

mh

Estd. 1974

Mahfel Huq & Co.

Chartered Accountants

The first registered accounting firm in independent Bangladesh

PRIVATE & CONFIDENTIAL

BDCOM Online Ltd.

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

AUDITOR'S REPORT

&

FINANCIAL STATEMENTS

As at and for the year ended June 30, 2019



Member of ICAB

BDCOM Online Ltd.

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

AUDITOR'S REPORT

&

FINANCIAL STATEMENTS

As at and for the year ended June 30, 2019

MAHFEL HUQ & CO.

CHARTERED ACCOUNTANTS

B G I C Tower (4th FLOOR)

34 Topkhana Road, Dhaka-1000

PHONE : +88-02-9581786

e-mail: abukaiser@mahfelhuq.com

web: www.mahfelhuq.com



Mahfel Huq & Co.

Chartered Accountants

The first registered accounting firm in independent Bangladesh



An independent member firm of AGN International

BGIC Tower (4th Floor)
34, Topkhana Road
Dhaka-1000, Bangladesh
Tel: +88-02-9553143, 9581786
Fax: +88-02-9571005
E-mail : mh@mahfelhuq.com
Web: www.mahfelhuq.com

Independent Auditor's Report

To the Shareholders of BDCOM ONLINE LTD.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of BDCOM ONLINE LTD. which comprise the statement of financial position as at June 30, 2019, and the 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 notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at June 30, 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Sn	Risk	Our response to the risk
1.	<p>Appropriateness of revenue recognition and disclosures on the impact of the initial application of IFRS 15.</p> <p>Refer to note 23 to the financial statements.</p> <p>Revenue upon transfer of control as per the newly adopted IFRS 15 – Revenue from Contracts with Customers. The Group has reported total revenue of BDT 602.1 million.</p> <p>The Company’s primary customers are its corporate customers who are entitled to get competitive rates for goods and services invoiced.</p> <p>Given the significance and complexities involved in the accounting of Revenue, appropriate recognition of revenue has been considered as a key audit matter.</p>	<ul style="list-style-type: none"> • Assessed the environment of the measurement as well as other relevant systems supporting the accounting of revenue. • Assessed manual as well as application controls supporting revenue recognition. • Assessed the invoicing and measurement systems up to entries in the general ledger. • Examined customer invoices and receipts of payment on a test basis. • Assessed the design of the processes set up to account for the transactions in accordance with the new standard. • Assessed whether any adjustments is required to be made to opening balances due to the adoption of the new standard.
2.	<p>Addition to Property, Plant and Equipment</p> <p>Refer to note 03 to the financial statements.</p> <p>The Company made significant addition to Property Plant & Equipment</p> <p>Amounting BDT 64.8 million. There is therefore a risk that the Assets and depreciation charge may be misrepresented.</p>	<p>Our audit procedures included, among others, considering the risk of addition to Property, Plant and Equipment associated with the different types of asset:</p> <ul style="list-style-type: none"> • We critically assessed and verified the Company’s policy of asset addition. • We assessed the appropriateness of the value of the assets. • We also recalculated the depreciation to assess the sensitivity of the key assumptions including depreciation rate.



Other Information

Management is responsible for the other information. The other information comprises the information including Director's report included in the annual report but does not include in the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

As part of an audit in accordance with ISAs, we exercise professional judgments and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Company' financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of these books;



Mahfel Huq & Co.
Chartered Accountants
An independent member firm of AGN International



- c) the statements of financial position and statements of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns; and
- d) the expenditure incurred was for the purposes of the Company's business.

Place: Dhaka, Bangladesh
Dated: October 28, 2019


Md. Abu Kaiser FCA
Mahfel Huq & Co.
Chartered Accountants





BDCOM ONLINE LTD.
Statement of Financial Position
As at June 30, 2019

Notes	Amount in Taka	
	30.06.2019	30.06.2018
ASSETS:		
A. Non-Current Assets		
	390,709,147	349,794,084
Property, Plant and Equipment	3 361,786,235	345,868,225
Long Term Deposit & Prepayment	4 28,922,912	3,925,859
B. Current Assets		
	606,194,803	567,391,510
Inventories	5 19,766,333	14,388,806
Advances, Deposits & Prepayments	6 17,563,776	15,003,412
Advance Income Tax & VAT	7 39,741,084	24,046,072
Trade Receivables	8 160,353,923	155,124,994
Other Receivables	9 11,278,193	7,983,313
Investment in Shares (at Market Value)	10 8,116,870	11,345,250
Investment in FDR	11 305,803,898	306,928,806
Cash and Cash Equivalents	12 43,570,726	32,570,857
TOTAL ASSETS (A+B)	996,903,950	917,185,594
SHAREHOLDERS' EQUITY AND LIABILITIES:		
C. Shareholders' Equity:		
	778,162,472	723,608,493
Share Capital	13 488,482,430	465,221,361
Share Premium	14 119,504,000	119,504,000
Tax Holiday Reserve	21,555,878	21,555,878
AFS Reserve	29 (4,044,667)	(7,314,903)
Retained Earnings	15 152,664,831	124,642,157
D. Non- Current Liabilities:		
	21,407,846	13,156,237
Long Term Bank Loan	16 6,965,130	-
Deferred Tax Liabilities	17 14,442,716	13,156,237
E. Current Liabilities:		
	197,333,632	180,420,864
Trade Payables	18 103,486,683	98,818,683
Other Payables	19 36,660,783	27,675,506
Provision for Income Tax	20 25,939,774	12,994,040
Provision for Bad & Doubtful Debts	21 -	14,862,571
Short Term Bank Loan	22 31,246,392	26,070,064
TOTAL EQUITY & LIABILITIES (C+D+E)	996,903,950	917,185,594
Net Assets Value (NAV) Per Share	35 15.93	15.55

The annexed notes (1-36) are integral part of these financial statements.

CFO

Company Secretary

Managing Director

Director

Chairman

Signed in terms of our separate report on same date.

Dhaka
Date: October 28, 2019




Mahfel Huq & Co.
Chartered Accountants

BDCOM ONLINE LTD.
Statement of Profit or Loss and Other Comprehensive Income
For the year ended June 30, 2019

Notes	Unit-1 ISP	Unit-2 SDP	Unit-3 IPTSP	Amount in Taka		
				2018-2019	2017-2018	
Revenue	23	495,216,137	64,853,325	42,029,963	602,099,425	534,743,947
Cost of Sales & Services	24	(226,916,302)	(18,195,914)	(13,271,135)	(258,383,351)	(238,125,726)
Gross Profit : A		268,299,835	46,657,411	28,758,828	343,716,074	296,618,221
Administrative and Marketing Expenses	25	(165,640,268)	(16,741,514)	(16,657,554)	(199,039,336)	(162,856,302)
Depreciation	3	(45,480,895)	(1,153,021)	(2,254,202)	(48,888,118)	(46,520,850)
Provision for Bad & Doubtful Debts	21	-	-	-	-	(4,905,481)
Financial Charges	26	(3,285,960)	(74,270)	(10,578)	(3,370,808)	(2,144,993)
Total Expenses : B		(214,407,123)	(17,968,805)	(18,922,334)	(251,298,262)	(216,427,626)
Operating Profit : A-B		53,892,712	28,688,606	9,836,494	92,417,812	80,190,595
Non-Operating Income	27	30,208,061	1,234,796	13,558	31,456,415	19,628,958
Net Realized Gain/(Loss) on Sales of Shares	28	(7,626,488)	-	-	(7,626,488)	83,590
Net Profit Before WPP & WF		76,474,285	29,923,402	9,850,052	116,247,739	99,903,143
Contribution to WPP & WF @ 5%		(3,641,633)	(1,424,924)	(469,050)	(5,535,607)	(4,757,293)
Net Profit before Tax		72,832,652	28,498,478	9,381,002	110,712,132	95,145,850
Income Tax Expense	20	(23,523,670)	(149,128)	(2,266,976)	(25,939,774)	(12,994,040)
Deferred Tax (Expenses)/Income	17	(923,120)	-	-	(923,120)	(2,426,267)
Net Profit After Tax		48,385,862	28,349,350	7,114,026	83,849,238	79,725,543
Other Comprehensive Income/(Expense):						
Unrealized (Loss)/Gain on Investment in Share	30	3,633,596	-	-	3,633,596	(2,053,210)
Related Deferred Tax		(363,360)			(363,360)	205,321
Retained Earnings Carried Forward		51,656,098	28,349,350	7,114,026	87,119,474	77,877,654
Basic Earnings Per Share	31				1.72	1.63

The annexed notes (1-36) are integral part of these financial statements.

 CFO
 Company Secretary
 Managing Director
 Director
 Chairman

Signed in terms of our separate report on same date.

Dhaka
Date: October 28, 2019




 Mahfel Huq & Co.
 Chartered Accountants




BDCOM ONLINE LTD.
Statement of Changes in Equity
For the year ended June 30, 2019

Particulars	Share Capital	Tax Holiday Reserve	Share Premium	AFS Reserve	Retained Earnings	Amount in Taka
						Total
Balance as on 01.07.18	465,221,361	21,555,878	119,504,000	(7,314,903)	124,642,157	723,608,493
Net Profit after Tax for the year	-	-	-	-	83,849,238	83,849,238
Adjustment against unrealized gain on investment in shares	-	-	-	3,633,596	-	3,633,596
Related deferred tax	-	-	-	(363,360)	-	(363,360)
Cash dividend (FY: 2017-18) @ 7%	-	-	-	-	(32,565,495)	(32,565,495)
Stock dividend (FY: 2017-18) @ 5%	23,261,069	-	-	-	(23,261,069)	-
Balance as on 30.06.2019	488,482,430	21,555,878	119,504,000	(4,044,667)	152,664,831	778,162,472

Particulars	Share Capital	Tax Holiday Reserve	Share Premium	AFS Reserve	Retained Earnings	Amount in Taka
						Total
Balance as on 01.07.17	443,067,963	21,555,878	119,504,000	(5,467,014)	98,640,357	677,301,184
Net Profit after Tax for the year	-	-	-	-	79,725,543	79,725,543
Adjustment against unrealized loss on investment in share	-	-	-	(2,053,210)	-	(2,053,210)
Related deferred tax	-	-	-	205,321	-	205,321
Stock dividend (FY: 2016-17) @ 5%	22,153,398	-	-	-	(22,153,398)	(22,153,398)
Cash dividend (FY: 2016-17) @ 5%	-	-	-	-	(22,153,398)	-
Prior year adjustment (Note-32.00)	-	-	-	-	(9,416,947)	(9,416,947)
Balance as on 30.06.2018	465,221,361	21,555,878	119,504,000	(7,314,903)	124,642,157	723,608,493

The annexed notes (1-36) are integral part of these financial statements.

 CFO
 Company Secretary
 Managing Director
 Director
 Chairman

Signed in terms of our separate report on same date.

Dhaka
Date: October 28, 2019





BDCOM ONLINE LTD.
Statement of Cash Flows
For the year ended June 30, 2019

Particulars	Amount in Taka		
	2018-2019	2017-2018	
A. Cash flows from operating activities:			
Receipts from sales, services & others	582,007,925	521,663,860	
Bank Interest - STD & Others	656,855	562,057	
WPP & WF payment	(4,757,293)	(4,296,744)	
Payment of Income Tax & VAT	(28,689,052)	(21,333,618)	
Cash payment to suppliers & others	(482,962,583)	(415,650,076)	
Net cash provided by/(used in) operating activities	66,255,852	80,945,479	
B. Cash flows from investing activities:			
Acquisition of Property, plant & equipment	(64,806,128)	(48,467,390)	
FDR Interest received	27,310,200	16,050,652	
Dividend received from Marketable Securities	137,000	325,000	
Investment in Fixed Deposit Receipt (FDR)	1,124,908	(83,578,837)	
Investment in Marketable Securities	(764,512)	35,493,817	
Long Term Security Deposit	558,910	(75,000)	
Net cash provided by/(used in) investing activities	(36,439,622)	(80,251,758)	
C. Cash flows from financing activities:			
Cash Dividend	(31,015,299)	(21,554,696)	
Long Term Loan	6,965,130	-	
Short Term Loan	5,176,328	12,860,723	
Net cash provided by/(used in) financing activities	(18,873,841)	(8,693,973)	
D. Effect of exchange rate changes in cash and cash equivalents	57,480	472,735	
	57,480	472,735	
Net increase/ (decrease) in cash & cash equivalents (A+B+C+D)	10,999,869	(7,527,517)	
Cash & Cash Equivalents at the beginning of the year	32,570,857	40,098,374	
Cash & Cash Equivalents at the end of the year	43,570,726	32,570,857	
Net Operating Cash Flows Per Share (NOCFPS)	Note-34.00	1.36	1.66

The annexed notes (1-36) are integral part of these financial statements.

 CFO
  Company Secretary
  Managing Director
  Director
  Chairman

Signed in terms of our separate report on same date.

Dhaka
Date: October 28, 2019



BDCOM ONLINE LTD.
Notes to the Financial Statements
For the year ended June 30, 2019

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 Ltd. and Chittagong Stock Exchange Ltd.

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 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, Web Page Software Design & Hosting, IP Telephony Services (IPTSP), IPPBX Solutions, Hosted Conference Bridge, Short Code Parking, Fiber Optic, Machinery and Hardware Sales.

2.00 Basis of Preparation:

2.01 Statement of Compliance:

These Financial Statements of the Company have been prepared on going concern basis under the historical cost convention and in accordance with the *International Accounting Standards (IASs)* and *International Financial Reporting Standards (IFRSs)*, the Companies Act 1994, the Securities and Exchange Rules 1987 and other relevant laws and rules applicable in Bangladesh for this company.

2.02 Going Concern:

These financial statement have 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 Flows Statement:

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

2.04 Reporting period and date of approval:

These financial statements cover a period of one year from July 01, 2018 to June 30, 2019. The Board of Directors has approved these financial statements on October 28, 2019.

2.05 Functional and presentational currency:

These financial statements are presented in Bangladesh Taka (BDT), which is both functional and presentational currency of the Company.



2.06 Revenue Recognition:

Under IFRS-15, The entity should recognize revenue when (or as) a performance obligation is satisfied, i.e. when 'control' of the goods or services underlying the particular performance obligation is transferred to the customer.

IFRS 15 is a 5-steps approach to revenue recognition:

Step 1: Identify the contract(s) with a customer

Step 2: Identify the performance obligations in the contract

Step 3: Determine the transaction price

Step 4: Allocate the transaction price to the performance obligations in the contract

Step 5: Recognize revenue when (or as) the entity satisfies a performance obligation

Revenue is recognized when control over the goods or services is transferred to the customer and the company satisfies a performance obligation by transferring a promised goods or service to a customer over time or a point in time.

2.07 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 and those are used by the company for its short-term commitments.

Property, Plant and Equipment

Recognition and Measurement

Property, Plant and Equipment are 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 of inward freight, duties and non-refundable taxes.

Maintenance activities

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

Subsequent Expenditure

Expenditure incurred after putting any asset 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 it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefit expected to be obtained from the use of the asset such expenditure is capitalized as an additional cost of assets. All up-generation/enhancement are generally charged off as expenditure unless they bring similar significant additional benefits.

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 it is determined with reference to the net book value of the assets and net sales proceeds.



Depreciation is charged on Property, Plant & Equipment at the following rates on reducing balance method.

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.

Long Term Security Deposit & Prepayment

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

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.



Trade Receivable

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

Trade Payable

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

2.08 Provision for Current & Deferred Tax :

Provision for current tax has been made in compliance with the Income Tax Ordinance 1984, IAS-12 "Income Taxes" and as per rates prescribed in the Finance Act 2019 on the taxable profit made by the company after considering necessary taxable add or backs of income and disallowances or allowances of expenditure.

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. The deferred tax liability/asset or deferred tax expense/income does not create a legal liability/ recoverability to and from the income tax authority. This is recognized for book purpose as equalization item presented in the financial statements to show the retained earnings as a consistent reflection of the business events.

2.09 Dividend Payments

Final dividend is recognized after the approval of the shareholders in the Annual General Meeting (AGM) of the company.

2.10 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	2018-2019	2017-2018
a)	Earnings attributable to the ordinary shareholders	83,849,238	79,725,543
b)	Number of Ordinary Shares.	48,848,243	46,522,136
c)	Earning Per Share	1.72	1.71
d)	Re-stated Earning per Share		1.63



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.

2.11 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.

2.12 Foreign Currency Transactions:

According to IAS 21 "The Effect of Changes in Foreign Exchange Rates" transactions in foreign currencies are recorded in the functional currency at the rate of exchange prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the rate of exchange prevailing at the reporting date. Any resulting exchange differences are included in the Statement of Profit or Loss Account.

2.13 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 has 3 business segments namely Unit-1 for internet, data connectivity, hardware and other IT enabled services, Unit-2 for software development, graphic design, AVLS support and service, web development, domain registration, domain hosting and finally Unit-3 for IP telephony services and goods.

2.14 Impairment:

An impairment loss is the amount by which the carrying amount of an asset or cash-generating unit (CGU) exceeds its recoverable amount. The recoverable amount of an asset or a CGU is the higher of its fair value less costs to sell and its value in use. Impairment loss of non-financial assets as mentioned in the IAS-36 "Impairment of Assets" is recognized and charged as an expense (unless it relates to a revalued asset where the impairment loss is treated as a revaluation decrease) whenever recoverable amount is below carrying amount.

2.15 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.

2.16 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-36**.



2.17 Events after the Reporting date:

IAS 10, Events After the Reporting Period stipulates the accounting and disclosure requirements concerning transactions and events that occur between the reporting date and the date of approval of the financial statements. Among other things, IAS 10 determines when an event that occurs after the reporting date will result in the financial statements being adjusted, or where such events merely require disclosure within the financial statements. Such events are referred to in IAS 10 as 'adjusting' or 'non-adjusting' events.

A) Adjusting Event is an event after the reporting period that provides further evidence of conditions that existed at the end of the reporting period

B) Non-adjusting events are those which are indicative of conditions that arose after the reporting period.

C) The Board of Directors of BDCOM Online Ltd. has recommended 6% cash and 6% stock dividend for the year 2018-19 in their meeting held at the Company's head office on October 28, 2019 which may be confirmed in the next 23rd Annual General Meeting (AGM) by the shareholders. The 23rd Annual General Meeting (AGM) will be held on Tuesday the 24th December 2019 at 11.00 a.m.

Reasons for Bonus shares declaration:

a) 6% Bonus shares amount will be utilized for the core network and access network up-gradation and expansion. And besides this we are working on IPTV, and whole nationwide broadband connectivity expansion.

b) The bonus shares is declared out of accumulated profit.

c) The bonus share is not declared from capital reserve or revaluation reserve or any unrealized gain or out of profit earned prior to incorporation of the company or through reducing paid up capital or through doing anything so that the post-dividend retained earnings become negative or a debit balance.

2.18 Components of the Financial Statements

- Statement of Financial Position as at June 30, 2019;
- Statement of Profit or Loss and Other Comprehensive Income for the year ended June 30, 2019;
- Statement of Changes in Equities for the year ended June 30, 2019;
- Statement of Cash Flows for the year ended June 30, 2019;
- Accounting policies and explanatory Notes to the Financial Statements for the year ended June 30, 2019.

2.19 Employee Summary

Sl.	Particulars	June 30, 2019	June 30, 2018
a)	Managers & Officers	237	198
b)	Office Assistant, Cableman & Others	217	183
Total		454	381

2.20 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. These contributions are duly deposited to separate bank account and invested according to prescribed guide line of Bangladesh Labor Law.

B) Insurance

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

C) Workers' Profit Participation & Welfare Fund (WPP & WF)

Provision for Workers Profit Participation Fund has been made @ 5% of net profit as per provision of the Bangladesh Labor Act 2006 and Bangladesh Labor Amendment Act 2013 and is payable to workers as defined in these Laws.



2.21 Financial risk management

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

- a) Credit risk
- b) Liquidity risk
- c) Market risk

Credit risk

Credit risk is the risk of financial loss to the company if a customer or a counterpart to a financial instrument fails to meet its contractual obligations and arises principally from the company's receivables from customers. 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 are 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 nominal 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 based on time line of payment of the financial obligation and accordingly arrange 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, 2019 there was little exposure to currency risk as there were very few 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. Interest rate fluctuation probability is very minimal and within tolerable range. The company has been not entered into any type of derivative instrument in order to hedge interest rate risk as at the reporting

2.22 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.

2.23 General

i) 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".

ii) Figures appearing in the Financial Statements have been rounded off to the nearest Taka.



3.00 Property Plant and Equipment :

The break up of the amount is as follows:

Particulars	Unit-1 Taka	Unit-2 Taka	Unit-3 Taka	Amount in Taka	
				2018-2019	2017-2018
A) Cost:					
Opening Balance	686,279,654	50,480,745	26,738,907	763,499,306	715,031,916
Addition during the year	62,599,984	308,511	1,897,633	64,806,128	48,467,390
Less: Adjustment during the year	-	-	-	-	-
Closing Balance	748,879,638	50,789,256	28,636,540	828,305,434	763,499,306
B) Accumulated Depreciation:					
Opening Balance	360,270,843	43,415,069	13,945,169	417,631,081	371,110,231
Add: Charged during the year	45,480,895	1,153,021	2,254,202	48,888,118	46,520,850
Less: Adjustment during the year	-	-	-	-	-
Closing Balance	405,751,738	44,568,090	16,199,371	466,519,199	417,631,081
WDV 30/06/2019(A-B)	343,127,900	6,221,166	12,437,169	361,786,235	-
WDV 30/06/2018(A-B)	326,008,811	7,065,676	12,793,738	345,868,225	345,868,225

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

4.00 Long term deposit & prepayment :

The break up of the amount is as follows:

Particulars

BTCL for telephone line
Security against bandwidth (BTCL & others)
Security against E1 & others (BTCL)
Prepayment to BEZA
Others deposit
Total Taka

5,000	5,000
142,065	1,078,975
35,084	35,084
25,555,963	-
3,184,800	2,806,800
28,922,912	3,925,859

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

291,247	305,158
4,587,513	4,389,049
3,177,014	2,306,688
1,128,380	806,893
7,424,800	2,702,804
27,292	26,278
278,422	829,963
2,851,665	3,021,973
19,766,333	14,388,806

5.01 Accessories :

The break up of the amount is as follows:

Particulars

Broadband Accessories
UTP Cable
Total Taka

250,486	199,423
40,761	105,735
291,247	305,158

5.02 GLP, GPRS modem & Accessories :

The break up of the amount is as follows:

Particulars

Geographical Location Platform (GLP)
Total Taka

4,587,513	4,389,049
4,587,513	4,389,049

5.03 IP telephony hardware :

The break up of the amount is as follows:

Particulars

IP Telephone set
IP Telephony Equipment
Total Taka

2,738,011	1,825,450
439,003	481,238
3,177,014	2,306,688



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
Advance for Material

Total**B) Deposits :**

Security deposit / Earnest money

Total**C) Pre-payments****Total (A+B+C)**

Amount in Taka	
2018-2019	2017-2018

2,236,641	2,125,160
3,947,080	3,397,436
2,643,006	3,661,251
8,826,727	9,183,847
8,296,709	5,574,717
8,296,709	5,574,717
440,340	244,848
17,563,776	15,003,412

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

Note- 7.01

Advance Income Tax

Note- 7.02

Total Taka

3,072,173	1,416,331
36,668,911	22,629,741
39,741,084	24,046,072

7.01 Advance VAT :

The break up of the amount is as follows:

Particulars

VAT treasury account

VAT deducted on sales & others

Total Taka

427,395	545,641
2,644,778	870,690
3,072,173	1,416,331

7.02 Advance income Tax:

The break up of the amount is as follows:

Particulars

Opening balance

Add: Addition during the year

Note- 7.02.01

Less: Adjustment for the year IY-2017-18

Less: Adjustment for the previous years

22,629,741	26,620,547
27,033,210	19,917,287
49,662,951	46,537,834
(12,994,040)	(14,491,146)
-	(9,416,947)
36,668,911	22,629,741

7.02.01 Advance income Tax:

The break up of the amount is as follows:

Particulars

Tax deducted on interest income

Tax deducted on supply & sales and others

Total Taka

2,629,130	1,653,155
24,404,080	18,264,132
27,033,210	19,917,287

8.00 Trade Receivables :

The break up of the amount is as follows:

Particulars

Internet & Data Service

IP Telephone Service

Web page, Software & Data Transmit

Hardware, Switch & Others

Total Taka

Note- 8.01

Note- 8.02

Note- 8.03

Note- 8.04

115,134,898	103,547,664
13,323,106	18,280,097
30,218,289	30,966,893
1,677,630	2,330,340
160,353,923	155,124,994

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**



		Amount in Taka	
		2018-2019	2017-2018
8.01 Internet & Data Services :			
The break up of the amount is as follows:			
Particulars			
Internet & Fax	Note- 8.01.01	-	1,485,630
Installation		-	250
Corporate Internet	Note- 8.01.02	24,186,190	28,302,190
Prepaid Distribution		-	821
Broad Band Internet		6,835,410	2,419,428
Data Connectivity	Note- 8.01.03	84,113,298	71,339,345
Total Taka		115,134,898	103,547,664
8.01.01 Internet & Fax :			
The break up of the amount is as follows:			
Particulars			
Internet & Fax		1,485,630	1,485,630
Less: Provision for Bad & Doubtful Debts		(1,485,630)	-
Total Taka		-	1,485,630
8.01.02 Corporate Internet :			
The break up of the amount is as follows:			
Particulars			
Corporate Internet		30,305,683	28,302,190
Less: Provision for Bad & Doubtful Debts		(6,119,493)	-
Total Taka		24,186,190	28,302,190
8.01.03 Data Connectivity :			
The break up of the amount is as follows:			
Particulars			
Data Connectivity		84,778,494	28,302,190
Less: Provision for Bad & Doubtful Debts		(665,196)	-
Total Taka		84,113,298	28,302,190
8.02 IP Telephone Service :			
The break up of the amount is as follows:			
Particulars			
Monthly rent & others	Note- 8.02.01	10,205,079	14,477,912
Inter-Connectivity		3,118,027	3,802,185
Total Taka		13,323,106	18,280,097
8.02.01 Monthly Rent & Others :			
The break up of the amount is as follows:			
Particulars			
Monthly rent & others		11,522,679	14,477,912
Less: Provision for Bad & Doubtful Debts		(1,317,600)	-
Total Taka		10,205,079	14,477,912
8.03 Web page, Software & Data Transmit :			
The break up of the amount is as follows:			
Particulars			
Software Development	Note- 8.03.01	65,712	2,105,167
Domain Hosting & Registration	Note- 8.03.02	3,734,212	3,976,864
AVLS	Note- 8.03.03	25,508,802	22,580,128
Graphics Design	Note- 8.03.04	909,563	2,304,734
Total Taka		30,218,289	30,966,893
8.03.01 Software Development :			
The break up of the amount is as follows:			
Particulars			
Software Development		475,031	2,105,167
Less: Provision for Bad & Doubtful Debts		(409,319)	-
Total Taka		65,712	2,105,167
8.03.02 Domain Hosting & Registration :			
The break up of the amount is as follows:			
Particulars			
Domain Hosting & Registration		4,257,537	3,976,864
Less: Provision for Bad & Doubtful Debts		(523,325)	-
Total Taka		3,734,212	3,976,864



8.03.03 AVLS :

The break up of the amount is as follows:

Particulars

AVLS

Less: Provision for Bad & Doubtful Debts

Total Taka

Amount in Taka	
2018-2019	2017-2018
27,970,162	22,580,128
(2,461,360)	-
25,508,802	22,580,128

8.03.04 Graphics Design :

The break up of the amount is as follows:

Particulars

Graphics Design

Less: Provision for Bad & Doubtful Debts

Total Taka

2,582,691	2,304,734
(1,673,128)	-
909,563	2,304,734

8.04 Hardware, Switch & Others :

The break up of the amount is as follows:

Particulars

Hardware, Switch & Others

Less: Provision for Bad & Doubtful Debts

Total Taka

1,885,150	2,330,340
(207,520)	-
1,677,630	2,330,340

9.00 Others Receivables :

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				2018-2019	2017-2018
FDR Interest Receivables	10,896,900	381,293	-	11,278,193	7,983,313
Total Taka	10,896,900	381,293	-	11,278,193	7,983,313

10 Investment In Share (At market value):

The break up of the amount is as follows:

Particulars

AB Bank Limited

IFADAUTOS

GBB Power Limited

AGISYSL

Saif Powertec Limited

Total Taka

1,443,750	1,790,250
5,352,600	-
-	9,555,000
1,111,000	-
209,520	-
8,116,870	11,345,250

11 Investment in FDR :

The break up of the amount is as follows:

Particulars

Prime Bank Ltd	2127418012614
Prime Bank Ltd	127419010187
Prime Bank Ltd	2127416004761
Eastern Bank Ltd.	1084980177164
Bank Asia Ltd.	2155008365
IDLC Finance td.	11252217203701
IDLC Finance td.	11253117203701
IDLC Finance td.	11254717203701
IFIC Bank Ltd.	0000509038200
IFIC Bank Ltd.	1025509038203
IFIC Bank Ltd.	1025509038202
IFIC Bank Ltd.	1006-522930-201
Exim Bank Ltd.	2860100371355
Meghna Bank Ltd.	250000068
IPDC Finance Ltd.	000121000001136
IPDC Finance Ltd.	000125000000681
IPDC Finance Ltd.	000121000001139
Uttara Finance & Invest.Ltd.	0100120059314
Uttara Finance & Invest.Ltd.	0100120019615
Uttara Finance & Invest.Ltd.	0100120019815
Uttara Finance & Invest.Ltd.	0100120025615
Uttara Finance & Invest.Ltd.	0100360000515
Uttara Finance & Invest.Ltd.	0100120006418
NRB Commercial Bank Ltd.	011171200000036
NRB Commercial Bank Ltd.	011171200000024
NRB Commercial Bank Ltd.	011171200000037
NRB Commercial Bank Ltd.	011147600000003
Union Bank Limited	0622060000344
Lanka Bangla Finance Ltd.	001022800000127
Lanka Bangla Finance Ltd.	001022800000610
Lanka Bangla Finance Ltd.	001022800000760
Total Taka	

2,637,313	2,494,037
2,335,982	2,202,198
10,413,836	9,848,092
2,702,500	2,500,000
15,046,830	14,123,040
-	16,511,574
7,151,828	7,151,828
6,049,135	6,049,135
25,200,000	-
28,000,000	28,000,000
9,265,000	8,500,000
7,212,803	6,617,250
6,367,603	5,990,219
-	5,440,255
44,308,000	40,000,000
-	12,000,000
14,427,100	13,000,000
7,557,491	6,850,921
6,877,135	6,234,377
27,498,780	24,930,475
6,228,160	5,836,684
6,481,500	5,000,000
23,244,000	21,000,000
6,758,682	6,347,038
4,051,232	3,805,428
6,758,682	6,347,038
6,433,200	6,000,000
5,000,000	-
5,959,500	5,962,000
-	17,469,717
11,837,606	10,717,500
305,803,898	306,928,806



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.)	
Total Taka	

Amount in Taka	
2018-2019	2017-2018

92,060	214,729
43,315,822	31,486,471
73,262	15,563
89,582	854,094
43,570,726	32,570,857

12.01 Cash at Bank :

The break up of the amount is as follows:

Particulars

<u>CD Accounts</u>	<u>Account Numbers</u>
Eastern Bank Ltd.	1061060000757
First Security Bank Ltd.	010811100001575
Sonali Bank Ltd.	001017833
Bank Asia Ltd.	06933000002
Bank Asia Ltd.	02133001275
STD Accounts	
Prime Bank Ltd	12732030003986
Prime Bank Ltd	12732080003998
Prime Bank Ltd	12731080017622
Prime Bank Ltd	12711020027776
NCC Bank Ltd.	100210004661
Prime Bank Ltd (ERQ)	12751050019650
UCBL	0841301000000255
UCBL	0841301000000266
UCBL	0841301000000277
UCBL	0841301000000244
Rupali Bank Ltd.	240000338
Pubali Bank Ltd.	3478102001001
Dutch-Bangla Bank Ltd	171120344
Dutch-Bangla Bank Ltd	1711200002011
Dutch-Bangla Bank Ltd	1000000000130
Islami Bank BD. Ltd.	20502050900011812
Shahjalal Islami Bank Ltd.	400113100002817
Al-Arafah Bank Ltd.	0311220001107
Midland Bank Ltd.	0081090000066
Total Taka	

358,527	642,331
144,568	146,098
350,491	311,511
12,484	(27,266)
540,767	453,497
317,350	1,780,479
787,674	2,183,287
102,666	102,127
2,571,771	2,007,541
-	3,208
4,864,068	3,581,815
126,468	433,708
2,296,261	1,953,498
344	219,808
108,604	777,823
12,881,067	2,505,530
14,167,933	2,735,476
855,991	7,117,214
2,035,150	1,974,735
9,204	123,954
27,493	267,769
108,158	-
107,110	1,506,145
541,673	686,183
43,315,822	31,486,471

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 :

48,848,243 Ordinary shares of Taka. 10 each

488,482,430	465,221,361
-------------	-------------

13.01 Compositions of Shareholdings

The break up of the amount is as follows:

Particulars	As on 30.06.2019		As on 30 Jun 2018	
	No. of Shares	% of holdings	No. of Shares	% of holdings
Sponsor/Director	11,285,192	23.10	10,747,807	23.10
Institutions	14,507,482	29.70	9,959,702	21.41
General Public	23,055,569	47.20	25,814,627	55.49
Total Taka	48,848,243	100.00	46,522,136	100.00



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 30.06.2019		As on 30 Jun 2018	
	Shareholders	No. of Shares	Shareholders	No. of Shares
Less than 500 shares	2,444	337,318	2,438	335,684
500 to 5,000 Shares	2,082	3,760,142	2,324	3,872,451
5001 to 10,000 shares	301	2,270,228	334	2,478,940
10,001 to 20,000 shares	210	3,145,954	176	2,590,964
20,001 to 30,000 shares	63	1,584,584	65	1,619,769
30,001 to 40,000 shares	32	1,151,683	32	1,152,995
40,001 to 50,000 shares	29	1,353,983	19	880,782
50,001 to 100,000 shares	44	3,318,271	41	2,972,290
100,001 to 1,000,000 shares	56	15,204,681	47	15,330,128
Over 1,000,000 shares	7	16,721,399	7	15,288,133
Total Taka	5,268	48,848,243	5,483	46,522,136

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 28.90 (High-Taka.29.40 , Low-Taka.28.80) per share and Taka 28.80 (High-Taka.29.00 Low-Taka.28.70) per share in the Dhaka and Chittagong Stock Exchange respectively as of June 30, 2019.

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

Amount in Taka	
2018-2019	2017-2018
119,504,000	119,504,000
119,504,000	119,504,000

15.00 Retained Earnings

The break up of the amount is as follows:

Particulars

Opening balance

Add: Net profit after tax during the year

Less: Stock dividend (FY: 2017-18) @ 5%

Less: Cash dividend (FY : 2017-18) @ 7%

Less: Previous year Tax adjustment (Note -32.00)

124,642,157	98,640,357
83,849,238	79,725,543
208,491,395	178,365,900
(23,261,069)	(22,153,398)
(32,565,495)	(22,153,398)
-	(9,416,947)
152,664,831	124,642,157

16.00 Long Term Loan :

The break up of the amount is as follows:

Particulars

Shahjalal Islami Bank Ltd.(Motor Vehicle)

Total Taka

Account Numbers

4001 36400000423

6,965,130	-
6,965,130	-



17.00 Deferred Tax Liabilities :

The break up of the amount is as follows:

Particulars	Carrying Amount (Tk.)	Tax Base (Tk.)	Taxable/(Deductible) temporary differences
As at June 30, 2019			
Property, Plant & Equipment (Excluding Land)	334,786,235	272,167,144	62,619,091
Net Taxable Temporary Difference			62,619,091
Applicable Tax Rate			25%
			15,654,773
Add: Deferred Tax Provision on Realization Loss on Shares			(762,649)
Deferred Tax Liability (A)			14,892,124
Unrealized (Loss)/Gain on Investment in shares during the period			(449,407)
Deferred Tax Liability as at June 30, 2019			14,442,716
As at June 30, 2018			
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%
			13,969,004
Add: Deferred Tax Provision on Realization Loss on Shares			-
Deferred Tax Liability (B)			13,969,004
Unrealized (Loss)/Gain on Investment in shares during the year			(812,767)
Deferred Tax Liability as at June 30, 2018			13,156,237
Deferred Tax (Income)/Expenses (A-B)			923,120
Deferred Tax on Unrealized (Loss)/Gain on Investment in shares during the period			(363,360)

18.00 Trade Payable :

The break up of the amount is as follows:

Particulars

Sundry Creditors

Total Taka

Amount in Taka	
2018-2019	2017-2018
103,486,683	98,818,683
103,486,683	98,818,683

19.00 Others Payable :

The break up of the amount is as follows:

Particulars

Liability for Expenses

Note- 19.01

Liability for Other Finance

Note- 19.02

Unpaid Dividend

Total Taka

10,445,653	9,472,547
21,353,128	14,891,153
4,862,002	3,311,806
36,660,783	27,675,506

19.01 Liability for Expenses :

The break up of the amount is as follows:

Particulars

Salaries & Allowances

Outstanding Expenses

Audit Fee Payable

Total Taka

10,029,006	8,991,060
301,647	366,487
115,000	115,000
10,445,653	9,472,547

19.02 Liability for Other Finance :

The break up of the amount is as follows:

Particulars

Tax deducted on Employees Salaries

Employees Provident Fund

Tax deducted at Source

Security Deposit -Broadband

Security Deposit -Others

Contribution to WPPWF @ 5%

VAT at Source & Others

1,386,870	572,226
5,027,105	802,223
2,629,467	3,212,761
10,350	10,350
1,047,221	377,033
5,547,468	4,769,154
1,280,716	764,662



Advance Agst. Sales (Broadband Internet)	961,035	749,196
Advance Agst. Sales (Data Connectivity)	93,713	79,142
Advance Agst. Sales (Corporate Internet)	1,246,735	1,173,101
Advance Agst. Sales (Domain & Web Hosting)	117,992	322,745
Advance Agst. Sales (Graphic Design)	15,069	17,076
Advance Agst. Sales (AVLS)	333,129	321,088
Advance Agst. Sales (Monthly Rent/ Tel Call)	1,656,258	1,720,396
Total Taka	21,353,128	14,891,153

20.00 Provision for Income Tax:

Current Tax

Opening Balance	12,994,040	14,491,146
Add : Provision made during the year (Note:20.01)	24,062,458	12,994,040
Add : Short Provision made 2017-18	1,877,316	-
	38,933,814	27,485,186
Less : Adjustment for the AY-2018-19	12,994,040	14,491,146
Closing Balance	25,939,774	12,994,040

20.01 Current Tax:

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				2018-2019	2017-2018
Net Profit Before WPPWF	76,474,285	29,923,402	9,850,052	116,247,738	99,903,143
Less : Contribution to WPPWF @ 5%	3,641,633	1,424,924	469,050	5,535,607	4,757,293
Profit Before Tax	72,832,652	28,498,478	9,381,002	110,712,132	95,145,850
Less : Tax Exempted Profit (Note-20.01.01)	1,084,484	28,306,795	1,729,692	31,120,971	36,892,466
Net Profit Before Tax	71,748,168	191,683	7,651,310	79,591,161	58,253,384
Add: Accounting Depreciation	45,480,895	1,153,021	2,254,202	48,888,118	46,520,850
Less: Tax Depreciation	(37,462,347)	(827,316)	(1,566,271)	(39,855,934)	(52,714,484)
Add: Net realized Loss/(Gain) on sale of shares	7,626,488	-	-	7,626,488	(83,590)
Taxable Profit	87,393,204	517,388	8,339,241	96,249,833	51,976,160
Provision for Income Tax @ 25%	21,848,301	129,347	2,084,810	24,062,458	12,994,040
Short provision for Income Tax 2017-18	1,675,369	19,781	182,166	1,877,316	-
Total provision for Income Tax	23,523,670	149,128	2,266,976	25,939,774	12,994,040

20.01.01 Tax Exempted Profit:

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				2018-2019	2017-2018
Tax exempted revenue during the year	7,373,811	28,306,795	7,749,587	43,430,193	36,892,466
Less : Expense of tax exempted profit	6,289,327	-	6,019,895	12,309,222	-
Tax Exempted Profit	1,084,484	28,306,795	1,729,692	31,120,971	36,892,466

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.

21.00 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	
				2018-2019	2017-2018
Opening Balance	8,477,839	5,067,132	1,317,600	14,862,571	9,957,090
Add: Made during the year	-	-	-	-	4,905,481
Less: Adjustment during the year	(8,477,839)	(5,067,132)	(1,317,600)	(14,862,571)	-
Total Taka	-	-	-	-	14,862,571

*No Provision on receivable has been made during the year in respect of realization as the management is in the opinion that there is no reason as to recoverability of the receivables.



22.00 Short Term Loan :

The break up of the amount is as follows:

<u>Particulars</u>	<u>Account Number</u>
Prime Bank Ltd.-SOD A/C	12777590042804
Prime Bank Ltd.-SOD A/C	2127725016503
Shahjalal Islami Bank Ltd.(Motor Vehicle)	4001 36400000423
Bank Asia Ltd. (Motor Vehicle)	02135001252
Bank Asia Ltd. (Machinery)	02135001282
Bank Asia Ltd. (Motor Vehicle)	02135001299
Bank Asia Ltd. (Motor Vehicle)	02135001339
Total Taka	

Amount in Taka	
2018-2019	2017-2018
16,974,637	19,218,380
8,137,041	-
2,753,640	-
-	226,026
1,854,800	4,287,334
585,500	991,996
940,774	1,346,328
31,246,392	26,070,064

23.00 Revenue From Sales, Services & Others :

The break up of the amount is as follows:

<u>Particulars</u>	
Revenue from Unit -1	Notes-23.01
Revenue from Unit -2	Notes-23.02
Revenue from Unit -3	Notes-23.03
Total Taka	

495,216,137	431,890,168
64,853,325	54,058,526
42,029,963	48,795,253
602,099,425	534,743,947

23.01 Revenue From Unit -1 :

The break up of the amount is as follows:

<u>Particulars</u>
Revenue from Internet/Data Connectivity Services
Revenue from IT Enable Services
Revenue from Sale of Hardware
Revenue from Internet (Educational Institutions)
Total Taka

477,056,927	408,112,465
7,373,811	14,267,931
2,028,431	1,071,819
8,756,968	8,437,953
495,216,137	431,890,168

23.02 Revenue From Unit -2 :

The break up of the amount is as follows:

<u>Particulars</u>
Revenue from Software & Graphic Design
Revenue from AVLS Support & Service
Revenue from Web Development, Hosting & Domain Reg.
Revenue from Web Maintenance (Application)
Revenue from AVLS Supply
Total Taka

9,860,369	8,774,570
16,197,635	13,207,661
18,446,426	13,871,573
14,099,349	8,332,700
6,249,546	9,872,022
64,853,325	54,058,526

23.03 Revenue From Unit -3 :

The break up of the amount is as follows:

<u>Particulars</u>
Revenue from IP Telephony Monthly Rent
Revenue from IP Telephony Outgoing NWD Call
Revenue from IP Telephony Outgoing ISD Call
Revenue from IP Telephony Incoming NWD Call
Revenue from IT Enable Services
Revenue from Sale of Hardware & Equipments
Total Taka

3,040,448	2,059,825
16,375,402	18,675,606
7,941,055	7,549,802
4,931,566	7,527,324
7,749,587	6,997,538
1,991,905	5,985,157
42,029,963	48,795,253

24.00 Cost of Sales & Services :

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				2018-2019	2017-2018
Services & Others (Notes- 24.01)	224,744,531	14,278,706	11,828,005	250,851,242	226,463,369
Hardware & Others(Notes-24.02)	2,171,771	3,917,208	1,443,130	7,532,109	11,662,357
Total Taka	226,916,302	18,195,914	13,271,135	258,383,351	238,125,726



24.01 Services & Others:

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				2018-2019	2017-2018
Bandwidth Charges	39,741,924	156,000	156,000	40,053,924	24,601,017
Electricity Charges	4,853,827	606,730	606,730	6,067,287	6,266,423
Telephone Charges	1,249,145	4,330,000	-	5,579,145	6,047,968
Domain Registration Exp.	-	743,671	-	743,671	127,920
Data Connectivity (NTTN)	83,146,275	-	-	83,146,275	62,580,609
Data Connectivity (Site Sharing)	24,421,935	-	-	24,421,935	-
EI, Server Rent and Inter connectivity	-	-	10,636,575	10,636,575	16,338,171
Cost of Software (GLP & Others)	622,285	1,923,240	-	2,545,525	6,208,053
IT Support & Service	43,072,800	5,532,964	428,700	49,034,464	85,196,661
Electrical Goods & Installation	474,390	-	-	474,390	409,983
Direct Salary & Allowances	27,161,950	986,101	-	28,148,051	18,686,564
Total Taka	224,744,531	14,278,706	11,828,005	250,851,242	226,463,369

24.02 Hardware & Others:

The break up of the amount is as follows:

Particulars	UNIT-I ISP	UNIT-II SDP	UNIT-3 IPTSP	Amount in Taka	
				2018-2019	2017-2018
Broadband Modem Concentrator & others	308,316	-	-	308,316	116,984
Cost of sales of Hardware & Others	1,611,706	3,917,208	1,443,130	6,972,044	11,541,078
Cost of Sales of Optical Fiber/Cable	251,749	-	-	251,749	4,295
Total Taka	2,171,771	3,917,208	1,443,130	7,532,109	11,662,357

25.00 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	
				2018-2019	2017-2018
Directors Remuneration (Note-25.01)	3,225,000	-	-	3,225,000	3,250,000
Salary and Allowances	87,135,868	11,223,760	9,555,810	107,915,438	105,116,758
Traveling and Conveyance	7,244,958	426,916	73,397	7,745,271	7,939,091
Uniform & Others	119,689	8,040	-	127,729	71,130
Office Rent	8,247,345	1,782,787	1,782,787	11,812,919	10,435,748
VAT on Office Rent	921,340	181,927	181,928	1,285,195	1,182,349
Electricity Charges	539,314	67,414	67,414	674,142	696,269
Telephone Charges	362,858	-	2,490	365,348	174,831
Printing and stationeries	813,230	101,831	102,241	1,017,302	818,084
Courier & Postage Charges	701,059	300	-	701,359	508,478
CSR Expenses	100,000	-	-	100,000	100,000
Advertisement Expenses	229,657	49,212	49,212	328,081	799,234
News Papers & Periodicals	10,039	2,149	2,149	14,337	16,307
Entertainment	3,009,214	170,994	12,540	3,192,748	2,684,646
Security charges	426,075	-	-	426,075	393,300
Installation & Maintenance	31,263,130	-	-	31,263,130	-
Repair & Maintenance	2,894,258	229,921	270,319	3,394,498	3,283,404
Utility Charges	447,008	95,789	95,789	638,586	734,874
Car Rent & Maintenance	5,152,218	14,317	642,496	5,809,031	5,644,432
Annual Listing Fee (DSE, CSE, CDBL, B	789,341	169,145	169,145	1,127,631	1,130,116
License Registration & Renewal Fees	892,756	1,098,493	654,389	2,645,638	1,972,816
Municipal Tax	137,808	-	-	137,808	313,896
Insurance Premium	1,418,574	121,628	79,771	1,619,973	1,364,683
Fees & Professional Charges	267,470	57,316	57,315	382,101	355,000
Consultancy & Legal Fee	19,167	-	780,000	799,167	787,500
AGM Expenses	800,728	171,584	171,584	1,143,896	1,107,980
Promotional exp.	2,139,401	-	67,500	2,206,901	1,292,854
Audit Fee	69,000	23,000	23,000	115,000	229,080



Contribution to Employees PF	3,612,726	414,676	279,484	4,306,886	4,200,162
Training Expenses	91,600	-	1,700	93,300	123,500
Tender Participation	98,130	-	6,325	104,455	81,993
Annual Refreshment Expenses	632,045	-	-	632,045	3,743,723
Revenue Sharing with BTRC	-	219,537	1,278,769	1,498,306	1,957,850
General Expenses	1,829,262	110,778	250,000	2,190,040	346,214
Total Taka	165,640,268	16,741,514	16,657,554	199,039,336	162,856,302

The number of employees (both casual and permanent of the company as at 30 June 2019 was 454 and all of them received salary and allowances above Taka. 120,000 per year.

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

The break up of the amount is as follows:

Name	Designation	Yearly Remuneration	Festival Bonus	2018-2019	2017-2018
S.M. Golam Faruk Alamgir	Managing Director	3,000,000	225,000	3,225,000	3,250,000
Total Taka		3,000,000	225,000	3,225,000	3,250,000

26.00 Financial Charges :

The break up of the amount is as follows:

Particulars	UNIT-1 ISP	UNIT-2 SDP	UNIT-3 IPTSP	Amount in Taka	
				2018-2019	2017-2018
Bank Interest	2,480,396	-	-	2,480,396	1,630,252
Bank Charges & Others	805,564	74,270	10,578	890,412	514,741
Total Taka	3,285,960	74,270	10,578	3,370,808	2,144,993

27.00 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	
				2018-2019	2017-2019
Bank Interest (FDR A/C.)	29,599,691	1,005,389	-	30,605,080	18,269,166
Bank Interest (SND A/C)	471,370	171,927	13,558	656,855	562,057
Foreign Currency Gain	-	57,480	-	57,480	472,735
Dividend on Marketable Security	137,000	-	-	137,000	325,000
Total Taka	30,208,061	1,234,796	13,558	31,456,415	19,628,958

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

This represents the sum of loss (Difference of cost and sale price) on sale of investment made in the share of listed companies during the year the break up of the amount is as follows:

Particulars	2018-2019	2017-2018
Cost Value of Investment in Shares:		
SAFKOSPINN	1,067,189	-
SHEPHERD	699,634	-
Saif Power Ltd.	433,944	8,491,748
Jamuna Oil Ltd.	-	972,327
GBB Power Ltd.	16,229,604	-
AB Bank Ltd.	-	25,946,152
Total Price of Investment in Shares	18,430,371	35,410,227
Less: Realized value from sales of shares	10,803,883	35,493,817
Net Realized Profit/(Loss) from Sales of Shares	(7,626,488)	83,590

29.00 AFS Reserve

Opening balance	(7,314,903)	(5,467,014)
Add: Addition during the year	-	-
	(7,314,903)	(5,467,014)
Less: Adjustment against unrealized Gain/(loss) on investment in share (Note- 30)	3,633,596	(2,053,210)
Less: Related Deferred Tax	(363,360)	205,321
	(4,044,667)	(7,314,903)



30.00 Sustainable Estimated Gain/(Loss) on Marketable Securities :

Amount in Taka	
2018-2019	2017-2018

The break up of the amount is as follows:

Particulars	30-06-2019	30-06-2018
GBB Power Ltd.	-	16,229,604
IFADAUTOS	7,852,332	-
Saif Powertec Limited	244,093	-
AGISYSL	1,271,203	-
AB Bank Ltd.	3,243,316	3,243,316
Total Cost Value as no June 30, 2019	12,610,944	19,472,920
Less: Fair market value of investment in shares as on June 30, 2019	8,116,870	11,345,250
Total Estimated Profit/(Loss) on Marketable Securities	(4,494,074)	(8,127,670)
Adjustment up to June 30, 2019	8,127,670	6,074,460
Total Estimated Profit/(Loss) on Marketable Securities	3,633,596	(2,053,210)

31.00 Earning Per Share (EPS) :

The break up of the amount is as follows:

Particulars

Profit From Continuing Operation attributable to the ordinary Equity holders

83,849,238	79,725,543
------------	------------

Profit attributable to the ordinary equity holders

83,849,238	79,725,543
------------	------------

Number of Shares

48,848,243	48,848,243
------------	------------

Earning Per Share (Re-Stated)

1.72	1.63
------	------

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.

32.00 Prior Year Adjustment (2018-2019):

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
Total Taka	34,184,271	43,601,218	9,416,947

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.

33.00 Cash flows from operating activities :

Amount in Taka	
2018-2019	2017-2018

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 profit before tax	110,712,131	95,145,850
Add/Less : Realized Loss/(gain) on sale of security instrument	7,626,488	(83,590)
Less: Non-operating income	(30,799,560)	(19,066,901)
Less: Tax and VAT payment	(28,689,052)	(21,333,618)
Add: Depreciation	48,888,118	46,520,850
Add/(Less) : Changes in working Capital :		
Inventory	(5,377,527)	1,430,076
Trade receivables	(20,091,500)	(13,080,087)
Advance deposit prepayments	(28,116,327)	(2,100,289)
Prov. For bad & doubtful debts	-	4,905,481
Liability for expenses	973,106	(2,308,745)
Liability for other finance	6,461,975	(2,667,164)
Trade payable	4,668,000	(6,416,381)
Net cash provided by/(used in) operation activities	66,255,852	80,945,479



34.00 Net Operation Cash Flows Per Share (NOCFPS):

The break up of the amount is as follows:

Particulars

Net cash generated from operating activities

Number of Shares

Net Operation Cash Flows Per Share (Reported)

Net Operation Cash Flows Per Share (Re-Styled)

Amount in Taka	
2018-2019	2017-2018
66,255,852	80,945,479
66,255,852	80,945,479
48,848,243	46,522,136
1.36	1.74
-	1.66

35.00 Net Asset Value Per Share (NAVPS):

The break up of the amount is as follows:

Particulars

Total Assets

Total Liabilities

Net Asset Value (NAV)

Number of Shares

Net Asset Value Per Share (Reported)

Net Asset Value (NAV)

Number of Shares

Net Asset Value Per Share (Re-Styled)

996,903,950	917,185,594
(218,741,478)	(193,577,101)
778,162,472	723,608,493
48,848,243	46,522,136
15.93	15.55
-	723,608,493
-	48,848,243
-	14.81

36.00 Related Party Disclosures :**36.01**

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 30.06.2019 (Tk.)	Remarks
Fiber @ Home Ltd.	879,350	Concern Under Common Mgt.	IIG Bandwidth	2,051,093	Trade Creditors
Fiber @ Home Ltd.	37,314,962	Concern Under Common Mgt.	NTTN Service	17,225,569	Trade Creditors
Norban Fashion Ltd.	26,150	Concern Under Common Mgt.	Internet & others	754,429	Trade Debtors
Norban Comtex Ltd.	387,878	Concern Under Common Mgt.	Internet & others	982,713	Trade Debtors

36.02 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	30- Jun-2019 (Taka)
Mr.S.M Golam Faruk Alamgir	Managing Director (MD)	3,225,000
Mr.Shibli Noman FCA	Chief Financial Officer	1,283,750
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. Integration	2,089,500



BDCOM ONLINE LTD.
Property, Plant & Equipment
 For the year ended June 30, 2019

(Amount in BDT)
 Schedule-A/I

Unit-1 (ISP)

Particulars	Cost			Rate of Dep. %	Depreciation			W.D.V. as at 30.06.19
	Opening Balance as at 01.07.18	Additions during the year	Adjustment year		Total as at 30.06.19	Charged during the year	Adjustment during the year	
Land	27,000,000	-	-	-	-	-	-	27,000,000
Building (Floor Space)	67,286,909	-	-	2.5%	67,286,909	1,409,715	-	12,308,015
Internet System Hardware	215,084,052	33,280,762	-	18%	248,364,814	16,591,404	-	153,132,958
Furniture & Fixture	3,722,425	396,819	-	10%	4,119,244	188,634	-	2,248,511
Office Renovation	11,985,641	371,560	-	18%	12,357,201	787,950	-	8,595,220
Sundry Assets	845,535	-	-	10%	845,535	21,855	-	648,844
Crockeries & Cutleries	204,635	39,758	-	10%	244,393	13,785	-	91,463
A. C. Installation	4,276,578	369,180	-	18%	4,645,758	245,242	-	3,192,460
PABX Installation	342,783	-	-	18%	342,783	2,795	-	330,052
Office Equipments	18,573,137	2,662,619	-	15%	21,235,756	1,191,704	-	13,031,170
V-Sat Tower	3,919,414	-	-	15%	3,919,414	54,765	-	3,609,082
Telephone & Installation	10,578,524	7,390	-	15%	10,585,914	120,567	-	9,899,620
Motor Vehicles	19,200,505	12,110,000	-	15%	31,310,505	2,740,772	-	11,742,799
Generator/Online UPS	16,109,810	2,835,298	-	15%	18,945,108	1,599,063	-	8,599,772
Cable Installation	18,206,560	287,744	-	15%	18,494,304	1,514,287	-	9,775,664
Broad Band Equipments	57,222,656	818,534	-	18%	58,041,190	2,750,451	-	45,066,878
Radio Equipments	49,508,508	3,139,368	-	18%	52,647,876	4,610,490	-	30,048,594
Electrical Installation	1,977,482	-	-	15%	1,977,482	105,990	-	1,376,871
Optical Fiber Deployment	127,914,119	3,401,972	-	15%	131,316,091	9,224,320	-	77,077,708
Neon Sign & Others	18,767	-	-	20%	18,767	468	-	16,893
Base Tower & Installation	25,123,636	2,878,980	-	10%	28,002,616	1,938,171	-	9,255,054
WIFI Base Station	7,177,978	-	-	20%	7,177,978	368,467	-	5,704,110
Sub Total	686,279,654	62,599,984	-		748,879,638	45,480,895	-	405,751,738
					360,270,843			343,127,900



BDCOM ONLINE LTD.
Property, Plant & Equipment
 For the year ended June 30, 2019

(Amount in BDT)
 Schedule-A/2

Unit-2 (SDP)

Particulars	Cost			Rate of Dep.	Depreciation			W.D.V. as at 30.06.19
	Opening Balance as at 01.07.18	Additions during the year	Adjustment during the year		Total as at 30.06.19	Charged during the year	Adjustment during the year	
System Hardware	12,400,084	38,511	-	18%	12,438,595	467,837	-	10,297,711
Furniture & Fixture	637,019	-	-	10%	637,019	12,429	-	525,158
Office Renovation	1,625,370	-	-	18%	1,625,370	22,551	-	1,522,635
Sundry Assets	86,212	-	-	10%	86,212	2,230	-	66,146
Books & Periodicals	73,226	-	-	10%	73,226	1,361	-	60,975
A. C. Installation	256,790	-	-	18%	256,790	1,905	-	248,110
Electric Installation	150,494	-	-	18%	150,494	1,038	-	145,767
Peripheral Equipment	4,754,188	-	-	15%	4,754,188	97,710	-	4,200,495
Software Development	28,085,296	270,000	-	15%	28,355,296	512,143	-	25,280,655
Telephone & Installation	1,800,785	-	-	15%	1,800,785	26,721	-	1,649,364
Auto Generator	607,201	-	-	15%	607,201	7,008	-	567,491
Crockeries & Cutleries	4,080	-	-	15%	4,080	88	-	3,584
Sub Total	50,480,745	308,511	-		50,789,256	1,153,021	-	44,568,090
					43,415,069			6,221,166



BDCOM ONLINE LTD.
Property, Plant & Equipment
For the year ended June 30, 2019

(Amount in BDT)
Schedule-A/3

Unit-3 (IPTSP)

Particulars	Cost			Rate of Dep.	Depreciation			W.D.V. as at 30.06.19		
	Opening Balance as at 01.07.18	Additions during the year	Adjustment during the year		Total as at 30.06.19	Charged during the year	Adjustment during the year		Total as at 30.06.19	
System Hardware	19,219,823	980,060	-	20,199,883	18%	10,356,034	1,624,884	-	11,980,918	8,218,965
Furniture & Fixture	22,850	-	-	22,850	10%	6,711	1,614	-	8,325	14,525
Motor Vehicles	1,781,000	-	-	1,781,000	15%	155,838	243,774	-	399,612	1,381,388
Telephone Installation-IP	1,534,611	893,943	-	2,428,554	15%	512,296	191,899	-	704,195	1,724,359
Software Development	4,129,805	23,630	-	4,153,435	15%	2,880,187	189,215	-	3,069,402	1,084,033
Electric Installation	21,180	-	-	21,180	15%	14,729	968	-	15,697	5,483
Radio Equipment	29,638	-	-	29,638	18%	19,374	1,848	-	21,222	8,416
Sub Total	26,738,907	1,897,633	-	28,636,540		13,945,169	2,254,202	-	16,199,371	12,437,169
Grand Total as at 30 Jun 2019	763,499,306	64,806,128	-	828,305,434		417,631,081	48,888,118	-	466,519,199	361,786,235
Grand Total as at 30 Jun 2018	715,031,916	48,467,390	-	763,499,306		371,110,231	46,520,850	-	417,631,081	345,868,225



Ageing Summary of Trade Receivable

	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	Above 150 Days	Total
--	-----------	------------	------------	-------------	--------------	----------------	-------

Schedule - B

Internet & Data Services :

Broad Band Internet & Others	9,948,633	2,813,270	2,561,001	1,103,406	2,068,167	12,532,642	31,027,119
Data Connectivity	39,477,660	15,290,381	8,562,400	6,442,214	3,089,264	11,251,380	84,113,298
Sub Total-A	49,426,293	18,103,651	11,123,401	7,545,620	5,157,431	23,784,022	115,140,417

Hardware/ Switch :

Switch, Router, Hardware etc.	-	-	-	-	-	1,135,813	1,135,813
Fiber Optic	-	-	-	-	-	103,121	103,121
Sub Total- B	-	-	-	-	-	1,238,934	1,238,934

IP Telephone Service :

Monthly Rent	5,252,249	406,383	366,979	221,137	310,953	3,958,331	10,205,079
Inter Connectivity Charges	888,130	405,619	411,047	278,924	-	823,354	3,118,027
Equipment/ IPT Set	-	-	-	-	-	433,177	433,177
Sub Total- C	6,140,379	812,002	778,026	500,061	310,953	5,214,862	13,756,283

Web Page, Software & Data Transmit :

Software Development	-	-	-	-	500	65,212	65,712
Domain Hosting & Registration	1,336,223	317,550	443,050	429,051	185,679	1,022,659	3,734,212
AVLS	3,933,426	577,307	1,665,500	1,094,736	2,077,403	16,160,428	25,508,802
Graphics Design	213,456	-	20,955	29,297	29,450	616,405	909,563
Sub Total-D	5,483,106	894,857	2,129,506	1,553,085	2,293,032	17,864,704	30,218,289

Grand Total (A+B+C+D)

	61,049,778	19,810,510	14,030,933	9,598,765	7,761,415	48,102,522	160,353,923
--	-------------------	-------------------	-------------------	------------------	------------------	-------------------	--------------------

N.B. : The Above Schedule of Trade Receivable is excluded of Other Receivable (FDR Interest Receivable).



A decorative banner at the top of the page features a gradient of colors from dark grey to yellow to red, with a geometric pattern of overlapping triangles. Below the banner, a dark background is covered in a faint, repeating pattern of triangles. Several of these triangles are highlighted in bright colors: yellow, cyan, orange, green, and blue.

BGIC Tower (4th Floor), 34 Topkhana Road, Dhaka-1000
Tel:+88-02-9553143, 9581786, Fax:+88-02-957105
E-mail: info@mahfelhuq.com Web: www.mahfelhuq.com