



INFORMATION SERVICES NETWORK LIMITED

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

BALANCE SHEET (UNAUDITED)

AS AT 30TH SEPTEMBER, 2015

PARTICULARS	30th Sept., 2015	31st Dec., 2014
NET ASSETS:		
Non-Current Assets	110,775,829	113,395,636
Tangible Fixed Assets, Net of accumulated depreciation	108,862,977	111,133,707
Investment (at cost)	400,184	400,184
Deferred Expenditure	1,512,668	1,861,745
Current Assets	133,735,389	121,438,159
Accounts Receivable	111,596,225	104,378,069
Accrued Loan Interest	809,544	809,544
Loans, Advances and Deposits	17,244,779	16,161,294
Cash and Cash Equivalents	4,084,841	89,252
Current Liabilities & Provisions	80,387,363	64,488,866
Accrued Expenses	3,989,577	9,833,889
Liabilities for other Finance	11,361,182	10,710,939
Short Term Loan	58,184,559	37,212,084
Provision for Income Tax	6,852,045	6,731,954
Net Current Assets	53,348,026	56,949,293
Non-Current Liabilities.		
Deferred Tax Liabilities	(217,059)	(217,059)
NET ASSETS	163,906,796	170,127,870
FINANCED BY:		
Shareholders Equity	163,906,796	170,127,870
Share Capital	109,200,035	109,200,035
Retained Earnings-As per Profit and Loss Account	(4,517,248)	(2,773,796)
General Reserve	2,000,000	2,000,000
Dividend Equalization Fund	1,000,000	1,000,000
Inflation & Currency Fluctuation Fund	1,000,000	1,000,000
Capital Reserve	55,224,009	59,701,631
	163,906,796	170,127,870

CASH FLOW STATEMENTS (UNAUDITED)

FOR THE 3RD QUARTER ENDED 30TH SEPTEMBER, 2015

PARTICULARS	Amount (in Tk.)	
	Jan. - Sept. 2015	Jan. - Sept. 2014
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover and other Income	42,753,409	46,208,861
Payment for Cost and Expenses	(50,058,323)	(42,954,765)
Total Cash Flow from Operating Activities	-7,304,914	3,254,096
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(8,486,844)	(5,313,141)
Share Issue Expenses	-	-
Share Investment	-	755,000
Vehicle Sales	-	-
Total Cash Flow from Investing Activities	(8,486,844)	(4,558,141)
CASH FLOW FROM FINANCING ACTIVITIES :		
Dividend Paid	-	-
Short Term Loan	20,972,475	872,500
Earnest Money Refund	-	194,248
Advance & Deposits	(1,185,128)	(1,061,150)
Total Cash Flow from Financing Activities	19,787,347	5,598
Net Cash Inflow/ (Outflows) for the year (A+B+C)	3,995,589	(1,298,447)
Opening Cash and Bank Balance	89,252	251,461
Closing Cash and Bank Balance Total Tk.	4,084,841	(1,046,986)

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)


FOR THE 3RD QUARTER ENDED 30TH SEPTEMBER 2015

PARTICULARS	At 30th Sept., 2015	At 30th Sept 2014
Share Capital	109,200,035	109,200,035
General Reserve	2,000,000	2,000,000
Capital Reserve	55,224,009	60,960,010
Dividend Equalization Fund	1,000,000	1,000,000
Inflation & Currency Fluctuation Fund	1,000,000	1,000,000
Retained Earnings	(4,517,248)	(586,974)
Shareholders Equity at 30th Sept. 2015	163,906,796	173,573,071

PROFIT AND LOSS ACCOUNT (UNAUDITED)

FOR THE 3RD QUARTER ENDED 30TH SEPTEMBER, 2015

PARTICULARS	January-September				July-September (3rd quarter)	
	2015			2014	2015	2014
	Unit-1 ISP	Unit-2 IPTSP	Total			
Operating Revenue	32,903,136	5,738,326	38,641,462	37,849,659	14,271,224	11,949,818
Operating Expenses	(18,293,965)	(3,267,243)	(21,561,208)	(20,660,794)	(6,351,498)	(6,073,754)
Gross Profit	14,609,171	(2,471,083)	17,080,254	17,188,865	7,919,726	5,876,064
Other Income	7,345,114	-	7,345,114	7,718,356	2,626,566	2,791,516
	21,954,285	(2,471,083)	24,425,368	24,907,221	10,546,292	8,667,580
Other Expenses	(24,660,397)	(1,388,332)	(26,048,729)	(23,585,151)	(11,128,745)	(8,474,408)
Administrative Expenses	(22,310,012)	(1,388,332)	(23,698,344)	(20,753,889)	(10,151,807)	(7,661,952)
Financial Expenses	(2,001,308)	-	(2,001,308)	(2,831,262)	(860,579)	(812,456)
Amortization of Deferred Exp.	(349,077)	-	(349,077)	-	116,359	-
Net Profit before Tax	(2,706,112)	1,082,751	(1,623,361)	1,322,070	(582,453)	193,172
Deferred Tax Expenses	-	-	-	2,517	-	-
Provision for Income Tax	(120,091)	-	120,091	192,811	(43,814)	(64,173)
Net Profit after Tax	(2,826,203)	1,082,751	1,743,452	1,126,742	(626,267)	128,999
Profit / (Loss) Brought Forward	(1,853,788)	(920,008)	(2,773,796)	(1,713,716)	(3,890,981)	(715,973)
Balance Transferred to Balance Sheet	(4,679,991)	(162,743)	(4,517,248)	(586,974)	(4,517,248)	(586,974)
Earning Per Share (per value Tk.10/-)			(0.16)	0.10	(0.06)	0.01


Md. Nuruzzaman
Company Secretary


Habibul Alam, Bir Pratik
Managing Director

Selected Notes to the Financial Statement (Un-audited) for the period ended 30th September 2015

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 inter alia 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 December 31, 2014 (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: Tk.108,862,977

The above amount is made up as follows

	30.09.2015	31.12.2014
Opening Balance at Cost	247,979,020	240,686,111
Add : Re-valuation surplus	-	-
Add : Addition during the period	8,486,844	7,292,909
Less : Adjustment during the period	-	-
Closing Balance at cost	256,465,864	247,979,020
Less: Accumulated depreciation	147,602,887	136,845,313
Written down value	108,862,977	111,133,707

4.00 Investment (at cost) : Tk.400,184

The above amount is made up as follows

	31.09.2015	31.12.2014
Investment in subsidiary	102,000	102,000
Investment in shares	298,184	298,184
	400,184	400,184

5.00 Deferred expenditure : Tk. 1,512,668

The above amount is made up as follows

	31.09.2015	31.12.2014
IPTSP Project	1,135,783	1,397,887
Share Issue Expenditure	376,885	463,858
	1,512,668	1,861,745

6.00 Accounts receivable: Tk. 111,596,225

This is arrived at as under :

	30.09.2015	31.12.2014
Opening Balance	104,378,069	99,745,113
Add: Addition during the period	10,926,950	9,146,542
	115,305,019	108,891,655
Less : Received during the period	3,708,794	4,513,586
Closing Balance	111,596,225	104,378,069

P.C. World Advertisement	1,774,348	1,774,348
Internet Bill (DSL)	24,439,961	22,597,914
Internet Bill (D/U)	17,299,633	17,107,058
Software Sales	23,275,818	22,917,218
Networking & IT Solutions	16,855,666	15,690,829
IP Phone Bill	2,912,214	2,520,837
Data Service Bill	6,899,912	4,990,955
Fax Bill	107,470	107,470
Web Hosting & Development	10,297,169	9,587,649
VAT from party	7,734,034	7,083,791
	111,596,225	104,378,069

7.00 Advances, deposits and prepayments: Tk.17,244,779

This is made up as follows :

	30.09.2015	31.12.2014
Loan to subsidiary company	1,635,343	1,635,343
Other Advance and Prepayments	15,609,436	14,525,951
	17,244,779	16,161,294

8.00 Accrued expenses: Tk. 3,989,577

This is made up as under:

	30.09.2015	31.12.2014
Opening Balance	9,833,889	10,649,814
Add: Addition during the period	3,512,483	5,104,521
	13,346,372	15,754,335
Less : Paid/adjustment during the period	9,356,795	5,920,446
Closing Balance	3,989,577	9,833,889

9.00 Liabilities for other finance: Tk.11,361,182

The above amount is made up as follows:

	30.09.2015	31.12.2014
Security money (Internet)	372,476	372,476
Security money (Fax)	448,847	448,847
VAT	7,734,034	7,083,791
Shareholders dividend	2,805,825	2,805,825
	11,361,182	10,710,939

10.00 Short Term Loan : Tk.58,184,559

The above amount is made up as follows:

	30.09.2015	31.12.2014
Bank Loan (MBL)	-	12,126,101
Bank Loan (Farmers Bank)	35,000,000	-
SOD Loan for Flat	8,750,000	8,750,000
Loan from Managing Director	8,984,559	10,635,983
HRC Shipping	2,750,000	3,000,000
Others party	2,700,000	2,700,000
	58,184,559	37,212,084

11.00 Operating revenue: Tk.38,641,462

This is made up as following

	30.09.2015	30.09.2014
Internet bill (D/U)	500,827	488,082
Internet bill (DSL/UUCP A/C)	22,279,800	21,318,654
Data Service bill	3,087,551	3,982,506
IP Phone Bill	6,599,075	4,478,618
	32,467,253	30,267,860
Less : VAT	4,234,859	3,947,982
Net sales after VAT	28,232,394	26,319,878
Sales of software	5,956,270	7,005,861
Networking and IT solutions	4,452,798	4,523,920

Total**38,641,462****37,849,659****12.00 Operating expenses: TK.21,561,208**

This consists of as follows :


	30.09.2015	30.09.2014
Bandwidth charge	7,472,005	8,300,641
Data Connectivity Exp.	1,611,218	1,558,726
Telephone line rental	28,493	38,088
Call carrying charge	2,614,348	2,183,015
Salary & Allowance	5,471,516	4,587,485
Depreciation	4,363,628	3,992,839
	21,561,208	20,660,794

13.00 Other income: TK.7,345,114

This consists of as follows :

	30.09.2015	30.09.2014
Connectivity	350,500	901,965
Web Hosting & Development	2,868,045	3,644,042
Re-installation & Servicing	409,832	405,032
Domain Registration	119,074	132,000
Miscellaneous/Div.received	872	13,976
Email Forward	1,025,840	1,044,328
Antivirus CD Sales	-	1,000
Hardware sale	949,901	131,468
Insurance claim	58,275	-
Revenue from office rent	861,767	536,579
Spamwall Income	189,167	76,000
SMS Service	312,431	536,566
VPN Charge	193,200	295,400
Commission share	6,210	-
	7,345,114	7,718,356

Sl.	Particulars	30.09.2015 (Taka)	30.09.2014 (Taka)
1.00	Net Assets Value (NAV)	15.01	15.89
2.00	Net Operating Cash Flow (NOCFPS)	(0.67)	0.30


Md. Nuruzzaman
 Company Secretary


Habibur Alam, Bir Pratik
 Managing Director