desh garments limited

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

Sub: First Quarter Unaudited Financial Statements

of the Company as at 30 September, 2016

As per Rule of Bangladesh Securities and Exchange Commission, we are pleased to enclose herewith the Unaudited First Quarter Financial Position, Statement of Comprehansive Income, Statement of Cash Flows and Statement of Changes in Equity as at 30 September, 2016.

Company Secretary

Date : 14/11/2016

AMAR STOCK

Desh Garments Limited

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2016
(UNAUDITED)

Taka in '000

NET ASSETS	Notes	30 Sept 2016	30 June 2016
Assets:			
Non-Current Assets		**106,527**	**107,370**
Property Plant & Equipment	1.00	106,527	107,370
Current Assets		**92,436**	**139,754**
Inventories	2.00	34,583	51,109
Investment in Shares	3.00	5,812	5,812
Investment in FDR	4.00	16,002	13,064
Loans, Advances and Deposits	5.00	1,358	1,256
Income Tax Deduction at Source	6.00	13,774	12,964
Cash and Bank Balances	7.00	20,907	55,549
Total Assets		**198,963**	**247,124**
Liabilities:			
Shareholders' Equity		**72,283**	**62,080**
Share Capital	8.01	40,440	40,440
Tax Holiday Reserve	9.00	7,273	7,273
General Reserve	10.00	1,478	1,478
Capital Reserve	11.00	41,296	41,296
Retained Earning - As per Profit and Loss Account	12.00	(18,204)	(28,407)
Non-Current Liabilities			
Deferred Tax on Revaluation		**10,324**	**10,324**
Current Liabilies		**116,356**	**174,720**
Loans and Overdraft	13.00	15,546	23,286
Liabilty for Goods		58,540	109,848
Accrued Expenses		16,753	17,187
Creditors		3,364	4,797
Unclaimed Dividend		238	238
Dividend Payable		8,262	8,262
Employees Providend Fund		208	208
Provision for Income Tax	14.00	13,445	10,894
Total Equity and Liabilities		**198,963**	**247,124**
Net Assets Value Per Share (Restated)		**20.43**	**17.90**

Managing Director **Chief Financial Officer**

AMARSTOCK

COMPREHENSIVE INCOME STATEMENT
FOR THE THIRD QUARTER ENDED MARCH 31, 2016
(UNAUDITED)

Taka in '000

Particulars	July 01 2015 to March 31 2016	July 01 2014 to March 31 2015	Jan. 2016 to March 2016	Jan. 2015 to March 2015
A. **TURNOVER AND OTHER INCOME**				
Export/Sale	302,290	311,246	67,593	70,417
B. **COST AND EXPENSES**				
Cost of Goods Sold	267,642	287,712	58,805	64,783
Administration, Selling & Interest Expenses	16,925	20,546	4,055	4,893
Total Cost and Expenses	284,567	308,258	62,860	69,676
C. **Profit Before WPF & Tax (A-B)**	**17,723**	**2,988**	**4,733**	**741**
Less : Workers Profit Participation & WF	843	142	225	35
Add: Other Income	1,428	1,428	-	-
D. **Net Profit Before Tax**	18,308	4,274	4,508	706
Less : Provision for Income Tax	4,505	570	1,127	71
E. **Net Profit After Tax**	**13,803**	**3,704**	**3,381**	**635**
F. **Earning Per Share (EPS)**	**3.41**	**1.10**	**0.84**	**0.19**

CASH FLOWS STATEMENT (UNAUDITED) FOR THE THIRD QUARTER ENDED MARCH 31, 2016

Taka in '000

Particulars	July 01 2015 to March 31 2016	July 01 2014 to March 31 2015
A. **Cash Flows from Operating Activities :**		
Collections from turnover and other income	303,718	312,674
Payments for costs and expenses	(325,146)	(310,581)
Advance Income Tax	(2,000)	(1,195)
Interest paid on short term loan	(1,946)	(3,680)
	(25,374)	**(2,782)**
B. **Cash Flows from Investing Activities :**		
Acquisition of Fixed Assets	(8,941)	(2,238)
Investment in FDR	(7,039)	
FDR Encashment	10,300	
C. **Cash Flows from Financial Activities :**		
Dividend paid	-	(1,414)
Loan Received / (Paid)	(14,809)	(9,048)
Net Cash Inflows/(Outflows) for the Half Year	**(45,863)**	**(15,482)**
a) Opening Cash and Bank Balance	(68,372)	(40,580)
b) Closing Cash and Bank Balance	22,509	25,098
	(45,863)	**(15,482)**

Sd/-
Managing Director

Sd/-
Chief Financial Officer

Desh Garments Limited

STATEMENT OF CHANGES IN EQUITY

FOR THE THIRD QUARTER ENDED 31 MARCH 2016

Taka in '000

31 March, 2016

Particulars	Share Capital	Tax Holiday Reserve	General Reserve	Capital Reserve	Retained Earnings	Total
At 01 July 2015	33,700	7,273	1,478	36,215	(44,442)	34,224
Net Profit for the period					13,803	13,803
Stock Dividend 2014-15	6,740				(6,740)	-
At 31 March 2016	40,440	7,273	1,478	36,215	(37,379)	48,027

31 March, 2015

Particulars	Share Capital	Tax Holiday Reserve	General Reserve	Capital Reserve	Retained Earnings	Total
At 01 July 2014	33,700	7,273	1,478	51,620	(52,813)	41,258
Net Profit for the period					3,704	3,704
At 31 March 2015	33,700	7,273	1,478	51,620	(49,109)	44,962

Sd/-

Managing Director

Sd/-

Chief Financial Officer

7.00 Cash & Bank Balances : Tk. **20,907**

The break up of the amount is as follows:

Cash in hand	241
Cash at banks	20,666
	20,907

8.00 Authorised Capital :

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

8.01 Issued, Subscribed and Paid- up Capital : **40,440**

It represents the paid up of the company consisting of 4,044,000 ordinary shares of Tk. 10 each for cash and fully paid up.

9.00 Tax Holiday Reserve : TK. **7,273**

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

10.00 General Reserve : TK. **1,478**

This is as per last account.

11.00 Capital Reserve : TK. **41,296**

Being the above amount carried from last accounts

12.00 Retained Earnings : Tk. **(18,204)**

The break up of the amount is as follows:

Accumulated loss up to 30 June 1991 due to cyclone	(65,559)
Accumulated profit for the period from 1992 to sept'2016	47,355
	(18,204)

13.00 Loans & Overdraft : Tk. **15,546**

The break up of the amount is as follows:

Bank Loans and Overdraft	4,758
Directors Loan (Unsecured)	10,788
	15,546

14.00 Provision for Income Tax : Tk. **13,445**

The break up of the amount is as follows:

Balance as on 01.07.2016	10,894
Addition: During the period	2,551
	13,445