

**Auditor's Report & Audited Financial Statements  
of  
Dhaka Electric Supply Company Ltd. (DESCO)**



**As at and for the year ended 30 June 2023**

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Chartered Accountants

# Independent Auditor's Report To the Shareholders of Dhaka Electric Supply Company Limited (DESCO)

## Report on the Audit of the Financial Statements

### Qualified Opinion

We have audited the financial statements of Dhaka Electric Supply Company Limited (DESCO) "the Company" which comprise the statements of financial position as at 30 June 2023, Statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other 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 the Company as at 30 June 2023, 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

01. **Reference to Note # 8 of its financial statements**, DESCO has shown the amount of **Taka 543.33** crore as receivable from customers as on 30 June 2023. Out of the total receivable balance, an amount of **Taka 175 crore** (Receivable from Bihari Camp) is appeared to be irrecoverable as the amount has been carried forward since long. **IFRS 09** requires to measure and recognize lifetime Expected Credit Loss (ECL) for the financial assets with significantly increased credit loss. However, no such loss allowance has been measured and recognized in the financial statements of the company as on 30 June 2023 although a significant credit loss exists against receivables.

02. As per the notification No. 146/FRC/Admin/Circular/2020/01 dated 11 February 2020 regarding Accounting and Reporting on Share Money Deposit, issued by the Financial Reporting Council (FRC), the money received by any receiving company in the form of a Share Money Deposit or any other name and included under Shareholder Equities or Capital must to be legally converted into Share Capital within a maximum of 06 (Six) months of such received. Such Share Money Deposits shall also be considered as potential Share Capital in calculating Earnings Per Share (EPS) before conversion of such deposit into Share Capital.

**Reference to Note # 13 of the Financial Statements**, DESCO received amounting to Taka **6,100,748,128** as Equity Money in different phases from the Government of the People's Republic of Bangladesh for the purpose of implementing various projects with condition that the said amount will be converted into Equity Capital in favor of the government through issuing shares after getting proper approval from the concerned authority of the Government of the People's Republic of Bangladesh and in compliance with the guidelines and policies issued by Ministry of Finance (Finance Division) for issuing equity capital. However, the company has not yet taken any initiative to convert share money deposits into equity shares

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and has not calculated its diluted Earnings Per Share (EPS) for the year ended 30 June 2023 considering share money deposits as potential shares of the company.

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) and Bangladesh Securities and Exchange Commission (BSEC), and we have fulfilled our responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) bylaws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### **Emphasis of Matters:**

Without modifying our opinion, we draw attention to the following matters:

01. Reference to the note # 50 of the financial statements, where the company describes the details of contingent liabilities of the company as on 30 June 2023.
02. As per the provisions of the Income Tax Act, 2023, the company requires to make a provision for current tax expenses considering the minimum tax and other income tax whichever is higher as the Company has incurred business losses during the year. However, in the note # 45 of its financial statements, the company has presented the computation and described the basis of determining its current tax expense taking into account the nature of the business.
03. Reference to the note # 05 of the financial statements, which describes the effect of IFRS 16 – Leases in the financial statements. The company has implemented the IFRS 16 taking into account partial lease agreement instead of all lease agreements which is not fully complied with IFRS 16.
04. The company has not reported Unclaimed Dividend Amount as a separate line item in the statement of financial position as per the BSEC directive No. BSEC/CMRRCD/2021-386/03 dated 14 January 2021.
05. Reference to the note # 07 "Stores and Spares" of the financial statements, the company uses a software for keeping record for Stores and Spares which does not generate report with monetary value for issued items as well as the monetary value of closing Stores and Spares. Moreover, no year-end physical verification report for Stores and Spares was conducted by the company.

### **Our Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statement 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.







Risk	Our response to the risk
<b>Capital Work-in-Progress (CWIP)</b>	
Refer note no. 06 to the Statement of Financial Position	
<p>Capital Works-in-Progress (CWIP) is the expenditure on fixed assets (Property Plant and Equipment) that are in the process of construction or completion i.e. not ready for intended use at the time of incurring of expenditure. The company has shown Capital Work-in-Progress (CWIP) BDT 10,129,460,532 in the financial statements as at 30 June 2023.</p> <p>A significant judgment is required in relation to recognizing Capital Work-in-Progress and transfer it to as Property Plan and Equipment (PPE).</p>	<p><b>Our procedure includes:</b></p> <ul style="list-style-type: none"> <li>Review project contracts, agreements, invoices, and other supporting documentation for each ongoing project to verify the existence and completeness of Capital Work in Progress.</li> <li>Obtained supporting documents of capitalization transaction to determine whether the amount recorded in correct year.</li> <li>Physically inspect the ongoing construction or development projects to ensure they exist and are in line with the accounting records.</li> <li>Assess the effectiveness of internal controls related to Capital Work in Progress. For example, evaluate the segregation of duties and authorization processes.</li> <li>Ensure that all costs capitalized meet the criteria established by accounting standards, such as being directly attributable to the project and enhancing its future economic benefits.</li> <li>Review any changes to project scope, as well as variations in the original contract to ensure that they are appropriately accounted for in Capital Work in Progress.</li> <li>Examine the completeness of Capital Work in Progress by comparing it to project schedules, contract agreements, and any other relevant documentation.</li> <li>Examine the notes to the financial statements and other disclosures to ensure that Capital Work in Progress is presented in accordance with accounting standards.</li> </ul>
<b>Measurement of deferred tax Liability</b>	
Refer note no. 18.00 to the Statement of Financial Position	
<p>Deferred tax liability as being the amount of income tax payable in future periods in respect of taxable temporary differences. The company has recognized deferred tax liability BDT. 1,360,576,295 in the financial statements as at 30 June 2023.</p>	<p><b>Our procedure includes:</b></p> <ul style="list-style-type: none"> <li>Obtained an understanding, evaluated the design and tested the operational effectiveness of the key controls over the recognition and measurement of Deferred Tax Assets and Liabilities and the assumption used in estimating the future taxable expense of the company.</li> </ul>





<p>Significant judgment is required in relation to deferred tax liability as it is owned but is not due to be paid until a future date.</p>	<ul style="list-style-type: none"> <li>• Review the company's accounting policies related to deferred tax liabilities, including the applicable tax rates, temporary differences, and measurement methods.</li> <li>• Confirm the existence and classification of temporary differences that give rise to deferred tax liabilities, such as depreciation, bad debt provisions, or fair value adjustments.</li> <li>• Examine the notes to the financial statements to ensure that deferred tax liabilities are adequately disclosed, including details of the underlying temporary differences and the tax rates applied.</li> </ul>
<p><b>Revenue Recognition</b></p>	
<p>The Company (DESCO) recognizes revenue by selling energy to the consumers. The company collect revenue from prepaid customer and postpaid customer. Also, DESCO earn revenue from demand charge, service charge, meter and transformer rent. Revenue earned from selling energy to prepaid customers are recorded on consumption basis. From 01 July 2022 to 30 June 2023 total net sales was BDT. 53,725,986,575.</p>	<p><b>Our audit procedure included:</b></p> <ul style="list-style-type: none"> <li>• Assess whether revenue recognition policies are applied through comparison with relevant International Financial Reporting Standard;</li> <li>• Tested the Companies control over revenue recognition, including reconciliations between sales and cash receipt systems and general ledger;</li> <li>• Obtain monthly VAT return of the company and ensure total sales agreed with VAT return.</li> <li>• Assess the Companies disclosures of its revenue recognition policy.</li> </ul>

#### Other Information

Management is responsible for the other information. The other information comprises all of the information in the Annual report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information.

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.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.







## **Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls**

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 liquidate the Company or 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.
- 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 Group's and 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 Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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 Group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Group and 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 determine 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 describe these matters in our auditor's 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 and the Securities and Exchange Rules, 1987 and relevant notifications issued by Bangladesh Securities and Exchange Commission, we also report the following:

- a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of account as required by law have been kept by the Group and the Company so far as it appeared from our examination of those books;
- c) The consolidated and the separate 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 account; and
- d) The expenditure incurred was for the purpose of the Company's business.

**Signed for & on behalf of**  
**MABS & J Partners**  
Chartered Accountants

  
**Nasir Uddin Ahmed**  
FCA, FCS, CGMA, ACMA (UK), FCA (England & Wales)  
Deputy Managing Partner  
ICAB Enrolment No: 535  
DVC No: 2310160535AS869991

Dated, Dhaka  
15 October 2023



# DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)

## Statement of Financial Position

As on June 30, 2023

Particulars	Notes	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>ASSETS</b>			
<b>Non-Current Assets</b>		<b>56,412,777,173</b>	<b>55,618,166,572</b>
Property, Plant and Equipment	02.00	42,297,630,825	43,024,640,895
Distribution Line (Deposit Works)	03.00	3,886,026,675	3,368,731,007
Intangible Assets	04.00	88,142,146	106,070,565
Right of Use Assets	05.00	11,516,995	21,942,619
Capital Work-in-Progress	06.00	10,129,460,532	9,096,781,486
<b>Current Assets</b>		<b>29,506,242,185</b>	<b>28,119,736,295</b>
Stores and Spares	07.00	3,236,506,402	4,241,562,074
Accounts Receivable	08.00	6,340,204,852	4,777,065,029
Advances and Security Deposits	09.00	1,730,492,476	2,373,475,907
Advance Income Tax	10.00	1,586,987,372	1,456,189,387
Investment in FDR	11.00	10,415,545,662	10,242,985,630
Cash and Cash Equivalents	11.01	6,196,505,421	5,028,458,268
<b>Total Assets</b>		<b>85,919,019,358</b>	<b>83,737,902,869</b>
<b>Equity and Liabilities</b>			
<b>Capital and Reserves</b>		<b>20,124,643,780</b>	<b>26,222,855,624</b>
Share Capital	12.00	3,975,698,040	3,975,698,040
GOB Equity	13.00	6,100,748,128	6,076,935,130
Revaluation Surplus	14.00	6,515,966,872	6,756,778,360
Retained Earnings	15.00	3,532,230,741	9,413,444,094
<b>Donated Equity (Deposit Works)</b>	16.00	<b>3,886,026,676</b>	<b>3,368,731,008</b>
<b>Long-Term Liabilities</b>		<b>37,015,062,219</b>	<b>37,800,327,063</b>
Long Term Loans (ADB, GOB, AIIB & JICA)	17.00	29,108,690,616	28,041,254,757
Deferred Tax Liability	18.00	1,360,576,295	2,866,808,807
Due to DESA / DPDC (for assets taken over)	19.00	2,692,375,288	3,255,932,852
Consumer Security Deposits	20.00	3,838,515,833	3,612,031,884
Lease Liability (Operating Lease)	21.00	12,601,167	21,995,742
Other Long-Term Liabilities	22.00	2,303,020	2,303,020
<b>Current Liabilities</b>		<b>24,893,286,681</b>	<b>16,345,989,174</b>
Accounts Payable	23.00	11,324,053,394	8,323,438,228
Creditors for Goods/Works	24.00	254,430,979	250,448,876
Others Liabilities	25.00	896,008,819	847,953,852
Liabilities for Expenses	26.00	1,212,556,362	653,579,355
Current Maturity of Long-Term Loans	27.00	3,207,307,534	924,103,231
Accrued Interest on Loans	28.00	5,643,710,169	4,941,562,551
Workers Profit Participation Fund (WPPF)	29.00	160,441,123	55,730,801
Short Term Loan (Bank)	30.00	1,619,542,421	-
Provision for Income Tax	31.00	575,235,880	349,172,280
<b>Total Equity and Liabilities</b>		<b>85,919,019,358</b>	<b>83,737,902,869</b>
<b>Net Assets Value Per Share (NAV)</b>	54.00	<b>50.62</b>	<b>65.96</b>

The annexed notes from 1 to 57 and Annexure A to B are integral part of these Financial Statements.







Company Secretary      Executive Director (F&A)      Director      Managing Director      Chairman

Signed in terms of our separate report of even date.

Signed for & on behalf of  
MABS & J Partners  
Chartered Accountants

Nasir Uddin Ahmed

FCA, FCS, CGMA, ACMA (UK), FCA (England and Wales)

Deputy Managing Partner

ICAB Enrolment No: 535

DVC No: 2310160535AS869991

Dated, Dhaka

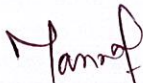
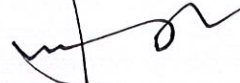



15 OCT 2023



**DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)**  
**Statement of Profit or Loss and Other Comprehensive Income**  
For the year ended on June 30, 2023

Particulars	Notes	Amount in Taka	
		July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022
<b>Distribution Revenue</b>		<b>2,680,782,673</b>	<b>5,208,486,469</b>
Energy Sales (Net of VAT)	32.00	53,725,986,575	47,217,819,853
Less: Energy Purchase (including wheeling charge)	33.00	51,045,203,902	42,009,333,384
<b>Other Operating Revenue</b>		<b>1,530,786,785</b>	<b>1,742,076,195</b>
Miscellaneous Operating Income	34.00	1,116,404,937	1,099,430,097
Others Revenue (Deposit Works)	35.00	414,381,848	642,646,098
<b>Total Operating Revenue</b>		<b>4,211,569,458</b>	<b>6,950,562,664</b>
<b>Less: Cost of Energy Sales</b>		<b>3,374,051,671</b>	<b>2,668,793,902</b>
Direct Operating Expenses	36.00	1,380,598,481	1,078,586,307
Depreciation (Direct)	37.00	1,993,453,190	1,590,207,595
<b>Gross Profit</b>		<b>837,517,787</b>	<b>4,281,768,761</b>
<b>Less: Operating Expenses</b>		<b>3,179,385,455</b>	<b>3,164,565,434</b>
Administrative Expenses	38.00	460,964,015	415,865,779
Employee Expenses	39.00	2,611,667,150	2,646,063,383
Bad Debts Expenses	08.02	(1,623,201)	(5,357,918)
Depreciation (Indirect)	37.00	108,377,491	107,994,190
<b>Total Operating Profit / (Loss)</b>		<b>(2,341,867,668)</b>	<b>1,117,203,327</b>
<b>Add: Non-Operating Income/(Expense)</b>		<b>(4,484,820,387)</b>	<b>(318,889,666)</b>
Interest Income	40.00	778,399,791	695,379,200
Miscellaneous Income	41.00	225,571,124	155,210,941
Finance Cost	42.00	(1,204,093,584)	(1,084,831,380)
Exchange Fluctuation Gain / (Loss)	43.00	(4,284,697,718)	(84,648,427)
<b>Net Profit Before contribution to WPPF</b>		<b>(6,826,688,055)</b>	<b>798,313,661</b>
Less: Contribution to WPPF	44.00	-	38,014,936
<b>Net Profit Before Tax</b>		<b>(6,826,688,055)</b>	<b>760,298,725</b>
<b>Income Tax</b>		<b>1,414,549,256</b>	<b>(129,404,169)</b>
Current Tax Expenses	45.00	(226,063,600)	(46,806,917)
Deferred Tax Income/(Expenses)	18.01	1,640,612,856	(82,597,253)
<b>Net Profit or (Loss) after Tax</b>		<b>(5,412,138,799)</b>	<b>630,894,556</b>
<b>Total Other Comprehensive Income</b>		<b>(134,380,347)</b>	<b>36,164,447</b>
Deferred Tax on Revaluation Gain		(134,380,347)	36,164,447
<b>Total Profit or Loss and Other Comprehensive Income</b>		<b>(5,546,519,146)</b>	<b>667,059,003</b>
<b>Basic Earnings Per Share</b>	46.00	<b>(13.61)</b>	<b>1.59</b>

The annexed notes from 1 to 57 and Annexure-A to B are integral part of these Financial Statements.

 Company Secretary	 Executive Director (F&A)	 Director	 Managing Director	 Chairman
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Signed in terms of our separate report of even date.

Signed for & on behalf of  
**MABS & J Partners**  
Chartered Accountants

  
**Nasir Uddin Ahmed**  
FCA, FCS, CGMA, ACMA(UK), FCA(England and Wales)  
Deputy Managing Partner  
ICAB Enrolment No: 535  
DVC No: 2310160535AS869991

Dated, Dhaka  
**15 OCT 2023**



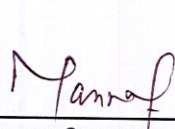
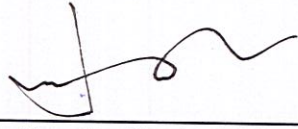



# DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)

## Statement of Changes in Equity For the year ended on June 30, 2023

Particulars	Share Capital	GOB Equity	Revaluation Surplus	Retained Earnings	Total
<b>Balance as on July 01, 2022</b>	<b>3,975,698,040</b>	<b>6,076,935,130</b>	<b>6,756,778,360</b>	<b>9,413,444,094</b>	<b>26,222,855,624</b>
GOB Equity Added during the Year	-	118,913,128	-	-	118,913,128
GOB Equity transferred & Adjusted during the Year	-	(95,100,130)	-	-	(95,100,130)
Net Profit or (Loss) during the Year	-	-	-	(5,412,138,799)	(5,412,138,799)
Deferred Tax Adjustment for Revalued Assets	-	-	(134,380,347)	-	(134,380,347)
Adjustment of Depreciation of Revalued Assets	-	-	(106,431,141)	106,431,141	-
Prior Year Adjustment	-	-	-	696,981	696,981
Cash Dividend	-	-	-	(397,569,804)	(397,569,804)
Transfer to WPPF for the FY -2013-14, 2014-15, 2015-16 & 2016-17	-	-	-	(178,632,873)	(178,632,873)
<b>Balance as on June 30, 2023</b>	<b>3,975,698,040</b>	<b>6,100,748,128</b>	<b>6,515,966,871</b>	<b>3,532,230,741</b>	<b>20,124,643,780</b>

Particulars	Share Capital	GOB Equity	Revaluation Surplus	Retained Earnings	Total
<b>Balance as on July 01, 2021</b>	<b>3,975,698,040</b>	<b>6,073,935,130</b>	<b>6,860,905,776</b>	<b>9,028,247,913</b>	<b>25,938,786,859</b>
GOB Equity Added during the Year	-	3,000,000	-	-	3,000,000
Net Profit or (Loss) during the Year	-	-	-	630,894,556	630,894,556
Deferred Tax Adjustment for Revalued Assets	-	-	36,164,447	-	36,164,447
Adjustment of Depreciation of Revalued Assets	-	-	(140,291,863)	140,291,863	-
Prior year adjustment for SCADA Project	-	-	-	11,579,566	11,579,566
Cash Dividend	-	-	-	(397,569,804)	(397,569,804)
<b>Balance as on June 30, 2022</b>	<b>3,975,698,040</b>	<b>6,076,935,130</b>	<b>6,756,778,360</b>	<b>9,413,444,094</b>	<b>26,222,855,624</b>

The annexed notes from 1 to 57 and Annexure-A to B are integral part of these Financial Statements.

 Company Secretary	 Executive Director (F&A)	 Director	 Managing Director	 Chairman
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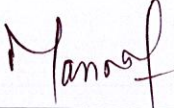


# DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)

## Statement of Cash Flows

For the year ended on June 30, 2023

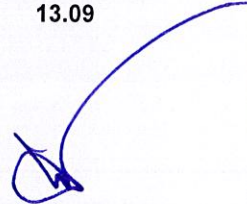
Particulars	Notes	Amount in Taka	
		July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022
<b>Cash Flows from Operating Activities:</b>			
Energy Sales (Net of VAT)		53,551,708,461	47,632,934,789
Collection of Govt. Duty, VAT & Tax		6,225,132,807	5,263,287,324
Received from Other Operating & Non Operating Activities		1,924,580,714	2,941,482,581
Received against Financial Income		543,146,596	695,379,200
Payment for Energy Purchase		(48,044,588,740)	(42,900,879,172)
Payment for Employee Expenses		(2,442,939,969)	(2,552,950,686)
Payment for Administrative & Other Expenses		(1,537,942,086)	(765,638,150)
Payment for Interest on Long Term Loan		(474,728,012)	(326,725,470)
Advance Income Tax Paid		(130,842,036)	(75,965,596)
Investment in FDR		(172,560,032)	649,384,957
Payment for Govt. Duty, VAT & Tax		(5,974,906,788)	(5,357,751,687)
<b>Net Cash Flows from Operating Activities</b>		<b>3,466,060,915</b>	<b>5,202,558,089</b>
<b>Cash Flows from Investing Activities:</b>			
Acquisition of Property & Plant		(1,290,250,675)	(225,515,526)
Acquisition of Stores & Equipment		(1,361,275,342)	(4,501,540,642)
<b>Net Cash used in Investing Activities</b>		<b>(2,651,526,017)</b>	<b>(4,727,056,168)</b>
<b>Cash Flows from Financing Activities:</b>			
Loan Received (Including Short Term Overdraft)		1,619,542,421	300,866,579
Dividend Paid		(389,942,149)	(412,811,972)
Long Term Loan Paid		(1,102,571,965)	(1,181,641,188)
Consumer Security Deposits Received		226,483,949	282,962,764
<b>Net Cash Flows from Financing Activities</b>		<b>353,512,256</b>	<b>(1,010,623,817)</b>
Cash and Cash Equivalents Increase /(Decrease) during the Year		1,168,047,153	(535,121,896)
Cash and Cash Equivalents at the Beginning of the Year		5,028,458,268	5,563,580,163
<b>Cash and Cash Equivalents at the End of the Year</b>		<b>6,196,505,421</b>	<b>5,028,458,268</b>
<b>Net Operating Cash Flows Per Share (NOCFPS)</b>	<b>55.00</b>	<b>8.72</b>	<b>13.09</b>

  
Company Secretary

  
Executive Director (F&A)

  
Director

  
Managing Director

  
Chairman





# DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)

## Notes To the Financial Statements

As at and for the year ended on June 30, 2023

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

#### 1.01 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. Mentioned that under section 56 of the company Act, 1994 that by (a) special resolution of the company's 23rd AGM dated 09th January, 2021. the registered capital has been increased to Tk. 2000 crore from 500 crore. Following the event, Form-IV was submitted to Office of the Register of Joint Stock Companies and Firm on 26 January, 2021 and accepted on 27 January, 2021. The shares of the Company have been listed and are being traded in Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) since 2006.

#### 1.02 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.

#### 1.03 Basis of Accounting:

These Financial Statements prepared under the historical cost convention and in accordance with International Accounting Standards (IASs), 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.

#### 1.04 Property, Plant & Equipment:

##### i) 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 assigned M/S Hussain Farhad & Co. regarding Asset Valuation. The entity revalued its Property, Plant & Equipment during the year by the valuation firm according to paragraph 36 of IAS-16 as per approval of the meeting of 427th Board of Director of the entity Dated 12.10.2021. As a result of revaluation, the value of fixed assets of the entity has been increased by Tk. 717.86 crore.

##### ii) Valuation of Assets taken over from DESA

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. Payable balance against the valuation as on 30 June, 2023 is Tk.256,55,43,294/- . Tk.56,66,07,564 has been paid in this FY against the Value of Building and Line & Equipment . Value against land will be paid after the finalization of ownership of land.

#### Depreciation:

Depreciation is charged at straight-line method at rates varying from 2% to 15% depending on category and economic life of the assets as under. Depreciation Rate has been approved by DESCO Board on its 460th meeting.

Categories	Rate (%)
Land & Land Development	0% (Nil)
Building & other Constructions	2%
Distribution Equipment & Cables	3%-15%
Distribution Line	3.33%
Furniture & Fixtures	10%
Office Equipment	10%-15%
Motor Vehicles	10%





iii) 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.

iv) 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.

**1.05 Impairment:**

The company tested for impairment of assets and the management of the company could not found any indication of impairment loss of assets.

**1.06 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.

**1.07 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.

**1.08 Revenue Recognition:**

Under IFRS-15, the entity should recognized revenue when (or as ) a performance obligation is satisfied, i.e.: when 'control' of the goods or service underling the particular performances obligations is transferred to the customer.

IFRS-15 is a 5-steps approach to revenue reorganization:

Step 1: Identify the contract(s) with a customer;

Step 2 : Identify the performance obligations in the contract;

Step 3 : Determine the transaction price;

Step 4 : Allocate the transaction price to the performance obligations in the contract;

Step 5 : Recognize revenue when (or as) the entity satisfies a performance obligations.

DESCO is a distribution company of electricity. The company distributes electricity as per the tariff rate fixed up by Bangladesh Energy Regulatory Commision (BERC) and Power Division. The company purchase electricity from BPDB. Margin between tariff sales and engergy purchase cost is the companies distribution revenue.

The Company (DESCO)) recognizes revenue of energy on issue of bills to the consumers for consumption of energy, demand charge, service charge, meter and transformer rent.

**1.09 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".

**1.10 Accounts Receivable:**

Accounts Receivable for energy is stated at realizable amount less provision for doubtful debts. The company provides for doubtful debts @ 0.25% 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.

**1.11 Related Party Transaction:**

The company in normal course of business carried out a number of transactions with directors/entities that fall within the definition of related party contained in International Accounting Standard (IASs) 24: related party discloser. The discloser relating to related parties have been shown in note 48.00





#### 1.12 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.

#### 1.13 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. Each and every Stakeholder under this law has got benefits accordingly.

#### 1.14 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.

#### 1.15 Borrowing Cost:

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

#### 1.16 Reporting Currencies:

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

#### 1.17 Reporting Period:

The accounting year of the company covers the period from July 01, 2022 to June 30, 2023.

#### 1.18 General:

Previous year figure has been re-arranged whenever considered necessary to ensure comparability with the current year presentation.





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>02.00</b>	<b>Property, Plant &amp; Equipment:</b>		
	<b>Cost</b>		
	Opening Balance as at July 01, 2022	58,280,917,835	50,983,527,967
	Less: Disposal During the year	(382,690)	(545,640)
		58,280,535,145	50,982,982,327
	Additions during the year (2.01)	1,346,827,247	7,297,935,508
	Closing Balance as at June 30, 2023	59,627,362,394	58,280,917,835
	<b>Depreciation</b>		
	Opening Balance as at July 01, 2022	15,256,276,938	13,590,068,483
	Less: Adjustment for disposals (Note 2.01)	(256,355)	(175,360)
		15,256,020,583	13,589,893,123
	Charged during the year	2,073,710,986	1,666,383,817
	Closing Balance as at June 30, 2023	17,329,731,568	15,256,276,940
	<b>Written Down Value (WDV)</b>	<b>42,297,630,825</b>	<b>43,024,640,895</b>
<b>02.01</b>	Details of Property, Plant & Equipment and Depreciation are shown in Annexure-A.		
<b>03.00</b>	<b>Distribution Line (Deposit Works)</b>		
	Opening Balance as at July 01, 2022	3,368,731,007	2,120,129,946
	Add: Addition during the year	616,054,184	1,521,531,277
	Less: Depreciation	98,758,516	272,930,216
	Closing Balance as at June 30, 2023	3,886,026,675	3,368,731,007
<b>03.01</b>	Details of Distribution Line (Deposit Works) are shown in Annexure-A.		
<b>04.00</b>	<b>Intangible Asset</b>		
	Opening Balance as at July 01, 2022	193,445,235	193,149,235
	Less: Adjustment	(929,348)	-
		192,515,887	193,149,235
	Additions during the year	695,000	296,000
	Closing Balance as at June 30, 2023	193,210,887	193,445,235
	<b>Amortization</b>		
	Opening Balance as at July 01, 2022	87,374,670	68,355,856
	Less: Adjustment for disposals	-	-
		87,374,670	68,355,856
	Charged during the year	17,694,071	19,018,814
	Closing Balance as at June 30, 2023	105,068,741	87,374,670
	<b>Written Down Value (WDV)</b>	<b>88,142,146</b>	<b>106,070,565</b>
<b>04.01</b>	Detatils of Intangible Assets are shown Annexure-B		
<b>05.00</b>	<b>Right of Use Assets</b>		
	Opening Balance as at July 01, 2022	21,942,619	34,741,773
	Less: Depreciation	10,425,624	12,799,154
	Closing Balance as at June 30, 2023	11,516,995	21,942,619
<b>05.01</b>	Detatils of Intangible Assets are shown Annexure-C		
<b>06.00</b>	<b>Capital Work -in- Progress:</b>	<b>2022-23</b>	<b>2021-22</b>
	Construction of Head Office Building & Others (Note 6.01)	887,911,018	605,651,924
	33/11KV OH/UG Cable Line (Note 6.02)	371,972,140	320,011,548
	132/33/11Kv UG Line Construction-Turnkey Project (Note 6.03)	2,587,129,977	2,587,129,977
	33/11 KV 24 Nos Substation Augm. by Siemens Bd. Ltd (Note 6.04)	4,631,366,279	4,631,366,279
	132/33/11Kv Dhaka Underground Substation Construction project at Gulshan (No	648,622,882	584,167,281
	132/33/11 KV Grid Augm.( Tongi) Siemens (Note 6.06)	225,373,520	221,913,667
	Software (Customer management) (Note 6.07)	5,439,001	2,039,626
	Mobile App (Smart Mgt. Reporting Solution) (Note 6.08)	966,000	966,000
	GIS Mapping APP (Note 6.09)	255,069,381	126,771,213
	Modernization of UG Distribution Network (Note 6.10)	29,830,846	16,763,971
	Master Information Center (MIC) (Note 6.11)	485,779,489	-
	<b>Total Capital Work - In - Progress</b>	<b>10,129,460,532</b>	<b>9,096,781,486</b>





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>06.01 Construction of Head Office Building &amp; Others</b>			
Opening Balance as at July 01, 2022		605,651,924	65,618,944
Addition during the year		282,259,094	557,306,326
		887,911,018	622,925,270
Transferred to Fixed asset during the year		-	17,273,346
Closing Balance as at June 30, 2023		887,911,018	605,651,924
This includes as Work In Progress (WIP) of DESCO Head Office Building (Consultancy Work) & Civil work, Central store at Mirpur area.			
<b>06.02 33/11KV OH/UG Cable Line</b>			
Opening Balance as at July 01, 2022		320,011,548	120,816,718
Addition during the year		279,977,864	288,348,184
		599,989,412	409,164,902
Transferred to Fixed asset during the year		228,017,271	89,153,354
Closing Balance as at June 30, 2023		371,972,140	320,011,548
33 kv, 11 KV overhead & under ground cable line construction works are in progress at Mirpur, Gulshan and Tongi circle respectively. The total contract price of the works is Tk.493.71million.			
<b>06.03 132/33/11Kv UG Line Construction-Turnkey Project</b>			
Opening Balance as at July 01, 2022		2,587,129,977	2,431,769,710
Addition during the year		-	155,360,267
		2,587,129,977	2,587,129,977
Transferred to Fixed asset during the year		-	-
Closing Balance as at June 30, 2023		2,587,129,977	2,587,129,977
The Company signed an agreement with LS Cable & System Ltd. for supply & installation (174 KM) 132KV UG cable line on Trunk Basis under ADB, GoB & DESCO Funding. The total contract price is USD 17.61 Million + BDT 308.26 million.			
<b>06.04 33/11 KV 24 Nos Substation Augm. by Siemens Bd. Ltd</b>			
Opening Balance as at July 01, 2022		4,631,366,279	4,225,618,790
Add: Capitalization of Fluctuation Loss		-	407,729,256
		4,631,366,279	4,633,348,046
Less: Capitilisation of Fluctuation Gain		-	1,981,767
Closing Balance as at June 30, 2023		4,631,366,279	4,631,366,279
The Company signed an agreement with Siemens Ltd. India in Consortium with Siemens Bangladesh Ltd. for Design, Supply, Installation & Commissioning of 24 no's 33/11KV Sub-stations on Turnkey Basis (17 Nos New and 07 Augmentation & Rehabilitation) under ADB, GoB & DESCO funding. The total contract price is USD 25.81 Million+ Euro 9.72 Million + BDT			
<b>06.05 132/33/11Kv Dhaka Underground Substation Construction project at Gulshan.</b>			
Opening Balance as at July 01, 2022		584,167,281	542,950,286
Addition during the year		82,742,047	41,331,995
		666,909,328	584,282,281
Transferred to Fixed asset during the year		18,286,446	115,000
Closing Balance as at June 30, 2023		648,622,882	584,167,281
The Company signed an agreement with 37 Bridge, Bangladesh for consultancy services for project management, supervision and Implementation support and with TEPCO and TEPSCO for engineering service consultant for construction of 132/33/11 KV UG Grid Substation building at Gulshan project under JICA, GoB & DESCO Funding. Contact price of TEPCO and TEPSCO are JPY 712.14 million & BDT 200.04 million (Excluding VAT & AIT)			
<b>06.06 132/33/11 KV Grid Augm.( Tongi) Siemens</b>			
Opening Balance as at July 01, 2022		221,913,667	190,626,719
Addition during the year		3,459,853	34,746,801
		225,373,520	225,373,520
Transferred to Fixed asset during the year		-	3,459,853
Closing Balance as at June 30, 2023		225,373,520	221,913,667
The Company signed an agreement with Siemens Bangladesh Ltd. for Augmentation & Rehabilitation of 132/33/11Kv Grid Sub - Stations at Tongi under DESCO Funding. The total Contract price are USD 1.62 million + Euro 1.73 million+BDT 26.71 million.			





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>06.07 Software (Customer management)</b>			
	Opening Balance as at July 01, 2022	2,039,626	2,039,626
	Addition during the year	3,399,375	-
		5,439,001	2,039,626
	Transferred to Fixed asset during the year	-	-
	Closing Balance as at June 30, 2023	5,439,001	2,039,626
The Company signed an agreement with Technovista for development of Online Customer Management System under own funding. Total Contract Price is BDT Tk. 6.79 million.			
<b>06.08 Mobile App (Smart Mgt. Reporting Solution)</b>			
	Opening Balance as at July 01, 2022	966,000	241,500
	Addition during the year	-	724,500
		966,000	966,000
	Transferred to Fixed asset during the year	-	-
	Closing Balance as at June 30, 2023	966,000	966,000
DESCO signed an agreement with REVE System for the Development & Maintenance Service of an IOS Mobile application for DESCO.			
<b>06.09 GIS Mapping APP.</b>			
	Opening Balance as at July 01, 2022	126,771,213	82,351,987
	Addition during the year	128,298,168	44,419,226
		255,069,381	126,771,213
	Transferred to Fixed asset during the year	-	-
	Closing Balance as at June 30, 2023	255,069,381	126,771,213
The Company signed an agreement with Trident Techlab Pvt. Ltd. (India) In association with BEATS Consulting services ltd.(BETS), Arc Bangladesh for design development & Installation of multi platform GIS-based application for the management of distribution network of DESCO for technical financial & managerial benefits. Work order value USD			
<b>06.10 Modernization of UG Distribution Network.</b>			
	Opening Balance as at July 01, 2022	16,763,971	-
	Addition during the year	13,066,875	16,763,971
		29,830,846	16,763,971
	Transferred to Fixed asset during the year	-	-
	Closing Balance as at June 30, 2023	29,830,846	16,763,971
The Company signed an agreement with EnergyTron Pty Ltd for consulting services for Feasibility Study for Modernization of Underground Distribution Network in DESCO Area in the sum of USD 29,68,452.58 & BDT 7,33,06,451.			
<b>06.11 Master Information Center (MIC)</b>			
	Opening Balance as at July 01, 2022	-	-
	Addition during the year	485,779,489	-
		485,779,489	-
	Transferred to Fixed asset during the year	-	-
	Closing Balance as at June 30, 2023	485,779,489	-
The Company signed an agreement with Oculin Tech BD Ltd for Upgradation of Master Information Center of DESCO on Turn Key Basis in the sum of BDT 74,83,11,592/-.			





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>07.00</b>	<b>Stores &amp; Spares :</b>		
	Stores & Spares (Note 7.01)	3,236,506,402	4,241,562,074
	<b>Total</b>	<b>3,236,506,402</b>	<b>4,241,562,074</b>
<b>07.01</b>	<b>Stores &amp; Spares</b>		
	Cable & Accessories	1,941,574,510	2,664,959,274
	Distribution Transformers	122,430,808	175,422,632
	Meter & Meter Accessories	193,089,573	276,065,985
	Pole & Pole Fittings	341,435,803	375,010,367
	Sub-Station Equipment & Spares	448,129,741	509,079,525
	Tools, Equipment & Others	184,903,280	236,843,966
	Computer, Printer, Tonner & Others	4,942,687	4,132,136
	Furniture & Fixtures	-	48,189
	<b>Total</b>	<b>3,236,506,402</b>	<b>4,241,562,074</b>
<b>07.02</b>	Stores & spares have been valued at weighted average cost method.		
<b>08.00</b>	<b>Accounts Receivable:</b>		
	Receivable from Consumers -(Note 8.01)	5,495,864,239	4,081,506,562
	Less: Provision for doubtful debts (Note 8.02)	(62,546,003)	(64,169,204)
	<b>Total Receivable from sales</b>	<b>5,433,318,236</b>	<b>4,017,337,358</b>
	Receivable from BPDB against Materials & Others (Notes 8.03)	57,462,294	57,462,286
	Receivable from DPDC against Materials & Others (Notes 8.04)	353,314,218	347,448,028
	Receivable from Govt Duty /VAT	168,462,712	83,082,580
	Receivable from WZPDCL	1,197,161	1,197,161
	Expenses recoverable from Employees	713,751	1,179,001
	Interest Receivable on FDR	235,952,360	179,667,168
	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
	Accounts Receivable - PGCB	2,368,836	2,368,836
	Accounts Receivable - Others	107,594	14,920
	<b>Total Receivable:</b>	<b>6,340,204,852</b>	<b>4,777,065,029</b>
<b>08.01</b>	<b>Receivable from consumers are categorized as follows :</b>		
	Government (Eqv. Month 2022-23: 8.71, 2021-22 : 7.71)	1,976,371,571	1,166,672,722
	Semi- Government/Autonomous (Eqv. Month 2022-23: 0.22, 2021-22 : 0.25 )	13,576,685	84,403,427
	Private (Eqv. Month 2022-23: 1.11, 2021-22 :0.95)	3,505,915,983	2,830,430,413
	Average ( Eqv. Month 2022-23: 1.46 , 2021-22: 1.51)	<b>5,495,864,239</b>	<b>4,081,506,562</b>
<b>08.02</b>	Provision of Tk. (549,58,64,239-588,03,14,077-26,48,30,370) = (64,92,80,208 )/= (16,23,201)/= has been made this year @ 0.25% of the receivables amount outstanding at the Balance Sheet date , as per company's policy.		
	a. Opening Balance	64,169,204	69,527,122
	b. Provision need to be mainted for accounts Receivable		
	This balance has been arrived as follows:		
	opening Balance	64,169,204	100%
	Add: Adjustment for current year balance (649,280,208)	0.25%	
	Total Cumilative Provision before Write off	62,546,003	64,169,204
	Provision during the year (b-a)	(1,623,201)	(5,357,918)
	<b>Provision for the Doubtful Debt at 30.06.2023</b>	<b>62,546,003</b>	<b>64,169,204</b>
<b>08.03</b>	<b>This balance has been arrived at as under: (BPDB)</b>		
	Receivable from BPDB against materials supplied	55,472,115	55,472,107
	Receivable from BPDB against advertising	1,990,179	1,990,179
		<b>57,462,294</b>	<b>57,462,286</b>
<b>08.04</b>	<b>This balance has been arrived at as under: (DPDC)</b>		
	Opening Balance Receivable from (Material) as at July 01, 2022	346,631,574	337,506,573
	Receivable during this period against (Material)	5,866,189	9,125,000
	Receivable others	816,455	816,455
	<b>Closing Balance as at June 30, 2023</b>	<b>353,314,218</b>	<b>347,448,028</b>





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>09.00 Advances &amp; Security Deposits:</b>			
<b>A) Advances:</b>			
Against Goods and Services (Note 9.01)	19,370,307	62,279,207	
Advance against Office Rent	9,968,746	13,662,459	
Advance to Rajuk against Land Purchase (Note 9.02)	470,083,015	303,367,689	
Advance to Eastern Housing Ltd (Note 9.03)	12,650,000	12,650,000	
Protested Claim For Vat Appeal in Tribunal (Note 9.04)	3,508,138	3,508,138	
Prepayment - Employees	28,973,871	25,851,428	
Advance to - BPDB	706,237,150	1,506,237,150	
Advance to - DPDC	629,000	629,000	
Advance to Bangladesh Power Management Inst.	10,174,872	10,174,872	
Advance to Advocate Mahabubur Rahman (Note 9.05)	450,000	769,000	
Advance to -Power Cell (ERP Software)	46,903,000	23,903,000	
Advance to NDE Ltd. (9.06)	166,357,000	191,841,182	
Advance to - Share Money Deposit	1,000	1,000	
Advance to - Shamsul Haque Sarkar-L.Lord-DPSESP	677,700	-	
<b>Sub-Total:</b>	<b>1,475,983,799</b>	<b>2,154,874,125</b>	
<b>B) Security Deposits:</b>			
Telephone/ Mobile	142,088	739,671	
Telephone Shilpha sangtha ltd against rent of store	5,000,000	5,000,000	
Dhaka & Gazipur City Corporation (9.07)	235,332,927	198,335,583	
Dhaka WASA	10,411	10,411	
Central Depository of Bangladesh (CDBL)	500,000	500,000	
Roads and Highway	6,800,000	6,800,000	
Security Deposit - RDA Building & KDA Building	2,746,318	2,746,318	
Security Deposit - Others	3,976,933	3,280,350	
Security Deposit - Tangail Zilla Samity	-	1,189,449	
<b>Sub-Total:</b>	<b>254,508,677</b>	<b>218,601,782</b>	
<b>Total (A+B)</b>	<b>1,730,492,476</b>	<b>2,373,475,907</b>	
<b>09.01</b>	Advance against purchase includes Tk. 8.02 million to BPDB against SPC Pole & Tk.12.16 million to JV of Trident, BETS & Arc-1091 for consultancy service.		
<b>09.02</b>	Advance against land purchase includes Tk. 210.05 million for Purbachal, 250 million for Uttara Plot, 10.03 million for Uttara Sector - 09 to Rajuk for Land purchase.		
<b>09.03</b>	This amount includes paid as advance to Eastern Housing Ltd. for land purchase at Pallabi Tk. 12.65 million.		
<b>09.04</b>	Tk. 3.5 million (which is 10% of demand notice of Commissioner LTU VAT) paid to Govt. treasury for apply in the Court of Tribunal in (VAT)		
<b>09.05</b>	Advance to Advocate Mahabubur Rahman for lawsuit in regarding recovery of electricity bill.		
<b>09.06</b>	Advance to National Development Engineers Ltd. for construction of Head Office Building.		
<b>09.07</b>	Advance to Dhaka & Gazipur City Corporation against road cutting for installation of under ground line.		
<b>10.00 Advance Income Tax:</b>			
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 FY - 2020-21	107,867,793	107,867,793	
Income Tax paid for FY - 2021-22	75,965,591	75,965,591	
Income Tax paid for FY - 2022-23 (Note 10.01)	130,797,985	-	
<b>Closing Balance</b>	<b>1,586,987,372</b>	<b>1,456,189,387</b>	
<b>10.01 Advance Income Tax paid during the year:</b>			
This arrived at as under:			
Deducted at source (on interest of FDR & STD)	127,592,295	70,249,337	
Deducted at source (on imported materials)	-	2,401,754	
Income Tax paid for FY 2022-23	3,205,690	3,314,500	
	<b>130,797,985</b>	<b>75,965,591</b>	





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
11.00	Investment in FDR		
	Fixed Deposit Receipts (FDR)	10,415,545,662	10,242,985,630
		<u>10,415,545,662</u>	<u>10,242,985,630</u>

Mentioning that, total FDR amounting Tk. 1041,55,45,662/- from which amounting Tk 250 crore lien against Secured overdraft (SOD) loan.

**11.01 Cash & Cash Equivalents:**

Imprest Cash with S&D Divisions	1,129,216	1,989,700
Cash at Banks (Note 11.02)	6,195,376,205	5,026,468,568
<b>Total:</b>	<u>6,196,505,421</u>	<u>5,028,458,268</u>

**11.02 Cash at Banks:**

Current Account (Revenue Collection) (Note 11.03)	2,675,925,443	2,575,522,157
Current Account (VAT)	323,198,757	254,314,359
STD Accounts	3,196,252,005	2,196,632,053
<b>Total:</b>	<u>6,195,376,205</u>	<u>5,026,468,568</u>

11.03 This represents collection for the last one months, by the different collecting banks, which has been transferred to the Company's central account in the next month.

**12.00 Share Capital:**

**Authorized:**

2,000,000,000 No. ordinary shares @ Tk. 10 each	<u>20,000,000,000</u>	<u>20,000,000,000</u>
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As per section 56 of the company Act, 1994 that by (a) special resolution of the company's 23rd AGM dated 09th January, 2021, the registered capital has been increased to Tk. 2000,00,00,000/- from 500,00,00,000/-. Following the event, Form-IV was submitted to Office of the Register of Joint Stock Companies and Firm on 26 January, 2021 and accepted on 27 January, 2021.

Date	No. of Shares	Particulars		
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 consideration against Mirpur area assets taken over from DESA/BPDB	1,196,194,000	1,196,194,000
09.03.2009	6,355,970	Ordinary shares @ Tk.10 each issued as	63,559,700	63,559,700
15.02.2010	26,695,070	Ordinary shares @ Tk.10 each issued as	266,950,700	266,950,700
02.03.2011	48,051,130	Ordinary shares @ Tk.10 each issued as	480,511,300	480,511,300
06.02.2012	52,055,392	Ordinary shares @ Tk.10 each issued as	520,553,920	520,553,920
29.01.2013	39,041,545	Ordinary shares @ Tk.10 each issued as	390,415,450	390,415,450
12.02.2014	44,897,775	Ordinary shares @ Tk.10 each issued as	448,977,750	448,977,750
22.03.2015	34,421,627	Ordinary shares @ Tk.10 each issued as	344,216,270	344,216,270
18.02.2016	18,931,895	Ordinary shares @ Tk.10 each issued as	189,318,950	189,318,950
<b>Total</b>	<b>397,569,804</b>	<b>share @ tk.10 each</b>	<u><b>3,975,698,040</b></u>	<u><b>3,975,698,040</b></u>

**12.01 Composition of shareholding:**

The composition of Share holding position as of June 30, 2023 is as follows:

	No. of share holders	Number of share	% of share
DPDC (GOB)	1	268,988,757	67.66%
General Public	5,820	33,657,234	8.47%
Mutual Fund/Institute	192	94,740,635	23.83%
Foreign Company	29	183,178	0.05%
<b>Total</b>	<u><b>6,042</b></u>	<u><b>397,569,804</b></u>	<u><b>100%</b></u>





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022

**12.02 Distribution Schedule:**

The distribution Schedule as at June 30, 2023 showing the number of shareholders and their shareholding in percentages is disclosed below as a requirement of the "Listing Regulation" of Dhaka stock Exchange (DSE) and Chittagong Stock Exchange (CSE).

Range of Holding in number of Shares	No of share holders	% of shareholders	Number of share	% of share capital
1 to 500	2,517	40.14%	458,798	0.12%
501 to 5,000	2,840	45.30%	5,122,630	1.29%
5,001 to 10,000	372	5.93%	2,768,489	0.70%
10,001 to 20,000	231	3.68%	3,354,964	0.84%
20,001 to 30,000	77	1.23%	1,923,999	0.48%
30,001 to 40,000	45	0.72%	1,580,937	0.40%
40,001 to 50,000	26	0.41%	1,222,957	0.31%
50,001 to 100,000	57	0.91%	4,263,984	1.07%
100,001 to 1,000,000	80	1.28%	25,793,211	6.49%
Over 1,000,000 Shares	25	0.40%	351,079,835	88.31%
	<b>6,270</b>	<b>100%</b>	<b>397,569,804</b>	<b>100%</b>

**13.00 GOB Equity**

Opening Balance as at July 01, 2022	6,076,935,130	6,073,935,130
Adjustment during the period	100,913,128	
Addition during the period	18,000,000	3,000,000
	6,195,848,258	6,076,935,130
Transferred during the Period	(95,100,130)	-
Closing Balance as at June 30, 2023	<b>6,100,748,128</b>	<b>6,076,935,130</b>

This represents 60% of loan received from the Government from time to time under Annual Development Program (ADP) as 60% is "Govt. Equity" and the balance 40% is soft loan. Issuance of preference share against Govt. Equity is under process as per govt. decision.

**14.00 Revaluation Surplus**

Opening Revaluation of Fixed Assets	6,756,778,360	6,860,905,776
Adjustment During the Year	(106,431,141)	(140,291,863)
Deferred tax on Revalued Assets	(134,380,347)	36,164,447
Closing Balance as at June 30, 2023	<b>6,515,966,872</b>	<b>6,756,778,360</b>

The entity revalued its Property, Plant & Equipment in FY-2020-21 by an independent valuation firm according to paragraph 36 of IAS-16 as per approval of the meeting of 427th Board of Director of the entity Dated 12.10.2021

**15.00 Retained Earnings**

Opening Balance as at July 01, 2022	9,413,444,094	9,028,247,913
Adjustment of application of lease accounting (IFRS 16)	106,431,141	140,291,863
Prior year adjustment	696,981	11,579,566
Net Profit/(Loss) during the year	(5,412,138,799)	630,894,555
	<b>4,108,433,418</b>	<b>9,811,013,898</b>
Cash dividend paid for the FY - 2021-22	(397,569,804)	(397,569,804)
Transfer to WPPF for the FY - 2013-14, 2014-15, 2015-16 & 2016-17	(178,632,873)	-
Closing Balance as at June 30, 2023	<b>3,532,230,741</b>	<b>9,413,444,094</b>

**16.00 Donated Equity (Deposit Works)**

Opening Balance as at July 01, 2022	3,368,731,008	2,494,270,525
Add: Amount received from consumer against line constructio	616,054,184	1,147,390,699
Less: Depreciation on Distribution Line (Deposit Works)	(98,758,516)	(272,930,216)
Closing Balance as at June 30, 2023	<b>3,886,026,676</b>	<b>3,368,731,008</b>

**17.00 Long Term Loans :**

**(A) Loan from ADB, AIIB, JICA**

ADB Loan no. 2332 (Note 17.01)	3,160,556,547	3,547,502,362
ADB Loan no. 3087 (Note 17.02)	15,686,672,028	15,084,801,888
ADB Loan no. 3522 (Note 17.03)	1,149,584,699	837,953,882
AIIB Loan no. 003 (Note 17.04)	6,138,482,387	5,452,240,990
JICA Loan No - BD P97 (Note 17.05)	355,531,647	289,584,432
Sub-Total:	<b>26,490,827,308</b>	<b>25,212,083,554</b>





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
(B)	<b>Loan from Government of Bangladesh (GOB )</b>		
	Loan no. 2332 (Note 17.06)	64,444,881	64,444,881
	Loan no 3087 (Note 17.07)	1,731,154,660	1,937,995,306
	Loan no LN 0003 (Note 17.08)	694,384,904	694,384,904
	Loan no BD - P97 (Note 17.09)	76,533,114	70,346,112
	Loan no BD - BD 3522 (Note 17.10)	51,345,749	62,000,000
	<b>Sub-Total:</b>	<b>2,617,863,309</b>	<b>2,829,171,203</b>
	<b>Total</b>	<b>29,108,690,616</b>	<b>28,041,254,757</b>

**17.01 Loan from ADB (No - 2332 BAN. Sustainable Power sector Development Project)**

	June 30, 2023		June 30, 2022	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2022	37,961,502	3,547,502,362	37,961,502	3,222,931,528
Add: Drawn/Adjustment	239	-	-	-
	37,961,741	3,547,502,362	37,961,502	3,222,931,528
Less: Transfer to current liability	8,923,184	833,871,556	-	-
	29,038,557	2,713,630,806	37,961,502	3,222,931,528
Exchange (Gain)/ loss	-	446,925,741	-	324,570,834
<b>Closing Balance as at June 30, 2023</b>	<b>29,038,557</b>	<b>3,160,556,547</b>	<b>37,961,502</b>	<b>3,547,502,362</b>

- (i) This represents dollars amount drawn to date translated at exchange rate prevailing at balance sheet date for import of materials/ equipment for Sustainable Power Sector Development Project under the Subsidiary Loan Agreement (SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the
- (ii) As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment. The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi-annual installments (i.e. May 1 and November 1 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.
- (iii) DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. May 1 and November 1, in each year).
- (iv) The term of the project under which the loan was sanctioned expired on June 30, 2013.

**17.02 Loan from ADB (No - 3087) Power System Expansion and Efficiency Improvement Investment Program**

	June 30, 2023		June 30, 2022	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2022	161,421,101	15,084,801,888	161,421,101	13,704,651,505
Add: Drawn/Adjustment	-	-	-	-
	161,421,101	15,084,801,888	161,421,101	13,704,651,505
Less: Transfer to current Liability	17,295,118	1,616,228,738	-	-
	144,125,983	13,468,573,150	161,421,101	13,704,651,505
Exchange (Gain)/ loss	-	2,218,098,878	-	1,380,150,383
<b>Closing Balance as at June 30, 2023</b>	<b>144,125,983</b>	<b>15,686,672,028</b>	<b>161,421,101</b>	<b>15,084,801,888</b>

- (i) This represents dollars amount drawn to date translated at exchange rate prevailing at balance sheet date for import of materials/ equipment for Power System Expansion and Efficiency Improvement Investment Program (tranche-2) project under Subsidiary Loan Agreement(SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the ADB and the GOB.
- (ii) As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment. The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi-annual installments (i.e. May 15 and November 15 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.
- (iii) DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. May 15 and November 15, in each year).
- (iv) The term of the project under which the loan was sanctioned has expired on June 30, 2021.





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022

**17.03 Loan from ADB (No - 3522)**

	June 30, 2023		June 30, 2022	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2022	8,966,869	837,953,882	5,971,951	507,018,664
Add: Recived	1,595,284	151,651,260	2,994,917	262,637,765
	10,562,154	989,605,142	8,966,869	769,656,429
Less: Transfer to current Liability	-	-	-	-
	10,562,154	989,605,142	8,966,869	769,656,429
Exchange (Gain)/ loss	-	159,979,557	-	68,297,453
Closing Balance as at June 30, 2023	10,562,154	1,149,584,699	8,966,869	837,953,882

- (i) This represents dollars amount drawn to date translated at exchange rate prevailing at balance sheet date for import of materials/equipment for Bangladesh Power System Enhancement & Efficiency Improvement project under Subsidiary Loan Agreement(SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the ADB and the GOB.
- (ii) As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment. The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi-annual installments (i.e. January 15 and July 15 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.
- (iii) DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. January 15 and July 15 in each year).
- (iv) The term of the project under which the loan was sanctioned will expire on June 30, 2022.

**17.04 Loan from AIIB (No - LN0003)**

	June 30, 2023		June 30, 2022	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2022	58,343,937	5,452,240,990	56,399,139	4,788,286,977
Add: Drawn	-	-	-	-
Add: Transferred form C.M (period Extd)	-	-	1,944,798	165,113,344
	58,343,937	5,452,240,990	58,343,937	4,953,400,321
Less: Transfer to current Liability	1,944,798	181,741,367	-	-
	56,399,139	5,270,499,624	58,343,937	4,953,400,321
Exchange (Gain)/ loss	-	867,982,763	-	498,840,669
Closing Balance as at June 30, 2023	56,399,139	6,138,482,387	58,343,937	5,452,240,990

- (i) This represents dollars amount drawn to date translated at exchange rate prevailing at balance sheet date for import of materials/equipment for Distribution System Upgrade & Expansion project under Subsidiary Loan Agreement(SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the AIIB and the GOB.
- (ii) As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment. The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi-annual installments (i.e. January 20 and July 20 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.
- (iii) DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. January 20 and July 20 in each year).
- (iv) The term of the project under which the loan was sanctioned will expire on June 30, 2021.

**17.05 Loan from JICA - JPY (No - BD P97)**

	June 30, 2023		June 30, 2022	
	JPY	Taka	JPY	Taka
Opening Balance as at July 01, 2022	423,245,306	289,584,432	386,513,251	296,958,130
Add: Drawn	67,379,793	51,089,014	36,732,055	26,540,484
	490,625,099	340,673,446	423,245,306	323,498,614
Less: Adjustment	(14,424,124)	(18,286,446)	-	-
	476,200,975	322,387,000	423,245,306	323,498,614
Exchange (Gain)/Loss	-	33,144,647	-	(33,914,182)
Closing Balance as at June 30, 2023	476,200,975	355,531,647	423,245,306	289,584,432

- (i) This represents JPY amount drawn to date translated at exchange rate prevailing at balance sheet date for Dhaka Underground Substation Construction project in Gulshan under Subsidiary Loan Agreement(SLA) entered into between the Company and the Govt. of Bangladesh (GOB), the primary loan agreement being between the JICA and the GOB.





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022

(ii)	As per the terms of the Agreement the principal amount of the subsidiary Loan repayable by DESCO to the Government shall be in local currency equivalent, determined at official rate of exchange rate prevailing on the date of repayment. The principal amount of the subsidiary loan is repayable in 20 years including a grace period of 5 years in 30 consecutive semi-annual installments (i.e. January 20 and July 20 in each year). The foreign exchange and interest rate risks are to be borne by DESCO during the repayment period of 20 years.		
(iii)	DESCO shall pay interest to the Government in local currency at the rate of 4% per annum. Such interest shall be calculated on the total principal amount outstanding of the subsidiary loan. The interest is payable on semi-annual basis, (i.e. January 20 and July 20 in each year).		
(iv)	The term of the project under which the loan was sanctioned will expire on December 31, 2028.		

<b>17.06</b>	<b>Loan from GOB (loan No 2332)</b>	<b>Amount in Taka</b>	
		<b>2022-2023</b>	<b>2021-2022</b>
	Opening Balance as at July 01, 2022	64,444,881	74,359,477
	Add: Drawn/Adjustment	-	-
		64,444,881	74,359,477
	Less: Transfer to current liability	-	9,914,596
	Closing Balance as at June 30, 2023	<u>64,444,881</u>	<u>64,444,881</u>

(i)	This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to enable the Company to pay the customs duty & VAT on material/ equipment imported by the company under the ADB Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The loan is repayable in 30 installments starting from 2013 after a grace period of 5 years.		
(ii)	The loan carries interest at 3% p.a, and is repayable as per Debt Service Liability (DSL) schedule provided by the		

<b>17.07</b>	<b>Loan from GOB (loan No 3087)</b>	<b>Amount in Taka</b>	
		<b>2022-23</b>	<b>2021-22</b>
	Opening Balance as at July 01, 2022	1,937,995,306	2,040,459,714
	Add: Withdrawn	-	-
		1,937,995,306	2,040,459,714
	Less: Transfer to current liability	206,840,646	-
	Less: Refund	-	102,464,407
	Closing Balance as at June 30, 2023	<u>1,731,154,660</u>	<u>1,937,995,306</u>

(i)	This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to enable the Company to pay the customs duty & VAT on material/ equipment imported by the company under the ADB Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The loan is repayable in 30 installments starting from 2021 after a grace period of 5 years.		
(ii)	The loan carries interest at 3% p.a, and is repayable as per Debt Service Liability (DSL) schedule provided by the Government.		

<b>17.08</b>	<b>Loan from GOB (LN 0003)</b>		
	Opening Balance as at July 01, 2022	694,384,904	688,295,608
	Add: Transferred form C.M (period Extd)	-	22,984,392
		694,384,904	711,280,000
	Less: Refund	-	(16,895,096)
	Closing Balance as at June 30, 2023	<u>694,384,904</u>	<u>694,384,904</u>

(i)	This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to enable the Company to pay the customs duty & VAT on material/ equipment imported by the company under the AIIB Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The loan is repayable in 30 installments starting from 2021 after a grace period of 5 years.		
(ii)	The loan carries interest at 3% p.a, and is repayable as per Debt Service Liability (DSL) schedule provided by the		

<b>17.09</b>	<b>Loan from GOB (No - BD P97)</b>		
	Opening Balance as at July 01, 2022	70,346,112	60,657,782
	Add: Withdrawn	6,187,002	9,688,330
		76,533,114	70,346,112
	Less: Transfer to current liability	-	-
	Closing Balance as at June 30, 2023	<u>76,533,114</u>	<u>70,346,112</u>

(i)	This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to pay VAT and AIT on Consultancy, Engineering Service and construction works of UGSS Project under the JICA Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The Payment Schedule will be fixed after SLA agreement signed with GOB.		
(ii)	The loan carries interest at 3% p.a, and is repayable as per Debt Service Liability (DSL) schedule provided by the Government.		





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
17.10	Loan from GOB (No - BD 3522)		
	Opening Balance as at July 01, 2022	62,000,000	60,000,000
	Add: Withdrawn	-	2,000,000
		62,000,000	62,000,000
	Less: Refund	10,654,251	-
	Closing Balance as at June 30, 2023	51,345,749	62,000,000
	This represents 40% of the amount released to the Company by the Government under Annual Development Program (ADP) to enable the Company to pay the customs duty & VAT on material/ equipment imported by the company under the ADB Loan, as well as to meet other project related expenses. The balance 60% is accounted for under "GOB Equity". The loan is repayable 30 installments with a grace period of 5 years.		
18.00	Deferred Tax liability:		
i.	Deferred tax on PPE		
	WDV of Accounting base	39,251,777,850	39,355,061,112
	WDV of Tax base:		
	2022-23		2021-22
	WDV of Tax base	21,253,926,403	21,854,715,888
i-i	Unabsorbed Depreciation	13,198,271,864	5,932,342,810
	WDV of Tax base	34,452,198,268	27,787,058,697
	Temporary Difference	4,799,579,582	11,568,002,415
	Less: Permanent difference of vehicle	13,716,000	13,716,000
		4,785,863,582	11,554,286,415
	Effective Tax Rate	20.0%	22.5%
	Deferred tax liability/(assets)	957,172,716	2,599,714,443
i-i	Unabsorbed Depreciation		
	Opening Balance	5,932,342,810	3,630,528,808
	Add: (Taxable Income) / Loss for the FY-2022-23 (Note-45.01)	7,265,929,055	2,301,814,002
	Closing Balance	13,198,271,864	5,932,342,810
ii.	Deferred tax on Bad debt		
	Provision for Bad debt	(62,546,003)	(64,169,204)
	Deferred tax liability/(asset) @ 20%	(12,509,201)	(14,438,071)
iii.	Deferred Tax on Revaluation of Assets		
	Revalued value of Land	6,900,850,177	6,900,850,177
	Revalued value of other than Land	31,029,473	137,460,614
	Tax Rate:		
	On Land	6%	4%
	On other than Land	15%	15%
	Deferred Tax Liabilities		
	For Land	414,051,011	276,034,007
	For other than Land	1,861,768	5,498,425
		415,912,779	281,532,432
	Total Deferred Tax Liability (i+ii+iii)	1,360,576,295	2,866,808,807
18.01	Deferred tax Expenses/(Income)		
	Deferred Tax other than Revalued Assets as at June 30, 2023	944,663,516	2,585,276,372
	Deferred Tax other than Revalued Assets as at June 30, 2022	2,585,276,372	2,502,679,120
	Deferred Tax for the period.	(1,640,612,856)	82,597,252
18.02	Deferred tax Expenses/(Income) on Revalued Assets		
	Deferred Tax Liabilities on Revalued Assets as at June 30, 2023	415,912,779	281,532,432
	Deferred Tax Liabilities on Revalued Assets as at June 30, 2022	281,532,432	317,696,879
	Deferred Tax for the period.	134,380,347	(36,164,447)
19.00	Due to DPDC for assets taken over		
	Area wise break-up (19.01)	2,565,543,294	3,132,150,858
	Due to DPDC for Material Supply (19.02)	125,096,823	117,746,823
	Due to DPDC for Bill Collection (19.03)	1,735,171	6,035,171
	Closing Balance as at June 30, 2023	2,692,375,288	3,255,932,852





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
19.01	Area wise break-up is as under: Gulshan Area (Comprising Gulshan, Baridhara, Uttara, Dakshinkhan) Tongi Area (Comprising Tongi East and Tongi West) Uttara & Bashundhara Grid Substation Less : Paid During this period (19.04) Total	1,655,459,492 461,333,749 1,015,357,617 (566,607,564) <u>2,565,543,294</u>	1,880,064,543 523,925,368 1,153,116,620 (424,955,673) <u>3,132,150,858</u>
19.02	Due to DPDC for Material Supply  Opening Balance as at July 01, 2022 Add: Adjustment against the Payment for DESA / DPDC Bill collection Add: Material Received Closing Balance as at June 30, 2023	  117,746,823 4,300,000 3,050,000 <u>125,096,823</u>	  117,746,823 - - <u>117,746,823</u>
19.03	Due to DPDC for Bill Collection  Opening Balance as at July 01, 2022 Less: Adjustment against the Payment for DESA / DPDC Bill collection Closing Balance as at June 30, 2023	  6,035,171 (4,300,000) <u>1,735,171</u>	  6,035,171 - <u>6,035,171</u>
19.04	An independent values were appointed to physically verify and value the assets taken over by the company from DESA in the year 2003. The values 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. An amount of Tk. 56,66,07,564 has been paid during this year.		
20.00	Consumer Security Deposits:  Opening Balance as at July 01, 2022 Received during the year  Refunded during the year Closing Balance as at June 30, 2023	  3,612,031,884 305,164,795 3,917,196,679 (78,680,846) <u>3,838,515,833</u>	  3,329,069,121 298,435,948 3,627,505,069 (15,473,185) <u>3,612,031,884</u>
21.00	Lease Liability (Operating Lease)  Opening Balance as at July 01, 2022 Addition during the year Payment during the year Closing Balance as at June 30, 2023	  21,995,742 2,671,945 (12,066,520) <u>12,601,167</u>	  32,791,304 2,415,454 (13,211,016) <u>21,995,742</u>
22.00	Other Long-Term Liabilities  Opening Balance as at July 01, 2022 Addition during the year Closing Balance as at June 30, 2023	  2,303,020 - <u>2,303,020</u>	  2,303,020 - <u>2,303,020</u>
22.01	Other Long-Term Liabilities which was shown in Liabilities for Expenses in the last FY is now shown as separate Line Item.		
23.00	Accounts Payable Bangladesh Power Development Board (BPDB)- (Note 23.01) Power Grid Company of Bangladesh (PGCB)- (Note 23.02) Rural Electrification Board (REB) - (Note 23.03) Power Grid Company of Bangladesh PGCB - ( Note 23.04)	10,932,303,969 390,758,268 379,157 612,000 <u>11,324,053,394</u>	7,959,142,877 363,304,193 379,157 612,000 <u>8,323,438,228</u>
23.01	Accounts Payable - BPDB  Opening Balance as at July 01, 2022 Energy purchased during the year  Payment made during the year Closing Balance as at June 30, 2023	  7,959,142,877 49,090,119,492 57,049,262,369 (46,116,958,400) <u>10,932,303,969</u>	  7,127,895,480 40,177,062,910 47,304,958,390 (39,345,815,513) <u>7,959,142,877</u>
23.02	Accounts Payable - PGCB  Opening Balance as at July 01, 2022 Wheeling charge during the year  Payment made during the year Closing Balance as at June 30, 2023	  363,304,193 1,955,084,410 2,318,388,603 (1,927,630,335) <u>390,758,268</u>	  325,427,206 1,832,270,469 2,157,697,675 (1,794,393,482) <u>363,304,193</u>





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
<b>23.03</b>	<b>Accounts Payable - REB (Material)</b>		
	Opening Balance as at July 01, 2022	379,157	379,157
	Addition during this year	-	-
	Closing Balance as at June 30, 2023	<u>379,157</u>	<u>379,157</u>
<b>23.04</b>	<b>Accounts Payable - PGCB (Material)</b>		
	Opening Balance as at July 01, 2022	612,000	612,000
	Addition during this year	-	-
	Closing Balance as at June 30, 2023	<u>612,000</u>	<u>612,000</u>
<b>24.00</b>	<b>Creditors for Goods/ Works :</b>		
	Equipment & Materials (Note 24.01)	5,763,314	28,825,631
	Bangladesh Telephone shilpa Sangstha	8,304,467	8,304,467
	Ideal Enterprise	2,594,822	2,594,822
	Sun Rise Enterprise	913,800	913,800
	Electromechanical Engineering Ltd.	8,504,747	7,689,177
	Siemens India Cons Siemens Bd.	33,941,635	33,941,633
	Siemens Industrial Ltd.	20,883,238	34,746,813
	Hexing Electrical Company Ltd.	7,165,644	-
	Bangladesh Smart Electrical Company Ltd.	29,752,320	-
	Bangladesh Power Equipment Manu. Com. Ltd.	130,000,000	-
	Global Brand Ltd.	6,606,992	-
	Star Tech & Engineering Ltd.	-	12,479,265
	Bangladesh Machine Tools factory	-	18,656,385
	Construction of KPE & DEDA	-	3,288,220
	Microtech	-	3,740,000
	United Trade Mart	-	9,777,926
	BBS Cables Ltd.	-	27,363,000
	Control Ware power & AutoEng.	-	1,826,872
	Dhaka Today	-	13,773,001
	Master Simex Paper Ltd.	-	1,054,873
	Meghna petroleum Limited	-	22,127,040
	Print Master Printing & Packaging	-	4,992,750
	S. S Corporation	-	14,353,200
	<b>Total</b>	<u><b>254,430,979</b></u>	<u><b>250,448,876</b></u>
<b>24.01</b>	This figure includes as payable Tk. 1.10 million to HT Power Engineering, Tk. 0.70 million to Bangladesh Cable Shilpa Ltd., Tk. 0.89 million to Invent Technology and so on.		
<b>25.00</b>	<b>Others Liabilities</b>		
	VAT Collected against Electricity Bills (Note 25.01)	430,394,531	319,509,479
	Tax Deducted from Contractors, Suppliers & Others	164,437,069	1,039,864
	VAT Deducted from Contractors, Suppliers & Others	25,486,510	19,142,576
	Retention Money ( Contractors & Suppliers)	117,278,972	150,557,074
	Unpaid Dividend (Note 25.02)	99,080,434	91,452,779
	Security Deposit & Others	59,331,304	266,252,080
	<b>Total</b>	<u><b>896,008,819</b></u>	<u><b>847,953,852</b></u>
<b>25.01</b>	VAT collected against electricity bill for the month June-2023 is Tk. 282.75 million which has been paid in July-2023.		
<b>25.02</b>	This includes as dividend payable are Tk. 0.75 million for FY (2005 - 06), Tk. 1.377 million in (2006 - 07), Tk. 1.38 million in (2007-08), Tk. 1.33 million in (2008 - 09), Tk. 1.42 million in (2009 - 10), Tk. 1.48 in (2010- 11), Tk. 3.88 in (2011-12), Tk.32.26 million(2012-13), Tk. 2.66 million in ( 2013 -14), Tk.5.57 in (2014-15) ,Tk.5.91 million (2015-16), TK. 6.54 million in (2016-17), Tk.6.54 million in (2017-18),Tk. 8.31 million in (2018-19) , Tk. 6.62 million in (2019-20) , Tk.5.30 million in (2020-21), Tk.7.73 million in (2021-22) to the owners of the different share holders respectively.		
<b>26.00</b>	<b>Liabilities for Expenses</b>		
	Audit Fees	532,276	532,276
	Payable for Contributory Provident Fund & GPF	15,095	93,112,697
	Payable for COSS, LEM, MSS , Civil Cons. & Others (Note 26.01)	291,976,638	304,953,874
	BERC Sales Charge (Note -26.02)	102,591,277	89,159,780
	Creditors to others (Note - 26.03)	22,405,530	47,406,989
	Advance Receipt against Pre-paid Meter (Unused balance of recharge)-(Note-26.04)	513,351,846	-
	Chairman - KDA	1,399,381	2,192,474
	Chairman - RDA	3,026,138	3,048,128
	HT Power Engineering & Ayon Enterprise	66,882,338	48,348,243
	Morshed Ent. & Ayon Enterprise	10,470,120	13,001,589
	Radisson Digital Technologies	2,832,186	8,988,852





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
	HH Traders, Morshed Ent & SM Ent	53,026,840	-
	Rony Ent & Munshi Engineers	41,998,019	-
	Masco International & Munshi Eng.	8,769,507	-
	Liabilities for Expenses (All Departments)	93,279,171	-
	Hifab International AB	-	6,967,855
	Hifab OY (Finland)	-	21,331,748
	Telephone Shilpa Sangstha (Vaccant Land)	-	14,534,850
	<b>Total</b>	<b>1,212,556,362</b>	<b>653,579,355</b>

**26.01** This includes Commercial Operation Support Service (COSS) Tk.45.66 million, Line & Equipment Maintenance (LEM) Tk.30.05 million, Maintenance of Substation (MSS) Tk.6.45 million, Engineering Services Ltd. Tk.42.86 million, ERA Construction Ltd. Tk.72.86 million, HH Traders Tk. 10.54 million, Saju Enterprise Tk.39.00 million, East Way Electric Co. Tk. 9.96 million, Wahid Traders Tk. 2.64 million, Sun Rise International Tk. 20.50 million & so on.

**26.02** This includes Tk 1,34,31,497 on 0.025% of Net Sales Tk.5372,59,86,575 as provision against "Annual system operating fees for FY 2022-23" payable to Bangladesh Energy Regulatory Commission (BERC) as per BERC rules.

**26.03** This includes as creditors of different parties those are Tk. 0.78 million to Al Madina Rent A Car, Tk. 1.55 million to Trust Security Services, Tk. 1.48 million to State Service Ltd, Tk. 2.90 million to Elite Construction, Tk. 2.16 million to CONVOY Service, Tk. 2.90 million to Elite Security Services Ltd. and so on.

**26.04** Advance Receipt against Pre-paid Meter includes the un-used balance of customer recharged amount on 30.06.2023.

**26.05** Other Long-Term Liabilities which was shown in Liabilities for Expenses in the last FY is now shown as separate Line Item.

**27.00 Current Maturity of Long Term Loans:**

ADB Loan No-1505 (Note-27.01)	-	3,383,278
ADB Loan No-1731 (Note-27.02)	2,126,376	-
ADB Loan No-2332 (Note-27.03)	440,214,189	14,045,782
ADB Loan No-3087 (Note-27.04)	2,320,464,231	805,369,287
AIIB Loan No-003 (Note-27.05)	211,671,807	-
GOB Loan No 2332 (Note-27.06)	-	9,914,597
GOB Loan No 3087 (Note-27.07)	232,830,932	91,390,286
<b>Total</b>	<b>3,207,307,534</b>	<b>924,103,231</b>

**27.01 ADB (Loan No. 1505)**

	June 30, 2023		June 30, 2022	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2022	36,204	3,383,278	1,090,801	92,608,968
Transferred from long term loan	-	-	-	-
	36,204	3,383,278	1,090,801	92,608,968
Less: Transfer to Loan No-1731	19,537	1,825,706	1,054,596	94,870,844
Less: Adjustment with Interest	16,667	1,557,572	-	-
	-	-	36,204	(2,261,876)
Exchange loss/(gain)	-	-	-	5,645,154
<b>Closing Balance as at June 30, 2023</b>	<b>-</b>	<b>-</b>	<b>36,204</b>	<b>3,383,278</b>

**27.02 ADB (Loan No. 1731)**

	June 30, 2023		June 30, 2022	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2022	-	-	-	-
Add: Transferred from Loan No.1505	19,537	1,825,706	-	-
	19,537	1,825,706	-	-
Less: Adjustment with Interest	-	-	-	-
	19,537	1,825,706	-	-
Exchange loss/(gain)	-	300,670	-	-
<b>Closing Balance as at June 30, 2023</b>	<b>19,537</b>	<b>2,126,376</b>	<b>-</b>	<b>-</b>

**27.03 ADB (Loan No. 2332)**

	June 30, 2023		June 30, 2022	
	US \$	Taka	US \$	Taka
Opening Balance as at July 01, 2022	150,303	14,045,782	5,061,534	429,724,213
Transferred from long term loan	8,923,184	833,871,556	-	-
	9,073,487	847,917,338	5,061,534	429,724,213
Paid during the year	(5,028,887)	(541,837,184)	(4,911,231)	(439,594,203)
	4,044,600	306,080,154	150,303	(9,869,990)
Exchange loss/(gain)	-	134,134,035	-	23,915,772
<b>Closing Balance as at June 30, 2023</b>	<b>4,044,600</b>	<b>440,214,189</b>	<b>150,303</b>	<b>14,045,782</b>



Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
27.04	ADB (Loan No. 3087)		
		June 30, 2023	June 30, 2022
		US \$	Taka
	Opening Balance as at July 01, 2022	8,618,184	805,369,287
	Transferred from long term loan	17,295,118	1,616,228,738
		25,913,302	2,421,598,025
	Paid during the year	(4,593,344)	(495,334,781)
		21,319,958	1,926,263,244
	Exchange loss/(gain)	-	394,200,987
	Closing Balance as at June 30, 2023	21,319,958	2,320,464,231
27.05	AIIB Loan N0-003	June 30, 2023	June 30, 2022
		US \$	Taka
	Opening Balance as at July 01, 2022	-	-
	Transferred from long term loan	1,944,798	181,741,367
		1,944,798	181,741,367
	Transferred to long term loan (Period Ext	-	-
		1,944,798	181,741,367
	Exchange loss/(gain)	-	29,930,440
	Closing Balance as at June 30, 2023	1,944,798	211,671,807
27.06	GOB Loan (No: 2332)		
	Opening Balance as at July 01, 2022	9,914,596	9,914,597
	Transferred from long term loan	-	9,914,596
		9,914,596	19,829,193
	Paid during the year	(9,914,596)	(9,914,596)
	Closing Balance as at June 30, 2023	-	9,914,597
27.07	GOB Loan (No: 3087)		
	Opening Balance as at July 01, 2022	91,390,286	139,390,286
	Transferred from long term loan	206,840,646	-
		298,230,932	139,390,286
	Paid during the year	(65,400,000)	(48,000,000)
	Closing Balance as at June 30, 2023	232,830,932	91,390,286
28.00	Accrued Interest on Loans		
	Interest payable on ADB Loan (28.01)	4,397,813,366	3,965,327,151
	Interest payable on 40% (Debt Portion) of GOB Loan(28.02)	429,325,244	374,659,256
	Interest payable on AIIB - LN003 (28.03)	782,003,185	578,631,740
	Interest payable on JICA Loan BD-P97 (28.04)	34,568,375	22,944,405
	Total	5,643,710,169	4,941,562,551
28.01	Interest on ADB loan		
	Opening Balance as at July 01, 2022	3,965,327,151	3,489,870,393
	Interest Accrued during the Year	923,806,490	778,427,754
		4,889,133,641	4,268,298,147
	Paid during the year	(436,985,528)	(302,970,996)
	Adjustment during the year	(54,334,747)	-
	Closing Balance as at June 30, 2023	4,397,813,366	3,965,327,151
28.02	Interest on GOB Loan		
	Opening Balance as at July 01, 2022	374,659,256	307,624,055
	Interest Accrued during the Year	91,484,443	90,789,675
		466,143,699	398,413,730
	Paid during the year	(29,682,036)	(23,754,474)
	Adjustment during the year	(7,136,419)	-
	Closing Balance as at June 30, 2023	429,325,244	374,659,256
28.03	Interest on AIIB LN - 003		
	Opening Balance as at July 01, 2022	578,631,740	373,890,555
	Interest Accrued during the Year	251,076,758	204,741,185
		829,708,498	578,631,740
	Adjustment during the year	(47,705,313)	-
	Closing Balance as at June 30, 2023	782,003,185	578,631,740





Notes	Particulars	Amount in Taka	
		June 30, 2023	June 30, 2022
28.04	Interest on JICA Loan - BD-P97		
	Opening Balance as at July 01, 2022	22,944,405	12,071,639
	Interest Accrued during the Year	12,797,391	10,872,766
		35,741,796	22,944,405
	Paid/ adjustment during the year	(1,173,421)	-
	Closing Balance as at June 30, 2023	34,568,375	22,944,405
29.00	Workers Profit Participation Fund (WPPF)		
	Opening Balance as at July 01, 2022	55,730,801	177,158,664
	Provision for FY 2013-14	44,121,231	
	Provision for FY 2014-15	94,783,771	
	Provision for FY 2015-16	28,599,265	
	Provision for FY 2016-17	11,128,606	38,014,936
		234,363,674	215,173,600
	Paid/ Adjustment for the FY-2013-14 & 2021-22	(73,922,551)	(159,442,799)
	Closing Balance as at June 30, 2023	160,441,123	55,730,801
29.01	As per Labor Law-2006 (Amendment 2013), WPPF is calculated at 5% on Earnings Before Tax (EBT) .		
30.00	Short-Term Loan (Bank)		
	Secured Over Draft (SODs) from Rupali Bank (Note: 30.01 )	1,500,000,000	-
	Term Loan from Eastern Bank Ltd. (Note: 30.02 )	119,542,421	-
	Closing Balance as at June 30, 2023	1,619,542,421	-
30.01	Secured Over Draft (SODs) from Rupali Bank		
	Opening Balance as at July 01, 2022	-	-
	Addition during this year	2,000,000,000	-
		2,000,000,000	-
	Paid during this year	(500,000,000)	-
	Closing Balance as at June 30, 2023	1,500,000,000	-
30.02	Term Loan from Eastern Bank Ltd.		
	Opening Balance as at July 01, 2022	-	-
	Addition during this year	121,520,000	-
		121,520,000	-
	Paid during this year	(1,977,579)	-
	Closing Balance as at June 30, 2023	119,542,421	-
31.00	Provision for Income Tax:		
	Opening Balance as at July 01, 2022	349,172,280	302,365,363
	Add: Provided during the year (Note-45.01)	226,063,600	46,806,917
	Less: Provision adjust with advance income tax	-	-
	Closing Balance as at June 30, 2023	575,235,880	349,172,280
31.01	Details of Provision for Income Tax :		
	For FY 2021-22	349,172,280	302,365,363
	For FY 2022-23	226,063,600	46,806,917
		575,235,880	349,172,280





Notes	Particulars			Amount in Taka	
				July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022
32.00	<b>Energy Sales: Taka</b>	<b>Tariff</b>	<b>%</b>	<b>2022-23</b>	<b>2021-22</b>
	Domestic	A	39.31%	21,118,111,985	18,364,621,187
	Agricultural Pump	B	0.00%	220,403	322,019
	Small Industries	C1	1.46%	784,957,626	799,644,804
	Construction	C2	1.70%	912,028,104	829,853,319
	Charitable Institutions	D1	1.05%	564,185,682	493,460,411
	Street Light, Pump etc.	D2	0.22%	119,934,491	137,199,191
	Battery Charging Station	D3	0.72%	385,267,018	225,294,317
	Commercial & Office	E	12.12%	6,513,615,062	5,831,881,456
	Domestic	MF3	0.82%	440,768,429	457,222,844
	Domestic	MT1	4.21%	2,262,626,466	1,961,504,138
	Commercial & Office	MT2	17.88%	9,605,289,572	8,455,849,456
	Industry	MT3	11.54%	6,198,098,790	5,964,531,381
	Construction	MT4	0.21%	110,468,347	106,507,994
	General	MT5	5.86%	3,148,503,190	2,877,240,379
	Temporary	MT6	0.20%	107,613,140	79,780,120
	General	HT1	0.04%	23,731,536	27,370,870
	Commercial & Office	HT2	2.31%	1,241,832,872	578,206,424
	Temporary	LT-T	0.04%	20,766,573	27,329,540
	Temporary	EHT1	0.31%	167,967,289	-
	<b>Total</b>		<b>100%</b>	<b>53,725,986,575</b>	<b>47,217,819,853</b>
32.01	<b>Energy Sales -Unit</b>	<b>Tariff</b>	<b>%</b>	<b>Unit (Mkwh)</b>	<b>Unit (Mkwh)</b>
	Domestic	A	48%	3,009.55	2,791.55
	Agricultural Pump	B	0%	0.05	0.07
	Small Industries	C1	1%	86.14	93.18
	Construction	C2	1%	65.23	62.96
	Charitable Institutions	D1	1%	85.11	79.35
	Street Light, Pump etc.	D2	0%	13.64	16.99
	Battery Charging Station	D3	1%	47.17	32.59
	Commercial & Office	E	9%	569.74	545.67
	Domestic	MF3	1%	60.46	71.72
	Domestic (Medium Tention -1 )	MT1	4%	228.71	211.43
	Commercial & Office	MT2	15%	937.42	884.02
	Industry	MT3	11%	659.32	677.67
	Construction	MT4	0%	7.97	8.27
	General	MT5	5%	339.78	332.32
	Temporary	MT6	0%	6.25	4.81
	Temporary	HT1	0%	2.54	3.06
	Commercial & Office	HT2	2%	129.86	62.74
	Temporary	LT-T	0%	1.14	1.61
	Temporary	EHT1	0%	18.55	-
	<b>Total</b>		<b>100%</b>	<b>6,268.61</b>	<b>5,880.03</b>
33.00	<b>Energy Purchase:</b>				
				<b>2022-23</b>	<b>2021-22</b>
				<b>Unit (Mkwh)</b>	<b>Taka</b>
				<b>6649.24</b>	<b>51,045,203,902</b>
				<b>6261.38</b>	<b>42,009,333,384</b>
33.01	Electricity is purchased solely from Bangladesh Power Development Board (BPDB) at the rate of Tk 8.2480 at 33 KV & 8.1335 at 132 KV/ kwh which has been effective from 1st February, 2023. The company also pays wheeling charge to Power Grid Co. Ltd (PGCB) at Tk 0.2944 at 33 KV & 0.2886 at 132 per Kwh KV, these tariff rate effective from 1st				
34.00	<b>Miscellaneous Operating Income:</b>				
	Received from Consumer (Note 34.01)			851,574,567	841,045,909
	Late Payment Charge (Note 34.02)			264,830,370	258,384,188
	<b>Total</b>			<b>1,116,404,937</b>	<b>1,099,430,097</b>
34.01	This represents received from consumer for issue of materials (at cost price) and meter rent etc.				
34.02	Late payment charge (LPC) includes saperately with time binding in consumer electricity bill. The consumers who do not pay bill in time are charged LPC. LPC is being shown as other operating revenue but initially it is inclusive of				
35.00	<b>Others Revenue (Deposit Works):</b>				
	Miscellaneous Received from Depository Work (Note 35.01)			414,381,848	642,646,098
	<b>Total</b>			<b>414,381,848</b>	<b>642,646,098</b>





Notes	Particulars	Amount in Taka	
		July 01, 2022	July 01, 2021
		to June 30, 2023	to June 30, 2022
<b>35.01</b>	These amount received from consumer against load revservation and issue of materials (at cost price) for line construction at different places of DESCO's jurisdiction as per customer's demand and request.		
<b>36.00</b>	<b>Direct Operating Expenses</b>		
	Commercial Operation Support Services	264,035,383	241,530,628
	Schedule & Preventive Maintenance (Less Rent of Walkie Talkie)	444,205,294	359,654,845
	Special Action Team & Collection Drive	2,365,974	1,083,400
	Consultancy Fees for Distibution Network	814,640	925,118
	Revenue Stamp Charge against Consumer Bill	35,890,981	35,724,726
	System Operating Fee BERC	13,969,675	11,804,455
	Maintenance of Distribution of Line & Equipment	91,384,880	82,657,755
	Repair & Maintenance of Transformer	59,583,122	35,418,890
	R&M of Grid Sub-Station/Switching-Station	59,796,521	118,923,746
	Meter & Service Cable Issue	253,638,700	87,779,056
	System Automation & Customer Management	10,911,467	-
	Communication Expenses - Prepaid Meter	67,041,751	41,269,010
	Utility Expenses-Operating	76,780,093	60,734,680
	Rent (Operating Purpose)	180,000	1,080,000
		<b>1,380,598,481</b>	<b>1,078,586,307</b>
<b>37.00</b>	<b>Depreciation:</b>		
	Depreciation (Operating Assets)	1,993,453,190	1,590,207,595
	Depreciation (Non-Operating Assets)	108,377,491	107,994,190
	<b>Total</b>	<b>2,101,830,681</b>	<b>1,698,201,785</b>
<b>38.00</b>	<b>Administrative Expenses:</b>		
	Advertisement & Notices	9,241,297	8,140,629
	Annual General Meeting (AGM)	1,757,637	2,328,709
	Annual Picnic	1,313,313	-
	Audit Fees	429,445	468,250
	Office Maintenance	14,423,175	2,936,357
	Bank Charges	9,522,073	8,707,417
	Newspaper & Periodicals	739,740	485,183
	Cleaning Expenses	17,777,098	12,934,490
	Inspection, Survey & Consultancy Fees	314,400	1,359,524
	Director's Fees	3,153,332	3,945,000
	Electricity, Gas & Water	11,453,138	6,474,613
	Entertainment	7,675,669	7,848,757
	Fuel for Vehicles	30,064,628	23,599,794
	Honorarium to Various Committee Members	7,069,546	8,015,237
	Legal & Professional Fees	2,467,800	2,522,980
	Office Rent	53,436,838	55,300,138
	Printing & Stationery	22,754,933	21,410,294
	Rates & Taxes	10,088,228	3,892,650
	Recruitment Expenses	7,433,428	6,894,232
	Repair & Maintenance of Non-Operating Assets (including Head Office Buildin	41,640,298	30,325,933
	Repair & Servicing of Vehicle	9,788,011	10,481,924
	Office Security	70,595,193	70,221,811
	Listing Fee & Annual Charges	7,358,319	9,778,616
	Postage, Telephone & Internet	25,052,783	20,964,848
	Conveyance	3,571,717	2,002,167
	Staff Training	17,350,679	28,066,944
	Other Expenses & Contingencies	3,137,713	-
	Corporate Social Expenses	16,859,077	12,518,613
	Office Shifting	113,250	667,780
	Transport (Hired)	47,096,536	40,093,867
	Different Day Celebration & Activities	7,284,721	9,650,367
	Insurance of Vehicles	-	1,528,655
	BERC License Fee	-	2,300,000
	<b>Total Administrative Expenses:</b>	<b>460,964,015</b>	<b>415,865,779</b>





Notes	Particulars	Amount in Taka	
		July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022

**38.01** Directors are entitled to a remuneration Tk. 12,000/- which is net of VAT and AIT effect from 01.03.2020 for attending each Board meeting.

**39.00 Employee Expenses:**

Salary & Allowances	1,830,469,859	1,754,234,211
Festival Bonus	179,481,846	245,916,233
Incentive Bonus	79,396,932	120,478,503
Company's Contribution to Provident Fund	103,431,058	99,153,727
Company's Contribution to Gratuity Fund	168,727,181	188,058,692
Group Insurance Premium	12,302,641	12,009,168
Electricity / Telephone Expense Reimbursed (Note - 39.02)	31,521,797	29,054,630
Medical Expense Reimbursed ( Note - 39.02)	117,703,647	110,700,514
Encashment of Earned Leave	87,908,832	84,377,845
Uniform	383,357	2,079,860
Retainer Media Facilitator Fee	340,000	-
<b>Total</b>	<b>2,611,667,150</b>	<b>2,646,063,383</b>

**39.01 Remuneration of Directors and Executives:**

	Amount in Taka		Amount in Taka	
	2022-23		2021-22	
	Directors	Executives	Directors	Executives
Salary and Bonus	10,192,077	647,679,133	10,336,979	654,176,084
House Rent	4,437,428	327,609,066	4,531,601	333,849,797
Provident Fund	873,570	55,125,610	906,139	56,001,414
<b>Total</b>	<b>15,503,075</b>	<b>1,030,413,809</b>	<b>15,774,719</b>	<b>1,044,027,295</b>

**39.02** Employee Electricity & Telephone bills and Medical expense are reimbursed on actual basis to employees, subject to c

**40.00 Interest Income:**

Interest earned on FDR	684,928,827	606,995,699
Interest earned on STD	93,470,964	88,383,501
<b>Total</b>	<b>778,399,791</b>	<b>695,379,200</b>

**41.00 Miscellaneous Income:**

Sale of Tender Documents	936,375	896,500
Sale of Obsolete Store Materials and Others Received	224,634,749	154,314,441
<b>Total</b>	<b>225,571,124</b>	<b>155,210,941</b>

**42.00 Finance Cost:**

Interest Expense against ADB loan	875,974,616	778,427,754
Interest Expense against GOB loan	84,348,027	90,789,675
Interest Expense against AIB	203,371,445	204,741,185
Interest Expense against - JICA Loan - BD - P97	11,623,970	10,872,766
Interest Expense against - SOD	27,305,107	-
Finance Cost (Lease Property)	1,470,419	-
<b>Total</b>	<b>(1,204,093,584)</b>	<b>(1,084,831,380)</b>

**43.00 Exchange Fluctuation Gain / (Loss):**

For Current Portion of Long Term Loan	(591,710,779)	(12,435,254)
For Long Term Loan	(3,692,986,939)	(72,213,173)
<b>Total</b>	<b>(4,284,697,718)</b>	<b>(84,648,427)</b>

Exchange fluctuation Loss of Tk.428,46,97,718/- has arisen out of translation of foreign currency loan (in dollar) into taka at Financial Position date at the rate of Tk 108.74/\$1 (2021-22: Tk 93.95/\$1) and Tk.1.00/JPY 0.7466 (2022-23) Tk.1.00/JPY 0.6842).

**44.00 Calculation of Workers profit participation fund (WPPF)**  
Net Profit Before Tax & WPPF  
Transferred to Workers Profit Participation Fund (WPPF)

(6,826,688,055)	798,313,661
-	<b>38,014,936</b>





Notes	Particulars	Amount in Taka	
		July 01, 2022 to June 30, 2023	July 01, 2021 to June 30, 2022

**45.00 Income Tax :**

Current Tax Provision (45.01)	226,063,600	46,806,917
Deferred Tax Provision (18.01)	(1,640,612,856)	82,597,252
<b>Tax Expenses</b>	<b>(1,414,549,256)</b>	<b>129,404,169</b>

**45.01 The details of current tax calculation are given below:**

Profit before tax as per income statement		(6,826,688,055)	760,298,725
Add: Tax effect of expenses that are not deductible for tax purposes		2,124,742,226	1,560,120,220
Less: Tax effect of expenses that are deductible for tax purposes		(2,563,983,226)	(4,622,232,947)
		(7,265,929,055)	(2,301,814,002)
Current Tax (at 20.0%)		20.0%	22.5%
<b>A Current tax expenses</b>		<b>-</b>	<b>-</b>
<b>B</b> 0.60% of Total Received from Distribution Revenue and Other Operating Revenue during this	4,211,569,458	0.60%	25,269,417
20% of Total Non-Operating Income	1,003,970,915	20.00%	200,794,183
<b>Tax on Total Receipt &amp; Non-Operating Income</b>		<b>226,063,600</b>	<b>-</b>
<b>C Advance Tax paid during this period</b>		<b>130,797,985</b>	<b>5,716,254</b>
Minimum Tax whichever is higher among A,B,C		226,063,600	46,806,911
<b>Tax expenses</b>		<b>226,063,600</b>	<b>46,806,917</b>

**45.02** Bangladesh Energy Regulatory Commission (BERC) and Power Division regulate the tariff price of electricity which consists of energy bill and distribution revenue components. DESCO is only given net **Distribution Revenue** as a power distribution licensee. DESCO collects the energy bill and distribution revenue from the customer in the form of electricity tariff. Therefore, in calculating the minimum tax, the distribution revenue is considered as receipt and the minimum tax is calculated accordingly.

**46.00 Earning Per Share (EPS)**

**46.01** Earning Per Share shown as below:

Earning attributable to ordinary Shareholders (Tk)	(5,412,138,799)	630,894,556
Weighted number of shares outstanding	397,569,804	397,569,804
<b>Basic Earning Per Share</b>	<b>(13.61)</b>	<b>1.59</b>

EPS has decreased significantly due to Foreign Exchange Fluctuation Loss and sharp fall in distribution revenue due to the disproportional increase in bulk and retail tariff (electricity price) and hu. In the audited financial year, bulk tariff increased by 28.08% while retail tariff increased by 15.76%.

**46.02 Diluted Earning per share**

No diluted earning per share is required to be calculated for the year as there was no potentially dilutive ordinary shares during the year.

**47.00 Subsequent Events-Disclosures Under IAS 10 "Events After The Balance Sheet Date"**

**47.01** Subsequent to the reporting date, June 30, 2023, the Board of Directors in their meeting held on 15-10-2023 recommended 10% cash dividend for the ordinary shareholders except sponsor shareholders for the year ended June 30, 2023. The dividend proposal is subject to shareholders' approval at the forthcoming 27th AGM.

**47.02** Except the fact stated above, no circumstances have arisen since the Financial Position date which would require adjustment to, or disclosure in, the financial statements or notes thereto.





**48.00 Related Party Transactions:**

**48.01** DESCO Purchased / Received energy and materials from the following related parties in the normal course of business:

Name of Party	Nature of Relation	Nature of Transaction	Amount in Taka	
			June 30, 2023	June 30, 2022
DPDC	67.63%	Consumer Bill Collection	1,735,171	6,035,171
<b>Total</b>			<b>1,735,171</b>	<b>6,035,171</b>

**48.02** DESCO has following outstanding balances with the related parties:

Name of Party	Amount in Taka		Amount in Taka	
	June 30, 2023		June 30, 2022	
	Receivable	Payable	Receivable	Payable
BPDB	57,462,286	7,959,142,882	57,462,286	7,959,142,882
DPDC	347,448,028	123,781,994	347,448,028	123,781,994
<b>Total</b>	<b>404,910,314</b>	<b>8,082,924,876</b>	<b>404,910,314</b>	<b>8,082,924,876</b>

**48.03 Key Management Personnel:**

	Amount in Taka	
	June 30, 2023	June 30, 2022
Director's Fees	3,153,332	3,945,000
Managing Director Salary	3,144,022	3,640,355
Director's Salary	8,146,326	6,663,942
Chief Engineer and General Manager Salary	23,383,796	28,661,855

Along with the mentioned cash benefit all the Key Management Personnel avail car facility as non cash benefit.

**49.00 Un Paid Dividend (including tax)**

FY 2005-2006	392,304	392,304
FY 2006-2007	728,273	728,273
FY 2007-2008	674,124	674,124
FY 2008-2009	208,665	208,665
FY 2009-2010	1,997,085	1,997,085
FY 2010-2011	1,488,941	1,488,941
FY 2011-2012	447,101	447,101
FY 2012-2013	2,986,565	2,986,565
FY 2013-2014	466,156	466,156
FY 2014-2015	741,178	741,178
FY 2015-2016	833,745	833,745
FY 2016-2017	1,463,350	1,463,350
FY 2017-2018	1,465,626	1,465,626
FY 2018-2019	2,218,254	2,218,254
FY 2019-2020	1,550,942	1,550,942
FY 2020-2021	150,942	150,942
FY 2021-2022	742,665	-

**50.00 Contingent Liabilities:**

**50.01** As the value of assets taken over from DESA in the Gulshan and Tongi areas have been shown at estimated value, the Company may have to incurred additional cost after finalization of the value of the assets.

**50.02** The VAT department issued a show cause notice for VAT evasion of BDT 3.50 crore for the financial year 2012-13. DESCO authorities submitted evidence against the said notice including participation in the hearing but still no final decision has been made by NBR.

**51.00 Credit Facility Availed:**

**51.01** No credit facility existed under any contract as on June 30, 2023 other than trade credit available in the ordinary course of business.





**52.00 Capital Commitment:**

The Company has entered into various contracts for construction works, sub-stations, land development, installation, renovation dismantling O/H and U/G cables, etc. amounting to Tk 10,000 million, works of which will be started in the next financial year.

**53.00 Employees' Salary:**

- a) Employment throughout the year in receipt of remuneration aggregating Tk 36,000 or more per annum.
- b) Employment for a part of the year and in receipt of remuneration aggregating Tk 3,000 or less per month.

Amount in Taka	
2022-23	2021-22
No. of employees	No. of employees
1,931	1,855
Nil	Nil
<b>1,931</b>	<b>1,855</b>

**54.00 Net Asset Value Per Share (NAV):**

Share holders equity	20,124,643,780	26,222,855,624
No. of Share outstanding	397,569,804	397,569,804
Net Asset Value Per Share (NAV)	<b>50.62</b>	<b>65.96</b>

**55.00 Net Operating Cash Flows Per Share (NOCFPS)**

Net cash generated from operating activities	3,466,060,915	5,202,558,089
No. of Share outstanding	397,569,804	397,569,804
Net Operating Cash Flows Per Share	<b>8.72</b>	<b>13.09</b>

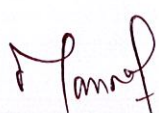
The operating cash flow decreased by Tk 4.37 per share in the FY 2022-23 due to decrease in Distribution Revenue and higher payment to suppliers.

**56.00 Reconciliation of Net Income With Cash Flows from Operating Activities:****Profit before income tax & WPPF**

Depreciation charged	(6,826,688,055)	798,313,661
Exchange Fluctuation Gain/ (Loss)	2,101,830,681	1,698,201,785
Provision for bad debt	4,284,697,718	84,648,427
Investment in FDR	(1,623,201)	5,357,918
(Increase)/Decrease in Account Receivables	(172,560,032)	649,384,957
(Increase)/Decrease in Advances, Deposits and Pre-payments	(1,415,980,877)	(342,062,253)
Tax Collection/Paid/Deducted at source	642,983,431	582,218,683
Increase/(Decrease) in Accounts Payable	119,383,983	(75,965,591)
Store Consumption and Non cash expenses for Operating and Non Exepenses	3,000,615,167	869,124,388
Creditors for Goods/Works	441,077,419	-
Creditors for Expenses	3,982,103	(57,829,904)
Interest Expenses	558,977,007	233,060,107
	729,365,572	758,105,910


**Cash Generated from Operations****Net cash generated from operating activities**


Amount in Taka	
2022-23	2021-22
(6,826,688,055)	798,313,661
2,101,830,681	1,698,201,785
4,284,697,718	84,648,427
(1,623,201)	5,357,918
(172,560,032)	649,384,957
(1,415,980,877)	(342,062,253)
642,983,431	582,218,683
119,383,983	(75,965,591)
3,000,615,167	869,124,388
441,077,419	-
3,982,103	(57,829,904)
558,977,007	233,060,107
729,365,572	758,105,910
<b>3,466,060,915</b>	<b>5,202,558,089</b>
<b>3,466,060,915</b>	<b>5,202,558,089</b>

  
Company Secretary

  
Executive Director (F&A)

  
Director

  
Managing Director

  
Chairman





## 57.00 Financial risk management (IFRS 7)

### 57.01 Introduction

The Company's activities expose it to a variety of financial risks: credit risk, market risk (including interest rate risk and foreign currency risk), and liquidity risk. The Company's risk management focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance. The Company uses derivative financial instruments to economically hedge certain risk exposures.

Financial risk management is carried out by a central treasury department (Company Treasury) under policies approved by the Board of Directors (Treasury Policy). Company Treasury identifies, evaluates, and hedges financial risks in close co-operation with the Company's operating units. The 'Treasury Policy' provides principles for specific areas, such as credit risk, interest rate risk, foreign currency risk, use of derivative financial instruments, and investment of excess liquidity.

This note presents information about the Company's exposure to each of the risks arising from financial instruments and the Company's objectives, policies, and processes for measuring and managing risk. Further quantitative disclosures are included throughout these consolidated financial statements.

### 57.02 Carrying amounts of financial instruments by category

The following table shows the carrying amounts of financial instruments by category at the end of June:

#### Maturity analysis

Particulars	Current	>30 days	>90 days	>1 year	Total
<b>Loans and receivables:</b>					
Cash and cash equivalents	6,196,505,421	-	-	-	6,196,505,421
Accounts Receivable	-	5,495,864,239	-	-	5,495,864,239

<b>Balance at June 30, 2023</b>	<b>6,196,505,421</b>	<b>5,495,864,239</b>	<b>-</b>	<b>-</b>	<b>11,692,369,660</b>
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<b>Financial liabilities measured at amortized cost:</b>					
Bank Loan	1,619,542,421	-	-	-	-
Sundry Creditors	-	-	-	-	-

<b>Balance at June 30, 2023</b>	<b>1,619,542,421</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
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### 57.03 Credit risks:

Credit risk is the risk of financial loss to the Company if a customer or counterparty to financial instruments fails to meet its contractual obligations, and arises principally from cash and cash equivalents, time deposits, and trade accounts receivable.

The credit risk with Accounts Receivable (see note 06) is limited, as the Company has numerous clients located in various geographical regions. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. For risk control, the customers are companied as follows (risk companies): governmental organizations, listed public limited companies, and other customers. Credit limits are established for each customer, whereby the credit limit represents the maximum open amount without requiring payments in advance or letters of credit; these limits are reviewed regularly (credit check).

The maximum exposure to credit risk is represented by the carrying amount of each financial asset, including derivative financial instruments, in the Statement of Financial Position. There are no commitments that could increase this exposure to more than the carrying amounts.





#### 57.04 Market risks

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates, and other prices will affect the Company's result or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimizing the return on risk.

The market risk with exchange fluctuation gain/(loss) (see note 39) is limited, as this occurred only from foreign loan.

#### 57.05 Interest rate risk

At the reporting date, the Company had the following interest-bearing financial instruments: cash and cash equivalents, time deposits, rent deposits, and bank liabilities. All cash and cash equivalents mature or reprise in the short-term, no longer than three months.

Borrowings mainly bear interest at fixed rates. Cash and cash equivalents and borrowings issued at variable rates expose the Company to cash flow interest rate risk.

The Company does not account for any fixed-rate borrowings at fair value through profit or loss. Therefore a change in interest rates at the reporting date would not affect profit or loss.

The Company Treasury manages the interest rate risk to reduce the volatility of the financial result as a consequence of interest rate movements. For the decision whether new borrowings shall be arranged at a variable or fixed interest rate, the Company Treasury focuses on an internal long-term benchmark interest rate and considers the amount of cash and cash equivalents held at a variable interest rate. Currently, the interest rate exposure is not hedged.

#### 57.06 Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. Company Treasury manages the Company's liquidity to ensure sufficient liquidity to meet all liabilities when due, under both normal and stressed conditions, without facing unacceptable losses or risking damage to the Company's reputation.

Excess liquidity can be invested in instruments such as time deposits, government, and corporate bonds, shares of publicly listed companies, and capital protected instruments.

The following are the contractual maturities of financial liabilities, including interest payments:

BDT	Carrying amount	Contractual cash flows	Between 1 and 90 days	Between 91 and 360 days	Between 1 and 2 years	Over 2 years
<b>Non-derivative financial liabilities</b>						
Bank Loan	29,108,690,616	-	-	-	8,732,607,185	20,376,083,431
Sundry Creditors	11,324,053,394	-	11,324,053,394	-	-	-
Balance at June 30, 2023	40,432,744,011	-	11,324,053,394	-	8,732,607,185	20,376,083,431





# Dhaka Electric Supply Company Ltd.(DESCO)

## Schedule of Property, Plant & Equipment

As on June 30, 2023

### Cost

Annexure-A

SL No.	Category of Assets	Cost				Rate	Depreciation				Written down value as on 30-06-23
		Balance as on 01-07-22	Addition during the Year	Adjustment	Total as on 30-06-23		Balance as on 01-07-22	Charged during the year	Adjustment	Total as on 30-06-23	
1	Land	2,773,081,918	5,406,285	-	2,778,488,203	-	-	-	-	-	2,778,488,203
2	Building	1,118,082,262	36,378,676	-	1,154,460,938	2%	223,701,830	53,514,110	-	277,215,940	877,244,998
3	Distribution Equipment	23,641,449,663	539,429,234	-	24,180,878,897	3%-15%	5,562,538,677	1,257,867,568	-	6,820,406,245	17,360,472,652
5	Supervisory Digital System	1,252,892,355	160,450,974	-	1,413,343,329	6.67%	-	39,993,535	-	39,993,535	1,373,349,794
4	Distribution Line	21,360,068,312	545,393,330	-	21,905,461,642	3.33%	8,560,253,908	543,805,547	-	9,104,059,455	12,801,402,187
6	Motor Vehicles	437,335,298	9,746,520	-	447,081,818	10%	362,947,640	20,895,230	-	383,842,870	63,238,948
7	Furniture & Fixture	79,131,890	9,114,630	-	88,246,520	10%	57,712,047	7,172,791	-	64,884,838	23,361,682
8	Office Equipment	440,273,484	40,907,599	(382,690)	480,798,393	10%-15%	348,830,973	44,031,063	(256,355)	392,605,681	88,192,712
	<b>Sub-Total</b>	<b>51,102,315,182</b>	<b>1,346,827,247</b>	<b>(382,690)</b>	<b>52,448,759,739</b>		<b>15,115,985,075</b>	<b>1,967,279,844</b>	<b>(256,355)</b>	<b>17,083,008,564</b>	<b>35,365,751,175</b>
9	Distribution Line (Depository Work)	3,368,731,007	616,054,184	-	3,984,785,191		-	98,758,516	-	-	3,886,026,675
	<b>Total</b>	<b>54,471,046,189</b>	<b>1,962,881,431</b>	<b>(382,690)</b>	<b>56,433,544,930</b>	<b>-</b>	<b>15,115,985,075</b>	<b>2,066,038,360</b>	<b>(256,355)</b>	<b>17,083,008,564</b>	<b>39,251,777,850</b>

### Revaluation

16,241,675,175

SL No.	Category of Assets	Cost				Rate	Depreciation				Written down value as on 30-06-23
		Balance as on 01-07-22	Addition during the Year	Adjustment	Total as on 30-06-23		Balance as on 01-07-22	Charged during the year	Adjustment	Total as on 30-06-23	
1	Land	6,900,850,177		-	6,900,850,177	-	-	-	-	-	6,900,850,177
2	Building	1,067,097,248		-	1,067,097,248	2%	26,677,431	21,341,945	-	48,019,376	1,019,077,872
3	Distribution Equipment	2,564,349,490		-	2,564,349,490	3%	102,573,980	76,930,485	-	179,504,464	2,384,845,026
4	Distribution Line	(3,426,330,537)		-	(3,426,330,537)	0%	-	-	-	-	(3,426,330,537)
5	Motor Vehicles	57,634,817		-	57,634,817	10%	8,645,224	5,763,482	-	14,408,706	43,226,112
6	Furniture & Fixture	23,952,299		-	23,952,299	10%	2,395,228	2,395,230	-	4,790,458	19,161,841
7	Office Equipment	(8,950,839)		-	(8,950,839)	10%-15%	-	-	-	-	(8,950,839)
	<b>Sub Total</b>	<b>7,178,602,654</b>	<b>-</b>	<b>-</b>	<b>7,178,602,654</b>		<b>140,291,863</b>	<b>106,431,141</b>	<b>-</b>	<b>246,723,004</b>	<b>6,931,879,650</b>

<b>Grand Total</b>	<b>61,649,648,843</b>	<b>1,962,881,432</b>	<b>(382,690)</b>	<b>63,612,147,585</b>	<b>-</b>	<b>15,256,276,938</b>	<b>2,172,469,502</b>	<b>(256,355)</b>	<b>17,329,731,569</b>	<b>46,183,657,500</b>
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Depreciation-(Operating Assets)

1,993,453,190

Depreciation -Non Operating Assets (M. Vehicles+ Furniture+ O. Equipment+Intangible Assets+Right to use Assets)

108,377,491

2,101,830,681





# **Dhaka Electric Supply Company Ltd.(DESCO)**

## **Schedule of Intangible Assets**

As at June 30, 2023

SL No.	Category of Assets	Cost				Rate	Amortization				Annexure-B
		Balance as on 01-07-22	Addition during the Year	Adjustment	Total as on 30-06-23		Balance as on 01-07-22	Charged during the year	Adjustment	Total as on 30-06-23	Written down value as on 30-06-23
1	Software & Software Development	193,445,235	695,000	(929,348)	193,210,887	15%	87,374,670	17,694,071	-	105,068,741	88,142,146
<b>Total</b>		<b>193,445,235</b>	<b>695,000</b>	<b>(929,348)</b>	<b>193,210,887</b>		<b>87,374,670</b>	<b>17,694,071</b>	<b>-</b>	<b>105,068,741</b>	<b>88,142,146</b>

# **Dhaka Electric Supply Company Ltd.(DESCO)**

## **Schedule of Intangible Assets**

As at June 30, 2022

SL No.	Category of Assets	Cost				Rate	Amortization				Annexure-B
		Balance as on 01-07-21	Addition during the Year	Adjustment	Total as on 30-06-22		Balance as on 01-07-21	Charged during the year	Adjustment	Total as on 30-06-22	Written down value as on 30-06-22
1	Software & Software Development	193,149,235	296,000	-	193,445,235	15%	68,355,856	19,018,814	-	87,374,670	106,070,565
<b>Total</b>		<b>193,149,235</b>	<b>296,000</b>	<b>-</b>	<b>193,445,235</b>		<b>68,355,856</b>	<b>19,018,814</b>	<b>-</b>	<b>87,374,670</b>	<b>106,070,565</b>





### Dhaka Electric Supply Company Ltd.(DESCO)

#### Schedule of Right of Use Assets

As at June 30, 2023

SL No.	Category of Assets	Cost				Rate	Amortization			Annexure- C	
		Balance as on 01-07-22	Addition during the Year	Adjustment	Total as on 30-06-23		Balance as on 01-07-22	Charged during the year	Adjustment	Total as on 30-06-23	Written down value as on 30-06-23
1	Right of Use Assets	21,942,619	-	-	21,942,619	3%-10%	-	10,425,624	-	10,425,624	11,516,995

### Dhaka Electric Supply Company Ltd.(DESCO)

#### Schedule of Right to Use Assets

As at June 30, 2022

SL No.	Category of Assets	Cost				Rate	Amortization			Annexure- C	
		Balance as on 01-07-21	Addition during the Year	Adjustment	Total as on 30-06-22		Balance as on 01-07-21	Charged during the year	Adjustment	Total as on 30-06-22	Written down value as on 30-06-22
1	Right Use Assets	34,741,773	-	-	34,741,773	3%-10%	-	12,799,154	-	12,799,154	21,942,619

