,000
Mr. Kamal Fakir (Fac.Paint)	58,359	270,339
Axis Design Consultants Ltd.	1,825,000	1,825,000
Mr. Salamat (New. Building)	70,001	50,001
Rangpur Foundry Ltd.	1,927,430	1,927,430
Silver Bricks	600,000	600,000
Golden Infinity Limited	457,753,865	440,250,684
Leading Transport Agency	372,500	517,000
Mr. Hazrat Ali	1,336,548	1,336,548
M.A. Aziz Howlader	1,242,235	1,295,000
Janata Insurance (Rent)	42,180	42,180
Abdul Nur	2,360	165,000
Mr. Kabir Ahmed	287,000	287,000
Mr. Mahabub Jamil(foreign Loan purpose)	200,000	200,000
Four A Logistics	6,371,714	7,438,944
Digital Packaging & Accessories	10,325,231	11,347,966
Custom Bond Tariff	6,645,091	6,645,091
Mr. Mahabubul Alam (MTBL Manager)	500,000	500,000
Mr.Tariqul Islam (MTBL)	500,000	500,000
Mr. Hossain Ahmed	225,000	145,000
Beg shipping Agency (C & F)	1,758,499	1,005,651
Mr. Haider	160,055	6,055
New Khaza Engineering Works (Mr. Sekander)	127,750	127,750
Nur Contractor	203,428	69,950
Parachute Engineering Works	50,000	50,000
Refrigerator (Blood Bank)	709,999	709,999
A+ Consultancy & Mega Solutions	20,000	-
Bangla Trac Limited	25,000	-
Ejab Distribution Ltd.	257,920	-
Hotel Tower Inn	14,900	-
Mr. Fahad(Engineer)	22,000	-
Mr. Jahir(Tiles)	45,000	-
Mr. Kafil Uddin(IT)	5,000	-
Mr. Sakandar(Fac. Building Grill Work)	210,881	-
S.S. International	467,760	-
Taiwan Pentium Delicate Machine(Mr. Eric)	170,000	-
Mr. Manul Islam(Barister)	255,000	-
Golden Casa	-	8,500
Rainbow Iodized Salt Refinery	-	25,521
MR. Omar Haider(Land Reg.)	-	19,986
Alpha Credit Rating	-	100,000
Golden Electronic Appliances Ltd.	-	125,000
Khadim Ceramic Ltd.	-	424,500
Mr. Sayed Salauddin (Printing M/c.)	-	50,000
Sah Amanat Enterprise (Tiles Contractor)	-	32,000
Bangladesh Plating House	-	25,000
One Automation Solution	-	300,000
Mr. Shahin	-	200,000
Sadia Thai Aluminium	-	60,000
Green Delta Insurance(Fire)	-	1,559,997
Chittagong Exports Association	-	50,000
M.R. Trading Paper	-	402,000
NEO Concept Pty. Ltd.	-	50,000
Nur Islam Moulding Industries	-	659,775
Hasan Metal Engineering Works	-	140,000
Swapnil Fashion	-	2,057,950
Shuvo Engineering works	-	429,000
Aramit Thai Aluminium Ltd.	-	1,186,804

	Amount in Taka	
	30.06.2020	30.06.2019
Asian Technologed Ltd.	-	60,000
Auto Link	-	2,057,000
Best Cool Tech	-	200,000
Mr. Ahmed Ali (Electric)	-	2,000
Mr. Helal	-	66,950
Mr. Moinul (Audit)	-	20,000
Mr. Payer Ahmed (Bricks)	-	63,000
NS Accessories & Dying	-	50,000
Janata Insurance Co. Ltd. (Fire)	-	644,946
Union Insurance Ltd.(Fire)	-	3,891
Sub-total (a)	639,825,379	675,554,416

(b) Deposits

Security Deposit with Karnaphuli Gas Distribution Company Ltd.	2,959,980	2,959,980
Security Deposit with Bangladesh Power Development Board	78,000	78,000
Security Deposit with Central Depository Bangladesh Ltd.	400,000	400,000
L/c.# 1949-19-01-0423	13,041	-
L/c.# 1949-19-01-0441	31,456,137	-
L/c.# 1949-20-01-0126	13,391	-
L/c.# 1949-20-01-0095	15,789	-
L/c.# 1949-20-02-0035	18,805	-
L/c.# 1949-20-02-0043	31,539	-
L/c.# 1949-20-01-0057	14,071,415	-
L/c.# 2228-20-02-0247	131,941	-
L/c.# 2228-20-23-0006	18,344,414	-
L/c.# 2228-20-23-0014	4,997,362	-
L/c.# 2228-20-23-0024	10,307,207	-
L/c.# 1949-18-01-0395	-	11,745
L/c.# 1949-19-01-01161	-	10,562,658
L/c.# 1949-19-01-0136	-	11,660,074
L/c.# 1949-19-01-0179	-	12,669,495
L/c.# 1949-19-01-0150	-	3,101,249
L/c.# 1949-19-01-0151	-	3,081,414
L/c.# 1949-19-01-0200	-	2,921,577
L/c.# 1949-19-01-0202	-	12,489
L/c.# 1949-19-01-0234	-	9,868
L/c.# 1949-19-02-0056	-	24,670
L/c.# 1949-19-02-0069	-	28,047
L/c.# 1949-19-02-0070	-	16,851
L/c.# 1949-19-99-0009	-	10,903
L/c.# 1949-19-99-0010	-	8,271
L/c.# 1949-19-99-0011	-	6,874
L/c.# 1949-19-99-0020	-	5,529
L/c.# 1949-19-99-0021	-	6,562
L/c.# 1949-19-99-0022	-	9,597
L/c.# 1949-19-99-0023	-	14,331
L/c.# 1949-19-99-0024	-	8,540
L/c.# 2228-18-23-0013	-	49,237
L/c.# 2228-19-01-1172	-	984,661
Sub-total (b)	82,839,021	48,642,622
Grand total (a+b)	722,664,400	724,197,038

(i) All advances and deposits amount are considered good and recoverable.

(ii) There is no agreement amount due from directors or officers of the Company.

Consolidated Advances, Deposits and Prepayments

Golden Son Limited	722,664,400	724,197,038
Golden Infinity Limited	83,733,862	84,559,707
	806,398,262	808,756,745
Less: Inter-Company Transaction	(457,753,865)	(440,250,684)
	348,644,397	368,506,061

Amount in Taka	
30.06.2020	30.06.2019
259,440	119,306
38,281,338	30,666,293
38,540,778	30,785,599

11. Cash and Cash equivalents

Cash in Hand	(Note : 11.01)
Cash at Bank	(Note : 11.02)

11.01 Cash in Hand

Office	183,713	44,243
Factory	75,727	75,063
	259,440	119,306

11.02 Cash at Bank

Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) STD.# 174	36,630	37,086
The City Bank Ltd.(Principal Off.-Dhaka) STD.# 3101117939001	1,728,585	1,597,620
The City Bank Ltd.(Principal Off.-Dhaka) FC.(USD)# 5121117939001	834,195	835,561
The City Bank Ltd.(Principal Off.-Dhaka) FC.(GBP)# 5121117939002	2,471	3,493
The City Bank Ltd.(Principal Off.-Dhaka) FC.(EURO)# 5121117939003	13,896	14,768
Dhaka Bank Ltd.(Jubilee Road Br.-Chattogram) STD.# 18-150-2474	5,579	6,568
EXIM Bank Ltd.(Gulshan Br.-Dhaka) CD.# 7801	995,322	46,863
Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) FC.# 009-17000015	44,466	44,466
Standard Bank Ltd.(Principal Br.-Dhaka) STD.# 1823	342,185	331,333
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FC.# 1395	422,497	480,225
United Commercial Bank Ltd.(Karnaphuli Br.-Chattogram) CD.# 0048	13,994	6,471
NRB Bank Ltd.(Gulshan Br.-Dhaka) CD.# 32049	4	349
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) CD.# 0068-0210002478	1,512,944	343,272
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) BG.# 05/16	15,649	15,649
ShahJalal Islami Bank Ltd.(Agrabad Br.-Chattogram) CD.# 13656	4,825	5,515
Mutual Trust Bank Ltd.(Panthapath Br.-Dhaka) FC.# 00030260001168	1,223,957	772,982
NRB Bank Ltd.(Principal Br.-Dhaka) CD.# 00704	66,226	14,799
Trust Bank Ltd.(Dewan Bazar Br.-Chattogram) CD.# 0680210001844	47,267	285
Bank Asia Ltd.(Corporate Br.-Dhaka) CD.# 00233011971	1,780	1,780
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 0330004721	180,120	166,762
Dhaka Bank Ltd.(Principal Off.-Dhaka) FDR.# 22813	14,359	13,654
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 0330005239	205,850	192,164
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 0632666	297,526	278,417
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FC.# 195438	136,722	23
Al Arafah Islami Bank Ltd.(Karnaphuli Br.-Chattogram)# 233011971	136,685	750,500
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FC.# 1724	902,618	22,148
Mutual Trust Bank Ltd.(Kakrail Br. Dhaka) FDR.# 0330005953	290,519	272,909
Mutual Trust Bank Ltd.(Kakrail Br. Dhaka) FDR.# 314202/6827	6,212,600	5,797,500
EXIM Bank Ltd.(Gulshan Br.-Dhaka)MTDR.# 0813078	1,618,125	1,500,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka)MTDR.# 0812979	1,078,750	1,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka)MTDR.# 0812980	1,078,750	1,000,000
EXIM Bank Ltd.(Gulshan Br.-Dhaka)MTDR.# 08130/01/0691079	3,236,250	3,000,000
Dhaka Bank Ltd.(Jubilee Road Br.-Chattogram) FDR.# 01834563	1,622,850	1,500,000
Dhaka Bank Ltd.(Jubilee Road Br.-Chattogram) FDR.# 0183450000096	1,600,000	-
Dutch Bangla Bank Ltd. Jub. Rd. Br. Ctg. CD.# 40590	12,784	-
Jamuna Bank Ltd.(Tagaon Br.-Dhaka) CD.# 000444	583,533	-
NRBC Bank Ltd.(Golpahar Br.-Ctg) CD.# 011833300000538	20,440	-
United Commercial Bank Ltd.(Khatungonj Br.-Chattogram) CD.# 2110100000511	8,994	-
United Commercial Bank Ltd.(Gulshan Br.-Dhaka) CD.# 5698	28,784	-
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 1018017	2,050,000	-
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 1018042	1,855,000	-
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 1018045	835,000	-
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 0068-0330007602(345112)	1,468,620	-
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 0068-0330007577(354108)	631,460	-
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 0068-0330007586(354109)	1,655,100	-
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 0068-0330007620(354114)	2,432,100	-
Mutual Trust Bank Ltd.(Kakrail Br.-Dhaka) FDR.# 0068-0330007826(354167)	775,327	-
The City Bank Ltd.(Principal Off.-Dhaka) FDR.# 7939011	-	1,243,414
The City Bank Ltd.(Principal Off.-Dhaka) FDR.# 7939012	-	1,243,414
The City Bank Ltd.(Principal Off.-Dhaka) FDR.# 7939013	-	1,243,414
United Commercial Bank Ltd.(Karnaphuli Br.-Chattogram) FDR.# 1431402069	-	616,319
Trust Bank Ltd.(Dewan Bazar Br.-Chattogram)FDR.# 0330002152	-	5,999,624
Jamuna Bank Ltd.(Shantinagar Br.-Dhaka) STD.# 1925	-	266,946
EXIM Bank Ltd.(Gulshan Br.-Dhaka) FDR.# 0632772	-	-
	38,281,338	30,666,293

		Amount in Taka	
		30.06.2020	30.06.2019
Consolidated Cash and Cash equivalents			
Golden Son Limited		38,540,778	30,785,599
Golden Infinity Limited		1,175,978	1,180,361
		39,716,756	31,965,960
12. Issued Share Capital			
<u>Authorized capital</u>			
500,000,000 ordinary shares of Tk. 10/- each		5,000,000,000	5,000,000,000
<u>Issued, subscribed and paid-up capital</u>			
171,729,772 ordinary shares of Tk. 10/- each (Note : 12.01)		1,717,297,720	1,717,297,720
12.01 Issued, Subscribed and Paid-up capital			
15,027,463 ordinary shares of Tk. 10/- each fully paid		150,274,630	150,274,630
10,000,000 ordinary shares of Tk. 10/- each fully paid		100,000,000	100,000,000
2,502,746 bonus shares of Tk. 10/- each		25,027,460	25,027,460
10,000,000 ordinary shares of Tk. 10/- each fully paid		100,000,000	100,000,000
5,375,000 ordinary share of Tk. 10/- each fully paid		53,750,000	53,750,000
5,363,151 bonus shares of Tk. 10/- each		53,631,510	53,631,510
48,268,360 ordinary shares of Tk. 10/- each fully paid		482,683,600	482,683,600
9,653,672 bonus shares of Tk. 10/- each		96,536,720	96,536,720
1,59,28,558 bonus shares of Tk. 10/- each		159,285,580	159,285,580
3,05,29,737 bonus shares of Tk. 10/- each		305,297,370	305,297,370
1,90,81,085 bonus shares of Tk. 10/- each		190,810,850	190,810,850
		1,717,297,720	1,717,297,720
13. Share Premium			
10,000,000 shares issued in 2009 at a premium of Tk.10 each		100,000,000	100,000,000
5,375,000 shares issued in 2010 at a premium of Tk.10 each		53,750,000	53,750,000
48,268,360 shares issued in 2010 at a premium of Tk.19.40 each		936,406,184	936,406,184
		1,090,156,184	1,090,156,184
14. Tax Holiday Reserve			
Opening Balance		50,567,296	50,567,296
Reserve created during the year		-	-
		50,567,296	50,567,296
The company obtained tax holiday for a period of 5 years w.e.f. 12 December 2004. As per requirement of section 46 (A) of the Income Tax Ordinance 1984, 40% of net profit for this period (1-1-2009 to 30-11-2009) has been set aside as reserve and re-invested in the same company.			
15. Revaluation Reserve			
(a) Valuation			
Opening Balance		584,501,931	584,501,931
Add: Addition during the year		-	-
		584,501,931	584,501,931
Add: Adjustment during the year		-	-
Sub-Total (a)		584,501,931	584,501,931
(b) Accumulated Depreciation			
Opening Balance		216,805,937	204,285,565
Add: Charged during the year (Transferred to Retained Earnings)		13,876,670	14,729,850
		230,682,607	219,015,415
Less: Related Deferred Tax		(2,081,500)	(2,209,478)
Sub-Total (b)		228,601,107	216,805,937
Grand- total (a-b)		355,900,824	367,695,994
16. Retained Earnings			
Opening Balance		418,600,302	571,104,545
Add: Net Loss during the year after tax		(163,060,084)	(167,234,093)
		255,540,218	403,870,452
Add: Transferred from Revaluation reserve		13,876,670	14,729,850
		269,416,888	418,600,302

Consolidated Retained Earnings

	Amount in Taka	
	30.06.2020	30.06.2019
Golden Son Limited	269,416,888	418,600,302
Golden Infinity Limited	(38,879,251)	(21,823,507)
Add : Accumulated Non-controlling interest	3,888	2,182
	230,541,525	396,778,977

17. Deferred tax liabilities:

As at 30 June, 2020	Carrying Amount	Tax Base	Taxable/ deductible temporary difference
Property, Plant & Equipments except land at cost	1,709,282,359	1,266,320,800	442,961,559
Revaluation surplus On Land	152,699,752	-	152,699,752
Revaluation surplus-PPE	242,653,019	-	242,653,019
Total taxable temporary difference	2,104,635,130	1,266,320,800	838,314,330
Tax on business income (PPE except land)			25%
Tax on revaluation reserve on Land			2%
Tax on revaluation reserve on other assets			15%
Closing deferred tax liabilities/(assets)-at cost			110,740,390
Closing deferred tax liabilities/(assets)-at revaluation			39,451,948
Closing deferred tax liabilities/(assets)-at Unrealized Shares			(591,838)
Total closing deferred tax liabilities/(assets)			149,600,500
Opening deferred tax liabilities/(assets)-at cost			91,555,012
Opening deferred tax liabilities/(assets)-at revaluation			41,533,448
Opening deferred tax liabilities/(assets)-at Unrealized Shares			(352,036)
Total opening deferred tax liabilities/(assets)			132,736,424
Deferred tax expense/(income)-at cost			19,185,378
Deferred tax expense/(income)-at revaluation			(2,081,500)
Deferred Tax expense/(income) on Unrelised Loss on Share			(239,802)
Total deferred tax expense/(income)			16,864,076

Deferred tax liabilities:

As at 30 June, 2019	Carrying amount	Tax base	Taxable/ deductible temporary difference
Property, plant & equipments except land at cost	1,782,101,377	1,415,881,329	366,220,048
Revaluation surplus on Land	152,699,752	-	152,699,752
Revaluation surplus-PPE	256,529,689	-	256,529,689
Total taxable temporary difference	2,191,330,818	1,415,881,329	775,449,489
Tax on business income			25%
Tax on revaluation reserve on Land			2%
Tax on revaluation reserve on other assets			15%
Closing deferred tax liabilities/(assets)-at cost			91,555,012
Closing deferred tax liabilities/(assets)-at revaluation			41,533,448
Closing deferred tax liabilities/(assets)-at Unrealized Shares			(352,036)
Total closing deferred tax liabilities/(assets)			132,736,424
Opening deferred tax liabilities/(assets)-at cost			92,016,784
Opening deferred tax liabilities/(assets)-at revaluation			43,742,926
Opening deferred tax liabilities/(assets)-at Unrealized Shares			(370,769)
Total opening deferred tax liabilities/(assets)			135,388,941
Deferred tax expense/(income)-at cost			(461,772)
Deferred tax expense/(income)-at revaluation			(2,209,478)
Deferred Tax expense/(income) on Unrelised Loss on Share			18,733
Total deferred tax expense/(income)			(2,652,517)

18. Long Term Loan

IBB from Exim Bank Ltd.	(Note: 18.01)	331,364,305	246,860,367
Term Loan from Mutual Trust Bank Ltd.	(Note: 18.02)	748,802,954	719,400,649
Term Loan from Dhaka Bank Ltd.	(Note: 18.03)	37,853,473	42,800,933
		1,118,020,732	1,009,061,949

		Amount in Taka	
		30.06.2020	30.06.2019
18.01 IBB from Exim Bank Ltd.			
Opening Balance		273,185,931	279,604,500
Add: Received during the year		114,123,268	30,192,159
		387,309,199	309,796,659
Less: Paid during the year		31,401,379	36,610,728
		355,907,820	273,185,931
Less: Transfer to Current Portion		24,543,515	26,325,564
		331,364,305	246,860,367
18.02 Term loan from Mutual Trust Bank Ltd.			
Opening Balance		845,326,837	423,107,790
Add: Received during the year		100,308,316	688,123,671
		945,635,153	1,111,231,461
Less: Paid during the year		55,300,000	265,904,624
		890,335,153	845,326,837
Less: Transfer to Current Portion		141,532,199	125,926,188
		748,802,954	719,400,649
18.03 Term loan from Dhaka Bank Ltd.			
Opening Balance		60,759,645	-
Add: Received during the year		6,709,515	62,129,030
		67,469,160	62,129,030
Less: Paid during the year		11,656,975	1,369,385
		55,812,185	60,759,645
Less: Transfer to Current Portion		17,958,712	17,958,712
		37,853,473	42,800,933
Consolidated Long Term Loan			
Golden Son Limited		1,118,020,732	1,009,061,949
Golden Infinity Limited		306,440,507	418,344,135
		1,424,461,239	1,427,406,084
Consolidated Current Portion of Long Term Loan			
Golden Son Limited		184,034,426	170,210,464
Golden Infinity Limited		205,262,400	147,970,041
		389,296,826	318,180,505
19. Lease Finance			
NRB Commercial Bank Ltd.(Micro)	(Note: 19.01)	235,583	647,680
NRB Commercial Bank Ltd.(Jeep)	(Note: 19.02)	472,336	1,122,113
		707,919	1,769,793
19.01 NRB Commercial Bank Ltd.(Micro)			
Opening Balance		1,600,181	2,383,548
Less: Principal Paid during the year		366,874	783,367
		1,233,307	1,600,181
Less: Transfer to Current Portion		997,724	952,501
		235,583	647,680
19.02 NRB Commercial Bank Ltd.(Jeep)			
Opening Balance		2,589,396	3,789,920
Less: Principal Paid during the year		562,166	1,200,524
		2,027,230	2,589,396
Less: Transfer to Current Portion		1,554,894	1,467,283
		472,336	1,122,113

Consolidated Lease Finance

Golden Son Limited
Golden Infinity Limited

Amount in Taka	
30.06.2020	30.06.2019
707,919	1,769,793
1,010,251	1,543,561
1,718,170	3,313,354

IAS 17 requires disclosure of future lease payment:**Analysis of finance lease liabilities**

Total lease Amount:	14,174,983
Less: Principal Paid	6,647,289
Less: Interest and Bank charge Paid	4,267,157
	3,260,537

Finance lease liabilities include:

Gross lease payments due within:

One year	2,552,618
Two to five year	707,919
	3,260,537

20. Short Term Borrowings

CC from EXIM Bank Ltd.	(Note : 20.01)	289,887,334	231,717,750
Time Loan from Mutual Trust Bank Ltd.	(Note : 20.02)	86,879,458	12,017,760
CC(Hypo) from Mutual Trust Bank Ltd.	(Note : 20.03)	231,659,583	239,146,418
EDF Loan from Mutual Trust Bank Ltd.	(Note : 20.04)	45,569,662	7,575,462
IBB (Others) from Exim Bank Ltd.	(Note : 20.05)	15,601,642	-
EDF Loan from Exim Bank Ltd.	(Note : 20.06)	42,104,489	-
Short Term Loan from United Commercial Bank Ltd.	(Note : 20.07)	543,387,178	
SOD from NRBC Bank Ltd.	(Note : 20.08)	49,152,000	
CC from Trust Bank Ltd.	(Note : 20.09)	-	528,744,546
UPAS from EXIM Bank Ltd.	(Note : 20.10)	-	24,754,459
		1,304,241,346	1,043,956,395

20.01 CC from EXIM Bank Ltd.

Opening Balance	231,717,750	223,706,843
Add: Received during the year	304,984,660	252,616,299
	536,702,410	476,323,142
Less: Paid during the year	246,815,076	244,605,392
	289,887,334	231,717,750

Short term loan in the form of Cash Credit (CC) has been obtained from EXIM Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 1 year. Interest is charged quarterly at the rate determined by EXIM Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 09.00%).

20.02 Time Loan from Mutual Trust Bank Ltd.

Opening Balance	12,017,760	98,806,408
Add: Received during the year	120,878,441	112,675,751
	132,896,201	211,482,159
Less: Paid during the year	46,016,743	199,464,399
	86,879,458	12,017,760

Short term loan in the form of Time Loan has been obtained from Mutual Trust Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 6 months. Interest is charged quarterly at the rate determined by Mutual Trust Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 09.00%).

20.03 CC (Hypo) from Mutual Trust Bank Ltd.

Opening Balance	239,146,418	219,277,653
Add: Received during the year	23,873,165	29,368,765
	263,019,583	248,646,418
Less: Paid during the year	31,360,000	9,500,000
	231,659,583	239,146,418

Short term loan in the form of Cash Credit (CC HYPO) has been obtained from Mutual Trust Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 1 year. Interest is charged quarterly at the rate determined by Mutual Trust Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 09.00%).

20.04 EDF Loan from Mutual Trust Bank Ltd.

Amount in Taka	
30.06.2020	30.06.2019
Opening Balance	7,575,462
Add: Received during the year	23,166,238
	69,767,169
	48,949,025
	77,342,631
	72,115,263
Less: Paid during the year	31,772,969
	64,539,801
	45,569,662
	7,575,462

Short term loan in the form of EDF Loan has been obtained from Bangladesh Bank through Mutual Trust Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 6 months/ 1 year. Interest is charged quarterly at the rate determined by Mutual Trust Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 3.5%).

20.05 IBB (Others) from EXIM Bank Ltd.

Opening Balance	-	-
Add: Received during the year	19,141,487	-
	19,141,487	-
Less: Paid during the year	3,539,845	-
	15,601,642	-

Investment Baise Business loan has been obtained from EXIM Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 1 year. Interest is charged quarterly at the rate determined by EXIM Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 4.5%).

20.06 EDF Loan from Exim Bank Ltd.

Opening Balance	-	-
Add: Received during the year	42,104,489	-
	42,104,489	-
Less: Paid during the year	-	-
	42,104,489	-

Short term loan in the form of EDF Loan has been obtained from Bangladesh Bank through EXIM Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 6 months/ 1 year. Interest is charged quarterly at the rate determined by Exim Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 3.5%).

20.07 Short Term Loan from United Commercial Bank Ltd.

Opening Balance	-	-
Add: Received during the year	584,788,354	-
	584,788,354	-
Less: Paid during the year	41,401,176	-
	543,387,178	-

Time loan has been obtained from United Commercial Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 6 months. Interest is charged quarterly at the rate determined by United Commercial Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 9.00%).

20.08 SOD from NRBC Bank Ltd.

Opening Balance	-	-
Add: Received during the year	50,652,000	-
	50,652,000	-
Less: Paid during the year	1,500,000	-
	49,152,000	-

SOD loan has been obtained from NRBC Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 6 months. Interest is charged quarterly at the rate determined by NRBC Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 09.00%).

20.09 CC from Trust Bank Ltd.

Amount in Taka		
	30.06.2020	30.06.2019
Opening Balance	528,744,546	526,589,079
Add: Received during the year	15,057,501	58,748,254
	543,802,047	585,337,333
Less: Paid during the year	543,802,047	56,592,787
	-	528,744,546

Short term loan in the form of Cash Credit (CC) has been obtained from Trust Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 1 year. Interest is charged quarterly at the rate determined by Trust Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 09.00%).

20.10 UPAS from EXIM Bank Ltd.

Opening Balance	24,754,459	-
Add: Received during the year	1,473,606	24,754,459
	26,228,065	24,754,459
Less: Paid during the year	26,228,065	-
	-	24,754,459

Short term loan in the form of Cash Credit (CC) has been obtained from EXIM Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 1 year. Interest is charged quarterly at the rate determined by EXIM Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 6%).

20.11 Time Loan from United Commercial Bank Ltd.

Opening Balance	-	-
Add: Received during the year	42,893,128	-
	42,893,128	-
Less: Paid during the year	42,893,128	-
	-	-

Time loan has been obtained from United Commercial Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 6 months. Interest is charged quarterly at the rate determined by United Commercial Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 09.00%).

20.12 Loan General from Mutual Trust Bank Ltd.

Opening Balance	-	50,902,184
Add: Received during the year	-	6,547,774
	-	57,449,958
Less: Paid during the year	-	57,449,958
	-	-

Short term loan in the form of Loan General has been obtained from Mutual Trust Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 6 months. Interest is charged quarterly at the rate determined by Mutual Trust Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 09.00%).

20.13 Short Term Loan from Dhaka Bank Ltd.

Opening Balance	-	67,632,592
Add: Received during the year	-	4,464,059
	-	72,096,651
Less: Paid during the year	-	72,096,651
	-	-

Short term loan in the form of Time loan has been obtained from Dhaka Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 6 months. Interest is charged quarterly at the rate determined by Dhaka Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 09.00%).

20.14 Short Term Loan from Mutual Trust Bank Ltd.

Opening Balance	-	194,602,473
Add: Received during the year	-	4,660,755
	-	199,263,228
Less: Paid during the year	-	199,263,228
	-	-

Short term loan in the form of Short term loan has been obtained from Mutual Trust Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 1 year. Interest is charged quarterly at the rate determined by Mutual Trust Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 09.00%).

Consolidated Short Term Borrowings

Golden Son Limited
Golden Infinity Limited

Amount in Taka	
30.06.2020	30.06.2019
1,304,241,346	1,043,956,395
99,668,310	95,914,033
1,403,909,656	1,139,870,428

21. Provisions for Expenses and other Liabilities
(a) Provisions for Expenses

Outstanding salary & wages-local staffs	(Note: 21.01)	6,829,624	13,350,367
Electricity bill payable		90,269	97,440
Director's Remuneration Payable		696,284	643,412
Gas bill payable		12,155,096	7,680,966
Audit fees		726,390	609,445
Mr. Mir Saiful Alam		1,062,500	1,062,500
Mask Power		29,000	29,000
Land tax payable		120,000	120,000
Janata Insurance Co. Ltd.		772,855	424,398
Digital Design Develops		72,712	122,712
Green Delta Insurance Co. Ltd.		8,470	99,150
Chittagong Online Ltd.		10,000	60,000
Global Energy		100,828	141,828
TW Express(C & F)		31,878	150,778
Good Guard Security & Property Management Co. Ltd.		2,372,306	1,562,489
TDS Payable		86,242	31,888
Mr. S. Rahman		92,600	29,700
Antora Fire Foe International		50,180	31,414
Central Depository BD. Ltd.		106,000	106,000
Choice Accessories Ind.		3,435	9,435
Lub-Ref(Bangladesh) Ltd.		189,500	389,500
Mark Pro Solution		36,000	36,000
Aramit Thai Alumuniam Ltd.		116,964	-
Asian Technologied Ltd.		75,000	-
Chowdhury Engineering		20,500	-
Cool Resources Ltd.		50,000	-
Credit Rating Agency of Bd. Ltd.(CRAB)		115,000	-
Omar Faruk Enginneering Works		14,004	-
NS Accesssries & Dyeing		129,950	-
SR. Enginneering Works		40,600	-
Union Equipment Limited		122,000	-
Mr. Helal		135,040	-
Mr. Ripon (S.R.K Construction)		-	202,634
Transcom Electronics		-	100,000
Tofazzal Hossain		-	10,530
Mr. Mukitur Rahman(Jessore Construction)		-	230,723
Mr. Sakandar (Fac.Grill work)		-	39,119
United Corporate Advisory Services Ltd.		-	68,966
Mohammadi Dyeing & Printing Ind. (Pvt) Ltd.		-	5,344
S.K. accessories		-	67,666
Novo Air		-	33
Online Transport & Trading Agency		-	30,800
Mr. Bishu Ram Day		-	12,781
Green Packaging Industries		-	1,978,948
M/s. Friends Trading		-	15,000
Star Accessories		-	28,000
Sub-total (a)		26,461,227	29,578,966

(b) Other Liabilities

L/C (PAD & expenses)	58,890,412	149,701,672
Dividend Payable	85,377,065	85,652,399
Over Subscription against RPO	21,939,658	21,939,658
Rights Share Issue Fund	211,250	211,250
Taj Accessories (Pvt.) Ltd.	10,290	108,985

	Amount in Taka	
	30.06.2020	30.06.2019
Super Thread Ltd.	164,238	43,798
SBL Capital Management Ltd.	15,396,962	14,135,365
Refundable for Bonus Share	573,168	573,168
Mr. Belal Ahmed	82,483,374	82,001,560
Ms. Lin Yu Chen	18,250,000	18,250,000
Reliable Engineering Solution Ltd.	50,000	50,000
Fahim Enterprise(Hasmot)	20,238	31,521
Digital Accessories Ind. Ltd.	27,367	27,367
Arobi Thai Alumuniam	63,914	121,664
Export House	152,241	102,241
Jamuna Trims Ltd.	56,107	81,107
Mr. Mahabub Ali	28,879	28,879
NS Thread & Dying	47,665	150,938
Zasn Entrprise	39,500	39,500
Janata Insurance Co. Ltd.(Advance Received)	100,000	-
M.M.G. Accessories	132,300	-
R.R.Thai Alumuniam	17,464	-
S. K. S. Trade Int'l	-	1,932,970
Rina (C&F) Centre Ltd.	-	144,900
Maa Engineering Works	-	5,000
QCS Accessories Ltd.	-	55,249
Swift Technologies	-	150,000
Nayan International(C & F)	-	15,795
Birds Enterprise	-	310,659
Hanif Plastic & Accessories	-	15,000
Nexus Accessories	-	167,000
Sub-total (b)	284,032,092	376,047,645
Grand-total (a+b)	310,493,319	405,626,611

All accrued expenses were paid on regular basis.

21.01 Outstanding salaries and wages-local staffs

Salaries and Wages amounting to Tk. 68,29,624 relating of staffs & workers of the office & factory remain outstanding for the month of June 2020. The amount was subsequently paid.

Consolidated Provisions for Expenses and other Liabilities

Golden Son Limited	310,493,319	405,626,611
Golden Infinity Limited	545,467,894	479,668,937
	855,961,213	885,295,548
Less: Inter-Company Transaction	(457,753,865)	(440,250,684)
	398,207,348	445,044,864

22. Liabilities for other Finance

LDBP-Exim Bank Ltd.	9,048,460	15,395,483
LDBC-Mutual Trust Bank Ltd.	9,101,087	21,966,448
LDBC-Jamuna Bank Ltd.	11,640,571	-
	29,790,118	37,361,931

23. Unearned Revenue

Playgro Pty Ltd.	59,968,153	12,463,152
	59,968,153	12,463,152

24. Liabilities for Income Tax

Opening Balance	4,006,010	3,668,213
Add: Provision during the year	4,639,106	4,006,010
	8,645,116	7,674,223
Less: Adjustment during the year	4,168,710	2,694,005
	4,476,406	4,980,218
Less: Paid during the year	-	974,208
	4,476,406	4,006,010

Consolidated Liabilities for Income Tax

Golden Son Limited	4,476,406	4,006,010
Golden Infinity Limited	2,325,278	1,747,980
	6,801,684	5,753,990

25. Turnover

Consolidated Turnover

Golden Son Limited

Golden Infinity Limited

26. Cost of Sales

Opening stock of raw materials

Add: Purchased during the year

Less: Closing stock of raw materials

Raw Materials Consumed

Add: Conversion Cost

Factory salary & wages

Electricity expenses

Carrying charges

Maintenance of machinery

Other factory expenses

Gas bill

Vehicle maintenance

Depreciation

Expenses for foreign engr./staffs

Dyeing & draw string making expenses

Festival bonus

Land tax

Insurance premium (fire)

Cost of Goods Manufactured

Add: Opening stock of finished goods

Less: Closing stock of finished goods

Consolidated Cost of Sales

Golden Son Limited

Golden Infinity Limited

27. Operating, Administrative & Selling Expenses

Salary and allowances

Directors' remuneration

Printing & stationery

Postage, telegraph & telephone

Travelling & conveyance

Food & entertainment

Office maintenance

Newspaper & periodicals

Export Expenses

License & registration

Miscellaneous Expenses

Depreciation

Fuel & Vehicle Expenses

Advertisement

General charges

Sample Expenses

Board Meeting Fee

Listing Fee

Portfolio Management Fee

Board Meeting Expenses

CDBL Fee

AGM Expenses

Annual Subscription (BAPLC)

Amount in Taka	
2019-2020	2018-2019
532,195,680	602,329,317
532,195,680	602,329,317
96,216,255	131,269,937
628,411,935	733,599,254
844,605,026	801,318,923
246,942,956	343,306,763
1,091,547,982	1,144,625,686
834,357,215	844,605,026
257,190,767	300,020,660
94,851,207	87,111,400
1,399,361	1,061,533
883,315	985,067
4,879,510	5,233,135
3,872,843	3,561,099
15,143,956	10,325,462
1,311,306	1,035,622
73,488,249	58,571,077
1,892,780	2,707,884
1,727,612	2,923,771
3,491,956	4,060,661
11,120	38,550
2,204,943	4,556,825
205,158,158	182,172,086
462,348,925	482,192,746
220,257,954	280,230,523
682,606,879	762,423,269
271,615,630	220,257,954
410,991,249	542,165,315
410,991,249	542,165,315
68,068,481	93,770,073
479,059,730	635,935,388
13,478,175	11,719,515
720,000	720,000
150,059	424,632
940,715	1,129,836
688,068	847,915
183,564	328,126
644,711	1,069,758
860	2,950
4,648,367	4,661,578
256,116	333,084
85,695	120,552
31,494,964	25,101,891
3,520,399	3,304,020
389,370	688,545
106,689	52,661
51,977	36,756
119,988	534,990
1,423,000	1,344,000
17,964	40,591
246,000	349,961
148	212,350
567,349	685,852
50,000	30,000

Amount in Taka	
2019-2020	2018-2019
Surveillance fee	115,000
House Rent (Office staffs)	189,500
Electrical Expenses(Dhaka Office)	26,987
Audit fees	319,445
Carrying Expenses	42,435
Holding Tax	13,464
Other Office Expenses.	140,000
Mortgage Expenses	26,235
Visa & Work Permit Exp.	25,357
Legal Expenses	300,018
BIDA Expenses	1,000
Sales promotion	-
B.O. Maintenance fee	-
Joint stock Expenses	-
	11,571
60,983,619	54,817,946
Consolidated Operating, Administrative & Selling Expenses	
Golden Son Limited	60,983,619
Golden Infinity Limited	13,474,705
74,458,324	65,464,721

28. Financial Expenses

Interest on CC (EXIM.)	28,027,488	24,928,494
Interest on LDBP (EXIM.)	1,774,400	2,023,696
Interest on MTR (EXIM.)	5,283,359	813,288
Interest on CC- Hypo(MTBL)	23,848,165	29,343,765
Interest on Demand Loan (MTBL)	6,852,844	10,710,822
Interest on Lease Finance-Jeep(NRB)	272,992	479,495
Interest on Lease Finance-Micro(NRB)	168,121	296,686
Interest on LTR/PAD (MTBL)	5,546,379	2,111,184
Interest on CC (Trust)	13,732,671	58,723,204
Interest on LDBC (MTB)	2,148,414	1,694,752
Interest on EDF(MTBL)	840,453	1,789,095
Interest on MTBL Term Loan	88,824,365	76,038,416
Interest on DBLTerm Loan	6,559,515	3,635,306
Interest on UPAS (EXIM.)	1,473,606	760,899
Bank charges	1,449,328	1,540,729
Interest on SOD (UCBL.)	40,960,357	-
Interest on IBB (EXIM.)	25,801,722	-
Interest on EDF(Exim)	287,745	-
Interest on LDBC (JBL)	432,685	-
Interest on SOD (NRB)	2,069,597	-
Interest on Time Loan (UCBL.)	893,128	-
Interest on Loan General(MTBL)	-	2,913,542
Interest on SOD (DBL.)	-	4,553,288
Interest on Short Term Loan (MTBL)	-	4,610,755
Bank Guarantee commission	-	50,000
	257,247,334	227,017,416

29. Non Operating Income

Bank Interest	(Note: 29.01)	46,796,400	46,697,723
Other Income	(Note: 29.02)	13,577,562	12,123,878
Loss from Associate		(2,583,040)	(840,096)
		<u>57,790,922</u>	<u>57,981,505</u>

29.01 Bank Interest

Interest received from STD A/c.	164,272	149,456
Interest received from FDR A/c.	46,632,128	46,548,267
	<u>46,796,400</u>	<u>46,697,723</u>

29.02 Other Income

	Amount in Taka	
	2019-2020	2018-2019
Rent Received	11,509,292	11,497,476
Dividend received on Share & Securities	281,000	332,500
Water supply bill Received	240,000	240,000
Exchange Gain	1,547,270	53,902
	13,577,562	12,123,878

30. Provision for Tax

Tax on Rent Received	2,877,323	2,874,369
Tax on Income from business or profession	45,891	82,032
Tax on Export Proceeds & Others	1,715,892	1,049,609
	4,639,106	4,006,010

Consolidated Provision for Tax

Golden Son Limited	4,639,106	4,006,010
Golden Infinity Limited	577,298	787,619
	5,216,404	4,793,629

31. Earnings Per Share (EPS)**Basic Earnings Per Share:**

Earning attributable to ordinary shareholders	(163,060,084)	(167,234,093)
Number of ordinary share outstanding during the year	171,729,772	171,729,772
Basic EPS	(0.95)	(0.97)

Consolidated Earnings Per Share (EPS) :

Earning attributable to ordinary shareholders	(180,115,828)	(170,307,675)
Number of ordinary share outstanding during the year	171,729,772	171,729,772
Consolidated Earnings Per Share (EPS)	(1.05)	(0.99)

		Amount In Taka	
		2019-2020	2018-2019
32. Cash Received from Customers			
Opening trade receivables		1,266,472,724	1,243,610,166
Add: Closing Unearned Revenue		59,968,153	12,463,152
Add : Turnover during the year		532,195,680	602,329,317
		<u>1,858,636,557</u>	<u>1,858,402,635</u>
Less : Closing trade receivables		(1,449,704,182)	(1,266,472,724)
Less : Opening Unearned Revenue		(12,463,152)	(16,694,419)
		<u>396,469,223</u>	<u>575,235,492</u>
Consolidated Cash Received from Customers			
Golden Son Limited		396,469,223	575,235,492
Golden Infinity Limited		156,278,896	57,404,204
		<u>552,748,119</u>	<u>632,639,696</u>
33. Cash Paid to Suppliers and Employees			
Cost of Sales (without depreciation)		(337,503,000)	(483,594,238)
Administrative & selling expenses (without depreciation)		(29,488,655)	(29,716,055)
Opening inventories		1,064,862,980	1,081,549,446
Closing inventories		(1,105,972,845)	(1,064,862,980)
Opening advances, deposits & prepayments		724,197,038	640,567,547
Closing advances, deposits & prepayments		(722,664,400)	(724,197,038)
Opening provisions for expenses and other liabilities		(405,626,611)	(278,539,372)
Closing provisions for expenses and other liabilities		310,493,319	405,626,611
Adjustment of dividend payable		275,334	66,605
Adjustment of Advance Income Tax (Current year)		3,183,783	4,168,710
Adjustment of Advance Income Tax (Previous year)		(4,168,710)	(2,694,005)
Adjustment of Rent Received		11,509,292	11,497,476
Adjustment of water supply bill Received		240,000	240,000
Adjustment of loss from Associate		(2,583,040)	(840,096)
Adjustment of Exchange Gain		1,547,270	53,902
		<u>(491,698,245)</u>	<u>(440,673,487)</u>
Consolidated Cash Paid to Suppliers and Employees			
Inter company transaction has considered.			
Golden Son Limited		(474,195,064)	(347,235,928)
Golden Infinity Limited		(62,768,220)	(127,896,899)
		<u>(536,963,284)</u>	<u>(475,132,827)</u>
34. Acquisition of Property, Plant & Equipment			
Acquisition cost during the year	Schedule-A	(18,287,524)	(1,148,441,216)
Non cash		-	1,111,333,604
		<u>(18,287,524)</u>	<u>(37,107,612)</u>
<u>Details are given below :</u>			
New machineries import		(13,184,154)	(37,002,612)
Office equipment		(474,770)	(35,000)
Electrical installation		(175,000)	-
Tools and equipment		(110,600)	-
Motor vehicle		(4,343,000)	-
Air-conditioner		-	(70,000)
		<u>(18,287,524)</u>	<u>(37,107,612)</u>
Consolidated Acquisition of Property, Plant & Equipment			
Golden Son Limited		(18,287,524)	(37,107,612)
Golden Infinity Limited		(16,632,116)	(38,613,427)
		<u>(34,919,640)</u>	<u>(75,721,039)</u>

35. Events after the Reporting period

Subsequent to the Statement of Financial Position date, the Board of Directors in their meeting held on 24 November 2020 have recommend cash dividend at the rate of 2.5% for the year ended June 30, 2020 excluding Sponsors and/or Directors.

Subsequent to the Statement of Financial position date, a devastating fire out broke on the 4th, 5th and 6th floor of the company's factory building on dated 04.10.2020. With 4/5 hours of efforts of 11 units of the Fire Brigade, the fire came under control. The fire damaged part of factory building, machinery, raw materials, finished and semi-finished goods and also official documentary evidence. Documentary evidence mostly damaged by pouring water at fire controlling situation. Evaluation of the damage is under process by the Fire Brigade, Insurance company and Surveyor (3rd party). The full factory of the company is covered by Industrial All Risks (IAR) Policy by insurance company.

36. Others

The number of employees and the rate of remuneration paid to them are as under:

	Number of employees	
	2019-2020	2018-2019
No. of employees whose salary is below Tk.8,000 per month	Nil	Nil
No. of employees whose salary is above Tk.8,000 per month	675	745

37. Payment / Perquisites to Director and Officer

- No compensation was allowed by the company to the directors of the company other than Directors Remuneration as reported in note no. 26.
- No amount of money was expended by the company for compensation to any member of the board for special services rendered other than specified in note no. 26.
- Board Meeting attendance fee was paid to the directors of the company @ Tk. 19,166 per person for each meeting.

38. Related Party Transaction

The related party is the party who has the significant power in the management process and cast significant power in the company's affairs and the management duly identified the party is related to the company and discloses the transactions of the related party as per IAS 24: "Related Party Disclosures". Details transaction with related party are given below:

Name of the related party	Status with the company	Nature of Transaction	Balance as at 30.06.2020.
GSL Export Limited	Associate	Investment	7,651,709
		Advances	123,895,226
		Trade Receivables	8,303,074
Golden Infinity Limited	Subsidiary	Investment	49,995,000
		Advances	457,753,865
Mr. Belal Ahmed	Managing Director	Other Liabilities	82,483,374
Ms. Lin Yu Chen	Chairman	Other Liabilities	18,250,000

38.01 The total amount of remuneration paid to the Board Directors of the company during the year is as follows :

Name	Designation	2019-2020	2018-2019
Directors	Directors remuneration	720,000	720,000

38.02 Aggregate amount of remuneration paid to all Officers during the accounting year is as follows :

Name	Nature of Payment	2019-2020	2018-2019
Directors	Board meeting fee	119,988	534,990
Officers & Executives	Salary, Bonus & Other allowances	108,329,382	98,830,915

39. Reconciliation between net profit with cash flows from operating activities

	2019-2020	2018-2019
Net Loss for the year after tax	(163,060,084)	(167,234,093)
<u>Adjustment for:</u>		
Depreciation	104,983,213	83,672,968
Other adjustments	271,043,587	208,479,830
	212,966,716	124,918,705
Changes in:		
(Increase)/decrease in inventories	(41,109,865)	16,686,466
(Increase)/decrease in trade and other receivables	(220,990,220)	(46,269,647)
(Increase)/decrease in advances, deposits and prepayments	1,532,638	(83,629,491)
Increase/(decrease) in provisions for expenses and other liabilities	(95,133,292)	127,087,239
Increase/(decrease) in unearned revenue	47,505,001	(4,231,267)
Bank Interest Receipt	9,037,638	23,290,634
Income tax paid	(3,183,783)	(5,142,918)
Net cash (used in) / flows from operating activities	<u>(89,375,167)</u>	<u>152,709,721</u>

Consolidated Reconciliation between net profit with cash flows from operating activities

Golden Son Limited	(89,375,167)	152,709,721
Golden Infinity Limited	106,787,182	22,456,523
Net cash flows from operating activities	<u>17,412,015</u>	<u>175,166,244</u>

Golden Son Limited
Schedule of Property, Plant & Equipment

As at 30 June, 2020

a) Cost

Schedule-A
Amount in Taka

Particulars	Cost				Rate %	Depreciation				Written down value as at 30 June, 2020.
	As at 01 July, 2019	Addition during the year	Adjustment / Disposal during the year	As at 30 June, 2020		As at 01 July, 2019	Charged during the year	Adjustment/ Disposal during the year	As at 30 June, 2020	
	1	2	3	(1+2-3)=4	5	(1-6)+2)*5=7	8	(6+7-8)=9	4-9=10	
Land	397,298,220	-	-	397,298,220	-	-	-	-	397,298,220	
Building	1,254,782,335	-	-	1,254,782,335	2.5	63,571,909	29,780,261	93,352,170	1,161,430,165	
Plant and machinery	950,282,417	13,184,154	-	963,466,571	10	458,312,660	49,856,183	508,168,843	455,297,728	
New Office Space	6,323,375	-	-	6,323,375	5	2,736,024	179,368	2,915,392	3,407,983	
Electrical installation	13,431,674	175,000	-	13,606,674	10	6,022,901	749,627	6,772,528	6,834,146	
Air-conditioner	12,532,839	-	-	12,532,839	10	5,472,868	705,997	6,178,865	6,353,974	
Tools and equipment	9,411,008	110,600	-	9,521,608	10	4,371,473	509,484	4,880,957	4,640,651	
Gas generator	40,769,125	-	-	40,769,125	10	23,445,360	1,732,376	25,177,736	15,591,389	
Gas Line Installation	44,677,384	-	-	44,677,384	10	20,738,796	2,393,859	23,132,655	21,544,729	
Diesel generator	830,000	-	-	830,000	10	490,576	33,942	524,518	305,482	
Office equipment	7,414,973	474,770	-	7,889,743	10	3,670,372	398,199	4,068,571	3,821,172	
Motor vehicle	42,220,331	4,343,000	-	46,563,331	20	29,370,048	3,004,357	32,374,405	14,188,926	
Furniture & fixture	16,755,120	-	-	16,755,120	10	7,270,115	948,501	8,218,616	8,536,504	
Fire Extinguisher	162,602	-	-	162,602	10	81,093	8,151	89,244	73,358	
Deep Tube Well	2,014,520	-	-	2,014,520	10	880,446	113,407	993,853	1,020,667	
Refrigerator	57,800	-	-	57,800	10	35,568	2,223	37,791	20,009	
Lift	10,227,213	-	-	10,227,213	10	3,321,129	690,608	4,011,737	6,215,476	
Sub total (a)	2,809,190,936	18,287,524	-	2,827,478,460		629,791,338	91,106,543	720,897,881	2,106,580,579	

b) Revaluation

Amount In Taka

Particulars	Cost			Depreciation						Written down value as at 30 June, 2020.
	As at 01 July, 2019	Addition during the year	Adjustment / Disposal during the year	As at 30 June, 2020	Rate %	As at 01 July, 2019	Charged during the year	Adjustment/ Disposal during the year	As at 30 June, 2020	
	1	2	3	(1+2-3)=4	5	6	(1-6)+2)*5=7	8	(6+7-8)=9	4-9=10
Land	152,699,752	-	-	152,699,752	-	-	-	-	-	152,699,752
Building	368,680,431	-	-	368,680,431	5	140,393,920	11,414,326	-	151,808,246	216,872,185
New Office Space	11,760,875	-	-	11,760,875	5	4,521,409	361,973	-	4,883,382	6,877,493
Plant and machinery	43,124,038	-	-	43,124,038	10	25,488,729	1,763,531	-	27,252,260	15,871,778
Gas generator	6,837,580	-	-	6,837,580	10	4,041,394	279,618	-	4,321,012	2,516,568
Gas Line Installation	1,399,255	-	-	1,399,255	10	827,038	57,222	-	884,260	514,995
Sub total (b)	584,501,931	-	-	584,501,931		175,272,490	13,876,670	-	189,149,160	395,352,771

-

Property, plant and equipment at cost and revaluation:

As at 30 June, 2020 (a+b)	3,393,692,867	18,287,524	-	3,411,980,391		805,063,828	104,983,213	-	910,047,041	2,501,933,350
As at 30 June, 2019 (a+b)	2,245,251,651	1,148,441,216	-	3,393,692,867		721,390,860	83,672,968	-	805,063,828	2,588,629,039

Amount (Tk.)

Allocation of Depreciation:

i) Production	70 %	73,488,249
ii) Administration	30 %	31,494,964
		104,983,213

Investment in Shares & Securities

Schedule-B

Sl.N o.	Name of Shares & Securities	Purchase			Present Market Price (30.06.2020)			Unrealized (loss)/gain
		Qty. in Nos.	Rate	Value	Qty. in Nos.	Rate	Value	
01	Appolo Ispat	113,300	21.80	2,469,840	113,300	3.40	385,220	(2,084,620)
02	Eastern Housing Ltd.	103,000	54.08	5,570,650	103,000	38.70	3,986,100	(1,584,550)
03	Generation Next Ltd.	1	23.16	22	1	2.11	2	(20)
04	Islami Bank Ltd.	75,000	47.49	3,561,690	75,000	17.50	1,312,500	(2,249,190)
				11,602,202			5,683,822	(5,918,380)



GOLDEN INFINITY
LIMITED

A Subsidiary of Golden Son Ltd.

Subsidiary Profile



Director's Report

Dear Shareholders,

In terms of the provisions of section 184 of the Companies Act 1994, (Act No. XVIII of 1994), I, on behalf of the Board of Directors, have the pleasure to submit its Report along with the Audited Financial Statements for the period ended 30th June 2020.

Golden Infinity Limited was incorporated as a private company limited by shares under the Companies Act, 1994 vide registration # C-124585/2015 dated 29 July 2015. The registered office of the company is situated at Suit # 808, Paltan Tower, 87 Purana Paltan Lane, Dhaka and its factory is at Khowaj Nagar, Ajimpara, Karnaphuli, Chattagram.

Principal Activity

Golden Infinity Limited explores the vast market inside Bangladesh. Its principal activities include manufacturing of various types of Electric Fan, Screw and Cooking Pot & Hot pot, etc. The company reaches its products to the consumers all over the country through a strong marketing team.

Shareholding

The shareholding position of the company is as follows:

Name of the Shareholders	% of holding	Legal Status
Golden Son Limited	99.99	On the basis of shareholdings, Golden Infinity Ltd. has the status of subsidiary to Golden Son Ltd.
Mr. Abel Ahmed	0.01	

Board of Directors

SL#	Name	Status	Remarks
1	Mr. Belal Ahmed	Chairman	Ms. Lin Yu Chen and Mr. A.S.A Muiz, Chairman and Independent Director respectively of Golden Son Ltd. (holding company) represents as nominee director in the Board of Directors of Golden Infinity Ltd. in compliance with the condition # 2 of the corporate governance guideline dated 7 th August 2012 of Bangladesh Securities and Exchange Commission.
2	Ms. Lin Yu Chen	Managing Director	
3	Mr. A.S.A Muiz	Director	

Operational Activity

During the year under review production was for TK. 38,642,516 and sales for the year were TK. 96,216,255 as against production & sales of TK. 42,983,771 and TK. 131,269,937 respectively in the previous year. During the year the company faced net loss of TK.17,055,744.

Business Performance

The Directors are pleased to report that business performance of the company for the year under review is as follows:

	2019-2020	2018-2019
Turnover	96,216,255	131,269,937
Cost of Sales	68,068,481	93,770,073
Gross Profit	28,147,774	37,499,864
Operating Expenses	13,474,705	10,646,775
Trading Profit/(Loss)	14,673,069	26,853,089
Financial Expenses	31,151,515	29,139,052
Loss before Tax	(16,478,446)	(2,285,963)
Current Tax Expenses	577,298	787,619
Provision for Tax	577,298	787,619
Net Loss after Tax	(17,055,744)	(3,073,582)
Earnings Per Share (EPS)	(3.41)	(0.61)

Cost of Goods Sold (COGS):

Cost of goods sold (cost of sales) is the cost of products sold during the year. COGS include all the costs directly related to getting inventory ready for sales such as: Raw materials (Including duties and taxes), Handling and other cost of converting materials into finished goods.

COGS vary directly with sales and production, the more items we sell or produce, the more stock or components we need to buy. Cost of Goods Sold in 2019-2020 has been decreased in compare to the previous year.

Gross Profit Margin:

Gross profit is the difference between sales and the cost of goods sold. Gross Profit = Sales-Cost of Goods Sold. The gross profit margin is one indicator of the financial health of a business. Larger gross profit margins are better for business- the higher the percentage, the more the business retains of each Taka of sales for other expenses and net profit. During the year 2019-2020 Gross Profit Margin has decreased.

Net Profit Margin:

Net Profit is calculated by subtracting expenses including tax from the gross profit, showing what the business has earned (or lost) in a given period of time. Net Profit= Gross Profit-Expenses with Tax. Net Profit of the company in the year 2019-2020 has been decreased than the previous year.

Auditors

Ahmed Zaker & Co., Chartered Accountants is the existing auditor of the company.

Acknowledgement:

The board of directors thankfully acknowledgesthe support, service and cooperation rendered by all concerned.



Mr. Belal Ahmed
Chairman

Independent auditor's report to the shareholders of Golden Infinity Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Golden Infinity Limited** (“the Company”), which comprise the statement of financial position as at 30 June 2020, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 30 June 2020, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirement that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS), where practicable Companies Act 1994 and other applicable rules & regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing **Golden Infinity Limited** ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate **Golden Infinity Limited** or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Golden Infinity Limited financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other legal and regulatory requirements

We also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by **Golden Infinity Limited** so far as it appeared from our examination of those books; and
- c) the statement of financial position and the statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.



Ahmed Zaker & Co.

Chartered Accountants

Location: Dhaka

Dated: November 22, 2020

Golden Infinity Limited
Statement of Financial Position
As at 30 June, 2020

Particulars	Notes	Amount in Taka	
		30.06.2020	30.06.2019
Assets			
Non-Current Assets:		607,874,427	613,319,779
Property, Plant and Equipment	3	565,237,096	578,421,920
Capital Work-in-Progress	4	42,637,331	34,897,859
Current Assets:		564,300,756	560,803,355
Inventories	5	376,447,266	312,056,996
Trade Receivables	6	102,943,650	163,006,291
Advances, Deposits and Prepayments	7	83,733,862	84,559,707
Cash and Cash Equivalents	8	1,175,978	1,180,361
Total Assets		1,172,175,183	1,174,123,134
Equity and Liabilities			
Capital and Reserves:		11,120,749	28,176,493
Share Capital	9	50,000,000	50,000,000
Retained Earnings	10	(38,879,251)	(21,823,507)
Non Current Liabilities:		307,450,758	419,887,696
Lease Finance	11	1,010,251	1,543,561
Long Term Loan	12	306,440,507	418,344,135
Current Liabilities:		853,603,676	726,058,945
Short Term Borrowings	13	99,668,310	95,914,033
Current portion of Lease Finance	11.01	879,794	757,954
Current Portion of Long Term Loan	12.01	205,262,400	147,970,041
Provisions for Expenses and other Liabilities	14	545,467,894	479,668,937
Liabilities for Income Tax	15	2,325,278	1,747,980
Total Liabilities		1,161,054,434	1,145,946,641
Total Equity and Liabilities		1,172,175,183	1,174,123,134
Net Asset Value Per Share		2.22	5.64

The annexed notes form an integral part of these financial statements.



Chairman



Direct

Signed in terms of our separate report of even date annexed.

Place : Dhaka

Date : November 22, 2020



Ahmed Zaker & Co.
Chartered Accountants

Golden Infinity Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June, 2020

Particulars	Notes	Amount in Taka	
		2019-2020	2018-2019
Turnover	16	96,216,255	131,269,937
Cost of Sales	17	68,068,481	93,770,073
Gross Profit		28,147,774	37,499,864
Operating Expenses	18	13,474,705	10,646,775
Trading Profit		14,673,069	26,853,089
Financial Expenses	19	31,151,515	29,139,052
Net Loss before Tax		(16,478,446)	(2,285,963)
Current Tax Expenses	20	577,298	787,619
Provision for Tax		577,298	787,619
Net Loss after Tax		(17,055,744)	(3,073,582)
Earnings Per Share (EPS)	21	(3.41)	(0.61)

The annexed notes form an integral part of these financial statements.



Chairman



Director

Signed in terms of our separate report of even date annexed.

Place : Dhaka

Date : November 22, 2020



Ahmed Zaker & Co.
Chartered Accountants

Golden Infinity Limited
Statement of Changes in Equity
For the year ended 30 June, 2020

Amount in Taka

Particulars	Share capital	Retained earnings	Total
Balance as at 01 July, 2019	50,000,000	(21,823,507)	28,176,493
Net Loss after Tax for the year	-	(17,055,744)	(17,055,744)
Balance as at 30 June, 2020	50,000,000	(38,879,251)	11,120,749

Golden Infinity Limited
Statement of Changes in Equity
For the year ended 30 June, 2019

Amount in Taka

Particulars	Share capital	Retained earnings	Total
Balance as at 01 July, 2018.	50,000,000	(18,749,925)	31,250,075
Net Loss after Tax for the year	-	(3,073,582)	(3,073,582)
Balance as at 30 June, 2019	50,000,000	(21,823,507)	28,176,493

Golden Infinity Limited
Statement of Cash Flows
For the year ended 30 June, 2020

Particulars	Notes	Amount in Taka	
		2019-2020	2018-2019
A. Cash Flows from Operating Activities			
Cash received from customers	22	156,278,896	57,404,204
Cash paid to suppliers and employees	23	(45,265,039)	(34,459,340)
Cash generated from operations		111,013,857	22,944,864
Income tax paid		(4,226,675)	(488,341)
Net Cash Flows from Operating Activities		106,787,182	22,456,523
B. Cash Flows from Investing Activities			
Acquisition of property, plant & equipment	24	(16,632,116)	(38,613,427)
Payment for capital work-in-progress		(7,739,472)	(29,010,492)
Net Cash Used in Investing Activities		(24,371,588)	(67,623,919)
C. Cash Flows from Financing Activities			
Receipt from short term borrowings		54,660,051	112,270,271
Repayment of short term borrowings		(50,905,774)	(157,270,805)
Receipt from long term loan		23,725,039	326,099,044
Repayment of long term loan		(78,336,308)	(205,427,665)
Payment of Financial Expenses		(31,151,515)	(29,139,052)
Repayment of Lease Finance		(411,470)	(652,983)
Net Cash (Used in) / Flows from Financing Activities		(82,419,977)	45,878,810
Net (deficit) / surplus in cash and cash equivalents (A+B+C)		(4,383)	711,414
Cash and cash equivalents at the beginning of the year		1,180,361	468,947
Cash and cash equivalents at the end of the year		1,175,978	1,180,361
Net Operating Cash Flows per share		21.36	4.49

Golden Infinity Limited
Notes to the Financial Statements
For the year ended 30 June, 2020

1. Incorporation and Business Activities

Golden Infinity Limited was incorporated as a private company limited by shares under the Companies Act, 1994 vide registration # C-124585/2015 dated 29 July 2015. The registered office of the company is situated at Road # 90, House # 10/B, 1st. Floor, Gulshan-2, Dhaka-1212, and its factory is at Khowaj Nagar, Ajimpara, Karnaphuli, Chattogram. Golden Infinity Limited is for local market. Its principal activities include manufacturing of various types of Electric Fan, Led light, Vehicle Chain Cooking Pot & Hot pot, etc.

2. Significant Accounting Policies

2.1 Basis of Preparation of Financial Statements

The financial Statements of the Company are prepared on a going concern basis under the historical cost convention in accordance with International Accounting Standards (IAS) and Bangladesh Financial Reporting Standards (IFRS), the Companies Act 1994, The Securities and Exchange Rules 1987 and other laws and rules applicable in Bangladesh.

2.2 Recognition of Property, Plant and Equipment and depreciation:

In accordance with IAS 16 'Property, Plant and Equipments, Fixed assets have been accounted for a cost less accumulated 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 year from the date when such assets is put in to use. Depreciation is allocated as 70% as production expenses and 30% as administrative expenses. Depreciation on all fixed assets has been applied consistently year to year at the following rate.

a) Land	0%
b) Factory Building	2%
c) Plant and Machinery	10%
d) Motor vehicle	20%
e) Movable Crane	10%
f) Tools & Equipment	10%
g) Office Equipment	10%
h) Electrical Installation	10%
i) Furniture and Fixture	10%

2.3 Revenue Recognition:

Revenue is recognized only when it is probable that the economic benefit of such transaction has been derived as per "IFRS-15" 'Revenue contract with customer'. Sales revenue is recognized when transactions related to sales are completed and the sales invoices are issued in favor of the customers and performance obligation satisfied.

2.4 Taxation:

Provision for taxation

Provision for current income tax has been made at the rate as prescribed in the Finance Act. 2020.

2.5 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 year in which the related revenue is recognized.

2.6 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.

2.7 Cash and Cash Equivalents

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

2.8 Trade Receivables

Trade receivables are recognized at cost at net realizable value from the ordinary course of sales in the market whichever is lower consideration given for them. Trade receivables from foreign currency transactions are recognized into Bangladeshi Taka using exchange rates prevailing on the closing date of the accounts in accordance with IAS-21: The Effects of Changes in Foreign Exchange Rates. Exchange differences at the Statement of Financial Position date are charged/credited to the Statement of profit or loss and other comprehensive income.

2.9 Trade and other Payables

Liabilities are recorded at the amount payable for settlement in respect of goods and services received by the company.

2.10 Information on Financial Statement:

Responsibility for Preparation and Presentation of Financial Statements:

The company's management and the Board of Directors are responsible for the preparation and presentation of Financial Statements as per section 183 of the companies Act 1994.

Components of the Financial Statements:

Following are the components of the financial statements:

- a) Statement of Financial Position as at 30 June, 2020.
- b) Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June, 2020.
- c) Statement of Changes in Equity for the year ended 30 June, 2020.
- d) Statement of Cash flows for the year ended 30 June, 2020.
- e) Explanatory notes to the financial statements.

2.11 General:

- i. Figures have been rounded off to the nearest Taka.
- ii. The financial Statement has been prepared covering a year from 01 July, 2019 to 30 June, 2020.

2.12 Going Concern:

The company has adequate resources to continue operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the accounts. The current credit facilities and resources of the company provides sufficient fund to meet the present requirements of its existing business operation.

		Amount In Taka	
		30.06.2020	30.06.2019
3. Property, Plant and Equipment			
(a) Cost			
Opening Balance	634,319,657	281,625,499	
Add: Addition during the year	16,632,116	352,694,158	
	<u>650,951,773</u>	<u>634,319,657</u>	
(b) Less: Accumulated Depreciation			
Opening Balance	55,897,737	34,032,518	
Add: Charged during the year	29,816,940	21,865,219	
	<u>85,714,677</u>	<u>55,897,737</u>	
Written Down Value (a-b)	<u>565,237,096</u>	<u>578,421,920</u>	
Details have been shown in Schedule-A			
4. Capital Work-in-Progress			
Opening Balance	34,897,859	319,968,098	
Add: Cost incurred during the year	7,739,472	29,010,492	
	<u>42,637,331</u>	<u>348,978,590</u>	
Less: Transferred to PPE	-	314,080,731	
	<u>42,637,331</u>	<u>34,897,859</u>	
The above amount represents construction cost incurred up to 30 June 2020 in relation to the construction of factory building of the company.			
5. Inventories			
Raw Materials	271,007,101	208,107,101	
Finished Goods	105,440,165	103,949,895	
	<u>376,447,266</u>	<u>312,056,996</u>	
As finished goods of one process is the raw materials of another process and as production stopped at every year ended, inventory taking and as every day's schedule production has been finished daily basis, there are no work in progress at the end of the year.			
6. Trade Receivables			
Trade Receivables	102,943,650	163,006,291	
Total	<u>102,943,650</u>	<u>163,006,291</u>	
(i) Trade receivables have been considered good and recoverable.			
(ii) There is no such trade receivable due by or to directors or other officers of the Company.			
7. Advances, Deposits and Prepayments			
(a) Advances			
K. N. Enterprise	200,000	200,000	
S R K Construction	19,473,268	19,473,268	
Janata Insurance Company Ltd.	145,756	46,558	
Vat Current Account (Import & Sales A/C)	7,205,637	7,887,042	
Advance Income Tax (Import)	16,556,443	12,329,768	
Doric Homes Ltd.	500,000	500,000	
Staff Advance	13,000	34,000	
H.S Corporation	455,175	3,230,492	
Ashia Trading	92,078	92,078	
Asia Insurance Ltd.	16,398	16,398	
Asian Pantha Nibash	25,000	25,000	

	Amount In Taka	
	30.06.2020	30.06.2019
Automation Engineering	500,000	500,000
Engr. Shahid, Civil Manager	2,080	2,080
Hazrat Ali (Sadai Thai Aluminium)	909,126	909,126
Impo-Expo Traders (C&F)	1,449,503	794,565
Mr. Belal (SB Beam)	11,250	11,250
Mr. Kabir (Mould)	135,000	135,000
Mr. Sekandar (Grill Contractor)	130,000	130,000
Mr. Iqbal Karim (PDB)	600,000	600,000
Arobi Thai Aluminium	317,692	317,692
Beg Shipping Agency	619,922	183,033
Mr. Anower Hossain, Asst. Manager(Vat)	8,928	414
Mr. Motaleb Sarkar	216,860	57,062
Mr. Naim Enterprise(SRK Construction)	99,800	99,800
Prime Paper Converting & Packaging Industry	310,909	2,500,000
South Point Construction	560,000	560,000
Golden Agro Project	464,207	453,207
Hakkani Paper & Board Mills	65,425	293,424
Hossain Trading Corporation	36,450	36,450
Alvi Engineering Works	482,500	120,000
Shohag Enterprise	655,500	655,500
Nur Contractor	102,392	30,600
Showroom(Decoration Exp.)	73,260	73,260
Sunborn Accessories	269,508	3,000,000
Taj Accessories	4,000,000	500,000
M/S Binimoy Traders	433,000	-
VAT Exp	187,650	-
J.M. Industries Ltd.	1,356,468	-
Digital printing & pack Ltd	200,000	-
Heaven fashion & Craft	130,250	-
Matro electric Corporation	500,000	-
Nobabgonj Trading Corporation	400,000	-
Vat A/c - 9.1	7,887,042	-
Islam Wire	-	4,393,072
Mr. Noyem Uddin	-	48,000
Mr. Washim (Production Office)	-	1,224,793
Green Delta Insurance (Fire)	-	529,090
Green Packaging Industries (Prime Paper Converting)	-	8,084,150
HRM Accessories Ltd.	-	3,400,000
Aim International	-	960,485
RB Enterprise	-	1,334,000
Abul Khair Ltd	-	1,581,280
Bangladesh Plating House	-	1,084,000
Four A Logistics	-	21,050
Janata Insurance Company Ltd.(Fire)	-	180,535
Masudul Islam	-	50,000
Najib Enterprise	-	585,000
SBA Corporation	-	240,000
Sub-total (a)	67,797,477	79,512,522

		Amount In Taka	
		30.06.2020	30.06.2019
(b) Deposits			
L/c. Deposit		546,503	812,354
L/c.#3453-17-01-0113		2,922,609	2,223,559
L/c.# 3142-20-02-0001		2,981,382	-
L/c.# 3142-20-02-0003		2,010,188	-
L/c.# 3453-19-02-0026		2,369,564	-
L/c.# 3453-19-02-0023		2,083,486	-
L/c.# 3453-19-02-0024		3,022,653	-
L/c.#2962-19-01-0207		-	981,146
L/c.#3451-19-02-0002		-	1,030,126
		15,936,385	5,047,185
Grand total (a+b)		83,733,862	84,559,707
8. Cash and Cash Equivalents			
Cash in Hand		312,104	310,249
Cash at Bank	(Note: 8.01)	863,874	870,112
		1,175,978	1,180,361
8.01 Cash at Bank			
Dhaka Bank Ltd.-Jubilee Road Br., Chattogram. (CD.# 11465)		237	869
NRB Bank Ltd.-Gulshan Br., Dhaka. (CD.# 32058)		79,350	128,093
Trust Bank Ltd.-CDA Br.,Chattogram. (CD.# 5140)		484,702	337,237
Islami Bank Bd. Ltd.-Jubilee Road. Br.,Chattogram. (CD.# 326110)		7,798	217,430
ShahJalal Islami Bank Ltd.-Agrabad Br., Chattogram. (CD.# 13776)		259,786	177,411
United Commercial Bank Ltd.-Karnaphuli Br.,Chattogram.(CD.# 5173)		6,170	9,072
NRBC Bank Ltd.-O.R. Nizam Road Br., Chattogram. (CD.# 0552)		25,831	-
		863,874	870,112
9. Share Capital			
<u>Authorized Capital</u>			
25,000,000 ordinary shares of Tk. 10/- each		250,000,000	250,000,000
<u>Issued, Subscribed and Paid-up Capital</u>			
5,000,000 ordinary shares of Tk. 10/- each	(Note : 9.01)	50,000,000	50,000,000
9.01 Issued, Subscribed and Paid-up capital			
Golden Son Limited		49,995,000	49,995,000
Mr. M. Moniruzzaman		5,000	5,000
		50,000,000	50,000,000
10. Retained Earnings			
Opening Balance		(21,823,507)	(18,749,925)
Add: Net Loss during the year after tax		(17,055,744)	(3,073,582)
		(38,879,251)	(21,823,507)
11. Lease Finance			
Uttara Finance & Investment	(Note: 11.01)	1,010,251	1,543,561
		1,010,251	1,543,561

		Amount In Taka	
		30.06.2020	30.06.2019
11.01 Uttara Finance & Investment			
Opening Balance		2,301,515	2,954,498
Less: Principal Paid during the year		411,470	652,983
		1,890,045	2,301,515
Less: Transfer To current Portion		879,794	757,954
		1,010,251	1,543,561
12. Long Term Loan			
Term Loan from NRB Bank Ltd.	(Note: 12.01)	306,440,507	418,344,135
		306,440,507	418,344,135
12.01 Term Loan from NRB Bank Ltd.			
Opening Balance		566,314,176	445,642,797
Add: Received during the year		23,725,039	326,099,044
		590,039,215	771,741,841
Less: Paid during the year		78,336,308	205,427,665
		511,702,907	566,314,176
Less: Transfer To current Portion		205,262,400	147,970,041
		306,440,507	418,344,135
Long term loan in the form of Term Loan has been obtained from NRB Bank Ltd. to cover up capital machinery and capital work in progress requirement. Approved tenure of the loan is 5 years. Interest is charged quarterly at the rate determined by NRB Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 9%).			
13. Short Term Borrowings			
Cash Credit(CC) from NRB Bank Ltd.	(Note : 13.01)	73,110,580	79,720,180
Time Loan from NRB Bank Ltd.	(Note : 13.02)	18,881,101	8,890,836
SOD from NRB Bank Ltd.	(Note : 13.03)	7,676,629	7,303,017
		99,668,310	95,914,033
13.01 Cash Credit(CC) from NRB Bank Ltd.			
Opening Balance		79,720,180	70,109,608
Add: Received during the year		9,390,400	9,610,572
		89,110,580	79,720,180
Less: Paid during the year		16,000,000	-
		73,110,580	79,720,180
Short term loan in the form of Cash Credit(CC) has been obtained from NRB Bank Ltd. to cover up working capital requirement. Interest is charged quarterly at the rate determined by NRB Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 9%).			
13.02 Time Loan from NRB Bank Ltd.			
Opening Balance		8,890,836	63,043,849
Add: Received during the year		31,351,039	95,077,902
		40,241,875	158,121,751
Less: Paid during the year		21,360,774	149,230,915
		18,881,101	8,890,836
Short term loan in the form of Time Loan has been obtained from NRB Bank Ltd. to cover up working capital requirement. Approved tenure of the loan is 6 months. Interest is charged quarterly at the rate determined by NRB Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 9%).			

13.03 **SOD from NRB Bank Ltd.**

Short term loan in the form of Secured Overdraft (SOD) has been obtained from NRB Bank Ltd. to cover up working capital requirement. Interest is charged quarterly at the rate determined by NRB Bank Ltd. from time to time within the guidelines of Bangladesh Bank (current interest rate is 12.77%).

(a) Provisions for Expenses

GOLDEN SON LIMITED

(b) Other Liabilities

15. Liabilities for Income Tax

Opening Balance		1,747,980	960,361
Add: Provision during the year	(Note: 20)	<u>577,298</u>	<u>787,619</u>
		2,325,278	1,747,980
Less: Adjustment during the year		<u>-</u>	<u>-</u>
		2,325,278	1,747,980
Less: Paid during the year		<u>-</u>	<u>-</u>
		<u>2,325,278</u>	<u>1,747,980</u>

16. Turnover**17. Cost of Sales**

Opening stock of raw materials

Add: Purchased during the year

Less: Closing stock of raw materials

Raw Materials Consumed**Add: Conversion Cost**

Factory Salary & Wages

Electricity expenses

Repairs & Maintenance of machinery

Depreciation

Other Factory expenses

Insurance premium (Fire)

Travelling & conveyance

License & registration

Carrying Expenses

Cover Van expenses

Land tax

Expenses of Foreign Engineers

Cost of Goods Manufactured

Add: Opening stock of finished goods

Less: Closing stock of finished goods

18. Operating Expenses

Salary and allowances

Festival Bonus

Office maintenance

Printing & stationery

Food & entertainment

Miscellaneous Expenses

Depreciation

BOI Expenses

Audit fee

Postage & Courier

Legal Expenses

Professional fee

Showroom Rent

Training Expenses

Warehouse rent

Advertisement Exp

Godown Rent

House Rent

Telephone /Mobile bill

Trade Fair expenses

Amount In Taka	
2019-2020	2018-2019
96,216,255	131,269,937
208,107,101	172,213,022
100,052,246	91,478,525
308,159,347	263,691,547
271,007,101	208,107,101
37,152,246	55,584,446
8,000,685	6,422,768
1,455,318	913,871
552,277	533,161
20,871,858	15,305,654
56,347	102,520
709,625	1,509,349
240,050	249,972
61,275	52,680
448,803	416,655
10,267	32,327
-	10,150
-	35,845
32,406,505	25,584,952
69,558,751	81,169,398
103,949,895	116,550,570
173,508,646	197,719,968
105,440,165	103,949,895
68,068,481	93,770,073
1,761,432	1,890,491
76,800	171,600
109,295	108,998
103,891	57,876
21,221	33,780
72,250	201,000
8,945,082	6,559,565
1,000	2,000
86,250	97,500
42,980	2,500
17,250	40,000
55,000	1,265
127,000	40,000
17,200	-
2,026,054	-
12,000	-
-	1,276,500
-	98,000
-	2,700
-	63,000
13,474,705	10,646,775

		Amount In Taka	
		2019-2020	2018-2019
19. Financial Expenses			
Interest on CC		9,293,750	9,608,522
Interest on LATR		1,807,242	9,082,556
Interest on Time Loan		2,405,510	5,954,161
Interest on SOD		806,112	832,297
Interest on Lease Finance		803,790	386,493
Interest on Term Loan		15,542,842	3,105,799
Bank charges		492,269	169,224
		31,151,515	29,139,052
20. Provision for Tax			
Current tax expenses		577,298	787,619
		577,298	787,619
21. Earnings Per Share (EPS)			
Basic Earnings Per Share:			
Earning attributable to ordinary shareholders		(17,055,744)	(3,073,582)
Number of ordinary share outstanding during the year		5,000,000	5,000,000
Basic EPS		(3.41)	(0.61)
22. Cash Received from Customers			
Opening trade receivables	(Note : 6)	163,006,291	89,140,558
Add : Turnover during the year	(Note: 16)	96,216,255	131,269,937
		259,222,546	220,410,495
Less : Closing trade receivables	(Note: 6)	(102,943,650)	(163,006,291)
		156,278,896	57,404,204
23. Cash Paid to Suppliers and Employees			
Cost of Sales (without depreciation)		(47,196,623)	(78,464,419)
Operating expenses (without depreciation)		(4,529,623)	(4,087,210)
Opening inventories		312,056,996	288,763,592
Closing inventories		(376,447,266)	(312,056,996)
Opening advances, deposits & prepayments		84,559,707	114,921,375
Closing advances, deposits & prepayments		(83,733,862)	(84,559,707)
Opening provisions for expenses and other liabilities		(479,668,937)	(439,970,079)
Closing provisions for expenses and other liabilities		545,467,894	479,668,937
Adjustment of advance income tax(Current Year)		4,226,675	488,341
Opening other receivables		-	836,826
		(45,265,039)	(34,459,340)

24. Acquisition of Property, Plant & Equipment

		Amount In Taka	
		2019-2020	2018-2019
Acquisition cost during the year	Schedule-A	(16,632,116)	(352,694,158)
Non cash		-	314,080,731
		(16,632,116)	(38,613,427)
<u>Details are given below :</u>			
New machineries import		(3,194,918)	(38,271,392)
Tools and Equipment		(1,924,485)	(263,746)
Office Equipment		(58,050)	(78,289)
Motor vehicle		(11,442,163)	-
Furniture and Fixture		(12,500)	-
		(16,632,116)	(38,613,427)

25. Reconciliation between net profit with cash flows from operating activities

Net loss for the year after tax		(17,055,744)	(3,073,582)
<u>Adjustment for:</u>			
Depreciation		29,816,940	21,865,219
Other adjustments		35,955,488	30,415,012
		48,716,684	49,206,649
<u>Changes in :</u>			
(Increase)/decrease in inventories		(64,390,270)	(23,293,404)
(Increase)/decrease in trade receivables		60,062,641	(73,028,907)
(Increase)/decrease in advances, deposits and prepayments		825,845	30,361,668
Increase/(decrease) in provisions for expenses and other liabilities		65,798,957	39,698,858
Income tax paid		(4,226,675)	(488,341)
Net cash flows from operating activities		106,787,182	22,456,523

26. Related Party Transaction

The related party is the party who has the significant power in the management process and cast significant power in the company's affairs and the management duly identified the party is related to the company and discloses the transactions of the related party as per IAS 24: "Related Party Disclosures". Details transaction with related party are given below:

Name of the related party	Status with the company	Nature of Transaction	Balance as at 30.06.2020
Janata Insurance Company Ltd.		Advances	145,756
Golden Son Ltd.	Holding company	Other Liabilities	457,753,865

27. Events after the Reporting Period

As per "IAS-10: Events after the reporting period" are those events favorable and unfavorable that occurred between the end of the reporting period and the date when the financial statements are authorized for issue.

In early 2020, there has been an outbreak of coronavirus (COVID-19), initially in China and which has spread to other jurisdictions. Management continues to monitor the impact that the COVID-19 pandemic is having on the business. The company anticipates that its future results of operations, including the results for 2020, might have impacted by the coronavirus outbreak, but at this time does not currently expect that the impact from the coronavirus outbreak will have a material effect on the Company's liquidity or financial position. However, given the speed and frequency of continuously evolving developments with respect to this pandemic, the company cannot reasonably estimate the magnitude of the impact to its results of operations, and, if the outbreak continues on its current trajectory, such impacts could grow and become material to its liquidity or financial position. Hence, the exact impact on our activities in the remainder of 2020 and thereafter cannot be predicted at this moment.

Schedule-A

Golden Infinity Limited
Schedule of Property, Plant & Equipment
As at 30 June, 2020

Particulars	Cost			Depreciation					Amount in Taka	
	As at 01 July, 2019	Addition during the Year	Adjustment / Disposal during the Year	As at 30 June, 2020	Rate %	As at 01 July, 2019	Charged during the Year	Adjustment/ Disposal during the year		As at 30 June, 2020
	1	2	3	(1+2-3)=4	5	6	(1-6)*5=7	8	(6+7-8)=9	4-9=10
Land	49,741,255	-	-	49,741,255	-	-	-	-	-	49,741,255
Factory Building	314,080,731	-	-	314,080,731	2	43,622.00	6,280,742	-	6,324,364	307,756,367
Plant and machinery	246,922,556	3,194,918	-	250,117,474	10	48,753,783	19,976,623	-	68,730,406	181,387,068
Motor vehicle	10,721,120	11,442,163	-	22,163,283	20	4,039,834	2,480,474	-	6,520,308	15,642,975
Movable Crane	4,786,667	-	-	4,786,667	10	1,297,187	348,948	-	1,646,135	3,140,532
Tools & Equipment	7,139,184	1,924,485	-	9,063,669	10	1,579,505	652,192	-	2,231,697	6,831,972
Office Equipment	203,989	58,050	-	262,039	10	22,722	21,029	-	43,751	218,288
Electrical Installation	679,455	-	-	679,455	10	156,614	52,284	-	208,898	470,557
Furniture and Fixture	44,700	12,500	-	57,200	10	4,470	4,648	-	9,118	48,082
As at 30 June, 2020	634,319,657	16,632,116	-	650,951,773		55,897,737	29,816,940	-	85,714,677	565,237,096
As at 30 June, 2019	281,625,499	352,694,158	-	634,319,657		34,032,518	21,865,219	-	55,897,737	578,421,920

Amount (Tk.)

Allocation of Depreciation:

i) Production	70 %	20,871,858
ii) Administration	30 %	8,945,082
		29,816,940

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GOLDEN SON LIMITED

Share Office : House # 10B, Road # 90, Gulshan-2, Dhaka-1212.

PROXY FORM

The Managing Director
Golden Son Limited
House # 10B, Road # 90,
Gulshan-2, Dhaka-1212.

Register Folio/BO# _____
No. of shares held _____

I / We _____

of _____

being a Member of Golden Son Limited do hereby appoint

Mr. / Ms _____

of _____

as my/our proxy, to vote for me/us and on my/our behalf at the 16th Annual General Meeting of the Company to be held on December 31, 2020 at 11 : 00 am and any adjournment thereof or at any ballot to be taken in consequence thereof.

Signed this _____ day of _____ 2019.

Revenue
Stamp
TK 10/=

Signature of Shareholder _____

Folio/BO No:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

No. of Shares _____

Signature of Proxy _____

N.B.: IMPORTANT

1. This Form of Proxy, duly completed, must be deposited at least 48 hours before the meeting at the Company's Registered Office. Proxy is invalid if not signed and stamped as explained above.
2. Signature of the Shareholder should agree with the Specimen Signature registered with the Company.

Signature Verified
Authorized Signature



GOLDEN SON LIMITED

Share Office : House # 10B, Road # 90, Gulshan-2, Dhaka-1212.

Digitail Platform

SHAREHOLDERS ATTENDANCE SLIP

I hereby record my attendance at the 16th ANNUAL GENERAL MEETING of the Company being held on, December 31, 2020 at Digital Platform through the link <http://goldenson.digitalagmbd.net> at 11 : 00 am.

Name of Shareholder/Proxy _____

Folio / BO No:

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N.B.:

Shareholders attending the meeting in person or by Proxy are requested to complete the attendance slip and deposit the same at the entrance of the meeting hall.

No of Shares:-----

Signature Shareholder/proxy

Date:-----



Chattogram Office/Registered Office

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