

aamra networks limited
Safura Tower (12th Floor)
20, Kemal Ataturk Avenue
Banani Commercial Area
Dhaka-1213

aamra networks limited
FINANCIAL STATEMENTS (UN-AUDITED)
For the year ended 30 September 2022

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aamra networks limited
STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
As at 30 September 2022

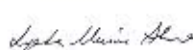


	Notes	Amount in Taka	
		30 September 2022	30 June 2022
ASSETS			
Non-current assets			
Property, plant and equipment	4	1,541,781,543	1,474,318,063
Intangible assets	5	5,698,469	7,128,408
Capital work-in-progress	6	467,904,892	553,189,734
Advance, deposit & prepayments	9.1	10,936,373	10,936,373
Total non-current assets		2,026,321,277	2,045,572,578
Current assets			
Inventories	7	258,743,223	268,386,835
Trade and other receivables	8	428,904,859	340,978,156
Advance, deposit and prepayments	9.2	458,487,914	453,235,578
Cash and cash equivalents	10	16,145,418	15,207,703
Total current assets		1,162,281,414	1,077,808,272
TOTAL ASSETS		3,188,602,691	3,123,380,850
EQUITY AND LIABILITIES			
Capital and reserves			
Shareholders equity			
Share capital	11	590,348,650	590,348,650
Share premium	12	542,488,192	542,488,192
Retained earnings	13	1,094,936,387	1,033,665,939
Total equity		2,227,773,229	2,166,502,781
Non-current liabilities			
Long term bond and loan	14.1	423,956,454	423,435,859
Deferred tax liability	15	39,888,732	39,644,212
Total non-current liabilities		463,845,186	463,080,071
Current liabilities			
Current portion of long term bond and loan	14.2	159,917,089	160,057,722
Short term loan	16	172,352,950	170,084,596
Accrued expenses	17	69,859,600	67,154,067
Dividend payable	18	2,020,069	2,030,869
Provision for BPP & WF	19	9,357,869	5,988,104
Trade and other payables	20	63,349,591	74,235,866
Provision for tax	21	20,327,109	14,246,775
Total current liabilities		497,184,276	493,797,999
Total liabilities		960,829,463	956,878,070
TOTAL EQUITIES AND LIABILITIES		3,188,602,691	3,123,380,850
Net Asset Value (NAV) per share		37.74	36.70

The annexed notes form an integral part of these financial statements.


Chairman


Managing Director & CEO


Director


Chief Financial Officer


Company Secretary

Signed in terms of our separate report of even date annexed.

Place: Dhaka

Date: 12 November 2022

aamra networks limited
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
For the year ended 30 September 2022

	Notes	Amount in Taka	
		Jul - Sept'22	Jul - Sept'21
Revenue	22	338,960,134	248,754,571
Cost of goods sold & services		(211,890,453)	(162,980,223)
Gross Profit		127,069,681	85,774,348
Operating expenses		(40,166,507)	(38,439,852)
Operating Profit		86,903,174	47,334,496
Financial expenses		(16,138,107)	(13,878,531)
Profit before BPP&WF		70,765,067	33,455,965
Beneficiaries' Profit Participation & Welfare Fund (BPP & WF)		(3,369,765)	(1,593,141)
Profit before income tax		67,395,302	31,862,824
Income tax expenses			
Current tax		(6,080,334)	(3,666,983)
Deferred tax	15	(44,520)	351,084
		(6,124,855)	(3,315,899)
Net Profit after income tax		61,270,448	28,546,925
Other comprehensive income		-	-
Total comprehensive income		61,270,448	28,546,925
Earning per share (EPS)	24	1.04	0.48

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

				
Chairman	Managing Director & CEO	Director	Chief Financial Officer	Company Secretary

Signed in terms of our separate report of even date annexed.

Place: Dhaka

Date: 12 November 2022

aamra networks limited
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For the year ended 30 September 2022



Amount in Taka

Particulars	Ordinary Share Capital	Share Premium	Retained Earnings	Total
Balance at 01 July 2021	590,348,650	542,488,192	1,033,665,939	2,166,502,781
Net profit after tax during the year	-	-	61,270,448	61,270,448
Balance at 30 September 2022	590,348,650	542,488,192	1,094,936,386	2,227,773,228

For the year ended 30 September 2021

Amount in Taka

Particulars	Ordinary Share Capital	Share Premium	Retained Earnings	Total
Balance at 01 July 2020	562,236,810	542,488,192	980,648,844	2,085,373,846
Net profit after tax	-	-	28,546,925	28,546,925
Balance at 30 September 2021	562,236,810	542,488,192	1,009,195,769	2,113,920,771


Chairman


Managing Director & CEO


Director


Chief Financial Officer


Company Secretary

Signed in terms of our separate report of even date annexed.

Place: Dhaka

Date: 12 November 2022

aamra networks limited
STATEMENT OF CASH FLOWS (UN-AUDITED)
For the year ended 30 September 2022

	Notes	Amount in Taka	
		Jul - Sept'22	Jul - Sept'21
A. Cash flows from operating activities			
Cash received from customers & others		251,033,431	217,961,547
Cash paid to suppliers and employees		(156,896,881)	(151,761,460)
Operating expenses		(32,433,257)	(31,766,388)
Finance expenses		(16,138,107)	(13,878,531)
Income tax		(4,781,223)	(2,938,009)
Net cash provided from operating activities	27	40,783,963	17,617,159
B. Cash flows from investing activities			
Acquisition of property, plant & equipment		-	(37,690,621)
Capital work-in-progress		(42,483,763)	-
Net cash used in investing activities		(42,483,763)	(37,690,621)
C. Cash flows from financing activities			
Long-term loan (paid)/received		379,962	1,693,787
Short-term loan (paid)/received		2,268,355	12,077,073
Lease liabilities (paid)/received		-	(320,374)
Dividend paid		(10,800)	(4,582)
Net cash provided from financing activities		2,637,516	13,445,905
D. Net increase/ (decrease) in Cash and cash equivalents (A+B+C)		937,716	(6,627,557)
Cash and cash equivalents at the beginning of the year		15,207,703	12,396,408
Cash and cash equivalents at the end of the year	10	16,145,419	5,768,851
Net Operating Cash Flow Per Share (NOCFPS)	28	0.69	0.30

The annexed notes form an integral part of these financial statements.



Chairman



Managing Director & CEO



Director



Chief Financial Officer



Company Secretary

Place: Dhaka

Date: 12 November 2022

aamra networks limited

Financial Information for 1st quarter ended 30 September 2022

As per 16(B) of DSE Listing Regulations - 2015

Particulars	Jul - Sept'22	Jul - Sept'21
Earnings per share (EPS)	1.04	0.48
Net Operating Cash Flow Per Share (NOCFPS)	0.69	0.30

Particulars	30 September 2022	30 June 2022
Net Asset Value	2,227,773,229	2,166,502,781
Net Asset Value (NAV) per share	37.74	36.70



Chairman



Managing Director & CEO



Director



Chief Financial Officer



Company Secretary

Place: Dhaka

Date: 12 November 2022

aamra networks limited
NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
For the year ended 30 September 2022

1. ABOUT THE COMPANY

1.1 Reporting entity

aamra networks limited (formerly Global Online Services Limited) was incorporated in Bangladesh under The Companies Act, 1994 on 10 January 2001 vide registered No. C - 42228(1587)/2001 as a private company limited by shares. The company was converted in to a public company limited by shares on May 08, 2013 under The Companies Act 1994. The registered office of the company is situated at Safura Tower (12th floor), 20 Kemal Ataturk Avenue, Banani C/A, Dhaka - 1213.

1.2 Principal activities

Over the last decade, aamra networks limited has been consistently providing state-of-the-art IT communication solutions and services to its customers which includes Internet Access, Web Page Development and Hosting, Leased Port Internet Access, Total Network Solutions, Video Conferencing Solutions, various IT enable Support, Software Development and Maintenance Services etc.

1.3 Regulatory Compliance

The Company is required to comply with the following major laws and regulations in addition to Bangladesh Companies Act 1994: Ther Securities & Exchange Ordinance 1969 & Rules 1987, Regulations of Dhaka and Chittagong Stock Exchange, Bangladesh Labor Act 2006 (Ammended 2013) and Rules 2015, Income Tax Ordinance 1984 and Rules 1984, The VAT and SD Act 2012 and Rules 2016.

2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below, which comply with International Financial Reporting Standards (IFRSs), have been applied consistently to all periods presented in these financial statements, and have been applied consistently by entities.

2.1 Basis of preparation of financial statements

These financial statements of aamra networks limited have been prepared on a going concern basis under historical cost convention in accordance with International Financial Reporting Standards (IFRSs). The disclosures of information are made in accordance with the requirements of the Companies Act 1994 and the financial statements have been prepared in accordance with International Accounting Standard (IAS) -1 using the accrual basis of accounting.

In the preparation of these financial statements, management used available information to make judgments, estimate and assumption that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from those estimate.

2.2 Going concern

The Company has adequate resources to continue in operation for foreseeable future and hence, the financial statements have been prepared on going concern basis. As per management assessment there are no material uncertainties related to events or conditions which may cast significant doubt upon the Company's ability to continue as a going concern.

It is to be mentioned that, license from BTRC is being regularly renewed by them since 2001 and aamra networks limited has already got the renewed ISP license from BTRC for the period 30 June 2020 to 29 June 2025. It is expected that BTRC will continue the renewal of license in future.

2.3 Property, plant and equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation in compliance with the requirements of International Accounting Standard (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 assets to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes.



2.3.1 Depreciation on property, plant and equipment

Depreciation has been charged to allocate the cost of property, plant and equipment, over the period of their expected useful life, in accordance with IAS 16: "Property, Plant and Equipment". Depreciation is provided for the period in use of the assets. Acquisitions during the year are depreciated for effective month. Depreciation is charged at the following rates under reducing balance method:

<u>Category of property, plant and equipment</u>	<u>Rate (%)</u>
Furniture & Fixture	10
Office Equipment	15
Electric Installation	18
Telephone Installation	18
Computer & Computer Equipment	20
Data Centre	20
Fiber Optic Cable & Equipment	20
Radio link/infrastructure & Backbone	18
Motor Vehicle	20
Office Decoration	15
Wi-Fi Equipment & Installation	20

2.3.2 Right on use asset

The company has complied with International Financial Reporting standards IFRS (16): Lease and accordingly accounted for asset under appropriate head. All rental agreements entered into by the Company has terminatin clauses which allow both the lessee and the lessor to terminate the agreement without permission from the other party with no penalty and insignificangt notice period (up to 3 months). Due to the presence of these clauses, the contracts are not considered "enforceable" under the definition of IFRS 16 Paragraph B34. As a result, the contracts do not fall under the requirements of IFRS 16 and therefore does not create any Right-of-use Assets.

2.4 Intangible assets

Intangible assets (IAS - 38 Para -8) that are acquired by the Company such as computer software and have finite useful lives are measured at cost less accumulated amortization and accumulated impairment losses, if any.

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates.

Intangible assets are amortized on a reducing balance method and charged in statement of profit or loss and other comprehensive income.

Amortization methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

2.5 Components of financial statements

- Statement of financial position.
- Statement of profit or loss and other comprehensive income.
- Statement of changes in equity
- Statement of cash flows.
- Notes to the financial statements

2.6 Other regulatory compliances

The Company is also required to comply with the following major legal provisions in addition to the Companies Act 1994 and other applicable laws and regulations:

- The Income Tax Ordinance & Rules, 1984
- Value Added Tax and Supplementary Duty Act, 2012.
- Bangladesh Telecommunication Regulatory Commission Act. 2001
- Securities & Exchange Rules, 1987
- DSE & CSE Listing regulation



2.7 Valuation of inventories

Inventories are stated at cost which is lower than net realizable value in compliance with the requirements of paras 21 and 25 of IAS-2 (Inventories).

The cost of inventories is based on the weighted average cost principle, and includes expenditure incurred in acquiring the inventories and other costs incurred in bringing them to their existing location and condition.

Net realizable value (NRV) is the estimated selling price in the ordinary course of business, less the estimated costs necessary to make the sale.

2.8 Impairment

Non-derivative financial assets

Financial assets not classified as at fair value through profit or loss, are assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

Non-financial assets

The carrying amount of the non-financial assets, other than inventories are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the assets' recoverable amounts are estimated. For intangible assets that have indefinite lives, recoverable amount is estimated at each reporting date. An impairment loss is recognized if the carrying amount of an asset or its cash generating unit (CGU) exceeds its estimated recoverable amount.

2.9 Trade & other receivables

Trade & other receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognized initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition trade & other receivables are measured at amortized cost using the effective interest method, less any bad debts provision.

2.10 Advance, deposit & prepayments

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

2.11 Cash and cash equivalents

Cash and cash equivalents include cash in hand and with banks on current and deposit accounts which are held and available for use by the company without any restriction. There is insignificant risk of change in value of the same.

2.12 Share capital

Ordinary shares are classified as equity. Paid up share capital represents total amount contributed by the shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding up of the Company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation.

2.13 Borrowings

Interest-bearing borrowing include term loan, lease finance and short term loan. Interest-bearing borrowing are recognized initially at fair value less any directly attributable transaction costs. Subsequent to initial recognition, interest-bearing borrowing are stated at amortized cost using the effective interest method.



