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BDCOM ONLINE LIMITED

Statement of Financial Position (Un-Audited)

As at December 31, 2017

Particulars	Notes	Amount in Taka		Growth
		31.12.2017	30.06.2017	%
Assets:				
A. Non-Current Assets		**343,679,222**	**347,772,542**	**(1.18)**
Property, Plant and Equipment (At cost less accumulated depreciation)	3.00	339,753,343	343,921,683	(1.21)
Long Term Security Deposit		3,925,879	3,850,859	1.95
B. Current Assets		**562,702,374**	**515,409,288**	**9.18**
Inventories	4.00	19,278,379	15,818,882	21.87
Advances, Deposits & Prepayments	5.00	17,330,405	12,903,123	34.31
Advance Income Tax & VAT		32,231,489	26,620,547	21.08
Bills Receivable	6.00	149,887,951	142,044,907	5.52
Accounts Receivable	7.00	7,788,809	5,764,799	35.11
Investment In Shares (at Market Price)		19,472,920	48,808,687	(60.10)
Investment In FDR		273,591,618	223,349,969	22.49
Cash and Cash Equivalents		43,120,803	40,098,374	7.54
Total Assets (A+B)		**906,381,596**	**863,181,830**	**5.00**
Shareholders' Equity & Liabilities :				
C. Shareholders' Equity:		**706,446,133**	**677,301,184**	**4.30**
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)	1.53
Retained Earnings		127,868,896	98,640,357	29.63
D. Non-Current Liabilities		**12,694,228**	**10,935,291**	**16.08**
Deferred Tax Liabilities	13.00	12,694,228	10,935,291	16.08
E. Current Liabilities :		**187,241,235**	**174,945,355**	**7.03**
Bills Payable	8.00	110,037,732	107,948,168	1.94
Accounts Payable	9.00	40,650,208	29,339,609	38.55
Provision for Income Tax	10.00	6,057,490	14,491,146	(58.20)
Provision for Bad & Doubtful Debts		9,957,090	9,957,090	(0.00)
Short Term Bank Loan	11.00	20,538,715	13,209,341	55.49
Total Equity & Liabilities (C+D+E)		**906,381,596**	**863,181,830**	**5.00**
Net Assets Value Per Share (NAV)		**15.94**	**15.29**	

Dated: Dhaka
January 30,2018

CFO | Company Secretary | Managing Director | Director | Charman

BDCOM ONLINE LIMITED

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

For the period ended December 31, 2017

Particulars	Unit-1 ISP	Unit-2 SDP	Unit-3 IPTSP	Amount in Taka			
				31.12.2017	31.12.2016	Oct. to Dec. 2017	Oct. to Dec. 2016
Revenue from Sales & Services	207,024,397	25,213,322	21,682,254	253,919,973	250,402,656	131,602,925	125,494,526
Operating Expenses	(94,549,383)	(8,444,097)	(9,239,045)	(112,232,525)	(100,751,188)	(54,182,477)	(52,146,418)
Gross Profit	**112,475,014**	**16,769,225**	**12,443,209**	**141,687,448**	**149,651,468**	**77,420,448**	**73,348,108**
Administrative and Marketing Expenses	(73,406,941)	(6,662,123)	(8,037,303)	(88,106,367)	(82,007,154)	(45,452,315)	(38,322,538)
Depreciation on Fixed Assets	(20,703,370)	(672,029)	(930,581)	(22,305,980)	(22,765,644)	(11,339,408)	(11,705,444)
Financial Charges	(944,355)	(23,247)	(48,725)	(1,016,327)	(1,322,783)	(562,141)	(597,615)
Total Expenses	**(95,054,666)**	**(7,357,399)**	**(9,016,609)**	**(111,428,674)**	**(106,095,581)**	**(57,353,864)**	**(50,625,597)**
Operating Profit	**17,420,348**	**9,411,826**	**3,426,600**	**30,258,774**	**43,555,887**	**20,066,584**	**22,722,511**
Non-Operating Income	7,221,584	770,604	8,434	8,000,622	10,715,877	4,269,439	6,253,957
Net Realized Loss on Sale of Shares				-	(13,427,358)	-	(13,427,358)
Net Profit Before WPPWF	**24,641,932**	**10,182,430**	**3,435,034**	**38,259,396**	**40,844,406**	**24,336,023**	**15,549,110**
Contribution to WPPWF @ 5%	**(1,173,425)**	**(484,878)**	**(163,573)**	**(1,821,876)**	**(2,042,220)**	**(1,158,858)**	**(777,456)**
Net Profit before Tax	**23,468,507**	**9,697,552**	**3,271,461**	**36,437,520**	**38,802,185**	**23,177,165**	**14,771,655**
Provision for Income Tax	(5,364,648)	(464,375)	(228,467)	(6,057,490)	(5,627,369)	(4,287,550)	(1,863,997)
Deffered Tax Expenses	(1,151,491)	-	-	(1,151,491)	(3,654,661)	(201,221)	(822,118)
Net Profit After Tax	**16,952,368**	**9,233,178**	**3,042,994**	**29,228,539**	**29,520,155**	**18,688,394**	**12,085,540**
Other Comprehensive:							
Surplus Brought Forward from Last Year	51,790,382	31,752,365	14,223,640	97,766,387	68,246,231	97,766,387	68,246,231
Current Period's Profit	16,952,368	9,233,178	3,042,994	29,228,539	29,520,155	29,228,539	12,085,540
Profit Available for Distribution	68,742,750	40,985,543	17,266,634	126,994,926	97,766,386	126,994,926	80,331,771
Sustainable Estimated Profit/(Loss) on Marketable Securities	-	-	-	-	1,074,385	-	1,074,385
Retained Earning Carried Forward	**68,742,750**	**40,985,543**	**17,266,634**	**126,994,926**	**98,840,771**	**126,994,926**	**81,406,156**
Earing Per Share (EPS)-Basic				**0.66**	**0.71**	**0.42**	**0.29**

Dated: Dhaka
January 30,2018

Chief Financial Officer	Company Secretary	Managing Director	Director	Chairman

BDCOM ONLINE LIMITED

Statement of Changes in Equity (Un-Audited)

For the period ended December 31, 2017

Particulars	Share Capital	Tax Holiday Reserve	Share Premium	AFS Reserve	Retained Earnings	Amount in Taka	
						Total Equity 31.12.2017	Total Equity 31.12.2016
Balance as on 01.07.17	**443,067,963**	**21,555,878**	**119,504,000**	**(5,467,014)**	**98,640,357**	**677,301,184**	**623,388,321**
Net Comprehensive Income after tax		-	-		29,228,539	29,228,539	29,520,155
Adjustment against unrealized loss on investment in shares	-	-	-	-	-	-	15,791,315
Sustainable Estimated Profit/(Loss) on Marketable Securities				(83,590)		(83,590)	1,074,385
Balance as on 31.12.2017	**443,067,963**	**21,555,878**	**119,504,000**	**(5,550,604)**	**127,868,896**	**706,446,133**	**669,774,176**

Number of Ordinary Shares	**44,306,796**	**41,408,220**
Face Value Per Share	**10**	**10**
Shareholders' Equity Per Share	**15.94**	**16.17**

Dated: Dhaka
January 30 ,2018

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

AMARSTOCK

BDCOM ONLINE LIMITED

Statement of Cash Flow (Un-Audited)

For the period ended December 31, 2017

Particulars	Amount in Taka		Growth
	31.12.2017	31.12.2016	%
A. CASH FLOWS FROM OPERATING ACTIVITIES :			
Receipts from sales, service & others	242,323,883	222,361,436	8.98
Purchase of Materials	(8,985,040)	(10,188,078)	-11.81
Bank Interest - STD & Others	215,337	-	100.00
Payment of Income Tax & VAT	(20,102,087)	(10,043,217)	100.16
Cash payment to creditors & others	(184,122,632)	(158,726,030)	16.00
NET CASH PROVIDED/USED IN OPERATING ACTIVITIES	**29,329,461**	**43,404,111**	**-32.43**
B. CASH FLOWS FROM INVESTING ACTIVITIES :			
Acquisition of Tangible Assets	(18,137,640)	(28,895,511)	-37.23
Receive From FDR Interest	5,761,275	8,754,522	-34.19
Profit on Marketable Securities	-	3,438,342	-100.00
Investment in Fixed Deposit Receipt (FDR)	(50,241,649)	-	-100.00
Investment in Marketable Securities	29,196,603	(10,201,500)	-386.20
Long Term Security Deposit	(75,020)	(146,920)	-48.94
NET CASH USED IN INVESTING ACTIVITIES	**(33,496,431)**	**(27,051,067)**	**23.83**
C. CASH FLOWS FROM FINANCING ACTIVITIES :			
Cash Dividend	(139,975)	(97,547)	43.49
Short Term Loan	7,329,374	(3,151,109)	-332.60
NET CASH PROVIDED BY FINANCING ACTIVITIES	**7,189,399**	**(3,248,656)**	-321.30
NET CASH OUT FLOW DURING THE YEAR:(A+B+C)	**3,022,429**	**13,104,388**	-76.94
Cash & Cash Equivalent at the beginning of the year	**40,098,374**	**260,386,787**	-84.60
Cash & Cash Equivalent at the closing of the year	**43,120,803**	**273,491,175**	**-84.23**
Net Operating Cash Flow Per Share (NOCF)	**0.66**	**1.05**	

Dated: Dhaka
Janaury 30 ,2018

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

AMARSTOCK

BDCOM ONLINE LTD.
For the half year ended December 31, 2017.

Selected Explanatory Notes :

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

1.00 Status and Nature of the Company

1.01. Legal Form : 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.

1.02. 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 Services (VTS), Business Process Outsourcing, IP Telephony Services (IPTSP), IPPBX Solutions, Hosted conference Bridge, Short Code Parking, Sale of Network Equipoments etc.

2.00 Significant Accounting Policies :

2.01 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 period ended June, 2017

3.00 Property Plant and Equipments : Taka

	Amount in Taka	
	31.12.2017	**30.06.2017**
The break up of the amount is as follows:		
Particulars	**Total**	**Total**
A) Cost:		
Opening Balance	715,031,916	670,042,344
Addition during the year	18,137,640	44,989,572
	733,169,556	715,031,916
Less: Adjustment during the year	-	-
Sub Total	-	715,031,916
B) Less: Accumulated Dep:	371,110,233	323,680,460
Add. Charge for the year	22,305,980	47,429,773
Adjustment for the year	-	-
Sub Total	393,416,213	371,110,233
Closing Balance (A-B)	**339,753,343**	**343,921,683**

BDCOM ONLINE LTD. DHAKA DHANMONDI

4.00 Inventories : Taka

The break up of the amount is as follows:

Accessories	665,971	275,951
GLP & GPRS Modem & Accessories	2,735,950	4,562,385
IP Telephony Hardware	2,561,206	1,968,870
Modem, Media Converter & Concentrators	1,484,542	871,105
Switch, Router, Equipments & Others	5,684,367	4,187,928
Stationery	30,205	25,059
Stock of Fiber Optic	1,772,241	933,914
Radio Equipment	4,343,897	2,993,670
Total Taka	**19,278,379**	**15,818,882**

5.00 Advances, Deposits & Pre-payments : Taka

The break up of the amount is as follows:

A) Advances :		
Against Salary	1,407,012	2,039,305
Advance to suppliers and others	6,239,358	5,986,130
Material In Transit (L/C Margin)	5,058	5,058
Total	**7,651,428**	**8,030,493**
B) Deposits :		
Security Deposit / Earnest Money	8,874,077	4,523,216
Total	**8,874,077**	**4,523,216**
C) Pre-payments	**804,900**	**349,414**
Total (A+B+C)	**17,330,405**	**12,903,123**

The sum of advances are unsecured but realizable. It includes no such amount which are recoverable from Director & Managing Director of the company.

6.00 Bills Receivable : Taka

The break up of the amount is as follows:

	Amount in Taka	
	31.12.2017	**30.06.2017**
Internet & Data Services	88,276,765	98,538,259
Hardware, Switch & Others	904,425	904,425
IP Telephone Service	25,934,363	19,412,862
Web page, Software & Data Transmit	34,772,398	23,189,361
Total Taka	**149,887,951**	**142,044,907**

7.00 Accounts Receivable : Taka

The break up of the amount is as follows:

FDR Interest Receivable	7,788,809	5,764,799
Total Taka	**7,788,809**	**5,764,799**

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BDCOM ONLINE LTD. DHAKA DHANMONDI

8.00 Bills Payables : Taka

The break up of the amount is as follows:

Sundry Creditors	107,464,603	105,235,064
Unpaid Dividend	2,573,129	2,713,104
Total Taka	**110,037,732**	**107,948,168**

9.00 Accounts Payable : Taka

	Amount in Taka	
	31.12.2017	**30.06.2017**

The break up of the amount is as follows:

Liability for Expenses	7,850,618	11,781,292
Liability for Other Finance	32,799,590	17,558,317
Total Taka	**40,650,208**	**29,339,609**

10.00 Provision For Income Tax : Taka

Particulars	**UNIT-1 ISP**	**UNIT-2 SDP**	**UNIT-3 IPTSP**	**Amount in Taka 31.12.2017**	**30.06.2017**
Net Profit Before WPPWF	24,641,932	10,182,430	3,435,034	38,259,396	89,982,549
Less : Contribution to WPPWF @ 5%	(1,173,425)	(484,878)	(163,573)	(1,821,876)	(4,284,883)
Profit Before Tax	23,468,507	9,697,552	3,271,461	36,437,520	85,697,666
Less : Tax Exempted Profit **	(2,009,914)	(7,840,054)	(2,357,592)	(12,207,560)	(31,156,457)
Net Profit Before Tax	**21,458,593**	**1,857,498**	**913,869**	**24,229,960**	**54,541,209**
Add:Accounting Depreciation					47,429,773
Less: Tax Depreciation					(52,784,974)
Less: Net Realized Loss on Sales of Shares					8,778,578
Taxable Profit	**21,458,593**	**1,857,498**	**913,869**	**24,229,960**	**57,964,586**
Provision for Income Tax @ 25%	**5,364,648**	**464,375**	**228,467**	**6,057,490**	**14,491,146**

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

11.00 Short Term Loan : Taka

		Amount in Taka	
		31.12.2017	**30.06.2017**

The break up of the amount is as follows:

Prime Bank Ltd.-SOD A/C	12777590042804	11,494,423	2,629,629
Bank Asia Ltd. (Motor Vehicle)	02135001177	254,241	528,306
Bank Asia Ltd. (Motor Vehicle)	02135001252	424,768	575,017
Bank Asia Ltd. (Machinery)	02135001282	5,619,910	6,394,098
Bank Asia Ltd. (Motor Vehicle)	02135001299	1,211,903	1,377,089
Bank Asia Ltd. (Motor Vehicle)	02135001339	1,533,470	1,705,202
Total Taka		**20,538,715**	**13,209,341**

BDCOM ONLINE LTD. DHAKA DHANMONDI

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12.00 Disclosure of Managerial Remuneration :

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

Name	Designation	Total 31.12.2017	Total 30.06.2017
Mr.S.M Golam Faruk Alamgir	Maniging Director	1,500,000	3,250,000
Md.Robiul Alam Chowdhury (July, 2017)	Chief Finanacial Officer	208,000	2,464,000
Mr.Chitta Ranjan Halder (Augt to Dec , 2017)	Chief Finanacial Officer	1,000,000	-
Mr.A.K.M Kutub Uddin	Company Secretary	1,167,000	2,412,000
Mr.S.M Kamruzzaman	Chief Technical Officer	1,156,080	2,388,700
Mr. Gazi Zehadul Kabir	General Manager,SI	957,000	1,939,750

13.00 Deferred Tax (Income)/Expenses :

Particulars	Carrying Amount (Tk.)	Tax Base (Tk.)	Taxable/(Deductible) temporary differences
As at December 31 , 2017			
Property, Plant & Equipment (Excluding Land)	312,753,343	261,976,431	50,776,912
Net Taxable Temporary Difference			50,776,912
Applicable Tax Rate			25%
			12,694,228
Less: Deferred Tax Provision on Realization Loss on Shares			-
Deffered Tax Liability (A)			**12,694,228**
Add: Unrealized (Loss)/Gain on Investment in shares during the year			-
Less: Prior year adjustments on Unrealized (Loss)/Gain on Investment in shares			-
Deffered Tax Liability as at December 31, 2017			**12,694,228**
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)
Deffered Tax Liability (B)			**11,542,737**
Add: Unrealized (Loss)/Gain on Investment in Shares			971,686
Les: Prior year Adjustments on Unrealized loss on investment in share			(1,579,132)
Deffered Tax Liability as at June 30,2017			**10,935,291**
Deferred Tax (Income)/Expenses (A-B)			**1,151,491**

BDCOM ONLINE LTD. DHAKA DHANMONDI

14.00 Related Party Disclosures :

The details of Related Party Transaction during the year along with the relationship is illustrated below in accordance with BAS 24 ;

Name of the company	Total Transaction (Tk.)	Ralationship with company	Nature of Transaction	Balance 31.12.2017 (Tk.)	Remarks
Fiber @ Home Ltd.	1,496,741	Concern Under Common Mgt.	IIG Bandwidth	546,085	Trade Creditors
Fiber @ Home Ltd.	222,053	Concern Under Common Mgt.	NTTN & Others Service	12,856,933	Trade Creditors
Norban Fashion Ltd.	31,174	Concern Under Common Mgt.	Internet & others	271,868	Trade Debtors
Norban Comtex Ltd.	121,050	Concern Under Common Mgt.	Internet & others	245,700	Trade Debtors

BDCOM ONLINE LTD. DHAKA DHANMONDI