

# Bangladesh Submarine Cable Company Limited

## Statement of Financial Position (Un-audited)

As at 30 September 2015

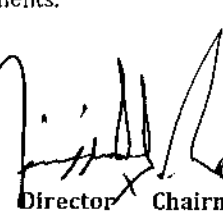
ASSETS	Notes	30 September 2015 Taka	30 June 2015 Taka
<b>Non-current assets</b>		<b>4,513,258,113</b>	<b>4,145,749,396</b>
Property, plant and equipment	4	1,959,997,605	1,995,368,725
Deferred expenditure	5	15,326,351	15,085,331
Investment in SMW-5	6	2,537,934,157	2,135,295,340
<b>Current Assets</b>		<b>1,581,872,488</b>	<b>1,553,310,091</b>
Trade and other receivables, net	7	1,200,022,668	1,178,087,568
Advances and deposits	8	146,138,892	132,495,046
Advance income tax	9	167,426,647	158,779,960
Investment in shares	10	33,596,307	32,573,325
Cash and cash equivalents	11	34,687,975	51,374,192
<b>TOTAL ASSETS</b>		<b>6,095,130,601</b>	<b>5,699,059,487</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>		<b>4,056,308,711</b>	<b>4,033,609,513</b>
Share capital	12	1,499,141,000	1,499,141,000
Share premium	13	723,293,759	723,293,759
Tax holiday reserve	14	573,771,355	565,408,278
Revaluation reserve	15	339,631,310	339,631,310
Retained earnings	16	920,471,288	906,135,166
<b>Non Current Liabilities</b>		<b>1,360,878,032</b>	<b>1,018,132,397</b>
Deferred tax liabilities	17	177,926,238	178,640,860
Security deposits received from clients	18	90,844,584	90,511,707
Employees' pension, gratuity & provident fund	19	33,081,299	31,895,599
Long Term Loan	20	1,059,025,911	717,084,231
<b>Current Liabilities</b>		<b>677,943,858</b>	<b>647,317,577</b>
Current portion of long term loan		109,633,045	109,633,045
Sundry creditors	21	97,877,140	89,117,642
Provision for income tax	22	200,855,153	197,553,163
Provision for WPPF and WF	23	10,654,598	9,390,270
VAT payable	24	243,286,995	235,857,730
Liabilities for expenses	25	15,636,926	5,765,727
<b>Total Liabilities</b>		<b>2,038,821,890</b>	<b>1,665,449,974</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>6,095,130,601</b>	<b>5,699,059,487</b>

The annexed notes from 1 to 43 form an integral part of these financial statements.

  
Chief Financial Officer

  
Company Secretary

  
Managing Director

  
Director

  
Chairman

Dhaka,  
08 November 2015

**Bangladesh Submarine Cable Company Limited**  
**Statement of Profit or Loss and Other Comprehensive Income (Un-audited)**  
**For the period ended 30 September 2015**

	Notes	July-September 2015 Taka	July-September 2014 Taka
<b>Revenue</b>			
IPLC (International Private Lease Circuit) rent	26	62,886,238	103,234,073
Circuit activation charge	27	380,000	1,448,000
IP Transit Service	28	53,731,292	43,011,376
Co-Location Charges	29	1,729,667	442,258
		<b>118,727,197</b>	<b>148,135,707</b>
<b>Direct cost of operation</b>			
Electricity and generator fuel	30	1,722,624	1,729,535
Landing station and cable route repair	31	493,649	268,153
Backhaul & Data connectivity Charge	32	9,650,614	9,690,008
IP Transit Cost	33	8,500,714	14,889,863
Depreciation of core machinery	34	36,795,539	40,876,069
		<b>57,163,140</b>	<b>67,453,628</b>
<b>Gross profit</b>		<b>61,564,058</b>	<b>80,682,080</b>
<b>Operating expenses</b>			
Operation and maintenance expenses	35	10,675,316	23,110,724
General and administrative expenses	36	27,213,252	24,172,500
Provision for bad & doubtful debts	37	4,049,502	6,461,095
Depreciation on property, plant and equipment	38	2,474,932	2,341,722
Amortization of deferred expenditure		-	70,150
		<b>44,413,002</b>	<b>56,156,191</b>
<b>Operating profit</b>		<b>17,151,055</b>	<b>24,525,888</b>
<b>Non-operating income</b>			
Bank interest and other income	39	8,376,859	20,414,059
(Loss)/Gain on investment in shares	40	1,022,982	4,073,016
		<b>9,399,841</b>	<b>24,487,075</b>
<b>Profit before WPPF &amp; WF</b>		<b>26,550,896</b>	<b>49,012,963</b>
Provision for contribution to WPPF & WF		1,264,328	2,333,951
<b>Profit before taxation</b>		<b>25,286,568</b>	<b>46,679,013</b>
Less: Current tax expense	41	3,301,991	12,268,934
Deferred tax (income)/expense	42	(714,622)	(1,655,191)
		<b>2,587,369</b>	<b>10,613,743</b>
<b>Net profit after tax</b>		<b>22,699,199</b>	<b>36,065,269</b>
<b>Other comprehensive income, net of tax</b>		-	-
<b>Total comprehensive income</b>		<b>22,699,199</b>	<b>36,065,269</b>
<b>Earnings Per Share (EPS) - Basic</b>	43	<b>0.15</b>	<b>0.24</b>
<b>Earnings Per Share (EPS) -Restated</b>		<b>0.14</b>	<b>0.22</b>

The annexed notes from 1 to 43 form an integral part of these financial statements.

  
**Chief Financial Officer**

  
**Company Secretary**

  
**Managing Director**

  
**Director**

  
**Chairman**

Dhaka,  
08 November 2015

# Bangladesh Submarine Cable Company Limited

## Statement of Cash Flows (Un-audited)

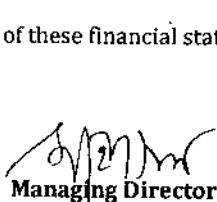
For the period ended 30 September 2015

Notes	July-Sep-2015 Taka	July-Sep-2014 Taka
<b>A. Cash flows from operating activities</b>		
Cash received from clients	79,729,370	92,577,827
Cash paid to suppliers and others	(20,851,561)	(53,386,424)
Payroll and other payments to employees	(16,436,133)	(15,288,155)
Income tax paid	(8,836,669)	(12,623,268)
Interest received	53,541	15,317,069
Receipts from rest house rent and others	29,988,367	16,277,384
<b>Net cash flow from operating activities</b>	<b>63,646,916</b>	<b>42,874,433</b>
<b>B. Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(18,678,522)	(1,557,570)
Payment for deferred expenditure	(1,082,820)	-
Investment in SMW-5	(402,638,816)	(1,524,725,493)
Dividend received	142,100	-
<b>Net cash flow from (used in) investing activities</b>	<b>(422,258,058)</b>	<b>(1,526,283,063)</b>
<b>C. Cash flows from financing activities</b>		
Dividend paid	(16,755)	(49,500)
Loan Received from Bank	341,941,680	617,000,000
<b>Net cash flow from/(used in) financing activities</b>	<b>341,924,925</b>	<b>616,950,500</b>
Net deficit in cash and cash equivalents during the period (A+B+C)	(16,686,217)	(866,458,130)
Cash and cash equivalents at beginning of the period	51,374,192	1,451,392,819
<b>Cash and cash equivalents at end of the period</b>	<b>34,687,975</b>	<b>584,934,690</b>
Net Operating Cash Flows Per Share (NOCFPS)	43.3	0.42
		0.29

The annexed notes from 1 to 43 form an integral part of these financial statements

  
Chief Financial Officer

  
Company Secretary

  
Managing Director

  
Director

  
Chairman

Dhaka,  
08 November 2015

## Bangladesh Submarine Cable Company Limited

### Statement of Changes in Equity (Un-audited)

For the period ended 30 September 2015

(Amount in Taka)

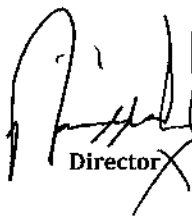
Particulars	Share capital	Share premium	Tax holiday reserve	Revaluation reserve	Retained earnings	Total Equity
<b>Balance as at 01 July 2015</b>	<b>1,499,141,000</b>	<b>723,293,759</b>	<b>565,408,277</b>	<b>339,631,310</b>	<b>906,135,166</b>	<b>4,033,609,513</b>
Transactions with shareholders:						
Cash dividend paid	-	-	-	-	-	-
Net profit after tax for the period					22,699,199	22,699,199
Tax holiday reserve	-	-	8,363,078	-	(8,363,078)	-
<b>Balance as at 30 September 2015</b>	<b>1,499,141,000</b>	<b>723,293,759</b>	<b>573,771,355</b>	<b>339,631,310</b>	<b>920,471,288</b>	<b>4,056,308,711</b>
<b>Balance as at 01 July 2014</b>	<b>1,499,141,000</b>	<b>723,293,759</b>	<b>545,233,830</b>	<b>339,631,310</b>	<b>947,168,623</b>	<b>4,054,468,522</b>
Transactions with shareholders:						
Cash dividend paid	-	-	-	-	-	-
Net profit after tax for the period					36,065,269	36,065,269
Tax holiday reserve	-	-	3,347,300	-	(3,347,300)	-
<b>Balance as at 30 September 2014</b>	<b>1,499,141,000</b>	<b>723,293,759</b>	<b>548,581,130</b>	<b>339,631,310</b>	<b>979,886,592</b>	<b>4,090,533,791</b>

Dhaka,  
08 November 2015

  
Chief Financial Officer

  
Company Secretary

  
Managing Director

  
Director

  
Chairman

# Bangladesh Submarine Cable Company Limited

## Notes to the financial statements For the period ended 30 September 2015

### 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 100,000,000 ordinary shares of Taka 100 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 Company is currently establishing 2nd Submarine Cable in Kuakata namely Regional Submarine Telecommunications Project, Bangladesh (SMW-5-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 8 November 2015.

#### 2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention applying accrual basis of accounting in accordance with Bangladesh Financial Reporting Standards (BFRSs) except for the following items in the financial statements 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 integer.

#### 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: 17 Deferred tax liabilities (manner of recovery of temporary differences for determination of deferred tax liabilities)  
 Note: 37 Provision for bad & doubtful debts  
 Note: 41 Current tax expense  
 Note: 42 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 period's presentation.

#### 3.1 Property, plant and equipment

Property, plant and equipment are stated at cost or revalued amount, if any, less accumulated depreciation in compliance with BAS -16: Property Plant and Equipment . The cost of acquisition of an asset comprises its purchase price and any direct attributable cost of bringing the assets to its working condition for its intended use.

#### 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 period. 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 September 2015 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 Profit or Loss and Other 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 Profit or Loss and Other 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 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 in the following manner:

<u>Period</u>	<u>Tax exemption rate</u>
First two years (1 July 2013 to 30 June 2015)	100%
Third year (1 July 2015 to 30 June 2016)	80%
Fourth year (1 July 2016 to 30 June 2017)	70%
Fifth year (1 July 2017 to 30 June 2018)	60%
Sixth year (1 July 2018 to 30 June 2019)	50%
Seventh year (1 July 2019 to 30 June 2020)	40%
Eighth year (1 July 2020 to 30 June 2021)	30%
Ninth year (1 July 2021 to 30 June 2022)	20%
Tenth year (1 July 2022 to 30 June 2023)	10%

### 3.7 Income tax expense

Income tax expenses comprise current and deferred taxes. Income taxes are recognized in the Statement of Profit or Loss and Other 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 2015. 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 80% 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 Profit or Loss and Other 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 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.

### 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 statement of profit or loss and other comprehensive income.

### 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	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	Complied
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

Sl. No.	BAS No.	BAS Title	Compliance Status
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-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	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	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

	<b>30.09.2015</b>	<b>30.06.2015</b>
	<b>Taka</b>	<b>Taka</b>
<b>4. Property, plant and equipment</b>		
<b>Cost/ revaluation (A)</b>		
Opening balance	3,498,789,009	3,504,139,179
Add: Purchased during the period	3,899,351	40,013,479
Less: Adjustment during the period	-	45,363,649
	<b>3,502,688,360</b>	<b>3,498,789,009</b>
<b>Accumulated Depreciation (B)</b>		
Opening balance as reported	1,503,420,284	1,347,205,998
Add: Charged during the period	39,270,471	170,355,270
	1,542,690,755	1,517,561,268
Less: Adjustment during the period	-	14,140,984
	<b>1,542,690,755</b>	<b>1,503,420,284</b>
<b>Written Down Value (A-B)</b>	<b>1,959,997,605</b>	<b>1,995,368,725</b>
A schedule of property, plant & equipment is given in Annexure-A.		
<b>5. Deferred expenditure</b>		
Opening balance	15,085,331	9,513,969
Add: Addition during the period (Note: 5.1)	1,082,820	5,851,962
	16,168,151	15,365,931
Less: Amortization/Adjustment made during the period	841,800	280,600
	<b>15,326,351</b>	<b>15,085,331</b>
<b>5.1</b>	An amount of Tk .10,82,820 has been considered as deferred expenditure since this amount is identified as expenditure relating to Regional Submarine Telecommunications Project (SMW-5). As the project implementation has been in progress, these expenses are deferred as per Company Act, 1994.	
<b>6. Investment in SMW-5</b>		
Payment made to Central Billing Party	2,505,992,477	2,058,578,064
Interest on Term Loan	31,941,680	76,717,276
	<b>2,537,934,157</b>	<b>2,135,295,340</b>
Payment made to Central Billing Party , Telekom Malaysia Berhed as 50% of Core Contract Price for CIF , Payment for BM0, BM1, BM2, BM 3a, BM3b, BM 3c , BM4 and BM8 for Kuakata Branch. The Interest of term loan for the period from July 2015 to Sep 2015 has been capitalized in investment in SMW -5 as per BAS 23: Borrowing Cost.		
<b>7. Trade and other receivables</b>		
Trade receivables, net (Note:7.1)	1,200,007,721	1,157,107,272
Other receivables (Note:7.2)	14,947	20,980,296
	<b>1,200,022,668</b>	<b>1,178,087,568</b>
<b>7.1 Trade receivables, net</b>		
Opening Balance	1,244,201,368	1,015,568,483
Add: Addition during the period	163,376,786	761,108,365
	1,407,578,154	1,776,676,848
Less: Collection during the period	116,426,835	532,475,480
Closing Balance	<b>1,291,151,319</b>	<b>1,244,201,368</b>

	30.09.2015 Taka	30.06.2015 Taka
Less: Provision for bad and doubtful debts		
Opening Balance	87,094,096	60,909,293
Add: Addition during the period	4,049,502	26,184,803
	91,143,598	87,094,096
Trade receivables, net of provision	<u>1,200,007,721</u>	<u>1,157,107,272</u>

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

## 7.2 Other receivables

Dividend receivable	3,150	3,150
Receivable from ICB Securities Trading Co. Ltd.	11,797	12,158
Meghna Petroleum Co.Ltd.	-	131,600
Receivable from TM Malaysia	-	20,833,388
	<u>14,947</u>	<u>20,980,296</u>

## 8. Advances and deposits

### Advances

Advance to:

Advance for Office Rent	6,271,341	6,790,782
Employees for foreign travelling	833,414	-
Employees against Expenses	9,800	769,519
Civil Works Consultant Limited	1,576,000	1,316,500
Evan Enterprise	-	1,075,250
Mr. Shahjalal (Office Rent Patuakhali)	246,000	246,000
Milky & Associates	12,000	12,000
Sayeman Beach Resort	205,000	-
M/S K.K Enterprise	132,800,337	118,099,995
Kamal Trading Agency	50,000	50,000
Southern Automobiles	250,000	250,000
	<u>142,253,892</u>	<u>128,610,046</u>

(Note: 8.1)

### Deposits

Security deposit - Duncan Products Limited	5,000	5,000
BTCL - for phone line	19,000	19,000
CDBL - as security deposit	500,000	500,000
Security deposit - BTRC for International Internet Gateway (IIG) license	600,000	600,000
Patuakhali Palli Bidyut Samity	2,761,000	2,761,000
	3,885,000	3,885,000
	<u>146,138,892</u>	<u>132,495,046</u>

### 8.1 Advance for Office Rent

Opening balance	6,790,782	8,868,546
Less: Adjustment during the period	519,441	2,077,764
	<u>6,271,341</u>	<u>6,790,782</u>

	<b>30.09.2015</b>	<b>30.06.2015</b>
	<b>Taka</b>	<b>Taka</b>
<b>9. Advance Income Tax</b>		
Opening balance	158,779,960	128,038,325
Add: Payment made during the period	8,836,669	30,771,548
	167,616,629	158,809,873
Less: Settlement/Adjustment	189,982	29,913
	<b>167,426,647</b>	<b>158,779,960</b>

**10. Investment in Shares**

<b>SL.#</b>	<b>Ordinary shares of</b>	<b>Quantity</b>	<b>Cost price</b>	<b>Market value</b>	<b>Market value</b>
1	AB Bank Limited	77,167	2,657,979	1,697,674	1,821,141
2	ACI Limited	2,980	764,718	1,730,188	1,540,958
3	BATASHOE	1,000	696,430	1,357,800	1,259,900
4	BEXIMCO Limited	133,654	9,731,184	4,049,716	4,343,755
5	IFIC Bank Limited	46,287	1,246,945	1,078,487	893,339
6	Islami Bank BD Limited	39,091	950,693	1,196,185	672,365
7	Jamuna Oil Limited	23,716	4,392,419	4,809,605	4,662,565
8	MPetroleum	24,816	4,962,523	4,774,598	4,839,120
9	NCC Bank Limited	174,354	1,697,578	1,586,621	1,673,798
10	Padma Oil Limited	18,150	4,835,160	4,484,865	4,434,045
11	Square Pharma	16,790	2,633,548	4,710,667	4,402,338
12	Titas Gas	29,000	2,241,990	2,119,900	2,030,000
			<b>36,811,167</b>	<b>33,596,307</b>	<b>32,573,325</b>

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 Profit or Loss and Other Comprehensive Income . Investment in shares has been presented at fair market value as per BAS 39- Financial Instruments: Recognition and Measurement.

**11. Cash and cash equivalents**

Cash in hand	(Note:11.1)	870,154	142,704
Cash at bank	(Note:11.2)	33,817,821	51,231,488
		<b>34,687,975</b>	<b>51,374,192</b>

**11.1 Cash in hand**

Head Office-Dhaka	774,093	94,823
Landing Station-Kuakata	67,021	44,948
Landing Station-Cox's Bazar	29,040	2,933
	<b>870,154</b>	<b>142,704</b>

**11.2 Cash at bank**

**Savings and current deposits with:**

Sonali Bank Limited	9,204,930	8,400,889
National Bank Limited	94,586	94,586
Mutual Trust Bank Limited	2,833,157	2,849,912
Farmers Bank Limited	106,414	631,537
Brac Bank Limited	655,795	655,795
IFIC Bank Limited	6,294,317	4,227,916
United Commercial Bank Limited	11,984,501	31,774,919
	<b>31,173,701</b>	<b>48,635,555</b>

	30.09.2015 Taka	30.06.2015 Taka
<b>Fixed deposits (FDR) with:</b>		
Bank Asia Limited	2,644,120	2,595,933
	2,644,120	2,595,933
	<b>33,817,821</b>	<b>51,231,488</b>

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

**12. Share capital**

**Authorized:**

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

<b>10,000,000,000</b>	<b>10,000,000,000</b>
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**Issued, subscribed and paid up capital:**

149,914,100 Ordinary Shares of Taka 10 each

<b>1,499,141,000</b>	<b>1,499,141,000</b>
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**13. Share premium**

<b>723,293,759</b>	<b>723,293,759</b>
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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.

**14. Tax holiday reserve**

Opening balance  
Add: Current period's reserve

565,408,278	545,233,830
8,363,077	20,174,447
<b>573,771,355</b>	<b>565,408,278</b>

**15. Revaluation reserve**

<b>339,631,310</b>	<b>339,631,310</b>
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**16. Retained Earnings**

Opening balance  
Add: Profit for the period

906,135,166	947,168,623
22,699,199	129,055,090
928,834,365	1,076,223,713

Less: Dividend paid during the period  
Transferred to Tax Holiday Reserve

-	149,914,100
8,363,077	20,174,447
8,363,077	170,088,547
<b>920,471,288</b>	<b>906,135,166</b>

**17. 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 : 42. Deferred tax assets and liabilities are attributable to the following:

Deferred tax relating to profit or loss account components	(Note: 17.1)	170,994,987	171,709,609
Deferred tax relating to components of other comprehensive income	(Note: 17.2)	6,931,251	6,931,251
		<b>177,926,238</b>	<b>178,640,860</b>

	30.09.2015 Taka	30.06.2015 Taka	
<b>17.1 Deferred tax relating to Statement of Profit or Loss and Other Comprehensive Income</b>			
	Carrying amount	Tax base	Taxable/(deductible) ) temporary difference
	Taka	Taka	Taka
<b>As at 30 Sep 2015</b>			
Property, plant and equipment (excluding land)	1,528,698,976	720,494,132	808,204,844
Accounts receivable	1,200,007,721	1,291,151,319	(91,143,598)
Provision for pension, gratuity fund and provident fund	(33,081,299)	-	(33,081,299)
Net Taxable Temporary Difference			683,979,947
Applicable tax rate			25%
<b>Deferred tax liability</b>			<b>170,994,987</b>
<b>As at 30 June 2015</b>			
Property, plant and equipment (excluding land)	1,558,676,026	752,847,894	805,828,132
Accounts receivable	1,157,107,272	1,244,201,368	(87,094,096)
Provision for pension, gratuity fund and provident fund	(31,895,599)	-	(31,895,599)
Net Taxable Temporary Difference			686,838,437
Applicable tax rate			25%
<b>Deferred tax liability</b>			<b>171,709,609</b>
<b>17.2 Deferred tax relating to components of other comprehensive income</b>			
	Carrying Amount	Tax Base	Taxable/(deductible) ) temporary difference
<b>As at 30 Sep 2015</b>			
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			2%
<b>Deferred tax liability</b>			<b>6,931,251</b>
<b>As at 30 June 2015</b>			
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			2%
<b>Deferred tax liability</b>			<b>6,931,251</b>
<b>18. Security deposits received from clients</b>			
Opening Balance	90,511,707	89,200,933	
Add: Addition during the period	5,888,470	27,230,007	
	96,400,177	116,430,940	
Less: Adjustment during the period	5,555,593	25,919,233	
	<b>90,844,584</b>	<b>90,511,707</b>	
<b>19. Employees' pension, gratuity and provident fund</b>			
Employees' pension fund	(Note: 19.1) 13,808,952	13,808,952	
Employees' gratuity fund	(Note: 19.2) 9,848,120	9,848,120	
Employees' provident fund	(Note: 19.3) 9,424,227	8,238,527	
	<b>33,081,299</b>	<b>31,895,599</b>	

	30.09.2015	30.06.2015
	Taka	Taka

**19.1 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.

**19.2 Employees' gratuity fund**

Opening balance	9,848,120	6,089,040
Add: Provision made during the period	-	3,759,080
	<b>9,848,120</b>	<b>9,848,120</b>

**19.3 Employees' provident fund**

Opening balance	8,238,527	3,552,625
Add: Employees' Contribution	623,350	2,342,951
Employer's Contribution	623,350	2,342,951
Less: Settlement during the period	(61,000)	-
	<b>9,424,227</b>	<b>8,238,527</b>

**20. Term Loan**

IFIC Bank Limited	852,069,939	826,717,276
United Commercial Bank Limited	316,589,017	-
Less: Current portion of long term loan-IFIC	(109,633,045)	(109,633,045)
	<b>1,059,025,911</b>	<b>717,084,231</b>

An amount of Taka 75 crore and Taka 31 crore have been taken from IFIC Bank Limited and from United Commercial Bank Limited respectively for implementation of Regional Submarine Telecommunications Project , Bangladesh (SMW-5) Project. The Interest of term loan of IFIC Bank Limited and United Commercial Bank Limited for the period from July 2015 to September 2015 for tk.2,53,52,663 and tk. 65,89,017 respectively have been capitalized in investment in SMW-5 as per BAS 23: Borrowing Cost.

**Term Loan Particulars**

**IFIC Bank Limited**

Facilities	Limit Tk.1,198,000,000 (Principal: Tk.100,000,000 + Interest During Grace Period: Tk.198,000,000)
Rate of Interest	12%
Loan Period	66 Month from the date of 1st Disbursement
Grace Period	18 Month from the date of 1st Disbursement
Repayment Mode	12 Equal Quarterly Instalments after Grace Period
Service Charges	100 % Waiver
Loan Processing Fees	100 % Waiver

**Security** & **Support:**

1. Hypothecation on Fixed (Excluding land & Building) & floating assets of the company comprising of Plant and Machinery/Equipment, Furniture & Fixture, Vehicles, Book Debts, Receivables, etc.

2. 1st Charges to be Registered with the RJSC over Fixed (Excluding land & Building) & floating assets of the company comprising of Plant and Machinery/Equipment, Furniture & Fixture, Vehicles, Book Debts, Receivables, etc.



**United Commercial Bank Limited**

Facilities	Limit Tk.55,75,00,000 (Principal: Tk.50,000,0000 + Interest During Grace Period: Tk.5,75,00,000)
Rate of Interest	11.50%
Loan Period	72 Months from the date of 1st Disbursement
Grace Period	12 Months from the date of 1st Disbursement
Repayment Mode	60 Equal monthly instalments from the 13th month of disbursement
Service Charges	100 % Waiver
Loan Processing Fees	100 % Waiver

**Security & Support:**

1. Creation of charge on all movable assets, immovable assets, floating assets (present and future) with RJSC.  
 2. 01 Post dated MICR cheque covering the limit and 06 nos. Post dated MICR cheques (03 nos. Cheques amounting each equal monthly installment amount and 03 nos.cheques each amounting 20 times of EMI amount (=EMI amount \*60/3) each);

3. Usual charge form duly filled in.

21. Sundry creditors	30.09.2015 Taka	30.06.2015 Taka
Share money deposit	119,622	119,622
Telecom Technology	-	49,800
Withholding tax payable	1,331,735	82,518
The Daily Janakantha	32,603	-
Sony Chocolate Industries Limited	213,148	-
Milky Associates	156,602	156,602
Telecom Italia Sparkle	15,674,748	13,853,330
NTT communications	351,040	-
Unclaimed dividend	2,646,169	2,662,924
Fibre @ Home	2,861,867	2,624,852
Spectrum Engineering Consortium Limited	5,157,320	5,157,320
ICB Securities Trading Company Limited	1,257,165	1,257,165
Advance Received from BD REN/UGC	668,400	-
Bangla Phone Limited	1,130,910	753,940
Payable to BTCL	59,923,922	42,098,242
Uttara Motors Limited	1,095,000	1,095,000
Bangladesh Business Corporation	1,793,000	1,793,000
M/S Evan Enterprise	605,570	-
Shahadat Rashid & Co.	-	37,742
Huawei Technologies (BD). Limited	2,016,724	16,795,895
Others	841,595	579,691
	<b>97,877,140</b>	<b>89,117,642</b>
<b>22. Provision for income tax</b>		
Opening balance	197,553,163	168,380,676
Add: Provision made during the period	3,301,991	29,172,487
	<b>200,855,154</b>	<b>197,553,163</b>
Less: Settlement for previous period		
Tax paid directly from bank account through challan	-	-
Adjustment from advance income tax	-	-
	<b>200,855,154</b>	<b>197,553,163</b>

	30.09.2015 Taka	30.06.2015 Taka
<b>23. Provision for WPPF and WF</b>		
Opening balance	9,390,270	24,407,352
Add: Provision made during the period	1,264,328	6,949,535
	10,654,598	31,356,887
Less: Settlement for previous period	-	21,966,617
	<b>10,654,598</b>	<b>9,390,270</b>
<b>24. VAT Payable</b>	<b>243,286,995</b>	<b>235,857,730</b>

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.

**25. Liabilities for expenses**

Office rent	4,923,000	4,923,000
Provision for Operation and Maintenance	10,675,316	-
Repair & Maintenance	-	15,900
Audit & other fees	-	201,250
Telephone bill	29,246	13,489
Electricity bill	-	602,724
Others	9,364	9,364
	<b>15,636,926</b>	<b>5,765,727</b>

	July-Sep-2015 Taka	July-Sep-2014 Taka
<b>26. IPLC (International Private Leased Circuit) Rent</b>	<b>62,886,238</b>	<b>103,234,073</b>

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.

**27. Circuit activation charge**

Circuit Activation Charge-IPLC	-	1,448,000
Circuit Activation Charge-IP Transit	380,000	-
	<b>380,000</b>	<b>1,448,000</b>

This represents charges imposed to clients for activation of new circuits.

<b>28. IP Transit Service</b>	<b>53,731,292</b>	<b>43,011,376</b>
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This represents the service charges for providing internet bandwidth to IIGs and ISPs.

<b>29. Co-Location Charges</b>	<b>1,729,667</b>	<b>442,258</b>
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This represents charges to customers for using BSCCL's resources at Cox's Bazar and Dhaka.

**30. Electricity and generator fuel**

Electricity bill	1,491,624	1,400,943
Fuel for generator	231,000	328,592
	<b>1,722,624</b>	<b>1,729,535</b>

This cost is directly related to cost of operation.

	July-Sep-2015 Taka	July-Sep-2014 Taka
<b>31. Landing station and cable route repair</b>	<b>493,649</b>	<b>268,153</b>

This cost is directly related to repair and maintenance for landing station and cable route.

**32. Backhaul & Data Connectivity Charge**

Backhaul Charge	9,413,599	9,018,293
Data Connectivity & Fiber Core Charge	237,015	671,715
	<b>9,650,614</b>	<b>9,690,008</b>

This cost represents backhaul charges and for data connectivity & fiber core charge.

<b>33. IP Transit Cost</b>	<b>8,500,714</b>	<b>14,889,863</b>
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This cost represents the cost of purchasing IP bandwidth from Telecom Italia Sparkle.

<b>34. Depreciation of core machinery</b>	<b>36,795,539</b>	<b>40,876,069</b>
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This represents the depreciation charged on core machinery which are directly related to IPLC rent revenue. For further details Annexure-A is referred.

<b>35. Operation and maintenance expenses</b>	<b>10,675,316</b>	<b>23,110,724</b>
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This represents amount paid to SEA-ME-WE 4 during the period for expenses of cable operation and maintenance purpose after netting reimbursement of expenses from consortium received/receivable by the company. During the period no expenditure in this connection has been incurred.

**36. General and administrative expenses**

Salary and allowances	13,984,860	11,840,892
Managing Director's remuneration	618,000	1,006,050
Festival bonus	3,018,973	2,642,488
Gratuity provision	-	451,795
Office rent	2,364,450	2,304,500
Repair and maintenance	565,986	566,075
Business Development Expenses	1,118,923	438,150
Fees and Subscription	5,554	367,607
Vehicles Maintenance	255,624	399,324
Board and other meetings fees	1,120,209	622,867
Consultancy fees	107,948	41,752
Consortium meeting expenses	1,315,395	1,188,719
Advertisement and publicity expenses	481,165	487,386
Vehicles running expenses	561,069	478,626
Travelling & conveyance	312,323	208,123
Printing and Office stationery	136,053	171,361
Postage and courier expenses	10,470	5,255
Entertainment	273,633	378,809
AGM expenses	142,581	389,691
Bank charges and commission	64,824	133,387
Telephone Bill	44,682	36,035
CSR expenses	500,000	-
Rent, rates & taxes	41,007	9,827
Legal Fees	164,180	-
Books & Periodicals	5,342	3,781
	<b>27,213,252</b>	<b>24,172,500</b>

	July-Sep-2015 Taka	July-Sep-2014 Taka
<b>37. Provision for bad &amp; doubtful debts</b>		
Closing balance of provision for bad & doubtful debts	103,292,106	67,370,388
Less: Opening balance of provision for bad & doubtful debts	87,094,096	60,909,293
	<u>4,049,502</u>	<u>6,461,095</u>
Provision for bad and doubtful debts has been made as per company policy and as recommended by Audit Committee.		
<b>38. Depreciation on property, plant and equipment</b>	<u>2,474,932</u>	<u>2,341,722</u>
This represents the depreciation charged on other than core machinery. For further details Annexure-A is referred.		
<b>39. Bank interest and other income</b>		
Rest house rent and others	571,378	229,272
Interest on FDR	53,541	12,443,347
Landing Station Cross Connection Charges	7,741,440	7,741,440
Dividend income	10,500	-
	<u>8,376,859</u>	<u>20,414,059</u>
<b>40. Gain/(loss) on investment in shares</b>		
Closing Market Value of Investment (A) (Note: 10)	33,596,307	37,336,123
Opening market value of investment	32,573,325	33,263,107
(Loss)/Gain (A-B)	<u>1,022,982</u>	<u>4,073,016</u>
<b>41. Current tax expense</b>	<u>3,301,991</u>	<u>12,268,934</u>
<b>42. Deferred tax (income)/expense</b>		
Closing balance of deferred tax liability (Note: 17.1)	170,994,987	189,291,303
Opening balance of deferred tax liability	171,709,609	190,946,494
Deferred tax (income)/expense	<u>(714,622)</u>	<u>(1,655,191)</u>
<b>43. Basic Earning Per Share (EPS)</b>		
Profit attributable to ordinary shareholders (A)	22,699,199	36,065,269
Weighted average number of ordinary shares (B) (Note: 43.1)	149,914,100	149,914,100
Basic earnings per share (A/B)*	<u>0.15</u>	<u>0.24</u>
Earning per share(EPS)-Restated		
Profit attributable to ordinary shareholders (A)	22,699,199	36,065,269
Weighted average number of ordinary shares (B)	164,905,510	164,905,510
	<u>0.14</u>	<u>0.22</u>
<b>43.1</b>	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.	
<b>43.2 Diluted earning per share</b>		
No diluted earnings per share is required to be calculated for the period as there has no dilutive potential ordinary shares.		
<b>43.3 Net operating cash flows per share (NOCFPS)</b>		
Net cash flows from operating activities (A)	63,646,916	42,874,433
Weighted average number of ordinary shares (B) (Note: 43.1)	149,914,100	149,914,100
Net operating cash flows per share (NOCFPS)	<u>0.42</u>	<u>0.29</u>

  
Chief Financial Officer  
Dhaka,

08 November 2015

  
Company Secretary

  
Managing Director

  
Director

  
Chairman

(Annexure-A)

**Bangladesh Submarine Cable Company Limited**  
**Schedule of Property, Plant & Equipment**  
**As at 30 September 2015**

(Amount in Taka)

Name of assets	Cost			As at 30 September 2015	Rate	Accumulated depreciation			WDV as at 30 September 2015	
	As at 01 July 2015	Additions during the period	Adjustment during the period			As at 01 July 2015	Charged during the period	Adjustment during the period		As at 30 September 2015
<b>a. Freehold assets</b>										
Land and land development	84,737,067			84,737,067	-	-			-	84,737,067
Core equipment-IPLC	2,697,343,219			2,697,343,219	10%	1,395,465,284	32,546,948		1,428,012,233	1,269,330,986
Core equipment-IIG	172,500,080			172,500,080	12%	30,880,385	4,248,591		35,128,976	137,371,104
Building	59,206,684	3,559,237		62,765,921	4%	12,636,425	488,213		13,124,638	49,641,283
Floor development	2,654,065			2,654,065	10%	1,600,745	26,333		1,627,078	1,026,987
Security barak & security wall	7,827,297			7,827,297	4%	1,692,917	61,344		1,754,261	6,073,036
Deep tube-well & pump house	2,343,837			2,343,837	10%	1,436,487	22,684		1,459,171	884,666
500 KV sub-station	3,284,000			3,284,000	15%	2,524,851	28,468		2,553,319	730,681
Power system	35,631,806			35,631,806	10%	21,436,978	354,871		21,791,849	13,839,957
Boundary wall	8,255,575			8,255,575	4%	1,785,547	64,700		1,850,247	6,405,328
Ducting from beach manhole	18,088,759			18,088,759	5%	6,690,303	142,481		6,832,784	11,255,975
Vehicles	38,136,512			38,136,512	20%	19,932,862	910,182		20,843,045	17,293,467
Office equipment and furniture	17,665,971	145,959		17,811,930	10%	6,006,764	292,647		6,299,411	11,512,519
Co-Location point	319,410	194,155		513,565	10%	95,698	8,056		103,754	409,811
Office decoration	4,233,166			4,233,166	10%	1,235,038	74,953		1,309,991	2,923,175
<b>Sub-total</b>	<b>3,152,227,448</b>	<b>3,899,351</b>	<b>-</b>	<b>3,156,126,799</b>		<b>1,503,420,284</b>	<b>39,270,471</b>	<b>-</b>	<b>1,542,690,755</b>	<b>1,613,436,043</b>
<b>b. Revalued assets</b>										
Land and land development	346,561,561			346,561,561						346,561,561
<b>Sub-total</b>	<b>346,561,561</b>	<b>-</b>	<b>-</b>	<b>346,561,561</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>346,561,561</b>
<b>Total balance as at 30 September 2015 (a+b)</b>	<b>3,498,789,009</b>	<b>3,899,351</b>	<b>-</b>	<b>3,502,688,360</b>		<b>1,503,420,284</b>	<b>39,270,471</b>	<b>-</b>	<b>1,542,690,755</b>	<b>1,959,997,604</b>
<b>As at 30 June 2015</b>	<b>3,504,139,179</b>	<b>40,013,479</b>	<b>-</b>	<b>3,498,789,009</b>		<b>1,347,205,998</b>	<b>170,355,270</b>	<b>14,140,984</b>	<b>1,503,420,283</b>	<b>1,995,368,725</b>

**Bangladesh Submarine Cable Company Limited**  
**Statement of Financial Position (Un-audited)**  
As at 30 September 2015

<b>ASSETS</b>	<b>30 September 2015</b>	<b>30 June 2015</b>
	<b>Taka</b>	<b>Taka</b>
<b>Non-current assets</b>	<b>4,513,258,113</b>	<b>4,145,749,396</b>
Property, plant and equipment	1,959,997,605	1,995,368,725
Deferred expenditure	15,326,351	15,085,331
Investment in SMW-5	2,537,934,157	2,135,295,340
<b>Current Assets</b>	<b>1,581,872,488</b>	<b>1,553,310,091</b>
Trade and other receivables, net	1,200,022,668	1,178,087,568
Advances and deposits	146,138,892	132,495,046
Advance income tax	167,426,647	158,779,960
Investment in shares	33,596,307	32,573,325
Cash and cash equivalents	34,687,975	51,374,192
<b>TOTAL ASSETS</b>	<b>6,095,130,601</b>	<b>5,699,059,487</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Shareholders' Equity</b>	<b>4,056,308,711</b>	<b>4,033,609,513</b>
Share capital	1,499,141,000	1,499,141,000
Share premium	723,293,759	723,293,759
Tax holiday reserve	573,771,355	565,408,278
Revaluation reserve	339,631,310	339,631,310
Retained earnings	920,471,288	906,135,166
<b>Non Current Liabilities</b>	<b>1,360,878,032</b>	<b>1,018,132,397</b>
Deferred tax liabilities	177,926,238	178,640,860
Security deposits received from clients	90,844,584	90,511,707
Employees' pension, gratuity & provident fund	33,081,299	31,895,599
Long Term Loan	1,059,025,911	717,084,231
<b>Current Liabilities</b>	<b>677,943,858</b>	<b>647,317,577</b>
Current portion of long term loan	109,633,045	109,633,045
Sundry creditors	97,877,140	89,117,642
Provision for income tax	200,855,153	197,553,163
Provision for WPPF and WF	10,654,598	9,390,270
VAT payable	243,286,995	235,857,730
Liabilities for expenses	15,636,926	5,765,727
<b>Total Liabilities</b>	<b>2,038,821,890</b>	<b>1,665,449,974</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>6,095,130,601</b>	<b>5,699,059,487</b>
<b>Net Asset Value per Share</b>	<b>27.06</b>	<b>26.91</b>
<b>Net Asset Value per Share (Restated)</b>	<b>24.60</b>	<b>24.46</b>

Sd/-	Sd/-	Sd/-	Sd/-	Sd/-
Chief Financial Officer	Company Secretary	Managing Director	Director	Chairman