



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

Banani C/A., Dhaka-1213.

Sub: Half Yearly Unaudited Financial Statements  
of the Company as at 31 December, 2019

As per Rule of Bangladesh Securities and Exchange Commission, we are pleased to enclose herewith the Unaudited Half Yearly Financial statements which comprised statement of financial position, Statement of Comprehensive Income, Statement of Cashflows and Statement of Changes in Equity as at 31 December, 2019.

  
Company Secretary



Date : 27/01/2020

# Desh Garments Limited

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019 (UNAUDITED)

		Taka in '000	
NET ASSETS	Notes	31 Dec' 2019	30 June' 2019
<b>Assets:</b>			
<b>Non-Current Assets</b>		<b>133,616</b>	<b>128,828</b>
Property Plant & Equipment	2.00	133,616	128,828
<b>Current Assets</b>		<b>237,002</b>	<b>299,198</b>
Inventories	3.00	93,520	100,379
Investment in Shares	4.00	7,579	7,195
Investment in FDR	5.00	-	-
Accounts Receivable	6.00	48,375	62,745
Deferred Tax		68	24
Loans, Advances and Deposits	7.00	1,437	1,225
Income Tax Deduction at Source	8.00	5,875	3,307
Cash and Bank Balances	9.00	80,148	124,324
<b>Total Assets</b>		<b>370,618</b>	<b>428,026</b>
<b>Liabilities:</b>			
<b>Shareholders' Equity :</b>		<b>144,001</b>	<b>143,417</b>
Share Capital	10.00	73,154	66,504
Tax Holiday Reserve	11.00	7,273	7,273
General Reserve	12.00	1,478	1,478
Capital Reserve	13.00	50,243	50,243
Gain/(Loss) on Marketable Securities (Unrealized)		(128)	-
Retained Earning	14.00	11,981	17,920
<b>Non-Current Liabilities</b>		<b>26,703</b>	<b>31,593</b>
Deferred Tax	15.00	-	-
Long Term Loan	16.00	26,703	31,593
<b>Current Liabilities</b>		<b>199,914</b>	<b>253,016</b>
Loans and Overdraft	17.00	113,173	164,233
Current Portion of Long Term Loan		3,617	6,985
Liability for Goods	18.00	43,583	43,005
Accrued Expenses	19.00	18,754	18,006
Worker's Profit Participation & Welfare Fund	20.00	8,459	8,459
Dividend Payable	21.00	10,026	10,026
Provision for Income Tax	22.00	2,302	2,302
<b>Total Equity and Liabilities</b>		<b>370,618</b>	<b>428,026</b>

Net Assets Value Per Share (Restated)

21.65

21.57

*Rakibul Quader*

Chairman

*Manir Hossain*

Managing Director

*Md. Masudul Kabir*

Dy. Managing Director

*Md. Masudul Kabir*

Chief Financial Officer

*Khanam*

Company Secretary



**DESH GARMENTS LIMITED**

**NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD FROM 01.07.2019 TO 31.12.2019**

		<b><u>Taka in' 000</u></b>
<b>2.00 <u>Property Plant &amp; Equipment :</u></b>		<b>TK. <u>133,616</u></b>
The break up of the amount is as follows:		
At Cost 01.07.2019		219,195
Addition during the period		<u>10,508</u>
TOTAL		229,703
Less : Accumulated depreciation		<u>96,087</u>
Written Down Value As On 31.12.2019		<b><u>133,616</u></b>

<b>3.00 <u>Inventories :</u></b>		<b>TK. <u>93,520</u></b>
The detailed break up of the amount is as follows:		
a) Fabrics		48,657
b) Accessories Assorted		4,537
c) Carton		1,243
d) Finished Goods		13,462
e) Work in Progress		<u>25,621</u>

<b>4.00 <u>Investment in Shares:</u></b>		<b>TK. <u>7,579</u></b>
The break up of the amount is as follows:		
Shares in CDBL	571,181	10.0 5,712
Shares in Anwargalv	2,500	71.0 <u>178</u>
Shares in Fuwangfood	66,220	10.1 669
Shares in Gqballpen	500	71.7 36
Shares in Kay&que	4,700	209.6 <u>985</u>

<b>5.00 <u>Investment In FDR:</u></b>		
The break up of the amount is as follows:		
		TK. <u>-</u>
Balance as on 01.07.2019		-
Add: During the period		-

<b>6.00 <u>Accounts Receivable</u></b>		<b>Tk. <u>48,375</u></b>
The break up of the amount is as follows:		
KHQ		<u>48,375</u>

<b>7.00 <u>Loans, Advances &amp; Deposits :</u></b>		<b>Tk. <u>1,437</u></b>
The break up of the amount is as follows:		
Advance against purchase		1,137
Security Deposits		<u>300</u>

<b>8.00 <u>Advance Income Tax :</u></b>		<b>Tk. <u>5,875</u></b>
The break up of the amount is as follows:		
Balance as on 01.07.2019		3,307
Add: During the period		<u>2,568</u>



**00 Cash & Bank Balances :**Tk. 80,148

The break up of the amount is as follows:

Cash in hand	537
Cash at banks	<u>79,611</u>

**10.00 Authorised Capital :**

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

**10.01 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.

**11.00 Tax Holiday Reserve :**TK. 7,273

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

**12.00 General Reserve :**TK. 1,478

This is as per last account.

**13.00 Capital Reserve :**TK. 50,243

Being the above amount carried from last accounts

**14.00 Retained Earnings :**TK. 11,981

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 Dec'2019	<u>77,540</u>
	Tk. <u>26,703</u>

**15.00 Deferred Tax :**Tk. -**16.00 Long Term Loan**

The break up of the amount is as follows:

Balance as on 01.07.2019	31,593
Add: During the period	<u>(4,890)</u>

**17.00 Loans & Overdraft :**Tk. 113,173

The break up of the amount is as follows:

Bank Loans and Overdraft	103,264
Directors Loan (Unsecured)	<u>9,909</u>





**18.00 Liability for Goods :**Tk. 43,583

The break up of the amount is as follows:

M/s Howaye Textile Co Ltd.	32,293
M/s. Jiangsu Paints Textile	7,718
M/s. Link Target Textile Ltd	2,216
M/s. Safe Printing	376
M/s. Shantex Pvt Ltd	<u>980</u>

**19.00 Accrued Expenses :**Tk. 18,754

The break up of the amount is as follows:

Audit Fee	115
Salary, wages & others	<u>18,639</u>

**20.00 Worker's Profit Participation & Welfare Fund**Tk. 8,459

The break up of the amount is as follows:

Workers profit participation & W. P. F	<u>8,459</u>
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**21.00 Dividend Payable :**Tk. 10,026

Being the above amount carried from last account

**22.00 Provision for Income Tax :**Tk. 2,302

The break up of the amount is as follows:

Balance as on 01.07.2019	2,302
Addition: During the period	<u>-</u>

**23.00 Net Assets Value Per Share (Restated)**21.65

Net Assets Value Calculation:

Total Net Assets	144,001
Nos of ordinary shares	<u>6,650.36</u>

**24.00 Earning Per Share (Restated)**0.11

Earning Per Share Calculation:

Earning during the period	710
No. of ordinary shares	<u>6,650.36</u>

**25.00 Export/Sale**

Export sales deducted by Tk. 36,704k in the quarter compared to the subsequent quarter of the last year. It trends go down following the RMG recession in Bangladesh from the beginning of year 2018. Some buyers moved to African countries which are now seen to be coming back.

**26.00 Cash Flow** Cash Flow gets negative position due to repayment of Loans and Overdraft during the period.**27.00 Price Sensitive Information**

I)	Earning per share, EPS (Restated) :	<u>Oct.01 to Dec.31, 2019</u>	<u>Oct.01 to Dec.31,2018</u>
		1.04	1.40
II)	Earning per share, EPS (Restated) :	<u>July 01 to Dec.31, 2019</u>	<u>July 01 to Dec.31,2018</u>
		0.11	2.65
III)	Net Operating Cash Flow (NOCFPS) per share (Restated):	<u>(4.14)</u>	<u>0.51</u>
IV)	Net Asset Value (NAV) per share : (Restated)	<u>As of Dec. 31, 2019</u>	<u>As of June 30, 2019</u>
		Tk.21.65	Tk.21.57

