

## DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)

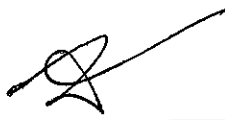
### Statement of Financial Position (Un Audited)

As on September 30, 2020

Particulars	Notes	Amount in Taka	
		Sep 30, 2020	June 30, 2020
<b>Assets</b>			
<b>Non Current Assets</b>		<b>41,720,211,066</b>	<b>40,585,729,350</b>
Property, Plant & Equipment	02.00	22,970,966,090	22,150,701,332
Intangible Assets	03.00	133,506,351	93,234,096
Capital Work in Progress	04.00	18,615,738,625	18,341,793,922
<b>Current Assets</b>		<b>28,861,831,289</b>	<b>30,117,446,368</b>
Stores and Spares	05.00	5,866,756,341	7,087,670,344
Accounts Receivable	06.00	6,557,047,500	6,067,376,813
Advances & Security Deposits	07.00	687,286,589	717,287,891
Advance Income Tax	08.00	1,281,450,626	1,272,356,002
Investment in FDR	09.00	9,000,679,785	9,400,285,454
Cash and Cash Equivalents	09.01	5,468,610,448	5,572,469,864
<b>Total Assets</b>		<b>70,582,042,355</b>	<b>70,703,175,717</b>
<b>Shareholder's equity and liabilities</b>			
<b>Capital &amp; Reserves</b>		<b>18,694,700,183</b>	<b>18,589,300,583</b>
Share Capital	10.00	3,975,698,040	3,975,698,040
GOB Equity	11.00	5,926,920,000	5,926,920,000
Retained Earnings	12.00	8,792,082,143	8,686,682,543
<b>Long Term Liabilities</b>		<b>34,407,321,208</b>	<b>33,913,532,799</b>
Long Term Loans (ADB ,GOB ,AIB & JICA)	13.00	24,747,210,398	24,332,690,791
Deferred Tax Liability	14.00	2,614,821,159	2,587,027,672
Due to DESA / DPDC (for assets taken over)	15.00	3,840,410,313	3,840,410,313
Consumer Security Deposits	16.00	3,176,555,409	3,125,080,093
Lease Liability (Operating Lease)	17.00	28,323,929	28,323,929
<b>Current Liabilities</b>		<b>17,480,020,965</b>	<b>18,200,342,333</b>
Accounts Payable	18.00	7,314,398,916	6,383,646,601
Creditors for Goods/Works	19.00	524,232,900	937,618,707
Creditors for Other Finance	20.00	3,803,927,429	3,837,288,426
Creditors for Expenses	21.00	480,409,972	903,503,600
Current Maturity of Long Term Loans	22.00	531,854,027	531,940,185
Accrued Interest on Loans	23.00	3,622,004,434	3,382,932,601
Workers Profit Participation fund (WPPF)	24.00	149,570,131	142,306,595
Provision for Income Tax	25.00	260,110,605	260,110,605
Loan under secured Over Draft	26.00	793,512,552	1,820,995,013
<b>Total Equity &amp; Liabilities</b>		<b>70,582,042,355</b>	<b>70,703,175,717</b>
<b>Net Assets Value Per share (NAV)</b>	<b>46.00</b>	<b>47.02</b>	<b>46.76</b>



Company Secretary



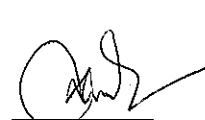
Executive Director (F&A)



Director



Managing Director

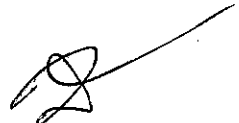



Chairman

**DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)**  
**Statement of Profit or Loss and Other Comprehensive Income (Un - Audited)**  
For the 1st quarter ended Sept 30, 2020

Particulars	Notes	Amount in Taka	
		July 01, 2020 to Sept 30, 2020	July 01, 2019 to Sept 30, 2019
<b>Distribution Revenue</b>		<b>1,444,536,037</b>	<b>1,803,421,168</b>
Energy Sales (Net of VAT)	27.00	12,196,239,087	12,765,439,514
Less: Energy Purchase (including wheeling charge)	28.00	10,751,703,050	10,962,018,346
Other Operating Revenue	29.00	148,503,294	141,999,911
<b>Total Operating Revenue</b>		<b>1,593,039,331</b>	<b>1,945,421,079</b>
<b>Less: Cost of Energy Sales</b>		<b>510,892,969</b>	<b>551,581,943</b>
Direct Operating Expenses	30.00	187,437,994	195,903,007
Depreciation (Direct)	31.00	323,454,975	355,678,936
<b>Gross Profit</b>		<b>1,082,146,362</b>	<b>1,393,839,136</b>
<b>Less: Operating Expenses</b>		<b>667,278,872</b>	<b>526,711,990</b>
Administrative Expenses	32.00	101,679,596	76,609,051
Employee Expenses	33.00	540,113,079	428,197,232
Bad Debts Expenses	06.02	1,732,742	1,481,430
Depreciation (Indirect)	31.00	23,753,455	20,424,277
<b>Add :Other Operating Income:</b>		<b>4,535,856</b>	<b>8,604,631</b>
Interest Income	34.00	3,338,615	4,669,554
Miscellaneous Income	35.00	1,197,241	3,935,077
<b>Total Operating Profit / (Loss)</b>		<b>419,403,347</b>	<b>875,731,776</b>
<b>Add: Non-operating Income/(Expense)</b>		<b>(266,869,104)</b>	<b>(233,747,340)</b>
Finance Cost	36.00	(266,904,714)	(232,534,651)
Exchange Fluctuation Gain / (Loss)	37.00	35,610	(1,212,689)
<b>Net Profit Before contribution to WPPF</b>		<b>152,534,243</b>	<b>641,984,436</b>
Less: Contribution to WPPF	38.00	7,263,535	-
<b>Net Profit Before Tax</b>		<b>145,270,707</b>	<b>641,984,436</b>
<b>Income Tax</b>		<b>(39,871,108)</b>	<b>(190,105,318)</b>
Current Tax Expenses	39.00	(12,077,622)	(168,374,816)
Deferred Tax Expenses	14.02	(27,793,486)	(21,730,502)
<b>Net Profit after Tax</b>		<b>105,399,600</b>	<b>451,879,119</b>
<b>Basic Earnings per Share</b>	45.00	<b>0.27</b>	<b>1.14</b>

  
Company Secretary

  
Executive Director (F&A)

  
Director


  
Managing Director

  
Chairman

**Dhaka Electric Supply Company Limited (DESCO)**  
**Statement of Cash Flows (Un-Audited)**  
**For the 1st Quarter ended 30 September, 2020**


Particulars	1st July to 30 Sep' 2020	Note	1st July to 30 Sep' 2019
	Taka		Taka
<b>A. Cash Flow from operating Activities:</b>			<b>Restated</b>
Received from Energy Sales	11,469,299,718		11,844,545,417
Collection of Govt. Duty, VAT & Tax	758,924,167		745,551,480
Received from Other Operating & Non Operating Activities	149,700,535		251,889,102
Received against Financial Income	3,338,615		295,960,363
Payment for Energy Purchase	(9,392,544,158)		(10,989,972,810)
Payment for Employee Expenses	(548,117,190)		(410,775,856)
Payment for Operating & Administrative Expenses	(206,914,674)		(220,311,625)
Income Tax Paid	(9,094,623)		(33,910,396)
Investment / Encashment in FDR	399,605,669		-
Payment for Govt. Duty, Vat & Tax	(750,207,569)		(710,389,710)
<b>Net cash inflow from operating activities:</b>	<b>1,873,990,489</b>		<b>772,585,965</b>
<b>B. Cash Flow from Investing Activities:</b>			
Acquisition of Property & Plant	(69,690,101)		(216,129,718)
Acquisition of Stores & Equipment	(712,099,462)		(1,192,152,386)
<b>Net cash used in investing activities:</b>	<b>(781,789,563)</b>		<b>(1,408,282,104)</b>
<b>C. Cash Flow from Financing Activities:</b>			
Loan Paid / Received including SOD loan	(193,676,657)		683,062,289
Dividend tax paid	(129,346,370)		-
Consumer Security Deposits received	51,475,316		52,253,644
<b>Net cash inflow from financing activities:</b>	<b>(271,547,711)</b>		<b>735,315,933</b>
<b>D. Cash &amp; Cash equivalents increase /(decrease) during the year</b>	<b>820,653,215</b>		<b>99,619,794</b>
<b>E. Cash &amp; Cash equivalents at the beginning of the year</b>	<b>4,647,957,233</b>		<b>4,548,337,439</b>
<b>F. Cash &amp; Cash equivalents at the ending of the year</b>	<b>5,468,610,448</b>		<b>4,647,957,233</b>
 <b>Net operating cash flow per share (Note - 47.00)</b>	 <b>4.71</b>		 <b>1.94</b>

  
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 Company Secretary

  
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 Executive Director (F&A)

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Managing Director

  
 \_\_\_\_\_  
 Chairman

**DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)**  
**Statement of Changes in Equity (Un-Audited)**  
For the 1st quarter ended September-30, 2020

Particulars	Share Capital	GOB Equity	Retained Earnings	Total
Balance as on July 01, 2020	3,975,698,040	5,926,920,000	8,686,682,543	18,589,300,583
Net profit during this period	-	-	105,399,600	105,399,600
Balance as on September 30, 2020	3,975,698,040	5,926,920,000	8,792,082,143	18,694,700,183

Balance as on July 01, 2019	3,975,698,040	5,694,120,000	8,736,132,715	18,405,950,755
Net profit during this period	-	-	451,879,119	451,879,119
Balance as on September 30, 2019	3,975,698,040	5,694,120,000	9,188,011,834	18,857,829,874



Company Secretary



Executive Director (F&A)



Director



Managing Director



Chairman

Notes	Particulars	Amount in Taka	
		30 Sep, 2020	June 30, 2020
<b>02.00</b>	<b>Property, Plant &amp; Equipment:</b>		
	<b>Cost</b>		
	Opening Balance	34,190,567,110	31,683,764,282
	Less: Disposal of Office equipment	(155,200)	(617,990)
		34,190,411,910	31,683,146,292
	Additions during the year (2.01)	1,162,324,417	2,507,420,819
	<b>Closing Balance</b>	<b>35,352,736,326</b>	<b>34,190,567,110</b>
	<b>Depreciation</b>		
	Opening Balance	12,039,865,777	10,769,233,319
	Less: Adjustment for disposals (Note 2.02)	(126,220)	(349,294)
		12,039,739,557	10,768,884,025
	Charged for the year and including prior year adjustment. (Note 2.02)	342,030,679	1,270,996,752
	<b>Closing Balance</b>	<b>12,381,770,236</b>	<b>12,039,880,777</b>
	<b>Written Down Value (WDV)</b>	<b>22,970,966,090</b>	<b>22,150,686,332</b>
<b>02.01</b>	Detail of property , plant & equipment and depreciation are shown in Annexure - A		
<b>03.00</b>	<b>Intangible Asset</b>		
	Software & Software development	143,251,368	140,092,856
	Less: Disposal of office equipment	-	-
		143,251,368	140,092,856
	Add: Addition during the year (Note 2.02)	45,450,006	3,158,512
		188,701,374	143,251,368
	<b>Amortization</b>		
	Opening Balance as at July,01 - 2019	50,017,272	29,543,158
	Less: Adjustment for Disposal (Note 02.01)	-	-
		50,017,272	29,543,158
	Charge for the year and including prior year adjustment	5,177,751	20,474,114
	Closing Balance as at June,30 2020	<b>55,195,023</b>	50,017,272
	<b>Written Down Value (WDV)</b>	<b>133,506,351</b>	<b>93,234,096</b>
<b>04.00</b>	<b>Capital Work -in- Progress:</b>		
	Construction of Workshop Building & Others	184,068,359	184,374,010
	33/11KV OH/UG Cable Line	78,122,810	78,122,810
	132/33/11Kv Grid Sub- Station - Turnkey Project	5,500,456,143	5,543,410,581
	132/33/11Kv UG Line Construction-Turnkey Project	1,970,517,677	1,941,045,911
	33/11 KV 24 Nos Substation Augm. by Siemens Bd. Ltd	3,876,120,068	3,737,595,455
	132/33/11 KV Grid Augm.( Bashundhara & Uttara)Hyosung	2,078,928,387	2,013,472,776
	33 KV O/H Line converted to 33 KV UG cable	4,028,573,780	4,028,573,780
	New SCADA System (Initial cost)	156,565,805	147,380,688
	132/33/11Kv U/G Grid Sub- Station - Turnkey Project	328,507,585	313,243,075
	132/33/11 KV Grid Augm.( Tongi) Siemens	339,208,506	339,208,507
	Software (Customer management)	1,019,813	339,938
	Smart Card Based (Prepaid Meter)	60,323,925	1,700,625
	GIS Mapping APP	13,325,767	13,325,767
	<b>Total Capital Work - In - Progress</b>	<b>18,615,738,625</b>	<b>18,341,793,922</b>







**05.00 Stores & Spares :**

Stores & Spares	5,864,740,985	7,085,654,988
Stores in Transit	2,015,356	2,015,356
<b>Total</b>	<b>5,866,756,341</b>	<b>7,087,670,344</b>

**05.01 Cost of Stores & Spares**

Cable & Accessories	3,456,299,648	3,798,693,079
Pole & Pole fittings	370,512,978	358,962,780
Distribution transformers	151,766,953	170,656,764
Meter & Meter accessories	1,108,754,412	2,000,856,893
Sub-station equipment & spares	625,692,501	616,428,446
Tools, equipment & others	143,925,960	133,308,567
Furniture & Fixtures	941,593	751,288
Computer, Printer, Tonner & Others	6,846,940	5,997,171
<b>Total:</b>	<b>5,864,740,985</b>	<b>7,085,654,988</b>

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

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

**06.00 Accounts Receivable:**

Receivable from consumers	6,113,809,515	5,386,870,145
Less: Provision for doubtful debts	(108,676,404)	(106,943,662)
<b>Total Receivable from sales</b>	<b>6,005,133,111</b>	<b>5,279,926,483</b>
Receivable from BPDB against Materials & Others	57,462,286	57,462,286
Receivable from DPDC against Materials & Others	310,759,705	308,814,859
Receivable from Govt Duty /VAT	(126,224,202)	80,353,171
Receivable from WZPDCL	1,197,161	1,197,161
Expenses recoverable from Employees	660,050	4,106,528
Interest Receivable on FDR	219,018,955	248,208,634
Receivable from United Trade Int.	17,222,383	17,222,383
Accounts Receivablr - SREDA	806,825	806,825
Accounts Receivable - Licensing Board	806,825	806,825
Accounts Receivable-Income Tax for the FY-2013-14	70,204,401	68,471,658
<b>Total Receivable:</b>	<b>6,557,047,500</b>	<b>6,067,376,813</b>

**06.01 Receivable from consumers are categorized as follows :**

Government (Eqv. Month Sep-20: 7.12 2019-20: 6.39)	3,006,237,828	3,038,137,708
Semi- Government/Autonomous ( Eqv. Month Sep-20: 0.79 2019-20: 3.22)	333,557,287	1,530,955,152
Private (Eqv. Month Sep - 20: 6.57 2019-20: 1.72,)	2,774,014,400	817,777,286
<b>Average ( Eqv. Month Sep. -20: 2.2 2019-20: 1.99)</b>	<b>6,113,809,515</b>	<b>5,386,870,146</b>

06.02 Provision of Tk. (611,38,09,514.72,- 419,62,07,702.89 )=191,76,01,812/= 95,88,009/= has been made this year @

This balance has been arrived at as under:

Opening Balance	99,088,395	100.0%	99,088,395	99,088,395
Add: Adjustment	1,917,601,812	0.50%	9,588,009	7,855,267
Total Cumulative Provision			108,676,404	106,943,662
Opening Balance			106,943,662	102,662,834
Provision during the year			<u>1,732,742</u>	<u>4,280,828</u>

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

Receivable from BPDB against materials supplied	55,472,107	55,472,107
Receivable from BPDB against advertising	1,990,179	1,990,179
	<u>57,462,286</u>	<u>57,462,286</u>

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

Opening Balance Receivable from (Material)	308,814,859	59,453,867
Receivable during this period against (Material)	1,944,846	248,544,537
Receivable others	-	816,455
Closing Balance	<u>310,759,705</u>	<u>308,814,859</u>

07.00 Advances & Security Deposits:

A) Advances:

Against goods and services (Note 7.01)	55,823,106	100,033,698
Advance against Office rent	12,980,202	10,922,526
Advance to Rajuk against Land purchase (Note 7.02)	303,367,689	303,367,689
Advance to Eastern Housing Ltd (Note 7.03)	12,650,000	12,650,000
Protested Claim (For Vat Appeal in Tribunal)	3,508,138	3,508,138
Deferred/Prepaid Exp & Others	58,996,703	58,996,703
Prepayment - Employees	35,718,750	28,812,080
Advance to - BPDB	6,237,150	6,237,150
Advance to - DPDC	629,000	629,000
Advance to Bangladesh Power Management Inst.	10,174,872	5,272,872
Advance to Advocate Mahabubur Rahman & Jannat Sultana)	1,249,400	930,400
Advance to -Power Cell (ERP Software)	23,903,000	23,903,000
Advance to - Others	165,430	165,430
<b>Sub-Total:</b>	<u>525,403,440</u>	<u>555,428,686</u>

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**B) Security Deposits:**

Telephone/ Mobile	737,671	731,671
Telephone Shilpa sangstha ltd against rent of store	5,000,000	5,000,000
Dhaka & Gazipur City Corporation (against road cutting)	140,802,815	143,586,266
Dhaka WASA	10,411	10,411
Central Depository of Bangladesh (CDBL)	500,000	500,000
Bangladesh Railway, Roads and Highway	7,100,000	7,100,000
Security Deposit - RDA Building & KDA Building	3,256,658	3,256,658
Security Deposit - Others	3,286,145	484,750
Security Deposit - Tangail Zela Samity	1,189,449	1,189,449
<b>Sub-Total:</b>	<b>161,883,149</b>	<b>161,859,205</b>
<b>Total (A+B)</b>	<b>687,286,589</b>	<b>717,287,891</b>

**07.01** Advance includes Tk. 8.1 million to BPDB against SPC Pole purchase, Tk. 4.85 million to progati industries ltd. foe car purchase & Tk.1.25 million paid to Telephone Shilpa Sangstha Ltd against purchase of Pre-paid Meter and Tk. 29.61 million paid to JV of Trident Ch. BETS & Arc - 1091

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

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

**08.00 Advance Income Tax:**

Income Tax paid for FY - 2015-16	242,891,810	242,891,810
Income Tax paid for FY - 2016-17	150,259,982	150,259,982
Income Tax paid for FY - 2017-18	267,938,960	267,938,960
Income Tax paid for FY - 2018-19	440,681,109	440,681,109
Income Tax paid for FY - 2019-20	170,584,141	170,584,141
Income Tax paid for the period (Sept 30, 2020)	9,094,624	-
<b>Closing Balance</b>	<b>1,281,450,626</b>	<b>1,272,356,002</b>

**08.01 Advance Income Tax paid during the year:**

This arrived at as under:

Deducted at source (on interest of FDR & STD)	3,252,829	101,140,495
Deducted at source (on imported materials)	5,336,794	68,102,117
Advance tax paid for up to Sept.30, 2020	505,000	1,341,529
<b>Total</b>	<b>9,094,624</b>	<b>170,584,141</b>



**09.00 Investment in FDR**

Fixed Deposit Receipts (FDR)	9,000,679,785	9,400,285,454
	<u>9,000,679,785</u>	<u>9,400,285,454</u>

Fixed Deposit Receipts include Tk.25.00 million (2017-2018) in ICB Islamic Bank Ltd. (former Oriental Bank Ltd.) which is subject to phase wise withdrawal restriction imposed by Bangladesh Bank under the reconstruction scheme. No amount has been realized during the year. As per Bangladesh Bank reconstruction scheme balance amount will be realized by 2020.

Mentioning that the total FDR amounting Tk. 9000,679,785 from which Tk. 3648,168,118 of FDR lien against Short term overdraft (SOD) loan.

**09.01 Cash & Cash Equivalents:**

Imprest cash with S&D divisions	2,113,405	2,030,698
Cash at banks (Note 09.02)	5,466,497,043	5,570,439,166
Total:	<u>5,468,610,448</u>	<u>5,572,469,864</u>

**09.02 Cash at Banks:**

Current Account (Revenue Collection) (Note 9.03)	3,169,844,162	3,654,253,713
Current Account (VAT)	344,608,349	341,388,359
STD Accounts	1,952,044,531	1,574,797,092
Total:	<u>5,466,497,043</u>	<u>5,570,439,166</u>

**09.03** 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.

**10.00 Share Capital:****Authorized:**

500,000,000 No. ordinary shares @ Tk. 10 each	<u>5,000,000,000</u>	<u>5,000,000,000</u>
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**Issued, subscribed and paid up:**

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@	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
Total	<b>397,569,804</b>	<b>share @ tk.10 each</b>	<u>3,975,698,040</u>	<u>3,975,698,040</u>

10.01 Composition of shareholding:

The composition of Share holding position as of June 30, 2020 is as follows:

	No. of share holders	Number of share	% of share
Sponsors (GOB)	2	268,866,788	67.63%
General Public	5,443	36,621,790	9.21%
Mutual Fund/Institute	276	91,823,935	23.10%
Foreign Company	40	257,291	0.06%
<b>Total</b>	<b>5,718</b>	<b>397,569,804</b>	<b>100%</b>

11.00 GOB Equity

Opening Balance	5,926,920,000	5,694,120,000
Addition during the period	-	232,800,000
<b>Closing Balance</b>	<b>5,926,920,000</b>	<b>5,926,920,000</b>

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

12.00 Retained Earnings

Opening Balance	8,686,682,543	8,708,313,659
Prior year's adjustment	-	(194,200)
Net Profit/(Loss) during this period	105,399,600	455,646,848
	8,792,082,143	9,163,766,307
Cash dividend paid for the	-	(477,083,765)
<b>Closing Balance</b>	<b>8,792,082,143</b>	<b>8,686,682,543</b>

13.00 Long Term Loans :

(A) Loan from Asian Development Bank (ADB)

Loan no. 1505	92,539,156	92,554,450
Loan no. 2332	3,649,902,267	3,650,504,628
Loan no. 3087	13,500,737,264	13,093,104,627
Loan no. 3522	136,372,684	131,012,671
Loan from AIIB LN 003	4,157,339,768	4,156,232,017
Loan from JICA (No - BD P97)	212,267,490	208,488,325
<b>Sub-Total:</b>	<b>21,749,158,630</b>	<b>21,331,896,718</b>

(B) Loan from Government of Bangladesh (GOB )

Loan no. 2332	84,274,073	84,274,073
Loan no 3087	2,179,200,000	2,179,200,000
Loan no LN 0003	709,320,000	709,320,000
Loan no (BD - P97)	25,257,695	28,000,000
<b>Sub-Total:</b>	<b>2,998,051,768</b>	<b>3,000,794,073</b>

*[Handwritten signatures and initials]*

<b>Total</b>	<b>24,747,210,398</b>	<b>24,332,690,791</b>
<b>14.00 Deferred Tax Liability:</b>		
Opening Balance as at July 01, 2020	2,587,027,672	2,356,998,912
Deferred Tax expenses during the year	27,793,486	230,028,760
Closing Balance as at June,30 2020	<u>2,614,821,159</u>	<u>2,587,027,672</u>
<b>Deferred Tax provision has been arrived at as under</b>		
<b>i. Deferred tax on PPE</b>		
WDV of Accounting base	23,104,472,442	22,243,935,429
WDV of Tax base (10,154,736,356+last year B/F 2,368,059,048)	12,522,795,404	11,775,165,077
<b>Temporary Difference</b>	<b>10,581,677,038</b>	<b>10,468,770,352</b>
Less: Permanent difference of vehicle	13,716,000	13,716,000
	<u>10,567,961,038</u>	<u>10,455,054,352</u>
Effective Tax Rate	25%	25%
Deferred tax liability/(assets)	<u>2,641,990,260</u>	<u>2,613,763,588</u>
<b>ii. Deferred tax on Bad debt</b>		
Provision for Bad debt	(108,676,404)	(106,943,662)
Deferred tax liability/(asset) @ 25%	<u>(27,169,101)</u>	<u>(26,735,916)</u>
<b>Total Deferred tax Provision required</b>	<b>2,614,821,159</b>	<b>2,587,027,672</b>
Already provided up to last year	2,587,027,672	2,356,998,912
Deferred tax Provision during the year	<u>27,793,486</u>	<u>230,028,760</u>
<b>15.00 Due to DPDC for assets taken over:</b>	<b>3,840,410,313</b>	<b>3,840,410,313</b>
<b>15.01 Area wise break-up is as under:</b>		
Gulshan Area (comprising Gulshan, Baridhara, Uttara, Dakshinkhan)	2,029,801,244	2,029,801,244
Tongi Area (comprising Tongi East and Tongi West)	565,653,114	565,653,114
Uttara & Bashundhara Grid Substation	1,244,955,955	1,244,955,955
<b>Total</b>	<b>3,840,410,313</b>	<b>3,840,410,313</b>
<b>15.02</b> An independent valuers were appointed to physically verify and value the assets taken over by the company from DESA in the year 2003. The valuers submitted its report on September 2010. The board finalized the value in its meeting held on May 05, 2019. Based on the finalized valuation report, value of Land decreased by Tk. 105,378,060, Building increased by Tk. 72,110,175, Distribution Equipment decreased by Tk. 425,364,528 and Distribution Line increased by Tk. 259,371,187 which has been adjusted during the year.		
<b>15.03</b> The terms and conditions of repayment to DESA / DPDC against the assets taken over have not yet been		
<b>16.00 Consumer Security Deposits:</b>		
<b>Opening Balance</b>	<b>3,125,080,093</b>	<b>2,951,441,875</b>
Received during the year	57,494,122	198,265,276
	<u>3,182,574,215</u>	<u>3,149,707,151</u>
Refunded during the year	(6,018,806)	(24,627,058)
<b>Closing Balance</b>	<b>3,176,555,409</b>	<b>3,125,080,093</b>

**17.00 Lease Liability (operating lease)****Opening Balance as at July 01, 2019**

Opening Balance as at July 01, 2019	-	-
Addition during the year	33,480,312	33,480,312
Finance Cost during the year	2,025,590	2,025,590
Payment during the year	(7,181,973)	(7,181,973)
<b>Refunded during the year</b>	<b>28,323,929</b>	<b>28,323,929</b>

**18.00 Accounts Payable**

Bangladesh Power Development Board (BPDB)	6,871,685,391	5,981,641,914
Power Grid Company of Bangladesh (PGCB)	313,822,411	273,217,884
Dhaka Electric Supply Authority (DESA/DPDC)	127,899,956	127,795,645
Rural Electrification Board (REB)	379,157	379,157
Power Grid Company of Bangladesh PGCB	612,000	612,000
	<b>7,314,398,916</b>	<b>6,383,646,601</b>

**18.01 Accounts Payable - BPDB**

Opening Balance	5,981,641,914	6,889,161,414
Energy purchased during the year	10,282,587,635	33,560,533,276
	16,264,229,549	40,449,694,690
Payment made during the year	(9,392,544,158)	(34,468,052,776)
Closing Balance	<b>6,871,685,391</b>	<b>5,981,641,914</b>

**18.02 Accounts Payable - PGCB**

Opening Balance	273,217,884	317,293,264
Wheeling charge during the year	469,115,415	1,539,828,307
	742,333,299	1,857,121,571
Payment made during the year	(428,510,888)	(1,583,903,687)
Closing Balance	<b>313,822,411</b>	<b>273,217,884</b>

**18.03 Accounts Payable - DESA/ DPDC**

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

**18.04 Accounts Payable - REB (Material)**

Opening Balance	379,157	379,157
Addition during this year	-	-
Closing Balance	<b>379,157</b>	<b>379,157</b>

**18.05 Accounts Payable - PGCB (Material)**

Opening Balance	612,000	612,000
Addition during this year	-	-
Closing Balance	<b>612,000</b>	<b>612,000</b>







**19.00 Creditors for Goods/ Works :**

Equipment & materials	291,104,368	38,417,848
Bangladesh Telephone shilpa Sangstha	93,825,346	530,291,433
Construction of KPE & DEDA	22,304,437	3,288,220
Engineering Services Ltd.	3,768,800	3,768,800
Ideal Enterprise	2,594,822	2,594,822
Microtech	504,300	25,215,001
Control Ware power & AutoEng.	22,304,437	17,091,310
Sun Rise Enterprise	13,485,756	13,485,756
Imported Material through ADB Loan	-	293,853,209
Master Simex Paper Ltd.	-	120,100
KEI Ind (DESCO Fund)	-	9,492,210
SME Enterprise	8,485,000	-
SMH Enterprise	8,485,500	-
Bangladesh Machine Tools Factory	28,354,280	-
BBS Cables Ltd	29,015,853	-
<b>Total</b>	<b>524,232,900</b>	<b>937,618,707</b>

**20.00 Creditor for other finance**

VAT collected against Electricity Bills	439,532,485	433,664,718
Tax deducted from Contractors, Suppliers & Others	13,882,181	13,617,432
VAT deducted from Contractors, Suppliers & Others	14,456,681	11,872,610
Retention money ( Contractors & Suppliers)	337,454,410	250,285,625
Receipts against Deposit Works	2,577,756,222	2,577,756,222
Unpaid dividend (Note 20.02)	396,410,514	525,756,884
Others	24,434,936	24,334,936
<b>Total</b>	<b>3,803,927,429</b>	<b>3,837,288,426</b>

**21.00 Creditors for Expenses:**

Audit Fees	414,776	414,776
Creditor for Contributory Providend Fund & GF	7,371,766	17,219,285
Creditors for COSS, LEM, MSS , Civil Cons. & Others	173,782,896	166,404,017
BERC Sales Charge	78,703,207	78,703,207
Employees Welfare Fund	230,275	800
Guard Force Services & Human Resources	1,438,378	1,389,877
JV of DEDA & SSL	20,526,333	20,526,333
The Eastway Electric Co. & Associates	2,643,789	2,643,789
Liability to REB for Tongi Grid Substation Upgradation Project	152,471,105	152,471,105
Chairman - KDA	5,925,172	16,294,223
Chairman - RDA	3,254,616	9,232,465
Creditors to others	33,647,658	438,203,724
<b>Total</b>	<b>480,409,972</b>	<b>903,503,600</b>

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

ADB Loan No-1505	92,539,155	522,025,588
ADB Loan No- 2332	429,400,275	-
GOB Loan No 2332	9,914,597	9,914,596
<b>Total</b>	<b>531,854,027</b>	<b>531,940,184</b>

**23.00 Accrued Interest on Loans**

Interest payable on ADB Loan	3,122,670,385	2,944,416,381
Interest payable on 40% (Debt Portion) of GOB Loan	250,858,938	233,865,253
Interest payable on AIIB - LN003	243,997,666	202,551,927
Interest payable on JICA Loan BD-P97	4,477,445	2,099,041
<b>Total</b>	<b>3,622,004,434</b>	<b>3,382,932,601</b>

**24.00 Workers Profit Participation Fund (WPPF)**

Opening Balance	142,306,595	99,493,608
Addition during the year	7,263,535	42,812,987
	149,570,131	142,306,595
Paid/ adjustment during the year	-	-
<b>Closing Balance</b>	<b>149,570,131</b>	<b>142,306,595</b>

**25.00 Provision for Income Tax:**

Opening Balance as at July 01, 2019	260,110,605	89,526,464
Add: Provided during the year	12,077,622	170,584,141
Less Provision adjust with advance income tax	-	-
	260,110,605	260,110,605
Add: Prior year adjustment as per settlement of Appellate	-	-
<b>Closing Balance as on June30, 2020</b>	<b>260,110,605</b>	<b>260,110,605</b>

**25.01 Details of Provision for Income Tax :**

For FY 2018-19	89,526,464	89,526,464
For FY 2019-20	38,916,205	170,584,141
	<b>(423,450,416)</b>	<b>260,110,605</b>

**26.00 Loan under Secured Overdraft (SOD)**

Opening Balance	1,820,995,013	-
Add: Received during this year	22,517,539	4,823,133,791
	1,843,512,552	4,823,133,791
Less Paid during this year	(1,050,000,000)	(3,002,138,778)
<b>Closing Balance</b>	<b>793,512,552</b>	<b>1,820,995,013</b>

27.00 Sales	1st July to 30 Sep' 2020		1st July to 30 Sep' 2019	
	Unit (MKH)	Amount in Tk.	Unit (MKH)	Amount in Tk.
	1519.86	12,196,239,087	1,636.13	12,765,439,514

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

28.00 Energy Purchase	1st July to 30 Sep' 2020		1st July to 30 Sep' 2019	
	Unit (MKH)	Amount in Tk.	Unit (MKH)	Amount in Tk.
	1593.81	10,751,703,050	1,727.54	10,962,018,346

Energy purchase decrease in amount & in volume due to decrease in consumption.

29.00 Other Operating Revenue	1st July to 30 Sep' 2020		1st July to 30 Sep' 2019	
	Other operating Revenue			
	148,503,294		141,999,911	

This represents application fee, disconnection / reconnection fees, cost of materials realized, meter testing fees, meter rent etc.

30.00 Operating Expenses	Description	1st July to 30 Sep' 2020	1st July to 30 Sep' 2019
	Commercial Operation Support Service	39,008,607	42,490,303
	Schedule & Preventive Maintenance	68,850,453	73,091,378
	Special Action Team & Collection Drive	25,605	86,234
	Maintenance of Distribution line & Equipment	32,949,016	38,501,541
	R&M of Grid Sub-Station/ Sub-Station/ Switching Station	9,036,747	10,790,680
	Repair & Maintenance of Transformer	7,651,552	680,817
	Meter & Service cable issue	12,023,622	14,226,324
	Revenue Stamp Charge Against Consumer Bill	14,038,610	16,035,729
	Communication Expenses - Prepaid Meter	3,853,782	-
	<b>Total</b>	<b>187,437,994</b>	<b>195,903,007</b>

31.00 Depreciation:	1st July to 30 Sep' 2020		1st July to 30 Sep' 2019	
	Depreciation (Direct)		323,454,975	
	Depreciation (In-Direct)		23,753,455	
	<b>Total</b>		<b>347,208,430</b>	

**32.00 Administrative Expenses**

Description	1st July to 30 Sep' 2020	1st July to 30 Sep' 2019
Advertisement & Notices	470,949	1,566,856
Bank Charges	460,031	255,375
Conveyance	328,287	380,656
Cleaning Expenses	3,034,984	3,551,200
Directors' Fees	255,000	573,333
Electricity, Gas & Water	3,608,603	4,929,352
Entertainment	467,959	889,624
Fuel/ CNG for Vehicles	2,162,691	2,463,708
Honorarium to various committee members	911,000	502,923
Insurance of vehicles	830,077	948,266
Legal & Professional fees	172,500	110,000
Newspaper & Periodicals	107,635	103,680
Office Upkeep	774,922	347,307
Office Rent	14,549,212	15,815,256
Office Security	17,109,602	16,145,626
Postage, telephone & internet	1,666,220	2,656,666
Printing & Stationery	14,159,574	6,781,116
Rates & Taxes	1,023,448	109,729
Repair & Maintenance of Non operating Assets	7,208,486	3,847,471
Repair & Servicing of Vehicle	1,706,010	1,156,958
Inspection, Survey & Consultancy fees	1,069,000	-
Staff Training	4,851,016	3,860,833
Hired Transport	13,126,387	6,404,467
Corporate Social Expenses	8,154,742	546,568
Different Days Celebration	2,593,581	271,945
Listing Fee & annual charges & BERC Charge	877,680	2,310,137
Innovative Activities	-	80,000
<b>Total</b>	<b>101,679,596</b>	<b>76,609,051</b>

**33.00 Employee Expenditure**

Description	1st July to 30 Sep' 2020	1st July to 30 Sep' 2019
Salary & Allowances	412,198,989	323,790,694
Festival Bonus	73,990,769	59,023,172
Earned Leave Encashment	276,207	602,579
Company's Contribution to provident fund & Gratuity Fund	21,889,299	17,421,376
Electricity Expenses	7,234,587	5,321,122
Telephone expense reimbursed	17,777	31,503
Medical expense reimbursed	24,325,451	21,826,786
Medical Retainer Fee	180,000	180,000
<b>Total</b>	<b>540,113,079</b>	<b>428,197,232</b>

**34.00 Interest Income**

	1st July to 30 Sep' 2020	1st July to 30 Sep' 2019
Inteest Income from FDR Account	3,286,189	4,275,482
Inteest Income from STD Account	52426	394072
<b>Total Interest</b>	<b>3,338,615</b>	<b>4,669,554</b>



**35.00 Miscellaneous Income**

Sale of Tender Document  
 Sale Obsolete Material  
 Miscellaneous Income  
 Compensation Received

76,000	31,250
853,847	32,122
267,394	21,438
-	3,850,267
<b>1,197,241</b>	<b>3,935,077</b>

**36.00 Finance Cost**

**Interest Expenses on ADB, GOB , AIIB & JICA (Loan)**

1st July to 30 Sep' 2020	1st July to 30 Sep' 2019
<b>(266,904,714)</b>	<b>(232,534,651)</b>

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

**37.00 Exchange Gain / (Loss)**

**Exchange gain / (loss) during this period**

1st July to 30 Sep' 2020	1st July to 30 Sep' 2019
<b>35,610</b>	<b>(1,212,689)</b>

**38.00 Calculation of Workers Profit Participation Fund (WPPF)**

Net Profit before tax& WPPF  
 Transfer to workers profit participation fund (WPPF)  
 (Profit before taxX 5)/105

152,534,243	-
<b>7,263,535</b>	-

**39.00 Current tax expenses**

Profit before tax as per income statement  
 Add: Accounting Depreciation  
 Add: Bad debt Provision  
 Add: Corporate Social Expenses (CSR)  
 Less: Depreciation as per 3rd Schedule of Tax Ordinance, 1984.  
 Taxable Income as per calculation  
 a. Current Tax (at 25%)  
 b. Minimum Tax (0.60% on Revenue)  
 c. Advance Tax  
 Current tax expenses (whichever is higher among a,b & c)

1st July to 30 Sep' 2019	1st July to 30 Sep' 2018
<b>145,270,707</b>	<b>641,984,436</b>
347,208,430	376,103,212
1,732,742	1,481,430
8,154,742	546,568
502,366,621	1,020,115,646
<b>(454,056,134)</b>	<b>(346,616,383)</b>
<b>48,310,487</b>	<b>673,499,263</b>
12,077,622	168,374,816
9,585,451	
9,094,624	
<b>12,077,622</b>	<b>168,374,816</b>

*(Handwritten signatures)*

**40.00 Related Party Transactions:**

**40.01** 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	
			September 30, 2020	June 30, 2020
BPDB	67.63% Shareholding of DESCO	Purchase of Energy	10,282,587,635	33,560,533,277
DPDC	Common Director of DPDC & DESCO	Consumer bill collection	5,853,133	4,353,746
<b>Total</b>			<b>33,564,887,023</b>	<b>33,564,887,023</b>

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

Name of Party	Amount in Taka		Amount in Taka	
	September 30, 2020		June 30, 2020	
	Receivable	Payable	Receivable	Payable
BPDB	57,462,286	6,871,685,391	57,462,286	5,981,641,914
DPDC	310,759,705	127,899,956	308,814,859	127,795,645
<b>Total</b>	<b>368,221,991</b>	<b>6,999,585,347</b>	<b>366,277,145</b>	<b>6,109,437,559</b>

**40.03** Key Management Personnel:

	Amount in Taka	
	September 30, 2020	June 30, 2020
Director's Fees	255,000	3,058,667
Cash/Stock Dividend	-	-

**41.00** Contingent Liabilities:

**41.01** As the value of assets taken over from DESA in the Gulshan and Tongi areas have been shown at estimated value,

**41.02** An aggregate amount of Tk. 103,027,717.00 claimed by BPDB as shown below is disputed by the Company.

Particulars	Sept. 30, 2020
Arrear Energy bill (November'05 to Sept. 2020)	15,248,179
Arrear Surcharge (Up to June 2020)	53,671,643
PFC Charge (Up to June 2020)	34,107,895
<b>Total</b>	<b>103,027,717</b>

**42.00** Credit Facility Availed:

The company availed as credit facility by short term overdraft loan (SOD) through loan of FDR as on June, 2020

**43.00** Capital Commitment:

The Company has entered into various contracts for construction works, sub-stations, land development ,

**44.00** Employees' Salary:

a) Employment throughout the year in receipt of

b) Employment for a part of the year and in

Amount in Taka	
30 Sep, 2020	2019-2020
No. of employees	No. of employees
1,890	1,823
Nil	Nil
<b>1,890</b>	<b>1,823</b>

<b>45.00 Earning per share</b>		
Net profit after tax	105,399,600	451,879,119
No. of Share outstanding	397,569,804	397,569,804
Earning per share (EPS)	<u>0.27</u>	<u>1.14</u>

Earning per share (EPS) decrease tk.0.87 due to decrease in sale

<b>46.00 Net Asset Value Per Share (NAV):</b>		
Share holders equity	18,766,290,674	18,405,950,755
No. of Share outstanding	397,569,804	397,569,804
Net Asset Value Per Share (NAV): Tk. 48.20	<u>47.20</u>	<u>46.30</u>

<b>47.00 Net Operating Cash Flows Per Share (NOCFPS)</b>		
Net cash generated from operating activities	1,873,990,489	772,585,965
No. of Share outstanding	397,569,804	397,569,804
Net Operating Cash Flows Per Share	<u>4.71</u>	<u>1.94</u>

The operating cash flow per share increase in 1st quarter September -2020 by Tk.2.77 due to encashment of FDR and cash increase through differentr activities.

**48.00 Reconciliation of Net Income With Cash Flows from Operating Activities:**

**Amount in Taka**

**Sep. 30, 2020**

Profit before income tax	145,270,707
Depreciation charged	347,208,430
Exchange Fluctuation Gain/ (Loss)	35,610
Provision for bad debt	1,732,742
Investment in FDR	399,605,669
(Increase)/Decrease in Account Receivables	(489,670,687)
(Increase)/Decrease in Advances, Deposits and Pre-payments	1,117,725,048
Advance Income Tax	(9,094,623)
Increase/(Decrease) in Accounts Payable	930,752,315
Creditors for Goods/Works	(413,385,807)
Creditors for Expenses	(423,093,629)
Accrued interest	266,904,714
Net cash generated from operating activities	<u>1,873,990,489</u>
Nos of share outstanding	<u>397,569,804</u>
<b>Net operating Cash flow per share</b>	<b>4.71</b>

**49.00 General:**

Previous year's figures have been re-arranged, wherever necessary, to confirm to current year's presentation to facilitate comparison.



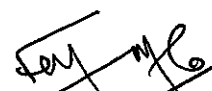
Company Secretary



Executive Director (F& A)



Director



Managing Director



Chairman