



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, 2023**

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, 2023.

*Kumli*  
Company Secretary

Date: 31/01/2024



**Desh Garments Limited**  
Statement of Financial Position as at 31 December, 2023  
(Unaudited)

BDT'000

Particulars	Notes	31 Dec'23	30 Jun'23
<b>Non-Current Assets</b>		<b>130,117</b>	<b>128,432</b>
Property Plant & Equipment	1.00	130,117	128,432
<b>Current Assets</b>		<b>303,297</b>	<b>258,804</b>
Inventories	2.00	176,413	166,161
Investment in Shares	3.00	11,591	9,597
Accounts Receivable	4.00	62,875	46,505
Other Receivable	5.00	3,304	3,304
Advances and Prepayment	6.00	911	1,317
Advance Income Tax	7.00	10,475	7,832
Cash and Bank Balances	8.00	37,728	24,087
<b>Total Assets</b>		<b>433,414</b>	<b>387,236</b>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Shareholders' Equity</b>	10.00	<b>150,512</b>	<b>149,683</b>
Share Capital	10.01	82,883	82,883
Tax Holiday Reserve	10.02	7,273	7,273
General Reserve	10.03	1,478	1,478
Capital Reserve	10.04	38,002	38,002
Retained Earnings	10.05	20,876	20,047
<b>Non-Current Liabilities</b>		<b>135,550</b>	<b>107,830</b>
Long Term Loan	11.00	135,550	107,830
<b>Current Liabilities</b>		<b>147,353</b>	<b>129,723</b>
Short Term Loan	12.00	63,713	78,010
Liabilities for Goods	13.00	46,635	15,179
Accrued Expenses	14.00	9,365	11,382
Worker's Profit Participation & Welfare Fund	15.00	8,269	7,868
Dividend Payable to Sponsor Directors	16.00	8,560	8,560
Provision for Income Tax	17.00	11,228	8,586
Deferred Tax	5.00	(418)	139
<b>Total Equity and Liabilities</b>		<b>433,414</b>	<b>387,236</b>
<b>Net Assets Value Per Share (NAVPS)</b>	22.00	<b>18.16</b>	<b>18.06</b>

*Rakibul Quader*  
Chairman

*Amar Khan*  
Managing Director

*Wahidul Karim*  
Deputy Managing Director

*[Signature]*  
Chief Financial Officer

*Kusumita*  
Company Secretary



**Desh Garments Limited**  
**Notes to Financial Statements**  
**For the Second Quarter ended 31 December, 2023**  
**(Unaudited)**

	<u>Amount</u>
	<u>BDT'000</u>
	<u>Jul'23 to Dec'23</u>
<b>1.00 Property Plant &amp; Equipment: Tk. 130,117</b>	
At Cost 01 July 2023	257,638
Addition during the year	7,167
Less : Adjustment	-
<b>Total Assets Value</b>	<b>264,805</b>
Depreciation:	
Opening balance	129,206
Charged during the period	5,483
Less : Adjustment	-
	<b>134,688</b>
<b>Written Down Value As On 31.12.2023</b>	<b>130,117</b>

**2.00 Inventories : Tk. 176,413**  
The detailed break up of the amount is as follows :

Sl. Particulars	Jul'23 to Dec'23
1 Fabrics	50,690
2 Accessories Assorted	2,961
3 Carton	899
4 Finished Goods	61,756
5 Work in Progress	60,107
<b>b) Total</b>	<b>176,413</b>

**3.00 Investment in shares Tk. 11,591**

Sl.	Name of Companies	No of Share	Market Rate	Jul'23 to Dec'23
1	DBH1STMF	275,000	6.90	1,898
2	ABB1STMF	250,000	5.20	1,300
3	MEGHNACEM	35,517	75.50	2,682
4	CDBL	571,181	10.00	5,712
<b>Total</b>				<b>11,591</b>

**4.00 Accounts Receivable: Tk. 62,875**  
The amount of receivable is comprised of the following :

KHQ Investment Ltd	40,855
LC WAIKIKI	6,583
Shirt Makers B.V.	15,438
	<b>62,875</b>

**5.00 Other Receivable: Tk. 3,304**

Opening Balance of Cash Incentive	3,304
Less: Incentive Claim not approved by BB Auditors	-
<b>Total</b>	<b>3,304</b>

**5.00 Deferred Tax : Tk. (418)**

Carrying value of Assets_ Accounting Base	130,117
Carrying value of Assets_ Tax Base	137,085
Temporary Difference	(6,968)
	<b>12%</b>
Tax Rate	<b>(418)</b>
<b>Deferred Tax Liability</b>	<b>(418)</b>



**Desh Garments Limited**  
**Notes to Financial Statements**  
**For the Second Quarter ended 31 December, 2023**  
**(Unaudited)**

	<u>Amount</u>	
<b>6.00 Advances and Prepayment: Tk. 911</b>		
These represent as follows :		
Advance against Purchase	288	
Advance against expenses	324	
Security Deposits	300	
	<b>6.01</b>	
	<u><u>911</u></u>	
These do not include any advance paid either to subsidiary companies or to associated companies /sister concern.		
<b>6.01 Security Deposits: Tk. 300</b>		
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	
	<u><u>300</u></u>	
<b>7.00 Advance Income Tax : Tk.10,475</b>		
The break up of the amount is as under :		
Opening Balance	7,832	
Additional during the year:	2,643	
	10,475	
Adjustment during the year	-	
	<u><u>10,475</u></u>	
<b>8.00 Cash and Bank Balances : Tk. 37,728</b>		
The break up of the amount is as under :		
Cash in hand	8.01 469	
Cash at Bank	8.02 37,259	
	<u><u>37,728</u></u>	
<b>8.01 Cash in Hand : Tk. 469</b>		
The amount comprises of the following :		
At Head Office	143	
At Factory	326	
	<u><u>469</u></u>	
<b>8.02 Cash at Bank : Tk. 37,259</b>		
<b>Banks</b>	<b>Account Type Account No.</b>	
National Bank Ltd., Dhaka	Current A/C 1999001777857	3
National Bank Ltd., Chittagong	Current A/C 1004000090072	19
Mercantile Bank Ltd., Dhaka	Current A/C 110611109446143	16
Bank Asia Ltd, Dhanmondi Branch, Dhaka	Current A/C 02133002000	17
United Commercial Bank Ltd., Gulshan Branch, Dhaka	Current A/C 0951101000008901	4
Dutch Bangla Bank Ltd, Banani, Dhaka	Current A/C 103-110-28303	380
Trust Bank PLC, Gulshan Corporate Branch, Dhaka	Current A/C 0016-0210019168	119
Trust Bank PLC, Gulshan Corporate Branch, Dhaka	FC A/C 0016-5025009346	11,598
Jamuna Bank, Sonargaon Road Branch, Dhaka	Current A/C 1001-0000-28146	156
	Export Bill	
Jamuna Bank, Sonargaon Road Branch, Dhaka	Reserved 1704-0000-10166	324
	Margin	
Jamuna Bank, Sonargaon Road Branch, Dhaka	FCBPAR-USD 1803-0000-10686	24,402
Jamuna Bank, Sonargaon Road Branch,	FC A/C 1618-0000-10537	219
		<u><u>37,259</u></u>



**Desh Garments Limited**  
**Notes to Financial Statements**  
**For the Second Quarter ended 31 December, 2023**  
**(Unaudited)**

	<u>Amount</u>																									
<b>9.00 Authorised Capital: TK. 100,000</b> The company has an Authorized Capital of Tk. 100,000,000 divided into 10,000,000 ordinary shares of Tk. 10 each.	<u>100,000</u>																									
<b>10.00 Shareholders' Equity: TK. 150,083</b> It represents the share capital, tax holiday reserve, general reserve, capital reserve and retains earnings.	<u>150,513</u>																									
<b>10.01 Issed, Subscribed and Paid up Capital: TK.82,883</b> 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) <b>Composition of Shareholders</b>																										
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 5%; border: none;">Sl.</th> <th style="width: 65%; border: none;">Particulars</th> <th style="width: 15%; border: none;">Value of Shares</th> <th style="width: 15%; border: none;">Holding %</th> <th style="width: 5%; border: none;">Jul'23 to Dec'23 Taka</th> </tr> </thead> <tbody> <tr> <td style="border: none;">1</td> <td style="border: none;">Directors &amp; Sponsors</td> <td style="border: none; text-align: right;">45,579,800</td> <td style="border: none; text-align: right;">54.99%</td> <td style="border: none; text-align: right;">45,580</td> </tr> <tr> <td style="border: none;">2</td> <td style="border: none;">Other companies/institutions</td> <td style="border: none; text-align: right;">2,853,750</td> <td style="border: none; text-align: right;">3.44%</td> <td style="border: none; text-align: right;">2,854</td> </tr> <tr> <td style="border: none;">3</td> <td style="border: none;">General Shareholders</td> <td style="border: none; text-align: right;">34,449,870</td> <td style="border: none; text-align: right;">41.56%</td> <td style="border: none; text-align: right;">34,450</td> </tr> <tr> <td style="border: none;"><b>TOTAL</b></td> <td style="border: none;"></td> <td style="border: none; text-align: right;"><b>82,883,420</b></td> <td style="border: none; text-align: right;"><b>100.00%</b></td> <td style="border: none; text-align: right;"><b>82,883</b></td> </tr> </tbody> </table>	Sl.	Particulars	Value of Shares	Holding %	Jul'23 to Dec'23 Taka	1	Directors & Sponsors	45,579,800	54.99%	45,580	2	Other companies/institutions	2,853,750	3.44%	2,854	3	General Shareholders	34,449,870	41.56%	34,450	<b>TOTAL</b>		<b>82,883,420</b>	<b>100.00%</b>	<b>82,883</b>	
Sl.	Particulars	Value of Shares	Holding %	Jul'23 to Dec'23 Taka																						
1	Directors & Sponsors	45,579,800	54.99%	45,580																						
2	Other companies/institutions	2,853,750	3.44%	2,854																						
3	General Shareholders	34,449,870	41.56%	34,450																						
<b>TOTAL</b>		<b>82,883,420</b>	<b>100.00%</b>	<b>82,883</b>																						
<b>10.02 Tax Holiday Reserve: Tk. 7,273</b> Balance is as per last account.	<u>7,273</u>																									
It represents accumulated Special Reserve U/S 45 of Income Tax Ordinance 1984	<u>7,273</u>																									
<b>10.03 General Reserve : Tk. 1,478</b> Balance is as per last account.	<u>1,478</u>																									
<b>10.04 Capital Reserve : Tk. 38,002</b> The break up of the amount is as follows:																										
Opening Balance	38,002																									
Depreciation on Revaluation	-																									
<b>Total</b>	<u>38,002</u>																									
<b>10.05 Retained Earnings : Tk. 20,717</b> 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 31 Dec 2023	86,436																									
	<u>20,877</u>																									
<b>11.00 Long Term Loan: Tk. 135,550</b>																										
Long Term Loan (TBL)	133,435																									
Less: Current portion of long Term Loan	<u>(9,623)</u>																									
Directors Loan ( Unsecured)																										
Opening Balance	15,251																									
Addition during the year	<u>(3,514)</u>																									
	<u>11,737</u>																									
	<u>135,550</u>																									
<b>12.00 Short Term Loan: Tk. 63,713</b>																										
Current portion of Long Term Loan	9,623																									
Packing Credit	26,664																									
SOD Loan General	19,817																									
Time Loan	7,610																									
	<u>63,713</u>																									



**Desh Garments Limited**  
**Notes to Financial Statements**  
**For the Second Quarter ended 31 December, 2023**  
**(Unaudited)**

Amount

**13.00 Liabilities for Goods : Tk. 46,635**

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 Anhui Whywin Int	7,153
M/S Bengal Plastic Ltd	4,612
M/S.Dacko Trading Com Ltd	18,849
M/S Hoorain HTF Limited	582
M/S Jstex Fabrics Co Ltd	15,439
	-
	<u>46,635</u>

**14.00 Accrued Expenses : Tk. 9,365**

The break up of the amount is as follows :

Audit fee	288
Salary, wages and others	8,235
Vat payable	172
Electricity bill payable	515
Wasa bill payable	53
Gas bill payable	102
	<u>9,365</u>

**15.00 Worker's Profit Participation & W.P.F Tk. 8,269**

The break up of the amount is as follows :

Balance as per last year	8,011
Add: Contribution during the year	258
	<u>8,269</u>
Less: Payment during the year	-
	<u>8,269</u>

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

	Mrs. Rokeya Quader	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
<b>Sub-Total</b>	<b>1,200,914</b>	<b>5,138,506</b>	<b>2,220,436</b>	<b><u>8,560</u></b>

**17.00 Provison for Income Tax: Tk.11,228**

The break up of the amount is as under :

Opening Balance	8,586
Adjustment during the year	-
Addition the year	2,643
Closing Balance	<u>11,228</u>



**Desh Garments Limited**  
**Notes to Financial Statements**  
**For the Second Quarter ended 31 December, 2023**  
**(Unaudited)**

	<u>Amount</u>
<b>18.00 Turnover/Export Proceeds : Tk. 267,879</b>	
Export Proceeds	267,879
	<b>267,879</b>
<b>19.00 Cost of Goods Sold: Tk. 243,187</b>	
The break up of the amount is as follows :	
<b>Particulars</b>	
Materials consumed	240,921
Factory overheads	66,229
Depreciation	4,338
<b>Prime Cost</b>	<b>311,488</b>
Add : Opening Stock of WIP	53,562
Less: Closing Stock of WIP	(60,107)
<b>Factory Cost</b>	<b>304,943</b>
Add: Opening Stock of Finished Goods	45,832
Less : Closing Stock of Finished Goods	(61,756)
<b>Cost of Goods Sold</b>	<b>243,187</b>
<b>19.01 Raw Materials Consumed : Tk. 240,921</b>	
The break up of the amount is as follows :	
Opening Stock	63,853
Add : Purchases	231,618
	<b>295,471</b>
Less: Closing Stock	(54,550)
	<b>240,921</b>
<b>20.00 Basic Earnings Per Share (EPS):</b>	
The computation of EPS is given below:	
Earnings attributable to the Ordinary Shareholders	966
Number of Ordinary Shares	8,288
During the year EPS Basic (Restated)	<b>0.12</b>
<b>21.00 Net Operating Cash flow per share (NOCFPS)</b>	
Net Cash flow from operating activities	4,505
Number of Shares	8,288
	<b>0.54</b>
<b>22.00 Net Asset Value (NAV) Per Share</b>	
Net Asset Value	150,513
Number of Shares	8,288
<b>Net Asset Value Per Share</b>	<b>18.16</b>
<b>23.00 Cash received from customers</b>	
Export Revenue	267,880
Add: Opening Balance of Accounts Receivable	46,505
<b>Cash Available for Collection</b>	<b>314,386</b>
Less: Closing Balance for Accounts Receivable	(62,875)
<b>Cash from Customers</b>	<b>251,510</b>
<b>24.00 Cash payments to suppliers &amp; others</b>	
Increase/(Decrease) Advance & Prepayments	(406)
Increase/(Decrease) Others Liabilities	13,423
Increase/(Decrease) Accrued Expenses	(2,017)
Increase/(Decrease) WPP & WF	401



**Desh Garments Limited**  
**Notes to Financial Statements**  
**For the Second Quarter ended 31 December, 2023**  
**(Unaudited)**

	<u>Amount</u>
Increase/(Decrease) Dividend Payable	-
Payment for Purchase	(188,848)
Payment for Factory Overhead	(45,368)
Administrative & Selling Expenses	(6,520)
	<u><u>(229,333)</u></u>

**25.00 Related Party Transaction:**

There were no transactions with related parties during the period ended 31 December, 2023

**26.00 Turnover:**

Due to insufficient order our turnover have been decreased during the period.

**27.00 Net Operating Cash Flow per Share**

Due to decrease Turnover Net Operating Cash Flow per share has been decreased during the period.

