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, 2017

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 Cashflows and Statement of Changes in Equity as at 30 September, 2017.

DESH GARMENTS LTD.
Authorised Signatory
DHAKA

Company Secretary

Date : 13/11/2017

AMARSTOCK

Desh Garments Limited

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2017
(UNAUDITED)

Taka in '000

NET ASSETS	Notes	30 Sept 2017	30 June 2017
Assets:			
Non-Current Assets		**103,123**	**103,642**
Property Plant & Equipment	01	103,123	103,642
Current Assets		**133,264**	**135,343**
Inventories	02	54,772	39,918
Investment in Shares	03	7,312	7,312
Investment in FDR	04	1,773	1,773
Loans, Advances and Deposits	05	1,105	1,006
Advance Income Tax	06	13,296	12,281
Cash and Bank Balances	07	55,006	73,053
Total Assets		**236,387**	**238,985**
Liabilities:			
Shareholders' Equity		**101,350**	**92,569**
Share Capital	08	52,572	52,572
Tax Holiday Reserve	09	7,273	7,273
General Reserve	10	1,478	1,478
Capital Reserve	11	43,877	43,877
Retained Earning - As per Profit and Loss Account	12	(3,850)	(12,631)
Non-Current Liabilities			
Deferred Tax on Revaluation		**7,743**	**7,743**
Current Liabilies		**127,294**	**138,673**
Loans and Overdraft	13	17,238	21,812
Liabilty for Goods		63,729	69,230
Accrued Expenses		16,235	17,981
Creditors		5,762	6,517
Unclaimed Dividend		238	238
Dividend Payable		8,262	8,262
Employees Providend Fund		208	208
Provision for Income Tax	14	15,622	14,425
Total Equity and Liabilities		**236,387**	**238,985**
Net Assets Value Per Share (Restated)		20.75	19.08

Managing Director

DESH GARMENTS LTD. Authorised Signatory DHAKA

Chief Financial Officer

AMARSTOCK

Desh Garments Limited

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2017
(UNAUDITED)

Taka in '000

Particulars	July 01 2017 to September 30 2017	July 01 2016 to September 30 2016
A. **TURNOVER AND OTHER INCOME**		
Export/Sale	125,101	125,613
B. **COST AND EXPENSES**		
Cost of Goods Sold	105,085	104,171
Administration, Selling & Interest Expenses	9,539	8,052
Total Cost and Expenses	114,624	112,223
C. **Profit Before WPF & Tax (A-B)**	**10,477**	**13,390**
Less : Workers Profit Participation & WF	499	637
D. **Net Profit Before Tax**	9,978	12,753
Less : Provision for Income Tax	1,197	2,551
E. **Net Profit After Tax**	**8,781**	**10,202**
F. **Earning Per Share EPS (Restated)**	**1.67**	**1.94**

CASH FLOWS STATEMENT (UNAUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2017

Taka in '000

Particulars	July 01 2017 to September 30 2017	July 01 2016 to September 30 2016
A. **Cash Flows from Operating Activities** :		
Collections from turnover and other income	125,101	125,613
Payments for costs and expenses	(136,683)	(151,012)
Advance Income Tax	(1,015)	(810)
Interest paid on short term loan	(138)	(122)
	(12,735)	**(26,331)**
B. **Cash Flows from Investing Activities** :		
Acquisition of Fixed Assets	(738)	(571)
C. **Cash Flows from Financial Activities** :		
Dividend paid	-	-
Loan Received / (Paid)	(4,574)	(7,740)
Net Cash Inflows/(Outflows) for the period	**(18,047)**	**(34,642)**
a) Opening Cash and Bank Balance	(73,053)	(55,549)
b) Closing Cash and Bank Balance	55,006	20,907
	(18,047)	**(34,642)**
Net Operating Cash Flows Per Share (Restated)	(2.42)	(5.01)

Managing Director

Chief Financial Officer

DSK GARMENTS LTD. Authorised Signatory DHAKA

Desh Garments Limited

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2017

Taka in '000

30 September, 2017

Particulars	Share Capital	Tax Holiday Reserve	General Reserve	Capital Reserve	Retained Earnings	Total
At 01 July 2017	52,572	7,273	1,478	43,877	(12,631)	92,569
Net Profit for the period					8,781	8,781
At 30 September 2017	52,572	7,273	1,478	43,877	(3,850)	101,350

30 September, 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					10,202	10,202
At 30 September 2016	40,440	7,273	1,478	41,296	(18,204)	72,283

DESH GARMENTS LTD. Authorised Signatory DHAKA

Managing Director

Chief Financial Officer

DESH GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD FROM 01.07.2017 TO 30.09.2017

			Taka in' 000
1.00	**Property Plant & Equipment :**	TK.	**103,123**

The break up of the amount is as follows:

At Cost 01.07.2017	171,593
Addition during the period	738
TOTAL	172,331
Less : Accumulated depreciation	69,208
Written Down Value As On 30.09.2017	**103,123**

2.00	**Inventories :**	TK.	**54,772**

The detailed break up of the amount is as follows:

a) Fabrics	9,099	
b) Accessories Assorted	6,641	
c) Carton	125	
d) Finished Goods	24,321	
e) Work in Progress	14,586	**54,772**

3.00	**Investment In Shares:**	TK.	**7,312**

Being the above amount carried from last accounts

4.00	**Investment In FDR:**	Tk.	**1,773**

The break up of the amount is as follows:

Balance as on 01.07.2017	1,773
Add: During the period	-
	1,773

5.00	**Loans, Advances & Deposits :**	Tk.	**1,105**

The break up of the amount is as follows:

Advance against purchase	805
Security Deposits	300
	1,105

6.00	**Advance Income Tax :**	Tk.	**13,296**

The break up of the amount is as follows:

Balance as on 01.07.2017	12,281
Add: During the period	1,015
	13,296

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7.00 Cash & Bank Balances : Tk. **55,006**

The break up of the amount is as follows:

Cash in hand	214
Cash at banks	54,792
	55,006

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. **43,877**

Being the above amount carried from last accounts

12.00 Retained Earnings : Tk. **(3,850)**

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 Sep'2017	61,709
	(3,850)

13.00 Loans & Overdraft : Tk. **17,238**

The break up of the amount is as follows:

Bank Loans and Overdraft	8,129
Directors Loan (Unsecured)	9,109
	17,238

14.00 Provision for Income Tax : Tk. **15,622**

The break up of the amount is as follows:

Balance as on 01.07.2017	14,425
Addition: During the period	1,197
	15,622

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