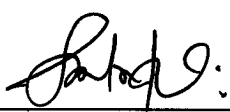
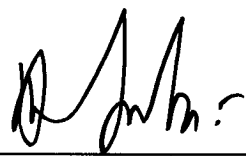
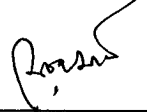
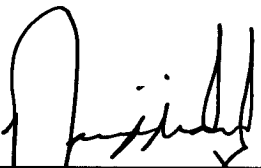
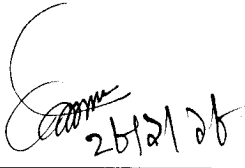


Bangladesh Submarine Cable Company Limited
Statement of Financial Position (Un-audited)
As at 31 December 2017

ASSETS	Notes	Amount in Taka	
		31 Dec 2017	30 June 2017
Non-current assets		7,369,665,123	7,250,260,832
Property, plant and equipment	4	7,369,665,123	1,721,800,006
Investment in SMW-5	5	-	5,528,460,826
Current Assets		2,817,902,324	2,712,755,209
Trade and other receivables	6	1,661,885,886	1,374,904,965
Advances and deposits	7	117,327,264	379,088,162
Advance income tax	8	254,891,758	246,918,612
Investment in shares	9	39,955,363	40,150,006
Cash and cash equivalents	10	743,842,053	671,693,463
TOTAL ASSETS		10,187,567,447	9,963,016,041
EQUITY AND LIABILITIES			
Shareholders' Equity		5,820,838,850	6,008,997,673
Share capital	11	1,649,055,100	1,649,055,100
Equity Money from GoB	12	1,660,000,000	1,660,000,000
Share premium	13	723,293,759	723,293,759
Tax holiday reserve	14	680,257,611	662,947,522
Revaluation reserve	15	336,165,684	336,165,684
Retained earnings	16	772,066,696	977,535,608
Non Current Liabilities		3,437,727,788	3,175,633,804
Deferred tax liabilities	17	255,469,507	157,100,759
Security deposits received from clients	18	138,024,226	128,503,172
Employees' pension, gratuity & provident fund	19	18,531,377	23,696,005
Long Term Loan	20	3,025,702,678	2,866,333,868
Current Liabilities		929,000,809	778,384,564
Sundry creditors	21	215,571,433	111,386,373
Provision for income tax	22	309,816,918	299,126,594
Provision for WPPF and WF	23	5,939,344	19,475,633
VAT payable	24	392,064,414	342,001,761
Liabilities for expenses	25	5,608,700	6,394,203
Total Liabilities		4,366,728,598	3,954,018,368
TOTAL EQUITY AND LIABILITIES		10,187,567,447	9,963,016,041
Net Asset Value per share	46	35.30	36.44



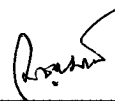
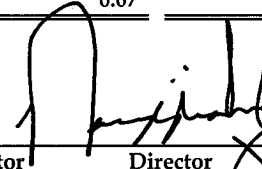
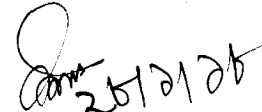






Chief Financial Officer Company Secretary Managing Director Director Chairman

Dhaka
28 January 2018

Bangladesh Submarine Cable Company Limited
Statement of Profit or Loss and Other Comprehensive Income (Un-audited)
For the Half-Yearly ended 31 December 2017

	Notes	Amount in Taka		Amount in Taka	
		July-Dec-2017	July-Dec-2016	Oct-Dec-2017	Oct-Dec-2016
Revenue					
IPLC (International Private Leased Circuit) rent	26	410,520,805	213,153,839	211,512,536	110,079,966
Circuit activation charge	27	1,595,000	3,748,000	680,000	3,460,000
IP Transit Service	28	183,777,244	195,345,843	96,793,340	101,961,824
Co-Location Charges	29	26,486,707	4,990,000	7,918,355	2,590,000
IP Transit Service-Export	30	48,804,000	46,570,458	24,588,000	23,280,803
		671,183,756	463,808,140	341,492,231	241,372,594
Direct cost of operation					
Electricity and generator fuel	31	6,037,646	3,732,279	3,370,237	1,771,676
Landing station and cable route repair	32	170,888	273,680	56,570	141,452
Backhaul & Data connectivity Charge	33	78,607,531	55,384,511	35,358,766	27,705,322
IP Transit Cost	34	22,525,250	55,416,105	9,910,578	27,499,582
Expenses for Operation of SMW-5		-	32,500,000	-	32,500,000
Lease Rent	35	339,768	-	-	-
Depreciation of core machinery	36	206,940,822	65,332,624	103,534,658	32,666,312
		314,621,905	212,639,199	152,230,809	122,284,345
Gross profit		356,561,851	251,168,941	189,261,423	119,088,249
Operating expenses					
Operation and maintenance expenses	37	90,541,085	47,863,212	44,316,119	29,064,559
General and administrative expenses	38	76,954,488	73,342,223	37,528,423	31,995,190
Provision for bad & doubtful debts	39	16,408,957	10,011,943	12,359,822	2,745,357
Depreciation on property, plant and equipment	40	13,098,299	4,768,799	6,605,647	2,389,573
		197,002,830	135,986,176	100,810,011	66,194,678
Operating profit		159,559,021	115,182,764	88,451,412	52,893,571
Non-operating income/(Expenses)					
Bank interest and other income	41	22,361,825	21,273,515	11,401,494	12,332,319
Financial charges		(57,000,000)	-	(42,000,000)	-
(Loss)/Gain on investment in shares	42	(194,643)	2,093,905	(1,136,808)	927,685
		(34,832,818)	23,367,420	(31,735,314)	13,260,004
Profit before WPPF & WF		124,726,203	138,550,185	56,716,097	66,153,575
Provision for contribution to WPPF & WF		5,939,343	6,597,628	2,700,767	3,150,170
Profit before taxation		118,786,860	131,952,557	54,015,331	63,003,405
Less: Current tax expense	43	10,690,324	24,204,605	4,550,736	9,588,082
Deferred tax (income)/expense	44	98,368,748	(2,089,049)	43,392,468	(6,131,934)
		109,059,072	22,115,556	47,943,204	3,456,148
Net profit after tax		9,727,789	109,837,001	6,072,127	59,547,257
Total comprehensive income		9,727,789	109,837,001	6,072,127	59,547,257
Earnings Per Share (EPS) - Basic	45	0.06	0.67	0.04	0.36

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

Dhaka
28 January 2018

Bangladesh Submarine Cable Company Limited

**Statement of Changes in Equity (Un-audited)
For the Half-Yearly ended 31 December 2017**

(Amount in Taka)

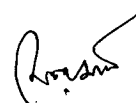
Particulars	Share capital	Equity Money from GoB	Share premium	Tax holiday reserve	Revaluation reserve	Retained earnings	Total Equity
Balance as at 01 July 2017	1,649,055,100	1,660,000,000	723,293,759	662,947,522	336,165,684	977,535,608	6,008,997,673
Transactions with shareholders:							
Received during the period	-	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	(197,886,612)	(197,886,612)
Net profit after tax for the period	-	-	-	-	-	9,727,789	9,727,789
Tax holiday reserve	-	-	-	17,310,089	-	(17,310,089)	-
Balance as at 31 December 2017	1,649,055,100	1,660,000,000	723,293,759	680,257,611	336,165,684	772,066,696	5,820,838,850
Balance as at 01 July 2016	1,649,055,100	1,400,000,000	723,293,759	600,100,158	339,631,310	887,057,954	5,599,138,280
Received from GoB	-	130,000,000	-	-	-	-	130,000,000
Transactions with shareholders:							
Dividend Paid	-	-	-	-	-	(164,905,510)	(164,905,510)
Net profit after tax for the period	-	-	-	-	-	109,837,001	109,837,001
Tax holiday reserve	-	-	-	24,655,943	-	(24,655,943)	-
Balance as at 31 December 2016	1,649,055,100	1,530,000,000	723,293,759	624,756,101	339,631,310	807,333,502	5,674,069,772



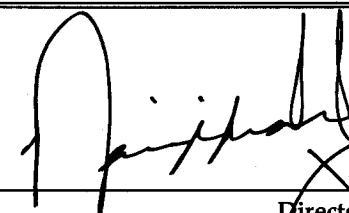
Chief Financial Officer



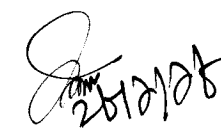
Company Secretary



Managing Director



Director



Chairman

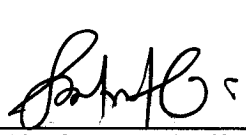
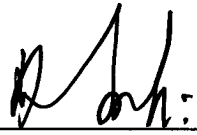
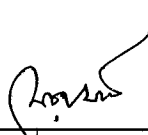
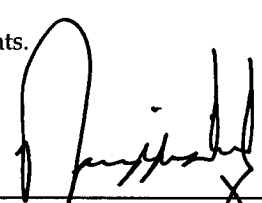
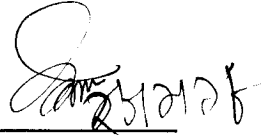
Dhaka
28 January 2018

Bangladesh Submarine Cable Company Limited

**Statement of Cash Flows (Un-audited)
For the Half-Yearly ended 31 December 2017**

	Amount in Taka	
	July-Dec-2017	July-Dec-2016
A. Cash flows from operating activities		
Cash received from clients	431,953,135	309,330,826
Cash paid to suppliers and others	(187,424,491)	(120,599,281)
Payment for WPPF/Gratuity	(25,395,013)	(22,484,769)
Payroll and other payments to employees	(50,249,594)	(38,417,023)
Income tax paid	(8,059,526)	(20,649,803)
Interest received	16,837,452	15,098,545
Receipts from rest house rent and others	650,021	126,539
Net cash flow from operating activities	178,311,985	122,405,034
B. Cash flows from investing activities		
Acquisition of property, plant and equipment	(33,869,358)	(918,606)
Investment in SMW-5	-	(86,767,709)
Investment in Share	-	(2,055,816)
Dividend received	385,182	305,585
Net cash flow from/ (used in) investing activities	(33,484,175)	(89,436,546)
C. Cash flows from financing activities		
Dividend paid	(175,048,031)	(163,792,470)
Equity Money from GoB	-	130,000,000
Loan Received from Bank	102,368,810	49,867,613
Loan Payment to Bank	-	-
Net cash flow from/(used in) financing activities	(72,679,220)	16,075,143
Net surplus/ deficit during the period (A+B+C)	72,148,590	49,043,631
Cash and cash equivalents at beginning of the period	671,693,463	779,194,162
Cash and cash equivalents at end of the period	743,842,053	828,237,794
Net Operating Cash Flows Per Share (NOCFPS)	47	1.08
		0.74

The annexed notes form an integral part of these financial statements.

				
Chief Financial Officer	Company Secretary	Managing Director	Director	Chairman

Dhaka
28 January 2018

Bangladesh Submarine Cable Company Limited

Notes to the financial statements For the year ended 31 December 2017

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 has established 2nd Submarine Cable in Kuakata namely Regional Submarine Telecommunications Project, Bangladesh (SEA-ME-WE-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 28 January 2018.

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: 39 Provision for bad & doubtful debts

Note: 43 Current tax expense

Note: 44 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 property, plant and equipment is charged on reducing balance method and Straight Line method considering the economic and useful lives of such assets. Periodical depreciation has been charged during the period where applicable. On the other hand, straightline method has been charged on newly recognised fixed assets relating to SMW-5 (2nd Submarine Cable). Depreciation method, useful lives and residual values are reviewed at each year-end and adjusted if appropriate.

Name of Assets	Depreciation rate	Basis
Core equipment-IPLC-SMW-4	10%	Straight line
Core equipment-IIG	14.29%	Straight line
Core equipment-IPLC-SMW-5	5.00%	Straight line
Building -SMW-5	5.00%	Straight line
Building-SMW-5	4%	Reducing balance
Floor development	10%	Reducing balance
Security barak & security wall	4%	Reducing balance
Deep tube-well & pump house-SMW-4	10%	Reducing balance
Deep tube-well & pump house-SMW-5	5%	Straight line
500 KV sub-station-SMW-4	10%	Straight line
500 KV sub-station-SMW-5	5%	Straight line
Power system-SMW4	10%	Straight line
Power system-SMW5	5%	Straight line
Boundary wall-SMW-4	4%	Reducing balance
Boundary wall-SMW-5	5%	Straight line
Ducting from beach manhole-SMW-4	10%	Straight line
Ducting from beach manhole-SMW-5	5%	Straight line

Vehicles	20%	Reducing balance
Office equipment and furniture	10%	Reducing balance
Co-Location point-SMW-4	10%	Reducing balance
Co-Location point-SMW-5	5%	Straight line
Office decoration	10%	Reducing balance

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 31 December 2017 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 registered under Income Tax Ordinance 1984.

3.5 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%

3.6 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.

3.6.1 Current tax

Provision for income tax is made as per Finance Act 2017. 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 60% 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.

3.6.2 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.

3.7 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. IPLC -Export
3. Circuit Activation Charge
4. IP Transit Service
5. Co-location Charges
6. IP Transit Service-Export

3.7.1 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.

3.7.2 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.

3.7.3 IP Transit service

IP Transit service charges for providing internet bandwidth to IIGs and ISPs.

3.7.4 Co-location Charges

Income from Co-location charges arise for using BSCCL's resources at Cox'sbazar and Dhaka.

3.7.5 IP Transit service-Export

This represents charges to Bharat Sanchar Nigam Limited(BSNL) for IP transit service.

3.8 Dividend income

Dividend income is recognised when the right to receive payment is established.

3.9 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.

3.10 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.

3.11 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.

3.12 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.

3.13 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 period.

3.14 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.

3.15 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.

	Amount in Taka	
	31 Dec 2017	30 June 2017
4. Property, plant and equipment		
Cost/ revaluation (A)		
Opening balance	3,507,733,270	3,471,744,172
Add: Purchased/Recognised during the period	5,867,904,238	35,989,098
Less: Adjustment during the period	-	-
	9,375,637,508	3,507,733,270
Accumulated Depreciation (B)		
Opening balance	1,785,933,264	1,639,535,845
Add: Charged during the period	220,039,121	146,397,419
	2,005,972,385	1,785,933,264
Less: Adjustment during the period	-	-
	2,005,972,385	1,785,933,264
Written Down Value (A-B)	7,369,665,123	1,721,800,006

A schedule of property, plant & equipment is given in Annexure-A.

5 Investment in SMW-5		
Opening Balance	5,528,460,826	4,819,111,878
Add: Addition during the period		
Payment made to Central Billing Party	22,120,081	701,041,829
Expenses Relating to Project	-	8,307,119
	5,550,580,907	5,528,460,826
Recognised as fixed asset during the period	(5,550,580,907)	-
	-	5,528,460,826

The above amount of investment has been paid for light up CV07 to TM Malaysia.

6 Trade and other receivables		
Trade receivables	(Note:6.1) 1,652,887,546	1,370,482,175
Other receivables	(Note:6.2) 8,998,340	4,422,790
	1,661,885,886	1,374,904,965

6.1 Trade receivables		
Opening Balance	1,502,697,984	1,205,647,864
Add: Addition during the period	807,475,246	1,272,558,266
	2,310,173,230	2,478,206,130
Less: Collection during the period	508,660,917	975,508,146
Closing Balance	1,801,512,312	1,502,697,984
Less: Provision for bad and doubtful debts		
Opening Balance	132,215,809	96,451,829
Add: Addition during the period	16,408,957	35,763,980
	148,624,766	132,215,809
Trade receivables, net of provision	1,652,887,546	1,370,482,175

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

		Amount in Taka	
		31 Dec 2017	30 June 2017
6.2 Other receivables			
Dividend		53,520	332,486
ICB Securities Trading Co. Ltd.		5,140	5,140
FDR Interest		8,939,680	4,085,164
		8,998,340	4,422,790
7 Advances and deposits			
Advances			
Advance to:			
Sony Chocolate Industries Ltd.	(Note: 7.1)	26,750,000	2,796,364
Employees against Expenses		822,121	1,294,011
Civil Works Consultant Limited		748,400	2,468,383
Atlas Bangladesh Limited		143,000	-
Modern Engineers Planners and Consultants Ltd.		-	365,000
M/S Reliance Traders		-	17,100,016
Milky & Associates		12,000	12,000
BUET		39,004	194,235
BTCL		10,000,000	10,000,000
M/S Palli Store		-	7,686,807
Bangladesh Porjoton Corporation		322,715	322,715
Habib Intelligent Software Ltd.		1,122,267	-
Spectrum Engineering & Consortium Ltd.		-	66,882,028
M/S K.K Enterprise		69,809,489	265,202,651
M.M.International		2,549,993	-
Mustafa Tariq Hossain & Associates		200,000	-
Hasan Enterprise		6,800	6,800
Others		611,475	571,152
		113,137,264	374,902,162
Deposits			
Security deposit - Duncan Products Limited		5,000	5,000
BTCL - for phone line		24,000	20,000
CDBL - as security deposit		500,000	500,000
Security deposit - BTRC for International Internet Gateway		600,000	600,000
Kamal Trading Agency		50,000	50,000
Southern Automobiles Ltd.		250,000	250,000
Patuakhali Palli Bidyut Samity		2,761,000	2,761,000
		4,190,000	4,186,000
		117,327,264	379,088,162
7.1 Advance for Office Rent (Sony Chocolate Industries Ltd.)			
Opening balance		2,796,364	4,713,018
Add: Paid during the period		30,000,000	-
Less: Adjustment during the period		6,046,364	1,916,654
		26,750,000	2,796,364

Advance given to K.K.Enterprise, Spectrum Engineering Consortium Ltd., Palli Store, Reliance Traders,, Civil Works Consultant Ltd. and Modern Engineers, Planners and Consultants Ltd. has been recognised as different fixed assets as the properties are available for use.The remaining amount to KK enterprise was paid against running bill for Dormatory,Officers Quarter, rest house building etc.

	Amount in Taka	
	31 Dec 2017	30 June 2017
8. Advance Income Tax		
Opening balance	246,918,612	187,077,343
Add: Payment made during the period	8,059,526	59,841,269
	254,978,138	246,918,612
Less: Settlement/ Adjustment	86,380	-
	254,891,758	246,918,612

9. Investment in Shares

SL #	Ordinary shares of	Quantity	Cost price (Taka)	Market value	Market value
1	AB Bank Limited	122,295	3,209,765	3,040,540	2,627,797
2	ACI Limited	3,278	764,725	1,657,579	1,697,676
3	BATASHOE Ltd.	1,000	696,429	1,171,800	1,134,300
4	BEXIMCO Limited	196,702	10,731,965	5,576,499	6,707,538
5	IFIC Bank Limited	109,902	1,246,570	1,978,236	1,923,286
6	Islami Bank BD Limited	39,091	951,084	1,430,731	1,270,458
7	Jamuna Oil Limited	23,716	4,392,440	4,498,925	4,923,442
8	Mpetroleum Ltd.	24,816	4,962,456	4,687,742	4,913,568
9	NCC Bank Limited	174,354	1,698,208	3,086,066	2,318,908
10	Padma Oil Limited	18,150	4,835,160	4,337,850	4,615,545
11	Square Pharma Ltd.	20,776	2,633,566	6,740,401	6,027,118
12	Titas Gas D & T Ltd.	39,570	2,744,885	1,748,994	1,990,371
			38,867,252	39,955,363	40,150,006

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.

10. Cash and cash equivalents

Cash in hand	(Note:10.1)	2,111,109	93,903
Cash at bank	(Note:10.2)	741,730,944	671,599,560
		743,842,053	671,693,463

10.1 Cash in hand

Head Office-Dhaka	1,719,971	31,983
Landing Station-Kuakata	390,743	61,557
Landing Station-Cox's Bazar	395	363
	2,111,109	93,903

10.2 Cash at bank

Savings and current deposits with:

Sonali Bank Limited	3,111,735	6,351,464
National Bank Limited	936,434	1,281,596
Mutual Trust Bank Limited	32,326,320	5,541,188
Farmers Bank Limited	286,391	287,115
Brac Bank Limited	695,081	686,187
IFIC Bank Limited	6,572,004	6,516,582
United Commercial Bank Limited	15,682,904	65,184
	59,610,868	20,729,316

	Amount in Taka	
	31 Dec 2017	30 June 2017
Fixed deposits (FDR) with:		
Brac Bank Limited	64,929,250	25,000,000
Bangladesh Krishi Bank Limited	-	20,000,000
Bank Asia Ltd.	30,000,000	-
BASIC Bank Limited	128,489,334	148,081,075
Mutual Trust Bank Limited	30,354,375	30,000,000
IFIC Bank Limited	130,200,992	-
NRB Bank Limited	104,625,766	182,250,000
NRB Commercial Bank Limited	-	32,159,078
Premier Bank Limited	60,405,000	94,663,762
One Bank Limited	20,000,000	-
Southeast Bank Ltd.	20,000,000	-
Standard Bank Limited	43,115,359	83,716,329
Union Bank Limited	50,000,000	-
Sonali Bank Limited	-	35,000,000
	682,120,076	650,870,244
	741,730,944	671,599,560

The fixed deposits will be matured within 3 (three)/6 (Six) months and yearly.

11. Share capital

Authorized:

1,000,000,000 ordinary shares of Taka 10 each	<u>10,000,000,000</u>	<u>10,000,000,000</u>
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Issued, subscribed and paid up capital:

31,000,000 Ordinary Shares of Taka 10 each fully paid up in cash	310,000,000	310,000,000
140 Ordinary share of Taka 10 each fully paid up in cash to GOB	1,400	1,400
67,314,640 ordinary shares of Tk.10 each fully paid up other than cash to MoPT, GOB	673,146,400	673,146,400
133,905,510(2015:51,599,320) Ordinary shares of Tk. 10 each issued as Bonus Share	665,907,300	665,907,300
	<u>1,649,055,100</u>	<u>1,649,055,100</u>

12 Equity Money from GoB

<u>1,660,000,000</u>	<u>1,660,000,000</u>
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The above amount has been received from Government for implementing the Regional Submarine Telecommunications Project, Bangladesh (Installation and Establishment of Second Submarine Cable System (SMW5) for International Telecommunications in Bangladesh.) as Equity Money which will be converted into shares after implementing the project and getting proper approval from Concerned Authority.

13 Share premium

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

	Amount in Taka	
	31 Dec 2017	30 June 2017
14 Tax holiday reserve		
Opening balance	662,947,522	600,100,158
Add: Current period's reserve	17,310,089	62,847,364
	<u>680,257,611</u>	<u>662,947,522</u>

15 Revaluation reserve		
Opening balance	336,165,684	339,631,310
Less: Adjustment with deferred tax liability	-	3,465,626
	<u>336,165,684</u>	<u>336,165,684</u>

This amount represents the revalued amount of Land at Cox's Bazar. This revaluation has been done by a Professional Valuer named A B SAHA & CO., Chartered Accountants in the financial year 2010-11. Valuation work has been carried out on the basis of Guidelines issued by the Ministry of Finance in valuing Assets of State Owned Companies as well as professional Judgement. In making Valuation of Assets both Depreciated Replacement Costs and Revaluation Method as suggested in the aforementioned guidelines were followed. In addition requirements of IAS and IFRS was considered. Valuation was made on the basis of 100% inventory, Present condition of assets, Current Market price, inflationary trend of the country, Estimated life time of assets etc.

16 Retained Earnings		
Opening balance	977,535,608	887,057,954
Add: Profit for the period	9,727,789	318,230,528
	<u>987,263,397</u>	<u>1,205,288,482</u>
Less: Dividend paid during the period	197,886,612	164,905,510
Transferred to Tax Holiday Reserve	17,310,089	62,847,364
	<u>215,196,701</u>	<u>227,752,874</u>
	<u>772,066,696</u>	<u>977,535,608</u>

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: 44. Deferred tax assets and liabilities are attributable to the following:

Deferred tax relating to profit or loss account components	(Note: 17.1)	245,072,630	146,703,882
Deferred tax relating to components of other comprehensive income	(Note: 17.2)	10,396,877	10,396,877
		<u>255,469,507</u>	<u>157,100,759</u>

Amount in Taka	
31 Dec 2017	30 June 2017

17.1 Deferred tax relating to Statement of Profit or Loss and Other Comprehensive Income

	Carrying amount	Tax base	Taxable/(deductable) temporary difference
	Taka	Taka	Taka
As at 31 Dec 2017			
Property, plant and equipment (excluding land)	6,900,491,085	5,753,044,422	1,147,446,663
Accounts receivable	1,652,887,546	1,801,512,312	(148,624,766)
Provision for pension, gratuity fund and Net Taxable Temporary Difference	(18,531,377)	-	(18,531,377)
			980,290,520
Applicable tax rate			25%
Deferred tax liability			245,072,630

Deferred tax relating to Statement of Profit or Loss and Other Comprehensive Income

	Carrying amount	Tax base	Taxable/(deductable) temporary difference
	Taka	Taka	Taka
As at 30 June 2017			
Property, plant and equipment	1,288,143,778	545,416,437	742,727,341
Accounts receivable	1,370,482,175	1,502,697,984	(132,215,809)
Provision for pension, gratuity fund and Net Taxable Temporary Difference	(23,696,005)	-	(23,696,005)
			586,815,527
Applicable tax rate			25%
Deferred tax liability			146,703,882

17.2 Deferred tax relating to components of other comprehensive income

	Carrying Amount	Tax Base	Taxable/(deductable) temporary difference
	As at 31 Dec 2017		
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			3%
Deferred tax liability			10,396,877

As the applicable Tax rate on collection of Tax on Transfer of property has been changed to 3%, Deferred Tax liabilities is increased by Tk.34,65,626 which has been net off with Revaluation reserve of Land.

Deferred tax relating to components of other comprehensive income

	Carrying Amount	Tax Base	Taxable/(deductable) temporary difference
	As at 30 June 2017		
Revaluation reserve of property, plant and equipment	346,562,561	-	346,562,561
Applicable tax rate			3%
Deferred tax liability			10,396,877

As the applicable Tax rate on collection of Tax on Transfer of property has been changed to 3%, Deferred Tax liabilities is increased by Tk.34,65,626 which has been net off with Revaluation reserve of Land.

		Amount in Taka	
		31 Dec 2017	30 June 2017
18. Security deposits received from clients			
Opening Balance		128,503,172	104,731,766
Add: Addition during the period		24,318,976	39,107,021
		152,822,148	143,838,787
Less: Adjustment during the period		14,797,922	15,335,614
		<u>138,024,226</u>	<u>128,503,172</u>
19. Employees' pension, gratuity and provident fund			
Employees' pension fund	(Note: 19.1)	13,808,952	13,808,952
Employees' gratuity fund	(Note: 19.2)	2,820,276	5,919,380
Employees' provident fund	(Note: 19.3)	1,902,149	3,967,673
		<u>18,531,377</u>	<u>23,696,005</u>
19.1 Employees' pension fund		<u>13,808,952</u>	<u>13,808,952</u>
<p>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.</p>			
19.2 Employees' gratuity fund			
Opening balance		5,919,380	14,443,556
Add: Provision made during the period		2,820,276	5,919,380
		8,739,656	20,362,936
Less: Paid/Transferred during the period		5,919,380	14,443,556
		<u>2,820,276</u>	<u>5,919,380</u>
19.3 Employees' provident fund			
Opening balance		3,967,673	1,883,713
Add: Employees' Contribution		1,951,020	3,952,266
Employer's Contribution		1,951,020	3,952,266
Less: Transferred to RCPF during the period		(5,967,564)	(5,820,572)
		<u>1,902,149</u>	<u>3,967,673</u>
20 Term Loan			
Opening balance		2,866,333,868	2,520,522,570
Received during the period		102,368,810	345,811,298
Accrued Interest on IDB loan		57,000,000	-
		<u>3,025,702,678</u>	<u>2,866,333,868</u>

Amount in Taka	
31 Dec 2017	30 June 2017

Term Loan Particulars:

Islamic Development Bank (IDB)

Loan has been taken from IDB through Bangladesh Government for implementation of Regional Submarine Telecommunications Project, Bangladesh (SMW-5) Project. An agreement named Installment Sale Agreement between The Government of People's Republic of Bangladesh and IDB has been signed on 27 August 2014 with effect from 24 November 2014 for loan amount of USD 44 million. Subsequently Bangladesh Submarine Cable Company Limited signed a subsidiary loan agreement with The Government of People's Republic of Bangladesh, Ministry of Finance, Finance Division on 15 February 2015. This sub-loan is for a 13 years term with a gestation period of 3 years and the interest payable will be @ 6% per annum.

21. Sundry creditors

Share Money Deposit	119,622	119,622
Withholding tax payable	16,447,229	16,743,705
Fiber@Home	10,489,725	-
Equinix Singapore PTE Ltd.	633,013	-
Cogent Communication Ltd	2,028,860	-
Caps Lock	24,609	-
Dhak Stock Exchange Ltd	600,000	-
Legacy Legal Corporate	-	170,676
Milky & Associates	116,602	116,602
Telecom Italia Sparkle Ltd.	19,067,603	33,206,667
KK Enterprise	6,980,952	24,142,338
NTT communications Ltd.	7,654,053	11,464,121
Unclaimed dividend	26,433,188	3,594,606
Spectrum Engineering Consortium Limited	20,105,557	10,597,684
ICB Securities Trading Company Limited	1,610,932	1,610,932
Payable to BTCL	91,437,800	-
Payable to BTRC	3,005,168	674,341
Sony Chocolate Industries Ltd.	237,526	1,573,641
MM International	388,905	-
M/S Evan Enterprise	605,570	605,570
BD REN	143,640	143,640
Huawei Technologies (BD). Limited	2,016,724	2,016,724
Reliance Traders	299,433	299,433
M/S Palli Store	838,519	-
RANGS Limited	2,929,000	2,929,000
Capital Law Chamber	54,280	292,515
Others	1,302,924	1,084,556
	215,571,433	111,386,373

Amount in Taka	
31 Dec 2017	30 June 2017

22. Provision for income tax

Opening balance	299,126,594	227,586,252
Add: Provision made during the period		
IPLC	2,629,455	62,536,786
IIG Unit	8,060,869	16,882,865
	10,690,324	79,419,651
	309,816,918	307,005,903
Less: Settlement for previous period: for 12-13 Income period	-	7,879,309
	-	-
	-	7,879,309
	309,816,918	299,126,594

For the income year 2010-11 an amount of tk. 2,52,40,639 has been demanded by DCT against of which appeal is processed to High Court Division. For the income year 2012-13 after revised assessment of DCT the demand amount is Tk. 78,79,309 which has already been paid. We have filed an appeal for the Income year 2013-14 to Tribunal and Tribunal Order has been received and further appeal to be made to the High Court Division. Assessment order of the income year 2014-15 has been received on which DCT demanded tk. 53,10,877 and appeal against the demand has been placed to Commissioner (Appeal). Assessment Order of income year 15-16 was received and further appeals was made to the Commissioner(Appeal).Return of the income year 2016-2017 was filed to DCT for assessment.

23. Provision for WPPF and WF

Opening balance	19,475,633	12,070,369
Add: Provision made during the period	5,939,343	19,475,634
	25,414,977	31,546,003
Less: Settlement for previous period	19,475,633	12,070,370
	5,939,344	19,475,633

24. VAT Payable

VAT payable against Receivable	353,035,873	302,987,404
VAT payable against Deduction at source	39,028,541	39,014,357
	392,064,414	342,001,761

This represents the amount of Tk. 35,30,35,873.00 VAT receivable from clients against revenue receivable from clients arising from International Private Leased Circuit (IPLC) rentals, IP transit service, and Co-location charges. In addition to that this amount of Tk.3,90,28,541.00 includes VAT deducted from other parties and suppliers.

25. Liabilities for expenses

Office rent	4,923,000	4,923,000
Audit & other fees	-	273,750
Telephone bill	18,167	10,949
Electricity bill	410,977	753,784
Donation	9,364	9,364
Others	247,192	423,356
	5,608,700	6,394,203

	Amount in Taka		Amount in Taka	
	July-Dec-2017	July-Dec-2016	Oct-Dec-2017	Oct-Dec-2016
26. IPLC (International Private Leased Circuit) Rent				
SMW-4	339,087,294	213,153,839	166,688,610	110,079,966
SMW-5	71,433,511	-	44,823,926	
	<u>410,520,805</u>	<u>213,153,839</u>	<u>211,512,536</u>	<u>110,079,966</u>

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-SMW-4	940,000	2,420,000	420,000	2,420,000
Circuit Activation Charge-IPLC-SMW-5	-	-	-	-
Circuit Activation Charge-IP Transit	220,000	740,000	120,000	480,000
Circuit Activation Charge-ISP	140,000	28,000	140,000	-
Circuit Activation Charge-ITC	-	440,000		440,000
Circuit Activation Charge-Co-location	295,000	120,000		120,000
	<u>1,595,000</u>	<u>3,748,000</u>	<u>680,000</u>	<u>3,460,000</u>

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

28 IP Transit Service	<u>183,777,244</u>	<u>195,345,843</u>	<u>96,793,340</u>	<u>101,961,824</u>
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This represents the service charges for providing internet bandwidth to IIGs and ISPs.

29 Co-Location Charges	<u>26,486,707</u>	<u>4,990,000</u>	<u>7,918,355</u>	<u>2,590,000</u>
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This represents charges to customers for using BSCCL's resources at Cox's Bazar and Dhaka.

30 IP Transit Service -Export	<u>48,804,000</u>	<u>46,570,458</u>	<u>24,588,000</u>	<u>23,280,803</u>
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This represents charges to Bharat Sanchar Nigam Limited(BSNL) for IP transit service.

	Amount in Taka		Amount in Taka	
	July-Dec-2017	July-Dec-2016	Oct-Dec-2017	Oct-Dec-2016
31 Electricity and generator fuel				
Electricity bill	5,076,368	3,462,954	2,950,152	1,647,566
Fuel for generator	961,278	269,325	420,085	124,110
	<u>6,037,646</u>	<u>3,732,279</u>	<u>3,370,237</u>	<u>1,771,676</u>
This cost is directly related to cost of operation.				
32 Landing station and cable route repair	<u>170,888</u>	<u>273,680</u>	<u>56,570</u>	<u>141,452</u>
This cost is directly related to repair and maintenance for Cox's Bazar landing station and cable route.				
33 Backhaul & Data Connectivity Charge				
Backhaul Charge	75,670,079	54,149,820	33,990,169	27,074,910
Data Connectivity & Fiber Core Charge	190,325	246,330	77,510	123,165
Revenue Sharing Cost	2,330,827	988,361	1,291,087	507,247
Co-location cost	416,300	-	-	-
	<u>78,607,531</u>	<u>55,384,511</u>	<u>35,358,766</u>	<u>27,705,322</u>
This cost represents backhaul charges and for data connectivity & fiber core charge.				
34 IP Transit Cost	<u>22,525,250</u>	<u>55,416,105</u>	<u>9,910,578</u>	<u>27,499,582</u>
This cost represents the cost of purchasing IP bandwidth from Telecom Italia Sparkle, NTT Coomunications Ltd, Equinix Singapore Pte Ltd, Cogent Communications Ltd.				
35 Lease Rent	<u>339,768</u>	<u>-</u>	<u>-</u>	<u>-</u>
This rent represents rent of leasing land of beachmanhole for Kuakata landing station from Parjaton Corporation.				

	Amount in Taka		Amount in Taka	
	July-Dec-2017	July-Dec-2016	Oct-Dec-2017	Oct-Dec-2016
36 Depreciation of core machinery	206,940,822	65,332,624	103,534,658	32,666,312

This represents the depreciation charged on core machinery which are directly related to IPLC and IP transit revenue.

Depreciation has been charged considering 20 years estimated life of fixed assets relating to SMW-5 for the period. During the year 2016-17, considering the estimated useful life of the Assets, Management has changed depreciation method on Core Equipments of IPLC and IIG unit from Reducing Balance Method to Straight Line method to reflect fair presentation of the financial results and financial position. For further details **Annexure-A** is referred.

37 Operation and maintenance expenses

This represents amount payable to SEA-ME-WE 4 & 5 during the period for expenses of cable operation and maintenance purpose.

The break-up of the expenses is as under:

SEA-ME-WE-4	19,888,056	23,885,568	10,223,821	5,086,915
SEA-ME-WE-5	70,653,029	23,977,644	34,092,298	23,977,644
	90,541,085	47,863,212	44,316,119	29,064,559

38 General and administrative expenses

Salary and allowances	43,598,142	40,589,822	20,961,169	19,676,468
Managing Director's remuneration	1,275,573	1,764,060	685,517	755,460
Festival bonus	3,310,355	2,855,390	-	-
Office rent	6,796,498	4,988,773	3,501,750	2,518,311
Repair and maintenance	1,153,890	719,643	462,603	364,246
Business Development Expenses	1,661,768	2,432,888	538,017	629,026
Fees and Subscription	665,438	1,031,439	623,298	630,190
Gratuity provision	2,820,276	2,124,310	1,221,138	-
Vehicles Maintenance	906,765	1,086,251	467,984	581,589
Board and other meetings fees	1,718,825	1,447,150	655,422	812,161
Audit Fees	92,000	-	92,000	-
Consultancy fees	388,900	425,333	262,500	180,083
Consortium meeting expenses	2,057,524	3,135,296	1,741,208	2,555,246

	Amount in Taka		Amount in Taka	
	July-Dec-2017	July-Dec-2016	Oct-Dec-2017	Oct-Dec-2016
Advertisement and publicity expenses	1,148,037	559,252	305,478	494,049
Vehicles running expenses	1,462,046	1,381,653	672,905	665,803
Travelling & conveyance	602,052	968,401	319,853	513,429
Printing and Office stationery	467,169	2,256,536	171,113	175,798
Postage and courier expenses	31,977	24,711	19,555	4,390
Entertainment	1,050,331	610,941	496,063	280,653
AGM expenses	1,158,970	2,095,139	911,609	469,738
Bank charges and commission	397,417	301,211	307,758	216,099
Telephone Bill	96,742	77,121	62,450	52,448
Legal Fees	347,440	850,100	284,440	312,500
Rent, rates & taxes	354,480	-	350,000	-
CSR expenses	-	1,500,000	-	-
Recruitment expenses	-	100,000	-	100,000
Training Expenses	-	-	-	-
Books & Periodicals	28,050	16,803	14,118	7,503
Inauguration-SMW-5 expenses	3,156,304	-	2,400,475	-
National Integrity and Strategy Expenses	207,520	-	114,500	-
	76,954,488	73,342,223	37,528,423	31,995,190

39 Provision for bad & doubtful debts

Closing balance of provision for bad & doubtful debts	148,624,766	106,463,772	148,624,766	106,463,772
Less: Opening balance of provision for bad & doubtful debts	132,215,809	96,451,829	136,264,944	103,718,415
	16,408,957	10,011,943	12,359,822	2,745,357

Provision made for the year according to the company policy and as recommended by Audit Committee

	Amount in Taka		Amount in Taka	
	July-Dec-2017	July-Dec-2016	Oct-Dec-2017	Oct-Dec-2016
40 Depreciation on property, plant and equipment	13,098,299	4,768,799	6,605,647	2,389,573
<p>This represents the depreciation charged on other than core machinery. During the year 2016-17 , considering the estimated useful life of the Assets, Management has changed depreciation method on Power System, Ducting from Beach Manhole, 500 KV Sub Station and Power System to Straight Line method to reflect fair presentation of the financial results and financial position . Due to change of Depreciation method from Reducing Balance Method to Straight Line method an excess amount of 5,51,409 has been charged as depreciation comparing to the amount to be charged under Reducing Balance Method during the year.For further details Annexure-A is referred.</p>				
41 Bank interest and other income				
Rest house rent and others	563,641	119,750	324,250	63,700
Interest on FDR & Others	21,691,968	21,120,851	10,981,528	12,252,814
Dividend income	106,216	32,914	95,716	15,805
	22,361,825	21,273,515	11,401,494	12,332,319
42 Gain/(loss) on investment in shares				
Opening market value of investment (Note: 9)	40,150,006	29,474,880	41,092,171	32,696,916
Add: Investment during the period	-	2,055,816	-	-
Total cost of investment(B)	40,150,006	31,530,696	41,092,171	32,696,916
Closing Market Value of Investment (A)	39,955,363	33,624,601	39,955,363	33,624,601
Gain/(Loss)(A-B)	(194,643)	2,093,905	(1,136,808)	927,685
43 Current tax expense	10,690,324	24,204,605	4,550,736	9,588,082
Current tax has been charged on gross receipts applying regular rate.				
44 Deferred tax (income)/expense				
Closing balance of deferred tax liability (Note: 17.1)	245,072,630	152,752,331	245,072,630	152,752,331
Opening balance of deferred tax liability	146,703,882	154,841,380	201,680,162	158,884,265
Deferred tax (income)/expense	98,368,748	(2,089,049)	43,392,468	(6,131,934)

	Amount in Taka		Amount in Taka	
	July-Dec-2017	July-Dec-2016	Oct-Dec-2017	Oct-Dec-2016
45 Basic Earnings Per Share (EPS)				
Earnings attributable to the Ordinary	9,727,789	109,837,001	6,072,127	59,547,257
Weighted average number of ordinary Shares	164,905,510	164,905,510	164,905,510	164,905,510
Earnings Per Share (EPS)	0.06	0.67	0.04	0.36

45.1 No diluted earnings per share is required to be calculated for the period as there has no dilutive potential ordinary shares.

	Amount in Taka	
	31 Dec 2017	30 June 2017
46 Net Asset Value		
Total Assets	10,187,567,447	9,963,016,041
(-)Total Liabilities	4,366,728,598	3,954,018,368
	5,820,838,849	6,008,997,673
Number of Ordinary Shares of Tk. 10 each at Financial Position date	164,905,510	164,905,510
NAV-Per Share	35.30	36.44

	Amount in Taka	
	July-Dec-2017	July-Dec-2016
47 Net operating cash flows per share (NOCFPS)		
Net cash flows from operating activities (A)	178,311,985	122,405,034
Number of Ordinary Shares of Tk. 10 each at Financial Position date	164,905,510	164,905,510
Net operating cash flows per share (NOCFPS)	1.08	0.74

48 Related party transactions

a) The company has transacted with the following company where the Directors of the company are related:

Sl No.	Name of the company (Related party)	Name of the Director	Relationship of the Director with the	Type of transaction	Net Sales/Buy (in Taka)	
					July-Dec-2017	July-Dec-2016
1	Bangladesh Telecommunications Company Limited	Mr. Shyam Sunder Sikder	Chairman	Bandwidth sale	197,135,984	162,946,320
2	Bangladesh Telecommunications Company Limited	Mr. Shyam Sunder Sikder	Chairman	Backhaul Purchase	65,349,286	53,958,000

b) Key management personnel compensation

Short term employee benefits (salary and other allowances)	1,275,573	1,667,716
Provident Fund		96,344
WPPF	-	-
	<u>1,275,573</u>	<u>1,764,060</u>

49 Disclosure as per Schedule XI, Part II, Para 4 of the Companies Act 1994:

Directors are also executive of the company. Their executive compensation for the year is given below:

Managing Director's remuneration and benefit (Note: 49.1)	1,275,573	1,764,060
Management and other personnel remuneration and benefit (Note: 49.2)	46,908,497	43,445,212
	<u>48,184,070</u>	<u>45,209,272</u>

49.1 Managing Director's remuneration

Salary and others benefit	<u>1,275,573</u>	<u>1,764,060</u>
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49.2 Management and other personnel remuneration and benefit

Salary	43,598,142	40,589,822
Bonus	3,310,355	2,855,390
	<u>46,908,497</u>	<u>43,445,212</u>

Period of payment to Directors is from July -Dec-2017.

The Directors of the company except Managing Director did not take any benefit from the company other than the board meeting attendance fees and

- Expense reimbursed to the managing agent - Nil
- Commission or other remuneration payable separately to a managing agent or his associate - Nil
- Commission received or receivable by the managing agent or his associate as selling or buying agent of other concerns in respect of contracts entered into such concerns with the company - Nil
- The money value of the contracts for the sale or purchase of goods and materials or supply of services, entered into by the company with the managing agent or his associate during the financial year.
- Any other perquisites or benefit in cash or in kind stating - Nil
- Other allowances and commission including guarantee commission - Nil.

- 1) Pensions
- 2) Gratuities
- 3) Payment from Provident Fund
- 4) Compensation for loss of office
- 5) Consideration in connection with retirement from office

50 Other disclosures

50.1 Segment information

Business activities of BSCCL are not organized on the basis of differences in related services or differences in geographical areas of operations. It essentially provides similar services to clients across the country.

50.2 Comparatives

Comparative information in the following major areas has been rearranged to conform to current period's presentation:



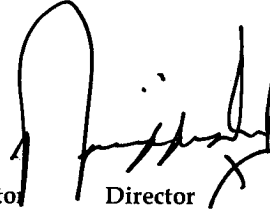
Chief Financial Officer



Company Secretary



Managing Director



Director



Chairman
2018/01/26

Dhaka
28 January 2018

Bangladesh Submarine Cable Company Limited
Schedule of Property, Plant & Equipment
As at 31 December 2017

Annexure-A
(Amount in Taka)

Name of assets	Cost				Rate	Accumulated depreciation				WDV as at 31 December 2017
	As at 01 July 2017	Additions during the period	Adjustment during the period	As at 31 Dec 2017		As at 01 July 2017	Charged during the period	Adjustment during the period	As at 31 Dec 2017	
a. Freehold assets										
Land and land development	84,737,067	37,875,410	-	122,612,477	-	-	-	-	-	122,612,477
Core equipment-IPLC-SMW-4	2,661,109,442	-	-	2,661,109,442	10%	1,619,798,958	57,850,582	-	1,677,649,540	983,459,902
Core equipment-IPLC-SMW-5	-	5,559,964,874	-	5,559,964,874	5%	-	138,999,122	-	138,999,122	5,420,965,752
Core equipment-IIG	188,933,658	182,680	-	189,116,338	14%	68,039,188	10,091,118	-	78,130,306	110,986,032
Building	62,765,921	-	-	62,765,921	4%	16,554,111	924,236	-	17,478,348	45,287,573
Building-SMW-5	-	154,772,182	-	154,772,182	5%	-	3,869,305	-	3,869,305	150,902,877
Floor development	2,654,065	-	-	2,654,065	10%	1,800,875	42,659	-	1,843,535	810,530
Security barak & security wall	7,827,297	-	-	7,827,297	4%	2,173,853	113,069	-	2,286,921	5,540,376
Deep tube-well & pump house	2,343,837	-	-	2,343,837	10%	1,608,884	40,831	-	1,649,714	694,123
Deep tube-well & pump house-SMW-5	-	1,334,855	-	1,334,855	5%	-	33,371	-	33,371	1,301,484
Generator-500 KVA(SMW#5)	-	17,318,467	-	17,318,467	10%	-	865,923	-	865,923	16,452,544
500 KV sub-station	3,284,000	-	-	3,284,000	10%	2,703,251	29,037	-	2,732,288	551,712
500 KV sub-station-SMW-5	-	13,694,661	-	13,694,661	5%	-	342,367	-	342,367	13,352,294
Power system	35,631,806	-	-	35,631,806	10%	24,133,996	638,767	-	24,772,763	10,859,043
Power system-SMW-5	-	20,849,730	-	20,849,730	5%	-	521,243	-	521,243	20,328,487
Boundary wall	11,249,905	-	-	11,249,905	4%	2,332,831	178,341	-	2,511,172	8,738,733
Boundary wall-SMW-5	-	38,218,321	-	38,218,321	5%	-	955,458	-	955,458	37,262,863
Ducting from beach manhole	18,960,526	-	-	18,960,526	10%	8,454,413	583,673	-	9,038,086	9,922,440
Ducting from beach manhole-SMW-5	-	20,994,509	-	20,994,509	5%	-	524,863	-	524,863	20,469,646
Vehicles	52,108,512	-	-	52,108,512	20%	27,847,043	2,426,147	-	30,273,190	21,835,322
Office equipment and furniture	24,224,264	1,666,159	-	25,890,423	10%	8,479,284	817,496	-	9,296,780	16,593,643
Co-Location point	916,051	-	-	916,051	10%	192,944	36,155	-	229,099	686,952
Co-Location point-SMW-5	-	980,188	-	980,188	5%	-	24,505	-	24,505	955,683
Office decoration	4,425,358	52,202	-	4,477,560	10%	1,813,634	130,852	-	1,944,486	2,533,074
Sub-total	3,161,171,709	5,867,904,238	-	9,029,075,947		1,785,933,264	220,039,121	-	2,005,972,385	7,023,103,562
b. Revalued assets										
Land and land development	346,561,561	-	-	346,561,561	-	-	-	-	-	346,561,561
Sub-total	346,561,561	-	-	346,561,561		-	-	-	-	346,561,561
Total balance as at 31 December 2017 (a+b)	3,507,733,270	5,867,904,238	-	9,375,637,508		1,785,933,264	220,039,121	-	2,005,972,385	7,369,665,123
Total balance as at 30 June 2017(a+b)	3,471,744,172	35,989,098	-	3,507,733,270		1,639,535,845	146,397,419	-	1,785,933,264	1,721,800,006