

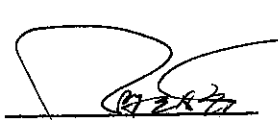
**DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)**


**Statement of Financial Position (Un Audited)**

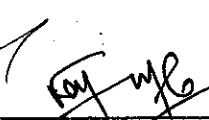
As on December 31, 2021

Particulars	Notes	Amount in Taka	
		Dec 31, 2021	June 30, 2021
<b>Assets</b>			
<b>Non Current Assets</b>		<b>52,141,392,747</b>	<b>52,202,477,849</b>
Property, Plant & Equipment	02.00	39,306,738,951	39,548,331,203
Intangible Assets	03.00	115,920,087	124,793,379
Capital Work in Progress	04.00	12,718,733,709	12,529,353,267
<b>Current Assets</b>		<b>25,037,771,363</b>	<b>26,940,114,942</b>
Stores and Spares	05.00	4,901,999,284	5,114,329,315
Accounts Receivable	06.00	3,900,589,496	4,435,002,777
Advances & Security Deposits	07.00	881,723,118	853,378,220
Advance Income Tax	08.00	1,393,616,345	1,380,223,795
Investment in FDR	09.00	9,550,585,476	9,593,600,673
Cash and Cash Equivalents	09.01	4,409,257,644	5,563,580,163
<b>Total Assets</b>		<b>77,179,164,110</b>	<b>79,142,592,791</b>
<b>Shareholder's equity and liabilities</b>			
<b>Capital &amp; Reserves</b>		<b>26,155,964,502</b>	<b>25,938,786,858</b>
Share Capital	10.00	3,975,698,040	3,975,698,040
GOB Equity	11.00	6,076,935,130	6,073,935,130
Revaluation Surplus	12.00	6,801,281,734	6,860,905,776
Retained Earnings	13.00	9,302,049,598	9,028,247,913
<b>Long Term Liabilities</b>		<b>35,299,102,837</b>	<b>35,182,962,340</b>
Long Term Loans (ADB ,GOB ,AIB & JICA)	14.00	25,626,271,090	25,443,619,386
Deferred Tax Liability	15.00	2,898,569,185	2,820,375,998
Due to DESA / DPDC (for assets taken over)	16.00	3,273,802,749	3,557,106,531
Consumer Security Deposits	17.00	3,472,945,313	3,329,069,121
Lease Liability (Operating Lease)	18.00	27,514,499	32,791,304
<b>Current Liabilities</b>		<b>15,724,096,772</b>	<b>18,020,843,592</b>
Accounts Payable	19.00	5,539,842,187	7,578,095,838
Creditors for Goods/Works	20.00	174,318,231	308,278,780
Creditors for Other Finance	21.00	2,991,815,600	3,210,026,557
Creditors for Expenses	22.00	475,637,207	422,822,268
Current Maturity of Long Term Loans	23.00	1,453,340,288	1,838,639,479
Accrued Interest on Loans	24.00	4,571,154,100	4,183,456,642
Workers Profit Participation fund (WPPF)	25.00	192,912,758	177,158,664
Provision for Income Tax	26.00	325,076,401	302,365,363
<b>Total Equity &amp; Liabilities</b>		<b>77,179,164,110</b>	<b>79,142,592,791</b>
<b>Net Assets Value Per share (NAV)</b>	<b>46.00</b>	<b>65.79</b>	<b>65.24</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 half year ended December 31, 2021**

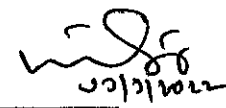
Particulars	Notes	July to Dec 2021 Taka	July to Dec 2020 Taka	Oct to Dec 2021 Taka	Oct to Dec 2020 Taka
<b>Distribution Revenue</b>		<b>3,056,244,652</b>	<b>2,786,190,588</b>	<b>1,582,131,106</b>	<b>1,341,654,551</b>
Energy Sales (Net of VAT)	27.00	23,945,762,043	22,348,940,676	11,010,178,514	10,152,701,589
Less: Energy Purchase (including wheeling charge)	28.00	20,889,517,391	19,562,750,088	9,428,047,408	8,811,047,038
Other Operating Revenue	29.00	498,311,558	308,226,099	171,210,914	159,722,805
<b>Total Operating Revenue</b>		<b>3,554,556,210</b>	<b>3,094,416,687</b>	<b>1,753,342,020</b>	<b>1,501,377,356</b>
<b>Less: Cost of Energy Sales</b>		<b>1,228,153,522</b>	<b>1,081,484,981</b>	<b>661,375,024</b>	<b>570,592,012</b>
Direct Operating Expenses	30.00	488,314,255	434,576,031	281,455,390	247,137,037
Depreciation (Direct)	31.00	739,839,267	646,909,950	379,919,634	323,454,975
<b>Gross Profit</b>		<b>2,326,402,688</b>	<b>2,012,931,707</b>	<b>1,091,966,996</b>	<b>930,785,345</b>
<b>Less: Operating Expenses</b>		<b>1,442,700,436</b>	<b>1,344,986,477</b>	<b>713,553,273</b>	<b>677,707,605</b>
Administrative Expenses	32.00	237,954,407	228,968,798	126,883,291	125,289,202
Employee Expenses	33.00	1,151,503,537	1,076,151,035	554,630,542	536,037,956
Bad Debts Expenses	06.02	(1,844,265)	(2,497,000)	1,165,254	(4,229,742)
Depreciation (Indirect)	31.00	55,086,758	44,363,644	30,874,187	20,610,189
<b>Add :Other Operating Income:</b>		<b>230,616,732</b>	<b>110,855,202</b>	<b>197,988,735</b>	<b>106,319,346</b>
Interest Income	34.00	189,969,594	74,840,129	187,309,682	71,501,514
Miscellaneous Income	35.00	40,647,138	36,015,073	10,679,053	34,817,832
<b>Total Operating Profit / (Loss)</b>		<b>1,114,318,983</b>	<b>778,800,432</b>	<b>576,402,457</b>	<b>359,397,086</b>
<b>Add: Non-operating Income/(Expense)</b>		<b>(783,483,022)</b>	<b>(514,310,840)</b>	<b>(344,611,913)</b>	<b>(247,441,736)</b>
Finance Cost	36.00	(538,639,828)	(518,522,626)	(266,830,011)	(251,617,912)
Exchange Fluctuation Gain / (Loss)	37.00	(244,843,194)	4,211,787	(77,781,902)	4,176,177
<b>Net Profit Before contribution to WPPF</b>		<b>330,835,961</b>	<b>264,489,593</b>	<b>231,790,545</b>	<b>111,955,351</b>
Less: Contribution to WPPF	38.00	15,754,083	12,594,743	11,037,645	5,331,208
<b>Net Profit Before Tax</b>		<b>315,081,868</b>	<b>251,894,850</b>	<b>220,752,900</b>	<b>106,624,143</b>
<b>Income Tax</b>		<b>(111,426,114)</b>	<b>(127,611,425)</b>	<b>(72,174,630)</b>	<b>87,740,317</b>
Current Tax Expenses	39.00	(22,711,038)	(24,056,532)	(11,707,985)	11,978,910
Deferred Tax Expenses	15.00	(88,715,077)	(103,554,892)	(60,466,645)	75,761,406
<b>Net Profit after Tax</b>		<b>203,655,754</b>	<b>124,283,425</b>	<b>148,578,270</b>	<b>18,883,826</b>
Deferred Tax Adjustment		10,521,890	-	5,260,945	
<b>Total Profit or Loss and other than Comprehensive Income</b>		<b>214,177,643</b>	<b>124,283,425</b>	<b>153,839,214</b>	<b>18,883,826</b>
<b>Basic Earning per share (EPS)</b>		<b>0.51</b>	<b>0.31</b>	<b>0.37</b>	<b>0.05</b>

  
 \_\_\_\_\_  
 Company Secretary

  
 \_\_\_\_\_  
 Executive Director (F&A)

  
 \_\_\_\_\_  
 Director

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

  
 \_\_\_\_\_  
 Chairman


**DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)**

**Statement of Changes in Equity (Un-Audited)**  
For the half year ended December 31, 2021

Particulars	Share Capital	GOB Equity	Revaluation Surplus	Retained Earnings	Total
Balance as on July 01, 2021	3,975,698,040	6,073,935,130	6,860,905,776	9,028,247,913	25,938,786,858
Addition during the this period		3,000,000			
Deferred tax adjustment			10,521,890		
Adjustment of depreciation on Revalued Assets			(70,145,932)	70,145,932	
Net profit during this period				203,655,754	203,655,754
<b>Balance as on December 31, 2021</b>	<b>3,975,698,040</b>	<b>6,076,935,130</b>	<b>6,801,281,734</b>	<b>9,302,049,598</b>	<b>26,142,442,612</b>


**December 31, 2020**


Balance as on July 01, 2020	3,975,698,040	5,694,120,000	-	8,686,682,543	18,356,500,583
Addition during the period					
Net profit during this period				124,283,425	124,283,425
<b>Balance as on December 31, 2020</b>	<b>3,975,698,040</b>	<b>5,694,120,000</b>	<b>-</b>	<b>8,810,965,968</b>	<b>18,480,784,008</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 half year ended December 31, 2021

Particulars	Note	1st July to	1st July to
		31 Dec' 2021	31 Dec' 2020
		Taka	Taka
<b>A. Cash Flow from operating Activities:</b>			
Received from Energy Sales		24,942,353,088	23,928,331,700
Collection of Govt. Duty, VAT & Tax		1,400,170,059	1,355,303,364
Received from Other Operating & Non Operating Activities		678,926,715	747,574,601
Received against Financial Income		145,969,594	83,170,564
Payment for Energy Purchase		(22,057,771,041)	(20,736,404,391)
Payment for Employee Expenses		(996,523,793)	(983,233,105)
Payment for Operating & Administrative Expenses		(548,642,841)	(562,805,458)
Payment for Interest on Long Term Loan		(150,721,827)	(92,671,633)
Income Tax Paid		(13,392,550)	(24,056,532)
Investment / Encashment in FDR		43,015,197	562,336,878
Payment for Govt. Duty, Vat & Tax		(1,528,426,788)	(1,514,352,355)
<b>Net cash inflow from operating activities:</b>		<b>1,914,955,813</b>	<b>2,763,193,633</b>
<b>B. Cash Flow from Investing Activities:</b>			
Acquisition of Property & Plant		(25,866,860)	(259,017,373)
Acquisition of Stores & Equipment		(2,562,074,634)	(1,040,984,273)
<b>Net cash used in investing activities:</b>		<b>(2,587,941,494)</b>	<b>(1,300,001,646)</b>
<b>C. Cash Flow from Financing Activities:</b>			
Long term Loan received		56,252,412	284,183,236
Short Term Loan Received/(Paid)		-	(1,843,421,038)
Long Term Loan Paid		(660,917,622)	(265,816,272)
Dividend tax paid		(19,451,801)	(382,588,449)
Consumer Security Deposits received		142,780,173	107,909,065
<b>Net cash inflow from financing activities:</b>		<b>(481,336,838)</b>	<b>(2,099,733,458)</b>
D. Cash & Cash equivalents increase /(decrease) during the year		(1,154,322,519)	(636,541,471)
E. Cash & Cash equivalents at the beginning of the year		5,563,580,163	5,572,469,864
F. Cash & Cash equivalents at the ending of the year		<b>4,409,257,644</b>	<b>4,979,058,201</b>

Net operating cash flow per share (NOCFPS)

47

4.82


6.95



Company Secretary



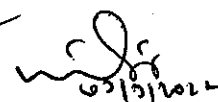
Executive Director (F&A)



Director



Managing Director



Chairman

# DHAKA ELECTRIC SUPPLY COMPANY LIMITED (DESCO)

## Notes To the Financial Statements

As at and for the year ended on December' 31, 2021

### 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 authorized capital has been increased to Tk. 20,000 million divided into 2,000 million ordinary shares of Tk.10 each from Tk. 5,000 million. 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. Value against Building and Line & Equipment will be paid on installment as per approval of board and Value against land will be paid after finalization of ownership of land.

#### Depreciation:

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

Categories	Rate (%)
Land & Land Development	0% (Nil)
Building & other Constructions	2.50%
Distribution Equipment & Cables	3%-10%
Distribution Line	3%-10%
Furniture & Fixtures	10%
Office Equipment	15%-20%
Motor Vehicles	15%

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 Commission (BERC). 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 @ 0.5% of Accounts Receivable against consumers balance standing at the balance sheet date, as decided by the Board of Directors at the meeting held on 17.04.2005.

**1.11 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 44.00

**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, 2021 to December'31, 2021.

#### 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	
		31 Dec, 2021	June 30, 2021
<b>02.00</b>	<b>Property, Plant &amp; Equipment:</b>		
	<b>Cost</b>		
	Opening Balance	53,149,392,895	34,190,567,111
	Less: Depreciation of Right to Use Assets	(10,993,209)	(6,286,533)
	Less: Disposal of Office equipment	(102,500)	(142,148)
		<u>53,138,297,186</u>	<u>34,184,138,430</u>
	Additions during the year (2.01)	544,184,999	18,965,254,465
	<b>Closing Balance</b>	<b><u>53,682,482,185</u></b>	<b><u>53,149,392,895</u></b>
	<b>Depreciation</b>		
	Opening Balance	13,590,068,483	12,033,579,244
	Less: Adjustment for disposals	(81,982)	(312,037)
		<u>13,589,986,501</u>	<u>12,033,267,207</u>
	Charged for the year and including prior year adjustment.	785,756,734	1,567,794,485
	<b>Closing Balance</b>	<b><u>14,375,743,235</u></b>	<b><u>13,601,061,692</u></b>
	<b>Written Down Value (WDV)</b>	<b><u>39,306,738,951</u></b>	<b><u>39,548,331,203</u></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	193,149,235	143,251,368
	Add: Addition during the year	296,000	49,897,867
		<u>193,445,235</u>	<u>193,149,235</u>
	<b>Amortization</b>		
	Opening Balance as at July 01,2021	68,355,856	50,017,272
	Charge for the year and including prior year adjustment	9,169,292	18,338,584
	Closing Balance as at December 31, 2021	<u>77,525,148</u>	<u>68,355,856</u>
	<b>Written Down Value (WDV)</b>	<b><u>115,920,087</u></b>	<b><u>124,793,379</u></b>
<b>04.00</b>	<b>Capital Work -in- Progress:</b>		
	Construction of Workshop Building & Others	67,262,183	65,618,944
	33/11KV OH/UG Cable Line	120,816,718	120,816,718
	132/33/11Kv UG Line Construction-Turnkey Project	2,431,769,710	2,431,769,710
	33/11 KV 24 Nos Substation Augm. by Siemens Bd. Ltd	4,318,336,696	4,225,618,790
	33 KV O/H Line converted to 33 KV UG cable	4,191,436,092	4,199,556,509
	New SCADA System (Initial cost)	769,509,743	667,762,478
	132/33/11Kv U/G Grid Sub- Station - Turnkey Project	543,618,236	542,950,286
	132/33/11 KV Grid Augm.( Tongi) Siemens	190,626,718	190,626,719
	Software (Customer management)	2,039,626	2,281,126
	Smart Card Based (Prepaid Meter)	966,000	-
	GIS Mapping APP	82,351,987	82,351,987
	<b>Total Capital Work - In - Progress</b>	<b><u>12,718,733,709</u></b>	<b><u>12,529,353,267</u></b>

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**05.00 Stores & Spares**

Cable & Accessories	3,081,299,791	3,198,007,338
Pole & Pole fittings	405,482,275	413,561,327
Distribution transformers	216,499,804	177,128,967
Meter & Meter accessories	354,388,130	315,519,502
Sub-station equipment & spares	584,851,639	713,316,830
Tools, equipment & others	254,267,307	290,126,301
Furniture & Fixtures	973,177	731,433
Computer, Printer, Tonner & Others	4,237,161	5,937,618
<b>Total:</b>	<b>4,901,999,284</b>	<b>5,114,329,315</b>

The above different heads of Stores & spares have been valued at weighted average cost method.

**06.00 Accounts Receivable:**

Receivable from consumers	3,300,482,040	3,801,782,562
Less: Provision for doubtful debts	(67,682,856)	(69,527,122)
<b>Total Receivable from sales</b>	<b>3,232,799,183</b>	<b>3,732,255,440</b>
Receivable from BPDB against Materials & Others (Note:6.03)	57,462,286	57,462,286
Receivable from DPDC against Materials & Others (Note-6.04)	347,448,029	338,323,028
Receivable from Govt Duty /VAT	25,783,124	28,738,231
Receivable from WZPDCL	1,197,161	1,197,161
Expenses recoverable from Employees	1,091,508	1,411,910
Interest Receivable on FDR	145,131,678	186,727,806
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	1,579,224
<b>Total Receivable:</b>	<b>3,900,589,496</b>	<b>4,435,002,777</b>

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

Government (Eqv. Month Dec-21: 7.28 2021-22: 7.12)	85,747,621	2,523,659,472
Semi- Government/Autonomous ( Eqv. Month Dec-21: 1.67 2021-22:0.79)	51,359,849	861,737,381
Private (Eqv. Month Dec- 21:1.41 2021-22:6.57)	3,163,374,570	416,385,709
<b>Average ( Eqv. Month Dec-21: 1.60 2021-22:2.2)</b>	<b>3,300,482,040</b>	<b>3,801,782,562</b>

**06.02** Provision of Tk. (330,04,82,039.78- 301,61,59,580)=28,43,22,459.78/=14,21,612.29/= has been made this year @ 0.5% of the receivables amount outstanding at the Balance Sheet date , as per company's policy.

<b>a. Opening Balance</b>	69,527,122	106,943,662
<b>b. Provision need to be mainted for accounts Receivable</b>		
This balance has been arrived as follows:		
Opening Balance: 100% of: (99,088,395-32,827,151) and 99,088,395	66,261,244	99,088,395
Add: Adjustment for current : 284,322,460 0.5%	1,421,612	3,265,878
<b>Total Cumilative Provision before Write off</b>	<b>67,682,856</b>	<b>102,354,273</b>
Provision during the year (b-a)	<b>(1,844,265)</b>	<b>(4,589,389)</b>
<b>c. Adjustment against off of Accounts Receivable (as per 415th Board Meeting decision)</b>	-	32,827,151
<b>Provision for the Doubtful Debt at 31.12.2021 (B-C)</b>	<b>67,682,856</b>	<b>69,527,122</b>

**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)	337,506,574	307,998,404
Receivable during this period against (Material)	9,125,000	29,508,169
Receivable others	816,455	816,455
Closing Balance	<u>347,448,029</u>	<u>338,323,028</u>

**07.00 Advances & Security Deposits:**

**A) Advances:**

Against goods and services (Note 7.01)	42,187,422	35,111,262
Advance against Office rent	5,176,019	6,864,281
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
Prepayment - Employees	32,876,575	22,417,401
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	10,174,872
Advance to Advocate Mahabubur Rahman	969,000	1,269,000
Advance to -Power Cell (ERP Software)	23,903,000	23,903,000
Advance to NDE Ltd	245,600,000	245,600,000
Advance to - Share Money Deposit	1,000	1,000
<b>Sub-Total:</b>	<u>687,279,865</u>	<u>671,732,793</u>

**B) Security Deposits:**

Telephone/ Mobile	71,475	734,671
Telephone Shilpa sangstha ltd against rent of store	5,000,000	5,000,000
Dhaka & Gazipur City Corporation (against road cutting)	174,227,654	163,554,828
Dhaka WASA	10,411	10,411
Central Depository of Bangladesh (CDBL)	500,000	500,000
Bangladesh Railway, Roads and Highway	7,100,000	6,800,000
Security Deposit - RDA Building & KDA Building	2,746,318	2,746,318
Security Deposit - Others	3,597,946	1,109,750
Security Deposit - Tangail Zela Samity	1,189,449	1,189,449
<b>Sub-Total:</b>	<u>194,443,253</u>	<u>181,645,427</u>
<b>Total (A+B)</b>	<u>881,723,118</u>	<u>853,378,220</u>

**07.01** Advance includes Tk. 8 million to BPDB against SPC Pole purchase, Tk.3.09 million paid to Telephone Shilpa Sangstha Ltd against purchase of Pre-paid Meter and Tk. 24 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 FY - 2020-21	107,867,793	107,867,793
Income Tax paid (Up to December 31, 2021)	13,392,550	-
<b>Closing Balance</b>	<b>1,393,616,345</b>	<b>1,380,223,795</b>

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

This arrived at as under:

Deducted at source (on interest of FDR & STD)	9,391,265	79,583,029
Deducted at source (on imported materials)	2,354,784	26,115,264
Advance tax paid for Vehicle Registration	1,646,500	2,169,500
<b>Total (Up to December 31, 2021)</b>	<b>13,392,550</b>	<b>107,867,793</b>

**09.00 Investment in FDR**

Fixed Deposit Receipts (FDR)	9,550,585,476	9,593,600,673
	<b>9,550,585,476</b>	<b>9,593,600,673</b>

As per Payment schedule of ICB Islami Bank Limited (Former Oriental Bank Limited) DESCO has been realised accordingly.

Mentioning that the total FDR amounting Tk. 955,05,85,476.00 from which amounting Tk. 250 crore lien against Secured Overdraft (SOD) loan.

**09.01 Cash & Cash Equivalents:**

Imprest cash with S&D divisions	1,775,135	2,125,671
Cash at banks (Note 09.02)	4,407,482,509	5,561,454,492
<b>Total:</b>	<b>4,409,257,644</b>	<b>5,563,580,163</b>

**09.02 Cash at Banks:**

Current Account (Revenue Collection) (Note 9.03)	2,254,339,885	3,289,522,310
Current Account (VAT)	176,283,416	297,940,665
STD Accounts	1,976,859,208	1,973,991,517
<b>Total:</b>	<b>4,407,482,509</b>	<b>5,561,454,492</b>

**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:**

2000,000,000 No. ordinary shares @ Tk. 10 each

20,000,000,00020,000,000,000

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 authorized capital has been increased to Tk.20,000/- (million) from Tk.5,000/-(million). 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.

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

**10.01 Composition of shareholding:**

The composition of Share holding position as of December 31, 2021 is as follows:

	No. of share holders	Number of share	% of share
Sponsors (GOB)	1	268,988,757	67.66%
General Public	5,465	33,873,609	8.52%
Mutual Fund/Institute	220	94,459,005	23.76%
Foreign Company	36	248,433	0.06%
<b>Total</b>	<b><u>5,722</u></b>	<b><u>397,569,804</u></b>	<b><u>100%</u></b>

**11.00 GOB Equity**

Opening Balance	6,073,935,130	5,926,920,000
Addition during the period	3,000,000	147,015,130
<b>Closing Balance</b>	<b><u>6,076,935,130</u></b>	<b><u>6,073,935,130</u></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 has been issued against such equity.

## 12.00 Revaluation Surplus

Opening Revaluation of Fixed Assets	6,860,905,776	-
Adjustment of depreciation on Revalued Assets	(70,145,932)	7,178,602,654
Deferred tax adjustment	10,521,890	(317,696,879)
	<u>6,801,281,734</u>	<u>6,860,905,776</u>

The entity revalued its Property, Plant & Equipment during the year 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

## 13.00 Retained Earnings

Opening Balance	9,028,247,913	8,686,682,543
Net Profit/(Loss) during this period	203,655,754	739,135,174
Adjustment of depreciation on Revalued Assets	70,145,932	-
	<u>9,302,049,598</u>	<u>9,425,817,717</u>
Cash dividend paid for the FY - 2019-2020	-	(397,569,804)
<b>Closing Balance</b>	<u>9,302,049,598</u>	<u>9,028,247,913</u>

## 14.00 Long Term Loans :

### (A) Loan from Asian Development Bank (ADB)

Loan no. 2332	3,257,096,880	3,222,931,528
Loan no. 3087	13,860,307,567	13,704,651,505
Loan no. 3522	573,124,903	507,018,664
Loan from AIIB LN 003	4,840,796,522	4,788,286,977
Loan from JICA (No - BD P97)	288,532,142	296,958,131
<b>Sub-Total:</b>	<u>22,819,858,014</u>	<u>22,519,846,805</u>

### (B) Loan from Government of Bangladesh (GOB)

Loan no. 2332	74,359,477	74,359,477
Loan no 3087	1,937,995,306	2,040,459,714
Loan no LN 0003	671,400,512	688,295,608
Loan no (BD - P97)	60,657,782	60,657,782
Loan no BD - BD 3522	62,000,000	60,000,000
<b>Sub-Total:</b>	<u>2,806,413,077</u>	<u>2,923,772,581</u>

<b>Total</b>	<u>25,626,271,090</u>	<u>25,443,619,386</u>
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**15.00 Deferred Tax liability:**

**i. Deferred tax on PPE**

WDV of Accounting base		32,314,202,315	32,494,521,928
WDV of Tax base	16,622,736,483		
Unabsorbed Depreciation	4,092,759,437		
WDV of Tax base		20,715,495,920	21,288,260,497
<b>Temporary Difference</b>		<b>11,598,706,395</b>	<b>11,206,261,431</b>
Less: Permanent difference of vehicle		13,716,000	13,716,000
		<b>11,584,990,395</b>	<b>11,192,545,431</b>
Effective Tax Rate		22.5%	22.5%
Deferred tax liability/(assets)		<b>2,606,622,839</b>	<b>2,518,322,722</b>

**ii. Deferred tax on Bad debt**

Provision for Bad debt		(67,682,856)	(69,527,122)
Deferred tax liability/(asset) @ 22.5%		<b>(15,228,643)</b>	<b>(15,643,602)</b>

**iii. Deferred tax Expenses/(Income)**

Deferred Tax other than Revalued Assets as at December 31, 2021		2,591,394,196	2,502,679,120
Deferred Tax other than Revalued Assets as at June 30, 2021		2,502,679,120	2,587,027,672
		<b>88,715,077</b>	<b>(84,348,552)</b>

**15.01 Deferred Tax on Revaluation of Assets**

Revalued value of Land		6,900,850,177	6,900,850,177
Revalued value of other than Land		207,606,546	277,752,477
<b>Tax Rate:</b>			
On Land		4%	4%
On other than Land		15%	15%
<b>Deferred Tax Liabilities</b>			
For Land		276,034,007	276,034,007
For other than Land		31,140,982	41,662,872
		<b>307,174,989</b>	<b>317,696,879</b>
<b>Total Deferred Tax Liability (i+ii+iii)</b>		<b>2,898,569,185</b>	<b>2,820,375,998</b>

**16.00 Due to DPDC for assets taken over:**

	<b>3,273,802,749</b>	<b>3,557,106,531</b>
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**16.01 Area wise break-up is as under:**

Gulshan Area (comprising Gulshan, Baridhara, Uttara, Dakshinkhan)	2,029,801,244	2,029,801,244
Tongi Area (comprising Tongi East and Tongi West)	565,653,114	565,653,114
Uttara & Bashundhara Grid Substation	1,244,955,955	1,244,955,955
Less Paid During this period	(566,607,564)	(283,303,782)
<b>Total</b>	<b>3,273,802,749</b>	<b>3,557,106,531</b>

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

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

**17.00 Consumer Security Deposits:**

<b>Opening Balance</b>	<b>3,329,069,121</b>	<b>3,125,080,093</b>
Received during the year	<u>152,098,995</u>	<u>233,349,393</u>
	3,481,168,115	3,358,429,486
Refunded during the year	<u>(8,222,802)</u>	<u>(29,360,365)</u>
<b>Closing Balance</b>	<b><u>3,472,945,313</u></b>	<b><u>3,329,069,121</u></b>

**18.00 Lease Liability (Operating lease)**

<b>Opening Balance as at July 01, 2021</b>	<b>32,791,304</b>	<b>28,323,929</b>
Addition during the year	1,327,995	16,181,984
Payment during the year	<u>(6,604,800)</u>	<u>(11,714,609)</u>
<b>Closing Balance</b>	<b><u>27,514,499</u></b>	<b><u>32,791,304</u></b>

**19.00 Accounts Payable**

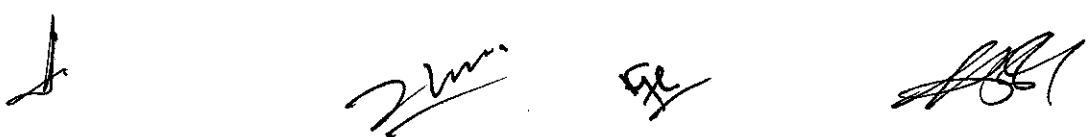
Bangladesh Power Development Board (BPDB)	5,189,349,262	7,127,895,480
Power Grid Company of Bangladesh (PGCB)	225,719,774	325,427,206
Dhaka Electric Supply Authority (DESA/DPDC)	123,781,993	123,781,993
Rural Electrification Board (REB)	379,157	379,157
Power Grid Company of Bangladesh PGCB	<u>612,000</u>	<u>612,000</u>
	<b><u>5,539,842,187</u></b>	<b><u>7,578,095,838</u></b>

**19.01 Accounts Payable - BPDB**

Opening Balance	7,127,895,480	5,981,641,914
Energy purchased during the year	<u>19,989,101,588</u>	<u>37,171,759,427</u>
	27,116,997,068	43,153,401,341
Payment made during the year	<u>(21,927,647,806)</u>	<u>(36,025,505,861)</u>
<b>Closing Balance</b>	<b><u>5,189,349,262</u></b>	<b><u>7,127,895,480</u></b>

**19.02 Accounts Payable - PGCB**

Opening Balance	325,427,206	273,217,884
Wheeling charge during the year	<u>900,415,803</u>	<u>1,695,685,714</u>
	1,225,843,009	1,968,903,598
Payment made during the year	<u>(1,000,123,235)</u>	<u>(1,643,476,392)</u>
<b>Closing Balance</b>	<b><u>225,719,774</u></b>	<b><u>325,427,206</u></b>



**19.03 Accounts Payable - DESA/ DPDC**

Opening Balance	123,781,993	127,795,645
Material Supply & Consumer bill collection	-	286,349
	123,781,993	128,081,994
Paid during this year	-	(4,300,000)
Closing Balance	<u>123,781,993</u>	<u>123,781,993</u>

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

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

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

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

**20.00 Creditors for Goods/ Works :**

Equipment & materials	15,507,849	48,296,821
Imported Material through ADB Loan	10,104,205	11,061,835
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
Construction of KPE & DEDA	3,288,220	3,288,220
Rangpur Metal Industries Ltd.	46,839,440	30,336,720
United Trade Mart	9,273,925	25,996,762
Energypac Bangladesh Ltd.	-	13,640,715
Hil Ful We Engineering	-	18,960,000
Siemens Bangladesh Ltd.	-	110,734,241
Microtech	-	6,959,371
Bangladesh Machine Tools Factory	-	6,308,665
Bashar & Brothers	-	20,882,340
Controlware Power & Auto Eng. Ltd	1,826,872	-
Dhaka Today	13,773,001	-
Siemens India Cons Siemens Bd.	33,660,009	-
M.M Corporation	15,022,001	-
Meghna petroleum Limited	7,076,160	-
Network	6,133,461	-
<b>Total</b>	<u><b>174,318,231</b></u>	<u><b>308,278,780</b></u>

**21.00 Creditor for other finance**

VAT collected against Electricity Bills	212,428,236	334,299,163
Tax deducted from Contractors, Suppliers & Others	16,056,715	44,685,826
VAT deducted from Contractors, Suppliers & Others	11,239,800	55,171,293
Retention money ( Contractors & Suppliers)	120,858,610	125,186,235
Receipts against Deposit Works	2,494,270,525	2,494,270,525
Unpaid dividend	87,243,147	106,694,948
Security Deposit & Others	49,718,567	49,718,567
<b>Total</b>	<u><b>2,991,815,600</b></u>	<u><b>3,210,026,557</b></u>



**22.00 Creditors for Expenses:**

Audit Fees	219,776	532,276
Payable for Contributory Provident Fund & GPF	98,902,093	18,802,408
Payable for COSS, LEM, MSS , Civil Cons. & Others	231,244,370	201,061,451
BERC Sales Charge	89,570,839	89,570,839
Employees Welfare Fund	228,850	231,525
Chairman - KDA	7,408,223	7,406,465
Chairman - RDA	5,968,820	4,611,257
HT Power Engineering & Ayon Entprise	17,390,000	17,390,000
Payable to - CEGIS	-	1,780,271
Guard Force Services & Human Resources	-	767,691
Creditors to others	24,704,236	80,668,086
<b>Total</b>	<b>475,637,207</b>	<b>422,822,268</b>

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

ADB Loan No-1505	52,303,608	92,608,968
ADB Loan No-2332	217,139,797	429,724,213
ADB Loan No-3087	871,451,562	978,903,679
AIIB Loan No. LN-003	165,113,344	165,113,344
GOB Loan No 2332	4,957,299	9,914,596
GOB Loan No 3087	119,390,286	139,390,286
GOB Loan No LN - 003	22,984,392	22,984,392
<b>Total</b>	<b>1,453,340,288</b>	<b>1,838,639,479</b>

**24.00 Accrued Interest on Loans**

Interest payable on ADB Loan	3,734,723,508	3,483,314,297
Interest payable on 40% (Debt Portion) of GOB Loan	341,669,961	314,180,151
Interest payable on AIIB - LN003	474,655,171	373,890,555
Interest payable on JICA Loan BD-P97	20,105,460	12,071,639
<b>Total</b>	<b>4,571,154,100</b>	<b>4,183,456,642</b>

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

Opening Balance	177,158,664	142,306,595
Addition during the year (33,08,35,961x5)/105	15,754,093	34,852,069
	192,912,758	177,158,664
Paid/ adjustment during the year	-	-
<b>Closing Balance</b>	<b>192,912,758</b>	<b>177,158,664</b>

**26.00 Provision for Income Tax:**

Opening Balance as at July 01, 2021	302,365,363	260,110,605
Add: Provision during the year	22,711,038	42,254,758
Less Provision adjust with advance income tax	-	-
	325,076,401	302,365,363
Add: Prior year adjustment as per settlement of Appellate	-	-
<b>Closing Balance as on December 31, 2021</b>	<b>325,076,401</b>	<b>302,365,363</b>

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

Opening Balance	302,365,363	260,110,605
For Period September-2021	22,711,038	42,254,758
	325,076,401	302,365,363

27.00 Sales

1st July to 31 Dec' 2021		1st July to 31 Dec' 2020	
Unit (MKH)	Amount in Tk.	Unit (MKH)	Amount in Tk.
2965.44	23,945,762,043	2,772.77	22,348,940,676

Sales increase in amount & in volume due to increase in residential, industrial & commercial consumption.

28.00 Energy Purchase

1st July to 31 Dec' 2021		1st July to 31 Dec' 2020	
Unit (MKH)	Amount in Tk.	Unit (MKH)	Amount in Tk.
3097.49	20,889,517,391	2899.93	19,562,750,088

Energy purchase increase in amount & in volume due to increase in residential, industrial & commercial consumption.

29.00 Other Operating Revenue

1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
498,311,558	308,226,099

Other operating Revenue

This amount increase due to increase in customers & increase in the mentioned activities: application fee, disconnection / reconnection fees, cost of materials realized, meter testing fees, meter rent etc.

30.00 Direct Operating Expenses

Description	1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
Commercial Operation Support Service	114,940,006	83,804,561
Schedule & Preventive Maintenance	170,503,022	143,887,815
Special Action Team & Collection Drive	125,726	39,409
Maintenance of Distribution line & Equipment	41,951,532	37,923,159
R&M of Grid Sub-Station/ Sub-Station/ Switching Station	19,462,647	26,921,158
Repair & Maintenance of Transformer	21,883,550	15,228,316
Meter & Service cable issue	86,377,412	85,788,913
Revenue Stamp Charge Against Consumer Bill	16,570,360	34,640,185
Communication Expenses - Prepaid Meter	16,500,000	6,341,514
<b>Total</b>	<b>488,314,255</b>	<b>434,575,031</b>

31.00 Depreciation:

	1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
Depreciation (Direct)	739,839,267	646,909,950
Depreciation (In-Direct)	55,086,758	44,363,644
<b>Total</b>	<b>794,926,026</b>	<b>691,273,594</b>

*[Handwritten signatures and initials]*

**32.00 Administrative Expenses:**

Description	1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
Advertisement & Notices	2,737,477	2,427,041
Bank Charges	3,737,996	3,594,227
Conveyance	886,858	893,909
Cleaning Expenses	7,192,414	6,155,925
Directors' Fees	1,800,000	1,245,000
Electricity, Gas & Water	24,738,853	20,374,041
Entertainment	2,646,046	1,655,891
Fuel/ CNG for Vehicles	8,403,030	7,587,350
Honorarium to various committee members	4,255,080	4,038,994
Insurance of vehicles	1,534,006	1,467,948
Legal & Professional fees	959,230	1,005,500
Newspaper & Periodicals	214,825	213,075
Office Upkeep	1,544,799	1,445,299
Office Rent	35,736,273	36,444,578
Office Security	37,250,642	33,904,289
Postage, telephone & internet	7,643,713	7,314,558
Printing & Stationery	22,277,556	22,872,234
Recruitment Expenses	2,416,719	-
Rates & Taxes	1,478,752	1,392,422
Repair & Maintenance of Non operating Assets	15,727,789	14,369,839
Repair & Servicing of Vehicle	5,186,261	4,672,307
Inspection, Survey & Consultancy fees	128,700	4,633,697
Staff Training	9,244,214	8,415,306
Hired Transport	22,062,627	19,353,182
Corporate Social Expenses	9,184,449	11,585,310
Different Days Celebration	5,339,230	7,797,384
Listing Fee & annual charges & BERC Charge	2,520,070	1,027,680
Occupational Health & Safety	1,106,798	1,081,812
<b>Total</b>	<b>237,954,407</b>	<b>226,968,798</b>

**33.00 Employee Expenditure**

Description	1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
Salary & Allowances	843,657,619	830,004,480
Festival Bonus	87,049,537	83,485,084
Earned Leave Encashment	2,133,993	1,715,448
Company's Contribution to provident fund & Gratuity Fund	151,507,047	81,194,705
Group Insurance Premium	-	11,776,339
Electricity Expenses	14,653,620	14,562,329
Telephone expense reimbursed	49,703	64,352
Medical expense reimbursed	52,179,774	52,690,131
Medical Retainer Fee	270,000	225,000
Uniform & Liveries	2,244	433,167
<b>Total</b>	<b>1,151,503,537</b>	<b>1,076,151,035</b>

**34.00 Interest Income**

	1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
Interest Income from FDR Account	157,851,063	42,527,362
Interest Income from STD Account	32,118,531	32,312,767
<b>Total Interest</b>	<b>189,969,594</b>	<b>74,840,129</b>

	1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
<b>35.00 Miscellaneous Income</b>		
Sale of Tender Document	241,500	458,500
Sale Obsolete Material	38,442,911	11,189,269
Miscellaneous Income	1,962,727	319,614
Compensation Received	-	24,047,690
	<b>40,647,138</b>	<b>36,015,073</b>

	1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
<b>36.00 Finance Cost</b>		
Interest Expenses on ADB, GOB , AIIB & JICA (Loan)	<b>(538,639,828)</b>	<b>(518,522,626)</b>

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

	1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
<b>37.00 Exchange Gain / (Loss)</b>		
Exchange gain / (loss) during this period	<b>(244,843,194)</b>	<b>4,211,787</b>

<b>38.00 Calculation of Workers Profit Participation Fund (WPPF)</b>		
Net Profit before tax& WPPF	330,835,961	12,594,743
Transfer to workers profit participation fund (WPPF) (Profit before tax X 5)/105	<b>15,754,093</b>	<b>12,594,743</b>

	1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
<b>39.00 Current tax expenses</b>		
Profit before tax as per income statement	<b>315,081,868</b>	<b>251,894,850</b>
Add: Accounting Depreciation	794,926,026	691,273,594
Add: Bad debt Provision	(1,844,265)	(2,497,000)
Add: Corporate Social Expenses (CSR)	9,184,449	11,585,310
	1,117,348,077	952,256,754
Less: Depreciation as per 3rd Schedule of Tax Ordinance, 1984.	(1,579,578,706)	(1,166,630,341)
Taxable Income as per calculation	(462,230,629)	(214,373,586)
a. Current Tax (at 22.5%)	(104,001,891)	(53,593,397)
b. Minimum Tax (0.60% on Revenue)	22,711,038	19,231,631
c. Advance Tax	4,001,284	24,056,532
Current tax expenses (whichever is higher among a, b & c)	<b>22,711,038</b>	<b>24,056,532</b>






**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	
			December 31, 2021	June 30, 2021
BPDB	67.63% Shareholding of DESCO	Purchase of Energy	20,889,517,391	37,171,759,427
DPDC	Common Director of DPDC & DESCO	Consumer bill collection	6,035,171	6,035,171
<b>Total</b>			<b>20,895,552,562</b>	<b>37,177,794,598</b>

40.02 DESCO has following outstanding balances with the related parties:

Name of Party	Amount in Taka		Amount in Taka	
	December 31, 2021		June 30, 2021	
	Receivable	Payable	Receivable	Payable
BPDB	57,462,286	5,189,349,262	57,462,286	7,127,895,480
DPDC	347,448,029	123,781,993	338,323,028	123,781,993
<b>Total</b>	<b>404,910,315</b>	<b>5,313,131,255</b>	<b>395,785,314</b>	<b>7,251,677,473</b>

40.03 Key Management Personnel:

	Amount in Taka	
	December 31, 2021	June 30, 2021
Director's Fees	1,800,000	3,540,000
Managing Director Salary	1,706,744.00	3,575,890.00
Director's Salary	5,943,397.00	12,082,388.00
Chief Engineer/General Manager Salary	13,457,683.00	30,623,726.00
<b>Total</b>	<b>22,907,824.00</b>	<b>49,822,004.00</b>

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. 10,89,50,450.00 claimed by BPDB as shown below is disputed by the Company.

Particulars	December 31, 2021
Arrear Energy bill (November'05 to Dec. 2021)	15,248,183
Arrear Surcharge (Up to Dec. 2021)	61,075,054
PFC Charge (Up to Dec. 2021)	34,107,896
<b>Total</b>	<b>110,431,133</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 other than trade credit available in ordinary course of business.

43.00 Capital Commitment:

A new project aided by ADB named Dhaka Power System Expansion & Strengthening in DESCO area will be started from next financial year, total project cost will be Tk.2272 crore. Various works will be held under this project like construction of 132/33/11 kv Grid Sub-station, construction of new 132, 33 & 11 kv UG line and supply of various transformers & poles.

44.00 **Employees' Salary:**

- a) Employment throughout the year  
b) Employment for a part of the year

Amount in Taka	
31 Dec, 2021	2020-2021
No. of employees	No. of employees
1,867	1,892
101	Nil
<b>1,968</b>	<b>1,892</b>

1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
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45.00 **Earning per share**

- Net profit after tax  
No. of Share outstanding  
Earning per share (EPS)

203,655,754	124,283,425
397,569,804	397,569,804
<b>0.51</b>	<b>0.31</b>

Earning per share (EPS) increase due to increase in sales as well as increase in FDR interest.

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

- Share holders equity  
No. of Share outstanding  
Net Asset Value Per Share (NAV):

31 Dec, 2021	June 30, 2021
26,155,964,502	25,938,786,858
397,569,804	397,569,804
<b>65.79</b>	<b>65.24</b>

NAV per share increase due to slightly increase in net profit .

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

- Net cash generated from operating activities  
No. of Share outstanding  
Net Operating Cash Flows Per Share

1st July to 31 Dec' 2021	1st July to 31 Dec' 2020
1,914,955,813	2,763,193,633
397,569,804	397,569,804
<b>4.82</b>	<b>6.95</b>


The operating cash flow per share decrease in 2nd quarter December-2021 by Tk.2.13 due to decrease in received from operating & non operating activities & increase in the payment of interest of long-term loan.

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


- Profit before income tax  
Depreciation charged  
Exchange Fluctuation Gain/ (Loss)  
Provision for bad debt  
Investment in FDR  
(Increase)/Decrease in Account Receivables  
(Increase)/Decrease in Advances, Deposits and Pre-payments  
Advance Income Tax  
Increase/(Decrease) in Accounts Payable  
Creditors for Goods/Works  
Creditors for Expenses  
Accrued interest  
Net cash generated from operating activities  
Nos of share outstanding  
**Net operating Cash flow per share**

Amount in Taka	
31 Dec, 2021	31 Dec, 2020
315,081,868	264,489,593
794,926,026	691,273,594
244,843,194	4,211,787
1,844,265	2,517,712
43,015,197	562,336,878
534,413,281	1,744,187,774
1,725,926,333	1,935,792,846
(13,392,549)	-
(2,038,253,651)	(1,173,549,992)
(133,960,549)	(458,288,476)
52,814,938	(412,074,733)
387,697,459	(397,703,348)
<b>1,914,955,813</b>	<b>2,763,193,633</b>
<b>397,569,804</b>	<b>397,569,804</b>
<b>4.82</b>	<b>6.95</b>

  
Company Secretary

  
Executive Director (F&A)

  
Director

  
Managing Director

  
Chairman

**Dhaka Electric Supply Company Ltd.(DESCO)**  
**Schedule of Property, Plant & Equipment-(Un-Audited)**  
**As at December 31, 2021**

SL No.	Category of Assets	Cost			Rate	Depreciation			Written down value as on 31-12-21
		Balance as on 01-07-21	Addition during the Year	Adjustment		Total as on 31-12-21	Charged during the year	Adjustment	
1	Land	2,770,255,294	2,497,450	-	-	2,772,752,744	-	-	2,772,752,744
2	Building	1,112,284,757	620,238	-	0	1,112,904,995	-	-	901,752,127
3	Motor Vehicles	413,420,497	495,701	-	0	413,916,198	-	-	353,785,518
4	Furniture & Fixture	76,250,914	939,269	-	0	77,190,183	-	-	55,662,324
5	Office Equipment	413,749,491	5,208,782	(102,500)	15%-20%	418,855,773	-	(81,982)	328,736,049
6	Distribution Equipment	21,679,708,100	226,173,420	-	3%-10%	21,905,881,520	-	-	16,896,507,020
7	Distribution Line	19,459,386,206	308,250,139	-	4%-10%	19,767,636,345	-	-	11,427,411,917
	<b>Sub Total</b>	<b>45,925,055,259</b>	<b>544,184,999</b>	<b>(102,500)</b>		<b>46,469,137,758</b>	<b>708,949,186</b>	<b>(81,982)</b>	<b>32,170,202,071</b>
1	Right-of-use assets	34,741,773	-	-	-	34,741,773	-	-	28,080,157
	<b>Sub Total</b>	<b>34,741,773</b>	<b>-</b>	<b>-</b>		<b>34,741,773</b>	<b>6,661,616</b>	<b>-</b>	<b>28,080,157</b>

SL No.	Category of Assets	Cost			Rate	Depreciation			Written down value as on 30-09-21
		Balance as on 01-07-21	Addition during the Year	Adjustment		Total as on 30-09-21	Charged during the year	Adjustment	
1	Land	6,900,850,177	-	-	0%	6,900,850,177	-	-	6,900,850,177
2	Building	1,067,097,248	-	-	2.50%	1,067,097,248	-	-	1,053,758,592
3	Motor Vehicles	57,634,817	-	-	15%	49,300,817	-	-	43,312,206
4	Furniture & Fixture	23,952,299	-	-	10%	21,560,299	-	-	19,197,615
5	Office Equipment	(8,950,839)	-	-	15%	(8,950,839)	-	-	(8,950,839)
6	Distribution Equipment	2,564,349,490	-	-	3%-10%	2,564,349,490	-	-	2,513,062,500
7	Distribution Line	(3,426,330,537)	-	-	4%-10%	(3,426,330,537)	-	-	(3,426,330,537)
	<b>Sub Total</b>	<b>7,178,602,654</b>	<b>-</b>	<b>-</b>		<b>7,178,602,654</b>	<b>70,145,932</b>	<b>-</b>	<b>7,108,456,723</b>
	<b>Grand Total</b>	<b>53,138,399,686</b>	<b>544,184,999</b>	<b>(102,500)</b>		<b>53,682,482,185</b>	<b>785,756,734</b>	<b>(81,982)</b>	<b>39,306,738,951</b>

**Dhaka Electric Supply Company Ltd.(DESCO)**  
**Schedule of Intangible Assets**  
**As at December 31, 2021**

SL No.	Category of Assets	Cost			Rate	Amortization			Written down value as on 31-12-21
		Balance as on 01-07-21	Addition during the Year	Adjustment		Total as on 31-12-21	Charged during the year	Adjustment	
1	Software & Software development	193,149,235	296,000	-	15%	193,445,235	-	-	115,920,087
Total		193,149,235	296,000	-		193,445,235	9,169,292	-	115,920,087

Allocation of Depreciation:  
 Depreciation ( Direct) 739,839,267  
 Depreciation ( Indirect) 55,086,758  
794,926,026

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## Dhaka Electric Supply Company Ltd. (DESCO)

For the Period 1st July 2021 to 31 December 2021

Depreciation Schedule as per ITO (Para-3 & Para-5 of the Third Schedule) (Un-Audited)

Sl. No	Particulars	Written down value as on 30-06-21	Addition during the year	Adjustment/ Disposal	Total as on 31-12-21	Depreciation				Adjustment	Total during the year	Written down value as on 31-12-21
						Initial		Normal				
						Rate	Depreciation	Rate	Depreciation			
A	B	C	D	E	F	G	H=(D*G)	I	J=(F*I)	K=(H+J)	L=(F-K)	
1	Land and Land Development	2,771,492,257	2,497,450		2,773,989,707		-	0%	-	-	-	2,773,989,707
2	Building Administrative & Support Building	578,880,095	620,238		579,500,333	10%	31,012	10%	28,975,017			550,494,304
3	Distribution Line & Equipment	13,952,821,932	534,423,559		14,487,245,491	25%	66,802,945	20%	1,448,724,549	-		12,971,717,997
4	Motor Vehicles	79,882,510	495,701		80,378,211		-	20%	8,037,821.10			72,340,390
5	Furniture & Fixture	33,438,691	939,269		34,377,960		-	10%	1,718,898			32,659,062
6	Office Equipments	241,020,781	5,504,782	(102,500)	246,628,063	25%	688,097.75	20%	24,662,806.30	(81,982)		221,359,141
7	Store Godown Shed	22,421			22,421		-	20%	2,242.10			20,179
8	Store Equipment	173,003			173,003		-	20%	17,300.30			155,703
	<b>Total</b>	<b>17,657,731,690</b>	<b>544,480,999</b>	<b>(102,500)</b>	<b>18,202,315,189</b>		<b>67,522,055</b>		<b>1,512,138,634</b>	<b>(81,982)</b>	<b>1,579,578,706</b>	<b>16,622,736,483</b>

Initial depreciation  
Tax depreciation  
Total

67,522,055  
1,512,138,634  
1,579,660,688

