

**DAFFODIL COMPUTERS LIMITED**  
**Statement of Financial Position (Un - Audited)**  
**As at 31 December 2020**

Particulars	Notes	Figures in Taka	
		31 Dec. 2020	30 June 2020
<b>ASSETS</b>			
<b>Non-Current Assets:</b>			
Property, plant & Equipment	4.00	123,032,951	124,741,352
Intangible Assets	5.00	54,182,150	54,433,194
Investment in Subsidiaries & others	6.00	409,926,940	409,926,940
Deferred Tax Assets		2,756,571	2,924,799
<b>Total Non-Current Assets</b>		<b>589,898,612</b>	<b>592,026,284</b>
<b>Current Assets:</b>			
Inventories	8.00	51,579,847	69,786,542
Trade and Other Receivables	9.00	60,179,686	84,264,548
Advances, Deposits and Prepayments	10.00	76,845,106	88,812,282
Cash & Cash Equivalents	11.00	18,091,843	5,592,683
<b>Total Current Assets</b>		<b>206,696,482</b>	<b>248,456,055</b>
<b>Total Assets</b>		<b>796,595,095</b>	<b>840,482,339</b>
<b>EQUITY &amp; LIABILITIES :</b>			
<b>Shareholders' Equity</b>			
Share Capital		499,122,620	499,122,620
Retained Earnings	22.00	228,198,371	211,386,301
<b>Total Shareholders' Equity</b>		<b>727,320,991</b>	<b>710,508,921</b>
<b>Non Current Liabilities</b>			
Deferred Tax Liabilities	7.00	-	-
<b>Total Non Current Liabilities</b>		<b>-</b>	<b>-</b>
<b>Current Liabilities</b>			
Bank Loans, Overdraft and Credit	12.00	19,170,462	81,709,828
Trade and Others Payable	13.00	9,010,679	8,070,985
Liabilities for Expenses	14.00	11,142,205	11,878,644
Provision for Income Tax	15.00	27,514,218	25,693,440
Unclaimed Dividend		2,436,540	2,620,521
<b>Total Current Liabilities</b>		<b>69,274,104</b>	<b>129,973,418</b>
<b>Total Equity &amp; Liabilities</b>		<b>796,595,095</b>	<b>840,482,339</b>
<b>Net Asset Value per share (NAV)</b>		<b>14.57</b>	<b>14.24</b>

The accounting policies and other notes from 1 to 35 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 30.01.2021 and signed on its behalf by:

Shahana Khan  
Managing Director

Mohamed Emran Hossain  
Director

Dr. Md. Sabur Khan  
Chairman

Md. Monir Hossain  
Company Secretary

Md. Jahir Uddin  
CAFO

Place : Dhaka  
Dated :- 30.01.2021.

**DAFFODIL COMPUTERS LIMITED**  
**Statement of Profit or Loss and other Comprehensive Income (Un - Audited)**  
**For the period 31 December, 2020.**

PARTICULARS	Notes	Figures in Taka		Figures in Taka	
		1st July 2020 to 31 Dec 2020	1st July 2019 to 31 Dec 2019	1st Oct. 2020 to 31 Dec 2020	1st Oct. 2019 to 31 Dec 2019
Revenue	16.00	182,300,274	201,825,306	92,246,686	94,034,544
<b>Other operating revenue</b>					
Operating Income from DIPTI		132,624	292,545	86,204	150,245
<b>Total revenue from operation</b>		<b>182,432,898</b>	<b>202,117,851</b>	<b>92,332,890</b>	<b>94,184,789</b>
Less : Cost of Goods Sold	17.00	140,968,830	142,065,494	71,534,544	69,254,386
<b>A. Gross Profit</b>		<b>41,464,068</b>	<b>60,052,357</b>	<b>20,798,346</b>	<b>24,930,403</b>
<b>B. Operating Expenses</b>					
Administrative Expenses	18.00	19,596,583	18,337,394	10,153,942	8,834,542
Selling & Distribution Expenses	19.00	2,415,577	890,797	664,098	314,376
<b>Total operating expenses</b>		<b>22,012,160</b>	<b>19,228,191</b>	<b>10,818,040</b>	<b>9,148,918</b>
<b>C. Operating Profit (A-B)</b>		<b>19,451,908</b>	<b>40,824,166</b>	<b>9,980,306</b>	<b>15,781,485</b>
<b>D. Non operating income/(expenses)</b>					
Indirect Income	20.00	1,328,273	1,476,679	571,690	689,764
Financial Expenses	21.00	(989,575)	(729,042)	(321,796)	(345,342)
<b>Non operating income (Net)</b>		<b>338,698</b>	<b>747,637</b>	<b>249,894</b>	<b>344,422</b>
<b>E. Profit Before WPPF (C+D)</b>		<b>19,790,606</b>	<b>41,571,803</b>	<b>10,230,200</b>	<b>16,125,907</b>
Contribution to WPPF		(989,530)	(2,078,590)	(511,510)	(806,295)
<b>Profit Before Tax</b>		<b>18,801,076</b>	<b>39,493,213</b>	<b>9,718,690</b>	<b>15,319,612</b>
<b>Income Tax</b>		<b>(1,989,006)</b>	<b>(1,402,028)</b>	<b>(1,028,370)</b>	<b>(701,952)</b>
Current Tax		(1,820,778)	(1,195,433)	(944,256)	(598,654)
Deferred tax Income/Expense		(168,228)	(206,595)	(84,114)	(103,298)
<b>F. Net Profit After Tax</b>		<b>16,812,070</b>	<b>38,091,186</b>	<b>8,690,320</b>	<b>14,617,660</b>
<b>Basic Earning Per Share (EPS)</b>		<b>0.34</b>	<b>0.76</b>	<b>0.17</b>	<b>0.29</b>
<b>Diluted Earning per share</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The accounting policies and other notes from 1 to 35 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 30.01.2021 and signed on its behalf by:

Shahana Khan  
Managing Director

Mohamed Emran Hossain  
Director

Md. Sabur Khan  
Chairman

Md. Monir Hossain  
Company Secretary

Md. Jahir Uddin  
CAFO

Place: Dhaka  
Dated :- 30.01.2021.

**DAFFODIL COMPUTERS LIMITED**  
**Statement of Changes in Equity (Un - Audited)**  
**For the year ended 31 December 2020**

Particulars	Figures in Taka			
	Share Capital	Dividend	Retained Earnings	Total
As on 30 June 2020	499,122,620		211,386,301	710,508,921
Net Profit after tax during the period			16,812,070	16,812,070
<b>Balance as on 31 December 2020</b>	<b>499,122,620</b>		<b>228,198,371</b>	<b>727,320,991</b>
<b>Balance as on 30 June 2020</b>	<b>499,122,620</b>		<b>211,386,301</b>	<b>710,508,921</b>

Particulars	Figures in Taka			
	Share Capital	Dividend	Retained Earnings	Total
As on 30 June 2019	499,122,620	-	214,247,886	713,370,506
Net Profit after tax during the period			38,091,186	38,091,186
<b>Balance as on 31 December 2019</b>	<b>499,122,620</b>	<b>-</b>	<b>252,339,072</b>	<b>751,461,692</b>
<b>Balance as on 30 June 2019</b>	<b>499,122,620</b>	<b>-</b>	<b>214,247,886</b>	<b>713,370,506</b>

The accounting policies and other notes from 1 to 35 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 30.01.2021 and signed on its behalf by:

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Company Secretary

Md. Jahir Uddin  
CAFO

**Place: Dhaka**  
Dated :- 30.01.2021.

**DAFFODIL COMPUTERS LIMITED**  
**Statement of Cash Flows (Un- Audited)**  
**For the year ended 31 December 2020**

PARTICULARS	Figures in Taka	
	1st July 2020. to 31 Dec 2020	1st July 2019. to 31 Dec 2019
<b>A. Cash flow from Operating Activities:</b>		
Cash Received from Customers & Others	207,846,033	197,191,891
Cash Paid to Suppliers, Employees & Others	(142,707,379)	(205,501,412)
<b>Cash generated from Operations:</b>	<b>65,138,654</b>	<b>(8,309,521)</b>
Interest income from deposit	6,252	1,050
Financial Expenses	(989,575)	(729,042)
VAT paid	-	-
Income Tax	(200,000)	-
<b>Net cash flow from operating activities</b>	<b>63,955,331</b>	<b>(9,037,513)</b>
<b>B. Cash flow from Investing Activities:</b>		
Net Purchase of property, plant & equipment	-	-
Changes in advanced Deposits & prepayments	12,167,176	(7,866,116)
Work-in-Progress (Customized software development)	(900,000)	(872,388)
<b>Net cash used in investing activities</b>	<b>11,267,176</b>	<b>(8,738,504)</b>
<b>C. Cash flow from Financing Activities:</b>		
Bank Loan, Overdrafts & Credit	(62,539,366)	22,578,086
Dividend Paid	(183,981)	(117,893)
<b>Net Cash used in Financing Activities</b>	<b>(62,723,347)</b>	<b>22,460,193</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>12,499,160</b>	<b>4,684,176</b>
Cash & Cash Equivalents at Opening	5,592,683	3,850,054
<b>Cash &amp; Cash Equivalents at Closing</b>	<b>18,091,843</b>	<b>8,534,230</b>
<b>Net operating cash flow per share (NOCFPS)</b>	<b>1.28</b>	<b>(0.18)</b>

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Shahana Khan  
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Md. Monir Hossain  
Company Secretary

Md. Jahir Uddin  
CAFO

Place: Dhaka

Dated :- 30.01.2021.

**DAFFODIL COMPUTERS LIMITED**  
**Consolidated Statement of Financial Position (Un - Audited)**  
**As at 31 December 2020.**

Particulars	Notes	Figures in Taka	
		31 Dec. 2020	30 June 2020
<b>ASSETS</b>			
<b>Non-Current Assets:</b>			
Property, plant & Equipment	4.01	455,532,524	459,137,363
Intangible Assets	5.00	54,182,150	54,433,194
Deferred Tax Assets		2,756,571	2,924,799
<b>Total Non-Current Assets</b>		<b>512,471,246</b>	<b>516,495,356</b>
<b>Current Assets:</b>			
Inventories	8.01	54,922,102	73,082,866
Trade and Others Receivable	9.01	66,101,449	90,572,496
Advances, Deposits and Prepayments	10.01	111,931,341	121,136,859
Cash & Cash Equivalents	11.01	33,408,478	20,783,298
<b>Total Current Assets</b>		<b>266,363,371</b>	<b>305,575,520</b>
<b>Total Assets</b>		<b>778,834,617</b>	<b>822,070,876</b>
<b>EQUITY &amp; LIABILITIES :</b>			
<b>Shareholders' Equity</b>			
Share Capital		499,122,620	499,122,620
Retained Earnings	22.01	204,224,423	187,353,658
<b>Total Shareholders' Equity</b>		<b>703,347,043</b>	<b>686,476,278</b>
Non Controlling Interest		367,641	357,421
<b>Total Equity</b>		<b>703,714,684</b>	<b>686,833,699</b>
<b>Non Current Liabilities</b>			
Deferred Tax Liabilities	7.00	-	-
<b>Total Non - current liabilities</b>		<b>-</b>	<b>-</b>
<b>Current Liabilities</b>			
Bank Loans, Overdraft and Credit	12.00	19,170,462	81,709,828
Trade and Others Payables	13.01	10,188,439	8,937,880
Liabilities for Expenses	14.01	11,259,189	12,003,399
Provision for Income Tax	15.01	32,065,305	29,965,549
Unclaimed Dividend		2,436,540	2,620,521
<b>Total Current Liability</b>		<b>75,119,934</b>	<b>135,237,177</b>
<b>Total Equity &amp; Liabilities</b>		<b>778,834,617</b>	<b>822,070,876</b>
<b>Net Asset Value per share (NAV)</b>		<b>14.09</b>	<b>13.75</b>

The accounting policies and other notes from 1 to 35 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 30.01.2021 and signed on its behalf by:

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Managing Director

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Company Secretary

Md. Jahir Uddin  
CAFO

Place - Dhaka  
Dated :- 30.01.2021.

**DAFFODIL COMPUTERS LIMITED**  
**Consolidated Statement of Profit or Loss and other Comprehensive Income (Un - Audited)**  
**For the period 31 December, 2020**

PARTICULARS	Notes	Figures in Taka		Figures in Taka	
		1st July 2020. to 31 Dec. 2020	1st July 2019. to 31 Dec. 2019	1st Oct 2020. to 31 Dec. 2020	1st Oct 2019. to 31 Dec. 2019
Revenue	16.01	245,367,549	289,485,883	126,837,586	137,272,779
<b>Other operating revenue</b>					
Operating Income from DIPTI		132,624	292,545	86,204	150,245
<b>Total revenue from operation</b>		<b>245,500,173</b>	<b>289,778,428</b>	<b>126,923,790</b>	<b>137,423,024</b>
Less : Cost of Goods Sold	17.01	178,445,776	198,911,933	90,775,799	96,503,554
<b>A. Gross Profit</b>		<b>67,054,397</b>	<b>90,866,495</b>	<b>36,147,991</b>	<b>40,919,470</b>
<b>B. Operating Expenses</b>					
Administrative Expenses	18.01	44,340,531	47,511,126	24,344,078	23,776,652
Selling & Distribution Expenses	19.01	3,054,387	1,471,480	1,177,713	593,814
<b>Total operating expenses</b>		<b>47,394,918</b>	<b>48,982,606</b>	<b>25,521,791</b>	<b>24,370,466</b>
<b>C. Operating Profit (A-B)</b>		<b>19,659,479</b>	<b>41,883,889</b>	<b>10,626,200</b>	<b>16,549,004</b>
<b>D. Non operating income/(expenses)</b>					
Indirect Income	20.01	1,468,595	2,326,331	639,612	811,064
Financial Expenses	21.00	(989,575)	(729,042)	(321,796)	(345,342)
<b>Non operating income (Net)</b>		<b>479,020</b>	<b>1,597,289</b>	<b>317,816</b>	<b>465,722</b>
<b>E. Profit Before WPPF (C+D)</b>		<b>20,138,499</b>	<b>43,481,178</b>	<b>10,944,016</b>	<b>17,014,726</b>
Contribution to WPPF		(989,530)	(2,078,590)	(511,510)	(806,295)
<b>Profit Before Tax</b>		<b>19,148,969</b>	<b>41,402,588</b>	<b>10,432,506</b>	<b>16,208,431</b>
<b>Income Tax</b>		<b>(2,267,984)</b>	<b>(1,696,227)</b>	<b>(1,176,798)</b>	<b>(817,319)</b>
Current Tax		(2,099,756)	(1,489,632)	(1,092,684)	(714,021)
Deferred tax Income/Expense		(168,228)	(206,595)	(84,114)	(103,298)
<b>F. Net Profit After Tax</b>		<b>16,880,985</b>	<b>39,706,361</b>	<b>9,255,708</b>	<b>15,391,112</b>
<b>Profit attributable to :</b>		<b>0.34</b>	<b>0.80</b>	<b>0.19</b>	<b>0.32</b>
<b>Equity holders of the company</b>		<b>16,870,765</b>	<b>39,666,119</b>	<b>9,248,742</b>	<b>15,375,385</b>
<b>Non - controlling interests</b>		<b>10,220</b>	<b>40,242</b>	<b>6,966</b>	<b>15,727</b>
		<b>16,880,985</b>	<b>39,706,361</b>	<b>9,255,708</b>	<b>15,391,112</b>
<b>Basic Earning Per Share (EPS)</b>		<b>0.34</b>	<b>0.80</b>	<b>0.19</b>	<b>0.31</b>
<b>Diluted Earning per share</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The accounting policies and other notes from 1 to 35 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 30.01.2021 and signed on its behalf by:

Shahana Khan  
Managing Director

Mohamed Emran Hossain  
Director

Md. Sabur Khan  
Chairman

Md. Monir Hossain  
Company Secretary

Md. Jahir Uddin  
CAFO

Place: Dhaka  
Dated :- 30.01.2021.

**DAFFODIL COMPUTERS LIMITED**  
**Consolidated Statement of Changes in Equity (Un - Audited)**  
**For the period 31 December 2020.**

**Figures in Taka**

Particulars	Share Capital	Dividend	Retained Earnings	Total	Non Controlling interest	Total
As on 30 June 2020	499,122,620		187,353,658	686,476,278	357,421	686,833,699
Net Profit after tax during the period			16,870,765	16,870,765	10,220	16,880,985
Balance as on 31 December 2020	<b>499,122,620</b>		<b>204,224,423</b>	<b>703,347,043</b>	<b>367,641</b>	<b>703,714,684</b>
Balance as on 30 June 2020	499,122,620		187,353,658	686,476,278	357,421	686,833,699

**Figures in Taka**

Particulars	Share Capital	Dividend	Retained Earnings	Total	Non Controlling interest	Total
As on 30 June 2019	499,122,620	-	191,799,235	690,921,855	347,278	691,269,133
Net Profit after tax during the period			39,666,119	39,666,119	40,242	39,706,361
Balance as on 31 December 2019	<b>499,122,620</b>	<b>-</b>	<b>231,465,354</b>	<b>730,587,974</b>	<b>387,520</b>	<b>730,975,494</b>
Balance as on 30 June 2019	499,122,620	-	191,799,235	690,921,855	347,278	691,269,133

The accounting policies and other notes from 1 to 35 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 30.01.2021 and signed on its behalf by:

Shahana Khan  
Managing Director

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Md. Sabur Khan  
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Md. Monir Hossain  
Company Secretary

Md. Jahir Uddin  
CAFO

**Place: Dhaka**

Dated :- 30.01.2021.

**DAFFODIL COMPUTERS LIMITED**  
**Consolidated Statement of Cash Flows (Un - Audited)**  
**For the ended 31 December 2020**

PARTICULARS	Figures in Taka	
	1st July 2020 to 31 Dec. 2020	1st July 2019 to 31 Dec. 2019
<b>A. Cash flow from Operating Activities:</b>		
Cash Received from Customers & Others	271,439,815	284,862,391
Cash Paid to Suppliers, Employees & Others	(203,466,483)	(290,724,448)
<b>Cash generated from Operations:</b>	<b>67,973,332</b>	<b>(5,862,057)</b>
Interest income from deposit	59,252	628,357
Financial Expenses	(989,575)	(729,042)
VAT paid	-	-
Income Tax	(200,000)	(62,732)
<b>Net cash flow from operating activities</b>	<b>66,843,009</b>	<b>(6,025,474)</b>
<b>B. Cash flow from Investing Activities:</b>		
Net Purchase of property, plant & equipment	-	-
Work-in-Progress (Customized software development)	(900,000)	(872,388)
Changes in advanced Deposits & prepayments	9,405,518	(9,999,837)
<b>Net cash used in investing activities</b>	<b>8,505,518</b>	<b>(10,872,225)</b>
<b>C. Cash flow from Financing Activities:</b>		
Bank Loan, Overdrafts & Credit	(62,539,366)	22,578,086
Dividend Paid	(183,981)	(117,893)
<b>Net Cash used in Financing Activities</b>	<b>(62,723,347)</b>	<b>22,460,193</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>12,625,180</b>	<b>5,562,494</b>
Cash & Cash Equivalents at Opening	20,783,298	16,063,106
<b>Cash &amp; Cash Equivalents at Closing</b>	<b>33,408,478</b>	<b>21,625,600</b>
<b>Net operating cash flow per share (NOCFPS)</b>	<b>1.34</b>	<b>(0.12)</b>

The accounting policies and other notes from 1 to 35 form an integral part of the Financial Statements. The Financial statements were authorized for issue by the Board of Directors on 30.01.2021 and signed on its behalf by:

Shahana Khan  
Managing Director

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Company Secretary

Md. Jahir Uddin  
CAFO

Place: Dhaka  
Dated :- 30.01.2021.



Sl. No.	Particulars	Figures in Taka	
		31 December 2020 Amount	30 June 2020 Amount
<b>4.00</b>	<b>FIXED ASSETS (At cost less depreciation)</b>		
	This is made up as follows :		
	At Cost		
	Opening Balance	214,567,142	211,588,853
	Addition During the year	-	2,978,289
		<b>214,567,142</b>	<b>214,567,142</b>
	Less - Adjustment during the year	-	-
		<b>214,567,142</b>	<b>214,567,142</b>
	Depreciation		
	Accumulated depreciation up to last year	89,825,790	86,229,558
	Charged for the year	1,708,401	3,596,233
		<b>91,534,191</b>	<b>89,825,790</b>
	Less - Adjustment during the year	-	-
		<b>91,534,191</b>	<b>89,825,790</b>
	<b>Written down value</b>	<b>123,032,951</b>	<b>124,741,352</b>
	Details have been shown in Annexure-1		
<b>4.01</b>	<b>CONSOLIDATED FIXED ASSETS (At cost less depreciation)</b>		
	This is made up as follows :		
	At Cost		
	Opening Balance	617,994,640	613,638,411
	Addition During the year	-	4,356,229
		<b>617,994,640</b>	<b>617,994,640</b>
	Less - Adjustment during the year	-	-
		<b>617,994,640</b>	<b>617,994,640</b>
	Depreciation		
	Accumulated depreciation up to last year	158,857,277	151,019,160
	Charged for the year	3,604,840	7,838,117
		<b>162,462,116</b>	<b>158,857,277</b>
	Less - Adjustment during the year	-	-
		<b>162,462,116</b>	<b>158,857,277</b>
	<b>Written down value</b>	<b>455,532,524</b>	<b>459,137,363</b>
	Details have been shown in Annexure-1.1		
<b>5.00</b>	<b>INTANGIBLE ASSETS</b>		
	Customised Software Development	44,890,684	46,041,728
	Work-in-progress(Customized Software Dev.)	9,291,466	8,391,466
	<b>Total</b>	<b>54,182,150</b>	<b>54,433,194</b>
<b>5.01</b>	<b>Customized Software Development</b>		
	This represent as under:		
	Opening Balance	46,041,728	48,464,976
	Add: Development cost during this year	-	-
		<b>46,041,728</b>	<b>48,464,976</b>
	Less: Amortization @ 5%	1,151,043	2,423,249
	<b>Total</b>	<b>44,890,684</b>	<b>46,041,728</b>

This represents the cost of Customized Software developed by the Company through various Programmers engaged on contractual as well as regular employment basis.

31 December 2020	30 June 2020
------------------	--------------

Amount	Amount
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## 5.02 Work-in-progress (Customized Software Development)

This represents cost allocated to Customized Software which are under progress of development.

Opening Balance	8,391,466	2,991,466
Add : Incurred during the year	900,000	5,400,000
	<b>9,291,466</b>	<b>8,391,466</b>
Less : Transferred to Customized software Development	-	-
<b>Total</b>	<b>9,291,466</b>	<b>8,391,466</b>

## 6.00 Investment in subsidiary and Others

Dolphin Computer Ltd. (Subsidiary)	14,400,000	14,400,000
Jobsbd.com	21,709,782	21,709,782
Daffodil International school (DIS)	373,817,158	373,817,158
<b>Total</b>	<b>409,926,940</b>	<b>409,926,940</b>

This represent the amount investment in subsidiaries and Others

## 7.00 DEFERRED TAX ASSETS/(LIABILITY)

Opening balance	2,924,799	3,393,049
Provided during the period	(168,228)	(468,250)
Deferred tax income	-	-
Deferred tax expenses	(168,228)	(468,250)
Add/Less: Adjustment made during the year	-	-
<b>Closing balance</b>	<b>2,756,571</b>	<b>2,924,799</b>

As at December 31, 2020	Accounting base Carrying Amount	Tax base	Temporary Difference
Property, Plant and Equipment	123,032,951	(134,059,236)	(11,026,285)
Intangible Assets	54,182,150	(54,182,150)	(54,182,150)
Pre-operating Expenses	-	-	-
Unused Tax Loss carry forward	-	-	-
<b>Net taxable temporary difference</b>	<b>177,215,101</b>	<b>(188,241,387)</b>	<b>(11,026,285)</b>
Applicable tax rate			25%
<b>Deferred tax (assets) as at 31 December 2020</b>			<b>(2,756,571)</b>
Deferred tax (assets) as at 30 June 2020			2,924,799
<b>Deferred tax (income)/expenses</b>			<b>168,228</b>
As at June 30, 2020	Accounting base Carrying Amount	Tax base	Temporary Difference
Property, Plant and Equipment	124,741,351	(136,440,545)	(11,699,194)
Intangible Assets	54,433,194	(54,433,194)	-
Pre-operating Expenses	-	-	-
Unused Tax Loss carry forward	-	-	-
<b>Net taxable temporary difference</b>	<b>179,174,545</b>	<b>(190,873,739)</b>	<b>(11,699,194)</b>
Applicable tax rate			25%
<b>Deferred tax (assets) as at 30 June 2020</b>			<b>(2,924,799)</b>
Deferred tax liability as at 30 June 2019			3,393,049
<b>Deferred tax (income)/expenses</b>			<b>468,250</b>

**8.00 INVENTORIES**

This represents as under :

Computers-Finished/DELL Laptop

Computer-Daffodil PC

Printers

Monitor

Hardware

Accessories

UPS

Stabilizer

Software

Smart Card

**Total**

<b>31 December 2020</b>	<b>30 June 2020</b>
<b>Amount</b>	<b>Amount</b>
9,886,544	4,231,779
10,009,854	18,637,860
2,234,200	2,490,082
1,098,765	1,365,753
6,856,420	8,294,563
8,430,964	17,956,432
876,500	1,470,162
8,500	17,784
7,942,456	10,894,980
4,235,644	4,427,146
<b>51,579,847</b>	<b>69,786,542</b>

**8.01 CONSOLIDATED INVENTORIES**

This represents as under :

Computers-Finished/DELL Laptop

Computer-Daffodil PC

Printers

Monitor

Hardware

Accessories

UPS

Stabilizer

Software

Smart Card

**Total**

10,749,744	5,087,215
10,810,097	19,413,283
2,412,762	2,690,936
1,366,574	1,642,173
7,256,510	8,696,907
8,913,732	18,402,804
946,745	1,545,762
11,300	20,584
8,218,994	11,156,055
4,235,644	4,427,146
<b>54,922,102</b>	<b>73,082,866</b>

**9.00 TRADE AND OTHER RECEIVABLES**

This represents as under :

Trade Receivable

Other Receivable (Related party transaction)

**Total**

This is unsecured but considered good.

60,123,861	84,208,723
55,825	55,825
<b>60,179,686</b>	<b>84,264,548</b>

**9.01 CONSOLIDATED TRADE AND OTHER RECEIVABLES**

This represents as under :

Trade Receivable

Other Receivable (Related Party Transaction)

**Total**

This is unsecured but considered good.

66,045,624	90,516,671
55,825	55,825
<b>66,101,449</b>	<b>90,572,496</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 previous of BAS 24" Related party Disclosures" Details are given below :

Name of Company	Opening Balance	Addition	Adjustment	Closing Balance
Daffodil International	1,147,428	43,654,564	40,067,543	4,734,449
Daffodil international School	-	150,000	125,000	25,000
Daffodil Software Ltd. (DSL)	55,825	24,500	24,500	55,825
Daffodil Institute of IT (DIIT)	4,519,240	22,000	72,000	4,469,240
Daffodil Online Ltd.	831,270	423,000	424,500	829,770
Daffodil International Academy	1,051,450	45,000	542,000	554,450
Daffodil International College	54,628	-	-	54,628
Daffodil Polytechnic Institute	681,256	234,200	472,300	443,156
Daffodil international School	-	45,000	40,000	5,000
Daffodil Family	41,000	-	41,000	-
Daffodil pc service section	249,800	5,600	125,000	130,400
DIPTI Main Campus	288,400	120,000	100,000	308,400
DCL. Mobile Division	439,831	-	439,831	-
Daffodil Brand Shop	567,711	-	400,000	167,711
Dcl Laptop service department	83,720	10,000	50,000	43,720
E - Travels	73,000		73,000	-
E - Media	256,300		156,300	100,000
Admission.ac	394,300		394,300	-
Apnare.com	169,000		169,000	-
Kiosk Project	347,150	120,000	345,200	121,950
<b>Total</b>				12,043,699

#### 10.00 ADVANCES, DEPOSITS AND PREPAYMENTS

##### A. Advances

Income Tax	
Local Purchase	
Office Rent	
Salaries	
Advance against Development works	
Advance against Projects Expenses	
Advance against C & F Expenses	

	31 December 2020	30 June 2020
	Amount	Amount
	<b>74,160,553</b>	<b>86,127,729</b>
	40,117,202	39,917,202
	50,000	12,060,000
	2,544,200	2,544,200
	2,632,345	1,681,066
	3,144,582	3,144,582
	25,652,224	25,652,224
	20,000	1,128,455

##### B. Deposits

Security Deposit	
Earnest Money	
Bank Guarantee Margin	
L/C Margin	

	<b>2,684,553</b>	<b>2,684,553</b>
	758,783	758,783
	466,770	466,770
	798,000	798,000
	661,000	661,000
	<b>76,845,106</b>	<b>88,812,282</b>

This is unsecured but considered good.

#### 10.01 CONSOLIDATED ADVANCES, DEPOSITS AND PREPAYMENTS

##### A. Advances

Income Tax	
Local Purchase	
Office Rent	
Salaries	
Advance against Development works	
Advance against Projects Expenses	
Advance against C & F Expenses	

	<b>109,246,788</b>	<b>118,452,306</b>
	40,479,456	40,279,456
	4,764,754	13,019,789
	24,046,020	24,046,020
	4,655,845	3,689,566
	9,628,489	10,636,796
	25,652,224	25,652,224
	20,000	1,128,455

	<b>31 December 2020</b>	<b>30 June 2020</b>
	<b>Amount</b>	<b>Amount</b>
<b>B. Deposits</b>	<b>2,684,553</b>	<b>2,684,553</b>
Security Deposit	758,783	758,783
Earnest Money	466,770	466,770
Bank Guarantee Margin	798,000	798,000
L/C Margin	661,000	661,000
<b>Total (A+B)</b>	<b>111,931,341</b>	<b>121,136,859</b>
This is unsecured but considered good.		
<b>11.00 CASH AND CASH EQUIVALENTS</b>		
This consists of as follows:		
Cash at Bank	17,350,087	5,133,927
Cash in Hand	721,556	393,511
Cheques in Hand	20,200	65,245
<b>Total</b>	<b>18,091,843</b>	<b>5,592,683</b>
<b>11.01 CONSOLIDATED CASH AND CASH EQUIVALENTS</b>		
This consists of as follows:		
Cash at Bank	30,162,577	16,300,007
Cash in Hand	3,225,701	4,418,046
Cheques in Hand	20,200	65,245
<b>Total</b>	<b>33,408,478</b>	<b>20,783,298</b>
<b>12.00 BANK LOAN, OVERDRAFT AND CASH CREDIT</b>		
C.C - Pubali Bank Ltd.	8,957,281	36,294,630
C.C (Hypo) MBL	195,035	10,778,122
MPI - Islami Bank	10,018,146	34,637,076
<b>Total</b>	<b>19,170,462</b>	<b>81,709,828</b>
<b>13.00 TRADE AND OTHER PAYABLES</b>		
Opening balance	8,070,985	8,189,177
Add: Addition during the year	30,034,256	128,675,486
	38,105,241	136,864,663
Less: Paid/Adjusted during the year	29,094,562	128,793,678
<b>Closing balance</b>	<b>9,010,679</b>	<b>8,070,985</b>
This is against credit purchase of trading goods from local vendors.		
<b>13.01 CONSOLIDATED TRADE AND OTHER PAYABLES</b>		
Opening balance	8,937,880	9,008,250
Add: Addition during the year	43,913,057	200,821,591
	52,850,937	209,829,841
Less: Paid/Adjusted during the year	42,662,498	200,891,961
<b>Closing balance</b>	<b>10,188,439</b>	<b>8,937,880</b>
This is against credit purchase of trading goods from local vendors.		
<b>14.00 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	-	1,890,000
Contribution to Employees PF	3,308,849	3,143,639
Audit Fee	210,000	210,000

Telephone Bill	30,976	35,422
Electricity Bill	46,532	42,365
Paper Bills	1,200	1,600
Internet Bills	30,000	30,500
Provision for Contribution to WPPF	6,013,422	5,023,892
Renewal Fee	10,000	10,000
Dividend Distribution Tax	1,491,226	1,491,226
<b>Total</b>	<b>11,142,205</b>	<b>11,878,644</b>

#### 14.01 CONSOLIDATED LIABILITIES FOR EXPENSES

This amount consists of liabilities for salaries , office rent , utilities bill and other purchases. Break up of the above amount is as under :

	31 December 2020	30 June 2020
	Amount	Amount
Salaries & Allowances	-	1,890,000
Contribution to Employees PF	3,308,849	3,143,639
Audit Fee	225,000	225,000
Telephone Bill	64,196	66,822
Electricity Bill	111,496	116,560
Paper Bills	2,000	3,760
Internet Bills	33,000	32,500
Provision for Contribution to WPPF	6,013,422	5,023,892
Renewal Fee	10,000	10,000
Dividend Distribution Tax	1,491,226	1,491,226
<b>Total</b>	<b>11,259,189</b>	<b>12,003,399</b>

#### 15.00 Provision for Income Tax

Opening Balance	25,693,440	23,458,518
Add - During the period (Taxable Income 7,283,112*25%)	1,820,778	2,234,922
	27,514,218	25,693,440
Adjustment made during the period	-	-
Closing Balance	27,514,218	25,693,440

#### 15.01 Consulated Provision for Income Tax

opening balance	29,965,549	27,025,418
Add - Daffodil Computers Ltd (Taxable Income 7,283,112*25%)	1,820,778	2,234,922
Add- Dolphin Computers Ltd (Revenue 44,527,641*0.6%)	267,166	661,734
Add- Skill jobs (Revenue 1,968,701*0.6%)	11,812	43,475
	32,065,305	29,965,549
Adjustment made during the period	-	-
Closing Balance	32,065,305	29,965,549

#### 16.00 REVENUE

This is made up as follows :

Sales of Computer and Computer Goods

Sales of Customized Software

**Total Net Sales**

31 December 2020	31 December 2019
Amount	Amount
139,085,265	161,791,997
43,215,009	40,033,309
<b>182,300,274</b>	<b>201,825,306</b>

Revenue recognition has been discussed i

#### 16.01 CONSOLIDATED REVENUE

This is made up as follows :

Sales Revenue (DCL+Dolphin)

Income from Students (DIS)

Service Revenue (Jobsbd.com)

**Total Net Sales**

226,815,915	263,285,053
16,582,933	21,055,403
1,968,701	5,145,427
<b>245,367,549</b>	<b>289,485,883</b>

Revenue recognition has been discussed i

**17.00 COST OF GOODS SOLD**

It consists of :

Computer and Computer Goods  
 Customized Software & Web hosting etc.  
**Total**

<b>31 December 2020</b>	<b>31 December 2019</b>
<b>Amount</b>	<b>Amount</b>
126,730,849	128,288,187
14,237,981	13,777,307
<b>140,968,830</b>	<b>142,065,494</b>

**17.01 CONSOLIDATED COST OF GOODS SOLD**

It consists of :

Computer and Computer Goods (DCL)  
 Customized Software & Web hosting etc.  
 Computer and Computer Goods (Dolphin)  
 Direct expenses (Jobsbd.com)  
**Total**

126,730,849	128,288,187
14,237,981	13,777,307
36,929,502	54,485,982
547,444	2,360,457
<b>178,445,776</b>	<b>198,911,933</b>

**18.00 ADMINISTRATIVE EXPENSES**

This consists of as follows :

Directors Remuneration  
 Salaries & Allowances  
 Bonus  
 Co's Contribution to Employees' Provident Fund  
 Office Rent  
 AGM Expenses  
 Audit fee  
 Bank charges  
 Business Tour & Traveling exp.  
 Car maintenance  
 Commission paid on credit cards  
 Computer Fair exp.  
 Consultation Fees  
 Conveyance  
 Discount allowed  
 Directors meeting attendance fee  
 Donation  
 Electricity  
 Entertainment  
 Internet bills  
 Miscellaneous  
 Office Maintenance  
 Papers & Periodicals  
 Stationery  
 Renewal expenses  
 Maintenance  
 Schedule purchase  
 Staff welfare Expenses  
 Subscriptions  
 Telephone bills  
 Training Expenses  
 Utilities  
 Human Resource Dev. Expanse.

<b>31 December 2020</b>	<b>31 December 2019</b>
<b>Amount</b>	<b>Amount</b>
800,000	900,000
10,520,484	8,506,771
-	1,047,412
165,210	159,565
2,374,000	1,990,244
320,345	383,719
-	-
26,710	37,124
-	5,700
279,310	371,548
42,322	139,218
-	5,000
-	-
191,732	201,267
77	1,300
15,000	30,000
22,565	13,418
326,429	306,316
197,903	249,642
101,100	54,585
159,035	260,056
39,509	45,730
4,140	7,380
238,565	132,005
89,366	195,279
103,970	60,264
3,905	6,000
25,100	47,706
3,000	1,000
196,805	134,754
31,520	37,000
60,300	23,000
5,000	3,000

R & D Expenditure	5,000	7,000
Vat Expenses	357,561	-
Enlishment Fees	31,176	-
Corporate Social Response (CSR)	-	5,000
Depreciation	1,708,400	1,757,766
<b>Total</b>	<b>18,445,539</b>	<b>17,125,769</b>

**Allocation:**

Hardware & Network activities 70%	12,911,878	11,988,039
Software & Web hosting activities 30%	5,533,662	5,137,731
	18,445,539	17,125,769
Add: Amortization expenses 5% on cost of Customized SW Dev	1,151,043	1,211,624
<b>Total</b>	<b>19,596,583</b>	<b>18,337,394</b>

**18.01 CONSOLIDATED ADMINISTRATIVE EXPENSES**

This consists of as follows :

	<b>31 December 2020</b>	<b>31 December 2019</b>
	<b>Amount</b>	<b>Amount</b>
Directors Remuneration	800,000	935,000
Salaries & Allowances	22,669,365	22,892,099
Bonus	-	1,821,879
Co's Contribution to Employees' Provident Fund	183,830	159,565
Office Rent	9,202,230	8,636,952
AGM Expenses	320,345	383,719
Audit fee	10,000	15,000
Bank charges	45,698	51,034
Business Tour & Traveling exp.	-	12,544
Car maintenance	376,856	1,106,735
Commission paid on credit cards	42,322	139,218
Computer Fair exp.	250	5,000
Consultation Fees	-	-
Conveyance	271,058	364,369
Discount allowed	77	1,300
Directors meeting attendance fee	15,000	30,000
Donation	28,065	26,318
Electricity	662,224	1,109,534
Entertainment	447,387	524,753
Internet bills	271,100	142,685
Miscellaneous	236,965	325,500
Office Maintenance	226,583	140,460
Papers & Periodicals	35,767	19,710
Stationery	602,549	570,059
Renewal expenses	116,502	210,859
Maintenance	174,765	164,329
Schedule purchase	3,905	6,000
Staff welfare Expenses	34,700	66,006
Subscriptions	6,000	1,000
Telephone bills	309,612	262,697
Training Expenses	80,520	37,000
Utilities	111,030	92,102
Human Resource Dev. Expanse.	5,000	3,000
R & D Expenditure	5,000	7,000
Vat Expenses	849,099	-
Enlishment Fees	31,176	-
Corporate Social Response (CSR)	-	5,000



Advertisement	8,500	10,000
Promotional Expenses	1,098,944	1,420,490
Course materials	157,320	490,297
Exam. Expenses	12,000	119,800
Extra Curricular Activities	132,904	152,486
Depreciation	3,604,840	3,838,002
<b>Total</b>	<b>43,189,488</b>	<b>46,299,501</b>

**Allocation:**

Hardware & Network activities 70%	30,232,641	32,409,651
Software & Web hosting activities 30%	12,956,846	13,889,850
	43,189,488	46,299,501
Add: Amortization expenses 5% on cost of Customized SW Dev	1,151,043	1,211,624
<b>Total</b>	<b>44,340,531</b>	<b>47,511,126</b>

**19.00 SELLING & DISTRIBUTION EXPENSES**

	<b>31 December 2020</b>	<b>31 December 2019</b>
	<b>Amount</b>	<b>Amount</b>
This consists of as follows :		
Postage & Stamp	230	646
Advertisement	13,500	-
Business Promotion Expenses	146,450	23,285
Carriage outward	-	-
Replacement of sold goods	-	-
Sales incentives	2,255,397	866,866
<b>Total</b>	<b>2,415,577</b>	<b>890,797</b>

**Allocation:**

Hardware & Network activities 70%	1,690,904	623,558
Software & Web hosting activities 30%	724,673	267,239
<b>Total</b>	<b>2,415,577</b>	<b>890,797</b>

**19.01 CONSOLIDATED SELLING & DISTRIBUTION EXPENSES**

This consists of as follows :		
Postage & Stamp	920	946
Advertisement	13,500	-
Business Promotion Expenses	146,450	38,285
Carriage outward	-	-
Replacement of sold goods	-	-
Sales incentives	2,893,517	1,432,249
<b>Total</b>	<b>3,054,387</b>	<b>1,471,480</b>

**Allocation:**

Hardware & Network activities 70%	2,138,071	1,030,036
Software & Web hosting activities 30%	916,316	441,444
<b>Total</b>	<b>3,054,387</b>	<b>1,471,480</b>

**20.00 INDIRECT INCOME**

Interest on Deposit	6,252	1,050
Income from DCL general service section	981,489	959,734
Income from Dpc laptop service	340,532	515,895
<b>Total</b>	<b>1,328,273</b>	<b>1,476,679</b>

**20.01 CONSOLIDATED INDIRECT INCOME**

<b>31 December 2020</b>	<b>31 December 2019</b>
<b>Amount</b>	<b>Amount</b>

Interest on Deposit	59,252	628,357
Income from DCL general service section	981,489	959,734
Income from Dpc laptop service	340,532	515,895
Income from Dolphin Computer service centre	87,322	222,345
<b>Total</b>	<b>1,468,595</b>	<b>2,326,331</b>

## 21.00 FINANCIAL EXPENSES

Bank Interest	989,575	729,042
<b>Total</b>	<b>989,575</b>	<b>729,042</b>

31 December 2020	30 June 2020
Amount	Amount

## 22.00 RETAINED EARNINGS

Opening Balance	211,386,301	214,247,886
Add - Addition during the period	16,812,070	47,050,676
	228,198,371	261,298,563
Less - Dividend Paid	-	49,912,262
	<b>228,198,371</b>	<b>211,386,301</b>

## 22.01 CONSOLIDATED RETAINED EARNINGS

Opening Balance	187,353,658	191,799,235
Add - Addition during the period	16,870,765	45,466,685
Less - Dividend Paid	-	49,912,262
	204,224,423	187,353,658

Profit attributable to :

Equity holders of the company	204,224,423	187,353,658
Non - controlling interests	367,641	357,421
	204,592,064	187,711,079

## 22.02 Cash Flow from Operating Activities (Indirect Method)

Particular's	CONSOLIDATED	SINGLE
Net Profit Before Tax	19,148,969	18,801,076
Adjustment for non-cash transaction		
Depreciation	3,604,840	1,708,401
Amortization	1,151,043	1,151,043
<b>Increase/decrease of current assets/current liabilities</b>		
Decrease/(Increase) in Inventories	18,160,764	18,206,695
Decrease/(Increase) in Trade and Other Receivables	24,471,047	24,084,862
(Decrease)/Increase in Trade and Others Payable	1,250,559	939,694
(Decrease)/Increase in Liabilities for Expenses	(744,210)	(736,439)
Vat paid	-	-
Income tax paid	(200,000)	(200,000)
Cash Flow from Operating Activities	<b>66,843,009</b>	<b>63,955,331</b>

**DAFFODIL COMPUTERS LIMITED**  
**Notes to the Financial Statement**  
**For the ended 31 December 2020**

**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 (2<sup>nd</sup> 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 equipment's, training aids, communication equipment's, audio visual equipment's and all other allied items.

**1.04 Number of Employees**

The numbers of employees at year-end were 170 (One hundred Seventy only) 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) Bangladesh Securities and Exchange Commission Rules 1987.
- f) Statutory Rules and Orders (SRO)

### **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 31 December 2020;
- b) a statement of profit or loss & other comprehensive income for the year ended 31 December 2020;
- c) a statement of changes in equity for the year ended 31 December 2020;
- d) a statement of cash flows for the year ended 31 December 2020; and
- e) notes, comprising a summary of significant accounting policies and explanatory information.

### **2.07 Reporting period**

The financial period of the company covers three months from 01 July to 31 December and is followed consistently.

### **2.08 Date of Authorization**

The financial statements were approved by the Board of Directors and authorized for issue on 30.01.2021.

## **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

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

Comparative information has been disclosed in respect of the year ended 31 December 2020 for all numerical information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current periods financial statements.

Figures for the year ended 30 June 2020 have been re-arranged wherever considered necessary to ensure better comparability with the current period.

## **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 Plant & Equipment are stated at their cost less accumulated depreciation in accordance with IAS 16 "Property, Plant & Equipment". Cost represents cost of acquisition or construction. Depreciation on Property, Plant & Equipment are computed using the reducing balance method in amounts sufficient to write off depreciable assets over their estimated useful economic lives. No depreciation is charged on Land & Leasehold Property. Depreciation is recognized in the Statement of Profit or Loss and Other Comprehensive Income. Depreciation is charged on addition to fixed assets from the date when the assets are available for use. Depreciation on disposals of fixed assets, ceases at the earlier of the date that the assets are disposed. Depreciation has been charged at varying rates from 10% to 15% for all assets.

#### **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 25%.

#### **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 period 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.

### 23.00 Foreign Exchange Earned and Payment

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

### 24.00 Directors' Responsibility on Statement

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

### 25.00 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.

### 26.00 Receivable from directors

No amount is lying as receivable from the Directors.

### 27.00 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-18.
- 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.
- iv) Compensation Package of Key Management of the Company is given below:

Name	Designation	Short term benefits (salary, bonus, incentive)	Long term benefits (PF)	Long term benefits (Gratuity)	Terminations benefits	Share based payments
Shahana Khan	Managing Director	800,000	N/A	N/A	N/A	N/A
Md. Abdur Rob	GM, Operation	660,000	5% on salary own contribution & same company contribution	Two month's salary for per completed year	Two months salary	-
Md. Jafor Ahmed Patwary	DGM, Business Operation	540,000	do	do	do	-
Md. Jahir Uddin	DGM, Accounts & Finance	547,500	do	do	do	-
Md. Monir Hossain	Company Secretary	612,250	do	do	do	-



## 28.00 Capital Expenditure Commitment

There was no Capital Expenditure Commitment as on 31 December 2020.

## 29.00 Claim Not Acknowledged

There was no claim against the company as on 31 December 2020.

## 30.00 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-18.

## 31.00 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.

## 32.00 Subsequent Events-Disclosures under IAS 10 "Events after the Balance Sheet Date"

### Proposed Dividend

Subsequent to the statement of financial position 2nd quarter, the Board of Directors in their meeting held on 30.01.2021.

Except the fact stated above, 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.

## 33.00 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.

## 34.00 Special Reports as per Companies Act, 1994

	31.12.2020	30.06.2020
(a) Number of Employees drawing salary Taka 3,000/- or above per month	170	170
Number of Employees drawing salary below Taka 3,000/- per month	-	-
<b>Total</b>	<b>170</b>	<b>170</b>

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

**35.00 Report as per notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20 June 2018**

Particulars	CONSOLIDATED	SINGLE
<b>(a) Calculation of Net Assets Value (NAV) per share= Net Assets/total number of ordinary share</b>		
Total net assets	703,347,043	727,320,991
Total number of ordinary share	49,912,262	49,912,262
<b>NAV per share (Tk.)</b>	<b>14.09</b>	<b>14.57</b>
<b>(b) i. Basic earning per share (EPS).</b>		
Net Profit	<b>16,880,985</b>	<b>16,812,070</b>
Total number of ordinary share	<b>49,912,262</b>	<b>49,912,262</b>
<b>Basic earning per share (EPS).</b>	<b>0.34</b>	<b>0.34</b>
ii. Diluted earning per share	-	-
<b>(c) Calculation of net operating cash flows per share</b>		
Net operating cash flows	66,843,009	63,955,331
Total number of ordinary share	49,912,262	49,912,262
<b>Net operating cash flows per share (NOCFPS)= Tk.</b>	<b>1.34</b>	<b>1.28</b>

Shahana Khan  
Managing Director

Mohamed Emran Hossain  
Director

Md. Sabur Khan  
Chairman

Md. Monir Hossain  
Company Secretary

Md. Jahir Uddin  
CAFO