Dhaka Electric Supply Company Limited (DESCO)

Statement of Financial Position (Un-Audited)

As at 31 March , 2017

	Notes	31 March, 2017 Taka	30 June, 2016 Taka
APPLICATION OF FUND:			
Non Current Assets:			
Property, Plant & Equipment	1	14,535,992,484	14,163,535,885
Capital Work -in- Progress		2,842,790,139	2,469,171,769
		17,378,782,623	**16,632,707,653**
Current Assets:			
Stores and Spares	2	8,404,776,018	7,622,034,713
Accounts Receivable		3,152,163,661	3,680,184,550
Advances & Deposits		670,505,580	623,388,963
Advance Income Tax	3	1,123,955,466	1,029,337,057
Cash and Bank Balances	4	14,408,390,441	15,141,555,339
		27,759,791,166	**28,096,500,622**
Total Assets		**45,138,573,789**	**44,729,208,275**
Equity & Liabilities:			
Capital & Reserves:			
Share Capital		3,975,698,044	3,975,698,044
Share Money Deposit	5	56,250,000	75,000,000
GOB Equity	6	2,947,140,000	2,722,140,000
Retained Earnings	7	7,926,041,225	7,951,353,689
		14,905,129,269	**14,724,191,733**
Long Term Liabilities:			
Long Term Loans (ADB & GOB)	8	11,662,350,557	10,534,771,718
Deferred Tax Liability	9	1,936,671,057	1,928,129,606
Due to DESA / DPDC (for assets taken over)		4,039,671,539	4,039,671,539
Consumer Security Deposits		2,241,017,460	1,894,489,374
		19,879,710,613	**18,397,062,237**
Current Liabilities:			
Accounts Payable		4,413,341,272	6,103,227,543
Creditors for Goods/Works		182,572,577	73,862,775
Creditors for Other Finance		1,964,903,664	1,736,963,946
Creditors for Expenses		771,430,725	623,383,474
Current Maturity of Long Term Loans		441,862,726	756,774,594
Accrued Interest on Loans		1,779,652,253	1,568,076,098
Provision for Income Tax		799,970,690	745,665,875
		10,353,733,908	**11,607,954,306**
Total Equity & Liabilities		**45,138,573,789**	**44,729,208,275**

Md. Abdullah Al Masud Chowdhury
Executive Director (F& A)

Brig General Md. Shahid Sarwar (Rtd)
Managing Director

AMI STOCK

Dhaka Electric Supply Company Limited (DESCO)

Statement of Comprehensive Income (Un Audited)

9 Month ended 31st March, 2017

	July 16 to Mar 17	Notes	July 15 to Mar 16	Jan to Mar 17	Jan to Mar 16
Operating Revenue:					
Energy Sales	24,196,727,362	10	22,511,295,486	6,484,051,056	6,388,374,268
Other Operating Revenue	405,886,181	11	264,300,061	135,082,656	17,958,273
Total Revenue from Operation	24,602,613,543		22,775,595,547	6,619,133,712	6,406,332,541
				-	-
Cost of energy Sales:				-	-
Energy Purchase	21,713,791,362	12	20,271,192,763	6,121,354,456	6,139,844,032
Operating expenditure	477,666,814	13	518,263,489	121,609,015	148,911,446
Depreciation (Operating)	492,745,032	16	525,581,100	164,248,344	175,193,700
	22,684,203,208		21,315,037,352	6,407,211,815	6,463,949,178
Gross Margin	**1,918,410,335**		**1,460,558,195**	**211,921,897**	**(57,616,637)**
Cost & Expenditures:				-	-
Administrative expenses	205,881,206	14	197,260,076	80,897,541	71,102,920
Employee expenses	1,282,520,016	15	876,097,959	548,181,694	384,666,875
Bad debts Provision	-		18,245,088	-	1,888,106
Depreciation (Non Operating)	28,550,295	16	32,209,968	9,516,764	14,736,656
	-		-	-	
	1,516,951,517		1,123,813,091	638,595,999	472,394,557
Operating Profit	**401,458,818**		**336,745,104**	**(426,674,102)**	**(530,011,194)**
Non Operating Income/(Expense)				-	-
Interest Income	532,627,572	17	655,627,600	396,133,849	490,157,018
Interest Expense	(348,880,122)	18	(251,382,546)	(120,470,506)	(87,065,183)
Exchange Gain/(Loss)	(162,408,049)		(165,661,299)	(120,908,368)	-
Miscellaneous Income	12,305,400		16,660,560	5,593,229	69,313
Total Non Operating Income/(Expen	33,644,801		255,244,315	160,348,204	403,161,148
Net Profit before tax	**435,103,618**		**591,989,419**	**(266,325,899)**	**(126,850,046)**
Current Tax Provision	(54,304,815)	19	(147,997,355)	121,052,564	31,712,511
Deferred Tax Provision	(8,541,451)	20	-	(8,541,451)	-
	(62,846,266)		(147,997,355)	112,511,113	31,712,511
Net Profit After Tax	**372,257,352**		**443,992,064**	**(153,814,786)**	**(95,137,534)**
Earning per share	0.94		1.12	(0.39)	(0.24)
No of Shares (as per BAS)	397,569,805		397,569,805	397,569,805	397,569,805

Md. Abdullah Al Masud Chowdhury
Executive Director (F & A)

Brig General Md. Shahid Sarwar (Rtd)
Managing Director

Dhaka Electric Supply Company Limited (DESCO)
Statement of Changes in Equity (un-Audited)
9 months ended 31 March , 2017

Particulars	Share Capital	Share Money Deposit	GOB Equity	Reserve & Surplus	Total
Balance at 30th June' 2016	3,975,698,044	75,000,000	2,722,140,000	7,951,353,677	14,724,191,721
GOB Equity			225,000,000		225,000,000
Net profit (3rd Quarter)				372,257,352	372,257,352
Bonus share issued				-	-
Cash Dividend				(397,569,804)	(397,569,804)
Cash paid		(18,750,000)			(18,750,000)
					-
Balance at 31 Mar 2017	**3,975,698,044**	**56,250,000**	**2,947,140,000**	**7,926,041,225**	**14,905,129,269**

Particulars	Share Capital	Share Money Deposit	GOB Equity	Reserve & Surplus	Total
Balance at 30th June 2015	3,786,379,090	75,000,000	1,552,140,000	7,519,514,135	12,933,033,225
GOB Equity			900,000,000		900,000,000
Net profit (3rd Quarter)				443,992,064	443,992,064
Bonus share issued	189,318,956			(189,318,956)	-
Cash Dividend				(378,637,919)	(378,637,919)
Dividend paid					-
Balance at 31st March' 2016	**3,975,698,046**	**75,000,000**	**2,452,140,000**	**7,395,549,324**	**13,898,387,370**

Md. Abdullah Al Masud Chowdhury
Executive Director (F& A)

Brig General Md. Shahid Sarwar (Rtd)
Managing Director

BANGLADESH STOCK

Dhaka Electric Supply Company Limited (DESCO)
Statement of Cash Flows (Un-Audited)
9 months ended 31 March , 2017

SL. NO	PARTICULARS	Notes	31 March, 2017	31 March, 2016
A.	Cash Flow from operating Activities			
	Received from Energy Sales	21	24,595,288,438	22,485,281,043
	Collection of Govt. Duty, VAT & Tax		1,430,175,031	1,056,445,830
	Received from Other Operating & Non Operating Activities	22	1,021,339,055	679,718,420
	Received against Financial Income		532,627,571	672,288,160
	Payment for Energy Purchase	23	(23,445,088,827)	(20,835,782,652)
	Payment of operating expenses		(326,172,862)	(323,044,589)
	Payment for Employees Expenses	24	(1,638,181,528)	(876,097,959)
	Payment for Administrative & Other Expenses		(195,881,205)	(128,232,121)
	Payment for Interest on Long Term Loan		(137,303,967)	(73,710,239)
	Income tax Paid		(94,618,408)	(92,903,465)
	Payment for Govt. Duty, Vat & Tax		(1,503,935,648)	(977,570,084)
	Net cash inflow from operating activities:		238,247,650	1,586,392,344
B.	Cash Flow from Investing Activities:			
	Acquisition of Property & Plant		(281,530,622)	(863,400,980)
	Acquisition of Stores & Equipment		(1,598,058,999)	(2,732,820,873)
	Net cash used in investing activities:		(1,879,589,621)	(3,596,221,853)
C.	Cash Flow from Financing Activities:			
	Long Term Loan received(ADB & GOB)		997,776,031	2,612,538,989
	Long Term Loan Paid		(354,518,387)	(223,862,160)
	Dividend Paid		(81,608,658)	(128,222,860)
	Consumer Security Deposit received		346,528,087	144,469,038
	Net cash inflow from financing activities:		908,177,073	2,404,923,007
D.	Cash & Cash equivalents increase /(decrease) during the year		(733,164,898)	395,093,498
E.	Cash & Cash equivalents as at July 1,2015		15,141,555,339	15,592,839,958
F.	Cash & Cash equivalents as at March 31, 2016		14,408,390,441	15,987,933,456
	Net operating cash flow per share		0.60	3.99

Md. Abdullah Al Masud Chowdhury
Executive Director (F & A)

Brig General Md. Shahid Sarwar (Rtd)
Managing Director

Dhaka Electric Supply Company Limited
Notes to the financial statements - (Un Audited)
For the period 1st July - 2016 to 31st March - 2017

01.00 Property, Plant & Equipment:

	Amount in Taka	
	July'2016-March'17	June30'16
Cost:		
Opening Balance	21,983,523,123	18,514,035,354
Less: Disposal of distribution equipment		(1,408,000)
	21,983,523,123	18,512,627,354
Additions during the year	893,751,926	3,470,895,769
Closing Balance	**22,877,275,049**	**21,983,523,123**
Depreciation:		
Opening Balance	7,819,987,237	7,099,543,799
Less: Adjustment for disposals		(1,406,000)
	7,819,987,237	7,098,137,799
Charged for the year and including prior year adjustment.	521,295,327	721,849,438
Closing Balance	8,341,282,564	7,819,987,237
Written Down Value (WDV)	**14,535,992,484**	**14,163,535,885**

02.00 Stores & Spares :

Stores & Spares (Note-02.01)	8,325,079,012	4,287,696,171
Stores in Transit (Note-02.02)	79,697,006	3,334,338,542
Total	**8,404,776,018**	**7,622,034,713**

02.01 Cost of Stores & Spares

Cable & Accessories	5611086578	2,093,862,611
Pole & Pole fittings	660721411	299,057,085
Distribution transformers	722201771	739,788,997
Meter & Meter accessories	319827702	111,240,696
Sub-station equipment & spares	899440099	935,050,228
Tools, equipment & others	111801451	108,696,554
Total:	**8,325,079,012**	**4,287,696,171**

02.02 This presented cost of materials, including L/C charge and Pre -Shipment- Inspection (PSI) expenses, paid against imported materials for which post landing inspection (PLI) has not been completed.

03.00 Advance Income Tax:

Income Tax paid for 2011-12	229,237,646	229,237,646
Income Tax paid for 2012-13	219,823,570	219,823,570
Income Tax paid for 2013-14	204,168,639	204,168,639
Income Tax paid for 2014-15	133,215,392	133,215,392
Income Tax paid for 2015-16	242,891,810	242,891,810
Income Tax paid for 2016-17 (Note:03.01)	94,618,408	
Closing Balance	**1,123,955,466**	**1,029,337,057**

03.01 Advance Income Tax paid during the year:

This arrived at as under:

Deducted at source (on interest on FDR & STD)	52,829,537	96,798,574
Deducted at source (on imported materials)	40,870,294	145,295,557
Income tax paid for FY 2015-16	918,577	797,679
Total	**94,618,408**	**242,891,810**

4.00 **Cash and Bank Balance**

Imprest Cash Account	1,872,333	1842333
FDR	10107947875.30	9900585325
Std Account	279612966.00	1,505,056,405
Curent Account (Revenue Account)	3796144752	34,811,648,275
Vat Account	222812515	252423001
Total	**14,408,390,441**	**46471555339**

05.00 Share Money Deposit:

Opening Balance	75,000,000	75,000,000
Paid during this period	18,750,000	-
Closing Balance	56,250,000	75,000,000

Tk. 1,87,50,000.00 paid to DPDC in the current three quarter

06.00 GOB Equity

	July'2016-March'17	June30'16
Opening Balance	2,722,140,000	1,552,140,000
Addition during the period	225,000,000	1,170,000,000
Closing Balance	2,947,140,000	2,722,140,000

This represents loan received from the Government from time to time under Annual Development Program (ADP)

07.00 Retained Earnings

	July'2016-March'17	June30'16
Opening Balance	7,961,353,677	7,519,514,123
Prior year's adjustment		553,614,584
Net Profit for the year	372,257,352	446,181,845
	8,333,611,029	8,519,310,552
Dividend paid/ Bonus shares issued for FY 2014-2015	(397,569,804)	(557,956,875)
Closing Balance	7,936,041,225	7,961,353,677

08.00 Long tearm Loan (ADB & GOB)

	July'2016-March'17	June30'16
Opening Balance	10,534,771,718	7,519,514,123
Addition during 09 Month	1,160,184,081	553,614,584
Paid during 09 Month	32,605,241	446,181,845
Closing Balance	11,662,350,557	10,534,771,718

09.00 Deferred Tax Liability

	July'2016-March'17	June30'16
Opening Balance	1,928,129,606	-
Addition during 09 Month	8,541,451	1,928,129,606
Closing Balance	1,936,671,057	1,928,129,606

	July'16-March'17	July'15-March'16
10.00 Energy Sales	24,196,727,362	22,511,295,486

Energy Sales has increased due to increse of retail tariff and number of consumer increased.This change effect from 1st July/16

	July'16-March'17	July'15-March'16
11.00 Other Operating Revenue		
Operating Revenue	405,886,181	264,300,061

This represents application fee, disconnection / reconnection fees, cost of materials realized, meter testing fees, meter rent etc. which charge increased from 1st July, 2016.

12.00 Energy Purchase

	Unit (MKH)	Amount in Tk.	Unit (MKH)	Amount in Tk.
Energy Purchase (Including wheeling charge)	3531.34	21,713,791,362	3,378.04	20,271,192,763

Energy Purchase increased due to increse of bulk tariff as well as consumption increased.

13.00 Operating Expenses

Description	July'16-March'17	July'15-March'16
Commercial Operation Support Service	110,821,525	108,613,652
Schedule & Preventive Maintenance	167,277,971	166,698,107
Consultancy, Survey & Inspection	1,554,546	834,543
Special Action Team & Collection Drive	4,329,757	2,650,179
Maintenance of distribution line & equipment	10,516,740	10,846,847
R&M of Grid Sub-Station/ Sub-Station/ Switching Station	23,145,962	22,665,805
Repair & Maintenance of Transformer	6,208,386	9,911,583
Meter & Service cable issue	112,104,120	154,424,906
Revenue Stamp Charge Against Consumer Bill	41,707,807	41,617,867
Total	**477,666,814**	**518,263,489**

14.00 Administrative Expenses

Description	July'16-March'17	July'15-March'16
Advertisement & Notices	5,692,840	5,378,786
Annual General Meeting	1,301,983	3,013,737
Annual Picnic	1,804,923	1,371,347
Bank Charges	2,699,011	3,711,949
Conveyance	1,215,220	1,221,482
Cleaning Expenses	4,361,433	4,131,210
Directors' Fees	993,750	841,625
Electricity, gas & water	18,037,528	16,832,143
Entertainment	3,268,713	3,343,914
Fuel/ CNG for Vehicles	12,833,314	14,661,951
Honorarium to various committee members	2,278,570	782,850
Insurance of vehicles	1,294,583	1,963,852
Legal & Professional fees	3,888,862	4,716,165
Newspaper & Periodicals	301,901	299,609
Office Upkeep	1,449,090	1,481,921
Office Rent	33,112,468	32,585,242
Office Security	27,582,069	27,193,554
Postage, telephone & internet	4,970,326	6,180,751
Printing & Stationery	7,809,418	7,534,029

Rates & Taxes	945,334	797,955
Repair & Maintenance of Non operating Assets	9,603,737	8,238,758
Repair & Servicing of Vehicle	7,591,479	7,364,050
Inspection, Survey & Consultancy fees	1,585,640	1,076,093
Staff Training	19,825,636	11,200,442
Listing Fee & annual charges & BERC Charge	2,486,000	4,074,978
Hired Transport	15,799,815	19,214,467
Recruitment Expenses	559,378	285,611
Corporate Social Expenses	10,860,939	6,162,657
Different Days Celebration	612,630	565,658
Office Shifting	296,003	285,000
Other Expenses & Contengencies	818,613	748,290
Total	**205,881,206**	**197,260,076**

15.00 Employee Expenditure

Description	July'16-March'17	July'15-March'16
Salary & Allowances	879,930,442	594,537,953
Festival Bonus	58,211,212	63,918,300
Incentive Bonus	134,680,890	113,491,342
Earned Leave Encashment	75,172,251	17,993,271
Company's Contribution to provident fund	63,207,217	30,952,477
Group Insurance Premium	3,824,206	4,101,779
Electricity Expenses	14,690,076	14,660,007
Telephone expense reimbursed	200,617	128,788
Medical expense reimbursed	51,411,979	35,737,787
Medical Retainer Fee	380,000	375,000
Uniform	811,126	201,255
Total	**1,282,520,016**	**876,097,959**

16.00 Depreciation: -

	July'2016-March'17	June'16
Depreciation (operating)	492,745,032	525,581,100
Depreciation (non operating)	28,550,295	32,209,968
Total	**521,295,327**	**557,791,068**

17.00 Inteest Income

Inteest Income from FDR, STD Account	**532,627,572**	**655,627,600**

Interest income decrease due to lower interest rate on FDR & STD Accounts then previous year & encashment of FDR for procurement purpose.

18.00 Inteest Expenses

Inteest Expenses on ADB & GOB Loan	**348,880,122**	**251,382,546**

Interest expenses due to additional loan taken from ADB & GOB for devlopment work.

	Amount in Taka	
	July'2016-March'17	June30'16

19.00 Current tax expenses

Profit before tax as per income statement	**435,103,618**	**1,990,459,182**
Add: Accounting depreciation	521,295,327	743,721,425
Add: Bad debt Provision	-	17,615,689
Add: Corporate Social Expenses (CSR)	10,860,939	8,596,573
	967,259,884	2,760,392,869
Less:Depreciation as per 3rd Schedule of Tax Ordinance,1984.	750,040,624	(1,060,958,079)
	217,219,260	1,699,434,791
Current Tax (at 25%)	54,304,815	424,858,698
Current tax expenses	**54,304,815**	**424,858,698**

20.00 Deffered Tax Provision:

Opening Balance	**1,928,129,605**	**1,744,550,218**
Provision for the year	8,541,451	183,579,387
Closing Balance	1,936,671,056	1,928,129,605
Deferred tax provision has been arrived at as under:		
Carrying amount of assets	14,361,201,992	14,183,324,885
Tax base amount of assets	6,614,517,767	6,470,806,466
Temporary Difference	7,746,684,225	7,712,518,419
Effective Tax Rate	25.00%	25.00%
Total Deferred tax Provision required	1,936,671,056	1,928,129,605
Already provided up to last year	1,928,129,605	1,744,550,218
Deferred tax Provision during the year	**8,541,451**	**183,579,387**

21.00 Cash in flow from energy sales

	July'16-March'17	July'15-March'16
Cash received from energy sales	24,595,288,438	22,485,281,043

Energy sales received increased due to increase of sales volume and price.

22.00 Cash in flow from other operating & non operating activities

Received from Deposit Work	460,914,322	321,696,998
Received from Deposit Work (MRT)	200,000,000	
Other operating revenue	360,424,733	358021422
	1,021,339,055	**358021422**

23.00 Cash paid for energy purchase

Cash paid for energy purchase	23,445,088,827	20,835,782,652

Energy purchase payment increased due to increase of consumption.

24.00 Cash flow from employee expenses

Salary and other expenses	1,321,988,907	679,718,420
Gratuity transfer to gratuity fund	316,192,621	-
Total	**1,638,181,528**	**679,718,420**

Md. Abdullah Al Masud Chowdhury
Executive Director (Finance & Accounts)

Brig General Md. Shahid Sarwar (Rtd)
Managing Director