

SONARGAON TEXTILES LTD.

HALF YEAR ENDED

UN AUDITED FINANCIAL STATEMENTS

(FROM 1ST JULY, 2017 TO 31ST DECEMBER, 2017)

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

SONARGAON TEXTILES LIMITEDKhansons Centre (8th & 9th Floor)
37, Kawran Bazar, Dhaka-1215

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

Half Yearly Financial Statements

In compliance with listing regulation 2015 of Dhaka & Chittagong Stock Exchange as well as BSEC notification no. - SEC/CMRRCD/2008183/Admin/03-34 dated : 27th Sept, 2009, we are pleased to provide you below the un-audited financial statement of the Company for the half year ended, December 31, 2017 as considered by the Board of Directors meeting held on 28.01.2018 at 37, Kawran Bazar, Dhaka-1215.

On Behalf of the Board


Md. Monir Hossain
Company Secretary

Statement of Financial Position
As At 31st December, 2017


	31 December, 2017 ('000') Taka	30 June, 2017 ('000') Taka
Assets		
Non-Current Assets :	768,801	789,067
Property, Plant and Equipment	768,801	789,067
Current Assets :	945,489	869,676
Inventories	618,778	576,645
Trade & Other Receivables	294,201	263,705
Advances, Deposits and Prepayments	31,855	28,949
Cash and cash equivalent	655	377
Total Assets	1,714,290	1,658,743
Equity and Liabilities :		
Shareholders' Equity	754,537	766,007
Share Capital	264,671	264,671
Capital Reserve	5,373	5,373
Share Premium	54,560	54,560
Revaluation Reserve	462,431	472,017
Retained Earnings	(32,498)	(30,614)
Non-Current Liabilities	320,150	316,087
Long Term Loan	249,250	245,283
Director's and Other Loans and Advances	17,320	17,320
Deferred Tax Liability	53,580	53,484
Current Liabilities and Provisions	639,603	576,649
Short Term Loans	151,160	141,787
Current Portion of Long Term Loan	398,112	335,106
Trade & Other Payables	81,245	92,754
Workers Profit Participation and Welfare Fund	-	200
Provision for Income Tax	9,086	6,802
Total Equity & Liabilities	1,714,290	1,658,743
Net Assets Value Per Share (NAVPS)	28.51	28.94


A.K.M. Azizur Rahman
Chairman


Bazlur Rahman
Managing Director


Rosy Rahman
Director


Md. Mostafa
CFO


Md. Monir Hossain
Company Secretary


SONARGAON TEXTILES LIMITED

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

For the period from 1st October, 2017 to 31st December, 2017

Item	2 nd Quarter (Q2) period from 1 st October, 2017 to 31 st December, 2017	2 nd Quarter (Q2) period from 1 st October, 2016 to 31 st December, 2016
	Figure in Taka ('000')	Figure in Taka ('000')
Turnover	179,667	279,971
Cost & Expenses :		
Cost of Goods Sold	150,716	237,176
Administrative Expenses	5,045	7,062
Selling & distribution expenses	1,045	224
Interest Expenses	25,706	32,067
Write off on damage Raw Cotton	7,500	7,500
Non-Operating Income	-	-
Total Cost & Expenses	190,012	284,029
Net Profit before Income Tax	(10,345)	(4,058)
Provision for WWPF	-	-
Provision for Income Tax	(1,078)	(1,680)
Deffered Tax	(47)	(23)
Net Profit / (Loss)	(11,470)	(5,761)

Earning per Share (EPS)	(0.43)	(0.22)
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 A.K.M. Azizur Rahman Chairman	 Bazlur Rahman Managing Director	 Rosy Rahman Director	 Md. Mostafa CFO	 Md. Monir Hossain Company Secretary
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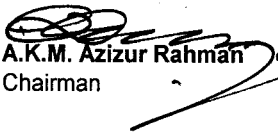




SONARGAON TEXTILES LIMITED

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

For the Half year ended 31st December, 2017

Item	Half year ended 1 st July, 2017 to 31 st December, 2017	Half year ended 1 st July, 2016 to 31 st December, 2016
	Figure in Taka ('000')	Figure in Taka ('000')
Turnover	351,928	447,638
Cost & Expenses :		
Cost of Goods Sold	297,305	386,767
Administrative Expenses	9,170	10,955
Selling & distribution expenses	2,268	1,414
Interest Expenses	45,484	49,067
Write off on damage Raw Cotton	15,000	15,000
Non-Operating Income	-	-
Total Cost & Expenses	369,227	463,203
Net Profit before Income Tax	(17,299)	(15,565)
Provision for WWPF	-	-
Provision for Income Tax	(2,284)	(2,183)
Deffered Tax	(96)	(46)
Net Profit / (Loss)	(19,679)	(17,794)

Earning per Share (EPS)	(0.74)	(0.67)
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 A.K.M. Azizur Rahman Chairman	 Bazlur Rahman Managing Director	 Rosy Rahman Director	 Md. Mostafa CFO	 Md. Monir Hossain Company Secretary
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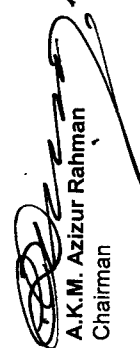


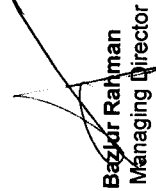
SONARGAON TEXTILES LTD.
STATEMENT OF CHANGES IN EQUITY
For the Half year ended 31st December, 2017

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Capital Reserve	Revaluation Reserve	Retained Earnings	Total Taka
As at 1 st July, 2017	264,671	54,560	-	5,373	472,017	(30,614)	766,007
Adjustment in Revaluation Reserve	-	-	-	-	(9,586)	9,586	-
Net profit/Loss- (July, 17 to Dec, 17)	-	-	-	-	-	(11,470)	(11,470)
As at 31st December, 2017	264,671	54,560	-	5,373	462,431	(32,498)	754,537

STATEMENT OF CHANGES IN EQUITY
For the Half year ended 31st December, 2016

Particulars	Share Capital	Share Premium	Tax Holiday Reserve	Capital Reserve	Revaluation Reserve	Retained Earnings	Total Taka
As at 1 st July, 2016	264,670	54,560	-	5,373	492,379	(22,718)	794,264
Adjustment in Revaluation Reserve	-	-	-	-	(10,264)	10,264	-
Net profit/Loss- (July, 16 to Dec, 16)	-	-	-	-	-	(17,794)	(17,794)
As at 31st December, 2016	264,670	54,560	-	5,373	482,115	(30,247)	776,470


A.K.M. Azizur Rahman
Chairman


Bazkur Rahman
Managing Director


Rosy Rahman
Director


Md. Mostafa
CFO


Md. Monir Hossain
Company Secretary



SONARGAON TEXTILES LIMITED

Statement of Cash flows (Un-Audited)

For the half year ended 31st December, 2017

Particulars	Amount in Taka	
	Half year ended 1 st July to 31 st December, 2017 ('000')	Half year ended 1 st July to 31 st December, 2016 ('000')
A. Cash Flows from Operating Activities :		
Collection from Turnover & Others	321,432	315,214
Payment to Suppliers and Employees	(306,292)	(311,164)
Cash Generated from Operation	15,140	4,050
Collection from Non-operation Income	-	-
Interest Paid	(4,996)	(1,971)
Income Tax paid	(2,131)	(2,767)
Net Cash Flows from Operating Activities	8,013	(688)
B. Cash Flows from Investing Activities :		
Acquisition of property Plant & Equipment	-	-
Acquisition/Addition of Long Term Assets	-	(15)
Sale Proceeds of Long Term Assets	-	-
Net Cash Flows from Investing Activities	-	(15)
C. Cash Flows from Financing Activities :		
Long Term Loan received	(1,268)	-
Other Loans and Advances Received /(Paid)	-	-
Short Term Loan Paid	(6,467)	-
Net cash flow from Financing Activities	(7,735)	-
Increase/(decrease) in Cash and Cash Equivalent (A+B+C)	278	(703)
Cash and Cash Equivalent at Opening	377	1,262
Cash and Cash Equivalent at Closing	655	559
Net Operating Cash Flow Per Share (NOCFPS)	0.30	(0.03)


A.K.M. Azizur Rahman
Chairman


Bazlur Rahman
Managing Director


Rosy Rahman
Director


Md. Mostafa
CFO


Md. Morir Hossain
Company Secretary



SONARGAON TEXTILES LTD.

Statement of Cash flows (Un-Audited)

For the period of 1st October, 2017 to 31st December, 2017.

Item	Current	Previous
	2nd Quarter (Q2) ended from 1 st October, 2017 to 31 st December, 2017	2nd Quarter (Q2) ended from 1 st October, 2016 to 31 st December, 2016
	('000' Taka)	('000' Taka)
Cash Flows from Operating Activities		
Collection from Turnover and Other Income	149,171	147,547
Payments for Costs and Expenses	(139,906)	(144,507)
Collection from Non -Opertion Income	-	-
Interest Paid	(1,263)	(1,971)
Income Tax Paid and / or Deducted	(1,257)	(2,761)
	6,745	(1,692)
Cash flows from Investing Activities :		
Acquisition of Fixed Assets	-	-
Acquisition of Long-Term Assets	-	(15)
Sale proceeds of Long-Term Assets	-	-
	-	(15)
Cash flows from Financing Activities :		
Long term loan received	-	-
Other loans and Advances Received /(Paid)	-	-
Short term loan paid	(6,467)	-
	(6,467)	-
Net Cash Inflows/(outflows) for the period	278	(1,707)
Opening Cash and Bank Balance	377	1,262
Closing Cash and Bank Balance	655	(445)
Net operating Cash flow per Share	0.25	(0.06)


A.K.M. Azizur Rahman
Chairman


Bazlur Rahman
Managing Director


Rosy Rahman
Director


Md. Mostafa
CFO


Md. Mohir Hossain
Company Secretary



Sonargaon Textiles Ltd.

Notes to the Interim Financial Statements for the half year ended 31st December, 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 half year ended on 31st December, 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 half yearly Financial Statements as of 31st December, 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 half yearly Financial Statements or in these Interim Financial statements.

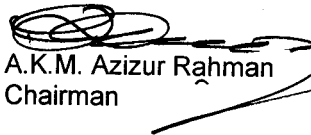
The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and disclosure of contingent liabilities at the date of the Interim Financial Statement. If in the future such estimates and assumptions, 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.

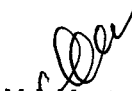
During the year-2017 and half year ended December,17 to accumulate the loss increased against slow moving raw materials the company has written off Tk.3.00 Crore as loss of value in the accounts. It has decided in the Board Meeting held on 15.12.2014 that total loss of Tk. 15.00 crore will be adjusted @ Tk.3.00 crore per year. It may be mentioned here that Tk.12.00 crore already been adjusted in the previous 4.00 Years and remaining balance Tk. 3 crore will be adjusted. Because of that the company has written of Tk.1.50 Crore adjusted in the half year ended on 31st December, 2017.

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


A.K.M. Azizur Rahman
Chairman


Md. Bazlul Rahman
Managing Director


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