BDCOM Online Ltd.
1st Quarter Report-2016

Un-Audited Statement of Financial Position (First Quarter)
As at September 30, 2016

Particulars		Amount In Taka 30.09.2016	30.06.2016	Growth %
A. Non-Current Assets		**353,942,075**	**350,555,743**	**0.97**
Goodwill		228,000	228,000	-
Property, Plant and Equipment(At Cost Less Accum. Dep.)	(Note - 04)	349,721,296	346,361,884	0.97
Long Term Security Deposit		3,992,779	3,965,859	0.68
B. Current Assets		**416,402,498**	**412,205,403**	**1.02**
Inventories - At cost	(Note-05)	17,395,930	15,380,948	13.10
Advance, Deposits & Prepayments	(Note-06)	18,657,156	17,242,581	8.20
Advance Income Tax & VAT		14,298,710	20,963,669	(31.79)
Bills Receivable	(Note-07)	99,067,007	91,554,918	8.21
Investment In Equities		6,676,500	6,676,500	-
Cash and Cash Equivalents		260,307,195	260,386,787	(0.03)
C. Current Liabilities and Provisions		**122,060,203**	**134,743,935**	**(9.41)**
Accounts Payable & Other Liabilities	(Note-08)	95,143,139	95,323,401	(0.19)
Provision For Income Tax	(Note-09)	3,763,372	12,191,478	(69.13)
Bank Overdraft (Car & Term loan)		23,153,692	27,229,056	(14.97)
D. Net Current Assets (B - C)		**294,342,295**	**277,461,468**	**6.08**
E. Total Net Assets (A+ D)		**648,284,370**	**628,017,211**	**3.23**
F. Non-Current Ltabilities		**7,461,433**	**4,628,890**	**61.19**
Deferred Tax Liabilities		7,461,433	4,628,890	**61.19**
F. Financed By :				
Shareholders' Equity:		**640,822,937**	**623,388,321**	**2.80**
Share Capital		414,082,213	414,082,213	-
Share Premium		119,504,000	119,504,000	-
Tax Holiday Reserve		21,555,878	21,555,878	-
AFS Reserve		(15,791,315)	(15,791,315)	
Retained Earnings		101,472,161	84,037,545	**20.75**
Total Equity & Liabilities		**648,284,370**	**628,017,211**	**3.23**
Net Assets Value Per Share (NAV)		**15.48**	**15.05**	

Un-Audited Statement of Comprehensive Income (First Quarter)
For the period ended September 30, 2016

Particulars	Unit 1 ISP	Unit 2 SDP	Unit 3 IPTSP	Total 30.09.2016	Total 30.09.2015
Revenue from Sales & Services	99,470,314	14,962,042	10,475,774	124,908,130	105,943,153
Operating Expenses	(40,840,989)	(4,631,684)	(3,132,098)	(48,604,770)	(39,121,425)
Gross Profit	**58,629,325**	**10,330,358**	**7,343,676**	**76,303,360**	**66,821,728**
Administrative and Marketing Expenses	(36,145,151)	(3,644,593)	(3,894,872)	(43,684,616)	(39,019,609)
Amortization of Deferred Expenses	-	-	-	-	-
Depreciation on Fixed Assets	(10,315,407)	(365,546)	(379,247)	(11,060,200)	(9,090,425)
Financial Charges	(714,609)	(6,951)	(3,608)	(725,168)	(451,253)
Total Expenses	**(47,175,167)**	**(4,017,090)**	**(4,277,727)**	**(55,469,984)**	**(48,561,287)**
Operating Profit	**11,454,158**	**6,313,268**	**3,065,949**	**20,833,376**	**18,260,442**
Non-Operating Income	4,116,279	345,641	-	4,461,920	4,781,939
Net Profit before WPPWF	**15,570,437**	**6,658,909**	**3,065,949**	**25,295,295**	**23,042,381**
Contribution to WPPWF @ 5%	(778,522)	(332,945)	(153,297)	(1,264,765)	(1,152,119)
Net Profit Before Tax	**14,791,915**	**6,325,963**	**2,912,652**	**24,030,530**	**21,890,262**
Provision for Income Tax (Note-09)	(3,417,550)	(3,174)	(342,648)	**(3,763,372)**	**(3,663,106)**
Deferred Tax Expenses (Note-10)	(2,832,543)	-	-	**(2,832,543)**	**(570,281)**
Net Profit After Tax	**8,541,823**	**6,322,790**	**2,570,004**	**17,434,616**	**17,656,875**
Appropriations:					
Surplus Brought Forward from Last Yea	35,257,154	20,391,107	12,597,971	68,246,231	61,424,103
Current Period's Profit	8,541,823	6,322,790	2,570,004	17,434,616	17,656,875
Profit Available for Distribution	43,798,976	26,713,896	15,167,975	85,680,847	79,080,978
Retained Earning Carried Forward				**85,680,847**	**79,080,978**
Earning Per Share (EPS)- Basic				**0.42**	**0.43**

Un-Audited Cash Flows Statement (First Quarter)
For the period ended September 30, 2016

Particulars	Amount In Taka 30.09.2016	30.09.2015	Growth %
CASH FLOWS FROM OPERATING ACTIVITIES :	**15,183,957**	**25,768,325**	
Receipts from Sales and Services & Others	117,050,438	95,030,634	23.17
Purchase of Materials	(5,539,401)	1,745,528	(417.35)
Bank Interest STD & Other	45,798	46,900	(2.35)
Income Tax & VAT	(5,526,519)	(4,340,504)	27.32
Cash Payments to Creditors and Others	(90,846,359)	(66,714,233)	36.17
CASH FLOWS FROM INVESTING ACTIVITIES :	**(11,099,382)**	**(14,096,011)**	
Acquisition of Tangible Assets	(14,419,612)	(17,122,756)	(15.79)
FDR Interest	3,347,150	3,115,545	7.43
Long Term Security Deposit	(26,920)	(88,800)	(69.68)
CASH FLOWS FROM FINANCING ACTIVITIES :	**(4,164,167)**	**1,735,365**	
Cash Dividend	(88,803)	-	(100.00)
Short Term Loan	(4,075,364)	1,735,365	(334.84)
INCREASE / (DECRESED) IN CASH & CASH EQUIVALENTS :	**(79,592)**	**13,407,679**	**(100.59)**
Cash & Bank Balances at Opening	260,386,787	215,167,006	21.02
Cash & Bank Balances at Closing	**260,307,195**	**228,574,685**	**13.88**
Net Operating Cash Flow Per Share	**0.37**	**0.67**	

Un-Audited Statement of Changes in Equity (First Quarter)
For the period ended September 30, 2016

Particulars	Share Capital	Tax Holiday Reserve	Share Premium	AFS Reserve	Retained Earnings	Total Equity 30.09.2016	Total Equity 30.09.2015
Opening Balance	**414,082,213**	**21,555,878**	**119,504,000**	**(15,791,315)**	**84,037,545**	**623,388,321**	**585,893,438**
Net Profit After Tax	-	-	-	-	17,434,616	**17,434,616**	**17,656,875**
Closing Balance	**414,082,213**	**21,555,878**	**119,504,000**	**(15,791,315)**	**101,472,161**	**640,822,937**	**603,550,313**
Number of Ordinary Shares						41,408,220	41,408,220
Face Value Per Share						10	10
Shareholders' Equity Per Share						15.48	14.58

Dated : Dhaka
November 14, 2016

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
C F O	**Company Secretary**	**Managing Director**	**Director**	**Chairman**

Selected Explanatory Notes :

This Interim Financial Report includes only those selected explanatoty notes as were deemed appropriate for better understanding of unaudited financial statements.

01. Reporting Entity: BDCOM ONLINE LTD was incorporated in Bangladesh on February 12, 1997 as a Private Limited Company though issuance of certificate of incorporation no. : C-32328(1449/97) dated February 12,1997 by the Registered Joint Stock Companies and Firms and was emerged as into a Public Limited Company on February 10, 2002. The Shares of the company are traded with the Dhaka Stock Exchange and Chittagong Stock Exchange.

02. Nature of Business: The Company is primarily engaged as an Internet Service Provider (ISP) in Bangladesh which includes Broadband Internet, Fiber optic cable and Hardware Sales, Web page software design and hosting, Leased port Internet Access, Total Network Solutions and Nationwide Data Services. In addition the company is conducting customized software development, Vehicle Tracking (VTS), Business Process Outsourcing, Graphic Design, IP Telephony Services (IPTSP), IPPBX Solutions, Hosted Conference Bridge, Short Code Parking etc.

03. Basis of Preparation of Financial Statements: These Financial Statements have been prepared in line with Accounting Policies as adopted in the preparation of financial statements for the year ended June 30, 2016.

04. Property, Plant and Equipments : Tk. 349,721,296

	Amount In Taka 30.09.2016	30.06.2016
Opening Balance	670,042,344	578,273,148
Add : Addition during the period	14,419,612	91,769,196
Less : Adjustment of Assets	-	-
Total Assets	684,461,956	670,042,344
Less : Accumulated Depreciation	323,680,460	282,148,386
Add : Net Adjustment In Depreciation	11,060,200	41,532,074
Closing balances	**349,721,296**	**346,361,884**

05. Inventories : Tk. 17,395,930

Broadband Accessories	270,191	545,609
Radio equipments	3,773,900	2,943,268
Fiber optic & UTP cable	1,271,082	1,410,610
Modem, Media Converter & Concentrator	1,166,307	1,077,596
Switch, Router, Equipment & Others	6,905,491	3,110,938
Stationery	88,299	21,015
GLP & GPRS Modem and Accessories	441,658	2,425,758
IP Telephony equipments and hardware	3,479,002	3,846,154
Total	**17,395,930**	**15,380,948**

06. Advance, Deposits & Prepayments : Tk. 18,657,156

Advance to employees	2,079,417	2,227,983
Advance to suppliers & others	5,284,200	5,147,716
Earnest money	3,020,691	2,814,806
Material in Transit (L/C Margin & Others)	6,460,499	5,157,756
Prepayments	1,812,349	1,894,320
Total	**18,657,156**	**17,242,581**

07. Bill Receivable :Tk. 99,067,007

Internet & Data connectivity	61,910,118	59,913,516
Hardware & Accessories	1,933,069	700,406
IP Telephone Service	11,539,069	11,295,832
Web page, AVLS, Software and data transmit.	15,836,631	12,866,016
Other Receivable (FDR Interest)	7,848,120	6,779,148
Total	**99,067,007**	**91,554,918**

08. Account payable & other liabilities : Tk. 95,143,139

	Amount In Taka 30.09.2016	30.06.2016
Sundry Creditors	80,824,112	74,155,436
Unpaid Dividend	1,702,374	1,791,177
Liability for Expenses	5,888,728	1,820,281
Provision for WPPWF @ 5%	5,480,775	4,216,010
Other Liabilities	1,247,150	13,340,497
Total	**95,143,139**	**95,323,401**

09. Provision for Income Tax : Tk. 3,763,372

Particulars	UNIT-I ISP	UNIT-2 ISP	UNIT-3 IPTSP	TOTAL 30.09.16
Operating Income	11,454,158	-	3,065,949	14,520,107
Add : Non-operating Income	4,116,279	345,641	-	4,461,920
Net Profit Before WPPWF	15,570,437	345,641	3,065,949	18,982,027
Less : Cont. to WPPWF	778,522	332,945	153,297	1,264,765
Less : Revenue From IT Enable Services	1,121,716	-	1,542,060	2,663,776
Net Profit Before Tax	13,670,199	12,695	1,370,592	15,053,486
Provision for Income Tax @ 25%	**3,417,550**	**3,174**	**342,648**	**3,763,372**

** Provision for Income Tax has been charged on Non-operating income of Unit-2, Profit from IT Enable Services and Software Development of BDCOM Online Ltd. are income tax exempted up to 30 June 2024 as per Sixth Schedule, Part-A, Para-33 of Income Tax Ordinance, 1984.

10 Deferred Tax (Income)/Expenses : 2,832,543

Particulars	Carrying Amount (Tk.)	Tax Base (Tk.)	Taxable/(Deductable) temporary defferences
As at Sep 30, 2016			
Property, Plant & Equipment (Excluding Land)	322,721,295	295,588,812	27,132,483
Net Taxable Temporary Difference			27,132,483
Applicable Tax Rate			25%
Deferred tax liability (a)			**7,461,433**
As at June 30, 2016			
Property, Plant & Equipment (Excluding Land)	319,361,884	300,846,323	18,515,561
Net Taxable Temporary Difference			18,515,561
Applicable Tax Rate			25%
Deferred tax liability (b)			**4,628,890**
Defered Tax (Income)/Expenses (a-b)			**2,832,543**

11 Comparative figures have been re-arranged whenever to facilitate comparison.