Bangladesh Submarine Cables PLC

Statement of Financial Position(Un-audited)

As at 31 December 2023

Particulars	Notes	Amount in Taka	
		31 Dec. 2023	30 June 2023
ASSETS			
Non-Current Assets		**13,240,111,689**	**13,140,585,699**
Property, plant and equipment	4	5,803,218,464	6,021,293,160
Capital Work in Progress SMW-6	5	6,982,864,322	6,650,600,147
Right of Use Assets	6	39,591,811	51,469,354
Capital Work in Progress SMW-4	7	307,745,906	307,745,906
Intengible Assets	8	106,691,188	109,477,132
Current Assets		**9,220,491,043**	**7,688,620,098**
Trade and other receivables	9	3,255,408,779	3,598,168,933
Advances and deposits	10	148,268,072	123,664,951
Advance income tax	11	1,359,295,042	1,022,866,431
Advance VAT	12	6,455,362	30,328,899
Investment in shares	13	30,011,918	30,432,911
Cash and cash equivalents	14	1,197,098,799	229,962,026
Investment in FDR	15	3,223,953,071	2,653,195,948
TOTAL ASSETS		**22,460,602,732**	**20,829,205,797**
EQUITY AND LIABILITIES			
Shareholders' Equity		**14,793,140,094**	**14,025,513,555**
Share capital	16	1,649,055,100	1,649,055,100
Equity Money from GoB	17	2,852,360,790	2,522,360,790
Share premium	18	723,293,759	723,293,759
Tax holiday reserve	19	876,412,889	876,412,889
Revaluation reserve	20	993,885,406	996,929,484
Retained earnings	21	7,698,132,149	7,257,461,533
Non Current Liabilities		**5,054,249,772**	**4,511,991,461**
Deferred tax liabilities	22	599,283,366	629,158,656
Lease Liability	23	8,392,764	14,471,192
Security deposits received from clients	24	491,087,669	484,411,186
Employees' pension, gratuity, LE & provident fund	25	45,582,740	30,965,587
Long Term loan-net off current portion	26	3,909,903,232	3,352,984,839
Current Liabilities		**2,613,212,866**	**2,291,700,781**
Lease Liability-Current portion	23	11,977,651	11,624,527
Long Term loan-current portion	26	329,459,835	319,863,917
Sundry creditors	27	244,455,974	299,633,870
Unearned Revenue	28	364,178,912	390,721,598
Provision for income tax	29	1,355,988,264	960,269,166
Provision for WPPF and WF	30	82,224,422	179,082,561
Liabilities for expenses	31	61,333,080	125,950,559
Dividend Payable	32	163,594,727	4,554,582
Total Liabilities		**7,667,462,638**	**6,803,692,242**
TOTAL EQUITY AND LIABILITIES		**22,460,602,732**	**20,829,205,797**
Net Asset Value(NAV) per Share	54	**89.71**	**85.05**

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Chief Financial Officer	**Company Secretary**	**Managing Director**	**Director**	**Chairman**

Place: Dhaka, Bangladesh
Dated: 30 January 2024

Bangladesh Submarine Cables PLC

Statement of Profit or Loss and Other Comprehensive Income(Un-audited)

For the Half-Year ended 31 December 2023

Particulars	Notes	Amount in Taka		Amount in Taka	
		July-Dec-2023	July-Dec-2022	Oct-Dec.2023	Oct-Dec.2022
Revenue					
IPLC (International Private Leased Circuit) rent	33	1,929,892,080	1,961,314,309	932,466,632	1,001,923,016
Circuit activation charge	34	7,021,000	17,735,000	4,123,000	5,890,000
IP Transit service	35	406,573,603	572,854,852	188,911,511	272,948,483
Co-location charges	36	52,248,435	54,314,258	26,284,577	26,329,706
IPLC-export (SMW#5)	37	15,192,734	10,062,734	7,596,367	5,031,367
		2,410,927,853	**2,616,281,153**	**1,159,382,086**	**1,312,122,571**
Direct cost of operation					
Electricity and generator fuel	38	12,980,283	9,174,954	6,417,923	4,010,621
Landing station and cable route repair	39	453,246	1,086,894	271,864	554,655
Backhaul,data connectivity charge and Revenue Sharing	40	153,205,244	131,845,171	84,451,002	65,873,937
IP Transit cost	41	37,506,225	54,051,956	18,264,995	21,816,616
Lease rent	42	-	-	-	-
Amortization of License Fee		2,875,000	2,889,179	1,437,500	1,451,679
Depreciation of core machinery and Right of use assets	43	215,113,067	220,396,784	106,637,785	110,198,392
		422,133,066	**419,444,938**	**217,481,069**	**203,905,900**
Gross profit		**1,988,794,787**	**2,196,836,214**	**941,901,017**	**1,108,216,671**
Operating expenses					
Operation and maintenance expenses	44	96,464,170	123,143,162	32,929,474	61,784,407
General and administrative expenses	45	127,293,442	138,070,456	67,430,919	69,510,703
Provision for bad & doubtful debts	46	83,398,032	20,588,688	59,758,907	13,029,850
Depreciation on property, plant and equipment	47	16,511,027	16,495,754	9,061,546	8,258,611
Exchange fluctuation loss/(gain)		(97,066)	2,977,027	1,179,647	1,696,834
		323,569,605	**301,275,086**	**170,360,494**	**154,280,404**
Operating profit		**1,665,225,182**	**1,895,561,128**	**771,540,523**	**953,936,267**
Non-operating income/(Expenses)					
Bank interest and other income	48	120,196,938	100,771,638	69,635,271	50,648,367
Financial and Other charges	49	(58,288,258)	(63,834,357)	(28,456,524)	(31,289,231)
Gain on sale of Property, Plant & equipment		-	-	-	-
Gain/(Loss) on investment in shares	50	(420,993)	(1,088,349)	(304,825)	(382,876)
		61,487,687	**35,848,932**	**40,873,922**	**18,976,260**
Profit before WPPF & WF		**1,726,712,869**	**1,931,410,060**	**812,414,446**	**972,912,526**
Provision for contribution to WPPF & WF		82,224,422	91,971,908	38,686,402	46,329,168
Profit before taxation		**1,644,488,447**	**1,839,438,152**	**773,728,043**	**926,583,359**
Current tax expenses	51	395,719,098	412,499,984	201,694,054	208,844,960
Deferred tax (income)/expenses	52	(28,991,425)	(7,323,834)	(17,967,445)	(2,324,084)
		366,727,673	**405,176,150**	**183,726,609**	**206,520,876**
Net profit after tax		**1,277,760,774**	**1,434,262,002**	**590,001,434**	**720,062,482**
Other Comprehensive Income, net of tax					
Gain on revaluation of Property, Plant and Equipment		-	-	-	-
Total comprehensive income		**1,277,760,774**	**1,434,262,002**	**590,001,434**	**720,062,482**
Earnings Per Share (EPS) - Basic	53	**7.75**	**8.70**	**3.58**	**4.37**
Earnings Per Share (EPS) - Diluted	53.1	**6.30**	**7.07**	**2.91**	**3.55**

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director

Sd/-
Director

Sd/-
Chairman

Place: Dhaka, Bangladesh
Dated: 30 January 2024

Bangladesh Submarine Cables PLC

Statement of Changes in Equity(Un-audited)

For the Half-Year ended 31 December 2023

Particulars	Share capital	Equity money from GoB	Share premium	Tax holiday reserve	Revaluation reserve	Retained earnings	Total equity
Balance as at 01 July 2023	**1,649,055,100**	**2,522,360,790**	**723,293,759**	**876,412,889**	**996,929,484**	**7,257,461,533**	**14,025,513,555**
Transactions with shareholders:							
Net profit after tax for the Year	-	-	-	-	-	1,277,760,774	**1,277,760,774**
Amount to be distributed as dividend	-	-	-	-	-	(841,018,101)	**(841,018,101)**
Equity money from GoB	-	330,000,000	-	-	-	-	**330,000,000**
Excess Depreciation of Revalued amount net off deferred tax	-	-	-	-	(3,044,077)	3,044,077	-
Tax holiday reserve	-	-	-	-	-	-	-
Adjustment for deferred tax (FY 2023-24 Q2)	-	-	-	-	-	883,866	**883,866**
Adjustment for Sale of Revalued Assets	-	-	-	-	-	-	-
Adjustment for Tax Provision of previous years	-	-	-	-	-	-	-
Balance as at 31 Dec 2023	**1,649,055,100**	**2,852,360,790**	**723,293,759**	**876,412,889**	**993,885,406**	**7,698,132,149**	**14,793,140,094**
Balance as at 01 July 2022	**1,649,055,100**	**1,909,600,000**	**723,293,759**	**847,740,119**	**1,032,360,394**	**4,466,487,262**	**10,628,536,634**
Transactions with shareholders:							
Net profit after tax for the Year	-	-	-	-	-	-	-
Amount to be distributed as dividend (Proposed 2021-2022)	-	-	-	-	-	1,434,262,002	**1,434,262,002**
Equity money from GoB	-	300,000,000	-	-	-	-	-
Excess Depreciation of Revalued amount net off deferred tax	-	-	-	-	-	-	**300,000,000**
Tax holiday reserve	-	-	-	-	(3,045,627)	3,045,627	-
Adjustment for deferred tax (FY 2020-21)	-	-		15,587,745	-	(15,587,745)	-
Adjustment for deferred tax (FY 2022-23 Q2)	-	-	-	-	-	-	-
Adjustment for Sale of Revalued Assets	-	-	-	-	-	884,214	**884,214**
Tax Settlement for the year 2016-17	-	-	-	-	-	-	-
Balance as at 31 December 2022	**1,649,055,100**	**2,209,600,000**	**723,293,759**	**863,327,864**	**1,029,314,767**	**5,884,159,169**	**12,358,750,658**

Sd-	Sd-	Sd-	Sd-	Sd-
Chief Financial Officer	**Company Secretary**	**Managing Director**	**Director**	**Chairman**

Place: Dhaka, Bangladesh
Dated: 30 January 2024

Bangladesh Submarine Cables PLC

Statement of Cash Flows(Un-audited)

For the Half-Year ended 31 December 2023

Particulars	Notes	Amount in Taka	
		July-Dec.-2023	July-Dec.-2022
A. Cash flows from operating activities			
Cash received from clients		2,665,916,005	2,306,361,741
Cash paid to suppliers and others		(425,726,585)	(367,501,436)
Exchange fluctuation loss/ (gain)		97,066	(2,977,027)
Payroll and other payments to employees		(90,331,156)	(98,675,462)
Income tax paid		(336,428,611)	(343,787,044)
Receipts from rest house rent and others		130,003,726	804,570
Interest paid on VAT		(100,000,000)	-
Payment for WPPF		(179,082,561)	(144,048,572)
Net cash flow from operating activities	**55.1**	**1,664,447,884**	**1,350,176,770**
B. Cash flows from investing activities			
Purchase of property, plant and equipment		(5,198,018)	(11,933,239)
Investment in SMW-6 and SMW-4		(332,264,175)	(3,483,792,439)
Investment in FDR		(570,757,122)	2,058,530,317
Interest received		124,890,130	125,753,989
Payment against Lease Liabilities		(5,045,607)	-
License Acquisition Fees & Intengible Assets		(288,000)	(1,701,450)
Proceeds from disposal of Fixed Assets		-	-
Dividend received		227,072	339,286
Net cash flow from/ (used in) investing activities		**(788,435,720)**	**(1,312,803,535)**
C. Cash flows from financing activities			
Dividend paid		(681,977,956)	(70,888)
Right of Use Assets		-	-
Financial charges		(123,411,748)	-
Equity money received		330,000,000	300,000,000
Loan Receipts from GoB		670,000,000	450,000,000
Unclaimed IPO subscription Paid		-	-
Loan repaid		(103,485,689)	-
Net cash flow from/(used in) financing activities		**91,124,608**	**749,929,112**
Net surplus/ deficit during the Year (A+B+C)		967,136,772	787,302,346
Cash and cash equivalents at beginning of the year		229,962,026	210,798,631
Cash and cash equivalents at end of the year	**14**	**1,197,098,798**	**998,100,977**
Net Operating Cash Flows Per Share (NOCFPS)	**55**	**10.09**	**8.19**

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Chief Financial Officer	**Company Secretary**	**Managing Director**	**Director**	**Chairman**

Place: Dhaka, Bangladesh
Dated: 30 January 2024

Bangladesh Submarine Cables PLC (BSCPLC)

Notes to the Financial Statements

For the Year ended 31 December 2023

1. Reporting entity

1.1 The Company

Bangladesh Submarine Cables PLC (BSCPLC) (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 period 2010-2011, the Company converted the denomination of its shares from Taka 100 to Taka 10 and accordingly, the 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 People's Republic of Bangladesh and represented by various Government Ministries.

The Company originated from the Bangladesh Telegraph and Telephone Board (BTTB) with all assets situated at Zilonjha, Cox's Bazar, the Landing Station. Before origination, a project namely "Establishment of International Telecommunication System through Submarine Cable" was undertaken by BTTB by participating in an international agreement with an International Consortium, namely, SEA-ME-WE 4 (South East Asia Middle East Western Europe). The Company established the 2nd Submarine Cable system at Kuakata, Patuakhali, Bangladesh through another consortium named SEA-ME-WE-5-(South East Asia Middle East Western Europe).

1.2 Nature of Business

The principal activities of the Company are to provide high-capacity bandwidth through Submarine Cable to all operators (IGW, IIG, ISP etc.) that are delivering high-capacity voice and data bandwidth to all the important places in Bangladesh so that all types of end customers can get the benefit of all the Telecom and IT related services.

2. Basis of Preparation of Financial Statements

2.1 Statement on Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act, 1994, Securities and Exchange Rules, 1987, and other relevant laws applicable in Bangladesh.

2.2 Other Regulatory Compliances

The Company is also required to comply with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations in Bangladesh:

- The Income Tax Ordinance, 1984
- The Income Tax Rules, 1984
- Income Tax Act 2023
- The Value Added Tax and Supplementary Duty Act, 2012
- The Value Added Tax and Supplementary Duty Rules, 2016
- The Customs Act, 1969
- The Stamp Act, 1899
- The Bangladesh Securities and Exchange Commission Act, 1993
- The Bangladesh Securities and Exchange Commission Rules, 1987
- DSE/CSE Rules
- Listing Regulations, 2015
- Bangladesh Labour Act, 2006(as amended to 2013).
- Financial Reporting Act, 2015.

2.3 Basis of Measurement

The financial statements have been prepared on a historical cost basis except for certain assets such as Property, Plant & Equipment which are stated at the revalued amount (fair market value) as explained in the accompanying notes (Note- 3.1) and equity instruments which are stated at fair value as explained in the accompanying notes (Note- 3.7).

2.4 Accrual Basis of Accounting

Bangladesh Submarine Cables PLC (BSCPLC) prepares its financial statements, except for cash flow information, using the accrual basis of accounting. Since the accrual basis of accounting is used, the company recognizes items as assets, liabilities, equity, income, and expenses (the elements of financial statements) when they satisfy the definitions and recognition criteria for those elements in the IAS or IFRS conceptual Framework.

2.5 Presentation of Financial Statements

The presentation of these financial statements is in accordance with the guidelines provided by **IAS 1: Presentation of Financial Statements**. The financial statements comprise of:

(a) Statement of Financial Position as at 31 December 2023.
(b) Statement of Profit or Loss and Other Comprehensive Income for the period ended 31 December 2023.
(c) Statement of Changes in Equity for the period ended 31 December 2023.
(d) Statement of Cash Flows for the period ended 31 December 2023.
(e) Notes, comprising summary of significant accounting policies and other explanatory information.

2.6 Functional and Presentation Currency

Functional and presentation currency items included in these financial statements are measured using the currency of the primary economic environment in which the company operates ('the functional currency'). These financial statements are presented in Bangladesh Taka ("BDT") which is also the functional currency of the company. The amounts in these financial statements have been rounded off to the nearest BDT except otherwise indicated.

2.7 Use of Estimates and Judgments

The preparation of financial statements, in conformity with International Financial Reporting Standards and International Accounting Standards, 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, and for contingent assets and liabilities that require disclosure, during and at the date of the financial statements.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected as required by **IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors.**

2.8 Materiality, Aggregation and Offsetting

Each material item considered by management as significant has been displayed separately in the financial statements. No amount has been set off unless the Company has the legal right to set off the amounts and intends to settle them on a net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards. The value of assets or liabilities as shown in the statement of financial position are not offset by way of deduction from another liability or asset unless there exists a legal right thereof. No such incident existed during the period.

2.9 Going Concern Assumption

As per IAS-1 Para 25, a company is required to assess at the end of each year, its capability to continue as a going concern. Accordingly, the management of the Company makes such an assessment each year. As per management assessment, there are no material uncertainties related to events or conditions which may cast significant doubt upon the Company's ability to continue as a going concern.

There is no indication of a decline in economic activity in terms of demand for services that BSCPLC provides due to the severity of COVID-19, which could have had a negative impact on the future business and cash flows of the Company. In fact, the opposite happened; as a result of COVID-19, the industry boomed because online activities using Internet bandwidth grew rapidly.

2.10 Reporting Period

The reporting period of the Company covers 6 (Six) months from 01 July 2023 to 31 December 2023.

2.11 Comparative Information

Comparative information has been disclosed in respect of 01 July 2023 to 31 December 2023 in accordance with **IAS 01: Presentation of Financial Statements** for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for the understanding of financial statements of the current period. Prior year figures have been rearranged wherever considered necessary to ensure comparability with the current year.

3. Significant Accounting Policies

3.1 Property, Plant and Equipment

Recognition and Measurement

An item shall be recognized as property, plant and equipment if, and only if, it is probable that future economic benefits associated with the item will flow to the entity, and the cost of the item can be measured reliably.

Up to the financial period 30 June 2020, after recognition, items of property, plant and equipment are measured at cost, less accumulated depreciation, as per **IAS 16: Property, Plant and Equipment.**

BSCPLC follows the Revaluation model instead of the Cost model regarding measurement, after the recognition of assets from the Year 2020-2021. As such, after recognition as an asset, items of property, plant and equipment whose fair value can be measured reliably shall be carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses from the Year 2020-2021 as per **IAS 16: Property, Plant and Equipment.**

The cost of an item of property, plant and equipment comprises its purchase price, import duties and non-refundable taxes, after deducting trade discounts and rebates, and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the intended manner. The cost also includes the cost of replacing part of the Property, Plant and Equipment and borrowing costs for long-term debt availed for the construction/ implementation of the Property, Plant and Equipment if the recognition criteria are met.

The cost of self-constructed assets includes the cost of material and direct labor and other costs directly attributable to bringing the assets to a working condition inclusive of inward freight, duties and non-refundable taxes for their intended use.

Subsequent Costs

The subsequent expenditure is only capitalized as part of assets when the useful life or economic benefit or both of that asset is increased, provided that the future economic benefits embodied within the part will probably flow to the company and its cost can be measured reliably. The costs of day-to-day servicing of property, plant and equipment are recognized in the Statement of Profit or Loss and Other Comprehensive Income as 'Repair and Maintenance' when it is incurred.

Depreciation on Non-current Assets

Depreciation is provided to amortize the cost of the assets after commissioning, over the period of their expected useful life, in accordance with the provision of **IAS 16 Property, Plant and Equipment.** Depreciation is charged on additions made during the year for the full year in which those assets are put into "ready-for-use" and on which depreciation is charged on a straight-line basis. Depreciation is charged on all the fixed assets except land and land development cost at the following rates according to the estimated life disclosed in the valuation report.

Name of Assets	Depreciation rate	Basis
Core equipment-IPLC-SMW-4	10%	Straight line
Core equipment-IIG	14.29%	Straight line
Core equipment-IIG(Foreign/Singapore)	10%	Straight line
Core equipment-IPLC-SMW-5	5.00%	Straight line
Building -SMW-5	2.70%	Straight line
Electrical Installation	20%	Straight line
Building-SMW-4	4.00%	Straight line
Building-Low-cost Quarter	2.50%	Straight line
Floor development	4.00%	Straight line
Security barrack& security wall	4.00%	Straight line
Fire Extinguishing, Protection and Detection System	10%	Straight line
Deep tube-well & pump house-SMW-4	-	Straight line
Deep tube-well & pump house-SMW-5	-	Straight line
500 KV sub-station-SMW-4	11.11%	Straight line
500 KV sub-station-SMW-5	3.13%	Straight line
Power system-SMW4	16.67%	Straight line
Generator-500KVA(SMW#5)	8.33%	Straight line
Power system-SMW5	5.88%	Straight line
Power System-IIG	33.33%	Straight line
Boundary wall-SMW-4	3.85%	Straight line
Boundary wall-SMW-5	2.70%	Straight line
Ducting from beach manhole-SMW-4	9.09%	Straight line
Ducting from beach manhole-SMW-5	6.25%	Straight line
Vehicles	10.00%	Straight line
Office equipment and furniture	5-10%	Straight line
Co-Location point-SMW-4	25.00%	Straight line
Co-Location point-SMW-5	5.88%	Straight line
Office decoration	10%	Straight line
Water Treatment Plant & Others	20%	Straight line
Surveillance System	20%	Straight line

Depreciation methods, useful lives and residual values are reviewed after each reporting period.

Revaluation of Property, Plant and Equipment

As per **IAS 16: Property, Plant and Equipment** Paragraph 34, "the frequency of revaluations depends upon the changes in fair value of the items of property, plant and equipment being revalued. When the fair value of a revalued asset differs materially from it's carrying amount, a further revaluation is required. Some items of property, plant and equipment experience significant and volatile changes in fair value, thus necessitating annual revaluation. Such frequent revaluations are unnecessary for items of property, plant and equipment with only insignificant changes in fair value. Instead, it may be necessary to revalue the item only every three or five years".

To comply with the above paragraph, the Company made its first valuation of the land at Cox's Bazar on 30 June 2011 by an independent valuer to reflect the fair value (prevailing market price) there of following "both Depreciated Replacement Costs and Revaluation Method".

Details of Revaluation of Property, Plant and Equipment:

(Amount in Taka)

Particulars of the assets	Name of the Valuer	Qualification of the Valuer	Date of Revaluation	Carrying amount of Assets	Value of Assets after revaluation	Revaluation Surplus
Land and Land Development	A B SAHA & CO.	Chartered Accountants	June 30, 2011	170,391,471	352,300,000	181,908,529
Total:				**170,391,471**	**352,300,000**	**181,908,529**

Other Non-Current Assets were kept outside the scope of the revaluation works. These are expected to be realizable at written down value (WDV) as mentioned in the Statement of Financial Position of the Company

A further revaluation was done by another professional valuer named Hussain Farhad & Co, Chartered Accountants. Valuation work was carried out by visiting, surveying, identifying and verifying the assets physically, of all offices of BSCPLC considering a cutoff date for valuation as on 30 June 2020. At the time of valuation, the valuer firm considered the following guidelines:

a) Valuation Guideline for listed companies provided by Bangladesh Securities and Exchange Commission (No. SEC/CMRRCD/2009-193/150/Admin dated August 18, 2013;
b) International Accounting Standard-16 (IAS-16) Property, Plant and Equipment.
c) International Financial Reporting Standard-13 (IFRS-13) Fair Value Measurement.
d) PWD's rates 2018.
e) Procurement Procedures of BSCPLC; and
f) Relevant purchase documents of BSCPLC.

The valuer firm followed replacement value or fair value method for valuation of fixed assets and straight-line method was followed for the computation of depreciation and to find out the estimated evaluated value of respective fixed assets as on 30 June 2020.

Details of Revaluation of Property, Plant and Equipment:

(Amount in Taka)

Particulars of the assets	Name of the Valuer	Qualification of the Valuer	Date of Revaluation	Carrying amount of Assets	Value of Assets after revaluation	Revaluation Surplus
Property Plant and Equipment	Hussain Farhad& Co	Chartered Accountants	June 30, 2020	6,484,407,739	7,224,238,645	739,830,906
Total (Net off revaluation loss)				**6,484,407,739**	**7,224,238,645**	**739,830,906**

The increase in the carrying amount of revalued assets is recognized as a separate component of equity as Revaluation Reserve. There was a revaluation reserve of Tk.164,654,032 at the formation of the company. Revaluation reserve has been shown after adjustment of related Deferred Tax.

Impairment

The carrying amounts of property, plant and equipment are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. If any such indication exists, recoverable amount is estimated to determine the extent of the impairment loss, if any. Impairment loss is recorded on judgmental basis, for which provision may differ in the future periods based on the actual experience.

Disposal of Property, Plant and Equipment

An item of Property, Plant and Equipment is removed from the statement of financial position when it is disposed of or when no future economic benefits are expected from its use or disposal. The gain or loss on the disposal of an item of Property, Plant and Equipment is included in the statement of profit or loss of the period in which the de-recognition occurs.

3.2 Intangible Assets and Research and Development Expenditure

Intangible assets are stated at cost, less provisions for amortization and impairments, if any. License, patents, know-how and marketing rights acquired are amortized over their estimated useful lives, using the straight-line method, from the time they are available for use. The cost of acquiring and developing computer software for internal use and internet sites for external use are capitalized as intangible assets where the software or site supports a significant business system and the expenditure leads to the creation of a durable asset.

In compliance with the requirements of **IAS 38: Intangible assets**, research, development and experimental costs are usually absorbed as revenue charges as and when incurred. However, the research and development expenditures that is definite to yield benefit to the Company and is material in the Company's and/ local context, are capitalized as per **IAS 38: Intangible Assets**.

3.3 Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds as per **IAS 23: Borrowing Costs**.

3.4 Authorization Date for Issuing Financial Statements

The financial statements were authorized by the Board of Directors on 30 January 2024 for issue after completion of review.

3.5 Revenue from Contract with Customers

The Company recognizes as revenue, the amount that reflects the consideration to which the Company expects to be entitled in exchange of services, when (or as) it transfers control to the customer. To achieve that core principle, IFRS-15 establishes a five-step model as follows:

- Identify the contract with a customer;
- Identify the performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations in the contract; and
- Recognize revenue when (or as) the entity satisfies a performance obligation.

Considering the five-step model, the Company recognizes revenue when (or as) the Company satisfies a performance obligation by transferring a promised service to a customer. Service is considered as transferred when (or as) the customer obtains control of that service. Revenue from the sale of service is measured at the fair value of the consideration received or receivable net of returns and allowances, trade discounts, rebates and Value Added Tax (VAT). Where the amounts received or receivable from customers exceeded the revenues recognized for contracts, contract liabilities or advance billings are recognized in the statement of Financial Position as Unearned Revenue. Contract liabilities or advance billings are recognized as revenue when services are provided to customers satisfying the performance obligation.

Revenues primarily comprise of:

1. IPLC Rent
2. Circuit Activation Charge
3. IP Transit Service
4. Co-location Charges
5. IP Transit Service-Export
6. IPLC – export

3.5.1 Revenue from International Private Leased Circuit (IPLC) Rent

Revenue from IPLC rent is recognized over the period of time (i.e., monthly) through satisfying the performance obligation as the customer simultaneously receives and consumes the services provided by BSCPLC as it promises to perform in the contract.

3.5.2 Revenue from Circuit Activation Charge

Circuit Activation Charge is a non-recurring service mostly comprised of registration and installation services provided by BSCPLC. This charge is imposed to clients for the activation of new circuits in the form of Registration and Installation charge through demand notes. Revenue from this charge is recognized at a certain point in time when the services or benefits are passed to the customers.

3.5.3 Revenue from IP Transit Service Fees

IP Transit Service Charges for providing internet bandwidth to IIGs and ISPs are made on a recurring basis. Invoice regarding IP Transit service is generated at the beginning of each month but the revenue is recognized over the period of time (i.e., monthly) by satisfying the performance obligation as the customer simultaneously receives and consumes the services provided by BSCPLC as promised in the contract.

3.5.4 Revenue from Co-location Charges

Revenue from Co-location Charges arises for using BSCPLC's resources by the customers on a recurring basis at Cox's Bazar, Kuakata, and Dhaka. Invoice regarding Co-location service is generated at the beginning of each month but the revenue is recognized over the period of time (i.e., monthly) by satisfying the performance obligation as the customer simultaneously receives and consumes the services provided by BSCPLC as promised in the contract.

3.5.5 Revenue from IP Transit Service – Export

IP Transit Service - Export represents IP transit services provided to international customer, Bharat Sanchar Nigam Limited (BSNL) on a recurring basis. Invoice regarding IP Transit service is generated at the beginning of each quarter in advance but the revenue is recognized over the period of time (i.e. monthly) by satisfying the performance obligation as the customer simultaneously receives and consumes the services provided by BSCPLC as promised in the contract.

In case of revenue recognition, BSCPLC Management applied their judgment that due to COVID-19, there is no possibility of cancellation of orders and modification of contractual arrangement with customers regarding return, discount and timing of transferring risk and reward due to supply chain disruption before recognizing revenue as per IFRS-15.

3.5.6 Revenue from IPLC – Export

This represents partial recognition of total amount received from Saudi Telecom Company against transfer of capacity equivalent to 25.31% of BSCPLC's capacity between Yanbou-Toulon-Marseilles segments based on IRU and also partial recognition of total amount received from Orange, France against transfer of 0.13x100G capacity between Equinix, Singapore and Marseilles France based on IRU considering the remaining cable life (i.e.16 years) of SMW-5 to comply the criteria mentioned in the IFRS-15.This amount also includes the partially recognized portion of total billed amount under the agreement between BSCPLC and Telekom Malaysia to lease the Lit-up Capacity between Djibouti and Marseilles France based on the agreement period following the guidelines of IFRS-15.

3.5.7 Revenue from Investment Income

(a) Interest income

Interests on bank deposits have been accounted for on an accrual basis.

(b) Dividends

Dividend Income is recognized when the company's right to receive the payment is established or after receipt of dividend, which is generally when shareholders approve the dividend.

3.6 Leases

Financial Reporting Principles **IFRS 16: Leases** effective from annual periods beginning on or after January 1, 2019 has significantly changed how the company accounts for its lease contracts. Before the adoption of IFRS 16, all lease contracts were classified as operating leases. IFRS 16 requires all contracts that contain a lease to be recognized in the statement of financial position as a right-of-use asset and lease liability. Only certain short-term and low-value leases are exempt. In such cases, the lease payments associated with those leases as an expense are on either a straight-line basis over the lease term or on another systematic basis in the statement of profit or loss and other comprehensive income.

In compliance with the standard, BSCPLC has elected to recognize right of use assets and lease liabilities. The company recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term of three years based on the lease agreement signed on 21st day of June 2022 between Sony Chocolate Industries Ltd. and Bangladesh Submarine Cables PLC with effect from 1st September 2022.

3.7 Financial Instruments

IFRS 9 sets out requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces **IAS 39 Financial Instruments: Recognition and Measurement**.

The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below.

Classification and Measurement of Financial Assets and Financial Liabilities

IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities. However, it eliminates the previous IAS 39 categories for financial assets of held to maturity, loans and receivables and available for sale.

The adoption of IFRS 9 has not had a significant effect on the company's accounting policies related to financial liabilities. The impact of IFRS 9 on the classification and measurement of financial assets is set out below.

Under IFRS 9, on initial recognition, a financial asset is classified as measured at: Amortized Cost; Fair Value through Other Comprehensive Income (FVOCI) – debt investment; Fair Value through Other

Comprehensive Income (FVOCI) – equity investment; or Fair Value through Profit or Loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. Derivatives embedded in contracts where the cost is a financial asset in the scope of the standard are never separated. Instead, the hybrid financial instrument as a whole is assessed for classification.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

a. it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
b. its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

a. it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and

b. its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the company may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an investment-by-investment basis.

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL. A financial asset (unless it is a trade receivable without a significant financing component that is initially measured at the transaction price) is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition.

The following accounting policies apply to the subsequent measurement of financial assets.

Financial Assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in profit or loss.

These assets are subsequently measured at amortized cost using the effective interest method. The amortized cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in profit or loss. Any gain or loss on de-recognition is recognized in profit or loss. Trade receivables are classified as financial assets measured at amortized cost.

Debt Investments at FVOCI

These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognized in profit or loss. Other net gains and losses are recognized in OCI. On de-recognition, gains and losses accumulated in OCI are reclassified to profit or loss.

Equity Investments at FVOCI

These assets are subsequently measured at fair value. Dividends are recognized as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in OCI and are never reclassified to profit or loss.

Impairment of Financial Assets

IFRS 9 replaces the 'incurred loss' model in IAS 39 with an 'expected credit loss' (ECL) model. The new impairment model applies to financial assets measured at amortized cost, contract assets and debt investments at FVOCI, but not to investments in equity instruments.

The financial assets at amortized cost consist of trade receivables, cash and cash equivalents, and corporate debt securities. The Company measures loss allowances at an amount equal to ECL from trade receivables.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward-looking information.

The Company considers a financial asset to be in default when the debtor is unlikely to pay its credit obligations to the company in full, without recourse by the company to actions such as realizing security (if any is held).

Presentation of Impairment

Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets. For debt securities at FVOCI, the loss allowance is recognized in OCI, instead of reducing the carrying amount of the asset.

Impairment losses related to trade receivables and others, including contract assets, are presented separately in the notes to the financial statement.

3.8 Cash and Cash Equivalents

Cash and Cash Equivalents consist of cash on hand and with banks on current accounts and deposit accounts which are held and available for use by the company without any restriction. There is insignificant risk of change in the value of the same.

3.9 Earnings Per Share (EPS)

Earnings Per Share (EPS) are calculated in accordance with the International Accounting Standard **IAS 33: Earnings Per Share.**

Basic Earnings per Share

Basic Earnings per Share is calculated by dividing the profit or loss attributable to ordinary equity holders of the entity by the weighted average number of ordinary shares outstanding during the period.

Diluted Earnings per Share

For the purpose of calculating Diluted Earnings per Share, an entity adjusts profit or loss attributable to each ordinary equity holder of the entity, and the weighted average number of shares outstanding, for the effects of all dilutive potential ordinary shares. Diluted EPS is only calculated where the company has a commitment to issue ordinary shares in the future at the reporting date. There is a commitment to issue shares to the Ministry of Posts, Telecommunication and Information Technology against equity money received for an amount of Tk. 285.24 crore.

According to the consent of the Finance Division of the Ministry of Finance, Posts and Telecommunications Division and recommendations of the Audit Committee of BSCPLC, the Board of Directors of BSCPLC in its 215th BoD meeting decided to issue 2,21,33,333 ordinary shares in favor of the Secretary, Posts and Telecommunications division @ Tk.75 (Tk. 65 as Premium per Share, Face Value Tk. 10 per Share) against Equity Money of Tk.166 crore received in the Year 2015-16 and 2016-17 (Tk.140 Crore received as equity money during the Year 2015-2016 and Tk. 26 Crore received as equity money during the Year 2016-2017).Please note that the above issuance is subject to the approval of the shareholders and the Bangladesh Securities and Exchange Commission.

The rest of the potential shares of 1,58,98,144 against received Tk. 24.96, Tk. 61.27 and Tk. 33.00 crore during the Year 2021-22, 2022-23 and 2023-24 respectively as equity from Government for

implementing the project named Installation of 3rd Submarine Cable for expansion of International Telecommunications System of Bangladesh has also been calculated considering issue price of Tk.75 (Tk. 65 as Premium per Share, Face Value Tk. 10 per Share) based on the previous consent of the Finance Division of Ministry of Finance, Posts and Telecommunications Division, recommendations of Audit Committee of BSCPLC along with the decision of the Board of Directors of BSCPLC .

3.10 Foreign Currency Transactions

Foreign currency transactions are recorded, on initial recognition in the functional currency at the spot exchange rate ruling at the transaction date.

At the end of each reporting period in compliance with the provision of **IAS 21: The Effects of Changes in Foreign Exchange Rates**.

a) Foreign currency monetary items are translated using the closing rate.

b) Non-monetary items that are measured in terms of historical costs in a foreign currency are translated using the exchange rate at the date of the transaction.

c) Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rate at the date when the fair value is determined.

Exchange differences arising on the settlement of monetary items or on translating monetary items at a rate different from those at which they were translated on initial recognition during the period or in previous financial statements is recognized in profit or loss in the period in which they arise.

3.11 Employee Benefits

The company maintains defined contribution plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions set forth in the respective trust deeds and rules. The plan is funded and recognized/approved under the Income Tax Ordinance 1984.

(a) Defined Contribution Plan (Provident fund)

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions to a separate entity and has no legal or constructive obligation to pay further amounts. BSCPLC has a separate recognized provident fund scheme. All permanent employees of BSCPLC contribute 10% of their basic salary to the provident fund and the company makes matching contributions.

(b) Defined Benefit Plan (Gratuity)

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The employee gratuity plan is considered a defined benefit plan as it meets the recognition criteria. The company's obligation is to provide the agreed benefits to current and former employees.

(c) Short-term Employee Benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

3.12 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: Note No. 08.01.0000.035.01.0021.2013 dated 12 February 2014) for 10 periods effective from 01 July 2013 to 30 June 2023 under section 46(c) of ITO 1984 in the following manner:

Period	Tax exemption rate
First two periods (1 July 2013 to 30 June 2015)	100%

Third period (1 July 2015 to 30 June 2016)	80%
Fourth period (1 July 2016 to 30 June 2017)	70%
Fifth period (1 July 2017 to 30 June 2018)	60%
Sixth period (1 July 2018 to 30 June 2019)	50%
Seventh period (1 July 2019 to 30 June 2020)	40%
Eighth period (1 July 2020 to 30 June 2021)	30%
Ninth period (1 July 2021 to 30 June 2022)	20%
Tenth period (1 July 2022 to 30 June 2023)	10%

3.13 Accruals, Provisions and Contingencies

(a) Accruals

Accruals are liabilities to pay for services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amounts due to employees. Accruals are reported as part of Trade and other payables.

(b) Provisions

A provision is recognized in the statement of financial position when the company has a legal or constructive obligation as a result of a past event, an outflow of economic benefits will probably be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the reporting date. Where the company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income statement net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost. During the reporting period the company has made sufficient provisions where applicable.

(c) 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 but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability.

A contingent asset is a 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 company. At the reporting date, the company does not have any contingent asset.

3.14 Statement of Cash Flows

The Statement of Cash Flows has been prepared in accordance with the requirements of **IAS 7: Statement of Cash Flows**. The cash generated from operating activities has been reported using the Direct Method and Indirect Method as prescribed by the Securities and Exchange Rules,1987 and as the benchmark treatment of IAS 7 whereby major classes of gross cash receipts and gross cash payments from operating activities are disclosed.

3.15 Related Party Disclosures

As per International Accounting Standards **IAS 24: Related Party Disclosures,** parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties. Related party disclosures have been given in Note-56.

3.16 Income Tax

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in profit or loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity in accordance with **IAS 12: Income Tax.**

(a) Current Tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous periods. The tax rate used for the reporting period was 22.5% as a publicly traded company.

(b) Deferred Tax

Deferred tax is recognized as income or an expense amount within the tax charge, and included in the net profit or loss for the period. Deferred tax relating to items dealt with as Other Comprehensive income (such as a revaluation) is recognized as tax relating to Other Comprehensive income within the statement of Profit or Loss and Other Comprehensive income.

Taxable Temporary difference

A deferred tax liability is recognized for all taxable temporary differences, except to the extent that the deferred tax liability arises from the initial recognition of goodwill; or the initial recognition of an asset or liability in a transaction which is not a business combination; and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

Revaluations to fair value – Property, Plant and Equipment

The revaluation does not affect taxable profits in the period of revaluation and consequently, the tax base of the asset is not adjusted. Hence a temporary difference arises. This is provided for in full based on the difference between the carrying amount and tax base. An upward revaluation therefore gives rise to a deferred tax liability.

Deductible temporary difference

A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized unless the deferred tax asset arises from the initial recognition of an asset or liability in a transaction that is not a business combination; and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

3.17 Events after the Reporting Period

Events after the reporting period that provide additional information about the company's position at the statement of financial position date are reflected in the financial statements as per International Accounting Standards **IAS 10: Events after the Reporting Period.**

All material events occurring after the balance sheet date have been considered and where necessary, adjusted for or disclosed.

Compliance with financial reporting standards as applicable in Bangladesh:

The Company as per Para-12 of Securities & Exchange Rule-1987, has prepared the financial statements in accordance with the following International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB).

IAS No.	IAS Title	Compliance Status
1	Presentation of Financial Statements	Complied
2	Inventories	Not applicable
7	Statement of Cash Flows	Complied

IAS No.	IAS Title	Compliance Status
8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
10	Events after the Reporting Period	Complied
12	Income Taxes	Complied
16	Property, Plant & Equipment	Complied
19	Employee Benefits	Complied
20	Accounting for Government Grants and Disclosure of Government Assistance	Not applicable
21	The Effects of Changes in Foreign Exchange Rates	Complied
23	Borrowing Costs	Complied
24	Related Party Disclosures	Complied
26	Accounting and Reporting by Retirement Benefit Plans	Not applicable
27	Separate Financial Statements	Not applicable
28	Investments in Associates and Joint Ventures	Not applicable
29	Financial Reporting in Hyperinflationary Economics	Not applicable
31	Interest in Joint Ventures	Not applicable
32	Financial Instruments: Presentation	Complied
33	Earnings per Share	Complied
34	Interim Financial Reporting	Complied
36	Impairment of Assets	Complied
37	Provisions, Contingent Liabilities and Contingent Assets	Complied
38	Intangible Assets	Complied

IFRS No.	IFRS Title	Compliance Status
1	First-time adoption of International Financial Reporting Standards	Not applicable
2	Share-based Payment	Not applicable
3	Business Combinations	Not applicable
4	Insurance Contracts	Not applicable
5	Non-current Assets Held for Sale and Discontinued Operations	Not applicable
6	Exploration for and Evaluation of Mineral Resources	Not applicable
7	Financial Instruments: Disclosures	Complied
8	Operating Segments	Not applicable
9	Financial Instruments	Complied
10	Consolidated Financial Statements	Not applicable
11	Joint Arrangements	Not applicable
12	Disclosure of Interests in other Entities	Not applicable
13	Fair Value Measurement	Complied
14	Regulatory Deferral Accounts	Not applicable
15	Revenue from Contracts with Customers	Complied
16	Leases	Complied
17	Insurance Contracts	Not applicable

Notes	Particulars	Amount in Taka	
		31 Dec. 2023	30 June 2023
4	**Property, plant and equipment: Tk. 5,803,218,464**		
	The break-up of the above amount is as follows:		
	Cost/ revaluation (A)		
	Opening balance	10,528,847,259	10,469,504,945
	Add: Addition during the period	1,671,856	59,342,314
	Less: Adjustment during the period	-	-
		10,530,519,115	10,528,847,259
	Accumulated Depreciation (B)		
	Opening balance as reported	4,507,554,099	4,027,969,137
	Add: Charged during the period	219,746,551	479,584,961
		4,727,300,651	4,507,554,099
	Less: Adjustment during the period	-	-
		4,727,300,651	4,507,554,099
	Written Down Value (A-B)	5,803,218,464	6,021,293,160

A schedule of property, plant & equipment is given in **Annexure-A.** Adjustment in Cost and Accumulated Depreciation is for non-current asset property plant & equipment.

5	**Capital Work in Progress SMW-6: Tk. 6,982,864,322**		
	The break-up of the above amount is as follows:		
	Opening Balance	6,650,600,147	1,591,351,700
	Add: Addition during the period	332,264,175	5,059,248,447
	Closing Balance	6,982,864,322	6,650,600,147

During the period an amount of USD 30,00,000.00 eqivalent Tk.33,22,64,175.00 has been paid to Consortium as Core Segment Capital Cost.During the year 2022-2023 an amount of USD 5,04,99,615.01 equivalent Tk. 505,92,48,446.60 has been paid to Consortium as Core Segment Capital Cost .During the year 2020-2021 an amount of USD 47,664.38 equivalent Tk.4,048,086 has been paid as SMW6 Pre C&MA under MOU cost. The amount of Capital Work in progress includes Tk.1,587,303,614 (USD 173,49,421.14) which has been paid as Core Segment Capital Cost during the year 2021-2022.The total Capital Work in Progress cost will be recognised as asset after completion of the project.

6	**Right of use Asstets: Tk. 39,591,811**		
	The break-up of the above amount is as follows:		
	A. Cost		
	Opening Balance	71,265,259	-
	Add: Addition during the period	-	71,265,259
	Total Cost	71,265,259	71,265,259
	A. Accumulated Depreciation		
	Opening Balance	19,795,905	-
	Add: Depreciation during the period	11,877,543	19,795,905
	Total Accumulated Depreciation	31,673,448	19,795,905
	Written Down Value (WDV)	39,591,811	51,469,354

7	**Capital Work in Progress SMW-4: Tk. 307,745,906**		
	The break-up of the above amount is as follows:		
	Opening Balance	307,745,906	-
	Add: Addition during the period	-	307,745,906
	Closing Balance	307,745,906	307,745,906

During the year 2022-2023 an amount of USD 31,80,438.47 equivalent Tk.30,77,45,906 has been paid for 6th Upgradatiion of SMW-4 Cable System.The total Capital Work in Progress cost will be recognised as asset after completion of upgradation.

8	**Intangbile Assets: Tk. 106,691,188**		
	The break-up of the above amount is as follows:		
	Cost/ revaluation (A)		
	Opening balance		
	License	115,000,000	115,000,000
	Software:		-
	i) Billing Software	1,701,450	
		116,701,450	115,000,000
	Add: Addition during the period (BoD & Inventory Management Software)	288,000	1,701,450
		116,989,450	116,701,450
	Accumulated Amortization (B)		
	Opening balance as reported	7,224,318	1,134,028
	Add: Charged during the period		
	On License	2,875,000	5,750,000
	On Software:		
	Billing Software	170,145	340,290
	BoD & Inventory Management Software	28,800	-
		10,298,263	7,224,318
	Written Down Value (A-B)	106,691,188	109,477,132

The amount Tk.11,50,00,000 has been recognised as Intangible Assets for License issued on 19 April 2022 from BTRC named Build, Operate and Maintain Submarine Cable Systems and Services. A portion of the License Acquisition Fee has been amortised considering the validity of the license of 20 years. Cost of Software has been amortised considering 20% per year according the Income Tax Act 2023.

Notes	Particulars		Amount in Taka	
			31 Dec. 2023	30 June 2023
9	**Trade and other receivables: Tk. 3,255,408,779**			
	The break-up of the above amount is as follows:			
	Trade receivables: Tk. 3,081,389,642	(Note: 9.1)	3,081,389,642	3,389,225,805
	Other receivables: Tk. 174,019,138	(Note: 9.2)	174,019,138	208,943,128
	Total		**3,255,408,779**	**3,598,168,933**
9.1	**Trade receivables: Tk. 3,081,389,642**			
	The break-up of the above amount is as follows:			
	Opening Balance		3,821,951,543	3,071,734,374
	Adjustment due to restatement		-	-
			3,821,951,543	3,071,734,374
	Add: Addition during the period		2,650,755,967	5,562,003,920
			6,472,707,510	8,633,738,295
	Less: Collection/Adjustment during the year		(2,875,194,098)	(4,811,786,751)
	Closing Balance		3,597,513,412	3,821,951,543
	Less: Provision for bad and doubtful debts			
	Opening Balance		432,725,738	392,290,777
	Add: Addition during the period		83,398,032	40,434,961
			516,123,770	432,725,738
			3,081,389,642	3,389,225,805
	The above receivable includes			
9.2	**Other receivables: Tk. 174,019,138**			
	The break-up of the above amount is as follows:			
	Dividend		3,150	3,150
	ICB Securities Trading Co. Ltd.		415,231	415,231
	Orange		454,643	454,643
	TM Technology Services SDN BHD		29,304,700	158,148,389
	Receivable from BTCL against Interest on VAT		100,000,000	-
	FDR , Bank Interest & Others		43,841,413	49,921,714
	Total		**174,019,138**	**208,943,128**
10	**Advances and Deposits: Tk. 148,268,072**			
	The break-up of the above amount is as follows:			
	Advances			
	Sony Chocolate Industries Ltd.	(Note: 10.1)	-	1,122,000
	Employees against Expenses		1,767,329	2,239,898
	ACE Autos (Pvt) Ltd.		-	-
	Advance to Employee against Salary		1,855,120	2,203,220
	Advance to Pragati Life Insurance Ltd		529,526	
	Bangladesh Porjoton Corporation		-	-
	CUET BRTC Test Fund		1,405,000	970,000
	Deputy Commissioner of Customs CTG		-	-
	Desh Nirmata		21,520,833	17,350,768
	Express Systems Ltd		5,723,500	5,723,500
	Guriga Engineering		478,000	478,000
	James International		56,011	56,011
	ICB Capital Management Ltd.		287,500	287,500
	Innovative Technology& Engineering		7,808,801	7,808,801
	National Traders		15,283,311	15,283,311
	Systems & Services Ltd		810,832	810,832
	Spectrum Engineering Consortium Ltd		26,712,800	5,301,600
	Tech Valley Networks Ltd		41,548,854	41,548,854
	Hamida Trader Ltd		17,416,766	17,416,766
	Mustafa Tariq Hossain & Associates		670,500	670,500
	Others		104,890	104,890
			143,979,572	119,376,451
	Deposits			
	Security deposit - Duncan Products Limited		-	-
	BTCL - for phone line		23,000	23,000
	UCB-locker Service		4,500	4,500
	CDBL - as security deposit		500,000	500,000
	Security deposit - BTRC for International Internet Gateway (IIG) license		600,000	600,000
	Security Deposit-Sikder Filing Station		100,000	100,000
	Kamal Trading Agency		50,000	50,000
	Southern Automobiles Ltd.		250,000	250,000
	Patuakhali Palli Bidyut Samity		2,761,000	2,761,000
			4,288,500	4,288,500
	Total		148,268,072	123,664,951

Notes	Particulars	Amount in Taka	
		31 Dec. 2023	30 June 2023

10.1 Sony Chocolate Industries Ltd. (Advance for Office Rent): Tk. 0

The break-up of the above amount is as follows:

Opening balance	1,122,000	37,372,000
Tranfer to Right to Use Assets	-	(36,000,000)
Add: Paid during the period	-	-
Less: Adjustment during the period	(1,122,000)	(250,000)
Total	-	**1,122,000**

11 Advance Income Tax: Tk. 1,359,295,042

The break-up of the above amount is as follows:

Opening balance	1,022,866,431	820,905,007
Add: Payment made during the period	336,428,611	804,983,293
Add: Adjustment for the year 2010-2011	-	40,400,283
	1,359,295,042	1,666,288,583
Less: Settlement for the year (F-Y:2021-22)	-	(544,865,486)
Less: Settlement for the year (F-Y:2020-21)	-	(41,863,078)
Less: Settlement/Adjustment (F-Y:2019-20)	-	(33,447,681)
Less: Settlement for the year (F-Y:2018-19)	-	(23,245,907)
Less: Settlement for the year (F-Y:2017-18)	-	-
Less: Settlement for the year (F-Y:2016-17)	-	-
Less: Settlement for the year (F-Y:2015-16)	-	-
Less: Settlement for the year (F-Y:2014-15)	-	-
Total	1,359,295,042	1,022,866,431

12 Advance VAT : Tk. 6,455,363

The break-up of the above amount is as follows:

VAT paid against Receivable	7,040,786	30,627,473
VAT payable against Deduction at source	(585,423)	(298,574)
	6,455,363	30,328,899

The amount of Tk. 70,40,786.00 represents advance VAT paid to NBR which is adjustable against VAT receivable from clients related to revenue receivable arising from International Private Leased Circuit (IPLC) rentals, IP transit service, and Co-location charges. In addition to that the amount of Tk. (585,423.00) includes VAT deducted from other parties and suppliers.

13 Investment in Shares: Tk. 30,011,919

The break-up of the above amount is as follows:

Sl.	Ordinary shares of	Quantity	Cost price (Tk)	Market value	Market value
1	AB Bank Limited	159,357	3,209,275	1,545,763	1,545,763
2	ACI Limited	5,697	764,725	1,482,359	1,482,359
3	BATASHOE	1,000	696,429	966,900	1,016,800
5	IFIC Bank Limited	168,308	1,765,186	1,885,050	1,885,050
6	Islami Bank BD Limited	39,091	951,084	1,274,367	1,274,367
7	Jamuna Oil Limited	23,716	4,392,440	3,996,146	4,266,508
8	M Petroleum	24,816	4,962,456	4,928,458	5,042,611
9	NCC Bank Limited	219,203	1,698,208	2,871,559	2,871,559
10	Padma Oil Limited	18,150	4,835,160	3,796,980	3,796,980
11	Square Pharma	26,847	2,633,566	5,645,924	5,632,501
12	Titas Gas	39,570	2,744,885	1,618,413	1,618,413
Total			28,653,413	30,011,919	30,432,911

Investment in shares is recognised and measured according to IFRS 9 as stated in note 3.7

Notes	Particulars		Amount in Taka	
			31 Dec. 2023	30 June 2023
14	**Cash and cash equivalents: Tk. 1,197,098,799**			
	The break-up of the above amount is as follows:			
	Cash in hand	(Note: 14.1)	1,596,253	1,131,737
	Cash at bank	(Note: 14.2)	1,195,502,546	228,830,289
	Total		**1,197,098,799**	**229,962,026**
14.1	**Cash in hand: Tk. 1,596,253**			
	The break-up of the above amount is as follows:			
	Head Office-Dhaka		1,110,640	560,176
	Landing Station-Kuakata		89,050	46,928
	Landing Station-Cox's Bazar		396,563	524,633
	Total		**1,596,253**	**1,131,737**
14.2	**Cash at bank: Tk. 1,195,502,546**			
	The break-up of the above amount is as follows:			
	Savings and current deposits with:			
	Brac Bank Limited		6,304,273	6,203,851
	IFIC Bank Limited		1,225,768	1,223,352
	Mutual Trust Bank Limited		173,308,498	4,691,191
	Mutual Trust Bank Limited-Cox's bazar		1,453,060	1,307,334
	National Bank Limited-Kuakata		1,406	1,391
	Agrani Bank Limited-Dhaka		-	-
	Agrani Bank Limited-Kuakata		6,358,948	4,435,501
	Sonali Bank Limited-Cox's bazar		45,407	45,407
	Sonali Bank Limited-Dhaka		700,716,107	25,979,039
	The City Bank Limited		123,233,010	146,301,796
	United Commercial Bank Limited		182,856,067	38,641,426
			1,195,502,546	**228,830,289**
15	**The fixed deposits will be matured within 3 (three)/6 (Six) months/9 (nine) months, and yearly: Tk. 3,223,953,071**			
	Agrani Bank Limited		477,219,724	405,226,894
	Al-Arafa Islami Bank Ltd		30,000,000	20,000,000
	Bangladesh Development Bank Limited		105,278,138	137,268,705
	BASIC Bank Limited		50,912,000	30,000,000
	Brac Bank Limited		135,062,250	110,166,880
	Bank Asia Limited		30,000,000	-
	Bangladesh Krishi Bank Limited		130,000,000	-
	Dhaka Bank Limited		20,000,000	-
	EXIM Bank Limited		40,000,000	-
	Eastern Bank Ltd		92,240,000	42,240,001
	First Security Islami Bank Ltd.		-	22,959,086
	IFIC Bank Limited		253,889,201	226,439,077
	Janata Bank Limited		608,730,035	653,815,675
	Meghna Bank Ltd.		130,885,814	207,809,572
	Mercantile Bank Limited.		57,117,529	54,285,862
	Mutual Trust Bank Limited		113,050,281	31,463,567
	Midland Bank Ltd		50,000,000	-
	Modhumati Bank Ltd		20,000,000	-
	NRB Commercial Bank Ltd.		53,291,549	42,004,413
	One Bank Limited		149,821,720	144,380,012
	Pubali Bank Limited		43,568,821	42,245,120
	Pemier Bank Ltd		10,000,000	20,000,000
	Rupali Bank Limited		234,055,598	132,501,552
	Social Islami Bank Ltd.		43,729,542	41,088,000
	Standard Bank Limited		68,387,195	73,253,427
	South Bangla Agriculture & Commerce Bank Ltd.		21,170,000	40,545,000
	The City Bank Limited		80,000,000	-
	United Commercial Bank Limited		40,000,000	-
	Union Bank Ltd.		135,543,674	175,503,106
	Total		**3,223,953,071**	**2,653,195,948**
16	**Share capital: Tk. 1,649,055,100**			
	The break-up of the above amount is as follows:			
	Authorized:		**10,000,000,000**	**10,000,000,000**
	1,000,000,000 ordinary shares of Taka 10 each			
	Issued, subscribed and paid up capital:			
	31,000,000 Ordinary Shares of Tk. 10 each fully paid up in cash		310,000,000	310,000,000
	140 Ordinary share of Tk. 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
	66,590,730 Ordinary shares of Tk. 10 each issued as Bonus Share		665,907,300	665,907,300
	Total		**1,649,055,100**	**1,649,055,100**

Notes	Particulars	Amount in Taka	
		31 Dec. 2023	30 June 2023

17 Equity Money from GoB: Tk. 2,852,360,790

The above amount has been received as Equity Money from Government of Bangladesh. The break up of received amount is given below:

Regional Submarine Telecommunications Project, Bangladesh-SMW-5		
In 2015-16	1,400,000,000	1,400,000,000
In 2016-17	260,000,000	260,000,000
	1,660,000,000	1,660,000,000
Installation of 3rd Submarine Cable-SMW-6		
In 2021-22	249,600,000	249,600,000
In 2022-23	612,760,790	612,760,790
In 2023-24 (Up to December'23)	330,000,000	-
	1,192,360,790	862,360,790
Total	2,852,360,790	2,522,360,790

According to the consent of the Finance Division of the Ministry of Finance, Posts and Telecommunications Division and recommendations of the Audit Committee of BSCPLC, the Board of Directors of BSCPLC in its 215th BoD meeting decided to issue 2,21,33,333 ordinary shares in favor of the Secretary, Posts and Telecommunications division @ Tk.75 (Tk. 65 as Premium per Share, Face Value Tk. 10 per Share) against Equity Money of Tk.166 crore received in the Year 2015-16 and 2016-17 (Tk.140 Crore received as equity money during the Year 2015-2016 and Tk. 26 Crore received as equity money during the Year 2016-2017).Please note that the above issuance is subject to the approval of the shareholders and the Bangladesh Securities and Exchange Commission.

18 Share premium 723,293,759 723,293,759

The break-up of the above amount is as follows:

In the year 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 IAS 32: Financial Instruments: Presentation.

19 Tax holiday reserve: Tk. 876,412,889

The break-up of the above amount is as follows:

Opening balance	876,412,889	847,740,119
Add: Current period's reserve	-	28,672,770
Total	876,412,889	876,412,889

20 Revaluation reserve: Tk. 993,885,406

The break-up of the above amount is as follows:

Opening balance	996,929,484	1,032,360,394
Less: Adjustment for Excess Depreciation on Revalued Amount: net off deferred tax	(3,044,077)	(6,091,254)
Less: Adjustment for Sale of Revalued Assets	-	-
Less: Adjustment with deferred tax liability (FY 2022-23)	-	(29,339,656)
Total	993,885,406	996,929,484

The opening balance represents the revalued amount of Property , plant & equipment at Dhaka,Cox's Bazar and Kuakata. First revaluation has been done by a Professional Valuer named A B SAHA & CO., Chartered Accountants in the financial year 2010-11. A further revaluation for all class of assets has been made by a professional valuer named Hussain Farhad & Co, Chartered Accountants. Valuation work has been carried out by visiting, surveying, identifying and verifying the assets physically of all offices of BSCPLC considering cut off date for valuation on 30 June 2020.

21 Retained Earnings: Tk. 7,698,132,149

The break-up of the above amount is as follows:

Opening balance	7,257,461,533	4,466,487,262
Add: Profit for the period	1,277,760,774	2,790,296,078
Adjustment for Excess Depreciation on Revalued Amount	3,044,077	6,091,254
Adjustment with deferred tax liability for (FY 23-24-Q2)	883,866	-
Adjustment with deferred tax liability for (FY 22-23)	-	1,768,428
Adjustment for previous year's Tax (FY:2017-18)	-	5,108,807
Adjustment for previous year's Tax (FY:2016-17)	-	301,497
Adjustment for previous year's Tax (FY:2012-13)	-	3,383
Adjustment for previous year's Tax (FY:2011-12)	-	16,777,255
Adjustment for previous year's Tax (FY:2010-11)	-	70,622
	8,539,150,250	7,286,904,586
Less: Amount to be distributed as dividend (FY:2022-23)	841,018,101	-
Adjustment for previous year's Tax (FY:2010-11)	-	770,283
Transferred to Tax Holiday Reserve	-	28,672,770
	841,018,101	29,443,053
Total	7,698,132,149	7,257,461,533

22 Deferred tax liabilities: Tk. 599,283,366

The break-up of the above amount is as follows:

Deferred tax assets and liabilities have been recognized and measured in accordance with the provisions of IAS 12: Income Taxes. Related deferred tax expense/(income) have been disclosed in Note: 52. Deferred tax assets and liabilities are attributable to the following:

			Restated
Deferred tax relating to statement of profit or loss	(Note: 22.1)	518,775,407	547,766,832
Deferred tax relating to other comprehensive income	(Note: 22.2)	80,507,959	81,391,824
Total		599,283,366	629,158,656

Notes	Particulars	Amount in Taka	
		31 Dec. 2023	30 June 2023

22.1 Deferred tax relating to Statement of Profit or Loss: Tk. 518,775,407

The break-up of the above amount is as follows:

	Carrying Amount	Tax base	Taxable/ (deductible) temporary difference
	Taka	Taka	Taka
As at 31 December 2023			
Property, plant and equipment (excluding land)	4,701,914,902	1,833,816,015	2,868,098,886
Accounts receivable (Note: 9.1)	3,081,389,642	3,597,513,412	(516,123,770)
Carrying value of ROU Asset less advance	22,530,582	-	22,530,582
Carrying value of lease liability	(23,254,483)	-	(23,254,483)
Provision for pension, gratuity fund and provident fund, Leave Encashment (Note: 25)	(45,582,740)	-	(45,582,740)
Net Taxable Temporary Difference			2,305,668,476
Applicable tax rate			22.50%
Deferred tax liability			**518,775,407**
As at 30 June 2023			
Property, plant and equipment (excluding land)	4,919,989,597	2,021,152,654	2,898,836,943
Accounts receivable (Note: 9.1)	4,139,442,974	4,572,168,712	(432,725,738)
Carrying value of ROU Asset less advance	25,469,354	-	25,469,354
Carrying value of lease liability	(26,095,719)	-	(26,095,719)
Provision for pension, gratuity fund and provident fund, Leave Encashment (Note: 25)	(30,965,587)	-	(30,965,587)
Net Taxable Temporary Difference			2,434,519,254
Applicable tax rate			22.50%
Deferred tax liability			**547,766,832**

22.2 Deferred tax relating to other comprehensive income: Tk. 80,507,959

The break-up of the above amount is as follows:

	Carrying Amount	Tax base	Taxable/ (deductible) temporary difference
	Taka	Taka	Taka
As at 31 Dec 2023			
Revaluation reserve on Land and Land Development	977,988,523	-	977,988,523
Applicable tax rate			6.00%
Deferred tax liability			**58,679,311**
Add: Revaluation reserve on PPE other than land			124,523,554
Applicable tax rate			22.50%
Deferred tax liability on Other Assets			**28,017,800**
Adjustment of deferred tax on depreciation of revalued assets (FY 2020-21 to FY-2022-23)			(5,305,287)
Adjustment of deferred tax on depreciation of revalued assets (FY 23-24-Q2)			(883,866)
			21,828,647
Total Deferred Tax relating to other comprehensive income			**80,507,959**
As at 30 June 2023			
Revaluation reserve on Land and Land Development	977,988,523	-	977,988,523
Applicable tax rate			6.00%
Deferred tax liability			**58,679,311**
Add: Revaluation reserve on PPE other than land			124,523,554
Applicable tax rate			22.50%
Deferred tax liability on Other Assets			**28,017,800**
Adjustment of deferred tax on depreciation of revalued assets (FY 2020-21 to FY-2022-23)			**(3,536,858)**
Adjustment of deferred tax on depreciation of revalued assets (FY 2022-23)			**(1,768,429)**
			22,712,513
Total Deferred Tax relating to other comprehensive income			**81,391,824**

23 Lease Liabilities: Tk. 20,370,415

The break-up of the above amount is as follows:

Opening Balance	26,095,719	-
Add: Addition during the period	-	35,265,259
Less: Payment during the period	5,725,304	9,169,540
Closing Balance	**20,370,415**	**26,095,719**
23.01 Principal Payment due within one year	11,977,651	11,624,527
23.02 Principal Payment due within two years	8,392,764	14,471,192
	20,370,415	**26,095,719**

24 Security deposits received from clients: Tk. 491,087,669

The break-up of the above amount is as follows:

Opening Balance	484,411,186	451,258,714
Add: Addition during the period	44,711,452	107,511,844
	529,122,638	**558,770,558**
Less: Adjustment during the period	(38,034,969)	(74,359,371)
Total	**491,087,669**	**484,411,186**

Notes	Particulars		Amount in Taka	
			31 Dec. 2023	30 June 2023

25 Employees' pension, gratuity, Leave Eancashment(LE) and provident fund: Tk. 45,582,740

The break-up of the above amount is as follows:

Employees' pension fund	(Note: 25.1)	13,808,952	13,808,952
Employees' gratuity fund	(Note: 25.2)	13,130,985	1,868,119
Employees' provident fund	(Note: 25.3)	1,458,915	1,320,411
Provision for Leave Encashment	(Note: 25.4)	17,183,888	13,968,105
Total		**45,582,740**	**30,965,587**

25.1 Employees' pension fund: Tk. 13,808,952

	13,808,952	**13,808,952**

This represents amount payable to BTTB employees worked on deputation and the amount incorporated in the vendor agreement. The above noted amount is adequate against 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.

25.2 Employees' gratuity fund: Tk. 13,130,985

The break-up of the above amount is as follows:

Opening balance	1,868,119	5,609,295
Add: Provision made during the period	11,262,866	12,804,683
	13,130,985	**18,413,978**
Less: Paid/Transferred to Gratuity Fund during the period	-	(16,545,859)
Total	**13,130,985**	**1,868,119**

25.3 Employees' provident fund: Tk. 1,458,915

The break-up of the above amount is as follows:

Opening balance	1,320,411	3,837,281
Add: Employees' Contribution	3,496,002	6,921,029
Employer's Contribution	3,496,002	6,921,029
Less: Transferred to RCPF during the period	(6,853,499)	(16,358,928)
Total	**1,458,915**	**1,320,411**

25.4 Provision for Leave Encashment: Tk. 17,183,888

The break-up of the above amount is as follows:

Opening balance	13,968,105	8,965,495
Add: Provision made during the period	5,667,720	8,604,649
Less: Payment during the period	(2,451,937)	(3,602,039)
Total	**17,183,888**	**13,968,105**

26 Term Loan: Tk. 3,909,903,232

The break-up of the above amount is as follows:

IDB Loan		
Opening balance:	2,085,948,756	2,283,965,486
Add: Addition/Received During the Year	-	-
	2,085,948,756	**2,283,965,486**
Less: Paid During the Year	(103,485,689)	(198,016,730)
	1,982,463,067	**2,085,948,756**
Development Loan From GoB		
Opening balance:	1,586,900,000	500,400,000
Add: Addition/Received During the Year	670,000,000	1,086,500,000
	2,256,900,000	**1,586,900,000**
Less: Paid During the Year	-	-
	2,256,900,000	**1,586,900,000**
Total	**4,239,363,067**	**3,672,848,756**
	4,239,363,067	**3,672,848,756**
Current portion of Long Term Loan	(329,459,835)	(319,863,917)
Non-current portion of Long Term Loan	**3,909,903,232**	**3,352,984,839**

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 BSCPLC in USD 38.048 million. Subsequently Bangladesh Submarine Cables PLC 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.

Development Loan From Government People's Republic of Bangladesh

During the year 2023-2024 Tk.67.00 core and 2022-2023 Tk..108.65 core , 2021-2022 Tk. 50.04 crore has been received as loan from Government for implementing the project named Installation of 3rd Submarine Cable for expansion of International Telecommunications System of Bangladesh approved at the ECNEC meeting held on 1st December, 2020.

Notes	Particulars	Amount in Taka	
		31 Dec. 2023	30 June 2023
27	**Sundry creditors: Tk. 244,455,974**		
	The break-up of the above amount is as follows:		
	ACE Autos	18,491	18,491
	ACE Workshop Ltd	-	16,841
	Amader Shomoy	30,000	
	Bangladesh Science House	100,000	100,000
	Biswas Motors	11,682	11,682
	Bangla Hour	-	5,000
	Banmech Ltd	771,839	771,839
	Business Eye Bangladesh	5,750	
	Bank Bima Shilpa	25,000	
	Cogent Communication Ltd	1,152,998	1,256,415
	Cosmo Bangla	849,101	849,101
	China Mobile International	1,099,581	1,347,873
	Cyber Link	1,225	1,225
	CDBL	-	4,711
	DE-CIX(IIG)	1,151,794	735,257
	Desh Nirmata	930,902	750,522
	Dream71 Bangladesh Ltd	408,450	408,450
	Equinix Singapore PTE Ltd.	2,983,465	5,089,496
	Express Systems Ltd.	7,481,976	9,503,476
	Fiber@Home Ltd	5,511,846	5,511,846
	Farid Automobiles Engineering & Works	-	23,080
	F&M Automobiles	-	27,775
	H.S. Engineering	1,316,740	1,316,740
	Habib Intelligent Software Ltd.	322,875	322,875
	HKT Global (Singapore) Pte. Ltd.	2,429,188	2,881,250
	Hurricane Electric Internet Service	1,747,280	4,092,854
	Innovative Technology & Engineering	21,263	300
	International Computers Solution	33,300	33,300
	Jewel Motors	15,340	15,340
	J.S.Enterprise	48,311	48,311
	Kazi Mynul Hassan	107,875	107,875
	Kamal Trading Agency	168,169	538,421
	Kashem Automobiles	-	24,750
	M/S Khondokar Brothers	-	142,936
	M2M Communications Ltd.	-	5,850
	M/S National Traders	1,350,618	1,350,618
	Murad Reza	143,750	143,750
	Md.Hafizur Rahman Khan	-	50,600
	Mashik Peshajibi Barta	-	20,000
	Mahabub&Associate	-	31,510
	Next Tech Ltd.	5,600	5,600
	NRB Telecom Ltd	24,740	10,941
	NTT communications Ltd.	1,006,668	5,408,420
	Pabna Automobiles	-	10,010
	Payable to Orange	2,083,413	-
	Payable to BTCL	101,382,150	150,714,975
	Payable to BTRC- Under IIG License	8,101,116	4,667,298
	Payable to BTRC - Under ILDC License	78,832,977	63,419,009
	Payable to Kuakata-Revenue Stamp	4,910	3,940
	Performance art Center	-	50,000
	Prisma Technologies	69,997	1,551,488
	Rich Digital Communications	2,370	2,370
	RETN	2,010,277	571,386
	S.T. Enterprise	68,703	68,703
	SA Rashid & Associates	28,750	28,750
	Sadhan Das & Co.	10,710	10,710
	Sharebazarnews.com	3,500	3,500
	Sikder Filling & Service Station	16,020	16,020
	Singapore Internet Exchange	2,347,389	2,430,617
	Sony Chocolate Industries Ltd.	618,253	708,423
	Southern Automobiles Ltd.	18,238	78,780
	Spectrum Engineering Consortium Limited	184,492	184,492
	Summit Communications Ltd.	2,931,825	11,632,737
	Sys solution	-	23,000
	Systems & Services Ltd	951,884	951,884
	Telecom Italia Sparkle Ltd.	10,099,312	16,024,369
	Telephone Shilpa Sangstha Ltd.	1,028,418	1,089,033
	Telnet Communication Ltd.	3,675	3,675
	Temporary Loan from Ex-Project Director # SMW5	1,000	1,000
	Tiertech Engineering	13,427	23,811
	The Daily Bangladesh Shomachar	-	20,000
	The Daily Jugantor	46,575	46,575
	The Daily Observer	24,977	46,163
	The Daily Ittefaq	31,050	24,840
	The Financial Express	184	183
	The Dhaka Tribune	22,769	
	Unclaimed IPO subscription	61,574	61,574
	Urban Solution	-	-
	Withholding tax payable	2,158,659	2,157,670
	Z.S Engineering	21,565	21,565
	Zero Pest	-	-
	Total	**244,455,974**	**299,633,870**

Notes	Particulars		Amount in Taka	
			31 Dec. 2023	30 June 2023
28	**Unearned Revenue: Tk. 364,178,912**			
	From Saudi Telecom Company		259,098,750	268,695,000
	From Revenue-Orange		12,854,162	13,320,646
	From TM Technology Services SDN BHD		92,226,000	97,356,000
	From Local Clients		-	11,349,952
			364,178,912	**390,721,598**

28.1 This amount represents the unrecognised portion of total amount (i.e. 3.6 million USD) received from Saudi Telecom Company against transfer of capacity equivalent to 25.31% of BSCPLC's capacity between Yanbou-Toulon-Marseilles segments based on IRU and the unrecognised portion of total amount (i.e.USD 175000) received from Orange, France against transfer of 0.13x100G capacity between Equinix, Singapore and Marseilles France based on IRU considering the remaining cable life (i.e.16 years) of SMW-5. This amount includes the unrecognised portion of total billed amount USD 9,50,000 under the agreement between BSCPLC and TM Technology Services SDN BHD to lease the Lit-up Capacitybetween Djibouti and Marseilles France based on the agreement period. Unearned revenue -Local Clints represents the amount received against demand notes isssued but does not satisfy the performance obligations according to creiteria mentioned in the IFRS-15 Note : 37

29	**Provision for income tax: Tk. 1,355,988,264**			
	The break-up of the above amount is as follows:			
	Opening balance		960,269,166	821,805,495
	Add: Provision made during the period	Annexure-B	395,719,098	802,875,078
	Add: Adjustment for the year(F-Y:2010-11)		-	41,170,566
	Less: Adjustment for the year (F-Y:2012-13)		-	(3,384)
	Less: Settlement for the year (F-Y:2021-22)		-	(674,057,789)
	Less: Settlement for the year (F-Y:2017-18)		-	(5,108,807)
	Less: Settlement for the year (F-Y:2016-17)		-	(9,262,619)
	Less: Settlement for the year (F-Y:2009-10)		-	(70,622)
	Less: Settlement for the year (F-Y:2009-10)		-	(301,497)
	Less: Settlement for the year (F-Y:2011-12)		-	(16,777,255)
	Total		**1,355,988,264**	**960,269,166**
	Details Tax Status report is given in the **annexure-B**			
30	**Provision for WPPF and WF: Tk. 82,224,422**			
	The break-up of the above amount is as follows:			
	Opening balance		179,082,561	160,053,970
	Add: Provision made during the period		82,224,422	179,082,560
			261,306,983	**339,136,530**
	Less: Settlement for previous year		(179,082,561)	(160,053,969)
	Total		**82,224,422**	**179,082,561**
31	**Liabilities for expenses: Tk. 61,333,080**			
	The break-up of the above amount is as follows:			
	Office rent		4,800,000	4,800,000
	Audit & other fees		300	480,700
	Provision for different expenses		111,061	722,307
	IIG Licence Fee		-	-
	Innovation Expenses		-	-
	Meeting Fees		-	-
	Group Insurance Premium		118,100	-
	Telephone bill		133,960	158,238
	Electricity bill		1,203,535	379,397
	Payable for Cable route shifting SMW4		22,138,350	22,138,350
			28,505,306	**28,678,992**
	Accrued Interest on IDB loan		32,827,774	97,271,567
	Total		**61,333,080**	**125,950,559**
32	**Dividend Payable : Tk. 163,594,727**			
	The break-up of the above amount is as follows:			
	Year wise details of unclaimed dividend is given below:			
	Year			
	2019-2020		1,889,040	1,909,705
	2020-2021		1,359,769	1,390,150
	2021-2022		1,229,148	1,254,728
	2022-2023		159,116,770	-
	Total		**163,594,727**	**4,554,582**

Notes	Particulars	Amount in Taka		Amount in Taka	
		July-Dec. 2023	July-Dec. 2022	Oct-Dec. 2023	Oct-Dec. 2022
33	**IPLC (International Private Leased Circuit) Rent: Tk. 1,929,892,080**				
	The break-up of the above amount is as follows:				
	SMW-4	561,697,478	532,316,960	269,828,733	269,450,273
	SMW-5	1,368,194,602	1,428,997,349	662,637,899	732,472,743
	Total	**1,929,892,080**	**1,961,314,309**	**932,466,632**	**1,001,923,016**

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.

34	**Circuit activation charge: Tk. 7,021,000**				
	The break-up of the above amount is as follows:				
	Circuit Activation Charge-IPLC-SMW-4	1,870,000	5,150,000	1,500,000	2,630,000
	Circuit Activation Charge-IPLC-SMW-5	2,020,000	9,415,000	420,000	2,720,000
	Circuit Activation Charge-IIG	2,350,000	858,000	1,960,000	110,000
	Circuit Activation Charge-ISP(IIG)	-	-	-	-
	Circuit Activation Charge-Co-location-IIG	3,000	12,000	-	-
	Circuit Activation Charge-Co-location-SMW-4	203,000	470,000	123,000	-
	Circuit Rerouting-SMW-5	40,000	-	-	-
	Circuit Activation Charge-Co-location-SMW-5	535,000	1,830,000	120,000	430,000
	Total	**7,021,000**	**17,735,000**	**4,123,000**	**5,890,000**

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

35	**IP Transit Service: Tk. 406,573,603**				
	The break-up of the above amount is as follows:				
	Local	348,730,228	520,642,040	159,976,136	245,582,789
	Export	57,843,375	52,212,812	28,935,375	27,365,694
	Total	**406,573,603**	**572,854,852**	**188,911,511**	**272,948,483**

This represents the service charges for providing internet bandwidth to IIGs and ISPs and Export to BSNL.

36	**Co-Location Charges: Tk. 52,248,435**				
	The break-up of the above amount is as follows:				
	SMW-4	21,630,139	21,440,697	10,832,978	10,059,570
	SMW-5	30,155,820	32,535,726	15,224,131	16,090,863
	IP Transit -IIG	462,476	337,836	227,468	179,274
	Total	**52,248,435**	**54,314,258**	**26,284,577**	**26,329,706**

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

37	**IPLC -Export (SMW # 5): Tk. 15,192,734**				
	Saudi Telecom Company	9,596,250	9,596,250	4,798,125	4,798,125
	Orange	466,484	466,484	233,242	233,242
	TM Technology Services SDN BHD	5,130,000	-	2,565,000	-
		15,192,734	**10,062,734**	**7,596,367**	**5,031,367**

This represents partial recognition of total amount (i.e. 3.6 million USD) received from Saudi Telecom Company against transfer of capacity equivalent to 25.31% of BSCPLC's capacity between Yanbou-Toulon-Marseilles segments based on IRU and also partial recognition of total amount (i.e.USD 175000) received from Orange, France against transfer of 0.13x100G capacity between Equinix, Singapore and Marseilles France based on IRU considering the remaining cable life (i.e.16 years) of SMW-5 to comply the criteria mentioned in the IFRS-15. This amount also includes the partially recognised portion of total billed amount USD 9,50,000 under the agreement between BSCPLC and Telekom Malaysia to lease the Lit-up Capacity between Djibouti and Marseilles France based on the agreement period following the guidelines of IFRS-15.

Referring to the note number 33 to 37 , Bangladesh Submarine Cables PLC (BSCPLC)'s turnover is mainly comprised of IPLC Rent, IP Transit Service and Co-location Service alongwith partial recognition of unearned revenue.Reduction of revenue against IPLC Rent and IP Transit service is due to ordinary course of business (i.e. price reduction, market competition etc.).

38	**Electricity and generator fuel: Tk. 12,980,283**				
	The break-up of the above amount is as follows:				
	Electricity bill	10,729,913	7,189,264	5,247,113	3,168,671
	Fuel for generator	2,250,370	1,985,690	1,170,810	841,950
	Total	**12,980,283**	**9,174,954**	**6,417,923**	**4,010,621**

This cost is directly related to cost of operation.

39	**Landing station and cable route repair: Tk. 453,246**	**453,246**	**1,086,894**	**271,864**	**554,655**

This cost is directly related to cable route and landing station maintenance for Cox's Bazar and Kuakata.

40	**Backhaul ,Data Connectivity Charge & Revenue Sharing: Tk. 153,205,244**				
	The break-up of the above amount is as follows:				
	Backhaul Charge	55,235,450	49,729,731	31,285,456	24,791,804
	Data Connectivity & Fiber Core Charge	245,700	400,422	122,850	101,206
	Revenue Sharing Cost Under IIG License	7,760,854	3,735,735	5,485,090	1,858,375
	Revenue Sharing Cost Under ILDC License	89,604,738	77,365,976	47,212,904	38,805,296
	License & Membership fees	344,703	593,057	344,703	305,557
	Co-location cost	13,800	20,250	-	11,700
	Total	**153,205,244**	**131,845,171**	**84,451,002**	**65,873,937**

This cost represents backhaul charges and for data connectivity & fiber core charge. This amount also includes the Revenue Sharing amount based on the condition of the license issued from BTRC.

Notes	Particulars	Amount in Taka		Amount in Taka	
		July-Dec. 2023	July-Dec. 2022	Oct-Dec. 2023	Oct-Dec. 2022
41	**IP Transit Cost: Tk. 37,506,225**	37,506,225	54,051,956	18,264,995	21,816,616

This cost represents the cost of purchasing IP bandwidth from Telecom Italia Sparkle, NTT Communications Ltd, Equinix Singapore Pte Ltd., Cogent Communications Ltd, DE-CIX,PCCW (HKT) Global (Singapore) Pte. Ltd. , RETN, Hurricane Electric Internet Service and Singapore Internet Exchange.

42	**Lease Rent: Tk. 0**	-	-	-	-

This rent represents rent of leasing land of beach manhole for Kuakata landing station from Bangladesh Parjaton Corporation.

43 Depreciation -Core Machinery and Right of use assets: Tk. 215,113,067

The break-up of the above amount is as follows:

Prtoperty, plant and equipment- Core Machenery	203,235,524	220,396,784	100,699,012	110,198,392
Right of use assetes	11,877,543	-	5,938,773	-
Total	**215,113,067**	**220,396,784**	**106,637,785**	**110,198,392**

This represents the depreciation charged on core machinery which are directly related to IPLC and IP transit revenue. For further details **Annexure-A** is referred. This amount also includes the depreciation of Right of Use Assets of Office Lease.

44 Operation and maintenance expenses: Tk. 96,464,170

The break-up of the above amount is as follows:

This represents amount paid to SEA-ME-WE 4 & 5 during the year for expenses of cable operation and maintenance purpose. The break-up of the expenses is as under:

SEA-ME-WE-4	6,896,417	9,126,122	1,885,015	5,182,991
SEA-ME-WE-5	89,567,753	114,017,039	31,044,459	56,601,416
Total	**96,464,170**	**123,143,162**	**32,929,474**	**61,784,407**

45 General and administrative expenses: Tk. 127,293,442

The break-up of the above amount is as follows:

Advertisement and publicity expenses	1,479,195	1,143,336	1,060,784	888,098
AGM expenses	1,130,010	970,131	950,010	970,131
APA expenses	348,280	-	162,547	-
Audit Fees	-	-	-	-
Amortization of Software	198,945	-	113,872	-
Bank charges and commission	1,688,992	2,298,961	1,038,517	1,053,745
Board and other meetings fees	2,012,634	2,293,549	1,272,842	1,604,792
Books & Periodicals	9,350	21,690	4,150	13,650
Business Development Expenses	2,699,266	951,373	2,356,804	315,162
Consortium meeting expenses	2,132,975	294,659	1,240,820	294,659
Consultancy fees	-	203,875	-	46,000
CSR Expenses	-	10,372,600	-	6,091,500
Entertainment	961,995	1,262,162	516,509	527,985
Fees and Subscription	1,100,564	2,576,901	793,309	444,151
Festival bonus	1,113,060	1,214,180	1,113,060	-
Gratuity provision	11,262,866	8,664,700	2,506,311	1,020,222
Honorarium	1,295,922	-	522,600	-
Innovation Expenses	881,501	289,976	824,501	114,813
Insurance Premium	-	-	-	-
ICT Expenses	974,905	-	493,186	-
Leave Encashment Provision	5,667,720	5,295,955	2,768,813	2,491,409
Legal Fees	92,288	233,112	48,415	18,706
Managing Director's remuneration	894,220	1,292,340	-	419,340
Medical Expenses	-	3,280	-	860
National Integrity and Strategy Training Exp.	110,999	150,233	110,999	130,668
Newspaper & Periodicals	22,635	13,994	11,340	8,131
Office Expenses	389,077	440,464	230,383	203,711
Office rent	3,475,350	14,630,300	1,737,675	8,873,975
Postage and courier expenses	23,119	14,314	12,272	6,787
Printing and Office stationery	1,025,847	1,067,837	781,229	695,847
Reception & Dinner	-	-	-	-
Recruitment expenses	12,836	-	-	-
Rent, rates & taxes	739,601	670,000	82,501	40,000
Repair and maintenance	901,335	1,516,930	574,835	825,455
Salary and allowances	80,349,362	76,055,488	43,620,621	40,047,096
Telephone Bill	23,185	14,722	18,360	12,523
Training Expenses	199,026	653,704	52,584	451,933
Travelling & conveyance	1,415,025	669,452	970,826	400,502
Vehicles Maintenance	1,013,820	1,023,391	695,147	603,811
Vehicles running expenses	1,647,539	1,766,848	745,096	895,043
Total	**127,293,442**	**138,070,456**	**67,430,919**	**69,510,703**

Notes	Particulars	Amount in Taka		Amount in Taka	
		July-Dec. 2023	July-Dec. 2022	Oct-Dec. 2023	Oct-Dec. 2022
46	**Provision for bad and doubtful debts: Tk. 83,398,032**				
	The break-up of the above amount is as follows:				
	Closing balance of provision for bad & doubtful debts	516,123,770	412,879,466	516,123,770	412,879,466
	Less: Opening balance of provision for bad & doubtful debts	(432,725,738)	(392,290,777)	(456,364,863)	(399,849,616)
	Total	**83,398,032**	**20,588,688**	**59,758,907**	**13,029,850**
	BSCPLC makes provision for bad and doubtful debts according to the company policy and following advice of the Audit Committee.				
47	**Depreciation on property, plant and equipment: Tk. 16,511,027**				
		16,511,027	**16,495,754**	**9,061,546**	**8,258,611**
	This represents the depreciation charged on other than core machinery. For further details **Annexure-A** is referred.				
48	**Bank interest and other income: Tk. 120,196,938**				
	The break-up of the above amount is as follows:				
	Rest house rent and others	585,791	590,463	320,058	303,497
	Other Income	574,246	213,207	521,671	66,102
	Interest on FDR & Others	118,809,829	99,628,682	68,760,542	50,213,198
	Dividend income	227,072	339,286	33,000	65,570
	Total	**120,196,938**	**100,771,638**	**69,635,271**	**50,648,367**
49	**Financial and Other Charges: Tk. -58,288,258**				
	The break-up of the above amount is as follows:				
	Interest on Loan from IDB	(57,608,562)	(63,834,357)	(28,138,092)	(31,289,231)
	Interest on Lease Liabilities	(679,696)	-	(318,432)	-
	Total	**(58,288,258)**	**(63,834,357)**	**(28,456,524)**	**(31,289,231)**
50	**Gain/(Loss) on investment in shares: Tk. -420,993**				
	The break-up of the above amount is as follows:				
	Opening market value of investment	30,432,911	31,073,048	30,316,743	30,367,575
	Add: Investment during the period	-	-		
	Less: Market Value of Sales of Share	-	-		
	Total cost of investment(B)	30,432,911	31,073,048	30,316,743	30,367,575
	Closing Market Value of Investment (A)	30,011,919	29,984,699	30,011,919	29,984,699
	Gain/(Loss)=(A-B)	**(420,993)**	**(1,088,349)**	**(304,825)**	**(382,876)**
51	**Current tax expenses: Tk. 395,719,098**				
	The break-up of the above amount is as follows:				
	For the period F-Y:2023-24 **(Annexure-B)**	395,719,098	412,499,984	201,694,054	208,844,960
		395,719,098	**412,499,984**	**201,694,054**	**208,844,960**
	Detail calculation of current tax expenses has presented in **Annexure - B.**				
52	**Deferred tax (Income)/expenses: Tk. -28,991,425**				
	The break-up of the above amount is as follows:				
	Closing balance of deferred tax liability	518,775,407	551,962,957	518,775,407	551,962,957
	Opening balance of deferred tax liability	547,766,832	559,286,791	536,742,852	554,287,041
	Deferred tax (income)/expense	**(28,991,425)**	**(7,323,834)**	**(17,967,445)**	**(2,324,084)**
53	**Basic Earnings Per Share (EPS): Tk. 7.75**				
	The break-up of the above amount is as follows:				
	Earnings attributable to the Ordinary Shareholders	1,277,760,774	1,434,262,002	590,001,434	720,062,482
	Weighted average number of ordinary Shares outstanding during the year	164,905,510	164,905,510	164,905,510	164,905,510
	Earnings Per Share (EPS)-Basic	**7.75**	**8.70**	**3.58**	**4.37**
	Earnings Per Share (EPS)-Diluted (Note: 53.1)	**6.30**	**7.07**	**2.91**	**3.55**

53.1 Details calculation of potential number of shares are given below:

Year	Amount of Equity Money	Proposed price as per MoF/PTD	Potential No. of Shares as on 31.12.2023	Potential No. of Shares as on 31.12.2022
2015-16	1,400,000,000	75	18666667	18666667
2016-17	260,000,000	75	3466667	3466667
2021-22	249,600,000	75	3328000	3328000
2022-23	612,760,790	75	8170144	8170144
2023-24	330,000,000	75	4400000	4400000
Total No. of Potential Shares to be issued			**38031477**	**38031477**

According to the consent of the Finance Division of the Ministry of Finance, Posts and Telecommunications Division and recommendations of the Audit Committee of BSCPLC, the Board of Directors of BSCPLC in its 215th BoD meeting decided to issue 2,21,33,333 ordinary shares in favor of the Secretary, Posts and Telecommunications division @ Tk.75 (Tk. 65 as Premium per Share, Face Value Tk. 10 per Share) against Equity Money of Tk.166 crore received in the Year 2015-16 and 2016-17 (Tk.140 Crore received as equity money during the Year 2015-2016 and Tk. 26 Crore received as equity money during the Year 2016-2017).Please note that the above issuance is subject to the approval of the shareholders and the Bangladesh Securities and Exchange Commission.

The rest of the potential shares of 1,58,98,144 against received Tk. 24.96 crore,Tk.Crore and Tk.33.00 crore during the Year 2021-22, 2022-23 and 2023-24 (Up to December 2023) respectivelyas equity from Government for implementing the project named Installation of 3rd Submarine Cable for expansion of International Telecommunications System of Bangladesh has also been calculated considering issue price of Tk.75 (Tk. 65 as Premium per Share, Face Value Tk. 10 per Share) based on the previous consent of the Finance Division of Ministry of Finance, Posts and Telecommunications Division, recommendations of Audit Committee of BSCPLC along with the decision of the Board of Directors of BSCPLC.

Notes	Particulars	Amount in Taka		Amount in Taka	
		July-Dec. 2023	July-Dec. 2022	Oct-Dec. 2023	Oct-Dec. 2022

		Amount in Taka	
		31 Dec. 2023	30 June 2023
54	**Net Asset Value(NAV) Per Share: Tk. 89.71**		
	The break-up of the above amount is as follows:		
	Total Assets	22,460,602,732	20,829,205,797
	Less: Total Liabilities	7,667,462,638	6,803,692,242
	Total	**14,793,140,094**	**14,025,513,555**
	Number of Ordinary Shares of Tk. 10 each at Financial Position date	164,905,510	164,905,510
	NAV-Per Share	**89.71**	**85.05**
55	**Net operating cash flows per share (NOCFPS): Tk. 10.09**		
	Net cash flows from operating activities (A)	1,664,447,884	1,350,176,770
	Number of Ordinary Shares of Tk. 10 each at Financial Position date (B)	164,905,510	164,905,510
	Net operating cash flows per share (NOCFPS) (C=A/B)	**10.09**	**8.19**

55.1 Reconciliation of Net income or Net profit with cash flows from operating activities

	Amount (Tk.)	Amount (Tk.)
	31 Dec. 2023	31 Dec. 2022
Net Profit Before Tax	1,644,488,447	1,839,438,153
Adjustment to reconcile profit to net cash provided :		
Depreciation	231,624,094	236,892,538
Amortization of License Fee	3,073,945	2,889,179
Financial Charges	58,288,258	63,834,357
Loss/(gain) on Investment in Share	420,993	1,088,349
Loss/(Gain) on disposal of fixed assets	-	-
Provision for Bad debts	83,398,032	20,588,688
Other Income	(120,196,938)	(100,771,638)
(Increase)/Decrease in Provision for income tax	-	(39,898,256)
(Increase)/Decrease in Advance Income tax	(336,428,611)	(303,888,788)
(Increase)/ Decrease in adv. & deposit	(24,603,121)	(26,342,633)
(Increase)/ Decrease in debtors	224,438,132	(419,196,909)
(Increase)/ Decrease in other receivable	30,003,726	804,570
Increase/(Decrease) in sundry creditors	(78,194,421)	25,138,545
Increase/(Decrease) in Security Deposit	6,676,483	88,338,064
Increase/(Decrease) in Employees Pension, Gratuity and PF	14,617,153	5,410,761
Increase/(Decrease) in Provision for WPPF and WF	(96,858,138)	(52,076,664)
Increase/(Decrease) in VAT Payable	23,873,536	20,939,433
Increase/(Decrease) in Liability for Expenses	(173,686)	(13,010,979)
Net cash flows from operating activities	**1,664,447,884**	**1,350,176,770**

56 Related party disclosures

56.1 As per IAS 24 "Related Party Disclosures", a related party is a person or entity that is related to the entity (i.e. BSCPLC) 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 IAS 24.

Related parties include the company's directors, key management personnel, associates, companies under common directorship etc. as per IAS 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 31 December 2023.

Sl. No.	Name of the Directors	Status with the company	Name of the related Ministries/ Companies/ Parties etc.	Remarks
1	Mr. Abu Hena Morshed Zaman	Chairman	Secretary, Posts & Telecommunications Division, MoPT & IT	Nominated by GOB
2	Dr.Nasima Akhter	Director	Joint Secretary, Finance Division, MoF	Nominated by GOB
3	Mr. Mohammad Golam Sarware Kainat	Director	Joint Secretary-Posts & Telecommunications division, MoPT & IT	Nominated by GOB
4	Mr. Md.Abdul Momin	Director	Joint Secretary, MoST	Nominated by GOB
5	Col Ekram Ahmed Bhuyan, afwc, psc	Director	Col Staff, AHQ, GS Br (SD Dte), Dhaka Cantonment, Dhaka	Nominated by GOB
6	Dr.Md. Mostofa Akbar	Director	Professor -Computer Science and Engineering Department,BUET	Nominated by GOB
7	Mr. Syed Mamnun Quader	Independent Director	Former Director-DCCI	Nominated by GOB
8	Mr. Md.Moniruzzaman FCA	Independent Director	Council Member, ICAB	Nominated by GOB
9	Mr. Mirza Kamal Ahmed	Managing Director (AC)	BSCPLC	Nominated by GOB

(b) Transactions with the following companies where the Directors of the company are related for the year ended 31 December 2023:

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 period
1	Bangladesh Telecommunications Company Limited	Mr. Abu Hena Morshed Zaman	Chairman	Bandwidth sale	319,411,089
2	Bangladesh Telecommunications Company Limited	Mr. Abu Hena Morshed Zaman		Backhaul Purchase	45,277,928
3	Bangladesh Telecommunications Company Limited	Mr. Abu Hena Morshed Zaman		Port charge	-
4	Bangladesh Telecommunications Company Limited	Mr. Abu Hena Morshed Zaman		Co-location Purchase	302,400
5	Teletalk Bangladesh Ltd.	Mr. Abu Hena Morshed Zaman		Bandwidth sale	22,136,737

(c) **Outstanding balances at 31 December 2023**

Sl. No.	Name of the company (Related party)	Name of the Director	Relationship of the Director with the company	Type of transaction	Opening balance 01.07.2023	Amount of transaction during the period 2023-2024		Closing balance 31.12.2023
						Addition	Adjustment/ Received	
1	Bangladesh Telecommunications Company Limited	Mr. Abu Hena Morshed Zaman	Chairman	Bandwidth sale	1,118,178,890	319,411,089	(575,279,115)	862,310,864
2	Bangladesh Telecommunications Company Limited	Mr. Abu Hena Morshed Zaman		Co-location Sale	21,463,462	-	-	21,463,462
3	Bangladesh Telecommunications Company Limited	Mr. Abu Hena Morshed Zaman		Backhaul Purchase	149,391,972	45,277,928	(94,041,631)	100,628,265
4	Bangladesh Telecommunications Company Limited	Mr. Abu Hena Morshed Zaman		Backhaul (Co-location) Purchase	1,322,998	302,400	604,800	2,230,198
5	Teletalk Bangladesh Ltd.	Mr. Abu Hena Morshed Zaman		Bandwidth sale	24,191,846	22,136,737	(9,529,048)	36,799,535

Sd/-
Chief Financial Officer

Sd/-
Company Secretary

Sd/-
Managing Director

Sd/-
Director

Sd/-
Chairman

Place: Dhaka, Bangladesh
Dated: 30 January 2024

Annexure-A

Bangladesh Submarine Cables PLC

Schedule of Property, Plant & Equipment(Un-Audited)

As at 31 December 2023

(Amount in Taka)

Name of assets	Cost						Accumulated depreciation					WDV as at 31 December 2023
	As at 01 July 2023	Impairment	As at 01 July 2023	Additions during the Period	Adjustment during the Period	As at 31 December 2023	Rate	As at 01 July 2023	Charged during the Period	Adjustment during the Period	As at 31 December 2023	
Freehold assets (cost less accumulated depreciation)												
Land and land development	123,315,038	-	123,315,038	-	-	123,315,038	-	-	-	-	-	123,315,038
Core equipment-IPLC-SMW-4	2,603,865,991	-	2,603,865,992	-	-	2,603,865,992	10.00%	2,260,175,134	57,281,810	-	2,317,456,944	286,409,048
Core equipment-IPLC-SMW-5	5,729,361,249	-	5,729,361,249	-	-	5,729,361,249	5.00%	1,694,107,245	144,116,214	-	1,838,223,459	3,891,137,790
Core equipment-IIG	253,834,423	-	253,834,423	-	-	253,834,423	14.29%	253,834,423	-	-	253,834,423	-
Core equipment-IIG(Foreign/Singapore)	18,375,000	-	18,375,000	-	-	18,375,000	10.00%	1,837,500	918,750	-	2,756,250	15,618,750
Building-SMW-4	63,415,462	-	63,415,462	-	-	63,415,462	4.00%	30,355,510	751,363	-	31,106,873	32,308,589
Building-Low cost Quarter-SMW4	5,242,135	-	5,242,135	-	-	5,242,135	2.50%	389,800	63,847	-	453,646	4,788,488
Building-SMW-5	288,918,373	-	288,918,373	-	-	288,918,373	2.70%	63,644,090	3,312,857	-	66,956,947	221,961,426
Electrical Installation	1,377,780	-	1,377,780	149,209		1,526,989	20.00%	275,556	156,429		431,985	1,095,003
Floor development	2,535,402	-	2,535,402	-	-	2,535,402	4.00%	2,076,720	10,425	-	2,087,145	448,257
Fire Extinguishing,Protection and Detection System	9,274,990	-	9,274,990	-	-	9,274,990	10.00%	927,499	463,750	-	1,391,249	7,883,742
Security barak & security wall	7,827,297	-	7,827,297	-	-	7,827,297	4.00%	3,847,272	90,455	-	3,937,727	3,889,570
Deep tube-well & pump house	2,193,635	-	2,193,635	-	-	2,193,635	0.00%	1,792,622	-	-	1,792,622	401,013
Deep tube-well & pump house-SMW-5	1,334,855	-	1,334,855	-	-	1,334,855	0.00%	200,228	-	-	200,228	1,134,627
Generator-500 KVA(SMW#5)	18,414,231	-	18,414,231	-	-	18,414,231	8.33%	8,746,760	537,082	-	9,283,841	9,130,390
500 KV sub-station	3,284,000	-	3,284,000	-	-	3,284,000	11.11%	3,025,889	21,509	-	3,047,398	236,602
500 KV sub-station-SMW-5	13,146,779	-	13,146,779	-	-	13,146,779	3.13%	3,019,652	174,606	-	3,194,257	9,952,522
Power system	42,943,791	-	42,943,791	-	-	42,943,791	16.67%	33,149,260	1,632,422	-	34,781,682	8,162,109
Power system-SMW-5	21,051,069	-	21,051,069	-	-	21,051,069	5.88%	6,289,011	527,216	-	6,816,227	14,234,842
Power system-IIG	387,555	-	387,555	268,535	-	656,090	33.33%	348,799	287,913	-	636,712	19,378
Boundary wall	9,946,329	-	9,946,329	-	-	9,946,329	3.85%	4,851,425	110,759	-	4,962,184	4,984,145
Boundary wall-SMW-5	40,755,312		40,755,312	-	-	40,755,312	2.70%	8,576,115	473,223	-	9,049,339	31,705,974
Ducting from beach manhole	18,769,788	-	18,769,788	-	-	18,769,788	9.09%	13,814,585	309,700	-	14,124,285	4,645,503
Ducting from beach manhole-SMW-5	21,813,789	-	21,813,789	-	-	21,813,789	6.25%	6,671,384	540,800	-	7,212,184	14,601,605
Vehicles	54,385,037	-	54,385,037	-	-	54,385,037	10.00%	43,596,738	1,542,016	-	45,138,754	9,246,283
Office equipment and furniture	45,896,650	-	45,896,650	1,196,630	-	47,093,280	5-10%	29,955,029	1,357,445	-	31,312,473	15,780,806
Co-Location point	1,768,031	-	1,768,031	-	-	1,768,031	25.00%	1,433,012	167,510	-	1,600,521	167,510
Co-Location point-SMW-5	1,380,694	-	1,380,694	-	-	1,380,694	5.88%	399,233	35,052	-	434,285	946,409
Office decoration	20,862,452	-	20,862,452	57,482	-	20,919,934	10.00%	6,195,634	880,329	-	7,075,963	13,843,971
Water Treatment Plant & Others	186,120	-	186,120	-	-	186,120	20.00%	155,772	7,587	-	163,359	22,761
Surveillance System	471,925	-	471,925	-	-	471,925	20.00%	283,155	47,193		330,348	141,578
Sub-total	**9,426,335,181**	**-**	**9,426,335,181**	**1,671,856**	**-**	**9,428,007,037**		**4,483,975,050**	**215,818,259**	**-**	**4,699,793,311**	**4,728,213,728**
Incremental value of revalued Freehold assets												
(i) As per valuation as on 30 June 2020												
Land and land development	631,425,962	-	631,425,962	-	-	631,425,962						631,425,962
Building	72,159,464	-	72,159,464	-	-	72,159,463	4.00%	8,659,136	1,443,189	-	10,102,325	62,057,139
Security barak & security wall	84,809	-	84,809	-	-	84,809	4.00%	10,177	1,696	-	11,873	72,936
Deep tube-well & pump house-SMW-5	95,589	-	95,589	-	-	95,589	0.00%	-	-	-	-	95,589
Generator-500 KVA(SMW#5)	2,523,709	-	2,523,709	-	-	2,523,709	8.33%	630,927	105,155	-	736,082	1,787,628
500 KV sub-station	1,181,221	-	1,181,221	-	-	1,181,221	11.11%	393,740	65,623	-	459,364	721,857
500 KV sub-station-SMW-5	1,041,697	-	1,041,697	-	-	1,041,697	3.13%	97,659	16,277	-	113,936	927,761
Power system	15,612,099	-	15,612,099	-	-	15,612,099	16.67%	7,806,046	1,301,008	-	9,107,054	6,505,045
Power system-SMW-5	27,112,088	-	27,112,088	-	-	27,112,088	5.88%	4,782,573	797,095	-	5,579,668	21,532,420
Power system-IIG	9,301	-	9,301	-	-	9,301	33.33%	9,301	-	-	9,301	-
Boundary wall-SMW-5	1,012,168	-	1,012,168	-	-	1,012,168	2.70%	82,068	13,678	-	95,746	916,423
Vehicle	3,691,409	-	3,691,409			3,691,409	10.00%	1,107,423	184,570		1,291,993	2,399,416
Sub Total (i)	**755,949,516**	**-**	**755,949,516**	**-**	**-**	**755,949,515**		**23,579,050**	**3,928,291**	**-**	**27,507,341**	**728,442,174**
(ii) As per previous valuation												
Land and land development	346,562,561	-	346,562,561	-	-	346,562,561		-	-	-	-	346,562,561
Sub Total (ii)	**346,562,561**	**-**	**346,562,561**	**-**	**-**	**346,562,561**	**-**	**-**	**-**	**-**	**-**	**346,562,561**
Balance as on 30 September 2023	**10,528,847,259**	**-**	**10,528,847,259**	**1,671,856**	**-**	**10,530,519,115**	**-**	**4,507,554,099**	**219,746,551**	**-**	**4,727,300,652**	**5,803,218,464**
Balance as on 30 June2023	**10,469,504,945**	**-**	**10,469,504,945**	**59,342,314**	**-**	**10,528,847,259**	**-**	**4,027,969,137**	**479,584,961**	**-**	**4,507,554,098**	**6,021,293,160**

Annexure-B

Bangladesh Submarine Cables PLC

Calculation of Current Tax Provision

As at 31 December 2023

Amount in Taka

Particulars	Total Amount	Exemption rate	Exempted Amount	Chargeable Income	Tax Rate	Tax Liability
Profit Before Taxation	1,644,488,447					
Add: Provision for bad debt	83,398,032					
Provision for WPPF & WF	-					
Depreciation on ROU Asset	11,877,543					
Interest on Lease Liability	679,696					
Accounting depreciation	219,746,551					
	1,960,190,269					
Less: Tax depreciation	189,008,493					
Less: Office Rent Expense	12,405,000					
Total taxable income	1,758,776,776					
Less: Non -operating Income	120,196,938					
Taxable profit	1,638,579,838					
Taxable profit from IPLC unit	**1,638,579,838**					
Taxable profit from IPLC unit	1,638,579,838	0%	-	1,638,579,838	22.50%	368,680,464
Tax on Other Income				119,969,866	22.50%	26,993,220
Tax on Dividend Income				227,072	20.00%	45,414
Total	1,638,579,838		0	**1,758,776,776**		**395,719,098**

	CSR	PM R Fund	Total		Rebate
Investment tax credit	-	-	-	10%	-
Net tax liability					**395,719,098**