



# INFORMATION SERVICES NETWORK LIMITED

TMC Building (4th Floor), 52, New Eskaton Road, Dhaka-1000.

## Statement of Financial Position (Provisional/Unaudited)

AS AT 31st December, 2022

PARTICULARS	NO TES	31 <sup>st</sup> Dec. 2022	30 <sup>th</sup> Jun. 2022
<b>NET ASSETS:</b>			
<b>Non-Current Assets:</b>		<b>81,106,099</b>	<b>81,699,710</b>
Property, Plant & Equipment	3	80,213,605	80,471,836
Intangible Asset	4	892,494	1,227,874
<b>Current Assets :</b>		<b>41,643,186</b>	<b>37,336,092</b>
Accounts Receivable	5	19,823,978	17,202,483
Accrued Interest	6	32,291	32,291
Advance, Deposits & Prepayments	7	16,371,830	16,254,672
Advance Income Tax		4,162,027	2,289,469
Cash and Cash Equivalents		1,253,060	1,557,177
<b>Total Assets:</b>		<b>122,749,285</b>	<b>119,035,802</b>
<b>Shareholders' Equity</b>		<b>36,870,543</b>	<b>34,074,346</b>
Share Capital (Paid up Capital)		109,200,030	109,200,030
Revaluation Surplus		20,601,097	21,104,580
Retained Earnings		(92,930,584)	(96,230,264)
<b>Non-Current Liabilities:</b>		<b>14,646,576</b>	<b>13,680,019</b>
Long Term Loan		13,843,560	13,040,287
Deferred Tax Liabilities	8	803,016	639,732
<b>Current Liabilities :</b>		<b>71,232,166</b>	<b>71,281,437</b>
Accrued Expenses	9	17,077,712	17,527,026
Long Term Loan Current Portion		6,060,000	6,060,000
WPPF & WF		493,020	315,825
Liabilities for other Finance	10	1,493,530	1,001,876
Unclaimed Dividend account		1,537,545	1,537,545
Short Term Loan	11	42,604,636	43,076,673
Liability for Income Tax	12	1,965,723	1,762,492
<b>Total Liabilities</b>		<b>85,878,742</b>	<b>84,961,456</b>
<b>Total Equity &amp; Liabilities:</b>		<b>122,749,285</b>	<b>119,035,802</b>

## Statement of Cash Flow (Unaudited)

FOR THE HALF YEAR ENDED 31<sup>ST</sup> DECEMBER, 2022

PARTICULARS	Amount (in Tk.)	
	Jul. - Dec. 2022-2023	Jul. - Dec. 2021-2022
<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Collection from Turnover and other Income	53,276,282	55,100,383
Payment for Cost and Expenses	(46,303,363)	(44,256,986)
TAX Payment	-	-
Cash recover from Advance and deposit	-	-
Interest Paid	(2,680,000)	(2,300,000)
<b>Total Cash Flow from Operating Activities</b>	<b>4,292,919</b>	<b>8,543,397</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Acquisition of Fixed Assets	(4,767,532)	(5,092,077)
Addition of Intangible Assets	-	(191,100)
Advance & deposit	(117,158)	(128,023)
<b>Total Cash Flow from Investing Activities</b>	<b>(4,884,690)</b>	<b>(5,411,200)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Tax Payment	(204,000)	(2,466,099)
Dividend Payment	-	(22,452)
Loan Received	-	2,000,000
Others Finance	491,654	(65,886)
Loan Payment	-	(2,444,087)
<b>Total Cash Flow from Financing Activities</b>	<b>287,654</b>	<b>(2,998,524)</b>
Net Cash Inflow/ (Outflows) for the year (A+B+C)	(304,117)	133,673
Opening Cash and Bank Balance	1,557,177	1,254,973
<b>Closing Cash and Bank Balance Total Tk.</b>	<b>1,253,060</b>	<b>1,388,646</b>

Net Operating Cash Flows (NOCFPS)

0.39

0.78

## STATEMENT OF CHANGES IN EQUITY (UNAUDITED)


FOR THE HALF YEAR ENDED 31<sup>ST</sup> DECEMBER, 2022

PARTICULARS	At 31 <sup>st</sup> Dec. 2022	At 31 <sup>st</sup> Dec. 2021
Share Capital	109,200,030	109,200,030
Revaluation Surplus	20,601,097	20,864,662
Retained Earnings	(92,930,584)	(100,214,667)
	<b>36,870,543</b>	<b>29,850,025</b>

## Statement of Profit or Loss & Other Comprehensive Income (Unaudited)

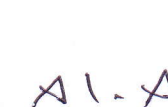
FOR THE HALF YEAR ENDED 31<sup>ST</sup> DECEMBER-2022


PARTICULARS	Notes	July-December 2022-2023			July-December 2021-2022	October-December	
		Amount in Tk.				2022-2023	2021-2022
		Unit-1 ISP & Others	Unit-2 IPTSP	Total Tk.	Amount in Tk.	Amount in Tk.	
Operating Revenue	13	56,217,783	195,558	56,413,341	54,589,478	28,487,666	26,983,104
Operating Expenses	14	(28,863,977)	(28,642)	(28,892,619)	(28,008,340)	(15,345,339)	(14,179,355)
<b>Gross Profit</b>		<b>27,353,806</b>	<b>166,916</b>	<b>27,520,722</b>	<b>26,581,138</b>	<b>13,142,327</b>	<b>12,803,749</b>
Other Income	15	1,356,994	-	1,356,994	1,236,178	636,051	494,138
		28,710,800	166,916	28,877,716	27,817,316	13,778,378	13,297,887
		(25,333,809)	-	(25,333,809)	(24,544,967)	(11,997,668)	(11,681,009)
Administrative Expenses		(22,322,573)	-	(22,322,573)	(21,591,657)	(10,503,974)	(10,281,808)
Financial Expenses		(3,011,236)	-	(3,011,236)	(2,953,310)	(1,493,694)	1,399,201
<b>Net Profit before Tax</b>		<b>3,376,991</b>	<b>166,916</b>	<b>3,543,907</b>	<b>3,272,349</b>	<b>1,780,710</b>	<b>1,616,878</b>
WPPF & WF		-	-	(177,195)	(163,617)	(89,035)	(80,844)
Deferred Tax Income / Expenses	8.01	-	-	(58,116)	6,800	(106,385)	2,600
<b>Provision for Income Tax</b>		<b>-</b>	<b>-</b>	<b>(407,231)</b>	<b>(255,508)</b>	<b>(161,533)</b>	<b>(50,508)</b>
Net Profit after Tax for the period		-	-	2,901,365	2,860,024	1,423,756	1,488,126
Balance Transferred to Balance Sheet		-	-	2,901,365	2,860,024	1,423,756	1,488,126
Earning per share (per value Tk. 10/-) EPS		-	-	0.27	0.26	0.13	0.14

  
Abul Kalam Azad  
Head of Finance

  
Fakhru Islam Bhuiyan  
Company Secretary (CC)



  
Al-Amin  
Independent Director

  
Md. Jahangir Alam  
Managing Director, Acting



## 1. Reporting Entity

As at 31ST DECEMBER, 2022

## 2. Basis of Preparation of Financial Statements

These interim Financial statements should be read in conjunction with the Financial Statements for the period ended December 31, 2022 (hereafter referred to as the "Annual Financial Statements"), as they provide an update to previously reported information. The accounting policies used are consistent with those used in the Annual Financial Statements. The Financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRSs). The presentation of the Interim Financial Statements is consistent with the Annual Financial Statements. Where necessary, the comparatives have been reclassified or extended to take into account any presentational changes made in the Annual Financial Statements. The preparation of the Interim Financial Statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities at the date of the Interim Financial Statements. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the Interim Financial Statements, deviate from the actual, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

### 3.00 Fixed assets :

The above amount is made up as follows

Opening Balance at Cost  
Add : Addition during the period  
**Closing Balance at cost**  
Less: Accumulated depreciation  
**Written Down Value (WDV)**

Amount in Taka	
31. 12.2022	30.06.2022
244,409,674	234,599,222
4,767,532	9,810,452
<b>249,177,206</b>	<b>244,409,674</b>
168,963,601	163,937,838
<b>80,213,605</b>	<b>80,471,836</b>

### 4.00 Intangible Assets :

Opening Balance  
Add : Addition during the period  
**Closing Balance**  
**Less - Amortization**  
**Opening Balance**  
Amortized During the period  
Closing Balance

31. 12.2022	30.06.2022
5,526,855	5,526,855
-	-
<b>5,526,855</b>	<b>5,526,855</b>
<b>4,634,361</b>	<b>4,298,981</b>
<b>4,298,981</b>	3,193,610
335,380	1,105,371
<b>892,494</b>	<b>1,227,874</b>

### 5.00 Accounts receivable:

This is arrived at as under :  
Opening Balance  
Add: Addition during the period  
  
Less Received/Adjust during the period  
**Closing Balance**

Amount in Taka	
31. 12.2022	30.06.2022
17,202,483	13,132,804
4,519,876	7,186,285
<b>21,722,359</b>	<b>20,319,089</b>
<b>(1,898,381)</b>	(3,116,606)
<b>19,823,978</b>	<b>17,202,483</b>



**6.00 Accrued Interest :**

interest Receivable On FDR

Amount in Taka	
31. 12.2022	30.06.2022
32,291	32,291
<b>32,291</b>	<b>32,291</b>

**7.00 Advances, deposits and prepayments:**

This is made up as follows :

Loan to Mr. Mujibul huq  
Other Advance and Prepayments  
Other Receivables

31. 12.2022	30.06.2022
2,500,000	2,500,000
1,637,605	1,520,447
12,234,225	12,234,225
<b>16,371,830</b>	<b>16,254,672</b>

**8.00 Deferred TAX Liabilities****Opening Balance****Add: Deferred Tax Expenses / (Income)****During the Year**

Less: Deferred Tax Income on Historical  
Cost Assets (Through Profit or Loss Accounts)

Add: Deferred Tax Expense on Revaluation  
Reserve of Depreciable Assets (Through OCI)

Less: Deferred Tax Income on Depreciation of  
Revalued Asset (Through OCI)

**Closing Balance**

31. 12.2022	30.06.2022
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<b>639,732</b>	<b>4,012,879</b>
163,284	(3,373,147)

58,116	(2,713,951)
39,132	(665,817)
66,036	6,620
<b>803,016</b>	<b>639,732</b>

**8.01 Deferred Tax Income / (Expense) on Historical Cost**

Written Down Value of Accounting Base as on 31.12.2022  
(with revaluation)

Less: Revaluation Surplus

(i) Written Down Value of Accounting Base as on  
30.09.2022 (without revaluation)

(ii) Written Down Value of Tax Base as on 31.12.2022

**Taxable Temporary Difference (i - ii)****Effective Tax Rate**

Closing Deferred Tax Assets/ Liability

Opening Deferred Tax Assets/ Liability

**Deferred Tax (Expenses) / Income to be recognised in  
P/L**

31. 12.2022	30.06.2022
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80,213,605	80,471,836.00
20,706,266	20,445,384.00
<b>59,507,340</b>	<b>60,026,452.00</b>
<b>69,477,013</b>	70,254,417.00
<b>(9,969,673)</b>	<b>(10,227,965)</b>
<b>22.5%</b>	<b>22.5%</b>
(2,243,176)	(2,301,292)
(2,301,292)	412,659
<b>(58,116)</b>	<b>2,713,951</b>





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

(i) Written Down Value of Accounting Base as on 31.12.2022 (Revaluation)

(ii) Written Down Value of Tax Base as on 30.09.2022 (Revaluation)

**Taxable Temporary Difference (i - ii)**

**Effective Tax Rate**

Closing Deferred Tax Assets/ Liability

Opening Deferred Tax Assets/ Liability

**Deferred Tax (Expenses) / Income to be recognised in OCI**

Amount in Taka	
31. 12.2022	30.06.2022
20,706,266	20,445,384
-	-
20,706,266	20,445,384
15%	15%
3,105,940	3,066,808
3,066,808	3,732,624
(39,132)	665,817

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

(i) Depreciation Charged as per Accounting Base as on 31.12.2022 (Revaluation)

(ii) Depreciation Charged as per Tax Base as on 31.12.2022 (Revaluation)

**Taxable Temporary Difference (i - ii)**

**Effective Tax Rate**

Closing Deferred Tax Assets/ Liability

Opening Deferred Tax Assets/ Liability

**Deferred Tax (Expenses) / Income to be recognised in OCI**

31. 12.2022	30.06.2022
(398,315)	(838,557)
-	-
(398,315)	(838,557)
15%	15%
(59,747)	(125,784)
(125,784)	(132,404)
(66,036)	(6,620)

**9.00 Accrued expenses:**

This is made up as under:

Opening Balance

Add: Addition during the period

Less : Paid/adjustment during the period

Closing Balance

31. 12.2022	30.06.2022
17,527,026	16,666,918
3,700,256	3,342,651
21,227,282	20,009,569
4,149,570	2,482,543
17,077,712	17,527,026

**10.00 Liability for other finance:-**

The above amount is made up as follows:

Security money (Internet)

Dividend Payable

Liabilities for Purchase of Vehicle

Provision for Expected Credit Loss

Liabilities for VDS

Liabilities for TDS

31. 12.2022	30.06.2022
128,592	128,592
245,613	245,613
1,990	1,990
545,151	545,151
162,018	1,690
410,166	78,840
1,493,530	1,001,876



**11.00 Short Term Loan :**

The above amount is made up as follows:

CC(Hypo.)-FBL  
 Loan from Others parties  
 Loan from Mr. Habibul Alam  
 HRC Shipping  
 Loan from PF

Amount in Taka	
31. 12.2022	30.06.2022
24,039,524	23,831,561
8,750,003	8,750,003
4,579,109	4,579,109
2,500,000	2,500,000
2,736,000	3,416,000
<b>42,604,636</b>	<b>43,076,673</b>

**12.00 Liabilities for income tax**

Opening balance as on 01-07-2022  
 Add : Provision made for the year

Less: Adjustment during the year  
**Balance as on 30.06.2022**

31. 12.2022	30.06.2022
1,762,492	1,825,493
407,231	2,289,469
<b>2,169,723</b>	<b>4,114,962</b>
<b>(204,000)</b>	<b>(2,352,470)</b>
<b>1,965,723</b>	<b>1,762,492</b>

**13.00 Operating Revenue:**

This is made up as following

Internet bill (D/U)  
 Internet bill (DSL/UUCP A/C)  
 Data Service bill  
 Hardware sale  
 IP Phone Bill

Less : VAT

**Net sales after VAT**

Sales of software  
 Networking and IT solutions  
**Total**

Amount in Tk.	31.12.2021
22,016	23,670
23,059,445	28,200,227
3,901,865	181,085
599,093	713,499
195,558	252,464
<b>27,777,977</b>	<b>29,370,945</b>
<b>1,352,224</b>	<b>1,435,327</b>
<b>26,425,753</b>	<b>27,935,618</b>
29,755,716	26,458,429
231,872	195,431
<b>56,413,341</b>	<b>54,589,478</b>

**14.00 Operating Expenses:**

This consists of as follows :

Bandwidth charge  
 Data Connectivity Exp.  
 IP address  
 Salary & Allowance  
 Depreciation  
 E- Mail Service - Expenses  
 Call carrying charge

Amount in Tk.	31.12.2021
10,436,488	10,217,232
6,159,324	6,081,378
232,505	161,030
7,908,316	7,743,317
3,904,567	3,685,253
222,777	-
28,642	120,130
<b>28,892,619</b>	<b>28,008,340</b>



Dr. Amin


**15.00 Other income:***This consists of as follows :*

	Amount in Taka	
	Amount in Tk.	31.12.2021
Connectivity	58,540	157,240
Web Hosting & Development	654,624	615,576
Mail Service	105,200	-
Domain Registration	85,600	93,590
Revenue from office rent	165,235	193,436
Connectivity - DSL	59,831	-
VPN Charge	174,047	172,836
Re- Installation	53,917	3,500
	<b>1,356,994</b>	<b>1,236,178</b>

**16.00** Reconciliation of Cash flows form operating activities in addition to disclosure of indirect 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 Tk.	31.12.2021
<b>Operating activities</b>		
<b>Net profit after tax</b>	<b>2,901,365</b>	<b>2,860,024</b>
Deferred Tax Income/Expenses	58,115	(6,800)
Provision for Income TAX	407,231	255,508
WPPF & WF	177,195	163,617
Financial Exp	3,011,236	2,953,310
<b>Adjustment of non-cash item</b>	<b>6,555,143</b>	<b>6,225,659</b>
Depreciation	5,025,763	4,989,268
Amortization of intangible assets	335,380	571,796
(Increase)/Decrease of Account receivable	(2,621,495)	(725,273)
Increase/(Decrease) of Accrued Expenses	(449,314)	(218,052)
Increase/(Decrease) of Advance Income Tax	(1,872,558)	
Interest Paid	(2,680,000)	(2,300,000)
<b>Net cash flow from operating activities :</b>	<b>4,292,919</b>	<b>8,543,398</b>

SL	Particulars	31.12.2022	31.12.2021
1.00	Earnings Per Share (EPS)	0.27	0.26
2.00	Net Operating Cash Flow Per Share (NOCFPS)	0.39	0.78
SL	Particulars	31.12.2022	30.06.2022
1.00	Net Assets Value Per Share (NAV)	3.38	3.12

  
Abul Kalam Azad  
Head of Finance

  
Fakhrul Islam Bhuiyan  
Company Secretary (CC)

  
Al - Amin  
Independent  
Director

  
Md. Jahangir Alam  
Managing Director  
(Acting)

