desh
garments
limited

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

Banani C/A., Dhaka-1213.

Sub: Second Quarter (Q2) Unaudited Financial Statements of the Company as at 31 December 2022

As per Rule of Bangladesh Securities and Exchange Commission, we are pleased to enclose herewith the Unaudited Second Quarter Financial Position, Statement of Comprehensive Income, Statement of Cashflows and Statement of Changes in Equity as at 31 December, 2022.

Company Secretary

Date: 30/01/2023

DESH GARMENTS LIMITED
DHAKA

Desh Garments Limited

Statement of Financial Position as at 31 December, 2022
(Unaudited)

BDT'000

Particulars	Notes	31 Dec'22	30 Jun'22
ASSETS			
Non-Current Assets		**115,820**	**111,497**
Property Plant & Equipment	1.00	115,820	111,497
Current Assets		**278,570**	**286,620**
Inventories	2.00	106,786	158,108
Investment in Shares	3.00	9,354	9,365
Accounts Receivable	4.00	149,182	109,849
Advances and Prepayment	6.00	936	1,070
Advance Income Tax	7.00	4,080	2,225
Cash and Bank Balances	8.00	8,232	6,003
Total Assets		**394,390**	**398,117**
EQUITY AND LIABILITIES			
Shareholders' Equity	10.00	**150,083**	**146,587**
Share Capital	10.01	82,883	75,349
Tax Holiday Reserve	10.02	7,273	7,273
General Reserve	10.03	1,478	1,478
Capital Reserve	10.04	39,632	39,632
Retained Earnings	10.05	18,816	22,855
Non-Current Liabilities		**136,488**	**112,797**
Long Term Loan	11.01	136,488	112,797
Current Liabilities		**107,819**	**138,733**
Short Term Loan	11.01	51,964	87,701
Liabilities for Goods	12.00	25,834	19,078
Accrued Expenses	13.00	6,877	12,318
Worker's Profit Participation & Welfare Fund	14.00	8,341	8,011
Dividend Payable to Sponsor Directors	15.00	8,560	8,560
Provision for Income Tax	16.00	5,983	2,978
Deferred Tax	5.00	261	87
Total Equity and Liabilities		**394,390**	**398,117**
Net Assets Value Per Share (NAVPS)	21.00	**18.11**	**19.45**
Net Assets Value Per Share (NAVPS-RESTATED)		**18.11**	**17.69**

Chairman | Managing Director | Deputy Managing Director

Chief Financial Officer | Company Secretary

DESH GARMENTS LIMITED DHAKA

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(Unaudited)

	Amount BDT'000 Jul'22 to Dec'22
1.00 Property Plant & Equipment: Tk. 115,820	
At Cost 01 July 2022	230,653
Addition during the year	553
Less : Adjustment	-
Total Assets Value	**231,206**
Depreciation:	
Opening balance	110,873
Charged during the peroid	4,513
Less : Adjustment	-
	115,386
Written Down Value As On 31.12.2022	**115,820**

2.00 Inventories : Tk. 106,786
The detailed break up of the amount is as follows :

	Sl.	Particulars	Jul'22 to Dec'22
	1	Fabrics	29,524
	2	Accessories Assorted	2,864
	3	Carton	1,235
	4	Finished Goods	44,533
	5	Work in Progress	28,631
b)			**106,786**

3.00 Investment in shares Tk. 9,354

Sl.	Name of Companies		No of Share	Market Rate	Jul'22 to Dec'22
1	GENNEXT		607,049	6	3,642
3	CDBL		571,181	10	5,712
Total			**639,712**		**9,354**

4.00 Accounts Receivable: Tk. 149,182
The amount of receivable is comprised of the following :

Jomo B.V.	1,495
LF Credit	94,544
NO-Excess B.V	53,142
	149,182

5.00 Deferred Tax : Tk. 261

Carrying value of Assets_ Accounting Base	115,820
Carrying value of Assets_ Tax Base	107,127
Temporary Difference	**8,693**
Tax Rate	12%
Deferred Tax Liability	**261**

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			Amount
6.00	**Advances and Prepayment (Considered good): Tk.936**		
	These represent as follows :		
	Advance against Purchase		324
	Advance against expenses		313
	Security Deposits	6.01	300
			936

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

6.01	**Security Deposits: Tk. 300**		
	The amount of security deposits is comprised of the following :		
	Deposit with T&T Board		51
	Deposit with GPO Franking Machine		2
	Deposit with BGSL (For gas)		127
	Deposit with PDB (For electricity)		120
			300
7.00	**Advance Income Tax : Tk. 4,080**		
	The break up of the amount is as under :		
	Opening Balance		2,225
	Additional during the year:		1,855
			4,080
	Adjustment during the year		-
			4,080
8.00	**Cash and Bank Balances : Tk. 8,232**		
	The break up of the amount is as under :		
	Cash in hand	8.01	1,211
	Cash at Bank	8.02	7,020
			8,232
8.01	**Cash in Hand : Tk. 1211**		
	The amount comprises of the following :		
	At Head Office		327
	At Factory		884
			1,211

8.02 **Cash at Bank : Tk. 7,020**

Banks	**Branch**	**Account No.**	
Eastern Bank Ltd., Dhaka	Dilkusha	10673	7
National Bank Ltd., Dhaka	Dilkusha	1999001777857	1
National Bank Ltd., Chittagong	Agrabad	1004000090072	54
Mercantile Bank Ltd., Dhaka	Banani	110611109446143	44
United CommerciaL Bank Ltd., Gulshan Branch, Dhaka	Corporate	0951101000008901	18
Dutch Bangla Bank Ltd, Banani, Dhaka	Banani	103-110-28303	65
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0210015775	-
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	170400010166	1,036
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	1803000010686	5,785
Reserve for Covid-19 Loan Adjustment (Jamuna Bank)	Sonargaon Road	0002-0145000011	12
			7,020

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		Amount
9.00	**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**
10.00	**Shareholders' Equity: TK. 150,083** It represents the share capital, tax holiday reserve, general reserve, capital reserve and retains earnings.	**150,083**

10.01 **Issed, Subscribed and Paid up Capital: Tk.82,883**

a) It represents the paid up capital of the company consisting of 8,288,342 ordinary shares of Tk. 10 each issued for cash and fully paid up.

b) **Composition of Shareholders**

Sl.	Particulars	Second Quarter-2022-23 (Jul-Dec)		Jul'22 to Dec'22
		Shares	Holding %	Taka
1	Directors & Sponsors	481,209,120	58.06%	48,121
2	Other companies/institutions	41,021,625	4.95%	4,102
3	General Shareholders	306,603,396	36.99%	30,660
TOTAL		**828,834,140**	**100.00%**	**82,883**

10.02	**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 Ordiance 1984	
10.03	**General Reserve : Tk. 1,478** Balance is as per last account.	1,478
		1,478
10.04	**Capital Reserve : Tk. 39,632** The break up of the amount is as follows:	
	Opening Balance	39,632
	Depreciation on Revaluation	-
	Total	**39,632**
10.05	**Retained Earnings : Tk. 18,816** The break up of the amount is as under:	
	Accumulated loss up to 30 June 1991 due to cyclone	(65,559)
	Accmulated profit for the period from 1992 to 31 Dec 2021	84,376
		18,816

11.00	**Loans and Overdraft: Tk. 188,452** The break up of the amount is as under :		
	Bank Loans and Overdraft	11.01	171,223
	Directors Loan (Unsecured)	11.01	17,229
			188,452
11.01	**Bank Loans and Overdraft:Tk. 171,223**		
	A. Short-term Loan:		
	Packing Credit (JBL PC #)		19,535
	SOD Loan General (JBL #)		15,359
	Time Loan (JBL #)		17,069
			51,964
	B. Long-term Loan:		
	Covid-19 Salary Loan		1,351
	Long Term Loan		117,908
			119,259
	Directors Loan from Ms. Vidiya Amrit Khan		12,706
	Add: During the period		4,523
			17,229
			136,488
	Total		**188,452**

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		Amount
12.00	**Liabilities for Goods : Tk. 25,834**	
	This represents import bills payable to foreign/local suppliers against different letter of credits at the close of the business for the period.	
	M/S Dekko Ltd	1,530
	M/S Dresscode	1,667
	M/S.Global Accessories	1,991
	M/S Hangzhou Boxin Textile Technology Co.	2,804
	M/S Howaye Textile Co Ltd.	17,232
	M/S Jiangsi High Hope International Group	610
		25,834
13.00	**Accrued Expenses : Tk. 6,877**	
	The break up of the amount is as follows :	
	Audit fee	230
	Salary, wages and others	6,163
	Vat payable	156
	Electricity bill payable	231
	Wasa bill payable	45
	Gas bill payable	52
		6,877
14.00	**Worker's Profit Participation & W.P.F Tk. 8,341**	
	The break up of the amount is as follows :	
	Balance as per last year	8,011
	Add: Contribution during the year	330
	Less: Payment during the year	-
		8,341

15.00 **Undistributed dividend payable to the sponsor directors Tk. 8,560**

	Mrs. Rokeya Ouader	Mr. Omar Quader Khan	Ms. Vidiya Amrit Khan	
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
Sub-Total	**1,200,914**	**5,138,506**	**2,220,436**	**8,560**

16.00	**Provison for Income Tax: Tk. 5,983**	
	The break up of the amount is as under :	
	Opening Balance	2,978
	Adjustment during the year	-
	Addition the year	3,005
	Closing Balance	
		5,983

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		Amount
17.00	**Turnover/Export Proceeds : Tk. 373,089**	
	Export Proceeds	373,089
		373,089
18.00	**Cost of Goods Sold: Tk. 342,023**	
	The break up of the amount is as follows :	
	Particulars	
	Materials consumed	258,661
	Factory overheads	93,925
	Depreciation	4,174
	Prime Cost	**356,761**
	Add : Opening Stock of WIP	58,426
	Less: Closing Stock of WIP	(28,631)
	Factory Cost	**386,556**
	Add: Opening Stock of Finished Goods	**45,832**
	Less : Closing Stock of Finished Goods	(44,533)
	Cost of Goods Sold	**342,023**
18.01	**Raw Materials Consumed : Tk. 258,661**	
	The break up of the amount is as follows :	
	Opening Stock	58,850
	Add : Purchases	233,435
		292,285
	Less: Closing Stock	(33,623)
		258,661
19.00	**Basic Earnings Per Share (EPS):**	
	The computation of EPS is given below:	
	Earnings attributable to the Ordinary Shareholders	3,775
	Number of Ordinery Shares	8,288
	During the year EPS Basic (Restated)	**0.46**
20.00	**Net Operating Cash flow per share (NOCFPS)**	
	Net Cash flow from operating activities	9,586
	Number of Shares	8,288
		1.16
21.00	**Net Asset Value (NAV) Per Share**	
	Net Asset Value	150,083
	Number of Shares	8,288
	Net Asset Value Per Share	**18.11**
22.00	**Cash received from customers**	
	Export Revenue	373,089
	Add: Opening Balance of Accounts Receivable	109,849
	Cash Available for Collection	**482,938**
	Less: Closing Balance for Accounts Receivable	(149,182)
	Cash from Customers	**333,756**
23.00	**Cash payments to suppliers & others**	
	Increase/(Decrease) Advance & Prepayments	(134)
	Increase/(Decrease) Others Liabilities	(12,046)
	Increase/(Decrease) Accrued Expenses	(5,441)
	Increase/(Decrease) WPP & WF	330
	Increase/(Decrease) Didend Payable	-
	Payment for Purchase	(206,679)
	Payment for Factory Overhead	(73,064)
	Administrative & Selling Expenses	(9,030)
		(306,065)

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24.00 Related Party Transaction:

There were no transactions with related parties during the period ended 31 December, 2022

25.00 Turnover:

After Covid-19 pendemic situation our turnover increase substantially during the period.

26.00 Net Operating Cash Flow per Share

Due to increase Turnover, net operating cash flow per share has been improved during the period.

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