



ACNABIN
Chartered Accountants

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

We have audited the accompanying financial statements of Bangladesh Submarine Cable Company Limited, which comprise the statement of financial position as at 30 June 2014, and statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management Responsibilities for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above give a true and fair view of the financial position of Bangladesh Submarine Cable Company Limited as at 30 June 2014, and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS) and comply with the Companies Act 1994, the Securities and Exchange Rules, 1987 and other applicable laws and regulations.





We also report that:

- i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii) in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of these books;
- iii) the statement of financial position and statement of comprehensive income together with the annexed notes from 1 to 48 dealt with by the report are in agreement with the books of account; and
- iv) the expenditure incurred was for the purpose of the company's business.

Dhaka,
24 August 2014

BAHARADESH
SUBMARINE
CABLE
COMPANY
LIMITED

ACNABIN
Chartered Accountants



Bangladesh Submarine Cable Company Limited

Statement of Financial Position

As at 30 June 2014

	Notes	30 June 2014 Taka	30 June 2013 Taka	1 July 2012 Taka
Assets				
Non-current assets				
Property, plant and equipment	4	2,156,933,181	2,116,665,439	2,297,013,911
Deferred expenditure	5	9,513,969	1,403,000	904,845
		2,166,447,150	2,118,068,439	2,297,918,756
Current assets				
Trade and other receivables, net	6	965,502,073	790,070,492	631,914,144
Advances and deposits	7	21,126,710	143,301,242	12,693,890
Advance income tax	8	128,038,325	93,697,824	48,636,375
Investment in shares	9	33,263,107	5,051,255	5,352,884
Cash and cash equivalents	10	1,451,392,819	1,522,095,870	1,447,403,960
		2,599,323,034	2,554,216,683	2,146,001,253
Total Assets		4,765,770,184	4,672,285,122	4,443,920,009
Equity and liabilities				
Equity				
Share capital	11	1,499,141,000	1,303,600,870	1,185,091,700
Share premium	12	723,293,759	723,293,759	723,293,759
Tax holiday reserve	13	545,233,830	521,535,079	385,162,213
Revaluation reserve	14	339,631,310	339,631,310	339,631,310
Retained earnings	15	947,168,623	1,064,779,651	684,569,403
		4,054,468,522	3,952,840,668	3,317,748,384
Liabilities				
Non-current liabilities				
Lease Obligation-net off current maturity		-	-	375,798,737
Deferred tax liabilities	16	197,877,745	190,472,817	182,147,841
Security deposits received from clients	17	89,200,933	129,792,124	58,387,402
Employees' pension, gratuity & provident fund	18	23,450,617	16,547,760	14,960,286
		310,529,295	336,812,700	631,294,266
Current liabilities				
Lease Obligation- current maturity		-	-	250,532,492
Sundry creditors	19	11,241,545	764,703	7,318,756
Provision for income tax	20	168,380,676	230,476,717	110,201,553
Provision for WPPF and WF	21	24,407,352	-	-
VAT payable	22	191,000,306	145,772,497	92,838,156
Liabilities for expenses	23	5,742,489	5,617,837	33,986,402
		400,772,368	382,631,753	494,877,359
Total Liabilities		711,301,663	719,444,453	1,126,171,625
Total Equity and Liabilities		4,765,770,184	4,672,285,122	4,443,920,009

The annexed notes from 1 to 48 form an integral part of these financial statements.


Chief Financial Officer


Company Secretary


Managing Director


Director

This is the statement of financial position referred to in our separate report of even date.

Dhaka,
24 August 2014


ACNABIN
Chartered Accountants



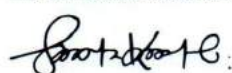
Bangladesh Submarine Cable Company Limited

Statement of Comprehensive Income

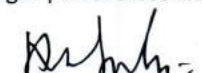
For the year ended 30 June 2014

	Notes	2013-2014 Taka	2012-2013 Taka
Revenue			
IPLC (International Private Lease Circuit) rent	24	669,095,788	1,224,306,499
Circuit activation charge	25	3,295,750	24,074,560
IP Transit Service	26	79,589,919	-
Co-Location Charges	27	1,763,333	-
		753,744,790	1,248,381,059
Direct cost of operation			
Electricity and generator fuel	28	7,974,601	5,755,521
Landing station and cable route repair	29	1,646,176	773,826
Backhaul & Data connectivity Charge	30	39,096,898	-
IP Transit Cost	31	9,986,617	-
Depreciation of core machinery	32	177,211,747	182,244,751
		235,916,039	188,774,098
Gross profit		517,828,751	1,059,606,961
Operating expenses			
Operation and maintenance expenses	33	95,283,341	64,924,239
General and administrative expenses	34	80,809,796	56,580,199
Provision for bad & doubtful debts	35	13,428,310	23,802,427
Depreciation on property, plant and equipment	36	9,543,180	10,264,028
Amortization of deferred expenditure		280,600	904,845
		199,345,227	156,475,739
Operating profit		318,483,525	903,131,222
Non-operating income			
Bank interest and other income	37	190,846,713	193,103,915
Gain/(Loss) on investment in shares	38	3,224,160	(301,629)
		194,070,873	192,802,286
Profit before WPPF & WF		512,554,398	1,095,933,508
Provision for contribution to WPPF & WF		24,407,352	-
Profit before taxation		488,147,045	1,095,933,508
Less: Current tax expense	39	118,394,089	215,497,909
Deferred tax (income)/expense	40	7,404,929	8,324,975
		125,799,018	223,822,884
Net profit after tax		362,348,028	872,110,624
Other comprehensive income, net of tax			
Gain on revaluation of property, plant and equipment		-	-
Total comprehensive income		362,348,028	872,110,624
Earnings Per Share (EPS) - Basic	41	2.42	6.69
Earnings Per Share (EPS) - Restated			5.82

The annexed notes from 1 to 48 form an integral part of these financial statements



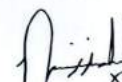
Chief Financial Officer



Company Secretary



Managing Director



Director

This is the statement of comprehensive income referred to in our separate report of even date.

Dhaka,
24 August 2014


ACNABIN
Chartered Accountants



Bangladesh Submarine Cable Company Limited

Statement of Changes in Equity For the year ended 30 June 2014

(Amount in Taka)

Particulars	Share capital	Share premium	Tax holiday reserve	Revaluation reserve	Retained earnings	Total Equity
Balance as at 30 June 2013	1,303,600,870	723,293,759	521,535,079	339,631,310	1,064,779,651	3,952,840,668
Transactions with shareholders:						
Bonus shares issued	195,540,130	-	-	-	(195,540,130)	-
Dividend paid	-	-	-	-	(260,720,174)	(260,720,174)
Total comprehensive income for the year:						
Net profit after tax for the year	-	-	-	-	362,348,028	362,348,028
Tax holiday reserve	-	-	23,698,751	-	(23,698,751)	-
Balance as at 30 June 2014	1,499,141,000	723,293,759	545,233,830	339,631,310	947,168,623	4,054,468,522
Balance at 01 July 2012, as previously reported	1,185,091,700	723,293,759	385,162,213	339,631,310	686,511,609	3,319,690,591
Impact of correction of error (Note: 24)	-	-	-	-	(1,945,556)	(1,945,556)
Impact of correction of error (Note: 4)	-	-	-	-	3,350	3,350
Restated balance at 01 July 2012	1,185,091,700	723,293,759	385,162,213	339,631,310	684,569,403	3,317,748,384
Transactions with shareholders:						
Bonus shares issued	118,509,170	-	-	-	(118,509,170)	-
Dividend paid	-	-	-	-	(237,018,340)	(237,018,340)
Total comprehensive income for the year:						
Net profit after tax for the year	-	-	-	-	872,110,624	872,110,624
Tax holiday reserve	-	-	136,372,866	-	(136,372,866)	-
Balance as at 30 June 2013	1,303,600,870	723,293,759	521,535,079	339,631,310	1,064,779,651	3,952,840,668

The annexed notes from 1 to 48 form an integral part of these financial statements.

Dhaka,
24 August 2014


Chief Financial Officer


Company Secretary


Managing Director


Director

Bangladesh Submarine Cable Company Limited

Statement of Cash Flows For the year ended 30 June 2014

	Notes	2013-2014 Taka	2012-2013 Taka
A. Cash flows from operating activities			
Cash received from clients		584,859,294	1,201,459,897
Cash paid to suppliers and others		(234,916,606)	(240,076,659)
Payroll and other payments to employees		(41,901,800)	(25,128,043)
Income tax paid		(214,830,631)	(140,284,194)
Receipts from rest house rent and others		41,639,748	302,658
Net cash flow from operating activities		134,850,005	796,273,659
B. Cash flows from investing activities			
Acquisition of property, plant and equipment		(95,455,561)	(12,160,307)
Interest received		173,721,845	182,078,406
Investment in Share		(24,987,692)	-
Dividend received		738,534	24,300
Net cash (used in)/flow from investing activities		54,017,126	169,942,399
C. Cash flows from financing activities			
Dividend paid		(259,570,183)	(236,569,252)
Finance charge on lease payments		-	(28,623,668)
Payment of finance lease liabilities		-	(626,331,229)
Net cash used in financing activities		(259,570,183)	(891,524,149)
Net (deficit)/surplus in cash and cash equivalents during the year (A+B+C)		(70,703,051)	74,691,910
Cash and cash equivalents at beginning of the year		1,522,095,870	1,447,403,960
Cash and cash equivalents at end of the year		1,451,392,819	1,522,095,870
Net Operating Cash Flows Per Share (NOCFPS)	41.3	0.90	6.11
Net Operating Cash Flows Per Share (NOCFPS)-restated			5.31

The annexed notes from 1 to 48 form an integral part of these financial statements.

Dhaka,
24 August 2014


Chief Financial Officer


Company Secretary


Managing Director


Director



Bangladesh Submarine Cable Company Limited

Notes to the financial statements

For the year ended 30 June 2014

1. Corporate information

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

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

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

2. Basis of preparation of financial statements

2.1 Statement of compliance

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

The financial statements have been authorised for issue by the Board of Directors of the Company on 24 August 2014.

2.2 Basis of measurement

These financial statements have been prepared on going concern basis under historical cost convention in accordance with Bangladesh Financial Reporting Standards (BFRS) except for the following items in the statement of financial position:

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

2.3 Functional and presentation currency

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

2.4 Use of estimates and judgments

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

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

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

Note: 4	Property, plant and equipment (useful life of depreciable assets)
Note: 16	Deferred tax liabilities (manner of recovery of temporary differences for determination of deferred tax liabilities)
Note: 35	Provision for bad & doubtful debts
Note: 39	Current tax expense
Note: 40	Deferred tax (income)/expense



3. Significant accounting policies

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

3.1 Property, plant and equipment

Property, plant and equipment comprise mainly land, building, core equipment, power system and vehicles. Land is shown at fair value, based on valuations by external independent valuers as per BAS 16: Property, Plant and Equipment. All other property plant and equipment are shown cost less accumulated depreciation. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All repairs and maintenance expenses are charged to the Statement of Comprehensive Income during the year when these are incurred.

3.2 Depreciation on property, plant and equipment

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

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

3.3 Foreign currency transactions

The financial statements are presented in Taka/Tk./BDT, which is the company's functional currency. Transactions in foreign currencies are recorded in the books at the exchange rate prevailing on the date of the transaction. Assets and liabilities outstanding at 30 June 2014 denominated in foreign currencies have been shown in Taka at the rate in terms of foreign currencies ruling on the financial position date. Exchange differences arising on the settlement of monetary items or on translating monetary items at the end of the reporting period are recognised in the statement of comprehensive income as per BAS 21: The Effects of Changes in Foreign Exchange Rates.

3.4 Employee Benefit

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

3.5 Amortization

Amortization of deferred expenditure is recognised in statement of comprehensive income (profit or loss) on a straight line basis over 5 (five) years from the date of recognition.



3.6 Tax holiday reserve

Tax holiday reserve has been created using applicable exemption rate of income tax as prescribed by the Income Tax Ordinance 1984. The Company has been granted tax holiday by the National Board of Revenue (NBR) (Ref: 11(64) Anu-1/2009 Dhaka dated 04 August 2009) for a period of 5 years effective from 01 January 2009 in the following manner:

<u>Period</u>	<u>Tax exemption rate</u>
First two years (1 January 2009 to 31 December 2010)	100%
Next two years (1 January 2011 to 31 December 2012)	50%
Remaining one year (1 January 2013 to 31 December 2013)	25%

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

3.7 Income tax expense

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

3.7.1 Current tax

Provision for income tax is made as per Finance Act 2014. Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous periods. The Company has been granted 25% tax exemption for the period from 1 July 2013 to 31 December 2013 and 100% tax exemption for IIG operation income (IP Transit service). Required provision for income tax has been made in the accompanying financial statements based on proportionate income.

3.7.2 Deferred tax

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

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

3.8 Revenue recognition

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

Revenues primarily comprise of:

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



3.8.1 IPLC rent

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

3.8.2 Circuit activation charge

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

3.8.3 IP Transit service

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

3.8.4 Co-location Charges

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

3.9 Dividend income

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

3.10 Trade receivables

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

3.11 Cash and cash equivalents

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

3.12 Accounts payable

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

3.13 Contingencies

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

A contingent asset is 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 group.

A contingent liability is recognised in the statement of financial position of the company because it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation of a bank guarantee given to custom authorities.

3.14 Earning Per Share (EPS)

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

3.15 Investment in shares

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



3.16 Events after the reporting period

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

3.17 Compliance with Financial Reporting Standards as applicable in Bangladesh

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

* As per BAS 38 paragraph 69 any pre-operational, preliminary expenses or start-up costs should be recognised as an expense when it is incurred. But the company recognised deferred expenses as an asset for the project SEA-ME-WE-4 and SEA-ME-WE-5 (Note-5) which is permitted as per Companies Act 1994.

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



	30.06.2014 Taka	30.06.2013 Taka	01.07.2012 Taka
4. Property, plant and equipment			
Cost/ revaluation (A)		Restated	Restated
Opening balance	3,277,116,511	3,264,956,204	2,588,985,740
Add: Purchased during the year	227,022,668	12,160,307	494,061,935
Increased due to revaluation	-	-	181,908,529
	<u>3,504,139,179</u>	<u>3,277,116,511</u>	<u>3,264,956,204</u>
Accumulated Depreciation (B)			
Opening balance as reported	1,160,451,072	967,942,293	802,093,638
Less: Impact of correction of error (Note:4.1)	-	-	3,350
Restated opening balance	1,160,451,072	967,942,293	802,090,288
Add: Charged during the year	186,754,927	192,508,779	165,852,005
	<u>1,347,205,998</u>	<u>1,160,451,072</u>	<u>967,942,293</u>
Written Down Value (A-B)	<u>2,156,933,181</u>	<u>2,116,665,439</u>	<u>2,297,013,911</u>

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

- 4.1 During the year 2011-12 purchase of office equipment and furniture was accounted for Tk.948,760 against the invoice of the suppliers. But in 2013-14 at the time of settlement of the bill/invoice an amount of Tk.33,500 had been less paid. As a result, the office equipment and furniture including the effect of depreciation (Tk.3,350) and sundry creditors which were over reported at 30 June 2012 by Tk.33,500 have been rectified and restated accordingly.

	30.06.2014 Taka	30.06.2013 Taka
5. Deferred expenditure		
Opening balance	1,403,000	1,403,000
Add: Addition during the year (Note: 5.1)	8,391,569	-
	<u>9,794,569</u>	<u>1,403,000</u>
Less: Amortization made during the year	280,600	-
	<u>9,513,969</u>	<u>1,403,000</u>

- 5.1 An amount of Tk.8,391,569 has been considered as deferred expenditure since this amount is identified as expenditure relating to Second Submarine Cable Project (SMW-5). As the project implementation has been in progress, these expenses are deferred as per Company Act, 1994.

	30.06.2014 Taka	30.06.2013 Taka	01.07.2012 Taka
6. Trade and other receivables		Restated	Restated
Trade receivables, net (Note:6.1)	954,659,190	753,974,194	606,516,397
Other receivables (Note:6.2)	10,842,883	36,096,298	25,397,747
	<u>965,502,073</u>	<u>790,070,492</u>	<u>631,914,144</u>
6.1 Trade receivables, net		Restated	Restated
Opening Balance	801,455,177	630,194,953	178,002,803
Add: Addition during the year (Note:6.1.1)	1,099,431,620	1,807,665,724	1,581,512,506
	<u>1,900,886,797</u>	<u>2,437,860,678</u>	<u>1,759,515,309</u>
Less: Collection during the year	885,318,314	1,636,405,500	1,129,320,356
Closing Balance	1,015,568,483	801,455,177	630,194,953
Less: Provision for bad and doubtful debts			
Opening Balance	47,480,983	23,678,556	-
Add: Addition during the year	13,428,310	23,802,427	23,678,556
	<u>60,909,293</u>	<u>47,480,983</u>	<u>23,678,556</u>
Trade receivables, net of provision	<u>954,659,190</u>	<u>753,974,194</u>	<u>606,516,397</u>

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

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

- 6.1.1 During the year 2009-2010, 2010-2011 and 2011-2012 revenue (IPLC rent) were over shown for an amount of Tk. 756,000, Tk.751,968 and Tk.437,588 respectively due to delay/non activation of circuits but invoices/bills were raised. Consequently corresponding receivables were also over recorded and excess reported by the said amount in the accounts. These errors have been rectified by restating the accounts for the year 2011-12. (Note-24.1).

	30.06.2014 Taka	30.06.2013 Taka
6.2 Other receivables		
Dividend receivable	3,150	15,750
Receivable from ICB Securities Trading Co. Ltd.	12,220	7,180
FDR interest receivable from different Banks	8,411,745	19,482,066
Receivable from TM Malaysia (Note: 6.2.1)	2,415,768	16,591,302
	10,842,883	36,096,298

- 6.2.1 Reimbursable meeting expenses was received during the year from TM Malaysia.

7. Advances and deposits

Advances

	(Note:71)		
Advance for Office Rent	8,868,546		10,946,310
Advance to:			
Employees for foreign travelling	121,000		70,000
Employees against Expenses	216,164		96,825
Pragati Industries Ltd. for vehicle	6,926,000		-
Zibran & Associates	42,000		-
Civil Works Consultant Ltd.	990,000		-
Mr. Shahjalal (Office Rent Patuahkali)	246,000		-
Milky & Associates	12,000		-
Future Link Technology	20,000		-
Kamal Trading Agency	50,000		-
Southern Automobiles	250,000		-
Advance for:			
Land Purchase	-		900,000
Interior Decoration	-		586,764
against Investment in IIG	-		130,080,343
	17,741,710		142,680,242

Deposits

Security deposit - Duncan Products Ltd.	5,000	5,000
BTCL - for phone line	19,000	16,000
CDBL - as security deposit	500,000	500,000
Security deposit - BTRC for International Internet Gateway (IIG) license	100,000	100,000
Patuahkali Palli Bidyut Samity	2,761,000	-
	3,385,000	621,000
	21,126,710	143,301,242

7.1 Advance for Office Rent

Opening balance	10,946,310	10,838,890
Add: Addition during the year	-	2,000,000
	10,946,310	12,838,890
Less: Adjustment during the year	2,077,764	1,892,580
	8,868,546	10,946,310

8. Advance Income Tax

Opening balance	93,697,824	48,636,375
Add: Payment made during the year	128,038,324	93,697,824
	221,736,147	142,334,199
Less: Settlement for previous year	93,697,822	48,636,375
	128,038,325	93,697,824



9. Investment in Shares

		30.06.2014 Taka		30.06.2013 Taka	
SL #	Ordinary shares of	Quantity	Cost price (Taka)	Market value	Market value
1	AB Bank Limited	68,593	2,657,646	1,742,262	737,352
2	ACI Limited	2,592	764,727	675,734	331,776
3	BEXIMCO Limited	101,062	9,731,786	3,264,303	2,203,500
4	Islami Bank BD Limited	39,091	950,773	989,002	1,346,890
5	NCC Bank Limited	158,504	2,353,520	1,695,993	431,737
6	BATASHOE	1,000	696,430	972,900	-
7	IFIC Bank Limited	40,250	1,246,849	986,125	-
8	Jamuna Oil Limited	21,560	4,392,420	4,585,812	-
9	MPetroleum	22,560	4,962,428	6,172,416	-
10	Padma Oil Limited	18,150	4,835,084	5,837,040	-
11	Square Pharma	14,600	2,633,585	4,120,120	-
12	Titas Gas	29,000	2,242,120	2,221,400	-
			37,467,368	33,263,107	5,051,255

The Company has invested the above-noted amount to fulfil the requirement of Tax Holiday Scheme. This amount represents the market value of shares as on 30 June 2014. Investment in shares is treated as held for trading financial assets as per BAS 39-Financial Instruments: Recognition and Measurement and any fluctuation in market price is accounted for through statement of comprehensive income.

10. Cash and cash equivalents

Cash in hand	(Note:10.1)	128,166	236,076
Cash at bank	(Note:10.2)	1,451,264,653	1,521,859,794
		1,451,392,819	1,522,095,870

10.1 Cash in hand

Head Office-Dhaka	88,189	191,230
Landing Station-Kuakata	255	-
Landing Station-Cox's Bazar	39,722	44,846
		128,166
		236,076

10.2 Cash at bank

Savings and current deposits with:

Sonali Bank Limited	85,635,193	4,941,457
National Bank Limited	91,950	-
Mutual Trust Bank Limited	1,487,596	-
Farmers Bank Limited	1,496,233	-
Brac Bank Limited	669,618	666,176
IFIC Bank Limited	2,131,054	108,036
United Commercial Bank Limited	461,104,795	49,344,235
		552,616,439
		55,059,904

Fixed deposits (FDR) with:

National Bank Limited	-	53,514,930
Basic Bank Limited	452,302,603	321,073,272
IFIC Bank Limited	-	75,618,682
Investment Corporation of Bangladesh	-	442,976,674
Bank Asia Limited	51,204,375	-
Sonali Bank Limited	116,441,080	204,218,750
Bangladesh Krishi Bank Limited	79,671,499	55,843,750
Bangladesh Commerce Bank Limited	-	21,753,122
United Commercial Bank Limited	10,000,000	67,440,505
Meghna Bank Limited	144,460,062	-
AB Bank Limited	-	126,645,000
Exim Bank Limited	-	33,162,653
Other Banks	44,568,594	64,552,551
		898,648,214
		1,466,799,890
		1,451,264,653
		1,521,859,794

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

11. Share capital**Authorized:**

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

30.06.2014
Taka30.06.2013
Taka10,000,000,00010,000,000,000**Issued, subscribed and paid up capital:**

149,914,100 Ordinary Shares of Taka 10 each

1,499,141,0001,303,600,870

The company increased its Paid-up share capital from Tk.1,303,600,870 to Tk. 1,499,141,000 by issuing 19,554,013 bonus shares to the shareholders as approved in 5th Annual General Meeting 26 October 2013.

11.1 Percentage of Shareholding**Shareholding position as at 30 June 2014**

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

Shareholding position as at 30 June 2013

Name of shareholders	Percentage of shareholding	No. of shares	Value in Taka
Ministry of Post & Telecommunications division, MoPT & IT	73.84%	96,259,933	962,599,330
Sponsor/Director	0.00%	154	1,540
Institute	12.46%	16,246,399	162,463,990
Public	13.17%	17,172,611	171,726,110
Foreign Investor	0.52%	680,990	6,809,900
	100.00%	130,360,087	1,303,600,870

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

Slabs wise number of shares	No. of share holders		No. of shares	
	30 June 2014	30 June 2013	30 June 2014	30 June 2013
Less than 500	25,703	22,126	2,954,871	2,089,589
500-5,000	7,690	3,324	10,605,481	4,953,707
5,001-10,000	471	257	3,363,289	1,906,022
10,001-20,000	216	186	2,975,293	2,638,963
20,001-30,000	74	60	1,821,077	1,479,450
30,001-40,000	27	31	962,750	1,094,480
40,001-50,000	11	24	493,610	1,102,400
50,001-100,000	39	55	2,699,485	3,812,700
100,001-1,000,000	30	39	5,877,304	9,715,038
1,000,001-1,000,000,000	4	5	118,160,940	101,567,738
	34,265	26,107	149,914,100	130,360,087

12. Share premium723,293,759723,293,759

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



	30.06.2014 Taka	30.06.2013 Taka
13. Tax holiday reserve		
Opening balance	521,535,079	385,162,213
Add: Current year's reserve (Note: 3.6)	23,698,751	136,372,866
	545,233,830	521,535,079
14. Revaluation reserve	339,631,310	339,631,310
15. Retained Earnings		
Opening balance	1,064,779,651	684,569,403
Add: Profit for the year	362,348,028	872,110,624
	1,427,127,678	1,556,680,027
Less: Dividend paid during the Year	260,720,174	237,018,340
Appropriation for Stock Dividend	195,540,130	118,509,170
Transferred to Tax Holiday Reserve	23,698,751	136,372,866
	479,959,055	491,900,376
	947,168,623	1,064,779,651
16. Deferred tax liabilities		

Deferred tax assets and liabilities have been recognized and measured in accordance with the provisions of BAS 12: Income Taxes. Related deferred tax expense/(income) have been disclosed in Note: 40. Deferred tax assets and liabilities are attributable to the following:

Deferred tax relating to profit & loss account components (Note: 16.1)	190,946,494	183,541,565
Deferred tax relating to components of other comprehensive income (Note: 16.2)	6,931,251	6,931,251
	197,877,745	190,472,817

16.1 Deferred tax relating to profit & loss account components

	Carrying amount Taka	Tax base Taka	Taxable/(deductible) temporary difference Taka
As at 30 June 2014			
Property, plant and equipment (excluding land)	1,725,634,553	946,923,757	778,710,796
Accounts receivable	954,659,190	1,015,568,483	(60,909,293)
Provision for pension and gratuity fund	(23,450,617)	-	(23,450,617)
Net Taxable Temporary Difference			694,350,886
Applicable tax rate			27.50%
Deferred tax liability			190,946,494
	Carrying amount Taka	Tax base Taka	Taxable/(deductible) temporary difference Taka
As at 30 June 2013			
Property, plant and equipment (excluding land)	1,760,441,060	1,027,549,501	732,891,559
Difference for vehicle (Note 16.1.1)	(1,438,942)	-	(1,438,942)
Accounts receivable	755,919,751	803,400,734	(47,480,983)
Provision for pension and gratuity fund	(16,547,760)	-	(16,547,760)
Net Taxable Temporary Difference			667,423,874
Applicable tax rate			27.50%
Deferred tax liability			183,541,565

16.1.1 Difference for vehicle

This represents the permanent difference related to sedan cars, not plying for hire, owned by BSCCL. As per the provisions of Income Tax Ordinance 1984, depreciation on such cars is allowed only up to certain limit of cost (currently Tk.2 million per car) of such cars for tax purpose. Difference for vehicle represents the amount of depreciated cost exceeding such limits.

16.2 Deferred tax relating to components of other comprehensive income

As at 30 June 2014	Carrying Amount	Tax Base	Taxable/(deductable) temporary difference
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			2.00%
Deferred tax liability			6,931,251

As at 30 June 2013	Carrying Amount	Tax Base	Taxable/(deductable) temporary difference
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			2.00%
Deferred tax liability			6,931,251

17. Security deposits received from clients

	30.06.2014 Taka	30.06.2013 Taka
Opening Balance	129,792,124	58,387,402
Add: Addition during the year	26,116,051	96,654,804
	155,908,175	155,042,206
Less: Adjustment during the year	66,707,242	25,250,083
	89,200,933	129,792,124

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

18. Employees' pension, gratuity and provident fund

Employees' pension fund (Note: 18.1)	13,808,952	13,808,952
Employees' gratuity fund (Note: 18.2)	6,089,040	2,738,808
Employees' provident fund (Note: 18.3)	3,552,625	-
	23,450,617	16,547,760

18.1 Employees' pension fund

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

18.2 Employees' gratuity fund

Opening balance	2,738,808	1,151,334
Add: Provision made during the year	3,350,232	1,587,474
	6,089,040	2,738,808

18.3 Employees' provident fund

Opening balance	-	-
Add: Employees' Contribution	1,776,312	-
Employer's Contribution	1,776,312	-
	3,552,625	-

19. Sundry creditors

	30.06.2014 Taka	30.06.2013 Taka	01.07.2012 Taka
		Restated	Restated
Share money deposit	119,622	123,122	301,499
M/S Care and Construction	-	-	915,260
Withholding tax payable	333,287	43,716	534,367
The Daily Janakantha	201,825	-	-



	30.06.2014 Taka	30.06.2013 Taka Restated	01.07.2012 Taka Restated
Sony Chocolate Industries Ltd.	291,657	-	-
Telecom Italia Sparkle	177,750	-	-
Best IT Solutions	115,000	-	-
Unclaimed dividend	1,599,079	449,088	-
Fibre @ Home	650,095	128,777	-
Execution	-	20,000	-
Spectrum Engineering Consortium Ltd.	184,500	-	-
White Product and Electronic Ltd. (Note:19.1)	-	-	1,049,630
ICB Securities Trading Co. Ltd.	1,257,165	-	627,000
Advance Received from BD REN/UGC	1,114,300	-	-
Bangla Phone Ltd.	358,703	-	-
Payable to BTCL	4,243,170	-	-
Others	595,392	-	3,891,000
	11,241,545	764,703	7,318,756

- 19.1 During the year 2011-12 purchase of office equipment and furniture was accounted for Tk.948,760 against the invoice of the suppliers. But in 2013-14 at the time of settlement of the bill/invoice an amount of Tk.33,500 had been less paid. As a result, the office equipment and furniture including the effect of depreciation (Tk.3,350) and sundry creditors which were over reported at 30 June 2012 by Tk.33,500 have been rectified and restated accordingly. (Note:4.1)

	30.06.2014 Taka	30.06.2013 Taka
20. Provision for income tax		
Opening balance	230,476,717	110,201,553
Add: Provision made during the year (Note: 39)	118,394,089	215,497,909
	348,870,806	325,699,462
Less: Settlement for previous year		
Tax paid directly from bank account through challan	86,792,308	46,586,370
Adjustment from advance income tax	93,697,822	48,636,375
	180,490,130	95,222,745
	168,380,676	230,476,717
21. Provision for WPPF and WF	24,407,352	-
22. VAT Payable	191,000,306	145,772,497

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

23. Liabilities for expenses

	(Note - 23.1)	
Office rent	4,923,000	4,800,000
Repair & Maintenance	6,900	-
Audit & other fees	189,750	218,500
Salary payable-Kuakata	201,275	-
Telephone bill	12,200	22,298
Electricity bill	400,000	474,781
Advertisement & publicity	-	88,494
Others	9,364	13,764
	5,742,489	5,617,837

- 23.1 Opening balance of provision for office rent payable to Bangladesh Telecommunication Company Limited (BTCL) is related to office space occupied by the Company at Telejogajog Bhaban owned by BTCL on the lump sum basis in the absence of any agreement and provision during the year is made for Kuakata office rent for the month of April to June 2014. This has been arrived at as follows:

Opening balance	4,800,000	4,800,000
Add: Provision made during the year	123,000	-
	4,923,000	4,800,000



		2013-2014 Taka	2012-2013 Taka	2011-2012 Taka
24. IPLC (International Private Leased Circuit) Rent				
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. It includes the following:				
			Restated	Restated
IPLC rent- local	(Note: 24.1)	669,095,788	1,213,827,079	1,182,878,649
IPLC rent-export		-	10,479,420	29,705,762
		669,095,788	1,224,306,499	1,212,584,411

- 24.1** During the year 2009-2010, 2010-2011 and 2011-2012 revenue (IPLC rent) were over shown for an amount of Tk.756,000, Tk.751,968 and Tk.437,588 respectively due to delay/non activation of circuits but invoices/bills were raised. Consequently corresponding receivables were also over recorded and excess reported by the said amount in the accounts. These errors have been rectified by restating the accounts for the year 2011-12. (Note-6.1.1).

	2013-2014 Taka	2012-2013 Taka
25. Circuit activation charge	3,295,750	24,074,560
This represents charges imposed to clients for activation of new circuits.		
26. IP Transit Service	79,589,919	-
This represents the service charges for providing internet bandwidth to IIGs and ISPs.		
27. Co-Location Charges	1,763,333	-
This represents charges to customers for using BSCCL's resources at Cox's Bazar and Dhaka.		
28. Electricity and generator fuel		
This cost is directly related to cost of operation. The details of expenses are given below:		
Electricity bill	6,556,987	4,529,696
Fuel for generator	1,417,614	1,225,825
	7,974,601	5,755,521
29. Landing station and cable route repair	1,646,176	773,826
This cost is directly related to repair and maintenance for landing station and cable route.		
30. Backhaul & Data Connectivity Charge		
Backhaul Charge	37,422,540	-
Data Connectivity & Fiber Core Charge	1,594,926	-
Membership & IP resource Allocation Fee	79,432	-
	39,096,898	-

This represents backhaul charges to BTCL for connection from Cox's Bazar to Dhaka for TK.37,063,837 and Tk.1,594,926 to Fiber@Home for data connectivity from Moghbazar to Tejgaon office. Tk.79,432 has been paid to APNIC as membership fee.

	2013-2014 Taka	2012-2013 Taka
31. IP Transit Cost	9,986,617	-
This cost represents the cost of purchasing IP bandwidth from Telecom Italia Sparkle.		
32. Depreciation of core machinery	177,211,747	182,244,751
This represents the depreciation charged on core machinery which are directly related to rent revenue. For further details Annexure-A is referred.		
33. Operation and maintenance expenses	95,283,341	64,924,239
This represents amount paid to SEA-ME-WE 4 during the year for expenses of cable operation and maintenance purpose after netting reimbursement of expenses from consortium received by the company.		
34. General and administrative expenses		

Salary and allowances	36,223,389	20,762,625
Managing Director's remuneration	3,187,524	2,852,550
Festival bonus	1,614,581	754,218
Incentive bonus	1,077,384	758,650
Gratuity provision	3,350,232	1,587,474
Office rent	8,138,900	7,349,512
Repair and maintenance	3,281,291	2,051,852
Business Development Expenses	1,585,090	995,829
Fees and Subscription	3,019,666	1,172,828
Vehicles Maintenance	1,440,274	872,618
Board and other meetings fees	2,054,768	1,311,840
Consultancy fees	1,590,514	525,750
Audit fees	189,750	172,500
Consortium meeting expenses	-	2,117,148
Advertisement and publicity expenses	1,720,908	1,151,128
Vehicles running expenses	2,021,817	1,449,275
Travelling & conveyance	1,611,882	1,188,842
Printing and Office stationery	3,047,449	1,865,506
Postage and courier expenses	124,375	120,245
Entertainment	1,181,662	712,872
AGM expenses	1,863,485	1,621,334
Bank charges and commission	552,872	373,642
Telephone Bill	148,796	79,287
CSR expenses	300,000	4,500,000
Rent, rates & taxes	1,320,132	-
Insurance premium	163,055	232,674
	80,809,796	56,580,199

35. Provision for bad & doubtful debts		
Closing balance of provision for bad & doubtful debts (Note:6.1)	60,909,293	47,480,983
Opening balance of provision for bad & doubtful debts	47,480,983	23,678,556
	13,428,310	23,802,427

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

36. Depreciation on property, plant and equipment	9,543,180	10,264,028
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This represents the depreciation charged on other than core machinery. For further details Annexure-A is referred.



	2013-2014 Taka	2012-2013 Taka
37. Bank interest and other income		
Rest house rent and others	570,791	302,658
Interest on FDR	162,651,524	192,776,957
Landing Station Cross connection Charges	25,783,296	-
Dividend income	725,934	24,300
Reimbursement from TM Malaysia	1,115,168	-
	190,846,713	193,103,915
38. Gain/(loss) on investment in shares		
Opening market value of investment	5,051,255	5,352,884
Add: Purchase During the Year	24,987,692	-
Less: Closing Market Value of Investment (Note: 9)	33,263,107	5,051,255
	3,224,160	(301,629)
39. Current tax expense		
Current year	118,394,089	200,594,049
Tax liability for 2012-13 (Note: 39.1)	-	14,903,860
	118,394,089	215,497,909
39.1 BSCCL submitted its annual tax return under "Universal Self Assessment" method and paid tax accordingly but due to tax audit for assessment year 2011-2012 (income year 2010-11) excess tax liability of Tk. 14,903,860 arose which was accounted for the last year as per paragraph 80(b) of BAS - 12: Income Taxes. The company has appealed to the Commissioner, Appeal, the proceedings of the issue is going on.		
40. Deferred tax (income)/expense		
Closing balance of deferred tax liability (Note: 16.1)	190,946,494	183,541,565
Opening balance of deferred tax liability	183,541,565	175,216,590
Deferred tax (income)/expense	7,404,929	8,324,975
41. Basic Earning Per Share (EPS)		
Profit attributable to ordinary shareholders (A)	362,348,028	872,110,624
Weighted average number of ordinary shares (B) (Note: 41.1)	149,914,100	130,360,087
Basic earnings per share (A/B)*	2.42	6.69
Earning Per Share (EPS)-Restated		5.82
41.1 Weighted average number of ordinary shares outstanding during the year is the number of ordinary shares outstanding at the beginning of year plus the number of shares issued during the year multiplied by a time-weighting factor. The time weighting factor is the total number of days that the specific number of shares are outstanding as a proportion of the total number of days in the year.		
41.2 Diluted earning per share		
No diluted earnings per share is required to be calculated for the year as there has no dilutive potential ordinary shares.		
41.3 Net operating cash flows per share (NOCFPS)		
Net cash flows from operating activities (A)	134,850,005	796,273,659
Weighted average number of ordinary shares (B) (Note: 41.1)	149,914,100	130,360,087
Net operating cash flows per share (NOCFPS)	0.90	6.11
Net operating cash flows per share (NOCFPS)-Restated		5.31



42. Financial risk management

The management of the company has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies have been established to identify and analyse the risks faced by the company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities. The company has exposure to the following risks from its use of financial instruments.

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

42.1 Credit risk

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

As per terms and conditions of agreement with the clients, sale of Bandwidth is on prepaid basis. But for some unavoidable reasons a portion of sale remains outstanding and to make it acceptable management has made a credit recovery committee and the exposure to credit risk is monitored on an ongoing basis. As at 30 June 2014, substantial part of the receivables are those from BTCL and Mango Teleservices Limited and other clients and are subject to insignificant credit risk. Risk exposures from other financial assets, i.e. cash at bank and other external receivables are also nominal.

(a) Exposure to credit risk

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

		30.06.2014 Taka	30.06.2013 Taka
Financial assets (HFT) - investment in shares	(Note: 9)	33,263,107	5,051,255
Trade receivables, net	(Note: 6.1)	954,659,190	753,974,194
Other receivables	(Note: 6.2)	10,842,883	36,096,298
Cash and cash equivalents	(Note: 10)	1,451,392,819	1,522,095,870
		2,450,157,999	2,317,217,616

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

		30.06.2014 Taka	30.06.2013 Taka
Domestic		965,502,073	775,424,747
Foreign (Malaysia)		2,415,768	16,591,302
		967,917,841	792,016,048

b) Ageing of trade receivables

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

		30.06.2014 Taka	30.06.2013 Taka
Past due 0-90 days		186,693,797	382,987,848
Past due 91-180 days		145,930,395	222,396,237
Past due 181-365 days		383,124,307	155,195,293
Past due more than 365 days		299,819,984	42,955,946
		1,015,568,483	803,535,324

c) Impairment losses

Impairment losses on the above receivables were recognised as per the company policy and recommendation made by Audit Committee. Quantitative disclosure for such impairment losses has been given in Note 6.1 of these financial statements.

42.2 Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they falls due. The company's approach to managing liquidity (cash and cash equivalents) is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation. Typically, the company ensures that it has sufficient cash and cash equivalents to meet expected operational



expenses, including financial obligations through preparation of the cash flow forecast, prepared based on time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date.

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

As at 30 June 2014	Contractual cash flows (Taka)	1 year or less Taka	More than 1 year Taka
Security deposits received from clients	89,200,933	17,840,187	71,360,746
Employees' pension and gratuity fund	23,450,617	4,690,123	18,760,493
Sundry creditors	11,241,545	11,241,545	-
Income tax payable (provision less AIT)	40,342,351	40,342,351	-
VAT payable	191,000,306	191,000,306	-
Provision for WPPF and WF	24,407,352	24,407,352	-
Liabilities for expenses	5,742,489	5,742,489	-
	385,385,592	295,264,353	90,121,240

As at 30 June 2013	Contractual cash flows (Taka)	1 year or less Taka	More than 1 year Taka
Security deposits received from clients	129,792,124	25,958,425	103,833,699
Employees' pension and gratuity fund	16,547,760	3,309,552	13,238,208
Sundry creditors	764,703	764,703	-
Income tax payable (provision less AIT)	136,778,893	136,778,893	-
VAT payable	145,772,497	145,772,497	-
Liabilities for expenses	5,617,837	5,617,837	-
	435,273,813	318,201,906	117,071,907

42.3 Market risk

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

a) Currency risk

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

i) Exposure to currency risk

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

	30.06.2014 Taka	30.06.2013 Taka
Foreign currency denominated assets		
Receivable from TM Malaysia	2,415,768	16,591,302
Foreign currency denominated liabilities		
Share money deposit payable	(119,622)	(123,122)
Net exposure	2,296,146	16,468,180
The following rate has been applied:	Taka	Taka
US Dollar (\$)	77.30	78.15

ii) Foreign exchange rate sensitivity analysis for foreign currency expenditures

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



2013-2014

	Profit or loss		Equity	
	Increase	Decrease	Increase	Decrease
US Dollar (10% movement)	229,615	-	229,615	-

2012-2013

US Dollar (10% movement)	1,646,818	(1,646,818)	1,646,818	(1,646,818)
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b) Interest rate risk

Interest rate risk is the risk that arises due to changes in interest rates on borrowings. The company is not significantly exposed to fluctuation in interest rates as it has neither floating interest rate bearing financial liabilities nor entered into any type of derivative instrument in order to hedge interest rate risk as at 30 June 2014.

Profile

As at 30 June 2014, the interest rate profile of the company's interest bearing financial instruments was:

	Carrying amount as at	
	30.06.2014 Taka	30.06.2013 Taka
Fixed rate instruments		
Financial assets (short term investments-FDR)	898,648,214	1,466,799,890
Financial liabilities	-	-
	898,648,214	1,466,799,890

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

	As at 30 June 2014		As at 30 June 2013	
	Carrying amount Taka	Fair value Taka	Carrying amount Taka	Fair value Taka
Financial assets				
Assets carried at fair value through profit or loss				
Investment in shares	33,263,107	33,263,107	5,051,255	5,051,255
Held to maturity assets				
Short term investment-FDR	898,648,214	898,648,214	1,466,799,890	1,466,799,890
Loans and receivables				
Trade receivables, net	954,659,190	954,659,190	755,919,751	755,919,751
Other receivables	10,842,883	10,842,883	36,096,298	36,096,298
Available for sale financial assets	-	-	-	-
	1,897,413,394	1,897,413,394	2,263,867,193	2,263,867,193
Financial liabilities				
Liabilities carried at fair value through profit or loss	-	-	-	-
Liabilities carried at amortised costs				
Security deposits received from clients	(89,200,933)	(89,200,933)	(129,792,124)	(129,792,124)
Sundry creditors	(11,241,545)	(11,241,545)	(798,203)	(798,203)
VAT payable	(191,000,306)	(191,000,306)	(145,772,497)	(145,772,497)
Provision for WPPF and WF	(24,407,352)	(24,407,352)	-	-
Liabilities for expenses	(5,742,489)	(5,742,489)	(5,617,837)	(5,617,837)
	(321,592,625)	(321,592,625)	(281,980,660)	(281,980,660)

43. Bandwidth capacity

	Gbps	Gbps
Present Capacity	200.00	200.00
Utilization	22.50	38.75
Percentage of utilization	11.25%	19.38%

44. Capital management

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

45. Remittance of foreign currency**Purpose of payments:**

	30.06.2014 USD	30.06.2013 USD
Lease principals	-	-
Operation and maintenance expenses	1,403,063	605,696
IP Transit & Membership cost	121,107	-
Financial charge on lease	-	-
	1,524,170	605,696

46. Contingent liabilities and commitments

Bank guarantees given to customs authority	-	528,000
Office rent (Note: 46.1)	6,738,180	6,738,180
	6,738,180	7,266,180

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

47. Related party disclosures

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

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

47.1 Name of the Directors along with all related Firms/ Companies/ Institutions/Parties as at 30 June 2014:

SI No.	Name of the Directors	Status with the company	Name of the related Ministries/ Companies/ Parties etc.	Remarks
1	Mr. Md. Abubakar Siddique	Chairman	Secretary-Ministry of Posts & Telecommunications division, MoPT & IT	Nominated by GOB
2	Mr. Jalal Ahmed	Director	Additional Secretary-MoF	Nominated by GOB
3	Mr. Feroz Salah Uddin	Director	Additional Secretary-Ministry of Posts & Telecommunications division, MoPT & IT	Nominated by GOB
4	Mr. Rabindra Nath Roy Chowdhury	Director	Joint Secretary-MSICT	Nominated by GOB
5	Col. Md.Arefin Talukder, PSC	Director	Colonel Staff, Army HQ. PS Directorate (PS-1) Dhaka Cantonment, Dhaka	Nominated by GOB
6	Dr. Md. Mahbulul Alam Joarder	Director	Professor-Institute of Information Technology, University of Dhaka	Nominated by GOB
7	Mr. Nasir Uddin Ahmed, FCA, FCS	Independent Director	Council Member-ICAB	Nominated by GOB
8	Mr.Mohammad Shahjahan Khan	Independent Director	President-DCCI	Nominated by GOB
9	Mr. Md. Monwar Hossain	Managing Director	Not applicable	

47.2 Related party transactions

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

SI No.	Name of the company (Related party)	Name of the Director	Relationship of the Director with the company	Type of transaction	Sales (in Taka)	
					2013-2014	2012-2013
1	Bangladesh Telecommunications Company Limited	Mr. Md. Abubakar Siddique	Chairman	Bandwidth sale	460,315,848	767,270,910
2	Telephone Shilpha Sangtha Limited	Mr. Md. Abubakar Siddique	Chairman	Laptop purchase	115,386	210,000

2013-2014 Taka	2012-2013 Taka
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b) Key management personnel compensation

Short term employee benefits (salary and other allowances)
Provident Fund
Post employment benefits (gratuity fund)

	2013-2014	2012-2013
Short term employee benefits (salary and other allowances)	3,187,524	2,852,550
Provident Fund	153,256	-
Post employment benefits (gratuity fund)	414,000	346,500
	<u>3,754,780</u>	<u>3,199,050</u>

48. Other disclosures

48.1 Segment information

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



48.2 Comparatives

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

a) Investment in shares

Investment in shares has been presented at fair market value (Note 9) as per BAS 39-Financial Instruments: Recognition and Measurement.

48.3 Number of employees

As at 30 June 2014 the number of regular employees receiving remuneration of Tk. 36,000 or above per annum was 74 (2013: 54).

48.4 Events after the reporting period

The Board of Directors of BSCCL, at its 97th meeting held on 24 August 2014, proposed cash dividend 10% on the paid-up capital for the year 2013-2014. This dividend is subject to final approval by the shareholders at the forthcoming Annual General Meeting (AGM) of the company.

Dhaka,
24 August 2014


Chief Financial Officer


Company Secretary


Managing Director


Director

BANGLADESH
SUBMARINE
CABLE
COMPANY
LIMITED



Bangladesh Submarine Cable Company Limited

Schedule of Property, Plant & Equipment

As at 30 June 2014

Name of assets	Cost			Accumulated depreciation			WDV as at 30 June 2014
	As at 01 July 2013	Additions during the year	As at 30 June 2014	Rate	As at 01 July 2013	Charged during the year	
a. Freehold assets							
Land and land development	9,692,968	75,044,099	84,737,067	-	-	-	84,737,067
Core equipment-IPLC	2,742,706,868	-	2,742,706,868	10%	1,102,504,109	164,020,276	1,266,524,385
Core equipment-IIG	-	145,550,586	145,550,586	12%	-	13,191,471	13,191,471
Building	58,488,364	-	58,488,364	4%	8,728,759	1,990,384	10,719,143
Floor development	2,654,065	-	2,654,065	10%	1,353,669	130,040	1,483,709
Security barak & security wall	7,827,297	-	7,827,297	4%	1,171,069	266,249	1,437,318
Deep tube-well & pump house	2,343,837	-	2,343,837	10%	1,223,652	112,019	1,335,671
500 KV sub-station	3,284,000	-	3,284,000	15%	2,233,274	157,609	2,390,883
Power system	34,737,942	893,864	35,631,806	10%	18,135,712	1,724,063	19,859,775
Boundary wall	8,255,575	-	8,255,575	4%	1,235,145	280,817	1,515,962
Ducting from beach manhole	18,088,759	-	18,088,759	5%	5,458,891	631,493	6,090,384
Vehicles	28,286,712	-	28,286,712	20%	14,034,839	2,850,375	16,885,214
Office equipment and furniture	11,228,918	4,089,044	15,317,962	10%	3,795,640	994,147	4,789,787
Co-Location point	171,554	-	171,554	10%	70,253	10,130	80,383
Office decoration	2,788,091	1,445,075	4,233,166	10%	506,059	395,854	901,913
Sub-total	2,930,554,950	227,022,668	3,157,577,618		1,160,451,072	186,754,927	1,347,205,998
b. Revalued assets							
Land and land development	346,561,561	-	346,561,561	-	-	-	346,561,561
Sub-total	346,561,561	-	346,561,561		-	-	346,561,561
Total balance as at 30 June 2014 (a+b)	3,277,116,511	227,022,668	3,504,139,179		1,160,451,072	186,754,927	1,347,205,998
As at 30 June 2013	3,264,956,204	12,160,307	3,277,116,511		967,942,293	192,508,779	1,160,451,072

Bangladesh Submarine Cable Company Limited

Schedule of Trade Receivable

As at 30 June 2014

(Amount in Taka)

SL #	Name of Customer	Opening balance	Addition during the Year	Collection during the Year	Closing Balance
1	Asia Alliance Communication Ltd.	6,054,605	6,962,402	2,972,298	10,044,709
2	Asia Alliance Gateway Ltd.	5,340,372	-	1,082,390	4,257,982
3	Aamra Technologies Ltd.	11,067,630	30,762,533	30,522,229	11,307,934
4	Apple Global Tel Communications Ltd.	6,132,429	8,772,112	11,321,455	3,583,087
5	Receivable From Bangla Phone Ltd	-	1,418,333	-	1,418,333
6	Bangla Tel Ltd.	3,217,712	17,773,860	15,018,472	5,973,100
7	Bangla Trac Communication Limited	16,137,264	17,681,552	25,783,975	8,034,842
8	BD Hub Ltd.	1,316,250	36,476,473	28,722,684	9,070,039
9	Receivable From BDREN/UGC-ISP	-	1,435,600	1,292,040	143,560
10	Receivable From BD Link Communication Ltd	-	7,319,573	6,075,377	1,244,196
11	BESTEC Telecom Ltd.	3,434,112	7,285,941	6,463,197	4,256,856
12	BG International Gateway Ltd.	9,507,600	7,565,090	4,385,559	12,687,131
13	BG Tel Ltd.	3,829,034	15,401,087	15,683,388	3,546,733
14	Bharti Airtel Limited (Airtel)	761,701	-	-	761,701
15	Bangladesh Telecommunications Company Limited	281,606,527	460,036,849	274,234,425	467,408,950
16	CEL Telecom Ltd.	4,456,711	13,970,980	13,014,096	5,413,595
17	Cybergate Ltd	4,854,492	58,531,381	43,898,536	19,487,337
18	DBL Telecom Ltd.	4,288,349	23,984,578	23,277,449	4,995,478
19	Delta Infocom Ltd.	8,535,826	1,219,404	2,628,787	7,126,443
20	Digicon Telcommunication Ltd.	5,054,805	14,936,980	16,580,379	3,411,405
21	Earth Telecommunications Pvt. Ltd.	6,009,919	-	2,120,702	3,889,216
22	Equitel Communication Ltd.-IIG	-	590,997	473,007	117,990
23	Fiber @Home	7,316,419	24,606,172	26,508,782	5,413,809
24	First Communication Ltd.	6,356,238	5,619,992	7,440,812	4,535,418
25	Global Fair Communication Ltd.	5,284,543	8,133,388	11,958,577	1,459,354
26	Global Voice Telecom Ltd.	7,549,679	3,894,858	11,444,529	8
27	Greenland Technologies Ltd.	1,280,349	6,451,154	6,096,847	1,634,656
28	HRC Telecommunication Ltd.	5,402,350	15,858,179	10,838,973	10,421,555
29	I-Tel Ltd.-IIG	-	763,214	475,640	287,574
30	Kay Telecommunication Ltd.	4,656,993	4,656,993	-	9,313,987
31	Level3 Carrier Ltd.	3,963,062	34,670,722	25,835,127	12,798,657
32	Mango Teleservices Limited	255,011,188	66,709,904	57,497,410	264,223,682
33	Maxnet Online	13,172,688	31,815,238	28,127,908	16,860,017
34	Mir Telecom Limited	6,277,863	29,633,040	32,543,268	3,367,636
35	Novocom Ltd.	2,593,413	14,632,845	15,996,253	1,230,005

36	Novotel Limited	10,145,692	14,566,262	21,424,853	3,287,100
37	Platinum Communications Ltd.	2,891,028	-	2,164,780	726,248
38	Radiant Communication Ltd.	8,122,593	-	1,060,351	7,062,242
39	Ranks Telecom Ltd.	5,844,242	13,993,980	14,702,653	5,135,569
40	Ratul Telecom Ltd.	8,624,101	5,433,159	2,024,779	12,032,480
41	REGO Communication Ltd.	6,962,401	8,023,899	7,647,149	7,339,152
42	Roots Communications Ltd.	6,223,742	14,959,980	14,959,980	6,223,742
43	Sky Tel Communication Ltd.	4,058,587	8,767,860	8,493,832	4,332,615
44	SM Communication Ltd.	9,386,900	5,588,392	3,187,722	11,787,570
45	Summit Communication Ltd.	3,575,618	15,113,182	13,962,961	4,725,839
46	Telex Ltd.	14,815,587	7,872,191	3,807,170	18,880,608
47	TIS Singapore Pte Ltd	3,683,296	-	3,683,296	-
48	Unique Infoway Ltd.	2,834,564	1,610,000	700,000	3,744,564
49	Venus Telecom Ltd.	8,837,712	14,936,980	18,633,341	5,141,351
50	Vision Tel Ltd.	4,978,992	8,994,310	8,550,877	5,422,425
	Total	801,455,177	1,099,431,620	885,318,315	1,015,568,483



Bangladesh Submarine Cable Company Limited

Schedule of Security Deposits Received from Clients

As at 30 June 2014

(Amount in Taka)

SL #	Name of Customer	Opening balance	Addition during the year	Adjustment during the year	Closing balance
1	1Asia Alliance Communication Ltd.	2,120,702	-	2,120,702	-
2	1Asia Alliance Gateway Ltd.	1,082,390	-	1,082,390	-
3	Aamra Technologies Ltd.	4,822,012	-	-	4,822,012
4	Apple Network Ltd.	1,012,390	-	-	1,012,390
5	Apple Global Tel Communications	2,024,780	-	2,024,780	-
6	BESTEC Telecom Ltd.	2,024,780	-	2,024,780	-
7	BG International Gateway Ltd.	4,385,559	-	4,385,559	-
8	Bangla Tel Ltd.	2,024,780	2,328,497	-	4,353,276
9	BD Hub Ltd-IIG	1,573,200	2,936,640	-	4,509,840
10	Bangla Trac	3,038,931	-	-	3,038,931
11	BD Hub Ltd.	2,890,163	-	2,438,808	451,356
12	BD Link Communication Ltd.	-	1,658,928	-	1,658,928
13	BG Tel Ltd.	1,082,390	1,246,107	-	2,328,497
14	BTCL	6,913,200	-	-	6,913,200
15	CEL Telecom Ltd.	1,012,390	-	-	1,012,390
16	Cybergate Ltd.	8,884,318	-	-	8,884,318
17	Coronet Corporation Ltd.	-	-	-	-
18	Delta Infocom Ltd.	2,120,702	-	2,120,702	-
19	Digicon Telecommunication Ltd.	5,360,754	-	-	5,360,754
20	DBL Telecom Ltd.	3,737,170	-	2,724,780	1,012,390
21	Earth Telecommunications Pvt.Ltd.	2,120,702	-	2,120,702	-
22	Equitel Communication Ltd.-IIG	-	117,990	-	117,990
23	First Communication Ltd.	1,954,780	-	1,954,780	-
24	Fiber@Home Ltd.	3,181,053	690,000	2,120,702	1,750,351
25	Global Fair Communication Ltd.	3,926,128	-	3,926,128	-
26	Global Fair Communication Ltd.-IIG	-	786,600	-	786,600
27	Global Voice Ltd.	2,164,780	-	2,164,780	-
28	Greenland Technologies Ltd.	2,120,702	-	2,120,702	-
29	HRC Technologies Ltd.	2,094,780	-	-	2,094,780
30	I-Tel Ltd. -IIG	-	209,760	-	209,760
31	Kay Telecommunication Ltd.	1,012,390	-	-	1,012,390
32	Level 3 Carrier Ltd.-IIG	1,321,488	3,146,400	-	4,467,888
33	Level 3 Carrier Ltd.	2,120,702	-	2,120,702	-
34	Maxnet Online Ltd.	6,763,616	-	6,763,616	-
35	Maxnet Online Ltd.-IIG	-	7,866,000	-	7,866,000
36	Mango	6,807,463	2,005,416	-	8,812,879
37	Mir Telecom	8,521,468	-	3,108,931	5,412,537
38	Novotel	5,451,908	-	4,438,931	1,012,977
39	Novocom Ltd.	2,120,702	-	-	2,120,702
40	Platinum Communications Ltd.	2,164,780	-	2,164,780	-
41	Radiant Communication Ltd.	1,060,352	-	1,060,352	-
42	Ranks Telecom Ltd.	1,012,390	-	-	1,012,390
43	Ratul Telecom Ltd.	2,024,780	-	2,024,780	-
44	REGO Communication Ltd.	2,120,702	829,464	2,950,166	-
45	Roots Communication Ltd.	1,082,390	-	-	1,082,390
46	Sky Tel Communication Ltd.	1,060,352	-	1,060,352	-
47	SM Communications Ltd.	1,012,390	-	1,012,390	-
48	Summit Communications Ltd.	1,623,986	-	-	1,623,986
49	Summit Communications Ltd.-IIG	-	2,294,250	-	2,294,250
50	Telex Ltd.	3,807,170	-	3,807,170	-
51	Unique Infoway Ltd.	700,000	-	700,000	-
52	Vision Tel Ltd.	1,082,390	-	1,082,390	-
53	Venus Telecom Ltd.	3,247,170	-	1,082,390	2,164,780
Total		129,792,124	26,116,051	66,707,242	89,200,933





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

PROXY FORM

I/We
 of being a Shareholder
 of **Bangladesh Submarine Cable Company Limited** do hereby appoint
 Mr./Ms.
 of
 (or failing his/her)
 Mr./Ms.
 of as my/our Proxy

to attend and vote on my/our behalf at the 6th Annual General Meeting of the Company to be held on October 12, 2014, Sunday at 11a.m. at **Hotel Ocean Paradise, Cox'sbazer** or at any adjournment thereof or any ballot to be taken in consequence thereof.

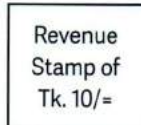
Signed this day of October, 2014

.....
 Signature of the Proxy

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

BO ID No.

No of Shares being held



Notes:

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



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

ATTENDANCE SLIP

I/We hereby record my/our attendance at the 6th Annual General Meeting of the Company to be held on October 12, 2014, Sunday at 11a.m. at **Hotel Ocean Paradise, Cox'sbazer**.

Name of the Shareholder(s) / Proxy (in Block Letters)

BO ID No.

No of shares being held

Date:

Signature of the Shareholder(s)/Proxy

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