



**Daffodil  
Computers**

2013



# annual report



**Daffodil  
Computers**

**Daffodil Computers Limited**  
64/3 Lake Circus, Mirpur Road, Kalabagan, Dhaka - 1205  
Tel- 9116600, 8115986, Fax: 8116103  
www.daffodil-bd.com, E-mail: Info@daffodil-bd.com

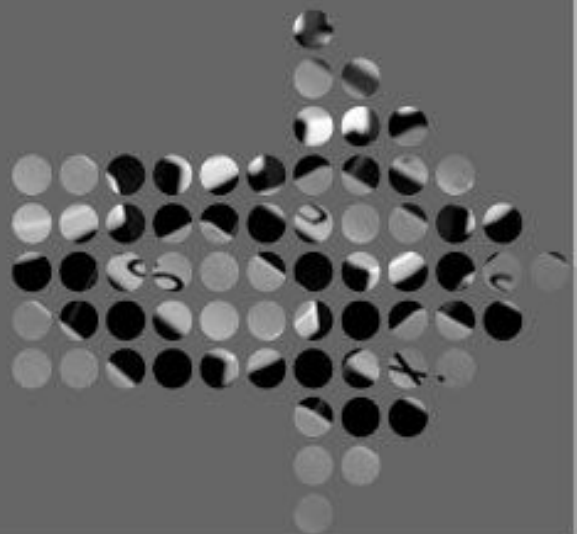


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## Company Profile

Name of the Company	: Daffodil Computers Limited
Corporate Office	: 64/3, Lake Circus, Kalabagan, Mirpur Road, Dhanmondi, Dhaka-1205
Represented By	: Mr. Md. Sabur Khan, Managing Director
Communication	: Ph-88-02-9116600, Fax-8116103
Internet Reference	: www.daffodil-bd.com
Year of establishment	: 1990
Incorporation	: Registered with Joint Stock Company- Jan 1998
Conversion as	
Public Limited Company	: April 2002
Nature of Business	: <ul style="list-style-type: none"> <li>◆ Computer Product: Desktop Computer, Notebook, Netbook, Tablet PC, Server</li> <li>◆ Computer Accessories &amp; Peripherals :Motherboard, CPU, RAM, HDD, PC Casing, Keyboard, Mouse, DVDRW, NIC, Graphics Card, Sound Card, TV Card, UPS, Speaker, CB, Carrying bag</li> <li>◆ Industrial Solutions: Server, POS, Telecommunication Products, Controlling Products, Large Format Printers, Scanners and Digitizers and GIS Solutions.</li> <li>◆ Networking Product: NIC, Access point, Switch, Router, Cabinet, Cable, Connector, Wireless products and all networking Accessories.</li> <li>◆ Security Product : CC Camera, IP Camera, Access point, Time Attendances, Door lock, Surveillance</li> <li>◆ Software : Microsoft, Adobe, Oracle</li> <li>◆ Customized Software : Business ERP, Education ERP</li> </ul>
Representing Brands	: Intel, Dell, HP, WD, Microsoft, Norton, MacAfee, Adobe, Q, daffodilPC, Amigo
Main Focus	: DaffodilPc in total solution, Education and Software Development. We provide ICT solutions using our partners' products according to customers' requirement.)
Membership	: Dhaka Chambers of Commerce & Industries (DCCI) Board of Investment (BOI) Bangladesh Computer Samity (BCS) Bangladesh Association of Software & Information Services (BASIS) American Chamber of Commerce (AmCham) Australia - Bangladesh Business Council Malaysia - Bangladesh Chamber of Commerce Australia-Bangladesh Business Council;
Award	: <ul style="list-style-type: none"> <li>◆ Best Country Award (Asia Emerging Countries, FY 2000) From HP</li> <li>◆ Best Country Award (Asia Emerging Country, FY2001) From HP</li> <li>◆ Sales Appreciation Award, FY 2002 From HP</li> <li>◆ International Asia Award for Excellence - New Millennium Award, Year 2002 From TRADE LEADERS' CLUB</li> <li>◆ Commonwealth Business Council Award, Year 2002 From Commonwealth</li> <li>◆ D-Link Net vision Award, Year 2003</li> <li>◆ Excellence Award, Year 2004 From Microsoft</li> <li>◆ Gold Award for Excellence &amp; Business Prestige by Quality Summit, NewYork,US in 2000</li> <li>◆ Rapport Management Excellence Award for Professional Management and perfect Planning in 2001.</li> </ul>

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## Board of Directors



Mrs. Shahana Khan

Chairman

Mr. Md. Sabur Khan

Managing Director

Mr. Mohamed Emran Hossain

Director

Mr. Md. Delwar Hossain Chowdhury

Director

Mr. Dr. Abdul Halim Patwary

Director

## Management

daffodil

	Mr. Md. Sabur Khan	Managing Director
	Mr. Abdur Rob	AGM, Chief of Operation
	Mr. Jafor Ahmed Patwary	DGM, Business Operation
	Mr. Md. Jahir Uddin	DGM & Chief Accounts Officer
	Mr. Md. Monirul Alam	Manager, IDB Branch
	Mr. Md. Monir Hossain	Company Secretary
	M/S. Aziz Halim Khair Choudhury & Co	Chartered Accountants 'Baitul Mesbah' Building # (3rd 4th Floor) House # 79, Road # 12A Dhan mondi, Dhaka-1209
	Registered Office	64/3, Lake Circus, Kalabagan, Mirpur Road, Dhanmondi, (2nd floor to 5th floor) Dhaka-1205. PABX: 8115986, 9116600 Fax: 880-2-8116103 Email- info@daffodil-bd.com

## **NOTICE OF THE 16th ANNUAL GENERAL MEETING**

Notice is hereby given that the 16th Annual General Meeting of the shareholders of Daffodil Computers Limited will be held on Monday, the 30th day of December 2013 at 10.00 a.m. at DIU Auditorium, 4th floor, 4/2, Prince Plaza, Sobhanbag, Dhanmondi, Dhaka-1207 to transact the following business:

1. To receive, consider and adopt the Audited Accounts for the year ended June 30, 2013 along with reports of the Auditors and the Directors.
2. To declare and approve no dividend for the year ended June 30, 2013
3. To elect the Directors.
4. To Appoint Auditors for the year ending June 30, 2014 and to fix their remuneration.
5. To transact any other business of the company with the permission of the Chair.

By order of the Board

Place : Dhaka  
31 October 2013

  
Md. Monir Hossain  
Company Secretary

### NOTES:

- 1) Record date November 21, 2013.
- 2) A member entitled to attend and vote at the General Meeting may appoint a proxy to attend and vote in his/her stead.
- 3) The proxy form, duly stamped, must be submitted at the registered office of the company not later than 48 hours before the meeting. Proxy must be a member of the company.
- 4) Entry to the Annual General Meeting is reserved only for shareholders or their proxies.
- 5) Valued shareholders are requested to see the annual report after mid December from our web site -[www.daffodil-bd.com](http://www.daffodil-bd.com)

**N.B:** As per SEC Directive No. SEC/SRMI/2000-953/1950 dated 24 October 2000 no gift or benefit in cash or in kind shall be paid/offered to the Shareholders.

## Mission

Use of technology concern the ways people think, express identify and communicate. Information and communication technologies combine Computers and tele communications to create a new form of communications. The potential impact of new technologies is increasing the positive involvement of all people in the successful development of their own and in particular people at risk of exclusion form these benefits due to factors such as poverty, lack of education and disability.

## Vision

To reach the highest level of ICT sector and contribute in the micro and macro economy of the country and provide better IT services to the nation. Achieving the target of the services ultimate is to expand from national proximity and approach in the international market. Since the inception the company enriches the human resource to compete in the international market and the entity become national proud.



**Branches**

**IDB Bhaban Branch**

Shop No-SR 123/3,123/4E/8A  
Rokeya Sharani, Dhaka.  
Ph-8129029

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**Banani Branch**

54, Kamal Ataturka Avenue  
Banani, Dhaka.  
Ph-9883339

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**Chittagong Branch**

223,sk. Mojib Road, A.K. Tower  
Chowmohany, Agrabad, Chittagong.  
Ph-031-727662

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**Jamuna Future Park Branch**

Jamuna Future Park  
Shop # 4A-041, Level # 4  
Ka-244, Kuril, Progoti Shoroni,  
Baridhara, Dhaka, Bangladesh

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**Ware House**

House No-7, Road 14(new)  
Dhanmondi, Dhaka.  
Ph-9143158.

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Chariman, Managing Director, Director, Company Secretary & Auditor at 15th AGM



Shareholders are Presence at 15th AGM



## Message from the Chairman

It is a great pleasure for me to welcome you all to the 16th Annual General Meeting of the Company and take this opportunity to express my heartfelt gratitude to you for all the confidence and trust you have placed in us.

I am also pleased to report that in 2013, DCL achieved positive earnings per share, cash flow and profit with revenues that were flat at constant. Earnings per share were up putting us well on track to our road map objective of our growth.

We believe you will be with us in future as well to be a part of a winning team. May the Almighty be with us always.

Sincerely

*Shahana Khan*  
Mrs. Shahana Khan  
Chairman



## Directors' Report to the Shareholders

بِسْمِ اللّٰهِ الرَّحْمٰنِ الرَّحِیْمِ

Bismillahir-Rahmanir Rahim

Honorable Shareholders,  
Assalamu-Alaikum

It is really a great pleasure to welcome you all on behalf of the Board of Directors and on our own behalf to this 16th Annual General Meeting of Daffodil Computers Limited. We have the pleasure to present you the Annual Report with Audit Accounts' and Auditors Report as of 30th June 2013 in the meeting.

Dear Shareholders,

As you are aware that since the commencement of this year we had political tensions and the situation deteriorated extra at the end of 2013. Panic and tension prevailed in the business community and ICT sector is not an exception. Lack of honest political power has forced and added satisfactory fuel to magnify the situation. In spite of the remarkable achievement in the software and telecommunication sectors globally, we have experienced abnormal downtrend in our ICT sector especially in computer hardware and software business since the middle of this fiscal year and the same situation is continuing till date.

You will be happy to hear that, despite of so many barriers, your company has made significant achievement in the year 2012-2013. With best efforts of the management, excellent financial control, extra ordinary care and attention, the growth and sustainability of the company with upward trends could be kept continued as is evident from the following comparative operational positions:

Particulars	2012-2013 (in taka)	2011-2012 (in taka)	2010-2011 (in taka)
Sales	316,534,918	319,966,399	275,209,157
Cost of Goods Sold	245,099,012	250,857,849	215,431,535
Gross Profit	72,299,327	69,108,550	59,777,622
Net Profit (before tax)	43,873,115	58,880,733	36,384,860
Net Profit (after tax)	42,400,539	55,953,958	34,097,174
Share Capital	499,122,624	499,122,624	479,925,600
Net operating Cash Flow Per Share(NOCPS)	1.26	1.61	.53
Net Assets Value per share(NAVPS)	10.99	11.14	11.02
EPS	.85	1.12	.94

## Daffodil International School

Daffodil International School (DIS), an English medium co-educational chain schools from Play Group to Grade 12 leading to the IGCSE and A-Level examinations held under the University of London External System and the Edexcel examination board, is on its way to provide its education service in 64 districts of Bangladesh and abroad. DIS is continuing its successful operation in Chandpur, Dhanmondi and Uttara and is about to start the English Version School in its own campus in Green Model Town, Motijheel. However, DIS is following National Curricular of English Version and the British curricular in all City corporation areas and in all districts of Bangladesh.

**Vision of DIS:** is to provide a dynamic learning community recognized as one of the leading chain schools, designed to impart the International Curriculum in English and emphasizing equal proficiency in Bangla as necessary prerequisite for a well-rounded education for Bangladeshi students.

### Mission of DIS:

- To Promote a strongly rooted commitment to the national heritage, culture and language;
- To Produce students imbued with intellectual, creative and moral qualities as well as practical skill of the highest possible level;
- To Train individuals for lifelong learners;
- To Become the centre of excellence in teaching and educational development in Bangladesh.

### Values of DIS:

As a private school system, we are committed to ensuring that all students are assisted to develop the values articulated with the curriculum framework as a part of the achievement of the outcomes. Our values are:

- Respect
- Honesty
- Responsibility
- Compassion

2012- 2013 session of DIS saw the completion of seven new classrooms, the refurbishment of the library, computer Lab, audio visual room, smart board classroom and undercover area.

As part of our plan to upgrade technology throughout the school, we began the year with a fully operational Audio Visual Lab with smart boards, ten note books for students, four new LCD monitors with DVD players in kindergarten classrooms and DIS online accounts system. This technology is also supported by upgraded cabling. Although it is difficult to single people out, the staffs of DIU must be thanked for the time they have put into this project and to DCL for their significant financial contribution to the upgrade. Thank you.



DIS Students celebrate hand wash program at Dhanmondi Campus



DIS Students observe world peace day at Dhanmondi Campus



Sabirul Islam inspire DIS Students

The school performed well once again in organization of My e-Kids Camp program where students from different reputed schools of all over Bangladesh participated and showed their talents in different co-curricular contests. The Summer Camp Programme in Comilla Hilly Tracks (DIS' own property) of the DIS Scouts was a remarkable one.

The IGCSE and GCE A level results in Dhaka and the PSC and JSC results in Chandpur continued to achieve very good position. The results highlighted a need to deepen the children's understanding of Science subjects.

The results achieved in Annual Science Fair and Inter school Debate Contest were excellent with the majority of students. This rigorous approach to measuring student progress will be maintained in next session too.

### **Dolphin Computers Ltd:**

Dolphin Computers Limited is termed as a leading enterprise in the new digital era. For more than two decades Dolphin Computers Ltd is delivering the quality products to its customers. The Business philosophy of the company and enduring commitment towards bringing best quality products ensuring the services has placed the company in a very respective and leading position in the ICT industry. During the past years, the visionary approach of Dolphin has helped it become a major proponent in consumer technology, bringing quality innovation and design into consumers' lives and our vision is to bring new and improved product lines with best value.

In the year 2008 the company has merged with Daffodil Computers Ltd. Dolphin is now one of the largest retail super store of the country. Dolphin Computer's Ltd. believes in innovation and therefore started the first digital IT hardware online shopping site [www.dolphin.com.bd](http://www.dolphin.com.bd) in Bangladesh.

### **Educational ERP**

As we informed you earlier that DCL made a joint collaboration with Malaysian software giant BriteSoft for Educational software development. A group of people got training to Malaysia and Expert also came from Malaysia for completion of our job. As we told that that we will develop this Educational ERP software for our local market as well as international market. Our software are now using by one educational venture where we already proved our strength and we are quite confident this software will play key role in near future to bring the revenue. We developed this software with true online facility where all latest features are incorporated.

### **Jobsbd.com**

Jobsbd.com is one of the pioneer job portals of the country which was established in July 09, 2000. We believe in accommodating new technologies and ideas for improving the job seeking experiences of the job seekers and enabling the employers with latest recruitment solutions. Today, Jobsbd.com is now more powerful with database of over 2, 00,000 job seekers.

In August 16, 2006 jobsbd.com has formed a partnership with JobStreet.com, the regional leader in online recruitment with a strong presence in Malaysia, Singapore, Philippines, India, Japan, Hong Kong, Indonesia and Thailand. JobStreet.com is currently working as a strategic partner of jobsbd.com to help Bangladeshi corporate to find suitable candidate from Asia Pacific region through Jobsbd.com. Everyday lots of foreign and local employers visit our sites to select appropriate peoples. Our intelligent search and matching technology saves your job searching times and help you to find your esteemed positions.

Jobsbd.com is committed to attain its new mission statement "Creating Opportunities" by attracting local and foreign employers to post their latest advertisements with the site. Jobsbd is also devoted to bring the latest services to the employers and help them to find the right candidates within the shortest possible time and within financial bindings.

Jobsbd.com is not only focused on online recruitment but also to extend career development training to different level of job seekers to enhance their professional skill and secure better opportunities for them. Daffodil Education Network and the Human Resource Institute of Daffodil International University is working with Jobsbd.com and assisting in Training Division. Jobsbd also has a pool of recourses from different industries and specializations to conduct these job oriented, skill enhancement trainings.

## **Daffodil International Professional Training Institute (DIPTI)**

DIPTI is an initiative of Daffodil Computers that is the first professional education providing body in Bangladesh. DIPTI provides a very wide range of job oriented and professional development training to convert both skilled/semi skilled and unskilled people to a human resource. These short intense courses offer the opportunity for practitioners, individual, businessman and employees to refresh to development, expand and enhance their skills/professionalism.

### **Links & Affiliation:**

DIPTI is an affiliated institute of Bangladesh Technical Education Board (BTEB). DIPTI has also link with U&I Alliance, University of Dhaka, CEA UK and IIC Malaysia.

### **Campuses:**

Initially DIPTI started its operation in Dhaka. Now it has three campuses at different location in Bangladesh, to spread out its aim to the doorstep of its stakeholders providing quality education and training. DIPTI established its campuses at Chittagong, Chandpur and Rangpur. The management of DIPTI is working to establish another 2 campuses in Khulna and Barisal very shortly.

### **What's new in the last financial year:**

1. Got approval of Business Management Course under BTEB and already started its 1st batch from July 12 session
2. Established new campus at 64/6, Lake Circus Panthapath, Kalabagan in a 6 stored building with 9000sft floor space.

### **Proposed Programs:**

In addition to making skill manpower, DIPTI is very close to get approval another two/three programs of 4 years Diploma in engineering under BTEB and hopefully by next academic year (2013-2014) DIPTI will be successful to run these programs.

### **Dividend:**

The Board of Directors has recommended no dividend for the year 2012-2013.

### **Election of Directors:**

Directors of the company Mrs. Shahana Khan, Director and Mr. Md. Emran Hossain, Director are due to retire by rotation as per Article 90 of the Articles of Association of the Company and being eligible for re-appointment, they have offer themselves for re-election as per Articles 92 of the Articles of Association of the Company

## **Appointment of Auditors:**

The Company's existing Auditors M/S. Aziz Halim Khair Choudhury, Chartered Accountants, retire at this meeting and being not eligible to the next term and M/S. Sarwar Salamat Co., Chartered Accountants and M/S. A. Matin & co. is offer to appointment as auditor of the company for the year 2013-2014. The Board of Directors' recommended that M/S. Sarwar Salamat Co., Chartered Accountants, Chartered Accountants may be appointed for the year ended June 2014 subject to the approval of shareholders in the 16th AGM

## **Conclusion:**

We would like to show our appreciation and sincere gratitude to our valued shareholders, stakeholders, customers, government agencies, financial institutions, SEC, DSE, CSE, vendors, suppliers and our employees for their wholehearted cooperation and contribution towards the growth and achievements of your company. You are the strength behind our success.

Ladies and Gentlemen thank you again for your kind presence at the 16th Annual General Meeting of the Company and making it a success through your cooperation

Allah Hefez.

With warm Regards

On behalf of the Board of Directors,



**Md. Sabur Khan**  
Managing Director



## **Going Concern:**

The Directors have made an assessment of the Company's ability to continue as a going concern and they are convinced that the company has sufficient resources to continue its operation in the estimated future and preparing the financial statements where the going concern concept was the foundation.

## **Future Plan:**

DIS is to provide a dynamic learning community recognized as one of the leading chain schools, designed to impart the International Curriculum in English and emphasizing equal proficiency in Bangla as necessary prerequisite for a well-rounded education for Bangladeshi students and also establish other than 64 schools in 64 districts of Bangladesh which is now operation at Dhaka , Chandpur & Gajipur districts.

## **Business Risks**

The key risks to the business relates to the use of financial instruments as described in the Company's activities. The major risks associated with the use of financial instruments are market risk, credit risk and liquidity risk as outlined in notes of financial statements.

## **Key Performance**

Performance of the asset portfolio is the principal key performance indicator monitored by the directors. Under normal market conditions, the assets of the company will have a tendency to increase in value and the performance is considered satisfactory due to the increased benefit owing to the shareholders.

**Status of compliance with the conditions imposed by the Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969:**

Conditions	Title	Compliance Status
1.1	The number of the board members of the company shall not be less than 5 (five) and more than 20 :	Complied
1.2 (i)	At least one fifth (1/5) of the total number of directors in the company's board shall be independent directors.	Complied
1.2 (ii) a)	who either does not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company	Complied
1.2 (ii) b)	who is not a sponsor of the company and is not connected with the company's any sponsor or director or shareholder who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship.	Complied
1.2 (ii) c)	who does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary/associated companies	Complied
1.2 (ii) d)	who is not a member, director or officer of any stock exchange	Complied
1.2 (ii) e)	who is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market	Complied
1.2 (ii) f)	who is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm	Complied
1.2 (ii) g)	who shall not be an independent director in more than 3 (three) listed companies	Complied
1.2 (ii) h)	who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a bank or a Non-Bank Financial Institution (NBFI)	Complied
1.2 (ii) i)	who has not been convicted for a criminal offence involving moral turpitude.	Complied
1.2 (iii)	the independent director(s) shall be appointed by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	Complied
1.2 (iv)	the post of independent director(s) cannot remain vacant for more than 90 (ninety) days.	Complied
1.2 (v)	the Board shall lay down a code of conduct of all Board members and annual compliance of the code to be recorded.	Complied
1.2 (vi)	the tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only.	Complied

Conditions	Title	Compliance Status
1.3 (i)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business.	Complied
1.3 (ii)	The person should be a Business Leader/Corporate Leader/Bureaucrat/University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, and Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management/professional experiences.	Complied
1.3 (iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission.	There was no such event
1.4	Chairman of the Board and Chief Executive Officer The positions of the Chairman of the Board and the Chief Executive Officer of the companies shall be filled by different individuals. The Chairman of the company shall be elected from among the directors of the company. The Board of Directors shall clearly define respective roles and responsibilities of the Chairman and the Chief Executive Officer.	Complied
1.5 (i)	Industry outlook and possible future developments in the industry.	Complied
1.5 (ii)	Segment-wise or product-wise performance.	Complied
1.5 (iii)	Risks and concerns.	Complied
1.5 (iv)	A discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin.	Complied
1.5 (v)	Discussion on continuity of any Extra-Ordinary gain or loss.	There was no such event
1.5 (vi)	Basis for related party transactions- a statement of all related party transactions should be disclosed in the annual report.	There was no such event
1.5 (vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments.	Complied
1.5 (viii)	An explanation if the financial results deteriorate after the company goes for IPO, RPO, Rights Offer, Direct Listing, etc.	There was no such event
1.5 (ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on their Annual Report.	There was no such event
1.5 (x)	Remuneration to directors including independent directors.	Complied
1.5 (xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity.	Complied
1.5 (xii)	Proper books of account of the issuer company have been maintained.	Complied
1.5 (xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.	Complied

Conditions	Title	Compliance Status
1.5 (xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS) /Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.	Complied
1.5 (xv)	The system of internal control is sound in design and has been effectively implemented and monitored.	Complied
1.5 (xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the issuer company is not considered to be a going concern, the fact along with reasons thereof should be disclosed. (xvii) Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained.	Complied
1.5 (xvii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof should be explained	There was no such event
1.5 (xviii)	Key operating and financial data of at least preceding 5 (five) years shall be summarized.	Complied
1.5 (xix)	If the issuer company has not declared dividend (cash or stock) for the year, the reasons thereof shall be given.	There was no such event
1.5 (xx)	The number of Board meetings held during the year and attendance by each director shall be disclosed.	Complied
1.5 (xxi) a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details)	Complied
1.5 (xxi) b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details)	Complied
1.5 (xxi) c)	Executives	Complied
1.5 (xxi) d)	Shareholders holding ten percent (10%) or more voting interest in the company (name wise details).	There was no such event
1.5 (xxii) a)	a brief resume of the director	Complied
1.5 (xxii) b)	nature of his/her expertise in specific functional areas;	Complied
1.5 (xxii) c)	names of companies in which the person also holds the directorship and the membership of committees of the board.	There was no such event
2.1	Appointment: The company shall appoint a Chief Financial Officer (CFO), a Head of Internal Audit (Internal Control and Compliance) and a Company Secretary (CS). The Board of Directors should clearly define respective roles, responsibilities and duties of the CFO, the Head of Internal Audit and the CS.	Complied
2.2	Requirement to attend the Board Meetings: The CFO and the Company Secretary of the companies shall attend the meetings of the Board of Directors, provided that the CFO and/or the Company Secretary shall not attend such part of a meeting of the Board of Directors which involves consideration of an agenda item relating to their personal matters.	Complied

Conditions	Title	Compliance Status
3 (i)	The company shall have an Audit Committee as a sub-committee of the Board of Directors.	Complied
3 (ii)	The Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business.	Complied
3 (iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing.	Complied
3.1 (i)	The Audit Committee shall be composed of at least 3 (three) members.	Complied
3.1 (ii)	The Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director.	Complied
3.1 (iii)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management experience.	Complied
3.1 (iv)	When the term of service of the Committee members expires or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint the new Committee member(s) to fill up the vacancy (ies) immediately or not later than 1 (one) month from the date of vacancy(ies) in the Committee to ensure continuity of the performance of work of the Audit Committee.	Complied
3.1 (v)	The company secretary shall act as the secretary of the Committee.	Complied
3.1 (vi)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	Complied
3.2 (i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	Complied
3.2 (ii)	Chairman of the audit committee shall remain present in the Annual General Meeting (AGM).	Complied
3.3 (i)	Oversee the financial reporting process.	Complied
3.3 (ii)	Monitor choice of accounting policies and principles.	Complied
3.3 (iii)	Monitor Internal Control Risk management process.	Complied
3.3 (iv)	Oversee hiring and performance of external auditors.	Complied
3.3 (v)	Review along with the management, the annual financial statements before submission to the board for approval.	Complied
3.3 (vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval.	Complied
3.3 (vii)	Review the adequacy of internal audit function.	Complied
3.3 (viii)	Review statement of significant related party transactions submitted by the management.	Complied
3.3 (ix)	Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors.	There was no such event

# Annual Report 2012-13

Conditions	Title	Compliance Status
3.3 (x)	When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/Rights Issue the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus.	Complied
3.4.1 (i)	The Audit Committee shall report on its activities to the Board of Directors.	Complied
3.4.1 (ii) a)	report on conflicts of interests	There was no such event
3.4.1 (ii) b)	suspected or presumed fraud or irregularity or material defect in the internal control system	There was no such event
3.4.1 (ii) c)	suspected infringement of laws, including securities related laws, rules and regulations	There was no such event
3.4.1 (ii) d)	any other matter which shall be disclosed to the Board of Directors	There was no such event
3.4.2	Reporting to the Authorities :If the Audit Committee has reported to the Board of Directors about anything which has material impact on the financial condition and results of operation and has discussed with the Board of Directors and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board of Directors for three times or completion of a period of 6 (six) months from the date of first reporting to the Board of Directors, whichever is earlier.	There was no such event
3.5	Report on activities carried out by the Audit Committee, including any report made to the Board of Directors under condition 3.4.1 (ii) above during the year, shall be signed by the Chairman of the Audit Committee and disclosed in the annual report of the issuer company.	There was no such event
4 (i)	Appraisal or valuation services or fairness opinions.	Complied
4 (ii)	Financial information systems design and implementation.	Complied
4 (iii)	Book-keeping or other services related to the accounting records or financial statements.	Complied
4 (iv)	Broker-dealer services.	There was no such event
4 (v)	Actuarial services.	There was no such event
4 (vi)	Internal audit services.	Complied
4 (vii)	Any other service that the Audit Committee determines.	There was no such event
4 (viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company.	There was no such event
5 (i)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company.	Complied

# Annual Report 2012-13

Conditions	Title	Compliance Status
5 (ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company.	Complied
5 (iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company.	There was no such event
5 (iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also.	There was no such event
5 (v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	There was no such event
6 (i) a)	these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading	Complied
6 (i) b)	these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.	Complied
6 (ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct.	Complied
7 (i)	The company shall obtain a certificate from a practicing Professional Accountant/Secretary (Chartered Accountant/Cost and Management Accountant/Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis.	There was no such event
7 (ii)	The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions.	There was no such event

# Annual Report 2012-13

## Director's Attendance in the Board of Director's Meeting During the year 2012-2013.

Name of Director	Total Meeting	Attended	Remarks
Mrs. Shahana Khan	8	8	
Mr. Md. Sabur Khan	8	8	
Mr. Abdul Halim Patwary	8	5	
Mr. Mohamed Emran Hossain	8	6	
Mr. Md. Delwar Hossain Chowdhury	8	2	

## Share holding position of Directors as on 01-12-2013

Name of Director	Shareholding
Mrs. Shahana Khan	1,30,91,273
Mr. Md. Sabur Khan	9,98,245
Mr. Abdul Halim Patwary	10,000
Mr. Mohamed Emran Hossain	10,01,040
Mr. Md. Delwar Hossain Chowdhury	61,30,323

## Share holding position of top executives as on 01-12-2013

Name	Designation	Shareholding
Mr. Abdur Rob	AGM, Chief of Operation	Nil
Mr. Jafar Ahmed Patwary	DGM, Business Operation	Nil
Md. Jahir Uddin	DGM and chief of Accounts	Nil
Mr. Monirul Alam	Manager, IDB Br.	Nil



## Daffodil Computers Limited Minutes of the Fifteenth Annual General Meeting

The 15th Annual General Meeting for the year ended June 30, 2012 of Daffodil Computers Limited was held as per schedule i.e. on December 27, 2012 in the Auditorium of Daffodil International University (DIU), Prince Plaza (4th floor), 4/2 Sobhanbag, Dhaka-1207. The quorum was fulfilled and the meeting started at 10.30 A.M.

The following persons were present in the meeting:

1. Mrs. Shahana Khan, Chairman
  2. Mr. Md. Sabur Khan, Managing Director
  3. Mr. Emran Hossain, Director
  4. Mr. Abdul Halim Patwary, New Independent Director
  5. Mr. Md. Monir Hossain, Company Secretary
  6. Mr. Abdul Halim Gaznabi, FCA, Auditor
- &
7. The Shareholders (As per attendance)

The Chairperson of the Company presided over the meeting welcoming all the valued shareholders and expressed her gratitude for their coming in this meeting. Then she permitted the Managing Director to start the meeting.

A recital from the Holy Qur'an preceded the meeting. After that the Managing Director started to conduct the meeting as per agenda. In his welcoming speech he thanked the shareholders for coming to attend the meeting and expressed his gratitude on behalf of the Board of Directors and himself.

The Managing Director started to read out the Directors' Report. Mr. Sayed Liaquat Ali BO-1201730014881747 requested the Managing Director that there was no need of read out the report line by line as it would be a time consuming otherwise shareholders were read it earlier. Then the Managing Director read out only the main points for better knowledge of the shareholders and described some new venture of the company.

He mentioned that 'Daffodil International School' which is the new venture of the company, strives to create a pleasant balance between academic demands, sporting, cultural activities and community life. Founded in 2008, DIS is an institution of Daffodil Computers Ltd., Bangladesh. It has a long tradition of leadership in educational & ICT development in Bangladesh. Over 64 Schools is going to be established in 64 districts in Bangladesh in various phases. DIS, Daffodil International School is a self-governing English Medium School. It is a co-educational day-School, currently catering for children between the ages of rising 3 and 14+ (from play group to 'O & A' level).

Another important project of Daffodil is Dolphin Computer, DIPTI, JOBSBD where Daffodil did lot of R&D and investment as trends of IT proved that will be a dominating factor of sales too in near future. Though these projects, revenue will be generated slowly but systematically.

The Managing Director then placed the Agenda to the Shareholders for their decision and votes.

### **Agenda No. 01:**

To receive, consider and adopt the Audited Accounts of the company and the Auditors' report and the Directors thereon for the year ended 30 June 2012

Mr. Nuruzzaman Folio No. 517 requested the Managing Director to verify the causes of not getting Annual Report and proposed that if courier service makes a mistake then it should be punishment. The Managing Director welcomed his proposal and assured the house to do the needful. MD also mentioned that due this problem DCL already took the proper remedy from last year i.e. the report is available in website, so any one can see any time. He then said the EPS of the Company was such a picture of the company's position that it must not carry sufficient goodwill in the market. He suggested putting extra effort to increase the sales and take initiatives to improve the EPS of the Company. The Managing Director again thanked him for his valuable suggestions and he proposed to receive, consider and adopt the Audited Accounts of the company and the Auditors' report and the Directors thereon for the year ended 30 June 2012. 517 Mr. Khairul Amin - BO no. 1202610006349081 seconded the proposal and thereafter all the shareholders present supported it.

In course of its adoption Mr. Monshi safi Uddin BO-1201850015649821 expressed his dissatisfaction that the Annual Report was not received by some of them and he termed that it could be a fault of courier service provider. The Managing Director asked the audience how many of them have got the Directors' Report and found that majority of them got but some how very few of them yet to get it. Then the Managing Director assured the audience that it will be taken care very carefully in future and again mentioned the availability through website.

#### **Approval:**

The Managing Director declared that the agenda has been received, considered, adopted and passed by the meeting and a record was made thereof.

#### **Agenda no. 02:**

To declare and approve 10% cash dividend for the year ended June 30, 2012

Mr. Sayed Liaquat Ali BO-1201730014881747 proposed to approve 10 % cash dividend for 2011-12. Mr. Nuruzzaman Folio No. 517 and there after all the shareholders present supported it.

#### **Approval:**

The Managing Director announced that the meeting passed the 10 % cash dividend for the year 2011-12 and a record was made accordingly.

#### **Agenda no. 03:**

##### **To elect Directors**

The Managing Director informed the house that Directors Mr. Younus Khan and Mr. Mahtab Uddin were due to retire in this 15th AGM and Mr. Younus Khan is not eligible for re-election as per BSEC order and also Mr. Mahtab Uddin is expressed his no interest to be re-elected. Articles of Association of the company, Board recommended to Mr. Delwar Hossain Chowdhury for Director and Mr. Abdul Halim Patwary for Independent Director of the company.

#### **Part-1:**

Mr. Monshi safi Uddin BO-1201850015649821 proposed the name of Mr. Delwar Hossain Chowdhury appointed as a Director. Mr. Zamshedur Rahman-Folio No.1157 seconded the proposal and thereafter all the shareholders present supported it.

#### **Part-2:**

Mr. Sayed Liaquat Ali BO-1201730014881747 proposed the name of Mr. Abdul Halim Patwary while Mr. Zamshedur Rahman-Folio No.1157 seconded and thereafter all the shareholders present supported it.

**Approval:**

The Managing Director declared the names of the above two persons Mr. Delwar Hossain Chowdhury appointed as Directors and Mr. Abdul Halim Patwary appointed as independent Director of the Company and a record was made thereof.

**Thereafter the Managing Director went for next agenda.**

**Agenda No. 04:****To consider appointment of Auditors for the year 2012-2013 and to fix their remuneration**

The Managing Director informed the meeting that M/S. Aziz Halim Khair Choudhury, Chartered Accountants, audited our accounts for the last year and he is eligible for reappointment and offer himself to appointment as auditor of the company for the year 2012-2013. The Board of Directors' recommended that M/S. Aziz Halim Khair Choudhury, Chartered Accountants may be appointed for the year ended June 2013 subject to the approval of shareholders in the 15th AGM and clearance from SEC and such remuneration as will be fixed here.

Mr. Nurruzzaman - Folio No. 517 proposed the M/S. Aziz Halim Khair Choudhury, Chartered Accountants be appointed as the Auditor of the Company and that its remuneration be 140,000.00. Mr. Sayed Liaquat Ali BO-1201730014881747 seconded and thereafter all the shareholders present supported it.

**Approval**

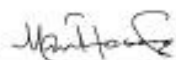
The Managing Director announced that the auditor M/S. Aziz Halim Khair Choudhury has been appointed as auditor of the company for 2012-2013 and that its fee has been fixed at Tk.140,000.00 and a record was made thereof.

Thereafter the last agenda was placed before the meeting.

**Agenda No. 05:****To transact any other business of the Company with the permission of the chair**

Mr. Sayed Liaquat Ali BO-1201730014881747 came into dais with the permission of the chair and praised of the company and its efficient and experienced management and added that the company will do far better in future and then he thanked the Chairperson, Managing Director, Management, Company Secretary and all the shareholders to make the meeting successful. He showed his satisfaction to seeing the large gathering of share holders too. He requested the Managing Director to organise some events with the share holders, so that they can know the detail activities of the company and the full audience supported it while in replied the Managing Director agreed with their proposal.

At the concluding address the Chairperson thanked all for their coming at the AGM and for their kind support and cooperation for making it a success and declared the Fifteenth Annual General Meeting an end.



**Md. Monir Hossain**  
Company Secretary

Dated: Dhaka: December 30, 2012.

## **Independent Auditor's Report To the Shareholders of Daffodil Computers Limited**

We have audited the accompanying financial statements of Daffodil Computers Limited (The Company), which comprise the statement of financial position as at June 30, 2013, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

### **Management Responsibilities for the Financial Statements:**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Bangladesh Financial Reporting Standards (BFRS)/Bangladesh Accounting Standards (BAS). This responsibility includes: designing, implementing and maintaining internal control relevant to preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in circumstances.

### **Auditors' Responsibility:**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion:**

In our opinion, the+ financial statements referred to above give a true and fair view of the financial position of Daffodil Computers Limited as at June 30, 2013, and its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS)/ Bangladesh Accounting Standards (BAS) and comply with the applicable sections of the Companies Act, 1994, the Securities and Exchange Rule 1987 and applicable laws and regulations.

**We also report that:**

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by the law have been kept by the company so far as it appeared from our examination of those books;
- c) the company's statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of accounts and returns; and
- d) the expenditure incurred was for the purposes of the company's business.

Place : Dhaka  
31 October 2013

  
**Aziz Halim Khair Choudhury**  
Chartered Accountants

**DAFFODIL COMPUTERS LIMITED**  
**Statement of Financial Position**  
**As at 30 June 2013**

Figures in Taka

Particulars	Notes	30 June 2013 Taka	30 June 2012 Taka
<b>APPLICATION OF FUNDS</b>			
<b>A. Non-Current Assets:</b>			
Property, plant & Equipment	4	131,188,187	135,098,857
Intangible Assets	5	58,369,004	60,970,668
Investment in Subsidiaries & others	6	337,360,152	263,911,282
<b>Total Non-Current Assets</b>		<b>526,917,343</b>	<b>459,980,807</b>
<b>B. Current Assets:</b>			
Inventories	7	53,825,602	54,596,054
Trade and Others Receivable	8	15,979,056	20,350,244
Advances, Deposits and Prepayments	9	50,997,145	52,937,028
Cash & Cash Equivalents	10	9,254,227	101,075,036
<b>Total Current Assets</b>		<b>130,056,030</b>	<b>228,958,362</b>
<b>C. Current Liabilities</b>			
Bank Loans, Overdraft and Credit	11	54,481,317	90,767,434
Trade and Others Payable	12	20,246,259	15,337,522
Liabilities for Expenses	13	13,147,853	8,998,054
Provision for Income Tax	14	18,163,146	16,690,570
Unclaimed Dividend		2,547,232	1,246,300
<b>Total Current Liability</b>		<b>108,585,807</b>	<b>133,039,880</b>
<b>D. Net Current Assets (B-C)</b>		<b>21,470,223</b>	<b>95,918,482</b>
<b>E. Total Net Assets (A+D)</b>		<b>548,387,566</b>	<b>555,899,289</b>
<b>SOURCES OF FUNDS</b>			
Shareholders' Equity			
Share Capital	15	499,122,624	499,122,624
Retained Earnings	16	49,264,942	56,776,665
<b>Total Shareholders' Equity</b>		<b>548,387,566</b>	<b>555,899,289</b>

The accounting policies and other notes from 1 to 38 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 31.10.2013 and signed on its behalf by :

  
**Md. Monir Hossain**  
Company Secretary

  
**Md. Sabur Khan**  
Managing Director

  
**Mrs. Shahana Khan**  
Chairman

Signed in terms of our separate report of even date annexed.

Place : Dhaka  
Date : 31 October 2013

  
**Aziz Halim Khair Choudhury**  
Chartered Accountants

# Annual Report 2012-13

## DAFFODIL COMPUTERS LIMITED Consolidated Statement of Financial Position As at 30 June 2013

Figures in Taka

Particulars	Notes	30 June 2013 Taka	30 June 2012 Taka
<b>APPLICATION OF FUNDS</b>			
<b>A. Non-Current Assets:</b>			
Property, plant & Equipment	4.01	140,233,505	145,523,954
Intangible Assets	5.00	58,369,004	60,970,668
Investment in Subsidiaries & others	6.01	322,960,152	249,511,282
<b>Total Non-Current Assets</b>		<b>521,562,661</b>	<b>456,005,904</b>
<b>B. Current Assets:</b>			
Inventories	7.01	56,152,497	56,871,950
Trade and Others Receivable	8.02	17,768,306	21,766,305
Advances, Deposits and Prepayments	9.02	52,458,589	52,939,028
Cash & Cash Equivalents	10.02	9,676,259	101,525,390
<b>Total Current Assets</b>		<b>136,055,651</b>	<b>233,102,673</b>
<b>C. Current Liabilities</b>			
Bank Loans, Overdraft and Credit	11.00	54,481,317	90,767,434
Trade and Others Payable	12.01	20,483,109	15,474,367
Liabilities for Expenses	13.01	13,188,413	9,030,617
Provision for Income Tax	14.00	18,530,675	16,690,570
Unclaimed Dividend		2,547,232	1,246,300
<b>Total Current Liability</b>		<b>109,230,746</b>	<b>133,209,288</b>
<b>D. Net Current Assets (B-C)</b>		<b>26,824,905</b>	<b>99,893,385</b>
<b>E. Total Net Assets (A+D)</b>		<b>548,387,566</b>	<b>555,899,289</b>
<b>SOURCES OF FUNDS</b>			
Shareholders' Equity			
Share Capital	15.00	499,122,624	499,122,624
Retained Earnings	16.01	49,264,942	56,776,665
<b>Total Shareholders' Equity</b>		<b>548,387,566</b>	<b>555,899,289</b>

The accounting policies and other notes from 1 to 38 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 31.10.2013 and signed on its behalf by :

  
Md. Monir Hossain  
Company Secretary

  
Md. Sabur Khan  
Managing Director

  
Mrs. Shahana Khan  
Chairman

Signed in terms of our separate report of even date annexed.

Place : Dhaka  
Date : 31 October 2013

  
Aziz Halim Khair Choudhury  
Chartered Accountants

**DAFFODIL COMPUTERS LIMITED**  
**Statement of Comprehensive Income**  
**For the Year Ended 30 June 2013**

Particulars	Notes	Figures in Taka	
		30 June 2013 Taka	30 June 2012 Taka
Revenue	17	316,534,918	319,966,399
<b>Other operating revenue</b>			
Operating Income from DIPTI		863,421	819,808
<b>Total revenue from operation</b>		<b>317,398,339</b>	<b>320,786,207</b>
Less : Cost of Goods Sold	18	245,099,012	250,857,849
<b>A. Gross Profit</b>		<b>72,299,327</b>	<b>69,928,358</b>
<b>B. Operating Expenses</b>			
Administrative Expenses	19	25,039,971	25,541,880
Selling & Distribution Expenses	21	1,455,963	1,593,163
<b>Total operating expenses</b>		<b>26,495,934</b>	<b>27,135,043</b>
<b>C. Operating Profit (A-B)</b>		<b>45,803,393</b>	<b>42,793,315</b>
<b>D. Non operating income/(expenses)</b>			
Indirect Income	22	5,756,760	24,986,001
Financial Expenses	23	(7,687,038)	(8,898,583)
<b>Non operating income (Net)</b>		<b>(1,930,278)</b>	<b>16,087,418</b>
<b>E. Net Profit Before Tax (C+D)</b>		<b>43,873,115</b>	<b>58,880,733</b>
<b>Income Tax</b>			
Current Income Tax provision	14	1,472,576	2,926,775
<b>F. Net Profit After Tax</b>		<b>42,400,539</b>	<b>55,953,958</b>
<b>Basic Earning Per Share (EPS)</b>	24	<b>0.85</b>	<b>1.12</b>

The accounting policies and other notes from 1 to 38 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 31.10.2013 and signed on its behalf by :

  
**Md. Monir Hossain**  
Company Secretary

  
**Md. Sabur Khan**  
Managing Director

  
**Mrs. Shahana Khan**  
Chairman

Signed in terms of our separate report of even date annexed.

Place : Dhaka  
Date : 31 October 2013

  
**Aziz Halim Khair Choudhury**  
Chartered Accountants



# Annual Report 2012-13

## DAFFODIL COMPUTERS LIMITED Consolidated Statement of Comprehensive Income For the Year Ended 30 June 2013

Particulars	Notes	Figures in Taka	
		30 June 2013 Taka	30 June 2012 Taka
Revenue	17.02	401,198,965	394,051,343
<b>Other operating revenue</b>			
Operating Income from DIPTI		863,421	819,808
<b>Total Other operating revenue</b>		<b>863,421</b>	<b>819,808</b>
<b>Total revenue from operation</b>		<b>402,062,386</b>	<b>394,871,151</b>
Less : Cost of Goods Sold	18.02	322,906,047	318,293,528
<b>A. Gross Profit</b>		<b>79,156,339</b>	<b>76,577,623</b>
<b>B. Operating Expenses</b>			
Administrative Expenses	20	31,394,071	32,089,377
Selling & Distribution Expenses	21.02	1,733,294	1,867,252
<b>Total operating expenses</b>		<b>33,127,365</b>	<b>33,956,629</b>
<b>C. Operating Profit (A-B)</b>		<b>46,028,974</b>	<b>42,620,994</b>
<b>D. Non operating income/(expenses)</b>			
Indirect Income	22.02	5,898,708	25,158,322
Financial Expenses	23	(7,687,038)	(8,898,583)
<b>Non operating income (Net)</b>		<b>(1,788,330)</b>	<b>16,259,739</b>
<b>E. Net Profit Before Tax (C+D)</b>		<b>44,240,644</b>	<b>58,880,733</b>
<b>Income Tax</b>			
Current Income Tax provision	14	1,840,105	2,926,775
<b>F. Net Profit After Tax</b>		<b>42,400,539</b>	<b>55,953,958</b>
<b>Basic Earning Per Share (EPS)</b>	24	<b>0.85</b>	<b>1.12</b>

The accounting policies and other notes from 1 to 38 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 31.10.2013 and signed on its behalf by :

  
Md. Monir Hossain  
Company Secretary

  
Md. Sabur Khan  
Managing Director

  
Mrs. Shahana Khan  
Chairman

Signed in terms of our separate report of even date annexed.

Place : Dhaka  
Date : 31 October 2013

  
Aziz Halim Khair Choudhury  
Chartered Accountants

**DAFFODIL COMPUTERS LIMITED**  
**Consolidated Statement of Cash Flows**  
**For the ended 30 June 2013**

Particulars	Figures in Taka	
	30 June 2013 Taka	30 June 2012 Taka
<b>A. Cash flow from Operating Activities:</b>		
Cash Received from Customers & Others	328,986,161	330,104,212
Cash Paid to Suppliers, Employees & Others	(261,495,762)	(261,046,490)
<b>Cash generated from Operations:</b>	<u>67,490,399</u>	<u>69,057,722</u>
Interest income from deposit	3,830,683	23,752,533
Financial Expenses	(7,687,038)	(8,898,583)
VAT paid	(125,251)	(137,902)
Income Tax	(1,184,738)	(3,442,254)
<b>Net cash flow from operating activities</b>	<u>62,324,055</u>	<u>80,331,516</u>
<b>B. Cash flow from Investing Activities:</b>		
Net Purchase of property, plant & equipment	(789,773)	(2,005,630)
Investment made (Customized software development)	(7,045,200)	(8,710,173)
Work-in-Progress (Customized software development)	7,045,200	(800,000)
Investment in subsidiaries & Others	(73,448,870)	(136,939,916)
<b>Net cash used in investing activities</b>	<u>(74,238,643)</u>	<u>(148,455,719)</u>
<b>C. Cash flow from Financing Activities:</b>		
Bank Loan, Overdrafts & Credit	(36,286,117)	(6,911,131)
Dividend Paid	(43,620,104)	(24,596,064)
<b>Net Cash used in Financing Activities</b>	<u>(79,906,221)</u>	<u>(31,507,195)</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	(91,820,809)	(99,631,398)
Cash & Cash Equivalents at Opening	101,075,036	200,706,434
<b>Cash &amp; Cash Equivalents at Closing</b>	<u>9,254,227</u>	<u>101,075,036</u>

The Financial statements were authorized for issue by the Board of Directors on 31.10.2013 and signed on its behalf by :

  
**Md. Monir Hossain**  
Company Secretary

  
**Md. Sabur Khan**  
Managing Director

  
**Mrs. Shahana Khan**  
Chairman

**DAFFODIL COMPUTERS LIMITED**  
**Consolidated Statement of Cash Flows**  
**For the ended 30 June 2013**

Figures in Taka

Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>A. Cash flow from Operating Activities:</b>		
Cash Received from Customers & Others	414,036,015	404,941,477
Cash Paid to Suppliers, Employees & Others	(346,539,438)	(334,702,507)
<b>Cash generated from Operations:</b>	<u>67,496,577</u>	<u>70,238,970</u>
Interest income from deposit	3,830,683	23,752,533
Financial Expenses	(7,687,038)	(8,898,583)
VAT paid	129,751	(137,902)
Income Tax	(1,184,738)	(3,442,254)
<b>Net cash flow from operating activities</b>	<u>62,325,733</u>	<u>81,512,764</u>
<b>B. Cash flow from Investing Activities:</b>		
Net Purchase of property, plant & equipment	(819,773)	(3,375,938)
Investment made (Customized software development)	(7,045,200)	(8,710,173)
Work-in-Progress (Customized software development)	7,045,200	(800,000)
Investment in subsidiaries & Others	(73,448,870)	(136,939,916)
<b>Net cash used in investing activities</b>	<u>(74,268,643)</u>	<u>(149,826,027)</u>
<b>C. Cash flow from Financing Activities:</b>		
Bank Loan, Overdrafts & Credit	(36,286,117)	(6,911,131)
Dividend Paid	(43,620,104)	(24,596,064)
<b>Net Cash used in Financing Activities</b>	<u>(79,906,221)</u>	<u>(31,507,195)</u>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<u>(91,849,131)</u>	<u>(99,820,458)</u>
Cash & Cash Equivalents at Opening	101,525,390	201,345,848
<b>Cash &amp; Cash Equivalents at Closing</b>	<u>9,676,259</u>	<u>101,525,390</u>

The Financial statements were authorized for issue by the Board of Directors on 31.10.2013 and signed on its behalf by :

  
**Md. Monir Hossain**  
Company Secretary

  
**Md. Sabur Khan**  
Managing Director

  
**Mrs. Shahana Khan**  
Chairman

**DAFFODIL COMPUTERS LIMITED**  
**Statement of Changes in Equity**  
**For the Year ended 30 June 2013**

Figures in Taka

Particulars	Share Capital	Proposed Dividend	Retained Earnings	Total
As on 30 June 2012	499,122,624	-	56,776,665	555,899,289
Net Profit after tax during the year			42,400,539	42,400,539
Dividend paid			(49,912,262)	(49,912,262)
Balance as on 30 June 2013	<u>499,122,624</u>	<u>-</u>	<u>49,264,942</u>	<u>548,387,566</u>
Balance as on 30 June 2012	<u>499,122,624</u>	<u>-</u>	<u>56,776,665</u>	<u>555,899,289</u>

The accounting policies and other notes from 1 to 38 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 31.10.2013 and signed on its behalf by :

  
**Md. Monir Hossain**  
 Company Secretary

  
**Md. Sabur Khan**  
 Managing Director

  
**Mrs. Shahana Khan**  
 Chairman

## DAFFODIL COMPUTERS LIMITED Notes to the Financial Statement For the ended 30 June 2013

### 1.00 REPORTING ENTITY

#### 1.01 Legal form of Company

Daffodil Computers Limited started its business in the year 1990 as a sole proprietorship business organization. It was converted into a Private Limited Company on 26 January 1998 under the Companies Act, 1994 and registered with the Registrar of Joint Stock Companies and Firms and its Registration No. is C-34749. Again it was converted into a Public Limited Company on 25 April 2002. The company is listed with the Dhaka & Chittagong Stock Exchange of Bangladesh.

#### 1.02 Address of the Registered and Corporate Office

The Registered Office and principal place of business of the company is situated at 64/3 Lake Circus, Kalabagan (2nd Floor), Mirpur Road, Dhaka - 1215.

#### 1.03 Nature of Business Activities

The main objectives of the Company is to carry on the business of buying component parts, assembling, selling and marketing all types of computer, computer peripherals, accessories, hardware, software, software development including network installation, services, electric, electronics office equipments, training aids, communication equipments, audio visual equipments and all other allied items.

#### 1.04 Number of Employees

The numbers of employees at year-end were 129 (One hundred twenty nine) persons.

### 2.00 BASIS OF PREPARATION

#### 2.01 Statement of Compliance

"The financial statements have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement in accordance with the International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards (BASs) and Bangladesh Financial Reporting Standards (BFRSs)."

#### 2.02 Regulatory Compliances

"As required, Daffodil Computers Limited complies with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

- a) The Income Tax Ordinance 1984;
- b) The Income Tax Rules 1984;
- c) The Value Added Tax Act 1991;
- d) The Value Added Tax Rules 1991;
- e) Securities and Exchange Commission Rules 1987. "

## 2.03 Basis of measurement

The financial statements have been prepared on the historical cost basis.

## 2.04 Functional and presentational currency and level of precision

The financial statements are prepared in Bangladesh Taka (Taka/Tk.) which is the company's functional currency. All financial information presented in Taka has been rounded off to the nearest taka.

## 2.05 Use of estimates and judgment

The preparation of financial statements requires management to make judgments estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual result may differ from the estimates. Estimates and underlying assumptions are reviewed on an on going basis.

## 2.06 Presentation of Financial Statements

"The presentation of these financial statements is in accordance with the guidelines provided by BAS 1: Presentation of Financial Statements, The Financial Statements comprises:a.

- a. statement of financial position as at the end of the year 2013;b.
- b. statement of comprehensive income for the year ended 30 June 2013;c.
- c. statement of changes in equity for the year ended 30 June 2013;d.
- d. statement of cash flows for the year ended 30 June 2013; and e.notes, comprising a summary of significant accounting policies and explanatory information."

## 2.07 Reporting period

The financial period of the company covers one year from 01 July to 30 June and is followed consistently.

## 2.08 Date of Authorization

The financial statements were approved by the Board of Directors and authorized for issue on 31 October 2013.

## 2.09 Books of Accounts

The Company maintains its books of accounts for main business in electronic form through its own created software.

## 2.10 Changes in Accounting Policies for Financial Instruments

As adopted by the Institute of Chartered Accountants of Bangladesh (ICAB) from 01 January 2010, the Company has applied Bangladesh Accounting Standard 32 Financial Instruments : Presentation and Bangladesh Accounting Standard 39 Financial Instruments : Recognition and Measurement in accounting for financial instruments and Bangladesh Financial Reporting Standards-7 Financial Instruments: Disclosures for presentation of financial instruments. The change in accounting policy has been applied retrospectively and had no material impact on earnings per share for comprehensive income.

## **2.11 Comparative Information and Rearrangement Thereof**

Comparative information has been disclosed in respect of the year ended 30 June 2012 for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

Figures for the year ended 30 June 2012 have been re-arranged wherever considered necessary to ensure better comparability with the current year.

## **3.00 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

### **3.01 Application of Standards**

In preparing and presenting these financial statements, considering relevant for the significant accounting issues of the company, which were issued by the ICAB formulated in the light of the IASs originally issued by the International Accounting Standard Board and the conditions and practices prevailing in Bangladesh and which also stand valid as on the statement of financial position date.

### **3.02 Impact of Recently Issued Accounting Standards**

There was no such impact on these financial statements as no new accounting standard was issued by the ICAB during the year under audit.

### **3.03 Recognition of Property & Equipment and Depreciation:**

Property and Equipment are stated at their cost less accumulated depreciation in accordance with IAS 16 "Property, Plant and Equipment". Cost represents cost of acquisition or construction. Full year's depreciation has been charged on additions irrespective of the date when the related assets are put into use. Depreciation on all other property and equipment are computed using the reducing balance method in amounts sufficient to write off depreciable assets over their estimated useful economic lives. Depreciation has been charged at varying rate from 10% to 15% for all assets.

Depreciation has been charged to administration expenses consistently.

Property and Equipment acquired under leases were not capitalized but the lease rentals were expensed as they were incurred.

### **3.04 Inventories**

Inventories comprise computers, computer peripherals, accessories, hardware, software, etc. They are stated at the lower of cost and net realizable value in accordance with IAS 2 "Inventories" after making due allowances for any obsolete or slow moving items.

The cost is calculated on weighted average method consistently. Costs comprise expenditure incurred in the normal course of business in bringing such inventories to its location and conditions. Where necessary, provision is made for obsolete, slow moving and defective inventories (if any) identified at the time of physical verification of inventories.

### **3.05 Cash and Cash Equivalents**

For the purpose of statement of financial position and statement of cash flows, cash in hand and bank balances represent cash and cash equivalents considering the IAS 1 "Presentation of Financial Statements" and IAS 7 "Cash Flow Statement", which provide, that cash and cash equivalents are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value and are not restricted as to use.

### 3.06 Statement of Cash flows

Statement Cash flows is prepared principally in accordance with IAS 7 "Cash Flow Statement" and the cash flow from the operating activities have been presented under direct method considering the provision of Paragraph 19 of IAS -7 which provides that Enterprises are encouraged to report Cash Flow from Operating Activities using the Direct Method.

### 3.07 Creditors and Accrued Expenses

Liabilities are recognized for amounts to be paid in the future for goods and services received whether or not billed by the suppliers.

### 3.08 Taxation

The Company is a listed public limited company. As per the Income Tax Ordinance, 1984, provision for tax has been made at the existing rate of 27.5%. Details calculation of provision for taxation for Income Tax is shown in note-16.

### 3.09 Revenue Recognition

Revenue is recognized as per IAS 18 "Revenue Recognition" as follows:

- (a) Revenue has been recognized at the time of invoice made for the goods and services rendered by the company.
- (b) Other Incomes are recognized at the time of receipt of money from other purpose than the normal course of business of the Company.

### 3.10 Leases

Lease rentals against assets acquisition have been expensed as they were incurred.

### 3.11 Earnings per share

#### (a) Basic Earnings per Share (BEPS)

Basic Earnings per share has been calculated by dividing the earnings attributable to the number of shares (ordinary) outstanding during the year.

#### (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.

### 3.12 Additional information on Financial Statements

#### a) Responsibility for Preparation and Presentation of Financial Statements

The Board of Directors is responsible for the preparation and presentation of Financial Statement under Section 183 of The Companies Act 1994 and as per the provisions of the Framework for the Preparation And Presentation of Financial Statements" issued by the International Accounting Standards Committee (IASC).

#### b) Risk and Uncertainties for use of estimates in preparation of financial Statements

The preparation of Financial Statements in conformity with the International Accounting Standards requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenues and expenses during the period reported. Actual results could differ from those estimates. Estimates are used for accounting certain items, such as, provision for Doubtful accounts, depreciation and amortization, taxes reserves and contingencies.



# Annual Report 2012-13

Figures in Taka

Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>4.00 FIXED ASSETS (At cost less depreciation)</b>		
This is made up as follows :		
At Cost		
Opening Balance	195,035,655	193,030,025
Addition During the year	789,773	2,005,630
<b>Total</b>	<b>195,825,428</b>	<b>195,035,655</b>
Depreciation		
Accumulated depreciation up to last year	(59,936,798)	(54,696,890)
Charged for the year	(4,700,443)	(5,239,908)
<b>Total</b>	<b>(64,637,241)</b>	<b>(59,936,798)</b>
<b>Written down value</b>	<b>131,188,187</b>	<b>135,098,857</b>
Details have been shown in Annexure-1		
<b>4.01 CONSOLIDATED FIXED ASSETS (At cost less depreciation)</b>		
This is made up as follows :		
At Cost		
Opening Balance	207,093,304	203,717,366
Addition During the year	819,773	3,375,938
<b>Total</b>	<b>207,913,077</b>	<b>207,093,304</b>
Depreciation		
Accumulated depreciation up to last year	(61,569,350)	(54,696,890)
Charged for the year	(6,110,222)	(6,872,460)
<b>Total</b>	<b>(67,679,572)</b>	<b>(61,569,350)</b>
<b>Written down value</b>	<b>140,233,505</b>	<b>145,523,954</b>
Details have been shown in Annexure-1		
<b>5.00 INTANGIBLE ASSETS</b>		
Customised Software Development	5.01 55,995,732	51,897,676
Work-in-progress(Customized Software Dev.)	5.02 1,575,192	8,075,392
Deferred Revenue Expenditure	5.03 798,080	997,600
<b>Total</b>	<b>58,369,004</b>	<b>60,970,668</b>
<b>5.01 Customized Software Development</b>		
This represent as under:		
Opening Balance	51,897,676	45,918,960
Add: Development cost during this year	7,045,200	8,710,173
	58,942,876	54,629,133
Less: Amortization @ 5%	2,947,144	2,731,457
<b>Total</b>	<b>55,995,732</b>	<b>51,897,676</b>
This represents the cost of Customized Software developed by the Company through various Programmers engaged on contractual as well as regular employment basis.		
<b>5.02 Work-in-progress (Customized Software Development)</b>		
This represents cost allocated to Customized Software which are under progress of development.		
Opening Balance	8,075,392	7,275,392
Add : Incurred during the year	545,000	9,510,173
	8,620,392	16,785,565
Less : Transferred to Customized software Development	7,045,200	8,710,173
<b>Total</b>	<b>1,575,192</b>	<b>8,075,392</b>

# Annual Report 2012-13

Figures in Taka

Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>5.03 Deferred Revenue Expenditure</b>		
Opening Balance	997,600	1,247,000
Add: Addition during the period	-	-
	<u>997,600</u>	<u>1,247,000</u>
Less: Amortization 20%	199,520	249,400
<b>Total</b>	<u><u>798,080</u></u>	<u><u>997,600</u></u>
<b>6.00 Investment in subsidiary and Others</b>		
Dolphin Computer Ltd. (DCL)	14,400,000	14,400,000
Jobsbd.com	20,923,282	20,923,282
Daffodil International school (DIS)	302,036,870	228,588,000
<b>Total</b>	<u><u>337,360,152</u></u>	<u><u>263,911,282</u></u>
This represent the amount investment in subsidiaries and Others		
<b>6.01 Consolidated Investment in subsidiary and Others</b>		
Jobsbd.com	20,923,282	20,923,282
Daffodil International school (DIS)	302,036,870	228,588,000
<b>Total</b>	<u><u>322,960,152</u></u>	<u><u>249,511,282</u></u>
This represent the amount investment in subsidiaries and Others		
<b>7.00 INVENTORIES</b>		
This represents as under :		
Computers-Finished/HP	10,932,540	10,969,750
Computer-Daffodil PC	10,165,824	10,085,332
Printers	2,243,485	2,616,596
Monitor	5,451,273	5,826,995
Hardware	11,779,917	11,932,560
Accessories	3,002,451	2,966,937
UPS	944,505	749,581
Stabilizer	45,990	21,127
Software	9,259,617	9,427,176
<b>Total</b>	<u><u>53,825,602</u></u>	<u><u>54,596,054</u></u>
<b>7.01 CONSOLIDATED INVENTORIES</b>		
This represents as under :		
Computers-Finished/HP	11,918,098	11,945,185
Computer-Daffodil PC	10,822,276	10,708,126
Printers	2,378,235	2,748,119
Monitor	5,484,726	5,856,862
Hardware	12,031,650	12,167,116
Accessories	3,135,981	3,103,813
UPS	1,068,259	887,551
Stabilizer	53,655	28,002
Software	9,259,617	9,427,176
<b>Total</b>	<u><u>56,152,497</u></u>	<u><u>56,871,950</u></u>
<b>8.00 TRADE AND OTHER RECEIVABLES</b>		
This represents as under :		
Trade Receivable (Note-08.01.01)	15,968,606	20,309,794
Other Receivable (Note-08.01.02)	10,450	40,450
<b>Total</b>	<u><u>15,979,056</u></u>	<u><u>20,350,244</u></u>
This is unsecured but considered good.		

# Annual Report 2012-13

Figures in Taka

Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>8.01.01 TRADE RECEIVABLES</b>		
This is arrived at as under :		
Opening balance	20,309,794	24,387,850
Add: Addition during the year	192,029,585	195,985,962
	<u>212,339,379</u>	<u>220,373,812</u>
Less: Realized during the year	196,370,773	200,064,018
<b>Closing Balance</b>	<u><u>15,968,606</u></u>	<u><u>20,309,794</u></u>
<b>8.01.02 OTHER RECEIVABLES</b>		
This is arrived at as under :		
Opening balance	40,450	60,450
Add: Addition during the year	-	45,000
	<u>40,450</u>	<u>105,450</u>
Less: Realized during the year	30,000	65,000
<b>Closing balance</b>	<u><u>10,450</u></u>	<u><u>40,450</u></u>
This is unsecured but considered good.		
<b>8.02 CONSOLIDATED TRADE AND OTHER RECEIVABLES</b>		
This represents as under :		
Trade Receivable (Note-08.02.01)	17,757,856	21,725,855
Other Receivable (Note-08.02.02)	10,450	40,450
<b>Total</b>	<u><u>17,768,306</u></u>	<u><u>21,766,305</u></u>
This is unsecured but considered good.		
<b>8.02.01 CONSOLIDATED TRADE RECEIVABLES</b>		
This is arrived at as under :		
Opening balance	21,725,855	24,387,850
Add: Addition during the year	235,286,441	197,402,023
	<u>257,012,296</u>	<u>221,789,873</u>
Less: Realized during the year	239,254,440	200,064,018
<b>Closing Balance</b>	<u><u>17,757,856</u></u>	<u><u>21,725,855</u></u>
<b>8.02.02 OTHER RECEIVABLES</b>		
This is arrived at as under :		
Opening balance	40,450	60,450
Add: Addition during the year	-	45,000
	<u>40,450</u>	<u>105,450</u>
Less: Realized during the year	30,000	65,000
<b>Closing balance</b>	<u><u>10,450</u></u>	<u><u>40,450</u></u>
This is unsecured but considered good.		
<b>9.00 ADVANCES, DEPOSITS AND PREPAYMENTS</b>		
<b>A. Advances</b>	<b>49,421,831</b>	<b>48,877,371</b>
Income Tax (Note-9.01.01)	17,505,065	16,320,327
Local Purchase (Note-9.01.02)	30,900	1,135,000
Office Rent (Note-9.01.03)	2,231,384	1,866,476
Salaries (Note-9.01.04)	943,600	785,800
Advance against Development works (Note-9.01.05)	2,441,900	2,441,900
Advance against Projects Expenses (Note-9.01.06)	26,182,016	26,182,016
Advance against C & F Expenses	86,966	145,852
<b>B. Deposits</b>	<b>1,575,314</b>	<b>4,059,657</b>
Security Deposit (Note-9.01.07)	354,214	359,931
Earnest Money (Note-9.01.08)	374,290	383,290
Bank Guarantee Margin (Note-9.01.09)	846,810	846,810
L/C Margin (Note-9.01.10)	-	2,469,626
<b>Total (A+B)</b>	<u><u>50,997,145</u></u>	<u><u>52,937,028</u></u>
This is unsecured but considered good.		

# Annual Report 2012-13

Figures in Taka

Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>9.01.01 ADVANCE INCOME TAX</b>		
This consists of :		
Opening balance	16,320,327	12,878,073
	684,738	2,512,472
Deducted by clients & Customs Authority at the time of Import during the year	300,079	137,222
Deducted by Bank a/c	384,659	2,375,250
AIT paid in Cash	500,000	929,782
<b>Closing Balance</b>	<b>17,505,065</b>	<b>16,320,327</b>
<b>9.01.02 ADVANCE AGAINST LOCAL PURCHASE</b>		
Name of Vendors :		
Sys Computers	20,000	-
Next Technology	10,900	1,045,000
Sys International	-	90,000
<b>Total</b>	<b>30,900</b>	<b>1,135,000</b>
<b>9.01.03 ADVANCE AGAINST OFFICE RENT</b>		
Head Office Rent	98,252	207,452
Banani Branch Office Rent	550,032	675,024
Chittagong Branch Office Rent	780,000	900,000
IDB Branch Office Rent	413,100	-
Branch Office -Jamuna Fiture Park	390,000	-
Elephant Road Branch Office Rent	-	84,000
<b>Total</b>	<b>2,231,384</b>	<b>1,866,476</b>
<b>9.01.04 ADVANCE AGAINST SALARIES</b>	<b>943,600</b>	<b>785,800</b>
This amount has been paid to the staff and officers of the company which is being adjusted against their monthly salary.		
<b>9.01.05 ADVANCE AGAINST DEVELOPMENT WORKS</b>		
KIOSK	2,441,900	2,441,900
<b>Total</b>	<b>2,441,900</b>	<b>2,441,900</b>
<b>9.01.06 ADVANCE AGAINST PROJECT EXPENSES</b>		
BRTA-IS Project	19,831,258	19,831,258
WASA	6,350,758	6,350,758
<b>Total</b>	<b>26,182,016</b>	<b>26,182,016</b>
The Company field a case to Honourable High Court Division against chairman, BRTA to realise the project money and the decesion is still pending with the High Court Division		
<b>9.01.07 SECURITY DEPOSIT</b>		
Opening balance	359,931	363,227
Add: Addition during the year	-	-
	359,931	363,227
Less: Matured and collected during the year	5,717	3,296
<b>Closing balance</b>	<b>354,214</b>	<b>359,931</b>

This is against supply to different Government and Corporate Authorities. This amount has been kept by the buyer/clients as security in compliance with terms of tenders and work orders. It is required for certain supplies and varies from 5% to 10% of the invoice value. The amount will be brought to fund on the event of maturity.

# Annual Report 2012-13

Figures in Taka

Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>9.01.08 EARNEST MONEY</b>		
The movement is as under:		
Opening balance	383,290	399,115
Add: Addition during the year	-	42,000
	<u>383,290</u>	<u>441,115</u>
Less: Withdrawal during the year	9,000	57,825
<b>Closing balance</b>	<u><b>374,290</b></u>	<u><b>383,290</b></u>

This amount represents the money that is required at the time of bidding tenders.

#### 9.01.09 BANK GUARANTEE MARGIN

It consists of:

BARI	33,960	33,960
Bangladesh Road Transport Authority	798,000	798,000
UNDP	14,850	14,850
<b>Total</b>	<u><b>846,810</b></u>	<u><b>846,810</b></u>

This relates to normal trading supply to corporate type clients. These guaranties were issued from Mercantile Bank Ltd. Dhanmondi Branch in compliance with the work order for supply to trading goods. These were issued for certain periods from one or two years depending upon the terms of work orders.

#### 9.01.10 L/C MARGIN

This consists of:

L/C No. DN-174610010509	-	100,000
L/C No. DN-174610010589	-	1,585,000
L/C No. DN-174610010770	-	784,626
<b>Total</b>	<u>-</u>	<u><b>2,469,626</b></u>

This represents that portion of imports for which L/C has been opened.

#### 9.01.11 Related Party Transactions- Disclosures Under BAS 24 " Related Party Disclosures"

No amount was due by the Directors ( including Chairman & Managing Director ), Managing agent, Manager and officers of the Company and any of them severally or jointly with any other person. However during the period under review, the company carried out a number of transactions with related party in the normal course of business. The nature of these transactions and their value have been set out in accordance with the provisiond of BAS 24" Related party Disclosures" Details are given below :

Name of Company	Nature of Transactions	Head of A/C.	2012-2013	2011-2012
"Daffodil International University (DSL)"	Sales of Laptop & PC	Trade & Other Receivables		
"Daffodil Software Ltd. (DSL)"	"Daffodil Software Ltd. (DSL)"	Other Debtors	10,450	40,450
<b>Total</b>			<u>10,450</u>	<u>40,450</u>

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Particulars		30 June 2013 Taka	30 June 2012 Taka
<b>9.02</b>	<b>CONSOLIDATED ADVANCES, DEPOSITS AND PREPAYMENTS</b>		
	<b>A. Advances</b>	<b>50,881,275</b>	<b>48,877,371</b>
	Income Tax (Note-9.02.01)	17,505,065	16,320,327
	Local Purchase (Note-9.02.02)	30,900	1,135,000
	Office Rent (Note-9.02.03)	2,718,884	1,866,476
	Salaries (Note-9.02.04)	1,163,845	785,800
	Advance against Development works (Note-9.02.05)	2,441,900	2,441,900
	Advance against Projects Expenses (Note-9.02.06)	26,182,016	26,182,016
	Advance for Furniture & Fixtures	-	-
	Advance for Product	751,699	-
	Advance against C & F Expenses	86,966	145,852
	<b>B. Deposits</b>	<b>1,577,314</b>	<b>4,061,657</b>
	Security Deposit (Note-9.02.07)	356,214	361,931
	Earnest Money (Note-9.02.08)	374,290	383,290
	Bank Guarantee Margin (Note-9.02.09)	846,810	846,810
	L/C Margin (Note-9.02.10)	-	2,469,626
	<b>Total (A+B)</b>	<b>52,458,589</b>	<b>52,939,028</b>
	This is unsecured but considered good.		
<b>9.02.01</b>	<b>ADVANCE INCOME TAX</b>		
	This consists of :		
	Opening balance	16,320,327	12,878,073
		684,738	2,512,472
	Deducted by clients & Customs Authority at the time of Import during the year	300,079	137,222
	Deducted by Bank a/c	384,659	2,375,250
	AIT paid in Cash	500,000	929,782
	<b>Closing Balance</b>	<b>17,505,065</b>	<b>16,320,327</b>
<b>9.02.02</b>	<b>ADVANCE AGAINST LOCAL PURCHASE</b>		
	Name of Vendors :		
	Sys Computers	20,000	-
	Next Technology	10,900	1,045,000
	Sys International	-	90,000
	<b>Total</b>	<b>30,900</b>	<b>1,135,000</b>
<b>9.02.03</b>	<b>ADVANCE AGAINST OFFICE RENT</b>		
	Head Office Rent	98,252	207,452
	Banani Branch Office Rent	550,032	675,024
	Chittagong Branch Office Rent	780,000	900,000
	IDB Branch Office Rent	413,100	-
	Branch Office -Jamuna Fiture Park	390,000	-
	Elephant Road Branch Office Rent	-	84,000
	Dolphin Computers Limited	487,500	-
	<b>Total</b>	<b>2,718,884</b>	<b>1,866,476</b>
<b>9.02.04</b>	<b>ADVANCE AGAINST SALARIES</b>	<b>1,163,845</b>	<b>785,800</b>
	This amount has been paid to the staff and officers of the company which is being adjusted against their monthly salary.		
<b>9.02.05</b>	<b>ADVANCE AGAINST DEVELOPMENT WORKS</b>		
	KIOSK	2,441,900	2,441,900
	<b>Total</b>	<b>2,441,900</b>	<b>2,441,900</b>
<b>9.02.06</b>	<b>ADVANCE AGAINST PROJECT EXPENSES</b>		
	BRTA-IS Project	19,831,258	19,831,258
	WASA	6,350,758	6,350,758
	<b>Total</b>	<b>26,182,016</b>	<b>26,182,016</b>

The Company filed a case to Honourable High Court Division against chairman, BRTA to realise the project money and the decision is still pending with the High Court Division

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Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>9.02.07 SECURITY DEPOSIT</b>		
Opening balance	361,931	363,227
Add: Addition during the year	-	2,000
	<u>361,931</u>	<u>365,227</u>
Less: Matured and collected during the year	5,717	3,296
<b>Closing balance</b>	<u><b>356,214</b></u>	<u><b>361,931</b></u>
This is against supply to different Government and Corporate Authorities. This amount has been kept by the buyer/clients as security in compliance with terms of tenders and work orders. It is required for certain supplies and varies from 5% to 10% of the invoice value. The amount will be brought to fund on the event of maturity.		
<b>9.02.08 EARNEST MONEY</b>		
The movement is as under:		
Opening balance	383,290	399,115
Add: Addition during the year	-	42,000
	<u>383,290</u>	<u>441,115</u>
Less: Withdrawal during the year	9,000	57,825
<b>Closing balance</b>	<u><b>374,290</b></u>	<u><b>383,290</b></u>
This amount represents the money that is required at the time of bidding tenders.		
<b>9.02.09 BANK GUARANTEE MARGIN</b>		
It consists of :		
BARI	33,960	33,960
Bangladesh Road Transport Authority	798,000	798,000
UNDP	14,850	14,850
<b>Total</b>	<u><b>846,810</b></u>	<u><b>846,810</b></u>
This relates to normal trading supply to corporate type clients. These guaranties were issued from Mercantile Bank Ltd. Dhanmondi Branch in compliance with the work order for supply to trading goods. These were issued for certain periods from one or two years depending upon the terms of work orders.		
<b>9.02.10 L/C MARGIN</b>		
This consists of:		
L/C No. DN-174610010509	-	100,000
L/C No. DN-174610010589	-	1,585,000
L/C No. DN-174610010770	-	784,626
<b>Total</b>	<u><b>-</b></u>	<u><b>2,469,626</b></u>
This represents that portion of imports for which L/C has been opened.		
<b>9.02.11 Related Party Transactions- Disclosures Under BAS 24 " Related Party Disclosures"</b>		

No amount was due by the Directors ( including Chairman & Managing Director ), Managing agent, Manager and officers of the Company and any of them severally or jointly with any other person. However during the period under review, the company carried out a number of transactions with related party in the normal course of business. The nature of these transactions and their value have been set out in accordance with the provision of BAS 24 " Related party Disclosures" Details are given below :

Name of Company	Nature of Transactions	Head of A/C.	2012-2013	2011-2012
"Daffodil International University (DSL)"	Sales of Laptop & PC	Trade & Other Receivables		
"Daffodil Software Ltd. (DSL)"	"Daffodil Software Ltd. (DSL)"	Other Debtors	10,450	40,450
<b>Total</b>			<u><b>10,450</b></u>	<u><b>40,450</b></u>

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Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>10.00 CASH AND CASH EQUIVALENTS</b>		
This consists of as follows:		
Cash at Bank (Note-10.01.01)	3,042,301	596,780
Cash in Hand (Note-10.01.02)	866,176	375,696
Cheques in Hand (Note-10.01.03)	54,250	102,560
Fixed deposit (10.01.04)	5,291,500	100,000,000
<b>Total</b>	<u>9,254,227</u>	<u>101,075,036</u>
The break up is given below:		
<b>10.01.01 CASH AT BANK</b>		
	" 30 June 2013 Amount in Taka "	" 30 June 2012 Amount in Taka "
The Premier Bank Ltd., Banani Br., Dhaka	22,231	522
Mercantile Bank, Dhanmondi Br., Dhaka	161,089	508
Mercantile Bank, Dhanmondi Br.	550	550
HSBC, Anchor Tower Br., Dhaka	13,261	6,072
Islami Bank BD Limited, IDB Bhaban Br.	523,698	310,667
United Commercial Bank Ltd	1,933,770	-
Southeast Bank Ltd.	130,065	1,054
SIBL	211	47,925
Dutchbangla Bank Ltd.	184,438	13,029
Dutchbangla Bank Ltd.	5,726	3,142
Dutchbangla Bank Ltd.	1,429	2,500
National Bank	58,353	204,701
Mercantile Bank Ltd.	7,480	6,110
<b>Total</b>	<u>3,042,301</u>	<u>596,780</u>
Cash at bank balances have been confirmed with Bank Statements and Bank Balance Confirmation Certificate and reconciliation statements have been prepared where necessary.		
<b>10.01.02 CASH IN HAND</b>		
H.O. - Main Cash	22,984	50,160
IDB Bhaban Br.	751,608	224,593
Banani Br.	69,142	48,383
Chittagong Br.	22,442	52,560
<b>Total</b>	<u>866,176</u>	<u>375,696</u>
Balance has been confirmed with book balance and supported by certificate.		
<b>10.01.03 CHEQUES IN HAND</b>	<u>54,250</u>	<u>102,560</u>
This represents Credit card & cheques received but not deposited within 30-06-2013		
<b>10.01.04 FIXED DEPOSIT</b>		
This is as follows :		
Opening Balance	100,000,000	200,000,000
Add : FDR during the year	5,000,000	-
Add : Interest received during the year	3,824,998	23,752,533
	<u>108,824,998</u>	<u>223,752,533</u>
Less : Tax deducted at source	382,499	2,375,253
	<u>108,442,499</u>	<u>221,377,280</u>
Less : Encashed to adjust CC, LTR & Term loan	103,150,999	121,377,280
<b>Closing Balance</b>	<u>5,291,500</u>	<u>100,000,000</u>



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Figures in Taka

Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>10.02 CONSOLIDATED CASH AND CASH EQUIVALENTS</b>		
This consists of as follows:		
Cash at Bank (Note-10.02.01)	3,177,801	721,280
Cash in Hand (Note-10.02.2)	1,152,708	701,550
Cheques in Hand (Note-10.02.03)	54,250	102,560
Fixed deposit (10.02.04)	5,291,500	100,000,000
<b>Total</b>	<b>9,676,259</b>	<b>101,525,390</b>

The break up is given below:

## 10.02.01 CASH AT BANK

Name of Bank	Type of A/C.	* 30 June 2013 Amount in Taka *	" 30 June 2012 Amount in Taka "
The Premier Bank Ltd., Banani Br., Dhaka	CD	22,231	522
Mercantile Bank, Dhanmondi Br., Dhaka	CA	161,089	508
Mercantile Bank, Dhanmondi Br.	CD	550	550
HSBC, Anchor Tower Br., Dhaka	CD	13,261	6,072
Islami Bank BD Limited, IDB Bhaban Br.	CD	523,698	310,667
United Commercial Bank Ltd	CA	1,933,770	-
Southeast Bank Ltd.	CD	130,065	1,054
SIBL	CD	211	47,925
Dutchbangla Bank Ltd.	CA	184,438	13,029
Dutchbangla Bank Ltd.	CD	5,726	3,142
Dutchbangla Bank Ltd.	CD	1,429	2,500
National Bank	CD	58,353	204,701
Dolphin Computers Ltd.		135,500	124,500
Mercantile Bank Ltd.	STD	7,480	6,110
<b>Total</b>		<b>3,177,801</b>	<b>721,280</b>

Cash at bank balances have been confirmed with Bank Statements and Bank Balance Confirmation Certificate and reconciliation statements have been prepared where necessary.

## 10.01.02 CASH IN HAND

H.O. - Main Cash	22,984	50,160
IDB Bhaban Br.	751,608	224,593
Banani Br.	69,142	48,383
Chittagong Br.	22,442	52,560
Dolphin Computers Ltd.	286,532	325,854
<b>Total</b>	<b>1,152,708</b>	<b>701,550</b>

Balance has been confirmed with book balance and supported by certificate.

## 10.01.03 CHEQUES IN HAND

This represents Credit card & cheques received but not deposited within 30-06-2013

## 10.01.04 FIXED DEPOSIT

This is as follows :

Opening Balance	100,000,000	200,000,000
Add : FDR during the year	5,000,000	-
Add : Interest received during the year	3,824,998	23,752,533
	<b>108,824,998</b>	<b>223,752,533</b>
Less : Tax deducted at source	382,499	2,375,253
	108,442,499	221,377,280
Less : Encashed to adjust CC, LTR & Term loan	103,150,999	121,377,280
<b>Closing Balance</b>	<b>5,291,500</b>	<b>100,000,000</b>

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Figures in Taka

Particulars		30 June 2013 Taka	30 June 2012 Taka
<b>11.00</b>	<b>BANK LOAN, OVERDRAFT AND CASH CREDIT</b>		
	Loan against Trust Receipt (LTR - MBL) Note - 11.01	1,604,127	6,466,332
	CC (Hypo) Note - 11.02	31,133,206	31,110,647
	Term Loan - MBL Note - 11.03	4,609,657	7,271,216
	Loan against Trust Receipt (LTR - UCBL) Note - 11.04	17,134,327	-
	Term Loan - SIBL Note - 11.05	-	30,746,666
	Trust receipt - SIBL Note - 11.06	-	15,172,573
	<b>Total</b>	<b>54,481,317</b>	<b>90,767,434</b>
<b>11.01</b>	<b>LOAN AGAINST TRUST RECEIPT (LTR - MBL) :</b>		
	Opening balance	6,466,332	7,337,694
	Add: Received during the year	-	86,390
	Add: Interest during the year	745,869	700,791
	Less: Paid during the year	(5,608,074)	(1,658,543)
	<b>Total</b>	<b>1,604,127</b>	<b>6,466,332</b>
	Details are as under:		
	<b>Name of Bank</b>	<b>Particulars</b>	
	<b>Limit Amount</b>	: Tk. 6,531,000	
	<b>Purpose</b>	: Import of Materials	
	<b>Secuirity</b>	: L/C Documents	
	<b>Interest Rate</b>	: 16% per annum	
	<b>Mode of Payment</b>	: From own sources	
	<b>Validity</b>	: 31.08.2013 & 14.03.2012	
	<b>Type of Facility</b>	: Loan Against Trust Receipt	
<b>11.02</b>	<b>CC (Hypo)</b>		
	Opening balance	31,110,647	26,478,986
	Add: Received during the year	32,858,579	49,260,337
	Add: Interest during the year	4,222,468	4,759,221
	Less: Paid during the year	(37,058,488)	(49,387,897)
	<b>Total</b>	<b>31,133,206</b>	<b>31,110,647</b>
	Details are as under:		
	<b>Name of Bank</b>	<b>Particulars</b>	
	<b>Limit Amount</b>	: Tk. 30,000,000	
	<b>Purpose</b>	: To meet Working Capital requirment	
	<b>Secuirity</b>	: 50% Stocks in trade	
	<b>Interest Rate</b>	: 16% per annum	
	<b>Mode of Payment</b>	: From your own sources	
	<b>Type of Facility</b>	: CC Hypo	
	<b>Vlidity</b>	: Up-to 31.10.2013	
<b>11.03</b>	<b>TERM LOAN - MBL</b>		
	Opening balance	7,271,216	11,744,668
	Add: Received during the year	302,000	-
	Add: Interest during the year	962,441	1,466,548
	Less: Paid during the year	(3,926,000)	(5,940,000)
	<b>Total</b>	<b>4,609,657</b>	<b>7,271,216</b>
	Details are as under:		
	<b>Name of Bank</b>	<b>Particulars</b>	
	<b>Limit Amount</b>	: Tk. 8,690,000	
	<b>Purpose</b>	: To procure Materials	
	<b>Secuirity</b>	: 25% of Cash	
	<b>Interest Rate</b>	: 16% per annum	
	<b>Mode of Payment</b>	: Monthly Installment	
	<b>Type of Facility</b>	: Term Loan	
	<b>Vlidity</b>	: Up-to 31.10.2014	

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Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>11.04 LOAN AGAINST TRUST RECEIPT (LTR - UCBL)</b>		
Opening balance	-	-
Add: Received during the year	17,500,000	-
Add: Interest during the year	489,327	-
Less: Paid during the year	855,000	-
<b>Total</b>	<b>17,134,327</b>	<b>-</b>
Details are as under:		
<b>Name of Bank</b>	<b>Limit Amount</b>	<b>Particulars</b>
United Commercial Bank Limited	20,000,000	: Import of Materials
	Purpose	: 16% per annum
	Interest Rate	: From own sources
	Mode of Payment	: Loan Against Trust Receipt
	Type of Facility	: 31.10.2013
	Vlidity	
<b>11.05 TERM LOAN - SIBL</b>		
Opening balance	30,746,666	52,117,217
Add: Received during the year	-	-
Add: Interest during the year	1,146,666	693,333
Less: Paid during the year	(31,893,332)	-
<b>Total</b>	<b>-</b>	<b>30,746,666</b>
Details are as under:		
<b>Name of Bank</b>	<b>Purpose</b>	<b>Particulars</b>
Social Islami Bank Limited	Import of Materials	: Import of Materials
	Interest Rate	: 16% per annum
	Mode of Payment	: Monthly Installment
	Type of Facility	: Term Loan
	Vlidity	: Expired
<b>11.06 TRUST RECEIPT - SIBL</b>		
Opening balance	15,172,573	-
Add: Received during the year	-	14,756,551
Add: Interest during the year	115,337	416,022
Less: Paid during the year	(15,287,910)	-
<b>Total</b>	<b>-</b>	<b>15,172,573</b>
Details are as under:		
<b>Name of Bank</b>	<b>Purpose</b>	<b>Particulars</b>
Social Islami Bank Limited	Import of Materials	: Import of Materials
	Interest Rate	: 16% per annum
	Mode of Payment	: From own sources
	Type of Facility	: Trust Receipt
	Vlidity	: Expired
<b>12.00 TRADE AND OTHER PAYABLES</b>		
Opening balance	15,337,522	8,240,741
Add: Addition during the year	114,525,853	112,560,250
	129,863,375	120,800,991
Less: Paid/ Adjusted during the year	109,617,116	105,463,469
<b>Closing balance</b>	<b>20,246,259</b>	<b>15,337,522</b>

This is against credit purchase of trading goods from local vendors.

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Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>12.01 CONSOLIDATED TRADE AND OTHER PAYABLES</b>		
Opening balance	15,474,367	8,240,741
Add: Addition during the year	193,051,488	112,697,095
	208,525,855	120,937,836
Less: Paid/ Adjusted during the year	188,042,746	105,463,469
<b>Closing balance</b>	<b>20,483,109</b>	<b>15,474,367</b>
This is against credit purchase of trading goods from local vendors.		
<b>13.00 LIABILITIES FOR EXPENSES</b>		
This amount consists of liabilities for salaries , office rent , utilities bill and other purchases. Break up of the above amount is as under :		
Salaries & Allowances	612,524	507,435
Contribution to Employees PF	5,069,965	5,154,229
Audit Fee	161,000	161,000
Telephone Bill	34,520	32,560
Electricity Bill	66,874	62,560
Paper Bills	1,880	1,885
Internet Bills	24,500	11,200
Insurance premium	-	142,531
Renewal Fee	351,028	50,100
Dividend Distribution Tax	6,825,562	2,874,554
<b>Total</b>	<b>13,147,853</b>	<b>8,998,054</b>
<b>13.01 CONSOLIDATED LIABILITIES FOR EXPENSES</b>		
This amount consists of liabilities for salaries , office rent , utilities bill and other purchases. Break up of the above amount is as under :		
Salaries & Allowances	612,524	507,435
Contribution to Employees PF	5,069,965	5,154,229
Audit Fee	161,000	161,000
Telephone Bill	47,320	43,360
Electricity Bill	83,124	75,560
Paper Bills	2,330	2,335
Internet Bills	35,560	19,513
Insurance premium	-	142,531
Renewal Fee	351,028	50,100
Dividend Distribution Tax	6,825,562	2,874,554
<b>Total</b>	<b>13,188,413</b>	<b>9,030,617</b>
<b>14.00 PROVISION FOR INCOME TAX</b>		
Opening Balance	16,690,570	13,763,795
Total Income as per Profit & Loss Account before tax	43,873,115	58,880,733
Less: Income from Software (Note-14.01)	(39,660,390)	(48,237,914)
Less: Dividend Income	(612,548)	-
<b>Taxable Income</b>	<b>3,600,177</b>	<b>10,642,819</b>
Provision for Income Tax @ 37.5%	1,350,066	2,926,775
Provision for Income Tax on Dividend Income (@ 20%)	122,510	-
<b>Total Current Tax provision</b>	<b>1,472,576</b>	<b>2,926,775</b>
<b>Closing Balance</b>	<b>18,163,146</b>	<b>16,690,570</b>
<b>14.01 INCOME FROM SOFTWARE</b>		
Sales of Software	72,080,824	79,316,080
<b>Less : Expenditure</b>	<b>32,420,434</b>	<b>31,078,166</b>
Direct Expenses	20,102,542	18,356,058
Administrative Expenses	6,627,848	6,843,127
Selling & Distribution Expenses	436,789	477,949
Financial Expenses	2,306,111	2,669,575
Amortization Expenses on CSD	2,947,144	2,731,457
	<b>39,660,390</b>	<b>48,237,914</b>

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Particulars	30 June 2013 Taka	30 June 2012 Taka
Assessment of income tax for the accounting year 2001-02, 2005-06, 2006-07, 2008-09 & 2010-11 are still pending as it is under process of settlement by the High Court. Provision for some years of which assessment are completed is yet to be adjusted.		
<b>14.00 CONSOLIDATED PROVISION FOR INCOME TAX</b>		
<b>Opening Balance</b>	<b>16,690,570</b>	<b>13,763,795</b>
Total Income as per Profit & Loss Account before tax	44,240,644	58,880,733
Less: Income from Software (Note-14.01)	(39,660,390)	(48,237,914)
Taxable Income	4,580,254	10,642,819
Provision for Income Tax @ 37.5%	1,717,595	2,926,775
Provision for Income Tax on Dividend Income (@ 20%)	122,510	-
<b>Closing Balance</b>	<b>18,530,675</b>	<b>16,690,570</b>
<b>15.00 SHARE CAPITAL</b>		
<b>15.01 Authorized</b>		
50,000,000 Ordinary Shares of Tk. 10.00 each	500,000,000	500,000,000
<b>15.02 Issued, Subscribed and paid up</b>		
17,500,000 shares of Tk.10 each fully paid up in cash.	175,000,000	175,000,000
1,750,000 bonus share of Tk.10 each issued in 2006-2007	17,500,000	17,500,000
1,155,000 bonus share of Tk.10 each issued in 2007-2008	11,550,000	11,550,000
2,448,600 bonus share of Tk.10 each issued in 2008-2009	24,486,000	24,486,000
2,285,360 bonus share of Tk. 10 each issued in 2009 - 2010	22,853,600	22,853,600
22,853,600 Right Issue of Tk. 10 each issued in 2009 -2010	228,536,000	228,536,000
1,919,702.4 bonus share of Tk. 10 each issued in 2010-2011	19,197,024	19,197,024
	<b>499,122,624</b>	<b>499,122,624</b>

Shareholding position was as follows :

Name of the Shareholders	No. of Shares	%	Amount
Promoters	22,570,326	45%	225,703,260
General Public	27,341,936.40	55%	273,419,364
<b>Total</b>	<b>49,912,262.40</b>	<b>100%</b>	<b>499,122,624</b>

Distribution Schedule-Disclosure under the listing regulations of stock exchange

This distribution schedule showing the number of shareholders and their shareholdings in percentage has been disclosed below a requirement of the "Listing Regulations of Dhaka & Chittagong Stock Exchange":

Shareholders Range in number of Shares	Number of Holders	Number of Shares	% of holdings	Amount of Share Capital
Less than 500 Shares	6,050	1,627,262	3.26%	16,272,624
501 to 5,000 Shares	7,208	13,520,500	27.09%	135,205,000
5,001 to 10,000 Shares	499	2,944,500	5.90%	29,445,000
10,001 to 20,000 Shares	219	2,875,500	5.76%	28,755,000
20,001 to 30,000 Shares	55	2,364,500	4.74%	23,645,000
30,001 to 40,000 Shares	14	1,037,500	2.08%	10,375,000
40,001 to 50,000 Shares	17	1,545,500	3.10%	15,455,000
50,001 to 100,000 Shares	20	2,392,000	4.79%	23,920,000
100,001 to 1,000,000 Share	10	1,350,500	2.71%	13,505,000
Over 1,000,000 Shares	6	20,254,500	40.58%	202,545,000
<b>Total</b>	<b>14,098</b>	<b>49,912,262</b>	<b>100%</b>	<b>499,122,624</b>

<b>16.00 Retained Earnings</b>		
Opening Balance	56,776,665	48,815,267
Add: Addition during the year	42,400,539	55,953,958
	<b>99,177,204</b>	<b>104,769,225</b>
Dividend	49,912,262	47,992,560
<b>Closing Balance</b>	<b>49,264,942</b>	<b>56,776,665</b>

# Annual Report 2012-13

Figures in Taka

Particulars		30 June 2013 Taka	30 June 2012 Taka
<b>16.01</b>	<b>Consolidated Retained Earnings</b>		
	Opening Balance	56,776,665	48,815,267
	Add: Addition during the year	42,400,539	55,953,958
		99,177,204	104,769,225
	Dividend	49,912,262	47,992,560
	<b>Closing Balance</b>	<b>49,264,942</b>	<b>56,776,665</b>
<b>17.00</b>	<b>REVENUE</b>		
	This is made up as follows :		
	Sales of Computer and Computer Goods Note-17.01	244,454,094	240,650,319
	Sales of Customized Software	72,080,824	79,316,080
	<b>Total Net Sales</b>	<b>316,534,918</b>	<b>319,966,399</b>
	Revenue recognition has been discussed in Note-3.08.		
<b>17.01</b>	<b>SALES OF COMPUTER &amp; COMPUTER GOODS</b>		
	<b>Name of Items</b>		
	Computers	146,903,423	146,203,805
	Printers	16,375,584	15,944,699
	Monitor	16,129,993	16,098,169
	Hardware	24,876,802	21,520,364
	Accessories	21,682,403	21,250,654
	UPS	7,887,417	7,968,377
	Stabilizer	754,094	843,710
	Software	9,977,529	11,075,893
		<b>244,587,245</b>	<b>240,905,671</b>
	Less: Return	7,900	117,450
	Less: VAT	125,251	137,902
	<b>Total</b>	<b>244,454,094</b>	<b>240,650,319</b>
<b>17.02</b>	<b>CONSOLIDATED REVENUE</b>		
	This is made up as follows :		
	Sales of Computer and Computer Goods Note-17.02.01	329,118,141	314,735,263
	Sales of Customized Software	72,080,824	79,316,080
	<b>Total Net Sales</b>	<b>401,198,965</b>	<b>394,051,343</b>
	Revenue recognition has been discussed in Note-3.08.		
<b>17.02.01</b>	<b>CONSOLIDATED SALES OF COMPUTER &amp; COMPUTER GOODS</b>		
	<b>Name of Items</b>		
	Computers	204,658,809	194,413,909
	Printers	37,135,435	35,327,122
	Monitor	22,283,303	22,595,086
	Hardware	24,876,802	21,520,364
	Accessories	21,682,403	21,250,654
	UPS	7,887,417	7,968,377
	Stabilizer	754,094	843,710
	Software	9,977,529	11,075,893
		<b>329,255,792</b>	<b>314,995,115</b>
	Less: Return	7,900	117,450
	Less: VAT	129,751	142,402
	<b>Total</b>	<b>329,118,141</b>	<b>314,735,263</b>

# Annual Report 2012-13

Figures in Taka

Particulars		30 June 2013 Taka	30 June 2012 Taka
<b>18.00</b>	<b>COST OF GOODS SOLD</b>		
	It consists of :		
	Computer and Computer Goods	Note-18.01 224,996,470	232,501,791
	Customized Software & Web hosting etc.	Note-18.01.02 20,102,542	18,356,058
	<b>Total</b>	<b>245,099,012</b>	<b>250,857,849</b>
<b>18.01</b>	<b>COMPUTER &amp; COMPUTER GOODS</b>		
	Cost of Materials	Note - 18.1.1 216,346,148	227,378,262
	Add: Direct Expenses	8,650,322	5,123,529
	Carriage Inward	23,580	92,200
	C & F expenses	229,387	184,200
	Freight	462,345	741,130
	PSI Charges & Other import levies & duties	6,583,184	3,244,357
	Insurance premium	353,536	413,132
	Development surcharge	540,315	398,510
	Assembling Expenses	445,000	50,000
	Network Expenses	12,975	-
<b>Total</b>		<b>224,996,470</b>	<b>232,501,791</b>
<b>18.01.1</b>	<b>COST OF MATERIALS</b>		
	Opening Stock	54,596,054	58,058,489
	Add: Purchase - Foreign	35,538,750	29,998,933
	Purchase - Local less return	180,036,946	193,916,894
	<b>Total Purchase during the year</b>	<b>215,575,696</b>	<b>223,915,827</b>
	Material Available for consumption	270,171,750	281,974,316
	Less: Closing Stock	53,825,602	54,596,054
	<b>Total Net Cost of Material</b>	<b>216,346,148</b>	<b>227,378,262</b>
<b>18.01.02</b>	<b>CUSTOMIZED SOFTWARE &amp; WEB HOSTING</b>		
	Cost of Production	17,537,042	15,480,208
	Add: Direct Expenses	2,565,500	2,875,850
	Consultancy Fees	300,000	300,000
	Resource Hiring	2,265,500	2,575,850
	<b>Total</b>	<b>20,102,542</b>	<b>18,356,058</b>
<b>18.02</b>	<b>CONSOLIDATED COST OF GOODS SOLD</b>		
	It consists of :		
	Computer and Computer Goods	Note-18.02.01 302,803,505	299,937,470
	Customized Software & Web hosting etc.	Note-18.02.03 20,102,542	18,356,058
	<b>Total</b>	<b>322,906,047</b>	<b>318,293,528</b>
<b>18.02.01</b>	<b>COMPUTER &amp; COMPUTER GOODS</b>		
	Cost of Materials	Note - 18.02.02 294,153,183	294,813,941
	Add: Direct Expenses	8,650,322	5,123,529
	Carriage Inward	23,580	92,200
	C & F expenses	229,387	184,200
	Freight	462,345	741,130
	PSI Charges & Other import levies & duties	6,583,184	3,244,357
	Insurance premium	353,536	413,132
	Development surcharge	540,315	398,510
	Assembling Expenses	445,000	50,000
	Network Expenses	12,975	-
<b>Total</b>		<b>302,803,505</b>	<b>299,937,470</b>

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Figures in Taka

Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>18.02.02 COST OF MATERIALS</b>		
Opening Stock	56,871,950	59,596,614
Add: Purchase - Foreign	35,538,750	29,998,933
Purchase - Local less return	257,894,980	262,090,344
<b>Total purchase during the year</b>	<b>293,433,730</b>	<b>292,089,277</b>
<b>Material available for consumption</b>	<b>350,305,680</b>	<b>351,685,891</b>
Less: Closing Stock	56,152,497	56,871,950
<b>Total Net Cost of Material</b>	<b>294,153,183</b>	<b>294,813,941</b>
<b>18.02.03 CUSTOMIZED SOFTWARE &amp; WEB HOSTING</b>		
Cost of Production	17,537,042	15,480,208
Add: Direct Expenses	2,565,500	2,875,850
Consultancy Fees	300,000	300,000
Resource Hiring	2,265,500	2,575,850
<b>Total</b>	<b>20,102,542</b>	<b>18,356,058</b>
<b>19.00 ADMINISTRATIVE EXPENSES</b>		
This consists of as follows :		
Directors Remuneration	456,000	456,000
Salaries & Allowances	8,400,729	7,635,265
Bonus	633,294	629,983
Co's Contribution to Employees' Provident Fund	283,010	238,696
Office Rent	2,937,647	3,222,741
AGM Expenses	1,067,885	904,812
Audit fee	161,000	161,000
Bank charges	54,757	81,193
Business Tour & Traveling exp.	77,935	124,800
Car maintenance	261,836	162,239
Commission paid on credit cards	26,826	23,199
Computer Fair exp.	147,847	246,000
Consultation Fees	12,850	11,600
Conveyance	114,533	143,704
Discount allowed	1,000	4,150
Directors meeting attendance fee	105,000	41,490
Donation	51,500	35,000
Electricity	322,294	295,458
Entertainment	207,186	149,895
Internet bills	168,484	59,355
Miscellaneous	130,465	33,829
Office Maintenance	237,206	158,920
Papers & Periodicals	12,685	12,586
Printing & Stationery	155,057	213,138
Renewal expenses	479,788	1,601,261
Repairs & Maintenance	112,430	101,140
Schedule purchase	-	500
Staff welfare Expenses	98,570	85,936
Subscriptions	15,150	20,600
Telephone bills	233,306	215,216
Training Expenses	3,000	45,000
Utilities	61,049	75,909
Human Resource Dev. Expanse.	75,845	40,940
R & D Expenditure	44,200	28,560
Corporate Social Response (CSR)	42,500	61,000
Deferred Revenue Expenditure written off 20%	199,520	249,400
Depreciation	4,700,443	5,239,908
<b>Total</b>	<b>22,092,827</b>	<b>22,810,423</b>



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Figures in Taka

Particulars		30 June 2013 Taka	30 June 2012 Taka
<b>Allocation:</b>			
19.01	Hardware & Network activities 70%	15,464,979	15,967,296
19.02	Customized Software & Web hosting activities 30%	6,627,848	6,843,127
		<u>22,092,827</u>	<u>22,810,423</u>
	Add: Amortization expenses 5% on cost of Customized SW Development	2,947,144	2,731,457
	<b>Total</b>	<u>25,039,971</u>	<u>25,541,880</u>
20.00	<b>CONSOLIDATED ADMINISTRATIVE EXPENSES</b>		
	This consists of as follows :		
	Directors Remuneration	496,000	496,000
	Salaries & Allowances	10,247,261	9,481,801
	Bonus	788,066	785,261
	Co's Contribution to Employees' Provident Fund	283,010	238,696
	Office Rent	4,974,170	5,259,264
	AGM Expenses	1,067,885	904,812
	Audit fee	161,000	161,000
	Bank charges	54,757	81,193
	Business Tour & Traveling exp.	77,935	124,800
	Car maintenance	261,836	162,239
	Commission paid on credit cards	26,826	23,199
	Computer Fair exp.	147,847	246,000
	Consultation Fees	12,850	11,600
	Conveyance	144,784	175,909
	Discount allowed	1,000	4,150
	Directors meeting attendance fee	105,000	41,490
	Donation	63,826	49,235
	Electricity	446,857	417,923
	Entertainment	333,038	274,464
	Internet bills	312,484	203,355
	Miscellaneous	146,997	59,429
	Office Maintenance	293,451	214,716
	Papers & Periodicals	14,843	14,744
	Printing & Stationery	313,641	376,340
	Renewal expenses	479,788	1,601,261
	Repairs & Maintenance	137,016	137,997
	Schedule purchase	-	500
	Staff welfare Expenses	118,818	108,394
	Subscriptions	20,150	25,600
	Telephone bills	334,255	262,779
	Training Expenses	3,000	45,000
	Utilities	106,249	116,409
	Human Resource Dev. Expanse.	75,845	40,940
	R & D Expenditure	44,200	28,560
	Corporate Social Response (CSR)	42,500	61,000
	Deferred Revenue Expenditure written off 20%	199,520	249,400
	Depreciation	6,110,222	6,872,460
	<b>Total</b>	<u>28,446,927</u>	<u>29,357,920</u>
<b>Allocation:</b>			
20.01	Hardware & Network activities 70%	19,912,849	20,550,544
20.02	Customized Software & Web hosting activities 30%	8,534,078	8,807,376
		<u>28,446,927</u>	<u>29,357,920</u>
	"Add: Amortization expenses 5% on cost of Customized SW Development"	2,947,144	2,731,457
	<b>Total</b>	<u>31,394,071</u>	<u>32,089,377</u>

# Annual Report 2012-13

Figures in Taka

Particulars		30 June 2013 Taka	30 June 2012 Taka
<b>21.00</b>	<b>SELLING &amp; DISTRIBUTION EXPENSES</b>		
	This consists of as follows :		
	Postage & Stamp	78,598	37,545
	Advertisement	5,000	19,100
	Business Promotion Expenses	800,500	500,260
	Carriage outward	42,259	5,100
	Replacement of sold goods	13,280	50,550
	Sales incentives	516,326	980,608
	<b>Total</b>	<b>1,455,963</b>	<b>1,593,163</b>
	<b>Allocation:</b>		
21.01.01	Hardware & Network activities 70%	1,019,174	1,115,214
21.01.02	Customized Software & Web hosting activities 30%	436,789	477,949
	<b>Total</b>	<b>1,455,963</b>	<b>1,593,163</b>
<b>21.02</b>	<b>CONSOLIDATED SELLING &amp; DISTRIBUTION EXPENSES</b>		
	This consists of as follows :		
	Postage & Stamp	91,098	52,065
	Advertisement	5,000	19,100
	Business Promotion Expenses	930,769	627,245
	Carriage outward	42,259	5,100
	Replacement of sold goods	13,280	50,550
	Sales incentives	650,888	1,113,192
	<b>Total</b>	<b>1,733,294</b>	<b>1,867,252</b>
	<b>Allocation:</b>		
21.02.01	Hardware & Network activities 70%	1,213,306	1,307,076
21.02.02	Customized Software & Web hosting activities 30%	519,988	560,176
	<b>Total</b>	<b>1,733,294</b>	<b>1,867,252</b>
<b>22.00</b>	<b>INDIRECT INCOME</b>		
	Interest on Deposit	3,830,683	23,752,533
	Income from DCL general service section	649,739	556,715
	Income from Dpc laptop service	663,790	101,253
	Dividend income from Subsidiaries	612,548	575,500
	<b>Total</b>	<b>5,756,760</b>	<b>24,986,001</b>
<b>22.01.01</b>	<b>INCOME FROM DCL GENERAL SERVICE SECTION</b>		
	Service bills received	3,801,272	4,047,027
	Less: Cost of Spare parts	3,151,533	3,490,312
	<b>Total</b>	<b>649,739</b>	<b>556,715</b>
<b>22.01.02</b>	<b>INCOME FROM DPC LAPTOP SERVICE</b>		
	Service bills received	3,222,563	459,520
	Less: Cost of Spare parts	2,558,773	358,267
	<b>Total</b>	<b>663,790</b>	<b>101,253</b>
<b>22.02</b>	<b>CONSOLIDATED INDIRECT INCOME</b>		
	Interest on Deposit	3,830,683	23,752,533
	Income from DCL general service section	649,739	556,715
	Income from Dpc laptop service	663,790	101,253
	Income from Dolphin Computer service Centre	754,496	747,821
	<b>Total</b>	<b>5,898,708</b>	<b>25,158,322</b>

# Annual Report 2012-13

Figures in Taka

Particulars	30 June 2013 Taka	30 June 2012 Taka
<b>22.02.01 INCOME FROM DCL GENERAL SERVICE SECTION</b>		
Service bills received	3,801,272	4,047,027
Less: Cost of Spare parts	3,151,533	3,490,312
<b>Total</b>	<u>649,739</u>	<u>556,715</u>
<b>22.02.02 INCOME FROM DPC LAPTOP SERVICE</b>		
Service bills received	3,222,563	459,520
Less: Cost of Spare parts	2,558,773	358,267
<b>Total</b>	<u>663,790</u>	<u>101,253</u>
<b>23.00 FINANCIAL EXPENSES</b>		
Bank Interest	7,687,038	8,768,025
Rental charge for Leased Assets	-	130,558
<b>Total</b>	<u>7,687,038</u>	<u>8,898,583</u>
<b>Allocation:</b>		
23.01 Hardware & Network activities 70%	5,380,927	6,229,008
23.02 Customized Software & Web hosting activities 30%	2,306,111	2,669,575
<b>Total</b>	<u>7,687,038</u>	<u>8,898,583</u>
<b>24.00 BASIC EARNING PER SHARE (EPS) Disclosure under BAS 33* Earning per Share*</b>		
The computation of EPS is given below :		
(a) Net Profit after Tax	42,400,539	55,953,958
(b) Weighted aver. number of Ordinary Shares outstanding during the year	49,912,262	49,912,262
(c) <b>Basic EPS</b>	<u>0.85</u>	<u>1.12</u>

#### Basic EPS

Calculation of weighted number of ordinary shares outstanding during the year from 01.07.2012 to 30.06.2013.

Date of Share Holdings	No. of Shares	Period	Days	Weighted Average Nos of Shares of Outstanding
30.06.2013	49,912,262	"01.07.2012 to 30.06.2013"	360	49,912,262
<b>Total</b>	<b>49,912,262</b>	<b>49,912,262</b>	<b>360</b>	<b>49,912,262</b>

**26.00. Quantitative and Figurative Statement of Purchase, Sales and Inventories of Goods For the year ended 30 June, 2012.**

As per requirements of Schedule-XI (Part-II) Section 3 (j)(e) of Companies Act 1994-In case of trading companies, the purchase made and the opening and closing stocks, giving break up in respect of each class of goods traded in by the company and indicate

**Other than Hardware Items :**

Elements	Computers Finished	Computer Daffodil PC	Printers	Monitor	Accessories	UPS	Stabilizer	Software	Total Taka
Opening Quantity (Qty.)	457	424	216	777	Various	291	11	Various	
Add : Purchases- Qty.	2,374	3,227	1,278	2,061	Various	2,875	338	Various	
Goods available for sale- Qty.	2,831	3,651	1,494	2,838	Various	3,166	349	Various	
Less: Goods sold Qty.	2,477	3,228	1,312	2,116	Various	2,781	325	Various	
Closing Balance Qty.	354	423	182	722	Various	385	24	Various	
Opening Balance	457	424	216	777	Various	291	11	Various	
Average Unit Cost- Taka	24003.83	23786.16	12113.87	7499.35	Various	2575.88	1920.65	Various	
Total cost of opening Stock Tk.	10,969,750	10,085,332	2,616,596	5,826,995	2,966,937	749,581	21,127	9,827,176	42,663,494
Add : Purchases- Qty.	2,374	3,227	1,278	2,061	Various	2,875	338	Various	
Average Unit Cost- Taka	25,410.90	23,180.13	12,112.32	6,998.85	Various	2,546.32	2,002.87	Various	
Total cost of Purchase Tk.	60,325,477	74,802,280	15,479,545	14,424,630	14,652,842	7,320,670	676,970	6,017,419	193,699,833
Less: Goods sold- Qty.	2,477	3,228	1,312	2,116	Various	2,781	325	Various	
Unit Sales price - Average	27,102.24	24,712.26	12,481.39	7,622.87	Various	2,836.18	2,320.29	Various	
Total Sales - Taka	67,132,248	79,771,175	16,375,584	16,129,993	21,682,403	7,887,417	754,094	9,977,529	219,710,443
Closing Quantity-Qty.	354	423	182	722	Various	385	24	Various	
Average Unit Cost- Taka	30882.88	24032.68	12326.84	7550.24	Various	2453.26	1916.24	Various	
Total cost of Closing Stock Tk.	10,932,540	10,165,824	2,243,485	5,451,273	3,002,451	944,505	45,990	9,259,617	42,045,685
Cost of materials	60,362,687	74,721,788	15,852,656	14,800,362	14,617,328	7,125,746	652,107	6,184,978	194,317,642

## 25.01 Hardware Items

Elements	Processor Board	Mother Board	Harddisk	CD Rom Drive	Key Board	FDD	DVD/COMBO Drive	RAM	AGP Card	Sound Card	CD Writer	Others	Total Taka
Opening Quantity (Qty.)	178	125	357	85	629	29	235	404	194	22	38	Various	
Add : Purchases- Qty.	788	852	842	97	2,145	33	1,110	1,029	526	26	129	Various	
Goods available for sale- Qty.	966	977	1,199	182	2,774	62	1,345	1,433	720	48	167	Various	
Less: Goods sold Qty.	779	838	662	98	2,124	37	1,015	992	478	27	131	Various	
Closing Balance Qty.	187	139	537	84	650	25	330	441	242	21	36	Various	
Opening Balance- Qty.	178	125	357	85	629	29	235	404	194	22	38	Various	
Average Unit Cost- Taka	7,201.41	4,625.32	4,901.69	1,356.77	258.51	639.69	1,678.22	1,011.96	1,696.51	1,064.26	2,619.84	Various	
Total cost of opening Stock Tk.	1,281,851	578,165	1,749,546	115,325	150,023	17,681	394,362	408,832	329,142	23,614	99,174	6,785,025	11,932,560
Add : Purchases- Qty.	788	852	842	97	2,145	33	1,110	1,029	526	26	129	Various	
Average Unit Cost- Taka	6,120.36	4,520.26	4,895.28	1,304.25	234.36	610.24	1,598.64	965.27	1,498.96	1,103.98	2,498.48	Various	
Total cost of Purchase Tk.	4,822,844	3,851,262	4,121,826	126,512	481,252	20,138	1,774,490	993,263	788,453	28,755	322,304	4,544,764	21,875,863
Less: Goods sold- Qty.	779	838	662	98	2,124	37	1,015	992	478	27	131	Various	
Unit Sales price - Average	6,340.26	4,725.39	5,246.12	1,420.86	240.93	642.25	1,826.98	1,012.60	1,824.61	1,145.36	2,620.39	Various	
Total Sales - Taka	4,940,621	3,969,877	3,472,931	139,244	511,735	23,763	1,854,385	1,004,699	872,164	30,925	343,271	7,723,387	24,876,802
Closing Quantity- Qty.	187	139	537	84	650	25	330	441	242	21	36	Various	
Average Unit Cost- Taka	7,225.13	4,624.12	5,102.96	1,335.45	235.96	622.21	1,598.63	999.76	1,620.84	1,198.82	2,614.93	Various	
Total cost of Cl. Stock Tk.	1,351,099	642,753	2,740,290	113,858	153,374	15,555	527,548	440,894	399,503	25,175	94,137	5,275,731	11,779,917
Cost of materials	4,753,596	3,786,674	3,131,083	127,980	477,901	22,264	1,641,324	961,201	718,092	26,994	327,340	6,054,058	22,028,506

## SUMMARY OF COST OF MATERIALS AND SALES & CLOSING INVENTORY

	Other than Hardware	Hardware	Total
Opening Stock	42,663,494	11,932,560	54,596,054
Add: Purchase	193,699,833	21,875,863	215,575,696
	236,363,327	33,808,423	270,171,750
Less: Closing Stock	42,045,685	11,779,917	53,825,602
Cost of Materials	194,317,642	22,028,506	216,346,148
Gross Sales	219,710,443	24,876,802	244,587,245

**26.00 Foreign Exchange Earned and Payment**

No remittances were made in foreign currency on account of dividend, royalty, technical experts, professional advisor fees, interest, etc

**27.00 Directors' Responsibility on Statement**

The board of Directors take the responsibility for the preparation and presentation of these financial statements.

**28.00 Directors' Interest in Contracts with the Company**

There was no transaction resulting in Directors' interest with the company and no leasing facilities have been made available to directors.

**29.00 Receivable from directors**

No amount is lying as receivable from the Directors.

**30.00 Payment/Perquisites to Director and Officers**

- i) No compensation was allowed by the company to Directors of the company other than Directors' Remuneration as reported in Note-#19.
- ii) No amount of money was expended by the company for compensating any member of the board for special services rendered.
- iii) Board meeting attendance fee was paid to the directors of the company.

**31.00 Capital Expenditure Commitment**

There was no Capital Expenditure Commitment as on 30 June 2013.

**32.00 Contingent Liabilities**

"Contingent liabilities as on the date of Financial Position were as under:the Tax Authority has claimed an additional tax Amount of Tk. 11,554,533/- For the financial year 2001-02, 2005-06, 2006-07,2008-09 & 2010-11. Details are as under:"

Accounting Year	Assessment Year	Provision	Claimed Amount	Present status
2001-02	2002-03	183,151	3,171,508	Appealed High Court
2005-06	2006-07	289,369	2,336,558	Appealed High Court
2006-07	2007-08	2,361,973	1,470,722	Appealed High Court
2008-09	2009-10	161,360	883,389	Appealed Tribunal
2010-11	2011-12	2,287,686	3,692,356	Appealed Tribunal
<b>Total</b>			<b>11,554,533</b>	

**33.00 Claim Not Acknowledged**

There was no claim against the company as on 30 June 2013.

**34.00 Commission, Brokerage or Discount against Service**

No commission, Brokerage or discount was allowed or incurred or paid during the year under review except which mentioned in note-21.

**35.00 Credit Facility Not Availed**

There are no credit facilities available to the company under any contracts other than trade credit available in the ordinary course of business at the balance sheet date.

**36.00 Subsequent Events-Disclosures under IAS 10 "Events after the Balance Sheet Date"  
Proposed Dividend**

There was no circumstances have arisen since the statement of financial position date which would require adjustment to, or disclosure in, the financial statements or notes thereto.

**37.00 Miscellaneous**

No individual expenses include under miscellaneous expenses, which exceed 1 percent of the total revenue of the company or Tk. 5,000 whichever is higher.

**38.00 Companies Act, 1994, Schedule -XI, Part-II (Note-3(P)(VI)5)**

	2013	2012
(a) Number of Employees drawing salary Tk. 3,000 or above per month	129	129
Number of Employees drawing salary below Tk. 3,000 per month	-	-
<b>Total</b>	<b>129</b>	<b>129</b>

(b) There was no non-resident Bangladeshi shareholder during the year under audit.

  
**Md. Monir Hossain**  
Company Secretary

  
**Md. Sabur Khan**  
Managing Director

  
**Mrs. Shahana Khan**  
Chairman

**Daffodil Computers Limited**  
**Schedule of Fixed Assets**  
**As on 30 June 2013.**

Particulars	COST				DEPRECIATION				W.D.V as on 30.06.13	
	Opening as on 01.07.12	Addition this yr.	Sale/ Adj.	Total as on 30.06.13	Rate	Opening as on 01.07.12	Charged	Sale/ Adj.		Total as on 30.06.13
Leasehold Property	518,477			518,477	0%	-	-		-	518,477
Land	93,750,000			93,750,000	0%	-	-		-	93,750,000
Generator	571,700			571,700	15%	289,755	42,292		332,047	239,653
Furniture & Fixture	13,258,529	39,518		13,298,047	10%	7,166,771	613,128		7,779,899	5,518,148
Air cooling System	7,386,140			7,386,140	15%	5,323,458	309,402		5,632,860	1,753,280
Computer Set up in Office	7,422,900			7,422,900	15%	5,953,157	220,461		6,173,618	1,249,282
Office Equipment	2,819,269			2,819,269	15%	1,884,966	140,145		2,025,111	794,158
Vehicles	3,185,760			3,185,760	15%	1,764,741	213,153		1,977,894	1,207,866
Telephone & PABX	686,100			686,100	15%	581,100	15,730		596,830	89,250
Office Decoration	21,208,736	108,000		21,316,736	10%	13,868,739	744,800		14,613,539	6,703,197
Video Overhead Projector	380,000			380,000	15%	320,426	8,936		329,362	50,638
Water purifying Machine	62,000			62,000	15%	54,602	1,110		55,712	6,288
Stabilizer Making Plant	2,468,282			2,468,282	10%	1,531,561	93,672		1,625,233	843,049
Daffodil PC Assembling Plant	13,720,130			13,720,130	10%	7,814,064	590,607		8,404,671	5,315,459
Sales Centre Establishment	10,214,134			10,214,134	10%	5,498,111	471,602		5,969,713	4,244,421
Call Centre	5,083,920			5,083,920	10%	2,895,459	218,846		3,114,305	1,969,615
Library	2,046,500			2,046,500	15%	852,274	179,134		1,031,408	1,015,092
Campus Decoration	4,388,380	632,655		5,021,035	10%	1,495,970	352,507		1,848,477	3,172,559
Lab Equipment	5,864,698	9,600		5,874,298	15%	2,641,644	484,898		3,126,542	2,747,756
<b>TOTAL (30.06.13)</b>	<b>195,035,655</b>	<b>789,773</b>		<b>195,825,428</b>		<b>59,936,796</b>	<b>4,700,443</b>		<b>64,637,241</b>	<b>131,188,187</b>
<b>TOTAL (30.06.12)</b>	<b>193,030,025</b>	<b>2,005,630</b>		<b>195,035,655</b>		<b>54,696,890</b>	<b>5,239,908</b>		<b>59,936,796</b>	<b>135,098,857</b>



## Daffodil Computers Limited Consolidated Schedule of Fixed Assets As on 30 June 2013.

Particulars	COST				DEPRECIATION				W.D.V as on 30.06.13	
	Opening as on 01.07.12	Addition this yr.	Sales/ Adj.	Total as on 30.06.13	Rate	Opening as on 01.07.12	Charged	Sales/ Adj.		Total as on 30.06.13
Leasehold Property	518,477			518,477	0%	-	-	-	-	518,477
Land	93,750,000			93,750,000	0%	-	-	-	-	93,750,000
Generator	571,700			571,700	15%	289,755	42,292		332,047	239,653
Furniture & Fixture	16,682,341	39,518		16,721,859	10%	7,509,152	921,271		8,430,423	8,291,436
Air cooling System	7,386,140			7,386,140	15%	5,323,458	309,402		5,632,860	1,753,280
Computer Set up in Office	8,035,432			8,035,432	15%	6,045,037	298,559		6,343,596	1,691,836
Office Equipment	4,172,144	5,000		4,177,144	15%	2,087,897	313,387		2,401,284	1,775,860
Vehicles	3,185,760			3,185,760	15%	1,764,741	213,153		1,977,994	1,207,866
Telephone & PABX	784,200			784,200	15%	590,910	24,579		615,489	168,711
Office Decoration	26,127,566	133,000		26,260,566	10%	14,606,564	1,375,701		15,982,265	10,278,301
Video Overhead Projector	380,000			380,000	15%	320,426	8,936		329,362	50,638
Water purifying Machine	62,000			62,000	15%	54,602	1,110		55,712	6,288
Stabilizer Making Plant	2,468,282			2,468,282	10%	1,531,561	93,672		1,625,233	843,049
Daffodil PC Assembling Plant	15,371,630			15,371,630	10%	8,061,789	801,173		8,862,962	6,508,668
Sales Centre Establishment	10,214,134			10,214,134	10%	5,498,111	471,602		5,969,713	4,244,421
Call Centre	5,083,920			5,083,920	10%	2,895,459	218,846		3,114,305	1,969,615
Library	2,046,500			2,046,500	15%	852,274	179,134		1,031,408	1,015,092
Campus Decoration	4,388,380	632,655		5,021,035	10%	1,495,970	352,507		1,848,477	3,172,559
Lab Equipment	5,864,698	9,600		5,874,298	15%	2,641,644	484,898		3,126,542	2,747,756
<b>TOTAL (30.06.13)</b>	<b>207,093,304</b>	<b>819,773</b>		<b>207,913,077</b>		<b>61,569,350</b>	<b>6,110,222</b>		<b>67,679,572</b>	<b>140,233,505</b>
<b>TOTAL (30.06.12)</b>	<b>203,717,366</b>	<b>3,375,938</b>		<b>207,093,304</b>		<b>54,696,890</b>	<b>6,872,460</b>		<b>61,569,350</b>	<b>145,523,954</b>

**Daffodil Computers Limited**

Registered Office 64/3, Lake Circus, Kalabagan, Dhanmondi, Dhaka-1205.

**Proxy Form**

Stamp

I/We.....  
of.....

being a Shareholders of Daffodil Computers Limited do hereby appoint

Mr./Ms.....  
of.....

as my/our proxy, to attend and vote for me/us and on my/our behalf at the 16th Annual General Meeting of the Company to be held on 30 December 2013 and at any adjournment thereof to at any ballot to be taken in consequence thereof.

As witness my/our hand this.....day of.....

Signature of Proxy : .....

Signature of Shareholders: .....

Folio/ BO. No : .....

Folio/ BO. No : .....

**Important**

1. The Proxy Form duly completed, must be deposited at least 48 hours before the meeting at the Company's Registered office. Proxy is invalid if not signed and stamped as explained above.
2. Signature of the shareholder should agree with Specimen signature registered with the Company

**Daffodil Computers Limited**

Registered Office 64/3, Lake Circus, Kalabagan, Dhanmondi, Dhaka-1205.

**Attendance Slip**

I do hereby record my attendance at the 16th Annual General Meeting of the Company being held on 30 December 2013 at 10:00 A.M. at DIU Auditorium (4th Floor), 4/2 Prince Plaza, Sobhanbag, Dhanmondi, Dhaka-1207

Name of the Shareholder/Proxy : .....

Folio/BO. No.....

No. Shares.....

.....  
Signature

Date : .....

**N.B. :**

1. Shareholders attending the meeting in person or by proxy are requested to complete this Slip.
2. Signature of Shareholders should confirm to the specimen recorded with the company
3. Please bring this attendance slip with you. Admission into the meeting place will not be allowed without this.