




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 2021**

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, 2021.

  
Company Secretary



Date: 14/11/2021

**Desh Garments Limited**  
**STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2021**  
**(UNAUDITED)**

BDT'000

Particulars	Notes	30-09-2021	30-06-2021
<b>ASSETS</b>			
<b>Non-Current Assets</b>		117,782	118,780
Property Plant & Equipment	1.00	117,782	118,780
<b>Current Assets</b>		207,827	177,274
Inventories	2.00	151,569	145,566
Investment in Shares	3.00	8,695	8,695
Accounts Receivable	4.00	20,198	11,999
Other Receivable	5.00	1,619	1,619
Advances and Prepayment	7.00	1,429	1,520
Advance Income Tax	8.00	1,410	1,154
Cash and Bank Balances	9.00	22,907	6,722
<b>Total Assets</b>		<b>325,609</b>	<b>296,055</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>	11.00	151,838	148,466
Share Capital	11.01	75,349	75,349
Tax Holiday Reserve	11.02	7,273	7,273
General Reserve	11.03	1,478	1,478
Capital Reserve	11.04	41,357	41,357
Retained Earnings	11.05	26,381	23,010
<b>Non-Current Liabilities</b>		70,015	63,986
Long Term Loan	12.01	70,015	63,986
<b>Current Liabilities</b>		103,756	83,602
Short Term Loan	12.01	38,381	42,136
Liabilities for Goods	13.00	38,477	12,235
Accrued Expenses	14.00	8,421	9,550
Worker's Profit Participation & Welfare Fund	15.00	8,467	8,467
Unclaimed Dividend Payable to General Shareholders	16.00	-	1,466
Undistributed Dividend Payable to Sponsor Directors	16.00	8,560	8,560
Provision for Income Tax	17.00	1,410	1,154
Deferred Tax	6.00	40	34
<b>Total Equity and Liabilities</b>		<b>325,609</b>	<b>296,055</b>
<b>Net Assets Value Per Share (NAVPS)- Restated</b>	22.00	<b>20.15</b>	<b>19.70</b>

*Paley Choudhury*  
Chairman

*for Paley Choudhury*  
Managing Director

*[Signature]*  
Deputy Managing Director

*[Signature]*  
Chief Financial Officer

*[Signature]*  
Company Secretary



**Desh Garments Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 01 JULY 2021 TO 30 SEPTEMBER 2021**  
**(UNAUDITED)**

**1.00 Property Plant & Equipment: Tk. 117,782**

At Cost 01 July 2021  
Addition during the year  
Less : Adjustment

**Total Assets Value**

Depreciation:  
Opening balance  
Charged during the period  
Less : Adjustment

**Written Down Value As On 30.09.2021**

**BDT'000**  
**30-09-2021**

230,653  
249  
-  
**230,902**

110,873  
2,247  
-  
**113,120**

**117,782**

**2.00 Inventories : Tk. 151,569**

The detailed break up of the amount is as follows :

Sl.	Particulars	30-09-2021
1	Fabrics	32,607
2	Accessories Assorted	2,356
3	Carton	1,424
4	Finished Goods	79,536
5	Work in Progress	35,646
	<b>Total</b>	<b>151,569</b>

**3.00 Investment in shares Tk. 8,695**

Sl.	Name of Companies	No of Share	Market Rate	30-09-2021
1	APEX TANNERY	1,250	116	145
2	KAY & QUE	13,079	217	2,838
3	CDBL	571,181	10	5,712
	<b>Total</b>	<b>639,712</b>		<b>8,695</b>

**4.00 Accounts Receivable: Tk. 20,198**

The amount of receivable is comprised of the following :

KHQ	-
LF Credit	12,118
Shirt Makers B.V.	-
Leeco Inc	3,323
Kaskan Traders Ltd	2,692
B. D. Design	2,065
	<b>20,198</b>

**5.00 Other Receivable: Tk. 1,619**

Opening Balance of Cash Incentive  
Less: Incentive Claim not approved by BB Auditors  
**Total**

1,619  
-  
**1,619**

**6.00 Deferred Tax : Tk. 40**

Carrying value of Assets Accounting Base  
Carrying value of Assets Tax Base  
Temporary Difference

117,782  
116,456  
**1,327**

Tax Rate

12%

**Deferred Tax Liability**

**40**

**7.00 Advances and Prepayment (Considered good): Tk.1,429**

These represent as follows :

Advance against Purchase  
Advance against expenses  
Security Deposits

670  
459  
7.01 300  
**1,429**

These do not include any advance paid either to subsidiary companies or to associated companies /sister concern.

**7.01 Security Deposits: Tk. 300**

The amount of security deposits is comprised of the following :

Deposit with T&T Board  
Deposit with GPO Franking Machine  
Deposit with BGSL (For gas)  
Deposit with PDB (For electricity)

51  
2  
127  
120  
**300**





**Desh Garments Limited**  
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BDT'000

30-09-2021

**8.00 Advance Income Tax : Tk. 1,410**  
The break up of the amount is as under :

Opening Balance	1,154
Additional during the year:	256
	1,410
Adjustment during the year	-
	1,410

**9.00 Cash and Bank Balances : Tk. 22,907**  
The break up of the amount is as under :

Cash in hand	9.01	610
Cash at Bank	9.02	22,297
		22,907

**9.01 Cash in Hand : Tk. 610**  
The amount comprises of the following :

At Head Office	528
At Factory	82
	610

**9.02 Cash at Bank : Tk. 22,297**

Banks	Branch	Account No.	
Agrani Bank, Dhaka	Dilkusha	0128201	35
Eastern Bank Ltd., Dhaka	Dilkusha	10673	7
National Bank Ltd., Dhaka	Dilkusha	1999001777857	1
National Bank Ltd., Chittagong	Agrabad	1004000090072	8
Mercantile Bank Ltd., Dhaka	Banani	110611109446143	292
Bank Asia Ltd., Dhanmondi Branch, Dhaka	Mohakhali	02833000866	4
United Commercial Bank Ltd., Gulshan Branch, Dhaka	Corporate	0951101000008901	18
Dutch Bangla Bank Ltd, Banani, Dhaka	Banani	103-110-28303	1,626
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0210015775	1,855
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0601000022	15,037
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0017000058	886
Reserve for Covid-19 Loan Adjustment	Sonargaon Road	0002-0145000011	2,528
			22,297

**10.00 Authorised Capital: TK. 100,000**  
The company has an Authorized Capital of Tk. 100,000,000 divided into 10,000,000 ordinary shares of Tk. 10 each.

	100,000
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**11.00 Shareholders' Equity: TK. 151,838**  
It represents the share capital, tax holiday reserve, general reserve, capital reserve and retains earnings.

	151,838
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**11.01 Issed, Subscribed and Paid up Capital: Tk.75,349**  
a) It represents the paid up capital of the company consisting of 7,534,856 ordinary shares of Tk. 10 each issued for cash and fully paid up.  
b) **Composition of Shareholders**

Sl.	Particulars	(UNAUDITED)		30-09-2021
		Shares	Holding %	Taka
1	Directors & Sponsors	4,374,404	58.06%	43,744
2	Other companies/institutions	421,221	5.59%	4,212
3	General Shareholders	2,739,231	36.35%	27,392
<b>TOTAL</b>		<b>7,534,856</b>	<b>100.00%</b>	<b>75,349</b>

**11.02 Tax Holiday Reserve: Tk. 7,273**  
Balance is as per last account.

	7,273
	7,273

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

**11.03 General Reserve : Tk. 1,478**  
Balance is as per last account.

	1,478
	1,478

**11.04 Capital Reserve : Tk. 41,357**  
The break up of the amount is as follows:

Opening Balance	41,357
Depreciation on Revaluation	-
<b>Total</b>	<b>41,357</b>

**11.05 Retained Earnings : Tk. 26,381**  
The break up of the amount is as under:

Accumulated loss up to 30 June 1991 due to cyclone	(65,559)
Accumulated profit for the period from 1992 to 30 Sep 2021	91,941
	26,381



**Desh Garments Limited**  
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		BDT'000
		<u>30-09-2021</u>
<b>12.00 Loans and Overdraft: Tk.108,396</b>		
The break up of the amount is as under :		
Bank Loans and Overdraft	12.01	100,691
Directors Loan ( Unsecured)	12.02	7,706
		<u>108,396</u>
<b>12.01 Bank Loans and Overdraft: Tk. 108,396</b>		
<b>A. Short-term Loan:</b>		
Packing Credit (JBL PC #)		9,369
SOD Loan General (JBL #)		15,381
EDF Loan (JBL)		1,855
Current Portion of Long Term Loan		4,070
		<u>30,675</u>
<b>B. Unsecured Loan:</b>		
Directors Loan (Unsecured)		7,706
Less: Paid during the year		-
		<u>7,706</u>
<b>C. Long-term Loan:</b>		
Covid-19 Salary Loan		19,821
Loang Term Loan (Jamuna Bank)		50,194
		<u>70,015</u>
<b>Total</b>		<u><u>108,396</u></u>
<b>13.00 Liabilities for Goods : Tk. 38,477</b>		
This represents import bills payable to foreign/local suppliers against different letter of credits at the close of the business for the period. The details are as follows :		
M/S Arvind		2,938
M/s Howaye Textile Co Ltd.		1,154
M/s. Changzhou Ri International Trade Co. Ltd.		-
M/s. Hoorain HTF Limited		31,989
M/s. R. M. Interlining		-
M/s. Men's Fashions Ltd.		654
M/s. Global Accessories		1,142
M/s. Pep Washing Industries		601
M/s. Men's Fashions Ltd.		-
		<u>38,477</u>
<b>14.00 Accrued Expenses : Tk. 8,421</b>		
The break up of the amount is as follows :		
Audit fee		265
Salary, wages and others		8,156
Income Tax Payable		-
Vat payable		99
Electricity bill payable		595
Wasa bill payable		41
Gas bill payable		47
		<u>8,421</u>
<b>15.00 Worker's Profit Participation &amp; W.P.F: Tk. 8,467</b>		
The break up of the amount is as follows :		
Balance as per last year		8,467
Add: Contribution during the year		-
		<u>-</u>
Less: Payment during the period		-
		<u><u>8,467</u></u>



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BDT'000  
**30-09-2021**

**16.00 Dividend Payable : Tk. 8,560**

This consists of the following :

**A. Unclaimed dividend payable to General Shareholders**

1989-1990	1,110
1995-1996	119
1996-1997	119
2003-2004 & 2004-2005	118
<b>Sub-Total</b>	<b>1,466</b>
Less: Adjustment during the period	<b>(1,466)</b>
<b>Total</b>	<b>-</b>

**B. Undistributed dividend payable to the sponsor directors**

	<b>Mrs. Rokeya Quader</b>	<b>Mr. Omar Quader Khan</b>	<b>Ms. Vidiya Amrit Khan</b>	
1989-1990	242,376	1,037,083	448,141	1,728
1996-1997	277,842	1,188,840	513,718	1,980
2012-2013	192,133	822,103	355,245	1,369
2013-2014	274,475	1,174,433	507,492	1,956
2016-2017	214,088	916,047	395,840	1,526
<b>Sub-Total</b>	<b>1,200,914</b>	<b>5,138,506</b>	<b>2,220,436</b>	<b>8,560</b>
<b>Total</b>				<b>8,560</b>

**17.00 Provision for Income Tax: Tk. 1,410**

The break up of the amount is as under :

Opening Balance	1,154
Adjustment during the year	-
Addition the year	256
Closing Balance	<b>1,410</b>

**18.00 Turnover/Export Proceeds : Tk. 60,369**

Export Proceeds	60,369
Subcon Income	
<b>Total</b>	<b>60,369</b>

**19.00 Cost of Goods Sold: Tk. 51,107**

The break up of the amount is as follows :

<b>Particulars</b>	
Materials consumed	33,575
Factory overheads	17,789
Depreciation	2,162
	<b>53,526</b>
Add : Opening Stock of Finished Goods	77,117
	<b>130,643</b>
Less : Closing Stock of Finished Goods	<b>(79,536)</b>
	<b>51,107</b>

**19.01 Raw Materials Consumed : Tk. 33,575**

The break up of the amount is as follows :

Opening Stock	68,449
Add : Purchases	37,159
	<b>105,608</b>
Less: Closing Stock	<b>(72,033)</b>
	<b>33,575</b>



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**BDT'000**  
**30-09-2021**

<b>20.00 Basic Earnings Per Share (EPS):</b>	
The computation of EPS is given below:	
Earnings attributable to the Ordinary Shareholders	1,995
Number of Shares	7,535
During the year EPS Basic (Restated)	<u>0.26</u>
<b>21.00 Net Operating Cash flow per share (NOCFPS)</b>	
Net Cash flow from operating activities	14,161
Number of Shares	7,535
	<u>1.88</u>
<b>22.00 Net Asset Value (NAV) Per Share</b>	
Net Asset Value	151,838
Number of Shares	7,535
Net Asset Value Per Share	<u>20.15</u>
<b>23.00 Cash received from customers</b>	
Export Revenue	60,369
Add: Opening Balance of Accounts Receivable	11,999
<b>Cash Available for Collection</b>	<u>72,368</u>
Less: Closing Balance for Accounts Receivable	(20,198)
<b>Cash from Customers</b>	<u>52,170</u>
<b>24.00 Cash payments to suppliers &amp; others</b>	
Increase/(Decrease) Advance & Prepayments	(91)
Increase/(Decrease) Others Liabilities	2,274
Increase/(Decrease) Accrued Expenses	(1,130)
Increase/(Decrease) WPP & WF	-
Increase/(Decrease) Dividend Payable to General Share Holder	(1,466)
Payment for Purchase	(10,916)
Payment for Factory Overhead	(16,753)
Administrative & Selling Expenses	(6,905)
	<u>(34,988)</u>

