



**ACNABIN**  
*Chartered Accountants*

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## **Independent Auditor's Report To the Shareholders of Bangladesh Submarine Cable Company Limited**

We have audited the accompanying financial statements of Bangladesh Submarine Cable Company Limited, which comprise the Statement of Financial Position as at 30 June 2015, 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 information.

### **Management Responsibilities for the Financial Statements**

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRS), the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations 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.

### **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 Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 judgment 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 of financial statements, that gives a true and fair view 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 referred to above give a true and fair view of the financial position of Bangladesh Submarine Cable Company Limited as at 30 June 2015, and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards.



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Chartered Accountants

**Report on Other Legal and Regulatory Requirements:**

We, as required by the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulation, further report that-

- 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 account as required by law have been kept by the Company so far as it appeared from our examination of those books;
- c) the statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income dealt with by the report are in agreement with the books of account maintained by the Company and examined by us; and
- d) the expenditure incurred was for the purpose of the business of the Company.

Dhaka,  
5 September 2015

  
**ACNABIN**  
Chartered Accountants

## Bangladesh Submarine Cable Company Limited

### Statement of Financial Position

As at 30 June 2015

	Notes	30 June 2015 Taka	30 June 2014 Taka
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	1,995,368,725	2,156,933,181
Deferred expenditure	5	15,085,331	9,513,969
Investment in SMW-5	6	2,135,295,340	-
		<b>4,145,749,396</b>	<b>2,166,447,150</b>
<b>Current Assets</b>			
Trade and other receivables, net	7	1,178,087,568	965,502,073
Advances and deposits	8	132,495,046	21,126,710
Advance income tax	9	158,779,960	128,038,325
Investment in shares	10	32,573,325	33,263,107
Cash and cash equivalents	11	51,374,192	1,451,392,819
		<b>1,553,310,091</b>	<b>2,599,323,034</b>
<b>TOTAL ASSETS</b>		<b>5,699,059,487</b>	<b>4,765,770,184</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>			
Share capital	12	1,499,141,000	1,499,141,000
Share premium	13	723,293,759	723,293,759
Tax holiday reserve	14	565,408,278	545,233,830
Revaluation reserve	15	339,631,310	339,631,310
Retained earnings	16	906,135,166	947,168,623
		<b>4,033,609,513</b>	<b>4,054,468,522</b>
<b>Non-Current Liabilities</b>			
Deferred tax liabilities	17	178,640,860	197,877,745
Security deposits received from clients	18	90,511,707	89,200,933
Employees' pension, gratuity & provident fund	19	31,895,599	23,450,617
Long Term Loan	20	717,084,231	-
		<b>1,018,132,397</b>	<b>310,529,295</b>
<b>Current Liabilities</b>			
Current portion of long term loan		109,633,045	-
Sundry creditors	21	89,117,642	11,241,545
Provision for income tax	22	197,553,163	168,380,676
Provision for WPPF and WF	23	9,390,270	24,407,352
VAT payable	24	235,857,730	191,000,306
Liabilities for expenses	25	5,765,727	5,742,489
		<b>647,317,577</b>	<b>400,772,368</b>
<b>Total Liabilities</b>		<b>1,665,449,974</b>	<b>711,301,663</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>5,699,059,487</b>	<b>4,765,770,184</b>

The annexed notes from 1 to 51 form an integral part of these financial statements.



**Chief Financial Officer**



**Company Secretary**



**Managing Director**



**Director**

This is the Statement of Financial Position referred to in our separate report of even date.

Dhaka,  
5 September 2015



**ACNABIN**  
Chartered Accountants

## Bangladesh Submarine Cable Company Limited

### Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2015

	Notes	2014-2015 Taka	2013-2014 Taka
<b>Revenue</b>			
IPLC (International Private Lease Circuit) rent	26	342,633,247	669,095,788
Circuit activation charge	27	4,581,600	3,295,750
IP Transit Service	28	188,506,679	79,589,919
Co-Location Charges	29	4,962,258	1,763,333
		<b>540,683,784</b>	<b>753,744,790</b>
<b>Direct cost of operation</b>			
Electricity and generator fuel	30	7,869,250	7,974,601
Landing station and cable route repair	31	1,218,480	1,646,176
Backhaul & Data connectivity Charge	32	45,195,093	39,096,898
IP Transit Cost	33	46,327,220	9,986,617
Depreciation of core machinery	34	160,770,797	177,211,747
		261,380,840	235,916,039
		<b>279,302,944</b>	<b>517,828,751</b>
<b>Gross profit</b>			
<b>Operating expenses</b>			
Operation and maintenance expenses	35	75,521,722	95,283,341
General and administrative expenses	36	96,920,339	80,809,796
Provision for bad & doubtful debts	37	26,184,803	13,428,310
Depreciation on property, plant and equipment	38	9,584,473	9,543,180
Amortization of deferred expenditure		280,600	280,600
		208,491,937	199,345,227
		<b>70,811,008</b>	<b>318,483,525</b>
<b>Operating profit</b>			
<b>Non-operating income</b>			
Bank interest and other income	39	75,819,002	190,846,713
(Loss)/Gain on investment in shares	40	(689,782)	3,224,160
		75,129,220	194,070,873
		<b>145,940,227</b>	<b>512,554,398</b>
Provision for contribution to WPPF & WF		6,949,535	24,407,352
		<b>138,990,693</b>	<b>488,147,045</b>
<b>Profit before taxation</b>			
Less: Current tax expense	41	29,172,487	118,394,089
Deferred tax (income)/expense	42	(19,236,884)	7,404,929
		9,935,603	125,799,018
		<b>129,055,090</b>	<b>362,348,028</b>
<b>Net profit after tax</b>			
<b>Other comprehensive income, net of tax</b>			
		-	-
<b>Total comprehensive income</b>			
		<b>129,055,090</b>	<b>362,348,028</b>
<b>Earnings Per Share (EPS) - Basic</b>			
	43	<b>0.86</b>	<b>2.42</b>

The annexed notes from 1 to 51 form an integral part of these financial statements.



**Chief Financial Officer**



**Company Secretary**



**Managing Director**



**Director**

This is the Statement of Profit or Loss and Other Comprehensive Income referred to in our separate report of even date.

Dhaka,  
5 September 2015



**ACNABIN**  
Chartered Accountants

## Bangladesh Submarine Cable Company Limited

### Statement of Changes in Equity


For the year ended 30 June 2015

Particulars	Share capital	Share premium	Tax holiday reserve	Revaluation reserve	Retained earnings	Total Equity
<b>Balance as at 01 July 2014</b>	<b>1,499,141,000</b>	<b>723,293,759</b>	<b>545,233,830</b>	<b>339,631,310</b>	<b>947,168,623</b>	<b>4,054,468,523</b>
Transactions with shareholders:						
Cash dividend paid	-	-	-	-	(149,914,100)	(149,914,100)
Net profit after tax for the year	-	-	-	-	129,055,090	129,055,090
Tax holiday reserve	-	-	20,174,447	-	(20,174,447)	-
<b>Balance as at 30 June 2015</b>	<b>1,499,141,000</b>	<b>723,293,759</b>	<b>565,408,278</b>	<b>339,631,310</b>	<b>906,135,166</b>	<b>4,033,609,513</b>
<b>Balance as at 01 July 2013</b>	<b>1,303,600,870</b>	<b>723,293,759</b>	<b>521,535,079</b>	<b>339,631,310</b>	<b>1,064,779,651</b>	<b>3,952,840,668</b>
Transactions with shareholders:						
Bonus share issued	195,540,130	-	-	-	(195,540,130)	-
Cash dividend paid	-	-	-	-	(260,720,174)	(260,720,174)
Net profit after tax for the year	-	-	-	-	362,348,028	362,348,027
Tax holiday reserve	-	-	23,698,751	-	(23,698,751)	-
<b>Balance as at 30 June 2014</b>	<b>1,499,141,000</b>	<b>723,293,759</b>	<b>545,233,830</b>	<b>339,631,310</b>	<b>947,168,623</b>	<b>4,054,468,522</b>

Dhaka,  
5 September 2015

  
Chief Financial Officer

  
Company Secretary

  
Managing Director

  
Director

  
ACNABIN  
Chartered Accountants

# Bangladesh Submarine Cable Company Limited

## Statement of Cash Flows

For the year ended 30 June 2015

Notes	2014-2015 Taka	2013-2014 Taka
<b>A. Cash flows from operating activities</b>		
Cash received from clients	358,236,198	584,859,294
Cash paid to suppliers and others	(297,650,320)	(234,916,606)
Payment for WPPF	(21,966,617)	-
Payroll and other payments to employees	(46,044,930)	(41,901,800)
Income tax paid	(30,771,548)	(214,830,631)
Interest received	37,524,278	173,721,845
Receipts from rest house rent and others	33,983,248	41,639,748
<b>Net cash flow from operating activities</b>	<b>33,310,310</b>	<b>308,571,850</b>
<b>B. Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(16,291,584)	(87,344,592)
Payment for deferred expenditure	(5,851,962)	(8,110,969)
Investment in SMW-5	(2,058,578,064)	-
Refund from Upgradation -4	45,363,649	-
Investment in Share	-	(24,987,692)
Dividend received	879,280	738,534
<b>Net cash flow from / (used in) investing activities</b>	<b>(2,034,478,681)</b>	<b>(119,704,719)</b>
<b>C. Cash flows from financing activities</b>		
Dividend paid	(148,850,256)	(259,570,183)
Loan Received from IFIC Bank Ltd.	750,000,000	-
<b>Net cash flow from / (used in) financing activities</b>	<b>601,149,744</b>	<b>(259,570,183)</b>
Net deficit in cash and cash equivalents during the year (A+B+C)	(1,400,018,626)	(70,703,051)
Cash and cash equivalents at beginning of the year	1,451,392,818	1,522,095,870
<b>Cash and cash equivalents at end of the year</b>	<b>51,374,192</b>	<b>1,451,392,819</b>
Net Operating Cash Flows Per Share (NOCFPS)	43.3	<b>0.22</b>
		<b>2.06</b>

The annexed notes from 1 to 51 form an integral part of these financial statements.

  
**Chief Financial Officer**

  
**Company Secretary**

  
**Managing Director**

  
**Director**

Dhaka,  
 5 September 2015

  
**ACNABIN**  
 Chartered Accountants

# Bangladesh Submarine Cable Company Limited

## Notes to the financial statements

For the year ended 30 June 2015

### 1. Corporate information

Bangladesh Submarine Cable Company Limited (BSCCL) (hereinafter referred to as "the Company") was incorporated in Bangladesh as a public limited company on 24 June 2008 under the Companies Act 1994 with an authorized capital of Taka 10,000,000,000 divided into 100,000,000 ordinary shares of Taka 100 each. In the year 2010-2011, the Company converted denomination of its shares from Taka 100 to Taka 10 and accordingly, present authorized capital is Taka 10,000,000,000 divided into 1,000,000,000 ordinary shares of Taka 10 each. The Company obtained the Certificate of Commencement of Business from the Registrar of Joint Stock Companies and Firms on 24 June 2008. The Company is substantially owned by the Government of the Peoples' Republic of Bangladesh and represented by various Ministries of the Government.

The Company was originated after separating from Bangladesh Telecommunications Company Limited (BTCL) (previously BTTB) with all assets situated at Zilonjha Cox's-Bazar, the Landing Station. Before separation a project namely "Establishment of International Telecommunication System through Submarine Cable" was undertaken by BTCL participating in an international agreement with an International Consortium namely SEA-ME-WE 4 (South East Asia Middle East Western Europe). The Company is currently establishing 2nd Submarine Cable in Kuakata namely Regional Submarine Telecommunications Project, Bangladesh (SMW-5-South East Asia Middle East Western Europe).

The principal activities of the Company are to provide high capacity voice and data bandwidth to all important places in Bangladesh to get benefit of all the IT related services.

### 2. Basis of preparation of financial statements

#### 2.1 Statement of compliance

The financial statements have been prepared in accordance with the Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS), the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations in Bangladesh.

The financial statements have been authorised for issue by the Board of Directors of the Company on 5 September 2015.

#### 2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention applying accrual basis of accounting in accordance with Bangladesh Financial Reporting Standards (BFRSs) except for the following items in the financial statements of financial position :

- (a) Land and land development is measured at fair value.
- (b) Financial instruments at fair value through profit or loss are measured at fair value.

#### 2.3 Functional and presentation currency

These financial statements are presented in Bangladesh Taka which is also the functional currency of the company. The amounts in these financial statements have been rounded off to the nearest Integer.

#### 2.4 Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates is recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future periods if the revision affects both current and future periods.



Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognised in the financial statements are described in the following notes:

- Note:4 Property, plant and equipment (useful life of depreciable assets)  
 Note:17 Deferred tax liabilities (manner of recovery of temporary differences for determination of deferred tax liabilities)  
 Note: 37 Provision for bad & doubtful debts  
 Note: 41 Current tax expense  
 Note: 42 Deferred tax (income)/expense

### 3. Significant accounting policies

Accounting policies set out below have been applied consistently for all periods for which the financial statements have been presented herein. Certain comparative amounts have been reclassified to conform to the current year's presentation.

#### 3.1 Property, plant and equipment

Property, plant and equipment are stated at cost or revalued amount, if any, less accumulated depreciation in compliance with BAS-16: Property, Plant and Equipment. The cost of acquisition of an asset comprises its purchase price and any direct attributable cost of bringing the assets to its working condition for its intended use.

#### 3.2 Depreciation on property, plant and equipment

Depreciation on all property, plant and equipment is charged on reducing balance method considering the economic and useful lives of such assets. Periodical depreciation has been charged during the year under audit. Depreciation method, useful lives and residual values are reviewed at each year-end and adjusted if appropriate.

<b>Name of Assets</b>	<b>Depreciation rate</b>
Core equipment-IPLC	10%
Core equipment-IIG	12%
Building	4%
Floor development	10%
Security barak & security wall	4%
Deep tube-well & pump house	10%
500 KV sub-station	15%
Power system	10%
Boundary wall	4%
Ducting from beach manhole	5%
Vehicles	20%
Office equipment and furniture	10%
Co-Location point	10%
Office decoration	10%

#### 3.3 Foreign currency transactions

The financial statements are presented in Taka/Tk./BDT, which is the company's functional currency. Transactions in foreign currencies are recorded in the books at the exchange rate prevailing on the date of the transaction. Assets and liabilities outstanding at 30 June 2015 denominated in foreign currencies have been shown in Taka at the rate in terms of foreign currencies ruling on the financial position date. Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognised in the Statement of Profit or Loss and Other Comprehensive Income as per BAS 21: The Effects of Changes in Foreign Exchange Rates.

#### 3.4 Employee Benefit

BSCCL maintains defined benefit plan for its eligible permanent employees. A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. Employee gratuity plan is considered as defined benefit plan as it meets the recognition criteria. The company's obligation is to provide the agreed benefits to employees as per condition of the fund. The eligibility is determined according to the terms and conditions set in the service rules of the company. The plan funded is not registered under Income Tax Ordinance 1984.



**3.5 Amortization**

Amortization of deferred expenditure is recognised in Statement of Profit or Loss and Other Comprehensive Income (profit or loss) on a straight line basis over 5 (five) years from the date of recognition.

**3.6 Tax holiday reserve**

Tax holiday reserve has also been created using applicable exemption rate of income tax as prescribed by the Income Tax Ordinance 1984 for IIG operation income (IP Transit service) as the Company has been granted tax holiday by the National Board of Revenue (NBR) (Ref: nothi no.08.01.0000.035.01.0021.2013 dated 12/02/2014) for a period of 10 years effective from 01 July 2013 to 30 June 2023 under section 46(c) of ITO 1984 in the following manner:

<u>Period</u>	<u>Tax exemption rate</u>
First two years (1 July 2013 to 30 June 2015)	100%
Third year (1 July 2015 to 30 June 2016)	80%
Fourth year (1 July 2016 to 30 June 2017)	70%
Fifth year (1 July 2017 to 30 June 2018)	60%
Sixth year (1 July 2018 to 30 June 2019)	50%
Seventh year (1 July 2019 to 30 June 2020)	40%
Eighth year (1 July 2020 to 30 June 2021)	30%
Ninth year (1 July 2021 to 30 June 2022)	20%
Tenth year (1 July 2022 to 30 June 2023)	10%

**3.7 Income tax expense**

Income tax expenses comprise current and deferred taxes. Income taxes are recognized in Statement of Profit or Loss and Other Comprehensive Income except to the extent that relates to items recognized directly in equity or in other comprehensive income.

**3.7.1 Current tax**

Provision for income tax is made as per Finance Act 2015. Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous periods. The Company has been granted 100% tax exemption for IIG operation income (IP Transit service). Required provision for income tax has been made in the accompanying financial statements based on proportionate income.

**3.7.2 Deferred tax**

Deferred tax has been recognized in accordance with the provision of BAS 12: Income Taxes, based on the deductible or taxable temporary difference between the carrying amount of assets / liabilities and its tax base. Deferred tax asset or liability is the amount of income tax recoverable or payable in the future periods recognized in the current period. Deferred tax asset or liability does not create a legal recoverability or liability from or to tax authority. Related deferred tax income / expense is recognized as well in the Statement of Profit or Loss and Other Comprehensive Income. Deferred tax assets and liabilities are offsetted if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilised. Deferred tax assets are reviewed at each date of statement of financial position and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

**3.8 Revenue recognition**

Revenues are recognised when products are delivered or services rendered, to the extent that it is probable that the economic benefits from the transactions will flow to the company and the revenues can be reliably measured. Revenues are measured at the fair value of the consideration received or receivable, net of discounts and sales related taxes. These taxes are regarded as collected on behalf of the authorities.

Revenues primarily comprise of:

1. IPLC Rent

2. Circuit Activation Charge
3. IP Transit Service
4. Co-location Charges

### **3.8.1 IPLC rent**

IPLC (International Private Leased Circuit) rent is billed at the beginning of each month and recorded as income on delivery of the bills to clients and the bills are dispatched once in every month.

### **3.8.2 Circuit activation charge**

Revenue from Circuit activation charges consists of charges imposed to clients for activation of new circuits. These are recognized when amounts are billed through demand notes.

### **3.8.3 IP Transit service**

IP Transit service charges for providing internet bandwidth to IIGs and ISPs.

### **3.8.4 Co-location Charges**

Income from Co-location charges arise for using BSCCL's resources at Cox'sbazar and Dhaka.

### **3.9 Dividend income**

Dividend income is recognised when the right to receive payment is established.

### **3.10 Trade receivables**

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

### **3.11 Cash and cash equivalents**

In the statement of cash flows, cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

### **3.12 Accounts payable**

Accounts payable are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year (or in the normal operating cycle of the business if longer), If not, they are presented as non-current liabilities.

### **3.13 Contingencies**

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company; or a present obligation that arises from past events.

A contingent asset is possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the group.

### **3.14 Earning per share (EPS)**

The company presents basic and diluted (when dilution is applicable) earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the company by the weighted average number of ordinary shares outstanding during the period, adjusted for the effect of change in number of shares for bonus issue, share split and reverse split. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares. However, dilution of EPS is not applicable for these financial statements as there was no dilutive potential ordinary shares during the relevant years.

**3.15 Investment in shares**

Investment in shares and securities are designated at fair value, classified as Held for Trading, with fair value changes recognized immediately in statement of profit or loss and other comprehensive income.

**3.16 Events after the reporting period**

Events after the reporting period that provide additional information about the company's position at the date of statement of financial position or those that indicate the going concern assumption is not appropriate are reflected in the financial statements. Events after the reporting period that are not adjusting events are disclosed in the notes when material.

**3.17 Compliance with Financial Reporting Standards as applicable in Bangladesh**

Sl. No.	BAS No.	BAS Title	Compliance Status
1	1	Presentation of Financial Statements	Complied
2	2	Inventories	Not applicable
3	7	Statement of Cash Flows	Complied
4	8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
5	10	Events after the Reporting Period	Complied
6	11	Construction Contracts	Not applicable
7	12	Income Taxes	Complied
8	16	Property, Plant & Equipment	Complied
9	17	Leases	Complied
10	18	Revenue	Complied
11	19	Employee Benefits	Complied
12	20	Accounting for Government Grants and Disclosure of Government Assistance	Not applicable
13	21	The Effects of Changes in Foreign Exchange Rates	Complied
14	23	Borrowing Costs	Complied
15	24	Related Party Disclosures	Complied
16	26	Accounting and Reporting by Retirement Benefit Plans	Not applicable
17	27	Consolidated and Separate Financial Statements	Not applicable
18	28	Investments in Associates	Not applicable
19	31	Interest in Joint Ventures	Not applicable
20	32	Financial Instruments: Presentation	Complied
21	33	Earnings per Share	Complied
22	34	Interim Financial Reporting	Complied
23	36	Impairment of Assets	Complied
24	37	Provisions, Contingent Liabilities and Contingent Assets	Complied
25	38	Intangible Assets	Not complied*
26	39	Financial Instruments: Recognition and Measurement	Complied
27	40	Investment Property	Not applicable
28	41	Agriculture	Not applicable

\* As per BAS 38 paragraph 69 any pre-operational, preliminary expenses or start-up costs should be recognised as an expense when it is incurred. But the company recognised deferred expenses as an asset for the project SEA-ME-WE-5 (Note-5) which is permitted as per Companies Act 1994.

Sl. No.	BFRS No.	BFRS Title	Compliance Status
1	1	First-time adoption of International Financial Reporting Standards	Not applicable
2	2	Share-based Payment	Not applicable
3	3	Business Combinations	Not applicable
4	4	Insurance Contracts	Not applicable
5	5	Non-current Assets Held for Sale and Discontinued Operations	Not applicable
6	6	Exploration for and Evaluation of Mineral Resources	Not applicable
7	7	Financial Instruments: Disclosures	Complied
8	8	Operating Segments	Not applicable
9	9	Financial Instruments	Not yet adopted in BD
10	10	Consolidated Financial Statements	Not applicable
11	11	Joint Arrangements	Not applicable
12	12	Disclosure of Interests in other Entities	Not applicable
13	13	Fair Value Measurement	Not applicable

**4. Property, plant and equipment**
**Cost/ revaluation (A)**

	30.06.2015 Taka	30.06.2014 Taka
Opening balance	3,504,139,179	3,277,116,511
Add: Purchased during the year	40,013,479	227,022,668
Less: Adjustment during the year (Note:4.1)	45,363,649	-
	<b>3,498,789,009</b>	<b>3,504,139,179</b>

**Accumulated Depreciation (B)**

Opening balance as reported	1,347,205,998	1,160,451,072
Add: Charged during the year	170,355,270	186,754,927
	1,517,561,268	1,347,205,998
Less: Adjustment during the year (Note:4.1)	14,140,984	-
	<b>1,503,420,284</b>	<b>1,347,205,998</b>

**Written Down Value (A-B)**

	<b>1,995,368,725</b>	<b>2,156,933,181</b>
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A schedule of property, plant & equipment is given in Annexure-A.

- 4.1 During the year 2014-15 Tk.45,363,649 was reimbursed which was against Core Equipment-IPLC and thus accumulated depreciation amounting Tk.14,140,984 was adjusted against Core Equipment. The gain arised from this adjustment was reported in other income.

**5. Deferred expenditure**

Opening balance	9,513,969	1,403,000
Add: Addition during the year (Note: 5.1)	5,851,962	8,391,569
	15,365,931	9,794,569
Less: Amortization made during the year	280,600	280,600
	<b>15,085,331</b>	<b>9,513,969</b>

- 5.1 An amount of Tk.5,851,962 has been considered as deferred expenditure since this amount is identified as expenditure relating to Regional Submarine Telecommunications Project (SMW-5). As the project implementation has been in progress, these expenses are deferred as per Company Act, 1994.

**6. Investment in SMW-5**

Payment made to Central Billing Party	2,058,578,064	-
Interest on Term Loan	76,717,276	-
	<b>2,135,295,340</b>	<b>-</b>

Payment made to Central Billing Party, Telekom Malaysia Berhed as 50% of Core Contract Price for CIF, Payment for BMO, BM1, BM2, BM 3a, BM3b and BM 3c , for Kuakata Branch. The Interest of term loan for the period from July 2014 to June 2015 has been capitalized in investment in SMW-5 as per BAS 23: Borrowing

**7. Trade and other receivables, net**

	30.06.2015 Taka	30.06.2014 Taka
Trade receivables, net (Note:7.1)	1,157,107,272	954,659,190
Other receivables (Note:7.2)	20,980,296	10,842,883
	<b>1,178,087,568</b>	<b>965,502,073</b>

**7.1 Trade receivables, net**

Opening Balance	1,015,568,483	801,455,177
Add: Addition during the year	761,108,365	1,099,431,620
	1,776,676,848	1,900,886,797
Less: Collection during the year	532,475,480	885,318,314
Closing Balance	1,244,201,368	1,015,568,483
Less: Provision for bad and doubtful debts		
Opening Balance	60,909,293	47,480,983
Add: Addition during the year	26,184,803	13,428,310
	87,094,096	60,909,293
<b>Trade receivables, net of provision</b>	<b>1,157,107,272</b>	<b>954,659,190</b>

A detailed schedule of trade receivable is given in Annexure - B.

Provision for bad and doubtful debts has been made as per company policy and as recommended by Audit Committee.

**Ageing of trade receivables**

The ageing of gross trade receivables as at the statement of financial position date was:

Past due 0-90 days	148,075,000	186,693,797
Past due 91-180 days	104,806,402	145,930,395
Past due 181 -365 days	200,858,451	383,124,307
Past due more than 365 days	790,461,515	299,819,984
	<b>1,244,201,368</b>	<b>1,015,568,483</b>

To Collect the outstanding amount from disconnected parties legal action like money suit has been filed against 7 (seven) parties for taka 66,881,299.89. Arbitration procedure has been initiated against 2 (two) parties for taka 14,301,565.28. Other disconnected parties who are not paying money will bring under legal action soon.

**7.2 Other receivables**

Dividend receivable	3,150	255,333
Receivable from ICB Securities Trading Co. Ltd.	12,158	12,220
Meghna Petroleum Co.Ltd.	131,600	-
FDR interest receivable from different Banks	-	8,159,562
Receivable from TM Malaysia	20,833,388	2,415,768
	<b>20,980,296</b>	<b>10,842,883</b>

**8. Advances and deposits**
**Advances**

Advance to:

Advance for Office Rent

Employees for foreign travelling

Employees against Expenses

Pragati Industries Limited for vehicle

Zibran &amp; Associates

Civil Works Consultant Limited

Evan Enterprise

Mr. Shahjalal (Office Rent Patuakhali)

Milky &amp; Associates

Future Link Technology

M/S K.K Enterprise

Kamal Trading Agency

Southern Automobiles

(Note: 8.1)

	30.06.2015 Taka	30.06.2014 Taka
	6,790,782	8,868,546
	-	121,000
	769,519	216,164
	-	6,926,000
	-	42,000
	1,316,500	990,000
	1,075,250	-
	246,000	246,000
	12,000	12,000
	-	20,000
	118,099,995	-
	50,000	50,000
	250,000	250,000
	<b>128,610,046</b>	<b>17,741,710</b>
	5,000	5,000
	19,000	19,000
	500,000	500,000
	600,000	100,000
	2,761,000	2,761,000
	<b>3,885,000</b>	<b>3,385,000</b>
	<b>132,495,046</b>	<b>21,126,710</b>
	8,868,546	10,946,310
	2,077,764	2,077,764
	<b>6,790,782</b>	<b>8,868,546</b>

**8.1 Advance for Office Rent**

Opening balance

Less: Adjustment during the year

**8.2 Aging of Advances and Deposits**

The aging of Advances, Deposits &amp; Prepayments as at the statement of financial position date was as follows:

For 0-90 days

For 91-180 days

For 181 -365 days

For more than 365 days

52,173,416	8,443,448
31,266,009	382,713
37,266,416	2,785,628
11,789,205	9,514,921
<b>132,495,046</b>	<b>21,126,710</b>

**9. Advance Income Tax**

Opening balance

Add: Payment made during the year

Less: Settlement for previous year

128,038,325	93,697,824
30,771,548	128,038,324
158,809,873	221,736,147
29,913	93,697,822
<b>158,779,960</b>	<b>128,038,325</b>



**10. Investment in Shares**

				30.06.2015 Taka	30.06.2014 Taka
SL #	Ordinary shares of	Quantity	Cost price (Taka)	Market value	Market value
1	AB Bank Limited	77,167	2,657,979	1,821,141	1,742,262
2	ACI Limited	2,980	764,718	1,540,958	675,734
3	BEXIMCO Limited	133,654	9,731,184	4,343,755	3,264,303
4	Islami Bank Bangladesh Ltd.	39,091	951,084	672,365	989,002
5	NCC Bank Limited	174,354	1,697,578	1,673,798	1,695,993
6	BATA Shoe Limited	1,000	696,429	1,259,900	972,900
7	IFIC Bank Limited	46,287	1,246,945	893,339	986,125
8	Jamuna Oil Limited	23,716	4,392,440	4,662,565	4,585,812
9	Meghna Petroleum Limited	24,816	4,962,456	4,839,120	6,172,416
10	Padma Oil Limited	18,150	4,835,160	4,434,045	5,837,040
11	Square Pharma Limited	16,790	2,633,512	4,402,338	4,120,120
12	Titas Gas Distribution Co. Ltd.	29,000	2,242,120	2,030,000	2,221,400
			<b>36,811,604</b>	<b>32,573,325</b>	<b>33,263,107</b>

Investment in shares is treated as held for trading financial assets as per BAS 39-Financial Instruments: Recognition and Measurement and any fluctuation in market price is accounted for through Statement of Profit or Loss and Other Comprehensive Income. Investment in shares has been presented at fair market value as per BAS 39- Financial Instruments: Recognition and Measurement.

**11. Cash and cash equivalents**

Cash in hand	(Note:11.1)	142,704	128,166
Cash at bank	(Note:11.2)	51,231,488	1,451,264,653
		<b>51,374,192</b>	<b>1,451,392,819</b>

**11.1 Cash in hand**

Head Office-Dhaka	94,823	88,189
Landing Station-Kuakata	44,948	255
Landing Station-Cox's Bazar	2,933	39,722
		<b>142,704</b>
		<b>128,166</b>

**11.2 Cash at bank****Savings and current deposits with:**

Sonali Bank Limited	8,400,889	85,635,193
National Bank Limited	94,586	91,950
Mutual Trust Bank Limited	2,849,912	1,487,596
Farmers Bank Limited	631,537	1,496,233
Brac Bank Limited	655,795	669,618
IFIC Bank Limited	4,227,916	2,131,054
United Commercial Bank Limited	31,774,919	461,104,795
		<b>48,635,555</b>
		<b>552,616,439</b>

**Fixed deposits (FDR) with:**

Basic Bank Limited	-	452,302,603
Bank Asia Limited	2,595,933	51,204,375
Sonali Bank Limited	-	116,441,080
Bangladesh Krishi Bank Limited	-	79,671,499
United Commercial Bank Limited	-	10,000,000
Meghna Bank Limited	-	144,460,062
Other Banks	-	44,568,594
		<b>2,595,933</b>
		<b>898,648,214</b>
		<b>51,231,488</b>
		<b>1,451,264,653</b>

The fixed deposits will be matured within 3 (three) months.

**12. Share capital**
**Authorized:**

1,000,000,000 ordinary shares of Taka 10 each

30.06.2015 Taka	30.06.2014 Taka
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<b>10,000,000,000</b>	<b>10,000,000,000</b>
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**Issued, subscribed and paid up capital:**

149,914,100 Ordinary Shares of Taka 10 each

<b>1,499,141,000</b>	<b>1,499,141,000</b>
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**12.1 Percentage of Shareholding**
**Shareholding position as at 30 June 2015**

Name of shareholders	Percentage of shareholding	No. of shares	Value in Taka
Posts & Telecommunications division, MoPT & IT	73.84%	110,698,922	1,106,989,220
Sponsor/Director	0.00%	175	1,750
Institute	10.98%	14,670,313	146,703,130
Public	14.85%	24,023,740	240,237,400
Foreign Investor	0.33%	520,950	5,209,500
	<b>100%</b>	<b>149,914,100</b>	<b>1,499,141,000</b>

**Shareholding position as at 30 June 2014**

Name of shareholders	Percentage of shareholding	No. of shares	Value in Taka
Posts & Telecommunications division, MoPT & IT	73.84%	110,698,922	1,106,989,220
Sponsor/Director	0.00%	175	1,750
Institute	9.81%	14,707,314	147,073,140
Public	15.80%	23,690,426	236,904,260
Foreign Investor	0.55%	817,263	8,172,630
	<b>100%</b>	<b>149,914,100</b>	<b>1,499,141,000</b>

**12.2 Classification of shareholders by range of number of shares held:**

Slab wise number of shares	No. of share holders		No. of shares	
	30 June 2015	30 June 2014	30 June 2015	30 June 2014
Less than 500	23,755	25,703	2,878,968	2,954,871
500-5,000	8,095	7,690	11,389,517	10,605,481
5,001-10,000	495	471	3,554,232	3,363,289
10,001-20,000	191	216	2,629,913	2,975,293
20,001-30,000	64	74	1,597,655	1,821,077
30,001-40,000	29	27	1,058,545	962,750
40,001-50,000	8	11	368,651	493,610
50,001-100,000	31	39	2,163,894	2,699,485
100,001-1,000,000	28	30	6,058,058	5,877,304
1,000,001-1,000,000,000	4	4	118,214,667	118,160,940
	<b>32,700</b>	<b>34,265</b>	<b>149,914,100</b>	<b>149,914,100</b>

**13. Share premium**

<b>723,293,759</b>	<b>723,293,759</b>
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In 2011-2012, total amount of Tk. 775,000,000 was received as share premium in respect of shares issued to shareholders. Net issue cost of Tk.51,706,241 was set off against share premium as per BAS 32: Financial Instruments: Presentation.

	30.06.2015 Taka	30.06.2014 Taka
<b>14. Tax holiday reserve</b>		
Opening balance	545,233,830	521,535,079
Add: Current year's reserve	20,174,447	23,698,751
	<b>565,408,278</b>	<b>545,233,830</b>
<b>15. Revaluation reserve</b>	<b>339,631,310</b>	<b>339,631,310</b>
<b>16. Retained Earnings</b>		
Opening balance	947,168,623	1,064,779,651
Add: Profit for the year	129,055,090	362,348,028
	1,076,223,713	1,427,127,678
Less: Dividend paid during the Year	149,914,100	260,720,174
Appropriation for Stock Dividend	-	195,540,130
Transferred to Tax Holiday Reserve	20,174,447	23,698,751
	170,088,547	479,959,055
	<b>906,135,166</b>	<b>947,168,623</b>

**17. Deferred tax liabilities**

Deferred tax assets and liabilities have been recognized and measured in accordance with the provisions of BAS 12: Income Taxes. Related deferred tax expense/(income) have been disclosed in Note: 42. Deferred tax assets and liabilities are attributable to the following:

Deferred tax relating to profit or loss account components	(Note: 17.1)	171,709,609	190,946,494
Deferred tax relating to components of other comprehensive income	(Note: 17.2)	6,931,251	6,931,251
		<b>178,640,860</b>	<b>197,877,745</b>

**17.1 Deferred tax relating to Statement of Profit or Loss and Other Comprehensive Income**

	Carrying amount Taka	Tax base Taka	Taxable/(deduc- table) temporary difference Taka
<b>As at 30 June 2015</b>			
Property, plant and equipment (excluding land)	1,558,676,026	752,847,894	805,828,132
Accounts receivable	1,157,107,272	1,244,201,368	(87,094,096)
Provision for pension, gratuity fund and provident fund	(31,895,599)	-	(31,895,599)
Net Taxable Temporary Difference			686,838,437
Applicable tax rate			25%
<b>Deferred tax liability</b>			<b>171,709,609</b>
<b>As at 30 June 2014</b>			
Property, plant and equipment (excluding land)	1,725,634,553	946,923,757	778,710,796
Accounts receivable	954,659,190	1,015,568,483	(60,909,293)
Provision for pension, gratuity fund and provident fund	(23,450,617)	-	(23,450,617)
Net Taxable Temporary Difference			694,350,886
Applicable tax rate			27.50%
<b>Deferred tax liability</b>			<b>190,946,494</b>

**17.2 Deferred tax relating to components of other comprehensive income**

	Carrying amount	Tax base	Taxable/(deductible) temporary difference
	Taka	Taka	Taka
<b>As at 30 June 2015</b>			
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			2%
<b>Deferred tax liability</b>			<b>6,931,251</b>
<b>As at 30 June 2014</b>			
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			2%
<b>Deferred tax liability</b>			<b>6,931,251</b>

30.06.2015 Taka	30.06.2014 Taka
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**18. Security deposits received from clients**

Opening Balance	89,200,933	129,792,124
Add: Addition during the year	27,230,007	26,116,051
	116,430,940	155,908,175
Less: Adjustment during the year	25,919,233	66,707,242
	<b>90,511,707</b>	<b>89,200,933</b>

A detailed schedule of security deposit received from clients is given in Annexure - C.

**19. Employees' pension, gratuity and provident fund**

Employees' pension fund	(Note: 19.1)	13,808,952	13,808,952
Employees' gratuity fund	(Note: 19.2)	9,848,120	6,089,040
Employees' provident fund	(Note: 19.3)	8,238,527	3,552,625
		<b>31,895,599</b>	<b>23,450,617</b>

**19.1 Employees' pension fund**

This represents amount payable to BTCL employees worked on deputation and the amount incorporated in the vendor agreement. The above noted amount is adequate to take care of the liabilities on account of the employees worked for the Company as deputed from BTCL and therefore no additional provision has been made in the accompanying financial statements. The Company however, does not have any pension fund.

**19.2 Employees' gratuity fund**

Opening balance	6,089,040	2,738,808
Add: Provision made during the year	3,759,080	3,350,232
	<b>9,848,120</b>	<b>6,089,040</b>

**19.3 Employees' provident fund**

Opening balance	3,552,625	-
Add: Employees' Contribution	2,342,951	1,776,312
Employer's Contribution	2,342,951	1,776,312
	<b>8,238,527</b>	<b>3,552,625</b>

**20. Term Loan**

IFIC Bank Limited	826,717,276	-
Less: Current portion of long term loan	109,633,045	-
	<b>717,084,231</b>	-

An amount of Taka 75 crore has been taken from IFIC Bank Limited for implementation of Regional Submarine Telecommunications Project, Bangladesh (SMW-5) Project. The Interest amount for the year from July'14 to June'15. of Tk.76,717,276 has been accumulated with the term loan. The Interest of term loan for the year from July 2014 to June 2015 has been capitalized in investment in SMW-5 as per BAS 23: Borrowing Cost.

### Term Loan Particulars

#### IFIC Bank Limited

Facilities	Limit Tk.1,198,000,000 (Principal: Tk.100,000,0000 + Interest During Grace Period: Tk.198,000,000)
Rate of Interest	12%
Loan Period	66 Month from the date of 1st Disbursement
Grace Period	18 Month from the date of 1st Disbursement
Repayment Mode	12 Equal Quarterly Instalments after Grace Period
Service Charges	100 % Waiver
Loan Processing Fees	100 % Waiver

#### Security & Support:

1. Hypothecation on Fixed (Excluding land & Building) & floating assets of the company comprising of Plant and Machinery/Equipment, Furniture & Fixture, Vehicles, Book Debts, Receivables, etc.
2. 1st Charges to be Registered with the RJSC over Fixed (Excluding land & Building) & floating assets of the company comprising of Plant and Machinery/Equipment, Furniture & Fixture, Vehicles, Book Debts, Receivables, etc.

## 21. Sundry creditors

	30.06.2015 Taka	30.06.2014 Taka
Share money deposit	119,622	119,622
Telecom Technology	49,800	-
Withholding tax payable	82,518	333,287
The Daily Janakantha	-	201,825
Sony Chocolate Industries Limited	-	291,657
Milky Associates	156,602	-
Telecom Italia Sparkle	13,853,330	177,750
Best IT Solutions	-	115,000
Unclaimed dividend	2,662,924	1,599,079
Fibre @ Home	2,624,852	650,095
Spectrum Engineering Consortium Limited	5,157,320	184,500
ICB Securities Trading Company Limited	1,257,165	1,257,165
Advance Received from BD REN/UGC	-	1,114,300
Bangla Phone Limited	753,940	358,703
Payable to BTCL	42,098,242	4,243,170
Uttara Motors Limited	1,095,000	-
Bangladesh Business Corporation	1,793,000	-
Shahadat Rashid & Co.	37,742	-
Huawei Technologies (BD). Limited	16,795,895	-
Others	579,691	595,392
	<b>89,117,642</b>	<b>11,241,545</b>

### 21.1 Aging of sundry creditors

The aging of Sundry creditors as at the statement of financial position date was as follows:

Past due 0-90 days	32,931,890	10,039,707
Past due 91-180 days	28,526,672	633,128
Past due 181 -365 days	19,629,148	-
Past due more than 365 days	8,029,932	568,710
	<b>89,117,642</b>	<b>11,241,545</b>

**22. Provision for income tax**

	<b>30.06.2015</b> <b>Taka</b>	<b>30.06.2014</b> <b>Taka</b>
Opening balance	168,380,676	230,476,717
Add: Provision made during the year	29,172,487	118,394,089
	<b>197,553,163</b>	<b>348,870,806</b>
Less: Settlement for previous year	-	86,792,308
Tax paid directly from bank account through challan	-	93,697,822
Adjustment from advance income tax	-	180,490,130
	<b>197,553,163</b>	<b>168,380,676</b>

For the income year 2010-11 an amount of Tk.29,662,008 is claimed by NBR under section 135 of Income Tax Ordinance, 1984 against which an appeal is pending on Taxes Appellate Tribunal Bench 1.

**23. Provision for WPPF and WF**

Opening balance	24,407,352	-
Add: Provision made during the year	6,949,535	24,407,352
	<b>31,356,887</b>	<b>24,407,352</b>
Less: Settlement for previous year	21,966,617	-
	<b>9,390,270</b>	<b>24,407,352</b>

**24. VAT Payable**

**235,857,730      191,000,306**

This represents the amount received and deducted from clients arising from International Private Leased Circuit (IPLC) rentals, IP transit service, Circuit activation and Co-location charges. In addition to that this amount includes VAT receivable from clients against revenue receivable.

**25. Liabilities for expenses**

Office rent	4,923,000	4,923,000
Repair & Maintenance	15,900	6,900
Audit & other fees	201,250	189,750
Salary payable-Kuakata	-	201,275
Telephone bill	13,489	12,200
Electricity bill	602,724	400,000
Others	9,364	9,364
	<b>5,765,727</b>	<b>5,742,489</b>

**26. IPLC (International Private Leased Circuit) Rent**

IPLC rent	<b>342,633,247</b>	<b>669,095,788</b>
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IPLC (International Private Leased Circuit) rent is billed at the beginning of each month and recognized as income on delivery of the bills to clients.

**27. Circuit activation charge**

	<b>2014-2015</b> <b>Taka</b>	<b>2013-2014</b> <b>Taka</b>
Circuit Activation Charge-IPLC	2,801,600	2,095,750
Circuit Activation Charge-IP Transit	1,560,000	980,000
Circuit Activation Charge-ISP	220,000	220,000
	<b>4,581,600</b>	<b>3,295,750</b>

This represents charges imposed to clients for activation of new circuits.

	2014-2015 Taka	2013-2014 Taka
<b>28. IP Transit Service</b>	<b>188,506,679</b>	<b>79,589,919</b>
This represents the service charges for providing internet bandwidth to IIGs and ISPs.		
<b>29. Co-Location Charges</b>	<b>4,962,258</b>	<b>1,763,333</b>
This represents charges to customers for using BSCCL's resources at Cox's Bazar and Dhaka.		
<b>30. Electricity and generator fuel</b>		
Electricity bill	7,039,002	6,556,987
Fuel for generator	830,248	1,417,614
	<b>7,869,250</b>	<b>7,974,601</b>
This cost is directly related to cost of operation.		
<b>31. Landing station and cable route repair</b>	<b>1,218,480</b>	<b>1,646,176</b>
This cost is directly related to repair and maintenance for landing station and cable route.		
<b>32. Backhaul &amp; Data Connectivity Charge</b>		
Backhaul Charge	43,148,131	37,422,540
Data Connectivity & Fiber Core Charge	1,974,757	1,594,926
Membership & IP resource Allocation Fee	72,205	79,432
	<b>45,195,093</b>	<b>39,096,898</b>
This cost represents backhaul charges and for data connectivity & fiber core charge.		
<b>33. IP Transit Cost</b>	<b>46,327,220</b>	<b>9,986,617</b>
This cost represents the cost of purchasing IP bandwidth from Telecom Italia Sparkle.		
<b>34. Depreciation of core machinery</b>	<b>160,770,797</b>	<b>177,211,747</b>
This represents the depreciation charged on core machinery which are directly related to IPLC rent revenue. For further details Annexure-A is referred.		
<b>35. Operation and maintenance expenses</b>	<b>75,521,722</b>	<b>95,283,341</b>
This represents amount paid to SEA-ME-WE 4 during the year for expenses of cable operation and maintenance purpose after netting reimbursement of expenses from consortium received/receivable by the company.		



**36. General and administrative expenses**

	<b>2014-2015 Taka</b>	<b>2013-2014 Taka</b>
Salary and allowances	45,230,703	36,223,389
Managing Director's remuneration	2,656,366	3,187,524
Festival bonus	2,642,488	1,614,581
Incentive bonus	-	1,077,384
Gratuity provision	3,759,080	3,350,232
Office rent	9,397,850	8,138,900
Repair and maintenance	1,926,300	3,281,291
Business Development Expenses	1,933,215	1,585,090
Fees and Subscription	2,650,174	3,019,666
Vehicles Maintenance	1,432,224	1,440,274
Board and other meetings fees	2,595,234	2,054,768
Consultancy fees	462,959	1,590,514
Audit fees	201,250	189,750
Consortium meeting expenses	4,908,789	-
Advertisement and publicity expenses	1,406,873	1,720,908
Vehicles running expenses	2,031,716	2,021,817
Travelling & conveyance	930,881	1,611,882
Printing and Office stationery	3,494,552	3,047,449
Postage and courier expenses	171,890	124,375
Entertainment	1,276,071	1,181,662
AGM expenses	2,352,494	1,863,485
Bank charges and commission	946,740	552,872
Telephone Bill	180,826	148,796
CSR expenses	2,888,000	300,000
Rent, rates & taxes	272,838	1,320,132
Insurance premium	215,181	163,055
Legal Fees	929,390	-
Books & Periodicals	26,255	-
	<b>96,920,339</b>	<b>80,809,796</b>

**37. Provision for bad & doubtful debts**

Closing balance of provision for bad & doubtful debts	87,094,096	60,909,293
Less: Opening balance of provision for bad & doubtful debts	60,909,293	47,480,983
	<b>26,184,803</b>	<b>13,428,310</b>

Provision for bad and doubtful debts has been made as per company policy and as recommended by Audit Committee.

**38. Depreciation on property, plant and equipment**

<b>9,584,473</b>	<b>9,543,180</b>
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This represents the depreciation charged on other than core machinery. For further details Annexure-A is referred.

**39. Bank interest and other income**

Rest house rent and others	601,658	570,791
Interest on FDR	29,351,903	162,651,524
Landing Station Cross Connection Charges	30,965,760	25,783,296
Cost reimbursement from consortium	14,140,984	-
Dividend income	758,697	725,934
Reimbursement from TM Malaysia	-	1,115,168
	<b>75,819,002</b>	<b>190,846,713</b>

		<b>2014-2015 Taka</b>	<b>2013-2014 Taka</b>
<b>40. Gain/(loss) on investment in shares</b>			
Closing Market Value of Investment (A)	(Note: 10)	32,573,325	33,263,107
Opening market value of investment		33,263,107	5,051,255
Add: Purchase During the Year		-	24,987,692
Cost of purchase (B)		33,263,107	30,038,947
(Loss)/Gain (A-B)		<b>(689,782)</b>	<b>3,224,160</b>
<b>41. Current tax expense</b>		<b>29,172,487</b>	<b>118,394,089</b>
<b>42. Deferred tax (income)/expense</b>			
Closing balance of deferred tax liability	(Note: 17.1)	171,709,609	190,946,494
Opening balance of deferred tax liability		190,946,494	183,541,565
Deferred tax (income)/expense		<b>(19,236,884)</b>	<b>7,404,929</b>
<b>43. Basic Earning Per Share (EPS)</b>			
Profit attributable to ordinary shareholders (A)		129,055,090	362,348,028
Weighted average number of ordinary shares (B)	(Note: 43.1)	149,914,100	149,914,100
Basic earnings per share (A/B)*		<b>0.86</b>	<b>2.42</b>
43.1 Weighted average number of ordinary shares outstanding during the year is the number of ordinary shares outstanding at the beginning of year plus the number of shares issued during the year multiplied by a time-weighting factor. The time weighting factor is the total number of days that the specific number of shares are outstanding as a proportion of the total number of days in the year.			
<b>43.2 Diluted earning per share</b>			
No diluted earnings per share is required to be calculated for the years as there has no dilutive potential ordinary shares.			
<b>43.3 Net operating cash flows per share (NOCFPS)</b>			
Net cash flows from operating activities (A)		33,310,310	308,571,850
Weighted average number of ordinary shares (B)	(Note: 43.1)	149,914,100	149,914,100
Net operating cash flows per share (NOCFPS)		<b>0.22</b>	<b>2.06</b>

#### 44. Financial risk management

The management of the company has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies have been established to identify and analyse the risks faced by the company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. 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 its use of financial instruments.

- \* Credit risk
- \* Liquidity risk
- \* Market risk

##### 44.1 Credit risk

Credit risk is the risk of a financial loss to the company if a client or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables.

As per terms and conditions of agreement with the clients, sale of Bandwidth is on prepaid basis. But for some unavoidable reasons a portion of sale remains outstanding and to make it acceptable management has made a credit recovery committee and the exposure to credit risk is monitored on an ongoing basis. As at 30 June 2015, substantial part of the receivables are those from BTCL and Mango Teleservices Limited and other clients and are subject to significant credit risk. Risk exposures from other financial assets, i.e. cash at bank and other external receivables are also nominal.

**(a) Exposure to credit risk**

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

Trade receivables, net	(Note: 7.1)	1,157,107,272	954,659,190
Other receivables	(Note: 7.2)	20,980,296	10,842,883
Financial assets (HFT) - investment in shares	(Note: 10)	32,573,325	33,263,107
Cash and cash equivalents	(Note: 11)	51,374,192	1,451,392,819
		<b>1,262,035,085</b>	<b>2,450,157,999</b>

The maximum exposure to credit risk for trade and other receivables as at the statement of financial position date by geographic regions was:

Domestic	1,244,348,276	965,502,073
Foreign (Malaysia)	20,833,388	2,415,768
	<b>1,265,181,664</b>	<b>967,917,841</b>

**b) Ageing of trade receivables**

The aging of gross trade receivables as at the statement of financial position date was:

Past due 0-90 days	148,075,000	186,693,797
Past due 91-180 days	104,806,402	145,930,395
Past due 181 -365 days	200,858,451	383,124,307
Past due more than 365 days	790,461,515	299,819,984
	<b>1,244,201,368</b>	<b>1,015,568,483</b>

**c) Impairment losses**

Impairment losses on the above receivables were recognised as per the company policy and recommendation made by Audit Committee. Quantitative disclosure for such impairment losses has been given in Note 7.1 of these financial statements.

**44.2 Liquidity risk**

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they falls 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 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.

The following are the contractual maturities of financial liabilities of the company:

<b>As at 30 June 2015</b>	Contractual cash flows (Taka)	1 year or less Taka	More than 1 year Taka
Security deposits received from clients	90,511,707	18,102,341	72,409,366
Employees' pension and gratuity fund	31,895,599	6,379,120	25,516,479
Sundry creditors	89,117,642	89,117,642	-
Income tax payable (provision less AIT)	197,553,163	197,553,163	-
VAT payable	235,857,730	235,857,730	-
Provision for WPPF and WF	9,390,270	9,390,270	-
Liabilities for expenses	5,765,727	5,765,727	-
	<b>660,091,838</b>	<b>562,165,993</b>	<b>97,925,845</b>

<b>As at 30 June 2014</b>	Contractual cash flows (Taka)	1 year or less Taka	More than 1 year Taka
Security deposits received from clients	89,200,933	17,840,187	71,360,746
Employees' pension and gratuity fund	23,450,617	4,690,123	18,760,493
Sundry creditors	11,241,545	11,241,545	-
Income tax payable (provision less AIT)	168,380,676	168,380,676	-
Provision for WPPF and WF	24,407,352	24,407,352	-
VAT payable	191,000,306	191,000,306	-
Liabilities for expenses	5,742,489	5,742,489	-
	<b>513,423,918</b>	<b>423,302,678</b>	<b>90,121,240</b>

#### 44.3 Market risk

Market risk is the risk that any change in market prices, such as foreign exchange rates and interest rates will 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

The company is exposed to currency risk on payment of operation and maintenance expense and its reimbursement to and from consortium members and interest expense and repayments relating to borrowings incurred in foreign currencies. All of the company's foreign currency transactions are denominated in USD.

##### i) Exposure to currency risk

The company's exposure to foreign currency risk was as follows based on notional amounts:

	<b>30.06.2015 Taka</b>	<b>30.06.2014 Taka</b>
<b>Foreign currency denominated assets</b>		
Receivable from TM Malaysia	20,833,388	2,415,768
<b>Foreign currency denominated liabilities</b>		
Share money deposit payable	(119,622)	(119,622)
Net exposure	<b>20,713,766</b>	<b>2,296,146</b>
The following rate has been applied:	<b>Taka</b>	<b>Taka</b>
US Dollar (\$)	77.83	77.30

##### ii) Foreign exchange rate sensitivity analysis for foreign currency expenditures

A change of 10 basis points in foreign currencies would have increased/(decreased) equity and profit or loss of the company by the amounts shown below. This analysis assumes that all other variables, in particular interest rates remain constant.

2014-2015	Profit or loss		Equity	
	Increase	Decrease	Increase	Decrease
US Dollar (10% movement)	2,071,377	-	2,071,377	-
<b>2013-2014</b>				
US Dollar (10% movement)	229,615	(229,615)	229,615	(229,615)

#### b) Interest rate risk

Interest rate risk is the risk that arises due to changes in interest rates on borrowings. The company is not significantly exposed to fluctuation in interest rates as it has neither floating interest rate bearing financial liabilities nor entered into any type of derivative instrument in order to hedge interest rate risk as at 30 June 2015.

#### Profile

As at 30 June 2015, the interest rate profile of the company's interest bearing financial instruments was:

#### Fixed rate instruments

Financial assets (short term investments-FDR)	2,595,933	898,648,214
Financial liabilities	826,717,276	-

Fair value of financial assets and liabilities of the company together with carrying amount shown in the statement of financial position are as follows:

	As at 30 June 2015		As at 30 June 2014	
	Carrying amount Taka	Fair value Taka	Carrying amount Taka	Fair value Taka
<b>Financial assets</b>				
<b>Assets carried at fair value through profit or loss</b>				
Investment in shares	32,573,325	32,573,325	33,263,107	33,263,107
<b>Held to maturity assets</b>				
Short term investment-FDR	2,595,933	2,595,933	898,648,214	898,648,214
<b>Loans and receivables</b>				
Trade receivables, net	1,157,107,272	1,157,107,272	954,659,190	954,659,190
Other receivables	20,980,296	20,980,296	10,842,883	10,842,883
	<b>1,213,256,826</b>	<b>1,213,256,826</b>	<b>1,897,413,394</b>	<b>1,897,413,393</b>
<b>Financial liabilities</b>				
<b>Liabilities carried at fair value through profit or loss</b>	-	-	-	-
<b>Liabilities carried at amortised costs</b>				
Security deposits received from clients	(90,511,708)	(90,511,708)	(89,200,933)	(89,200,933)
Sundry creditors	(89,117,642)	(89,117,642)	(11,241,545)	(11,241,545)
VAT payable	(235,857,730)	(235,857,730)	(191,000,306)	(191,000,306)
Provision for WPPF and WF	(9,390,270)	(9,390,270)	(24,407,352)	(24,407,352)
Liabilities for expenses	(5,765,727)	(5,765,727)	(5,742,489)	(5,742,489)
	<b>(430,643,076)</b>	<b>(430,643,076)</b>	<b>(321,592,625)</b>	<b>(321,592,625)</b>

**45. Bandwidth capacity**

Present Capacity  
Utilization  
Percentage of utilization

	2014-2015 Gbps	2013-2014 Gbps
	200	200
	33.52	22.50
	<b>16.76%</b>	<b>11.25%</b>

**46. Capital management**

Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Capital consists of total equity of the company. The Board of Directors monitors the level of capital as well as the level of dividend to the ordinary shareholders. In order to maintain or adjust the capital structure, the company may adjust the amount of dividend, return on capital to shareholders, issue new shares or obtain long-term debt. The company is not subject to any externally imposed capital requirement.

**47. Remittance of foreign currency to consortium**

Investment in SMW-5  
Operation and maintenance expenses  
IP Transit & Membership cost  
Financial charge on lease

	30.06.2015 USD	30.06.2014 USD
	26,289,604	-
	1,160,522	1,403,063
	320,322	121,107
	-	-
	<b>27,770,447</b>	<b>1,524,170</b>

**48. Contingent liabilities and commitments**

Office rent

(Note: 48.1)

	<b>6,738,180</b>	<b>6,738,180</b>
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48.1 There is a dispute between BSCCL and BTCL regarding office rent for office space used by BSCCL up to 30 June 2012. BTCL claimed Tk.11,538,320 excluding VAT but BSCCL kept provision for Tk.4,800,000. So there is a dispute for Tk.6,738,180.

**49. Related party disclosures**

As per BAS 24 "Related Party Disclosures", a related party is a person or entity that is related to the entity (i.e. BSCCL) that is preparing its financial statements. Related party transaction is a transfer of resources, services, or obligations between a reporting entity and a related party, regardless of whether a price is charged as per BAS 24.

Related parties include the company's directors, key management personnel, associates, companies under common directorship etc. as per BAS 24 "Related Party Disclosures". All transactions involving related parties arising in the normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions using valuation modes, as admissible.

**49.1 Name of the Directors along with all related Firms/Companies/Institutions/Parties as at 30 June 2015**

SI No.	Name of the Directors	Status with the company	Name of the related Ministries/ Companies/ Parties etc.	Remarks
1	Mr. Md. Faizur Rahman Chowdhury	Chairman	Secretary- Posts & Telecommunications division, MoPT & IT	Nominated by GOB
2	Mr. Jalal Ahmed	Director	Additional Secretary-MoF	Nominated by GOB
3	Mr. Shawkat Mostafa	Director	Additional Secretary- Posts & Telecommunications division, MoPT & IT	Nominated by GOB
4	Mr. Rabindranath Roy Chowdhury	Director	Additional Secretary-MoST	Nominated by GOB
5	Col. Md. Arefin Talukder, PSC	Director	Colonel GS, DGFI Bangladesh Army	Nominated by GOB
6	Dr. Md. Mahbulul Alam Joarder	Director	Professor -Institute of Information Technology, University of Dhaka	Nominated by GOB
7	Mr. Mohammad Shahjahan Khan	Independent Director	Ex-President-DCCI	Nominated by GOB
8	Mr. Nasir Uddin Ahmed, FCA, FCS	Independent Director	Council Member, ICAB & Partner, MABS & J Partners, Chartered Accountants	Nominated by GOB
9	Mr. Md. Monwar Hossain	Managing Director	BSCCL	Nominated by GOB

**49.2 Related party transactions**

a) The company has transacted with the following companies where the Directors of the company are related:

SI No.	Name of the company (Related party)	Name of the Director	Relationship of the Director with the company	Type of transaction	Sales (in Taka)	
					2014-2015	2013-2014
1.	Bangladesh Telecommunications Company Limited	Mr. Md. Faizur Rahman Chowdhury	Chairman	Bandwidth sale	300,225,929	460,315,848

**2014-2015  
Taka**
**2013-2014  
Taka**
**b) Key management personnel compensation**

Short term employee benefits (salary and other allowances)

Provident Fund

Post employment benefits (gratuity fund)

2,656,366

577,312

414,000

**3,647,678**

3,187,524

153,256

414,000

**3,754,780**
**50. Disclosure as per Schedule XI, Part II, Para 4 of the Companies Act:**

Directors are also executive of the company. There executive compensation for the year 2014-2015 is given below:

Managing Director's remuneration and benefit  
 Management and other personnel remuneration and benefit

(Note: 50.1)

(Note: 50.2)

2,656,366

47,873,191

**50,529,557**

3,187,524

37,837,970

**41,025,494**
**50.1 Managing Director's remuneration and benefit**

Salary

**2,656,366**
**3,187,524**



## 50.2 Management and other personnel remuneration and benefit

Salary  
Bonus

2014-2015 Taka	2013-2014 Taka
45,230,703	36,223,389
2,642,488	1,614,581
<b>47,873,191</b>	<b>37,837,970</b>

Period of payment to Directors is from July 2014 to June 2015.

The above Directors of the company except Managing Director did not take any benefit from the company other than the board meeting attendance fees and

- Expense reimbursed to the managing agent – Nil
- Commission or other remuneration payable separately to a managing agent or his associate – Nil
- Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into such concerns with the company - Nil
- The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the financial year.
- Any other perquisites or benefit in cash or in kind stating – Nil
- Other allowances and commission including guarantee commission - Nil.

- 1) Pensions
- 2) Gratuities
- 3) Payment from Provident Fund
- 4) Compensation for loss of office
- 5) Consideration in connection with retirement from office

## 51. Other disclosures

### 51.1 Segment information

Business activities of BSCCL are not organized on the basis of differences in related services or differences in geographical areas of operations. It essentially provides similar services to clients across the country.

### 51.2 Comparatives

Comparative information in the following major areas has been rearranged to conform to current year's presentation:

### 51.3 Number of employees

As at 30 June 2015 the number of regular employees receiving remuneration of Tk. 36,000 or above per annum was 78 (2014: 74).

### 51.4 Events after the reporting period

The Board of Directors of BSCCL, at its 116th meeting held on 05 September 2015 proposed stock dividend 10% on the paid-up capital for the year 2014-2015. This dividend is subject to final approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the company.

Dhaka,  
5 September 2015

  
Chief Financial Officer

  
Company Secretary

  
Managing Director

  
Director

  
ACNABIN  
Chartered Accountants

(Annexure-A)

## Bangladesh Submarine Cable Company Limited

### Schedule of Property, Plant & Equipment

As at 30 June 2015

Name of assets	Cost			Accumulated depreciation			WDV as at 30 June 2015
	As at 01 July 2014	Additions during the year	Adjustment during the year	As at 30 June 2015	Charged during the year	Adjustment during the year	
<b>a. Freehold assets</b>							
Land and land development	84,737,067	-	-	84,737,067	-	-	84,737,067
Core equipment-IPLC	2,742,706,868	-	45,363,649	2,697,343,219	143,081,883	14,140,984	1,395,465,284
Core equipment-IG	145,550,586	26,949,494	-	172,500,080	17,688,914	-	30,880,385
Building	58,488,364	718,320	-	59,206,684	1,917,282	-	12,636,425
Floor development	2,654,065	-	-	2,654,065	117,036	-	1,600,745
Security barak & security wall	7,827,297	-	-	7,827,297	255,599	-	1,692,917
Deep tube-well & pump house	2,343,837	-	-	2,343,837	100,817	-	1,436,487
500 KV sub-station	3,284,000	-	-	3,284,000	133,968	-	2,524,851
Power system	35,631,806	-	-	35,631,806	1,577,203	-	21,436,978
Boundary wall	8,255,575	-	-	8,255,575	269,585	-	1,785,547
Ducting from beach manhole	18,088,759	-	-	18,088,759	599,919	-	6,690,303
Vehicles	28,286,712	9,849,800	-	38,136,512	3,047,649	-	19,932,862
Office equipment and furniture	15,317,962	2,348,009	-	17,665,971	1,216,976	-	6,006,764
Co-Location point	171,554	147,856	-	319,410	15,315	-	95,698
Office decoration	4,233,166	-	-	4,233,166	333,125	-	1,235,038
<b>Sub-total</b>	<b>3,157,577,618</b>	<b>40,013,479</b>	<b>45,363,649</b>	<b>3,152,227,448</b>	<b>170,355,270</b>	<b>14,140,984</b>	<b>1,503,420,284</b>
<b>b. Revalued assets</b>							
Land and land development	346,561,561	-	-	346,561,561	-	-	346,561,561
<b>Sub-total</b>	<b>346,561,561</b>	<b>-</b>	<b>-</b>	<b>346,561,561</b>	<b>-</b>	<b>-</b>	<b>346,561,561</b>
<b>Total balance as at 30 June 2015 (a+b)</b>	<b>3,504,139,179</b>	<b>40,013,479</b>	<b>-</b>	<b>3,498,789,009</b>	<b>170,355,270</b>	<b>14,140,984</b>	<b>1,995,368,725</b>
<b>As at 30 June 2014</b>	<b>3,277,116,511</b>	<b>227,022,668</b>	<b>-</b>	<b>3,504,139,179</b>	<b>186,754,927</b>	<b>-</b>	<b>1,347,205,998</b>

During the year 2014-15 Tk.45,363,649 was reimbursed which was against Core Equipment-IPLC and thus accumulated depreciation amounting Tk.14,140,984 was adjusted against Core Equipment. The gain arising from this adjustment was reported in other income.

(Annexure-B)

## Bangladesh Submarine Cable Company Limited

### Schedule of Trade Receivable

As at 30 June 2015

(Amount in Taka)

SL #	Name of Customer	Opening balance	Addition during the Year	Collection during the Year	Closing Balance
1	1 Asia Alliance Communication Ltd	10,044,709	-	-	10,044,709
2	1 Asia Alliance Gateway Ltd	4,257,982	-	-	4,257,982
3	Aamra Technologies Ltd	11,307,934	16,844,377	22,219,536	5,932,776
4	Apple Global Tel Communications Ltd	3,583,087	-	-	3,583,087
5	Bangla Phone Ltd	1,418,333	1,813,182	3,001,515	230,000
6	Bangla Tel Ltd	5,973,100	11,555,664	11,208,083	6,320,681
7	Bangla Trac Communications Ltd.	8,034,842	10,910,272	14,062,722	4,882,391
8	BD Link Communication Ltd	1,244,196	8,415,941	6,480,652	3,179,486
9	BESTEC Telecom Ltd	4,256,856	-	-	4,256,856
10	BG International Gateway Ltd	12,687,131	-	-	12,687,131
11	BG Tel Ltd.	3,546,733	11,555,663	10,817,947	4,284,449
12	Bharti Airtel Limited(Airtel)	761,701	-	-	761,701
13	BTCL	467,408,950	300,225,929	67,034,235	700,600,644
14	Cel Telecom	5,413,595	1,352,030	6,765,624	1
15	Cybergate Ltd	19,487,337	67,842,495	77,419,539	9,910,294
16	DBL Telecom Ltd	4,995,478	11,578,663	12,741,236	3,832,906
17	Delta Infocom Ltd	7,126,443	-	508,085	6,618,358
18	Digicon Telecommunication Ltd	3,411,405	12,347,119	14,090,421	1,668,104
19	Earth Telecommunications Pvt.Ltd	3,889,216	-	-	3,889,216
20	Equitel Communication Ltd-IIG	117,990	707,940	699,215	126,715
21	Fiber@Home Ltd	5,413,809	29,608,802	24,580,284	10,442,327
22	First Communication Ltd	4,535,418	-	-	4,535,418
23	Global Fair Communincation Ltd	1,459,354	4,719,600	4,298,940	1,880,014
24	Global Voice Telecom Ltd	8	11,000,915	7,350,573	3,650,350
25	Greenland Technologies Ltd	1,634,656	-	700,000	934,656
26	HRC Technologies Ltd	10,421,555	11,555,663	11,785,613	10,191,606
27	I-Tel Ltd-IIG	287,574	-	12,264	275,310
28	InterCloud Ltd	-	2,437,779	1,999,147	438,632
29	Kay Telecommunication Ltd	9,313,987	1,164,248	-	10,478,235
30	Level 3 Carrier Ltd	12,798,657	25,443,122	26,826,403	11,415,376
31	Mango Tele Services Ltd.	264,223,682	35,656,624	40,046,000	259,834,306
32	Maxnet Online	16,860,017	47,196,000	37,962,000	26,094,017
33	Mir Telecom Ltd.	3,367,636	11,431,880	11,263,392	3,536,123
34	Novocom Ltd	1,230,005	21,218,335	16,334,592	6,113,749
35	Novotel Ltd	3,287,100	9,372,112	9,319,512	3,339,701
36	Platinum Communications Ltd	726,248	-	453,731	272,517
37	Radiant Communication Ltd	7,062,242	-	-	7,062,242
38	Ranks Telecom Ltd	5,135,569	11,417,906	10,751,629	5,801,845
39	Ratul Telecom Ltd	12,032,480	-	-	12,032,480
40	REGO Communication Ltd	7,339,152	-	1,000,000	6,339,152
41	Roots Communications Ltd	6,223,742	12,347,119	12,447,483	6,123,378
42	Sky Tel Communication Ltd	4,332,615	-	-	4,332,615
43	SM Communication Ltd	11,787,570	-	-	11,787,570
44	Summit Communications Ltd	4,725,839	22,087,973	20,409,761	6,404,050
45	Telex Ltd	18,880,608	-	-	18,880,608
46	Unique Infoway Ltd	3,744,564	-	-	3,744,564
47	Venus Telecom Ltd	5,141,351	12,732,246	12,415,762	5,457,835
48	Vision Tel Ltd	5,422,425	-	-	5,422,425
49	ADN Telecom Ltd-IIG(ISP)	-	8,318,456	5,816,528	2,501,928
50	BD Hub Ltd-IIG	9,070,039	28,250,306	29,653,056	7,667,289
51	BDREN/UGC-ISP	143,560	-	-	143,560
<b>Total</b>		<b>1,015,568,483</b>	<b>761,108,365</b>	<b>532,475,480</b>	<b>1,244,201,368</b>

## Bangladesh Submarine Cable Company Limited

### Schedule of Security Deposits Received from Clients

As at 30 June 2015

(Amount in Taka)

SL #	Name of Customer	Opening balance	Addition during the Year	Adjustment during the Year	Closing Balance
1	Cybergate Ltd	8,884,318	7,778,158	5,961,808	10,700,668
2	DBL Telecom Ltd	1,012,390	-	-	1,012,390
3	Aamra Technologies Ltd	4,822,013	1,618,823	2,701,310	3,739,525
4	Apple Network Ltd	1,012,390	-	-	1,012,390
5	Bangla Trac	3,038,931	-	2,025,954	1,012,977
6	BD Hub Ltd	451,356	-	451,356	-
7	BG Tel Ltd	2,328,497	-	-	2,328,497
8	BTCL	6,913,200	-	-	6,913,200
9	CEL Telecom Ltd	1,012,390	-	1,012,390	-
10	Digicon Telecommunication Ltd	5,360,754	-	3,195,974	2,164,780
11	BD Link Communication Ltd	1,658,928	-	-	1,658,928
12	Bangla Tel Ltd	4,353,276	-	-	4,353,276
13	Summit Communications Ltd	1,623,986	-	902,713	721,273
14	Novocom Ltd	2,120,702	-	-	2,120,702
15	Venus Telecom Ltd	2,164,780	595,014	-	2,759,794
16	Fiber@Home Ltd	1,750,351	5,328,180	690,000	6,388,531
17	Global Voice Ltd	0	2,328,497	-	2,328,497
18	HRC Technologies Ltd	2,094,780	-	-	2,094,780
19	InterCloud Ltd	-	425,684	-	425,684
20	Kay Telecommunication Ltd	1,012,390	-	-	1,012,390
21	Mango Teleservices Ltd	8,812,879	-	-	8,812,879
22	Mir Telecom Ltd	5,412,537	-	-	5,412,537
23	Novotel Ltd	1,012,977	-	-	1,012,977
24	Ranks Telecom Ltd	1,012,390	-	-	1,012,390
25	Roots Communication Ltd	1,082,390	-	-	1,082,390
26	Bangla Phone Ltd(IIG)	-	147,591	-	147,591
27	BD Hub Ltd-IIG	4,509,840	2,163,150	4,509,840	2,163,150
28	Novocom Ltd-IIG	-	2,097,600	-	2,097,600
29	Global Fair Communication Ltd-IIG	786,600	-	-	786,600
30	I-Tel Ltd-IIG	209,760	-	-	209,760
31	Level 3 Carrier Ltd-IIG	4,467,888	2,045,160	4,467,888	2,045,160
32	Summit Communication Ltd-IIG	2,294,250	1,141,094	-	3,435,344
33	ADN Telecom Ltd-IIG(ISP)	-	1,561,056	-	1,561,056
34	Maxnet Online-IIG	7,866,000	-	-	7,866,000
35	Equitel Communication Ltd-IIG	117,990	-	-	117,990
<b>Total</b>		<b>89,200,932</b>	<b>27,230,007</b>	<b>25,919,233</b>	<b>90,511,707</b>



## Bangladesh Submarine Cable Company Limited

Rahmans' Regnum Center (7th & 8th Floor)  
191, Tejgaon-Gulshan Link Road, Dhaka-1208, Bangladesh

### PROXY FORM

I/We .....

of ..... being a shareholder

of **Bangladesh Submarine Cable Company Limited** do hereby appoint

Mr./Ms. ....

of .....

(or failing his/her)

Mr./Ms. ....

of ..... as my/our Proxy

to attend and vote on my/our behalf at the 7th Annual General Meeting of the Company to be held on October 18, 2015, Sunday at 10.30 a.m. at **Sayeman Beach Resort, Cox'sbazer** or at any adjournment thereof or any ballot to be taken in consequence thereof.

Signed this ..... day of October, 2015

.....  
Signature of the Proxy

.....  
Signature of the Shareholder(s)

BO ID No. ....

No of Shares being held .....

Revenue  
Stamp of  
Tk. 10/=

#### Notes:

- I). This Form of Proxy, duly completed must be deposited at least 48 hours before the meeting of the Company's Registered Office. Proxy is invalid if not signed and stamped as indicated above.
- II). Signature of the Shareholder should agree with the specimen signature registered with the Company.



## Bangladesh Submarine Cable Company Limited

Rahmans' Regnum Center (7th & 8th Floor)  
191, Tejgaon-Gulshan Link Road, Dhaka-1208, Bangladesh

### ATTENDANCE SLIP

I/We hereby record my/our attendance at the 7th Annual General Meeting of the Company to be held on October 18, 2015, Sunday at 10.30 a.m. at **Sayeman Beach Resort, Cox'sbazer**.

Name of the Shareholder(s)/Proxy (in Block Letter) .....

BO ID No. ....

No of shares being held .....

.....  
Signature of the Shareholder(s) Proxy

Date : .....

N.B.: Shareholders attending the meeting in person or by proxy are requested to complete Attendance Slip and deposite the same at the entrance of the meeting hall.