



# INFORMATION SERVICES NETWORK LIMITED

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

## Statement of Financial Position (Provisional/Unaudited)

AS AT 31st December, 2021

PARTICULARS	NO TES	31 <sup>st</sup> Dec. 2021	30 <sup>th</sup> Jun. 2021
<b>NET ASSETS:</b>			
<b>Non-Current Assets:</b>		<b>83,051,602</b>	<b>83,329,488</b>
Property, Plant & Equipment	3	81,099,052	80,996,243
Intangible Asset	4	1,952,550	2,333,245
<b>Current Assets</b>		<b>35,412,950</b>	<b>32,265,883</b>
Accounts Receivable	5	13,858,077	13,132,804
Accrued Interest	6	29,062	29,062
Advance, Deposits & Prepayments	7	16,324,597	16,196,574
Advance Income Tax	8	3,812,569	1,652,470
Cash and Cash Equivalents		1,388,645	1,254,973
<b>Total Assets:</b>		<b>118,464,552</b>	<b>115,595,371</b>
<b>FINANCED BY:</b>			
<b>Shareholders' Equity</b>		<b>29,850,025</b>	<b>26,990,001</b>
Share Capital		109,200,030	109,200,030
Revaluation Surplus		20,864,662	21,283,941
Retained Earnings		(100,214,667)	(103,493,970)
<b>Non-Current Liabilities.</b>		<b>18,011,546</b>	<b>17,885,689</b>
Long Term Loan		14,005,467	13,872,809
Deferred Tax Liabilities		4,006,079	4,012,879
<b>Current Liabilities :</b>		<b>70,602,981</b>	<b>70,719,681</b>
Accrued Expenses	9	16,448,866	16,666,918
Long Term Loan Current Portion		6,060,000	6,060,000
WPPF & WF		163,617	-
Liabilities for other Finance	10	480,790	668,803
Unclaimed Dividend account		2,059,904	2,059,904
Short Term Loan	11	43,614,803	43,438,563
Liability for Income Tax		1,775,001	1,825,493
<b>Total Liabilities</b>		<b>88,614,527</b>	<b>88,605,370</b>
<b>Total Equity &amp; Liabilities:</b>		<b>118,464,552</b>	<b>115,595,371</b>

## Statement of Cash Flow (Unaudited)

FOR THE HALF YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021

PARTICULARS	Amount (in Tk.)	
	Jul. - Dec. 2021-2022	Jul. - Dec. 2020-2021
<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Collection from Turnover and other Income	55,100,383	53,911,073
Payment for Cost and Expenses	(44,256,986)	(41,651,142)
Interest paid	(2,300,000)	(2,770,109)
<b>Total Cash Flow from Operating Activities</b>	<b>8,543,397</b>	<b>9,489,822</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Acquisition of Fixed Assets	(5,092,077)	(6,268,068)
Addition of Intangible Assets	(191,100)	(137,855)
Advance & deposit	(128,023)	(3,593,662)
<b>Total Cash Flow from Investing Activities</b>	<b>(5,411,200)</b>	<b>(9,999,585)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Tax Payment	2,466,099	(1,515,495)
Loan Received	2,000,000	(4,860,000)
Dividend Payment	(22,452)	-
Others Finance	(65,886)	-
Loan Payment	(2,444,087)	(3,521,889)
<b>Total Cash Flow from Financing Activities</b>	<b>(2,998,524)</b>	<b>(177,384)</b>
<b>Net Cash Inflow/ (Outflows) for the year (A+B+C)</b>	<b>133,673</b>	<b>(687,147)</b>
Opening Cash and Bank Balance	1,254,973	903,617
<b>Closing Cash and Bank Balance Total Tk.</b>	<b>1,388,646</b>	<b>216,471</b>
Net Operating Cash Flows (NOCFFPS)	0.78	0.87

## STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE HALF YEAR ENDED 31<sup>ST</sup> DECEMBER, 2021

PARTICULARS	At 31 <sup>st</sup> Dec. 2021	At 31 <sup>st</sup> Dec. 2020
Share Capital	109,200,030	109,200,030
Revaluation Surplus	20,864,662	25,325,507
Retained Earnings	(100,214,667)	5,992,876
<b>Shareholders' Equity</b>	<b>29,850,025</b>	<b>140,518,413</b>

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

FOR THE HALF YEAR ENDED 31<sup>ST</sup> DECEMBER-2021

PARTICULARS	Notes	July-December 2021-2022			July-December 2020-2021	October-December	
		Amount in Tk.			Amount in Tk.	2021-2022	2020-2021
		Unit-1 ISP	Unit-2 IPTSP	Total		Amount in Tk.	
Operating Revenue	12	54,337,014	252,464	54,589,478	50,199,321	26,983,104	25,524,638
Operating Expenses	13	(27,888,210)	(120,130)	(28,008,340)	(25,039,875)	(14,179,355)	(12,144,501)
<b>Gross Profit</b>		<b>26,448,804</b>	<b>132,334</b>	<b>26,581,138</b>	<b>25,159,446</b>	<b>12,803,749</b>	<b>13,380,137</b>
Other Income	14	1,236,178	-	1,236,178	1,912,449	494,138	682,501
		<b>27,684,982</b>	<b>132,334</b>	<b>27,817,316</b>	<b>27,071,895</b>	<b>13,297,887</b>	<b>14,062,638</b>
Other Expenses		(24,544,967)	-	(24,544,967)	(26,718,333)	(11,681,009)	(13,859,527)
Administrative Expenses		(21,591,657)	-	(21,591,657)	(23,948,224)	(10,281,808)	(12,882,284)
Financial Expenses		(2,953,310)	-	(2,953,310)	(2,770,109)	(1,399,201)	(977,243)
Amortization of Deferred Expenditure		-	-	-	-	-	-
<b>Net Profit before tax for the period</b>		<b>3,140,015</b>	<b>132,334</b>	<b>3,272,349</b>	<b>353,562</b>	<b>1,616,878</b>	<b>203,111</b>
WPPF & WF		-	-	(163,617)	-	(80,844)	-
Deferred Tax Expenses/Income		-	-	6,800	32,450	2,600	32,450
Provision for Income Tax for the period		(255,508)	-	(255,508)	(130,733)	(50,508)	(83,127)
<b>Net Profit after Tax for the period</b>		<b>-</b>	<b>-</b>	<b>2,860,024</b>	<b>255,279</b>	<b>1,488,126</b>	<b>152,434</b>
Profit / (Loss) Brought Forward		-	-	-	-	-	-
Balance Transferred to Balance Sheet		-	-	2,860,024	255,279	1,488,126	152,434
Earning Per Share (per value Tk.10/-)				<b>0.26</b>	<b>0.02</b>	<b>0.14</b>	<b>0.01</b>

Abul Kalam Azad  
Head of Finance

Fakrul Islam Bhuiyan  
Company Secretary (CC)

Al-Amin  
Independent Director

Md. Jahangir Alam  
Managing Director, Acting



## 1. Reporting Entity

Information Services Network Limited was incorporated in Bangladesh on August 16, 1995 as a Public Limited Company under the Companies Act, 1994. The shares of this Company are listed in the stock exchange of Dhaka and Chittagong. The main objective of the Company inter alia is to carry on all its offices in and outside of Bangladesh for providing connectivity with the World's Information super highway and disseminate knowledge and information in electronic form and to develop, deliver and maintain computer based system. It has gone into commercial operation from 6th August, 1996.

## 2. Basis of Preparation of Financial Statements

These interim Financial statements should be read in conjunction with the Financial Statements for the year ended June 30, 2021 (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

	Amount in Taka	
	31.12.2021	30.06.2021
Opening Balance at Cost	234,599,222	222,720,172
Add : Re-valuation surplus	-	-
Add : Addition during the period	5,092,077	11,879,050
Less : Adjustment during the period	-	-
<b>Closing Balance at cost</b>	<b>239,691,299</b>	<b>234,599,222</b>
Less: Accumulated depreciation	(158,592,247)	(153,602,979)
<b>Written Down Value (WDV)</b>	<b>81,099,052</b>	<b>80,996,243</b>

### 4.00 Intangible Assets :

	31.12.2021	30.06.2021
Opening Balance	5,526,855	5,174,851
Add : Addition during the period	191,100	352,004
<b>Closing Balance</b>	<b>5,717,955</b>	<b>5,526,855</b>
<b>Less : Amortization</b>	<b>3,765,405</b>	<b>3,193,610</b>
Opening Balance	3,193,610	2,088,239
Amortized During the period	571,795	1,105,371
	<b>1,952,550</b>	<b>2,333,245</b>

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**5.00 Accounts receivable:**

This is arrived at as under :

Opening Balance  
Add: Addition during the period  
  
Less Received/Adjust during the year  
  
Less : Written off during the year  
**Closing Balance**

Amount in Taka	
31.12.2021	30.06.2021
13,132,804	104,284,833
3,703,099	4,555,922
<b>16,835,903</b>	<b>108,840,755</b>
<b>(2,977,826)</b>	<b>(2,760,678)</b>
<b>13,858,077</b>	<b>106,080,077</b>
-	(92,947,273)
<b>13,858,077</b>	<b>13,132,804</b>

**6.00 Accrued Interest :**

Interest Receivable On FDR

31.12.2021	30.06.2021
29,062	29,062
<b>29,062</b>	<b>29,062</b>

**7.00 Advances, deposits and prepayments:**

This is made up as follows :

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

31.12.2021	30.06.2021
2,500,000	2,500,000
1,609,597	1,481,574
12,215,000	12,215,000
<b>16,324,597</b>	<b>16,196,574</b>

**8.00 Advance Income TAX**

**Opening Balance**  
Add, Addition During the year  
Less, Adjustment during the year  
**Closing Balance**

1,652,470	-
2,160,099	1,652,470
-	-
<b>3,812,569</b>	<b>1,652,470</b>

**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

31.12.2021	30.06.2021
16,666,918	15,879,306
2,519,965	4,548,951
<b>19,186,883</b>	<b>20,428,257</b>
2,738,017	3,761,339
<b>16,448,866</b>	<b>16,666,918</b>

**10.00 Liability for other finance:**


The above amount is made up as follows:

Security money (Internet)  
Dividend Payable  
Liabilities for Purchase of Vehicle  
Liabilities for VDS  
Liabilities for TDS

31.12.2021	30.06.2021
128,592	128,592
223,527	245,979
1,990	101,665
15,311	15,254
111,370	177,313
<b>480,790</b>	<b>668,803</b>





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**11.00 Short Term Loan :**

The above amount is made up as follows:

	31.12.2021	30.06.2021
CC(Hypo.)-FBL/PBL	23,772,083	23,251,431
Loan from Others parties	8,763,611	8,828,023
Loan from Mr. Habibul Alam	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	4,000,000	2,280,000
	<b>43,614,803</b>	<b>43,438,563</b>

**12.00 Operating revenue:**

This is made up as following

	Amount in Tk.	31.12.2020
Internet bill (D/U)	23,670	36,310
Internet bill (DSL/UUCP A/C)	28,200,227	29,154,976
Data Service bill	181,085	584,293
Hardware sale	713,499	576,500
IP Phone Bill	252,464	652,549
	<b>29,370,945</b>	<b>31,004,628</b>
Less : VAT	1,435,327	1,542,798
<b>Net sales after VAT</b>	<b>27,935,618</b>	<b>29,461,830</b>
Sales of software	26,458,429	20,016,332
Networking and IT solutions	195,431	721,159
<b>Total</b>	<b>54,589,478</b>	<b>50,199,321</b>

**13.00 Operating expenses:**

This consists of as follows :

	Amount in Tk.	31.12.2020
Bandwidth charge	10,217,232	7,699,622
Data Connectivity Exp.	6,081,378	6,621,780
IP Address	161,030	-
Call carrying charge	120,130	191,075
Salary & Allowance	7,743,317	6,927,704
Depreciation	3,685,253	3,599,694
	<b>28,008,340</b>	<b>25,039,875</b>

**14.00 Other income:**

This consists of as follows :

	Amount in Tk.	31.12.2020
Connectivity	157,240	338,864
Web Hosting & Development	615,576	589,107
Re-installation & Servicing	3,500	170,988
Domain Registration	93,590	217,451
Email Forward	-	1,800
Spamwall Income	-	10,500
VPN Charge	172,836	139,739
Office Rent Revenue	193,436	444,000
	<b>1,236,178</b>	<b>1,912,449</b>

*Araba*

*20/12*



*Al-min*


**15.00 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.	31.12.2020
<b>Operating activities</b>		
<b>Net profit after tax</b>	<b>2,860,024</b>	<b>255,280</b>
Deferred Tax Income/Expenses	(6,800)	(32,450)
Provision for Income TAX	255,508	130,733
WPPF & WF	163,617	-
Financial Exp	2,953,310	-
<b>Adjustment of non-cash item</b>	<b>6,225,658</b>	<b>353,563</b>
Depreciation	4,989,268	6,006,274
Amortization of intangible assets	571,796	545,034
(Increase)/Decrease of Account receivable	(725,273)	383,808
Increase/(Decrease) of Accrued Expenses	(218,052)	(23,895)
VAT and TAX Adjustment	-	809,544
Interest Paid	(2,300,000)	-
<b>Net cash flow from operating activities :</b>	<b>8,543,397</b>	<b>8,074,328</b>

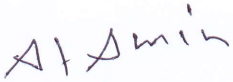
**16.00 Calculation of EPS, NOCFPS & NAVPS**


EPS = Net Profit / No. of outstanding Share	$\frac{2860023}{10920003}$ = 0.26
NOCFPS = Net operating cash flows / No. of outstanding Share	$\frac{8543396}{10920003}$ = 0.78
NAVPS = Total Assets - Total Liabilities / No. of outstanding Share	$\frac{(118464551 - 88614527)}{10920003}$ = 2.73

SL	Particulars	31.12.2021	31.12.2020
1.00	Earnings Per Share (EPS)	0.26	0.02
2.00	Net Operating Cash Flow (NOCFPS)	0.78	0.87
SL	Particulars	31.12.2021	30.06.2021
1.00	Net Assets Value (NAV)	2.73	2.47

  
Abul Kalam Azad  
Head of Finance

  
Fakhrul Islam Bhuiyan  
Company Secretary (CC)

  
Al - Amin  
Independent  
Director

  
Md. Jahangir Alam  
Managing Director  
(Acting)

