

“Information Services Network Ltd.”

(ISN)

Audit Report and Audited Financial Statements

For the year ended 30th June, 2022

Khan Wahab Shafique Rahman & Co.

CHARTERED ACCOUNTANTS

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**Independent Auditor's Report
To the Shareholders
of
Information Services Network Limited (ISN)**

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of "Information Services Network Limited", which comprise the statement of financial position as at 30 June 2022, and statement of profit or loss and other comprehensive Income, statement of changes in equity, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and explanatory information.

In our opinion, except for the effects of the matter described in the *Basis for qualified opinion* section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of "Information Services Network Limited" as at 30 June 2022, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Qualified Opinion

- (1) As disclosed in **note no. 9.00** of notes to the financial statements an amount of Tk. 14,734,225 has been shown under two sub head namely MujibulHuq and Others. The figure has been carrying forward for a long period without making any adjustment. ISN Ltd., filled cases against them, bearing case numbers C.R Case No. 18 of 2019 & C.R Case No. 19 of 2019. This amount is likely to be doubtful in nature and adequate provision should have been made in the financial statements, but no provision has been made in connection with the matter.
- (2) The sponsors and Directors of the company are holding 21.62% share of the company and are continuing to hold the position of the directorship of the company ignoring the requirement of holding, at all time, jointly minimum 30% (thirty percent) shares of the paid up capital of the company violating BSEC notification no. BSEC / CMRRCD / 2009-193 / 217 / Admin / 90.
- (3) The company has availed loan of TK. 3,416,000 from the employees' provident fund violating Bangladesh Labour Act 2006 as amended in 2018. Interest has ben charged @ 4% during the year which is lower than as prescribed in Bangladesh Labour Act 2006 as amended in 2018.



We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance these requirements and with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matters:

- (i) We draw attention to note no. **30.00 & 31.00** of notes to the financial statements where management has described the reason of significant deviation in **EPS** and **NAVPS** respectively.
- (ii) We draw attention to **note no. 03.13** of notes to the financial statements where management has described possible effects of **IFRS-16** Leases.

Our opinion is not modified in respect of these matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the *basis for Qualified Opinion* section we have determined the matters described below to be the key audit matters to be communicated in our report.

Our audit procedures relating to these matters were designed in the context of our audit of the financial statements as a whole. Our opinion on the financial statements is not modified with respect to any of the key audit matters described below, and we do not express an opinion on these individual matters.



Depreciable lives of property, plant and equipment

The key Audit Matter

The company has Tk. 80,471,836 as Written Down Value (WDV) at Property, Plant and Equipment which stands at 67.60% of its total assets with new acquisitions of Tk. 9,810,452 made during the year. It usually the company policy to charge depreciation when property, plant and equipment become available for use as described in note 03.05 of the notes to the financial statements. The management used judgment to ascertain the timing of depreciation of the property, plant and equipment in few cases.

Depreciable lives of property, plant and equipment have been identified as a key audit matter because it requires the management to exercise significant judgment in relation to the estimate of depreciable lives of the assets considering the nature, timing and likelihood of changes to the technical factors which may affect the useful life expectancy of the assets and therefore it could have a material impact on the depreciation expense for the year.

Please refer to **Note 4.00 "Property Plant and Equipment"** of the notes to the financial statements for relevant details.

How the scope of our audit responded to the key audit matter:

Our procedures in relation to the depreciable lives of the property, plant and equipment included:

- Testing the key controls over the management's judgment in relation to the accounting estimates of the depreciable lives of property, plant and equipment.
- Assessing the management's estimates on the useful lives of property, plant and equipment with reference to:

(1) the consistency with the company's expected consumption pattern of economic benefits embodied in the respective assets and future operating plans including acquisitions and retirements of property, plant and equipment;

(2) the comparison to the policies adopted by other comparable entities operating in this area; and

(3) consideration of the company's historical experience.

Taxation

The key Audit Matter

The Statement of Profit & Loss and Other Comprehensive Income shows the income and expenditure is derived from operations in a systematic manner.

Given the company's exposure to complex tax issues, the high level of management judgment in estimating the amounts of provision for tax and involvement with regulatory authorities, taxation was considered to be a key audit matter.



Please refer to **Note 10.00 "Advance Income Tax"**, **Note 18.00 "Deferred Tax Liability"**, **Note 23.00 "Liability for Income Tax"** and **Note 24.00 "Provision for Current Income Tax"** to the financial statements for relevant disclosures regarding calculation and disclosure of taxation.

How the scope of our audit responded to the key audit matter:

We particularly focused on the impact of whether the tax provision was appropriately recognized; we conducted interviews with the company's tax personnel in order to assess the taxable income of the company. We re-performed the calculations made by the management regarding tax liabilities to ensure compliance with the provisions of Income Tax Ordinance, 1984 and checked the arithmetical accuracy of the calculations. We also carefully reviewed for any contingent liabilities to be included in the financial statements in this regard.

We also obtained an understanding, evaluated the design and tested the operational effectiveness of the Company's key controls over the recognition and measurement of deferred tax liabilities and the assumptions used thereon. We assessed key assumptions, controls, recognition and measurement of deferred tax assets. We also assessed the appropriateness of presentation of disclosures against **"Income Tax"**.

Impairment of property, Plant and equipment

The Key Audit matter

Property, plant and equipment (PPE) represent about **66.67%** of total assets of the Company which is thus a material items to the financial statements, PPE includes Internet Equipment, building and others being of total PPE which are sophisticated in nature. Being different in nature, there is a risk whether market value if those assets could materially fall because of non-marketability and arise risk of impairment.

Management's review regarding determination of impairment involves forecasting and discounting future cash flows and estimation of recoverable amounts which are inherently uncertain. This is one of the key judgmental areas that our audit has concentrated on.

Please refer to note 4.00 "Property, Plants and Equipments" to the financial statements.

How the scope of our audit responded to the key audit matter:

- Assessing the accounting estimates made of the different business models of the company.
- Assessing the design of the processes set up to account for the transaction in accordance with the new standard.
- Reviewed the management's assessment of impairment taking consideration of the future economic benefits of the assets.



- Reviewed the internal control system implemented by management for safeguarding of those assets.
- Tested on sample basis the physical condition of the assets whether the assets become idle, obsolesces, damage and there is a plant to discontinue or restructure the operation to which the assets belongs.

Revenue

The Key Audit matter

The company has made net revenue of taka 109,030,299 during the year. Revenue has increased due to increased demand from customers. Recognition of the revenue of “**Information Services Network Limited**” has been considered complex due to several types of contracts based mainly on corporate customers.

Please refer to Note 25.00 of the financial statements.

How the scope of audit responded to the key audit matter:

We have reviewed the company's revenue recognition policies, accounting guidelines and disclosures to assess conformity with IFRS 15 revenue from contracts with customers. We have tested relevant internal control used to ensure the completeness, accuracy and timing of revenue recognized including sales and services during the years end to ensure cut off has been properly maintained. We have applied analytical substantive procedures to establish, whether any revenue had been recognized where no corresponding accounts receivable or proceeds has been recorded in the general ledger.

Other Information

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the Company.



Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidator to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management but not for the purpose expressing an opinion on the effectiveness of the company's internal control.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the company's financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
- From the matters communicated with those charged with governance, we have determined those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We shall describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.




Report on other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations, we also report the following:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of accounts as required by law have been kept by the company so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns; and
- d) the expenditure incurred and payments made were for the purposes of the company's business.

Dated, Dhaka
27 October, 2022


Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Signed by: Faruk Ahmed FCA
Partner
Enrolment No.: 1591
Firm's Registration No.: 11970 E.P.
DVC Code: 2210271591A5506806



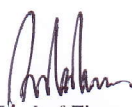
INFORMATION SERVICES NETWORK LIMITED


Statement of Financial Position

As at 30 June 2022


Particulars	Notes	Amount in Taka	
		30.06.2022	30.06.2021
ASSETS			
Non-Current Asset		81,699,710	83,329,488
Property, Plant & Equipment	4	80,471,836	80,996,243
Intangible Asset	5	1,227,874	2,333,245
Current Asset		37,336,092	32,265,883
Accounts receivable	7	17,202,483	13,132,804
Accrued Interest	8	32,291	29,062
Advances, deposits and prepayments	9	16,254,672	16,196,574
Advance Income Tax	10	2,289,469	1,652,470
Cash and cash equivalents	11	1,557,177	1,254,973
TOTAL ASSETS		119,035,802	115,595,371
SHARE HOLDERS EQUITY & LIABILITIES			
Shareholders' equity		34,074,346	26,990,000
Share Capital (Paid up Capital)	13	109,200,030	109,200,030
Retained Earnings	14	(96,230,264)	(103,493,970)
Revaluation Surplus	15	21,104,580	21,283,941
Non-current liabilities:		13,680,019	17,885,689
Long Term Loan	16	13,040,287	13,872,809
Deferred Tax Liabilities	18	639,732	4,012,879
Current liabilities:		71,281,437	70,719,681
Accrued Expenses	19	17,527,026	16,666,918
Long Term Loan Current Portion	17	6,060,000	6,060,000
Liabilities for Other Finance	20	1,001,876	668,803
Unclaimed Dividend Account	21	1,537,545	2,059,904
WPPF & WF Payable		315,825	-
Short Term Loan	22	43,076,673	43,438,563
Liability for Income Tax	23	1,762,492	1,825,493
Total Liabilities		84,961,456	88,605,370
TOTAL SHARE HOLDERS EQUITY & LIABILITIES		119,035,802	115,595,371
Net Asset value par share (NAVPS)	30	3.12	2.47

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


Head of Finance


Company Secretary (CC)



Director


Managing Director
(Acting)


Vice Chairman

Signed in terms of our annexed report of even date.

Dated, Dhaka
27 October, 2022


Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Signed by: Faruk Ahmed FCA
Partner
Enrolment No.: 1591
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INFORMATION SERVICES NETWORK LIMITED
STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME
For the year ended on 30 June, 2022

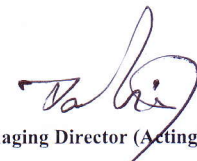
Particulars	Notes	Amount in Taka			
		ISP & Others	IPTSP	Total 2021-2022	2020-2021
Revenue from sales and services	25	108,499,454	530,845	109,030,299	103,796,791
Less: Operating Expenses	26	54,355,275	467,312	54,822,587	52,278,742
Gross Profit		54,144,179	63,533	54,207,712	51,518,049
Administrative & Other Expenses		47,294,941	1,243,647	48,538,588	140,446,916
Administrative Expenses	27	47,294,941	1,243,647	48,538,588	140,446,916
Operating Profit		6,849,238	(1,180,114)	5,669,124	(88,928,867)
Financial Expenses		(5,047,608)	-	(5,047,608)	(7,123,054)
Net profit/ (Loss) before other operating Income		1,801,630	(1,180,114)	621,516	(96,051,921)
Other Operating Income	28	5,694,975	-	5,694,975	5,409,380
Net profit/(Loss) before Tax for the year		7,496,605	(1,180,114)	6,316,491	(90,642,541)
Deferred Tax Income	29.01	2,713,951	-	2,713,951	6,406
WPPF & WF		-	-	(315,825)	-
Provision for Income tax	24	-	-	(2,289,469)	(1,652,470)
Net profit / (Loss) after tax for the year		10,210,556	(1,180,114)	6,425,148	(92,288,605)
Other Comprehensive Income	29	659,196	-	659,196	(3,600,220)
Deferred Tax Expense On Revaluation Reserve of Depreciable Assets	29.02	665,817	-	665,817	(3,732,624)
Deferred Tax Income On Depreciation of Revalued Assets	29.03	(6,620)	-	(6,620)	132,404
Total Comprehensive Income		10,869,752	(1,180,114)	7,084,344	(95,888,825)
Earning Per Share (EPS)	31			0.59	(8.45)

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


Head of Finance


Company Secretary (CC)



Director


Managing Director (Acting)


Vice Chairman

Signed in terms of our annexed report of even date.

Dated, Dhaka
27 October, 2022


Khan Wahab Shafique Rahman & Co.
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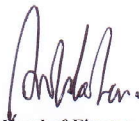


INFORMATION SERVICES NETWORK LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2022

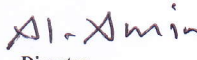
Particulars	Share capital	Retained Earnings	Revaluation Surplus	General Reserve	Dividend Equalization Fund	Inflation and Currency Fluctuation Fund	Total Taka
As at 01 July 2021	109,200,030	(103,493,969)	21,283,941	-	-	-	26,990,000
Add: Deferred Tax Expense On Revaluation Reserve of Depreciable Assets	-	-	665,817	-	-	-	665,817
Add: Net profit for 1st July 2021 to 30th June 2022	-	6,425,148	-	-	-	-	6,425,148
Add / (Less): Depreciation charged on revaluation	-	838,557	(838,557)	-	-	-	-
Less: Deferred Tax Income On Depreciation of Revalued Assets	-	-	(6,620)	-	-	-	(6,620)
Dividend	-	-	-	-	-	-	-
As at 30 June 2021	109,200,030	(96,230,264)	21,104,580	-	-	-	34,074,346

INFORMATION SERVICES NETWORK LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2021

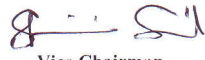
Particulars	Share capital	Retained Earnings	Revaluation Surplus	General Reserve	Dividend Equalization Fund	Inflation and Currency Fluctuation Fund	Total Taka
As at 01 July 2020	109,200,030	(10,996,059)	25,766,853	-	-	-	123,970,824
Less: Deferred Tax Expense On Revaluation Reserve of Depreciable Assets	-	-	(3,732,624)	-	-	-	(3,732,624)
Add: Net profit for 1st July 2020 to 30th June 2021	-	(92,288,604)	-	-	-	-	(92,288,604)
Less: Depreciation charged on revaluation	-	882,692	(882,692)	-	-	-	-
Add: Deferred Tax Income On Depreciation of Revalued Assets	-	-	132,404	-	-	-	132,404
Dividend	-	(1,092,000)	-	-	-	-	(1,092,000)
As at 30 June 2021	109,200,030	(103,493,971)	21,283,941	-	-	-	26,990,000


Head of Finance


Company Secretary (CC)



Director


Managing Director
(Acting)


Vice Chairman

Signed in terms of our annexed report of even date.

Dated, Dhaka
27 October, 2022


Khan Wahab Shafique Rahman & Co.
Chartered Accountants
Signed by: Faruk Ahmed FCA
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INFORMATION SERVICES NETWORK LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022


Particulars	Notes	Amount (In Taka)	
		2021-2022	2020-2021
A. Cash flows from operating activities:			
Collection from turnover and other income	35	108,362,897	105,745,284
Payment for cost and expenses	36	(90,219,686)	(78,363,976)
TAX Paid		(700,000)	(500,000)
Cash recover from Advance and deposit		(58,098)	(8,108,879)
Total cash flow from operating activities		17,385,113	18,772,429
B. Cash flows from investing activities:			
Acquisition of fixed assets		(9,810,452)	(11,879,050)
Addition of intangible assets		-	(352,004)
Cash received from disposal of fixed asset		-	-
Sell of Investment			102,000
Total cash flow from investing activities		(9,810,452)	(12,129,054)
C. Cash flows from financing activities:			
Long Term loan		(3,000,000)	(5,950,000)
Dividend paid		(522,359)	(998,614)
Loan Received		2,000,000	
Liability for others Finance		(212,079)	-
Short term loan from bank / (refund)		(5,538,020)	656,594
Total cash flow from financing activities		(7,272,458)	(6,292,020)
Net cash inflow/(outflow) for the year (A + B + C)		302,203	351,356
Cash & Cash equivalent at the beginning of the year		1,254,973	903,617
Cash & Cash equivalent at the end of the year		1,557,177	1,254,973

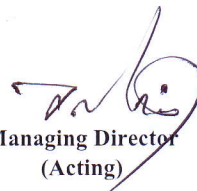
Net operating cash flow per share (NOCFPS) 32 1.59 1.72

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


Head of finance


Company Secretary (CC)


 Al-Amin
Director


Managing Director
(Acting)


Vice Chairman

Signed in terms of our annexed report of even date.

Dated, Dhaka
27 October, 2022


Khan Wahab Shafique Rahman & Co.
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INFORMATION SERVICES NETWORK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
AS AT AND FOR THE YEAR ENDED 30 JUNE, 2022
"Forming an Integral Part of the Financial Statements"

01.00 Background of the organization

Information Services Network Limited was incorporated in Bangladesh under the company Act ,1994 on 16 august 1995 Vide registered No.C-29029(317)/95 as a private limited company. Subsequently it was converted into public limited company by share. It has gone into commercial operation from 6th August, 1996. The registered office of the company is located TMC building, Eskoton Road, Dhaka-1000. The Company become listed with Dhaka & Chittagong Stock Exchange in 1997 and subscription for IPO opened on April 06, 1997. Information Services Network Limited provides Bandwidth under ISP license vide No. BTRC/LL/ISP-Nationwide(1)ISN/2008-22. The company also engage in sale of software, implementation & maintenance the same.

02.00 Significant Accounting policies and Basis of preparation

The consolidated financial statements have been prepared in compliance with the requirement of the company Act 1994, the securities & Exchange Rules 1987, the listing regulation of Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) and other relevant local laws and in accordance with the applicable international Financial Reporting Standards Board (IFRSs) including international Accounting Standards (IAS) as issued by International Accounting Standards Board (IASB) and adopted by the institute of Chartered Accountants of Bangladesh (ICAB) .

02.01 Regulatory Compliance

As required by the company , the management complies with the following major legal provisions in addition to the companies Act 1994 and other applicable laws and regulation

The income Tax ordinance 1984:

The Income Tax rules 1984:

The Value Added Tax and Supplementary Duty Act, 2012:

The Custom Act 1969:

The securities and exchange ordinance 1969:

The securities and exchange rules 1987: and

Securities and Exchange Commission Act,1993:

02.02 Structure content and presentation of Consolidated Financial Statements

According to the international Accounting Standards (IAS)-1 as adopted by ICAB as IAS-1 " Presentation of Financial Statements" the complete set of financial statements includes the following components

i) Statement of financial position as at June 30, 2022;

ii) Statement of profit or loss and other comprehensive income for the year ended 30 June 2022;

iii) Statement of Changes in equity for the year ended 30 June 2022;

iv) Statement of Cash Flows for the year ended 30 June 2022; and

v) Notes to the financial statements, containing Significant accounting policies and other explanatory information for the year ended 30 June 2022.

02.03 Basis for Measurement of Elements of Consolidated Financial Statements

The Financial Statements have been prepared on the historical cost convention method following accrual basis of accounting and therefore , do not take into consideration the effects of inflation. The accounting policies, unless otherwise stated, have been consistently applied by the company and are consistent with those of the previous year.

02.04 Functional and Presentation Currency

The Financial Statements are presented in Bangladesh currency (Taka) which is the company's functional currency. All financial information presented in Taka has been rounded off to the nearest amount of Taka.



02.05 Preparation and presentation of the Financial Statements of the company

The Board of Directors of the company is responsible for the preparation of Financial Statements of the company in accordance with the companies Act 1994.

02.06 Use of Estimates and Judgments

The presentation of these Financial Statements, in conformity with IASs/IFRSs, requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual amounts may differ from these estimates though the estimate has been made reliably.

Estimates and underlying assumption are reviewed on an on going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and any future periods affected.

In particulars, information about significant areas of estimation and uncertainty and critical judgments in applying accounting polices that have the most significant effect on the amounts recognized in the financial statements are included the following notes.

Property, plant & equipment (impairment) Tangible assets with finite lives has been reviewed for impairment on an ongoing basis. No indication observed during the most recent impairment review for which any impairment gain or loss has not been recognized.

Provision for income tax expenses for the current year represents managements best estimates on how much tax the company has to pay to National Board of Revenue (NBR) for profits generated in deduction allowed of disallowed through the assessment process. once assessments are finalized by the NBR, the Company will record on adjustment to reflect the change.

02.07 Reporting Period

The financial period of the company cover the period from 01 July 2021 to 30 June 2022 in accordance with the requirements of the notification no. No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018 of Bangladesh Securities and Exchange Commission (BSEC) and sub- section 35 of section 2 of Income Tax Ordinance for uniform income year from 1st day of July to 30th day of June.

02.08 Going Concern

Under the going concern basis of accounting, the financial statements are prepared on the assumption that the entity is a going concern and will continue its operations for the foreseeable future. When the use of the going concern basis that the entity will be able to realize its assets and discharge its liabilities in the normal course of business.

Those Charged with governance/Management assessed the Going Concern Assessment. They not found any indication which causes significant effect as the Company running its operation for the foreseeable future except the current liabilities which exceeded the current assets. In their assessment they think it is not a significant threat as the Company continuing its operation smoothly since 1995. So there are no significant threat simply because current liabilities are greater than current assets where others indications are positive. Those charged with governance/Management concluded as there is no material uncertainty exists related to events or conditions that, individually or collectively, may causes significant doubt on the entity's ability to continue as a going concern.

02.09 Statement of Cash Flows

Statement of Cash Flows is reported in accordance with IAS-7: Statements of Cash Flows and Cash Flows from operating activities have been presented under Direct Method as required by the Securities and Exchange Rules 1987 and considering the provision that Enterprise are Encouraged to report Cash flow from Operating Activities using Direct Method. in addition to disclosures on direct method of cash flows, a reconciliation of net income or net profit with cash flows from operating activities making adjustments for non-cash items, for non operation items and for the net changes in operating accruals also been presented in separate note no. in this financial statements to comply with the BSEC Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 Dated 20 June 2018.



02.10 Compliances with the requirement of Notifications of the Securities and Exchange Commission dated 01.06.2008 under ref # SEC/CMMMP/2008-181/53/adm/03/28

a) Notes to the Financial Statements set out the accounting policies on all material accounting areas. These accounting policies are based on IFRS and IAS.

The following applicable IAS and IFRS (International Accounting Standards and International Financial Reporting Standards) has been adopted and is applied for the company from the IFRS and IAS issued by International Accounting Standard Board (IASB) as adopted by ICAB.

Particulars	IAS NO.	Status of Application
Presentation of Financial Statements	IAS-1	Applied
Statement of Cash Flows	IAS-7	Applied
Events After The Reporting Period	IAS-10	Applied
Income Taxes	IAS-12	Applied
Property, Plant and equipment	IAS-16	Applied
Employee Benefits	IAS-19	Applied
Related Party Disclosure	IAS-24	Applied
Earning Per Share (EPS)	IAS-33	Applied
Impairment	IAS-36	Applied
Provision, Contingent Liabilities and Contingent Assets	IAS-37	Applied
Intangible Assets	IAS-38	Applied

02.11 Risk and Uncertainties for use of estimates in preparation of Financial Statements

The preparation of financial statements in conformity with the International Accounting Standards requires management to make estimates and assumptions that effect the report, amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenue and expenses during the period reported. Actual results could differ from those estimates. Estimates are used for accounting of certain terms such as long term contracts, provision for doubtful accounts, depreciation and amortization, employees, benefit plan, taxes reserves and contingencies.

03.00 Significant accounting policies

03.01 Revenue Recognition

With Compliance of IFRS 15, revenue is recognized by applying the following five steps:

1. Identify the contract with the customer
2. Identify the performance obligations in the contract
3. Determine the transaction price
4. Allocate the transaction price
5. Recognize revenue when (or as) a performance obligation is satisfied.

03.02 Property, plant & Equipment

Recognition and measurement

Property, plant & equipment are accounted for according IAS-16 "property, plant & Equipment" of Historical Cost less cumulative depreciation of asset. The cost of asset include expenditure that are directly attributable to the acquisition of the assets. the Cost of self-constructed assets includes the cost of materials, direct labor and any other cost directly attribute to bringing the assets to the working condition for its intended use and the cost of dismantling and removing the items and restoring the site on which they are located.

03.03 Accounts Receivables

Accounts Receivable are initially recognized at cost which is the fair value of the consideration given for them. After initial recognition these are carried at cost, impairment losses due to uncollectible of any amount so recognized is written off, firstly against any provision available and then to the statement of Profit or loss and other Comprehensive Income. Subsequent recoveries of amounts previously provided for credited to the statement of Profit or Loss and Other Comprehensive Income. Expected credit loss has been charged @ 0.50% on Revenue from Sales and Services during the year as per IFRS-9.



03.04 Borrowing Costs

Interest and other expenses incurred by the Company in respect of borrowing of fund are recognized as expenses in the year in which they are incurred unless the activities are necessary to prepare the qualifying assets for its intended use are in progress considering the requirement of IAS 23: Borrowing Costs. No addition was made during the year.

03.05 Depreciation

Depreciation is charged to allocate the cost of property, plant & equipment less any residual value, over the year of their expected useful lives. In accordance with the provision of IAS-16 "property, plant & Equipment". Depreciation on addition has been calculated when available for use. Depreciation is calculated at the following rates on reducing balance.

Particulars	Rate
Internet equipment	15%
Office equipment	15%
Telephone installation and intercom	5%
Vehicles	15%
Furniture and fixture	15%
Building (Floor Space)	5%
Sundry assets	15%
Switch (Cisco)	15%
Online UPS	15%
Server	15%
Computer	15%
VOIP Switch	15%
Media converter	15%
Linksys (ATA)	15%
Digium	15%
Musk and hub	15%
Modem	15%
Video IP phone	15%
Scanner	15%
Office equipment	15%

The Company re-valued office floor space details of which are as follows:

- Effective date of Re-valuation :- 31.12.17**
- Independent Valuer:- ATA KHAN & CO. (Chartered Accountants)**
- Class of Property, Plant & Equipment Re-Valued:- Office floor space**
- Written down value before Re-valuation:- Tk. 53,830,364.00**
- Revalued amount after Revaluation:- Tk. 29,982,900.00**
- Changes in Revaluation Surplus:- Tk. 23,847,465.00**
- Revaluation report has been attached with the financial statements on that year.**

Note: To comply with the notification of BSEC # SEC/CMRRC/2009-193/150/admin/51 dated August 18, 2013, no dividend has been declared from the amount of revaluation surplus.

03.06 Impairment

Tangible assets are amortized over their corresponding useful economic lives and assessed for impairment whenever there is an indication that the assets may be impaired. Intangible assets that are not yet available for use are not amortized. But are tested for impairment annually, either individually or at the cash generating unit (CGU) level if any such indication exist, During the year no such indication observed.



03.07 Intangible Assets

Intangible assets comprise the value of computer software. Intangible assets acquired separately are measured on initial recognition at the cost and carried at the cost less amortization and impairment loss if any. Amortization is calculated using the Straight Line Method at 20% of the cost of intangible assets.

03.08 Disposal of Fixed Assets

On Disposal of Fixed Assets, the cost and accumulated depreciation are eliminated and gain or loss on such disposal is reflected in the Statement of Profit or Loss & Other Comprehensive Income, which is determined with reference to the book Value of the assets and net sales proceeds.

03.09 Financial Instrument

A Financial Instrument is any contract that gives rise to a financial assets of one entity and a financial liability or equity of another entity.

(a) Financial Assets

Financial Assets of the company include cash and cash equivalents, accounts receivable, other receivables and advances, deposits and prepayments. The Company is initially recognized financial assets on the date they are originated. All other financial assets are recognized initially on the date at which the company becomes a party to the contractual provisions of the transaction. The company derecognizes a financial assets when, and only when, the contractual right of probabilities of receiving the cash flows from the asset expire and it transfers the right to receive the contractual cash flows from the financial assets in a transaction in which substantially all the risk and rewards of ownership of the financial assets are transferred.

(b) Financial Liabilities

Financial liabilities are recognized initially on the transaction date at which the company becomes a party to the contractual provisions of the liability. The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire. Financial liability include payable for expenses, liability for capital expenditure and other current liabilities.

03.10 Provisions

Provision is recognized in the financial statements when the company has a legal or constructive obligation as a result of a past event when, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provision is ordinarily measured at the best estimate of the expenditure required to settle the present obligation at the date of statement of financial position, where the effects of time value of the expenditure is expected to be required to settle the obligation.

03.11 Taxation

Income tax expense is recognized in statements of profit or loss & other comprehensive income and accounted for in accordance with the requirement of IAS 12: Income Taxes.

a) Current Tax

Current tax has been calculated in accordance with requirement of Income tax Ordinance 1984 and recognized provision for income tax.



b) Deferred Tax

Deferred tax arises due to temporary difference deducted or taxable for the events or transaction which is recognized in the statement of Profit or Loss and Other Comprehensive Income. A temporary difference is the difference between the tax base of an asset or Liabilities and its carrying amount/ reported amount in the Statements of Financial Position. Deferred tax assets or liability is the amount of income tax recoverable or payable in future periods recognized in the current period. Deferred tax has been calculated and recognized in accordance with balance sheet method with the requirement of IAS 12 "income tax".

Deferred Tax on Revaluation Reserve of Depreciable Non Current Assets and Deferred Tax on depreciation of Revalued Assets have been recognised this year.

03.12 Employee Benefits

However the company has defined contributory plan for "Provident Fund". the recognition of the provident fund is under process.

03.13 Implication of IFRS-16 Leases

The company currently has lease agreements in connection with the rent of the branch offices. The leases are short term leases (within 01 Year) with different tenure and cancellable contract. As such, the leases are not treated as Right of Use Assets (ROU). However, the effect of IFRS 16 is very immaterial compared to the volume of whole financial statements. Our all contracts are cancellable contract and the effect of lease is not material.

03.14 Accrued Expenses and other payable

Liabilities for the the goods and services received are accounted for whether paid or not for those goods & services payables are not interest bearing and are stated at their nominal value.

03.15 Earning Per Share (EPS)

The Company calculates Earnings per share (EPS) in accordance with (IAS-33) : Earning Per Share (EPS) , which has been shown at the bottom of the statement of Profit or Loss and other comprehensive Income.

Basic Earning (Numerator)

This represents earning for the year attributable to ordinary shareholders. As there was no preference dividend ,minority interest or extra ordinary items, the net profit after tax for the period has been considered as fully attributable to the ordinary shareholders

Weighted Average Number of Ordinary Shares outstanding during the period (denominator)

This represents the number of ordinary shares outstanding at the beginning of the period plus the number of ordinary shares issued during the period (of any) multiplied by a time -weighting factor is the number of days the specific shares are outstanding as a proportion of the total number of days in the year.

03.16 Segment Reporting

Segment reporting is applicable for the company as required by "IFRS-8:' Operating Segments 'as the company operates in two revenue generating activities. only nature wise segment reporting is presented in the financial statements.

03.17 Related Party Disclosures

The Company has no Related Party Transaction in the financial year. Therefore, no information as required by IAS -24 .



03.18 Cash and Cash Equivalents

Cash and Cash equivalents comprise cash in hand and demand deposits, together with highly liquid investments that are readily convertible to a known amount of cash, and that are subject to an insignificant risk of changes in value. The company's Cash & Cash Equivalents comprises of Cash in Hand, Cash at Bank and Short term fixed deposit.

03.19 Share Capital

Proceeds from issuance of ordinary shares are recognized as share capital in equity when there is no contractual obligation to transfer cash or other financial assets.

3.20 Events after the Reporting Period

In compliance with the requirement of IAS -10 : "Events after the Reporting Period" additional information about the company's position after the reporting date that are not adjusting events, are disclosed in the notes when considered material. There is no events after the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of events can be identified:

Adjusting Events: - those that provide evidence of conditions that existed at the end of the reporting period.

Non adjusting Events: - those that are indicative of conditions that arose after the reporting period.

03.21 Contingent Liabilities

A contingent liability is:

(a) 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 entity; or

(b) a present obligation that arises from past events but is not recognised because:

(i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or

(ii) the amount of the obligation cannot be measure with sufficient reliability.

There is no contingent liabilities of the company during the year.

03.22 Comparative Information and General

Comparative figures have been shown to ensure better comparability with the current period.



		Amount In Taka	
		30.06.2022	30.06.2021
4.00	Property, Plant & Equipment		
	Opening Balance at Cost	234,599,222	222,720,172
	Add: Addition during the year	9,810,452	11,879,050
	Less: Adjustment during the year	-	-
	Closing Balance	244,409,674	234,599,222
	Less: Accumulated depreciation up to 30.06.2021	163,937,838	153,602,979
	Written down value as on 30.06.2021	80,471,836	80,996,243
	Details have been shown in "Annexure-A and Annexure -B".		
5.00	Intangible Asset (Software)		
	Opening Balance at Cost	5,526,855	5,174,851
	Addition During the Year	-	352,004
	Closing Balance	5,526,855	5,526,855
	Less: Total Amortization	4,298,981	3,193,610
	Opening Balance	3,193,610	2,088,239
	Charged during this year	1,105,371	1,105,371
	Balance as on 30.06.2022	1,227,874	2,333,245
7.00	Accounts receivable		
	Balance as on 01.07.2021	13,132,804	104,284,833
	Add: Addition during the year	7,186,285	4,555,922
		20,319,089	108,840,755
	Less : Received during the year	3,116,606	2,760,678
		17,202,483	106,080,077
	Less: Accounts Receivable written off during the year	-	92,947,273
		17,202,483	13,132,804
	Less: Bad debt Expenses during the year	-	-
	Balance as on 30.06.2022	17,202,483	13,132,804
	Details have been shown in "Annexure-F".		
8.00	Accrued interest		
	Interest receivable on FDR	32,291	29,062
	Total	32,291	29,062
	Details of Interest receivable on FDR have been shown in "Annexure-C & D".		
9.00	Advances, deposits and prepayments		
	Loan to Mr. Mujibul Huq	2,500,000	2,500,000
	Advance and Prepayments (Others) (Note 9.02)	1,520,447	1,481,574
	Other Receivables (Note 9.03)	12,234,225	12,215,000
	Total	16,254,672	16,196,574
9.02	Other advances and Prepayments		
	Balance as on 01.07.2021	1,481,574	434,480
		1,481,574	434,480
	Add : Addition during the period	3,436,673	1,822,351
		4,918,247	2,256,831
	Less : Recovered during the period	3,397,800	775,257
	Balance as on 30.06.2022	1,520,447	1,481,574
	Details of the above amount:		
	Advances & Prepayments (A)	1,024,311	1,195,590
	Earnest Money (B)	496,136	285,984
		1,520,447	1,481,574
	Details are as under:		
A.	Advance & Prepayments:	1,024,311	1,195,590
	Seba House	159,383	348,723
	Chattogram Office	39,000	
	Ms.Sabera	17,000	17,000
	Advance VAT	45,828	86,267
	Songjog ISP Association	100,000	100,000
	Staff Advance (Salary)	133,600	31,600
	POP Rent-mirpur	13,500	
	POP Rent	516,000	612,000
		496,136	285,984
B.	Earnest Money	496,136	285,984
	Others (DNCC & PWD)	496,136	285,984
	Grand Total (A+B)	1,520,447	1,481,574



		Amount In Taka	
		30.06.2022	30.06.2021
9.03 Other Receivable			
	Mrs. Zakia Huq against 2521 (Sft) Floor Space	12,215,000	12,215,000
	Others Receivable - VAT	19,225.00	-
	Closing Balance as of 30.06.2022	12,234,225	12,215,000
10.00 Advance Income Tax			
	Opening balance as on 01.07.2021	1,652,470	-
	Add : Addition during the year	2,289,469	1,652,470
		3,941,939	1,652,470
	Less: Adjustment during the year	1,652,470	-
	Balance as on 30.06.2021	2,289,469	1,652,470
11.00 Cash and cash equivalents			
	Cash in hand	379,058	347,926
	Cash At Bank (11.01)	1,178,119	907,047
	Total	1,557,177	1,254,973
11.01 Cash at Bank			
	Social Islami Bank Ltd.	23,318	139,020
	AB Bank Ltd	144,525	145,905
	NCC Bank Ltd	355,510	279,299
	Eastern Bank Ltd.	6,345	7,184
	Mercantile Bank Ltd	(499,017)	(1,084,270)
	Export Import Bank	6,102	7,022
	CDBL	-	20,324
	Mutual Trust Bank	16,222	14,357
	Bangladesh Development Bank Limited	(119,188)	55,551
	Pubali Bank Ltd.	263,047	383,934
	Dhaka Bank Ltd	34,727	31,727
	FDR	946,528	906,994
		1,178,119	907,047
	Details are as under:		
	Social Islami Bank Ltd.		
	(AC.No.551330001649)	23,318	139,020
	AB Bank Ltd	144,525	145,905
	AC.No.4006281727000	79,647	80,337
	AC.No.4006281727001	64,878	65,568
	NCC Bank Ltd	355,510	279,299
	AC.No.00110210010537	26,943	27,087
	AC.No.00020210003420	20,096	20,240
	AC.No.0280210005295	25,573	25,717
	AC.No.0100210001413	216,501	139,140
	AC.No.0120210001153	35,006	35,150
	AC.No.0270210000960	1,807	1,950
	AC.No.0130210001205	9,755	9,898
	AC.No.220210006629	10,516	10,660
	AC.No.0621001562	9,313	9,457
	Eastern Bank Ltd.	6,345	7,184
	AC. No.1051070004202	6,189	6,878
	AC. No. 2001070116130	156	306
	Mercantile Bank Ltd	(499,017)	(1,084,270)
	AC. No.013411100002378	(771,081)	(1,183,396)
	AC. No.00870210001494	272,064	99,126
	Export Import Bank		
	AC.NO. 01411100175056	6,102	7,022
	Mutual Trust Bank		
	AC.NO. 00870210001494	16,222	14,357
	Bangladesh Development Bank Limited		
	AC.No.520200000399	(119,188)	55,551
	Pubali Bank Ltd.		
	AC.No. 277590102765	263,047	383,934



Dhaka Bank Ltd
AC.NO1051000902438

CDBL

FDR

FDR One Bank

FDR One Bank

FDR One Bank

Total Cash At Bank

Amount In Taka	
30.06.2022	30.06.2021
34,727	31,727
-	20,324
946,528	906,994
470,250	450,000
117,071	112,514
359,207	344,480
1,178,119	907,047

12.00 Shareholders equity

12.01 Authorized capital

The Company has an authorized capital Tk. 500,000,000 divided into 50,000,000 Ordinary Shares of Tk. 10 each.

500,000,000	500,000,000
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13.00 Paid-up capital

109,200,030	109,200,030
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13.01 Issued, subscribed and paid-up capital

Paid up Capital balance as on 01.07.2021

Addition during the period

Paid up capital balance as on 30.06.2022

109,200,030	109,200,030
-	-
109,200,030	109,200,030

13.02 Market Price of Shares

The shares are listed with both the DSE Ltd & CSE PLC, quoted at Tk. 54 (Face Value Tk. 10) on 30 June 2022 and Tk. 37.9 (Face Value Tk. 10) on 30 June 2021.

13.03 The Percentage of shareholding by different categories of shareholders are as follows

No. of Holders	No. of Shares	Categories of Share Number			
1,161	183,740	less than			
876	1,568,339	501	to	5,000	
119	882,140	5,001	to	10,000	
95	1,350,932	10,001	to	20,000	
30	704,899	20,001	to	30,000	
16	554,795	30,001	to	40,000	
14	669,385	40,001	to	50,000	
4	216,367	50,001	to	60,000	
1	64,750	60,001	to	70,000	
3	230,195	70,001	to	80,000	
-	-	80,001	to	90,000	
1	99,717	90,001	to	100,000	
17	4,230,744	100,001	to	Above	
2,337	10,756,003				
Paper Shares	164,000				
Total	10,920,003				

SL No.	Particulars	No. of Shares	Face Value	Face Value of Shares	%
1	Sponsors/Directors	2,360,895	10	23,608,950	21.6199
2	Institutions	2,119,051	10	21,190,510	19.4052
3	General Holders	6,440,057	10	64,400,570	58.9749
	Total	10,920,003	-	109,200,030	100

14.00 Retained Earnings

Balance as on 01.07.2021

Add: Net profit during the year

Add: Depreciation on revaluation

Less: Dividend

Balance as on 30-06-2022

(103,493,969)	(10,996,057)
6,425,148	(92,288,605)
838,557	882,692
-	(1,092,000)
(96,230,264)	(103,493,970)



		Amount In Taka	
		30.06.2022	30.06.2021
15.00	Revaluation Surplus		
	Opening Balance	21,283,941	25,766,853
	Less: Deferred Tax Expense on Revaluation Reserve of Depreciable Assets	665,817	(3,732,624)
	Less: Depreciation on Revaluation	(838,557)	(882,692)
	Add: Deferred Tax Income on Depreciation of Revalued Assets	(6,620)	132,404
	Closing Balance	21,104,580	21,283,941
16.00	Long Term Loan (Non-current portion):		
	Opening Balance	19,932,809	22,190,837
	Add: Addition /(Adjustment) during the year/Interest Charge	(832,522)	(2,258,028)
	Total Outstanding	19,100,287	19,932,809
	Less: Current portion (Note - 17.00)	6,060,000	6,060,000
	Non-current Portion	13,040,287	13,872,809
17.00	Long Term Loan (Current portion):		
	Current Portion of long term loan during the year	6,060,000	6,060,000
	Closing Balance	6,060,000	6,060,000
18.00	Deferred tax liabilities		
	Opening Balance	4,012,879	419,065
	Add: Deferred Tax Expenses / (Income) During the Year	(3,373,147)	3,593,814
	Less: Deferred Tax Income on Historical Cost Assets (Through Profit or Loss Accounts) (Note-29.01)	(2,713,951)	(6,406)
	Add: Deferred Tax Expense on Revaluation Reserve of Depreciable Assets (Through OCI) (Note-29.02)	(665,817)	3,732,624
	Less: Deferred Tax Income on Depreciation of Revalued Asset (Through OCI) (Note-29.03)	6,620	(132,404)
	Balance as on 30.06.2022	639,732	4,012,879
19.00	Accrued expenses		
	Balance as on 01.07.2020	16,666,918	15,879,306
	Add: Addition during the period	3,342,651	4,548,951
	Less: Paid / adjustment during the period	2,482,543	3,761,339
	Balance as on 30.06.2021	17,527,026	16,666,918
	Detailed break-up is as follows:		
	Salary and remuneration	2,507,404	2,289,558
	Employee PF Contribution	117,575	111,872
	Consultancy fees	75,000	75,000
	POP Rent	224,763	224,763
	Electricity	250,204	250,204
	Mobile phone	6,758	6,758
	Bandwidth charge	8,051,860	8,028,297
	Data connectivity exp.	1,494,661	1,403,107
	Office rent	375,644	375,644
	Audit fees	117,555	90,000
	Maintenance (Office)	199,887	199,887
	Printing	77,100	77,100
	House Rent	4,000	4,000
	Membership Fee	175,000	175,000
	License Fee	3,589,726	3,014,726
	Meeting Attendance Fee (Directors)	-	81,113
	Calling Carrying Charge (IPTSP)	259,890	259,890
	Grand Total	17,527,026	16,666,918



20.00 Liabilities for other finance

Amount In Taka		
30.06.2022	30.06.2021	
Security money (Internet)	128,592	128,592
Dividend Payable	245,613	245,979
Liabilities for purchase of vehicle	1,990	101,665
Provision for Expected Credit Loss	545,151	-
Liabilities for VDS	1,690	15,254
Liabilities for TDS	78,840	177,313
Total	1,001,876	668,803

Security money has been taken from the subscriber against Internet connection.

21.00 Unclaimed Dividend Account

Opening Balance	2,059,904	2,059,904
Add: Addition during the year	-	-
Less: Adjustment during the year	522,359	-
Closing Balance	1,537,545	2,059,904

This note is given pursuant to Bangladesh Securities & Exchange Commission letter No. BSEC/SRMIC/2021-198/254 dated 19th October, 2021 ISN Limited has given notice to the shareholders according to BSEC Directive No. BSEC/CMRRCD/2021-.386/03 date 14th January 2021 & BSEC (CMSF) Rules 2021. Pursuant to the said BSEC Rules, the detail of the concerned shareholders/Investors whose unpaid/unclaimed/unsettled money were enlisted to transfer to 'Capital Market Stabilization Fund'(CMSF) uploaded in the 'Investment corner' sections of the company's website: <https://www.bangla.net>. It is mentioned that the amount of unclaimed dividend amounting Tk. 1,537,545 is related to financial year 2011. This is the aggregated balance of a vast classes of shareholders / Investors.

22.00 Short Term loan

CC(Hypo) Loan (Farmers Bank)*	23,831,561	23,251,431
Loan from other parties	8,750,003	8,828,023
Loan from Mr. Habibul Alan	4,579,109	4,579,109
HRC Shipping	2,500,000	2,500,000
Loan from Directors(GP Project)	-	2,000,000
Loan from PF	3,416,000	2,280,000
	43,076,673	43,438,563

*The above Bank Loan taken from **Padma Bank Ltd. (Ex Farmers Bank Ltd.) Gulshan Br. Dhaka** as CC(Hypo) loan, bearing Sanction Advise No: FBL/GCB/CR/2015 dated 12-11-2015.

23.00 Liabilities for income tax

Opening balance as on 01-07-2021	1,825,493	673,023
Add : Provision made for the year (24.00)	2,289,469	1,652,470
	4,114,962	2,325,493
Less: Adjustment during the year	2,352,470	500,000
Balance as on 30.06.2022	1,762,492	1,825,493



24.00 Provision for Income Tax
Current Tax Provision for the year

Amount in Tk	
2021-2022	2020-2021
2,289,469	1,652,470

(i) Computation of Taxable Profit and Current Tax

Particular	Internet & other	Software	Total
Operational revenue	54,364,926	54,665,373	109,030,299
Other Income	5,694,975	-	5,694,975
Total Revenue	60,059,901	54,665,373	114,725,274
Total expenses	54,770,299	53,638,484	108,408,783
Profit before tax	5,289,602	1,026,889	6,316,491
Add: Accounting Depreciation	10,334,859	-	10,334,859
	15,624,460	1,026,889	16,651,349
Less: Tax Depreciation	12,250,299	-	12,250,299
Taxable profit	3,374,161	1,026,889	4,401,050
Tax Rate	22.50%	Exempted	N/A
Tax Provision as per 3rd Schedule	759,186	-	759,186

Here, Tax Liability.

Or,

(ii) Advance Income Tax (AIT) paid during the year Tk 2,289,469

Or,

(iii) Calculation of Minimum Tax as per 82C

Revenue from sales and services	109,030,299
Other Operating Income	5,694,975
Total Receipt	114,725,274
Minimum Tax rate	0.6%
Minimum Tax	688,352

Whichever is higher (i, ii, iii) will be recognised as current year income Tax. Here, Advance Income Tax figure is higher than others

25.00 Revenue from Sales and Services

Particular	Amount in Tk.			2020-2021
	2021-2022			
	Unit-1 (ISP)	Unit-2 (IPTSP)	Total	
Internet bill (D/U)	57,090	-	57,090	157,525
Internet bill (DSL)	39,395,390	-	39,395,390	61,115,186
Data Service Bill	15,263,000	-	15,263,000	2,723,539
Hardware Sale	1,144,657	-	1,144,657	1,415,052
IP Phone Bill	-	530,845	530,845	934,653
	55,860,137	530,845	56,390,982	66,345,955
Less : VAT	2,754,586	-	2,754,586	3,272,772
Net sales after VAT	53,105,551	530,845	53,636,396	63,073,183
Sales of software	54,665,373	-	54,665,373	40,086,432
Networking and IT solutions	728,530	-	728,530	637,176
Total	108,499,454	530,845	109,030,299	103,796,791
	108,499,454	530,845	109,030,299	103,796,791



26.00 Operating expenses

Particular	2021-2022			2020-2021
	Unit-1 (ISP)	Unit-2 (IPTSP)	Total	
Bandwidth charge	20,726,068		20,726,068	15,372,060
Data Connectivity Exp	12,110,200		12,110,200	15,093,082
IP address	161,030		161,030	152,000
Salary & Allowance	13,688,785		13,688,785	13,402,659
Depreciation	7,346,669		7,346,669	7,574,380
Call Carrying Charge		467,312	467,312	684,561
Domain Registration Exp.	322,523		322,523	-
	54,355,275	467,312	54,822,587	52,278,742

27.00 Administrative expenses

Particular	2021-2022			2020-2021
	Unit-1 (ISP)	Unit-2 (IPTSP)	Total	
Advertisement	158,178	-	158,178	127,472
AGM Expenses	52,000	-	52,000	-
Bank charge	56,853	-	56,853	52,706
Books and paper	19,820	-	19,820	22,920
Bandwidth charges	1,374,524	-	1,374,524	1,492,378
Consultant fee	75,000	-	75,000	222,000
Conveyance	1,059,973	-	1,059,973	1,010,640
Depreciation	2,988,190	-	2,988,190	2,440,374
Domain registration	-	-	-	108,086
CAR Rent	480,000	-	480,000	520,000
Electricity	2,384,498	-	2,384,498	2,290,271
A/R written off	-	-	-	92,947,273
Expected Credit Loss	542,497	2,654	545,151	-
Cost of Proposal	22,760	-	22,760	43,580
Eid Boksis	-	-	-	12,850
Enlistment Fee	3,000	-	3,000	7,000
Entertainment	470,939	-	470,939	462,142
Fuel & lubricant	377,945	-	377,945	338,849
Fine & Penalty	11,340	-	11,340	-
IP Phone exp	1,271,444	-	1,271,444	1,414,146
Donation / Subscription	31,948	-	31,948	9,000
Interest on PF Loan	296,000	-	296,000	-
Festival Bonus	2,208,876	-	2,208,876	2,116,101
Light, heat and power	39,975	-	39,975	36,075
Listing fees	109,200	-	109,200	109,200
Licence Fee	-	929,858	929,858	500,000
Fuel for Generator	-	-	-	30,930
Maintenance	1,770,336	-	1,770,336	1,702,733
Membership fees	457,480	-	457,480	469,750
Meeting Attendance Fee (Directors)	172,236	-	172,236	127,780
Networking	4,990,595	-	4,990,595	4,708,132
Office rent	2,028,099	-	2,028,099	2,333,324
Overtime	-	-	-	132,228
Postage	43,224	-	43,224	44,958
Printing (General)	170,321	-	170,321	358,745
Trade License	-	-	-	-
Employee PF	1,374,281	-	1,374,281	1,265,288
Registration & renewal	140,377	-	140,377	45,282
Revenue Stamp	12,000	-	12,000	9,200
Revenue Sharing	-	311,135	311,135	-
Loan to GKISN (Written off)	-	-	-	1,635,343
Interest Receivable from GKISN (Written off)	-	-	-	809,544
Salary and Allowance	148,295,516	-	148,295,516	13,462,082
Stationery	143,638	-	143,638	131,691
Scrutinizer Fee	25,555	-	25,555	-
Night allowance	477,438	-	477,438	389,000
Sub Total	40,670,056	1,243,647	41,913,703	133,939,073

Particular	2021-2022			2020-2021
	Unit-1 (ISP)	Unit-2 (IPTSP)	Total	
TA & DA	-	-	-	18,760
Training Fees	-	-	-	3,334
Mobile Bill	509,021	-	509,021	531,212
Legal Fee	16,211	-	16,211	77,778
Telephone (T & T)	22,912	-	22,912	23,069
Garage Rent	28,000	-	28,000	24,000
Other Expenses	1,150	-	1,150	8,650
House rent	312,636	-	312,636	334,401
Audit fees	145,110	-	145,110	141,232
Water supply	318,729	-	318,729	294,453
Insurance	5,155	-	5,155	5,892
POP rent	1,537,145	-	1,537,145	1,438,488
Depreciation of Intangible asset	1,105,371	-	1,105,371	1,105,370
Internet Bill Refund	2,623,445	-	2,623,445	2,501,204
Sub Total	6,624,885	-	6,624,885	6,507,843
Grand Total	47,294,941	1,243,647	48,538,588	140,446,916

28.00 Other Operating Income

Particular	2021-2022			2020-2021
	Unit-1 (ISP)	Unit-2 (IPTSP)	Total	
Connectivity	403,180	-	403,180	478,940
Web hosting & development	1,253,714	-	1,253,714	1,193,644
Re-installation and servicing	463,891	-	463,891	6,500
Investment Income	-	-	-	-
E-mail forwarding	1,201,610	-	1,201,610	1,701,800
Domain registration	542,961	-	542,961	489,851
Office rent (Rev.)	515,385	-	515,385	600,700
Miscellaneous	-	-	-	-
Connectivity Charge DSL	506,521	-	506,521	463,268
VPN Charge	747,899	-	747,899	387,939
Interest income	47,154	-	47,154	76,238
Service charge Cr.	12,660	-	12,660	-
Spamwall Income	-	-	-	10,500
Interest on FDR	-	-	-	-
Total	5,694,975	-	5,694,975	5,409,380

Amount In Taka	
2021-2022	2020-2021

29.00 Deferred Tax Income / (Expense)

On Historical Cost Assets (Note-29.01)	2,713,951	6,406
Deferred Tax Income / (Expense) Through Profit & Loss Accounts	2,713,951	6,406
On Revaluation Reserve of Depreciable Assets (Note-29.02)	665,817	(3,732,624)
On Depreciation of Revalued Asset (Note-29.03)	(6,620)	132,404
Deferred Tax Income / (Expense) Through Other Comprehensive Income	659,196	(3,600,220)



29.01 Deferred Tax Income / (Expense) on Historical Cost

	Amount In Taka	
	2021-2022	2020-2021
Written Down Value of Accounting Base as on 30.06.2022 (with revaluation)	80,471,836	80,996,243
Less: Revaluation Surplus	20,445,384	24,884,161
	60,026,452	56,112,082
(i) Written Down Value of Accounting Base as on 30.06.2022 (without revaluation)		
(ii) Written Down Value of Tax Base as on 30.06.2022 (Annexure-E)	70,254,417	54,278,043
Taxable Temporary Difference (i - ii)	(10,227,965)	1,834,039
Effective Tax Rate	22.5%	22.5%
Closing Deferred Tax Liability	(2,301,292)	412,659
Opening Deferred Tax Liability	412,659	419,065
Deferred Tax (Expenses) / Income to be recognised in P/L	2,713,951	6,406

Tax Based schedule of fixed Assets has been shown in "Annexure-E".

29.02 Deferred Tax Income / (Expense) on Revaluation Reserve of Depreciable Non-Current Assets

	Amount in Tk	
	2021-2022	2020-2021
(i) Written Down Value of Accounting Base as on 30.06.2022 (Revaluation)	20,445,384	24,884,161
(ii) Written Down Value of Tax Base as on 30.06.2022 (Revaluation)	-	-
Taxable Temporary Difference (i - ii)	20,445,384	24,884,161
Effective Tax Rate	15%	15%
Closing Deferred Tax Liability	3,066,808	3,732,624
Opening Deferred Tax Liability	3,732,624	-
Deferred Tax (Expenses) / Income to be recognised in OCI	665,817	(3,732,624)

29.03 Deferred Tax Income / (Expense) On Depreciation of Revalued Assets

(i) Depreciation Charged as per Accounting Base as on 30.06.2022 (Revaluation)	(838,557)	(882,692)
(ii) Depreciation Charged as per Tax Base as on 30.06.2022 (Revaluation)	-	-
Taxable Temporary Difference (i - ii)	(838,557)	(882,692)
Effective Tax Rate	15%	15%
Closing Deferred Tax Liability	(125,784)	(132,404)
Opening Deferred Tax Liability	(132,404)	-
Deferred Tax (Expenses) / Income to be recognised in OCI	(6,620)	132,404

30.00 Net Asset value par share (NAVPS)

The computation of NAVPS is given below:

	Amount in Tk	
	30.06.2022	30.06.2021
Total Assets	119,035,802	115,595,371
Total External Liabilities	84,961,456	88,605,370
Net Assets	34,074,346	26,990,001
Number of ordinary shares	10,920,003	10,920,003
NAVPS	3.12	2.47

NAVPS has increased significantly by Tk. 0.65 due to addition of Tk. 6,425,148 to equity. There are no other influencing factors beyond this.

31.00 Earnings Per Share

The computation of EPS is given below:

	Amount in Tk	
	2021-2022	2020-2021
Earnings attributable to the ordinary shareholders (net profit after tax)	6,425,148	(92,288,604)
Number of ordinary shares	10,920,003	10,920,003
EPS	0.59	(8.45)



Amount in Tk	
2021-2022	2020-2021

As compared to last years Financial Statements, EPS has increased a lot this year. The main reason is that there was an adjustment in last year's Financial Statements namely 'write off Accounts Receivable' at the amount of Tk. 92,947,272/-. Which resulted in a huge loss and that 'Write Off' effect was solely responsible for such adjustment that year, so that no impact on the EPS in this reporting period of 1st July 2021 to 30th June 2022. On the other hand the income has increased and some major heads of expenses have decreased as compared to last year. This also assists to get a positive EPS.

32.00 Net Operating Cash Flow per Share (NOCPS)

The computation of NOCPS is given below:

Net Operating Cash Flow	17,385,113	18,772,429
Number of ordinary shares	10,920,003	10,920,003
Basic EPS	<u>1.59</u>	<u>1.72</u>

33.00 Tax Assessment Status

Accounting Year	Assessment Year	Provision for Income Tax	Status
2014	2015-2016	252,003	Finalized
2015-2016	2016-2017	247,710	Finalized
2016-2017	2017-2018	372,263	Finalized
2017-2018	2018-2019	1,542,740	Finalized
2018-2019	2019-2020	884,343	Finalized
2019-2020	2020-2021	380,896	Finalized
2020-2021	2021-2022	1,652,470	Finalized

34.00 Reconciliation of Cash flows form operating activities in addition to disclosure of Direct method of cash flows from operating activities in accordance with BSEC circular no. BSEC/CMRRCD/2006-158/208/Admin/81 Dated 20 June 2018.

Particulars	Amount in Taka 2021-2022	Amount in Taka 2020-2021
Operating activities		
Net profit after tax	6,425,148	(92,288,604)
Adjustment of non-cash item		
Depreciation	10,334,859	10,014,754
Amortization of intangible assets	1,105,371	1,105,371
Expected Credit Loss	545,151	
Interest on PF Loan	296,000	
Bad & doubtful debt		2,444,887
Advances, deposit and prepayments Adjustment	-	7,061,785
Dividend paid		-
	18,706,529	(71,661,807)
(Increase)/Decrease of Account receivable	(4,069,679)	91,152,029
(Increase)/Decrease of Accrued interest	(3,229)	(13,173)
(Increase)/Decrease of Advance deposit prepayments	(58,098)	(8,108,879)
Increase/(Decrease) of Accrued Expenses	860,108	787,612
Increase/(Decrease) of Financial Expense	5,047,608	7,123,054
Increase/Decrease of tax	(700,000)	(500,000)
WPPF & WF	315,825	-
Increase/Decrease of deferred tax	(2,713,951)	(6,407)
Net cash flow from operating activities	17,385,113	18,772,429

35.00 Collection from turnover and other income

Revenue from sales and services	109,030,299	103,796,791
Other Operating Income	5,694,975	5,409,380
Total Revenue	114,725,274	109,206,171
Less: Receivable Addition during the year	(7,186,285)	(4,555,922)
Add: Cash Received during the year	827,137	1,108,208
Add: Interest received during the year	43,925	15,889
Less: Interest Accrued during the year	(47,154)	(29,062)
	108,362,897	105,745,284



Amount in Tk	
2021-2022	2020-2021

36.00 Payment for cost and expenses

Operating Expenses	54,822,587	52,278,742
Administrative Expenses	48,538,588	140,446,916
Total Expenses	103,361,175	192,725,658
Depreciation Expense	(10,334,859)	(10,014,754)
Depreciation of Intangible asset	(1,105,371)	(1,105,371)
Add: Payable Paid /adjustment during the period	2,482,543	3,761,339
Less: Payable Addition during the period	(3,638,651)	(4,548,951)
Expected Credit Loss	(545,151)	(7,061,785)
Bad & Doubtful Debt	-	(92,947,273)
Loan to GKISN (Written off)	-	(1,635,343)
Interest Receivable from GKISN (Written off)	-	(809,544)
	90,219,686	78,363,976

37.00 Subsequent Event:

There has been no other significant event that has occurred between the Statement of Financial Position date and the date when the financial statements were authorized for issue by the Board of Directors

38 Events after the reporting period:

The Board of Directors recommended 3% Cash Dividend to the shareholders for the year ended on 30th June 2022 in their meeting held on 27 October 2022 which will be considered for approval by the shareholders at the next Annual General Meeting (AGM).



INFORMATION SERVICES NETWORK LIMITED
SCHEDULE OF PROPERTY, PLANT & EQUIPMENT
AS ON 30TH JUNE, 2022

Annexure -

Particulars	Cost			Balance as on 30.06.2022	Rate of Dep.	Depreciation				Written down value as on 30.06.2022
	Balance as on 01.07.2021	Addition during the year	Adjustment during the year			Balance as on 01.07.2021	Charged during the year	Adjustment during the year	Balance as on 30.06.2022	
Internet equipment	163,408,688	942,250	-	164,350,938	15%	115,647,536	7,262,029	-	122,909,565	41,441,373
Network Equipment	-	7,952,912	-	7,952,912	15%	-	591,955	-	591,955	7,360,957
Office equipment	20,805,092	732,215	-	21,537,307	15%	17,000,660	615,783	-	17,616,443	3,920,864
Telephone installation and intercom	5,197,407	6,960	-	5,204,367	5%	4,629,210	28,451	-	4,657,661	546,706
Vehicles	5,020,408	71,108	-	5,091,516	15%	3,791,158	190,614	-	3,981,772	1,109,744
Furniture and fixture	2,967,332	105,007	-	3,072,339	15%	2,318,976	104,691	-	2,423,667	648,672
Building Flat (With revaluation)	29,982,900	-	-	29,982,900	5%	4,918,976	1,253,196	-	6,172,172	23,810,728
Sundry assets	2,291,282	-	-	2,291,282	15%	1,343,221	142,209	-	1,485,430	805,852
Total as on 30.06.2022	229,673,109	9,810,452	-	239,483,561		149,649,737	10,188,928	-	159,838,665	79,644,896
Total as on 30.06.2021	217,794,059	11,879,050	-	229,673,109		139,806,666	9,843,071	-	149,649,737	80,023,371

Allocation of depreciation:

Cost of service	7,262,029
Administrative Expense	2,926,899
Total	10,188,928



INFORMATION SERVICES NETWORK LIMITED
SCHEDULE OF PROPERTY, PLANT & EQUIPMENT
AS ON 30TH JUNE, 2021

Annexure -

Particulars	Cost				Depreciation				Written down value as on 30.06.2021	
	Balance as on 01.07.2020	Addition during the year	Adjustment during the year	Balance as on 30.06.2021	Rate of Dep.	Balance as on 01.07.2020	Charged during the year	Adjustment during the year		Balance as on 30.06.2021
Internet equipment	152,947,969	10,460,719	-	163,408,688	15%	108,172,732	7,474,804	-	115,647,536	47,761,111
Office equipment	19,784,444	1,020,648	-	20,805,092	15%	16,439,862	560,798	-	17,000,660	3,804,432
Telephone installation and intercom	5,191,442	5,965	-	5,197,407	5%	4,599,567	29,643	-	4,629,210	568,191
Vehicles	5,020,408	-	-	5,020,408	15%	3,574,232	216,926	-	3,791,158	1,229,211
Furniture and fixture	2,782,512	184,820	-	2,967,332	15%	2,223,821	95,155	-	2,318,976	648,356
Building Flat (With revaluation)	29,982,900	-	-	29,982,900	5%	3,599,822	1,319,154	-	4,918,976	25,063,924
Sundry assets	2,084,384	206,898	-	2,291,282	15%	1,196,630	146,591	-	1,343,221	948,061
Total as on 30.06.2021	217,794,059	11,879,050	-	229,673,109		139,806,666	9,843,071	-	149,649,737	80,023,333
Total as on 30.06.2020	208,954,955	8,839,104	-	217,794,059		130,221,073	9,585,594	-	139,806,666	77,987,333

Allocation of depreciation:

Cost of service	7,474,804
Administrative Expense	2,368,267
Total	9,843,071



INFORMATION SERVICES NETWORK LIMITED
FIXED ASSET SCHEDULE OF PROJECT- IPTSP
AS ON 30TH JUNE, 2022

Annexure-B

Particulars	Cost			Rate of Dep.	Depreciation			Written down value as on 30.06.2022
	Opening balance as on 01.07.2021	Addition during the Year	Closing balance as on 30.06.2022		Opening balance as on 01.07.2021	Charged during the Year	Closing balance as on 30.06.2022	
Switch (Cisco)	54,000	-	54,000	15%	44,166	1,475	45,641	8,359
Online UPS	412,000	-	412,000	15%	336,971	11,254	348,225	63,775
Server	1,993,527	-	1,993,527	15%	1,601,559	58,795	1,660,354	333,173
Computer	363,750	-	363,750	15%	256,788	16,044	272,832	90,918
VOIP Switch	454,738	-	454,738	15%	371,926	12,422	384,348	70,390
Media converter	9,000	-	9,000	15%	7,360	246	7,606	1,394
Linksys (ATA)	416,541	-	416,541	15%	334,553	12,298	346,851	69,690
Digium	588,436	-	588,436	15%	481,276	16,074	497,350	91,086
Musk and hub	580,511	-	580,511	15%	474,796	15,857	490,653	89,858
Modem	5,000	-	5,000	15%	4,090	137	4,227	774
Video IP phone	43,600	-	43,600	15%	35,660	1,191	36,851	6,749
Scanner	3,500	-	3,500	15%	2,862	96	2,958	542
Office equipment	1,510	-	1,510	15%	1,235	41	1,276	234
Total as on 30.06.2022	4,926,113	-	4,926,113		3,953,242	145,931	4,099,173	826,940

Total as on 30.06.2021	4,926,113	-	4,926,113	-	3,781,559	171,683	3,953,242	972,871
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Allocation of depreciation:

Cost of service	84,640
Administrative Expense	61,291
Total	145,931

INFORMATION SERVICES NETWORK LIMITED
FIXED ASSET SCHEDULE OF PROJECT- IPTSP
AS ON 30TH JUNE, 2021

Annexure-B

Particulars	Cost			Rate of Dep.	Depreciation			Written down value as on 30.06.2021
	Opening balance as on 01.07.2020	Addition during the Year	Closing balance as on 30.06.2021		Opening balance as on 01.07.2020	Charged during the Year	Closing balance as on 30.06.2021	
Switch (Cisco)	54,000	-	54,000	15%	42,431	1,735	44,166	9,834
Online UPS	412,000	-	412,000	15%	323,731	13,240	336,971	75,029
Server	1,993,527	-	1,993,527	15%	1,532,388	69,171	1,601,559	391,968
Computer	363,750	-	363,750	15%	237,912	18,876	256,788	106,962
VOIP Switch	454,738	-	454,738	15%	357,312	14,614	371,926	82,812
Media converter	9,000	-	9,000	15%	7,071	289	7,360	1,640
Linksys (ATA)	416,541	-	416,541	15%	320,084	14,469	334,553	81,988
Digium	588,436	-	588,436	15%	462,366	18,910	481,276	107,160
Musk and hub	580,511	-	580,511	15%	456,140	18,656	474,796	105,715
Modem	5,000	-	5,000	15%	3,929	161	4,090	910
Video IP phone	43,600	-	43,600	15%	34,259	1,401	35,660	7,940
Scanner	3,500	-	3,500	15%	2,750	112	2,862	638
Office equipment	1,510	-	1,510	15%	1,186	49	1,235	275
Total as on 30.06.2021	4,926,113	-	4,926,113		3,781,559	171,683	3,953,242	972,871

Total as on 30.06.2020	4,926,113	-	4,926,113	-	3,579,579	201,980	3,781,559	1,144,554
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Allocation of depreciation:

Cost of service	99,576
Administrative Expense	72,107
Total	171,683



Required applicable disclosure under schedule XI of the Companies ACT 1994.

Directors Interest in other Companies:

Name	Design with ISNL	Entities where they have Interest	Position
Mr. Sayeed Hossain Chowdhury	Chairman	HRC Group	Chairman
Mr. Sajedur Seraj	Director	Elite Group	Director
Mrs. Shirin Huq	Director	Optimax Communication Limited	Director

No related party transaction has occurred during the period.

Credit Facility

No credit facility availed by the company under any contract other than bank credit facility and trade credit which are in the ordinary course of the business.

Capital Expenditure Commitment

- No capital expenditure contracted or incurred provided for as at 30 June, 2022.
- There was no material capital expenditure authorized by the Board or contracted for as at 30 June, 2022.

Claim acknowledgement

There was no claim against the Company not acknowledged as debt as on June 30, 2022.

Contingent Liability

There is no contingent liability of the company as on June 30, 2022.

Disclosers under Para 3 of Schedule XI, Part II of the Companies Act. 1994

Salary Range (Monthly)	Officer & Staff		Workers'	Total Employee's
	Head Office	Branch Office		
Below Tk. 3,000/-	N/A	N/A	N/A	N/A
Above Tk. 3,000/-	49	79	-	128

Disclosure as per requirement of Schedule XI, Part II, Para 3 of the Companies Act 1994

Requirements under condition No.	Compliance status of Disclosure Schedule XI, Part II, Para 3
3(i)(a) The turnover	114,725,274
3(i)(b) Commission paid to selling agents	Nil
3(i)(c) Brokerage and discount of sales, other than the usual trade discount	Nil
3(i)(d)(i) The value of the raw materials consumed, giving item-wise as possible	N/A
3(i)(d)(ii) The opening and closing stocks of goods produced	N/A
3(i)(e) In the case of trading companies, the purchase made and the opening and closing stocks	N/A
3(i)(f) In the case of Companies rendering or supplying services, the gross income derived from services rendered or supplied	109,030,299
3(i)(g) Opening and closing stocks, purchases, sales and consumption of raw materials with value and	N/A
3(i)(h) In the case of other companies, the gross income derived under different heads	N/A
3(i)(k) Interest on the debenture paid or payable to the Managing Director, Managing Agent and the Manager	Nil
3(i)(l) Charge for income tax and other taxation on profits	2,289,469

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3(i)(m) Reserved for repayment of share capital and repayment of loans	Nil
3(i)(n)(i) Amount set aside or proposed to be set aside, to reserves, but not including provisions made to meet any specific liability, contingency or commitment, know to exist at the date as at which the balance sheet is made up.	Nil
3(i)(n)(ii) Amount withdrawn from above mentioned reserve	Nil
3(i)(o)(i) Amount set aside to provisions made for meeting specific liabilities, contingencies of commitments.	Nil
3(i)(o)(ii) Amount withdrawn from above mentioned provisions, as no longer required.	Nil
3(i)(p) Expenditure incurred on each of the following items, separately for each item: (i) Consumption of stores and spare parts (ii) Power and Fuel (iii) Rent (iv) Repairs of Buildings (v) Repairs of Machinery (vi) (1) Salaries, wages and bonus (2) Contribution to provident and other funds (3) Workmen and staff welfare expenses to the extent not adjusted from any previous provision or reserve.	Applicable expense are disclosed under administrative expenses

Disclosers under Para 4 of Schedule XI, Part II of the Companies Act. 1994

Name of Directors	Designation	Meeting Attendance Fee	Tax Deduction	Net Payment
Mr. Sayeed Hossain Chowdhury	Chairman	5,556	556	5,000
Mrs. Shirin Huq	Director	22,224	2,224	20,000
Mr. Suman Celine Huq	Director	16,668	1,668	15,000
Mr. Sajedur Seraj	Director	16,668	1,668	15,000
Dr. Mostafa Akbar	Director	27,780	2,780	25,000
Dr. Kaiser Ali Talukdar	Director	27,780	2,780	25,000
Mr. Al-Amin	Director	27,780	2,780	25,000
Mr. Md. Jahangir Alam	Managing Director (Acting)	27,780	2,780	25,000
Total		172,236	17,236	155,000

Disclosers under Para 7 of Schedule XI, Part II of the Companies Act. 1994

- During the period Capacity Utilization of the Company as.

Description of Product	Installed Capacity (Unit)		Actual Production (Unit)		Capacity Utilize (In %)	
	2022	2021	2022	2021	2022	2021
Service	N/A	N/A	N/A	N/A	N/A	N/A

Disclosures for Managerial Salary:

- Managerial salaries paid to top five officials of ISN Ltd. in last financial year are shown below:

Name	Designation	2022	2021
		Tk.	Tk.
Mr. Md. Jahangir Alam	GM Operation	100,000	95,000
Mr. Mohibur Rahman	Senior System Administrator	75,500	71,500
Mr. Md. Mangurul Islam	Senior manager network	66,500	63,500
Mr. Md. Intiajul Huq	Senior manager support	66,500	62,000
Mr. Md. Shariful Hoque	Senior manager sales & marketing	64,000	60,000

- Amount paid to all directors and all officials of ISNL in last financial year are shown below:

Particular	Nature of payment	2022	2021
		Tk.	Tk.
Directors	Board Meeting Attendance Fees	172,236	127,780
Directors	Remuneration	-	-
Officers	Salary & Other Allowances	28,518,301	26,864,741

Disclosure of Advance, Deposit and Prepayment of Schedule XI of Companies Act 1994



The details breakup of Advance, Deposit and Prepayments as per requirement of Schedule XI of the Companies Act. 1994 stated below:

Particulars	30.06.2022 (Taka)	30.06.2021 (Taka)
Advance, Deposit and Prepayments exceeding 6 months	48,198	192,472
Advance, Deposit and Prepayments not exceeding 6 months	-	-
Other Advance, Deposits & Prepayments less provision	-	-
Advance, Deposits and Prepayments considered Good and Secured	-	-
Advance, Deposits and Prepayments considered Good without Security	16,206,474	16,004,102
Advance, Deposits and Prepayments considered Doubtful or Bad	-	-
Advance, Deposits and Prepayments due by Directors	-	-
Advance, Deposits and Prepayments due by Other Officers (against Salary)	-	-
Advance, Deposits and Prepayments due from Companies under same management	-	-
Maximum Advance, Deposits & Prepayments due by Directors	-	-
Maximum Advance, Deposits & Prepayments due by Officers at any time	-	-

Details of Lease Agreement

Product Name	Lease From	Finance Amount (Taka)	Installment	Monthly Rental (Taka)	Rental Paid (Taka)	Future Payment (Taka)
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Disclosure as per requirement of schedule XI, Part - I (A. Horizontal Form) of Companies Act 1994

Accounts Receivable

In regard to sundry debtors the following particulars' shall be given separately:-

(i) Debt considered good in respect of which the company is fully secured

The debtors occurred in the ordinary course of business are considered good other than the amount disclosed in serial no. (iii) but no security taken from the parties.

(ii) Debt considered good for which the company hold no security other than the debtors personal security

Amount of such debt is BDT 17,202,483 as on 30 June 2022.

(iii) Debt due by directors of the company

There is no such debt in this respect as on 30 June 2022.



INFORMATION SERVICES NETWORK LIMITED

Statement of Fixed Deposit

For the year ended 30 June 2022

Annexure-C

Sl No.	Name of Bank/ Institution	Period	Rate of Interest	Date of Issue	Date of Maturity	Principal Amount	Opening Balance	Interest received during the year	10% Tax	Closing Balance	Interest receivable during the year
1	One Bank Limited	1 Year	8.50%	08.12.19	08.12.21	320,000	344,480	16,362	1,636	359,206	12,996
2	One Bank Limited	1 Year	7.50%	11.04.19	11.04.21	100,000	112,514	5,063	506	117,071	1,850
3	One Bank Limited	1 Year	5.00%	20.09.20	20.09.21	450,000	450,000	22,500	2,250	470,250	17,445
	Sub Total					870,000	906,994	43,925	4,393	946,527	32,291

INFORMATION SERVICES NETWORK LIMITED

Statement of Fixed Deposit

For the year ended 30 June 2021

Annexure-C

Sl No.	Name of Bank/ Institution	Period	Rate of Interest	Date of Issue	Date of Maturity	Principal Amount	Opening Balance	Interest received during the year	10% Tax	Closing Balance	Interest receivable during the year
1	One Bank Limited	1 Year	8.50%	08.12.19	08.12.20	320,000	-	-	-	12,996	24,880
2	One Bank Limited	1 Year	7.50%	11.04.19	11.04.20	100,000	-	-	-	1,850	5,764
3	One Bank Limited	1 Year	5.00%	20.09.20	20.09.21	420,000	-	-	-	17,445	-
4	MBL (Closed)	1 Year	6.00%	14.06.20	14.06.21	201,000	-	-	-	-	32,421
	Sub Total					1,041,000				32,291	63,065



INFORMATION SERVICES NETWORK LIMITED

Statement of Fixed Deposit

For the year ended 30 June 2022

Annexure-D

Sl. No.		FDR NO	ISSUE DATE	Amount	Renewed Rate Of interest	Duration	Days	Interest Receivable
1	One Bank Limited	A/c. No.053414001292	08.12.19	344,480	8.50%	08.12.20-30.06.21	162	12,996
2	One Bank Limited	A/c. No.053414000992	11.04.19	112,514	7.50%	11.04.20-30.06.20	80	1,850
3	One Bank Limited	A/c. No.0534140001452	20.09.20	450,000	5.00%	20.09.20-30.06.21	283	17,445
		Total		906,994				32,291

INFORMATION SERVICES NETWORK LIMITED

Statement of Fixed Deposit

For the year ended 30 June 2021

Annexure-D

Sl. No.		FDR NO	ISSUE DATE	Amount	Renewed Rate Of interest	Duration	Days	Interest Receivable
1	One Bank Limited	A/c. No.053414001292	08.12.20	344,480	8.50%	08.12.19-30.06.20	162	12,996
2	One Bank Limited	A/c. No.053414000992	11.04.19	112,514	7.50%	11.04.20-30.06.20	80	1,850
3	One Bank Limited	A/c. No.0534140001452	20.09.20	450,000	5.00%	20.09.20-30.06.21	283	17,445
		Total		906,994				32,291



INFORMATION SERVICES NETWORK LIMITED
TAX BASE SCHEDULE OF PROPERTY, PLANT & EQUIPMENT
AS ON 30TH JUNE, 2022

Annexure - E

Items	WDV as on 01.07.2021	Addition during the year	Total Depreciable amounts as on 30.06.2022	Tax Rate as per 3rd Schedule	Charged during the year	WDV as on 30.06.2022
Unit -1						
Internet equipment	57,918,595	942,250	58,860,845	15%	8,829,127	50,031,718
Network equipment	-	7,952,912	7,952,912	15%	1,192,937	6,759,975
Office equipment	5,445,658	732,215	6,177,873	10%	617,787	5,560,086
Telephone installation and intercom	369,431	6,960	376,391	20%	75,278	301,113
Vehicles	1,229,394	71,108	1,300,502	20%	260,100	1,040,402
Furniture and fixture	723,329	105,007	828,336	10%	82,834	745,502
Building Flat (With revaluation)	4,827,346	-	4,827,346	20%	965,469	3,861,877
undry assets	1,055,762	-	1,055,762	10%	105,576	950,186
Unit Total	71,569,515	9,810,452	81,379,967		12,129,108	69,250,859
Unit -2						
Switch (Cisco)	12,733	-	12,733	10%	1,273	11,460
Online UPS	97,151	-	97,151	10%	9,715	87,436
Server	507,539	-	507,539	10%	50,754	456,785
Computer	87,158	-	87,158	20%	17,432	69,726
OIP Switch	10,759	-	10,759	10%	1,076	9,683
Media converter	2,122	-	2,122	10%	212	1,910
Switches (ATA)	119,005	-	119,005	10%	11,901	107,105
Router	138,756	-	138,756	10%	13,876	124,880
Hub and switch	136,887	-	136,887	10%	13,689	123,198
Modem	1,178	-	1,178	10%	118	1,060
Video IP phone	10,282	-	10,282	10%	1,028	9,254
Scanner	823	-	823	10%	82	741
Office equipment	356	-	356	10%	36	320
Unit Total	1,124,749	-	1,124,749		121,191	1,003,558
Total as on 30.06.2022	72,694,264	9,810,452	82,504,716		12,250,299	70,254,417



Annexure-F

Particulars	Amount (In Taka)	
	2021-2022	
	Below six months	Over six Months
Internet Bill (DSL)	4,501,114	1,934,000
Internet Bill (D/U)	180,155	280,100
Software Sales	5,391,420	1,967,501
Networking & IT Solutions	508,100	187,300
IP Phone Bill	330,312	184,400
Data Service Bill	1,206,179	78,600
Web Hosting & Development	213,202	240,100
	12,330,482	4,872,001
Less: Bad debt Expenses	-	-
	12,330,482	4,872,001
Total		17,202,483

