



Awal Centre (7th Floor)
34, Kemal Ataturk Avenue
Banani C/A., Dhaka-1213.

**Sub:Third Quarter (Q3) Unaudited Financial Statements
of the Company as at 31 March 2023**

As per Rule of Bangladesh Securities and Exchange Commission, we are pleased to enclose herewith the Unaudited Third Quarter Financial Position, Statement of Comprehensive Income, Statement of Cashflows and Statement of Changes in Equity as at 31 March, 2023.


Company Secretary

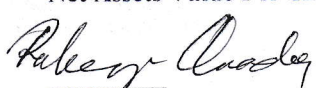
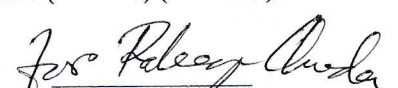

Date:30/04/2023



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

BDT'000

Particulars	Notes	31 Mar'23	30 Jun'22
ASSETS			
Non-Current Assets			
Property Plant & Equipment	1.00	113,564	111,497
Current Assets			
Inventories	2.00	144,666	158,108
Investment in Shares	3.00	9,354	9,365
Accounts Receivable	4.00	44,402	109,849
Advances and Prepayment	6.00	1,107	1,070
Advance Income Tax	7.00	5,398	2,225
Cash and Bank Balances	8.00	44,740	6,003
Total Assets		363,230	398,117
EQUITY AND LIABILITIES			
Shareholders' Equity			
Share Capital	10.00	151,583	146,587
Tax Holiday Reserve	10.01	82,883	75,349
General Reserve	10.02	7,273	7,273
Capital Reserve	10.03	1,478	1,478
Retained Earnings	10.04	39,632	39,632
	10.05	20,318	22,855
Non-Current Liabilities			
Long Term Loan	11.01	120,178	112,797
Current Liabilities			
Short Term Loan	11.01	39,791	87,701
Liabilities for Goods	12.00	20,774	19,078
Accrued Expenses	13.00	7,780	12,318
Worker's Profit Participation & Welfare Fund	14.00	8,415	8,011
Dividend Payable to Sponsor Directors	15.00	8,560	8,560
Provision for Income Tax	16.00	6,151	2,978
Deferred Tax	5.00	(1)	87
Total Equity and Liabilities		363,230	398,117
Net Assets Value Per Share (NAVPS)		18.29	19.45
Net Assets Value Per Share (NAVPS) (Restated)	21.00	18.29	17.69


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Chairman

Managing Director

Deputy Managing Director


 Chief Financial Officer


 Company Secretary



Desh Garments Limited
Notes to Financial Statements
For the Third Quarter ended March, 2023
(Unaudited)

1.00 Property Plant & Equipment: Tk. 113,564

At Cost 01 July 2022
Addition during the year
Less : Adjustment
Total Assets Value
Depreciation:
Opening balance
Charged during the period
Less : Adjustment

BDT'000
Jul'22 to
Mar'23

230,653
553
-
231,206

110,873
6,770
-
117,643

113,564

Written Down Value As On 31.03.2022

2.00 Inventories : Tk. 144,666

The detailed break up of the amount is as follows :

Sl.	Particulars	Jul'22 to Mar'23
		56,522
1	Fabrics	2,112
2	Accessories Assorted	1,012
3	Carton	41,622
4	Finished Goods	43,398
5	Work in Progress	144,666

3.00 Investment in shares Tk. 9,354

Sl.	Name of Companies	No of Share	Market Rate	Jul'22 to Mar'23
1	GENNEXT	607,049	6	3,642
3	CDBL	571,181	10	5,712
	Total	639,712		9,354

4.00 Accounts Receivable: Tk. 44,402

The amount of receivable is comprised of the following :

Kaskan Traders	16,194
KCTEX Int Ltd	13,677
LC WAIKIKI	1,742
LEECO Inc	535
LERROS	1,359
Prism Venture	10,895
	44,402

5.00 Deferred Tax : Tk. (1)

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

113,564

113,609

(46)

12%

(1)

Tax Rate
Deferred Tax Liability



6.00 Advances and Prepayment (Considered good): Tk.1,107

These represent as follows :

Advance against Purchase		486
Advance against expenses		321
Security Deposits	6.01	300
		<u>1,107</u>

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
		<u>300</u>

7.00 Advance Income Tax : Tk. 5,398

The break up of the amount is as under :

Opening Balance		2,225
Additional during the year:		3,173
		<u>5,398</u>
Adjustment during the year		-
		<u>5,398</u>

8.00 Cash and Bank Balances : Tk. 44,740

The break up of the amount is as under :

Cash in hand	8.01	990
Cash at Bank	8.02	43,750
		<u>44,740</u>

8.01 Cash in Hand : Tk. 990

The amount comprises of the following :

At Head Office		634
At Factory		356
		<u>990</u>

8.02 Cash at Bank : Tk. 43,750

Banks	Branch	Account No.	
National Bank Ltd., Dhaka	Dilkusha	1999001777857	1
National Bank Ltd., Chittagong	Agrabad	1004000090072	175
Mercantile Bank Ltd., Dhaka	Banani	110611109446143	9
United Commercial Bank Ltd., Gulshan Branch, Dhaka	Corporate	0951101000008901	17
Dutch Bangla Bank Ltd, Banani, Dhaka	Banani	103-110-28303	171
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0210015775	24
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0601000022	42,234
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0017000058	741
Reserve for Covid-19 Loan Adjustment (Jamuna Bank)	Sonargaon Road	0002-0145000011	378
			<u>43,750</u>



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. 151,583**
It represents the share capital, tax holiday reserve, general reserve, capital reserve and retains earnings. 151,583

10.01 **Issed, Subscribed and Paid up Capital: Tk.82,883**
a) It represents the paid up capital of the company consisting of 8,288,341 ordinary shares of Tk. 10 each issued for cash and fully paid up.

b) **Composition of Shareholders**

Sl.	Particulars	31 March'23		
		Shares	Holding %	Taka
1	Directors & Sponsors	4,557,980	54.99%	45,580
2	Other companies/institutions	289,338	3.49%	2,893
3	General Shareholders	3,441,024	41.52%	34,410
TOTAL		8,288,342	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 Ordinance 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. 20,318**
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 Mar 2023 85,877
20,318

11.00 **Loans and Overdraft: Tk.159,969**
The break up of the amount is as under :

Bank Loans and Overdraft 11.01 141,580
Directors Loan (Unsecured) 11.01 18,389
159,969

11.01 **Bank Loans and Overdraft: Tk. 159,969**
A. Short-term Loan:
Packing Credit (JBL PC) 9,166
SOD Loan General (JBL) 15,338
Time Loan (JBL) 15,286
39,791
B. Long-term Loan:
Covid-19 Salary Loan -
Long Term Loan 101,789
101,789

Directors Loan from Ms. Vidiya Amrit Khan 12,706
Add: During the year 5,683
18,389
120,178

Total 159,969



12.00 Liabilities for Goods : Tk. 20,774

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 Anhui Whywin Int	5,680
M/S Bengal Plastic Ltd	3,250
M/S Colour Concepts Int	5,045
M/S.Dekko Ltd	362
M/S.Hoorain HTF Limited	1,275
M/S Hossain Dyeing & Printing Mills Ltd	694
M/S Jiangsu Y and Sinc	2,374
M/S Jiangus Lianfa Textile	2,093
	<u>20,774</u>

13.00 Accrued Expenses : Tk. 7,780

The break up of the amount is as follows :

Audit fee	230
Salary, wages and others	6,859
Vat payable	142
Electricity bill payable	440
Wasa bill payable	45
Gas bill payable	63
	<u>7,780</u>

14.00 Worker's Profit Participation & W.P.F Tk. 8,415

The break up of the amount is as follows :

Balance as per last year	8,011
Add: Contribution during the year	404
	<u>-</u>
Less: Payment during the year	<u>8,415</u>

15.00 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
Sub-Total	1,200,914	5,138,506	2,220,436	<u>8,560</u>

16.00 Provison for Income Tax: Tk. 6,151

The break up of the amount is as under :

Opening Balance	2,978
Adjustment during the year	-
Addition the year	3,173
Closing Balance	<u>6,151</u>



17.00 Turnover/Export Proceeds : Tk. 422,427

Export Proceeds

422,427

Total

422,427

18.00 Cost of Goods Sold: Tk. 382,480

The break up of the amount is as follows :

Particulars

Materials consumed

243,613

Factory overheads

113,368

Depreciation

6,261

Prime Cost

363,242

Add : Opening Stock of WIP

58,426

Less : Closing Stock of WIP

(43,398)

Factory Cost

378,270

Add : Opening Stock of Finished Goods

45,832

Less : Closing Stock of Finished Goods

(41,622)

Cost of Goods Sold

382,480

18.01 Raw Materials Consumed : Tk. 243,613

The break up of the amount is as follows :

Opening Stock

68,449

Add : Purchases

234,810

303,259

Less: Closing Stock

(59,646)

243,613

19.00 Basic Earnings Per Share (EPS):

The computation of EPS is given below:

Earnings attributable to the Ordinary Shareholders

5,007

Number of Ordinary Shares

8,288

During the year EPS

0.60

20.00 Net Operating Cash flow per share (NOCFPS):

Net Cash flow from operating activities

20,042

Number of Shares

8,288

2.42

21.00 Net Asset Value (NAV) Per Share:

Net Asset Value

151,583

Number of Shares

8,288

Net Asset Value Per Share

18.29

22.00 Cash received from customers: Tk. 487,875

Export Revenue

422,427

Add: Opening Balance of Accounts Receivable

109,849

Cash Available for Collection

532,276

Less: Closing Balance for Accounts Receivable

(44,402)

Cash from Customers

487,875

23.00 Cash payments to suppliers & others: Tk. (444,795)

Increase/(Decrease) Advance & Prepayments

36

Increase/(Decrease) Others Liabilities

(40,529)

Increase/(Decrease) Accrued Expenses

(4,539)

Increase/(Decrease) WPP & WF

404

Increase/(Decrease) Dividend Payable

-

Payment for Purchase

(253,834)

Payment for Factory Overhead

(113,368)

Administrative & Selling Expenses

(32,966)

(444,795)

24.00 Related Party Transaction :

During the period Jul-22 to Mar-23, the company concluded business deals with the following organizations in which the directors had interest



Name of Organization	Relationship	Balance 01.07.22	Receipt	Payment	Balance 31.03.23
Jenk Industries Limited	Common Director	-	1,150	1,150	-
Desh Ventures Limited	Common Director	-	548	548	-
Desh International Limited	Common Director	-	185	185	-

25.00 Turnover and E.P.S.

Turnover decreased during the period due to insufficient order and that reason E.P.S. decreased during the period.

