

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, 2016

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 Comprehansive Income, Statement of Cashflows and Statement of Changes in Equity as at 31 December, 2016.

Sd/-
Company Secretary

Date : 28/01/2017

AMARSTOCK

Desh Garments Limited

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2016
(UNAUDITED)

Taka in '000

NET ASSETS	Notes	31 Dec 2016	30 June 2016
ASSETS			
Non-Current Assets		**105,114**	**107,370**
Tangible Fixed Assets, net of accumulated depreciation	1.00	105,114	107,370
Current Assets		**102,648**	**139,754**
Inventories	2.00	21,214	51,109
Investment in Shares	3.00	5,812	5,812
Investment in FDR	4.00	17,891	13,064
Loans, Advances and Deposits	5.00	636	1,256
Income Tax Deduction at Source	6.00	14,583	12,964
Cash and Bank Balances	7.00	42,512	55,549
Total:		**207,762**	**247,124**
EQUITY & LIABILITY:			
Shareholders' Equity :		**83,175**	**62,080**
Share Capital	8.01	52,572	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 Income Statement		(19,444)	(28,407)
Deferred Tax on Revaluation		**10,324**	**10,324**
Current Liabilities and Provisions		**114,262**	**174,720**
Loans and Overdraft (Secured)	13.00	32,885	23,286
Liability for Goods		41,511	109,848
Accrued Expenses		11,224	17,187
Creditors		3,766	4,797
Unclaimed Dividend		238	238
Dividend Payable		8,262	8,262
Employees Providend Fund		208	208
Provision for Income Tax	14.00	16,168	10,894
Total Tk.		**207,762**	**247,124**
Net Assets Value Per Share (Restated)		**17.79**	**13.77**

Sd/-
Managing Director

Sd/-
Chief Financial Officer

AMAR STOCK

DESH GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD FROM 01.07.2016 TO 31.12.2016

				Taka in' 000
1.00	**Property Plant & Equipment :**		TK.	**106,527**

The break up of the amount is as follows:

At Cost 01.07.2016		169,696
Addition during the period		571
TOTAL		170,267
Less : Accumulated depreciation		65,153
Written Down Value As On 31.12.2016		**105,114**

2.00	**Inventories :**		TK.	**21,214**

The detailed break up of the amount is as follows:

a) Fabrics	8,035	
b) Accessories Assorted	3,859	
c) Carton	109	
d) Finished Goods	1,642	
e) Work in Progress	7,569	**21,214**

3.00	**Investment In Shares:**		TK.	**5,812**

Being the above amount carried from last accounts

4.00	**Investment In FDR:**		Tk.	**17,891**

The break up of the amount is as follows:

Balance as on 01.07.2016	13,064
Add: During the period	4,827
	17,891

5.00	**Loans, Advances & Deposits :**		Tk.	**636**

The break up of the amount is as follows:

Advance against purchase	336
Security Deposits	300
	636

6.00	**Income Tax Deduction at Source :**		Tk.	**14,583**

The break up of the amount is as follows:

Balance as on 01.07.2016	12,963
Add: During the period	1,620
	14,583

7.00 Cash & Bank Balances : Tk. **42,512**

The break up of the amount is as follows:

Cash in hand	110
Cash at banks	42,402
	42,512

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 : **52,572**

It represents the paid up of the company consisting of 5,257,200 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. **(19,444)**

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 dec'2016	46,115
	(19,444)

13.00 Loans & Overdraft : Tk. **32,885**

The break up of the amount is as follows:

Bank Loans and Overdraft	3,400
Directors Loan (Unsecured)	29,485
	32,885

14.00 Provision for Income Tax : Tk. **16,168**

The break up of the amount is as follows:

Balance as on 01.07.2016	10,894
Addition: During the period	5,274
	16,168

Desh Garments Limited

COMPREHENSIVE INCOME STATEMENT
FOR THE HALF YEAR ENDED 31 DECEMBER 2016
(UNAUDITED)

Taka in '000

Particulars	31 Dec. 2016	31 Dec. 2015	October to Dec'16	October to Dec'15
A. **TURNOVER**				
Export/Sale	209,388	234,697	83,775	87,425
B. **COST AND EXPENSES**				
Cost of Goods Sold	169,704	208,837	65,533	74,251
Administration, Selling & Interest Expenses	13,497	12,870	5,445	5,225
Total Cost and Expenses	183,201	221,707	70,978	79,476
C. **Profit Before WPF & Tax (A-B)**	**26,187**	**12,990**	**12,797**	**7,949**
Less : Workers Profit Participation & WF	1,247	618	610	378
Add : Other Income	1,428	1,428	1,428	1,428
D. **Net Profit Before Tax**	26,368	13,800	13,615	8,999
Less : Provision for Income Tax	5,274	3,378	2,723	2,178
E. **Net Profit After Tax**	**21,094**	**10,422**	**10,892**	**6,821**
F. **Earning Per Share (Restated)**	**4.01**	**1.98**	**2.07**	**1.30**

Sd/-
Managing Director

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Chief Financial Officer

Desh Garments Limited

CASH FLOWS STATEMENT (UNAUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2016

Taka in '000

Particulars	31 Dec. 2016	31 Dec. 2015
A. **Cash Flows from Operating Activities :**		
Collections from turnover and other income	210,816	236,125
Payments for costs and expenses	(226,250)	(262,072)
Advance Income Tax	(1,620)	(1,388)
Interest paid on short term loan	(185)	(1,621)
	(17,239)	**(28,956)**
B. **Cash Flows from Investing Activities :**		
Acquisition of Fixed Assets	(571)	(7,379)
Investment in FDR	(4,827)	(6,276)
FDR Encashment	-	10,300
	(5,398)	(3,355)
C. **Cash Flows from Financial Activities :**		
Loan Received / Paid	9,600	5,286
Net Cash Inflows/(Outflows) for the Half Year	**(13,037)**	**(27,025)**
a) Opening Cash and Bank Balance	(55,549)	(68,372)
b) Closing Cash and Bank Balance	42,512	41,347
	(13,037)	**(27,025)**
Net Operating Cash Flow Per Share (Restated)	**(3.28)**	**(5.51)**

Sd/-
Managing Director

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Chief Financial Officer

DESH GARMENTS LIMITED
Statement of Changes in Equity
FOR THE HALF YEAR ENDED 31 DECEMBER, 2016

Taka in '000

31 December, 2016

Particulars	Share Capital	Tax Holiday Reserve	General Reserve	Capital Reserve	Retained Earnings	Total
At 01 July 2016	40,440	7,273	1,478	41,296	(28,406)	62,081
Net Profit for the period	-	-	-	-	21,094	21,094
Stock Devidend 2015-16	12,132	-	-	-	(12,132)	-
At 31 December 2016	52,572	7,273	1,478	41,296	(19,444)	83,175

31 December, 2015

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	-	-	-	-	10,422	10,422
Proposed Stock Devidend 2014-15	6,740	-	-	-	(6,740)	-
At 31 December 2015	40,440	7,273	1,478	36,215	(40,760)	44,646

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Managing Director

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Chief Financial Officer

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