

DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)
Statement of Financial Position (Un Audited)
As at Decemrer 31, 2020

Particulars	Notes	Amount in Taka	
		Dec 31, 2020	June 30, 2020
Assets			
Non Current Assets		42,835,919,672	40,585,729,350
Property, Plant & Equipment	02.00	23,827,341,489	22,150,701,332
Intangible Assets	03.00	134,695,331	93,234,096
Capital Work in Progress	04.00	18,873,882,852	18,341,793,922
Current Assets		24,734,947,637	30,117,446,368
Stores and Spares	05.00	4,615,388,054	7,087,670,344
Accounts Receivable	06.00	4,323,189,039	6,067,376,813
Advances & Security Deposits	07.00	682,951,233	717,287,891
Advance Income Tax	08.00	1,296,412,534	1,272,356,002
Investment in FDR	09.00	8,837,948,576	9,400,285,454
Cash and Cash Equivalents	09.01	4,979,058,201	5,572,469,864
Total Assets		67,570,867,309	70,703,175,717
Shareholder's equity and liabilities			
Capital & Reserves		18,773,584,008	18,589,300,583
Share Capital	10.00	3,975,698,040	3,975,698,040
GOB Equity	11.00	5,986,920,000	5,926,920,000
Retained Earnings	12.00	8,810,965,968	8,686,682,543
Long Term Liabilities		34,880,226,841	33,913,532,799
Long Term Loans (ADB ,GOB ,AIB)	13.00	25,088,170,257	24,332,690,791
Deferred Tax Liability	14.00	2,690,582,565	2,587,027,672
Due to DESA / DPDC (for assets taken over)	15.00	3,840,410,313	3,840,410,313
Consumer Security Deposits	16.00	3,232,739,777	3,125,080,093
Lease Liability (Operating Lease)	17.00	28,323,929	28,323,929
Current Liabilities		13,917,056,459	18,200,342,334
Accounts Payable	18.00	5,210,096,609	6,383,646,601
Creditors for Goods/Works	19.00	478,958,730	937,618,707
Creditors for Other Finance	20.00	3,244,789,636	3,837,288,426
Creditors for Expenses	21.00	492,276,850	903,503,600
Current Maturity of Long Term Loans	22.00	265,828,576	531,940,185
Accrued Interest on Loans	23.00	3,780,194,320	3,382,932,601
Workers Profit Participation fund (WPPF)	24.00	154,901,338	142,306,595
Provision for Income Tax	25.00	284,167,137	260,110,605
Loan under secured Over Draft	26.00	5,843,264	1,820,995,013
Total Equity & Liabilities		67,570,867,309	70,703,175,717
Net Assets Value Per share (NAV)		47.22	46.76


Company Secretary


Executive Director (F&A)


Director


Managing Director


Chairman

Dhaka Electric Supply Company Limited (DESCO)
Statement of Comprehensive Income (un audited)
For the half year ended December 31, 2020

	Notes	July to Dec 2020 Taka	July to Dec 2019 Taka	Oct to Dec 2020 Taka	Oct to Dec 2019 Taka
Operating Revenue:					
Energy Sales (Net of VAT)	27.00	22,348,940,676	22,540,165,108	10,152,701,589	9,774,725,594
Less: Energy Purchase Including Wheeling Charge	28.00	19,562,750,088	19,256,555,298	8,811,047,038	8,294,536,952
Total Revenue from Operation		2,786,190,588	3,283,609,810	1,341,654,551	1,480,188,642
Other Operating Revenue	29.00	308,226,099	244,259,969	159,722,805	102,260,058
Total Operating Revenue		3,094,416,687	3,527,869,779	1,501,377,356	1,582,448,700
Less: Cost of energy sales					
Direct Operating expenditure	30.00	434,575,031	390,421,340	247,137,037	194,518,333
Depreciation (Direct)	31.00	646,909,950	696,061,812	323,454,975	340,382,876
Total Cost of energy sales		1,081,484,981	1,086,483,153	570,592,012	534,901,210
Gross Margin		2,012,931,707	2,441,386,626	930,785,345	1,047,547,490
Less: Operating Expenses					
Administrative expenses	32.00	226,968,798	170,163,463	125,289,202	93,554,412
Employee expenses	33.00	1,076,151,035	815,367,951	536,037,956	387,170,719
Bad debts Provision	06.02	(2,497,000)	1,462,865	(4,229,742)	(18,565)
Depreciation (Non Operating)	31.00	44,363,644	39,970,200	20,610,189	19,545,923
Total Operating Expenses		1,344,986,477	1,026,964,479	677,707,605	500,252,489
Add: Other operating income					
Interest Income	34.00	74,840,129	101,404,305	71,501,514	96,734,751
Miscellaneous Income	35.00	36,015,073	7,035,443	34,817,832	3,100,366
Total Other operating Income		110,855,202	108,439,748	106,319,346	99,835,117
Operating Profit / (Loss)		778,800,432	1,522,861,895	359,397,086	647,130,118
Finance Cost	36.00	(518,522,626)	(469,353,394)	(251,617,912)	(236,818,743)
Exchange (Loss) /Gain provision	37.00	4,211,787	(101,672,426)	4,176,177	(100,459,737)
Less: Non Operating Expense		(514,310,840)	(571,025,820)	(247,441,736)	(337,278,480)
Net Profit before contribution to WPPF		264,489,593	951,836,075	111,955,351	309,851,638
Less: Contribution to WPPF	38.00	12,594,743	-	5,331,208	-
Net Profit Before Tax		251,894,850	951,836,075	106,624,143	309,851,638
Current Tax Provision	39.00	24,056,532	103,280,825	11,978,910	65,093,991
Deferred Tax Provision	14.02	103,554,892	25,951,861	75,761,406	(4,221,359)
Total Tax provision		127,611,425	129,232,686	87,740,317	60,872,632
Net Profit After Tax		124,283,425	822,603,390	18,883,826	370,724,271
Basic Earning per share (EPS)	41	0.31	2.07	0.04	0.93
No of Shares		397,569,804	397,569,804	397,569,804	397,569,804



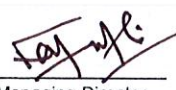
Company Secretary



Executive Director (F&A)



Director



Managing Director



Chairman

Dhaka Electric Supply Company Limited (DESCO)
Statement of Changes in Equity (un-Audited)
For the half year ended December 31, 2020

Particulars	Share Capital	GOB Equity	Reserve & Surplus	Total
Balance at 30 June' 2020	3,975,698,040	5,694,120,000	8,686,682,543	18,356,500,583
Addition during the period		-		-
Half yearly net profit	-		124,283,425	124,283,425
Balance at 31 Dec' 2020	3,975,698,040	5,694,120,000	8,810,965,968	18,480,784,008

December 31, 2019

Particulars	Share Capital	GOB Equity	Reserve & Surplus	Total
Balance at 30 June' 2019	3,975,698,040	5,694,120,000	8,736,132,715	18,405,950,755
Addition during the period		-		-
Half yearly net profit	-		822,603,390	822,603,390
Balance at 31 Dec' 2019	3,975,698,040	5,694,120,000	9,558,736,105	19,228,554,145



Company Secretary



Executive Director (F&A)



Director



Managing Director



Chairman

DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)
Statement of Cash Flow (Un-Audited)
For the half year ended December 31, 2020

SL. NO.	PARTICULARS	Notes	Dec'31, 2020	Dec'31, 2019
A.	Cash Flow from operating Activities		Taka	Taka
	Received from Energy Sales		23,928,331,700	23,270,185,403
	Collection of Govt. Duty, VAT & Tax		1,355,303,364	1,382,701,269
	Received from Other Operating & Non Operating Activities		747,574,601	605,993,937
	Received against Financial Income		83,170,564	101,404,305
	Payment for Energy Purchase		(20,736,404,391)	(21,514,515,409)
	Payment for Employees Expenses		(983,233,105)	(770,917,310)
	Payment for Operating Expenses		(346,377,926)	(353,236,521)
	Payment for Administrative & Other Expenses		(216,427,532)	(153,144,578)
	Payment for Interest on Long Term Loan		(92,671,633)	(101,022,838)
	Income tax Paid		(24,056,532)	(44,049,719)
	Investment/Encashment in FDR		562,336,878	-
	Payment for Govt. Duty, Vat & Tax		(1,514,352,355)	(1,364,037,785)
	Net cash inflow from operating activities:		2,763,193,633	1,059,360,754
B.	Cash Flow from Investing Activities:			
	Acquisition of Property & Plant		(259,017,373)	(240,623,728)
	Acquisition of Stores & Equipment		(1,040,984,273)	(2,922,682,986)
	Net cash used in investing activities:		(1,300,001,646)	(3,163,306,714)
C.	Cash Flow from Financing Activities:			
	Long Term Loan received		284,183,236	938,626,305
	Short Term Loan Received/(Paid)		(1,843,421,038)	1,679,483,150
	Long Term Loan Paid		(265,816,272)	(380,854,312)
	Dividend Paid		(382,588,449)	(422,070,134)
	Consumer Security Deposit		107,909,065	100,688,133
	Net cash inflow from financing activities:		(2,099,733,458)	1,915,873,142
D.	Cash & Cash equivalents increase /(decrease) during the		(636,541,471)	(188,072,818)
E.	Cash & Cash equivalents at the beginning of the year		5,572,469,864	5,010,481,467
F.	Cash & Cash equivalents at the ending of the year		4,979,058,201	4,822,408,649

Net operating cash flow per share

6.95

2.66



Company Secretary



Executive Director (F&A)



Director



Managing Director



Chairman

DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)

Notes to the Financial Statements

For the year ended December 31, 2020

1. Legal Status & Nature of the Company, Significant Accounting Policies and other Relevant Information:

1.1 Legal Status:

Dhaka Electric Supply Company Limited (DESCO) was incorporated as a Public Limited Company by shares, on 03 November, 1996 with an Authorized Capital of TK.5, 000 million divided into 500 million ordinary shares of Tk.10 each as per SEC notification no SEC/CM RRCD/2009-193/109, dated: 15/09/2011. The shares of the Company have been listed and are being traded in Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) since 2006.

1.2 Principal Activities:

The main objective of the Company is to distribute electricity to its consumers effectively and efficiently. DESCO started its operation from 24 September 1998 in Mirpur area and as per Govt. decision the operation of greater Gulshan area was added from 09 April 2003. Further on 04 March 2007 operation of Tongi Area was also handed over from DESA to the Company.

1.3 Basis of Accounting:

The Financial Statements have been prepared on historical cost convention in accordance with International Financial Reporting Standards (IFRSs), except where otherwise mentioned, and are in compliance with the relevant requirements of the Companies Act, 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

1.4 Property, Plant & Equipment:

1.4.1 Valuation of Property, Plant & Equipment Purchased by DESCO

All property, plant & equipment purchased by DESCO are recorded at cost considering its purchase price and any directly attributable cost of bringing the assets to working condition for intended use inclusive of inward freight, duties and non-refundable taxes.

DESCO management already assigned M/S Hussain Farhad & Co. regarding Asset Valuation. The valuer firm continue their assigned job.

1.4.2 Valuation of Assets taken over from DESA

1.4.2.1 Property, plant & equipment taken over from the Dhaka Electric Supply Authority (DESA) in the Mirpur area have been finalized at Tk. 1,27.12 Core as per joint consultant report and it has already been paid. The value of Transferred assets of Gulshan and Uttara area is determined and accepted for Tk. 384,04,10,313/- by both DESCO & DPDC. Valuation of building and equipment is Tk. 339,96,45,373/- only and Tk. 44,07,64,940/- is against land. Value against Building and Line & Equipment will be paid on installment as per approval of board and Value against land will be paid after finalization of ownership of land.

1.4.3 Depreciation:

1.4.3.1 Depreciation is charged at straight-line method at rates varying from 2% to 20% depending on category and economic life of the assets as under:

<u>Categories</u>	<u>Rate (%)</u>
Land & Land Development	Nil
Building & other Constructions	2.5%
Distribution Equipment & Cables	3%-10%
Distribution Line	3%-10%
Furniture & Fixtures	10%
Office Equipment	15%-20%
Motor Vehicles	15%

1.4.3.2 The company has acquired 0.1532 acres land from National Housing Authority (NHA) at Tk. 7.45 lac on 99 years lease in the year 2005. The amortization of the cost of this land would have been Tk. 7,529/- per year, which would not have any 'material impact' on the profitability of the company, hence no amortization has been considered.

1.4.3.3 Depreciation of an asset begins when it is available for use, ie. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management.

1.5 Stores and Spares:

Stores and spares have been stated at the lower of cost and net realizable value in accordance with IAS - 2 "Inventories", after making due allowance for any obsolete or slow moving items. The cost of inventories is assigned by using weighted average cost method.

1.6 Foreign Currency Translation:

Foreign currency transactions are translated into Taka at exchange rates prevailing on the respective dates of transaction, while foreign currency monetary liabilities at the end of the year are reported at the rate prevailing on the balance sheet date. Exchange losses/gain arising out of the said conversion is recognized as expense/ income for the year in accordance with IAS -21.

1.7 Revenue Recognition:

- The Company recognizes revenue of energy on issue of bills to the consumers for consumption of energy, demand charge, service charge, meter and transformer rent.
- Other operating income arising from connection/disconnection fees, bills against materials, meter-testing fees, LPC (Late Payment Charge) etc, are recognized on cash basis.
- Interest on short-term deposits (STD) and on FDR's with banks is recognized as income on accrual basis.

1.8 Statement of Cash Flows:

Statement of Cash Flows is prepared principally in accordance with IAS - 7 "Statement of Cash Flows" and the cash flow from operating activities has been presented under the direct method as required by the Securities and Exchange Rules 1987 and considering the provisions that "Enterprises are encouraged to Report Cash Flows from Operating Activities using the Direct Method".

1.9 Accounts Receivable:

Accounts Receivable for energy is stated at realizable amount less provision for doubtful debts. The company provides for doubtful debts @ 0.5% of Accounts Receivable against consumers balance standing at the balance sheet date, as decided by the Board of Directors at the meeting held on 17.04.2005.

1.10 Related Party Transaction:

- (a) The 'related party' as per IAS-24 is Bangladesh Power Development Board (BPDB), which holds 67.63% of the total shares outstanding.

1.11 Earnings per Share:

- (a) **Basic Earnings per Share (BEPS):** Basic Earnings per share has been calculated by dividing the earnings attributable to the number of shares (ordinary) outstanding during the year. However, GOB Equity amounts has not been considered for determining BEPS and no shares have been allotted against these receipts.
- (b) **Weighted average Number of shares Outstanding during the year:** This represents the number of ordinary shares Outstanding at the beginning of the year plus the year the numbers of ordinary shares issued during the year multiplied by a time weighting factor. The time weighting factor is the number of days the specific shares are outstanding as a proportionate of the number of days in the year.
- (c) **Diluted Earnings Per Share:** No diluted Earnings per share was required to be calculated for the year under review as there is no scope for dilution of Earnings per share for the year.

1.12 Retirement Benefit Plans:

(a) Contributory Provident Fund

The Company maintains a Contributory Provident Fund (CPF), recognized by the National Board of Revenue (NBR), under which the employees contribute 10% of their basic salary to the fund. The company contributes an equal amount. The fund is managed and operated by a Board of Trustees. The net earnings of the fund are apportioned to the Fund member's accounts at the end of the year.

(b) Gratuity

The Company maintains a Gratuity Fund, approved by the NBR under Income Tax Ordinance, 1984. Under the Gratuity Scheme, the company pays to a retired



employee, having completed at least 3 (three) years of service, at the rate of two and half months' last drawn basic salary for every completed year of service. The company pays to the fund for the liability at the end of each year considering the number of years of service of employees eligible under the scheme.

The liability shown in the Balance Sheet does not reflect the present value of the expected payments by the company's retirement plan to existing and past employees attributable to the service already rendered and is therefore not in compliance with IAS - 26.

(c) Group Insurance

The Company has taken Group Endowment policy for its employees and provision for the premium on the coverage is made annually.

(d) Worker's Profit Participation Fund

In light of the labor law 2006 (amended in 2013) worker's profit participation fund has been implemented in DESCO from Financial Year 2017-18 and 2018-19. Each and every Stakeholder under this law has got benefits accordingly.

1.13 Taxation:

(a) Current Tax

The tax currently payable is based on taxable profit for the year. Taxable profit differ from net profit as reported in the income statement because it excludes items of income or expenses that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

(b) Deferred Tax Liability

The Company accounts for deferred tax liability as per International Accounting Standard (IAS-12). Deferred Tax is provided using the liability method for all temporary timing difference arising between the tax base of assets and liabilities and their carrying value for financial reporting purposes. An appropriate proportion of provision has been considered in calculating temporary timing difference. Tax rate prevailing at the balance sheet date is used to determine deferred tax liability.

1.14 Borrowing Cost:

Interest on borrowed funds for ongoing projects is charged as expense.

1.15 Reporting Currencies:

The financial statements presented are stated in Bangladesh Taka and rounded off to the nearest integer.

1.16 Reporting Period:

The accounting year of the company covers the year ended from July 01, 2020 to December 31, 2020



Notes	Particulars	Amount in Taka	
		December 31, 2020	June 30, 2020
02.00 Property, Plant & Equipment:			
Cost:			
Opening Balance		34,190,567,111	31,683,764,281
Less: Disposal of Office equipment		(190,200)	(617,990)
		34,190,376,911	31,683,146,291
Additions during the year (2.01)		2,363,011,764	2,507,420,819
Closing Balance		36,553,388,674	34,190,567,110
Depreciation			
Opening Balance		12,039,865,777	10,769,233,319
Less: Adjustment for disposals		(158,820)	(364,294)
		12,039,706,957	10,768,869,025
Charged for the year and including prior year adjustment.		686,340,228	1,270,996,752
Closing Balance		12,726,047,185	12,039,865,777
Written Down Value (WDV)		23,827,341,489	22,150,701,332
02.01	Detail of property , plant & equipment and depreciation are shown in Annexure - A		
03.00 Intangible Asset			
Software & Software development		143,251,368	140,092,856
Less: Disposal of office equipment		-	-
		143,251,368	140,092,856
Add: Addition during the year		49,537,867	3,158,512
		192,789,235	143,251,368
Amortitization			
Opening Balance as at July,01 - 2019		50,017,272	29,543,158
Less: Adjustment for Disposal		-	-
		50,017,272	29,543,158
Charge for the year and including prior year adjustment		8,076,632	20,474,114
Closing Balance as at June,30 2020		58,093,904	50,017,272
Written Down Value (WDV)		134,695,331	93,234,096
04.00 Capital Work -in- Progress:			
Construction of Workshop Building & Others		90,724,961	184,374,010
33/11KV OH/UG Cable Line		78,122,810	78,122,810
132/33/11Kv Grid Sub- Station - Turnkey Project		5,557,736,122	5,543,410,581
132/33/11Kv UG Line Construction-Turnkey Project		1,970,517,677	1,941,045,911
33/11 KV 24 Nos Substation Augm. by Siemens Bd. Ltd		3,891,483,780	3,737,595,455
132/33/11 KV Grid Augm.(Bashundhara & Uttara)Hyosung		2,324,779,477	2,013,472,776
33 KV O/H Line converted to 33 KV UG cable		4,088,762,999	4,028,573,780
New SCADA System (Initial cost)		101,676,594	147,380,688
132/33/11Kv U/G Grid Sub- Station - Turnkey Project		328,507,585	313,243,075
132/33/11 KV Grid Augm.(Tongi) Siemens		339,208,506	339,208,507
Software (Customer management)		1,019,813	339,938
Smart Card Based (Prepaid Meter)		60,323,925	1,700,625
GIS Mapping APP		41,018,603	13,325,767
Total Capital Work - In - Progress		18,873,882,852	18,341,793,922

05.00 Stores & Spares :

Stores & Spares (Note 05.01)

4,615,388,054

7,085,654,988

Stores in Transit

-

2,015,356

Total**4,615,388,054****7,087,670,344****05.01 Cost of Stores & Spares**

Cable & Accessories

2,847,110,699

3,798,693,079

Pole & Pole fittings

299,066,064

358,962,780

Distribution transformers

141,844,877

170,656,764

Meter & Meter accessories

494,336,993

2,000,856,893

Sub-station equipment & spares

632,970,357

616,428,446

Tools, equipment & others

195,788,732

133,308,567

Furniture & Fixtures

612,098

751,288

Computer, Printer, Tonner & Others

1,642,878

5,997,171

Total:**4,613,372,698****7,085,654,988**

05.02 This presented cost of materials, including L/C charge and Pre -Shipment- Inspection (PSI) expenses, paid against imported materials for which post landing inspection (PLI) has not been completed.

05.03 Stores & spares have been valued at weighted average cost method.

06.00 Accounts Receivable:

Receivable from consumers (Note 06.01)

3,807,483,097

5,386,870,145

Less: Provision for doubtful debts (note 06.02)

(104,446,663)

(106,943,662)

Total Receivable from sales

3,703,036,434

5,279,926,483

Receivable from BPDB against Materials & Others (Note 06.03)

57,462,286

57,462,286

Receivable from DPDC against Materials & Others (Note 06.04)

310,759,706

308,814,859

Receivable from Govt Duty /VAT

4,213,601

80,353,171

Receivable from WZPDCL

1,197,161

1,197,161

Expenses recoverable from Employees

872,272

4,106,528

Interest Receivable on FDR

158,339,888

248,208,634

Receivable from United Trade Int.

17,222,383

17,222,383

Accounts Receivable - SREDA

806,825

806,825

Accounts Receivable - Licensing Board

806,825

806,825

Accounts Receivable-Income Tax for the FY-2013-14

68,471,658

68,471,658

Total Receivable:**4,323,189,039****6,067,376,813****06.01 Receivable from consumers are categorized as follows :**

Government

2,117,773,100

3,038,137,708

Semi- Govt/Autonomous

1,067,172,048

1,530,955,152

Private

570,042,212

817,777,286

Total**3,807,483,097****5,386,870,146**

- 06.02** Provision of Tk. (380,74,83,096.79 - 273,58,29,547) /= 107,16,53,549.79/=53,58,267.75 has been made this year @ 0.5% of the receivables amount outstanding at the Balance Sheet date , as per company's policy.

This balance has been arrived at as under:

Opening Balance	99,088,395	100%	99,088,395	99,088,395
Add: Adjustment	1,071,653,550	0.5%	5,358,268	7,855,267
Total Cumulative Provision			104,446,663	106,943,662
Opening Balance			106,943,662	102,662,834
Provision during the year			(2,497,000)	4,280,828

06.03 This balance has been arrived at as under: (BPDB)

Receivable from BPDB against materials supplied	55472107	55472107
Receivable from BPDB against advertising	1990179	1990179
Closing Balance	57462286	57462286

06.04 This balance has been arrived at as under: (DPDC)

Opening Balance Receivable from (Material)	309,943,251	59453867
Receivable during this period against (Material)	-	248544537
Receivable others	816,455	816455
Closing Balance	310759706	308814859

07.00 Advances & Security Deposits:

A) Advances:

Against goods and services (Note 7.01)	52,542,712	100,033,698
Advance against Office rent	11,085,706	10,922,526
Advance to Rajuk against Land purchase (Note 7.02)	303,367,689	303,367,689
Advance to Eastern Housing Ltd (Note 7.03)	12,650,000	12,650,000
Protested Claim (For Vat Appeal in Tribunal)	3,508,138	3,508,138
Deferred/Prepaid Exp & Others	58,996,703	58,996,703
Prepayment - Employees	37,340,000	28,812,080
Advance to - BPDB	6,237,150	6,237,150
Advance to - DPDC	629,000	629,000
Advance to Bangladesh Power Management Inst.	10,174,872	5,272,872
Advance to Advocate Mahabubur Rahman & Jannat Sultana	1,249,400	930,400
Advance to -Power Cell (ERP Software)	23,903,000	23,903,000
Advance to - Others	165,430	165,430
Sub-Total:	521,849,800	555,428,686



B) Security Deposits:

Telephone/ Mobile	737,671	731,671
Telephone Shilpa sangstha ltd against rent of store	5,000,000	5,000,000
Dhaka & Gazipur City Corporation (against road cutting)	139,821,099	143,586,266
Dhaka WASA	10,411	10,411
Central Depository of Bangladesh (CDBL)	500,000	500,000
Bangladesh Railway, Roads and Highway	7,100,000	7,100,000
Security Deposit - RDA Building & KDA Building	3,256,658	3,256,658
Security Deposit - Others	3,486,145	484,750
Security Deposit - Tangail Zela Samity	1,189,449	1,189,449
Sub-Total:	161,101,433	161,859,205
Total (A+B)	682,951,233	717,287,891

07.01 Advance includes Tk. 8.1 million to BPDB against SPC Pole purchase, Tk. 4.85 million to progati industries ltd. foe car purchase & Tk.11.67 million paid to Telephone Shilpa Sangstha Ltd against purchase of Pre-paid Meter and Tk. 26.97 million paid to JV of Trident Ch. BETS & Arc - 1091

07.02 Advance includes Tk. 43.34 million for Purbachal 250 million for Uttara Plot 10.03 million for Uttara Sector - 09 to Rajuk for Land purchase

07.03 This amount includes paid as advance to Eastern Housing Ltd. for land purchase at Pallabi Tk. 12.65 million.

08.00 Advance Income Tax:

Income Tax paid for FY - 2015-16	242,891,810	242,891,810
Income Tax paid for FY - 2016-17	150,259,982	150,259,982
Income Tax paid for FY - 2017-18	267,938,960	267,938,960
Income Tax paid for FY - 2018-19	440,681,109	440,681,109
Income Tax paid for FY - 2019-20	170,584,141	170,584,141
Income Tax paid for the period (Dec 31, 2020)	24,056,532	-
Closing Balance	1,296,412,534	1,272,356,002

08.01 Advance Income Tax paid during the year:

This arrived at as under:

Deducted at source (on interest of FDR & STD)	17,432,663	101,140,495
Deducted at source (on imported materials)	5,569,869	68,102,117
Advance tax paid for up to December.31, 2020	1,054,000	1,341,529
Total	24,056,532	170,584,141

09.00 Investment in FDR**Fixed Deposit Receipts (FDR)**

8,837,948,576	9,400,285,454
8,837,948,576	9,400,285,454

Fixed Deposit Receipts include Tk.25.00 million (2017-2018) in ICB Islamic Bank Ltd. (former Oriental Bank Ltd.) which is subject to phase wise withdrawal restriction imposed by Bangladesh Bank under the reconstruction



09.01 Cash & Cash Equivalents:

Imprest cash with S&D divisions
Cash at banks (Note 09.02)
Total:

Amount in Taka	
December 31, 2020	June 30, 2020
2,113,405	2,030,698
4,976,944,796	5,570,439,166
4,979,058,201	5,572,469,864

09.02 Cash at Banks:

Current Account (Revenue Collection) (Note 9.03)
Current Account (VAT)
STD Accounts
Total:

2,304,426,344	3,654,253,713
258,347,412	341,388,359
2,414,171,040	1,574,797,092
4,976,944,796	5,570,439,166

09.03 This represents collection up to December/2020, by the different collecting banks, which has been transferred to the Company's central account in the next month.

10.00 Share Capital:**Authorized Capital:**

500,000,000 No. ordinary shares @ Tk. 10 each

5,000,000,000	5,000,000,000
----------------------	----------------------

Issued, subscribed and paid up:

Date	No. of Shares	Particulars	December 31, 2020	June 30, 2020
29.03.1998	500,000	Subscription	5,000,000	5,000,000
02.04.1998	7,000,000	Share Money Deposit	70,000,000	70,000,000
30.06.1999	119,619,400	Vendors agreement, Ordinary shares @ Tk. 10 each for co	1,196,194,000	1,196,194,000
09.03.2009	6,355,970	Ordinary shares @ Tk. 10 each issued as Bonus	63,559,700	63,559,700
15.02.2010	26,695,070	Ordinary shares @ Tk. 10 each issued as Bonus	266,950,700	266,950,700
02.03.2011	48,051,130	Ordinary shares @ Tk. 10 each issued as Bonus	480,511,300	480,511,300
06.02.2012	52,055,392	Ordinary shares @ Tk. 10 each issued as Bonus	520,553,920	520,553,920
29.01.2013	39,041,545	Ordinary shares @ Tk. 10 each issued as Bonus	390,415,450	390,415,450
12.02.2014	44,897,775	Ordinary shares @ Tk. 10 each issued as Bonus	448,977,750	448,977,750
22.03.2015	34,421,627	Ordinary shares @ Tk. 10 each issued as Bonus	344,216,270	344,216,270
18.02.2016	18,931,895	Ordinary shares @ Tk. 10 each issued as Bonus	189,318,950	189,318,950
Total	397,569,804	share @ tk.10 each	3,975,698,040	3,975,698,040

10.01 Composition of shareholding:

The composition of Share holding position as of Dec'31, 2020 is as follows:

	No. of share holders	Number of share	% of share
Sponsors (GOB)	1	268,866,788	67.63
General Public	5,488	36,602,672	9.21
Mutual Fund/Institute	271	91,838,329	23.10
Foreign Company	38	262,015	0.07
Total	5,798	397,569,804	100%

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14.01 Deferred tax on PPE

WDV of Accounting base	23,962,036,821	22,243,935,429
WDV of Tax base (1066,45,28,652+last year B/F 2,368,059,048)	13,081,543,899	11,775,165,077
Temporary Difference	10,880,492,922	10,468,770,352
Less: Permanent difference of vehicle	13,716,000	13,716,000
	10,866,776,922	10,455,054,352
Effective Tax Rate	25%	25.00%
A Deferred tax liability/(assets)	2,716,694,230	2,613,763,588

14.02 Deferred tax on Bad debt

Provision for Bad debt	(104,446,663)	(106,943,662)
B Deferred tax liability/(asset) @ 25%	(26,111,666)	(26,735,916)

(14.01 A - 14.02 B)	2,690,582,565	2,587,027,672
Already provided up to last year	2,587,027,672	2,356,998,912
Deferred tax Provision during the year	103,554,892	230,028,760

15.00 Due to DPDC for assets taken over:

3,840,410,313	3,840,410,313
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15.01 Area wise break-up is as under:

Gulshan Area (comprising Gulshan, Baridhara, Uttara, Dakshinkhan)	2,029,801,244	2,029,801,244
Tongi Area (comprising Tongi East and Tongi West)	565,653,114	565,653,114
Uttara & Bashundhara Grid Substation	1,244,955,955	1,244,955,955
Total	3,840,410,313	3,840,410,313

15.02 An independent valuers were appointed to physically verify and value the assets taken over by the company from DESA in the year 2003. The valuers submitted its report on September 2010. The board finalized the value in its meeting held on May 05, 2019. Based on the finalized valuation report, value of Land decreased by Tk. 105,378,060, Building increased by Tk. 72,110,175, Distribution Equipment decreased by Tk. 425,364,528 and Distribution Line increased by Tk. 259,371,187 which has been adjusted during the year.






15.03 The terms and conditions of repayment to DESA / DPDC against the assets taken over have not yet been determined.

16.00 Consumer Security Deposits:

Opening Balance	3,125,080,093	2,951,441,875
Received during the year	120,458,287	198,265,276
	3,245,538,380	3,149,707,151
Refunded during the year	(12,798,603)	(24,627,058)
Closing Balance	3,232,739,777	3,125,080,093

17.00 Lease Liability (operating lease):

Particulars	December 31, 2020	June 30, 2020
Opening Balance as at July 01, 2020	28,323,929	-
Addition during the year	-	33,480,312
Finance Cost during the year	-	2,025,590
Payment during the year		(7,181,973)
Refunded during the year	28,323,929	28,323,929

11.00 GOB Equity:

Opening Balance
Addition during the period
Closing Balance

December31, 2020	June 30, 2020
5,926,920,000	5,694,120,000
60,000,000	232,800,000
5,986,920,000	5,926,920,000

This represents loan received from the Government from time to time under Annual Development Program (ADP) of which 60% is "Govt. Equity" the balance 40% is soft loan. In the absence of any Govt. directive, no share have been issued against such equity.

12.00 Retained Earnings

Opening Balance
Prior year's adjustment
Net Profit/(Loss) during this period

8,686,682,543	8,708,313,659
-	(194,200)
124,283,425	455,646,848
8,810,965,968	9,163,766,308
-	(477,083,765)
8,810,965,968	8,686,682,543

Cash dividend paid for the
Closing Balance

13.00 Long Term Loans :**(A) Loan from Asian Development Bank (ADB)**

Loan no. 1505
Loan no. 2332
Loan no. 3087
Loan no. 3522
Loan from AIIB LN 003
Loan from JICA (No - BD P97)
Sub-Total:

92,504,251	92,554,450
3,648,525,530	3,650,504,628
13,552,730,223	13,093,104,627
142,382,391	131,012,671
4,397,559,452	4,156,232,017
216,416,643	208,488,325
22,050,118,489	21,331,896,718

(B) Loan from Government of Bangladesh (GOB)

Loan no. 2332
Loan no 3087
Loan no 3522
Loan no LN 0003
Loan no (BD - P97)
Sub-Total:

84,274,073	84,274,073
2,179,200,000	2,179,200,000
40,000,000	-
709,320,000	709,320,000
25,257,695	28,000,000
3,038,051,768	3,000,794,073
25,088,170,257	24,332,690,791

Total

14.00 Deffered Tax Liability:

Opening Balance as at July 01, 2020
Deffered Tax expenses during the year
Closing Balance as at June,30 2020

December31, 2020	June 30, 2020
2,587,027,672	2,356,998,912
103,554,892	230,028,760
2,690,582,565	2,587,027,672

Deffered Tax provision has been arrived at as under





18.00 Accounts Payable

Bangladesh Power Development Board (BPDB)	4,859,197,452	5,981,641,914
Power Grid Company of Bangladesh (PGCB)	222,008,043	273,217,884
Dhaka Electric Supply Authority (DESA/DPDC)	127,899,956	127,795,644
Rural Electrification Board (REB)	379,157	379,157
Power Grid Company of Bangladesh PGCB	612,000	612,000
	5,210,096,609	6,383,646,601

18.01 Accounts Payable - BPDB

Opening Balance	5,981,641,914	6,889,161,414
Energy purchased during the year	18,709,192,371	33,560,533,276
	24,690,834,285	40,449,694,690
Payment made during the year	(19,831,636,833)	(34,468,052,776)
Closing Balance	4,859,197,452	5,981,641,914

18.02 Accounts Payable - PGCB

Opening Balance	273,217,884	317,293,264
Wheeling charge during the year	853,557,717	1,539,828,307
	1,126,775,601	1,857,121,571
Payment made during the year	(904,767,558)	(1,583,903,687)
Closing Balance	222,008,043	273,217,884

18.03 Accounts Payable - DESA/ DPDC

Opening Balance	127,795,645	94,526,846
Material Supply & Consumer bill collection	104,311	35,168,799
	127,899,956	129,695,645
Paid during this year	-	(1,900,000)
Closing Balance	127,899,956	127,795,645

18.04 Accounts Payable - REB (Material)

Opening Balance	379,157	379,157
Addition during this year	-	-
Closing Balance	379,157	379,157

18.05 Accounts Payable - PGCB (Material)

Opening Balance	612,000	612,000
Addition during this year	-	-
Closing Balance	612,000	612,000



19.00 Creditors for Goods/ Works :

Equipment & materials
 Bangladesh Telephone shilpa Sangstha
 Construction of KPE & DEDA
 Engineering Services Ltd.
 Ideal Enterprise
 Microtech
 Sun Rise Enterprise
 Imported Material through ADB Loan
 Master Simex Paper Ltd.
 KEI Ind (DESCO Fund)
 Control Ware power & AutoEng.
 ABB Limited
 Bangladesh cable shilpa limited
 BISF
Total

December31, 2020	June 30, 2020
318,235,371	38,417,845
93,825,349	530,291,433
3,288,220	3,288,220
3,768,800	3,768,800
2,594,822	2,594,822
504,300	25,215,001
13,485,756	13,485,756
-	293,853,209
-	120,100
-	9,492,210
-	17,091,310
16,254,000	-
16,830,112	-
10,172,000	-
478,958,730	937,618,707

20.00 Creditor for other finance




VAT collected against Electricity Bills
 Tax deducted from Contractors, Suppliers & Others
 VAT deducted from Contractors, Suppliers & Others
 Retention money (Contractors & Suppliers)
 Receipts against Deposit Works
 Unpaid dividend
 Others
Total

273,346,559	433,664,718
13,844,799	13,617,432
12,921,441	11,872,610
223,371,965	250,285,625
2,553,708,532	2,577,756,222
143,168,434	525,756,884
24,427,906	24,334,936
3,244,789,636	3,837,288,426

21.00 Creditors for Expenses:

Audit Fees
 Creditor for Contributory Providend Fund & GF
 Creditors for COSS, LEM, MSS , Civil Cons. & Others
 BERC Sales Charge
 Employees Welfare Fund
 Guard Force Services & Human Resources
 The Eastway Electric Co. & Associates
 Chairman - KDA
 Chairman - RDA
 Creditors to others
 JV of DEDA & SSL
 Liability to REB for Tongi Grid Substation Upgradation Project
Total

164,776	414,776
27,654,881	17,219,285
182,284,871	166,404,017
78,703,207	78,703,207
464,550	800
2,876,378	1,389,877
2,643,789	2,643,789
10,368,759	16,294,223
3,300,000	9,232,465
31,344,534	438,203,724
-	20,526,333
152,471,105	152,471,105
492,276,850	903,503,600



22.00 Current Maturity of Long Term Loans:

ADB Loan No-1505
 ADB Loan No- 2332
 GOB Loan No 2332
Total

December31, 2020	June 30, 2020
46,252,124	92,554,428
214,619,153	429,471,160
4,957,299	9,914,596
265,828,576	531,940,185

23.00 Accrued Interest on Loans

Interest payable on ADB Loan
 Interest payable on 40% (Debt Portion) of GOB Loan
 Interest payable on AIIB - LN003
 Interest payable on JICA Loan BD-P97
Total

3,215,562,922	2,944,416,381
272,375,549	233,865,253
285,828,475	202,551,927
6,427,374	2,099,041
3,780,194,320	3,382,932,601

24.00 Workers Profit Participation Fund (WPPF)

Opening Balance
 Addition during the year
 Paid/ adjustment during the year
Closing Balance

142,306,595	99,493,608
12,594,743	42,812,987
154,901,338	142,306,595
-	-
154,901,338	142,306,595

25.00 Provision for Income Tax:

Opening Balance as at July 01, 2019
 Add: Provided during the year
 Less Provision adjust with advance income tax
 Add: Prior year adjustment as per settlement of Appellate
Closing Balance as on June30, 2020

260,110,605	89,526,464
24,056,532	170,584,141
-	-
284,167,137	260,110,605
-	-
284,167,137	260,110,605

25.01 Details of Provision for Income Tax :

For FY 2019-20
 For FY 2020-21

260,110,605	89,526,464
24,056,532	170,584,141
284,167,138	260,110,605

26.00 Loan under Secured Overdraft (SOD)

Opening Balance
 Add: Interest during the year
 Less Paid during this year
Closing Balance

1,820,995,013	-
28,269,289	4,823,133,791
1,849,264,302	4,823,133,791
(1,843,421,038)	(3,002,138,778)
5,843,264	1,820,995,013

27.00 Energy Sales:

Energy Sales

1st July to 31 Dec' 2020		1st July to 31 Dec' 2019	
Unit (MKH)	Amount in Tk.	Unit (MKH)	Amount in Tk.
2774.95	22,348,940,676	2,904.81	22,540,165,108

Sales decrease in amount & in volume due to decrease in consumption.

28.00 Energy Purchase:

Energy Purchase (Including wheeling charge)

1st July to 31 Dec' 2020		1st July to 31 Dec' 2019	
Unit (MKH)	Amount in Tk.	Unit (MKH)	Amount in Tk.
2899.93	19,562,750,088	3,035.03	19,256,555,298

Energy purchase decrease in unit due to decrease in consumption.

29.00 Other Operating Revenue

Other operating Revenue received during this period

1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
308,226,099	244,259,969

This represents application fee, disconnection / reconnection fees, cost of materials realized, meter testing fees, me

30.00 Direct Operating Expenditure:

Description	1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
Commercial Operation Support Service	83,804,561	86,941,653
Schedule & Preventive Maintenance	143,887,815	147,942,019
Special Action Team & Collection Drive	39,409	174,946
Maintenance of Distribution line & Equipment	37,923,159	28,569,125
R&M of Grid Sub-Station/ Sub-Station/ Switching Station	26,921,158	23,399,316
Repair & Maintenance of Transformer	15,228,316	1,568,242
Meter & Service cable issue	85,788,913	71,508,605
Revenue Stamp Charge Against Consumer Bill	34,640,185	30,317,434
Communication Expenses - Prepaid Meter	6,341,514	-
Total	434,575,031	390,421,340

31.00 Depreciation:

Depreciation (Direct)
 Depreciation (In-Direct)
Total

1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
646,909,950	696,061,812
44,363,644	39,970,200
691,273,594	736,032,012

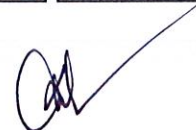
32.00 Administrative Expenses:

Description	1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
Advertisement & Notices	2,427,041	3,129,084
Audit Fees		46,000
Bank Charges	3,594,227	1,665,263
Conveyance	893,909	875,174
Cleaning Expenses	6,155,925	6,229,318
Directors' Fees	1,245,000	1,000,000
Electricity, Gas & Water	20,374,041	15,980,838
Entertainment	1,655,891	2,194,924
Fuel/ CNG for Vehicles	7,587,350	7,303,522
Honorarium to various committee members	4,038,994	1,063,255
Insurance of vehicles	1,467,948	1,605,918
Legal & Professional fees	1,005,500	1,579,051
Newspaper & Periodicals	213,075	234,142
Office Upkeep	1,445,299	2,368,575
Office Rent	36,444,578	32,192,861
Office Security	33,904,289	33,015,760
Postage, telephone & internet	7,314,558	7,109,047
Printing & Stationery	22,872,234	10,397,416
Rates & Taxes	1,392,422	323,093
Repair & Maintenance of Non operating Assets	14,369,839	6,913,010
Repair & Servicing of Vehicle	4,672,307	3,527,669
Recruitmen Expenses	-	1,409,279
Inspection, Survey & Consultancy fees	4,633,697	745,396
Staff Training	8,415,306	9,812,970
Hired Transport	19,353,182	12,053,710
Corporate Social Expenses	11,585,310	1,430,261
Different Days Celebration	7,797,384	-
Listing Fee & annual charges & BERC Charge	1,027,680	5,776,812
Innovative Activities	-	181,115
Occupational Health & Safety	1,081,812	-
Total	226,968,798	170,163,463

33.00 Employee Expenditure:

Description	1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
Salary & Allowances	830,004,480	647,988,901
Festival Bonus	83,485,084	59,108,172
Earned Leave Encashment	1,715,448	770,214
Company's Contribution to provident fund & Gratuity Fund	81,194,705	44,450,641
Group Insurance Premium	11,776,339	10,639,789
Electricity Expenses	14,562,329	10,607,740
Telephone expense reimbursed	64,352	74,779
Medical expense reimbursed	52,690,131	41,292,715
Medical Retainer Fee	225,000	435,000
Uniform & Liveries	433,167	-
Total	1,076,151,035	815,367,951





34.00 Interest Income:

Particulars	1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
Inteest Income from FDR Account	42,527,362	58,058,634
Inteest Income from STD Account	32,312,767	43,345,671
Total Interest	74,840,129	101,404,305

35.00 Miscellaneous Income:

	1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
Sale of Tender Document	458,500	31,250
Sale Obsolete Material	11,189,269	32,122
Miscellaneous Income	319,614	21,438
Compensation Received	24,047,690	3,850,267
Total	36,015,073	3,935,077

36.00 Finance Cost:

	1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
Interest Expenses on ADB, GOB , AIIB & JICA (Loan)	(518,522,626)	(469,353,394)

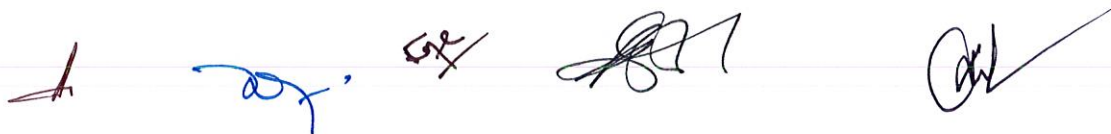
Interest expenses increase due to additional loan taken from ADB, GOB ,AIIB & JICA for development work.

37.00 Exchange Gain / (Loss):

	1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
Exchange gain / (loss) during this period	4,211,787	(101,672,426)

38.00 Calculation of Workers Profit Participation Fund (WPPF)

Net Profit before tax& WPPF (264510304.8/105)*5)	12,594,743	-
Transfer to workers profit participation fund (WPPF)	12,594,743	-
(Profit before taxX 5)/105		



39.00 Current tax expenses:

Particulars	1st July to 31 Dec' 2020	1st July to 31 Dec' 2019
Profit before tax as per income statement	251,894,850	951,836,075
Add: Accounting Depreciation	691,273,594	736,032,012
Add: Bad debt Provision	(2,497,000)	1,462,865
Add: Corporate Social Expenses (CSR)	11,585,310	1,430,261
	952,256,754	1,690,761,213
Less: Depreciation as per 3rd Schedule of Tax Ordinance, 1984.	(1,166,630,341)	1,277,637,914
Taxable Income as per calculation	(214,373,586)	413,123,299
a. Current Tax (at 25%)	(53,593,397)	103,280,825
b. Minimum Tax (0.60% on Revenue) 3,205,271,890	19,231,631	
c. Advance Tax	24,056,532	
Current tax expenses (whichever is higher among a,b & c)	24,056,532	103,280,825

40.00 Reconciliation of Net Income With Cash Flows from Operating Activities:

	Amount in Taka	
	December 31, 2020	December 31, 2019
Profit before income tax	264,489,593	951,836,075
Depreciation charged	691,273,594	736,032,012
Exchange Fluctuation Gain/ (Loss)	4,211,787	101,672,426
Provision for bad debt	2,517,712	1,462,865
Investment in FDR	562,336,878	(5,363,300)
(Increase)/Decrease in Account Receivables	1,744,187,774	747,629,878
(Increase)/Decrease in Advances, Deposits and Pre-payments	1,935,792,846	199,883,822
Increase/(Decrease) in Accounts Payable	(1,173,549,992)	(2,256,841,955)
Creditors for Goods/Works	(458,288,476)	1,007,823,793
Creditors for Expenses	(412,074,733)	(46,381,484)
Accrued interest	(397,703,348)	(378,393,378)
Net cash inflow from operating activities:	2,763,193,633	1,059,360,754
Nos of share outstanding	397,569,804	397,569,804
Net operating Cash flow per share	6.95	2.66

41.00 Earning Per Share (EPS):

a. Net Profit after Tax	124,283,425	822,603,390
b. No. of of Share	397,569,804	397,569,804
Earning Per Share (a/b)	0.31	2.07

Earnings per share compared to last year decreased sharply due to declining sales because of Corona's effect and rising interest and payroll expenses.