



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

Sub: Half Yearly Unaudited Financial Statements
of the Company as at 31 December, 2020

As per Rule of Bangladesh Securities and Exchange Commission, we are pleased to enclose herewith the Unaudited Half Yearly Financial statements which comprised statement of financial position, Statement of Comprehensive Income, Statement of Cashflows and Statement of Changes in Equity as at 31 December, 2020.


Company Secretary

Date : 28/01/2021



Desh Garments Limited

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020 (UNAUDITED)

Taka in '000

NET ASSETS	Notes	31 Dec' 2020	30 Jun' 2020
Assets:			
Non-Current Assets			
Property Plant & Equipment	2.00	123,627	127,991
Current Assets			
Inventories	3.00	125,901	114,136
Investment in Shares	4.00	8,443	7,679
Accounts Receivable	5.00	34,358	25,937
Other Receivable	6.00	5,644	2,805
Deferred Tax	15.00	9	10
Loans, Advances and Deposits	7.00	1,058	1,035
Income Tax Deduction at Source	8.00	3,597	3,260
Cash and Bank Balances	9.00	15,287	11,739
Total Assets		317,922	294,593
Liabilities:			
Shareholders' Equity :			
Share Capital	10.00	75,349	73,154
Tax Holiday Reserve	11.00	7,273	7,273
General Reserve	12.00	1,478	1,478
Capital Reserve	13.00	50,243	50,243
Gain/(Loss) on Marketable Securities (Unrealized)		(198)	(183)
Retained Earning	14.00	8,752	14,410
Non-Current Liabilities			
Long Term Loan	16.00	77,190	37,789
Current Liabilities			
Loans and Overdraft	17.00	61,896	61,436
Current Portion of Long Term Loan	18.00	3,246	7,029
Liability for Goods	19.00	7,573	11,784
Accrued Expenses	20.00	2,722	8,098
Worker's Profit Participation & Welfare Fund	21.00	8,893	8,797
Dividend Payable	22.00	10,026	10,026
Provision for Income Tax	23.00	3,479	3,260
Total Equity and Liabilities		317,922	294,593

Net Assets Value Per Share (Restated)

18.96

19.43


Chairman


Managing Director


Dy. Managing Director


Chief Financial Officer


Company Secretary



DESH GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD FROM 01.07.2020 TO 31.12.2020

	<u>Taka in' 000</u>	
2.00 Property Plant & Equipment :	TK.	<u>123,627</u>
The break up of the amount is as follows:		
At Cost 01.07.2020		229,819
Addition during the period		<u>665</u>
TOTAL		230,484
Less : Accumulated depreciation		<u>106,858</u>
Written Down Value As On 31.12.2020		<u>123,627</u>
3.00 Inventories :	TK.	<u>125,901</u>
The detailed break up of the amount is as follows:		
a) Fabrics		60,834
b) Accessories Assorted		5,876
c) Carton		1,348
d) Finished Goods		27,342
e) Work in Progress		<u>30,501</u>
		<u>125,901</u>
4.00 Investment in Shares:	TK.	<u>8,443</u>
The break up of the amount is as follows:		
Particulars	No of Share	Market Rate
APEXTANTY	1,250	106.90
DULAMIACOT	4	60.80
ETL	36,750	8.20
KAY & QUE	11,069	207.40
CDBL	571,181	10.00
		<u>134</u>
		<u>0</u>
		<u>301</u>
		<u>2,296</u>
		<u>5,712</u>
5.00 Accounts Receivable	Tk.	<u>34,358</u>
The break up of the amount is as follows:		
LF Credit		<u>34,358</u>
6.00 Other Receivable	Tk.	<u>5,644</u>
The break up of the amount is as follows:		
Cash Incentive against Export Sales		<u>5,644</u>
7.00 Loans, Advances & Deposits :	Tk.	<u>1,058</u>
The break up of the amount is as follows:		
Advance		758
Security Deposits		<u>300</u>
8.00 Income Tax Deduction at Source :	Tk.	<u>3,597</u>
The break up of the amount is as follows:		
Balance as on 01.07.2020		3,260
Add: During the period		<u>337</u>
9.00 Cash & Bank Balances :	Tk.	<u>15,287</u>
The break up of the amount is as follows:		
Cash in hand		4,675
Cash at banks		<u>10,612</u>



10.00 Authorised Capital :

The company has an Authorised Capital of Tk.100,000,000 divided into 10,000,000 ordinary shares of Tk. 10 each

10.01 Issued, Subscribed and Paid-up Capital :

75,349

It represents the paid up of the company consisting of 7,534,855 ordinary shares of Tk. 10 each for cash and fully paid up.

11.00 Tax Holiday Reserve :

TK. 7,273

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

12.00 General Reserve :

TK. 1,478

This is as per last account.

13.00 Capital Reserve :

TK. 50,243

Being the above amount carried from last accounts

14.00 Retained Earnings :

Tk. 8,752

The break up of the amount is as follows:

Accumulated loss up to 30 June 1991 due to cyclone
Accumulated profit for the period from 1992 to Dec'2020

(65,559)
74,311

15.00 Deferred Tax

Tk. (9)

The break up of the amount is as follows:

Carrying Value of Assets_ Accounting Base
Carrying Value of Assets_ Tax Base
Temporary Difference
Deferred Tax @ 12%

123,554
123,627
(72)
(9)

16.00 Long Term Loan

Tk. 77,190

The break up of the amount is as follows:

Balance as on 01.07.2020
Add: During the period
Less: Repayment during the period

37,789
41,853
(2,452)

17.00 Loans & Overdraft :

Tk. 61,896

The break up of the amount is as follows:

Bank Loans and Overdraft
Balance as on 01.07.2020
Add: During the period
Less: Repayment during the period
Directors Loan (Unsecured)
Balance as on 01.07.2020
Less: Repayment during the period

54,126
58,585
499
(4,958)
7,771
9,880
(2,110)



18.00 Current Portion of Long Term Loan	Tk. <u>3,246</u>
Current Portion of Long Term Loan	3,246
19.00 Liability for Goods :	Tk. <u>7,573</u>
The break up of the amount is as follows:	
M/s Howaye Textile Co Ltd.	3,024
M/s. R.M. Interlining	943
M/s. ABS Trims Limited	1,393
M/s. Sanji Textile	1,006
M/s. Safe Printing	132
M/s. Victory Tex	<u>1,075</u>
20.00 Accrued Expenses :	Tk. <u>2,722</u>
The break up of the amount is as follows:	
Audit Fee	173
Salary, wages & others	<u>2,550</u>
21.00 Worker's Profit Participation & Welfare Fund :	Tk. <u>8,893</u>
The break up of the amount is as follows:	
Balance as on 01.07.2020	8,797
Add: During the period	<u>96</u>
22.00 Dividend Payable :	Tk. <u>10,026</u>
Being the above amount carried from last account	
23.00 Provision for Income Tax :	Tk. <u>3,479</u>
The break up of the amount is as follows:	
Balance as on 01.07.2020	3,260
Addition: During the period	<u>219</u>
24.00 Cash received from customers :	85,584
Export Revenue	94,005
Exchange Gain	-
Export Incentive	-
Other Income	-
Add: Opening Balance of Accounts Receivable	25,937
Cash Available for Collection	119,942
Less: Closing Balance for Accounts Receivable	34,358
25.00 Cash payments to suppliers & others :	87,454
Factory Overhead	21,589
Administrative Expenses	906
Depreciation	5,030
Selling & Distribution Expenses	2,967
Liability for Expenses	1,534
Bills Payable	4,638
Material in Transit	5,562
Capital Work In Progress	3,642
Raw Material Purchase	41,586
26.00 Turn Over & Other Income :	
Due to COVID-19 pandemic situation our turnover decreases substantially during the period.	
27.00 Net Operating Cash Flow Per Share :	
Despite a decrease in sales, Net Operating Cash Flow per share has been improved from (Tk 3.65) of Q2 2019 to Tk 0.60 for Q2 2020 due to increase of collection from bills receivable for the quarter.	
28.00 Basic Earnings Per Share (EPS):	
The computation of EPS is given below:	
Earnings attributable to the Ordinary Shareholders	(3,463)
Number of Ordinary Shares	<u>7,535</u>
During the year EPS Basic (Restated)	<u><u>(0.46)</u></u>
29.00 Net Operating Cash flow per share (NOCFPS)	0.60
Net Cash flow from operating activities	4,487
Number of shares outstanding as on 31.12.2020	7,535

