

**aamra technologies limited**

**Faruque Rupayan Tower (9<sup>th</sup> Floor)**

**32, Kemal Ataturk Avenue**

**Banani C/A., Dhaka-1213**

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*For the Year Ended June 30, 2018*

**Independent Auditors' Report  
To the Shareholders of aamra technologies limited**

We have audited the accompanying financial statements of aamra technologies limited, which comprise the statement of financial position as at June 30, 2018, and the related statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended June 30, 2018, and a summary of significant accounting policies and other explanatory information.

**Management's responsibility for the financial statement**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRS), the Companies Act 1994 and other applicable laws and regulations, and for such internal control as management determines it necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's 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 of Auditing (BSAs). Those standards require that we comply with relevant ethical requirement 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 our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud and error. In making those risk assessments, we consider 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 circumstances, 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 present fairly, in all material respects, the financial position of aamra technologies limited as at June 30, 2018, and its financial performance and its cash flows for the year ended June 30, 2018 in accordance with International Financial Reporting Standards (IFRSs).



## Report on Other legal and Regulatory Requirements

In accordance with the Companies Act 1994 we also report the following:

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

Place: Dhaka

Date: 24 OCT 2018

  
G. KIBRIA & CO.  
Chartered Accountants








## aamra technologies limited

### Statement of Financial Position

As at June 30, 2018

	Notes	Amount in Taka	
		June 30, 2018	June 30, 2017
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, Plant & Equipment	4.00	256,183,097	153,900,625
Intangible Assets	5.00	74,063,574	92,579,467
Capital Work in Progress	5.00		
<b>Total Non-Current Assets</b>		<b>330,246,671</b>	<b>246,480,092</b>
<b>Current Assets:</b>			
Inventories	6.00	778,388,345	722,102,587
Trade & Others Receivables	7.00	747,519,685	670,369,816
Advances, Deposits & Prepayments	8.00	316,421,565	314,709,620
Cash & Cash Equivalents	9.00	8,406,578	6,855,968
<b>Total Current Assets:</b>		<b>1,850,736,173</b>	<b>1,714,037,990</b>
<b>Total Assets</b>		<b>2,180,982,844</b>	<b>1,960,518,082</b>
<b>Equity and Liabilities</b>			
<b>Equity attributable to shareholders</b>			
Share Capital	10.00	553,693,950	553,693,950
Share Premium	11.00	502,608,496	502,608,496
Retained Earnings	12.00	230,263,565	196,577,354
<b>Total Equity</b>		<b>1,286,566,011</b>	<b>1,252,879,800</b>
<b>Non-Current Liabilities</b>			
Long Term Loan (Non-Current Portion)	13.00	214,615,064	130,097,289
<b>Total Non-Current Liabilities</b>		<b>214,615,064</b>	<b>130,097,289</b>
<b>Current Liabilities:</b>			
Short Term Loan	14.00	287,326,822	245,553,559
Long Term Loan (Current Portion)	13.01	73,449,318	37,099,132
Trade & Others Payable	15.00	198,368,576	145,812,887
Advance Against Sale	16.00	13,761,920	31,885,746
Provision For Expenses	17.00	81,684,752	96,642,216
Provision For Current Tax	18.00	9,419,965	6,868,096
Deferred Tax Liability	19.00	12,750,826	11,263,576
Dividend Payable	20.00	3,039,590	2,415,782
<b>Total Current liabilities</b>		<b>679,801,770</b>	<b>577,540,993</b>
<b>Total Liabilities</b>		<b>894,416,834</b>	<b>707,638,283</b>
<b>Total Equity and Liabilities</b>		<b>2,180,982,844</b>	<b>1,960,518,083</b>
<b>NAVPS</b>		<b>23.24</b>	<b>22.63</b>

The accompanying notes are an integral part of these financial statements

 Chairman
  Managing Director
  Director
  Company Secretary
  Chief Financial Officer

As per our report annexed.

  
 G. KIBRIA & CO.  
 Chartered Accountants  


Dated: Dhaka

24 OCT 2018

## aamra technologies limited

### Statement of Profit or Loss & Other Comprehensive Income For the Year Ended 30 June, 2018

Particulars	Notes	Amount in Taka	
		June 30, 2018	June 30, 2017
Revenue	21	1,142,997,243	1,171,444,050
Less: Cost of goods & service sold	22	926,532,908	972,979,226
<b>Gross Profit</b>		<b>216,464,335</b>	<b>198,464,824</b>
Less: Operating expenses	23	82,188,799	86,936,067
<b>Operating Profit</b>		<b>134,275,536</b>	<b>111,528,757</b>
Add: Other income	24	7,436,421	47,848
<b>Net profit before financial expense</b>		<b>141,711,957</b>	<b>111,576,605</b>
Less: Financial expenses	25	41,749,136	20,674,793
<b>Net profit before tax</b>		<b>99,962,821</b>	<b>90,901,812</b>
Provision for income tax:		10,907,216	6,552,800
Less: Current tax	26	9,419,965	6,868,096
Less: Deferred tax	27	1,487,251	(315,296)
<b>Net profit after tax</b>		<b>89,055,606</b>	<b>84,349,012</b>
Add: Other Comprehensive Income		-	-
<b>Total Comprehensive Income</b>		<b>89,055,606</b>	<b>84,349,012</b>
<b>Earnings Per Share (Per Value Tk. 10.00)</b>	30	<b>1.61</b>	<b>1.52</b>

The accompanying notes are an integral part of these financial statements.

 Chairman    
  Managing Director    
  Director    
  Company Secretary    
  Chief Financial Officer

As per our report annexed.

  
 G. KIBRIA & CO.  
 Chartered Accountants

Dated: Dhaka

24 OCT 2018



**amara technologies limited**  
**Statement of Changes in Equity**  
**For the Year Ended June 30, 2018**

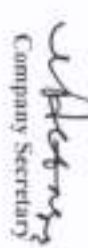
Amount in Taka

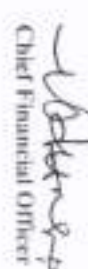
Particulars	Ordinary Share Capital	Share Premium	Retained Earnings	Total
Balance Brought Forward at July 01, 2017	553,693,950	502,608,496	196,577,354	1,252,879,800
Profit/(loss) during the year	-	-	89,055,606	89,055,606
Cash dividends on ordinary shares	-	-	(55,369,395)	(55,369,395)
Balance Carried Forward at June 30, 2018	553,693,950	502,608,496	230,263,565	1,286,566,011
Balance Brought Forward at 1st July 2016	553,693,950	502,608,496	167,600,858	1,223,903,304
Correction of Error: Translation of Foreign Exchange held at June 30, 2016	-	-	(3,121)	(3,121)
Corrected Opening Balance	553,693,950	502,608,496	167,597,737	1,223,900,183
Profit/(loss) during the year	-	-	84,349,012	84,349,012
Cash dividends on ordinary shares	-	-	(55,369,395)	(55,369,395)
Balance Carried Forward at June 30, 2017	553,693,950	502,608,496	196,577,354	1,252,879,800

  
Chairman

  
Managing Director

  
Director

  
Company Secretary

  
Chief Financial Officer



**eamra technologies limited**

Statement of Cash Flows  
For the year ended June 30, 2018

Particulars	Amount in Taka	
	June 30, 2018	June 30, 2017
<b>Cash flow from operating activities</b>		
Cash received from customers & other	1,055,154,295	1,121,190,322
Cash paid to suppliers & other	(837,010,100)	(881,476,454)
Operating expenses paid	(95,776,512)	(70,378,229)
Advance income tax paid	(43,888,742)	(30,191,662)
Financial expenses paid	(40,874,364)	(21,075,910)
<b>Net cash provided by/ (used in) operating activities</b>	<b>37,604,576</b>	<b>118,068,067</b>
<b>Cash flow from investing activities</b>		
Acquisition of fixed assets	(143,955,278)	(12,979,122)
<b>Net cash used in investing activities</b>	<b>(143,955,278)</b>	<b>(12,979,122)</b>
<b>Cash flow from financing activities</b>		
Dividend Paid	(54,745,586)	(54,661,598)
Stock Dividend		
Short Term Loan Received	501,449,447	231,513,330
Short Term Loan Paid	(459,676,183)	(364,659,430)
Term Loan Received	170,000,000	110,904,954
Term Loan Paid	(49,132,039)	(25,006,839)
<b>Net cash provided by/ (used in) financing activities</b>	<b>107,895,637</b>	<b>(101,909,582)</b>
<b>Net cash increase/ decrease</b>	<b>1,544,935</b>	<b>3,179,364</b>
Net effect of currency exchange on Cash in Opening retained earnings due to error correction	-	(3,121)
Net effect of currency exchange on Cash in current year	5,675	4,372
Cash & cash equivalent at the beginning of the year	6,855,968	3,675,353
<b>Cash &amp; cash equivalent at the end of the year</b>	<b>8,406,578</b>	<b>6,855,968</b>
<b>SOCFPS</b>	<b>0.68</b>	<b>2.13</b>

  
Chairman

  
Managing Director

  
Director

  
Company Secretary

  
Chief Financial Officer

Dated: Dhaka



aamra technologies limited  
Notes to the Financial Statements  
As at and for the year ended June 30, 2018

**1. Structure of the Organization:**

aamra technologies limited was incorporated in Bangladesh under The Companies Act, 1913 on 14 March 1990 vide registered No. C 19428 (198) / 90 as a private limited company. The company was converted to a public limited company on November 30, 2009 under The Companies Act 1994. The registered office of the company is located at BTA Tower (10th Floor), 29 Kemal Ataturk Avenue, Barani C/A, Dhaka-1213. The Business office of the company is located at F.R. Tower (9th Floor), 32 Kemal Ataturk Avenue, Barani C/A, Dhaka-1213.

aamra technologies limited provides comprehensive IT solutions services including Systems Integration, Information Systems Outsourcing, Core Banking Software & Switching Solution supply, implementation & maintenance.

aamra technologies limited also provides Bandwidth under IIG license vide no.BTRC/LL/IIG(I)Aamra2012-1 date 12-04-2012.

The company became listed with Dhaka & Chittagong Stock Exchange in 2012 and subscription for IPO opened on April 04, 2012. The company's shares were officially floated from July 04, 2012.

**1.00 Significant Accounting Policies and Basis of Preparation:**

The financial statements have been prepared in compliance with the requirements of the Companies Act 1994, the Securities & Exchange Rules 1987, the Listing Regulations of Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE) and other relevant local laws as applicable and in accordance with the applicable International Financial Reporting Standards (IFRSs) including International Accounting Standards (IAS) as issued by International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants of Bangladesh (ICAB). Prior year financial statements were prepared in accordance with Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS) which were adopted accounting standards from IFRS. Management has made an assessment of the difference between these two standards and concluded that there are no differences which would impact any numerical amounts or note disclosures.

**1.01 Regulatory Compliance:**

As required by the company, the management complies with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

- The Income Tax Ordinance 1984;
- The Income Tax Rules 1984;
- The Value Added Tax Act 1991;
- The Value Added Tax Rules 1991;
- The Customs Act, 1969;
- Bangladesh Labour Law, 2006;
- The Securities and Exchange Ordinance, 1969;
- The Securities and Exchange Rules, 1987; and
- Securities and Exchange Commission Act, 1993.



## 7.02 Structure, content and presentation of financial statements

According to the International Accounting Standards (IAS)-1 as adopted by ICAB as IAS-1 "Presentation of Financial Statements" the complete set of financial statements includes the following components.

- i. Statement of financial position as at June 30, 2018;
- ii. Statement of profit or loss and other comprehensive income for the financial year June 30, 2018;
- iii. Statement of cash flows for the financial year June 30, 2018;
- iv. Statement of changes in equity for the financial year June 30, 2018;
- v. Accounting policies and other explanatory notes for the financial year June 30, 2018

## 7.03 Basis of Measurement of Elements of Financial Statements

The financial statements have been prepared on the historical cost basis and therefore, do not take into consideration the effect of inflation. The accounting policies, unless otherwise stated, have been consistently applied by the company and are consistent with those of the previous year.

## 7.04 Functional and Presentation Currency

The financial statements are presented in Bangladeshi currency (Taka), which is the Company's functional currency. All financial information presented in Taka has been rounded off to the nearest Taka.

## 7.05 Preparation and presentation of the Financial Statements of the Company

The Board of Directors of the company is responsible for the preparation and presentation of financial statements of the Company.

## 7.06 Use of Estimates and Judgments

The preparation of these financial statements, in conformity with IASs/IFRSs, 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 amounts may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

In particular, information about significant areas of estimation on uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following notes

Note 6: Inventories – Inventories are valued at lower of cost of net realizable value. Cost of inventory includes cost of purchase (purchase price, transport, handling and other costs directly attributable to the acquisition of inventories), cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realizable value for inventories is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. Provisions are made in the consolidated statements of loss and comprehensive loss in the current year on any difference between book value and net realizable value.

Note 4: Property, Plant & Equipment (Impairment) - Tangible assets with finite lives will be reviewed for impairment whenever events or changes in circumstances indicate that their carrying amounts exceed their recoverable amounts. Intangible assets not yet put into use are evaluated for impairment at least annually. Whether an asset is impaired requires management to determine whether there is an indication of impairment based on the consideration of internal and external indicators.



If an indication of impairment exists, management must determine if the carrying amount of an asset, or the CGU in which the asset is included, exceeds its recoverable amount. The assessment of the carrying amount often requires estimates and assumptions such as discount rates, exchange rates, future capital requirements and future operating performance. The estimation of the future cash flows requires assumptions to be made by management. Therefore, the determination of the recoverable amount implies estimates that may affect the amount of an impairment loss, if any.

Note 18: Provision for Tax –Provision for income tax expense for the current year represents management’s best estimate on how much tax the Company has to pay to the National Board of Revenue (“NBR”) for profits generated in the current year. They do not represent the final tax bill assessed by the NBR which could have deviations based on deductions allowed or disallowed through the assessment process. Once assessments are finalized by the NBR, the Company will record an adjustment to reflect the change.

#### 2.07 Reporting period

The financial statements of the company covers from 1 July, 2017 to 30 June 2018,

#### 2.08 Cash Flow Statement

Statement of cash flows is prepared in accordance with “IAS 7: Statement of Cash Flows” and the cash flows from operating activities have been presented under Direct Method as required by the Securities and Exchange Rules 1987 and considering the provisions that “Enterprises are Encouraged to Report Cash Flow from Operating Activities using the Direct Method”.

#### 2.09 Compliance with the Requirements of Notification of the Securities and Exchange Commission dated 04.06.2008 under ref. # SEC/CMMRPC/2008-181/53/Adm/03/28

a) Notes to the financial statements marked from 3.00 to 3.19 set out the accounting policies on all material accounting areas. These accounting policies are based on IFRS and IAS as issued by the IASB and adopted by ICAB.

b) The accounting standards that underpin the policies adopted by the company can be found in the following places of the notes to the financial statements:

Name of IAS	IAS No.	Financial Statement or Note Disclosure
Presentation of Financial Statements	1	FS and all notes
Inventories	2	Note 6
Statement of Cash Flows	7	Statement of cash flows
Accounting policies, Changes in accounting Estimates & Errors	8	Note 3
Events after the reporting period	10	Note 3.17
Income taxes	12	Note 18, 19 & 26
Property, plant and equipment	16	Note 4
Revenue	18	Note 21
Employee Benefits	19	Note 22.01 & 23
The effects of change in foreign currency rates	21	Note 25.01
Borrowing costs	23	Note 25
Related party disclosures	24	Note 29
Earnings per share	33	Note 30
Impairment of assets	36	3.01
Provisions, contingent liabilities and contingent assets	37	Note 28
Intangible Assets	38	Note 5



#### 2.10 Standards, amendments or interpretations which became effective during the year

During the year certain amendments to Standards and new interpretations became effective however they did not have any material effect on the financial statements of the Company.

#### 2.11 New/revised accounting standards, amendments to published accounting standards, and Interpretations that are not yet effective

The following new standards, amendments and interpretations of approved accounting standards are only effective for annual periods beginning from the dates specified below and have not been early adopted by the company

IFRS 9, "Financial Instruments" ("IFRS 9"), is part of the International Accounting Standards Board's ("IASB") wider project to replace IAS 39, "Financial Instruments: Recognition and Measurement". IFRS 9 retains, but simplifies, the mixed measurement model and establishes two primary measurement categories for financial assets: amortized cost and fair value. The basis of classification depends on the entity's business model and the contractual cash flow characteristics of the financial asset. The standard is effective for annual periods beginning on or after January 1, 2018. The Company is in the process of evaluating the impact of the new standard on its consolidated financial statements.

In May 2014, the IASB issued IFRS 15, "Revenue from Contracts with Customers" ("IFRS 15"), which replaces IAS 11, "Construction Contracts", IAS 18, "Revenue", and other interpretive guidance associated with revenue recognition. IFRS 15 provides a single, principles-based model to be applied to all contracts with customers to determine the recognition and measurement of revenue. The standard is effective for annual periods beginning on or after January 1, 2018, with earlier adoption permitted. The Company is currently assessing the impact of adopting this new standard on its consolidated financial statements

On January 13, 2016, the IASB issued IFRS 16, "Leases" ("IFRS 16"), which outlines requirements for lessees to recognize assets and liabilities for most leases. Lessees are required to recognize the lease liability for the obligations to make lease payments and a right-of-use asset for the right to use the underlying asset for the lease term. Lease liability is measured at the present value of lease payments to be made over the term of the lease. The right-of-use asset is initially measured at the amount of the lease liability and adjusted for prepayments, direct costs and incentives received. The new standard will be effective for annual periods beginning on or after January 1, 2019. Early adoption is permitted, provided the new revenue standard, IFRS 15, has been applied or is applied at the same date as IFRS 16. The Company has commenced a review process to assess any impact on its current lease recognition policies

On December 8, 2016 the IASB issued IFRIC 22, "Foreign Currency Transactions and Advance Consideration" ("IFRIC 22") which specifies that the date of a transaction for the purposes of determining the exchange rate to use on initial recognition of the related asset, expense or income (or part of it) on the derecognition of a non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration in a foreign currency, is the date on which that non-monetary asset or liability was initially recognized. IFRIC 22 will be effective for annual reporting periods beginning on or after January 1, 2018 with earlier application permitted. The Company is currently assessing the impact of adopting this new standard on its consolidated financial statements

#### 2.00 Significant accounting policies

##### 2.01 Property, Plant and Equipment

###### Recognition and measurement

Property, plant & Equipment are accounted for according to IAS-16 "Property, Plant and Equipment" at Historical cost less cumulative depreciation except. The cost of assets include expenditures that are directly attributable to the acquisition of the assets. The cost of self-constructed/installed assets includes the cost of materials, direct labor and any other costs directly attributable to bringing the assets to the working condition for its intended use and the cost of



dismantling and removing the items and restoring the site on which they are located.

### Depreciation

Depreciation is charged to write-off the cost of property, plant & equipment less any residual value, over the year of their expected useful lives, in accordance with the provisions of BAS 16- Property, Plant and Equipment. Any acquisitions during the year are depreciated on monthly basis. Depreciation is calculated at the following rates on reducing balance basis.

Items	Rate
Furniture & Fixture	10%
Office Equipment	15%
Interior Decoration	10%
Computer & Accessorie	30%
Motor Vehicle	20%
R & D for Enterprise &	20%
Data Center	20%
ITG Equipment	20%

### Impairment

Tangible assets are amortized over their corresponding useful economic lives and assessed for impairment whenever there is an indication that the asset may be impaired. Intangible assets that are not yet available for use are not amortized, but are tested for impairment annually, either individually or at the cash-generating unit ("CGU") level.

If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU (i.e., the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets, group of assets or CGUs) to which the asset belongs. Where a reasonable and consistent basis of allocation can be identified, the corporate assets are also allocated to individual CGUs, or otherwise they are allocated to the smallest group of CGUs for which a reasonable and consistent allocation basis can be identified.

The recoverable amount is the higher of the fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

An impairment loss is recognized when the carrying amount of an asset or a CGU exceeds its recoverable amount by the amount of this excess. An impairment loss is recognized immediately in income or loss in the year during which the loss is incurred. Where an impairment loss subsequently reverses, the carrying amount of the asset or CGU is increased to the revised estimate of its recoverable amount; on reversal of an impairment loss, the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset or CGU in prior years. A reversal of an impairment loss is recognized immediately in the consolidated statements of loss and comprehensive loss.

### 3.02 Intangible Asset

The Company's intangible asset consists of separately acquired ERP & Inventory Software. The Company depreciated the asset @ 20% per year and life of the intangible assets are reviewed at the end of each reporting period, with the effect of any change in estimates being accounted for in prospective basis. There were no change in useful life estimate in the current year.



### 3.03 Inventory

Inventories comprise Raw Materials, Finished Yarn, Waste Cotton, Store & Spares, Stores-in-Transit and Work in process. They are stated at the lower of cost or net realizable value in accordance with IAS 2 "Inventories" after making due allowance for any obsolete or slow moving item. The costs of inventories are assigned by using weighted average cost method. Net realizable value of Work in Process is determined after deducting the estimated cost of completion and estimated cost necessary to make the sale from estimated selling price.

Provisions are made in the consolidated statements of loss and comprehensive income for any difference between carrying value and net realizable value.

### 3.04 Cash and cash equivalents

Cash and cash equivalents include cash in hand and cash at banks on current and deposit accounts which are held for the purpose of meeting short term cash commitments rather than for investment or other purposes.

### 3.05 Provision for Current Tax:

Provision for current tax has been made as per rates prescribed in Finance Act 2018 and the Income Tax Ordinance, 1984 on the taxable profit made by the company after considering taxable add or backs of income and disallowances or allowances of expenditure as per income tax laws in compliance with IAS-12 "Income Taxes". The corporate income tax assessment of the company is under process for assessment year 2017-2018.

### 3.06 Deferred Tax:

Deferred tax (asset)/liability is calculated in accordance with IAS-12. Deferred tax is made as per the balance sheet assets/liability method in respect of temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax basis used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that the taxable profits will be available against which the deductible temporary differences. The Company has made adequate provision for deferred tax for the year 2018.

### 3.07 Employee Benefits:

The company has provided the following benefits for their employees:

#### (a) Defined Contribution Plan

This represents recognized contributory provident fund for all its permanent employees. Assets of provident fund are held in a separate trustee administered fund as per the relevant rules and is funded by contributions from both the employees and the company at pre-determined rates.

#### (b) Insurance Scheme

Employees of the company are covered under group life insurance scheme & Medical Insurance.

### 3.08 Accrued Expenses and Other Payables:

Liabilities for the goods and services received have been accounted for whether paid or not for those goods & services. Payables are not interest bearing and are stated at their nominal value.



**3.09 Trade and Other Receivables:**

Trade and other receivables are recognized at cost which is fair value of the consideration given for them.

**3.10 Advances, Deposits & Prepayments:**

Advances are initially measured at cost. After initial recognition, advances are carried at cost less deduction, adjustment or charges to other account heads. Deposits are measured at payment value. Prepayments are initially measure at cost. After initial recognition prepayments are carried at cost less charges to Statement of Comprehensive Income.

**3.11 Revenue Recognition:**

In compliance with the requirements of IAS 18 : Revenue, revenue receipts from customers against sales and services are recognized when products and services are provided to customers, that is, when the significant risk and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, and there is no continuing management involvement with the goods.

**3.12 Earnings Per Share (EPS):**

EPS has been calculated in compliance with the requirements of IAS 33 : Earnings Per Share is calculated dividing the basic earnings by the number of ordinary shares are held during the year. EPS is not restated for this year as there was no stock dividend for the year 2018.

**3.13 Foreign Currency transaction:**

Foreign currency transactions are recorded in BDT at applicable rates of exchange ruling at the dates of transactions in accordance with BAS-21/IAS-21 (the effects of changes in foreign exchange rates). Monetary assets and liabilities denominated in foreign currencies at reporting date are reconverted at rates ruling at the balance sheet date. All exchange differences are charged/ credited to statement of Comprehensive Income.

**3.14 Number of Employees:**

The number of employees are engaged for the year who received a total remuneration of Taka 36,000 and above was 127. None of them were receiving below Taka 3,000 per month. The company has not maintained a worker's profit participation fund (WPPF) for the year ended June 30, 2017, as this is a service-based company and employment within the organization do not fall within the definition of "worker" as per Bangladesh Labour Law 2006, (Amended 2013).

**3.15 Going Concerns:**

The Company has adequate resources to continue in operation for the foreseeable future. For this reason, the directors continue to adopt going concern basis in preparing the Financial Statements.

**3.16 Provision for Expenses:**

The preparation of financial statements in conformity with BAS-37 Provision, Contingent Liabilities and Contingent Assets, requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses, assets and liabilities, and the disclosure requirements for contingent assets and liabilities during and at the date of the financial statements. Due to the inherent uncertainty involved in making estimates, actual result reported could differ from those estimates. In accordance with the guidelines as prescribed by BAS-37 provisions were recognized in the following situations:

- When the company has a present obligation as a result of past event.
- When it is probable that an outflow of resources embodying economic benefits will be required to settle the



obligation; and

- Reliable estimates can be made of the amount of the obligation.

#### **3.17 Events After Reporting Period:**

The Board of the Directors in its 215th meeting held on 24 October 2018 recommended 10% Percent cash dividend for the year ended 30 June 2018. This will be placed to the shareholders in the ensuing 29th Annual General Meeting (AGM) for their approval.

#### **3.18 Segment Reporting**

No segmental reporting is applicable for the company as required by "IAS 14: Segment Reporting" as the company operates in a single industry segment and within one geographical area.

#### **3.19 Comparative Information and Re-Arrangement Thereof:**

Comparative information has been disclosed in respect of the year 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 have been re-arranged wherever considered necessary to ensure better comparability with the current year.

#### **3.20 Approval of the Financial statements**

These financial statements were authorized for issue in accordance with a resolution of the Company's Board of Directors on 24th October 2018.



Amount in Taka	
June 30, 2018	June 30, 2017

#### 4.00 Property, Plant & Equipment :

Furniture & Fixture	3,076,335	3,321,162
Office Equipment	2,839,922	3,341,090
Interior Decoration	15,725,584	17,472,868
Computer & Accessories	15,599,434	4,956,627
Motor vehicle	2,580,749	3,225,941
R & D for Enterprise & Network	18,613,925	23,267,405
Data Center	97,424,152	13,559,749
ITG Equipment	100,322,997	84,755,783
<b>Total</b>	<b>256,183,097</b>	<b>153,900,625</b>

\* An elaborate schedule of Property, Plant & Equipment are shown in Annexure-A

#### 5.00 Intangible Assets :

ERP & Inventory Software	74,063,574	92,579,467
<b>Total</b>	<b>74,063,574</b>	<b>92,579,467</b>

\* An elaborate schedule of Intangible Assets are shown in Annexure-A

#### 6.00 Inventories:

The break up is as follows:

Hardware, Equipment & Software:	June 30, 2018:		June 30, 2017:	
	Qty		Qty	
Cisco Juniper Products	247		259	17,717,792
Diebold ATM: Spare	15368		15368	11,750,962
Hypetcom	878		703	58,160,934
NBS spare parts	9304		8254	40,909,838
Sun Spare	1720		1720	347,262,912
Software	224		225	302,585,907
<b>Total</b>				<b>778,388,345</b>

#### 7.00 Trade & Other Receivables :

Local receivables:	7.01	747,519,685	670,369,816
		<b>747,519,685</b>	<b>670,369,816</b>

The above amount is included Taka 10,159,649 to aarna networks limited and Taka 4,027,000 to ACE IT Networks Ltd. which are related parties.

#### 7.01 Local Receivables :

Al-Arafah Islami Bank Ltd.	3,353,600	1,922,000
Airtel Bangladesh Limited	100,440	100,440
Alvaritech Bangladesh Limited	2,584,260	16,418,344
Angel Drops Limited	71,817	291,362
Asia Tel Networks Limited	220,000	220,000
Antaranga Dot. Com	3,245,560	-
Axiata Bangladesh Limited	55,949,488	14,995,990
Bangla Phone Limited	283,000	283,000
Bangla Trac Communications Limited	50,000	-
Bangladesh Bank	6,268,445	5,488,144
Bangladesh Computer Council	50,000	-
Bangladesh Internet Exchange Ltd.	983,700	163,950
Bornil Network Systems Ltd	-	70,000



Bank Alfalah Limited	105,919	-
BD Connect Net	70,250	-
Bank Asia Limited	-	2,936,000
bKash	714,376	313,800
BRAC Bank Limited	1,197,844	3,474,204
BRACNet Limited	1,145,400	-
Berger Paints Bangladesh Limited	415,880	-
Bijoy Online Ltd.	526,500	-
Bornil Network Systems Ltd	45,000	-
Cable Entertainment Limited	220,800	220,800
Chittagong Multi Channel Ltd	915,000	-
Chittagong Telecom Services Limited	1,508,000	455,000
Circle Network	2,991,029	2,725,778
Computer Source Ltd	1,801,390	1,801,390
Cynergion Intellioys Limited	5,500,000	15,500,000
Delta Infocom	99,313	99,313
Dhaka Bank Limited	29,165,545	27,436,090
Dutch-Bangla Bank Limited	43,966,799	53,504,259
Dhaka Electric Supply Company Ltd.	32,385,662	34,565,955
Directorate General of Forces Intelligence	-	-
ESL Bangladesh Limited	5,073,700	-
Ezzy Communications Limited	433,517	433,517
Grameen Phone Limited	102,717,567	59,771,250
Genuity Systems Ltd	23,000	-
Gram Bangla Systems Limited	18,975	-
HN Telecom Limited	171,250	271,250
Huiya IT Park	5,689	-
IDS Bangladesh	357,368	-
IFIC Bank Limited	25,933,525	29,372,525
Islami Bank Bangladesh Limited	38,094,702	37,380,999
InfoBase Ltd.	1,835,380	1,394,708
Intrepid Broadband Communication Company	10,000	-
Ispahani Tea Ltd.	70,000	-
KS Network Ltd.	3,537,500	1,275,000
Lanka Bangla Finance Limited	245,512	182,684
LM Ericsson Bangladesh Limited	35,857,166	44,800,664
M/S Speed Net	115,000	-
M/S Rawsharara Internet Communication	250,000	-
M.M. Ispahani Limited	-	2,862,840
Mazeda Networks Limited	211,808	211,808
Mutual Trust Bank Limited	390,772	390,772
National Bank Limited	40,753,867	46,053,208
NRB Bank Ltd.	43,791,649	47,097,112
Networld BD Limited	4,158,760	4,251,767
NovoTel Limited	662,610	662,610
One Bank Limited	11,486,371	11,449,980
Orange Communication	150,000	-
Orascom Telecom Bangladesh Limited	46,792,665	53,839,965
Pacific Bangladesh Telecom Limited	2,552,500	2,552,500
Planet Satellite	70,320	-
Premier Bank Limited	116,530	180,430
Prime Bank Limited	24,924,900	24,558,066
Pubali Bank Limited	32,214,388	41,728,091
Ranks ITT	817,750	-
S.S. Ali & Co	30,000	-
Sadim Tech Ltd	109,000	-
Shergold House	301,200	-
SK Traders	130,355	-
Sadim Tech Ltd.	-	54,000
Shergold House	-	152,800



Sime-10 (BD) Ltd	-	480,969
Southeast Bank Limited	8,092,793	22,455,500
Spectrum Engineering Consortium Ltd	2,557,431	-
Square InformatIX Ltd	280,700	880,700
Standard Bank Limited	34,370,337	19,370,337
Telekom Malaysia Berhad	360,000	360,000
The City Bank Limited	36,884,921	19,138,523
Tomato Web Pvt. Ltd.	150,000	-
ZX Online	1,192,750	1,902,550
United Commercial Bank Limited	27,066,843	2,033,875

**Related Party:**

Amra Networks Limited	10,159,649	6,210,000
ACE IT Networks Ltd	4,027,000	3,523,000
<b>Total</b>	<b>747,519,685</b>	<b>670,369,816</b>

**Aging Schedule of Trade Receivable:**

<u>0- 30 Days</u>	<u>31- 60 Days</u>	<u>61- 90 Days</u>	<u>&gt; 90 Days</u>	<u>Total</u>
93,274,466	73,716,797	55,129,460	528,398,962	747,519,685

**8.00: Advance & Deposit Against Office Rent:**

Advance & Deposit Against Office Rent	8.01	2,425,600	2,729,200
Bank Guarantee, Performance Security & Tender Deposit	8.02	39,072,761	27,531,864
Deposit for Telephone		2,288,560	2,288,560
Advance Income Tax (AIT)	8.03	174,325,524	137,304,879
VAT Current Account		2,392,728	7,384,167
VAT Deduction at Source		15,660,425	19,856,417
Advance Against Expenses	8.04	56,842,032	31,422,171
Advance for Inventories	8.05	23,413,935	86,192,361
<b>Total</b>		<b>316,421,565</b>	<b>314,709,620</b>

**8.01 Advance & Deposit Against Office Rent:**

Faruque Rupayan Tower -5th Floor	1,012,000	1,315,600
Faruque Rupayan Tower -9th Floor	1,413,600	1,413,600
<b>Total</b>	<b>2,425,600</b>	<b>2,729,200</b>

**8.02: Bank Guarantee, Performance Security & Tender Deposit:**

Dhaka Electric Supply Company Limited	64,315	322,010
Al-Arafah Islami Bank Ltd	300,000	900,000
ICDDRH	-	20,000
Pubali Bank Ltd.	45,500	453,000
Dutch Bangla Bank Limited	77,500	30,000
Grameen Phone Limited	19,061	53,812
Islami Bank Bangladesh Limited	804,400	920,400
Rohi Axiata	625,584	625,584
Rupali Bank	158,978	200,501
Ministry of Disaster	-	275,000
Secondary Education Sector Investment Programme	25,000	25,000
Southeast Bank Ltd.	191,250	225,000



Commissioner of Customs	1,138,995	1,138,995
Mutual Trust Bank Limited	156,250	406,250
RJSC	-	25,000
Directorate General of Foreign Intelligence	157,000	157,000
United Commercial Bank Limited	90,000	176,911
Fiber @ home Ltd	345,000	345,000
Banglaphone	185,000	185,000
Bangladesh Submarine cable Company Limited	23,760,290	10,580,000
Bangladesh Telecommunication Company Limited	7,161,398	5,369,398
Bangladesh Telecommunication Regulatory Company Limited	23,000	-
Central Depository Bangladesh Limited	400,000	400,000
Shakti Foundation	55,000	55,000
Bangladesh Army	875,000	875,000
Hotel Saint Martin Ltd.	100,000	100,000
The City Bank Ltd.	1,078,675	2,708,786
PD BCC ICT	250,000	-
Prime Bank Limited	450,600	388,000
Bangladesh Bank	131,566	131,566
NRB Commercial Bank Ltd.	6,400	6,400
Microsoft	247,000	247,000
NCC Bank Limited	-	136,250
BRAC Bank Ltd	100,000	-
BRAC	50,000	50,000
<b>Total</b>	<b>39,072,761</b>	<b>27,531,864</b>

#### 8.03 Advance Income-Tax (AIT):

Opening Balance	137,304,879	114,369,214
Add: Addition during the year	43,888,742	30,191,662
Less: Adjustment During the year	(6,868,096)	(7,255,997)
<b>Total</b>	<b>174,325,524</b>	<b>137,304,879</b>

#### 8.04 Advance Against Expenses:

Advance to Suppliers	8.04.01	45,059,735	26,510,834
Prepayments Expenses	8.04.02	11,762,296	4,891,337
Advance to Staff		20,000	20,000
<b>Total</b>		<b>56,842,032</b>	<b>31,422,171</b>

#### 8.04.01 Advance to Suppliers:

Advance for promotional activities	1,250,000	1,290,000
Arbitration fee Pubali Bank	250,000	-
Cost of Servic of LM EMCWD-0139	-	559,269
Jessore High Tech Park	192,000	-
Albatross Resort Cox's Bazar	35,000	95,000
Hotel Saint Martin Ltd.	8,340	33,336
Fiber@home	747,500	747,500
BIG Project	1,654,615	1,654,615
Jessore IT ISP	45,000	-
Novotel Ltd	662,610	-
Interblocks - Dhaka Bank Project	3,070,776	185,382
BIG Duplex Lease Line BTCL	7,357,081	6,407,081
Md. Babul Sander	25,000	25,000
Oracle Corporation	29,748,232	15,513,651
Lunch Allowance	13,581	-
<b>Total</b>	<b>45,059,735</b>	<b>26,510,834</b>



8.04.02 Prepayments Expenses:

Guardian life Insurance Limited	313,016	79,138
Interblocks limited	114,118	169,574
Oracle Renewal Fee	2,256,918	1,184,400
Coltasia Limited	-	158,591
BSCCL IG	5,936,007	258,235
RD Finance	2,129,150	1,229,230
Zobo corporation IG	418,487	929,987
BTRC for IG License	187,465	229,175
Office Expenses by IOU	307,106	653,007
<b>Total</b>	<b>11,762,296</b>	<b>4,891,337</b>

8.05 Advance for Inventories & Services:

Bank Al Falah WO-2017-087	144,648	-
Bank Al Falah WO-2016-097	-	55,952
BB- WO-2016-062 & 63	455,260	-
Bank Al Falah WO-2017-088	141,172	-
Berger-WO-017(Sun Service Cost)	890,204	171,790
Berger- Thakral-WO-085	29,396	-
bKash (Cost of Oracle Service)	-	4,442,520
BMET Project	70,000	70,000
CBL WO Ref -2017/030	-	1,049,861
CBL WO Ref-2017/059	61,646	678,101
CBL WO Ref -2016/044	1,253,155	-
Cost of IBBL-WO-2017-049	-	305,889
Cost of City Bank -POS sale	72,078	70,078
City Bank Data Center (Sun Sale)	375,000	-
Cost of EDGEVERVE	90,000	90,000
Cost of Service of LM-WO-015-16	471,934	-
Cost of IBBL/WO-196	-	1,253,179
Cost of M.M Isp-REGO-WO-039	-	130,168
Cost of NBS Service-AIBL-PO-128	-	68,850
Cost of NBS Service-CBL-PO-133	-	51,637
Cost of NBS Service-SEBL-PO-142	-	208,884
Cost of POS Service-NBL-PO-046	-	60,825
Cost of POS Service-SEBL-PO-046	-	182,475
Cost of Service of IBBL-WO-006	-	624,524
Cost of UKAID Grant Program	-	172,956
Cost of Oracle-Membership Fee	334,626	-
Cost of Service of LM EMCWO-008	1,621,543	-
Cost of UKAID Grant Program	172,956	-
DBL-VeriFone-WO-2018/0170	269,700	-
EBL-WO-088(Thales Service)	219,047	-
Cost of BB-WO/2018/M/073	1,143,266	-
Cost of NBS Sale-CBL-PO-120-1	3,751,184	-
Cost of NBS Service-AIBL-PO-034	296,392	-
Cost of NBS Service (MCI)	-	-
Cost of Oracle-Puhali Bank AMC	-	12,840,433
Cost of NBS Service-SEBL-PO-138	215,064	-
Cost of NRBC Bank-Microsoft Ser	312,112	-
DBBL-WO-2016-058	-	30,130
EBL-WO-088(Thales Service)	-	219,047
IBBL-WO-082(Thales Service)	9,044	-
IBBL-WO-2018/012(Sun Service)	772,311	-
IBBL-Cloud Service	569,625	628,000
IBBL-WO-082(Thales Service)	-	9,044
L/C#297417010085	24,973	-



L/C#297417010101	1,426,693	-
L/C#297418010011	18,850	-
L/C#297418010028	149,018	-
L/C#297418010036	35,726	-
L/C#297418010042	251,456	-
L/C#297418015011	2,604,029	-
L/C#297418150025	175,580	-
L/C#209016010187	-	5,808,111
L/C#209016020110	-	3,409,177.03
L/C#209017010041	-	3,422,780.72
L/C#209017010101	-	17,245,633.00
L/C#297416010048	-	6,702,466.80
L/C#297417010027	-	3,528,931.44
L/C#297417010028	-	114,823.04
L/C#297417010034	-	15,636.00
L/C#308516013077	-	3,215,641.00
L/C#308517010425	-	1,078,180.44
L/C#308517011247	-	144,816.97
L/C#308517011434	-	3,181,660.00
Lanka Bangla-WO-2017/013(Oracle)	-	27,796.00
NBL-WO-NBL-WO-2017/038	-	77,781.00
Novotel Limited-WO-2016-107	-	78,038.45
Rupali Bank Ltd (Oracle Service	-	11,739,931.19
SIBL C#4013170014	6,384	6,384.00
Thales-Service Cost-CBL-WO-134	274,556	-
Thales-Service Cost-CBL-WO-133	700,197	-
Thales-WO-2017/0121&122-SEBL	231,856	-
Thales-WO-2017/0135-NRB	181,676	-
Thales-WO-2017/052-DBBL	193,009	-
Thales-WO-2017/074-SCB	360,991	-
Thales Service Cost-MTBL-WO-009	169,179	-
Thales-WO-2016/0108-AIBL	-	24,431.00
Thales-WO-2016/0109-SCB	-	121,472.82
Thales-WO-2016/099-IBL	141,923	141,923.34
Thales-WO-2017/050-IBBL Bank	103,899	103,899.12
Thales-WO-2017/051-NCC Bank	16,896	84,480.00
Thales Service Cost-MTBL	-	317,980.00
Thales Service Cost-One Bank	-	75,585.00
UCBL-WO-2017/0104(Oracle Service)	941,269	-
UCBL-WO-2016/070(Oracle Service)	512,232	1,408,639.15
UCBL-WO-2017/024(Oracle Service)	-	701,819.57
VeriFone Cost for The City Bank	1,152,180	-
<b>Total</b>	<b>23,413,935</b>	<b>86,192,361</b>

The above represents payments made against L/C margin, insurance expenses and other direct cost for import and W-I-P against which products are yet to be received / made for sale.

#### 9.00 Cash and Cash Equivalents:

Cash in Hand		5,318	11,384
Cash at Bank	9.01	8,401,260	6,844,584
<b>Total</b>		<b>8,406,578</b>	<b>6,855,968</b>

#### 9.01 Cash at Bank:

**BRAC Bank Limited**  
Branch Name : Banani Branch  
A/C No.- 1507200398915001

	4,830	-
	<b>4,830</b>	<b>-</b>



**Dhaka Bank Limited**

Branch Name : Banani Branch

A/C No - 2061002742

A/C No - 2061004383

A/C No - 2061501872

241,475	386
5,284	1
88,568	85,357
<b>335,327</b>	<b>85,744</b>

**Dutch Bangla Bank Limited**

Branch Name : Banani Branch

A/C No - 103110112051

A/C No - 10311028506

11,704	610,340
21,017	104,968
<b>32,721</b>	<b>715,308</b>

**The City Bank Limited**

Branch Name : Principal Branch

A/C No - 2921274263001(BDT)

A/C No - 5121274263001(USD)

A/C No - 5121274263002(GBP)

A/C No - 5121274263003(EUR)

A/C No - 1101127576001

A/C No - 01127576002

A/C No - 01127576003

A/C No - 01127576005

A/C No - 01127576006

272,410	270,280
73,771	71,030
20,456	19,432
32,643	30,733
1,212,259	423,957
577,531	578,721
542,994	544,184
564,779	567,695
726,500	747,871
<b>4,023,343</b>	<b>3,253,902</b>

**Eastern Bank Limited**

Branch Name : Banani Branch

A/C No - 1161350064323

76	76
<b>76</b>	<b>76</b>

**Bank Asia Limited**

Branch Name : Banani Branch

A/C No - RQ-0124200021

A/C No - 01233053048

A/C No - 01236050613

486	486
2,029,070	1,887,180
120,894	246,725
<b>2,150,450</b>	<b>2,134,391</b>

**Shahjalal-Islami Bank Limited**

Branch Name : Banani Branch

A/C No - 4013-13100000904

A/C No - 4013-13100000938

157,402	126,792
1,158,972	-
<b>1,316,375</b>	<b>126,792</b>

**Mutual Trust Bank**

Branch Name : Banani Branch

A/C No - 0034-032

463,720	428,946
<b>463,720</b>	<b>428,946</b>

**NCC Bank Ltd**

Branch Name : Banani Branch

72,995	99,425
<b>72,995</b>	<b>99,425</b>

**NRB Bank Ltd**

A/C No - 1022010063304

1,425	-
<b>1,425</b>	<b>-</b>

**Total**

<b>8,401,260</b>	<b>6,844,584</b>
------------------	------------------



#### 10.00 Share Capital

This is made up as follows:

Authorized Capital		
100,000,000 shares @ Tk. 10 each	1,000,000,000	1,000,000,000

#### Issued, Subscribed & Paid up Capital:

Opening balance	553,693,950	553,693,950
Bonus share issued	-	-
<b>Total</b>	<b>553,693,950</b>	<b>553,693,950</b>

The detail of shareholding positions are as follows:

#### Percentage of shareholding positions:

Name of shareholders	% of holders		No. of shares	No. of shares
	2017-18	2016-17	2017-18	2016-17
Sponsor	30.00%	30.00%	16,621,891	16,621,891
Institutions	32.18%	39.77%	17,815,510	22,022,907
General Public	37.82%	30.23%	20,931,994	16,724,597
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>	<b>55,369,395</b>	<b>55,369,395</b>

#### Classification of shareholders by range of numbers held:

Class Interval	No of Shareholders		Number of shares	Number of shares
	2018	2017	2018	2017
00001-1000	5435	5597	1,729,736	1,664,665
10001-20000	1848	1457	9,247,373	7,336,973
20001-30000	65	59	1,624,939	1,496,919
30001-40000	36	24	1,287,698	883,244
40001-50000	32	30	1,456,934	1,406,780
50001-60000	19	9	1,045,299	484,872
60001-70000	9	4	582,240	271,829
70001-80000	9	5	673,666	382,714
80001-90000	5	3	418,091	255,162
90000-1000000000	50	53	37,303,419	41,186,237
<b>Total</b>	<b>7,508</b>	<b>7,241</b>	<b>55,369,395</b>	<b>55,369,395</b>

As per the consent letter of Securities and Exchange Commission Ref # SEC/C/IPO-151/2011-1125 dated March 04, 2012 aamra technologies limited raised additional capital by issuing 21,572,000 share at a rate Tk. 24.00 each (Including Tk. 14.00 per share as premium) through Initial Public Offer (IPO). Every member of the company holding equity shares have votes in proportion to his share in paid up equity capital of the company.

#### 11.00 Share Premium:

502,608,496 502,608,496

The Share Premium has been utilized in accordance with the provisions of the Companies Act, 1994 and as directed by the Securities and Exchange Commission in this respect.

The company has raised additional paid up capital of Tk. 517,728,000 by issuing 21,572,000 shares at a rate of Tk. 24.00 (Including Tk. 14.00 per share as premium). Expenses of Tk. 29,753,662 related to raising of additional paid up capital has been paid to Various Parties. It was adjusted with Share premium in the year ended June 30, 2012.

#### 12.00 Retained Earnings:

Opening balance	196,577,353	167,600,858
Add: Net profit after tax for the year before correction of error	89,055,606	83,947,895
Correction of Error: Translation of Foreign Exchange held at June 30, 2016		(3,121)
Error Correction: Correction for foreign exchange gain (Note 31)		401,116
Less: Cash Dividend for the year 2017	(55,369,395)	(55,369,395)
<b>Closing balance</b>	<b>230,263,564</b>	<b>196,577,353</b>



**13.00 Long Term Loan (Non-Current Portion) :**

BD Finance (Non-Current Portion)	31,948,772	10,045,111
Brac Bank Limited (Non-Current Portion)	567,793	17,465,396
Lanka Bangla Finance Ltd. (Non-Current Portion)	134,511,494	41,615,119
NCC Bank Limited (Non-Current Portion)	45,838,550	51,139,464
BFC Fund	-	7,404,379
CAPM Venture Capital & Finance Ltd (Non-Current Portion)	1,748,455	2,427,820
<b>Total</b>	<b>214,615,064</b>	<b>130,097,289</b>

Security arrangement for the above loan are Lien on 1,000,000 shares of aamra technologies limited, Corporate guarantee of aamra networks limited, Personal guarantee of all directors.

**13.01 Long Term Loan (Current Portion) :**

BD Finance (Current portion of term loan)	16,930,019	11,811,167
Brac Bank Limited (Current portion of term loan)	16,666,656	16,666,656
Lanka Bangla Finance Ltd. (Current portion of term loan)	30,261,380	8,010,500
CAPM Venture Capital & Finance Ltd (Current portion of term loan)	679,810	610,809
NCC Bank Ltd (Current portion of term loan)	8,911,453	-
<b>Total</b>	<b>73,449,318</b>	<b>37,099,132</b>

**14.00 Short Term Loan:**

Bank Asia Limited-Overdraft	29,868,853	23,630,691
Bank Asia Ltd-I.TR	130,809,069	72,972,356
Brac Bank Ltd-Overdraft	-	9,995,170
BRAC Bank Ltd- Revolving Loan	-	28,636,072
Brac Bank Ltd-I.TR	22,674,410	22,633,119
Shahjalal Islami Bank I.TR	22,166,732	60,106,913
NCC Bank Ltd STL	-	2,953,561
Lanka Bangla Finance Ltd.	81,807,758	24,625,677
<b>Total</b>	<b>287,326,822</b>	<b>245,553,559</b>

**15.00 Trade & Others Payable :**

Interblocks Pte. Limited	2,028,271	7,231,255
Bhanti International(Singapore) Pte. Ltd.	1,506,600	1,934,160
Equinix	2,518,617	973,285
GTT Ernea Ltd.	866,295	483,540
Telia Sonera Int. Carrier Sing.Pte Ltd	1,104,840	531,894
TATA Communications	3,013,200	1,934,160
NTT	2,059,020	-
COGENT	820,260	-
Agility Global Integrated Logistics	-	26,579
Aftab IT Limited	443,000	-
Agility Global Integrated Logistics	595,023	-
Albatross Resort	12,100	-
Anticbd	201,234	-
Aysha Akter	45,000	-
Bangladesh Submarine Cable Company Ltd.	88,906,958	52,617,276
Biniyog Barta	-	3,000
BDIX-SDNF	40,000	-
Bangladesh Telecommunication Company Limited	32,958,448	24,262,522
BTRC (Payable against Profit Sharing)	15.01 27,796,152	10,355,064
Businesstimes24.com	3,000	-



Capital Market Courier Service	-	1,304
Chittagong Multi Channel Limited	67,200	39,200
Coloasia Limited	453,585	125,350
Digi Net	78,000	58,500
E Generation Limited	17,256	-
Elite Security Services	6,000	-
Eurotelbd Online Ltd.	5,000	-
F R Properties Limited	100,927	-
Farco Syndicate	138,827	-
Integrated Security service Limited	-	37,800
Fiber@home Ltd.	3,482,129	18,418,310
Hotel Saint Martin Ltd.	12,167	-
Implode Impressions	1,383,049	-
Integrated Security service Limited	25,560	-
Khulna Vision	10,000	-
Md. Babul Sarder	7,500	-
Masih Mahith Haque & CO	-	65,000
Md. Hasan Maruf	65,000	-
Md. Jasim Uddin	63,000	-
Md. Miranur Rahman	65,000	-
Mumtaz Nursery	-	4,020
Prime Maintenance	60,375	12,075
RifLine Logistics Limited	-	106,090
SFA Estate	30,723	-
Salim Refrigeration	4,816	4,816
Shark Limited	375,000	3,092,682
Smart Technologies (BD) Limited	478,010	-
Summit Communications limited	25,992,336	18,978,144
Syed Ishtiaq Ahmed & Associates	38,500	-
Techcity Bangladesh Limited	88,000	-
Telecom Malaysia	49,462	4,445,388
Trade Bound	25,635	-
Wings Classic Tours & Travels Ltd.	-	71,473
<b>Related Party:</b>		
aamra Fitness Limited	127,500	-
aamra Infotainment Ltd.	200,000	-
<b>Total</b>	<b>198,368,576</b>	<b>145,812,887</b>

#### 15.01 BTRC - Revenue Sharing:

Bandwidth sales during the year	568,846,097	424,181,809
Less: Value Added Tax (VAT)	74,197,317	55,328,062
<b>Net Revenue during the year</b>	<b>494,648,780</b>	<b>368,853,747</b>
Revenue sharing during the year	49,464,878	36,885,375
<b>Opening balance</b>	<b>10,355,064</b>	<b>8,719,144</b>
Less: Payment & Adjustment made to BTRC	32,023,790	35,249,455
<b>Closing balance</b>	<b>27,796,152</b>	<b>10,355,064</b>

#### 16.00 Advance Against Sale:

aamra networks limited	3,500,000	3,500,000
Asia Pacific Communication Ltd	383,046	383,046
Delta InfoCom Ltd	941,357	701,131
Dhaka Bank Limited	-	4,000,000
Dutch Bangla Bank Limited	1,730,520	-
Pubali Bank Limited	-	214,035



Shergold	131,000	131,000
BG - BD Connect .Net	37,258	37,258
BG CTG Multi Channel Ltd.	100,000	100,000
Infovys Limited	468,004	468,004
City Bank Limited	5,508,643	21,603,215
Global Network	14,400	14,400
Ingram Micro India Pvt.	75,755	75,755
Bangladesh Internet Exchange Ltd.	275,000	275,000
LankaBangla Finance Limited	68,875	68,875
New Generations Graphics Ltd.	275,000	275,000
Promiti Computers & Network	6,590	6,590
Puhali Bank Limited	214,035	-
EdgeVerve Limited	28,237	28,237
One Net	4,200	4,200
<b>Total</b>	<b>13,761,920</b>	<b>31,885,746</b>

#### 17.00 Provision For Expenses :

Salary & Allowances	4,644,706	4,684,311
ADN Tech Ltd-Cost of Sale	42,000	-
Axiata-WO-2017/008-Capan	-	468,387
Axiata-WO-4500036462	560,000	560,000
Bank Al Falah WO-2017-088	91,339	-
BB- WO-2016-062 & 63	-	397,641
BB-WO-2017-049	-	367,067
BB-WO/2018/M/073	1,270,295	-
BBL Cost-M-Tip Certification	35,933	35,933
Berger-WO-017(Sun Service Cost)	-	687,161
BD Finance Ltd	-	-
Berger-Sun Service Cost	351,858	-
Berger-Thakral-WO-085	44,094	-
HTCL STM 4 (JIG)	-	1,600,000
CBI. WO Ref -New	1,670,873	-
CBI. WO Ref -2017/030	-	1,399,815
CBI. WO Ref -2017/059	-	739,747
Cost of GP WO-300011789	503,642	503,642
Cost of Jocate-WO-105	127,944	149,910
Cost of NBS Service-SEBL-PO-138	430,128	-
Cost of NRBC Bank-Microsoft Pay	-	785,146
Cost of Oracle-WO-078-AB Bank I.	145,561	-
Cost of Oracle-WO-2016-0141-GP	160,114	160,114
Cost of Oracle-WO-2017-031-Orascom	-	312,545
Cost of Oracle-WO-086-ESI	85,719	-
Cost of Oracle-WO-2017-054-Orus	146,927	-
Cost of Oracle-WO-2017-077-Rena	427,817	-
Cost of Oracle-WO-2018-0130-CBI	7,490,764	-
Cost of Oracle Service-SFBL	-	287,327
Cost of Oracle-WO-2018-043-047-	2,340,855	-
Cost of POS Ser-NBI.&SFBL-PO	-	364,950
Cost of Renata Ltd-Oracle Payment	-	1,320,035
Cost of Service off. M-WO-2017-033	-	6,960,738
Cost of Oracle-WO/2018/058-Spec	2,102,491	-
Cost of Oracle-WO/2018/M/071-FS	4,955,709	-
Cost of Oracle Service-SFBL	287,327	-
Cost of Renata Ltd-Oracle Payme	59,198	-
DBL-VeriFone-WO-2018/0170	269,700	-
EZY -NRB Bank Project	1,100,000	-
Lanka Bangla-WO-2016/002(Oracle)	3,914	3,914
Microsoft Payment	-	1,474



1ZY-WO-2017/076-UCBL Cost	405,494	-
NBL-WO-2017/015	-	482,952
IBBL-WO-2018/012(Sun Service)	174,596	-
Interlocks Cost-Brac Bank Ltd.	181,773	-
Lanka Bangla-WO-2018/006(Oracle)	2,767	-
Microsoft Payment	1,473	-
NBL-WO-2017/080	1,959	-
NBL-WO-2017/081	63,597	-
NBL-WO-2018/011	1,020	-
NBL-WO-2018/011	38,029	-
NBS-WO/2015-/130-SEBL	-	361,600
Novotel Limited-WO-2016/098	131,809	131,809
NRB Bank-WO-2017/023(Oracle Service)	2,861,398	8,622,570
Next tech WO-058-1.M Eric-Sale	327,585	-
Oracle -WO/2017/0115-GP Cost	2,073,141	-
Oracle Cost-(Chevron)	-	1,813,561
Redington-WO-2018/M/055-BBL	293,260	-
Rupali Bank Ltd (Oracle Service)	421,835	12,009,048
Summit Communications Limited	-	1,100,000
Staff Claim Expenses	181,053	-
Thakral-WO-0102(Berger-Sun Serv.	38,160	38,160
Thales-WO-2016/0125-MTBL	55,896	55,896
Thales-WO-2016/IN/0112-UCBL	313,806	313,806
Thales-WO-2017/045-DBBL	-	201,517
Thales-WO-2017/050-IBBL Bank	-	103,899
Thales-WO-2017/051-NCC Bank	-	101,376
Thales-WO-2017/0107-FBL-Service	178,500	-
Thales-WO-2017/0121& 122-SEBL	88,545	-
Thales-WO-2017/0135-NRB	545,028	-
Thales-WO-2017/068-IBBL Bank	478,337	-
Thales-WO-2017/074-SCB	721,981	-
Thales-WO-2017/090-PBL	402,079	-
Thales-WO-2018/026-IBBL Bank	493,268	-
UCBL-WO-2017/0104(Oracle Service)	158,028	-
VeriFone-WO-2018/023-NBL-Servi	188,181	-
Verizon-IBBL	1,457,088	-
TPS-WO-2015/126-SBL	-	960,960
TPS-WO-2016/020-SBL	-	737,302
TPS-WO-2016/021-EXIM Bank Ltd	-	881,400
TPS-WO-2016/068-BAL	-	744,755
TPS-WO-2017/009-EXIM Bank Ltd	-	1,035,000
UCBL-WO-2016/016	-	1,146,491
Provident Fund	591,722	374,361
Audit & Tax Consultancy Fee	150,000	130,000
Bad Debts provision	9,299,379	6,082,144
Tax Payable -Salary	622,613	550,792
Tax Payable -Suppliers	510,601	10,131,977
Payable to IPO Applicant	953,988	953,988
VAT Payable (Rent & Suppliers)	4,315,911	1,833,353
VAT Provision against sales	23,561,945	23,953,638
<b>Total</b>	<b>81,684,752</b>	<b>96,642,216</b>

#### 18.00 Provision for Current Tax:

Opening balance	6,868,096	7,255,997
Add : Addition during the year	9,419,965	6,868,096
Less : Paid / Adjusted during the year	(6,868,096)	(7,255,997)
<b>Closing balance</b>	<b>9,419,965</b>	<b>6,868,096</b>



<b>19.00 Deferred Tax Liability :</b>			
Opening balance		11,263,576	11,578,872
Addition/Adjustment during the year			
Motor Vehicle	19.01	(13,187)	55,391
Computer & Accessories	19.02	335,408	(177,222)
ITG Equipment	19.03	1,616,915	371,392
ERP & Inventory Software	19.04	(451,885)	(564,857)
Closing balance		<u>12,750,826</u>	<u>11,263,576</u>
<b>19.01 Deferred tax liability : Motor Vehicle</b>			
Net book value		2,580,749	3,225,941
Tax written down value (at 20% tax allowable depreciation )		<u>2,369,775</u>	<u>2,962,219</u>
Temporary difference		210,974	263,722
Closing Deferred tax liability(@25% of temporary difference)		<u>52,743</u>	<u>65,930</u>
Opening Balance		65,930	10,540
Charge during the year		<u>(13,187)</u>	<u>55,391</u>
<b>19.02: Deferred tax liability : Computer &amp; Accessories</b>			
Net book value		15,599,434	4,956,627
Tax written down value (at 30% tax allowable depreciation )		<u>12,603,749</u>	<u>3,302,574</u>
Temporary difference		2,995,685	1,654,053
Closing Deferred tax liability(@25% of temporary difference)		<u>748,921</u>	<u>413,513</u>
Opening Balance		413,513	590,735
Charge during the year		<u>335,408</u>	<u>(177,222)</u>
<b>19.03: Deferred tax liability : ITG Equipment</b>			
Net book value		100,322,997	84,755,783
Tax written down value (at 30% tax allowable depreciation )		<u>59,756,480</u>	<u>50,656,929</u>
Temporary difference		40,566,517	34,098,854
Closing Deferred tax liability(@25% of temporary difference)		<u>10,141,629</u>	<u>8,524,713</u>
Opening Balance		8,524,713	8,153,321
Charge during the year		<u>1,616,915</u>	<u>371,392</u>
<b>19.04: Deferred tax liability : ERP &amp; Inventory Software</b>			
Net book value		74,063,574	92,579,467
Tax written down value (at 30% tax allowable depreciation )		<u>66,833,412</u>	<u>83,541,765</u>
Temporary difference		7,230,161	9,037,701
Closing Deferred tax liability(@25% of temporary difference)		<u>1,807,540</u>	<u>2,259,425</u>
Opening Balance		2,259,425	2,824,282
Charge during the year		<u>(451,885)</u>	<u>(564,857)</u>
<b>20.00 Dividend Payable:</b>			
Opening balance		2,415,782	1,707,984
Add : Addition during the year		55,369,395	55,369,395
Less : Payment during the year		<u>54,745,586</u>	<u>54,661,598</u>
Closing balance		<u>3,039,590</u>	<u>2,415,782</u>



	Amount in Taka			
	June 30, 2018			June 30, 2017
	Non taxable for IT enable	Taxable	Total	Total
<b>21.00 Revenue:</b>				
Sales of Equipment	-	306,801,066	306,801,066	251,192,503
Sales of Services	192,471,942	50,849,800	243,321,742	265,883,404
Sales of Software	127,830,322	-	127,830,322	315,569,843
Sales Bandwidth (BG)	-	568,846,097	568,846,097	424,181,809
	<b>320,302,264</b>	<b>926,496,963</b>	<b>1,246,799,227</b>	<b>1,256,827,560</b>
LESS: VAT	8,362,910	95,439,474	103,801,984	85,383,510
	<b>311,939,754</b>	<b>831,057,489</b>	<b>1,142,997,243</b>	<b>1,171,444,050</b>

Details of Sales of Equipment:	Quantity in Sets			
ESS Sale			496	166
POS Sale			4,795	6,887
CPS Sale			795	838
HSM Sale			21	30
Cisco Sale			13	67
Jumper Sale			-	15
Oracle Sale			196	125

**22.00 Cost of Goods & service Sold:**

Opening Inventory	304,196,752	417,905,835	722,102,587	739,564,666
Add: Purchase During the year	185,689,678	658,354,312	844,043,990	816,915,209
	<b>489,886,430</b>	<b>1,076,260,147</b>	<b>1,566,146,577</b>	<b>1,556,479,875</b>
Less: Closing Inventory	302,585,907	475,802,438	778,388,345	722,102,587
	<b>187,300,523</b>	<b>600,457,709</b>	<b>787,758,232</b>	<b>834,377,288</b>
Add: Direct Expenses	22.01	36,081,416	102,693,261	138,774,676
	<b>223,381,939</b>	<b>703,150,970</b>	<b>926,532,908</b>	<b>972,979,226</b>

**22.01 Direct Expenses:**

Salary & Allowances & Festival Bonus	14,850,460	42,266,694	57,117,154	49,495,405
PF Contribution by Company	316,988	902,197	1,219,185	1,237,866
Office Rent	805,461	2,292,465	3,097,926	2,819,861
Utilities Bill	249,282	709,495	958,778	862,913
Communication Expenses	270,294	769,299	1,039,593	1,174,495
Bank Interest - I.T.R	5,201,962	14,805,585	20,007,547	30,871,792
Conveyance	307,648	875,614	1,183,262	996,435
Night Allowances	69,238	197,062	266,300	192,900
Overtime Allowances	41,150	117,119	158,269	174,701
Stationery Expenses	45,862	130,531	176,393	147,014
Entertainment	33,601	95,634	129,235	217,310
Insurance Expenses	165,402	470,759	636,161	998,040
Oil, Fuel & Lubricants	1,539,309	4,381,111	5,920,420	4,188,752
Warehouse cost	447,962	1,274,968	1,722,930	1,654,620
Depreciation on PPE	8,126,197	23,128,408	31,254,605	26,211,184
Depreciation on Intangible assets	3,610,599	10,276,321	13,886,920	17,358,651
<b>Total</b>	<b>36,081,416</b>	<b>102,693,261</b>	<b>138,774,676</b>	<b>138,601,938</b>

**23.00 Operating Expenses:**

Directors' Remuneration (Note 26.01)	1,014,000	2,886,000	3,900,000	3,900,000
Relationship & Management Expenses *	4,160,773	11,842,201	16,002,974	17,405,194
Royalty	2,079,227	5,917,799	7,997,026	
Salary & Allowances & Festival Bonus	3,936,153	11,202,898	15,139,051	17,312,316
PF Contribution by Company	105,663	300,732	406,395	530,514
Office Rent	268,487	764,155	1,032,642	939,954
Utilities bill	83,094	236,498	319,593	287,638



Communication Expenses	90,098	256,431	346,531	503,355
Conveyance	102,549	291,871	394,421	427,044
Holiday Allowances	94,627	269,323	363,950	443,675
Overtime Allowances	13,717	39,040	52,756	58,234
Stationery Expenses	83,940	238,907	322,847	49,005
Entertainment	11,200	31,878	43,078	117,013
Insurance Expenses	55,134	156,920	212,054	427,731
Oil, Fuel & Lubricants	513,103	1,460,370	1,973,473	2,792,502
Regulatory Fee	171,520	488,174	659,694	785,694
Traveling expenses	658,045	1,872,898	2,530,943	1,732,213
Audit Fee	39,000	111,000	150,000	130,000
Consultancy Fee	47,790	134,310	181,500	69,000
Training & Development	13,425	38,211	51,636	666,318
Fees, Forms & Renewals	130,576	371,641	502,217	449,933
Office Repair & Maintenance	306,212	871,528	1,177,740	4,243,213
Business Promotion Expenses	1,854,386	5,277,869	7,132,255	4,551,137
Tender Expenses	20,703	58,923	79,625	212,082
Discount Given	-	-	-	35,453
AGM Expenses	234,380	667,080	901,460	1,010,000
Security & Protection expenses	10,764	30,636	41,400	214,548
Bad Debt Expenses	922,177	2,624,658	3,546,835	3,987,691
Bank Charges	371,983	1,058,721	1,430,704	1,043,897
Guarantee Commission	64,695	184,131	248,825	867,382
Depreciation on PPE	2,708,732	7,709,469	10,418,201	8,737,061
Depreciation on Intangible assets	1,203,533	3,425,440	4,628,973	5,786,217
<b>Total</b>	<b>21,369,088</b>	<b>60,819,711</b>	<b>82,188,799</b>	<b>86,936,067</b>

\* Relationship & Management Expenses - Aamra technologies limited receives Internal Audit services, Corporate and legal services, Secretarial services, Taxation advisory services, investment and finance related services etc. from aamra holdings limited (AHL) against which a relationship & management expenses is paid to AHL.

#### 24.00 Other Income:

Bank Interest	24.01	32,042	32,042	47,848
Grant Received		7,404,379	7,404,379	-
<b>Total</b>		<b>7,436,421</b>	<b>7,436,421</b>	<b>47,848</b>

#### 24.01 Bank Interest:

Shahjalal Islami Bank Limited A/C#31904	15,764	15,764	8,489
Dhaka Bank A/C# 2061501872	4,206	4,206	8,192
Bank Asia STD # 01236050613	7,485	7,485	27,572
Mutual Trust Bank A/C#0034-032	4,587	4,587	3,594
<b>Total</b>	<b>32,042</b>	<b>32,042</b>	<b>47,848</b>

#### 25.00 Financial Expenses:

Bank Overdraft interest	1,152,781	3,280,991	4,433,772	7,217,991
Term Loan Interest	8,163,809	23,215,457	31,399,267	9,906,476
Foreign Currency Exchange Loss/ (Gain) (Note-25.01)	227,441	647,331	874,772	(401,117)
Interest on Work Order Finance	1,310,745	3,730,581	5,041,326	3,951,442
<b>Total</b>	<b>10,854,775</b>	<b>30,894,360</b>	<b>41,749,136</b>	<b>20,674,793</b>

#### 25.01 Foreign Currency Exchange Loss/ (Gain):

Realized Foreign Exchange loss / (gain) as at June 30		(34,363)	(34,363)	(4,372)
Unrealized Foreign Exchange loss/ (gain) as at June 30		909,135	909,135	(396,744)
		<b>874,772</b>	<b>874,772</b>	<b>(401,117)</b>



26.00 Provision for Current Tax:

Allowable revenue	831,057,489	673,844,617
<b>Allowable cost of goods sold:</b>		
Taxable Cost of goods sold	(703,150,970)	(582,874,075)
Less: Excess taxable depreciation	(4,461,756)	945,885
<b>Total Allowable cost of goods sold</b>	<b>(707,612,725)</b>	<b>(581,928,189)</b>
Gross profit	123,444,764	91,916,428
<b>Allowable Administrative cost:</b>		
Allowable Administrative expense	(60,819,711)	(52,161,640)
Less: Excess taxable depreciation	(3,487,252)	315,295
<b>Total Allowable Administrative cost</b>	<b>(62,306,963)</b>	<b>(51,846,345)</b>
Allowable Other income	7,436,421	47,848
Allowable Finance cost	(30,894,360)	(12,645,546)
Profit before corporate Tax	37,679,862	27,472,385
<b>Total Current Tax payable:</b>	<b>9,419,965</b>	<b>6,868,096</b>

The Current tax liability is calculated on taxable profit at 25% for the year in accordance with IAS-12.

27.00 Payments to Directors and Managers:

a) The aggregate amounts paid to/ provided for the Directors & Managers of the company are disclosed below:

Managing Directors Remuneration (Note-27.01)	3,900,000	3,900,000
Managers' Salary & Allowances	20,024,000	24,297,500
Managers' Festival Bonus	1,610,500	1,993,750
Managers' Provident Fund	429,000	579,000
<b>Total:</b>	<b>25,963,500</b>	<b>30,770,250</b>

27.01 Disclosure of Directors Remuneration Under Para 4 of Schedule XI PART II of the Companies Act 1994:

Mr. Syed Farhad Ahmed is acting as Managing Director in the company and is taking remuneration. However, no other facilities was taken by him from the company for rendering his services. Details of remuneration paid to Managing Director during the year July 2017 to June 2018 is as follows:

Name	Designation	Monthly Remuneration	Bonus during the year	30-06-2018	30-06-2017
Mr. Syed Farhad Ahmed	Managing Director	300,000	300,000	3,900,000	3,900,000
<b>Total</b>		<b>300,000</b>	<b>300,000</b>	<b>3,900,000</b>	<b>3,900,000</b>

Mr. Syed Faruque Ahmed, Chairman of the company did not take any remuneration during the year as he did not perform his duty on regular basis.

28.00 Contingent Liability:

Against Bank Guarantee	28.01	51,750,683	76,974,929
Liability for import against inventory	28.02	3,340,000	31,716,200
<b>Total</b>		<b>55,090,683</b>	<b>108,691,129</b>

28.01 The Company is holding a contingent liability by issuing bank guarantee to the extent of BDT 51,750,683 to various parties against Tender and clearance of customs relating to materials purchase. The break up is as follows:

<b>Bank Guarantors' Name:</b>		
Bank Asia Limited, Banani Br.	15,859,368	8,777,877
Shahjalal Islami Bank Limited, Banani Br.	35,891,315	56,549,191
Brae Bank Limited	-	11,647,861
<b>Total</b>	<b>51,750,683</b>	<b>76,974,929</b>

28.02 The Company is also holding contingent liability by opening import L/C for procurement of various materials from various party. The break up is as follows:



L/C No	Product	Amount in USD	Rate	Amount in Taka	Amount in Taka
L/C#297418010042	Computer Hardware	\$ 40,000.00	83.5	3,340,000.00	-
L/C# 308517011434	POS	\$ 345,600.00	87	-	28,339,200
L/C# 308517011247	HSM	€ 33,770.00	100	-	3,377,000
<b>Total</b>				<b>3,340,000</b>	<b>31,716,200</b>

#### 29.00 Related Party Disclosures:

The details of related party transaction during the year along with the relationship is illustrated below in accordance with IAS 24.

Name of the Company	Total transaction during the year (Tk)	Relationship with Company	Nature of Transaction	Balance as on 30-06-2018	Balance as on 30-06-2017
aamra networks limited	393,455,358	Concern under common management	Sale of Equipment & Services	10,159,649	6,210,000
aamra networks limited	73,598,043		Intercompany transaction	-	-
ACE IT networks limited	504,000		Sale of Equipment & Services		40,27,000
aamra holdings limited	-48,000,000		Relationship & Management expenses (Payment for Internal Audit services, Corporate and legal services, Secretarial services, Taxation advisory services, investment and finance related services etc.)		
aamra fitness limited	1,027,500		For office supplies & branding expenses	1,27,500	
Syed Farhad Ahmed	3,900,000	Managing Director and shareholder	Directors remuneration		

#### 30.00 Earnings Per Share:

	30-06-2018	30-06-2017
<b>Profit attributable to ordinary shareholders</b>		
Net Profit for the year	89,055,606	84,349,012
<b>Weighted average number of ordinary shares</b>		
Ordinary shares as at the beginning of the year	55,369,395	55,369,395
Weighted average number of ordinary shares at the end of the year	55,369,395	55,369,395
<b>Earning Per Share</b>	<b>1.61</b>	<b>1.52</b>
<b>Earning Per Share (Restated)</b>		<b>1.52</b>



**31.00 Correction of Error**

The Company did not consider The Effects of Changes in Foreign Exchange Rates at the time of preparing the financial statements of previous years. During the reporting period the management correct the opening balance of retained earnings of previous year as per "IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors".

**Retained Earnings**

Balance Brought Forward at 1st July 2016	167,600,858
Correction of Error: Translation of Foreign Exchange held at June 30, 2016	(3,121)
<b>Corrected Opening Balance as at 1st July 2016</b>	<b>167,597,737</b>
Profit/Loss for the year ended June 30, 2017 (as per prior year)	83,947,895
Less: Realized gain on Foreign Exchange Cash held at June 30, 2017	4,372
Less: Unrealized gain on payables held at June 30, 2017	396,744
<b>Adjusted Retained Earnings as at June 30, 2017</b>	<b>84,349,011</b>

**32.00 Reconciliation of cash flows from operating activities through Indirect method**

As per Clause No. 5 (2) (c) of Notification No. BSEC/CMRRCD/2006-158/208/Admin/81, Dated: 20 June 2018: A Reconciliation of Net operating cash flow under Indirect Method is provided below:

Net Income after tax	89,055,606	84,349,012
Add: Current Tax	9,419,965	6,868,096
Add: Deferred Tax	1,487,251	(315,296)
Net Income before tax	99,962,821	90,901,812
<b>Adjustment to reconcile profit before tax to net cash flows</b>		
Amortization	18,515,893	23,144,868
Depreciation	41,672,806	34,948,245
Income tax paid	(43,888,742)	(30,191,662)
Effect of currency exchange on Cash	(5,676)	(4,372)
<b>Working capital adjustments</b>		
Increase in Inventory	(56,285,758)	17,462,079
Increase in Accounts Receivable	(77,149,870)	(72,908,475)
Decrease in advances and pre-payment	35,308,700	(5,428,619)
Increase in trade payables	52,555,689	18,920,266
Decrease in provision for expenses	(14,957,464)	18,617,024
Decrease in Advance against sales	(18,123,826)	22,606,900
<b>Cash flows from operating activities</b>	<b>37,604,576</b>	<b>118,068,067</b>



**amara technologies limited**  
**Property, Plant & Equipment**  
For the year ended June 30, 2018

Appendix - A

Amount in Taka

Particulars	Cost			Rate of Dep.(%)	Depreciation			W.D.V.	
	Balance as on 01-07-17	Addition during the year	Disposal/ Adjustment during the year		Balance as on 30-06-18	Charged during the year	Disposal/ Adjustment during the year	Balance as on 30-06-18	Balance as on 30-06-17
Furniture & Fixture	8,207,804	96,096	-	10	4,886,642	340,973	-	5,227,565	3,076,335
Office Equipment	12,505,944	-	-	15	9,164,854	501,168	-	9,666,022	2,839,972
Interior Decoration	34,126,316	-	-	10	16,653,448	1,747,284	-	18,400,732	14,775,584
Computer & Accessories	37,215,986	14,702,782	-	30	32,259,359	4,059,975	-	36,319,334	13,599,414
Motor vehicle	5,024,500	-	-	20	1,798,559	645,192	-	2,443,751	2,580,749
R & D for Enterprise & Network	57,347,518	-	-	20	34,080,113	4,653,480	-	38,733,593	18,613,925
Data Center	44,800,000	94,446,930	-	30	31,340,251	10,582,527	-	41,822,778	97,474,152
ITC Equipment	189,110,365	34,769,470	-	20	104,354,582	19,142,257	-	123,496,839	100,122,997
<b>Total</b>	<b>388,338,433</b>	<b>143,955,278</b>	<b>-</b>		<b>234,437,808</b>	<b>41,672,806</b>	<b>-</b>	<b>276,110,614</b>	<b>256,183,097</b>

Note : Total Depreciation has been apportioned at the following ratio  
Direct Expenses 75% 31,254,605  
Operating Expenses 25% 10,418,201  
100% 41,672,806

**Intangible Assets**

For the year ended June 30, 2018

Amount in Taka

Particulars	Cost			Rate of Dep.(%)	Depreciation			W.D.V.	
	Balance as on 01-07-17	Addition during the year	Disposal/ Adjustment		Balance as on 30-06-18	Charged during the year	Disposal/ Adjustment	Balance as on 30-06-18	Balance as on 30-06-17
ERP & Inventory Software	210,090,535	-	-	20	117,511,068	18,515,893	-	136,026,961	74,063,674
<b>Total</b>	<b>210,090,535</b>	<b>-</b>	<b>-</b>		<b>117,511,068</b>	<b>18,515,893</b>	<b>-</b>	<b>136,026,961</b>	<b>74,063,674</b>

Note : Total Depreciation has been apportioned at the following ratio  
Direct Expenses 75% 13,886,920  
Operating Expenses 25% 4,628,973  
100% 18,515,893

