



INFORMATION SERVICES NETWORK LIMITED

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

BALANCE SHEET (UNAUDITED)

AS AT 30TH JUNE, 2015

PARTICULARS	30th June, 2015	31st Dec., 2014
NET ASSETS:		
Non-Current Assets	109,496,416	113,395,636
Tangible Fixed Assets, Net of accumulated depreciation	107,467,205	111,133,707
Investment (at cost)	400,184	400,184
Deferred Expenditure (IPTSP Project)	1,629,027	1,861,745
Current Assets	126,310,367	121,438,159
Accounts Receivable	106,796,790	104,378,069
Accrued Loan Interest	809,544	809,544
Loans, Advances and Deposits	16,579,196	16,161,294
Cash and Cash Equivalents	2,124,837	89,252
Current Liabilities & Provisions	69,564,121	64,488,866
Accrued Expenses	8,168,369	9,833,889
Liabilities for other Finance	11,113,430	10,710,939
Short Term Loan	43,474,091	37,212,084
Provision for Income Tax	6,808,231	6,731,954
Net Current Assets	56,746,246	56,949,293
Non-Current Liabilities.		
Deferred Tax Liabilities	(217,059)	(217,059)
NET ASSETS	166,025,603	170,127,870
FINANCED BY:		
Shareholders Equity	166,025,603	170,127,870
Share Capital	109,200,035	109,200,035
Retained Earnings-As per Profit and Loss Account	(3,890,981)	(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	56,716,549	59,701,631
	166,025,603	170,127,870

CASH FLOW STATEMENTS (UNAUDITED)

FOR THE HALF YEAR ENDED 30TH JUNE 2015

PARTICULARS	Amount (in Tk.)	
	Jan. - June 2015	Jan. - June 2014
CASH FLOW FROM OPERATING ACTIVITIES :		
Collection from Turnover and other Income	29,289,451	30,620,981
Payment for Cost and Expenses	(29,930,965)	(28,318,441)
Total Cash Flow from Operating Activities	(641,514)	2,302,540
CASH FLOW FROM INVESTING ACTIVITIES :		
Acquisition of Fixed Assets	(3,104,046)	(3,890,925)
Share Issue Expenses	-	-
Share Investment	-	15,000
Vehicle Sales	-	-
Total Cash Flow from Investing Activities	(3,104,046)	(3,875,925)
CASH FLOW FROM FINANCING ACTIVITIES :		
Dividend Paid	-	-
Short Term Loan	6,262,007	1,902,500
Earnest Money Refund	-	164,248
Advance & Deposits	(480,862)	(427,690)
Total Cash Flow from Financing Activities	5,781,145	1,639,058
Net Cash Inflow/ (Outflows) for the year (A+B+C)	2,035,585	65,673
Opening Cash and Bank Balance	89,252	251,461
Closing Cash and Bank Balance Total Tk.	2,124,837	317,134

STATEMENT OF CHANGES IN EQUITY (UNAUDITED)


FOR THE HALF YEAR ENDED 30TH JUNE 2015

PARTICULARS	At 30th June, 2015	At 30th June 2014
Share Capital	109,200,035	109,200,035
General Reserve	2,000,000	2,000,000
Capital Reserve	56,716,549	63,018,389
Dividend Equalization Fund	1,000,000	1,000,000
Inflation & Currency Fluctuation Fund	1,000,000	1,000,000
Retained Earnings	(3,890,981)	(715,973)
Shareholders Equity at 30th June 2015	166,025,603	175,502,451

PROFIT AND LOSS ACCOUNT (UNAUDITED)

FOR THE HALF YEAR ENDED 30TH JUNE, 2015

PARTICULARS	January-June			April-June (2nd quarter)		
	2015			2015	2014	
	Unit-1 ISP	Unit-2 IPTSP	Total			
Operating Revenue	20,358,084	4,012,154	24,370,238	25,899,841	10,482,082	11,738,037
Operating Expenses	(12,420,472)	(2,789,238)	(15,209,710)	(14,587,040)	(7,349,602)	(6,693,814)
Gross Profit	7,937,612	1,222,916	9,160,528	11,312,801	3,132,480	5,044,223
Other Income	4,718,548	-	4,718,548	4,926,840	1,756,046	2,715,927
Other Expenses	12,656,160	1,222,916	13,879,076	16,239,641	4,888,526	7,760,150
Administrative Expenses	(12,967,378)	(579,159)	(13,546,537)	(13,091,937)	(6,197,555)	(6,162,118)
Financial Expenses	(1,140,729)	-	(1,140,729)	(2,018,806)	(150,202)	(1,068,164)
Amortization of Deferred Exp.	(232,718)	-	(232,718)	-	(116,359)	-
Net Profit before Tax	(1,684,665)	643,757	(1,040,908)	1,128,898	(1,575,590)	529,868
Deferred Tax Expenses	-	-	-	(2,517)	-	-
Provision for Income Tax	(76,277)	-	(76,277)	(128,638)	(31,986)	(58,994)
Net Profit after Tax	(1,760,942)	643,757	(1,117,185)	997,743	(1,607,576)	470,874
Profit / (Loss) Brought Forward	(1,853,788)	(920,008)	(2,773,796)	(1,713,716)	(2,283,405)	(1,186,847)
Balance Transferred to Balance Sheet	(3,614,730)	(276,251)	(3,890,981)	(715,973)	(3,890,981)	(715,973)
Earning Per Share (per value Tk.10/-)			(0.10)	0.09	(0.15)	0.04


Md. Nuruzzaman
Company Secretary


Habibul Alam, Bir.Pratik
Managing Director

Selected Notes to the Financial Statement (Un-audited) for the period ended 30th June 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 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 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.107,467,205

The above amount is made up as follows

	30.06.2015	31.12.2014
Opening Balance at Cost	247,979,020	240,686,111
Add : Re-valuation surplus	-	-
Add : Addition during the period	3,104,046	7,292,909
Less : Adjustment during the period	-	-
Closing Balance at cost	251,083,066	247,979,020
Less: Accumulated depreciation	143,615,861	136,845,313
Written down value	107,467,205	111,133,707

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

The above amount is made up as follows

	31.06.2015	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. 1,629,027

The above amount is made up as follows

	31.06.2015	31.12.2014
IPTSP Project	1,223,151	1,397,887
Share Issue Expenditure	405,876	463,858
	1,629,027	1,861,745

6.00 Accounts receivable: Tk. 106,796,790

This is arrived at as under :

	30.06.2015	31.12.2014
Opening Balance	104,378,069	99,745,113
Add: Addition during the period	6,127,515	9,146,542
	110,505,584	108,891,655
Less : Received during the period	3,708,794	4,513,586
Closing Balance	106,796,790	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)	17,084,633	17,107,058
Software Sales	22,275,818	22,917,218
Networking & IT Solutions	15,655,666	15,690,829
IP Phone Bill	2,875,531	2,520,837
Data Service Bill	5,499,912	4,990,955
Fax Bill	107,470	107,470
Web Hosting & Development	9,597,169	9,587,649
VAT from party	7,486,282	7,083,791
	106,796,790	104,378,069

7.00 Advances, deposits and prepayments: Tk.16,579,196

This is made up as follows :

	30.06.2015	31.12.2014
Loan to subsidiary company	1,635,343	1,635,343
Other Advance and Prepayments	14,943,853	14,525,951
	16,579,196	16,161,294

8.00 Accrued expenses: Tk. 8,168,369

This is made up as under:

	30.06.2015	31.12.2014
Opening Balance	9,833,889	10,649,814
Add: Addition during the period	3,946,990	5,104,521
	13,780,879	15,754,335
Less : Paid/adjustment during the period	5,612,510	5,920,446
Closing Balance	8,168,369	9,833,889

9.00 Liabilities for other finance: Tk.11,113,430

The above amount is made up as follows:

	30.06.2015	31.12.2014
Security money (Internet)	372,476	372,476
Security money (Fax)	448,847	448,847
VAT	7,486,282	7,083,791
Shareholders dividend	2,805,825	2,805,825
	11,113,430	10,710,939

10.00 Short Term Loan : Tk.43,474,091

The above amount is made up as follows:

	30.06.2015	31.12.2014
Bank Loan (MBL)	7,025,223	12,126,101
Bank Loan (Farmers Bank)	10,000,000	-
SOD Loan for Flat	8,750,000	8,750,000
Loan from Managing Director	11,498,868	10,635,983
HRC Shipping	3,000,000	3,000,000
Others party	3,200,000	2,700,000
	43,474,091	37,212,084

11.00 Operating revenue: Tk.24,370,238

This is made up as following

	30.06.2015	30.06.2014
Internet bill (D/U)	181,357	375,351
Internet bill (DSL/UUCP A/C)	15,171,406	14,670,001
Data Service bill	1,255,751	2,636,506
IP Phone Bill	4,613,977	3,106,399
	21,222,491	20,788,257
Less : VAT	2,768,151	2,711,512
Net sales after VAT	18,454,340	18,076,745
Sales of software	3,663,100	5,099,176
Networking and IT solutions	2,252,798	2,723,920
Total	24,370,238	25,899,841

12.00 Operating expenses: TK.15,209,710

This consists of as follows :

	30.06.2015	30.06.2014
Bandwidth charge	5,569,828	6,456,900
Data Connectivity Exp.	1,042,592	1,010,161
Telephone line rental	12,536	25,392
Call carrying charge	2,331,175	1,429,298
Salary & Allowance	3,687,990	3,096,712
Depreciation	2,565,589	2,568,577
	15,209,710	14,587,040

13.00 Other income: TK.2,962,502

This consists of as follows :

	30.06.2015	30.06.2014
Connectivity	274,000	636,315
Web Hosting & Development	1,609,264	2,264,770
Re-installation & Servicing	260,095	259,795
Domain Registration	77,846	84,000
Miscellaneous	-	12,500
Email Forward	641,150	653,608
Antivirus CD Sales	-	1,000
Hardware sale	674,751	99,468
Insurance claim	58,275	-
Revenue from office rent	510,159	219,905
Spamwall Income	131,167	40,500
SMS Service	312,431	432,779
VPN Charge	163,200	222,200
Commission share	6,210	-
	4,718,548	4,926,840



Md.Nuruzzaman
Company Secretary



Habibul Alam, Bir Pratik
Managing Director