



Ref: GHAIL/Fin/BSEC/2020-157

July 29, 2020

The Chairman

Bangladesh Securities and Exchange Commission (BSEC)

Securities Commission Bhaban

E-6/C, Agargaon, Sher-e-Bangla Nagar Administrative Area,
Dhaka-1207, Bangladesh.

Subject: Submission of Un-audited Quarterly Consolidated Financial Statements for the 3rd Quarter ended 31 March, 2020 of Golden Harvest Agro Industries Ltd (GHAIL)

Dear Sir,

The Board of Directors of Golden Harvest Agro Industries Limited in its board meeting held on 29th July, 2020 at 5.30 pm and ends at 8.15 pm at its head office, has adopted un-audited Quarterly Consolidated Financial Statements for the 3rd Quarter ended 31 March, 2020 of the company. The NAV, EPS and NOCFPS are as follows:

Particulars	3rd Quarter FY 2019-20		3rd Quarter FY 2018-19		3rd Quarter FY 2018-19	
			Restated		Reported	
	9 th Months Ended	3 rd Quarter	9 th Months Ended	3 rd Quarter	9 th Months Ended	3 rd Quarter
NAV	15.58		12.13		21.84	
EPS	0.60	0.04	0.86	0.40	1.55	0.66
NOCFPS	2.41		1.37		2.67	

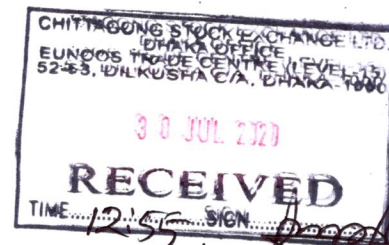
Thanking you.

Sincerely yours,

Nirmal Chandra Sardar

Company Secretary

Golden Harvest Agro Industries limited



Copy to:

01. The Managing Director
Dhaka Stock Exchange Limited (DSE)

02. The Managing Director
Chittagong Stock Exchange Limited (CSE)

Enclosure: 3rd Quarter Report of GHAIL





Golden Harvest Agro Industries Limited

**Consolidated Un-Audited & Provisional Financial Statements
For the 9th Months Ended 31 March 2020**

Golden Harvest Agro Industries Limited
Consolidated Statement of Financial Position
(Un-Audited & Provisionals)
As at 31 March 2020

	Amount in BDT	
	31-Mar-20	30-Jun-19
ASSETS		
Non-Current Assets	5,225,699,116	4,748,784,466
Property, Plant & Equipment	4,031,328,441	3,965,751,209
Leased Assets	95,394,590	103,129,286
Intangible Asset	78,883,683	82,205,517
Biological Asset	108,574,116	102,260,141
Capital Work in Progress	862,563,248	480,138,313
Investment in Associates Company	48,955,038	15,300,000
Current Assets	3,777,629,622	2,999,662,009
Inventories	1,035,766,655	907,889,197
Advances, Deposits and Prepayments	756,720,706	662,956,578
Trade & Other Receivables	1,529,066,829	1,058,693,308
Cash & Bank Balances	456,075,432	370,122,926
TOTAL ASSETS	9,003,328,738	7,748,446,475
EQUITY AND LIABILITIES		
Shareholders' Equity	3,362,652,819	2,399,343,861
Share Capital	2,158,376,210	1,199,097,900
Share Premium	-	28,668,154
Revaluation Surplus	216,601,171	219,946,668
Retained Earnings	987,675,438	951,631,139
Non Controlling Interest	872,778,541	844,138,981
Total Equity	4,235,431,360	3,243,482,842
Non-Current Liabilities	2,480,788,306	2,225,010,232
Long Term Loan	2,203,668,255	1,942,464,852
Deferred Tax Liability	258,534,220	256,689,455
Lease Obligation	18,585,831	25,855,925
Current Liabilities	2,287,109,072	2,279,953,401
Accounts & Other Payables	99,722,488	85,317,316
Accruals and Provisions	335,551,722	310,280,515
Short Term Loan	1,262,524,623	1,225,486,192
Current portion of Long Term Loan against Machinery	574,343,329	633,191,796
Current portion of Lease Obligation	14,966,910	25,677,582
TOTAL EQUITY AND LIABILITIES	9,003,328,738	7,748,446,475
Number of Shares used to compute NAV	215,837,621	215,837,621
Net Asset Value per Share	15.58	11.12


Director


Chief Financial Officer


Director




Managing Director


Company Secretary

Golden Harvest Agro Industries Limited
Consolidated Statement of Profit or Loss and other Comprehensive Income
Un-Audited & Provisional
For the period ended March 31, 2020

Particulars	Amount in BDT			
	01 July 2019 to 31 March 2020	01 July 2018 to 31 March 2019	01 January 2020 to 31 March 2020	01 January 2019 to 31 March 2019
Revenue	1,700,895,272	1,588,538,161	492,765,689	534,284,023
Cost of Goods Sold	(915,449,475)	(823,602,273)	(273,277,218)	(245,848,156)
Gross Profit	785,445,797	764,935,888	219,488,471	288,435,867
Operating Expenses	(257,186,826)	(238,796,147)	(90,242,045)	(83,934,764)
Administrative Expenses	(55,955,990)	(54,275,615)	(20,119,868)	(19,692,119)
Selling & Distribution Expenses	(201,230,836)	(184,520,532)	(70,122,177)	(64,242,645)
Fair value gain from biological assets	12,939,459	12,095,986	3,317,320	5,905,132
Other Operating Income	35,293,459	38,587,628	1,218,074	14,541,192
Profit from Operation	576,491,890	576,823,355	133,781,820	224,947,427
Finance Income	10,784,369	13,595,254	7,447,817	13,326,786
Finance Cost	(388,156,301)	(319,641,242)	(135,290,921)	(105,674,513)
Net Profit from Operation	199,119,958	270,777,367	5,938,716	132,599,700
Contribution to WPPF	(9,509,203)	(12,895,473)	(323,579)	(4,249,766)
Net Profit before Tax	189,610,755	257,881,894	5,615,137	128,349,934
Income Tax Expenses	(30,858,267)	(61,874,260)	(2,459,295)	(30,864,633)
Net Profit after Tax	158,752,488	196,007,634	3,155,842	97,485,301
Non Controlling Interest	(28,437,452)	(10,015,904)	5,518,089	(10,404,285)
Profit after tax attributable to Ordinary Shareholders of the Company	130,315,036	185,991,730	8,673,931	87,081,017
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	130,315,036	185,991,730	8,673,931	87,081,017
Number of Shares used to compute EPS	215,837,621	215,837,621	215,837,621	215,837,621
Earnings Per Share	0.60	0.86	0.04	0.40
Earnings Per Share from operating income	0.55	0.80	0.01	0.34
Earnings Per Share from finance income	0.05	0.06	0.03	0.06


Director


Director


Managing Director


Chief Financial Officer


Company Secretary



Golden Harvest Agro Industries Limited
Consolidated Statement of Changes in Equity (Un-audited)
Un-Audited & Provisional
For the period ended March 31, 2020

Amount in BDT

Particulars	Share Capital	Share Premium	Revaluation Surplus	Retained Earnings	Non-Controlling Interest	Share Money Deposit-Subsidiary	Total
Balance as at 01.07.2018	1,090,089,000	137,677,054	283,316,706	920,797,701	6,342,044	-	2,438,222,505
Deferred tax Adjustment on Revaluation Surplus	-	-	-	1,273,734	30,324	-	1,304,058
Depreciation adjustment on revaluation surplus	-	-	(3,838,497)	3,838,497	-	-	(0)
Issuance of Bonus Shares	109,008,900	(109,008,900)	-	-	-	-	-
Issuance of Bonus Shares-Subsidiary Company	-	-	-	(216,540)	549,981,580	-	549,765,040
Net Profit after Tax	-	-	-	185,991,730	-	-	185,991,730
Share of non controlling Interest	-	-	-	-	10,015,904	-	10,015,904
Balance as at 31.03.2019	<u>1,199,097,900</u>	<u>28,668,154</u>	<u>279,478,209</u>	<u>1,111,685,122</u>	<u>566,369,852</u>	<u>-</u>	<u>3,185,299,236</u>
Balance as at 01.07.2019	1,199,097,900	28,668,154	219,946,668	951,631,139	844,138,981	-	3,243,482,842
Deferred tax Adjustment on Revaluation Surplus	-	-	-	1,053,046	202,108	-	1,255,154
Depreciation adjustment on revaluation surplus	-	-	(3,345,497)	3,345,497	-	-	(0)
Issuance of Cash Dividend	-	-	-	(56,209,976)	-	-	(56,209,976)
Issue cost for new share issue	-	-	-	-	-	-	-
Right Share Issue Cost	-	-	-	(11,172,568)	-	-	(11,172,568)
Issuance of Bonus Shares	59,954,890	(28,668,154)	-	(31,286,736)	-	-	-
Issurance of New Share	899,323,420	-	-	-	-	-	899,323,420
Balance as at 31.03.2020	-	-	-	-	-	-	-
Net Profit after Tax	-	-	-	130,315,036	-	-	130,315,036
Share of non controlling interest	-	-	-	-	28,437,452	-	28,437,452
Balance as at 31.03.2020	<u>2,158,376,210</u>	<u>-</u>	<u>216,601,171</u>	<u>987,675,438</u>	<u>872,778,541</u>	<u>-</u>	<u>4,235,431,360</u>

E. B. Chandra

Director

Moshiu Chy

Director

[Signature]

Managing Director

[Signature]

Chief Financial Officer

[Signature]


Company Secretary



Golden Harvest Agro Industries Limited
Consolidated Statement of Cash Flows (Un-Audited)
Un-Audited & Provisional
For the period ended March 31, 2020

	Amount in BDT	
	01 July 2019 to 31 March 2020	01 July 2018 to 31 March 2019
Cash Flows from Operating Activities		
Collection from Customers	1,653,969,614	1,483,457,723
Payments for Operating Costs & Other Expenses	(1,112,359,190)	(1,151,919,413)
Tax paid	(22,063,189)	(36,278,555)
Net Cash generated from Operating Activities	519,547,235	295,259,754
Cash Flows from Investing Activities		
Acquisitions of Property, Plant and Equipment	(138,899,530)	(181,408,904)
Acquisition of Intangible Assets	-	-
Acquisition of Biological Assets	6,625,485	(23,673,106)
Capital Work in progress	(471,224,334)	(78,763,169)
Advance Against Flat Purchases	-	(32,631,853)
Advance Against Assets Purchases	(53,765,000)	-
Advance against Land Purchases	-	(121,500,000)
Investment in Associates	(33,655,038)	-
Advance Finance to Contract Farmers, sister concern & others	(410,007,770)	192,266,158
Net Cash used in Investing Activities	(1,100,926,187)	(245,710,874)
Cash Flows from Financing Activities		
Payment against Finance Lease	(17,980,766)	(28,011,058)
Borrowings from Banks/Financial Institutions	239,393,358	101,905,923
Proceed from issuing of non-controlling share	-	549,765,040
Cash Dividend	(56,209,976)	-
Issuance of Ordinary Share	888,272,739	-
Finance Cost	(386,143,912)	(318,475,179)
Share Money Deposit-Subsidiary Company	-	-
Net cash provided by financing activities	667,331,444	305,184,727
Net changes in cash and cash equivalents	85,952,500	354,733,599
Cash and cash equivalents at the beginning of the period	370,122,932	14,528,232
Cash and cash equivalents at the end of the period	456,075,432	369,261,831
Net Operating Cash flows Per Share (NOCFPS)	2.41	1.37


Director


Director


Managing Director


Chief Financial Officer




Company Secretary

Golden Harvest Agro Industries Limited

Selected explanatory notes to the financial Statements as at and for the 9th months Ended 31 March 2020

Accounting policies and method of computations :

This financial statements are consistent with those used in the annual financial statements, prepared and published for the year ended 30 June 2019 and there have no changes in accounting policy within the interim reporting period.

		Amount in BDT	
		01 July 2019 to 31 March 31, 2020	01 July 2018 to 30 June 2019
1.00	Net Assets Value Per Share (NAV)		
	Total Assets	9,003,328,738	7,748,446,475
	Less: Total Liabilities	5,640,675,919	5,349,102,614
	Net Assets Value	3,362,652,819	2,399,343,861
	Number of ordinary shares outstanding during the period ended	215,837,621	215,837,621
	Net Assets Value Per Share (NAV)	<u><u>15.58</u></u>	<u><u>11.12</u></u>
2.00	Earning Per Share		
	Basic earning per share (EPS)		
	Profit attributable to the ordinary shareholders	130,315,036	185,991,730
	Number of ordinary shareholders in the period end	215,837,621	215,837,621
	Basic earning per share (EPS)	<u><u>0.60</u></u>	<u><u>0.86</u></u>
3.00	Net operation cash flow per share		
	Net operation cash flow from statement of cash flow	519,547,235	295,259,754
	Number of ordinary shares outstanding during the period	215,837,621	215,837,621
	Net operation cash flow per share	<u><u>2.41</u></u>	<u><u>1.37</u></u>
4.00	Reconciliation of operating cash flows with net profit		
	Profit before tax	189,610,755	257,881,893
	Adjustment for non cash items		
	Depreciation	162,121,698	141,462,280
	Amortization	11,056,530	11,508,556
	Contribution to WPPF	9,509,203	12,895,473
	Fair value adjustments of biological assets	(12,939,459)	(12,095,986)
	Adjustment for separate consideration		
	Finance cost	388,156,301	319,641,242
	Changes in current assets and liabilities		
	Inventories	(127,877,459)	(287,104,432)
	Advances, deposits and prepayments	(70,099)	(18,967,513)
	Trade & other receivables	(93,003,486)	(132,488,266)
	Accounts and other payables	14,489,050	51,974,243
	Accruals and provisions	557,391	11,605,872
	Payment against WPPF fund	-	-
	Tax paid	(22,063,189)	(36,278,555)
	Net cash flows from operating activities	<u><u>519,547,235</u></u>	<u><u>320,034,805</u></u>



Golden Harvest Agro Industries Ltd

Additional Disclosure

Golden Harvest Agro Industries and its subsidiary companies and business segments has been affected adversely due the COVID. Sales declined by 8% during 3rd quarter as a result EPS also reduced by 30% in 9 months compared to corresponding previous period.

From the very beginning of the lockdown condition, demand of certain products have been decreasing. On the top of this, because schools are closed from middle of March, majority of products do not have any demand as they are largely used as school tiffin. Hotel, Restaurant, Café/Catering (HORECA) channel are our major consumers. All hotels, restaurants, café and catering across the country are closed from the day of lock down and sales from that channel-category is zero. Even though, retail shops remained opened for limited time due to Govt. decision, but, allowing limited customers at a time as health safety measure, caused fall in sales from general trade as well.

For ice cream industry in Bangladesh, is not comparable with any other industry, nor with any other country. A vested interest group in Bangladesh raised false alarm against consumption of ice cream, circulating that ice cream consumption triggers the risk of COVID-19. The group had been using loudspeakers, social-media, hand-leaflets and word of mouth to spread these unfounded rumors. Our cold distribution vans also faced resistance by the rumor mongers and even delivery men were beaten in some places by them. As a result, in the current state of confusion and uncertainty, general public started believing in those rumors and ice cream consumption fell drastically. Parents, out of fear, literally not buying ice creams for their children, the main consumers being school going children.

Supply chain broke down, rendering our product distribution difficult and expensive. On the other hand, sourcing of raw material became very hard. Because of shortage of raw material for certain items, we were bound to stop production of such items. We started suffering for shortage of packaging materials since March 2020 and stopped production of some SKUs.

Despite very low sales, the company is paying salaries, utilities, rentals and other operational expenses from the scanty reserve. Receivables remained uncollectable as well.

