

# Auditors' Report and Financial Statements

of

## **"BDCOM ONLINE LTD."**

Rangs Nilu Square (5th Floor),  
House # 75 , Road # 5/A , Satmosjid Road,  
Dhanmondi R/A, Dhaka-1209.

**For the year ended June 30, 2018**

A/P

Audited By :



**AHMED ZAKER & Co.**

**CHARTERED ACCOUNTANTS**



**INDEPENDENT MEMBER**

**Private & Confidential**

**“BDCOM ONLINE LTD.”**

Rangs Nilu Square (5th Floor),  
House # 75 , Road # 5/A , Satmosjid Road,  
Dhanmondi R/A, Dhaka-1209.

**For the year ended June 30, 2018**

A/P

**AUDITOR:**

=====

**AHMED ZAKER & CO**, Chartered Accountants  
Green City Edge (Level-10), 89 Kakrail, Dhaka-1000 Tel: 88-2-8300504-3,  
Fax: 88-2-8300509, E-mail: azcbangladesh@gmail.com.



## Auditors' Report To The Shareholders of BDCOM ONLINE LTD.

We have audited the accompanying financial statements of **BDCOM ONLINE LTD.**, which comprise the Statement of Financial position as at June 30, 2018 along with Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended and a summary of significant accounting policies and other explanatory notes.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, Companies Act 1994, The Securities and Exchange rules 1987 & other applicable rules & Regulations. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing, those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements prepared in accordance with International Accounting Standards (IAS), International Financial Reporting Standards (IFRS) present fairly in all material respect the financial position of **BDCOM ONLINE LTD.** as at June 30, 2018 and the result of its operation and cash flows for the year then ended and comply with the Securities and Exchange rules 1987, Companies Act 1994 and other applicable laws and regulations.

### UTTARA Office:

Plot # 15 (C.FLOOR), Road # 17, SECTOR # 4, UTTARA Model Town, Dhaka-1230. Tel: (R) 8918246, 8923233 Mobile: 01755-603600 E-mail: SULTANAHMED1@AHMED-ZAKER.COM

### CHITTAGONG Office:

74, Sk. Mujib Road, AGRABAD, C/A CHITTAGONG - 4100. Tel: 031-634103 Cell No. 01819385193 E-mail: ARUPCHY@AHMED-ZAKER.COM

We also report that;

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the company's Statement of Financial position, Statement of Profit or Loss and other comprehensive Income and Statement of Cash flows dealt with by the report are in agreement with the books of accounts; and
- d) The expenditure incurred and payments made were for the purposes of the company's business.

Place: Dhaka

Dated: October 29, 2018



**Ahmed Zaker & Co.**  
Chartered Accountants



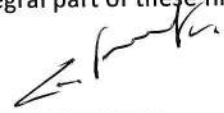
**BDCOM ONLINE LTD.**  
**STATEMENT OF FINANCIAL POSITION**  
**As at June 30, 2018**

Particulars	Notes	Amount in Taka	
		30.06.2018	30.06.2017
<b>Assets:</b>			
<b>A. Non-Current Assets</b>		<b>349,794,084</b>	<b>347,772,542</b>
Property, Plant and Equipments	3.00	345,868,225	343,921,683
Long Term Security Deposit	4.00	3,925,859	3,850,859
<b>B. Current Assets</b>		<b>567,391,510</b>	<b>515,409,288</b>
Inventories	5.00	14,388,806	15,818,882
Advances, Deposits & Prepayments	6.00	15,003,412	12,903,123
Advance Income Tax & VAT	7.00	24,046,072	26,620,547
Bills Receivable	8.00	155,124,994	142,044,907
Accounts Receivable	9.00	7,983,313	5,764,799
Investment In Shares (at Market Value)	10.00	11,345,250	48,808,687
Investment In FDR	11.00	306,928,806	223,349,969
Cash and Cash Equivalents	12.00	32,570,857	40,098,374
<b>Total Assets (A+B)</b>		<b>917,185,594</b>	<b>863,181,830</b>
<b>Shareholders' Equity &amp; Liabilities:</b>			
<b>C. Shareholders' Equity:</b>		<b>723,608,493</b>	<b>677,301,184</b>
Share Capital	13.00	465,221,361	443,067,963
Share Premium	14.00	119,504,000	119,504,000
Tax Holiday Reserve		21,555,878	21,555,878
AFS Reserve	28.00	(7,314,903)	(5,467,014)
Retained Earnings	15.00	124,642,157	98,640,357
<b>D. Non- Current Liabilities:</b>		<b>13,156,237</b>	<b>10,935,291</b>
Deferred Tax Liabilities	16.00	13,156,237	10,935,291
<b>E. Current Liabilities:</b>		<b>180,420,864</b>	<b>174,945,354</b>
Bills Payable	17.00	102,130,489	107,948,168
Accounts Payable	18.00	24,363,700	29,339,609
Provision for Income Tax	19.00	12,994,040	14,491,146
Provision for Bad & Doubtful Debts	20.00	14,862,571	9,957,090
Short Term Bank Loan	21.00	26,070,064	13,209,341
<b>Total Equity &amp; Liabilities (C+D+E)</b>		<b>917,185,594</b>	<b>863,181,830</b>
<b>Net Assets Value Per Share (NAV)</b>		<b>15.55</b>	<b>15.29</b>

The annexed notes (1-34) form an integral part of these financial statements.

  
CFO (Current Charges)

  
Company Secretary

  
Managing Director

  
Director

  
Chairman

Signed in terms of our separate report on same date.

Dhaka  
Date: October 29, 2018

  
Ahmed Zaker & Co.  
Chartered Accountants



**BDCOM ONLINE LTD.**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**For the year ended June 30, 2018**

Particulars	Notes	Unit-1 ISP	Unit-2 SDP	Unit-3 IPTSP	Amount in Taka	
					Total 30.06.2018	Total 30.06.2017
Revenue from Sales & Services	22.00	431,890,168	54,058,526	48,795,252	534,743,947	520,959,045
Operating Expenses	23.00	(198,481,892)	(18,558,946)	(21,084,887)	(238,125,726)	(229,888,197)
<b>Gross Profit: A</b>		<b>233,408,277</b>	<b>35,499,580</b>	<b>27,710,365</b>	<b>296,618,221</b>	<b>291,070,848</b>
Administrative and Marketing Expenses	24.00	(130,642,073)	(15,325,463)	(16,888,767)	(162,856,302)	(152,169,688)
Depreciation on Fixed Assets	3.00	(43,105,542)	(1,347,916)	(2,067,392)	(46,520,850)	(47,429,773)
Provision for Bad & Doubtful Debts	20.00	(2,307,684)	(2,232,222)	(365,575)	(4,905,481)	(6,227,888)
Financial Charges	25.00	(1,995,823)	(96,292)	(52,878)	(2,144,993)	(2,583,389)
<b>Total Expenses: B</b>		<b>(178,051,122)</b>	<b>(19,001,893)</b>	<b>(19,374,612)</b>	<b>(216,427,626)</b>	<b>(208,410,738)</b>
<b>Operating Profit: A-B</b>		<b>55,357,154</b>	<b>16,497,687</b>	<b>8,335,753</b>	<b>80,190,595</b>	<b>82,660,110</b>
Non-Operating Income	26.00	17,609,706	2,007,057	12,195	19,628,958	16,101,017
Net Realized (Loss)/Gain on Sales of Share	27.00	83,590	-	-	83,590	(8,778,578)
<b>Net Profit Before WPPWF</b>		<b>73,050,450</b>	<b>18,504,744</b>	<b>8,347,948</b>	<b>99,903,143</b>	<b>89,982,549</b>
Contribution to WPPWF @ 5%		(3,478,593)	(881,178)	(397,521)	(4,757,293)	(4,284,883)
<b>Net Profit before Tax</b>		<b>69,571,857</b>	<b>17,623,566</b>	<b>7,950,427</b>	<b>95,145,850</b>	<b>85,697,666</b>
Income Tax Expenses	19.01	(12,380,343)	(513,443)	(100,254)	(12,994,040)	(14,491,146)
Deffered Tax Expenses	16.00	(2,426,267)	-	-	(2,426,267)	(6,913,847)
<b>Net Profit After Tax</b>		<b>54,765,248</b>	<b>17,110,122</b>	<b>7,850,173</b>	<b>79,725,543</b>	<b>64,292,673</b>
<b>Other Comprehensive Loss :</b>						
Unrealized (Loss)/Gain on Investment in Shares	28.00	(2,053,210)	-	-	(2,053,210)	9,716,855
Related Deferred Tax		205,321			205,321	(971,686)
<b>Total Comprehensive Income</b>		<b>52,917,359</b>	<b>17,110,122</b>	<b>7,850,173</b>	<b>77,877,654</b>	<b>73,037,842</b>
<b>Basic Earing Per Share (EPS)</b>	30.00				1.71	1.38

The annexed notes (1-34) form an integral part of these financial statements.

  
CFO (Current Charges)

  
Company Secretary

  
Managing Director

  
Director

  
Chairman

Signed in terms of our separate report on same date.

Dhaka  
Date: October 29, 2018

  
Ahmed Zaker & Co.  
Chartered Accountants



**BDCOM ONLINE LTD.**  
**STATEMENT OF CHANGES IN EQUITIES**  
For the year ended June 30, 2018

Particulars	Share Capital	Tax Holiday Reserve	Share Premium	AFS Reserve	Retained Earnings	Amount in Taka	
						Total Equity 30.06.2018	Total Equity 30.06.2017
<b>Balance as on 01.07.2017</b>	443,067,963	21,555,878	119,504,000	(5,467,014)	98,640,357	677,301,184	623,388,321
Net profit after tax during the year		-	-		79,725,543	79,725,543	64,292,672
Adjustment against unrealized loss on investment in share				(2,053,210)	(2,053,210)	(2,053,210)	9,716,855
Related deferred tax				205,321	205,321	205,321	(971,686)
Prior year adjustment for tax on unrealized loss on investment in share							1,579,132
Stock dividend (FY: 2016-17) @ 5%	22,153,398	-	-	-	(22,153,398)	(22,153,398)	(20,704,110)
Cash dividend (FY : 2016-17) @ 5%	-	-	-	-	(9,416,947)	(9,416,947)	-
Prior year adjustment (Note -31.00)							-
<b>Balance as on 30.06.2018</b>	<b>465,221,361</b>	<b>21,555,878</b>	<b>119,504,000</b>	<b>(7,314,903)</b>	<b>124,642,157</b>	<b>723,608,493</b>	<b>677,301,184</b>

  
CFO (Current Charges)

Company Secretary

Managing Director

Director

Chairman

Signed in terms of our separate report on same date.

  
Ahmed Zaker & Co.  
Chartered Accountants

Dhaka

Date: October 29, 2018



**BDCOM ONLINE LTD.**  
**STATEMENT OF CASH FLOW**  
For the year ended June 30, 2018

Particulars	Amount in Taka	
	30.06.2018	30.06.2017
<b>A. Cash flows from operation activities :</b>		
Receipts from sales, service & others	521,663,860	471,986,569
Purchase of materials	(10,232,281)	(17,385,315)
Bank interest - STD & others	562,057	325,581
Foreign currency gain	472,735	-
WPPWF payment	(4,296,744)	(4,192,288)
Payment of income tax	(19,917,287)	(18,111,193)
Payment of VAT	(1,416,331)	262,837
Cash payment to creditors & others	(405,417,795)	(327,061,491)
<b>Net cash provided/used in operation activities</b>	<b>81,418,214</b>	<b>105,824,700</b>
<b>B. Cash flows from investing activities :</b>		
Acquisition of tangible assets	(48,467,390)	(44,989,572)
Receive from FDR interest	16,050,652	16,555,485
Dividend from investment in share	325,000	234,300
Investment in marketable securities sales of shares	35,493,817	(40,876,459)
Investment in FDR	(83,578,837)	18,181,946
Long term security deposit	(75,000)	115,000
<b>Net cash used in investing activities</b>	<b>(80,251,758)</b>	<b>(50,779,300)</b>
<b>C. Cash flows from financing activities :</b>		
Cash dividend	(21,554,696)	(19,782,183)
Short term loan	12,860,723	(14,019,715)
<b>Net cash provided by financing activities</b>	<b>(8,693,973)</b>	<b>(33,801,898)</b>
<b>Net cash out flow during the year: (A+B+C)</b>	<b>(7,527,517)</b>	<b>21,243,502</b>
<b>Cash &amp; cash equivalent at the beginning of the year</b>	<b>40,098,374</b>	<b>18,854,872</b>
<b>Cash &amp; cash equivalent at the closing of the year</b>	<b>32,570,857</b>	<b>40,098,374</b>
<b>Net Operating Cash Flow Per Share (NOCF)</b>	<b>1.75</b>	<b>2.39</b>

  
CFO (Current Charges)

  
Company Secretary

  
Managing Director

  
Director

  
Chairman

Signed in terms of our separate report on same date.

Dhaka  
Date: October 29, 2018

  
Ahmed Zaker & Co.  
Chartered Accountants



**BDCOM ONLINE LTD.****Notes to the Financial Statements**

For the year ended June 30, 2018

**1.00 Status and Nature of the company:****1.01 Legal Form:**

**BDCOM ONLINE LTD.** was incorporated in Bangladesh on 12 February 1997 as a Private Limited Company vide certificate of incorporation No:C-32328 (1449/97) dated 12 February 1997 by the Registrar of Joint Stock Companies & Firms and was converted into a Public Limited Company on 10 February 2002. The shares of the company are traded with the Dhaka Stock Exchange and Chittagong Stock Exchange.

**1.02 Registered office:**

Registered office of the company is situated at Rangs Nilu Square (5th Floor), House # 75 , Road # 5/A , Satmosjid Road, Dhanmondi R/A, Dhaka-1209.

**1.03 Nature of Business:**

The Company is primarily engaged as an Internet Service Provider (ISP) in Bangladesh, which includes Web Page Software Design & Hosting, Leased Port Internet Access, Total Network Solutions and Nationwide Data Services. In addition, the Company is conducting Customized Software Development, Broadband Internet, Vehicle Tracking Services (VTS), Business Process Outsourcing, IP Telephony Services (IPTSP), IPPBX Solutions, Hosted Conference Bridge, Short Code Parking, Fiber Optic, Machinery and Hardware Sales.

**2.00 Significant Accounting Policies:****2.01 Basis of Preparation of Financial Statements**

The Financial Statements of the Company are prepared on a going concern basis under historical cost convention and in accordance with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), the Companies Act 1994, the Securities and Exchange Rules 1987 and other laws and rules applicable in Bangladesh.

**2.02 Going Concern:**

This financial statement has been prepared on the assumption that the entity is a going concern and will continue its business for the foreseeable future. Hence it is assumed that the entity has neither the intention nor the need to liquidate or curtail materially the scale of its operation.

**2.03 Cash Flow Statement:**

Cash Flow Statement is prepared in accordance with IAS 7 "Cash Flow Statement" and the cash flow from the operating activities has been presented under direct method.

**2.04 Reporting period**

These financial statements cover a period of one year from July 01, 2017 to June 30, 2018.



## 2.05 Revenue Recognition:

### Service income

Service income arises on services provided by the Company are recognized on an accrual basis. Service charges charged to customers on services provided by the company are credited to income at the time of effecting the transactions in accordance with IAS-18 "Revenue".

### Interest income

In terms of the provisions of the IAS-18 "Revenue Recognition", the interest income is recognized on accrual basis.

### Other income

Other income is recognized in the financial statements on cash basis when the sum of income is actually received during the year as per IAS-18 "Revenue".

## 2.06 Assets and basis of their valuation:

### Cash and cash equivalents

Cash and cash equivalents include notes and coins in hand, unrestricted balances held with various banks such as cash balances with bank as well as FDR and are used by the company management for its short-term commitments.

### **Property, Plant and Equipment**

#### **01. Recognition and Measurement**

Property, Plant and Equipment are capitalized at cost capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation and the capital work in progress (when arises) is stated at cost in compliance with the requirements of IAS 16: Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive on inward freight, duties and non-refundable taxes.

#### **02. Maintenance activities**

The company incurs maintenance cost for all items major items of property, plant and equipment. Repair and Maintenance costs are charged as expenses when incurred.

#### **03. Subsequent Expenditure**

The company recognizes in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred, it is probable that the future economic benefits embodied with the item will flow of the company and the cost of the item can be measured reliably. Expenditure incurred after the asset have been put into operation, such as repair and maintenance is normally charged off as revenue expenditure in the period in which it is incurred. In situation where can be clearly demonstrated that the expenditure has resulted in an increases in the future economic benefit expected to be obtained from the use of fixed assets, the expenditure is capitalized as an additional cost of assets. All other cost are recognized to the statement of comprehensive income as expenses if incurred. All up-generation/enhancement are generally charged off as expenditure unless they bring similar significant additional benefits.



#### 04. Disposal of Property, Plant & Equipment

On disposal of property, plant & equipment, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the Statement of Profit or Loss and Other comprehensive income, when is determined with reference to the net book value of the assets and net sales proceeds.

05. Depreciation is charged on Property, Plant & Equipment at the following rates on reducing balance method. Depreciation has been charged on addition on fixed assets when it is available for use.

Particulars	Rate of Depreciation		
	Unit-1 ISP	Unit-2 SDP	Unit-3 IPTSP
Land	-	-	-
Building (Floor Space)	2.5%	-	-
Internet & System Hardware	18%	18%	18%
Furniture and Fixture	10%	10%	10%
Office Renovation	18%	18%	-
Sundry Assets	10%	10%	-
Crockeries & Cutleries	10%	15%	-
AC Installation	18%	18%	-
PABX Installation	18%	-	-
Office Equipment	15%	-	-
V-Sat Tower	15%	-	-
Telephone & Cable Installation	15%	15%	15%
Motor Vehicle	15%	-	15%
Generator/ Online UPS	15%	15%	-
Cable Installation	15%	-	-
Broad Band Equipment	18%	-	-
Radio Equipment	18%	-	18%
Electric Installation	15%	18%	15%
Optical Fiber Deployment	15%	-	-
Neon Sign & Others	20%	-	-
Base Tower & Installation	10%	-	-
WIFI Base Station	20%	-	-
Books & Periodicals	-	10%	-
Peripheral Equipment	-	15%	-
Software Development	-	15%	15%

Details of Property, Plant and Equipment are stated in "Schedule-A" annexed hereto.

#### 6. Long Term Security Deposit

These amounts (Note No-04) were deposited with BTCL and others in connection with telephone lines, bandwidth, E1 and others.



### **7. Valuation of Inventories**

Inventories are carried at the lower of cost and net realizable value as prescribed by the IAS - 2 : Inventories. Cost is determined on weighted average cost basis. The cost of Inventories comprises of expenditure incurred in the normal course of business in bringing the inventories to their present location and condition. Net realizable value is based on estimated selling price less any further costs expected to be incurred to make the sale.

### **8. Bills Receivable**

Bill Receivables are amounts due from customers for services provided in the ordinary course of business. Bill Receivables are recognized initially at fair value and subsequently measured at carrying amount less provision for impairment.

### **9. Accounts Payable**

Accounts Payable are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

#### **2.07 Provision for Current & Deferred Tax :**

Provision for current tax has been made as per rates prescribed in the Financial Act 2017 and Section : 82 of the ITO 1984 on the taxable profit made by the company after considering taxable add or backs of income and disallowances or allowances of expenditure as per income tax laws in compliance with IAS-12 "Income Taxes".

The Company has recognized deferred tax using balance sheet method in compliance with the provisions of IAS 12 : Income Taxes. The Company's policy of recognition of deferred tax assets/liabilities is based on temporary differences (Taxable or Deductible) between the carrying amount (Book Value) of assets and liabilities for financial reporting purpose and its tax base, and accordingly, deferred tax income/expenses has been considered to determine net profit after tax and earning per shares (EPS). A deferred tax asset is recognized to the extent that it is probable that future taxable profit will be available against which temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and reduced to the extent that is no longer probable that the related tax benefit will be realized.

### **Dividend Payments**

Final dividend will be recognized after the approval of the shareholders in the upcoming 22nd Annual General Meeting (AGM) of the company.

#### **2.08 Earnings per share:**

Earning per Share (EPS) is calculated in accordance with IAS-33 "Earning Per Share" which has been shown at the bottom of the Statement of Profit or Loss and Other Comprehensive Income.

### **Basic earnings per share**

This represents earnings for the period attributable to ordinary shareholders. As there was no preference dividend, minority interest or extra ordinary items, the net profit after tax for the year has been considered to be fully attributable to the ordinary shareholders.



Sl. No.	Particulars	30-06-2018	30-06-2017
a)	Earnings attributable to the ordinary	79,725,543	64,292,672
b)	Number of Ordinary Shares.	46,522,136	44,306,796
c)	Earning Per Share	1.71	1.45
d)	Re-stated Earning per Share		1.38

**Diluted earnings per share**

No diluted earnings per share are required to be calculated for the year as there was no scope for dilution during the year under report.

**2.09 Tax Holiday Reserve**

Software Development Project (SDP), Unit-2 of the Company has enjoyed tax holiday for 5 (five) years commencing from January 01, 2002 to December 31, 2006.

Tax holiday reserve had been provided @ 40% of net income of the respective years up to December 31, 2006 in line with the approval from the NBR to invest in the same undertaking or in any new industrial or in stocks and shares of listed Companies or in Government bonds or Securities or for other purposes as specified in the Income Tax Ordinance 1984.

**2.10 Foreign Currency Transactions:**

Foreign Currency Transactions are converted into equivalent BD Taka applying the rate of exchange prevailing at the date of such transactions as per IAS-21 "The Effects of Changes in Foreign Exchange Rates".

**2.11 Information about business segments:**

Business segment is a distinguishable component of a company that is engaged in providing an individual product or service or a group of related product or service and that is subject to risk and return that are different from those of other business segment. The company had no operational segment either business or geographical segments during the year under review.

**2.12 Impairment:**

In accordance with the provisions of IAS 36, the carrying amount of non-financial assets other than inventories of the company involved in the manufacturing of the products. If any such indication exists, then the asset's recoverable amount is estimated and impairment losses are recognized in profit and loss account. No such indication of impairment has been observed till the end of the year.

**2.13 Financial Instruments:**

Non-derivative financial instruments comprise of accounts and other receivables, cash and cash equivalents, borrowings and other payables and are shown at transaction cost.



**2.14 Borrowing Cost:**

The borrowing cost are capitalized unless active development of related assets are interrupted or ceased when the active development are ceased the borrowing cost is directly charged to the Profit or Loss and Other Comprehensive Income as per IAS-23 "Borrowing Cost".

**2.15 Related Parties Transactions:**

The party is related to the company if any party casts significant influence over the day to day affairs/matters and also holds the controlling power of the management affairs of the company and any transaction made during the year with the party related therewith is termed as related party transaction as per IAS-24 "Related Party Disclosure". Related party are fully disclosed in **note-33**.

**2.16 Events after the Reporting date:**

As per IAS-10 "Events after the Balance Sheet Date" are those events which may be favorable and unfavorable, and occur between the end of the reporting year and the date when the financial statements are authorized for issue. Two types of events can be identified:

a) Those that provide evidence of conditions that existed at the end of the reporting year (adjusting events after balance sheet date); and

b) Those that are indicative of conditions that arose after the reporting year (Non-adjusting events after balance sheet date).

The Company has declared 7% Cash and 5% Stock Dividend for the year 2017-18, which is recommended by the Board of Directors of BDCOM Online Ltd. in the meeting held at the Company's head office on October 29, 2018 which will be confirmed in the next Annual General Meeting (AGM) by the shareholders.

As mentioned above the retained amount of 5% stock dividend for the year 2017-18 will be utilised for the network expansion, capacity up-gradation and migration to GPON technology, which will require to procure a huge number of network equipments and related accessories, considering upcoming demand projection.

Further BDCOM Online Ltd. also is in a process to setup a 100% Disaster Recovery (DR) centre in Mohakhali to avoid downtime in case of existing Data Centre (DC) (Dhanmondi) failure. This would be very significant achievement of BDCOM Online Ltd., being the only ISP to build 100% Disaster Recovery

**2.17 Components of the Financial Statements**

- a) Statement of Financial Position as at June 30, 2018;
- b) Statement of Profit or Loss and Other Comprehensive Income for the year ended June 30, 2018;
- c) Statement of Changes in Equities for the year ended June 30, 2018;
- d) Statement of Cash Flows for the year ended June 30, 2018;
- e) Accounting policies and explanatory Notes to the Financial Statements for the year ended June 30, 2018.



**2.18 Employees Summary**

Sl.	Particulars	June 30 , 2018	June 30 , 2017
a)	Managers & Officers	198	191
b)	Office Assistant, Cable man & Others	183	156
	<b>Total</b>	<b>381</b>	<b>347</b>

**2.19 Employee Benefits**
**A) Employee's Provident Fund**

The Company operates a contributory provident fund scheme for its permanent employees. Provident fund is administered by a Board of Trustees and is funded by contributions from both employees and employer under as per-determined rate. These contributions are duly deposited to separate bank account and invested under prescribed guide line of Bangladesh Labor Law.

**C) Insurance**

Employees are covered under the Group Insurance Scheme and Hospitalization Insurance Scheme.

**D) Workers' Profit Participation & Welfare Fund (WPPF & WF)**

Provision for Workers Profit Participation Fund has been made @ 5% of net profit as per provision of the Bangladesh Labor Act 2006 and is payable to workers as prescribed in Law.

**2.20 Financial risk management**

The company management has the overall responsibility for the establishment and oversight of the company's risk management framework. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. The company has exposure to the following risks from use of financial instruments

- Ø Credit risk
- Ø Liquidity risk
- Ø Market risk

**Credit risk**

Credit risk is the risk of financial loss to the company if a customer or a financial instrument fails to meet its contractual obligations and arises principally from the company's receivables. Management has a credit policy in place and exposure to credit risk is monitored on an ongoing basis. Risk exposures from other financial assets, i.e. Cash at bank and other external receivables and nominal.

**Liquidity risk**

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The company's approach to managing liquidity (cash and cash equivalents) is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation. Typically, the company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses, including financial obligations through preparation of the cash flow forecast, prepared based on time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date.

**Market risk**

Market risk is the risk that any change in market prices such as foreign exchange rates and interest that affect the company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters.

**a) Currency risk**

As at June 30, 2018 there was no exposure to currency risk as there were no foreign currency transactions made during the review.

**b) Interest rate risk**

Interest rate risk is the risk that arises due to changes in interest rates on borrowing. There was no loan which is subject to interest. The company has been not entered into any type of derivative instrument in order to hedge interest rate risk as at the reporting date.

**2.21 Comparative Information:**

Comparative data/information have been disclosed in respect of the previous year for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year's financial statements.

Previous year's figure has been re-arranged whenever considered necessary to ensure comparability with the current year's presentation as per IAS-8 "Accounting Policies, Changes in Accounting Estimates and Errors".

**2.22 General**

- i) Wherever considered necessary, previous year's figures have been rearranged for the purpose of comparison;
- ii) Figures appearing in the Financial Statements have been rounded off to the nearest Taka.





### 3.00 Property Plant and Equipments :

The break up of the amount is as follows:

Particulars	Unit-1 Taka	Unit-2 Taka	Unit-3 Taka	Amount in Taka	
				30.06.2018	30.06.2017
<b>A) Cost:</b>					
Opening Balance	643,046,424	50,391,680	21,593,812	715,031,916	670,042,344
Addition during the year	43,233,230	89,065	5,145,095	48,467,390	44,989,572
Less: Adjustment during the year	-	-	-	-	-
<b>Closing Balance</b>	<b>686,279,654</b>	<b>50,480,745</b>	<b>26,738,907</b>	<b>763,499,306</b>	<b>715,031,916</b>
<b>B) Accumulated Depreciation:</b>					
Opening Balance	317,165,301	42,067,153	11,877,777	371,110,231	323,680,460
Add: Charged during the year	43,105,542	1,347,916	2,067,392	46,520,850	47,429,773
Less: Adjustment during the year	-	-	-	-	-
<b>Closing Balance</b>	<b>360,270,843</b>	<b>43,415,069</b>	<b>13,945,169</b>	<b>417,631,081</b>	<b>371,110,233</b>
<b>Written down value 30/06/2018(A-B)</b>	<b>326,008,811</b>	<b>7,065,676</b>	<b>12,793,738</b>	<b>345,868,225</b>	<b>343,921,683</b>
<b>Written down value 30/06/2017(A-B)</b>	<b>325,881,122</b>	<b>8,324,526</b>	<b>9,716,035</b>	<b>343,921,683</b>	<b>-</b>

[Details are shown in the Schedule-A/1, A/2 & A/3]

### 4.00 Long term security deposit :

The break up of the amount is as follows:

**Particulars**

BTCL for telephone line  
 Security against bandwidth (BTCL & others)  
 Security against E1 & others (BTCL)  
 Security deposit others  
**Total Taka**

50,000	5,000
1,078,975	1,078,975
35,084	35,084
2,761,800	2,731,800
<b>3,925,859</b>	<b>3,850,859</b>

### 5.00 Inventories :

The break up of the amount is as follows:

**Particulars**

Accessories Note- 5.01  
 GLP & GPRS Modem & Accessories Note- 5.02  
 IP telephony hardware Note- 5.03  
 Modem, Media converter & Concentrators  
 Switch, Router, Equipments & Others  
 Stationery  
 Stock of fiber optic  
 Radio equipment  
**Total Taka**

305,158	275,951
4,389,049	4,562,385
2,306,688	1,968,870
806,893	871,105
2,702,804	4,187,928
26,278	25,059
829,963	933,914
3,021,973	2,993,670
<b>14,388,806</b>	<b>15,818,882</b>

### 5.01 Accessories :

The break up of the amount is as follows:

**Particulars**

Broadband Accessories  
 UTP Cable  
**Total Taka**

199,423	194,169
105,735	81,782
<b>305,158</b>	<b>275,951</b>

Amount in Taka	
30.06.2018	30.06.2017

**5.02 GLP, GPRS modem & Accessories :**

The break up of the amount is as follows:

**Particulars**

Geographical Location Platform (GLP)

**Total Taka**

4,389,049	4,562,385
<b>4,389,049</b>	<b>4,562,385</b>

**5.03 IP telephony hardware :**

The break up of the amount is as follows:

**Particulars**

IP Telephone set

IP Telephony Equipment

**Total Taka**

1,825,450	1,511,863
481,238	457,007
<b>2,306,688</b>	<b>1,968,870</b>

**6.00 Advances, Deposits & Pre-payments :**

The break up of the amount is as follows:

**Particulars**
**A) Advances :**

Against Salary

Advance to suppliers and others

Material in Transit (Local)

**Total**

2,125,160	2,039,305
3,397,436	5,986,130
3,661,251	5,058
<b>9,183,847</b>	<b>8,030,493</b>

**B) Deposits :**

Security deposit / Earnest money

**Total**

5,574,717	4,523,216
<b>5,574,717</b>	<b>4,523,216</b>

**C) Pre-payments**

**Total (A+B+C)**

<b>244,848</b>	<b>349,414</b>
<b>15,003,412</b>	<b>12,903,123</b>

The sum of advances are unsecured but realizable. It includes no such amount which are recoverable from Director & Managing Director of the company.

**7.00 Advance income Tax and VAT :**

The break up of the amount is as follows:

**Particulars**

Advance VAT

Advance Income Tax

**Total Taka**

Note- 7.01

Note- 7.02

1,416,331	-
22,629,741	26,620,547
<b>24,046,072</b>	<b>26,620,547</b>

**7.01 Advance VAT :**

The break up of the amount is as follows:

**Particulars**

VAT treasury account

VAT procurement account

**Total Taka**

545,641	-
870,690	-
<b>1,416,331</b>	<b>-</b>

Amount in Taka	
30.06.2018	30.06.2017

**7.02 Advance income Tax:**

Opening balance		26,620,547	20,700,832
Add: Addition during the year	Note- 7.02.01	19,917,287	18,111,193
		<b>46,537,834</b>	<b>38,812,025</b>
Less: Adjustment for the year IY-2016-17		(14,491,146)	(12,191,478)
Less: Adjustment for the previous years		(9,416,947)	-
		<b>22,629,741</b>	<b>26,620,547</b>

**7.02.01 Advance income Tax:**

The break up of the amount is as follows:

**Particulars**

Tax deducted on interest income		1,653,155	3,485,199
Tax deducted on supply & sales		18,264,132	14,625,994
<b>Total Taka</b>		<b>19,917,287</b>	<b>18,111,193</b>

**8.00 Bills Receivable :**

The break up of the amount is as follows:

**Particulars**

Internet & Data Service	Note- 8.01	103,547,664	98,538,259
IP Telephone Service	Note- 8.02	18,280,097	19,412,862
Web page, Software & Data Transmit	Note- 8.03	30,966,893	23,189,361
Hardware, Switch & Others		2,330,340	904,425
<b>Total Taka</b>		<b>155,124,994</b>	<b>142,044,907</b>

The sum of Accounts Receivable are unsecured but realizable. It includes no such amount which are recoverable from Director & Managing Director of the company. Ageing details are available in **Schedule-B**

**8.01 Internet & Data Services :**

The break up of the amount is as follows:

**Particulars**

Internet & Fax		1,485,630	1,489,130
Installation		250	250
Corporate Internet		28,302,190	24,310,976
Prepaid Distribution		821	821
Broad Band Internet		2,419,428	1,918,919
Data Connectivity		71,339,345	70,818,163
<b>Total Taka</b>		<b>103,547,664</b>	<b>98,538,259</b>

**8.02 IP Telephone Service :**

The break up of the amount is as follows:

**Particulars**

Monthly rent & others		14,477,912	14,552,485
Inter-Connectivity		3,802,185	4,860,377
<b>Total Taka</b>		<b>18,280,097</b>	<b>19,412,862</b>



Amount in Taka	
30.06.2018	30.06.2017

**8.03 Web page, Software & Data Transmit :**

The break up of the amount is as follows:

**Particulars**

 Software Development  
 Domain Hosting & Registration  
 AVLS  
 Graphics Design  
**Total Taka**

2,105,167	1,378,150
3,976,864	3,404,734
22,580,128	15,729,303
2,304,734	2,677,174
<b>30,966,893</b>	<b>23,189,361</b>

**9.00 Accounts Receivable :**

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				30.06.2018	30.06.2017
FDR Interest Receivable	7,518,645	464,668	-	7,983,313	5,764,799
<b>Total Taka</b>	<b>7,518,645</b>	<b>464,668</b>	<b>-</b>	<b>7,983,313</b>	<b>5,764,799</b>

**10.00 Investment In Share (At market value):**

The break up of the amount is as follows:

**Particulars**

 AB Bank Limited  
 Jamuna Oil Limited  
 GBB Power Limited  
 Saif Powertec Limited  
**Total Taka**

1,790,250	24,558,187
-	1,035,500
9,555,000	14,950,000
-	8,265,000
<b>11,345,250</b>	<b>48,808,687</b>

**11.00 Investment in FDR :**

The break up of the amount is as follows:

**Particulars**

 Prime Bank Ltd 1274106000996-7  
 Prime Bank Ltd 12741020010005  
 Prime Bank Ltd 12741040027175  
 Prime Bank Ltd 12741070010994  
 UCBL 0841403000000134  
 UCBL 017404000000208  
 Bank Asia Ltd. 02155008688  
 Bank Asia Ltd. 02155008710  
 Bank Asia Ltd. 2155008365  
 IDLC Finance td. 11252217203701  
 IDLC Finance td. 11253117203701  
 IDLC Finance td. 11254717203701  
 IFIC Bank Ltd. 1025509038203  
 IFIC Bank Ltd. 1277405  
 IFIC Bank Ltd. 1006-522930-200  
 Deltra Brac Housing Finance Ltd. 7102019005  
 Exim Bank Ltd. 2860100371355

2,494,037	2,379,630
2,202,198	2,121,068
-	9,282,958
9,848,092	9,448,722
-	7,785,750
-	7,049,953
-	2,589,544
-	5,161,519
14,123,040	13,490,559
16,511,574	15,370,715
7,151,828	6,195,312
6,049,135	5,599,625
28,000,000	-
8,500,000	-
6,617,250	6,270,720
-	3,160,352
5,990,219	5,684,354



		Amount in Taka	
		30.06.2018	30.06.2017
Eastern Bank Ltd.		2,500,000	-
Al-Arafa Bank Ltd.	0311330261359	-	3,152,635
Bank Al-Falah Ltd.	05900293	-	2,836,438
Meghna Bank Ltd.	250000050	-	7,762,537
Meghna Bank Ltd.	250000068	5,440,255	5,120,256
IPDC Finance Ltd.	000121000001136	40,000,000	-
IPDC Finance Ltd.	000125000000681	12,000,000	-
IPDC Finance Ltd.	000121000001139	13,000,000	-
Uttara Finance & Invest.Ltd.	0100120059314	6,850,921	6,420,069
Uttara Finance & Invest.Ltd.	0100120019615	6,234,377	5,842,508
Uttara Finance & Invest.Ltd.	0100120019815	24,930,475	23,365,316
Uttara Finance & Invest.Ltd.	0100120025615	5,836,684	5,447,000
Uttara Finance & Invest.Ltd.	0100360000515	5,000,000	5,000,000
Uttara Finance & Invest.Ltd.	0100120006418	21,000,000	-
NRB Commercial Bank Ltd.	011171200000036	6,347,038	5,960,608
NRB Commercial Bank Ltd.	011171200000024	3,805,428	3,574,680
NRB Commercial Bank Ltd.	011171200000037	6,347,038	5,960,608
NRB Commercial Bank Ltd.	011148000000022	-	5,927,625
NRB Commercial Bank Ltd.	011171200000052	-	1,154,200
NRB Commercial Bank Ltd.	011147600000003	6,000,000	-
SBAC Bank Ltd.	01244000065784		2,899,708
Lanka Bangla Finance Ltd.	001022800000127	5,962,000	5,000,000
Lanka Bangla Finance Ltd.	0010228000000610	17,469,717	16,335,000
Lanka Bangla Finance Ltd.	0010228000000760	10,717,500	10,000,000
<b>Total Taka</b>		<b>306,928,806</b>	<b>223,349,969</b>

#### 12.00 Cash and Cash Equivalent :

The break up of the amount is as follows:

##### Particulars

Cash in Hand		
Cash at Bank	Note- 12.01	
Cash Available in BD-Smartpay		
Cash Available in BO Account (Daulatunnessa Equities Ltd.)		
<b>Total Taka</b>		

214,729	369,824
31,486,471	39,368,272
15,563	-
854,094	360,278
<b>32,570,857</b>	<b>40,098,374</b>

#### 12.01 Cash at Bank :

The break up of the amount is as follows:

##### Particulars

##### CD Accounts

##### Account Numbers

Eastern Bank Ltd.	1061060000757
First Security Bank Ltd.	010811100001575
Sonali Bank Ltd.	001017833
Bank Asia Ltd.	06933000002
Bank Asia Ltd.	02133001275

642,331	1,452,354
146,098	147,628
311,511	294,811
(27,266)	278,370
453,497	1,460,895



**STD Accounts**

		Amount in Taka	
		30.06.2018	30.06.2017
Prime Bank Ltd	12732030003986	1,780,479	1,381,316
Prime Bank Ltd	12732080003998	2,183,287	7,653,080
Prime Bank Ltd	12731080017622	102,127	101,542
Prime Bank Ltd	12711020027776	2,007,541	1,940,815
NCC Bank Ltd.	100210004661	3,208	3,208
Prime Bank Ltd (ERQ)	12751050019650	3,581,815	4,715,866
UCBL	084130100000255	433,708	552,425
UCBL	084130100000266	1,953,498	1,008,776
UCBL	084130100000277	219,808	337,090
UCBL	084130100000244	777,823	115,537
Rupali Bank Ltd.	240000338	2,505,530	4,081,490
Pubali Bank Ltd.	3478102001001	2,735,476	2,493,203
Dutch-Bangla Bank Ltd	171120344	7,117,214	3,827,487
Dutch-Bangla Bank Ltd	171120002011	1,974,735	3,101,918
Dutch-Bangla Bank Ltd	1000000000130	123,954	432,279
Islami Bank BD. Ltd.	20502050900011812	267,769	2,854,686
Al-Arafah Bank Ltd.	0311220001107	1,506,145	831,763
Midland Bank Ltd.	0081090000066	686,183	301,733
<b>Total Taka</b>		<b>31,486,471</b>	<b>39,368,272</b>

**13.00 Share Capital**
**Authorized Capital : Taka 1000,000,000**

100,000,000 Ordinary shares of Taka. 10 each

1,000,000,000	1,000,000,000
---------------	---------------

**Issued, Subscribed and Paid-up Capital :**

46,522,136 Ordinary shares of Taka. 10 each

465,221,361	443,067,963
-------------	-------------

**13.01 Compositions of Shareholdings**

The break up of the amount is as follows:

Particulars	As on 30.06.2018		As on 30.06.2017	
	No. of Shares	% of holdings	No. of Shares	% of holdings
Sponsor/Director	10,747,807	23.10	10,236,010	23.10
Institutions	9,959,702	21.41	8,086,518	18.25
General Public	25,814,627	55.49	25,984,268	58.65
<b>Total Taka</b>	<b>46,522,136</b>	<b>100.00</b>	<b>44,306,796</b>	<b>100.00</b>



### 13.02 Distribution Schedule-Disclosure under the Listing Regulations of Stock Exchange

This distribution schedule showing the number of Shareholders and their Shareholdings in percentage has been disclosed:

Shareholders Range (in number of Shares)	As on 30.06.2018		As on 30.06.2017	
	Shareholders	No. of Shares	Shareholders	No. of Shares
Less than 500 shares	2,438	335,684	2,349	311,055
500 to 5,000 Shares	2,324	3,872,451	1,667	2,605,625
5001 to 10,000 shares	334	2,478,940	188	1,415,270
10,001 to 20,000 shares	176	2,590,964	117	1,738,237
20,001 to 30,000 shares	65	1,619,769	52	1,317,263
30,001 to 40,000 shares	32	1,152,995	29	1,040,958
40,001 to 50,000 shares	19	880,782	41	1,884,557
50,001 to 100,000 shares	41	2,972,290	48	3,696,396
100,001 to 1,000,000 shares	47	15,330,128	60	18,174,821
Over 1,000,000 shares	7	15,288,133	5	12,122,614
<b>Total Taka</b>	<b>5,483</b>	<b>46,522,136</b>	<b>4,556</b>	<b>44,306,796</b>

### 13.03 Option on un-issued shares

The existing unissued shares of the company can be issued as subscribed and paid-up capital through the issuance of new shares upon contribution of cash, bonus or right shares.

### 13.04 Market Price

The shares of the Company are listed in the Dhaka and Chittagong Stock Exchanges and quoted at Taka 27.10 (High-Taka.28.00 , Low-Taka.27.00) per share and Taka 27.00 (High-Taka.28.00 Low-Taka.27.00) per share in the Dhaka and Chittagong Stock Exchange respectively as of June 30, 2018.

### 13.05 Voting Rights

The rights and privileges of the shareholders are stated in the Articles of Association of the Company.

### 14.00 Share Premium :

The break up of the amount is as follows:

#### Particulars

Share Premium  
 Total Taka

119,504,000	119,504,000
<b>119,504,000</b>	<b>119,504,000</b>

### 15.00 Retained Earnings

Opening balance  
**Add:** Net profit after tax during the year  
  
 Less: Stock dividend (FY: 2016-17) @ 5%  
 Less: Cash dividend (FY : 2016-17) @ 5%  
 Less: Previous year Tax adjustment (Note -31.00)

98,640,357	84,037,545
79,725,543	64,292,672
<b>178,365,900</b>	<b>148,330,217</b>
(22,153,398)	(28,985,750)
(22,153,398)	(20,704,110)
(9,416,947)	-
<b>124,642,157</b>	<b>98,640,357</b>



**16.00 Deferred Tax Liabilities :**

The break up of the amount is as follows:

Particulars	Carrying Amount (Tk.)	Tax Base (Tk.)	Taxable/(Deductible) temporary
<b>As at June 30, 2018</b>			
Property, Plant & Equipment (Excluding Land)	318,868,225	262,992,208	55,876,017
Net Taxable Temporary Difference			55,876,017
Applicable Tax Rate			25%
			<b>13,969,004</b>
<b>Deffered Tax Liability (A)</b>			<b>13,969,004</b>
Add: Unrealized (Loss)/Gain on Investment in shares during the year			(812,767)
Less: Prior year adjustments on Unrealized (Loss)/Gain on Investment in shares			-
<b>Deffered Tax Liability as at June 30, 2018</b>			<b>13,156,237</b>
<b>As at June 30, 2017</b>			
Property, Plant & Equipment (Excluding Land)	316,921,683	267,239,302	49,682,381
Net Taxable Temporary Difference			49,682,381
Applicable Tax Rate			25%
			<b>12,420,595</b>
Less: Deferred Tax Provision on Realization Loss on Shares			(877,858)
<b>Deffered Tax Liability (B)</b>			<b>11,542,737</b>
Add: Unrealized (Loss)/Gain on Investment in Shares			971,686
Les: Prior year Adjustments on Unrealized loss on investment in share			(1,579,132)
<b>Deffered Tax Liability as at June 30,2017</b>			<b>10,935,291</b>
<b>Deferred Tax (Income)/Expenses (A-B)</b>			<b>2,426,267</b>
<b>Deferred Tax Unrealized (Loss)/Gain on Investment in shares during the year</b>			<b>205,321</b>

Amount in Taka	
30.06.2018	30.06.2017

**17.00 Bills Payable :**

The break up of the amount is as follows:

**Particulars**

Sundry Creditors	98,818,683	105,235,064
Unpaid Dividend	3,311,806	2,713,104
<b>Total Taka</b>	<b>102,130,489</b>	<b>107,948,168</b>

**18.00 Accounts Payable :**

The break up of the amount is as follows:

**Particulars**

Liability for Expenses	Note- 18.01	9,472,547	11,781,292
Liability for Other Finance	Note- 18.02	14,891,153	17,558,317
<b>Total Taka</b>		<b>24,363,700</b>	<b>29,339,609</b>

**18.01 Liability for Expenses :**

The break up of the amount is as follows:

**Particulars**

Salaries & Allowances	8,991,060	11,037,906
Outstanding Expenses	366,487	639,886
Audit Fee Payable	115,000	103,500
<b>Total Taka</b>	<b>9,472,547</b>	<b>11,781,292</b>





**18.02 Liability for Other Finance :**

The break up of the amount is as follows:

**Particulars**

Tax deducted on Employees Salaries
Employees Provident Fund
Tax deducted on Suppliers
Security Deposit -Broadband
Security Deposit -Others
Contribution to WPPWF @ 5%
VAT at Source & Others
Advance Agst. Sales (Broadband Internet)
Advance Agst. Sales (Data Connectivity)
Advance Agst. Sales (Corporate Internet)
Advance Agst. Sales (Domain & Web Hosting)
Advance Agst. Sales (Graphic Design)
Advance Agst. Sales (AVLS)
Advance Agst. Sales (Monthly Rent/ Tel Call)
<b>Total Taka</b>

Amount in Taka	
30.06.2018	30.06.2017
572,226	2,703,630
802,223	1,385,846
3,212,761	465,243
10,350	10,350
377,033	335,204
4,769,154	4,308,605
764,662	3,714,675
749,196	973,630
79,142	118,566
1,173,101	1,105,126
322,745	320,221
17,076	-
321,088	714,995
1,720,396	1,402,226
<b>14,891,153</b>	<b>17,558,317</b>

**19.00 Provision for Current Tax**
**Current Tax**

Opening Balance
Add : Provision made during the year ( Note:19.01)
Less : Adjustment for the AY-2017-18
<b>Closing Balance</b>

14,491,146	12,191,478
12,994,040	14,491,146
<b>27,485,186</b>	<b>26,682,624</b>
14,491,146	12,191,478
<b>12,994,040</b>	<b>14,491,146</b>

**19.01 Current Tax**

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				30.06.2018	30.06.2017
Net Profit Before WPPWF	73,050,450	18,504,744	8,347,948	99,903,143	89,982,549
Less : Contribution to WPPWF @ 5%	3,478,593	881,178	397,521	4,757,293	(4,284,883)
<b>Profit Before Tax</b>	<b>69,571,857</b>	<b>17,623,566</b>	<b>7,950,427</b>	<b>95,145,850</b>	<b>85,697,666</b>
Less : Tax Exempted Profit **	14,267,931	15,626,997	6,997,538	36,892,466	(31,156,457)
<b>Net Profit Before Tax</b>	<b>55,303,926</b>	<b>1,996,569</b>	<b>952,889</b>	<b>58,253,384</b>	<b>54,541,209</b>
Add: Accounting Depreciation	43,105,542	1,347,916	2,067,392	46,520,850	47,429,773
Less: Tax Depreciation	(48,804,507)	(1,290,712)	(2,619,265)	(52,714,484)	(52,784,974)
Add: Net realized Loss/(Gain) on sale of shares	(83,590)	-	-	(83,590)	8,778,578
<b>Taxable Profit</b>	<b>49,521,371</b>	<b>2,053,773</b>	<b>401,016</b>	<b>51,976,160</b>	<b>57,964,586</b>
<b>Provision for Income Tax @ 25%</b>	<b>12,380,343</b>	<b>513,443</b>	<b>100,254</b>	<b>12,994,040</b>	<b>14,491,146</b>

\*\*Provision for Income Tax has been charged on Non-operating income of Unit-2, Software Development Project of BDCOM Online Ltd., As per Sixth Schedule, Part-A, Para -33 of Income Tax Ordinance, 1984 income from software development & ITES are exempted up to June 30,2024.



Amount in Taka	
30.06.2018	30.06.2017

**20.00 Provision for Bad & Doubtful Debts :**

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				30.06.2018	30.06.2017
Opening Balance	6,170,155	2,834,910	952,025	9,957,090	3,729,202
Add: Made during the year	2,307,684	2,232,222	365,575	4,905,481	6,227,888
<b>Total Taka</b>	<b>8,477,839</b>	<b>5,067,132</b>	<b>1,317,600</b>	<b>14,862,571</b>	<b>9,957,090</b>

**21.00 Short Term Loan :**

The break up of the amount is as follows:

Particulars	Account Numbers		
Prime Bank Ltd.-SOD A/C	12777590042804	19,218,380	2,629,629
Bank Asia Ltd. (Motor Vehicle)	02135001177	-	528,306
Bank Asia Ltd. (Motor Vehicle)	02135001252	226,026	575,017
Bank Asia Ltd. (Machinery)	02135001282	4,287,334	6,394,098
Bank Asia Ltd. (Motor Vehicle)	02135001299	991,996	1,377,089
Bank Asia Ltd. (Motor Vehicle)	02135001339	1,346,328	1,705,202
<b>Total Taka</b>		<b>26,070,064</b>	<b>13,209,341</b>

**22.00 Revenue From Sales, Services & Others :**

The break up of the amount is as follows:

Particulars			
Revenue from Unit -1	Notes-22.01	431,890,168	425,583,973
Revenue from Unit -2	Notes-22.02	54,058,526	57,030,661
Revenue from Unit -3	Notes-22.03	48,795,252	38,344,411
<b>Total Taka</b>		<b>534,743,947</b>	<b>520,959,045</b>

**22.01 Revenue From Unit -1 :**

The break up of the amount is as follows:

Particulars			
Revenue from Internet/Data Connectivity Services	Note-22.01.01	408,112,465	405,111,141
Revenue from IT Enable Services	Note-22.01.02	14,267,931	13,086,337
Revenue from Sale of Hardware	Note-22.01.03	1,071,819	27,690
Revenue from Internet (Educational Institutions)		8,437,953	7,358,805
<b>Total Taka</b>		<b>431,890,168</b>	<b>425,583,973</b>

**22.01.01 Revenue from Internet/Data Connectivity Services :**

The break up of the amount is as follows:

Particulars			
Internet/ Data Connectivity Services		469,329,335	465,877,812
Less : VAT 15%		61,216,870	60,766,671
<b>Total Taka</b>		<b>408,112,465</b>	<b>405,111,141</b>



Amount in Taka	
30.06.2018	30.06.2017

**22.01.02 Revenue from IT Enable Services :**

The break up of the amount is as follows:

**Particulars**

IT Enable Services

Less : VAT 4.5%

**Total Taka**

14,909,988	13,675,222
642,057	588,885
<b>14,267,931</b>	<b>13,086,337</b>

**22.01.03 Revenue from Sale of Hardware :**

The break up of the amount is as follows:

**Particulars**

Sale of Hardware

Less : VAT 5%

**Total Taka**

1,125,410	29,075
53,591	1,385
<b>1,071,819</b>	<b>27,690</b>

**22.02 Revenue From Unit -2 :**

The break up of the amount is as follows:

**Particulars**

Revenue from Software &amp; Graphic Design

Revenue from AVLS Software

Revenue from Web Development, Hosting &amp; Domain Reg.

Revenue from AVLS Support &amp; Service

Revenue from AVLS Supply

**Total Taka**

Note-22.02.01

Note-22.02.02

Note-22.02.03

8,774,570	13,774,685
13,207,661	8,509,874
13,871,573	11,440,795
8,332,700	12,277,587
9,872,022	11,027,720
<b>54,058,526</b>	<b>57,030,661</b>

**22.02.01 Revenue from Web Development, Hosting & Domain Registration :**

The break up of the amount is as follows:

**Particulars**

Revenue from Web Development, Hosting &amp; Domain Reg.

Less : VAT 15%

**Total Taka**

15,952,309	13,156,914
2,080,736	1,716,119
<b>13,871,573</b>	<b>11,440,795</b>

**22.02.02 Revenue from AVLS Support & Service :**

The break up of the amount is as follows:

**Particulars**

Revenue from AVLS Support &amp; Service

Less : VAT 15%

**Total Taka**

9,582,605	14,119,225
1,249,905	1,841,638
<b>8,332,700</b>	<b>12,277,587</b>

**22.02.03 Revenue from AVLS Supply & Services :**

The break up of the amount is as follows:

**Particulars**

Sale of AVLS Tracker

Less : VAT 5%

**Total Taka**

10,365,623	11,579,106
493,601.10	551,386
<b>9,872,022</b>	<b>11,027,720</b>



**22.03 Revenue From Unit -3 :**

Amount in Taka	
30.06.2018	30.06.2017

The break up of the amount is as follows:

**Particulars**

Revenue from IP Telephony Monthly Rent	Note-22.03.01
Revenue from IP Telephony Outgoing NWD Call	Note-22.03.02
Revenue from IP Telephony Outgoing ISD Call	Note-22.03.03
Revenue from IP Telephony Incoming NWD Call	Note-22.03.04
Revenue from IT Enable Services	Note-22.03.05
Revenue from Sale of Hardware & Equipments	Note-22.03.06
<b>Total Taka</b>	

2,059,825	290,200
18,675,606	15,293,075
7,549,802	8,574,204
7,527,324	6,312,653
6,997,538	1,168,514
5,985,157	6,705,765
<b>48,795,252</b>	<b>38,344,411</b>

**22.03.01 Revenue from IP Telephony Monthly Rent :**

The break up of the amount is as follows:

**Particulars**

Revenue From Monthly Rent
Less : VAT 15%
<b>Total Taka</b>

2,368,799	333,730
308,974	43,530
<b>2,059,825</b>	<b>290,200</b>

**22.03.02 Revenue from IP Telephony Outgoing NWD Call :**

The break up of the amount is as follows:

**Particulars**

Revenue From Outgoing NWD Call
Less : VAT 15%
<b>Total Taka</b>

21,476,947	17,587,036
2,801,341	2,293,961
<b>18,675,606</b>	<b>15,293,075</b>

**22.03.03 Revenue from IP Telephony Outgoing ISD Call :**

The break up of the amount is as follows:

**Particulars**

Revenue From Outgoing ISD Call
Less : VAT 15%
<b>Total Taka</b>

8,682,272	9,860,335
1,132,470	1,286,131
<b>7,549,802</b>	<b>8,574,204</b>

**22.03.04 Revenue from IP Telephony Incoming NWD Call :**

The break up of the amount is as follows:

**Particulars**

Revenue From Incoming NWD Call
Less : VAT 15%
<b>Total Taka</b>

8,656,423	7,259,551
1,129,099	946,897.96
<b>7,527,324</b>	<b>6,312,653</b>

**22.03.05 Revenue from IPTSP IT Enable Services :**

The break up of the amount is as follows:

**Particulars**

Revenue From IT Enable Services
Less : VAT 4.5%
<b>Total Taka</b>

7,312,427	1,221,097
314,889	52,583
<b>6,997,538</b>	<b>1,168,514</b>



Amount in Taka	
30.06.2018	30.06.2017

**22.03.06 Revenue from Sales of IPTSP Hardware & Equipments :**

The break up of the amount is as follows:

**Particulars**

Revenue From Hardware & Equipments  
 Less : VAT 5%  
**Total Taka**

6,284,415	7,041,053
299,258	335,288.24
<b>5,985,157</b>	<b>6,705,765</b>

**23.00 Operating Expenses :**

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				30.06.2018	30.06.2017
Services & Others (Notes- 23.01)	197,233,224	11,823,920	17,406,224	226,463,369	212,940,816
Hardware & Others(Notes-23.02)	1,248,668	6,735,026	3,678,663	11,662,357	16,947,381
<b>Total Taka</b>	<b>198,481,892</b>	<b>18,558,946</b>	<b>21,084,887</b>	<b>238,125,726</b>	<b>229,888,197</b>

**23.01 Services & Others:**

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				30.06.2018	30.06.2017
Bandwidth Charges	24,289,017	156,000	156,000	24,601,017	29,036,063
Electricity Charges	5,021,316	622,553	622,553	6,266,423	4,949,423
Telephone Charges	1,573,481	4,474,487	-	6,047,968	5,096,361
Domain Registration Exp.	-	127,920	-	127,920	225,201
Data Connectivity (NTTN)	62,580,609	-	-	62,580,609	66,939,603
E1, Server Rent and Inter connectivity	-	87,319	16,250,852	16,338,171	17,703,654
Cost of Software (GLP & Others)	1,095,562	5,112,491	-	6,208,053	4,972,106
IT Support & Maintenance	84,332,942	500,350	363,369	85,196,661	71,279,582
Electrical Goods & Installation	396,533	-	13,450	409,983	212,832
Direct Salary & Allowances	17,943,764	742,800	-	18,686,564	12,525,991
<b>Total Taka</b>	<b>197,233,224</b>	<b>11,823,920</b>	<b>17,406,224</b>	<b>226,463,369</b>	<b>212,940,816</b>

**23.02 Hardware & Others:**

The break up of the amount is as follows:

Particulars	UNIT-I ISP	UNIT-II SDP	UNIT-3 IPTSP	Amount in Taka	
				30.06.2018	30.06.2017
Broadband Modem Concentrator & others	116,984	-	-	116,984	-
Cost on sales of Hardware & Others	1,127,389	6,735,026	3,678,663	11,541,078	16,891,947
Cost of Sales of Optical Fiber/Cable	4,295	-	-	4,295	-
Internet & Telecommunications	-	-	-	-	55,434
<b>Total Taka</b>	<b>1,248,668</b>	<b>6,735,026</b>	<b>3,678,663</b>	<b>11,662,357</b>	<b>16,947,381</b>



Amount in Taka	
30.06.2018	30.06.2017

**24.00 Administrative and Marketing Expenses :**

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				30.06.2018	30.06.2017
Directors Remuneration (Note-24.01)	3,250,000	-	-	3,250,000	3,250,000
Salary and Allowances	85,079,457	10,489,516	9,547,785	105,116,758	103,726,879
Traveling and Conveyance	7,004,770	624,182	310,139	7,939,091	6,156,775
Uniform & Others	71,130	-	-	71,130	3,580
Office Rent	7,308,924	1,563,412	1,563,412	10,435,748	9,631,810
VAT on Office Rent	837,198	165,757	179,394	1,182,349	1,040,454
Electricity Charges	557,924	69,173	69,173	696,269	549,936
Telephone Charges	174,831	-	-	174,831	161,917
Printing and stationeries	811,244	3,680	3,160	818,084	731,939
Courier & Postage Charges	508,478	-	-	508,478	486,734
CSR Expenses	100,000	-	-	100,000	80,000
Advertisement Expenses	560,064	119,585	119,585	799,234	327,487
News Papers & Periodicals	12,717	1,746	1,844	16,307	19,045
Entertainment	2,559,437	120,859	4,350	2,684,646	2,032,582
Security charges	393,300	-	-	393,300	360,525
Repair & Maintenance	2,673,368	251,548	358,488	3,283,404	4,320,105
Utility Charges	514,413	110,231	110,230	734,874	601,230
Car Rent & Maintenance	4,938,826	520	705,086	5,644,432	4,874,509
Annual Listing Fee (DSE, CSE, CDBL, BAPLC)	1,027,836	102,280	-	1,130,116	1,609,994
License Registration & Renewal Fees	1,225,316	172,500	575,000	1,972,816	1,502,108
Municipal Tax	313,896	-	-	313,896	313,896
Insurance Premium	1,196,777	102,580	65,326	1,364,683	988,444
Fees & Professional Charges	265,000	45,000	45,000	355,000	325,300
Consultancy & Legal Fee	-	-	787,500	787,500	550,000
AGM Expenses	933,114	87,433	87,433	1,107,980	1,038,619
Promotional exp.	882,475	335,379	75,000	1,292,854	976,701
Audit Fee	183,080	23,000	23,000	229,080	103,500
Contribution to Employees PF	3,563,941	367,785	268,436	4,200,162	3,280,512
Training Expenses	123,500	-	-	123,500	115,400
Tender Participation	81,993	-	-	81,993	65,175
Annual Refreshment Expenses	3,142,850	360,524	240,349	3,743,723	692,410
Revenue Sharing with BTRC	-	208,773	1,749,077	1,957,850	1,677,643
Amortization o Goodwill	-	-	-	-	228,000
General Expenses	346,214	-	-	346,214	346,479
<b>Total Taka</b>	<b>130,642,073</b>	<b>15,325,463</b>	<b>16,888,767</b>	<b>162,856,302</b>	<b>152,169,688</b>

The number of employees (both casual and permanent of the company as at 30 June 2018 was 381 and all of them received salary and allowances above Taka. 120,000 per year.



Amount in Taka	
30.06.2018	30.06.2017

**24.01 Directors Remuneration (Under Para 4 of Sch. XI Part II of the Companies Act, 1994).**

The break up of the amount is as follows:

**Particulars**

Name	Designation	Yearly Remuneration	Festival Bonus	Total 30.06.2018	Total 30.06.2017
S.M. Golam Faruk Alamgir	Managing	3,000,000	250,000	3,250,000	3,250,000
<b>Total Taka</b>		<b>3,000,000</b>	<b>250,000</b>	<b>3,250,000</b>	<b>3,250,000</b>

**25.00 Financial Charges :**

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				30.06.2018	30.06.2017
Bank Interest	1,598,628	4,970	26,654	1,630,252	2,188,997
Bank Charges & Others	397,195	91,322	26,224	514,741	394,392
<b>Total Taka</b>	<b>1,995,823</b>	<b>96,292</b>	<b>52,878</b>	<b>2,144,993</b>	<b>2,583,389</b>

**26.00 Non Operating Income :**

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				30.06.2018	30.06.2017
Bank Interest ( FDR A/C.)	16,887,897	1,381,269	-	18,269,166	15,541,136
Bank Interest (SND A/C)	396,809	153,053	12,195	562,057	325,581
Foreign Currency Gain	-	472,735	-	472,735	-
Dividend on Marketable Security	325,000	-	-	325,000	234,300
<b>Total Taka</b>	<b>17,609,706</b>	<b>2,007,057</b>	<b>12,195</b>	<b>19,628,958</b>	<b>16,101,017</b>

**27.00 Net Realized Profit/(Loss) on Sales of Securities (Share)**

This represents the sum of loss (Difference of cost and present market value) on investment made in the share of

Particulars	Total	Total
<b>Cost Value of Investment in Shares:</b>		
ICB Islami Bank Ltd.	-	19,966,332
The City Bank Ltd.	-	2,501,483
Lanka Bangla Finance Ltd.	-	15,803,615
One Bank Ltd.	-	11,167,216
Saif Power Ltd.	-	1,775,384
Zahin Textile Ltd.	-	3,993,616
DESCO	-	8,371,503
Saif Power Ltd.	8,491,748	-
Jamuna Oil Ltd.	972,327	-
GBB Power Ltd.	-	-
AB Bank Ltd.	25,946,152	-
<b>Total Price of Investment in Shares</b>	<b>35,410,227</b>	<b>63,579,149</b>
Less: Realized value from sales of shares	35,493,817	54,800,571
<b>Net Realized Profit/(Loss) from Sales of Shares</b>	<b>83,590</b>	<b>(8,778,578)</b>



	Amount in Taka	
	30.06.2018	30.06.2017
<b>28.00 AFS Reserve</b>		
Opening balance	(5,467,014)	(15,791,315)
Add: Adjustment against unrealized loss on investment in share	-	9,716,855
Add: Addition during the year		
Add: Prior year adjustment for Tax on unrealized loss on investment in shares	-	1,579,132
	<b>(5,467,014)</b>	<b>(4,495,328)</b>
Less: Adjustment against unrealized loss on investment in share	(2,053,210)	
Less: Related Deffered Tax	205,321	(971,686)
		-
	<b>(7,314,903)</b>	<b>(5,467,014)</b>

**29.00 Sustainable Estimated Profit/(Loss) on Marketable Securities :**

The break up of the amount is as follows:

Particulars	Total	Total
Saif Power Ltd.	-	8,491,748
Jamuna Oil Ltd.	-	972,327
GBB Power Ltd.	16,229,604	16,229,604
AB Bank Ltd.	3,243,316	29,189,468
<b>Total Cost Value as no June 30, 2018</b>	<b>19,472,920</b>	<b>54,883,147</b>
Less: Fair market value of investment in shares as on June 30, 2018	<b>11,345,250</b>	48,808,687
<b>Total Estimated Profit/(Loss) on Marketable Securities</b>	<b>(8,127,670)</b>	<b>(6,074,460)</b>
Adjustment upto June 30, 2018	<b>(6,074,460)</b>	15,791,315
<b>Total Estimated Profit/(Loss) on Marketable Securities</b>	<b>(2,053,210)</b>	<b>9,716,855</b>

**30.00 Earning Per Share (EPS)**

The break up of the amount is as follows:

**Particulars**

Profit From Continuing Operation attributable to the ordinary Equity holders	79,725,543	64,292,672
Less: Preference Share Dividend	-	-
<b>Profit attributable to the ordinary equity holders</b>	<b>79,725,543</b>	<b>64,292,672</b>
<b>Total outstanding shares as on June 30, 2018</b>	<b>46,522,136</b>	<b>46,522,136</b>
<b>Earning Per Share (EPS)</b>	<b>1.71</b>	<b>1.38</b>

**31.00 Prior Year Adjustment :**

The break up of the amount is as follows:

Particulars	Tax Provision as per Audited Accounts (Tk.)	Tax Assessed as per Income Tax Authority (Tk.)	Additional Tax Provision Req. (Prior year adj.)
Assessment Year 2014-15	6,627,384	10,466,068	3,838,684
Assessment Year 2016-17	12,752,301	14,922,713	2,170,412
Assessment Year 2017-18	14,804,586	18,212,437	3,407,851
<b>Total Taka</b>	<b>34,184,271</b>	<b>43,601,218</b>	<b>9,416,947</b>





Amount in Taka	
30.06.2018	30.06.2017

BDCOM Online Ltd. submitted its annual tax return (AY: 2014-15, 2016-17 & 2017-18) under, "Normal" and "Universal Self Assessment" method respectively. But due to provision U/s 82BB Tax liability of Tk. 3,838,684 , Tk. 2,170,412 & Tk. 3,407,851 has shown in the previous financial statements. Now Tax assessment has been completed and said Tax Liabilities paid and adjusted respectively within the financial year: 2017-18.

### 32.00 Cash flows from operating activities

Statement of Cash Flows have been prepared in accordance with IAS 7 "Statement of Cash Flows" and the cash flows from the operating activities are shown under indirect method as activities.

#### Reconciliation of Cash Flows from operating activities

Net sales	534,743,947
Add: Opening current assets (Bill receivable)	142,044,907
Less: Closing current assets (Bill receivable)	(155,124,994)
Less: Operating exp. (Service & Others)	(226,463,372)
Less: Administrative & marketing exp.	(162,856,302)
Less: Financial charges	(2,144,993)
Less: Opening current liabilities	(117,374,806)
Add: Closing current liabilities	103,421,678
Less: Purchase of materials	(10,232,281)
Less: Income Tax	(19,917,287)
Less: Vat	(1,416,331)
Less: WPPF paid	(4,296,744)
Add: Bank Interest income (STD A/C) & Others	562,057
Add: Foreign currency gain	472,735
	<b>81,418,214</b>

### 33.00 Related Party Disclosures :

33.01 The details of Related Party Transaction during the year along with the relationship is illustrated below in accordance with IAS 24 ;

Name of the company	Total Transaction Amount in Taka	Relationship with company	Nature of Transaction	Balance 30.06.2018 (Tk.)	Remarks
Fiber @ Home Ltd.	871,083	Concern Under Common Mgt.	IIG Bandwidth	1,171,743	Trade Creditors
Fiber @ Home Ltd.	2,806,510	Concern Under Common Mgt.	NTTN Service	2,871,134	Trade Creditors
Norban Fashion Ltd.	539,796	Concern Under Common Mgt.	Internet & others	780,490	Trade Debtors
Norban Comtex Ltd.	933,387	Concern Under Common Mgt.	Internet & others	1,370,591	Trade Debtors



**33.02 Disclosure of Managerial Remuneration:**

The total amount of remuneration paid to the top five (05) salaried officers of the company during the year is as follows:

Name	Designation	Amount in Taka As on 30.06.2018
Mr.S.M Golam Faruk Alamgir	Maniging Director (MD)	3,250,000
Md.Robiul Alam Chowdhury (July, 2017)	Chief Finanacial Officer (CFO)	208,000
Mr.Chitta Ranjan Halder	Chief Finanacial Officer	1,425,000
Mr.A.K.M Kutub Uddin	ED Admin & CS	2,548,500
Mr.S.M Kamruzzaman	Chief Technical Officer (CTO)	2,524,840
Mr. Gazi Zehadul Kabir	General Manager, Sys.Integation	2,089,500
Rest of Employees Salary	Officers & Executives	96,320,918

**34.00 Diluted Earning Per Share:**

No diluted earning per share is required to be calculated for the year as there has no dilutive potential ordinary shares.





**BDCOM ONLINE LTD.**  
**Fixed Assets Schedule**  
For the year ended June 30, 2018

Schedule-A/1

Unit-1 (ISP)

Particulars	Cost				Rate of Dep.	Depreciation			W.D.V. as at 30.06.18
	Opening Balance as at 01.07.17	Additions during the year	Adjustment during the year	Total as at 30.06.18		Charged during the year	Adjustment during the year	Total as at 30.06.18	
Land	27,000,000	-	-	27,000,000	0%	-	-	-	27,000,000
Building (Floor Space)	67,101,909	185,000	-	67,286,909	2.5%	1,441,513	-	10,898,300	56,388,609
Internet System Hardware	191,614,438	23,469,614	-	215,084,052	18%	13,628,080	-	136,541,554	78,542,498
Furniture & Fixture	3,617,935	104,490	-	3,722,425	10%	177,863	-	2,059,877	1,662,548
Office Renovation	11,361,915	623,726	-	11,985,641	18%	844,189	-	7,807,270	4,178,371
Sundry Assets	845,535	-	-	845,535	10%	24,283	-	626,989	218,546
Crockeries & Cutleries	178,743	25,892	-	204,635	10%	12,408	-	77,678	126,957
A. C. Installation	4,106,563	170,015	-	4,276,578	18%	266,223	-	2,947,218	1,329,360
PABX Installation	342,783	-	-	342,783	18%	3,408	-	327,257	15,526
Office Equipments	17,032,578	1,540,559	-	18,573,137	15%	1,032,426	-	11,839,466	6,733,671
V-Sat Tower	3,919,414	-	-	3,919,414	15%	64,429	-	3,554,317	365,097
Telephone & Installation	10,576,534	1,990	-	10,578,524	15%	140,791	-	9,779,053	799,471
Motor Vehicles	15,782,120	3,418,385	-	19,200,505	15%	1,692,777	-	9,002,027	10,198,478
Generator/Online UPS	14,305,245	1,804,565	-	16,109,810	15%	1,441,031	-	7,000,709	9,109,101
Cable Installation	17,011,272	1,195,288	-	18,206,560	15%	1,657,694	-	8,261,377	9,945,183
Broad Band Equipments	55,211,015	2,011,641	-	57,222,656	18%	3,039,451	-	42,316,427	14,906,229
Radio Equipments	46,395,218	3,113,290	-	49,508,508	18%	4,929,295	-	25,438,104	24,070,404
Electrical Installation	1,942,410	35,072	-	1,977,482	15%	119,572	-	1,270,881	706,601
Optical Fiber Deployment	124,593,986	3,320,133	-	127,914,119	15%	10,263,113	-	67,853,388	60,060,731
Neon Sign & Others	18,767	-	-	18,767	20%	586	-	16,425	2,342
Base Tower & Installation	22,910,066	2,213,570	-	25,123,636	10%	1,865,826	-	7,316,883	17,806,753
WIFI Base Station	7,177,978	-	-	7,177,978	20%	460,584	-	5,335,643	1,842,335
<b>Sub Total</b>	<b>643,046,424</b>	<b>43,233,230</b>	<b>-</b>	<b>686,279,654</b>		<b>43,105,542</b>	<b>-</b>	<b>360,270,843</b>	<b>326,008,811</b>





**BDCOM ONLINE LTD.**  
**Fixed Assets Schedule**  
For the year ended June 30, 2018

**Schedule-A/2**

Particulars	Cost				Rate of Dep.	Depreciation			W.D.V. as at 30.06.18	
	Opening Balance as at 01.07.17	Additions during the year	Adjustment during the year	Total as at 30.06.18		Opening Balance as at 01.07.17	Charged during the year	Adjustment during the year		Total as at 30.06.18
System Hardware	12,400,084	-	-	12,400,084	18%	9,265,681	564,193	-	9,829,874	2,570,210
Furniture & Fixture	637,019	-	-	637,019	10%	498,919	13,810	-	512,729	124,290
Office Renovation	1,625,370	-	-	1,625,370	18%	1,472,582	27,502	-	1,500,084	125,286
Sundry Assets	86,212	-	-	86,212	10%	61,439	2,477	-	63,916	22,296
Books & Periodicals	73,226	-	-	73,226	10%	58,102	1,512	-	59,614	13,612
A. C. Installation	256,790	-	-	256,790	18%	243,882	2,323	-	246,205	10,585
Electric Installation	150,494	-	-	150,494	18%	143,463	1,266	-	144,729	5,765
Peripheral Equipment	4,754,188	-	-	4,754,188	15%	3,987,832	114,953	-	4,102,785	651,403
Software Development	28,002,242	83,054	-	28,085,296	15%	24,188,284	580,228	-	24,768,512	3,316,784
Telephone & Installation	1,800,785	-	-	1,800,785	15%	1,591,206	31,437	-	1,622,643	178,142
Auto Generator	601,190	6,011	-	607,201	15%	552,371	8,112	-	560,483	46,719
Crockeries & Cutlaries	4,080	-	-	4,080	15%	3,393	103	-	3,496	585
<b>Sub Total</b>	<b>50,391,680</b>	<b>89,065</b>	<b>-</b>	<b>50,480,745</b>		<b>42,067,153</b>	<b>1,347,916</b>	<b>-</b>	<b>43,415,069</b>	<b>7,065,676</b>





**BDCOM ONLINE LTD.**  
**Fixed Assets Schedule**  
For the year ended June 30, 2018

**Unit-3 (IPTSP)**

**Schedule-A/3**

Particulars	Cost				Rate of Dep.	Depreciation			W.D.V. as at 30.06.18
	Opening Balance as at 01.07.17	Additions during the year	Adjustment during the year	Total as at 30.06.18		Charged during the year	Adjustment during the year	Total as at 30.06.18	
System Hardware	16,134,923	3,084,900	-	19,219,823	18%	1,540,677	-	10,356,034	8,863,789
Furniture & Fixture	22,850	-	-	22,850	10%	1,793	-	6,711	16,139
Motor Vehicles	-	1,781,000	-	1,781,000	15%	155,838	-	155,838	1,625,162
Telephone Installation-IP	1,275,916	258,695	-	1,534,611	15%	148,187	-	512,296	1,022,315
Software Development	4,109,305	20,500	-	4,129,805	15%	217,506	-	2,880,187	1,249,618
Electric Installation	21,180	-	-	21,180	15%	1,138	-	14,729	6,451
Radio Equipment	29,638	-	-	29,638	18%	2,253	-	19,374	10,264
<b>Sub Total</b>	<b>21,593,812</b>	<b>5,145,095</b>	<b>-</b>	<b>26,738,907</b>		<b>2,067,392</b>	<b>-</b>	<b>13,945,169</b>	<b>12,793,738</b>
<b>Grand Total as at 30/06/2018</b>	<b>715,031,916</b>	<b>48,467,390</b>	<b>-</b>	<b>763,499,306</b>		<b>46,520,850</b>	<b>-</b>	<b>417,631,081</b>	<b>345,868,225</b>
<b>Grand Total as at 30/06/2017</b>	<b>670,042,344</b>	<b>44,989,572</b>	<b>-</b>	<b>715,031,916</b>		<b>47,429,773</b>	<b>-</b>	<b>371,110,233</b>	<b>343,921,683</b>





**Ageing Summary of Bill Receivable**

**Schedule - B**

	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	Above 150 Days	Total
<b>Internet &amp; Data Services :</b>							
Broad Band Internet & Others	8,662,968	2,117,000	756,604	(846,724)	3,515,575	18,012,345	32,217,768
Data Connectivity	25,089,207	6,999,778	2,269,214	1,109,989	1,163,574	34,707,582	71,339,344
<b>Sub Total-A</b>	<b>33,752,175</b>	<b>9,116,778</b>	<b>3,025,818</b>	<b>263,265</b>	<b>4,679,149</b>	<b>52,719,927</b>	<b>103,557,112</b>
<b>Hardware/ Switch :</b>							
Switch, Router, Hardware etc	156,750	88,000	-	-	-	1,540,343	1,785,093
Fiber Optic	-	-	-	-	-	103,121	103,121
<b>Sub Total- B</b>	<b>156,750</b>	<b>88,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,643,464</b>	<b>1,888,214</b>
<b>IP Telephone Service :</b>							
Monthly Rent	4,707,438	881,034	1,059,045	646,435	845,522	6,338,439	14,477,913
Inter Connectivity Charges	1,620,073	435,067	163,400	196,772	177,060	1,209,812	3,802,184
Equipment/ IPT Set	-	-	-	-	-	433,177	433,177
<b>Sub Total- C</b>	<b>6,327,511</b>	<b>1,316,101</b>	<b>1,222,445</b>	<b>843,207</b>	<b>1,022,582</b>	<b>7,981,428</b>	<b>18,713,274</b>
<b>Web Page, Software &amp; Data Transmit :</b>							
Software Development	1,037,616	328,276	73,150	12,364	73,150	580,612	2,105,168
Domain Hosting & Registration	2,357,768	348,294	180,500	171,000	151,970	766,831	3,976,363
AVLS	4,325,867	1,508,378	1,772,512	1,789,074	2,719,907	10,464,390	22,580,128
Graphics Design	109,025	26,184	34,313	11,006	52,651	2,071,556	2,304,735
<b>Sub Total-D</b>	<b>7,830,276</b>	<b>2,211,132</b>	<b>2,060,475</b>	<b>1,983,444</b>	<b>2,997,678</b>	<b>13,883,389</b>	<b>30,966,394</b>
<b>Grand Total (A+B+C+D)</b>	<b>48,066,712</b>	<b>12,732,011</b>	<b>6,308,738</b>	<b>3,089,916</b>	<b>8,699,409</b>	<b>76,228,208</b>	<b>155,124,994</b>

Nil Receivable is excluded of Other Receivable (FDR Interest Receivable).



**A AHMED ZAKER & Co.**  
**CHARTERED ACCOUNTANTS**

**Corporate Head Office:**

Green City Edge (Level-10) 89 Kakrail, Dhaka-1000, Bangladesh.

Telephone : 88-2-8300504-8, Fax : 88-2-8300509.

E-mail : azcbangladesh@ahmed-zaker.com, Web : www.ahmed-zaker.com

**Uttara Office:**

Plot No-15(Ground Floor), Road No-17, Sector4,Uttara,Dhaka-1230.Cell : 01755603600, E-mail :sultan.ahmed.fca@gmail.com

**Chittagong Office :**

74,SK. Mujib Road, Agrabad C/A, Chittagong. Tel : 880-31-634103,Cell : 01819385193,E mail:arupschy@yahoo.com