

SONARGAON TEXTILES LTD.

**1ST QUARTER (Q1)
UNAUDITED FINANCIAL STATEMENTS**

(From July 1, 2017 to September 30, 2017)

Reg. office: Rupatali, Barisal.
Corporate office: Khansons Center (8th & 9th floor)
37, Kawran Bazar C/A, Dhaka-1215

SONARGAON TEXTILES LIMITED

Khansons Centre (8th & 9th Floor)
37, Kawran Bazar, Dhaka-1215

Tel : 55013501, 55013597, 55013500, Fax: 880-2-55013498

1st Quarter Financial Statements

In compliance with listing regulation 2015 of Dhaka & Chittagong Stock Exchange as well as BSEC notification no. - SEC/CMRRCD/2008-183/Admin/03-34 dated : 27th Sept, 2009, we are pleased to provide you below the un-audited financial statement of the Company for the 1st Quarter ended 30th September, 2017 as considered by the Board of Directors meeting held on 14.11.2017 at 37, Kawran Bazar, Dhaka-1215.


On Behalf of the Board

Md. Monir Hossain
Company Secretary

Statement of Financial Position (Un-Audited)

As at 30th September, 2017

Item	As at 30.9.2017 ('000' Taka)	As at 30.06.2017 ('000' Taka)
Fixed Assets		
Property, Plant and Equipment (WDV)	738,733	789,067
	738,733	789,067
Current Assets :		
Inventories	564,074	576,645
Trade & Other Receivables	260,455	263,705
Advances, Deposits & Prepayments	25,032	28,950
Cash and Cash equivalent	86,818	378
	936,379	869,678
Total Assets	1,675,112	1,658,745
Equity & Liabilities		
Shareholders' Equity :		
Share Capital	264,670	264,670
Share Premium	54,560	54,560
Capital Reserves	5,373	5,373
Revaluation Reserve	467,224	472,017
Retained Earnings	(34,029)	(30,614)
Total Shareholders' Equity	757,798	766,007
Non Current Liabilities:		
Long Term Loan	218,045	245,284
Director's and Other Loans and Advances	17,320	17,320
Daffered Tax Liability	53,536	53,485
Total Non Current Liabilities	288,901	316,089
Current Liabilities:		
Short Term Loans	142,185	141,787
Current Portion of Long Term Loan	379,388	335,106
Trade & Other Payables	98,632	92,754
Workers Profit Participation and Welfare Fund	200	200
Provision for Income Tax	8,008	6,802
Total Current Liabilities	628,413	576,649
Total Liabilities & Equity	1,675,112	1,658,745
Net Asset Value Per Share	28.63	28.94


A.K.M. Azizur Rahman
 Chairman


Md. Bazlur Rahman
 Managing Director


Rosy Rahman
 Director


Md. Mostafa
 Chief Financial Officer


Md. Monir Hossain
 Company Secretary



SONARGAON TEXTILES LTD.
Statement of Profit or Loss and Other Comprehensive Income (Un-Audited)
For the period ended 30th September, 2017

Item	Current Period of July to Sept 2017. (‘000’ Taka)	Current Period of July to Sept 2016. (‘000’ Taka)
Turnover and Other Income	172,261	167,667
Cost and Expenses :		
Cost of Goods Sold	146,589	149,591
Administrative Expenses	4,125	3,893
Selling and Distribution Expenses	1,223	1,190
Interest Expenses	19,778	17,000
Expenses Written Off	7,500	7,500
Total Costs and Expenses	179,215	179,174
Net profit before Income Tax	(6,954)	(11,507)
Provision for Income Tax	(1,206)	(503)
Deffered Tax	(49)	(23)
Net Profit / (Loss)	(8,208)	(12,033)
Earnings per Share (EPS)	(0.31)	(0.45)







A.K.M. Azizur Rahman Chairman
Md. Bazlur Rahman Managing Director
Rosy Rahman Director
Md. Mostafa Chief Financial Officer
Md. Monir Hossain Company Secretary



SONARGAON TEXTILES LTD.Statement of Changes in Equity(Unaudited)
For the period ended 30th September, 2017


(Figure in '000' Taka)

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Capital Reserve	Revaluation Reserve	Retained Earnings	Total Taka
As at 1st July, 2017	264,670	54,560	-	5,373	472,017	(30,614)	766,006
Adjustment in Revaluation Reserve					(4,793)	4,793	-
Net profit/Loss- July, 17 to Sept, 17						(8,208)	(8,208)
As at 30th September, 2017	264,670	54,560	-	5,373	467,224	(34,029)	757,798

SONARGAON TEXTILES LTD.Statement of Changes in Equity(Unaudited)
For the period ended 30th September, 2016


(Figure in '000' Taka)

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Capital Reserve	Revaluation Reserve	Retained Earnings	Total Taka
As at 1st July, 2016	264,670	54,560	-	5,373	492,379	(22,718)	794,264
Adjustment in Revaluation Reserve					(5,118)	5,118	-
Net profit/Loss- July, 16 to Sept, 16						(12,033)	(12,033)
As at 30th September, 2016	264,670	54,560	-	5,373	487,261	(29,633)	782,231


A.K.M. Azizur Rahman
Chairman
Md. Bazlur Rahman
Managing Director
Rosy Rahman
Director
Md. Mostafa
Chief Financial officer
Md. Mohi Hossain
Company Secretary

SONARGAON TEXTILES LTD.
Statement of Cashflows (Un-Audited)
For the period of 30th September, 2017

Item	Current 1st Quarter	Previous Year Quarter
	July, 17 to Sept, 17	July, 16 to Sept, 16
	('000' Taka)	('000' Taka)
Cash Flows from Operating Activities		
Collection from Turnover and Other Income	175,511	158,172
Payments for Costs and Expenses	(86,495)	(173,776)
Interest Paid	(424)	-
Income Tax Paid and / or Deducted	(1,652)	(997)
	86,940	(16,601)
Cash flows from Investing Activities :		
Acquisition of Fixed Assets	-	-
Acquisition of Long-Term Assets	-	-
Sale proceeds of Long-Term Assets	-	-
	-	-
Cash flows from Financing Activities :		
Long term loan received	(500)	(52,655)
Director's Other loans and Advances Received /(Paid)	-	(907)
Short term loans paid	-	69,905
	(500)	16,343
Net Cash Inflows/(outflows) for the period	86,440	(258)
Opening Cash and Bank Balance	378	1,262
Closing Cash and Bank Balance	86,818	1,004
Net operating Cash flow per Share	3.28	(0.63)


A.K.M. Azizur Rahman
Chairman


Md. Bazlur Rahman
Managing Director


Rosy Rahman
Director


Md. Mostafa
Chief Financial Officer


Md. Monir Hossain
Company Secretary



Sonargaon Textiles Ltd.

Notes to the Interim Financial Statements for the 1st Quarter ended 30th September, 2017

Basis of Preparation of the Interim Financial Statements:

These Financial Statements are the un audited interim financial statement (here after 'the Interim Financial Statements') of **Sonargaon Textiles Limited**, Companies incorporated in Bangladesh under companies act, for the 1st Quarter ended 30th September, 2017 (here after 'the interim period'). They are prepared in accordance with the Bangladesh Accounting Standard (BAS-34) 'Interim Financial Reporting'. These financial statements should read in conjunction with the 1st Quarter Financial Statements as of 30th September, 2017, as they provide an update of previously reported information.

The accounting policies and presentation used are consistent with those used in the Annual Financials, except where noted below. Where necessary, the comparative figures have been reclassified or extended from the previously reported Interim Financial Statements to take into account any presentational changes made in the 1st Quarter ended 30th September, 2017 Financial Statements or in these Interim Financial statements.

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and disclosure of contingent liabilities at the date of the Interim Financial Statement. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the Interim Financial Statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

Income Tax expense is recognized based on as minimum tax for the reporting period.

The company has no reportable operating segments as per BFRS-8. There is no significant event after the end of the interim period that has to be reflected in the financial statements for the interim period.


During the year 2017-2018 and 1st Quarter ended September, 2017 to accumulate the loss increased against slow moving raw materials the company has written off Tk.0.75 Crore as loss of value in the accounts. It has decided in the Board Meeting held on 15.12.2014 that total loss of Tk. 15.00 crore will be adjusted @ Tk.3.00 crore per year. It may be mentioned here that Tk.10.50 crore already been adjusted in the previous 3.50 Years and remaining balance Tk.4.50 crore will be adjusted. Because of that the company has written of Tk.0.75 Crore adjusted in the 1st Quarter ended on 30th September, 2017.


Figure have been rounded off to the nearest Tk. '000


A.K.M. Azizur Rahman
Chairman


Md. Bazlur Rahman
Managing Director


Rosy Rahman
Director


Md. Mostafa
CFO


Md. Monir Hossain
Company Secretary

