



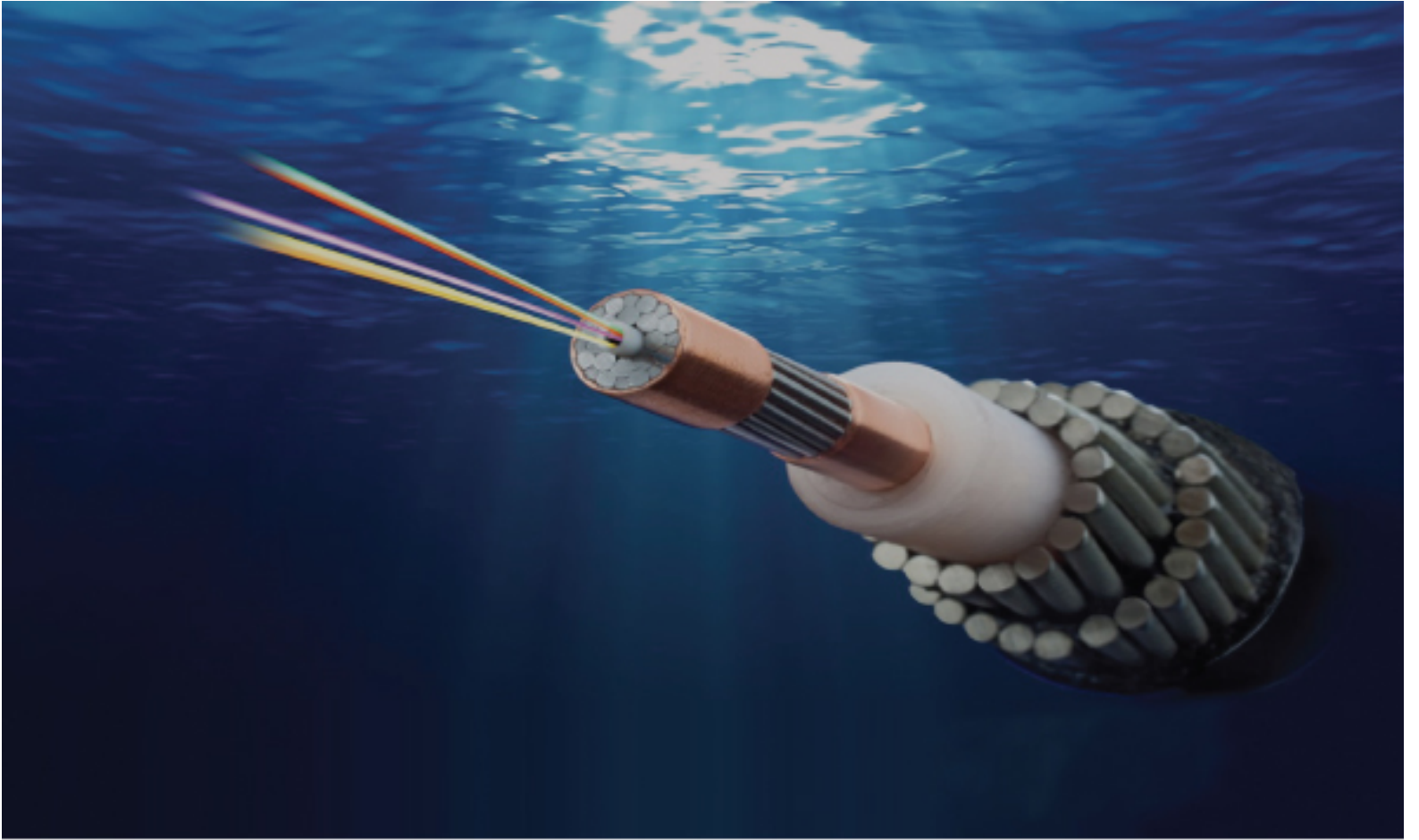
ANNUAL REPORT 2017-2018



বার্ষিক প্রতিবেদন
২০১৭-২০১৮

বাংলাদেশ সাবমেরিন ক্যাবল কোম্পানি লিমিটেড (বিএসসিসিএল)

Bangladesh Submarine Cable Company Limited (BSCCL)

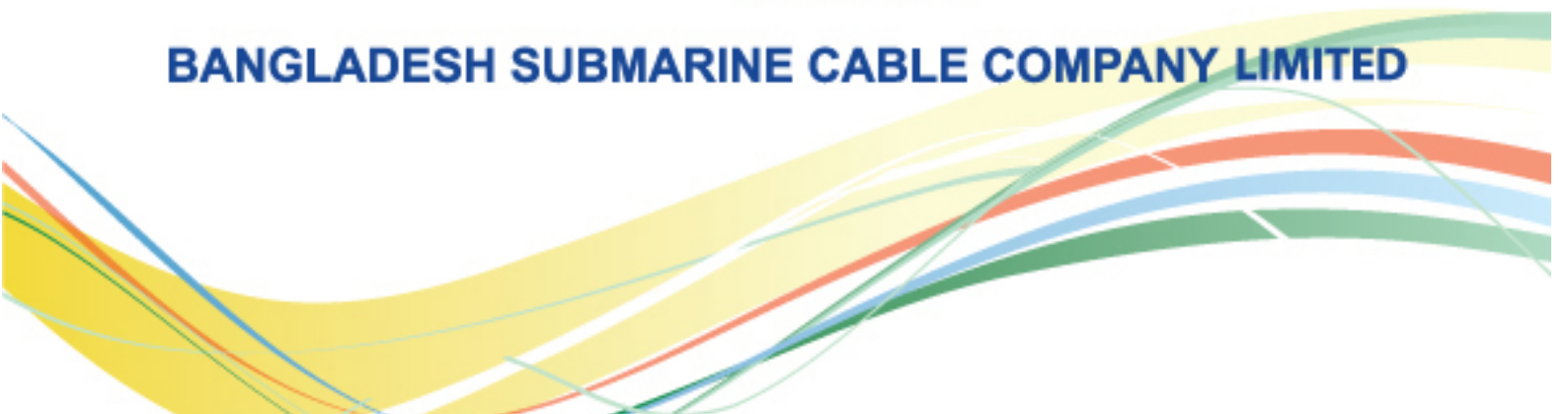


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ANNUAL REPORT
2017-2018



BANGLADESH SUBMARINE CABLE COMPANY LIMITED



Contents

Letter of Transmittal	03
Notice of the 10th Annual General Meeting	04
Vision, Mission & Strategic Objectives	05
Background of the Company	06
Corporate Information	06
Performance at a Glance	08
Board of Directors of BSCCL	09
Brief Description of Chairman & Directors	10
Management Team	13
Brief Description of Top Management	14
Board's Committee	16
Communications with Shareholders	18
Human Resource Management	19
From BSCCL Archive	21
Message of the Chairman	23
Message of the Managing Director	24
Directors' Report	25
পরিচালক মন্ডলীর প্রতিবেদন	37
Corporate Governance Compliance Report	44
Value Added Statement	48
Status of Compliance with the Corporate Governance Guidelines	49
Audit Committee Report	52
Corporate Governance Compliance Certificate	54
Statement on the Duties of Managing Director and Chief Financial Officer	55
Five Year's Financial Summary	56
Auditor's Report and Financial Statements	57
Proxy Form	99

22nd October, 2018

To,

The Shareholders,
Bangladesh Securities and Exchange Commission,
Dhaka Stock Exchange Limited,
Chittagong Stock Exchange Limited,
Registrar of Joint Stock Companies and Firms,

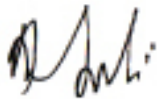
Respected/Honorable Sir(s)

Annual Report for the year ended on 30 June 2018.

The undersigned, on behalf of the Board of Directors and Management of BANGLADESH SUBMARINE CABLE COMPANY LIMITED (BSCCL), is pleased to present herewith the Annual Report for the year ended on 30 June 2018 along with the audited Financial Statements (Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Notes) for the above mentioned period of the company.

Thanking you,

Yours Truly



Md. Abdus Salam Khan, FCS
Company Secretary

NOTICE OF THE 10TH ANNUAL GENERAL MEETING

Notice is hereby given that the 10th Annual General Meeting of the Shareholders of the BANGLADESH SUBMARINE CABLE COMPANY LIMITED (BSCCL) is scheduled to be held at **Trust Milonayoton, 545, Old Airport Road, Dhaka Cantonment, Dhaka -1216, Bangladesh on Thursday, 08 November 2018 at 11.00 A.M.** to transact the following businesses:

Agenda #	1	To receive and adopt the Directors' Report and the Audited Financial Statements for the year ended on 30 June 2018 together with auditors' report thereon.
Agenda #	2	To declare dividend for the year ended on 30 June 2018
Agenda #	3	To elect Directors as per article # 120, 121 and 122 of the articles of association of the company.
Agenda #	4	To appoint Statutory Auditors for the financial year 2018-2019 and fix their remuneration.
Agenda #	5	To appoint Corporate Governance Code Compliance Auditor for the financial year 2018-2019 and fix their remuneration.

All the Shareholders are requested to kindly make it convenient to attend the AGM.

BY ORDER OF THE BOARD

Dated : Dhaka
22 October 2018



Md. Abdus Salam Khan, FCS
Company Secretary
Phone: 8879240
E-mail: salam_bsccl@yahoo.com

Note :

- The shareholders whose names were appeared in the Share Register of the Company or in the Depository Register on the Record Date i.e. 18 October 2018 will be entitled to attend the Annual General Meeting and to receive the dividend.
- Members entitled to attend at the Annual General Meeting may appoint a Proxy to attend and vote on his/her behalf. The Proxy form must be affixed with requisite revenue stamp and must be submitted to the Registered Office of the company not less than 72 hours before the time fixed for the Annual General Meeting.
- Admission to the meeting place will be allowed strictly on production of the attendance slip sent with the Notice as well as verification of signature of Members (s) and or Proxy-holders (s).
- No benefit in cash or kind other than in the form of cash dividend or stock dividend, shall be paid to the holders of equity securities in terms of Notification No. SEC/CMRRCD/ 2009-193/154 dated 24 October 2013 for attending the AGM of the Company.
- Members & eligible entities are requested to submit to the company's share office on or before 31 October 2018, their written option to receive dividend. In case of non-submission of such option within the stipulated time, the dividend will be paid as deemed appropriate by the company. The Annual Report is available in the Company's website at www.bsccl.com

Vision, Mission & Strategic Objectives

রূপকল্প

উন্নতমানের সাবমেরিন ক্যাবল সেবার মাধ্যমে দেশকে আন্তর্জাতিক তথ্য মহাসড়কে সংযুক্ত করে ইন্টারনেট ও যোগাযোগ প্রযুক্তির কল্যাণসমূহ সাধারণ জনগণের পোরগোড়ায় পৌঁছে দেয়া।

Vision

To deliver the benefits of Internet and Communications Technology to the doorsteps of mass people by connecting the country with International Information Superhighway through high quality Submarine Cable services.

অভিলক্ষ্য

- বিশ্বব্যাপী বিস্তৃত তথ্য-মহাসড়কে বাংলাদেশকে সংযুক্ত করা।
- ইন্টারনেট ও ভয়েস সেবার জন্য আধুনিক প্রযুক্তির ব্যবহার করে স্বল্প মূল্যে সর্বোত্তম মানের ব্যান্ডউইড্থ সরবরাহ করা।
- জাতীয় তথ্য ও যোগাযোগ প্রযুক্তি অবকাঠামোকে আরও শক্তিশালী করা।
- সরকারের নীতিমালা, প্রবিধান ও নিয়ন্ত্রণনীতির আলোকে টেলিযোগাযোগ ও তথ্য প্রযুক্তি সেবার সুবিধাসমূহ দেশের জনগণের নিকট সহজলভ্য করা।

Mission

- To connect Bangladesh to the global Information Superhighway.
- To provide highest quality bandwidth for Internet and Voice services at affordable price using state-of-the art technology.
- To strengthen the national ICT infrastructure further.
- To make the telecommunication and IT services easily available to the people promoted by the Policies, Acts and Regulations of the Government.

কৌশলগত উদ্দেশ্য

- গ্রাহকদের জন্য সক্রিয় ও সহজলভ্য সংযোগের মাধ্যমে বিশ্বব্যাপী টেলিযোগাযোগ নেটওয়ার্ক-এর সেবা প্রদান করা।
- স্বল্প মূল্যে উচ্চ মানের ও নিরবিচ্ছিন্ন আন্তর্জাতিক ভয়েস ও ডাটা ট্র্যাফিক পরিবহনে সক্ষম সেবা নিশ্চিত করা।
- দেশের ক্রমবর্ধমান ব্যান্ডউইড্থের চাহিদা পূরণ এবং একটি টেকসই গ্রাহকবান্ধব কোম্পানী হিসেবে বিকশিত হওয়া।
- সাবমেরিন ক্যাবলের মাধ্যমে নিরবিচ্ছিন্ন সুস্থম ব্যান্ডউইড্থ প্রাপ্তি নিশ্চিত করে ২০২১ সালের মধ্যে ডিজিটাল বাংলাদেশ-এর রূপকল্প বাস্তবায়নে ভূমিকা রাখা।
- ব্যান্ডউইড্থ-এর আভ্যন্তরীণ ও বৈদেশিক বিপণনের মাধ্যমে বাংলাদেশ সরকারের জন্য উল্লেখযোগ্য রাজস্ব আয়ে ভূমিকা রাখা।

Strategic Objectives

- To provide global telecommunications network services to the subscribers through easily available and effective connectivity.
- To ensure high quality international voice and data traffic transportation capable services at affordable price.
- To flourish as a viable and customer friendly company and to meet the gradually increasing demand of bandwidth of the country.
- To play role in achieving the "Digital Bangladesh" by the year 2021 through ensuring availability of uninterrupted and well-balanced bandwidth by Submarine Cable systems.
- To earn handsome amount of revenue for the Government of Bangladesh through domestic as well as international lease of bandwidth.

Background of the Company

Bangladesh Submarine Cable Company Limited (BSCCL) started its journey and incorporated after abolition of BTTB in June 2008 with the assets namely land, buildings & equipment of Landing Station situated at Jhilongjha, Cox'sbazar associated with under sea submarine cable, the SEA-ME-WE 4. BSCCL also became a member of the SEA-ME-WE 4 submarine cable consortium in 2008. A vendor's agreement was signed between GoB and the BSCCL on 30 June 2008 incorporating a statement showing a net worth of the company after deducting the liabilities from the assets. The balance is treated as Net Worth payable to the government in share capital.

At the beginning, the head office of the company was situated at the 7th floor of Telejogajog Bhaban at 37/E Eskaton Garden, Dhaka. Subsequently the head office of the company was shifted in 2012 to Rahman's Regnum Center (7th Floor), 191, Tejgaon-Gulshan Link Road, Dhaka-1208. BSCCL established its own International Internet Gateway (IIG) by its own fund at the 8th floor of Rahman's Regnum Center in 2013 after acquiring the IIG license from BTRC in 2012. BSCCL joined the SEA-ME-WE-5 submarine cable consortium in 2014. The second submarine cable of the country, the SEA-ME-WE 5 landed in Kuakata Landing Station of BSCCL in December 2017. It was officially inaugurated by the Hon'ble Prime Minister on 10 September, 2017 and then BSCCL started commercial use of the cable.

Corporate Information

Registration No.

C 71845(4351)/08 Dated: 24-06-2008

Auditor

M.J. Abedin & Co., Chartered Accountants
National Plaza (3rd Floor)
109, Bir Uttam C.R. Datta Road
Dhaka – 1205, Bangladesh.

Legal Adviser

Legacy Legal Corporate
Unit C3, Plot # 13, Road # 27
Block # J, Banani
Dhaka-1213.

Tax Adviser

Shahadat Rashid & Co., Chartered Accountants
House# 406(1st Floor), Road#29, New DOHS
Mohakhali, Dhaka-1206.

Registered Office

Rahman's Regnum Centre (7th & 8th Floor)
191/B, Tejgaon-Gulshan Link Road
Dhaka-1208.

Membership

SEA-ME-WE 4 & SEA-ME-WE 5
(South East Asia- Middle East- Western Europe)
submarine cable consortiums.

Bangladesh Association of Publicly Listed
Companies (BAPLC).

Bankers

United Commercial Bank Limited (UCBL)
Tejgaon-Gulshan Link Road Branch, Dhaka.

Sonali Bank Limited
Hotel Sheraton Corporate Branch, Dhaka.

Landing Stations

Jhilongjha, Cox'sbazar and
Alipur, Kuakata, Patuakhali.

Website
www.bsccl.com

Milestones

Signing of Memorandum of Understanding (MoU) for joining SMW-4 Consortium	:	04 September 2002
Construction & Maintenance Agreement signing (SMW-4)	:	27 March 2004
Inauguration of Cox'sbazar Landing Station	:	21 May 2006
Date of Incorporation of Business	:	24 June 2008
Vendor's Agreement with Government	:	30 June 2008
Commercial Launching of Operation	:	01 July 2008
1st Annual General Meeting	:	14 December 2009
Signing of Memorandum of Understanding (MoU) for joining SMW-5 Consortium	:	28 December 2011
Inauguration of Upgradation# 3 of SMW-4	:	04 April 2011
Obtaining IIG License	:	04 March 2012
Listing with DSE & CSE	:	14 June 2012
Commercial Operation of IIG Unit	:	01 July 2013
Inauguration of IIG Services	:	09 July 2013
Contract signing for joining SMW-5 Consortium	:	07 March 2014
Contract signing for Lease of Bandwidth to BSNL (India)	:	06 June 2015
Formal Inauguration of Lease of Bandwidth to BSNL (India)	:	23 March 2016
Started Trial Operation of SMW-5 Submarine Cable	:	17 March 2017
Formal Inauguration of SMW-5 Submarine Cable System by Hon'ble PM of Bangladesh	:	10 September 2017
Commercial Operation of SMW-5 Submarine Cable System	:	17 September 2017

Ethics & Code of Conduct

BSCCL has adopted clearly defined Codes of Conduct ("Code"), which reflects BSCCL's values of integrity, respect, trust and openness. It provides clear direction on conducting business, interacting with the community, government and business partners; and general workplace behavior. It also includes guidance on disclosure of conflict of interest situations, maintaining confidentiality and disclosure of information, good practices and internal control, and the duty to report where there is a breach against the Code. The Codes are properly communicated to all the employees including the Board members and others acting on behalf, who are strictly required to abide by them. All of them have certified in writing that they have read and understood the Codes.

Restrictions on dealings in BSCCL Shares by Insiders

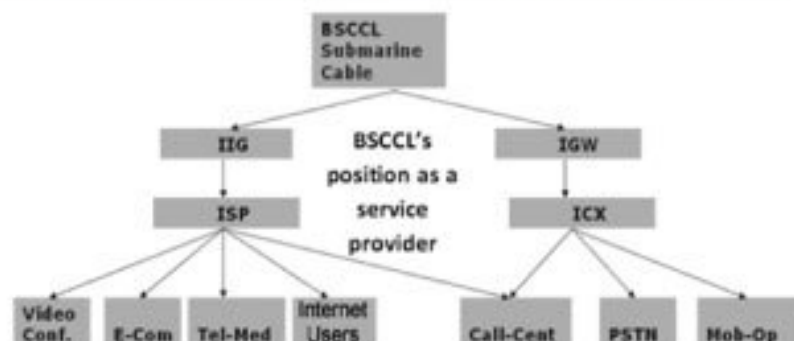
The Company has restricted trading of BSCCL shares by Directors, Employees and other Insiders. The securities laws also impose restrictions on similar transactions. All the Insiders are prohibited from trading in the BSCCL shares, while in possession of unpublished price sensitive information in relation to the Company during prescribed restricted trading period. Directors and Employees are also required to notify their intention to trade in the BSCCL shares prior to initiating the same.

Product and Services

BSCCL is the sole provider of submarine cable bandwidth services in the country and handles country's submarine cable systems. It is also an IIG operator. Presently, BSCCL is providing the following services:

- Bandwidth service for different routes and different levels such as E-1, STM-1, STM-4, STM-16 and STM-64/10GE to the International Internet Gateway (IIG) operators through International Private Leased Circuits (IPLC).
- Bandwidth service (IPLC) for different routes and different levels such as E-1, STM-1, STM-4, STM-16 and STM-64/10GE to the International Gateway (IGW) operators who deal with International voice call.
- IP transit (Internet bandwidth) to IIGs as an ILDS operators.
- IP transit (Internet bandwidth) to ISPs as an IIG operator.
- IPLC service to different corporate and other customers as permitted by BTRC.
- Co-Locations services at BSCCL's Data Center and Landing Stations.

Bandwidth Distribution flow chart of BSCCL



Performance at a Glance:

Business Performance

The capacity and utilization level of company's bandwidth is presented in the following table:

	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Capacity (Gbps)	200.00	200.00	200.00	200.00	1800.00	1800.00
Utilization (Gbps)	38.75	22.50	33.52	132.16	246.98	446.48
Capacity Utilization (%)	19.38	11.25	16.76	66.08	13.72	24.80

Financial Performance:

The comparative financial performance for the last five years is given below:

Particulars	2017-18	2016-17	2015-16	2014-15	2013-14
Revenue (Amount TK. in Mill)	1,405.04	1,036.73	618.64	540.68	753.75
Growth in Revenue (%)	35.53	67.58	14.42	(28.27)	(39.62)
Operating Cost of Sales Growth (%)	73.07	14.01	18.81	10.79	24.97
Gross Profit Margin (%)	56.39	65.85	49.80	51.66	68.70
Operating Profit Margin (%)	28.14	35.17	23.20	13.10	42.25
Net Profit Margin (%)	5.21	30.70	26.76	23.87	48.07
Return on Average Asset After Tax (%)	0.72	3.36	2.25	2.47	7.68
Return on Average Equity After Tax (%)	1.23	5.48	3.44	3.19	9.05
Return on Average Capital Employed (%)	3.20	4.43	2.65	2.95	11.28
Direct Cost to revenue Ratio (%)	43.61	34.15	50.20	48.34	31.30
Administrative Expenses to Revenue Ratio (%)	10.94	14.52	20.15	17.93	10.72
Finance Cost to Revenue Ratio (%)	9.94	-	-	-	-

Board of Directors of BSCCL

Chairman

Shyam Sunder Sikder

Secretary, Posts & Telecommunications Division, Ministry of Posts,
Telecommunications & Information Technology (MoPT & IT)

Directors

Md. Azizul Islam
Additional Secretary
Posts & Telecommunications Division
Ministry of Posts, Telecommunications
& Information Technology (MoPT & IT).

Touhida Bulbul
Additional Secretary
Ministry of Science & Technology.

Md. Jalal Uddin
Joint Secretary
Ministry of Finance.

Col. Md. Arefin Talukder, PSC
Colonel GS, DGFI
Ghatail Detachment.

Dr. Md. Mahbubul Alam Joarder
Professor
Institute of Information Technology
University of Dhaka.

Nasir Uddin Ahmed FCA, FCS
Council Member & Past President,
ICAB and Independent Director,
BSCCL

Hossain Khaled
Past President
Dhaka Chamber of Commerce &
Industry and Independent Director,
BSCCL

Mashiur Rahman
Managing Director
Bangladesh Submarine Cable Co. Ltd.

Brief Description of Chairman



Mr. Shyam Sunder Sikder, Secretary Posts and Telecommunications Division is an officer of Admin Cadre & belongs to Bangladesh Civil Service 1984 batch. Earlier he had been working as the Secretary of Information and Communication Technology Division.

Brief description of his life and works are given below :

Mr. Shyam Sunder Sikder was born in Lonsing village of Naria thana, East Madaripur in greater Faridpur district at that time. Presently it is in Shariatpur District. His father's name is Girendra Mohan Sikder and his mother's name is Krishna Dasee Sikder. He is the third of seven siblings. His adolescence was spent by observing soil-water, canal-river and grains-green of the nature in rural environment.

Education: He started his first education at South Lonsing Primary School in his own village. Studied there up to fifth class. Later, for some time after studying secondary education at Naria Bihari Lal High School, he was admitted to Feni Model High School. He passed S.S.C in Science group from Feni Model High School. He passed H.S.C in Science group and B.Sc. degree from Feni College. Then he was admitted to the statistics Department of the Chittagong University and obtained his M.Sc. degree in 1981. He obtained M.B.A degree in first class from Northern University in 2008.

Career: Basically, he started his career as a teacher. After that he joined the Bangladesh Bank as an officer in 1984. Then he passed the B.C.S Examination in 1984 and joined the Administration cadre. He worked in various posts in field Administration and important Ministries. After being promoted to the position of Deputy Secretary he became the Secretary of Bangladesh Land Port Authority. Then he joined as Director of BPATC Savar. After being promoted to the post of joint Secretary he joined under the Establishment Ministry and later joined the Ministry of Cultural Affairs. During his service tenure there, he was promoted as Additional Secretary and worked in the Ministry of Housing and Public works. In 2013 he joined BSCIC as Chairman. After that, he served as Secretary of the Information and Communication Technology Division from 18/09/2014 to 05/03/2017. Then he started working as Secretary of Posts and Telecommunications Division since 19/03/2017.

Literary work: He is devoted to Bengali literature. There are many books of Poetry, articles, Short stories, rhymes, travel stories, editorial, research and educational work etc written by him. He also wrote about Bangladesh liberation war and about digital Bangladesh. Continuously he is writing about so many things. Day by day the area is growing bigger.

Brief Description of Directors



Md. Azizul Islam, Additional Secretary (Telecom), Post and Telecommunications Division, Ministry of Post, Telecommunications and Information Technology is a member of Bangladesh Administrative Service. He was born on November 01, 1962 in Nilphamari. He is the proud son of Late Shamser Ali & Late Shakhina Khatun. He belongs to Bangladesh Civil Service 1985 batch. Before joining into the service he passed B.Sc. Ag. Econ (Hons) and M.SS (Government & Politics). He joined this ministry on April 29, 2016 as Additional Secretary before that he was performing as the Additional Secretary the Ministry of Industries. He took part in different senior level training program at home and abroad. As a part of his responsibility he attended different meetings, summits, workshops and negotiation sessions in international arena.

Brief Description of Directors



Ms. Touhida Bulbul is an Additional Secretary at the Ministry of Science and Technology. Born in Gaibandha, Bangladesh on 3rd September 1960, she joined the BCS Admin Cadre as an Assistant Commissioner and Magistrate at the Dhaka Collectorate on 15th February 1988. She has subsequently worked at the Cabinet Division and the Ministries of Information and Public Administration as a Senior Assistant Secretary, and served as UNO, ADC and DC. She joined the ICT Division as a Joint Secretary and rose to the rank of Additional Secretary. Ms. Bulbul completed her Bachelor's degrees in Philosophy and Law, and her Masters in Philosophy, from the University of Dhaka. She has participated in various trainings, workshops and world summits across the globe.



Mr. Md. Jalal Uddin, Joint Secretary, Finance Division, Ministry of Finance & Director, BSCCL Joined Bangladesh Civil Service (Administrative) Cadre in 1986. He was born in February 02, 1961. He obtained BSS (Hons) & Master's degree from Dhaka University in Economics. He was promoted as Joint Secretary of the Government of Bangladesh in September 09, 2009 and joined Finance Division, Ministry of Finance in 23 March, 2010. He did his administrative & financial affairs inside the country as Assistant Commissioner, Upazilla Nirbahi Officer, Senior Assistant Secretary, Additional Deputy Commissioner, Deputy Secretary & Deputy Commissioner. He was also Director NESCO the power distribution company & BHBFC the Bangladesh House Building Finance Corporation.

He visited USA, India, China, Thailand, Singapore, Malayasia, Sweden, Nepal, Turkey, Srilanka, Japan, UAE, Qatar & Hongkong many times as Government delegates for official business.



Dr. Md. Mahbubul Alam Joarder, is a Professor of the Institute of Information Technology (IIT), University of Dhaka and trustee member, Rajshahi Science and Technology University. He also served as Director of the Institute of Information Technology (IIT) and as Provost, Sir Salimullah Muslim Hall, University of Dhaka. He received a B.Sc. in Applied Physics & Electronics from Dhaka University in 1990, and an M.Sc. from the same University in 1991. He received his Ph.D. in Computer Science & Engineering (Information Systems) from the University of Ibaraki, Japan in 2002. From 2005 to 2007, he was the PiL (Partners in Learning) advisor of Microsoft Bangladesh Ltd.

Last few years, he successfully implemented some projects for the betterment of the Dhaka University. One is Remodeling of the two modern computer lab with the assistantship of KOICA in his Institute, Institute of Information Technology (IIT), University of Dhaka and another was Campus Network for Dhaka University under the guidance of University Grants Commission of Bangladesh funded by the World Bank. As an independent consultant, he completed many projects, two most successful projects are Public Investment Management (PIM) of Planning Commission's (PC) Programming Division and making a report which is intended to provide objective assessment of the current IT Systems and Architecture, and to make concrete, practical recommendations for improvement funded by the World Bank, SGL for windows funded by Ibaraki University, Japan.

Now, He is serving as Director of Bangladesh submarine cable company limited. His research interests center on improving the understanding, design, and performance of non-linear systems, recognition problems, computer simulation of complex systems and risk factors in software engineering. He has already published more than 33 research papers and 02 books in his field. He serves as a reviewer in many peer to peer national and international conferences and journals. He has given numerous invited talks and tutorials, and consultant to companies involved in Internet technologies home and abroad.

Brief Description of Directors



Colonel Md. Arefin Talukder, PSC, Colonel GS, DGFI, Ghatail Detachment and Director BSCCL. He was born on 14 December 1968 in Tangail. He was commissioned in the 'Corps of Signals' of Bangladesh Army on 22 December 1989. He is a graduate from Chittagong University and also from Bangladesh University of Engineering and Technology (BUET) in Electrical and Electronics Engineering. He also completed his Masters of Defence Studies (MDS) from National University. Colonel Md. Arefin Talukder, psc is a graduate of Defence Services Command and Staff College (DSCSC), Mirpur, Bangladesh. He was also trained on various communications and IT related matters in home and abroad.

As a peacekeeper he participated in Two United Nations Mission namely United Nations Mission in Congo (MONUC) as Military Observer in 2004 and in United Nations Mission in Sudan (UNMIS) as Chief Operations Officer in 2010-2011. He is a widely traveled person and traveled many countries across Asia, Africa, Australia and Europe.



Mr. Hossain Khaled, Director, Dhaka Chamber of Commerce and Industry (DCCI) is a versatile new age business personality. He obtained his BBA in Accounting from the University of Toledo, Ohio and MBA degree in International Banking from Texas A&M University (TAMU), Texas, USA. Mr. Khaled joined the family conglomerate of Anwar Group of Industries during the year 2000. Since then he has held and led successfully many portfolios among which few noteworthy ones are his being the youngest President of Dhaka Chamber of Commerce & Industry and Co-Chairman of Bangladesh Better Business Forum. He was elected as the President of Dhaka Chamber of Commerce & Industry twice. Mr. Khaled also holds director positions of number of companies of Anwar Group.



Mr. Nasir Uddin Ahmed, is a Chartered Accountant by profession, who passed CA in 1987 and was awarded ICAB Medal for his outstanding performance in CA Intermediate examination. Nasir worked for more than two decades in two British MNCs, British American Tobacco Bangladesh and Coats Bangladesh, who left corporate jobs in 2010 as Finance Director of Coats Bangladesh and started public practice.

Nasir was the President of the Institute of Chartered Accountants of Bangladesh (ICAB) and has been a Council Member since 2001. He was a Board Member of South Asian Federation of Accountants (SAFA).

He is a fellow member of ICAB and an associate member of Chartered Institute of Management Accountants (CIMA), UK. He also holds membership of various professional institutions at home and abroad.

He was Board Director in many companies and organization namely, Bangladesh Commerce Bank Ltd., Dhaka Stock Exchange Ltd., BTCL, Coats Bangladesh Ltd., Coats Crafts Bangladesh Ltd., Leads Corporation Ltd. etc. Currently he is in the Board of Popular Pharmaceuticals Ltd. and Color City Ltd.

We worked as a member of Expert Panel and Jury Board of Dhaka Stock Exchange Ltd. He was General Secretary of Dhaka University Accounting Alumni and served for a term of two years.

Nasir holds a first class in Bachelor of Commerce with honours in Accounting and also Post Graduation in the same subject from the University of Dhaka. He is currently a Senior Partner of MABS & J Partners, Chartered Accountants.



Mr. Mashiur Rahman, joined BSCCL as Managing Director on 14th October, 2017 after being nominated by government and subsequently approved by the BoD of BSCCL. Mr. Rahman was born on 26th June, 1963 in Madaripur town. He hails from a respectable muslim family of Barisal district. He earned the B.Sc in Electrical & Electronics Engineering degree in the year 1988 from Bangladesh University of Engineering and Technology (BUET) and then earned the M.Sc in Electrical & Electronics Engineering degree from the same university in the year 1990. He joined the Bangladesh Telegraph & Telephone Board (BTTB) in January 1991 after being qualified through 9th BCS in BCS (Telecom) cadre. In BTTB (presently BTCL) he served in different positions as Assistant Divisional Engineer, Sub-Divisional Engineer, Divisional Engineer and Director. Before joining BSCCL he was serving in BTCL as Director (International). Mr. Rahman first joined BSCCL as General Manager in May 2016 on deputation. Later he was promoted as General Manager (Grade 3 in National Pay Scale) of the Department of Telecom (DoT) in August 2017. He visited many countries of Asia, Europe, North America and Africa to attend various training, seminars and meetings including different meetings of SEA-ME-WE 4 & SEA-ME-WE 5 submarine cable consortiums.

Management Team of BSCCL

Mashiur Rahman Managing Director

Md. Azam Ali
General Manager (O&M)

Mirza Kamal Ahmed
DGM (HRA)

Parvez Monon Ashraf
DGM (O&M, SMW-5)

Shukanta Kumar Debnath, FCA
DGM (F & A) & CFO

Muhammad Shakawat Hussain
DGM (O & M, SMW-4), In-charge

Muhammed Shoeb Ali
Manager (Bandwidth Planning)

Mohammad Shahadat Hossain
Manager (Internal Audit)

Subram Kishore Das
Manager (Estate)

Mohammad Anisul Islam, ACS
Manager (Share)

Uzzal Kumar Saha
Manager (Sales & Marketing, IIG)

Md. Abdus Salam Khan, FCS
Company Secretary

K. M. Atikur Rahman
DGM (Bandwidth Planning)

Mohammad Zakirul Alam
DGM (Development)

Abdul Wahhab
DGM (O & M, IIG)

Nazia Hassan
Manager (Development)

Muhammad Tajul Islam
Manager (F & A)

Md. Arifur Rahman
Manager (O & M, IIG)

Md. Soriful Haque
Manager (Customer Care)

Md. Rakibul Hossain
Manager (Procurement & Logistics)

Khondker Hayat Mahmud
Manager (Operations, SMW-4)

Brief Description of Top Management



Mr. Mashur Rahman, joined BSCCL as Managing Director on 14th October, 2017 after being nominated by government and subsequently approved by the BoD of BSCCL. Mr. Rahman was born on 26th June, 1963 in Madaripur town. He hails from a respectable muslim family of Barisal district. He earned the B.Sc in Electrical & Electronics Engineering degree in the year 1988 from Bangladesh University of Engineering and Technology (BUET) and then earned the M.Sc in Electrical & Electronics Engineering degree from the same university in the year 1990. He joined the Bangladesh Telegraph & Telephone Board (BTTB) in January 1991 after being qualified through 9th BCS in BCS (Telecom) cadre. In BTTB (presently BTCL) he served in different positions as Assistant Divisional Engineer, Sub-Divisional Engineer, Divisional Engineer and Director. Before joining BSCCL he was serving in BTCL as Director (International). Mr. Rahman first joined BSCCL as General Manager in May 2016 on deputation. Later he was promoted as General Manager (Grade 3 in National Pay Scale) of the Department of Telecom (DoT) in August 2017. He visited many countries of Asia, Europe, North America and Africa to attend various training, seminars and meetings including different meetings of SEA-ME-WE 4 & SEA-ME-WE 5 submarine cable consortiums.



Mr. Md. Azam Ali, joined BSCCL as General Manager on Lien from Department of Telecommunications (DoT) in March, 2018. Mr. Azam Ali earned the B.Sc in Electrical & Electronics Engineering degree in the year 1988 from Bangladesh University of Engineering and Technology (BUET) and then earned the MBA (Marketing) degree from the Darul Ihsan University in the year 2007. He joined the Bangladesh Telegraph & Telephone Board (BTTB) in December 1991 after being qualified through 10th BCS in BCS (Telecom) cadre. In BTTB (presently BTCL) he served in different positions as Assistant Divisional Engineer, Sub-Divisional Engineer, Divisional Engineer and Director. He worked for the installation of first Submarine Cable (SMW-4) in Bangladesh with good reputation. Before joining BSCCL he was serving in DoT as Director (Admin).



Mr. Md. Abdus Salam Khan, FCS was appointed as a Company Secretary in BSCCL, effective from September 15, 2008. Before joining BSCCL, he was the Senior Deputy Company Secretary in GSP Finance and he also worked in Sabinco, Prosika and Haque group of Industries. He has vast experience over 26 years in his career. He obtained his M.Com in Accounting from Dhaka University and MBA (Major in Finance) from Daffodil International University. He passed C.A. (Intermediate) examination from the Institute of Chartered Accountants of Bangladesh. He is a Fellow Member of Institute of Chartered Secretaries of Bangladesh. He is also a Rotarian and held the position of President of Rotary Club of Dhaka Mega City for the year 2016-17. He has attended various meetings, seminars and workshops both at home and abroad.



Mirza Kamal Ahmed, a member of BCS Telecom Cadre, joined BSCCL as Deputy General Manager on deputation on 6th November 2016 and later on lien since 6th February 2017. Prior to joining BSCCL he was divisional engineer phones in BTCL. He obtained his B.Sc Engg. degree in EEE from BUET in 1993. He also attained MBA in 2008. Mr. Kamal has a long extensive career of more than 23 years. He was in Rural Electrification Board in 1994 for 8 months as assistant engineer. He also served in Bangladesh Atomic Energy Commission for about 3 years. In 1998, he joined BCS Telecom cadre through 17th BCS examination. During his service he was posted in different field offices of erstwhile BTTB and now BTCL as ADE, SDE and DE. At present he is serving in BSCCL with good reputation.

	<p>K.M. Atikur Rahman, a member of BCS Telecom Cadre, joined BSCCL as Deputy General Manager on lien since 25th January 2018. Prior to joining BSCCL he was Deputy Director (Co-ordination Mobile) in Department of Telecommunications (DoT). He obtained his B.Sc Engineering degree in Electrical & Electronics Engineering (EEE) from BUET in 1996. Mr. K.M. Atikur Rahman has a long extensive career of more than 20 years. He was in Rural Electrification Board in 1999 for 5 years as Assistant Engineer. He joined BCS Telecom Cadre through 22nd BCS examination, during his service he was posted in different field offices of erstwhile BTTB and now BTCL as ADE, SDE and DE and as DD in DoT. At present he is serving in BSCCL with good reputation.</p>
	<p>Mr. Parvez Monon Ashraf, is the DGM (O&M SMW-5) and former Project Director, Regional Submarine Telecommunications Project, Bangladesh (SMW-5 Project). He has been working with BSCCL since February 8, 2009. Before joining BSCCL, he worked as a Technical Consultant in Epower US Inc. (USA). He also worked in SMU (USA), PBL (IT Division), Zip-Sirius Broadband Limited, CITN Ltd., etc. His professional experience spans over more than 19 years. He obtained BSc. and MSc. degrees from the Dept. of Electrical & Electronic Engineering, University of Dhaka and Master of Science (Thesis) in Electrical Engineering (Primary Concentration: Communications and Networking, Secondary Concentration: Signal Processing and Control) from the Southern Methodist University, Dallas, Texas, USA.</p>
	<p>Mr. Mohammad Zakirul Alam has been working with BSCCL since June 4, 2009. He is currently posted as DGM (Development). Previously he served the Company in various positions such as DGM (Customer Care) and DGM (Operations) and DGM (Bandwidth Planning). Before joining BSCCL, he worked as Network Manager in ConnectBD Ltd and he also worked in Digitech Data-link. He has extensive experience of 19 years in his career. He obtained his B.Sc. Engineering degree from Bangladesh University of Engineering & Technology (BUET). He also obtained his Executive MBA (Finance) degree from North South University (NSU).</p>
	<p>Mr. Shukanta Kumar Debnath, FCA was appointed as a DGM (Finance & Accounts) effective from April 1, 2013. Before joining BSCCL, he was Senior Manager (Accounts) in Apex Textile Group and he also worked in Otobi Ltd. He has extensive experience over 11 years in his career. He obtained his M.Com in Management from National University and qualified as Chartered Accountant from the Institute of Chartered Accountants of Bangladesh (ICAB). He has obtained Executive MBA degree from Institute of Business Administration (IBA) of Dhaka University.</p>
	<p>Mr. Abdul Wahhab, has been working in BSCCL since 1st September, 2013. He was appointed against the post DGM (IIG Operation). He is currently posted as DGM (O&M, IIG). Previously he also served the company with additional responsibilities of DGM (IIG Marketing) and DGM (Customer Care). He started his career from the ISP of Drik Alokchitra Granthagar Limited, shortly called DRIKNET, the pioneer ISP in Bangladesh, in January, 1999. Before joining BSCCL, he worked at BDCOM Online Limited as Manager (NOC). He has about twenty years experience in telecommunication, specially in the field of IP network and System Administration. He obtained his B.Sc (Hons) and M.Sc in Applied Physics and Electronics from Department of Applied Physics and Electronics which currently named as Electrical and Electronic Engineering, the University of Dhaka.</p>

Board's Committee

Executive Committee

Chairman

Md. Azizul Islam

Additional Secretary

Posts & Telecommunications Division, Ministry of Posts,
Telecommunications & Information Technology

Members

Dr. Md. Mahbubul Alam Joarder

Professor

Institute of Information Technology
University of Dhaka

Mashiur Rahman

Managing Director, BSCCL

Audit Committee

Chairman

Nasir Uddin Ahmed FCA& FCS

Senior Partner of MABS & J Partners, Chartered Accountants
& Independent Director, BSCCL

Members

Touhida Bulbul

Additional Secretary (Admin),
Ministry of Science and Technology
& Director, BSCCL

Hossain Khaled

Ex-President of DCCI
& Independent Director, BSCCL

Tarrif Committee

Chairman

Dr. Md. Mahbubul Alam Joarder

Professor

Institute of Information Technology
University of Dhaka

Members

Touhida Bulbul

Additional Secretary (Admin),
Ministry of Science and Technology
& Director, BSCCL

Nasir Uddin Ahmed FCA& FCS

Senior Partner of MABS & J Partners,
Chartered Accountants
& Independent Director, BSCCL

Mashiur Rahman

Managing Director, BSCCL

Board's Committee

Nomination & Remuneration Committee

Convener

Hossain Khaled

Ex-President of DCCI
& Independent Director, BSCCL

Members

Md. Azizul Islam

Additional Secretary

Posts & Telecommunications Division, Ministry of Posts,
Telecommunications & Information Technology

Md. Jalal Uddin

Joint Secretary

Finance Division, Ministry of Finance
& Director, BSCCL

Nasir Uddin Ahmed FCA& FCS

Senior Partner of MABS & J Partners,
Chartered Accountants
& Independent Director, BSCCL

Dr. Md. Mahbubul Alam Joarder

Professor
Institute of Information Technology
University of Dhaka

Management Committee

Chairman

Mashiur Rahman

Managing Director

Members

Md. Abdus Salam Khan, FCS

Company Secretary

Parvez Monon Ashraf

DGM (O&M, SMW-5)

Shukanta Kumar Debnath, FCA

Deputy General Manager (F & A)

Outstanding Realization Committee

Convener

Md. Azam Ali

General Manager (O&M)

Members

Md. Abdus Salam Khan, FCS

Company Secretary

Mirza Kamal Ahmed

DGM (IIG Business)

K. M. Atikur Rahman

DGM (Bandwidth Planning)

Shukanta Kumar Debnath, FCA

Deputy General Manager (F&A)

Md. Zahid Hossain

Assistant Manager (IIG Marketing)

Communications with Shareholders

We believe in good Corporate Governance through transparency and full cooperation amongst all stakeholders of the Company, including the owners of the Company—the Shareholders. There is a continuous flow of Information to the Shareholders regularly through a number of forums and publications. The Company has adopted a detailed policy on information disclosure and communication. In compliance with continuous disclosure requirements, the Company's policy is that Shareholders will be informed in a routine manner about all major developments that impact the business of the Company and also being able to make the shareholders informed about all important decisions of the company.

Information Disclosure

In accordance with the disclosure requirements of BSEC, the Company follows the following three main forms of information disclosure:

Continuous disclosure – Continuous disclosures are the core disclosure and primary method of informing the market and the Shareholders;

Periodic disclosure – in the form of quarterly, half yearly and yearly reporting of financial results and others issues;

Event based disclosure – as and when required, regarding administrative and corporate developments, usually through stock exchanges & press releases. All information provided to the BSEC and Stock Exchanges are immediately made available to the Shareholders and the market in the Investor Relations window of the Company's website: www.bsccl.com.

General Meeting

The General Meeting is the supreme governing body in BSCCL. The Company recognizes the rights of the Shareholders and their interests are primarily ensured through BSCCL's Annual General Meeting ("AGM"). The Company requires its Board and Auditors to attend each AGM so as to be available to answer the Shareholders' queries on the activities of the Company.

Website

All financial results, key performance indicators, other relevant financial and non-financial data, Price Sensitive Disclosure etc. are posted on regular basis in the Investor Relations window of the Company's website: www.bsccl.com

Shareholders Queries

Whilst the Company aims to provide sufficient information to the Shareholders and to the prospective Investors about the Company and its activities, it also recognizes that the Shareholders may have specific queries relating to their shareholding. To ensure that the Shareholders can obtain all relevant information to assist them in exercising their rights as Shareholders, all kinds of queries may be directed to:

Bangladesh Submarine Cable Company Limited (BSCCL)

Rahmans' Regnum Center (7th & 8th Floor)

191/B, Tejgaon-Gulshan Link Road

Dhaka-1208

Phone: 880-2-8878880, 8879192 & 4

Fax : 880-2-8879193

Human Resource Management

One of BSCCL's principal strength is the quality and dedication of its employees and their shared sense of being part of a team. Their diverse vantage points and unique abilities create a broad range of skills and knowledge that underpin the Company's work. In order for BSCCL to continue its steady growth, it is essential that it retains its key employees and provides attractive opportunities for new personnel.

A great part of success in the telecom services industry depends, more than anything else on the technical know-how, experience, talent and commitment of the Company's human capital. For sustainable growth of BSCCL, the Company must be able to get benefit from its strong business principles, its fast moving and entrepreneurial spirit and the success of the individual and team.

BSCCL places great emphasis on keeping employees informed about the Company's vision, strategy and its future plans. The Company keeps its employees informed about current-news of events and achievements of the Company. Moreover, the Company arranges regular in service trainings at home and abroad to development the skills of the employees.

Recruitment

A career with BSCCL demands a high level of diligence and dedication. The work of the Company requires individuals with uncommon ability, knowledge and commitment. BSCCL consistently seeks to recruit personnel who can fulfill these diverse requirements at the same time support the corporate culture of the company. Gradual increase in the number of applications from highly qualified prospective candidates in response to advertisements for recruitment indicates attraction of people to Company's distinct position and ideology. BSCCL believes that having a broad range of age and experience in its workforce, helps the Company meet the varied needs of its clients. This is reflected in the structure of the workforce. BSCCL places a special emphasis that new positions are filled by the most accomplished candidates, in the terms of their education, experience and ability.

BSCCL's recruitment strategy is based on attracting highly qualified candidates through employee networks, selective head-hunting and advertisement. Two Sub-Committees, one for recruitment of officers and the other for the staffs, are responsible for recruiting manpower with diverse talent. The Human Resource Department of the company is an important partner in achieving this goal.

Career Development

BSCCL comprises of a league of enterprising women and men who are distinguished by their initiative, diligence, imagination and ambition. The Company's network is driven by a sense of teamwork and solidarity that transcends Company's hierarchy. The people of BSCCL are part of a culture of integrity and leadership. They have an active role to play in the Company. They form a community in which people's potential and talents are cultivated with the aim of establishing lifelong careers. High quality employees are trained and fostered with the goal of developing the business of BSCCL and thus convert the Company to a successful and unique one.

Job satisfaction and retention

BSCCL always tries not only to attract the most qualified personnel into the company but also to retain them in the company by creating a superior working environment and through addressing their needs. To ensure success for the Company as a whole, employees are encouraged to engage in synergetic teamwork, and every effort is made to facilitate communication and flow of information. Employee initiative and responsibility are promoted through challenging assignments where rewards are determined by results.

Incentives

By rewarding for good performance, BSCCL encourages its employees to invest their full potential for the company and thus support the company to achieve the optimal performance. The forms of providing incentives are foreign trainings, special honoriums, incentive bonus etc. Also, the company shares a part of its profit on regular basis with the employees through Workers Profit Participation Fund (WPPF). By aligning the interest of employees and share holders, BSCCL enables its people to play an even more active role in bringing success for their own community.

Transport

Transport facilities are provided to the top level executives of the Company. Moreover, adequate allowances are given to other employees for their transportation.

Provident Fund

Both employees and company contribute @ 10% of basic salaries to employees' Provident Fund.

Gratuity Fund

Employees who have served in the company for more than five years are eligible to be entitled for gratuity facilities.

Workers Profit Participation Fund

The company maintains a Workers Profit Participation Fund in accordance with the Labour Law of the country by transferring 5% of the Net Profit Before Tax to fund. Trustees have been formed to maintain and manage the distribution of profits to the beneficiaries as per the Labour Law.

Recent Awards

ICMAB Best Corporate Award 2016

ICSB Award for Corporate Governance Excellence 2016

From BSCCL Archive



After inauguration Her Excellency Sheikh Hasina, Hon'ble Prime Minister of Bangladesh along with other dignitaries attended the Inauguration Ceremony are praying for the success of the 2nd Submarine Cable.



The Hon'ble Minister for Ministry of Posts, Telecommunications & Information technology Mr. Mustafa Jabbar along with other dignitaries are attending a Road show arranged for celebrating World Telecom Day 2018.



The Hon'ble Chairman of BSCCL along with other dignitaries are attending the Inauguration Ceremony of the 2nd Submarine Cable at Kuakata end.



The Managing Director along with other high officials of BSCCL are observing the Hackathon Programming Competition arranged by BSCCL.



The convener of the picnic organizing committee handing over a gift to the Managing Director of BSCCL.



2nd Submarine Cable Landing Station at Kuakata, Patuakhali.

From BSCCL Archive

9th Annual General Meeting (AGM) of BSCCL



Message of the Chairman



I am delighted that BSCCL has arranged 10th Annual General Meeting (AGM) and the Annual Report, 2017-2018 on the occasion has already been published.

I am thankful to all the Shareholders that have chosen BSCCL as a growing company and purchased its shares. I can assure that this is the only public limited company under the Posts & Telecommunications Division which is doing well and till now its share is very stable.

I believe that Management is capable with full support and contribution of all shareholders and the Board of Directors to make a significant progress in future. I am hopeful that this company will achieve high degree of prosperity. I also feel obliged to mention the other contributors including, but not being limited to, the MoPT&IT, BSEC, DSE, CSE, CDBL, RJSC, Banks, Financers, Insurers, Distributors, Patrons and the Society at large who consider the Company as their own. The Company is holding high position amongst the peers with proper contribution to the society with quality bandwidth for data and voice communications. All these make the Company a unique in the Country's Corporate Register.

The growth rate of GDP in Bangladesh is on an average more than 7% per annum. Investment in diversified telecom business seems to be inevitable for the economic growth of the Country.

I sincerely wish that this company should achieve a strong financial growth and firmly believe that its gradual development and market stability would raise it to a reasonably high level in the years to come. As you all know that the Company has already connected with the second Submarine Cable of the Bangladesh and as such the Company has a very good future for business of Bandwidth in Bangladesh & abroad.

Thanking you all and wish you a good time.



Shyam Sunder Sikder
Chairman, BSCCL

Message of the Managing Director to the Shareholders



**Hon'ble Chairman, Directors,
Dear shareholders, Colleagues, Ladies and Gentlemen,**

Welcome to the 10th AGM of BSCCL. I am very much thankful to all of you for your kind participation in the 10th AGM of the Company. I feel proud to represent a company like BSCCL which is a very important and very competent company in the Telecommunications sector of Bangladesh and playing the vital role of connecting the country with International Information Superhighway. The company is also quite sound financially though in the last financial year (2017-2018) it faced several big challenges in business. The biggest one was due to a huge investment of Tk. 610 crore in the second submarine cable, the SEA-ME-WE 5 project. Majority (US\$ 38 million) of the said investment was arranged through a loan of Islamic Development Bank (IDB). Despite significant increase in revenue earning of the company in the last financial year, the net profit of the company decreased significantly compared to the last year because of the large depreciation resulting from the investment in the second submarine cable, the financial charges resulted from the payment of interest of the loan and the huge amount of deferred tax. The second submarine cable of the company, the SMW-5 was successfully commissioned in early 2017 at Kuakata under Patuakhali district. Commercial use of the cable was started from 17th September, 2017 after it was formally inaugurated by the Hon'ble Prime Minister Sheikh Hasina on 10th September, 2017. With the inauguration of SMW 5 submarine cable the ultimate bandwidth capacity of BSCCL has crossed 1800 Gbps which may increase further in future. The second submarine cable has also ensured redundancy in country's submarine cable system. By 30th June, 2018 BSCCL was able to sell more than 150 Gbps of IPLC bandwidth through SMW 5 cable. At the same time, another 30 Gbps bandwidth was feed to BSCCL's own IIG through SMW 5. The IIG business of the company faced very tough competition from several private IIG operators and BSCCL management was bound to reduce the unit prices of its IP Transit services several times in the last year to remain competitive in the market. Also, the price of IPLC services needed to be fixed reasonably taking the selling prices of ITC operators for the same services into active consideration. Despite all the difficulties, BSCCL had been able to achieve and hold more than 65% market share in the bandwidth market last year.

I have no hesitation to admit that the Company was not been able to fulfill the expectations of the shareholders in terms of dividend package this year due to reasons I mentioned earlier. But the business of the company is flourishing rapidly and I can assure you all that the management will be able to offer much better dividend package for the current financial year. I sincerely hope and assure you all that we shall try our best to uphold the present positive trend of business of the company in the years to come. We have been exporting a handsome amount of bandwidth to Tripura of India for more than two years. We also have several prospects of exporting our surplus capacity to our neighbors like Nepal and Bhutan. We are also exploring the possibility of new business like Cloud hosting, Data Center etc. for the company. Hence, let us work together with all of our efforts in order to achieve the common goal of achieving prosperity for the company. We are committed to provide the best services to people at the best price and at the same time protect the interest of our shareholders at the highest level. Thank you all for your kind presence and support and for patient hearing.



Mashiur Rahman
Managing Director, BSCCL.

Directors' Report (2017-2018)

Dear Shareholders

The Board of Directors of Bangladesh Submarine Cable Co. Ltd. (the "Company") welcomes you at the 10th Annual General Meeting of the Company. We take the pleasure in presenting the operational activities and the audited financial statements for the year ended on 30 June 2018 together with the report of the auditors thereon.

Economic Scenario and Prospect of the Industry:

The economy of Bangladesh has flourished at a growth rate of around 7% per annum in the last few years which is one of the highest in this region. Bangladesh is among the few countries in Asia which has achieved a constant growth rate in GDP. Bangladesh is basically an agro-based country with rice as the main product. The industrial, manufacturing and service sectors are gaining importance in the economy with time. Now Bangladesh is the second largest exporter of Readymade Garments (RMG) in the world market. With a huge population of more than 160 million, the successes of agricultural researches particularly in Rice has made the country self-supportive in food-grain. Having huge number of working force Bangladesh has been supplying millions skilled, semi-skilled and unskilled manpower to the Middle East, East Asia, Europe and America. Their remittances to the country as well as export of Readymade Garments (RMG) are the two main sources of foreign exchange earnings of the country. Economic growth is rather indigenous with remarkable growth of foreign direct investment (FDI) in telecom, energy and power sectors.

Bangladesh in the recent years has earned special mention in comparison with other South-Asian countries in terms of poverty alleviation, decreasing child-mortality rate, use of hygienic sanitation, access to safe water, recognition of women's rights, increase in per capita income, life expectancy of the people, removing digital divide, higher literacy rate, high foreign currency reserve and some other indices. It has already achieved some of the Millennium Development Goals (MDG) ahead of the stipulated time frame. The country is improving at a good pace in terms of infrastructure development in road transportation, communication, energy and water distribution. Recently Bangladesh has achieved the status of developing country from least developed country. The main exports of the country are Readymade Garments (RMG), Jute and Jute goods, Leather and Leather goods, Tea, Medicine, Ocean Going Ships, Frozen Fish and Sea-Food, Ceramics and Cement. The main imports are capital machineries & equipment, industrial raw materials, chemicals, iron and steel, raw cotton, crude oil and petroleum products. The country's main endowments include its vast human resources base, rich agricultural land, green forests, relatively abundant water and substantial reserves of natural gas and coal, resources in sea and shore which are yet to be explored in full. In the last few years it has seen tremendous development in the Telecom & ICT sectors also. The country recently reached to lower middle income country from lower income group.

In this era of globalization, communication has become the most significant factor. In a densely populated country like Bangladesh, telecommunication can play a vital role to boost the economy and life style of the people. Though Bangladesh telecommunication industry is rapidly growing, still it has a long way to go. Unfavorable growth conditions due to weak marketing strategies and lack of infrastructure in rural areas is hampering the growth of telecommunication and broadband penetration in the suburban and rural areas of the country. However, the growth of mobile telephone is quite significant. Broadband internet services are spreading gradually as the Government is implementing projects to spread the optical fiber cable into rural level and to bring the schools and colleges under broadband Internet services. Also, government has taken different initiatives to reduce the price of Internet bandwidth to an affordable level for the common people. Recently, government has awarded 4G license to four mobile telecom operators in the country which will soon contribute in increasing the broadband penetration in the country.

Business Operation and External Environment

Bangladesh Submarine Cable Company Limited (BSCCL) is a core Telecommunications service provider which provides submarine cable service (International Private Lease Circuit or IPLC) through International Submarine (fiber optic) Cable systems. The service provided by BSCCL represents the Ultra High Bandwidth through Submarine Cable between Bangladesh and the rest of the world. BSCCL presently handles two submarine cables, the SEA-ME-WE-4 & SEA-ME-WE-5 (South East Asia-Middle East-Western Europe-4 & 5) and represents Bangladesh in the SEA-ME-WE-4 & 5 international submarine cable consortiums. BSCCL is the company who provides infrastructure to connect the country with International Information Superhighway. It is one of the fastest growing companies in Telecom sector and the company's submarine cable network is the main telecommunications infrastructure of the country for international communications.

BSCCL is the unique provider of the Submarine Cable services in Telecommunications sector and is the major provider of international bulk bandwidth. It acquired the permit/license from the Government of Bangladesh for providing services through submarine cables. The IIG and IGW companies of the country, the main customers of BSCCL, are leasing international submarine cable capacity (IPLC) at the approved tariff rate of the company and based on the license guidelines, terms & conditions and regulations of the Regulatory Commission (BTRC). BSCCL as an ILDC operator, provides IP Transit service to different IIGs from the year 2013.

BSCCL also acquired International Internet Gateway (IIG) service license from BTRC and started the commercial operation of its IIG unit in 2013. The Company is earning handsome amount of revenue from the IP Transit services rendered to different IIG and ISP operators. BSCCL is in export business of bandwidth and has been exporting 10 Gbps Internet bandwidth to Tripura, India since February 2016.

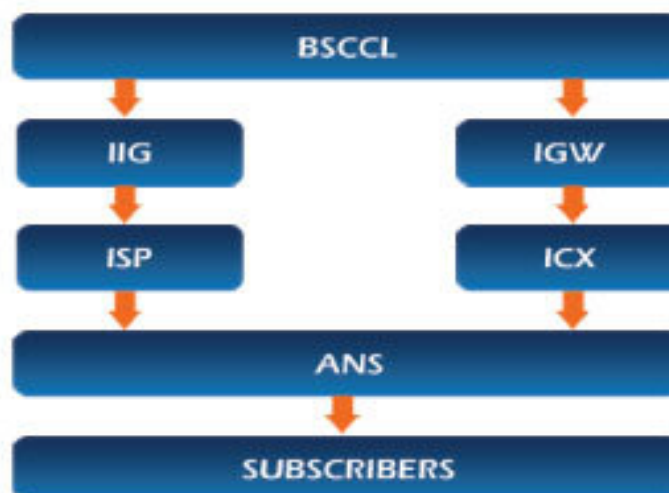
In 2012 Bangladesh Telecommunication Regulatory Commission (BTRC) issued International Terrestrial Cable (ITC) licenses to six private operators of which four are now in commercial operation. The ITC license holders offer IPLC service of the submarine cable systems of the neighboring country (India) through International Terrestrial cables connecting the landing stations of India with Bangladesh. Hence, ITC license holders are the main competitors of BSCCL and they sometimes offer lower tariff to attract customers. To remain competitive in the market, BSCCL sometimes needs to revise its tariff of the IPLC and IP Transit services downward, which impacts the revenue of the company.

Services provided by BSCCL

BSCCL is authorized to provide international submarine cable bandwidth (IPLC) and IP Transit Service to the following types of customers within the framework of the Licensing Guidelines and with the approval of the Bangladesh Telecommunication Regulatory Commission.

1. IIG (International Internet Gateway) Companies- both IPLC and IP Transit services.
2. IGW (International Voice Gateway) Companies- IPLC service.
3. ISP (Internet Service Provider) Companies- IP Transit service.
4. Any other corporate users (with approval from BTRC)- IPLC service.
5. Cross boarder lease of IPLC and Internet bandwidth (with the approval of government).
6. IIG, IGW, ISP, NTTN and any other customer- Co-location services (Space, power, technical assistance etc.).

Bandwidth Flow Chart of BSCCL

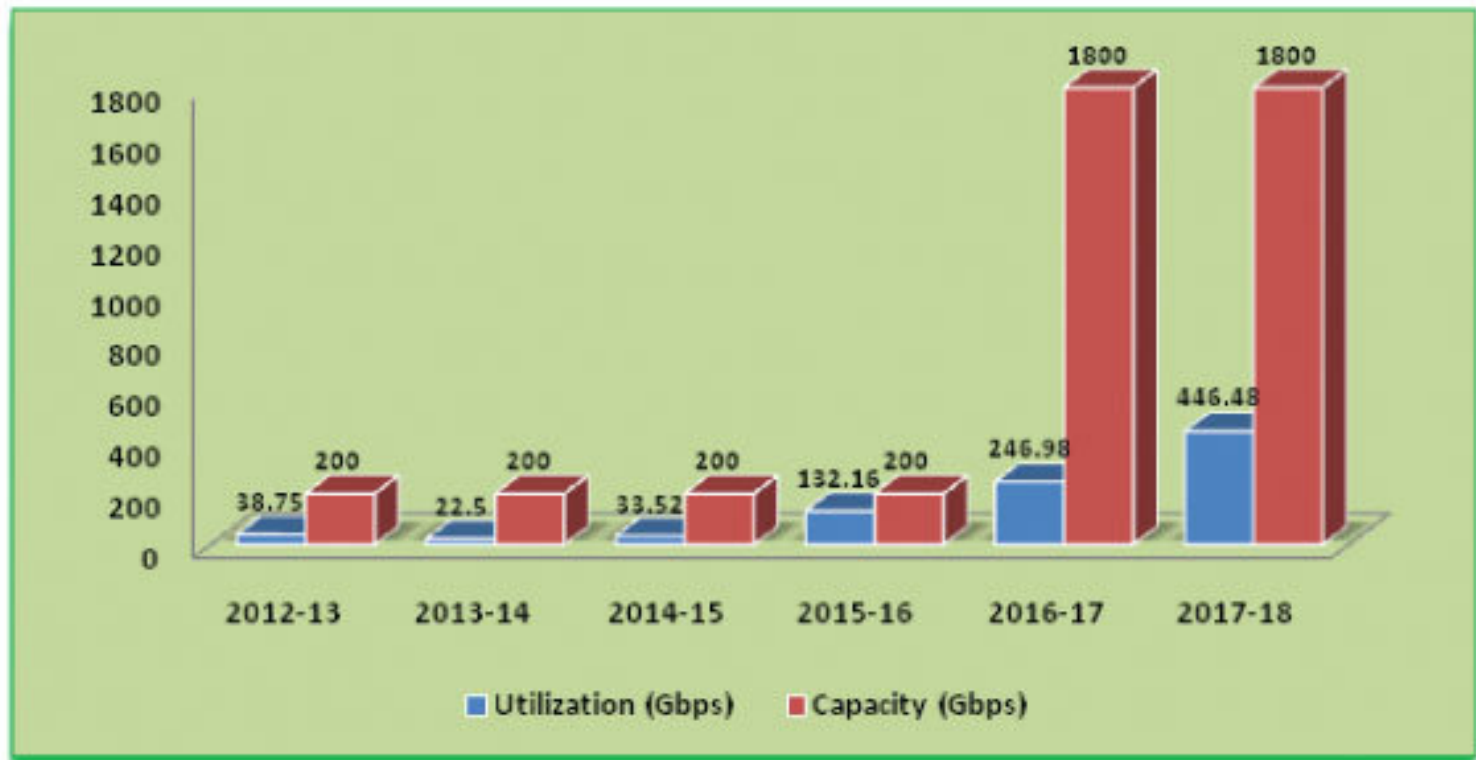


Capacity, Utilization and Commissioning of new submarine cable

As a member of SMW-4 submarine cable consortium, Bangladesh started with 7.5 Gbps bandwidth in the year 2006 under the then BTTB. The bandwidth capacity was enhanced to 44.60 Gbps through upgrading 1 & 2 of SMW-4 system without any additional investment of Bangladesh. BSCCL was immersed from BTTB in July 2008 and the ownership of SMW-4 including the Cox's Bazar cable landing station was transferred to BSCCL. BSCCL participated in Upgrade#3 of SEA-ME-WE-4 consortium in 2011 and achieved additional 6.8 million MIU*km capacity by investing Taka 48 crore from its own sources and the total bandwidth capacity of BSCCL in SMW-4 reached to 300 Gbps. In 2014 BSCCL joined SMW-5 submarine cable consortium. The SMW-5 submarine cable landed in Kuakata of Patuakhali district and was commissioned in Bangladesh in early 2017. According to initial designed capacity, the total capacity of SMW-5 is 24 Tbps out of which BSCCL will get 1500 Gbps from SMW-5. The designed capacity of the cable can be increased through use of advanced technology in future.

The amount of bandwidth used in the country (including export of 10Gbps IP Bandwidth to India) in June 2018 from BSCCL's Submarine Cable is around 446.50 Gbps. The following table shows the year wise capacity and utilization of submarine cable bandwidth of BSCCL in last several years.

	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Utilization (Gbps)	38.75	22.50	33.52	132.16	246.98	446.48
Ultimate Capacity (Gbps)	200.00	200.00	200.00	200.00	1800.00	1800.00



Graph Showing Bandwidth Capacity & Utilization (in Gbps) During Last Six Financial Years.

SWOT Analysis for BSCCL

Strengths

- BSCCL is a Government owned Public Limited Company.
- It has the sole ownership of two submarine cables, the SMW-4 & SMW-5, in the country.
- After implementation of 2nd submarine cable, the SEA-ME-WE-5, BSCCL ensured redundancy for its services and also added a huge amount in its bandwidth capacity for national consumption as well as for export to the neighboring Countries/International Market.
- It has already secured a very good reputation in the Telecommunication industries of Bangladesh and abroad as well through its reliable services.
- The company has been using latest technology and providing high quality bandwidth to its customers.
- BSCCL has been a profitable company since its incorporation and despite a huge investment for SMW-5 BSCCL remained profit-

Weaknesses

- BSCCL is no longer the sole agency to supply Submarine Cable bandwidth to IGW, IIG and other corporate users. The competitors are the ITC License holders who already acquired a substantial market share. Hence, BSCCL would require diversification of its business and would require exploring international market for sustainable growth of the company.
- BSCCL does not hold NTTN license. Hence, BSCCL needs to depend on NTTN operators for transportation of the submarine bandwidth to different parts of the country, which means that BSCCL is not able to offer complete solution for its customers using its own resources.
- If the government decides to issue submarine cable license to any other operator having NTTN license then BSCCL will face uneven competition which may jeopardize its business.

Opportunities

- Per capita bandwidth use in Bangladesh is lower compared to many other countries in South-East Asia. Hence, GoB is taking various measures to increase broadband penetration in the country. Also, more and more businesses going online which results in rapid growth in the demand of Internet bandwidth.
- Government has issued licenses for 4G services to the mobile telephone operators and the operators are expanding their 4G network throughout the country. As a result demand for bandwidth is increasing day by day.
- Government has implemented several projects to connect all the government offices upto Upazila level through optic fiber cable network and introducing e-filing, e-tendering, e-commerce, e-health, e-agriculture and many other online services. These services are creating huge demand for bandwidth in public sector.
- Government has built several IT Villages in different parts of the country and several others are under construction. Various IT industries to be established in these IT Villages will require high speed bandwidth.
- Many small ISP are working all over the country to spread fixed broadband distribution network into domestic households creating new demand for bandwidth everyday.
- BSCCL is now leasing 10 Gbps Internet bandwidth to Tripura, India under an Agreement signed between BSCCL and BSNL, India in 2015. The company is actively looking to offer more Bandwidth to the North-Eastern Indian states of India under the said Agreement. BSCCL is also trying to lease cross boarder bandwidth to Bhutan and Nepal.
- Continuous technological development is going on to transport more bandwidth over a optic fiber pair and thus the bandwidth carrying capacity of the submarine optic fiber cable is increasing gradually.
- BSCCL might plan to provide NTTN service in future on joint collaboration with PGCB/BTCL.
- To implement the Vision 2021, GoB will require huge bandwidth and BSCCL is public owned supplier of bulk bandwidth.

Threats

- The most crucial threat of the company is rapid technological change or damage to the current undersea cable system that the consortium operates. Since the operation is highly capital intensive, any change in technology used will severely affect BSCCL's business. Also, any serious damage of undersea cable may affect the offered services and the revenue source of the company.

Industry Risk

Most of the times the customers prefer to avail the services at lower rate and the ITC operators provide the services at lower rate than BSCCL. Hence, to hold major share in bandwidth market BSCCL sometimes need to reduce the tariff of its services which may have a negative impact on the revenue of the company.

Management Perception

Bandwidth demand is increasing day by day mostly for data related services. If the management of the company reduces unit prices of the product then volume of sales will be higher. This will increase the total revenue and thus decrease of unit price may not affect the earning of the company; rather increase the profit of the company.

Technology Risk

The most crucial risk in IT sector is rapid technological change. At present the world is going through technological revolution. However, the company has been using the latest technology and has the provision to upgrade the system only through changing terminal equipment. Already the SMW-4 submarine cable system has been upgraded three times which has enhanced the capacity and efficiency. It is expected that within the next couple of years there will be no significant investment requirements for the existing infrastructure of the company. So risk exposure for the company regarding technology remains at acceptable level.

Market Risk

One of the major market risks for BSCCL is new competition. BSCCL is the sole owner of the submarine cable systems of Bangladesh. However, the government awarded licenses to six companies for International Terrestrial Cable (ITC). As a result, the ITC operators are also offering similar services those offered by BSCCL to its customers sometimes at cheaper price. Some of the ITC license holders also possess NTTN licenses which are added advantage for them. However, it is expected that the ITC operators will not be able to offer quality services that BSCCL provides to the customers as their connectivity includes very long land transmission from Bangladesh to Mumbai or Chennai cable landing stations which is vulnerable to frequent cable cut. The quality of bandwidth of BSCCL is also better because of lower latency. Thereafter the exposure of market risk remains low for the company.

Operational Risk

If the submarine cable is cut accidentally or there is a planned maintenance in the submarine cable route, the country would suffer adversely in terms of voice and data communication for at least 5-7 days till the cable gets repaired. Fortunately, BSCCL now has two submarine cable system which considerably reduces the risk of the said black-out. But if both the submarine cables get disconnected at the same time, though the probability is very low, still the international data and voice communication will remain active at a lower scale satellite system and ITC system. However, the company can cope with such a situation through diversion facilities availed through the new submarine cable system and therefore operational risk associated to the concern remains very low.

Pricing Risk

BSCCL is almost in a monopoly position in the submarine cable market; therefore it has enough flexibility to change the price of their services when required. However, BTRC and the Government are the bodies that control the price. Government and stakeholders are creating pressure to reduce IPLC charges which might reduce the expected total revenue of the company. So, the pricing risk for the company is in place. Such reduction impacts adversely over the revenue generation of the company. However the company has intended to adjust price versus volume to address this risk and keeping exposure towards the risk at an acceptable level.

Extra Ordinary Gain (Loss)

There was no extra ordinary gain by the company during the year under reporting.

Related Party Transactions

The related party transactions entered by Company has been presented in Note no.53 of the audited financial statements.

Utilization of Proceeds from IPO

The company received Taka 108.5 crore proceeds from IPO and spent Taka 5.17 crore for IPO expenses. The remaining amount of Tk. 103.33 crore has been utilized for payment of 1st installment of SEA-ME-WE-5 Project which was approved by the shareholders.

Significant Variance of Financial Statements

The net profit after tax has been decreased significantly in the financial statements as on 30 June 2018 due to increase in Depreciation, Financial Charge & Deferred Tax Expense related to establishment of the Submarine Cable System (SMW-5) of the company.

Explanation of BSCCL regarding Qualified Opinion of the Statutory Auditor

The Statutory Auditor made a Qualified Opinion stating that receivable from BTCL Tk. 995,396,622 appears to be doubtful of recovery in full but there against this outstanding provision was made only for Tk. 92,074,188. Management of BSCCL has taken initiative to reconcile the amounts, which is almost completed and has taken strong initiative through the Ministry to recover the outstanding amount. At the end of June 2018 BTCL paid Tk. 124,324,324 of the outstanding and has given assurance to pay all the outstanding gradually. Since both the companies are under the ownership of Ministry of Posts, Telecommunications and ICT (in case of BSCCL majority shareholding), BSCCL is very confident to recover the outstanding over a period of time, once the amount is reconciled.

Remuneration to Directors

During the financial year 2017-2018 Taka 6,52,021 (including VAT& TAX) was paid as Directors Remuneration for attending Board of Directors Meetings.

Human Resources Policy

Total approved manpower of the company is 170 according to the present organogram and the working staff were 95 as on 30 June, 2018. Among the employees, 44 are in officer level and rest 51 are support staff. Compared to the officers, the number of staff has been found to be on the higher side. Again the Company has 89 permanent, 6 contractual employees as on 30th June 2018. The Company has its own services regulations approved by the Board of Directors. In 2017-18, only three employees resigned from the Company. The Company provides festival bonus, profit sharing, provident fund and gratuity to all employees. The performance of the employees is evaluated on regular basis which is the key basis for promotion in the next higher level.

IT and MIS

As an IT based telecom organization, BSCCL has been operating with a good IT infrastructure for the tasks related with technology. BSCCL has SSEOPS and GO-Global UX 2.1.2 to communicate with other landing stations in real time virtual online network. Submarine cable landing station has data management system called System Surveillance Equipment (SSE) which allows the operator to monitor and control the entire submarine system. The Company has Network Operation Center (NOC) modules like Trouble Ticket, Inventory Management, System Status, Restoration Status, Termination Station Module etc. Other supporting tasks are less complicated.

The Directors report that

- The Financial Statements of the Company reflect fair state of affairs, results of its operation, cash flows and changes in equity.
- Proper books of account as required by the prevailing laws have been maintained.
- Appropriate accounting policies have been consistently applied in preparing the financial statements and the accounting estimates are based on reasonable and prudent judgment.
- The Financial Statements have been prepared in accordance with applicable IAS/BAS/IFRS/BFRS regulations.
- The internal control system is sound in design and has been effectively implemented and monitored.
- There is no significant doubt about the Company's ability to continue as a going concern.
- The depreciation method has been changed in consultation with the statutory auditors and also the Audit Committee of the Company and finally been approved by the Board of Directors. The effect of these changed were reflected in the last year's financial statements.

Board of Directors Meeting

During the financial year 2017-2018, thirteen (13) meetings of the Board of Directors were held to discuss routine business issues and policy matters of the Company. Attendances of the Directors in the meetings were as per the following:

Name of Directors	Designation	No. of Meetings held	Attendance	Tenure of the relevant director
Mr. Shyam Sunder Sikder	Chairman	13	13	Full year
Mr. Shawkat Mostafa	Director	1	1	Up to 12-07-2017
Mr. Md. Azizul Islam	Director	13	12	From 12-07-2017
Mr. Jalal Ahmed	Director	11	02	Up to 15-03-2018
Mr. Md. Jalal Uddin	Director	03	02	From 15-03-2018
Mr. Rabindranath Roy Chowdhury	Director	01	01	Up to 12-07-2017
Mr. Md. Farukuzzaman	Director	11	10	From 12-07-2017 To 15-03-2018
Ms. Touhida Bulbul	Director	3	2	From 15-03-2018
Col. Md. Arefin Talukder	Director	13	3	Full year
Dr. Md. Mahbubul Alam Joarder	Director	13	13	Full year
Mr. Hossain Khaled	Independent Director	13	05	Full year
Mr. Nasir Uddin Ahmed, FCA, FCS	Independent Director	13	11	Full year
Mr. Md. Monwar Hossain	Managing Director	6	6	Up to 14-10-2017
Mr. Mashiur Rahman	Managing Director	7	7	From 14-10-2017

The pattern of shareholding as required by clause 1.5 (xxi) of the SEC Notification dated 7th August 2012: As on 30 June 2018.

Sl No	Name of Share holder	Status	Shares held	Percentage
i)	Parent/Subsidiary/Associate Companies			
	Ministry of Posts & Telecommunications		12,17,68,814	73.84%
ii)	Director, Chief Executive Officer, Chief Financial Officer, Company Secretary, Head of Internal Audit and their spouses and minor children			
	Mr. Shyam Sunder Sikder	Chairman	0	0.00%
	Mr. Md. Azizul Islam	Director	0	0.00%
	Mrs. Touhida Bulbul	Director	0	0.00%
	Mr. Md. Jalal Uddin	Director	0	0.00%
	Dr. Md. Mahbubul Alam Joarder	Director	0	0.00%
	Col. Md. Arefin Talukder	Director	0	0.00%
	Mr. Nasir Uddin Ahmed	Independent Director	0	0.00%
	Mr. Hossain Khaled	Independent Director	0	0.00%
	Mr. Mashiur Rahman	Managing Director	0	0.00%
	Mr. Shukanta Kumar Debnath	CFO & DGM (F&A)	0	0.00%
	Mr. Md. Abdus Salam Khan	Company Secretary	44	0.00%
	Mr. Mohammad Shahadat Hossain	Head of Internal Audit	0	0.00%
iii)	Executives (as explained in the SEC Notification No: SEC/CMRRCD/2006 -158/Admin/02 -08 dated 20 February, 2006			
	Mr. Md. Azam Ali	GM (O&M)	0	0.00%
	Mr. Parvez Monon Ashraf	DGM (O&M, SMW-5)	0	0.00%
	Mr. Mohammad Zakirul Alam	DGM (Development)	44	0.00%
	Mr. Abdul Wahhab	DGM (O&M, IIG)	0	0.00%
	Mr. Md. Shakawat Hussain	DGM (O&M, SMW-4) Additional Charge	0	0.00%
iv)	Shareholders holding ten percent or more voting interest		Nil	
v)	Individual Shareholders holding ten percent or more voting interest		Nil	

Appointment / Re-appointment of Directors

As per Articles of Association of the company, Dr. Md. Mahbulul Alam Joarder, Professor, Institute of Information Technology, University of Dhaka and Col. Md. Arefin Talukder, DGFI, Bangladesh Army will retire at the 10th Annual General Meeting by rotation and being eligible for re-election may be re-elected if they offer themselves for re-election in the same Annual General Meeting.

After completion of 9th AGM, the Board of Directors has appointed Mrs. Touhida Bulbul, Additional Secretary (Admin), Ministry of Science and Technology and Md. Jalal Uddin, Joint Secretary, Ministry of Finance as Directors of the company in place of Mr. Md. Farukuzzaman, Joint Secretary, Ministry of Science and Technology and Mr. Jalal Ahmed, Additional Secretary, Ministry of Finance respectively.

Furthermore the Board of Directors has re-appointed Mr. Hossain Khaled, Ex-President of DCCI as Independent Director of BSCCL. The appointment / re-appointment of above mentioned Directors would be placed at the 10th AGM for the approval of the shareholders. The brief resume of the Directors who are seeking appointment/re-appointment in the ensuing 10th AGM are given in Page no. 10 to page no. 12.

Compliance of Notification No. SEC/CMRRCD/2006-58/134/Admin/44, dated 7th August 2012.

Board of Directors

1.1 Board Size

The number of members of the Board of Directors stands at 9 (including Managing Director & two Independent Directors) which is in compliance with the Notifications of BSEC in this regard.

1.2 Independent Director

1.2.1 Mr. Nasir Uddin Ahmed, FCA, FCS

In terms of the provision of Corporate Governance Guidelines of BSEC, the Board of Directors reappointed Mr. Nasir Uddin Ahmed, FCA, FCS, ACMA (UK), ACA (England & Wales) as Independent Director of the Company on 27 April 2017. Mr. Nasir is Ex- President and current Council member of the Institute of Chartered Accountants of Bangladesh (ICAB). He is a Senior Partner of a well reputed CA firm namely MABS & J Partners, Chartered Accountants. He is member of various professional bodies both at home & abroad. He has participated and represented ICAB at various professional events at home and abroad. He worked for two British Multinational Companies for more than two decades at various progressive finance positions and finally as Finance Director. He has served various organizations as Director/Independent Director previously and is currently on the board of few other companies.

1.2.2 Mr. Hossain Khaled

In terms of the provision of Corporate Governance Guidelines of BSEC, the Board of Directors reappointed Mr. Hossain Khaled as Independent Director of the Company on 10 June 2018. Mr. Khaled is a highly educated and is well known business personality. He is engaged in Financial Services, Manufacturing, Housing and many other businesses.

1.3 Qualification of Independent Directors

Mr. Nasir Uddin Ahmed, FCA, FCS is a Senior Partner of a well reputed CA firm namely MABS & J Partners, Chartered Accountants. He is the Fellow member of Institute of Chartered Accountants of Bangladesh (ICAB) and Institute of Chartered Secretaries of Bangladesh (ICSB). He is also an associate member of the Chartered Institute of Management Accountants (CIMA), UK, and the Association of Certified Fraud Examiners (ACFE), USA. He holds a first class in Bachelor of Commerce with honors in Accounting and also Post Graduation in the same subject from University of Dhaka.

Mr. Hossain Khaled, Ex-President, Dhaka Chamber of Commerce & Industry (DCCI) is a vastly experienced business personality. He has obtained his BBA in Accounting from University of Toledo, Ohio, USA and MBA in International Banking from Texas A&M University, Texas, USA. As business leader he is related with various organizations in different capacities.

1.4 Chairman of the Board and Chief Executive Officer

The position of the Chairman of the Board and the Chief Executive Officer stand separated. The roles of the Chairman and CEO/Managing Director are clearly defined in the Articles of Association of the Company.

1.5 Directors Report to Shareholders

All the requirements have been fulfilled.

1. Chief Financial Officer (CFO), Head of Internal Audit (HIA) and Company Secretary (CS).

The Company appointed Chief Financial Officer (CFO), Head of Internal Audit (HIA) and Company Secretary (CS) as per Corporate Governance Guidelines of BSEC.

2. Audit Committee

The Audit Committee, as a Sub-Committee of the Board, was constituted on 25 September, 2012. Recently the Audit Committee has been reconstituted with two Independent Directors and one non-Executive Director. The Company Secretary acts as Secretary to the Committee. Role of the Audit Committee as per provision of the BSEC regulation has been duly adopted by the Board. The report of the Audit Committee is included in the Annual Report for 2017-18.

3. External Statutory Auditors

The BSEC guidelines are being strictly followed in engaging statutory Auditors.

4. Subsidiary Company

The company has no Subsidiary Company.

5. Duties of CEO & CFO

The provision of BSEC regulations has been complied with.

6. Reporting and Compliance of Corporate Governance

Requirements on the above are being complied with.

Capital Structure

The Company was incorporated with an authorized capital of Taka 1,000 crore divided into 100 crore ordinary shares of Taka 10/- each out of which the paid up capital is Taka 1,649,055,100 divided into 164,905,510 ordinary shares of Taka 10/- each.

State of the Company's Affairs

Generally the company is formed for providing bandwidth and to get the telecommunications services easily accessible to the people. The main achievement during the year under review was to enhance the IPLC business, in which the company has achieved a very good growth in bandwidth utilization which resulted in considerable financial growth. The year under consideration is the third year of export of bandwidth across the boarder. Through exporting the Internet Bandwidth country was able to include a new item in the list of export of the country.

Financial Results

During the financial year ended on 30 June 2018 the Company has earned total comprehensive income of Taka 73.26 million. A brief result is shown as under:

Particulars	Figures in million (Tk.)		Growth (%)
	2017-18	2016-17	
Revenue	1,405.04	1036.73	35.53%
Direct Operating Cost	612.77	354.05	73.07%
Gross Profit	792.27	682.68	16.05%
Operating Exp.	396.86	318.04	24.78%
Operating Profit	395.40	364.64	8.44%
Non Operating Income/Expenses	(86.84)	44.35	-295.81%
Net Profit Before Tax	293.87	389.51	-24.55%
Income Tax Expenses	220.61	71.28	209.45%
Net Profit After Tax	73.26	318.23	-76.98%
Tax Holiday Reserve	44.03	62.85	-29.94%
Total Comprehensive Income	73.26	318.27	-76.98%
Proposed Dividend	82.45	197.89	-58.34%

Dividend

The net profit after tax of the Company stands at Taka 73.26million during the year ended 30th June 2018. The Board of Directors recommends 5% Cash Dividend for the year ended on 30th June 2018.

Fairness of the Financial Statements and Accounting Policies

It is the responsibility of the Directors as per the provisions of the Companies Act, 1994 to prepare financial statements for each year. The financial statements and other financial information included in this report fairly present all material respects, the financial conditions, results of operations, cash flow statements and the changes in equity of the company for the year under review.

The company has used appropriate accounting policies in preparation of these financial statements supported by reasonable and prudent judgments and estimates as necessary. International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs), as applicable in Bangladesh have been followed in preparation of these financial statements in compliance with the relevant accounting policies.

Duties of the CEO and CFO

The CEO and CFO have certified that

- To the best of their knowledge and belief, they have reviewed the financial statements for the year ended on 30 June 2018.
- These statements did not contain any materially untrue statement or omit any material fact or did not contain any misleading statements.
- These statements present a true and fair view of the Company's affairs and are in compliance with existing accounting standards and applicable laws.
- There were no transactions entered into by the company during the year which are fraudulent, illegal, or violation of the company's code of conduct.

Directors

Pursuant to the provision of article 120,121 and 122 of the Articles of Association of the Company read in conjunction with those of the Companies Act, 1994 at the 10th Annual General Meeting, one third of the directors of Bangladesh Submarine Cable Co. Ltd. shall retire from office. Accordingly, the Director of the company namely Dr. Md. Mahbulul Alam Joarder and Col. Md. Arefin Talukder who are in the office for long time, shall retire at the 10th Annual General Meeting. Both of them have expressed their interest to be reappointed and are eligible for re-election.

Auditors

The tenure of the present Auditor M. J. Abedin & Co., Chartered Accountants will expire with the completion of 9th Annual General Meeting (AGM) and as the existing Auditor has completed 3(three) successive years with BSCCL, hence they are not eligible for reappointment as per BSEC regulations. Therefore, in accordance with the BSEC direction a new Auditor for the Company for the FY 2018 -2019 needs to be appointed. The Board has recommended M/S S F Ahmed & Co., Chartered Accountants as the Statutory Auditors for the year 2018-19. On the other hand, Pursuant to rule 9(2) of the Corporate Governance Code dated 03 June 2018 of BSEC it is necessary to appoint a professional for BSCCL who will provide the certificate on compliance of the said Corporate Governance Code. The Board has recommended M/S Suraiya Parveen & Associates, as the Corporate Governance Auditors for the year 2018-19.

Conclusion

The Board of Directors would like to convey its heartiest gratitude to all the shareholders for their cooperation and support towards development of the Company. The Board of Directors would like to express its grateful appreciation for the support and guideline received from the Ministry of Posts, Telecommunications & Information Technology, Ministry of Finance, Ministry of Commerce, Ministry of Science & Technology, Bangladesh Telecommunication Regulatory Commission (BTRC), Bangladesh Telecommunications Co. Ltd. (BTCL), BSEC, DSE, CSE, CDBL, RJSC, NBR and other Government Organizations.

The Directors also wish to express their thanks to BSCCL Management for good team spirit, hard work, and dedicated services towards the growth and progress of the Company. The Directors also thank all the staff of the company, the valued customers of the company, the suppliers of goods and services and Banks and Financial Institutes for their support. The Board of Directors expects that IT related services would flourish in the country and the country would achieve a digital service based society. Thank you very much for your kind participation.

Thanks & regards

For and on behalf of the Board of Directors



Mashhur Rahman
MANAGING DIRECTOR, BSCCL



Nasir Uddin Ahmed, FCA, FCS
INDEPENDENT DIRECTOR, BSCCL

পরিচালকমন্ডলীর প্রতিবেদন

সন্মানিত শেয়ারহোল্ডারবৃন্দ,

বাংলাদেশ সাবমেরিন ক্যাবল কোম্পানি লিমিটেড (বিএসসিসিএল) -এর ১০ম বার্ষিক সাধারণ সভায় আপনাদেরকে স্বাগত জানাচ্ছি। ৩০ জুন ২০১৮খ্রি. তারিখে সমাপ্ত হিসাব বৎসরের জন্য কোম্পানির পরিচালকমন্ডলীর প্রতিবেদন, নিরীক্ষিত আর্থিক বিবরণী এবং নিরীক্ষা প্রতিবেদন আপনাদের উদ্দেশ্যে উপস্থাপন করতে পেরে আমরা আনন্দিত।

আর্থ-সামাজিক প্রেক্ষাপট এবং আন্তর্জাতিক টেলিযোগাযোগ শিল্পখাতঃ

বিগত কয়েকটি বছরে বাংলাদেশের অর্থনীতি বাৎসরিক ৭% এর বেশী প্রবৃদ্ধি হারসহকারে বিকশিত হয়েছে। বাংলাদেশ দক্ষিণ এশিয়ার অল্প কয়েকটি দেশের মধ্যে একটি দেশ যার বার্ষিক জিডিপি প্রবৃদ্ধি সারা বিশ্বের দৃষ্টি আকর্ষণ করতে সক্ষম হয়েছে। টেলিযোগাযোগ, গ্যাস ও বিদ্যুৎ খাতে সরাসরি বৈদেশিক বিনিয়োগের ফলে উল্লেখযোগ্য প্রবৃদ্ধি ঘটেছে।

দারিদ্র বিমোচন, শিশু মৃত্যুহার হ্রাস, নারী অধিকার বাস্তবায়ন, মাথাপিছু আয়, গড় আয়ু প্রত্যাশা, ডিজিটাল বিভক্ত হ্রাস, সমতার হার এবং অন্যান্য সূচকের ক্ষেত্রে সাম্প্রতিক বছরগুলোতে দক্ষিণ এশীয় অপর্যাপ্ত দেশগুলোর তুলনায় বাংলাদেশের কথা বিশেষভাবে আলোচনায় আসছে। “মিলেনিয়াম ডেভেলপমেন্ট গোল” এর লক্ষ্যসমূহের মধ্যে কিয়দংশ বাংলাদেশ প্রত্যাশিত সময়ের আগেই অর্জন করে ফেলেছে। সড়ক পরিবহন ও যোগাযোগ, বিদ্যুৎ ও পানি সরবরাহ ব্যবস্থার অবকাঠামো উন্নয়নে বাংলাদেশ সন্তোষজনক গতিতে এগিয়ে চলেছে। গত কয়েকটি বছরে বাংলাদেশ তথ্য ও যোগাযোগ প্রযুক্তির ক্ষেত্রেও ব্যাপক অগ্রগতি অর্জন করেছে। সম্প্রতি বাংলাদেশ নিম্ন আয়ের দেশের তালিকা হতে মধ্যম আয়ের দেশ হিসেবে বিবেচিত হয়েছে।

বিশ্বায়নের এই যুগে টেলিযোগাযোগ অত্যন্ত তাৎপর্যপূর্ণ একটি বিষয়, অর্থনৈতিক উন্নয়নে যার ভূমিকা অত্যন্ত গুরুত্বপূর্ণ। বাংলাদেশ সরকারের একটি গুরুত্বপূর্ণ উন্নয়ন লক্ষ্য হচ্ছে দেশের জন্য একটি শক্তিশালী টেলিযোগাযোগ ব্যবস্থা গড়ে তোলা। আন্তর্জাতিক টেলিযোগাযোগ ব্যবস্থার তরুতে আমাদের দেশ সিঙ্গেল, তালিবাবাদ, বেতবুনিয়া এবং মহাখালীতে অবস্থিত জু-কেন্দ্রের মাধ্যমে উপগ্রহ ব্যবস্থার সঙ্গে সংযুক্ত ছিল। কম্পিউটার, মোবাইল ও সাবমেরিন ক্যাবল নেটওয়ার্ক ব্যবস্থার আবির্ভাবের ফলে টেলিযোগাযোগ খাতে এক নতুন যুগের সূচনা হয়েছে যার ফলে যোগাযোগ প্রযুক্তি ও ইন্টারনেট ব্যবহার ব্যাপকভাবে বৃদ্ধি পেয়েছে। বাংলাদেশের মত একটি ঘনবসতিপূর্ণ দেশে টেলিযোগাযোগ অর্থনৈতিক ও জনগণের জীবনমান উন্নয়নে একটি নিয়ামক ভূমিকা পালন করতে পারে। আমাদের দেশে ১৯৯০ সাল থেকে আজ পর্যন্ত মোবাইল যোগাযোগ ব্যবস্থার উল্লেখযোগ্য অগ্রগতি সাধিত হয়েছে এবং মোবাইল ব্যবহারকারীর সংখ্যা এখন প্রায় ১৫.০৯ কোটি। সরকার স্কুল ও কলেজ পর্যায়ে ইন্টারনেট সেবা পৌঁছে দেয়ার লক্ষ্যে বিভিন্ন পদক্ষেপ গ্রহণ করেছে এবং ইন্টারনেট সেবা সর্ব সাধারণের ত্রুণ ক্ষমতার মধ্যে নিয়ে আসার জন্য কয়েক দফা মূল্য হ্রাস করেছে। যার ফলে ব্রডব্যান্ড ইন্টারনেট সেবা ধীরে ধীরে সারা দেশে ছড়িয়ে পড়ছে। বর্তমানে বাংলাদেশে ইন্টারনেট ব্যবহারকারীর সংখ্যা হচ্ছে ৮.০২ কোটি। সাবমেরিন ক্যাবল ব্যবস্থার মাধ্যমে ব্রডব্যান্ড ইন্টারনেটের দ্রুত প্রসার ঘটেছে। এক্ষেত্রে সাবমেরিন ক্যাবল ব্যবস্থাকে টেলিযোগাযোগের মূল ভিত্তি হিসেবে বিবেচনা করা হয়ে থাকে। সাবমেরিন ক্যাবল ব্যবস্থার উন্নত প্রযুক্তি ব্যবহার অতিউচ্চ মাত্রার ব্যান্ডউইড্থ এবং উন্নতমানের সেবা সরবরাহের মাধ্যমে বাংলাদেশ এবং বহির্বিদেশের সাথে টেলিযোগাযোগ রক্ষা করা হয়।

বাংলাদেশে বিএসসিসিএল -এর সাবমেরিন ক্যাবল ব্যবস্থার মাধ্যমে ভেটা স্থানান্তরের ব্যবহার উল্লেখযোগ্য হারে বৃদ্ধি পেয়েছে এবং বিভিন্ন সেবা প্রদানকারী সংস্থা যেমনঃ- IIG, IGW, মোবাইল অপারেটর এর সুবিধা ভোগ করে আসছে। ‘ভিশন-২০২১’ বাস্তবায়নের জন্য বাংলাদেশ সরকার বেশ কিছু উল্লেখযোগ্য পদক্ষেপ গ্রহণ করেছে এবং সে লক্ষ্যে ব্রডব্যান্ড ব্যবহার উল্লেখযোগ্য হারে বৃদ্ধির লক্ষ্যমাত্রা নির্ধারণ করা হয়েছে। এছাড়া সকল ইউনিয়ন পরিষদ, ১৭ লক্ষ শিক্ষা প্রতিষ্ঠানকে ব্রডব্যান্ড যোগাযোগ ব্যবস্থার আওতায় আনার পরিকল্পনা গ্রহণ করেছে। ‘ভিশন ২০২১’ বাস্তবায়নের জন্য প্রচুর ব্যান্ডউইড্থ এর প্রয়োজন হতে পারে যার একমাত্র যোগানদাতা হবে বিএসসিসিএল।

বিএসসিসিএল বাংলাদেশ সরকারের রাজস্ব আয়ে গুরুত্বপূর্ণ ভূমিকা পালন করছে। বিএসসিসিএল এর সাবমেরিন ক্যাবল ব্যবস্থা আন্তর্জাতিক টেলিযোগাযোগ অবকাঠামোর মূল ভিত্তি। সাবমেরিন ক্যাবল এর উচ্চগতি সম্পন্ন সেবা ও নির্ভরযোগ্য সংযোগ বর্তমান বিশ্বের ব্রডব্যান্ড ইন্টারনেট ব্যবস্থায় খুব দ্রুত উন্নতি সাধন করেছে। বর্তমানে প্রায় সকল আন্তর্জাতিক ট্রাফিক সাবমেরিন ক্যাবল এর মাধ্যমে সরবরাহ হয়ে থাকে। অপটিক্যাল সাবমেরিন ক্যাবল ব্যবস্থার উত্তম চাহিদা রয়েছে এবং এগুলো অংশীদারী দেশগুলোর জন্য গুরুত্বপূর্ণ জাতীয় সম্পদ।

ব্যবসায়িক প্রতিযোগিতা ও সম্ভাবনার চিত্রঃ

বাংলাদেশ সাবমেরিন ক্যাবল কোম্পানি লিমিটেড (বিএসসিসিএল) একটি মূল টেলিযোগাযোগ সেবা প্রদানকারী সংস্থা যা আন্তর্জাতিক সাবমেরিন (ফাইবার অপটিক) ক্যাবলের মাধ্যমে টেলিযোগাযোগ সেবা দিতে থাকে। বিএসসিসিএল এর মাধ্যমে বাংলাদেশ এবং বহির্বিদেশের মাঝে সাবমেরিন ক্যাবলের মাধ্যমে উচ্চমানের ব্যান্ডউইড্থ সমৃদ্ধ টেলিযোগাযোগ সংযোগ স্থাপিত হয়ে থাকে। বর্তমানে বিএসসিসিএল এর অধীনে SEA-ME-WE-4 ও SEA-ME-WE-5 শীর্ষক দুটি আন্তর্জাতিক সাবমেরিন ক্যাবল রয়েছে। বিএসসিসিএল SMW-4 ও SMW-5 আন্তর্জাতিক কনসোর্টিয়ামে বাংলাদেশের প্রতিনিধিত্ব করে থাকে। বর্তমানে বিএসসিসিএলের অধীনে দুটি সাবমেরিন ক্যাবল অপারেশনাল অবস্থায় থাকায় যে কোন একটি সাবমেরিন ক্যাবল অকার্যকর হলে অন্যটি দিয়ে দেশের চাহিদা মেটানো সম্ভব হবে। সাবমেরিন ক্যাবল ব্যান্ডউইড্থ সরবরাহের মাধ্যমে বিএসসিসিএল বাংলাদেশ সরকারের রাজস্ব আয়ে একটি উল্লেখযোগ্য ভূমিকা পালন করছে। দেশের টেলিযোগাযোগ সেটরে বিএসসিসিএল বিকাশমান সংস্থাসমূহের মাঝে একটি। এ কথা বলা যায় যে, বিএসসিসিএল এর সাবমেরিন ক্যাবলবহনই হচ্ছে আন্তর্জাতিক টেলিযোগাযোগের মূল অবকাঠামো।

বর্তমানে দেশের অভ্যন্তরে সাবমেরিন ক্যাবল টেলিযোগাযোগ সেটরে বিএসসিসিএল এর কোন বিকল্প নেই এবং বিএসসিসিএলই হচ্ছে ব্যান্ডউইড্থের একমাত্র বড় সরবরাহকারী। এটি সরকারের নিকট হতে সাবমেরিন ক্যাবল দ্বারা সার্ভিস প্রদানের জন্য লাইসেন্স প্রাপ্ত একমাত্র কোম্পানি। আইআইজি এবং আইজিডব্লিউ কোম্পানিগুলো বিএসসিসিএল থেকে সরকার অনুমোদিত ট্যারিফ নির্ধারিত লাইসেন্সিং পাইড লাইন, নিয়ম ও শর্তাবলী এবং রেগুলেশন অনুসারে ব্যান্ডউইড্থের লীজ গ্রহণ করছে। তবে বিটিআরসি কর্তৃক লাইসেন্সকৃত ৬টি আন্তর্জাতিক টেরেস্ট্রিয়াল ক্যাবল (আইটিসি) কোম্পানিসমূহ পার্শ্ববর্তী দেশগুলোর সঙ্গে আন্তর্জাতিক লিংক তৈরি করে আইপিএলসি সেবা প্রদান করছে।

সুতরাং বর্তমানে আইটিসি লাইসেন্সধারী কোম্পানিগুলোই ব্যবসায়িক ক্ষেত্রে বিএসসিসিএল এর মূল প্রতিযোগী। আইটিসি লাইসেন্সধারী কোম্পানিগুলো ভারতের সঙ্গে ভূমির উপর দিয়ে লিংক স্থাপন করে ব্যান্ডউইড্থ আমদানি করছে এবং দেশে ব্যান্ডউইড্থের বিকল্প সরবরাহকারী হিসেবে কাজ করছে। আইটিসি কোম্পানিগুলো কম মূল্যে ব্যান্ডউইড্থ সরবরাহ করার কারণে বিএসসিসিএল উল্লেখযোগ্য ভাবে প্রতিযোগিতার সম্মুখীন হচ্ছে। বাজার সম্প্রসারণ ও আইটিসি কোম্পানিগুলোর সাথে প্রতিযোগিতায় টিকে থাকার জন্য বিএসসিসিএল ইতোমধ্যে এর ব্যান্ডউইড্থের দাম উল্লেখযোগ্য হারে হ্রাস করেছে।

বিএসসিসিএল বিটিআরসির নিকট হতে ২০১৩ সালে আইআইজি লাইসেন্স পেয়ে আইআইজি ইউনিটের বাণিজ্যিক কার্যক্রম শুরু করে। উক্ত ইউনিট হতে বিভিন্ন আইআইজি ও আইএসপি অপারেটরগণকে আইপি.ট্রানজিট সেবা প্রদানের মাধ্যমে কোম্পানি উল্লেখযোগ্য পরিমাণ রাজস্ব অর্জন করছে। তাছাড়া বিএসসিসিএল ভারতের ম্পুরা রাজ্যে ফেব্রুয়ারি, ২০১৬খ্রি. হতে ১০জিবিপিএস ইন্টারনেট ব্যান্ডউইড্থ রপ্তানি করে যাচ্ছে। আশা করা যায় ভবিষ্যতে এ বাত হতে কোম্পানির আয় ক্রমাগত বৃদ্ধি পাবে।

পণ্য ও সেবাসমূহ

বিটিআরসি লাইসেন্সিং পাইডলাইন অনুযায়ী বিএসসিসিএল অনুমোদিত প্রতিষ্ঠান হিসেবে নিম্নবর্ণিত কোম্পানিগুলোর নিকট ব্যান্ডউইড্থ লীজ ও আইপি.ট্রানজিট সেবা প্রদান করে থাকেঃ

- ১। আইআইজি (ইন্টারন্যাশনাল ইন্টারনেট গেটওয়ে) কোম্পানিসমূহকে আইপিএলসি ও আইপি.ট্রানজিট সেবা।
- ২। আইজিডব্লিউ (ইন্টারন্যাশনাল ডয়েস গেটওয়ে) কোম্পানিসমূহকে আইপিএলসি সেবা।
- ৩। আইএসপি (ইন্টারনেট সার্ভিস প্রোভাইডার) কোম্পানিসমূহকে আইপি.ট্রানজিট সেবা।
- ৪। বিটিআরসি কর্তৃক অনুমোদিত কর্পোরেট ব্যবহারকারী কোম্পানি বা সংস্থাসমূহকে আইপিএলসি সেবা।
- ৫। সরকারের অনুমোদন সাপেক্ষে আন্তর্জাতিক বাজারে আইপিএলসি ও ইন্টারনেট ব্যান্ডউইড্থ লীজ।
- ৬। আইআইজি, আইজিডব্লিউ, আইএসপি, এনটিটিএন এবং অন্যান্য গ্রাহকগণকে কো-লোকেশন সেবা (জায়গা, বিদ্যুৎ, কারিগরি সহায়তা ইত্যাদি)।

ক্যাপাসিটি, ব্যান্ডউইড্থের ব্যবহার এবং নতুন সাবমেরিন ক্যাবল কমিশনিং

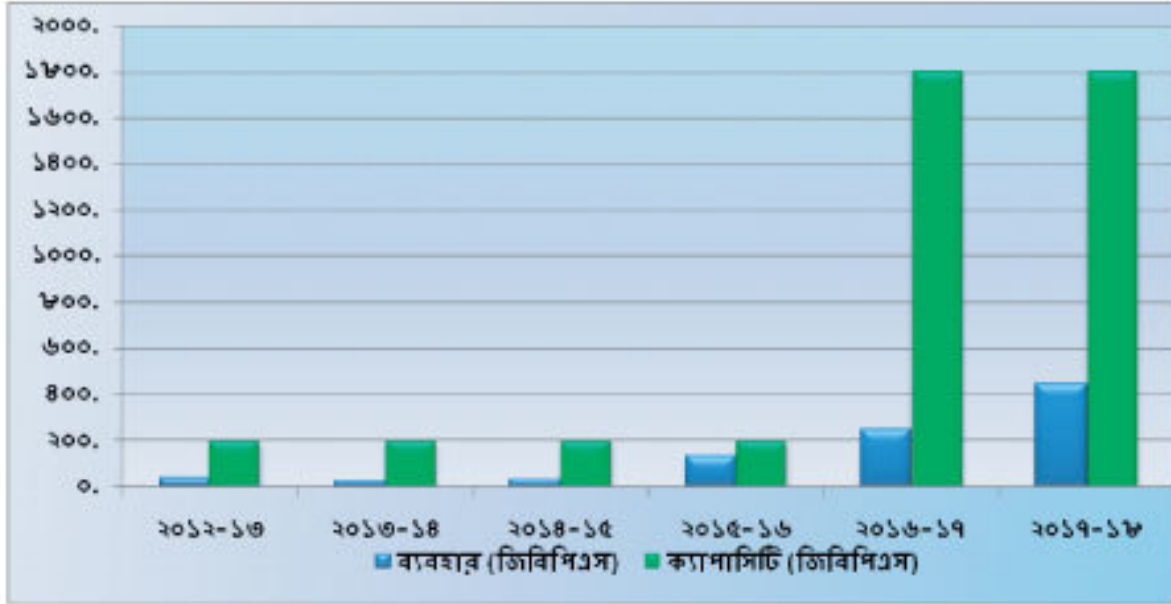
২০০৬ সালে বাংলাদেশ তৎকালীন বিটিটিবি'র তত্ত্বাবধানে SMW-4 কনসোর্টিয়ামের সদস্য হিসেবে যোগদান করে এবং ৭.৫ জিবিপিএস ব্যান্ডউইড্থ নিয়ে দেশে সাবমেরিন ক্যাবল যুগের যাত্রা শুরু হয়। পরবর্তীতে আপগ্রেড-১ এবং ২ এর মাধ্যমে কোন বিনিয়োগ ছাড়াই বেশ কিছু ব্যান্ডউইড্থ অর্জিত হলে ২০০৮ সাল নাগাদ দেশের সাবমেরিন ক্যাবল ক্যাপাসিটি বৃদ্ধি পেয়ে প্রায় ৪৪.৬০ জিবিপিএস-এ উন্নীত হয়। একই বছরে অর্থাৎ জুলাই, ২০০৮খ্রি.-তে বিটিটিবি বিলুপ্ত হয়ে বিটিটিবি'র অধীনে থাকা SMW-4 কনসোর্টিয়ামের সাবমেরিন ক্যাবল অংশ ও কল্পবাজার ল্যান্ডিং স্টেশনের মালিকানা সহ বিএসসিসিএল কোম্পানি হিসেবে আত্মপ্রকাশ করে। ২০১১খ্রি.-তে ৪৮ কোটি টাকা নিজস্ব তহবিল হতে বিনিয়োগের মাধ্যমে SMW-4 সাবমেরিন ক্যাবলের আপগ্রেড-৩ প্রক্রিয়ায় অংশগ্রহণ করে বিএসসিসিএল অতিরিক্ত ৬.৮ মিলিয়ন মিউ কিঃ মিঃ ক্যাপাসিটি অর্জন করে। উক্ত আপগ্রেডেশন প্রক্রিয়া সম্পন্ন হওয়ার পর SMW-4 সাবমেরিন ক্যাবলে বিএসসিসিএলের ক্যাপাসিটি বৃদ্ধি পেয়ে (প্রাথমিক বিবেচনায় ২০০ জিবিপিএস এবং পরবর্তীতে ব্যান্ডউইড্থ চাহিদার ধরণ বিবেচনায়) প্রায় ৩০০ জিবিপিএস-এ উন্নীত হয়। পরবর্তী সময়ে ২০১৪খ্রি.-তে বিএসসিসিএল প্রায় ৫৯০ কোটি টাকা ব্যয়ে দ্বিতীয় সাবমেরিন ক্যাবল তথা SMW-5 সাবমেরিন ক্যাবল কনসোর্টিয়ামে যোগদান করে এবং নির্মাণ কাজ সম্পন্ন হওয়ার পর ১০ সেপ্টেম্বর ২০১৭খ্রি. তারিখে মাননীয় প্রধানমন্ত্রী এর বাণিজ্যিক কার্যক্রম উদ্বোধন করেন। উক্ত ক্যাবল হতে কোম্পানি প্রাথমিক ভাবে ১৫০০ জিবিপিএস ব্যান্ডউইড্থ ক্যাপাসিটি অর্জন করেছে এবং ভবিষ্যতে উন্নত প্রযুক্তি ব্যবহারের মাধ্যমে উল্লিখিত ব্যান্ডউইড্থ ক্যাপাসিটি আরও অনেক বৃদ্ধি করা সম্ভব হবে মর্মে আশা করা যায়। বর্তমানে কোম্পানির মোট ব্যান্ডউইড্থ ক্যাপাসিটির পরিমাণ ১৮০০ জিবিপিএস যার বিপরীতে জুন, ২০১৮খ্রি. মাসে দেশব্যাপী বিএসসিসিএলের ক্যাপাসিটি ব্যবহারের পরিমাণ (ভারতে ১০ জিবিপিএস ইন্টারনেট ব্যান্ডউইড্থ রপ্তানিসহ) প্রায় ৪৪৬.৪৮ জিবিপিএস।

বহরভিত্তিক কোম্পানির মোট ব্যাল্ডউইড্থ ক্যাপাসিটি ও ব্যবহার সংক্রান্ত চার্ট নিম্নে প্রদান করা হলোঃ

	২০১২-১৩	২০১৩-১৪	২০১৪-১৫	২০১৫-১৬	২০১৬-১৭	২০১৭-১৮
ব্যবহার (জিবিপিএস)	৩৮.৭৫	২২.৫০	৩৩.৫২	১৩২.১৬	২৪৬.৯৮	৪৪৬.৪৮
ক্যাপাসিটি (জিবিপিএস)	২০০.০০	২০০.০০	২০০.০০	২০০.০০	১৮০০.০০	১৮০০.০০

* SMW-4 ও SMW-5 সাবমেরিন ক্যাবল হতে বিএসসিসিএলের অর্জিত মোট সিস্টেম ক্যাপাসিটির পরিমাণ ১৮০০ জিবিপিএস।

বহরভিত্তিক জিবিপিএস লেভেলে বিএসসিসিএলের স্থাপিত ব্যাল্ডউইড্থ ক্যাপাসিটি ও ব্যবহার সংক্রান্ত চার্ট



SWOT বিশ্লেষণঃ

সামর্থ্যসমূহঃ

- বিএসসিসিএল রাষ্ট্রীয় মালিকানাধীন একটি পাবলিক লিমিটেড কোম্পানি।
- বিএসসিসিএল SMW-4 ও SMW-5 নামক দুটি সাবমেরিন ক্যাবলের কনসোর্টিয়ামের মালিকানা সম্পন্ন একমাত্র বাংলাদেশী প্রতিষ্ঠান।
- বিএসসিসিএল দ্বিতীয় সাবমেরিন ক্যাবল SMW-5 স্থাপনের মাধ্যমে বিকল্প সাবমেরিন ক্যাবল যোগাযোগ ব্যবস্থা সৃষ্টি করেছে এবং উক্ত ক্যাবল হতে দেশে ব্যবহার এবং পাশ্চাত্য দেশসমূহে রপ্তানির জন্য পর্যাপ্ত পরিমাণ ব্যাল্ডউইড্থ রয়েছে।
- টেলিযোগাযোগ শিল্পে দেশে ও বিদেশে বিএসসিসিএল -এর যথেষ্ট সুনাম রয়েছে।
- বিএসসিসিএল সর্বাধুনিক প্রযুক্তি ব্যবহারের মাধ্যমে এর গ্রাহকদের উন্নতমানের ব্যাল্ডউইড্থ সরবরাহ করছে।
- বিএসসিসিএল সৃষ্টি লগ্ন থেকে একটি মুনাফা অর্জনকারী প্রতিষ্ঠান এবং দ্বিতীয় সাবমেরিন ক্যাবল SMW-5 স্থাপনের জন্য বিপুল অর্থ বিনিয়োগ করা সত্ত্বেও এর মুনাফা অর্জনের ধারা অব্যাহত রয়েছে।

দুর্বলতাসমূহঃ

- বর্তমানে বিএসসিসিএল এখন বাংলাদেশে সাবমেরিন ক্যাবলের ব্যাল্ডউইড্থ সরবরাহকারী একমাত্র প্রতিষ্ঠান নয়। আইটিসি লাইসেন্সধারী আরও ৬টি প্রতিষ্ঠান একই ধরনের সেবা প্রদান করছে এবং উল্লেখযোগ্য পরিমাণ মার্কেট শেয়ার তাদের দখলে রয়েছে। উক্ত সমস্যা সমাধানকল্পে বিএসসিসিএলের ব্যবসা বহুমুখীকরণ এবং নতুন বাজার সৃষ্টি করা প্রয়োজন।
- বিএসসিসিএলের এনটিটিএন লাইসেন্স না থাকায় দেশের এক প্রান্ত হতে অন্য প্রান্তে ব্যাল্ডউইড্থ পরিবহনের জন্য এনটিটিএন অপারেটরদের উপর নির্ভর করতে হয়। এ কারণে কোম্পানির গ্রাহকগণকে ওয়ান স্টপ সেবা প্রদান করা সম্ভব হয় না।
- যদি সরকার এনটিটিএন লাইসেন্সধারী কোন প্রতিষ্ঠানকে ভবিষ্যতে সাবমেরিন ক্যাবল লাইসেন্স প্রদানের সিদ্ধান্ত গ্রহণ করে তবে কোম্পানিকে তীব্র প্রতিযোগিতার ও প্রতিকূলতার সম্মুখীন হতে হবে।

সুযোগসমূহঃ

- ক) দক্ষিণ-পূর্ব এশিয়ার অন্যান্য দেশের তুলনায় বাংলাদেশে মাথাপিছু ব্যান্ডউইড্থ ব্যবহারের পরিমাণ এখনও অনেক কম হওয়ায় সরকার দেশে ব্রডব্যান্ড ইন্টারনেট ব্যবহার বাড়ানোর জন্য বিভিন্ন পদক্ষেপ গ্রহণ করেছে। তাছাড়াও, প্রতিনিয়তই বাংলাদেশে অনেক অনলাইন ব্যবসা প্রতিষ্ঠিত হচ্ছে, যার ফলে দেশে ইন্টারনেট ব্যান্ডউইড্থের চাহিদা দ্রুত বৃদ্ধি পাচ্ছে।
- খ) সম্প্রতি সরকার মোবাইল টেলিফোন অপারেটরগণকে ফোর-জি সেবা প্রদানের জন্য লাইসেন্স প্রদান করার মোবাইল অপারেটরগণ সারা দেশে তাদের ফোর-জি নেটওয়ার্ক সম্প্রসারিত করেছে। এর ফলে দিন দিন ব্যান্ডউইড্থের চাহিদা দ্রুত বৃদ্ধি পাচ্ছে।
- গ) সরকার উপজেলা পর্যায়ের সকল সরকারি অফিসসমূহকে অপটিক ফাইবার ক্যাবল নেটওয়ার্কের মাধ্যমে ইন্টারনেটের সাথে সংযুক্ত করার জন্য বিভিন্ন প্রকল্প বাস্তবায়ন করেছে। একই সাথে সরকার ই-ফাইলিং, ই-টেক্সটিং, ই-কমার্স, ই-স্বাস্থ্য, ই-কৃষি এবং অন্যান্য অনেক অনলাইন পরিষেবা চালু করার পাবলিক সেটরে ব্যান্ডউইড্থের জন্য বিশাল চাহিদা তৈরি হয়েছে।
- ঘ) সরকার দেশের বিভিন্ন অংশে বেশ কয়েকটি আইটি ভিলেজ নির্মাণ করেছে এবং আরো কয়েকটি আইটি ভিলেজ নির্মাণাধীন রয়েছে। এই আইটি ভিলেজগুলোতে প্রতিষ্ঠিত ও প্রতিষ্ঠিতব্য বিভিন্ন আইটি শিল্পে উচ্চগতির ব্যাপক ব্যান্ডউইড্থ প্রয়োজন হবে।
- ঙ) দেশব্যাপী অনেকগুলি ছোট আইএসপি সারা দেশে পরিবার পর্যায়ে বা বাসাবাড়িতে ফিক্সড ব্রডব্যান্ড বিতরণ নেটওয়ার্ক ছড়িয়ে দেওয়ার জন্য কাজ করে যাচ্ছে এবং প্রতিদিনই এখানে ব্যান্ডউইড্থের নতুন চাহিদা সৃষ্টি হচ্ছে।
- চ) ২০১৫ সালে ভারতের বিএসএনএল-এর সাথে স্বাক্ষরিত চুক্তির আওতায় বিএসসিসিএল ভারতের ত্রিপুরাতে ১০ জিবিপিএস ইন্টারনেট ব্যান্ডউইড্থ লীজ প্রদান করেছে। বিএসসিসিএল উচ্চ চুক্তির আওতায় ভারতের উত্তর-পূর্ব ভারতের রাজ্যগুলিতে আরো ব্যান্ডউইড্থ সরবরাহ করতে আগ্রহী। তাছাড়া বিএসসিসিএল ভূটান ও নেপালকে রুস বোর্ডিং ব্যান্ডউইড্থ লীজ প্রদানের চেষ্টা করছে।
- ছ) ক্রমাগত প্রযুক্তিগত উন্নয়নের মাধ্যমে এক জোড়া অপটিক ফাইবারের মধ্য দিয়ে আরও বেশী পরিমাণ ব্যান্ডউইড্থ পরিবহনের জন্য প্রচেষ্টা চালাচ্ছে এবং এভাবে সাবমেরিন অপটিক ফাইবার ক্যাবলের ব্যান্ডউইড্থ বহন ক্ষমতা ক্রমবর্ধমান ভাবে বৃদ্ধি পাচ্ছে।
- জ) ভবিষ্যতে বিএসসিসিএলের পিজিসিবি/বিটিসিএলের যৌথ সহযোগিতায় এনটিসিএন সেবা প্রদানের পরিকল্পনা গ্রহণ করতে পারে।
- ঝ) ডিশন-২০২১ বাস্তবায়নের জন্য সরকারের প্রচুর ব্যান্ডউইড্থ প্রয়োজন হবে যার একমাত্র যোগান দাতা হবে বিএসসিসিএল। দক্ষিণ-পূর্ব এশিয়ার অন্যান্য দেশের তুলনায় বাংলাদেশে মাথাপিছু ব্যান্ডউইড্থ ব্যবহারের পরিমাণ এখনও অনেক কম হওয়ায় সরকার দেশে ব্রডব্যান্ড ইন্টারনেট ব্যবহার বাড়ানোর জন্য বিভিন্ন পদক্ষেপ গ্রহণ করেছে। তাছাড়াও, প্রতিনিয়তই বাংলাদেশে অনেক অনলাইন ব্যবসা প্রতিষ্ঠিত হচ্ছে, যার ফলে দেশে ইন্টারনেট ব্যান্ডউইড্থের চাহিদা দ্রুত বৃদ্ধি পাচ্ছে।
- খ) সম্প্রতি সময়ে সরকার মোবাইল টেলিফোন অপারেটরগণকে ফোর-জি সেবা প্রদানের জন্য লাইসেন্স প্রদান করার মোবাইল অপারেটরগণ সারা দেশে তাদের ফোর-জি নেটওয়ার্ক সম্প্রসারিত করেছে। এর ফলে দিন দিন ব্যান্ডউইড্থের চাহিদা দ্রুত বৃদ্ধি পাচ্ছে।
- গ) সরকার উপজেলা পর্যায়ের সকল সরকারি অফিসসমূহকে অপটিক ফাইবার ক্যাবল নেটওয়ার্কের মাধ্যমে ইন্টারনেটের সাথে সংযুক্ত করার জন্য বিভিন্ন প্রকল্প বাস্তবায়ন করেছে। একই সাথে সরকার ই-ফাইলিং, ই-টেক্সটিং, ই-কমার্স, ই-স্বাস্থ্য, ই-কৃষি এবং অন্যান্য অনেক অনলাইন পরিষেবা চালু করার পাবলিক সেটরে ব্যান্ডউইড্থের জন্য বিশাল চাহিদা তৈরি হয়েছে।
- ঘ) সরকার দেশের বিভিন্ন অংশে বেশ কয়েকটি আইটি ভিলেজ নির্মাণ করেছে এবং আরো কয়েকটি আইটি ভিলেজ নির্মাণাধীন রয়েছে। এই আইটি ভিলেজগুলোতে প্রতিষ্ঠিত ও প্রতিষ্ঠিতব্য বিভিন্ন আইটি শিল্পে উচ্চ গতির ব্যাপক ব্যান্ডউইড্থ প্রয়োজন হবে।
- ঙ) দেশব্যাপী অনেকগুলি ছোট আইএসপি সারা দেশে পরিবার পর্যায়ে বা বাসাবাড়িতে ফিক্সড ব্রডব্যান্ড বিতরণ নেটওয়ার্ক ছড়িয়ে দেওয়ার জন্য কাজ করে যাচ্ছে এবং প্রতিদিনই এখানে ব্যান্ডউইড্থের নতুন চাহিদা সৃষ্টি হচ্ছে।
- চ) ২০১৫ সালে ভারতের বিএসএনএল-এর সাথে স্বাক্ষরিত চুক্তির আওতায় বিএসসিসিএল ভারতের ত্রিপুরাতে ১০ জিবিপিএস ইন্টারনেট ব্যান্ডউইড্থ লীজ প্রদান করেছে। বিএসসিসিএল উচ্চ চুক্তির আওতায় ভারতের উত্তর-পূর্ব ভারতের রাজ্যগুলিতে আরো ব্যান্ডউইড্থ সরবরাহ করতে আগ্রহী। তাছাড়া বিএসসিসিএল ভূটান ও নেপালকে রুস বোর্ডিং ব্যান্ডউইড্থ লীজ প্রদানের চেষ্টা করছে।
- ছ) ক্রমাগত প্রযুক্তিগত উন্নয়নের মাধ্যমে এক জোড়া অপটিক ফাইবারের মধ্য দিয়ে আরও বেশী পরিমাণ ব্যান্ডউইড্থ পরিবহনের জন্য প্রচেষ্টা অব্যাহত রয়েছে এবং এভাবে সাবমেরিন অপটিক ফাইবার ক্যাবলের ব্যান্ডউইড্থ বহন ক্ষমতা ক্রমবর্ধমান ভাবে বৃদ্ধি পাচ্ছে।
- জ) ভবিষ্যতে বিএসসিসিএল পিজিসিবি/বিটিসিএলের যৌথ সহযোগিতায় এনটিসিএন সেবা প্রদানের পরিকল্পনা গ্রহণ করতে পারে।
- ঝ) ডিশন-২০২১ বাস্তবায়নের জন্য সরকারের পর্যাপ্ত ব্যান্ডউইড্থ প্রয়োজন হবে যার একমাত্র যোগান দাতা হতে পারে বিএসসিসিএল।

ঝুঁকিসমূহঃ

কোম্পানির জন্য সবচেয়ে গুরুত্বপূর্ণ ঝুঁকি হলো টেলিযোগাযোগ খাতে দ্রুত সাংঘাতিক প্রযুক্তিগত পরিবর্তন ও বিএসসিসিএলের মালিকানাধীন কনসোর্টিয়ামসমূহ কর্তৃক পরিচালিত আভার সি ক্যাবল সিস্টেমের গুরুতর ক্ষতি। যেহেতু এ ধরনের স্থাপনার প্রচুর মূলধন ব্যবহৃত হয়ে থাকে সেহেতু প্রযুক্তির দ্রুত পরিবর্তনের ফলে কোম্পানির সম্পূর্ণ বিনিয়োগ ঝুঁকির সম্মুখীন হতে পারে। এছাড়াও, আভার সি ক্যাবল সিস্টেমের যে কোনও গুরুতর ক্ষতি কোম্পানির সেবা প্রদান এবং রাজস্ব আয়ের সক্ষমতা ব্যাপক ভাবে প্রভাবিত করতে পারে।

শিল্প ঝুঁকিঃ

বিএসসিসিএলের চেয়ে কম মূল্যে সার্ভিস প্রদান করার অনেক গ্রাহক আইটিসি অপারেটরগণ হতে সেবা গ্রহণ করে থাকে। এমনভাবে হলে, ব্যান্ডউইড্থ মার্কেটের বড় অংশ আয়ত্ব রাখার জন্য বিএসসিসিএলকে প্রায়ই তার পরিসেবাবির দর হ্রাস করতে হয়, যা কোম্পানির রাজস্ব আয়ের উপর নেতিবাচক প্রভাব ফেলতে পারে।

ব্যবস্থাপনা পর্ষদের মূল্যায়নঃ

ভেটো সম্পর্কিত পরিসেবালোর জন্য ব্যান্ডউইড্থের চাহিদা দিন দিন বেড়েই চলেছে। যদি কোম্পানির ব্যবস্থাপনা কর্তৃপক্ষ ব্যান্ডউইড্থের মূল্য হ্রাস করেন তবে বিক্রয়ের মাত্রা বেড়ে যাবে। এতে সার্বিক আয় বৃদ্ধি পাবে এবং ইউনিট ব্যর হ্রাস পাবে। তাই মূল্য হ্রাসের ফলে কোম্পানির আয়ে তেমন প্রভাব পড়বে না বরং কোম্পানির মুনাফা বৃদ্ধি পাবে।

প্রযুক্তিগত ঝুঁকিঃ

তথ্য ও প্রযুক্তি সেক্টরে সবচেয়ে গুরুত্বপূর্ণ ঝুঁকি হচ্ছে প্রযুক্তির ক্ষেত্রে দ্রুত পরিবর্তন। বর্তমানে বিশ্বে প্রযুক্তিগত বিপ্লব চলেছে। অবশ্য আমাদের কোম্পানি সর্বাধুনিক প্রযুক্তি ব্যবহার করে আসছে এবং কেবলমাত্র টার্মিনাল ইকুইপমেন্টস প্রতিস্থাপনের মাধ্যমে সিস্টেম আপগ্রেড করার সুযোগ উচ্চ সিস্টেমে রয়েছে। ইতোমধ্যেই বিদ্যমান সিস্টেমটিকে তিনবার আপগ্রেড করা হয়েছে যার ফলে ক্যাপাসিটি এবং দক্ষতা দুটোই বৃদ্ধি পেয়েছে বা উন্নত হয়েছে। আগামী কয়েক বছরের মধ্যে বিদ্যমান অবকাঠামোর উন্নয়নের জন্য তেমন কোন নতুন বিনিয়োগের প্রয়োজন পড়বে না বলে আশা করা যায়। সুতরাং প্রযুক্তি সংক্রান্ত ঝুঁকি প্রবলযোগ্য মাত্রার মধ্যে রয়েছে বলে প্রতীক্ষমান।

বাজার সংক্রান্ত ঝুঁকিঃ

বিএসসিসিএল এর অন্য প্রধান ঝুঁকিসমূহের একটি হচ্ছে প্রতিযোগিতামূলক বাজার ব্যবস্থা। দেশের সাবমেরিন ক্যাবল সিস্টেমের একমাত্র মালিকানা বিএসসিসিএলের নিকট থাকলেও সরকার ৬টি আন্তর্জাতিক টেলিফোন ক্যাবল (আইটিসি) কোম্পানিকে আইটিসি লাইসেন্স প্রদান করেছে। কল্পশ্রুতিতে, আইটিসি অপারেটরগুলো প্রায় মাঝে মাঝে কম নামে বিএসসিসিএল-এর গ্রাহকদের কাছে একই ধরনের সেবা প্রদানের প্রচেষ্টা করে থাকে। গ্রাহকবৃন্দের প্রায়ই বিএসসিসিএল এর বদলে আইটিসি অপারেটরগণ থেকেও সার্ভিস গ্রহণ করতে পারে। আইটিসি লাইসেন্সধারী কিছু প্রতিষ্ঠানের এনটিটিএন লাইসেন্স রয়েছে যার ফলে তারা কিছু বাড়তি সুবিধা ভোগ করে। তবে মুচাই ও চেন্নাই হতে স্থল পথে টেনে আনা বাংলাদেশ পর্বত দীর্ঘ ও বার বার কেটে যাওয়ার দরশ দূর্বল হয়ে যাওয়া ট্রান্সমিশন লাইসেন্সের মাধ্যমে আইটিসি অপারেটরগণ কর্তৃক সরবরাহকৃত ক্যাভউইডথের মান বিএসসিসিএলের সরবরাহকৃত ক্যাভউইডথের মানের সমতুল্য নয়। তাছাড়া ল্যাটেন্সি কম হওয়ার বাজারে বিএসসিসিএলের ক্যাভউইডথের গুণমান কম, আইটিসি অপারেটরগণ কর্তৃক সরবরাহকৃত ক্যাভউইডথের মান হতে ভাল বলে বিবেচিত। সুতরাং বাজার সংক্রান্ত ঝুঁকি গ্রহণযোগ্য মাত্রার মধ্যে রয়েছে বলে প্রতীকমান।

পরিচালনা ঝুঁকিঃ

একটি সাবমেরিন ক্যাবল কাটা পড়লে ভয়েস ও ডেটা কমিউনিকেশনের ক্ষেত্রে অল্পত ৭ থেকে ১০ দিনের জন্য দেশকে অসুবিধার মুখে পড়তে হবে। দৌজাধ্যাক্রমে বর্তমানে কোম্পানির অধীনে দুটি সাবমেরিন ক্যাবল রয়েছে। একটি কাটা পড়লে অন্যটি দিয়ে ব্যাকআপ সেবা সম্ভব হবে। কিন্তু দুটি সাবমেরিন ক্যাবলই একই সাথে বিকল হলে দেশের ভয়েস ও ডেটা কমিউনিকেশন সেবা ব্যাপক ভাবে ব্যাহত হবে। যদিও উপগ্রহ ব্যবস্থা ও আইটিসি মাধ্যমে কিছুটা যোগাযোগ রাখা সম্ভব হবে কিন্তু সাবমেরিন কেবলের সাথে তুলনা করলে তা যথেষ্ট কমমাত্রার। তবে অপরাপর সাবমেরিন ক্যাবলের সুবিধা ব্যবহার করে কোম্পানি এ ধরনের পরিস্থিতি মোকাবেলায় সক্ষম তাই পরিচালনা ঝুঁকির মাত্রাও কম হিসেবে বলা যায়।

মূল্য নির্ধারণের ক্ষেত্রে ঝুঁকিঃ

সাবমেরিন ক্যাবলের ক্ষেত্রে দেশের বাজারে একচেটিয়া আধিপত্য থাকায় কোম্পানি বাজার চাহিদা বিবেচনায় প্রয়োজন মত মূল্য পরিবর্তনের সুবিধা ভোগ করছে। তবে সরকার ও বিটিআরসি এক্ষেত্রে মূল্যহার নিয়ন্ত্রণ করে থাকে। সরকার এবং স্টেকহোল্ডাররা আইসিএলসি চার্জ কমাতে চাপ প্রদান করছে। এর কল্পশ্রুতিতে আইসিএলসি চার্জ কমাতে হলে কোম্পানির প্রত্যাশিত মেট রিজার্ভ আয় অর্জিত নাও হতে পারে। সুতরাং মূল্য নির্ধারণের ক্ষেত্রে কোম্পানির জন্য কিছুটা ঝুঁকি বিদ্যমান। এ ধরনের মূল্য হ্রাসের ক্ষেত্রে কোম্পানির আয় ব্যাপকভাবে ক্ষতিগ্রস্ত হতে পারে। তবে বিএসসিসিএল মূল্য সংকোচনের বিপরীতে ক্যাভউইডথ এর সরবরাহ বৃদ্ধির মাধ্যমে মূল্য নির্ধারণ ঝুঁকি গ্রহণযোগ্য মাত্রায় সীমিত রেখে থাকে।

অস্বাভাবিক আয় বা ব্যয়ঃ

বিবেচনামূলক বছরে কোম্পানির অস্বাভাবিক কোন আয় বা ব্যয়ের ঘটনা ঘটেনি।

আন্তঃসম্পর্কিত কোম্পানির লেনদেনঃ

চলতি অর্থ বছরে আন্তঃসম্পর্কিত কোম্পানির লেনদেন সংক্রান্ত তথ্যাদি আর্থিক প্রতিবেদনের নোট নম্বর ৫৩-এ বিস্তারিত বর্ণিত আছে।

আর্থিক প্রতিবেদনে তাৎপর্যপূর্ণ বিচ্যুতিঃ

SMW-5 সাবমেরিন ক্যাবল সিস্টেমের অবশ্য, কিম্বা গিয়ার চার্জ (সুদ) এবং বিলম্বিত করদায় সমন্বয়জনিত কারণে পত বছরের তুলনায় চলতি অর্থ বছরে কোম্পানির কর পরবর্তী নীট মুনাফা উল্লেখযোগ্য হারে হ্রাস পেয়েছে।

কোম্পানির বিবিধ নিরীক্ষক কর্তৃক প্রদত্ত কোয়ালিফাইড মতামতের প্রেক্ষিতে বিএসসিসিএলের ব্যাখ্যাঃ

কোম্পানির বিবিধ নিরীক্ষক তার প্রতিবেদনে বিটিসিএলের নিকট বকেয়া ৯৯,৫০,৯৬,৬২২.০০ টাকার বিপরীতে ৯,২০,৭৪,১৮৮.০০ টাকা সঞ্চিত সৃষ্টি করার উল্লিখিত বকেয়া পুরোপুরি আদায়ের বিষয়ে সন্দেহ প্রকাশ করে কোয়ালিফাইড মতামত প্রকাশ করেছেন। তবে উক্ত পাওনা আদায়ের বিষয়ে কোম্পানি কর্তৃপক্ষ আশাবাদী বিষয়ে উল্লিখিত পরিমাণ বকেয়ার বিপরীতে সম্পূর্ণ অর্ধের আদায়ী পাওনা সঞ্চিত সৃষ্টি করা হয়নি। এ বিষয়ে বিএসসিসিএল কর্তৃপক্ষ ইতোমধ্যে বিটিসিএলের সহিত রি-কনসিলিয়েশনের উদ্যোগ গ্রহণ করেছে, যা প্রায় সম্পূর্ণ হয়েছে। তাছাড়া বিটিসিএল ও বিএসসিসিএল একই মন্ত্রণালয়ের অধীন হওয়ার তাক ও টেলিযোগাযোগ বিভাগের মাধ্যমে বকেয়া অর্থ আদায়ে প্রয়োজনীয় ব্যবস্থা গ্রহণ করা হয়েছে। জুন, ২০১৮খ্রি. মাসে বিটিসিএল পূর্বের বকেয়া হতে ১২,৪০,২৪,০২৪.০০ টাকা প্রদান করেছে এবং জমাচারে পূর্বের বকেয়া পরিশোধের বিষয়ে প্রতিনিয়ত প্রদান করেছে। বিটিসিএল ও বিএসসিসিএল একই মন্ত্রণালয়ের অধীন হওয়ার রি-কনসিলিয়েশনের পর তাক ও টেলিযোগাযোগ বিভাগের মাধ্যমে সম্পূর্ণ বকেয়া অর্থ আদায়ের বিষয়ে কোম্পানি কর্তৃপক্ষ আশাবাদী।

পরিচালকবৃন্দের সম্মানীঃ

২০১৭-২০১৮ হিসাব বৎসরে বোর্ড সভায় উপস্থিতি রাখান পরিচালকগণকে মোট ৬,৫২,০২১.০০ টাকা (ছোট টাকাসহ) সম্মানী হিসেবে প্রদান করা হয়েছে।

মানবসম্পদ ব্যবস্থাপনাঃ

অনুমোদিত মানবসম্পদ কার্যক্রমে অনুযায়ী কোম্পানির মোট কর্মকর্তা ও কর্মচারীর সংখ্যা ১৭০। ৩০শে জুন ২০১৮ তারিখে কোম্পানিতে নিযুক্ত কর্মকর্তা কর্মচারীর সংখ্যা ছিল ৯৫ জন। কর্মকর্তা ৪৪ জন এবং কর্মচারী ৫১ জন এর মধ্যে ৮৯ জন স্থায়ীভাবে নিযুক্ত এবং অস্থায়ীভাবে নিযুক্ত আছে ৬ জন। বিএসসিসিএল এর বোর্ড কর্তৃক অনুমোদিত নিম্ন মানব সম্পদ ব্যবস্থাপনা নীতিমালা রয়েছে। কোম্পানির সকল কর্মকর্তা ও কর্মচারীদের উৎসব ভাতা, মুনামফার অংশ, ভবিষ্যত তহবিল, গ্র্যাডুইটি সুবিধা প্রদান করে থাকে। এছাড়াও কোম্পানি ঘাটাই বাছাই সাপেক্ষে প্রযোজ্য ক্ষেত্রে চিকিৎসা খরচ প্রদান করে থাকে। পদোন্নতির ক্ষেত্রে কর্মকর্তা কর্মচারীদের দক্ষতা মূল্যায়ন করা হতে থাকে।

তথ্য ও প্রযুক্তিঃ

তথ্য প্রযুক্তি নির্ভর সফ্টওয়্যার হিসেবে বিএসসিসিএল উন্নত তথ্য প্রযুক্তি ছাড়া পরিচালিত। বিএসসিসিএল SSEOPS, Go-Global U X 2.1.2 এর মাধ্যমে অন্যান্য সদস্য দেশের সাথে Real time virtual online যোগাযোগ রক্ষা করে। এই কোম্পানি ল্যাটিন স্টেশনে স্থাপিত System Surveillance Equipment (SSE) এর মাধ্যমে সম্পূর্ণ সাবমেরিন পদ্ধতি পর্যবেক্ষণ এবং নিয়ন্ত্রণ করে থাকে। বিএসসিসিএল ব্যবহারী হিসাব সংরক্ষণের জন্য Tally Software ব্যবহার করে থাকে।

আর্থিক প্রতিবেদন সম্পর্কে পরিচালকগণের ঘোষণাঃ

পরিচালকগণ গুরুত্ব সহকারে ঘোষণা করছেন যে;

(ক) ব্যবস্থাপনা কর্তৃপক্ষ কর্তৃক প্রস্তুতকৃত আর্থিক বিবরণীসমূহ বর্ধার্য ও যথাযথ ভাবে প্রস্তুত করা হয়েছে।

(খ) আইনের বিধান অনুযায়ী যথাযথ ভাবে কোম্পানির হিসাব বই সংরক্ষণ করা হয়েছে।

(গ) আর্থিক বিবরণী প্রস্তুত কালে সামঞ্জস্যপূর্ণ ভাবে যথাযথ হিসাব নীতিমালা অনুসরণ করা হয়েছে এবং যুক্তিসঙ্গত ও বিচক্ষণ বিবেচনার মাধ্যমে হিসাব সংক্রান্ত প্রাপ্তি প্রাপ্ত করা হয়েছে।

- (ঘ) বাংলাদেশে প্রযোজ্য একাউন্টিং স্ট্যান্ডার্ট (বি.এ.এস)/বাংলাদেশ কাইন্যাশিয়াল রিপোর্টিং স্ট্যান্ডার্ট (বি.এক.আর.এস) যথাযথভাবে প্রয়োগ করা হয়েছে।
 (ঙ) কোম্পানি চলমান প্রতিষ্ঠান হিসেবে (Going Concern) অব্যাহত থাকার ব্যাপারে কোন সন্দেহ নাই।
 (চ) অভ্যন্তরীণ নিয়ন্ত্রণ প্রক্রিয়া যথাযথভাবে কার্যকর রয়েছে।

পরিচালনা পর্ষদের সভাঃ

২০১৭-২০১৮ হিসাব বৎসরে ব্যবসায়িক কার্যক্রম আলোচনা এবং অনুমোদনের জন্য পরিচালনা পর্ষদের মোট ১৩টি সভা অনুষ্ঠিত হয়েছে।

পরিচালকগণের নিয়োগ ও পুনঃনিয়োগঃ

কোম্পানির সংঘবিধির বিধি ১২০, ১২১ ও ১২২ মোতাবেক বিএসসিএসএল এর পরিচালক ডঃ মোঃ মাহবুবুল আলম জোয়ার্দার ও কর্ণেল মোঃ আরেফিন তালুকদার আসন্ন বার্ষিক সাধারণ সভায় অবসর গ্রহণ করবেন এবং যোগ্য বিধায় পুনরায় নির্বাচিত হবার জন্য বিবেচিত হবেন।

নবম বার্ষিক সাধারণ সভা অনুষ্ঠিত হবার পর কোম্পানির পরিচালনা পর্ষদ জনাব তৌহিদা বুলবুল, অতিরিক্ত সচিব, বিজ্ঞান ও প্রযুক্তি মন্ত্রণালয়কে জনাব মোঃ ফারুকজামান, যুগ্ম-সচিব, বিজ্ঞান ও প্রযুক্তি মন্ত্রণালয়ের এবং জনাব মোঃ জালাল উদ্দিন, যুগ্ম-সচিব, অর্থ বিভাগ, অর্থ মন্ত্রণালয়কে জনাব জালাল আহমেদ, অতিরিক্ত সচিব, অর্থ মন্ত্রণালয়ের হুসে কোম্পানির পরিচালক পদে নিয়োগ প্রদান করেছে। এছাড়াও উক্ত সময়ে কোম্পানির পরিচালনা পর্ষদ কোম্পানির স্বতন্ত্র পরিচালক হিসেবে জনাব হোসেন খালেদ, সাবেক সভাপতি, ডিসিসিআই -কে পুনঃনিয়োগ প্রদান করেছে। উপরোক্ত পরিচালক নিয়োগ আসন্ন ১০ম বার্ষিক সাধারণ সভায় শেয়ারহোল্ডারগণ কর্তৃক অনুমোদিত হতে হবে।

বাংলাদেশ সিকিউরিটিজ অ্যান্ড এক্সচেঞ্জ কমিশন নোটিফিকেশন নং- SEC/CMRRCD/2006-58/134/Admin/44, Dated 7th August 2012 -এর আলোকে কোম্পানির প্রয়োজনীয় তথ্য নিম্নে দেওয়া হলোঃ

পরিচালনা পর্ষদঃ

বোর্ডের আকারঃ

স্বতন্ত্র পরিচালক ও ব্যবস্থাপনা পরিচালকসহ পরিচালনা পর্ষদে পরিচালকের সংখ্যা ৯ জন, যা বাংলাদেশ সিকিউরিটিজ অ্যান্ড এক্সচেঞ্জ কমিশন এর পাইলট লাইন অনুযায়ী গঠিত হয়েছে।

১.২ স্বতন্ত্র পরিচালকঃ

১.২.১ বাংলাদেশ সিকিউরিটিজ অ্যান্ড এক্সচেঞ্জ কমিশন এর নীতিমালা অনুসারে জনাব নাসির উদ্দিন আহমেদ, একসিএ, একসিএস-কে স্বতন্ত্র পরিচালক হিসেবে ২০১৭ সালের ২৭শে এপ্রিল পুনঃনিয়োগ দেওয়া হয়েছে। তিনি আইসিএবি এর প্রাক্তন সভাপতি এবং বর্তমান কাউন্সিল মেম্বর এবং ম্যাবস এড জে পার্টনারস, চার্টার্ড গ্র্যাকউনটেইন্টস এর একজন জেষ্ঠ অংশীদার।

১.২.২ বাংলাদেশ সিকিউরিটিজ অ্যান্ড এক্সচেঞ্জ কমিশন এর নীতিমালা অনুসারে জনাব হোসেন খালেদ -কে ২০১৮ সালের ১০ই জুন স্বতন্ত্র পরিচালক হিসেবে পুনঃনিয়োগ দেওয়া হয়েছে। ইতোপূর্বে তিনি ঢাকা চেম্বার অব কমার্স অ্যান্ড ইন্ডাস্ট্রি (ডিসিসিআই) এর সভাপতি হিসেবে দায়িত্ব পালন করেছেন।

১.৩ স্বতন্ত্র পরিচালকদের যোগ্যতাঃ

জনাব নাসির উদ্দিন আহমেদ একসিএ, একসিএস, ম্যাবস এড জে পার্টনারস, চার্টার্ড গ্র্যাকউনটেইন্টস এর একজন জেষ্ঠ অংশীদার। তিনি আইসিএসবি এর একজন মেম্বর ও আইসিএবি এর প্রাক্তন সভাপতি। বর্তমানে তিনি আইসিএবি এর কাউন্সিল মেম্বর হিসেবে দায়িত্ব পালন করছেন।

জনাব জনাব হোসেন খালেদ ইতোপূর্বে ঢাকা চেম্বার অব কমার্স অ্যান্ড ইন্ডাস্ট্রি (ডিসিসিআই) এর সাবেক সভাপতি ছিলেন। তিনি বুদ্ধবল হতে বিবিএ ও এমবিএ সম্পন্ন করেছেন এবং বিভিন্ন প্রতিষ্ঠানের ব্যবস্থাপনার সাথে জড়িত আছেন।

১.৪. পরিচালনা পর্ষদের চেয়ারম্যান এবং প্রধান নির্বাহী কর্মকর্তাঃ

পরিচালনা পর্ষদের চেয়ারম্যান এবং প্রধান নির্বাহী কর্মকর্তা হিসেবে পৃথক পৃথক ব্যক্তি নিয়োজিত আছেন।

১.৫. পরিচালনা পর্ষদের প্রতিবেদনঃ

বিএসইসিসহ সকল নিয়ন্ত্রক সংস্থার নির্দেশনা মোতাবেক পরিচালনা পর্ষদের প্রতিবেদন প্রস্তুত করা হয়েছে।

১. প্রধান অর্থ কর্মকর্তা, কোম্পানি সেক্রেটারি ও প্রধান নিরীক্ষা কর্মকর্তাঃ

বাংলাদেশ সিকিউরিটিজ অ্যান্ড এক্সচেঞ্জ কমিশন এর নীতিমালা অনুযায়ী প্রধান অর্থ কর্মকর্তা, কোম্পানি সেক্রেটারি ও প্রধান নিরীক্ষা কর্মকর্তা হিসেবে পৃথক পৃথক ব্যক্তি নিয়োজিত আছে।

২. প্রধান অর্থ কর্মকর্তা, কোম্পানি সেক্রেটারি ও প্রধান নিরীক্ষা কর্মকর্তাঃ

বাংলাদেশ সিকিউরিটিজ অ্যান্ড এক্সচেঞ্জ কমিশন এর নীতিমালা অনুযায়ী প্রধান অর্থ কর্মকর্তা, কোম্পানি সেক্রেটারি ও প্রধান নিরীক্ষা কর্মকর্তা হিসেবে পৃথক পৃথক ব্যক্তি নিয়োজিত আছে।

৩. নিরীক্ষা কমিটিঃ

পরিচালনা পর্ষদের একটি সাব-কমিটি হিসেবে ২০১২ সালের ২৫শে সেপ্টেম্বর একজন স্বতন্ত্র পরিচালক এবং দুইজন পরিচালকের সমন্বয়ে নিরীক্ষা কমিটি গঠিত হয়েছিল। পরবর্তীতে এই কমিটি দুইজন স্বতন্ত্র পরিচালক এবং একজন পরিচালকের সমন্বয়ে পুনর্গঠিত হয়। কোম্পানি সচিব এই কমিটির সচিব হিসেবে দায়িত্ব পালন করছেন। বিএসইসি এর নির্দেশনা অনুযায়ী অডিট কমিটির দায়িত্ব ও কর্তব্য বোর্ড কর্তৃক অনুমোদিত। অডিট কমিটির রিপোর্ট ২০১৭-২০১৮ বার্ষিক প্রতিবেদনে অন্তর্ভুক্ত করা হয়েছে।

৪. বহিঃ নিরীক্ষক নিয়োগঃ

বিএসইসি'র বিধান অনুযায়ী বহিঃ নিরীক্ষক নিয়োগ করা হয়েছে।

৫. সাবসিডিয়ারি কোম্পানিঃ

বিএসসিএসএসের কোন সাবসিডিয়ারি কোম্পানি নেই।

৬. সিইও ও সিএফও এর দায়িত্বঃ

এক্ষেত্রে বিএসইসি'র বিধান অনুসরণ করা হয়েছে।

৭. কর্পোরেট গভর্নেন্স পরিপালন সংক্রান্ত প্রতিবেদনঃ

কর্পোরেট গভর্নেন্স পরিপালন সংক্রান্ত প্রতিবেদন বার্ষিক প্রতিবেদনের সাথে সংযুক্ত করা হয়েছে।

মূলধন কাঠামোঃ

কোম্পানির অনুমোদিত মূলধন ১০০০ কোটি টাকা যা ১০ টাকা মূল্যের ১০০ কোটি শেয়ার দ্বারা গঠিত। উল্লেখ্য যে, কোম্পানির পরিশোধিত মূলধনের পরিমাণ ১৬৪.৯১ কোটি টাকা।

কোম্পানি ব্যবসায়িক কার্যক্রমঃ

উন্নত ব্যান্ডউইড্থ সরবরাহ এর মাধ্যমে সকলের জন্য টেলিযোগাযোগ সেবা নিশ্চিত করাই কোম্পানির মূল উদ্দেশ্য। আসোচ্য বছরে ব্যান্ডউইড্থ ইন্টিগ্রাইজেশন ও আইপিএলসি ব্যত হতে কোম্পানির আয় উল্লেখযোগ্য হারে বৃদ্ধি পেয়েছে। তাছাড়া ভারতে ইন্টারনেট ব্যান্ডউইড্থ রক্ষা কার্যক্রম গত দুই বছরের ন্যায় তৃতীয় বছরেও অব্যাহত রয়েছে। ভারতে ইন্টারনেট ব্যান্ডউইড্থ রক্ষার মাধ্যমে বিএসসিএল দেশের রক্তনি পল্যার তাপিকায় নতুন নায় যোগ করতে সক্ষম হয়েছে।

আর্থিক ফলাফল

২০১৮ সালের ৩০ জুন তারিখে সমাপ্ত আর্থিক বছরে কোম্পানির মোট সমন্বিত আয়ের পরিমাণ প্রায় ৭০.২৬ মিলিয়ন টাকা। উক্ত সময়ের একটি সফল আর্থিক ফলাফল নিয়ে উপস্থাপন করা হলোঃ

বিবরণ	মিলিয়ন (টাকা)		প্রযুক্তি (%)
	২০১৭-১৮	২০১৬-১৭	
রাজস্ব আয়	১৪০৫.০৪	১০০৬.৭০	৩৫.৫৩%
প্রত্যক্ষ পরিচালন ব্যয়	৬১২.৭৭	৩৫৪.০৫	৭০.০৭%
মোট মুনাফা	৭৯২.২৭	৬৫২.৬৮	১৬.০৫%
পরিচালন ব্যয়	৩৯৬.৮৬	৩১৮.০৪	২৪.৭৮%
পরিচালন মুনাফা	৩৯৫.৪০	৩৩৪.৬৪	৮.৪৪%
নীট পরিচালন আয় / (ব্যয়)	(৮৬.৮৪)	৪৪.০৫	-২৯৫.৮১%
কর পূর্ববর্তী নীট মুনাফা	২৯০.৮৭	৩৮৯.৫১	-২৪.৫৫%
আয়কর ব্যয়	২২০.৬১	৭১.২৮	২০৯.৪৫%
কর পূর্ববর্তী নীট মুনাফা	৭০.২৬	৩১৮.২৩	-৭৬.৯৮%
ট্যাক্স হালিতে বিভাজ্য	৪৪.০৫	৬২.৮৫	-২৯.৯৪%
মোট সমন্বিত আয়	৭০.২৬	৩১৮.২৭	-৭৬.৯৮%
প্রস্তাবিত লভ্যাংশ	৮২.৪৫	১৯৭.৮৯	-৫৮.০৪%

লভ্যাংশঃ

বিবেচ্য অর্থ বছরে কোম্পানির পরিচালনা পর্ষদ ৫% নগদ লভ্যাংশ ঘোষণার জন্য সুপারিশ করেছে।

১০. নিরীক্ষক নিয়োগঃ

কোম্পানির নিরীক্ষক মেসার্স এম.কে. আরবীন এন্ড কোং চার্টার্ড একাউন্টেন্টস্ ১০ম বার্ষিক সাধারণ সভার অবসর গ্রহণ করবেন এবং উক্ত নিরীক্ষক কোম্পানিতে তিন বছর পূর্ণ করার উক্ত বহিঃ নিরীক্ষকের পরিবর্তে বিএসইসি'র তালিকাভুক্ত নিরীক্ষক প্যানেল হতে একটি সিএ ফর্মের ১১তম বার্ষিক সাধারণ সভা সমাপ্ত না হওয়া পর্যন্ত কোম্পানির বহিঃ নিরীক্ষক হিসাবে উপযুক্ত 'কি' প্রদান সাপেক্ষে নিয়োগ প্রদানের সুপারিশ করতে হবে। এতদ্ব্যতীত কোম্পানির পরিচালনা পর্ষদ মেসার্স এম.কে. আরবীন এন্ড কোং, চার্টার্ড একাউন্টেন্টস্ -কে ২,৬০,০০০.০০ টাকা (দুটি ব্যতীত) 'কি' প্রদান সাপেক্ষে ১১তম বার্ষিক সাধারণ সভা সমাপ্ত না হওয়া পর্যন্ত সময়ের জন্য কোম্পানির বহিঃ নিরীক্ষক হিসাবে নিয়োগের সুপারিশ করেছেন। তাছাড়া বাংলাদেশ সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন এর নির্দেশনা নং-বিএসইসি/সিএমআরআরসিডি/২০০৬-১৫৮/২০১৭/এজমিন/৮০, তারিখঃ ০৩/০৬/২০১৮খ্রিঃ এর নির্দেশনা মোতাবেক ২০১৮-২০১৯ অর্থ বছরের জন্য কর্পোরেট গভর্নেন্স কোড ২০১৮ পরিপালন সংক্রান্ত সনদ সপ্তাহকল্পে বিএসইসি কর্তৃক নির্ধারিত চার্টার্ড একাউন্টেন্টস্/চার্টার্ড কন্স্ট এন্ড ম্যানেজম্যান্ট একাউন্টেন্টস্/চার্টার্ড সেক্রেটারি পেশাজীবিকে কোম্পানির কমপ্রায়মেন্ট অডিটর হিসেবে নিয়োগ প্রদান করতে হবে। উক্ত সময়ের কোম্পানির কমপ্রায়মেন্ট অডিটর ও এ সক্রিয় সনদ প্রদানের জন্য কোম্পানির পরিচালনা পর্ষদ মেসার্স সুরাইয়া পারভিন এন্ড এসোসিয়েট, চার্টার্ড সেক্রেটারি -কে ৩৯,০০০.০০ (জাতি ব্যতীত) টাকা সম্মানীতে নিয়োগ প্রদানের সুপারিশ করেছে।

১১. উপসংহারঃ

২০১৭-১৮ হিসাব বছরে সফলতার সাথে কর্মকর্তা পরিচালনা করতে পেরে পরিচালনা পর্ষদ আপনাদের সহযোগিতার জন্য কৃতজ্ঞতা জ্ঞাপন করেছে। সম্মানিত গ্রাহক, শেয়ারহোল্ডার এবং পৃষ্ঠপোষকদের সমর্থন ও সহযোগিতার জন্য পরিচালনা পর্ষদ সকলকে ধন্যবাদ জানাচ্ছে। পরিচালনা পর্ষদ যথাসময়ে সহযোগিতা ও সঠিক দিক নির্দেশনা প্রদানের জন্য গণপ্রজাতন্ত্রী বাংলাদেশ সরকারের ডাক, টেলিযোগাযোগ ও তথ্যপ্রযুক্তি মন্ত্রণালয়, অর্থ মন্ত্রণালয়, বাণিজ্য মন্ত্রণালয়, বিজ্ঞান ও প্রযুক্তি মন্ত্রণালয়, বিটিসিএল, বিটিআরসি, বিএসইসি, ডিএসই, সিএসই, আরজেএলসি, সিডিবিএল এবং অন্যান্য নিরীক্ষক সংস্থাকে ধন্যবাদ জ্ঞাপন করেছে।

পরিচালনা পর্ষদ তথ্য ও প্রযুক্তি সেবার দ্রুত বিকাশ লাভ করবে এবং একটি ডিজিটাল সেবা ডিভিশন সমাজ ব্যবস্থা গড়ে উঠবে বলে প্রত্যাশা করছে।

সর্বোপরি কোম্পানির উন্নতির লক্ষ্যে কর্মকর্তা ও কর্মচারীদের নিরলস প্রচেষ্টা, একগুণ সেবা ও সহযোগিতার জন্য পরিচালনা পর্ষদ আন্তরিক ধন্যবাদ জ্ঞাপন করেছে।



মশিউর রহমান
ব্যবস্থাপনা পরিচালক, বিএসসিএল।

পরিচালনা পর্ষদের পক্ষে



মসির উদ্দিন আহমেদ, এক্সিএ, এক্সিএস
বর্তমান পরিচালক, বিএসসিএল।

Corporate Governance Compliance Report

Bangladesh Submarine Cable Company Limited (BSCCL) throughout its entire business operations puts persistent efforts to ensure stakeholders' trust and confidence as good governance and stakeholders' interests are closely connected. In view of this principle, BSCCL has been providing and maintaining innovative, user-friendly and best-valued telecom and Internet services to ensure sustainable stakeholders' interests. In order to reach these objectives, the Board of Directors of the Company is dedicated to ensure the highest standards of Corporate Governance to keep the Company's business integrity and performance on the right track. Being a responsible corporate entity, BSCCL maintains adequate transparency and encourages sound business conduct both in in-house and in its external relationship with the communities like the suppliers, customers and business partners. The Company, at the same time, expects acts of honesty and integrity from its Directors, employees and business partners.

BSCCL being a listed public limited company, its Board of Directors plays a crucial role in upholding the interests of all its stakeholders. The Board of Directors and the Management Team are also dedicated to maintaining a well-established culture of accountability, transparency, easy-to-understand policies and procedures to ensure effective Corporate Governance at every level of its operations. The Board of Directors and the Management Team also put their best efforts to comply with all the laws of the country and all the internal regulations, policies and procedures to make BSCCL a thoroughly transparent company. Moreover, recognizing the fact that compliance has been the corner stone of good governance, the Company meticulously undergoes through the process of statutory audit and compliance certification as required by laws of the land. As a result, BSCCL has been able to maintain the highest level of integrity and accountability of national standards over the years and was successively awarded with the prestigious ICMAB Best Corporate Award & ICSB National Award on Corporate Governance Excellence.

Board Organization & Structure

a) Role of the Board

The Board of BSCCL is comprised of nine (9) Directors, including the Managing Director. In compliance with the Corporate Governance Guidelines issued by the Bangladesh Securities and Exchange Commission (BSEC) the Board of Directors has appointed two (2) Independent Directors. It is believed that the Board Members have the optimum level of knowledge, composure and technical understanding about the Company's business which, combined with its diversity of culture and background, stands as the perfect platform to perform and deliver.

b) Board Composition

The appointment of Directors of the Board are approved by the Shareholders at the Annual General Meeting (AGM) and are accountable to the Shareholders. The Board is responsible for ensuring that the business activities are soundly administered and effectively controlled. The Directors keep themselves informed about the Company's financial position and ensure that its activities, accounts and asset management are subject to adequate control. The Board also ensures that BSCCL's Policies, Procedures and Codes of Conduct are implemented and maintained as well as the Company's adherence to generally accepted principles for good governance and effective control for Company activities. In addition to other legal guidelines, the Board has also adopted "Rules of Procedure for the Board of Directors" for ensuring better governance in the work and the administration of the Board. The Board is also guided by a delegation of authority which spells out the practices and processes in discharging its responsibilities.

c) Board Meetings

The Articles of Association of the Company requires the Board to meet at least four times a year or more when duly called for in writing by a Board member. Dates for Board Meetings are decided in advance and notice of each Board Meeting is served in writing well in advance. Such notice contains detailed statement of business to be transacted at each meeting. The Board meets for both scheduled meetings and on other occasions to deal with urgent and important matters that require attention.

d) Board Structure and Its Operation

None Executive Directors

There are eight Non-executive Directors. None of these directors take part in the day to day operations of the Company. They attend only in the Board meetings and Board Committee meetings to discuss the agenda reserved for the Board/Committee.

Independent Directors

In order for a Director to qualify as an Independent Director, the Board affirmatively determines that the Director has no material relationship with BSCCL (either as a partner, shareholder or officer of an organization that has a relationship with BSCCL that would preclude that nominee from being an Independent Director). For the purpose of such determination, the directors consider that the Independent Director does not hold any share or holds less than one percent shares of the total paid up capital of the Company and who is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship. His/her family members also should not hold above mentioned shares in the company. He/she does not have any other relationship, whether pecuniary or otherwise, with the Company or its subsidiary/associate companies, who is not a member, Director or Officer of the Stock exchange and who is not a shareholder, director or officer of any stock exchange or an intermediary of the capital market. They possess the required qualifications as stated in the Corporate Governance Guideline issued by BSEC.

Tenure & Retirement

The office of Non-executive Directors (except Independent Directors) is subject to retirement by rotation. At least one-third of the non-executive Directors shall retire by rotation in every Annual General Meeting (AGM). The Managing Director is appointed by the Board of Directors and the office of the Managing Director, being an Ex-officio Director is not subject to retirement in Annual General Meeting (AGM). On the other hand the Independent Directors retire at the end of their tenure of three years.

Directors Responsibility

Each Director devotes his or her best efforts to attend and contribute in all the meetings of the Board and the Board committee to which such Director is appointed. The Directors are responsible for developing and upgrading BSCCL's Governance principles, Code of Business Conduct and the charter of each committee on which such Director serves. For better decision making, materials are provided to the members in advance of the Board/Committee meetings.

Role of the Board

The Board's main roles are to define the company's strategic objectives, to provide entrepreneurial leadership for the company, to create value for the shareholders and to ensure that the necessary financial and other resources are available to enable the company and the Board to meet these objectives. The specific responsibilities reserved to the board include the approval of all information supplied to the shareholders in the annual and interim accounts, the setting of company strategy, approving annual budgets; reviewing operational and financial performance; approving capital expenditure; setting of borrowing limits; reviewing the Company's systems of financial control and risk management; ensuring that appropriate management development and succession plans are in place; approving appointments to the Board and ensuring the satisfactory dialogue takes place with shareholders over the Company and its aspiration for the future.

Delegation of Authorities

The company runs under the delegation of authority as approved by the Board. Bank accounts of the Company are being operated by constituting two groups from management considering one from each group. The Board has delegated certain responsibilities to the management on some matters within defined parameters. These include development and recommendation of strategic plans for consideration of the Board reflecting the long term objectives and priorities established by the Board; monitoring the operating and financial results against plans and budgets; monitoring business operation against objectives; prioritizing the allocation of capital; management and control of borrowing limits and implementing risk management systems.

Directors' Independence

Majority of the Directors are non-executive directors. Only the Managing Directors is an executive director. The Board considers that all the directors have independence in minds, strength of character and judgment. There are no such relationships or circumstance relating to any of them not to be considered independent. The Board considered constitution brings an appropriate balance of strategy, performance, resources, internal controls, and corporate governance. Their wide-ranging experience and particular areas of knowledge and expertise continue to add value to the deliberations of the Board.

Separate Role of the Chairman & Managing Director

The responsibilities of the Chairman and the Managing Director are separate, thereby preventing unfettered powers of decision making on a single hand. The Chairman is a non-executive Director while the Managing Director is an Executive Director.

Role of the Chairman

The Chairman leads the Board in determination of its strategy and achievement of its objectives. The Chairman is responsible for organizing the business of the Board, ensuring its effectiveness and setting its agenda. The Chairman is also responsible for ensuring that the Directors receive accurate, timely and clear information. The Chairman has no engagement in the day-to-day business of the company. The Chairman facilitates the effective contribution of Non-Executive directors and ensures that constructive relation exists amongst the Directors. Minutes of the meeting are signed by the Chairman. He also signs the proposal for appointment of the Managing Director and for revision of MD's salaries and allowances.

Role of the Managing Director

The Managing Director is responsible for running the business and for formulating and implementing Board strategy and policy. He also has direct charge and overall control of the company on a day-to-day basis and is accountable to the Board for the financial and operational performance of the Company. The Managing Director is also responsible for imparting a dynamic leadership, evolution of diversification and expansion of business and taking the Company to a good height of financial strength.

Role of the Company Secretary

The Company Secretary is responsible for ensuring proper information flow within the Board and its committees and between the senior management and Non-Executive Directors. He is also responsible for advising the Board through the Chairman on all governance matters. He ensures that Board procedures are complied with. The authority of both the appointment and removal of the Company Secretary is vested with the Board as a whole. The Company Secretary is also responsible for implementation of the Board decisions. He is also responsible for organizing the AGM/EGM.

Role of the Head of Internal Control & Compliance

The Head of Internal Control & Compliance is responsible for reporting to the Board Audit Committee regarding any deviation from accounting and internal control systems of the Company. He is also responsible for ensuring regulatory compliance of the company. The authority of both appointment and removal of the Head of Internal Control & Compliance is vested with the Board as a whole.

Price Sensitive Information

Price Sensitive Information means any such information if it is published may influence market price of the concerned security. Every listed Issuer shall disseminate its any or all Price Sensitive Information within 30 minutes of the decision making or immediately upon getting such information to the BSEC and the Stock Exchanges under the signature of its Chairman or the Chief Executive Officer or the Company Secretary through Fax and by special messenger, and through courier service in special cases and at the same time cause publishing the same in two widely circulated daily newspapers, one in Bangla and the other in English and in an online newspaper. BSCCL always complies with the statutory requirements in this regards.

Appointment to the Board

Appointment of any new Director is made with the consent of the Directors and his/her appointment is placed for the shareholder's approval in the immediate next Annual General Meeting (AGM). The Managing Director nominated by the Government is also appointed by the Board and his/her appointment is also placed for the shareholder's approval in the immediate next Annual General Meeting (AGM). Any new appointment to the Board requires intimation of Posts and Telecom Division of MoPT&IT.

Board Committees

There are several permanent Board Sub-Committees, each with a defined scope of works and terms of reference. These committees are responsible for providing independent and expert advice to the Board on the subjects assigned. The Board is assisted by different Board Committees who discharge duties within the delegated and prescribed job responsibilities. All the members of the Committee are Directors and members of the Management. The permanent Board Committees are as under:

- Board Audit Committee
- Executive Committee
- Tariff Committee
- Nomination & Remuneration Committee

Appraisal of the Managing Director

The Managing Director is entrusted with the Management of the Company's operations and he is fully accountable to the Board. Performance of the Managing Director including the Management is assessed by the Board annually.

Directors' Remuneration

The Directors do not get any performance based remuneration or incentive. The Board Chairman & members get only fees for attending Board/Committee meetings to the maximum of TK 7,000 & 6,000 (excluding AIT/VAT) respectively per meeting. The remuneration package of the Managing Director is determined by the Board. The remunerations of the Directors can be determined/changed by the Board as per the Articles of Association.

Employees' Remuneration

The objective of the Company's remuneration policy is to attract, motivate, reward and retain quality staff. The Board ensures that the remuneration policies are in line with the strategic objectives and the corporate values of the Company, which do not give rise to conflicts between the objectives of the Company and the interests of the individual Directors and key executives. The company has separate Service Regulations and pay role structure for each position which is approved by the Board of Directors.

Disclosures on the Performance and Prospect of the Company

BSCCL attaches high priority on timely publication of Quarterly, Half-Yearly and Annual Report with comprehensive details in excess of regulatory requirements. Mediums of publication include printed materials, newspapers and the website of the company. Price sensitive information released to the regulators is disseminated within half an hour of decision making. The financial statements are prepared in accordance with IAS and IFRS as adopted by the Institute of Chartered Accountants of Bangladesh (ICAB).

Internal Control

The Board has ultimate responsibility for establishing an effective system of Internal Control. It is designed to manage rather than eliminate the risk of failure to achieve the business objectives and to provide reasonable but not absolute assurance that the assets are safeguarded against unauthorized use or material loss and those transactions are properly authorized and recorded. The internal control system embraces all business risk, including financial, operational and strategic risks.

Accountability and Audit

Board Audit Committee comprises of three non-executive Directors, including two Independent Directors. The Chief Financial Officers (CFO) and the head of Internal Audit attend the meeting by invitation. The Company Secretary attends all the meetings to provide secretarial assistance to the committee. The full report of this committee including the terms of reference and specific task carried out during the period on the date of accounts approval is given later on.

Division of work for the Board and Chief Executive Officer

The roles of the Board and Chief Executive Officer are separate and delineation of their responsibilities is clearly established, set out in writing and agreed by the Board to ensure transparency and better Corporate Governance. To that end, BSCCL has also adopted "Rules of Procedure for Chief Executive Officer". The CEO is the authoritative head for day-to-day management of BSCCL. He acts to reasonably ensure that BSCCL operates business as per the Articles of Association and implements the decisions made by the Board and Shareholders, as well as according to BSCCL's Policies and Procedures and applicable regulatory legislations.

Access to Information

The Board recognizes that the decision-making process is highly dependent on the quality of information furnished. In furtherance to this, every Director has access to all information within the Company. Throughout their tenure in office, the Directors are continually updated on the Company's business and the regulatory and industry specific environments in which it operates. These updates are by way of written briefings and meetings with senior executives and, where appropriate, external sources.

Statutory Audit

Statutory Audit of the Company is governed by the Companies Act, 1994 and Securities and Exchange Rules 1987. As per these regulations, auditors are appointed at each Annual General Meeting (AGM) and their remuneration is also fixed by the Shareholders at the AGM. Appropriate structure is in place as per corporate governance best practices to ensure independence of statutory auditors. In addition to the audit of annual financial statements, the auditors also carry out interim audit and review the quarterly financials of the Company.

Internal Audit

Internal Audit supports the Company in achieving its objectives by bringing a systematic and disciplined approach to evaluate and improve the effectiveness of its risk management, control and governance processes. In order to ensure organizational independence of Internal Audit, the Head of Internal Audit reports functionally to the Audit Committee and administratively to the Chief Executive Officer. BSCCL Internal Audit is empowered to carry out its activities in the Company independently. Internal Audit activities are governed by the Internal Audit Charter, which is approved by the Board.

BSCCL Internal Audit department discharges its assurance and consulting activities through management of three distinct audit streams: Finance, Technology and General Business processes. Additionally, a separate team is responsible for quality assurance of internal audit activity. A risk-based annual audit plan is in place, which takes into consideration the strategic imperatives and major risks surrounding BSCCL.

Internal Control

Corporate Governance is well-built in BSCCL and is reached to even greater heights in terms of sound Internal Control pursuits within the organization. In 2011, the practice has been shifted from passive to active as control owner/performers are now getting more involved, aware and proactive to ensure Internal Control rather than being enforced. The outcome of the effort is award winning and true fair representation of Financial Report. The scope of Internal Control over Financial Reporting (ICFR) includes Company Level Control (CLC) along with General Computer Control (GCC) as well to ascertain operational efficacy, consistent and dependable financial reporting, information security and legal compliance. This reasonable assurance has become even more crucial after being a listed company in the country's Stock Exchanges.

Related Party Transactions

A Director who has an interest in a transaction must abstain from deliberation and voting on the relevant resolutions in respect of the transactions at the Board meetings. Details of these transactions are set out under Notes to the Financial Statements.

Dividend Policy

The Board of Directors has established a consistent Dividend Policy which forms the basis for the proposals on dividend payments that it makes to the Shareholders taking into consideration the business performance of the Company and its strategic initiatives. The Board believes that it is in the best interest of BSCCL to draw up a long-term and predictable Dividend Policy. The objective of the policy is to allow the Shareholders to make informed investment decisions.

Risk Management & Risk Mitigation

Risk Management at BSCCL is concerned with earning competitive returns from the Company's various business activities at acceptable risk level. It supports the Company's competitiveness by developing a culture, practice and structure that systematically recognizes and addresses future opportunities whilst managing adverse effects (i.e. threats) through recognizing risk and acting appropriately upon it. The Company has well defined risk management policy, procedures and processes to mitigate strategic and enterprise level risks.

Compliance with Rules & Regulations of the Country

Compliance builds stakeholders' trust. To have governance cascaded right through the whole Company, the Management Team of BSCCL, the leaders of a compliant Company, adopted ways that ensure compliance to all regulatory requirements and instill organizational trust amongst the Board Members, Shareholders and Customers. The regulatory bodies maintain a close monitoring process on BSCCL and has heightened the focus on transparency, as well as an increased need to provide accurate and periodic reporting of issues/events and certifications. In this context, the Company provides complete set of financial statements and relevant documents to the Bangladesh Securities and Exchange Commission (BSEC), Stock Exchanges, National Board of Revenue (NBR), Registrar of Joint Stock Companies & Firms (RJSC), Bangladesh Telecommunication Regulatory Commission (BTRC), the Board of Investment (BoI) and all other relevant bodies and authorities. In order to conduct day to day business, BSCCL has been rendering its best efforts to comply with the existing applicable laws of the country as well as with the directives/guidelines/ regulations of various Government Authorities. The Company has also taken various initiatives to conduct various awareness sessions on existing and proposed laws and regulations of the country within the Company to ensure compliance throughout the Company as a whole. On the whole, BSCCL has always strived to remain a fully compliant Company accommodating every possible ways and strategies to ensure the same.

Corporate Social Responsibility of BSCCL

Being mostly a Government owned Company under the Posts & Telecommunications Division of the Ministry of Posts, Telecommunications, and Information Technology (MoPT&IT) Bangladesh Submarine Cable Company Limited (BSCCL) has strategic responsibility for the welfare of other quarter of the society along with the IT Sector of the Country. BSCCL revamped its CSR strategy in 2012-13 with the goal to ensure long-term sustainability of the CSR initiatives. Under the refurbished strategy CSR initiatives were related to the Company's main strength - communication technology. Besides, BSCCL may extend its hands to support the victims of any natural disaster as and when required.

As a part of Corporate Social Responsibility for sustainable community development, BSCCL performed the following activities during the year 2017-2018:

Hackathon Programming Competition & Online Essay Competition

As a socially responsible company, BSCCL strives to find a way to intervene through which quality education can be ensured even in deep rural areas of the country through ICT. With this objective in mind, BSCCL launched Hackathon Programming Competition & "Online Essay Competition" on The World Telecommunication and Information Society Day 2018. BSCCL announced a competition for students of Schools, Colleges and Universities in Bangladesh to celebrate the day. The competition is termed as innovative projects implemented by the students. The honorable Minister of MoPT&IT Mr. Mostafa Jabbar handsome amount of prize money, Laptop Computer, Tab and Smart Phone as prizes to the winners of these competitions of all the categories.

Donation of Medical Equipment to Sheikh Hasina National Institute of Burn and Plastic Surgery

In response to a request from Sheikh Hasina National Institute of Burn and Plastic Surgery, BSCCL has taken initiatives to donate an Anesthesia machine and a cardiac monitor machine to them. Tender has already been floated for procurement of the said machine. It is expected that the said machines will be delivered soon to the mentioned institute and those will play a vital role in treating the burn patients of the country.

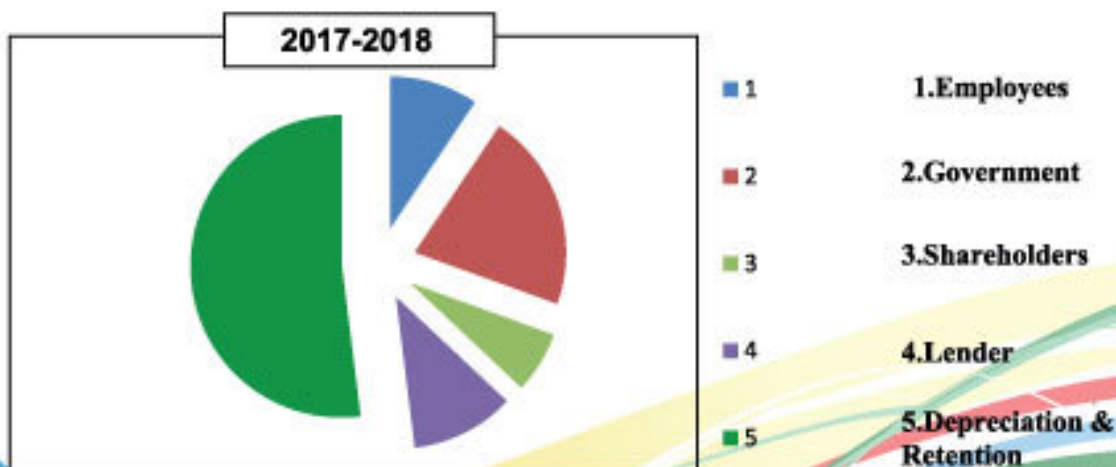
Going Concern

While approving the financial statements, the Directors have made appropriate enquires and analyzed significant operating and indicative financials which enabled them to understand the ability of the Company to continue its operations for a foreseeable future. The Directors are convinced and have a reasonable expectation that the Company has adequate resources and legal instruments to continue its operations without interruptions. Therefore the Company adopted the going concern basis in preparing these financial statements.

Value Added Statement

Bangladesh Submarine Cable Company Ltd.

Value Added	2017-18	%	2016-17	%
Revenue	1,405,036		1,036,725	
Other income including interest income	56,999		52,484	
VAT on revenue and other income	243,329		198,143	
	1,705,365		1,287,353	
Less : Cost of Operation and Maintenance	435,748		391,583	
Available for distribution	1,269,617	100%	895,770	100%
Distributions				
Employees	119,647	9.42%	117,815	16.22%
Government	267,825	21.09%	277,563	38.22%
Porviders of finance : Shareholders	82,453	6.49%	164,906	22.70%
Lender	139,666	11.00%		
	609,591	48.01%	560,284	77.14%
Value reinvested and retained				
Depreciation & Retention	660,026	51.99%	166,021	22.86%
	1,269,617	100%	726,305	100%



Status of Compliance with the Corporate Governance Guidelines

Status of compliance as on 30 June, 2018 with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August, 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report under Condition No. 7.00)

Condition No.	Title	Compliance Status ("√" in appropriate column)		Remarks (If any)
		Complied	Not Complied	
1	BOARD OF DIRECTORS:			
1.1	Board's Size [number of Board members to be 5 – 20]	√		
1.2	Independent Directors			
1.2 (i)	Number of Independent Directors [at least 1/5]	√		
1.2 (ii)	Independent Director (ID) means a director:			
1.2 (ii) (a)	Holding no share or holding less than 1% shares	√		
1.2 (ii) (b)	Not being a sponsor and connected with any sponsor or director or shareholder holding 1% or more shares	√		
1.2 (ii) (c)	Not having any pecuniary or otherwise relationship with the company or its subsidiary/associated companies	√		
1.2 (ii) (d)	Not being member/director/officer of any stock exchange	√		
1.2 (ii) (e)	Not being shareholder/director/officer of any member of stock exchange or intermediary of capital market	√		
1.2 (ii) (f)	Not being partner/executive at present or during the preceding 3 years of the company's statutory audit firm	√		
1.2 (ii) (g)	Not being an ID in more than 3 listed companies	√		
1.2 (ii) (h)	Not convicted as defaulter in any loan of a bank or NBFIs	√		
1.2 (ii) (i)	Not convicted for a criminal offence	√		
1.2 (iii)	To be appointed by BOD and approved in the AGM	√		
1.2 (iv)	The post cannot remain vacant for more than 90 days	--	--	N/A
1.2 (v)	Laying down of code of conduct of Board members and recording of annual compliance of the code	√		
1.2 (vi)	Tenure of ID : 3 years, may be extended for one term	√		
1.3	Qualification of Independent Director			
1.3 (i)	Being knowledgeable, having integrity, ability to ensure compliance with laws and make meaningful contribution	√		
1.3 (ii)	Being a Business Leader/ Corporate Leader/ Bureaucrat/ University Teacher(Economics/Business/Law)/CA/CMA/CS having 12 years of management/professional experience	√		
1.3 (iii)	Prior approval of the Commission in special cases	--	--	N/A
1.4	Appointment of Chairman and CEO, defining their roles	√		
1.5	The Director's Report to Shareholders shall include			
1.5 (i)	Industry outlook and possible future developments	√		
1.5 (ii)	Segment-wise or product-wise performance	√		
1.5 (iii)	Risks and concerns	√		
1.5 (iv)	Discussion on COGS, Gross Profit and Net Profit Margins	√		
1.5 (v)	Discussion on continuity of Extra-Ordinary gain or loss	√		
1.5 (vi)	Basis for and a statement of related party transactions	√		
1.5 (vii)	Utilization of proceeds from issuing instruments	√		
1.5 (viii)	Explanation, if the financial results deteriorate after going for IPO, RPO, Right Offer, Direct Listing, etc	--	--	N/A
1.5 (ix)	Explanation about significant variance between Quarterly Financial performance and Annual Financial Statements	--	--	N/A
1.5 (x)	Remuneration to directors including IDs	√		
1.5 (xi)	Fair presentation in financial statements	√		
1.5 (xii)	Maintaining proper books of accounts	√		
1.5 (xiii)	Consistent application of appropriate accounting policies, and accounting estimates being reasonable and prudent	√		

Condition No.	Title	Compliance Status ("√" in appropriate column)		Remarks (If any)
		Complied	Not Complied	
1.5 (xiv)	Following applicable IAS/BAS/IFRS/BFRS, and adequate disclosure for any departure there-from, if any	√		
1.5 (xv)	Soundness and monitoring of internal control system	√		
1.5 (xvi)	Statement regarding ability to continue as going concern	√		
1.5 (xvii)	Significant deviations from last year's operating results	--	--	N/A
1.5 (xviii)	Summary of key operating/financial data of last 5 years	√		
1.5 (xix)	Reason for non declaration of Dividend	--	--	N/A
1.5 (xx)	Number of Board meetings and attendance of directors	√		
1.5 (xxi)	Pattern of shareholding (along with name wise details) by-			
1.5 (xxi) (a)	Parent/Subsidiary/Associate Companies & related parties	--	--	N/A
1.5 (xxi) (b)	Directors, CEO, CS, CFO, HOIA, their spouses & children	√		
1.5 (xxi) (c)	Executives (Top 5 salaried employees other than above)	√		
1.5 (xxi) (d)	Shareholders holding 10% or more voting interest	--	--	N/A
1.5 (xxii)	In case of the appointment/re-appointment of a director			
1.5 (xxii) (a)	A brief resume of the directors	√		
1.5 (xxii) (b)	Nature of his/her expertise in specific functional areas	√		
1.5 (xxii) (c)	Names of companies in which he/she holds directorship and the membership of committees of the board	√		
2	CFO, HEAD OF INTERNAL AUDIT AND CS:			
2.1	Appointment of a CFO, a Head of Internal Audit and a CS and defining their roles, responsibilities & duties	√		
2.2	Attendance of CFO and CS in the meetings of the Board	√		
3	AUDIT COMMITTEE:			
3 (i)	Having Audit Committee as a sub-committee of the BOD	√		
3 (ii)	Audit Committee to assist the BOD in ensuring fairness of financial statements and a good monitoring system	√		
3 (iii)	Audit Committee being responsible to the BOD; duties of Audit Committee to be clearly set forth in writing	√		
3.1	Constitution of the Audit Committee			
3.1 (i)	Audit Committee to be composed of at least 3 members	√		
3.1 (ii)	Audit Committee members to be appointed by BOD and at least one Independent Director to be included	√		
3.1 (iii)	Audit Committee members to be "financially literate" and at least one to have accounting/financial experience	√		
3.1 (iv)	Vacancy in Audit Committee making the number lower than 3 to be filled up immediately and within 1 month	√		
3.1 (v)	The CS to act as the secretary of the Audit Committee	√		
3.1 (vi)	No quorum in Audit Committee meeting without one ID	√		
3.2	Chairman of the Audit Committee			
3.2 (i)	Chairman to be an ID, selected by the BOD	√		
3.2 (ii)	Chairman of audit committee to remain present in AGM	√		
3.3	Role of Audit Committee			
3.3 (i)	Oversee the financial reporting process	√		
3.3 (ii)	Monitor choice of accounting policies and principles	√		
3.3 (iii)	Monitor Internal Control Risk management process	√		
3.3 (iv)	Oversee hiring and performance of external auditors	√		
3.3 (v)	Review the annual financial statements	√		
3.3 (vi)	Review the quarterly and half yearly financial statements	√		
3.3 (vii)	Review the adequacy of internal audit function	√		
3.3 (viii)	Review statement of significant related party transactions	√		
3.3 (ix)	Review Letters issued by statutory auditors	√		
3.3 (x)	Review disclosures/statements/declarations about uses of funds raised through IPO/RPO/Rights Issue	√		

Condition No.	Title	Compliance Status ("√" in appropriate column)		Remarks (If any)
		Complied	Not Complied	
3.4	Reporting of the Audit Committee			
3.4.1	Reporting to the Board of Directors			
3.4.1 (i)	Reporting on the activities of Audit Committee	√		
3.4.1 (ii) (a)	Reporting on conflicts of interests	--	--	N/A
3.4.1 (ii) (b)	Reporting on suspected/presumed fraud or irregularity or material defect in the internal control system	--	--	N/A
3.4.1 (ii) (c)	Reporting on suspected infringement of laws	--	--	N/A
3.4.1 (ii) (d)	Reporting on any other matter to disclose immediately	--	--	N/A
3.4.2	Reporting to BSEC	--	--	N/A
3.5	Reporting to the Shareholders and General Investors	√		
4	EXTERNAL / STATUTORY AUDITORS			
4.00 (i)	Non-engagement in appraisal/valuation/fairness opinions	√		
4.00 (ii)	Non-engagement in designing & implementation of FIS	√		
4.00 (iii)	Non-engagement in Book Keeping or accounting	√		
4.00 (iv)	Non-engagement in Broker-Dealer services	√		
4.00 (v)	Non-engagement in Actuarial services	√		
4.00 (vi)	Non-engagement in Internal Audit services	√		
4.00 (vii)	Non-engagement in services determined by Audit Com.	√		
4.00 (viii)	Possessing no share by any partner or employee of the external audit firm during the tenure of assignment	√		
4.00 (ix)	Non-engagement in Audit /Certification Services on Compliance of Corporate Governance as required under clause (i) of condition no. 7	√		
5	SUBSIDIARY COMPANY			
5 (i)	Composition of BOD to be similar to holding company	--	--	N/A
5 (ii)	One ID to be in both holding and subsidiary company	--	--	N/A
5 (iii)	Minutes of Board meetings of subsidiary company to be placed at following Board meeting of holding company	--	--	N/A
5 (iv)	Minutes of respective Board meeting of holding company to state that affairs of subsidiary company be reviewed	--	--	N/A
5 (v)	Audit Committee of holding company to review financial statements / investments of subsidiary company	--	--	N/A
6	DUTIES OF CEO AND CFO:			
6 (i) (a)	To certify that they've reviewed FSs which contain no untrue or misleading statement or omit no material fact	√		
6 (i) (b)	To certify that the statements present a true and fair view of affairs and are in compliance with accounting standards and applicable laws	√		
6 (ii)	To certify that no transaction is fraudulent, illegal or violation of company's code of conduct	√		
7	REPORTING AND COMPLIANCE OF CORPORATE GOVERNANCE:			
7 (i)	Obtaining certificate regarding compliance and sending it to shareholders along with the Annual Report	√		
7 (ii)	To state, in accordance with annexure, in directors' report whether the conditions has been complied with	√		

Audit Committee Report

For the year ended on 30 June 2018

The Audit Committee is appointed by the Board of Directors, as per the requirements of Bangladesh Securities and Exchange Commission (BSEC) notification. The Audit Committee consists of three members, of which two are Independent Directors and the Committee is led by an Independent Director. Meetings are attended by the Managing Director, Chief Financial Officer and Head of Internal Auditor of the company on invitation. The Company Secretary performs the secretarial function of the Committee.

The Audit Committee of Bangladesh Submarine Cable Co. Ltd. (BSCCL) is a sub-committee of the Board, to support the Board in fulfillment of its oversight responsibilities. The Terms of Reference (ToR) of the Audit Committee is set by the Board of Directors in line with BSEC notification.

Composition of Audit Committee of BSCCL is as follows:

The Audit Committee consists of the following members of the Board of Directors:

Chairman: Mr. Nasir Uddin Ahmed, FCA, FCS, ACMA (UK), CGMA, ACA (England & Wales), Independent Director, BSCCL
 Member: Ms. Touhida Bulbul, Director, BSCCL
 Member: Mr. Hossain Khaled, Independent Director, BSCCL

Authority:

The Audit Committee of Bangladesh Submarine Cable Co. Ltd. (BSCCL) is a sub-committee of the Board, authorized by the Board to review any activity within the business operations of the company as per its Terms of Reference (ToR). It is empowered to seek any information it requires from, and require the attendance at any of its meetings of, any director or member of management, any other relevant officials and all of them are expected to co-operate with any request made by the Committee.

The Committee is also authorized to have information and advice from the Legal Advisor of the Company, Tax Consultant and Statutory Auditor, if required. The Terms of Reference of Audit Committee may be amended from time to time as required for the business in line with BSEC notifications and regulations subject to approval by the Board.

Key Responsibilities of the Audit Committee:

The purpose, authority, composition, duties and responsibilities of the Audit Committee are delineated in its Charter. Key responsibilities of the Audit Committee include:

- Monitor the integrity of the financial reporting process ensuring compliance to accounting policies, standards and principles.
- Monitor internal control and business risk management process.
- Review of the Budget of the company.
- Review of the Internal Audit Plan.
- Review of the Depreciation Method of the Company being followed and to advise any change thereto, if appropriate.
- Review of the major Capital Nature expenditures of the company.
- Oversee appointment and performance of external auditors.
- Monitor and review of the effectiveness of internal audit function.
- Review of the annual, half-yearly and quarterly financial statements and other financial results, and upon its satisfaction recommend the same to the Board for approval.
- Review of non-audit services performed by statutory auditors to the extent permitted by the relevant law, rules and regulations.
- Review of the audit findings and material weaknesses and monitor implementation of audit action plans.
- Other matters as per Terms of Reference of the Audit Committee.

The Audit Committee met 8 (Eight) times during the year 2017-18. The details of attendance of each member at the Audit Committee meetings during 2017-18 are as follows:

Composition of Audit Committee	Number of Audit Committee Meeting held			Remarks
	Held	Attended	%	
Mr. Nasir Uddin Ahmed, Chairman	8	8	100	Full Year
Mr. Md. Farukuzzaman, Member	4	3	75	Up to 15 March 2018
Mrs. Thouhida Bulbul, Member	3	2	67	From 15 March 2018
Mr. Hossain Khaled, Member	8	3	38	Full Year

The Managing Director, Chief Financial Officer, Head of Internal Audit of Bangladesh Submarine Cable Company Limited, and representatives of the external auditors attended meetings upon invitation by the Audit Committee. From time to time, other senior members of the management were invited by the Audit Committee to attend Audit Committee meetings.

Major Activities of the Audit Committee in 2017-2018

The Committee held 8 (Eight) meetings during the financial year 2017-2018. The Managing Director, Chief Financial Officer and Head of Internal Audit attended meetings on invitation. The major activities of the Audit Committee in 2017-2018 are stated below-

- Reviewed the quarterly, half yearly and annual financial statements for the year ended June 30, 2018.
- Reviewed the outstanding position of the Company time to time and instructing the Company management about appropriate realization mechanism of long outstanding dues.
- Recommendation to the Board for commencing early repayment of IDB loan.
- Prepared Report of the Audit Committee for the shareholders.
- Reviewed the Internal Control System of BSCCL.
- Advised preparation of Accounting and Financial Manual of the Company.
- Approved the Internal Audit Plan for 2017-2018, monitored progress and advised revisions when necessary.
- Discussed Internal Audit reports and findings in detail with auditors and members of Management.
- Monitored the status of implementation of audit action plans and provided guidance to ensure timely completion of action plans.
- Reviewed and received report on the matters as per requirements from the Bangladesh Securities and Exchange Commission (BSEC).
- Reviewed queries from the regulatory bodies and helped drafting appropriate replies.
- Reviewed implementation status of all agreed decisions of the Audit Committee since 01st meeting of the Committee and advised immediate actions on unimplemented agreed decisions.

Internal Control and Risk Management System:

Based on review of the effectiveness of the internal controls and the procedures established for identifying assessing and managing risks, the Committee is of the view that adequate controls and procedures are in place to provide reasonable assurance that the company's assets are safeguarded and that the financial position of the Company is adequately managed.

Recommendation:

The Audit Committee recommended to the Board of Directors that M/s. S F Ahmed & Co. Chartered Accountants be appointed as auditors for the financial year ending on 30 June, 2019 subject to the approval of the shareholders at the 10th Annual General Meeting of the Company.

The Audit Committee also recommended to the Board of Directors that M/s. Suraiya Parveen & Associates, Chartered Secretaries be appointed as Corporate Governance Auditor for the financial year ending on 30 June, 2019 subject to the approval of the shareholders at the 10th Annual General Meeting of the Company.

The above matters are significant for continuous improvements and therefore duly noted and taken care of by the Committee.

On behalf of the Audit Committee



Nasir Uddin Ahmed
 Chairman,
 Audit Committee
 26th September 2018



**Report to the shareholders of Bangladesh Submarine Cable Company Limited on
compliance of Corporate Governance Code**

We have examined the compliance status to the Corporate Governance Code by Bangladesh Submarine Cable Company Limited for the year ended 30 June 2018. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

- (a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;
- (b) The company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;
- (c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and
- (d) The governance of the company is satisfactory.

Dhaka, 26 September 2018

For: Itrat Husain & Associates



Itrat Husain FCMA, FCS
Chief Executive

Statement on the Duties of Managing Director and Chief Financial Officer

In accordance with the notification of Bangladesh Securities and Exchange Commission No: SEC/ CMRRCD/2006-158/134/Admin/44, dated: 07th August 2012, we the undersigned hereby certify to the Board that –

- i) We have reviewed the financial statements for the year and that to the best of our knowledge and belief:
- a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b) these financial statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;
- ii) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violation of the Company's code of conduct.



Shukanta Kumar Debnath, FCA
Chief Financial Officer



Mashiur Rahman
Managing Director & CEO

Five Years' Financial Summary of BSCCL

Operational Results in Thousands BDT	2017-18	2016-17	2015-16	2014-15	2013-14
Revenue	1,405,036	1,036,725	618,644	540,684	753,745
Gross Profit	792,267	682,677	308,108	279,303	517,829
Operating Profit	395,404	364,641	143,505	70,811	318,484
Profit before tax	293,868	389,513	178,694	138,991	488,147
Net Profit after tax	73,260	318,231	165,529	129,055	362,348
Financial Position in Thousands BDT					
Paid-up Capital	1,649,055	1,649,055	1,649,055	1,499,141	1,499,141
Shareholders' equity	5,884,372	6,008,998	5,599,138	4,033,610	4,054,469
Total assets	10,433,680	9,963,016	9,005,149	5,699,059	4,765,770
Total liabilities	4,549,309	3,954,018	3,406,011	1,665,450	711,302
Current assets	3,166,318	2,712,755	2,353,829	1,553,310	2,599,323
Current liabilities	1,277,641	778,385	588,848	647,318	400,772
Non current assets	7,267,362	7,250,261	6,651,320	4,145,749	2,166,447
Non current liabilities	3,271,668	3,175,634	2,817,163	1,018,132	310,529
Financial Ratios					
Current Asset to Current Liability	2.48	3.49	4.00	2.40	6.49
Debt to Equity	77%	66%	61%	41%	18%
Gross Profit Margin	56.39%	65.85%	49.80%	51.66%	68.70%
Operating Profit Margin	28.14%	35.17%	23.20%	13.10%	42.25%
Net Profit Margin	5.21%	30.70%	26.76%	23.87%	48.07%
Return on Average Equity	1.23%	5.48%	3.44%	3.19%	9.05%
Return on Average Total Assets	0.72%	3.36%	2.25%	2.47%	7.68%
Ordinary Shares Information					
Ordinary Shares outstanding (in Thousands)	164,906	164,906	164,906	149,914	149,914
Face Value per share	Tk.10	Tk.10	Tk.10	Tk.10	Tk.10
Dividend	C-5%	C-12%	C-10%	S-10%	C-10%
Cash Dividend on paid up capital	82,453	197,887	164,906	-	149,914
Dividend payout (Cash)	112.55%	62.18%	99.62%	-	41.32%
NAV per Share**	35.68	36.44	33.95	26.91	27.05
Net Operating Cash Flow per Share	4.07	1.20	1.76	0.22	2.06
Earnings Per Share*	0.44	1.93	1.00	0.78	2.42

* EPS has been calculated using weighted average no. of shares and not Restated

** NAV has been calculated using no. of shares outstanding at the end of period

**INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF
BANGLADESH SUBMARINE CABLE COMPANY LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **Bangladesh Submarine Cable Company Limited** which comprise the Statement of Financial Position as at 30 June 2018 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 comprising a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRSs), the Companies Act 1994, the Securities and Exchange Rule 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of these financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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. 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 our 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, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

Receivable from BTCL Tk. 995,396,622 appears to be doubtful of recovery in full but there against provision has been made only for Tk. 92,074,188.


Qualified Opinion

In our opinion, except for the effects of the matter described in the basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects the financial position of the company as at 30 June 2018 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRSs), the Companies Act 1994, the Securities and Exchange Rule 1987 and other applicable laws and regulations.

Subject to the above, we report that;

- i) 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;
- ii) 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 those books;
- iii) the company's Statement of Financial Position and Statement of Profit or Loss and Other Comprehensive Income dealt with by this report are in agreement with the books of accounts and;
- iv) the expenditures incurred and payment made were for the purpose of the company's business for the year.


Dated, Dhaka
29 September 2018


M. J. ABEDIN & CO
 Chartered Accountants

Bangladesh Submarine Cable Company Limited
Statement of Financial Position
As at 30 June 2018

ASSETS	Notes	Amount in Taka	
		30 June 2018	30 June 2017
Non-current assets		7,267,361,968	7,250,260,832
Property, plant and equipment	4	7,267,361,968	1,721,800,006
Investment in SMW-5	5	-	5,528,460,826
Current Assets		3,166,318,254	2,712,755,209
Trade and other receivables	6	1,659,997,058	1,374,904,966
Advances and deposits	7	41,139,817	379,088,162
Advance income tax	8	298,066,627	246,918,612
Investment in shares	9	35,974,737	40,150,006
Cash and cash equivalents	10	1,131,140,015	671,693,463
TOTAL ASSETS		10,433,680,222	9,963,016,041
EQUITY AND LIABILITIES			
Shareholders' Equity		5,884,371,531	6,008,997,673
Share capital	11	1,649,055,100	1,649,055,100
Equity Money from GoB	12	1,660,000,000	1,660,000,000
Share premium	13	723,293,759	723,293,759
Tax holiday reserve	14	706,977,180	662,947,522
Revaluation reserve	15	336,165,684	336,165,684
Retained earnings	16	808,879,808	977,535,608
Non Current Liabilities		3,271,668,073	3,175,633,804
Deferred tax liabilities	17	353,212,788	157,100,759
Security deposits received from clients	18	164,005,987	128,503,172
Employees' pension, gratuity & provident fund	19	23,755,415	23,696,005
Long Term Loan	20	2,730,693,883	2,866,333,868
Current Liabilities		1,277,640,618	778,384,564
Long Term loan-current portion	20	238,008,795	-
Sundry creditors	21	110,593,468	111,386,374
Provision for income tax	22	323,622,564	299,126,594
Provision for WPPF and WF	23	14,693,423	19,475,633
VAT payable	24	445,342,281	342,001,761
Liabilities for expenses	25	145,380,087	6,394,203
Total Liabilities		4,549,308,691	3,954,018,368
TOTAL EQUITY AND LIABILITIES		10,433,680,222	9,963,016,041
Net Asset Value per share	46	35.68	36.44

The annexed notes form an integral part of these financial statements.


 Chief Financial Officer Company Secretary Managing Director Director Chairman

As per our report of same date.

Dhaka,
29 September 2018


M. J. ABEDIN & CO
 Chartered Accountants

Bangladesh Submarine Cable Company Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2018


	Notes	Amount in Taka	
		30 June 2018	30 June 2017
Revenue			
IPLC (International Private Leased Circuit) rent	26	910,553,231	511,368,404
IPLC-Export		-	2,400,900
Circuit activation charge	27	16,863,000	9,273,000
IP Transit Service	28	363,271,935	404,547,180
Co-Location Charges	29	41,674,534	13,840,704
IP Transit Service-Export	30	72,673,520	95,295,084
		1,405,036,220	1,036,725,252
Direct cost of operation			
Electricity and generator fuel	31	12,752,461	7,901,654
Landing station and cable route repair	32	781,701	508,232
Backhaul & Data connectivity Charge	33	142,206,012	124,237,699
IP Transit Cost	34	43,827,781	85,543,385
Lease Rent	35	339,768	-
Depreciation of core machinery	36	412,861,408	135,857,296
		612,769,131	354,048,266
		792,267,089	682,676,986
Gross profit			
Operating expenses			
Operation and maintenance expenses	37	182,922,183	121,236,865
General and administrative expenses	38	153,695,972	150,494,546
Provision for bad & doubtful debts	39	27,223,317	35,763,980
Depreciation on property, plant and equipment	40	33,021,951	10,540,123
		396,863,423	318,035,514
Operating profit		395,403,666	364,641,472
Non-operating income			
Bank interest and other income	41	56,999,319	36,245,942
Financial Charges		(139,665,823)	-
(Loss)/Gain on investment in shares	42	(4,175,269)	8,100,900
		(86,841,773)	44,346,842
Profit before WPPF & WF		308,561,892	408,988,314
Provision for contribution to WPPF & WF		14,693,423	19,475,633
Profit before taxation		293,868,469	389,512,681
Less: Current tax expense	43	24,495,969	79,419,651
Deferred tax (income)/expense	44	196,112,029	(8,137,498)
		220,607,998	71,282,153
Net profit after tax		73,260,471	318,230,528
Total comprehensive income		73,260,471	318,230,528
Earnings Per Share (EPS) - Basic	45	0.44	1.93

The annexed notes form an integral part of these financial statements.


 Chief Financial Officer


 Company Secretary

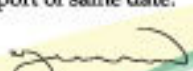

 Managing Director


 Director


 Chairman

As per our report of same date.

Dhaka,
 29 September 2018


M. J. ABEDIN & CO
 Chartered Accountants

Bangladesh Submarine Cable Company Limited

Statement of Changes in Equity
For the year ended 30 June 2018

Particulars	(Amount in Taka)						
	Share capital	Equity Money from CoB	Share premium	Tax holiday reserve	Revaluation reserve	Retained earnings	Total Equity
Balance as at 01 July 2017	1,649,055,100	1,660,000,000	723,293,759	662,947,522	336,165,684	977,535,608	6,008,997,673
Transactions with shareholders:							
Dividend Paid	-	-	-	-	-	(197,886,612)	(197,886,612)
Net profit after tax for the year	-	-	-	-	-	73,260,471	73,260,471
Tax holiday reserve	-	-	-	44,029,659	-	(44,029,659)	-
Balance as at 30 June 2018	1,649,055,100	1,660,000,000	723,293,759	706,977,180	336,165,684	808,879,808	5,884,371,531
Balance as at 01 July 2016	1,649,055,100	1,400,000,000	723,293,759	600,100,158	339,631,310	887,057,954	5,599,136,251
Effect on change in tax rate	-	-	-	-	(3,465,626)	-	(3,465,626)
Transactions with shareholders:							
Received during the year	-	260,000,000	-	-	-	-	260,000,000
Dividend Paid	-	-	-	-	-	(164,905,510)	(164,905,510)
Net profit after tax for the year	-	-	-	-	-	318,230,528	318,230,528
Tax holiday reserve	-	-	-	62,847,364	-	(62,847,364)	-
Balance as at 30 June 2017	1,649,055,100	1,660,000,000	723,293,759	662,947,522	336,165,684	977,535,608	6,008,997,673

The annexed notes form an integral part of these financial statements.



Chief Financial Officer



Company Secretary



Managing Director



Director



Chairman

As per our report of same date.

Dhaka
29 September 2018

M. J. ABEDIN & CO
Chartered Accountants

Bangladesh Submarine Cable Company Limited

Statement of Cash Flows For the year ended 30 June 2018

	Notes	Amount in Taka	
		30 June 2018	30 June 2017
A. Cash flows from operating activities			
Cash received from clients		1,268,729,546	838,197,015
Cash paid to suppliers and others		(440,566,399)	(487,192,053)
Payment for WPPF/Gratuity		(25,395,013)	(26,513,926)
Payroll and other payments to employees		(98,974,603)	(90,336,521)
Income tax paid		(51,148,015)	(67,720,578)
Interest received		17,463,719	30,590,320
Receipts from rest house rent and others		908,385	381,184
Net cash flow from operating activities		671,017,619	197,405,441
B. Cash flows from investing activities			
Acquisition of property, plant and equipment		(118,343,087)	(35,989,099)
Investment in SMW-5		-	(709,348,948)
Investment in Share		-	(2,574,226)
Dividend received		1,417,162	1,140,358
Net cash flow from/ (used in) investing activities		(116,925,925)	(746,771,915)
C. Cash flows from financing activities			
Dividend paid		(197,013,953)	(163,945,523)
Equity Money from GoB		-	260,000,000
Loan Received from Bank		102,368,810	345,811,298
Loan Payment to Bank		-	-
Net cash flow from/(used in) financing activities		(94,645,143)	441,865,775
Net surplus/ deficit during the period (A+B+C)		459,446,552	(107,500,698)
Cash and cash equivalents at beginning of the period		671,693,463	779,194,162
Cash and cash equivalents at end of the period	10	1,131,140,015	671,693,463
Net Operating Cash Flows Per Share (NOCFPS)	47	4.07	1.20

The annexed notes form an integral part of these financial statements.







Chief Financial Officer Company Secretary Managing Director Director Chairman

As per our report of same date.

Dhaka
29 September 2018


M. J. ABEDIN & CO
Chartered Accountants

Bangladesh Submarine Cable Company Limited
Notes to the financial statements
For the year ended 30 June 2018

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 has established 2nd Submarine Cable system at Kuakata, Patuakhali, Bangladesh (SEA-ME-WE-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 29 September 2018.

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: 39 Provision for bad & doubtful debts

Note: 43 Current tax expense

Note: 44 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 are reclassified to conform to the current year 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 property, plant and equipment is charged on reducing balance method and Straight Line method considering the economic and useful lives of such assets. Periodical depreciation has been charged during the period where applicable. On the other hand, straightline method has been charged on newly recognised fixed assets relating to SMW-5 (2nd Submarine Cable). Depreciation method, useful lives and residual values are reviewed at each year-end and adjusted if appropriate.

Name of Assets	Depreciation rate	Basis
Core equipment-IPLC-SMW-4	10%	Straight line
Core equipment-IIG	14.29%	Straight line
Core equipment-IPLC-SMW-5	5.00%	Straight line
Building -SMW-5	5.00%	Straight line
Building-SMW-4	4%	Reducing balance
Floor development	10%	Reducing balance
Security barak & security wall	4%	Reducing balance
Deep tube-well & pump house-SMW-4	10%	Reducing balance
Deep tube-well & pump house-SMW-5	5%	Straight line
500 KV sub-station-SMW-4	10%	Straight line
500 KV sub-station-SMW-5	5%	Straight line
Power system-SMW4	10%	Straight line
Power system-SMW5	5%	Straight line
Boundary wall-SMW-4	4%	Reducing balance
Boundary wall-SMW-5	5%	Straight line
Ducting from beach manhole-SMW-4	10%	Straight line
Ducting from beach manhole-SMW-5	5%	Straight line
Vehicles	20%	Reducing balance
Office equipment and furniture	10%	Reducing balance
Co-Location point-SMW-4	10%	Reducing balance
Co-Location point-SMW-5	5%	Straight line
Office decoration	10%	Reducing balance

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 2018 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 Financial instruments

3.4.1 Financial assets

The company initially recognises receivables and deposits on the date that they are originated. All other financial assets are recognised initially on the date at which the company becomes a party to the contractual provisions of the transaction.

The company derecognises a financial asset when the contractual rights or probabilities of receiving the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

Financial assets include cash and cash equivalents, short term investments, accounts receivable, other receivables and deposits.

(a) Accounts receivable

Accounts receivable represent the amounts due from clients for uses of bandwidth at the date of statement of financial position. Accounts receivables are stated net of provision for doubtful debts.

(b) Short term investments

Short term investments comprise investment in Fixed Deposit Receipts (FDR) with original maturity of more than three months. Short term investments assets are recognised initially at cost.

(c) Other receivables

Other receivables comprise receivables and interest receivables. Other receivables are stated net of provision for doubtful debts, if any.

(d) Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits with original maturities of less than three months.

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 registered under Income Tax Ordinance 1984.

3.5 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%

3.6 Income tax expenses

Income tax expenses comprise current and deferred taxes. Income taxes are recognized in the 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.

3.6.1 Current tax

Provision for income tax is made as per Finance Act 2018. 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 60% 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.

3.6.2 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.

3.7 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. IPLC -Export
3. Circuit Activation Charge
4. IP Transit Service
5. Co-location Charges
6. IP Transit Service-Export

3.7.1 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.

3.7.2 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.

3.7.3 IP Transit service

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

3.7.4 Co-location Charges

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

3.7.5 IP Transit service-Export

This represents charges to Bharat Sanchar Nigam Limited (BSNL) for IP transit service.

3.8 Dividend income

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

3.9 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.

3.10 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.

3.11 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.

3.12 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.

3.13 Earning per share (EPS)

The company presents basic 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 year. Diluted EPS is not applicable for these financial statements as there was no dilutive potential ordinary shares during this year.

3.14 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.

3.15 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.

3.16 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	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	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	Not applicable
17	27	Separate Financial Statements	Not applicable
18	28	Investments in Associates and Joint Ventures	Not applicable
19	29	Financial Reporting in Hyperinflationary Economics	Not applicable
20	31	Interest in Joint Ventures	Not applicable
21	32	Financial Instruments: Presentation	Complied
22	33	Earnings per Share	Complied
23	34	Interim Financial Reporting	Complied
24	36	Impairment of Assets	Complied
25	37	Provisions, Contingent Liabilities and Contingent	Complied
26	38	Intangible Assets	Complied
27	39	Financial Instruments: Recognition and Measurement	Complied
28	40	Investment Property	Not applicable
29	41	Agriculture	Not applicable

Sl. No.	BFRS No.	BFRS Title	Compliance Status
1	1	First-time adoption of International Financial	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	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	Complied
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
14	14	Regulatory Deferral Accounts	Not applicable
15	15	Revenue from Contracts with Customers	Not applicable

4. Property, plant and equipment

Cost/ revaluation (A)

Opening balance

Add: Purchased/Recognised during the year

Less: Adjustment during the year

Amount in Taka	
30 June 2018	30 June 2017

3,507,733,270	3,471,744,172
6,017,496,084	35,989,098
(26,095,415)	-
<u>9,499,133,939</u>	<u>3,507,733,270</u>

Accumulated Depreciation (B)

Opening balance

Add: Charged during the year

Less: Adjustment during the year

1,785,933,264	1,639,535,845
445,883,359	146,397,419
2,231,816,623	1,785,933,264
(44,651)	-
<u>2,231,771,972</u>	<u>1,785,933,264</u>
<u>7,267,361,968</u>	<u>1,721,800,006</u>

Written Down Value (A-B)

A schedule of property, plant & equipment is given in Annexure-A.

5 Investment in SMW-5

Opening Balance

Add: Addition during the year

Payment made to Central Billing Party

Expenses Relating to Project

Recognised as fixed asset during the year

5,528,460,826	4,819,111,878
17,643,427	701,041,829
18,999,962	8,307,119
36,643,389	709,348,948
<u>5,565,104,215</u>	<u>5,528,460,826</u>
(5,565,104,215)	-
<u>-</u>	<u>5,528,460,826</u>

The above amount of investment has been paid for light up CV07 to TM Malaysia.

		Amount in Taka	
		30 June 2018	30 June 2017
6 Trade and other receivables			
Trade receivables	(Note:6.1)	1,618,408,865	1,370,482,175
Other receivables	(Note:6.2)	41,588,193	4,422,791
		1,659,997,058	1,374,904,966

6.1 Trade receivables

Opening Balance		1,502,697,984	1,205,647,864
Add: Addition during the year		1,723,167,053	1,272,558,266
		3,225,865,037	2,478,206,130
Less: Collection during the year		1,448,017,045	975,508,146
Closing Balance		1,777,847,992	1,502,697,984
Less: Provision for bad and doubtful debts			
Opening Balance		132,215,809	96,451,829
Add: Addition during the year		27,223,317	35,763,980
		159,439,126	132,215,809
Trade receivables, net of provision		1,618,408,865	1,370,482,175

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.

Aging of Trade receivables

The aging of gross trade receivables as at the statement of Financial Position date was:

Past due 0-90 days	403,200,557	304,362,364
Past due 91-180 days	189,981,770	166,769,233
Past due 181 -365 days	194,886,173	150,965,394
Past due more than 365 days	989,779,492	880,600,993
	1,777,847,992	1,502,697,984

To Collect the outstanding amount from disconnected parties legal action like money suit and Other case has been filed against 5(Five) parties for taka 5,10,92,628.13. Arbitration procedure has been initiated against 5 (Five) parties for taka 20,67,12,303.91. Other disconnected parties who are not paying money will bring under legal action soon. Reconciliation with BTCL regarding Outstanding amount is going on and it has been discussed in the BoD meeting.

6.2 Other receivables

Dividend	3,150	332,486
ICB Securities Trading Co. Ltd.	4,240	5,140
FDR Interest & Others	41,580,803	4,085,164
	41,588,193	4,422,791

Advances and deposits**Advances****Advance to:**

Sony Chocolate Industries Ltd.	(Note: 7.1)
Employees against Expenses	
Civil Works Consultant Limited	
Modern Engineers Planners and Consultants Ltd.	
M/S Reliance Traders	
Milky & Associates	
BUET	
BTCL	
M/S Palli Store	
Bangladesh Porjoton Corporation	
Spectrum Engineering & Consortium Ltd.	
M/S K.K Enterprise	
Mustafa Tariq Hossain & Associates	
Hasan Enterprise	
Others	

Amount in Taka	
30 June 2018	30 June 2017

23,750,000	2,796,364
313,606	1,294,011
57,500	2,468,383
-	365,000
-	17,100,016
12,000	12,000
39,004	194,235
10,000,000	10,000,000
-	7,686,807
322,715	322,715
-	66,882,028
-	265,202,651
605,000	-
-	6,800
1,640,394	571,152
36,740,219	374,902,162

Deposits

Security deposit - Duncan Products Limited
BTCL - for phone line
CDBL - as security deposit
Security deposit - BTRC for International Internet Gateway (IIG)
Security Deposit-Sikder Filing Station
Kamal Trading Agency
Southern Automobiles Ltd.
Patuakhali Palli Bidyut Samity

5,000	5,000
23,000	20,000
500,000	500,000
600,000	600,000
100,000	-
50,000	50,000
250,000	250,000
2,871,598	2,761,000
4,399,598	4,186,000
41,139,817	379,088,162

7.1 Advance for Office Rent (Sony Chocolate Industries Ltd.)

Opening balance
Add: Paid during the year
Less: Adjustment during the year

2,796,364	4,713,018
30,000,000	-
9,046,364	1,916,654
23,750,000	2,796,364

7.2 Aging of Advances and Deposits

The aging of Advances, Deposits & 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

1,604,500	96,063,984
436,520	162,478
23,957,910	35,244,393
15,140,887	247,617,307
41,139,817	379,088,162

8. Advance Income Tax

Opening balance

Add: Payment made during the year

Less: Settlement/ Adjustment

Amount in Taka	
30 June 2018	30 June 2017

246,918,612	187,077,343
52,377,560	59,841,269
299,296,172	246,918,612
1,229,545	-
298,066,627	246,918,612

9. Investment in Shares

SL	Ordinary shares of	Quantity	Cost price (Taka)	Market value	Market value
1	AB Bank Limited	137,581	3,209,275	1,706,004	2,627,797
2	ACI Limited	3,605	764,725	1,253,819	1,697,676
3	BATASHOE	1,000	696,429	1,137,200	1,134,300
4	BEXIMCO Limited	206,537	10,731,965	5,411,269	6,707,538
5	IFIC Bank Limited	123,090	1,765,186	1,563,243	1,923,286
6	Islami Bank BD Limited	39,091	951,084	930,366	1,270,458
7	Jamuna Oil Limited	23,716	4,392,440	4,413,548	4,923,442
8	MPetroleum	24,816	4,962,456	4,700,150	4,913,568
9	NCC Bank Limited	174,354	1,698,208	2,563,004	2,318,908
10	Padma Oil Limited	18,150	4,835,160	4,167,240	4,615,545
11	Square Pharma	22,334	2,633,566	6,546,095	6,027,118
12	Titas Gas	39,570	2,744,885	1,582,800	1,990,371
			39,385,378	35,974,737	40,150,006

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.

10. Cash and cash equivalents

Cash in hand

(Note:10.1)

Cash at bank

(Note:10.2)

Amount in Taka	
30 June 2018	30 June 2017

469,377	93,903
1,130,670,638	671,599,560
1,131,140,015	671,693,463

10.1 Cash in hand

Head Office-Dhaka

Landing Station-Kuakata

Landing Station-Cox's Bazar

430,537	31,983
37,581	61,557
1,260	363
469,377	93,903

10.2 Cash at bank

Savings and current deposits with:

Sonali Bank Limited
Sonali Bank Limited-Cox'sbazar
National Bank Limited
Mutual Trust Bank Limited
Farmers Bank Limited
Brac Bank Limited
IFIC Bank Limited
United Commercial Bank Limited

Amount in Taka	
30 June 2018	30 June 2017

7,969,859	6,351,464
1,963,568	-
1,303,914	1,281,596
10,471,778	5,541,188
245,815	287,115
703,435	686,187
181,151	6,516,582
40,181,720	65,184
63,021,239	20,729,316

Fixed deposits (FDR) with:

Brac Bank Limited
Bangladesh Krishi Bank Limited
Bank Asia Ltd.
BASIC Bank Limited
Mutual Trust Bank Limited
IFIC Bank Limited
NRB Bank Limited
NRB Commercial Bank Limited
Premier Bank Limited
One Bank Limited
Southeast Bank Ltd.
Standard Bank Limited
Jamuna Bank Limited
Pubali Bank Limited
United Commercial Bank Limited
Sonali Bank Limited

176,710,437	25,000,000
-	20,000,000
30,000,000	-
181,210,793	148,081,075
61,830,665	30,000,000
242,335,149	-
-	182,250,000
-	32,159,078
62,946,101	94,663,762
110,405,000	-
81,164,061	-
20,000,000	83,716,329
30,656,193	-
20,391,000	-
50,000,000	-
-	35,000,000
1,067,649,399	650,870,244
1,130,670,638	671,599,560

The fixed deposits will be matured within 3 (three)/6 (Six) months and yearly.

11. Share capital

Authorized:

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

10,000,000,000

10,000,000,000

Issued, subscribed and paid up capital:

31,000,000 Ordinary Shares of Taka 10 each fully paid up in cash

310,000,000

310,000,000

140 Ordinary share of Taka 10 each fully paid up in cash to GOB

1,400

1,400

67,314,640 ordinary shares of Tk.10 each fully paid up other than cash to MoPT, GOB

673,146,400

673,146,400

133,905,510(2015:51,599,320) Ordinary shares of Tk. 10 each issued as Bonus Share

665,907,300

665,907,300

1,649,055,100

1,649,055,100

Amount in Taka	
30 June 2018	30 June 2017

11.1 Percentage of Shareholding

Shareholding position as at 30 June 2018

Name of shareholders	Percentage of shareholding	No. of shares	Value in Taka
Posts & Telecommunications division, MoPT & IT	73.84%	121,768,814	1,217,688,140
Sponsor/Director	0.00%	189	1,890
Institute	14.06%	23,198,535	231,985,350
Public	10.09%	16,643,365	166,433,650
Foreign Investor	1.99%	3,294,607	32,946,070
	100%	164,905,510	1,649,055,100

Shareholding position as at 30 June 2017

Name of shareholders	Percentage of shareholding	No. of shares	Value in Taka
Posts & Telecommunications division, MoPT & IT	73.84%	121,768,814	1,217,688,140
Sponsor/Director	0.00%	189	1,890
Institute	12.65%	20,861,093	208,610,930
Public	11.79%	19,449,471	194,494,710
Foreign Investor	1.71%	2,825,943	28,259,430
	100%	164,905,510	1,649,055,100

11.2 Classification of shareholders by range of number of shares held:

Slabs wise number of shares	No. of share holders		No. of shares	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
Less than 500	13,068	15,575	1,609,519	1,921,923
500-5,000	4,305	5,276	6,593,385	8,018,941
5,001-10,000	350	448	2,501,322	3,251,914
10,001-20,000	160	179	2,236,718	2,482,474
20,001-30,000	48	64	1,174,638	1,553,242
30,001-40,000	29	30	961,835	1,024,431
40,001-50,000	21	20	943,485	911,434
50,001-100,000	33	38	2,398,634	2,551,864
100,001-1,000,000	41	43	11,130,335	11,340,674
1,000,001-1,000,000,000	5	5	135,355,639	131,848,613
	18,060	21,678	164,905,510	164,905,510

Market Price:

Shares of the Company are listed in the Dhaka and Chittagong Stock Exchanges and quoted at Tk. 102.90 per share as (2017 : Tk.120.10) and Tk 100.20 per share (2017 : Tk. 120.10) in the Dhaka and Chittagong Stock Exchanges respectively on June 30, 2018.

12 Equity Money from GoB

1,660,000,000 1,660,000,000

The above amount has been received from Government for implementing the Regional Submarine Telecommunications Project, Bangladesh (Installation and Establishment of Second Submarine Cable System (SMW5) for International Telecommunications in Bangladesh.) as Equity Money which will be converted into shares after implementing the project and getting proper approval from Concerned Authority.

	Amount in Taka	
	30 June 2018	30 June 2017
13 Share premium	<u>723,293,759</u>	<u>723,293,759</u>

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.

14 Tax holiday reserve

Opening balance	662,947,522	600,100,158
Add: Current period's reserve	44,029,659	62,847,364
	<u>706,977,180</u>	<u>662,947,522</u>

15 Revaluation reserve

Opening balance	336,165,684	339,631,310
Less: Adjustment with deferred tax liability	-	3,465,626
	<u>336,165,684</u>	<u>336,165,684</u>

This amount represents the revalued amount of Land at Cox's Bazar. This revaluation has been done by a Professional Valuer named A B SAHA & CO., Chartered Accountants in the financial year 2010-11. Valuation work has been carried out on the basis of Guidelines issued by the Ministry of Finance in valuing Assets of State Owned Companies as well as professional Judgement. In making Valuation of Assets both Depreciated Replacement Costs and Revaluation Method as suggested in the aforementioned guidelines were followed. In addition requirements of IAS and IFRS was considered. Valuation was made on the basis of 100% inventory, Present condition of assets, Current Market price, inflationary trend of the country, Estimated life time of assets etc.

16 Retained Earnings

Opening balance	977,535,608	887,057,954
Add: Profit for the year	73,260,471	318,230,528
	<u>1,050,796,079</u>	<u>1,205,288,482</u>
Less: Dividend paid during the year	197,886,612	164,905,510
Transferred to Tax Holiday Reserve	44,029,659	62,847,364
	<u>241,916,271</u>	<u>227,752,874</u>
	<u>808,879,808</u>	<u>977,535,608</u>

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: 44. Deferred tax assets and liabilities are attributable to the following:

Deferred tax relating to profit or loss account components	(Note: 17.1)	342,815,911	146,703,882
Deferred tax relating to components of other comprehensive income	(Note: 17.2)	10,396,877	10,396,877
		<u>353,212,788</u>	<u>157,100,759</u>

Amount in Taka	
30 June 2018	30 June 2017

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

	Carrying amount	Tax base	Taxable/(deductible) temporary difference
	Taka	Taka	Taka
As at 30 June 2018			
Property, plant and equipment (excluding land)	6,798,187,930	5,243,729,745	1,554,458,185
Accounts receivable	1,618,408,865	1,777,847,992	(159,439,127)
Provision for pension, gratuity fund and provident fund	(23,755,415)	-	(23,755,415)
Net Taxable Temporary Difference			1,371,263,642
Applicable tax rate			25%
Deferred tax liability			342,815,911

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

	Carrying amount	Tax base	Taxable/(deductible) temporary difference
	Taka	Taka	Taka
As at 30 June 2017			
Property, plant and equipment (excluding land)	1,288,143,778	545,416,437	742,727,341
Accounts receivable	1,370,482,175	1,502,697,984	(132,215,809)
Provision for pension, gratuity fund and provident fund	(23,696,005)	-	(23,696,005)
Net Taxable Temporary Difference			586,815,526
Applicable tax rate			25%
Deferred tax liability			146,703,882

17.2 Deferred tax relating to components of other comprehensive income

	Carrying Amount	Tax Base	Taxable/(deductible) temporary difference
As at 30 June 2018			
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			3%
Deferred tax liability			10,396,877

Deferred tax relating to components of other comprehensive income

	Carrying Amount	Tax Base	Taxable/(deductible) temporary difference
As at 30 June 2017			
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			3%
Deferred tax liability			10,396,877

	Amount in Taka	
	30 June 2018	30 June 2017
18. Security deposits received from clients		
Opening Balance	128,503,172	104,731,766
Add: Addition during the year	54,641,075	39,107,021
	183,144,248	143,838,787
Less: Adjustment during the year	19,138,261	15,335,614
	164,005,987	128,503,172
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)	8,019,892	5,919,380
Employees' provident fund (Note: 19.3)	1,926,571	3,967,673
	23,755,415	23,696,005
19.1 Employees' pension fund	13,808,952	13,808,952
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	5,919,380	14,443,556
Add: Provision made during the year	8,019,892	5,919,380
	13,939,272	20,362,936
Less: Paid/Transferred during the year	(5,919,380)	14,443,556
	8,019,892	5,919,380
19.3 Employees' provident fund		
Opening balance	3,967,673	1,883,713
Add: Employees' Contribution	3,872,244	3,952,266
Employer's Contribution	3,872,244	3,952,266
Less: Transferred to RCPF during the year	(9,785,590)	(5,820,572)
	1,926,571	3,967,673
20 Term Loan		
Opening balance	2,866,333,868	2,520,522,570
Received during the year	102,368,810	345,811,298
Total IDB Loan	2,968,702,678	2,866,333,868
Current portion of Long Term Loan	238,008,795	-
Payable after one year	2,730,693,883	2,866,333,868

Term Loan Particulars:**Islamic Development Bank (IDB)**

Loan has been taken from IDB through Bangladesh Government for implementation of Regional Submarine Telecommunications Project, Bangladesh (SMW-5) Project. An agreement named Installment Sale Agreement between The Government of People's Republic of Bangladesh and IDB has been signed on 27 August 2014 with effect from 24 November 2014 for loan amount of USD 44 million. Actual loan received by BSCCL in USD 38.048 million. Subsequently Bangladesh Submarine Cable Company Limited signed a subsidiary loan agreement with The Government of People's Republic of Bangladesh, Ministry of Finance, Finance Division on 15 February 2015. This sub-loan is for a 13 years term with a gestation period of 3 years and the interest payable will be @ 6% per annum.

21. Sundry creditors

	Amount in Taka	
	30 June 2018	30 June 2017
Share Money Deposit	109,101	119,622
Telecom Italia Sparkle Ltd.	11,800,215	33,206,667
Equinix Singapore PTE Ltd.	502,500	-
Cogent Communication Ltd	1,139,838	-
NTT communications Ltd.	7,325,223	11,464,121
Withholding tax payable	23,290,107	16,743,705
Fiber@Home	22,898,110	-
Legacy Legal Corporate	-	170,676
Milky & Associates	116,602	116,602
Fames & R	90,000	-
KK Enterprise	13,590,789	24,142,338
Unpaid dividend	4,467,266	3,594,606
Spectrum Engineering Consortium Limited	9,945,058	10,597,684
Summit Communications Ltd.	1,678,629	-
ICB Securities Trading Company Limited	1,610,932	1,610,932
Payable to BTCL	4,214,875	-
Payable to BTCL Staff College(Focus Point)	23,000	-
Payable to BTRC	3,947,379	674,341
Sony Chocolate Industries Ltd.	330,615	1,573,641
M/S Evan Enterprise	-	605,570
BDREN	-	143,640
Huawei Technologies (BD). Limited	2,016,724	2,016,724
Sikder Filling & Service Station	139,794	-
Reliance Traders	-	299,433
RANGS Limited	-	2,929,000
Capital Law Chamber	146,280	292,515
ECCE,CUET	50,000	-
1st Clean Pest Specialist	4,000	4,000
Grameen Veolia Water Ltd.	-	4,360
ICAB Puja Udjapan Parishad	20,000	20,000
Kamal Trading Agency	3,738	78,873
M.J.Abedin & Co.	287,500	258,750

M.M.International
M/S Nelo Enterprise
M/S Palli Store
Civil Works Consultant Limited
OTOBI Ltd.
Next Tech Ltd.
Peshajibi Samonnoy Parishad
SA Rashid & Associates
Southern Automobiles Ltd.
The New Nation
The Financial Express
Temporary Loan from Project Director # SMW5
M/S Gazi Store
Bangladesh Association of Publicly Listed Companies
Telnet Communication Ltd.
The Daily Janakantha
The Daily Observer

Amount in Taka	
30 June 2018	30 June 2017
509,998	388,905
-	56,490
-	140,136
44,100	-
18,981	-
16,800	-
25,000	25,000
28,750	28,750
34,508	50,968
-	27,324
181	-
1,000	1,000
68,850	-
30,000	-
7,700	-
37,260	-
22,066	-
110,593,468	111,386,374

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	33,611,532	61,075,582
Past due 91-180 days	18,519,704	12,239,804
Past due 181 -365 days	29,164,894	28,134,801
Past due more than 365 days	29,297,338	9,936,186
	110,593,468	111,386,373

22. Provision for income tax

Opening balance	299,126,594	227,586,252
Add: Provision made during the year		
IPLC	6,150,278	62,536,786
IIG Unit (Annexure-D)	18,345,691	16,882,865
	24,495,969	79,419,651
	323,622,564	307,005,903
Less: Settlement for previous year: for 12-13 Income period	-	7,879,309
	323,622,564	299,126,594

For the income year 2010-11 an amount of tk. 2,52,40,639 has been demanded by DCT against of which appeal is processed to High Court Division. For the income year 2012-13 after revised assessment of DCT the demand amount is Tk. 78,79,309 which has already been paid and receiving certificate is pending. We have filed an appeal for the Income year 2013-14 to the High Court Division. As per revised order of DCT Tk. 40,79 846/- has been deposited and receiving certificate is pending for the year 2014-15. Assessment Order of income year 2015-16 was received in which DCT demanded Tk.1,38,27,010/-and further appeal was made to the Tribunal.Return of the income year 2016-2017 was filed to DCT for assessment.

	Amount in Taka	
	30 June 2018	30 June 2017
23. Provision for WPPF and WF		
Opening balance	19,475,633	12,070,369
Add: Provision made during the year	14,693,423	19,475,634
	34,169,056	31,546,003
Less: Settlement for previous year	19,475,633	12,070,370
	<u>14,693,423</u>	<u>19,475,633</u>
24. VAT Payable		
VAT payable against Receivable	391,459,410	302,987,404
VAT payable against Deduction at source	53,882,871	39,014,357
	<u>445,342,281</u>	<u>342,001,761</u>

This represents the amount of Tk.39,14,59,410.00 VAT receivable from clients against revenue receivable from clients arising from International Private Leased Circuit (IPLC) rentals, IP transit service, and Co-location charges. In addition to that this amount of Tk. 5,38,82,871.00 includes VAT deducted from other parties and suppliers.

25. Liabilities for expenses		
Office rent	4,800,000	4,923,000
Audit & other fees	115,000	273,750
Provision for different expenses	331,460	-
Telephone bill	41,602	10,949
Electricity bill	416,838	753,784
Donation	9,364	9,364
Accrued Interest on IDB loan	139,665,823	
Others	-	423,356
	<u>145,380,087</u>	<u>6,394,203</u>

	Amount in Taka	
	2017-2018	2016-2017
26. IPLC (International Private Leased Circuit) Rent		
SMW-4	682,682,205	511,368,404
SMW-5	227,871,026	-
	<u>910,553,231</u>	<u>511,368,404</u>

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

Circuit Activation Charge-IPLC-SMW-4	3,060,000	7,030,000
Circuit Activation Charge-IPLC-SMW-5	12,475,000	-
Circuit Activation Charge-IP Transit (IIG Unit)	220,000	740,000
Circuit Activation Charge-ISP (IIG Unit)	253,000	288,000
Circuit Activation Charge-ITC	-	440,000
Circuit Activation Charge-Co-location-SMW-5	240,000	-
Circuit Activation Charge-Co-location	615,000	775,000
	<u>16,863,000</u>	<u>9,273,000</u>

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

28 IP Transit Service	<u>363,271,935</u>	<u>404,547,160</u>
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This represents the service charges for providing internet bandwidth to IIGs and ISPs.

29 Co-Location Charges

SMW-4	38,174,130	13,840,704
SMW-5	3,500,404	-
	<u>41,674,534</u>	<u>13,840,704</u>

This represents charges to customers for using BSCCL's resources at Cox's Bazar, Kuakata and Dhaka.

30 IP Transit Service -Export	<u>72,673,520</u>	<u>95,295,084</u>
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This represents charges to Bharat Sanchar Nigam Limited (BSNL) for IP transit service.

31 Electricity and generator fuel

Electricity bill	10,702,245	7,333,954
Fuel for generator	2,050,216	567,700
	<u>12,752,461</u>	<u>7,901,654</u>

This cost is directly related to cost of operation.

32 Landing station and cable route repair	<u>781,701</u>	<u>508,232</u>
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This cost is directly related to repair and maintenance for Cox's Bazar landing station and cable route.

	Amount in Taka	
	2017-2018	2016-2017
33 Backhaul & Data Connectivity Charge		
Backhaul Charge	135,773,322	121,468,173
Data Connectivity & Fiber Core Charge	827,141	342,263
Revenue Sharing Cost	5,189,249	2,354,660
Co-location cost	416,300	72,603
	<u>142,206,012</u>	<u>124,237,699</u>
This cost represents backhaul charges and for data connectivity & fiber core charge.		
34 IP Transit Cost	<u>43,827,781</u>	<u>85,543,385</u>
This cost represents the cost of purchasing IP bandwidth from Telecom Italia Sparkle, NTT Communications Ltd, Equinix Singapore Pte Ltd, Cogent Communications Ltd.		
35 Lease Rent	<u>339,768</u>	<u>-</u>
This rent represents rent of leasing land of beachmanhole for Kuakata landing station from Parjaton Corporation.		
36 Depreciation of core machinery	<u>412,861,408</u>	<u>135,857,296</u>
This represents the depreciation charged on core machinery which are directly related to IPLC and IP transit revenue.		
Depreciation has been charged considering 20 years estimated life of fixed assets relating to SMW-5 for the period. During the year 2016-17, considering the estimated useful life of the Assets, Management has changed depreciation method on Core Equipments of IPLC and IIG unit from Reducing Balance Method to Straight Line method to reflect fair presentation of the financial results and financial position. For further details Annexure-A is referred.		
37 Operation and maintenance expenses		
This represents amount paid to SEA-ME-WE 4 & 5 during the period for expenses of cable operation and maintenance purpose. The break-up of the expenses is as under:		
SEA-ME-WE-4	-	46,230,274
SEA-ME-WE-5	182,922,183	75,006,591
	<u>182,922,183</u>	<u>121,236,865</u>

38 General and administrative expenses

	Amount in Taka	
	2017-2018	2016-2017
Salary and allowances	87,241,924	82,927,773
Managing Director's remuneration	3,184,601	3,557,577
Festival bonus	6,506,976	5,935,131
Office rent	14,168,998	10,388,741
Repair and maintenance	3,128,182	1,981,026
Business Development Expenses	2,904,642	7,561,474
Fees and Subscription	1,671,107	1,732,958
Gratuity provision	8,019,892	5,919,380
Vehicles Maintenance	1,777,422	1,753,636
Board and other meetings fees	2,939,376	3,055,575
Audit Fees	567,500	273,750
Consultancy fees	642,150	893,656
Consortium meeting expenses	1,218,664	5,250,027
Advertisement and publicity expenses	2,151,430	1,880,840
Vehicles running expenses	2,808,860	2,903,735
Travelling & conveyance	1,385,560	1,568,152
Insurance Premium	1,618	129,327
Printing and Office stationery	2,556,514	3,013,065
Postage and courier expenses	59,684	37,353
Entertainment	1,829,916	1,359,975
AGM expenses	2,217,935	1,949,823
Bank charges and commission	870,492	661,483
Telephone Bill	167,766	144,458
Legal Fees	570,160	1,881,041
Rent, rates & taxes	438,349	250,000
CSR expenses	-	2,890,000
Recruitment expenses	37,375	100,000
Books & Periodicals	51,213	41,985
Inauguration-SMW-5 expenses	3,181,857	-
Reception and Dinner	522,632	452,604
National Integrity and Strategy / Training Expenses	873,178	-
	153,695,972	150,494,546

39 Provision for bad & doubtful debts

Closing balance of provision for bad & doubtful debts	159,439,126	132,215,809
Less: Opening balance of provision for bad & doubtful debts	132,215,809	96,451,829
	27,223,317	35,763,980

Provision made for the year according to the company policy and as recommended by Audit Committee.

	Amount in Taka	
	2017-2018	2016-2017
40 Depreciation on property, plant and equipment	33,021,951	10,540,123
<p>This represents the depreciation charged on other than core machinery. During the year 2016-17, considering the estimated useful life of the Assets, Management has changed depreciation method on Power System, Ducting from Beach Manhole, 500 KV Sub Station and Power System to Straight Line method to reflect fair presentation of the financial results and financial position. Due to change of Depreciation method from Reducing Balance Method to Straight Line method an excess amount of 5,51,409 had been charged as depreciation comparing to the amount to be charged under Reducing Balance Method during the year. For further details Annexure-A is referred.</p>		
41 Bank interest and other income		
Rest house rent and others	952,136	373,434
Interest on FDR & Others	54,959,358	34,675,484
Dividend income	1,087,826	1,197,024
	56,999,319	36,245,942
42 Gain/(loss) on investment in shares		
Opening market value of investment (Note: 9)	40,150,006	29,474,880
Add: Investment during the year	-	2,574,226
Total cost of investment(B)	40,150,006	32,049,106
Closing Market Value of Investment (A)	35,974,737	40,150,006
Gain/(Loss)(A-B)	(4,175,269)	8,100,900
43 Current tax expense	24,495,969	79,419,651
Current tax has been charged on gross receipts applying regular rate.		
44 Deferred tax (income)/expense		
Closing balance of deferred tax liability (Note: 17.1)	342,815,911	146,703,882
Opening balance of deferred tax liability	146,703,882	154,841,380
Deferred tax (income)/expense	196,112,029	(8,137,498)
45 Basic Earnings Per Share (EPS)		
Earnings attributable to the Ordinary Shareholders	73,260,471	318,230,528
Weighted average number of ordinary Shares outstanding during the year	164,905,510	164,905,510
Earnings Per Share (EPS)	0.44	1.93
45.1 No diluted earnings per share is required to be calculated for the period as there has no dilutive potential ordinary shares.		

	Amount in Taka	
	30 June 2018	30 June 2017
46 Net Asset Value		
Total Assets	10,433,680,222	9,963,016,041
(-)Total Liabilities	4,549,308,691	3,954,018,368
	5,884,371,531	6,008,997,674
Number of Ordinary Shares of Tk. 10 each at Financial Position date	164,905,510	164,905,510
NAV-Per Share	35.68	36.44
47 Net operating cash flows per share (NOCFPS)		
Net cash flows from operating activities (A)	671,017,619	197,405,441
Number of Ordinary Shares of Tk. 10 each at Financial Position date	164,905,510	164,905,510
Net operating cash flows per share (NOCFPS)	4.07	1.20

47.1 Reconciliation of Net income or Net profit with cash flows from operating activities.:

Net Porfit Before Tax	293,868,469
Adjustment to reconcile profit to net cash provided by opeating activities:	
Depreciation	445,883,359
Financial Charges	139,665,824
Loss on Investment in Share	4,175,269
Provision for Bad debts	27,223,318
Other Income	(56,999,319)
(Increase)/Decrease in Advance Income tax	(51,148,015)
(Increase)/ Decrease in other receivable	18,372,103
(Increase)/ Decrease in debtors	(275,150,007)
(Increase)/ Decrease in adv. & deposit	(21,699,040)
Increase/(Decrease) in sundry creditors	13,385,065
Increase/(Decrease) in Security Deposit	35,502,815
Increase/(Decrease) in Employees Pension,Gratuity and PF	59,410
Increase/(Decrease) in Provision for WPPF and WF	(4,782,210)
Increase/(Decrease) in VAT Payable	103,340,520
Increase/(Decrease) in Liability for Expenses	(679,939)
Net cash flows from operating activites	671,017,619

48 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

48.1 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 2018, 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:

		Amount in Taka	
		30 June 2018 Taka	30 June 2017 Taka
Trade receivables, net	(Note: 6.1)	1,618,408,865	1,370,482,175
Other receivables	(Note: 6.2)	41,588,193	4,422,791
Financial assets (HFT) - investment in shares	(Note: 9)	35,974,737	40,150,006
Cash and cash equivalents	(Note: 10)	1,131,140,015	671,693,463
		2,827,111,811	2,086,748,435

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

Domestic	1,444,093,434	1,458,232,194
Foreign (Export to India)	54,181,760	40,043,000
	1,498,275,194	1,498,275,194

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	403,200,557	304,362,364
Past due 91-180 days	189,981,770	166,769,233
Past due 181-365 days	194,886,173	150,965,394
Past due more than 365 days	989,779,492	880,600,993
	1,777,847,992	1,502,697,984

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 6.1 of these financial statements.

48.2 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:

As at 30 June 2018

	Contractual cash flows	1 year or less Taka	More than 1 year Taka
Security deposits received from clients	164,005,987	32,801,197	131,204,789
Employees' pension, gratuity and Provident fund	23,755,415	4,751,083	19,004,332
Sundry creditors	110,593,468	110,593,468	-
Income tax payable (provision less AIT)	25,555,937	25,555,937	-
VAT payable	445,342,281	445,342,281	-
Provision for WPPF and WF	14,693,423	14,693,423	-
Liabilities for expenses	145,380,087	145,380,087	-
	929,326,598	779,117,477	150,209,122

As at 30 June 2017

	Contractual cash flows	1 year or less Taka	More than 1 year Taka
Security deposits received from clients	128,503,172	25,700,634	102,802,538
Employees' pension and gratuity fund	23,696,005	4,739,201	18,956,804
Sundry creditors	111,386,374	111,386,374	-
Income tax payable (provision less AIT)	52,207,982	52,207,982	-
VAT payable	342,001,761	342,001,761	-
Provision for WPPF and WF	19,475,633	19,475,633	-
Liabilities for expenses	6,394,203	6,394,203	-
	683,665,130	561,905,788	121,759,342

48.3 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:

	30 June 2018 Taka	30 June 2017 Taka
Foreign currency denominated liabilities		
Payable against IP transit cost	(20,767,776)	(44,670,788)
Share money deposit payable	(109,101)	(119,622)
Net exposure	<u>(20,876,876)</u>	<u>(44,790,410)</u>

The following rate has been applied:

	<u>Taka</u>	<u>Taka</u>
US Dollar (\$)	83.75	-

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.

2017-2018	Profit or loss		Equity	
	Increase	Decrease	Increase	Decrease
US Dollar (10% movement)	2,087,688	(2,087,688)		
2016-2017				
US Dollar (10% movement)	4,479,041	(4,479,041)		

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 2018.

Profile

As at 30 June 2018, the interest rate profile of the company's interest bearing financial instruments was:

Fixed rate instruments

Financial assets (short term investments-FDR)	<u>1,067,649,399</u>	<u>650,870,244</u>
Financial liabilities	<u>2,968,702,678</u>	<u>2,866,333,868</u>

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 2018		As at 30 June 2017	
	Carrying amount Taka	Fair value Taka	Carrying amount Taka	Fair value Taka
Financial assets				
Assets carried at fair value through profit or loss				
Investment in shares	35,974,737	35,974,737	40,150,006	40,150,006
Held to maturity assets				
Short term investment-FDR	1,067,649,399	1,067,649,399	650,870,244	650,870,244
Loans and receivables				
Trade receivables, net	1,618,408,865	1,618,408,865	1,370,482,175	1,370,482,175
Other receivables	41,588,193	41,588,193	4,422,791	4,422,791
Available for sale financial assets				
	-	-	-	-
	2,763,621,195	2,763,621,195	2,065,925,216	2,065,925,216

Financial Liabilities:**Liabilities carried at fair value through profit or loss**

-

Liabilities carried at amortised costs

Security deposits received from clients	(164,005,987)	(164,005,987)	(128,503,172)	(128,503,172)
Sundry creditors	(110,593,468)	(110,593,468)	(111,386,374)	(111,386,373)
VAT payable	(445,342,281)	(445,342,281)	(342,001,761)	(342,001,761)
Provision for WPPF and WF	(14,693,423)	(14,693,423)	(19,475,633)	(19,475,633)
Liabilities for expenses	(145,380,087)	(145,380,087)	(6,394,203)	(6,394,203)
	(880,015,246)	(880,015,246)	(607,761,143)	(607,761,143)

Bandwidth capacity

	2017-2018 Gbps	2016-2017 Gbps
Present Capacity	700	300
Utilization (Monthly Average)	349	182.00
Percentage of utilization	49.91%	60.67%

50. 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.

51. Remittance of foreign currency to consortium and others

Investment in SMW-5
 Operation and maintenance expenses
 IP Transit & Membership cost

	30 June 2018 USD	30 June 2017 USD
	215,964	8,788,113
	2,185,450	1,434,989
	555,142	478,527
	2,956,556	10,701,629

52 Contingent liabilities and commitments

- 52.1 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. 6,738,320.
- 52.2 Charges relating to Licence fee and renewal fee of Tk. 3 (Three) Crore and 50 (fifty) lac.
- 52.3 1% Revenue sharing after getting Licence from BTRC.

53 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.

(a) Name of the Directors along with all related Firms/Companies/Institutions/Parties as at 30 June 2018.

SI No.	Name of the Directors	Status with the company	Name of the related Ministries/ Companies/ Parties etc.	Remarks
1	Mr. Shyam Sunder Sikder	Chairman	Secretary- Posts & Telecommunications Division, MoPT & IT	Nominated by GOB
2	Mr. Md. Azizul Islam	Director	Additional Secretary- Posts & Telecommunications division, MoPT & IT	Nominated by GOB
3	Ms. Touhida Bulbul	Director	Additional Secretary(Admin)- MoST	Nominated by GOB
4	Mr. Md. Jalal Uddin	Director	Joint Secretary-MoF	Nominated by GOB
5	Col. Md. Arefin Talukder, PSC	Director	Colonel GS, DGFI, Bangladesh Army	Nominated by GOB
6	Dr. Md. Mahbubul Alam Joarder	Director	Professor -Institute of Information Technology, University of Dhaka	Nominated by GOB
7	Mr. Hossian Khaled	Independent Director	Director-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. Mashiur Rahman	Managing Director	BSCCL	Nominated by GOB

(b) Transactions with the following companies where the Directors of the company are related:

Sl No.	Name of the company (Related party)	Name of the Director	Relationship of the Director with the company	Type of transaction	Transactions during the year	Year end balance
1	Bangladesh Telecommunications Company Limited	Mr. Shyam Sunder Sikder	Chairman	Bandwidth sale	349,136,945	973,933,160
2	Bangladesh Telecommunications Company Limited	Mr. Shyam Sunder Sikder	Chairman	Co-location Sale	21,463,462	21,463,462
3	Bangladesh Telecommunications Company Limited	Mr. Shyam Sunder Sikder	Chairman	Backhaul Purchase	197,495,056	-
4	Teletalk Bangladesh Ltd.	Mr. Shyam Sunder	Chairman	Bandwidth sale	11,358,476	4,096,063

(c) Transactions with the following companies where the Directors of the company are related:

Sl No.	Name of the company (Related party)	Name of the Director	Relationship of the Director with the company	Type of transaction	Transactions during the year	Year end balance
1	Bangladesh Telecommunications Company Limited	Mr. Md. Azizul Islam	Director	Bandwidth sale	349,136,945	973,933,160
2	Bangladesh Telecommunications Company Limited	Mr. Md. Azizul Islam	Director	Co-location Sale	21,463,462	21,463,462
3	Bangladesh Telecommunications Company Limited	Mr. Md. Azizul Islam	Director	Backhaul Purchase	197,495,056	-

2017-2018

2016-2017

(d) Key management personnels compensation

(i) MD's Remuneration

Short term employee benefits (salary and other allowances)

Provident Fund

WPPF

3,263,325

53,806

107,083

3,424,213

3,939,969

205,612

53,257

4,198,838

(ii) Other Management personnel remuneration and benefit

Salary

Bonus

87,483,146

6,133,224

93,616,370

82,927,773

5,935,131

88,862,904

(e) Director's Board Meeting Attendance Fees

652,021

829,845

(f) Other Disclosures

The Directors of the company did not take any benefit from the company other than the board meeting attendance fees as disclosed above.

- 1 Expense reimbursed to the managing agent - Nil
- 2 Commission or other remuneration payable separately to a managing agent or his associate - Nil
- 3 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
- 4 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.
- 5 Any other perquisites or benefit in cash or in kind stating - Nil
- 6 Other allowances and commission including guarantee commission - Nil.

- i) Pensions
- ii) Gratuities
- iii) Payment from Provident Fund
- iv) Compensation for loss of office
- v) Consideration in connection with retirement from office

54 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.

55 Comparatives

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

56 Number of employees

As at 30 June 2018 the number of regular employees receiving remuneration of Tk.36,000 or above per annum was 97 (2017: 98).

57 Events after the reporting period

The Board of Directors of BSCCL, at its 163 th meeting held on 29th September proposed 5% Cash Dividend on the paid-up capital for the year 2017-2018. This dividend is subject to final approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the company.



Chief Financial Officer



Company Secretary



Managing Director



Director



Chairman

Dhaka
29 September 2018

Bangladesh Submarine Cable Company Limited
Schedule of Property, Plant & Equipment
As at 30 June 2018

Name of assets	Cost			Accumulated depreciation			WDV as at 30 June 2018		
	As at 01 July 2017	Additions during the year	Adjustment during the year	As at 30 June 2018	Rate	As at 01 July 2017		Charged during the year	Adjustment during the year
a. Freehold assets									
Land and land development	84,737,067	37,875,410	-	122,612,477	-	-	115,701,164	-	-
Core equipment-IPLC-SMW-4	2,661,109,442	-	-	2,661,109,442	10%	1,619,798,938	276,980,718	-	1,735,500,122
Core equipment-IPLC-SMW-5	-	5,565,104,215	25,489,845	5,539,614,370	5%	-	276,980,718	-	276,980,718
Core equipment-BG	188,933,658	182,680	-	189,116,338	14.29%	68,039,188	20,179,525	-	88,218,713
Building	62,765,921	-	605,570	62,140,351	4%	16,354,111	1,824,230	(44,651)	18,333,710
Building-SMW-5	-	291,283,034	-	291,283,034	5%	-	14,564,152	-	14,564,152
Floor development	2,654,065	-	-	2,654,065	10%	1,800,875	85,319	-	1,886,194
Security barak & security wall	7,827,297	-	-	7,827,297	4%	2,173,853	226,138	-	2,399,990
Deep tube-well & pump house	2,343,837	-	-	2,343,837	10%	1,608,884	73,495	-	1,682,379
Deep tube-well & pump house-SMW-5	-	1,334,855	-	1,334,855	5%	-	66,743	-	66,743
Generator-500 KVA(SMW#5)	-	13,694,661	-	13,694,661	10%	-	1,369,466	-	1,369,466
500 KV sub-station	3,284,000	-	-	3,284,000	10%	2,703,251	64,528	-	2,767,778
500 KV sub-station-SMW-5	-	17,866,349	-	17,866,349	5%	-	866,223	-	866,223
Power system	35,631,806	-	-	35,631,806	10%	24,133,996	1,277,534	-	25,411,530
Power system-SMW-5	-	20,847,215	-	20,847,215	5%	-	1,042,361	-	1,042,361
Boundary wall	11,249,905	-	-	11,249,905	4%	2,332,831	356,683	-	2,689,514
Boundary wall-SMW-5	-	38,218,321	-	38,218,321	5%	-	1,910,916	-	1,910,916
Ducting from beach manhole	18,960,526	-	-	18,960,526	10%	8,454,413	1,167,346	-	9,621,799
Ducting from beach manhole-SMW-5	-	21,813,789	-	21,813,789	5%	-	1,090,689	-	1,090,689
Vehicles	52,108,512	283,000	-	52,391,512	20%	27,847,043	4,860,516	-	32,707,559
Office equipment and furniture	24,224,264	7,397,270	-	31,621,534	10%	8,479,284	1,787,033	-	10,246,319
Co-Location point	916,051	-	-	916,051	10%	192,944	72,311	-	265,255
Co-Location point-SMW-5	-	1,397,121	-	1,397,121	5%	-	49,237	-	49,237
Office decoration	4,425,338	198,164	-	4,623,502	10%	1,813,634	267,009	-	2,080,643
Sub-total	3,161,171,709	6,017,496,084	26,095,415	9,152,372,378		1,785,933,264	445,883,359	(44,651)	2,231,771,972
b. Revalued assets									
Land and land development	346,561,561	-	-	346,561,561	-	-	-	-	-
Sub-total	346,561,561	-	-	346,561,561		-	-	-	346,561,561
Total balance as at 30 June 2018 (a+b)	3,507,733,270	6,017,496,084	26,095,415	9,499,133,939		1,785,933,264	445,883,359	(44,651)	2,231,771,972
Total balance as at 30 June 2017(a+b)	3,471,744,172	35,989,098	-	3,507,733,270		1,639,535,845	146,397,419	-	1,785,933,264

Annexure-B

Bangladesh Submarine Cable Company Ltd.
Schedule of Trade Receivable
As at 30 June 2018

(Amount in Tk.)

SL #	Name of Customer	Opening Balance	Addition during the year	Collection during the year	Closing Balance
1	1 Asia Alliance Communication Ltd	9,544,709		4,000,000	5,544,709
2	1 Asia Alliance Gateway Ltd	4,257,981			4,257,981
3	Aamra Technologies Ltd	53,775,276	105,648,010	111,243,772	48,179,514
4	Aamra Technologies Ltd(SMW#5)		92,948,575	50,751,131	42,197,444
5	ADN Telecom Ltd-IIG(ISP)	1,500,045	12,308,041	11,879,722	1,928,365
6	AKCEYCOM Ltd-IIG(ISP)		93,725	73,350	20,375
7	Always On Network BD Ltd-IIG(ISP)	909,347	2,986,991	3,199,655	696,683
8	Apple Global Tel Communications Ltd	4,047,909			4,047,909
9	Bangla Phone Ltd		86,250	86,250	-
10	Bangla Phone Ltd-IIG(ISP)	4,097,328	6,599,587	6,735,120	3,961,795
11	Bangla Tel Ltd	4,855,751	7,449,970	10,835,944	1,469,778
12	Bangla Trac Communications Ltd.	1,178,850	5,492,435	4,975,031	1,696,253
13	Bangladesh Internet Exchange LtdIIG	62,100	751,132	240,840	572,392
14	Banglaphone Ltd-Co-Location Charge	1,566,411	517,500	1,201,555	882,356
15	BD Hub Ltd-IIG	12,257,354	39,115,876	35,868,106	15,505,124
16	BD Link Communication Ltd	2,582,963	4,656,652	5,767,353	1,472,262
17	DREN/UGC-ISP	558,185	6,987,594	2,143,800	5,401,979
18	BESTEC Telecom Ltd	3,956,856		900,000	3,056,856
19	BG International Gateway Ltd	14,933,943			14,933,943
20	BG Tel Ltd.	2,002,838	7,449,970	9,097,174	355,634
21	Bharti Airtel Limited(Airtel)	761,701			761,701
22	BSNL	40,043,000	86,127,900	71,989,140	54,181,760
23	BTCL	836,782,202	254,892,418	129,752,793	961,921,827
24	BTCL-Co-Location(IPLC-SMW#4)		10,033,750		10,033,750
25	BTCL-IIG	33,442,844	21,682,165	55,125,009	(0)
26	BTCL-Power&Rack(IPLC-SMW#4)		11,429,712		11,429,712
27	BTCL-SMW#5		106,585,860	94,574,527	12,011,333
28	BTRC for DC&DR		2,346,000		2,346,000
29	BTS Communication(BD) Ltd-ISP(IIG)	86,370	854,805	808,352	132,823
30	Chittagong Online Lte-IIG(ISP)		811,625	810,479	1,146

(Amount in Tk.)

SL #	Name of Customer	Opening Balance	Addition during the year	Collection during the year	Closing Balance
31	Cybergate Ltd	6,184,973	56,740,505	53,729,549	9,195,929
32	Cybergate Ltd-IIG	163,991	1,069,155	1,030,499	202,647
33	Cybergate Ltd-SMW#5		45,031,329	39,064,839	5,966,490
34	DBL Telecom Ltd	3			3
35	Delta Infocom Ltd	4,018,358		400,000	3,618,358
36	Digicon Telecommunication Ltd	410,377	8,060,240	7,257,419	1,213,199
37	Earth Telecommunication Ltd-IIG	25,684,319	148,103,311	104,027,436	69,760,194
38	Earth Telecommunication Ltd-SMW#5		9,138,790	5,000,000	4,138,790
39	Earth Telecommunications Pvt.Ltd	973,216	13,101,542	8,550,500	5,524,258
40	Equitel Communication Ltd-IIG	91,975	634,064	712,364	13,675
41	Exabyte Ltd-IIG	111,600	550,483	405,311	256,771
42	Fiber@Home Global Ltd	10,807,671	96,623,000	82,317,335	25,113,336
43	Fiber@Home Global Ltd(ITC)	2,542,795	6,102,705	4,731,800	3,913,700
44	Fiber@Home Ltd - Power&Rack(SMW#5)		890,916		890,916
45	Fiber@Home Ltd(Power&Rack)-SMW#4		280,788		280,788
46	Fiber@Home Ltd-Co-Location Charge	5,568,876	16,699,257	3,012,914	19,255,218
47	First Communication Ltd	3,258,547			3,258,547
48	Global Fair Communication Ltd-IIG	1,314,990	1,278,859	578,445	2,015,404
49	Global Fair Communication Ltd	266,873			266,873
50	Global Voice Telecom Ltd	2,477,472	3,702,892	6,142,322	38,042
51	Greenland Technologies Ltd	100,000		100,000	(0)
52	HRC Technologies Ltd	8,114,317	7,449,970	8,040,965	7,523,322
53	InterCloud Ltd	759,967			759,967
54	I-Tel Ltd-IIG	65,550			65,550
55	Kay Telecommunication Ltd	10,478,235		1,012,390	9,465,845
56	KS Network Ltd-IIG(ISP)	1,052,919	14,593,023	11,631,591	4,014,350
57	Level 3 Carrier Ltd	13,259,652	63,460,710	50,700,321	26,020,040
58	Level 3 Carrier Ltd-IIG	28,701,560	534,460	29,236,020	-
59	Level-3 Carrier Ltd(SMW#5)		38,921,457	20,342,195	18,579,262
60	Managewell Communications Ltd	5,549,496	9,949,466	10,616,012	4,882,951
61	Mango Tele Services Ltd.	191,527,433		13,812,879	177,714,554
62	Maxnet Online	12,653,417			12,653,417
63	Maxnet Online-IIG	17,564,445	19,786,038	25,546,128	11,804,355
64	Mir Telecom Ltd.	838,394	5,515,435	5,299,089	1,054,739
65	Novocom Ltd	1,103,414	34,820,516	28,350,232	7,573,698

(Amount in Tk.)

SL #	Name of Customer	Opening Balance	Addition during the year	Collection during the year	Closing Balance
66	Novocom Ltd(ITC)	2,077,992	18,500,832	16,650,747	3,928,077
67	Novocom Ltd-IIG	2,360,661	2,055,625	2,412,111	2,004,176
68	Novotel	2,579,980			2,579,980
69	Orange Communication Ltd-IIG(ISP)	57,840		18,630	39,210
70	Planet Satellite-IIG		1,170,869	716,297	454,572
71	Platinum Communications Ltd	272,518		272,518	(0)
72	Radiant Communication Ltd	7,062,242		1,300,000	5,762,242
73	Ranks Telecom Ltd	1,072,402	5,034,732	5,207,338	899,796
74	Ratul Telecom Ltd	13,298,840		23,000	13,275,840
75	REGO Communication Ltd	3,314,080		1,771,938	1,542,142
76	Roots Communications Ltd	4,480,762	8,701,024	11,136,793	2,044,993
77	Sky Tel Communication Ltd	1,083,154		541,578	541,576
78	Skytel Communications Ltd-IIG	5,323,438	24,357,523	23,036,317	6,644,643
79	SM Communication Ltd	1,344,610			1,344,610
80	Summit Communciation - Power&Rack(5)		970,983	728,280	242,703
81	Summit Communication Ltd(ITC)	2,853,885	7,926,562	8,164,957	2,615,490
82	Summit Communication Ltd-Coloc-SMW5		3,210,065	2,366,496	843,569
83	Summit Communication Ltd-IIG	28,876,904	118,029,906	119,792,850	27,113,959
84	Summit Communication Ltd-IPLC(SMW#5)		39,589,544	29,523,210	10,066,334
85	Summit Communication Ltd-Power&Rack	228,083	1,173,000	1,142,117	258,966
86	Summit Communication-ADCN Termination	250,201	1,003,800	981,034	272,967
87	Summit Communications Ltd	9,624,399	77,288,005	67,753,463	19,158,940
88	Summit Communications Ltd-Co-Location	352,702	9,356,216	7,931,403	1,777,515
89	Teletalk Bangladesh Ltd-IIG(ISP)	721,855	9,976,621	6,602,412	4,096,063
90	Telex Ltd	18,880,608			18,880,608
91	Venus Telecom Ltd	2,206,104	3,570,082	5,776,187	-
92	Virgo Communication Ltd-IIG	103,500	356,212	459,712	(0)
93	Vision Tel Ltd	5,422,425			5,422,425
	Grand Total	1,502,697,984	1,723,167,053	1,448,017,045	1,777,847,992

Annexure-C

Bangladesh Submarine Cable Company Ltd.
Schedule of Security Deposit received from Clients
As at 30 June 2018

(Amount in Tk.)

Sl. #	Name of Customer	Opening Balance	Addition during the year	Adjustment during the year	Closing Balance
1	Aamra Technologies Ltd	10,580,000			10,580,000
2	Aamra Technologies Ltd(SMW#5)		11,605,207		11,605,207
3	ADN Telecom Ltd-IIG(ISP)	1,891,290			1,891,290
4	AKCEYCOM Ltd-IIG(ISP)		39,388		39,388
5	Always On Network BD LTD-IIG(ISP)	296,746	29,498		326,244
6	Apple Network Ltd	1,012,390			1,012,390
7	Bangla Phone Ltd(IIG)	147,591			147,591
8	Bangla Tel Ltd	4,353,276		3,664,669	688,608
9	Bangla Trac	1,012,977			1,012,977
10	Bangladesh Internet ExchangeLtdIIG	62,100			62,100
11	BanglaPhone Ltd-IIG(ISP)	550,160			550,160
12	BD Hub Ltd-IIG	2,546,100			2,546,100
13	BD Link Communication Ltd	2,299,712			2,299,712
14	BDREN/UGC-ISP		850,000		850,000
15	BG Tel Ltd	2,328,497			2,328,497
16	BTCL	8,912,611			8,912,611
17	BTS Communication(BD)Ltd-ISP	74,520			74,520
18	Chittagong Online Ltd-IIG(ISP)		132,193	66,096	66,096
19	Cybergate Ltd	3,450,000	2,185,000		5,635,000
20	Cybergate Ltd-IIG	126,615			126,615
21	Cybergate Ltd-SMW#5		3,777,980		3,777,980
22	Digicon Telecommunication Ltd	2,164,780			2,164,780
23	Earth Telecommunication Ltd-IIG	7,036,045	11,950,443		18,986,488
24	Earth Telecommunication Ltd-SMW#5		3,438,500		3,438,500
25	Earth Telecommunications PvtLtd		3,191,250		3,191,250
26	Equitel Communication Ltd-IIG	242,949	5,788		248,737
27	Exabyte Ltd-IIG	51,750		51,750	-
28	Fiber@Home Ltd	8,050,000			8,050,000
29	Fiber@Home Ltd-(ITC)	508,559			508,559
30	Fiber@Home Ltd-Co-Location	3,813,400	135,707		3,949,107

SL #	Name of Customer	Opening Balance	Addition during the year	Adjustment during the year	Closing Balance
31	Global Fair Communication Ltd-IIG	786,600			786,600
32	Global Voice Ltd	2,328,497		1,639,889	688,608
33	HRC Technologies Ltd	2,094,780			2,094,780
34	Kay Telecommunication Ltd	1,012,390		1,012,390	-
35	KS Network Ltd-IIG(ISP)	1,128,127			1,128,127
36	Level 3 Carrier Ltd	5,750,000			5,750,000
37	Level 3 Carrier Ltd-IIG		51,750	51,750	-
38	Level-3 Carrier Ltd(SMW#5)		2,556,450		2,556,450
39	Managewell Communications Ltd.	1,218,801			1,218,801
40	Mango Teleservices Ltd.	8,812,879		8,812,879	-
41	Maxnet Online-IIG	7,866,000			7,866,000
42	Mir Telecom	5,412,537			5,412,537
43	Novocom Ltd	5,294,702			5,294,702
44	Novocom Ltd(ITC)	1,541,736			1,541,736
45	Novocom Ltd-IIG	2,412,111		2,412,111	-
46	Orange Communication Ltd-IIGISP	18,630		18,630	-
47	Planet Satellite-IIG		165,347		165,347
48	Ranks Telecom Ltd	1,012,390		1,012,390	-
49	Roots Communication Ltd	896,153			896,153
50	Skytel Communications Ltd-IIG	2,206,358	56,255		2,262,613
51	Summit Communication Ltd(ITC)	836,101			836,101
52	Summit Communication Ltd-Coloc-SW#5		569,250		569,250
53	Summit Communication Ltd-IIG	8,813,025	2,681,892		11,494,917
54	Summit Communication LtdSMW5		6,230,395		6,230,395
55	Summit Communications Ltd	6,126,273	4,275,784		10,402,057
56	Summit Communications Ltd-Colocati	431,250	713,000		1,144,250
57	Teletalk BD Ltd-IIG(ISP)	345,000			345,000
58	Venus Telecom Ltd	595,014		343,957	251,057
59	Virgo Communication Ltd-IIG	51,750		51,750	-
	Grand Total	128,503,172	54,641,075	19,138,261	164,005,987

Annexure-D

Bangladesh Submarine Cable Company Limited
 Statement of Profit or Loss and Other Comprehensive Income for IIG Unit
 For the Year ended 30 June 2018

	Notes	Amount in Taka	
		30 June 2018	30 June 2017
Revenue			
Circuit Activation Charge	27	473,000	1,028,000
IP Transit Charges	28	363,271,935	404,547,160
IP Transit Service-Export	30	72,673,520	95,295,084
		436,418,455	500,870,244
Direct cost of operation			
Electricity and generator fuel		1,992,177	1,909,592
Backhaul & Data connectivity Charge	33	142,206,012	124,237,699
IP Transit Cost	34	43,827,781	85,543,385
Depreciation of core machinery (Schedule-A)		20,179,525	20,156,131
		208,205,495	231,846,807
Gross profit		228,212,960	269,023,437
Operating expenses			
General and administrative expenses		31,744,417	27,073,360
Depreciation on property, plant and equipment		1,244,671	963,516
Provision for Bad & Doubtful Debts		3,164,829	5,276,445
		36,153,918	33,313,321
Operating profit		192,059,042	235,710,116
Non-operating income			
Bank interest and other income		570,714	649,996
Profit before WPPF & WF		192,629,756	236,360,112
Provision for contribution to WPPF & WF		9,172,846	11,255,243
Profit before taxation		183,456,911	225,104,869
Less: Current tax expense		18,345,691	16,882,865
Net profit after tax		165,111,220	208,222,004
Total comprehensive income		165,111,220	208,222,004

PROXY FORM



Bangladesh Submarine Cable Company Limited

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

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 at the 10th Annual General Meeting of the Company to be held on 08th November 2018, Thursday at 11:00 AM at Trust Milonayoton, 545, Old Airport Road, Dhaka Cantonment, Dhaka-1216 or at any adjournment thereof or any ballot to be taken in consequence thereof.

Signed this day of 2018.

.....
Signature of the Proxy

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

BO ID No.

No of Shares being held

Revenue
Stamp of
Tk. 20/=

Notes:

- I). This Form of Proxy, duly completed must be deposited at least 72 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.

Note



Bangladesh Submarine Cable Company Limited (BSCCL)

Rahmans' Regnum Center (7th & 8th Floor) 191/B, Tejgaon-Gulshan Link Road, Dhaka 1208, Bangladesh
Tel: 88 02 8879192, 88 02 8879194, Fax : 88 02 8879193, Web: www.bsccl.com