



AHMED ZAKER & Co.
CHARTERED ACCOUNTANTS

Independent Auditors' Report
And
Financial Statements
of

Bangladesh Telecommunications Company Limited

Telejogajog Bhaban,
37/E, Eskaton Garden, Dhaka-1000.

For the year ended 30 June, 2019

Auditor:



Ahmed Zaker & Co.

Chartered Accountants

An Independent Member Firm of Geneva Group International (GGi)

Green City Edge (Level - 10), 89, Kakrail, Dhaka-1000, Bangladesh.

Tel: 88-2-8300504-8, Fax : 88-2-8300509

E-mail: azcbangladesh@ahmed-zaker.com Web: www.ahmed-zaker.com



Independent Auditors' Report

To the shareholders of Bangladesh Telecommunications Company Limited Report on the Audit of the Financial Statements.

Qualified Opinion

We have audited the financial statements of **Bangladesh Telecommunications Company Limited** ("the Company"), which comprise the Statement of Financial Position as at 30 June 2019, and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for effects of the matters described under paragraph (1 to 14) in the Basis for Qualified Opinion section of our report, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at 30 June 2019, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), where practicable, the Companies Act 1994, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

Basis for Qualified Opinion

1. As disclosed in note # 12, the Company reported taka 365 crore as cash in transit, out of which taka 363 crore could not be verified. BTCL is being under working for completion of reconciliations for said amount which is yet to be confirmed after completion of assessment.
2. The company has presented BDT 201 crore as Advance Income Tax in Note # 11 reporting date, though Provision for Income Tax at the same date stood at 49 crore taka. As a result, excess amount of Income Tax was reported by the Company which is yet to be adjusted.
3. Land amounting Taka 28,058 crore has been transferred to the Company from Bangladesh Telegraph and Telephone Board (BTTB) through Vendor Agreement but the mutation of the land in favour of the Company completed 1,596.68 acre out of total 1,847.27 acre. Details of mutation and non-mutation of land are enumerated in Annexure-A-1;
4. As disclosed in Note # 10 Accounts receivables for the aggregate amount of Taka 2,187 crore (a significant amount of Tk. 1,656 crore came from the opening balance of 1 July, 2008) could not be verified satisfactorily all party-wise break-up of figures except local and foreign operators, related ledger account, ageing analysis, subsequent collection statement and confirmation of balances. Further, accounts receivables include current account balances with different companies. Moreover, receivables from related parties amounting Taka 330 crore remained unsettled since long. Balances of related parties yet to be confirmed or reconciled within the regular interval. In our opinion the company is very unlikely to recover the amount in full;

UTTARA Office:

Plot # 15 (C.Floor), Road # 17, Sector # 4, Uttara Model Town, Dhaka-1230. Tel: (R) 8918246, 8923233 Mobile: 01755-607600 Email: sultanahmed1@ahmed-zaker.com

CHITTAGONG Office:

74, Sk. Mujib Road, Agrabad, C/A Chittagong - 4100. Tel: 031-674103 Cell No. 01819387193 E-mail: arupchy@ahmed-zaker.com



5. We could not verify accrued expenses amounting BDT 1,836 crore (a significant amount of Tk. 357 crore came from the opening balance of 1 July, 2008) as mentioned in note no # 19.
6. As disclosed in Note # 04, the carrying amount of property, plant and equipment (PPE) was reported at BDT 31,505 crore. The Company calculates depreciation based on the aggregate value of different classes of assets. In the absence of fixed assets register, item-wise schedule of fixed assets and calculation of depreciation there of year wise, could not be verified satisfactorily. The detailed calculation of total depreciation for an amount of BDT 560 crore charged during the year also could not be verified. It is also noted that, no physical verification of PPE was conducted either at the year-end or any time during the period under audit as at June 30, 2019. Moreover, the company has never performed impairment test of its PPE which is also a non-compliance with IAS 36 paragraph 09.

However, the management could not quantify the actual effect of the above significant matters on the operating loss of the Company due to non-availability of fixed assets register. As a result, we conclude that the operating loss reported in the accompanying statement of profit or loss and other comprehensive income needs to be adjusted appropriately.

7. Deferred tax has neither been calculated nor accounted for in the accompanying financial statements resulting non-compliance of IAS 12;

Observations relating to opening balances at 1 July 2008:

As elaborated in note 2 to the accompanying financial statements, certain assets and liabilities have been accounted for as per first balance sheet of the Company as at 1 July 2008 as prepared by valuation report of M/S Rahman Rahman Huq but in the absence of details, no subsequent follow up nor monitoring of these items could not be possible and these are-

8. Renewal and reserve fund-Government represents amount receivable from Government of Bangladesh amounting BDT 173.4 crore but this amount has been carried forward from 2008 and remain unchanged and unadjusted since then;
9. Advances include BDT 1,392 crore and BDT 19 crore representing margins on Letters of Credit and advances to suppliers respectively could not be verified by us satisfactorily in the absence of schedules of the outstanding letters of credit, total commitment, current status and related information. Further, payable of outstanding letter of credits payable to the contractors and suppliers for Taka 867 crore in relation to projects as appearing in note 15 could not be verified by us in the absence of relevant schedule, supporting and subsequent position. The noted amount of Taka 867 crore has remained unchanged since long;
10. Stores and spares for BDT 76 crore (balance Taka 61 crore as of 1 July 2008) including the valuation thereof could not be satisfactorily verified by us in absence of updated schedule including obsolete and damaged items. The noted amount of BDT 76 core has remained unchanged since long. Further, no year-end verification of stores and spares has been carried out at 30 June 2019;



11. The Company accounted for interest on term loans for the whole tenure of the loans at the time of valuation at 30 June 2008. Accordingly, no interest on term-loans has been charged in the accompanying financial statements.
12. We could not verify security deposit & others amounting Taka 167 crore satisfactorily in the absence of agreements, schedule and related supporting documents. Moreover, we could not verify VAT and duties payable amounting Taka 54 crore in absence of schedule, invoices, Government treasury challans etc.;
13. We could not verify, a) Loan to employees BDT 9.7 crore, b) Retirement benefit BDT. 624 crore and c) long-term pension liability (family & pensioners) Tk. 1,662 crore as appearing in Note-23;
14. Other long-term liabilities comprising impaired assets for BDT 4,236 crore and others for BDT 5.98 core have been accounted for in the accompanying financial statements having no plan for liquidation of such liability in a foreseeable future.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matter

We draw attention on the following matters in respect of which our opinion is not qualified:

- As disclosed Retained earnings balance has been shown as Tk. (2,240) crore. The company has been incurring loss for consecutive three years including current year. Due to making loss continuity, its retained earnings balance is running out frequently, hence this scenario casts a significant doubt about the company's ability to continue as a going concern in future. But operating cash flows is positive during the year.
- As disclosed in Note # 26, the company recognized total revenue at BDT 886 crore but as per VAT return (Mushuk-19) total revenue for the year depicts at BDT 747 crore representing difference BDT 139 crore. BTCL has been submitting VAT return as cash basis collection instead of accrual basis. This practice out in line with VAT Law.



Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

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

In preparing the financial statements, management is responsible for assessing the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Report on other legal and regulatory requirements

We also report the following:

- a) we have obtained all the information and explanation 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 account as required by law have been kept by the company so far as it appeared from our examination of those books; and
- c) the statement of financial position and the statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

Location: Dhaka

Dated: November 28, 2019


Ahmed Zaker & Co.
Chartered Accountants





Bangladesh Telecommunication Company Limited

Statement of Financial Position

As at June 30, 2019

Particulars	Notes	Amount In Taka	
		30 June , 2019	30 June , 2018
Assets:			
Non-Current assets			
		330,234,576,191	330,315,233,138
Property, Plant and Equipment, net	4.00	315,058,722,556	319,664,504,135
Capital Work-in- Progress	5.00	15,175,853,635	10,650,729,003
Other Non Current Assets			
		4,616,890,547	4,619,260,102
Government Provident Fund(GPF)- Contra	6.00	2,797,808,229	2,797,808,229
Renewal and Reserve Fund- Government	7.00	1,734,237,000	1,734,237,000
Investment in Shares	8.00	84,845,318	87,214,873
Total Non Current Assets		334,851,466,738	334,934,493,240
Current Assets			
		65,630,702,143	62,461,948,712
Stores and Spares	9.00	761,521,538	761,521,538
Accounts Receivables	10.00	21,871,014,397	23,052,380,444
Advances, Deposit and Prepayments	11.00	16,243,203,240	15,924,773,637
Cash and Cash Equivalents	12.00	26,754,962,968	22,723,273,093
Total Assets:		400,482,168,882	397,396,441,952
Equity and Liabilities			
Owners' Equity			
		258,098,663,846	261,782,797,104
Share Capital	20.00	1,800	1,800
Equity Reserve	21.00	280,515,065,849	280,515,065,849
Un- Realize Gain / (Loss) on Investment		(20,159,245)	(17,789,691.00)
Retained Earnings		(22,396,244,557)	(18,714,480,854)
Non-current Liabilities			
		96,935,337,593	93,412,816,202
Loans -Long Term Portion	22.01	29,101,914,766	25,229,393,375
Loans-Term Liabilities to Employees	23.00	22,611,417,821	22,961,417,821
Government Provident Fund(GPF) - contra	24.00	2,797,808,229	2,797,808,229
Other Long -Term Liabilities	25.00	42,424,196,777	42,424,196,777
Current Liabilities			
		45,448,167,443	42,200,828,646
Current Portion of Long Term Loans	22.02	11,645,621,219	10,557,770,059
Security Deposits and Others	13.00	2,937,036,651	1,673,760,301
Payable to Contractors and Suppliers	14.00	8,673,384,009	8,673,384,009
VAT and Duties Payables	15.00	572,179,923	546,457,755
Employees Emolument Deductions	16.00	14,541,096	14,370,315
Provision for Income Tax	17.00	488,621,974	425,026,712
Provision for Bad Debts	18.00	2,750,738,859	2,735,587,726
Accrued Expenses	19.00	18,366,043,712	17,574,471,769
Total Liabilities		142,383,505,036	135,613,644,848
Total Equity and Liabilities		400,482,168,882	397,396,441,952

The annexed notes 01 to 33 are an integral part of these financial statements.

Director

Managing Director

Director

Signed as per our separate report on same date.

Location: Dhaka

Dated: November 28, 2019

Ahmed Zaker & Co.
Chartered Accountants





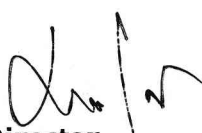
Bangladesh Telecommunication Company Limited

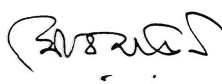
Statement of Profit or Loss and Other Comprehensive Income

For the year ended June 30, 2019

Particulars	Notes	Amount In Taka	
		30 June, 2019	30 June, 2018
Revenue	26	8,868,131,469	11,403,609,001
Less: Cost of services	27	3,998,186,311	5,470,107,769
Less: Administrative expenses	28	3,916,965,217	4,018,657,613
Less: Repairs and maintenance	29	339,679,130	346,652,961
Less: Depreciation	4	5,607,312,398	5,916,069,367
		13,862,143,056	15,751,487,710
Operating loss		(4,994,011,587)	(4,347,878,709)
Add: Non - operating income	30	1,731,078,920	1,196,586,482
Less: Bank charges		(10,156,421)	(9,547,583)
Less: Foreign exchange (loss)		(345,079,353)	(656,055,425)
Net loss before tax		(3,618,168,441)	(3,816,895,235)
Less: Income tax expense	17	(63,595,262)	(77,000,000)
Net loss after tax		(3,681,763,703)	(3,893,895,235)
Other comprehensive income/(loss)		(2,369,555)	(29,772,369)
Unrealized Loss from investment in shares	8	(2,369,555)	(29,772,369)
Total comprehensive income /(loss)		(3,684,133,258)	(3,923,667,604)

The annexed notes 01 to 33 are an integral part of these financial statements.

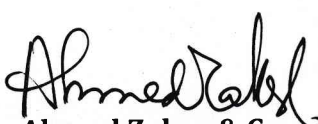

Director


Managing Director


Director

Signed as per our separate report on same date.

Location: Dhaka
Dated: November 28, 2019


Ahmed Zaker & Co.
Chartered Accountants

Bangladesh Telecommunication Company Limited

Statement of Changes in Equity
 For the year ended June 30, 2019

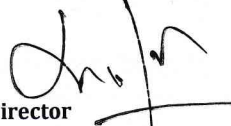
Particulars	Amount In Taka				
	Share Capital	Equity Reserve	Un- Realize Gain / (Loss)	Retained Earnings	Total
Balance as on June 30, 2018	1,800	280,515,065,849	(17,789,691)	(18,714,480,854)	261,782,797,104
Net loss for the year	-	-	-	(3,681,763,703)	(3,681,763,703)
Un- Realize Gain / (Loss)	-	-	(2,369,555)	-	(2,369,555)
Balance as on June 30, 2019	1,800	280,515,065,849	(20,159,246)	(22,396,244,557)	258,098,663,846

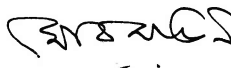
Statement of Changes in Equity

For the year ended June 30, 2018

Particulars	Amount in Taka				
	Share Capital	Equity Reserve	Un- Realize Gain / (Loss)	Retained Earnings	Total
Balance as on June 30, 2017	1,800	280,515,065,849	11,982,678	(14,820,425,189)	265,706,625,138
Adjust. made during the year	-	-	-	(160,430)	(160,430)
Un- Realize Gain / (Loss)	-	-	(29,772,369)	-	(29,772,369)
Net loss for the year	-	-	-	(3,893,895,235)	(3,893,895,235)
Balance as on June 30, 2018	1,800	280,515,065,849	(17,789,691)	(18,714,480,854)	261,782,797,104

The annexed notes 01 to 33 are an integral part of these financial statements.


 Director


 Managing Director


 Director

Location: Dhaka
 Dated: November 28, 2019



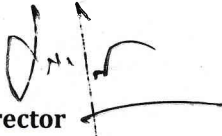
Bangladesh Telecommunication Company Limited

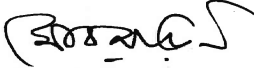
Statement of Cash Flows

For the year ended June 30, 2019

Particulars	Amount in Taka	
	30 June, 2019	30 June, 2018
Cash Flows from operating Activities:		
Net loss before tax	(3,618,168,441)	(3,816,895,235)
Adjustment for Non Cash items		
Depreciation charged during the year	5,607,312,398	5,916,069,367
Cash Flows from operations	1,989,143,957	2,099,174,132
Changes in working capital		
(Increase)/decrease in accounts receivable	1,196,517,180	251,049,202
(Increase)in advances	(318,429,603)	(409,699,007)
Increase in security deposits and others	1,263,276,350	482,778,326
Increase/(Decrease) in VAT and duties payable	25,722,167	(14,286,599)
Increase in current portion of long -term loan	1,087,851,160	1,292,507,887
Increase/(decrease) in accrued expenses	791,571,942	1,388,427,456
(Decrease)/increase in employees emolument deductions	170,781	1,805
	4,046,679,976	2,990,779,070
Net cash flows from operating activities-A	6,035,823,933	5,089,953,202
Cash flows from investing activities:		
Acquisition of Property, plant and equipment	(1,001,788,219)	(264,218,108)
Cash receipt from disposal assets	257,401	2,425,000
Capital work-in- progress	(4,525,124,632)	(1,372,439,293)
Net Cash flows from investing activities-B	(5,526,655,450)	(1,634,232,401)
Cash flows from financing activities:		
Increase/(decrease) in long term loans	3,872,521,391	818,615,747
Decrease in long- term liabilities to employees	(349,999,999)	(500,071,569)
Net Cash flows from financing activities-C	3,522,521,392	318,544,178
Net increase of cash and cash equivalents(A+B+C)	4,031,689,875	3,774,264,979
Cash and cash equivalents at the beginning of the year	22,723,273,093	18,949,008,114
Closing cash and cash equivalents at the end of the year	26,754,962,968	22,723,273,093

The annexed notes 01 to 33 are an integral part of these financial statements.


 Director


 Managing Director


 Director

Location: Dhaka

Dated: November 28, 2019





Bangladesh Telecommunications Company Limited
Notes to the Financial Statements
For the Year ended June 30, 2019

1 Introduction and objective

1.1 Historical background of BTCL

The Telegraph branch under the posts and Telegraph Department was created in 1853 in the then British India and was regulated afterwards under the Telegraph Act of 1885. The Telegraph branch was reconstructed in 1962 in the then Pakistan as Pakistan Telegraph and Telephone Department. After the independence of the People's Republic of Bangladesh in 1971, Bangladesh Telegraph and Telephone Department was set up under the Ministry of posts and Telecommunications to run the Telecommunications services in Bangladesh. This was converted into a corporate body named "Telegraph and Telephone Board" by promulgation of Telegraph and Telephone Board Ordinance, 1975. In pursuance of Ordinance No.XII of 1979 promulgated on 24 February 1979, Telegraph and Telephone Board was converted to "Bangladesh Telegraph and Telephone Board" as a Government body.

Under the Bangladesh Telegraph and Telephone Board (Amendment) Ordinance, 2008, the Government in public interest, by agreement transferred the entire undertaking of the Board to a public limited company registered under the companies Act, 1994 namely Bangladesh Telecommunications Company Limited (BTCL) from 1 July 2008. The management of the Company is vested in Board of Directors consisting of 9 members.

Undertaking of the Board includes its officers and employees, business, projects, schemes, assets, rights, powers, license, authorities and privileges, its properties, movable and immovable, reserve funds, investments, deposits, borrowings, liabilities and obligations of whatever nature but does not include those related to the submarine cable.

After the dissolution of the BTTB, all of the officers and employees who were serving under the dissolved Board are deemed to be officers or, as the case may be, employees of the BTCL on such terms and conditions as may be determined by the BTCL or, until so determined, on the same terms and conditions as were applicable to them in the dissolved Board prior to its dissolution.

A German consultant firm namely M/s DETECON GmbH was appointed to value the assets and liabilities of BTTB for the conversion purpose. Due to time constraint, the consultant firm had to value the assets and liabilities and net worth of BTTB as on 30 September 2007. Subsequently, the Board of Directors of Bangladesh Telecommunications Company Limited decided to update the value as on 30 June 2008 as all the assets and liabilities of BTTB were transferred to BTCL as on 01 July 2008 through a vendors agreement dated 30 June 2008 between Government of the people's Republic of Bangladesh (GOB) and BTCL. The report of Rahman Rahman Huq (RRH) an independent valuer and first balance sheet as on 30 June 2008 drawn by them formed the basis for preparation of 2008-2009 financial statements.

1.2 Address of registered office and place of business of the company:

Registered office of the company is situated at Telejogajog Bhaban, 37/E, Eskaton Garden, Dhaka-1000.

1.3 Nature of Business

Bangladesh Telecommunications Company Limited is a public sector telecommunication service provider in Bangladesh. The Company provides the services like Telegraph, Local Telephone Network, Nationwide dialing (NWD), International telephone call facilities, International circuits leasing, International maritime satellite communication and internet and data services.

2 Basis of Preparation of financial statements

2.1 Statement of compliance

These financial statements have been prepared in accordance with International Accounting Standards (IAS), International Financial Reporting Standards (IFRS), the Companies Act 1994, and other applicable laws and regulations in Bangladesh.

The accompanying financial statements have been consolidated based on the returns received from 128 operating units certified by the management of the Company.

2.2 Basis of measurement

The accounts have been prepared on a going concern basis under historical cost convention.

2.3 Functional and presentation currency

The accounts are presented in Bangladesh Taka which is both functional currency and presentation currency of the company. The figures of financial statements have been rounded off to the nearest Taka.

2.4 Use of estimates and judgments

The preparation of accounts 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. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimate is revised if the revision affects only that year or in the year of revision and future periods if the revision affects both current and future periods.

2.5 Components of the Financial Statements:

According to IAS-1 "Presentation of Financial Statements" the complete set of financial statements include the following:

- i) Statement of Financial Position as at June 30, 2019.
- ii) Statements of Profit or Loss and other Comprehensive Income for the year ended June 30, 2019.
- iii) Statement of Changes in Equity for the year ended June 30, 2019.
- iv) Statement of Cash flows for the year ended June 30, 2019.
- v) Accounting policies and explanatory notes.

3 Significant accounting policies

Accounting policies set out below have been applied consistently in preparation and presentation of financial statements.





3.1 Property, plant and equipment (PPE)

Recognition of property, plant and equipment

These are capitalized at cost of acquisition and subsequently stated at cost less accumulated depreciation in compliance with the benchmark treatment of IAS 16 "Property, plant and Equipment". The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its operating condition for its intended use inclusive of inward freight, duties and non-refundable taxes.

Depreciation of property, plant and equipment

Depreciation on items of property, plant and equipment is provided on a straight-line method over the estimated useful lives of each item of property, plant and equipment except Vehicles, IP data and Test equipment on which depreciation has been charged on reducing balance method. For addition to property, plant and equipment, depreciation is charged from the date of capitalization up to the month immediately preceding the month of disposal. Depreciation method, useful lives and residual values are reassessed at each reporting date. The estimated useful lives for different type of assets in years are as follows.

<u>Items</u>	<u>Years</u>
Buildings	50
Towers	50
Exchange equipment	15
Transmission	15
Outside plants	30
Electric Power and environmental control	15
Vehicles	05
Office equipment, furniture and fixtures	10
IP data	15
Equipment under mobile project	15
Test equipment	15

The repairs & maintenance cost of the day to day servicing of the property, plant & equipment are recognized in the statement of profit or loss and other comprehensive income as and when incurred.

No depreciation is charged on land and capital work-in-progress.

3.2 Capital work-in-progress

Capital work-in-progress consists of acquisition costs of plant and machinery, capital components and related installation cost until the date of capitalization of assets. In case of import of components, capital work-in-progress is recognized when their shipment is confirmed by the supplier.

3.3 Stores & Spares

Stores items were valued at original cost as available. Old items known to have no value were valued at Taka 1 each for identification purposes.

3.4 Accounts receivables

(a) Recognition and measurement

Accounts receivable consists of unpaid bills receivable from subscribers and unbilled revenue recognized at the balance sheet date and are stated net of bad debts provision.



(b) Provision for bad and doubtful debts

Unlikely previous years, the company has made provision for bad and doubtful debts at 2% on gross accounts receivables. Accordingly, a provision of Taka 46,104,761 has been made for bad and doubtful debts for the year under review.

3.5 Basis of payments to BTRC

The company has acquired 07 licenses from Bangladesh Telecommunications Regulatory Commission (BTRC) for various terms. The Company did not require to pay acquisition fee (exempted) but is required to pay following annual renewal fees/charges:

- A) PSTN license fee: annual fee of TK 10,000,000
- B) International Gateway (IGW) service license fee: annual fee of TK 37,500,000
- C) International Exchange (IEX) service license fee: annual fee of TK 12,500,000
- D) International Internet Gateway (IIG) service license fee: annual fee of TK 250,000
- E) Nationwide ISP (NISP) service Endorsement fee: annual fee of TK 100,000
- F) Nationwide Telecommunication Transmission Network (NTTN) license fee: annual fee of TK 2,50,000
- G) International Terrestrial Cable (ITC) license fee: annual fee of TK 2,51,00,000

In addition, the Company is required to pay share of telecom revenues to BTRC calculated at various rates as prescribed by BTRC.

3.6 Employee Benefits

Pursuant to the vendors agreement executed on 1 July 2008 between the Government of Bangladesh and BTCL, the employees will be on the account of Government for 2(two) subsequent years and thereafter options will be obtained as to their performance whether employment of any employee or staff should be transferred to the company or shall remain with the Government.

In view of the above, no provision for pension and gratuity has been made in the accompanying financial statements.

In addition, BTCL maintains both defined contribution plan and defined benefit plan for its eligible permanent employees. The eligibility is determined according to the terms and conditions approved by the Government.

(A) Defined contribution plan (provident fund)

All permanent employees usually contribute 10% of their basic salary to the general provident fund but it may vary based on his/her declaration subject to government rules and regulations in this regard. The Company collects the contributions from the employees and deposits the same to the Government exchequer.

(B) Defined benefit plan (pension)

Define benefit plan is a requirement benefit plan under which amount to be paid and determined by reference to employees' earnings and years of service. The recognized Employees' Pension Fund is considered as defined benefit plan as it meets the recognition criteria. The BTTB/BTCL's obligation is to provide the agreed benefits to required employees as per condition of the fund.





(C) Short-term employees' benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

(D) Salary payments until pension ability

This is the accumulated cost attributable to the employees of discounting business of BTTB telegraph and telex service. BTTB has discounted their telegraph and telex service but still employs the related personnel who are yet to be retired. These employees are under-employment, distributing the revenue invoices once a month and performing some manual invoicing activities for internet customers.

3.7 Income tax

As per Income tax Ordinance, provision made during the year on @ 0.60% on gross receipts has been made in the accompanying financial statements.

3.8 Revenue recognition

- a) Telecom revenues are recognized when services are rendered.
- b) Interest on term deposits has been recognized on accrual basis.
- c) Dividend income is recognized on cash receipt basis.

3.9 Foreign currency transactions

Transactions in foreign currencies are recorded in the books at rate of exchange prevailing on the date of the transactions. Monetary assets and liabilities in foreign currencies at the balance sheet date are translated into Bangladesh Taka at the rate of exchange prevailing at the balance sheet date.

3.10 Contingent Liabilities:

Contingent liabilities are current or possible obligations or on liabilities arising from past events and existence of which depends upon the occurrence or non-occurrence of one or more uncertain future events which are not within the control of the company. In accordance with IAS-37, they are disclosed in the Note No. 32 hereunder.

3.11 Comparative Information

Comparative information has been disclosed in respect of the previous year for all numerical information in the financial statements and also the narrative and descriptive information when it is relevant for understanding of the current year financial statements.

3.12 General:

- a) The company has neither any investment in shares in Telephone Silpa Sangstha Ltd. And Bangladesh Cable Shilpa Ltd. Nor any interest therein except business linkage as the Government owned entities in the similar sector. Further, the Company has no control on the management of the aforesaid companies who are independently managed by their Boards of Directors as separate entities;
- b) The figures have been rounded off to the nearest Taka; and
- c) The figures relating to previous period have been rearranged to conform current year's presentation, where considered necessary.





4.00 Property , Plant & Equipment: Tk. 315,058,722,556

This is made as follows :

Particulars

		Amonut in Taka	
		30 June , 2019	30 June , 2018
Opening Balance	417,438,131,435	417,178,035,827	
Add: Addition during year	1,001,788,219	264,218,108	
Less: Disposal during the year	(437,581)	(4,122,500)	
Total Assets:	418,439,482,073	417,438,131,435	

Depreciation:

Opening balance	97,773,627,300	91,859,255,433	
Add: Depreciation Charged during year	5,607,312,397	5,916,069,367	
Less: Adjustment during year	(180,180)	(1,697,500)	
Total	103,380,759,517	97,773,627,300	

Written down Value as at June 30 2019

315,058,722,556	319,664,504,135
------------------------	------------------------

The details schedul of property , plants & Equipment are shown in attached Annexure-A.

5.00 Capital work In progress: Tk. 15,175,853,635

This is made as follows :

Particulars

Opening Balance

TNDP	3,438,305,658	3,438,292,450
171 KL	28,776,277	-
290 Upazila	4,648,882,865	3,929,152,220
WBND, kakrail	2,471,416,155	-
DWDM	63,348,049	1,910,845,040
Total	10,650,729,004	9,278,289,710

Addition During the year (Note:5.01)

	4,525,124,632	1,372,439,293
Less: Transfer to property plant and Equipments	-	-
Closing Balance	15,175,853,635	10,650,729,003

Movement of Capital work-in-progress:

Name of project	Opening balance as at 01.07.18	Addition	Deduction/ Transfer	Closing balance as at 30.06.19
171 KL	28,776,277	-	-	28,776,277
TNDP-JICA	3,438,305,658	1,150	-	3,438,306,808
MOTN	-	4,435,996,988	-	4,435,996,988
OFC network at educational	-	89,126,494	-	89,126,494
290 Upazilla Optical Fiber	4,648,882,865	-	-	4,648,882,865
DWDM	63,348,048	-	-	63,348,048
WBND,Karail	2,471,416,155	-	-	2,471,416,155
Total 2018-2019	10,650,729,003	4,525,124,632	-	15,175,853,635

5.01 Additions during the year: Tk. 4,525,124,632

This is made up as follows:

Particulars

Building under construction	26,037,116	-
Plant and equipment under construction	4,259,097,212	244,296,319
Other	239,990,304	1,128,142,974
Total:	4,525,124,632	1,372,439,293



Amonut in Taka	
30 June , 2019	30 June , 2018

6.00 Government provident fund(GPF): Tk. 2,797,808,229
This is made up as follows:

Particulars

Opening balance	2,797,808,229	2,620,559,013
Amount deducted during the year from employees	-	177,249,216
Closing balance	2,797,808,229	2,797,808,229

The above represents amount deducted from employees as Government provident fund contribution and deposited to the Government treasury.

7.00 Renewal and reserve fund- Government: Tk. 1,734,237,000

This is made up as follows:

Particulars

Renewal and reserve fund- Government	1,734,237,000	1,734,237,000
Total:	1,734,237,000	1,734,237,000

This represents the amount receivable from the Government of Bangladesh as valued by M/S Rahman

Rahman Huq and related terms and conditions are yet to be arrived at as to recovery of the aforesaid fund.

8.00 Investment in Shares: Tk. 84,845,318

This is made up as follows:

Particulars

A) Inmarsat plc.UK(145,742 shares @ GBP 5.45 each listed in London Stock Exchange)	84,163,599	86,533,154
B)Inmarsat Holding Ltd.UK (5000 shares @ GBP 1 each is nonlisted and valuation has been made on the basis of cost	681,719	681,719
Total:	84,845,318	87,214,873

Note: Share price of Inmarsat Plc was GBP 5.45 at the year end of 30 June 2019, as a result appropriate adjustment has been made in the financial statements.

9.00 Stores and spares: Tk. 761,521,538

This is made up as follows:

Particulars

Cables	643,205,856	643,205,856
Stores	114,175,770	114,175,770
Apparatus and associated items	2,025,467	2,026,467
Electrical instruments & accessories	2,113,445	2,113,445
Total:	761,521,538	761,521,538

In Cable & Stores Taka 61.15 crore was brought forward from June 30, 2008

10.00 Accounts receivables: Tk. 21,871,014,397

This is made up as follows:

Particulars

Local operators (Annexure "B")	3,733,328,043	3,615,726,601
Foreign operators (Annexure "C")	7,551,441,863	9,182,431,644
Local customers	4,756,433,136	4,349,518,937
Closed number owing companies	1,650,013,069	1,650,013,069
Other IGW as BTCL ICX	15,015,794	15,015,794
Other IGW as BTCL ANS	29,913,614	29,913,614
Other operating activities	780,654,973	788,902,250
Non-operating activities	49,084,477	49,084,477
Receivables form related parties	3,305,129,428	3,371,774,058
10.01	21,871,014,397	23,052,380,444
10.02		



Amonut in Taka	
30 June , 2019	30 June , 2018

10.01 Local customers: Tk. 4,756,433,136

This is made up as follows:

Particulars

Opening Balance	4,349,518,937	4,082,872,268
Add: Addition During the year	2,270,388,363	3,921,267,855
	6,619,907,300	8,004,140,123
Less: Adjustment during the year	(1,863,474,164)	(3,654,621,186)
Closing Balance	4,756,433,136	4,349,518,937

10.02 Receivables form related parties : Tk. 3,305,129,428

This is made up as follows:

Particulars

Teletalk Bangladesh Limited	543,690,364	543,690,364
Government of the people's Republic of Bangladesh	163,043,641	163,043,641
Bangladesh Submarine Cable Company Limited	765,021,640	831,666,270
Government Companies	128,182,966	128,182,966
Telephone Silpa Sangstha Limited	1,212,251,458	1,212,251,458
Bangladesh Cable Shilpa Limited	492,939,359	492,939,359
Total:	3,305,129,428	3,371,774,058

11.00 Advances, Deposit and Prepayments : Tk. 16,243,203,240

This is made up as follows:

Particulars

Temporary advances	1,468,178	1,460,178
TA advances	3,008,715	3,008,715
Other advances	16,238,726,347	15,920,304,744
Total:	16,243,203,240	15,924,773,637

11.01 Other Advances : Tk. 16,238,726,347

This is made up as follows:

Particulars

Advances to suppliers	193,792,461	193,792,461
L/C margins, CD/VAT with Custom Houses	13,973,210,927	13,926,748,571
Advances income tax	2,017,928,760	1,747,642,483
Others	53,794,199	52,121,229
Total:	16,238,726,347	15,920,304,744

12.00 Cash and cash equivalents : Tk. 26,754,962,968

This is made up as follows:

Particulars

Cash in hand	15,749,874	4,574,466
Cash at banks	1,702,012,595	4,024,118,119
Term deposits	21,383,453,206	15,028,318,472
Cash in transit	3,653,747,293	3,666,262,035
Total:	26,754,962,968	22,723,273,093





Amonut in Taka	
30 June , 2019	30 June , 2018

13.00 Security deposits and others: Tk. 2,937,036,651

This is made up as follows:

Particulars

Deposits for contributory works	1,214,541,374	843,229,930
Deduction from contractors and suppliers	3,077,981	3,077,981
Security money	106,105,196	88,532,115
Deposits from customers	334,015,702	268,624,728
Security deposits	301,088,986	290,295,547
Advance received from related party	978,207,413	180,000,000
Total:	2,937,036,651	1,673,760,301

14.00 Payable to contractors and suppliers: Tk. 8,673,384,009

This is made up as follows:

Particulars

Unpaid letters of credit-project	8,673,384,009	8,673,384,009
Total:	8,673,384,009	8,673,384,009

15.00 VAT and duties payables: Tk. 572,179,923

This is made up as follows:

Particulars

Customs and excise payable	16,472,942	16,472,942
VAT payable	558,524,608	532,823,704
TDS Payable	1,282,100	1,260,836
Others	(4,099,727)	(4,099,727)
Total:	572,179,923	546,457,755

16.00 Employees emolument deductions : Tk. 14,541,096

This is made up as follows:

Particulars

Employees amolument deductions	14,541,096	14,370,315
Total:	14,541,096	14,370,315

This refers to amount deducted from the employees during the year under review on account of Government Provident Fund which are yet to be deposited to the Government treasury. This amount is exclusive from the amount of 279.78 crores appearing in Note - 6.

17.00 Provision for income tax: Tk. 488,621,974

This is made up as follows:

Particulars

Opening balance	425,026,712	348,026,712
Less: Adjustment made during the year	-	-
Add: provision for the year	63,595,262	77,000,000
Closing balance	488,621,974	425,026,712

18.00 Provision for bad debts : Tk. 2,750,738,859

This is made up as follows:

Particulars

Local operators	328,740,374	327,174,505
Foreign operators	472,739,723	472,641,554
Private-normal	211,747,145	202,028,298
Closed number owing companies	1,641,200,372	1,640,112,991
Provision made for other receivables	96,311,246	93,630,377
Total:	2,750,738,859	2,735,587,726





19.00 Accrued expenses: Tk. 18,366,043,712

This is made up as follows:

Particulars

Officers salary and allowances
Staff salary and allowances
General expenses
Audit fees
Accrued repairs & maintenance
Capacity charges & settlements
Interconnection & Settlements-Domestic
BTRC revenue share
BTRC frequency charge
Bangladesh Submarine Cable Company Ltd
Telephone Shilpa Shangstha-TSS

Amonut in Taka	
30 June , 2019	30 June , 2018
428,940	428,940
11,877,451	11,877,451
1,053,492,872	1,052,699,543
843,000	843,000
363,440	358,251
287,452,248	286,570,522
561,055,774	272,171,822
14,835,687,425	14,116,135,547
82,201,550	82,201,550
104,075,270	322,619,402
13,276,010	13,276,010
16,950,753,980	16,159,182,038

Movement & Aging of General expenses, Capacity charges & settlements, Interconnection & Settlements-Domestic and BTRC revenue share are shown in "Annexure-D"

Government of Bangladesh/Quasi Government:

Deposit payable on demand
Other Payable-GOB
Welfare fund
Contributory deposit
Other payable-GOB- VAT on GOV.Tell.Bill

47,152,342	47,152,342
18,501,671	18,501,671
108,400	108,400
16,417,459	16,417,459
501,387,549	501,387,549
583,567,421	583,567,421
831,722,310	831,722,310
18,366,043,712	17,574,471,769

Project liabilities

Total:

20.00 Share Capital: Tk. 1,800

This is made up as follows:

Authorized share capital

150,000,000 shares of Taka 100 each

Total:

15,000,000,000	15,000,000,000
15,000,000,000	15,000,000,000

Paid up share capital

18 Shares of Taka 100 each

Total:

1,800	1,800
1,800	1,800

Name of shareholders & respective Ministries/Agencies

Represented by

Ministry of post and Telecom. Mr. Ashok Kumar Biswas
Ministry of Finance Mr. Md. Habibur Rahman
Ministry of Information Mr. Mohammad Azharul Haque
Ministry of Post and Telecom Mr. Md. Azizul Islam
Bangladesh Army, Dhaka Cantonment Brig. Gen Md. Mustafa Kamal
ICAB Mr. Mahmudul Hasan Khusru, FCA
BUET Dr. Satya Prasad Majumder
FBCCI Mrs. Monowara Hakim Ali
Managing Director, BTCL Mr. Iqbal Mahmud

200	200
200	200
200	200
200	200
200	200
200	200
200	200
200	200
1,800	1,800

Total:

The entire amount of above paid up capital has been paid by the Government.



Amonut in Taka	
30 June , 2019	30 June , 2018

21.00 Equity reserve: Tk. 280,515,065,849

This is made up as follows:

Particulars

Equity reserve

Total:

280,515,065,849	280,515,065,849
280,515,065,849	280,515,065,849

This amount represents difference of assets and liabilities of earstwhile Bangladesh Telegraph and Telephone Board (BTTB) taken over by the company as on June 30, 2008 according to the valuation carried out by M/S Rahman Rahman Huq,an independent valuer.

22.00 Loans:

22.01 Long term portion: Tk. 29,101,914,766

This is made up as follows:

Particulars

Foreign loans

Government loans

Total:

22.01.01	4,309,343,584	5,052,115,391
	24,792,571,182	20,177,277,984
	29,101,914,766	25,229,393,375

The foreign loan represents balances of principal including interest since 2008. During the year the rate of foreign currency fluctuation has been reflected in the foreign loans.

22.01.01 Foreign loans: Tk. 4,309,343,584

This is made up as follows:

Particulars

Principal

Interest

Total:

4,118,459,529	4,822,255,977
190,884,056	229,859,414
4,309,343,584	5,052,115,391

22.02 Long-term loan-current portion: Tk. 11,645,621,219

This is made up as follows:

Particulars

Foreign loans

Total:

22.02.01	11,645,621,219	10,557,770,059
	11,645,621,219	10,557,770,059

22.02.01 Foreign loans: Tk. 11,645,621,219

This is made up as follows:

Particulars

Principal

Interest

Total:

10,720,980,934	9,695,273,887
924,640,285	862,496,172
11,645,621,219	10,557,770,059

At the year end loss of Taka 345,079,353 has been recognised in the financial statements due to translation of foreign loan at the closing exchange rate of the day.

23.00 Loans-term liabilities to employees: Tk. 22,611,417,821

This is made up as follows:

Particulars

Loan To Employpess

Pension Liabilities

Retirement benefit

Total:

23.01	97,115,042	97,115,042
	16,271,453,163	16,621,453,163
	6,242,849,616	6,242,849,616
	22,611,417,821	22,961,417,821





23.01 Pension Liabilities : Tk. 16,271,453,163

This is made up as follows:

Particulars

Long Term Pension Payment- Family
Long Term Pension Payment- Pensioners
Total:

Amonut in Taka	
30 June , 2019	30 June , 2018
1,174,568,000	1,174,568,000
15,096,885,163	15,446,885,163
16,271,453,163	16,621,453,163

24.00 Government provident fund(GPF): Tk. 2,797,808,229

This is made up as follows:

Particulars

Opening balance
Amount deducted during the year from employees
Closing balance

2,797,808,229	2,620,559,013
-	177,249,216
2,797,808,229	2,797,808,229

The above represents amount deducted from employees as Government provident fund contribution and deposited to the Government treasury.

25.00 Other long -term liabilities: Tk. 42,424,196,777

This is made up as follows:

Particulars

Impaired Asset
Others
Total:

42,364,400,165	42,364,400,165
59,796,612	59,796,612
42,424,196,777	42,424,196,777

25.01 Impaired Asset: Tk. 42,364,400,165

This is made up as follows:

Particulars

Salary Payments untill Pension ability
Demolition Cost-Tejgaon & Tongi
EMD, CB & Magneto exchange
Universal Service Obligation
Total:

1,136,060,627	1,136,060,627
4,639,716	4,639,716
120,715,053	120,715,053
41,102,984,769	41,102,984,769
42,364,400,165	42,364,400,165

The above items are as per valuation report as on June 30, 2008.

Salary Payment Untill Pension ability

This is the accumulated cost attributable to the employees of discontinuing business of BTTB telegraph and telex service. BTTB has discontinued their telegraph and telex service but still employes the related personnel who are yet to be retired .These employees are under- employment, distributing the revenue invoices once in a month and performing some manual invoicing activities for internet customers.

Demolition Cost

Estimated cost to be incurred to demolish the dilapidated stores and workshop building at Tejgaon & Tongi.

EMD,CB AND Magneto Exchange

Estimated loss of impaired asset to be incurred for the next 10 years.





Amonut in Taka	
30 June , 2019	30 June , 2018

Universal service Obligation

BTCL is required as a condition of its license to provide universal telephone service throughout Bangladesh without taking the economics of the economics into account. Due to this unavoidable Universal service Obligation (USO), the cost of this services is estimated for BTCL for next 20 years when this BTCL was formed. Considering all operational cost factors and depreciation of infrastructure for switches, transmission and outside plant the majority of the exchanges are currently at loss. To reflect an USO scenario and the estimated liabilities , the financial impact has been calculated for the continuation of loss making operations with the network configuration that BTCL has. The provisions have been estimated for the loss making exchange for 20 years.

26.00 Revenue : Tk. 8,868,131,469

This is made up as follows:

Particulars

Telephone revenue	1,920,607,027	2,255,122,038
IGW Revenue	5,268,351,202	7,688,186,732
ICX Revenue for ISD Incomming calls	218,504,143	177,399,660
ANS Revenue for ISD Incomming calls	19,980,919	26,848,626
Revenue from capacity lease	28,371,204	31,780,908
Internet and data services	1,323,087,257	992,297,870
Value Added Services	87,951,216	230,718,918
Telegraph services	1,278,501	1,254,249
Total:	8,868,131,469	11,403,609,001

27.00 Cost of services: Tk. 3,998,186,311

This is made up as follows:

Particulars

Interconnection ant settlement	1,195,620,242	1,684,146,809
BTRC revenue sharing	2,494,862,119	3,152,271,818
Capacity charges and settlements	176,342,647	461,131,053
BTRC license fees	126,919,085	77,087,486
Sales Commission	4,442,218	95,470,603
Total:	3,998,186,311	5,470,107,769

28.00 Administrative expenses: Tk. 3,916,965,217

This is made up as follows:

Particulars

Staff cost

Officers salary and allowances	348,558,777	340,781,271
Staffs salary and allowances	2,270,925,186	2,216,603,617
Officers/ staffs benefits	340,982,792	337,219,590
Officers/ staffs retirement payments	149,460	928,574
Sub-total:	2,960,616,215	2,895,533,052

General expenses:

Office rent	15,298,287	19,844,047
Municipal tax	24,508,828	23,124,847
Land development tax	11,517,587	14,633,626
Electricity & power	349,942,986	342,846,162
Water & sewerage	26,025,058	27,608,526
Gas & fuel charges	109,982,920	126,031,237
Stationery	17,721,787	23,358,586





	Amonut in Taka	
	30 June , 2019	30 June , 2018
Periodicals & papers	141,823	242,103
Advertisement	2,292,137	1,740,634
Business promotional expenses	580,843	255,404
Advisory & consultancy expenses	51,834	1,093,183
Legal fees	4,801,626	6,694,010
Audit fees	517,500	517,500
Training-local	7,715,753	3,068,746
Provision for bad debts	15,151,134	46,104,761
Uniform & liveries	27,413,652	12,448,667
Salary of sweepers, carpenters and others	16,801,135	33,655,639
Salary of casual staff	127,302,260	216,114,514
Conveyance	3,167,570	5,733,982
Postage bill	26,820,900	24,401,628
Entertainment	1,638,376	1,211,417
Registration & renewals	3,631,041	487,742
Travelling expenses	25,545,191	25,420,027
Washing & Cleaning Expenses	985,577	254,300
Staff bus hiring charge	20,246,862	21,898,232
Salary for Anser staff	125,083,728	126,040,003
Meeting expenses	104,365	178,999
Directors' honourarium	669,120	885,223
Binding expenses	843,945	1,153,481
Invigilator's Fee	-	6,381,600
Office electricity & other maintainance	161,560	324,729
Computer billing charge	429,084	9,016,388
Other duty/ tax	230,921	2,020,768
Utencil & Crokeries	509,611	684,219
Holiday bill expenses	708,264	1,249,928
Miscellaneous	24,336,487	15,516,298
Sub-total:	992,879,752	1,142,241,156
Less: Recovery of expeses	(36,530,749)	(19,116,595)
	956,349,002	1,123,124,561
Total:	3,916,965,217	4,018,657,613

29.00 Repairs and maintenance: Tk. 339,679,130

This is made up as follows:

Particulars

Operating building	4,924,010	8,825,282
Admin.building	27,531,730	21,910,879
Residential building	26,805,316	30,175,976
Apparatus and plants	143,607,533	69,287,920
IT equipments	10,790,546	14,108,986
Lines and wireless	55,528,867	109,874,200
Cables	15,284,827	33,763,201
Post,Mast and Aerials	5,352,178	5,935,499
Repairs and maintenance -furniture	1,790,217	1,809,001
Office and equipments	1,850,718	2,079,355
Electrical fitting and appliances	275,590	703,344
Transport vehicles	34,136,995	37,433,696
Miscellineous	11,800,603	10,745,622
Total:	339,679,130	346,652,961





Amonut in Taka

30 June , 2019

30 June , 2018

30.00 Non - operating income: Tk. 1,731,078,920

This is made up as follows:

Particulars

Interest income from short term deposits (FDR)

Bank Interest

Other income

Total:

1,641,231,514

37,192,687

52,654,719

1,731,078,920

1,017,441,875

106,908,250

72,236,357

1,196,586,482

31.00 Contingent liability:

There is a contingent liability of the company for income tax to the same of Tk. 221,950 for the assessment year 2012-2013, BTCL has appeal to Appelatte Tribunal for review.

32.00 Managing Directors remuneration:

During the year , the Managing Director of the company was paid Taka 1,176,487.

33.00 Number of employees :

The total number of employees of the company as at 30 June was as follows :

Salary range

Taka 3,000 or above

Below Taka 3,000

2018-2019

2017-2018

8,374

Nil

4,662

Nil





Bangladesh Telecommunication Company Limited
Schedule of Property, Plant & Equipment
As at June 30, 2019

Annexure-A

Particulars	Cost			Rate (%)	Depreciation			Written down values on 30.06.2019
	Balance as on 01.07.2018	Addition during the year	Disposal during the year		Balance as on 30.06.2019	Depreciation charged during the year	Adjustment during the year	
Land (Annexure-A-1)	280,584,605,565	-	-	0%	-	-	-	280,584,605,565
Building	9,859,051,169	4,019,625	437,581	2%	9,862,633,213	197,212,468	180,180	7,696,785,955
Tower	2,398,742,449	572,911	-	2%	2,399,315,360	47,980,578	-	1,356,137,181
Exchange equipment	29,434,189,296	547,966,399	-	6.67%	29,982,155,696	1,981,535,105	-	29,060,192,938
Transmission	12,430,928,917	720,000	-	6.67%	12,431,648,917	829,166,971	-	9,194,952,513
Outside plant	72,889,540,666	443,174,263	-	3.33%	73,332,714,929	2,434,600,556	-	46,544,681,521
Electrical power and environment	5,124,706,561	2,653,991	-	6.67%	5,127,360,552	4,912,786	-	5,057,291,373
Vehicles	1,406,641,255	421,900	-	20%	1,407,063,155	14,860,864	-	1,347,408,749
Office equipment furniture and IP data	897,292,373	2,259,130	-	10%	899,551,503	89,842,194	-	811,634,379
Test equipment	1,402,219,694	-	-	6.67%	1,402,219,694	4,652,513	-	1,337,119,393
	1,010,213,490	-	-	6.67%	1,010,213,490	2,548,363	-	974,555,516
Total:2018-2019	417,438,131,435	1,001,788,219	437,581		418,439,482,073	5,607,312,397	180,180	103,380,759,517
Total:2017-2018	417,178,035,827	264,218,108	4,122,500		417,438,131,435	5,916,069,367	1,697,500	97,773,627,300





Bangladesh Telecommunications Company Limited
Schedule of Land

Annexure -A-1

SL. No.	Name of Region	Figures in Acre				Case Listed
		Quantity of Land	Mutation	Non-mutation	Illegal Position	
GM. D.T.R (South)						
1	DEP (Internal)	4.2104	4.2104	-		
2	DEP Gandaria	1.1976	-	1.1976		
3	DEP Chawkbazar	12.0479	7.9745	4.0734	0.5500	
4	DET, Narayangonj	7.5457	5.8457	1.7000		
5	DEP, Narayangonj					
6	AGM(SS), Narsingdhi	10.8800	10.8800	-		
	Sub Total	35.8816	28.9106	6.9710	0.5500	-
GM. D.T.R (North)						
1	AGM(SS), Baridhara, Dhaka	0.2857	0.2032	0.0825		
2	DEP (Int.), Gulshan, Dhaka	1.0157	-	1.0157		
3	DE (Int), Uttara, Dhaka	0.5888	-	0.5888		
4	DE, Trunk & STD, Tongi	3.9450	3.9450	-		
5	DET, Gazipur	77.6100	77.6100	-	0.8800	
6	DET, Tangail	9.9900	9.9900	-		
7	DET, Mymensing	33.8350	33.8350	-		
8	DE, Taranga & Betar, Mymensing					
9	DE, Cable co-ordination, Jamalpur	10.6531	10.6531	-		
	Sub Total	137.9233	136.2363	1.6870	0.8800	-
GM. D.T.R (East)						
1	DEP (INT.), Moghbazar, Dhaka	1.1780	-	1.1780		
2	DE, Research, Saidabad, Dhaka	1.0750	-	1.0750		
3	DE, PABX, Khilgaon, Dhaka	0.2080	-	0.2080		
4	DE Trafic, Khilgaon, Dhaka	0.0824	0.0412	0.0412		
	Sub Total	2.5434	0.0412	2.5022	-	-
GM, DTR (West), Dhaka						
1		11.6515	11.1600	0.4915		
	Sub Total	11.6515	11.1600	0.4915	-	-
GM, DTR (Central), Dhaka						
1	DEP (Int), Nilkhet, Dhaka	0.6600	0.6600	-		
2	DE Bldg Mtc -1, Moghbazar, Dhaka	45.0134	42.8634	2.1500		
3	DE Bldg Mtc -2, Mohakhali, Dhaka	80.4700	5.3307	75.1393	1.7955	
	Sub Total	126.1434	48.8541	77.2893	1.7955	-
DG, Telecom Staff College, Gazipur						
1		82.0550	82.0550	-		
	Sub Total	82.0550	82.0550	-	-	-
GM, DTR (CTG), Dhaka						
1	DEP (Ext) Agrabad, Ctg	33.9000	33.9000	-		
2	DEP (Int) Agrabad	4.4112	4.4112	-		
3	DET Rangamaty, Ctg	137.5300	126.8400	10.6900	24.7350	
4	DEP (Int) Nandankanon Ctg	5.0999	5.0999	-		
5	DEP Bayjeed, Ctg	2.5620	-	2.5620		
6	DEP Muradpur, Ctg	1.1400	0.5700	0.5700	0.0500	
7	DE Bldg & Elc Nandankanon, Ctg	17.4292	13.9292	3.5000	0.9500	
8	DET Agrabad, Ctg	215.3406	174.1576	41.1830	124.9400	
9	DET Comilla	32.3596	31.3896	0.9700		
10	DE Elc.Mtc. Comilla	6.4450	6.4450			
11	DET Noakhali	32.6150	32.6150		1.5000	
12	CS CTO Ctg.	0.3712	0.3000	0.0712		
13	DTO Comilla	0.1650	0.1650			
	Sub Total	489.3687	429.8225	59.5462	152.1750	-





SL. No.	Name of Region	Quantity of Land	Mutation	Non-mutation	Illegal Position	Case Listed
GM,DTR (Khulna), Dhaka						
1	DET, Khulna	37.4774	16.8174	20.6600		
2	DET, Khalishpur	6.2712	6.2712	-		
3	DET, Jessore	23.0505	12.0505	11.0000		
4	DET, Kushtia	22.3787	16.3421	6.0366	3.3332	
5	DET, Faridpur	21.8100	10.8100	11.0000		
6	Superintendent, TS&W, Gopalganj	11.5500	11.5500	-		
7	DE, Wireless, Madaripur	14.5501	14.5501	-		
8	DET, Jhinaidah	9.8500	9.8500	-		
	Sub Total	146.9379	98.2413	48.6966	3.3332	-
Director, TS&W, Barisal						
1	DET, Barisal	41.8998	41.8998	-		
2	DET, Patuakhali	25.8900	25.8900	-		
	Sub Total	67.7898	67.7898	-	-	-
GM,DTR (Sylhet), Dhaka						
1	DET, Sylhet	1.6648	1.6648			
2	DEP, Sylhet	32.3137	26.7437	5.5700	2.7967	
3	DE, Building Const. Hobigonj	15.3300	13.3200	2.0100		
4	DET, Moulavi bazar	11.2100	10.0100	1.2000		
	Sub Total	60.5185	51.7385	8.7800	2.7967	-
GM,DTR (Rajshahi), Dhaka						
1	DET Rajshai	31.2935	30.6135	0.6800		
2	DET Pabna	9.2768	9.2768	-		
3	DET Sirajgonj	10.3469	9.3469	1.0000		
4	DET Naogaon	15.4800	15.4800	-		
5	DE, C&W, Bogra	2.6100	1.4600	1.1500		
	Sub Total	69.0072	66.1772	2.8300	-	-
GM,DTR (Rangpur), Dhaka						
1	DET Rangpur	38.9000	38.0100	0.8900	0.8900	
2	DE (E&B) Rangpur	4.9700	4.9700	-		
3	DET Dinajpur	19.2370	19.2370	-		
4	DET, Bogra	14.0180	14.0180	-		
	Sub Total	77.1250	76.2350	0.8900	0.8900	-
GM, Trans, Mohakhali, Dhaka						
1	DE, VHF, Moghbazar, Dhaka	5.1100	5.1100			
2	DE, Micro Mtc -1, Ramna, Dhaka	42.3600	42.3600			
3	DE, Micro Mtc -2, Mohakhali, Dhaka	231.1642	231.1642			
4	DE C&W, Ctg	32.2200	32.2200			
5	DE, C&W, Barisal	36.1420	36.1420			
	Sub Total	346.9962	346.9962	-	-	-
GM, OTR, Dhaka						
1	DE, Satellite, Betbunia	121.4400	98.1000	23.3400		
2	DE, Upazila Telecom, Dhaka	8.6000	-	8.6000		
	Sub Total	130.0400	98.1000	31.9400	-	-
GM, Upazila Telecom, Dhaka						
1	DE 89 Radio Link, CTG	7.0670	7.0670			
2	DE 89 Radio Link, Comilla	8.1000	8.1000			
	Sub Total	15.1670	15.1670	-	-	-
Director, TTC, Dhaka						
1	DE, TTC, Dhaka	5.9148	-	5.9148		
2	DE, TTC, Khulna	16.0030	16.0030			
3	Controller, Telegraph Store, Tejgaon, Dhaka	26.2000	23.1568	3.0432		
	Sub Total	48.1178	39.1598	8.9580	-	-
	Grand Total	1,847.2663	1,596.6845	250.5818	162.4204	-

Bangladesh Telecommunication Company Limited
Accounts Receivables (Local Operators)

Annexure -B

SL No	Name of Operator	As on 30.06.2015	2015-2016	2016-2017	2017-2018	2018-2019	Total As on June 30, 2019
1	2	3	4	5	6	7	8=(3+4+5+6+7)
1	Grameen phone	-	-	15,457,986	9,923,667	36,181,579	61,563,232
2	Robi-Airtel	-	-	1,190,809	32,463,516	32,997,298	66,651,623
3	Banglalink	-	-	13,353,575	612,427	16,173,175	30,139,177
4	Citycell	202,945,373	69,837,781	-	-	-	272,783,154
5	Others	2,221,873,654	59,023,049	6,157,676	982,887,088	32,249,390	3,302,190,857
	Total	2,424,819,027	128,860,830	36,160,046	1,025,886,698	117,601,442	3,733,328,043

Particulars	2018-2019
Opening Balance 01.07.2018	3,615,726,601
Add: Addition During the year	394,321,903
	4,010,048,504
Less: Adjustment during the year	276,720,461
Closing Balance 30.06.2019	3,733,328,043





Bangladesh Telecommunication Company Limited
Aging of Accounts Receivables (Foreign Operators)

SL No	Name of operator	Receivable 30th June 2019 (TK)	2018-2019	2017-2018	2016-2017	2015-2016	Annexure-C Upto 2014-2015
1	AT&T USA	1,271,998					
2	BSNL, INDIA	7,761,662	7,634,518	127,144			1,271,998
3	DU, UAE	9,759,931	9,759,931				
4	ETISALAT, UAE	19,065,724	19,065,724				
6	LG Telecom	1,154,878	1,154,878				
7	PTCL, Pakistan	169,406,725	167,457,848				
8	Ooredoo QSC	1,069,424	1,069,424		288,920	1,659,958	
9	SINGTEL	62,986					
11	STC, SAUDI ARABIA	35,691,492	35,691,492	62,986			
12	TATA Com India	28,483,464	28,483,464				
13	TATA Com Canada	(7,327,040)	(7,327,040)				
14	Telecom Malaysia	143,773	143,773				
15	Amuse Technology Limited	121,307,053					
16	Aristocall Services Inc, USA	158,136,075					
17	BDAU International Ptd	4,296,469					121,307,053
18	Belgacom International Carrier Services SA, B	99,230,653					158,136,075
19	Bitucom Pte Limited, Singapore	141,048,385					4,296,469
20	Blueberry Telecom Pte Ltd	27,922,669					99,230,653
21	Clearstream Pte Ltd.	18,884,828					141,048,385
22	Deshi Digital SDN. BHD,	9,113,107					27,922,669
23	Ecocarrier Inc, Canada	6,046,026					18,884,828
24	Fusion Telecommunication International Inc. U	80,544,733					9,113,107
25	GDXC Incorporation, UK	349,412,243					6,046,026
26	Globalcom Canada Inc., Canada	25,508,876					80,544,733
27	Homeland Phone Inc. USA	189,231,126					349,412,243
28	I Power Communications Pte Ltd, Singapore.	495,732,880					25,508,876
29	IBSYS Canada Inc., Canada	14,258,713					189,231,126
30	Maxwell Power Services Pte.	183,776,647					495,732,880
							14,258,713
							183,776,647





SL No	Name of operator	Receivable 30th June 2019 (TK)	2018-2019	2017-2018	2016-2017	2015-2016	Upto 2014-2015
31	Mex Telecom Corp Ltd., UK	83,870,655					83,870,655
32	Mobile Link Limited of UK	72,078,942					72,078,942
33	Nextrac Communication Pte Ltd, Singapore	61,644,971					61,644,971
34	NTS Global Ptd,	267,164,111					267,164,111
35	Riaz Telecom UK LTD, UK	373,020,300					373,020,300
36	Raiyan Telecom Ltd, UK	118,467,757					118,467,757
37	Telcotec Company Ltd,	135,396,324					135,396,324
38	Telco 214 Inc. USA	5,737,726					5,737,726
39	Tele Links Global Limited	28,391,364					28,391,364
40	Touch Tone Pte.Singapore	213,406,644					213,406,644
41	Zamir Telecom	3,824,045,318					3,824,045,318
42	Other Operator	177,222,251					177,222,251
	Total	7,551,441,863	263,134,012	190,130	288,920	1,659,958	7,286,168,844

Particulars	2018-2019
Opening Balance 01.07.2018	9,182,431,644
Add: Addition During the year	5,166,248,733
Less: Adjustment during the year	6,797,238,515
Closing Balance 30.06.2019	7,551,441,863



Bangladesh Telecommunication Company Limited
1. Accrued General Expenses
Annexure-D

Particulars	2018-2019
Opening Balance (01-07-2018)	1,052,699,543
Add: Addition During the year	1,799,172
	1,054,498,715
Less: Adjustment during the year	1,005,842
Closing Balance (30-06-2019)	1,053,492,872

Particular	As on 30.06.2015	2015-2016	2016-2017	2017-2018	2018-2019	Total As on June 30, 2019
1	2	3	4	5	6	7=(2+3+4+5+6)
Amount	1,049,414,842	-	-	2,278,858	1,799,172	1,053,492,872

2. Accrued capacity charges & Settlements

Particulars	2018-2019
Opening Balance (01-07-2018)	286,570,522
Add: Addition During the year	9,166,155
	295,736,677
Less: Adjustment during the year	8,284,430
Closing Balance (30-06-2019)	287,452,248

Particular	As on 30.06.2015	2015-2016	2016-2017	2017-2018	2018-2019	Total As on June 30, 2019
1	2	3	4	5	6	7=(2+3+4+5+6)
Amount	202,907,636	3,375	-	75,375,082	9,166,155	287,452,248

3. Accrued Interconnection & Settlements-Domestic

Particulars	2018-2019
Opening Balance (01-07-2018)	272,171,822
Add: Addition During the year	1,029,347,577
	1,301,519,400
Less: Adjustment during the year	740,463,626
Closing Balance (30-06-2019)	561,055,774

Particular	As on 30.06.2015	2015-2016	2016-2017	2017-2018	2018-2019	Total As on June 30, 2019
1	2	3	4	5	6	7=(2+3+4+5+6)
Amount	176,911,685	-	-	95,260,138	288,883,951	561,055,774

4. Accrued BTRC Revenue share

Particulars	2018-2019
Opening Balance (01-07-2018)	14,116,135,547
Add: Addition During the year	2,106,013,896
	16,222,149,443
Less: Adjustment during the year	1,386,462,018
Closing Balance (30-06-2019)	14,835,687,425

Particular	As on 30.06.2015	2015-2016	2016-2017	2017-2018	2018-2019	Total As on June 30, 2019
1	2	3	4	5	6	7=(2+3+4+5+6)
Amount	3,634,246,671	2,953,971,781	2,989,183,258	3,152,271,819	2,106,013,896	14,835,687,425

