



INFORMATION SERVICES NETWORK LIMITED

TMC Building (4th Floor), 52, New Eskaton Road, Dhaka-1000.

BALANCE SHEET (UNAUDITED)

AS AT 31st December, 2019

PARTICULARS	31 st Dec. 2019	30 th Jun. 2019
NET ASSETS:		
Non-Current Assets	82,740,344	82,222,424
Tangible Fixed Assets	79,254,743	80,080,416
Intangible Asset	3,383,601	2,040,008
Investment (at cost)	102,000	102,000
Deferred Expenditure	-	-
Current Assets	132,101,758	131,145,606
Accounts Receivable	104,882,623	102,972,598
Accrued Loan Interest	754,568	983,508
Loans, Advances and Deposits	24,168,200	24,376,760
Cash and Cash Equivalents	2,296,367	2,812,740
Total Assets:	214,842,102	213,368,031
FINANCED BY:		
Shareholders Equity	141,884,398	141,569,684
Share Capital	109,200,035	109,200,035
Retained Earnings-As per Profit and Loss Account	6,452,936	1,673,647
General Reserve	-	2,000,000
Dividend Equalization Fund	-	1,000,000
Inflation & Currency Fluctuation Fund	-	1,000,000
Revaluation Surplus	26,231,427	26,696,002
Non-Current Liabilities.	14,460,350	16,910,340
Long Term Loan	14,071,496	16,427,746
Deferred Tax Liabilities	388,854	482,594
Current Liabilities & Provisions	58,497,354	54,888,007
Accrued Expenses	4,043,075	3,933,875
Long Term Loan Current Portion	9,761,930	7,321,131
Liabilities for other Finance	4,922,043	2,697,820
Short Term Loan	37,947,436	38,783,239
Provision for Income Tax	1,822,870	2,151,942
Total Liabilities	72,957,704	71,798,347
Total Equity & Liabilities:	214,842,102	213,368,031

CASH FLOW STATEMENTS (UNAUDITED)

FOR THE HALF YEAR ENDED 31ST DECEMBER, 2019

PARTICULARS	Amount (in Tk.)	
	Jul. - Dec. 2019-2020	Jul. - Dec. 2018-2019
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover and other Income	45,232,177	45,127,661
Payment for Cost and Expenses	(35,276,779)	(33,897,238)
Interest paid	-	(3,645,112)
Total Cash Flow from Operating Activities	9,955,398	7,585,311
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(4,065,592)	(5,030,258)
Addition of Intangible Assets	(1,836,578)	-
Interest Received from FDR	228,940	-
Vehicle Sales	-	890,000
Total Cash Flow from Investing Activities	(5,673,230)	(4,140,258)
CASH FLOW FROM FINANCING ACTIVITIES :		
Dividend Paid	-	(728,621)
Term Loan	(751,251)	(2,484,630)
Tax Payment	(813,538)	-
Interest	(3,233,749)	-
Advance & Deposits	-	334,481
Total Cash Flow from Financing Activities	(4,798,538)	(2,878,770)
Net Cash Inflow/ (Outflows) for the year (A+B+C)	(516,370)	566,283
Opening Cash and Bank Balance	2,812,740	3,981,689
Closing Cash and Bank Balance Total Tk.	2,296,370	4,547,972

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE HALF YEAR ENDED 31ST DECEMBER, 2019

PARTICULARS	At 31 st Dec. 2019	At 31 st Dec. 2018
Share Capital	109,200,035	109,200,035
General Reserve	-	2,000,000
Revaluation Surplus	26,231,427	27,185,028
Dividend Equalization Fund	-	1,000,000
Inflation & Currency Fluctuation Fund	-	1,000,000
Retained Earnings	6,452,936	(1,181,335)
Shareholders' Equity	141,884,398	139,203,728

PROFIT AND LOSS ACCOUNT (UNAUDITED)

FOR THE HALF YEAR ENDED 31ST DECEMBER-2019

PARTICULARS	July-December-2019				October-December (2 nd quarter)	
	(Financial Year 2019-2020)			July-Dec. 2018-2019	2019-2020	2018-2019
	Unit-1 ISP	Unit-2 IPTSP	Total			
Operating Revenue	43,915,472	1,085,254	45,000,726	42,607,287	23,072,456	21,184,468
Operating Expenses	(20,737,260)	(573,080)	(21,310,340)	(23,023,019)	(9,647,106)	(12,045,909)
Gross Profit	23,178,212	512,174	23,690,386	19,584,268	13,425,350	9,138,559
Other Income	2,141,476	-	2,141,476	3,290,659	508,529	1,572,425
	25,319,688	512,174	25,831,862	22,874,927	13,933,879	10,710,984
Other Expenses	(22,942,422)	-	(22,942,422)	(20,639,837)	(12,449,280)	(9,625,763)
Administrative Expenses	(19,708,673)	-	(19,708,673)	(16,843,928)	(10,554,666)	(7,757,932)
Financial Expenses	(3,233,749)	-	(3,233,749)	(3,563,190)	(1,894,614)	(1,751,471)
Amortization of Deferred Expenditure	-	-	-	(232,719)	-	(116,360)
Net Profit/(Loss) before Tax	2,377,266	512,174	2,889,440	2,235,090	1,484,599	1,085,221
Deferred Tax Expenses/Income	93,740	-	93,740	(37,800)	49,580	(20,800)
Provision for Income Tax	(484,466)	-	(484,466)	(158,452)	(286,770)	(88,725)
Net Profit/(Loss) after Tax	-	-	2,498,714	2,038,838	1,247,409	975,697
Profit / (Loss) Brought Forward	-	-	-	(3,709,199)	-	(3,709,199)
Balance Transferred to Balance Sheet	-	-	2,498,714	(1,670,361)	1,247,409	(2,733,502)
Earning Per Share (per value Tk.10/-)			0.23	0.19	0.11	0.09

Abul Kalam Azad
Head of Finance

Md. Hasan Ali
Company Secretary

Al-Amin
Independent Director

Prof. Dr. Mostafa Akbar
Independent Director

1. Reporting Entity

Information Services Network Limited was incorporated in Bangladesh on August 16, 1995 as a Public Limited Company under the Companies Act, 1994. The shares of this Company are listed in the stock exchange of Dhaka and Chittagong. The main objective of the Company interalia is to carry on all its offices in and outside of Bangladesh for providing connectivity with the World's Information super highway and disseminate knowledge and information in electronic form and to develop, deliver and maintain computer based system. It has gone into commercial operation from 6th August, 1996.

2. Basis of Preparation of Financial Statements

These interim Financial statements should be read in conjunction with the Financial Statements for the year ended June 30, 2019 (hereafter referred to as the "Annual Financial Statements"), as they provide an update to previously reported information. The accounting policies used are consistent with those used in the Annual Financial Statements. The Financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRSs). The presentation of the Interim Financial Statements is consistent with the Annual Financial Statements. Where necessary, the comparatives have been reclassified or extended to take into account any presentational changes made in the Annual Financial Statements. The preparation of the Interim Financial Statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities at the date of the Interim Financial Statements. If in the future such estimates and assumptions, which are based on management's best judgment at the date of the Interim Financial Statements, deviate from the actual, the original estimates and assumptions will be modified as appropriate in the period in which the circumstances change.

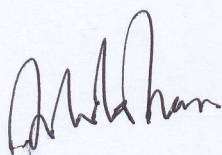
3.00 Fixed assets

The above amount is made up as follows

	31.12.2019	30.06.2019
Opening Balance at Cost	213,881,068	207,095,039
Add : Re-valuation surplus	-	-
Add : Addition during the period	4,065,592	10,303,359
Less : Adjustment during the period		(3,517,330)
Closing Balance at cost	217,946,660	213,881,068
Less: Accumulated depreciation	(138,691,917)	133,800,652
Written down value	79,254,743	80,080,416

4.00 Intangible Assets :

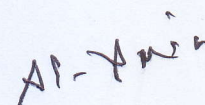
	31.12.2019	30.06.2019
Opening Balance	2,040,008	2,173,070
Add : Addition during the period	1,836,578	920,207
Less : Amortized During the period	(492,985)	(1,053,269)
	3,383,601	2,040,008











5.00 Investment (at cost) :

The above amount is made up as follows

Investment in subsidiary
Investment in shares

31.12.2019	30.06.2019
102,000	102,000
-	-
102,000	102,000

6.00 Accounts receivable:

This is arrived at as under :

Opening Balance
Add: Addition during the period

Less : Bad & Doubtful Debt
Closing Balance

31.12.2019	30.06.2019
102,972,598	101,591,576
1,910,025	1,741,022
104,882,623	103,332,598
-	(360,000)
104,882,623	102,972,598

7.00 Accrued Interest :

**Interest Receivable from GKISN
interest Receivable On FDR
Received During the Year**

31.12.2019	30.06.2019
809,544	809,544
173,964	173,964
(228,940)	-
754,568	983,508

8.00 Advances, deposits and prepayments:

This is made up as follows :

Loan to subsidiary company (GKISN)
Loan to Mr. mujibul huq
Other Advance and Prepayments
Other Receivables

31.12.2019	30.06.2019
1,635,343	1,635,343
2,500,000	2,500,000
7,817,857	8,026,417
12,215,000	12,215,000
24,168,200	24,376,760

9.00 Accrued expenses:

This is made up as under:

Opening Balance
Add: Addition during the period

Less : Paid/adjustment during the period
Closing Balance

31.12.2019	30.06.2019
3,933,875	3,537,259
109,200	396,616
4,043,075	3,933,875
-	-
4,043,075	3,933,875

10.00 Liability for other finance:

The above amount is made up as follows:

Security money (Internet)
Dividend Payable
Liabilities for Purchase of Vehicle

31.12.2019	30.06.2019
68,592	68,592
4,243,904	2,059,904
609,547	569,324
4,922,043	2,697,820

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11.00 Short Term Loan :

The above amount is made up as follows:

	31.12.2019	30.06.2019
CC(Hypo.) - FBL	20,618,327	21,454,130
Loan from Others parties	8,750,000	8,750,000
Loan from Managing Director	4,579,109	4,579,109
HRC Shipping	2,500,000	2,500,000
Loan from Directors (GP Project)	1,500,000	1,500,000
	37,947,436	38,783,239

12.00 Operating revenue:

This is made up as following

	Amount (Tk.)	31.12.2018
Internet bill (D/U)	81,085	107,150
Internet bill (DSL/UUCP A/C)	27,366,403	24,550,415
Data Service bill	1,514,143	1,610,096
Hardware sale	677,645	-
IP Phone Bill	1,085,254	531,728
	30,724,530	26,799,389
Less : VAT	1,641,098	1,349,966
Net sales after VAT	29,083,432	25,449,423
Sales of software	15,457,632	16,373,676
Networking and IT solutions	459,662	784,188
Total	45,000,726	42,607,287

13.00 Operating expenses:

This consists of as follows :

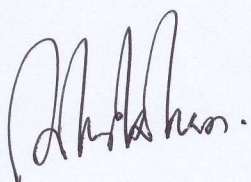
	Amount (Tk.)	31.12.2018
Bandwidth charge	4,944,526	7,482,582
Data Connectivity Exp.	5,932,600	4,586,099
Telephone line rental	12,755	18,064
Call carrying charge	573,080	478,308
Salary & Allowance	6,222,222	6,862,447
Depreciation	3,625,157	3,595,519
	21,310,340	23,023,019

14.00 Dividend

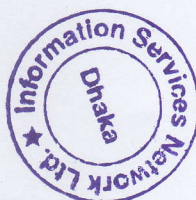
The board of directors on its 99th meeting dated 24 october 2019 recommended 2% cash dividend amounting Tk.2,184,000 and the honorable shareholders approved it through the 24th AGM dated 12 december 2019.

15.00 Adjustment

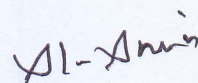
An Adjustment has been made on Retain Earnings of its portion which had to be reserved separately on the Owners Equity Statement.









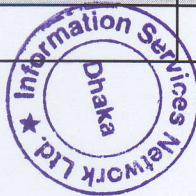


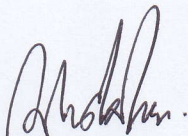
16.00 Other income:


This consists of as follows :

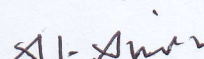
	Amount (Tk.)	31.12.2018
Connectivity	172,087	218,066
Web Hosting & Development	342,682	614,199
SMS Service	220,000	-
Re-installation & Servicing	-	211,324
Domain Registration	158,447	213,967
Miscellaneous	-	44,571
Email Forward	865,464	854,398
Hardware sale	-	690,793
Revenue from office rent	200,000	180,416
Spamwall Income	21,000	21,000
VPN Charge	145,796	137,595
IP Service Bill	16,000	3,500
Gain from disposal of Vehicle	-	100,830
	2,141,476	3,290,659

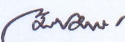
SL	Particulars	31.12.2019	31.12.2018
1.00	Earnings Per Share (EPS)	0.23	0.19
2.00	Net Operating Cash Flow Per Share (NOCFPS)	0.91	0.69
SL	Particulars	31.12.2019	30.06.2018
3.00	Net Assets Value Per Share (NAVPS)	12.99	12.96




Abul Kalam Azad
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