



Awal Centre (7th Floor)
34, Kemal Ataturk Avenue

Banani C/A., Dhaka-1213.

Sub: First Quarter Unaudited Financial Statements
of the Company as at 30 September, 2020

As per Rule of Bangladesh Securities and Exchange Commission, we are pleased to enclose herewith the Unaudited First Quarter Financial Position, Statement of Comprehensive Income, Statement of Cashflows and Statement of Changes in Equity as at 30 September, 2020.


Company Secretary

Date : 12/11/2020



Desh Garments Limited

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020 (UNAUDITED)

		Taka in '000	
NET ASSETS	Notes	30 Sept 2020	30 June 2020
Assets:			
Non-Current Assets		125,525	127,991
Property Plant & Equipment	2.00	125,525	127,991
Current Assets		190,145	166,602
Inventories	3.00	116,902	114,136
Investment in Shares	4.00	8,664	7,679
Accounts Receivable	5.00	16,372	25,937
Other Receivable		2,805	2,805
Deferred Tax	14.00	5	10
Loans, Advances and Deposits	6.00	1,132	1,035
Income Tax Deduction at Source	7.00	3,509	3,260
Cash and Bank Balances	8.00	40,756	11,739
Total Assets		315,670	294,593
Liabilities:			
Shareholders' Equity		140,953	146,375
Share Capital	9.00	73,154	73,154
Tax Holiday Reserve	10.00	7,273	7,273
General Reserve	11.00	1,478	1,478
Capital Reserve	12.00	50,243	50,243
Gain/(Loss) on Marketable Securities (Unrealized)		(105)	(183)
Retained Earnings	13.00	8,910	14,410
Non-Current Liabilities		37,382	37,789
Long Term Loan	15.00	37,382	37,789
Current Liabilities		137,335	110,429
Loans and Overdraft	16.00	97,819	61,436
Current Portion of Long Term Loan		1,824	7,029
Liabilities for Goods	17.00	10,345	11,784
Accrued Expenses	18.00	5,265	8,098
Worker's Profit Participation & Welfare Fund	19.00	8,797	8,797
Dividend Payable	20.00	10,026	10,026
Provision for Income Tax	21.00	3,260	3,260
Total Equity and Liabilities		315,670	294,593

Net Assets Value Per Share (Restated)

19.27

20.01

Faleen Quader
Chairman

Anwar Khan
Managing Director

Muhammad Samiullah
Deputy Managing Director

M. H. Hossain
Chief Financial Officer

Kiranul
Joint Secretary



DESH GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD FROM 01.07.2020 TO 30.09.2020

Taka in' 000

2.00 Property Plant & Equipment :

TK. **125,525**

The break up of the amount is as follows:

At Cost 01.07.2020	229,819
Addition during the period	<u>24</u>
TOTAL	229,843
Less : Accumulated depreciation	<u>104,319</u>
Written Down Value As On 30.09.2020	125,525

3.00 Inventories :

TK. **116,902**

The detailed break up of the amount is as follows:

a) Fabrics	59,539
b) Accessories Assorted	5,875
c) Carton	1,578
d) Finished Goods	22,463
e) Work in Progress	<u>27,447</u>
	116,902

4.00 Investment In Shares:

TK. **8,664**

The break up of the amount is as follows:

Balance as on 01.07.2020	7,679
Add: During the period	985

5.00 Accounts Receivable

Tk. **16,372**

The break up of the amount is as follows:

Crew Clothing	895
Shirt Maker	10,566
LF Credit	<u>4,912</u>

6.00 Loans, Advances & Deposits :

Tk. **1,132**

The break up of the amount is as follows:

Advance against purchase	832
Security Deposits	<u>300</u>

7.00 Income Tax Deduction at Source :

Tk. **3,509**

The break up of the amount is as follows:

Balance as on 01.07.2020	3,260
Add: During the period	<u>249</u>



8.00 Cash & Bank Balances : Tk. 40,756

The break up of the amount is as follows:

Cash in hand	10,733
Cash at banks	<u>30,023</u>

9.00 Authorised Capital :

The company has an Authorised Capital of Tk.100,000,000 divided into 10,000,000 ordinary shares of Tk. 10 each

9.01 Issued, Subscribed and Paid- up Capital : 73,154

It represents the paid up of the company consisting of 7,315,394 ordinary shares of Tk. 10 each for cash and fully paid up.

10.00 Tax Holiday Reserve : Tk. 7,273

It represents accumulated Special Reserve U/S 45 of the Income Tax Ordinance 1984.

11.00 General Reserve : Tk. 1,478

This is as per last account.

12.00 Capital Reserve : Tk. 50,243

Being the above amount carried from last accounts

13.00 Retained Earnings : Tk. 8,910

The break up of the amount is as follows:

Accumulated loss up to 30 June 1991 due to cyclone	(65,559)
Accumulated profit for the period from 1992 to Sep'2020	<u>74,469</u>

14.00 Deferred Tax Tk. 5

The break up of the amount is as follows:

Carrying Value of Assets_ Accounting Base	125,525
Carrying Value of Assets_ Tax Base	125,481
Temporary Difference	<u>44</u>
Deferred Tax @ 12%	<u>5</u>

15.00 Long Term Loan Tk. 37,382

The break up of the amount is as follows:

Balance as on 01.07.2020	37,789
Add: During the period	<u>(407)</u>

16.00 Loans & Overdraft : Tk. 97,819

The break up of the amount is as follows:

Bank Loans and Overdraft	<u>87,939</u>
Balance as on 01.07.2020	58,585
Add: During the period	<u>29,354</u>
Directors Loan (Unsecured)	<u>9,880</u>
Balance as on 01.07.2020	9,880
Add: During the period	<u>-</u>



17.00 Liability for Goods :Tk. 10,345

The break up of the amount is as follows:

M/s Howay Textile Co Ltd.	1,971
M/s. R.M. Interlining	640
M/s. ABS Trims Limited	2,095
M/s. Sanji Textile	167
M/s. Safe Printing	425
M/s. Victory Tex	443
M/s. Western Fashion	864
M/s. Hameem Denim Ltd	3,217
M/s. KDS Accessories Ltd	523

18.00 Accrued Expenses :Tk. 5,263

The break up of the amount is as follows:

Audit Fee	173
Salary, wages & others	5,091

19.00 Worker's Profit Participation & Welfare Fund :Tk. 8,797

The break up of the amount is as follows:

Balance as on 01.07.2020	8,797
Add: During the period	-

20.00 Dividend Payable :Tk. 10,026

Being the above amount carried from last account

21.00 Provision for Income Tax :Tk. 3,260

The break up of the amount is as follows:

Balance as on 01.07.2020	3,260
Addition: During the period	-

22.00 Cash received from customers :

49,991

Export Revenue	40,426
Exchange Gain	-
Export Incentive	-
Other Income	-

Add: Opening Balance of Accounts Receivable 25,937

Cash Available for Collection **66,363**

Less: Closing Balance for Accounts Receivable 16,372

23.00 Cash payments to suppliers & others :

43,820

Factory Overhead	10,668
Administrative Expenses	438
Depreciation	2,491
Selling & Distribution Expenses	1,503
Liability for Expenses	563
Bills Payable	2,848
Material in Transit	3,067
Capital Work In Progress	1,972
Raw Material Purchase	20,270

24.00 Turn Over & Other Income :

Due to COVID-19 pandemic situation our turnover decreases substantially during the period.

25.00 Net Operating Cash Flow Per Share :

Despite a decrease in sales, Net Operating Cash Flow per share has been improved from (Tk 2.36) of Q1 2019 to (Tk 0.24) for Q1 2020 due to increase of collection from bills receivable for the quarter.

