



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 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 March, 2022.

  
Company Secretary

Date: 25/04/2022



**Desh Garments Limited**  
Statement of Financial Position as at 31 March, 2022  
(Unaudited)

BDT'000

Particulars	Notes	Jul'21 to Mar'22	Jul'20 to Jun'21
<b>ASSETS</b>			
<b>Non-Current Assets</b>		<b>113,891</b>	<b>118,780</b>
Property Plant & Equipment	1.00	113,891	118,780
<b>Current Assets</b>		<b>233,495</b>	<b>177,274</b>
Inventories	2.00	141,593	145,566
Investment in Shares	3.00	9,385	8,695
Accounts Receivable	4.00	58,219	11,999
Other Receivable	5.00	-	1,619
Advances and Prepayment	7.00	1,225	1,520
Advance Income Tax	8.00	2,336	1,154
Cash and Bank Balances	9.00	20,736	6,722
<b>Total Assets</b>		<b>347,386</b>	<b>296,055</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>	11.00	<b>152,587</b>	<b>148,466</b>
Share Capital	11.01	75,349	75,349
Tax Holiday Reserve	11.02	7,273	7,273
General Reserve	11.03	1,478	1,478
Capital Reserve	11.04	41,357	41,357
Gain/(loss) on Marketable Securities (Unrealized)		389	-
Retained Earnings	11.05	26,742	23,010
<b>Non-Current Liabilities</b>		<b>109,449</b>	<b>71,692</b>
Long Term Loan	12.01	109,449	71,692
<b>Current Liabilities</b>		<b>85,350</b>	<b>75,896</b>
Short Term Loan	12.01	18,229	34,430
Liabilities for Goods	13.00	34,913	12,235
Accrued Expenses	14.00	9,538	9,550
Worker's Profit Participation & Welfare Fund	15.00	8,866	8,467
Dividend Payable 2021	16.00	2,894	1,466
Undistributed Dividend Payable to Sponsor Directors	17.00	8,560	8,560
Provision for Income Tax	24.00	2,336	1,154
Deferred Tax	6.00	15	34
<b>Total Equity and Liabilities</b>		<b>347,386</b>	<b>296,055</b>
<b>Net Assets Value Per Share (NAVPS)</b>	23.00	<b>20.25</b>	<b>19.70</b>

*Pokeyn Code for Poley*  
Chairman

*for Poley*  
Managing Director

*Deputy Managing Director*  
Deputy Managing Director

*Chief Financial Officer*  
Chief Financial Officer

*Company Secretary*  
Company Secretary



**Desh Garments Limited**  
**Notes to Financial Statements**  
**For the Third Quarter ended March, 2022**  
(Unaudited)

BDT'000

Jul'21 to  
Mar'22

**1.00 Property Plant & Equipment: Tk. 114,896**

At Cost 01 July 2021  
Addition during the year  
Less : Adjustment  
**Total Assets Value**  
Depreciation:  
Opening balance  
Charged during the period  
Less : Adjustment

230,653  
1,424  
502  
**232,579**

110,873  
6,811  
-  
**117,684**

**Written Down Value As On 31.03.2022**

**114,896**

**2.00 Inventories : Tk. 141,593**

The detailed break up of the amount is as follows :

Sl.	Particulars	Jul'21 to Mar'22
1	Fabrics	66,479
2	Accessories Assorted	2,864
3	Carton	1,254
4	Finished Goods	45,632
5	Work in Progress	25,364
	<b>Total</b>	<b>141,593</b>

**3.00 Investment in shares Tk. 9,385**

Sl.	Name of Companies	No of Share	Market Rate	Jul'21 to Mar'22
1	APEX TANRY	1,250	136	170
2	KAY & QUE	13,732	255	3,503
3	CDBL	571,181	10	5,712
	DULAMIACOT			
	ETL			
	<b>Total</b>	<b>639,712</b>		<b>9,385</b>

**4.00 Accounts Receivable: Tk. 58,219**

The amount of receivable is comprised of the following :

Carry SP ZOO	23,626
LF Credit	1,208
Shirt Makers B.V.	360
Leeco Inc	11,569
Kaskan Traders Ltd	404
Lerros Moden GmbH	21,051
Lolly Togs Ltd	-
NO-Excess B.V	<b>58,219</b>

**5.00 Other Receivable: Tk. -**

Opening Balance of Cash Incentive	1,619
Less: Incentive Claim not approved by BB Auditors	(1,619)
<b>Total</b>	<b>-</b>

**6.00 Deferred Tax : Tk. 15**

Carrying value of Assets_ Accounting Base	113,891
Carrying value of Assets_ Tax Base	113,402
Temporary Difference	489
Tax Rate	12%
<b>Deferred Tax Liability</b>	<b>15</b>



**7.00 Advances and Prepayment (Considered good): Tk.1,225**

These represent as follows :

Advance against Purchase	583
Advance against expenses	342
Security Deposits	300
	<u>1,225</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. 2,336**

The break up of the amount is as under :

Opening Balance	1,154
Additional during the year:	<u>1,183</u>
	2,336
Adjustment during the year	<u>-</u>
	<u>2,336</u>

**9.00 Cash and Bank Balances : Tk. 20,736**

The break up of the amount is as under :

Cash in hand	9.01	808
Cash at Bank	9.02	<u>19,928</u>
		<u>20,736</u>

**9.01 Cash in Hand : Tk. 808**

The amount comprises of the following :

At Head Office	563
At Factory	<u>245</u>
	<u>808</u>

**9.02 Cash at Bank : Tk. 19,928**

Banks	Branch	Account No.	
Agrani Bank, Dhaka	Dilkusha	0128201	35
Eastern Bank Ltd., Dhaka	Dilkusha	10673	7
National Bank Ltd., Dhaka	Dilkusha	1999001777857	1
National Bank Ltd., Chittagong	Agrabad	1004000090072	3
Mercantile Bank Ltd., Dhaka	Banani	110611109446143	461
Bank Asia Ltd., Dhanmondi Branch, Dhaka	Mohakhali	02833000866	4
United Commercial Bank Ltd., Gulshan Branch, Dhaka	Corporate	0951101000008901	18
Dutch Bangla Bank Ltd, Banani, Dhaka	Banani	103-110-28303	13
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0210015775	19
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0601000022	16,935
Jamuna Bank, Sonargaon Road Branch, Dhaka	Sonargaon Road	0002-0017000058	1,078
Reserve for Covid-19 Loan Adjustment (Jamuna Bank)	Sonargaon Road	0002-0145000011	1,354
			<u>19,928</u>





**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**11.00 Shareholders' Equity: Tk. 152,587**152,587

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

**11.01 Issed, Subscribed and Paid up Capital: Tk.75,349**

a) It represents the paid up capital of the company consisting of 7,534,856 ordinary shares of Tk. 10 each issued for cash and fully paid up.

**b) Composition of Shareholders**

Sl.	Particulars	Jul'21 to Mar'22		
		Shares	Holding %	Taka
1	Directors & Sponsors	4,143,617	54.99%	41,436
2	Other companies/institutions	255,431	3.39%	2,554
3	General Shareholders	3,135,808	41.62%	31,358
<b>TOTAL</b>		<b>7,534,856</b>	<b>100.00%</b>	<b>75,349</b>

The Percentage of Shareholding by Different Categories of Shareholders are as Follows:

No. of Holders	Range of holding	Jul'21 to Mar'22		
		Shares	Holding %	Taka
2874	Less than 500 shares	537,989	7.14%	5,380
681	501-5,000	1,217,633	16.16%	12,176
25	5,001-10,000	213,236	2.83%	2,132
13	10,001-20,000	227,553	3.02%	2,276
17	20,001-30,000	557,579	7.40%	5,576
2	30,001-40,000	86,651	1.15%	867
0	40,001-50,000	-	0.00%	-
1	50,001-1,00,000	124,325	1.65%	1,243
4	Over-1,00,000	4,569,890	60.65%	45,699
<b>3617</b>		<b>7,534,856</b>	<b>100.00%</b>	<b>75,349</b>

**11.02 Tax Holiday Reserve: Tk. 7,273**

Balance is as per last account.

7,2737,273

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

**11.03 General Reserve : Tk. 1,478**

Balance is as per last account.

1,4781,478**11.04 Capital Reserve : Tk. 41,357**

The break up of the amount is as follows:

Opening Balance	41,357
Depreciation on Revaluation	-
<b>Total</b>	<b>41,357</b>

N.B: Deferred Tax Liability wrongly calculated on Revaluation Surplus (Capital Reserve) based on permanent difference has been duly

**11.05 Retained Earnings : Tk. 26,742**

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 2022	92,301
	<u>26,742</u>

**12.00 Loans and Overdraft: Tk.127,678**

The break up of the amount is as under :

Bank Loans and Overdraft	12.01	96,219
Directors Loan ( Unsecured)	12.01	31,459
		<u>127,678</u>

**12.01 Bank Loans and Overdraft: Tk. 127,678****A. Short-term Loan:**

Packing Credit (JBL PC #)	15,798
SOD Loan General (JBL #)	15
FDRP (JBL #)	2,415
	<u>18,229</u>

**B. Long-term Loan:**

Covid-19 Salary Loan	12,554
Long Term Loan (Jamuna Bank)	65,436
	<u>77,990</u>

Directors Loan from Ms. Vidiya Amrit Khan	7,706
Add: During the year	21,753
	<u>29,459</u>

Directors Loan from Mrs. Rokeya Qyader	-
Add: During the year	2,000
	<u>2,000</u>
	<u>109,449</u>

<b>Total</b>	<u><u>127,678</u></u>
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**13.00 Liabilities for Goods : Tk. 34,913**

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 Hameem Denim Ltd	3,332
M/S Hoorain HTF Limited	28,383
M/S Howay Textile CO.Ltd	1,154
M/S KDS Accessories Ltd	884
M/S Label One Bangladesh Ltd	534
M/S R.M. Interlining	627
	<u>34,913</u>

**14.00 Accrued Expenses : Tk. 9,538**

The break up of the amount is as follows :

Audit fee	265
Salary, wages and others	8,635
Vat payable	81
Electricity bill payable	465
Wasa bill payable	43
Gas bill payable	49
	<u>9,538</u>

**15.00 Worker's Profit Participation & W.P.F Tk. 8,866**

The break up of the amount is as follows :

Balance as per last year	8,467
Add: Contribution during the year	398
	<u>-</u>
Less: Payment during the year	<u>8,866</u>

**16.00 Dividend Payable : Tk. 2,894**

This consists of the following :

<b>Unclaimed dividend payable to General Shareholders</b>	
1989-1990	1,110
1995-1996	119
1996-1997	119
2003-2004 & 2004-2005	118
2020-21	2,894
<b>Sub-Total</b>	<u>4,360</u>
Less: Adjustment during the period	(1,466)
<b>Total</b>	<u>2,894</u>

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

**18.00 Provison for Income Tax: Tk. 2,336**

The break up of the amount is as under :

Opening Balance	1,154
Adjustment during the year	-
Addition the year	1,183
Closing Balance	<u>2,336</u>



19.00 Turnover/Export Proceeds : Tk. 309,443

Export Proceeds	309,443
<b>Total</b>	<b>309,443</b>

20.00 Cost of Goods Sold: Tk. 280,061

The break up of the amount is as follows :

Particulars

Materials consumed	207,335
Factory overheads	60,376
Depreciation	6,229
	<b>273,941</b>
Add : Opening Stock of Finished Goods	77,117
	<b>351,057</b>
Less : Closing Stock of Finished Goods	(70,996)
	<b>280,061</b>

20.01 Raw Materials Consumed : Tk. 207,335

The break up of the amount is as follows :

Opening Stock	68,449
Add : Purchases	209,483
	<b>277,933</b>
Less: Closing Stock	(70,597)
	<b>207,335</b>

21.00 Basic Earnings Per Share (EPS):

The computation of EPS is given below:

Earnings attributable to the Ordinary Shareholders	6,626
Number of Ordinary Shares	7,535
During the year EPS	<b>0.88</b>

22.00 Net Operating Cash flow per share (NOCFPS):

Net Cash flow from operating activities

	(5,930)
Number of Shares	7,535
	<b>(0.79)</b>

23.00 Net Asset Value (NAV) Per Share:

Net Asset Value	152,587
Number of Shares	7,535
Net Asset Value Per Share	<b>20.25</b>

24.00 Cash received from customers: Tk. 263,222

Export Revenue	309,443
Add: Opening Balance of Accounts Receivable	11,999
<b>Cash Available for Collection</b>	<b>321,441</b>
Less: Closing Balance for Accounts Receivable	(58,219)
<b>Cash from Customers</b>	<b>263,222</b>

25.00 Cash payments to suppliers & others: Tk. (259,462)

Increase/(Decrease) Advance & Prepayments	(295)
Increase/(Decrease) Others Liabilities	21,555
Increase/(Decrease) Accrued Expenses	(12)
Increase/(Decrease) WPP & WF	398
Increase/(Decrease) Dividend Payable	1,428
Payment for Purchase	(198,056)
Payment for Factory Overhead	(60,376)
Administrative & Selling Expenses	(24,104)
	<b>(259,462)</b>

26.00 Related Party Transaction :

During the period Jul-21 to Mar-22, the company concluded business deals with the following organizations in which the directors had interest

Name of Organization	Relationship	Balance 01.07.21	Receipt	Payment	Balance 31.03.22
Jenk Industries Limited	Common Director	-	800	800	-
Desh Ventures Limited	Common Director	-	350	350	-
Desh International Limited	Common Director	-	145	145	-

