



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 2026**

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, 2026.


Company Secretary

Date: 28/04/2026



Desh Garments Limited
Statement of Financial Position as at 31 March, 2026
(Unaudited)

BDT'000

| Particulars | Notes | 31 Mar'26 | 30 Jun'25 |
|---|-------|------------------|------------------|
| ASSETS | | | |
| Non-Current Assets | | | |
| Property Plant & Equipment | 1.00 | 1,287,861 | 1,289,070 |
| Current Assets | | | |
| Inventories | 2.00 | 167,361 | 175,698 |
| Investment in Shares | 3.00 | 7,756 | 8,127 |
| Accounts Receivable | 4.00 | 117,356 | 146,940 |
| Other Receivable | 5.00 | 5,669 | 2,176 |
| Advances and Prepayment | 7.00 | 963 | 889 |
| Advance Income Tax | 8.00 | 15,295 | 8,866 |
| Cash and Bank Balances | 9.00 | 13,055 | 14,244 |
| Total Assets | | 1,615,315 | 1,646,009 |
| EQUITY AND LIABILITIES | | | |
| Shareholders' Equity | | | |
| Share Capital | 10.01 | 1,301,115 | 1,301,398 |
| Tax Holiday Reserve | 10.02 | 82,883 | 82,883 |
| General Reserve | 10.03 | 7,273 | 7,273 |
| Capital Reserve | 10.04 | 1,478 | 1,478 |
| Gain/(Loss) on Marketable Securities | 10.05 | 1,181,107 | 1,181,107 |
| Retained Earnings | 10.06 | (3,940) | (2,465) |
| | 11.07 | 32,314 | 31,122 |
| Non-Current Liabilities | | | |
| Long Term Loan | 12.00 | 134,473 | 153,293 |
| Current Liabilities | | | |
| Short Term Loan (including current portion of long term loan) | 13.00 | 110,364 | 90,855 |
| Liabilities for Goods | 14.00 | 23,454 | 35,696 |
| Accrued Expenses | 15.00 | 13,872 | 15,440 |
| Worker's Profit Participation & Welfare Fund | 16.00 | 8,673 | 7,943 |
| Dividend Payable to Sponsor Directors | 17.00 | 8,560 | 8,560 |
| Provision for Income Tax | 18.00 | 15,015 | 9,620 |
| Deferred Tax | 6.00 | (211) | 23,205 |
| Total Equity and Liabilities | | 1,615,315 | 1,646,009 |
| Net Assets Value Per Share (NAVPS) | 23.00 | 156.98 | 157.02 |

Rabeya Quader
Chairman

For Rabeya Quader
Managing Director

Deputy Managing Director
Deputy Managing Director

[Signature]
Chief Financial Officer (Acting)

[Signature]
Company Secretary



Desh Garments Limited
Notes to Financial Statements
For the Third Quarter ended 31 March, 2026
(Unaudited)

| | BDT'000 |
|---|----------------------|
| | Jul'25 to Mar'26 |
| 1.00 Property Plant & Equipment: Tk. 1,287,861 | |
| At Cost 01 July 2025 | 1,438,030 |
| Addition during the period | 5,702 |
| Less : Adjustment | - |
| Total Assets Value | 1,443,732 |
| Depreciation: | |
| Opening balance | 148,960 |
| Charged during the period | 6,912 |
| Less : Adjustment | - |
| | 155,871 |
| Written Down Value As On 31.03.2026 | 1,287,861 |

2.00 Inventories : Tk. 167,361
The detailed break up of the amount is as follows :

| Sl. | Particulars | Jul'25 to Mar'26 |
|-----|----------------------|---------------------|
| 1 | Fabrics | 71,245 |
| 2 | Accessories Assorted | 4,522 |
| 3 | Carton | 1,678 |
| 4 | Finished Goods | 41,279 |
| 5 | Work in Progress | 48,637 |
| | Total | 167,361 |

3.00 Investment in shares Tk. 7,756

| Sl. | Name of Companies | No of Share | Market Rate | Jul'25 to Mar'26 |
|-----|-------------------|----------------|-------------|---------------------|
| 1 | MEGHNACEM | 64,679 | 32 | 2,044 |
| 3 | CDBL | 571,181 | 10 | 5,712 |
| | Total | 639,712 | | 7,756 |

4.00 Accounts Receivable: Tk. 117,356
The amount of receivable is comprised of the following :

| | |
|--------------------|----------------|
| Kaskan Traders | 27,475 |
| KHQ Investment LLC | 61,421 |
| Logo Trade | 5,554 |
| New Yorker Fashion | 19,535 |
| Shirt Makers BV | 1,287 |
| Leeco Inc | 2,083 |
| | 117,356 |

| | |
|---|--------------|
| 5.00 Other Receivable: Tk. 5,669 | |
| Opening Balance of Cash Incentive | 2,176 |
| Add: Addition during the period | 5,669 |
| Less: Adjustment during this period | (2,176) |
| Total | 5,669 |



Desh Garments Limited
Notes to Financial Statements
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(Unaudited)

| | | BDT'000 |
|-------------|--|------------------------------------|
| | | Jul'25 to Mar'26 |
| 6.00 | Deferred Tax : Tk. (211) | |
| | Carrying value of Assets_ Accounting Base | 1,287,861 |
| | Carrying value of Assets_ Tax Base | 1,294,906 |
| | Temporary Difference | <u>(7,045)</u> |
| | Tax Rate | 12% |
| | Deferred Tax Liability | <u>(211)</u> |
| 7.00 | Advances and Prepayment (Considered good): Tk.963 | |
| | These represent as follows : | |
| | Advance against Purchase | 376 |
| | Advance against expenses | 287 |
| | Security Deposits | 300 |
| | | <u>963</u> |
| | 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 | 51 |
| | Deposit with GPO Franking Machine | 2 |
| | Deposit with BGSL (For gas) | 127 |
| | Deposit with PDB (For electricity) | 120 |
| | | <u>300</u> |
| 8.00 | Advance Income Tax : Tk. 15,295 | |
| | The break up of the amount is as under : | |
| | Opening Balance | 8,866 |
| | Addition during the period | 6,429 |
| | | 15,295 |
| | Adjustment during the period | - |
| | | <u>15,295</u> |
| 9.00 | Cash and Bank Balances : Tk. 13,055 | |
| | The break up of the amount is as under : | |
| | Cash in hand | 9.01 12,311 |
| | Cash at Bank | 9.02 744 |
| | | <u>13,055</u> |
| 9.01 | Cash in Hand : Tk. 12,311 | |
| | The amount comprises of the following : | |
| | At Head Office | 8,725 |
| | At Factory | 3,586 |
| | | <u>12,311</u> |
| 9.02 | Cash at Bank : Tk. 744 | |
| | Banks | |
| | National Bank Ltd., Dhaka | Current A/C 1999001777857 1 |
| | National Bank Ltd., Chittagong | Current A/C 1004000090072 1 |
| | Mutual Trust Bank, Kalurghat Industrial Area Br. CTG | Current A/C 1301000350705 62 |
| | Mercantile Bank Ltd., Dhaka | Current A/C 110611109446143 11 |
| | Bank Asia Ltd, Dhanmondi Branch, Dhaka | Current A/C 02133002000 14 |
| | United Commercial Bank Ltd., Gulshan Branch, Dhaka | Current A/C 0951101000008901 13 |
| | Dutch Bangla Bank Ltd, Banani, Dhaka | Current A/C 103-110-28303 107 |
| | Trust Bank PLC, Gulshan Corporate Branch, Dhaka | Current A/C 0016-0210019168 1 |
| | Trust Bank PLC, Gulshan Corporate Branch, Dhaka | FC A/C 0016-5025009346 423 |
| | Trust Bank PLC, Gulshan Corporate Branch, Dhaka | SND A/C 0016-0320001487 79 |
| | Trust Bank PLC, Gulshan Corporate Branch, Dhaka | DAD A/C 0016-5025009346 - |
| | Jamuna Bank, Sonargaon Road Branch, Dhaka | Current A/C 1001-0000-28146 2 |
| | Jamuna Bank, Sonargaon Road Branch, Dhaka | Reserved Margin 1704-0000-10166 27 |
| | Jamuna Bank, Sonargaon Road Branch, Dhaka | FC A/C 1618-0000-10537 1 |
| | | <u>744</u> |



Desh Garments Limited
Notes to Financial Statements
For the Third Quarter ended 31 March, 2026
(Unaudited)

BDT'000

**Jul'25 to
Mar'26**

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

10.01 Shareholders' Equity: TK. 1,301,044

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

-

10.02 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 | Jul'25 to Mar'26 | | |
|--------------|------------------------------|------------------|----------------|---------------|
| | | Shares | Holding % | Taka |
| 1 | Directors & Sponsors | 4,557,980 | 54.99% | 45,580 |
| 2 | Other companies/institutions | 663,796 | 8.01% | 6,638 |
| 3 | General Shareholders | 3,066,566 | 37.00% | 30,666 |
| TOTAL | | 8,288,342 | 100.00% | 82,883 |

10.03 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

10.04 General Reserve : Tk. 1,478

Balance is as per last account.

1,478

1,478

10.05 Capital Reserve : Tk. 1,181,107

The break up of the amount is as follows:

Opening Balance

1,181,107

Depreciation on Revaluation

-

Total

1,181,107

11.06 Gain/(Loss) on Marketable Securities : Tk. (3,940)

The break up of the amount is as follows:

Opening Balance

(2,465)

Add: Addition during the period

(1,264)

Add: Deffered Tax

(211)

Depreciation on Revaluation

-

Total

(3,940)

11.07 Retained Earnings : Tk. 32,314

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 2026

97,874

32,314

12.00 Long Term Loan: Tk. 134,473

Long Term Loan (TBL)

148,080

Less: Current portion of long Term Loan

(22,342)

125,738

Directors Loan (Unsecured)

Opening Balance

9,305

Addition during the period

(570)

8,735

134,473

13.00 Short Term Loan: Tk. 110,364

Current portion of Long Term Loan

22,342

Packing Credit

7,937

FDBP Loan

7,816

General Loan

11,471

SOD Loan General

25,798

Time Loan

35,000

110,364



Desh Garments Limited
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BDT'000

Jul'25 to
Mar'26

14.00 Liabilities for Goods : Tk. 23,454

This represents import bills payable to foreign/local suppliers against different letter of credits at the close of the business for the period. The

| | |
|----------------------------------|--------|
| M/S Akij Textile Mills Ltd | 1,317 |
| M/S Bengal Plastic Ltd | 3,029 |
| M/S Broad View Textile | 10,313 |
| M/S Denim Mills Ltd | 651 |
| M/S Etasia Interlinings Ltd | 1,412 |
| M/S Fatema Accessories | 881 |
| M/S Keskan India Private Limited | 4,263 |
| M/S Lord Fabrics Limited | 1,589 |

23,454

15.00 Accrued Expenses : Tk. 13,872

The break up of the amount is as follows :

| | |
|--------------------------|--------|
| Audit fee | 585 |
| Salary, wages and others | 12,527 |
| Vat payable | 327 |
| Electricity bill payable | 310 |
| Wasa bill payable | 9 |
| Gas bill payable | 113 |

13,872

16.00 Worker's Profit Participation & W.P.F Tk. 8,673

The break up of the amount is as follows :

| | |
|-------------------------------------|-------|
| Balance as per last period | 7,943 |
| Add: Contribution during the period | 730 |
| Less: Payment during the period | - |

8,673

17.00 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> |

18.00 Provision for Income Tax: Tk. 15,015

The break up of the amount is as under :

The break up of the amount is as under :

| | |
|------------------------------|--------|
| Opening Balance | 8,586 |
| Adjustment during the period | - |
| Addition during the period | 6,429 |
| Closing Balance | 15,015 |

15,015



Desh Garments Limited
Notes to Financial Statements
For the Third Quarter ended 31 March, 2026
(Unaudited)

BDT'000
Jul'25 to
Mar'26

19.00 Turnover/Export Proceeds : Tk. 574,832

Export Proceeds
During the period turnover decreased due to insufficient order.

574,832

Total

574,832

20.00 Cost of Goods Sold: Tk. 553,666

The break up of the amount is as follows :

Particulars

Materials consumed

413,408

Factory overheads

108,809

Depreciation

5,696

Prime Cost

527,914

Add : Opening Stock of WIP

50,424

Less : Closing Stock of WIP

(48,637)

Factory Cost

529,701

Add : Opening Stock of Finished Goods

65,244

Less : Closing Stock of Finished Goods

(41,279)

Cost of Goods Sold

553,666

20.01 Raw Materials Consumed : Tk. 413,408

The break up of the amount is as follows :

Opening Stock

60,031

Add : Purchases

430,822

Less: Closing Stock

490,853

(77,445)

413,408

21.00 Basic Earnings Per Share (EPS):

The computation of EPS is given below:

Earnings attributable to the Ordinary Shareholders

2,311

Number of Ordinary Shares

8,288

During the year EPS

0.28

During the period EPS decreased due to COGS increased.

22.00 Net Operating Cash flow per share (NOCFPS):

Net Cash flow from operating activities

23,333

Number of Shares

8,288

During the period NOCFPS increased due to increase collection decrease payments.

2.82

23.00 Net Asset Value (NAV) Per Share:

Net Asset Value

1,301,115

Number of Shares

8,288

Net Asset Value Per Share

156.98



Desh Garments Limited
Notes to Financial Statements
For the Third Quarter ended 31 March, 2026
(Unaudited)

BDT'000

**Jul'25 to
Mar'26**

24.00 Reconciliation of Statement of Cash Flows:

Cash received from customers: Tk. 604,416

| | |
|---|-----------------------|
| Export Revenue | 574,832 |
| Add: Opening Balance of Accounts Receivable | 146,940 |
| Cash Available for Collection | <u>721,772</u> |
| Less: Closing Balance for Accounts Receivable | <u>(117,356)</u> |
| Cash from Customers | <u>604,416</u> |

25.00 Cash payments to suppliers & others: Tk. (543,550)

| | |
|---|--------------------------------|
| Increase/(Decrease) Advance & Prepayments | 3,493 |
| Increase/(Decrease) Others Liabilities | (30,411) |
| Increase/(Decrease) Accrued Expenses | (12,243) |
| Increase/(Decrease) WPP & WF | (1,568) |
| Increase/(Decrease) Dividend Payable | 731 |
| Payment for Purchase | (347,247) |
| Payment for Factory Overhead | (108,809) |
| Administrative & Selling Expenses | (47,495) |
| | <u><u>(543,550)</u></u> |

26.00 Calculation of Current Tax Tk.

| | |
|--|------------------------|
| Profit before Tax | 8,939 |
| Tax Rate | 22.50% |
| | <u>2,011.20</u> |
| Turnover | 574,832 |
| Tax Rate | 1% |
| | <u>5,748</u> |
| Advanced income tax deducted during the period | <u>5,748</u> |
| Current Tax | <u>5,748</u> |

27.00 Related Party Transaction:

There were no transactions with related parties during the period ended 31 March, 2026

