



HALF YEARLY REPORT 2012

UN-AUDITED



DHAKA ELECTRIC SUPPLY COMPANY LIMITED

Dear Shareholders,

In compliance with rule 13 of Securities & Exchange Rules, 1987 we are pleased to forward the un-audited Financial Statements of Dhaka Electric Supply Company Limited (DESCO) for the half year ended December 31, 2012.

sd/-

Md. Arjad Hossain
Managing Director (In-charge)

Statement of Financial Position (un-audited) As at December 31, 2012

Particulars	Dec'31, 2012 Taka	Jun'30, 2012 Taka
APPLICATION OF FUND:		
Non Current Assets:		
Property, Plant & Equipment	10,673,140,094	10,570,433,799
Capital Work-in-Progress	543,860,514	429,752,752
Investment in Shares	1,000	1,000
	11,217,001,608	11,000,187,551
Current Assets:		
Stores and Spares	2,510,440,693	3,001,582,811
Accounts Receivable	3,426,702,692	3,205,802,165
Advances & Deposits	122,531,448	160,123,974
Advance Income Tax	813,301,850	714,318,380
Cash and Bank Balances	15,088,469,642	14,518,068,663
	21,961,446,326	21,599,895,993
Current Liabilities:		
Accounts Payable	2,907,882,963	3,396,510,599
Creditors for Goods/Works	971,151,555	948,335,135
Creditors for Other Finance	1,684,276,178	1,264,084,918
Creditors for Expenses	84,570,647	203,281,841
Current Maturity of Long Term Loans	249,592,836	393,488,410
Accrued Interest on Loans	862,763,030	739,943,582
Provision for Income Tax	472,133,185	199,096,465
	7,232,370,395	7,144,740,952
Net Current Assets	14,729,075,931	14,455,155,042
	25,946,077,540	25,455,342,593
SOURCES OF FUND:		
Shareholders Equity:		
Share Capital	2,602,769,620	2,602,769,620
Share Money Deposit	75,000,000	75,000,000
GOB Equity	1,552,140,000	1,552,140,000
Un-appropriated Profit	7,043,623,593	6,323,799,513
	11,273,533,213	10,553,709,133
Long Term Liabilities:		
Long Term Loan from ADB/GOB	7,865,933,143	8,187,206,150
Deferred Tax Liability	1,540,567,703	1,540,567,703
Due to DESA (For assets taken over)	4,039,671,539	4,039,671,539
Security Deposits - Consumers	1,226,371,941	1,134,188,068
	14,672,544,326	14,901,633,460
	25,946,077,540	25,455,342,593

sd/-

Md. Rofi Uddin
Director (Finance & Accounts)

sd/-

Md. Arjad Hossain
Managing Director (In-charge)

Statement of Comprehensive Income (un-audited) For the half year ended December 31, 2012

Particulars	July to Dec'12 Taka	July to Dec'11 Taka	Oct to Dec'12 Taka	Oct to Dec'11 Taka
Notes				
Operating Revenue:				
Energy Sales	a 11,480,471,339	7,466,306,281	5,121,790,131	3,504,680,722
Other Operating Revenue	74,141,921	82,387,231	16,752,756	73,380,001
Total Revenue from Operation	11,554,613,260	7,548,693,512	5,138,542,887	3,578,060,723
Cost of energy Sales:				
Energy Purchase	b 9,924,907,295	5,661,964,716	4,518,634,991	2,645,456,219
Operating expenditure	279,816,122	267,156,509	139,970,512	139,828,335
Depreciation (Operating)	c 410,557,734	288,609,193	208,132,804	146,369,464
	10,615,281,151	6,217,730,418	4,866,738,307	2,931,654,018
Gross Margin	939,332,109	1,330,963,094	271,804,580	646,406,705
Cost & Expenditures:				
Administrative expenses	d 94,332,997	75,219,942	55,345,832	46,781,562
Employee expenses	e 324,211,220	279,125,525	170,297,897	141,351,510
Bad debts Provision	15,540,236	7,356,842	15,540,236	7,356,842
Depreciation (Non Operating)	19,673,471	26,949,396	10,001,335	13,640,606
	453,757,924	388,651,705	251,185,300	209,130,520
Operating Profit	485,574,185	942,311,389	20,619,280	437,276,185
Non Operating Income/(Expense)				
Interest Income	f 589,148,754	468,024,290	426,182,850	358,547,294
Interest Expense	(170,240,792)	(171,640,400)	(84,485,573)	(92,963,049)
Exchange Gain/ (Loss) provision	g 88,335,311	(723,689,571)	98,341,399	(694,777,917)
Miscellaneous Income	43,342	44,562,000	40,000	44,116,307
Total Non Operating Income/(Expense)	507,286,615	(382,743,681)	440,078,676	(385,077,365)
Net Profit before tax	992,860,800	559,567,708	460,697,956	52,198,821
Current Tax Provision	(273,036,720)	(153,881,120)	(126,691,938)	(14,354,676)
Deferred Tax Provision	-	-	-	-
	(273,036,720)	(153,881,120)	(126,691,938)	(14,354,676)
Net Profit After Tax	719,824,080	405,686,588	334,006,018	37,844,145
Basic Earning per share (EPS)	2.77	1.56	1.28	0.15
Restated EPS	2.40	1.36	1.12	0.13
No of Shares	h 260,276,962	260,276,962	260,276,962	260,276,962

Notes:

- Energy Sales increased due to increase of Retail tariff.
- Energy Purchase increased due to increase of Bulk tariff from Tk 2.7825/ Kwh(unit) to Tk 5.4050/Kwh(unit).
- Depreciation is increased following addition of operating assets during last financial year.
- Administrative Expenditure increased due to increase of price of goods and services
- Employee expenditure increased because of appointment of 236 nos new employees in the accounting period.
- The bank interest rate is higher than the previous year.
- Exchange fluctuation gain has arisen out of translation of foreign currency loan (in dollar) into taka at reporting date at the rate of Tk. 81.60/\$1 (June 30, '12 Tk 82.50/\$1) and has been recognized as income as per BAS-21. (Dec'12 Tk.82.20/\$1, June 30, '11 Tk.74.95/\$1)
- 39,041,544 nos of bonus share have subsequently been issued on 2nd January 2013.

sd/-

Md. Rofi Uddin
Director (Finance & Accounts)

sd/-

Md. Arjad Hossain
Managing Director (In-charge)



VISION

To be a role-model electric supply company in the region using most dependable technology and be a development partner in the continuous welfare of the society.



MISSION

Service of the utmost satisfaction of consumers through reliable and uninterrupted power supply and provide value for money. Provide congenial working environment for employees.



CORPORATE PHILOSOPHY

Service excellence with integrity and corporate social responsibility.

Statement of Changes In Equity

(un-audited) For the half year ended December 31, 2012

Particulars	Share Capital	Share Money Deposit	GOB Equity	Reserve & Surplus	Proposed Dividend	Total
Balance at 30 June 2012	2,602,769,620	75,000,000	1,552,140,000	6,323,799,513		10,553,709,133
Half yearly net profit	-	-		719,824,080	-	719,824,080
Balance at 31 Dec' 2012	2,602,769,620	75,000,000	1,552,140,000	7,043,623,593		11,273,533,213
Balance at 30 June 2011	2,082,215,772	75,000,000	1,552,140,000	6,209,984,623		9,919,340,395
Half yearly net profit	-	-		405,686,588	-	405,686,588
Balance at 31 Dec' 2011	2,082,215,772	75,000,000	1,552,140,000	6,615,671,211		10,325,026,983

sd/-

Md. Rofi Uddin
Director (Finance & Accounts)

sd/-

Md. Arjad Hossain
Managing Director (In-charge)

Statement of Cash Flow

(un-audited) For the half year ended December 31, 2012

Particulars	Dec'31, 2012 Taka	Dec'31, 2011 Taka
A. Cash Flows from Operating Activities		
Received from Energy Sales	11,313,053,026	7,124,000,968
Collection of Govt. Duty, VAT & Tax	548,941,985	358,383,701
Received from Other Operating & Non Operating Activities	133,253,418	127,498,423
Received against Financial Income	589,148,753	468,024,290
Payment for Energy Purchase	(10,426,771,478)	(5,948,711,250)
Payment for Employees Expenses	(324,211,220)	(279,125,525)
Payment for Operating Expenses	(76,865,345)	(85,045,621)
Payment for Administrative & Other Expenses	(89,256,421)	(81,310,392)
Payment for Interest on Long Term Loan	(47,083,406)	(59,104,367)
Income tax Paid	(98,983,469)	(473,302,370)
Payment for Govt. Duty, Vat & Tax	(546,093,851)	(371,600,748)
Net cash inflow from operating activities	975,131,992	779,707,109
B. Cash Flow from Investing Activities		
Acquisition of Property & Plant	(68,638,794)	(419,875,654)
Acquisition of Stores & Equipment	(132,900,272)	(160,834,108)
Net cash used in investing activities	(201,539,066)	(580,709,762)
C. Cash Flow from Financing Activities		
Long Term Loan	-	220,282,639
Long Term Loan Paid	(142,029,128)	(161,694,234)
Dividend Paid	(156,256,437)	(344,671,208)
Consumer Security Deposit	96,183,873	67,009,204
Net cash inflow from financing activities	(202,101,692)	(219,073,599)
D. Cash & Cash equivalents increase/(decrease) during the year	571,491,234	(20,076,251)
E. Cash & Cash equivalents as at July 1,2011	14,516,978,408	12,383,737,339
F. Cash & Cash equivalents as at December 31, 2011	15,088,469,642	12,363,661,088
No of Shares	260,276,962	260,276,962
Net operating cash flow per share	3.75	3.00
Restated Net operating cash flow per share	3.26	2.60

Notes: 39,041,544 nos of bonus Share have subsequently been issued on 2nd January 2013.

sd/-

Md. Rofi Uddin
Director (Finance & Accounts)

sd/-

Md. Arjad Hossain
Managing Director (In-charge)

Note:

The details of the published half yearly financial statements can be available in the website of the company. The address of the website is www.desco.org.bd

DHAKA ELECTRIC SUPPLY COMPANY LIMITED

22/B Faruk Sarani, Nikunja-2, Khilkhet, Dhaka-1229

PABX: 8900110-11, 8900220-23, Fax: 8900100

E-mail: info@desco.org.bd

www.desco.org.bd