BDCOM Online Ltd.
1st Quarter Report-2017

Un-Audited Statement of Financial Position (First Quarter)
As at September 30, 2017

Particulars		Amount In Taka 30.09.2017	30.06.2017	Growth %
A. Non-Current Assets		**345,022,197**	**347,772,542**	**(0.79)**
Goodwill		-	-	-
Property, Plant and Equipment (At Cost Less Accum. Dep.) (Note - 04)		341,006,933	343,921,683	(0.85)
Long Term Security Deposit		4,015,264	3,850,859	4.27
B. Current Assets		**536,793,851**	**515,409,288**	**4.15**
Inventories - At cost	(Note-05)	14,052,836	15,818,882	(11.16)
Advance, Deposits & Prepayments	(Note-06)	18,363,182	12,903,123	42.32
Advance Income Tax & VAT		29,933,971	26,620,547	12.45
Bills Receivable	(Note-07)	154,776,530	142,044,907	8.96
Accounts Receivable	(Note-08)	5,996,620	5,764,799	4.02
Investment in Shares (at Market Price)		19,472,920	48,808,687	(60.10)
Investment in FDR		226,403,819	223,349,969	1.37
Cash and Cash Equivalents		67,793,974	40,098,374	69.07
Total Assets (A + B)		**881,816,048**	**863,181,830**	**3**
Shareholders' Equity & Liabilities :				
C. Shareholders' Equity:		**687,757,738**	**677,301,184**	**1.54**
Share Capital		443,067,963	443,067,963	-
Share Premium		119,504,000	119,504,000	-
Tax Holiday Reserve		21,555,878	21,555,878	-
AFS Reserve		(5,550,604)	(5,467,014)	
Retained Earnings		109,180,501	98,640,357	**10.69**
D. Non-Current Ltabilities		**12,493,008**	**10,935,291**	**14.24**
Deferred Tax Liabilities	(Note-12)	12,493,008	10,935,291	**14.24**
E. Current Liabilities :		**181,565,303**	**174,945,355**	**3.78**
Bills Payable	(Note - 09)	111,045,734	107,948,168	2.87
Account Payable	(Note -10)	36,719,438	29,339,609	25.15
Provision for Income Tax	(Note- 11)	1,769,940	14,491,146	(87.79)
Provision for Bad & Doubtful Debts		9,957,090	9,957,090	-
Short Term Bank Loan		22,073,102	13,209,341	67.10
Total Equity & Liabilities (C+D+E)		**881,816,049**	**863,181,830**	**2.16**
Net Assets Value Per Share (NAV)		**15.52**	**15.48**	

Un-Audited Statement of Comprehensive Income (First Quarter)
For the period ended September 30, 2017

Particulars	Unit 1 ISP	Unit 2 SDP	Unit 3 IPTSP	Total 30.09.2017	Total 30.09.2016
Revenue from Sales & Services	96,806,937	13,483,415	12,026,695	122,317,047	124,908,130
Operating Expenses	(47,381,964)	(4,636,883)	(6,031,201)	(58,050,048)	(48,604,770)
Gross Profit	**49,424,973**	**8,846,532**	**5,995,494**	**64,267,000**	**76,303,360**
Administrative and Marketing Expenses	(34,624,419)	(4,166,680)	(3,862,953)	(42,654,052)	(43,684,616)
Amortization of Deferred Expenses	-	-	-	-	-
Depreciation on Fixed Assets	(10,212,291)	(335,036)	(419,245)	(10,966,572)	(11,060,200)
Financial Charges	(443,056)	(5,915)	(5,215)	(454,186)	(725,168)
Total Expenses	**(45,279,766)**	**(4,507,631)**	**(4,287,413)**	**(54,074,810)**	**(55,469,984)**
Operating Profit	**4,145,207**	**4,338,901**	**1,708,081**	**10,192,190**	**20,833,376**
Non-Operating Income	3,435,659	295,523	-	3,731,182	4,461,920
Net Profit before WPPWF	**7,580,866**	**4,634,424**	**1,708,081**	**13,923,372**	**25,295,295**
Contribution to WPPWF @ 5%	(360,994)	(220,687)	(81,337)	(663,018)	(1,264,765)
Net Profit Before Tax	**7,219,873**	**4,413,737**	**1,626,744**	**13,260,354**	**24,030,530**
Provision for Income Tax (Note-11)	(1,674,471)	(18,709)	(76,759)	**(1,769,940)**	**(3,763,372)**
Deferred Tax Expenses (Note-12)	(950,270)	-	-	**(950,270)**	**(2,832,543)**
Net Profit After Tax	**4,595,131**	**4,395,028**	**1,549,984**	**10,540,144**	**17,434,616**
Earning Per Share (EPS)- Basic				**0.24**	**0.39**

Un-Audited Cash Flows Statement (First Quarter)
For the period ended September 30, 2017

Particulars	Amount In Taka 30.09.2017	30.09.2016	Growth %
CASH FLOWS FROM OPERATING ACTIVITIES :	**(2,480,624)**	**15,183,957**	**-116.34**
Receipts from Sales and Services & Others	104,125,365	117,050,438	-11.04
Purchase of Materials	(3,160,298)	(5,539,401)	(42.95)
Bank Interest STD & Other	103,418	45,798	125.81
Income Tax & VAT	(17,804,570)	(5,526,519)	222.17
Cash Payments to Creditors and Others	(85,744,539)	(90,846,359)	-5.62
CASH FLOWS FROM INVESTING ACTIVITIES :	**21,322,471**	**(11,099,382)**	**(292.11)**
Acquisition of Tangible Assets	(8,051,820)	(14,419,612)	(44.16)
FDR Interest	3,395,943	3,347,150	1.46
Investment In Fixed Deposit Receipt	(3,053,850)	-	-
Investment In Marketable Security	29,196,603	-	-
Long Term Security Deposit	(164,405)	(26,920)	510.72
CASH FLOWS FROM FINANCING ACTIVITIES :	**8,853,753**	**(4,164,167)**	**(312.62)**
Cash Dividend	(10,008)	(88,803)	(88.73)
Short Term Loan	8,863,761	(4,075,364)	(317.50)
INCREASE / (DECRESED) IN CASH & CASH EQUIVALENTS :	**27,695,600**	**(79,592)**	**(34,896.96)**
Cash & Bank Balances at Opening	40,098,374	260,386,787	-84.60
Cash & Bank Balances at Closing	**67,793,974**	**260,307,195**	**-73.96**
Net Operating Cash Flow Per Share	(0.01)	0.37	

Un-Audited Statement of Changes in Equity (First Quarter)
For the period ended September 30, 2017

Particulars	Share Capital	Tax Holiday Reserve	Share Premium	AFS Reserve	Retained Earnings	Total Equity 30.09.2017	Total Equity 30.09.2016
Opening Balance	**443,067,963**	**21,555,878**	**119,504,000**	**(5,467,014)**	**98,640,357**	**677,301,184**	**623,388,321**
Net Profit After Tax	-	-	-	-	10,540,144	**10,540,144**	**17,434,616**
Sustainable Estimated Profit/(loss) on Marketable Securities	-	-	-	(83,590)	-	**(83,590)**	**-**
Closing Balance	**443,067,963**	**21,555,878**	**119,504,000**	**(5,550,604)**	**109,180,501**	**687,757,738**	**640,822,937**
Number of Ordinary Shares						44,306,796	41,408,220
Face Value Per Share						10	10
Shareholders' Equity Per Share						**15.52**	**15.48**

Dated : Dhaka
November 13, 2017

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
CFO	**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 Registerar 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, 2017.

	Amount In Taka 30.09.2017	30.06.2017
04. Property, Plant and Equipments :		
Opening Balance	715,031,916	670,042,344
Add : Addition during the period	8,051,820	44,989,572
Less : Adjustment of Assets	-	-
Total Assets	723,083,736	715,031,916
Less : Accumulated Depreciation	382,076,803	371,110,233
Add : Net Adjustment In Depreciation	-	-
Closing balances	**341,006,933**	**343,921,683**
05. Inventories :		
Broadband Accessories	460,374	275,951
Radio equipments	3,642,379	2,993,670
Fiber optic & UTP cable	898,970	933,914
Modem, Media Converter & Concentrator	1,178,925	871,105
Switch, Router, Equipment & Others	3,425,888	4,187,928
Stationery	100,101	25,059
GLP & GPRS Modem and Accessories	2,460,235	4,562,385
IP Telephony equipments and hardware	1,885,964	1,968,870
Total	**14,052,836**	**15,818,882**
06. Advance, Deposits & Prepayments :		
Advance to employees	1,549,584	2,039,305
Advance to suppliers & others	6,059,319	5,986,130
Earnest money	10,527,540	4,523,216
Material in Transit (L/C Margin & Others)	5,058	5,058
Prepayments	221,681	349,414
Total	**18,363,182**	**12,903,123**
07. Bill Receivable :		
Internet, Data connectivity & Others	96,853,614	99,442,684
IP Telephone Service	26,578,336	19,412,862
Web page, AVLS, Software and data transmit.	31,344,580	23,189,361
Total	**154,776,530**	**142,044,907**
08. Accounts Receivable :		
FDR Interest Receivable	5,996,620	5,764,799
Total	**5,996,620**	**5,764,799**
09. Bills payable :		
Sundry Creditors	108,342,638	105,235,064
Unpaid Dividend	2,703,096	2,713,104
Total	**111,045,734**	**107,948,168**
10. Account payable :		
Liability for Expenses	14,791,348	11,781,292
Other Liabilities	21,928,090	17,558,317
Total	**36,719,438**	**29,339,609**

11 Provision for Income Tax :

Particulars	UNIT-I ISP	UNIT-2 ISP	UNIT-3 IPTSP	TOTAL 30.09.17
Operating Income	4,145,207	-	1,708,081	5,853,288
Add : Non-operating Income	3,435,659	295,523	-	3,731,182
Net Profit Before WPPWF	7,580,866	295,523	1,708,081	9,584,470
Less : Cont. to WPPWF	360,994	220,687	85,404	667,085
Less : Revenue From IT Enable Services	521,987	-	1,315,639	1,837,626
Net Profit Before Tax	6,697,886	74,836	307,038	7,079,760
Provision for Income Tax @ 25%	**1,674,471**	**18,709**	**76,759**	**1,769,940**

** 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.

12 Deferred Tax (Income)/Expenses :

Particulars	Carrying Amount (Tk.)	Tax Base (Tk.)	Taxable/(Deductable) temporary defferences
As at Sep 30, 2017			
Property, Plant & Equipment (Excluding Land)	314,006,933	264,034,903	49,972,030
Net Taxable Temporary Difference			49,972,030
Applicable Tax Rate			25%
Deferred tax liability (a)			**12,493,008**
As at June 30, 2017			
Property, Plant & Equipment (Excluding Land)	316,921,683	267,239,302	49,682,381
Net Taxable Temporary Difference			49,682,381
Applicable Tax Rate			25%
			12,420,595
Less : Deferred Tax Provision on Realization Loss on Shares			(877,858)
Deferred tax liability (b)			**11,542,737**
Add : Unrealized (Loss)/ Gain on investment in shares			971,686
Less: Prior year adjustments on Unrealized loss on investment in shares			(1,579,132)
Deferred tax liability as at June 30, 2017			**10,935,291**
Defered Tax (Income)/Expenses (a-b)			**950,270**

13 Related Party Disclosures :

Disclosure of Managerial Remuneration :

The details of total remuneration paid to the top five (05) salaried officers of the company during the period is

Name	Designation	Amount (Tk.)
Mr. S.M. Golam Raruk Alamgir	Managing Director	750,000
Md. Robiul Alam Chowdhury (July, 17)	Chief Financial Officer	208,000
Mr. Chitta Ranjan Halder (Aug & Sep, 17)	Chief Financial Officer	400,000
Mr. A.K.M Kutub Uddin	ED, Admin & Company Sec	583,500
Mr. S.M. Kamruzzaman	Chief Technical Officer	578,040
Mr. Gazi Zehadul Kabir	General Manager, SI	478,500

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